

# FINANCIAL PLAN

CITY OF DES MOINES  
2010 Budget  
**Financial Plan**

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Financial Structure

Overview

The accounting and budgeting for City activities is organized on a fund basis. A fund is a fiscal and accounting entity with a self-balancing set of accounts. Each fund is balanced with total revenues and beginning fund balance equaling total expenditures and ending fund balance. The City uses the following fund types.

Governmental Fund Types

Governmental funds are accounted for on a “spending” or “financial flow” measurement focus. This means that only current assets and current liabilities are included on their balance sheets. The operating statements of governmental funds measure changes in financial position, rather than net income. Accordingly, the budgeted fund balances provide an indicator of available spendable resources.

**General Fund**

The *General Fund* of a government unit serves as the primary reporting vehicle for current government operations including Police, Culture and Recreation, Engineering, Community Development, and General Administration. The general fund, by definition, accounts for all current financial resources not required by law or administrative action to be accounted for in another fund.

**Special Revenue Funds**

The Special Revenue Funds account for proceeds of specific revenue sources that are legally restricted for specified purposes. The City’s special revenue funds budgeted and included in this document are:

*Street Fund*

*Revenue Stabilization Fund*

*Facility Repair and Replacement Fund*

*Police Drug Seizure Fund*

*Transportation Impact Fees Fund*

*Mt. Rainier Pool Contributors’ Fund*

*Hotel-Motel Tax Fund*

*Police Services Restoration Fund*

**Debt Service Funds**

The Debt Service Funds account for the accumulation of resources for payment of interest and principal on general long-term debt and special assessment debt. The City has three limited general obligation bond funds, a Local Improvement District (LID) Debt Service Fund and a Miscellaneous Debt Service Fund.

**CITY OF DES MOINES**  
**2010 Budget**  
**Financial Plan**

---

Financial Structure

**Capital Projects Funds**

The Capital Project Funds account for the financial resources expended for the acquisition, development, and construction of major capital facilities other than those financed by Enterprise Funds and Special Assessment Funds. The City's capital project funds are: 1) *Municipal Capital Improvements Fund*; and 2) *Transportation Capital Improvements Fund, 2008B*.

Proprietary Fund Types

Proprietary fund types are accounted for on a cost of services or "capital maintenance" measurement focus. Accordingly, all assets and liabilities are included on their balance sheets and the reported fund equity provides an indication of the economic net worth of the fund. Operating statements for proprietary fund types report increases and decreases in total economic net worth.

**Enterprise Funds**

Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises. Costs of providing services to the general public are recovered primarily through user charges. Enterprise Funds budgeted and included in this document are:

*Marina Revenue Fund*

*Marina Repair and Replacement Fund*

*Marina Depreciation and Improvement Fund*

*Marina Depreciation and Improvement Fund, 2008A*

*Surface Water Management Operations Fund*

*Surface Water Management Capital Fund*

**Internal Service Funds**

The Internal Service Funds account for financing goods or services provided by one department to other City departments or to other governments on a cost-reimbursement basis. Internal Service Funds budgeted and included in this document are:

*Equipment Rental Operations Fund*

*Equipment Rental Replacement Fund*

*Computer Equipment Operations Fund*

*Computer Equipment Capital Fund*

*Self-Insurance Fund*

*Unemployment Insurance Fund*

CITY OF DES MOINES  
2010 Budget  
**Financial Plan**

---

Financial Structure

Basis of Accounting

The modified accrual basis of accounting is used by all governmental fund types. Under the modified accrual basis of accounting, revenues are recorded as collected unless susceptible to accrual where the amounts are measurable and available within the current period to finance City operations. Significant revenues that are considered susceptible to accrual include sales taxes, utility franchise taxes, interest and certain state and federal grant entitlements. Licenses, permits, fines and forfeitures, charges for services, and miscellaneous revenue are recorded as revenues when received as cash. They are not generally measurable until actually received. Expenditures, other than debt service on long-term debt, are recorded when the liability is incurred.

The accrual basis of accounting is utilized by proprietary fund types. Under this basis of accounting, revenues are recognized when earned, and expenses are recorded as liabilities when incurred.

Basis of Budgeting

Budgets for *the General, Special Revenue, Debt Service and Capital Improvement Funds* are prepared and adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeting in the *Enterprise and Internal Service Funds* are not prepared and adopted on a basis in accordance with GAAP. Budgets are prepared on a basis in accordance with GAAP except for the following practices:

- 1) Bond principal payments are shown as an expense.
- 2) Capital improvements are shown as an expense.
- 3) Inventory purchases are shown as an expense.
- 4) Depreciation and amortization of deferred costs are not treated as expenses.
- 5) Bond proceeds and bond premium are shown as revenues.
- 6) Bond issuance costs are shown as an expense.
- 7) Bond interest expense for capital expenditures is not capitalized.

# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### General Governmental Revenues and Assumptions

Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Property Tax - Regular Levy</b>						
General Fund	\$ 2,651,914	\$ 2,736,711	\$ 2,763,500	<b>\$ 3,023,813</b>	\$ 260,313	9.4%
Street Fund	209,681	195,327	200,000	-	(200,000)	-100.0%
Police Services Restoration Fund	1,478,583	1,628,800	1,628,800	<b>1,554,854</b>	(73,946)	-4.5%
<b>Total Property Taxes</b>	<b>\$ 4,340,178</b>	<b>\$ 4,560,838</b>	<b>\$ 4,592,300</b>	<b>\$ 4,578,667</b>	<b>\$ (13,633)</b>	<b>-0.3%</b>

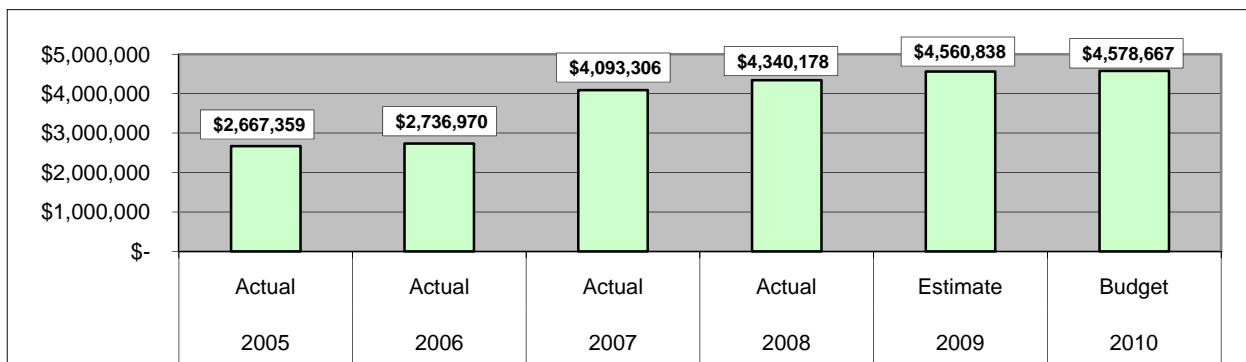
The City's regular property tax levy projection for 2010 slightly decreased by \$13,633 or 0.30% from 2009's adopted budget. Levy rate is based on 1% limit factor, per RCW 84.55.0101, 3% levy lid lift factor, local new construction based on the prior year levy rate, as well as on prior year refunds. For 2010, this levy decrease was estimated at \$19,986. The City's actual regular levy for 2010 per the King County Assessor totaled \$4,585,156 based on an assessed valuation of \$2,731,145,059. Accordingly, the regular levy rate is \$1.67884

The maximum statutory regular property tax levy for the City is \$1.60 per thousand dollars assessed valuation. For 2010, the City Council adopted a levy rate that included unused capacity of the Library District. At the May 16, 2006 Special Election, the voters, in accordance with Ordinance No. 1375, authorized a levy lid lift to the maximum allowable levy of \$1.60 annually for six consecutive years to provide funds to restore police department staffing to its previous years' level.

Property tax revenues generated by the lid lift are segregated in a Special Revenue Fund titled "Police Services Restoration" Fund (Fund 112).

#### Historical Property Taxes 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Property Tax Levy	\$ 2,667,359	\$ 2,736,970	\$ 4,093,306	\$ 4,340,178	\$ 4,560,838	\$ 4,578,667
Property Tax Rate	\$1.229	\$1.164	\$1.600	\$1.501	\$1.422	\$1.679



# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### General Governmental Revenues and Assumptions

Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Sales Taxes</b>						
General Fund - Recurring	\$ 1,633,564	\$ 1,448,838	\$ 1,442,140	<b>\$ 1,475,000</b>	\$ 32,860	2.3%
General Fund - One-Time	226,144	170,166	191,970	<b>402,990</b>	211,020	109.9%
<b>Total Sales Taxes</b>	<b>\$ 1,859,708</b>	<b>\$ 1,619,004</b>	<b>\$ 1,634,110</b>	<b>\$ 1,877,990</b>	<b>\$ 243,880</b>	<b>14.9%</b>

Sales tax revenues are dependent upon economic conditions of the local community and overall consumer confidence. Sales tax revenue estimate for 2010 of \$1,877,990 assumes an increase of 14.9% over 2009's budget of approximately \$1,634,110. One-Time sales taxes in 2010 relate to large construction activities, such as SCORE jail facility and Parkside Elementary, valued at \$5 million or greater.

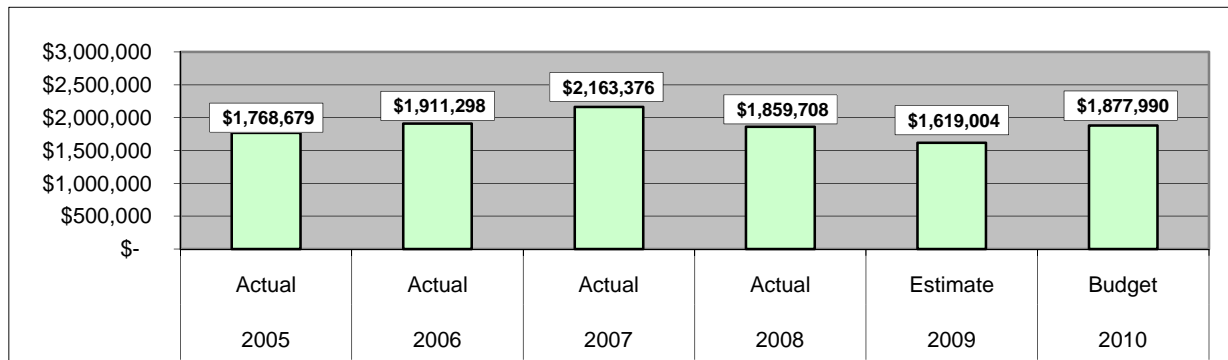
The City's maximum effective sales tax rate is equal to .85 percent, less a .01 percent administrative fee paid to the State of Washington Department of Revenue.

