



FINANCIAL REPORT

MARCH 31, 2025

INTRODUCTION

The First Quarter 2025 Financial Report is presented here for review. As in prior years, the report has been prepared on an accrual basis, ensuring that revenues are recorded in the period they are earned, regardless of when they are received.

Due to a standard lag in the receipt of revenues collected by external entities—such as the State of Washington (2-month lag) and Pierce County (1-month lag) - the City accrues these revenues back to the period in which they were deemed receivable. These accruals primarily include taxes and other state-shared revenues, ensuring a more accurate reflection of the City's financial position for the reporting period.

This report has been prepared in alignment with the City Council's request for detailed information on individual revenue sources and expenditures. It is intended to provide transparency and insight into the City's financial performance.

Overall, the City's first quarter general government revenues came in 1.36% above budget estimates. On the expenditure side, first quarter spending (excluding reserves and transfers) is 21.37% below budget, reflecting conservative spending patterns and timing differences in planned expenditures.

The City's current financial forecast indicates that existing revenues are sufficient to support ongoing services as well as legal and contractual obligations through the remainder of the current biennium. This reflects a stable fiscal position and effective budget management.

Please note that this report is a continuing work in progress. If there is any additional analysis, trend data, or specific information you would like to see included in future reports, we welcome your feedback and will make every effort to incorporate your requests.

If you have any questions regarding the information presented in this report, please do not hesitate to contact Leslie Blaisdell, Finance Director. We welcome your feedback and are happy to provide any additional details or clarification as needed.

ON-GOING OPERATING REVENUES

Overall, the City's on-going operating revenues are 1.36% above 2025 budget estimates. The table below lists all on-going revenues with a 2025 Budget to Actual Variance. Details of major variances are discussed following the table.

	2022	2023	2024	2025			1st Qtr Budget to Actual	
	Actual	Actual	Actual	Budget	1st Qtr Budget	Actual	\$ Variance	% Variance
Property Tax	280,847	264,963	429,089	7,087,517	425,251	436,659	11,408	2.68%
Sales Tax - General	937,282	1,040,399	1,019,604	4,242,000	1,060,500	1,025,257	(35,243)	-3.32%
Sales Tax - 1% for Parks	110,531	112,107	113,406	464,600	116,150	116,997	847	0.73%
Sales Tax - Affordable & Supportive Housing	5,308	3,184	2,636	25,413	3,184	2,980	(204)	-6.41%
Utility Tax	900,133	1,263,083	1,349,587	4,731,065	1,139,094	1,349,900	210,807	18.51%
Leasehold Excise Tax - State Shared	1,142	3,085	1,734	5,200	1,300	1,747	447	34.40%
Admission Tax	27,600	29,645	34,454	241,894	60,474	33,324	(27,150)	-44.90%
Solicitor Permit Fees	75	-	100	125	31	100	69	220.00%
Business License Fees	23,815	24,960	23,705	95,950	23,988	19,774	(4,214)	-17.57%
Franchise Fees	889,979	910,859	957,904	3,925,754	981,439	991,289	9,850	1.00%
City Assistance - State Shared	48,268	22,606	32,557	87,156	21,789	32,557	10,768	49.42%
Liquor Excise Tax - State Shared	65,721	65,448	61,263	235,963	58,991	61,263	2,272	3.85%
Liquor Profits - State Shared	68,065	67,699	67,042	265,099	66,275	67,042	767	1.16%
Investment Interest	13,227	506,503	650,234	1,952,850	488,213	569,640	81,427	16.68%
Field Rentals	3,145	5,035	5,770	9,000	2,250	18,843	16,593	737.44%
Development Services - Fees	488,684	127,540	268,888	829,626	207,407	258,888	51,481	24.82%
Fuel Taxes - State Shared	163,320	164,641	71,982	699,617	174,904	100,882	(74,022)	-42.32%
ROW Vacation	-	-	13,000	-	-	-	-	n/a
Transportation Benefit District Fees	59,162	58,209	57,583	402,917	100,729	58,893	(41,836)	-41.53%
Real Estate Excise Tax	384,057	234,704	552,955	1,250,000	312,500	283,423	(29,077)	-9.30%
Criminal Justice Sales Tax - State Shared	196,243	193,598	126,777	838,300	209,575	202,043	(7,532)	-3.59%
Criminal Justice Funding - State Shared	32,264	32,384	37,195	146,431	36,608	37,195	587	1.60%
Gambling Tax	27,416	26,646	18,980	92,000	23,000	19,858	(3,142)	-13.66%
Law Enforcement Services/DUI Restitution	-	-	-	-	-	250	250	n/a
SLO/UPSD	-	-	-	117,340	29,335	21,180	(8,155)	-27.80%
Alarm Permit Fees	19,323	19,556	21,000	78,780	19,695	27,960	8,265	41.96%
False Alarm Fees	3,100	1,950	1,650	12,120	3,030	400	(2,630)	-86.80%
Court Fees	21,217	15,948	6,063	34,416	8,604	9,080	476	5.54%
Animal Control - Pet Licenses	10,729	10,382	7,866	33,330	8,333	9,966	1,634	19.60%
Parking Fees	-	-	-	60,000	15,000	7,768	(7,232)	-48.21%
Impact Fees - Parks	744,108	7,288	54,184	398,064	99,516	6,304	(93,212)	-93.67%
Impact Fees - Traffic	8,189	6,334	35,474	132,352	33,088	5,013	(28,075)	-84.85%
SWM - Surface Water Management Fees	158,247	187,794	200,620	3,964,955	198,248	240,620	42,372	21.37%
SWM - Drainage Inventory Fees	5,150	200	150	355	18	-	(18)	-100.00%
SWM - System Development Charges	-	-	-	126,483	6,324	1,987	(4,337)	-68.58%
Fines/Forfeitures	55	874	41	-	-	72	72	n/a
Insurance Recoveries	-	-	-	20,000	5,000	22,378	17,378	347.56%
Penalty & Interest	937	429	1,823	16,600	4,150	4,078	(72)	-1.73%
Judgements & Settlements	-	8,222	-	-	-	-	-	n/a
Miscellaneous	1,730	539	4,766	87,400	21,850	1,786	(20,064)	-91.82%
Total	5,699,069	5,416,815	6,230,079	32,710,672	5,965,839	6,047,395	81,556	1.37%

