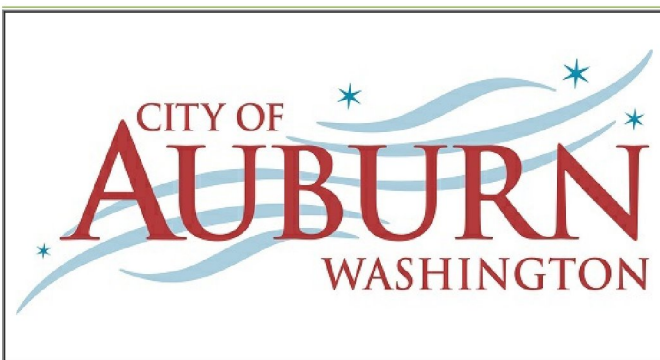


	City Council Study Session PWCD SFA September 9, 2019 - 5:30 PM City Hall Council Chambers AGENDA Watch the meeting LIVE! Watch the meeting video Meeting videos are not available until 72 hours after the meeting has concluded.
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I. CALL TO ORDER

- A. Roll Call

II. ANNOUNCEMENTS, REPORTS, AND PRESENTATIONS

III. AGENDA ITEMS FOR COUNCIL DISCUSSION

- A. 2nd Quarter 2019 Financial Report (Thomas) (15 Minutes)

IV. PUBLIC WORKS AND COMMUNITY DEVELOPMENT DISCUSSION ITEMS

- A. Capital Projects Status Report (Gaub) (10 Minutes)
- B. Facility Needs Assessment and Master Plan - Project Initiation Briefing (Gaub) (20 Minutes)
- C. SR 18 Bridge Lighting Project at Auburn Way South (Tate) (5 Minutes)
Overview of an aesthetic bridge lighting concept in Auburn underneath SR 18 at Auburn Way South
- D. Resolution No. 5454 and Ordinance No. 6732 Regarding HB 1406 (Tate) (10 Minutes)
Resolution of intent and an Ordinance allowing the City to utilize the provisions of HB 1406 that will capture a portion of State Sales Tax if directed towards affordable housing objectives
- E. Vision 2050 Update (Tate) (10 Minutes)
Overview of the Puget Sound Regional Council's (PSRC) update from Vision 2040 to Vision 2050

V. OTHER DISCUSSION ITEMS

VI. NEW BUSINESS

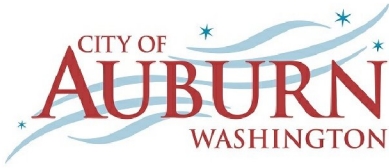
VII. MATRIX

- A. Matrix

VIII. ADJOURNMENT

Agendas and minutes are available to the public at the City Clerk's Office, on the City website (<http://www.auburnwa.gov>), and via e-mail. Complete agenda packets are available for review

at the City Clerk's Office.



AGENDA BILL APPROVAL FORM

Agenda Subject:

2nd Quarter 2019 Financial Report (Thomas) (15 Minutes)

Date:

September 5, 2019

Department:

Finance

Attachments:

[Q2 Financial Report](#)

Budget Impact:**Administrative Recommendation:**

For discussion only.

Background Summary:

The quarterly financial report summarizes the general state of Citywide financial affairs and highlights significant items or trends that the City Council should be aware of. The attachment provides the year to date through June 2019 status report based on financial data available as of July 20, 2019 for the period ending June 30, 2019 and sales tax information representing business activity that occurred through April 2019.

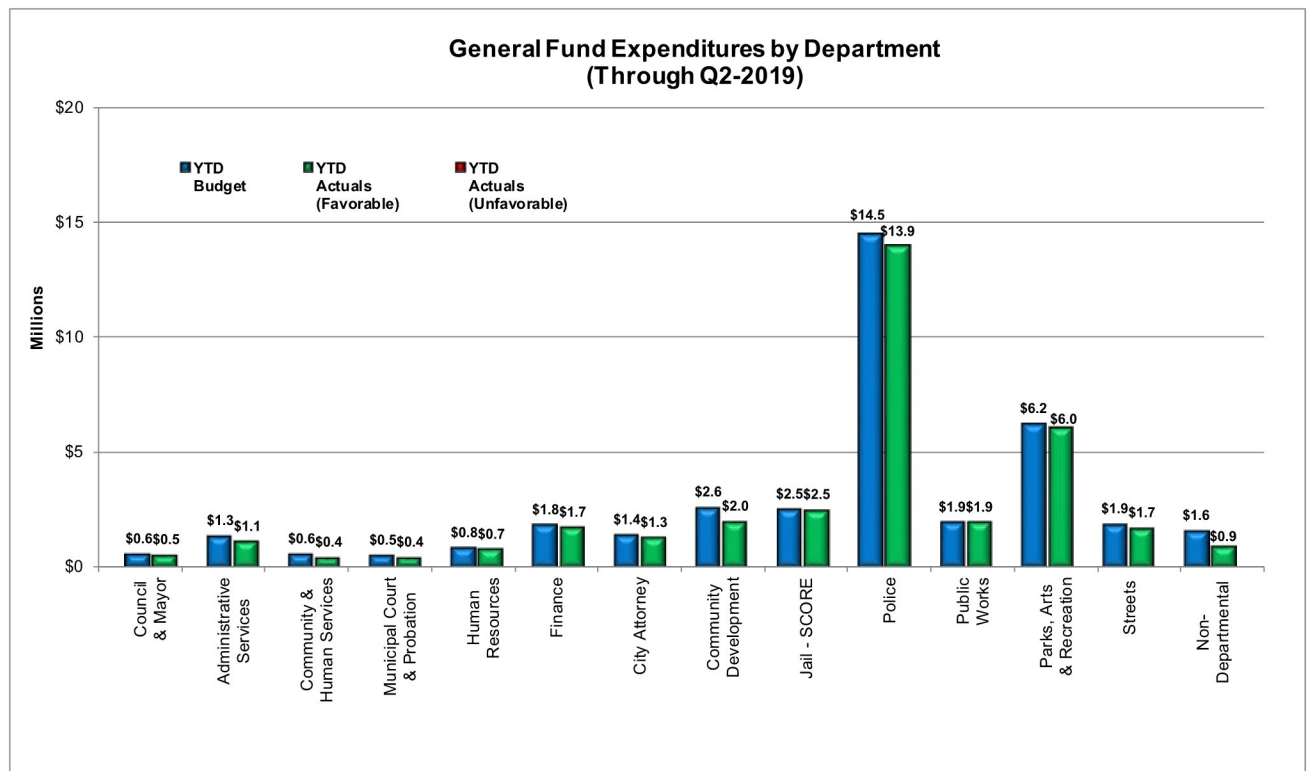
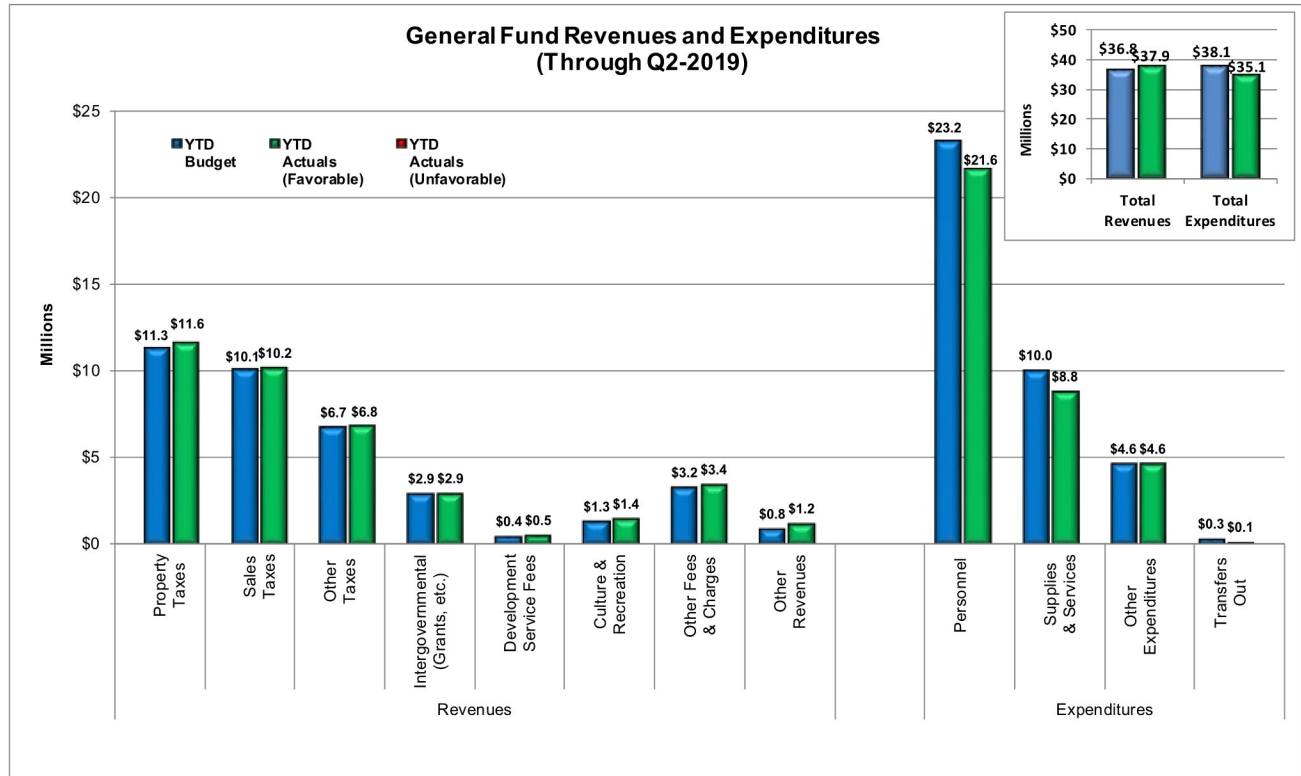
Reviewed by Council Committees:**Councilmember:****Staff:**

Thomas

Meeting Date: September 9, 2019

Item Number:

General Fund Summary



General Fund Summary of Sources and Uses	Page Ref	2019			2018	2019 YTD Budget vs. Actual	
		Annual Budget	YTD Budget	YTD Actual	YTD Actual	Favorable (Unfavorable) Amount	Percentage
Operating Revenues							
Property Tax	6	\$ 21,550,000	\$ 11,291,700	\$ 11,574,405	\$ 11,179,408	\$ 282,705	2.5 %
Retail Sales Tax	8-9	18,435,100	9,010,500	8,949,659	7,776,717	(60,841)	(0.7) %
Sales Tax - Pierce County Parks		105,500	50,700	53,506	49,563	2,806	5.5 %
Sales Tax - Annexation Credit		-	-	-	1,056,364	0	N/A %
Criminal Justice Sales Tax		2,162,000	1,029,900	1,146,909	1,072,063	117,009	11.4 %
Brokered Natural Gas Tax		137,900	81,400	119,494	91,424	38,094	46.8 %
City Utilities Tax	10-11	4,035,600	1,956,400	1,965,586	1,849,170	9,186	0.5 %
Admissions Tax		398,000	199,200	196,375	206,076	(2,825)	(1.4) %
Electric Tax	10-11	3,558,100	1,945,000	1,940,402	2,048,591	(4,598)	(0.2) %
Natural Gas Tax	10-11	1,008,000	686,300	628,650	699,014	(57,650)	(8.4) %
Cable Franchise Fee	11-12	950,500	479,100	467,805	486,701	(11,295)	(2.4) %
Cable Utility Tax	12	1,020,000	510,000	489,453	516,215	(20,547)	(4.0) %
Cable Franchise Fee - Capital		65,000	32,500	32,416	30,406	(84)	(0.3) %
Telephone Tax	10-11	1,177,900	619,900	478,737	690,962	(141,163)	(22.8) %
Garbage Tax (external)	10-11	134,400	67,200	72,002	66,702	4,802	7.1 %
Leasehold Excise Tax		50,000	25,000	183,394	177,145	158,394	633.6 %
Gambling Excise Tax		415,500	114,000	201,633	151,190	87,633	76.9 %
Taxes sub-total		\$ 55,203,500	\$ 28,098,800	\$ 28,500,426	\$ 28,147,711	\$ 401,626	1.4 %
Business License Fees	13-14	\$ 210,000	\$ 125,800	\$ 109,947	\$ 197,357	(15,853)	(12.6) %
Building Permits	14	1,070,000	624,100	462,087	517,784	(162,013)	(26.0) %
Other Licenses & Permits	3	557,900	282,100	518,477	289,482	236,377	83.8 %
Intergovernmental (Grants, etc.)	15	5,846,400	2,890,260	2,903,456	3,113,230	13,196	0.5 %
Charges for Services:	16-19						
General Government Services	16	2,721,110	1,309,673	1,294,500	41,605	(15,174)	(1.2) %
Public Safety	17	981,000	447,725	587,628	489,924	139,903	31.2 %
Development Services Fees	17-18	805,000	423,100	484,874	351,908	61,774	14.6 %
Culture and Recreation	18-19	2,409,980	1,271,300	1,428,369	1,368,831	157,069	12.4 %
Fines and Penalties	19-20	859,500	456,400	443,163	503,588	(13,237)	(2.9) %
Fees/Charges/Fines sub-total		\$ 15,460,890	\$ 7,830,458	\$ 8,232,501	\$ 6,873,708	\$ 402,042	5.1 %
Interest and Investment Earnings	21	\$ 348,700	\$ 174,000	\$ 237,171	\$ 176,279	63,171	36.3 %
Rents and Leases	21	849,300	441,800	506,788	525,096	64,988	14.7 %
Contributions and Donations	21	25,000	9,300	18,676	16,196	9,376	100.8 %
Other Miscellaneous	21	228,400	126,000	220,487	150,102	94,487	75.0 %
Transfers In		119,406	85,906	85,906	77,500	0	0.0 %
Insurance Recoveries - Capital & Operating		25,000	12,500	92,092	32,523	79,592	636.7 %
Other Revenues sub-total		\$ 1,595,806	\$ 849,506	\$ 1,161,121	\$ 977,696	\$ 311,615	36.7 %
Total Operating Revenues		\$ 72,260,196	\$ 36,778,764	\$ 37,894,047	\$ 35,999,115	\$ 1,115,283	3.0 %
Operating Expenditures							
Council & Mayor		\$ 1,109,779	\$ 553,300	\$ 516,985	\$ 582,102	\$ 36,315	6.6 %
Administration		2,694,148	1,347,000	1,089,465	767,568	257,535	19.1 %
Human Resources		1,626,831	817,000	749,505	595,394	67,495	8.3 %
Municipal Court & Probation		2,879,221	493,336	407,473	355,018	85,862	17.4 %
Finance		3,533,140	1,816,700	1,710,519	735,988	106,181	5.8 %
City Attorney		2,795,950	1,381,800	1,261,975	1,064,040	119,825	8.7 %
Community Development		5,197,326	2,594,100	1,972,261	2,041,319	621,839	24.0 %
Community & Human Services (Comm Devel)		1,069,373	552,000	405,513	509,006	146,487	26.5 %
Jail - SCORE		5,001,000	2,500,500	2,481,207	1,665,696	19,293	0.8 %
Police		29,397,379	14,454,200	13,949,875	13,375,970	504,325	3.5 %
Public Works		4,068,425	1,930,500	1,928,949	1,716,278	1,551	0.1 %
Parks, Arts & Recreation		12,962,401	6,228,400	6,034,861	6,063,359	193,539	3.1 %
Streets		4,041,472	1,861,900	1,687,778	1,746,251	174,122	9.4 %
Non-Departmental		2,075,610	1,571,200	910,566	2,787,830	660,634	42.0 %
Total Operating Expenditures		\$ 78,452,055	\$ 38,101,936	\$ 35,106,931	\$ 34,005,818	\$ 2,995,004	7.9 %

Executive Summary

This Executive Summary provides an overview of the City's overall financial position for the fiscal period ending June 30, 2019, reflecting financial data available as of July 20, 2019.

General Fund:

Through June 2019, General Fund revenues totaled \$37.9 million and were \$1.1 million higher than budget expectations and \$1.9 million higher than revenues collected through Q2-2018. Some notable variances to budget through June 2019 include:

- Property tax collections through Q2-2019 totaled \$11.6 million, which was \$283,000 higher than budget expectations and exceeded 2018 year-to-date collections by \$395,000. **[page 7]**
- General Fund retail sales tax revenues totaled \$8.9 million, which was \$61,000 under budget expectations. While General Fund sales tax collections through Q2-2019 were \$1.2 million higher than what was collected through Q2-2018, this is due to a policy change: between 2013 and 2018, all sales tax dollars collected from sales tax on construction benefitted the Local Street Fund and therefore were not distributed to the General Fund. Effective January 1, 2019, this policy changed and now all sales tax dollars stay in the General Fund to support ongoing operations. **[pages 8-9]**
- The other taxes category performed favorably to budget in Q2-2019. Actual revenues collected through Q2-2019 were \$6.8 million, which was \$60,000, or 0.9% favorable to budget. Leasehold excise tax revenues collected through Q2-2019 exceeded budget by \$158,000 due to an unbudgeted leasehold excise tax receipt for the Emerald Downs property. Gambling tax revenues collected during the same period exceeded budget by \$88,000. These revenues were somewhat offset by unfavorable variances in telephone tax and natural gas tax revenues in the amount of \$141,000 and \$58,000, respectively. **[pages 10-12]**
- Building permit revenue collected through Q2-2019 totaled \$462,000, compared to a budget of \$624,000. The number of building permits issued through Q2-2019 totaled 269, which represents a 2.7% increase over the number of permits issued through Q2-2018, while the valuation of those permits declined by 18.4% during that same timeframe. **[page 14]**
- Other licenses and permit revenues collected year-to-date exceed budget expectations by \$236,000. A portion of that favorable variance to budget is due to large grading permits issued for the Auburn Elementary School and Dick Scobee Elementary School projects. In addition, excavation permit revenues collected year-to-date exceed budget expectations by \$165,000. While we are halfway through the year, these revenues already exceed the year-end collections of any year on record. The increased revenue collected is primarily due to the increase in the fee structure, where the City is now close to achieving full cost recovery on construction permits.
- Intergovernmental revenues collected through Q2-2019 totaled \$2.9 million and ended the period with a net of \$13,000 favorable to budget expectations. Revenues from Muckleshoot Casino for services rendered exceeded budget expectations by \$126,000 while the revenues collected for streamlined sales tax revenues were

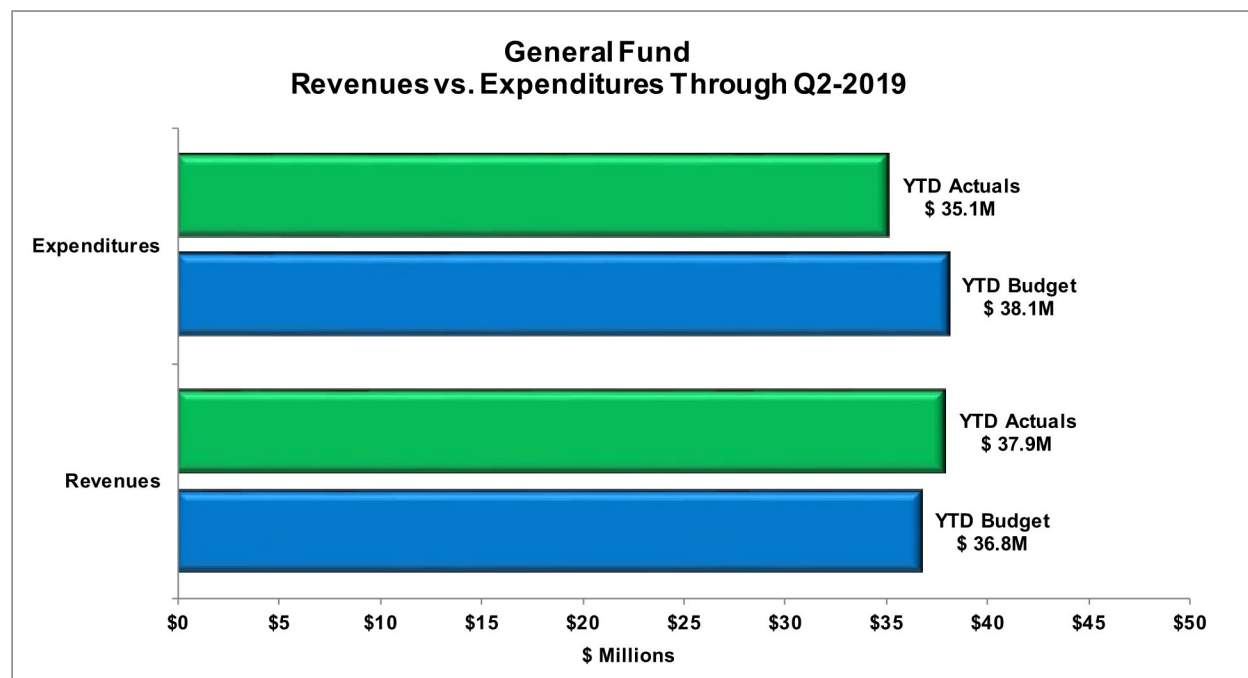
\$168,000 unfavorable to budget. This variance to budget seen in the streamlined sales tax revenues are primarily due to the Marketplace Fairness Act (MFA). While the Marketplace Fairness Act (MFA) was passed in 2017 in order to capture the retail sales tax lost from internet and remote sales, the bill phases out and eventually eliminates the streamlined sales tax mitigation payments to local governments. It was anticipated that 2019 would be the last year that the City of Auburn would receive the streamlined sales tax monies, but when the 2019 legislative session adjourned (in May 2019), they voted to continue funding of the mitigation payments through June 2021. The annual revenue historically collected on this revenue stream was approximately \$2.0 million. While the sales tax revenues collected under MFA are receipted in as sales tax revenue, it is deducted from the amount of revenue the City receives for streamlined sales tax revenues. The amount that the City received through Q2-2019 due to the Marketplace Fairness Act was \$292,000. **[page 15]**

- Culture and recreation revenues collected through Q2-2019 totaled \$1.4 million compared to a budget of \$1.3 million, exceeding budget expectations by \$157,000. The primary areas of increased revenues collected compared to last year were green fees generated at the Auburn Golf Course and ticket sales for performances at the Auburn Avenue Theater. **[pages 18-19]**

General Fund expenditures through the first half of 2019 totaled \$35.1 million compared to a budget of \$38.1 million, representing a 7.9% favorable variance to budget. All departments operated within their allocated year-to-date budget through Q2-2019.

Year-to-date General Fund expenditures ended the period \$1.1 million, or 3.2% higher than expenditures through Q2-2018. This year-over-year increase was primarily due to increased expenditures for salaries and benefits. Through Q2-2019, salary and benefit costs increased by \$1.8 million, or 8.9%, compared to salary and benefit expenditures through Q2-2018. This increase largely reflects increased costs associated with the Police Bargaining Agreements that were approved earlier this year, with the retroactive salary and benefit payments having been posted in April 2019. In addition, this year-over-year increase includes the impacts of the cost of living adjustments (COLAs), an increase in Council-approved FTEs (Full Time Equivalents), and increased costs associated with healthcare benefits.

In addition, the year-over-year salary and benefit costs reported in the General Fund in 2019 are higher than salary and benefit costs in 2018 due not only to the wage adjustments noted above but also to a change in the way salary and benefit costs are allocated. Prior to 2019, salary and benefit costs for support departments (Finance, Human Resources and the Legal Department) were directly charged to other General Fund departments as well as to other City funds. Effective January 1, 2019, all salaries and benefit costs for the support departments mentioned above are now charged 100% to the General Fund. In order to recoup the cost of services, the General Fund now charges other funds for these services via an interfund charge, with an associated revenue in the General Fund (for reference, refer to the general government services line item in the tables on pages 2 and 16 of this report). While this change results in higher salary and benefit costs within the General Fund, the change is actually cost neutral to the bottom line.



Street Funds:

The City's three street funds are special revenue funds wherein the revenue sources and expenditures are legally restricted. These funds are used for street capital construction projects, local street repair, and arterial street repair and preservation projects. Historically, the majority of expenditures in all three street funds occur during the second half of the year when weather conditions are optimal for pavement construction.

Through Q2-2019, **Arterial Street Fund** revenues totaled \$1.1 million as compared to collections of \$1.3 million through Q2-2018, while expenditures totaled \$1.2 million as compared to expenditures of \$2.1 million through Q2-2018. These variances are due to the level of activity on projects in the fund and timing of grant reimbursements and other funding. **[pages 25–26]**

Local Street Fund revenues of \$1.1 million are in line with budget expectations, and compare to collections of \$1.3 million through Q2-2018. This variance is due to a change in funding sources – last year, the Local Street Fund received revenue from sales tax on construction. Starting in 2019, the fund instead receives a set revenue amount from real estate excise tax (REET 2). Expenditures through the second quarter were \$244,000 as compared with \$563,000 through Q2-2018. **[pages 27–28]**

Lastly, **Arterial Street Preservation Fund** revenues totaled \$1.4 million through Q2-2019, compared to collections of \$1.2 million through Q2-2018. Expenditures totaled \$657,000 versus \$266,000 through Q2-2018. These variances are due to the level of activity on projects in the fund and timing of grant reimbursements and other funding. **[pages 29–30]**

Enterprise Funds:

The City's enterprise funds account for operations with revenues primarily provided from user fees, charges or contracts for services.

All City utilities transitioned from bimonthly to monthly usage billing starting in January 2019.

