



City Council Meeting Schedule September 2018

September 4, 2018
Tuesday, 6:30 p.m.

REGULAR COUNCIL MEETING

September 11, 2018
Tuesday, 6:30 p.m.

WORKSHOP MEETING

1. Police Department Update
2. Fire Department Update
3. City Attorney Department Update

September 18, 2018
Tuesday, 6:30 p.m.

REGULAR COUNCIL MEETING

September 25, 2018
Tuesday, 6:30 p.m.

WORKSHOP MEETING

1. Annual Comp Plan Amendments
2. Urban Growth Area: Benton County Comp Plan Amendment
3. Community Planning Department Update
4. Budget Assumptions

To assure disabled persons the opportunity to participate in or benefit from City services, please provide twenty-four (24) hour advance notice for additional arrangements to reasonably accommodate special needs.

Please be advised that all Kennewick City Council Meetings are Audio Taped

September 2018
Updated 8/7/18

Council Workshop Coversheet



Agenda Item Number	1.	Meeting Date	09/25/2018
Agenda Item Type	Presentation		
Subject	2018 Comprehensive Plan Amendments		
Ordinance/Reso #		Contract #	
Project #		Permit #	
Department	Planning		

Info Only	☒
Policy Review	☐
Policy DevMnt	☐
Other	☐

Summary

The annual Comprehensive Plan Amendment requests are scheduled to be presented for consideration at the regular meeting of October 16, 2018. This presentation will provide background information and an overview of the key issues associated with each amendment request. The fifteen requested amendments are as follows:

1. CPA 18-01: Change 0.95 acres from Medium Density Residential to High Density Residential located at 3120 W. 4th Ave.
2. CPA 18-02: Change 2.5 acres from Low Density Residential to Medium Density Residential located at 5710 W. Metaline Ave.
3. CPA 18-03: Change 0.7 acres from Low Density Residential to Commercial located at 1400 W. 10th Ave.
4. CPA 18-04: Change 23.15 acres from Medium Density Residential and Commercial to Public Facility located at 930 & 1000 W. 4th Ave., 830 W. Vineyard Dr., 13, 17, 21, 25, 29, 105 & 109 S. Kent St.
5. CPA 18-05: Change 11.56 acres from Industrial to Public Facility located at 5000 & 5501 W Metaline Ave
6. CPA 18-06: Change 0.6 acres from Medium Density Residential to Commercial located at 1369 N. Grant St.
7. CPA 18-07: Change 1.47 acres from Low Density Residential to Medium Density Residential located at 1903 W. 19th Ave.
8. CPA 18-08: Change 0.23 acres from Low Density Residential to Medium Density Residential located at 1917 W. 19th Ave.
9. CPA 18-09: Change 286.79 acres from Low Density Residential, Medium Density Residential, High Density Residential & Commercial to Mixed Use located at 7641 W. Hildebrand Blvd.
10. CPA 18-10: Change 0.67 acres from Low Density Residential to Medium Density Residential located at 4311 W. Hood Ave.
11. CPA 18-11: Change 8.25 acres from Low Density Residential to High Density Residential located at 5927 & 6009 W. Quinault Ave. and 1026 & 1048 N. Lincoln St.
12. CPA 18-12: Change 12.1 acres from Commercial to Medium Density Residential located at 5603 Ridgeline Dr.
13. CPA 18-13: Change 8.4 acres from Commercial to Medium Density Residential located at 4001 S. Zintel Way
14. CPA 18-14: Change 3.24 acres from Commercial to Mixed Use located at 1016 W. Columbia Dr.
15. CPA 18-15: Change 1.1 acres from Commercial to Mixed Use located at 1116 W. Columbia Dr.

Through

Anthony Muai
Sep 18, 07:07:14 GMT-0700 2018

Attachments: Presentation

Dept Head Approval

Gregory McCormick
Sep 18, 07:20:17 GMT-0700 2018

City Mgr Approval

Marie Mosley
Sep 20, 08:51:01 GMT-0700 2018

2018 Comprehensive Plan Amendment Review

City Council Workshop
September 25, 2018

Approval Criteria

KMC 4.12.110 (7) : Approval Criteria. The City may approve Comprehensive Plan Amendments and area-wide zone map amendments if it finds that:

- (a) The proposed amendment bears a substantial relationship to the public health, safety, welfare, and protection of the environment;
- (b) The proposed amendment is consistent with the requirements of Chapter 36.70A RCW and with the portion of the City's adopted Comprehensive Plan not affected by the amendment;
- (c) The proposed amendment corrects an obvious mapping error; or
- (d) The proposed amendment addresses an identified deficiency in the Comprehensive Plan.
- (e) A rezone shall be treated as an area-wide map amendment when:
 - i. It is initiated by the City and a significant class of property is similarly affected by the proposed rezone; and
 - ii. It is either:
 - A. Based upon an adopted or ongoing comprehensive planning process or undertaken to ensure compliance with or to implement the provisions of the Growth Management Act; or
 - B. Part of the process that includes amending text for this title where such amendments will have a significant impact on a large area of the City.

Additional Factors

KMC 4.12.110 (8) : Additional Factors. The City must also consider the following factors prior to approving Comprehensive Plan Amendments:

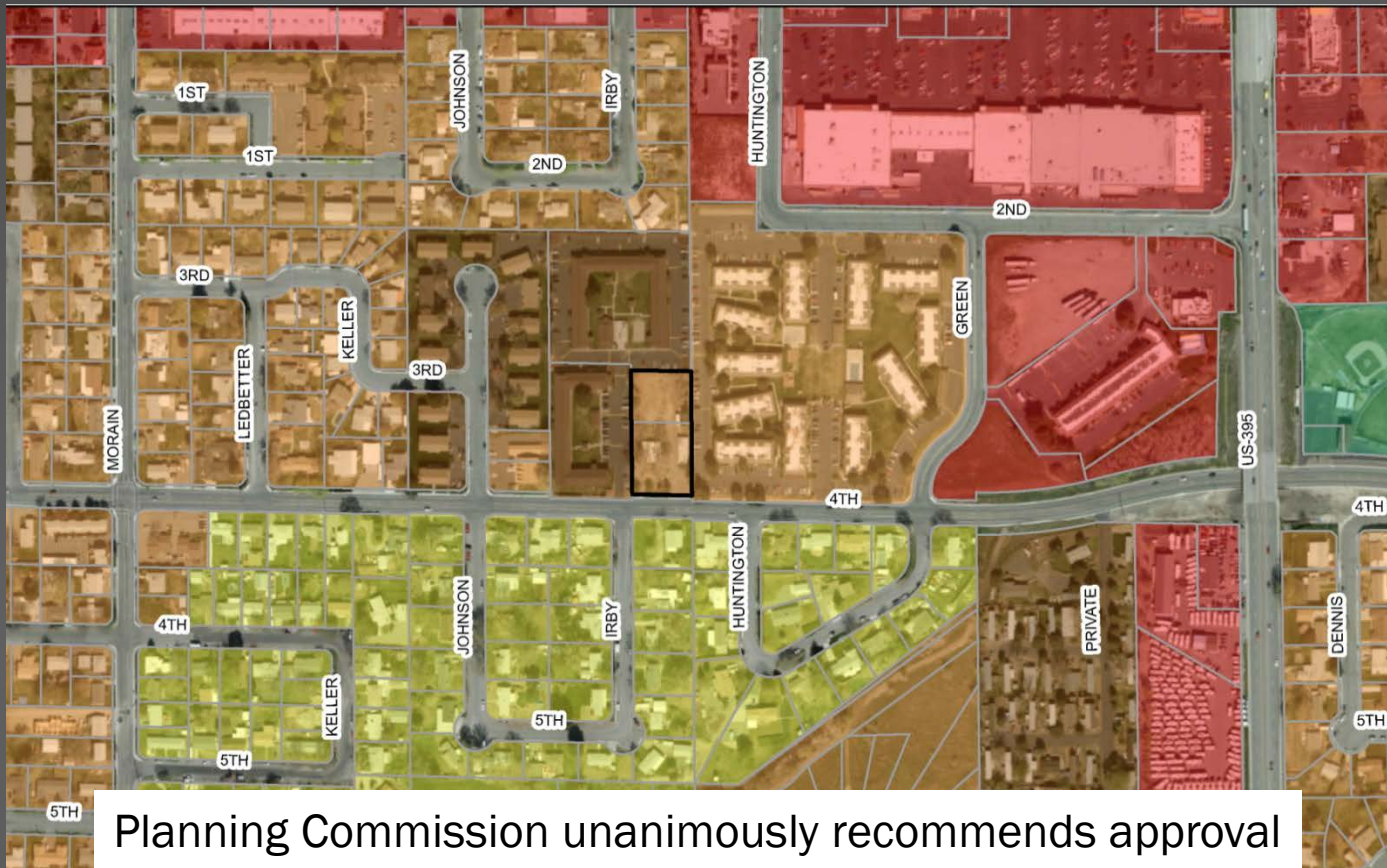
- a) The effect upon the physical environment;
- b) The effect on open space and natural features including, but not limited to, topography, streams, rivers, and lakes;
- c) The compatibility with and impact on adjacent land uses and surrounding neighborhoods;
- d) The adequacy of, and impact on community facilities, including utilities, roads, public transportation, parks, recreation, and schools;
- e) The quantity and location of land planned for the proposed land use type and density and the demand for such land;
- f) The current and projected project density in the area; and
- g) The effect, if any upon other aspects of the Comprehensive Plan.

CPA 18-01

- MDR to HDR
- 0.95 acres
- 3120 W. 4th Ave.

Key Issues

- HDR to north and west
- Nearby transit and services



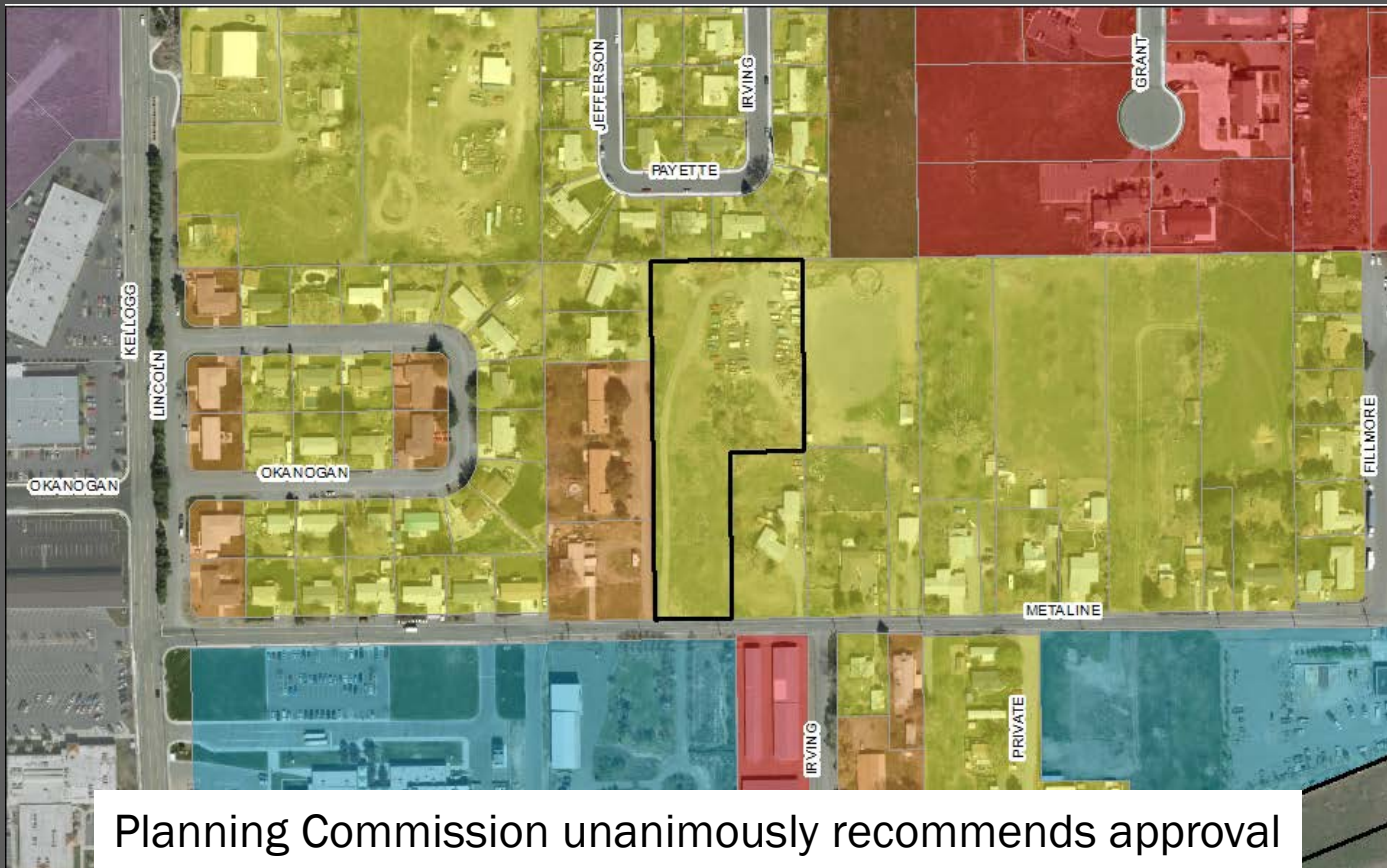
Planning Commission unanimously recommends approval

CPA 18-02

- LDR to MDR
- 2.5 acres
- 5710 W. Metaline Ave.

Key Issues

- MDR to the west
- Schools and transit nearby



Planning Commission unanimously recommends approval

CPA 18-03

- LDR to Commercial
- 0.7022 acres
- 1400 W. 10th Ave.

Key Issues

- At intersection of arterials
- Near higher density development
- Single-family to the north and west
- Slopes from south to north



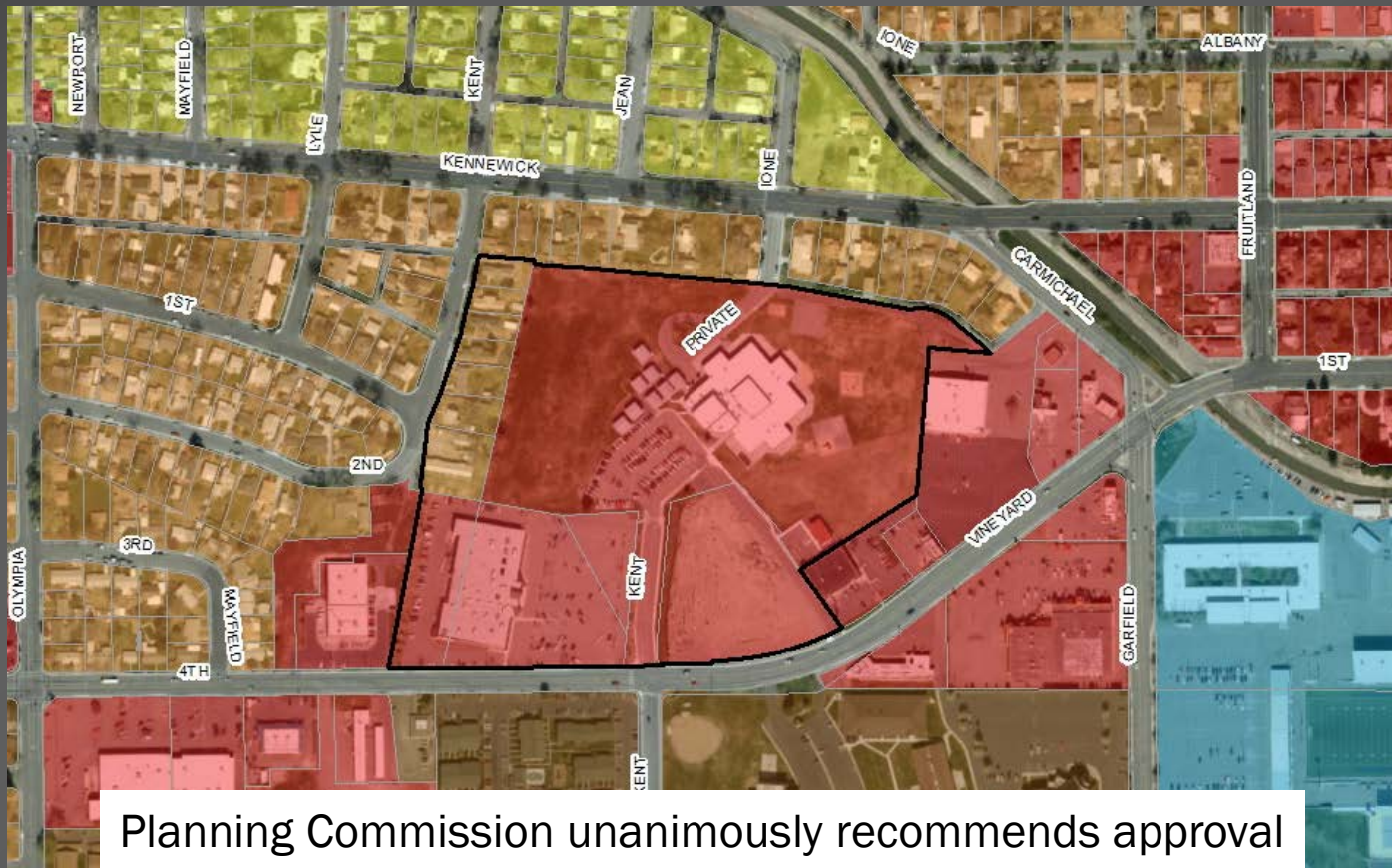
Planning Commission recommends approval (3/2 vote)

CPA 18-04

- Commercial & MDR to Public Facility
- 23.15 acres
- 930 & 1000 W. 4th Ave., 830 W. Vineyard Dr., 13, 17, 21, 25, 29, 105 & 109 S. Kent St.

