

**Parks Operating Fund (1451) Financial Plan**  
**2014-2019 Parks and Recreation Division Operating Fund**  
**Revised March 5, 2013**

Category	2013 Adopted	2013 Revised <sup>1</sup>	2014 Projected	2015 Projected	2016 Projected	2017 Projected	2018 Projected	2019 Projected
<b>Beginning Fund Balance</b>	<b>5,682,181</b>	<b>6,632,032</b>	<b>4,182,762</b>	<b>6,768,334</b>	<b>8,812,627</b>	<b>10,325,908</b>	<b>11,293,072</b>	<b>11,682,240</b>
<b>Revenues</b>								
* Levy Proceeds <sup>2</sup>	20,323,315	20,323,315	29,141,172	30,057,688	30,991,890	31,977,582	33,023,511	34,124,690
* Interest <sup>3</sup>	10,656	10,656	14,640	30,458	116,327	217,877	313,947	382,009
* Open Space, Trails and Zoo Levy Admin Fee <sup>4</sup>	167,213	167,213						
* Business Revenues <sup>5</sup>	5,041,587	5,041,587	5,192,835	5,348,620	5,509,078	5,674,351	5,844,581	6,019,919
* CIP <sup>6</sup>	3,355,595	3,355,595	2,606,542	2,721,230	2,840,964	2,965,966	3,096,469	3,232,714
* SW 98th St. Corridor Maintenance	60,000	60,000						
<b>Total Revenues</b>	<b>28,958,366</b>	<b>28,958,366</b>	<b>36,955,188</b>	<b>38,157,995</b>	<b>39,458,258</b>	<b>40,835,775</b>	<b>42,278,508</b>	<b>43,759,331</b>
<b>Expenditures</b>								
* Regional/Rural Expenditures <sup>7</sup>	(27,987,367)	(27,987,367)	(31,280,894)	(32,918,253)	(34,639,140)	(36,447,736)	(38,348,426)	(40,345,815)
* Urban Growth Area Expenditures <sup>7,8</sup>	(751,718)	(751,718)	(784,793)	(819,324)	(855,375)	(893,011)	(932,304)	(973,325)
* ABT Debt Service <sup>9</sup>			(120,000)	(120,000)	(120,000)	(120,000)	(120,000)	(120,000)
* CPG Program	(300,000)	(300,000)	(779,512)	(804,029)	(829,018)	(855,385)	(883,363)	(912,819)
* 4H Support <sup>10</sup>	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)
* CIP/Land Management Expenditures <sup>6,7</sup>	(3,355,595)	(3,355,595)	(2,606,542)	(2,721,230)	(2,840,964)	(2,965,966)	(3,096,469)	(3,232,714)
* SW 98th St. Corridor Maintenance	(60,000)	(60,000)						
<b>Total Expenditures</b>	<b>(32,554,680)</b>	<b>(32,554,680)</b>	<b>(35,671,742)</b>	<b>(37,482,836)</b>	<b>(39,384,497)</b>	<b>(41,382,098)</b>	<b>(43,480,562)</b>	<b>(45,684,672)</b>
Estimated Underexpenditures <sup>11</sup>	651,094	1,147,044	1,302,125	1,369,133	1,439,520	1,513,487	1,591,222	1,672,902
<b>Other Fund Transactions</b>								
* None			-	-	-	-	-	-
<b>Total Other Fund Transactions</b>			-	-	-	-	-	-
<b>Ending Fund Balance</b>	<b>2,736,961</b>	<b>4,182,762</b>	<b>6,768,334</b>	<b>8,812,627</b>	<b>10,325,908</b>	<b>11,293,072</b>	<b>11,682,240</b>	<b>11,429,801</b>
<b>Reserves</b>								
Cash Flow Reserves								
* Levy Stabilization Reserve <sup>12</sup>	(24,071)	(1,469,872)	(1,379,171)	(1,113,726)	(861,146)	(602,078)	(325,120)	(8,633)
* Rainy Day Reserve <sup>13</sup>	(2,712,890)	(2,712,890)	(5,389,163)	(7,698,901)	(9,464,762)	(10,690,994)	(11,357,120)	(11,421,168)
<b>Total Reserves</b>	<b>(2,736,961)</b>	<b>(4,182,762)</b>	<b>(6,768,334)</b>	<b>(8,812,627)</b>	<b>(10,325,908)</b>	<b>(11,293,072)</b>	<b>(11,682,240)</b>	<b>(11,429,801)</b>
Reserve Shortfall			-	-	-	-	-	-
<b>Ending Undesignated Fund Balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Financial Plan Notes:**

<sup>1</sup> 2013 Revised beginning fund balance reflects preliminary 2012 ending fund balance as of March 4, 2013.

<sup>2</sup> Transfer from Parks Levy Collection & Distribution Fund of funding for King County Parks Operations, and 4.1% of King County Parks CIP funding for stewardship of lands added through open space initiatives.

<sup>3</sup> Net Investment Income estimates based on August 2012 Office of Economic and Financial Analysis (OEFA) investment pool rate projections.

<sup>4</sup> Fee for administration and distribution of levy funds to King County cities and the Woodland Park Zoo. Amount of fee in 2014 and beyond to be determined.

<sup>5</sup> Business Revenues assume 3% annual growth as recommended by the 2012 Parks Levy Task Force.

<sup>6</sup> CIP Revenues include transfers from Parks CIP Funds 3160, 3490 and 3581 to support Capital & Land Management/Business Planning. Note: a portion of CIP/Land Management/Business Planning Expenditures is associated with UGA.

<sup>7</sup> Cost growth estimated at annual increase of 4.4% per Office of Performance, Strategy and Budget projections of labor and central rate costs.

<sup>8</sup> Urban Growth Area expenditures include direct costs only.

<sup>9</sup> Estimated debt service for the Accountable Business Transformation (ABT) Program; debt service begins in 2014 and runs for ten years.

<sup>10</sup> Support for the 4-H program via a pass-through to WSU Extension program.

<sup>11</sup> In 2013 Adopted, Estimated Underexpenditures equal 2% of Total Expenditures. Beginning with 2013 Revised, pass-through expenditures (4H Support) and fully-reimbursed expenditures (CIP/Land Management) are assumed to be fully expended. Estimated Underexpenditures of all other expenditures are set at 3.95%, the level necessary to reach three-months Rainy Day Reserve by the end of 2019.

<sup>12</sup> A typical levy fund builds fund balance in the first half of the levy, allowing the fund to draw down reserves in the second half.

<sup>13</sup> Rainy Day Reserve for the 2008-2013 levy equals one-month of budgeted expenditures. In compliance with Motion 13764, passed in November 2012, Rainy Day Reserve for the 2014-2019 levy will equal three-months of budgeted expenditures by the end of the levy.