The **Water Fund** ended the second quarter with operating income of \$2.4 million, compared to \$2.1 million during the same period last year. **[page 32]**

The **Sewer Fund** finished Q2-2019 with operating income of \$1.5 million versus \$1.0 through Q2-2018. **[page 33]**

The **Stormwater Fund** also ended the second quarter with operating income of \$1.5 million compared to \$1.3 million through Q2-2018. **[page 33]**

The **Solid Waste Fund** finished Q2-2019 with operating income of \$284,000 compared to \$376,000 through Q2-2018, a variance caused by increased payments to the City's primary solid waste contractor. **[pages 33-34]**

The **Airport Fund** finished Q2-2019 with operating income of \$239,000 compared to \$146,000 through Q2-2018, a variance largely attributable to the purchase and sale of aviation fuel. **[page 35]**

The **Cemetery Fund** had operating income of \$115,000, representing an increase of \$4,000 over the same period last year. **[page 35]**

Internal Service Funds:

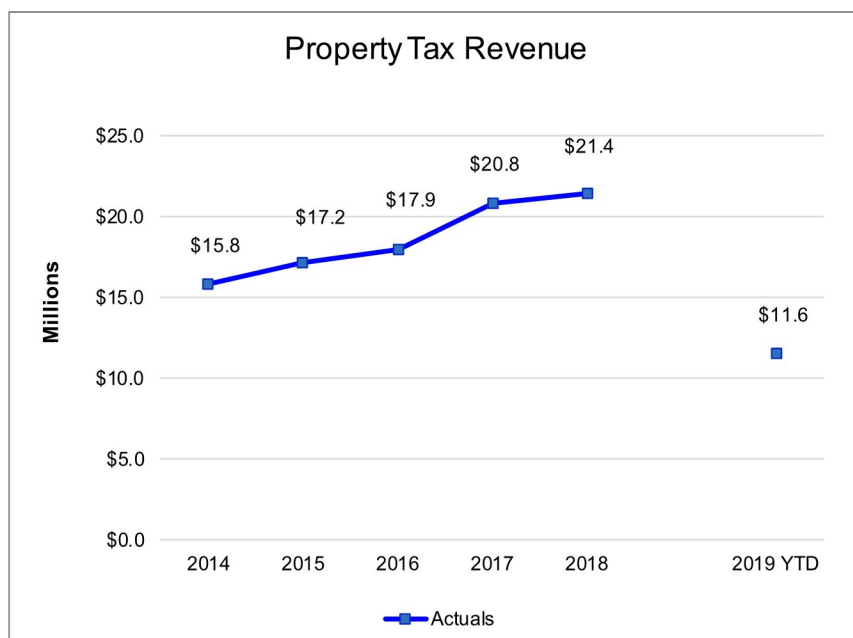
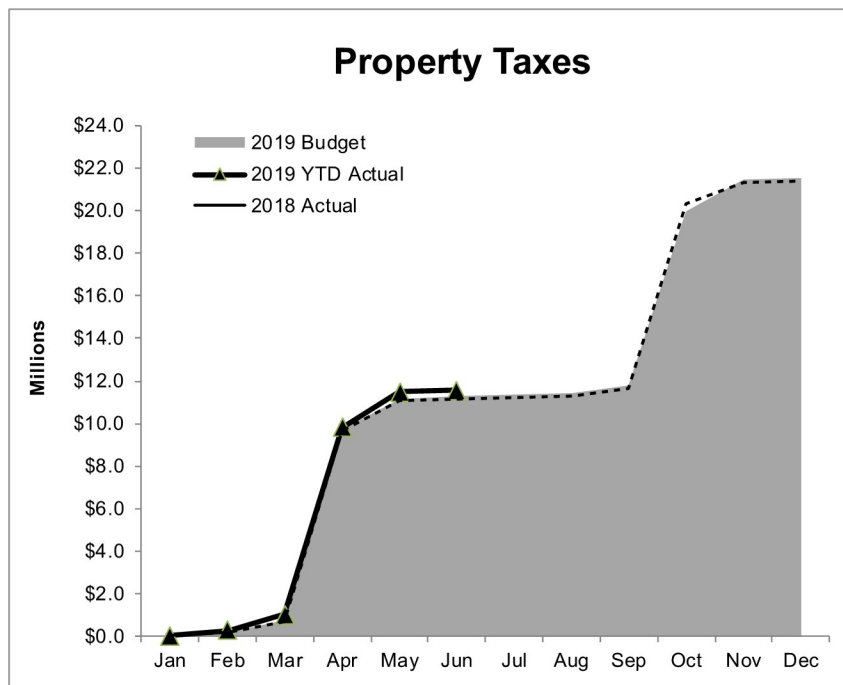
Internal service funds provide services to other City departments and include functions such as Insurance, Worker's Compensation, Facilities, Innovation & Technology, and Equipment Rental. No significant variances were reported in these funds during the second quarter. **[page 35]**

General Fund

Revenues

The combined total of property, sales/use, utility, gambling, and admissions taxes provides 75% to 80% of all resources supporting general governmental activities. The following section provides additional information on these sources.

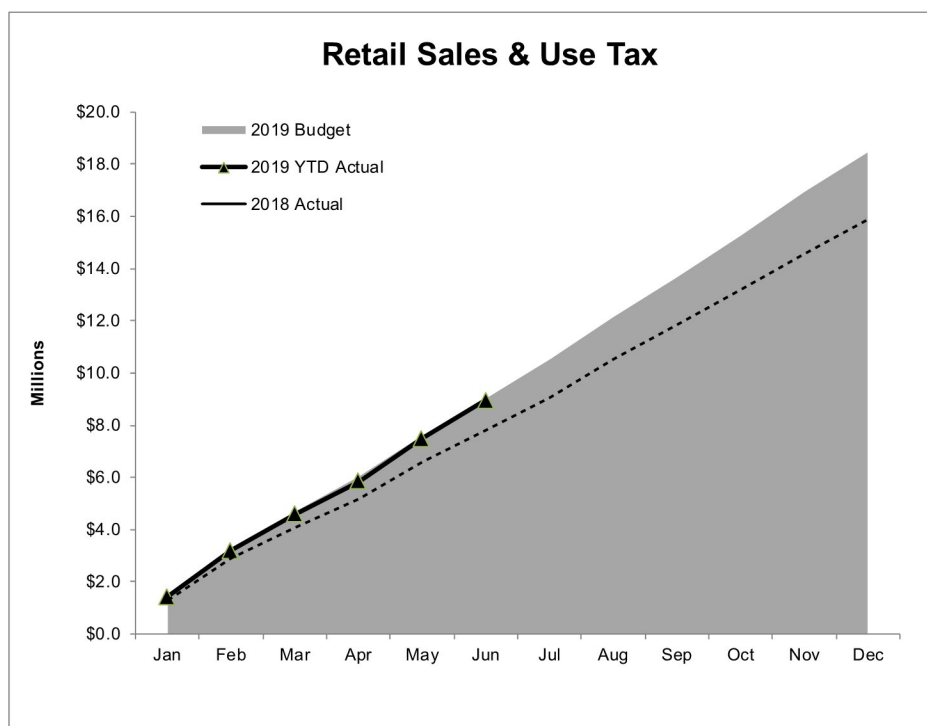
Property Tax collections through Q2-2019 totaled \$11.6 million and was \$283,000, or 2.5% favorable to budget expectations. As depicted in the graphic below, the majority of property taxes are collected during the months of April and October, coinciding with the due dates for the County property tax billings.

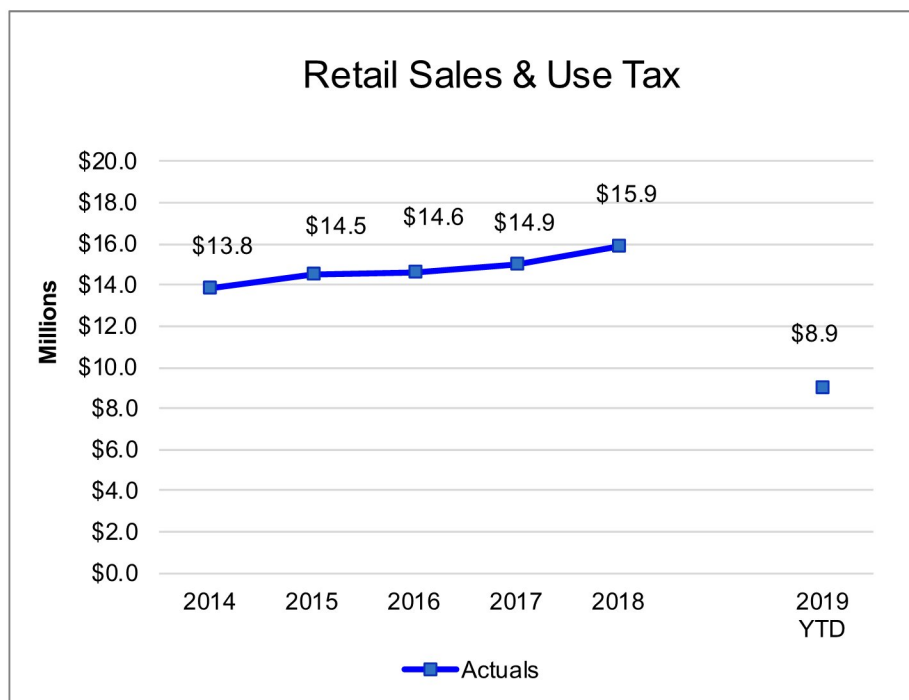


Retail sales tax collections through Q2-2019 totaled \$8.9 million, which was \$61,000 under budget expectations. While it was anticipated that sales tax growth in 2019 would wane compared to the growth seen in 2018, it has been lower than expected where 2019 year-to-date growth was 0.9% compared to 5.0% revenue growth through Q2-2018. While sales tax revenues collected in the General Fund in Q2-2019 were \$1.2 million more than collections through Q2-2018, this is primarily due to a policy change that became effective on January 1, 2019. Between 2013 and 2018, all sales tax dollars collected from sales tax on construction benefitted the Local Street Fund and were therefore not distributed to the General Fund; effective January 1, 2019, this policy changed whereby all sales tax dollars stay in the General Fund to support ongoing operations. In June 2019, the City issued a rebate in the amount of \$47,000 in accordance with the Sales Tax Exemption Program, which is a permanent program that incentivizes construction of new or expanded businesses in specific zoned areas of the City. This rebate is reflective of the differences in retail sales taxes reported on page 2 and page 9 of this report.

Due to the Marketplace Fairness Act (MFA) which became effective on January 1, 2018, retail sales taxes collected through Q2-2019 included \$292,000 from retail sales taxes collected on internet and remote sales. This is collected as retail sales tax revenue and is deducted from the amount the City receives for streamlined sales tax revenue (see page 15 for more information).

Other sales tax revenues include Pierce County Parks sales tax revenue and the Criminal Justice sales tax revenue, both ended the period favorable to budget by \$3,000 and \$117,000 respectively. Total sales tax revenues – including retail and other sales taxes – were \$10.2 million through Q2-2019, or slightly above the year-to-date budget of \$10.1 million.



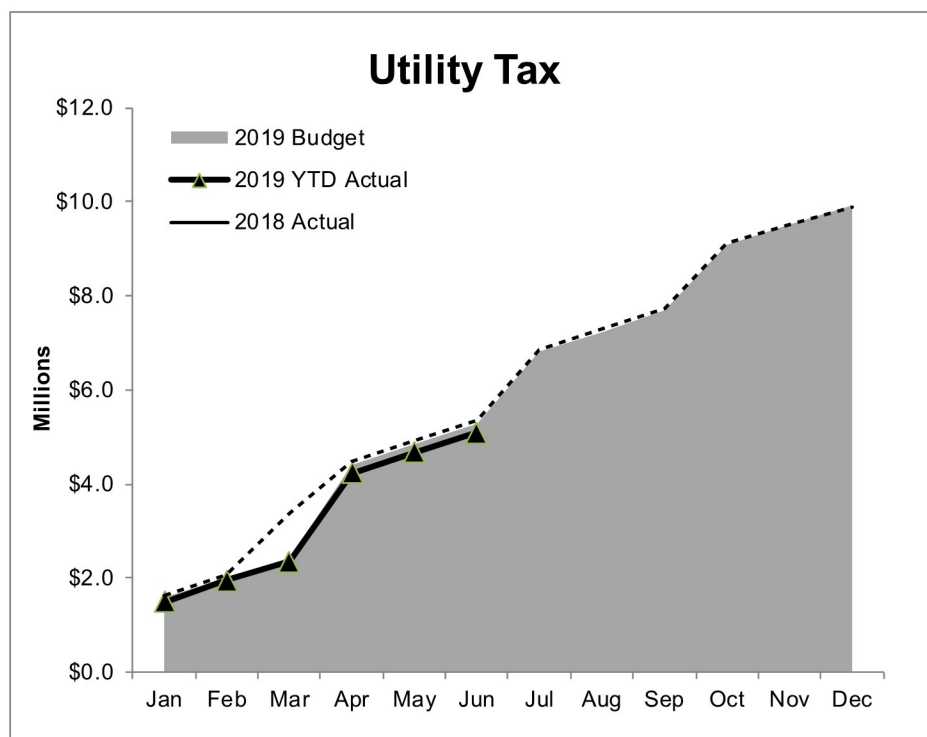


The following table breaks out the City's retail sales taxes by major business sector.

Comparison of Retail Sales Tax Collections by Group Through June				
Component Group	2018 Actual	2019 Actual	Change from 2018	
			Amount	Percentage
Construction	\$ 1,139,316	\$ 950,985	\$ (188,331)	(16.5) %
Manufacturing	340,007	394,967	54,961	16.2 %
Transportation & Warehousing	52,991	44,147	(8,844)	(16.7) %
Wholesale Trade	744,827	711,499	(33,328)	(4.5) %
Automotive	2,020,503	1,964,979	(55,523)	(2.7) %
Retail Trade	2,501,011	2,673,680	172,669	6.9 %
Services	2,042,381	2,127,235	84,854	4.2 %
Miscellaneous	74,998	129,498	54,500	72.7 %
YTD Total	\$ 8,916,034	\$ 8,996,990	\$ 80,957	0.9 %

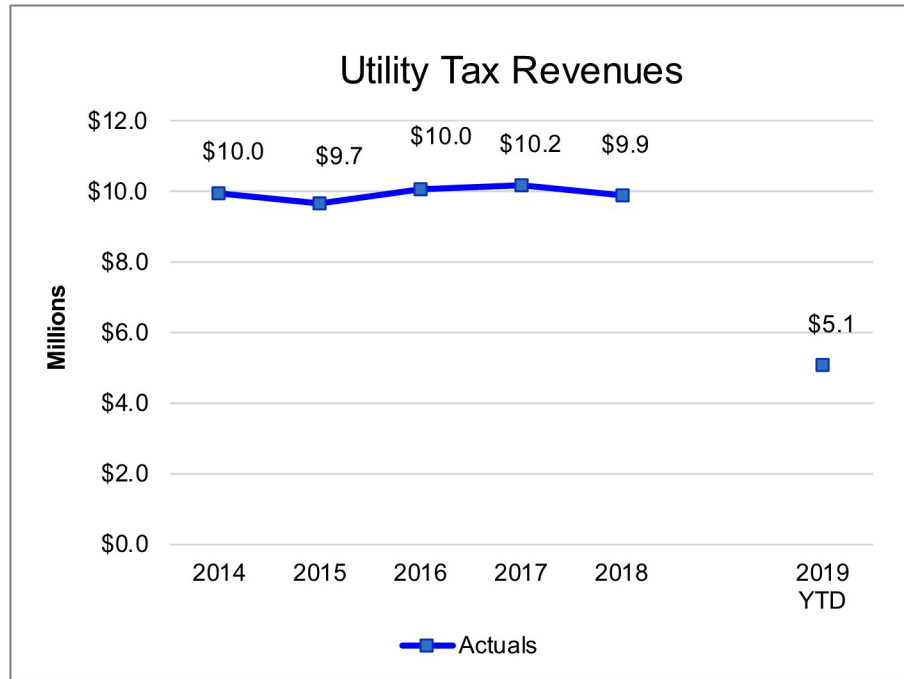
Citywide retail sales tax revenue collected through Q2-2019 was \$81,000, or 0.9%, more than collected through Q2-2018. The business sector that realized the greatest revenue increase compared to the same period last year was in the retail trade category, while the construction category declined 16.5%, or \$188,000, compared to collections through Q2-2018.

Utility Taxes consist of interfund taxes on City utilities (Water, Sewer, Storm and Solid Waste) and taxes on external utilities (Electric, Natural Gas, Telephone and Solid Waste). Utility taxes collected through Q2-2019 totaled \$5.1 million and were \$189,000, or 3.6%, below budget expectations.

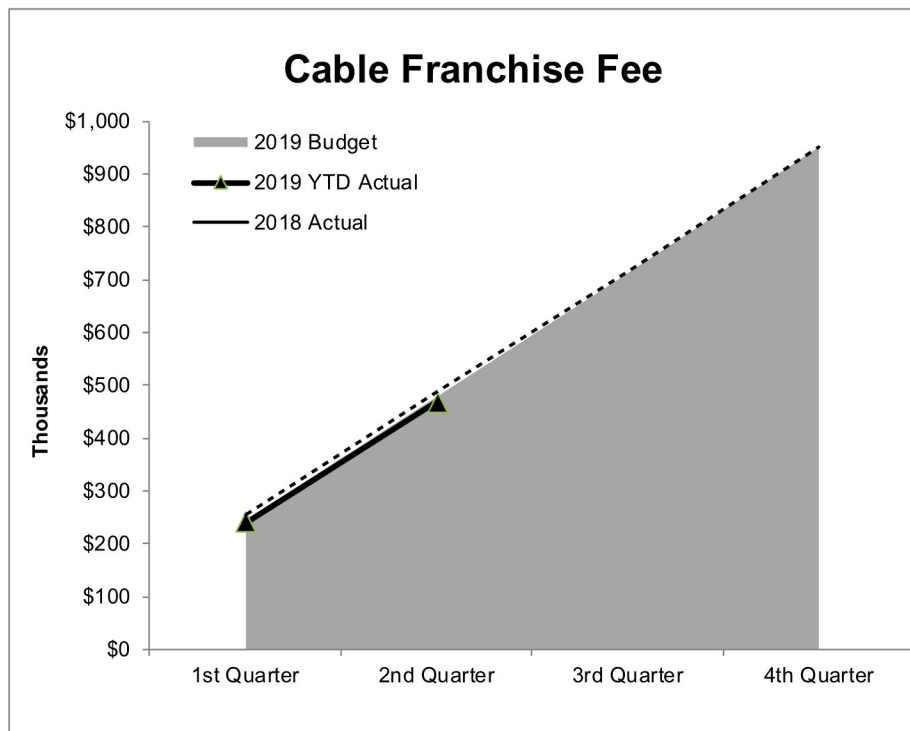


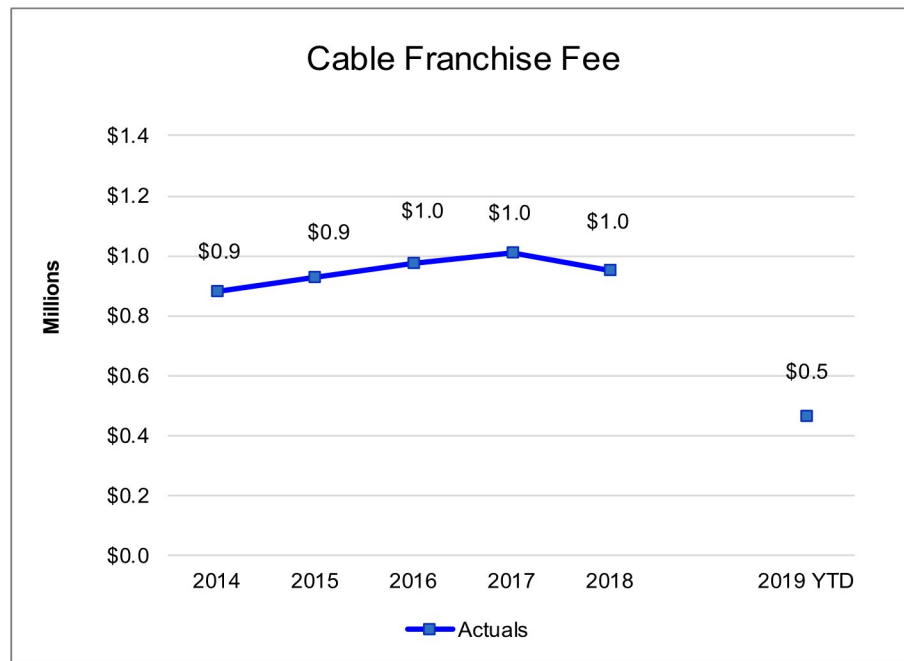
The majority of this unfavorable variance to budget through Q2-2019 was seen in telephone tax collections. This is due, in part, to the timing of payments received from telephone businesses as well as the steady decline in telephone utility tax revenue since 2010.

Utility Tax by Type Through June 2019							
Utility Tax Type	2018 YTD Actual	2019 YTD Budget	2019 YTD Actual	2019 vs. 2018 Actual		2019 vs. Budget	
				Amount	Percentage	Amount	Percentage
City Interfund Utility Taxes	\$ 1,849,170	\$ 1,956,400	\$ 1,965,586	\$ 116,417	6.3 %	\$ 9,186	0.5 %
Electric	2,048,591	1,945,000	1,940,402	(108,189)	(5.3) %	(4,598)	(0.2) %
Natural Gas	699,014	686,300	628,650	(70,363)	(10.1) %	(57,650)	(8.4) %
Telephone	690,962	619,900	478,737	(212,225)	(30.7) %	(141,163)	(22.8) %
Solid Waste (external)	66,702	67,200	72,002	5,300	7.9 %	4,802	7.1 %
YTD Total	\$ 5,354,438	\$ 5,274,800	\$ 5,085,377	\$ (269,061)	(5.0) %	\$ (189,423)	(3.6) %

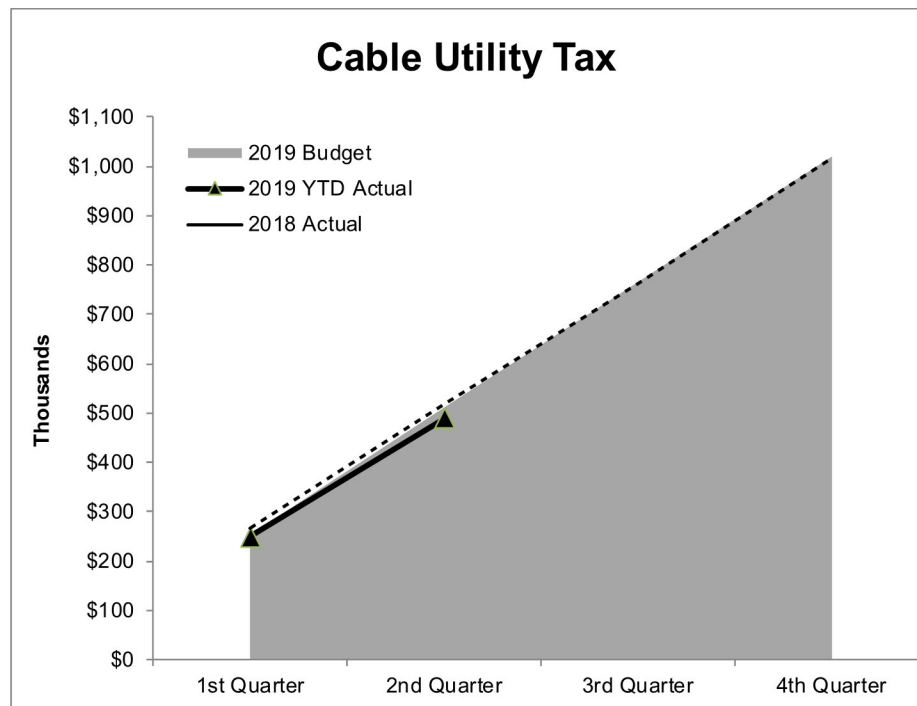


Cable Franchise Fees, which are collected quarterly, totaled \$468,000 through Q2-2019 and were \$11,000, or 2.4%, lower than budget expectations.



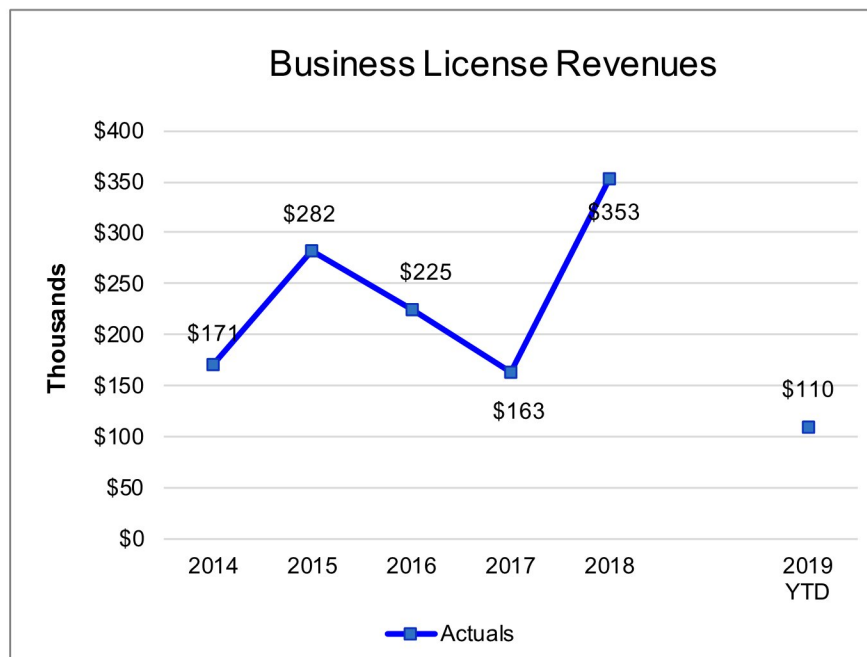
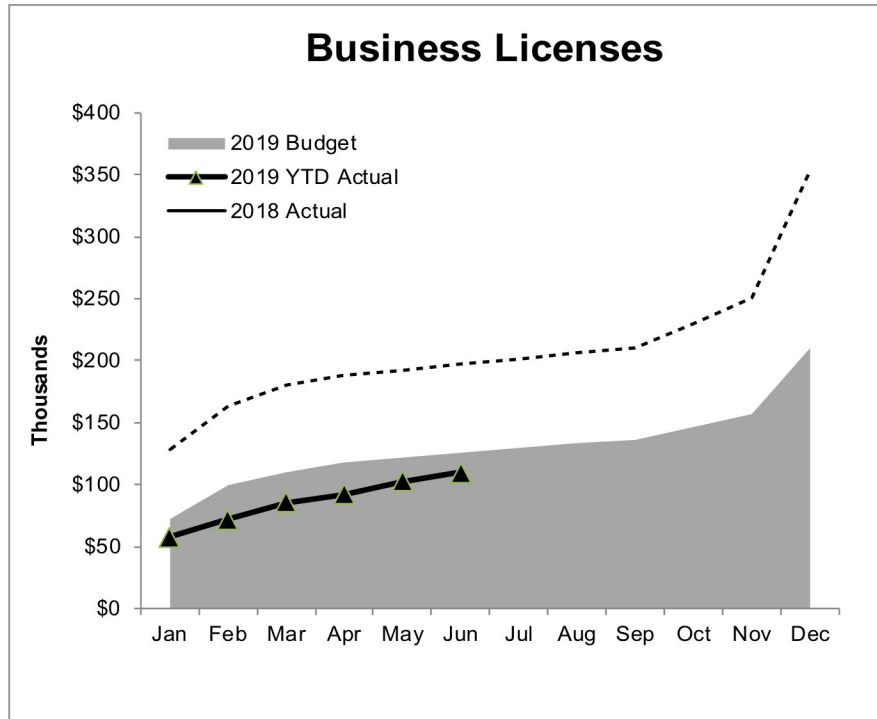


Cable Utility Tax. This tax became effective on January 1, 2017 and is also collected quarterly. Total cable utility tax revenue collected through Q2-2019 totaled \$489,000 and was unfavorable to budget expectations by \$21,000, or 4.0%.



