



Quarterly Financial Overview - Q1 2025

May 20, 2025

Haritha Narra, Deputy Finance Director



Economic Uncertainty & Recession Risk

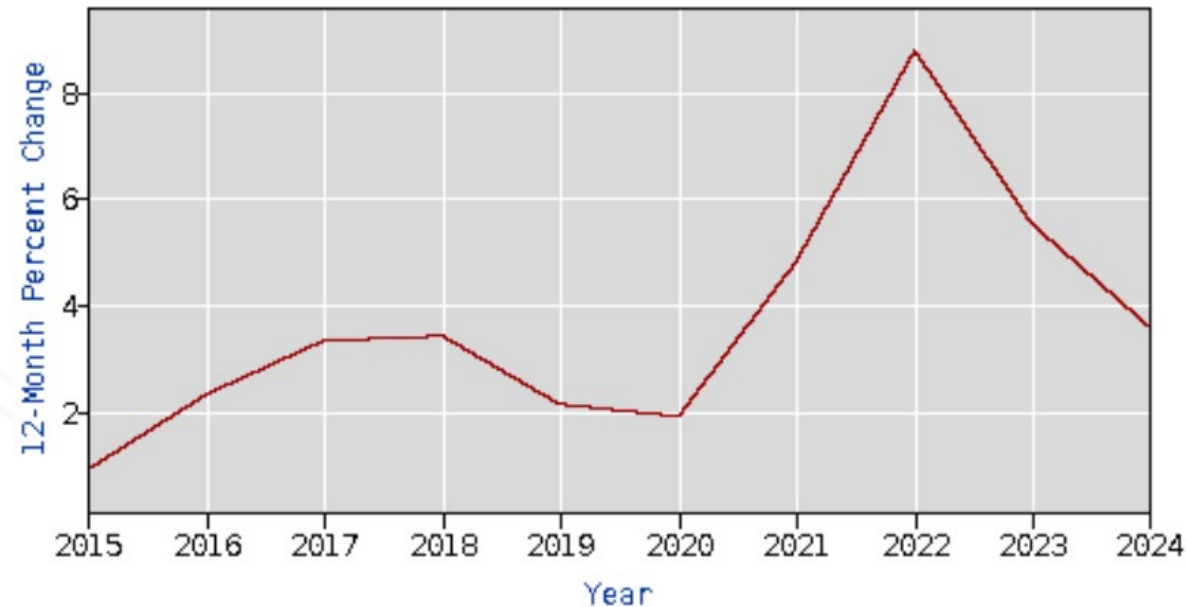
- Federal & Indirect Federal Funding
- Geopolitical & Trade Policy Uncertainty
- Shifts in Consumer Behavior
- Increased Cost of Public Procurement



Economic Update

CPI-W (Seattle/Tacoma/Bellevue)

Feb 2023	Apr 2023	Jun 2023	Aug 2023	Oct 2023	Dec 2023	Feb 2024	Apr 2024	Jun 2024	Aug 2024	Oct 2024	Dec 2024	Feb 2025
7.5%	6.8%	4.5%	5.1%	4.4%	4.3%	4.2%	4.5%	3.6%	3.0%	2.7%	2.9%	2.6%



Economic Update - King County Forecasts

Countywide Taxable Retail Sales Growth

Forecast	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033
Current (Feb 2025)	-0.6%	1.8%	1.8%	1.9%	1.9%	2.4%	3.2%	3.0%	3.3%	3.4%
Prior (Nov 2024)	-1.5%	3.8%	3.8%	4.1%	4.2%	3.8%	3.6%	3.4%	3.4%	3.5%

Countywide Assessed Valuation Growth

Forecast	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033
Current (Feb 2025)	-5.3%	4.8%	3.6%	3.6%	3.7%	3.3%	4.3%	3.2%	3.7%	2.8%
Prior (Feb 2024)	-5.3%	1.9%	3.9%	4.0%	4.3%	4.2%	4.2%	4.4%	4.8%	4.8%

