

City of Puyallup

May 2022 Financial Summary

General Fund at a Glance...

Budget vs Actual Comparison				
	2021 ACT	2022 BUD	2022 EST	VARIANCE
Revenues	56,337,899	52,920,792	54,838,000	1,917,208
Expenditures	48,714,539	58,098,142	56,768,590	1,329,552
Gain/(Loss)	7,623,361	(5,177,350)	(1,930,590)	3,246,760

Despite a shifting economy and stalled growth in certain retail sales tax revenues due to inflation and continued supply chain challenges, the first half of 2022 maintains a positive variance compared to budget. Revenues are projected to come in about \$1.9 million higher than budget and expenditures \$1.3 million below budget, creating an overall positive variance from budget of \$3.2 million.

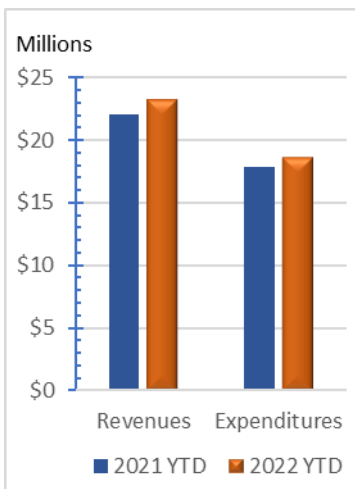
The \$3.2 million difference between the budgeted and actual gain/(loss) amounts is the projected amount of Tier 3 monies available for spending in 2023. Per policy, one-third of these monies are first allocated to General Fund Reserves to maintain a 15% reserves balances and the remaining is available 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	5,132,771	8,379,531
less Tier 3	(3,000,000)		
General Fund Reserves	10,310,121	5,132,771	8,379,531
	18.3%	9.7%	15.3%

2022 year-end reserves are estimated at \$8.4 million, or 15.3% 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)	22,066,365	23,254,959	1,188,593	5.4%
Expenditures (no trfs)	17,893,683	18,717,057	823,374	4.6%
Gain/(Loss)	4,172,682	4,537,901	365,219	8.8%

Through May, revenues and expenditures are up from last year, which is consistent with expectations. The \$1.1 million revenue increase reflects strong sales and other tax collections. Expenditures are the result of normal department spending, coupled with the impacts of inflation.

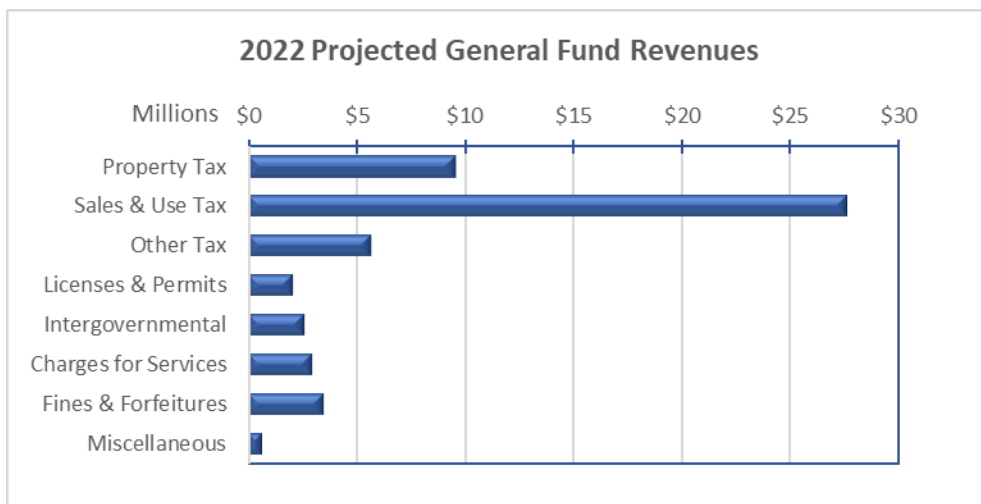
City of Puyallup

May 2022 Financial Summary

General Fund Revenues by Type (excluding transfers)					
	2022 BUD	2022 YTD	2022 EST	VARIANCE	
Property Tax	9,563,830	4,361,650	9,578,000	14,170	0.1%
Sales & Use Tax	26,275,730	11,469,973	27,625,700	1,349,970	5.1%
Other Tax	5,303,290	2,272,203	5,711,500	408,210	7.7%
Licenses & Permits	1,888,360	1,046,557	2,119,300	230,940	12.2%
Intergovernmental	2,651,679	1,227,195	2,630,700	(20,979)	-0.8%
Charges for Services	2,956,483	1,343,279	2,967,200	10,717	0.4%
Fines & Forfeitures	3,499,770	1,332,978	3,495,100	(4,670)	-0.1%
Miscellaneous	721,650	201,124	650,500	(71,150)	-9.9%
Total Revenues	52,860,792	23,254,959	54,778,000	1,917,208	3.6%

Through May, overall revenues are coming in essentially as expected.