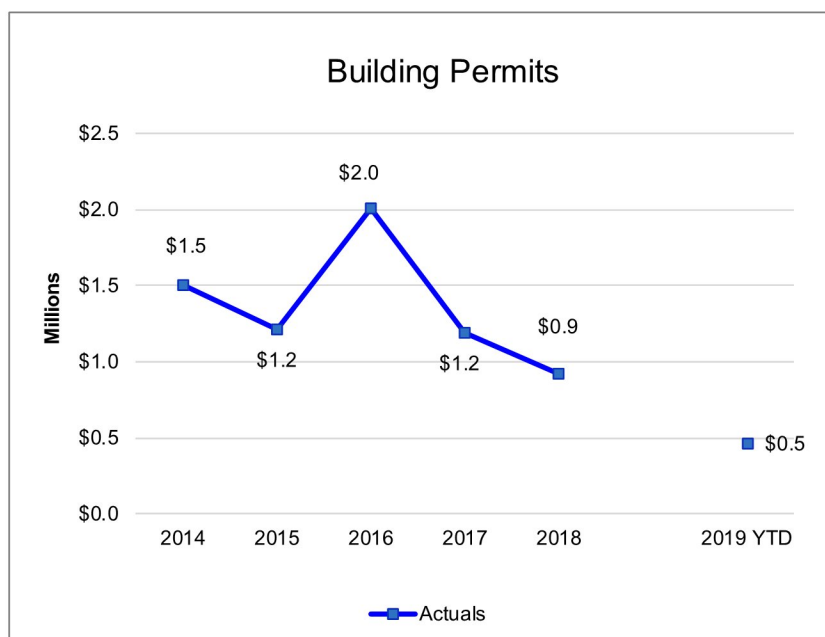
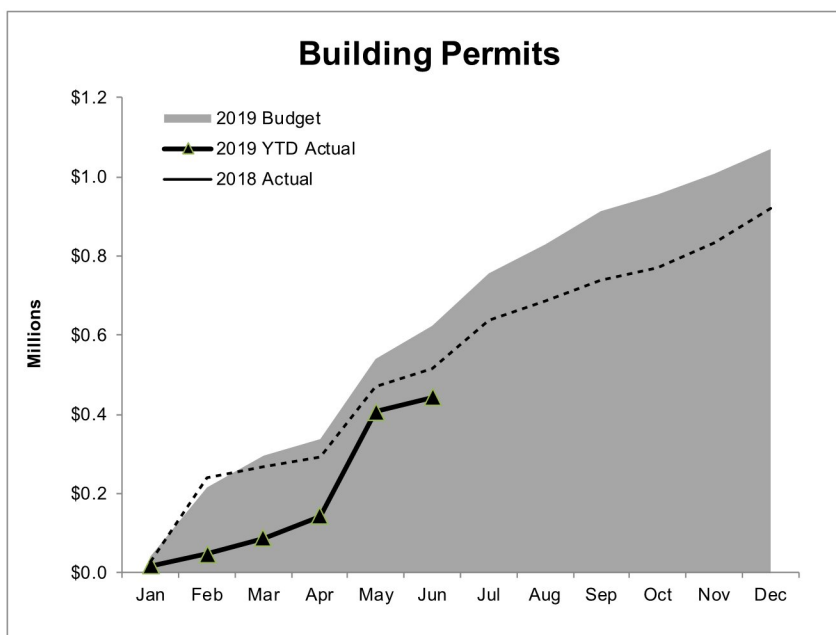
Licenses and Permits include business licenses, building permits, plumbing, electric and other licenses and permit fees. Building permit fees and business licenses make up about 70% of the annual budgeted revenue in this category.

Business license revenues collected through June 2019 totaled \$110,000 as compared to a budget of \$126,000. This shortfall relates to the timing of when business license renewal notices are paid: a majority of businesses paid their 2019 business licenses in late 2018.



Building permit revenue collected through Q2-2019 totaled \$462,000 compared to a budget of \$624,000. Revenues collected through Q2-2019 were 10.8% below collections through Q2-2018, while the valuation of permits during these same periods declined by 18.4% (after adjusting for the Auburn Apartments project, for which permits were paid in 2018). The number of building permits issued through Q2-2019 totaled 269, which represents a 2.7% increase over the number of permits issued through Q2-2018. Although the number of permits has increased, the average value of projects through Q2-2019 has declined compared to the same period last year.

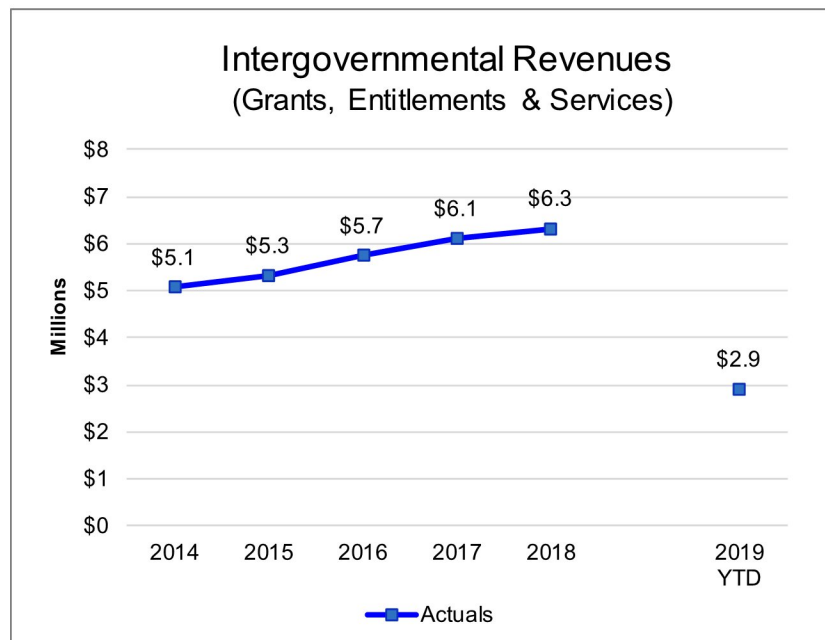
Major projects contributing to building permit revenues this quarter includes the Auburn Heights Elementary School and the Dick Scobee Elementary School as well as projects at Boeing and Skills, Inc. In addition, permits were issued for single-family housing developments, most notably Trussler Estates.



Intergovernmental revenues include grants (direct and indirect federal, state and local), revenue from the Muckleshoot Indian Tribe (MIT) compact, intergovernmental service revenues, and state shared revenues. Collections through the first half of 2019 totaled \$2.9 million and were a net of \$13,000 above budget expectations.

The majority of the variance to budget was seen in the streamlined sales tax revenue distribution, which was reduced by \$292,000 through Q2-2019 due to the Marketplace Fairness Act (MFA), which was implemented in January 2018 to capture the retail sales tax lost on internet and remote sales. MFA revenues are collected as retail sales tax revenues, which then reduces the amount the City receives in streamlined sales taxes (see also page 8).

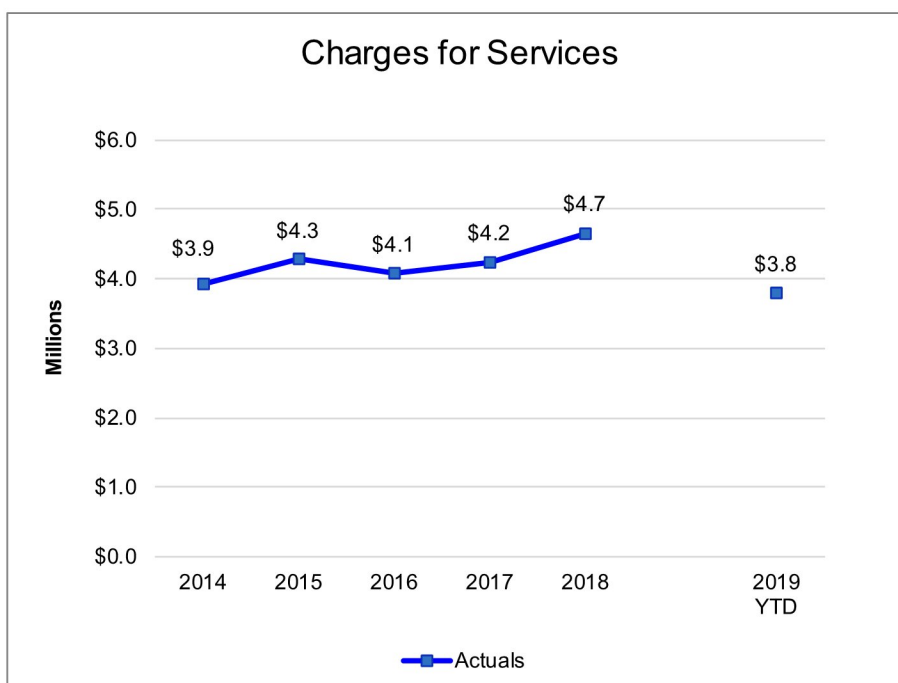
Intergovernmental Revenues (Grants, Entitlements & Services)							
Through June 2019							
Revenue	2018	2019	2019	2019 vs. 2018 Actual		2019 vs. Budget	
	YTD Actual	YTD Budget	YTD Actual	Amount	% Change	Amount	% Change
Federal Grants	\$ 110,084	\$ 154,150	\$ 99,372	\$ (10,712)	N/A %	\$ (54,778)	N/A %
State Grants	89,821	63,000	94,063	4,242	4.7 %	31,063	49.3 %
Interlocal Grants	28,817	0	0	(28,817)	0.0 %	0	N/A %
Muckleshoot Casino Services	496,975	462,800	588,830	91,856	18.5 %	126,030	27.2 %
State Shared Revenues:							
Streamlined Sales Tax	895,247	842,500	674,010	(221,237)	(24.7) %	(168,490)	(20.0) %
Motor Vehicle Fuel Tax	577,019	541,400	551,415	(25,604)	(4.4) %	10,015	1.8 %
Criminal Justice - High Crime	104,972	100,000	114,594	9,622	9.2 %	14,594	14.6 %
Criminal Justice - Population	11,190	11,000	11,759	568	5.1 %	759	6.9 %
Criminal Justice - Special Prog.	40,540	40,200	42,416	1,877	4.6 %	2,216	5.5 %
Marijuana Revenues	145,971	54,000	91,231	(54,741)	(37.5) %	37,231	68.9 %
State DUI	5,837	5,800	5,863	26	0.4 %	63	1.1 %
Fire Insurance Tax	79,798	78,900	80,386	588	N/A %	1,486	N/A %
Liquor Excise	199,801	207,060	220,899	21,098	10.6 %	13,839	6.7 %
Liquor Profit	327,159	329,450	328,618	1,459	0.4 %	(832)	(0.3) %
Total State Shared:	2,387,534	2,210,310	2,121,190	(266,344)	(11.2) %	(89,120)	(4.0) %
YTD Total	\$ 3,113,230	\$ 2,890,260	\$ 2,903,456	\$ (209,774)	(6.7) %	\$ 13,196	0.5 %



Charges for Services consist of general governmental service charges, public safety charges, development service fees, and culture & recreation fees. Overall, charges for services collected through Q2-2019 totaled \$3.8 million, which was \$344,000 favorable to budget. The primary areas of increases were in both culture and recreation revenues and public safety revenues as explained on pages 17 and 18.

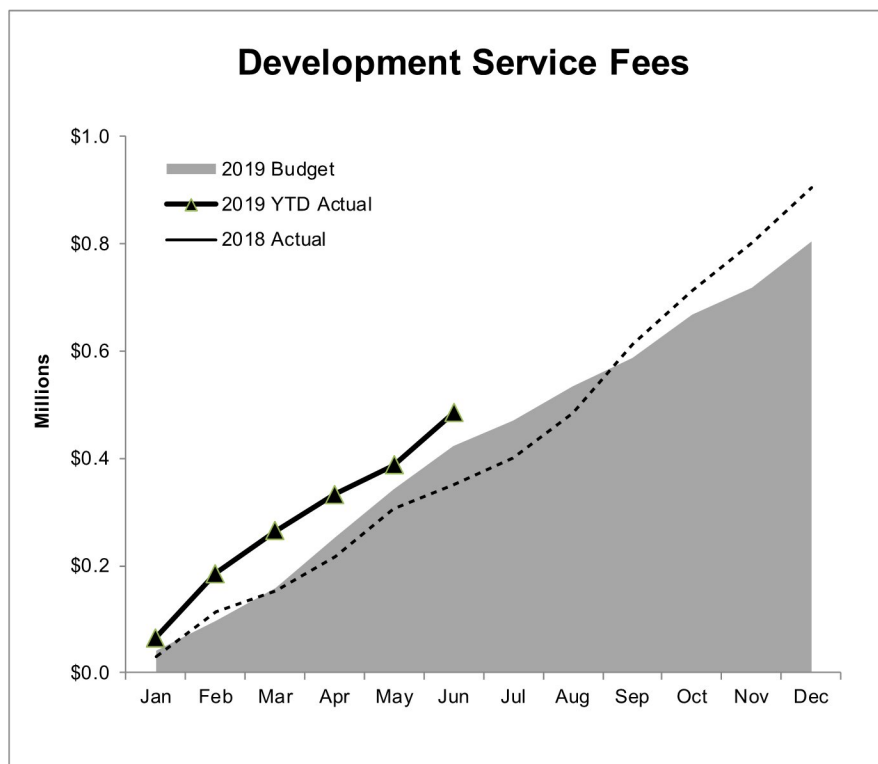
Charges for Services by Type Through June 2019							
Revenue	2018 YTD Actual	2019 YTD Budget	2019 YTD Actual	2019 vs. 2018 Actual		2019 vs. Budget	
				Amount	Percentage	Amount	Percentage
General Government	\$ 41,605	\$ 1,309,673	\$ 1,294,500	\$ 1,252,895	3,011.4 %	\$ (15,174)	(1.2) %
Public Safety	489,924	447,725	587,628	97,703	19.9 %	139,903	31.2 %
Development Services	351,908	423,100	484,874	132,967	37.8 %	61,774	14.6 %
Culture & Recreation	1,368,831	1,271,300	1,428,369	59,537	4.3 %	157,069	12.4 %
YTD Total	\$ 2,252,268	\$ 3,451,798	\$ 3,795,370	\$ 1,543,102	68.5 %	\$ 343,572	10.0 %

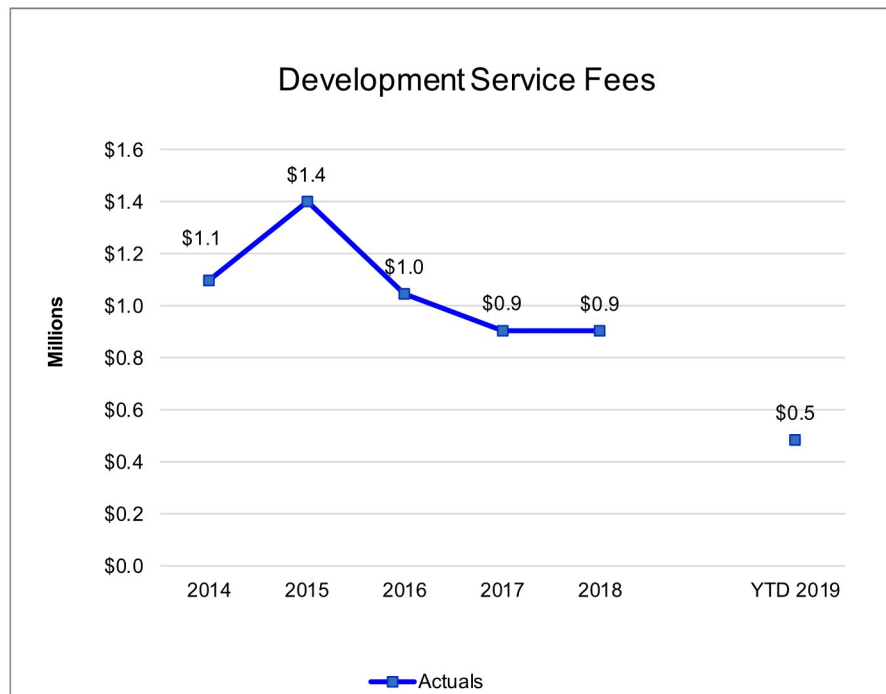
A process change was implemented in 2019 that significantly affects the comparison of year-over-year variances. Prior to 2019, salary and benefit expenditures for support departments (Finance, Human Resources and the Legal Department) were allocated between the General Fund and other City funds. Effective January 1, 2019, all salary and benefit costs for support departments are now fully charged to their respective General Fund department. The General Fund now charges these other funds for these services via an interfund assessment, with a corresponding General Fund revenue shown under "General Government" in the table above (hence the dramatic change from 2018 to 2019 shown in the table above). This policy change results in salary and benefit expenditures within the General Fund that appear higher than were previously reported, but the change has a cost-neutral impact on the General Fund due to the revenue offset. Total revenues recouped through Q2-2019 as general governmental revenues in the General Fund for the salary and benefit interfund charges totaled \$1.3 million.



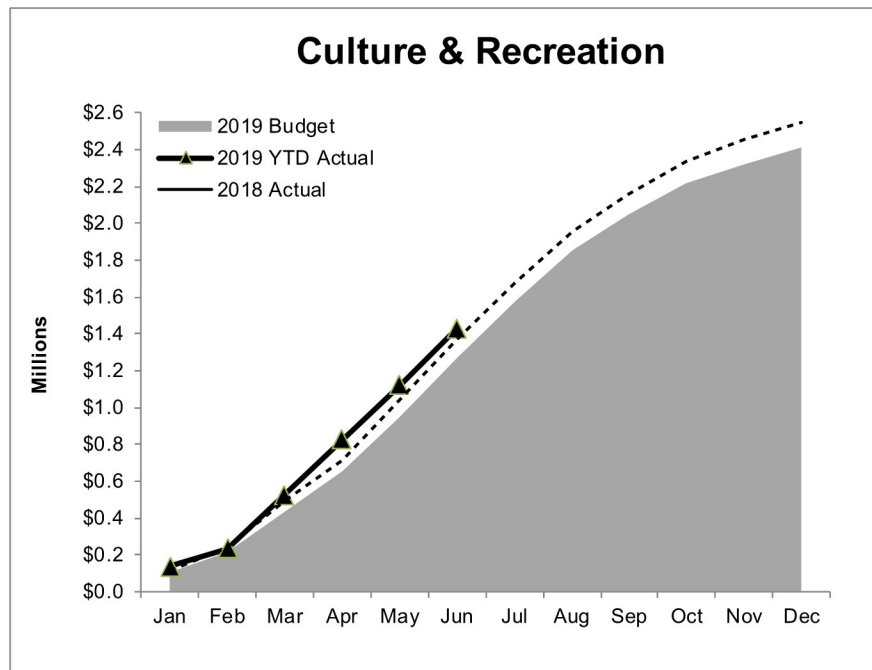
Public safety revenues consist of revenues received for police officer extra duty security services, whereby officers are contracted for and reimbursement is made by the hiring agency. This also includes reimbursements from the Muckleshoot Indian Tribe (MIT) for a full-time dedicated police officer and associated expenditures as well as monies collected from the Auburn School District and the Criminal Justice Training Commission (CJTC) for services rendered. Public safety revenues collected through June 2019 totaled \$588,000 as compared to a budget of \$448,000. The majority of the favorability seen in this revenue source is due to extra duty overtime reimbursements exceeding budget expectations resulting from increased requests for police officer security services.

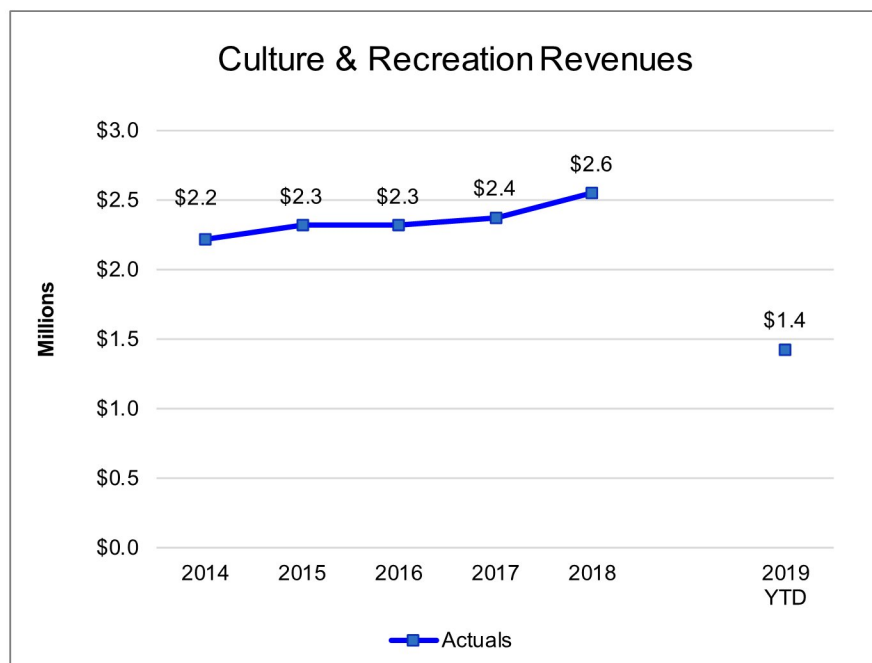
Development services fee collections consist primarily of plan check fees, facility extension charges, and zoning and subdivision fees. Through Q2-2019, development service fees totaled \$485,000 and ended the quarter \$62,000 favorable to budget expectations. Total plan check revenues collected through Q2-2019 totaled \$242,000 compared to \$204,000 collected through Q2-2018 which is an 18.5% increase in revenues. Plan check revenues collected in the second quarter of 2019 were from numerous commercial and residential projects including projects at Boeing, Starbucks Distribution Warehouse, and Valley Cities Phoenix Rising. In addition to increased plan check revenues collected through Q2-2019, both facility extension fees and zoning fees were higher than anticipated.





The majority of culture and recreation revenues are derived from green fees and pro shop sales at the Auburn Golf Course, recreational classes, ticket sales at the Auburn Avenue Theater, special events, and athletic league fees. Culture and recreation revenues collected through Q2-2019 totaled \$1.4 million, exceeding collections in the same period last year by \$60,000 and exceeding Q2-2019 budget by \$157,000. The majority of the year-over-year increase in revenues was in green fee revenues at the Auburn Golf Course and increased ticket sales at the Auburn Avenue Theater. Through Q2-2019, green fee revenues at the Auburn Golf Course increased 5.6%, or \$29,000 and ticket sales at the Auburn Avenue Theater increased 31.1%, or \$26,000, compared to the same period last year.

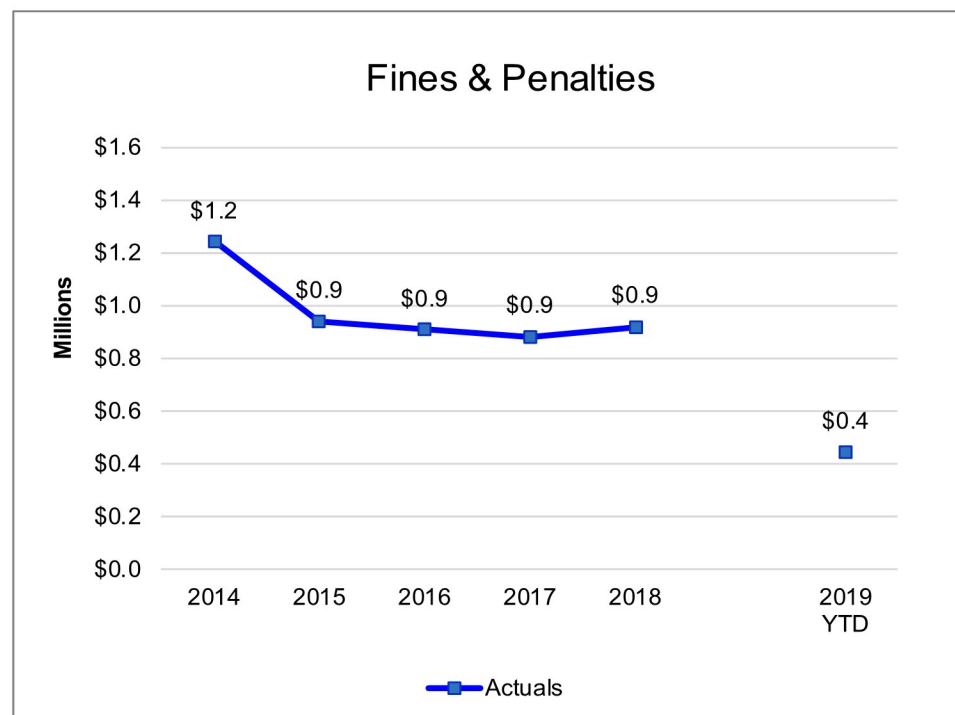
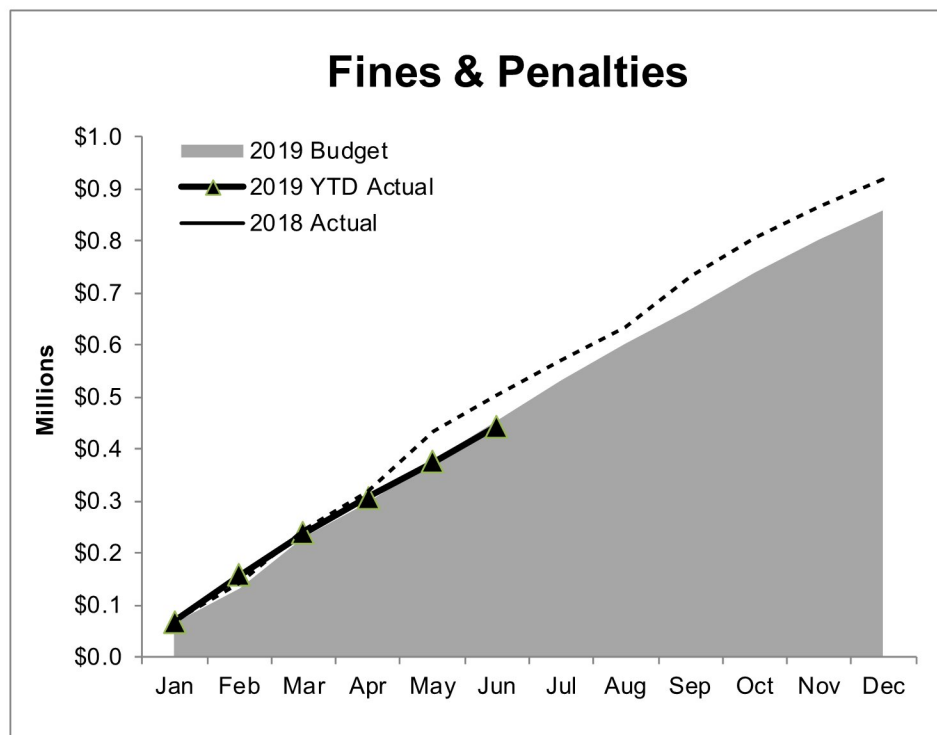




Fines & Penalties include civil penalties (such as code compliance fines), parking and traffic infraction penalties, criminal fines (including criminal traffic, criminal non-traffic and other criminal offenses) as well as non-court fines such as false alarm fines. Total revenues collected through the first half of 2019 totaled \$443,000 and compare to a budget of \$456,000.