Key Issues

- KSD campus
- Necessary for parcel combo
- Change to be consistent with use



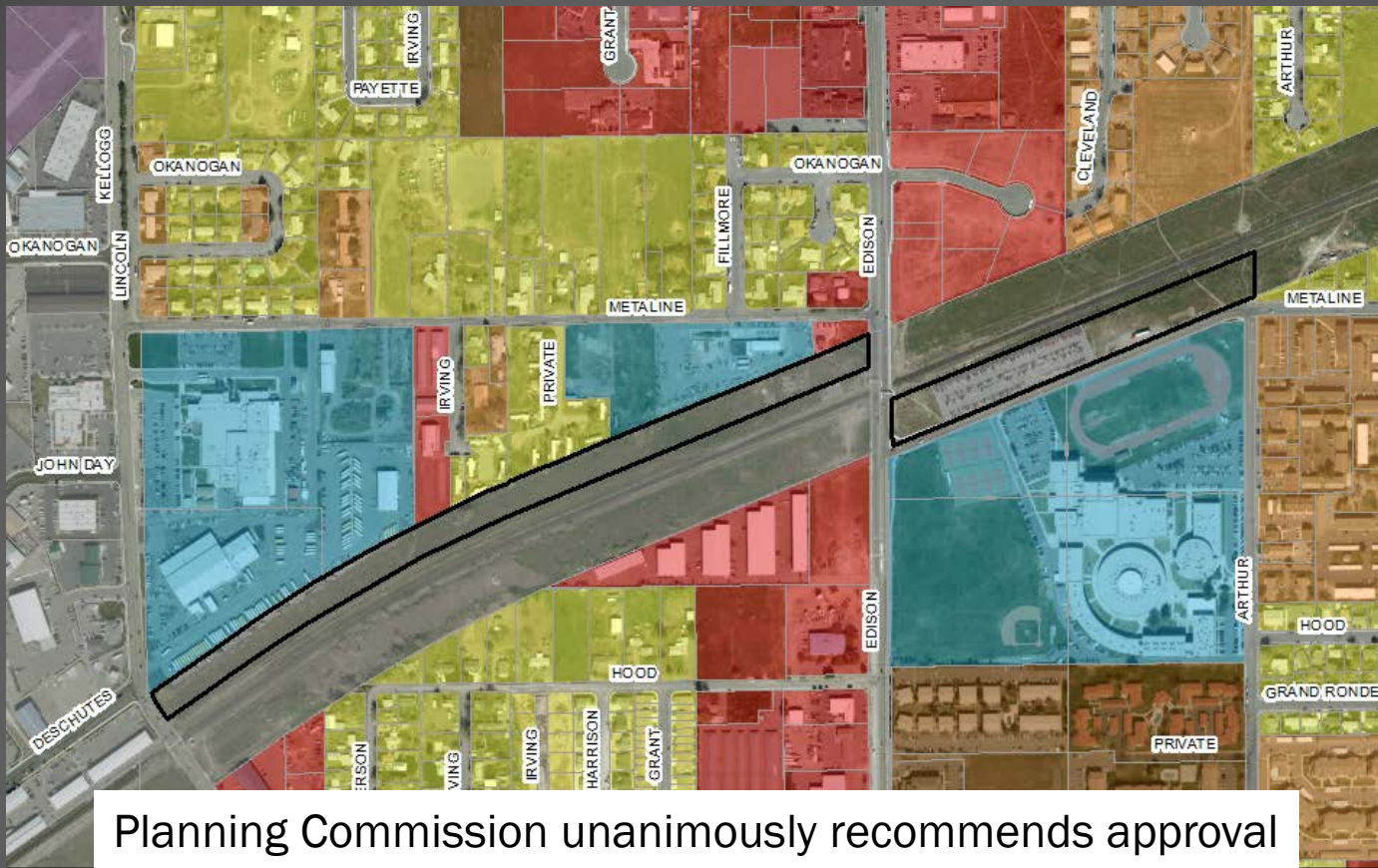
Planning Commission unanimously recommends approval

CPA 18-05

- Industrial to Public Facility
- 11.56 acres
- BNSF ROW extending from N. Arthur St. to Kellogg St.

Key Issues

- KSD campus
- Change to be consistent with use

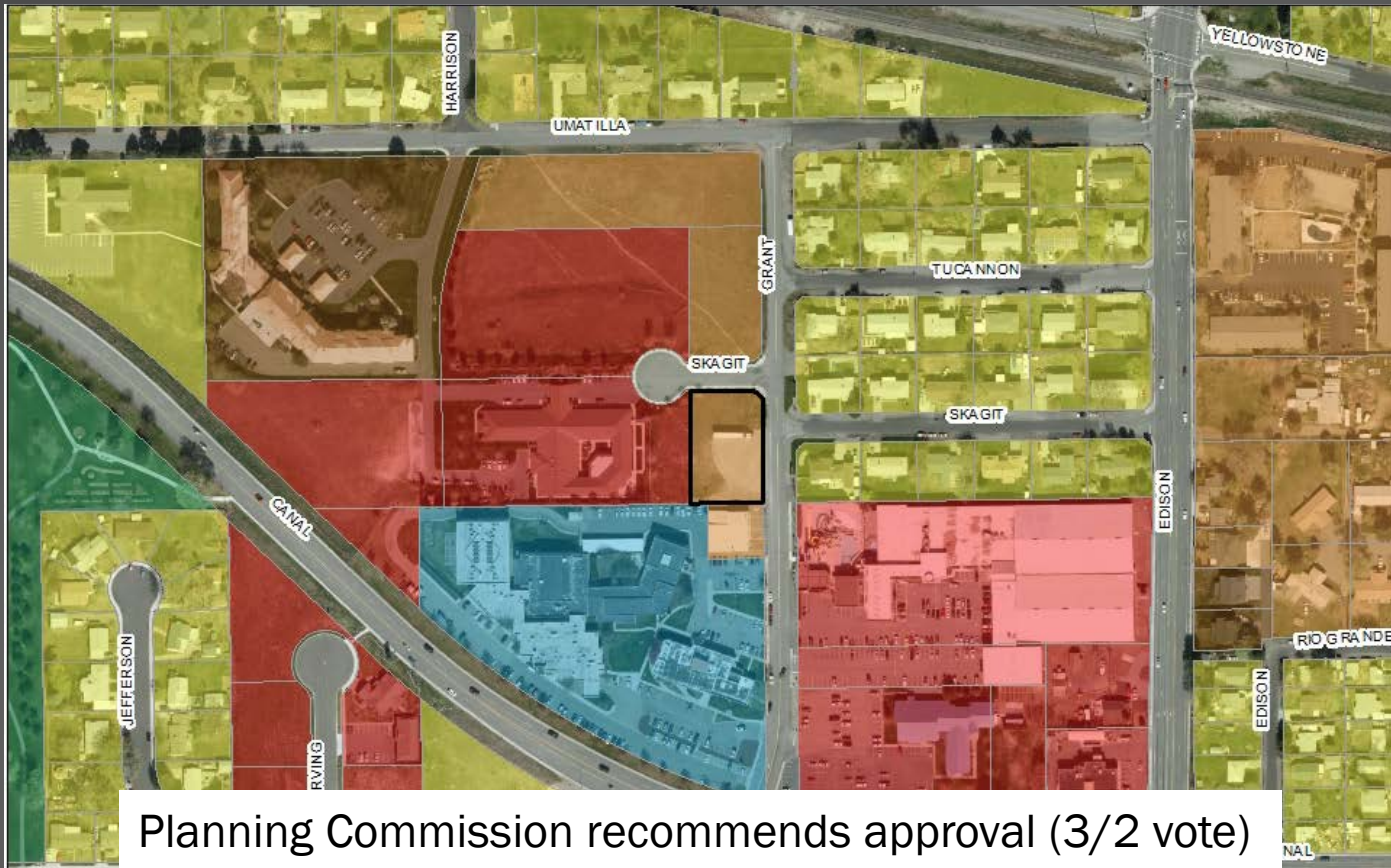


CPA 18-06

- MDR to Commercial
- 0.60 acres
- 1369 N. Grant St.

Key Issues

- Commercial to west & NW
- PF (County Annex) and MDR (Fire Station) to south
- Existing single-family to east & NE

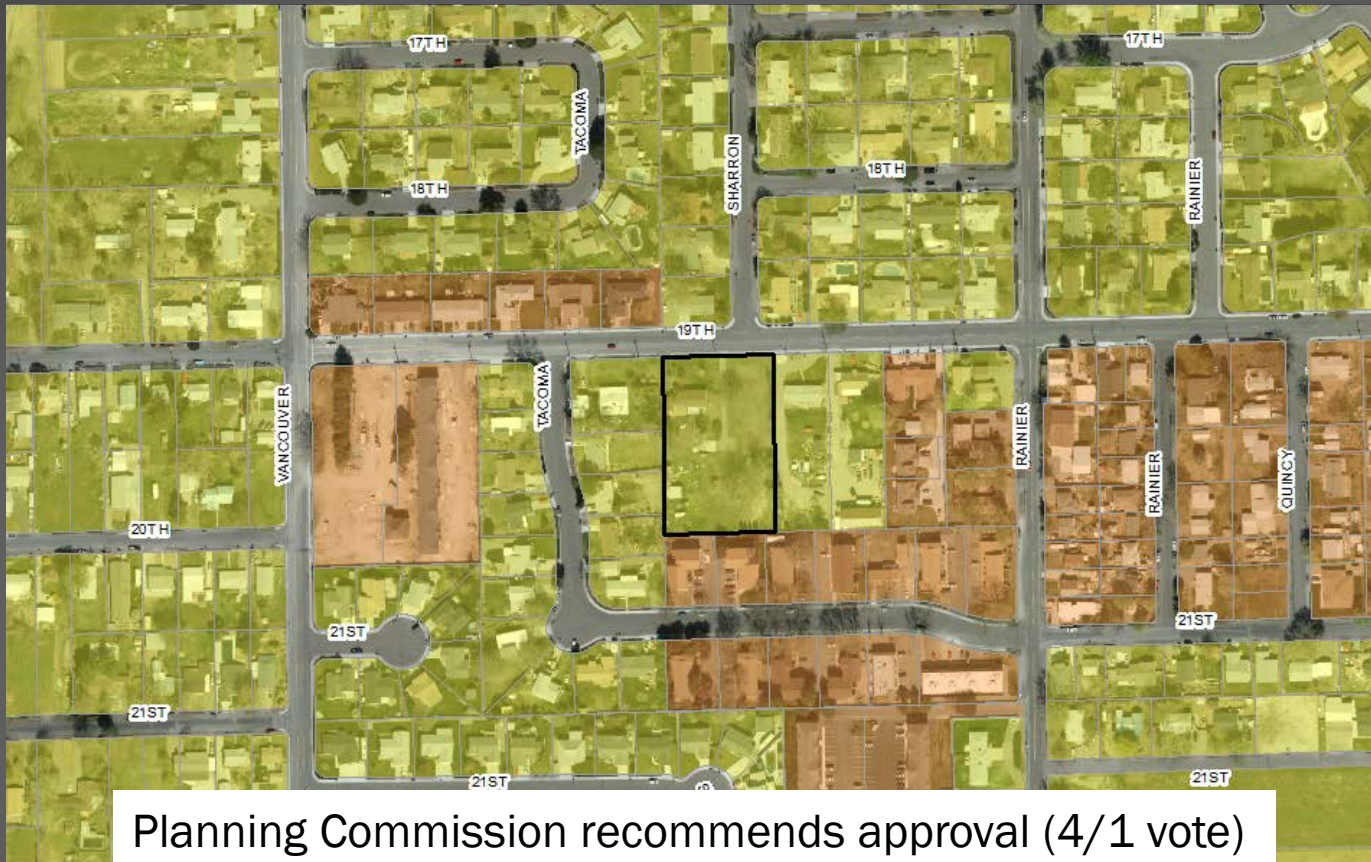


CPA 18-07

- LDR to MDR
- 1.47 acres
- 1903 W. 19th Ave.

Key Issues

- MDR to south, NW and further west and east
- Parcel to west proposed as MDR
- LDR to north and west



Planning Commission recommends approval (4/1 vote)

CPA 18-08

- LDR to MDR
- 0.23 acres
- 1917 W. 19th Ave.

Key Issues

- MDR to north, NW and further west and east
- Parcel to east proposed as MDR
- LDR to north and west



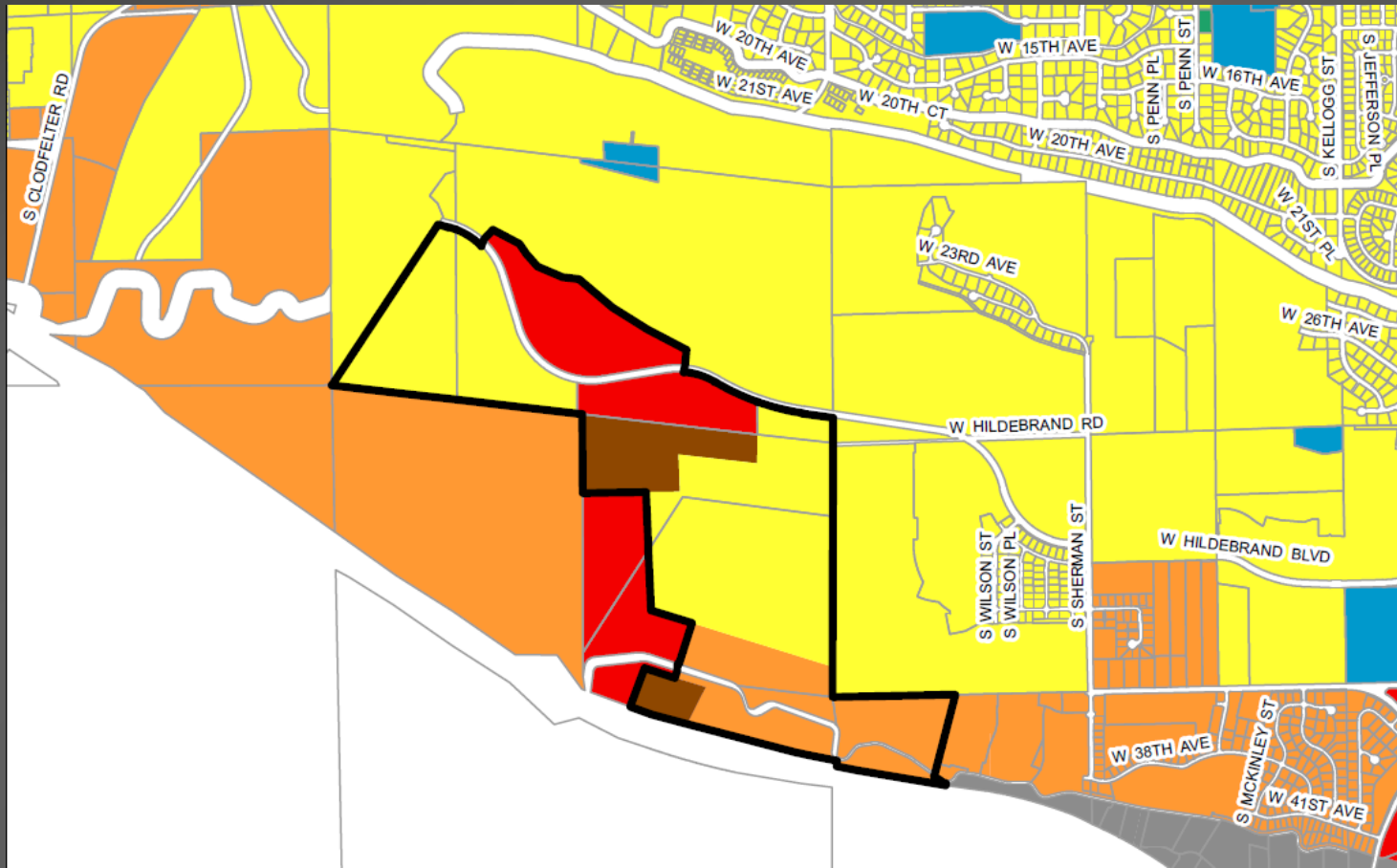
Planning Commission recommends approval (4/1 vote)

