
FINANCIAL SUMMARY

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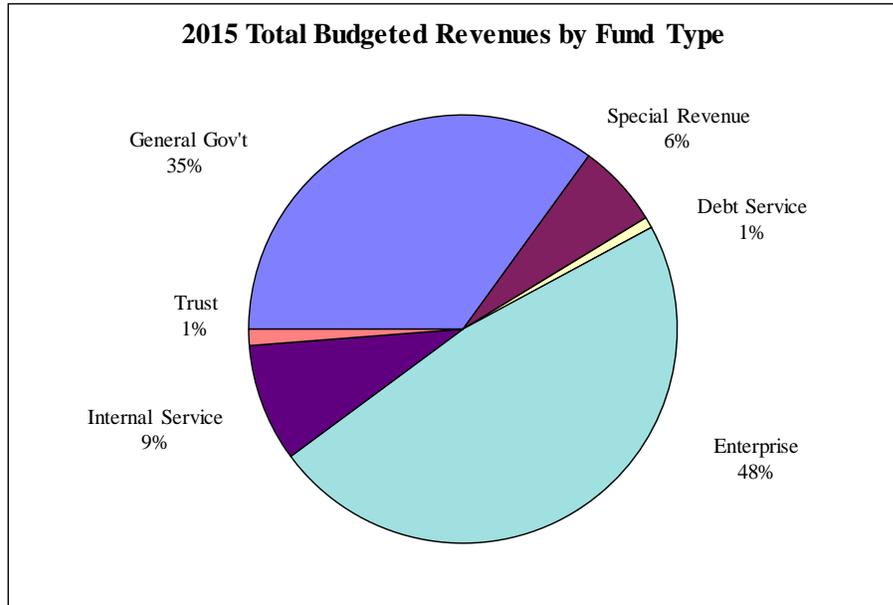
2015 OPERATING BUDGET BY FUND TYPE

	General Government	Special Revenue	Debt Service	Enterprise	Internal Service	Trust	Total
Funding Sources							
Beginning Fund Balance	\$ 24,700,000	\$ 57,112,909	\$ 13,003	\$ 25,785,361	\$ 14,602,082	\$ 44,373,911	\$ 166,587,266
General Property Taxes	34,225,178	6,181,355	-	-	-	-	40,406,533
Retail Sales and Use Taxes	25,211,278	1,779,341	-	17,280,856	-	-	44,271,475
Business Taxes	35,128,584	-	-	106,826	-	-	35,235,410
Other Taxes	5,211,702	3,328,342	-	-	-	-	8,540,044
Licenses & Permits	3,376,461	-	-	1,000	-	-	3,377,461
Intergovernmental Service Rev	4,509,862	2,937,303	-	4,118,731	-	275,000	11,840,896
Charges For Services	9,440,874	1,894,218	-	80,818,627	14,202,553	-	106,356,272
Fines & Forfeits	1,850,350	8,750	-	-	-	-	1,859,100
Miscellaneous Revenue	1,526,609	2,442,295	5,500	4,329,752	17,087,452	1,430,000	26,821,608
Other Financing Sources	2,438,482	3,568,322	2,894,015	61,102,500	4,738	2,613,267	72,621,324
Total Funding Sources	\$ 147,619,380	\$ 79,252,835	\$ 2,912,518	\$ 193,543,653	\$ 45,896,825	\$ 48,692,178	\$ 517,917,389
Uses of Funding Sources							
General Government Services	22,064,462	1,640,496	-	-	22,376,007	5,303,810	51,384,775
Security of Persons & Property	61,986,773	10,404,692	-	-	1,244,574	-	73,636,039
Utilities & Environment	-	-	-	53,470,623	-	-	53,470,623
Transportation	6,607,265	-	-	23,209,868	7,267,039	-	37,084,172
Economic Environment	5,711,019	1,411,621	-	-	-	-	7,122,640
Mental & Physical Health	939,421	80,021	-	-	-	-	1,019,442
Culture & Recreation	15,082,896	1,181,027	-	3,757,075	-	-	20,020,998
Debt Service	-	179,866	2,889,515	18,800,031	-	-	21,869,412
Capitalized Expenditures	1,161,942	5,554,131	-	3,360,432	600,000	-	10,676,505
Road & Street Construction	3,653,115	317,335	-	-	-	-	3,970,450
Other Financing Uses	5,712,487	5,604,086	15,000	65,914,108	50,000	-	77,295,681
Total Expenditures	\$ 122,919,380	\$ 26,373,275	\$ 2,904,515	\$ 168,512,137	\$ 31,537,620	\$ 5,303,810	\$ 357,550,737
Ending Fund Balance	\$ 24,700,000	\$ 52,879,560	\$ 8,003	\$ 25,031,516	\$ 14,359,205	\$ 43,388,368	\$ 160,366,652
Total Appropriation	\$ 147,619,380	\$ 79,252,835	\$ 2,912,518	\$ 193,543,653	\$ 45,896,825	\$ 48,692,178	\$ 517,917,389

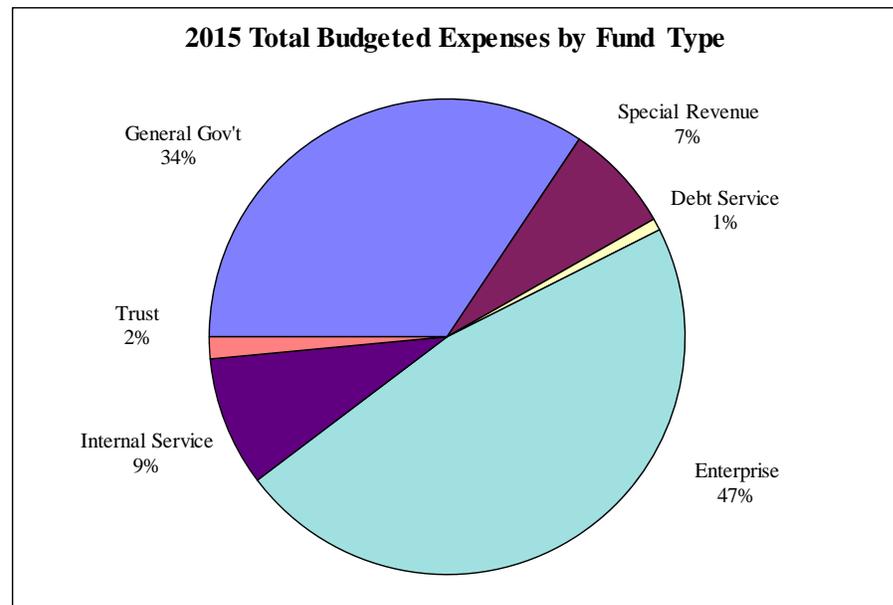
Note: The 2014 Beginning Fund Balances are estimates and therefore unaudited as of the printing of this document.

2015 OPERATING BUDGET BY FUND TYPE (Continued)

Total Revenues
\$351.3 Million



Total Expenses
\$357.6 Million



2015 OPERATING BUDGET - SUMMARY OF FUND ACTIVITY

	2015			2015		2015
	Beginning Fund Balance	2015 Revenues	2015 Total Resources	2015 Expenses	Ending Fund Balance	Total Appropriation
GENERAL GOVERNMENT						
002 General Fund Revenues	24,700,000	99,935,851	124,635,851	-	-	-
001 City Council	-	-	-	617,192	-	617,192
003 Legal	-	-	-	4,115,572	-	4,115,572
004 Administration	-	-	-	1,736,073	-	1,736,073
005 Municipal Court	-	-	-	1,964,199	-	1,964,199
007 Labor Rel./ Human Resources	-	-	-	1,541,210	-	1,541,210
009 Gen Gov't Non-dept	-	-	-	19,096,168	24,700,000	43,796,168
010 Finance	-	-	-	2,086,968	-	2,086,968
015 Information Technology	-	-	-	1,863,211	-	1,863,211
021 Planning/Comm Development	-	-	-	1,825,251	-	1,825,251
022 Neighborhoods & Comm Svcs	-	-	-	398,779	-	398,779
024 Engineering / Public Services	-	-	-	5,674,462	-	5,674,462
026 Animal Services	-	-	-	1,448,326	-	1,448,326
027 Senior Center	-	-	-	493,271	-	493,271
031 Police	-	-	-	32,161,896	-	32,161,896
032 Fire	-	-	-	21,049,685	-	21,049,685
038 Facilities/Property Management	-	-	-	3,863,588	-	3,863,588
Total General Fund	24,700,000	99,935,851	124,635,851	99,935,851	24,700,000	124,635,851
101 Parks & Recreation	-	9,634,280	9,634,280	9,634,280	-	9,634,280
110 Library	-	4,926,795	4,926,795	4,926,795	-	4,926,795
112 Municipal Arts	-	905,754	905,754	905,754	-	905,754
114 Conference Center	-	1,235,142	1,235,142	1,235,142	-	1,235,142
115 General Gov't Special Projects	-	-	-	-	-	-
119 Street Improvements	-	3,653,115	3,653,115	3,653,115	-	3,653,115
120 Streets	-	2,628,443	2,628,443	2,628,443	-	2,628,443
Total General Gov't Operations	24,700,000	122,919,380	147,619,380	122,919,380	24,700,000	147,619,380
Gen. Gov't Allocations of Prop. Tax	-	-	-	-	-	-
TOTAL GENERAL GOVERNMENT	24,700,000	122,919,380	147,619,380	122,919,380	24,700,000	147,619,380

SUMMARY OF FUND ACTIVITY (continued)

	2015 Beginning Fund Balance	2015 Revenues	2015 Total Resources	2015 Expenses	2015 Ending Fund Balance	2015 Total Appropriation
126 Motor Vehicle/Equip Replacement	4,214,072	1,960,226	6,174,298	1,380,562	4,793,736	6,174,298
138 Hotel Motel Tax Fund	328,834	395,221	724,055	435,000	289,055	724,055
144 Downtown Improvement Fund	2,737	45	2,782	2,782	-	2,782
145 Cumulative Res/Real Prop. Acquis.	2,012,975	44,500	2,057,475	2,057,475	-	2,057,475
146 Property Management	3,082,564	1,557,990	4,640,554	2,906,333	1,734,221	4,640,554
148 Cumulative Reserve /Parks	2,252,908	35,550	2,288,458	462,283	1,826,175	2,288,458
149 Senior Center Reserve	517,815	86,115	603,930	80,021	523,909	603,930
151 Fund for Animals	421,839	74,775	496,614	85,000	411,614	496,614
152 Cumulative Reserve /Library	145,815	48,570	194,385	53,000	141,385	194,385
153 Emergency Medical Services	1,584,493	7,525,523	9,110,016	7,972,141	1,137,875	9,110,016
154 Real Estate Excise Tax Fund	2,249,180	1,708,034	3,957,214	472,531	3,484,683	3,957,214
156 Criminal Justice Fund	5,968,290	3,149,528	9,117,818	3,555,290	5,562,528	9,117,818
157 Traffic Mitigation	1,876,553	238,000	2,114,553	2,114,553	-	2,114,553
160 Rainy Day Fund	4,118,945	-	4,118,945	-	4,118,945	4,118,945
162 Capital Reserve	13,629,832	2,947,601	16,577,433	3,469,683	13,107,750	16,577,433
197 CHIP Loan Program	14,706,057	1,582,828	16,288,885	541,201	15,747,684	16,288,885
198 Comm Develop. Block Grants	-	785,420	785,420	785,420	-	785,420
TOTAL SPECIAL REVENUE	57,112,909	22,139,926	79,252,835	26,373,275	52,879,560	79,252,835
210 Bond Redemption Fund	-	2,889,515	2,889,515	2,889,515	-	2,889,515
243 LID Guaranty Fund	6,800	5,500	12,300	10,000	2,300	12,300
299 LID Redemption	6,203	4,500	10,703	5,000	5,703	10,703
TOTAL DEBT SERVICE	13,003	2,899,515	2,912,518	2,904,515	8,003	2,912,518
401 Water/Sewer Utility	14,538,517	137,885,048	152,423,565	137,399,579	15,023,986	152,423,565
402 Solid Waste Utility	757,671	2,458,500	3,216,171	2,458,500	757,671	3,216,171
425 Transit	7,906,346	22,128,682	30,035,028	23,350,639	6,684,389	30,035,028
430 Everpark Garage	2,582,827	321,000	2,903,827	338,357	2,565,470	2,903,827
440 Golf	-	4,231,062	4,231,062	4,231,062	-	4,231,062
450 Sno River Reg Wtr Auth	-	54,000	54,000	54,000	-	54,000
451 Everett Tulip Joint Water Line	-	680,000	680,000	680,000	-	680,000
TOTAL ENTERPRISE FUNDS	25,785,361	167,758,292	193,543,653	168,512,137	25,031,516	193,543,653
501 Motor Vehicle Division	806,027	6,973,158	7,779,185	7,317,039	462,146	7,779,185
503 Self-Insurance Fund	8,916,685	7,039,224	15,955,909	7,827,408	8,128,501	15,955,909
505 Computer Reserve Fund	169,080	2,009,874	2,178,954	1,938,599	240,355	2,178,954
507 Telecommunications Fund	446,226	1,215,707	1,661,933	1,244,574	417,359	1,661,933
508 Health Benefits Reserve	4,264,064	14,056,780	18,320,844	13,210,000	5,110,844	18,320,844
TOTAL INTERNAL SERVICE	14,602,082	31,294,743	45,896,825	31,537,620	14,359,205	45,896,825
637 Police Pension Fund	14,848,837	2,184,239	17,033,076	2,272,845	14,760,231	17,033,076
638 Fire Pension Fund	29,525,074	2,134,028	31,659,102	3,030,965	28,628,137	31,659,102
TOTAL TRUST FUNDS	44,373,911	4,318,267	48,692,178	5,303,810	43,388,368	48,692,178
TOTAL CITY BUDGET	166,587,266	351,330,123	517,917,389	357,550,737	160,366,652	517,917,389

Note: The 2014 Beginning Fund Balances are estimates and therefore unaudited as of the printing of this document.