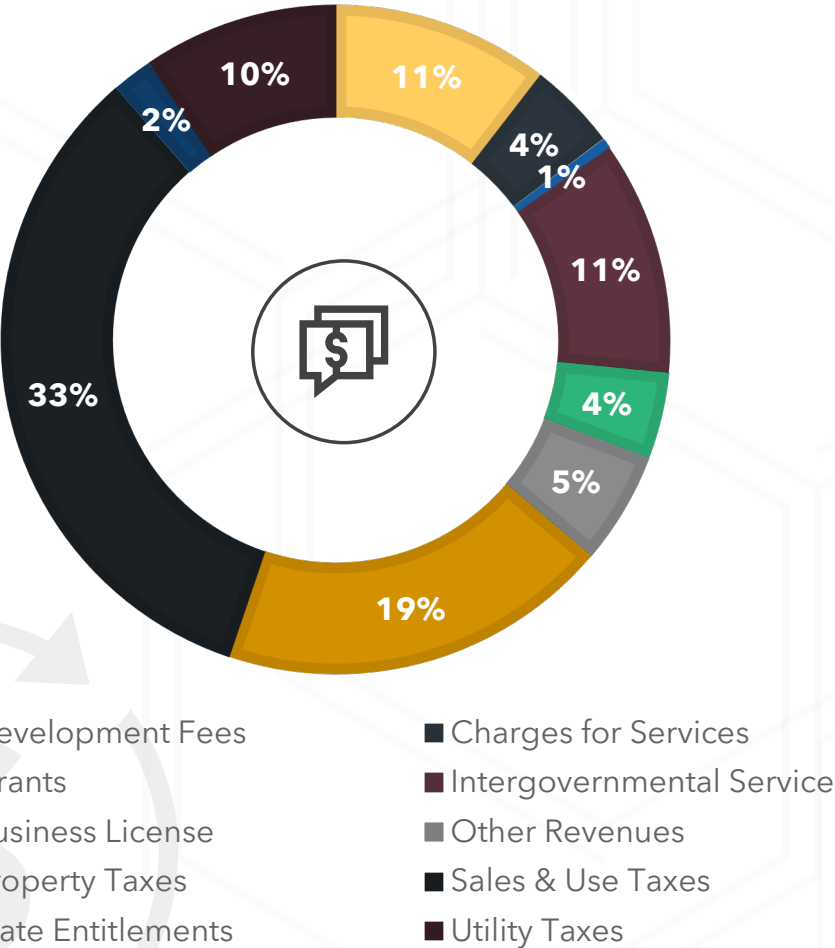
Countywide Employment Growth

Forecast	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033
Current (Feb 2025)	0.3%	0.7%	0.7%	0.7%	0.8%	1.1%	0.9%	0.9%	0.7%	0.7%
Prior (Nov 2024)	0.5%	0.7%	0.8%	0.9%	0.8%	0.9%	0.9%	0.7%	0.7%	0.7%

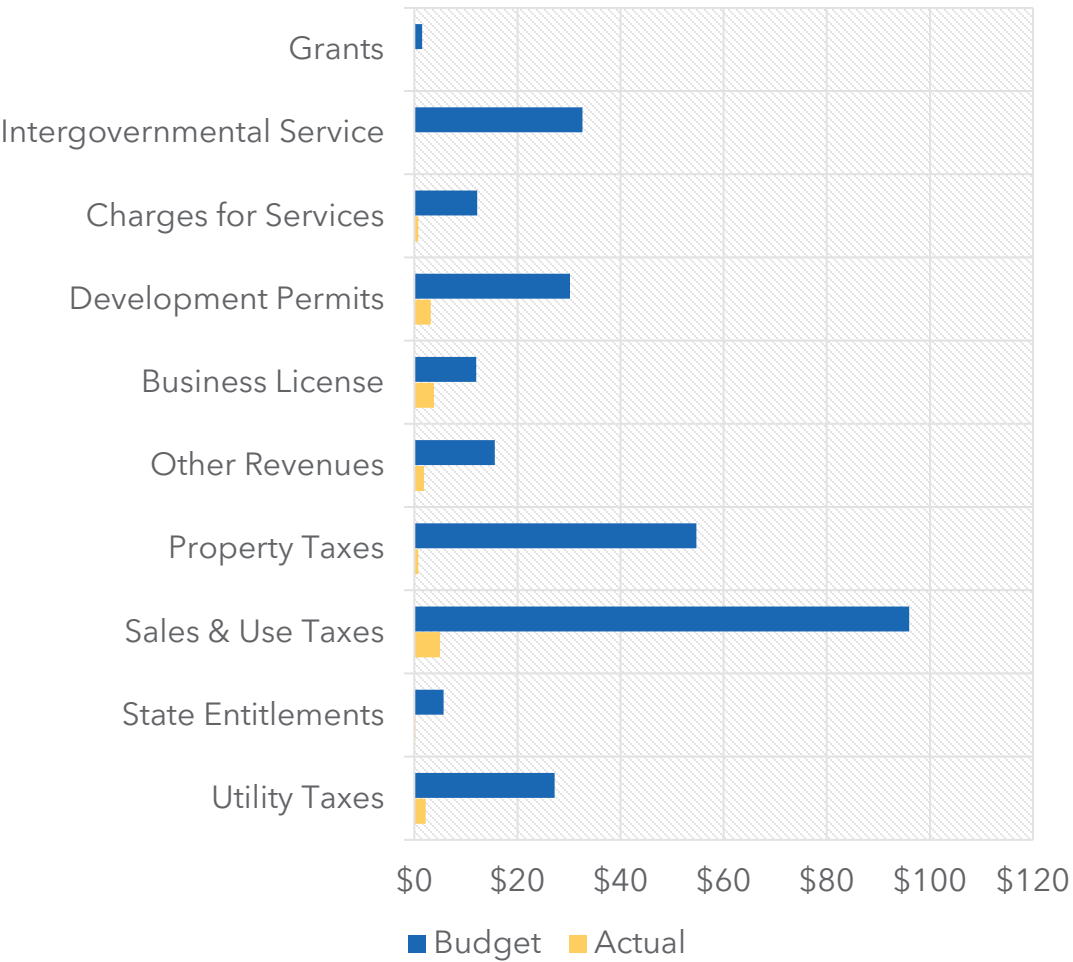
Source: King County Office of Economic and Financial Analysis

