

# 2025-2026 Proposed Budget

November 4, 2024



# Budget & CIP Review

- ✓ October 14 Transmittal of Proposed Biennial Budget and CIP
- ✓ October 21 Review of Department Budgets
- ✓ October 28 Continued Review of Department Budgets and Review of CIP
- ➔ November 4 Public Hearing on Property Tax Levy & Revenue Sources  
Public Hearing on Proposed Biennial Budget and CIP
- November 18 Public Hearing on Proposed Biennial Budget and CIP
- November 18 Adoption of 2025-2026 Operating Budget and 2025-2030 CIP, Adoption of 2025 Property Tax Levy, Adoption of 2025 Fee Schedules, and Updated Financial Policies



# Budget Information

- The Biennial Budget will be available on-line at the City of Shoreline Website (and via links from Shoreline Libraries) at:

<http://www.shorelinewa.gov>

Click on Budget & CIP Policies under the Government tab

- E-Budget Books are available for purchase at  
City Hall



# Public Hearing Agenda

- Tonight's Review:
  - Public Hearings:
    - Revenue Sources & 2025 Property Tax Levies
    - 2025-2026 Biennial Budget
- Next City Council Meeting:
  - Public Hearing:
    - 2025-2026 Biennial Budget & 2025-2030 CIP
  - Continued discussion
  - Adoption:
    - 2025-2026 Biennial Budget & 2025-2030 CIP
    - 2025 Property Tax Levy
    - Fee Schedules
    - Update to Financial Policies

# 2025-2026 Proposed Budget

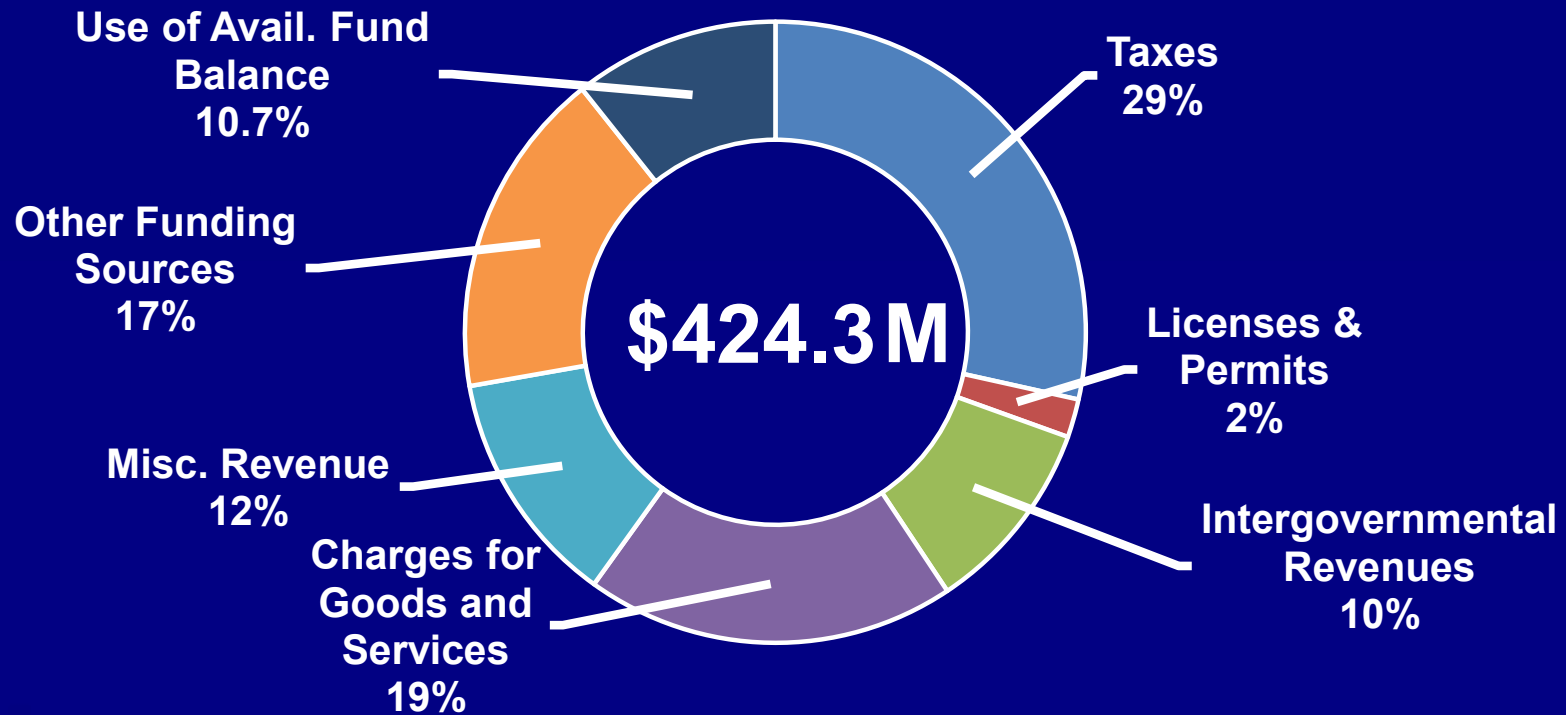
## Public Hearing Revenue & Property Tax



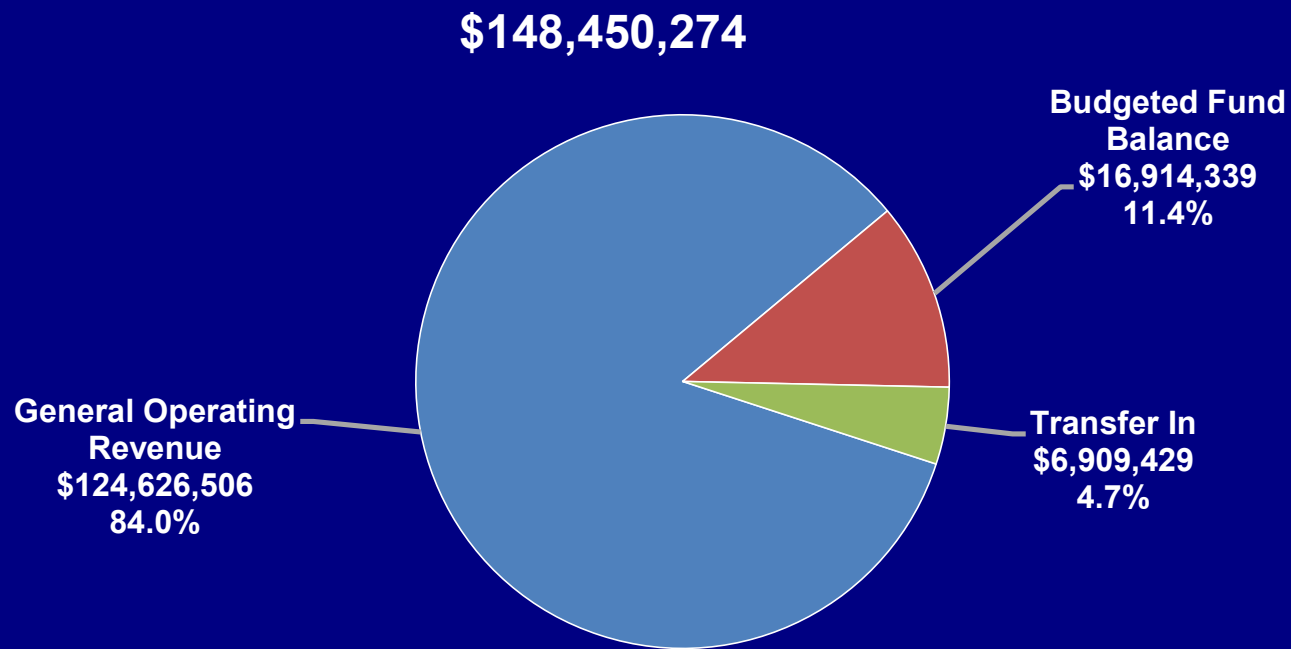
# Where Will the Money Come From?