THREE YEAR BUDGET COMPARISON BY FUNCTION

Funding Sources	2013 Actual	Original 2014 Budget	Original 2015 Budget	2014 - 2015	
				\$ Change	% Change
Beginning Fund Balance	\$ 189,630,590	\$ 167,973,427	\$ 166,587,266	\$ (1,386,161)	-0.8%
General Property Taxes	38,937,697	39,480,908	40,406,533	925,625	2.3%
Retail Sales and Use Taxes	41,977,010	42,624,910	44,271,475	1,646,565	3.9%
Business Taxes	30,804,722	30,427,620	35,235,410	4,807,790	15.8%
Other Taxes	7,029,163	7,610,562	8,540,044	929,482	12.2%
Licenses & Permits	1,324,321	1,364,951	3,377,461	2,012,510	147.4%
Intergovernmental Revenue	17,773,113	11,754,952	11,840,896	85,944	0.7%
Charges For Services	99,476,351	97,227,492	106,356,272	9,128,780	9.4%
Fines & Forfeits	1,837,172	1,873,260	1,859,100	(14,160)	-0.8%
Miscellaneous Revenue	10,507,525	29,564,226	26,821,608	(2,742,618)	-9.3%
Other Financing Sources	35,750,939	72,683,747	72,621,324	(62,423)	-0.1%
Total Available Resources	\$ 475,048,603	\$ 502,586,055	\$ 517,917,389	\$ 15,331,334	3.1%
Expenditures					
General Government Services	\$ 45,795,463	\$ 47,129,159	\$ 51,384,775	4,255,616	9.0%
Security of Persons & Property	66,028,204	71,589,499	73,636,039	2,046,540	2.9%
Utilities & Environment	59,807,450	50,290,309	53,470,623	3,180,314	6.3%
Transportation	37,089,219	36,010,918	37,084,172	1,073,254	3.0%
Economic Environment	6,822,835	7,779,650	7,122,640	(657,010)	-8.4%
Mental & Physical Health	925,971	1,041,515	1,019,442	(22,073)	-2.1%
Culture & Recreation	20,101,418	20,026,687	20,020,998	(5,689)	0.0%
Debt Service	8,312,638	18,311,350	21,869,412	3,558,062	19.4%
Capitalized Expenditures	5,351,895	9,161,174	10,676,505	1,515,331	16.5%
Road & Street Construction	1,247,920	3,882,388	3,970,450	88,062	2.3%
Other Financing Uses	38,259,737	81,143,205	77,295,681	(3,847,524)	-4.7%
Total Expenditures	\$ 289,742,750	\$ 346,365,854	\$ 357,550,737	\$ 11,184,883	3.2%
Ending Fund Balance	\$ 185,305,853	\$ 156,220,201	\$ 160,366,652	\$ 4,146,451	2.7%

THREE YEAR COMPARISON BY FUND

	REVENUES			EXPENDITURES		
	Actual 2013	Original 2014 Budget	Original 2015 Budget	Actual 2013	Original 2014 Budget	Original 2015 Budget
002 General Fund	\$ 91,556,891	\$ 98,588,821	\$ 99,935,851	\$ 92,894,976	\$ 91,280,995	\$ 99,935,851
101 Parks & Recreation	9,310,011	5,926,111	9,634,280	9,321,614	9,426,111	9,634,280
110 Library	4,810,906	3,582,708	4,926,795	4,858,613	5,082,708	4,926,795
112 Municipal Arts	820,281	842,803	905,754	1,003,041	967,303	905,754
114 Conference Center	1,103,268	1,098,052	1,235,142	1,135,333	1,098,052	1,235,142
115 Special Projects	(5,770)	-	-	9,850	-	-
119 Street Improvements	2,962,260	1,695,242	3,653,115	3,380,753	2,778,568	3,653,115
120 Streets	2,316,221	1,762,906	2,628,443	2,220,130	2,562,906	2,628,443
TOTAL GENERAL GOVERNMENT	\$ 112,874,068	\$ 113,496,643	\$ 122,919,380	\$ 114,824,310	\$ 113,196,643	\$ 122,919,380
126 Motor Vehicle/Equip Replacement	1,088,300	588,497	1,960,226	1,333,945	1,619,488	1,380,562
138 Hotel Motel Tax Fund	342,215	378,200	395,221	365,887	437,311	435,000
144 Downtown Improvement Fund	(26)	52	45	1,292	2,106	2,782
145 Cumulative Res/Real Prop. Acquis.	(34,501)	44,000	44,500	72,384	1,619,509	2,057,475
146 Property Management	1,467,178	1,724,636	1,557,990	2,256,019	2,590,565	2,906,333
148 Cumulative Reserve /Parks	(51,083)	40,540	35,550	442,617	216,394	462,283
149 Senior Center Reserve	48,213	129,326	86,115	61,856	111,200	80,021
151 Fund for Animals	58,683	57,795	74,775	79,782	85,000	85,000
152 Cumulative Reserve /Library	49,711	44,942	48,570	426,583	86,709	53,000
153 Emergency Medical Services	6,591,726	7,112,386	7,525,523	6,263,435	7,599,305	7,972,141
154 Real Estate Excise Tax Fund	1,208,814	1,303,339	1,708,034	751,101	473,924	472,531
156 Criminal Justice Fund	2,896,489	2,882,138	3,149,528	3,152,553	3,288,856	3,555,290
157 Traffic Mitigation	124,308	188,000	238,000	398,089	2,101,714	2,114,553
160 Rainy Day Fund	(228,170)	-	-	-	-	-
162 Capital Reserve	1,315,770	1,742,673	2,947,601	3,194,598	2,667,590	3,469,683
197 CHIP Loan Program	724,635	1,246,500	1,582,828	743,033	564,942	541,201
198 Comm Develop. Block Grants	768,918	854,680	785,420	760,961	1,254,680	785,420
TOTAL SPECIAL REVENUE	\$ 16,371,180	\$ 18,337,704	\$ 22,139,926	\$ 20,304,135	\$ 24,719,293	\$ 26,373,275
210 Bond Redemption Fund	1,143,334	1,927,340	2,889,515	1,143,334	1,927,340	2,889,515
243 LID Guaranty Fund	24,621	25,368	5,500	50,000	25,000	10,000
299 LID Redemption	25,239	4,000	4,500	34,441	23,368	5,000
TOTAL DEBT SERVICE	\$ 1,193,194	\$ 1,956,708	\$ 2,899,515	\$ 1,227,775	\$ 1,975,708	\$ 2,904,515

Note: Revenues do not include Beginning Fund Balances. Expenditures do not include Ending Fund Balances.

THREE YEAR COMPARISON BY FUND (continued)

	REVENUES			EXPENDITURES		
	Actual 2013	Original 2014 Budget	Original 2015 Budget	Actual 2013	Original 2014 Budget	Original 2015 Budget
401 Water/Sewer Utility	\$ 95,727,724	\$ 138,996,970	\$ 137,885,048	\$ 92,037,447	\$ 139,420,738	\$ 137,399,579
402 Solid Waste Utility	4,229,137	2,452,042	2,458,500	1,927,339	2,452,562	2,458,500
425 Transit	24,972,331	21,663,395	22,128,682	23,981,391	22,612,753	23,350,639
430 Everpark Garage	177,234	317,000	321,000	287,033	338,085	338,357
440 Golf	4,005,547	4,172,775	4,231,062	4,370,102	4,172,775	4,231,062
450 Sno River Reg Wtr Auth	18,265	54,000	54,000	18,265	54,000	54,000
451 Everett Tulalip Joint Water Line	522,475	1,100,000	680,000	522,475	1,100,000	680,000
TOTAL ENTERPRISE FUNDS	\$ 129,652,713	\$ 168,756,182	\$ 167,758,292	\$ 123,144,052	\$ 170,150,913	\$ 168,512,137
501 Motor Vehicle Division	7,357,298	7,333,735	6,973,158	7,220,299	7,356,825	7,317,039
503 Self-Insurance Fund	7,205,155	7,199,775	7,039,224	5,721,965	7,450,710	7,827,408
505 Computer Reserve Fund	1,413,576	1,616,447	2,009,874	1,869,723	1,711,747	1,938,599
507 Telecommunications Fund	1,128,066	1,225,006	1,215,707	1,223,218	1,273,369	1,244,574
508 Health Benefits Reserve	11,058,923	13,019,713	14,056,780	11,182,290	12,622,248	13,210,000
TOTAL INTERNAL SERVICE	\$ 28,163,018	\$ 30,394,676	\$ 31,294,743	\$ 27,217,495	\$ 30,414,899	\$ 31,537,620
637 Police Pension Fund	(971,453)	523,236	2,184,239	1,377,352	2,131,058	2,272,845
638 Fire Pension Fund	(1,864,706)	1,147,479	2,134,028	1,647,630	3,777,340	3,030,965
TOTAL TRUST FUNDS	\$ (2,836,159)	\$ 1,670,715	\$ 4,318,267	\$ 3,024,982	\$ 5,908,398	\$ 5,303,810
TOTAL CITY	\$ 285,418,014	\$ 334,612,628	\$ 351,330,123	\$ 289,742,749	\$ 346,365,854	\$ 357,550,737

Note: Revenues do not include Beginning Fund Balances. Expenditures do not include Ending Fund Balances.

TOTAL CITY BUDGET NET OF INTERFUND TRANSACTIONS

	2015 Original Budget	Interfund Transactions	2015 Budget Net of Interfund Transactions
Funding Sources			
Beginning Fund Balance	\$ 166,587,266	\$ -	\$ 166,587,266
General Property Taxes	\$ 40,406,533	-	\$ 40,406,533
Retail Sales and Use Taxes	44,271,475	-	44,271,475
Business Taxes	35,235,410	-	35,235,410
Other Taxes	8,540,044	(4,570,164)	3,969,880
Licenses & Permits	3,377,461	-	3,377,461
Intergovernmental Service Rev	11,840,896	-	11,840,896
Charges For Services	106,356,272	(16,567,170)	89,789,102
Fines & Forfeits	1,859,100	-	1,859,100
Miscellaneous Revenue	26,821,608	(3,389,730)	23,431,878
Other Financing Sources	72,621,324	(11,443,086)	61,178,238
Total Funding Sources	\$ 517,917,389	\$ (35,970,150)	\$ 481,947,239
Uses of Funding Sources			
General Government Services	\$ 51,384,775	\$ (4,280,988) (A)	\$ 47,103,787
Security of Persons & Property	73,636,039	(8,733,121)	64,902,918
Utilities & Environment	53,470,623	(9,811,291)	43,659,332
Transportation	37,084,172	(9,271,431)	27,812,741
Economic Environment	7,122,640	(675,467)	6,447,173
Mental & Physical Health	1,019,442	-	1,019,442
Culture & Recreation	20,020,998	(1,879,632)	18,141,366
Debt Service	21,869,412	-	21,869,412
Capitalized Expenditures	10,676,505	-	10,676,505
Road & Street Construction	3,970,450	-	3,970,450
Other Financing Uses/Transfers	77,295,681	(77,295,681)	-
Total Uses of Funding Sources	\$ 357,550,737	\$ (111,947,611)	\$ 245,603,126
Ending Fund Balance	\$ 160,366,652	\$ 75,977,461	\$ 236,344,113

(A) Includes interfund charges for all General Government for items not broken out in budget.
Examples are insurance, telecommunications and vehicle replacement.

Interfund revenues do not equal interfund expenses because interfund expenses include transfers to Capital Project Funds, which are not part of the City of Everett annual operating budget.
Capital project budgets are approved, each by a separate ordinance, for the life of the project.

The table on the previous page presents the 2015 Total City Budget net of interfund transactions, which are exchanges between two City funds that show as a revenue to the receiving fund and as an expense to the paying fund. When interfund transactions are removed from the budget, the remaining amounts reflect budgeted revenues that are expected to come to the City from outside sources and budgeted expenditures that will flow out of the City.

Interfund transactions include:

- **Interfund services provided by Internal Service Funds**..... **\$12,354,955** (Examples: Vehicle Maintenance, Insurance, Telecommunications, Data Processing, Vehicle Replacement)
- **Interfund services provided by other funds** **\$7,601,945**
(Examples: Criminal Justice, Legal Services, Labor Services, Engineering Services, Purchasing, Accounting)
- **Payment In Lieu of Tax** **\$4,570,164**
(Utilities & Transit payment to General Fund)
- **Interfund Transfers**
 - Transfers in **\$11,443,086**
 - Transfers out **\$77,295,681**
(Examples: Transfers to and from L.I.D., Construction & Bond Redemption funds, Transfers from CIP to Debt Service funds, Transfers from CIP to Capital Project funds.)

