

**Parks 2004 Levy Fund 1451**

	<b>2005 Actuals <sup>11</sup></b>	<b>2006 Adopted</b>	<b>2006 Estimated</b>	<b>2007 Adopted</b>	<b>2008 Projected <sup>1</sup></b>	<b>2009 Projected <sup>1</sup></b>
<b>Beginning Fund Balance</b>	<b>1,726,378</b>	<b>1,757,361</b>	<b>2,730,742</b>	<b>2,536,875</b>	<b>2,012,209</b>	<b>1,260,919</b>
<b>Revenues</b>						
* Levy Proceeds <sup>2</sup>	11,579,186	12,029,005	12,003,076	12,414,469	12,848,975	13,298,690
* Delinquent Levy Collections <sup>2</sup>	151,794	164,772	164,772	201,991	208,957	78,764
* Interest <sup>3</sup>	56,780	34,646	61,442	62,153	51,311	32,153
* Regional/Rural Business Revenues <sup>4</sup>	4,003,772	4,386,839	4,319,034	4,340,154	4,557,162	4,785,020
* UGA Business Revenues	695,574	244,516	237,303	618,030	648,932	681,378
* CX Transfer <sup>5</sup>	2,696,803	2,452,237	2,452,237	2,995,663	3,145,446	3,302,719
* CIP <sup>6</sup>	1,128,256	1,322,354	1,322,354	1,465,498	1,538,773	1,615,712
* Homeland Security Grant	64,902					
* 1st Quarter Omnibus <sup>12</sup>			1,013,842			
<b>Total Revenues</b>	<b>20,377,067</b>	<b>20,634,369</b>	<b>21,574,059</b>	<b>22,097,958</b>	<b>22,999,557</b>	<b>23,794,435</b>
<b>Expenditures</b>						
* Regional & Rural Expenditures (Levy-derived) <sup>7</sup>	(10,493,797)	(11,832,773)	(11,907,791)	(13,204,336)	(13,981,052)	(14,796,605)
* Regional/Rural Expenditures (Business Revenue-derived) <sup>7</sup>	(4,003,772)	(4,386,839)	(4,319,034)	(4,340,154)	(4,557,162)	(4,785,020)
* Urban Growth Area Expenditures (Business Revenue-derived) <sup>7</sup>	(695,574)	(244,516)	(237,303)	(618,030)	(648,932)	(681,378)
* Urban Growth Area Expenditures (CX-derived) <sup>5</sup>	(2,696,803)	(2,501,944)	(2,501,944)	(3,056,799)	(3,209,639)	(3,370,121)
* CIP/Land Management Expenditures <sup>6</sup>	(1,128,256)	(1,322,354)	(1,322,354)	(1,465,498)	(1,538,773)	(1,615,712)
* CPG (formerly ADOPS) Expenditures <sup>8, 13</sup>	(200,508)	(600,000)	(600,000)	(399,492)	(300,000)	(300,000)
* Homeland Security Grant Expenditures	(153,992)					
* 1st Quarter Omnibus			(1,323,745)			
<b>Total Expenditures</b>	<b>(19,372,702)</b>	<b>(20,888,426)</b>	<b>(22,212,171)</b>	<b>(23,084,309)</b>	<b>(24,235,558)</b>	<b>(25,548,836)</b>
<b>Estimated Underexpenditures <sup>9</sup></b>		<b>417,769</b>	<b>444,243</b>	<b>461,686</b>	<b>484,711</b>	<b>510,977</b>
<b>Other Fund Transactions</b>						
*						
<b>Total Other Fund Transactions</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Ending Fund Balance</b>	<b>2,730,742</b>	<b>1,921,073</b>	<b>2,536,875</b>	<b>2,012,209</b>	<b>1,260,919</b>	<b>17,495</b>
<b>Less: Reserves &amp; Designations</b>						
* Unexpended CPG (formerly ADOPS) <sup>13</sup>	(300,000)		(99,492)			
<b>Total Reserves &amp; Designations</b>	<b>(300,000)</b>	<b>0</b>	<b>(99,492)</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Ending Undesignated Fund Balance</b>	<b>2,430,742</b>	<b>1,921,073</b>	<b>2,437,383</b>	<b>2,012,209</b>	<b>1,260,919</b>	<b>17,495</b>
<b>Target Fund Balance <sup>10</sup></b>	<b>1,601,559</b>	<b>1,740,702</b>	<b>1,832,107</b>	<b>1,923,692</b>	<b>2,019,630</b>	<b>2,129,070</b>

