

City of Puyallup

March 2022 Financial Summary

General Fund at a Glance...

Budget vs Actual Comparison

	2021 ACT	2022 BUD	2022 EST	VARIANCE
Revenues	56,337,899	52,375,354	54,491,300	2,115,946
Expenditures	48,714,539	57,505,871	56,304,010	1,201,861
Gain/(Loss)	7,623,361	(5,130,517)	(1,812,710)	3,317,807

Despite signs of a shifting economy and slowing growth in sales tax revenues, 2022 is starting off with a continuing positive trend. Revenues are projected to come in about \$2.1 million higher than budget and expenditures \$1.2 million below budget, creating an overall positive variance from budget of nearly \$3.3 million.

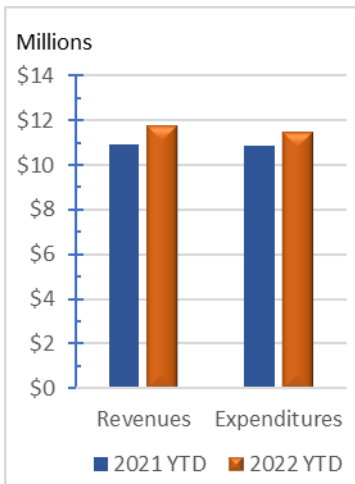
The \$3.3 million difference between the budgeted and actual gain/(loss) amounts is the projected amount of Tier 3 monies available for spending in 2023. Per policy, one-third of these monies are first allocated to General Fund Reserves and the balance is available for one-time expenses.

General Fund Reserves

	2021 ACT	2022 BUD	2022 EST
Beginning Balance	5,686,760	10,310,121	10,310,121
Ending Balance	13,310,121	5,179,604	8,497,411
less Tier 3	(3,000,000)		
General Fund Reserves	10,310,121	5,179,604	8,497,411
	18.3%	9.9%	15.6%

2022 year-end reserves are estimated at \$8.5 million, or 15.6% of revenues, before setting aside monies for Tier 3 spending.

Council's target for General Fund reserves is 8-15% of operating revenues.



2021 vs 2022 YTD Comparison

	2021 YTD	2022 YTD	\$ Change	% Change
Revenues (no trfs)	10,919,526	11,803,477	883,952	8.1%
Expenditures (no trfs)	10,866,608	11,507,613	641,005	5.9%
Gain/(Loss)	52,918	295,864	242,946	459.1%

Through March, revenues and expenditures are up from last year, which is consistent with expectations. The \$880,000 revenue increase reflects strong sales and other tax collections. Expenditures are the result of normal department spending, coupled with the impacts of inflation.

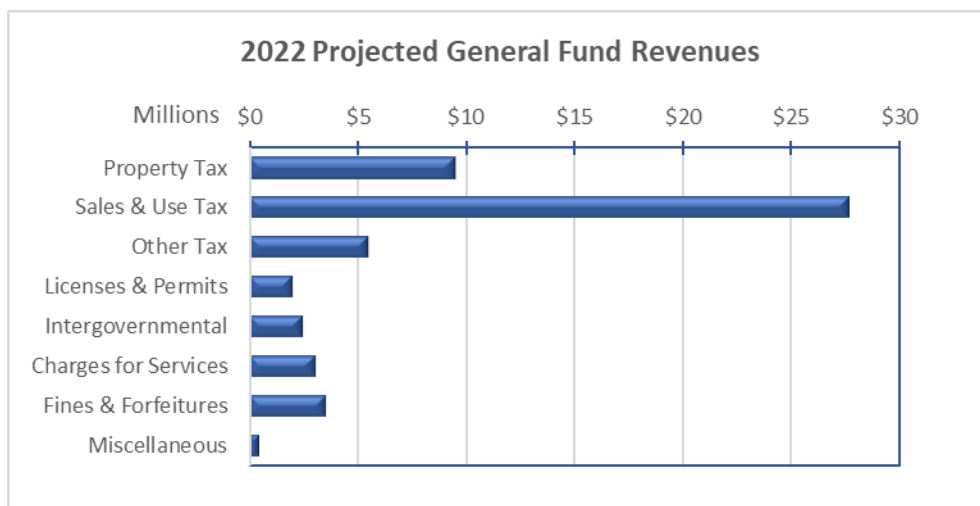
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General Fund Revenues by Type (excluding transfers)					
	2022 BUD	2022 YTD	2022 EST	VARIANCE	
Property Tax	9,563,830	217,973	9,563,800	(30)	0.0%
Sales & Use Tax	26,275,730	6,879,906	27,700,000	1,424,270	5.4%
Other Tax	5,303,290	1,421,860	5,497,600	194,310	3.7%
Licenses & Permits	1,888,360	580,674	2,010,200	121,840	6.5%
Intergovernmental	2,383,241	841,357	2,518,400	135,159	5.7%
Charges for Services	2,956,483	963,636	3,129,100	172,617	5.8%
Fines & Forfeitures	3,499,770	771,204	3,568,300	68,530	2.0%
Miscellaneous	484,650	126,867	483,900	(750)	-0.2%
Total Revenues	52,355,354	11,803,477	54,471,300	2,115,946	4.0%

