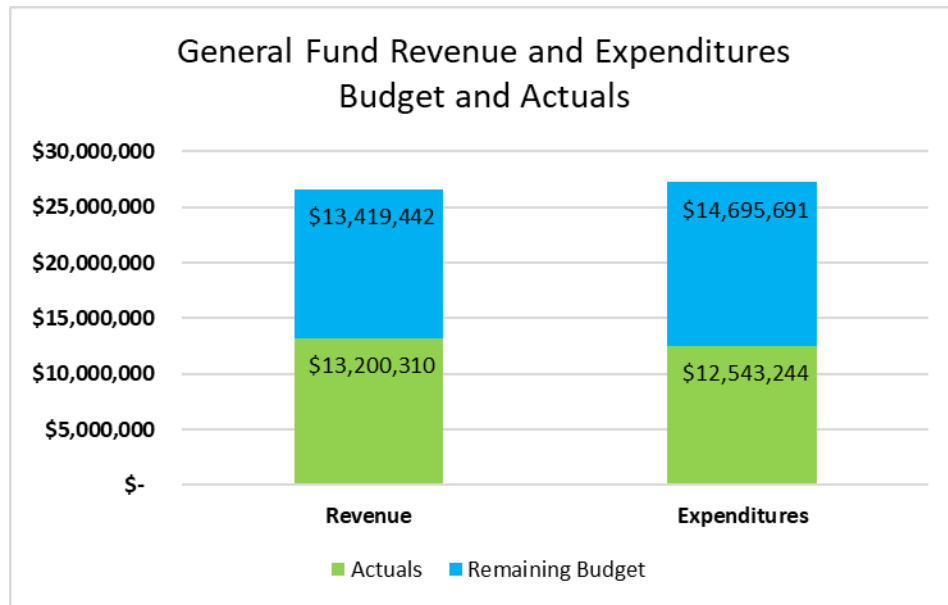


2024 2ND QUARTER FINANCIAL REPORT

This report provides an overview of the City's overall financial position for the quarter ending June 30, 2024.

GENERAL FUND

Through the second quarter of 2024, the General Fund received \$13,200,310 of revenue, which represents 49.6% of budgeted revenue for the year. The general fund also incurred 12,543,244 of expenditures representing 46.0% of the annual 2024 expenditure budget. Net income for the period was \$657,098.



2024 2ND QUARTER FINANCIAL REPORT

Structural and One-Time Revenue/Expenditures

2024 GENERAL FUND					
	ADOPTED BUDGET	YTD Budget	YTD ACTUALS	YTD Budget vs. Actuals	% of Adopted Budget
Operating Revenues					
Taxes	18,623,676	9,311,838	9,246,068	(65,770)	49.6%
Licenses and Permits	315,000	157,500	188,280	30,780	59.8%
Intergovernmental	1,043,304	521,652	531,570	9,918	51.0%
Fees/Charges/Fines	2,177,650	1,088,825	909,398	(179,427)	41.8%
Other	2,131,561	1,065,781	1,253,511	187,730	58.8%
Total Structural Revenues	24,291,191	12,145,596	12,128,827	(16,768)	49.9%
Operating Expenditures					
Policy and Support Services	6,962,913	3,481,456	3,448,470	(32,987)	49.5%
Public Safety Services	14,530,556	7,265,278	6,877,523	(387,755)	47.3%
Community Services	5,068,843	2,534,422	1,904,407	(630,014)	37.6%
Other	277,600	138,800	113,300	(25,500)	40.8%
Total Structural Expenditures	26,839,912	13,419,956	12,343,700	(1,076,256)	46.0%
** Net Structural Activity	(2,548,721)	(1,274,360)	(214,873)	1,059,488	
ONE-TIME ACTIVITIES					
Revenues					
Sound Transit	212,944	106,472	132,600	26,128	62.3%
American Rescue Plan Funding	1,850,617	925,309	838,604	(86,705)	45.3%
One-Time Sales & B&O Tax Revenues	265,000	132,500	100,279	(32,221)	37.8%
Total One-Time Revenues	2,328,561	1,164,281	1,071,482	(92,798)	46.0%
One-time Expenditures					
Sound Transit related expenditures	-	-	-	-	#DIV/0!
ARPA Expenditures - Police and Police Lease	399,024	199,512	199,512	-	50.0%
Transfer Out - One-Time Sales & B&O Tax to Fund 309	-	-	-	-	-
Total One-Time Expenditures	399,024	199,512	199,512	-	50.0%
** Net One-Time Activity	1,929,537	964,769	871,970	(92,798)	
Change in Cash - Increase/(Decrease)					
	\$ (619,184)	\$ (309,592)	\$ 657,098		

The General Fund had a net loss of \$214,873 from structural operations. However, due to vacancies in Police, Parks Maintenance, and Parks, Recreation, and Senior Services this amount exceeds budgeted expectations.

One-time funding provided the General Fund a net income of \$871,970. This is primarily due to American Rescue Plan Act (ARPA) funds designated to support General Fund operations in 2024 as well as the retention of One-Time Sales and B&O Taxes in the General Fund in 2024.

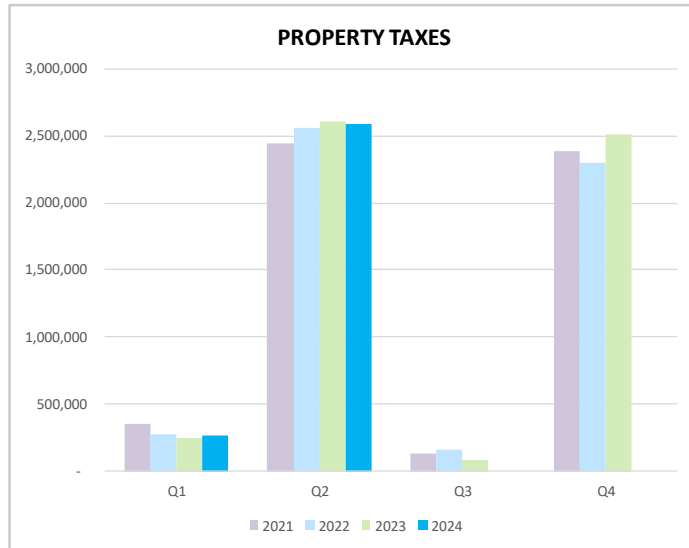
2024 2ND QUARTER FINANCIAL REPORT

Revenue

Property Tax collected through the second quarter was \$2,848,159, which was a \$12,896 (0.5%) decrease from the same period in the prior year. Property tax levies by the City are based on the assessed value of the City which has steadily increased over the past few years. Property taxes are primarily collected in April and October.

PROPERTY TAXES				
	2021	2022	2023	2024
Jan	15,727	41,595	11,454	27,453
Feb	42,269	8,972	33,302	54,801
Mar	292,081	226,701	204,610	179,549
Apr	1,427,756	1,374,884	1,967,536	1,936,246
May	956,647	1,133,679	618,824	602,982
Jun	56,028	49,571	25,329	47,127
Jul	19,615	6,852	15,166	-
Aug	29,051	39,674	21,490	-
Sep	84,841	112,850	48,208	-
Oct	1,815,634	1,592,366	1,949,538	-
Nov	502,576	702,505	525,510	-
Dec	63,120	2,194	33,104	-
Totals	5,305,346	5,291,843	5,454,070	2,848,159

	2021	2022	2023	2024
Q1	350,077	277,268	249,366	261,803
Q2	2,440,432	2,558,134	2,611,689	2,586,356
Q3	133,507	159,376	84,864	-
Q4	2,381,330	2,297,066	2,508,152	-
Totals	5,305,346	5,291,843	5,454,070	2,848,159



