



City Council Study Session

AGENDA

July 10, 2012

6:30 pm – 8:00 pm

Call to Order

Public Comment

This is an opportunity for the public to address the Council. Three-minutes limit per person or 5 minutes if representing the official position of a recognized community organization.

Topics

- Presentation: Community Survey Results
- Presentation: Employee Committee
- 2013-2014 Budget Revenue Forecast
- Non-Motorized Transportation Program

Adjournment

City Council meetings are wheelchair accessible. American Sign Language (ASL) interpretation is available upon request. Please phone (425) 295-0500 at least 48 hours in advance. Assisted Listening Devices are also available upon request.



MEMORANDUM

DATE: July 5, 2012

TO: Ben Yazici, City Manager

FROM: Joe Guinasso, Finance Director

RE: 2013-2014 Revenue Forecast

The City Council is scheduled to take formal action adopting the 2013-2014 Budget on November 19, 2012. The 2013-2014 revenue forecast serves as an important building block in preparing the Budget for the City Council's consideration. At the July 10, 2012 City Council meeting, staff will present an overview of 2nd Quarter 2012 revenue performance, estimated 2012 ending fund balance, and the assumptions incorporated in the 2013-2014 revenue forecast.

2nd Quarter 2012 Revenue

Total revenue collections through June are 53% of the 2012 budget. Comparing these results with 2011, total revenues are up \$1,262,000 reflecting strong development and permitting activity in 2012. Total 2012 revenues are budgeted at approximately \$600,000 more than the 2011 budgeted revenues in spite of a \$260,000 reduction in State shared revenues. The impacts of the State's 2012 Supplemental Budget are incorporated in the City's revenue projections for State shared revenues (criminal justice sales tax and liquor distribution).

REVENUE TYPE	2011 ACTUAL	YTD '11 ACTUAL	2012 BUDGET	2012 ACTUAL	PERCENT COLLECTED	'12-'11 YTD \$ VARIANCE
TAXES	\$27,820,187	\$14,187,455	\$27,095,000	\$14,350,069	53%	\$162,614
LICENSES/PERMITS	\$1,529,597	\$593,765	\$1,220,550	\$744,485	61%	\$150,720
INTERGOVERNMENTAL	\$1,973,234	\$846,628	\$1,751,250	\$1,427,493	82%	\$580,865
CHGS for GOODS/SVCS	\$6,205,082	\$2,948,430	\$4,718,000	\$3,685,328	78%	\$736,897
FINES & FORFEITS	\$132,135	\$15,841	\$113,250	\$4,129	4%	(\$11,712)
MISCELLANEOUS	\$892,259	\$488,222	\$543,540	\$929,488	171%	\$441,266
TOTAL	\$38,552,493	\$19,080,342	\$35,441,590	\$21,140,992	60%	\$2,060,650

Source: June 2012 Financial Management Report

2012 Ending Fund Balance

The 2012 ending fund balance serves as a starting point for 2013-2014 revenue projections. The following table illustrates the estimated ending fund balance for all funds. Key assumptions include (1) \$2.9 million of General Fund strategic operating reserve; (2) \$3 million of General Government CIP funds designated for the infrastructure contingency reserve; (3) \$6.1 million of unrestricted Parks CIP funds available for the construction of a new community center.

2011-2012 Biennium Projected Ending Fund Balance

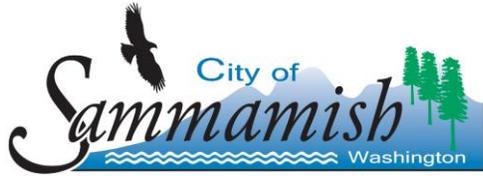
<u>Fund</u>	<u>Projected EFB</u>	<u>Designated/ Restricted</u>	<u>Unobligated/ Unrestricted</u>
001 General Fund	\$15,072,000	\$2,900,000	\$12,172,000
101 Street Fund	2,744,000	0	2,744,000
201 Debt Service Fund	0	0	0
301 Gen Gov CIP	8,533,000	3,000,000	5,533,000
302 Parks CIP	10,301,000	2,334,000	7,967,000
340 Transportation CIP	10,015,000	0	10,015,000
408 SWM Fund	376,000	376,000	0
438 SWM CIP	1,339,000	1,339,000	0
501 Equipment Rental Fund	971,000	971,000	0
502 Technology Fund	595,000	595,000	0
503 Risk Management Fund	395,000	395,000	0
	<u>\$50,341,000</u>	<u>\$11,910,000</u>	<u>\$38,431,000</u>

2013-2014 Revenue Forecast

Sammamish has experienced steady growth in revenue since 2010. This trend is anticipated to continue into the 2013-2014 Biennium. The Washington State Economic Forecast anticipates a statewide sustained construction upturn beginning in late 2012. In addition, personal income is forecasted to increase by 4.7% in 2013 and 5.3% in 2014.