CPA 18-09

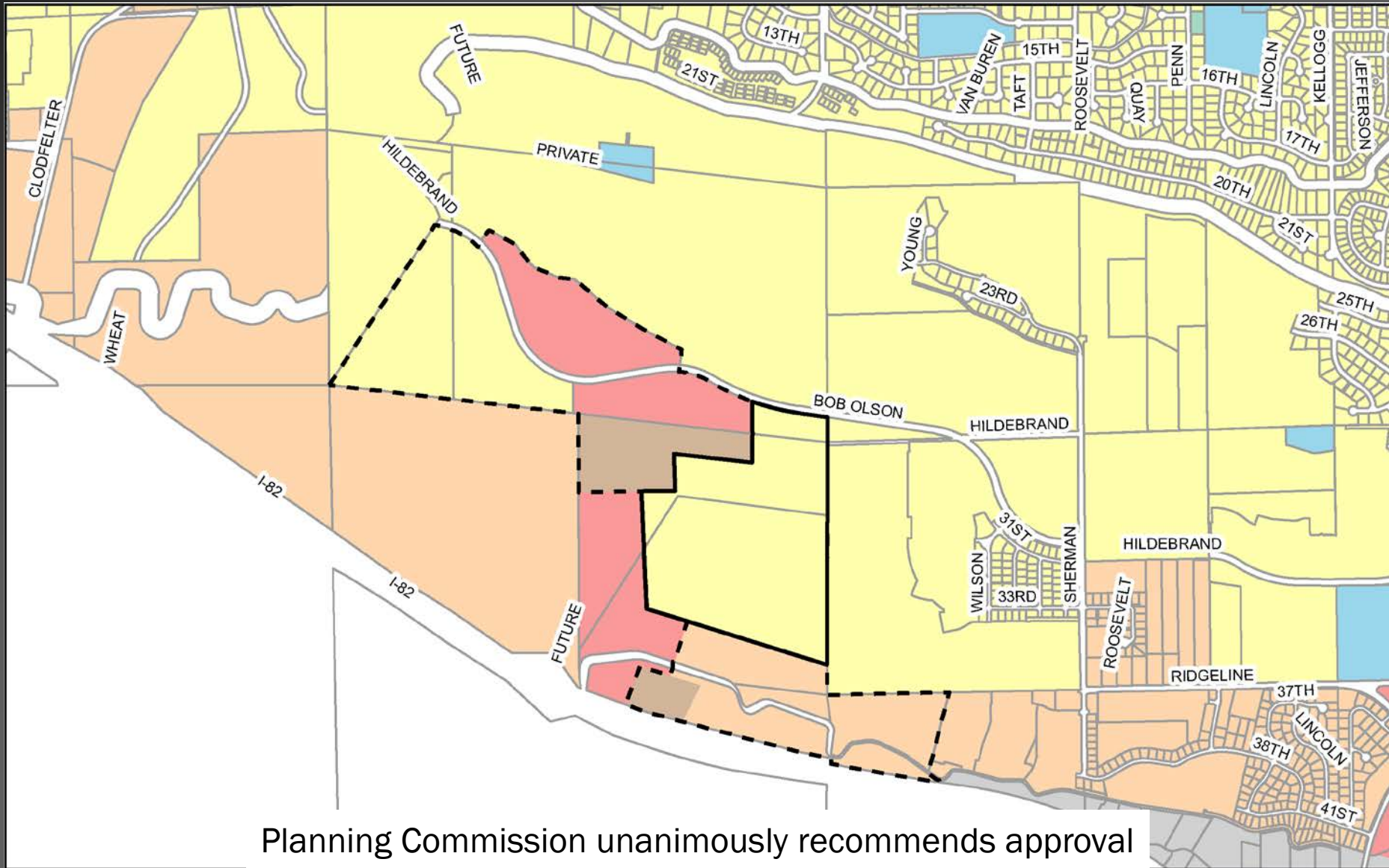
- Commercial, Low, Medium & High Density Residential to Mixed Use
- 286.79 acres
- 8125, 8428, 8598 Bob Olsen Parkway & 4 other unaddressed abutting parcels

Key Issues

- Size
- Lack of infrastructure/impact planning



Staff proposal



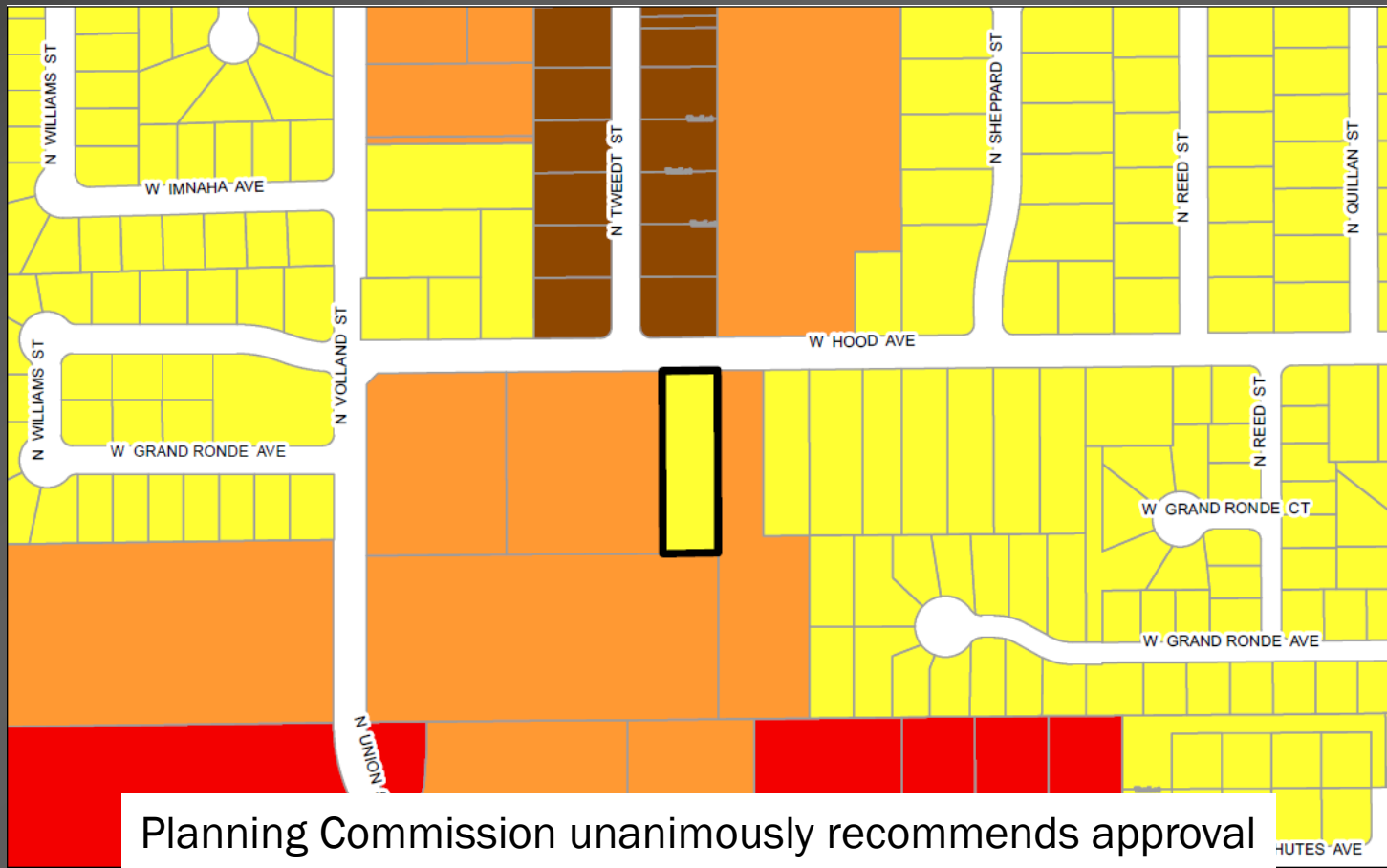
Planning Commission unanimously recommends approval

CPA 18-10

- Low Density Residential to Medium Density Residential
- 0.6887 acres
- 4311 W. Hood Ave.

Key Issues

- Surrounded by MDR
- HDR to north



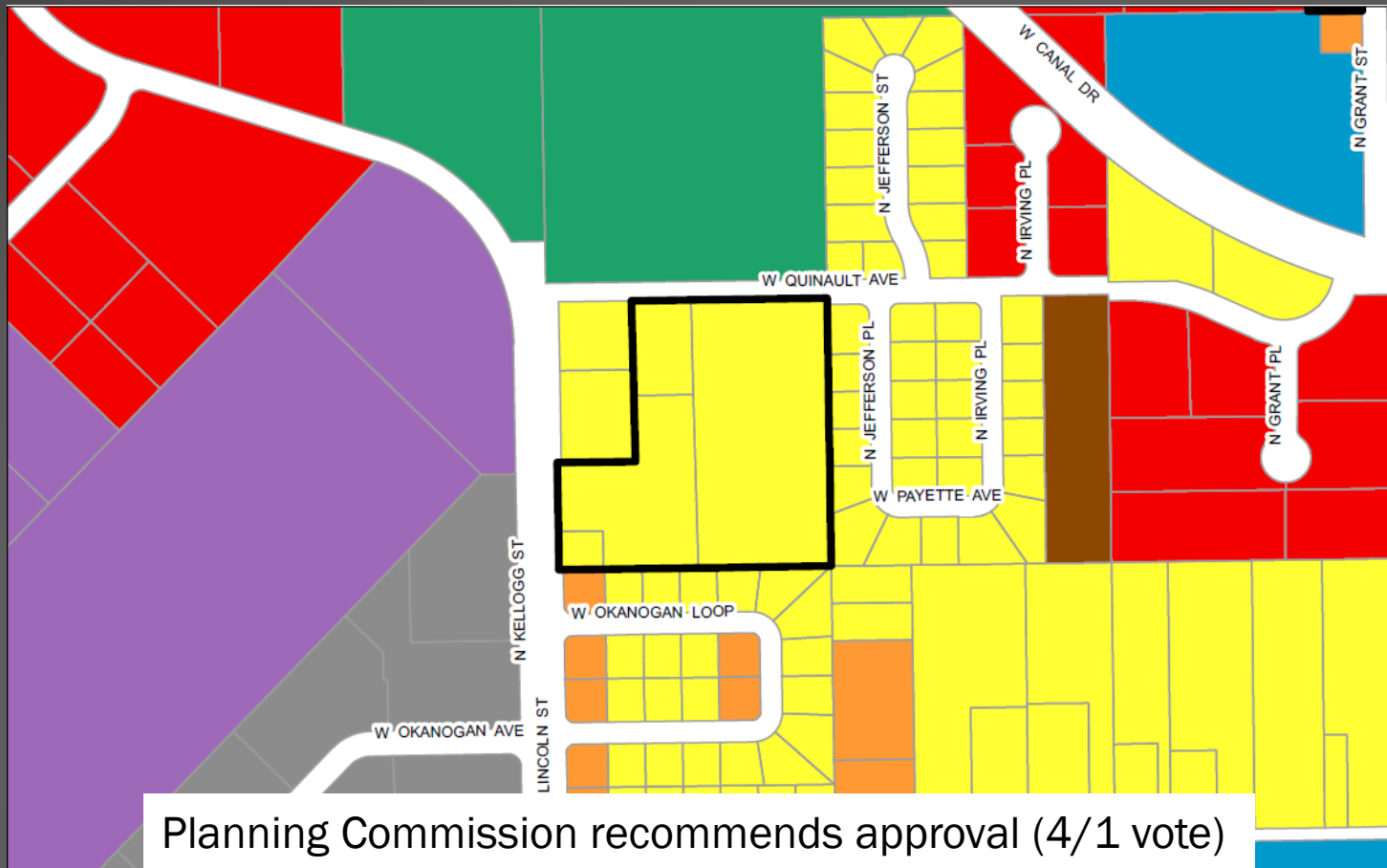
Planning Commission unanimously recommends approval

CPA 18-11

- Low Density Residential to High Density Residential
- 8.25 acres
- 5927 & 6009 W. Quinault Ave and 1026 & 1048 N. Lincoln St.

Key Issues

- Vista Field
- Comp Plan Deficit
- Missing corner



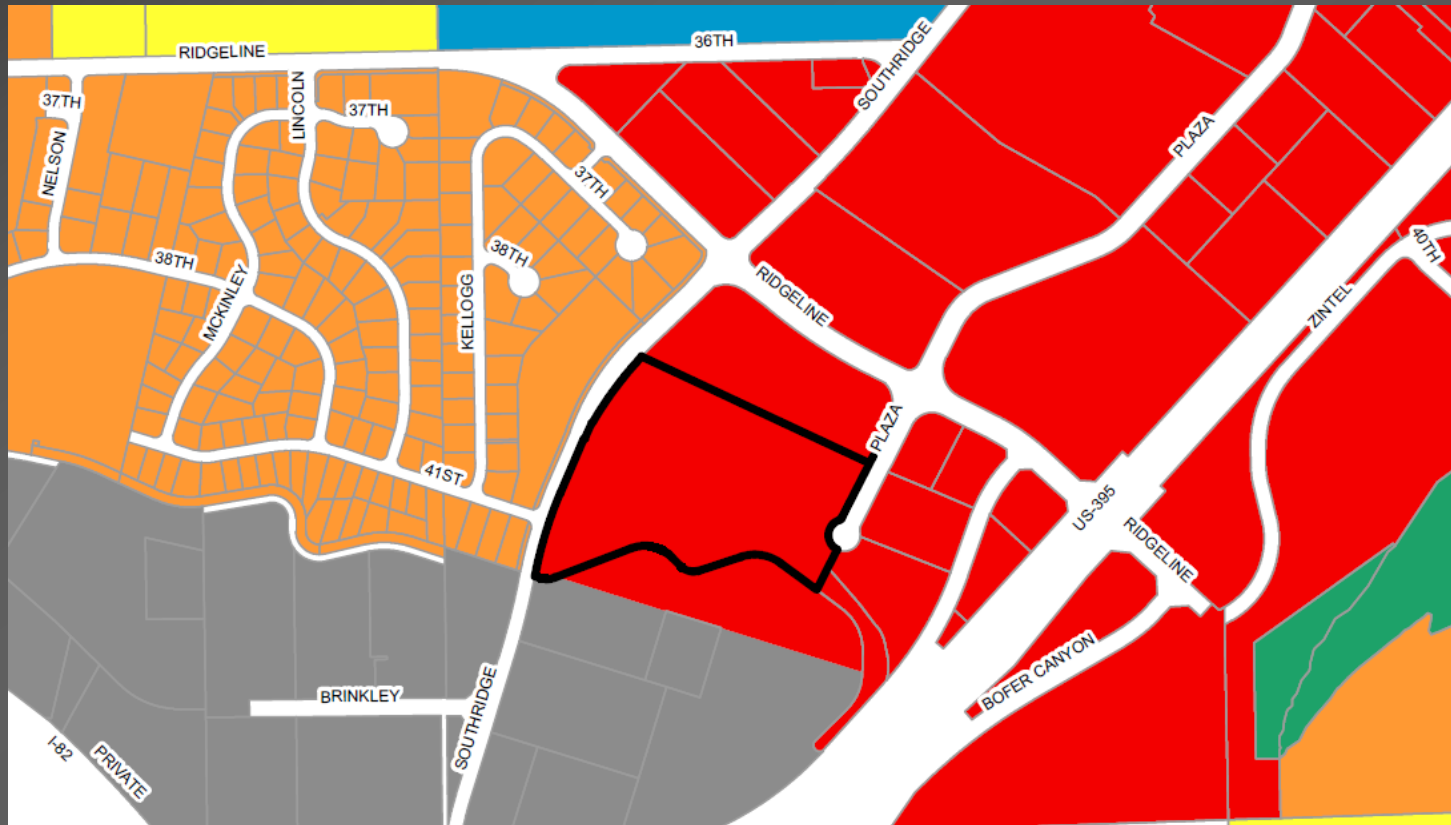
Planning Commission recommends approval (4/1 vote)

CPA 18-12

- Commercial to Medium Density Residential
- 12.1 acres
- 5603 Ridgeline Dr.