## Total Budget: \$424.260 Million

(\$ in '000's)

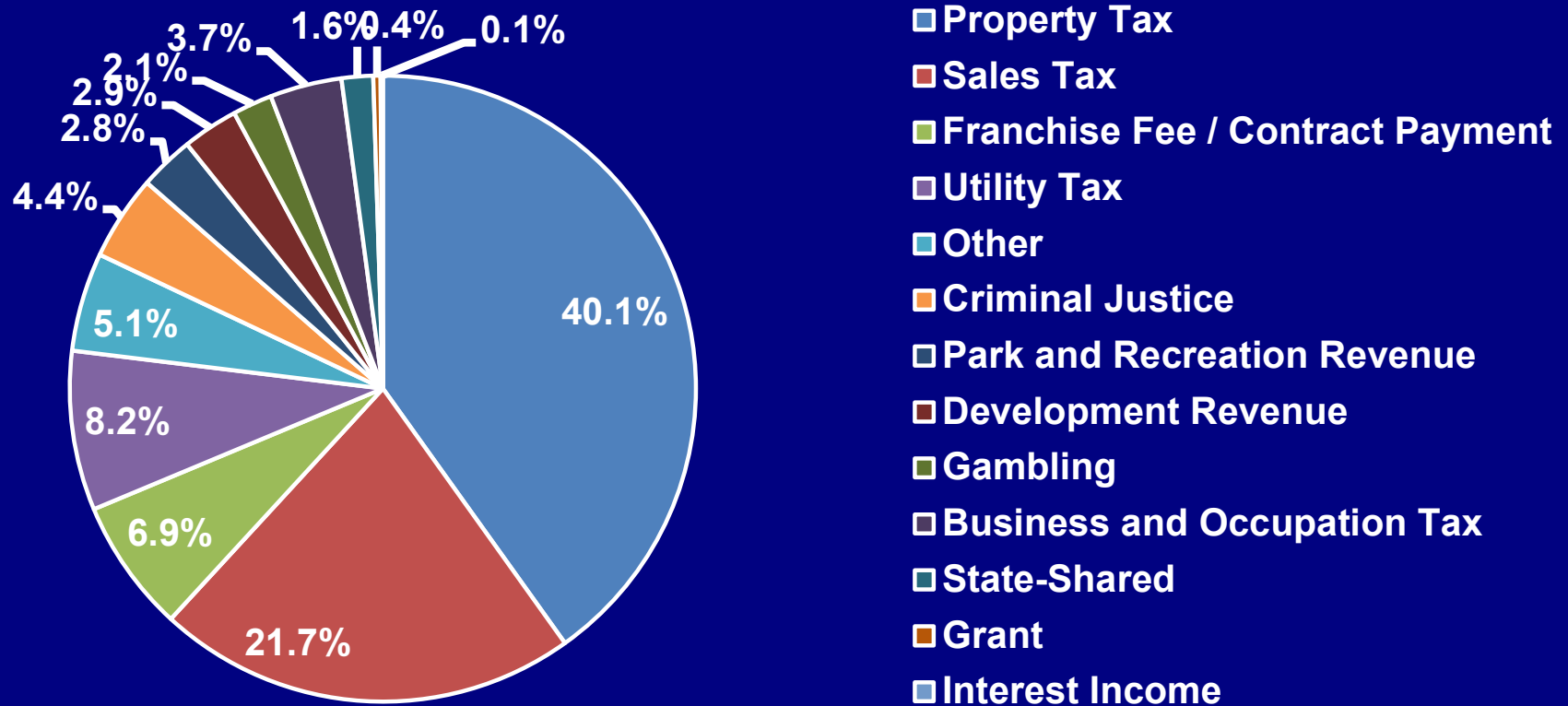


# General Fund's Resources



# General Operating Revenue

## \$124.6 Million





# Property Tax – Ord. No. 1021

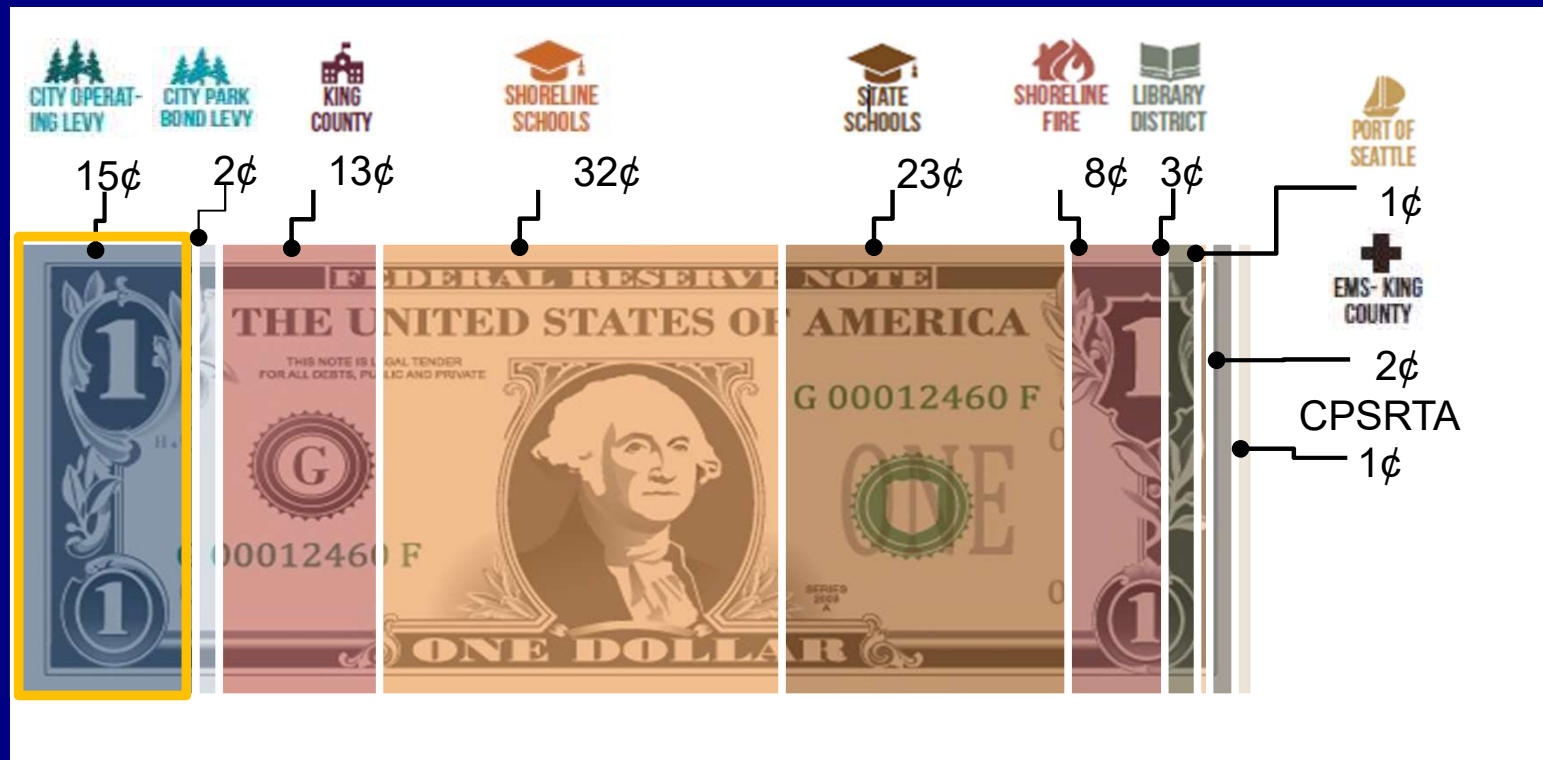
- Regular Levy: Provides for General Operations
  - Rate 1.53: \$24.9M\*
- Excess levy – Covers Debt Service on Voter Approved Parks Bond
  - Approved by Voters in February 2022
  - Levy Amount: \$2.96M in 2025



\*Estimated Final Levy Worksheet released Mid-November

# 2024 Property Tax Levy Allocation

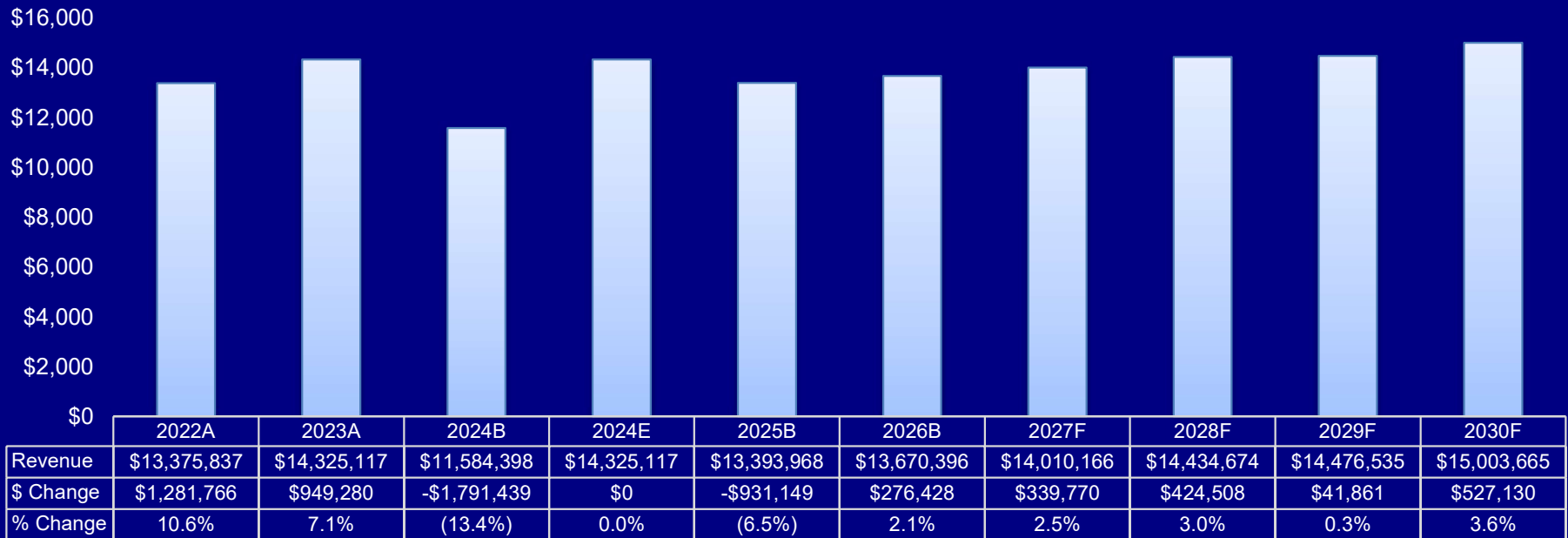
- Who levies taxes for Shoreline property owners?