General Fund Revenue - Q1 2025

BIENNIAL BUDGET \$287.7M



BUDGET VS ACTUAL



General Fund Revenue - Q1 2025

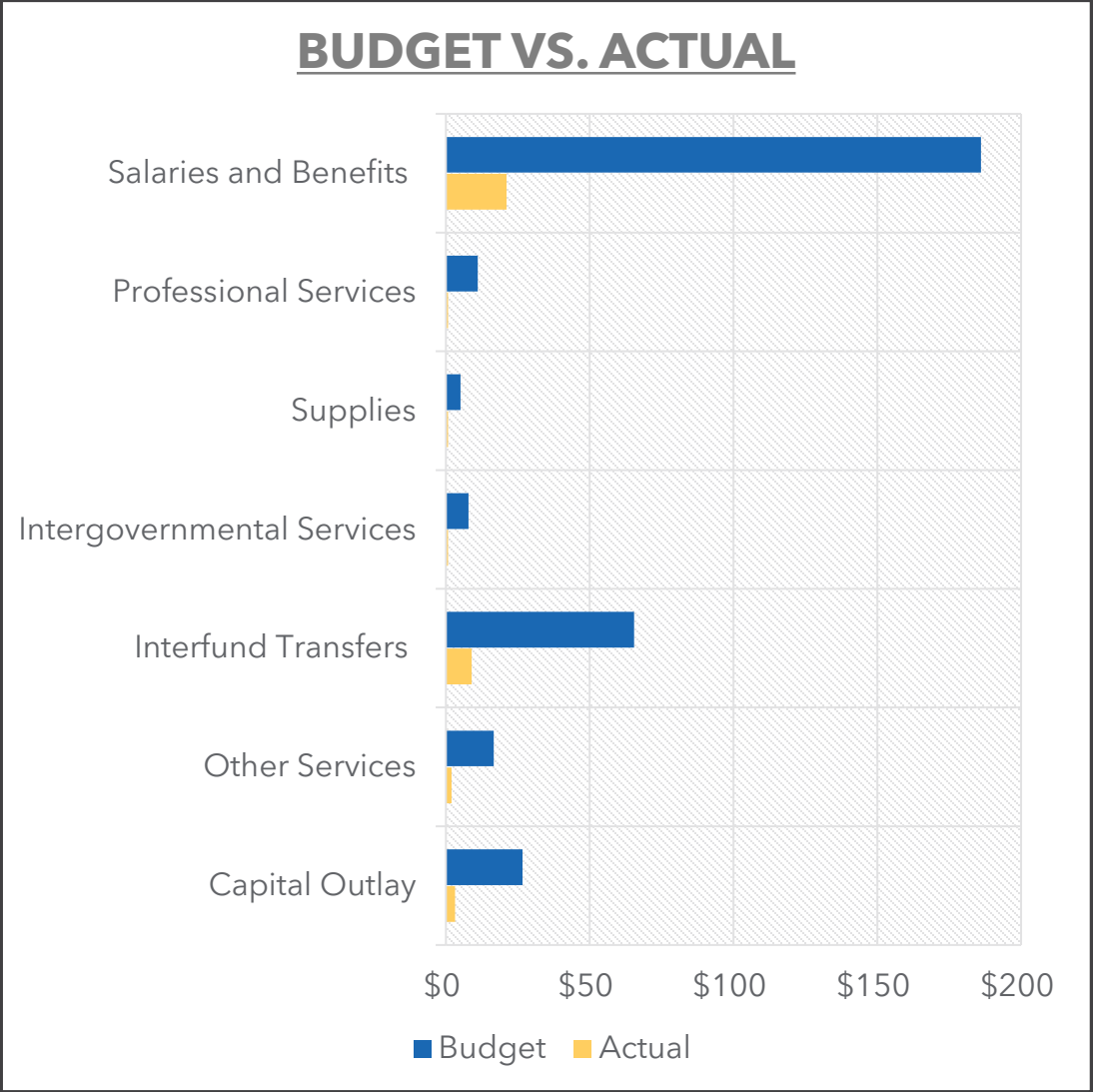
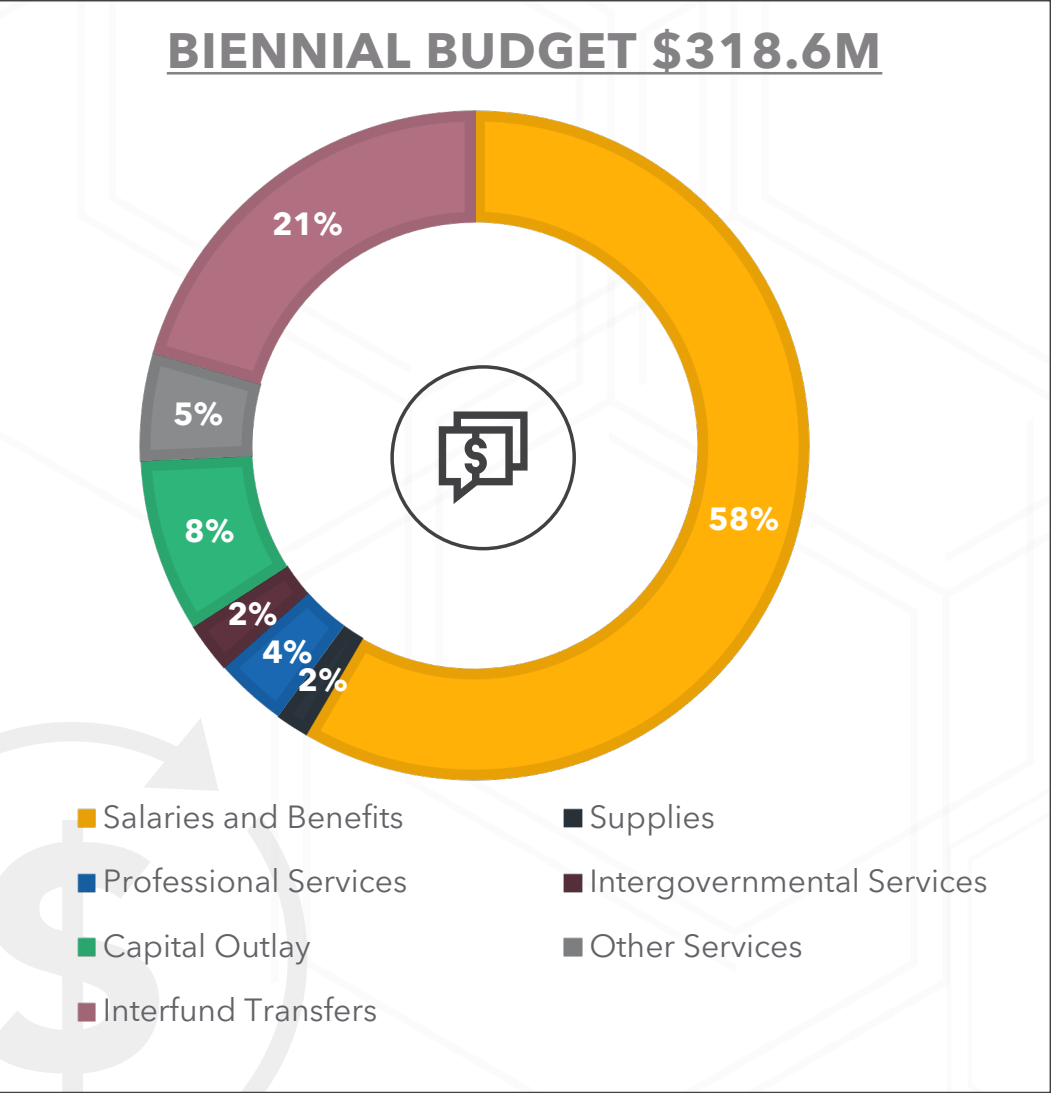
Category	Budget	Target	Actuals	% Over/Under
Property Tax	\$54,698,137	\$350,833	\$689,752	97%
Sales & Use Tax	\$95,956,694	\$3,207,919	\$4,967,816	55%
Utility Taxes	\$27,247,937	\$2,463,156	\$2,232,806	-9%
Development Permit Fees	\$30,241,651	\$4,013,962	\$3,170,298	-21%
Business License Fees	\$11,950,814	\$4,355,978	\$3,842,129	-12%
Grants	\$1,509,936	\$99,117	\$9,312	-91%
Intergovernmental	\$32,562,470	\$861,528	\$21,786	-98%
State Entitlements	\$5,739,102	\$439,259	\$247,160	-44%
Charges for Service	\$12,169,380	\$1,413,718	\$810,859	-43%
Other Revenues	\$15,617,497	\$2,444,080	\$1,912,055	-22%
Total	\$287,693,618	\$19,649,550	\$17,969,554	-9%

