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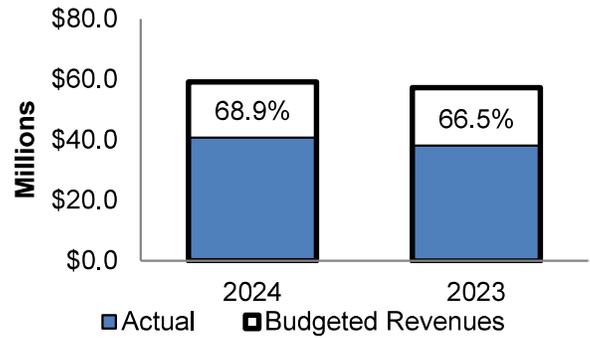


2024 THIRD QUARTER FINANCIAL REPORT

PERFORMANCE AT A GLANCE

The City of Shoreline adopted its 2023-2024 Biennial Budget on November 21, 2022. While the budget is adopted for the biennium, each year has a plan for revenues and expenditures. This report reflects unaudited preliminary revenue collections and expenditures through September 30, 2024 as compared to the 2024 Plan as amended through September 30, 2024.

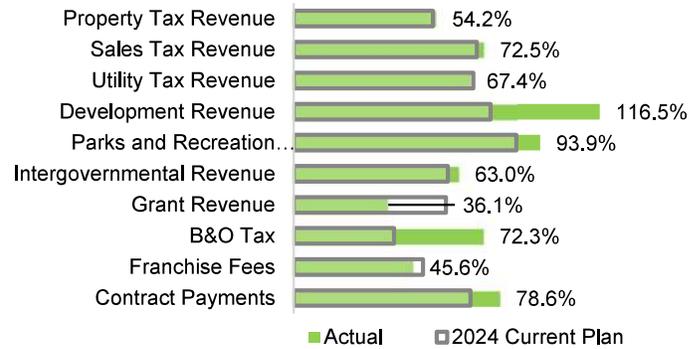
General Fund Overview



General Fund Revenues	Compared to 2024 Current Plan	Compared to 2023 Actuals as of September
Property Tax Revenue	▲ POSITIVE ▲	▲ POSITIVE ▲
Sales Tax Revenue	▲ POSITIVE ▲	▲ POSITIVE ▲
Intergovernmental Revenue	▲ POSITIVE ▲	▲ POSITIVE ▲
Grant Revenue	▼ NEGATIVE ▼	▲ POSITIVE ▲
B&O Tax	▲ POSITIVE ▲	▲ POSITIVE ▲
Franchise Fees	● WARNING ●	▼ NEGATIVE ▼
Contract Payments	▲ POSITIVE ▲	▲ POSITIVE ▲
Utility Tax	▲ POSITIVE ▲	▲ POSITIVE ▲
Development Revenue	▲ POSITIVE ▲	▼ NEGATIVE ▼
Parks and Recreation Revenue	▲ POSITIVE ▲	▲ POSITIVE ▲
Interest Income	▲ POSITIVE ▲	▲ POSITIVE ▲

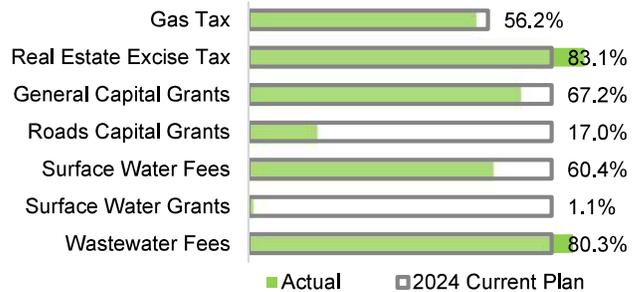
General Fund	Revenues	Dept. Exp.
2024 Operating Plan	\$59,125,522	\$62,344,162
2024 Actual	\$40,726,357	\$41,140,823
% of 2024 Operating Plan	68.9%	66.0%
2023 Operating Plan	\$57,212,340	\$55,786,641
2023 Actual	\$38,046,703	\$33,427,957
% of 2023 Operating Plan	66.5%	59.9%
Actual 2024 v. 2023 \$ Change	\$2,679,654	\$7,712,866
Actual 2024 v. 2023 % Change	7.0%	23.1%

Key to revenue trend indicators:
▲ POSITIVE ▲ = Variance/Change of > +2%
◀ NEUTRAL ▶ = Variance/Change of -1% to +2%
● WARNING ● = Variance/Change of -1% to -4%
▼ NEGATIVE ▼ = Variance/Change of >-4%



Non-General Fund Revenues		
Gas Tax	▼ NEGATIVE ▼	● WARNING ●
Transportation Benefit District Sales Tax	▲ POSITIVE ▲	▲ POSITIVE ▲
Real Estate Excise Tax	▲ POSITIVE ▲	▲ POSITIVE ▲
Surface Water Fees	▲ POSITIVE ▲	▲ POSITIVE ▲
Wastewater Fees	▲ POSITIVE ▲	▲ POSITIVE ▲

Non-General Fund Revenues



Variance Highlights

- General Fund Grant Revenue is lower than anticipated due to the timing of project completion and related grant billings. The revenues are anticipated to be collected in 2024 as projects are completed
- Gas Tax is down due to the increase in ownership of electric vehicles. MRSC is now predicting a decrease at a steeper rate than previously assumed.



2024 THIRD QUARTER FINANCIAL REPORT

ALL FUNDS BUDGET AND YEAR-OVER-YEAR COMPARISON

The following table presents the 2024 Current Plan as amended by Ordinance No. 1015.

REVENUES & OTHER SOURCES

FUND TYPE Fund Title	2023 Current Plan	2023 Actual	% of 2023 Current Plan	2024 Current Plan	2024 Actual	% of 2024 Current Plan	2024 v. 2023 \$ Change	2023 v. 2024 % Change
OPERATING FUNDS	\$60,026,088	\$39,917,430	66.5%	\$62,082,137	\$42,618,171	68.6%	\$2,700,741	6.8%
General Fund	\$57,212,340	\$38,046,703	66.5%	\$59,125,522	\$40,726,357	68.9%	\$2,679,654	7.0%
Shoreline Secure Storage Fund	1,500,000	1,073,090	71.5%	1,500,000	1,045,835	69.7%	(27,255)	-2.5%
Shoreline Business Center	0	0	0.0%	0	38,126	0.0%	38,126	0.0%
Street Fund	1,247,505	733,175	58.8%	1,242,760	706,104	56.8%	(27,071)	-3.7%
Code Abatement Fund	30,000	16,353	54.5%	30,000	28,580	95.3%	12,227	74.8%
State Drug Forfeiture Fund	18,243	42,971	235.6%	18,243	68,006	372.8%	25,035	58.3%
Public Arts Fund	5,000	3,546	70.9%	5,000	3,915	78.3%	370	10.4%
Federal Drug Forfeiture Fund	13,000	271	2.1%	13,000	314	2.4%	43	15.7%
Federal Criminal Forfeiture Fund	0	1,321	0.0%	0	934	0.0%	(387)	-29.3%
Tree Fund	0	0	0.0%	147,613	0	0.0%	0	0.0%
DEBT SERVICE FUNDS	\$5,339,596	\$5,235,069	98.0%	\$5,419,428	\$3,754,658	69.3%	(\$1,480,411)	-28.3%
CAPITAL FUNDS	\$45,349,037	\$21,120,682	46.6%	\$57,298,819	\$16,927,462	29.5%	(\$4,193,220)	-19.9%
General Capital Fund	7,257,738	6,501,723	89.6%	4,696,103	3,324,844	70.8%	(3,176,879)	-48.9%
General Capital Fund-Parks Bond	0	1,102,321	0.0%	598,451	1,102,319	184.2%	(3)	0.0%
City Facility-Major Maint. Fund	3,639	4,188	115.1%	4,302	12,723	295.7%	8,535	203.8%
Roads Capital Fund	33,841,694	6,641,301	19.6%	51,999,963	9,677,578	18.6%	3,036,277	45.7%
Sidewalk Expansion Fund	0	269,524	0.0%	0	174,131	0.0%	(95,393)	-35.4%
Transportation Impact Fees Fund	0	2,903,044	0.0%	0	1,299,827	0.0%	(1,603,217)	-55.2%
Park Impact Fees Fund	4,245,966	3,698,580	87.1%	0	1,336,040	0.0%	(2,362,540)	-63.9%
ENTERPRISE FUNDS	\$30,550,561	\$22,436,490	73.4%	\$32,868,999	\$24,420,327	74.3%	\$1,983,837	8.8%
Surface Water Utility Fund	9,980,038	5,841,520	58.5%	10,259,119	6,008,656	58.6%	167,136	2.9%
Wastewater Utility Fund	20,570,523	16,594,970	80.7%	22,609,880	18,411,671	81.4%	1,816,701	10.9%
INTERNAL SERVICE FUNDS	\$732,106	\$731,821	100.0%	\$809,640	\$671,925	83.0%	(\$59,895)	-8.2%
TOTAL REVENUE	\$141,997,388	\$89,441,491	63.0%	\$158,479,023	\$88,392,543	55.8%	(\$1,048,948)	-1.2%
OTHER SOURCES								
Proceeds from Capital Assets	\$1,000,000	\$2,460,404	246.0%	\$1,084,851	\$1,196,107	110.3%	(\$1,264,297)	-51.4%
Transfers In	30,324,731	11,176,674	36.9%	16,857,268	7,425,169	44.0%	(3,751,505)	-33.6%
Other Financing Sources	11,025,404	3,372,262	30.6%	26,601,290	(0)	0.0%	(3,372,262)	-100.0%
Budgeted Use of Fund Balance	52,383,207	0	0.0%	31,568,394	0	0.0%	0	0.0%
TOTAL RESOURCES	\$236,730,731	\$106,450,83	45.0%	\$234,590,827	\$97,013,819	41.4%	(\$9,437,012)	-8.9%