# Sales Tax

Sales Tax Revenue

THOUSANDS



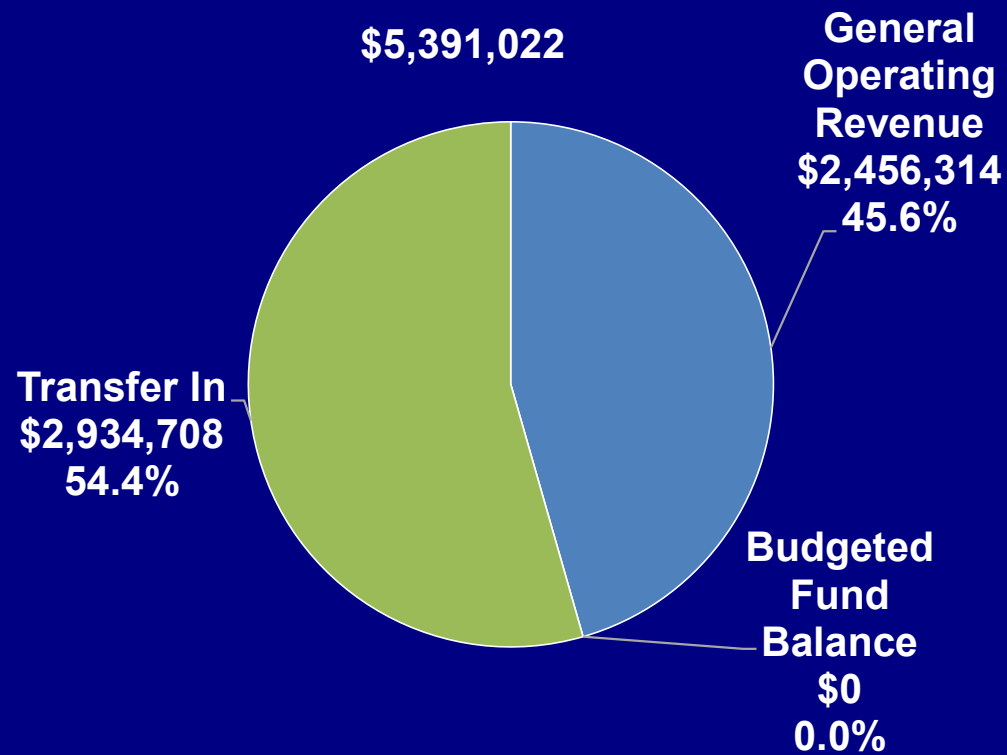
Sources: City of Shoreline; The Puget Sound Economic Forecaster History, City of Seattle , and Ten-Year Forecast, August 2024