2025-2026 New Ongoing Revenue

Description	Total	Status
Sound Transit – Police	\$500,000	In Process
Transport Fees	\$1,760,000	In Process
Speed Cameras (Schools/Parks)	\$375,000	In Process
Development Fee – Green Building Incentive Program Permit	\$30,450	In Process



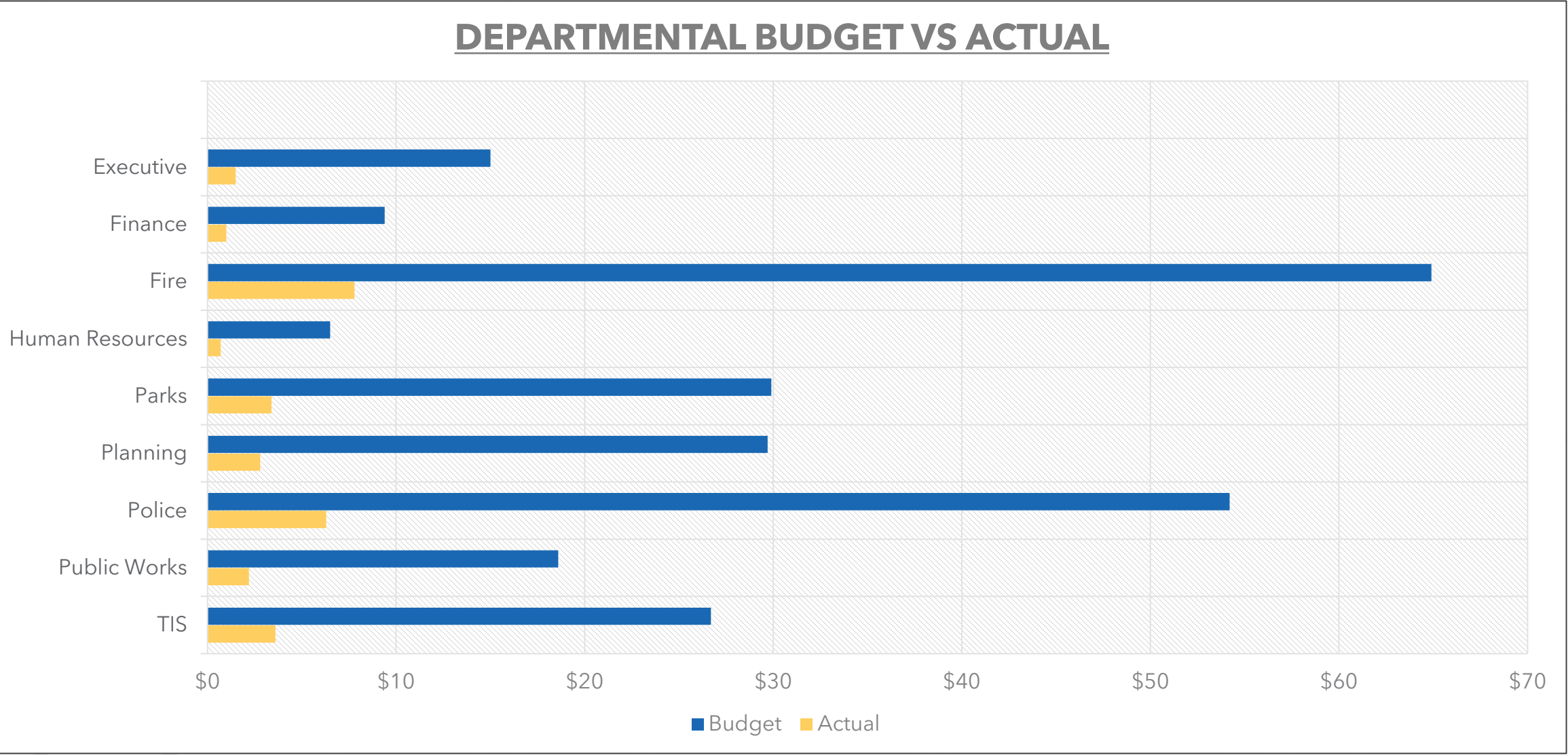
General Fund Expenditures - Q1 2025



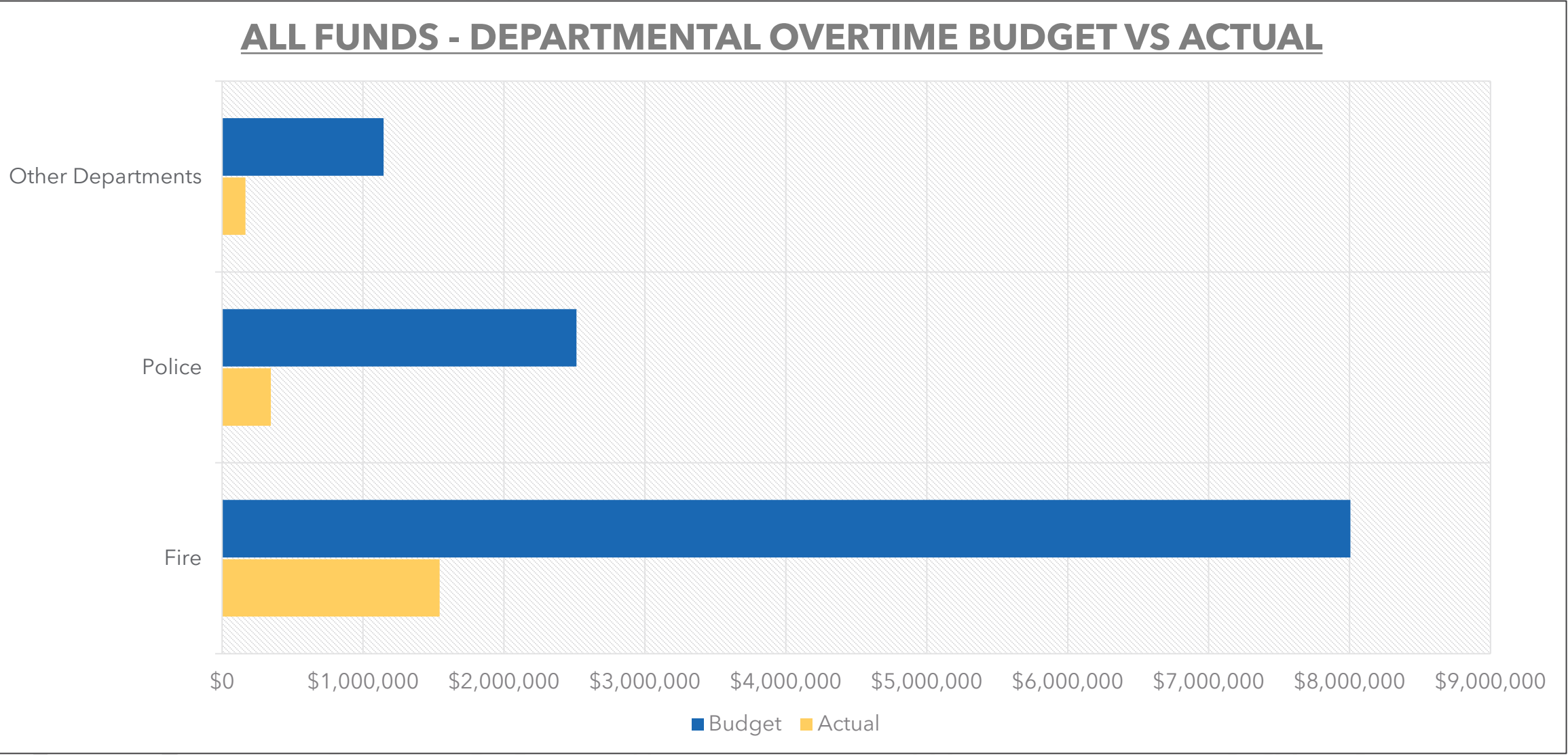
General Fund Expenditures - Q1 2025

Category	Budget	Actual	% Expended	% Over/ Under
Salaries & Benefits	\$186,129,327	\$21,139,923	11%	1%
Professional Services	\$11,103,674	\$726,435	7%	6%
Supplies	\$5,108,099	\$681,054	13%	-1%
Intergovernmental Services	\$7,761,921	\$649,781	8%	4%
Other Services	\$16,562,426	\$1,929,104	12%	1%
Capital Outlay	\$26,567,393	\$3,190,670	12%	0%
Interfund Transfers	\$65,390,069	\$9,021,894	14%	-1%
Total	\$318,622,909	\$37,338,861	12%	1%

General Fund Expenditures - Q1 2025



Citywide Overtime - Q1 2025



Citywide Overtime - Q1 2025

Department	Budget	Actual	% Expended	% Over/ Under
Fire Department				