EXPENDITURES & TRANSFERS OUT

OPERATING FUNDS	\$59,148,415	\$35,665,031	60.3%	\$65,881,582	\$43,128,009	65.5%	\$7,462,978	20.9%
General Fund	\$55,786,641	\$33,427,957	59.9%	\$62,344,162	\$41,140,823	66.0%	\$7,712,866	23.1%
Shoreline Secure Storage Fund	1,085,000	648,854	59.8%	1,085,000	478,697	44.1%	(170,157)	-26.2%
Shoreline Business Center	0	0	0.0%	0	7,887	0.0%	7,887	0.0%
Revenue Stabilization Fund	0	0	0.0%	0	0	0.0%	0	0.0%
Street Fund	2,016,543	1,498,803	74.3%	2,028,408	1,415,636	69.8%	(83,167)	-5.5%
Code Abatement Fund	100,000	10,000	10.0%	100,000	5,000	5.0%	(5,000)	-50.0%
Public Arts Fund	100,165	46,212	46.1%	145,156	54,564	37.6%	8,352	18.1%
State Drug Forfeiture Fund	18,243	3,676	20.2%	18,243	6,713	36.8%	3,037	82.6%
Federal Drug Forfeiture Fund	13,000	705	5.4%	13,000	0	0.0%	(705)	-100.0%
Federal Criminal Forfeiture Fund	28,823	28,823	100.0%	0	0	0.0%	(28,823)	-100.0%
Tree Fund	0	0	0.0%	147,613	18,688	12.7%	18,688	0.0%
DEBT SERVICE FUNDS	\$6,205,383	\$1,577,676	25.4%	\$6,233,503	\$1,541,382	24.7%	(\$36,294)	-2.3%
CAPITAL FUNDS	\$82,049,502	\$20,493,973	25.0%	\$86,369,670	\$26,020,140	30.1%	\$5,526,167	27.0%
General Capital Fund	22,494,605	8,658,909	38.5%	2,740,571	3,365,785	122.8%	(5,293,125)	-61.1%
General Capital Fund-Parks Bond	20,455,894	1,555,558	7.6%	17,283,127	5,506,759	31.9%	3,951,201	254.0%
Facility-Major Maint. Fund	157,810	7,715	4.9%	1,207,215	17,767	1.5%	10,051	130.3%
Roads Capital Fund	33,799,953	8,462,417	25.0%	56,882,279	16,996,093	29.9%	8,533,676	100.8%
Sidewalk Expansion Fund	5,141,240	1,809,374	35.2%	8,256,479	133,737	1.6%	(1,675,637)	-92.6%
Transportation Impact Fees Fund	0	0	0.0%	0	0	0.0%	0	0.0%
Park Impact Fees Fund	0	0	0.0%	0	0	0.0%	0	0.0%
ENTERPRISE FUNDS	\$38,154,699	\$20,145,146	52.8%	\$44,272,862	\$20,190,069	45.6%	\$44,923	0.2%
Surface Water Utility Fund	12,169,135	5,883,347	48.3%	15,731,301	4,388,208	27.9%	(1,495,138)	-25.4%
Wastewater Utility Fund	25,985,565	14,261,799	54.9%	28,541,561	15,801,861	55.4%	1,540,061	10.8%
INTERNAL SERVICE FUNDS	\$872,211	\$370,029	42.4%	\$1,447,992	\$357,042	24.7%	(\$12,987)	-3.5%
TOTAL EXPENDITURES	\$186,430,210	\$78,251,855	42.0%	\$204,205,609	\$91,236,642	44.7%	\$12,984,787	16.6%
TRANSFERS OUT	\$30,324,731	\$20,416,404	67.3%	\$16,857,268	\$7,425,169	44.0%	(\$12,991,235)	-63.6%
TOTAL EXPENDITURES & TRANSFERS OUT	\$216,754,941	\$98,668,259	45.5%	\$221,062,878	\$98,661,812	44.6%	(\$6,448)	0.0%



2024 THIRD QUARTER FINANCIAL REPORT

GENERAL FUND BUDGET AND YEAR-OVER-YEAR COMPARISON OVERVIEW

RESOURCES

GENERAL FUND RESOURCES	2023 Current Plan	2023 YTD Actual	% of 2023 Current Plan	2024 Current Plan	2024 YTD Actual	% of 2024 Current Plan	2024 v. 2023 \$ Change	2024 v. 2023 % Change
Property Tax	\$22,146,717	\$10,505,344	47.4%	\$23,306,460	\$12,781,263	54.8%	\$2,275,919	21.7%
Sales Tax	11,117,540	8,082,063	72.7%	11,584,398	8,393,277	72.5%	311,215	3.9%
Local Criminal Justice	2,232,358	1,265,193	56.7%	2,317,074	1,250,564	54.0%	(14,629)	-1.2%
B&O, Utility, and Gambling Taxes	7,742,577	4,652,129	60.1%	8,020,337	4,994,618	62.3%	342,488	7.4%
Franchise Fees & Contract Payments	4,009,947	2,561,577	63.9%	4,108,227	2,677,893	65.2%	116,316	4.5%
Development Revenue	3,281,716	4,989,385	152.0%	3,336,250	3,886,382	116.5%	(1,103,003)	-22.1%
Park and Recreation Revenue	1,741,153	1,599,195	91.8%	1,762,328	1,654,060	93.9%	54,865	3.4%
Intergovernmental Revenue	2,407,762	1,353,195	56.2%	1,870,632	1,351,298	72.2%	(1,896)	-0.1%
Grant Revenue	1,044,267	463,790	44.4%	1,388,281	501,237	36.1%	37,446	8.1%
Fines and Licenses	601,550	90,400	15.0%	642,775	147,201	22.9%	56,801	62.8%
Miscellaneous Revenue	816,153	635,640	77.9%	718,160	745,915	103.9%	110,275	17.3%
Interest Income	70,600	1,848,791	2618.7%	70,600	2,342,649	3318.2%	493,858	26.7%
TOTAL REVENUES	\$57,212,340	\$38,046,703	66.5%	\$59,125,522	\$40,726,357	68.9%	\$2,679,654	7.0%
Proceeds from Capital Assets	0	0	0.0%	0	0	0.0%	0	0.0%
Operating Transfers In	2,463,129	1,847,347	75.0%	2,791,020	2,052,765	73.5%	205,418	11.1%
Other Financing Sources	15,000	0	0.0%	4,515,000	86,787	1.9%	86,787	0.0%
Budgeted Use of Fund Balance	14,831,243	0	0.0%	10,207,660	0	0.0%	0	0.0%
TOTAL RESOURCES	\$74,521,712	\$39,894,049	53.5%	\$76,639,202	\$42,865,909	55.9%	\$2,971,859	7.4%

EXPENDITURES & TRANSFERS OUT

DEPARTMENT	2023 Current Plan	2023 YTD Actual	% of 2023 Current Plan	2024 Current Plan	2024 YTD Actual	% of 2024 Current Plan	2024 v. 2023 \$ Change	2024 v. 2023 % Change
City Council	\$280,094	\$206,035	73.6%	\$296,014	\$257,214	86.9%	\$51,180	6.2%
City Manager's Office ¹	5,882,237	3,727,248	63.4%	5,424,921	4,240,678	78.2%	\$513,431	15.7%
City Attorney	992,631	781,684	78.7%	1,034,366	672,180	65.0%	(\$109,504)	101.8%
Administrative Services ²	10,219,428	6,482,085	63.4%	11,060,221	7,313,460	66.1%	\$831,374	18.0%
Citywide	1,584,067	1,165,227	73.6%	7,480,793	6,024,953	80.5%	\$4,859,726	1.6%
Human Resources	829,495	564,890	68.1%	823,219	459,849	55.9%	(\$105,041)	40.5%
Police	14,896,996	8,054,211	54.1%	15,980,168	9,265,573	58.0%	\$1,211,361	-1.0%
Criminal Justice	2,435,517	1,217,738	50.0%	2,435,517	958,711	39.4%	(\$259,027)	27.5%
Recreation, Cultural & Community Services ³	8,239,193	5,086,863	61.7%	7,462,379	5,194,127	69.6%	\$107,264	24.5%
Planning & Community Development	5,547,413	2,969,659	53.5%	4,960,793	3,124,605	63.0%	\$154,946	15.6%
Public Works	4,879,570	3,172,319	65.0%	5,385,771	3,629,473	67.4%	\$457,155	22.2%
DEPARTMENTAL EXPENDITURES	\$55,786,641	\$33,427,957	59.9%	\$62,344,162	\$41,140,823	66.0%	\$7,712,866	23.1%
Operating Transfers Out	11,558,973	4,456,434	38.6%	8,102,788	2,522,660	31.1%	(1,933,775)	-43.4%
TOTAL EXPENDITURES AND TRANSFERS OUT	\$67,345,615	\$37,884,391	56.3%	\$70,446,951	\$43,663,483	62.0%	\$5,779,091	15.3%

1. City Manager's Office includes City Clerk, Communications, Code Enforcement Customer Response Team, Intergovernmental Relations, Economic Development, Property Management, and Light Rail Stations.

2. Recreation, Cultural and Community Services includes Neighborhoods, Emergency Management Planning, Human Services, Diversity Inclusion, Environmental Services, Recreation, Youth & Teen Development, and Cultural Services.

3. Administrative Services includes Finance, Budget, Purchasing, Information Systems, Parks, Fleet & Facilities, and Recreation Facility Rentals.



2024 THIRD QUARTER FINANCIAL REPORT

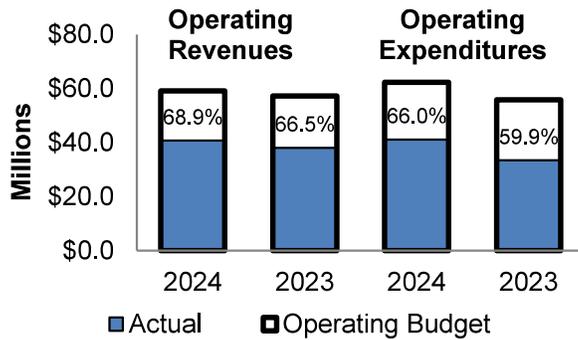
ALL GENERAL FUND CONTRIBUTIONS

General Fund Contributions to Projects	2023-2024 Budgeted General Fund Support	2023-2024 Amount Transferred
Street Fund Projects		
Street Fund Projects	\$2,432,668	\$2,319,942
Tree Fund		
Restricted Tree Fund	\$0	\$63,486
Public Art Funds		
Public Art Projects	\$40,000	\$0
Revenue Stabilization Fund Projects		
Revenue Stabilization Fund	\$1,205,584	\$1,205,584
Debt Service		
LTGO BOND 2009/2019	\$847,343	\$479,748
Limited Tax GO Bond 2013	\$515,676	\$296,306
General Capital Projects		
City Hall	\$448,672	\$93,848
City Maintenance Facility	\$5,797,024	\$4,462,575
Parks Repair & Replacement	\$450,000	\$121,316
PROS Plan Acquisitions	\$100,000	\$62,996
General Capital Projects	\$260,000	\$130,000
Major Maintenance Project		
City Facility Major Maintenance	\$294,206	\$294,206
City Hall Long-Term Maintenance	\$1,151,215	\$17,767
Parks Bond Project		
PK BND: Richmond Highlands Park	\$808,054	\$0
PK BND: James Keough Park	\$358,666	\$0
PK BND Bruggers Bog Park	\$470,846	\$0
PK BND Hillwood Park	\$556,548	\$0
PK BND Briarcrest Park	\$681,486	\$0
PK BND Shoreview Park	\$259,724	\$0
PK BND Ridgecrest Park	\$185,516	\$0
PK BND Kruckeberg Park	\$75,444	\$0
Roads Capital Projects		
147 th /148 th Non-Motorized Bridge	\$500,000	\$148,517
Transportation Master Plan	\$518,038	\$104,550
Driveway Relocation Richmond Beach Rd	\$70,000	\$0
Gambling Tax and Grant Match Funding	\$195,302	\$146,477
NE 200th St from 30th to 25th Ave NE	\$890,000	\$8,158
Surface Water Fund Projects		
Surface Water Fund Projects	\$10,680	\$0
Wastewater Fund Projects		
Wastewater Fund Projects	\$10,900	\$0
Equipment Replacement Fund		
Equipment Replacement Fund	\$393,170	\$115,834
Unemployment Fund		
Unemployment Fund	\$135,000	\$77,094
Total	\$19,661,762	\$10,148,405



