

**RESERVE BALANCES
GENERAL GOVERNMENT FUNDS**

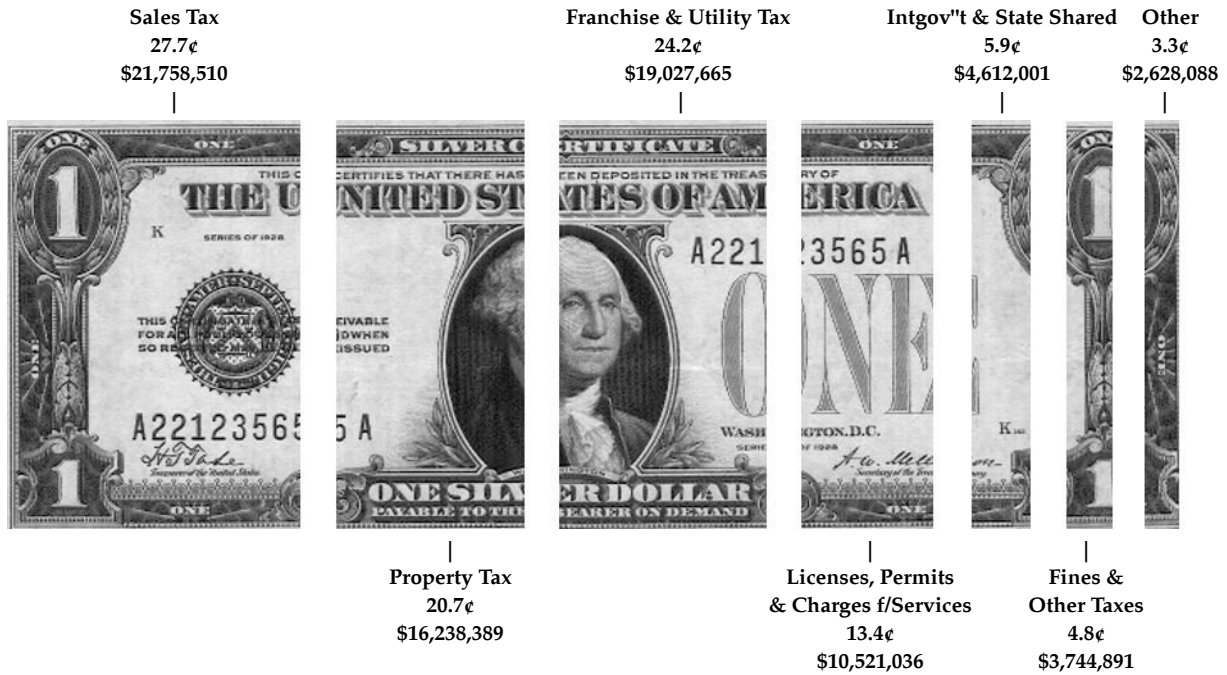
General Government	2014	2015	2016	2017	2018	2019	Chng
	Actual	Actual	Actual	Actual	Year End Estimate	Projected	
Beginning Fund Balance	\$11,904,884	\$10,432,250	\$8,172,676	\$9,102,708	\$9,636,004	\$10,728,872	
Revenues	67,382,678	70,265,428	75,364,232	79,315,614	78,667,979	78,530,580	(0.2)%
Expenditures	68,855,312	72,525,002	74,434,200	78,782,318	77,575,111	78,280,453	0.9 %
Ending Fund Balance	\$10,432,250	\$8,172,676	\$9,102,708	\$9,636,004	\$10,728,872	\$10,978,999	2.3 %
 Reserve as a % of Expenditures	 15.2%	 11.3%	 12.2%	 12.2%	 13.8%	 14.0%	

Note: 2017 Year-End Estimate shown net of LED project revenue and expenditure of \$2,783,846.

The table above reflects the General Government Fund balance as a percentage of expenditures. The target percentage for an adequate operating reserve is a minimum two months expenses, or 16.7%. The General Government Fund balance dipped to a low of only 11.3% in 2015, but with careful budgeting and modest increases in revenue, the fund balance is projected to increase to 13.8% by the end of 2018. The 2018 revenue projection includes the 1% property tax levy increase allowed by State law, plus additional amounts for new construction and prior year refunds, as detailed in the attached memo.

