

2013 Budget



*Experience Marysville
Live, Work, Play*



City of Marysville, Washington



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TABLE OF CONTENTS

<u>DESCRIPTION</u>	<u>FUND</u>	<u>PAGE</u>
Mayor's Budget Message	III
City Officials	VIII
Organization chart	IX
History	X
Mission Statement	XI
Budgets & Budgetary Accounting	XII
Budget Process	XIII
Financial Structure	XIII
Flow of Funds	XVI
Basis of Accounting	XVII
Department Narratives	XVIII
Budget Policies	XXI
Capital Improvement Summary by Fund	XXII
<u>BUDGET SUMMARY</u>		
2013 Revenue by Fund	XXIII
2013 Expenditures by Fund	XXIV
<u>GENERAL FUND</u>	001	
General Fund Revenue Summary	XXV
General Fund Expenditure Summary	XXVI
General Fund by Dept Summary	XXVII
<u>Department</u>		
01 Council	1-1
02 Municipal Court	1-3
03 Executive	1-7
04 Finance	1-13
05 Legal	1-21
06 Human Resource	1-25
07 Community Development	1-29
08 Police	1-33
09 Fire	1-63
10 Parks & Recreation	1-65
11 Engineering	1-73
12 Library	1-77
13 Public Safety Facilities	1-79
99 Non-Departmental	1-81
<u>SPECIAL REVENUE FUNDS</u>		
Street	101	2-1
Arterial Street	102	2-5

TABLE OF CONTENTS

	<u>FUND</u>	<u>PAGE</u>
Drug Enforcement	103	2-6
Tribal Gaming	104	2-8
Tourism Development	105	2-10
Baxter Community Center Appreciation	106	2-12
Marysville Technology Infrastructure	108	2-14
Community Development Block Grant	109	2-16
Growth Management - REET I	110	2-18
Growth Management - REET II	111	2-20
 <u>DEBT SERVICE FUNDS</u>		
LTGO BOND 2003, 2007 and 2010	206	3-1
 <u>CAPITAL PROJECT FUNDS</u>		
Streets Construction Fund	305	4-1
Parks Construction Fund	310	4-3
LID 371 – 156 TH Overpass	371	4-5
 <u>ENTERPRISE FUNDS</u>		
Water/Sewer Operating	401	5-1
Utility Construction	402	5-7
Solid Waste Management	410	5-9
Golf Course Operating	420	5-13
Water/Sewer Revenue & LID Debt Service	450	5-19
 <u>INTERNAL SERVICE FUNDS</u>		
Fleet Services	501	6-1
Facilities Maintenance	502	6-5
Information Services	503	6-7
 <u>FINANCIAL SUMMARY</u>		
Budget Summary by Fund Type-All Funds	.....	7-1
Summary of Financial Sources & Uses	.....	7-3
General Taxing Authority	.....	7-13
Property Tax Comparison/Distribution	.....	7-14
Analysis of Sources	.....	7-16
Long Term Debt	.....	7-25
 <u>PERSONNEL</u>		
Personnel Summary (FTE's)	.....	8-1
Labor Relations	.....	8-6
Salary Schedules	.....	8-7
 <u>SUPPLEMENTAL INFORMATION</u>		
	9-1
 <u>GLOSSARY</u>		
	10-1

**OFFICE OF THE MAYOR***Jon Nehring*

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Mayor's 2013 Preliminary Budget Message

Date: November 2, 2012

To: Citizens of Marysville and City Councilmembers

From: Honorable Mayor Jon Nehring

I am pleased to present my proposed 2013 Budget to Marysville's citizens and the City Council.

Like many communities, Marysville has steered through some difficult financial challenges in recent years, but we have done so responsibly, guided by a disciplined operating philosophy. We have reduced expenditures, built up emergency reserves to save for a rainy day, paid off city debt, made government more efficient and planned for long-term financial stability by investing more sensibly in Marysville's future.

We are on healthier financial footing than many other cities as a result of past actions of the Council and Department Directors who have held the line on spending, and more often in recent years, under-spent their budgets.

Marysville is turning a corner, and we are starting to reach our goal of re-building funding again for some of the core government services we put on hold due to the unstable economy, and we are moving forward with strategic investments necessary to lay the groundwork for a prosperous future. However, as prudence dictates, we approach the new year with caution, conservative in our financial outlook, and knowing that we still face significant economic uncertainty.

The \$105.1 million 2013 Preliminary Budget I am presenting today is a balanced spending plan that, keeps Marysville on a healthy financial course, and protects core services and investments that have helped our City withstand the recession better than many other places. Despite what looks like modest improvements in the economy, we have cause to be wary that our budget challenges are not over. Local governments were hit hard during the recession that caused sales tax revenues to plummet, but we are seeing a slight uptick in Marysville. Our other primary source of funding is property taxes, which constitute nearly 40% of our General Fund. Property tax assessed values generally lag behind the market by two years and have dropped significantly.

General Fund

The General Fund in the proposed 2013 operating budget is \$37.7 million, a 2.6% increase over 2012 spending levels of \$36.3 million. The General Fund is used for police and courts, contracted fire and emergency services, parks and recreation, planning and engineering, street repair and other day-to-day general government operations.

The increase in 2013 is mainly to meet the operational needs of Streets with an increase in subsidy of \$670,568 and increases in salaries and benefits. As assessed property values continue to drop and the levy rate approaches limits (currently Emergency Medical Services is capped at 50 cents), estimates for property taxes are challenging. The 2013 proposed budget forecasts an additional drop in assessed values but not as significant as it has been in the past few years as a result of higher new construction values providing a slight

increase of \$101,071 or 0.68%. Retail sales taxes in 2012 began to show slight increases from the year prior; new construction contributed some, but most was due to retail sales. Although positive, a conservative approach is necessary for 2013 resulting in a level near 2011 actual collections.

Emergency reserves

Over the past two budget cycles, mine and the Council's goal was to begin replenishing our Fund Balance to 10% of revenues. In 2011, we reached 6.5%, and reached our emergency reserve target ahead of schedule. In 2013, we are confident that we will be able to maintain this level. We reached these targets through commitment and teamwork, and I am proud of our Department Directors and City staff for the hard work they have invested in reaching our goals in such a short time.

This preliminary budget has been prepared with four new positions: two Police Officers to be hired mid-year, and Equipment Mechanic and Maintenance Worker II positions to be hired in late 2013, the latter jobs funded through the Public Works Solid Waste Utility Fund and tied to assuming garbage service in the Sunnyside/Whiskey Ridge area.

These positions would be the first new hires during my two-plus years in office. Marysville government runs lean on staff, and will continue to do so while providing high value for our taxpayers.

Marysville maintains an employee-to-citizen ratio of 5.2 employees per 1,000 citizens. Comparatively, it is not uncommon for similar-sized cities in Washington State to carry a level of between 8-14 full-time employees per 1,000 citizens, even those cities that choose to contract out certain services that Marysville provides as a full-service city, such as water, sewer and garbage utilities, for example, or law enforcement.

General assumptions

- A 1% authorized cost-of-living adjustment under the Marysville Police Officers Association (MPOA) union contract, and performance pay budgeted 2% for non-represented personnel.
- Employee premium health benefit rates are estimated to rise by 4% (premiums were actually at 6%, but the City is receiving a 2% discount with employees having earned the Association of Washington Cities WellCity Award.)
- A 30% increase in costs related to legislation and the state retirement system for public employee retirement pensions that takes effect July 1, 2013. The full impact of these rate increases will affect all cities in 2014.

Budget Highlights

I am proposing several initiatives in the 2013 budget that will enable us to advance our goals for economic development, transportation infrastructure and other key service priorities:

- **Establishing a Capital Reserve Fund** with a transfer of \$825,000 in seed money to accomplish specific future capital improvements and costs associated with those projects.
- **Re-establishing some basics** - Beginning to again fund necessities that we left behind as we weathered the recession, including street maintenance and pavement preservation (\$350,000), facility maintenance and replacement (\$125,000), fleet maintenance and replacement; and updating our critical information technology needs.
- **Pavement preservation** – \$350,000 for surface rehabilitation treatments to extend the life of the pavement for some well-travelled roads most in need of repair as determined by Public Works. Funding for these types of improvement has dried up years past due to passage of certain voter initiatives and the recession.
- **Capital Facility Maintenance Plan** - \$125,000 to fund a capital facility maintenance plan.
- **Downtown revitalization** - \$150,000 dedicated for downtown revitalization efforts and a public engagement process as the City seeks to create a downtown and waterfront area that is a more vibrant, attractive and pedestrian-friendly place for visitors and shoppers, and becomes a place with its own identity. They range from infrastructure, fixtures, landscaping and signage to increased police and code enforcement measures designed to make downtown more beautiful and crime-free.

- **Code enforcement neighborhood cleanup** - \$60,000 for multiple cleanup activities deployed as part of Clean Sweep Week activities, a cost-effective, successful community cleanup event last year that rallied community volunteers, merchants and City employees for a once-over spring cleaning.
- **Walkway improvements** – \$100,000 for various walkway improvements that would fill in gaps in shoulders and sidewalks in some neighborhoods, near schools, or used by school children, pedestrians and bicycles.
- **Park trails construction** - \$100,000 for the second phase of Bayview Trail across the eastside Marysville foothills and \$200,000 for trail construction tied to the Qwuloolt Estuary Restoration Project.
- **Domestic violence services** - \$20,000 for domestic violence services to provide advocacy, referrals and support services for victims of domestic violence.

Special Revenue Funds

Special Revenue Funds include City Streets, Drug Enforcement, Tribal Gaming, Hotel/Motel Tax, Baxter Center Appreciation, I/Net, Community Development Block Grant (CDBG) program, and Growth Management Act Real Estate Excise Taxes (REET) I & II. As indicated by the title, these funds are restricted in use.

City Streets is the largest among Special Revenue Funds and has been a concern for many years because of the challenges of meeting street improvement, enhancement and overlay needs that outweigh available funding. City Streets in the 2013 Preliminary Budget totals \$3.7 million, which covers salaries and benefits, street lighting and street maintenance.

Debt Service Funds

In contributing to the goal to reduce city debt aggressively, the Library bond and Park Construction loan were paid off, as well as two Utility bonds and a state Public Works Trust Fund loan. Also, the golf course interfund loan was paid down.

Debt Service Funds include General Long-Term Obligation (LTGO) bonds issued for building and transportation. The 2013 preliminary budget is \$2.6 million, an increase over the 2012 budget of \$1.3 million. The bulk of the increase is in anticipation of new debt for permanent financing of the Break in Access and the 156th overpass project.

Capital Outlay

Capital Outlay Funds support street and park improvements through the use and leveraging of federal funding, grants, mitigation, and REET (Real Estate Excise Tax) dollars. The recessionary economy has eliminated most of these funding sources. However, in 2010 the City was approached by several land owners in the Lakewood area inquiring about an I-5 overpass at 156th Street NE. They petitioned for a Local Improvement District (LID), and in 2011 the City Council approved the forming of LID No. 71. For the 2013 preliminary budget, \$1 million is estimated for LID No. 71 for the last phase of the project.

Utility Funds

Utility Funds include water, sewer, surface water, construction and debt service. The proposed 2013 budget is \$31,009,838, a 16.8% increase from 2012 spending levels. The increases are primarily associated with costs of relocation of water service in the Sunnyside-Soper Hill area from Snohomish County PUD to the city, design and construction of Regional Detention Pond 2 in north Marysville, and debt service.

Garbage & Refuse

Garbage and Refuse's proposed 2013 Budget is \$5,679,862, 9.6% more than the 2012 budget of \$5,183,501. The majority of the increase is due to costs associated with city collection services in the Sunnyside/Whiskey Ridge Area starting in December 2013.

Golf Course

The 2012 season was much drier than the wet, rainy year that preceded it at Cedarcrest Golf Course. Rounds were still low but revenue was up due mostly to better-than-forecasted merchandise sales and increased non-pass play.

This decrease will require a subsidy a subsidy from the General Fund of about \$118,000. Despite this, new management at the course has gone well on the expense side of the ledger leading to a significant drop over recent years in the subsidy from the General Fund, with many of the financial adjustments made in 2011 being more noticeable in 2012 and 2013, when the course anticipates a subsidy of \$59,722. The 2013 budget is \$1,220,679, a 0.6% decrease from the 2012 budget of \$1,200,779.

Internal Fund Services

Internal Fund Services provides services that are needed throughout the City departments that are more efficiently and effectively operated as a Fund instead of individually within the departments. Services include Fleet Services, Facilities Maintenance and Computer Services. The combined proposed 2013 budget is \$2,598,466 or 18% over 2012 spending of \$2,200,779. The increase is a result of replacement of equipment that has been held off for the last few years for both fleet and technology.

Economic development

In addition to the focus we will place on downtown revitalization in 2013, our emphasis on creating a regional manufacturing, light industry job center for Marysville in the Smokey Point area will be an equally strong long-term endeavor. We signed a joint resolution between Marysville, Arlington and the Tribes supporting regional coordination of a manufacturing and industrial center to support The Boeing Company and manufacturing and supplier expansion in North Snohomish County. The Smokey Point area is master planned with the potential to create up to thousands of jobs in aerospace, technology and other light industry and manufacturing, and the Arlington Municipal Airport comprises a major employment center within the entire county. These areas' strategic value to the regional economy is only going to continue to climb.

In 2013, we plan to re-introduce a bill in the state Legislature for Manufacturing and Industrial Center (MIC) designation that would provide incentives for prospective businesses to create family living wage manufacturing jobs through a 10-year property tax exemption on new construction of facilities within current industrial-zoned and designated land.

Transportation improvements completed

Our transportation infrastructure faces funding challenges in the current economic climate, but we moved ahead to complete key projects by the end of 2012 to ease congestion and improve driver and pedestrian safety.

We completed the following road projects:

- 156th Street I-5 overcrossing in Marysville's north end to connect Smokey Point Boulevard and the proposed Manufacturing Industrial Center property with Twin Lakes Boulevard and the growing Lakewood area;
- 51st Avenue between 84th and 88th Street to create a continuous north-south route for 51st and to reduce peak-hour traffic congestion at 88th and State; and
- SR 9/SR 92 break in access project in the Sunnyside-Whiskey Ridge area, which will create a new 40th Street NE corridor between Sunnyside Boulevard and the SR 9/SR 92 intersection in the future.

These projects drew funding from an array of sources including formation of a Local Improvement District (LID), state grants, transportation mitigation fees, limited REET dollars and other combined sources. The City is pursuing funding for other major transportation improvements. Despite a severely limited pool of transportation dollars available to local government, just know that we have an energetic and resourceful team of engineers and project managers who have established a successful track record of acquiring grants, and putting dollars – and people – back to work in our community.

Summary

This spending plan seeks to maintain our City's status as a desirable community in which to live, work and play while maintaining the sound economic foundation our Citizens have come to expect. We are committed to prudent fiscal management, effective service delivery under the most optimal terms feasible, and providing our Citizens with the highest quality of life possible.

This preliminary budget builds on our priorities and community values, but it needs your voice. I invite you to become a part of the budget process by joining us for a public hearing to share your input on the preliminary budget scheduled for 7 p.m. Tuesday, Nov. 13 in the Council Chambers in City Hall, 1049 State Ave., Marysville, Wash.

I would like to thank the Finance Director, Department Directors and Staff for their efforts in making this proposed budget possible. I would also like to thank the City Council for providing clear courses of action for developing the budget, and I look forward to the discussions ahead.

I encourage your questions and suggestions on the community issues important to you, and the services your City provides. You can contact me by telephone at (360) 363-8089 or email jnehring@marysvillewa.gov.

I look forward to working with Citizens and the Council in the coming year.

Respectfully,

A handwritten signature in black ink, appearing to read "Jon Nehring", with a large, stylized loop at the end.

Jon Nehring

CITY OFFICIALS

ELECTED OFFICIALS

Jon Nehring	Mayor	12/31/15
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CITY COUNCIL

Jeff Vaughan (Mayor Pro Tem)	Position 1	12/31/13
Donna Wright	Position 2	12/31/13
Jeff Seibert	Position 3	12/31/13
Michael Stevens	Position 4	12/31/13
Rob Toyer	Position 5	12/31/15
Stephen Muller	Position 6	12/31/15
Carmen Rasmussen	Position 7	12/31/15

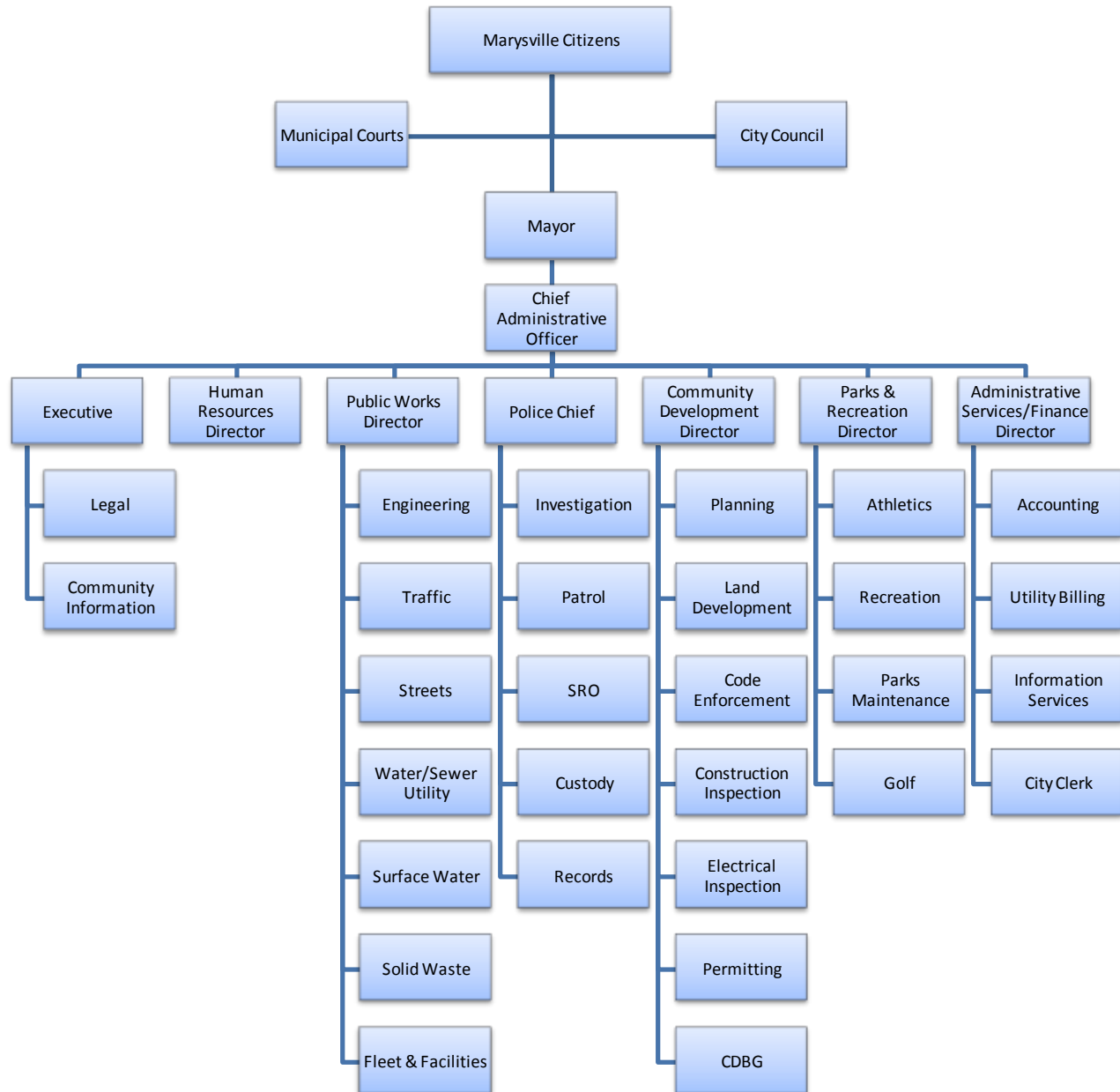
JUDGE

Fred Gillings	12/31/13
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ADMINISTRATIVE STAFF

Gloria Hirashima	Chief Administrative Officer
Sandy Langdon	Administrative Services/Finance Director
Grant Weed	City Attorney
Rick Smith	Police Chief
Jim Ballew	Parks and Recreation Director
Kevin Nielsen	Public Works Director
Suzanne Elsner	Court Administrator
Kristie Guy	Human Resources Director

CITY OF MARYSVILLE ORGANIZATIONAL CHART



THE HISTORY OF MARYSVILLE

To trace the origins of Marysville, today a prosperous, diversified north Snohomish County city of 60,000, you need to return to 1872 and Marysville's humble beginnings as a saw mill town and trading post. James P. Comeford, proprietor of the original trading post and founder of Marysville, and wife Mary, first arrived in the area in 1872, and paved the way for many pioneer families to follow. The Comeford's lived on the neighboring Tulalip reservations for six years, traveling the waterways and seeing to the work of the 18 logging camps that were manned almost solely by Indians. The Marysville Historical Society tells that in 1878 John Stafford, Louis Thomas and Truman Ireland and Captain William Renton, traders in timber wanted to sell 1,280 acres, the land that became the town of Marysville, and Mr. Comeford was willing to buy. He paid \$450. He then built a store with living quarters attached and a small dock with a plank road called Front Street.

By 1879 education became a need of the small but growing community, and Mrs. Comeford began teaching classes in her home. A year later, Marysville opened a post office with Mr. Comeford as the first postmaster. Mr. Comeford designed the original town in 1894 and a year later the platted area encompassed nine blocks from the Tualilip Reservation to Liberty Street. The Comeford's and their family's store did good business with the loggers and Indians in the area, and additional settlers arrived by steamboat to farm or work in the busy mills that furnished the lumber for most early town buildings. The railroad tracks were laid through the town in 1889, which brought many new residents to Marysville. In 1891, James Comeford incorporated the town, and Mark Swinnerton was elected Marysville's first mayor.

From these modest roots, Marysville has developed in an ideally located economic center in north Snohomish County, one that offers residents and businesses a way of life that provides opportunities to prosper, while preserving the unhurried qualities we have all come to treasure in this fast-growing region. Led by a government that continues to demonstrate its commitment to customer service and to building a healthy infrastructure through major public improvements, Marysville is poised for a strong and sound future.

VISION STATEMENT

Experience Marysville – Live, Work, Play

MISSION STATEMENT

The City of Marysville partners with the community to provide quality, innovative and efficient municipal services which promote economic growth, thriving neighborhoods, healthful living, and financial sustainability for our residents and businesses.

CORE VALUES

Integrity

We conduct our work in an atmosphere of honesty, respect, and courtesy recognizing the impact our actions have on the quality of life now and in the future.

Trust

We are committed to earn, maintain, and enhance the trust of each other and the community.

Teamwork

We nurture successful working relationships with all our partners.

Accountability:

In the performance of our duties, we are individually and collectively accountable to citizens, customer, and stakeholders. We are competent, responsible, and dedicate to providing effective and efficient services.

Innovation

We encourage and support new ideas and creative approaches.

Commitment

We provide quality services with a continuing focus on excellence.

Diversity

We value and respect the uniqueness of our employees and citizens.

BUDGETS & BUDGETARY ACCOUNTING

The budget document sets forth the City's financial plan for the 2013 fiscal year.

In the City of Marysville, annual budgeting begins with general direction provided by the City Council. The City budget process serves the function of creating a framework to implement the policies set forth by that body to administer the City organization and deliver the various services to the community. Under the general guidance of the Mayor and Chief Administrative Officer, Department Directors have primary responsibility for formulating budget proposals in line with the Mayor and City Council priorities.

Budgeting begins with an understanding of the needs and issues important to the community that the government serves. General goals and priorities are identified in order to apply the available financial resources of the City to specific funding proposals. Previous budgets are considered in this process, thereby providing continuity with previous programming.

The budgeted appropriations (expenditures) must, by law, be balanced with either revenues and/or unreserved fund balances. The budget document not only addresses operating expenditures for the budget year but also incorporates major capital outlays to be undertaken during the year. These major capital outlays, in many respects, set the course of the City for many years to come.

As necessary during the course of the year the budget may need to be amended. The City Administrative Officer/Mayor has the authority to transfer budgeted amounts between programs within any fund; however, City Council must approve any revisions that alter the total expenditures of a fund. When Council determines that it is in the City's best interest to increase or decrease the appropriation for a particular fund, it may do so by ordinance.

BUDGET PROCESS

The budget process is the single most comprehensive analysis of available resources and the allocation of those resources to fund services for Marysville's citizens. The budget document is designed to illustrate clearly the resources that are available for appropriation, an analysis of the decisions about the allocation of resources, and the resulting budget plan.

This budget document is developed in a manner to study and review the direction of the City of Marysville. This document outlines the manner in which financial resources will be managed during the year. The course the City is taking can be changed through the allocation of financial resources. The major groups who participated in the budget process were the Mayor, City Council, Chief Administrative Officer, Department Directors, City staff and interested Marysville residents.

The City of Marysville budget is adopted by ordinance in accordance with the requirements and time limitations as mandated in state law Revised Code of Washington (RCW 35A.33). The budget must be adopted as a balanced budget and must be in place prior to the expenditure of any City funds. The calendar for the City of Marysville Budget process is as follows:

BUDGET PROCESS STEPS	JUL	AUG	SEPT	OCT	NOV	DEC
1. Estimates of Revenues and Expenditures prepared by departments.						
2. Estimates submitted to Finance for compilation.						
3. Review of Program Requests by Directors, Mayor & Chief Administrative Officer.						
4. Budget workshops are held with City Council						
5. Preliminary Budget submitted to City Clerk and made available to the public 60 days before the end of the fiscal year.						
6. Public hearings are held at council meetings.						
7. Council approves budget by December 31						

FINANCIAL STRUCTURE

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. Each fund is accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. The City's resources are allocated to and accounted for in individual funds depending on what they are to be spent for and how they are controlled. The city budgets each fund individually.

Accounting for the flow of dollars in and out of accounts varies depending upon whether the fund is of the governmental or proprietary type. Government funds are designed to measure those financial resources on hand at the end of a period that are available to be spent or appropriated in future periods. Proprietary funds, on the other hand, are designed to reflect the overall economic health of the fund.

The following are the fund types and account groups used by the City of Marysville:

GOVERNMENTAL FUND TYPES:

All governmental funds are presented using the flow of current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Governmental fund operating statements focus on measuring changes in financial position, rather than net income; they present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. The unreserved fund balance is a measure of resources available to be spent.

General & Cumulative Reserve Funds

The **General Fund 001** is the primary operating fund of the City. It accounts for all financial resources and transactions except those required to be accounted for in another fund. This fund accounts for expenditures incurred by the council, the municipal court, the executive department, the finance department, the legal department, the community development department, police, fire, parks and recreation, library, engineering and the public safety building. Its primary revenues are taxes and other charges including charges for services provided by individual departments to other funds.

Special Revenue Funds

These funds account for revenues derived from specific taxes, grants, or other sources which are designated to finance particular activities of the City. The **Street Fund 101** provides for road maintenance and its revenues are shared sales tax with the General Fund and shared gas tax from the State of Washington. The **Arterial Street Fund 102** provides for arterial street improvements which are funded from state shared gas tax. Due to a lack of funds, the City did not budget any activity in the Arterial Street fund. The **Drug Enforcement Fund 103** accounts for money and assets seized in illegal drug trafficking. These resources are to be spent on enhancing drug enforcement. The **Tribal Gaming Fund 104** accounts for funds provided by the Tulalip Tribes to the City for the impacts of gambling activities on local law enforcement. The **Hotel/Motel Tax Fund 105** accounts for tourism promotion funds collected by the Hotel/Motel tax. The **Marysville Technology Infrastructure Fund 108** was established in 2004 to account for the fees collected in association with the cable franchise agreement. The **Community Development Block Grant (CDBG) Fund 109** was established to receive and administer federal grant funds associated with the CDBG program. The **Ken Baxter Community Center Appreciation Fund 106** accounts for private donations to support the Baxter Center. The **REET Funds 110 and 111** are reserved for the receipt and transfer of real estate excise taxes to the appropriate capital project funds.

Debt Service Funds

These funds account for the accumulation of resources to pay principal, interest and related costs on certain general long-term debt. The 2013 debt service funds include the **LTGO Bonds and PWTFLL Debt Fund 206** which pays debt on the purchase and remodel of the new City Hall, Public Safety Building remodel, State Avenue renovation project, the Waterfront Park project, the Courthouse and other City properties as well as debt service on bond issues providing funding for a number of street construction projections. The **LID Guaranty Fund 299** carries reserves funded by assessments and would be used only in the case of a LID assessment default. **The City does not budget for this fund.**

Capital Projects Funds

These funds account for financial resources which are designated for the acquisition or construction of general government capital improvements. **Fund's 305 & 310** account for major street and park capital improvements. Revenue sources are real estate excise tax and mitigation fees. **Fund LID 371 – 156th** Overpass was established to account for the design and construction costs associated with the LID portion of this project.

PROPRIETARY FUND TYPES:

Proprietary funds are accounted for on a cost of services or “capital maintenance” measurement focus. This means that all assets and all liabilities (whether current or non-current) associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund operating statements present increases (revenues and gains) and decreases (expenses and losses) in net total assets. Proprietary funds disclose cash flows by a separate statement that presents their investing and financing activities.

Enterprise Funds

These funds account for operations that provide goods or services to the general public and are supported primarily through user charges (or where the governing body has decided that periodic determination of net income is needed). **Fund 401 Water/Sewer/Surface Water Operations** accounts for billed water, sewer services and surface water. Its revenues pay for maintenance and operation of the water and sewer system. **Fund 402** accounts for major water/sewer system capital improvements and capital improvements for surface water drainage. The revenue for this fund comes from water and sewer capital improvement charges. The **Solid Waste Fund 410** provides solid waste collection services and is funded by user fees. **Fund 420, Cedarcrest Golf Course** provides golf recreation and is funded by user fees. **Fund 450 Water/Sewer Debt Service** accounts for water/sewer debt service and is funded through transfers from Fund 401.

Internal Service Funds

These funds account for operations that provide goods or services to other departments or funds of the city or to other governmental units on a cost-reimbursement basis. **Fund 501, Fleet Services** is funded by interfund service charges for maintenance and replacement of the City’s vehicles. **Fund 502, Facilities Maintenance** is funded by interfund charges for building maintenance. **Fund 503, Information Services** is funded by an interfund charge to all using departments for computer support and equipment replacement.

FIDUCIARY FUND TYPES:

Fiduciary funds account for assets held by the city on behalf of individuals, private organizations, other governments, and other funds. **The city does not budget for Fiduciary Funds.**

Expendable Trust Funds

These funds earn revenue and make expenditures on behalf of the parties for which a trust was established. The entire income and principal of an expendable trust may be disbursed in the course of its operations; accordingly, expendable trust funds are accounted for in essentially the same manner as governmental funds. **The city does not have any expendable trust funds.**

Non-expendable Trust Funds

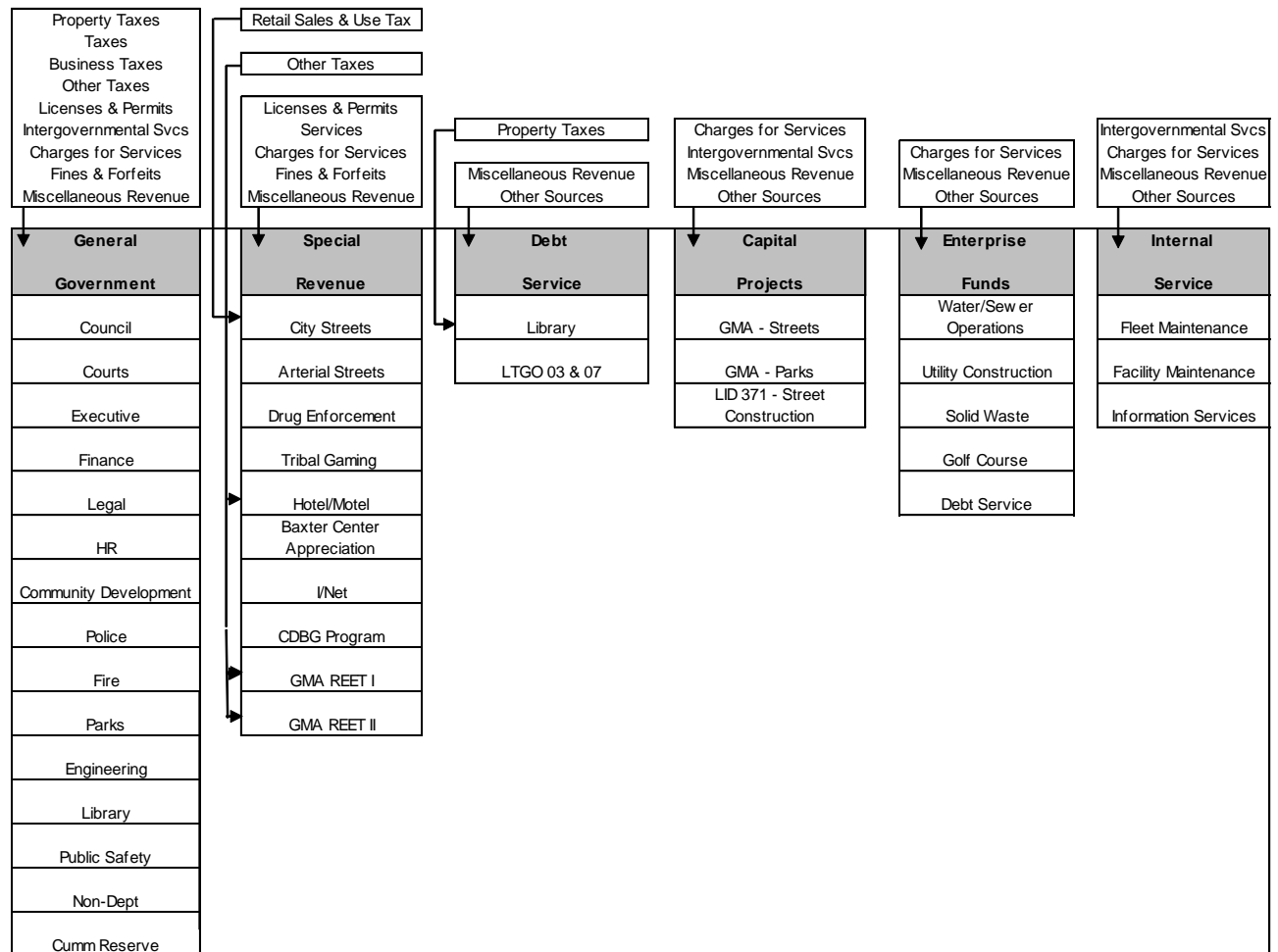
These funds earn revenue on behalf of the parties for which the trust was established, but the principal of the trust must remain intact. Non-expendable trust funds are accounted for in essentially the same manner as proprietary funds, since capital maintenance is a primary consideration. **The city does not have any nonexpendable trust funds.**

Agency Funds

These funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations.

FLOW OF FUNDS STRUCTURE

Revenue Sources:



Uses of Funds:

General Operational Expenditures	General Operational Expenditures	Bond Principal and Interest	General Operational Expenditures	General Operational Expenditures	General Operational Expenditures
Capital	Capital		Park Improvements	Bond Principal and Interest	Capital
Interfund Contributions	Road & Street Construction		Road & Street Construction	Utility Construction	Interfund Contributions
	Interfund Contributions			Interfund Contributions	

BUDGET VS. ACCOUNTING BASIS

ACCOUNTING: Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. The Comprehensive Annual Financial Report (CAFR) reports the status of the City's finances in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The accrual basis of accounting is used for all funds except the governmental fund types, expendable trust funds and agency funds, which use the modified accrual basis of accounting.

The modified accrual basis differs from the accrual basis in the following ways:

1. Purchases of capital assets are considered expenditures.
2. Redemptions of long-term debt are considered expenditures when due.
3. Revenues are recognized only when they become both measurable and available to finance expenditures of the current period. Revenues that are measurable but not available are recorded as receivable and offset by deferred revenues.
4. Inventories and prepaid items are reported as expenditures when purchased.
5. Interest on long-term debt is not accrued but is recorded as an expenditure when due.
6. Accumulated unpaid vacation and sick pay and other employee benefits are considered expenditures when paid.
7. Depreciation is recorded on an accrual basis only.

BUDGET BASIS: The Governmental Fund types (i.e., the General Fund, Special Revenues, Debt Service, and Construction Fund) are budgeted on a modified accrual basis and can be directly compared to the fund operating statements in the City annual report. The Proprietary fund types are budgeted on a modified accrual basis and are depicted in the annual report using an accrual basis; therefore, these funds are not directly comparable between the two reports.

DEPARTMENT BUDGET NARRATIVES

Each department in the City is responsible for preparing budget narratives for all of the funds that the department manages. Although the budget narratives are presented in a fund number order, the Council budget hearings are scheduled by department. Below is a list of all of the departments and the funds that belong to each.

FUND	FUND NAME	DEPARTMENT HEAD
001.01	Council	Chief Administrative Officer
001.02	Municipal Courts	Court Administrator
001.03	Executive	Chief Administrative Officer
001.04	Finance	Finance Director
001.05	Legal	Chief Administrative Officer
001.06	Human Resources	Chief Administrative Officer
001.07	Community Development	Community Development Director
001.08	Police	Police Chief
001.09	Fire	Finance Director
001.10	Parks	Parks Director
001.11	Engineering	Public Works Director
001.12	Library Facility	Public Works Director
001.13	Public Safety Building	Police Chief
001.99	Non-Departmental	Finance Director
101	Streets	Public Works Director
102	Arterial Streets	Public Works Director
103	Drug Enforcement	Police Chief
104	Tribal Gaming	Police Chief
105	Hotel/Motel Tax	Finance Director
106	Baxter Center Appreciation	Parks Director
108	I/Net	Communications Officer
109	Community Development Block Grant	Chief Administrative Officer
110	GMA REET I	Finance Director
111	GMA REET II	Finance Director
204-206	Debt Service	Finance Director
305	GMA-Streets	Public Works Director
310	GMA-Parks	Parks Director
371	LID 371 - 156TH Overpass	Public Works Director
401	Water/Sewer Operations	Public Works Director
402	Utility Construction	Public Works Director
410	Solid Waste	Public Works Director
420	Golf Course Operations	Parks Director
450	Utility Debt Service	Finance Director
501	Fleet Services	Public Works Director
502	Facilities Maintenance	Public Works Director
503	Information Services	Finance Director

BUDGET POLICIES

Strategic Planning

The City of Marysville employs a strategic budgeting model that allows policies to be formulated and tested in a budgetary context spanning a period of five years. The strategic model demonstrates the City's ability to accomplish long-term goals by showing the consequences of any given budget decision. Virtually all new General Government services are "tested" within the framework of the strategic budget model prior to implementation. In this manner, policy makers can examine the probable long-term outcome of many possible decisions and select the one that serves the interests of Marysville's citizens most effectively.

The Strategic outlook identifies fund balances, revenue patterns, and expense trends which are subject to constant change. The Strategic Outlook does not illustrate future budgets, services, or programs in any detail. The dynamic nature of local government, as well as historical precedent, suggest that even the current year's Operating Budget will be altered several times before the close of the year.

Fund Balance Policy

Fund Balance is defined as the excess of assets over liabilities, which is an unreserved, undesignated resource that remains part of the General Government budget. The City desires to maintain a prudent level of financial resources to guard its citizens against service disruption in the event of unexpected temporary revenue shortfalls or unpredicted one-time expenditures. The Fund Balance has been accumulated to meet this purpose, to provide stability and flexibility to respond to unexpected adversity and/or opportunities.

General Fund Balance: It is the policy of the City to establish and maintain a General Fund Balance of at least ten percent (10%) of the total General Fund budgeted revenue, excluding the beginning fund balance and identified one-time revenues. Any and all expenditures from the General Fund Balance Reserve account shall require a super majority vote of the entire City Council

Balancing the Operating Budget

RCW 35.33.07 requires that the City adopt a balanced budget based on the following requirement: *"Appropriations shall be limited to the total estimated revenues contained therein including the amount to be raised by ad valorem taxes and the unencumbered fund balances estimated to be available at the close of the current fiscal year."*

The City adopts a *statutorily* balanced budget, but also seeks to adopt a *structurally* balanced budget. A budget is statutorily balanced when total estimated resources (beginning fund balance plus revenues) equal the total appropriation (expenditures plus ending fund balance). In a statutorily balanced budget, beginning fund balance may be used as a revenue source. In contrast, in a *structurally* balanced budget, the total expenditure appropriation is limited to the annual estimated revenues. In a structurally balanced budget, beginning fund balance may not be used as a revenue source.

It is not uncommon for cities to rely upon the beginning fund balance as a "revenue" source. But, as previously stated, it is Marysville's strategic goal to attain structural balance, thereby eliminating reliance on these funds to supplement current income. Any uncommitted operating surpluses (revenues that exceed expenditures) that occur at year-end may be held in reserve or reappropriated to a capital reserve, long term obligation, or debt service fund, rather than used as a supplemental source of revenue required to balance the budget each year.

It is the intent of this policy that the budget be structurally balance (a) at the time of adoption, (b) throughout the budget year.

In the event that adjustments are necessary to bring the budget into balance in the course of the fiscal period, the administration will bring a budget amendment forward for approval by the City Council.

ASSET POLICIES

Cash Management

It is the policy of the City of Marysville to invest all of its surplus funds to maximize yield while preserving security of principal and meeting the city's cash flow requirements.

Funds of the City will be invested in accordance with the RCW 35.39, these policies and written administrative procedures. The City's investment portfolio shall be managed in a manner to attain a market rate of return throughout budgetary and economic cycles while preserving and protecting capital in the overall portfolio.

Funds held for future capital projects (i.e., bond proceeds), shall, whenever possible, be invested to produce enough income to offset increases in construction costs due to inflation. Where possible, prepayment funds for long-term debt service shall be invested to ensure a rate of return at least equal to the interest being paid on the bonds.

REVENUE POLICIES

General Revenue Policies

Revenue forecasts will be neither overly optimistic nor overly conservative. They will be as realistic as possible based on the best available information. Should economic downturns develop which could result in revenue shortfalls or fewer available resources, the City will make adjustments in anticipated expenditures to compensate.

Deficit financing and borrowing to support on-going operations will play on part in the City's responses to revenue shortfalls. Expenses will be reduced to conform to the long-term revenue forecast. Interfund loans are permissible to cover temporary gaps in cash flow.

Fees and Charges

User fees will be imposed to cover the cost of services provided for unique or narrow segments of the community. Fees may be set at levels sufficient to cover the entire cost of service delivery, or the service may be subsidized as Council deems necessary.

The City will continuously maintain its sewer and water distribution and collection systems. To insure that the enterprise funds remain self-supporting, rate structures will fully fund the direct and indirect costs of operations, capital plan maintenance, debt service, depreciation, and moderate system extensions.

One-Time Revenues

All potential grants shall be carefully examined for matching requirements. Some grants may not be accepted if the local matching funds cannot be justified. Grants may also be rejected if programs must be continued with local resources after grant funds are exhausted.

EXPENDITURE POLICIES

General Expenditure Policies

High priority is given to expenditures that will reduce future operating costs, such as increased utilization of technology and equipment and proven business methods.

An appropriate balance will be maintained between budget dollars provided for direct public service and dollars provided to assure good management and legal compliance.

Before the City undertakes any agreements that would create fixed ongoing expenses, the cost implications of such agreements will be estimated by current and future years with the aid of our strategic financial planning models.

Organizations that are not part of the City, but which receive funding from the City, shall not have their appropriation carried forward from year to year unless contractually authorized and directed by City Council. Annual review and reauthorization of funding is required.

All externally mandated services for which full or partial reimbursement is available will be fully allocated out to allow for recovery of expenses. The estimated direct costs of service will be budgeted and charged to the fund performing the service. Interfund service fees charged to recover these direct costs will be recognized as revenue to the providing fund.

Operating/Capital Expenditure Accountability

It is the City's policy to compare actual expenditures to budget, generally on a monthly basis. General government funds, capital funds and other funds are all analyzed periodically. If necessary, actions are taken to bring the budget into balance.

Capital Improvements

Capital Improvements are any expenditure of public funds for the purchase, construction, rehabilitation, replacement or expansion of the physical assets of the city when the project is relatively large in size, expensive-over \$5,000, long-term and permanent. Capital expenditures are financed from a variety of sources to include current revenues, long-term and short-term debt, and for one-time capital purchases, the fund balance can be used.

The following is a list of capital improvements that has been authorized in the budget.

CAPITAL IMPROVEMENT BY FUND

2013 Capital Improvement Program	Construction Funds	Enterprise Funds	Internal Service	Total
<u>Street Construction</u>				
53rd/SR528	250,000	-	-	250,000
SR9/SR92	25,000	-	-	25,000
51st Improvement	265,000			265,000
88th Street	1,000,000			1,000,000
State Avenue Overlay	520,000			520,000
State Avenue 1st to 88th	200,000	-	-	200,000
Total Street Construction	2,260,000	-	-	2,260,000
<u>Park Construction</u>				
Bayview Trail System	100,000	-	-	100,000
Spray Park	54,582	-	-	54,582
Qwuloolt Trail System	200,000	-	-	200,000
Total Park Construction	354,582	-	-	354,582
<u>156th Overcrossing Construction</u>				
156th Overcrossing	700,000	-	-	700,000
Total 156th Overcrossing Construction	700,000			700,000
<u>Waterworks Utility</u>				
Water Capital Projects	-	3,562,000	-	3,562,000
Sewer Capital Projects	-	430,000	-	430,000
Surface Water Capital Projects	-	4,365,000	-	4,365,000
Total Waterworks Utility Funds	-	8,357,000	-	8,357,000
<u>Fleet</u>				
Patrol Car Replacement (6)	-	-	243,000	243,000
Jail Transport Van and Car			104,000	104,000
PW Replacement Vehicles			215,000	215,000
Truck Mounted Reader Board			14,000	14,000
Zero Turn Riding Lawnmower			27,000	27,000
60-Inch Mower			15,803	15,803
Light Duty Truck	-	-	25,000	25,000
Total Fleet	-	-	643,803	643,803
Total CIP by Fund	3,314,582	8,357,000	643,803	12,315,385

Note: These values are based off of the capital expenditure object code.