Through March, overall sales tax continues a positive trend. Other revenues are coming in essentially as expected during a “normal” year.

Sales Tax: Retail Trade and Professional & Other Services sectors continue to be strong performers in terms of sales tax, although sales tax from vehicle sales is beginning to show a decline from last year’s robust sales. Both Construction and Accommodations/Food appear to have fully recovered, with sales tax collections higher than pre-pandemic levels.

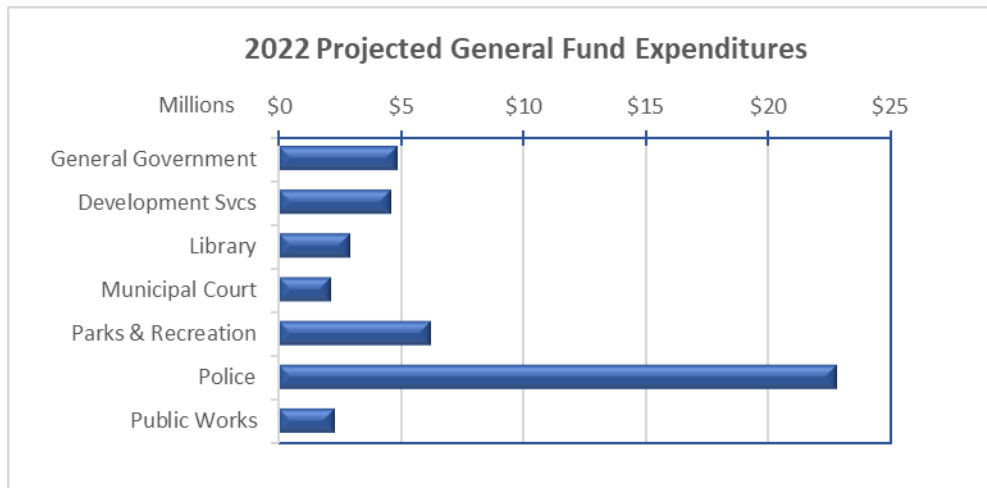


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March 2022 Financial Summary

General Fund Expenditures by Department (excluding transfers)					
	2022 BUD	2022 YTD	2022 EST	VARIANCE	
City Council	220,180	49,823	186,080	34,100	15.5%
City Manager	978,590	306,341	960,430	18,160	1.9%
City Clerk	400,800	183,871	369,290	31,510	7.9%
Dev & Permitting Svcs	4,634,167	994,737	4,595,010	39,157	0.8%
Finance	856,342	208,197	744,840	111,502	13.0%
Human Resources	467,140	131,139	415,310	51,830	11.1%
Legal	1,413,630	379,374	1,362,200	51,430	3.6%
Library	3,002,107	770,290	2,924,640	77,467	2.6%
Municipal Court	2,237,020	527,981	2,145,330	91,690	4.1%
Non-Departmental	806,740	203,881	830,750	(24,010)	-3.0%
Parks & Recreation	6,380,938	1,390,288	6,229,840	151,098	2.4%
Police	22,946,523	5,643,044	22,806,530	139,993	0.6%
Public Works	2,727,034	718,646	2,299,100	427,934	15.7%
Total Expenditures	47,071,211	11,507,613	45,869,350	1,201,861	2.6%

No major expenditure variances through March. Departments are authorized to spend up to their adopted budgets, without specific action needed to reduce spending.



