



# City of Port Orchard 2019-2020 Revenue 2019 Revenue Sources Hearing

OCTOBER 23, 2018

# An Overview of the City's Current Expense and Street Budgets

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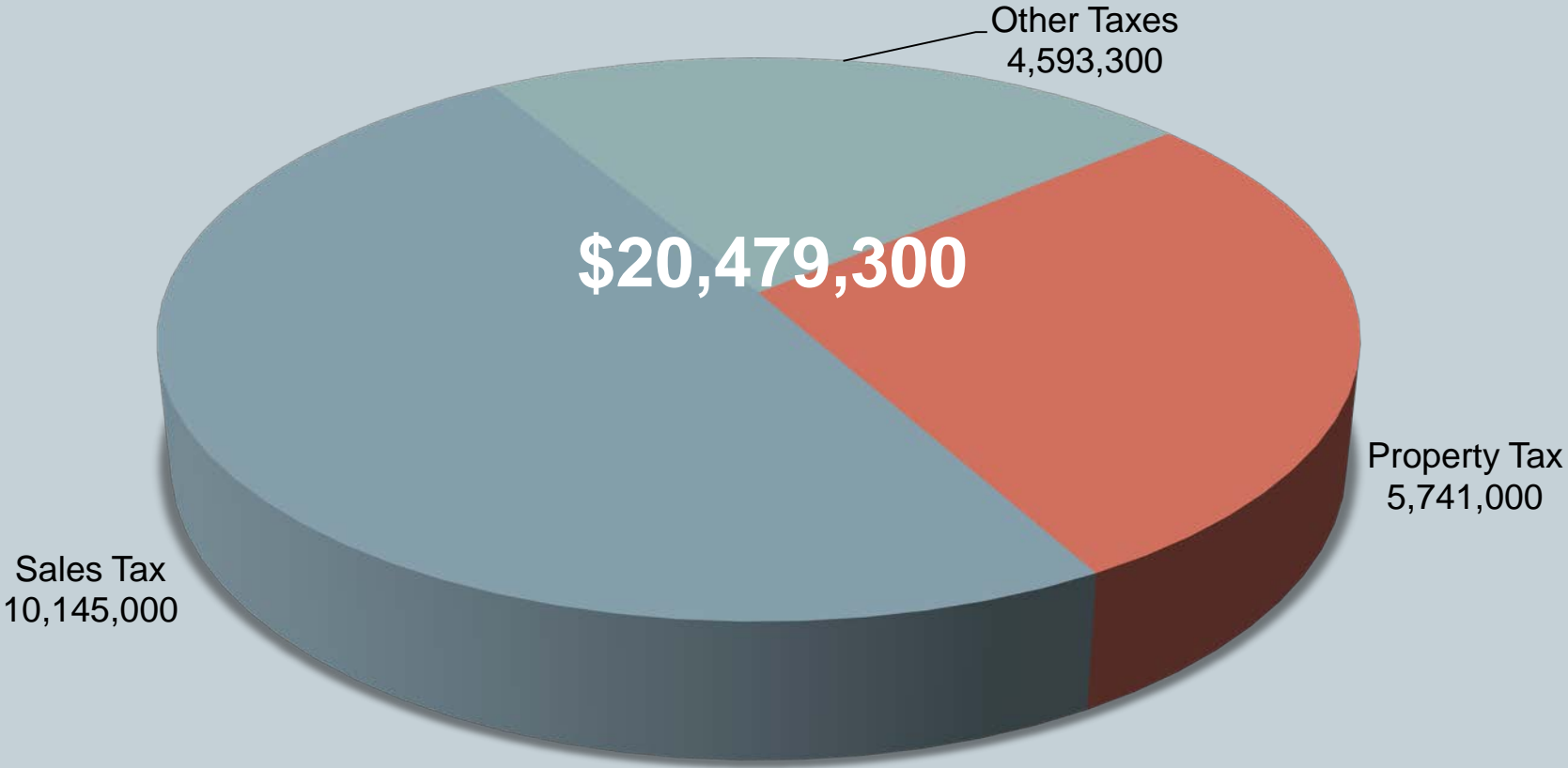
## A Requirement of RCW 84.55.120

Current expense budget means that budget which is primarily funded by taxes and charges and reflects the provision of ongoing services.

