



Quarterly Financial Report

As of March 31, 2022

AT A GLANCE:

General Fund revenues are slightly lower than last year. Sales tax revenue performance continues to improve, see page 4 for additional details.



LITTER WALK:

Volunteers (including Councilmember Guzak) brave the rain and cold to pickup trash in the City.

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Summary of All Operating Funds: *Revenue*

The Financial Management Report is a summary report of the City's First Quarter 2022 financial results.

- **General Fund** 2022 revenue is **\$107,845 or 4.5% percent lower** than last year, largely due to Snohomish County Police send funding for the School Resource Officer directly to the School District. Development related revenues are **slightly higher** than 2021. A more detailed analysis of General Fund revenue can be found on page 6, with sales tax performance discussed on page 4.

The general fund is used to account for and report all financial resources not accounted for and reported in another fund. As noted in the report that follows, the general fund receives the bulk of its revenues from local taxes, followed by State shared revenues, service charges, and other income.

- **Street Fund** 2022 revenues are **\$4,885 or 1.9% percent higher** than 2021. The 2022 revenue increase is primarily due to an increase in Gas Taxes.

The Street Fund accounts for the maintenance of City streets and sidewalks, street lights and street signs.

- **Utility Enterprise Funds** revenues **grew over \$193,245 over 2021** pri-

marily due to the utilities receiving additional fees for service.

Utility Fund reserves are a combination of committed and restricted funds for daily operations, operating reserves, debt service reserves, and future capital projects.

- **Internal Service Funds** 2022 revenues are **little changed** over last year primarily due to the internal service charges remain the same for both 2022 and 2021.

Internal Service Funds are used to account for our Fleet & Facilities and Information Services activities and are funded by allocations to cover the maintenance and operations of the City's fleet of vehicles and equipment, City facilities, information systems and technology improvement activities.

- **Non-operating Funds** 2022 revenues came in **\$3,779 higher** than 2021 revenues. This increase is largely due to Real Estate Excise Tax continuing to come in strong and Transportation Benefit District fees coming in higher and.

Fund balances for these types of funds are typically restricted as the fund is established for a designated purpose.

Summary of All Operating Funds: *Expenditures*

- **General Fund** expenditures for YTD 2022 came totaled \$2,855,777 and came in **\$304,210 or 11.9% higher** than year ago results. The increase is largely due to a one-time payout and higher services costs.
- **Street Fund** 2022 expenditures are **\$33,169 or 14.1 percent higher than** 2021. The 2022 expenditures increase is primarily due to higher overhead costs.
- **Utility Enterprise Fund** expenditures **increased \$57,583** over 2021. The increase is primarily due to the Sewer Fund spending more on capital projects in 2022.
- **The Fleet & Facilities and Information Services Internal Service Funds** 2022 expenditures **decreased \$47,255** over 2021 amounts. This decrease is primarily due to lower service costs paid out in 2022.
- **Non-operating Funds** 2022 expenditures came in **\$879,053 higher** than 2021 primarily due to working on more transportation projects in 2022. These costs are offset by transfers from other funds.

Fund Balance Review

City of Snohomish
Ending Fund Balance As of March 31, 2022

| Fund | Fund Name | Fund Balance 1/1/2021 | Increase or (Decrease) 1/1/21 - 3/31/22 | Fund Balance 3/31/2022 |
|------|---------------------------------|--------------------------|---|---------------------------|
| 001 | General | 4,393,916 | 1,198,688 | 5,592,604 |
| 102 | Streets | 605,804 | 26,840 | 632,644 |
| 104 | Park Impact Fee | 728,279 | (318,657) | 409,622 |
| 107 | Visitor Promotion | 37,896 | 23,759 | 61,655 |
| 108 | PBIA | 47,165 | 27,456 | 74,621 |
| 125 | Traffic Impact Fee | 399,999 | 102,282 | 502,281 |
| 130 | Transportation Benefit District | 4,969,280 | 407,538 | 5,376,818 |
| 140 | Snohomish Rescue Plan | - | 1,379,776 | 1,379,776 |
| 205 | Debt Service | 15,911 | 4,578 | 20,488 |
| 305 | Real Estate Excise Tax | 569,713 | 415,307 | 985,021 |
| 310 | Municipal Capital Projects | 95,932 | 945,660 | 1,041,592 |
| 311 | Street Capital Projects | 1,434,853 | (71,098) | 1,363,755 |
| 401 | Water Utility | 5,686,408 | 399,204 | 6,085,612 |
| 402 | Wastewater Utility | 10,162,719 | 847,223 | 11,009,942 |
| 403 | Solid Waste | 176,450 | 238 | 176,687 |
| 404 | Stormwater Utility | 4,069,223 | 1,026,585 | 5,095,808 |
| 501 | Fleet & Facilities | 715,431 | (229,730) | 485,701 |
| 502 | Information Services | 717,756 | (53,354) | 664,402 |
| 503 | Self-insurance | 4,798 | (3,910) | 888 |
| 505 | Equipment Replacement | 163,639 | (30,629) | 133,010 |
| | Fund Totals | \$ 34,995,172 | \$ 6,097,756 | \$ 41,092,928 |

Ending Fund Balance for all funds **increased 17.4% or \$6,097,756** from January 1, 2021 through March 31, 2022. Fund balances include cash in bank, State Investment Pool, and bond investments.

- The Utility Funds (401 to 404) accounts for **\$22,368,050 or 54.4%** of overall fund balance.

To date, the Utility Funds have spent only 15.5% of their capital budgets. As the construction projects kick into full gear, we will be utilizing significant portions of their fund balances.