General Government: City Council, City Clerk, City Manager, Finance, Human Resources, Legal, Non-Dept

City of Puyallup

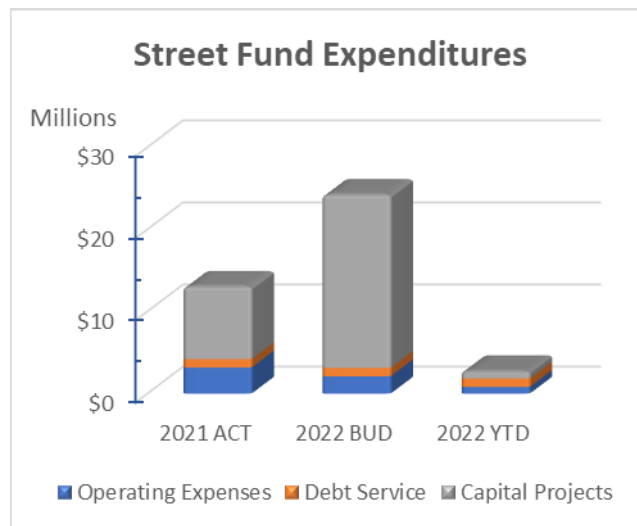
March 2022 Financial Summary

Street Fund at a Glance... (excluding intrafund transfers)

The Street Fund accounts for repairs and maintenance, debt service and construction of city streets. Grants and other non-city monies are pursued to help offset costs of eligible capital projects.

Street Fund			
	2021 ACT	2022 BUD	2022 YTD
Beginning Balance	10,215,288	9,402,009	9,402,009
Fuel Tax/Multimodal Funds	406,761	433,220	97,159
Traffic Impact Fees	1,316,864	1,200,000	252,790
Capital Project Grants	6,921,302	2,826,946	2,380,393
Other Revenues	12,181	652,560	142,681
Transfers In	3,551,542	11,110,176	-
Total Revenues	12,208,650	16,222,902	2,873,023
Operating Expenses	3,175,424	2,110,090	811,701
Debt Service	1,031,063	1,034,680	1,033,980
Capital Projects	8,815,443	21,072,660	876,590
Transfers Out	-	71,822	-
Total Expenditures	13,021,929	24,289,252	2,722,270
Ending Balance	9,402,009	1,335,659	9,552,762

Transfers In from GF Tier 1, Budget Stability, REET and LIFT grant.



City of Puyallup

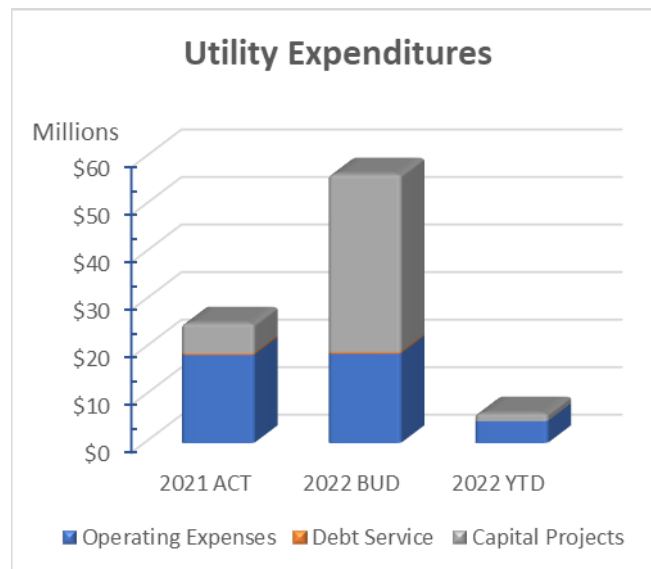
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Utilities at a Glance... (excluding transfers)

City utilities (sanitation, water, wastewater and stormwater) are funded with user and system development charges, which are expected to cover the operations, debt service and capital needs of the utility.