GENERAL GOVERNMENT REVENUE

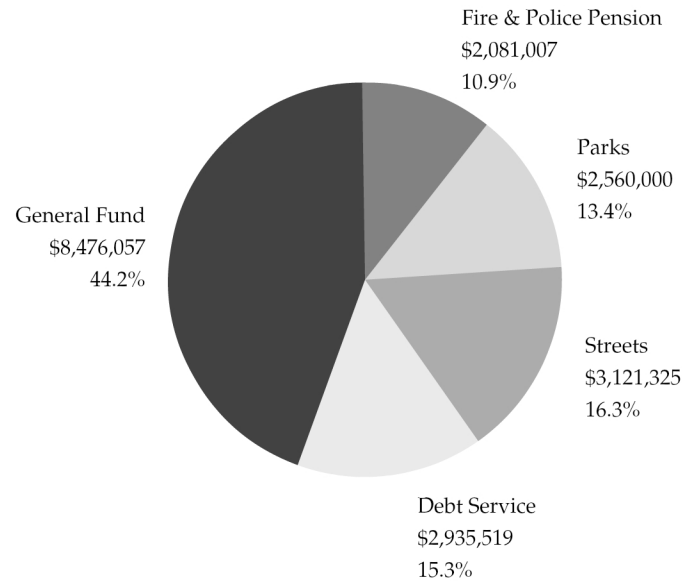
(Based on 2019 Budget of \$78.5 million)

GENERAL GOVERNMENT RESOURCES
THREE YEAR COMPARISON

Source	2017 Actual	2018 Year-End Estimate	2018 %	2019 Projected Revenue	2019 %	— 2019 vs. 2018 —	
						Increase (Decrease)	% Change
General Sales Tax	\$ 16,679,197	\$ 17,909,281	7.4 %	\$ 18,173,950	23.1%	\$ 264,669	1.5 %
Criminal Justice Sales Tax	3,380,679	3,474,838	2.8 %	3,584,560	4.6%	109,722	3.2 %
Property Tax	18,292,210	16,522,009	(9.7)%	16,238,389	20.7%	(283,620)	(1.7)%
Utility & Franchise Taxes	16,625,263	17,861,365	7.4 %	19,027,665	24.2%	1,166,300	6.5 %
Charges for Services	10,013,816	11,131,298	11.2 %	9,581,186	12.2%	(1,550,112)	(13.9)%
State Shared Revenue	3,586,128	3,585,009	— %	3,586,111	4.6%	1,102	— %
Fines and Forfeitures	1,092,919	1,000,808	(8.4)%	1,025,890	1.3%	25,082	2.5 %
Other Taxes	2,112,736	1,831,280	(13.3)%	1,939,817	2.5%	108,537	5.9 %
Transfers from other Funds	1,541,629	1,774,452	15.1 %	1,805,074	2.3%	30,622	1.7 %
Licenses and Permits	1,513,060	1,513,060	— %	1,689,605	2.2%	176,545	11.7 %
Intergovernmental/Grants	856,077	945,000	10.4 %	939,850	1.2%	(5,150)	(0.5)%
Other Revenue	3,621,900	1,119,580	(69.1)%	938,483	1.2%	(181,097)	(16.2)%
Total Revenue	79,315,614	78,667,980	(0.8)%	78,530,580	100.1%	(137,400)	(0.2)%

Note: Some Criminal Justice sales tax is allocated to the Law and Justice capital fund (a non-general Governmental fund) for capital needs. 2017 Actual shown is inclusive of LED project revenue of \$2,783,846.

**2019 PROPOSED
GENERAL PROPERTY TAX LEVY - BY FUNCTION**



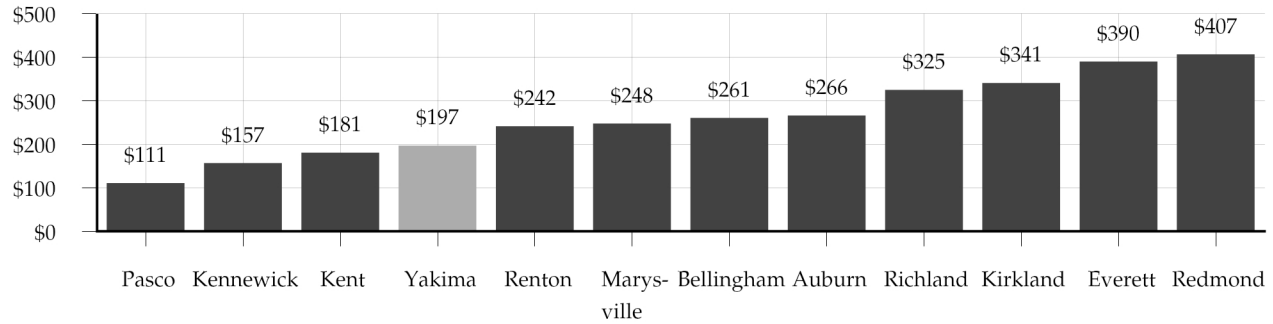
**2018 PROPOSED
GENERAL PROPERTY TAX LEVY - BY FUND**