- The General Fund accounts for **\$5,592,604 or 13.6%** of the overall fund balance

- Special Revenue Funds (102 to 140) account for **\$8,437,417 or 20.5%** of overall fund balance
- The remaining funds account for **\$4,694,857 or 11.5%** of overall fund balance



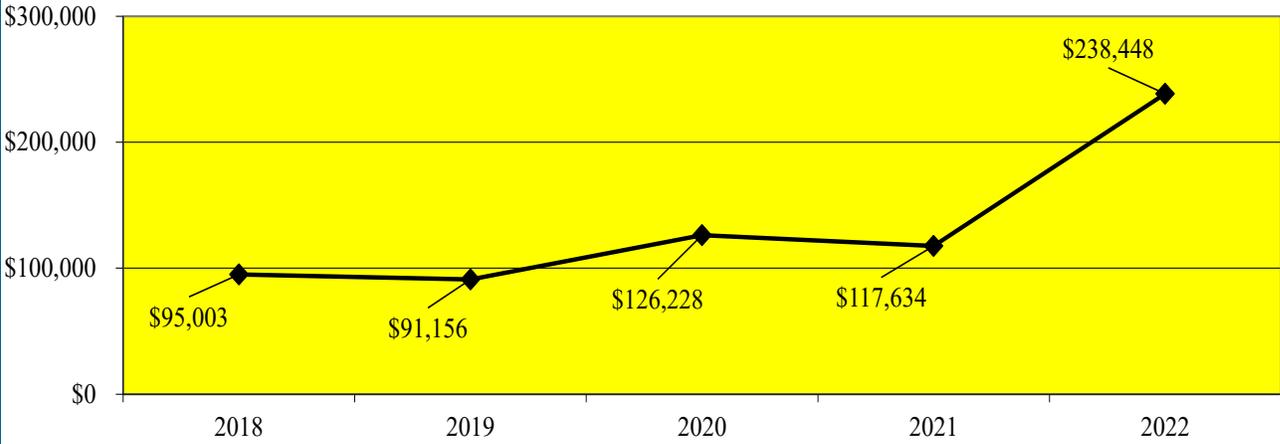
Real Estate Excise Tax Revenues

Real Estate Excise Tax (REET) revenues trends have been up and down over the past five years. Even though factors out-

side the control of the City, such as supply of homes on the market and tight credit standards, this **important source** of

funds for capital projects is showing **over 102% growth** over 2021.

Real Estate Excise Tax Revenues Year-to-Date March



Gas Tax Revenues

Gas Tax Revenues Year-to Date March



The chart above shows each year's January through March Motor Vehicle Fuel Excise Tax revenues. These funds are used for costs related to maintenance of our streets, sidewalks, street lights and street signs..

2022 Gas Tax revenue sees a significant increase over 2021.

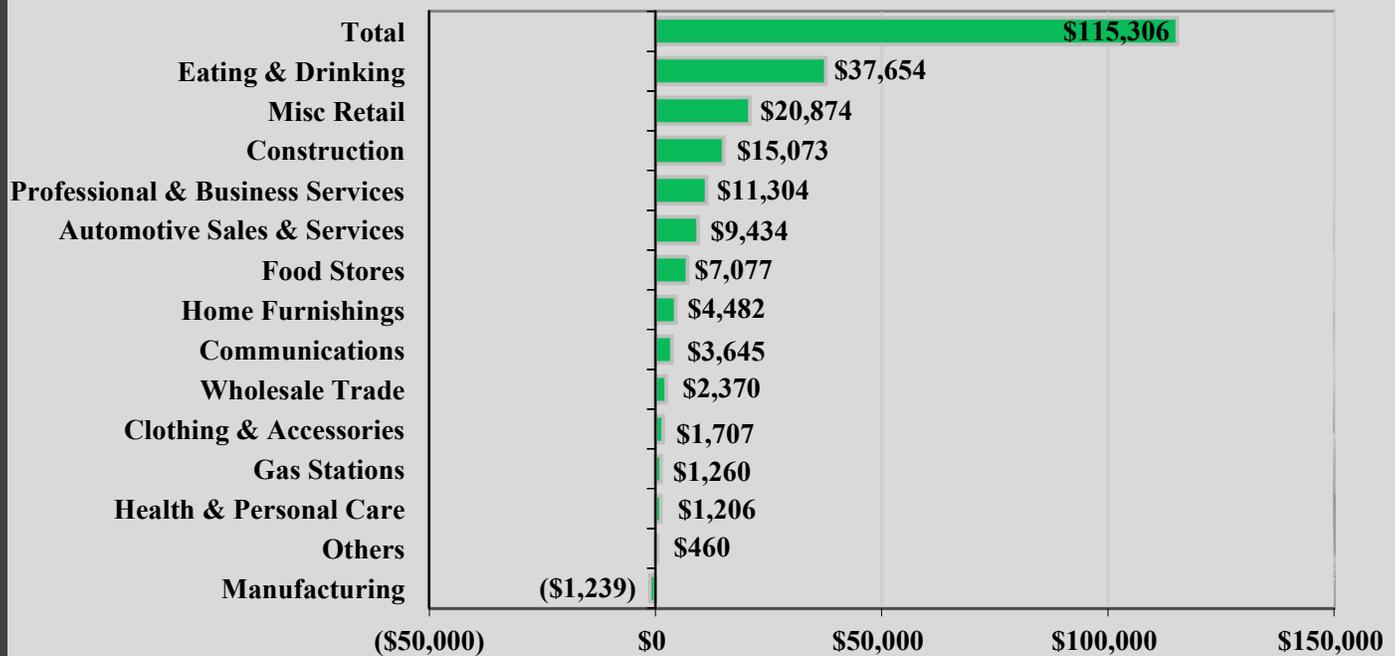
Sales Tax Revenue Analysis

2022 sales tax revenues continue to turn in a positive performance with the majority of the business sectors showing increases and the one sector experiencing negative performance had a relatively small decrease. 2022 **Sales Tax revenues rose \$115,306 or 9.3% over** 2021 primarily due to increases in **Eating & Drinking** and in the **Misc. Retail** sectors. (See chart below)

Review by business sectors:

- **Eating & Drinking** continued to gain strength during 2022, **growing \$37,654** over 2021 amounts.
- **Misc. Retail** is up **\$20,874** and the **Professional & Business Services** sector **grew \$11,304**, which reflect the regions rebounding economy.
- The **Construction** sector grew **\$15,073** over last year.
- The **Automotive Sales & Services** sector is **\$9,434 ahead** of last year.
- The **Manufacturing** sector did not lose much ground when compared to 2021.