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 shows a significant 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.

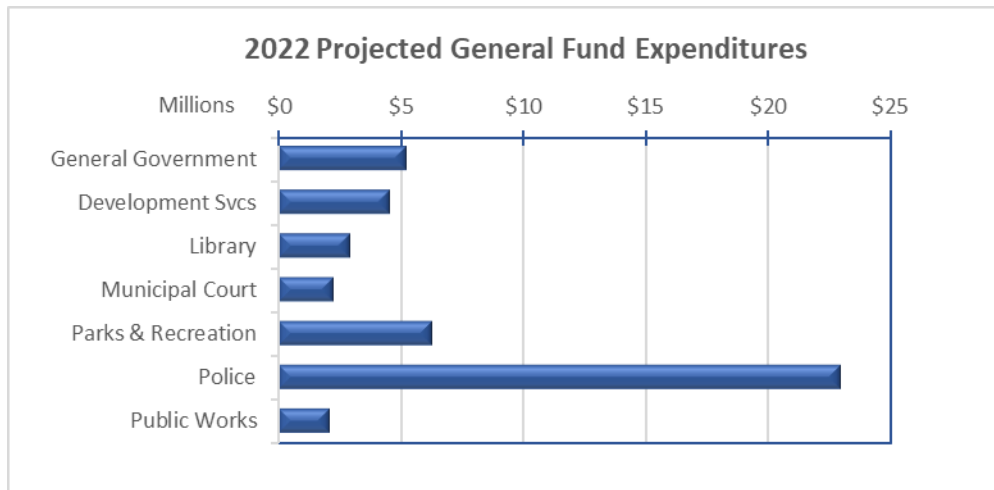


City of Puyallup

May 2022 Financial Summary

General Fund Expenditures by Department (excluding transfers)					
	2022 BUD	2022 YTD	2022 EST	VARIANCE	
City Council	220,415	69,614	180,160	40,255	18.3%
City Manager	1,230,814	479,632	1,151,120	79,694	6.5%
City Clerk	401,395	271,776	438,470	(37,075)	-9.2%
Dev & Permitting Svcs	4,638,563	1,639,504	4,563,860	74,703	1.6%
Finance	857,866	317,823	800,750	57,116	6.7%
Human Resources	467,713	191,198	464,410	3,303	0.7%
Legal	1,415,157	601,625	1,379,870	35,287	2.5%
Library	3,004,373	1,267,744	2,927,660	76,713	2.6%
Municipal Court	2,238,734	873,553	2,230,880	7,854	0.4%
Non-Departmental	806,740	272,871	790,300	16,440	2.0%
Parks & Recreation	6,580,755	2,339,802	6,295,860	284,895	4.3%
Police	23,019,735	9,534,589	22,987,820	31,915	0.1%
Public Works	2,730,772	857,326	2,072,320	658,452	24.1%
Total Expenditures	47,613,032	18,717,057	46,283,480	1,329,552	2.8%

No major expenditure variances through May. 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

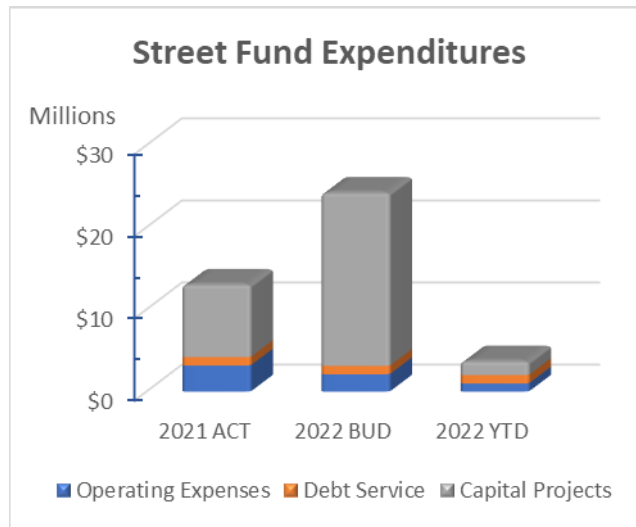
May 2022 Financial Summary

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	149,581
Traffic Impact Fees	1,316,864	1,200,000	387,835
Capital Project Grants	6,921,302	2,826,946	2,380,393
Other Revenues	12,181	652,560	146,500
Transfers In	3,551,542	11,110,176	-
Total Revenues	12,208,650	16,222,902	3,064,309
Operating Expenses	3,175,424	2,110,090	984,052
Debt Service	1,031,063	1,034,680	1,033,980
Capital Projects	8,815,443	21,072,660	1,668,121
Transfers Out	-	71,822	-
Total Expenditures	13,021,929	24,289,252	3,686,152
Ending Balance	9,402,009	1,335,659	8,780,166