As seen in the table below, civil penalty revenues collected through Q2-2019 were \$14,000 higher than collections through Q2-2018. This year-over-year increase relates to revenues collected for code compliance penalties, which are largely unbudgeted. Code compliance penalties are revenues collected from banks on vacant bank-owned properties that are neglected and in non-compliance with City code.

Fines & Penalties by Type Through June 2019							
Month	2018 YTD Actual	2019 YTD Budget	2019 YTD Actual	2019 vs. 2018 Actual		2019 vs. Budget	
				Amount	Percentage	Amount	Percentage
Civil Penalties	\$ 49,378	\$ 6,500	\$ 63,356	\$ 13,978	28.3 %	\$ 56,856	874.7 %
Civil Infraction Penalties	262,485	259,200	219,147	(43,338)	(16.5) %	(40,053)	(15.5) %
Redflex Photo Enforcement	4,616	0	1,749	(2,867)	(62.1) %	1,749	N/A %
Parking Infractions	68,184	76,800	66,550	(1,634)	(2.4) %	(10,250)	(13.3) %
Criminal Traffic Misdemeanor	28,616	25,800	15,508	(13,108)	(45.8) %	(10,292)	(39.9) %
Criminal Non-Traffic Fines	26,032	21,400	34,721	8,689	33.4 %	13,321	62.2 %
Criminal Costs	23,337	26,500	10,174	(13,163)	(56.4) %	(16,326)	(61.6) %
Non-Court Fines & Penalties	40,938	40,200	31,956	(8,983)	(21.9) %	(8,244)	(20.5) %
YTD Total	\$ 503,588	\$ 456,400	\$ 443,163	\$ (60,424)	(12.0) %	\$ (13,237)	(2.9) %

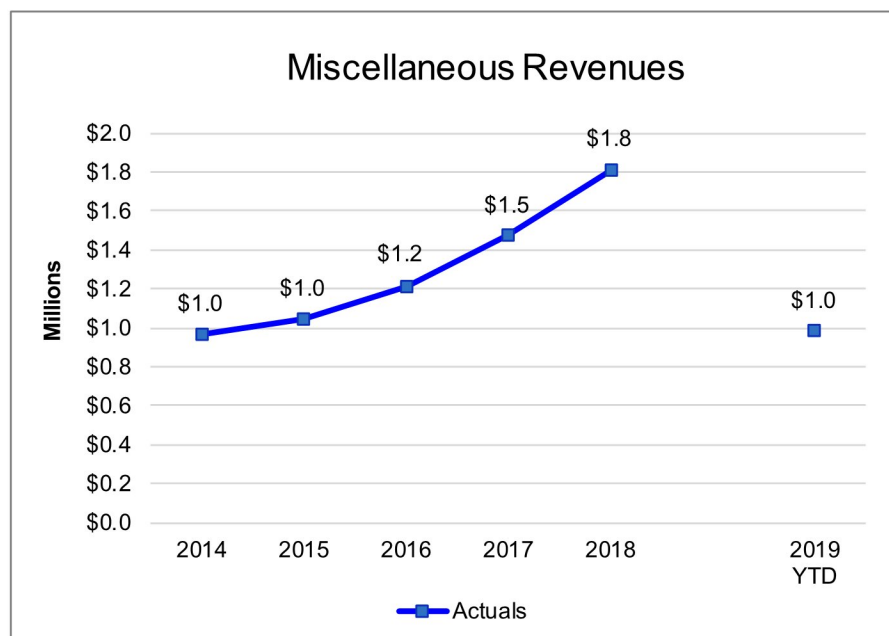


Miscellaneous revenues consist of investment earnings, income from facility rentals, revenue collected on golf cart rentals at the Auburn Golf Course, contributions & donations, and other income including the quarterly purchasing card (P-card) rebate monies (see page 36 for more information on P-cards). Revenues collected in this category through Q2-2019 totaled \$983,000 and exceeded budget expectations by \$232,000, or 30.9%. The majority of this increase was in the other miscellaneous revenue category and was due to one-time unbudgeted monies.

Miscellaneous Revenues by Type Through June 2019							
Month	2018 YTD Actual	2019 YTD Budget	2019 YTD Actual	2019 vs. 2018		2019 vs. Budget	
				Amount	Percentage	Amount	Percentage
Interest & Investments	\$ 176,279	\$ 174,000	\$ 237,171	\$ 60,892	34.5 %	\$ 63,171	36.3 %
Rents & Leases	525,096	441,800	506,788	(18,308)	(3.5) %	64,988	14.7 %
Contributions & Donations	16,196	9,300	18,676	2,480	15.3 %	9,376	100.8 %
Other Miscellaneous Revenue	150,102	126,000	220,487	70,385	46.9 %	94,487	75.0 %
YTD Total	\$ 867,673	\$ 751,100	\$ 983,122	\$ 115,449	13.3 %	\$ 232,022	30.9 %

Interest and investments revenue collected through Q2-2019 totaled \$237,000 and exceeded budget expectations by \$63,000. Interest and investments earnings collected through Q2-2019 were \$61,000 higher than collections in the same period last year. The primary reason for the year-over-year increase in revenues is due to an increase in the State Investment Pool interest rate.

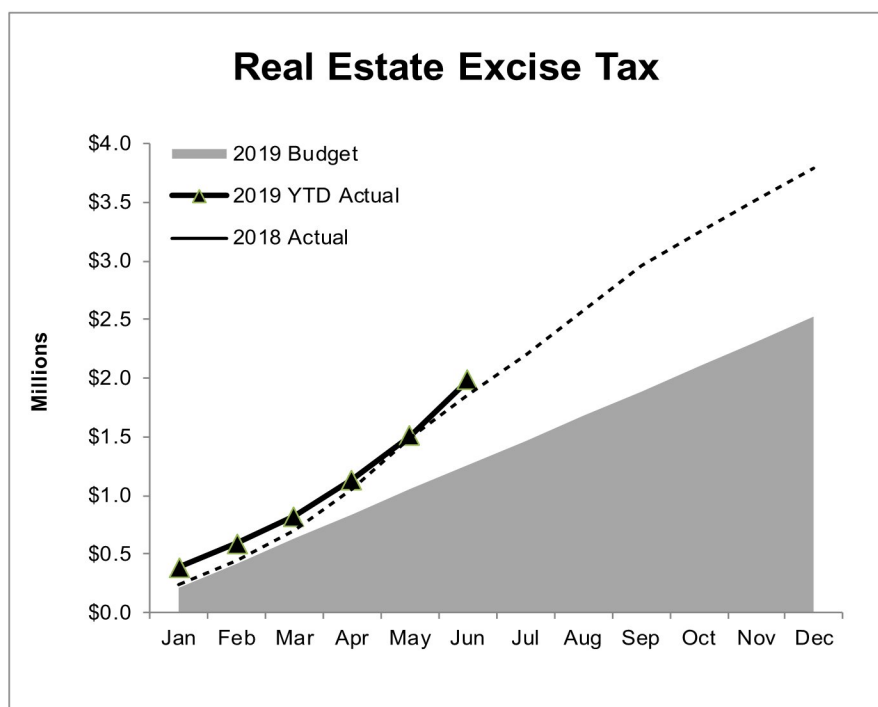
Rents and lease revenue collected through Q2-2019 totaled \$507,000 and was \$65,000 favorable to budget. This favorability to budget was mainly due to facility rentals – unbudgeted miscellaneous parks unearned revenue (deposits) totaling \$61,000 through Q2-2019. In addition, revenues collected for the Farmer's Market vendors through Q2-2019 were \$16,000 higher than what was collected through Q2-2018 due to vendors pre-paying their fees in advance in order to receive a discount as well as an increased number of vendors participating this year due to the new location at Les Gove Park.

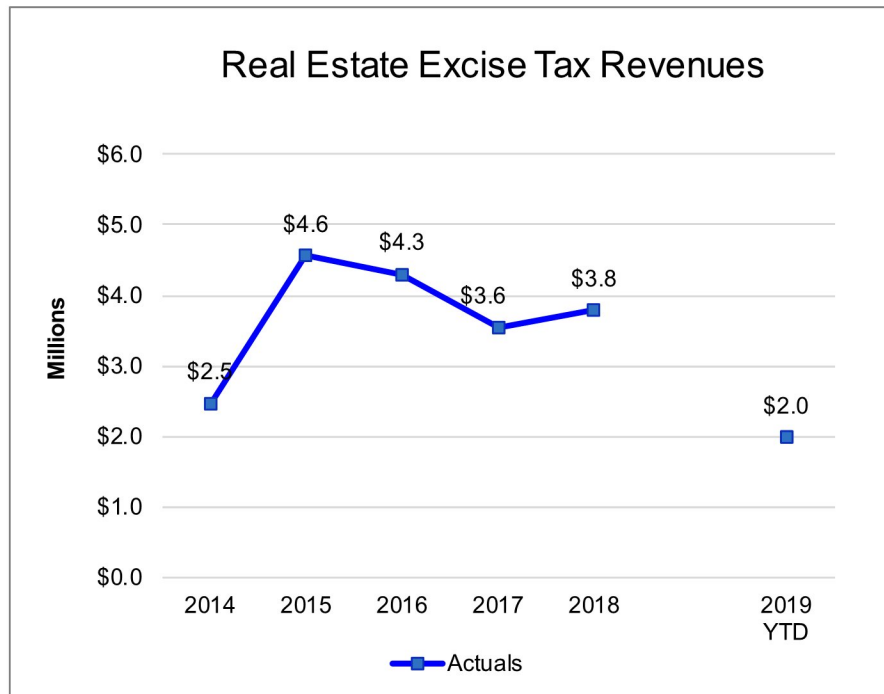


Real Estate Excise Tax (REET) revenue is receipted into the Capital Improvement Projects Fund and is used for governmental capital projects. REET revenue represents taxes on the sale of both commercial properties and single-family residences. REET revenues collected in the first half of 2019 totaled \$2.0 million, exceeding budget expectations by \$725,000.

Commercial sales in Q2-2019 included the sale of several commercial warehouses/industrial businesses, several multi-family complexes, a strip mall, an auto dealership, a medical/dental building and vacant land.

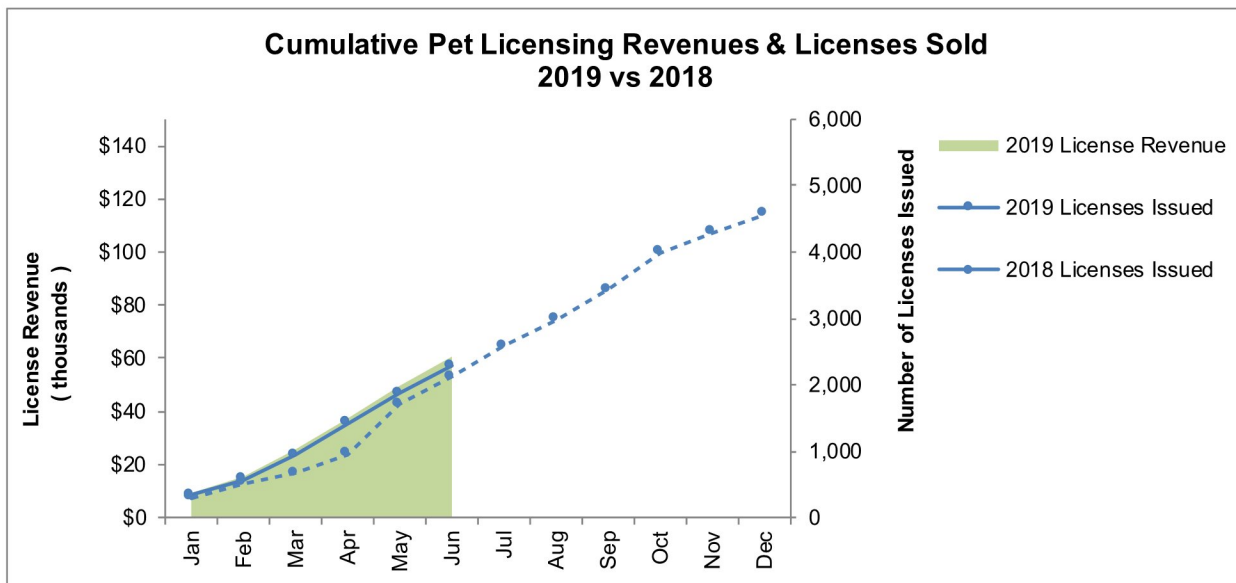
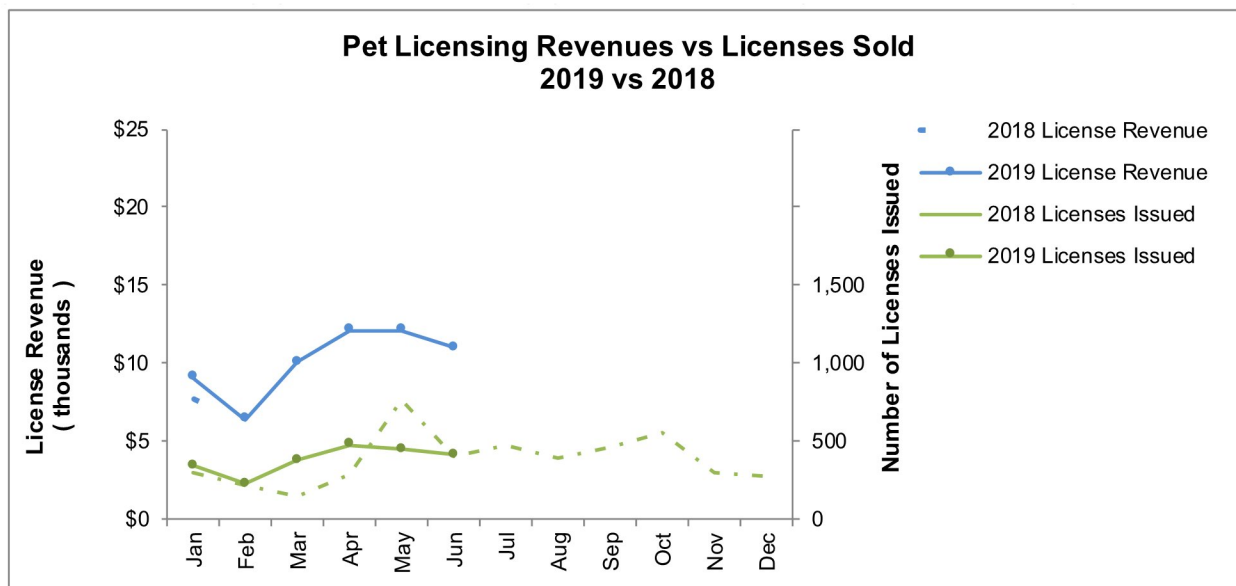
Real Estate Excise Tax Revenues							
June 2019							
Month	2018 Actual	2019 Budget	2019 Actual	2019 vs. 2018		2019 vs. Budget	
				Amount	Percentage	Amount	Percentage
Jan	\$ 240,414	\$ 210,100	\$ 383,547	\$ 143,132	59.5 %	\$ 173,447	82.6 %
Feb	200,783	210,100	206,022	5,239	2.6 %	(4,078)	(1.9) %
Mar	255,218	210,100	229,181	(26,037)	(10.2) %	19,081	9.1 %
Apr	362,999	210,100	315,855	(47,144)	(13.0) %	105,755	50.3 %
May	427,054	210,100	372,394	(54,661)	(12.8) %	162,294	77.2 %
Jun	371,816	210,100	478,537	106,720	28.7 %	268,437	127.8 %
YTD Total	\$ 1,858,286	\$ 1,260,600	\$ 1,985,536	\$ 127,250	6.8 %	\$ 724,936	57.5 %





Pet Licensing

Pet licensing services are provided by the Auburn Valley Humane Society. Through Q2-2019, 2,277 pet licenses were sold, resulting in \$60,735 in revenue. Through Q2-2018 a total of 2,112 licenses were sold, resulting in \$55,525 in revenue.



Street Funds

This section provides a financial overview of the City's three street funds for the quarter ending June 30, 2019. The City's three street funds include the Arterial Street Fund (Fund 102), the Local Street Fund (Fund 103), and the Arterial Street Preservation Fund (Fund 105).

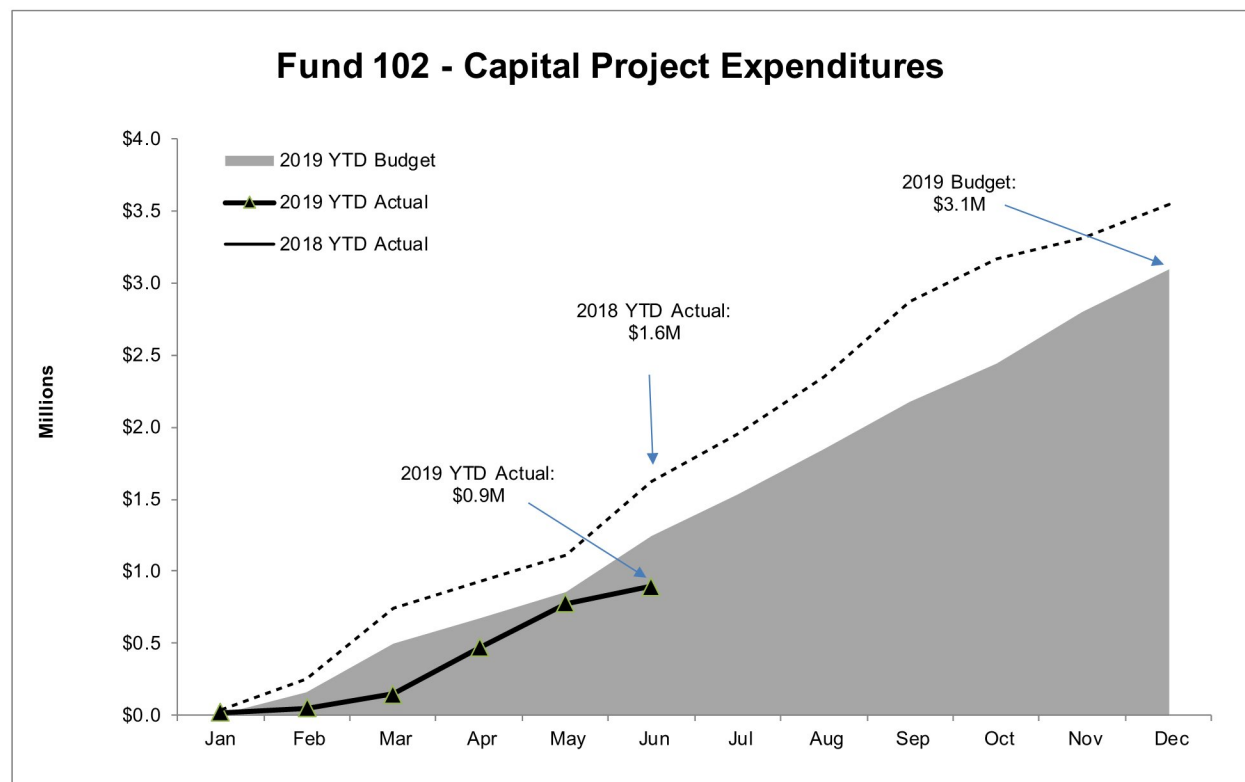
Fund 102 – Arterial Street Fund

The Arterial Street Fund is a special revenue fund that is funded by transportation grants, traffic impact fees, a portion of the City's gas tax receipts, Public Works Trust Fund loans, developer contributions, and other sources. As of June 30, 2019 there were 29 separate street projects budgeted in this fund.

Through Q2-2019, revenues collected totaled \$1.1 million as compared to collections of \$1.3 million through Q2-2018. Total expenditures through Q2-2019 were \$1.2 million as compared to \$2.1 million expended through Q2-2018. Variances in revenues and expenditures are largely due to the timing of capital expenditures and any subsequent reimbursement via grants and/or operating transfers. Expenditure timing is generally determined by the current phase of each individual capital project; expenditures tend to increase as projects move from design phase into construction. In addition, several inclement weather situations during Q1-2019 were not conducive to street construction.

Fund 102 - Arterial Street Summary of Sources and Uses Report Period: June 2019	2019			2018	2019 YTD Budget vs. Actual	
	2019 Budget	2019 YTD Budget	2019 YTD Actual	2018 YTD Actual	Favorable (Unfavorable) Amount Percentage	
Revenues						
Federal Grants	\$ 1,001,381	\$ 297,173	\$ 382,510	\$ 323,675	\$ 85,338	28.7 %
State Grants	-	-	-	-	-	
Motor Vehicle Fuel and Multimodal Taxes	620,000	290,054	292,256	303,360	2,202	0.8 %
Developer Contributions	-	-	-	-	-	
Miscellaneous Revenue	-	-	-	1,313	-	
Operating Transfer In	1,367,060	598,272	417,552	613,996	(180,720)	(30.2) %
Investment Income	28,300	12,231	22,526	14,465	10,295	84.2 %
Total Revenues	\$ 3,016,741	\$ 1,197,730	\$ 1,114,845	\$ 1,256,809	\$ (82,885)	(6.9) %
Expenditures						
Salary and Benefits	\$ 132,000	\$ 69,639	\$ 133,674	\$ 196,445	\$ (64,035)	(92.0) %
Capital Outlay	2,964,858	1,048,075	760,234	1,431,033	287,841	27.5 %
Subtotal - Capital Project Expenditures	3,096,858	1,117,714	893,908	1,627,477	223,806	20.0 %
Services and Charges	400,000	115,798	44,422	170,642	71,376	61.6 %
Interfund Payments for Services	78,100	39,050	39,050	39,432	(0)	(0.0) %
Debt Service Principal and Interest	208,300	208,300	208,122	208,817	178	0.1 %
Operating Transfer Out	68,196	22,732	53,933	15,490	(31,201)	(137.3) %
Total Expenditures	\$ 3,851,454	\$ 1,503,594	\$ 1,239,435	\$ 2,061,858	\$ 264,159	17.6 %
Net Change in Fund Balance	\$ (834,713)	\$ (305,864)	\$ (124,590)	\$ (805,049)	\$ 181,274	(59.3) %

Beg. Fund Balance, January 2019	\$ 2,104,190
Net Change in Fund Balance, June 2019	(124,590)
Ending Fund Balance, June 2019	<u>\$ 1,979,600</u>
2019 Budgeted Ending Fund Balance	\$ 1,269,477



The table below presents the status of the projects with the most significant budget impact on the fund. Many capital projects are budgeted over multiple years; what is displayed below is the 2019 portion of each project's budget and year-to-date expenditures.

Fund 102 - Arterial Street			
Capital Projects Status *			
Name	2019 Budget	YTD Actual	Remaining
A St SE Corridor Signal Safety & Op. Imp.	\$0.4M	\$0.4M	\$0.0M
Evergreen Heights Safe Routes to School	\$0.3M	\$0.0M	\$0.3M
A St SE & 37th St SE	\$0.2M	\$0.1M	\$0.1M
All Other Projects (26 Others Budgeted)	\$2.2M	\$0.5M	\$1.7M
Total	\$3.1M	\$0.9M	\$2.2M

*Components may not sum to total due to rounding.

Notes:

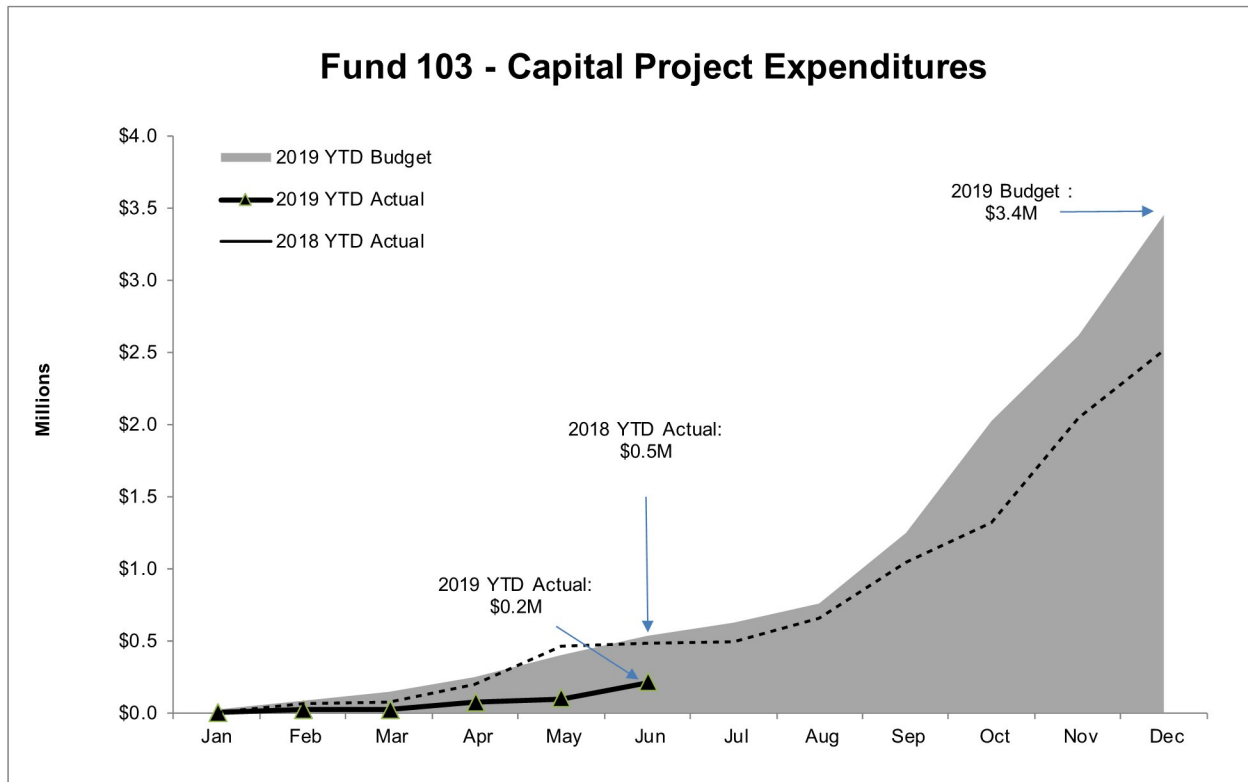
- The numbers above do not include the effects of Budget Adjustment #3, which will be included in the Q3-2019 financial report. This added a recent grant and matching funds for the Auburn Way South Corridor Widening Project in the amount of \$1.5M for the design phase.
- Several large multi-year projects are reaching completion of construction in 2019 and several large projects are beginning design, with construction anticipated in 2020.