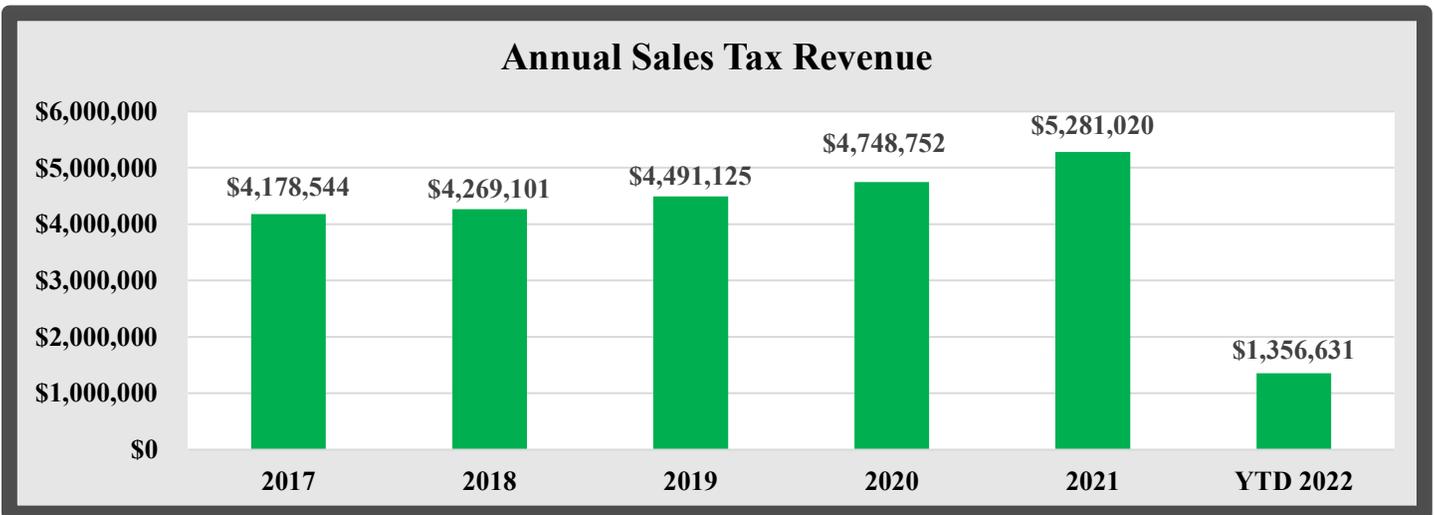
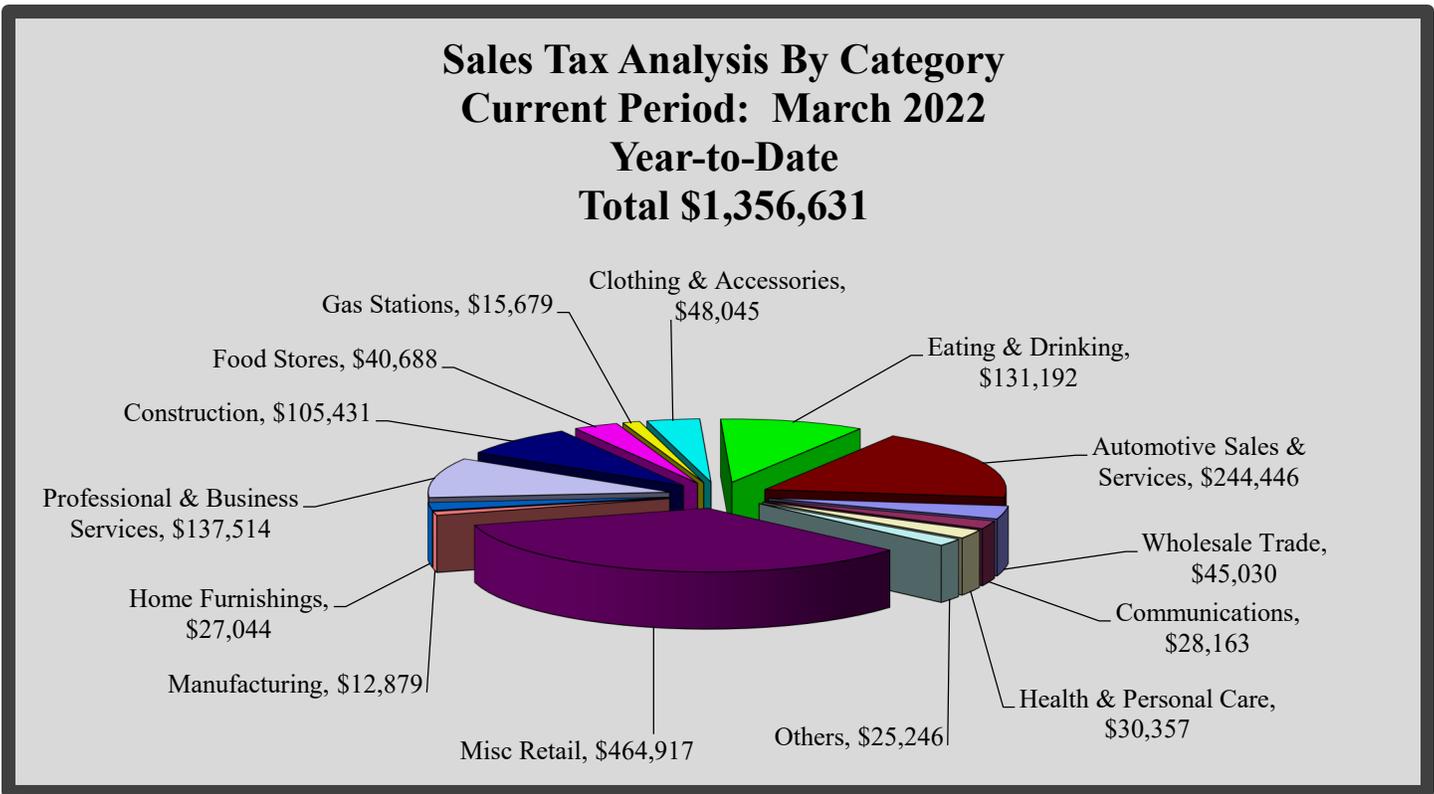
**Change in Sales Tax Revenue:
YTD March 2022 Compared to YTD March 2021**



Review Sales Tax Analysis by Category:

- The **Misc. Retail** sector reported the **largest share of sales taxes**, accounting for **34.3% or \$464,917** of overall receipts for the first three months of 2022.
- The next largest sector, **Automotive Sales & Services** contributed **\$244,446 or 18%** of overall tax receipts for the year.
- The remaining sectors account for **47.7% or \$709,363** of overall sales tax receipts for January to March Sales Tax Revenues.

The **Annual Sales Tax Revenue** chart below shows a **continuing upward trend**.