BUDGET SUMMARY



REVENUE BY FUND 2013 FINAL BUDGET

DEPARTMENT	BEGINNING FUND BALANCE	GENERAL PROPERTY TAXES	OTHER TAXES	LICENSE & PERMITS	INTERGOV'T REVENUE	SERVICES	MISC REV INCLUDING FINES	TRANSFERS	TOTALS BY FUND
001 General Fund	5,771,511	14,893,873	14,036,710	1,583,027	1,016,627	5,241,726	849,932	82,451	43,475,857
101 City Street	-	-	-	30,000	1,365,000	-	10,500	2,352,588	3,758,088
103 Drug Enforcement	54,711	-	-	-	-	-	10,000	200	64,911
104 Tribal Gaming Fund	114,869	-	-	-	-	-	250	-	115,119
105 Hotel/Motel Tax Fund	44,868	-	76,000	-	-	-	150	-	121,018
106 Baxter Center Apprec.	15,680	-	-	-	-	-	75	-	15,755
108 INET	24,750	-	-	-	-	119,500	350	-	144,600
109 CDBG Program	9,435	-	-	-	318,000	-	-	-	327,435
110 GMA-REET I	25,261	-	450,000	-	-	-	250	-	475,511
111 GMA-REET II	29,260	-	460,000	-	-	-	500	-	489,760
206 LTGO 2003	18,252	-	-	-	-	-	500	2,619,118	2,637,870
305 Street Capital Imprmnts	-	-	-	-	2,850,000	500,000	500	1,800,000	5,150,500
310 Parks Capital Imprmnts	29,781	-	-	-	-	95,000	27,350	346,582	498,713
371 LID 71 - 156th Overpass	700,000	-	-	-	-	-	300,000	-	1,000,000
401 Water/Sewer Operating	11,514,006	-	-	-	93,101	20,025,000	179,926	77,818	31,889,851
402 Utility Construction	938,410	-	-	-	862,500	905,000	5,000	6,000,000	8,710,910
410 Garbage & Refuse	2,959,174	-	-	-	-	5,260,000	10,000	2,115	8,231,289
420 Golf Course Operating	-	-	-	-	-	924,617	236,340	59,722	1,220,679
450 Utility Debt Service Fund	6,073,190	-	-	-	-	-	80,000	5,781,864	11,935,054
501 Fleet Services	392,378	-	-	-	-	1,363,211	11,500	159,352	1,926,441
502 Facilities Maintenance	8,923	-	-	-	-	238,304	75	-	247,302
503 Information Services	205,576	-	-	-	-	768,048	1,000	-	974,624
TOTAL ALL FUNDS	28,930,035	14,893,873	15,022,710	1,613,027	6,505,228	35,440,406	1,724,198	19,281,810	123,411,287

EXPENDITURES BY FUND 2013 FINAL BUDGET

DEPARTMENT	SALARIES & BENEFITS	SUPPLIES	OTHER SVCS & CHARGES	INTERGOV'T SERVICE	CAPITAL OUTLAYS	DEBT SERVICES	INTERFUND SERVICES	TRANSFER OUT	ENDING FUND BALANCE	TOTALS BY FUND
001 General Fund	18,622,224	837,750	3,265,814	11,003,777	15,803	-	1,073,329	4,879,788	3,777,372	43,475,857
101 City Street	1,588,893	403,500	1,239,665	-	-	-	481,011	41,000	4,019	3,758,088
103 Drug Enforcement	-	-	18,500	-	-	-	-	-	46,411	64,911
104 Tribal Gaming Fund	-	5,000	20,000	-	-	-	-	-	90,119	115,119
105 Hotel/Motel Tax Fund	-	-	65,606	-	-	-	-	54,693	719	121,018
106 Baxter Center Apprec.	-	-	4,000	-	-	-	-	-	11,755	15,755
108 I/Net	-	-	96,858	-	-	-	-	-	47,742	144,600
109 CDBG Program	-	-	-	280,400	-	-	-	37,600	9,435	327,435
110 GMA--REET I	-	-	-	-	-	94,190	-	350,000	31,321	475,511
111 GMA--REET II	-	-	-	-	-	-	-	450,000	39,760	489,760
206 LTGO 2003	-	-	-	-	-	2,620,118	-	-	17,752	2,637,870
305 Street Capital Imprvmnts	-	-	-	-	2,260,000	261,872	-	1,119,890	1,508,738	5,150,500
310 Parks Capital Imprvmnts	-	-	-	-	354,582	-	-	103,332	40,799	498,713
371 LID 71-156th Overpass	-	-	-	-	700,000	300,000	-	-	-	1,000,000
401 Water/Sewer Operating	5,888,103	2,115,000	3,410,488	3,017,480	50,000	-	1,833,116	6,371,283	9,204,381	31,889,851
402 Utility Construction	-	-	-	-	8,307,000	-	-	-	403,910	8,710,910
410 Garbage & Refuse	787,287	321,700	1,236,200	2,671,087	-	-	567,979	93,352	2,553,684	8,231,289
420 Golf Course Operating	552,664	112,550	120,600	4,000	-	378,209	52,283	-	373	1,220,679
450 Utility Debt Service Fund	-	-	3,800	-	-	5,783,366	-	6,000,000	147,888	11,935,054
501 Fleet Services	510,021	247,338	118,600	-	628,000	-	47,101	-	375,381	1,926,441
502 Facilities Maintenance	205,862	7,000	2,000	-	-	-	22,593	-	9,847	247,302
503 Information Services	504,892	159,330	136,800	-	-	-	3,507	-	170,095	974,624
TOTAL ALL FUNDS	28,659,946	4,209,168	9,738,931	16,976,744	12,315,385	9,437,755	4,080,919	19,500,938	18,491,501	123,411,287

GENERAL FUND



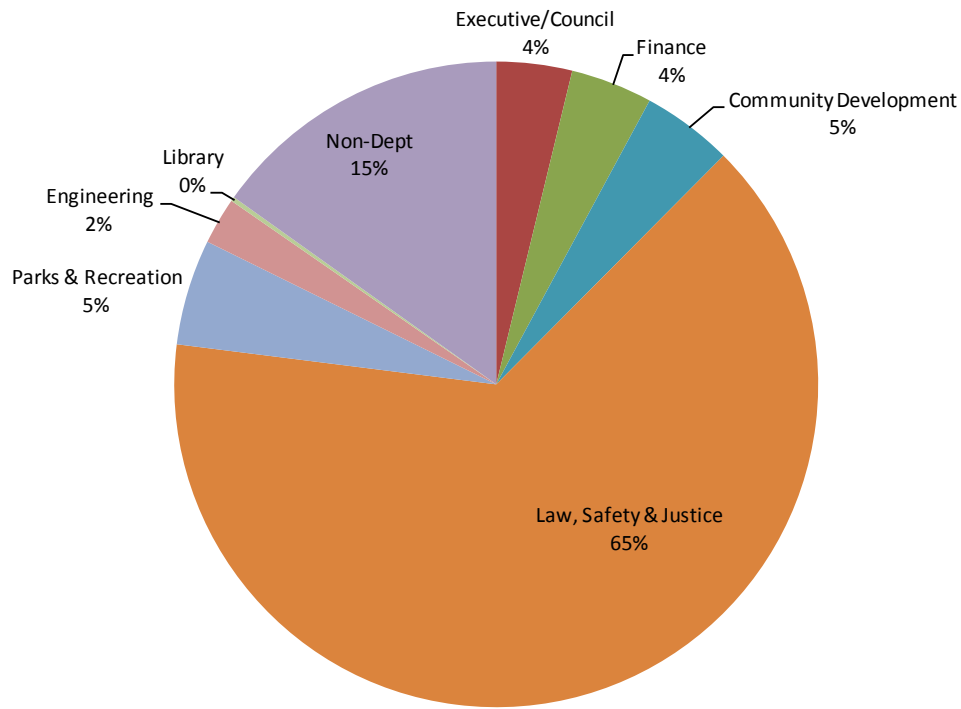
GENERAL FUND REVENUE SUMMARY 2013 OPERATING BUDGET

001 GENERAL FUND	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012 Amended/ 2013 Budget
REVENUE SOURCES:						
311 General Property Taxes	15,092,769	14,794,129	14,792,802	14,792,802	14,893,873	0.7%
313 Retail Sales & Use Taxes	8,351,095	7,965,618	7,965,618	8,187,000	8,454,430	6.1%
314 Interfund Taxes	1,902,419	1,688,466	2,259,523	2,082,889	2,177,880	-3.6%
316 Business Taxes	3,056,954	2,725,000	2,725,000	3,006,000	3,068,000	12.6%
317 Other Taxes-Pull Tabs/Punch Boards	392,951	305,000	305,000	334,200	336,400	10.3%
319 Property Tax Interest	5,210	11,041	11,041	6,842	6,800	-38.4%
310 TAXES	28,801,398	27,489,254	28,058,984	28,409,733	28,937,383	3.1%
321 Business Licenses & Permits	852,231	820,400	820,400	855,450	982,627	19.8%
322 Non-Business Licenses & Permits	824,249	529,774	529,774	600,000	600,400	13.3%
320 LICENSES AND PERMITS	1,676,480	1,350,174	1,350,174	1,455,450	1,583,027	17.2%
331 Federal Grants - Direct	13,135	11,351	11,351	11,351	-	-100.0%
333 Federal Grants - Indirect	11,158	-	-	16,228	-	0.0%
334 State Grants - Direct	170,872	-	-	9,473	45,000	100.0%
335 State Shared Revenues	220,465	221,000	221,000	240,459	240,500	8.8%
336 State Entitlements	830,979	783,248	783,248	827,089	729,927	-6.8%
338 Intergovernmental Revenues	791,347	703,700	703,700	704,500	681,200	-3.2%
330 INTERGOV'T REVENUE	2,037,956	1,719,299	1,719,299	1,809,100	1,696,627	-1.3%
341 Charges for Service - General Gov't	30,488	25,036	25,036	34,569	24,691	-1.4%
342 Charges for Service - Public Safety	461,681	447,164	447,164	389,064	440,200	-1.6%
343 Charges for Service - Environment	1,250	3,000	3,000	1,000	1,000	-66.7%
345 Charges for Service - Economic	667,819	658,981	658,981	752,496	660,000	0.2%
347 Charges for Service - Recreation	382,955	365,938	365,938	335,268	341,300	-6.7%
349 Charges for Interfund Services	3,039,497	3,159,254	3,159,254	3,159,254	3,164,535	0.2%
340 CHARGES FOR SERVICES	4,583,690	4,659,373	4,659,373	4,671,651	4,631,726	-0.6%
352 Civil Penalties	6,168	4,857	4,857	4,857	4,000	-17.6%
353 Non-Parking Infractions	365,595	292,268	292,268	305,383	305,000	4.4%
354 Parking Infraction Penalties	9,783	12,699	12,699	9,000	9,000	-29.1%
355 Criminal Traffic Misdemeanors	130,585	127,800	127,800	132,800	135,000	5.6%
356 Non-Traffic Misdemeanors	80,539	73,104	73,104	83,000	83,000	13.5%
357 Criminal Costs	59,923	33,232	33,232	37,682	37,232	12.0%
350 FINE & FORFEITS	652,593	543,960	543,960	572,722	573,232	5.4%
361 Interest Earnings	65,022	64,000	64,000	70,000	60,000	-6.3%
362 Rents & Royalties	99,529	105,000	105,000	143,700	106,000	1.0%
363 Insurance Recoveries	47,876	-	71,402	98,738	-	-100.0%
367 Contributions from Private Sources	19,080	10,200	10,200	18,533	8,700	-14.7%
369 Other Miscellaneous Revenue	51,049	25,200	25,200	36,401	25,200	0.0%
360 MISCELLANEOUS REVENUE	282,556	204,400	275,802	367,372	199,900	-27.5%
397 Operating Transfers	97,373	48,083	48,083	48,083	82,451	71.5%
390 TRANSFERS-IN	97,373	48,083	48,083	48,083	82,451	71.5%
TOTAL GENERAL FUND REVENUE	38,132,046	36,014,543	36,655,675	37,334,111	37,704,346	2.9%

GENERAL FUND EXPENDITURE SUMMARY 2013 OPERATING BUDGET

001 GENERAL FUND	2011	2012	2012	2012	2013	% Change
EXPENDITURES/USES:	Actual	Budget	Amended Budget	Estimated	Budget	2012 Amended/ 2013 Budget
11 Regular Pay	12,223,826	12,473,450	12,473,450	12,473,450	12,881,721	3.3%
12 Overtime	716,143	580,900	580,900	580,900	687,900	18.4%
10 SALARIES	12,939,969	13,054,350	13,054,350	13,054,350	13,569,621	3.9%
21 Social Security	957,264	967,844	967,844	967,844	1,000,187	3.3%
22 Retirement	791,276	896,458	896,458	896,458	994,439	10.9%
23 Group Health Insurance	2,490,959	2,643,072	2,643,072	2,643,072	2,665,359	0.8%
24 Workman's Compensation	174,122	243,953	243,953	243,953	205,209	-15.9%
25 Unemployment Compensation	26,868	25,952	51,904	51,904	66,229	27.6%
26 Uniforms and Clothing	91,011	121,180	121,180	121,180	121,180	0.0%
20 BENEFITS	4,531,500	4,898,459	4,924,411	4,924,411	5,052,603	2.6%
31 Office & Operating Supplies	472,987	523,950	523,950	523,950	527,450	0.7%
32 Fuel Consumed	214,178	147,400	147,400	147,400	147,400	0.0%
35 Small Tools	26,254	10,700	10,700	10,700	162,900	1422.4%
30 SUPPLIES	713,419	682,050	682,050	682,050	837,750	22.8%
41 Professional Services	1,018,755	1,165,510	1,165,510	1,165,510	1,355,510	16.3%
42 Communication	106,470	162,951	162,951	162,951	162,951	0.0%
43 Travel	9,280	44,860	44,860	44,860	44,860	0.0%
44 Advertising	19,038	21,800	21,800	21,800	21,800	0.0%
45 Operating Rentals & Leases	110,293	109,100	109,100	109,100	109,100	0.0%
46 Insurance	186,878	218,146	218,146	218,146	218,146	0.0%
47 Public Utility Service	230,214	223,188	223,188	223,188	223,188	0.0%
48 Repairs & Maintenance	180,248	98,470	197,539	197,539	283,470	43.5%
49 Miscellaneous	513,329	610,790	610,790	610,790	846,789	38.6%
40 OTHER SERVICES & CHARGES	2,374,505	2,654,815	2,753,884	2,753,884	3,265,814	18.6%
55 Inter-Governmental Service	11,856,197	11,640,804	11,640,804	11,640,804	10,992,339	-5.6%
53 External Tax & Operating Assessments	4,419	11,438	11,438	11,438	11,438	0.0%
50 INTERGOVERNMENTAL SERVICES	11,860,616	11,652,242	11,652,242	11,652,242	11,003,777	-5.6%
64 Machinery & Equipment	-	-	-	-	15,803	
60 CAPITAL OUTLAY	-	-	-	-	15,803	0.0%
82 Interest on Interfund Loans	166	-	-	-	-	0.0%
80 DEBT SERVICE INTEREST	166	-	-	-	-	0.0%
95 Interfund Rents	13,562	13,562	13,562	13,562	13,562	0.0%
98 Interfund Repairs & Maintenance	317,661	454,216	454,216	454,216	512,326	12.8%
99 Other Interfund Services	484,318	504,784	504,784	504,784	547,441	8.5%
90 INTERFUND	815,541	972,562	972,562	972,562	1,073,329	10.4%
0 Operating Transfers	960,905	1,630,178	2,662,912	2,662,912	4,879,788	83.3%
TOTAL GENERAL FUND EXPENDITURES	34,196,621	35,544,656	36,702,411	36,702,411	39,698,485	8.2%

GENERAL FUND EXPENDITURES BY DEPARTMENT

GENERAL FUND BY DEPARTMENT SUMMARY
2013 PRELIMINARY OPERATING BUDGET

001 GENERAL FUND	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012 Amended/ 2013 Budget
EXPENDITURES/USES:						
01 Council	53,037	62,231	62,231	62,231	62,056	-0.3%
02 Municipal Court	1,575,380	1,629,005	1,707,980	1,707,980	1,669,985	-2.2%
03 Executive	869,084	948,676	949,491	949,491	973,703	2.5%
04 Finance	1,482,461	1,576,295	1,578,156	1,578,156	1,630,497	3.3%
05 Legal	735,927	848,941	849,509	849,509	871,345	2.6%
06 Human Resources	471,339	454,157	454,703	454,703	471,864	3.8%
07 Community Development	1,699,081	1,799,653	1,801,890	1,801,890	1,812,531	0.6%
08 Police	12,913,745	13,504,522	13,519,505	13,519,505	13,922,568	3.0%
09 Fire	10,150,854	9,529,340	9,529,340	9,529,340	8,980,875	-5.8%
10 Parks & Recreation	1,900,945	2,056,409	2,058,491	2,058,491	2,103,933	2.2%
11 Engineering	831,456	891,460	892,627	892,627	930,806	4.3%
12 Library	522,734	476,756	476,756	476,756	86,040	-82.0%
13 Public Safety Building	153,851	172,015	193,802	193,802	165,589	-14.6%
99 Non-Departmental	836,728	1,595,196	2,627,930	2,627,930	6,016,693	129.0%
TOTAL GENERAL FUND EXPENDITURES	\$ 34,196,622	\$ 35,544,656	\$ 36,702,411	\$ 36,702,411	\$ 39,698,485	8.2%

*General Government includes City Council, Executive, Finance, Legal, Public Safety Building and Non-Departmental.

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**Fund 001
City Council**

Mission Statement

The mission of the City Council is to provide the City of Marysville with both policy and legislative direction for current & future needs.

Function

The City Council is responsible for establishing policy for the City. The Council approves the City budget, all ordinances, resolutions, contracts, fees and programs. Council meetings are held eleven months of the year. Council does not meet during the month of August. Regularly scheduled meetings are held on the second and fourth Monday with work sessions held on the first Monday of each month.

Budget Narrative

Salaries in this department include 50% of the City Council member's annual salary. The remaining 50% is charged out to the Utility Fund. Salaries for the City Council are based on the pay structure outlined in MMC 2.50.050.

Office and operating supplies include general office supplies used by the council and associated with the preparation of the council agenda and packets.

Travel and miscellaneous expenses include costs associated with the annual council/staff retreat. It also covers travel expenses to local business meetings and out of area conferences.

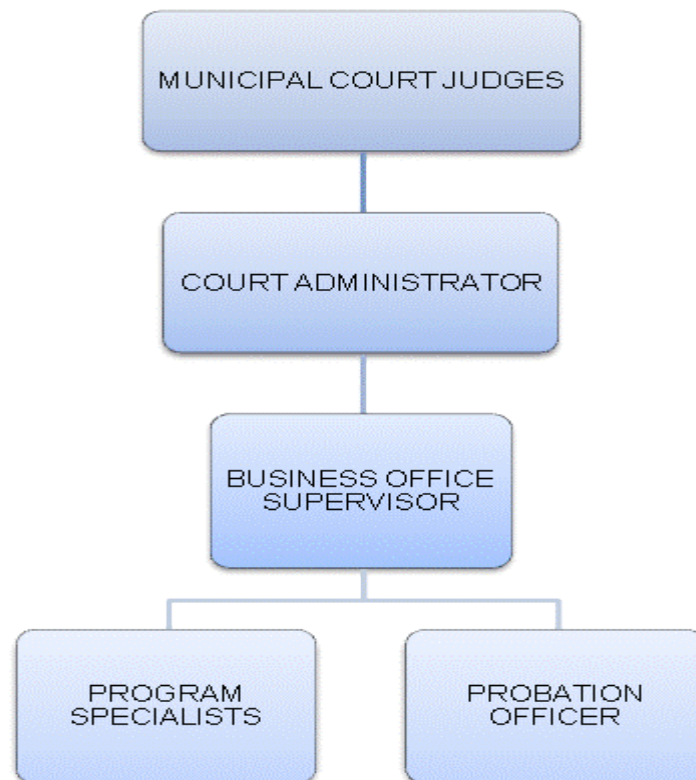
Approved Budget Requests

None

**Fund 001
City Council**

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 39,350	\$ 47,250	\$ 47,250	\$ 47,250	\$ 47,250	0.0%
21 SOCIAL SECURITY	3,009	3,612	3,612	3,612	3,661	1.4%
24 WORKMAN'S COMPENSATION	1,148	1,169	1,169	1,169	945	-19.2%
31 OFFICE & OPERATING SUPPLIES	666	1,000	1,000	1,000	1,000	0.0%
41 PROFESSIONAL SERVICES		-	-	-	-	0.0%
42 COMMUNICATION		-	-	-	-	0.0%
43 TRAVEL	3,121	6,000	6,000	6,000	6,000	0.0%
44 ADVERTISING	-	200	200	200	200	0.0%
48 REPAIRS & MAINTENANCE		-	-	-	-	0.0%
49 MISCELLANEOUS	5,744	3,000	3,000	3,000	3,000	0.0%
99 OTHER INTERFUND SERVICES		-	-	-	-	0.0%
TOTAL CITY COUNCIL	\$ 53,037	\$ 62,231	\$ 62,231	\$ 62,231	\$ 62,056	-0.3%

MUNICIPAL COURT



Fund 001 Municipal Court

Mission

The mission of the Marysville Municipal Courts is to provide ready access to justice, exercise expedience, timeliness, equality, fairness and integrity. To show independence, accountability, radiate trust and confidence to the public.

Function

Marysville Municipal Courts adjudicates all criminal misdemeanor and gross misdemeanor cases filed by the City of Marysville Police Department resulting from crimes committed within the city limits of Marysville. The City also has interlocal agreements with Lake Stevens and Arlington to adjudicate all criminal misdemeanor and gross misdemeanor cases that are committed within their city limits.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Judge	2	2	2
Court Administrator	1	1	1
Business Office Supervisor	1	1	1
Program Specialist	6	6	6
Probation Officer	1	1	1
TOTAL - COURTS	11	11	11

Budget Narrative

The supplies budget includes general office supplies, form printing and copy machine supplies.

Other services include travel, postage, juror fees, interpreter, expert witness fees, and annual dues to various state and national organizations.

Intergovernmental services are fees collected by the Court and then passed on to the County for Crime Victim/Witness Services.

Other interfund services include the cost allocation from Information services (IS) for computer maintenance and equipment replacement.

Operating transfers include the annual debt service payment. In 2010, the City purchased the Courthouse building and issued bonds to fund the purchase.

Approved Budget Requests

Description	Amount	On-Going
Seasonal Pay	10,000	
Total	\$10,000	

Item(s) Requested But Not Approved

None

**Fund 001
Municipal Court**

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 834,886	\$ 846,244	\$ 846,244	\$ 846,244	\$ 861,534	1.8%
12 OVERTIME	-	500	500	500	500	0.0%
21 SOCIAL SECURITY	59,496	60,491	60,491	60,491	61,042	0.9%
22 PENSION	61,905	68,178	68,178	68,178	78,154	14.6%
23 HEALTH INSURANCE	202,508	215,916	215,916	215,916	229,907	6.5%
24 WORKMAN'S COMPENSATION	3,355	4,085	4,085	4,085	3,370	-17.5%
25 UNEMPLOYMENT COMPENSATION	1,739	1,693	3,386	3,386	4,258	25.8%
31 OFFICE & OPERATING SUPPLIES	26,954	28,000	28,000	28,000	28,000	0.0%
41 PROFESSIONAL SERVICES	65,241	83,800	83,800	83,800	83,800	0.0%
42 COMMUNICATION	14,769	21,062	21,062	21,062	21,062	0.0%
43 TRAVEL	1,009	2,500	2,500	2,500	2,500	0.0%
45 OPERATING RENTALS & LEASES	9,011	7,900	7,900	7,900	7,900	0.0%
46 INSURANCE	1,116	1,290	1,290	1,290	1,290	0.0%
47 PUBLIC UTILITIES	19,954	22,000	22,000	22,000	22,000	0.0%
48 REPAIRS & MAINTENANCE	9,116	7,800	85,082	85,082	7,800	-90.8%
49 MISCELLANEOUS	28,692	27,450	27,450	27,450	27,450	0.0%
51 INTER-GOVERNMENTAL SERVICES	11,150	10,200	10,200	10,200	10,200	0.0%
98 INTERFUND REPAIRS & MAINT.	10,677	14,572	14,572	14,572	11,268	-22.7%
99 OTHER INTERFUND SERVICES	43,507	35,030	35,030	35,030	37,656	7.5%
00 OPERATING TRANSFER	170,294	170,294	170,294	170,294	170,294	0.0%
TOTAL COURTS	\$1,575,380	\$1,629,005	\$1,707,980	\$1,707,980	\$1,669,985	-2.2%



EXECUTIVE DEPARTMENT



**Fund 001
Executive Department
Administration**

Mission

The Executive Department's mission is to administer City business in an efficient, ethical and legal manner.

Function

Executive Administration includes the Mayor, Chief Administrative Officer (CAO), Community Information Officer, Risk Management Officer, and Executive Assistant to the Mayor. The City of Marysville is a Council Mayor form of Government. The Mayor who serves full time, presides over all meetings of the Council and is recognized as the head of the City for ceremonial purposes. The City Council appoints the CAO, who is responsible for the efficient, ongoing day-to-day operations of all City services set forth by the Council. The CAO also works closely with the Mayor and Council to assist them in formulating policies and programs.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Mayor	1	1	1
Chief Administrative Officer	1	1	1
Executive Assistant	1	1	1
Risk Management Officer	1	1	1
Community Information Officer	1	1	1
TOTAL	5	5	5

Budget Narrative

Supplies include general office and copier supplies.

Other services include travel and mileage reimbursement, communication, advertising, miscellaneous dues and memberships.

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Executive Department
Administration

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	525,139	527,748	527,748	527,748	542,243	2.7%
111 SEASONAL PAY	-	10,000	10,000	10,000	10,000	0.0%
21 SOCIAL SECURITY	34,965	35,705	35,705	35,705	36,797	3.1%
22 PENSION	35,855	46,937	46,937	46,937	54,691	16.5%
23 HEALTH INSURANCE	64,119	68,754	68,754	68,754	70,552	2.6%
24 WORKMAN'S COMPENSATION	1,445	1,675	1,675	1,675	1,350	-19.4%
25 UNEMPLOYMENT COMPENSATION	836	815	1,630	1,630	2,099	28.8%
31 OFFICE & OPERATING SUPPLIES	23,805	29,500	29,500	29,500	29,500	0.0%
41 PROFESSIONAL SERVICES	22,649	53,910	53,910	53,910	53,910	0.0%
42 COMMUNICATION	17,619	14,246	14,246	14,246	14,246	0.0%
43 TRAVEL	448	8,000	8,000	8,000	8,000	0.0%
45 OPERATING RENTS	7,308	9,000	9,000	9,000	9,000	0.0%
46 INSURANCE	10,599	12,251	12,251	12,251	12,251	0.0%
49 MISCELLANEOUS	37,089	45,000	45,000	45,000	45,000	0.0%
99 OTHER INTERFUND SERVICES/CHGS	16,208	13,202	13,202	13,202	14,100	6.8%
TOTAL EXECUTIVE ADMINISTRATION	\$ 798,085	\$ 876,743	\$ 877,558	\$ 877,558	\$ 903,739	3.0%

Fund 001
Executive Department
Administration Facilities (City Hall)

Function

The function of this department is to collect all of the costs associated with operating and maintaining the City Hall building located at 1049 State Avenue.

Budget Narrative

Supplies include janitorial supplies, light bulbs and other miscellaneous supplies needed for the operation of the building.

Other services include janitorial services, utility costs and materials for repairs and maintenance of the building.

Other interfund services include labor costs for in-house repairs and maintenance performed by the Facilities department.

Approved Budget Requests

None

Item(s) Requested But Not Approved

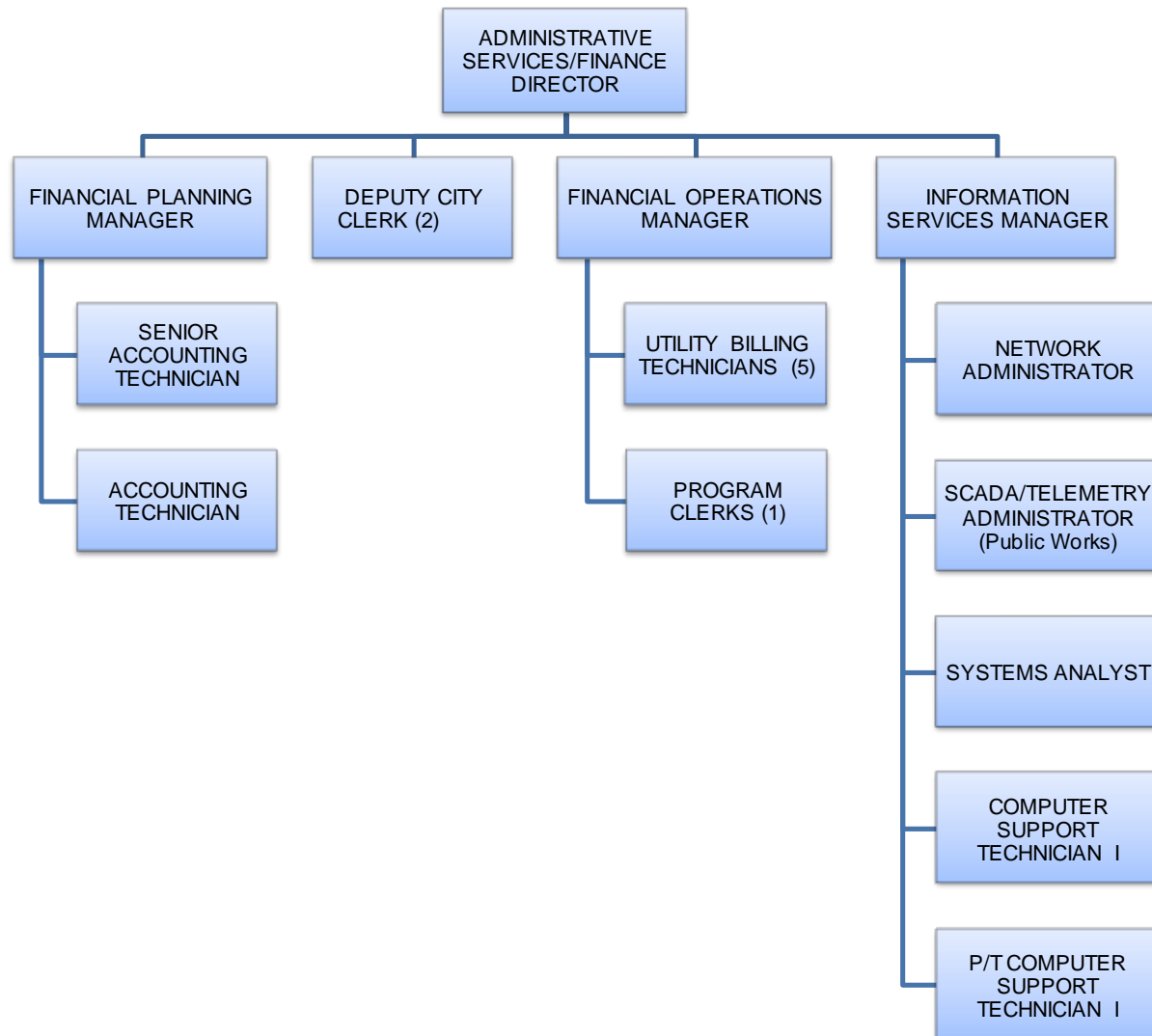
None

Fund 001
Executive Department
Administration Facilities (City Hall)

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
31 OFFICE & OPERATING SUPPLIES	3,879	6,000	6,000	6,000	6,000	0.0%
41 PROFESSIONAL SERVICES	10,067	15,500	15,500	15,500	15,500	0.0%
42 COMMUNICATION	3,498	3,500	3,500	3,500	3,500	0.0%
47 PUBLIC UTILITY SERVICE	22,352	24,000	24,000	24,000	24,000	0.0%
48 REPAIRS & MAINTENANCE	11,385	4,000	4,000	4,000	4,000	0.0%
49 MISCELLANEOUS	-	250	250	250	250	0.0%
98 INTERFUND REPAIRS & MAINT.	19,819	18,683	18,683	18,683	16,714	-10.5%
TOTAL ADMINISTRATION FACILITIES	\$ 70,999	\$ 71,933	\$ 71,933	\$ 71,933	\$ 69,964	-2.7%



FINANCE DEPARTMENT



Information Services budget reported in the Internal Service funds – Fund 503.

Fund 001
Finance Department
Finance

Mission

The mission of the Finance department is to maintain the public trust through sound financial management and reporting; promote the efficient and effective use of Marysville's financial resources.

Function

The Finance department coordinates and prepares the City's annual budget. In addition, this department is responsible for annual financial reporting and audit support, cash management, accounts payable, payroll, general invoicing, maintains and monitors capital asset inventory, maintains the books of account for all funds, prepares regulatory reports including excise & leasehold tax returns, state & federal payroll tax reports and unclaimed property reports and performs all major account reconciliation, including A/P, payroll, cash and capital assets. Fifty-four percent of the department's budget is allocated out to benefiting departments based on percent of total city budget. The allocation breakdown for 2013 is: Streets 10%, Utilities 65%, Solid Waste 17%, Golf 4%, Fleet Maintenance 3% and Facilities Maintenance 1%.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Administrative Services/Finance Director	1	1	1
Financial Planning Manager	1	1	1
Sr Accounting Technician	1	1	1
Accounting Technician (Accounts Payable)	0	0	1
Financial Analyst	1	1	0
TOTAL - FINANCE/ACCOUNTING	4	4	4

Changes

The Finance Director's salary is split evenly across the three departments within Finance for allocation purposes.

Budget Narrative

Supplies cover the purchase of general office supplies, check stock, form printing, and postage meter lease payments.

Other services include phones, postage, training, travel reimbursement and membership fees.

Other interfund services include the Information Services (IS) cost allocation for computer maintenance and equipment replacement.

Approved Budget Requests

Description	Amount	On-Going
Upgrade Financial Planning Mgr to Asst. Finance Dir.	2,677	Yes
Total	\$2,677	

Item(s) Requested But Not Approved

None

Fund 001
Finance Department
Finance

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 392,107	\$ 286,017	\$ 286,017	\$ 286,017	\$ 276,899	-3.2%
12 OVERTIME	-	100	100	100	100	0.0%
21 SOCIAL SECURITY	26,915	20,931	20,931	20,931	20,494	-2.1%
22 PENSION	22,965	22,994	22,994	22,994	25,067	9.0%
23 HEALTH INSURANCE	62,535	51,287	51,287	51,287	38,195	-25.5%
24 WORKMAN'S COMPENSATION	1,123	1,089	1,089	1,089	877	-19.5%
25 UNEMPLOYMENT COMPENSATION	819	573	1,146	1,146	1,373	19.8%
31 OFFICE & OPERATING SUPPLIES	4,095	5,000	5,000	5,000	5,000	0.0%
41 PROFESSIONAL SERVICES	3,347	1,500	1,500	1,500	1,500	0.0%
42 COMMUNICATION	4,845	5,500	5,500	5,500	5,500	0.0%
43 TRAVEL	739	2,000	2,000	2,000	2,000	0.0%
45 OPERATING RENTALS & LEASES	3,652	3,000	3,000	3,000	3,000	0.0%
46 INSURANCE	6,136	7,092	7,092	7,092	7,092	0.0%
49 MISCELLANEOUS	2,477	3,000	3,000	3,000	3,000	0.0%
99 OTHER INTERFUND SERVICES/CHGS	11,412	13,788	13,788	13,788	10,272	-25.5%
TOTAL FINANCE	\$ 543,167	\$ 423,871	\$ 424,444	\$ 424,444	\$ 400,369	-5.7%

Fund 001
Finance Department
City Clerk

Function

The City Clerk's office maintains and tracks all official city records, fulfills all legal requirements of recording, posting, publicizing and filing documents and administers all ordinances and resolutions. The office schedules and coordinates City Council weekly agendas and packet preparation.

Nineteen percent of the department's budget is allocated out as follows: Streets 28%, Utilities 60%, Solid Waste 4%, Golf 4%, Fleet Maintenance 1% and Facilities Maintenance 3%.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Deputy City Clerk	2	2	2
TOTAL - CITY CLERK	2	2	2

Changes

The Finance Director's salary is being allocated based on headcount across the three departments within Finance for allocation purposes

Budget Narrative

Supplies include general office supplies and the lease of the postage machine.

Other services include phones, copy machine lease payments, minute taking services, training, and travel reimbursement.

Other interfund services include the Information Services (IS) cost allocation for computer maintenance and equipment replacement.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Finance Department
City Clerk

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	111,965	143,367	143,367	143,367	152,512	6.4%
21 SOCIAL SECURITY	8,275	10,258	10,258	10,258	10,898	6.2%
22 PENSION	7,021	11,562	11,562	11,562	13,971	20.8%
23 HEALTH INSURANCE	32,239	38,130	38,130	38,130	43,187	13.3%
24 WORKMAN'S COMPENSATION	591	727	727	727	586	-19.4%
25 UNEMPLOYMENT COMPENSATION	234	287	574	574	763	32.9%
31 OFFICE & OPERATING SUPPLIES	751	2,800	2,800	2,800	2,800	0.0%
35 SMALL TOOLS	8,800	-	-	-	-	0.0%
41 PROFESSIONAL SERVICES	19,907	18,500	18,500	18,500	18,500	0.0%
42 COMMUNICATION	281	700	700	700	700	0.0%
43 TRAVEL	-	2,000	2,000	2,000	2,000	0.0%
44 ADVERTISING	1,890	1,600	1,600	1,600	1,600	0.0%
45 RENTS	3,652	3,000	3,000	3,000	3,000	0.0%
46 INSURANCE	2,789	3,224	3,224	3,224	3,224	0.0%
48 REPAIRS & MAINTENANCE	-	250	250	250	250	0.0%
49 MISCELLANEOUS	519	1,000	1,000	1,000	1,000	0.0%
99 OTHER INTERFUND SERVICES/CHGS	6,225	6,959	6,959	6,959	7,478	7.5%
TOTAL CITY CLERK	\$ 205,139	\$ 244,364	\$ 244,651	\$ 244,651	\$ 262,469	7.3%

Fund 001
Finance Department
Utility Billing

Function

The Utility Billing Department is responsible for the billing of all water, sewer, garbage and surface water customers.

One hundred percent of the department's budget is allocated out as follows: Utilities 77% and Solid Waste 23%.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Financial Operations Manager	0	0	1
Business Office Supervisor (Utility Billing)	1	1	0
Accounting Technician (Utility Billing)	4	5	5
Program Clerk	2	1	1
TOTAL - UTILITY BILLING	7	7	7

Changes

The Finance Director's salary is being allocated based on headcount across the three departments within Finance for allocation purposes.

In 2012 one Program Clerk position was upgraded to Accounting Technician.

Budget Narrative

Supplies include general office supplies, forms and envelopes.

Other services includes fees for lockbox processing, bill printing services, site hosting fees for on-line bill pay, postage, training, and travel reimbursement.

Other interfund services include the Information Services (IS) cost allocation for computer maintenance and equipment replacement.

Approved Budget Requests

Description	Amount	On-Going
Upgrade Financial Analyst to Financial Operations Manager	5,216	Yes
Seasonal Pay	11,675	
Total	\$16,891	

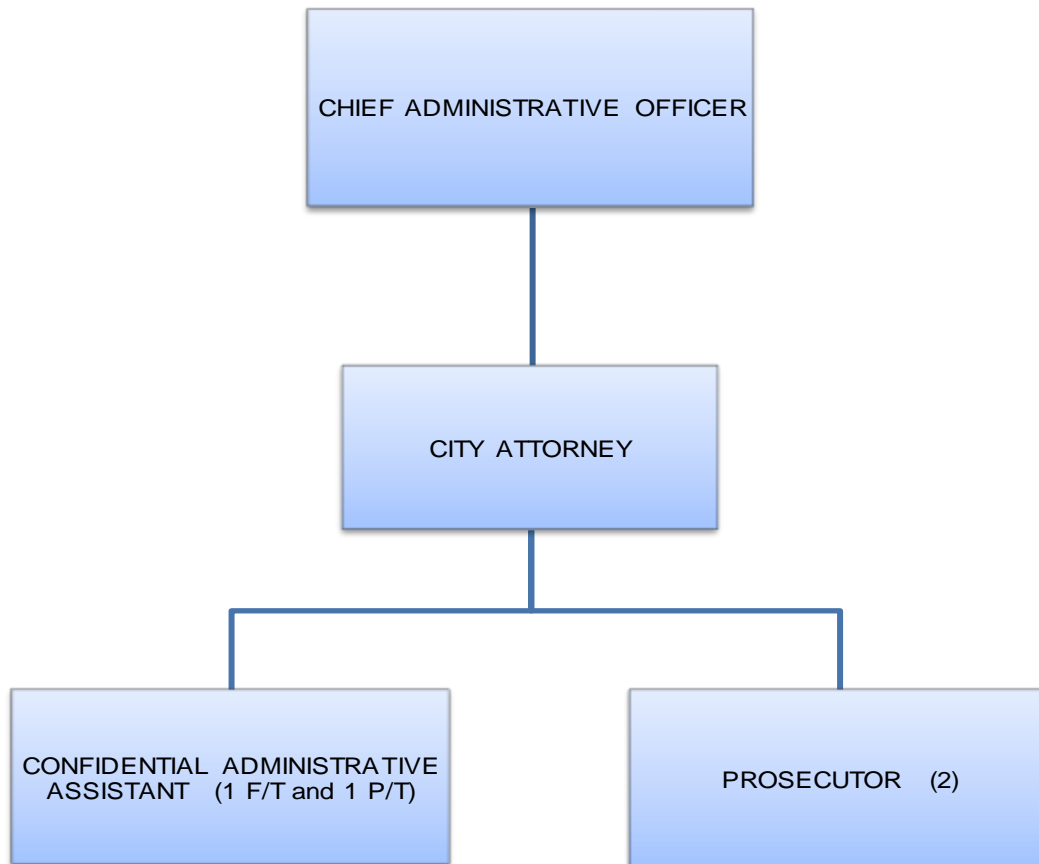
Item(s) Requested But Not Approved

None

Fund 001
Finance Department
Utility Billing

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	382,113	500,311	500,311	500,311	540,255	8.0%
12 OVERTIME	17	-	-	-	-	0.0%
21 SOCIAL SECURITY	28,263	36,018	36,018	36,018	37,596	4.4%
22 PENSION	23,092	40,293	40,293	40,293	47,886	18.8%
23 HEALTH INSURANCE	91,057	118,226	118,226	118,226	119,402	1.0%
24 WORKMAN'S COMPENSATION	1,860	2,539	2,539	2,539	2,047	-19.4%
25 UNEMPLOYMENT COMPENSATION	797	1,001	2,002	2,002	2,616	30.7%
31 OFFICE & OPERATING SUPPLIES	5,202	2,200	2,200	2,200	2,200	0.0%
41 PROFESSIONAL SERVICES	164,812	170,000	170,000	170,000	170,000	0.0%
42 COMMUNICATION	4,779	6,416	6,416	6,416	6,416	0.0%
43 TRAVEL	-	500	500	500	500	0.0%
45 RENTS	3,302	3,500	3,500	3,500	3,500	0.0%
46 INSURANCE	6,694	7,737	7,737	7,737	7,737	0.0%
48 REPAIRS & MAINTENANCE	-	100	100	100	100	0.0%
49 MISCELLANEOUS	122	200	200	200	200	0.0%
99 OTHER INTERFUND SERVICES/CHGS	22,045	19,019	19,019	19,019	27,204	43.0%
TOTAL UTILITY BILLING	\$ 734,155	\$ 908,060	\$ 909,061	\$ 909,061	\$ 967,659	6.4%

LEGAL DEPARTMENT



**Fund 001
Legal Services**

Function

The function of this department is to provide legal services for all aspects of city government. The City Attorney provides legal advice and service to the Mayor, CAO, City Council, city boards, commissions and departments. This includes advising the City regarding new Federal and State legislation. Additionally, the City Attorney prepares and/or reviews all ordinances, resolutions and agreements, and oversees the prosecution function.

The City Attorney represents the City in a wide variety of litigation matters, including but not limited to defending the City against claims not covered by the City's liability insurance.

City Prosecutor services include prosecution of civil and criminal matters related to violations of the Marysville Municipal Code, including misdemeanor, gross misdemeanor, and traffic infraction violations that occur within the Marysville City limits.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Prosecutor	2	2	2
Administrative Assistant	1.5	1.5	1.5
TOTAL - LEGAL DEPARTMENT	3.5	3.5	3.5

Changes

None

Budget Narrative

Other services covers legal fees charged by the City Attorney for work associated with General Fund activities. It also includes the fees paid to the public defenders.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

**Fund 001
Legal Services**

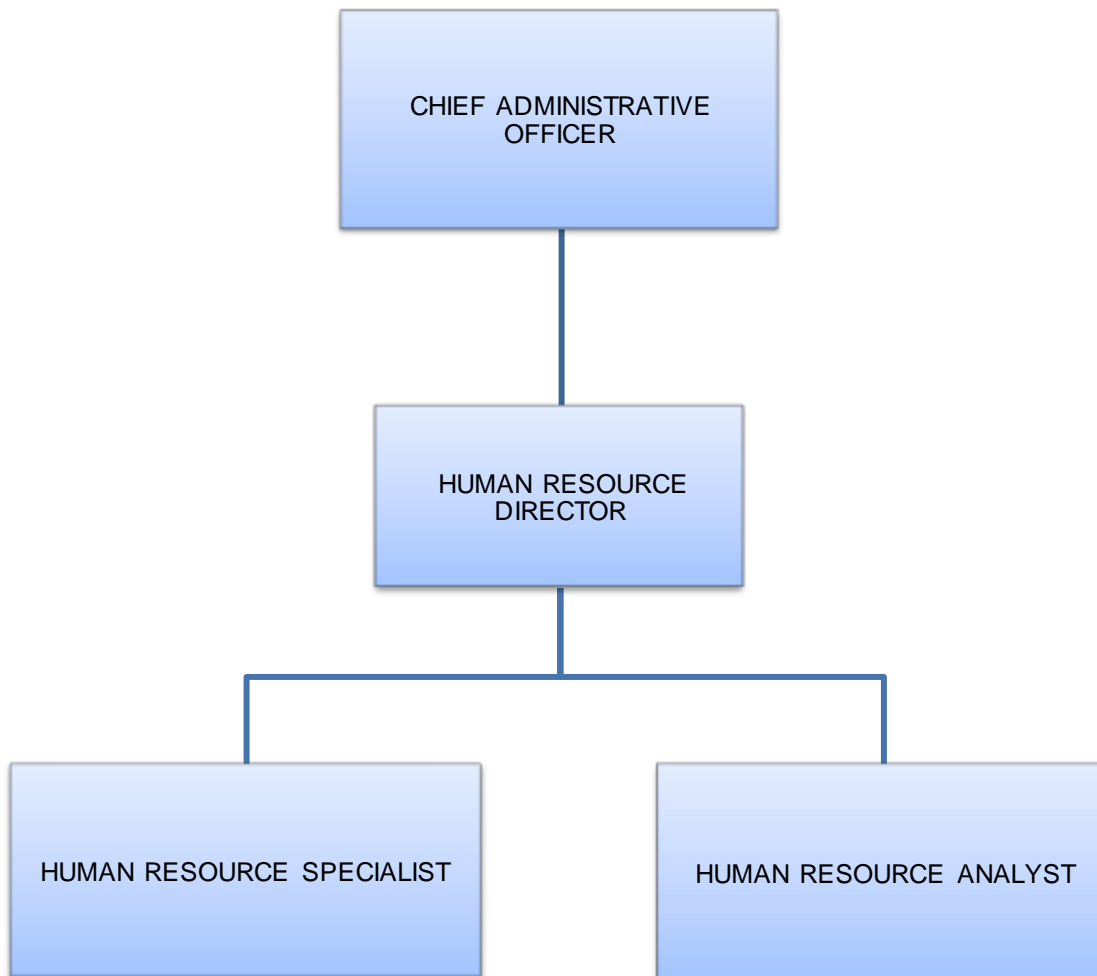
Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 260,976	\$ 283,529	\$ 283,529	\$ 283,529	\$ 296,823	4.7%
111 SEASONAL PAY	5,843	10,000	10,000	10,000	10,000	0.0%
21 SOCIAL SECURITY	20,092	21,373	21,373	21,373	22,365	4.6%
22 PENSION	15,997	22,169	22,169	22,169	26,985	21.7%
23 HEALTH INSURANCE	45,148	48,423	48,423	48,423	49,682	2.6%
24 WORKMAN'S COMPENSATION	1,069	1,173	1,173	1,173	945	-19.4%
25 UNEMPLOYMENT COMPENSATION	557	568	1,136	1,136	1,484	30.6%
31 OFFICE AND OPERATING SUPPLIES	374	2,000	2,000	2,000	2,000	0.0%
41 PROFESSIONAL SERVICES	7,258	4,000	4,000	4,000	4,000	0.0%
42 COMMUNICATION	2,058	2,500	2,500	2,500	2,500	0.0%
43 TRAVEL	-	500	500	500	500	0.0%
45 OPERATING RENTS	1,784	2,900	2,900	2,900	2,900	0.0%
46 INSURANCE	12,273	14,185	14,185	14,185	14,185	0.0%
49 MISCELLANEOUS	1,199	3,000	3,000	3,000	3,000	0.0%
99 OTHER INTERFUND SERVICES	12,449	12,775	12,775	12,775	13,728	7.5%
TOTAL LEGAL - PROSECUTION	\$ 387,076	\$ 429,095	\$ 429,663	\$ 429,663	\$ 451,097	5.0%

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
41 PROFESSIONAL SERVICES	192,126	200,000	200,000	200,000	200,000	0.0%
TOTAL LEGAL - PUBLIC DEFENSE	\$ 192,126	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000	0.0%

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
31 OFFICE AND OPERATING SUPPLIES	3,418	3,500	3,500	3,500	3,500	0.0%
41 PROFESSIONAL SERVICES	146,951	210,000	210,000	210,000	210,000	0.0%
42 COMMUNICATION	1,081	1,000	1,000	1,000	1,000	0.0%
49 MISCELLANEOUS	88	-	-	-	-	0.0%
99 OTHER INTERFUND SERVICES	5,187	5,346	5,346	5,346	5,748	7.5%
TOTAL LEGAL - GENERAL	\$ 156,725	\$ 219,846	\$ 219,846	\$ 219,846	\$ 220,248	0.2%



HUMAN RESOURCE DEPARTMENT



**Fund 001
Legal Services****Function**

The function of the HR department is to provide human resource services to all city departments, including recruitment, testing, job classification, salary and benefit administration, training, employee relations and policy development.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Human Resources Director	0	1	1
Human Resources Assistant Director	1	0	0
Human Resources Specialist II	1	1	1
Human Resources Analyst	1	1	1
TOTAL	3	3	3

Changes

Assistant Director's position was reclassified to Director in 2012.

Budget Narrative

Office and operating supplies include general office supplies, form printing, and the annual software licensing fee of approximately \$5,000 for the Neogov Software.

Professional services include the monthly retainer fee to Allied Employers for labor relations consultant, annual fee to AWC, and back ground checks for new hires.

Miscellaneous includes employee appreciation (\$6,000), and employee wellness programs (\$5,250). Also included are fees associated with the civil service testing.

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement.

Approved Budget Requests

None

Item(s) Requested But Not Approved

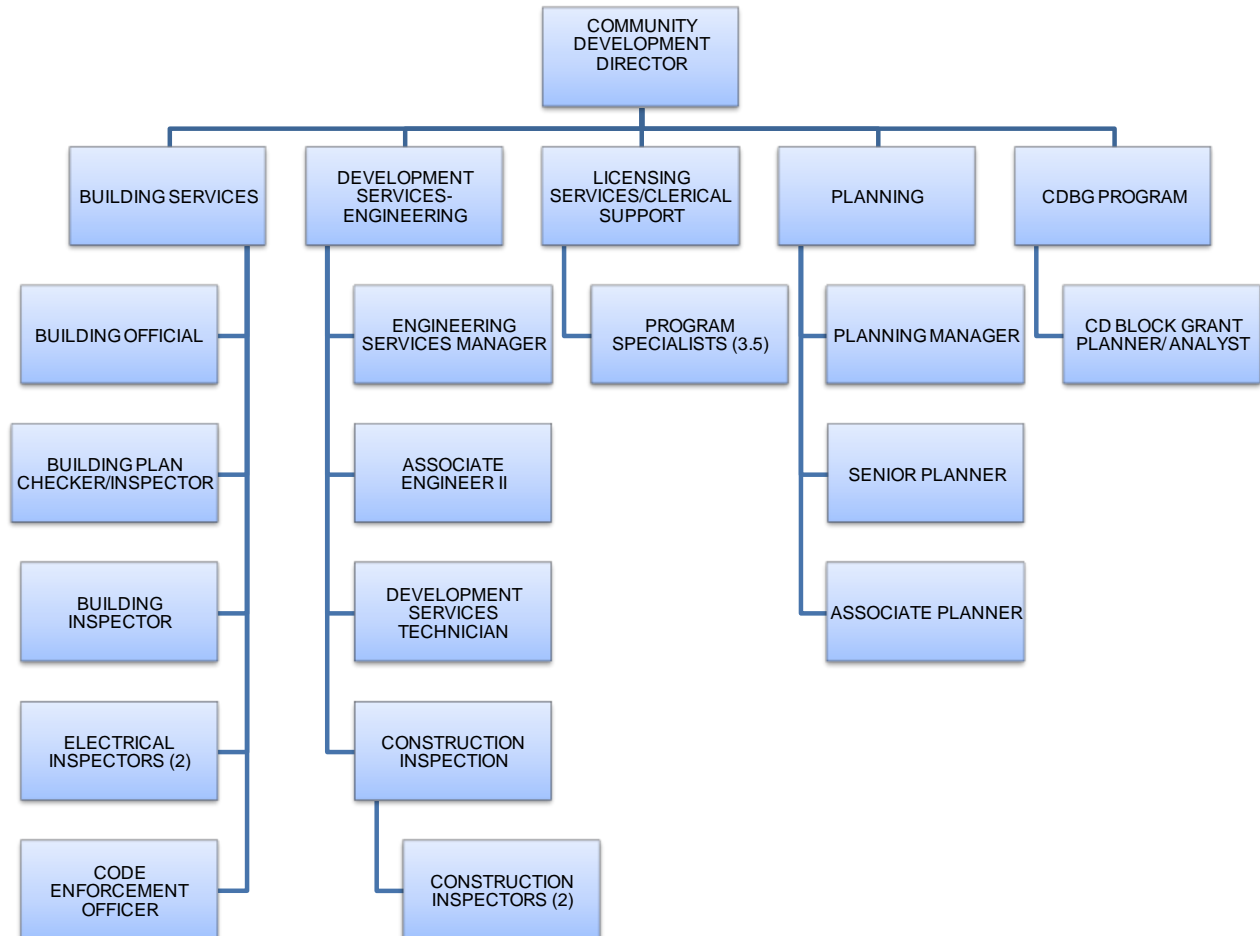
None

Fund 001
Human Resources

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	272,454	278,084	278,084	278,084	288,181	3.6%
12 OVERTIME	228	500	500	500	500	0.0%
21 SOCIAL SECURITY	20,253	20,535	20,535	20,535	21,172	3.1%
22 PENSION	16,561	21,819	21,819	21,819	26,639	22.1%
23 HEALTH INSURANCE	25,147	26,887	26,887	26,887	27,477	2.2%
24 WORKMAN'S COMPENSATION	863	1,005	1,005	1,005	810	-19.4%
25 UNEMPLOYMENT COMPENSATION	568	546	1,092	1,092	1,441	32.0%
31 OFFICE & OPERATING SUPPLIES	7,524	7,500	7,500	7,500	7,500	0.0%
41 PROFESSIONAL SERVICES	94,261	52,000	52,000	52,000	52,000	0.0%
42 COMMUNICATION	2,820	2,086	2,086	2,086	2,086	0.0%
43 TRAVEL	672	1,250	1,250	1,250	1,250	0.0%
45 RENTS	3,428	5,000	5,000	5,000	5,000	0.0%
46 INSURANCE	4,463	5,158	5,158	5,158	5,158	0.0%
49 MISCELLANEOUS	10,684	20,110	20,110	20,110	20,110	0.0%
99 OTHER INTERFUND SERVICES/CHGS	11,412	11,677	11,677	11,677	12,540	7.4%
TOTAL HUMAN RESOURCES	\$ 471,339	\$ 454,157	\$ 454,703	\$ 454,703	\$ 471,864	3.8%



COMMUNITY DEVELOPMENT



Fund 001 Community Development

Mission

The mission of the Community Development department is to create a vibrant Marysville by promoting economic growth and healthy neighborhoods while protecting our natural environment.