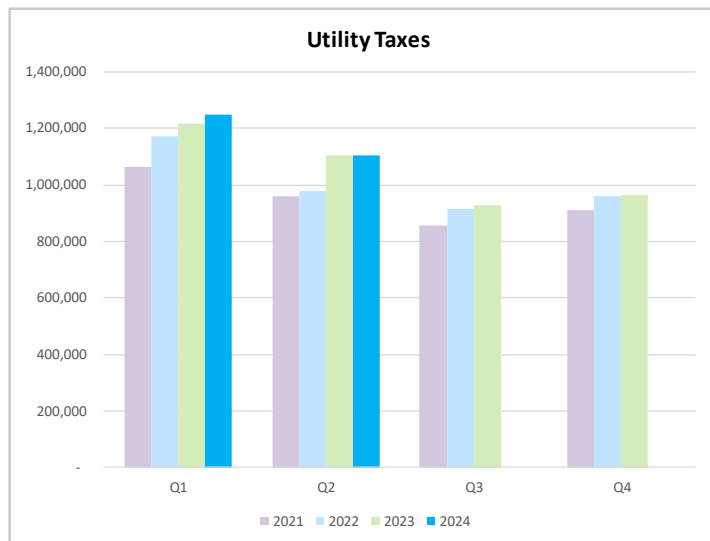
2024 Budget and YTD % collected: 5,639,570 50.5%

2024 YTD to 2023 YTD variance: (12,896) -0.5%

Utility Taxes collected through the second quarter of 2024 were \$2,353,729, which is a \$31,274 (1.3%) increase from the same period in the prior year. The City collects utility tax on the usage of electricity, natural gas, solid waste disposal, cable TV, telephone, and surface water. The City continues to see an increase in utility tax collections over past years.

UTILITY TAXES				
	2021	2022	2023	2024
Jan	356,912	415,812	408,403	451,573
Feb	333,424	381,052	392,084	430,377
Mar	372,379	373,550	417,758	367,997
Apr	350,317	342,928	396,489	413,384
May	321,555	372,039	392,783	356,681
Jun	289,060	262,819	314,936	333,717
Jul	284,693	334,278	302,561	-
Aug	161,581	292,009	318,246	-
Sep	409,898	288,223	306,996	-
Oct	277,060	343,898	314,077	-
Nov	288,366	330,062	260,985	-
Dec	345,268	285,723	390,568	-
Totals	3,790,510	4,022,392	4,215,887	2,353,729

	2021	2022	2023	2024
Q1	1,062,714	1,170,414	1,218,246	1,249,947
Q2	960,931	977,786	1,104,208	1,103,781
Q3	856,171	914,509	927,803	-
Q4	910,693	959,683	965,630	-
Totals	3,790,510	4,022,392	4,215,887	2,353,729



2024 Budget and YTD % collected: 4,459,106 52.8%

2024 YTD to 2023 YTD variance: 31,274 1.3%

2024 2ND QUARTER FINANCIAL REPORT

The table below demonstrates actual revenues compared to prior year collections by the different utility categories:

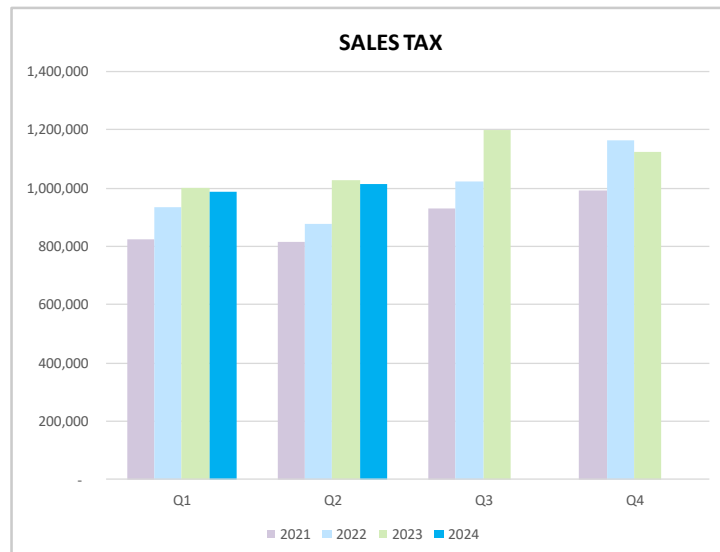
Utility Tax Type	2023 Q2 Total	2024 Q2 Total	Change from 2023	
			Amount	Percent
Electricity	\$ 828,933	\$ 878,200	\$ 49,267	5.9%
Natural Gas	377,878	305,084	(72,794)	-19.3%
Solid Waste	267,914	366,165	98,250	36.7%
Cable TV	423,166	379,915	(43,252)	-10.2%
Telephone	123,951	109,734	(14,216)	-11.5%
SWM*	300,612	314,631	14,019	4.7%
YE Total	\$ 2,322,454	\$ 2,353,729	\$ 31,274	1.3%

*Surface Water Management (SWM) billings include a 15% utility tax. The 15% tax is collected by the Surface Water Management Fund then paid to the General Fund and the Street Fund. The General Fund receives 87% of the SWM utility tax with the Street Fund receiving 13%.

Total Sales and Use Tax collection decreased \$27,016 (1.3%) over the same period in the prior year. Through the second quarter, the City collected \$1,999,785 in sales tax, which represented 46.2% of budgeted expectations. A flattening or slight reduction in sales tax revenue has been a trend in 2024 for many cities. The chart below includes both regular and one-time Sales and Use Tax.

SALES TAX				
	2021	2022	2023	2024
Jan	279,627	318,894	324,361	323,934
Feb	300,346	328,370	348,280	363,347
Mar	242,765	288,274	327,198	299,521
Apr	236,636	271,881	325,182	284,088
May	291,534	320,577	354,939	349,579
Jun	289,025	287,264	346,840	379,315
Jul	321,677	350,183	386,221	
Aug	316,427	330,806	390,611	
Sep	292,786	343,648	423,355	
Oct	316,242	400,408	388,330	
Nov	323,006	362,060	382,509	
Dec	355,429	400,567	355,268	
Totals	3,565,499	4,002,932	4,353,096	1,999,785

	2021	2022	2023	2024
Q1	822,738	935,539	999,839	986,802
Q2	817,195	879,722	1,026,961	1,012,982
Q3	930,889	1,024,637	1,200,188	-
Q4	994,677	1,163,035	1,126,108	-
Totals	3,565,499	4,002,932	4,353,096	1,999,785



2024 Budget and YTD % collected 4,325,000 46.2%

2024 YTD to 2023 YTD variance: (27,016) -1.3%

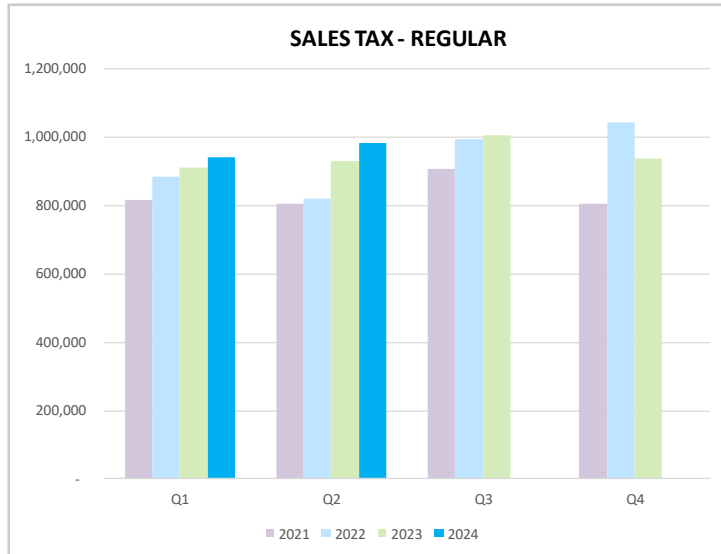
Please see Attachment #1 for a breakdown of sales tax by revenue category.

2024 2ND QUARTER FINANCIAL REPORT

Sales and Use Tax (Regular) collection increased \$81,330 (4.4%) over the same period in the prior year. Through the second quarter, the City collected \$1,924,218 in sales tax, which represented 4.4% of budgeted expectations. "Regular" Sales and Use Tax excludes the sales and use tax generated by construction projects that are valued at \$15 million or more.