City of Snohomish

Budget Vs. Actual - Revenues & Expenditures as of March 31, 2022

| Description | Budget 2021-2022 | Jan-Dec 2021 | Jan-Mar 2022 | Actual 2021-2022 | % of Budget | Under(Over) Budget |
|--|---------------------|-------------------|------------------|---------------------|----------------|-----------------------|
| GENERAL FUND | | | | | | |
| REVENUES | | | | | | |
| Property Tax | 1,291,023 | 1,297,377 | 37,841 | 1,335,218 | 103.4% | (44,195) |
| Sales Tax | 3,199,281 | 5,548,819 | 1,427,377 | 6,976,196 | 218.1% | (3,776,915) |
| Utility and Other Taxes | 1,510,544 | 1,489,456 | 430,341 | 1,919,797 | 127.1% | (409,253) |
| Business Licenses | 32,334 | 88,166 | 27,212 | 115,378 | 356.8% | (83,044) |
| Building/Other Permits | 67,216 | 228,684 | 49,762 | 278,447 | 414.3% | (211,231) |
| Grants | (2,000) | 2,000 | - | 2,000 | -100.0% | (4,000) |
| State Shared Revenue | 173,491 | 293,908 | 46,147 | 340,055 | 196.0% | (166,564) |
| Cost Allocation Charges | 1,041,320 | 1,216,680 | 282,148 | 1,498,828 | 143.9% | (457,508) |
| Fees, Fines and Penalties | 245,116 | 343,885 | (2,041) | 341,844 | 139.5% | (96,728) |
| Interest/Miscellaneous | (350,903) | 331,345 | 13,155 | 344,499 | -98.2% | (695,402) |
| Total Revenues | 7,207,422 | 10,840,319 | 2,311,943 | 13,152,262 | 182.5% | (5,944,840) |
| EXPENDITURES | | | | | | |
| City Council | | | | | | |
| Salaries & Wages | 86,200 | 43,092 | 12,273 | 55,365 | 64.2% | 30,835 |
| Personnel Tax & Benefits | 6,800 | 3,469 | 997 | 4,466 | 65.7% | 2,334 |
| Supplies | 500 | 8 | - | 8 | 1.5% | 492 |
| Services/Cost Allocation | 21,500 | 4,690 | 1,377 | 6,067 | 28.2% | 15,433 |
| Sub-Total City Council | 115,000 | 51,259 | 14,647 | 65,906 | 57.3% | 49,094 |
| Mayor & Administrator | | | | | | |
| Salaries & Wages | 425,400 | 211,934 | 208,464 | 420,398 | 98.8% | 5,002 |
| Personnel Tax & Benefits | 142,500 | 61,419 | 21,365 | 82,784 | 58.1% | 59,716 |
| Supplies | 800 | 154 | 379 | 533 | 66.6% | 267 |
| Services/Cost Allocation | 174,400 | 51,026 | 13,240 | 64,266 | 36.8% | 110,134 |
| Sub-Total Mayor & Administrator | 743,100 | 324,532 | 243,448 | 567,980 | 76.4% | 175,120 |
| City Clerk | | | | | | |
| Salaries & Wages | 380,500 | 174,369 | 49,044 | 223,412 | 58.7% | 157,088 |
| Personnel Tax & Benefits | 150,000 | 70,047 | 18,478 | 88,525 | 59.0% | 61,475 |
| Supplies | 3,600 | 1,743 | - | 1,743 | 48.4% | 1,857 |
| Services/Cost Allocation | 105,800 | 53,923 | 14,255 | 68,179 | 64.4% | 37,621 |
| Sub-Total City Clerk | 639,900 | 300,083 | 81,777 | 381,859 | 59.7% | 258,041 |
| Human Resources | | | | | | |
| Supplies | 3,400 | 2,389 | 314 | 2,703 | 79.5% | 697 |
| Services | 506,600 | 296,833 | 314,342 | 611,175 | 120.6% | (104,575) |
| Sub-Total Human Resources | 510,000 | 299,222 | 314,655 | 613,878 | 120.4% | (103,878) |

| Description | Budget 2021-2022 | Jan-Dec 2021 | Jan-Dec 2022 | Actual 2021-2022 | % of Budget | Under(Over) Budget |
|--|---------------------|------------------|----------------|---------------------|----------------|-----------------------|
| Economic Development | | | | | | |
| Salaries & Wages | 225,300 | 111,613 | 32,105 | 143,718 | 63.8% | 81,582 |
| Personnel Tax & Benefits | 95,900 | 45,002 | 11,574 | 56,576 | 59.0% | 39,324 |
| Supplies | 3,400 | 2,649 | 404 | 3,053 | 89.8% | 347 |
| Services/Cost Allocation | 89,200 | 60,506 | 6,288 | 66,794 | 74.9% | 22,406 |
| Sub-Total Economic Development | 413,800 | 219,769 | 50,371 | 270,140 | 65.3% | 143,660 |
| Finance | | | | | | |
| Salaries & Wages | 899,500 | 446,956 | 118,327 | 565,283 | 62.8% | 334,217 |
| Personnel Tax & Benefits | 305,200 | 149,409 | 39,471 | 188,880 | 61.9% | 116,320 |
| Supplies | 7,000 | 1,703 | 1,328 | 3,032 | 43.3% | 3,968 |
| Services/Cost Allocation | 304,000 | 143,682 | 32,216 | 175,898 | 57.9% | 128,102 |
| Sub-total Finance | 1,515,700 | 741,750 | 191,343 | 933,093 | 61.6% | 582,607 |
| Law Enforcement | | | | | | |
| Supplies | 2,000 | 66 | - | 66 | 3.3% | 1,934 |
| Services/Cost Allocation | 8,396,600 | 3,771,253 | 996,921 | 4,768,174 | 56.8% | 3,628,426 |
| Sub-Total Law Enforcement | 8,398,600 | 3,771,319 | 996,921 | 4,768,240 | 56.8% | 3,630,360 |
| Plan/Permit/Bldg./Inspection | | | | | | |
| Salaries & Wages | 784,800 | 420,575 | 120,559 | 541,134 | 69.0% | 243,666 |
| Personnel Tax & Benefits | 311,200 | 156,903 | 42,978 | 199,881 | 64.2% | 111,319 |
| Supplies | 7,500 | 5,737 | 1,453 | 7,190 | 95.9% | 310 |
| Services/Cost Allocation | 388,400 | 181,574 | 51,324 | 232,898 | 60.0% | 155,502 |
| Sub-Total Plan/Permit/Bldg,Inspect. | 1,491,900 | 764,789 | 216,314 | 981,103 | 65.8% | 510,797 |