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



City of Puyallup

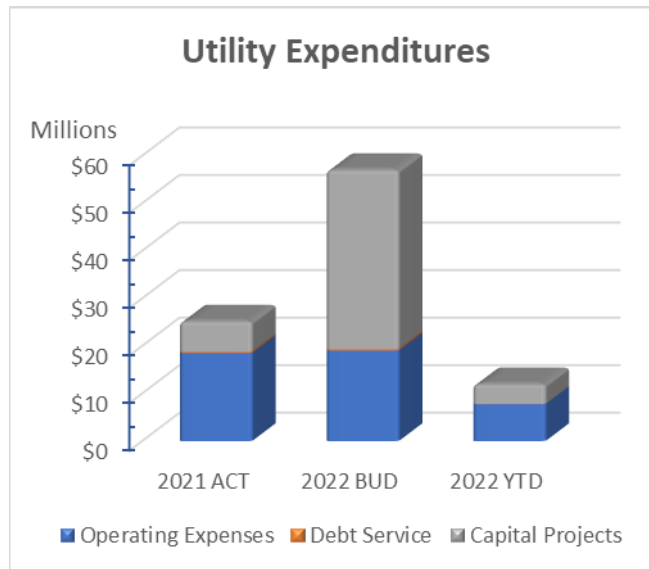
May 2022 Financial Summary

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	25,270,571	25,057,370	10,096,937
System Dev Charges	3,358,972	2,019,490	1,225,267
Other Revenues	206,126	294,200	113,696
Grants	2,197,169	4,356,633	1,604,491
Total Revenues	31,032,838	31,727,693	13,040,391
Operating Expenses	18,571,032	19,084,974	7,792,265
Debt Service	345,739	349,790	40,400
Capital Projects	6,277,045	37,613,762	4,164,235
Total Expenditures	25,193,816	57,048,526	11,996,900
Ending Balance	33,675,011	8,354,178	34,718,502