The sales tax rates assessed within the City total to 9.5%, effective April 1, 2009. Breakdown by government entity is as follows:

- 6.50% State of Washington
- 0.85% City of Des Moines
- 0.15% King County
- 0.10% Local Criminal Justice Assistance
- 0.90% METRO Transit
- 0.10% Chemical Dependency or Mental Health Treatment Services
- 0.45% Regional Transit Authority
- 9.50%

#### Historical Sales Taxes 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Sales Taxes	\$ 1,768,679	\$ 1,911,298	\$ 2,163,376	\$ 1,859,708	\$ 1,619,004	<b>\$ 1,877,990</b>



# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### General Governmental Revenues and Assumptions

Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Local Criminal Justice Sales Taxes</b>						
General Fund	\$ 692,115	\$ 579,859	\$ 581,000	\$ 580,000	\$ (1,000)	-0.2%
<b>Total Local Criminal Justice</b>	<b>\$ 692,115</b>	<b>\$ 579,859</b>	<b>\$ 581,000</b>	<b>\$ 580,000</b>	<b>\$ (1,000)</b>	<b>-0.2%</b>

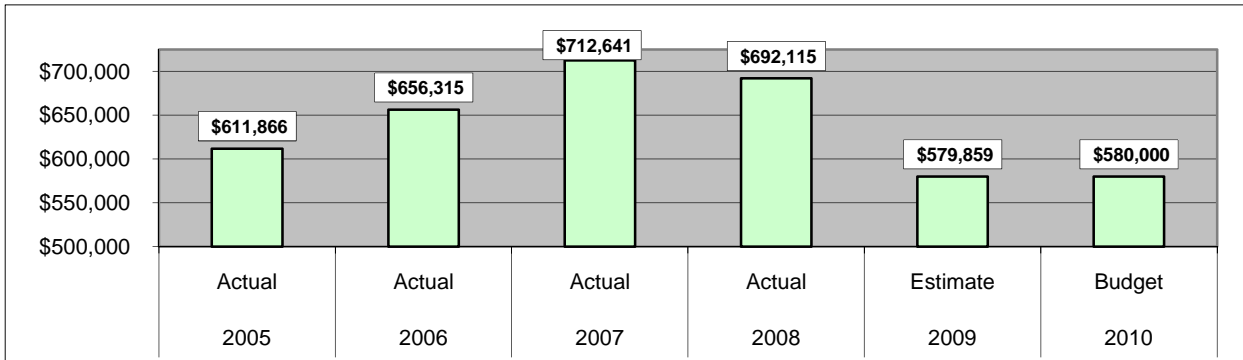
RCW 82.14.340 approved by voters in November 1990 provides for criminal justice sales taxes at a rate of tax equal to one tenth of a percent. These taxes must be used exclusively for criminal justice purposes and cannot be used to replace or supplant existing funding.

These taxes are collected by the state and distributed as follows: The county receives ten percent of the taxes with the remainder distributed to the county and the cities within the county ratably based on population for the prior April 1 population determined by the State Office of Financial Management.

The budget estimate for this revenue source assumes no significant change from the 2009 adopted level.

#### Historical Local Criminal Justice Sales Taxes 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Criminal Justice Sales Taxes	\$ 611,866	\$ 656,315	\$ 712,641	\$ 692,115	\$ 579,859	\$ 580,000



**CITY OF DES MOINES**  
**2010 Budget**  
**Financial Plan**

General Governmental Revenues and Assumptions

Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Business and Occupation Tax</b>						
General Fund	\$ 630,562	\$ 556,957	\$ 550,000	\$ 590,000	\$ 40,000	7.3%
<b>Total Business and Occupation Tax</b>	<b>\$ 630,562</b>	<b>\$ 556,957</b>	<b>\$ 550,000</b>	<b>\$ 590,000</b>	<b>\$ 40,000</b>	<b>7.3%</b>

Ordinance No. 1355, authorizing a Business and Occupation tax, was adopted by the City Council on December 2, 2004. RCW 35.21.710 authorizes Cities to levy and collect a tax not to exceed two-tenths of one percent (0.2%) on the gross income of persons doing business within the City.

The tax is imposed upon the gross proceeds of sales gross income of the business, and value of products, including by-products from all activities conducted within the City during any calendar year. The tax is not applied to businesses generating \$50,000 or less in gross receipts during a calendar year. The 2010 Budget estimate assumes an increase of \$40,000 from the 2009 Budget based on historical trends.

Historical Business and Occupation Taxes 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Business and Occupation Tax	\$ 539,432	\$ 608,598	\$ 720,962	\$ 630,562	\$ 556,957	\$ 590,000

General Governmental Revenues and Assumptions

Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '07-'08	% Chg '07-'08
<b>Parking Taxes</b>						
Street Fund	\$ 14,323	\$ 16,628	\$ 13,000	\$ 15,000	\$ 2,000	15.4%
<b>Total Parking Taxes</b>	<b>\$ 14,323</b>	<b>\$ 16,628</b>	<b>\$ 13,000</b>	<b>\$ 15,000</b>	<b>\$ 2,000</b>	<b>15.4%</b>

Ordinance No. 1353, authorizing a commercial parking tax, was adopted by the City Council on November 23, 2004.

Parking tax is imposed to businesses engaged in charging employees, patrons, residents, visitors, guests, or the general public a fee for parking for limited or unlimited periods. The levy rates are: 1) 25% of gross proceeds of the commercial parking fees for short stay metered parking; and 2) 10% of the gross proceeds of the commercial parking fees.

The parking tax revenues collected under Ordinance No. 1353 are earmarked for the City's transportation maintenance program.

The 2010 Budget estimate is derived from 2009 parking revenues generated at Redondo and the Marina.

Historical Parking Taxes 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Parking Taxes	\$ 13,136	\$ 12,445	\$ 12,902	\$ 14,323	\$ 16,628	\$ 15,000

# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### General Governmental Revenues and Assumptions

Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Franchise Fees</b>						
General Fund - Cable Television	\$ 358,899	\$ 364,000	\$ 385,500	\$ 370,300	\$ (15,200)	-3.9%
General Fund - Solid Waste Collector	372,861	341,400	380,800	345,100	(35,700)	-9.4%
<b>Total Franchise Fees</b>	<b>\$ 731,759</b>	<b>\$ 705,400</b>	<b>\$ 766,300</b>	<b>\$ 715,400</b>	<b>\$ (50,900)</b>	<b>-6.6%</b>

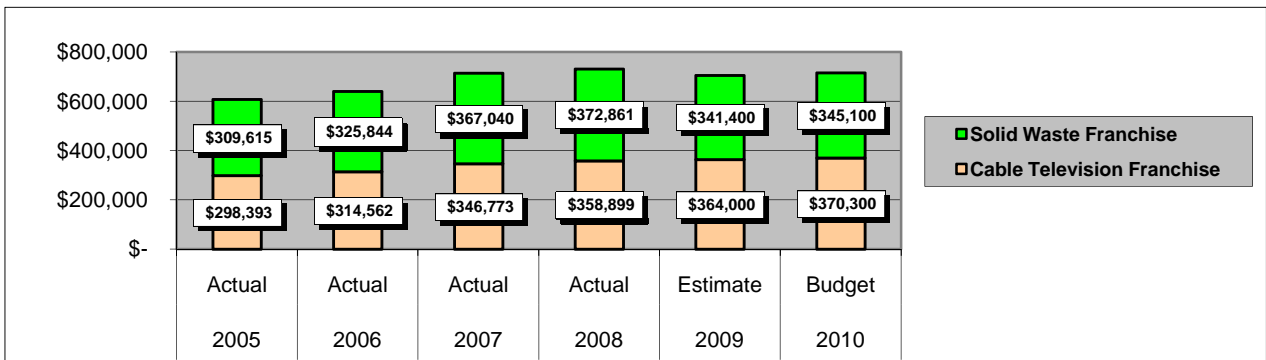
Franchise Fees are charges levied on private utilities to recoup city costs of administering the franchise and for the right to use city streets, alleys, and other public properties. The City has franchise agreements with the television cable operator and solid waste operator for the City. The City assesses a 5% fee on the gross revenues of the television cable operator and 12% on the gross revenues of the solid waste operator.

For 2010, revenue estimates for franchise fees on cable television services assume a 3.9% decrease over 2009's adopted level. Cable TV franchise revenue forecast assumes a 1.73% increase over 2009 projected revenue.

Solid waste franchise fees revenue estimates for 2010 project a 9.4% decrease over 2009's budget because commercial revenues, are significantly down.

#### Historical Franchise Fees 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Cable Television Franchise	\$ 298,393	\$ 314,562	\$ 346,773	\$ 358,899	\$ 364,000	\$ 370,300
Solid Waste Franchise	\$ 309,615	\$ 325,844	\$ 367,040	\$ 372,861	\$ 341,400	\$ 345,100



# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### General Governmental Revenues and Assumptions

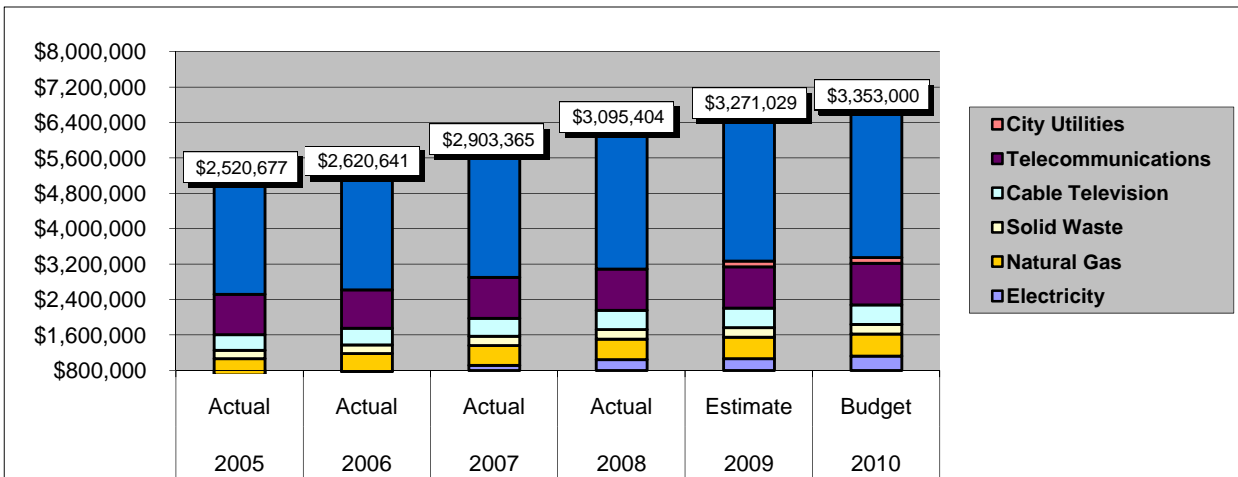
Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Utility Taxes</b>						
General Fund - Electricity	\$ 1,046,556	\$ 1,070,273	\$ 1,175,200	<b>\$ 1,128,800</b>	\$ (46,400)	-3.9%
General Fund - Natural Gas	463,618	484,901	507,500	<b>493,800</b>	(13,700)	-2.7%
General Fund - Solid Waste	218,996	216,515	224,300	<b>218,000</b>	(6,300)	-2.8%
General Fund - Cable Television	430,678	435,733	462,600	<b>441,300</b>	(21,300)	-4.6%
General Fund - Telecommunications	935,555	932,845	990,900	<b>939,100</b>	(51,800)	-5.2%
General Fund - City Utilities	-	130,762	124,400	<b>132,000</b>	7,600	6.1%
<b>Total Utility Taxes</b>	<b>\$ 3,095,404</b>	<b>\$ 3,271,029</b>	<b>\$ 3,484,900</b>	<b>\$ 3,353,000</b>	<b>\$ (131,900)</b>	<b>-3.8%</b>

The City's current utility tax rate is 6%. The utility taxes revenue estimates for 2010 assume a decrease by 3.8% over 2009's budget based on recent trends.