Key Issues

- MDR across the street
- Topography
- Surplus of commercial



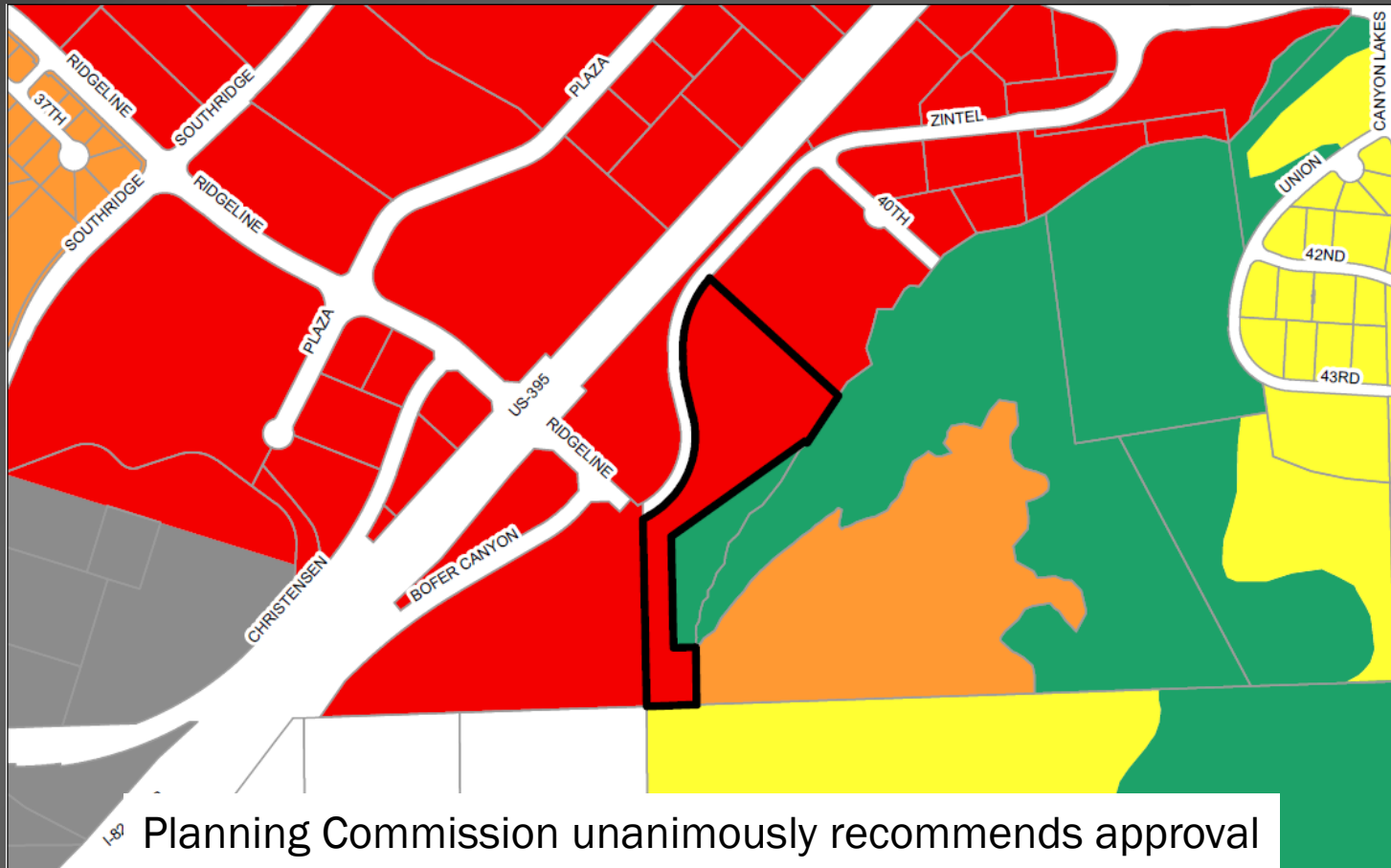
1-82 Planning Commission unanimously recommends approval

CPA 18-13

- Commercial to Medium Density Residential
- 8.4 acres
- 4001 S. Zintel Way

Key Issues

- MDR to the east
- Surplus of Commercial



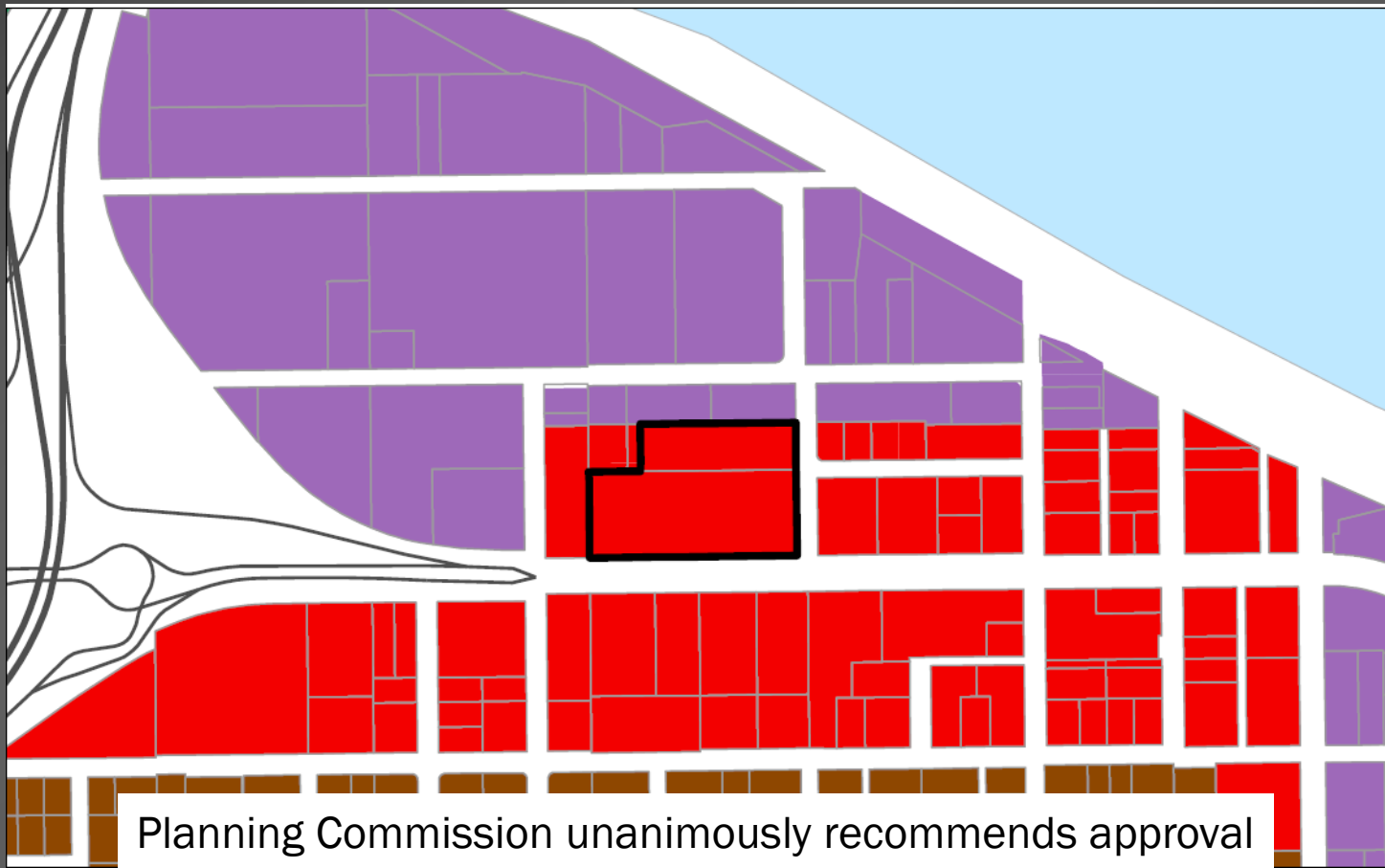
Planning Commission unanimously recommends approval

CPA 18-14

- Commercial to Mixed Use
- 3.235 acres
- 1016 W. Columbia Dr.

Key Issues

- Mixed Use to north and west
- BBRR Plan
- Access to Mixed Use



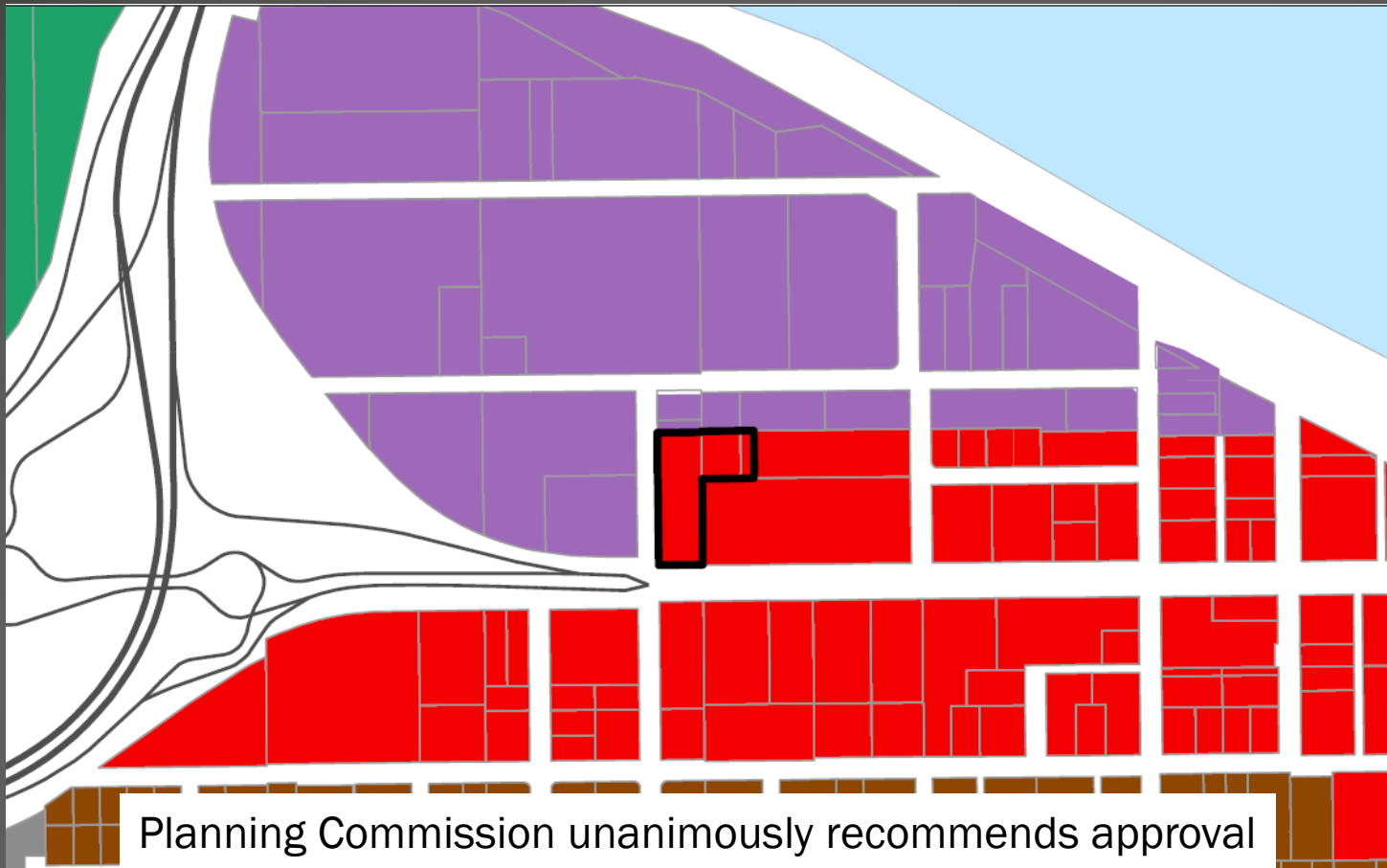
Planning Commission unanimously recommends approval

CPA 18-15

- Commercial to Mixed Use
- 1.10 acres
- 1116 W. Columbia Dr.

Key Issues

- Mixed Use to north and west
- BBRR Plan
- Access to Mixed Use



Questions?

Council Workshop Coversheet



Agenda Item Number	2.	Meeting Date	09/25/2018
Agenda Item Type	Presentation		
Subject	Urban Growth Boundary Realignment		
Ordinance/Reso #		Contract #	
Project #		Permit #	
Department	Planning		

Info Only	☒
Policy Review	☐
Policy DevMnt	☐
Other	☐

Summary

In 2013, Kennewick applied to Benton County to retract the City's urban growth boundary in areas that were less likely to be developed in a way to accommodate the City's 20-year population projection. This was done in an effort to realign the City's urban growth boundary to provide opportunity better plan for residential and non-residential development to accomodate 20 years of population growth. Approximately 240 acres were removed from Kennewick's urban growth area as a result.

Community Planning staff is currently preparing an application to apply to Benton County for an amendment to the City's urban growth boundary to finish the realignment. This presentation will give an overview of staff progress on preparing the application packet to submit to Benton County to complete the realignment of Kennewick's Urban Growth boundary.

Through

Anthony Muai
Sep 19, 11:15:03 GMT-0700 2018

Attachments: Presentation

Dept Head Approval

Gregory McCormick
Sep 19, 11:34:13 GMT-0700 2018

City Mgr Approval

Marie Mosley
Sep 20, 08:53:52 GMT-0700 2018

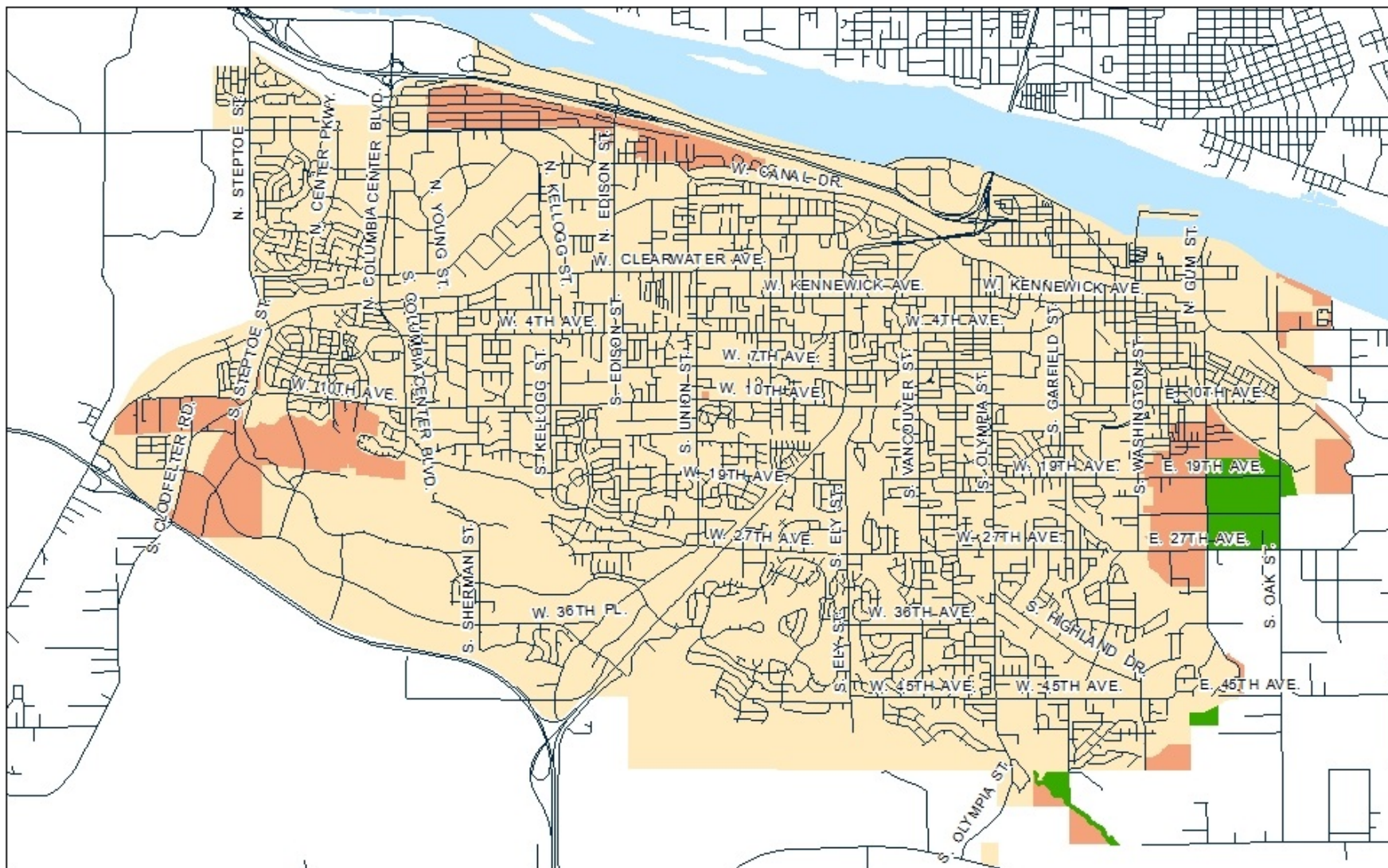
Urban Growth Area Re-Alignment

City Council Workshop

September 25, 2018

Background

- ⌘ County is keeper of Urban Growth Boundaries
- ⌘ Benton County on 5 year cycle for expansions
 - × Next time to apply – December 2023
- ⌘ 2014 application removed 240 acres from UGA



UGA Removed in 2013

- City Boundary
- Urban Growth Boundary
- Area Removed in 2013



Population Projections

- ⌘ Current Kennewick Pop: 81,850
- ⌘ OFM 2038 Benton County Pop: 278,457
- ⌘ 2038 Kennewick Estimate – 111,383
 - ⌘ 40% allocation of County population
 - ⌘ Identified in CWPP based on historical trends

Process

- ⌘ Part of County's Annual Comprehensive Plan Amendment Cycle
- ⌘ Application due to Benton County 12/1/2018
 - ⌘ Land Quantity Analysis (LQA)
 - ⌘ Capital Facilities Plan (CFP)
- ⌘ Staff to bring resolution for application to Council Oct. 2nd