<i>Regular Salaries</i>	\$57,554,054	\$6,282,150	10.9%	1.6%
<i>Overtime Salaries</i>	8,064,550	1,542,901	19.1%	-6.6%
Fire Department Total	\$65,618,604	\$7,825,051	11.9%	0.6%
Police Department				
<i>Regular Salaries</i>	\$36,751,095	\$4,022,280	11.0%	1.5%
<i>Overtime Salaries</i>	2,514,014	346,474	13.8%	-1.3%
Police Department Total	\$39,085,109	\$4,368,754	11.2%	1.3%
All Other Departments				
<i>Regular Salaries</i>	\$118,092,427	\$13,177,071	11.2%	1.3%
<i>Overtime Salaries</i>	1,303,293	165,457	12.7%	-0.2%
All Other Departments Total	\$119,395,719	\$13,342,528	11.2%	1.3%
Citywide Total Salaries	\$224,099,432	\$25,536,333	11.4%	1.1%

Other Programs – Revenue Q1 2025

Program	Budget	Actual	% Collected	% Over/ Under
Capital Investment Program (CIP)	\$124,750,535	\$11,263,929	9.0%	-3.5%
Business Technology Program (BTIP)	3,755,613	993,128	26.4%	13.9%
Recreation Activity Fund (RAF)	5,844,824	543,627	9.3%	-3.2%
Transportation Benefit District (TBD)	11,229,328	574,562	5.1%	-7.4%
Total	\$145,580,300	\$13,375,246	9.2%	-3.3%