Ordinance No. 1441 was adopted by the City Council on November 13, 2008 imposing a 6% Surface Water Management (SWM) Utility tax per year chargeable monthly, against and upon the gross surface water management utility rates as assessed by the SWM utility of the City. In 2010, the anticipated storm drainage fees to be collected is \$2.2 M and therefore the estimated utility tax is \$132,000.

#### Historical Utility Taxes 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Electricity	\$ 706,082	\$ 780,786	\$ 913,902	\$ 1,046,556	\$ 1,070,273	<b>\$ 1,128,800</b>
Natural Gas	364,486	400,937	451,937	463,618	484,901	<b>493,800</b>
Solid Waste	184,440	195,110	212,068	218,996	216,515	<b>218,000</b>
Cable Television	358,071	378,521	403,420	430,678	435,733	<b>441,300</b>
Telecommunications	907,598	865,287	922,038	935,555	932,845	<b>939,100</b>
City Utilities	-	-	-	-	130,762	<b>132,000</b>
	<b>\$ 2,520,677</b>	<b>\$ 2,620,641</b>	<b>\$ 2,903,365</b>	<b>\$ 3,095,404</b>	<b>\$ 3,271,029</b>	<b>\$ 3,353,000</b>



# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### General Governmental Revenues and Assumptions

Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Real Estate Excise Taxes (REET)</b>						
Municipal Capital Improvements Fund	\$ 699,955	\$ 520,000	\$ 530,000	\$ 540,000	\$ 10,000	1.9%
<b>Total REET</b>	<b>\$ 699,955</b>	<b>\$ 520,000</b>	<b>\$ 530,000</b>	<b>\$ 540,000</b>	<b>\$ 10,000</b>	<b>1.9%</b>

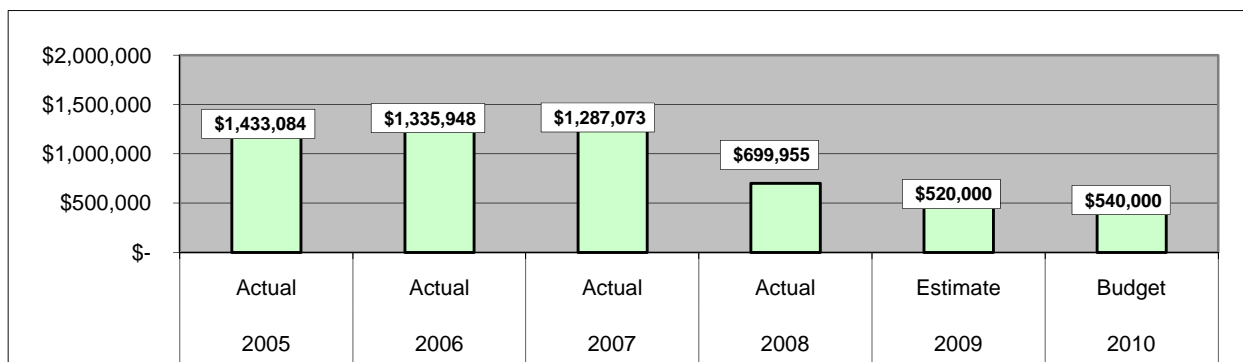
The State Real Estate Excise tax of 1.28% is levied on all sales of real estate, measured by the full selling price including the amount of any liens, mortgages, and other debts given to secure the purchase. A locally-imposed tax of one quarter percent is also authorized and Cities that are planning under the Growth Management Act (GMA) have the authority to levy a second quarter percent tax. The City levies both the first 1/4% and second 1/4% (optional) REET. The first quarter percent of REET receipts must be used solely to fund capital projects that are listed in the capital facilities plan element of their comprehensive plan. Specifically, the capital expenditures must be used for planning, acquisition, construction, reconstruction, repair, replacement, rehabilitation, or improvement of streets, roads, highways, sidewalks, street and road lighting systems, traffic signals, bridges, domestic water systems, storm and sanitary sewer systems, parks, recreational facilities, law enforcement facilities, fire protection facilities, trails, libraries, administrative and judicial facilities.

The second quarter percent REET receipts follows the above except for excluding acquisition of parks and the planning, acquisition, construction, reconstruction, repair, replacement, rehabilitation, or improvement of recreational facilities, law enforcement facilities, fire protection facilities, trails, libraries, administrative and judicial facilities.

The revenue estimate for 2010 increased by \$10,000 or 1.9% over the 2009 adopted level. The expectation is that sales of residential and commercial properties in 2010 will be the same as in 2009.

#### Historical Real Estate Excise Taxes 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Real Estate Excise Taxes	\$ 1,433,084	\$ 1,335,948	\$ 1,287,073	\$ 699,955	\$ 520,000	\$ 540,000



# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### General Governmental Revenues and Assumptions

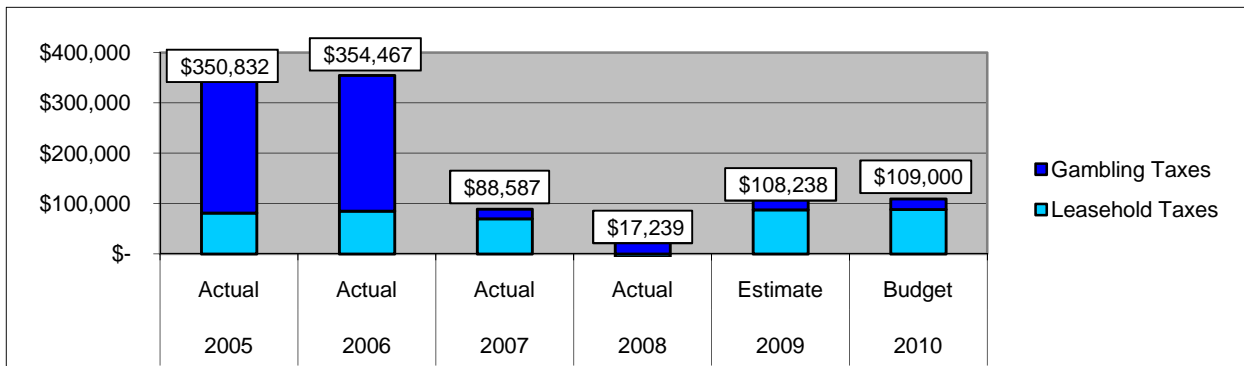
Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Other Taxes</b>						
General Fund - Leasehold Taxes	\$ (6,499)	\$ 87,357	\$ 88,000	\$ 88,000	\$ -	0.0%
General Fund - Gambling Taxes	23,738	20,881	21,500	21,000	(500)	-2.3%
<b>Total Other Taxes</b>	<b>\$ 17,239</b>	<b>\$ 108,238</b>	<b>\$ 109,500</b>	<b>\$ 109,000</b>	<b>\$ (500)</b>	<b>-0.5%</b>

Leasehold taxes are assessed against rentals of publicly owned real or personal property within the City. A rate of 12.84% is assessed against taxable rentals and remitted to the State of Washington Department of Revenue. The City receives 4% from the State on a quarterly basis.

Gambling taxes are levied against individuals and establishments licensed by the Washington State Gambling Commission who conduct or operate the following: (1) social card games within a fraternal or non-profit organization, (2) public cardrooms, and (3) punchboards and pulltabs. Social card games within a fraternal or non-profit organization are assessed a tax of \$1.00 per member up to a maximum of \$100 per organization. Public cardrooms are assessed a tax of \$250 per table. The gross receipts from punchboards and pulltabs are assessed a tax of five percent.

#### Historical Other Taxes 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Leasehold Taxes	\$ 81,159	\$ 84,794	\$ 69,896	\$ (6,499)	\$ 87,357	\$ 88,000
Gambling Taxes	269,673	269,673	18,691	23,738	20,881	21,000
	<b>\$ 350,832</b>	<b>\$ 354,467</b>	<b>\$ 88,587</b>	<b>\$ 17,239</b>	<b>\$ 108,238</b>	<b>\$ 109,000</b>



# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### General Governmental Revenues and Assumptions

Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Licenses and Permits</b>						
General Fund - Business License Fee	\$ 130,428	\$ 105,021	\$ 135,000	\$ 110,000	\$ (25,000)	-18.5%
General Fund - Crime-Free Endorsement	255,060	245,282	245,330	-	(245,330)	-100.0%
General Fund - Permits Recurring	517,682	499,119	499,280	435,830	(63,450)	-12.7%
General Fund - Permits One-Time	355,505	654,602		-	-	N/A
General Fund - Other Licenses & Permits	113,196	86,171	87,062	77,125	(9,937)	-11.4%
<b>Total Licenses and Permits</b>	<b>\$ 1,371,871</b>	<b>\$ 1,590,195</b>	<b>\$ 966,672</b>	<b>\$ 622,955</b>	<b>\$ (343,717)</b>	<b>-35.6%</b>
<b>General Fund-Crime-Free Refunds</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (29,405)</b>	<b>\$ (29,405)</b>	<b>N/A</b>

Licenses and permits revenue include the following: amusement devices, business license fee, crime-free housing endorsement fee, building permits, fire district permits, plumbing permits, mechanical permits, electrical permits, animal licenses, gun permits, land clearing permits, house moving permits, and street and curb permits.