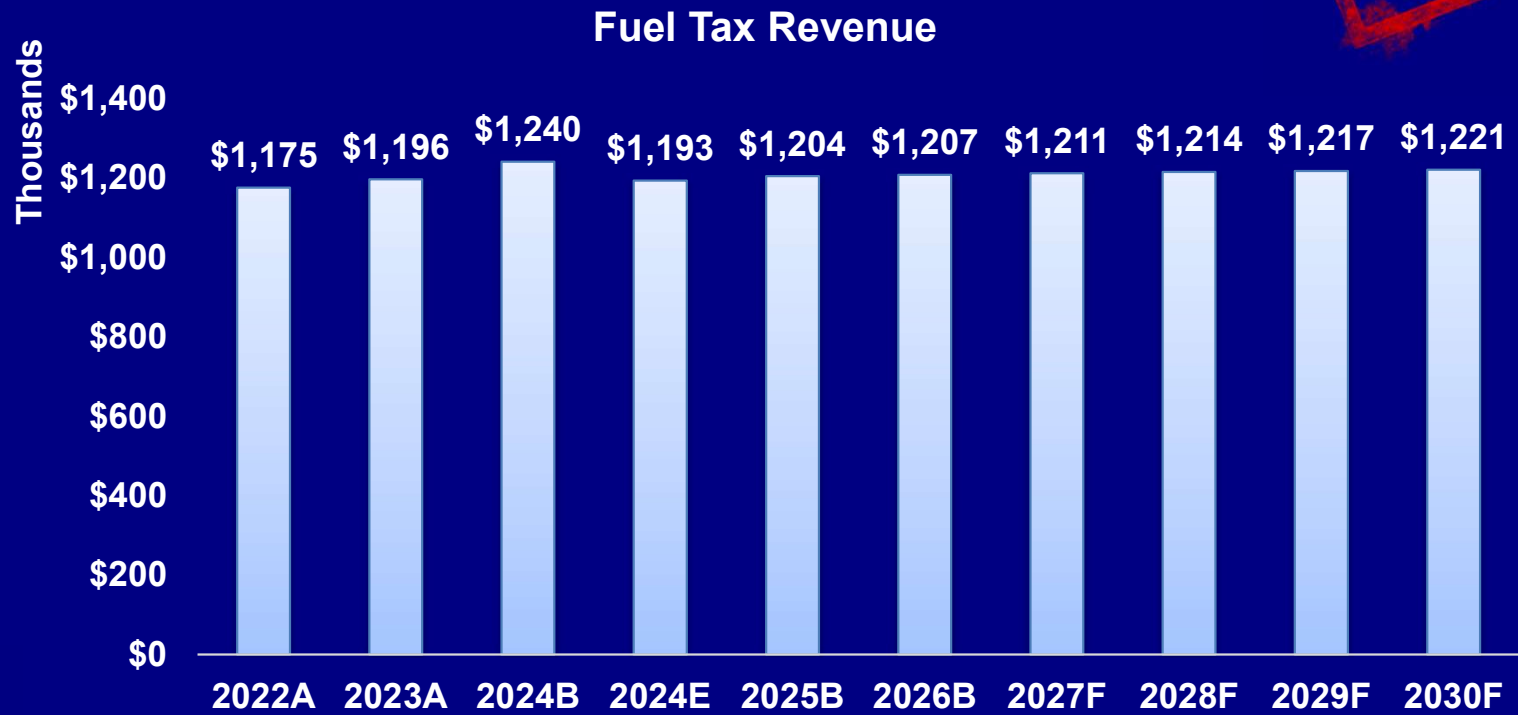
# Street Fund

## Street Fund Resources

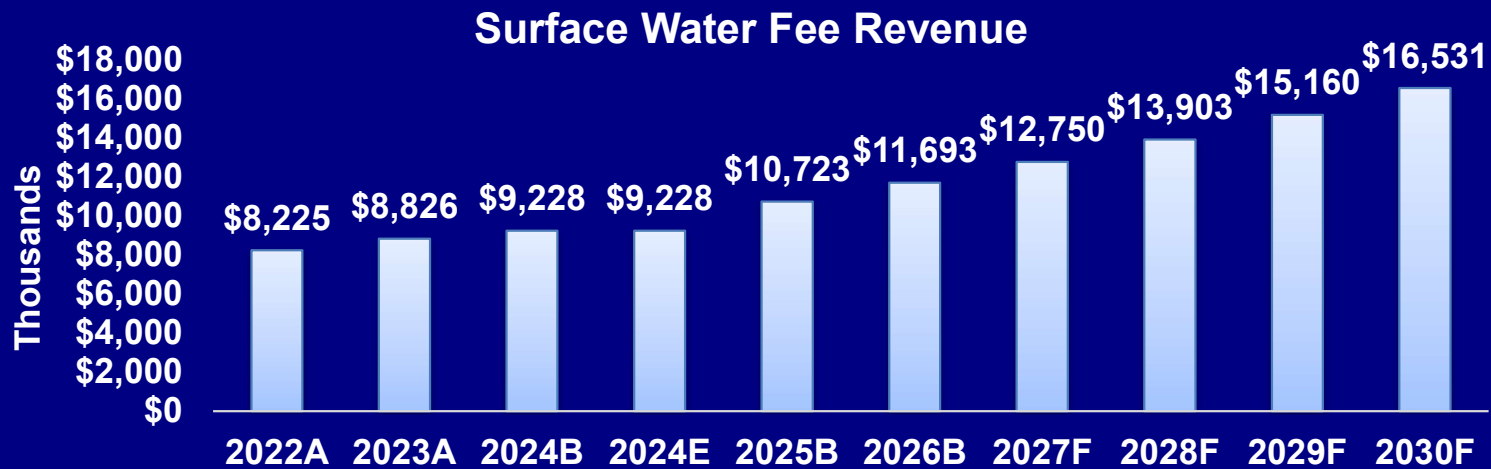
\$5,391,022



# Fuel Tax



# Surface Water Management Fee



**Surface Water Management Rate  
Single-Family Residence**

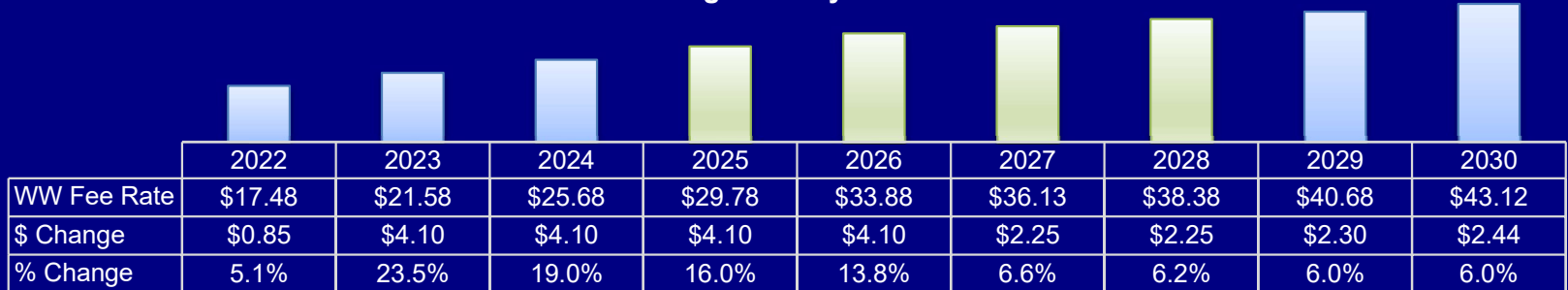
	2022	2023	2024	2025	2026	2027	2028	2029	2030
SWM Fee Rate	\$313.24	\$328.91	\$345.35	\$388.52	\$421.54	\$457.37	\$496.25	\$538.43	\$584.20
\$ Change	\$14.91	\$15.67	\$16.44	\$43.17	\$33.02	\$35.83	\$38.88	\$42.18	\$45.77
% Change	5.0%	5.0%	5.0%	12.5%	8.5%	8.5%	8.5%	8.5%	8.5%



# Wastewater Fees



**Waste Water Management Rate  
Shoreline Single-Family Residence**



# Capital Funds

- Grants