SALES TAX - REGULAR				
	2021	2022	2023	2024
Jan	279,627	307,248	324,361	306,411
Feb	300,346	318,149	348,280	342,510
Mar	238,440	261,291	239,565	291,160
Apr	234,236	250,089	325,182	281,002
May	287,523	309,451	354,939	343,551
Jun	285,449	261,903	250,560	359,586
Jul	308,345	334,498	386,221	
Aug	312,079	314,775	390,611	
Sep	288,774	343,648	230,071	
Oct	312,723	400,408	388,330	
Nov	322,999	362,060	382,509	
Dec	170,212	279,570	168,304	
Totals	3,340,753	3,743,090	3,788,935	1,924,218

	2021	2022	2023	2024
Q1	818,413	886,688	912,207	940,080
Q2	807,207	821,443	930,681	984,138
Q3	909,198	992,921	1,006,904	-
Q4	805,934	1,042,039	939,143	-
Totals	3,340,753	3,743,090	3,788,935	1,924,218



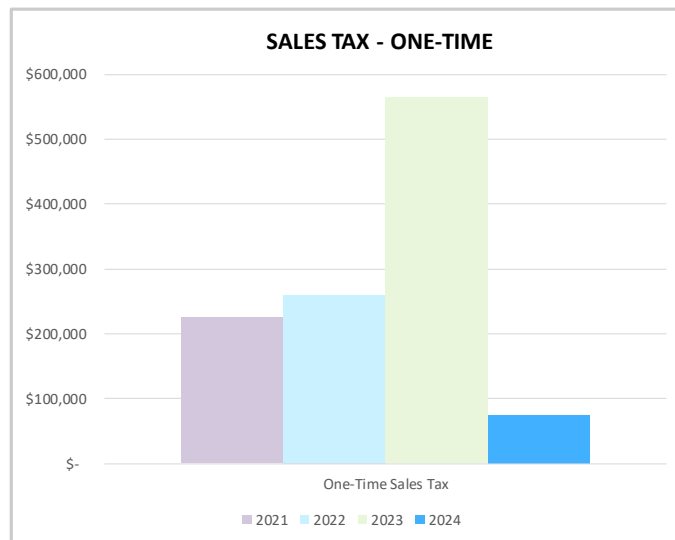
2024 Budget and YTD % collected: 4,150,000 46.4%

2024 YTD to 2023 YTD variance: 81,330 4.4%

The City receives **One-Time Sales and Use Tax** from construction projects in the City whose permits are valued at \$15 million or more. Therefore, this revenue is dependent on whether or not these types of projects are occurring. Through the second quarter of 2024, the City received \$75,567 of One-Time Sales Tax, which is \$108,346 (58.9%) less than through the same period of the prior year.

SALES TAX - ONE-TIME				
	2021	2022	2023	2024
Jan	-	11,647	-	17,523
Feb	-	10,221	-	20,838
Mar	4,325	26,983	87,633	8,361
Apr	2,400	21,792	-	3,086
May	4,012	11,126	-	6,029
Jun	3,576	25,361	96,280	19,730
Jul	13,332	15,685	-	
Aug	4,348	16,031	-	
Sep	4,012	-	193,284	
Oct	3,519	-	-	
Nov	7	-	-	
Dec	185,217	120,996	186,964	
Totals	224,746	259,842	564,161	75,567

	2021	2022	2023	2024
Q1	4,325	48,851	87,633	46,722
Q2	9,988	58,279	96,280	28,845
Q3	21,691	31,716	193,284	-
Q4	188,742	120,996	186,964	-
Totals	224,746	259,842	564,161	75,567



2024 Budget and YTD % collected: 175,000 43.2%

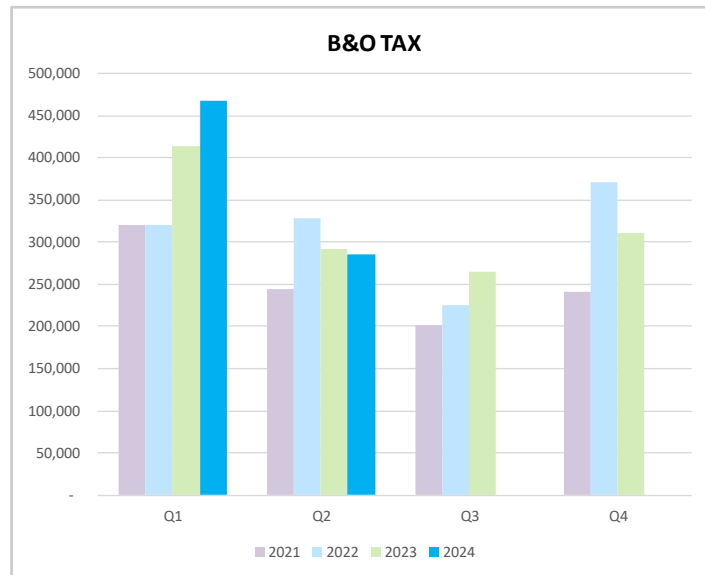
2024 YTD to 2023 YTD variance: (108,346) -58.9%

2024 2ND QUARTER FINANCIAL REPORT

The City received \$752,860 in **Business and Occupation Tax** through the second quarter of 2024. This amount was a \$47,127 (6.7%) increase over the prior year. This amount includes both regular and one-time Business and Occupation Tax.

B&O TAX				
	2021	2022	2023	2024
Jan	66,546	109,447	242,752	239,860
Feb	245,260	191,636	152,492	215,092
Mar	8,303	19,159	18,194	11,983
Apr	132,192	198,624	170,070	185,292
May	104,127	125,808	103,965	75,163
Jun	8,121	3,117	18,260	25,469
Jul	74,594	92,251	178,738	
Aug	125,512	83,386	79,454	
Sep	878	49,720	7,183	
Oct	67,391	163,660	184,516	
Nov	155,885	109,623	70,141	
Dec	18,389	96,950	56,616	
Totals	1,007,196	1,243,381	1,282,381	752,860

	2021	2022	2023	2024
Q1	320,109	320,243	413,438	466,936
Q2	244,440	327,548	292,295	285,925
Q3	200,983	225,357	265,375	-
Q4	241,665	370,233	311,273	-
Totals	1,007,196	1,243,381	1,282,381	752,860



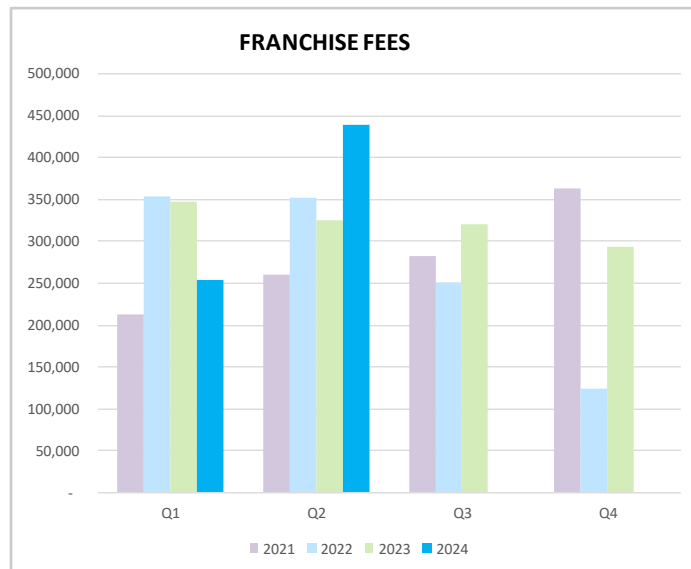
2024 Budget and YTD % collected: 1,440,000 52.3%

2024 YTD to 2023 YTD variance 47,127 6.7%

Franchise Fees help the City recoup the cost of allowing a utility to use its public space. Through the second quarter of 2024, the City collected \$693,344 in franchise fees, which was \$20,918 (3.1%) increase than the same period in the prior year.