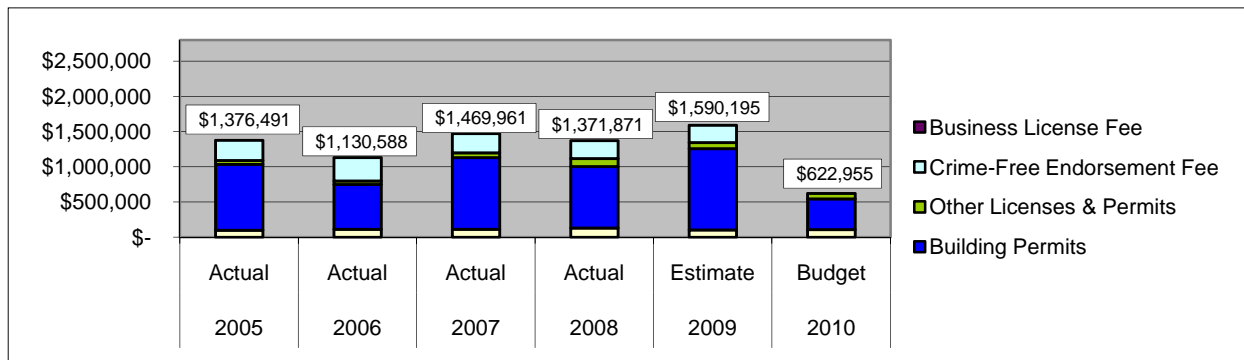
The Crime-free Housing Endorsement fee was enacted by the City Council for 2005 with Ordinance No. 1351, which was adopted on November 11, 2004. The Ordinance relates to the licensing of rental housing in the City, providing for a fee based on actual costs per rental unit to fund a crime abatement program that improves the quality of life for residents of rental housing.

Permits are projected to decline by 56.2% from the 2009 adopted budget because there are no large-scale projects anticipated in 2010 which resulted in decrease in revenues derive from construction-related permit fees.

The Crime-free Housing Endorsement fee was eliminated in 2010. An appropriation of \$29,405 represents refunds to landlords resulting from prior year's actual costs compared to estimates.

#### Historical Licenses and Permits 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Business License Fee	\$ 96,843	\$ 110,648	\$ 111,709	\$ 130,428	\$ 105,021	\$ 110,000
Crime-Free Endorsement Fee	284,600	332,200	272,150	255,060	245,282	-
Building Permits	937,956	637,576	1,018,512	873,187	1,153,721	435,830
Other Licenses & Permits	57,092	50,164	67,590	113,196	86,171	77,125
<b>Total Licenses and Permits</b>	<b>\$ 1,376,491</b>	<b>\$ 1,130,588</b>	<b>\$ 1,469,961</b>	<b>\$ 1,371,871</b>	<b>\$ 1,590,195</b>	<b>\$ 622,955</b>



**CITY OF DES MOINES**  
**2010 Budget**  
**Financial Plan**

General Governmental Revenues and Assumptions

Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b><i>Intergovernmental Revenues</i></b>						
General Fund - Comm Dev Block Grant	\$ 26,503	\$ 23,750	\$ 23,750	\$ 23,750	\$ -	0.0%
General Fund - Federal Grants	12,893	20,365	20,365	3,000	(17,365)	-85.3%
General Fund - State Grants	56,652	93,146	90,681	119,890	29,209	32.2%
General Fund - State Local Assistance	69,606	39,736	42,500	93,900	51,400	120.9%
General Fund - SSt Mitigation Payments	-	12,917	13,000	15,000	2,000	15.4%
Street Fund - Street Fuel Tax	666,050	631,389	633,100	662,400	29,300	4.6%
General Fund - MVET/Criminal Justice	29,141	30,134	29,470	30,725	1,255	4.3%
General Fund - State DUI	5,256	5,101	4,500	5,000	500	11.1%
General Fund - Liquor Excise Tax	140,017	143,936	147,000	139,900	(7,100)	-4.8%
General Fund - Liquor Board Profits	196,611	205,739	214,400	240,900	26,500	12.4%
General Fund - Local Grants	29,695	62,606	52,826	59,000	6,174	11.7%
General Fund - State Criminal Justice	109,481	124,725	116,100	122,300	6,200	5.3%
General Fund - Bureau of ATF	13,867	-	-	-	-	N/A
General Fund - Highline School District	95,353	99,709	99,571	104,147	4,576	4.6%
General Fund - Normandy Park	72,745	69,838	67,388	77,728	10,340	15.3%
General Fund - Other Grants	24,477	253,380	249,221	-	(249,221)	-100.0%
Street Fund - Trans Benefit District	-	142,700	142,700	460,000	317,300	222.4%
General Fund - JAG (Gang)	-	-	-	34,592	34,592	N/A
General Fund - COPS Grant	-	-	-	168,252	168,252	N/A
<b>Total Intergovernmental</b>	<b>\$ 1,548,349</b>	<b>\$ 1,959,171</b>	<b>\$ 1,946,572</b>	<b>\$ 2,360,484</b>	<b>\$ 413,912</b>	<b>21.3%</b>

The Community Development Block Grant allocations is for the City's Minor Home Repair Program, which subsidizes repairs and maintenance for qualified homeowners.

Per RCW 82.14.330, cities receive a per capita distribution from the State's General Fund for criminal justice purposes. This funding replaced the motor vehicle excise tax that was repealed. The 2010 per capita allocation is estimated at \$0.24, or \$7,025. The balance of \$23,700 represents funds received through the Office of Community Development for implementing innovative law enforcement programs such as domestic violence or child abuse prevention programs.

The state local assistance represents ESSB 6050, which provides ongoing assistance to low tax base cities and counties and is funded by 1.6 percent of the state real estate excise tax. The distribution mechanism is based on a formula that looks at per capita sales tax revenues, property tax assessed values, and 2005 MVET backfill funding.

The street fuel tax is distributed by the state based on population. These fuel taxes are designated for city street purposes. The 2010 per capita allocation is estimated at \$22.63. The gasoline and diesel tax is a flat amount per gallon rather than a percentage of the price at the pump.

Liquor excise taxes and liquor board profits are both distributed on a per capita basis. The liquor excise tax is a percentage tax on the price of a bottle. Two percent of the amount must be spent on substance abuse treatment programs. The 2010 per capita allocation is estimated at \$4.90. Liquor control board profits represent the distribution of license and permit fees, penalties, forfeitures, and other income received by the state Liquor Control Board. The 2010 per capital allocation is estimated at \$8.23.

The remaining intergovernmental revenues consist of reimbursement from the state Criminal Justice Commission for funding of one training officer, funding from the Highline School District to support a School Resource Officer at Mt. Rainier High School, and local assistance from the City of Normandy Park for Municipal Court services and Senior Center operations.

In 2008, the City Council adopted Ordinance 1447 establishing a Transportation Benefit District as authorized by RCW 35.21.225. The Transportation Benefit District imposed a \$20.00 vehicle license fee upon all registered vehicles located within the City limits. The revenues are designated for the preservation and maintenance of the City's transportation infrastructure.

In 2009, the City entered into an interagency agreement with the City of Seattle to participate in a gang intervention and prevention grant funded by Recovery Act Funds. For 2010, the grant award provides funds for six months to fund salaries and benefits of a Community Service Officer.

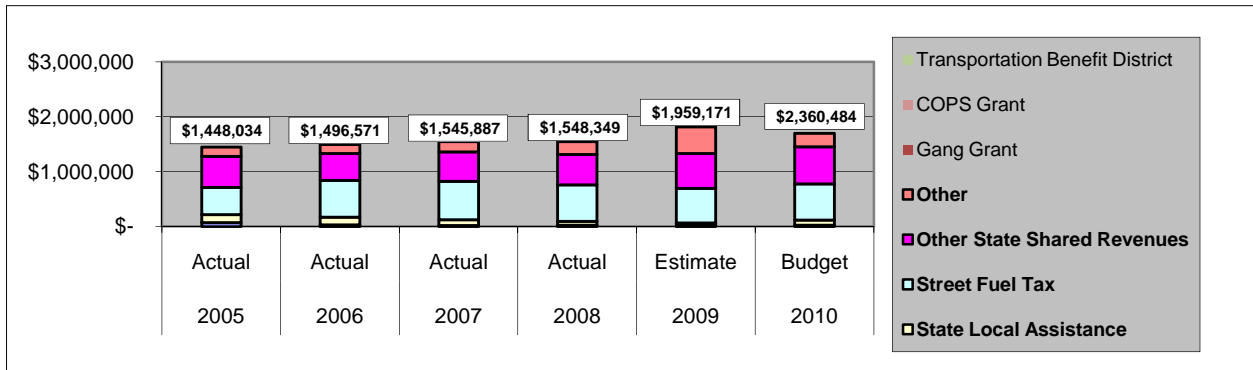
# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### Historical Intergovernmental Revenues 2005 - 2010

	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Actual</b>	<b>Estimate</b>	<b>Budget</b>
Comm Dev Block Grant	\$ 70,568	\$ 28,573	\$ 16,721	\$ 26,503	\$ 23,750	\$ 23,750
State Local Assistance	147,252	139,689	105,553	69,606	39,736	93,900
Street Fuel Tax	494,939	673,093	703,168	666,050	631,389	662,400
Gang Grant	0	0	0	0	0	34,592
COPS Grant	0	0	0	0	0	168,252
Transportation Benefit District	0	0	0	0	142,700	460,000
Other State Shared Revenues	563,656	492,625	534,486	550,053	636,063	676,715
Other	171,619	162,591	185,959	236,138	485,533	240,875
	<b>\$ 1,448,034</b>	<b>\$ 1,496,571</b>	<b>\$ 1,545,887</b>	<b>\$ 1,548,349</b>	<b>\$ 1,959,171</b>	<b>\$ 2,360,484</b>



# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### General Governmental Revenues and Assumptions

Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Charges for Services</b>						
General Government	\$ 40,372	\$ 30,493	\$ 29,800	<b>\$ 27,100</b>	\$ (2,700)	-9.1%
Physical Environment	246,015	375,616	338,050	<b>234,332</b>	(103,718)	-30.7%
Economic Environment	705,234	1,181,148	1,077,291	<b>392,380</b>	(684,911)	-63.6%
Arts Commission	4,551	3,408	3,600	<b>4,500</b>	900	25.0%
Parks Recreation Programs	552,713	650,840	794,750	<b>744,750</b>	(50,000)	-6.3%
Senior Services Programs	282,324	73,406	79,625	<b>70,020</b>	(9,605)	-12.1%
<b>Total Charges for Services</b>	<b>\$ 1,831,210</b>	<b>\$ 2,314,911</b>	<b>\$ 2,323,116</b>	<b>\$ 1,473,082</b>	<b>\$ (850,034)</b>	<b>-36.6%</b>