Combined Utility Funds

	2021 ACT	2022 BUD	2022 YTD
Beginning Balance	27,835,989	33,675,011	33,675,011
User Fees	25,310,972	25,057,370	5,997,412
System Dev Charges	3,358,972	2,019,490	641,140
Other Revenues	165,725	294,200	74,193
Grants	2,197,169	4,356,633	1,171,671
Total Revenues	31,032,838	31,727,693	7,884,416
Operating Expenses	18,571,032	18,838,690	4,615,476
Debt Service	345,739	349,790	-
Capital Projects	6,277,045	37,356,821	1,635,931
Total Expenditures	25,193,816	56,545,301	6,251,407
Ending Balance	33,675,011	8,857,403	35,308,020



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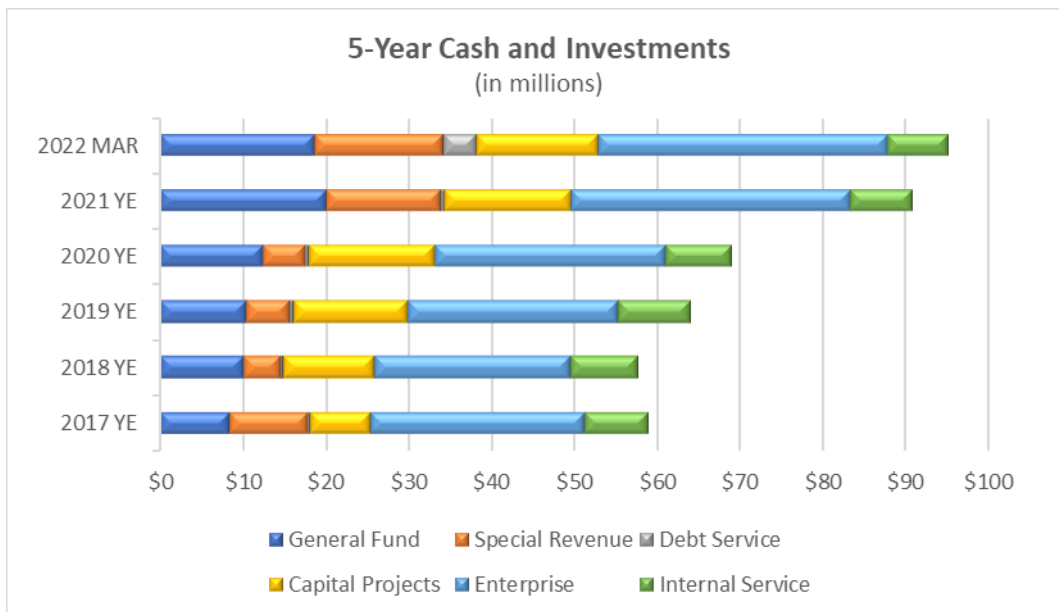
City-Wide Cash and Investments

	2017 YE	2018 YE	2019 YE	2020 YE	2021 YE	2022 MAR
General Fund	5,613,564	7,188,466	7,504,974	7,786,760	15,418,417	14,249,789
General Fund - Other	2,648,335	2,806,831	2,798,442	4,486,592	4,452,558	4,322,680
Special Revenue	9,455,865	4,562,016	5,261,402	5,119,889	13,815,755	15,412,249
Debt Service	288,292	305,283	517,046	505,658	505,658	4,007,680
Street Capital Projects	5,273,289	5,476,894	8,915,411	10,215,288	9,402,009	8,869,207
Parks Capital Projects	1,896,328	4,879,439	2,904,086	2,948,859	4,042,112	4,112,983
Facility Capital Projects	121,076	558,137	1,984,322	1,961,283	1,891,626	1,841,800
Enterprise - Utilities	25,887,173	23,569,469	25,214,816	27,833,412	33,672,434	34,844,064
Enterprise - Pavilion	87,234	97,165	95,158	90,373	99,841	133,772
Internal Service	7,662,713	8,350,700	8,885,049	8,008,817	7,583,372	7,413,789
Total	58,933,870	57,794,399	64,080,707	68,956,931	90,883,782	95,208,012

General Fund: Comparing 2017 and 2021 ending cash, the balance has grown by \$9.8 million. This is intentional growth to ensure adequate reserves for cash flow purposes and in case of an economic downturn.

