

**Financial Plan Preliminary December 31, 2022**  
**MIDD/ 000001135**

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| Category                                | 2019-2020<br>Biennial-to-Date<br>Actuals | 2021-2022<br>Adopted Budget | 2021-2022<br>Current Budget | 2021-2022<br>Biennial-to-Date<br>Actuals | 2021-2022<br>Estimated | 2023-2024<br>Adopted | 2025-2026<br>Projected |
|---|--|-----------------------------|-----------------------------|--|------------------------|----------------------|------------------------|
| <b>Beginning Fund Balance</b>           | <b>20,302,619</b>                        | <b>14,712,112</b>           | <b>25,446,536</b>           | <b>25,446,536</b>                        | <b>25,446,536</b>      | <b>39,248,599</b>    | <b>20,671,370</b>      |
| <b>Revenues</b>                         |  |                             |                             |  |                        |                      |                        |
| Local Sales Tax                         | 145,166,457                              | 140,022,329                 | 169,557,281                 | 156,781,838                              | 169,557,281            | 184,385,771          | 201,819,255            |
| Other/Interest                          | 344,641                                  | 150,000                     | 300,000                     | 393,424                                  | 400,000                | 600,000              | 250,000                |
| <b>Total Revenues</b>                   | <b>145,511,098</b>                       | <b>140,172,329</b>          | <b>169,857,281</b>          | <b>157,175,262</b>                       | <b>169,957,281</b>     | <b>184,985,771</b>   | <b>202,069,255</b>     |
| <b>Expenditures</b>                     |  |                             |                             |  |                        |                      |                        |
| Salaries, Wages & Benefits              | 21,996,613                               | 23,748,605                  | 23,748,605                  | 21,399,723                               | 21,399,723             | 27,464,957           | 28,041,721             |
| Supplies                                | 96,948                                   | 105,500                     | 105,500                     | 199,337                                  | 199,337                | 257,134              | 270,762                |
| Contracted Services                     | 94,918,334                               | 90,289,103                  | 105,091,855                 | 77,929,676                               | 77,929,676             | 124,407,253          | 125,991,690            |
| Intergovernmental Services              | 1,628,121                                | 3,197,876                   | 3,197,876                   | 2,038,625                                | 2,038,625              | 2,853,454            | 2,930,497              |
| Interfund Transfers                     | 21,737,572                               | 21,686,916                  | 22,911,382                  | 21,762,685                               | 21,762,685             | 38,280,202           | 38,698,594             |
| Transfer to Behavioral Health Fund      |  | 13,000,000                  | 15,000,000                  | 15,000,000                               | 15,000,000             | 15,500,000           | 15,500,000             |
| Cascade Hall                            |  |                             | 6,000,000                   | 2,303,103                                | 2,303,103              |                      |                        |
| <b>Total Expenditures</b>               | <b>140,377,588</b>                       | <b>152,028,000</b>          | <b>176,055,218</b>          | <b>140,633,150</b>                       | <b>140,633,150</b>     | <b>208,763,000</b>   | <b>211,433,265</b>     |
| <b>Estimated Under Expenditures</b>     |  | <b>(3,500,000)</b>          | <b>(3,500,000)</b>          |  |                        | <b>(5,200,000)</b>   | <b>(5,300,000)</b>     |
| <b>Other Fund Transactions</b>          |  |                             |                             |  |                        |                      |                        |
| <b>Total Other Fund Transactions</b>    | <b>10,406</b>                            | -                           | -                           |  |                        |                      |                        |
| <b>Ending Fund Balance</b>              | <b>25,446,536</b>                        | <b>6,356,441</b>            | <b>22,748,599</b>           | <b>41,988,648</b>                        | <b>54,770,667</b>      | <b>20,671,370</b>    | <b>16,607,360</b>      |
| <b>Reserves</b>                         |  |                             |                             |  |                        |                      |                        |
| Rainy Day Reserve (60 days)             | 11,698,132                               | 12,669,000                  | 14,671,268                  | 14,671,268                               | 14,671,268             | 17,396,917           | 17,619,439             |
| Contingency Reserve                     |  | 2,000,000                   |                             |  |                        |                      |                        |
| Future use of West Wing                 |  |                             |                             |  |                        | 2,000,000            | 2,106,000              |
| <b>Total Reserves</b>                   | <b>11,698,132</b>                        | <b>14,669,000</b>           | <b>14,671,268</b>           | <b>14,671,268</b>                        | <b>14,671,268</b>      | <b>19,396,917</b>    | <b>19,725,439</b>      |
| Reserve Shortfall                       | -  | 8,312,559                   | -                           | -  | -                      | -                    | 3,118,079              |
| <b>Ending Undesignated Fund Balance</b> | <b>13,748,403</b>                        | <b>-</b>                    | <b>8,077,330</b>            | <b>27,317,380</b>                        | <b>40,099,399</b>      | <b>1,274,453</b>     | <b>-</b>               |

**Financial Plan Notes**

Out year revenue and expenditure inflation assumptions are consistent with figures provided by Performance Strategy and Budget. The 2019-2020 Biennial-to-Date Actuals reflects the final revenue and expense posting for the biennium.

Revenues Notes:

Estimated and projected revenues reflect the updated revenue forecast per King County Office of Economic and Financial Analysis (OEFA) as of August 26, 2022.

Expenditure Notes:

2021-2022 Adopted Budget reflects the 11/17/2020 Council Adopted Budget.

2021-22 Current Budget reflects all Supplementals.

2021-2022 Biennial-to-Date Actuals reflect revenues and expenses posted through 12/31/2022. 2023-2024 reflects the 11/04/2022 Council Adopted Budget.

2025-2026 are adjusted for one-time and time limited additions/reductions and initiative ramp up.

Reserve Notes:

The Rainy Day Reserve represents 60 days of estimated expenditures.

The Contingency Reserve is to set aside funds for prior period adjustments and other obligations encumbered in the prior budget period yet not paid.

The Future use of West Wing Reserve is to set aside funds for Behavioral Health Services Expansion. The reserve for Cascade Hall Reappropriation is to set aside unspent 2022 funds for use in 2023, this additional appropriation has been requested in the first supplemental.

The financial plan was updated by DCHS staff 2/15/2023 using GL\_033 run 2/15/2023.