Current expense budget does not mean the capital, enterprise, or special assessment budgets.

# General Fund 2019-2020 Biennial Budget Tax Revenue

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# General Fund

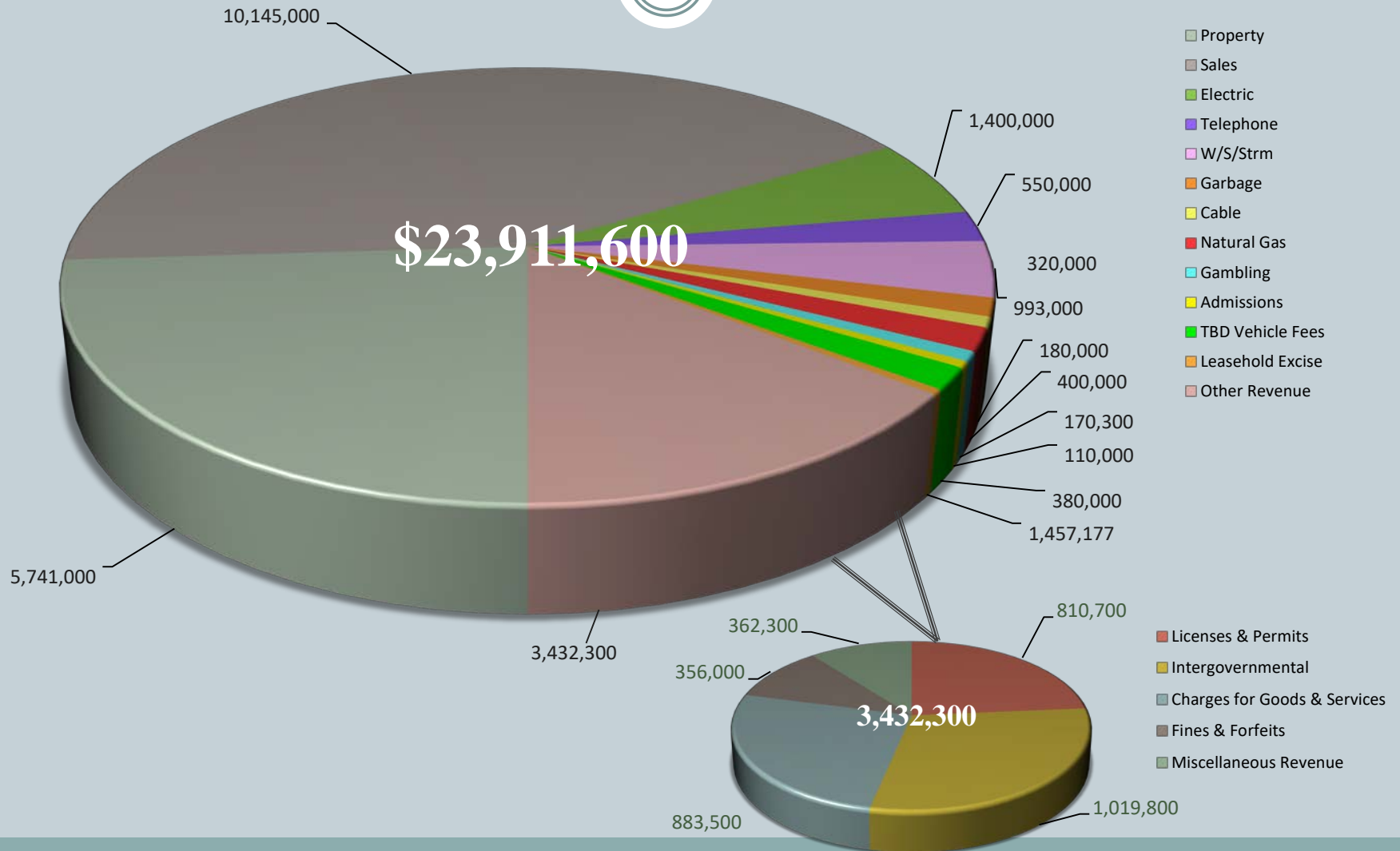
## 2019-2020 Biennial Budget Tax Revenue