Application Requirements

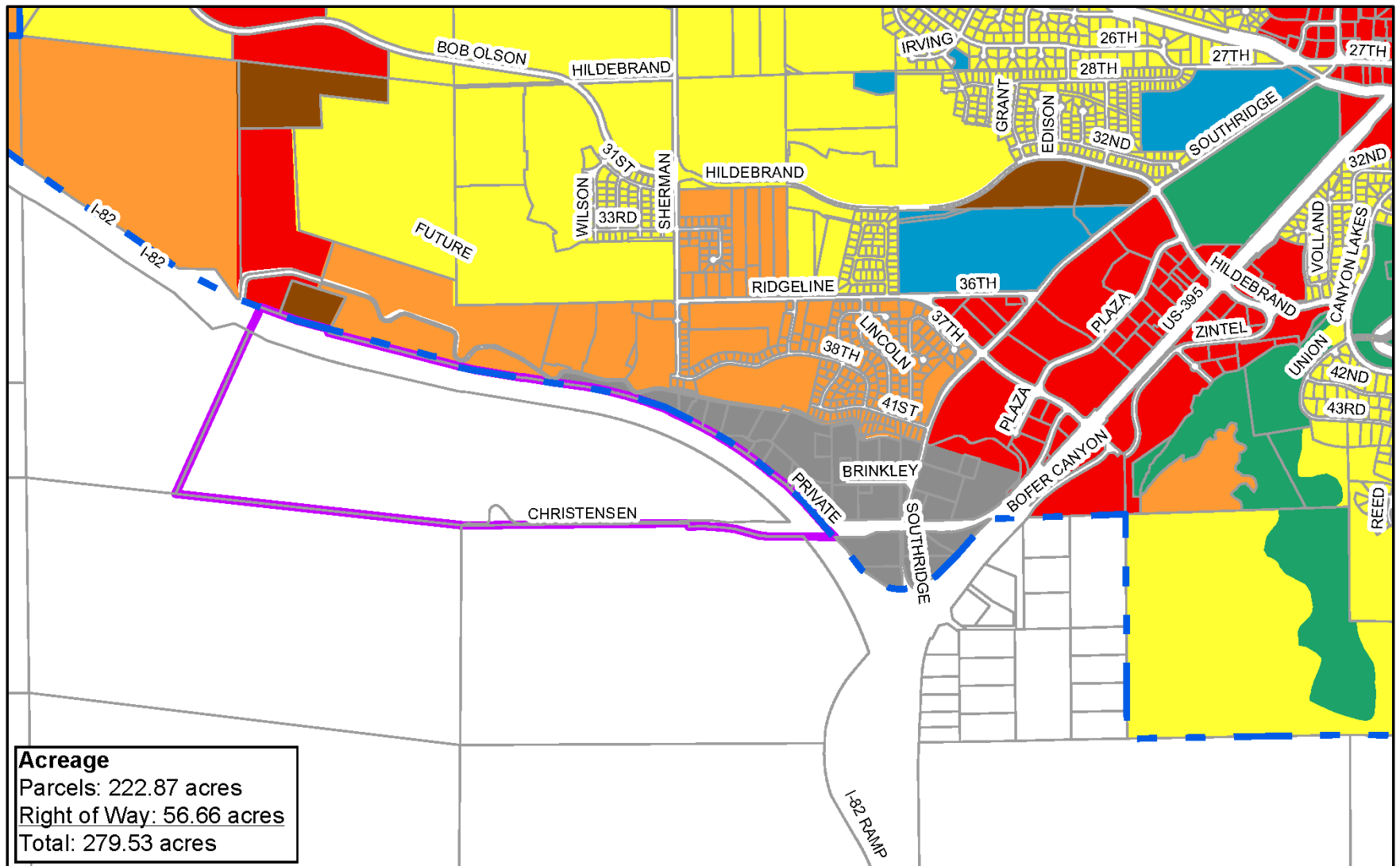
⌘ Application

- ⌘ Maps
- ⌘ Council Resolution
- ⌘ Supporting Information

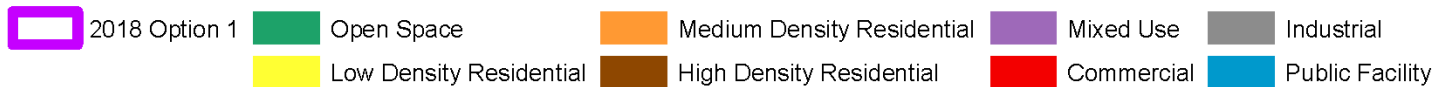
⌘ Land Quantity Analysis

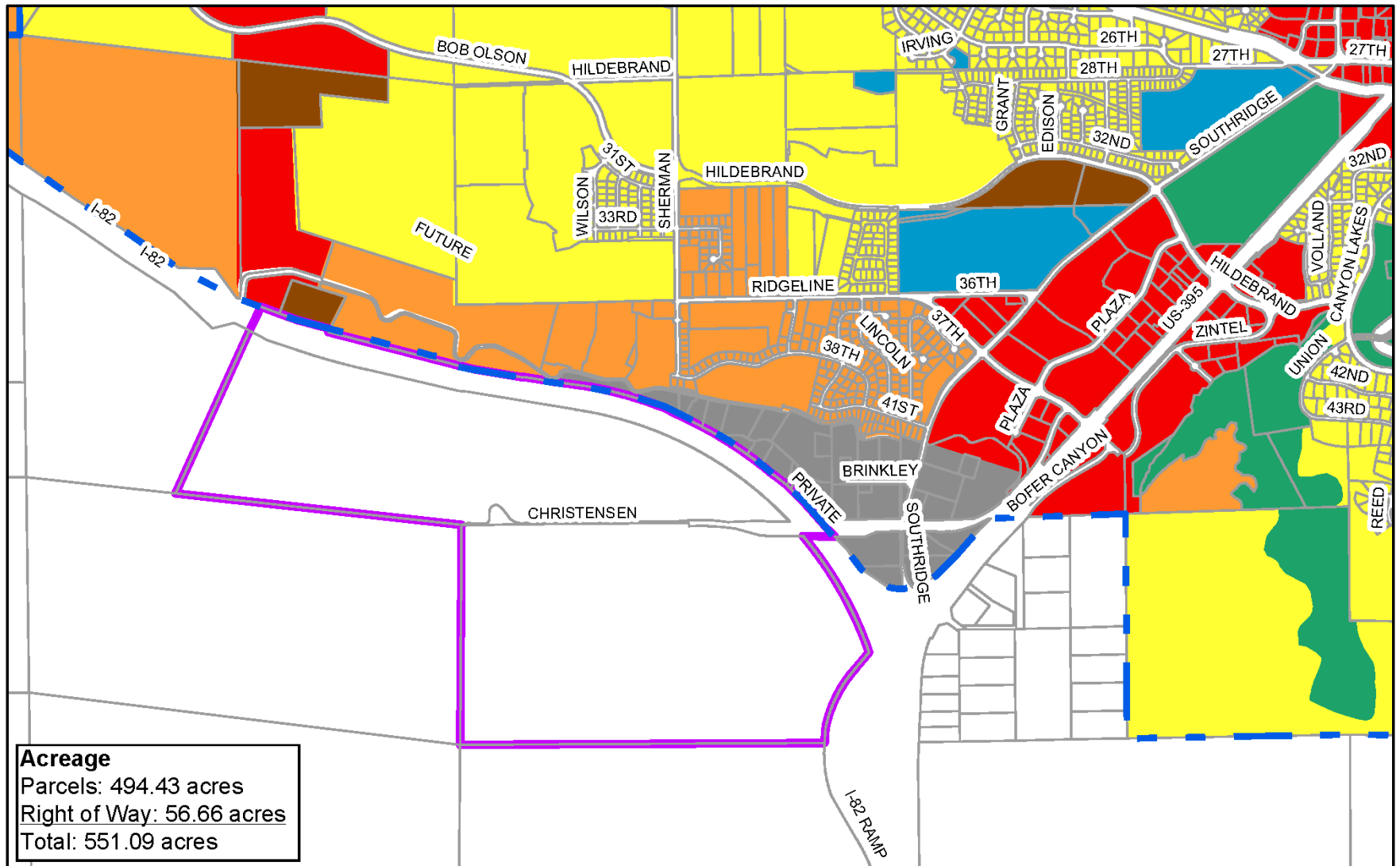
⌘ Capital Facilities Plan

- ⌘ Infrastructure needs/ability to serve
- ⌘ Financing mechanisms
- ⌘ Achieved using existing CFP and proposal from 2013

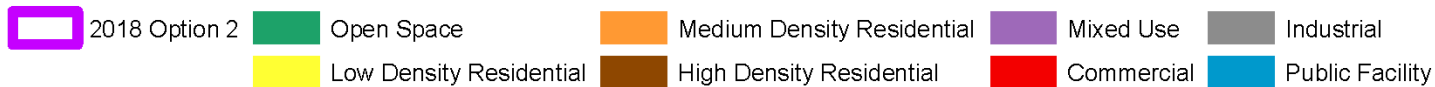


2018 UGA Amendment Option 1





2018 UGA Amendment Option 2



Questions?

Council Workshop Coversheet



Agenda Item Number	3.	Meeting Date	09/25/2018
Agenda Item Type	Presentation		
Subject	Community Planning Department Update		
Ordinance/Reso #		Contract #	
Project #		Permit #	
Department	Planning		

Info Only	☒
Policy Review	☐
Policy DevMnt	☐
Other	☐

Summary

The Community Planning Department includes Long Range Planning, Development Services (current planning) and Building Safety functions. The Long Range Planning efforts are geared toward maintaining and updating the City's Comprehensive Plan, sub-area plans such as the Bridge-to-Bridget/River-to-Rails and Vista Field plans, code amendments to implement new or changes in policy, processing annexations and regional coordination. Development Services provides a wide variety of support to the permit process that includes subdivisions, rezones, commercial site plans, variances and others. The Development Services Division performs a permit coordination function as well, coordinating plan routing, commenting and other functions associated with permit processing. The Building Safety Division is primarily responsible for review of building plans for compliance with applicable codes, inspection of buildings for compliance with the approved plans and issuance of a certificate of occupancy for completed buildings.

The Planning Department is involved in many cross-functional team efforts, which includes several departments and divisions: Public Works (Engineering and Traffic), Fire Department (plan review & inspection), Customer Service/One-Stop, Economic Development and the City Attorney's office. The Planning Department also interacts with the private development sector by attending and coordinating regular meetings to discuss changes to City operations that may affect the private sector and to seek input regarding City processes. The Developer's Forums have been a regular event for the past several years and the City receives positive feedback from the developer's group regarding the opportunity to discuss issues that affect them. The Planning Department leadership team will provide Council with an overview of these functional areas along with data regarding development activity over the past several years.

Through

Dept Head Approval

City Mgr Approval

Gregory McCormick
Sep 19, 09:32:41 GMT-0700 2018

Marie Mosley
Sep 20, 15:00:31 GMT-0700 2018

Attachments: Presentation

City of Kennewick

City Council Study Session

COMMUNITY PLANNING DEPARTMENT

September 25, 2018



Department Overview

- Long Range Planning
- Development Services/Current Planning
- Building Safety Division
- Express Permit Program
- Cross-functional Teams
 - Customer Service
 - Public Works
 - Code Enforcement
 - City Attorney's Office
 - Parks

Council Priority Areas



Scope & Complexity

- **GMA – RCW 36.70A**
- **SEPA – RCW 43.21C**
- **SMA – RCW 90.58**
- **Subdivisions – RCW 58.17**
- **WA State Code Council**
 - **Building Code**
 - **Mechanical Code**
 - **Plumbing Code**
 - **Energy Code**



Department Reports

- **Monthly Activity Report**
 - Building Activity
 - Land Use Permitting
- **Major Project Status Report**
 - Updated bi-monthly
 - Long Range Planning Projects
 - Current Planning Projects
 - “Under Construction” Projects
 - Pre-Application meeting
 - Express Permitting Activity

2017 Department Totals

- Building Permit Valuation - \$164,756,512
- Building Permit Revenue - \$1,647,844
- Building Permits Issued – 2,064
- Building Inspections – 10,292
- Single Family Residential Permits – 221
- Planning Division Revenue - \$110,830

**2013-2018 (YTD) Permit Valuation:
\$1,000,331,727**

Multiplier Effect of Permits

- **1 Subdivision of 85 lots**
 - Results in 85 site plans to review
 - Yields – 85 Single Family Building Permits
- **85 single family building permits results in 850 building inspections**

Long Range Planning

- **Anthony Muai, AICP – Senior Planner**
 - **Comprehensive Plan**
 - **Sub-area Plans (Bridge-to-Bridge, Vista Field)**
 - **Development Regulations (implementation – CBD & UMU Zones)**
 - **Annexations**
 - **Regional Planning Coordination (Benton County & cities)**
 - **Other Policy Planning Issues i.e. City UGA**

Questions?





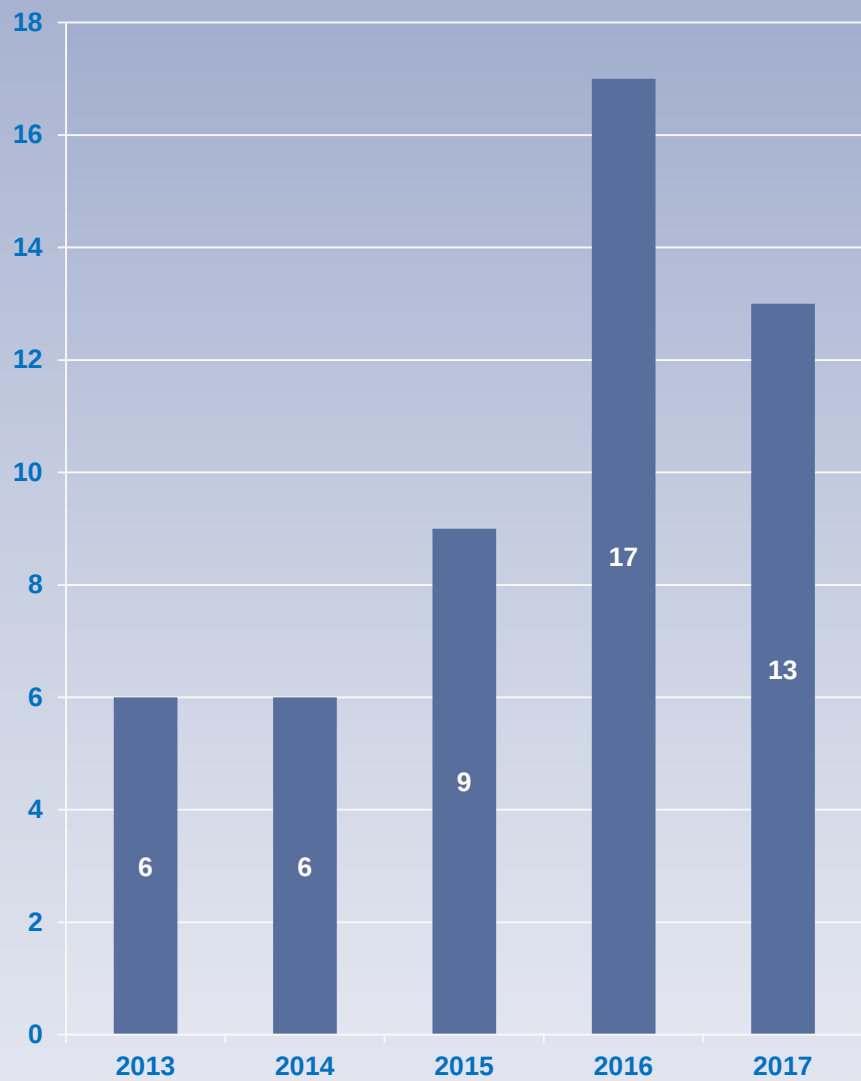
Development Services (Current Planning)

- **Wes Romine, AIA - Manager**
- **Steve Donovan, Planner**
- **Michelle Dellinger, Assistant Planner**
- **Melinda Didier, Administrative Assistant**
- **Diane Kalinowski (Customer Service)**
 - **Site Plans**
 - Tier 1, 2, & 3
 - **Subdivisions**
 - Long Subdivision (10 or more lots)
 - Short Subdivision (9 or fewer lots)
 - Binding Site Plans (commercial/industrial)
 - **Rezones**
 - **Environmental Determinations**
 - **Other land use permits (CUP's, variances, etc)**

