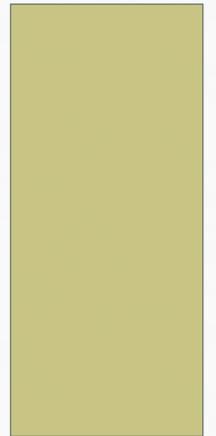


2015-2016 Preliminary Budget Hearing

2015-2016 BIENNIAL BUDGET



2015-2016 Preliminary Budget General Fund Budget Worksheet

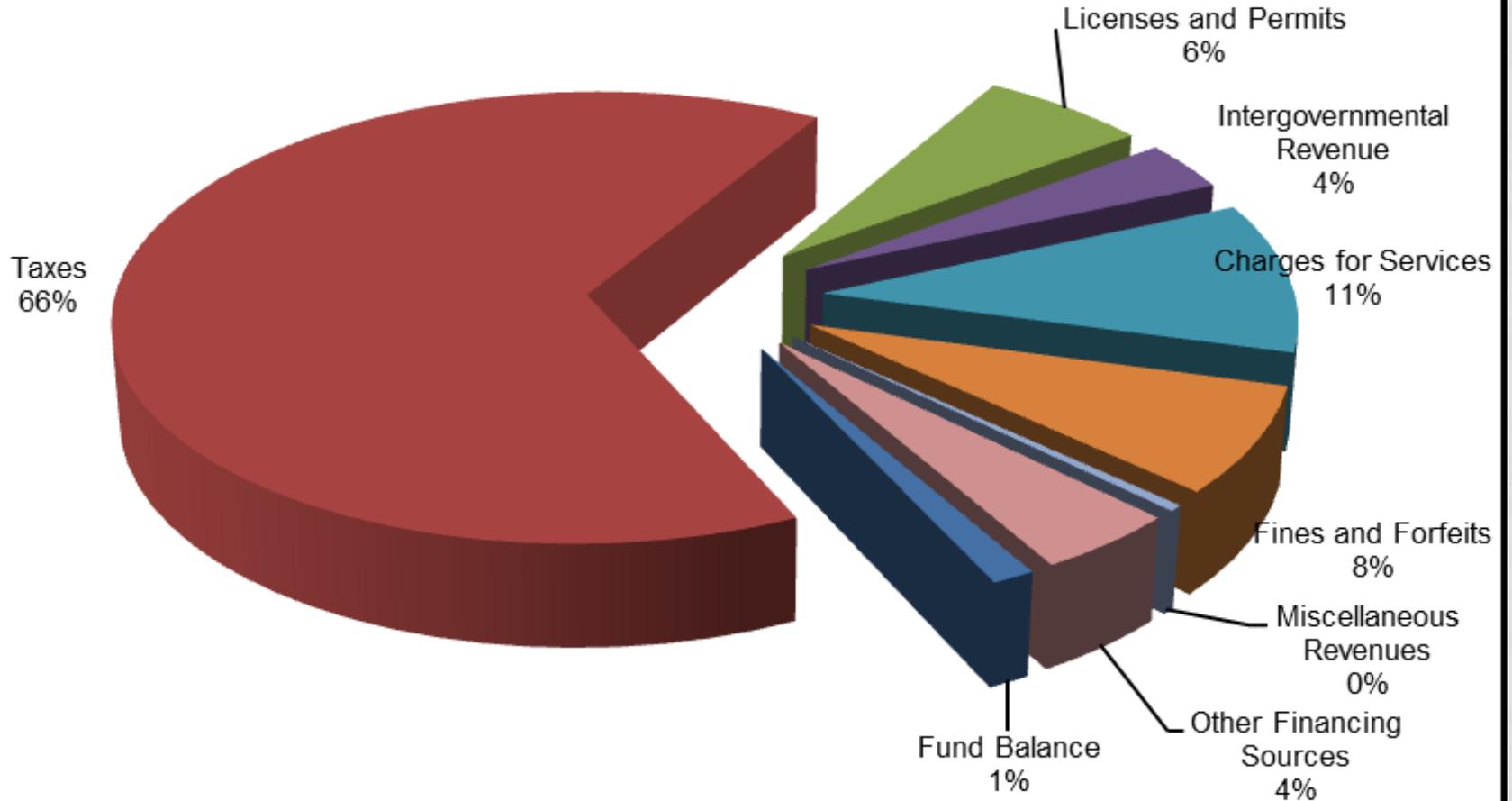
Revenue	2015-16 Proposed Preliminary Budget	2015-16 Dec Packs (Ongoing)	2015-16 Transfer to Capital Dev.	2015-16 Dec Packs (One time)*	Total 2015-16 Budget
General Fund	\$ 99,768,157		\$ 300,000	\$ 1,385,493	\$ 101,453,650
Restoration of 6% GF utility tax Increase + 1%	1,058,691				1,058,691
Business License Restoration	620,000				620,000
Additional Recreation Center Revenues	235,610				235,610
Annual 1% increase in Property Tax	394,952				394,952
Inc. Associated w/Property Tax Banked Capacity	264,098				264,098
Annual 1% increase in EMS-Property Tax	22,021				22,021
	-				-
Total Revenue	\$ 102,363,529	\$ -	\$ 300,000	\$ 1,385,493	\$ 104,049,022
<hr/>					
Expenditures					
General Fund	\$ 102,247,285		\$ 300,000	\$ 1,385,493	\$ 103,932,778
	-				-
	-				-
	-				-
	-				-
	-				-
Total Expenditures	\$ 102,247,285	\$ -	\$ 300,000	\$ 1,385,493	\$ 103,932,778
Difference (Surplus/Deficit)	\$ 116,244	\$ -		\$ -	\$ 116,244
One-Time use of Fund Balance					\$ 1,385,493