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	<b>2019</b>	<b>2020</b>	<b><i>Biennium Total</i></b>	<b>Percent of Budgeted tax</b>
Retail Sales & Use Tax	5,060,000	5,085,000	10,145,000	49.54%
Property Tax	2,841,000	2,900,000	5,741,000	28.03%
Other Taxes:				
Electric	700,000	700,000	1,400,000	6.84%
Telephone	275,000	275,000	550,000	2.69%
Utilities Tax	479,000	514,000	993,000	4.85%
Garbage	160,000	160,000	320,000	1.56%
TV Cable	90,000	90,000	180,000	0.88%
Natural Gas	200,000	200,000	400,000	1.95%
Gambling	84,300	86,000	170,300	0.83%
TBD Veh Fees	190,000	190,000	380,000	1.86%
Admissions	55,000	55,000	110,000	0.54%
Leasehold Excise	45,000	45,000	90,000	0.44%
<b>Total</b>	<b>\$10,179,300</b>	<b>\$10,300,000</b>	<b>\$20,479,300</b>	<b>100.00%</b>

# General Fund 2019-2020 Biennial Budgeted Revenue All Sources

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# General Fund

## Biennial Budget vs Actual (YTD) Revenue Comparison

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Revenue By Category	2017-2018 Budget	2019-2020 Budget	Change
Sales Tax	9,167,000	10,145,000	10.67%
Property Tax	5,396,235	5,741,000	6.39%
Other Taxes	4,230,635	4,593,300	8.57%
<b>Tax Revenue</b>	<b>18,793,870</b>	<b>20,479,300</b>	<b>8.97%</b>
Licenses & Permits	673,800	810,700	20.32%
Intergovernmental Revenue	1,046,500	1,019,800	-2.55%
Charges For Services	1,132,350	883,500	-21.98%
Fines & Forfeits	444,000	356,000	-19.82%
Miscellaneous Revenues	382,339	362,300	-5.24%
<b>Other Revenues</b>	<b>3,678,989</b>	<b>3,432,300</b>	<b>-6.71%</b>
	<b>\$22,472,859</b>	<b>\$23,911,600</b>	<b>6.40%</b>