General Sales Tax revenues for the first quarter of 2025 are 3.32% below budget estimates, representing a shortfall of \$35,243. In contrast, the 1% Sales Tax for Parks slightly outperformed expectations, coming in 0.73% above budget, or \$847 over projections. Because sales tax revenues fluctuate month to month, a simple quarterly comparison may not fully reflect underlying trends. To provide a clearer picture of how 2025 revenues compare to typical monthly patterns, detailed monthly data and analysis are provided on page 7.

Utility Tax revenues for the first quarter of 2025 exceeded budget estimates by 18.48%, resulting in a positive variance of \$210,548. This strong performance reflects higher-than-anticipated collections across several utility categories. For a detailed breakdown of utility tax revenues by category, please refer to page 10 of this report.

Admission Tax revenues for the first quarter of 2025 are 44.90% below budget estimates, reflecting a shortfall of \$27,150. However, this variance is not unexpected, as a significant portion of admission tax revenue is typically generated during the summer months.

Real Estate Excise Tax (REET) collections for the first quarter of 2025 totaled \$283,423, falling 9.30% below budget estimates. All sales of real estate are taxed at 1.78%, of which 1.28% goes towards state funding of K-12 education and public works assistance and the city receives 0.5% for capital purposes.

Investment Interest revenues continue to perform strongly, totaling \$569,640 for the first quarter—exceeding budget estimates of \$488,213 by a notable margin. This performance reflects the continued benefit of higher interest rates, although rates have begun to decline. The Local Government Investment Pool (LGIP) interest rate, which remained above 5% from May through October 2023, has been steadily decreasing, ending the first quarter of 2025 at 4.39%.

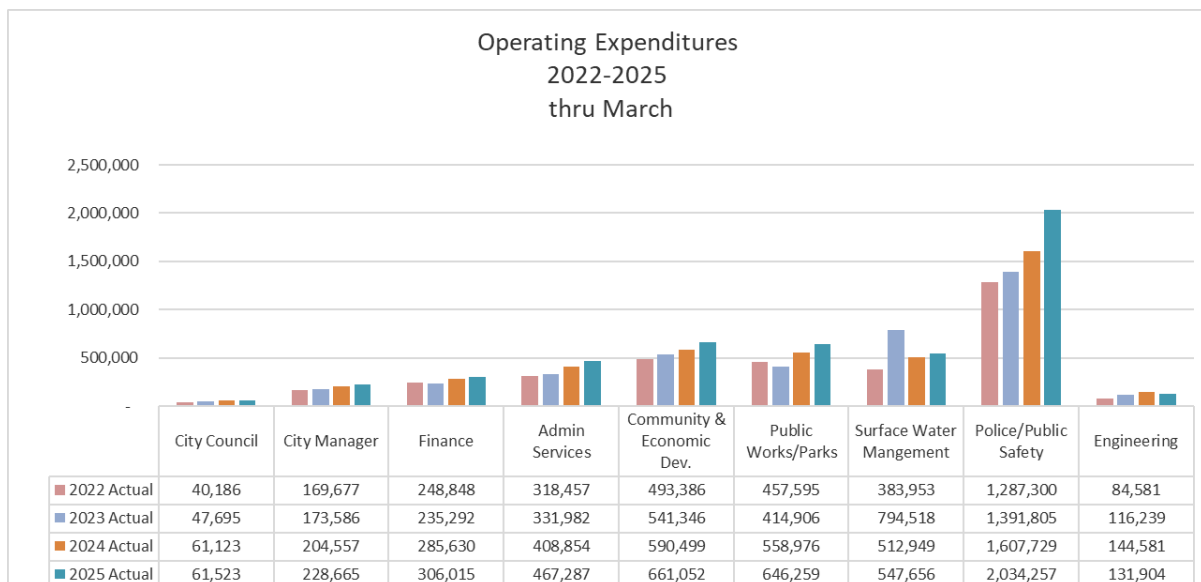
OPERATING EXPENDITURES

Overall, 2025 First Quarter operating expenditures are 21.37% below budget (excluding Reserves and contingency). Expenditures are presented by department.