* For detail of Decision Packages see individual department sections

2015-2016 Preliminary Budget General Fund Revenue

Object Category	2015-2016 Budget
GENERAL FUND	
Fund Balance	\$ 300,000
Taxes	68,047,393
Licenses and Permits	6,587,028
Intergovernmental Revenue	3,613,269
Charges for Services	11,012,801
Fines and Forfeits	7,833,212
Miscellaneous Revenues	451,298
Other Financing Sources	4,518,528
GENERAL FUND TOTAL	<u>\$ 102,363,529</u>

2015 - 2016 Preliminary Budget General Fund Revenues



2015-2016 Preliminary Budget Revenue Enhancements

- **Restoration of Utility Tax to 6% plus an additional 1%**
- **Adjustment of Business License Fee Formula**
- **Additional Recreation Center Revenues**
- **1% increase in Property Tax**
- **Banked Capacity Increase in Property Tax**
- **Annual 1% Increase in EMS-Property Tax**

SAMPLE OF NEIGHBORING CITIES WITH UTILITY
TAX RATES > 6%
(FROM AWC 2012 SURVEY)

Neighbor	Water	Sewer	Stormwater
Edmonds	11.50%	11.50%	11.50%
Mountlake Terrace	14.00%	10.00%	10.00%
Kirkland	10.50%	13.38%	7.50%
Seattle	15.54%	12.00%	11.50%

HOW LYNNWOOD'S UTILITY RATES COMPARE (FROM RECENT ALDERWOOD WATER AND SEWER DISTRICT SURVEY)

- Survey included 28 jurisdictions, mostly from Western WA.
- Combined monthly water and sewer utility bills compared
- Lynnwood ranked ~ 24th at a combined rate of about \$61/mo
- The average amount was ~ \$93/mo
- The highest, Snohomish, charges ~ \$165/mo

UTILITY TAX AMOUNT FOR SINGLE FAMILY RESIDENCE

- Monthly 2014 Utility Rate for Water/Sewer/Storm = \$66.00
- Current Monthly 4% Utility Tax = \$2.64
- Each Additional 2% of Utility Tax = \$1.32
- 1% Increase of Utility Tax = \$0.66