City of Puyallup

May 2022 Financial Summary

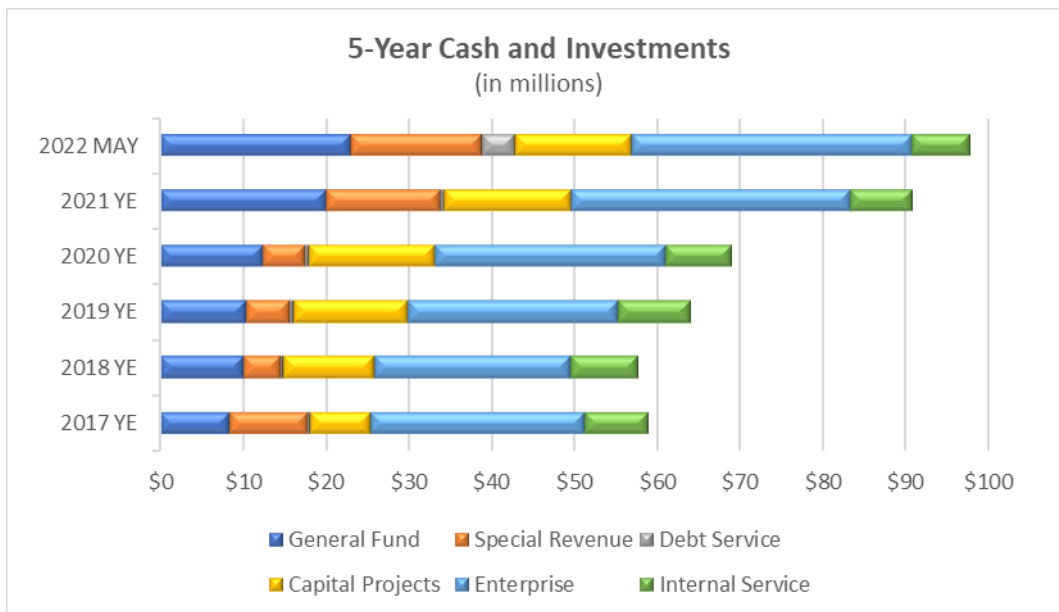
City-Wide Cash and Investments

	2017 YE	2018 YE	2019 YE	2020 YE	2021 YE	2022 MAY
General Fund	5,613,564	7,188,466	7,504,974	7,786,760	15,418,417	18,517,957
General Fund - Other	2,648,335	2,806,831	2,798,442	4,486,592	4,452,558	4,273,024
Special Revenue	9,455,865	4,562,016	5,261,402	5,119,889	13,815,755	15,871,202
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	8,124,971
Parks Capital Projects	1,896,328	4,879,439	2,904,086	2,948,859	4,042,112	4,115,592
Facility Capital Projects	121,076	558,137	1,984,322	1,961,283	1,891,626	1,825,962
Enterprise - Utilities	25,887,173	23,569,469	25,214,816	27,833,412	33,672,434	33,863,038
Enterprise - Pavilion	87,234	97,165	95,158	90,373	99,841	133,148
Internal Service	7,662,713	8,350,700	8,885,049	8,008,817	7,583,372	7,046,439
Total	58,933,870	57,794,399	64,080,707	68,956,931	90,883,782	97,779,013

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 July 2022.



City of Puyallup

May 2022 Financial Summary

Summary by Fund (excluding transfers)						
	Revenues			Expenditures		
	Budget	YTD MAY	Balance	Budget	YTD MAY	Balance
General						
General Fund	52,860,792	23,254,959	29,605,833	47,613,032	18,717,057	28,895,975
Budget Stability Reserves	3,240	1,165	2,075	250,000		250,000
Radio Replacement	2,100	318	1,782	63,000		63,000
Donations to Puyallup	9,120	2,918	6,202	96,777	15,072	81,705
LEOFF 1 Retiree Benefits	4,330	894	3,436	557,640	178,291	379,349
Firemen's Pension	66,650	72,639	(5,989)	172,000	64,821	107,179
Total General Fund	52,946,232	23,332,893	29,613,339	48,752,449	18,975,241	29,777,208
Special Revenue						
Seizure and Forfeiture	50,550	20,972	29,578	65,960	9,928	56,032
DUI Cost Recovery	68,400	42,312	26,088	119,050	54,972	64,078
American Rescue Plan	5,912,500	3,766	5,908,734	2,942,828	166,087	2,776,741
Affordable Housing Sales Tax		74,460	(74,460)			-
Motel Tax	1,418,140	560,128	858,012	702,534	95,127	607,407
Trial Court Improvement	22,120	10,787	11,333			-
Lift Grant	1,011,000	2,753	1,008,247			-
Real Estate Excise Tax	2,011,000	1,661,196	349,804			-
Total Special Revenue Funds	10,493,710	2,376,374	8,117,336	3,830,372	326,114	3,504,258
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	3,064,309	2,048,417	23,182,750	2,652,173	20,530,577
Parks	182,550	464,550	(282,000)	5,739,822	391,070	5,348,752
Facility	9,170	1,384	7,786	1,022,405	67,048	955,357
Total Capital Projects Funds	5,304,446	3,530,243	1,774,203	29,944,977	3,110,291	26,834,686
Enterprise						
Sanitation Utility	454,780	190,732	264,048	226,583	36,128	190,455
Water Utility	7,566,170	2,863,267	4,702,903	11,316,572	4,403,848	6,912,724
Sewer Utility	13,200,050	5,942,864	7,257,186	28,263,693	4,512,296	23,751,397
Storm & Surface Water Utility	10,506,693	4,043,528	6,463,165	17,241,678	3,044,628	14,197,050
Pavilion	289,250	191,092	98,158	354,667	157,259	197,408
Total Enterprise Funds	32,016,943	13,231,483	18,785,460	57,403,193	12,154,159	45,249,034
Internal Service						
Equipment Rental	2,390,790	1,070,337	1,320,453	2,934,085	891,833	2,042,252
Insurance	2,402,500	2,022,770	379,730	2,411,472	2,140,018	271,454
IT & Communications	3,518,140	1,457,952	2,060,188	5,492,761	1,650,330	3,842,431
Health Insurance	8,354,550	3,561,184	4,793,366	8,533,120	4,046,135	4,486,985
Facility Maintenance	2,468,710	1,076,713	1,391,997	2,475,704	1,084,235	1,391,469
Total Internal Service Funds	19,134,690	9,188,956	9,945,734	21,847,142	9,812,551	12,034,591
Grand Total	119,896,021	51,659,949	68,236,072	165,366,923	44,462,456	120,904,467