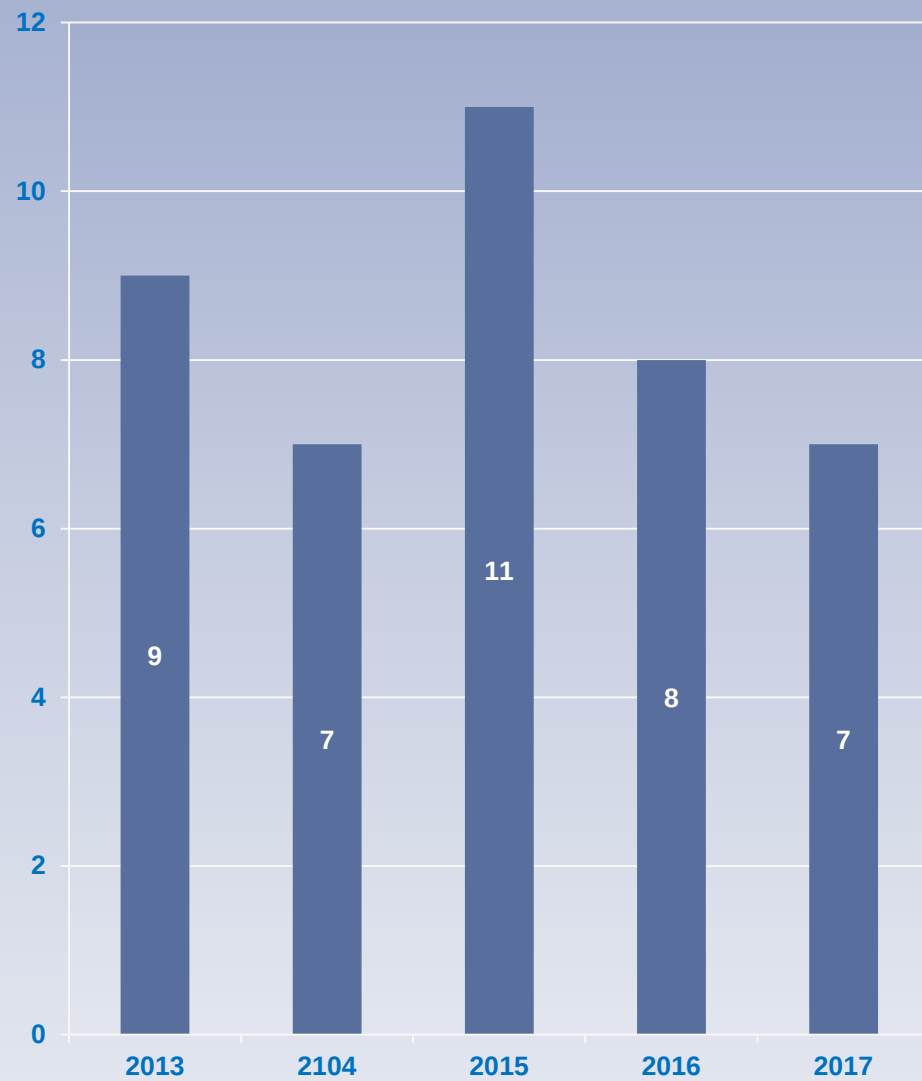
Site Plans – Tier 1,2,3



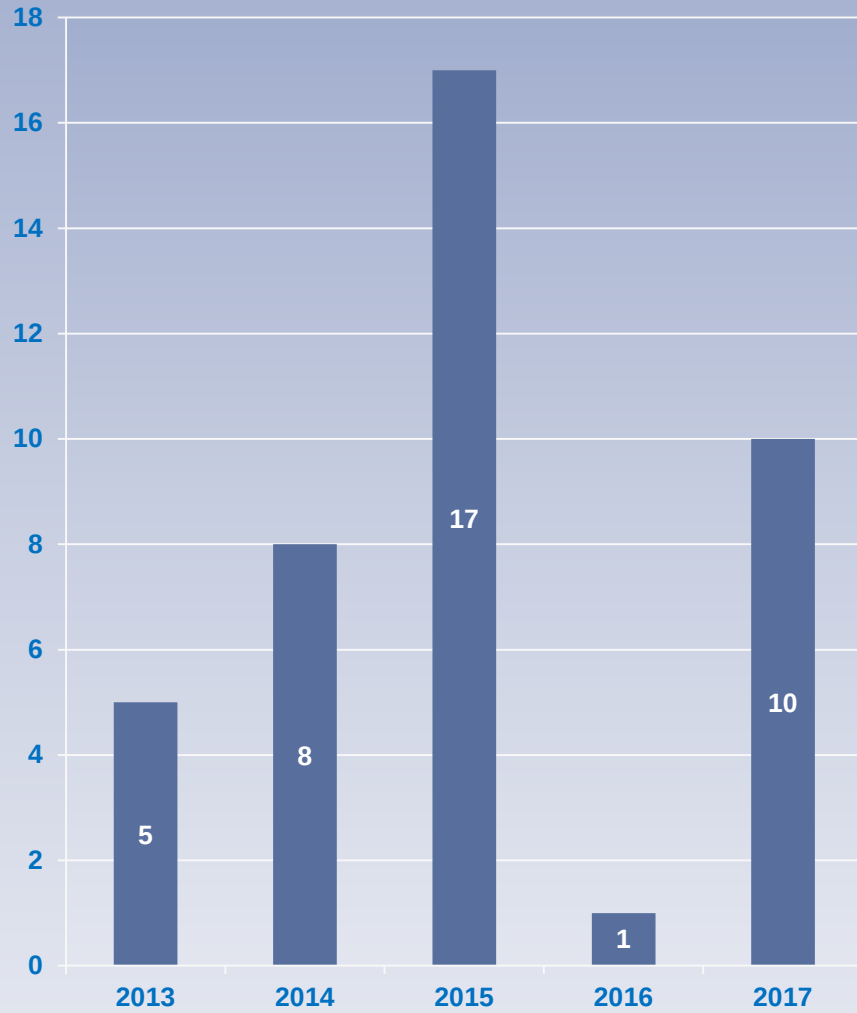
Short Plats



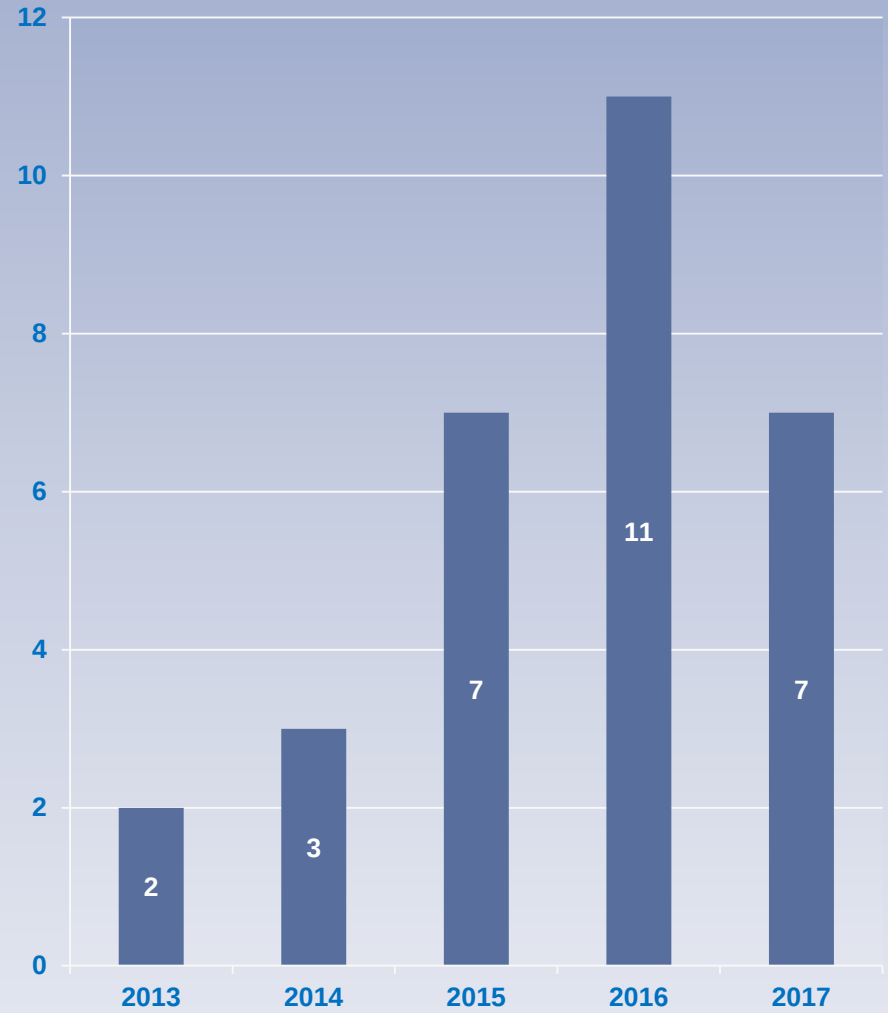
Binding Site Plans



Rezones



Preliminary Plats



Questions?



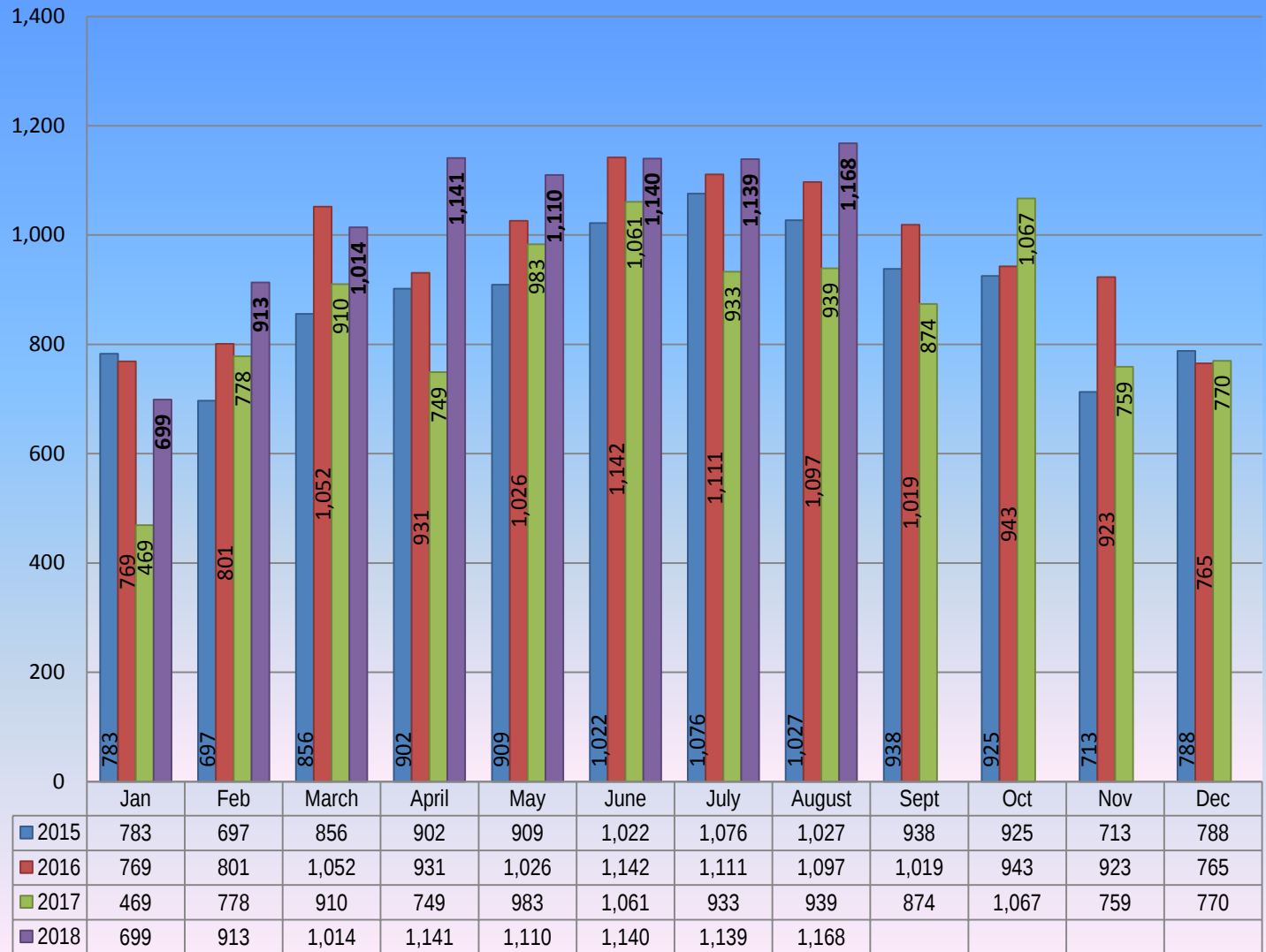
Building Safety Division

- **Tony Ostoja, CBO – Building Official**
- **Yolanda Reyna – Office Technician**
- **Marcia Fuher (Customer Service)**
- **Thomas Woods – Plans Examiner**
- **Winston McCulley – Building Inspector**
- **Dan Woolsey – Building Inspector**
- **Bob Auvil – Plans Examiner/Inspector (1/2 time)**