All Other Funds: As of 2021 year-end, the cash balances for all other funds combined have grown by \$22.1 million since 2017, largely due to a significant increase in funding available for capital projects.

Special Revenues include \$4.9 million in unspent ARPA monies. Another \$5.9 million is expected to be received in June/July 2022.



City of Puyallup

March 2022 Financial Summary

Summary by Fund (excluding transfers)						
	Revenues			Expenditures		
	Budget	YTD MAR	Balance	Budget	YTD MAR	Balance
General						
General Fund	52,355,354	11,803,477	40,551,877	47,071,211	11,507,613	35,563,598
Budget Stability Reserves	3,240	496	2,744	250,000		250,000
Radio Replacement	2,100	134	1,966	63,000		63,000
Donations to Puyallup	9,120	1,406	7,714	96,777	357	96,420
LEOFF 1 Retiree Benefits	4,330	393	3,937	557,640	110,747	446,893
Firemen's Pension	66,650	326	66,324	172,000	38,336	133,664
Total General Fund	52,440,794	11,806,232	40,634,562	48,210,628	11,657,053	36,553,575
Special Revenue						
Seizure and Forfeiture	50,550	19,771	30,779	65,960	4,349	61,611
DUI Cost Recovery	68,400	25,703	42,697	52,800	24,933	27,867
American Rescue Plan	5,912,500	1,611	5,910,889	2,688,608	116,492	2,572,116
Affordable Housing Sales Tax		57,242	(57,242)			-
Motel Tax	1,418,140	341,895	1,076,245	659,900	45,493	614,407
Trial Court Improvement	22,120	5,392	16,728			-
Lift Grant	1,011,000	1,162	1,009,838			-
Real Estate Excise Tax	2,011,000	1,329,122	681,878			-
Total Special Revenue Funds	10,493,710	1,781,898	8,711,812	3,467,268	191,267	3,276,001
Debt Service						
GO Bonds			-	3,258,300	84,100	3,174,200
PWTF & HIA Loans			-	330,490		330,490
Total Debt Service Funds	-	-	-	3,588,790	84,100	3,504,690
Capital Projects						
Streets	5,112,726	2,873,023	2,239,703	23,182,750	1,688,291	21,494,459
Parks	816,100	252,568	563,532	4,171,725	181,697	3,990,028
Facility	9,170	583	8,587	1,022,405	50,410	971,995
Total Capital Projects Funds	5,937,996	3,126,174	2,811,822	28,376,880	1,920,398	26,456,482
Enterprise						
Sanitation Utility	454,780	115,940	338,840	226,520	21,715	204,805
Water Utility	7,566,170	1,723,666	5,842,504	10,850,723	2,220,533	8,630,190
Sewer Utility	13,200,050	3,441,146	9,758,904	28,260,055	2,261,246	25,998,809
Storm & Surface Water Utility	10,506,693	2,603,664	7,903,029	17,208,003	1,747,913	15,460,090
Pavilion	289,250	109,339	179,911	354,580	76,176	278,404
Total Enterprise Funds	32,016,943	7,993,755	24,023,188	56,899,881	6,327,583	50,572,298
Internal Service						
Equipment Rental	2,390,790	636,612	1,754,178	2,933,315	539,560	2,393,755
Insurance	2,402,500	1,908,914	493,586	2,411,298	1,960,575	450,723
IT & Communications	3,518,140	910,645	2,607,495	5,491,304	889,766	4,601,538
Health Insurance	8,354,550	2,160,440	6,194,110	8,533,120	2,441,493	6,091,627
Facility Maintenance	2,468,710	574,473	1,894,237	2,434,300	581,061	1,853,239
Total Internal Service Funds	19,134,690	6,191,084	12,943,606	21,803,337	6,412,455	15,390,882
Grand Total	120,024,133	30,899,143	89,124,990	162,346,784	26,592,856	135,753,928