- Impact Fees
- Real Estate Excise Tax
- Voted .2% TBD Sales Tax



Real Estate Excise Tax Revenue





# Public Hearing

- Staff recommends that the City Council conduct the public hearing to take public comment on:
  - 2025 Property Tax Levy
  - Proposed 2025-2026 Revenues



# Current Action Plan

## November 18 Consent Agenda

- Ordinance No. 1021 (Property Tax)
- Ordinance No. 1022 (Impact Fees)
- Resolution No. 530 (Fee Schedules)



# Discussion - Revenues



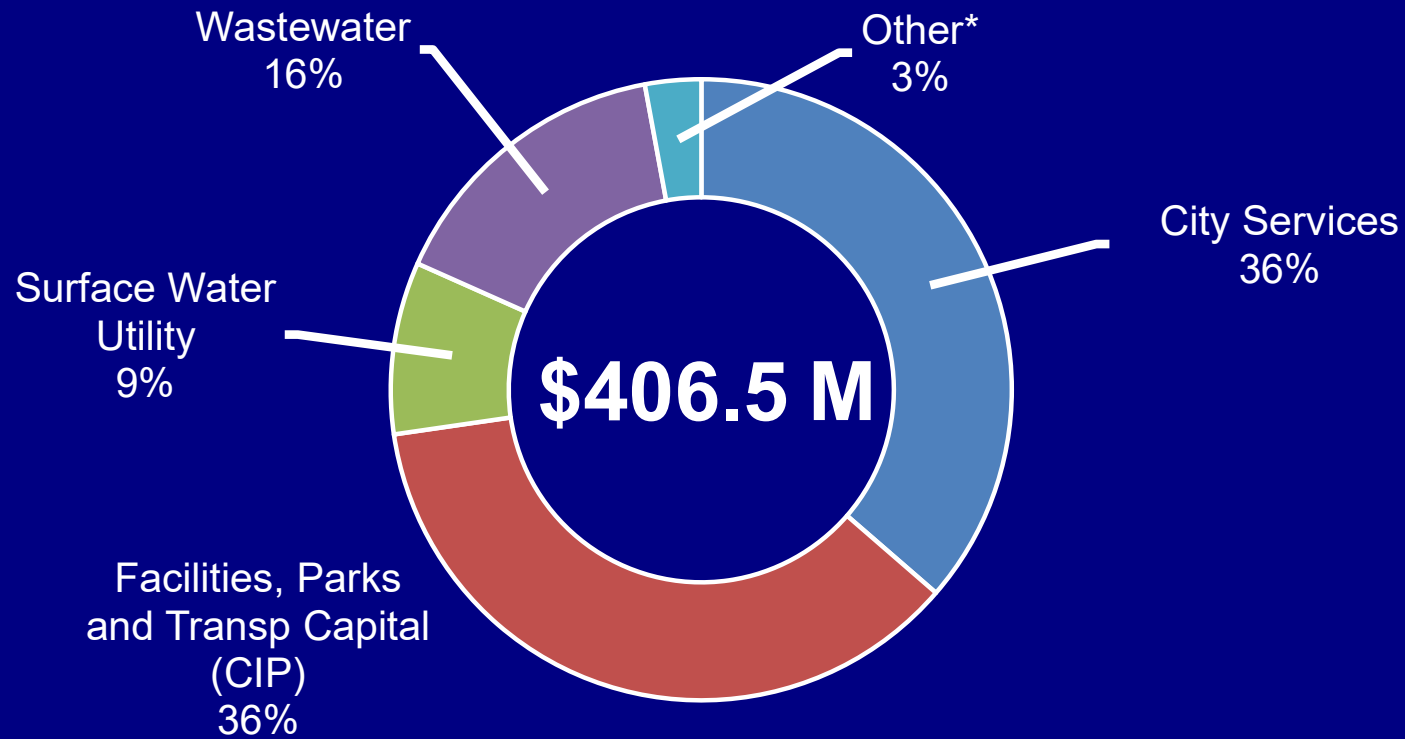
# 2025-2026 Proposed Biennial Budget

## Public Hearing Biennial Budget and 2025-2030 Capital Improvement Plan



# Where Will the Money Go?

(\$ in '000's)