2015 BUDGET BY EXPENDITURE TYPE

Department	Salaries	Benefits	Supplies	Other Svcs & Charges	Intergov't Services	Capital Outlays	Debt Service	Interfund Svc/Chgs	Ending Fund Balance	TOTAL
001 City Council	268,354	191,895	4,000	152,943						617,192
003 Legal	1,486,493	581,110	15,750	2,032,219						4,115,572
004 Administration	943,372	297,646	24,900	467,305				2,850		1,736,073
005 Municipal Court	1,309,983	541,443	20,803	91,500				470		1,964,199
007 Labor Rel/Human Resources	1,038,272	408,988	17,900	75,050				1,000		1,541,210
009 Gen Gov't Non-Dept	574,323			4,613,346	11,172,780			2,735,719	24,700,000	43,796,168
010 Finance	1,411,722	570,492	30,000	62,754		6,000		6,000		2,086,968
015 Information Technology	1,252,728	518,805	7,320	82,258				2,100		1,863,211
021 Planning/Comm Develop	1,231,396	499,751	27,000	63,604				3,500		1,825,251
022 Neighborhoods/Comm Svcs	243,506	81,858	10,950	62,465						398,779
024 Engineering/Public Svcs	3,477,234	1,441,836	105,596	133,175				516,621		5,674,462
026 Animal Services	862,896	379,715	89,615	92,000				24,100		1,448,326
027 Senior Center	276,277	115,276	9,500	89,268				2,950		493,271
031 Police	23,289,622	7,279,675	351,800	304,949	15,250			920,600		32,161,896
032 Fire	15,905,538	4,312,097	346,396	385,912		34,966		64,776		21,049,685
038 Facilities/Property Mgmt	2,307,361	1,059,283	196,400	274,044				26,500		3,863,588
101 Parks & Recreation	5,071,304	2,174,786	451,300	1,170,890		470,000		296,000		9,634,280
110 Library	2,884,783	1,123,717	80,019	187,300		650,976				4,926,795
112 Municipal Arts	190,023	71,790	21,500	590,441				32,000		905,754
114 Conference Center			22,478	44,524	1,168,140					1,235,142
115 Special Projects										0
119 Street Improvements						3,653,115				3,653,115
120 Streets	1,621,813	805,147						201,483		2,628,443
126 Motor Veh/Equip Repl Res				250,000	164,562	966,000			4,793,736	6,174,298
138 Hotel/Motel Tax Fund				285,000	150,000				289,055	724,055
144 Downtown Improvement						2,782				2,782
145 Cum Res/Real Prop Acq				9,400	53,000	1,995,075				2,057,475
146 Property Management			83,400	416,400		2,068,800		337,733	1,734,221	4,640,554
148 Cum Reserve/Parks				213,027		249,256			1,826,175	2,288,458
149 Senior Center Reserve			32,211	47,810					523,909	603,930
151 Fund for Animals			85,000						411,614	496,614
152 Cum Reserve/Library			5,000	28,000		20,000			141,385	194,385
153 Emergency Medical Svcs	5,023,377	1,417,592	359,337	271,905	299,990	225,000	7,335	367,605	1,137,875	9,110,016
154 Real Estate Excise Tax Fd					300,000		172,531		3,484,683	3,957,214
156 Criminal Justice		3,000	812,493	279,887	369,841	76,800		2,013,269	5,562,528	9,117,818
157 Traffic Mitigation					1,800,000	314,553				2,114,553
160 Rainy Day Fund									4,118,945	4,118,945
162 Capital Reserves					3,469,683				13,107,750	16,577,433
197 CHIP Loan Program	193,889	78,723	2,500	230,600	15,000			20,489	15,747,684	16,288,885
198 Comm Dev Block Grants	122,375	50,864	1,000	548,616				62,565		785,420
210 Bond Redemption Fund							2,889,515			2,889,515
243 LID Guaranty Fund					10,000				2,300	12,300
299 L.I.D. Redemption Fund					5,000				5,703	10,703
401 Water/Sewer Utility	17,374,543	7,088,405	4,334,525	10,994,325	71,136,149	2,060,000	17,284,848	7,126,784	15,023,986	152,423,565
402 Solid Waste Utility	71,081	22,823	26,500	164,200	977,640		1,182,500	13,756	757,671	3,216,171
425 Public Works - Transit	9,748,648	4,200,974	136,868	1,316,063	1,744,366	479,128		5,724,592	6,684,389	30,035,028
430 Everpark Garage			1,200	320,909				16,248	2,565,470	2,903,827
440 Golf	807,668	265,317	744,674	1,822,034		141,304	332,683	117,382		4,231,062
450 Sno. Rvr Reg. Water Auth.				54,000						54,000
451 Everett-Tulalip Joint Wtrline						680,000				680,000
501 Motor Vehicle Division	1,519,214	679,126	4,277,489	319,704	50,000			471,506	462,146	7,779,185
503 Self-Insurance Fund		1,481,695		6,345,713					8,128,501	15,955,909
505 Computer Reserve Fund			250,000	1,088,599		600,000			240,355	2,178,954
507 Telecommunication	252,109	94,926	65,596	790,891				41,052	417,359	1,661,933
508 Health Benefits Reserve		12,000,000	1,000	1,209,000					5,110,844	18,320,844
637 Police Pension		2,250,845	2,000	20,000					14,760,231	17,033,076
638 Fire Pension		3,010,965	2,000	18,000					28,628,137	31,659,102
TOTAL	100,759,904	55,100,565	13,056,020	38,020,030	92,901,401	14,693,755	21,869,412	21,149,650	160,366,652	517,917,389

GENERAL TAXING AUTHORITY

Taxes make up approximately 34% of the City's total revenue budget and approximately 81.2% of the General Government revenue budget.

Most of the City's tax rates are at the state statutory maximum. Increased capacity remains within the following: B & O, gambling, admissions and Payment in Lieu of Tax (PILOT) taxes. Cable and Garbage utility taxes are not statutorily limited. State legislation places a 1% annual revenue growth limitation on property taxes. Any additional property tax increase requires voter approval.

Major Tax Source	2015 Rate	2015 Budget	Maximum Rate	Remaining Taxing Capacity (Rate)	Remaining Taxing Capacity (in dollars)
Property Tax					
- Regular	\$2.734	\$34,225,178	N/A	N/A	N/A
- Special	\$0.494	\$6,181,355	N/A	N/A	N/A
Sales Tax					
- Regular	0.85%	\$24,481,213	0.85%	0.00%	\$0
- Criminal Justice (A)	0.10%	\$1,392,341	0.10%	0.00%	\$0
- Transit	0.60%	\$17,280,856	0.90%	0.30%	\$8,640,428
Business & Occupation Tax					
- Regular (E)	0.10%	\$21,438,950	0.20%	0.10%	\$21,438,950
Utility Tax					
- Telephone	6.00%	\$3,669,667	6.00%	0.00%	\$0
- Natural Gas	6.00%	\$1,642,417	6.00%	0.00%	\$0
- Electricity	6.00%	\$7,045,750	6.00%	0.00%	\$0
- Brokered Natural Gas	6.00%	\$730,065	6.00%	0.00%	\$0
- Cable	2.00%	\$544,000	(D)		
- Solid Waste/Garbage	2.00%	\$420,600	(D)		
Leasehold Tax	4.00%	\$355,000	4.00%	0.00%	\$0
Gambling Tax					
- Bingo & Raffles	3.50%	\$2,000	5.00%	1.50%	\$857
- Amusement Games	2.00%	\$338	2.00%	0.00%	\$0
- Punch Brds/Pull Tabs	4.00%	\$284,200	5.00%	1.00%	\$71,050
- Card Rooms (C)	10.00%	\$0	20.00%	10.00%	\$0
PILOT					
- Utilities (Water, Sewer, Stormwater)	6.00%	\$4,417,680	(B)	(B)	(B)
- Transit	6.00%	\$152,484	(B)	(B)	(B)
Cable TV Franchise Fee	5.00%	\$1,452,300	5.00%	0.00%	\$0
Admissions Tax					
- Golf	4.00%	\$106,826	5.00%	1.00%	\$26,707
- Other Amusement	5.00%	\$367,200	5.00%	0.00%	\$0
Hotel/Motel Tax	2.00%	\$387,000	2.00%	0.00%	\$0
Real Estate Excise Tax					
- 1st Quarter (CIP 2)	0.25%	\$1,664,171	0.25%	0.00%	\$0
- 2nd Quarter (CIP 3)	0.25%	\$1,664,171	0.25%	0.00%	\$0

(A) City levies tax, County distributes

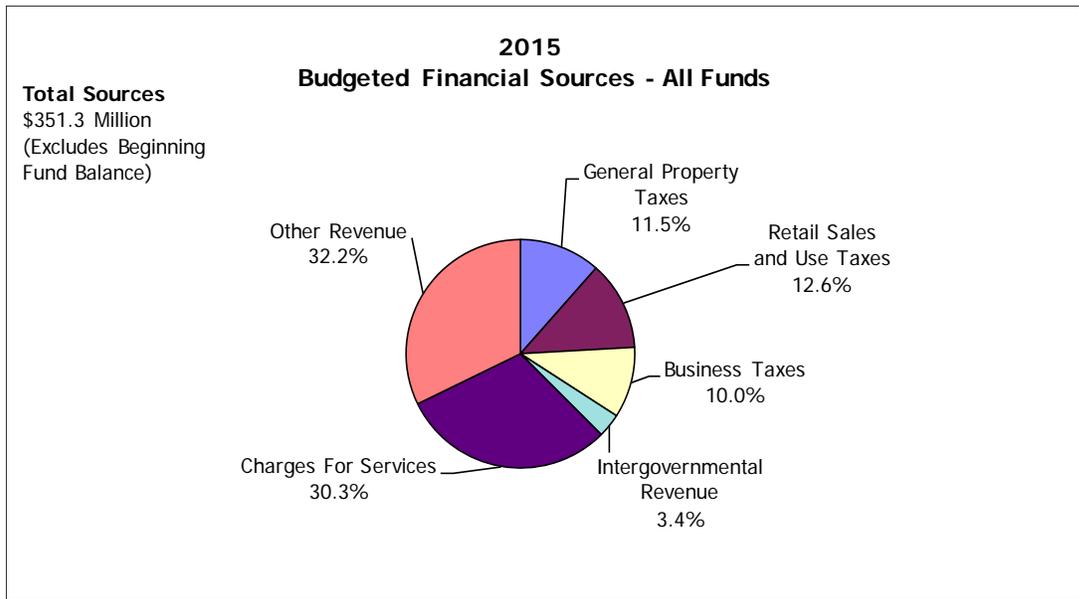
(B) Payment In Lieu of Tax (PILOT) rate determined by City Council

(C) Player funded banked card games taxed at 5%

(D) Not statutorily limited

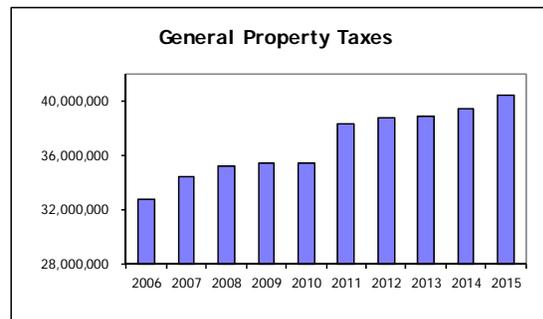
(E) Remaining capacity figure does not reflect reduction related to Boeing Agreement limiting rate to .10% until 2023

ANALYSIS OF SOURCES



General Property Taxes

		Amount	% Change
Actual	2006	32,814,005	1.6%
Actual	2007	34,447,362	5.0%
Actual	2008	35,210,826	2.2%
Actual	2009	35,409,255	0.6%
Actual	2010	35,395,579	0.0%
Actual	2011	38,373,048	8.4%
Actual	2012	38,767,680	1.0%
Actual	2013	38,937,697	0.4%
Budget	2014	39,480,908	1.4%
Budget	2015	40,406,533	2.3%



Property tax receipts represent approximately 11.5% of the City's total income for 2015. The large increases in 2007 and 2011, as shown above, were both due to annexations. The Snohomish County Treasurer collects property taxes levied in the City of Everett's five overlapping tax districts, which include the State, local schools, Snohomish County, City of Everett, and the Port of Everett. Several limitations control the growth of regular property tax levies and revenues:

Levy Rate Limitations

RCW 84.52.050 limits the aggregate of all regular tax levies by the state and all taxing districts to \$10 per \$1,000 of assessed value (AV). If the taxes of all districts collectively exceed this amount, a proportionate adjustment is applied until the total is reduced to the 1 percent limit.

RCW 84.52.043 limits the regular levy rate of a city to \$3.375 per \$1,000 of AV. **RCW 41.16.060** authorizes cities with LEOFF 1 Fire pension obligations to levy an additional \$0.225 per \$1,000 of AV. The City of Everett's maximum regular levy rate is \$3.60 per \$1,000 of AV.

Revenue Growth Limitations

Initiative 747 passed by the voters in November of 2001 limited the amount by which a taxing jurisdiction can increase the amount of its regular property tax levy to the lesser of the Implicit Price Deflator (IPD) or one percent, plus adjustments for new construction and annexations. Tax increases greater than one percent must be approved by the voters at an election held according to RCW 84.55.050. A simple majority vote is required.

In 2007, initiative 747 was found to be unconstitutional. However, the state legislature subsequently amended **RCW 84.55.005** and **RCW 84.55.0101** to limit property tax increases to one percent.

2015 Levy

The 2015 budget for regular property tax revenue is \$34,225,178, a 1.4% increase over the 2014 budget. The 1.4% growth includes the 1.0% annual increase allowed by state law and 0.4% derived from new construction. In addition to monies collected for the regular levy, the City also receives voter-approved property tax to fund EMS services. Revenues for EMS services are estimated to be \$6,181,355 for 2015.

Levy rates are calculated as follows:

$$\text{Total Levy Amount} \div [\text{Total City Assessed Valuation} \div \$1,000]$$

In 2015, the City's aggregate levy rate is forecast to be:

$$\$40,406,533 \div [\$12,520,143,485 \div \$1,000] = \$3.23$$

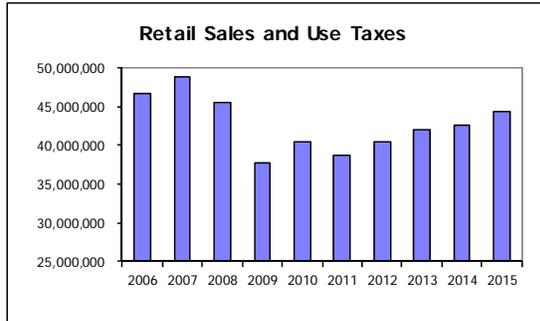
The aggregate levy rate consists of:

Regular Levy	\$2.734
EMS Levy	<u>0.494</u>
TOTAL	\$3.227

In April 2010, the voters approved a levy lift to increase the EMS levy rate to the maximum permissible rate of \$0.50 per \$1,000 assessed valuation. This increased EMS property taxes by more than \$1.7 million from 2010 to 2011. In 2012 and 2013 EMS property taxes decreased by \$571,000 and \$520,000, respectively, as the assessed value reduction combined with the 50 cent levy rate limit forced down the amount available to levy. With the subsequent increase in assessed value for 2014 and 2015 taxes, the City was able to regain a portion of the voter approved EMS levy that was temporarily suppressed during the downturn.

Sales and Use Taxes

		Amount	% Change
Actual	2006	46,661,959	20.1%
Actual	2007	48,709,565	4.4%
Actual	2008	45,448,180	-6.7%
Actual	2009	37,663,491	-17.1%
Actual	2010	40,467,386	7.4%
Actual	2011	38,619,687	-4.6%
Actual	2012	40,343,977	4.5%
Actual	2013	41,977,010	4.0%
Budget	2014	42,624,910	1.5%
Budget	2015	44,271,475	3.9%



Sales and use tax receipts represent approximately 12.6% of the City's total income for 2015. The following table breaks down the rate into individual taxing entities. The bolded lines are those that the City of Everett receives from sales within the City of Everett limits. The Everett Transit and Criminal Justice portions of the sales tax were voter approved.

Sales Tax Allocation %

State of Washington	6.50%
City of Everett	0.85%
Snohomish County	0.15%
Everett Transit	0.60%
Criminal Justice	0.10%
Snoh Co Mental Health	0.10%
Sound Transit (RTA)	0.90%
Total	9.20%

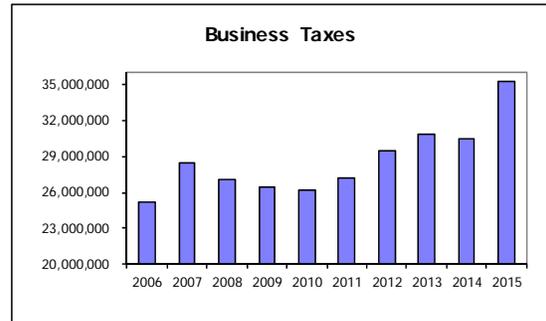
Lodging tax is also included in this revenue category. The City of Everett imposes a 2% state hotel/motel tax on lodging fees.