Fund 103 – Local Street Fund

The Local Street Fund is a special revenue fund used for local street preservation. Effective January 1, 2019 through 2020 this fund is funded at a specific annual amount by real estate excise tax (REET 2) whereas, previously, the funding source was sales tax on construction. Through Q2-2019, revenues in this fund totaled \$1.1 million, which is slightly higher than budget expectations due to strong performance in interest earnings. This compares to collections of \$1.3 million through Q2-2018. Expenditures through Q2-2019 were \$244,000 and compare to expenditures of \$563,000 through Q2-2018. Historically, well over half of this fund's annual expenditures occur in the final four months of each year due to the weather sensitivity of pavement construction (this work needs to be done primarily in the summer and early fall). In addition, several inclement weather situations during Q1-2019 were not conducive to street construction. Highlighted in the table below and shown in the following graph are the fund's total expenditures related to capital projects.

Fund 103 - Local Street Fund Summary of Sources and Uses Report Period: June 2019	2019			2018	2019 YTD Budget vs. Actual	
	2019 Budget	2019 YTD Budget	2019 YTD Actual	2018 YTD Actual	Favorable (Unfavorable) Amount Percentage	
Revenues						
Sales Tax on Construction	\$ -	\$ -	\$ -	\$ 1,139,316	\$ -	
Operating Transfer In	1,900,000	1,025,000	\$ 1,025,000	150,000	-	0.0 %
Interest Earnings	12,000	4,798	\$ 38,720	28,630	33,922	707.0 %
Total Revenues	\$ 1,912,000	\$ 1,029,798	\$ 1,063,720	\$ 1,317,946	\$ 33,922	3.3 %
Expenditures						
Capital Salary and Benefits	231,616	114,802	17,168	-	97,634	85.0 %
Capital Outlay	3,217,860	601,052	209,640	487,757	391,412	65.1 %
Subtotal - Capital Project Expenditures	3,449,476	715,854	226,808	487,757	489,046	68.3 %
Admin Salary and Benefits	-	-	8,778	66,926	\$ (8,778)	
Admin Services and Charges	40,700	19,676	357	2,236	19,320	98.2 %
Interfund Payments for Services	15,200	7,600	7,600	6,120	(0)	(0.0) %
Operating Transfer Out	-	-	-	145	-	
Total Expenditures	\$ 3,505,376	\$ 743,130	\$ 243,542	\$ 563,184	\$ 499,588	67.2 %
Net Change in Fund Balance	\$ (1,593,376)	\$ 286,668	\$ 820,178	\$ 754,762	\$ 533,510	186.1 %

Beg. Fund Balance, January 2019	\$ 2,550,256
Net Change in Fund Balance, June 2019	820,178
Ending Fund Balance, June 2019	\$ 3,370,434
2019 Budgeted Ending Fund Balance	\$ 956,880



The table below presents the status of the projects with the most significant budget impact on the fund. Many capital projects are budgeted over multiple years; what is displayed below is the 2019 portion of each project's budget and year-to-date expenditures.

Fund 103 - Local Street			
Capital Projects Status*			
Name	2019 Budget	YTD Actual	Remaining
2019 Local Street Reconstruction	\$2.6M	\$0.1M	\$2.4M
2018 Citywide Pavement Patch and Overlay	\$0.5M	\$0.1M	\$0.4M
2018 Local Street Pavement Reconstruction	\$0.3M	\$0.0M	\$0.2M
All Other Projects (1 Other Budgeted)	\$0.2M	\$0.0M	\$0.2M
Total	\$3.4M	\$0.2M	\$3.2M

*Components may not sum to total due to rounding.

Notes:

- The 2019 Local Street Pavement Reconstruction project was awarded June 17, 2019.

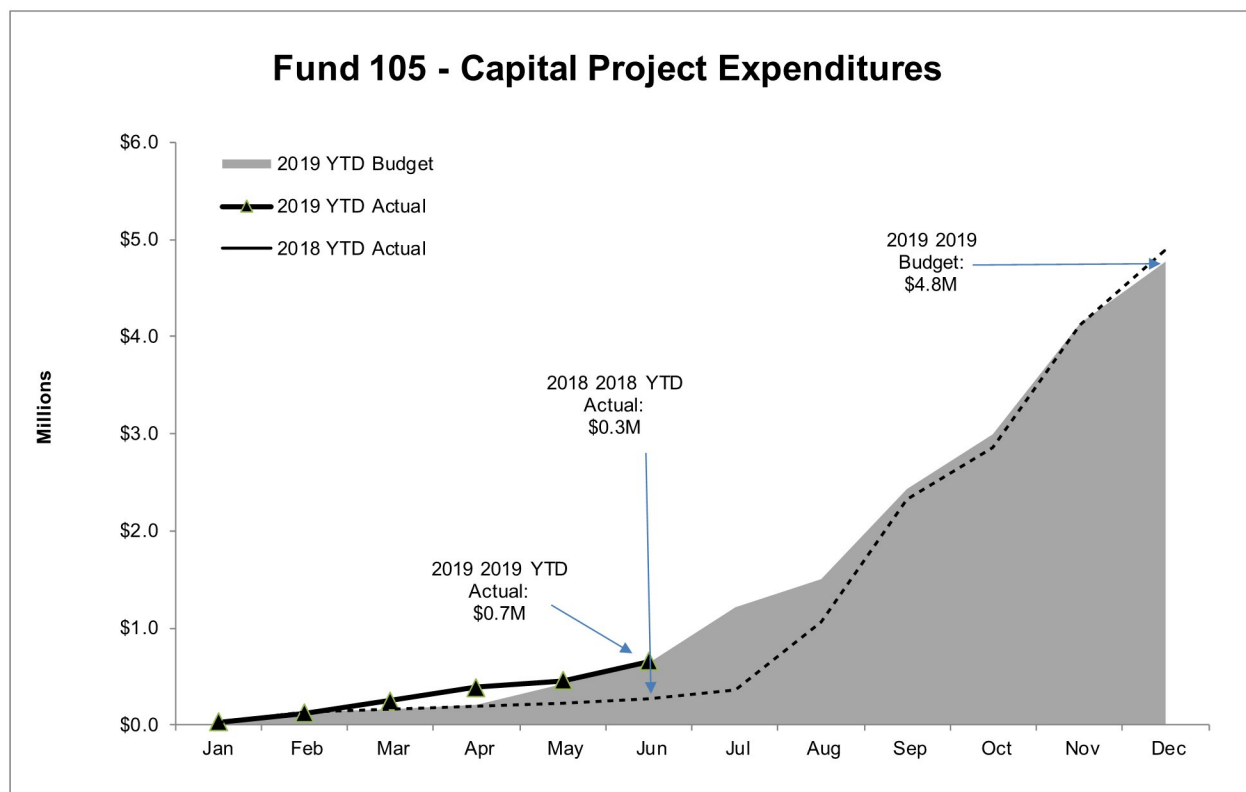
Fund 105 – Arterial Street Preservation Fund

The Arterial Street Preservation Fund is a special revenue fund that is primarily funded by a 1.0% utility tax that was adopted by Council in 2008; these utility tax revenues are restricted for arterial street repair and preservation projects. Major projects budgeted within the Arterial Street Preservation Fund in 2019 include A Street SE Preservation, 2019 Citywide Pavement Patching & Overlay, and 2018 Citywide Pavement Patching & Overlay. Through Q2-2019 revenues totaled \$1.4 million, which is approximately \$222,000 higher than the same period last year and \$45,000 higher than budget expectations.

Expenditures through Q2-2019 were \$657,000 as compared to \$266,000 through Q2-2018. Historically, the majority of this fund's expenditures occur in the second half of each year due to the weather sensitivity of pavement construction (this work needs to be done primarily in the summer and early fall). In addition, several inclement weather situations during Q1-2019 were not conducive to street construction. Highlighted in the table below and shown in the following graph are the fund's total expenditures related to capital projects.

Fund 105 - Arterial Street Preservation Summary of Sources and Uses Report Period: June 2019	2019			2018	2019 YTD Budget vs. Actual	
	2019 Budget	2019 YTD Budget	2019 YTD Actual	2018 YTD Actual	Favorable (Unfavorable) Amount Percentage	
Revenues						
City Utility Tax	\$ 674,600	\$ 327,158	\$ 327,598	\$ 308,195	\$ 440	0.1 %
Electric Utility Tax	711,600	383,718	388,080	409,718	4,362	1.1 %
Natural Gas Utility Tax	201,600	136,067	125,730	139,803	(10,337)	(7.6) %
Cable TV Tax	190,100	94,864	97,891	103,243	3,027	3.2 %
Telephone Utility Tax	235,600	121,706	95,747	126,231	(25,959)	(21.3) %
Garbage Utility Tax (External Haulers)	22,400	11,200	12,000	10,746	800	7.1 %
Grants	940,511	57,050	58,914	68,224	1,863	3.3 %
Operating Transfer In	746,279	248,760	310,802	33,845	62,042	24.9 %
Interest Earnings	29,800	14,900	24,102	19,095	9,202	61.8 %
Total Revenues	\$ 3,752,490	\$ 1,395,423	\$ 1,440,863	\$ 1,219,099	\$ 45,440	3.3 %
Expenditures						
Salary and Benefits	\$ 241,000	\$ 110,750	\$ 253,618	\$ 170,299	\$ (142,868)	(129.0) %
Capital Outlay	4,530,722	904,438	403,448	95,379	500,990	55.4 %
Subtotal - Capital Project Expenditures	4,771,722	1,015,188	657,066	265,678	358,122	35.3 %
Supplies	-	-	-	-	-	
Services and Charges	165,000	-	-	-	-	
Operating Transfer Out	26,831	8,944	-	-	8,944	100.0
Total Expenditures	\$ 4,963,553	\$ 1,024,132	\$ 657,066	\$ 265,678	\$ 367,066	35.8 %
Net Change in Fund Balance	\$ (1,211,063)	\$ 371,292	\$ 783,798	\$ 953,421	\$ 412,506	111.1 %

Beg. Fund Balance, January 2019	\$ 2,580,480
Net Change in Fund Balance, June 2019	783,798
Ending Fund Balance, June 2019	<u>\$ 3,364,278</u>
2019 Budgeted Ending Fund Balance	\$ 1,369,417



The table below presents the status of the projects with the most significant budget impact on the fund. Many capital projects are budgeted over multiple years; what is displayed below is the 2019 portion of each project's budget and year-to-date expenditures.

Fund 105 - Arterial Street Preservation			
Capital Projects Status*			
Name	2019 Budget	YTD Actual	Remaining
A Street SE Preservation	\$1.8M	\$0.0M	\$1.8M
2019 Citywide Pavement Patching & Overlay	\$1.0M	\$0.1M	\$1.0M
2018 Citywide Pavement and Patching Overlay	\$0.9M	\$0.2M	\$0.7M
All Other Projects (8 Others Budgeted)	\$1.0M	\$0.4M	\$0.6M
Total	\$4.8M	\$0.7M	\$4.1M

*Components may not sum to total due to rounding.

Notes:

- The A Street SE Preservation project was awarded June 3, 2019.
- The 2019 Citywide Patch and Overlay project was awarded May 6, 2019.

Fund 124 – Mitigation Fees

The Mitigation Fees fund is a special revenue fund funded from revenues from fees for new development that are assessed at the time applications are received for development activity. These revenues are used to address costs associated with City growth.

The fund houses two types of revenues: mitigation fees and impact fees. Mitigation fees are variable charges collected as a result of State Environmental Policy Act (SEPA) reviews and the City's determination that a project must pay additional fees to compensate for a unique effect that it has on the community. Impact fees are set charges collected automatically for a variety of projects. These fees are adopted annually by the City Council based on projects anticipated in the Capital Facilities Plan over the next six years.

About \$1.6 million, or nearly 100%, of annual budgeted revenues were received through Q2-2019. This significant favorable revenue performance was driven by the receipt of nearly \$600,000 in traffic impact fee revenue in Q2 from the Young's Market truck warehouse and distribution center. Additionally, a transfer-in of approximately \$400,000 was completed in May to pay for traffic mitigation fees related to the Legacy Senior Housing Project and the Auburn Town Center.

Expenditures were significantly below budget due to the timing of capital projects funded by these revenues. Of the twelve projects funded by parks impact fee revenues, only the Brannan Park Synthetic Infield project has seen significant progress. There are three projects budgeted with parks impact fee funding of at least \$500,000 that have had minimal expenditures. A substantial portion of the year-to-date expenditures of transportation impact fee revenue consists of scheduled debt service payments.

Fund 124 - Mitigation Fees Summary of Sources and Uses				YTD ACTUALS		
Report Period Through: June 2019				Ending Fund Balance		
	Revenues	Expenditures	Ending Fund Balance	Revenues	Expenditures	Ending Fund Balance
Transportation Impact Fees	\$ 800,000	\$ 1,189,129	\$ 5,115,601	\$ 963,003	\$ 317,552	\$ 5,980,184
Transportation Mitigation Fees	-	51,100	67,905	1,353	-	120,961
Fire Impact Fees	100,000	75,000	212,773	45,674	-	277,432
Fire Mitigation Fees	-	-	81	-	-	81
Parks Impact Fees	100,000	2,457,077	3,086,936	38,500	296,997	5,332,299
Parks Mitigation Fees	-	300,000	40,702	-	-	341,614
School Impact Admin Fees	1,200	-	58,515	628	-	67,212
Wetland Mitigation Fees	-	36,600	33,861	-	-	70,972
Interest and Investment Income	195,000	-	195,000	148,112	-	148,112
Fees in Lieu of Improvements	-	100,000	24,413	-	100,000	25,634
Operating Transfers-In	416,200	-	416,200	398,528	-	398,528
Total	\$ 1,612,400	\$ 4,208,906	\$ 9,251,987	\$ 1,595,797	\$ 714,550	\$ 12,763,028

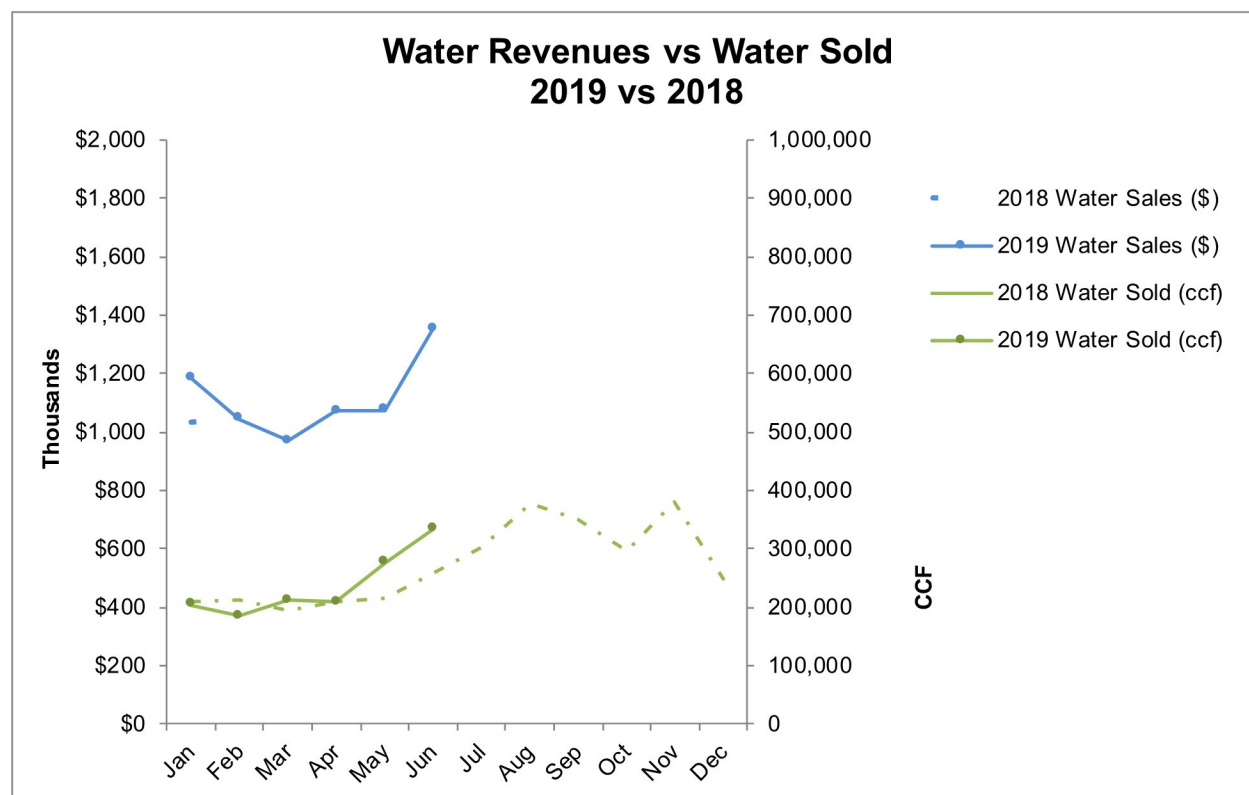
Beginning Fund Balance, January 2019	\$ 11,881,781
Net Change in Fund Balance, June 2019	881,248
Ending Fund Balance, June 2019	\$ 12,763,028
2019 Budgeted Ending Fund Balance	\$ 9,251,987

Enterprise Funds

Detailed income and expense statements for Enterprise and Internal Service funds can be found in an attachment at the end of this report. The attachment provides operating and – as applicable – capital fund reports for these funds showing budget, actuals, and variances. Operating funds house all the operating costs along with debt service and financing obligations. Capital funds show costs associated with capital acquisition and construction. Both the operating and capital funds have a working capital balance. This approach isolates those funds available for capital and cash flow needs for daily operations, and project managers will know exactly how much working capital is available for current and planned projects.

Through Q2-2019 the **Water Utility** had operating income of \$2.4 million as compared to \$2.1 million through Q2-2018. Total Water Fund operating revenues were \$424,000 higher than in Q2-2018, mainly due to strong performance in water sales and interest income. Water sales revenue is directly impacted by the rate changes, which were implemented across all water consumption categories. Operating expenditures through Q2-2019 were up \$112,000, or 2.5% from Q2-2018. This variance is mainly due to increases in personnel costs and to increased interfund taxes associated with utility revenues.

Water sales by volume through June 2019 totaled 1.4 million hundred cubic feet (ccf) as compared to 1.3 million ccf through June 2018, an increase of 9.2%. Total consumption was up across all customer categories except school and wholesale. Large increases were also seen in single family and commercial usage. While overall consumption has increased compared to the same period last year, the Water utility has seen a general trend of decreased year-over-year consumption *per account* due largely to conservation efforts and appliance efficiency improvements.



The **Sewer Utility** finished Q2-2019 with operating income of \$1.5 million as compared to \$1.0 million through Q2-2018. Increased revenues from charges for City sewer service following the rate adjustment in January 2019 account for about half of the favorable variance; the remainder consists mainly of a \$203,000 refund from the Department of Revenue for overpayment of excise tax.

Year-to-date operating expenditures in the Sewer Utility are nearly equal to Q2-2018, and the percentage of annual expenditure budget used is less than 1% different (43.5% of budget used, versus 43.2% through Q2-2018). Budget usage through the second quarter has remained consistent for the last several years.

Through Q2-2019, the **Stormwater Utility** had operating income of \$1.5 million compared with \$1.3 million through Q2-2018. Operating revenues are up \$165,000 compared to Q2-2018 due to charges for City storm service, which saw increases to all non-single family variable rates, as well as from strong investment income performance.

Operating expenditures in the Stormwater Utility are down \$103,000 from Q2-2018, contributing to the higher operating income noted above. Factors contributing to this include a decrease in spending on repairs and maintenance and the timing of certain intergovernmental payments.

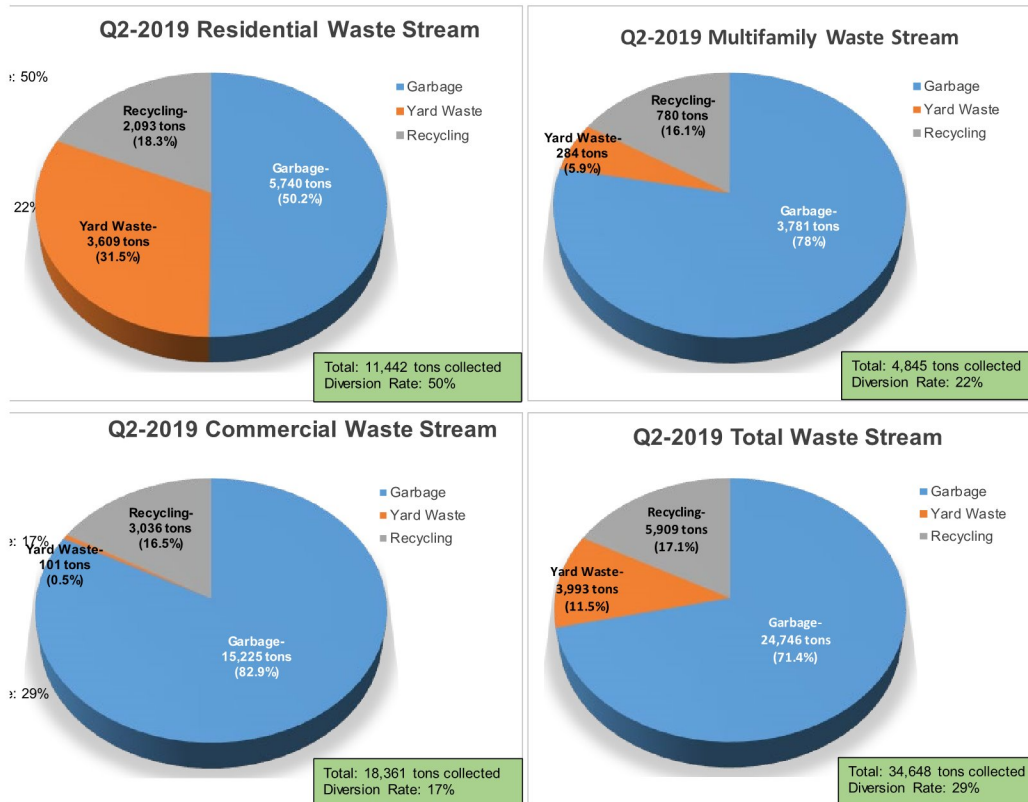
Through Q2-2019 the **Solid Waste Utility** Fund had \$8.0 million in operating revenues, compared to \$7.7 million in operating expenditures. The City of Auburn's Solid Waste services are outsourced to Waste Management and to Republic Services, who manages the contract for the annexed areas. As of June 2019, Waste Management serviced 15,498 customers (79% of customers) and Republic Services serviced 4,117 customers (21% of customers).

The current mix of solid waste customer account types is:

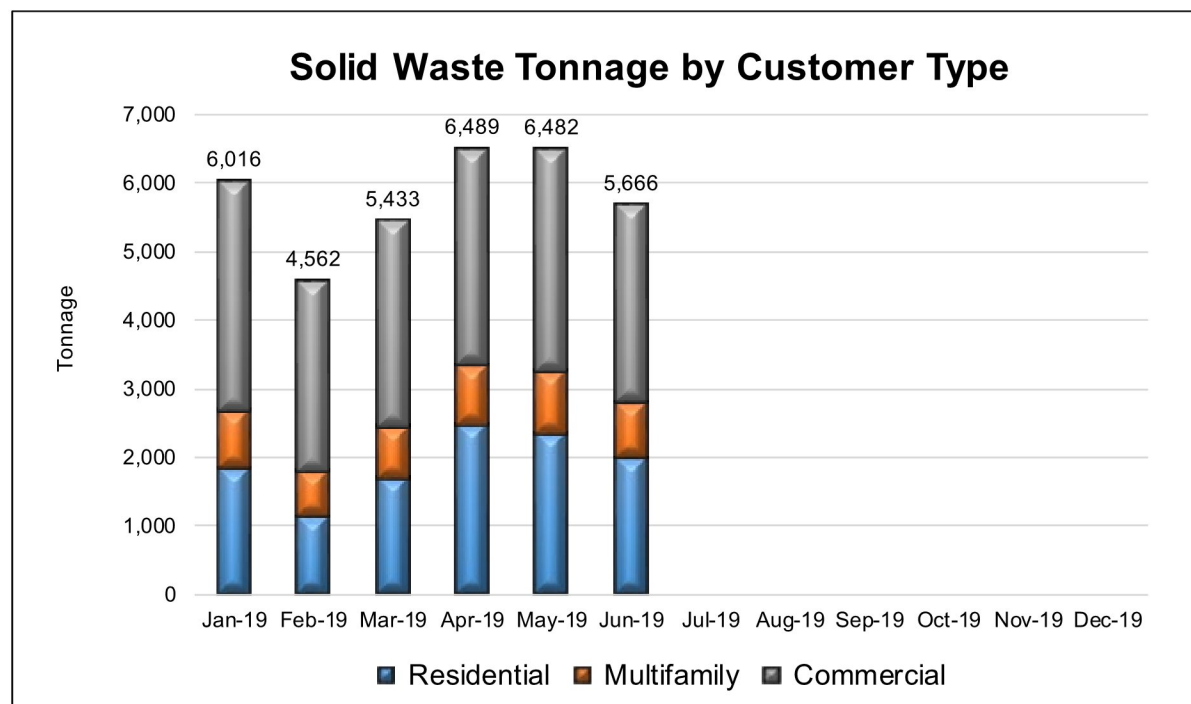
- 89.7% Residential
- 7.8% Commercial
- 2.5% Multifamily

The "diversion rate" is a measure of how much generated waste is not sent to the landfill; i.e., waste that is either recycled or collected yard waste. Through Q2-2019, the total diversion rate was 28.6%, which represents a total of 9,900 tons of waste that was diverted from landfills.

2019 Tons Collected and Diversion Rates:



Of the total tonnage collected through Q2-2019, 33% was collected from residential customers, 14% from multifamily customers, and 53% from commercial customers, as shown in the following graph.