- City Manager's Office: City Manager, Assistant City Manager, Community Events and Beautification
- Finance
- Administrative Services: Human Resources, Reception, City Clerk and Communications
- Community and Economic Development: Economic Development, Development Services and Fire Code Official
- Public Works and Parks Maintenance: Public Works – Streets and Parks Maintenance
- Surface Water Management: Public Works – SWM and Engineering – SWM
- Police and Public Safety: Court, City Attorney, EOC, Police, Public Safety, Animal Control, Code Enforcement and Jail
- Engineering – General Fund

OPERATING EXPENDITURES 1st Quarter Comparison 2022-2025

	2022	2023	2024	2025			Budget to Actual Variance	
	Actual	Actual	Actual	Total Budget	1st Qtr Budget	Actual	\$ Variance	% Variance
City Council	40,186	47,695	61,123	\$ 333,616	\$ 83,404	\$ 61,523	\$ (21,881)	-26.24%
City Manager's Office	169,677	173,586	204,557	1,408,717	\$ 352,179	228,665	(123,514)	-35.07%
Finance	248,848	235,292	285,630	1,192,042	\$ 298,011	306,015	8,004	-40.19%
Administrative Svcs	318,457	331,982	408,854	2,451,919	\$ 612,980	467,287	(145,693)	-23.77%
Community & Economic Development	493,386	541,346	590,499	3,043,580	\$ 760,895	661,052	(99,843)	-13.12%
Public Works & Parks	457,595	414,906	558,976	4,525,494	\$ 1,131,374	646,259	(485,115)	-42.88%
SWM	383,953	794,518	512,949	2,311,786	\$ 577,947	547,656	(30,291)	-5.24%
Police/Public Safety	1,287,300	1,391,805	1,607,729	9,921,782	\$ 2,480,446	2,034,257	(446,189)	-17.99%
Engineering	84,581	116,239	144,581	676,731	\$ 169,183	131,904	(37,279)	-22.03%
	3,483,983	4,047,369	4,374,898	25,865,667	6,466,417	5,084,616	\$ (1,381,801)	-21.37%



POLICE/PUBLIC SAFETY FUND REVENUES AND EXPENSES

Public Safety revenues for the first quarter of 2025 are 2.68% below budget estimates, with mixed performance across individual revenue sources:

- Local Criminal Justice Sales Tax is 3.59% below budget.
- Court Fee revenues are 5.54% above budget, reflecting stronger-than-expected collections.
- Alarm Permit revenues significantly exceeded expectations, coming in 41.96% above the adopted budget.
- False Alarm Fees are 86.80% below estimates, continuing a trend of reduced false alarm incidents as permit holders take steps to avoid penalties.
- Animal Control revenues are 19.60% above budget, indicating increased compliance or service demand.

Total Public Safety expenditures for the first quarter of 2025 are 17.99% below budget estimates. A significant portion of this savings is attributed to Special Overtime, which is typically incurred during the second and third quarters to support community events and special emphasis patrols. As these activities ramp up later in the year, expenditures are expected to align more closely with budget projections.

1st Quarter Comparison

	2022	2023	2024	2025			Budget to Actual	
	Actual	Actual	Actual	Budget	1st Qtr Budget	Actual	\$ Variance	% Variance
REVENUES								
Property Tax	280,847	264,963	429,089	7,087,517	425,251	436,659	11,408	2.68%
Local Criminal Justice Sales Tax	196,243	193,598	126,777	838,300	209,575	202,043	(7,532)	-3.59%
Utility Tax - Water	52,010	116,909	136,301	631,666	157,917	136,301	(21,615)	-13.69%
Gambling Tax	27,416	26,646	18,980	92,000	23,000	19,858	(3,142)	-13.66%
Alarm Permit Fees	19,323	19,556	21,000	78,780	19,695	27,960	8,265	41.96%
Criminal Justice Funding - State Shared	32,264	32,384	37,195	146,431	36,608	37,195	587	1.60%
Liquor Profits Tax - Public Safety	15,131	15,050	14,928	58,932	14,733	14,903	170	1.16%
Law Enforcement Svces/DUI Response	-	-	-	-	-	250	250	n/a
UPSD/SRO Reimbursement	-	-	-	117,340	29,335	21,180	(8,155)	-27.80%
Personnel Services	-	-	-	-	-	10,840	10,840	n/a
SWM Administrative Fee - City Attorney	15,808	18,859	20,204	171,362	42,841	25,783	(17,058)	-39.82%
Drug Investigation Fund	14	-	-	-	-	204	204	n/a
False Alarms	3,100	1,950	1,650	12,120	3,030	400	(2,630)	-86.80%
Penalty/Interest	28	22	-	-	-	57	57	n/a
Court Fees	21,217	15,948	6,063	34,416	8,604	9,080	476	5.54%
Animal Control - Licenses	10,729	10,382	7,866	33,330	8,333	9,966	1,634	19.60%
Animal Control - Penalty/Int	27	-	-	-	-	15	15	n/a
ARPA	-	1,027,901	-	-	-	-	-	n/a
Grant - CJTC Wellness	-	-	-	840	-	-	-	n/a
Miscellaneous	-	300	1,756	-	-	-	-	n/a
Total Revenues	674,157	1,744,469	821,808	9,303,034	978,920	952,695	(26,225)	-2.68%
Expenditures								
Municipal Court	78,955	73,500	84,737	376,720	94,180	86,520	(7,660)	-8.13%
Legal Services	95,809	87,109	122,451	678,780	169,695	156,261	(13,434)	-7.92%
Emergency Preparedness	253	13,949	56,488	85,250	21,313	-	(21,313)	-100.00%
Police	1,000,203	981,404	1,201,432	7,733,787	1,933,447	1,552,932	(380,515)	-19.68%
Public Safety	27,020	31,948	52,088	424,327	106,082	103,568	(2,514)	-2.37%
Animal Control	39,928	9,362	34,595	219,920	54,980	41,371	(13,609)	-24.75%
Code Enforcement	36,488	37,554	43,069	241,373	60,343	44,606	(15,737)	-26.08%
Jail	8,644	30,063	12,869	161,625	40,406	48,999	8,593	21.27%
Total Expenditures	1,287,299	1,264,889	1,607,729	9,921,782	2,480,446	2,034,257	(446,189)	-17.99%