Fund	2017 Actual	2018 Amended Budget	2018 Year-End Estimated	2019 Projected Revenue	2018 Est. vs. 2019 Budget
General Fund	\$ 10,558,180	\$ 10,900,969	\$ 8,749,405	\$ 8,476,057	(3.1)%
Parks & Recreation	2,583,260	2,822,565	2,564,746	2,560,000	(0.2)%
Street & Traffic	3,116,609	3,141,437	3,141,437	3,121,325	(0.6)%
Police Pension	815,405	927,497	929,497	929,497	— %
Fire Pension	1,218,756	1,136,924	1,136,924	1,151,510	1.3 %
Sub-Total General Government	18,292,210	18,929,392	16,522,009	16,238,389	(1.7)%
Debt Service	—	—	2,407,383	2,935,519	21.9 %
Total	18,292,210	18,929,392	18,929,392	19,173,908	1.3 %

Note: For 2018 Year-End Estimate and 2019 Projected budgets, a portion of the Property Tax was set up to go directly into General Fund and Parks & Recreation Debt Service

The graph below shows how the City of Yakima compares to other cities of somewhat similar population relative to property tax, and shows that Yakima's property tax is below the state average. This data was compiled from the State Auditor's Local Government Comparative Statistics for 2017, and includes comparisons of comparable Washington State cities with population between 50,000 and 130,000.

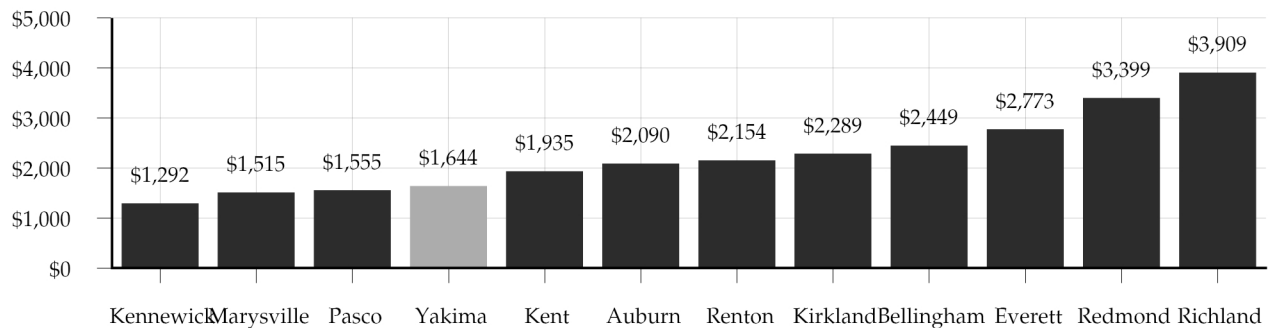
PROPERTY TAX



Yakima's per capita property tax revenue is \$197, which is \$64 less than the average city per capita of \$261.

The largest revenue source for the General Government Funds is sales tax. Yakima is just slightly below the average per capita sales tax compared with similar cities in the State. However, Yakima is in the lower 1/4 of ranking in all other 2017 revenue comparisons per capita and is the fourth lowest out of the twelve cities compared in combined per capita revenue. This comparison demonstrates that the City of Yakima has limited revenue/tax base compared with most cities of its size in the state, and yet provides similar or enhanced services to its citizens. (For example, of the cities included in the comparison, only Everett has a transit system; there are no other city-owned irrigation systems; and a few of the cities are members of a Regional Fire Authority, so have no fire expenditures).

TOTAL REVENUES



Yakima's per capita total revenues are \$1,644, which is \$606 less than the average city per capita of \$2,250.