2024 THIRD QUARTER FINANCIAL REPORT

GENERAL FUND FINANCIAL OVERVIEW



General Fund	Revenues	Dept. Exp.
2024 Operating Plan	\$59,125,522	\$62,344,162
2024 Actual	\$40,726,357	\$41,140,823
% of 2024 Operating Plan	68.9%	66.0%
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Actual 2024 v. 2023 % Change	7.0%	23.1%

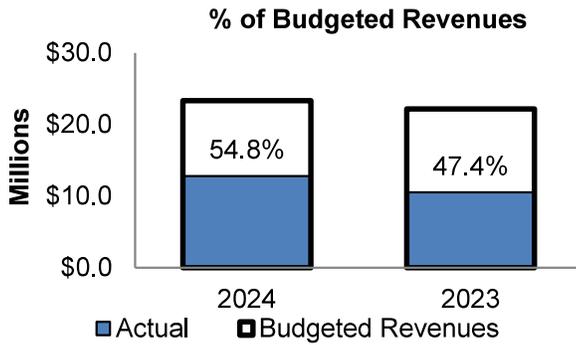
The table on the previous page presents the 2024 planned revenues, expenditures, use of fund balance for one-time investments and transfers in from/out to other funds as approved in the 2023-2024 Biennial Budget. It also compares them to actual for 2024 and 2023.

Revenues:

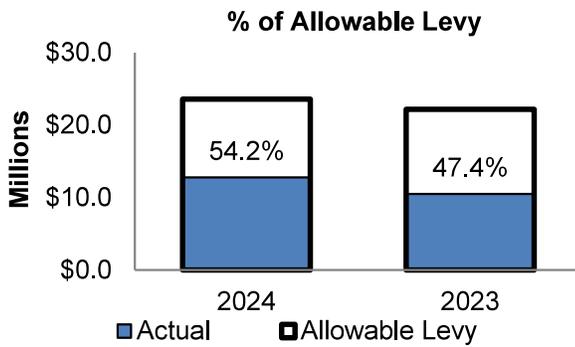
General Fund revenue received reflects a year-over-year increase of 7.0%. The following are highlights comparing actual collections to those projected for 2024 and to 2023 collections for the General Fund:

- Property tax receipts are at 54.8% of the 2024 plan.
- Sales tax receipts for 2024 are 28.4% greater than projected for the same period of the current plan. The Construction sector is 16.7% more than 2023 collections.
- Receipts from the Local Criminal Justice Tax for the reporting period of January through September are \$14,629, or 1.2%, less than the same period for 2023.
- Intergovernmental Revenue receipts are 0.1% less than the year-ago level. The maximum cap of distributions of the Affordable and Supportive Housing State Shared Tax was reached during the state's fiscal year in February. Distributions resumed in July.
- This report reflects Gambling Tax and B&O Tax receipts collected for 2024 Q2 quarterly tax returns.
- Utility Tax receipts in the amount of \$3.3 million are more than the 2024 plan and 2023 by 2.5% and 3.6%, respectively.
- Local development activity in 2024, in terms of the number of permit applications, is 269, or 13.5%, more than 2023. Total permits issued are 258, or 26.5%, more than 2023.
- Due to the high interest rate environment, interest income is higher than in the budget; however, this revenue source will have a year-end adjustment for unrealized gains and losses and is volatile given the current uncertainty of the economy. See the Investment Report on page 19 for further details.

PROPERTY TAX



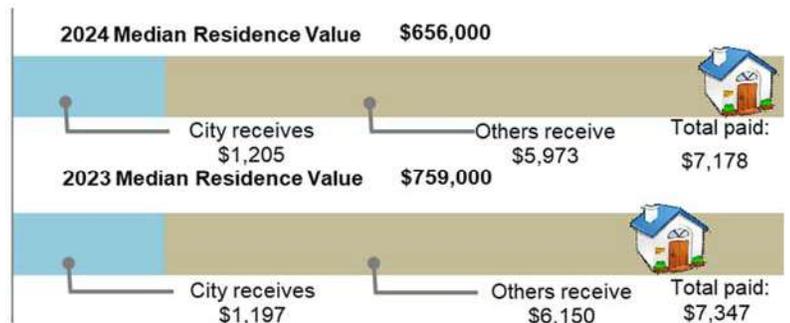
2024 Current Plan		23,306,460
2024 Third Quarter Actual Revenue		\$12,781,263
% of 2024 Current Plan		54.8%
2023 Current Plan		\$22,146,717
2023 Third Quarter Actual Revenue		\$10,505,344
% of 2023 Current Plan		47.4%
2024 v. 2023 \$ Change		\$2,275,919
2024 v. 2023 % Change		21.7%



Property tax payments are due to King County in April and October. The County then must remit the City's portion resulting in most collections occurring in the second and fourth quarters. Receipts for 2024 and 2023 as a percentage of the budgeted projection are at 54.8% and 47.4%, respectively. In terms of the allowable levy, which is different than the budgeted projection presented here, receipts for 2024 and 2023 are 54.2% and 47.4%, respectively.

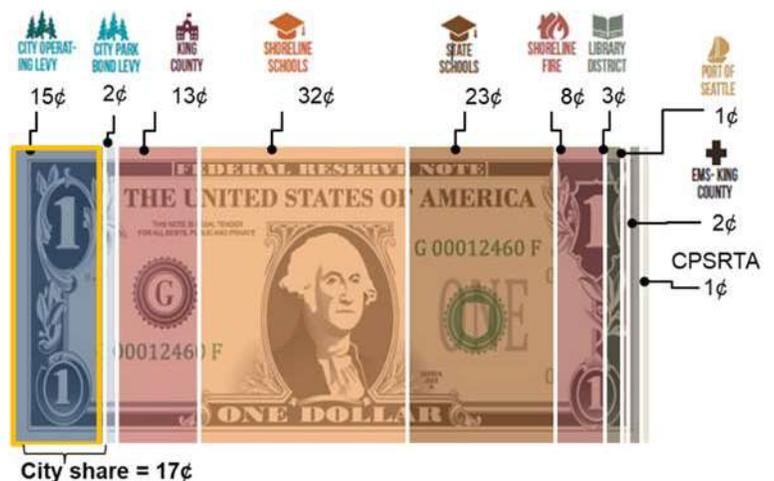
Impact on a median homeowner:

In 2024, the City of Shoreline property tax regular levy and excess voted levy rates increased from \$1.39 to \$1.63 and \$0.19 to \$0.21, respectively. The total levy rate increased from \$9.68 to \$10.94. The chart to the right compares the amount paid by a homeowner of a residence with a median value (as determined by the King County Department of Assessments). The total tax bill is estimated to decrease \$169, or 2.3%, with the City's portion increasing \$8, and all other taxing jurisdictions' portion decreasing \$177.



How \$1 is allocated:

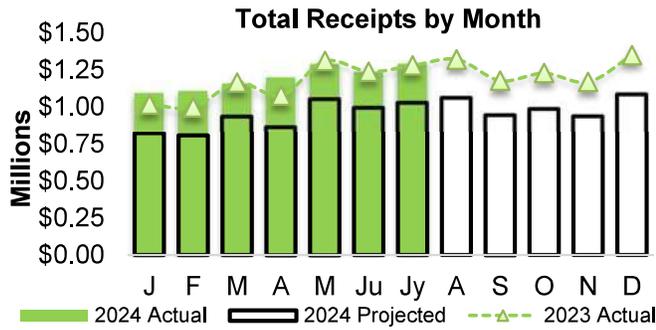
The chart to the left illustrates the allocation of each dollar paid at the 2024 levy rates for all taxing jurisdictions within Shoreline. The City receives 15¢ for the City's regular and 2¢ for the excess voted park bond levy.





2024 THIRD QUARTER FINANCIAL REPORT

SALES TAX



2024 Current Plan	\$11,584,398
2024 Third Quarter Actual Revenue	\$8,393,277
% of 2024 Current Plan	72.5%
2023 Current Plan	\$11,117,540
2023 Third Quarter Actual Revenue	\$8,082,063
% of 2023 Current Plan	72.7%
2024 v. 2023 \$ Change	\$311,215
2024 v. 2023 % Change	3.9%

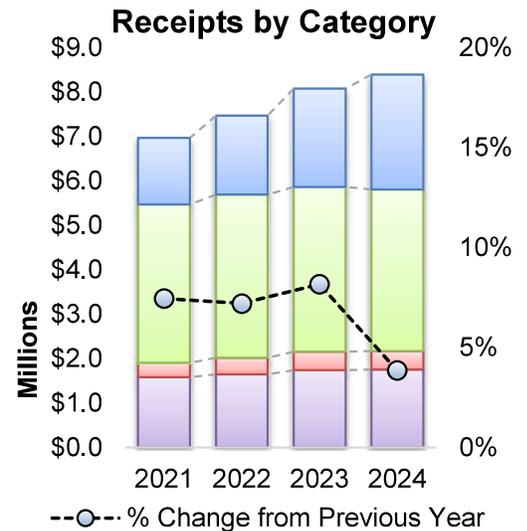
When analyzing monthly sales tax receipts, there are two items of special note: First, most businesses remit their sales tax collections to the Washington State Department of Revenue (DOR) on a monthly basis. Small businesses only have to remit their sales tax collections either quarterly or annually, which can create anomalies when comparing the same month between two years. Second, for those businesses which remit sales tax monthly, there is a two-month lag from the time that sales tax is collected to the time it is distributed to the City. Therefore, the data presented here reflects the distributions from activity for January through July.