WATER, SEWER, STORM UTILITY TAXES

GF Tax on Utility Sale	2015		2016		2015-2016 Biennial
4% \$	687,595	\$	723,992	\$	1,411,587
6%	1,031,393		1,085,988		2,117,381
Difference \$	343,798	\$	361,996	\$	705,794
4% \$	687,595	\$	723,992	\$	1,411,587
7%	1,203,292		1,266,986		2,470,278
Difference \$	515,697	\$	542,994	\$	1,058,691

Based on \$61/Month Utility bill a 2% increase of approximately \$1.22/month

Based on \$61/Month Utility bill a 3% increase of approximately \$1.98/month

BUSINESS LICENSING

2013 Data

Employees	FT	PT
19,578	10,964	8,614
Pct.	56%	44%

Three Scenarios:

- FTE Revisited
- Standard Fee for PT and FT
- Difference FEE for PT and FT

PROPERTY TAXES 2015-2016

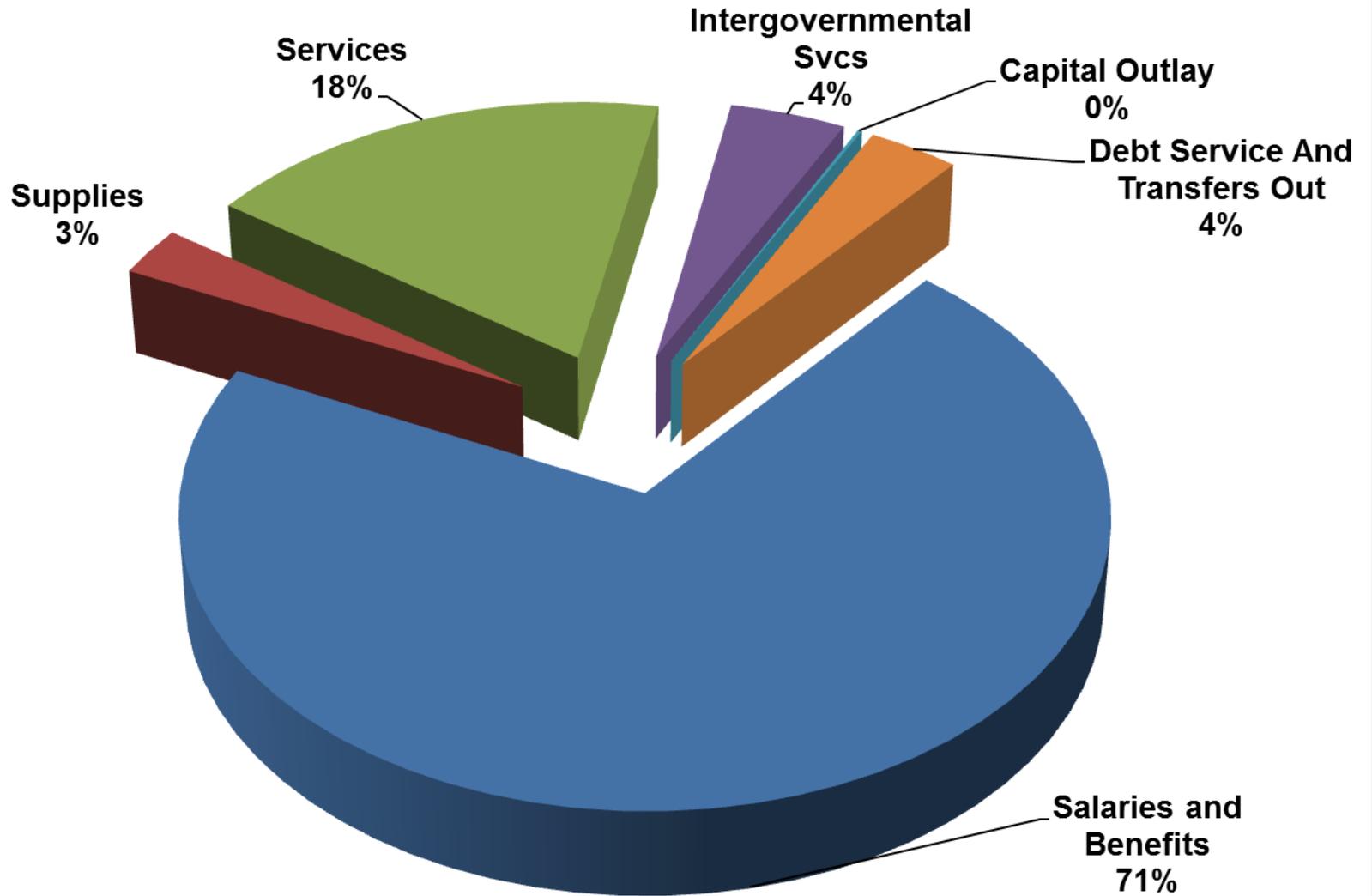
	Scenario #1 - No increase				Scenario #2 - 1% increase only				1% increase + banked capacity			
	2015	% Inc over CY	2016	% Inc over CY	2015	% Inc over CY	2016	% Inc over CY	2015	% Inc over CY	2016	% Inc over CY
Levy	\$ 9,123,646		\$ 9,123,646		\$ 9,123,646		\$ 9,123,646		\$ 9,123,646		\$ 9,123,646	
1% Increase					91,236		266,087		92,948		324,944	
Bank Capacity Use									171,150	2.9%		
New Contr./Refunds					81,883				81,883			
Final Levy	9,123,646	0%	9,123,646	0%	9,296,765	1.9%	9,389,733	1.0%	9,469,627	3.7%	9,448,590	-0.2%
Collection Rate	98.23%		98.23%		98.23%		98.23%		98.23%		98.23%	
	8,962,157		8,962,157		9,132,212		9,223,535		9,302,015		9,281,350	
Transfer For Streets	(450,000)		(450,000)		(450,000)		(450,000)		(450,000)		(450,000)	
Residual GF	\$ 8,512,157		\$ 8,512,157		\$ 8,682,212		\$ 8,773,535		\$ 8,852,015		\$ 8,831,350	