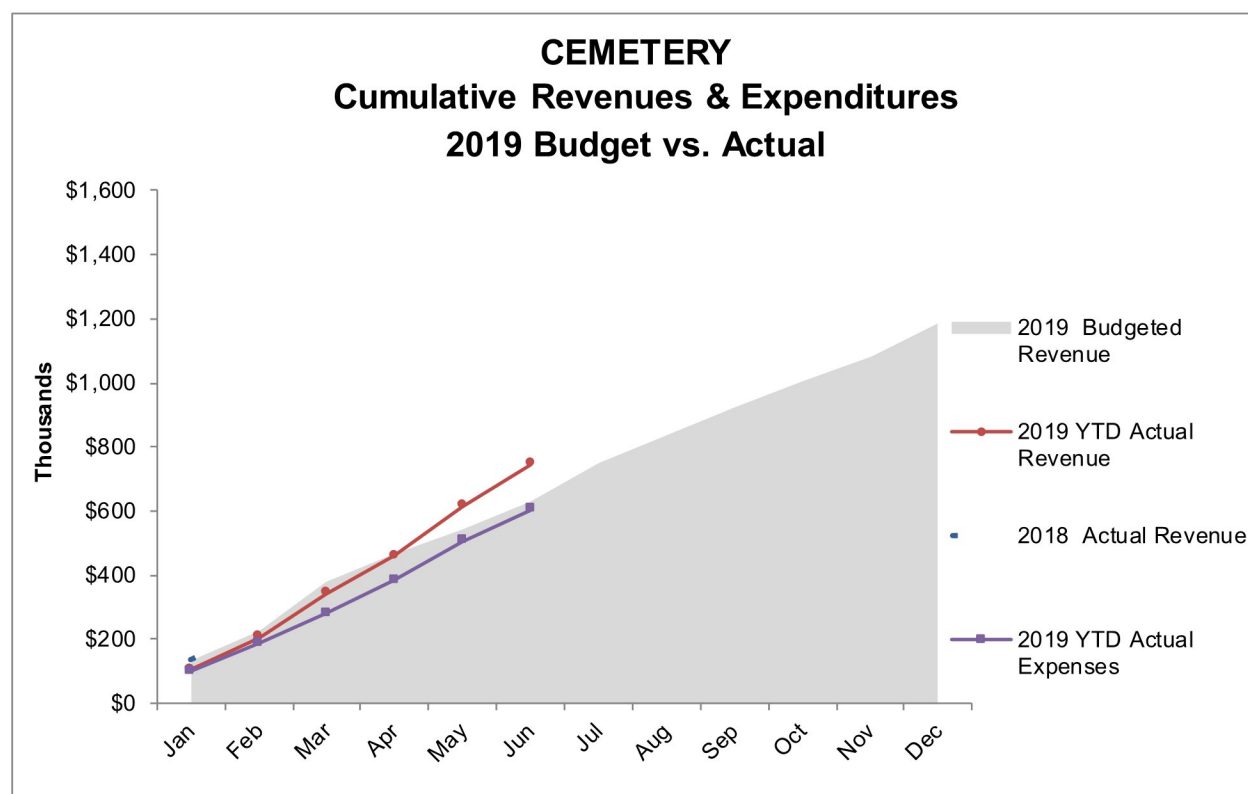


Since January 1, 2016 the Auburn Municipal Airport has been managed by the City of Auburn's Public Works Department. Starting January 1, 2019 the City transitioned from contracted management services through a third-party management company (AMG) and began management of the Airport with in-house staffing.

The **Airport Fund** finished Q2-2019 with operating income of \$239,000 as compared with operating income of \$146,000 through Q2-2018. Operating revenues in the Airport Fund are up \$223,000 over Q2-2018, largely due to sales of aviation fuel. Aviation fuel was previously sold by AMG, with a portion of the profit remitted to the City. Currently the City sells fuel directly, and recovers all associated revenue.

Operating expenditures in the Airport Fund through Q2-2019 have increased by \$130,000 over the same period last year. A significant portion of this increase is due to the purchase of aviation fuel for resale; the balance represents interfund charges related to City internal services, public utility costs, and interfund transfers to fund one-time technology and vehicle purchases.

Through Q2-2019, the **Cemetery Fund** experienced operating income of \$115,000 as compared with an operating income of \$111,000 through Q2-2018. While sales of lots have decreased from 2018, this is offset by increases in openings/closings and sales of liners and markers. Overall, operating revenues are up by \$32,000, or 4.6% while operating expenditures are up \$29,000, or 4.8%, from the same period last year.



Internal Service Funds

Operating expenditures within the **Insurance Fund** represent the premium cost pool that will be allocated monthly to other City funds over the course of 2019. As a result, the expenditure balance gradually diminishes each month throughout the year.

No significant variances are reported in the **Workers' Compensation, Facilities, Innovation & Technology**, or **Equipment Rental Funds**.

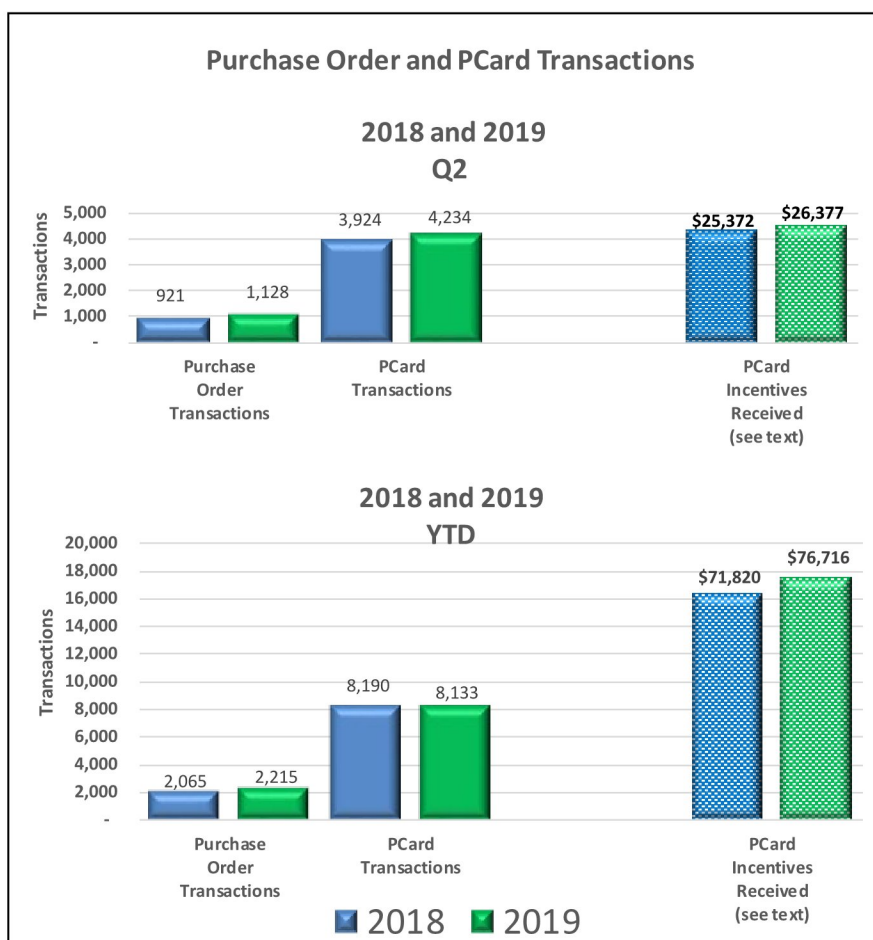
Investment Portfolio

The City's total cash and investments at the end of the Q2-2019 totaled \$147.8 million, and compares to \$140.3 million at the end of Q1-2019. **[attachment]**

P-Card Statistics

The City has been actively promoting the use of P-Cards in lieu of purchase orders to minimize effort and maximize incentive payments from the vendor and the State. In Q2-2019, 4,234 P-Card transactions were processed as compared with 1,128 purchase order transactions.

Total incentive payments received from US Bank in Q1-2019 totaled \$26,377. These are estimated payments since the quarterly rebate checks are not actually received until the next quarter. Additionally, there is an annual incentive payment from the State that is received in Q2 of each year. The annual State incentive payment for 2018 was \$27,723 and was received in April of 2019.



Contact Information

This report is prepared by the Finance Department. Additional financial information can also be viewed at our website: <http://www.auburnwa.gov/>. For any questions about this report please contact Jamie Thomas at jdthomas@auburnwa.gov.

City of Auburn
Investment Portfolio Summary
June 30, 2019

Investment Type	Purchase Date	Book Value	Maturity Date	Yield to Maturity
State Investment Pool	Various	\$ 100,953,718	Various	2.51%
KeyBank Money Market	Various	4,718,600	Various	0.15%
OpusBank Public Interest Acct	Various	10,346,908	Various	2.56%
FHLB	2/28/2018	2,001,840	2/28/2023	2.65%
FFCB	5/21/2018	1,997,160	10/21/2019	2.48%
FAMCA	6/27/2018	1,999,940	7/16/2020	2.50%
FFCB	7/16/2018	2,000,620	7/16/2020	2.60%
TX ST-BABs-A	8/8/2018	1,761,620	4/1/2020	2.68%
FFCB	8/27/2018	2,004,660	2/23/2021	2.70%
RFCSP	10/5/2018	5,032,674	10/15/2019	2.69%
RFCSP	12/14/2018	5,012,903	7/15/2020	2.73%
RFCSP	2/19/2019	4,999,824	1/15/2021	2.52%
RFCSP	5/9/2019	4,999,802	10/15/2020	2.23%
Total Cash & Investments		<u>\$ 147,830,269</u>		<u>2.447%</u>

Investment Mix	% of Total	Summary	
State Investment Pool	68.3%	Current 6-month treasury rate	2.17%
KeyBank Money Market	3.2%	Current State Pool rate	2.51%
OpusBank Public Interest Acct	7.0%	KeyBank Money Market	0.15%
FHLB	1.4%	OpusBank Public Interest Acct	2.56%
FFCB	4.1%	Blended Auburn rate	2.45%
FAMCA	1.4%		
TX ST-BABs-A	1.2%		
RFCSP	13.6%		
	<u>100.0%</u>		

SALES TAX SUMMARY

JUNE 2019 SALES TAX DISTRIBUTIONS (FOR APRIL 2019 RETAIL ACTIVITY)

NAICS	CONSTRUCTION	2018 Annual Total (Nov '17-Oct '18)	2018 YTD (Nov '17-Apr -18)	2019 YTD (Nov '18-Apr 19)	YTD % Diff
236	Construction of Buildings	1,257,918	655,180	470,003	-28.3%
237	Heavy and Civil Construction	170,543	68,876	70,664	2.6%
238	Specialty Trade Contractors	881,157	415,260	410,317	-1.2%
TOTAL CONSTRUCTION		\$ 2,309,617	\$ 1,139,316	\$ 950,985	-16.5%
Overall Change from Previous Year				\$ (188,331)	

NAICS	MANUFACTURING	2018 Annual Total (Nov '17-Oct '18)	2018 YTD (Nov '17-Apr -18)	2019 YTD (Nov '18-Apr 19)	YTD % Diff
311	Food Manufacturing	7,745	3,217	4,736	47.2%
312	Beverage and Tobacco Products	12,379	6,214	6,402	3.0%
313	Textile Mills	559	297	145	-51.3%
314	Textile Product Mills	1,860	760	1,475	94.1%
315	Apparel Manufacturing	347	145	281	94.0%
316	Leather and Allied Products	221	24	205	747.9%
321	Wood Product Manufacturing	16,224	6,628	6,675	0.7%
322	Paper Manufacturing	12,982	4,093	7,137	74.4%
323	Printing and Related Support	46,020	24,501	20,787	-15.2%
324	Petroleum and Coal Products	9,780	5,511	3,908	-29.1%
325	Chemical Manufacturing	12,512	5,868	5,056	-13.8%
326	Plastics and Rubber Products	8,844	4,791	3,413	-28.8%
327	Nonmetallic Mineral Products	21,776	7,698	10,175	32.2%
331	Primary Metal Manufacturing	4,065	683	26,883	3837.5%
332	Fabricated Metal Product Manuf	26,115	11,740	17,367	47.9%
333	Machinery Manufacturing	24,283	13,530	13,273	-1.9%
334	Computer and Electronic Product	7,184	3,481	2,080	-40.2%
335	Electric Equipment, Appliances	791	346	122	-64.9%
336	Transportation Equipment Man	488,093	214,293	233,575	9.0%
337	Furniture and Related Products	19,899	10,490	12,726	21.3%
339	Miscellaneous Manufacturing	32,607	15,698	18,548	18.2%
TOTAL MANUFACTURING		\$ 754,285	\$ 340,007	\$ 394,967	16.2%
Overall Change from Previous Year				\$ 54,961	

NAICS	TRANSPORTATION AND WAREHOUSING	2018 Annual Total (Nov '17-Oct '18)	2018 YTD (Nov '17-Apr -18)	2019 YTD (Nov '18-Apr 19)	YTD % Diff
481	Air Transportation	3	0	0	N/A
482	Rail Transportation	25,453	13,351	11,065	-17.1%
484	Truck Transportation	26,564	2,780	7,642	174.9%
485	Transit and Ground Passengers	56	34	24	-30.4%
488	Transportation Support	52,211	27,619	19,364	-29.9%
491	Postal Service	1,007	659	367	-44.3%
492	Couriers and Messengers	1,359	1,074	144	-86.6%
493	Warehousing and Storage	13,554	7,474	5,541	-25.9%
TOTAL TRANSPORTATION		\$ 120,208	\$ 52,991	\$ 44,147	-16.7%
Overall Change from Previous Year				\$ (8,844)	

NAICS	WHOLESALE TRADE	2018 Annual Total (Nov '17-Oct '18)	2018 YTD (Nov '17-Apr -18)	2019 YTD (Nov '18-Apr 19)	YTD % Diff
423	Wholesale Trade, Durable Goods	1,147,872	603,177	571,144	-5.3%
424	Wholesale Trade, Nondurable	315,956	139,479	136,350	-2.2%
425	Wholesale Electronic Markets	5,189	2,172	4,005	84.5%
TOTAL WHOLESALE		\$ 1,469,017	\$ 744,827	\$ 711,499	-4.5%
Overall Change from Previous Year				\$ (33,328)	

Includes Adjustments in excess of +/- \$10,000.

a. WA State Department of Revenue audit adjustment to sales tax returns for February 2019 Reporting (adjustment: \$14,165).

NAICS	AUTOMOTIVE	2018 Annual Total (Nov '17-Oct '18)	2018 YTD (Nov '17-Apr -18)	2019 YTD (Nov '18-Apr 19)	YTD % Diff
441	Motor Vehicle and Parts Dealer	3,843,704	1,887,904	1,834,132	-2.8%
447	Gasoline Stations	278,087	132,598	130,848	-1.3%
TOTAL AUTOMOTIVE		\$ 4,121,791	\$ 2,020,503	\$ 1,964,979	-2.7%
Overall Change from Previous Year				\$ (55,523)	

NAICS	RETAIL TRADE	2018 Annual Total (Nov '17-Oct '18)	2018 YTD (Nov '17-Apr -18)	2019 YTD (Nov '18-Apr 19)	YTD % Diff
442	Furniture and Home Furnishings	209,879	104,300	106,324	1.9%
443	Electronics and Appliances	229,028	112,421	142,182	26.5%
444	Building Material and Garden	576,468	252,997	303,155	19.8%
445	Food and Beverage Stores	387,928	183,687	191,447	4.2%
446	Health and Personal Care Store	420,087	201,383	226,861	12.7%
448	Clothing and Accessories	1,170,083	588,758	600,572	2.0%
451	Sporting Goods, Hobby, Books	220,869	109,173	126,609	16.0%
452	General Merchandise Stores	870,096	478,419	416,758	-12.9%
453	Miscellaneous Store Retailers	689,386	320,709	442,114	37.9%
454	Nonstore Retailers	267,088	149,165	117,659	-21.1%
TOTAL RETAIL TRADE		\$ 5,040,912	\$ 2,501,011	\$ 2,673,680	6.9%
Overall Change from Previous Year				\$ 172,669	

NAICS	SERVICES	2018 Annual Total (Nov '17-Oct '18)	2018 YTD (Nov '17-Apr -18)	2019 YTD (Nov '18-Apr 19)	YTD % Diff
51*	Information	637,625	332,048	327,241	-1.4%
52*	Finance and Insurance	140,135	71,874	69,284	-3.6%
53*	Real Estate, Rental, Leasing	367,824	184,859	221,094	19.6%
541	Professional, Scientific, Tech	253,684	120,935	160,837	33.0%
551	Company Management	16	5	27	487.1%
56*	Admin. Supp., Remed Svcs	423,760	192,566	245,412	27.4%
611	Educational Services	47,224	22,465	20,814	-7.4%
62*	Health Care Social Assistance	93,420	45,791	49,202	7.4%
71*	Arts and Entertainment	119,180	49,109	40,797	-16.9%
72*	Accommodation and Food Svcs	1,435,327	687,679	699,125	1.7%
81*	Other Services	560,054	271,126	292,755	8.0%
92*	Public Administration	150,574	63,924	647	-99.0%
TOTAL SERVICES		\$ 4,228,822	\$ 2,042,381	\$ 2,127,235	4.2%
Overall Change from Previous Year				\$ 84,854	

NAICS	MISCELLANEOUS	2018 Annual Total (Nov '17-Oct '18)	2018 YTD (Nov '17-Apr -18)	2019 YTD (Nov '18-Apr 19)	YTD % Diff
000	Unknown	0	0	0	N/A
111-115	Agriculture, Forestry, Fishing	3,656	1,737	2,950	69.9%
211-221	Mining & Utilities	26,370	9,996	11,349	13.5%
999	Unclassifiable Establishments	123,605	63,266	115,199	82.1%
TOTAL SERVICES		\$ 153,632	\$ 74,998	\$ 129,498	72.7%
Overall Change from Previous Year				\$ 54,500	

GRAND TOTAL	\$ 18,198,285	\$ 8,916,034	\$ 8,996,990	
Overall Change from Previous Year			\$ 80,957	0.9%

Total June 2019 Sales Tax Distributions	\$ 1,504,125
Dollar Increase from June 2018	\$ 142,107
Percent Increase from June 2018	10.4%
Comparisons:	
June 2018	\$ 1,362,018
June 2017	\$ 1,323,690

OPERATING & CAPITAL FUNDS	ENTERPRISE FUNDS											
Cash Basis through June 2019	WATER			SEWER			SEWER METRO			STORM		
	YTD			YTD			YTD			YTD		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
OPERATING FUND:												
OPERATING REVENUES												
Charges For Service	15,471,500	6,688,661	(8,782,839)	9,014,200	4,442,525	(4,571,675)	18,370,000	9,041,997	(9,328,003)	10,085,900	5,034,758	(5,051,142)
Grants			-			-			-	-		-
Interest Earnings	20,000	113,006	93,006	20,000	70,222	50,222	2,500	14,450	11,950	15,000	66,373	51,373
Rents, Leases, Concessions, & Other	187,000	100,412	(86,588)	70,000	238,166	168,166	-	-	-	56,000	38,178	(17,822)
TOTAL OPERATING REVENUES	15,678,500	6,902,079	(8,776,421)	9,104,200	4,750,913	(4,353,287)	18,372,500	9,056,447	(9,316,053)	10,156,900	5,139,309	(5,017,591)
OPERATING EXPENSES												
Salaries & Wages	2,472,136	1,175,080	1,297,056	1,478,205	696,052	782,153	-	-	-	2,511,990	1,164,762	1,347,228
Benefits	1,335,528	605,501	730,027	783,349	359,360	423,989	-	-	-	1,329,580	586,678	742,902
Supplies	364,244	132,217	232,027	164,550	37,758	126,792	-	-	-	84,550	39,612	44,938
Other Service Charges	4,455,849	1,336,256	3,119,593	2,912,150	1,316,366	1,595,784	18,215,600	8,922,306	9,293,294	1,994,100	739,609	1,254,491
Intergovernmental Services (Less Transfers Out)				-	-	-				-	-	-
Waste Management Payments	See Note											
Sewer Metro Services							-	-	-			
Debt Service Interest	1,092,600	376,984	715,616	245,500	131,058	114,442	-	-	-	311,100	169,233	141,867
Interfund Operating Rentals & Supplies	1,773,617	896,637	876,980	1,391,917	705,787	686,130	-	-	-	1,818,400	915,097	903,303
TOTAL OPERATING EXPENSES	11,493,974	4,522,676	6,971,298	6,975,671	3,246,381	3,729,290	18,215,600	8,922,306	9,293,294	8,049,720	3,614,991	4,434,729
OPERATING REVENUES LESS EXPENSES BEFORE DEPRECIATION	4,184,526	2,379,403	(1,805,123)	2,128,529	1,504,532	(623,997)	156,900	134,141	(22,759)	2,107,180	1,524,318	(582,862)
NON-OPERATING REVENUES												
Operating Transfers-in	-	-	-									
Intergovernmental Loan	-	39,258	(39,258)									
Other Non-Operating Revenues												
NON-OPERATING EXPENSES												
Transfer to Capital Subfund	811,400	16,633	794,767	-	-	-				-	-	-
Other Operating Transfers-out	381,491	34,662	346,829	328,692	5,099	323,593				404,392	79,099	325,293
Debt Service Principal	1,775,400	624,107	1,151,293	563,400	288,262	275,138				438,000	-	438,000
Net Change in Restricted Net Assets	-	63,331	63,331	-	(17,771)	(17,771)				-	14,527	14,527
Interfund Loan Repayment												
BEGINNING WORKING CAPITAL - January 1, 2019	3,915,375	3,915,375	-	4,292,249	4,292,249	-	3,184,467	3,184,467	-	2,886,614	2,886,614	-
ENDING WORKING CAPITAL - June 30, 2019	5,131,610	5,595,303	463,693	5,528,686	5,521,191	(7,495)	3,341,367	3,318,608	(22,759)	4,151,402	4,317,306	165,904
NET CHANGE IN WORKING CAPITAL (see Note)	1,216,235	1,679,928	463,693	1,236,437	1,228,942	(7,495)	156,900	134,141	(22,759)	1,264,788	1,430,692	165,904
CAPITAL FUND:												
CAPITAL REVENUES												
Interest Revenue	10,000	21,913	11,913	80,000	123,492	43,492				80,000	67,349	(12,651)
Grants	450,592	17,901	(432,691)							181,965	5,792	(176,173)
Contributions			-	-	-	-				-	-	-
Other Non-Operating Revenue	-	558	558	-	-	-				-	-	-
Increase In Contributions - System Development	937,700	333,369	(604,331)	654,700	524,873	(129,827)				489,900	329,742	(160,158)
Interfund Revenues	-	-	-	-	-	-				-	-	-
Increase In Contributions - FAA	-	-	-	-	-	-				-	-	-
Proceeds of Debt Activity	7,525,324	-	(7,525,324)	-	-	-				-	-	-
Transfers In from Operating Sub-Fund	811,400	16,633	(794,767)	-	-	-				-	-	-
Transfer In from Other Funds	-	22,625	22,625	-	-	-				-	-	-
TOTAL CAPITAL REVENUES	9,735,016	412,999	(9,322,017)	734,700	648,365	(86,335)				751,865	402,883	(348,982)
CAPITAL EXPENSES												
Other Non-Operating Expense	-	-	-	-	-	-				-	-	-
Increase In Fixed Assets - Salaries	424,300	120,663	303,637	182,900	29,356	153,544				202,900	31,470	171,430
Increase In Fixed Assets - Benefits	169,700	59,652	110,048	73,100	14,189	58,911				81,100	14,528	66,572
Increase In Fixed Assets - Services	300	-	300	1,900	-	1,900				1,900	-	1,900
Increase In Fixed Assets - Site Improvements	-	3,736	(3,736)	-	-	-				-	-	-
Increase In Fixed Assets - Equipment	-	-	-	-	-	-				-	-	-
Increase In Fixed Assets - Construction	9,896,443	792,224	9,104,219	3,617,608	96,421	3,521,187				3,507,258	95,913	3,411,345
Operating Transfers Out	50,000	50,000	-	50,000	50,000	-				50,000	50,000	-
TOTAL CAPITAL EXPENSES	10,540,743	1,026,275	9,514,468	3,925,508	189,966	3,735,542				3,843,158	191,912	3,651,246
BEGINNING WORKING CAPITAL - January 1, 2019	2,848,451	2,848,451	-	12,240,299	12,240,299	-				13,792,781	13,792,781	-
ENDING WORKING CAPITAL - June 30, 2019	2,042,724	2,235,175	192,451	9,049,491	12,698,698	3,649,207				10,701,488	14,003,752	3,302,264
NET CHANGE IN WORKING CAPITAL (see Note)	(805,727)	(613,276)	192,451	(3,190,808)	458,399	3,649,207				(3,091,293)	210,971	3,302,264
Total Change in Working Capital	410,508	1,066,652	656,144	(1,954,371)	1,687,341	3,641,712	156,900	134,141	(22,759)	(1,826,505)	1,641,663	3,468,168
(*) Depreciation	3,612,800	1,946,926		2,333,400	1,139,819		-	-		2,184,100	1,049,444	