Both the sales and lodging taxes are collected by the state and remitted to the City on a monthly basis.

Sales tax grew at a robust 25.3% from 2005 to 2007. Factors that contributed to growth include increased employment, population growth, inflation, annexations, and construction projects. Sales tax collected on construction projects is one-time revenue and does not increase the City's retail sales tax base. During the great recession, total City sales tax collections dropped 22% or \$11.0 million. Retail sales collections bottomed out in late 2009 and began to pick up in 2010, albeit off of a lower base. After a small downturn in 2011, we began to see activity increase again in 2012. We have budgeted for a growth of 3.9% for 2015 based on economic recovery projects (increased employment, construction projects, etc.).

Business and Utility Taxes

		Amount	% Change
Actual	2006	25,221,711	4.9%
Actual	2007	28,464,074	12.9%
Actual	2008	27,129,553	-4.7%
Actual	2009	26,427,057	-2.6%
Actual	2010	26,181,296	-0.9%
Actual	2011	27,197,558	3.9%
Actual	2012	29,431,084	8.2%
Actual	2013	30,804,722	4.7%
Budget	2014	30,427,620	-1.2%
Budget	2015	35,235,410	15.8%



Business and utility taxes represent approximately 10.03% of the City's total income for 2015.

The City imposes and collects Business and Occupation taxes on all business activity within its jurisdiction. RCW 35.21.710 limits the B & O tax to a rate of 0.2% (\$2.00 per \$1,000 of gross business receipts). Everett's rate is 0.1% (\$1.00 per \$1,000). RCW 35.21.706 requires that any action taken to increase B & O tax must include referendum provisions, allowing a public vote to recall changes to the rate.

The B & O tax is subject to a degree of volatility due, in large part, to world airline market conditions and the cyclical nature of this industry. Everett follows projected aircraft sales and delivery schedules closely and continues to incorporate currently published announcements into its forecasting model. As part of the Boeing tax incentive package signed in December 2003, the City of Everett agreed to a reduction in its B & O tax rate for the portion of annual manufacturing gross receipts greater than \$6 billion, growing to \$7 billion in 2010. For those receipts, the B & O tax rate is reduced from .001 to .00025. This agreement went into effect on January 1, 2006.

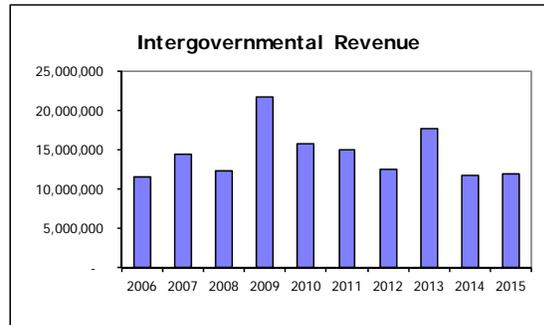
Overall, B & O taxes are budgeted to grow 11% in 2015. Factors influencing this growth rate include an expected increase in the aerospace industry, an increase in audit recoveries, and a general economic recovery within the City of Everett.

The City imposes utility taxes upon gross revenues of the local natural gas, telephone, electric, garbage and cable companies and a cable franchise fee on cable companies. These companies do not pay the regular business and occupation tax. Utility Taxes and Cable Franchise fees, as a revenue category, are forecast to increase 39% in 2015. The majority of this increase can be attributed to tax rate adjustments taking affect January 1, 2015. The natural gas, telephone, and electric tax rates will increase from 4.5% to the maximum rate of 6.0%. In addition, a 2.0% utility tax on garbage and cable utilities will take affect the first of the year.

The City imposes a 4% admissions tax on Golf, and a 5% admissions tax on other amusements. Beginning in 2006, the City stopped charging admissions tax on all events at the Everett Events Center to avoid overlapping with the Everett Public Facilities District 5% admissions tax. Golf and other amusement admissions taxes are forecast to grow by 5.0% in 2015.

Intergovernmental Revenue

		Amount	% Change
Actual	2006	11,593,171	28.1%
Actual	2007	14,394,858	24.2%
Actual	2008	12,280,650	-14.7%
Actual	2009	21,726,084	76.9%
Actual	2010	15,663,949	-27.9%
Actual	2011	15,065,075	-3.8%
Actual	2012	12,404,886	-17.7%
Actual	2013	17,773,113	43.3%
Budget	2014	11,754,952	-33.9%
Budget	2015	11,840,896	0.7%



Intergovernmental revenue receipts represent approximately 3.4% of the City's total income for 2015.

The City of Everett regularly seeks state and federal grants to aid in funding various projects or services. Because of the unpredictability associated with grant availability from year to year, we budget only for grant monies that we know, with some certainty, the City will receive in the coming year. Transportation related grants again dominate the field in 2015, with FTA grants providing funding for buses, para-transit vehicles and vehicle technology. In addition, state grants will provide funding for commute trip reduction, operating assistance, and regional mobility. Other large grants include Community Development Block Grants and Community Housing Improvement Program (CHIP) grants.

State shared revenues consist of liquor board profits, liquor excise taxes, and unrestricted gas taxes. The 2015 budget amounts for state shared revenues are based on published estimates from the Municipal Services and Research Center of Washington.

Liquor board profits are derived from license fees that the State Liquor Control Board collects from distributors and retailers, and are distributed to the cities and counties based on population. In 2012, the citizens of Washington State voted to privatize liquor sales. At that time, the state passed legislation that provided for an additional \$10 million distribution to local governments to be used to enhance public safety programs and permanently diverted all growth in liquor board profits to the state. Therefore, 2015 liquor board profits are expected to remain flat from 2014 to 2015 at \$911,000.

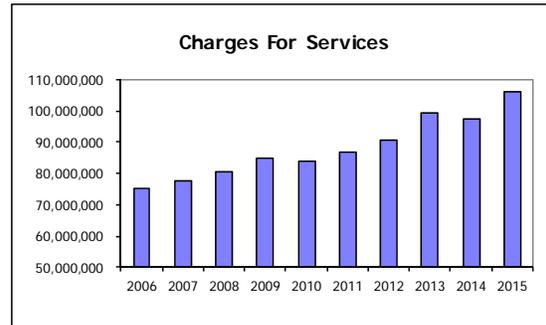
The state imposes liquor excise taxes on liquor and wine sales, with distribution based on population. In 2012, the state passed legislation that provided for the state to retain all liquor excise taxes for their FY 2013 and permanently divert \$10 million annually from local distribution thereafter. This reduced the City's 2013 budget from \$377,000 to \$69,100. For 2015, liquor excise taxes are budgeted at \$200,400.

Two percent of the liquor excise tax and liquor board profit distributions must be used on alcoholism programs.

Lastly, the state imposes gas taxes on sales within the state and distributes the proceeds based upon population. Gas tax revenues are used for street maintenance and street overlay projects.

Charges for Goods and Services

		Amount	% Change
Actual	2006	75,098,449	9.4%
Actual	2007	77,819,805	3.6%
Actual	2008	80,725,449	3.7%
Actual	2009	84,754,711	5.0%
Actual	2010	84,065,813	-0.8%
Actual	2011	86,994,964	3.5%
Actual	2012	90,884,939	4.5%
Actual	2013	99,476,351	9.5%
Budget	2014	97,227,492	-2.3%
Budget	2015	106,356,272	9.4%



Charges for Goods and Services represent approximately 30.3% of the City's total income for 2015. This revenue source is comprised of fees charged for providing specialized services that are distinct from general services funded from general taxation. Charges for Goods and Services include probation fees; plan check fees; animal shelter fees; swimming and golf fees and other recreational programs; traffic mitigation; water, sewer, and storm drainage fees; solid waste and recycling fees; transit fares and interdepartmental services. A large percentage (71.8%) of this revenue category is attributable to water, sewer, and storm drainage fees.

Water, sewer and storm drainage fees are expected to grow by 5.8% from 2014 to 2015 due to a rate increase and activity growth. Other notable categories include fees and charges related to the Animal Shelter which are budgeted to increase by 15.4% due to an increase in activity and Economic Environment fees (SEPA Environmental Checklist, Plan Checks) which are budgeted to grow 24% over 2014 due to increased activity.

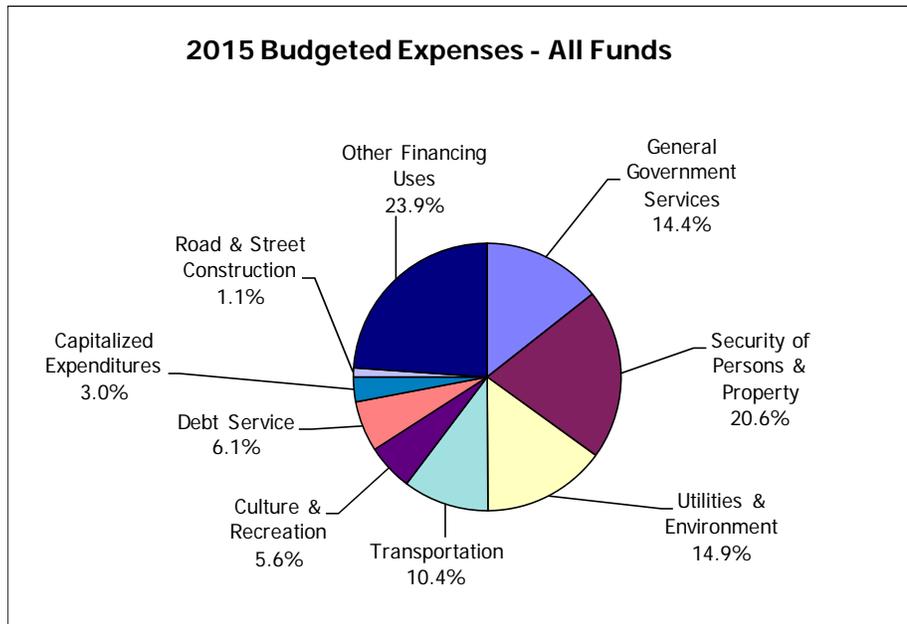
Other Revenue

The "Other Revenue" category of the budget comprises \$113.2 million or 32.2% of the budget for 2015.

Significant items in Other Revenue include:

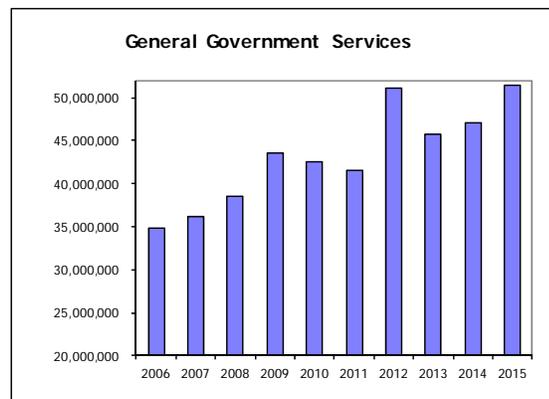
- Bond proceeds - \$60.0 million
- Interest earnings - \$4.3 million
- Rents and lease income - \$4.0 million
- Business licenses & permits - \$2.0 million
- Transfers In - \$16.0 million
- Fines and forfeits - \$1.9 million
- Sale of capital assets - \$1.1 million
- Real estate excise tax - \$4.0 million
- Miscellaneous revenue - \$18.5 million.

ANALYSIS OF USES



General Government Services

		Amount	% Change
Actual	2006	34,890,274	-11.1%
Actual	2007	36,198,239	3.7%
Actual	2008	38,617,246	6.7%
Actual	2009	43,555,665	12.8%
Actual	2010	42,625,668	-2.1%
Actual	2011	41,538,359	-2.6%
Actual	2012	51,050,085	22.9%
Actual	2013	45,795,463	-10.3%
Budget	2014	47,129,159	2.9%
Budget	2015	51,384,775	9.0%



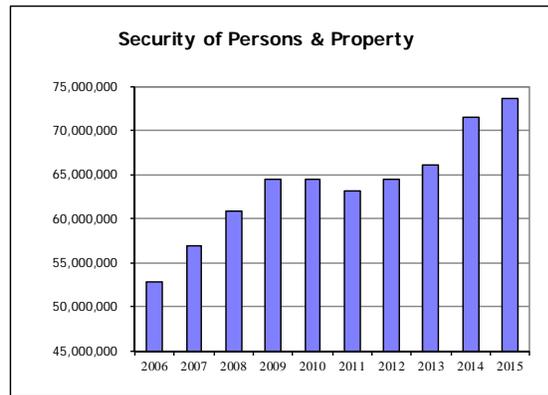
General Government Services include Legislative, Judicial, Executive, Financial and Records Services, Legal, Personnel, Employee Benefit Programs and Central Services. Employee Benefit Programs comprise 42% of this category.

The large increase from 2011 to 2012 in General Government Services was due primarily to the pre-funding of 2013 insurance premiums in 2012.

The 9.0% increase from 2014 to 2015 includes: an \$800,000 increase for debt service obligations related to the 2014 floating rate bonds; a \$1.4 million increase in the salary contingency line item for possible contract settlements; a \$384,000 increase for indigent defense due to new state regulations; a \$650,000 increase in health benefit costs related to estimated payments for medical benefits and rebuild the health benefits reserve; and a \$473,000 increase in the allocation to the Self-Insurance reserve for torts and liability insurance.

Security of Persons and Property

		Amount	% Change
Actual	2006	52,769,247	6.1%
Actual	2007	56,885,145	7.8%
Actual	2008	60,933,453	7.1%
Actual	2009	64,449,610	5.8%
Actual	2010	64,481,960	0.1%
Actual	2011	63,138,335	-2.1%
Actual	2012	64,394,883	2.0%
Actual	2013	66,028,204	2.5%
Budget	2014	71,589,499	8.4%
Budget	2015	73,636,039	2.9%

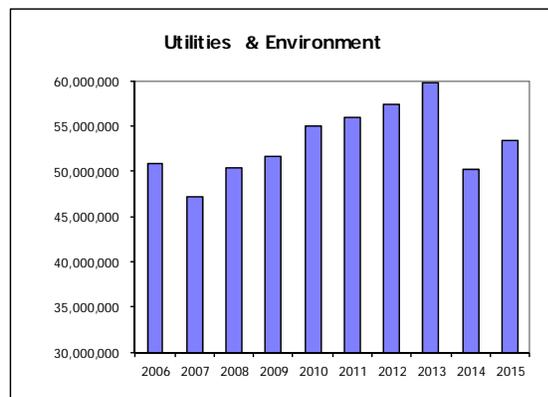


Security of Persons and Property includes Law Enforcement (46.7%); Fire Control (28.7%), Communications (6.8%), Emergency Medical Services (10.5%), Detention & Corrections (4.9%), and Protective Inspections (2.4%). With the exception of Communications, labor makes up the majority of costs in this category. Between 2006 and 2012, the City added 4 non-uniform and 20 uniform staff to the Police department. In that same time frame, the City added an Emergency Operations Center Director to the Fire department and concluded its agreement for paramedic services with another city, which allowed the department to reduce its paramedic FTE count by five through attrition.