Function

The Community Development department is responsible for the preparation, administration and implementation of land use plans, proposals, policies and codes that guide and regulate the physical development of the City. Department functions include land use planning, development reviews and inspections, building review and inspections, code enforcement, and business licenses.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Community Development Director	0	0	0
Engineering Services Manager	1	1	1
Development Services Technician	1	1	1
Planning Manager	1	1	1
Senior Planner	1	1	1
Associate Planner	1	1	1
Building Official	1	1	1
Plans Examiner/Sr Building Inspector	1	1	1
Building Inspector	1	1	1
Code Enforcement Officer	1	1	1
CD Block Grant Planner/Analyst*	0	0.5	0.5
Program Specialist	3.5	3.5	3.5
Associate Engineer III	1	1	1
Construction Inspector	1.5	1.5	1.5
Electrical Inspector	2	2	2
TOTAL	17.0	17.5	17.5

Total Funded By Community Development	13.8	13.8	13.8
Total Funded By CDBG Grant	0.0	0.5	0.5
Total Funded by Street Dept	0.2	0.2	0.2
Total Funded by Utility Dept	3.0	3.0	3.0
Total Funded by Solid Waste	0.1	0.1	0.1

Budget Narrative

Supplies include general office supplies, fuel for the city vehicles, and the purchase of small tools such as computer equipment.

Miscellaneous expenses include seminars, training, association fees and subscriptions, lease of postage and copier machines, Arcinfo, ArcView, ArcIMS maintenance and upgrades, and permitting software maintenance.

Also included in other services are communication costs, travel, advertising, insurance, operating leases, and repairs and maintenance.

Interfund services include allocations from Fleet, Facilities and Information Services.

Approved Budget Requests

None

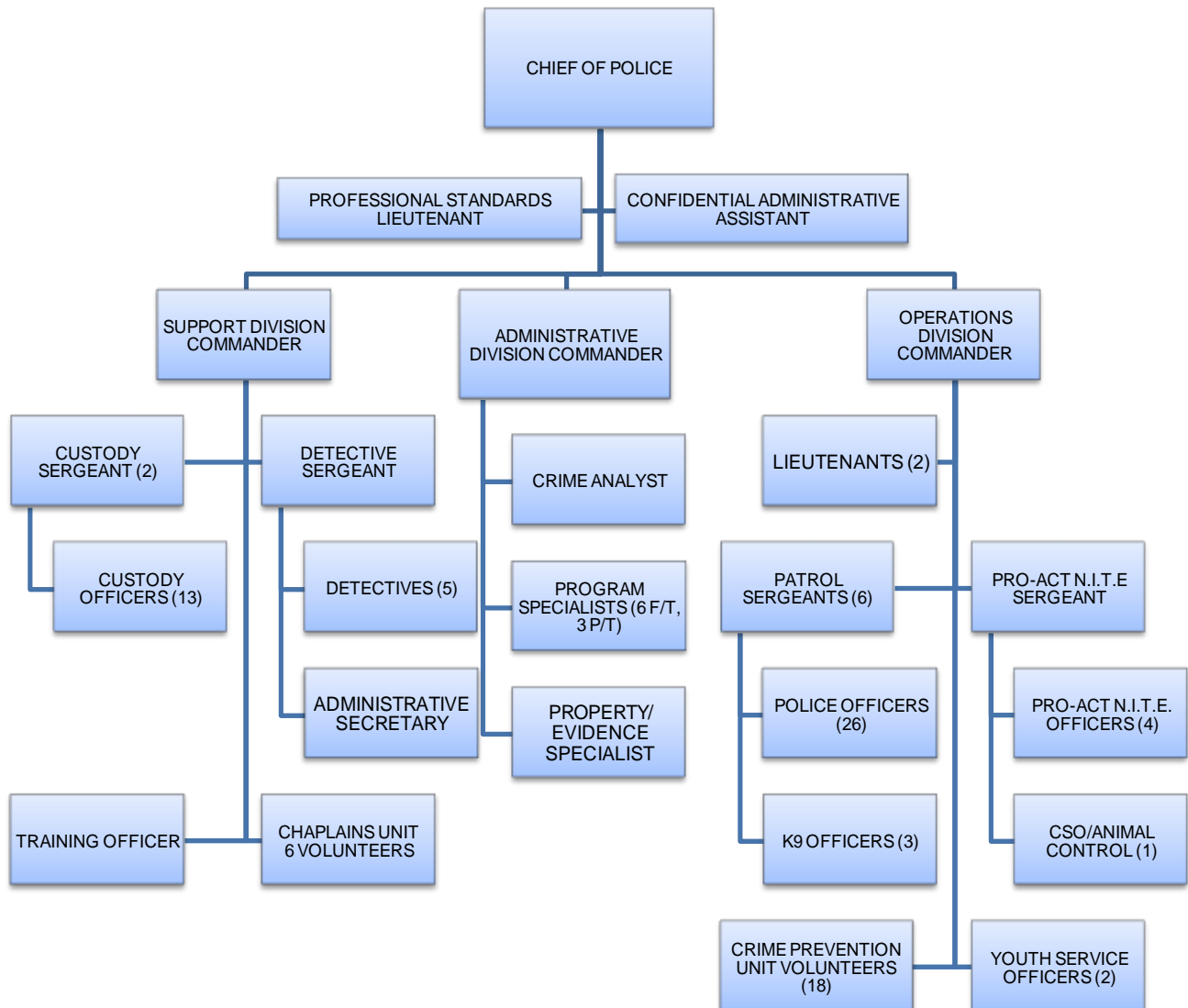
Item(s) Requested But Not Approved

None

Fund 001
Community Development

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 1,077,428	\$ 1,118,351	\$ 1,118,351	\$ 1,118,351	\$ 1,056,653	-5.5%
111 SEASONAL PAY	6,440	10,000	10,000	10,000	99,000	890.0%
12 OVERTIME	617	2,500	2,500	2,500	2,500	0.0%
21 SOCIAL SECURITY	81,424	85,121	85,121	85,121	81,626	-4.1%
22 PENSION	67,016	89,049	89,049	89,049	95,507	7.3%
23 HEALTH INSURANCE	184,403	205,708	205,708	205,708	193,930	-5.7%
24 WORKMAN'S COMPENSATION	12,739	15,423	15,423	15,423	12,952	-16.0%
25 UNEMPLOYMENT COMPENSATION	2,260	2,237	4,474	4,474	5,426	21.3%
26 UNIFORMS	1,864	1,400	1,400	1,400	1,400	0.0%
31 OFFICE & OPERATING SUPPLIES	9,679	10,000	10,000	10,000	10,000	0.0%
32 FUEL	10,666	12,000	12,000	12,000	12,000	0.0%
41 PROFESSIONAL SERVICES	21,498	25,000	25,000	25,000	25,000	0.0%
42 COMMUNICATION	9,980	16,602	16,602	16,602	16,602	0.0%
43 TRAVEL	60	6,000	6,000	6,000	6,000	0.0%
44 ADVERTISING	3,219	3,500	3,500	3,500	3,500	0.0%
45 OPERATING RENTALS & LEASES	11,422	11,500	11,500	11,500	11,500	0.0%
46 INSURANCE	22,872	26,435	26,435	26,435	26,435	0.0%
48 REPAIRS & MAINTENANCE	-	2,000	2,000	2,000	2,000	0.0%
49 MISCELLANEOUS	106,961	62,000	62,000	62,000	62,000	0.0%
95 INTERFUND RENTS	8,316	8,316	8,316	8,316	8,316	0.0%
98 INTERFUND REPAIRS & MAINT.	9,838	21,752	21,752	21,752	21,719	-0.2%
99 OTHER INTERFUND SERVICES/CHGS	50,380	64,759	64,759	64,759	58,465	-9.7%
TOTAL COMMUNITY DEVELOPMENT	\$ 1,699,081	\$ 1,799,653	\$ 1,801,890	\$ 1,801,890	\$ 1,812,531	0.6%

POLICE DEPARTMENT



**Fund 001
Police Department**

Mission

The men and women of the Marysville Police Department are dedicated to providing safety and security to the public we serve, through teamwork, mutual respect, and in partnership with the community.

Headcount – Total Department

POSITION CLASSIFICATION	2011	2012	2013
Chief of Police	1	1	1
Commander	2	2	3
Lieutenant	3	3	3
Administrative Division Manager	1	1	0
Sergeants (Detective/Patrol)	8	8	8
Patrol Officers & Detectives	41	39	40
Custody Sergeant	2	2	3
Custody Officers	13	13	12
Community Service Officer (CSO)	1	1	1
Crime Analyst	1	1	1
Business Office Manager	1	0	0
Confidential Administrative Assistant	1	1	1
Administrative Secretary	1	1	1
Program Specialist	7.5	7.5	7.5
Property/Evidence Specialist	1	1	1
TOTAL POLICE DEPARTMENT	84.5	81.5	82.5

Headcount breakdown by department is included on the following pages.

Approved Budget Requests – Police Summary

Description	Amount	On-Going
Reclassification of Division Admin. Mgr. to Commander	\$26,736	Yes
Upgrade Custody Officer Position to Sergeant	7,820	Yes
Patrol Officer (2 NITE)(Mid-Year Hire)	133,832	Yes
Total	\$168,388	

Item(s) Requested But Not Approved

None

**Fund 001
Police Department**

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 6,779,908	\$ 6,792,383	\$ 6,792,383	\$ 6,792,383	\$ 7,018,498	3.3%
12 OVERTIME	712,460	571,700	571,700	571,700	678,700	18.7%
21 SOCIAL SECURITY	560,859	554,026	554,026	554,026	578,537	4.4%
22 PENSION	450,422	452,130	452,130	452,130	483,605	7.0%
23 HEALTH INSURANCE	1,470,105	1,531,649	1,531,649	1,531,649	1,565,484	2.2%
24 WORKMAN'S COMPENSATION	120,335	177,690	177,690	177,690	147,216	-17.2%
25 UNEMPLOYMENT COMPENSATION	15,854	14,983	29,966	29,966	38,392	28.1%
26 UNIFORMS	84,994	114,880	114,880	114,880	114,880	0.0%
31 OFFICE & OPERATING SUPPLIES	186,479	180,650	180,650	180,650	180,650	0.0%
32 FUEL CONSUMED	179,644	111,000	111,000	111,000	111,000	0.0%
35 SMALL TOOLS	11,915	600	600	600	2,800	0.0%
41 PROFESSIONAL SERVICES	124,729	200,800	200,800	200,800	200,800	0.0%
42 COMMUNICATION	28,681	63,629	63,629	63,629	63,629	0.0%
43 TRAVEL	2,534	13,860	13,860	13,860	13,860	0.0%
44 ADVERTISING	-	1,000	1,000	1,000	1,000	0.0%
45 OPERATING RENTAL	40,064	47,400	47,400	47,400	47,400	0.0%
46 INSURANCE	85,350	100,798	100,798	100,798	100,798	0.0%
48 REPAIRS/MAINTENANCE	34,921	24,320	24,320	24,320	24,320	0.0%
49 MISCELLANEOUS	25,042	26,851	26,851	26,851	66,348	147.1%
55 INTERGOVERNMENTAL	1,577,874	1,982,164	1,982,164	1,982,164	1,832,164	-7.6%
98 INTERFUND REPAIRS	168,702	269,286	269,286	269,286	343,079	27.4%
99 OTHER INTERFUND SERVICES/CHGS	252,875	272,723	272,723	272,723	309,408	13.5%
TOTAL POLICE DEPARTMENT	\$ 12,913,745	\$ 13,504,522	\$ 13,519,505	\$ 13,519,505	\$ 13,922,568	3.0%

A budget breakdown by department is included on the following pages.

Fund 001
Police Department
Police Administration

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Chief of Police	1	1	1
Commander	2	2	3
Lieutenant	3	3	3
Administrative Division Manager	1	1	0
Crime Analyst	1	1	1
Business Office Manager	1	0	0
Confidential Administrative Assistant	1	1	1
TOTAL - ADMINISTRATION	10	9	9

Budget Narrative

Supplies include the purchase of general office supplies, form and document printing.

Professional services include costs for annual membership dues, and subscriptions, pre-employment physiological and medical exams, armored car services, and temporary help as needed. Also included are the LEOFF 1 retiree reimbursable medical expenses.

Travel includes mileage and travel reimbursement for local and out of area meetings, training, and conferences.

Miscellaneous expenses include training and meeting expenses.

Intergovernmental services increased to cover the Snohomish County Air Support fees.

Interfund repairs include the cost allocation from Fleet for the vehicles assigned to the command staff.

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement.

Approved Budget Requests

Description	Amount	On-Going
Reclassification of Division Admin. Mgr. to Commander	\$26,736	Yes
Total	\$26,736	

Item(s) Requested But Not Approved

None

Fund 001
Police Department
Police Administration

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 1,075,199	\$ 1,037,686	\$ 1,037,686	\$ 1,037,686	\$ 1,084,636	4.5%
12 OVERTIME	4,290	2,500	2,500	2,500	2,500	0.0%
21 SOCIAL SECURITY	72,785	71,638	71,638	71,638	83,341	16.3%
22 PENSION	80,744	65,076	65,076	65,076	69,800	7.3%
23 HEALTH INSURANCE	292,444	314,083	314,083	314,083	303,769	-3.3%
24 WORKMAN'S COMPENSATION	9,617	14,937	14,937	14,937	12,108	-18.9%
25 UNEMPLOYMENT COMPENSATION	2,273	2,076	4,152	4,152	5,337	28.5%
26 UNIFORMS	9,859	11,900	11,900	11,900	11,900	0.0%
31 OFFICE & OPERATING SUPPLIES	3,326	3,000	3,000	3,000	3,000	0.0%
35 SMALL TOOLS	11,915	-	-	-	-	0.0%
41 PROFESSIONAL SERVICES	42,679	55,000	55,000	55,000	55,000	0.0%
42 COMMUNICATION	9,654	11,202	11,202	11,202	11,202	0.0%
43 TRAVEL	637	1,000	1,000	1,000	1,000	0.0%
44 ADVERTISING	-	1,000	1,000	1,000	1,000	0.0%
45 OPERATING RENTALS & LEASES	3,286	2,000	2,000	2,000	2,000	0.0%
46 INSURANCE	7,810	9,027	9,027	9,027	9,027	0.0%
48 REPAIRS & MAINTENANCE	-	800	800	800	800	0.0%
49 MISCELLANEOUS	8,060	15,351	15,351	15,351	4,000	-73.9%
55 INTERGOVERNMENTAL	400	4,800	4,800	4,800	4,800	0.0%
98 INTERFUND REPAIRS & MAINT.	3,186	10,402	10,402	10,402	8,407	-19.2%
99 OTHER INTERFUND SERVICES/CHGS	42,602	37,785	37,785	37,785	43,440	15.0%
TOTAL POLICE ADMINISTRATION	\$ 1,680,766	\$ 1,671,263	\$ 1,673,339	\$ 1,673,339	\$ 1,717,067	2.6%

Fund 001
Police Department
Police Investigation

Function

Investigation Division is staffed by one Sergeant, five Detectives and an Administrative Assistant. Detectives handle high-profile investigation, felony crime investigations requiring follow-up investigation and narcotics investigations.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Sergeant (Detective)	1	1	1
Detectives (Commissioned Officers)	5	5	5
Administrative Secretary	1	1	1
TOTAL - DETECTIVES	7	7	7

Budget Narrative

Office and operating supplies include general office supplies.

Professional services include dues, fees and subscriptions to various organizations, legal fees, and drug analysis fees.

Communication includes the monthly costs for the land lines, long distance and Nextel service charges

Travel includes mileage and travel reimbursement for local and out of area meetings, training and conferences.

Operating Rental includes copy machine lease payments.

Miscellaneous expenses include costs incurred during criminal investigations.

Interfund repairs and maintenance include the allocation from Fleet for the vehicles assigned to the detectives.

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Police Department
Police Investigation

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 635,523	\$ 635,576	\$ 635,576	\$ 635,576	\$ 645,718	1.6%
12 OVERTIME	64,779	80,000	80,000	80,000	80,000	0.0%
21 SOCIAL SECURITY	51,275	54,788	54,788	54,788	54,411	-0.7%
22 PENSION	36,984	39,974	39,974	39,974	40,336	0.9%
23 HEALTH INSURANCE	121,505	125,170	125,170	125,170	128,124	2.4%
24 WORKMAN'S COMPENSATION	10,300	15,308	15,308	15,308	12,609	-17.6%
25 UNEMPLOYMENT COMPENSATION	1,466	1,464	2,928	2,928	3,629	23.9%
26 UNIFORMS	8,663	12,525	12,525	12,525	12,525	0.0%
31 OFFICE & OPERATING SUPPLIES	3,591	5,000	5,000	5,000	5,000	0.0%
35 SMALL TOOLS	-	-	-	-	-	0.0%
41 PROFESSIONAL SERVICES	6,828	6,000	6,000	6,000	6,000	0.0%
42 COMMUNICATION	1,978	7,186	7,186	7,186	7,186	0.0%
43 TRAVEL	1,361	1,000	1,000	1,000	1,000	0.0%
45 OPERATING RENTALS & LEASES	4,111	3,500	3,500	3,500	3,500	0.0%
46 INSURANCE	5,578	6,448	6,448	6,448	6,448	0.0%
48 REPAIRS & MAINTENANCE	181	1,000	1,000	1,000	1,000	0.0%
49 MISCELLANEOUS	7,621	500	500	500	500	0.0%
55 INTERGOVERNMENTAL	-	-	-	-	-	0.0%
98 INTERFUND REPAIRS & MAINT.	17,064	30,737	30,737	30,737	27,609	-10.2%
99 OTHER INTERFUND SERVICES/CHGS	29,372	29,635	29,635	29,635	31,896	7.6%
TOTAL POLICE INVESTIGATION	\$ 1,008,179	\$ 1,055,811	\$ 1,057,275	\$ 1,057,275	\$ 1,067,491	1.0%

Fund 001
Police Department
Police Patrol

Function

The Operations Division provides police services 24 hours a day, seven days a week. Patrol is staffed by five sergeants and 25 officers, which are divided into four squads. Marysville city limits are currently divided into five beats. Officers are assigned to one of five beats daily. The Patrol Division responds to crimes in progress, calls for service and proactive law enforcement.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Sergeant (5 -Patrol)	6	6	6
Patrol Officers	26	24	24
TOTAL - PATROL	32	30	30

Changes

In 2011, two of the Patrol Officers were moved to the K9 section of the budget, four officers were moved to the Pro-Act section of the budget, one to the Training section and with the opening of the new high school, two additional officers were moved from Patrol to Youth Services.

Budget Narrative

Supplies include the purchase of general office supplies, fuel for the patrol vehicles and small dollar equipment purchases.

Professional services include towing fees and membership fees to the National Polygraph Association.

Communication includes the land lines, long distance and Nextel service charges.

Travel includes reimbursement for mileage and travel expenses for local and out of area meetings, training and conferences.

Operating rental includes copy machine.

Repairs and maintenance includes costs for washing the patrol cars and costs for calibrating the radar equipment.

Interfund repairs and maintenance include the allocation from Fleet for the vehicles assigned to patrol.

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Police Department
Police Patrol

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 2,644,494	\$ 2,602,799	\$ 2,602,799	\$ 2,602,799	\$ 2,829,951	8.7%
12 OVERTIME	336,853	181,550	181,550	181,550	281,550	55.1%
21 SOCIAL SECURITY	226,962	212,488	212,488	212,488	231,726	9.1%
22 PENSION	157,820	149,235	149,235	149,235	163,017	9.2%
23 HEALTH INSURANCE	511,018	522,468	522,468	522,468	573,270	9.7%
24 WORKMAN'S COMPENSATION	54,128	73,422	73,422	73,422	65,319	-11.0%
25 UNEMPLOYMENT COMPENSATION	6,371	5,697	11,394	11,394	15,560	36.6%
26 UNIFORMS	39,221	51,900	51,900	51,900	51,900	0.0%
31 OFFICE & OPERATING SUPPLIES	28,388	29,100	29,100	29,100	29,100	0.0%
32 FUEL	179,644	111,000	111,000	111,000	111,000	0.0%
35 SMALL TOOLS	-	-	-	-	-	0.0%
41 PROFESSIONAL SERVICES	9,680	12,000	12,000	12,000	12,000	0.0%
42 COMMUNICATION	6,775	23,260	23,260	23,260	23,260	0.0%
43 TRAVEL	-	10,000	10,000	10,000	10,000	0.0%
45 OPERATING RENTALS & LEASES	1,616	3,500	3,500	3,500	3,500	0.0%
46 INSURANCE	46,301	55,664	55,664	55,664	55,664	0.0%
48 REPAIRS & MAINTENANCE	33,437	17,000	17,000	17,000	17,000	0.0%
49 MISCELLANEOUS	7,928	10,500	10,500	10,500	10,500	0.0%
51 INTERGOVERNMENTAL	19,239	-	-	-	-	0.0%
98 INTERFUND REPAIRS & MAINT.	141,633	224,829	224,829	224,829	276,678	23.1%
99 OTHER INTERFUND SERVICES/CHGS	134,347	164,416	164,416	164,416	190,044	15.6%
TOTAL POLICE PATROL	\$ 4,585,853	\$ 4,460,828	\$ 4,466,525	\$ 4,466,525	\$ 4,951,039	10.8%

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ -	\$ -	\$ -		\$ -	0.0%
12 OVERTIME	19,975	30,000	30,000	30,000	30,000	0.0%
21 SOCIAL SECURITY	1,500	2,295	2,295	2,295	2,295	0.0%
22 PENSION	1,047	1,587	1,587	1,587	1,587	0.0%
23 HEALTH INSURANCE	3,250	-	-	-	-	0.0%
24 WORKMAN'S COMPENSATION	379	404	404	404	404	0.0%
25 UNEMPLOYMENT COMPENSATION	41	60	120	120	150	25.0%
TOTAL SWAT TEAM	\$ 26,191	\$ 34,346	\$ 34,406	\$ 34,406	\$ 34,436	0.1%

**Fund 001
Police Department
K9 Program**

Function

The Patrol Division is supported with three K-9 teams of dogs and handlers. Two tracking canines are utilized for the purpose of apprehending criminals and/or locating evidence associated with crimes that have occurred. One narcotics canine is utilized for the interdiction and discovery of narcotics and drug related instruments. All three K-9 teams engage the public through education demonstrations, including public appearances at local schools. All told the teams have apprehended many criminals and been responsible for solving crimes and removing drugs and guns from the streets of Marysville.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Patrol Officer	2	2	3
TOTAL - K9	2	2	3

Previously included in the Patrol headcount

Changes

The K9 headcount was previously reported in Patrol. However, to better track the expenses associated with this program a new sub-department was established in 2011.

Budget Narrative

Supplies include the purchase of general office supplies, fuel for the patrol vehicles and small dollar equipment purchases.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Police Department
K9 Program

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 229,057	\$ 182,094	\$ 182,094	\$ 182,094	\$ 268,686	47.6%
12 OVERTIME	32,275	34,150	34,150	34,150	34,150	0.0%
21 SOCIAL SECURITY	24,597	16,398	16,398	16,398	22,409	36.7%
22 PENSION	14,054	11,566	11,566	11,566	15,864	37.2%
23 HEALTH INSURANCE	49,788	40,780	40,780	40,780	63,594	55.9%
24 WORKMAN'S COMPENSATION	3,893	5,088	5,088	5,088	6,093	19.8%
25 UNEMPLOYMENT COMPENSATION	566	441	882	882	1,516	71.9%
26 UNIFORMS	1,700	3,700	3,700	3,700	3,700	0.0%
31 OFFICE & OPERATING SUPPLIES	1,140	500	500	500	500	0.0%
TOTAL K9 PROGRAM	\$ 357,069	\$ 294,717	\$ 295,158	\$ 295,158	\$ 416,512	41.1%

Fund 001
Police Department
Drug Task Force

Function

The Drug Task Force budget is set up to track the salary and other expenses associated with the detective assigned to the Drug Task Force. Currently, no one is assigned to the Drug Task Force.

Budget Narrative

Intergovernmental professional services include the annual contribution to the Snohomish Regional Drug Task Force.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Police Department
Drug Enforcement

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
51 INTERGOVERNMENTAL	14,188	9,400	9,400	9,400	9,400	0.0%
TOTAL DRUG ENFORCEMENT	\$ 14,188	\$ 9,400	\$ 9,400	\$ 9,400	\$ 9,400	0.0%

Fund 001
Police Department
Youth Services

Function

The Marysville Police Department assigns full-time officers to Marysville Junior High School. SRO's serve as a liaison between the Police Department, the School District and the Citizens of Marysville, Washington. The SRO's first duty is that of a sworn police officer, investigating crimes and activities associated with criminal behavior. SRO's are not "campus police," but rather "police on campus" who promote a positive image through interaction with students, parents, teachers and administrators. The intent of the SRO program is to establish a positive problem-solving partnership by working very closely with school officials, students and citizens.

The primary responsibility of the SRO is to deal with all law enforcement problems that arise within the school or the school's jurisdiction. The SRO investigates crimes and makes arrests when appropriate.

The primary consideration for the SRO is to promote a safe environment in the school, and surrounding neighborhoods. The SRO also functions as a guest speaker as well as a teacher in the classroom, covering such issues as drug abuse, laws, and other related topics.

The SRO program is currently only in Marysville Jr. High. It's the hope of the Marysville Police Department and Marysville School District that we will be able to expand this program into Cedarcrest Jr. High as well.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Patrol Officer - SRO	4	4	2
TOTAL - YOUTH SERVICES	4	4	2

Budget Narrative

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance. The IS cost allocation also includes Nextel services and equipment replacement.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Police Department
Youth Services

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 287,181	\$ 362,611	\$ 362,611	\$ 362,611	\$ 183,901	-49.3%
12 OVERTIME	15,778	24,000	24,000	24,000	24,000	0.0%
21 SOCIAL SECURITY	23,016	29,754	29,754	29,754	15,615	-47.5%
22 PENSION	15,875	20,730	20,730	20,730	10,892	-47.5%
23 HEALTH INSURANCE	47,512	61,943	61,943	61,943	29,666	-52.1%
24 WORKMAN'S COMPENSATION	5,140	9,600	9,600	9,600	4,078	-57.5%
25 UNEMPLOYMENT COMPENSATION	629	791	1,582	1,582	1,040	-34.3%
26 UNIFORMS	3,472	6,600	6,600	6,600	6,600	0.0%
31 OFFICE & OPERATING SUPPLIES	89	800	800	800	800	0.0%
35 SMALL TOOLS	-	600	600	600	600	0.0%
42 COMMUNICATION	352	1,608	1,608	1,608	1,608	0.0%
43 TRAVEL	-	900	900	900	900	0.0%
46 INSURANCE	2,231	2,579	2,579	2,579	2,579	0.0%
99 OTHER INTERFUND SERVICES/CHGS	9,466	3,231	3,231	3,231	3,516	8.8%
TOTAL YOUTH SERVICES	\$ 410,741	\$ 525,747	\$ 526,538	\$ 526,538	\$ 285,795	-45.7%

Fund 001
Police Department
Crime Prevention

Function

The function of this budget is to track the expenses associated with Criminal Justice and Domestic Violence programs. Fines are assessed and received through the Marysville Municipal Court. Fines collected have to be used exclusively for “criminal justice purposes” and cannot be used for general operations of the Police department. Criminal justice purposes include activities that substantially assist the criminal justice system, which may include circumstances where ancillary benefit to the civil justice system occurs, and which includes domestic violence services such as those provided by domestic violence programs, community advocates, and legal advocates.

Budget Narrative

Expenditures in this area include but are not limited to, fees for Legal Advocacy Services, supplies in support of the Marysville Volunteer’s Program (MVP) and payments to the County in support of the Battered Women’s Shelter.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Police Department
Crime Prevention

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
26 UNIFORMS	48	400	400	400	400	0.0%
31 OFFICE & OPERATING SUPPLIES	13,233	15,000	15,000	15,000	15,000	0.0%
41 PROFESSIONAL SERVICES	284	6,300	6,300	6,300	6,300	0.0%
42 COMMUNICATION	134	1,008	1,008	1,008	1,008	0.0%
48 REPAIRS/MAINTENANCE	-	600	600	600	600	0.0%
99 OTHER INTERFUND SERVICES/CHGS	648	-	-	-	-	0.0%
TOTAL CRIME PREVENTION	\$ 14,347	\$ 23,308	\$ 23,308	\$ 23,308	\$ 23,308	0.0%

Fund 001
Police Department
Police Training-Firearms

Function

The function of the Police Training-Firearms budget is to track all of the expenses associated with firearm training.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Patrol Officer	1	1	1
TOTAL - TRAINING UNIT	1	1	1

Changes

In 2011, the Training Officer was moved from Patrol budget to the Training budget.

Budget Narrative

Operating supplies includes the cost of ammunition for firearm training.

Operating rentals include rental of the firing range.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Police Department
Police Training-Firearms

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 94,594	\$ 94,594	\$ 94,594	\$ 94,594	\$ 95,533	1.0%
12 OVERTIME	518	5,000	5,000	5,000	5,000	0.0%
21 SOCIAL SECURITY	7,231	7,690	7,690	7,690	7,579	-1.4%
22 PENSION	4,984	5,343	5,343	5,343	5,268	-1.4%
23 HEALTH INSURANCE	8,781	8,884	8,884	8,884	9,119	2.6%
24 WORKMAN'S COMPENSATION	1,403	2,387	2,387	2,387	1,948	-18.4%
25 UNEMPLOYMENT COMPENSATION	199	204	408	408	503	23.3%
26 UNIFORMS	850	2,850	2,850	2,850	2,850	0.0%
31 OFFICE & OPERATING SUPPLIES	26,690	20,000	20,000	20,000	20,000	0.0%
43 TRAVEL	536	700	700	700	700	0.0%
45 RENTAL/LEASE	6,005	9,000	9,000	9,000	9,000	0.0%
49 MISCELLANEOUS (Training)	-	-	-	-	50,000	100.0%
TOTAL POLICE TRAINING-FIREARMS	\$ 151,791	\$ 156,652	\$ 156,856	\$ 156,856	\$ 207,500	32.3%

Fund 001
Police Department
Detention & Correction

Function

Detention & Corrections Division is staffed by two Sergeants and thirteen Custody Officers. Marysville Jail is a 57 bed, 90-day facility that houses misdemeanor arrestees and prisoners. Marysville contracts jail services to the Cities of Arlington and Lake Stevens. Additionally, Marysville contracts Jail Services with the United States Border Patrol, Immigration and Naturalization Service and other Federal Agencies.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Custody Sergeant	2	2	3
Custody Officers	13	13	12
TOTAL - CUSTODY	15	15	15

Budget Narrative

Office and operating supplies include general office supplies and prisoner food.

Professional services include prisoner medical and dental care costs.

Operating rental includes costs associated with DSSI software maintenance and the annual lease payments for the jail copy machine.

Intergovernmental services include payments made to the county for prisoner housing.

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement.

Approved Budget Requests

Description	Amount	On-Going
Upgrade Custody Officer Position to Sergeant	7,820	Yes
Total	\$7,820	

Item(s) Requested But Not Approved

None

Fund 001
Police Department
Detention & Correction

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 908,159	\$ 927,435	\$ 927,435	\$ 927,435	\$ 960,978	3.6%
12 OVERTIME	131,428	120,000	120,000	120,000	120,000	0.0%
21 SOCIAL SECURITY	78,687	80,266	80,266	80,266	80,851	0.7%
22 PENSION	80,388	87,362	87,362	87,362	99,681	14.1%
23 HEALTH INSURANCE	241,650	247,162	247,162	247,162	263,016	6.4%
24 WORKMAN'S COMPENSATION	25,060	36,445	36,445	36,445	29,860	-18.1%
25 UNEMPLOYMENT COMPENSATION	2,187	2,140	4,280	4,280	5,369	25.4%
26 UNIFORMS	14,207	15,900	15,900	15,900	15,900	0.0%
31 OFFICE & OPERATING SUPPLIES	104,712	100,000	100,000	100,000	100,000	0.0%
35 SMALL TOOLS	-	-	-	-	-	0.0%
41 PROFESSIONAL SERVICES	59,414	120,000	120,000	120,000	120,000	0.0%
42 COMMUNICATION	3,286	5,770	5,770	5,770	5,770	0.0%
43 TRAVEL	-	-	-	-	-	0.0%
45 RENTAL/LEASE	5,429	10,500	10,500	10,500	10,500	0.0%
46 INSURANCE	6,694	7,737	7,737	7,737	7,737	0.0%
48 REPAIRS/MAINTENANCE	1,110	3,600	3,600	3,600	3,600	0.0%
49 MISCELLANEOUS	210	300	300	300	300	0.0%
55 INTERGOVERNMENTAL	552,707	815,000	815,000	815,000	665,000	-18.4%
98 INTERFUND REPAIRS	2,617	3,318	3,318	3,318	10,467	215.5%
99 OTHER INTERFUND SERVICES/CHGS	12,514	17,485	17,485	17,485	18,804	7.5%
TOTAL DETENTION & CORRECTIONS	\$ 2,230,458	\$ 2,600,420	\$ 2,602,560	\$ 2,602,560	\$ 2,517,833	-3.3%

Fund 001
Police Department
Communications

Function

Communications is contracted to SnoPac. SnoPac provides radio and mobile computer terminal access for police operations. SnoPac is an enhanced E-911 center. It utilizes a Computer Assisted Dispatching System and Records Management System. Marysville contracts for an exclusive police terminal, which is not shared with other agencies. Through SnoPac, Marysville has the ability to communicate with other Snohomish County, local and regional law enforcement agencies.

Budget Narrative

Intergovernmental services are the fees paid to SnoPac for dispatching services. The increase in this budget is due to the annexation.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Police Department
Communications

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
42 COMMUNICATION	\$ 2,348	\$ 7,500	\$ 7,500	\$ 7,500	\$ 7,500	0.0%
55 INTERGOVERNMENTAL	891,837	1,024,964	1,024,964	1,024,964	1,024,964	0.0%
TOTAL COMMUNICATIONS	\$ 894,185	\$ 1,032,464	\$ 1,032,464	\$ 1,032,464	\$ 1,032,464	0.0%

**Fund 001
Police Department
Office Operations**

Function

Office Operations encompasses our records management, data collection, report processing and reporting the crime information to the State and Federal government. It enters and confirms Marysville Court warrants, protection orders and stolen/recovered vehicle and property. Office Operations manages property and evidence storage, retention and destruction. Office Operations monitors the exterior of the facility and monitors the door and elevator controls for the building and jail.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Program Specialist	7.5	7.5	7.5
Property/Evidence Specialist	1	1	1
TOTAL - RECORDS	8.5	8.5	8.5

Budget Narrative

Office and operating supplies includes general office supplies, form printing and copy machine rental.

Travel covers the reimbursement for mileage and travel costs to local and out of area meetings, training and conferences.

Intergovernmental services include RMS assessment fees paid to the county.

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Police Department
Office Operations

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 507,130	\$ 512,600	\$ 512,600	\$ 512,600	\$ 507,080	-1.1%
12 OVERTIME	45,908	50,000	50,000	50,000	50,000	0.0%
21 SOCIAL SECURITY	41,249	41,911	41,911	41,911	41,311	-1.4%
22 PENSION	34,035	43,641	43,641	43,641	48,773	11.8%
23 HEALTH INSURANCE	114,520	119,149	119,149	119,149	110,642	-7.1%
24 WORKMAN'S COMPENSATION	2,848	5,844	5,844	5,844	2,968	-49.2%
25 UNEMPLOYMENT COMPENSATION	1,163	1,124	2,248	2,248	2,787	24.0%
26 UNIFORMS	2,105	1,855	1,855	1,855	1,855	0.0%
31 OFFICE & OPERATING SUPPLIES	4,847	6,500	6,500	6,500	6,500	0.0%
41 PROFESSIONAL SERVICES	81	-	-	-	-	0.0%
42 COMMUNICATION	3,996	5,416	5,416	5,416	5,416	0.0%
43 TRAVEL	-	260	260	260	260	0.0%
45 OPERATING RENTAL	19,617	18,900	18,900	18,900	18,900	0.0%
46 INSURANCE	14,504	16,764	16,764	16,764	16,764	0.0%
48 REPAIRS/MAINTENANCE	102	1,000	1,000	1,000	1,000	0.0%
49 MISCELLANEOUS	1,222	200	200	200	200	0.0%
55 INTERGOVERNMENTAL	17,189	20,000	20,000	20,000	20,000	0.0%
99 OTHER INTERFUND SERVICES/CHGS	21,008	20,171	20,171	20,171	21,708	7.6%
TOTAL OFFICE OPERATIONS	\$ 831,523	\$ 865,335	\$ 866,459	\$ 866,459	\$ 856,164	-1.2%

Fund 001
Police Department
Animal Control

Function

The Community Service Officer is a non-commissioned officer whose primary duties include animal control, parking infractions, and a support officer to police staff.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Community Service Officer (CSO)	1	1	1
TOTAL - ANIMAL CONTROL	1	1	1

Budget Narrative

Intergovernmental services cover the animal shelter fees charged by the county.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Police Department
Animal Control

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 63,352	\$ 63,352	\$ 63,352	\$ 63,352	\$ 64,910	2.5%
12 OVERTIME	2,490	4,500	4,500	4,500	4,500	0.0%
21 SOCIAL SECURITY	4,963	5,192	5,192	5,192	5,250	1.1%
22 PENSION	4,128	5,433	5,433	5,433	6,145	13.1%
23 HEALTH INSURANCE	15,470	15,634	15,634	15,634	8,586	-45.1%
24 WORKMAN'S COMPENSATION	1,373	4,428	4,428	4,428	3,669	-17.1%
25 UNEMPLOYMENT COMPENSATION	138	139	278	278	348	25.2%
26 UNIFORMS	600	850	850	850	850	0.0%
31 OFFICE & OPERATING SUPPLIES	176	250	250	250	250	0.0%
41 PROFESSIONAL SERVICES	5,764	1,500	1,500	1,500	1,500	0.0%
42 COMMUNICATION	158	679	679	679	679	0.0%
46 INSURANCE	2,231	2,579	2,579	2,579	2,579	0.0%
48 REPAIRS/MAINTENANCE	90	320	320	320	320	0.0%
55 INTERGOVERNMENTAL	82,313	108,000	108,000	108,000	108,000	0.0%
98 INTERFUND REPAIRS	4,202	-	-	-	19,918	100.0%
99 OTHER INTERFUND SERVICES/CHGS	2,918				-	0.0%
TOTAL ANIMAL CONTROL	\$ 190,367	\$ 212,856	\$ 212,995	\$ 212,995	\$ 227,504	6.8%

Fund 001
Police Department
Pro-Act N.I.T.E. Team

Function

The NITE Team consists of one sergeant and three officers whose mission is to address, through aggressive enforcement, identified priority crime and livability issues throughout the city and community neighborhoods. Their mission is clearly spelled out in the Team's acronym NITE: Neighborhood Livability, Investigations, Targeted enforcement, Education. The NITE Team has been instrumental in suppressing crime, most notably violent and drug related crime, throughout the city of Marysville.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Sergeant	1	1	1
Patrol Officers	3	3	4
TOTAL - PRO ACT	4	4	5

Previously included in the Patrol headcount

Budget Narrative

The budget primarily covers salaries and benefits for the officers assigned to the Pro-Act N.I.T.E. team.

Approved Budget Requests

Description	Amount	On-Going
Patrol Officer (2 NITE)(Mid-Year Hire)	133,832	Yes
Total	\$133,832	

Item(s) Requested But Not Approved

None

Fund 001
Police Department
Pro-Act Team

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 335,220	\$ 373,636	\$ 373,636	\$ 373,636	\$ 377,105	0.9%
12 OVERTIME	58,166	40,000	40,000	40,000	47,000	17.5%
21 SOCIAL SECURITY	28,593	31,606	31,606	31,606	33,749	6.8%
22 PENSION	20,365	22,183	22,183	22,183	22,242	0.3%
23 HEALTH INSURANCE	64,169	76,376	76,376	76,376	75,698	-0.9%
24 WORKMAN'S COMPENSATION	6,194	9,827	9,827	9,827	8,160	-17.0%
25 UNEMPLOYMENT COMPENSATION	820	847	1,694	1,694	2,153	27.1%
26 UNIFORMS	4,269	6,400	6,400	6,400	6,400	0.0%
31 OFFICE & OPERATING SUPPLIES	289	500	500	500	500	0.0%
35 SMALL TOOLS	-	-	-	-	2,200	100.0%
49 MISCELLANEOUS	-	-	-	-	848	100.0%
TOTAL PRO ACT TEAM	\$ 518,085	\$ 561,375	\$ 562,222	\$ 562,222	\$ 576,055	2.5%



**Fund 001
Fire Services**

Function

The City of Marysville merged its EMS (Emergency Medical Service) and Fire Protection with Snohomish County Fire District 12. The City provides proportional financial support to the Fire District per an interlocal agreement. Three of the City's council members serve on the seven member fire commission.

Budget Narrative

Intergovernmental services are the costs of fire services paid to the fire district. Payments are made monthly.

Approved Budget Requests

None

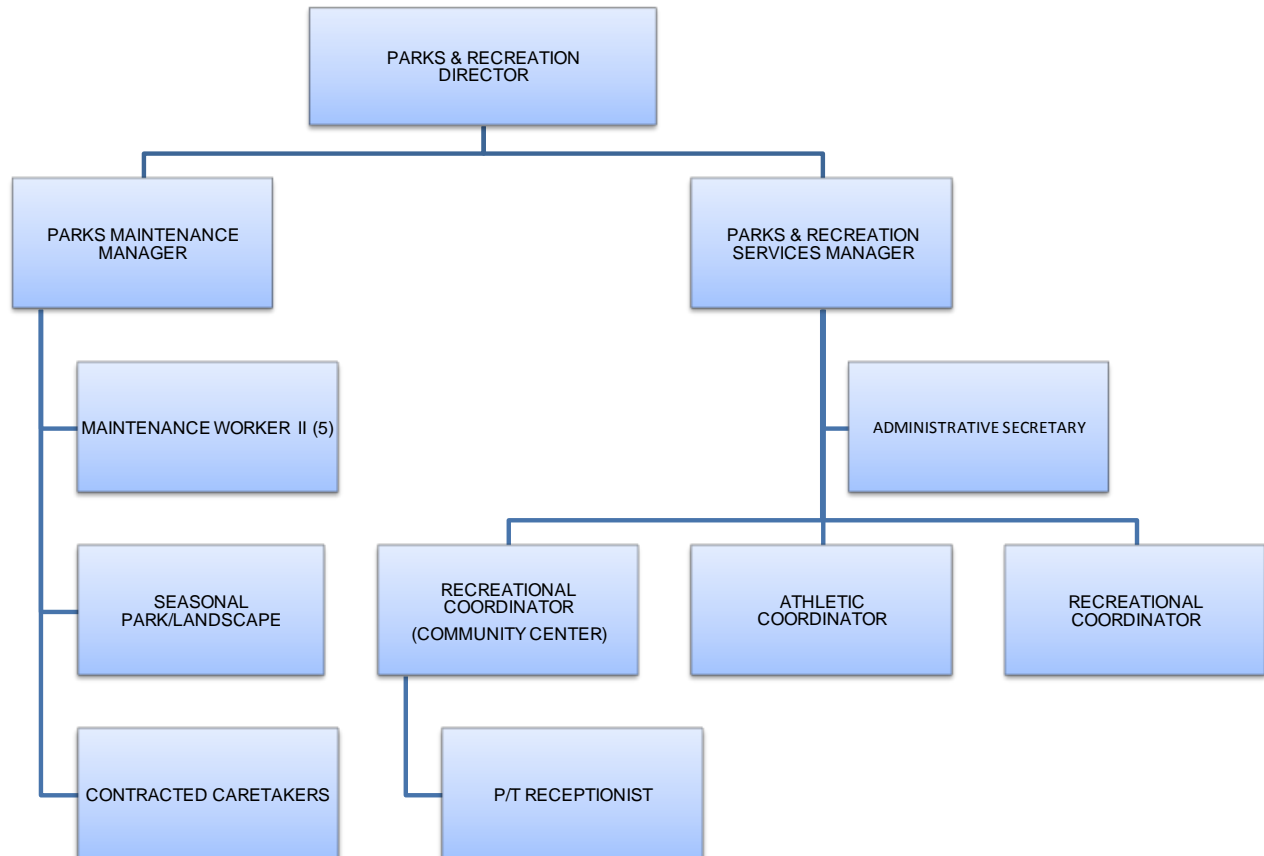
Item(s) Requested But Not Approved

None

**Fund 001
Fire Services**

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
55 INTERGOVERNMENTAL - FIRE SERVICE	\$ 7,471,635	\$ 7,147,005	\$ 7,147,005	\$ 7,147,005	\$ 6,735,906	-5.8%
55 INTERGOVERNMENTAL - EMS	2,679,219	2,382,335	2,382,335	2,382,335	2,244,969	-5.8%
TOTAL FIRE	\$ 10,150,854	\$ 9,529,340	\$ 9,529,340	\$ 9,529,340	\$ 8,980,875	-5.8%

PARKS AND RECREATION



Fund 001
Parks & Recreation Department
Recreation

Mission

The mission of the Parks & Recreation department is to enhance the quality of life by providing beautiful parks, open space and exceptional recreational and athletic programs.

The Parks and Recreation Department provides stewardship and oversees the operation and maintenance of 436 acres of publicly owned land, parks, trails, public facilities and 152.8 acres of undeveloped land. Additionally, the department is charged with developing new park sites as well as maintaining all public building utility sites, landscapes and several miles of right-of-way streetscapes and habitat conservation areas. The department also supports a very comprehensive Recreation Services program within a service area exceeding 60,000 including senior services offered within the Ken Baxter Community Center, year round cultural arts, special events, youth and adult athletics, continuing education and physical activity programs.

Function

The Recreation Services division is responsible for programming efforts that embrace the entire community. Many of these programs remain the same year after year while others change due to trends and interests of our community. This division also supports community initiatives that make Marysville a more livable community. (Examples include Healthy Communities, Marysville Community Coalition, Council on Aging, Get Movin', Marysville Kids Matter and Safe Routes to school.) This division works closely with facility scheduling with both the Marysville and Lakewood School Districts through coordinated interlocal agreements.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Parks and Recreation Services Manager	1	1	1
Recreation Coordinator	1	1	1
Athletic Coordinator	1	1	1
Administrative Secretary	1	1	1
TOTAL - PARKS & RECREATION	4	4	4

Budget Narrative

Office and operating supplies purchased for the following programs which are partially or entirely funded by fees or contributions: Merryville for the Holidays, softball leagues and tournaments, youth and adult soccer league, youth basketball league, summer concerts and popcorn in the park movie series, trips/tours, Easter Egg Hunt, Valentine's Dance, tiny tots program, sports camps, after school programs and day camp programs.

Professional services include the fees paid to the instructors which are offset by the class registration fees. (These include various classes such as Kindermusik, art classes, dog training, fitness classes, CPR/First Aid, cooking classes, and specialty lecture series).

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement.

Approved Budget Requests

Description	Amount	On-Going
Reclassification of Parks and Recreation Director	7,847	Yes
Total	\$7,847	

Item Requested But Not Approved

None

Fund 001
Parks & Recreation Department
Recreation

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 288,547	\$ 297,679	\$ 297,679	\$ 297,679	\$ 310,815	4.4%
111 SEASONAL PAY	51,678	80,700	80,700	69,200	69,200	-14.3%
12 OVERTIME	32	-	-	-	-	0.0%
21 SOCIAL SECURITY	25,337	28,293	28,293	28,293	28,348	0.2%
22 PENSION	17,827	23,802	23,802	23,802	28,271	18.8%
23 HEALTH INSURANCE	68,649	73,324	73,324	73,324	74,718	1.9%
24 WORKMAN'S COMPENSATION	6,704	9,988	9,988	9,988	9,517	-4.7%
25 UNEMPLOYMENT COMPENSATION	706	758	1,516	1,516	1,959	29.2%
31 OFFICE & OPERATING SUPPLIES	117,954	131,900	131,900	131,900	131,900	0.0%
41 PROFESSIONAL SERVICES	65,941	63,400	63,400	63,400	63,400	0.0%
42 COMMUNICATION	1,575	2,000	2,000	2,000	2,000	0.0%
43 TRAVEL	390	650	650	650	650	0.0%
44 ADVERTISE	11,677	12,000	12,000	12,000	12,000	0.0%
46 INSURANCE	3,347	3,869	3,869	3,869	3,869	0.0%
49 MISCELLANEOUS	533	500	500	500	500	0.0%
55 STATE TAXES	4,419	11,438	11,438	11,438	11,438	0.0%
99 OTHER INTERFUND SERVICES/CHGS	22,823	7,456	7,456	7,456	4,565	-38.8%
TOTAL RECREATION SERVICES	\$ 688,138	\$ 747,757	\$ 748,515	\$ 737,015	\$ 753,150	0.6%

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
31 OFFICE & OPERATING SUPPLIES	2,765	3,800	3,800	3,800	3,800	0.0%
35 SMALL TOOLS	335	3,000	3,000	3,000	3,000	0.0%
47 PUBLIC UTILITY	396	300	300	300	300	0.0%
TOTAL COMMUNITY EVENT	\$ 3,496	\$ 7,100	\$ 7,100	\$ 7,100	\$ 7,100	0.0%

Fund 001
Parks & Recreation Department
Ken Baxter Community Center

Function

The community center is part of the recreation division. The center houses recreational programs for people of all ages with a special emphasis on programming for adults. The center is staffed week days from 9-4 Monday-Thursday and from 9-12 on Fridays. The evening hours and weekends the building is open for specialty classes by instructors and is available for private rentals by the public. It is a gathering place for community members to recreate and provide a safe, comfortable, social setting.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Recreation Coordinator (Community Center)	1	1	1
Program Clerk	0.5	0.5	0.5
TOTAL - COMMUNITY CENTER	1.5	1.5	1.5

Budget Narrative

The City receives grant funds from the Snohomish County Department of Human Services to offset the cost of the part time program clerk.