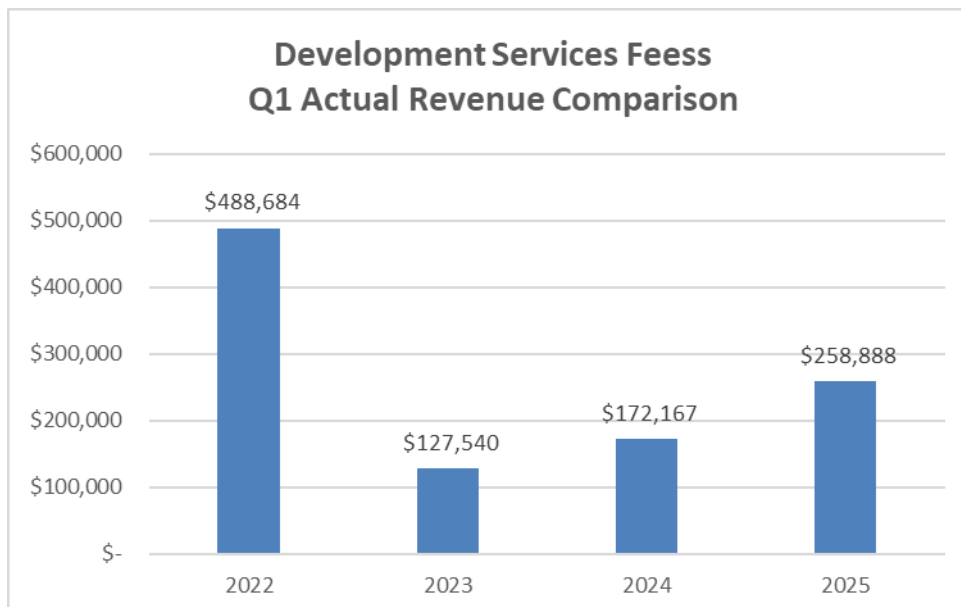
DEVELOPMENT SERVICES FUND REVENUES AND EXPENSES

Development Services fee revenues for the first quarter of 2025 exceeded budget estimates by 24.82%. These fees are collected for permits, planning, engineering, and fire code official reviews.

At the same time, expenditures are 13.12% below budget, reflecting cost savings or delays in planned spending.

Development Services Fees

	2022	2023	2024	2025			Budget to Actual	
	Actual	Actual	Actual	Budget	1st Qtr Budget	Actual	\$ Variance	% Variance
REVENUES								
Building Fees	\$ 336,756	\$ 78,762	\$ 149,182	\$ 538,341	\$ 134,585	\$ 199,671	\$ 65,086	48.36%
Planning Fees	11,320	14,888	3,817	61,577	15,394	18,673	3,279	21.30%
Fire Fees	33,066	4,416	7,568	67,689	16,922	25,654	8,732	51.60%
Engineering	107,542	29,473	11,600	162,019	40,505	14,889	(25,616)	-63.24%
	<u>\$ 488,684</u>	<u>\$ 127,540</u>	<u>\$ 172,167</u>	<u>\$ 829,626</u>	<u>\$ 207,407</u>	<u>\$ 258,888</u>	<u>\$ 51,481</u>	<u>24.82%</u>
<u>Other Sources</u>								
Transfer in: General Fund	-	-	-	-	-	-		
Transfer In: SWM Fund	-	-	-	-	-	-		
Fines & Forfeitures	-	-	-	-	-	-		
Grants	-	-	-	29,000	7,250	10,000		
Personnel Services	-	-	-	10,000	2,500	-		
Miscellaneous Revenue	-	72	144	-	-	-		
Total Revenues	488,684	127,612	172,311	868,626	217,157	268,888		
EXPENDITURES								
Development Services	\$ 382,669	\$ 455,013	\$ 485,188	\$ 2,917,341	\$ 729,335	\$ 629,148	\$ (100,188)	-13.74%
Fire Control	19,057	27,966	30,130	126,239	31,560	31,905	345	1.09%
Total Expenditures	\$ 401,726	\$ 482,979	\$ 515,318	\$ 3,043,580	\$ 760,895	\$ 661,052	\$ (99,843)	-13.12%



INDIVIDUAL REVENUES

The information presented below provides a detailed look at the major revenues for the city.

Sales Tax

Sales tax is a cyclical revenue source, and as such, the City takes a conservative approach to budgeting in this area. Revenue collections tend to fluctuate throughout the year, with certain months generating significantly higher returns. Therefore, a simple budget-to-actual comparison for a single quarter may not provide a complete picture of overall performance.

As illustrated in the chart on page 2, first-quarter sales tax revenues are down 3.32%, or \$35,243, compared to budget estimates. This variance is not unusual given the seasonal nature of sales tax collections and will continue to be monitored closely in the coming months.