The 2014 and 2015 budgets contemplate fully staffed police and fire departments. In 2013, the departments averaged a combined eighteen vacant positions per month. These vacancies held down expenditures in 2013 and is the largest factor contributing to the 8.4% increase from the 2013 actual expenditures to the 2014 budgeted expenditures. The 2015 budget also adds \$646,750 to the jail fee budget to account for a jail rate increase.

Utilities and Environment

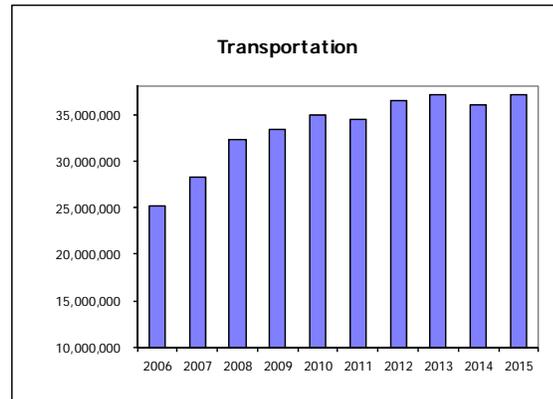
		Amount	% Change
Actual	2006	50,883,672	21.9%
Actual	2007	47,139,549	-7.4%
Actual	2008	50,419,894	7.0%
Actual	2009	51,683,124	2.5%
Actual	2010	55,012,035	6.4%
Actual	2011	56,004,882	1.8%
Actual	2012	57,441,579	2.6%
Actual	2013	59,807,450	4.1%
Budget	2014	50,290,309	-15.9%
Budget	2015	53,470,623	6.3%



The City of Everett's Water/Sewer Utility makes up 99% of this category. Water operations include the distribution and filtration of water for the citizens of Everett as well as sales to other water systems in Snohomish County. Sewer operations include collection and treatment of sewage and surface water management. The large decrease from 2013 to 2014 is due in large part to depreciation expense which is accounted for in actuals but not budgeted for. The 6.3% increase from 2014 to 2015 is due primarily to rising labor costs including the addition of 2.5 FTEs and an increase of \$1.3 million to the repairs and maintenance budget for several planned major repair jobs.

Transportation

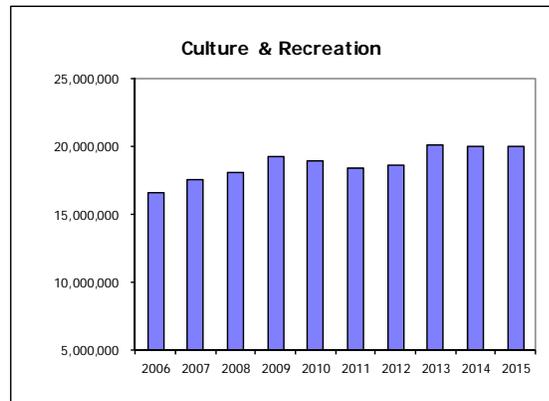
		Amount	% Change
Actual	2006	25,136,919	6.4%
Actual	2007	28,322,211	12.7%
Actual	2008	32,260,383	13.9%
Actual	2009	33,434,945	3.6%
Actual	2010	35,008,421	4.7%
Actual	2011	34,527,810	-1.4%
Actual	2012	36,484,038	5.7%
Actual	2013	37,089,219	1.7%
Budget	2014	36,010,918	-2.9%
Budget	2015	37,084,172	3.0%



Everett Transit comprises about 62% of the Transportation expenditures. Road and Street Maintenance, the Motor Vehicle Division, and the EverPark Garage make up the balance in this category. Just over 20.0 FTEs were added to the Transit Department between 2006 and 2010 to provide for expanded service. The decrease from 2013 to 2014 was due primarily to reductions in grant related expenditures. 2015 expenditures are budgeted to grow 3.0% due to labor benefit cost increases and planned repairs at Everett Station.

Culture and Recreation

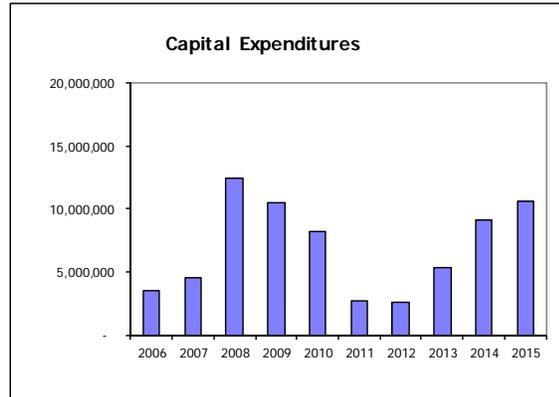
		Amount	% Change
Actual	2006	16,540,645	4.9%
Actual	2007	17,591,772	6.4%
Actual	2008	18,098,768	2.9%
Actual	2009	19,261,365	6.4%
Actual	2010	18,879,108	-2.0%
Actual	2011	18,424,690	-2.4%
Actual	2012	18,569,976	0.8%
Actual	2013	20,101,418	8.2%
Budget	2014	20,026,687	-0.4%
Budget	2015	20,020,998	0.0%



Culture and Recreation is comprised of Parks and Recreation (48%), Library services (22%), Golf (19%), Municipal Arts, Conference Center, and Hotel Motel tax-funded expenditures. The change from 2012 to 2013 of 8.2% was due to vacant positions in 2012 and a full staffing budget for 2013. Although the change between 2013 through 2015 is fairly flat, a total of 7.60 FTEs were eliminated from the budget (three Park's positions in 2014, two Park's positions in 2015, and 2.60 Library positions in 2015). These eliminations offset the increase in labor costs, including the addition of benefits for eighteen Park and Golf day laborers due to the new Affordable Care Act requirements, a 2% increase to the Park's maintenance and operations budget, the restoration of \$100,000 to the Park's capital projects budget, and annual increases to the Library's book budget.

Capital Expenditures

		Amount	% Change
Actual	2006	3,468,685	-47.1%
Actual	2007	4,523,860	30.4%
Actual	2008	12,501,854	176.4%
Actual	2009	10,561,975	-15.5%
Actual	2010	8,210,361	-22.3%
Actual	2011	2,653,234	-67.7%
Actual	2012	2,537,452	-4.4%
Actual	2013	5,351,895	110.9%
Budget	2014	9,161,174	71.2%
Budget	2015	10,676,505	16.5%

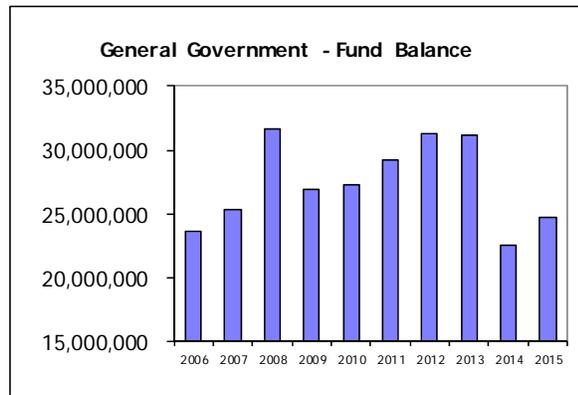


Capital expenditures can vary greatly between years due to the timing of capital projects and the availability of funding sources to pay for capital projects/assets. 2011 and 2012 were particularly low due in large part to the recession. Please see the Capital and Debt section of the budget for details on capital expenditures.

ANALYSIS OF FUND BALANCE

General Government – Fund Balance

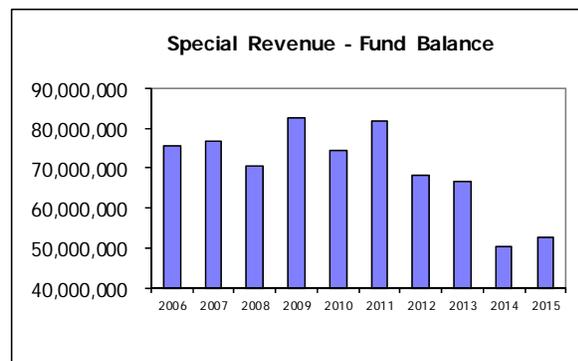
		Amount	% Change
Actual	2006	23,701,463	14.7%
Actual	2007	25,317,216	6.8%
Actual	2008	31,674,468	25.1%
Actual	2009	26,885,848	-15.1%
Actual	2010	27,264,821	1.4%
Actual	2011	29,201,798	7.1%
Actual	2012	31,286,509	7.1%
Actual	2013	31,124,730	-0.5%
Budget	2014	22,600,000	-27.4%
Budget	2015	24,700,000	9.3%



In 2004, the City Council adopted a fund balance policy retaining a reserve balance equal to 20% of operating revenues. For years ending 2005 through 2007, the City targeted the 20% reserve and transferred excess funds to pension and CIP reserve accounts. For years ending 2008 through 2013, the City chose to retain the surplus in the general fund as a contingency against potential revenue shortfalls, labor contract settlements, and known potential liabilities (landslides). 2014 and 2015 were budgeted to end the year at the 20% target.

Special Revenues – Fund Balance

		Amount	% Change
Actual	2006	75,727,350	9.3%
Actual	2007	76,578,433	1.1%
Actual	2008	70,644,767	-7.7%
Actual	2009	82,691,496	17.1%
Actual	2010	74,256,811	-10.2%
Actual	2011	81,758,656	10.1%
Actual	2012	68,144,230	-16.7%
Actual	2013	66,565,330	-2.3%
Budget	2014	50,259,950	-24.5%
Budget	2015	52,879,560	5.2%

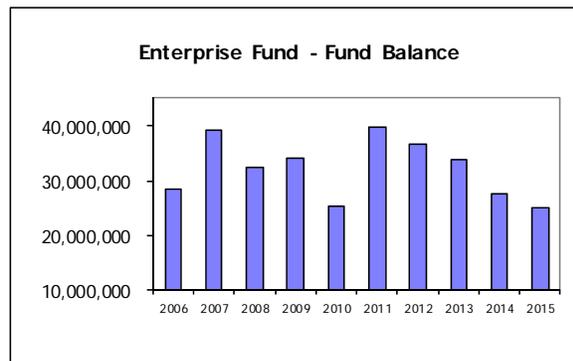


Special Revenues Funds are generally used to account for revenues that are to be spent for special purposes or projects, such as capital projects, traffic mitigation, street improvements, and Emergency Medical Services operations. Often a project is budgeted for but then deferred or only partially completed by year-end, which can create dramatic changes in fund balance from one year to the next.

The large decrease from 2011 to 2012 was due to the funding of several major capital projects including the Downtown Plaza, the new Municipal Court Building, 41st Street round about, and ballfields at Kasch Park. The 2014 budget included amounts for the Fire Administration Building seismic retrofit and the Broadway bridge replacement. Additionally, Fund 162 (CIP2) will transfer funds to the Debt Service funds for debt service payments on the conference center bonds and the bonds related to property purchased for the events center.

Enterprise Fund – Fund Balance

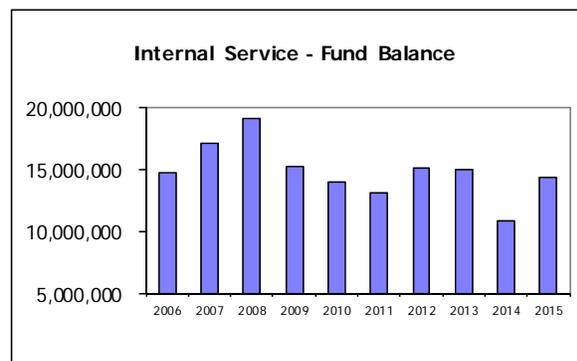
		Amount	% Change
Actual	2006	28,452,350	3.1%
Actual	2007	39,270,351	38.0%
Actual	2008	32,543,021	-17.1%
Actual	2009	34,128,646	4.9%
Actual	2010	25,454,746	-25.4%
Actual	2011	39,653,755	55.8%
Actual	2012	36,710,133	-7.4%
Actual	2013	33,726,162	-8.1%
Budget	2014	27,731,996	-17.8%
Budget	2015	25,031,516	-9.7%



The two largest enterprise funds are the Utilities and Transit funds. Changes in Fund Balance between 2011 and 2015 are due primarily to the issuance of water and sewer revenue bonds and the subsequent use of the bond proceeds. In addition, the Transit Department fund balance decreased by roughly \$1.8 million in 2013 due to planned capital outlay.

Internal Service – Fund Balance

		Amount	% Change
Actual	2006	14,708,451	11.2%
Actual	2007	17,091,883	16.2%
Actual	2008	19,109,423	11.8%
Actual	2009	15,247,883	-20.2%
Actual	2010	13,999,942	-8.2%
Actual	2011	13,106,914	-6.4%
Actual	2012	15,089,986	15.1%
Actual	2013	14,930,640	-1.1%
Budget	2014	10,852,848	-27.3%
Budget	2015	14,359,205	32.3%

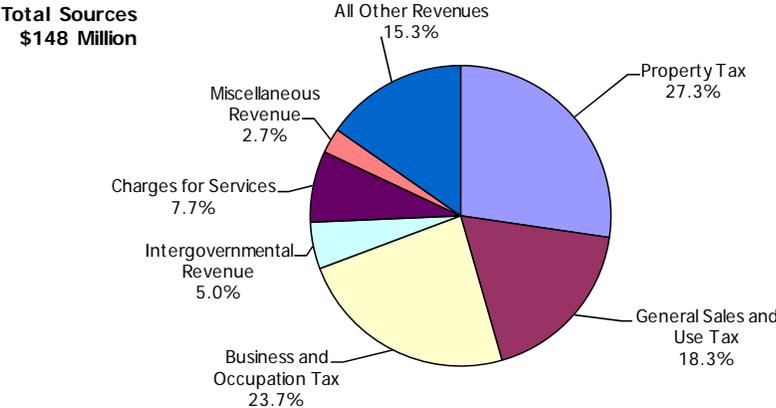


The Internal Service Funds combined fund balance decreased over \$8.0 million from its high in 2008 to the 2014 budget amount. The majority of the decrease was in the Self Insurance Fund and the Employee Health Benefit Reserve Fund. Both funds experienced abnormally high claims in 2009 which brought the fund balances down \$2.8 million and \$1.4 million, respectively. Additional contributions to the Self Insurance Fund in 2010 increased that fund's balance by \$1.8 million. However, the Employee Health Benefit Reserve fund continued to experience higher than expected medical claims and health care costs in 2010 which caused the fund balance to decrease another \$2.8 million.