Biennial Totals		\$ 17,024,315		\$ 17,455,747		\$ 17,683,365
Biennial Difference				\$ 431,432		\$ 659,050

Rate	\$2.07	\$2.07	\$2.09	\$2.13	\$2.13	\$2.15
	2014 Average		Residence Value		\$219,300	
Household Rate/Yr.	\$454		\$467		\$471	

2015-16 Budget by Category

\$102,247,285



2015-2016 General Fund Expenditures

		2015-2016 Biennial Budget (Ord.)	One-Time Dec Packs	2015-2016 Biennial Budget (Ord.)
011	GENERAL FUND			
	00 NON DEPARTMENTAL	\$ 10,103,229	300,000	\$ 10,403,229
	20 ADMINISTRATIVE SERVICES	9,375,201	450,000	9,825,201
	30 COMMUNITY DEVELOPMENT	4,142,970	147,000	4,289,970
	18 ECONOMIC DEVELOPMENT	1,183,435		1,183,435
	10 EXECUTIVE	991,661	280,000	1,271,661
	40 FIRE	18,828,561		18,828,561
	15 HUMAN RESOURCES	1,100,453		1,100,453
	13 LEGAL	2,850,000		2,850,000
	16 LEGISLATIVE	829,862		829,862
	14 MUNICIPAL COURT	2,602,743		2,602,743
	50 PARKS & RECREATION	12,798,030	146,493	12,944,523
	70 POLICE	32,483,169		32,483,169
	60 PUBLIC WORKS	5,257,971	62,000	5,319,971
	GENERAL FUND Total	\$ 102,547,285	1,385,493	\$ 103,932,778

- **Final Budget Hearing**

Nov. 24, 2014