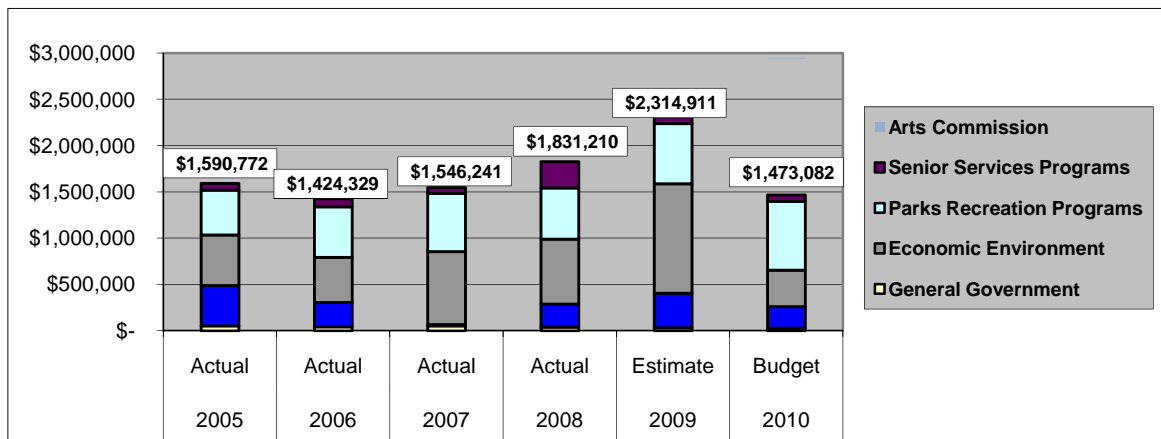
General Government charges for services include fees for court filings, sale of maps and publications, photocopies, accident reports, fingerprinting, and passport fees.

Physical environment charges for services include fees for engineering inspections, right-of-way permits, and engineering plan review.

Economic environment charges for services include subdivision fees, zoning fees, and plan check fees.

#### Historical Charges for Services 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
General Government	\$ 52,577	\$ 43,741	\$ 53,708	\$ 40,372	\$ 30,493	\$ 27,100
Physical Environment	435,562	260,386	12,839	246,015	375,616	234,332
Economic Environment	548,327	488,434	788,639	705,234	1,181,148	392,380
Arts Commission	-	-	-	4,551	3,408	4,500
Parks Recreation Programs	484,483	548,217	630,654	552,713	650,840	744,750
Senior Services Programs	69,823	83,551	60,400	282,324	73,406	70,020
	<b>\$ 1,590,772</b>	<b>\$ 1,424,329</b>	<b>\$ 1,546,241</b>	<b>\$ 1,831,210</b>	<b>\$ 2,314,911</b>	<b>\$ 1,473,082</b>



# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### General Governmental Revenues and Assumptions

Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Fines &amp; Forfeits</b>						
Security of Persons & Property *	\$ 269,062	\$ 284,043	\$ 246,600	\$ 292,250	\$ 45,650	18.5%
Fines & Forfeits	313,941	318,704	314,500	300,000	(14,500)	-4.6%
<b>Total Fines and Forfeits</b>	<b>\$ 583,003</b>	<b>\$ 602,747</b>	<b>\$ 561,100</b>	<b>\$ 592,250</b>	<b>\$ 31,150</b>	<b>5.6%</b>

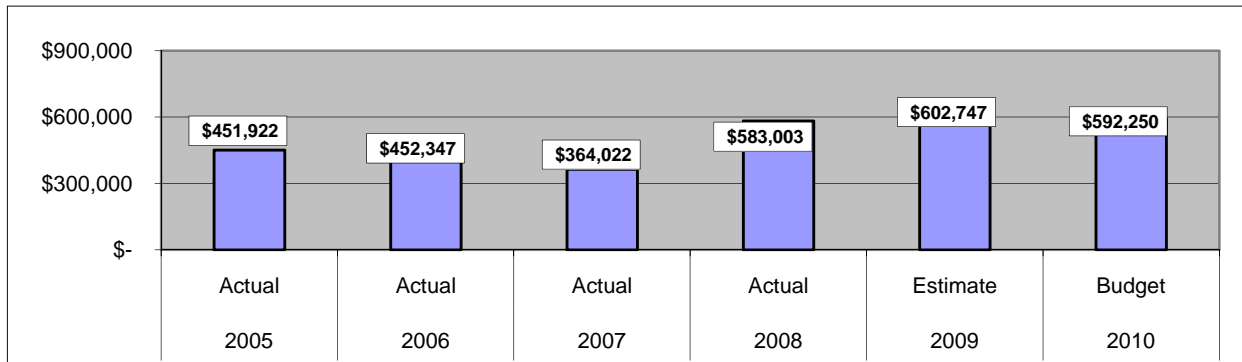
\* Charges for Services budgeted as Fines & Forfeits.

Fines & Forfeits are primarily revenues derived from the Municipal Court.

Security of Persons & Property include fees for law enforcement services such as record check fees, adult probation services, prisoner room and board, and booking fees. The City Council adopted Ordinance No. 1360 on March 24, 2005 - imposing a false alarm registration fee of \$25.00. The false alarm fees are included in this revenue category.

#### Historical Fines and Forfeits 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Fines & Forfeits	\$ 451,922	\$ 452,347	\$ 364,022	\$ 583,003	\$ 602,747	\$ 592,250



**CITY OF DES MOINES**  
**2010 Budget**  
**Financial Plan**

General Governmental Revenues and Assumptions

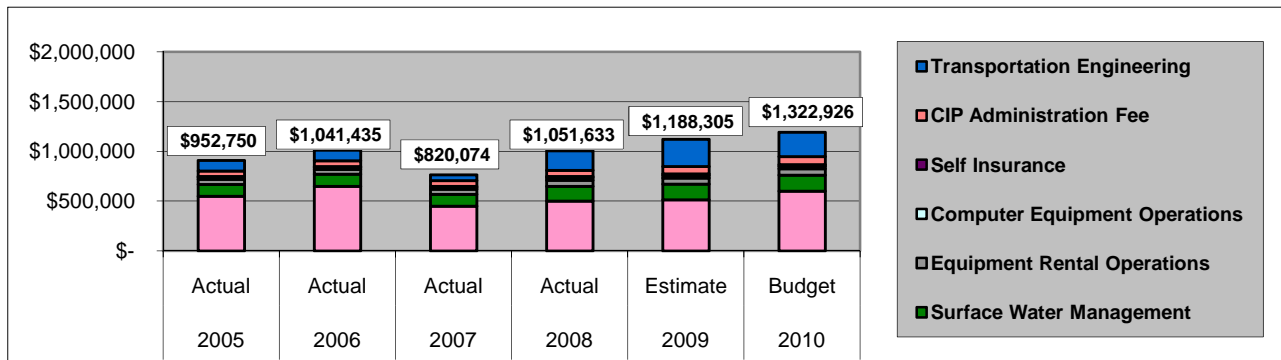
Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Interfund Revenues</b>						
Marina	\$ 500,000	\$ 515,000	\$ 515,000	\$ 600,000	\$ 85,000	16.5%
Surface Water Management	150,000	156,000	156,000	161,000	5,000	3.2%
Equipment Rental Operations	60,000	62,000	62,000	64,000	2,000	3.2%
Computer Equipment Operations	25,000	27,000	27,000	28,000	1,000	3.7%
Self Insurance	15,000	15,000	15,000	15,000	-	0.0%
CIP Administration Fee	61,289	73,600	73,600	80,000	6,400	8.7%
CIP Project Manager	46,664	67,717	77,900	86,950	9,050	11.6%
Transportation Engineering	193,681	271,988	306,040	245,190	(60,850)	-19.9%
Parks & Rec Project Manager	-	-	-	10,000	10,000	N/A
Transportation CIP Admin Support	-	-	-	32,786	32,786	N/A
<b>Total Interfund Revenues</b>	<b>\$ 1,051,633</b>	<b>\$ 1,188,305</b>	<b>\$ 1,232,540</b>	<b>\$ 1,322,926</b>	<b>\$ 90,386</b>	<b>7.3%</b>

Interfund revenues are primarily reimbursements from proprietary funds for general governmental services, including administration services, such as accounting, personnel services, and legal services. In addition, reimbursements for work performed by general governmental staff for capital improvement projects is included in this revenue source.

The revenue estimate for 2010 assumes a 3.9% increase, or \$47,600 over 2009's adopted budget.

Historical Interfund Revenues 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Marina	\$ 550,000	\$ 650,000	\$ 450,000	\$ 500,000	\$ 515,000	\$ 600,000
Surface Water Management	120,000	120,000	120,000	150,000	156,000	161,000
Equipment Rental Operations	50,000	50,000	50,000	60,000	62,000	64,000
Computer Equipment Operations	18,000	18,000	18,000	25,000	27,000	28,000
Self Insurance	12,000	12,000	12,000	15,000	15,000	15,000
CIP Administration Fee	54,000	56,000	58,000	61,289	73,600	80,000
CIP Project Manager	41,800	30,273	53,579	46,664	67,717	86,950
Transportation Engineering	106,950	105,162	58,495	193,681	271,988	245,190
Parks & Rec Project Manager	-	-	-	-	-	10,000
Transportation CIP Admin Support	-	-	-	-	-	32,786
	<b>\$ 952,750</b>	<b>\$ 1,041,435</b>	<b>\$ 820,074</b>	<b>\$ 1,051,633</b>	<b>\$ 1,188,305</b>	<b>\$ 1,322,926</b>



# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### General Governmental Revenues and Assumptions