Office and operating supplies include costs for special events held at the Community Center, and tours sponsored by the center which are partially or completely offset by fees. It also includes the janitorial and general office supplies.

Professional services include janitorial services, and fees paid to instructors for classes held at the center.

Costs of operating and maintaining the Ken Baxter Community Center are included in this budget.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Parks & Recreation Department
Ken Baxter Community Center

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 94,852	\$ 103,481	\$ 103,481	\$ 103,481	\$ 108,096	4.5%
21 SOCIAL SECURITY	7,105	7,765	7,765	7,765	8,113	4.5%
22 PENSION	5,949	8,279	8,279	8,279	9,837	18.8%
23 HEALTH INSURANCE	15,588	16,419	16,419	16,419	16,261	-1.0%
24 WORKMAN'S COMPENSATION	1,079	2,170	2,170	2,170	2,040	-6.0%
25 UNEMPLOYMENT COMPENSATION	197	207	414	414	541	30.7%
26 UNIFORMS	-	150	150	150	150	0.0%
31 OFFICE & OPERATING SUPPLIES	4,459	10,900	10,900	10,900	10,900	0.0%
35 SMALL TOOLS	-	100	100	100	100	0.0%
41 PROFESSIONAL SERVICES	21,271	20,100	20,100	20,100	20,100	0.0%
42 COMMUNICATION	1,058	1,130	1,130	1,130	1,130	0.0%
43 TRAVEL	-	100	100	100	100	0.0%
44 ADVERTISE	2,016	2,000	2,000	2,000	2,000	0.0%
45 RENTAL/LEASE	1,661	1,100	1,100	1,100	1,100	0.0%
47 PUBLIC UTILITIES	8,823	9,888	9,888	9,888	9,888	0.0%
48 REPAIRS & MAINTENANCE	2,780	1,500	1,500	1,500	1,500	0.0%
49 MISCELLANEOUS	199	500	500	500	500	0.0%
98 INTERFUND REPAIRS & MAINT.	1,357	2,520	2,520	2,520	2,685	6.5%
99 OTHER INTERFUND SERVICES	-	5,264	5,264	5,264	4,565	-13.3%
TOTAL COMMUNITY CENTER	\$ 168,394	\$ 193,573	\$ 193,780	\$ 193,780	\$ 199,606	3.0%

Fund 001
Parks & Recreation Department
Park & Recreation Facilities

Function

The Park & Recreation Facilities division is responsible for the management and maintenance of all city parks, public buildings, street landscapes, greenbelts, trails, open space and utility landscape areas throughout the city. Duties include opening all parks, ensuring that facilities are safe and ready for park visitors, playground inspection and repair, mowing all turf areas, fertility and chemical application and management. We also partner with civic groups, volunteers, scouting groups, community service workers and others in projects that benefit the community.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Parks and Recreation Director	1	1	1
Parks Maintenance Manager	1	1	1
Maintenance Worker II	5	5	5
TOTAL - PARKS MAINTENANCE	7	7	7

Total Funded by Utilities	0.8	0	0
Total Funded by Golf Course	0.4	0.4	0.4

Budget Narrative

Office and operating supplies include costs associated with the general operation of the various park facilities. It also includes janitorial supplies and general office and landscape supplies used by the maintenance staff.

Professional services include janitorial services, security system maintenance and pest control services and consultants.

This budget also includes all of the utility costs, insurance, and facility repair costs for the City's Park facilities.

Approved Budget Requests

Description	Amount	On-Going
60 Inch Mower	\$15,803	No
Total	\$15,803	

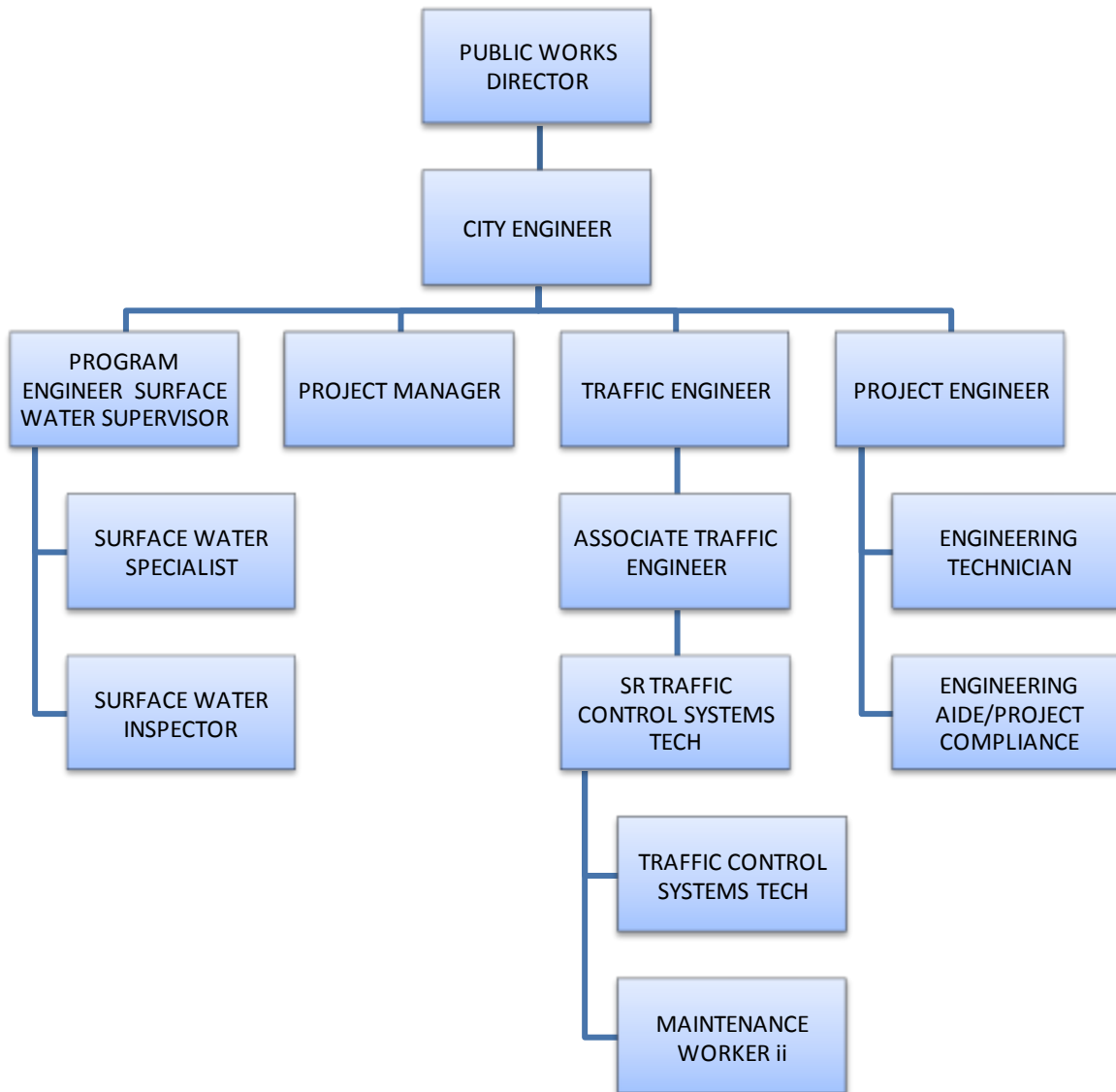
Item Requested But Not Approved

None

Fund 001
Parks & Recreation Department
Park & Recreation Facilities

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 497,931	\$ 533,134	\$ 533,134	\$ 533,134	\$ 545,066	2.2%
111 SEASONAL PAY	29,803	22,600	22,600	34,100	34,100	50.9%
12 OVERTIME	2,790	5,500	5,500	5,500	5,500	0.0%
21 SOCIAL SECURITY	38,440	39,953	39,953	39,953	41,671	4.3%
22 PENSION	31,390	42,653	42,653	42,653	48,986	14.8%
23 HEALTH INSURANCE	122,509	132,844	132,844	132,844	125,507	-5.5%
24 WORKMAN'S COMPENSATION	12,523	14,261	14,261	14,261	13,338	-6.5%
25 UNEMPLOYMENT COMPENSATION	1,107	1,117	2,234	2,234	2,863	28.2%
26 UNIFORMS	4,054	4,500	4,500	4,500	4,500	0.0%
31 OFFICE & OPERATING SUPPLIES	61,353	82,700	82,700	82,700	82,700	0.0%
32 FUEL	22,497	22,400	22,400	22,400	22,400	0.0%
35 SMALL TOOLS	5,205	6,000	6,000	6,000	21,803	0.0%
41 PROFESSIONAL SERVICES	19,445	20,000	20,000	20,000	20,000	0.0%
42 COMMUNICATION	7,140	12,102	12,102	12,102	12,102	0.0%
43 TRAVEL	307	1,000	1,000	1,000	1,000	0.0%
44 ADVERTISE	236	1,000	1,000	1,000	1,000	0.0%
45 RENTAL/LEASE	21,146	9,800	9,800	9,800	9,800	0.0%
46 INSURANCE	16,178	18,698	18,698	18,698	18,698	0.0%
47 PUBLIC UTILITIES	61,922	49,000	49,000	49,000	49,000	0.0%
48 REPAIRS & MAINTENANCE	42,460	14,000	14,000	14,000	14,000	0.0%
49 MISCELLANEOUS	12,608	12,597	12,597	12,597	12,597	0.0%
98 INTERFUND REPAIRS & MAINT.	25,661	46,222	46,222	46,222	38,306	-17.1%
99 OTHER INTERFUND SERVICES/CHGS	4,214	15,898	15,898	15,898	19,140	20.4%
TOTAL PARKS & REC FACILITIES	\$ 1,040,917	\$1,107,979	\$1,109,096	\$ 1,120,596	\$1,144,077	3.2%

ENGINEERING DEPARTMENT



Fund 001 Engineering Department

Mission

The mission of the Engineering Department is to strive to maximize public health, safety and welfare as well to protect our environment through development, implementation and enforcement of the City's municipal code, design standards and policies.

Function

The Engineering Department provides technical support relating to utilities, roads, and surface water infrastructure. Duties include comprehensive planning, design development, capital project management, construction management and inspection, land development review support, traffic engineering and preparation of engineering plans and specification.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Public Works Director	1	0	0
City Engineer	0	0	1
Assistant City Engineer	1	1	0
Project Manager I	1	1	2
Program Engineer-Surface Water Supervisor	1	1	1
Project Engineer	1	1	0
Engineering Technician	2	2	2
Engineering Project Aide	1	1	1
PW Administrative Services Manager	1	0	0
Surface Water Specialists	2	2	2
Surface Water Inspector	1	1	1
Traffic Engineer	1	1	1
Associate Traffic Engineer (Project Engineer)	1	1	1
Sr Traffic Control Systems Tech	1	1	1
Maintenance Worker II - Traffic	1	1	1
Traffic Control Systems Tech	1	1	1
TOTAL	17	15	15

Total Funded By Engineering	7.0	7.0	7.0
Total Funded by Streets	4.0	4.0	4.0
Total Funded by Utilities	5.7	4.0	4.0
Total Funded by Solid Waste	0.2	0.0	0.0
Total Funded by Fleet/Facilities	0.1	0.0	0.0

Changes

The headcount for the Public Works Director and the PW Administrative Services Manager have been moved from Engineering into Public Works.

Budget Narrative

Office and operating supplies include general office supplies and document printing fees.

Professional services include the AutoCAD subscription and license renewal.

Miscellaneous expenses include the cost of training classes and seminars for the Engineering staff.

Interfund rent is the rent paid to the Water/Sewer Utility Fund for the floor space Engineering occupies in the Public Works building.

Interfund repairs and maintenance include the allocation from Fleet for the vehicles assigned to the Engineering Department.

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement.

Approved Budget Requests

Description	Amount	On-Going
Reclassification of Project Engineer to Project Manager	\$7,620	Yes
Reclassification of Asst. City Engineer to City Engineer	6,761	Yes
Total	\$14,381	

Item Requested But Not Approved

None

Fund 001
Engineering Department

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ 571,297	\$ 582,572	\$ 582,572	\$ 582,572	\$ 614,598	5.5%
12 OVERTIME	-	100	100	100	100	0.0%
21 SOCIAL SECURITY	42,749	43,763	43,763	43,763	47,867	9.4%
22 PENSION	35,207	46,593	46,593	46,593	54,840	17.7%
23 HEALTH INSURANCE	106,684	115,505	115,505	115,505	111,057	-3.9%
24 WORKMAN'S COMPENSATION	9,260	10,959	10,959	10,959	9,216	-15.9%
25 UNEMPLOYMENT COMPENSATION	1,190	1,167	2,334	2,334	3,014	29.1%
26 UNIFORMS	99	250	250	250	250	0.0%
31 OFFICE & OPERATING SUPPLIES	2,900	6,000	6,000	6,000	6,000	0.0%
32 FUEL	1,371	2,000	2,000	2,000	2,000	0.0%
35 SMALL TOOLS	-	1,000	1,000	1,000	1,000	0.0%
41 PROFESSIONAL SERVICES	4,509	15,000	15,000	15,000	15,000	0.0%
42 COMMUNICATION	3,262	6,478	6,478	6,478	6,478	0.0%
43 TRAVEL	-	500	500	500	500	0.0%
44 ADVERTISING	-	500	500	500	500	0.0%
45 OPERATING RENTALS & LEASES	3,864	5,000	5,000	5,000	5,000	0.0%
46 INSURANCE	11,715	13,540	13,540	13,540	13,540	0.0%
48 REPAIRS & MAINTENANCE	-	500	500	500	500	0.0%
49 MISCELLANEOUS	1,441	5,000	5,000	5,000	5,000	0.0%
95 INTERFUND RENTS	5,246	5,246	5,246	5,246	5,246	0.0%
98 INTERFUND REPAIRS & MAINT.	5,081	8,899	8,899	8,899	6,528	0.0%
99 OTHER INTERFUND SERVICES/CHGS	25,581	20,888	20,888	20,888	22,572	8.1%
TOTAL ENGINEERING	\$ 831,456	\$ 891,460	\$ 892,627	\$ 892,627	\$ 930,806	4.3%

Fund 001
Library Department

Function

This appropriation accounts for the costs associated with maintenance and operation of the Marysville Library Facility. The City of Marysville owns the building and is responsible for the maintenance and debt service of the facility.

Budget Narrative

Office and operating supplies include routine supplies used in the daily operation of the building.

This budget also includes costs for janitorial supplies and services, as well as all of the utility costs to run the building.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Library Department

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	1,111	\$ -	\$ -	\$ -	\$ -	0.0%
21 SOCIAL SECURITY	83	-	-	-	-	0.0%
22 PENSION	69	-	-	-	-	0.0%
23 HEALTH INSURANCE	269	-	-	-	-	0.0%
24 WORKMAN'S COMPENSATION	28	-	-	-	-	0.0%
25 UNEMPLOYMENT COMPENSATION	2	-	-	-	-	0.0%
31 OFFICE & OPERATING SUPPLIES	4,378	2,000	2,000	2,000	2,000	0.0%
41 PROFESSIONAL SERVICES	-	100	100	100	100	0.0%
42 COMMUNICATION	1,840	1,900	1,900	1,900	1,900	0.0%
47 UTILITIES	45,991	49,500	49,500	49,500	49,500	0.0%
48 REPAIRS & MAINTENANCE	38,063	12,000	12,000	12,000	12,000	0.0%
49 MISCELLANEOUS	46,404	100	100	100	100	0.0%
98 INTERFUND REPAIRS & MAINT.	29,996	18,456	18,456	18,456	20,440	10.7%
00 INTERFUND TRANSFERS	354,500	392,700	392,700	392,700	-	-100.0%
TOTAL LIBRARY	\$ 522,734	\$ 476,756	\$ 476,756	\$ 476,756	\$ 86,040	-82.0%

Fund 001
Public Safety Building Department

Function

This appropriation accounts for the costs associated with the maintenance and operation of the Public Safety Building.

Budget Narrative

Office and operating supplies includes operating and janitorial supplies.

Professional services include janitorial services, window cleaning and alarm services.

This budget also includes utility costs and labor costs for in-house repairs and maintenance.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

Fund 001
Public Safety Building Department

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
11 REGULAR PAY	\$ -	\$ -	\$ -	\$ -	\$ -	0.0%
12 OVERTIME	-	-	-	-	-	0.0%
21 SOCIAL SECURITY	-	-	-	-	-	0.0%
22 PENSION	-	-	-	-	-	0.0%
23 HEALTH INSURANCE	-	-	-	-	-	0.0%
24 WORKMAN'S COMPENSATION	-	-	-	-	-	0.0%
25 UNEMPLOYMENT COMPENSATION	-	-	-	-	-	0.0%
31 OFFICE & OPERATING SUPPLIES	\$ 6,352	\$ 8,500	\$ 8,500	\$ 8,500	\$ 8,500	0.0%
41 PROFESSIONAL SERVICES	8,934	11,900	11,900	11,900	11,900	0.0%
42 COMMUNICATION	1,184	2,100	2,100	2,100	2,100	0.0%
46 INSURANCE	3,347	3,869	3,869	3,869	3,869	0.0%
47 PUBLIC UTILITIES	62,534	66,000	66,000	66,000	66,000	0.0%
48 REPAIRS & MAINTENANCE	36,727	30,000	51,787	51,787	30,000	-42.1%
49 MISCELLANEOUS	206	500	500	500	500	0.0%
98 INTERFUND REPAIRS & MAINT.	34,567	49,146	49,146	49,146	42,720	-13.1%
TOTAL PUBLIC SAFETY BUILDING	\$ 153,851	\$ 172,015	\$ 193,802	\$ 193,802	\$ 165,589	-14.6%

**Fund 001
Non-Departmental**

Function

This department accounts for the expenditures, which are mostly mandated by law and are not related to the operations of a specific department or under the oversight of a departmental manager.

Budget Narrative

Professional services include annual retainer paid to the City's financial consultant.

Miscellaneous expenses include the senior rebate, dues and miscellaneous legal fees. The following is a breakdown of the dues included in the 2013 budget:

2013 Dues	2013
AWC Service Fees	41,036
Chamber Membership Dues (Tulalip)	1,525
Chamber Payment (agreement)*	40,000
DEM	65,598
National League of Cities	4,700
Puget Sound Clean Air Agency	25,000
Puget Sound Regional	18,300
Snohomish County EDC	10,000
Snohomish County Tomorrow	10,904
Subtotal Dues	217,063
Senior Rebate	8,000
LID Administration Fees	1,100
Bank Fees	42,987
Subtotal Other Miscellaneous	52,087
Total Miscellaneous	269,150

Intergovernmental includes the cost of the annual state audit, voter registration fees, pollution control payment and alcoholism contribution.

Operating transfer includes:

Transfer to Fund 005 for Capital Reserve	825,000
Transfer to Fund 101 to subsidize the Street budget	1,330,442
Transfer to Fund 101 for Walkways	100,000
Transfer to Fund 101 for Pavement Preservation	350,000
Transfer to Fund 206 for D/S on City Hall	219,581
Transfer to Fund 206 for D/S on 5th St. and Delta Bldgs.	37,381
Transfer to Fund 206 for D/S on 156th Overcrossing	545,821
Transfer to Fund 206 for D/S on BIA Project	422,819
Transfer to Fund 310 for Qwuloolt Trail	200,000
Transfer to Fund 310 for Bayview Trail	100,000
Transfer to Fund 401 for Fire Hydrants	75,728
Transfer to Fund 420 for Golf Course P/O I/F Loan	443,000
Transfer to Fund 420 to subsidize Golf Course	59,722
Total Transfers	4,709,494

Approved Budget Requests

Description	Amount	On-Going
Facilities Replacement	\$125,000	
Technology Equipment Replacement	150,000	
Bayview Trail	100,000	
Walkways	100,000	
Downtown Revitalization	150,000	
Qwuloolt Trail Project	200,000	
Pavement Preservation	350,000	
Transportation Benefit District – Ballot Fees	50,000	
Code Enforcement-Neighborhood Clean-up (Disposal & Improvement)	60,000	
Domestic Violence Services	20,000	
Capital Reserve Transfer	825,000	
Increased Subsidy to Streets Budget Request	63,500	
Total	\$2,193,500	

Item(s) Requested But Not Approved

None

**Fund 001
Non-Departmental**

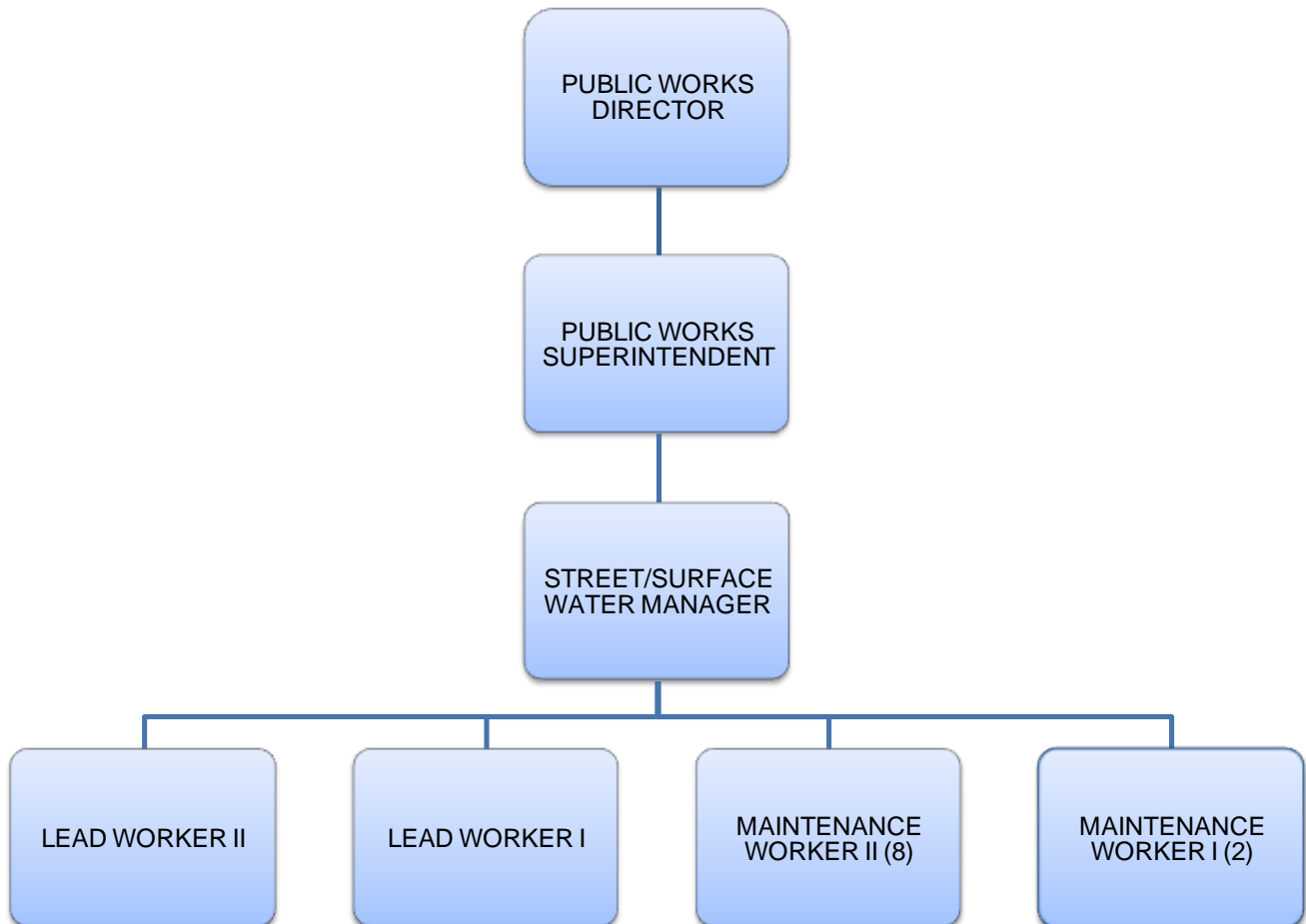
Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012-2013 Budget
35 SMALL TOOLS	\$ -	\$ -	\$ -	\$ -	\$ 150,000	100.0%
41 PROFESSIONAL SERVICES	\$ 25,808	\$ -	\$ -	\$ -	\$ 190,000	100.0%
47 PUBLIC UTILITIES	8,241	2,500	2,500	2,500	2,500	0.0%
48 REPAIRS & MAINTENANCE	4,796	2,000	2,000	2,000	187,000	9250.0%
49 MISCELLANEOUS	233,273	399,732	399,732	399,732	599,732	50.0%
55 INTERGOVERNMENTAL	116,320	119,100	119,100	119,100	169,100	42.0%
82 INTEREST ON INTERFUND LOAN	166	-	-	-	-	0.0%
98 INTERFUND REPAIRS & MAINT.	11,963	4,680	4,680	4,680	8,867	89.5%
00 OPERATING TRANSFER	436,111	1,067,184	2,099,918	2,099,918	4,709,494	124.3%
TOTAL NON-DEPARTMENTAL	\$ 836,678	\$1,595,196	\$2,627,930	\$2,627,930	\$ 6,016,693	129.0%



SPECIAL REVENUE FUNDS



STREET DEPARTMENT



**FUND 101
CITY STREETS
Street Division**

Mission

The mission of the Street Division is to provide appropriate preservation and development of the City's infrastructure for the Marysville Service Area.

Function

Cost of providing maintenance on 420.80 lane miles throughout the city limits. Tasks include maintenance and installation of signs, signals, crosswalks, stop bars, sweeping, paving, pothole patching, stripping and crack sealing of roadways. Seasonal responsibilities include snow and ice removal, and vegetation control including, mowing, herbicides and weed eating. Other work performed by this division includes storm drain installation and sidewalk replacement.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Streets/Surface Water Manager	0.5	0.5	0.5
Lead Worker II (Formerly Heavy Equipment Operator/Lead Worker II)	1	1	1
Lead Worker I (Formerly Heavy Equipment Operator)	1	1	1
Maintenance Worker II	8	8	8
Maintenance Worker I	2	2	2
TOTAL - STREETS	12.5	12.5	12.5

Changes to Headcount

None

Budget Narrative

The operating supplies budget includes supplies required for performing annual roadway maintenance, crack sealing, snow and ice removal and other miscellaneous office and operating supplies.

Professional services include but are not limited to temporary labor fees, equipment rental fees, engineering services, and traffic safety projects.

Interfund repairs include the cost of equipment rental and replacement fees, and facilities maintenance.

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement. This category also includes the cost allocation from Finance, City Clerk, HR, and Executive.

Approved Budget Requests

Description	Amount	On-Going
Traffic Sign Fabrication Software	12,500	No
Truck Mounted Reader Board	14,000	No
Zero Turning Riding Lawnmowers (2)	27,000	No
Pavement Preservation	350,000	
Walkways	100,000	
Traffic Safety	10,000	
Total	\$513,500	

Item(s) Requested But Not Approved

None

**FUND 101
CITY STREETS
Street Division**

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 1,769,305	\$ 786,490	\$ 786,490	\$ 1,003,676	\$ 0	-100.0%
<u>Revenue</u>						
One Time Road Taxes	7,917	-	-	-	-	0.0%
Franchise Fees	42,503	-	-	42,503	-	0.0%
Storm Drainage Permits	38,988	25,000	25,000	50,000	30,000	20.0%
Federal Grant	-	-	90,000	86,146	165,000	83.3%
MV Fuel Tax	1,252,351	1,000,000	1,000,000	1,200,000	1,200,000	20.0%
ARRA Energy Efficiency	23,121	-	86,100	69,489	-	-100.0%
Interfund Services Charges	52,121	-	-	20,000	-	0.0%
Interest	5,248	3,000	3,000	1,000	500	-83.3%
Insurance Recoveries	22,521	-	-	50,000	-	0.0%
Miscellaneous Revenue	80,818	10,000	10,000	50,000	10,000	0.0%
Transfer In	469,853	1,294,822	1,519,135	948,027	2,352,588	54.9%
TOTAL REVENUE	1,995,441	2,332,822	2,733,235	2,517,165	3,758,088	37.5%
<u>Expenditures</u>						
Salaries	1,063,676	1,151,641	1,151,641	1,161,341	1,103,847	-4.2%
Overtime	15,800	25,100	25,100	26,400	22,700	-9.6%
Social Security	81,839	86,074	86,074	86,074	82,227	-4.5%
Retirement	81,038	92,136	92,136	92,136	100,442	9.0%
Medical Insurance	224,954	237,939	237,939	237,939	238,407	0.2%
Workman's Compensation	25,438	31,902	31,902	31,902	25,950	-18.7%
Unemployment	2,282	2,302	4,604	4,604	5,520	19.9%
Uniforms	8,349	9,800	9,800	9,700	9,800	0.0%
Office & Operating	280,906	293,500	293,500	309,000	321,500	9.5%
Fuel	59,459	70,000	70,000	73,000	75,000	7.1%
Small Tools	7,679	7,000	7,000	5,000	7,000	0.0%
Professional Services	75,391	106,500	192,600	213,465	120,765	-37.3%
Communication	1,762	9,434	9,434	6,000	9,000	-4.6%
Travel	333	500	500	500	500	0.0%
Advertising	-	500	500	-	500	0.0%
Rents	1,087	1,500	1,500	3,000	1,500	0.0%
Insurance	50,764	58,674	58,674	58,000	60,000	2.3%
Public Utilities	364,584	383,400	383,400	377,200	383,400	0.0%
Repairs & Maintenance	73,120	65,000	65,000	77,500	72,000	10.8%
Miscellaneous	58,227	31,000	343,011	292,670	592,000	72.6%
Interfund Rents	25,531	25,531	25,531	25,531	25,531	0.0%
Interfund Repairs	141,303	288,349	288,349	288,349	300,757	4.3%
Other Interfund Services	138,178	141,530	141,530	141,530	154,723	9.3%
Transfer Out	-	-	-	-	41,000	100.0%
TOTAL EXPENDITURE	2,781,700	3,119,312	3,519,725	3,520,841	3,754,069	6.7%
Other adjustments	20,630					
Ending Cash	1,003,676	-	-	0	4,019	1.0%

**FUND 102
ARTERIAL STREETS****Function**

The Arterial Street Fund is for the purpose of construction, improvement or repair of arterial highways and city streets. In 2005, effective 2006 there was a change in the City Motor Vehicle Fuel Tax Distribution (SSB 5969, Ch 89, Laws of 2005). Cities had been receiving their gas tax in two separate distributions, "restricted" and "unrestricted". Cities with a population over 15,000 were required to deposit the restricted portion in an arterial city street fund to be used for capital purposes, while the unrestricted portion was deposited in the city street fund for maintenance. With the change in this law cities can now choose to deposit some of the receipts in an arterial street fund, but they are not required to do so. The City has chosen not to deposit MV Fuel Tax into the arterial street fund for the 2013 budget cycle.

Budget Narrative

There are currently no overlay projects scheduled for calendar year 2013

Approved Budget Requests

None

**FUND 103
DRUG ENFORCEMENT FUND
Police**

Function

The Drug Enforcement fund was created in 1992 through Ordinance 1884 as set forth in MMC 3.97.030. The purpose of the fund is to accumulate funds from the sale of property seized during drug investigations and forfeited pursuant to RCW 69.50.505. Expenditures from this fund are for drug enforcement needs, drug awareness educational purposes and the purchase, lease and maintenance of equipment and other items necessary for drug enforcement.

Approved Budget Requests

Description	Amount	On-Going
Dragon Fire Tactical Vest Replacements	8,500	No
Equipment & Training for Drug Investigations	10,000	No
Total	\$18,500	

Item(s) Requested But Not Approved

None

FUND 103
DRUG ENFORCEMENT FUND
Police

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 53,375	\$ 46,565	\$ 62,302	\$ 62,302	\$ 54,711	-12.2%
<u>Revenue</u>						
Forfeited Property	33,561	10,000	10,000	19,000	10,000	0.0%
Interest	248	500	500	150	200	-60.0%
Miscellaneous Revenue	4,125	-	-	4,906	-	0.0%
TOTAL REVENUE	37,933	10,500	10,500	24,056	10,200	-2.9%
<u>Expenditures</u>						
Small Tools	29,006	15,950	45,949	31,647	18,500	-59.7%
TOTAL EXPENDITURE	29,006	15,950	45,949	31,647	18,500	-59.7%
Other adjustments (accruals)						
Ending Cash	62,302	41,115	26,853	54,711	46,411	100.0%

FUND 104
TRIBAL GAMING FUND
Police

Function

The Tribal Gaming Fund was established in 1994 by Ordinance 1981 pursuant to MMC 3.90.020. The sources of funds include deposits pursuant to section 14C of the Tribal Compact for Class III Gaming between the Tulalip Tribes of Washington and the State of Washington. Such source of funds constitutes a percentage of the net win of the gaming stations conducted by the tribal gaming operation. Expenditures shall be limited to law enforcement purposes, being defined as those activities and the support of the police services set forth in Section 521.00 of the BARS manual.

Budget Narratives

Description	Amount	On-Going
Operational Equipment & Training	20,000	No
Total	\$20,000	

Included are costs associated with MDC upgrades and New World project infrastructure.

Approved Budget Requests

None

**FUND 104
TRIBAL GAMING FUND
Police**

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 192,385	\$ 117,704	\$ 117,704	\$ 132,869	\$ 114,869	-2.4%
<u>Revenue</u>						
Tribal Gaming	35,000	-	-	35,000	-	0.0%
Interest	596	800	800	250	250	-68.8%
TOTAL REVENUE	35,596	800	800	35,250	250	-68.8%
<u>Expenditures</u>						
Small Tools	53,350	14,700	14,700	14,700	5,000	-66.0%
Communication	13,210	29,700	29,700	29,700	-	-100.0%
Miscellaneous	19,194	-	8,850	8,850	20,000	126.0%
Facilities Maintance	8,713	-	-	-	-	0.0%
TOTAL EXPENDITURE	94,467	44,400	53,250	53,250	25,000	-53.1%
Other adjustments	(645)	-	-	-	-	
Ending Cash	132,869	74,104	65,254	114,869	90,119	100.0%

FUND 105
TOURISM DEVELOPMENT
Hotel/Motel Tax

Function

The Tourism Development Fund was created in 1990 by Ordinance Number 1755 (MMC 3.93) pursuant to RCW 67.28.180 to account for the two percent tax levied on the sale of or charge made for the furnishing of lodging by a hotel, rooming house, tourist court, motel or trailer camp. The taxes collected are for the purpose of advertising, publicizing or otherwise distributing information for the purpose of attracting visitors and encouraging tourism.

Budget Narrative

Miscellaneous expense includes the expenses paid toward the promotion of tourism. The following is a list of the 2012 awards:

City of Marysville Cedarcrest Golf Course - Holiday Lighting Tour (paid in 2012)	\$ 5,000
Maryfest Strawberry Festival	25,000
City of Marysville-Chamber of Commerce Visitor Info Center	26,514
Scrub-A-Mutt Fundraising Dog Wash	1,139
Greater Marysville Chamber of Commerce-Tech Update	8,705
Snohomish County Tourism Bureau-Visitor Center Program	3,612
City of Marysville Police Department-Special Events Funding	18,337
City of Marysville Sanitation Division-Strawberry Festival Funding	2,115
Marysville Arts Coalition - It's Raining Art Event	750
City of Marysville Street Division-Strawberry Festival Funding	7,727
Lakewood High School Cross Country Team-Cross Country Invitational	25,900
Marysville Dog Owners Group-Marysville Poochpalooza Event	500
<hr/>	
Total 2013 Awards	\$ 125,299

FUND 105
TOURISM DEVELOPMENT
Hotel/Motel Tax

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 105,698	\$ 105,405	\$ 113,718	\$ 113,718	\$ 44,868	-60.5%
<u>Revenue</u>						
Hotel/Motel Tax	71,638	60,000	65,835	71,500	76,000	15.4%
Interest	318	150	150	150	150	0.0%
TOTAL REVENUE	71,956	60,150	65,985	71,650	76,150	15.4%
<u>Expenditures</u>						
Miscellaneous	13,216	75,671	85,671	75,671	65,606	-23.4%
Transfer out	50,719	59,829	59,829	64,829	54,693	-8.6%
TOTAL EXPENDITURE	63,936	135,500	145,500	140,500	120,299	-17.3%
Ending Cash	113,718	30,055	34,203	44,868	719	100.0%

FUND 106
BAXTER CENTER APPRECIATION
Parks

Function

The Ken Baxter Community Center (KBCC) Appreciation Fund was created in 1999 by Ordinance 2227 (MMC 3.99) to account for private donations to the City of Marysville intended to support the senior center. All expenditures from this fund are to be used solely for the benefit of the center and/or activities sponsored by the center.

Budget Narrative

Miscellaneous expenses include supplies for the seasonal potlucks and charges for the coffee services provided at the center.

Approved Budget Requests

None

FUND 106
BAXTER CENTER APPRECIATION
Parks

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 21,953	\$ 18,128	\$ 18,128	\$ 18,905	\$ 15,680	-13.5%
<u>Revenue</u>						
Contributions	334	-	-	500	-	0.0%
Interest	79	75	75	75	75	0.0%
TOTAL REVENUE	412	75	75	575	75	0.0%
<u>Expenditures</u>						
Miscellaneous	3,460	4,000	4,000	3,800	4,000	0.0%
TOTAL EXPENDITURE	3,460	4,000	4,000	3,800	4,000	0.0%
Ending Cash	18,905	14,203	14,203	15,680	11,755	100.0%

FUND 108
MARYSVILLE TECHNOLOGY INFRASTRUCTURE
I/Net

Function

This Marysville Technology Infrastructure Fund (I/Net) was created in 2004 by Ordinance 2541 for the purpose of accounting for the funds used to implement and maintain the city's technology infrastructure. At the March 26, 2007, Council meeting, Council voted to reduce the I/Net fee that is assessed on all Comcast cable TV subscribers from \$ 1.00 to \$.75.

Budget Narrative

This budget includes the annual maintenance fee paid to Comcast and the approved request listed below.

Approved Budget Requests

Description	Amount	On-Going
Disaster Recovery Phase 5 (of 7)-Virtualization	5,000	No
Fiber IRU Purchase for Connectivity to County	62,750	No
Total	\$67,750	

Item(s) Requested But Not Approved

None

FUND 108
MARYSVILLE TECHNOLOGY INFRASTRUCTURE
I/Net

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 61,665	\$ 11,134	\$ 18,660	\$ 18,663	\$ 24,750	32.6%
<u>Revenue</u>						
Fee	119,520	120,000	120,000	119,500	119,500	-0.4%
Interest	267	350	350	350	350	0.0%
TOTAL REVENUE	119,787	120,350	120,350	119,850	119,850	-0.4%
<u>Expenditures</u>						
Professional Services	7,850	14,000	28,000	28,000	22,676	-19.0%
Miscellaneous	154,938	81,815	85,763	85,763	74,182	-13.5%
TOTAL EXPENDITURE	162,789	95,815	113,763	113,763	96,858	-14.9%
 Ending Cash	 18,663	 35,669	 25,247	 24,750	 47,742	 100.0%

FUND 109
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
Community Development

Function

The Community Development block Grant Program (CDBG) is a federal grant received and administered by the Community Development department.

Beginning in 2012, the City of Marysville applied for and received, Community Development Block Grant (CDBG) funding from the U.S. Department of Housing and Urban Development (HUD). Every year HUD determines the amount of CDBG funds for each community. .

FUND 109
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
Community Development

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ -	\$ -	\$ -	\$ -	\$ 9,435	100.0%
<u>Revenue</u>						
Community Dev Block Grant	-	94,350	188,700	188,700	318,000	68.5%
TOTAL REVENUE	-	94,350	188,700	188,700	318,000	68.5%
<u>Expenditures</u>						
Professional Services	-	84,915	179,265	179,265	280,400	56.4%
Transfer Out	-	-	-	-	37,600	100.0%
TOTAL EXPENDITURE	-	84,915	179,265	179,265	318,000	77.4%
Other adjustments	-	-	-	-	-	
Ending Cash	-	9,435	9,435	9,435	9,435	100.0%

FUND 110
GROWTH MANAGEMENT – REET 1

Function

The Growth Management-REET1 fund accounts for the revenues and expenditures of the first quarter percent of the real estate excise tax or REET 1. These funds must be used for capital projects, which include planning, acquisition, construction, reconstruction, repair, replacement, rehabilitation, or improvement of streets, roads, highways, sidewalks, street and road lighting systems, traffic signals, bridges, domestic water systems, storm and sanitary sewer systems, parks, recreational facilities, law enforcement facilities, fire protection facilities, trails, libraries, and administrative and judicial facilities.

Budget Narrative

This budget includes the principal and interest payments on the interlocal debt issue for Marysville's portion of the 800 Mhz Project.

Transfer out includes a \$350,000 transfer to fund 305 for street construction projects.

BOND REDEMPTION
FUND 110
800 MHz Marysville
Inter-local Long Term Debt Issues
Debt Schedule Revised 2005

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL REQUIREMENT</u>	<u>OUTSTANDING BALANCE</u>
				1,013,003.23
2005	49,192.60	22,873.76	72,066.36	963,810.63
2006	52,381.01	46,402.28	98,783.29	911,429.62
2007	54,658.45	43,874.34	98,532.79	856,771.17
2008	57,391.37	41,207.46	98,598.83	799,379.80
2009	60,124.29	38,349.74	98,474.03	739,255.51
2010	59,213.32	35,204.60	94,417.92	680,042.19
2011	62,401.73	32,243.92	94,645.65	617,640.46
2012	65,134.65	29,123.84	94,258.49	552,505.81
2013	68,323.06	25,867.12	94,190.18	484,182.75
2014	71,966.96	22,450.96	94,417.92	412,215.79
2015	75,155.37	18,852.60	94,007.97	337,060.42
2016	78,799.26	15,094.84	93,894.10	258,261.16
2017	82,443.16	11,154.88	93,598.04	175,818.00
2018	86,087.05	7,032.72	93,119.77	89,730.95
2019	89,730.95	3,589.24	93,320.19	-
TOTAL	\$ 1,013,003.23	\$ 393,322.30	\$ 1,406,325.53	

**FUND 110
GROWTH MANAGEMENT – REET 1**

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 38,384	\$ 44,238	\$ 93,520	\$ 93,520	\$ 25,261	-73.0%
<u>Revenue</u>						
Real Estate Excise Taxes	473,940	280,000	460,000	460,000	450,000	-2.2%
Interest	841	250	250	250	250	0.0%
TOTAL REVENUE	474,781	280,250	460,250	460,250	450,250	-2.2%
<u>Expenditures</u>						
Debt Service - Principal	62,402	65,135	65,135	65,135	68,323	4.9%
Debt Service - Interest	32,244	29,124	29,124	29,124	25,867	-11.2%
Transfer Out	325,000	184,250	434,250	434,250	350,000	-19.4%
TOTAL EXPENDITURE	419,646	278,509	528,509	528,509	444,190	-16.0%
Other Adjustments	-	-	-	-	-	
Ending Cash	93,520	45,979	25,261	25,261	31,321	100.0%

**FUND 111
GROWTH MANAGEMENT – REET 2**

Function

The Growth Management-REET 2 fund accounts for the revenues and expenditures of the second quarter percent of the real estate excise tax or REET 2. These funds must be used for capital projects which include planning acquisition, construction, reconstruction, repair, replacement, rehabilitation or improvement of streets roads, highways, sidewalks, street and road lighting system, traffic signals, bridges, domestic water systems, storm and sanitary sewer systems, and planning construction, reconstruction, repair, rehabilitation or improvements of parks.

Budget Narrative

Transfer out includes a \$450,000 transfer to fund 305 for street construction projects.

**FUND 111
GROWTH MANAGEMENT – REET 2**

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 34,737	\$ 50,487	\$ 99,510	\$ 99,510	\$ 29,260	-70.6%
<u>Revenue</u>						
Real Estate Excise Taxes	473,940	280,000	460,000	460,000	460,000	0.0%
Interest	833	500	500	500	500	0.0%
TOTAL REVENUE	474,772	280,500	460,500	460,500	460,500	0.0%
<u>Expenditures</u>						
Transfer Out	410,000	280,750	530,750	530,750	450,000	-15.2%
TOTAL EXPENDITURE	410,000	280,750	530,750	530,750	450,000	-15.2%
Ending Cash	99,510	50,237	29,260	29,260	39,760	100.0%



DEBT SERVICE FUNDS



FUND 206
LTGO BOND ISSUE 2003, 2007, and 2010

Function

This fund is for the recording and accounting of the \$7.2 million 2003 LTGO bond issue providing funds for the purchase and remodel of the new City Hall building (\$2.3M) located at 1049 State Avenue, Public Safety Remodel (\$.1M), construction of the Waterfront Park (\$1.2M) and the State Ave renovation project (\$3.6M). The bonds were issued in July 2003, with interest only payments through 2012.

In 2007 the City issued \$8.0M of LTGO bonds to provide funds with which to fund the cost of transportation projects throughout the City. The projects include reconstruction of primary corridors and construction of "missing links" within the City's current infrastructure.

In 2008, the City secured a low interest loan from the Public Works Trust Fund to help fund the design of the Lakewood Triangle Access. This project will establish an alternate point of access into and out of the Lakewood area.

In 2010, the City issued \$4.9M of LTGO bonds to purchase the Courthouse building which the City was leasing and the purchase of two other parcels. The bonds were issued in October 2010 with interest only payments through 2013.

The debt service fund receives contributions from the General Fund, Street Construction Fund and the Parks Construction Fund.