Below are more detailed breakdowns by month of the figures shown on page 2.

Local Sales Tax Revenue Monthly Comparison

MONTH	2022 Actual	2023 Actual	2024 Actual	2025 Actual
January	\$ 296,637	\$ 328,091	\$ 338,991	\$ 324,652
February	286,402	345,634	325,862	314,703
March	354,243	366,674	354,752	385,902
Total	\$ 937,282	\$ 1,040,399	\$ 1,019,605	\$ 1,025,257
 Taxable Sales	 \$ 111,581,190	 \$ 123,857,017	 \$ 121,381,548	 \$ 122,054,405

Local Sales Tax Revenue 1st Quarter By Category

Category	2022 Actual	2023 Actual	2024 Actual	2025 Actual	2025 vs 2024 1st Qtr Actual	
					Variance	% Variance
Retail Trade	\$ 393,525	\$ 401,057	\$ 420,660	\$ 432,547	11,887	2.8%
Services	20,209	19,662	22,953	31,891	8,938	38.9%
Construction	184,220	250,717	186,747	180,028	(6,719)	-3.6%
Accommodation and Food Svce	77,283	93,777	97,069	95,318	(1,751)	-1.8%
Information	41,411	45,764	48,501	48,454	(47)	-0.1%
Arts, Entertain, Recreation	22,460	21,733	26,877	27,371	494	1.8%
Admin, Supp, Med Svces	65,597	67,807	70,478	74,682	4,204	6.0%
Transp/Warehousing/Utilities	7,010	8,988	8,928	11,325	2,397	26.8%
Wholesaling	36,061	39,292	42,175	40,096	(2,079)	-4.9%
Manufacturing	11,813	12,452	13,361	13,538	177	1.3%
Other	51,784	60,423	54,767	44,292	(10,475)	-19.1%
Finance/Insur/Real Estate	25,430	18,415	24,289	22,997	(1,292)	-5.3%
Government	479	312	2,800	2,718	(82)	-2.9%
Total	\$ 937,282	\$ 1,040,399	\$ 1,019,605	\$ 1,025,257	\$ 5,652	0.6%

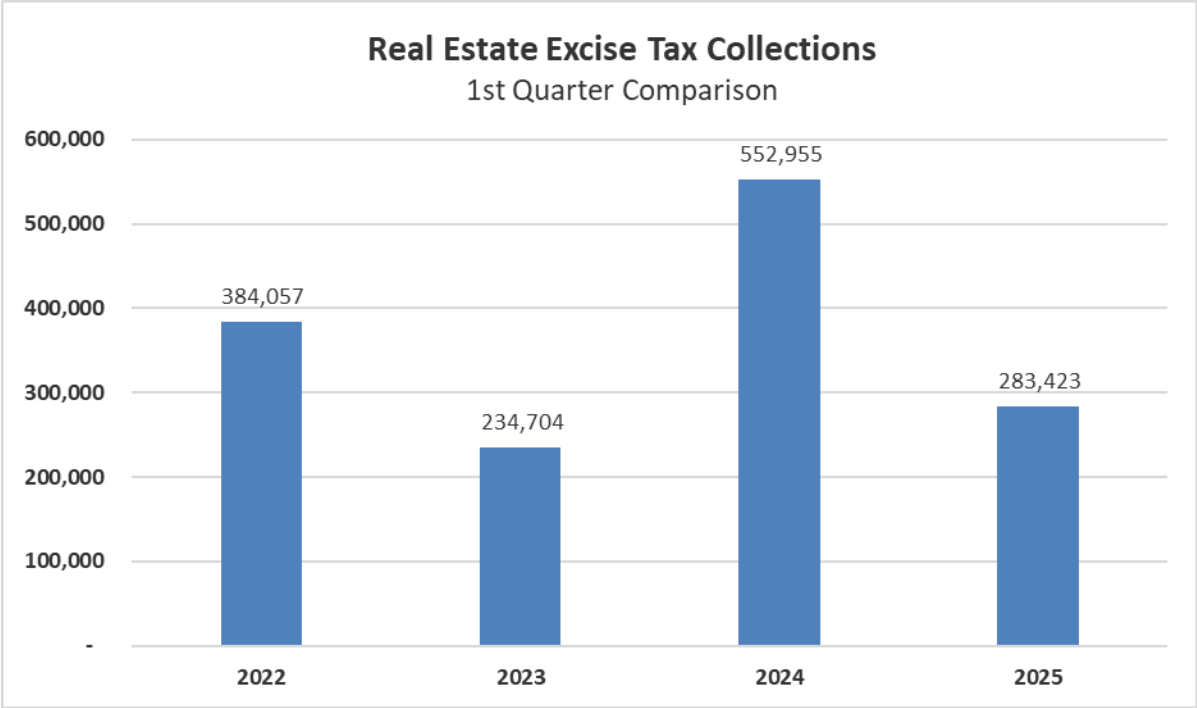
Sales tax by category is provided by TaxTools

Real Estate Excise Tax

Real Estate Excise Tax (REET) collections for the first quarter of 2025 totaled \$283,423, falling 9.30% below budget projections and marking a 48.74% decrease compared to the \$552,955 collected in Q1 of 2024. A large portion of last year’s revenue was driven by a one-time, high-value transaction—the sale of a large multi-family and mixed-use retail property in 1st Quarter 2024.