# Property Tax History

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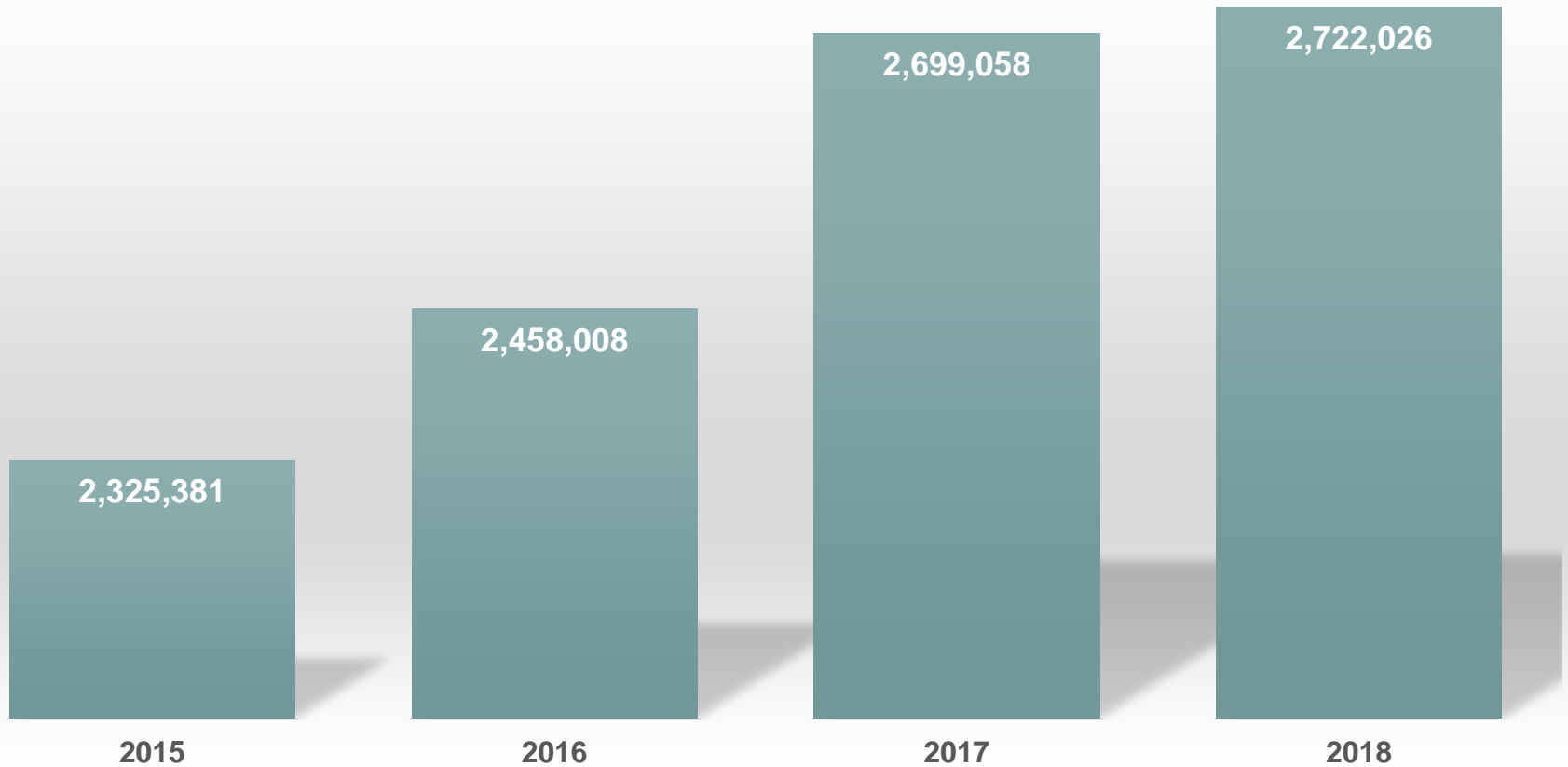
<b>LEVY YEAR</b>	<b>ASSESSED VALUATION</b>	<b>LEVY RATE</b>	<b>LEVIED PROPERTY TAXES</b>
2015	\$1,347,919,629	1.7252	\$2,325,381
2016	\$1,405,166,175	1.7493	\$2,458,008
2017	\$1,532,610,083	1.7610	\$2,699,058
*2018	\$1,631,598,525	1.6683*	\$2,722,026
*2019 Proposed	\$1,833,047,023	1.5411 **	\$2,851,983*

\* 2018 levy rate is reduced due to the Library District levy lid lift.

\*\*2019 Proposed is subject to change depending on outcome of final State Utilities

# Property Tax Collection History

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# Property Tax Comparison - 2018 to 2019

Levy Rate – 1.7611	2018	Levy Rate – 1.5411	2019
2017 Levied Amount	\$2,699,058	2018 Levied Amount	\$2,722,026
.8636% increase	23,309	1.0% increase	27,220
New Construction	38,196		75,661
Annexation	0		0
Utilities (Estimated)	10,000		10,000
Refunds	35,963		17,076
<b>Levy</b>	<b>\$2,806,526</b>		<b>\$2,851,983</b>

# Retail Sale & Use Tax Revenue

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More important than the Property Tax is sales tax.  
Sales tax accounts for ~50% of the Current Expense  
revenues.

# Sales Tax Collection

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- Year to date Sale Tax Revenue is on track with what the city estimated for 2018

Year-to-date  
81.26%

	Actual	Estimated
2015	4,138,566	
2016	4,536,118	
2017	4,795,199	4,516,000
2018	3,779,605 as of 9/30/18	4,651,000
2019		5,060,000

