

**Appendix A  
2014 Parks and Recreation Division Financial Plan (Parks Levy Subfund 1451)**

	<b>2013 Actual<sup>1</sup></b>	<b>2014 Adopted<sup>2</sup></b>	<b>2014 Revised<sup>3</sup></b>	<b>2014 Estimated</b>
<b>Beginning Fund Balance</b>	<b>\$ 6,615,832</b>	<b>4,000,435</b>	<b>5,064,105</b>	<b>5,064,105</b>
<b>Revenues</b>				
Levy Proceeds <sup>4</sup>	20,697,106	30,002,465	30,616,385	30,616,385
Interest <sup>5</sup>	(6,129)	11,201	21,053	21,053
Business Revenues <sup>6</sup>	5,630,901	5,192,835	5,190,631	5,190,631
Levy Administration Fee <sup>7</sup>	207,122	237,600	273,946	273,946
CIP <sup>8</sup>	2,535,403	2,160,012	2,160,006	2,160,006
<b>Total Revenues</b>	<b>29,064,404</b>	<b>37,604,113</b>	<b>38,262,021</b>	<b>38,262,021</b>
<b>Expenditures</b>				
Parks Operations & Maintenance		(33,310,642)	(33,310,642)	(33,310,642)
Regional/Rural Expenditures	(26,335,581)			
Urban Growth Area (UGA) Expenditures	(1,386,083)			
CIP/Land Management Expenditures <sup>8</sup>	(2,535,403)	(2,160,012)	(2,160,012)	(2,160,012)
CPG Expenditures <sup>9</sup>	(282,274)	(789,210)	(789,210)	(789,210)
WSU Cooperative Extension <sup>10</sup>	(76,790)	(100,000)	(100,000)	(100,000)
Vacancy Contra <sup>11</sup>	-	311,000	311,000	311,000
<b>Total Expenditures</b>	<b>(30,616,131)</b>	<b>(36,048,864)</b>	<b>(36,048,864)</b>	<b>(36,048,864)</b>
<b>Estimated Underexpenditures<sup>12</sup></b>	<b>-</b>	<b>925,235</b>	<b>925,235</b>	<b>925,235</b>
<b>Other Fund Transactions</b>				
<b>Total Other Fund Transactions</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Ending Fund Balance</b>	<b>5,064,105</b>	<b>6,480,919</b>	<b>8,202,497</b>	<b>8,202,497</b>
<b>Reserves</b>				
Rainy Day Reserve <sup>13</sup>	(2,551,344)	(9,012,216)	(9,012,216)	(9,012,216)
<b>Reserve Shortfall<sup>13</sup></b>	<b>-</b>	<b>2,531,297</b>	<b>809,719</b>	<b>809,719</b>

**Financial Plan Notes:**

<sup>1</sup> 2013 Actuals are based on the 2013 General Ledger. 2013 Actual categorical assignments will be updated as the Division prepares its annual Citizen Oversight Board report.

<sup>2</sup> 2014 Adopted is taken from the Budget Ordinance 17695.

<sup>3</sup> 2014 Revised Revenues are based on updated data as of the March 2014 Office of Economic and Financial Analysis (OEFA) forecast.

<sup>4</sup> Levy Proceeds and Delinquent Levy Collections forecast by OEFA through 2014.

<sup>5</sup> Net Investment Income is calculated at 0.35% in 2013 Adopted and 0.45% in 2013 Estimated, per OEFA projections, with 12 basis point investment service fee deducted.

<sup>6</sup> Business Revenues assume 3% annual growth. It includes entrepreneurial efforts, as well as user fees.

<sup>7</sup> The Levy Administration Fee is in accordance with the OEFA revenue projections found in sub-fund 1452 for 2013, and sub-fund 1453 going forward.

<sup>8</sup> CIP Revenues include transfers from Parks CIP Funds 3160, 3490 and 3581 to support Capital & Land Management/Business Planning. A portion of CIP/Land Management/Business Planning Expenditures is associated with UGA.

<sup>9</sup> Partial funding of the Community Partnerships and Grants (CPG) program. Additional CPG funds are in the Parks CIP.

<sup>10</sup> This reflects support by King County to the WSU Cooperative Extension, to support the 4-H program.

<sup>11</sup> Starting in 2014, the proposed budget includes an assumption for an offset to expenditures (vacancy contra) reflecting a "natural vacancy rate" as directed by the Office of Performance, Strategy and Budget.

<sup>12</sup> Starting in 2014, the estimated underexpenditures assumes 3.4% of Total Expenditures net the vacancy contra.

<sup>13</sup> The Rainy Day Reserve for the 2008-2013 levy equals one-month of budgeted expenditures. The Rainy Day Reserve will equal three-months of budgeted expenditures by the end of the 2014-2019 Levy, in compliance with Motion 13764. The Parks and Recreation Division increased its under-expenditure assumption in the 2014 Budget to ensure meeting this requirement by the end of the levy period.