FUND 206
2003 LTGO BOND ISSUE
ALLSTATE BUILDING PURCHASE/REMODEL

YEAR	PRINCIPAL	INTEREST RATE	INTEREST	TOTAL REQUIREMENT	OUTSTANDING BALANCE
2003	\$ -	-	\$ 46,890.00	\$ 46,890.00	\$ 2,456,500.00
2004	-	-	93,781.00	93,781.00	2,456,500.00
2005	-	-	93,781.00	93,781.00	2,456,500.00
2006	-	-	93,781.00	93,781.00	2,456,500.00
2007	-	-	93,781.00	93,781.00	2,456,500.00
2008	-	-	93,781.00	93,781.00	2,456,500.00
2009	-	-	93,781.00	93,781.00	2,456,500.00
2010	-	-	93,781.00	93,781.00	2,456,500.00
2011	-	-	93,781.00	93,781.00	2,456,500.00
2012	-	-	93,781.00	93,781.00	2,456,500.00
2013	125,800.00	3.000%	93,781.00	219,581.00	2,330,700.00
2014	129,200.00	3.250%	90,007.00	219,207.00	2,201,500.00
2015	130,900.00	3.375%	85,808.00	216,708.00	2,070,600.00
2016	136,000.00	3.500%	81,390.00	217,390.00	1,934,600.00
2017	141,100.00	3.625%	76,630.00	217,730.00	1,793,500.00
2018	272,000.00	3.750%	71,515.00	343,515.00	1,521,500.00
2019	280,500.00	3.875%	61,315.00	341,815.00	1,241,000.00
2020	292,400.00	4.000%	50,445.00	342,845.00	948,600.00
2021	304,300.00	4.000%	38,749.00	343,049.00	644,300.00
2022	316,200.00	4.125%	26,577.00	342,777.00	328,100.00
2023	328,100.00	4.125%	13,538.00	341,638.00	-
Total	\$ 2,456,500.00		\$ 1,580,674.00	\$ 4,037,174.00	

Note: Funded by the General Fund

FUND 206
2003 LTGO BOND ISSUE
WATERFRONT PARK

YEAR	PRINCIPAL	INTEREST RATE	INTEREST	TOTAL REQUIREMENT	OUTSTANDING BALANCE
2003	\$ -		\$ 22,066.00	\$ 22,066.00	\$ 1,156,000.00
2004			44,132.00	44,132.00	1,156,000.00
2005			44,132.00	44,132.00	1,156,000.00
2006			44,132.00	44,132.00	1,156,000.00
2007			44,132.00	44,132.00	1,156,000.00
2008			44,132.00	44,132.00	1,156,000.00
2009			44,132.00	44,132.00	1,156,000.00
2010			44,132.00	44,132.00	1,156,000.00
2011			44,132.00	44,132.00	1,156,000.00
2012			44,132.00	44,132.00	1,156,000.00
2013	59,200.00	3.000%	44,132.00	103,332.00	1,096,800.00
2014	60,800.00	3.250%	42,356.00	103,156.00	1,036,000.00
2015	61,600.00	3.375%	40,380.00	101,980.00	974,400.00
2016	64,000.00	3.500%	38,301.00	102,301.00	910,400.00
2017	66,400.00	3.625%	36,061.00	102,461.00	844,000.00
2018	128,000.00	3.750%	33,654.00	161,654.00	716,000.00
2019	132,000.00	3.875%	28,854.00	160,854.00	584,000.00
2020	137,600.00	4.000%	23,739.00	161,339.00	446,400.00
2021	143,200.00	4.000%	18,235.00	161,435.00	303,200.00
2022	148,800.00	4.125%	12,507.00	161,307.00	154,400.00
2023	154,400.00	4.125%	6,371.00	160,771.00	-
Total	\$ 1,156,000.00		\$ 743,844.00	\$ 1,899,844.00	

Note: Funded by the Parks Construction fund

FUND 206
2003 LTGO BOND ISSUE
STATE AVENUE PROJECT

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST RATE</u>	<u>INTEREST</u>	<u>TOTAL REQUIREMENT</u>	<u>OUTSTANDING BALANCE</u>
2003	\$ -	-	\$ 68,956.00	\$ 68,956.00	\$ 3,612,500.00
2004	-	-	137,913.00	137,913.00	3,612,500.00
2005	-	-	137,913.00	137,913.00	3,612,500.00
2006	-	-	137,913.00	137,913.00	3,612,500.00
2007	-	-	137,913.00	137,913.00	3,612,500.00
2008	-	-	137,913.00	137,913.00	3,612,500.00
2009	-	-	137,913.00	137,913.00	3,612,500.00
2010	-	-	137,913.00	137,913.00	3,612,500.00
2011	-	-	137,913.00	137,913.00	3,612,500.00
2012	-	-	137,913.00	137,913.00	3,612,500.00
2013	185,000.00	3.000%	137,913.00	322,913.00	3,427,500.00
2014	190,000.00	3.250%	132,363.00	322,363.00	3,237,500.00
2015	192,500.00	3.375%	126,188.00	318,688.00	3,045,000.00
2016	200,000.00	3.500%	119,691.00	319,691.00	2,845,000.00
2017	207,500.00	3.625%	112,691.00	320,191.00	2,637,500.00
2018	400,000.00	3.750%	105,169.00	505,169.00	2,237,500.00
2019	412,500.00	3.875%	90,169.00	502,669.00	1,825,000.00
2020	430,000.00	4.000%	74,184.00	504,184.00	1,395,000.00
2021	447,500.00	4.000%	56,984.00	504,484.00	947,500.00
2022	465,000.00	4.125%	39,084.00	504,084.00	482,500.00
2023	482,500.00	4.125%	19,909.00	502,409.00	-
Total	<u>\$ 3,612,500.00</u>		<u>\$ 2,324,518.00</u>	<u>\$ 5,937,018.00</u>	

Note: Funded by the Street Construction Fund

FUND 206
SERIES 2007A LIMITED TAX GENERAL OBLIGATION BOND
STREET CONSTRUCTION PROJECTS

YEAR	PRINCIPAL	INTEREST RATE	INTEREST	TOTAL REQUIREMENT	OUTSTANDING BALANCE
2007	\$ -	-	\$ 177,801.80	\$ 177,801.80	\$ 8,045,000.00
2008	255,000.00	4.00%	353,638.76	608,638.76	7,790,000.00
2009	265,000.00	4.00%	343,438.76	608,438.76	7,525,000.00
2010	280,000.00	4.00%	332,838.76	612,838.76	7,245,000.00
2011	290,000.00	4.00%	321,638.76	611,638.76	6,955,000.00
2012	300,000.00	5.50%	310,038.76	610,038.76	6,655,000.00
2013	315,000.00	5.50%	293,538.76	608,538.76	6,340,000.00
2014	335,000.00	5.50%	276,213.76	611,213.76	6,005,000.00
2015	355,000.00	5.50%	257,788.76	612,788.76	5,650,000.00
2016	375,000.00	4.00%	238,263.76	613,263.76	5,275,000.00
2017	390,000.00	4.00%	223,263.76	613,263.76	4,885,000.00
2018	405,000.00	4.00%	207,663.76	612,663.76	4,480,000.00
2019	420,000.00	4.00%	191,463.76	611,463.76	4,060,000.00
2020	435,000.00	4.00%	174,663.76	609,663.76	3,625,000.00
2021	455,000.00	4.00%	174,663.76	629,663.76	3,170,000.00
2022	475,000.00	4.30%	174,663.76	649,663.76	2,695,000.00
2023	495,000.00	4.25%	115,968.76	610,968.76	2,200,000.00
2024	515,000.00	4.25%	94,931.26	609,931.26	1,685,000.00
2025	540,000.00	4.25%	73,043.76	613,043.76	1,145,000.00
2026	560,000.00	4.25%	50,093.76	610,093.76	585,000.00
2027	585,000.00	4.38%	50,093.76	635,093.76	-
Total	\$ 8,045,000.00		\$ 4,435,714.50	\$ 12,480,714.50	

Note: Funded by the Street Construction Fund

FUND 206
2010 LTGO BONDS
COURTHOUSE/DELTA PROPERTY/WILLIAMS PROPERTY

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST RATE</u>	<u>INTEREST</u>	<u>TOTAL REQUIREMENT</u>	<u>OUTSTANDING BALANCE</u>
2010	\$ -	2.00%	\$ 23,651.91	\$ 23,651.91	\$ 4,990,000.00
2011	-	2.00%	207,675.00	207,675.00	4,990,000.00
2012	-	2.00%	207,675.00	207,675.00	4,990,000.00
2013	-	2.00%	207,675.00	207,675.00	4,990,000.00
2014	145,000.00	2.00%	207,675.00	352,675.00	4,845,000.00
2015	155,000.00	2.00%	204,775.00	359,775.00	4,690,000.00
2016	155,000.00	2.00%	201,675.00	356,675.00	4,535,000.00
2017	155,000.00	2.00%	198,575.00	353,575.00	4,380,000.00
2018	-	2.00%	195,475.00	195,475.00	4,380,000.00
2019	-	2.00%	195,475.00	195,475.00	4,380,000.00
2020	60,000.00	3.00%	195,475.00	255,475.00	4,320,000.00
2021	55,000.00	4.50%	193,675.00	248,675.00	4,265,000.00
2022	265,000.00	4.50%	191,200.00	456,200.00	4,000,000.00
2023	280,000.00	4.50%	179,275.00	459,275.00	3,720,000.00
2024	210,000.00	4.50%	166,675.00	376,675.00	3,510,000.00
2025	215,000.00	4.50%	157,225.00	372,225.00	3,295,000.00
2026	230,000.00	5.00%	147,550.00	377,550.00	3,065,000.00
2027	240,000.00	5.00%	136,050.00	376,050.00	2,825,000.00
2028	350,000.00	5.00%	124,050.00	474,050.00	2,475,000.00
2029	370,000.00	5.00%	106,550.00	476,550.00	2,105,000.00
2030	385,000.00	5.00%	88,050.00	473,050.00	1,720,000.00
2031	405,000.00	4.00%	68,800.00	473,800.00	1,315,000.00
2032	420,000.00	4.00%	52,600.00	472,600.00	895,000.00
2033	440,000.00	4.00%	35,800.00	475,800.00	455,000.00
2034	455,000.00	4.00%	18,200.00	473,200.00	-
Total	<u>\$ 4,990,000.00</u>		<u>\$ 3,711,501.91</u>	<u>\$ 8,701,501.91</u>	

Note: Funded by the General Fund

FUND 206
Public Works Trust Fund Loan
2008 - Lakewood Triangle Access Project

Interest Rate: 0.5%

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL REQUIREMENT</u>	<u>OUTSTANDING BALANCE</u>
	\$ -	\$ -	\$ -	\$ 750,000.00
2009	-	4,375.00	4,375.00	750,000.00
2010	187,500.00	3,750.00	191,250.00	562,500.00
2011	187,500.00	2,812.50	190,312.50	375,000.00
2012	187,500.00	1,875.00	189,375.00	187,500.00
2013	187,500.00	937.50	188,437.50	-
TOTAL	<u>\$ 750,000.00</u>	<u>\$ 13,750.00</u>	<u>\$ 763,750.00</u>	

Note: Funded by the Street Construction Fund

FUND 206
LTGO BOND ISSUE 2003, 2007 and 2010

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 18,045	\$ 17,844	\$ 17,844	\$ 18,752	\$ 18,252	2.3%
<u>Revenue</u>						
Interest & Other Earnings	1,308	500	500	500	500	0.0%
Transfers In	1,285,452	1,282,915	1,282,915	1,282,915	2,619,118	104.2%
TOTAL REVENUE	1,286,760	1,283,415	1,283,415	1,283,415	2,619,618	104.1%
<u>Expenditures</u>						
Debt Principal	477,500	487,500	487,500	487,500	1,841,140	277.7%
Debt Interest	807,951	795,415	795,415	795,415	777,978	-2.2%
Debt Issue Cost	602	1,000	1,000	1,000	1,000	0.0%
TOTAL EXPENDITURE	1,286,053	1,283,915	1,283,915	1,283,915	2,620,118	104.1%
Ending Cash	18,752	17,344	17,344	18,252	17,752	2.4%

CAPITAL PROJECT FUNDS



**FUND 305
STREETS CAPITAL IMPROVEMENTS**

Function

This fund is used to design and construct capital road construction projects. Revenues are generated through grants, loans, developer mitigation fees and real estate excise taxes (REET). The REET funds are receipted into funds 110 and 111 and then transferred into the 305 fund.

Budget Narrative

Capital projects for 2013 include:

R0902	53 rd /SR528	250,000
R0904	SR9/SR92 Break In Access	25,000
R1001	51 st Improvements	265,000
R1101	88 th Street	1,000,000
	State Avenue Overlay	520,000
	State Avenue 1 st to 88 th	200,000
	TOTAL	\$2,260,000

The 305 operating budget also includes a transfer out to fund 206 for the annual debt service payment associated with the 2003 and 2007 LTGO bond issues and also a PWTF loan.

FUND 305
STREETS CAPITAL IMPROVEMENTS

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 2,601,183	\$ 185,392	\$ 185,392	\$ 176,244	\$ 0	-100.0%
<u>Revenue</u>						
Federal & State Grants	184,543	-	-	88,113	1,850,000	100.0%
Snohomish County	-	-	-	-	1,000,000	100.0%
Transportation Mitigation Fees	1,306,492	400,000	400,000	500,000	500,000	25.0%
Investment Interest	5,401	100	100	700	500	400.0%
Proceeds from Interfund Load	-	-	-	-	-	0.0%
Proceeds from Long Term Debt	-	5,320,000	5,704,985	3,184,000	1,000,000	-82.5%
Insurance Recovery	-	-	-	3,336	-	0.0%
Transfers In - REET	735,000	465,000	465,000	965,000	800,000	72.0%
TOTAL REVENUE	2,231,436	6,185,100	6,570,085	4,741,149	5,150,500	-21.6%
<u>Expenditures</u>						
Professional Services	-	-	-	-	-	0.0%
Capital Outlay	2,820,671	5,120,000	5,504,985	4,971,433	2,260,000	-58.9%
Debt Service Interest	-	-	-	-	-	0.0%
Transfer Out - Debt Service	939,864	937,326	937,326	937,326	1,119,890	19.5%
TOTAL EXPENDITURE	3,760,535	6,057,326	6,442,311	5,908,759	3,379,890	-47.5%
Restricted Cash				729,494	(1,000,000)	
Other Adjustments (Accruals)	(166,346)			261,872	(261,872)	
Ending Cash	905,738	313,166	313,166	0	508,738	62.5%

**FUND 310
PARKS CAPITAL IMPROVEMENT**

Function

This fund is used for the design and construction of City parks and recreational facilities. Revenues are generated through grants, loans, donations, collection of real estate excise taxes (REET) and park mitigation fees. The REET funds are receipted into funds 110 and 111 and then transferred into the 310 fund. A transfer of REET funds is not scheduled in 2013.

Project(s) Approved

Qwuloolt	200,000
Bayview Trail	100,000
TOTAL	<u>\$300,000</u>

The 310 operating budget also includes a transfer out to fund 206 for the annual debt service payment associated with the 2003 LTGO bond issue.

FUND 310
PARKS CAPITAL IMPROVEMENT

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 44,202	\$ 26,244	\$ 26,244	\$ 28,097	\$ 29,781	13.5%
<u>Revenue</u>						
Park Mitigation Fees	104,606	95,000	95,000	95,000	95,000	0.0%
Investment Interest	370	350	350	350	350	0.0%
Other Miscellaneous	80,497	27,000	27,000	27,000	27,000	0.0%
Transfers In	17,847	58,264	64,846	58,264	346,582	434.5%
TOTAL REVENUE	203,319	180,614	187,196	180,614	468,932	150.5%
<u>Expenditures</u>						
Professional Services	-	-	-	-	54,582	100.0%
Miscellaneous	14	-	-	-	-	0.0%
Capital Outlay	99,370	58,264	73,464	59,248	300,000	308.4%
Interfund Interest	907	550	550	550	-	-100.0%
Interfund Loan Payment*	-	75,000	75,000	75,000	-	-100.0%
Interfund Repairs	-	-	-	-	-	0.0%
Transfer Out - Debt Service	44,132	44,132	44,132	44,132	103,332	134.1%
TOTAL EXPENDITURE	144,424	177,946	193,146	178,930	457,914	137.1%
Other Adjustments (i/f loans)	(75,000)					
Ending Cash	28,097	28,912	20,294	29,781	40,799	101.0%

FUND 371
LID 71 – 156TH STREET OVERPASS

Function

This fund was established to track the costs associated with the design and construction of the 156th street overpass as they pertain to the recently established Local Improvement District 71.

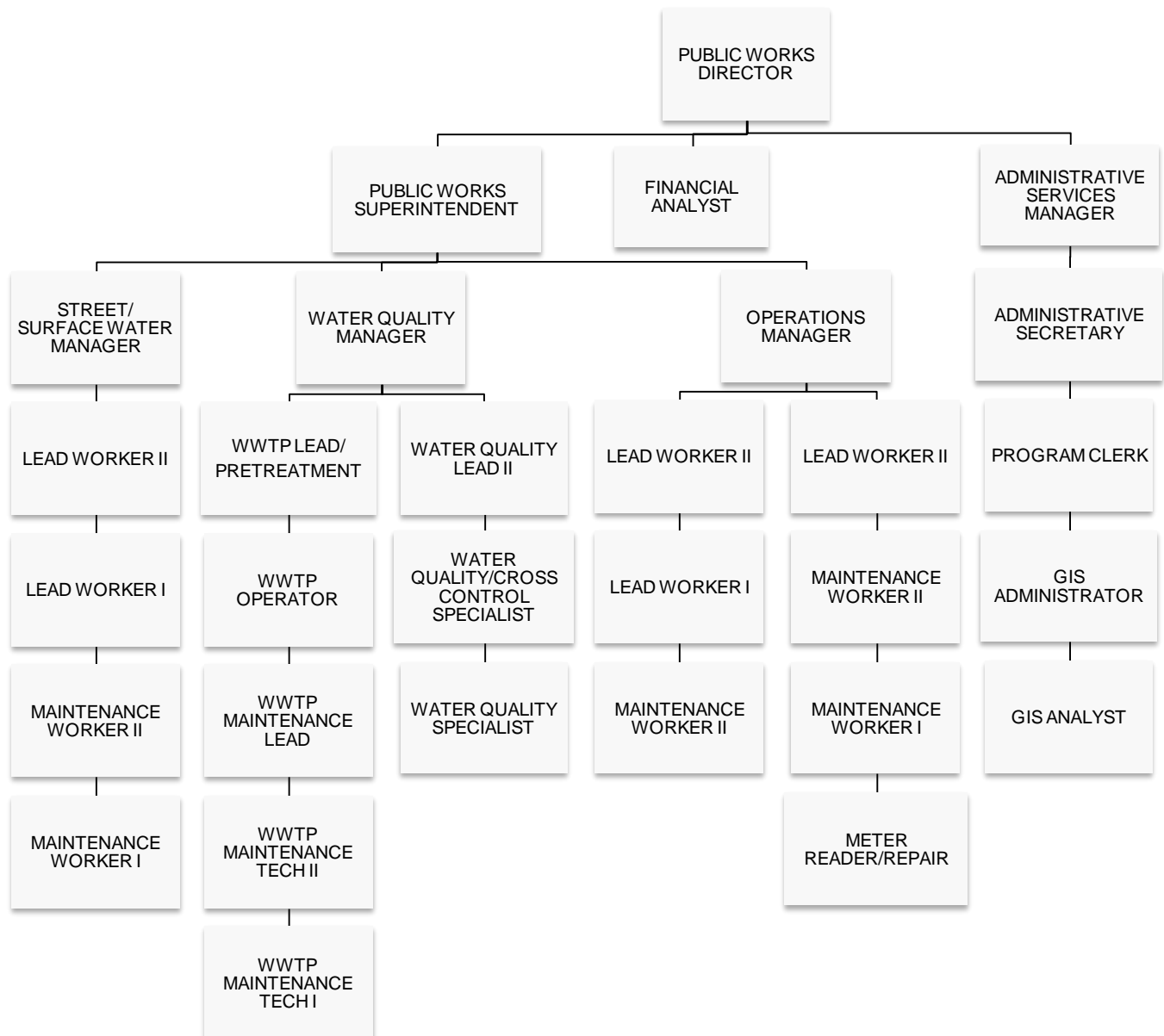
FUND 371
LID 71 – 156TH STREET OVERPASS

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ -	\$ -	\$ -	\$ 654,870	\$ 700,000	100.0%
<u>Revenue</u>						
Proceeds from LID Line of Credit	-	6,870,000	6,870,000	2,500,000	300,000	-95.6%
Proceeds from City Line of Credit	4,760,000	-	-	3,602,080	-	0.0%
Investment Interest	636	-	-	150	-	0.0%
TOTAL REVENUE	4,760,636	6,870,000	6,870,000	6,102,230	300,000	-95.6%
<u>Expenditures</u>						
Capital Outlay	4,112,583	6,870,000	6,870,000	5,950,000	700,000	-89.8%
Debt Service Interest	-	-	-	107,100	300,000	100.0%
TOTAL EXPENDITURE	4,112,583	6,870,000	6,870,000	6,057,100	1,000,000	-85.4%
Other Adjustments (Accruals)	6,818					
Ending Cash	654,870	-	-	700,000	0	100.0%

ENTERPRISE FUNDS



PUBLIC WORKS UTILITIES



FUND 401
WATER WORKS UTILITY OPERATIONS
Combined Water/Sewer/Surface Water

Mission

The mission of the Water Works Utility Fund is to provide appropriate preservation and development of the City's infrastructure for the Marysville Service area.

Function

The City of Marysville provides water service 24 hours a day, currently supplying an average of 4.4 million gallons per day of quality drinking water to more than 19,000 connections inside the City limits (pop. 58,040) and within the Coordinated Water Study Plan Area (CWSP), as well as providing necessary fire flows, at rates that are competitive in the Puget Sound region.

Through its City-operated sewer collection system, Marysville treats and safely discharges wastewater at a current rate of about 5 million gallons per day for more than 15,000 connections inside the City and within Rural Utilities Service Area (RUSA) boundaries.

There are four divisions within the Utility Operations budget:

The Utility Construction Division is responsible for construction and repair of water and sanitary sewer extensions, replacement, service lines and appurtenances, which include hydrants, pressure regulating, flow control and metering stations. This division also repairs/installs gate and specialty valves, air-vac and blow off assemblies.

The Utility Maintenance Division is responsible for maintenance of 292 miles of water main, 7 reservoirs, 5 deep wells, Ranney Well and Edward Springs collectors. Valve exercising, directional flushing, cross connection and sampling programs assure the City that 4.4 million gallons of quality drinking water is provided to our customers on a daily average.

The Wastewater Treatment Plant Division (WWTP) is responsible for the proper collection of wastewater, which must be safely transported from approximately 15,000 homes and businesses throughout our service area to our treatment facility. This is done through our sanitary sewer collection system, which consists of approximately 227 miles of mainline sewer with pipe diameters ranging from 6" laterals to 48" interceptors. These lines are flushed/cleaned annually by the City's vacator crew. The entire collection system is currently cleaned every 14 to 16 months. The WWTP and 14 sewer lift stations are operated and maintained by the wastewater division. The wastewater division is also responsible for the monitoring and testing of local industries to ensure compliance with local discharge standards. Operators at the treatment plant perform the sampling and testing of 5 million gallons a day of effluent assuring compliance with the City's NPDES permit issued by the Department of Ecology.

The Surface Water Utility division accounts for the expense of planning, designing, acquiring, developing, constructing, servicing debt, maintaining and operating surface water storm drainage facilities.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Public Works Director	0	1	1
Public Works Superintendent	1	1	1
Operations Manager	1	1	1
Streets/Surface Water Manager	0.5	0.5	0.5
PW Administrative Services Manager	0	1	1
Financial Analyst	1	1	1
GIS Administrator	1	1	1
GIS Analyst	1	1	1
Lead Worker II	3	3	3
Lead Worker I (Formerly Heavy Equipment Operator)	2	2	2
Maintenance Worker II	14	14	16
Maintenance Worker I	5	5	3
Maintenance Assistant	1	0	0
Meter Reader/Repair	1	1	1
Water Quality Specialist	2	2	2
Water Quality Manager	1	1	1
WWTP Lead	3	3	3
WWTP Tech II	1	1	1
WWTP Tech I	2	2	2
WWTP Operator	2	2	2
Program Clerk	2.5	2.5	2.5
Administrative Secretary	1	1	1
TOTAL - UTILITIES	46.0	47.0	47.0

Changes to Headcount

In 2012 the headcount for the Public Works Director and the Public Works Administrative Services Manager was moved from Engineering to Utilities. A portion of their salary continues to be allocated to Engineering. Two Maintenance Workers I are being reclassified to Maintenance Workers II in the 2013 budget.

Budget Narrative

Office and operating supplies include general office supplies, chemicals for the wastewater treatment plant, maintenance supplies used at the wastewater treatment plant, janitorial supplies, safety supplies, and other supplies used to maintain the daily operation of the City's water/sewer/surface water infrastructure.

Purchased water accounts for the amount paid to the City of Everett for water.

Professional services include but are not limited to equipment rental fees, lab sample analysis, flow monitoring fees, janitorial services, legal fees, sewer rate cost of service study, and annual update to the water, sewer comprehensive plan.

Miscellaneous expenses include fees for training classes, seminars, conferences, and membership fees. State taxes are state excise taxes assessed on the Water/Sewer customer fees. City taxes are the taxes accessed by the City and credited to the General Fund.

Interfund repairs include the cost allocation from the Fleet department for the rental and replacement of all vehicles used by the Utility department. It also includes costs associated with the repairs and maintenance performed by the Facilities department.

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement. This category also includes the cost allocation from Finance, Utility Billing, City Clerk, Executive, HR and Community Information Officer.

Transfer out includes the transfer to fund 450 for all debt service payments. It also includes the following transfers out of fund 401:

Transfer to fund 101 for Surface Water Maintenance	508,646
Total	508,646

Approved Budget Requests

Description	Amount	On-Going
Position Reclassification – MWI to MWII (NPDES)	2,118	Yes
Two Variable Message Boards	50,000	No
AMR Software Upgrade	173,610	No
Position Reclassification – MWI to MWII (UT Maint.)	2,118	Yes
Reclassification of Meter Reader/Repair Payscale	1,859	Yes
51 st Avenue Lift Station Transfer Switch	10,000	No
Purchase Light Duty Truck	25,000	No
Total	264,705	

Item(s) Requested But Not Approved

None

FUND 401
WATER WORKS UTILITY OPERATIONS
Combined Water/Sewer/Surface Water

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 4,728,207	\$ 5,182,343	\$ 5,182,343	\$ 9,388,052	\$ 11,514,006	122.2%
<u>Revenue</u>						
Grants	95,011	148,000	148,000	348,000	93,101	-37.1%
Water Service Fees	8,018,721	7,398,000	7,607,104	7,696,000	7,475,000	-1.7%
Storm Drainage Charges	3,716,333	3,200,000	3,562,957	3,500,000	3,500,000	-1.8%
Pond Recovery	23,610	10,000	171,560	21,195	10,000	-94.2%
Sewer Service Fees	9,651,595	8,740,000	8,921,006	9,731,000	9,030,000	1.2%
Interest	29,067	30,000	30,000	29,058	30,000	0.0%
Rents	115,182	75,000	75,000	80,000	75,000	0.0%
Insurance Recovery	58,994	-	-	125,000	-	0.0%
Interfund Rents	64,926	64,926	64,926	64,926	64,926	0.0%
Miscellaneous Revenue	17,470	25,000	25,000	10,000	10,000	-60.0%
Intergovernmental Misc	21,258	10,000	10,000	20,000	10,000	0.0%
Other Interfund Services	75,959	-	-	14,373	-	0.0%
Sale of Assets	2,220,587	-	-	-	-	0.0%
Transfer In	77,328	75,729	75,729	77,328	77,818	2.8%
TOTAL REVENUE	24,186,040	19,776,655	20,691,282	21,716,880	20,375,845	-1.5%
<u>Expenditures</u>						
Salaries	3,856,829	3,969,284	3,969,284	3,965,484	4,147,256	4.5%
Overtime	69,602	74,000	74,000	89,000	78,500	6.1%
Social Security	292,713	293,627	293,627	293,627	301,766	2.8%
Retirement	237,799	310,636	310,636	310,636	365,129	17.5%
Medical Insurance	785,497	811,395	811,395	811,395	867,259	6.9%
Workmen's Compensation	84,176	98,791	98,791	98,668	84,210	-14.8%
Unemployment	8,128	7,792	15,584	15,584	19,983	28.2%
Uniforms	21,229	21,900	21,900	22,200	24,000	9.6%
Office & Operating	528,334	524,500	524,500	533,300	501,500	-4.4%
Fuel	139,586	127,000	127,000	132,500	137,000	7.9%
Purchased Water	1,348,520	1,100,000	1,220,000	1,220,000	1,440,000	18.0%
Inventory Supplies	353	5,000	5,000	3,000	5,000	0.0%
Small Tools	28,999	31,500	31,500	28,000	31,500	0.0%
Professional Services	677,905	752,100	901,200	901,100	1,273,600	41.3%
Communication	23,683	40,182	40,182	39,450	40,182	0.0%
Travel	2,928	8,500	8,500	4,400	8,500	0.0%
Advertising	462	1,500	1,500	1,000	1,500	0.0%
Rents	8,310	13,000	13,000	10,500	13,000	0.0%
Insurance	251,030	290,146	290,146	290,146	290,146	0.0%
Public Utilities	677,472	765,200	765,200	739,200	793,200	3.7%
Repairs & Maintenance	351,506	568,500	568,500	493,500	561,000	-1.3%
Miscellaneous Expenses	200,305	263,750	263,750	230,550	429,360	62.8%
Intergovernmental Prof	19,399	-	-	30,000	30,000	100.0%
State Taxes	644,048	645,000	645,000	645,000	645,000	0.0%
Operating Permits	53,489	82,000	82,000	77,500	89,000	8.5%
City Taxes	1,948,720	1,764,000	2,269,796	1,893,000	2,253,480	-0.7%
Capital Outlay	20,145	-	-	1,000	50,000	100.0%
Interfund Repairs	310,276	422,357	422,357	422,357	493,883	16.9%
Other Interfund Services	1,167,233	1,231,647	1,231,647	1,231,647	1,339,233	8.7%
Transfer Out	5,922,884	4,917,451	5,057,182	5,057,182	6,371,283	26.0%
TOTAL EXPENDITURE	19,681,557	19,140,758	20,063,177	19,590,926	22,685,470	13.1%
Other Adjustments	155,362					
Ending Cash	9,388,052	5,818,240	5,810,448	11,514,006	9,204,381	58.4%



FUND 402
WATER WORKS UTILITY CONSTRUCTION
Combined Water/Sewer/Surface Water

Function

The purpose of this fund is to track all capital projects associated with new construction or upgrades to the existing water, sewer and surface water infrastructure of the City.

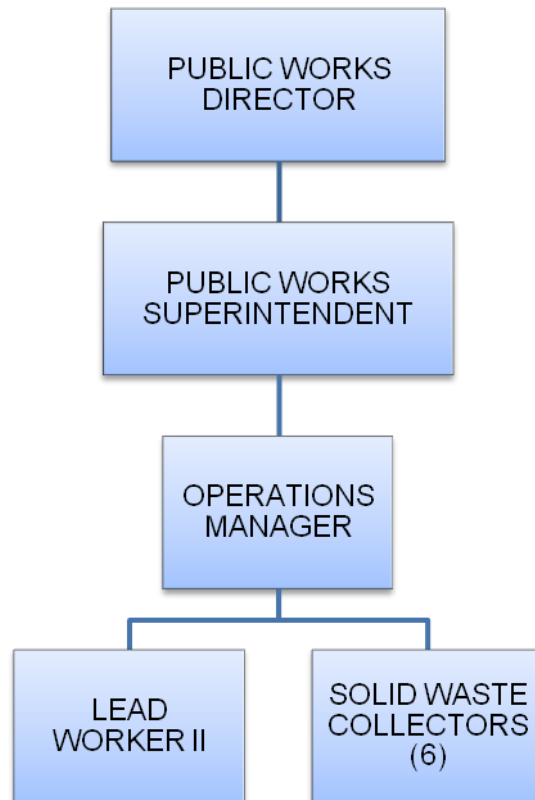
2013 CAPITAL PROJECTS

W R&R Renewals & Replacements	165,000
W0000 Water Main Over-sizing	35,000
W0402 67 th Ave NE: 100 th – 132 nd	75,000
W0603 PRV Rate of Flow	200,000
W1101 Edward Springs UV Disinfection	15,000
W1102 PUD Relocate	3,007,000
W1201 51 st Watermain	15,000
Subtotal Water	3,512,000
SR&R Renewals & Replacement	300,000
S0000 Sewer Main Over-sizing	30,000
S1110 Sewer Comprehensive Plan	100,000
Subtotal Sewer	430,000
D R&R Renewals & Replacements	15,000
D0401 Regional Detention Pond	3,250,000
D1201 Decant	1,100,000
Subtotal Surface Water	4,365,000
Total Projects	\$8,307,000

FUND 402
WATER WORKS UTILITY CONSTRUCTION
Combined Water/Sewer/Surface Water

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 1,596,601	\$ 3,045,346	\$ 3,045,346	\$ 902,260	\$ 938,410	-69.2%
<u>Revenue</u>						
Water Capital Improvements	242,236	400,000	400,000	230,000	350,000	-12.5%
State Grant	-	-	-	-	862,500	0.0%
Water Recovery Fees	-	5,000	5,000	8,000	5,000	0.0%
Sewer Capital Improvements	342,459	600,000	600,000	468,300	500,000	-16.7%
Sewer Recovery	17,202	30,000	30,000	75,000	50,000	66.7%
Tribal Pipeline Interest	24,923	-	-	-	-	0.0%
Interest	5,289	6,000	6,000	2,000	5,000	-16.7%
Transfer In	-	4,000,000	4,000,000	2,000,000	6,000,000	50.0%
TOTAL REVENUE	632,109	5,041,000	5,041,000	2,783,300	7,772,500	54.2%
						0.00%
<u>Expenditures</u>						
Capital Outlay	1,563,281	7,410,000	7,410,000	2,747,150	8,307,000	12.1%
TOTAL EXPENDITURE	1,563,281	7,410,000	7,410,000	2,747,150	8,307,000	12.1%
Other Adjustments	236,832					
Ending Cash	902,260	676,346	676,346	938,410	403,910	100.0%

SOLID WASTE



FUND 410 SOLID WASTE

Mission/Function

Cost of collection and disposal of commercial and residential solid waste from 7,500 homes and businesses as well as curbside recycling program within City limits.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Solid Waste Collector Lead	1	1	1
Solid Waste Collectors	6	6	6.2
TOTAL - SOLID WASTE	7	7	7.2

Budget Narrative

Salaries in this fund include wages for Public Works staff. In 2013 a Solid Waste Collector will be added in November to meet the expansion by annexation of the Sunnyside area.

Operating supplies include general office supplies and the cost of container replacements and additional containers for new accounts.

Professional services include the recycling contract with Waste Management for the City's recycling program.

Tipping fees are the costs associated with dumping the garbage trucks at the county landfill.

Interfund repairs include the cost allocation from the Fleet department for the rental and replacement of all vehicles used by the Solid Waste Department.

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement. In addition this category also includes the cost allocation from Finance, Utility Billing, City Clerk, Executive, HR & Community Information Officer.

Approved Budget Requests

Description	Amount	On-Going
Roll Carts – Sunnyside Annexation	107,405	No
New Position – Maintenance Worker II (Nov. Hire)	15,976	Yes
New Position – Equipment Mechanic (Funded in Fleet)	93,352	Yes
Total	216,733	

Item(s) Requested But Not Approved

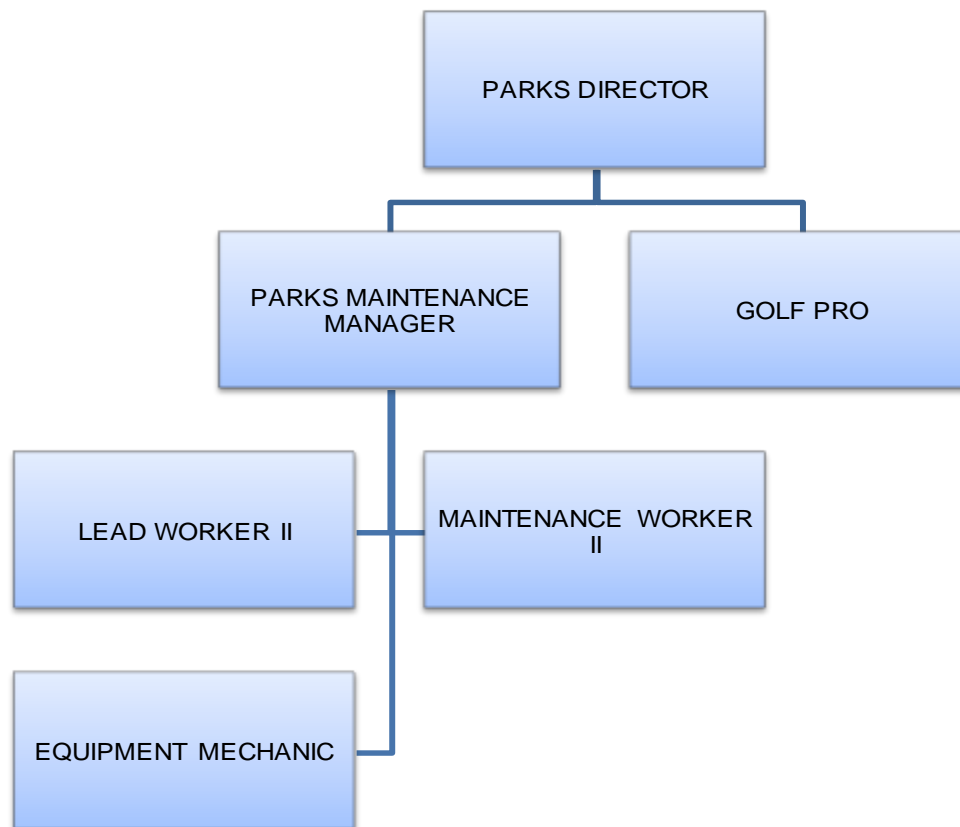
None

FUND 410 SOLID WASTE

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 2,200,341	\$ 2,293,877	\$ 2,293,877	\$ 2,863,075	\$ 2,959,174	29.0%
<u>Revenue</u>						
DOE Grant	-	-	-	-	-	0.0%
Garbage Collection Service	5,291,546	4,950,000	4,950,000	5,500,000	5,250,000	6.1%
Garbage Tags	10,950	10,000	10,000	10,000	10,000	0.0%
Interest	10,490	15,000	15,000	8,000	10,000	-33.3%
Miscellaneous Revenue	4,859	-	-	(308)	-	0.0%
Transfer In	-	3,298	3,298	-	2,115	-35.9%
TOTAL REVENUE	5,317,845	4,978,298	4,978,298	5,517,692	5,272,115	5.9%
<u>Expenditures</u>						
Salaries	506,408	515,521	515,521	515,521	537,508	4.3%
Overtime	15,030	10,000	20,000	20,000	16,350	-18.3%
Social Security	38,878	38,327	38,327	38,327	41,807	9.1%
Retirement	32,003	41,206	41,206	41,206	48,058	16.6%
Medical Insurance	131,432	139,187	139,187	139,187	125,314	-10.0%
Workmen's Compensation	12,913	14,950	14,950	14,950	12,608	-15.7%
Unemployment	1,106	1,029	2,058	2,058	2,642	28.4%
Uniforms	2,909	3,000	3,000	3,000	3,000	0.0%
Office & Operating	43,876	101,000	101,000	101,000	208,405	106.3%
Fuel	90,060	110,000	110,000	110,000	110,000	0.0%
Small Tools	-	500	500	500	3,295	559.0%
Professional Services	965,841	975,000	975,000	975,000	1,105,500	13.4%
Communication	181	854	854	1,000	1,000	17.1%
Travel	-	200	200	200	200	0.0%
Advertising	-	800	800	800	800	0.0%
Rents	-	200	200	200	200	0.0%
Insurance	40,723	47,068	47,068	50,000	60,000	27.5%
Repairs & Maintenance	5,390	86,500	147,600	60,000	66,500	-54.9%
Miscellaneous Expenses	33	2,000	2,000	1,000	2,000	0.0%
Tipping Fees	1,360,082	1,650,000	1,650,000	1,650,000	1,700,000	3.0%
State Taxes	238,246	240,000	275,000	275,000	285,000	3.6%
City Taxes	691,630	589,000	721,000	721,000	686,087	-4.8%
Interfund Rents	10,159	10,159	10,159	10,159	10,159	0.0%
Interfund Repairs & Maintenance	180,277	307,902	307,902	307,902	249,595	-18.9%
Other Interfund Services	284,123	298,069	298,069	298,069	308,225	3.4%
Transfer Out	-	-	-	85,514	93,352	100.0%
TOTAL EXPENDITURE	4,651,298	5,182,472	5,421,601	5,421,593	5,677,605	4.7%
Interfund Loan Payoff and Other Misc Adjustments	(3,813)					
Ending Cash	2,863,075	2,089,703	1,850,574	2,959,174	2,553,684	38.0%



GOLF COURSE



FUND 420 GOLF COURSE OPERATIONS

Mission/Function

The mission of the Cedarcrest Golf Course is to be committed to customer service and ensuring a challenge with top quality playing conditions for all skill levels and ages.

The 2013 budget reflects three distinctive areas of operations including Administration, Pro-Shop Services and Maintenance. The golf course is open to the public year round.

Revenues are derived from annual passes and "punch card" sales, green fees, tournament fees, merchandise sales, cart rentals and the lease of the restaurant.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Golf Pro	1	1	1
Lead Worker II	1	1	1
Maintenance Worker II	1	1	1
Equipment Mechanic (Formerly Sr. Mechanic)	1	1	1
TOTAL - GOLF COURSE	4	4	4

Budget Narrative

Office and operating supplies include all office, operating and course supplies including fertilizers, pesticides, course accessories, soil, sand supplies, fuel, small tools, irrigation and drainage materials.

Inventory supplies include supplies purchased to maintain the equipment used at the golf course.

This budget also includes costs for communication, advertising, travel conferences, insurance and utilities.

Debt service principal and interest include the payment on the 2007T LTGO Refunded bond issue for golf course renovations, the 2003 Private Placement bond issued for construction of the restaurant and the remodel of the pro-shop and the annual payment on LID 12.

Approved Budget Requests

None

Item(s) Requested But Not Approved

None

FUND 420
BOND REDEMPTION
2003 LTGO Taxable Private Placement Bond
Restaurant & Pro-Shop Remodel
Interest Rate: 5.250%

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL REQUIREMENT</u>	<u>OUTSTANDING BALANCE</u>
	\$ -	\$ -	\$ -	\$ 1,740,982.00
2003	26,703.86	29,521.66	56,225.52	1,714,278.14
2004	79,091.24	89,585.32	168,676.56	1,635,186.90
2005	83,663.74	85,012.82	168,676.56	1,551,523.16
2006	88,227.35	80,449.21	168,676.56	1,463,295.81
2007	93,039.87	75,636.69	168,676.56	1,370,255.94
2008	97,909.35	70,767.21	168,676.56	1,272,346.59
2009	103,455.60	65,220.96	168,676.56	1,168,890.99
2010	109,098.82	59,577.74	168,676.56	1,059,792.17
2011	115,049.82	53,626.74	168,676.56	944,742.35
2012	121,185.04	47,491.52	168,676.56	823,557.31
2013	127,935.75	40,740.81	168,676.56	695,621.56
2014	134,914.26	33,762.30	168,676.56	560,707.30
2015	142,273.46	26,403.10	168,676.56	418,433.84
2016	149,974.25	18,702.31	168,676.56	268,459.59
2017	158,214.71	10,461.85	168,676.56	110,244.88
2018	110,244.88	2,205.89	112,450.77	-
TOTAL	<u>\$ 1,740,982.00</u>	<u>\$ 789,166.13</u>	<u>\$ 2,530,148.13</u>	

FUND 420
BOND REDEMPTION
2007T LIMITED TAX GENERAL OBLIGATION REFUNDING BONDS
Cedarcrest Golf Course Renovation

YEAR	PRINCIPAL	INTEREST RATE	INTEREST	TOTAL REQUIREMENT	OUTSTANDING BALANCE
2007	\$ 145,000.00	5.290%	\$ 57,748.85	\$ 202,748.85	\$ 1,975,000.00
2008	95,000.00	5.260%	107,189.00	202,189.00	1,880,000.00
2009	100,000.00	5.160%	102,192.00	202,192.00	1,780,000.00
2010	110,000.00	6.000%	97,032.00	207,032.00	1,670,000.00
2011	115,000.00	6.000%	90,432.00	205,432.00	1,555,000.00
2012	120,000.00	6.000%	83,532.00	203,532.00	1,435,000.00
2013	130,000.00	5.187%	76,332.00	206,332.00	1,305,000.00
2014	146,250.00	5.187%	69,588.90	215,838.90	1,158,750.00
2015	146,250.00	5.187%	69,588.90	215,838.90	1,012,500.00
2016	146,250.00	5.187%	69,588.90	215,838.90	866,250.00
2017	146,250.00	5.434%	69,588.90	215,838.90	720,000.00
2018	180,000.00	5.434%	37,800.00	217,800.00	540,000.00
2019	180,000.00	5.434%	37,800.00	217,800.00	360,000.00
2020	180,000.00	5.434%	37,800.00	217,800.00	180,000.00
2021	180,000.00	5.250%	37,800.00	217,800.00	-
TOTAL	<u>\$ 2,120,000.00</u>		<u>\$ 1,044,013.45</u>	<u>\$ 3,164,013.45</u>	

FUND 420
GOLF COURSE OPERATIONS

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 0	\$ -	\$ -	\$ (0)	\$ -	0.0%
<u>Revenue</u>						
Merchandise Sales	82,062	110,000	110,000	85,500	110,000	0.0%
Tournament Fees	50,056	50,000	50,000	50,000	50,000	0.0%
Green Fees	509,866	660,000	660,000	653,000	653,000	-1.1%
Membership Fees	110,107	104,500	104,500	111,616	111,617	6.8%
Golf Cart Lease	156,087	185,200	185,200	122,000	185,200	0.0%
Pull Cart Lease	5,645	7,600	7,600	7,600	7,600	0.0%
Long Term Lease	29,381	42,000	42,000	42,000	43,540	3.7%
Insurance Recoveries	14,973	-	-	17,604	-	0.0%
Miscellaneous Revenue	960	-	-	283	-	0.0%
Interfund Loan Receipts	-	55,854	56,686	-	-	-100.0%
Investment Interest	56	-	-	-	-	0.0%
Concession Proceeds	82	-	-	-	-	0.0%
Donations	11,382	-	-	500	-	0.0%
Transfer In	233,121	-	12,000	123,917	59,722	397.7%
TOTAL REVENUE	1,203,779	1,215,154	1,227,986	1,214,020	1,220,679	-0.6%
<u>Expenditures</u>						
Salaries	414,064	403,682	403,682	401,482	420,478	4.2%
Overtime	2,848	1,000	1,000	900	900	-10.0%
Social Security	31,055	31,585	31,585	31,585	33,021	4.5%
Retirement	21,724	26,693	26,693	26,693	30,838	15.5%
Medical Insurance	41,972	40,902	40,902	40,902	46,891	14.6%
Workmen's Compensation	13,757	16,073	16,073	16,073	14,855	-7.6%
Unemployment	850	832	1,664	1,664	2,181	31.1%
Uniforms	3,692	3,200	3,200	3,500	3,500	9.4%
Office & Operating	41,288	41,150	41,150	41,000	36,050	-12.4%
Fuel	26,370	26,000	26,000	26,000	26,000	0.0%
Inventory Supplies	61,126	50,000	50,000	50,000	50,000	0.0%
Small Tools	877	1,000	1,000	1,000	500	-50.0%
Professional Services	3,210	3,400	3,400	2,400	2,500	-26.5%
Communication	2,373	4,016	4,016	2,700	2,700	-32.8%
Travel	-	300	300	300	300	0.0%
Advertising	3,689	4,400	4,400	4,200	4,200	-4.5%
Operating Rents	13,620	18,500	22,900	20,400	18,900	-17.5%
Insurance	24,545	25,000	25,000	25,000	25,000	0.0%
Public Utilities	40,233	32,000	32,000	32,000	32,000	0.0%
Repairs & Maintenance	28,914	30,500	30,500	29,000	29,000	-4.9%
Miscellaneous Expenses	16,107	11,700	19,300	15,000	6,000	-68.9%
State Taxes	4,334	5,000	5,000	4,000	4,000	-20.0%
Debt Service - Principal	231,603	241,185	241,185	241,185	257,936	6.9%
Debt Service - Interest	145,917	143,524	143,524	143,524	119,573	-16.7%
Debt Issue Cost	302	700	700	700	700	0.0%
Interfund Repairs & Maintenance	6,436	9,906	9,906	9,906	7,404	-25.3%
Other Interfund Services	48,088	42,906	42,906	42,906	44,879	4.6%
TOTAL EXPENDITURE	1,228,994	1,215,154	1,227,986	1,214,020	1,220,306	-0.6%
Interfund Loan and Adjustments	25,215	-	-	-	-	
Ending Cash	(0)	-	-	(0)	373	0.0%



FUND 450
UTILITY REVENUE & ULID DEBT SERVICE
Debt Service

Mission/Function

The Utility Reserve and ULID Debt Service fund accounts for the debt service of revenue and ULID assessment backed bonds as well as various federal and state loan programs. The fund services debt of the 1998 refunding bond issue, the 2004 refunding bond issue and various federal and state loans for physical plant construction/upgrades. Fund revenues consist of payments on ULID assessments and transfers from the Water Works Utility Fund 401.