# Sales Tax Received By Month

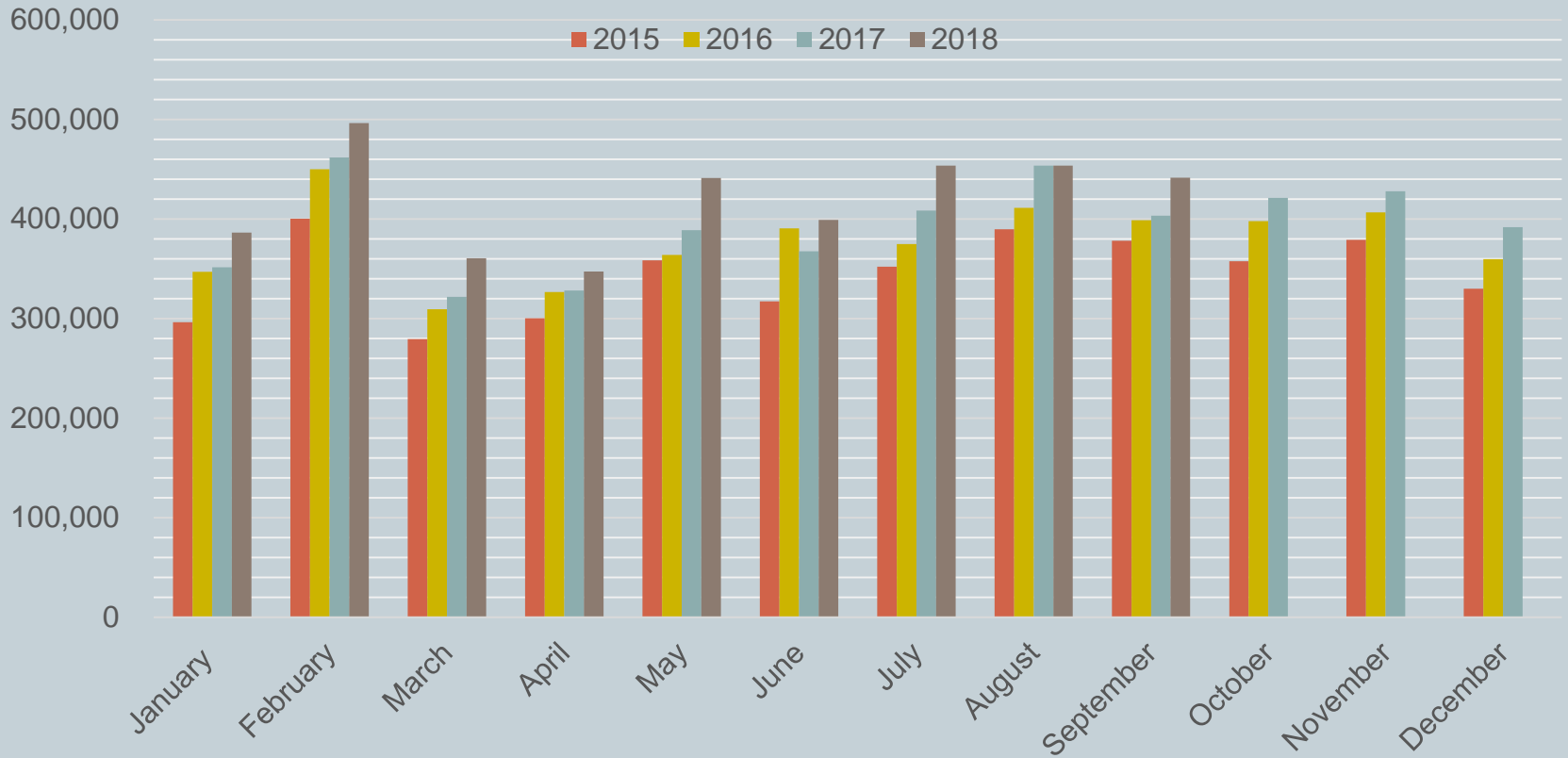
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- 2017 growth rate was ~4%
- YTD measured against 2017 shows a growth rate of ~ 8.5%

Year	2015	2016	2017	2018 (as of 9/30/17)	Annual Growth Rate
JANUARY	296,268	347,041	\$ 351,549	\$ 386,354	9.90%
FEBRUARY	400,407	449,948	461,703	496,351	7.50%
MARCH	279,274	309,322	321,753	360,538	12.05%
APRIL	300,199	326,635	328,165	347,330	5.84%
MAY	358,352	363,892	388,621	441,283	13.55%
JUNE	317,356	390,487	367,611	399,207	8.59%
JULY	351,995	374,767	408,585	453,650	11.03%
AUGUST	389,756	411,062	453,577	453,487	-0.02%
SEPTEMBER	378,150	398,665	403,185	441,406	9.48%
OCTOBER	357,596	397,959	421,304		
NOVEMBER	379,146	406,541	427,841		
DECEMBER	330,064	359,797	391,854		
<b>TOTALS</b>	<b>4,138,566</b>	<b>4,536,118</b>	<b>4,725,746</b>	<b>3,779,605</b>	