Building Permits Issued



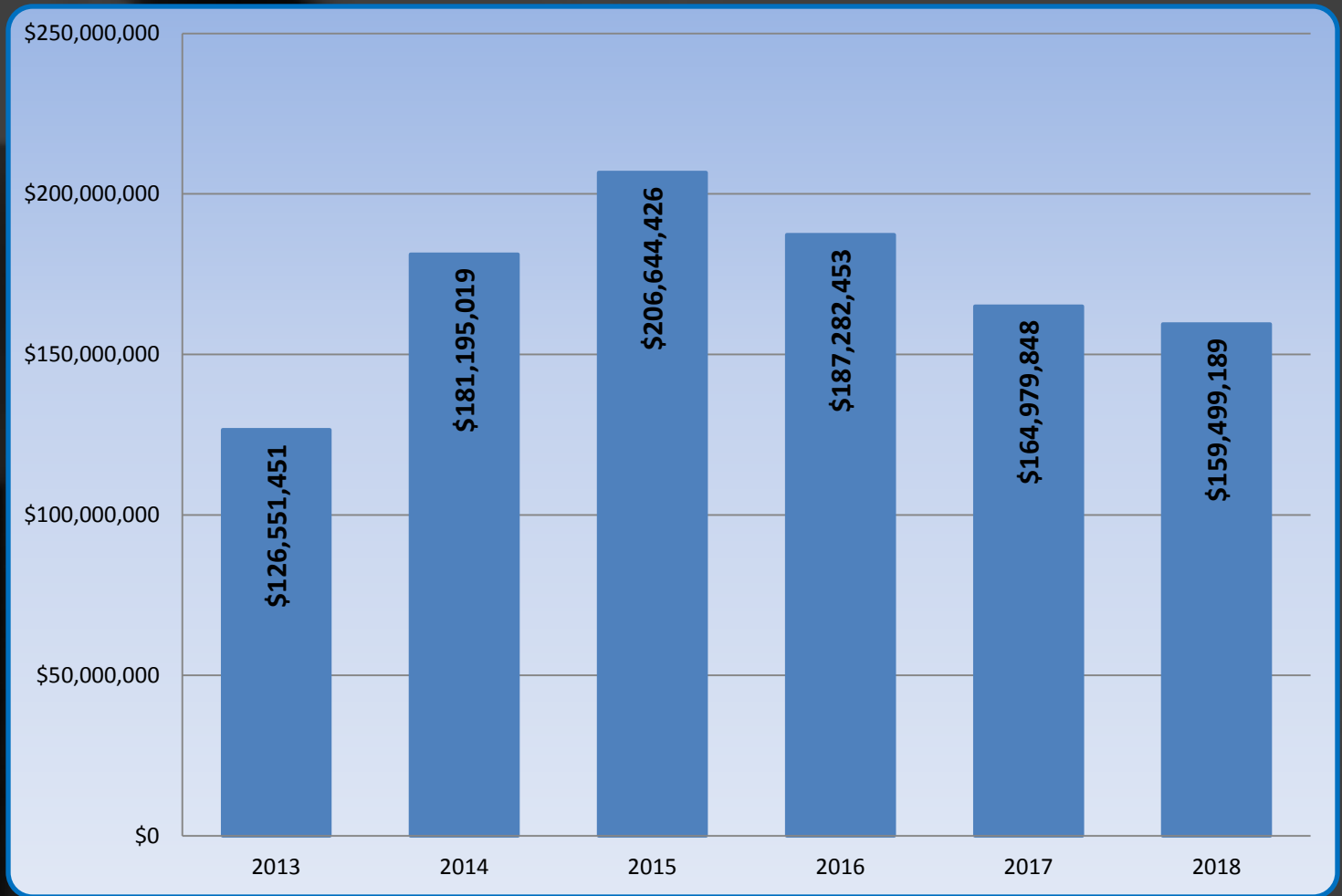
Building Inspections



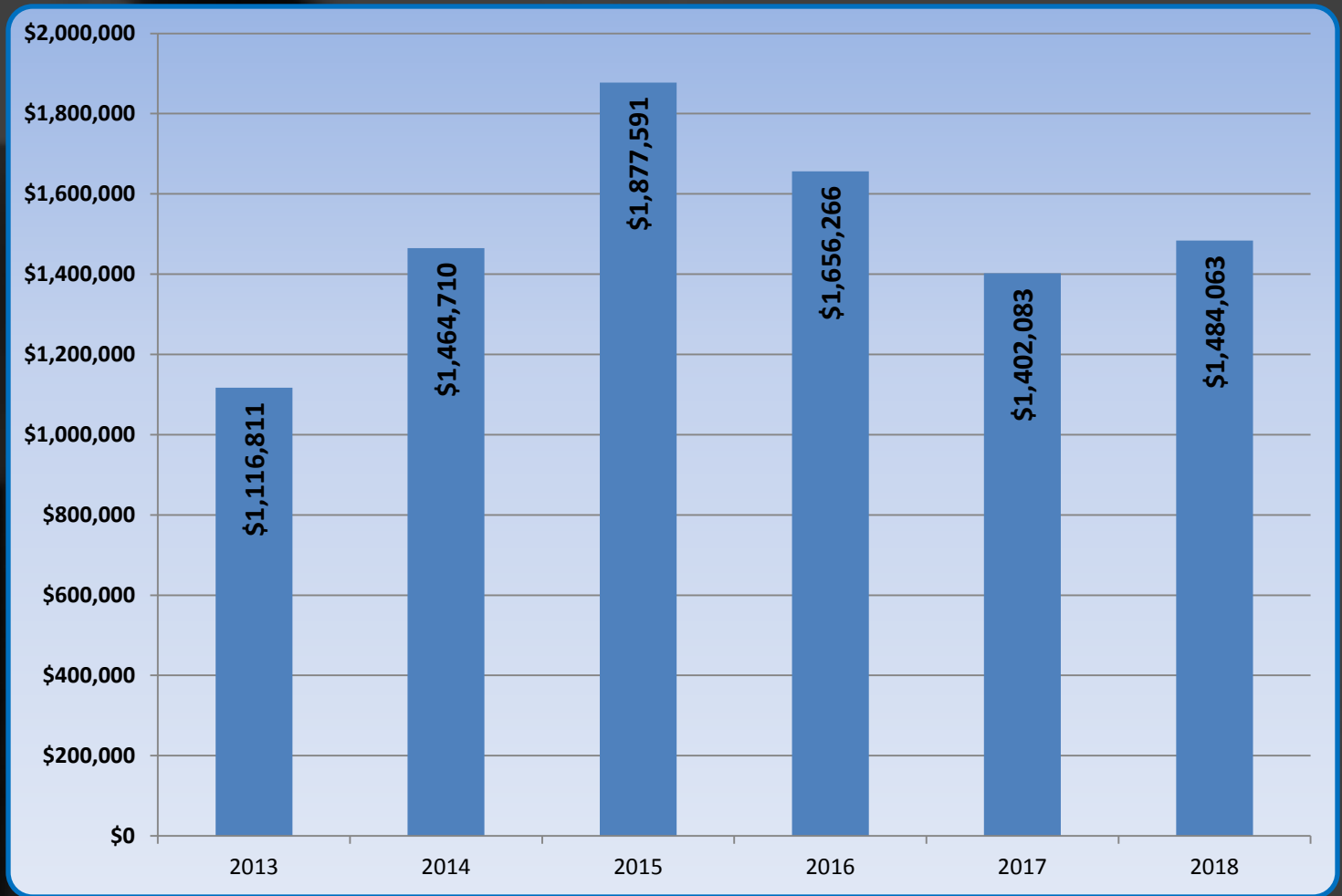
Building Inspections by Year



Building Permit Valuation



Building Permit Revenue



Single Family Permits



Building Permits Issued



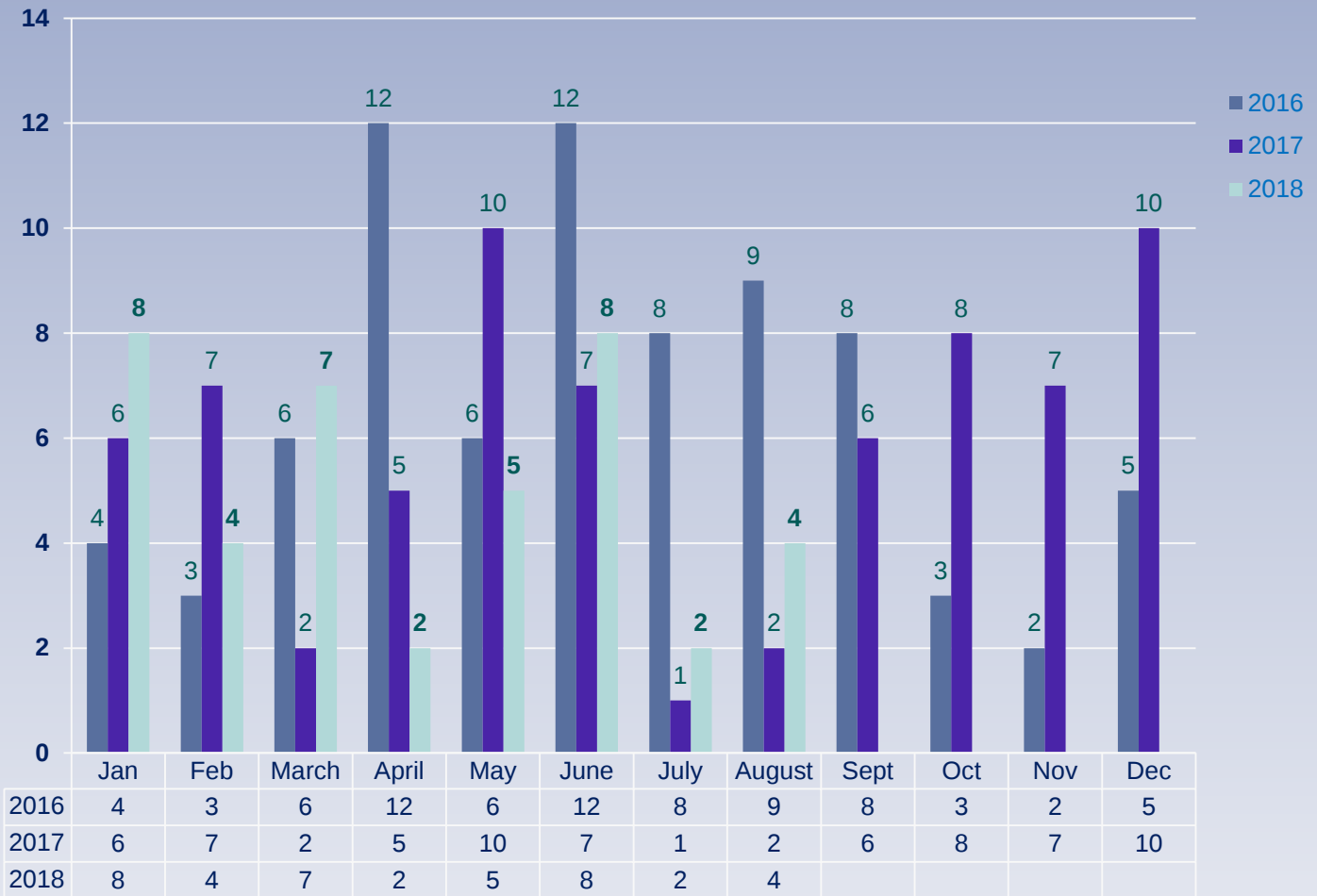
Questions?



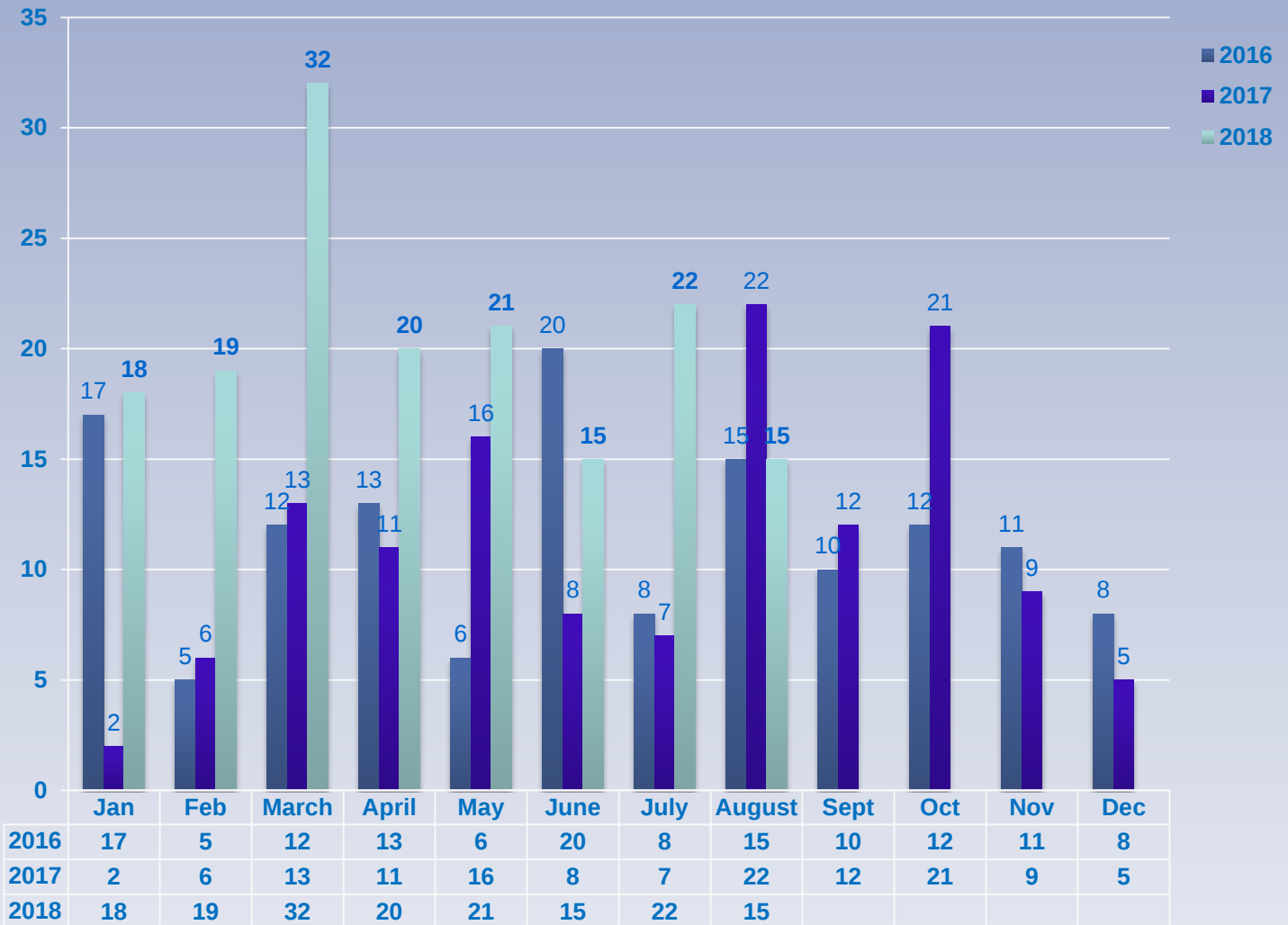
Express Permit Program

- **Dan Wilson, CBO – Express Permit Program Manager**
 - **Mid 2014 – Researched/Proposed**
 - **7/15 - Implemented (commercial TI's)**
 - **10/15 – Single Family Residential added**
 - **11/17 – Residential Alterations added**
 - **2/18 – Duplex Residential added**

Express Permit Program Commercial TI's



Express Permit Program Single Family Residential



Questions?





Opportunities/Challenges

- **Opportunities –**
 - Continued explosive growth
 - Additions to Express Permit Program
 - Vista Field, Southridge, Entertainment District, Bride-to-Bridge/Columbia Dr
- **Challenges –**
 - Explosive growth
 - Maintaining Level of Service (review times, next day inspections)
 - Staff Resources

Questions?



Council Workshop Coversheet



Agenda Item Number	4.	Meeting Date	09/25/2018
Agenda Item Type	Reports/Plans		
Subject	2019/2020 Budget Assumptions		
Ordinance/Reso #		Contract #	
Project #		Permit #	
Department	Finance		

Info Only	☒
Policy Review	☐
Policy DevMnt	☒
Other	☐

Summary

At the September 25, 2018 City Council Workshop, staff will provide a presentation on the major revenue and expenditure assumptions that are being utilized in the development of the 2019/2020 biennial budget, with a primary focus on budget assumptions for the General and Street Funds.

Through

Dept Head Approval

City Mgr Approval

Dan Legard
Sep 17, 10:06:03 GMT-0700 2018

Marie Mosley
Sep 20, 14:56:15 GMT-0700 2018

Attachments: PowerPoint



2019/2020 Budget Assumptions

Kennewick City Council Workshop
September 25, 2018

2019/2020 Budget Calendar

- **Council Retreat – 4/14**
- **Community Budget Survey - 6/13 – 7/5**
- **Budget Instructions Issued – 6/27**
- **Budget Requests Due – 8/3**
- **Dept. Budget Request Review – 9/10 to 9/17**
- **Decisions on Prelim Budget – late Sept./early Oct.**
- **Budget Workshops - 10/30 & 11/13 (as needed)**
- **Preliminary Budget Available – 10/30**
- **Public Hearing & Adoption – 11/20**

CITY TAXES & FEES

AVERAGE FAMILY HOUSEHOLD

Assuming an average 4-person family with a \$200,000 home and household Adjusted Gross Income between \$70,000-\$80,000 per year

Property Taxes

The 2018 Property Tax Levy is \$12.46 per \$1,000 in assessed valuation. The City receives 17¢ per \$1.00 paid.

Sales Taxes

The City receives just 0.85% of the 8.6% Sales Tax rate. In addition, the criminal justice sales tax of 0.10% and a voter approved public safety sales tax is distributed back to all jurisdictions in Benton County based on population through State Shared Revenues.

Utility Taxes

The City levies an 8.5% utility tax on electric, natural gas & telephone services, 7% on cable & garbage, and 15.5% on water/sewer services.

Gambling Taxes

The City currently levies a 10% tax for punch-board, pull-tab, and card room activities; 5% for bingo; and 2% for amusement games.



How much does the City of Kennewick receive from the average household?



	Estimated Annual Spending	Estimated Annual Tax	Amount Distributed to the City
Property Tax	\$ 2,491	\$ 2,491	\$ 434
Water/Sewer	\$ 620	\$ 83	\$ 537
Utilities	\$ 5,339	\$ 442	\$ 442
Retail Sales	\$ 19,468	\$ 1,674	\$ 165
Admissions/Entertainment	\$ 2,000	\$ 100	\$ 100
Gambling/Arcade Games	\$ 500	\$ 10	\$ 10
State Shared Revenues	\$ 6,500	\$ 1,534	\$ 148
Ambulance Utility	\$ 110	\$ 110	\$ 110
Stormwater Utility	\$ 49	\$ 49	\$ 49
TOTALS:	\$ 37,077	\$ 6,493	\$ 1,995

Admissions Taxes

The City collects a 5% admissions tax on admission charges to any place or event, except school events.

State Shared Revenue

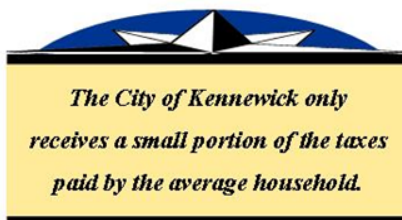
State shared revenues are collected by the State and include Gas Tax, Liquor Tax, PUD Privilege Tax, and Criminal Justice funding. Distributions are made on a per capita basis.

Ambulance Utility Fee

Kennewick citizens pay \$9.19 per month for ambulance services.

Stormwater Utility Fee

Kennewick residents pay \$4.11 per month to help fund the stormwater program.

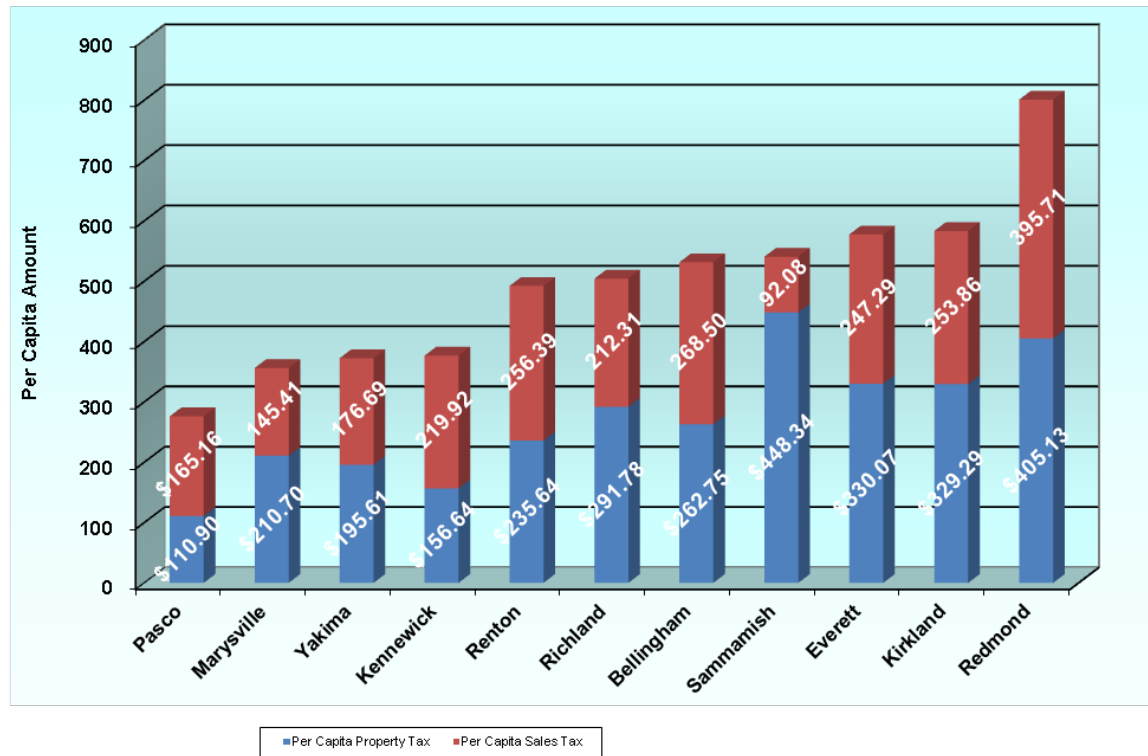


What does your \$166 per month get you?