REET
First Quarter Monthly Comparison

MONTH	2022 Actual	2023 Actual	2024 Actual	2025 Actual
January	\$ 87,847	\$ 60,789	\$ 333,046	\$ 65,656
February	127,700	70,351	83,902	105,256
March	168,510	103,564	136,006	112,511
Total	\$ 384,057	\$ 234,704	\$ 552,955	\$ 283,423
Taxable Sales	\$ 45,721,124	\$ 27,940,904	\$ 65,827,938	\$ 33,740,794



State-Shared Revenues

Total state-shared revenues are below 2025 budget estimates by 11.72%.

First Quarter Fuel Tax is 42.32% lower than projected. This shortfall is attributed to a system upgrade that temporarily disrupted the regular reporting and processing of fuel tax data. The Department of Licensing (DOL) has identified the issue and is actively implementing a fix. Once the system is stabilized, DOL will begin reconciling the affected data. We anticipate that the reconciliation and remittance process will restore accuracy to the revenue figures in the upcoming reporting period. Fuel Tax is collected at the state level and is distributed to cities based on percent of population as compared with the State.

Liquor-related revenues outperformed budget expectations in the first quarter of 2025. Liquor Profits exceeded projections by 1.16%, while Liquor Excise Tax collections came in 3.85% above budget estimates.

Leasehold Excise Tax collections exceeded first-quarter budget estimates by 34.40%, reflecting stronger-than-anticipated revenue from taxable lease agreements. Leasehold Excise Tax applies to properties owned by state or local governments that are leased to private entities. Currently, the City has three tenants subject to this tax. Of these, two tenants have received a non-profit exemption, reducing their tax liability. Additionally, the City holds two cell tower leases, one of which qualifies for a tax exemption under RCW 82.29A as it is operated by an entity taxed as a public utility.

Criminal Justice Sales Tax collections came in 3.59% below budget estimates, while other Criminal Justice funding sources exceeded projections by 1.60%.

STATE SHARED REVENUES

CATEGORY	2022	2023	2024	2025			Budget to Actual	
	Actual	Actual	Actual	Total Budget	1st Qtr Budget	Actual	\$ Variance	% Variance
Liquor Profits Tax	\$ 68,065	\$ 67,699	\$ 67,150	\$ 265,099	\$ 66,275	\$ 67,042	\$ 767	1.16%
Liquor Excise Tax	65,721	65,448	64,160	235,963	58,991	61,263	2,272	3.85%
Leasehold Excise Tax	1,142	3,081	1,734	5,200	1,300	1,747	447	34.40%
Fuel Tax	163,320	164,641	157,076	699,617	174,904	100,882	(74,022)	-42.32%
City Assistance	48,268	22,606	20,170	87,156	21,789	32,557	10,768	49.42%
Local Crim Justice Sales Tax	196,243	193,598	196,359	838,300	209,575	202,043	(7,532)	-3.59%
Criminal Justice Funding	32,264	32,384	36,283	146,431	36,608	37,195	587	1.60%
Total	\$ 575,023	\$ 549,458	\$ 542,931	\$ 2,277,766	\$ 569,442	\$ 502,729	\$ (66,712)	-11.72%
% Change from prior year	9.4%	4.5%	-5.6%			-4.4%		

Utility Tax

Overall, utility tax revenue is 18.48% above first quarter budget estimates. Natural gas taxes are 91.61% above First quarter budget estimates. This will level out as gas use is impacted by the weather and there is higher use in the 1st quarter in the winter months. Garbage is up 0.33%. Cable television taxes are 2.03% below estimates.

Cell phone tax revenues exceed budget estimates by 6.44%. Telephone tax is 2.40% above 2025 budget estimates.

Utility Tax Revenues 1st Quarter Collections

	2022	2023	2024	2025			Budget to Actual	
	Actual	Actual	Actual	Budget	1st Qtr Budget	Actual	\$ Variance	% Variance
Electric	203,759	452,986	461,044	1,557,768	389,442	483,638	94,196	24.19%
Gas	179,695	215,881	176,601	474,700	118,675	227,390	108,715	91.61%
Garbage	123,020	129,318	137,799	564,590	141,148	141,616	469	0.33%
Cable	165,980	164,130	148,188	568,205	142,051	139,166	(2,885)	-2.03%
Phone	28,221	28,430	24,801	96,053	24,013	24,331	317	1.32%
Cellular	35,744	36,980	36,807	144,681	36,170	38,499	2,329	6.44%
Sewer	109,015	115,606	142,991	533,020	133,255	154,556	21,301	15.98%
Water	52,010	116,909	128,662	606,208	151,552	136,301	(15,251)	-10.06%
SWM	2,690	2,844	3,553	185,840	2,788	4,145	1,357	48.69%
Total Revenue	900,133	1,263,083	1,260,446	4,731,065	1,139,094	1,349,642	210,548	18.48%

Franchise Fees

Overall, Franchise Fee revenue exceeds budget estimates by 1.00%.