\*Internal Service, Debt Service, & Interfund Transfers

## Budgeted Appropriations by Fund Ordinance No. 1019

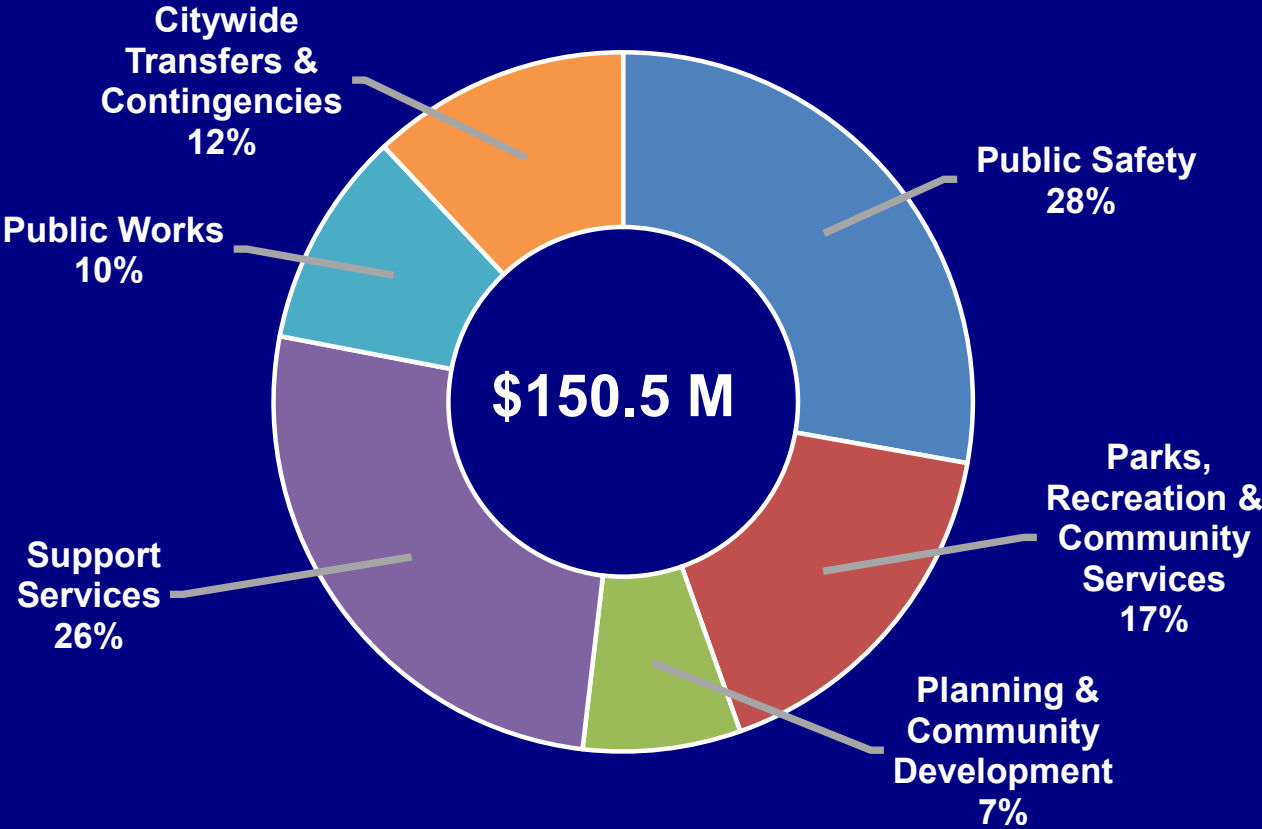
General Fund	\$140,751,622
Street Fund	5,391,009
Code Abatement Fund	200,000
Public Art Fund	238,948
Asset Forfeiture Funds	62,486
<b>Sub-Total Operating Funds</b>	<b>\$150,502,917</b>
<b>Sub-Total Debt Service Funds</b>	<b>11,864,733</b>
<b>Sub-Total Capital Funds</b>	<b>142,369,544</b>
<b>Sub-Total Enterprise Funds</b>	<b>99,102,462</b>
<b>Sub-Total Internal Service Funds</b>	<b>2,689,156</b>
<b>TOTAL</b>	<b>\$406,528,812</b>

State Drug Enforcement,  
Federal Drug  
Enforcement, and Federal  
Criminal Forfeiture Funds

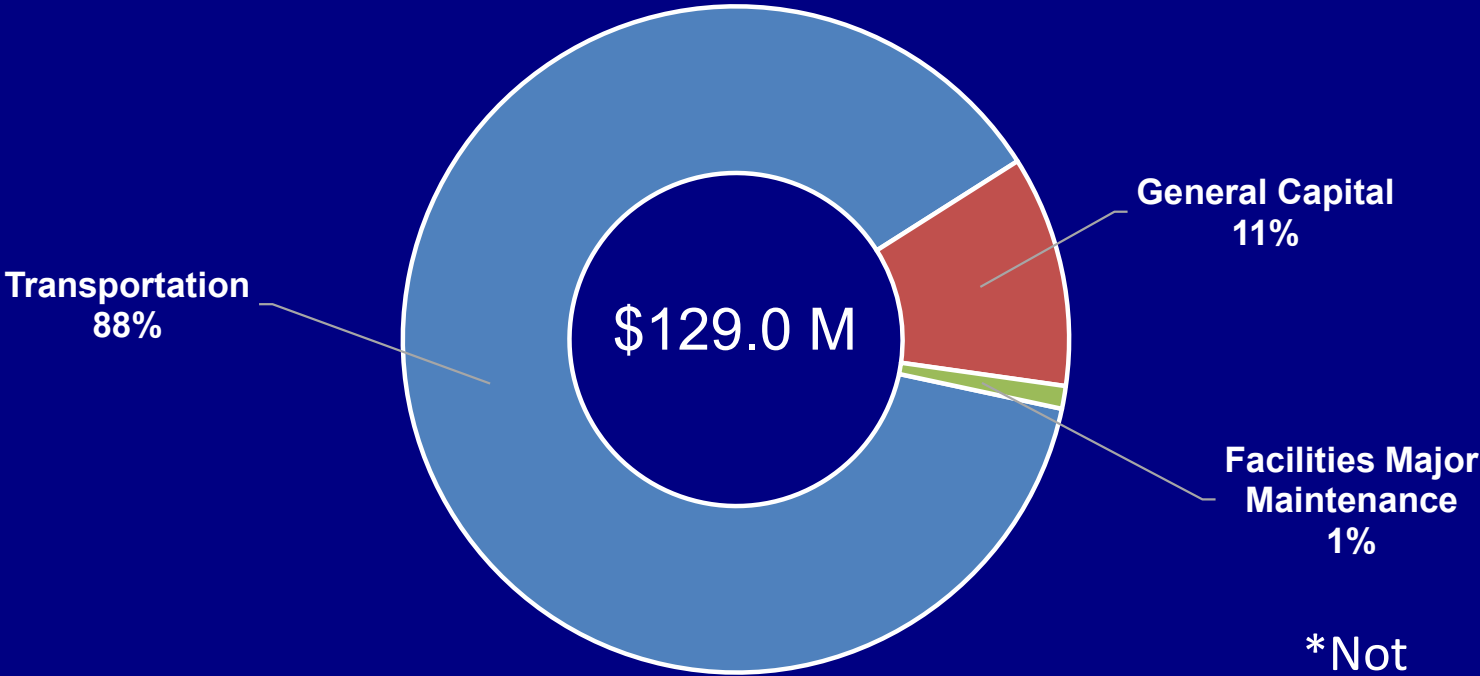
General Capital, Facilities-  
Major Maintenance,  
Roads Capital, and Impact  
Fee Funds