FUND 450
2005 W/S REVENUE BONDS
\$48,355,000
(April - October Payments)

YEAR	PRINCIPAL	YIELD	INTEREST	TOTAL REQUIREMENT	OUTSTANDING BALANCE
2005	\$ -		\$ 784,907.68	\$ 784,907.68	\$48,355,000.00
2006	-		2,335,262.50	2,335,262.50	48,355,000.00
2007	-		2,335,262.50	2,335,262.50	48,355,000.00
2008	-		2,335,262.50	2,335,262.50	48,355,000.00
2009	-		2,335,262.50	2,335,262.50	48,355,000.00
2010	-		2,335,262.50	2,335,262.50	48,355,000.00
2011	-		2,335,262.50	2,335,262.50	48,355,000.00
2012	-		2,335,262.50	2,335,262.50	48,355,000.00
2013	2,060,000.00	3.750%-4.500%	2,293,993.75	4,353,993.75	46,295,000.00
2014	2,145,000.00	4.000%	2,209,825.00	4,354,825.00	44,150,000.00
2015	2,240,000.00	4.000%-5.250%	2,113,906.25	4,353,906.25	41,910,000.00
2016	2,350,000.00	5.000%	2,002,137.50	4,352,137.50	39,560,000.00
2017	2,475,000.00	4.000%-5.125%	1,880,106.25	4,355,106.25	37,085,000.00
2018	2,600,000.00	4.000%-5.000%	1,752,050.00	4,352,050.00	34,485,000.00
2019	2,735,000.00	4.000%-5.000%	1,619,025.00	4,354,025.00	31,750,000.00
2020	2,875,000.00	5.000%	1,478,900.00	4,353,900.00	28,875,000.00
2021	3,020,000.00	5.000%	1,331,525.00	4,351,525.00	25,855,000.00
2022	3,175,000.00	5.000%	1,176,650.00	4,351,650.00	22,680,000.00
2023	3,340,000.00	5.000%	1,013,775.00	4,353,775.00	19,340,000.00
2024	3,510,000.00	4.250%-5.000%	844,081.25	4,354,081.25	15,830,000.00
2025	3,675,000.00	4.400%	677,037.50	4,352,037.50	12,155,000.00
2026	3,855,000.00	5.000%	499,812.50	4,354,812.50	8,300,000.00
2027	4,050,000.00	5.000%	302,187.50	4,352,187.50	4,250,000.00
2028	4,250,000.00	4.375%-5.125%	100,468.75	4,350,468.75	-
TOTAL	<u>\$ 48,355,000.00</u>		<u>\$38,427,226.43</u>	<u>\$ 86,782,226.43</u>	

FUND 450
WWTP PRE-CONSTRUCTION
PUBLIC WORKS TRUST FUND LOAN
PW-01-691-PRE-114
Interest Rate: 0.5%

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL REQUIREMENT</u>	<u>OUTSTANDING BALANCE</u>
2002	\$ -	\$ 333.33	\$ 333.33	\$ 1,000,000.00
2003	52,631.57	4,857.64	57,489.21	947,368.43
2004	52,631.57	4,736.84	57,368.41	894,736.86
2005	52,631.57	4,473.68	57,105.25	842,105.29
2006	52,631.57	4,210.52	56,842.09	789,473.72
2007	52,631.57	3,947.37	56,578.94	736,842.15
2008	52,631.62	3,684.21	56,315.83	684,210.53
2009	52,631.58	3,421.05	56,052.63	631,578.95
2010	52,631.58	3,157.89	55,789.47	578,947.37
2011	52,631.58	2,894.73	55,526.31	526,315.79
2012	52,631.58	2,631.57	55,263.15	473,684.21
2013	52,631.58	2,368.43	55,000.01	421,052.63
2014	52,631.58	2,105.27	54,736.85	368,421.05
2015	52,631.58	1,842.11	54,473.69	315,789.47
2016	52,631.58	1,578.95	54,210.53	263,157.89
2017	52,631.57	1,315.79	53,947.36	210,526.32
2018	52,631.58	1,052.63	53,684.21	157,894.74
2019	52,631.58	789.48	53,421.06	105,263.16
2020	52,631.58	526.32	53,157.90	52,631.58
2021	52,631.58	263.16	52,894.74	(0.00)
TOTAL	<u>\$ 1,000,000.00</u>	<u>\$ 50,190.97</u>	<u>\$ 1,050,190.97</u>	

FUND 450
WWTP UPGRADE
PUBLIC WORKS TRUST FUND LOAN
PW-02-691-033

Interest Rate: 0.5%

YEAR	PRINCIPAL	INTEREST	TOTAL REQUIREMENT	OUTSTANDING BALANCE
2003	\$ -	\$ 24,868.05	\$ 24,868.05	\$ 9,500,000.00
2004	500,000.01	43,000.00	543,000.01	8,999,999.99
2005	500,000.01	45,000.00	545,000.01	8,999,999.98
2006	529,411.77	44,256.95	573,668.72	8,470,588.21
2007	529,411.77	42,352.95	571,764.72	7,941,176.44
2008	529,411.77	39,705.87	569,117.64	7,411,764.67
2009	529,411.77	37,058.82	566,470.59	6,882,352.90
2010	529,411.76	34,411.76	563,823.52	6,352,941.14
2011	529,411.77	31,764.71	561,176.48	5,823,529.37
2012	529,411.76	29,117.66	558,529.42	5,294,117.61
2013	529,411.77	26,470.60	555,882.37	4,764,705.84
2014	529,411.76	23,823.52	553,235.28	4,235,294.08
2015	529,411.77	21,176.46	550,588.23	3,705,882.31
2016	529,411.76	18,529.41	547,941.17	3,176,470.55
2017	529,411.77	15,882.35	545,294.12	2,647,058.78
2018	529,411.76	13,235.29	542,647.05	2,117,647.02
2019	529,411.77	10,588.25	540,000.02	1,588,235.25
2020	529,411.76	7,941.17	537,352.93	1,058,823.49
2021	529,411.77	5,294.11	534,705.88	529,411.72
2022	529,411.72	2,647.06	532,058.78	0.00
TOTAL	\$10,000,000.00	\$ 517,124.99	\$10,517,124.99	

FUND 450
WWTP UPGRADE PHASE II
PUBLIC WORKS TRUST FUND LOAN
PW-04-691-045

Interest Rate: 0.5%

YEAR	PRINCIPAL	INTEREST	TOTAL REQUIREMENT	OUTSTANDING BALANCE
2004				\$ -
2005	-	45,979.17	45,979.17	10,000,000.00
2006	526,315.80	49,305.56	575,621.36	9,473,684.20
2007	526,315.80	47,368.43	573,684.23	8,947,368.40
2008	526,315.77	44,736.84	571,052.61	8,421,052.63
2009	526,315.79	42,105.27	568,421.06	7,894,736.84
2010	526,315.79	39,473.68	565,789.47	7,368,421.05
2011	526,315.79	36,842.12	563,157.91	6,842,105.26
2012	526,315.79	34,210.53	560,526.32	6,315,789.47
2013	526,315.79	31,578.96	557,894.75	5,789,473.68
2014	526,315.79	28,947.36	555,263.15	5,263,157.89
2015	526,315.78	26,315.80	552,631.58	4,736,842.11
2016	526,315.79	23,684.20	549,999.99	4,210,526.32
2017	526,315.79	21,052.64	547,368.43	3,684,210.53
2018	526,315.79	18,421.04	544,736.83	3,157,894.74
2019	526,315.79	15,789.47	542,105.26	2,631,578.95
2020	526,315.79	13,157.88	539,473.67	2,105,263.16
2021	526,315.79	10,526.32	536,842.11	1,578,947.37
2022	526,315.79	7,894.73	534,210.52	1,052,631.58
2023	526,315.79	5,263.16	531,578.95	526,315.79
2024	526,315.79	2,631.57	528,947.36	(0.00)
TOTAL	<u>\$ 10,000,000.00</u>	<u>\$ 545,284.73</u>	<u>\$ 10,545,284.73</u>	

FUND 450
STILLAGUAMISH WATER SYSTEM IMPROVEMENTS
DRINKING WATER REVOLVING FUND LOAN (FEDERAL)

Interest Rate: 1.50%

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL REQUIREMENT</u>	<u>OUTSTANDING BALANCE</u>
2004	\$ -	\$ 4,773.19	\$ 4,773.19	\$ 1,459,947.15
2005	76,839.34	15,726.61	92,565.95	1,383,107.81
2006	222,397.83	47,492.98	269,890.81	3,780,762.83
2007	222,397.78	56,711.45	279,109.23	3,558,365.05
2008	222,397.82	53,375.48	275,773.30	3,335,967.23
2009	222,397.82	50,039.49	272,437.31	3,113,569.41
2010	222,397.82	46,703.53	269,101.35	2,891,171.59
2011	222,397.81	43,367.57	265,765.38	2,668,773.78
2012	222,397.82	40,031.61	262,429.43	2,446,375.96
2013	222,397.81	36,695.64	259,093.45	2,223,978.15
2014	222,397.82	33,359.67	255,757.49	2,001,580.33
2015	222,397.81	30,023.70	252,421.51	1,779,182.52
2016	222,397.82	26,687.74	249,085.56	1,556,784.70
2017	222,397.81	23,351.78	245,749.59	1,334,386.89
2018	222,397.82	20,015.79	242,413.61	1,111,989.07
2019	222,397.81	16,679.84	239,077.65	889,591.26
2020	222,397.82	13,343.87	235,741.69	667,193.44
2021	222,397.81	10,007.89	232,405.70	444,795.63
2022	222,397.82	6,671.92	229,069.74	222,397.81
2023	222,397.81	3,335.98	225,733.79	0.00
TOTAL	\$ 4,080,000.00	\$ 578,395.73	\$ 4,658,395.73	

FUND 450
EDWARD SPRINGS RESEVOIR COVER & LINER
DRINKING WATER REVOLVING FUND LOAN (FEDERAL)
Interest Rate: 5.0%

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL REQUIREMENT</u>	<u>OUTSTANDING BALANCE</u>
1999	\$ -	\$ 11,489.63	\$ 11,489.63	\$ 442,481.26
2000	23,288.48	22,005.86	45,294.34	419,192.78
2001	23,288.48	20,959.64	44,248.12	395,904.30
2002	23,288.48	19,795.22	43,083.70	372,615.82
2003	23,288.48	18,630.79	41,919.27	349,327.34
2004	23,288.48	17,466.37	40,754.85	326,038.86
2005	23,288.48	16,301.94	39,590.42	302,750.38
2006	23,288.48	15,137.51	38,425.99	279,461.90
2007	23,288.48	13,973.09	37,261.57	256,173.42
2008	23,288.49	12,808.67	36,097.16	232,884.93
2009	23,288.48	11,644.25	34,932.73	209,596.45
2010	23,288.49	10,479.82	33,768.31	186,307.96
2011	23,288.49	9,315.39	32,603.88	163,019.47
2012	23,288.49	8,150.97	31,439.46	139,730.98
2013	23,288.48	6,986.55	30,275.03	116,442.50
2014	23,288.49	5,822.12	29,110.61	93,154.01
2015	23,288.49	4,657.70	27,946.19	69,865.52
2016	23,288.49	3,493.28	26,781.77	46,577.03
2017	23,288.48	2,328.85	25,617.33	23,288.55
2018	23,288.55	1,164.42	24,452.97	0.00
TOTAL	\$ 442,481.26	\$ 232,612.07	\$ 675,093.33	

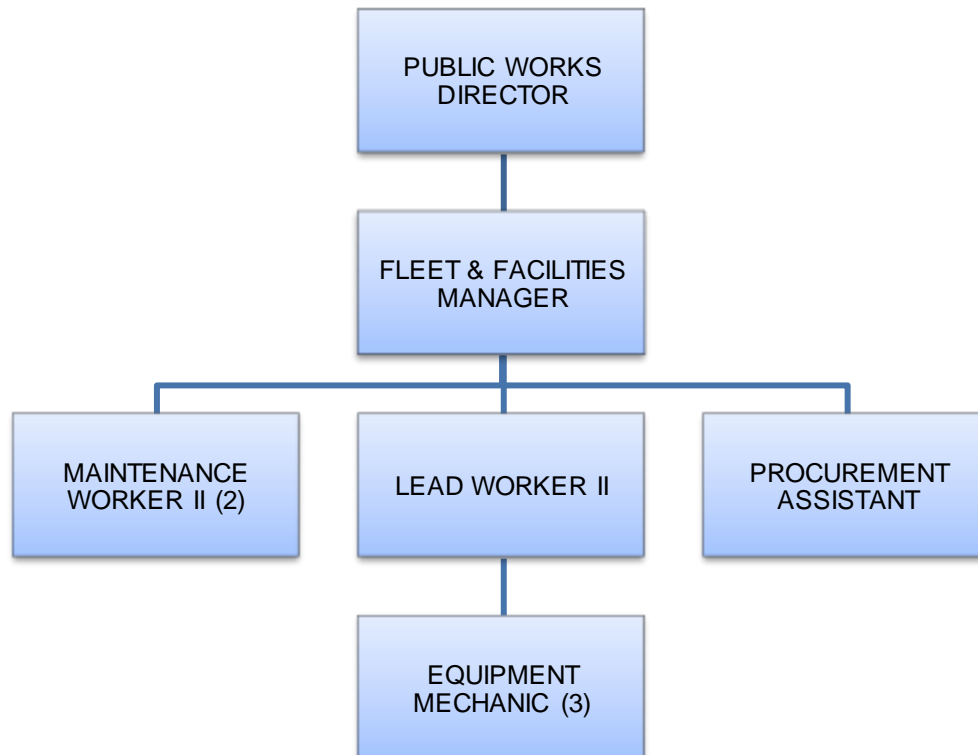
FUND 450
UTILITY REVENUE & ULID DEBT SERVICE
Debt Service

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 7,894,402	\$ 3,982,280	\$ 3,982,280	\$ 7,998,490	\$ 6,073,190	52.5%
<u>Revenue</u>						
Investment Interest	94,378	75,000	75,000	75,000	75,000	0.0%
Interest & Penalties	868	-	-	-	-	0.0%
Principal Special Assessment	9,350	5,000	5,000	5,000	5,000	0.0%
Transfer In	5,215,492	4,427,451	4,427,451	4,567,182	5,781,864	30.6%
TOTAL REVENUE	5,320,088	4,507,451	4,507,451	4,647,182	5,861,864	30.0%
<u>Expenditures</u>						
Miscellaneous Expense	1,593	3,800	3,800	3,800	3,800	0.0%
Debt Service - Principal	2,679,045	1,954,046	1,954,046	2,093,777	3,390,758	73.5%
Debt Service - Interest	2,536,447	2,473,405	2,473,405	2,473,405	2,391,108	-3.3%
Debt Issue Cost	602	1,500	1,500	1,500	1,500	0.0%
Transfer Out	-	4,000,000	4,000,000	2,000,000	6,000,000	50.0%
TOTAL EXPENDITURE	5,217,688	8,432,751	8,432,751	6,572,482	11,787,166	39.8%
Other Adjustments	1,688					
Ending Cash	7,998,490	56,980	56,980	6,073,190	147,888	159.5%

INTERNAL SERVICE FUNDS



FLEET & FACILITIES SERVICES



FUND 501 FLEET SERVICES

Mission/Function

The Fleet Services mission is to maintain the City's fleet equipment, both automotive and other small equipment, in a safe and efficient manner.

This appropriation accounts for the cost associated with the maintenance, repair and replacement of the City vehicle and equipment fleet. This fund is also responsible for the purchasing and tracking of three stores facility.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Lead Worker II	1	1	1
Equipment Mechanic	2	2	3
Procurement Assistant	1	1	1
TOTAL - FLEET SERVICES	4	4	5

Changes

In 2013, an additional mechanic will be hired in November and funded by Solid Waste.

Budget Narrative

Office and operating supplies include the cost of office supplies, supplies for maintenance on vehicles and the purchase of small tools.

This budget also includes cost associated with liability insurance, utility costs, training, and travel expenses.

Capital Outlay includes the purchase of all vehicles and equipment requested by all of the departments during the budget process. Since both requests are for replacement vehicles, no operating transfer is required. Items to be purchased are listed below under Approved Budget Requests.

Other interfund services include the cost allocation from Information Services (IS) for computer maintenance and equipment replacement. In addition this category also includes the cost allocation from Finance, City Clerk, Executive, HR and Community Information Officer.

Approved Budget Requests

Description	Amount	Transfer In From	On-Going
Replacement - Patrol Car (6)	243,000	None	No
Replacement – Jail Inmate Transport Van	84,000	None	No
Replacement – Jail Transport Car	20,000	None	No
Replacement – GMC Sonoma PU-Utilities (2)	50,000	None	No
Replacement – Ford F800 5yd Dump Truck-Streets	150,000	None	No
Replacement – Root Spring 10ft Snow Plow -Streets	15,000	None	No
New – Truck Mounted Reader Board - Streets	14,000	14,000	No
New – Zero Turn Riding Lawnmowers - Streets	27,000	27,000	No
New - Light Duty Truck - Utilities	25,000	25,000	No
New Position – Equipment Mechanic (SW Funded)	93,352	93,352	Yes
Total	\$721,352	\$159,352	

Item(s) Requested But Not Approved

None

**FUND 501
FLEET SERVICES**

Description	2011		2012		2012		% Change 2012:2013 Budget
	Actual	Budget	Amended Budget	Estimated	Budget	Budget	
Beginning Cash	\$ 237,267	\$ 187,791	\$ 187,791	\$ 197,670	\$ 392,378		108.9%
<u>Revenue</u>							
Investment Interest	681	700	700	1,000	1,500		114.3%
Insurance Recovery	3,766	5,000	49,000	50,000	10,000		-79.6%
Equipment Rental	731,677	749,826	749,826	749,826	800,211		6.7%
Equipment Replacement	-	512,576	512,576	512,576	533,000		4.0%
Sales - Central Stores	20,847	30,000	30,000	20,000	30,000		0.0%
Miscellaneous	4,952	-	-	32,180	-		0.0%
Transfer-In	109,216	-	85,014	85,514	159,352		87.4%
TOTAL REVENUE	871,139	1,298,102	1,427,116	1,451,096	1,534,063		7.5%
<u>Expenditures</u>							
Salaries	278,958	293,521	293,521	293,521	354,007		20.6%
Overtime	2,210	3,000	3,000	2,000	3,000		0.0%
Social Security	21,388	21,985	21,985	21,985	26,496		20.5%
Retirement	17,428	23,468	23,468	23,468	26,787		14.1%
Medical Insurance	69,349	71,444	71,444	71,444	86,982		21.7%
Workmen's Compensation	7,000	8,276	8,276	8,276	6,977		-15.7%
Unemployment	596	588	1,176	1,176	1,472		25.2%
Uniforms	3,115	4,300	4,300	3,400	4,300		0.0%
Office & Operating	13,766	10,500	10,500	10,400	30,338		188.9%
Fuel Consumed	1,282	2,000	2,000	1,600	2,000		0.0%
Inventory Supplies	162,134	180,000	225,000	205,000	200,000		-11.1%
Small Tools	7,021	10,000	10,000	10,000	15,000		50.0%
Professional Services	65	500	500	500	500		0.0%
Communication	570	1,962	1,962	1,300	1,500		-23.5%
Travel	-	800	800	-	800		0.0%
Advertising	-	500	500	200	500		0.0%
Operating Rental	-	3,500	3,500	-	3,500		0.0%
Insurance	3,905	4,513	4,513	4,513	4,500		-0.3%
Public Utilities	4,445	4,500	4,500	5,500	5,000		11.1%
Repairs & Maintenance	47,004	70,000	155,000	90,000	90,000		-41.9%
Miscellaneous	20,240	16,300	16,300	9,000	12,300		-24.5%
Capital Outlay	198,329	275,000	437,014	442,014	628,000		43.7%
Interfund Rent	13,717	13,717	13,717	13,717	13,717		0.0%
Other Interfund	39,756	37,374	37,374	37,374	33,384		-10.7%
TOTAL EXPENDITURE	912,275	1,057,748	1,350,350	1,256,388	1,551,060		14.9%
Other Adjustments (accruals)	1,539						
Ending Cash	197,670	428,145	264,557	392,378	375,381		41.9%

**FUND 502
FACILITIES MAINTENANCE****Mission/Function**

The mission of Facilities Maintenance is to provide timely, cost effective building maintenance services to the various departments and buildings in the City of Marysville.

This appropriation accounts for the cost associated with the maintenance and repair of city buildings. The revenue into the fund is generated through a cost allocation based off of the work performed in the prior budget year.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Maintenance Worker II	2	2	2
TOTAL - FACILITY MAINTENANCE	2	2	2

Budget Narrative

Department salaries include two maintenance workers.

This budget includes costs associated with the general maintenance of the various city facilities.

Approved Budget Requests

None

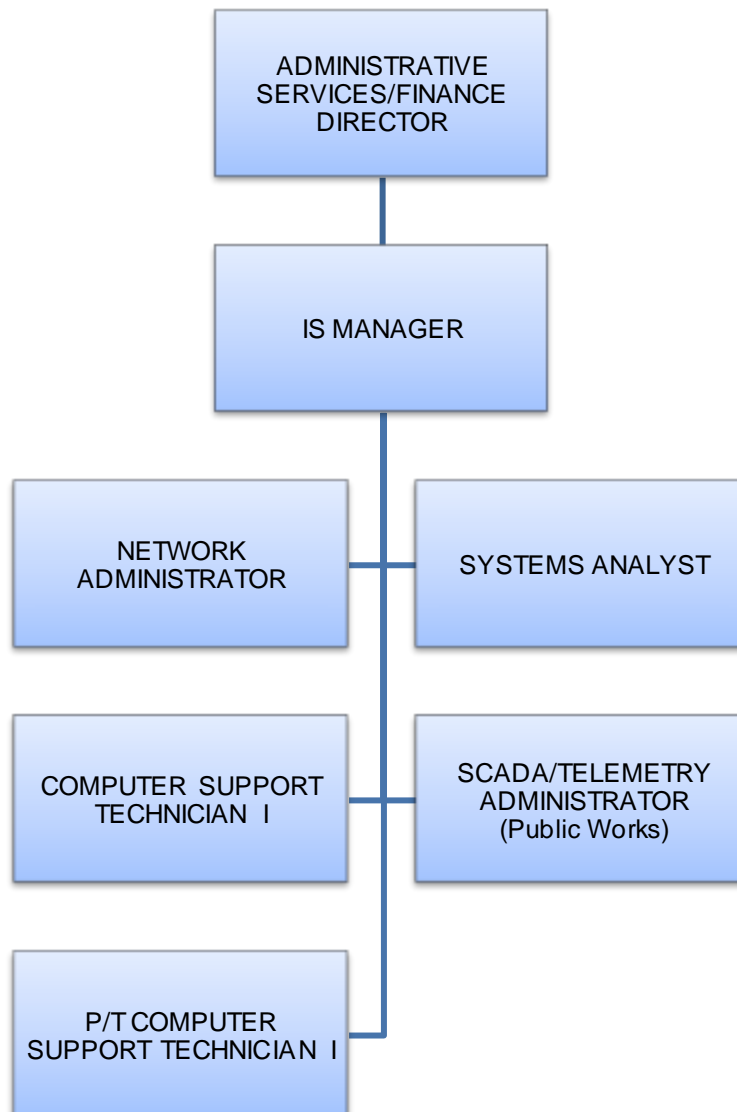
Item(s) Requested But Not Approved

None

FUND 502 FACILITIES MAINTENANCE

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 21,921	\$ 22,417	\$ 22,417	\$ 28,994	\$ 8,923	-60.2%
<u>Revenue</u>						
Investment Interest	99	200	200	75	75	-62.5%
Insurance Recoveries	709	-	-	-	-	0.0%
Miscellaneous	-	-	-	1,469	-	0.0%
Building Maintenance	238,650	223,782	223,782	223,782	238,304	6.5%
TOTAL REVENUE	239,458	223,982	223,982	225,326	238,379	6.4%
<u>Expenditures</u>						
Salaries	138,808	143,743	143,743	143,743	144,211	0.3%
Overtime	3,097	4,000	4,000	5,000	4,000	0.0%
Social Security	10,673	10,769	10,769	10,769	10,808	0.4%
Retirement	8,855	11,503	11,503	11,503	13,127	14.1%
Medical Insurance	28,451	31,888	31,888	31,888	28,712	-10.0%
Workmen's Compensation	3,370	4,129	4,129	4,129	3,484	-15.6%
Unemployment	296	288	576	576	720	25.0%
Uniforms	854	800	800	600	800	0.0%
Office & Operating	999	1,000	1,000	1,000	1,000	0.0%
Fuel Consumed	4,724	4,500	4,500	4,000	4,000	-11.1%
Small Tools	2,445	1,000	1,000	2,500	2,000	100.0%
Professional Services	-	-	-	100	-	0.0%
Communication	274	1,108	1,108	800	1,000	-9.7%
Travel	-	250	250	-	250	0.0%
Operating Rental	-	250	250	-	250	0.0%
Miscellaneous	60	500	500	-	500	0.0%
Interfund Rent	1,957	1,957	1,957	1,957	1,957	0.0%
Interfund Repairs & Maintenance	5,164	3,324	3,324	3,324	4,044	21.7%
Other Interfund	22,359	23,508	23,508	23,508	16,592	-29.4%
TOTAL EXPENDITURE	232,385	244,517	244,805	245,397	237,455	-3.0%
<u>Other Adjustments</u>						
Ending Cash	28,994	1,882	1,594	8,923	9,847	517.8%

INFORMATION SERVICES



FUND 503 INFORMATION SERVICES

Mission/Function

The mission of the Information Services Department is to provide the city with timely and cost-effective access to information technology (data communications) appropriate to the mission and goals of the City, and to provide assistance and advice in its use. The Information Services staff will make every effort to ensure that the City's information systems are continuously available, while working with departments to develop and maintain data integrity and security.

Headcount

POSITION CLASSIFICATION	2011	2012	2013
Information Services Manager	1	1	1
System Administrator	1	1	1
Network Administrator	1	1	1
SCADA/Telemetry Administrator (Public Works)	1	1	1
Computer Support Tech I	1	1.5	1.5
Confidential Administrative Assistant	0.5	0	0
TOTAL - INFORMATION SERVICES	5.5	5.5	5.5

The SCADA/Telemetry Administrator position is funded 100% by the Waterworks Utility department.

Budget Narrative

Office and operating expenses include the cost of supplies and parts used to maintain the computers and networks with the City.

Small tools include the costs of the computers purchased for replacement of existing systems.

Professional services include the costs of various software and hardware maintenance agreements.

Approved Budget Request

None

Items(s) Requested But Not Approved

None

**FUND 503
INFORMATION SERVICES**

Description	2011 Actual	2012 Budget	2012 Amended Budget	2012 Estimated	2013 Budget	% Change 2012:2013 Budget
Beginning Cash	\$ 224,117	\$ 205,584	\$ 205,584	\$ 240,529	\$ 205,576	0.0%
<u>Revenue</u>						
Investment Interest	1,059	1,000	1,000	1,000	1,000	0.0%
Intergovernmental Revenue	16,201	16,060	16,060	16,060	16,060	0.0%
Computer Services	619,334	653,611	653,611	653,611	676,988	3.6%
Computer Replacement	-	30,000	30,000	30,000	75,000	150.0%
Nextel Phone	59,000	-	-	-	-	0.0%
Miscellaneous Revenue	2,103	-	-	-	-	0.0%
TOTAL REVENUE	697,696	700,671	700,671	700,671	769,048	9.8%
						0.00%
<u>Expenditures</u>						
Salaries	343,875	365,639	365,639	365,639	370,183	1.2%
Overtime	-	2,000	2,000	2,000	2,000	0.0%
Social Security	25,744	26,842	26,842	26,842	27,690	3.2%
Retirement	21,480	28,657	28,657	28,657	33,676	17.5%
Medical Insurance	62,970	67,768	67,768	67,768	68,276	0.7%
Workmen's Compensation	1,376	1,508	1,508	1,508	1,215	-19.4%
Unemployment	716	717	1,434	1,434	1,852	29.1%
Office & Operating	14,166	17,500	17,500	17,500	17,500	0.0%
Fuel Consumed	923	500	500	500	500	0.0%
Small Tools	39,703	87,330	87,330	87,330	141,330	61.8%
Professional Services	109,206	126,500	126,500	126,500	128,900	1.9%
Communication	66,802	4,600	4,600	4,600	4,600	0.0%
Travel	767	1,500	1,500	1,500	1,500	0.0%
Miscellaneous	1,020	1,800	1,800	1,800	1,800	0.0%
Interfund Repairs and Maint	496	2,046	2,046	2,046	3,507	71.4%
TOTAL EXPENDITURE	689,244	734,907	735,624	735,624	804,529	9.4%
Other Adjustments	7,960					
Ending Cash	240,529	171,348	170,631	205,576	170,095	-0.3%

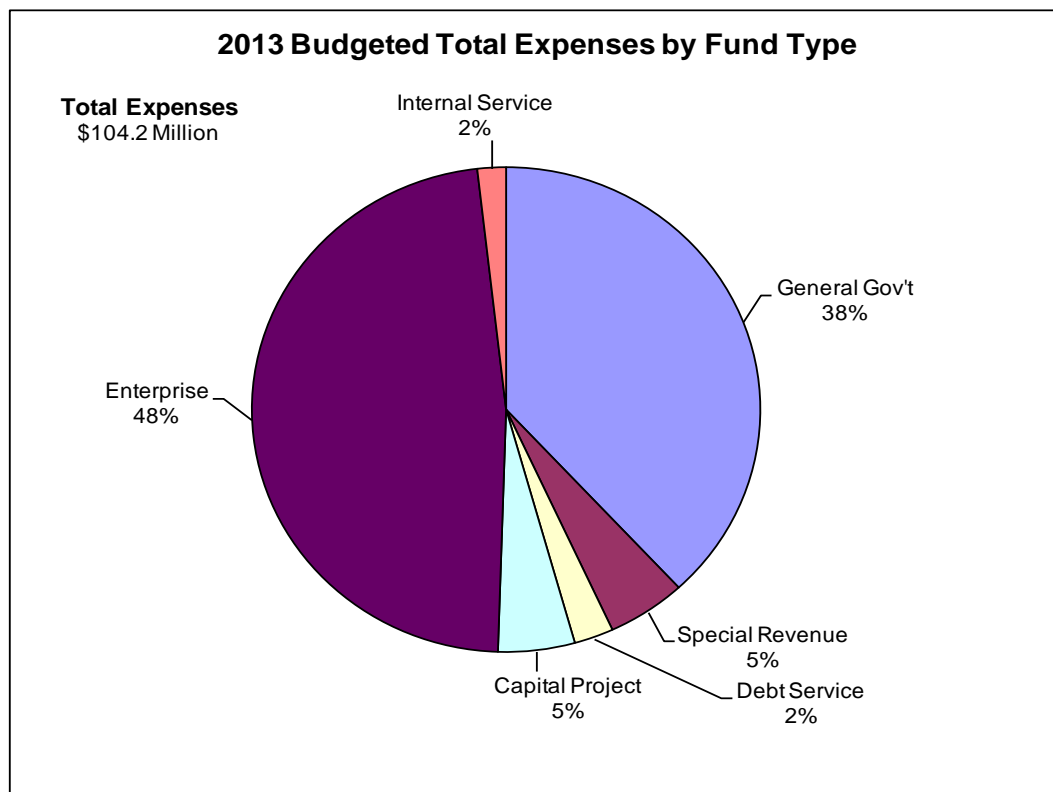
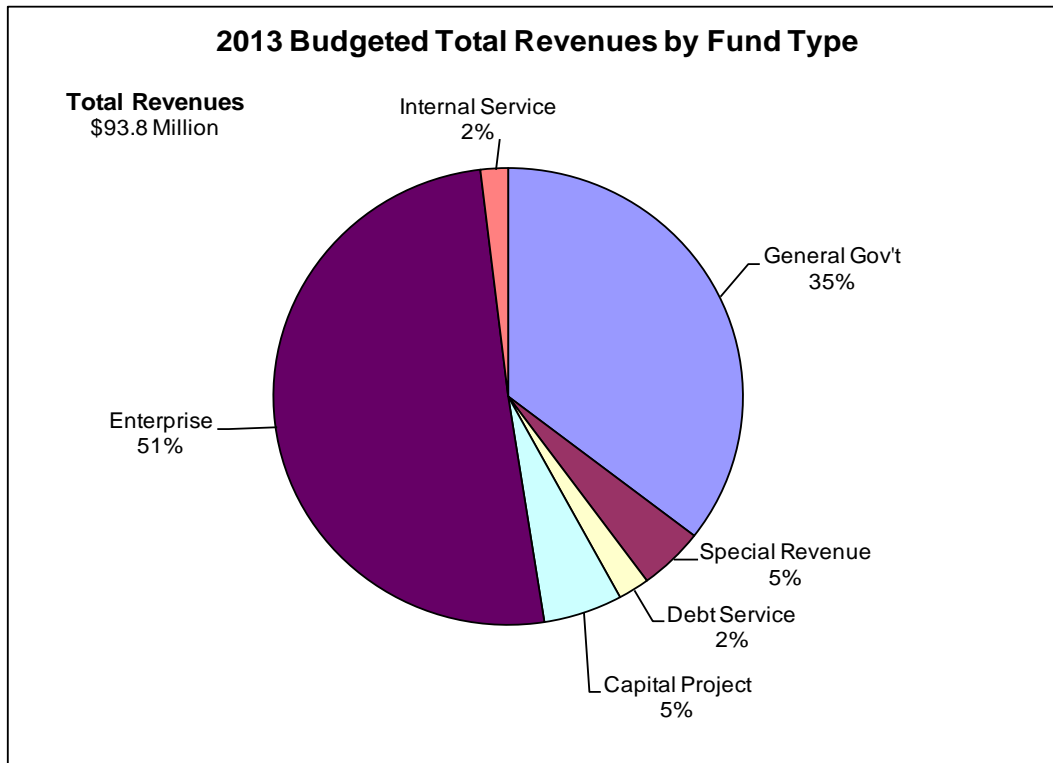


FINANCIAL SUMMARY



2013 BUDGET SUMMARY BY FUND TYPE ALL FUNDS

	General Fund 0xx	Special Revenue 1xx	Debt Service 2xx	Capital Project 3xx	Enterprise Fund 4xx	Internal Service 5xx	Total
Funding Sources							
Beginning Fund Balance	5,771,511	318,834	18,252	729,781	21,484,780	483,305	28,806,463
Taxes	28,930,583	986,000	-	-	-	-	29,916,583
Licenses & Permits	1,583,027	30,000	-	-	-	-	1,613,027
Intergovernmental Service Rev	1,016,627	1,683,000	-	2,850,000	955,601	16,060	6,521,288
Charges for Services	5,241,726	119,500	-	595,000	27,114,500	946,335	34,017,061
Fines & Forfeits	573,232	10,000	-	-	-	-	583,232
Miscellaneous Revenue	276,700	12,275	500	27,850	509,726	752,780	1,579,831
Other Financing Sources	82,451	2,352,588	2,619,118	2,446,582	11,917,651	117,951	19,536,341
Total Funding Sources	\$ 43,475,857	\$ 5,512,197	\$ 2,637,870	\$ 6,649,213	\$ 61,982,258	\$ 2,316,431	\$ 122,573,826
Uses of Funding Sources							
General Government Services	6,437,078	127,140	-	-	55,986	801,698	7,421,902
Security of Persons & Property	23,034,605	43,500	-	-	-	-	23,078,105
Utilities & Environment	1,158,310	-	-	-	20,107,827	238,334	21,504,471
Transportation	-	3,492,710	-	700,000	1,684,627	640,157	6,517,494
Economic Environment	1,962,531	346,006	-	-	-	-	2,308,537
Mental & Physical Health	35,100	-	-	-	-	-	35,100
Culture & Recreation	2,174,170	4,000	-	-	829,745	-	3,007,915
Debt Service	-	94,190	2,620,118	561,872	6,172,575	-	9,448,755
Capitalized Expenditures	16,903	-	-	354,582	8,357,000	220,450	8,948,935
Road & Street Construction	-	190,077	-	2,260,000	-	-	2,450,077
Other Financing Uses	4,879,788	933,293	-	1,223,222	12,464,635	-	19,500,938
Total Expenditures	\$ 39,698,485	\$ 5,230,916	\$ 2,620,118	\$ 5,099,676	\$ 49,672,395	\$ 1,900,639	\$ 104,222,229
Ending Fund Balance	\$ 3,777,372	\$ 281,281	\$ 17,752	\$ 1,549,537	\$ 12,309,863	\$ 415,792	\$ 18,351,597
Total Appropriation	\$ 43,475,857	\$ 5,512,197	\$ 2,637,870	\$ 6,649,213	\$ 61,982,258	\$ 2,316,431	\$ 122,573,826

**2012 BUDGET SUMMARY BY FUND TYPE
ALL FUNDS**

SUMMARY OF FINANCIAL SOURCES AND USES GENERAL GOVERNMENT FUNDS

	GENERAL GOVERNMENT OPERATIONS			SPECIAL REVENUE FUNDS		
	2011 Actuals	2012 Amended Budget	2013 Adopted Budget	2011 Actuals	2012 Amended Budget	2013 Adopted Budget
Financial Sources						
Taxes	28,801,398	28,058,984	28,930,583	1,146,955	1,105,835	986,000
Licenses & Permits	1,676,480	1,350,174	1,583,027	81,491	25,000	30,000
Intergovernmental Service Rev	2,037,957	1,719,299	1,016,627	1,310,472	1,364,800	1,683,000
Charges for Services	4,583,691	4,659,373	5,241,726	52,121	-	119,500
Fines & Forfeits	652,592	543,960	573,232	33,561	10,000	10,000
Miscellaneous Revenue	282,555	275,802	276,700	115,785	15,625	12,275
Other Financing Sources	97,373	48,083	82,451	469,853	1,519,135	2,352,588
Total Financial Sources	\$ 38,132,046	\$ 36,655,675	\$ 37,704,346	\$ 3,210,238	\$ 4,040,395	\$ 5,193,363
Uses of Financial Sources						
General Government Services	5,270,614	5,816,702	6,437,078	170,599	141,303	127,140
Security of Persons & Property	23,148,001	23,156,538	23,034,605	123,473	99,199	43,500
Utilities & Environment	1,021,823	1,105,622	1,158,310	-	-	-
Transportation	-	-	-	2,710,382	3,368,442	3,492,710
Economic Environment	1,699,081	1,801,890	1,962,531	13,216	264,936	346,006
Mental & Physical Health	14,454	15,100	35,100	-	-	-
Culture & Recreation	2,069,179	2,142,547	2,174,170	3,460	4,000	4,000
Debt Service	166	-	-	94,646	94,259	94,190
Capitalized Expenditures	12,348	1,100	16,903	-	-	-
Road & Street Construction	-	-	-	63,508	123,743	190,077
Other Financing Uses	960,905	2,662,912	4,879,788	785,719	1,024,829	933,293
Total Uses of Financial Sources	\$ 34,196,571	\$ 36,702,411	\$ 39,698,485	\$ 3,965,003	\$ 5,120,711	\$ 5,230,916
Net Increase (Decrease) in fund balance	\$ 3,935,475	\$ (46,736)	\$ (1,994,139)	\$ (754,765)	\$ (1,080,316)	\$ (37,553)
Fund Balance January 1	\$ 1,084,222	\$ 3,349,815	\$ 5,771,511	2,277,943	1,310,032	318,834
Residual Equity Transfers and other adjustments	120,114	-	-	19,985	-	-
Fund Balance December 31	<u>\$ 5,139,811</u>	<u>\$ 3,303,079</u>	<u>\$ 3,777,372</u>	<u>\$ 1,543,163</u>	<u>\$ 229,716</u>	<u>\$ 281,281</u>
	\$ 5,139,811	\$ 3,303,079	\$ 3,777,372	\$ 1,543,163	\$ 229,716	\$ 281,281

SUMMARY OF FINANCIAL SOURCES AND USES GENERAL GOVERNMENT FUNDS

	DEBT SERVICE FUND			CAPITAL PROJECTS		
	2011 Actuals	2012 Amended Budget	2013 Adopted Budget	2011 Actuals	2012 Amended Budget	2013 Adopted Budget
Financial Sources						
Taxes	225,417	-	-	-	-	-
Licenses & Permits	-	-	-	-	-	-
Intergovernmental Service Rev	-	-	-	184,543	-	2,850,000
Charges for Services	-	-	-	1,411,098	495,000	595,000
Fines & Forfeits	-	-	-	-	-	-
Miscellaneous Revenue	5,718	750	500	86,903	27,450	27,850
Other Financing Sources	1,639,952	1,675,615	2,619,118	5,512,847	13,104,831	2,446,582
Total Financial Sources	\$ 1,871,087	\$ 1,676,365	\$ 2,619,618	\$ 7,195,391	\$ 13,627,281	\$ 5,919,432
Uses of Financial Sources						
General Government Services	-	-	-	-	-	-
Security of Persons & Property	-	-	-	-	-	-
Utilities & Environment	-	-	-	-	-	-
Transportation	-	-	-	4,102,583	6,870,000	700,000
Economic Environment	-	-	-	-	-	-
Mental & Physical Health	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	1,936,927	1,676,919	2,620,118	10,908	75,550	561,872
Capitalized Expenditures	-	-	-	99,384	73,464	354,582
Road & Street Construction	-	-	-	2,820,671	5,504,985	2,260,000
Other Financing Uses	-	-	-	983,996	981,458	1,223,222
Total Uses of Financial Sources	\$ 1,936,927	\$ 1,676,919	\$ 2,620,118	\$ 8,017,542	\$ 13,505,457	\$ 5,099,676
Net Increase (Decrease) in fund balance	\$ (65,840)	\$ (554)	\$ (500)	\$ (822,151)	\$ 121,824	\$ 819,756
Fund Balance January 1	133,865	18,989	18,252	912,120	211,636	729,781
Residual Equity Transfers and other adjustments	-	-	-	(28,097)	-	-
Fund Balance December 31	\$ 68,025	\$ 18,435	\$ 17,752	\$ 61,872	\$ 333,460	\$ 1,549,537
	\$ 68,025	\$ 18,435	\$ 17,752	\$ 61,872	\$ 333,460	\$ 1,549,537

SUMMARY OF FINANCIAL SOURCES AND USES GENERAL GOVERNMENT FUNDS

TOTAL GOVERNMENTAL FUNDS		
2011	2012	2013
Actuals	Amended Budget	Adopted Budget

Financial Sources

Taxes	30,173,770	29,164,819	29,916,583
Licenses & Permits	1,757,971	1,375,174	1,613,027
Intergovernmental Service Rev	3,532,972	3,084,099	5,549,627
Charges for Services	6,046,910	5,154,373	5,956,226
Fines & Forfeits	686,153	553,960	583,232
Miscellaneous Revenue	490,961	319,627	317,325
Other Financing Sources	7,720,025	16,347,664	7,500,739

Total Financial Sources	\$ 50,408,762	\$ 55,999,716	\$ 51,436,759
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Uses of Financial Sources

General Government Services	5,441,213	5,958,005	6,564,218
Security of Persons & Property	23,271,474	23,255,737	23,078,105
Utilities & Environment	1,021,823	1,105,622	1,158,310
Transportation	6,812,965	10,238,442	4,192,710
Economic Environment	1,712,297	2,066,826	2,308,537
Mental & Physical Health	14,454	15,100	35,100
Culture & Recreation	2,072,639	2,146,547	2,178,170
Debt Service	2,042,647	1,846,728	3,276,180
Capitalized Expenditures	111,732	74,564	371,485
Road & Street Construction	2,884,179	5,628,728	2,450,077
Other Financing Uses	2,730,620	4,669,199	7,036,303

Total Uses of Financial Sources	48,116,043	57,005,498	52,649,195
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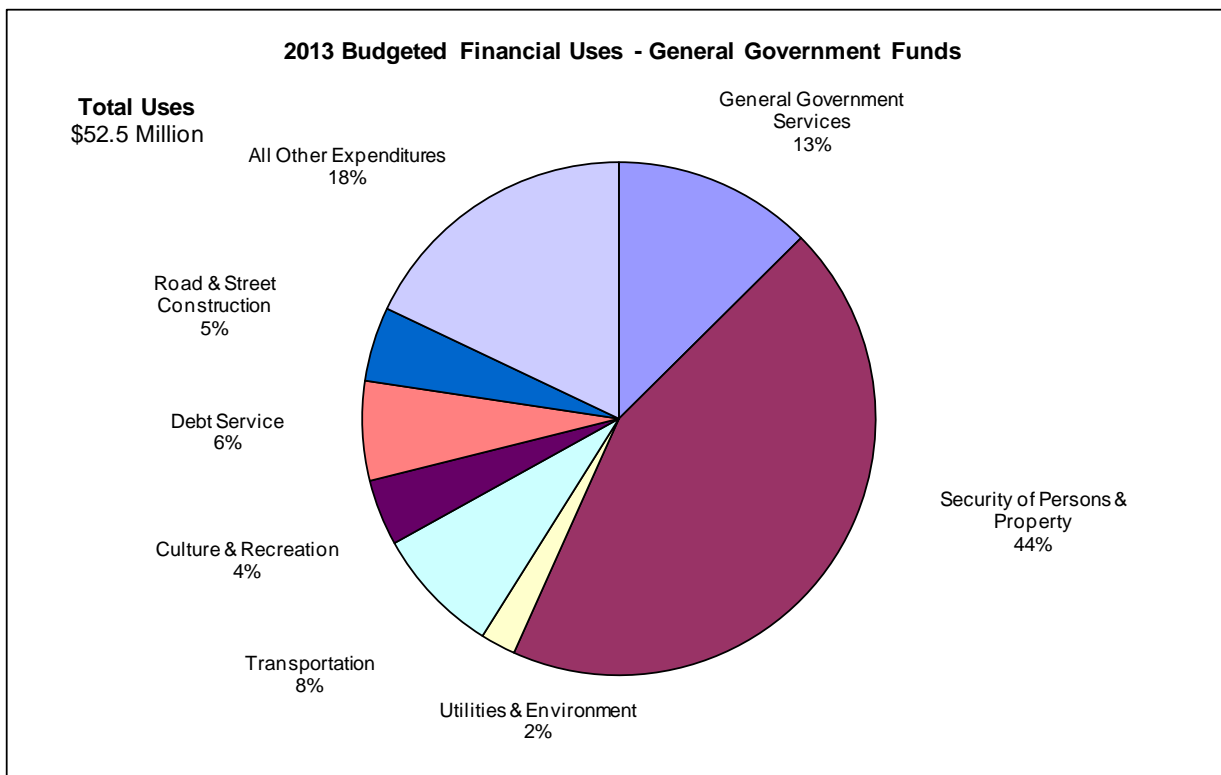
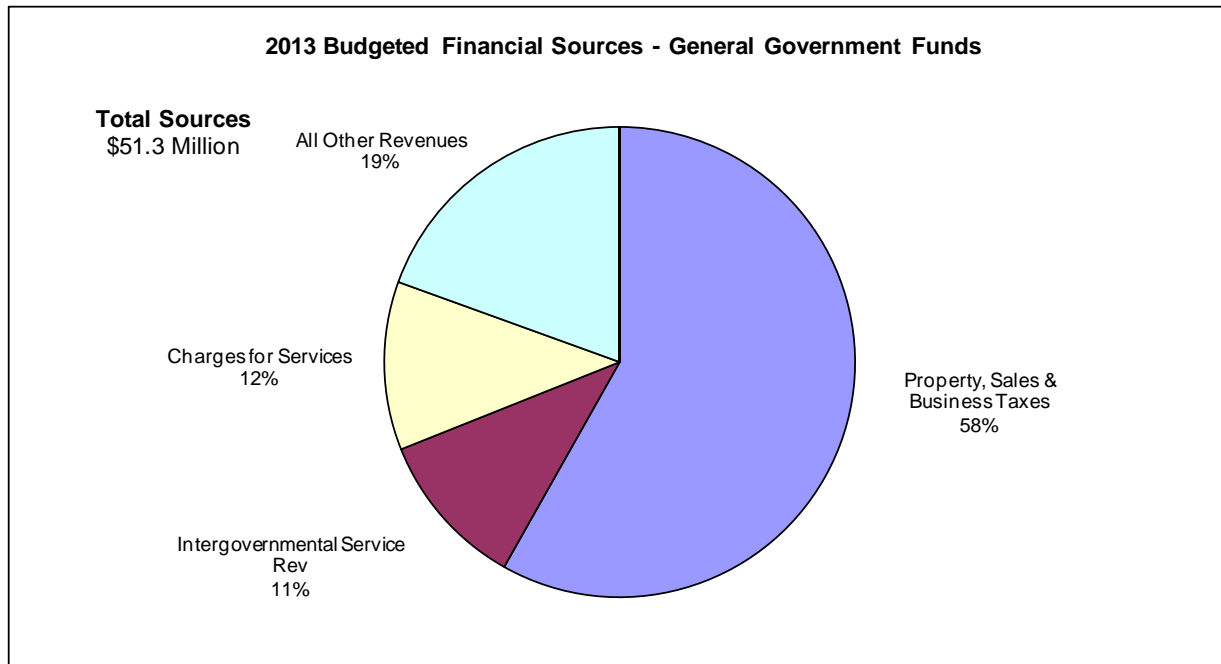
Net Increase (Decrease) in fund balance	\$ 2,292,719	\$ (1,005,782)	\$ (1,212,436)
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Fund Balance January 1	4,408,150	4,890,472	6,838,378
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Residual Equity Transfers and other adjustments	112,002	-	-
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Fund Balance December 31	<u>\$ 6,812,871</u>	<u>\$ 3,884,690</u>	<u>\$ 5,625,942</u>
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	\$ 6,812,871	\$ 3,884,690	\$ 5,625,942
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**SUMMARY OF FINANCIAL SOURCES AND USES
GENERAL GOVERNMENT FUNDS**

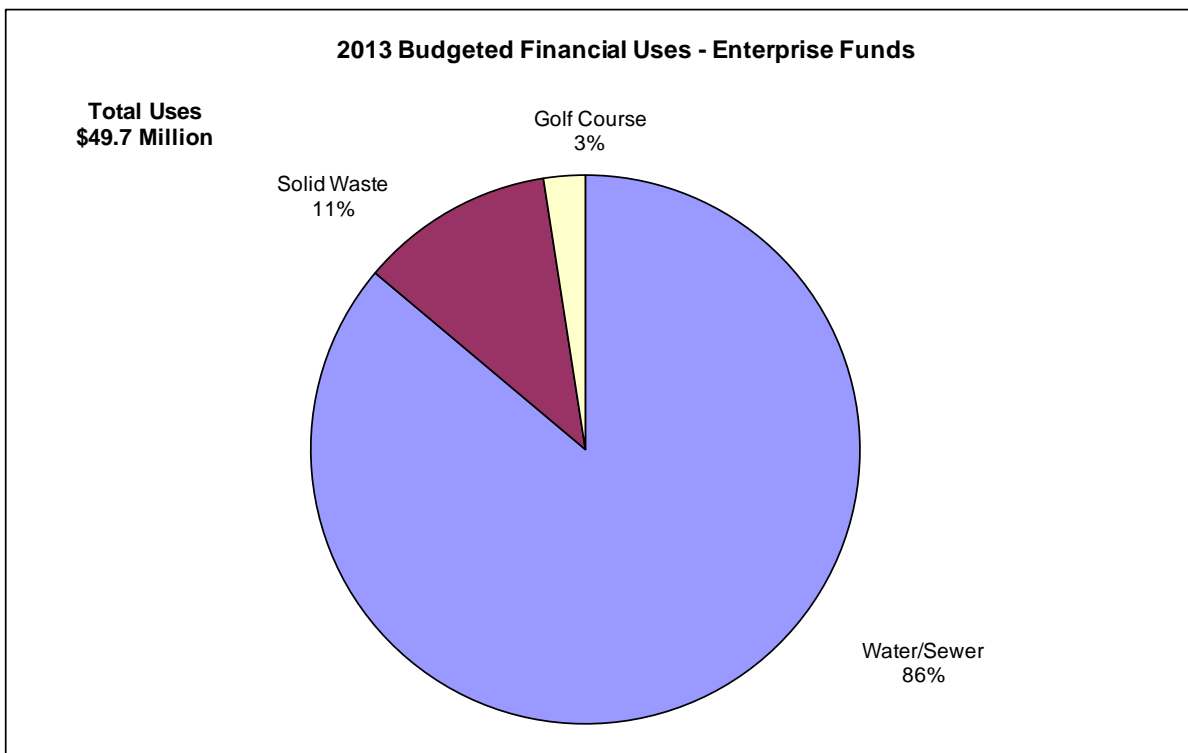
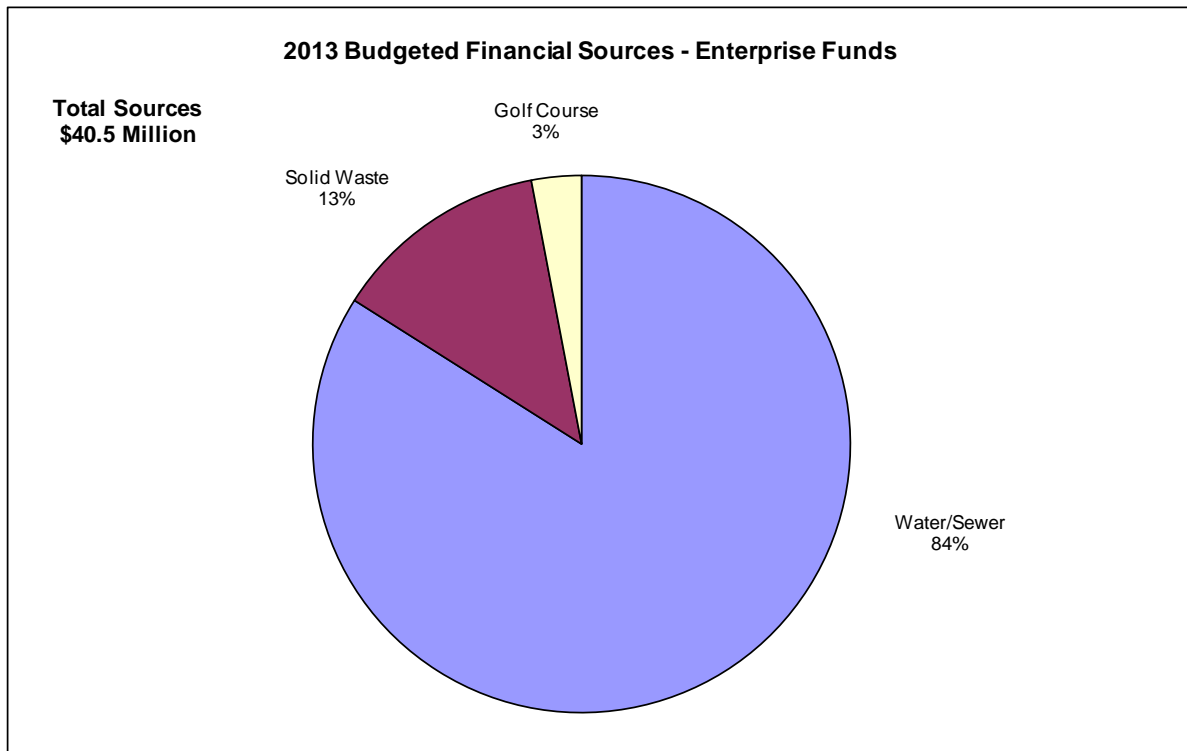
SUMMARY OF FINANCIAL SOURCES AND USES ENTERPRISE FUNDS

	WATER/SEWER			SOLID WASTE		
	2011 Actuals	2012 Estimates	2013 Adopted Budget	2011 Actuals	2012 Estimates	2013 Adopted Budget
Financial Sources						
Taxes	-	-	-	-	-	-
Licenses & Permits	-	-	-	-	-	-
Intergovernmental Service Rev	116,269	368,000	955,601	-	-	-
Charges for Services	22,164,560	21,743,868	20,930,000	5,325,096	5,510,000	5,260,000
Fines & Forfeits	-	-	-	-	-	-
Miscellaneous Revenue	797,427	390,984	264,926	15,349	7,692	10,000
Other Financing Sources	8,266,231	6,644,510	11,859,682	-	-	2,115
Total Financial Sources	\$ 31,344,488	\$ 29,147,362	\$ 34,010,209	\$ 5,340,446	\$ 5,517,692	\$ 5,272,115
Uses of Financial Sources						
General Government Services	62,909	82,045	55,986	-	-	-
Security of Persons & Property	-	-	-	-	-	-
Utilities & Environment	18,057,705	12,916,750	14,523,574	4,652,542	5,336,079	5,584,253
Transportation	1,413,645	1,533,949	1,684,627	-	-	-
Economic Environment	-	-	-	-	-	-
Mental & Physical Health	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	5,102,227	4,572,482	5,787,166	-	-	-
Capitalized Expenditures	1,621,195	2,748,150	8,357,000	-	-	-
Road & Street Construction	-	-	-	-	-	-
Other Financing Uses	5,922,884	7,057,182	12,371,283	-	85,514	93,352
Total Uses of Financial Sources	\$ 32,180,564	\$ 28,910,558	\$ 42,779,636	\$ 4,652,542	\$ 5,421,593	\$ 5,677,605
Net Increase (Decrease) in fund balance	(836,077)	236,804	(8,769,427)	687,904	96,099	(405,490)
Fund Balance January 1	\$ 8,805,871	\$ 6,375,122	\$ 18,525,606	2,200,341	\$ 3,124,071	2,959,174
Residual Equity Transfers and other adjustments	(1,594,672)	-	-	235,826	-	-
Fund Balance December 31	\$ 6,375,122	\$ 6,611,926	\$ 9,756,179	\$ 3,124,071	\$ 3,220,170	\$ 2,553,684