Franchise Fees 1st Quarter Collections

	2022	2023	2024	2025			Budget to Actual	
	Actual	Actual	Actual	Budget	1st Qtr Budget	Actual	\$ Variance	% Variance
Cable	137,399	135,718	122,452	460,110	115,028	114,650	(378)	-0.33%
Refuse	101,957	107,190	114,211	468,000	117,000	117,672	672	0.57%
Water	186,945	193,415	207,495	890,187	222,547	222,547	(0)	0.00%
Electric	332,007	358,930	370,756	1,527,457	381,864	381,864	0	0.00%
Sewer	131,671	115,606	142,991	580,000	145,000	154,556	9,556	6.59%
Total Revenue	889,979	910,859	957,905	3,925,754	981,439	991,289	9,850	1.00%

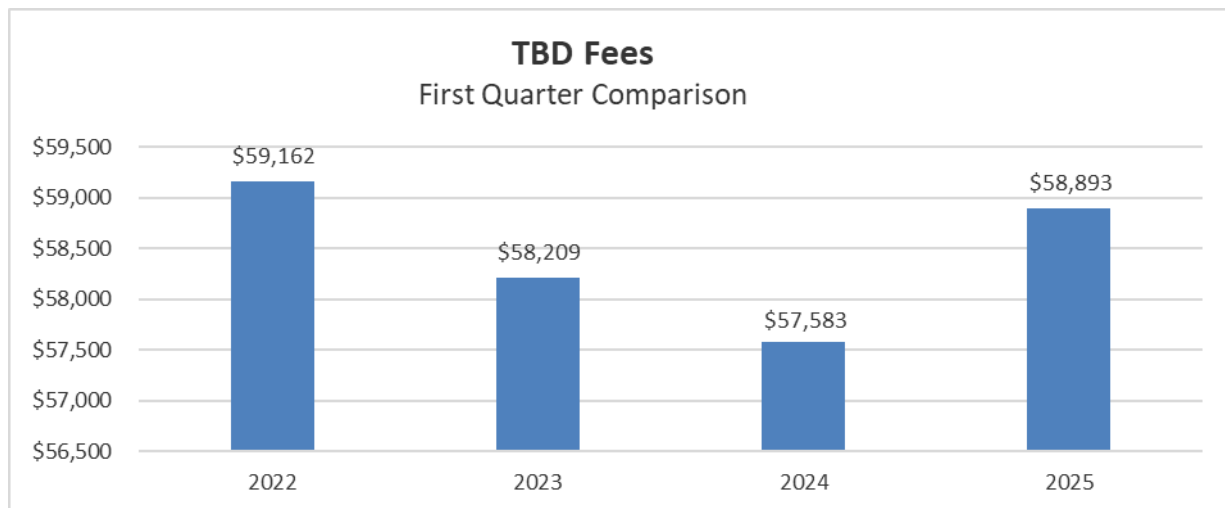
Transportation Benefit District (TBD) Fees

First Quarter 2025 revenues of 58,893 are 2.28% above 1st Quarter 2024. The amount received in 2021 is much higher because the TBD rate decreased from \$35 to \$10 in mid-2021.

Resolution 1054 was adopted by the City of University Place Council on Monday, October 7, 2024. The resolution increases our TBD fee incrementally in \$10 in 2025, \$10 in 2027, and \$10 in 2029. The first increase is effective May 1, 2025.

Transportation Benefit District fees are collected to fund maintenance, preservation, and safety enhancements to University Place's existing transportation network.

MONTH	2021 <i>Actual</i>	2022 <i>Actual</i>	2023 <i>Actual</i>	2024 <i>Actual</i>	2025 <i>Actual</i>
January	\$ 75,468	\$ 19,310	\$ 20,427	\$ 19,369	21,184
February	63,721	16,682	17,365	18,206	16,697
March	78,644	23,171	20,418	20,007	21,012
Total	\$ 217,833	\$ 59,162	\$ 58,209	\$ 57,583	\$ 58,893



CAPITAL IMPROVEMENT FUNDS - YTD EXPENSES AND STATUS

The table below reflects the active projects for 2025. The Parks CIP Fund is funded in large part by Parks Impact Fees and will not see any significant increase in monies over the next several years without additional funding sources. Public Works CIP is largely funded by Grants and restricted funds: Arterial Street Fund, REET Fund, SWM Fund and Traffic Impact Fees. Muni CIP was funded with transfers from the General Fund for the design and construction of the City Hall tenant improvements at the Civic Building. CIP projects are multi-year, but costs are budgeted in one year with the remaining budget being carried forward to the next year.