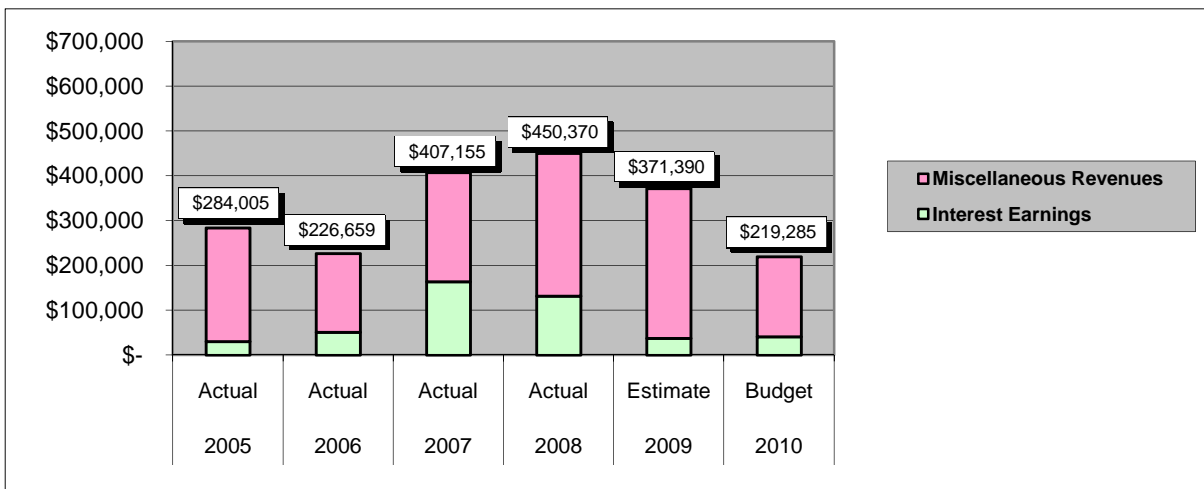
Revenue Source	2008 Actual	2009 Estimate	2009 Budget	2010 Budget	\$ Chg '09-'10	% Chg '09-'10
<b>Miscellaneous Revenues</b>						
Interest Earnings	\$ 131,358	\$ 37,476	\$ 47,000	\$ 41,000	\$ (6,000)	-12.8%
Other Miscellaneous Revenues	319,011	333,914	173,156	178,285	5,129	3.0%
<b>Total Miscellaneous Revenues</b>	<b>\$ 450,370</b>	<b>\$ 371,390</b>	<b>\$ 220,156</b>	<b>\$ 219,285</b>	<b>\$ (871)</b>	<b>-0.4%</b>

The major components of this revenue source are investment interest, parks facilities rentals, and contributions and donations.

The continued decline in interest rates is the result of 12.8% decrease or (\$6,000) in interest earnings.

#### Historical Miscellaneous Revenues 2005 - 2010

	2005 Actual	2006 Actual	2007 Actual	2008 Actual	2009 Estimate	2010 Budget
Interest Earnings	\$ 30,483	\$ 50,739	\$ 163,462	\$ 131,358	\$ 37,476	\$ 41,000
Miscellaneous Revenues	253,522	175,920	243,693	319,011	333,914	178,285
	<b>\$ 284,005</b>	<b>\$ 226,659</b>	<b>\$ 407,155</b>	<b>\$ 450,370</b>	<b>\$ 371,390</b>	<b>\$ 219,285</b>



**CITY OF DES MOINES**  
**2010 Budget**  
**Financial Plan**

General Governmental Funds Five-Year Financial Forecast

Description	2008 Actual	2009 Estimated	% Chg 08-09	2010 Budget	2011 Forecast	% Chg 10-11
<b>General &amp; Street Funds:</b>						
<b>Revenues:</b>						
Property Taxes - Regular Levy	\$ 2,861,595	\$ 2,932,038	2.5%	\$ 3,023,813	\$ 2,744,000	-9.3%
Retail Sales Taxes	1,633,564	1,448,838	-11.3%	1,475,000	1,489,750	1.0%
Retail Sales Taxes - One Time	226,144	170,166	-24.8%	402,990	125,480	-68.9%
Retail Sales Taxes/Local Criminal Justice	692,115	579,859	-16.2%	580,000	585,800	1.0%
Business & Occupation Taxes	630,562	556,957	-11.7%	590,000	600,000	1.7%
Franchise Fees	731,760	705,400	-3.6%	715,400	728,000	1.8%
Parking Taxes	14,323	16,628	16.1%	15,000	15,000	0.0%
Utility Taxes	3,095,403	3,271,029	5.7%	3,353,000	3,412,600	1.8%
Leasehold Taxes	(6,499)	87,357	-1444.2%	88,000	88,000	0.0%
Gambling Taxes	23,738	20,881	-12.0%	21,000	21,000	0.0%
Crime-Fee Housing Endorsement Fees	255,060	245,282	-3.8%	(29,405)	-	-100.0%
Business Licenses and Permits	130,428	105,021	-19.5%	110,000	110,000	0.0%
Building Permits	536,632	499,119	-7.0%	435,830	500,000	14.7%
Building Permits - One Time	355,505	654,602	84.1%	-	-	N/A
Other Licenses and Permits	94,246	86,171	-8.6%	77,125	83,361	8.1%
Other Licenses and Permits - One Time	67,087	38,264	-43.0%	-	-	N/A
Federal Shared Revenues	39,852	116,025	191.1%	195,002	200,050	2.6%
State Shared Revenues	427,223	490,973	14.9%	551,415	504,620	-8.5%
State Assistance	69,606	39,736	-42.9%	93,900	93,900	0.0%
Vehicle Fuel Taxes	666,050	631,389	-5.2%	662,400	674,900	1.9%
Local Shared Revenues	345,618	538,348	55.8%	397,767	357,497	-10.1%
Transportation Benefit District-Vehicle License Fees	-	142,700	N/A	460,000	460,000	0.0%
Charges for Services - Engr & Dev Svcs	615,230	683,195	11.0%	626,712	729,300	16.4%
Charges for Services - Engr & Dev Svcs - One-Time	336,020	873,569	160.0%	-	-	N/A
Charges for Services	309,433	314,212	1.5%	319,350	318,525	-0.3%
Culture and Recreation Fees	835,036	762,305	-8.7%	819,270	833,770	1.8%
Fines and Forfeits	313,941	318,704	1.5%	300,000	300,000	0.0%
Interest Earnings	131,340	37,476	-71.5%	41,000	41,000	0.0%
Interfund Revenues	1,055,409	1,254,036	18.8%	1,322,926	1,352,096	2.2%
Miscellaneous Revenues	304,464	152,654	-49.9%	178,285	159,785	-10.4%
Other Financing Sources	11,952	214,536	1695.0%	2,000	2,000	0.0%
Operating Transfers-In	68,995	959	-98.6%	383,220	-	-100.0%
<b>Total Revenues</b>	<b>\$ 16,871,832</b>	<b>\$ 17,988,429</b>	<b>6.6%</b>	<b>\$ 17,211,000</b>	<b>\$ 16,530,434</b>	<b>-4.0%</b>
<b>Expenditures:</b>						
Salaries and Wages	\$ 8,912,868	\$ 8,486,585	-4.8%	\$ 8,205,561	\$ 8,373,274	2.0%
Personnel Benefits	3,085,759	2,980,847	-3.4%	2,861,073	2,924,816	2.2%
Supplies	811,891	429,366	-47.1%	469,775	473,219	0.7%
Other Services and Charges	2,714,630	2,615,093	-3.7%	2,684,613	2,723,580	1.5%
Intergovernmental	790,762	1,176,210	48.7%	831,499	751,644	-9.6%
Capital Outlay	53,205	72,869	37.0%	37,000	37,740	2.0%
Interfund Payments	1,352,159	1,071,099	-20.8%	1,469,123	1,565,064	6.5%
Operating Transfers-Out	270,550	104,206	-61.5%	367,197	537,197	46.3%
<b>Total Expenditures</b>	<b>\$ 17,991,824</b>	<b>\$ 16,936,275</b>	<b>-5.9%</b>	<b>\$ 16,925,841</b>	<b>\$ 17,386,534</b>	<b>2.7%</b>
Fund Balance, January 1	\$ 1,061,097	\$ (58,895)	-105.6%	\$ 993,259	\$ 1,278,418	28.7%
Revenues	16,871,832	17,988,429	6.6%	17,211,000	16,530,434	-4.0%
Expenditures	17,991,824	16,936,275	-5.9%	16,925,841	17,386,534	2.7%
<b>Fund Balance, December 31</b>	<b>\$ (58,895)</b>	<b>\$ 993,259</b>	<b>-1786.5%</b>	<b>\$ 1,278,418</b>	<b>\$ 422,318</b>	<b>-67.0%</b>