FRANCHISE FEES				
	2021	2022	2023	2024
Jan	119,037	245,777	173,449	88,987
Feb	86,631	70,914	123,221	165,479
Mar	7,587	37,062	50,955	-
Apr	115,318	256,013	181,577	270,581
May	55,721	96,150	-	101,142
Jun	89,430	-	143,224	67,154
Jul	168,994	159,775	178,140	
Aug	72,647	59,357	84,701	
Sep	41,418	32,238	57,748	
Oct	177,795	179,959	192,773	
Nov	57,945	75,358	100,000	
Dec	126,740	(131,661)	-	
Totals	1,119,264	1,080,943	1,285,788	693,344

	2021	2022	2023	2024
Q1	213,255	353,753	347,625	254,466
Q2	260,469	352,163	324,801	438,878
Q3	283,060	251,371	320,589	-
Q4	362,480	123,656	292,773	-
Totals	1,119,264	1,080,943	1,285,788	693,344



2024 Budget and YTD % collected: 1,450,000 47.8%

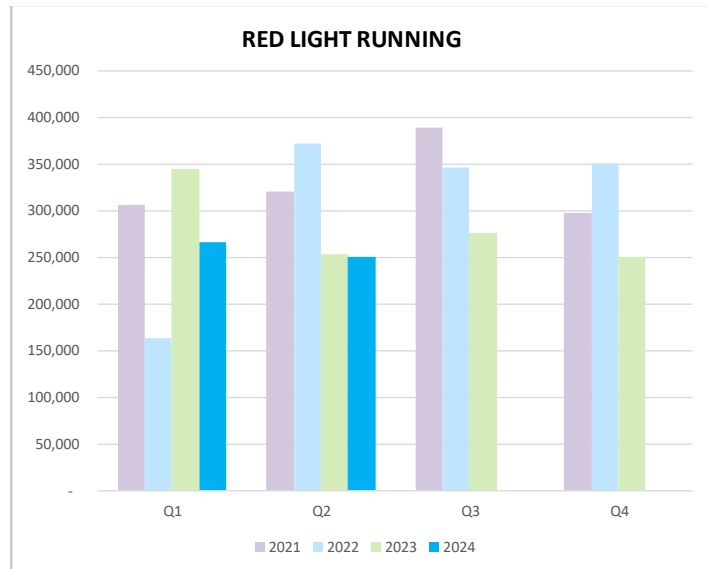
2024 YTD to 2023 YTD variance: 20,918 3.1%

2024 2ND QUARTER FINANCIAL REPORT

Red Light Running Infractions is revenue received from fines generated by the red light camera ticketing system installed at select intersections in the City. Through the second quarter of 2024, the City collected \$516,129 in red light running fee revenue, which was \$82,702 (13.8%) less than the same period in the prior year.

RED LIGHT RUNNING				
	2021	2022	2023	2024
Jan	111,284	85,665	150,079	98,243
Feb	85,275	77,910	99,253	79,761
Mar	109,113	-	95,658	87,930
Apr	101,518	173,061	73,351	86,674
May	97,293	96,361	84,756	75,221
Jun	121,298	102,210	95,734	88,300
Jul	81,076	96,754	90,018	
Aug	154,085	142,340	103,026	
Sep	154,312	107,359	82,801	
Oct	121,645	101,010	90,115	
Nov	99,958	97,034	74,921	
Dec	76,358	152,214	85,015	
Totals	1,313,215	1,231,918	1,124,727	516,129

	2021	2022	2023	2024
Q1	305,673	163,575	344,990	265,934
Q2	320,109	371,632	253,841	250,195
Q3	389,473	346,453	275,845	-
Q4	297,961	350,259	250,051	-
Totals	1,313,215	1,231,918	1,124,727	516,129



2024 Budget and YTD % collected: 1,200,000 43.0%

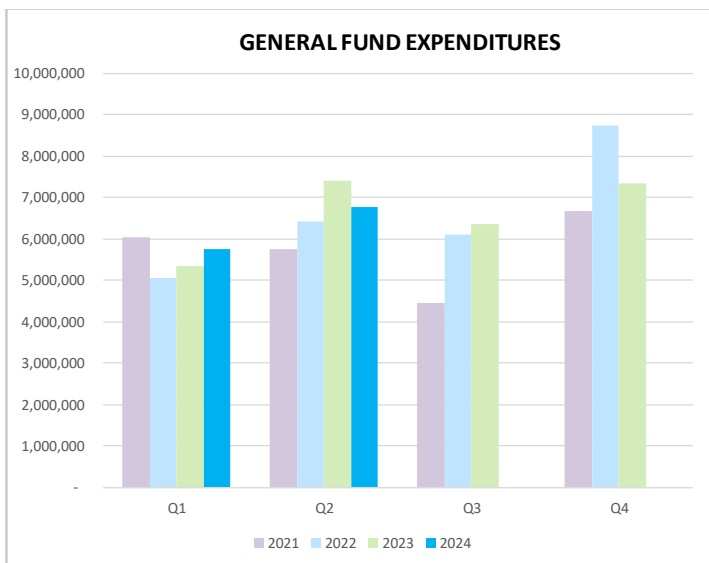
2024 YTD to 2023 YTD variance: (82,702) -13.8%

Expenditures

General Fund expenditures were \$12,543,244, which was \$208,212 (1.63%) more than the same period in the prior year.

GENERAL FUND EXPENDITURES				
	2021	2022	2023	2024
Jan	2,144,873	1,793,863	1,056,241	1,386,166
Feb	1,521,148	1,568,282	1,916,153	2,259,451
Mar	2,389,548	1,686,766	2,363,620	2,129,517
Apr	1,617,624	2,553,651	2,659,612	2,183,092
May	1,921,701	1,913,915	1,539,854	2,490,431
Jun	2,225,871	1,955,199	3,215,978	2,094,587
Jul	559,043	1,771,471	2,077,948	
Aug	1,699,309	1,893,030	2,018,241	
Sep	2,186,707	2,455,471	2,277,215	
Oct	1,865,683	1,378,264	2,156,507	
Nov	1,560,582	2,179,340	1,957,621	
Dec	3,246,002	5,172,142	3,245,339	
Totals	22,938,090	26,321,394	26,484,327	12,543,244

	2021	2022	2023	2024
Q1	6,055,568	5,048,911	5,336,014	5,775,134
Q2	5,765,197	6,422,765	7,415,443	6,768,110
Q3	4,445,058	6,119,972	6,373,404	-
Q4	6,672,266	8,729,745	7,359,467	-
Totals	22,938,090	26,321,394	26,484,327	12,543,244



2024 Budget and YTD % collected: 27,238,936 46.0%

2024 YTD to 2023 YTD variance: (208,212) -1.63%

2024 2ND QUARTER FINANCIAL REPORT

General Fund Summary of Uses Year to Date through June	2023	2024	2024		2024 vs. 2023		2024 vs. Budget	
	YTD Actual	Annual Budget	YTD Budget	YTD Actual	\$	%	\$	%
Personnel	\$ 7,834,991	\$ 18,527,028	\$ 8,491,555	\$ 8,056,977	\$ 221,986	2.8%	\$ (434,578)	-5.1%
Supplies	393,358	672,264	336,132	390,624	(2,734)	-0.7%	54,492	16.2%
Services	3,125,357	6,184,666	3,092,333	3,182,121	56,764	1.8%	89,788	2.9%
Internal Services	1,022,541	1,577,378	788,689	746,126	(276,415)	-27.0%	(42,563)	-5.4%
Capital	148,810	-	-	54,883	(93,927)	-63.1%	54,883	0.0%
Transfers Out	226,400.00	277,600	138,800	113,300	(113,100)	0.0%	(25,500)	-18.4%
Total Expenditures	\$ 12,751,457	\$ 27,238,936	\$ 12,847,508	\$ 12,544,030	\$ (207,426)	-1.6%	\$ (303,478)	-2.4%

Personnel: Personnel costs represent expenditure of funds for salary and benefits expenses. Through the second quarter, personnel costs were \$221,986 (2.8%) higher than at the same point in the prior period.