Receipts are more than the 2024 Plan and 2023 collections by 28.4% and 3.9%, respectively. The Construction sector, while 16.7% more than 2023 collections, continued to maintain a high level of activity.

The following table and chart illustrate the performance of the primary categories.

SALES TAX BY PRIMARY CATEGORY FOR DISTRIBUTION PERIOD: September

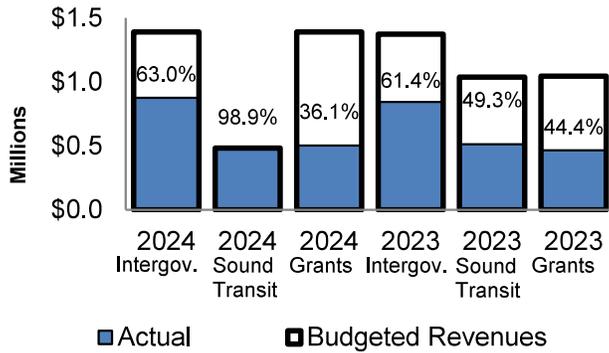
Sector	2020	2021	2022	2023	2024
Construction	\$1,839,816	\$1,495,392	\$1,776,086	\$2,216,892	\$2,586,592
\$ Change		(\$344,424)	\$280,693	\$440,806	\$369,700
% Change		-18.7%	18.8%	24.8%	16.7%
Retail Trade	\$3,055,951	\$3,567,517	\$3,671,486	\$3,704,336	\$3,633,136
\$ Change		\$511,566	\$103,969	\$32,851	(\$71,200)
% Change		16.7%	2.9%	0.9%	-1.9%
Hotels/Restaurant	\$260,062	\$318,036	\$373,666	\$414,361	\$416,429
\$ Change		\$57,974	\$55,630	\$40,695	\$2,068
% Change		22.3%	17.5%	10.9%	0.5%
All Others	\$1,330,863	\$1,588,812	\$1,650,622	\$1,746,474	\$1,757,121
\$ Change		\$257,949	\$61,810	\$95,851	\$10,647
% Change		19.4%	3.9%	5.8%	0.6%
Total Revenue	\$6,486,692	\$6,969,757	\$7,471,859	\$8,082,063	\$8,393,277
\$ Change		\$483,064	\$502,102	\$610,204	\$311,215
% Change		7.4%	7.2%	8.2%	3.9%



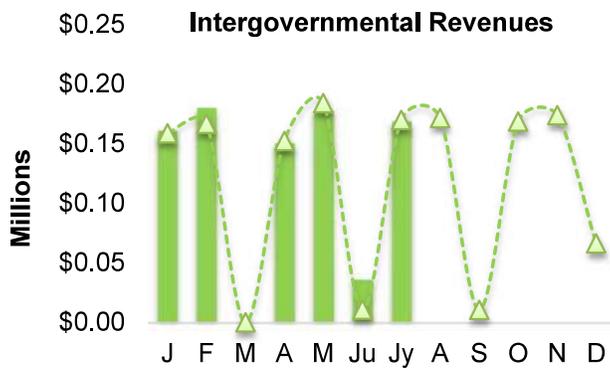


2024 THIRD QUARTER FINANCIAL REPORT

INTERGOVERNMENTAL, GRANTS, AND STATE SHARED SALES TAXES

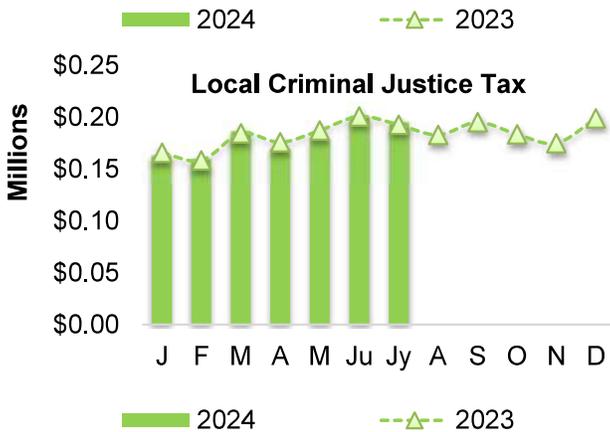


Intergovernmental revenue sources are comprised primarily of funding for criminal justice programs, contract payments, liquor excise tax, liquor board profits, marijuana excise tax, grants, and reimbursement from Sound Transit per the Expedited Permitting and Reimbursement Agreement. Contract payments are discussed separately in this report. Many grants are applied for and received for specific purposes. The amount of grants received in any year can vary.



Total Intergovernmental receipts are 0.1% less than the year-ago level. Receipts by month from sources other than Sound Transit reimbursements are reflected in the Intergovernmental Revenues chart, which compares disbursements for March through September. Receipts for these revenues in 2024 total \$874,501 and are 3.9% more than 2023.

Grant receipts are 8.1% more than 2023.



The result for Local Criminal Justice Sales Tax receipts is not commensurate with the result for Sales Tax receipts because the distribution of Local Criminal Justice Sales Tax is based on the city's population and the amount of sales tax collected throughout all of King County. The Puget Sound Economic Forecaster estimated that retail sales throughout King County would increase year-over-year by 1.4%. Sales tax collected throughout King County was 12.7% more than 2023.



2024 THIRD QUARTER FINANCIAL REPORT

BUSINESS & OCCUPATION TAXES AND FRANCHISE FEE & CONTRACT PAYMENTS

2024 Current Plan		\$12,128,564
Business & Occupation Tax		\$1,153,489
Utility Tax		\$3,262,688
Gambling Tax		\$578,441
Franchise Fee		\$762,259
Contract Payment		\$1,915,634
2024 Third Quarter Actual Revenue		\$7,672,511
% of 2024 Current Plan		63.3%
2023 Current Plan		\$11,752,524
Business & Occupation Tax		\$845,753
Utility Tax		\$3,148,627
Gambling Tax		\$657,750
Franchise Fee		\$823,997
Contract Payment		\$1,737,581
2023 Third Quarter Actual Revenue		\$7,213,707
% of 2023 Current Plan		61.4%
2024 v. 2023 \$ Change		\$458,804
2024 v. 2023 % Change		6.4%

The City has levied tax on gross operating revenues for gambling activities since 1995 and utility operations since 2005. The Business & Occupation (B&O) Tax and in-house processing of business licensing for Shoreline became effective in January 2019.

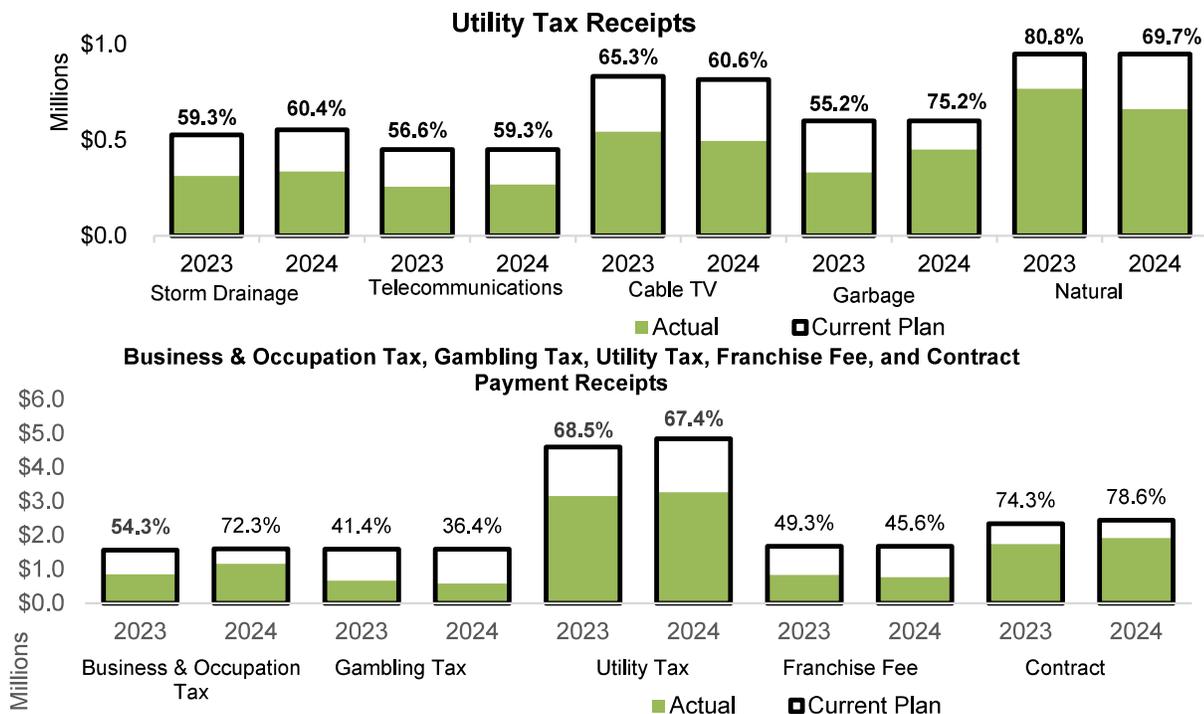
This report reflects Gambling Tax and B&O Tax receipts collected from quarterly tax returns. B&O Tax receipts in the amount of \$1.15 million are more than 2023 by 36.39%.

Utility Tax receipts in the amount of \$3.3 million are less than the 2024 Plan by 2.5% but more than 2023 by 3.6%. We continue to experience a significant decline in telecommunications tax as shown in the chart below.

The City has franchises with water and cable services with fees imposed at 6% and 5%, respectively. The City also has agreements with Seattle City Light, which imposes a 6% contract fee on total electrical revenues, and Ronald Wastewater District, which imposes an Interlocal Operating Agreement Fee.

More information is available at <http://www.shorelinewa.gov/government/departments/city-clerk-s-office/agreements-and-contracts/utility-franchise-agreements-document-library/-folder-386>.