# Sales Tax Collection 2015-2018

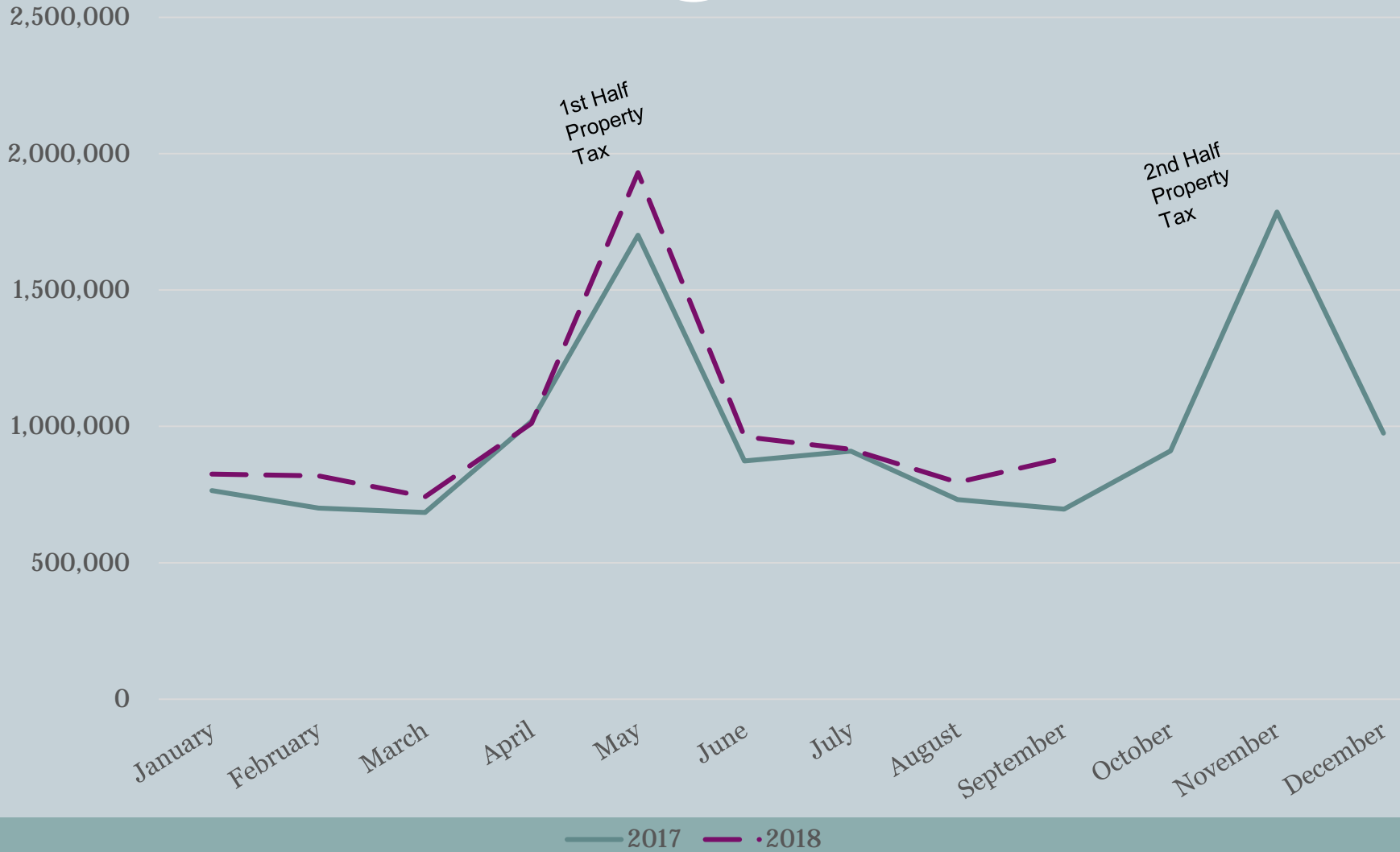
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# 2017-2018 Seasonal Revenue Flow

## All Revenues

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# Thank you...

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## This concludes my remarks.