Internal Services: Internal services represents funds paid by General Fund departments to Internal Service Funds such as Computer Replacement (Fund 511), Facility Repair and Replacement (Fund 506), Equipment Rental Maintenance (Fund 500), Equipment Rental Replacement (Fund 501), and Self-Insurance (Fund 520). In 2024, insurance costs are being spread out over twelve months; whereas, in 2023, they were all paid in one transaction in June of 2023. Therefore, prior year costs are higher when comparing the second quarter of 2024 to the same period of the prior year.

Transfers Out: The transfer out of the General Fund is for the 2018 LTGO bonds debt service payment which is made out of the Debt Service Fund.

2024 2ND QUARTER FINANCIAL REPORT

General Fund Details

General Fund Summary of Sources and Uses	2024			2024 YTD Budget vs Actual		2024
	Amended Budget	YTD Budget	YTD Actual	Amount	Percentage	Remaining Budget
Operating Revenues						
Property Tax	\$ 5,639,570	\$ 2,819,785	\$ 2,848,159	\$ 28,374	1%	\$ 2,791,411
Utility Tax	4,459,106	2,229,553	2,353,729	124,176	6%	2,105,377
Sales Tax - Regular	4,150,000	2,075,000	1,924,218	(150,782)	-7%	2,225,782
Sales Tax - One Time	175,000	87,500	75,567	(11,933)	-14%	99,433
B+O Tax - Regular	1,350,000	675,000	728,148	53,148	8%	621,852
B+O Tax - One Time	90,000	45,000	24,712	(20,288)	-45%	65,288
Franchise Fees	1,450,000	725,000	693,344	(31,656)	-4%	756,656
Criminal Justice Tax	1,300,000	650,000	572,652	(77,348)	-12%	727,348
Gambling Tax	35,000	17,500	9,780	(7,720)	-44%	25,220
Leasehold Tax	240,000	120,000	116,039	(3,961)	-3%	123,961
Taxes Subtotal	\$ 18,888,676	\$ 9,444,338	\$ 9,346,347	\$ (97,991)	-1%	\$ 9,542,329
Business Licenses and Permits	300,000	150,000	181,263	31,263	21%	118,737
Other Licenses and Permits	15,000	7,500	7,017	(483)	-6%	7,983
Intergovernmental (Grants, etc.)	1,043,304	521,652	531,570	9,918	2%	511,734
Charges for Services:						
General Government Services	212,944	106,472	133,897	27,425	26%	79,047
Court	103,300	51,650	53,416	1,766	3%	49,884
Public Safety	83,300	41,650	46,491	4,841	12%	36,809
Culture and Recreation	438,900	219,450	252,097	32,647	15%	186,803
Red Light Running Infractions	1,200,000	600,000	516,129	(83,871)	-14%	683,871
Other fees and penalties	352,150	176,075	41,265	(134,810)	-77%	310,885
Fees/Charges/Fines Subtotal	\$ 3,748,898	\$ 1,874,449	\$ 1,763,145	\$ (111,304)	-6%	\$ 1,985,753
Interest Income	106,000	53,000	46,576	(6,424)	-12%	59,424
Rentals and Leases	511,570	255,785	209,697	(46,088)	-18%	301,873
Contributions and Donations	24,000	12,000	1,402	(10,598)	-88%	22,598
Miscellaneous	30,700	15,350	136,164	120,814	787%	(105,464)
Interfund Charges	1,459,291	729,646	858,375	128,729	18%	600,916
Transfers In						
Fund 114 (ARPA Fund)	1,850,617	925,309	838,604	(86,705)	-9%	1,012,013
Other Revenues Subtotal	\$ 3,982,178	\$ 1,991,089	\$ 2,090,817	\$ 99,728	5%	\$ 1,891,361
Total Operating Revenues	\$ 26,619,752	\$ 13,309,876	\$ 13,200,310	\$ (109,566)	-1%	\$ 13,419,442
Operating Expenditures						
City Council	\$ 95,981	\$ 47,991	\$ 72,876	24,885	52%	23,105
City Manager/Administration	1,255,148	627,574	843,606	216,032	34%	411,542
City Clerk	854,703	427,352	463,730	36,378	9%	390,973
Human Resources	407,370	203,685	128,487	(75,199)	-37%	278,884
Finance	1,334,670	667,335	609,306	(58,029)	-9%	725,364
Technology Services	1,618,534	809,267	807,302	(1,965)	0%	811,231
City Attorney	889,357	444,678	277,897	(166,781)	-38%	611,460
Municipal Court	1,735,021	867,511	734,114	(133,397)	-15%	1,000,908
Public Safety - Business Office	1,061,350	530,675	610,838	80,163	15%	450,512
Police	12,133,208	6,066,604	5,732,083	(334,521)	-6%	6,401,125
Social Services	427,509	213,755	203,764	(9,990)	-5%	223,745
Parks Maintenance	2,081,907	1,040,954	879,127	(161,826)	-16%	1,202,780
Recreation & Senior Services	3,066,577	1,533,289	1,066,782	(466,507)	-30%	1,999,795
Transfers Out						
Fund 208 (2018 LTGO Bonds)	226,600	113,300	113,300	-	0%	113,300
Fund 506 (Facility Repair and Replacement)	51,000	25,500	-	(25,500)	-100%	51,000
Total Operating Expenditures	\$ 27,238,936	\$ 13,619,468	\$ 12,543,211	\$ (1,076,256)	-8%	\$ 14,695,724
Total Operating Income (Loss)	\$ (619,184)	\$ (309,592)	\$ 657,098	\$ 966,690		

OTHER FUNDS

2024 2ND QUARTER FINANCIAL REPORT

SPECIAL REVENUE FUNDS

Development Fund Details

Created in 2017, the purpose of the Development Fund is to account for revenue generated by fee-based development-related activities, including permitting, plan review, etc. and the associated cost of providing services. Divisions included in this fund include Planning and Development Services, Building, Joint and Minor Home Repair, Code Enforcement, Engineering Services, and City Project Management.

Development Fund Summary of Sources and Uses	2024			2024 YTD Budget vs Actual		2024
	Adopted Budget	YTD Budget	YTD Actual	Amount	Percentage	Remaining Budget
Operating Revenues						
Planning and Building						
Building Permits	\$ 500,000	\$ 250,000	\$ 352,688	\$ 102,688	41%	\$ 147,312
Other Licenses and Permits	462,270	231,135	159,534	(71,601)	-31%	302,736
Intergovernmental (Grants, etc.)	110,000	55,000	154,462	99,462	181%	(44,462)
Charges for Services:						
Zoning Fees	336,168	168,084	234,138	66,054	39%	102,030
Plan Check Fees	585,000	292,500	261,312	(31,188)	-11%	323,688
SEPA-Related Mitigation Fees	100,000	50,000	-	(50,000)	-100%	100,000
Other Fees	6,800	3,400	2,261	(1,139)	-33%	4,539
Credit Card Fees	40,000	20,000	25,076	5,076	25%	14,924
Penalties - Stop Work	3,000	1,500	9,004	7,504	500%	(6,004)
Planning and Building Revenue Subtotal	\$ 2,143,238	\$ 1,071,619	\$ 1,198,476	\$ 126,857	12%	\$ 944,762
Engineering						
Right-Of-Way Permits	\$ 125,000	\$ 62,500	\$ 82,804	\$ 20,304	32%	\$ 42,196
Engineering Fees	240,224	120,112	98,655	(21,457)	-18%	141,569
Interfund Charges/ Engineering CIP Support	250,000	125,000	982.63	(124,017)	-99%	249,017
Engineering Revenue Subtotal	\$ 615,224	\$ 307,612	\$ 182,441	\$ (125,171)	-41%	\$ 432,783
Interest Income	20,000	10,000	46,633	36,633	366%	(26,633)
Total Operating Revenues	\$ 2,778,462	\$ 1,389,231	\$ 1,427,551	\$ 38,320	3%	\$ 1,350,911
Operating Expenditures						
Planning and Building						
Salaries and Benefits	\$ 1,483,850	\$ 741,925	\$ 705,301	\$ (36,624)	-5%	\$ 778,549
Supplies	32,380	16,190	12,557	(3,633)	-22%	19,823
Services	761,741	380,871	366,230	(14,640)	-4%	395,511
Planning and Building Expenditures Subtotal	\$ 2,277,971	\$ 1,138,986	\$ 1,084,089	\$ (54,897)	-5%	\$ 1,193,882
Engineering						
Salaries and Benefits	\$ 1,070,041	\$ 535,021	\$ 350,203	\$ (184,817)	-35%	\$ 719,838
Supplies	10,000	5,000	4,303	(698)	-14%	5,698
Services	224,812	112,406	116,546	4,140	4%	108,266
Engineering Expenditures Subtotal	\$ 1,304,853	\$ 652,427	\$ 471,052	\$ (181,374)	-28%	\$ 833,801
Total Operating Expenditures	\$ 3,582,824	\$ 1,791,412	\$ 1,555,141	\$ (236,271)	-13%	\$ 2,027,683
Total Operating Income (Loss)	\$ (804,362)	\$ (402,181)	\$ (127,590)	\$ 274,591		