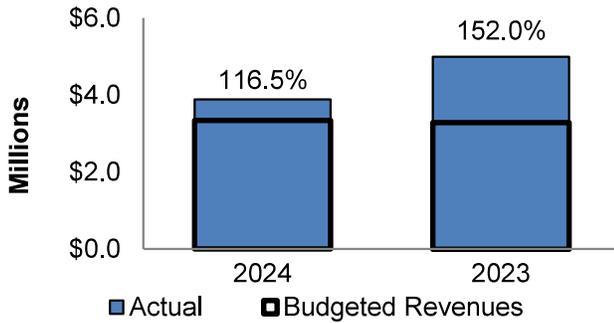
The chart below compares actual receipts to the annual budget for each year and budget projection for 2024.





2024 THIRD QUARTER FINANCIAL REPORT

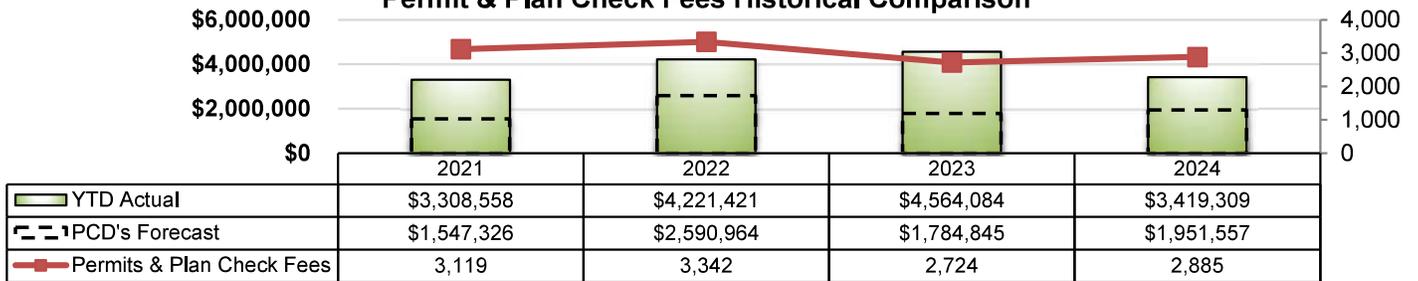
DEVELOPMENT REVENUE



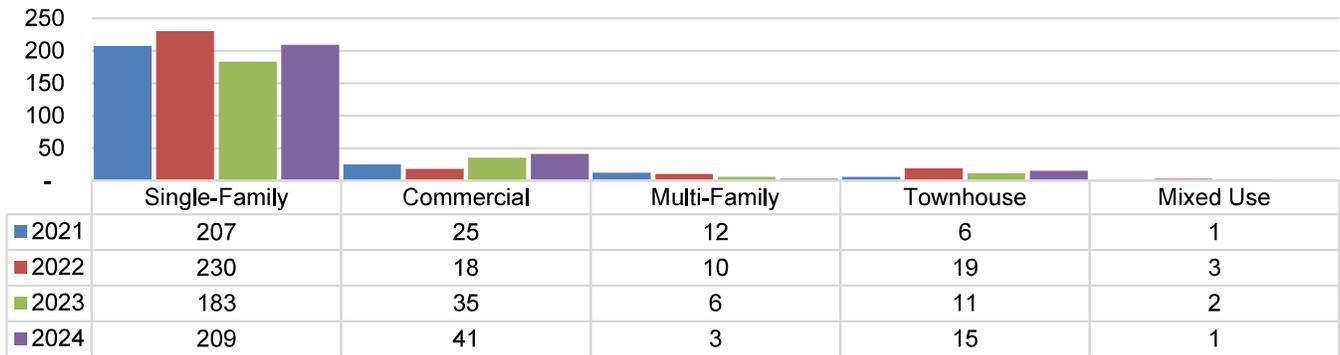
2024 Current Plan	\$3,336,250
2024 Third Quarter Actual Revenue	\$3,886,382
% of 2024 Current Plan	116.5%
2023 Current Plan	\$3,281,716
2023 Third Quarter Actual Revenue	\$4,989,385
% of 2023 Current Plan	152.0%
2024 v. 2023 \$ Change	(\$1,103,003)
2024 v. 2023 % Change	-22.1%

Development revenue receipts, including right-of-way permits, exhibit a year-over-year decrease of 22.1%. Revenues from Permit and Plan Check Fees are less than 2023 by 25.1%. Total permit applications through 2024 are 269, or 13.5%, more than 2023. Total permits issued are 258, or 26.5%, more than 2023. Approximately \$893,763 in revenue from 2021 thru 2023 was deferred to 2024 for inspections that have been paid for but not yet performed.

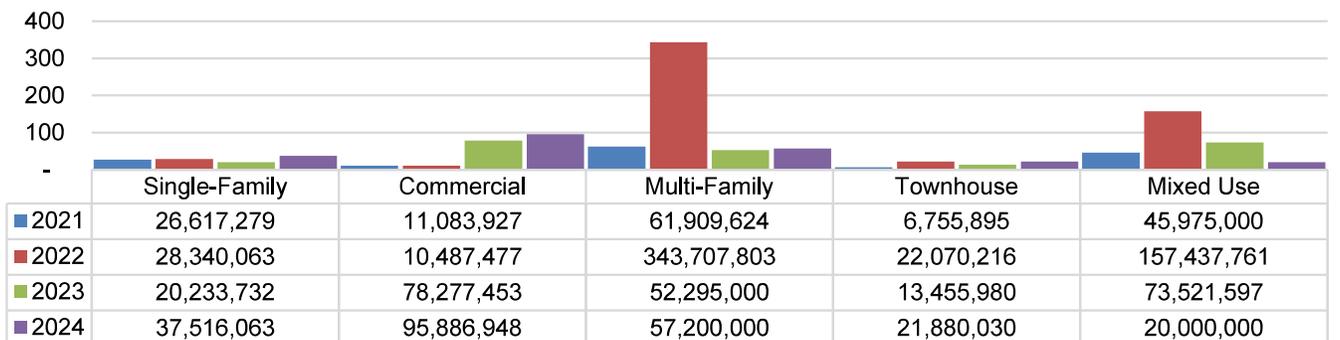
Permit & Plan Check Fees Historical Comparison



3Q Historical Applied Permits



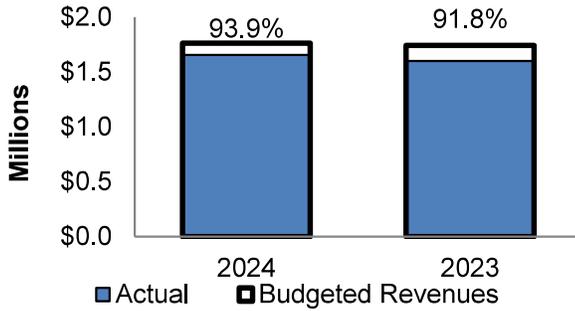
3Q Historical Applied Permits Valuation





2024 THIRD QUARTER FINANCIAL REPORT

PARKS AND RECREATION REVENUE



2024 Current Plan	\$1,762,328
2024 Third Quarter Actual Revenue	\$1,654,060
% of 2024 Current Plan	93.9%
2023 Current Plan	\$1,741,153
2023 Third Quarter Actual Revenue	\$1,599,195
% of 2023 Current Plan	91.8%
2024 v. 2023 \$ Change	\$54,865

There has been an increase in revenue from the rentals and drop-in use of the City park facilities, fields and open spaces in 2024. Park rental hours are up from year-ago level, despite two field closures for Parks Bond improvements in 2024. Park Rentals have maintained the high levels of reservation hours and revenue achieved in the 3rd quarter of 2024 due to improved rental policies and online rental processes that streamlined the park rental process for customers and made park rentals more accessible.

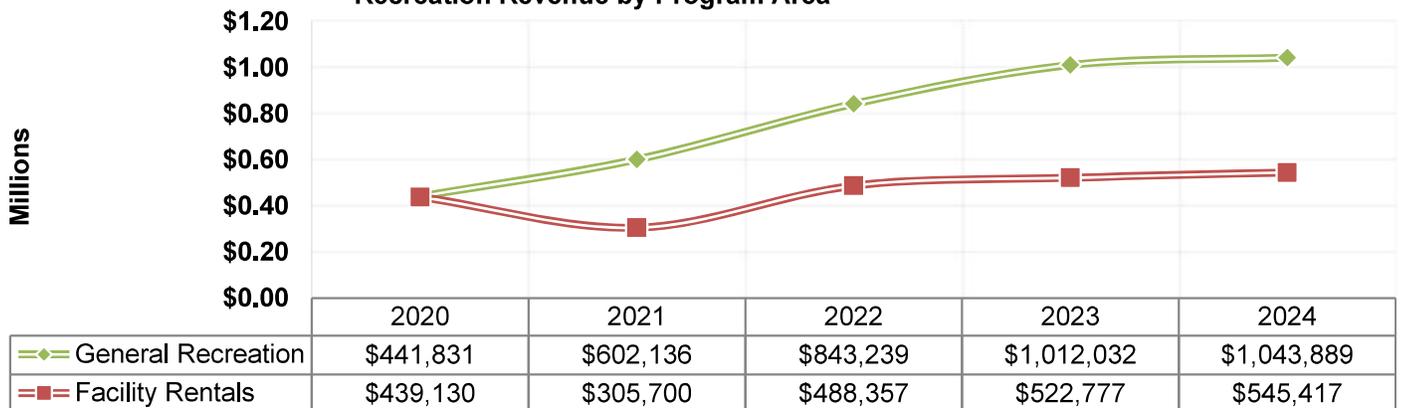
Recreation revenues for programs have increased year-over-year. Additional sports camps were offered during the summer, adult drop-in programs continue to excel, and additional trip leaders were hired allowing for more adult trips. Richmond Highlands Recreation Center is closed for rentals as of May 2024, however indoor rentals at Spartan Recreation Center have increased.

Parks and Recreation revenue receipts are 15.4% more than the year-ago level with receipts for general recreation programs more than the year-ago level by 30.3% but facility rentals 6.3% more than the year-ago level.