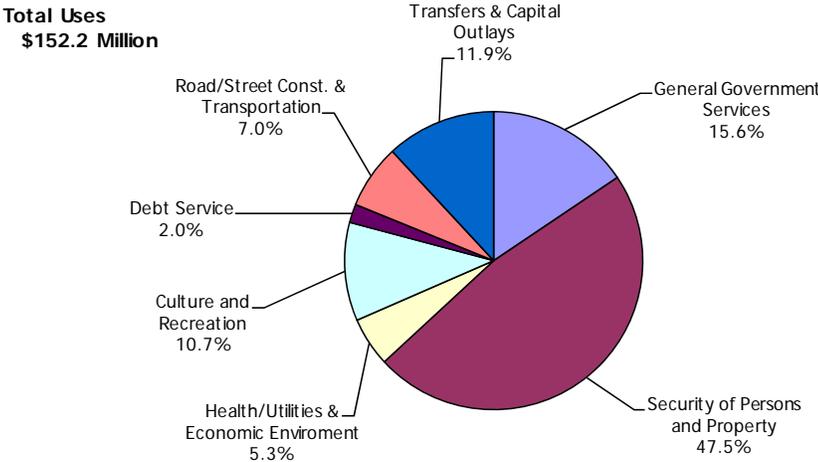
Funding rates for the Employee Benefits Reserve fund were increased by 25% for 2013 and an additional 16.5% in 2014 to accommodate high expected claims and rebuild the fund balance to the recommended level. The budget for 2015 anticipates that the fund balance will be restored to the required legal amount. Overall, the Internal Service Funds combined fund balance is budgeted to increase by 32.3% in 2015 as the City restores balances back to recommended levels.

GOVERNMENTAL FUNDS FINANCIAL SOURCES & USES

2015 Budgeted Financial Sources - Governmental Funds



2015 Budgeted Uses - Governmental Funds



Summary of Financial Sources and Uses Governmental Funds Page 1 of 2

	GENERAL GOVERNMENT OPERATIONS			SPECIAL REVENUE FUNDS		
	2013 Actuals	2014 Amended Budget	2015 Adopted Budget	2013 Actuals	2014 Amended Budget	2015 Adopted Budget
Financial Sources						
Property Tax	\$ 33,640,346	\$ 33,791,839	\$ 34,225,178	\$ 5,361,409	\$ 5,689,069	\$ 6,181,355
General Sales and Use Tax	23,595,465	24,195,500	25,211,278	1,850,697	1,728,381	1,779,341
Business and Occupation Tax	30,599,170	30,322,325	35,128,584	-	-	-
Other Taxes	4,576,849	5,049,962	5,211,702	2,454,933	2,560,600	3,328,342
Licenses and Permits	1,322,962	1,363,451	3,376,461	-	-	-
Intergovernmental Revenue	5,935,715	5,339,309	4,509,862	3,039,225	3,267,937	2,937,303
Charges for Goods and Services	8,833,984	8,746,675	9,440,874	1,856,918	1,950,078	1,894,218
Fines and Forfeits	1,811,962	1,882,260	1,850,350	8,659	9,000	8,750
Miscellaneous Revenue	1,665,818	1,653,500	1,557,609	(511,583)	1,958,139	2,442,295
Other Financing Sources	2,680,259	1,965,724	2,407,482	2,292,242	1,314,184	3,568,322
Total Financial Sources	\$ 114,662,530	\$ 114,310,545	\$ 122,919,380	\$ 16,352,500	\$ 18,477,388	\$ 22,139,926
Uses of Financial Sources						
General Government Services	\$ 21,973,500	\$ 25,156,807	\$ 22,064,462	\$ 2,023,904	\$ 1,597,818	\$ 1,640,496
Security of Persons & Property	56,727,167	59,952,140	61,986,773	8,062,498	11,878,260	10,357,892
Utilities & Environment	228,636	-	-	-	-	-
Transportation	5,986,630	6,451,350	6,607,265	-	-	-
Economic Environment	5,219,950	6,187,068	5,711,019	1,664,740	2,015,822	1,491,642
Mental & Physical Health	864,116	942,315	939,421	-	-	-
Culture & Recreation	14,589,991	15,012,688	15,082,896	1,300,940	968,103	1,181,027
Debt Service	-	-	-	238,736	245,735	179,866
Capitalized Expenditures	1,923,614	1,257,222	1,161,942	2,937,004	6,965,234	5,600,931
Road & Street Construction	1,247,920	3,463,751	3,653,115	-	1,103,820	317,335
Other Financing Uses	6,062,785	2,259,647	5,712,487	4,076,314	8,600,211	5,604,086
Total Uses of Financial Sources	\$ 114,824,309	\$ 120,682,988	\$ 122,919,380	\$ 20,304,136	\$ 33,375,003	\$ 26,373,275
Net Increase (Decrease) in Fund Balance	\$ (161,779)	\$ (6,372,443)	\$ -	\$ (3,951,636)	\$ (14,897,615)	\$ (4,233,349)
Fund Balance January 1	31,286,509	28,972,443	24,700,000	70,516,966	65,157,565	57,112,909
Fund Balance December 31	\$ 31,124,730	\$ 22,600,000	\$ 24,700,000	\$ 66,565,330	\$ 50,259,950	\$ 52,879,560

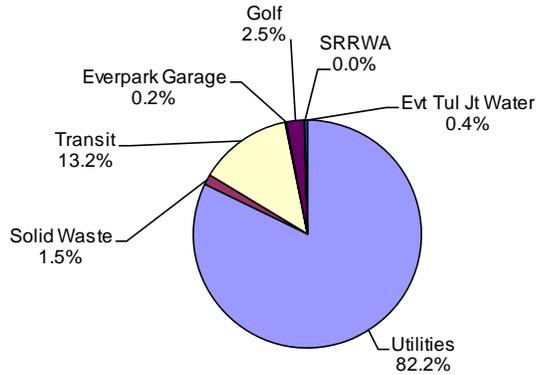
Summary of Financial Sources and Uses Governmental Funds Page 2 of 2

	DEBT SERVICE FUNDS			TOTAL GOVERNMENTAL FUNDS		
	2013 Actuals	2014 Amended Budget	2015 Adopted Budget	2013 Actuals	2014 Amended Budget	2015 Adopted Budget
Financial Sources						
Property Tax	\$ -	\$ -	\$ -	\$ 39,001,755	\$ 39,480,908	\$ 40,406,533
General Sales and Use Tax	-	-	-	25,446,162	25,923,881	26,990,619
Business and Occupation Tax	-	-	-	30,599,170	30,322,325	35,128,584
Other Taxes	-	-	-	7,031,782	7,610,562	8,540,044
Licenses and Permits	-	-	-	1,322,962	1,363,451	3,376,461
Intergovernmental Revenue	-	-	-	8,974,940	8,607,246	7,447,165
Charges for Goods and Services	-	-	-	10,690,902	10,696,753	11,335,092
Fines and Forfeits	-	-	-	1,820,621	1,891,260	1,859,100
Miscellaneous Revenue	15,420	6,000	5,500	1,169,655	3,617,639	4,005,404
Other Financing Sources	1,177,776	2,750,708	2,894,015	6,150,277	6,030,616	8,869,819
Total Financial Sources	\$ 1,193,196	\$ 2,756,708	\$ 2,899,515	\$ 132,208,226	\$ 135,544,641	\$ 147,958,821
Uses of Financial Sources						
General Government Services	\$ -	\$ -	\$ -	\$ 23,997,404	\$ 26,754,625	\$ 23,704,958
Security of Persons & Property	-	-	-	64,789,665	71,830,400	72,344,665
Utilities & Environment	-	-	-	228,636	-	-
Transportation	-	-	-	5,986,630	6,451,350	6,607,265
Economic Environment	-	-	-	6,884,690	8,202,890	7,202,661
Mental & Physical Health	-	-	-	864,116	942,315	939,421
Culture & Recreation	-	-	-	15,890,931	15,980,791	16,263,923
Debt Service	1,143,334	2,727,340	2,889,515	1,382,070	2,973,075	3,069,381
Capitalized Expenditures	-	-	-	4,860,618	8,222,456	6,762,873
Road & Street Construction	-	-	-	1,247,920	4,567,571	3,970,450
Other Financing Uses	84,441	48,368	15,000	10,223,540	10,908,226	11,331,573
Total Uses of Financial Sources	\$ 1,227,775	\$ 2,775,708	\$ 2,904,515	\$ 136,356,220	\$ 156,833,699	\$ 152,197,170
Net Increase (Decrease) in Fund Balance	\$ (34,579)	\$ (19,000)	\$ (5,000)	(4,147,994)	(21,289,058)	(4,238,349)
Fund Balance January 1	66,582	29,180	13,003	101,870,057	94,159,188	81,825,912
Fund Balance December 31	\$ 32,003	\$ 10,180	\$ 8,003	\$ 97,722,063	\$ 72,870,130	\$ 77,587,563

ENTERPRISE FUNDS FINANCIAL SOURCES AND USES

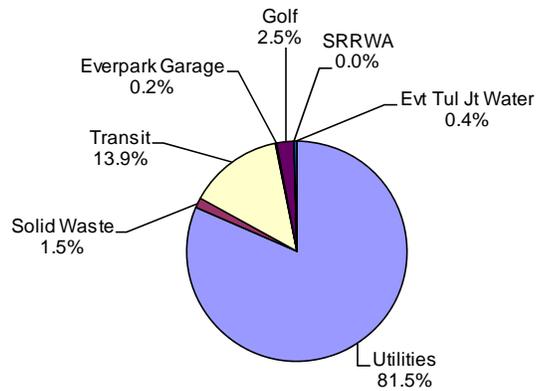
2015 Budgeted Financial Sources - Enterprise Funds

Total Sources
\$167.8 Million



2015 Budgeted Uses - Enterprise Funds

Total Uses
\$168.5 Million



Summary of Financial Sources and Uses Enterprise Funds Page 1 of 4

	UTILITIES			SOLID WASTE FUND		
	2013 Actuals	2014 Amended Budget	2015 Adopted Budget	2013 Actuals	2014 Amended Budget	2015 Adopted Budget
Financial Sources						
Sales Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Taxes	-	-	-	-	-	-
Licenses and Permits	1,360	1,500	1,000	-	-	-
Intergovernmental Revenues	1,364,244	300,000	1,136,468	55,669	141,542	150,000
Charges for Services	67,356,834	69,853,384	74,038,635	2,289,698	2,302,000	2,300,000
Miscellaneous Revenue	1,605,869	1,742,086	2,708,945	17,769	8,500	8,500
Other Financing Sources	-	67,100,000	60,000,000	-	-	-
Total Financial Sources	\$ 70,328,307	\$ 138,996,970	\$ 137,885,048	\$ 2,363,136	\$ 2,452,042	\$ 2,458,500
Uses of Financial Sources						
Personnel Services	\$ 20,739,370	\$ 23,528,207	\$ 24,462,948	\$ 57,466	\$ 98,686	\$ 93,904
Supplies	3,929,793	4,520,000	4,334,523	13,488	10,700	26,500
Professional Services	10,192,216	9,484,225	10,994,325	679,392	328,384	164,200
Intergovernmental Charges	21,676,767	79,754,480	71,136,149	-	-	-
Interfund Service Charges	6,528,229	6,491,965	7,126,786	11,218	871,062	991,396
Capital Outlays	830,797	978,700	2,060,000	-	-	-
Debt Service Principal	5,695,090	7,635,483	7,808,634	1,000,000	1,000,000	1,000,000
Debt Service Interest	6,547,948	7,027,678	9,476,214	226,217	143,730	182,500
Total Uses of Financial Sources	\$ 76,140,210	\$ 139,420,738	\$ 137,399,579	\$ 1,987,781	\$ 2,452,562	\$ 2,458,500
Net Increase (Decrease) in Fund Balance	\$ (5,811,903)	\$ (423,768)	\$ 485,469	\$ 375,355	\$ (520)	\$ -
Fund Balance January 1	27,651,917	18,235,471	14,538,517	34,429	1,984	757,671
Fund Balance December 31	\$ 21,840,014	\$ 17,811,703	\$ 15,023,986	\$ 409,784	\$ 1,464	\$ 757,671

Summary of Financial Sources and Uses Enterprise Funds Page 2 of 4

	TRANSIT FUND			EVERPARK GARAGE		
	2013 Actuals	2014 Amended Budget	2015 Adopted Budget	2013 Actuals	2014 Amended Budget	2015 Adopted Budget
Financial Sources						
Sales Tax	\$ 16,380,028	\$ 16,701,029	\$ 17,280,856	\$ -	\$ -	\$ -
Other Taxes	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-
Intergovernmental Revenues	5,957,521	2,149,881	2,098,263	-	-	-
Charges for Services	1,691,229	1,642,703	1,739,691	-	-	-
Miscellaneous Revenue	1,302,689	1,169,782	1,009,872	315,143	317,000	321,000
Other Financing Sources	-	-	-	-	-	-
Total Financial Sources	\$ 25,331,467	\$ 21,663,395	\$ 22,128,682	\$ 315,143	\$ 317,000	\$ 321,000
Uses of Financial Sources						
Personnel Services	\$ 11,331,085	\$ 13,472,153	\$ 13,949,622	\$ -	\$ -	\$ -
Supplies	155,090	66,159	136,868	9,071	1,200	1,200
Professional Services	1,129,851	995,066	1,216,063	215,630	321,447	320,909
Intergovernmental Charges	1,658,362	1,763,774	1,744,366	-	-	-
Interfund Service Charges	5,954,020	5,542,506	5,724,592	19,416	15,438	16,248
Capital Outlays	6,401,456	1,098,772	579,128	-	-	-
Debt Service Principal	-	-	-	-	-	-
Debt Service Interest	-	-	-	-	-	-
Total Uses of Financial Sources	\$ 26,629,864	\$ 22,938,430	\$ 23,350,639	\$ 244,117	\$ 338,085	\$ 338,357
Net Increase (Decrease) in Fund Balance	\$ (1,298,397)	\$ (1,275,035)	\$ (1,221,957)	\$ 71,026	\$ (21,085)	\$ (17,357)
Fund Balance January 1	10,042,741	8,676,523	7,906,346	2,440,887	2,538,426	2,582,827
Fund Balance December 31	\$ 8,744,344	\$ 7,401,488	\$ 6,684,389	\$ 2,511,913	\$ 2,517,341	\$ 2,565,470