SUMMARY OF FINANCIAL SOURCES AND USES ENTERPRISE FUNDS

	GOLF COURSE			TOTAL ENTERPRISE FUNDS		
	2011 Actuals	2012 Estimates	2013 Adopted Budget	2011 Actuals	2012 Estimates	2013 Adopted Budget
Financial Sources						
Other Taxes	-	-	-	-	-	-
Licenses & Permits	-	-	-	-	-	-
Intergovernmental Service Rev	-	-	-	116,269	368,000	955,601
Charges for Services	752,091	900,116	924,500	28,241,748	28,153,984	27,114,500
Fines & Forfeits	-	-	-	-	-	-
Miscellaneous Revenue	218,567	189,987	234,800	1,031,343	588,663	509,726
Other Financing Sources	79,545	123,917	55,854	8,345,776	6,768,427	11,917,651
Total Financial Sources	\$ 1,050,203	\$ 1,214,020	\$ 1,215,154	\$ 37,735,136	\$ 35,879,074	\$ 40,497,478
Uses of Financial Sources						
General Government Services	-	-	-	62,909	82,045	55,986
Security of Persons & Property	-	-	-	-	-	-
Utilities & Environment	-	-	-	22,710,246	18,252,829	20,107,827
Transportation	-	-	-	1,413,645	1,533,949	1,684,627
Economic Environment	-	-	-	-	-	-
Mental & Physical Health	-	-	-	-	-	-
Culture & Recreation	851,172	828,611	829,745	851,172	828,611	829,745
Debt Service	379,501	385,409	385,409	5,481,728	4,957,891	6,172,575
Capitalized Expenditures	-	-	-	1,621,195	2,748,150	8,357,000
Road & Street Construction	-	-	-	-	-	-
Other Financing Uses	-	-	-	5,922,884	7,142,696	12,464,635
Total Uses of Financial Sources	\$ 1,230,673	\$ 1,214,020	\$ 1,215,154	\$ 38,063,779	\$ 35,546,171	\$ 49,672,395
Net Increase (Decrease) in fund balance	(180,470)	0	-	(328,643)	332,903	(9,174,917)
Fund Balance January 1	\$ -	\$ -	-	\$ 11,006,212	\$ 9,499,193	\$ 21,484,780
Residual Equity Transfers and other adjustments	588,676	-	-	(770,170)	-	-
Fund Balance December 31	\$ 408,206	\$ 0	\$ -	\$ 9,907,399	\$ 9,832,096	\$ 12,309,863

SUMMARY OF FINANCIAL SOURCES AND USES ENTERPRISE FUNDS



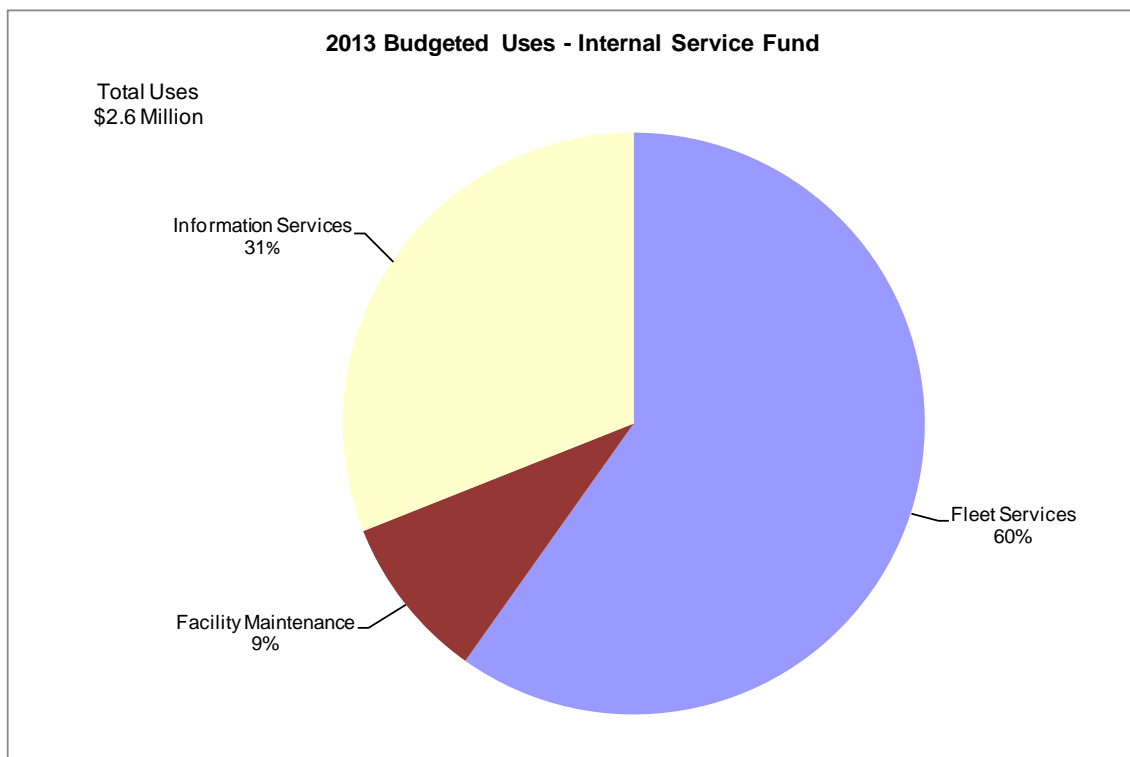
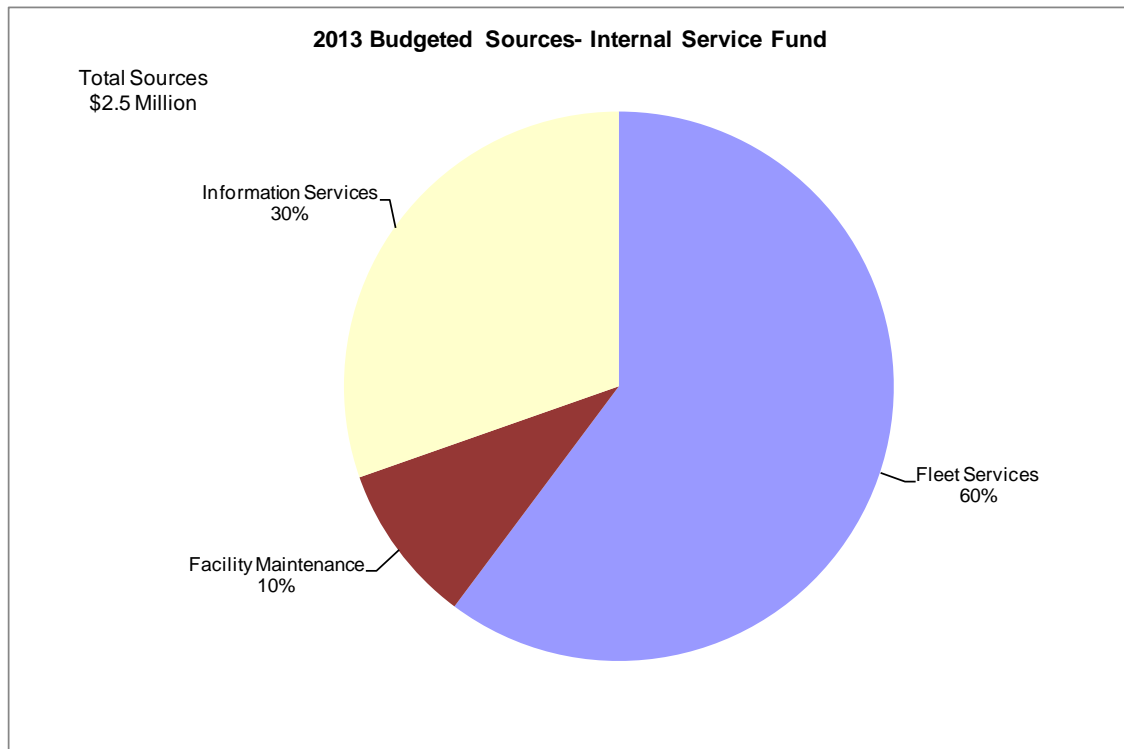
SUMMARY OF FINANCIAL SOURCES AND USES INTERNAL SERVICE FUND

	FLEET SERVICES			FACILITIES MAINTENANCE		
	2011 Actuals	2012 Estimates	2013 Adopted Budget	2011 Actuals	2012 Estimates	2013 Adopted Budget
Financial Sources						
Taxes	-	-	-	-	-	-
Licenses & Permits	-	-	-	-	-	-
Intergovernmental Service Rev	-	1,069	-	-	-	-
Charges for Services	20,847	20,000	1,363,211	238,650	223,782	238,304
Fines & Forfeits	-	-	-	-	-	-
Miscellaneous Revenue	741,076	1,344,513	1,500	808	1,544	75
Other Financing Sources	106,751	85,514	159,352	-	-	-
Total Financial Sources	\$ 868,675	\$ 1,451,096	\$ 1,524,063	\$ 239,458	\$ 225,326	\$ 238,379
Uses of Financial Sources						
General Government Services	75,463	84,552	89,499	-	-	237,455
Security of Persons & Property	-	-	-	-	-	-
Utilities & Environment	-	-	-	235,475	245,397	-
Transportation	1,212,625	729,822	833,561	-	-	-
Economic Environment	-	-	-	-	-	-
Mental & Physical Health	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capitalized Expenditures	198,329	442,014	628,000	-	-	-
Road & Street Construction	-	-	-	-	-	-
Other Financing Uses	-	-	-	-	-	-
Total Uses of Financial Sources	\$ 1,486,416	\$ 1,256,388	\$ 1,551,060	\$ 235,475	\$ 245,397	\$ 237,455
Net Increase (Decrease) in fund balance	(617,741)	194,708	(26,997)	3,983	(20,071)	924
Fund Balance January 1	\$ 237,267	\$ 197,670	\$ 392,378	\$ 21,921	\$ 28,994	\$ 8,923
Residual Equity Transfers and other adjustments	1,144	-	-	-	-	-
Fund Balance December 31	\$ (379,330)	\$ 392,378	\$ 365,381	\$ 25,904	\$ 8,923	\$ 9,847

SUMMARY OF FINANCIAL SOURCES AND USES INTERNAL SERVICE FUND

	INFORMATION SERVICES			TOTAL INTERNAL SERVICE FUND		
	2011 Actuals	2012 Estimates	2013 Adopted Budget	2011 Actuals	2012 Estimates	2013 Adopted Budget
Financial Sources						
Taxes	-	-	-	-	-	-
Licenses & Permits	-	-	-	-	-	-
Intergovernmental Service Rev	16,201	16,060	-	16,201	17,129	-
Charges for Services	678,334	683,611	768,048	937,831	927,393	2,369,563
Fines & Forfeits	-	-	-	-	-	-
Miscellaneous Revenue	3,162	1,000	1,000	745,046	1,347,057	2,575
Other Financing Sources	-	-	-	106,751	85,514	159,352
Total Financial Sources	\$ 697,696	\$ 700,671	\$ 769,048	\$ 1,805,829	\$ 2,377,093	\$ 2,531,490
Uses of Financial Sources						
General Government Services	692,747	735,624	804,529	768,210	820,176	1,131,483
Security of Persons & Property	-	-	-	-	-	-
Utilities & Environment	-	-	-	235,475	245,397	-
Transportation	-	-	-	1,212,625	729,822	833,561
Economic Environment	-	-	-	-	-	-
Mental & Physical Health	-	-	-	-	-	-
Culture & Recreation	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Capitalized Expenditures	-	-	-	198,329	442,014	628,000
Road & Street Construction	-	-	-	-	-	-
Other Financing Uses	-	-	-	-	-	-
Total Uses of Financial Sources	\$ 692,747	\$ 735,624	\$ 804,529	\$ 2,414,639	\$ 2,237,409	\$ 2,593,044
Net Increase (Decrease) in fund balance	4,949	(34,953)	(35,481)	(608,810)	139,684	(61,554)
Fund Balance January 1	\$ 224,117	\$ 240,529	\$ 205,576	\$ 483,305	\$ 467,193	\$ 606,877
Residual Equity Transfers and other adjustments	-	-	-	1,144	-	-
Fund Balance December 31	\$ 229,066	\$ 205,576	\$ 170,095	\$ (124,361)	\$ 606,877	\$ 545,322

SUMMARY OF FINANCIAL SOURCES AND USES INTERNAL SERVICE FUND



GENERAL TAXING AUTHORITY

Taxes make up approximately 69% of the General Government revenue budget. Most of the tax revenue is in the form of property, sales and utility taxes.

The maximum rate allowed by law can be found in sections of the Revised Code of Washington. Several of the City's taxes including sales, leasehold, cable TV/franchise fees, hotel/motel and real estate excise tax are at the state statutory maximum. The City has chosen not to adopt some taxes allowed by law such as business and occupation tax. The remaining taxing capacity, if the City elected to impose the state statutory maximum would generate approximately \$6.56million in additional annual revenue.

Major Tax Source		2013 Rate	2013 Budget	Maximum Rate Allowed by Law	Remaining Taxing Capacity (Rate)	Remaining Taxing Capacity (in dollars)
Property Tax	- Regular (A)**	\$ 2.91	\$ 12,689,313	\$ 3.60	\$ 0.69	\$ 3,729,964
	- Special	\$ 0.50	2,204,560	\$ 0.50	\$ -	-
	1% or IPD					128,292
	Banked Capacity					263,679
Sales Tax	- Regular	0.85%	7,698,212	0.85%	0.00%	-
	- Criminal Justice (B)	0.10%	753,218	0.10%	0.00%	-
	- Public Safety (V)	0.00%	-	0.10%	0.10%	640,235
	- Transit*	0.00%	-	0.30%	0.30%	-
	-Transportation Benefit Dist. (V)	0.00%	-	0.20%	0.20%	1,385,195
Use Tax	- Natural Gas	6.00%	3,000	6.00%	0.00%	-
	Business & Occupation Tax*					
	- Regular	0.00%	-	0.20%	0.20%	-
Utility Tax	Natural Gas	5.00%	665,000	6.00%	1.00%	133,000
	Telephone	6.00%	820,000	6.00%	0.00%	-
	Electric	5.00%	1,583,000	6.00%	1.00%	316,600
Leasehold Tax		4.00%		4.00%	0.00%	-
Gambling Tax	- Bingo & Raffles*	5.00%		7.50%	2.50%	-
	- Amusement Games*	2.00%		2.00%	0.00%	-
	- Punch Brds/Pull Tabs	5.00%	100,000	5.00%	0.00%	-
	- Card Rooms*	20.00%		20.00%	0.00%	-
PILOT	Water/Sewer	8.50%	1,214,286	(A)	(A)	(A)
	Surface Water	8.50%	689,400	(A)	(A)	(A)
	Solid Waste	15.00%	274,194	(A)	(A)	(A)
Cable TV/Franchise Fee		5.00%	827,177	5.00%	0.00%	-
Admissions Tax - Other Amusement		5.00%	228,000	5.00%	0.00%	-
Transportation Benefit District***		\$ 20.00	-	\$ 20.00	\$ 20.00	694,000
Hotel/Motel Tax		2.00%	76,000	2.00%	0.00%	-
Real Estate Excise Tax						
	- 1st Quarter	0.25%	450,000	0.25%	0.00%	-
	- 2nd Quarter	0.25%	460,000	0.25%	0.00%	-

(A) PILOT determined by City Council (V) Requires Voter Approval

* Authorized by state - some cities do not participate.

**Requires the vote of the people to reach full statutory maximum

***Council can authorize up to \$20 without the vote of the people

**PROPERTY TAX COMPARISON--CITY OF MARYSVILLE (estimate)
VERSUS UNINCORPORATED AREA NEAR CITY LIMITS**

TAXING DISTRICT	YEAR 2013 - Per \$1,000 AV		YEAR 2013 - Average Tax Bill	
	CITY	COUNTY	CITY	COUNTY
City of Marysville				
General Levy	\$ 2.9056	\$ -	\$ 726.40	\$ -
Fire Dist. 12		1.5000	-	375.00
EMS Levy	0.5000	0.5000	125.00	125.00
GO Bonds			-	-
Public Safety Building			-	-
County Taxes	1.0771	1.0771	269.28	269.28
County Roads		1.8727	-	468.18
Marysville School District	5.8515	5.8515	1,462.87	1,462.87
State School	2.4332	2.4332	608.29	608.29
Library District	0.5000	0.5000	124.99	124.99
TOTAL PROPERTY TAX PER \$1,000 ASSESSED VALUE	\$ 13.2673	\$ 13.7344	\$ 3,316.83	\$ 3,433.61
Tax on Avg. Residence Value of				
\$250,000	\$3,316.83	\$3,433.61	\$3,316.83	\$3,433.61
\$400,000	\$5,306.93	\$5,493.78	\$5,306.93	\$5,493.78

Lake Stevens School district 2013 levy rate \$6.27964908

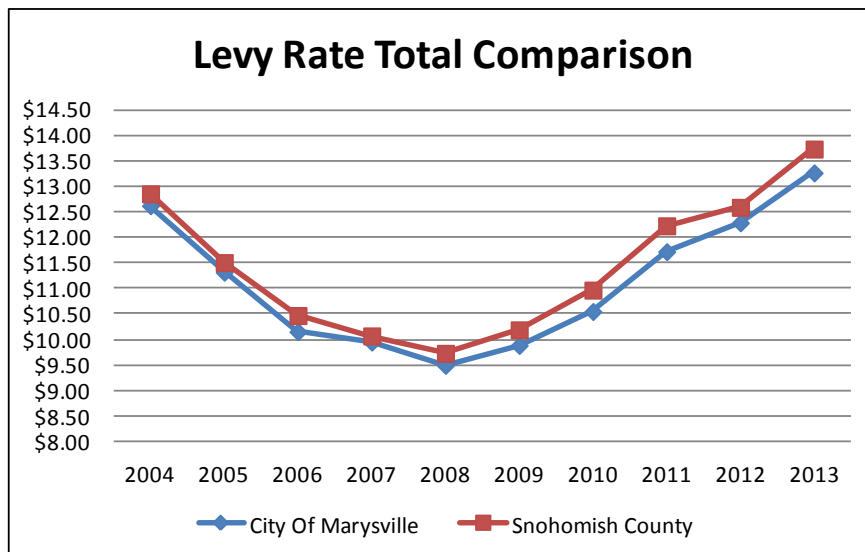
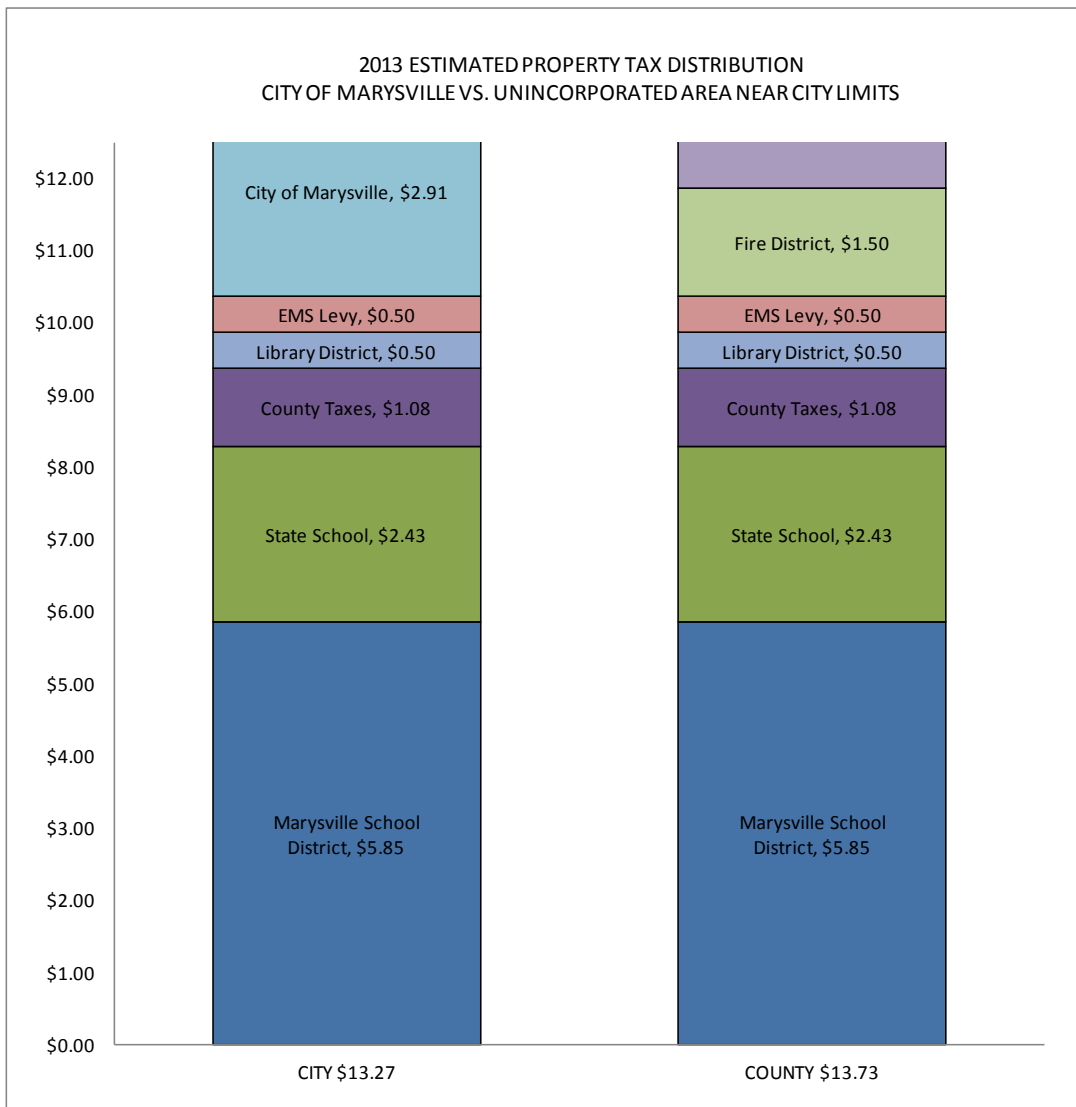
Lakewood School district 2013 levy rate \$5.42080226

**PROPERTY TAX COMPARISON--CITY OF MARYSVILLE
VERSUS UNINCORPORATED AREA NEAR CITY LIMITS**

TAXING DISTRICT	YEAR 2012 - Per \$1,000 AV		YEAR 2012 - Average Tax Bill	
	CITY	COUNTY	CITY	COUNTY
City of Marysville				
General Levy	\$ 2.6899	\$ -	\$ 672.47	\$ -
Fire Dist. 12		1.5000	-	375.00
EMS Levy	0.5000	0.5000	125.00	125.00
GO Bonds			-	-
Public Safety Building			-	-
County Taxes	0.9823	0.9823	245.58	245.58
County Roads		1.4928	-	373.21
Marysville School District	5.2381	5.2381	1,309.53	1,309.53
State School	2.3788	2.3788	594.71	594.71
Library District	0.5000	0.5000	124.99	124.99
TOTAL PROPERTY TAX PER \$1,000 ASSESSED VALUE	\$ 12.2891	\$ 12.5921	\$ 3,072.28	\$ 3,148.02
Tax on Avg. Residence Value of				
\$250,000	\$3,072.28	\$3,148.02	\$3,072.28	\$3,148.02
\$400,000	\$4,915.64	\$5,036.84	\$4,915.64	\$5,036.84

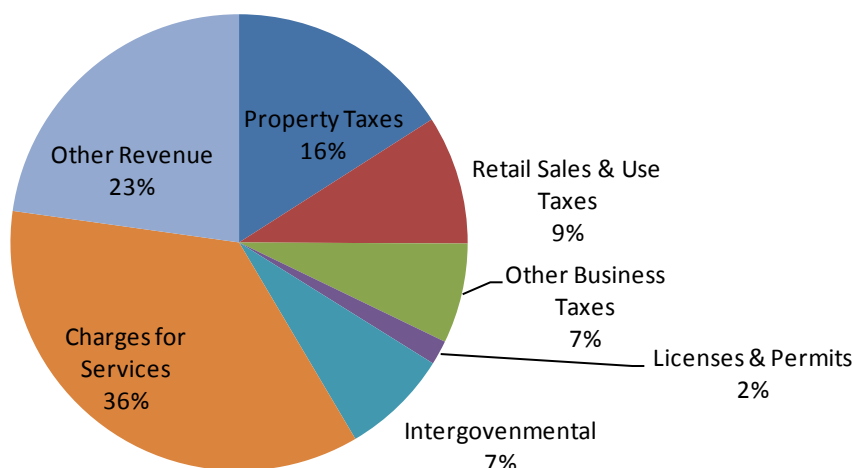
Lake Stevens School district 2012 levy rate \$5.90046611

Lakewood School district 2012 levy rate \$5.73985844



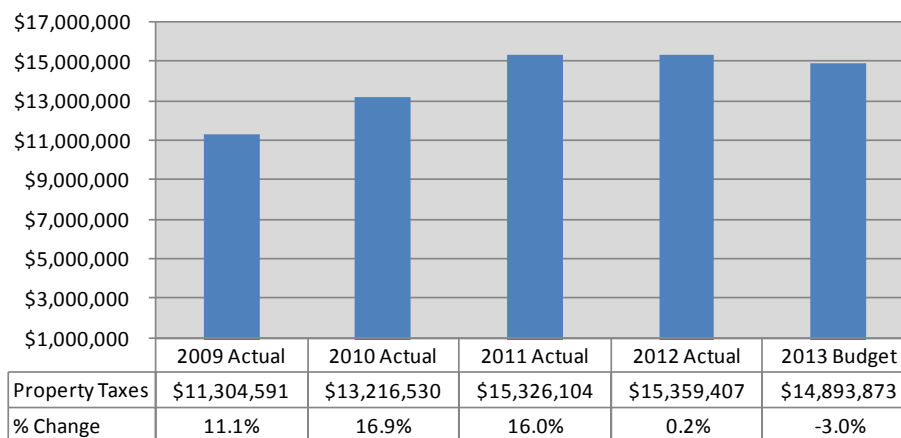
ANALYSIS OF SOURCES

2013 Budgeted Financial Sources - All Funds



Property Taxes

Property Taxes



Property tax receipts represent approximately 16% of the City's total income, same proportion as the prior year. The property tax table shown above includes regular and Emergency Medical Services (EMS). The different changes from each year are a result of increases in assessed values from new construction, annexations and in 2009 a reset of the EMS levy to \$0.50/\$1,000 AV.

The increase of 16.9%, or \$1,911,939, in 2010 is mainly the result of the Central Annexation that occurred in December 2009 which provided for a transfer of approximately \$2 million in Road Taxes from the County to the City. The assessed values of the Central Annexation were delayed until the following year which resulted in the increase of 16.0% or \$2,109,574 for 2011. The 2013 decrease of 3.0% or \$465,534 is a direct result of the continuing decrease in assessed values as explained below.

The Snohomish County Treasurer collects property taxes levied in the City of Marysville's five overlapping tax districts, which include state, local schools, Snohomish County, City of Marysville, and Sno-Isle Library. Property taxes are assessed to the citizens in March of each year for 1st half payment due on April 30th and the 2nd half due on October 30th. Several limitations control the growth of regular property tax levies and revenues:

- ❖ Revised Code of Washington (RCW) 84.52.050 limits the aggregate of all regular tax levies by the state and all taxing districts to \$10 per \$1,000 of assessed value (AV). If the taxes of all districts collectively exceed this amount, a proportionate adjustment is applied until the total is reduced to the 1 percent limit.
- ❖ RCW 84.52.043 limits the regular levy rate of a city to \$3.375 per \$1,000 of AV.
- ❖ RCW 84.55.010 limits the annual growth of revenue from the regular property tax levy to 106% per year, plus adjustments for new construction and annexations. A vote of the electorate within the taxing district can lift or set aside the 106% revenue growth limitation for specific purposes, for specific amount, and for a specific number of years.
- ❖ Referendum 47 was approved in 1997 changing property tax assessment and collection:
 - The temporary \$4.7187 reduction of the state levy was made permanent, effective for the 1998 tax levy.
 - With the intent to limit increases in property tax levies and at the same time ensure that taxing districts have adequate funding, the 106% limit, enacted in 1972 was fundamentally changed. The old maximum revenue increase of 6% is no limited to an amount equal to the Implicit Price Deflator (IPD) percentage.
 - However, if the City Council finds a "substantial need" to increase property tax revenue by more than the IPD limit, they may do so, up to a maximum of 6% with a five of seven (a supermajority of City Council) affirmative votes.
- ❖ Initiative 747, voter approved in 2001, requires state and local governments to limit their property tax increases to 1% each year, or the IPD, whichever is less, unless an increase greater than this limit is approved by voters in an election.

2013 Levy

The City of Marysville council voted not to exercise the additional 1% allowed under Initiative 747 for 2013 regular property tax receipts. As a result of the housing crisis property values continue to decline which reflects in the levy rate since the levy rate is calculated by total property tax revenue divided by assessed value. The 2013 levy rate is \$2.9056 per \$1,000 of assessed valuation, an increase of 8.0% from the prior year of \$2.6899. The 2013 EMS levy rate remains at \$0.50, the maximum rate allowed.

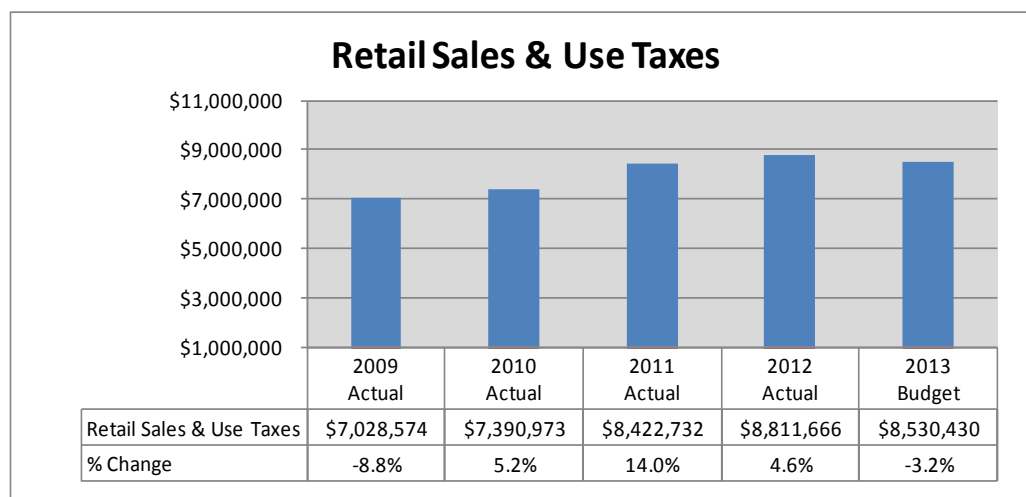
The levy rate is a product of the amount of the total taxes assessed and property values. Under I-747 each entity is allowed to raise the total property tax collected by a maximum of 1% per year. Once the entity establishes whether to take the rate 1% or below then the County applies the total assessment to the total property values within the entity which then results in a levy rate per \$1,000 of assessed value.

The Marysville City Council has continued to have the citizen's best interest in mind during the budget process concerning regular property taxes. In the past several years the Council has elected ***not*** to exercise their option under Initiative 747 allowing for a 1% increase in property tax levy. The table below provides a history of levy rates.

Property Tax Levy	2009	2010	2011	2012	2013
Regular	\$1.8670	\$2.0248	\$2.3400	\$2.6899	\$2.9056
EMS	.5000	.5000	.5000	.5000	.5000
Public Safety	.0479	.0514	.0426	.0000	.0000
Total	\$2.4149	\$2.5762	\$2.8826	\$3.1899	\$3.4056

The fluctuation in the levy rates are a product of the formula, even though the council elects no increase under I-747 new construction and annexations increase the assessed value and also the total property taxes assessed based upon the added value. The levy rate is then calculated based upon the total property tax base.

Retail Sales and Use Taxes



Retail sales and use tax receipts represent approximately 9% of the City's total income. Marysville's economic goal of an annual 8% growth in property and sales tax receipts had been achievable since its establishment in 2003. For 2008 this goal hit a roadblock, with the economic down turn in 2008, 2009 receipts declined. The 5.2% increase in 2010 was a result of the Central Marysville Annexation and the partial allowance of the annexation sales tax credit. The 14% or \$1,031,759 increase in 2011 is mostly based upon a combination of activity; the ever changing retail market, the continuing of the mitigation of the Streamlined Sales Tax or Destination-based Sales Tax, and the inclusion of the annexation sales tax credit (ASTC). The 2012 increase of 4.6% or \$388,934 demonstrates signs of the economy stabilizing and the slow growth in sales reflects large items such as vehicles and furniture. The 2013 estimate of \$8,530,430, a 3.2% or \$281,236 decrease over 2012 is a conservative outlook. Even though the 2012 retail sales and use taxes were favorable the items purchased are not items that are normally purchased on an annual basis.

In 2007 the State legislatures passed Substitute Senate Bill 5089, the Streamlined Sales and Use Tax Agreement to be effective July 1, 2008. This agreement is a national effort to simplify and standardize the way each state taxes goods. It is estimated that Washington businesses collecting sales tax, are losing sales to out-of-state retailers that don't charge sales tax. Previous law collected retail sales tax based upon the location from

which merchandise was shipped or delivered. As of July 1, 2008, Washington retailers delivering goods to customers in Washington must start collecting sales tax based on where the customer receives the merchandise – the “destination” of the sale. There is no change to over-the-counter, wholesale, most services, and sales of motor vehicles, trailer, semi-trailer, aircraft, watercraft, modular homes, and manufactured and mobile homes.

In 2007 the City experienced a 26.4% increase in sales tax revenues as a result of large retail projects within the city, such as the Lakewood Crossing retail center (Costco and Target), Gateway retail center (Kohl's & WinCo), and Harley-Davidson Motor Company and their associated retail sales; adding to the City's economic base. The modest 1.1% growth in 2008 is a result of the beginning of the economic downturn and 2009 reflects the full impact.

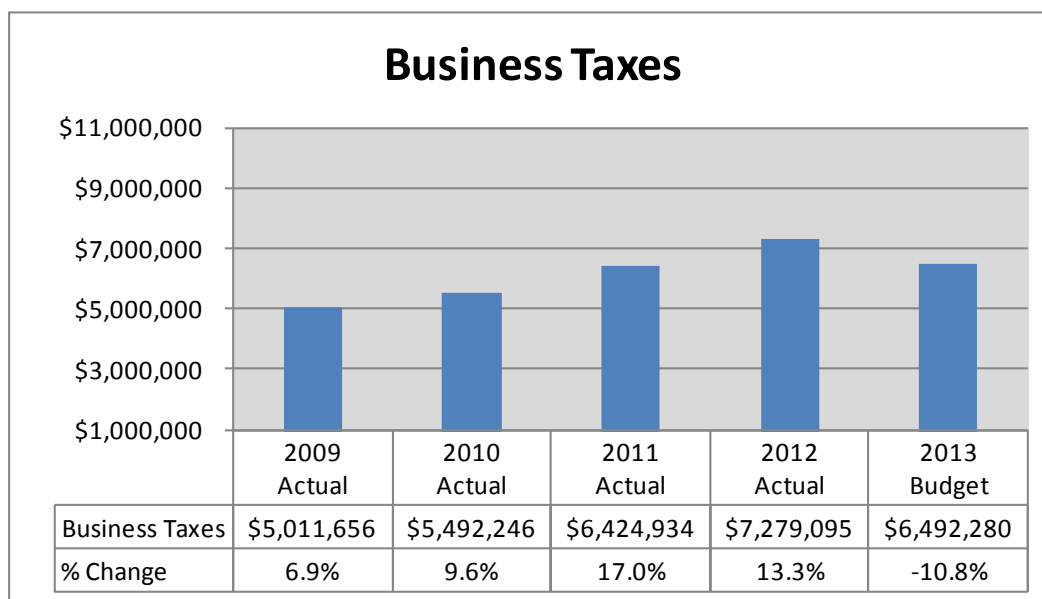
In November 2009 the City of Marysville adopted Ordinance No. 2799 setting the threshold and tax rates in accordance with RCW 82.14.415 with respect to the Central Marysville Annexation. This action allows the City to receive a portion of the State's sales tax share, 0.1% if the annexation area population is between 10,000 and 20,000 or 0.2% if the annexation population is over 20,000, to assist with the cost of annexation. The Central Marysville annexation when completed added 20,048 to the City's population, which resulted in the 0.2% ASTC. The major growth in the sales tax estimate from 2009 to 2011 is due to this action.

The City of Marysville's current sales tax rate is 8.6%, previously at 8.5%, the additional tax was added April 1, 2009 for County Mental Health. The following table provides a breakdown of the tax rate into individual benefactors. The bolded benefactors are those that the City of Marysville receives from sales within the city limits. The State collects the sales tax revenue and distributes it back to the local entities net of administration fees.

Sales Tax Rate Breakdown

State		6.300%
City of Marysville	ASTC	0.200%
City of Marysville	Regular	0.425%
Snohomish County	Regular	0.075%
City of Marysville	Optional	0.425%
Snohomish County	Optional	0.075%
Community Transit		0.900%
City Criminal Justice		0.100%
County Mental Health		<u>0.100%</u>
Total		8.600%

Lodging tax is another part of this revenue category. The City of Marysville imposes a 2% state hotel/motel tax on lodging fees. These fees are used to reinvest in tourism through a grant process.

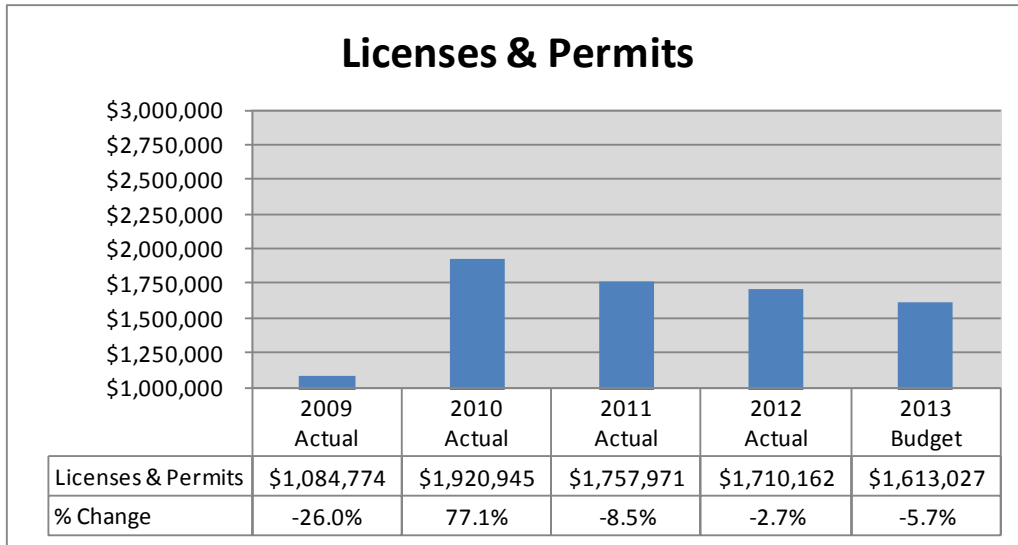
Business Taxes

Business taxes represent approximately 7% of the City's total revenue. This category represents utility taxes, both internal and external, real estate excise tax (REET), leasehold tax, gambling tax, and admissions tax. The majority of the category is utility tax (79.3%) and REET (13.9%).

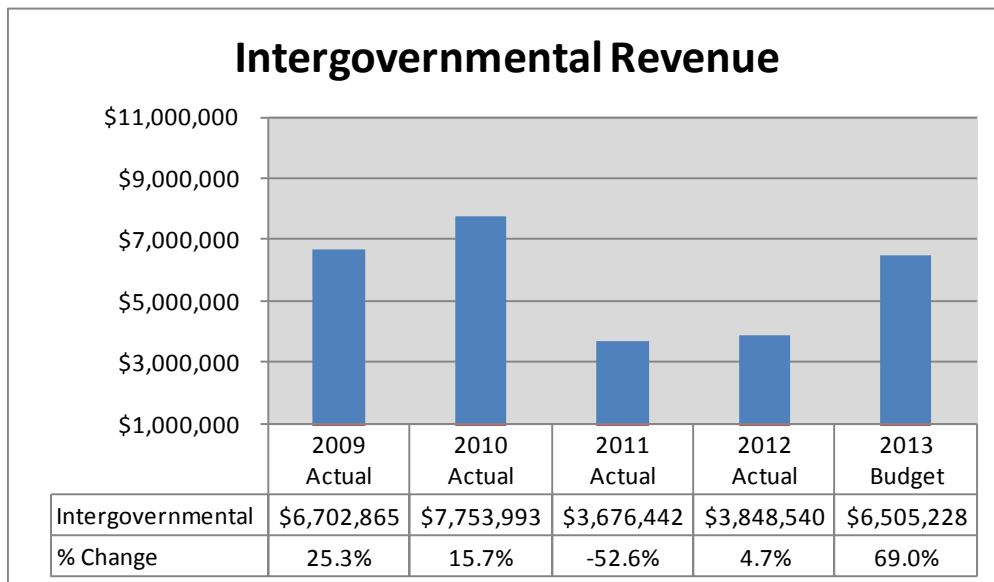
Utility tax is a 5% tax assessed on utilities (such as telephone, electric, and natural gas) for services sold within the city limits. During the formation of the 2010 budget the 5% utility tax for telephone services was increased to 6% for one year and renewed for the 2011 and 2012. The council voted to extend the additional 1% for the 2013 budget year. The increase in City receipts of utility taxes is due to the recent annexation of a population close to 20,000, which represents the majority of the 9.6% increase for 2010. A 6% tax is assessed upon city utilities such as water, sewer, and surface water. Solid waste is assessed a 15% tax that went into effect in 2009, an increase from 6%. Utility tax for electric and natural gas becomes dependent on the weather – usually colder weather results in more use – which makes estimating difficult therefore the 2013 estimate of \$6,492,280, a decrease of 10.8% or \$786,815 from the prior year, is based on the average of the prior three years.

REET revenue is a tax on the sale of real estate, this market can be difficult to predict and previous years estimates were based upon the average receipt over the last five years. In reviewing the last five years the area was experiencing high housing sales and refinancing, this began to slow in 2007. The housing market crisis has had a direct effect on REET revenue as seen was seen in earlier years. 2009 and 2010 were volatile with 2011 and 2012 having a substantial rise. To be conservative a three-year average was used for 2013.

Admissions tax was added in 2010 which also contributed to the increase in business taxes.

Licenses & Permits

Licenses & Permits represent 2% of the total City revenue. This revenue category consists mostly of franchise fees and building structure permits. Since the majority of the receipts in this category are related to the building industry, fluctuations in the housing market become very apparent. In 2006 and 2007 building permit values were at an all time high of \$135 million. As reflected in the national market, 2008 and 2009 receipts were down. In 2010 the city began experiencing an increase in building permits from previously foreclosed developments, increasing to prior 2006 receipts which continued at a lesser scale in 2011. Estimates for 2012 were not expected to continue this trend and see 2010 and 2011 as an abnormality as appears to be the case with 2012 actual receipts at 2.7% lower than 2011, therefore estimates for 2013 are between the pre-downturn of 2008 and the low of 2009.

Intergovernmental Revenue

Intergovernmental revenue receipts represent approximately 7% of the City's total revenue. This revenue category consists mostly of grants, state shared revenue, and intergovernmental service fees. Grants,

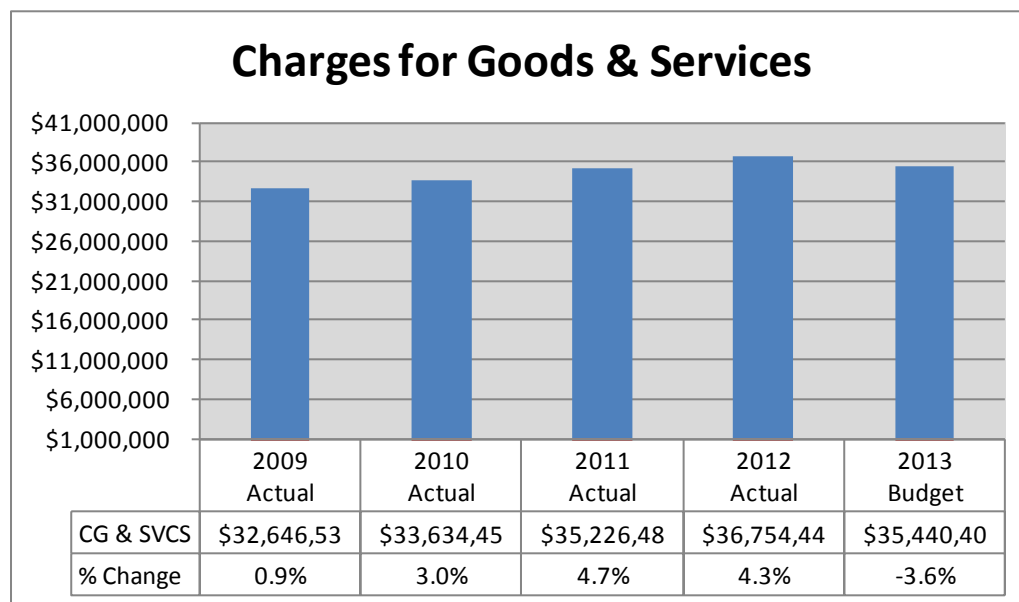
traditionally, have been the major revenue source for intergovernmental revenues at approximately 60%. The fluctuations visible in the table above are a reflection of this grant activity. The 2011 decrease of 52.6% or \$4 million is mostly a result of a decrease in grants.

The City of Marysville regularly seeks state and federal grants to aid in funding various projects or services. Because of the unpredictability associated with grant availability year to year, the budget only includes grant funds that are known with some certainty. Approximately 60% or \$4.2 million of the 2013 estimate for Intergovernmental Revenue were attributable to grants such as department of transportation and transportation improvement. Also, approximately \$700,000 of interfund service charges was reclassified from intergovernmental to charges for services in 2013. In comparison 2012 grant receipts were \$570,847.

State entitlement revenues consist of motor vehicle excise taxes, liquor excise taxes, liquor board profits, and unrestricted gas taxes. In 1999, voters approved I-695 which changed the collection of motor vehicle excise tax from a percent of value to a flat \$40 this resulted in an approximate annual loss of \$200,000. The state imposes gas and liquor taxes on sales within the state and distributes the proceeds based upon population. These estimates are provided by the State in the form of a per-capita rate.

Intergovernmental service fees consist of court and jail services to neighboring cities. The estimate for 2013 for court and jail services reflects a little change over the 2012 receipts.

Charges for Goods and Services



Charges for goods and services represent 36% of the City's total revenue. This revenue source is comprised of fees charged for providing services that are distinct from general services which are funded by general taxation.

Charges for goods and services include interdepartmental services; maps and publications; probation; permits; golf fees and other recreational programs; traffic mitigation; water, sewer, and surface water fees; and solid waste fees. The majority of this revenue category (98%) is attributable to water, sewer, surface water, and solid waste fees.

Revenue from city utilities is the largest portion of charges for services category. To meet state and federal regulations the Sewer Utility made approximately \$80 million in improvements, beginning in 2003 and completing in 2005. In order to fund these improvements the city contracted to have the rates reviewed to

provide sufficient funding. This review, along with several other reviews (five year increments) for the utilities of water, and solid waste, resulted in the following rate increases:

Utility Rate Increases	2009	2010	2011	2012	2013
Water	2.0%	Rate Restructure	2.0%	2.0%	2.0%
Sewer	2.0%	6.1%	6.5%	2.0%	2.0%
Surface Water	4.0%	20.0%	2.0%	2.0%	2.0%
Solid Waste	9.0%	9.0%	9.0%	5.0%	0.0%

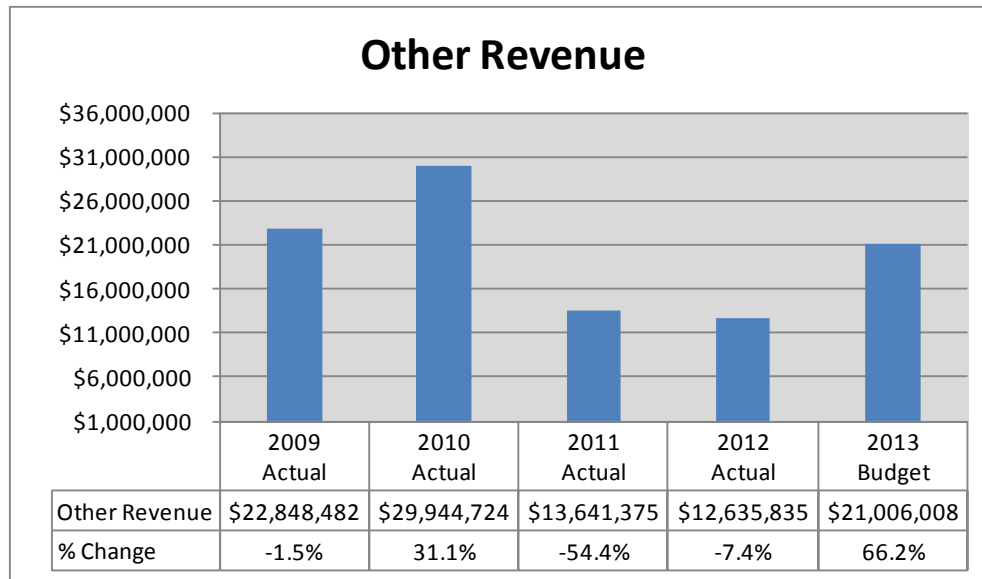
In 2010 the City adopted the recommendation of a water rate restructuring based upon an independent study. The restructuring was done to establish a balance between the tiered system and promote conservation. The revenue impact of the restructuring was estimated to be neutral for the water utility. Eighty percent of the sewer increases are due to new state and federal regulations through construction, improvements and monitoring.