Revenue by Program Area:

Year	General Recreation	Gen Rec % of Total	Facility Rentals	Fac Rent % of Total	Total Program Revenue	Non-Program Revenue
2020	\$441,831	50.2%	\$439,130	49.8%	\$880,960	\$45,938
2021	\$602,136	66.3%	\$305,700	33.7%	\$907,835	\$40,877
2022	\$843,239	63.3%	\$488,357	36.7%	\$1,331,596	\$44,357
2023	\$1,012,032	65.9%	\$522,777	34.1%	\$1,534,809	\$64,386
2024	\$1,043,889	65.7%	\$545,417	34.3%	\$1,589,306	\$64,753

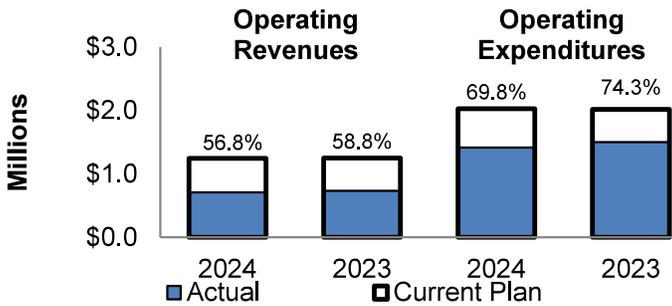
Recreation Revenue by Program Area





2024 THIRD QUARTER FINANCIAL REPORT

STREET FUND

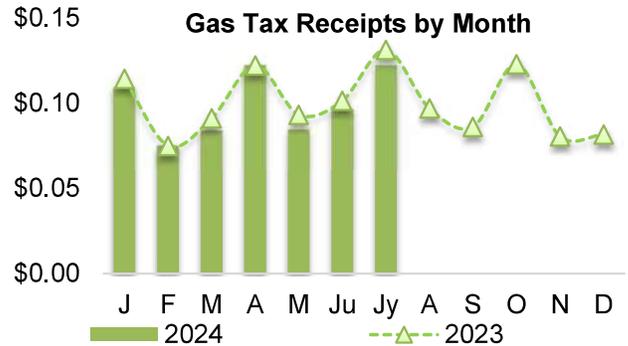
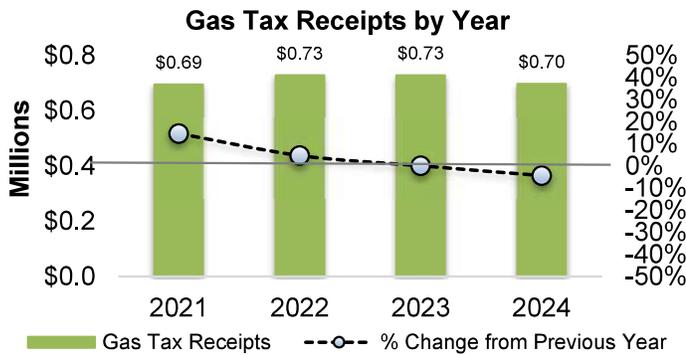


Street Fund	Resources	Expenditures
2024 Operating Plan	\$1,242,760	\$2,028,408
2024 Actual	\$706,104	\$1,415,636
% of 2024 Operating	56.8%	69.8%
2023 Operating Plan	\$1,247,505	\$2,016,543
2023 Actual	\$733,175	\$1,498,803
% of 2023 Operating	58.8%	74.3%
Actual 2024 v. 2023 \$	(\$27,071)	(\$83,167)
Actual 2024 v. 2023 %	-3.7%	-5.5%

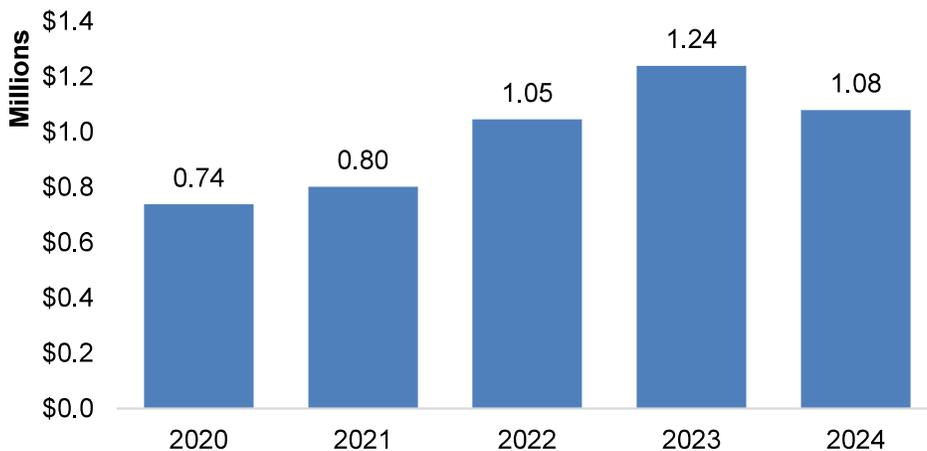
The table shows Street Fund receipts, excluding transfers in, are 3.7% less than 2023. Operating expenditures, excluding transfers out, are 5.5% less than 2023. Expenditures, including transfers out, are 4.0% less than 2023.

The Motor Vehicle Fuel Excise Tax, commonly referred to as Gas Tax, is assessed by the State as cents per gallon so revenue depends on the number of gallons sold, not the dollar value of the sales. It is then distributed monthly on a per capita basis to the City of Shoreline and placed in the Street Fund. When analyzing monthly Gas Tax receipts it is important to note there is a two-month lag from the time that Gas Tax is collected to the time it is distributed to the City. Therefore, the distribution received in March through September 2024 reflects activity from January through July.

Distributions for this period total \$0.697 million, which is 4.3% less than 2023. While our forecast had anticipated a decrease, the decrease is greater than projected. Staff will continue to monitor this revenue source closely.



General Fund Contribution to Street Fund





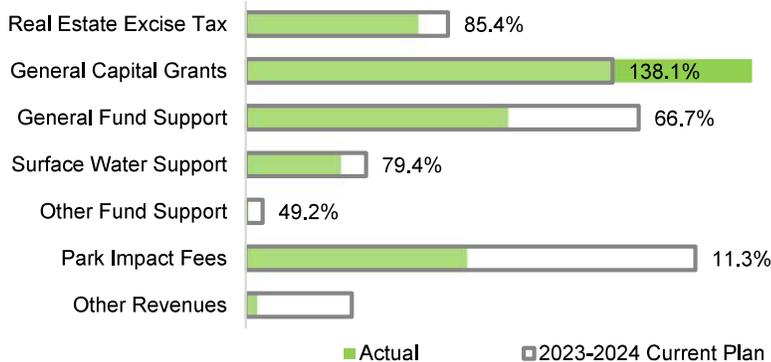
2024 THIRD QUARTER FINANCIAL REPORT

GENERAL CAPITAL FUND

General Capital Fund	Resources	Expenditures
2023 Current Plan Total	\$36,155,325	\$23,347,163
Less:		
2023 Use of Fund Balance	13,453,038	N/A
2023 Other Sources & Transfers	15,444,549	852,558
2023 Capital Plan	\$7,257,738	\$22,494,605
2023 Actual	\$8,906,177	\$12,636,883
% of 2023 Capital Plan	122.7%	56.2%
2024 Current Plan Total	\$21,233,880	\$3,524,145
Less:		
2024 Use of Fund Balance	14,529,542	N/A
2024 Other Sources & Transfers	2,008,235	783,575
2024 Capital Plan	\$4,696,103	\$2,740,571
2024 YTD Actual	\$3,324,844	\$3,365,785
% of 2024 Capital Plan	70.8%	122.8%
2023-2024 Capital Plan	\$11,953,841	\$25,235,176
2023-2024 Actual	\$12,231,021	\$16,002,668
% of 2023-2024 Capital Plan	102.3%	63.4%

Third Quarter Actual receipts are largely comprised of Real Estate Excise Tax, which is discussed separately in this report. The 2024 plan includes one-time transfers from the General Fund, Park Impact Fee Fund, and Surface Water Utility Fund as well as bond proceeds in support of the following capital projects listed in the Summary of Contributions to/other Funding for General Capital Projects table below. Funds are transferred from the General Fund, Park Impact Fee Fund, and Surface Water Utility Fund as expenditures are incurred by the projects.

The table shows capital projects expended 63.4% of the 2023-2024 current plan.





2024 THIRD QUARTER FINANCIAL REPORT

PARK BOND CAPITAL FUND

Project Overview

In February 2022, the Shoreline community passed the Proposition 1 Bond measure, that among other improvements within the City included improvements to eight of the City's parks. Brugger's Bog, Briarcrest, Hillwood, Richmond Highlands, James Keough Park, Ridgecrest, Shoreview, and Kruckeberg Botanic Gardens will all receive capital improvements. To streamline the permitting and construction process, we are bundling projects based on their scope and permitting requirements. We anticipate substantially completing all park improvements by the end of 2025, which is 12 months later than originally planned. The delay is primarily due unanticipated additional storm water infrastructure compliance requirements. More information is available on the website below. Additional details on project timelines are found later in this update

<https://www.shorelinewa.gov/government/projects-initiatives/2022-park-bond-projects>

Project Budgets reflect allocations from 2022 Park Bonds as well as General Fund allocations committed by City Council and projected interest earnings. The actual budget allocations for each project have been updated for the 2023-2030 CIP to reflect project allocations based on Council Adopted Guaranteed Maximum Price (GMP) Amendments through June 2024 for Bundles 1 and 2, and estimates for future GMP Amendment. Final budget allocations will be made after the final GMP for Bundle 3 is adopted by Council.

Park Bond Projects	2023-2025 Budget	2023-2024 Actual	Amount Remaining
Parks Bnd Project Mgmt	\$1,075,438	\$541,811	\$533,627
PK BND: PROs Plan Parks Acquisitions	\$295,300	\$91,144	\$204,156
PK BND: Park Improvments	\$4,000,000	\$0	\$4,000,000
PK BND Public Art	\$1,000,000	\$49,274	\$950,726
Bundle 1			
PK BND Kruckeberg Park	\$2,650,857	\$2,574,747	\$76,110
PK BND Shoreview Park	\$2,091,211	\$352,578	\$1,738,633
PK BND Ridgecrest Park	\$2,746,042	\$2,655,627	\$90,415
Bundle 2			
PK BND:Richmond Highlands Park	\$5,530,856	\$589,995	\$4,940,861
PK BND:James Keough Park	\$4,702,101	\$502,260	\$4,199,841
PK BND Bruggers Bog Park	\$5,187,147	\$472,187	\$4,714,960
Bundle 3			
PK BND Hillwood Park	\$3,781,095	\$212,427	\$3,568,668
PK BND Briarcrest Park	\$6,490,092	\$451,063	\$6,039,029
Total	\$39,550,139	\$8,493,113	\$31,057,026



2024 THIRD QUARTER FINANCIAL REPORT

Project Status Updates

As of December 2024:

Ridgecrest Park and Kruckeberg Gardens are the first of eight 2022 Parks Bond projects to be completed. Come and check out the new amenities including an off-leash dog park and playground at Ridgecrest and a fully accessible boardwalk at Kruckeberg.