Summary of Financial Sources and Uses Enterprise Funds Page 3 of 4

GOLF			SRRWA		
2013	2014	2015	2013	2014	2015
Actuals	Amended Budget	Adopted Budget	Actuals	Amended Budget	Adopted Budget

Financial Sources

Sales Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Taxes	98,650	105,295	106,826	-	-	-
Licenses and Permits	-	-	-	-	-	-
Intergovernmental Revenues	127,125	-	-	54,000	54,000	-
Charges for Services	2,554,969	2,706,530	2,740,301	-	-	-
Miscellaneous Revenue	1,251,673	1,360,950	1,383,935	18,265	32,400	-
Other Financing Sources	3,800	-	-	-	-	-

Total Financial Sources

\$ 4,036,217	\$ 4,172,775	\$ 4,231,062	\$ 18,265	\$ 86,400	\$ 54,000
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Uses of Financial Sources

Personnel Services	\$ 1,047,299	\$ 1,077,629	\$ 1,072,985	\$ -	\$ -	\$ -
Supplies	693,111	781,205	744,674	-	-	-
Professional Services	1,639,578	1,825,138	1,822,034	17,429	86,400	54,000
Intergovernmental Charges	-	-	-	-	-	-
Interfund Service Charges	142,673	142,149	117,382	-	-	-
Capital Outlays	159,955	15,270	141,304	836	-	-
Debt Service Principal	170,000	185,000	190,000	-	-	-
Debt Service Interest	159,616	146,384	142,683	-	-	-

Total Uses of Financial Sources

\$ 4,012,232	\$ 4,172,775	\$ 4,231,062	\$ 18,265	\$ 86,400	\$ 54,000
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Net Increase (Decrease)

in Fund Balance	\$ 23,985	\$ -	\$ -	\$ -	\$ -	\$ -
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Fund Balance January 1

196,122	-	-	-	-	-	-
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Fund Balance December 31

\$ 220,107	\$ -	\$ -	\$ -	\$ -	\$ -
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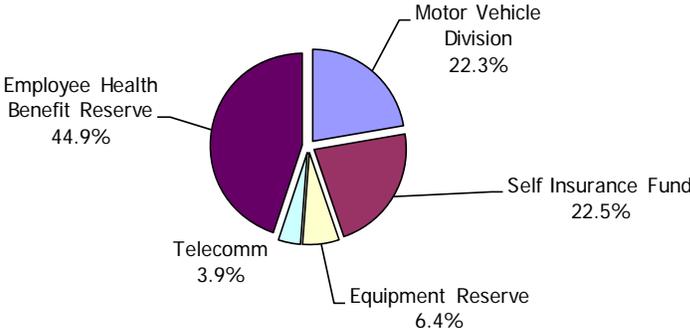
Summary of Financial Sources and Uses Enterprise Funds Page 4 of 4

	EVERETT TULALIP JOINT WATERLINE			TOTAL ENTERPRISE FUNDS		
	2013 Actuals	2014 Amended Budget	2015 Adopted Budget	2013 Actuals	2014 Amended Budget	2015 Adopted Budget
Financial Sources						
Sales Tax	\$ -	\$ -	\$ -	\$ 16,380,028	\$ 16,701,029	\$ 17,280,856
Other Taxes	-	-	-	98,650	105,295	106,826
Licenses and Permits	-	-	-	1,360	1,500	1,000
Intergovernmental Revenues	522,475	1,100,000	680,000	8,027,034	3,745,423	4,118,731
Charges for Services	-	-	-	73,892,730	76,504,617	80,818,627
Miscellaneous Revenue	-	-	-	4,511,408	4,630,718	5,432,252
Other Financing Sources	-	-	-	3,800	67,100,000	60,000,000
Total Financial Sources	\$ 522,475	\$ 1,100,000	\$ 680,000	\$ 102,915,010	\$ 168,788,582	\$ 167,758,292
Uses of Financial Sources						
Personnel Services	\$ -	\$ -	\$ -	\$ 33,175,220	\$ 38,176,675	\$ 39,579,459
Supplies	-	-	-	4,800,553	5,379,264	5,243,765
Professional Services	-	-	-	13,874,096	13,040,660	14,571,531
Intergovernmental Charges	-	-	-	23,335,129	81,518,254	72,880,515
Interfund Service Charges	-	-	-	12,655,556	13,063,120	13,976,404
Capital Outlays	522,475	1,100,000	680,000	7,915,519	3,192,742	3,460,432
Debt Service Principal	-	-	-	6,865,090	8,820,483	8,998,634
Debt Service Interest	-	-	-	6,933,781	7,317,792	9,801,397
Total Uses of Financial Sources	\$ 522,475	\$ 1,100,000	\$ 680,000	\$ 109,554,944	\$ 170,508,990	\$ 168,512,137
Net Increase (Decrease) in Fund Balance	\$ -	\$ -	\$ -	\$ (6,639,934)	\$ (1,720,408)	\$ (753,845)
Fund Balance January 1	-	-	-	40,366,096	29,452,404	25,785,361
Fund Balance December 31	\$ -	\$ -	\$ -	\$ 33,726,162	\$ 27,731,996	\$ 25,031,516

INTERNAL SERVICE FUNDS FINANCIAL SOURCES AND USES

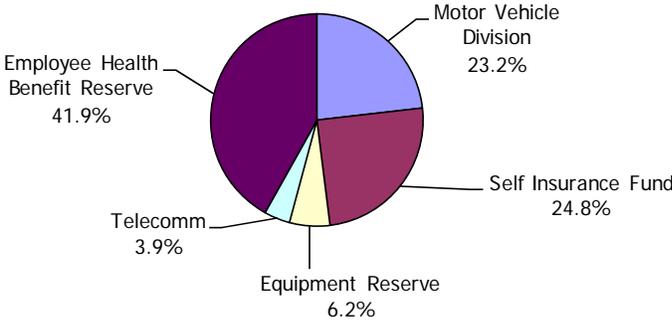
2015 Budgeted Sources - Internal Service Funds

Total Sources
\$31.3 Million



2015 Budgeted Uses - Internal Service Funds

Total Uses
\$31.5 Million



Financial Sources and Uses Internal Service Funds Page 1 of 3

	MOTOR VEHICLE DIVISION			SELF INSURANCE FUND		
	2013 Actuals	2014 Amended Budget	2015 Adopted Budget	2013 Actuals	2014 Amended Budget	2015 Adopted Budget
Financial Sources						
Interfund Charges for Services	\$ 7,242,155	\$ 7,187,603	\$ 6,862,750	\$ 7,479,368	\$ 9,541,651	\$ 6,824,116
Miscellaneous Revenue	125,790	136,332	105,670	357,808	168,124	215,108
Disposition of Fixed Assets	7,957	9,800	4,738	-	-	-
Total Financial Sources	\$ 7,396,718	\$ 7,469,346	\$ 6,973,158	\$ 7,837,176	\$ 9,709,775	\$ 7,039,224
Uses of Financial Sources						
Personnel Services	\$ 2,213,194	\$ 2,294,300	\$ 2,198,340	\$ 1,448,362	\$ 1,465,678	\$ 1,481,695
Supplies	4,208,615	4,313,451	4,277,489	-	-	-
Professional Services	486,156	505,098	319,704	5,996,207	8,495,032	6,345,713
Interfund Service Charges	313,344	243,976	521,506	-	-	-
Capital Outlays	-	135,611	-	-	-	-
Total Uses of Financial Sources	\$ 7,221,309	\$ 7,492,436	\$ 7,317,039	\$ 7,444,569	\$ 9,960,710	\$ 7,827,408
Net Increase (Decrease) in Fund Balance	\$ 175,409	\$ (23,090)	\$ (343,881)	\$ 392,607	\$ (250,935)	\$ (788,184)
Fund Balance January 1	787,325	591,451	806,027	10,896,267	7,625,154	8,916,685
Fund Balance December 31	\$ 962,734	\$ 568,361	\$ 462,146	\$ 11,288,874	\$ 7,374,219	\$ 8,128,501

Financial Sources and Uses Internal Service Funds Page 2 of 3

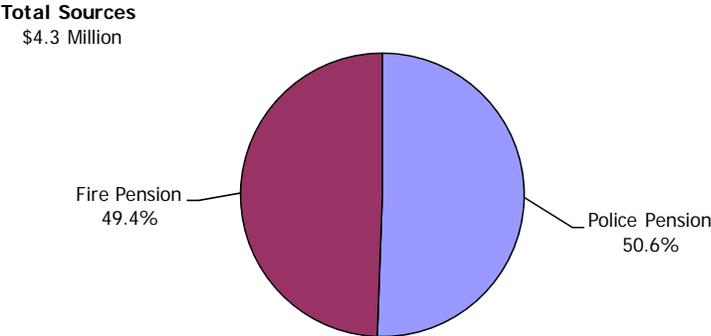
	COMPUTER RESERVE			TELECOMMUNICATIONS		
	2013 Actuals	2014 Amended Budget	2015 Adopted Budget	2013 Actuals	2014 Amended Budget	2015 Adopted Budget
Financial Sources						
Interfund Charges for Services	\$ 1,428,615	\$ 1,608,013	\$ 2,002,489	\$ 1,147,140	\$ 1,209,006	\$ 1,199,707
Miscellaneous Revenue	7,527	8,434	7,385	11,795	16,000	16,000
Disposition of Fixed Assets	-	-	-	-	-	-
Total Financial Sources	\$ 1,436,142	\$ 2,153,747	\$ 2,009,874	\$ 1,158,935	\$ 1,225,006	\$ 1,215,707
Uses of Financial Sources						
Personnel Services	\$ -	\$ -	\$ -	\$ 320,721	\$ 331,672	\$ 347,035
Supplies	359,426	250,000	250,000	47,841	66,108	65,596
Professional Services	1,303,918	1,138,178	1,088,599	683,305	814,676	790,891
Interfund Service Charges	-	22,910	-	40,518	60,913	41,052
Capital Outlays	231,102	890,459	600,000	96,707	-	-
Total Uses of Financial Sources	\$ 1,894,446	\$ 2,301,547	\$ 1,938,599	\$ 1,189,092	\$ 1,273,369	\$ 1,244,574
Net Increase (Decrease) in Fund Balance	\$ (458,304)	\$ (147,800)	\$ 71,275	\$ (30,157)	\$ (48,363)	\$ (28,867)
Fund Balance January 1	596,899	435,299	169,080	524,746	362,473	446,226
Fund Balance December 31	\$ 138,595	\$ 287,499	\$ 240,355	\$ 494,589	\$ 314,110	\$ 417,359

Financial Sources and Uses Internal Service Funds Page 3 of 3

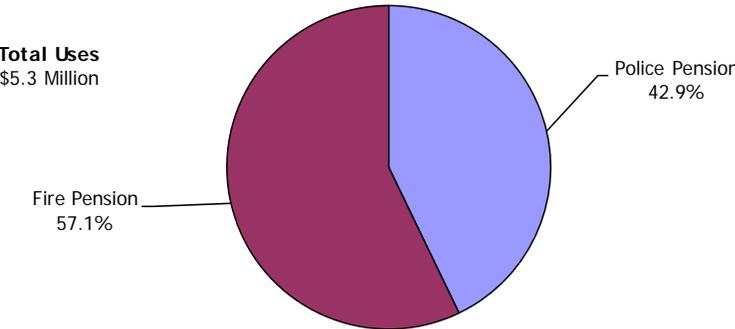
	EMPLOYEE HEALTH BENEFITS RES			TOTAL INTERNAL SERVICE FUNDS		
	2013 Actuals	2014 Amended Budget	2015 Adopted Budget	2013 Actuals	2014 Amended Budget	2015 Adopted Budget
Financial Sources						
Interfund Charges for Services	\$ 11,086,520	\$ 12,959,713	\$ 13,990,780	\$ 28,383,798	\$ 32,505,986	\$ 30,879,842
Miscellaneous Revenue	88,177	60,000	66,000	591,097	388,890	410,163
Disposition of Fixed Assets	-	-	-	7,957	9,800	4,738
Total Financial Sources	\$ 11,174,697	\$ 13,019,713	\$ 14,056,780	\$ 29,003,668	\$ 33,577,587	\$ 31,294,743
Uses of Financial Sources						
Personnel Services	\$ 10,218,650	\$ 11,637,248	\$ 12,000,000	\$ 14,200,927	\$ 15,728,898	\$ 16,027,070
Supplies	-	1,000	1,000	4,615,882	4,630,559	4,594,085
Professional Services	963,640	984,000	1,209,000	9,433,226	11,936,984	9,753,907
Interfund Service Charges	-	-	-	353,862	327,799	562,558
Capital Outlays	-	-	-	327,809	1,026,070	600,000
Total Uses of Financial Sources	\$ 11,182,290	\$ 12,622,248	\$ 13,210,000	\$ 28,931,706	\$ 33,650,310	\$ 31,537,620
Net Increase (Decrease) in Fund Balance	\$ (7,593)	\$ 397,465	\$ 846,780	\$ 71,962	\$ (72,723)	\$ (242,877)
Fund Balance January 1	2,053,441	1,911,194	4,264,064	14,858,678	10,925,571	14,602,082
Fund Balance December 31	\$ 2,045,848	\$ 2,308,659	\$ 5,110,844	\$ 14,930,640	\$ 10,852,848	\$ 14,359,205