PROJECT	Status	2025 Adopted	2025 YTD
Parks Capital Improvement			
Adriana Hess - Boardwalk over pond	Reapplying for grant funding	80,529	-
Cirque Park Improvements - Grant	Completed	43,636	46,216
Creeside Park - Master Plan	Design	242,803	-
Chambers/Leach Creek Trail	Ongoing	99,560	-
Cirque Park - Master Plan, Space Plan, Splash Pad Design	Completed	-	820
Paradise Pond Park - Master Plan	Not yet started	65,000	-
Sunset Terrace Parking lot pave/expansion (ARPA)	Constuction	117,530	64,189
Paradise Pond - Easement	Not yet started	50,000	-
Inclusive Playground	Plaground Complete, Restroom on order	499,424	63,929
Market Square Resurfacing	Not yet started	70,000	-
Contingency		1,111,205	-
		\$ 2,379,687	\$ 175,153
Public Works Capital Improvement			
CIP Personnel	On-going	\$ 150,000	\$ 30,367
Neighborhood CIP	On-going/As needed	126,419	-
Wayfinding	Design	236,542	-
LRF - Market Place Phase 5	Ongoing	10,840	-
67th Avenue Phase 1	Construction	3,917,692	76,216
67th Avenue Phase 2	Construction	1,547,004	1,080,513
UP Main Street Redevelopment	Construction	3,510,717	-
Cultural Shift to Active Transportations	Awaiting Tacoma	100,000	-
PW Shop Equipment Shed	Planning	225,000	-
Leach Creek Sewer	Construction	2,096,461	614,146
ARPA Sewer Extension	Construction	5,535,071	3,508
Orchard Street Design	Planning	5,052	-
57th Ave Sewer	Construction	1,540,726	6,640
Chambers Creek Road RAB	Design/Engineering	479,992	-
Drexler Faux Rock Wall Painting	Late 2024 project	32,000	-
40th Street Phase 3	Design	200,000	-
35th Street Phase 2 (GV To BP)	Construction	3,346,007	530,140
Saferoutes/UP School Crosswalk Safety Improvements	Design	1,242,426	17,193
70th Street Phase 2	Design	200,000	-
Day Island Bridge Design	Not yet started	1,000,000	-
Grandview Avenue RAB - 36th St	Not yet started	1,267,173	29,236
67th Avenue Phase 3	Design	350,000	-
44th Street Sidewalk Extension	Design	200,000	-
Contingency		547,994	-
SWM Capital Improvement Projects Directly Charged to SWM			
Stormwater NCIP	Ongoing/As Needed	103,000	-
SWM - Storm Drainage for CIP	Ongoing/As Needed	141,883	-
SWM - Brookside	Design	461,664	254,904
SWM - Vactor Bay Replacement	Design	394,033	3,938
SMAP - Stormwater Pond Capacity Project	Ongoing	173,116	-
SWM - PW Shop - Salt Storage	Design	175,000	-
SWM - PW Shop Brine Storage	Design	150,000	-
		\$ 29,465,812	\$ 2,646,801
Municipal Facilities CIP			
PW Shop - Sewer Rebuild Phase 2	Design	245,310	430
PW Shop - Parking Lot Entry	Construction	60,713	-
Suite 102 - Grease Interceptor	Construction	119,543	2,348
Suite 102 - Outdoor Rail/Seating	Design	25,000	-
Suite 102 - Roll-Up Door	Design	28,622	-
PW Shop Expansion	Construction	254,839	32,756
		\$ 734,027	\$ 35,533

MISCELLANEOUS DATA

POPULATION

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
	(census)				
City of University Place	34,866	35,100	35,420	35,580	35,970

Source: State of Washington Office of Financial Management

TOTAL PROPERTY TAX LEVY PER \$1,000 AV

		<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
City of University Place	Regular Levy Rate	0.88	0.78	0.66	1.01	0.98
County	Regular Levy Rate	0.95	0.85	0.73	0.74	0.72
State	Regular Levy Rate	1.91	1.73	1.51	1.51	1.55
State School Levy 2	Regular Levy Rate	1.03	0.93	0.81	0.81	0.84
Conservation Futures	Regular Levy Rate	0.04	0.03	0.03	0.03	0.03
Flood Control Zone	Regular Levy Rate	0.10	0.10	0.10	0.10	0.09
Port of Tacoma	Regular Levy Rate	0.17	0.15	0.13	0.14	0.13
Central PS Regional Transit	Regular Levy Rate	0.20	0.18	0.16	0.16	0.16
Pierce County Rural Library	Regular Levy Rate	0.44	0.39	0.33	0.34	0.33
Fire District #3 EMS	Regular Levy Rate	0.49	0.45	0.41	0.44	0.44
Fire District #3 M&O *	Excess (voted) Levy Rate	1.04	0.90	1.23	0.92	-
Fire District #3 Expense	Regular Levy Rate	1.46	1.36	0.76	1.32	1.00
UP School District - Bond	Excess (voted) Levy Rate	1.69	1.46	1.22	0.97	0.73
UP School District - Capital Projects	Excess (voted) Levy Rate	0.47	0.43	0.42	0.46	0.47
UP School District Enrichment - M&O	Excess (voted) Levy Rate	2.50	2.45	2.38	2.50	2.50
		13.36	12.19	10.88	11.45	9.98

Total University Place Assessment	\$ 4,544,980	\$ 4,609,967	\$ 4,678,340	\$ 6,947,095	\$ 7,047,517
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* On November 5, 2024, voters approved Proposition 1 authorizing the imposition of benefit charges each year for six years, not to exceed an amount equal to 60% of its operating budget and be prohibited from imposing an additional property tax under RCW 52.16.160.

OPERATING INDICATORS

	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
General Government				
Building Permits Issued	1,101	1,126	941	840
Police				
Calls for Service	10,056	10,038	10,833	11,248
Part 1 Crimes*	895	1,129	1,026	739
DUI Arrests	6	10	27	16
Other Traffic Arrests	23	34	61	14
	10,980	11,211	11,947	12,017
Fire**				
Emergency Medical Responses	14,187	14,151	14,096	14,545
Fire Responses	2,065	2,007	2,161	2,261
Other	1,520	1,563	1,552	1,455
	17,772	17,721	17,809	18,261

* Part 1 Crimes includes Violent Crime (Aggravated Assault, Murder, Rape, Robbery) and Property Crime (Arson, Motor Vehicle Theft, Burglary and Theft)

** Reflects the total for all of West Pierce Fire.