Project Phases

Bundle 1:

- Ridgecrest Park - Reopened June 2024.
- Kruckeberg Botanic Garden - New boardwalk reopened August 9, 2024.
- Shoreview Park - Off-leash dog area closed August 12, 2024, through first Quarter 2025.

Bundle 2:

- Richmond Highlands Park - Closed October 22, 2024 through Fall 2025.
- James Keough Park – Closed January 17th – Summer/Fall 2025
- Brugger's Bog Park permit review is nearing completion with a target construction start date in the summer of 2025.

Bundle 3:

- Briarcrest Park: In permitting with construction scheduled to begin First quarter of 2025.
- Hillwood Park: In permitting (environmental complexities), construction scheduled to begin late second to third quarter 2025.

Please note that these dates are subject to change.



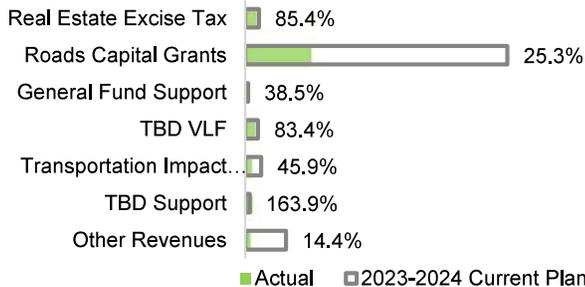
2024 THIRD QUARTER FINANCIAL REPORT

ROADS CAPITAL FUND

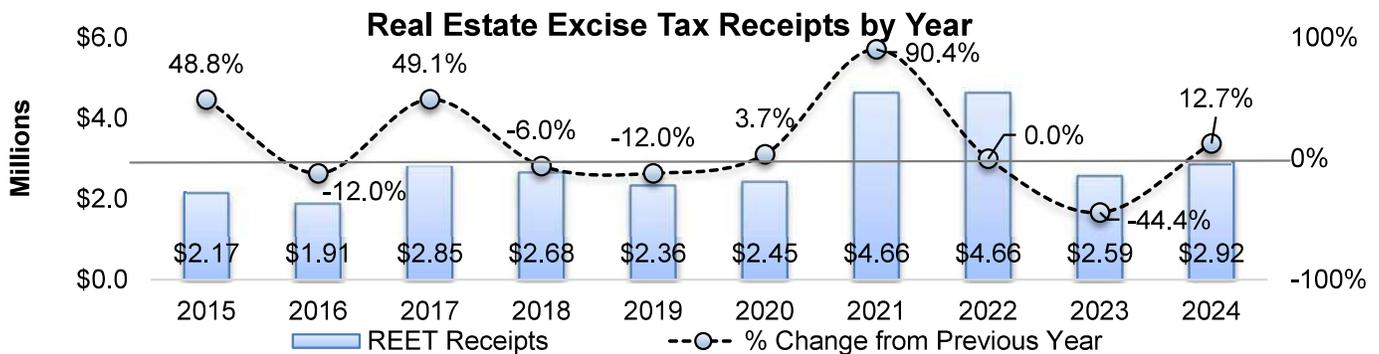
Roads Capital Fund	Resources	Expenditures
2023 Capital Plan Total	\$43,102,326	\$35,191,932
Less:		
2023 Use of Fund Balance	650,448	N/A
2023 Other Sources & Transfers	8,610,184	1,391,980
2023 Capital Plan	\$33,841,694	\$33,799,953
2023 Actual	\$14,973,886	\$16,956,128
% of 2023 Capital Plan	44.2%	50.2%
2024 Capital Plan Total	\$60,056,940	\$60,119,922
Less:		
2024 Use of Fund Balance	4,523,110	N/A
2024 Other Sources & Transfers	3,533,867	3,237,643
2024 Capital Plan	\$51,999,963	\$56,882,279
2024 YTD Actual	\$9,677,578	\$16,996,093
% of 2024 Capital Plan	18.6%	29.9%
2023-2024 Capital Plan	\$85,841,657	\$90,682,231
2023-2024 Actual	\$24,651,465	\$33,952,221
% of 2023-2024 Capital Plan	28.7%	37.4%

Receipts are largely comprised of Real Estate Excise Tax. The 2024 plan includes one-time transfers from the General Fund and Transportation Impact Fee Fund in support of the following capital projects listed in the Summary of Contributions to/other Funding for Roads Capital Projects table later in this report. Funds are transferred from the General Fund and Transportation Impact Fee Fund as expenditures are incurred by the projects.

Capital projects expended 37.4% of the current plan for the Capital Budget. Capital expenditures are impacted by the timing of construction schedules. Transfers Out are comprised of transfers to the General Fund for overhead. More information on the scope and timing of capital projects, including updated estimates, can be found on pp. 365-409 of the City's 2023-2024 Proposed Biennial Budget and 2023-2028 Capital Improvement Plan book.



REAL ESTATE EXCISE TAX



Real Estate Excise Tax (REET) revenue receipts, in the amount of \$2,922,951, are 12.7% more than 2023. However, as REET was budgeted conservatively for the biennial, the actual is only 12.4% lower than budget and is not anticipated to impact the budgeted expenditures for 2023 or 2024. REET revenue is split evenly between Roads and General Capital funds.



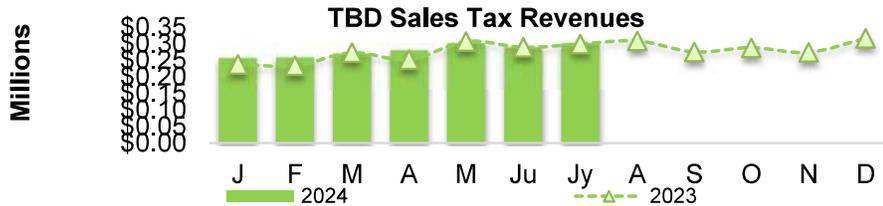
2024 THIRD QUARTER FINANCIAL REPORT

SIDEWALK EXPANSION

2020 LTGO Bond Fund	Resources	Expenditures
2024 Current Plan Total	\$2,391,469	\$896,008
Less:		
2024 Use of Fund Balance	0	N/A
2024 Other Sources & Transfers	0	0
2024 Current Plan	\$2,391,469	\$896,008
2024 Actual	\$3,793,822	\$901,200
% of 2024 Current Plan	158.6%	100.6%
2025 Capital Plan Total	\$2,475,051	\$898,867
Less:		
2025 Use of Fund Balance	0	N/A
2025 Other Sources & Transfers	0	0
2025 Current Plan	\$2,475,051	\$898,867
2025 YTD Actual	\$2,164,404	\$161,452
% of 2025 Current Plan	87.4%	18.0%
2024-2025 Current Plan	\$4,866,520	\$1,794,875
2024-2025 Actual	\$5,958,226	\$1,062,652
% of 2024-2025 Current Plan	122.4%	59.2%

The regular Sales Tax rate is 10.2% with the City's general operation's portion accounting for 0.85% of the rate. At the November 6, 2018 General Election, Shoreline voters approved an additional 0.2% Sales Tax rate for the Shoreline Transportation Benefit District, revenue from which is reported in the Sidewalk LTGO Bond Fund and used to pay the debt service for the bonds issued to fund the New Sidewalks Program. Collections started in April 2019. Receipts for 2024, in the amount of \$1.967 million, are 3.9% more than 2023. In 2020, the City received \$11.539 million in bond proceeds for the New Sidewalks Program.

Capital expenditures are impacted by the timing of construction schedules. More information on the scope and timing of capital projects, including updated estimates, can be found on pp. 376-390 of the City's 2023-2024 Proposed Biennial Budget and 2023-2028 Capital Improvement Plan book.



Sidewalk Expansion Fund	Resources	Expenditures
2023 Capital Plan Total	\$5,325,242	\$5,175,242
Less:		
2023 Use of Fund Balance	48,910	N/A
2023 Other Sources & Transfers	5,276,332	34,002
2023 Capital Plan	\$0	\$5,141,240
2023 Actual	\$385,399	\$2,654,940
% of 2023 Capital Plan	0.0%	51.6%
2025 Capital Plan Total	\$9,059,479	\$8,319,479
Less:		
2024 Use of Fund Balance	126,479	N/A
2024 Other Sources & Transfers	8,933,000	63,000
2024 Capital Plan	\$0.00	\$8,256,479
2024 YTD Actual	\$174,131	\$133,737
% of 2024 Capital Plan	0.0%	1.6%
2023-2024 Capital Plan	\$0	\$13,397,718
2023-2024 Actual	\$559,530	\$2,788,677
% of 2023-2024 Capital Plan	0.0%	20.8%



2024 THIRD QUARTER FINANCIAL REPORT

ENTERPRISE FUNDS

SURFACE WATER UTILITY FUND

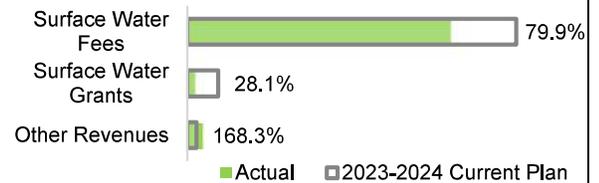
Surface Water Utility Fund	Resources	Expenditures
2023 Current Plan Total	\$15,258,040	\$15,222,497
Less:		
2023 Use of Fund Balance	2,897,277	N/A
2023 Other Sources & Transfers	2,025,747	3,053,362
2023 Operating & Capital Plan Revenues/Expenditures	\$10,335,016	\$12,169,135
2023 Actual	\$9,747,019	\$6,623,209
2023 Actual Transfers	\$27,908	\$2,338,835
% of 2023 Current Plan	94.3%	54.4%
2024 Current Plan Total	\$16,997,521	\$16,791,067
Less:		
2024 Use of Fund Balance	0	N/A
2024 Other Sources & Transfers	7,093,380	1,059,766
2024 Operating & Capital Plan Revenues/Expenditures	\$9,904,141	\$15,731,301
2024 YTD Actual	\$6,008,656	\$4,388,208
2024 Actual Transfers	\$0	\$1,061,473
% of 2024 Current Plan	60.7%	27.9%
2023-2024 Operating & Capital Plan Revenues/Expenditures	\$20,239,157	\$27,900,436
2023-2024 Actual	\$15,755,675	\$11,011,418
% of 2023-2024 Current Plan	77.8%	39.5%

The Surface Water Utility Fund (SWM) includes both on-going operational programs and capital projects with both being reflected in the total expenditures and revenues for the fund.