Surface Water Utility  
(Operating & Capital)  
Wastewater Utility  
(Operated & Capital)

# Operating Budget Expenditures by Function



# 2023-2024 Proposed Capital Improvement Plan\*

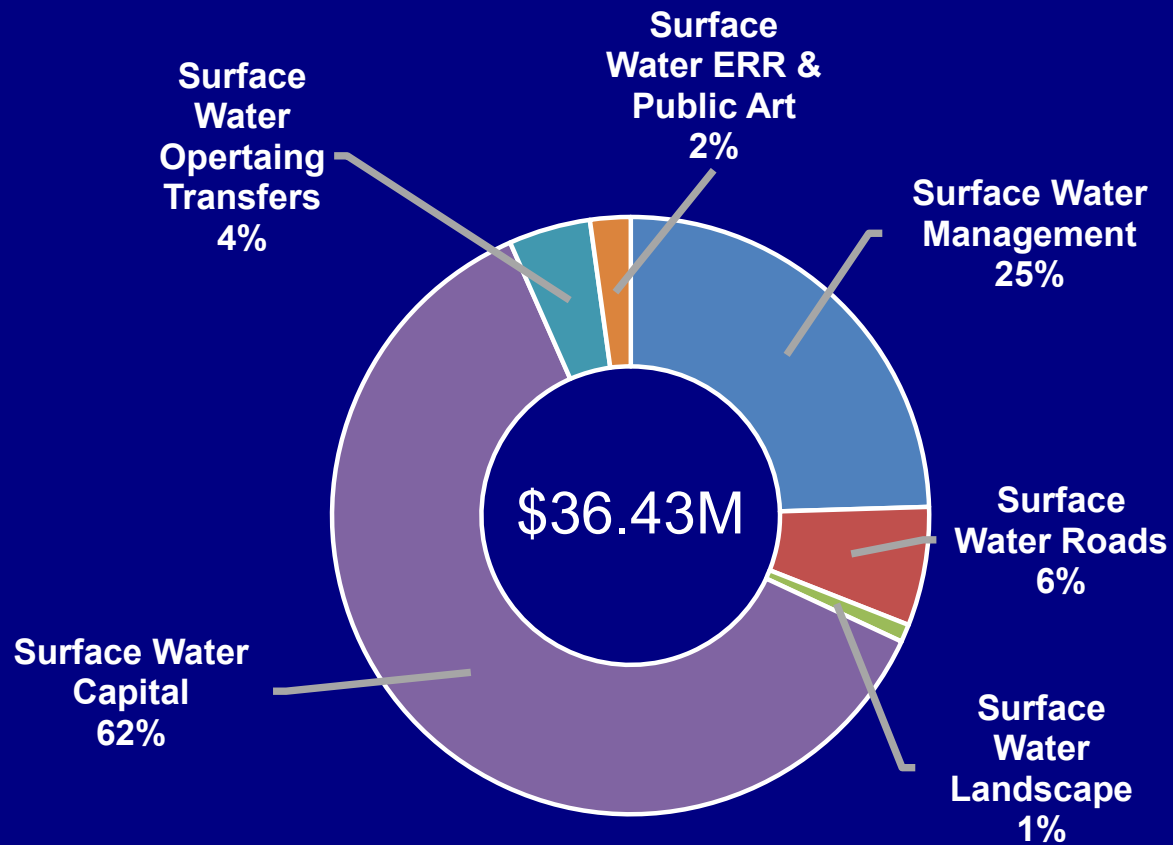


\*Not including Utility CIP

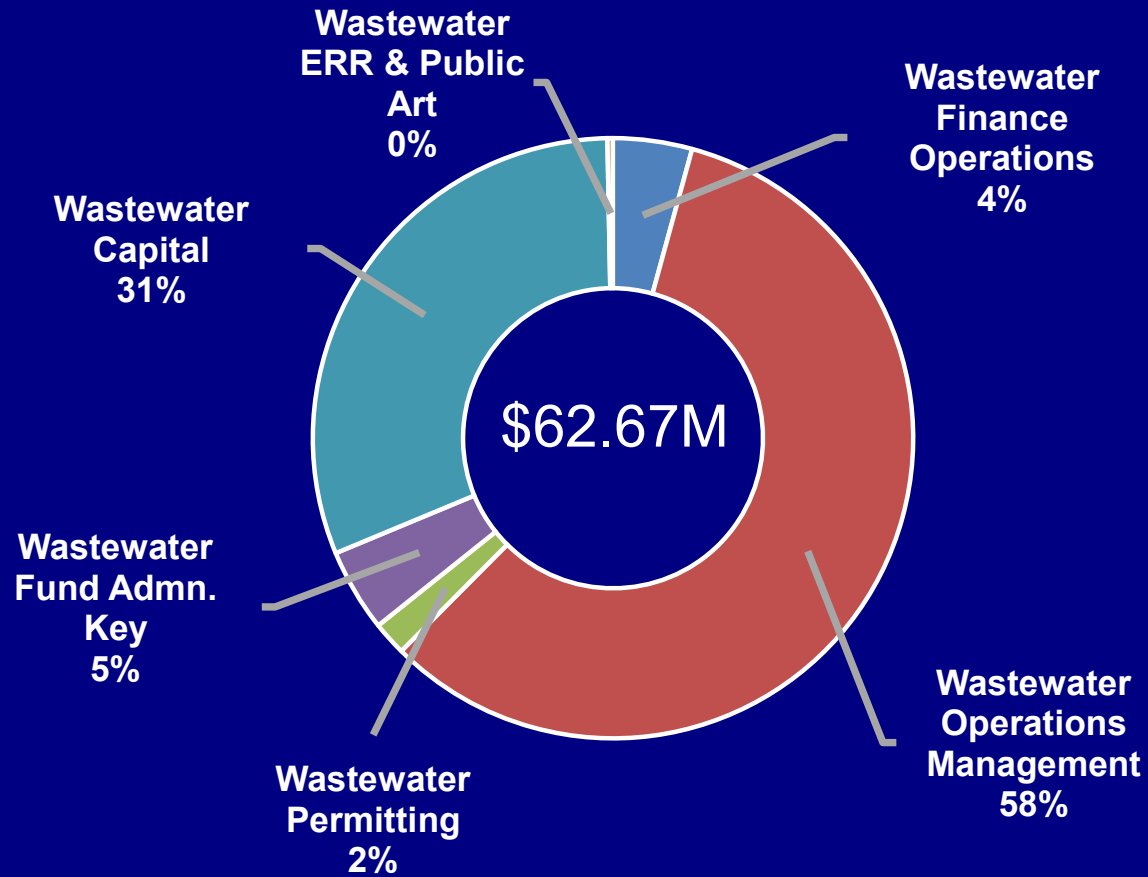




# Surface Water Utility



# Wastewater Utility



Fee Schedules  
Resolution No. 530  
&  
Impact Fees  
Ordinance No. 1022



# Recommended Fee Changes

- General increase by June-to-June percentage change of the CPI-U: 3.83%
- Impact fees increase by June-to-June percentage change of the CCI: 2.1%
- Wastewater and Surface Water Rate Increases
- Park Rental and Recreation Fees
- Attachment B & C- 2024 Adopted Fees are presented with proposed 2025 Fees for comparison. Other changes are denoted in ~~strikethrough~~ and **bold**



# Public Hearing

- Staff recommends that the City Council conduct the public hearing to take public comment on:
  - 2025-2026 Proposed Biennial Budget
  - 2025-2030 Capital Improvement Plan



# Review of Potential Proposed Amendments



# City Manager Recommended Amendment

- Light Rail Project Completion supported by Sound Transit

*“I move to amend the proposed 2025-2026 Biennial Budget to increase the FTE Count in the City Manager’s Office by 0.5 in 2025 for the Lynnwood Link Extension Light Rail Project Manager position and retain this position into the Salary Schedule at Range 59.”*



# Potential Amendments

## Councilmember Ramsdell

- Support for Shoreline/Lake Forest Park Senior Center Mental Health Program

*“I move to amend the 2025-2026 Biennial Budget by increasing General Fund appropriations to provide \$65,000 in 2025 and \$80,000 in 2026 for a biennial total of \$145,000 in one-time funding to the Shoreline/LFP Senior Center to provide mental health supportive services for income qualified Shoreline seniors supported by use of General Fund fund balance.”*





# Potential Amendments

## Deputy Mayor Mork

- Conversion of Limited Term Grant Administrator to FTE

*“I move to amend the 2025-2026 Biennial Budget to change the Grant Administrator position in the Administrative Services Department currently proposed as Limited Term to an ongoing FTE, and the Staff Accountant position also in the Administrative Services Department currently proposed as an FTE to a Limited Term position and update the salary table accordingly and increase the General Fund appropriations of \$77k with 50k of one-time use of General Fund fund balance and 27k supported by ongoing General Fund revenue to support this change.”*



# Potential Amendments

## Deputy Mayor Mork

- Extending the existing Firlands Way study to N. 195<sup>th</sup>

*“I move to amend the 2025-2026 Biennial Budget by increasing General Fund appropriations to provide \$40,000 in one-time funding to extend the Firlands Way Study to N. 195<sup>th</sup> Street using General Fund fund balance.”*