**Financial Plan Notes:**

<sup>1</sup> The Parks Levy Fund was a new fund in 2004. The voter-approved levy was set for 4 years and expires at the end of 2007. The Executive is in the process of developing long-term funding proposals for the Parks Division and will be working with the County Council and others on this issue during the next 12-15 months. In the meantime, the Parks financial plan assumes Parks operations will continue following expiration of the 2004 Levy. Although a level of operations is yet to be determined, to maintain a status quo level of operations, 2008 and 2009 Revenues and Expenditures have been projected using current assumptions detailed in footnotes below.

<sup>2</sup> 2006 and 2007 Levy Proceeds and 2006 Estimated through 2009 Delinquent Levy Collections revised by OMB September 2006. 2008 and 2009 Levy Proceeds based on the 2007 levy estimate and inflated 3.5%.

<sup>3</sup> Interest Earnings based on an interest rate of 3.154% in 2005 Actuals, 4.75% in 2006 Adopted, 4.7% in 2006 Estimated, 5.1% in 2007 Proposed, and 5.3% in 2008 and 2009, with a 20 basis point investment service fee deducted.

<sup>4</sup> Growth rate of 5% for Regional/Rural Business Revenues from 2006 Estimated through 2009, holding constant for reduced regional assets (transfer of the fairgrounds).

<sup>5</sup> Growth rate of 5% for CX Transfer Revenue and Urban Growth Area CX-derived Expenditures from 2006 Estimated through 2009. 2007 includes restoration of Klahanie Annexation and UGA Pool costs and decrease due to anticipated East Renton PAA annexation. The CX Transfer is used to cover costs in the Urban Growth Area (UGA); per financial plan approved by King County Council in adopting levy ordinance no. 14586.

<sup>6</sup> Transfers from Fund 3160 and 3490 (backed by REET 1 & 2) for Capital & Land Management Planning FTEs. 2008 and 2009 projected using 5% inflation.

<sup>7</sup> UGA Pools and Klahanie Annexation costs removed in 2006 Adopted Budget restored. Includes a minor adjustment for assumed annexation of East Renton PAA in 2007. Regional/rural expenditures include additional \$116,500 in 2007 through 2009 for additional maintenance of trails and ecological lands (assumed 5 additional trail miles at \$6,300/mile and 1,000 acres additional natural lands at \$85/acre as assumed annually, per original levy financial plan).

<sup>8</sup> Partially funds the CPG (Community Partnership Grants, formerly ADOPS) program. Additional CPG funds are in Parks CIP.

<sup>9</sup> Estimated Underexpenditures 2% of Total Expenditures in 2006 through 2009. Estimated Underexpenditures include 2% Underexpenditure required for UGA Expenditures funded by CX Transfer.

<sup>10</sup> Target Fund Balance is 1/12th of Total Expenditures (excluding Homeland Security Grant Expenditures).

<sup>11</sup> 2005 Actuals are per the 2005 CAFR.

<sup>12</sup> 2006 Omnibus Ordinance included UGA and Regional Business Revenue and CX transfer. These supplemental amounts were annualized and included in the 2007 budget.

<sup>13</sup> Reserve for unexpended CPG funds ensures that Division sets aside full \$1.2 million over course of 4-year levy period as specified by levy ordinance.