Permitting activity, as indicated by building permit activity and land use applications, is predicted to remain strong into the 2013-2014 Biennium. This is anticipated to translate into increased property tax, sales tax, permitting revenues, impact fees, and real estate excise tax.

While moderate recovery is predicted in the region and the housing market in Sammamish remains strong, staff will continue to monitor the economic markets at the state, federal, and global levels. The European sovereign debt crisis (ESDC) coupled with the potential expiration of Bush-era tax cuts and mandated Federal spending reductions may have an adverse impact on economic growth and the availability of credit going into 2013 and 2014.



MEMORANDUM

DATE: July 10, 2012

TO: City Council
Ben Yazici, City Manager

FROM: Laura Philpot, PE; Public Works Director

RE: Non-Motorized Program

Staff will be presenting the annual review of the Non-Motorized Program at the July 10, 2012 City Council Study Session meeting. Traditionally staff has shared the history of the program, completed projects, reviewed projects that are already in progress and recommends future projects to the City Council for their consideration.

The Non-Motorized program originated from the City's currently adopted Trails, Bikeways and Paths plan (TBP). In that plan a number of transportation projects including non-motorized components were identified. The City council has allocated financial resources annually to work at completing these projects. Through the years the City continues to hear from residents and the school districts about the desire to expand the non-motorized network citywide.

In 2008 staff compiled all requests and brought a map/list for the City Council to consider. Using evaluation criteria developed in the TBP, council prioritized a handful of projects. Over the years, the City has constructed the following facilities out of the Non-Motorized Program:

<u>Project</u>	<u>Year Completed</u>
SE 24 th Street Sidewalk	2006
NE 8 th Street Walkway	2006
228 th Ave NE: NE 12 th St. to NE 25 th St	2007
South Pine Lake Route	2008
212th Ave. SE: SE 13th Pl. to SE 14th Pl.	2008
SE 24 th Street Trail	2008
SE 20 th Street Non-Motorized	2010
244 th Avenue NE Non-Motorized Phase 1	2011

The following projects are currently in progress:

<u>Project</u>	<u>Status</u>
244 th Avenue NE Non-Motorized Phase 2	Summer 2012 Construction
Inglewood Non-Motorized	Summer 2012 Construction
244 th Avenue SE: SE 32 nd Street to SE 24 th Street	Design 2012

At the July 10 City Council Study Session staff will be seeking direction to set the priorities for future projects. These priorities will be reflected in the proposed 2013/2014 budget. Staff will be recommending that Council provide Construction funding for 244th Avenue SE: SE 32nd Street to SE 24th Street near Beaver Lake Park. There are design funds allocated in the 2012 budget and staff is actively looking for grant funding to assist with the construction.

Staff has met with the Issaquah School District (ISD) and their highest priorities are:

- 212th Avenue SE just north of SE 24th Street. This will complete a safe walking route that has high impact on bus services for ISD. This project includes a boardwalk type construction to minimize impacts to the adjacent wetland.
- 228th Avenue SE just south of Inglewood Jr. High to SE 40th Street.

Other priorities staff has heard from residents and Council include:

- Sahalee Way NE – NE 25th Way to NE 37th Way. The City Council allocated \$100,000 in 2014 on the 6 year Transportation Improvement Program. This funding would accommodate project scoping and partial design.
- Residents along SE 24th Street have requested and submitted a petition to continue non-motorized improvements to the west of 212th. This project was highlighted last year as a new request.

Staff recommendations for both 2013/2014 can be summarized as:

- 2013: Construction of 244th Avenue SE: SE 32nd Street to SE 24th Street near Beaver Lake Park
- 2013: Begin design for 212th Avenue SE just north of SE 24th Street to existing sidewalk
- 2014: Construction of 212th Avenue SE just north of SE 24th Street to existing sidewalk
- 2014: Begin project scoping/design for Sahalee Way NE north of NE 25th Way