For just \$166 per month, the average household in the City of Kennewick receives these basic services.



2017 Per Capita Tax Comparison Sales & Property Taxes



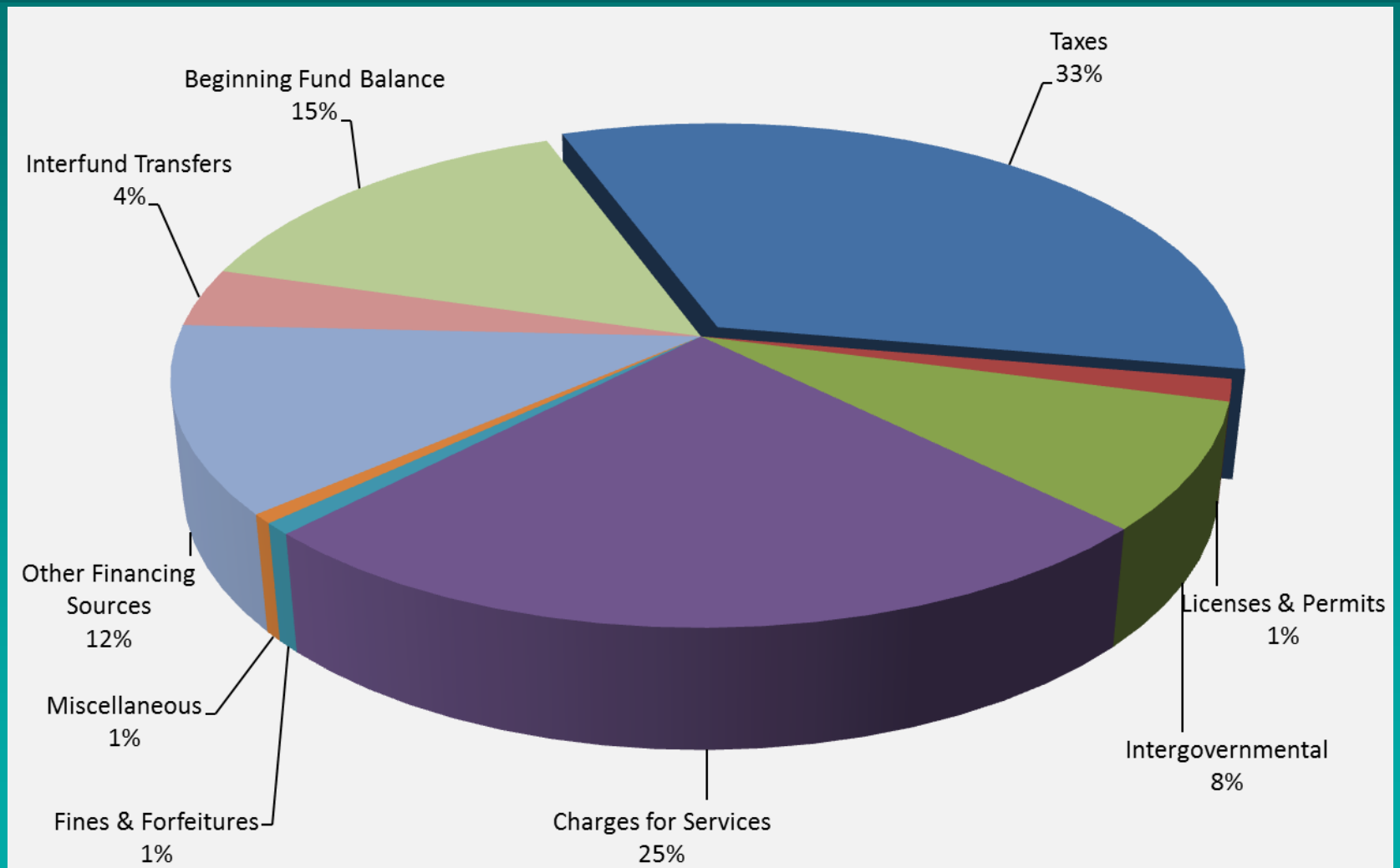
	2017	2017	2017	Per Capita		
	Population	Property Levy	Sales Tax	Property Tax	Sales Tax	Total
Pasco	71,680	\$ 7,949,354	\$ 11,838,428	\$ 110.90	\$ 165.16	\$ 276.06
Marysville	65,900	13,885,346	9,582,296	210.70	145.41	356.11
Yakima	93,900	18,367,991	16,591,188	195.61	176.69	372.30
Kennewick	80,280	12,575,103	17,654,975	156.64	219.92	376.56
Renton	102,700	24,199,972	26,331,634	235.64	256.39	492.03
Richland	54,150	15,799,972	11,496,467	291.78	212.31	504.09
Bellingham	86,720	22,785,248	23,284,698	262.75	268.50	531.25
Sammamish	62,240	27,904,930	5,730,786	448.34	92.08	540.42
Everett	109,800	36,241,947	27,151,960	330.07	247.29	577.36
Kirkland	86,080	28,344,967	21,852,566	329.29	253.86	583.15
Redmond	62,110	25,162,578	24,577,521	405.13	395.71	800.84

**Exhibit includes full service cities with a population up to 50% greater or 50% below the City of Kennewick.*

Population Data: Washington State Department of Financial Management

Property & Sales Tax Data: Washington State Department of Revenue

2017/2018 Sources of Funding All Funds

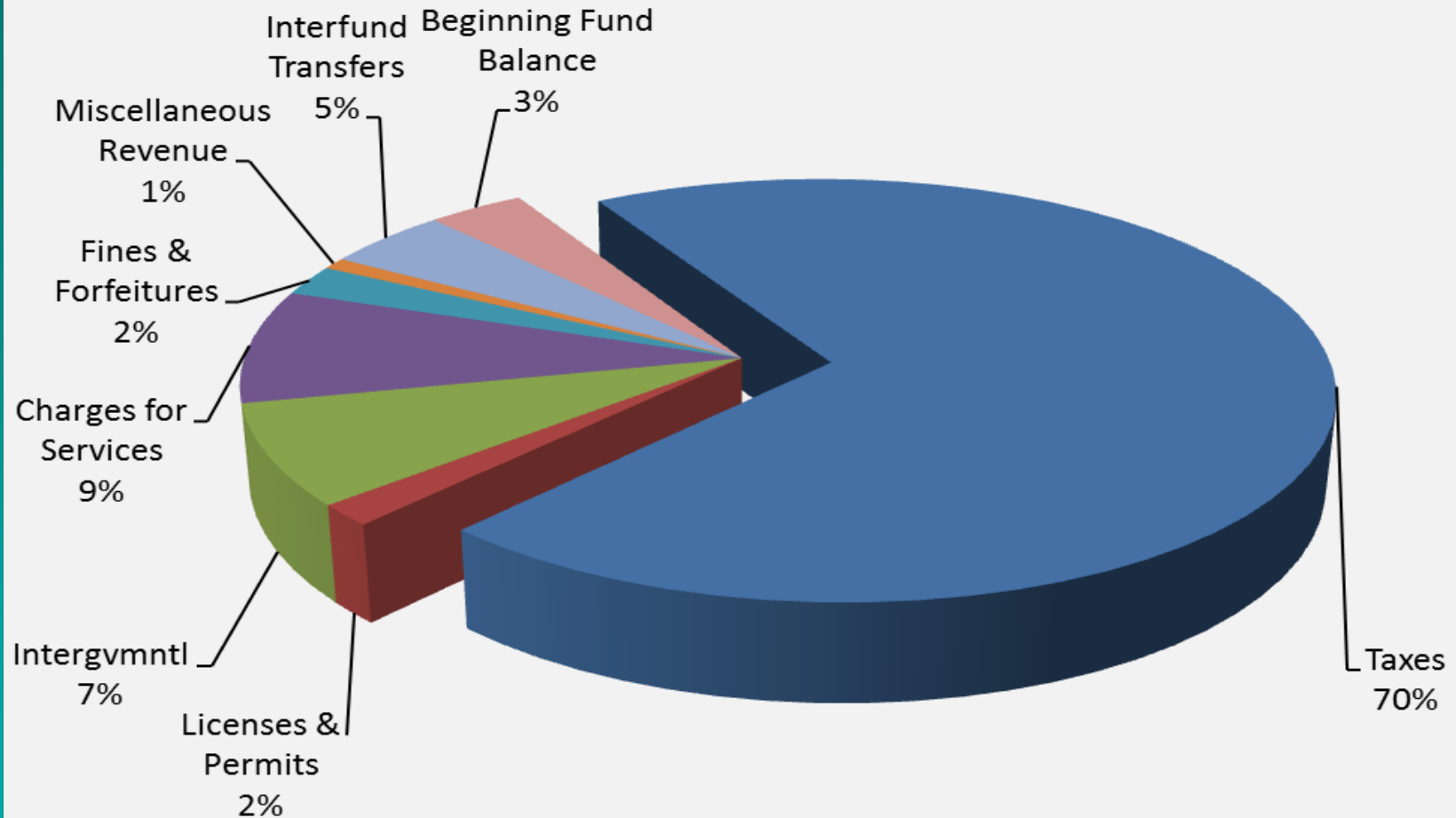


2017/2018 Adjusted Budget = \$320,799,592

2017/2018 Adjusted Budget Allocation of Tax Revenues

Revenue Source	General Governmental				CIP	Lodging Tax	Fire Pension	OPEB Trust	Total
	General	Public Safety	Crim Justice	Subtotal					
Property Tax	\$ 24,578	\$ -	\$ -	\$ 24,578	\$ 548	\$ -	\$ 134	\$ -	\$ 25,260
Sales Tax:	29,502	-	4,894	34,396	11,314	-	-	-	45,710
Regular	18,233	-	-	18,233	-	-	-	-	18,233
Optional	7,993	-	-	7,993	10,240	-	-	-	18,233
1/10% Criminal Justice	3,276	-	-	3,276	-	-	-	-	3,276
3/10 % Pub Safety (Voted)	-	-	4,894	4,894	-	-	-	-	4,894
LRF (State & Local)	-	-	-	-	1,074	-	-	-	1,074
Utility Taxes	18,194	4,855	-	23,049	-	-	-	2,477	25,526
Real Estate Excise Tax	-	-	-	-	5,636	-	-	-	5,636
Gambling Tax	1,465	-	-	1,465	-	-	-	-	1,465
Admissions Tax	796	-	-	796	-	-	-	-	796
Leasehold Excise Tax	71	-	-	71	-	-	-	-	71
Hotel/Motel Tax	-	-	-	-	-	2,304	-	-	2,304
Total Taxes:	\$ 74,606	\$ 4,855	\$ 4,894	\$ 84,355	\$ 17,498	\$ 2,304	\$ 134	\$ 2,477	\$ 106,768

2017/2018 Sources of Funding General and Street Funds



2017/2018 Adjusted Budget = \$106,004,876

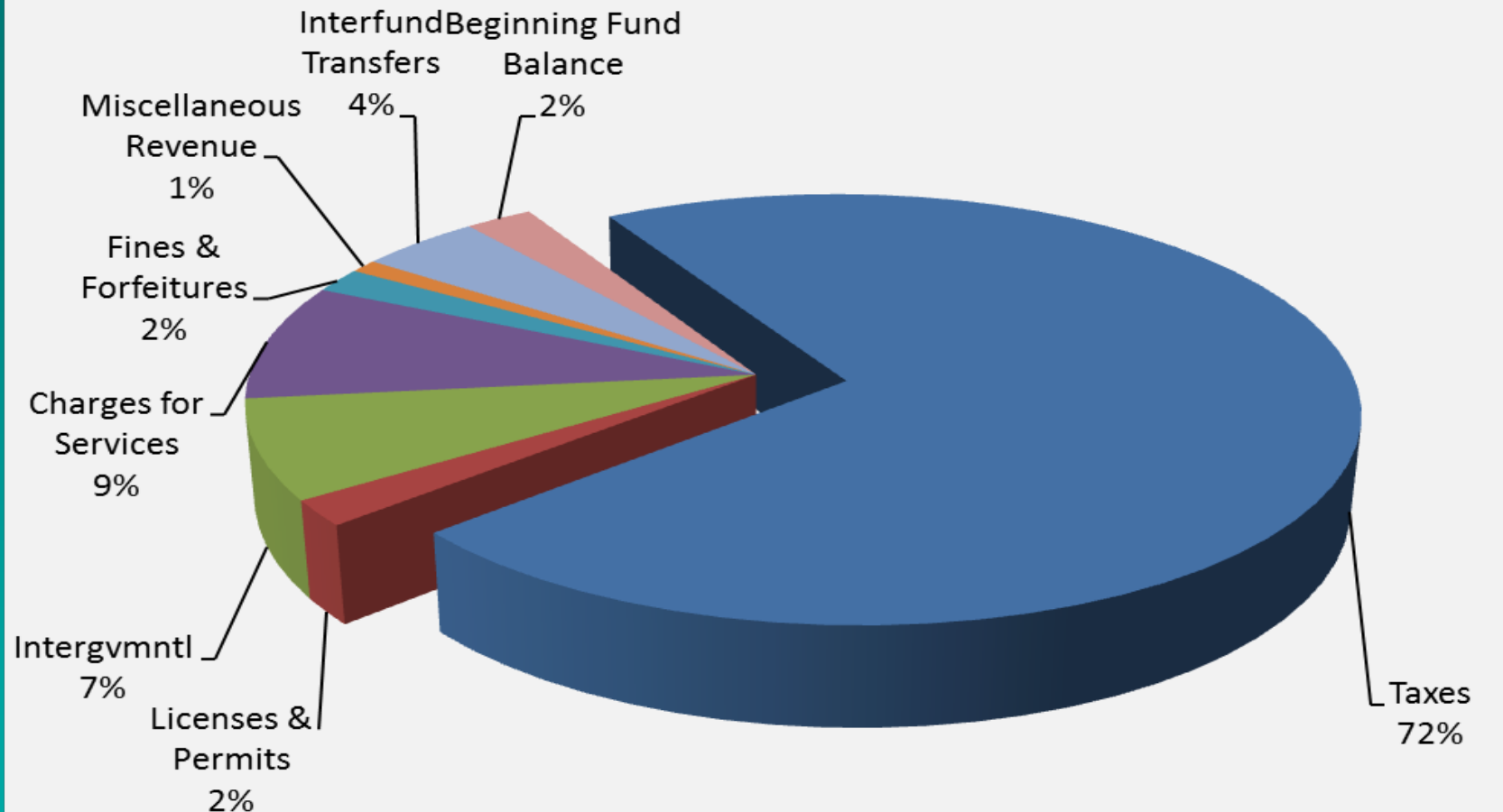
2019/2020

Major Revenue Assumptions

- Sales Tax - 3% growth per year plus impacts of Marketplace Fairness Act
- Property Tax – 1% growth in base levy & \$100M in new construction each year (with 40% of growth in SR LRA)
- Utility Taxes:
 - Electric - 4% incr. each yr. (1.5% customer growth & 2.5% rate incr.)
 - Telephone – 7% reduction each yr.
 - Cable – 0% change from projected 2018 for both 2019 and 2020
 - Other – Generally estimate 1.5% customer growth (where applicable) and 2% for rates tied to CPI (where applicable)
- State Shared Revenues – No change to existing allocations
- Other Revenues – Generally 2% increases per year

Projected Sources of Funding

2019/2020 General & Street Funds



2019/2020 Projected Sources = \$110,905,706 (5% Incr. for biennium)

2019/2020

Major Expenditure Assumptions

- **Salaries & Wages – Per contract terms through end of contract terms with projected rates for 2020 (if applicable)**
 - Allowance for Under-Expenditures of \$2M
- **Medical Rates - 5% increase per year with increases to employee paid premiums**
- **Retirement Rates - Per DRS projections**
- **Major Contract Assumptions:**
 - Jail – Budget allocation of 16.92%, 4% incr. to net billable costs
 - SeComm/BCES – 2019 assessment & 7.5% incr. in 2020
 - District Court/OPD – 10% incr. to budget allocation based on caseloads
- **Other Expenditures – 5% incr. for the biennium**
- **GF Capital Contribution – \$2M for biennium**

Questions?





City Council Meeting Schedule October 2018

October 2, 2018
Tuesday, 6:30 p.m.

REGULAR COUNCIL MEETING

October 9, 2018
Tuesday, 6:30 p.m.

WORKSHOP MEETING

1. 2019 TPA Budget & Marketing Plan
2. Employee & Community Relations Department Update
3. Finance Department Update

October 16, 2018
Tuesday, 6:30 p.m.

REGULAR COUNCIL MEETING

October 23, 2018
Tuesday, 6:30 p.m.

WORKSHOP MEETING

1. Water & Sewer Rate Update
2. IT Strategic Plan Update
3. Management Services Department Update
4. Public Works Department Update

October 30, 2018
Tuesday, 6:30 p.m.

WORKSHOP MEETING

1. 2019/2020 Biennial Budget Presentation
2. Property Tax

To assure disabled persons the opportunity to participate in or benefit from City services, please provide twenty-four (24) hour advance notice for additional arrangements to reasonably accommodate special needs.

Please be advised that all Kennewick City Council Meetings are Audio Taped

October 2018
Updated 9/18/18