OPERATING & CAPITAL FUNDS	ENTERPRISE FUNDS						INTERNAL SERVICE FUNDS		
Cash Basis through June 2019	SOLID WASTE			AIRPORT			CEMETERY		
	Budget	YTD Actual	Variance	Budget	YTD Actual	Variance	Budget	YTD Actual	Variance
OPERATING FUND:									
OPERATING REVENUES									
Charges For Service	16,071,700	7,907,109	(8,164,591)	1,205,700	674,328	(531,372)	1,086,000	735,185	(350,815)
Grants	88,600	4,994	(83,606)	-	1,000	1,000	-	-	-
Interest Earnings	88,800	57,201	(31,599)	6,900	12,409	5,509	1,000	9,694	8,694
Rents, Leases, Concessions, & Other	-	3,446	3,446	6,000	4,993	(1,007)	-	214	214
TOTAL OPERATING REVENUES	16,249,100	7,972,750	(8,276,350)	1,218,600	692,731	(525,869)	1,087,000	745,094	(341,906)
OPERATING EXPENSES									
Salaries & Wages	-	-	-	207,803	104,721	103,082	464,932	230,719	234,213
Benefits	-	-	-	149,990	62,437	87,553	269,930	129,417	140,513
Supplies	53,400	1,789	51,611	212,700	171,948	40,752	221,700	131,779	89,921
Other Service Charges	2,123,775	810,781	1,312,994	247,400	92,855	154,545	151,500	60,047	91,453
Intergovernmental Services (Less Transfers Out)	-	-	-	-	-	-	-	-	-
Waste Management Payments See Note	13,485,300	6,558,190	6,927,110	-	-	-	-	-	-
Sewer Metro Services	-	-	-	3,700	2,089	1,611	-	-	-
Debt Service Interest	-	-	-	-	-	-	-	-	-
Interfund Operating Rentals & Supplies	612,000	317,794	294,206	38,600	19,300	19,300	155,900	77,950	77,950
TOTAL OPERATING EXPENSES	16,274,475	7,688,554	8,585,921	860,193	453,350	406,843	1,263,962	629,913	634,049
OPERATING REVENUES LESS EXPENSES BEFORE DEPRECIATION	(25,375)	284,196	309,571	358,407	239,381	(119,026)	(176,962)	115,181	292,143
NON-OPERATING REVENUES									
Operating Transfers-in							100,000	-	(100,000)
Intergovernmental Loan									
Other Non-Operating Revenues									
NON-OPERATING EXPENSES									
Transfer to Capital Subfund				350,000	51,649		100,000	-	
Other Operating Transfers-out	21,831	3,505	18,326	10,000	4,236	5,764	-	-	-
Debt Service Principal				186,500	-	186,500	-	-	-
Net Change in Restricted Net Assets				-	12,274	12,274	-	-	-
Interfund Loan Repayment				42,100	20,743	21,357			
BEGINNING WORKING CAPITAL - January 1, 2019	5,556,175	5,556,175	-	474,633	474,633	-	441,060	441,060	-
ENDING WORKING CAPITAL - June 30, 2019	5,508,969	5,836,866	327,897	244,440	625,111	380,671	264,098	556,241	292,143
NET CHANGE IN WORKING CAPITAL (see Note)	(47,206)	280,691	327,897	(230,193)	150,478	380,671	(176,962)	115,181	292,143
CAPITAL FUND:	see Note								
CAPITAL REVENUES									
Interest Revenue				2,000	1,244	(756)	-	3,058	3,058
Grants									
Contributions				104,316	6,120	(98,196)	-	-	-
Other Non-Operating Revenue				-	-	-	-	-	-
Increase In Contributions - System Development				-	-	-	-	-	-
Interfund Revenues				-	-	-	-	-	-
Increase In Contributions - FAA				2,367,730	60,269	(2,307,461)	-	-	-
Proceeds of Debt Activity				-	-	-	-	-	-
Transfers In from Operating Sub-Fund				350,000	51,649	(298,351)	100,000	-	(100,000)
Transfer In from Other Funds				-	-	-	55,442	-	(55,442)
TOTAL CAPITAL REVENUES				2,824,046	119,283	(2,704,763)	155,442	3,058	(152,384)
CAPITAL EXPENSES									
Other Non-Operating Expense				-	-	-	-	-	-
Increase In Fixed Assets - Salaries				4,300	57	4,243	-	-	-
Increase In Fixed Assets - Benefits				1,700	41	1,659	-	-	-
Increase In Fixed Assets - Services				100	-	100	100	-	100
Increase In Fixed Assets - Site Improvements						-	-	-	-
Increase In Fixed Assets - Equipment						-	-	-	-
Increase In Fixed Assets - Construction				2,928,308	257,032	2,671,276	380,442	-	380,442
Operating Transfers Out				73,200	69,034	4,166	-	-	-
TOTAL CAPITAL EXPENSES				3,007,608	326,164	2,681,444	380,542	-	380,542
BEGINNING WORKING CAPITAL - January 1, 2019				246,967	246,967	-	261,037	261,037	-
ENDING WORKING CAPITAL - June 30, 2019				63,405	40,086	(23,319)	35,937	264,095	228,158
NET CHANGE IN WORKING CAPITAL (see Note)				(183,562)	(206,881)	(23,319)	(225,100)	3,058	228,158
Total Change in Working Capital	(47,206)	280,691		(413,755)	(56,403)	357,352	(402,062)	118,239	520,301

(*) Depreciation

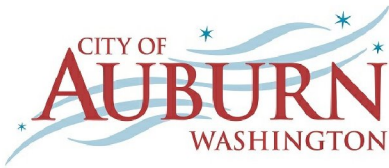
Note: Includes June's Waste Management
payment (\$1,145,334), which will be made in July.

Working Capital = Current Assets
minus Current Liabilities

OPERATING & CAPITAL FUNDS	INTERNAL SERVICE FUNDS											
Cash Basis through June 2019	WORKER'S COMPENSATION			FACILITIES			INNOVATION & TECHNOLOGY			EQUIPMENT RENTAL		
	YTD			YTD			YTD			YTD		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
OPERATING FUND:												
OPERATING REVENUES												
Charges For Service	1,075,200	533,491	(541,709)	3,436,500	1,742,944	(1,693,556)	6,276,600	3,145,182	(3,131,418)	2,007,606	1,003,803	(1,003,803)
Grants			-	-	-	-			-			-
Interest Earnings	46,000	27,704	(18,296)	24,600	23,630	(970)	8,000	32,958	24,958	-	38,139	38,139
Rents, Leases, Concessions, & Other	50,000	4,777	(45,223)	-	-	-	-	-	-	-	32,784	32,784
TOTAL OPERATING REVENUES	1,171,200	565,972	(605,228)	3,461,100	1,766,574	(1,694,526)	6,284,600	3,178,140	(3,106,460)	2,007,606	1,074,726	(932,880)
OPERATING EXPENSES												
Salaries & Wages	-	-	-	728,510	336,925	391,585	2,070,555	986,396	1,084,159	604,034	303,651	300,383
Benefits	250,000	52,505	197,495	424,233	196,859	227,374	1,072,035	481,777	590,258	324,807	151,271	173,536
Supplies	-	-	-	144,720	54,423	90,297	469,150	106,319	362,831	1,092,000	403,645	688,355
Other Service Charges	448,315	149,586	298,729	1,995,950	674,791	1,321,159	2,861,600	1,551,394	1,310,206	493,050	211,291	281,759
Intergovernmental Services (Less Transfers Out)	-	-	-	-	-	-	-	-	-	-	-	-
Waste Management Payments See Note												
Sewer Metro Services												
Debt Service Interest	-	-	-	-	-	-	-	-	-	2,700	895	1,805
Interfund Operating Rentals & Supplies	119,800	59,900	59,900	159,700	79,850	79,850	183,000	91,500	91,500	291,600	145,800	145,800
TOTAL OPERATING EXPENSES	818,115	261,991	556,124	3,453,113	1,342,847	2,110,266	6,656,340	3,217,386	3,438,954	2,808,191	1,216,552	1,591,639
OPERATING REVENUES LESS EXPENSES BEFORE DEPRECIATION	353,085	303,981	(49,104)	7,987	423,727	415,740	(371,740)	(39,246)	332,494	(800,585)	(141,826)	658,759
NON-OPERATING REVENUES												
Operating Transfers-in				44,500	-	(44,500)	276,210	24,062	(252,148)	-	-	-
Intergovernmental Loan												
Other Non-Operating Revenues												
NON-OPERATING EXPENSES												
Transfer to Capital Subfund												
Other Operating Transfers-out				733,950	321,688	412,262	30,000	-	30,000	-	-	-
Debt Service Principal										-	-	-
Net Change in Restricted Net Assets				-	-	-	-	-	-	-	(12,774)	(12,774)
Interfund Loan Repayment												
BEGINNING WORKING CAPITAL - January 1, 2019	2,128,988	2,128,988	-	1,548,874	1,548,874	-	2,698,004	2,698,004	-	3,091,626	3,091,626	-
ENDING WORKING CAPITAL - June 30, 2019	2,482,073	2,432,969	(49,104)	867,411	1,650,913	783,502	2,572,474	2,682,820	110,346	2,291,041	2,962,574	671,533
NET CHANGE IN WORKING CAPITAL (see Note)	353,085	303,981	(49,104)	(681,463)	102,039	783,502	(125,530)	(15,184)	110,346	(800,585)	(129,052)	671,533
CAPITAL FUND:												
CAPITAL REVENUES												
Interest Revenue							-	18,331	18,331	-	50,118	50,118
Grants										-	60,000	60,000
Contributions							-	-	-	-	-	-
Other Non-Operating Revenue							-	-	-	-	-	-
Increase In Contributions - System Development							-	-	-	-	-	-
Interfund Revenues							-	-	-	1,771,194	885,597	(885,597)
Increase In Contributions - FAA							-	-	-	-	-	-
Proceeds of Debt Activity							-	-	-	-	-	-
Transfers In from Operating Sub-Fund							-	-	-	-	-	-
Transfer In from Other Funds							22,500	-	(22,500)	1,046,000	139,434	(906,566)
TOTAL CAPITAL REVENUES							22,500	18,331	(4,169)	2,817,194	1,135,149	(1,682,045)
CAPITAL EXPENSES												
Other Non-Operating Expense							-	-	-	-	-	-
Increase In Fixed Assets - Salaries							-	4,357	(4,357)	-	-	-
Increase In Fixed Assets - Benefits							-	2,277	(2,277)	-	-	-
Increase In Fixed Assets - Services							300	-	300	500	-	500
Increase In Fixed Assets - Site Improvements												
Increase In Fixed Assets - Equipment							871,500	34,998	836,502	2,333,450	542,752	1,790,698
Increase In Fixed Assets - Construction							20,000	10,272	9,728	1,140,000	-	1,140,000
Operating Transfers Out							-	-	-	-	-	-
TOTAL CAPITAL EXPENSES							891,800	51,904	839,896	3,473,950	542,752	2,931,198
BEGINNING WORKING CAPITAL - January 1, 2019							1,169,997	1,169,997	-	3,709,510	3,709,510	-
ENDING WORKING CAPITAL - June 30, 2019							300,697	1,136,424	835,727	3,052,754	4,301,907	1,249,153
NET CHANGE IN WORKING CAPITAL (see Note)							(869,300)	(33,573)	835,727	(656,756)	592,397	1,249,153
Total Change in Working Capital	353,085	303,981	(49,104)	(681,463)	102,039	783,502	(994,830)	(48,757)	946,073	(1,457,341)	463,345	1,920,686

(*) Depreciation

Working Capital = Current Assets
minus Current Liabilities



AGENDA BILL APPROVAL FORM

Agenda Subject:

Capital Projects Status Report (Gaub) (10 Minutes)

Department:

Public Works

Attachments:

[Capital Project Status Report](#)

Date:

August 29, 2019

Budget Impact:

Current Budget: \$0

Proposed Revision: \$0

Revised Budget: \$0

Administrative Recommendation:

For discussion only.

Background Summary:

The purpose of this discussion is to inform the Council and Public of the overall status of the City's Capital Project program managed by the Engineering Services Division and to present this quarter's feature capital project, the F Street SE Non-Motorized Improvement Project - 4th Street SE to Auburn Way S (Project No. CP1416). This project will improve the pedestrian and bicycle infrastructure between Auburn's downtown core and the Les Gove Community Campus connecting residential neighborhoods located along the corridor with key services including the Auburn Senior Activity Center, the Les Gove Community Campus, Auburn King County Library, the Auburn Police Department and Municipal Court, Washington Elementary School and Auburn High School, Auburn City Hall, and Auburn Station. The improvements will include installing new bike lanes or shared-lane markings and way-finding signage and reconstructing F St SE between 4th St SE and Auburn Way S. It is anticipated this project will begin construction in the spring of 2020.

The Capital Project Group of Engineering Services is currently managing 36 projects, totaling approximately \$49 million in total project costs. Of these projects, 18 are in the design phase and 18 are in the construction phase.

Reviewed by Council Committees:**Councilmember:****Staff:**

Gaub

Meeting Date: September 9, 2019

Item Number:

Project Status: CONSTRUCTION

Project Number	Project Name & Description	Street/Utilities	Project Budget		Total Estimated Costs	Design % Complete	Design Finish Date	Construction % Complete	Construction Finish Date	Project Manager	Status	Design Consultant	Contractor
			Other	Total Budget									
CP1709	Reservoir 1 Seismic Control Valve This project will design and construct a seismic control valve on the City's largest reservoir.	\$228,572 (Water)	\$445,391 (Federal)	\$663,963	\$663,963	100%	QTR 4 (OCT-DEC) 18	100%	QTR 3 (JUL-SEP) 19	Jai Carter	Physical Completion was issued on August 22, 2019. Final Pay in process.	Parametrix	RL Alia
CP1707	A St SE Corridor Signal Safety & Operations Improvements This purpose of this project is to design for and improve traffic signal timing and operations, corridor coordination, traffic signal head visibility, and pedestrian accessibility along the A St SE Corridor between 3rd St SE and East valley Highway Access Road.	\$111,400 (Street)	\$458,500 (Federal)	\$569,900	\$569,900	100%	QTR 4 (OCT-DEC) 18	100%	QTR 2 (APR-JUN) 19	Kim Truong	Physical Completion was issued on March 14, 2019. Final pay in process.	PH Consulting, LLC & DKS Associates	Titan Earthwork
CP1705	Auburn Way South (SR164) Sidewalk Improvements This project will construct the missing gap of sidewalk along the north side of Auburn Way South between the existing sidewalk terminations near 17th St SE to the west and Muckleshoot Plaza to the east. The project length is approximately 1,700 feet.	\$505,051 (Streets)	\$374,734 (TIB)	\$879,785	\$865,321	100%	QTR 2 (APR-JUN) 19	25%	QTR 3 (JUL-SEP) 19	Matt Larson	Construction began on August 8, 2019. Contractor has installed guardrail and raised median island and is currently working on installing storm drainage structures.	N/A	RW Scott
CP1719	Sewer Pump Station Telemetry (SCADA) Improvements This project will add telemetry and SCADA capabilities to the 22nd Street NE and R Street NE Sewer Pump Stations.	\$590,956 (Sewer)		\$590,956	\$590,294	100%	QTR 2 (APR-JUN) 19	5%	QTR 3 (JUL-SEP) 19	Luis Barba	Construction is underway.	Parametrix	Source Electric

Project Status: CONSTRUCTION

Project Number	Project Name & Description	Street/Utilities	Project Budget		Total Estimated Costs	Design % Complete	Design Finish Date	Construction % Complete	Construction Finish Date	Project Manager	Status	Design Consultant	Contractor
			Other	Total Budget									
CP1804	AWN Sidewalk Improvement Project The purpose of the project is to construct two missing sections of sidewalk, construct ADA improvements, construct a Rectangular Rapid Flashing Beacon (RRFB) at the intersection of Auburn Avenue and 5th Street NE, and install LED lighting along Auburn Way North between E Main St and 5th St NE	\$247,750 (Streets) \$76,000 (Storm)	\$263,250 (TIB)	\$587,000	\$586,718	100%	QTR 2 (APR-JUN) 19	80%	QTR 3 (JUL-SEP) 19	Luis Barba	Project was suspended for procurement of long lead signal and street lighting equipment but contractor resumed work on August 26, 2019.	N/A	Rino Construction
CP1726	2019 Local Street Reconstruction Reconstruct selected streets that are in very poor condition, as well as improve utilities, and rebuild curb ramps to meet ADA standards. The improvement at each project sites varies and may include a potential sewer Local Improvement District, storm drainage and water improvements. Improvements are proposed at the following streets: 4th St NE (R St to 4th PI NE), 4th PI NE, M St SE (25th St SE to 28th St SE), 28th St SE (M St SE to R St SE), O St SE, Pike St SE	\$2,625,000 (Streets) \$1,410,000 (Water) \$1,167,000 (Storm)		\$5,202,000	\$4,124,633	100%	QTR 2 (APR-JUN) 19	15%	QTR 4 (OCT-DEC) 19	Kim Truong	Construction is underway. Contractor is currently working at 4th Street NE site.	KPG	Rodarte
CP1805	2019 Sewer Repair and Replacement The project scope has been split into two project phases due to the costs of the repairs at various sites. The 2019 project will construct a Cured-In-Place Pipe liner at 4 projects sites. The remaining 17 project sites will be designed in summer 2019 and constructed in 2021 under a new project.	\$1,800,000 (Sewer)		\$1,800,000	\$1,223,288	100%	QTR 2 (APR-JUN) 19	18%	QTR 4 (OCT-DEC) 19	Jai Carter	Construction is underway. Contractor is currently completing CCTV inspections of the existing piping.	BHC, Inc.	Insta-Pipe, Inc.
CP1218	Auburn Way South Corridor Safety (Muckleshoot Plaza to Dogwood St SE) This project will construct corridor improvements to AWS between Muckleshoot Plaza and Dogwood Street SE. Improvements include designated U-turns, access management, driveway consolidation, addition of a 2nd left turn lane from eastbound AWS into the MIT Casino, bus pull-outs, medians, signal improvements, and sidewalks.	\$1,295,798 (Streets) \$1,152,309 (Water)	\$2,333,108 (Federal) \$466,191 (WSDOT) \$31,381 (Other Reimbursements)	\$5,278,787	\$5,031,746	100%	QTR 1 (JAN-MAR) 17	100%	QTR 1 (JAN-MAR) 19	Matt Larson	Final pay processed on April 1, 2019. Project closeout underway.	CH2M	Miles Resources

Project Status: CONSTRUCTION

Project Number	Project Name & Description	Project Budget		Total Budget	Total Estimated Costs	Design % Complete	Design Finish Date	Construction % Complete	Construction Finish Date	Project Manager	Status	Design Consultant	Contractor
		Street/Utilities	Other										
CP1502	37th St SE and A St Traffic Signal This project will improve the safety at the intersection by installing a traffic signal, improving ADA ramps, widening the northeast corner of the intersection to accommodate U-turns, and pavement restoration.	\$236,666 (Streets)	\$792,260 (Federal)	\$1,025,306	\$1,004,321	100%	QTR 4 (OCT-DEC) 17	100%	QTR 2 (APR-JUN) 19	Luis Barba	Physical Completion was granted on June 25, 2019. Final Pay in process.	KPG	Road Construction Northwest
CP1521	15th Street NE/NW Preservation Project This project will rehabilitate and preserve the existing pavement in the 15th Street NW/NE and Harvey Road SE corridor between State Route 167 and 8th Street NE. Furthermore, grind and overlay 15th Street NW/NE from State Route 167 to Auburn Way N., and grind and overlay Harvey Road NE from Auburn Way N to 8th Street NE.	\$2,236,500 (Streets) \$65,000 (Storm) \$50,000 (Sewer)	\$815,000 (Federal)	\$3,166,500	\$3,146,200	100%	QTR 2 (APR-JUN) 18	99%	QTR 3 (JUL-SEP) 19	Kim Truong	Contractor completing punch list items.	Parametrix (partial)	ICON Materials
CP1717	2018 Local Streets Pavement Reconstruction This project will reconstruct/overlay selected local streets, improve City owned utilities, and rebuild curb ramps to meet ADA standards. The work at each location varies and may include water, sanitary sewer, and storm drainage improvements as needed for each project street. Improvements are proposed at the following locations: 17th Street NE between Auburn Way N and I St NE; K Street NE between 12th St NE and 14th St NE; 122nd Ave SE south of SE 316th St; and SE 286th St east of 112th Ave SE.	\$1,871,201 (Streets) \$369,598 (Water) \$138,075 (Sewer) \$326,300 (Storm)		\$2,705,174	\$2,396,768	100%	QTR 3 (JUL-SEP) 18	100%	QTR 1 (JAN-MAR) 19	Matt Larson	Final pay processed on February 8, 2019. Project closeout underway.	Jacobs Engineering	Tucci & Sons
CP1725	2018 Citywide Patching and Overlay Project Pavement preservation for Arterial & Local streets. Streets to be grind & overlayed: Auburn W N - 45th St NE to S 277th St; Terrace Dr - R St NW to W St NW; 8th Street NE - Auburn W N to M St NE; & R Street SE - E Main St to T St SE. Streets to be thin overlayed: Vista View in West Hill; Lea Hill Village in Lea Hill. Street to be patched - Lakeland Hills W SE - Mill Pond Dr SE to 57th Dr SE. Also to be addressed limited sidewalk repairs, curb & gutter repairs, & upgrading 47 curb ramps	\$1,745,000 (Arterial Street) \$855,998 (Local Street)		\$2,600,998	\$2,600,998	100%	QTR 2 (APR-JUN) 18	85%	QTR 3 (JUL-SEP) 19	Jai Carter	Paving work on all sites is complete. Contractor is installing pavement markings, raising utility lids to grade, and completing other punch list items.	N/A	Lakeside Industries

Project Status: CONSTRUCTION

Project Number	Project Name & Description	Street/Utilities	Project Budget		Total Estimated Costs	Design % Complete	Design Finish Date	Construction % Complete	Construction Finish Date	Project Manager	Status	Design Consultant	Contractor
			Other	Total Budget									
CP1819	A Street SE Preservation The project proposes to grind, repair, and overlay the roadway; upgrade non-ADA compliant curb ramps; replace traffic loops; upgrade pedestrian signal infrastructure as needed to meet ADA standards; and replace the water main and applicable appurtenances along the A St. SE corridor between East Main St. and 17th St. SE. The project will restore 4.77 lane miles (0.95 CL Miles) of roadway, upgrade up to 42 curb ramps, and replace approximately 1,000 feet of water main.	\$271,200 (Street) \$585,000 (Water) \$20,000 (Sewer) \$160,000 (Storm)	\$1,642,400 (Federal)	\$2,678,600	\$2,678,600	100%	QTR 2 (APR-JUN) 19	25%	QTR 4 (OCT-DEC) 19	Kim Truong	Construction is underway. Contractor completing sidewalk work. Tentatively they are scheduled to pave from 7th St SE to southern project limits and work on water improvements.	N/A	Pivetta Brothers
CP1825	2018 Re-Channelization of Multiple Sites This project will re-channelize multiple locations throughout the city. Work will include removal of paint and thermoplastics. The scope also includes the removal and installation of traffic signage, thermoplastic symbols and stop bars, paint, raised pavement markers, and delineators.	\$105,000 (Streets)		\$105,000	\$105,000	100%	QTR 4 (OCT-DEC) 18	100%	QTR 2 (APR-JUN) 19	Kim Truong	Final pay processed on July 17, 2019. Project closeout underway.	N/A	Northwest Traffic, Inc.
CP1823	2018 Storm Repair and Replacement The purpose of this project is to replace aging storm infrastructure to the existing storm drainage system. The following sites are included in the project: I Street NE at 32nd St NE; 55th Ave S at S 288th St; out fall for Vista View neighborhood; 29th St SE at K St SE and L St SE; 6th St NE at River View Dr; 6th St NW at C St NW; Auburn Way South from Fir St to Hemlock.	\$1,107,000 (Storm)		\$1,107,000	\$1,006,110	100%	QTR 2 (APR-JUN) 19	10%	QTR 4 (OCT-DEC) 19	Jai Carter	Notice to Proceed with construction was issued on August 16, 2019. Construction is underway.	Murraysmith, Inc. and Brown & Caldwell, Inc.	Oceanside Construction, Inc.
CP1815	2018 Citywide ADA Sidewalk Project The project will repair and/or replace damaged sidewalk and upgrade or install curb ramps to meet ADA requirements. The project will also build new sidewalk segments to fill gaps in the pedestrian network.	\$298,100 (328 Fund) \$40,000 (Water) \$20,000 (IT)	\$146,867 (Federal)	\$504,967	\$504,967	100%	QTR 1 (JAN-MAR) 18	90%	QTR 3 (JUL-SEP) 19	Kim Truong	Construction work is complete with the exception of property restoration. Project has been suspended until late September; awaiting cooler weather before completing property restoration work.	N/A	Transportation Systems, Inc.