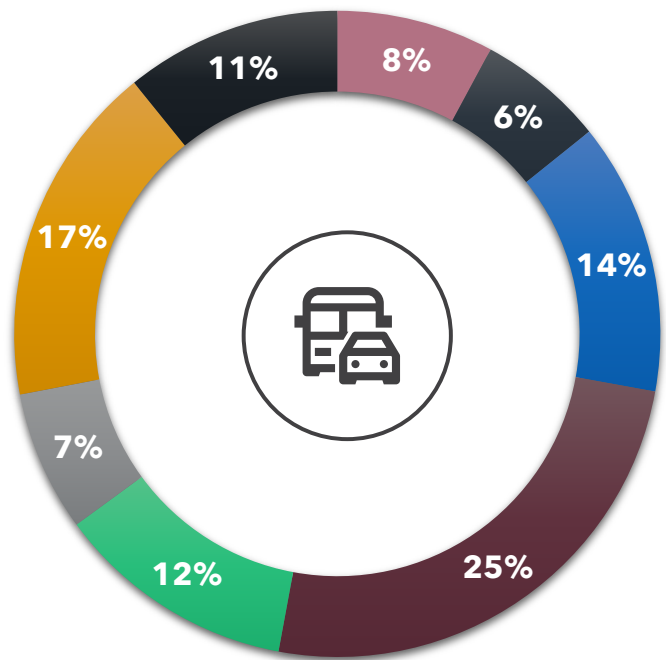
Other Programs – Expenditure Q1 2025

Program	Budget	Actual	% Expended	% Over/ Under
Capital Investment Program (CIP)	\$172,156,332	\$11,020,856	6.4%	6.1%
Business Technology Program (BTIP)	9,530,483	480,788	5.0%	7.5%
Recreation Activity Fund (RAF)	6,849,727	645,483	9.4%	3.1%
Transportation Benefit District (TBD)	7,006,055	310,498	4.4%	8.1%
Total	\$195,542,597	\$12,457,625	6.4%	6.1%



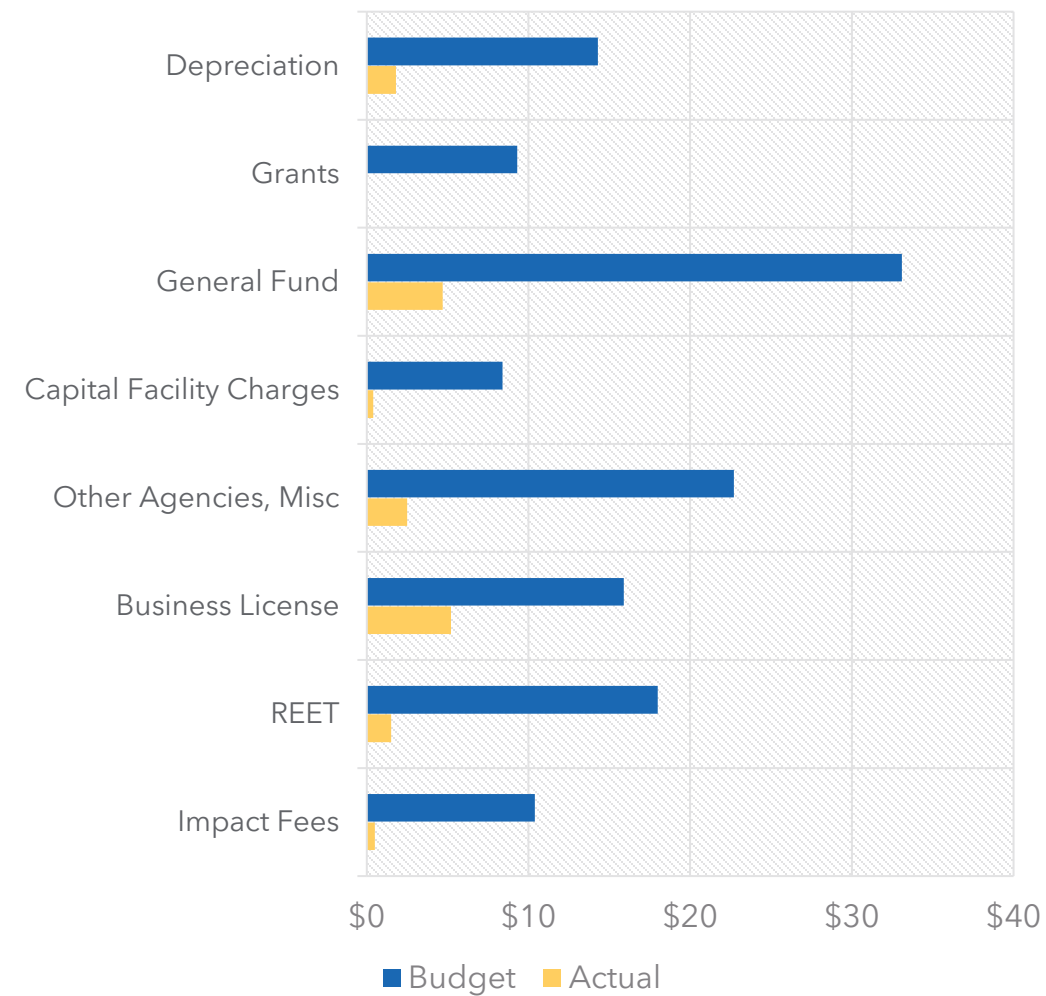
Capital Investment Program Revenue - Q1 2025

BIENNIAL BUDGET \$132.1M



- Impact Fees
- REET
- Business License
- Other Agencies, Misc
- Capital Facility Charges
- General Fund
- Grants
- Depreciation