| Description | Budget 2021-2022 | Jan-Dec 2021 | Jan-Dec 2022 | Actual 2021-2022 | % of Budget | Under(Over) Budget |
|-----------------------------------|---------------------|------------------|------------------|---------------------|----------------|-----------------------|
| Parks | | | | | | |
| Salaries & Wages | 782,400 | 384,022 | 104,811 | 488,833 | 62.5% | 293,567 |
| Personnel Tax & Benefits | 287,700 | 135,062 | 32,550 | 167,611 | 58.3% | 120,089 |
| Supplies | 175,000 | 39,718 | 5,657 | 45,375 | 25.9% | 129,625 |
| Services/Cost Allocation | 600,600 | 286,691 | 63,794 | 350,486 | 58.4% | 250,114 |
| Capital Outlays | - | 14,614 | - | 14,614 | 0.0% | (14,614) |
| Sub-Total Parks | 1,845,700 | 860,107 | 206,813 | 1,066,919 | 57.8% | 778,781 |
| Engineering | | | | | | |
| Salaries & Wages | 1,025,700 | 481,637 | 126,612 | 608,250 | 59.3% | 417,450 |
| Personnel Tax & Benefits | 437,100 | 197,469 | 48,191 | 245,660 | 56.2% | 191,440 |
| Supplies | 7,500 | 2,090 | 238 | 2,328 | 31.0% | 5,172 |
| Services/Cost Allocation | 343,400 | 116,632 | 27,910 | 144,543 | 42.1% | 198,857 |
| Sub-Total Engineering | 1,813,700 | 797,829 | 202,952 | 1,000,781 | 55.2% | 812,919 |
| Non-Departmental | | | | | | |
| Personnel Tax & Benefits | 52,000 | 21,528 | 12,813 | 34,341 | 66.0% | 17,660 |
| Supplies | 2,000 | 280 | - | 280 | 14.0% | 1,720 |
| Services/Cost Allocation | 540,600 | 254,381 | 81,236 | 335,618 | 62.1% | 204,982 |
| Legal Fees | 302,400 | 117,375 | 32,487 | 149,862 | 49.6% | 152,538 |
| Debt Service | 123,500 | 61,600 | - | 61,600 | 49.9% | 61,900 |
| Transfers to Other Funds | 1,440,000 | 511,974 | 210,000 | 721,974 | 50.1% | 718,026 |
| Sub-Total Non-Departmental | 2,460,500 | 967,139 | 336,536 | 1,303,675 | 53.0% | 1,156,825 |
| Total Expenditures | 19,947,900 | 9,097,797 | 2,855,777 | 11,953,574 | 59.9% | 7,994,326 |

GENERAL FUND

| | | | | | | |
|---|--------------|-----------|-----------|-----------|--|--|
| Budgeted Increase (Decrease) in Balance | (12,740,478) | | | | | |
| Increase (Decrease) in Fund Balance | | 1,742,522 | (543,834) | | | |
| 2021 Beginning Fund Balance | 4,393,916 | | | | | |
| Current Ending Fund Balance | | | | 5,592,604 | | |

City of Snohomish

Budget Vs. Actual - Revenues & Expenditures as of March 31, 2022

| Description | Budget 2021-2022 | Jan-Dec 2021 | Jan-Dec 2022 | Actual 2021-2022 | % of Budget | Under(Over) Budget |
|-------------------------|---------------------|------------------|-----------------|---------------------|----------------|-----------------------|
| STREET FUND | | | | | | |
| REVENUES | | | | | | |
| Taxes | 461,000 | 201,174 | 48,846 | 250,021 | 54.2% | 210,979 |
| Miscellaneous | 200 | 3,430 | 171 | 3,601 | 1800.7% | (3,401) |
| Transfer-In Other Funds | 1,680,000 | 840,000 | 210,000 | 1,050,000 | 62.5% | 630,000 |
| Total Revenues | 2,141,200 | 1,044,604 | 259,017 | 1,303,622 | 60.9% | 837,578 |

| | | | | | | |
|--|------------------|------------------|----------------|------------------|--------------|------------------|
| EXPENDITURES | | | | | | |
| Street Maintenance/Traffic-Ped Safety and Admin | | | | | | |
| Salaries & Wages | 616,700 | 303,588 | 81,408 | 384,996 | 62.4% | 231,704 |
| Personnel Tax & Benefits | 244,800 | 128,959 | 37,154 | 166,113 | 67.9% | 78,687 |
| Supplies | 263,600 | 75,112 | 17,970 | 93,083 | 35.3% | 170,517 |
| Services/Cost Allocation | 1,279,200 | 501,260 | 131,329 | 632,590 | 49.5% | 646,610 |
| Total Expenditures | 2,404,300 | 1,008,920 | 267,862 | 1,276,782 | 53.1% | 1,127,518 |

| | | |
|---|-----------|----------------|
| STREET FUND | | |
| Budgeted Increase (Decrease) in Fund Balance | (263,100) | |
| Increase (Decrease) in Fund Balance | | 35,685 (8,845) |
| 2021 Beginning Fund Balance | 605,804 | |
| Current Ending Fund Balance | | 632,644 |

City of Snohomish

Budget Vs. Actual - Revenues & Expenditures as of March 31, 2022

| Description | Budget 2021-2022 | Jan-Dec 2021 | Jan-Dec 2022 | Actual 2021-2022 | % of Budget | Under(Over) Budget |
|------------------------------|---------------------|------------------|-----------------|---------------------|----------------|-----------------------|
| SNOHOMISH RESCUE PLAN | | | | | | |
| REVENUES | | | | | | |
| ARPA Grant | 2,834,468 | 1,417,234 | - | 1,417,234 | 50.0% | 1,417,234 |
| Miscellaneous | - | 1,385 | 142 | 1,527 | 0.0% | (1,527) |
| Total Revenues | 2,834,468 | 1,418,619 | 142 | 1,418,761 | 50.1% | 1,415,707 |

| | | | | | | |
|------------------------------|------------------|--------------|------------------|---------------|-------------|------------------|
| EXPENDITURES | | | | | | |
| SNOHOMISH RESCUE PLAN | | | | | | |
| Salaries & Wages | 466,770 | - | 9,182 | 9,182 | 2.0% | 457,588 |
| Personnel Tax & Benefits | 56,850 | - | 3,456 | 3,456 | 6.1% | 53,394 |
| Supplies | 403,300 | - | 11,524 | 11,524 | 2.9% | 391,776 |
| Services/Cost Allocation | 450,788 | 2,200 | 12,623 | 14,823 | 3.3% | 435,965 |
| Capital Outlays | 150,000 | - | - | - | 0.0% | 150,000 |
| Total Expenditures | 1,527,708 | 2,200 | 36,784.56 | 38,985 | 2.6% | 1,338,723 |

STREET FUND

| | | | |
|---|------------------|------------------|-----------------|
| Budgeted Increase (Decrease) in Fund Balance | 1,306,760 | | |
| Increase (Decrease) in Fund Balance | | 1,416,419 | (36,643) |
| 2021 Beginning Fund Balance | - | | |
| Current Ending Fund Balance | | 1,379,776 | |