**CITY OF DES MOINES**  
**2010 Budget**  
**Financial Plan**

General Governmental Funds Five-Year Financial Forecast

Description	2012 Forecast	% Chg 11-12	2013 Forecast	% Chg 12-13	2014 Forecast	% Chg 13-14	2015 Forecast	% Chg 14-15
<b>General &amp; Street Funds:</b>								
<b>Revenues:</b>								
Property Taxes - Regular Levy	\$ 2,785,000	1.5%	\$ 4,321,100	55.2%	\$ 4,386,000	1.5%	\$ 4,452,000	1.5%
Retail Sales Taxes	1,520,000	2.0%	1,558,000	2.5%	1,597,000	2.5%	1,637,000	2.5%
Retail Sales Taxes - One Time	440,000	250.7%	550,000	25.0%	550,000	0.0%	550,000	0.0%
Retail Sales Taxes/Local Criminal Justice	598,000	2.1%	610,000	2.0%	625,000	2.5%	641,000	2.6%
Business & Occupation Taxes	612,000	2.0%	624,000	2.0%	636,000	1.9%	649,000	2.0%
Franchise Fees	735,000	1.0%	746,000	1.5%	757,000	1.5%	768,000	1.5%
Parking Taxes	16,000	6.7%	16,000	0.0%	16,000	0.0%	17,000	6.3%
Utility Taxes	3,686,000	8.0%	3,981,000	8.0%	4,299,000	8.0%	4,643,000	8.0%
Leasehold Taxes	89,300	1.5%	90,600	1.5%	92,000	1.5%	93,400	1.5%
Gambling Taxes	21,200	1.0%	21,400	0.9%	21,600	0.9%	21,800	0.9%
Crime-Fee Housing Endorsement Fees	-	N/A	-	N/A	-	N/A	-	N/A
Business Licenses and Permits	110,000	0.0%	115,000	4.5%	115,000	0.0%	115,000	0.0%
Building Permits	525,000	5.0%	525,000	0.0%	550,000	4.8%	575,000	4.5%
Building Permits - One Time	350,000	N/A	350,000	0.0%	350,000	0.0%	350,000	0.0%
Other Licenses and Permits	75,000	-10.0%	76,000	1.3%	77,140	1.5%	78,000	1.1%
Other Licenses and Permits - One Time	50,000	N/A	50,000	0.0%	50,000	0.0%	50,000	0.0%
Federal Shared Revenues	204,000	2.0%	50,000	-75.5%	50,000	0.0%	50,000	0.0%
State Shared Revenues	515,000	2.1%	525,000	1.9%	536,000	2.1%	547,000	2.1%
State Assistance	94,000	0.1%	94,000	0.0%	94,000	0.0%	94,000	0.0%
Vehicle Fuel Taxes	678,000	0.5%	681,000	0.4%	684,000	0.4%	687,000	0.4%
Local Shared Revenues	360,000	0.7%	364,000	1.1%	368,000	1.1%	372,000	1.1%
Transportation Benefit District-Vehicle License Fees	465,000	1.1%	470,000	1.1%	475,000	1.1%	480,000	1.1%
Charges for Services - Engr & Dev Svcs	750,000	2.8%	800,000	6.7%	800,000	0.0%	800,000	0.0%
Charges for Services - Engr & Dev Svcs - One-Time	650,000	N/A	650,000	0.0%	700,000	7.7%	750,000	7.1%
Charges for Services	320,000	0.5%	322,000	0.6%	325,000	0.9%	328,000	0.9%
Culture and Recreation Fees	834,000	0.0%	838,000	0.5%	842,000	0.5%	850,000	1.0%
Fines and Forfeits	315,000	5.0%	320,000	1.6%	325,000	1.6%	330,000	1.5%
Interest Earnings	50,000	22.0%	60,000	20.0%	70,000	16.7%	80,000	14.3%
Interfund Revenues	1,379,000	2.0%	1,406,600	2.0%	1,434,700	2.0%	1,463,400	2.0%
Miscellaneous Revenues	160,000	0.1%	163,000	1.9%	166,000	1.8%	169,000	1.8%
Other Financing Sources	2,000	0.0%	2,000	0.0%	2,000	0.0%	2,000	0.0%
Operating Transfers-In	-	N/A	-	N/A	-	N/A	-	N/A
<b>Total Revenues</b>	<b>\$ 18,388,500</b>	<b>11.2%</b>	<b>\$ 20,379,700</b>	<b>10.8%</b>	<b>\$ 20,993,440</b>	<b>3.0%</b>	<b>\$ 21,642,600</b>	<b>3.1%</b>
<b>Expenditures:</b>								
Salaries and Wages	\$ 8,708,200	4.0%	\$ 10,011,000	15.0%	\$ 10,411,400	4.0%	\$ 10,817,400	3.9%
Personnel Benefits	3,158,800	8.0%	3,812,700	20.7%	4,117,700	8.0%	4,447,100	8.0%
Supplies	485,000	2.5%	554,600	14.4%	568,500	2.5%	582,700	2.5%
Other Services and Charges	2,805,300	3.0%	3,055,600	8.9%	3,147,300	3.0%	3,241,700	3.0%
Intergovernmental	759,200	1.0%	766,800	1.0%	774,500	1.0%	782,200	1.0%
Capital Outlay	50,000	32.5%	50,000	0.0%	50,000	0.0%	50,000	0.0%
Interfund Payments	1,596,400	2.0%	1,902,600	19.2%	1,940,700	2.0%	1,979,500	2.0%
Operating Transfers-Out	28,000	-94.8%	28,000	0.0%	28,000	0.0%	28,000	0.0%
<b>Total Expenditures</b>	<b>\$ 17,590,900</b>	<b>1.2%</b>	<b>\$ 20,181,300</b>	<b>14.7%</b>	<b>\$ 21,038,100</b>	<b>4.2%</b>	<b>\$ 21,928,600</b>	<b>4.2%</b>
Fund Balance, January 1	\$ 422,318	-67.0%	\$ 1,219,918	188.9%	\$ 1,418,318	16.3%	\$ 1,149,286	-19.0%
Revenues	18,388,500	11.2%	20,379,700	10.8%	20,993,440	3.0%	21,642,600	3.1%
Expenditures	17,590,900	1.2%	20,181,300	14.7%	21,038,100	4.2%	21,928,600	4.2%
<b>Fund Balance, December 31</b>	<b>\$ 1,219,918</b>	<b>188.9%</b>	<b>\$ 1,418,318</b>	<b>16.3%</b>	<b>\$ 1,373,658</b>	<b>-3.1%</b>	<b>\$ 863,286</b>	<b>-37.2%</b>

In 2013, revenues and expenditures of the Police Services Restoration Fund created with the 2006 Levy Lid Lift will be budgeted in the General Fund.

# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### General Governmental Funds Five-Year Financial Forecast

Description	2008 Actual	2009 Estimated	% Chg 08-09	2010 Budget	2011 Forecast	% Chg 10-11
<b>Revenue Stabilization Fund:</b>						
Fund Balance, January 1	\$ 803,925	\$ 805,154	0.2%	\$ 805,175	\$ 805,175	0.0%
Revenues	1,229	21	-98.3%	-	-	N/A
Expenditures	-	-	N/A	-	-	N/A
<b>Fund Balance, December 31</b>	<b>\$ 805,154</b>	<b>\$ 805,175</b>	<b>0.0%</b>	<b>\$ 805,175</b>	<b>\$ 805,175</b>	<b>0.0%</b>

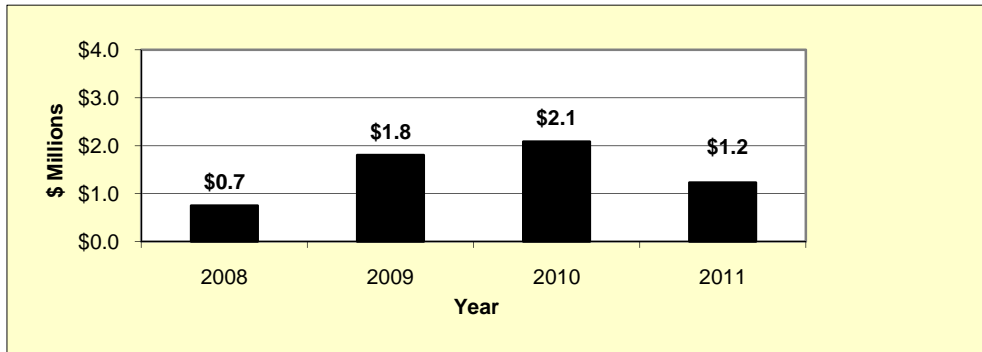
**Revenue Stabilization Fund Detail:**

Sales Tax	\$ 490,069	\$ 434,651	-11.3%	\$ 442,500	\$ 446,925	1.0%
Building Permits	160,990	149,736	-7.0%	130,749	150,000	14.7%
Plan Check Fees	84,475	91,937	8.8%	68,594	90,000	31.2%
State Assistance	20,882	11,921	-42.9%	28,170	28,170	0.0%
Vehicle Fuel Tax	145,755	189,417	30.0%	198,720	202,470	1.9%
Interest Earnings	39,402	11,243	-71.5%	12,300	12,300	0.0%
<b>Required Funding Level</b>	<b>\$ 941,573</b>	<b>\$ 888,905</b>	<b>-5.6%</b>	<b>\$ 881,033</b>	<b>\$ 929,865</b>	<b>5.5%</b>

#### Year End General Governmental Fund Balances

Description	2008	2009	2010	2011
General and Street Funds	\$ (58,895)	\$ 993,259	\$ 1,278,418	\$ 422,318
Revenue Stabilization Fund	805,154	805,175	805,175	805,175
<b>Total Fund Balance</b>	<b>\$ 748,267</b>	<b>\$ 1,800,443</b>	<b>\$ 2,085,603</b>	<b>\$ 1,229,504</b>

Expenditures	\$ 17,991,824	\$ 16,936,275	\$ 16,925,841	\$ 17,386,534
Fund Balance as % of Expenditures	4.2%	10.6%	12.3%	7.1%



# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

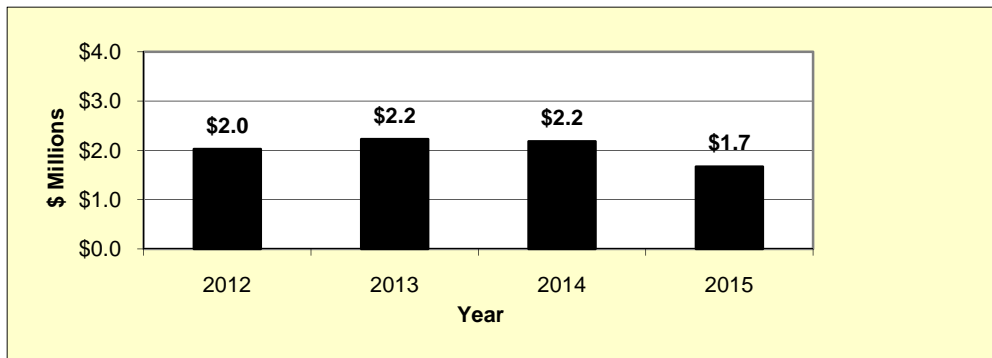
#### General Governmental Funds Five-Year Financial Forecast

Description	2012 Forecast	% Chg 11-12	2013 Forecast	% Chg 12-13	2014 Forecast	% Chg 13-14	2015 Forecast	% Chg 14-15
<b>Revenue Stabilization Fund:</b>								
Fund Balance, January 1	\$ 805,175	0.0%	\$ 805,175	0.0%	\$ 805,175	0.0%	\$ 805,175	0.0%
Revenues	-	N/A	-	N/A	-	N/A	-	N/A
Expenditures	-	N/A	-	N/A	-	N/A	-	N/A
<b>Fund Balance, December 31</b>	<b>\$ 805,175</b>	<b>0.0%</b>	<b>\$ 805,175</b>	<b>0.0%</b>	<b>\$ 805,175</b>	<b>0.0%</b>	<b>\$ 805,175</b>	<b>0.0%</b>

<b>Revenue Stabilization Fund Detail:</b>								
Sales Tax	\$ 456,000	2.0%	\$ 467,400	2.5%	\$ 479,100	2.5%	\$ 491,100	2.5%
Building Permits	157,500	5.0%	157,500	0.0%	165,000	4.8%	172,500	4.5%
Plan Check Fees	135,000	50.0%	140,454	4.0%	143,263	2.0%	146,128	2.0%
State Assistance	28,200	0.1%	28,200	0.0%	28,200	0.0%	28,200	0.0%
Vehicle Fuel Tax	203,400	0.5%	204,300	0.4%	205,200	0.4%	206,100	0.4%
Interest Earnings	15,000	22.0%	18,000	20.0%	21,000	16.7%	24,000	14.3%
<b>Required Funding Level</b>	<b>\$ 995,100</b>	<b>7.0%</b>	<b>\$ 1,015,854</b>	<b>2.1%</b>	<b>\$ 1,041,763</b>	<b>2.6%</b>	<b>\$ 1,068,028</b>	<b>2.5%</b>

#### Year End General Governmental Fund Balances

Description	2012	2013	2014	2015
General and Street Funds	\$ 1,219,918	\$ 1,418,318	\$ 1,373,658	\$ 863,286
Revenue Stabilization Fund	805,175	805,175	805,175	805,175
<b>Total Fund Balance</b>	<b>\$ 2,027,105</b>	<b>\$ 2,225,506</b>	<b>\$ 2,180,847</b>	<b>\$ 1,670,476</b>
Expenditures	\$ 17,590,900	\$ 20,181,300	\$ 21,038,100	\$ 21,928,600
Fund Balance as % of Expenditures	11.5%	11.0%	10.4%	7.6%



# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### Marina Rates

**Moorage Rates:**

**General Moorage Berths:** Cost per lineal foot per month plus 12.84% leasehold tax. Overhang shall be pro-rated. Any portion of a foot shall be considered a full foot.