Rate studies were used to provide adequate funding for the improvements as well as initiating a moderate level of increase to keep pace with inflation, currently set at 2%, and provide the ability to cash fund projects in the future and hence reduce the project cost due to borrowing as a burden to users.

Utility rates for water, sewer, surface water, and solid waste are established by council approval. The five year history of base bi-monthly rates for a household is reflected in the table below:

Household Base Rates (bi-monthly)	2009	2010	2011	2012	2013
Water	\$24.17	\$26.09	\$26.60	\$27.19	\$27.72
Sewer	66.40	70.44	75.02	76.52	78.05
Surface Water	16.64	20.00	20.40	20.80	21.22
Solid Waste	39.46	43.02	46.88	49.22	49.22
Total	\$143.41	\$159.55	\$168.90	\$173.73	\$176.21

The 2010 revenues rose slightly above 2009 as a result of the restructuring previously discussed. The 2011 revenue rose 4.7% due to transportation mitigation fees, as well as some housing starts and the increases in rates. The 3.6% or \$1.3 million decrease in 2013 is due in part by a decrease in utility connection fees and transportation mitigation fees, as these are one time charges that cannot always be predicted. Also, interfund service charges were reclassified from intergovernmental to charges for services in 2013. The remaining decrease coming from charges for utility services that began showing a greater fluctuation since the economic downturn, and the weather has also begun playing a noticeable factor.

Other Revenue

The Other Revenue category represents 23% of total City revenues. This category's significant revenues are classified as operating transfers, which represents transfer of funds from other Funds to use for debt service, capital expenditure, or internal service. For 2013 this amount, is approximately \$18.3 million as compared to \$9.4 million in 2011. This increase is attributed to utility and road construction. If operating transfers were not considered in this category then this category would only represent 4% of the total revenues. The 2013 66.2% increase is attributable to approximately \$4.0 million in fund transfer from reserves to utility construction, \$1.3 million in bond proceeds for transportation construction and \$1.4 million transfer from operations to debt service.

The 31.1% increase in Other Revenue in 2010 was attributed to bond proceeds from an issue in 2010 being transferred to cover capital expenditures for building purchases, which is the major factor of the 2011 decrease of 54.4%.

LONG TERM DEBT

DEBT SERVICE SUMMARY

Debt Management Policy

The City's debt management policy is to plan and direct the use of debt so that debt service payments will be a predictable and manageable part of the Operating Budget. The City will raise capital at the lowest possible cost through maintenance of a high credit rating and reputation in the credit markets.

The City continues to pursue an aggressive capital improvement program through a careful balance of increased debt and substantial "pay as you go" capital projects. Each time a capital project is planned alternative financing sources are considered.

ASSESSED VALUATION = \$4,476,525,057

COUNCILMANIC BONDS 1.5% OF ASSESSED VALUATION

Councilmanic Bonds: Debt capacity of councilmanic debt may be issued by the City Council without voter approval. Property taxes may not be increased to support related debt payments.

Statutory Debt Limit		\$ 67,147,876
Ilstate Bldg Purchase & Remodel	3.47%	2,330,700
State Ave Improvements	5.10%	3,427,500
Waterfront Park	1.63%	1,096,800
Golf Course Renovation	1.94%	1,305,000
Pro Shop Remodel	1.41%	944,742
Street Construction	9.44%	6,340,000
Courthouse & Other Properties	7.43%	4,990,000
800 MHZ Radio	0.72%	484,183
Debt Outstanding	31.15%	20,918,925
Available Capacity	68.85%	\$ 46,228,951

VOTED BONDS 1.00% OF ASSESSED VALUATION

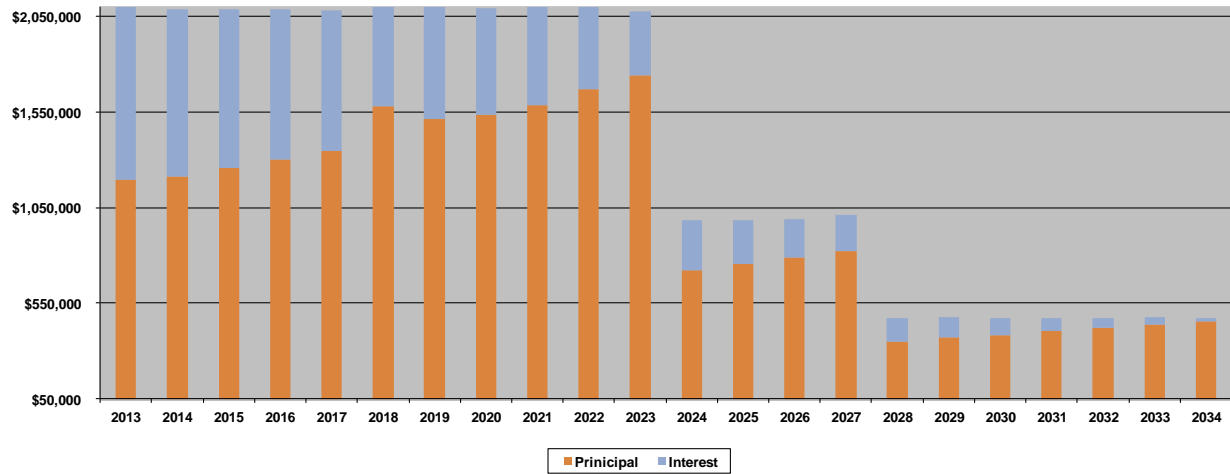
Voted Bonds: Debt capacity for voted debt must be approved by the voters. Property taxes may be increased to support the related debt payments.

VOTED BONDS 1.00% OF ASSESSED VALUE

Statutory Debt Limit		\$ 44,765,251
Debt Outstanding	0.00%	-
Available Capacity	100.00%	\$ 44,765,251

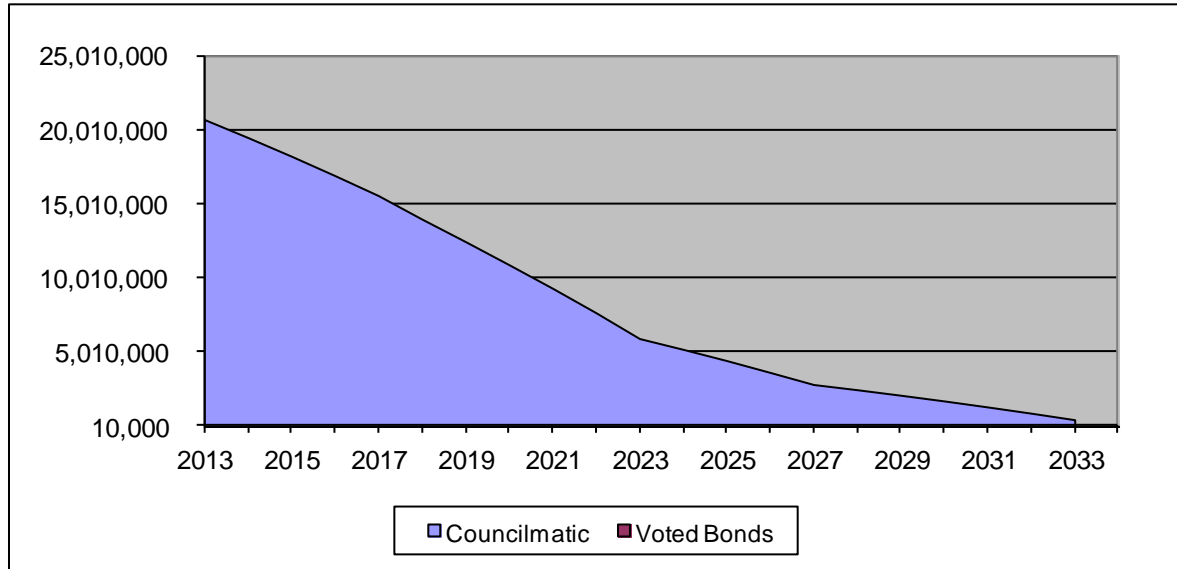
TOTAL DEBT SERVICE PAYMENTS GENERAL OBLIGATION DEBT

The chart below depicts the annual debt service requirements for the GO debt broken out by principal and interest. The table presents the annual debt service requirements for each individual GO debt. These are the payments that directly affect the general government's annual operations budget.



Fund Issue	001 2003 Allstate Bldg	310 2003 Waterfront Park	305 2003 State Ave Imprvmnts	305 2007 Street Construction	001 2010 Court House/ Properties	110 1999 800 Mhz Radio	305 2008 PWTF Lakewood	420 2007 Golf Course Refunding	420 2003 Golf Course Pro Shop	Total
**Debt Outstanding	\$ 2,330,700	\$ 1,096,800	\$ 3,427,500	\$ 6,340,000	\$ 4,990,000	\$ 484,183	\$ -	\$ 1,305,000	\$ 695,622	\$ 20,669,804
2013	219,581	103,332	322,913	608,539	207,675	94,190	188,438	206,332	168,677	2,119,676
2014	219,207	103,156	322,363	611,214	352,675	94,418		215,839	168,677	2,087,548
2015	216,708	101,980	318,688	612,789	359,775	94,008		215,839	168,677	2,088,463
2016	217,390	102,301	319,691	613,264	356,675	93,894		215,839	168,677	2,087,730
2017	217,730	102,461	320,191	613,264	353,575	93,598		215,839	168,677	2,085,334
2018	343,515	161,654	505,169	612,664	195,475	93,120		217,800	112,451	2,241,847
2019	341,815	160,854	502,669	611,464	195,475	93,320		217,800		2,123,397
2020	342,845	161,339	504,184	609,664	255,475			217,800		2,091,307
2021	343,049	161,435	504,484	629,664	248,675			217,800		2,105,107
2022	342,777	161,307	504,084	649,664	456,200					2,114,032
2023	341,638	160,771	502,409	610,969	459,275					2,075,062
2024				609,931	376,675					986,606
2025				613,044	372,225					985,269
2026				610,094	377,550					987,644
2027				635,094	376,050					1,011,144
2028					474,050					474,050
2029					476,550					476,550
2030					473,050					473,050
2031					473,800					473,800
2032					472,600					472,600
2033					475,800					475,800
2034					473,200					473,200
Total Prin/Int	\$ 3,146,255	\$ 1,480,590	\$ 4,626,845	\$ 9,251,319	\$ 8,262,500	\$ 656,548	\$ 188,438	\$ 1,940,888	\$ 955,834	\$ 30,509,216

Depicted below is the annual amount of outstanding general obligation debt outstanding at the end of each year. The councilmatic debt is paid from general revenues. The voted general obligation bonds are paid from excess property tax levies assessed on property within the City as approved by the voters in each case. At this time the City has not outstanding voted bonds.

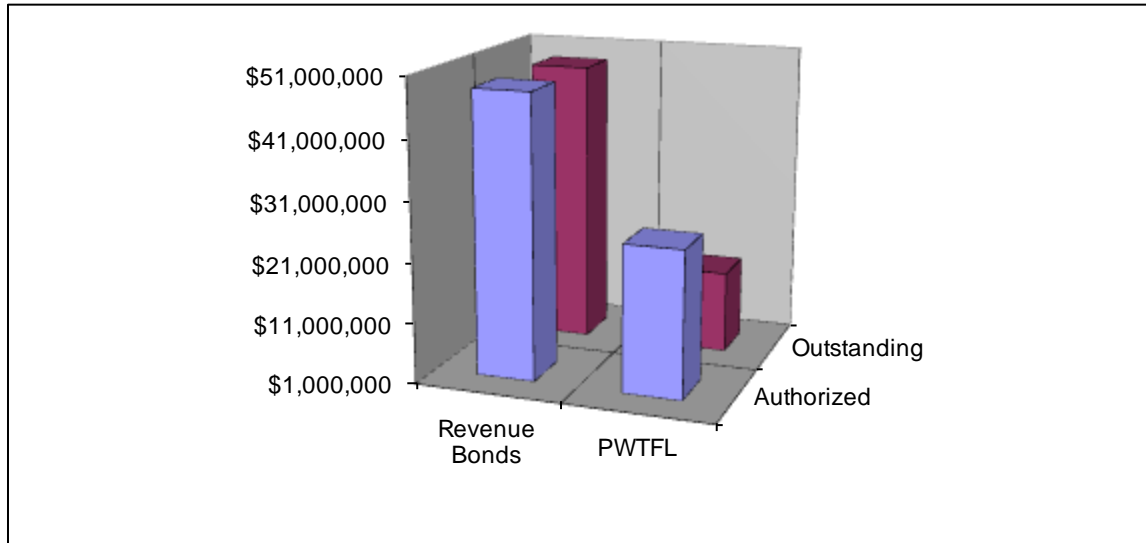


Schedule of Authorized General Obligation Debt Outstanding

	<u>Authorized</u>	<u>Outstanding</u>
Councilmatic		
1999 800 Mhz Radio	1,197,020	484,183
2003 Allstate Bldg	2,456,500	2,330,700
2003 Waterfront Park	1,156,000	1,096,800
2003 State Avenue Improvements	3,612,500	3,427,500
2003 Golf Course - Pro Shop Model	1,740,982	695,622
2007 Street Construction	8,045,000	6,340,000
2007 Golf Course Refunding	2,120,000	1,305,000
2010 Courthouse/Williams/Delta Properties	4,990,000	4,990,000
Total Councilmatic	<u>\$ 25,318,002</u>	<u>\$ 20,669,804</u>

DEBT SECURED BY UTILITY REVENUES

**Total "Revenue Debt" Authorized and
Outstanding as of December 31, 2012**



Schedule of Revenue Debt

	Authorized	Issued	Retire	Outstanding
Revenue Bonds				
2005 Water/Sewer Bond Issue	48,355,000	2005	2028	48,355,000
Total	<u>\$ 48,355,000</u>			<u>\$ 48,355,000</u>
Public Works Trust Fund Loans				
Edward Springs Reservoir Cover & Liner	\$ 442,481	1999	2018	\$ 139,731
Stilliquamish Filtration System	4,080,000	2004	2023	2,446,376
WWTP Pre-Construction	1,000,000	2002	2021	473,684
WWTP Construction Loan	10,000,000	2002	2022	5,294,118
WWTP Phase II Construction	10,000,000	2004	2024	6,315,789
Total	<u>\$ 25,522,481</u>			<u>\$ 14,669,698</u>

PERSONNEL



**2013 PERSONNEL SUMMARY
FULL TIME EQUIVALENTS EMPLOYEES**

Fund	2011	2012	2013
GENERAL FUND - 001			
02 Municipal Court	11.0	11.0	11.0
03 Executive (2)	5.0	5.0	5.0
04 Finance	13.0	13.0	13.0
05 Legal	3.5	3.5	3.5
06 Human Resources (2)	3.0	3.0	3.0
07 Community Development	17.5	17.5	17.5
08 Police (4)	84.5	81.5	82.5
10 Parks/Recreation	12.5	12.5	12.5
11 Engineering (1)	17.0	15.0	15.0
Total General Fund	167.0	162.0	163.0
Streets	12.5	12.5	12.5
Water/Sewer Utility (3)	46.0	47.0	47.0
Solid Waste (5)	7.0	7.0	7.2
Golf Course	4.0	4.0	4.0
Fleet Services (6)	4.0	4.0	5.0
Facility Maintenance	2.0	2.0	2.0
Computer Services	5.5	5.5	5.5
CITY TOTAL	248.0	244.0	246.2

(1) Senior Traffic Control Systems Tech and Traffic Control Systems Tech headcount shown in Engineering Department. They continue to be funded by the Street Department
2012-Moved the headcount for the Public Work Director and PW Administrative Services Manager from Engineering to Utilities

(2) Human Resources previously reported in Executive department

(3) Moved the headcount for the Public Works Director and the PW Administrative Services Manager from Engineering to Utilities.

(4) Police - 2 new positions (NITE) -mid-year hire

(5) Solid Waste - 1 new MWII - November hire

(6) Fleet Services - 1 new mechanic

**CITY OF MARYSVILLE - PERSONNEL SUMMARY
2013 FINAL BUDGET**

DEPARTMENT	POSITION	FTE	SCHEDULE
COUNCIL	Council Members - 7		
	COUNCIL	-	
MUNICIPAL COURT	Judge	1.00	Elected
	Judge (appointed)	1.00	Management
	Court Administrator	1.00	Management
	Business Officer Supervisor	1.00	Management
	Program Specialist	6.00	Teamsters
	Probation Officer	1.00	Non-represented
	MUNICIPAL COURT	11.00	
EXECUTIVE	Mayor	1.00	Elected
	Chief Administrative Office	1.00	Management
	Executive Assistant	1.00	Non-represented
	Risk Management Officer	1.00	Non-represented
	Communication Information Officer	1.00	Non-represented
	EXECUTIVE	5.00	
FINANCE	Administrative Services/Finance Director	1.00	Management
	Financial Planning Manager	1.00	Management
	Financial Operations Manager	1.00	Management
	Sr Accounting Technician	1.00	Teamsters
	Accounting Technician (Utility)	5.00	Teamsters
	Accounting Technician	1.00	Teamsters
	Program Clerk	1.00	Teamsters
	Deputy City Clerk	2.00	Non-represented
	FINANCE	13.00	
LEGAL	Prosecutor	2.00	Non-represented
	Confidential Administrative Assistant	1.50	Non-represented
	LEGAL	3.50	
HUMAN RESOURCES	Human Resources Director	1.00	Management
	Human Resources Analyst	1.00	Non-represented
	Human Resources Specialist II	1.00	Non-represented
	HUMAN RESOURCES	3.00	

**CITY OF MARYSVILLE - PERSONNEL SUMMARY
2013 FINAL BUDGET**

DEPARTMENT	POSITION	FTE	SCHEDULE
COMMUNITY DEVELOPMENT	Community Development Director	-	Management
	Engineering Services Manager	1.00	Management
	Development Services Tech	1.00	Non-represented
	Planning Manager	1.00	Management
	Senior Planner	1.00	Non-represented
	Associate Planner	1.00	Non-represented
	Code Enforcement Officer	1.00	Non-represented
	Plans Examiner	1.00	Non-represented
	Building Official	1.00	Non-represented
	Building Inspector	1.00	Non-represented
	Associate Engineer III	1.00	Non-represented
	Construction Inspector	2.00	Non-represented
	Electrical Inspector	2.00	Non-represented
	Program Specialist	3.50	Teamsters
	COMMUNITY DEVELOPMENT	17.50	
POLICE	Police Chief	1.00	Management
	Commander	3.00	Management
	Lieutenant	3.00	Management
	Crime Analyst	1.00	Non-represented
	Confidential Administrative Assistant	1.00	Non-represented
	Administrative Secretary	1.00	Teamsters
	Program Specialist	7.50	Teamsters
	Property/Evidence Specialist	1.00	Teamsters
	Community Service Officer	1.00	MPOA
	Sergeant (Detectives & Patrol)	8.00	MPOA
	Police Officer (Including Detectives)	40.00	MPOA
	Custody Sergeant	3.00	MPOA
	Custody Officer	12.00	MPOA
	POLICE	82.50	
PARKS	Parks & Recreation Director	1.00	Management
	Parks & Recreation Services Manager	1.00	Management
	Parks Maintenance Manager	1.00	Management
	Recreation Coordinator	2.00	Non-represented
	Athletic Coordinator	1.00	Non-represented
	Administrative Secretary	1.00	Teamsters
	P/T Parks Program Clerks (1 - PT)	0.50	Teamsters
	Maintenance Worker II	5.00	Teamsters
	PARKS	12.50	

**CITY OF MARYSVILLE - PERSONNEL SUMMARY
2013 FINAL BUDGET**

DEPARTMENT	POSITION	FTE	SCHEDULE
ENGINEERING	City Engineering	1.00	Management
	Project Managers	2.00	Management
	Program Engineering-Surface Water Supervisor	1.00	Management
	Surface Water Specialist	2.00	Non-represented
	Surface Water Inspector	1.00	Non-represented
	Engineering Project Aide	1.00	Non-represented
	Engineering Technician	2.00	Non-represented
	Traffic Engineer	1.00	Non-represented
	Project Engineer	1.00	Non-represented
	Sr Traffic Control Systems Tech	1.00	Teamsters
	Traffic Control Systems Tech	1.00	Teamsters
	Maintenance Worker II - Traffic	1.00	Teamsters
	ENGINEERING	15.00	
STREET	Streets/Surface Water Manager	0.50	Management
	Lead Worker II	1.00	Teamsters
	Lead Worker I (<i>formerly Heavy Equipment Operator</i>)	1.00	Teamsters
	Maintenance Worker II	8.00	Teamsters
	Maintenance Worker I	2.00	Teamsters
	STREET	12.50	
UTILITIES	Public Works Director	1.00	Management
	Public Works Superintendent	1.00	Management
	Operations Manager	1.00	Management
	Streets/Surface Water Manager	0.50	Management
	Financial Analyst	1.00	Non-represented
	GIS Administrator	1.00	Non-represented
	GIS Analyst	1.00	Non-represented
	Lead Worker II	3.00	Teamsters
	Lead Worker I (<i>formerly Heavy Equipment Operators</i>)	2.00	Teamsters
	Maintenance Worker II	16.00	Teamsters
	Maintenance Worker I	3.00	Teamsters
	Meter Reader/Repair	1.00	Teamsters
	Water Quality Specialist	2.00	Teamsters
	Water Quality Manager	1.00	Management
	WWTP Lead	3.00	Teamsters
	WWTP Operator	2.00	Teamsters
	WWTP Tech II	1.00	Teamsters
	WWTP Tech I	2.00	Teamsters
	PW Administrative Services Manager	1.00	Management
	Administrative Secretary	1.00	Teamsters
	Program Clerk	2.50	Teamsters
	UTILITIES	47.00	

**CITY OF MARYSVILLE - PERSONNEL SUMMARY
2013 FINAL BUDGET**

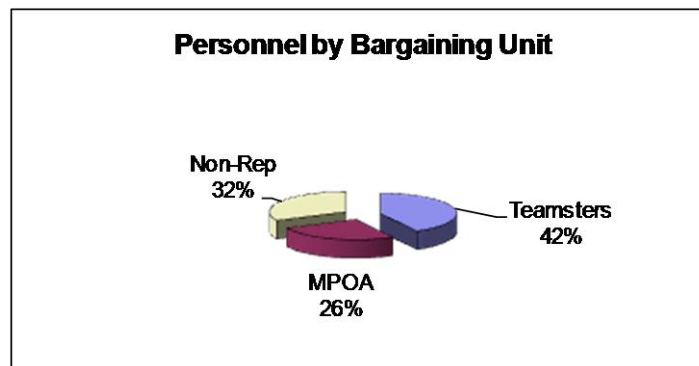
DEPARTMENT	POSITION	FTE	SCHEDULE
SOLID WASTE	Solid Waste Collector/Lead	1.00	Teamsters
	Solid Waste Collectors	6.20	Teamsters
	SOLID WASTE	7.20	
GOLF	Golf Pro/Manager	1.00	Management
	Lead Worker II	1.00	Teamsters
	Equipment Mechanic	1.00	Teamsters
	Maintenance Worker II	1.00	Teamsters
	GOLF	4.00	
FLEET SERVICES	Lead Worker II	1.00	Teamsters
	Procurement/Dist Assistant	1.00	Teamsters
	Equipment Mechanic	3.00	Teamsters
	FLEET SERVICES	5.00	
FACILITY MAINTENANCE	Facilities Maintenance Worker II	2.00	Teamsters
	FACILITY MAINTENANCE	2.00	
COMPUTER SERVICES	IT Manager	1.00	Management
	Network Administrator	1.00	Non-represented
	System Analyst	1.00	Non-represented
	SCADA/Telemetry Administor	1.00	Non-represented
	Computer Support Technician I	1.00	Non-represented
	Confidential Administrative Assistant	0.50	Non-represented
	COMPUTER SERVICES	5.50	
TOTAL		<u>246.20</u>	

LABOR RELATIONS

The following bargaining units represent the majority of City of Marysville employees:

- Teamsters Local Union No. 763 represents about 31 clerical and 71 non-clerical employees. The Teamsters contract expires on December 31, 2014.
- Marysville Police Officers Association (MPOA) represents about 8 sergeants, 39 commissioned law enforcement officers and 16 custody officers/community service officer. The MPOA contract expires December 31, 2013.

The City also employs approximately 77 non-represented employees; and up to 60 seasonal/day laborers at different peak seasons of the year.

**Labor Agreement Expiration**

Union	2013	2014
Teamsters Local Union No. 763		X
Marysville Police Officers Association (MPOA)	X	

2013 Salary Increases:

MPOA	1.0%
Teamsters	0.0%
Non-Represented	1.0%
Management/Directors	1.0%

CITY OF MARYSVILLE

DIRECTOR PAY GRID – 2013

1% increase

PAY CODE	TITLE	MONTHLY PAY RANGE	
PC/PWD	POLICE CHIEF & PUBLIC WORKS DIRECTOR	9,435	12,694
FD/CD/ PRD	FINANCE DIRECTOR COMMUNITY DEVELOPMENT DIRECTOR PARKS & RECREATION DIRECTOR	8,940	12,225
HRD	HUMAN RESOURCES DIRECTOR	8,692	11,753

MANAGEMENT PAY GRID – 2013

1% increase

PAY CODE	TITLE	Step 0	Step 1	Step 2	Step 3	Step 4	Step 5
M1	Business Office Supervisor	4,735	4,995	5,270	5,560	5,867	6,189
M3	PW Administrative Services Manager	5,221	5,507	5,810	6,130	6,467	6,824
M4		5,481	5,783	6,101	6,436	6,791	7,164
M5	Program Engineer – Surfacewater Supervisor, Park Maint Manager, Prosecutor	5,755	6,072	6,405	6,759	7,131	7,522
M6	Project Manager I, Parks & Recreation Services Manager	6,044	6,376	6,726	7,097	7,487	7,899
M7	Building Official, Traffic Engineer	6,346	6,695	7,063	7,451	7,861	8,294
M8	Assistant City Engineer, IS Manager, PW Operations Manager, Court Administrator, Financial Planning Manager, Financial Operations Manager, Planning Manager - Land Use, Water Quality Manager, Streets/Surface Water Manager	6,663	7,030	7,416	7,824	8,254	8,708
M9	Engineering Services Manager - Land Development, Police Admin Division Mgr	6,996	7,381	7,787	8,214	8,668	9,143
M10	Assistant Finance Director, City Engineer, PW Superintendent	7,346	7,750	8,176	8,625	9,100	9,600
M11	Police Lieutenant	7,713	8,137	8,585	9,057	9,554	10,081
M12	Police Commander	8,098	8,544	9,014	9,510	10,032	10,585

CITY OF MARYSVILLE

NON-REPRESENTED PAY GRID – 2013

1% increase

PAY CODE	TITLE	Step 0	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6
N1	*	3,358	3,526	3,703	3,889	4,082	4,286	4,501
N2	Confidential Administrative Assistant	3,526	3,703	3,889	4,082	4,286	4,501	4,725
N3	Computer Support Tech I	3,703	3,889	4,082	4,286	4,501	4,725	4,962
N4	*	3,889	4,082	4,286	4,501	4,725	4,962	5,209
N5	Deputy City Clerk	4,082	4,286	4,501	4,725	4,962	5,209	5,470
N6	Engineering Project Aide, Probation Officer, Police/Legal Confidential Administrative Assistant	4,286	4,501	4,725	4,962	5,209	5,470	5,744
N7	Engineering Tech, Associate Planner, Development Services Tech., Code Enforcement Officer, Bldg Inspector, Construction Inspector, HR Specialist II, Executive Assistant, Surface Water Specialist, Surface Water Inspector	4,501	4,725	4,962	5,209	5,470	5,744	6,031
N8	Athletic Coordinator, Recreation Coordinator, Electrical Inspector	4,725	4,962	5,209	5,470	5,744	6,031	6,333
N9	Community Information Officer, Financial Analyst, HR Analyst, Computer Network Administrator, GIS Analyst, Plan Exam/Senior Bldg Inspector, Crime Analyst, Information Systems Analyst	4,962	5,209	5,470	5,744	6,031	6,333	6,649
N10	Assoc Engineer III/CD, GIS Administrator, Risk Management Officer, SCADA/Telemetry Administrator, Project Engineer	5,209	5,470	5,744	6,031	6,333	6,649	6,982
N11	Senior Planner	5,470	5,744	6,031	6,333	6,649	6,982	7,331

*Unassigned Classification

CITY OF MARYSVILLE
TEAMSTERS PAY GRID – 2013

0.00%

Pay Code	Job Classification	Step 0	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6
2	Program Clerk	3,243	3,376	3,514	3,657	3,810	3,965	4,120
3	Procurement & Distribution Asst/Program Asst	3,462	3,603	3,755	3,908	4,068	4,233	4,399
5	Program Specialist	3,685	3,836	3,994	4,157	4,329	4,505	4,679
6	Accounting Technician	3,711	3,865	4,023	4,187	4,362	4,540	4,713
6-1	Maintenance Worker I	3,694	3,847	4,004	4,169	4,342	4,519	4,691
7	Property/Evidence Specialist	3,841	3,998	4,162	4,331	4,508	4,695	4,877
8	Meter Reader/Repair	3,869	4,026	4,193	4,367	4,544	4,731	4,914
9	Administrative Secretary	3,847	4,006	4,169	4,340	4,518	4,704	4,886
10	Senior Accounting Technician	3,985	4,148	4,319	4,494	4,676	4,871	5,060
13-1	Solid Waste Collector	3,963	4,123	4,297	4,472	4,653	4,843	5,033
14	Traffic Control Systems Tech	4,470	4,655	4,846	5,044	5,250	5,466	5,679
16-1	Facilities/Maintenance Worker II	4,301	4,476	4,658	4,853	5,049	5,258	5,461
17	WWTP Maint Technician I	4,361	4,544	4,727	4,920	5,123	5,332	5,538
18	Wtr Qual Splst/Cross Connect Cntrl Splst	4,531	4,717	4,911	5,111	5,321	5,541	5,755
20	Lead Worker I	4,596	4,788	4,983	5,186	5,400	5,621	5,840
21	Equipment Mechanic	4,576	4,760	4,955	5,160	5,371	5,589	5,806
22	WWTP Operator	4,765	4,961	5,164	5,376	5,597	5,826	6,052
23	WWTP Maint Technician II	4,787	4,983	5,186	5,399	5,621	5,850	6,078
24	Lead Worker II	4,973	5,178	5,390	5,611	5,841	6,081	6,319
25	Water Quality/WWTP Lead	5,144	5,354	5,574	5,801	6,039	6,287	6,531
26	Sr Traffic Control Systems Tech	5,250	5,466	5,689	5,923	6,165	6,420	6,666

**CITY OF MARYSVILLE
2013
MPOA - (OFFICERS & SERGEANTS)**

January 1, 2013 Through December 31, 2013

1% increase

Job Classification	Step 0	Step 1	Step 2	Step 3	Step 4	Step 5
Police Officers	5,054	5,247	5,435	5,731	6,061	6,302
Police Sergeant	7,125	7,406				
Entry Police	4,548					

**CITY OF MARYSVILLE
2013
MPOA - (CUSTODY & COMMUNITY SERVICE OFFICERS)**

January 1, 2013 - December 31, 2013

1% increase

PAY CODE	Step 0	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6
Community Service Officer	4,019	4,183	4,354	4,533	4,719	4,912	5,103
Custody Sergeant	5,581	5,747					
Custody Officer	4,119	4,295	4,446	4,602	4,782	4,983	5,131

SUPPLEMENTAL



POPULATION

Year	City of Marysville	Snohomish County
2012	61,360	722,900
2011	60,660	717,000
2010	58,040	711,100
2009*	57,530	704,300
2008	37,060	696,600
2007	36,210	686,300
2006	32,150	671,800
2005	29,460	655,800
2004	28,800	644,800
2003	28,370	637,500
2002	27,580	628,000
2001	26,770	618,600

* 2009 includes 20,000 population for Central Marysville Annexation, completed on 12/30/09.

Source: Washington State Office of Financial Management
April 1st population estimates

ASSESSED PROPERTY VALUE

Year	City of Marysville	Snohomish County
2012	\$4,769,475,472	\$76,647,037,592
2011*	5,357,774,475	85,710,607,564
2010	4,437,265,961	94,125,212,678
2009	4,757,617,453	101,983,434,446
2008	4,523,054,199	99,315,203,205
2007	3,556,972,155	84,124,564,644
2006	2,652,413,969	68,597,770,547
2005	2,179,343,938	56,801,066,003
2004	1,938,395,564	54,042,787,004
2003	1,885,030,271	49,262,949,977
2002	1,833,576,145	45,527,932,751
2001	1,428,346,755	42,501,694,594

Source: Snohomish County Assessor's Office

* 2011 is the first year that the Central Marysville Annexation is computed in total Assessed Value

2012 LARGEST PRIVATE EMPLOYERS - SNOHOMISH COUNTY

Private Employers	Product Service	Employees ⁽¹⁾
Boeing	Aircraft manufacturing	41,000
Providence Regional Medical Center	Medical services	3,500
Tulalip Tribes Enterprises	Real estate, Retail, Gaming	3,200
Premiera Blue Cross	Health Insurer	2,400
Everett Clinic	Health care	2,100
Philips Medical Systems	Ultrasound technology	2,000
Swedish Edmonds Hospital	Health care	1,700
Fluke Corp. (Danaher)	Electronic test & measurement	1,200
Aviation Technical Services	Aircraft repair/maintenance/parts	1,000
CEMEX	Sand/gravel mining operations	1,000
Intermec Technologies	Wireless data collection; RFID	1200
Crane Aerospace	Aerospace electronics	750
C&D Zodiac	Aerospace supplier; composites	620
Esterline Control Systems	Aerospace electronics	600
Sonosite	Medical Devices	400
Panasonic Avionics	Aircraft Equipment	400

⁽¹⁾ Full Time Equivalent

Source: *Economic Alliance Snohomish County as of Nov. 2012*

2012 LARGEST PUBLIC EMPLOYERS - SNOHOMISH COUNTY

Public Employers	Employees ⁽¹⁾
Naval Station Everett	U.S. Navy Base 6,350
Washington State (includes colleges)	State Government 6,000
Snohomish County Government	County Government 2,700
Edmonds School District	School District 2,000
Everett School District	School District 1,900
City of Everett	City Government 1,200
Marysville School District	School District 1,200
Monroe Correctional Complex	State Department of Corrections 1,000
Snohomish PUD (electric utility)	Electric Utility 950
Community Transit	Public Transit 650
Edmonds Community College	Higher Education 615
Everett Community College	Higher Education 600
Cascade Valley Hospital	Medical 430

⁽¹⁾ Full Time Equivalent

Source: *Economic Alliance Snohomish County as of Jan. 2012*

MAJOR EMPLOYERS WITHIN THE CITY OF MARYSVILLE

Employers	Product Service	Employees ⁽¹⁾
Marysville School District ⁽²⁾	Education	1,200
C&D Zodiac	Aerospace supplier; composites	620
City of Marysville	City Government	248
Albertson's (2 Locations)	Grocery/Pharmacy	160
Marysville Care Center	Health Care Center	146
Gale Contractor Services	Contractor's Services and Produc	130
The Everett Clinic	Health Care	120
Kmart	Retail - Variety	115
Costco	Retail-Warehouse Club	100
Fred Meyer	Retail - Variety	96
Pacific Grinding Wheel	Grinding Wheel Manufacturer	95
Madeline Villa Health Care	Health Care Center	85
Red Robin	Restaurant	70
Grace Academy	Education	50
Parr Lumber	Building Material Supplier	21

⁽¹⁾ Full Time Equivalent

⁽²⁾ Includes all certified and classified employees

Source: City of Marysville, Individual Employers and
Greater Marysville / Tulalip Chamber of Commerce

TAXABLE RETAIL SALES (000s)

Year	City of Marysville	Snohomish County ⁽¹⁾
2012 ⁽²⁾	\$157,229	\$2,184,443
2011	694,906	9,392,065
2010	721,629	9,327,728
2009	734,475	9,244,408
2008	797,492	10,320,564
2007	805,287	11,209,499
2006	667,043	10,438,480
2005	502,340	9,292,805
2004	447,095	8,276,392
2003	404,622	7,763,786
2002	396,053	7,544,267
2001	394,207	7,561,539

⁽¹⁾ Includes incorporated and unincorporated area

⁽²⁾ Through 1st quarter

Source: Washington State Department of Revenue

MEDIAN HOUSEHOLD INCOME

Year	Snohomish County	State of Washington
2012 ⁽¹⁾	\$64,033	\$56,444
2011 ⁽²⁾	62,687	55,500
2010	63,587	48,329
2009	60,353	52,413
2008	62,071	54,086
2007	64,582	58,462
2006	63,313	54,380
2005	60,926	53,226
2004	60,529	51,002
2003	58,796	50,009
2002	57,811	49,755
2001	56,265	49,301

⁽¹⁾ Projection

⁽²⁾ Estimate

Source: Washington State Office of Financial Management

COMPARATIVE PER CAPITA PERSONAL INCOME

Year	Seattle/Bellevue/Everett	Snohomish**	Washington State*		Nation*	
	PMSA**	County	Non-Metro	Metropolitan	Non-Metro	Metropolitan
2009	\$53,369	\$43,616	\$32,439	\$44,324	\$31,402	\$41,223
2008	55,059	42,610	31,778	44,285	31,098	41,930
2007	53,299	40,302	29,632	42,831	28,773	40,544
2006	50,161	37,115	27,755	39,692	27,402	38,679
2005	45,918	33,999	26,123	36,817	26,161	36,140
2004	45,829	32,825	25,329	36,336	25,121	34,700
2003	41,935	31,718	24,657	34,311	23,875	33,010
2002	41,184	31,480	23,896	33,760	23,041	32,382

Source: US Department of Commerce Bureau of Economic Analysis in current dollars. Available data as of April 2011.

* State Metro/Nonmetro Portions

** Washington

Resident Civilian Labor Force and Employment Data

	Average Annual								
	2012	2011	2010	2009	2008	2007	2006	2005	2004
Snohomish County									
Civilian Labor Force	383,130	382,550	379,880	382,090	380,710	373,100	356,500	344,800	339,200
Employment	357,530	356,233	341,770	342,860	353,580	357,590	340,500	327,100	319,700
Unemployment	25,650	30,650	38,110	39,220	27,170	15,520	16,000	17,700	19,500
Seattle-Bellevue-Everett (King, Snohomish)									
Civilian Labor Force	1,489,170	1,492,080	1,482,360	1,497,000	1,478,100	1,461,880	1,408,600	1,362,100	1,337,800
Employment	1,396,420	1,383,080	1,348,090	1,372,800	1,388,410	1,407,030	1,348,800	1,295,400	1,266,100
Unemployment	92,750	109,000	134,270	124,300	89,700	54,860	59,800	66,700	71,700
Unemployment as a Percent of Labor Force									
Snohomish County	6.70%	8.20%	10.00%	10.10%	7.10%	4.20%	4.50%	5.10%	5.70%
Seattle-Bellevue-Everett PMSA	6.20%	7.50%	9.10%	8.30%	6.10%	3.80%	4.20%	4.90%	5.40%
Washington State	7.60%	8.60%	9.20%	8.80%	7.10%	4.80%	4.90%	5.50%	6.30%
United States	7.80%	8.50%	9.80%	9.80%	7.20%	4.60%	5.10%	5.10%	5.50%

Source: Washington State Department of Employment Security, US Department of Labor Bureau of Labor Statistics



GLOSSARY



BUDGET GLOSSARY

Accounting System: The total set of records and procedures used to record, classify, and report information on the financial status and operations of an entity.

Accrual Basis Accounting: A method of accounting for revenues and expenses when earned or incurred instead of when cash is received or spent.

Actual: Monies which have already been used or received as opposed to budgeted monies which are estimates of possible funds to be spent or received.

Actuarial Study: A statistical analysis of the future costs associated with pension programs, along with a recommended annual program to meet these costs.

Appropriation: A legal authorization granted by the City Council to make expenditures and to incur obligations for a specific purpose or program. Usually granted for a one-year period.

Appropriation Ordinance: The official enactment by the City Council giving the legal authority for City officials to obligate and expend resources.

Arbitrage: The additional investment earnings a municipality receives by borrowing (issuing bonds) at tax exempt rates and investing the proceeds at higher yielding taxable rates. The difference is the arbitrage amount which must be paid to the IRS.

Assessed Valuation: The estimated value placed upon real or personal property as the basis for levying property taxes.

Audit: An examination to determine the accuracy and validity of records and reports by an agency whose duty it is to make sure the City conforms with established procedures and policies.

BARS: Stands for Budgeting, Accounting, Reporting System. The manual the State of Washington requires governmental entities (i.e., counties and cities) to use.

Base Budget: The ongoing cost to maintain the current level of service. Inflation is included in the budget without increasing any level of service.

Benefits: The City provided employee benefits such as social security insurance, retirement, worker's compensation, life insurance, medical insurance and dental insurance.

Bond: A written promise to pay a specific sum of money (principal) at a specified future date along with periodic interest rate. Bonds are typically used for long-term debt to pay for a particular capital expenditure.

Budget: A plan of financial operation embodying an estimate of proposed expenditures for a given period and the proposed means of financing them. Used without any modifier, the term usually indicates a financial plan for a single fiscal year.

Budget Calendar: The schedule of key dates involved in the process of adopting and then executing an adopted budget.

Budget Hearing: The public hearings conducted by City Council to consider and adopt the annual budget.

Budget Policy: An overall plan to guide present and future courses of action regarding the coordination of revenues and expenditures.

Capital Assets: Assets of significant value which have a useful life of several years. Also referred to as fixed assets.

Capital Budget: Major capital improvements which are beyond the routine operation of the city are budgeted under separate capital project funds. These projects, which often require more than one year for completion, include items such as expansion of treatment plants and reconstruction of intersections. In total, these projects are referred to as the Capital Budget and are not included in the annual operating budget.

Capital Improvement Program (CIP): A plan for capital expenditures to be incurred each year over a fixed period of years, identifying the expected beginning and ending date, and the amount to be expended in each year and the method of financing those expenditures.

Capital Outlays: Annual operating expenditures for the acquisition of, or addition to, fixed assets. These expenditures must cost more than \$1,000, including construction projects, land acquisition, major renovations or repairs to existing grounds or facilities, and equipment purchases.

Capital Projects: Projects which purchase or construct capital assets. Typically a capital project encompasses a purchase of land and/or the construction of a building or facility.

Cash Basis Accounting: The method of accounting where revenues are recorded when received and expenditures are recorded when paid.

Certificate of Participation (COP): A type of lease-purchase financing wherein the bank serving as Trustee issues Certificates of Participation representing an undivided proportionate interest in the construction or purchase of real property. The City leases the property from the Trustee with an option to purchase at the end of the lease term. The COP owners receive proportionate shares of the stream of revenue paid by the City under the lease. COPs are backed by the full faith, credit and resources of the City.

Contingency: A budgetary reserve set aside for emergencies or unforeseen expenditures.

Councilmanic Bonds: Bonds issued with the approval of the City Council, as opposed to bonds which must be approved by public vote. Councilmanic bonds must not exceed 0.75 percent of the assessed valuation.

Debt Service: The annual payment of principal and interest on the City's indebtedness.

Deficit: The excess of the liabilities of a fund over its assets. The excess of expenditures over revenues during an accounting period; or, in the case of proprietary funds, the excess of expense over income during an accounting period.

Depreciation: The periodic expiration of an asset's useful life. Depreciation is a requirement, in proprietary type funds (such as enterprise and internal service funds).

EMS: Emergency Medical Services.

Encumbrance: The commitment of appropriated funds to purchase an item or service.

Enterprise Fund: A type of proprietary fund containing the activities of funds where the intent is for the direct beneficiaries to pay for all costs of the fund through fees, or where a periodic determination of revenues and expenses is desired by management.

Expenditures: Where accounts are kept on the accrual or modified accrual basis of accounting, the costs of goods received or services rendered whether cash payments have been made or not. Where accounts are kept on a cash basis, expenditures are recognized only when the cash payments for the above purposes are made.

Fiscal Year: Any yearly accounting period, without regard to its relationship to a calendar year. The fiscal year for the City of Everett begins on January 1 and ends on December 31.

FTE: Stands for Full-time Equivalent. A numerical expression which indicates the amount of time a position has been budgeted for. A position budgeted at 40 hours per week for 12 months equals 1.0 FTE. Other frequently budgeted levels are 20 hours per week (.5 FTE) to show a position that has been split between two funds because the employee's responsibilities directly affect two funds.

Fund: An accounting entity with its own self-balancing set of accounts recording cash and/or other sources of revenues against expenditures for specific activities.

Fund Balance: The excess of an entity's assets over its liabilities in a particular fund. A negative fund balance is sometimes called a deficit.

GAAFR: Stands for Governmental Accounting, Auditing and Financial Reporting. The "blue book" is published by the Government Finance Officers Association to provide detailed guidance for the application of accounting principals for government.

GAAP: Stands for Generally Accepted Accounting Principles, which are accounting and reporting standards used for both private industry and government.

GASB: Government Accounting Standards Board regulates the rules and standards for all governmental units.

General Fund: The City's principal operating fund, which is supported by taxes, fees, and other revenues that may be used for any lawful purpose. The fund of the City that accounts for all activity not specifically accounted for in other funds. Includes such operations as police, fire, engineering, planning, finance and administration.

General Obligation Bonds: Bonds for which the full faith and credit of the issuing government are pledged for payment.

Grants: A contribution of assets (usually cash) by one governmental unit or other organization to be used or spent for a specified purpose, activity, or facility. Typically, these contributions are made to local governments from the State and Federal governments.

IAC: Inter-agency Committee for Outdoor Recreation

Interfund Services/Revenue: The term "interfund" refers to transactions between individual Funds of the City rather than transactions between the City and private companies, other governments or vendors. From a budgeting and accounting perspective, the service provider (e.g., Purchasing) will budget for both the cost of providing service and the revenue received from the service receiver (e.g., Utilities) for the service. In other words, one fund would be the customer of another and both budgets must reflect this provider-customer relationship. As can be seen from this description, interfund activities inflate both expenditures and revenues; this causes what we refer to as "double budgeting."

Interfund Transfers: Amounts transferred from one City fund to another.

Intergovernmental Revenue: Grants, entitlements, shared revenues and payment for goods and services by one government to another.

Internal Service Funds: A type of proprietary fund which accounts for the goods and services which are provided to other units of the City and payment by the benefiting unit is intended to fund the costs of providing such services.

Levy: To impose a tax, special assessment or service charge for the support of government activities. The term most commonly refers to the real and personal property tax levy.

Levy Rate: The rate at which taxes, special assessments or service charges are imposed. For example, the real and personal property tax levy is the rate at which property is taxed per \$1,000 of assessed valuation. The rate is determined by calculating the ratio of the maximum amount of property tax revenue allowable under state law and the total assessed valuation within the taxing district.

LEOFF: A state retirement system for law enforcement and the fire fighter personnel of the City.

Liability: Debt or other legal obligation arising out of transactions in the past which must be liquidated, renewed or refunded at some future date.

Licenses and Permits: Charges for the issuance of licenses and permits. Licenses are required by municipalities for selected trades, occupations and other activities for regulatory purposes. Permits are issued to aid regulation of new business activities.

L.I.D.: Stands for Local Improvement District. A compulsory levy made against certain properties to defray part or all of the cost of a specific improvement or service deemed to primarily benefit those properties.

Mandate: A requirement imposed by one unit of government on another unit of government.

Modified Accrual Accounting: A basis of accounting in which expenditures are accrued but revenues are accounted for on a cash basis. This accounting technique is a combination

of cash and accrual accounting since expenditures are immediately incurred as a liability while revenues are not recorded until they are actually received or are "measurable" and "available for expenditure". Since this type of accounting basis is a conservative financial approach, it is recommended as the standard for most governmental funds.

Non-departmental Expenditures: Expenditures that are not directly related to the operations of a single City department.

Object of Expenditure: Expenditure classifications based upon the types or categories of goods and services purchased. Typical objects of expenditure include personnel services (wages and salaries), contracted services (utilities, maintenance contracts, etc.) supplies and materials, and capital outlays.

Operating Budget: The annual appropriation to maintain the provision of City services to the public.

Operating Transfer In: Transfer from other funds which are not related to rendering of service.

Other Services and Charges: A basic classification for services other than personnel services which are needed by the City. This budget item includes professional services, communication, travel, advertising, rentals and leases, insurance, public utility services, repairs and maintenance, and miscellaneous.

Performance Objectives: A statement that describes in specific and measurable terms the results that the program is expected to achieve within a certain time-frame.

Preantepenultimate: Fourth from the last.

Program: A broad function or area of responsibility of government services. It is a basic organizational unit of government that is composed of a group of specific activities and operations directed at attaining a common purpose or goal.

Proprietary Fund: See Enterprise Fund.

Proposed Budget: The recommended and unapproved City budget submitted to the City Council and public in October/November of each year.

PERS: Stands for Public Employees Retirement System provided for all City employees, other than law enforcement and fire fighter personnel, by the State of Washington.

Reappropriation: A legal authorization granted by the City Council to reappropriate expenditures to the current budget year for a specific purpose or program that was budgeted but unexpended at the end of the prior year.

Reserve: A segregation of assets to provide for future use toward a specified purpose.

Resources: Total dollars available for appropriations including estimated revenues, fund transfers and beginning fund balances.

Revenue: Income received by the City to support programs or services to the community. It includes such items as taxes, fees, user charges, grants, fines, forfeits, interest income and miscellaneous revenue.

Revenue Estimate: A formal estimate of how much revenue will be earned from a specific source for some future period; typically, a year.

Salaries and Wages: Amounts paid for services rendered by employees in accordance with rates, hours, terms and conditions authorized by law or stated in employment contracts. This category also includes overtime and seasonal help.

Service Measures: Specific quantitative measures of work performed within an activity or program (i.e., total miles of streets cleaned). Also a quantitative measure of results obtained through a program or activity (e.g., reduced incidence of vandalism due to new street lighting program).

Special Assessment Debt: Principal and interest on bonds related to Local Improvement Districts. This type of debt is callable when money is available to make payments which occurs when prepayments are received from property owners. The City budgets as if the entire debt will be paid in the current year, although this is highly unlikely.

Special Revenue Funds: General government funds where the source of revenue is dedicated to a specific purpose.

Strategic Outlook: Document created and used by the City of Everett for long-range budget planning.

Supplemental Appropriation: An appropriation approved by the Council after the initial budget appropriation.

Taxes: Compulsory charges levied by a government for the purpose of financing services performed for the common benefit. This term does not include specific charges made against particular persons or property for current or permanent benefits such as special assessments, or charges for services rendered only to those who pay, for example, sewer service charges.

Transfers: Internal movements of revenue and expenses among funds in the budget to provide needed sources of funding for expenses incurred on behalf of another fund.

Trust Fund: Funds used to account for assets held by a government in a trustee capacity for individuals, private organizations, other governments, and/or other funds.

Working Capital: The year-end balance of current assets less current liabilities.

Workload Measure: A unit of measure to identify the amount of work or product generated from specific activities. They form the basis for determining the unit's success at reaching its performance objectives.

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