City of Snohomish

Budget Vs. Actual - Revenues & Expenditures as of March 31, 2022

| Description | Budget 2021-2022 | Jan-Dec 2021 | Jan-Dec 2022 | Actual 2021-2022 | % of Budget | Under(Over) Budget |
|---------------------------|---------------------|------------------|-----------------|---------------------|----------------|-----------------------|
| WATER FUND | | | | | | |
| REVENUES | | | | | | |
| License & Permits | 1,000 | 4,410 | 500 | 4,910 | 491.0% | (3,910) |
| Fees for Service | 5,400,000 | 2,862,178 | 677,098 | 3,539,275 | 65.5% | 1,860,725 |
| Grants-Miscellaneous | 105,000 | 54,186 | 5,135 | 59,322 | 56.5% | 45,678 |
| Connection/Capital Chg | 150,000 | 189,091 | 33,545 | 222,635 | 148.4% | (72,635) |
| Total Revenues | 5,656,000 | 3,109,864 | 716,278 | 3,826,142 | 67.6% | 1,829,858 |
| EXPENDITURES | | | | | | |
| Salaries & Wages | 770,000 | 399,546 | 105,120 | 504,665 | 65.5% | 265,335 |
| Personnel Tax & Benefits | 309,000 | 148,820 | 36,418 | 185,238 | 59.9% | 123,762 |
| Supplies | 2,100,300 | 831,734 | 199,544 | 1,031,278 | 49.1% | 1,069,022 |
| Services/Cost Allocation | 1,944,400 | 849,853 | 204,501 | 1,054,354 | 54.2% | 890,046 |
| Debt | 13,600 | 6,698 | - | 6,698 | 49.3% | 6,902 |
| Capital Outlays | 2,403,000 | 554,704 | 90,000 | 644,704 | 26.8% | 1,758,296 |
| Total Expenditures | 7,540,300 | 2,791,355 | 635,583 | 3,426,938 | 45.4% | 4,113,362 |

WATER FUND

Budgeted Increase (Decrease)

in Fund Balance (1,884,300)

Increase (Decrease) in Fund Balance

318,509

80,695

2021 Beginning Fund Balance 5,686,408

Current Ending Fund Balance

6,085,612

City of Snohomish

Budget Vs. Actual - Revenues & Expenditures as of March 31, 2022

| Description | Budget 2021-2022 | Jan-Dec 2021 | Jan-Dec 2022 | Actual 2021-2022 | % of Budget | Under(Over) Budget |
|------------------------|---------------------|------------------|------------------|---------------------|----------------|-----------------------|
| SEWER FUND | | | | | | |
| REVENUES | | | | | | |
| License & Permits | 3,000 | 3,050 | 800 | 3,850 | 128.3% | (850) |
| Fees for Service | 7,654,000 | 4,016,939 | 1,065,971 | 5,082,910 | 66.4% | 2,571,090 |
| Miscellaneous | 50,000 | 44,757 | 2,152 | 46,910 | 93.8% | 3,090 |
| Connection/Capital Chg | 300,000 | 451,699 | 75,720 | 527,419 | 175.8% | (227,419) |
| Total Revenues | 8,007,000 | 4,516,445 | 1,144,643 | 5,661,088 | 70.7% | 2,345,912 |

| | | | | | | |
|---------------------------|-------------------|------------------|----------------|------------------|--------------|-------------------|
| EXPENDITURES | | | | | | |
| Salaries & Wages | 932,900 | 485,820 | 107,515 | 593,335 | 63.6% | 339,565 |
| Personnel Tax & Benefits | 430,500 | 195,797 | 38,566 | 234,362 | 54.4% | 196,138 |
| Supplies | 651,600 | 229,028 | 71,720 | 300,748 | 46.2% | 350,852 |
| Services/Cost Allocation | 2,670,700 | 1,298,350 | 300,786 | 1,599,136 | 59.9% | 1,071,564 |
| Debt Principal | 1,430,800 | 715,403 | - | 715,403 | 50.0% | 715,397 |
| Interest | 49,400 | 19,356 | - | 19,356 | 39.2% | 30,044 |
| Capital Outlay | 7,159,400 | 230,755 | 183,645 | 414,400 | 5.8% | 6,745,000 |
| Transfers | 1,821,000 | 776,500 | 160,625 | 937,125 | 51.5% | 883,875 |
| Total Expenditures | 15,146,300 | 3,951,009 | 862,856 | 4,813,865 | 31.8% | 10,332,435 |

SEWER FUND

Budgeted Increase (Decrease)
in Fund Balance (7,139,300)

Increase (Decrease) in Fund Balance 565,436 281,787

2021 Beginning Fund Balance 10,162,719

Current Ending Fund Balance 11,009,942

City of Snohomish

Budget Vs. Actual - Revenues & Expenditures as of March 31, 2022

| Description | Budget 2021-2022 | Jan-Dec 2021 | Jan-Dec 2022 | Actual 2021-2022 | % of Budget | Under(Over) Budget |
|------------------------|---------------------|------------------|----------------|---------------------|----------------|-----------------------|
| STORMWATER FUND | | | | | | |
| REVENUES | | | | | | |
| Fees for Service | 2,800,000 | 1,450,811 | 398,356 | 1,849,167 | 66.0% | 950,833 |
| Miscellaneous | 14,000 | 3,193 | 1,042 | 4,235 | 30.3% | 9,765 |
| Transfer In | 2,005,000 | 1,002,500 | 250,625 | 1,253,125 | 62.5% | 751,875 |
| Total Revenues | 4,819,000 | 2,456,504 | 650,023 | 3,106,528 | 64.5% | 1,712,472 |

| | | | | | | |
|---------------------------|------------------|------------------|----------------|------------------|--------------|------------------|
| EXPENDITURES | | | | | | |
| Salaries & Wages | 350,700 | 180,636 | 49,273 | 229,909 | 65.6% | 120,791 |
| Personnel Tax & Benefits | 184,600 | 86,507 | 21,444 | 107,951 | 58.5% | 76,649 |
| Supplies | 55,400 | 1,718 | 2,329 | 4,047 | 7.3% | 51,353 |
| Services/Cost Allocation | 845,700 | 403,866 | 92,109 | 495,975 | 58.6% | 349,725 |
| Capital Outlay | 4,225,200 | 1,070,275 | 4,285 | 1,074,559 | 25.4% | 3,150,641 |
| Transfers | 268,000 | 134,000 | 33,500 | 167,500 | 62.5% | 100,500 |
| Total Expenditures | 5,929,600 | 1,877,003 | 202,939 | 2,079,942 | 35.1% | 3,849,658 |

| | | | | | | |
|--|--------------------|----------------|------------------|--|--|--|
| STORMWATER FUND | | | | | | |
| Increase (Decrease) in Fund Balance | (1,110,600) | | | | | |
| <i>Increase (Decrease) in Fund Balance</i> | | 579,502 | 447,084 | | | |
| <i>2021 Beginning Fund Balance</i> | 4,069,223 | | | | | |
| <i>Current Ending Fund Balance</i> | | | 5,095,808 | | | |