# Potential Amendments

## Deputy Mayor Mork

- Funding for 30-year celebration and Historical Signage on Firlands Way

*“I move to amend the 2025-2026 Biennial Budget by increasing General Fund appropriations to provide \$50,000 in one-time funding for the purpose of developing content for milestone celebrations, planning and executing at least one community event for the City’s 30-year birthday celebration and for installation of historical signage on Firlands Way using General Fund fund balance.”*



# Potential Amendments

## Councilmember Scully

- Reducing Council Operations Budget

*“I move to amend the 2025-2026 Biennial Budget by reducing the Council Operating Budget for Travel and Training by \$27,500 annually ongoing, decreasing the General Fund appropriations for the biennium by \$55,000 .“*



# Potential Amendments

## Mayor Roberts

- Extend the Sidewalk on 25th Ave NE from the North end of Brugger's Bog Park to NE 200th St

*"I move to amend Roads Capital Fund in the 2025-2030 CIP to include expanding the frontage improvements on 25th Avenue NE to reach 200th Street at a value of \$500,000 in 2027 with funding identified as "Future Funding".*



# Potential Amendments

## Mayor Roberts

- Eliminating Sub-Area Planning

*“I move to amend the 2025-2026 Biennial Budget by eliminating the funding for sub-area planning and decreasing the General Fund appropriations by \$600,000 one-time funding.”*



# Potential Amendments

## Councilmember Robertson

- Winter Light Display

*“I move to amend the 2025-2026 Biennial Budget by increasing General Fund appropriations to provide \$XXX (funding level TBD) in one-time funding to fund a Winter Light Display at the Park at Town Center.”*



# Potential Amendments

## Councilmember Pobee

- Sister Cities Funding to cover operational expenses, event planning, travel, cultural exchange programs, and administrative costs related to the Sister City Association's activities.

*“I move to amend the 2025-2026 Biennial Budget by increasing ongoing General Fund appropriations to provide \$15,000 annually to Support the Sister Cities Association, increasing the General Fund appropriations for the biennium by \$30,000 .“*





# Discussion



# Budget Workshop Review Schedule

November 4	November 12	November 18	November 18
Public Hearings & Discussion	Council Amendments submitted to staff by 5PM	Public Hearing & Discussion	Budget Adoption
<ul style="list-style-type: none"> <li>• <i>2025 Property Tax Levy</i></li> </ul>		<i>Discussion on proposed amendments</i>	<i>2025-2026 Proposed Budget</i>
<ul style="list-style-type: none"> <li>• <i>2025-2026 Revenue Sources</i></li> </ul>			<i>2025-2030 CIP</i>
<ul style="list-style-type: none"> <li>• <i>2025 Fee Schedules</i></li> </ul>			<i>2025 Salary Schedule</i>
<ul style="list-style-type: none"> <li>• <i>2025 Salary Schedule</i></li> </ul>			<i>2025 Fee Schedule</i>
<ul style="list-style-type: none"> <li>• <i>Updated Financial Policies</i></li> </ul>			<i>Updated Financial Policies</i>