2024 2ND QUARTER FINANCIAL REPORT

American Rescue Plan Act

In 2021, the City was awarded \$9,029,879 from the federal government through the American Rescue Plan Act (ARPA). The intent of the grant is to replace revenue the City lost due to the impact of the COVID-19 pandemic. ARPA funds must be fully obligated by December 31, 2024 and fully expended by December 31, 2026. Below is the list, as of June 30, 2024 of projects approved by the City Council to be funded by ARPA:

Completed Projects	Allocated	Expended	Remaining
Parks Program Support	1,000,000	1,000,000	-
Municipal Court	550,000	550,000	-
Small Business Grants	495,000	495,000	-
Police Vehicles	255,486	255,486	-
Tenant Eviction Resources	250,000	250,000	-
Metro Transit	250,000	250,000	-
SCORE	250,000	250,000	-
Workforce training scholarships	125,000	125,000	-
Body Cams and Program Consultant	91,925	91,925	-
ARPA Administration Support	90,557	90,557	-
EATS Program	80,471	80,471	-
SR3	75,000	75,000	-
Human Services Committee Enhancement	75,000	75,000	-
Utility Voucher Fund	70,050	70,050	-
Redondo Space Lease	63,000	63,000	-
Food Trucks - Limited Term	50,000	50,000	-
Arts Commission	50,000	50,000	-
Passenger Ferry	45,631	45,631	-
People Movers	42,237	42,237	-
Evidence Van	37,733	37,733	-
Finance Budgeting Software	35,000	35,000	-
Human Resources Recruitment	14,400	14,400	-
Emergency Management Comp Plan	8,000	8,000	-
Subtotal	4,004,490	4,004,490	-
Continuing Projects	Allocated	Expended	Remaining
Marina Infrastructure	1,865,000	525,948	1,339,052
2024 General Fund Support	1,260,389	639,092	621,297
Police Officers	830,000	654,652	175,348
Tenant Restroom	400,000	-	400,000
Non-Profit Hiring Assistance (Mental Health Support)	250,000	224,029	25,971
Nonprofit Foundation	100,000	71,000	29,000
ADA Compliance Program	100,000	11,064	88,936
Additional Traffic Calming	100,000	-	100,000
Field House Play Equipment	100,000	50,000	50,000
Marina Redevelopment Community Presentation Materials	20,000	-	20,000
Subtotal	5,025,389	2,175,785	2,849,604
Total ARPA funds	9,029,879	6,180,275	2,849,604

2024 2ND QUARTER FINANCIAL REPORT

Summary of Other Special Revenue Funds

Fund	Revenue			Expenditures		
	Budget	Actual	% Actual to Budget	Budget	Actual	% Actual to Budget
Special Revenue Funds:						
Street	\$ 2,400,331	\$ 1,050,268	43.8%	\$ 2,198,602	\$ 856,357	39.0%
Arterial Pavement	1,122,500	317,818	28.3%	1,308,000	28,806	2.2%
Police Drug Seizure	26,000	-	0.0%	20,500	-	0.0%
Hotel-Motel Tax	110,750	39,023	35.2%	130,000	50,857	39.1%
Affordable Housing Sales Tax	30,000	12,627	42.1%	30,000	34,012	113.4%
American Rescue Plan Act	1,750	-	0.0%	3,973,617	845,125	21.3%
Redondo Zone	69,500	24,986	36.0%	102,151	71,499	70.0%
Waterfront Zone	260,750	57,689	22.1%	356,204	56,351	15.8%
PBPW Automation Fee	141,500	100,743	71.2%	77,924	37,560	48.2%
Urban Forestry	5,000	-	0.0%	5,000	-	0.0%
Abatement	5,500	3,614	65.7%	2,500	879	35.1%
Automated Speed Enforcement (ASE)	381,500	158,697	41.6%	442,000	122,074	27.6%
Redondo Speed Enforcement	-	1,740	0.0%	-	-	0.0%
Transportation Benefit District	959,000	532,559	55.5%	1,450,000	225,000	15.5%

CAPITAL PROJECTS FUND

Capital Projects Funds are funds used to account for financial resources that are restricted or committed to the construction, acquisition, or improvement of major capital facilities.

The Capital Project Fund per City Code is a single fund for accounting and budgeting purposes. The fund is comprised of a series of managerial funds intended to account for the receipt and expenditure of capital monies. Managerial funds are for informational purposes only.

Fund	Revenue			Expenditures		
	Budget	Actual	% Actual to Budget	Budget	Actual	% Actual to Budget
Capital Project Fund:						
REET 1	\$ 560,000	\$ 338,396	60.4%	\$ 1,545,000	\$ -	0.0%
REET 2	552,500	315,315	57.1%	1,585,576	-	0.0%
Park Levy	195,500	144,751	74.0%	285,000	-	0.0%
Park in Lieu	100,750	-	0.0%	46,000	-	0.0%
One-Time Sales & B+O Tax Revenues	5,000	38,938	778.8%	660,000	-	0.0%
Municipal Capital Improvements	15,626,000	187,110	1.2%	16,558,359	1,031,314	6.6%
Transportation Capital Improvements	8,008,000	1,407,786	17.6%	8,320,641	3,103,528	38.8%
Traffic in Lieu	452,500	8,724	1.9%	540,000	-	0.0%
Traffic Impact - Citywide	301,250	409,859	136.1%	473,000	-	0.0%
Traffic Impact - Pac Ridge	100,750	13,674	13.6%	-	-	0.0%

2024 2ND QUARTER FINANCIAL REPORT

ENTERPRISE FUNDS

Marina Fund Details

The purpose of the Marina Fund is to account for the revenues and expenditures related to Marina operations, construction, and debt.