Berth Slip Size	Open Moorage		Covered Moorage	
	No. of Slips	Rates	No. of Slips	Rates
20 Foot	13	\$5.70	29	\$7.09
24 Foot	48	6.39	141	8.13
28 foot	105	6.63	166	8.78
32 Foot	18	7.24	50	9.38
36 Foot	30	7.68	40	10.68
40 Foot	38	8.20	26	11.33
50 Foot	19	9.26	11	13.29
54 Foot	2	9.26	0	N/A
62 Foot	3	9.55	0	N/A



**Dry Moorage:** Fenced lot open storage for boats up to 30' on a trailer. Storage rate for a boat under 25' is \$50 /month plus 12.84% leasehold tax and over 25' is \$75/month plus 12.84% leasehold tax.



**Guest Moorage Rates:**

Boat Length	Summer	
	Daily Rate	
0 -20'	\$14.00	
21' - 25'	\$16.00	
26' - 30'	\$19.00	
31' - 35'	\$22.00	
36' - 40'	\$26.00	
41' - 45'	\$29.00	
46' - 50'	\$32.00	
51' - 55'	\$35.00	
56' - 60'	\$42.00	
61' & Over	\$50.00	

**Public Launching Rates:**

(8,000 Lb Capacity 8 1/2' Max Beam)	
Length Over	Round Trip/
All (L.O.A.)	
15' - 22'	\$33.00
23' - 27'	38.00

(Fixed Keel Sailboats - 12' High Max)  
( Additional \$5.00)

**Current Length Distribution of Waiting List Vessels:**

Length	Total # of Slips	Actual Slips Turned Back 2008	Actual Slips Offered 2008	5-Yr Turnover	# on Wait List	Average Annual Turnover	Estimated Wait (Yrs)
<b>OPEN:</b>							
20'	13	5	6	30	-	6.00	-
24'	48	20	22	98	4	19.60	0.20
28'	105	18	21	115	8	23.00	0.35
32'	18	3	4	16	13	3.20	4.06
36'	30	5	7	32	20	6.40	3.13
40'	38	7	9	74	39	14.80	2.64
50'	18	-	-	17	26	3.40	7.65
45'/50'	1	2	2	4	2	0.80	2.50
48'/54'	2	1	1	3	2	0.60	3.33
56'/62'	3	-	-	1	6	0.20	30.00
<b>COVERED:</b>							
20'	29	14	26	94	-	18.80	0.00
24'	141	48	69	315	-	63.00	0.00
28'	166	40	49	316	24	63.20	0.38
32'	50	5	7	62	32	12.40	2.58
36'	40	5	15	84	24	16.80	1.43
40'	26	5	5	31	35	6.20	5.65
50'	11	-	-	6	30	1.20	25.00
<b>DRY SHEDS:</b>	107	22	26	144	12	28.80	0.42

# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

#### Surface Water Management Fees

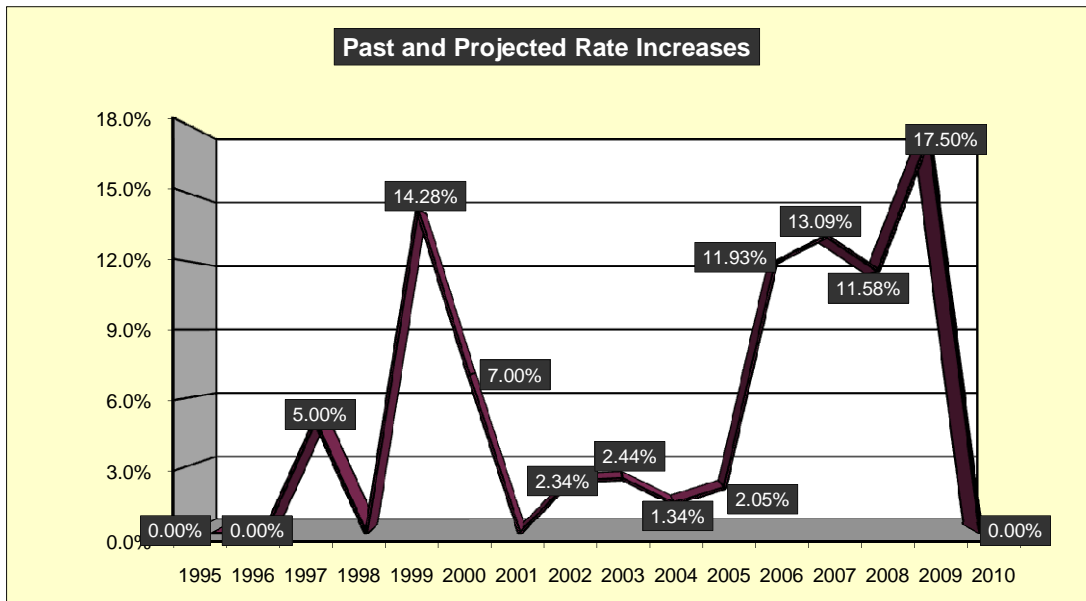
Year	% Increase	Water Quantity Rate	Water Quality Rate	Residential Monthly Rate	30% Private Streets (Monthly)
1995		3.95	1.05	5.00	1.50
1996		3.95	1.05	5.00	1.50
1997	5.00%	4.15	1.10	5.25	1.58
1998		4.15	1.10	5.25	1.58
1999	14.28%	4.75	1.25	6.00	1.80
2000	7.00%	5.07	1.35	6.42	1.93
2001		5.07	1.35	6.42	1.93
2002	2.34%	5.19	1.38	6.57	1.97
2003	2.44%	5.32	1.41	6.73	2.02
2004	1.34%	5.39	1.43	6.82	2.05
2005	2.05%	5.50	1.46	6.96	2.09
2006	11.93%	6.15	1.64	7.79	2.34
2007	13.09%	6.96	1.85	8.81	2.64
2008	11.58%	7.77	2.04	9.81	2.94
2009	17.50%	9.12	2.43	11.55	3.47
2010	0.00%	9.12	2.43	11.55	3.47

Multi-family properties are charged for water quantity services on the basis of the impervious surface area on the property based on the following formula:

$$\frac{\text{Water Quantity Rate} \times \text{Square Footage of Impervious Area}}{2,400 \text{ sq. ft.}}$$

Commercial properties are charged for water quantity and water quality services on the basis of the impervious area on the property based on the following formula:

$$\frac{(\text{Water Quantity Rate} + \text{Water Quality Rate}) \times \text{Square Footage of Impervious Area}}{2,400 \text{ sq. ft.}}$$



CITY OF DES MOINES  
 Outstanding Bonds and Loans  
 2010 Budget

Outstanding Debt 12/31/2010

Item	Interest Rates	Issue Date	Maturity Date	Total Amount Issued	Outstanding				
					01/01/2010	Issue in 2010	Redeem in 2010	12/31/2010	
<u>General Obligation Bonds</u>									
<b>Limited:</b>									
2008 Transportation Improvement	4.00% - 4.70%	12/1/08	12/1/28	2,515,000	\$ 2,435,000	\$ -	\$ 85,000	\$ 2,350,000	
2008 Refunding Bond	4.00% - 4.25%	12/1/08	12/1/17	935,000	845,000		100,000	745,000	
<b>Total General Obligation Bonds</b>				\$ 3,450,000	\$ 3,280,000	\$ -	\$ 185,000	\$ 3,095,000	
<u>General Obligation Notes and Loans</u>									
<b>General Government:</b>									
2004 PWTF Loan-Pac Hwy Proj	0.5%	7/14/04	7/14/24	2,250,000	354,276	-	23,618	330,658	
2009 PWTF Loan-DM Gateway	0.5%	3/9/09	7/1/13	600,000	600,000		150,000	450,000	
2006 Capital Lease - Copiers	4.23%	3/1/06	2/1/11	43,417	13,827		11,806	2,021	
<b>Total General Obligation Notes and Loans</b>				\$ 2,893,417	\$ 968,103	\$ -	\$ 185,424	\$ 782,679	
<u>Enterprise Funds Bonds, Notes &amp; Loans</u>									
2002 Marina GO & Refunding Bonds	2.50% - 4.70%	12/1/02	12/1/22	\$ 5,420,000	\$ 3,180,000	\$ -	\$ 190,000	\$ 2,990,000	
2008 Marina GO Bonds	4.00% - 4.70%	12/1/08	12/1/28	6,080,000	6,055,000		75,000	5,980,000	
<b>Total Enterprise Funds Bonds, Notes &amp; Loans</b>				\$ 11,500,000	\$ 9,235,000	\$ -	\$ 265,000	\$ 8,970,000	
<b>Total Outstanding Debt</b>				\$ 17,843,417	\$ 13,483,103	\$ -	\$ 635,424	\$ 12,847,679	

# CITY OF DES MOINES

## 2010 Budget

### Financial Plan

### Debt Capacity

Description	General Capacity		Special Purpose Capacity		Total Debt Capacity
	Councilmanic	Voter Approval	Parks & Open Space	Utility Purposes	
Legal Limit (1.5% of assessed value)	40,967,176	(40,967,176)			
Legal Limit (2.5% of assessed value)		68,278,626	68,278,626	68,278,626	204,835,879
<b>Statutory Debt Limit</b>	<b>\$ 40,967,176</b>	<b>\$ 27,311,451</b>	<b>\$ 68,278,626</b>	<b>\$ 68,278,626</b>	<b>\$ 204,835,879</b>
Less:					
Limited Tax Debt Outstanding	(12,845,658)	(12,845,658)			
Unlimited Tax Debt Outstanding		0			
Add:					
Cash Available in Debt Service Funds	21,458	35,212			
Remaining Legal Debt Capacity	\$ 28,142,976	\$ 14,501,005	\$ 68,278,626	\$ 68,278,626	\$ 204,835,879
Total Remaining "General" Capacity	<u><u>\$ 42,643,980</u></u>				

Latest AV fm 2010 Tax Roll 2,731,145,059

	(Councilmanic) General Government	(Voter Approval) General Government	(Voter Approval) Parks & Open Space	(Voter Approval) Utilities
Debt Outstanding	12.8	12.8	0	0
Remaining Capacity	28.1	14.5	68.3	68.3

