

**To:** Mayor Troy Linnell and City Council Members

**From:** Tara Dunford, CPA

**Date:** November 13, 2023

**Re:** Public Hearing – 2024 Revenue Sources

**ATTACHMENTS:** Detailed revenue sources by fund – General Fund & Street Fund

**TYPE OF ACTION:** Public Hearing

**Discussion:** The 2024 Preliminary Budget was presented on October 16, 2023, and included the revenue projections as shown on the attachment. Per RCW 84.55.120 a public hearing is required for the “current expense budget” which includes those activities primarily funded by taxes. In the City’s case the General Fund and Street Fund revenue sources are subject to the public hearing.

This public hearing is scheduled to take public testimony on revenue sources including possible increases in property tax. This is the opportunity for citizens to comment.

## General Fund

<u>Description</u>	<u>2020 Actual</u>	<u>2021 Actual</u>	<u>2022 Actual</u>	<u>2023 Budget</u>	<u>2023 Projected</u>	<u>2024 Budget</u>	<u>Increase (Decrease) 2023 Projected to 2024 Budget</u>	
							<u>Dollars</u>	<u>Percent</u>
Property Tax	547,036	555,696	575,678	576,710	576,710	582,500	5,790	1.0%
Sales Tax	325,066	360,320	535,160	574,500	480,900	480,900	-	0.0%
Natural Gas Use Tax	10,826	22,740	26,375	23,500	28,468	28,500	32	0.1%
Local Criminal Justice	91,887	105,014	117,617	92,200	116,898	116,900	2	0.0%
Business & Occupation Tax	277,091	218,338	232,687	239,400	272,200	272,200	0	0.0%
Storm Drain Utility Tax	23,599	25,550	26,177	26,600	25,743	25,700	(43)	-0.2%
Water Utility Tax	90,509	96,236	103,148	100,600	83,208	83,200	(8)	0.0%
Electric Utility Tax	321,123	320,625	356,308	362,800	378,075	378,100	25	0.0%
Sewer Utility Tax	56,624	69,368	72,092	72,200	76,635	76,600	(35)	0.0%
Gas Utility Tax	49,082	50,556	60,767	75,200	81,932	81,900	(32)	0.0%
Telephone Utility Tax	49,224	45,151	40,773	40,300	36,080	36,100	20	0.1%
Gambling Tax - Pulltabs	9,941	24,108	24,227	20,000	26,695	26,700	5	0.0%
Gambling Tax - Amusement Gam	179	170	170	300	-	-	-	--
<b>Taxes</b>	<b>1,852,185</b>	<b>1,893,871</b>	<b>2,171,179</b>	<b>2,204,310</b>	<b>2,183,542</b>	<b>2,189,300</b>	<b>5,758</b>	<b>0.3%</b>
<b>Licenses &amp; Permits</b>	<b>255,758</b>	<b>294,163</b>	<b>310,399</b>	<b>326,500</b>	<b>350,227</b>	<b>350,300</b>	<b>73</b>	<b>0.0%</b>
<b>Intergovernmental</b>	<b>272,026</b>	<b>651,342</b>	<b>622,545</b>	<b>248,400</b>	<b>158,927</b>	<b>284,630</b>	<b>125,703</b>	<b>79.1%</b>
<b>Charges For Services</b>	<b>46,683</b>	<b>119,420</b>	<b>165,308</b>	<b>264,600</b>	<b>88,028</b>	<b>55,800</b>	<b>(32,228)</b>	<b>-36.6%</b>
<b>Fines &amp; Forfeitures</b>	<b>57,497</b>	<b>38,682</b>	<b>1,402</b>	<b>65,100</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>--</b>
<b>Misc Revenues</b>	<b>118,195</b>	<b>48,996</b>	<b>908,401</b>	<b>34,700</b>	<b>123,742</b>	<b>118,600</b>	<b>(5,142)</b>	<b>-4.2%</b>
<b>Non Revenues</b>	<b>2,832</b>	<b>2,254</b>	<b>1,874</b>	<b>-</b>	<b>1,443</b>	<b>-</b>	<b>(1,443)</b>	<b>--</b>
<b>TOTAL REVENUES</b>	<b>2,605,177</b>	<b>3,048,728</b>	<b>4,181,108</b>	<b>3,143,610</b>	<b>2,905,910</b>	<b>2,998,630</b>	<b>92,720</b>	<b>3.2%</b>

## Street Fund

<u>Description</u>	<u>2020 Actual</u>	<u>2021 Actual</u>	<u>2022 Actual</u>	<u>2023 Budget</u>	<u>2023 Projected</u>	<u>2024 Budget</u>	<u>Increase (Decrease) 2023 Projected to 2024 Budget</u>	
							<u>Dollars</u>	<u>Percent</u>
Taxes	182,419	185,467	192,357	186,850	186,850	188,700	1,850	1.0%
Licenses & Permits	7,699	360	16,497	600	660	700	40	6.1%
State Generated Revenues	193,503	65,713	255,541	68,290	61,659	60,450	(1,209)	-2.0%
Misc Revenues	2,372	21,584	3,218	5,520	25,548	25,500	(48)	-0.2%
Interfund Transfers	150,000	-	253,000	140,640	140,640	21,350	(119,290)	-84.8%
<b>TOTAL REVENUES</b>	<b>535,993</b>	<b>273,125</b>	<b>720,613</b>	<b>401,900</b>	<b>415,357</b>	<b>296,700</b>	<b>(118,657)</b>	<b>-28.6%</b>