Marina Fund Summary of Sources and Uses	2024			2024 YTD Budget vs Actual		2024
	Adopted Budget	Amended Budget	YTD Actual	Amount	Percentage	Remaining Budget
Operating Revenue						
Charges for Services	\$ 3,558,167	\$ 3,558,167	\$ 2,014,316	\$ (1,543,851)	-43%	\$ 1,543,851
Fuel Sales	1,503,000	1,503,000	420,989	(1,082,011)	-72%	1,082,011
Miscellaneous Revenues	12,800	12,800	14,086	1,286	10%	(1,286)
Operating Revenue Subtotal	\$ 5,073,967	\$ 5,073,967	\$ 2,449,391	\$ (2,624,576)	-52%	\$ 2,624,576
Operating Expense						
Salaries and Benefits	\$ 1,310,733	\$ 1,310,733	\$ 605,293	\$ (705,440)	-54%	\$ 705,440
Supplies	147,500	147,500	53,495	(94,005)	-64%	94,005
Fuel Purchases	1,200,000	1,200,000	271,509	(928,491)	-77%	928,491
Services	612,145	612,145	204,098	(408,047)	-67%	408,047
Services - Interfund	930,106	930,106	506,840	(423,266)	-46%	423,266
Total Operating Expenses (excl. depreciation)	\$ 4,200,484	\$ 4,200,484	\$ 1,641,235	\$ (2,559,249)	-61%	\$ 2,559,249
Operating Income/(Loss)	\$ 873,483	\$ 873,483	\$ 808,156	\$ (65,327)	-7%	
Non-Operating Revenue						
Interest Income	90,000	90,000	295,615	205,615	228%	(205,615)
Non-operating Revenue Subtotal	\$ 90,000	\$ 90,000	\$ 295,615	\$ 205,615	228%	\$ (205,615)
Non-operating Expense						
Capital Outlay	\$ 7,687,000	\$ 7,687,000	\$ 54,944	\$ (7,632,056)	-99%	\$ 7,632,056
Debt Service	1,272,523	1,272,523	430,782	(841,741)	-66%	841,741
Non-operating Expense Subtotal	\$ 8,959,523	\$ 8,959,523	\$ 485,726	\$ (8,473,797)	-95%	\$ 8,473,797
Net Income	\$ (7,996,040)	\$ (7,996,040)	\$ 618,045	\$ 8,614,085	-108%	

**June is month 6 of 12 = 50%

2024 2ND QUARTER FINANCIAL REPORT

Surface Water Management (SWM) Fund Details

The purpose of the Surface Water Management(SWM) Fund is to account for revenues and expenses related to Surface Water Management operations and construction.

Surface Water Management Fund Summary of Sources and Uses	2024			2024 YTD Budget vs Actual		2024 Remaining Budget
	Adopted Budget	YTD Budget	YTD Actual	Amount	Percentage	
Operating Revenue						
Charges for Services	\$ 5,529,436	\$ 2,764,718	\$ 3,362,983	\$ 598,265	22%	\$ 2,166,453
Intergovernmental Revenue	613,000	306,500	456,884	150,384	49%	156,116
Operating Revenue Subtotal	\$ 6,142,436	\$ 3,071,218	\$ 3,819,868	\$ 748,650	24%	\$ 2,322,568
Operating Expense						
Salaries and Benefits	\$ 1,672,255	\$ 836,128	\$ 697,638	\$ (138,490)	-17%	\$ 974,617
Supplies	116,100	58,050	46,031	(12,019)	-21%	70,069
Services	1,269,027	634,514	679,851	45,337	7%	589,176
Services - Interfund	727,599	363,800	404,217	40,417	11%	323,382
Total Operating Expenses (excl. depreciation)	\$ 3,784,981	\$ 1,892,491	\$ 1,827,736	\$ (64,754)	-3%	\$ 1,957,245
Operating Income/(Loss)	\$ 2,357,455	\$ 1,178,728	\$ 1,992,131	\$ 813,404	69%	
Non-Operating Revenue						
Interest Income	20,000	10,000	244,178	234,178	2342%	(224,178)
Non-operating Revenue Subtotal	\$ 20,000	\$ 10,000	\$ 244,178	\$ 234,178	2342%	\$ (224,178)
Non-operating Expense						
Capital Outlay	\$ 3,123,000	\$ 1,561,500	\$ 496,612	\$ (1,064,888)	-68%	\$ 2,626,388
Non-operating Expense Subtotal	\$ 3,123,000	\$ 1,561,500	\$ 496,612	\$ (1,064,888)	-68%	\$ 2,626,388
Net Income	\$ (745,545)	\$ (372,773)	\$ 1,739,697	\$ 2,112,469	-567%	

**June is month 6 of 12 = 50%

2024 2ND QUARTER FINANCIAL REPORT

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department to other departments of the government and to other government units on a cost reimbursement basis.

Fund	Revenue			Expenditures		
	Budget	Actual	% Actual to Budget	Budget	Actual	% Actual to Budget
<i>Internal Service Funds:</i>						
Equipment Rental Operations	1,238,024	379,885	30.7%	811,082	368,468	29.8%
Equipment Rental Replacement	753,280	455,722	60.5%	1,122,000	446,060	59.2%
Facility Major Repairs	461,150	109,794	23.8%	546,000	49,247	10.7%
Computer Replacement	412,800	156,606	37.9%	939,985	130,098	31.5%
Self Insurance	1,286,315	556,295	43.2%	1,266,927	1,121,287	87.2%
Unemployment Insurance	51,950	32,987	63.5%	42,500	16,138	31.1%

2024 2ND QUARTER FINANCIAL REPORT

ATTACHMENT 1

SALES TAX SUMMARY

JUNE 2024 (APRIL 2024 SALES)

NAICS	CONSTRUCTION	23 TOTAL	23 YTD	24 YTD	YTD % Diff
236	Construction of Buildings	714,343	325,336	174,359	-46.4%
237	Heavy & Civil Construction	50,465	29,511	20,295	-31.2%
238	Specialty Trade Contractors	360,010	135,901	156,917	15.5%
TOTAL CONSTRUCTION		\$ 1,124,818	\$ 490,748	\$ 351,572	
<i>Overall Construction Change from Previous Year</i>				\$ (139,177)	-28.4%

	MANUFACTURING	23 TOTAL	23 YTD	24 YTD	YTD % Diff
311	Food Manufacturing	\$ 1,607	\$ 894	\$ 444	-50.3%
312	Beverage & Tobacco Products	2,444	1,248	1,052	-15.7%
313	Textile Mills	244	170	111	-35.0%
314	Textile Product Mills	207	167	135	-19.1%
315	Apparel Manufacturing	310	171	164	-4.0%
316	Leather & Allied Products	365	139	202	45.4%
321	Wood Product Manufacturing	2,141	602	3,831	535.9%
322	Paper Manufacturing	460	273	83	-69.7%
323	Printing & Related Support	4,336	1,845	2,400	30.1%
324	Petroleum & Coal Products	41	1	8	508.7%
325	Chemical Manufacturing	1,254	561	685	22.1%
326	Plastic & Rubber Products	384	51	223	340.9%
327	Nonmetallic Mineral Products	4,380	1,978	1,866	-5.7%
331	Primary Metal Manufacturing	25	(1)	5	-810.4%
332	Fabricated Metal Mfg Products	6,380	4,566	853	-81.3%
333	Machinery Manufacturing	854	216	433	100.5%
334	Computer & Electronic Products	3,309	1,110	1,033	-7.0%
335	Electric Equipment, Appliances	790	53	212	301.3%
336	Transportation Equipment Mfg	16,069	5,187	7,274	40.2%
337	Furniture & Related Products	4,229	1,807	3,122	72.7%
339	Miscellaneous Manufacturing	4,628	1,741	2,369	36.1%
TOTAL MANUFACTURING		\$ 54,458	\$ 22,780	\$ 26,504	
<i>Overall Manufacturing Change from Previous Year</i>				\$3,724	16.3%

	TRANSPORTATION & WAREHOUSING	23 TOTAL	23 YTD	24 YTD	YTD % Diff
482	Rail Transportation	5	2	1	-50.0%
484	Truck Transportation	6,501	3,577	3,549	-0.8%
487	Scenic and Sightseeing Trans	669	669	-	-100.0%
488	Transportation Support	2,121	1,060	1,331	25.5%
491	Postal Services	115	57	57	-0.4%
492	Couriers & Messengers	23,390	11,600	14,047	21.1%
493	Warehousing & Storage	1,143	104	316	202.4%
TOTAL TRANSP & WHSING		\$ 33,944	\$ 17,071	\$ 19,301	
<i>Overall Transportation Change from Previous Year</i>				\$2,230	13.1%

	WHOLESALE TRADE	23 TOTAL	23 YTD	24 YTD	YTD % Diff
423	Whls Trade-Durable Goods	\$ 162,845	\$ 83,025	\$ 70,235	-15.4%
424	Whls Trade-Nondurable Goods	52,346	25,638	27,530	7.4%
425	Wholesale Electronic Markets	796	348	656	88.7%
WHOLESALE TRADE TOTAL		\$ 215,987	\$ 109,010	\$ 98,420	
<i>Overall Wholesale Change from Previous Year</i>				(\$10,590)	-9.7%

2024 2ND QUARTER FINANCIAL REPORT

ATTACHMENT 1 (Cont.)