BUDGET VS. ACTUAL

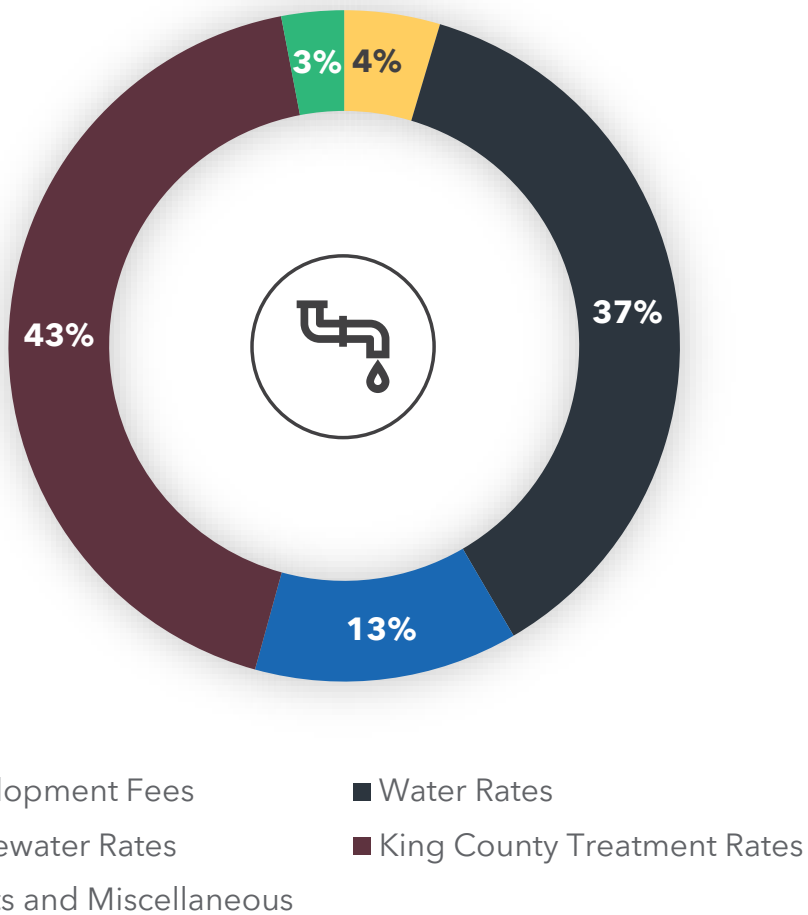


Capital Investment Program Revenue - Q1 2025

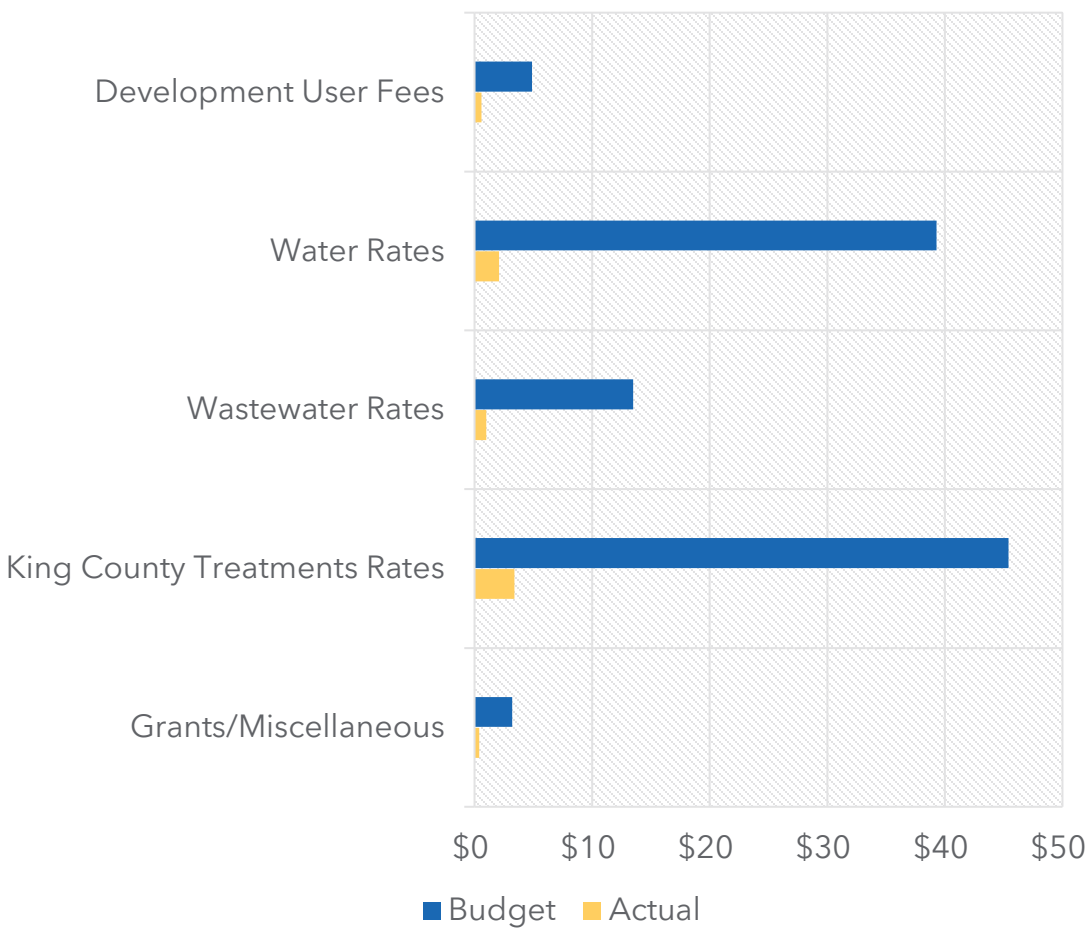
Category	Budget	Actual	% Collected	% Over/ Under Expected
Business License	\$15,890,892	\$5,172,340	32.5%	20.0%
Capital Facilities Charges	8,397,365	374,471	4.5%	-8.0%
Depreciation	14,258,141	1,788,895	12.5%	0.0%
General Fund	33,093,391	4,658,483	14.1%	1.6%
Grants	9,264,009	-	0.0%	-12.5%
Impact Fees	10,400,000	582,719	5.6%	-6.9%
Miscellaneous	14,580,350	2,379,295	16.3%	3.8%
Other Agencies	8,152,544	85,634	1.1%	-11.4%
REET	18,000,000	1,457,023	8.1%	-4.4%
Total	\$132,036,692	\$16,498,860	11.8%	-0.7%