SWM ongoing revenues include storm drainage fees and investment interest earnings. Surface Water Fees are collected with property tax and payments are due to King County in April and October. The County then must remit the City's portion resulting in most collections occurring in the second and fourth quarters.

Surface Water Utility operations expended 50.5% of the current plan for the Operating Budget, which is 16.0% less than 2023. Capital projects expended 14.5% of the current plan for the Capital Budget. Capital expenditures are impacted by the timing of construction schedules.

More information on the scope and timing of capital projects, including updated estimates, can be found on pp. 410-440 of the City's 2023-2024 Proposed Biennial Budget and 2023-2028 Capital Improvement Plan book.



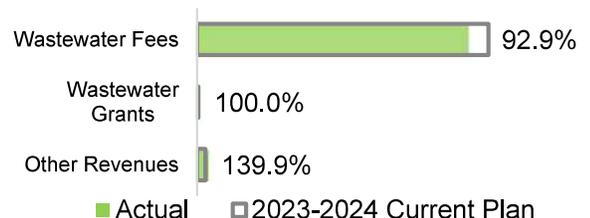
WASTEWATER UTILITY FUND

Wastewater Utility Fund	Resources	Expenditures
2023 Current Plan Total	\$26,753,651	\$27,524,852
Less:		
2023 Use of Fund Balance	5,140,719	N/A
2023 Other Sources & Transfers	1,042,409	1,539,287
2023 Current Plan Revenues/Expenditures	\$20,570,523	\$25,985,565
2023 Actual	\$22,303,698	\$19,523,341
2023 Actual Transfers	\$3,360	\$1,367,326
% of 2023 Current Plan	108.4%	75.1%
2024 Current Plan Total	\$30,914,084	\$29,837,030
Less:		
2024 Use of Fund Balance	416,956	N/A
2024 Other Sources & Transfers	7,887,248	1,295,470
2024 Current Plan Revenues/Expenditures	\$22,609,880	\$28,541,561
2024 YTD Actual	\$18,411,671	\$15,801,861
2024 Actual Transfers	\$0	\$1,018,174
% of 2024 Current Plan	81.4%	55.4%
2023-2024 Current Plan Revenues/Expenditures	\$43,180,403	\$54,527,126
2023-2024 Actual	\$40,715,369	\$35,325,202
% of 2023-2024 Current Plan	94.3%	64.8%

The Wastewater Utility Fund (WW) includes both on-going operational programs and capital projects with both being reflected in the total expenditures and revenues for the fund.

Wastewater Revenues are currently 81.4% of plan and more than the prior year by \$1,816,701, or 10.9%. Expenditures are currently 55.4% of plan and more than the prior year by \$1,540,061 or 10.8%. Because this fund, like surface water, includes capital expenditures the timing of project expenditures can vary greatly.

More information on the scope and timing of capital projects, including updated estimates, can be found on pp. 442-484 of the City's 2023-2024 Proposed Biennial Budget and 2023-2028 Capital Improvement Plan book.





2024 THIRD QUARTER FINANCIAL REPORT

INVESTMENT REPORT: SEPTEMBER 30, 2024

The City's investment policy adheres to strict standards prescribed by federal law, state statutes, local ordinances, and allows the City to develop an investment model to maximize its investment returns within the primary objectives of safety and liquidity. City Council adopted updates to our Investment Policy on

Our yield objectives are very important and pursuant to policy, the basis used by the City to determine whether the market yields are being achieved is through the use of a comparable benchmark. Our benchmark has been identified as the current yield to maturity of the Washington State Local Government Investment Pool (LGIP), which had been the City's primary mode of investment prior to adopting our Investment Policy. As of September 30, 2024, the City's investment portfolio, excluding the State Investment Pool had a current weighted average rate of return of 4.6800%. This is lower than the 5.2300% rate of return of the State Investment Pool. This is common in a period of sharply rising interest rates because the State Investment Pool maintains very short-term investments.

Total investment interest earnings through September 30, 2024 were \$6,060,753. This amount reflects the reversing entry from our year-end requirement to record an unrealized gain or loss for our investments at the end of the year. The entry is reversed at the beginning of the following year, which impacts our current year to date results. The unrealized gain as of 12/31/2023 was \$317,276. However, as we have noted before this is strictly a financial accounting issue and we would not expect to experience either a gain or a loss on the investment, because we expect to hold these investments to their maturity.

Generally, prior to the pandemic, the City maintained a laddered investment portfolio. During the pandemic, because of the market conditions, we relied on the State Investment pool as higher interest rate investments matured for a large portion of 2020 and 2021 while the LGIP rates were higher than market. In 2022, with rising rates, we returned to a laddered portfolio which will contribute to higher returns in the future. As part of this strategy the City piloted outsourcing management of a portion of the City's investment portfolio to PFM, the City's Financial Advisors. We have been monitoring the PFMs returns and given current market conditions, updates to the City's investment policy, and the success of the pilot project staff are taking steps to expand the amount that is being managed by PFM. Staff are working closely with PFM to ensure that we manage our portfolio to meet all three of our stated investment goals: safety, liquidity, and return.

As of September 30, 2024, the City's investment portfolio had a fair value of \$172.47 million. Approximately 27.0% of the investment portfolio was held in U.S. government instrumentality securities, and 73.0% was held in the Washington State Investment Pool. The City's investment portfolio valued at cost as of September 30, 2024 was approximately \$172.10 million. The difference between the cost and the market value of the portfolio represents either the loss or the gain of the portfolio if the City were to liquidate investments as of the day that the market value is stated. This would only be done if the City needed to generate cash. The City generally holds all its investments until the scheduled maturity date, and therefore when the investments mature, the principal market value should equal the cost of the investment. The City also holds sufficient investments within the State Pool to allow for immediate cash liquidation if needed.



2024 THIRD QUARTER FINANCIAL REPORT

LGIP Cash and Investment Balances September 30, 2024

Investment Instruments	Investment Cost	Yield To Maturity	Unrecognized Gain/(Loss)	Market Value 06/30/2024
PFM Investment	\$26,273,305	4.6800%	\$362,531	\$26,635,836
US Bank - Demand Deposit SLGS	8,850,076	4.1700%		8,850,076
US Bank - Time Deposit SLGS	11,033,539	0.0000%		1,033,539
State Investment Pool	125,945,911	5.2300%		125,945,911
Total LGIP + Investments	\$172,102,831		\$362,531	\$172,465,362

Portfolio Diversification

Instrument Type	Percentage	Amount at Cost	Amount at Market Value
PFM Investment	15.4%	\$26,273,305	\$26,635,836
US Bank - Demand Deposit SLGS	5.1%	8,850,076	8,850,076
US Bank - Time Deposit SLGS	6.4%	11,033,539	11,033,539
State Investment Pool	73.0%	125,945,911	125,945,911
Total LGIP + Investments	100%	\$172,102,831	\$172,465,362

Broker	Percentage	Amount at Cost	Amount at Market Value
PFM Investment	15.4%	\$26,273,305	\$26,635,836
US Bank - Demand Deposit SLGS	5.1%	8,850,076	8,850,076
US Bank - Time Deposit SLGS	6.4%	11,033,539	11,033,539
State Investment Pool	73.0%	125,945,911	125,945,911
Total LGIP + Investments	100%	\$172,102,831	\$172,465,362



2024 THIRD QUARTER FINANCIAL REPORT

Investments by Fund

Fund	Investments at Cost as of 09/30/2024	LGIP State Investment Pool as of 09/30/2024	Total LGIP + Investments at Cost by Fund as of 09/30/2024	Unrecognized Gain/(Loss) as of 09/30/2024	Total Market Value of Investments by Fund as of 09/30/2024	2024 Actual Investment Earnings
001 General	\$9,175,394	\$43,983,936	\$53,159,331	\$126,606	\$53,285,937	\$2,304,314
101 Street	62,086	297,620	359,706	857	360,562	9,025
107 Code Abatement	78,564	376,610	455,173	1,084	456,257	16,373
108 Asset Seizure	23,437.67	112,352.75	135,790.42	323.40	136,114	4,884
109 Public Arts	18,787	90,061	108,848	259	109,107	3,915
112 Fed Drug Enforcement	1,506	7,221	8,727	21	8,748	314
116 Fed Crim Forfeit	4,480	21,477	25,957	62	26,019	934
117 Transportation Impact Mitigation	1,898,154	9,099,150	10,997,304	26,192	11,023,495	383,791
118 Parks Impact Fees	1,106,229	5,302,910	6,409,138	15,264	6,424,403	217,903
190 Revenue Stabilization	1,179,173	5,652,580	6,831,752	16,271	6,848,023	-
230 Sidewalk LTGO Bond Admin	12,656,623	249,783	12,906,406	719	12,907,125	197,776
301 General Capital	752,716	3,608,283	4,360,999	10,386	4,371,385	139,581
305 Gen Cap Parks Bond	4,681,874	22,443,423	27,125,297	64,603	27,189,899	1,102,319
312 City Fac-Mjr Maint	72,731	348,651	421,382	1,004	422,385	12,723
330 Roads Capital	1,044,176	5,005,448	6,049,623	14,408	6,064,031	253,472
331 Trans Bene Dist	1,499,715	7,189,161	8,688,876	20,694	8,709,570	290,232
332 Sidewalk Expansion Fund Admin	7,280,657	7,471	7,288,128	22	7,288,149	174,131
334 VLF LTGO Bonds Projects	98,077	470,151	568,228	1,353	569,581	35,368
401 Surface Water Utility Fund	1,176,191	5,638,287	6,814,478	16,230	6,830,708	259,333
405 Wastewater Fund	2,440,280	11,697,929	14,138,209	33,672	14,171,881	465,539
501 Vehicle Oper/Maint	0	0	0	-	-	-
503 Equip Dep Replace	906,069	4,343,410	5,249,479	12,502	5,261,981	188,828
505 Unemployment	0	0	0	-	-	-
650 Agency Fund Admin	-	-	-	-	-	-
Total Investments	\$46,156,921	\$125,945,911	\$172,102,831	\$362,531	\$172,465,362	\$6,060,753