SALES TAX SUMMARY

JUNE 2024 (APRIL 2024 SALES)

NAICS	AUTOMOTIVE	23 TOTAL	23 YTD	24 YTD	YTD % Diff
441	Motor Vehicle & Parts Dealer	\$ 102,216	\$ 63,550	\$ 147,063	131.4%
	TOTAL AUTOMOTIVE	\$ 102,216	\$ 63,550	\$ 147,063	
	<i>Overall Automotive Change from Previous Year</i>			\$83,513	131.4%
	RETAIL TRADE	23 TOTAL	23 YTD	24 YTD	YTD % Diff
444	Building Material & Garden	53,538	28,167	26,351	-6.5%
445	Food & Beverage Stores	171,323	81,486	86,330	5.9%
449	Furniture, Home Furnishings, Electronic	215,111	96,464	78,748	-18.4%
455	General Merchandise Retailers	57,547	27,195	30,711	12.9%
456	Health and Personal Care Retailers	155,417	101,919	32,347	-68.3%
457	Gasoline Stations and Fuel Dealers	66,686	33,068	29,538	-10.7%
458	Clothing, Clothing Accessories, Shoe an	51,776	27,167	25,958	-4.5%
459	Sporting Goods, Hobby, Musical Instrur	622,518	286,590	336,714	17.5%
	TOTAL RETAIL TRADE	\$1,393,916	\$ 682,056	\$ 646,696	
	<i>Overall General Retail Change from Previous Year</i>			(\$35,360)	-5.2%
	SERVICES	23 TOTAL	23 YTD	24 YTD	YTD % Diff
51*	Information	\$ 189,478	\$ 91,790	\$ 113,046	23.2%
52*	Finance & Insurance	23,393	11,176	12,414	11.1%
53*	Real Estate, Rental, Leasing	69,057	23,514	23,815	1.3%
541	Professional, Scientific, Tech	84,983	35,315	42,288	19.7%
551	Company Management	817	203	949	368.1%
56*	Admin, Supp, Remed Svcs	251,426	118,229	133,313	12.8%
611	Educational Services	16,075	7,702	9,264	20.3%
62*	Health Care Social Assistance	6,030	1,861	3,443	85.0%
71*	Arts & Entertainment	32,618	15,235	15,165	-0.5%
72*	Accommodation & Food Svcs	415,966	196,818	195,959	-0.4%
81*	Other Services	117,907	53,565	74,609	39.3%
92*	Public Administration	867	206	246	19.2%
	TOTAL SERVICES	\$1,208,618	\$ 555,615	\$ 624,511	
	<i>Overall Services Change from Previous Year</i>			\$68,897	12.4%
	MISCELLANEOUS	23 TOTAL	23 YTD	24 YTD	YTD % Diff
111-115	Agriculture, Forestry, Fishing	947	303	200	-34.1%
211-221	Mining & Utilities	1,052	308	7,973	2488.1%
999	Unclassifiable Establishments	142,767	56,824	64,861	14.1%
	MISCELLANEOUS TOTAL	\$ 144,766	\$ 57,435	\$ 73,034	
	<i>Overall Miscellaneous Change from Previous Year</i>			\$15,599	27.2%
		23 TOTAL	23 YTD	24 YTD	YTD % Diff
	GRAND TOTALS	\$4,278,723	\$1,998,265	\$1,987,102	
	<i>Grand Total Change from Previous Year to Date</i>			(\$11,163)	-0.56%

Glossary of Terms

Abatement: A reduction or elimination of a real or personal property tax, motor vehicle excise, a fee, charge, or special assessment imposed by a governmental unit. Granted only on application of the person seeking the abatement and only by the committing governmental unit.

Abatement Fund: This fund was created to account for revenue and expenditures to abate nuisances within the city.

Bond: A means to raise money through the issuance of debt. A bond issuer/borrower promises in writing to repay a specified sum of money, alternately referred to as face value, par value or bond principal, to the buyer of the bond on a specified future date (maturity date), together with periodic interest at a specified rate. The term of a bond is always greater than one year.

Budget: A plan for allocating resources to support particular services, purposes and functions over a specified period of time.

Capital Assets: All real and tangible property used in the operation of a government, which is not easily converted into cash, and has an initial useful life extending beyond a single financial reporting period. Capital assets include land and land improvements; infrastructure such as roads, bridges, water and sewer lines; easements; buildings and building improvements; vehicles, machinery and equipment. Communities typically define capital assets in terms of a minimum useful life and a minimum initial cost.

Capital Outlay: Expenditures that result in the acquisition of or addition to capital assets.

Capital Projects Fund: funds that are used to account for financial resources that are restricted or committed to the construction, acquisition, or improvement of major capital facilities.

Debt Service: The repayment cost, usually stated in annual terms and based on an amortization schedule, of the principal and interest on any particular bond issue.

Enterprise Fund: A fund type used to account for operations that are financed or operated in a manner similar to private business enterprise where the intent of the governing body is that costs of providing goods and services be recovered primarily through user charges.

Expenditure/Expense: An outlay of money made by municipalities to provide the programs and services within their approved budget.

Franchise Fees: Fees paid to the City by a utility provider who uses public space to deliver its services.

Fund: An independent fiscal and accounting entity with a self-balancing set of accounts recording cash and/or other resources, together with all related liabilities, obligations, reserves, and equities which are segregated for the purpose of carrying on specific activities or attaining certain objectives.

General Fund: Accounts for all revenues and expenditures that are not accounted for in any other fund except those required by statute. It is a fund supported by taxes, fees, and other miscellaneous revenues. This fund is used to finance daily and long-term operations.

2024 2ND QUARTER FINANCIAL REPORT

Grant: A contribution by Federal, State, and other jurisdiction or organization to support a particular function.

Impact Fees: A payment of money imposed by the City upon development activity as a condition of issuance of a building permit to pay for public facilities needed to serve new growth and development, and to mitigate the impacts of the development activity on the existing public facilities.

In-Lieu: A payment alternative for funding capital expenditures.

Interfund Transfer: The movement of monies between funds of the same government entity.

Intergovernmental: Relating to activity conducted between two or more governments.

Investments: Securities held for the production of income in the form of interest. The term does not include fixed assets used in governmental operations.

Net Position: The difference between assets and liabilities.

Park In-Lieu Fees: A voluntary payment of money from a subdivision or multi-family development as an alternative to providing open space or park land for recreation purposes.

Park Levy: Funding generated through an interlocal agreement with King County for King County Parks Levy funds restricted for capital projects.

Planning, Building and Public Works (PBPW) Automation Fund: This fund was created to account for Planning, Building and Public Works automation fees and to be used for technology operations, maintenance and replacement expenditures; as well as, capital expenditures for acquisition of additional technology benefitting the PBPW department.

Redondo Zone Fund: The Redondo Zone is the Redondo Beach Park area. This fund accounts for parking fees and fines in the Redondo Zone which are to be used for operating and capital costs related to the zone.

Revenue: Money that flows into the local government. It is recurring if it is received on a consistent basis (e.g., sales taxes and property taxes) and nonrecurring if it is received irregularly (e.g., federal and state grants).

Special Revenue Fund: A special revenue fund is a fund that collects money to be used for a specific purpose. These funds can increase transparency and accountability for taxpayers by ensuring that their tax dollars are used for their intended purpose.

Unrestricted Net Position: The net position that generally can be used for any purpose. However, they are not necessarily in a spendable form, such as cash.

Waterfront Zone: This fund was created to account for revenues and expenditures relating to the provision of services and public access to the fishing pier, the waterfront area of the Beach Park and related parking lots and to the space on the upland areas not designated as part of the marina enterprise fund.