City of Snohomish

Budget Vs. Actual - Revenues & Expenditures as of March 31, 2022

| Description | Budget 2021-2022 | Jan-Dec 2021 | Jan-Dec 2022 | Actual 2021-2022 | % of Budget | Under(Over) Budget |
|------------------------------------|---------------------|-----------------|-----------------|---------------------|----------------|-----------------------|
| FLEET & FACILITIES FUND | | | | | | |
| REVENUES | | | | | | |
| Cost Allocation Charges | 1,965,500 | 890,359 | 245,738 | 1,136,097 | 57.8% | 829,404 |
| Miscellaneous | 5,000 | 793 | 76 | 869 | 17.4% | 4,131 |
| Total Revenues | 1,970,500 | 891,152 | 245,814 | 1,136,966 | 57.7% | 833,534 |

| | | | | | | |
|---------------------------|------------------|------------------|----------------|------------------|--------------|----------------|
| Salaries & Wages | 586,800 | 284,738 | 76,319 | 361,057 | 61.5% | 225,743 |
| Personnel Tax & Benefits | 222,000 | 107,821 | 27,031 | 134,851 | 60.7% | 87,149 |
| Supplies | 296,000 | 174,278 | 40,356 | 214,634 | 72.5% | 81,366 |
| Services/Cost Allocation | 895,000 | 523,870 | 132,284 | 656,154 | 73.3% | 238,846 |
| Total Expenditures | 1,999,800 | 1,090,706 | 275,989 | 1,366,696 | 68.3% | 633,104 |

FLEET & FACILITIES FUND

Budgeted Increase (Decrease)
in Fund Balance

(29,300)*Increase (Decrease) in Fund Balance***(199,555)****(30,176)**

2021 Beginning Fund Balance

715,431

Current Ending Fund Balance

485,701

City of Snohomish

Budget Vs. Actual - Revenues & Expenditures as of March 31, 2022

| Description | Budget 2021-2022 | Jan-Dec 2021 | Jan-Dec 2022 | Actual 2021-2022 | % of Budget | Under(Over) Budget |
|-----------------------------|---------------------|----------------|----------------|---------------------|----------------|-----------------------|
| INFORMATION SERVICES | | | | | | |
| REVENUES | | | | | | |
| Cost Allocation Charges | 1,191,800 | 613,923 | 148,975 | 762,898 | 64.0% | 428,902 |
| Miscellaneous | 5,000 | 936 | 89 | 1,026 | 20.5% | 3,974 |
| Total Revenues | 1,196,800 | 614,859 | 149,064 | 763,924 | 63.8% | 432,876 |
| EXPENDITURES | | | | | | |
| Salaries & Wages | 406,000 | 201,649 | 52,860 | 254,509 | 62.7% | 151,491 |
| Personnel Tax & Benefits | 181,700 | 85,030 | 20,322 | 105,352 | 58.0% | 76,348 |
| Supplies | 128,700 | 105,434 | 21,135 | 126,569 | 98.3% | 2,131 |
| Services/Cost Allocation | 261,000 | 95,221 | 22,693 | 117,914 | 45.2% | 143,086 |
| *Capital Project | 165,000 | 148,144 | 64,790 | 212,934 | 129.1% | (47,934) |
| Total Expenditures | 1,142,400 | 635,479 | 181,799 | 817,278 | 71.5% | 325,122 |

Information Services

**Budgeted Increase (Decrease)
in Fund Balance**

54,400

Increase (Decrease) in Fund Balance

(20,619) (32,735)

2021 Beginning Fund Balance 717,756

Current Ending Fund Balance 664,402

City of Snohomish
 Budget Vs. Actual - Revenues & Expenditures as of March 31, 2022

| Fund | Revenue | | | | Actual 2021-2022 | % of Budget | Remaining Balance |
|-------------------------------------|---------------------|-----------------|-----------------|----------------|---------------------|----------------|----------------------|
| | Budget 2021-2022 | Jan-Dec 2021 | Jan-Dec 2022 | % of Budget | | | |
| Non-Operating Funds Revenue | | | | | | | |
| 104 Park Impact Fee | 653,000 | 208,722 | 122 | 208,843 | 32.0% | 444,157 | |
| 107 Visitor Promotion | 20,200 | 18,943 | 4,816 | 23,759 | 117.6% | (3,559) | |
| 108 PBIA | 40,700 | 20,735 | 6,721 | 27,456 | 67.5% | 13,244 | |
| 125 Traffic Impact Fees | 305,000 | 87,707 | 14,575 | 102,282 | 33.5% | 202,718 | |
| 130 Transportation Benefit District | 2,038,200 | 1,251,343 | 320,273 | 1,571,616 | 77.1% | 466,584 | |
| 205 Debt Service | 123,500 | 61,646 | 12 | 61,658 | 49.9% | 61,842 | |
| 305 REET | 1,015,000 | 869,600 | 238,708 | 1,108,307 | 109.2% | (93,307) | |
| 310 Muni Capital Projects | 2,848,000 | 1,728,333 | 33,809 | 1,762,142 | 61.9% | 1,085,858 | |
| 311 Streets Capital Projects | 3,109,100 | 1,254,769 | 1,712 | 1,256,482 | 40.4% | 1,852,618 | |
| 403 Solid Waste | - | 185 | 53 | 238 | 0.0% | (238) | |
| 503 Unemployment Fund | 10,100 | 2 | 0 | 2 | 0.0% | 10,098 | |
| 505 Equipment Replacement | 241,700 | 119,768 | 29,956 | 149,724 | 61.9% | 91,976 | |

| Expenditure | Budget 2021-2022 | Jan-Dec 2021 | Jan-Dec 2022 | Actual 2021-2022 | % of Budget | Remaining Balance |
|-------------|---------------------|-----------------|-----------------|---------------------|----------------|----------------------|
| | | | | | | |
| 20,000 | - | - | - | 0.0% | 20,000 | |
| 50,000 | - | - | - | 0.0% | 50,000 | |
| - | - | - | - | 0.0% | - | |
| 2,305,600 | 1,148,578 | 15,500 | 1,164,078 | 50.5% | 1,141,522 | |
| 123,200 | 57,080 | - | 57,080 | 46.3% | 66,120 | |
| 1,386,000 | 693,000 | - | 693,000 | 50.0% | 693,000 | |
| 2,996,000 | 795,646 | 20,837 | 816,483 | 27.3% | 2,179,517 | |
| 3,122,000 | 1,237,411 | 90,169 | 1,327,580 | 42.5% | 1,794,420 | |
| - | - | - | - | 0.0% | - | |
| 10,000 | 3,912 | - | 3,912 | 39.1% | 6,088 | |
| 180,000 | 180,353 | - | 180,353 | 100.2% | (353) | |