TRUST FUNDS FINANCIAL SOURCES AND USES

2015 Budgeted Sources - Trust Funds



2015 Budgeted Uses - Trust Funds



Summary of Financial Sources and Uses Trust Funds Page 1 of 2

	POLICE PENSION			FIRE PENSION		
	2013 Actuals	2014 Amended Budget	2015 Adopted Budget	2013 Actuals	2014 Amended Budget	2015 Adopted Budget
Financial Sources						
Intergovernmental Revenue	\$ -	\$ -	\$ -	\$ 155,946	\$ 160,000	\$ 165,000
Miscellaneous Revenue	415,031	523,236	535,000	735,813	987,479	1,005,000
Operating Transfers In	-	-	1,649,239	-	-	964,028
Total Financial Sources	\$ 415,031	\$ 523,236	\$ 2,184,239	\$ 891,759	\$ 1,147,479	\$ 2,134,028
Uses of Financial Sources						
Personnel Services	\$ 1,354,968	\$ 2,109,058	\$ 2,250,845	\$ 1,624,867	\$ 3,757,340	\$ 3,010,965
Other Services & Charges	22,383	22,000	22,000	22,764	20,000	20,000
Total Uses of Financial Sources	\$ 1,377,351	\$ 2,131,058	\$ 2,272,845	\$ 1,647,631	\$ 3,777,340	\$ 3,030,965
Net Increase (Decrease) in Fund Balance	\$ (962,320)	\$ (1,607,822)	\$ (88,606)	\$ (755,872)	\$ (2,629,861)	\$ (896,937)
Fund Balance January 1	16,687,705	15,607,851	14,848,837	31,807,464	31,082,634	29,525,074
Fund Balance December 31	\$ 15,725,385	\$ 14,000,029	\$ 14,760,231	\$ 31,051,592	\$ 28,452,773	\$ 28,628,137

Summary of Financial Sources and Uses Trust Funds Page 2 of 2

	TOTAL TRUST FUNDS		
	2013	2014	2015
	Actuals	Amended Budget	Adopted Budget
Financial Sources			
Intergovernmental Revenue	\$ 155,946	\$ 160,000	\$ 165,000
Miscellaneous Revenue	1,150,844	1,510,715	1,540,000
Operating Transfers In	-	-	2,613,267
Total Financial Sources	\$ 1,306,790	\$ 1,670,715	\$ 4,318,267
Uses of Financial Sources			
Personnel Services	\$ 2,979,835	\$ 5,866,398	\$ 5,261,810
Other Services & Charges	45,147	42,000	42,000
Total Uses of Financial Sources	\$ 3,024,982	\$ 5,908,398	\$ 5,303,810
Net Increase (Decrease) in Fund Balance	\$ (1,718,192)	\$ (4,237,683)	\$ (985,543)
Fund Balance January 1	48,495,169	46,690,485	44,373,911
Fund Balance December 31	\$ 46,776,977	\$ 42,452,802	\$ 43,388,368

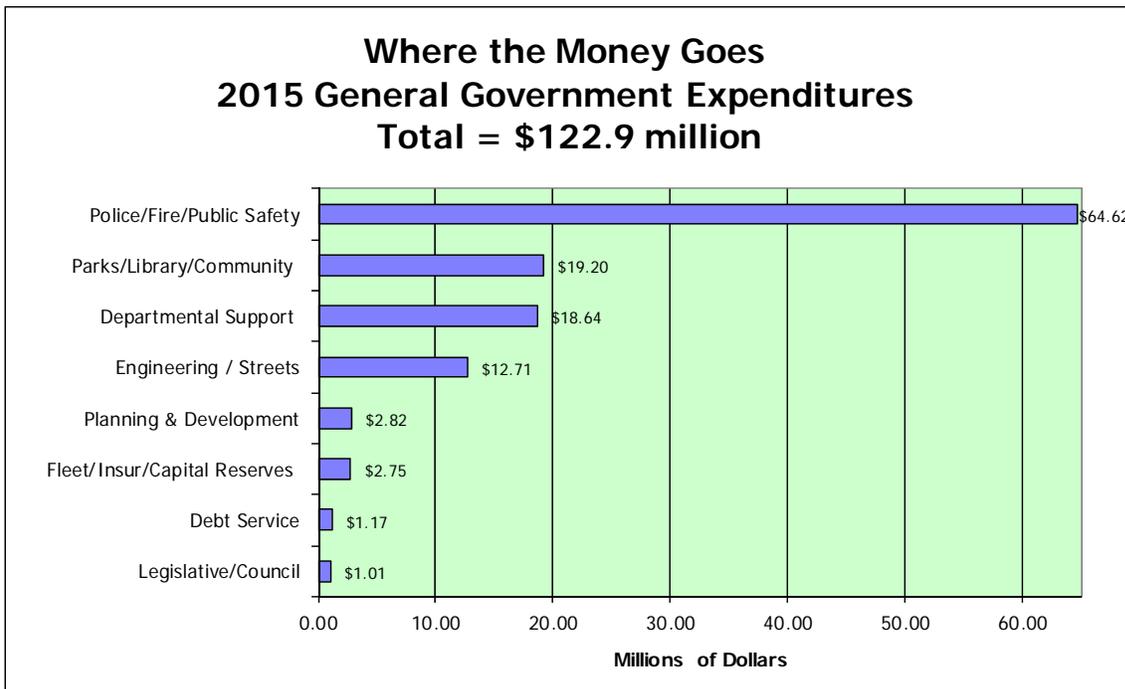
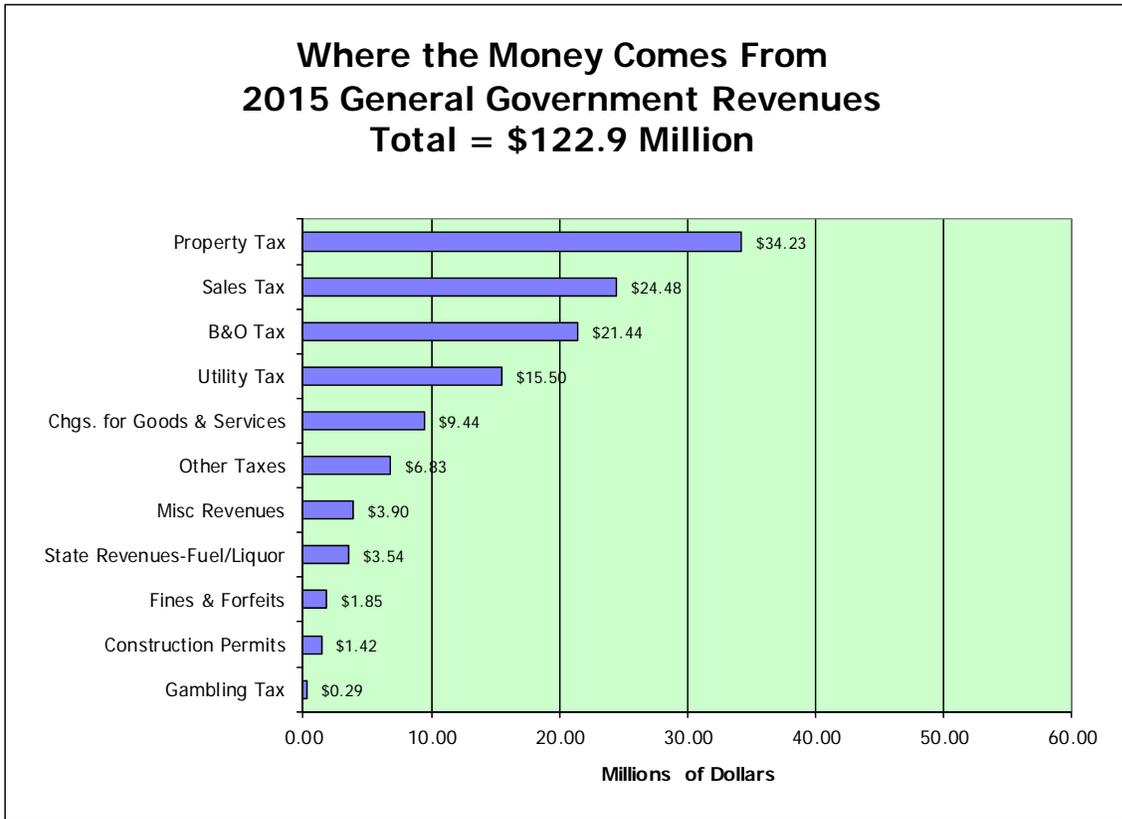
**GENERAL GOVERNMENT
FIVE YEAR COMPARISON
RESOURCES AND EXPENDITURES BY FUNCTION**

	2011 Actual Results	2012 Actual Results	2013 Actual Results	2014 Adopted Budget	2014 Amended Budget	2015 Adopted Budget
RESOURCES						
Beginning Fund Balance	\$ 27,264,821	\$ 29,201,800	\$ 31,286,509	\$ 22,400,000	\$ 28,972,443	\$ 24,700,000
Revenue						
Property Tax	31,649,652	33,243,226	33,640,346	33,791,839	33,791,839	34,225,178
Sales Tax	21,970,667	21,927,255	23,066,659	23,660,000	23,660,000	24,481,213
B&O Tax	14,863,719	17,622,716	19,871,025	19,317,838	19,317,838	21,438,950
Utility Tax	12,291,325	11,458,433	10,906,082	11,194,450	11,194,450	15,504,799
Gambling Tax	364,778	320,265	304,789	292,061	292,061	286,538
Other Taxes	5,627,057	5,733,591	5,549,207	6,114,106	6,125,106	6,831,738
Construction Permits	1,105,391	1,362,817	1,278,106	1,320,713	1,320,713	1,415,847
Grants	948,944	660,422	1,344,765	29,675	721,708	31,000
State Revenues	3,743,630	3,824,916	3,463,083	3,376,016	3,376,016	3,539,488
Interfund Service Charges	5,639,338	6,170,274	6,113,469	6,198,685	6,198,685	6,413,096
Chgs. for Goods & Services	2,909,775	2,829,615	2,922,104	2,778,906	2,778,906	3,027,777
Fines & Forfeits	1,947,299	1,716,314	1,811,962	1,864,260	1,864,260	1,850,350
Misc Revenues	3,915,198	3,550,458	4,390,933	3,558,092	3,668,962	3,873,406
Annual Revenues	\$ 106,976,773	\$ 110,420,302	\$ 114,662,530	\$ 113,496,641	\$ 114,310,544	\$ 122,919,380
Annual Revenue Growth Rate	1.36%	3.22%	3.84%	-1.02%	0.72%	7.53%
Total Resources	\$ 134,241,594	\$ 139,622,102	\$ 145,949,039	\$ 135,896,641	\$ 143,282,987	\$ 147,619,380
Expenditures						
Legislative	\$ 756,281	\$ 816,673	\$ 823,918	\$ 991,195	\$ 991,195	\$ 1,013,441
Departmental Support	14,965,582	15,444,265	16,096,857	16,506,296	18,965,282	18,637,854
Public Safety	53,163,138	54,980,739	57,415,776	60,337,650	59,771,333	64,615,870
Reserve Contributions	6,315,642	7,327,341	7,313,033	1,233,108	5,713,622	2,754,592
Debt Service	922,000	1,025,554	1,070,440	1,031,050	1,031,050	1,168,140
Infrastructure	9,560,596	9,487,493	11,578,218	11,913,277	12,439,077	12,710,195
Community Programs	17,355,725	17,405,666	18,555,719	19,145,322	19,110,761	19,202,286
Governmental Operations	2,000,830	1,847,862	1,970,349	2,038,743	2,660,667	2,817,002
Total Expenditures	\$ 105,039,794	\$ 108,335,593	\$ 114,824,310	\$ 113,196,641	\$ 120,682,987	\$ 122,919,380
Annual Expenditure Growth Rate	-0.12%	3.14%	5.99%	-1.42%	6.61%	1.85%
Ending Fund Balance	\$ 29,201,800	\$ 31,286,509	\$ 31,124,729	\$ 22,700,000	\$ 22,600,000	\$ 24,700,000
Ending Fund Balance as % of Annual Revenues	27.30%	28.33%	27.14%	20.00%	19.77%	20.09%

**GENERAL GOVERNMENT
FIVE YEAR COMPARISON
EXPENDITURES BY DEPARTMENT**

Department	2011 Actual Results	2012 Actual Results	2013 Actual Results	2014 Adopted Budget	2014 Amended Budget	2015 Adopted Budget
Expenditures						
Council	\$ 454,245	\$ 467,598	\$ 477,751	\$ 618,002	\$ 618,002	\$ 617,192
Legal/Prosecutor's Office	3,438,705	3,505,050	3,815,571	3,812,485	3,827,485	4,115,572
Administration	1,289,935	1,252,748	1,270,931	1,862,129	1,492,129	1,736,073
Municipal Court	1,770,082	1,707,676	1,739,412	2,038,206	1,918,206	1,964,199
Human Resources/Labor Rel.	1,423,827	1,460,399	1,452,773	1,652,840	1,572,840	1,541,210
Non-Departmental	16,865,958	18,294,921	18,262,344	11,167,918	18,785,254	19,096,168
Finance	1,851,705	1,898,798	1,949,505	2,099,937	2,025,937	2,086,968
Information Technology	1,560,363	1,505,545	1,591,947	1,995,169	1,946,669	1,863,211
Planning & Community Devel.	1,736,348	1,693,478	1,781,550	1,857,544	2,235,544	1,825,251
Neighborhoods/ Comm. Svcs.	334,125	319,446	347,129	379,801	379,801	398,779
Engineering Services	4,977,605	4,980,632	5,329,112	5,809,803	5,809,803	5,674,462
Animal Services	1,191,942	1,207,305	1,268,505	1,418,476	1,418,476	1,448,326
Senior Center	440,941	451,820	450,577	484,948	496,948	493,271
Police	26,720,078	27,982,606	28,594,688	31,839,259	30,278,481	32,161,896
Fire	18,612,530	19,096,840	20,932,518	20,392,438	21,506,899	21,049,685
Facilities & Property Mngmnt.	3,322,861	3,410,622	3,630,663	3,852,040	3,772,040	3,863,588
Parks & Recreation	8,657,306	8,575,856	9,321,614	9,426,111	9,183,440	9,634,280
Library	4,613,487	4,577,399	4,858,613	5,082,708	5,057,818	4,926,795
Municipal Arts	814,589	1,032,076	1,003,041	967,303	1,188,303	905,754
Conference Center	1,013,000	1,045,681	1,135,333	1,098,052	1,098,052	1,235,142
Special Projects	121,623	48,696	9,850	-	203,587	-
Street Improvements	1,864,046	1,687,726	3,380,753	2,778,568	3,329,368	3,653,115
Streets	1,964,492	2,132,675	2,220,130	2,562,906	2,537,906	2,628,443
Total Expenditures	\$ 105,039,793	\$ 108,335,593	\$ 114,824,310	\$ 113,196,643	\$ 120,682,988	\$ 122,919,380

GENERAL GOVERNMENT REVENUES AND EXPENDITURES BY FUNCTION



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