Water/Wastewater Utility Revenue - Q1 2025

BIENNIAL BUDGET \$106.3M



BUDGET VS. ACTUAL



Water/Wastewater Utility Revenue - Q1 2025

Category	Budget	Actual	% Received	% Over/ Under Expected
Development User Fees	\$4,884,000	\$628,648	13%	0%
Water Rates	\$39,312,077	\$2,113,963	5%	-7%
Wastewater Rates	\$13,475,876	\$998,384	7%	-5%
King County Treatment Rates	\$45,352,228	\$3,374,797	7%	-5%
Grants/Miscellaneous	\$3,190,235	\$422,203	13%	1%
Total	\$106,214,416	\$7,537,995	7%	-5%



Healthy and Sustainable 2025-2026 Baseline Budget

BUDGET OFFER	BASELINE BUDGET OFFER	LEAD DEPARTMENT	BUDGET	Q1 ACTUAL	% SPENT	% OVER/ UNDER
0000262	Wastewater Management	Public Works	\$62,791,389	\$7,166,080	11%	1%
0000263	Parks, Trails, & Open Space	Parks	18,427,624	1,895,044	10%	2%
0000264	Environmental Sustainability	Executive	2,040,832	153,384	8%	3%
0000265	Solid Waste Management	Public Works	2,898,862	286,865	10%	3%
0000266	Stormwater Management	Public Works	22,915,408	2,105,315	9%	3%
0000267	Safe & Reliable Drinking Water	Public Works	40,408,988	5,032,252	12%	0%
0000268	Ground & Surface Water Mgmt	Public Works	6,534,094	708,365	11%	2%
0000401	Community Recreation	Parks	13,565,734	1,559,188	11%	1%
TOTAL			\$169,582,931	\$18,906,493	11%	1%



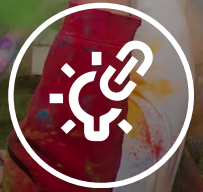
Safe and Resilient 2025-2026 Baseline Budget

BUDGET OFFER	BASELINE BUDGET OFFER	LEAD DEPARTMENT	BUDGET	Q1 ACTUAL	% SPENT	% OVER/ UNDER
0000275	Criminal Investigation	Police	\$5,864,811	\$858,00	15%	-2%
0000276	Criminal Justice	Executive	5,173,354	509,838	10%	3%
0000277	Fire & Medical Operations	Fire	72,117,581	8,814,417	12%	0%
0000278	Fire Support Services	Fire	14,487,186	1,572,737	11%	2%
0000279	Police Patrol & Response	Police	33,875,489	3,689,715	11%	2%
0000280	Police Dispatch & Support	Police	13,979,947	1,550,291	11%	1%
0000281	Construction Inspection	Planning	9,475,980	956,766	10%	2%
0000282	Street & Traffic Safety	Public Works	19,876,032	2,249,946	11%	1%
0000283	Fire Prevention Services	Fire	2,585,881	300,092	12%	1%
TOTAL			\$177,796,263	\$20,502,603	12%	1%



Strategic and Responsive 2025-2026 Baseline Budget

BUDGET OFFER	BASELINE BUDGET OFFER	LEAD DEPARTMENT	BUDGET	Q1 ACTUAL	% SPENT	% OVER/ UNDER
0000288	Operating Reserves	Finance	\$74,895,619	\$224,077	0%	12%
0000289	City Council	Executive	965,670	109,729	11%	1%
0000290	Executive Leadership	Executive	12,450,705	1,012,990	8%	4%
0000291	Fleet Management	Public Works	20,044,756	3,366,344	17%	-4%
0000292	Community Outreach/Involvement	Executive	2,946,246	297,975	10%	2%
0000293	Citywide Communications	Executive	2,485,441	250,644	10%	2%
0000294	Technology Solutions	TIS	28,009,893	3,748,540	13%	-1%
0000295	Diversity, Equity & Inclusion	Executive	999,900	117,609	12%	1%
0000296	Human Resources	Human Resources	46,723,561	6,463,504	14%	-1%
0000297	Fiscal Accountability	Finance	17,894,665	3,495,151	20%	-7%
TOTAL			\$207,416,455	\$19,086,561	9%	3%



Vibrant and Connected 2025-2026 Baseline Budget

BUDGET OFFER	BASELINE BUDGET OFFER	LEAD DEPARTMENT	BUDGET	Q1 ACTUAL	% SPENT	% OVER/ UNDER
0000302	Microsoft Campus Refresh	Planning	\$2,348,436	\$298,503	13%	0%
0000303	Development Services	Planning	20,011,421	2,129,587	11%	2%
0000304	Community/Economic Development	Planning	7,875,101	569,601	7%	5%
0000305	Capital Investment Delivery	Public Works	720,732	120,435	17%	-4%
0000306	Facilities Management	Parks	9,188,693	961,234	10%	2%
0000307	Housing & Human Services	Planning	9,345,614	485,841	5%	7%
0000308	Arts & Community Events	Parks	2,487,347	205,662	8%	4%
0000309	Light Rail	Planning	847,220	106,988	13%	0%
0000310	Mobility of People & Goods	Planning	7,071,991	665,413	9%	3%
TOTAL			\$59,896,555	\$5,543,264	9%	3%

Next Steps

- Q2 Financial Report in August/September
- Significant concerns immediately communicated



Thank you

Any Questions?