OTHER OPERATING FUNDS

Investment Portfolio Summary & Cash and Investment Overview

| # | Agency/Issuer | Book Value | Yield to Maturity | Par Value | Market Value | Maturity Date | Coupon Rate |
|----|------------------------------------|-------------------|-------------------|-------------------|-------------------|---------------|-------------|
| 1 | Federal Farm Credit Bank | 498,533 | 2.95 | 500,000 | 506,279 | 12/21/2022 | 2.875% |
| 2 | US Treasury Note | 997,368 | 0.30 | 1,000,000 | 980,859 | 5/15/2023 | 0.125% |
| 3 | Federal Farm Credit Bank | 501,515 | 1.52 | 500,000 | 497,389 | 8/14/2023 | 1.600% |
| 4 | Federal Farm Credit Bank | 998,679 | 0.22 | 1,000,000 | 971,955 | 9/15/2023 | 0.160% |
| 5 | US Treasury Note | 996,937 | 0.25 | 1,000,000 | 964,492 | 12/15/2023 | 0.125% |
| 6 | Federal Home Loan Bank | 520,603 | 1.40 | 510,000 | 505,623 | 3/8/2024 | 1.875% |
| 7 | Federal Home Loan Bank | 998,513 | 0.40 | 1,000,000 | 959,566 | 6/28/2024 | 0.350% |
| 8 | Federal Home Loan Mortgage Corp | 527,835 | 0.41 | 527,000 | 505,557 | 7/22/2024 | 0.450% |
| 9 | Federal National Mortgage Ass. | 991,006 | 0.72 | 1,000,000 | 950,176 | 9/16/2024 | 0.400% |
| 10 | US Treasury Note | 1,035,919 | 0.44 | 1,000,000 | 974,180 | 11/30/2024 | 1.500% |
| 11 | Federal Farm Credit Bank | 1,997,248 | 0.60 | 2,000,000 | 1,886,016 | 3/21/2025 | 0.560% |
| 12 | US Treasury Note | 997,573 | 0.50 | 1,000,000 | 941,836 | 3/31/2025 | 0.500% |
| 13 | Federal Agricultural Mortgage Corp | 985,941 | 1.09 | 1,000,000 | 941,968 | 5/19/2025 | 0.675% |
| 14 | Federal Farm Credit Bank | 851,249 | 0.70 | 850,000 | 801,308 | 5/27/2025 | 0.730% |
| 15 | US Treasury Note | 983,575 | 0.65 | 1,000,000 | 926,328 | 8/31/2025 | 0.250% |
| 16 | Federal Farm Credit Bank | 499,726 | 0.60 | 500,000 | 460,521 | 2/17/2026 | 0.590% |
| 17 | Federal Farm Credit Bank | 1,000,000 | 0.90 | 1,000,000 | 935,908 | 6/15/2026 | 0.900% |
| 18 | Federal Home Loan Mortgage Corp | 615,241 | 0.53 | 635,000 | 563,439 | 9/15/2026 | 0.000% |
| 19 | US Treasury Strip | 848,699 | 0.51 | 875,000 | 782,030 | 11/15/2026 | 0.000% |
| 20 | Federal Farm Credit Bank | 500,000 | 0.64 | 500,000 | 458,202 | 1/5/2027 | 0.640% |
| 21 | Federal Farm Credit Bank | 500,979 | 1.82 | 500,000 | 483,803 | 2/25/2027 | 1.850% |
| | | <u>17,847,139</u> | <u>0.82</u> | <u>17,897,000</u> | <u>16,997,436</u> | | |

| Cash and Investments Overview | Balances as of March 31, 2022 |
|----------------------------------|----------------------------------|
| Pacific Premier Bank | 10,295,920 |
| US Bank VIP | 82,473 |
| Local Government Investment Pool | 6,594,796 |
| Snohomish County Investment Pool | 8,001,447 |
| Bond Investment | 17,847,139 |
| TOTAL | 42,821,775 |



The Finance Team

Financial Reports are available on the City's website or can be requested from the Finance Department. Website address:

<https://www.snohomishwa.gov/135/Budget-Finance>

Copies of the City's audited annual financial statements can be requested from the Finance Department:

E-mail: james@snohomishwa.gov

Contact Information:

- City of Snohomish
- 116 Union Avenue
- Snohomish, WA 98290
- 360.282.3197
- Scott James, Finance Director
- Diana, Senior Accountant
- Charleen, Payroll & Accounts Payable
- Angela, Utility Billing & Accounts Receivable
- Kari, Utility Clerk II

A Brief Look Forward

Snohomish Rescue Plan Adopted by City Council, October 2021

- This year the American Rescue Plan Act of 2021 (ARPA) was signed into law on March 11, 2021, which provides financial relief to address the continued impacts of COVID-19 on the economy, public health, state and local governments, individuals, and businesses
- The City of Snohomish has been allocated \$2,834,468 from ARPA, of which the first payment of \$1,417,234 was received on 6/25/21. The remaining amount will be received approximately one year later.

City Council adopted the Snohomish Rescue Plan to allocate the ARPA Funds as follows:

- \$720,000 to support local businesses
- \$240,000 for household support
- \$300,000 for nonprofits
- \$709,468 for city expenditures
- \$330,000 for public safety
- \$535,000 for city infrastructure

February 28, 2022—City Kicked Off the Utility Support and Rent Relief Grant Program

- As of May 6, 2022, the Program has received 14 Utility Support and Rent Relief Grant applications and \$5,215.83 has been awarded to applicants
- During March 2022, ARPA funded Parks Maintenance Worker was hired and is currently working to repair and maintain cleaner/safer parks, waterways, critical areas and the Historic Business District.