Project Status: CONSTRUCTION

Project Number	Project Name & Description	Street/Utilities	Project Budget		Total Estimated Costs	Design % Complete	Design Finish Date	Construction % Complete	Construction Finish Date	Project Manager	Status	Design Consultant	Contractor
			Other	Total Budget									
CP1829	2019 Citywide Patch and Overlay Project The 2019 Citywide Patch and Overlay Project will design and construct the pavement preservation for Arterial, Collector and Local streets. Locations that will be grind and overlayed - Peasley Canyon Road, and Ellingson Rd SW. Locations that will be pavement repair patching - A St SE and W Valley Hwy	\$1,040,000 (Arterial Street Fund)		\$1,040,000	\$1,040,000	100%	QTR 2 (APR-JUN) 19	92%	QTR 3 (JUL-SEP) 19	Jai Carter	Construction is underway. Contractor has completed pavement restoration work at all the sites and is currently working on raising utility lids, signage, and pavement striping.	N/A	ICON Materials
CP1802	Green River Pump Station Emergency Power This project will provide back up power and upgrade 2 pumps from fixed speed to variable speed at the existing Green River Pump Station located at Isaac Evans Park.	\$1,415,000 (Water)		\$1,415,000	\$1,390,947	100%	QTR 2 (APR-JUN) 19	50%	QTR 1 (JAN-MAR) 20	Luis Barba	Construction is underway.	BHC Consultants	McCLure and Son's
CP1913	Sewer Manhole Ring and Cover Replacement This project will replace failing sewer manhole rings and covers at various locations throughout the City with new material conforming to the City's current standards.	\$160,000 (Sewer)		\$160,000	\$159,530	100%	QTR 3 (JUL-SEP) 19	0%	QTR 1 (JAN-MAR) 19	Jeffrey Bender	Received 5 responsive bids on August 20, 2019 bid opening. Awarded contract to the lowest responsible bidder (Pavement Maintenance of Washington, LLC) on August 23, 2019. Preconstruction conference is scheduled on September 10, 2019. Estimated cost was updated to reflect actual bid amount.	N/A	Pavement Maintenance of Washington
MS1821	Airport Tree Trimming This project will cut and trim trees and shrubs that are obstructions to the Part 77 Surface at Runway 34 of the Auburn Airport so that the trees and shrubs are no longer considered obstructions.		\$40,000 (Airport)	\$40,000	\$32,791	100%	QTR 3 (JUL-SEP) 19	99%	QTR 3 (JUL-SEP) 19	Seth Wickstrom	Contractor is completing punchlist items.	N/A	Accent Tree Service, LLC

Project Status: DESIGN

Project Number	Project Name & Description	Street/Utilities	Project Budget		Total Estimated Costs	Design % Complete	Design Finish Date	Construction % Complete	Construction Finish Date	Project Manager	Status	Design Consultant	Contractor
			Other	Total Budget									
CP1930	2019 Citywide Crack Seal Project This project will implement maintenance of various classified streets by sealing newly formed cracks. Sealing the cracks will prolong the life of the pavement by stopping water from draining into the sub-base of the pavement.	\$100,000 (Transportation)		\$100,000	\$99,650	100%	QTR 3 (JUL-SEP) 19	0%	QTR 3 (JUL-SEP) 19	Jeffrey Bender	Received one responsive quote on August 23, 2019. Awarded the Small Public Work contract to lowest responsible bidder (Doolittle Construction).	n/a	Doolittle Construction

Project Status: DESIGN													
Project Number	Project Name & Description	Street/Utilities	Project Budget		Total Estimated Costs	Design % Complete	Design Finish Date	Construction % Complete	Construction Finish Date	Project Manager	Status	Design Consultant	Contractor
			Other	Total Budget									
CP1416	F St SE Non-Motorized Improvements This project will reconstruct F St SE from 4th St SE to Auburn Way South, including adding new sidewalks, curb and gutter, bike lanes, wayfinding signage, street lighting, streetscape elements, and safety improvements, and will include bike boulevard components. Some ROW acquisition is necessary. Some sections of water and sewer lines will be replaced on F St SE between 4th St SE and Auburn Way S.	\$1,333,979 (Streets) \$414,880 (Water) \$133,663 (Sewer)	\$2,520,000 (Federal)	\$4,402,523	\$4,402,523	99%	QTR 1 (JAN-MAR) 20	0%	QTR 3 (JUL-SEP) 21	Seth Wickstrom	Design is nearing completion and property acquisition work is underway.	Jacobs	TBD
CP1516	Auburn Municipal Airport Runway Enhancements The purpose of the project is to improve safety and the ability to accommodate the current and forecast fleet of multi-engine piston aircraft for both takeoff and accelerate-stop distances at the Auburn Municipal Airport by extending both ends of Runway 16/34 to a total length of 3,841 feet of runway.		\$126,020 (Airport) \$118,850 (State) \$2,165,029 (Federal)	\$2,409,899	\$3,925,000	100%	QTR 2 (APR-JUN) 19	0%	QTR 3 (JUL-SEP) 20	Seth Wickstrom	Construction contract award in process. City working on securing funds to complete construction phase. WSDOT grant for construction funds was not awarded. City will re-apply in 2020. Start of construction will be delayed to QTR 2 (APR - JUN) 2020 to avoid a winter shutdown of the construction work. For property acquisition status see MS1811.	CenturyWest	TBD
CP1603	Coal Creek Springs Transmission Main Repair The project will construct a second, parallel transmission pipeline over the White River suspended from a new pedestrian bridge, inspect the existing steel transmission main for possible leaks and repair the leaks, if any.	\$300,000 (DWSRF Loan) \$1,866,676 (Water)		\$2,166,676	\$3,300,000	40%	QTR 1 (JAN-MAR) 22	0%	QTR 4 (OCT-DEC) 22	Seth Wickstrom	Environmental permitting is underway. City is currently working with FEMA to determine floodplain location and coordinating with MIT. Construction funding for the project is not yet secured. The City anticipates applying for a Drinking Water State Revolving Fund Loan and a Parks Grant to help pay for construction.	Jacobs	TBD
CP1724	37th St NW Flood Control The purpose of the project is to alleviate significant annual flooding at the 1000 block of 37th St NW of Auburn, Washington, by upgrading the drainage system with a box culvert.	\$81,000 (Storm)	\$200,000 (KC Grant)	\$291,000	\$218,942	20%	QTR 2 (APR-JUN) 20	0%	QTR 4 (OCT-DEC) 19	Luis Barba	Design is underway. Completing storm modeling in support of the design effort. Coordinating with Ecology, Army Corps, MIT, and PSE regarding environmental concerns and permitting requirements.	N/A	TBD

Project Status: DESIGN

Project Number	Project Name & Description	Street/Utilities	Project Budget		Total Estimated Costs	Design % Complete	Design Finish Date	Construction % Complete	Construction Finish Date	Project Manager	Status	Design Consultant	Contractor
			Other	Total Budget									
CP1812	Sewer Pump Station Electrical Improvements The purpose of this project is to update the electrical systems at sewer pump stations throughout the City to meet current electrical code, improve safety and increase the efficiency of maintenance.	\$323,308 (Sewer)		\$323,308	\$750,000	0%	QTR 3 (JUL-SEP) 20	0%	QTR 2 (APR-JUN) 21	Jeffrey Bender	Value engineering being conducted to determine how to handle the estimated budget shortfall, however additional budget will likely be needed. Consultant scope and fee negotiations are underway.	Parametrix	TBD
MS1811	Auburn Airport Runway Extension - Property Acquisition Phase Acquire a portion of the King County Park & Ride as part of the Auburn Airport Runway Enhancement Project (Project Number CP1516).		\$500,000 (Federal Grant) \$55,600 (Airport Fund)	\$555,600	\$555,600	75%	QTR 4 (OCT-DEC) 19	0%	QTR 4 (OCT-DEC) 19	Seth Wickstrom	Offer presented to King County. County is currently reviewing offer.	N/A	N/A
CP1807	Water Meter Vaults and Lids Replacement Replace 8 large water meter vaults and 1 large water meter vault lid.	\$1,100,000 (Water)		\$1,100,000	\$750,000	99%	QTR 3 (JUL-SEP) 19	0%	QTR 2 (APR-JUN) 20	Seth Wickstrom	Finalizing design. Construction completion data changed to QTR 2 2020. Project will now be bid in November because better bids are anticipated at this time of year.	N/A	TBD
CP1806	Lea Hill Road Corridor Study The purpose of the project is to evaluate the Lea Hill Road Corridor from M St. NE to 124th Ave SE to identify potential safety, capacity, and operational improvements. The study may also include analysis of a future roadway connection from 102nd Ave SE to 104th Ave SE and closing off 102nd Ave SE at SE 320th St. to create a cul-de-sac.	\$200,000 (Street)		\$200,000	\$200,000	65%		N/A		Kim Truong	Preliminary recommendation for corridor is complete. Open house was held on July 25, 2019; another open house is scheduled for September 5, 2019. Online open house will remain open through the end of August. For more information about the project and to see the results of the open house, visit www.auburnwa.gov/leahillcorridor	SCJ Alliance	N/A

Project Status: DESIGN

Project Number	Project Name & Description	Project Budget			Total Estimated Costs	Design % Complete	Design Finish Date	Construction % Complete	Construction Finish Date	Project Manager	Status	Design Consultant	Contractor
		Street/Utilities	Other	Total Budget									
CP1903	Auburn Way North Preservation Phase 2 This project will grind and overlay Auburn Way N from approximately 8th Street NE to 22nd Street NE, remove unused driveways, and upgrade curb ramps and pedestrian signals as needed to meet ADA requirements.	\$1,188,280 (Street)	\$439,720 (Federal)	\$1,628,000	\$1,628,000	60%	QTR 1 (JAN-MAR) 20	0%	QTR 3 (JUL-SEP) 20	Luis Barba	Design is underway. Per an amendment of STIP AUB-56, \$450,000 of state grant funds were moved to the A Street Preservation project (CP1819). An In-fund adjustment of \$450K (Unrestricted) will address shortage of project budget.	N/A	TBD
CP1904	Auburn Way North Preservation Phase 3 This project will grind and overlay Auburn N from approximately 4th Street SE to 8th Street NE, remove unused driveways, and upgrade all curb ramps and pedestrian signals to meet ADA requirements.	\$975,140 (Street) \$250,000 (Water)	\$975,140 (Federal)	\$1,950,280	\$2,200,280	50%	QTR 1 (JAN-MAR) 20	0%	QTR 3 (JUL-SEP) 20	Luis Barba	Design is underway. Budget was updated to reflect an allocation of Water funds to replace two sections of aging water main across Auburn Way North on 2nd St NE and 3rd St NE.	N/A	TBD
CP1618	Lake Tapps Parkway ITS Expansion Project Construction of new Intelligent Transportation System (ITS) infrastructure along Lake Tapps Parkway and A St SE. New infrastructure includes new communication lines, Variable Message Sign, ITS PTZ cameras, network upgrades, wireless connections, an interconnection with Sumner at 8th St E, & weather stations at Lakeland hills. The project will also replace some aerial copper communication lines along A St SE.	\$211,050 (Street)	\$793,950 (Federal)	\$1,005,000	\$1,005,000	5%	QTR 2 (APR-JUN) 20	0%	QTR 1 (JAN-MAR) 20	Jai Carter	Design consultant selection is underway. Request for Proposals (RFP) was advertised on August 20, 2019. Proposals are due September 10, 2019.	TBD	TBD
CP1916	Academy Pump Station 1 Replacement Replacement of Pump Station 1, Improvements to Pump Station 2, Replacement of backup power systems, replacement/installation of underground water main.	\$2,481,000 (Water)		\$2,481,000	\$2,481,000	0%	QTR 4 (OCT-DEC) 20	0%	QTR 1 (JAN-MAR) 22	Jeffrey Bender	Consultant scope and fee negotiation is complete. Finalizing agreement documents and routing for signatures.	Carollo	TBD

Project Status: DESIGN

Project Number	Project Name & Description	Street/Utilities	Project Budget		Total Estimated Costs	Design % Complete	Design Finish Date	Construction % Complete	Construction Finish Date	Project Manager	Status	Design Consultant	Contractor
			Other	Total Budget									
CP1901	AWS - Poplar Curve Safety Improvements This Project will design and construct safety improvements in the vicinity of the Poplar Street curve along Auburn Way S. The specific elements of the project will install LED street lights, a speed-activated curve ahead warning sign, high friction surface treatment, guardrail, and reconstruct curb radii and driveways.	\$5,500 (Street)	\$262,700 (Federal)	\$268,200	\$268,200	0%	QTR 2 (APR-JUN) 20	0%	QTR 4 (OCT-DEC) 20	Jeffrey Bender	Design underway.	N/A	TBD
CP1917	Deduct Meter Replacement, Phase 1 This Project will replace 57 of the 184 deduct meters within the City limits, including replacing related piping and restoration.	\$500,000 (Water)		\$500,000	\$500,000	100%	QTR 1 (JAN-MAR) 20	0%	QTR 3 (JUL-SEP) 20	Jeffrey Bender	No bids were received at July 25, 2019 bid opening. Repackaging project with 2020 scope and budget (Phase 2) and will advertise for bids in late 2019. The estimated costs, budget, and schedule were updated to reflect the added scope.	N/A	TBD
CP1622	Auburn Way South Improvements - Hemlock to Poplar Roadway widening tocreate a five-lane cross section with two general purpose travel lanes in each direction, and a two-way center left-turn lane. A new traffic signal is proposed near the Noble Court intersection to support access to Chinook Elementary School. Additionally, curb and gutter, 10 foot sidewalks, illumination, transit stop improvements, storm water improvements, water main extension, and access management (where feasible) with accommodation for U-turns are proposed.	\$202,500 (Street)	\$1,297,500 (Federal)	\$1,500,000	\$17,500,000	0%	QTR 1 (JAN-MAR) 22	0%	QTR 4 (OCT-DEC) 23	Jeffrey Bender	Estimated cost includes construction costs however, construction funding has not been secured. The City will apply for grants where available. Consultant selection for design services is underway.	TBD	TBD
CP1912	15th Street NW Dynamic Message Sign Construct a new dynamic message sign on the shoulder of eastbound 15th Street NW between C St NW and SR 167.	\$251,820 (Street)		\$251,820	\$251,820	30%	QTR 1 (JAN-MAR) 20	0%	QTR 3 (JUL-SEP) 20	Seth Wickstrom	Design is underway.	N/A	TBD

Project Status: DESIGN

Project Number	Project Name & Description	Street/Utilities	Project Budget		Total Estimated Costs	Design % Complete	Design Finish Date	Construction % Complete	Construction Finish Date	Project Manager	Status	Design Consultant	Contractor
			Other	Total Budget									
CP1929	Lea Hill AC Main Replacement Project The project purpose is to replace approximately 5,685 LF of 4" to 8" existing asbestos cement (AC) water mains with 8" or 12" ductile iron pipe (DIP) water mains and associated gate valves, fire hydrants, water meters, service lines and other appurtenances in the City's Lea Hill Service Area.	\$1,248,000 (Water)	\$2,000,000 (Water Bond)	\$3,248,000	\$2,533,000	2%	QTR 2 (APR-JUN) 20	0%	QTR 4 (OCT-DEC) 20	Jai Carter	Project Survey and basemapping underway.	Murray Smith	N/A
MS1903	Runway Pavement Repair This project will repair 86 square yards of asphalt pavement that was damaged during an airplane accident on Runway 16-34 at the Auburn Municipal Airport.	\$23,600		\$23,600	\$23,600	100%	QTR 3 (JUL-SEP) 19	0%	QTR 3 (JUL-SEP) 19	Kim Truong	No quotes were received from the initial solicitation. Negotiating construction contract with ICON Materials, Inc.	CenturyWest	ICON Materials, Inc. (Pending)



AGENDA BILL APPROVAL FORM

Agenda Subject:

Facility Needs Assessment and Master Plan - Project Initiation
Briefing (Gaub) (20 Minutes)

Date:

August 29, 2019

Department:

Public Works

Attachments:

No Attachments Available

Budget Impact:

Current Budget: \$0

Proposed Revision: \$0

Revised Budget: \$0

Administrative Recommendation:

For discussion only.

Background Summary:

This discussion is to brief the Council on the Facility Needs Assessment and Master Plan project. The purpose of this project is to define the facility needs including building and land usage for the City with a focus on the Public Works Maintenance & Operations, Parks Maintenance & Operations, Police, and Court needs. This discussion is the initial project briefing to introduce the City's consultant, share project goals and timeline, and gather feedback from Councilmembers.

Reviewed by Council Committees:**Councilmember:****Staff:**

Gaub

Meeting Date: September 9, 2019

Item Number:



AGENDA BILL APPROVAL FORM

Agenda Subject:

SR 18 Bridge Lighting Project at Auburn Way South (Tate) (5 Minutes)

Date:

September 3, 2019

Department:

COMMUNITY
DEVELOPMENT

Attachments:

[Attachment A - Lighting Examples](#)

Budget Impact:

Current Budget: \$0
Proposed Revision: \$0
Revised Budget: \$0

Administrative Recommendation:

City Council to endorse the bridge lighting concept as a 2019/2020 capital project.

Background Summary:

Many communities around the world are implementing aesthetic lighting treatments along roadways, in tunnels, and atop or underneath bridges. The purpose of these treatments is to add interest and character to areas that are traditionally dark or institutional in appearance.

The SR 18 bridge that spans Auburn Way South is a gateway feature for travelers heading north to the businesses and residences in a significant portion of south Auburn, or that are heading towards the Muckleshoot Casino, White River Amphitheater and more generally towards the Enumclaw Plateau. For those that are travelling south, the bridge is gateway into downtown and/or north Auburn. The purpose of this project is to better utilize the bridge as a more prominent, attractive and fun gateway feature.

Staff is proposing to design and install an LED lighting system within the bridge that creates a color effect. And because it is LED lighting, the color effect can be programmed and/or modified to align with seasons (e.g. autumn colors of orange and yellow in the fall), high school colors (e.g. a high school makes it to a state championship), sporting events (e.g. the Mariner's make it to the World Series), awareness of causes (e.g. colors associated with autism, domestic violence, or cancer awareness), or other events similar events.

In 2018 the City of Kent carried out a similar project underneath the SR 167 bridge at Meeker Street. A photo of the lighting effect on Meeker Street is attached. The City of Kent indicated that the Meeker Street project cost approximately \$50,000. This cost includes drawings that are prepared by a licensed engineer, installation by a licensed contractor/electrician, and permit fees paid to the Washington State Department of Transportation.

The adopted City budget already includes an \$80,000 line item that is dedicated to Auburn Way South planning and improvement efforts. If approved, the \$50,000 expense would be drawn from this account; therefore, there is no budget impact related to this expense. While this project is within administrative spending authority, staff is seeking an endorsement from City Council due to the high visibility of the project and because the expense is related to an aesthetic improvement.

Reviewed by Council Committees:

Councilmember: DaCorsi

Staff: Tate

Meeting Date: September 9, 2019

Item Number:

Attachment A

Meeker Street – Kent, WA



Attachment A

Underpass in Alabama (Provided to Demonstrate How Color Can be Changed in the Same Underpass)





AGENDA BILL APPROVAL FORM

Agenda Subject:

Resolution No. 5454 and Ordinance No. 6732 Regarding HB 1406 (Tate) (10 Minutes)

Date:

September 3, 2019

Department:

COMMUNITY
DEVELOPMENT

Attachments:

[Resolution No. 5454](#)

[Ordinance No. 6732](#)

Budget Impact:

Current Budget: \$0

Proposed Revision: \$0

Revised Budget: \$0

Administrative Recommendation:

Schedule Resolution No. 5454 and Ordinance No. 6732 for City Council action on September 16, 2019.

Background Summary:

On July 22, 2019 staff provided City Council with an overview of HB 1406 which allows cities to capture a portion of sales tax that is already being levied and collected provided that it is used to support affordable housing objectives. If adopted, the City of Auburn will capture approximately \$155,000.00. annually that can be directed towards a variety of affordable housing initiatives. City Council expressed support for staff to prepare the requisite resolution and ordinance for future consideration of adoption.

Pursuant to the legislation, a local municipality must adopt (1) a Resolution of intent to authorize the maximum capacity of the tax (Resolution No. 5454), and (2) legislation (e.g. an Ordinance) to authorize the maximum capacity of the tax (Ordinance No. 6732). HB 1406 does not preclude a local municipality from taking both actions on the same date which is why staff has provided both items. It is important to note that Council would have to take action on the Resolution first and Ordinance second.

If the Ordinance is adopted, Chapter 3.60 of the Auburn City Code will be amended to include language that authorizes the capture of state sales tax revenues for a twenty year period of time. It also clarifies that these funds must be used for affordable housing objectives that are consistent with HB 1406.

Also, if Ordinance No. 6732 is adopted, City staff will follow the procedures outlined in HB 1406 for proper notification to the Washington State Department of Revenue.

Reviewed by Council Committees:

Councilmember: DaCorsi

Staff: Tate

Meeting Date: September 9, 2019

Item Number:

RESOLUTION NO. 5454

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
AUBURN, WASHINGTON, DECLARING THE CITY'S
INTENT TO ADOPT LEGISLATION TO AUTHORIZE A
SALES AND USE TAX FOR AFFORDABLE AND
SUPPORTIVE HOUSING

WHEREAS, in the 2019 Regular Session, the Washington State Legislature approved, and the Governor signed, Substitute House Bill 1406 (Chapter 338, Laws of 2019) ("SHB 1406"); and

WHEREAS, SHB 1406 authorizes the governing body of a city or county to impose a local sales and use tax for the acquisition, construction, or rehabilitation of affordable housing or facilities providing supportive housing, for the operations and maintenance costs of affordable or supportive housing, or, if eligible, for providing rental assistance to tenants; and

WHEREAS, the tax will be credited against state sales taxes collected within the City and, therefore, will not result in higher sales and use taxes within the City and will represent an additional source of funding to address housing needs in the City; and

WHEREAS, SHB 1406 requires the governing body to adopt a resolution of intent to authorize the maximum capacity of the tax within six months of its effective date, or January 28, 2020. It also requires the governing body to adopt legislation to authorize the maximum capacity of the tax within twelve months of the effective date of SHB 1406, or July 28, 2020; and

WHEREAS, as required by SHB 1406, this resolution declares the City Council's intent to impose a local sales and use tax as authorized by SHB 1406;

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF AUBURN,
WASHINGTON, RESOLVES as follows:

Section 1. Resolution of Intent. The City Council declares its intent to adopt legislation to authorize the maximum capacity of the sales and use tax authorized by SHB 1406 within one year of the effective date of SHB 1406, or by July 28, 2020.

Section 2. Further Authority; Ratification. All City officials, their agents, and representatives are authorized and directed to take any action to carry out the terms of this resolution. All acts taken consistent with the authority of this resolution but prior to its effective date are ratified.

Section 3. This Resolution will take effect and be in full force on passage and signatures.

Dated and Signed: _____

CITY OF AUBURN

NANCY BACKUS, MAYOR

ATTEST:

APPROVED AS TO FORM:

Shawn Campbell, MMC, City Clerk

Steven L. Gross, City Attorney

ORDINANCE NO. 6732

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF
AUBURN, WASHINGTON RELATED TO SALES AND USE
TAXES; AUTHORIZING AN ADDITIONAL SALES AND USE TAX
FOR AFFORDABLE AND SUPPORTIVE HOUSING, AND
AMENDING CHAPTER 3.60 OF THE AUBURN CITY CODE

WHEREAS, in the 2019 Regular Session, the Washington State Legislature approved, and the Governor signed, Substitute House Bill 1406 (Chapter 338, Laws of 2019) (“SHB 1406”); and

WHEREAS, SHB 1406 authorizes the governing body of a city or county to impose a local sales and use tax for the acquisition, construction, or rehabilitation of affordable housing or facilities providing supportive housing, for the operations and maintenance costs of affordable or supportive housing, or, if eligible, for providing rental assistance to tenants, when that use is for persons whose income is at or below sixty percent of the King County median income; and

WHEREAS, the tax will be credited against state sales taxes collected within the City and, therefore, will not result in higher sales and use taxes within the City and will represent an additional source of funding to address housing needs in the City; and

WHEREAS, on October 22, 2018 city staff informed City Council that the City of Auburn’s adopted 2015 Comprehensive Plan Housing Element indicates that there are at least 2,430 dwelling units in Auburn where more than 30% of household income is dedicated to rent or mortgage payments. This means that there is a need to take action to create, preserve and promote opportunities for more affordable housing within the community; and

WHEREAS, believing that imposing the sales and use tax will help address this need and will benefit Auburn residents, the Auburn City Council adopted Resolution 5454 on September 16, 2019 declaring its intent to authorize the maximum capacity of the tax, which meets the statutory requirement to adopt a resolution of intent within six months of the effective date of SHB 1406; and

WHEREAS, the City Council of the City of Auburn has determined that it is in the best interest of the City to enact legislation that authorizes a sales and use tax for affordable and supportive housing.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF AUBURN, WASHINGTON, DO ORDAIN as follows:

Section 1. Amendment to City Code. Sections 3.60.010 and 3.60.020 of the Auburn City Code are amended as shown in Exhibit A.

Section 2. Implementation. The Mayor is authorized to implement those administrative procedures necessary to carry out the directives of this legislation.

Section 3. Severability. The provisions of this ordinance are declared to be separate and severable. The invalidity of any clause, sentence, paragraph, subdivision, section or portion of this ordinance, or the invalidity of the application thereof to any person or circumstance shall not affect the validity of the remainder of this ordinance, or the validity of its application to other persons or circumstances.

Section 4. Effective Date. This Ordinance shall take effect and be in force five days from and after its passage, approval and publication as provided by law.

INTRODUCED: _____

PASSED: _____

APPROVED: _____

CITY OF AUBURN

NANCY BACKUS, MAYOR

ATTEST:

APPROVED AS TO FORM:

Shawn Campbell, MMC, City Clerk

Steven L. Gross, City Attorney

PUBLISHED: _____

3.60.010 Imposition of tax.

A. There is imposed a sales or use tax, as the case may be, as authorized by RCW 82.14.030(2), upon every taxable event, as defined in RCW 82.14.020, occurring within the city. The tax shall be imposed upon and collected from those persons from whom the state sales tax or use tax is collected pursuant to Chapters 82.08 and 82.12 RCW.

B. There is imposed an additional sales or use tax upon every taxable event, as defined in RCW 82.14.020, occurring within the City, as authorized by Laws of the State of Washington, Chapter 338, §1. Money collected under this subsection must be used solely, as required by Laws of 2019, Ch. 338, § 1 (or as may be amended in the future), for the purpose of providing rental assistance, or for acquiring, rehabilitating, or constructing affordable housing, which may include new units of affordable housing within an existing structure or facilities providing supportive housing services under RCW 71.24.385, or funding the operations and maintenance costs of new units of affordable or supportive housing. This additional sales or use tax shall expire 20 years after the first date it is first imposed. (Ord. 3822 § 1, 1982.)

3.60.020 Rate of tax imposed.

A. The rate of the tax imposed by ACC 3.60.010A shall be one-half of one percent of the selling price or value of the article used, as the case may be; provided, however, that during such period as there is in effect a sales tax or use tax imposed by King County under Section 17(2), Chapter 49, Laws of 1982, First Extraordinary Session at a rate equal to or greater than the rate imposed by this section, the county shall receive 15 percent of the tax imposed by ACC 3.60.010; provided further, that during such period as there is in effect a sales tax or use tax imposed by King County under Section 17(2), Chapter 49, Laws of 1982, First Extraordinary Session at a rate which is less than the rate imposed by this section, the county shall receive from the tax imposed by ACC 3.60.010 that amount of revenues equal to 15 percent of the rate of the tax imposed by the county under Section 17(2), Chapter 49, Laws of 1982, First Extraordinary Session.

B. The rate of the tax imposed by ACC 3.60.010B shall be the greater of 0.0073 percent of the selling price or value of the article used, or the maximum rate allowed to the City under Laws of 2019, Ch. 338, § 1 (or as may be amended in the future). (Ord. 4176 § 1, 1986; Ord. 3938 § 1, 1984; Ord. 3822 § 2, 1982.)



AGENDA BILL APPROVAL FORM

Agenda Subject:

Vision 2050 Update (Tate) (10 Minutes)

Date:

September 3, 2019

Department:

COMMUNITY
DEVELOPMENT

Attachments:

[Attachment A - Auburn's Vision 2050 SEIS](#)
[Response](#)
[PowerPoint Presentation](#)

Budget Impact:

Current Budget: \$0
Proposed Revision: \$0
Revised Budget: \$0

Administrative Recommendation:

For information only.

Background Summary:

The Puget Sound Regional Council (PSRC) is conducting an update of their long range planning document, updating VISION 2040 to VISION 2050. This update revisits the program identified in the VISION 2040 plan, and makes updates to account for actual growth, changes in our demography and economy, and identifies a path for jurisdictions to contribute to the goals and overall health of Central Puget Sound.

History of PSRC Vision 2050:

PSRC was established in 1956, and became the region's designated Metropolitan Planning Organization (MPO) which is responsible for regional planning for the distribution of federal and state transportation fund, and also serves as the region's administrator of Washington's Growth Management Act. VISION 2050 started work in 2017, including a State Environmental Protection Act (SEPA) finding of significance for updating from VISION 2040 which was declared in 2018. By Spring 2019 a Supplemental Environmental Impact Statement (SEIS) was issued, evaluating three alternative scenarios with which to center planning, citing a preferred alternative of focusing growth in high capacity transit areas. The draft document is out for review and comment now, with the public comment period ending September 16, 2019.

Reviewed by Council Committees:

Other: Community Development

Councilmember: DaCorsi

Staff: Tate

Meeting Date: September 9, 2019

Item Number:

April 29, 2019

ATTN: VISION 2050 Draft SEIS Comments
Puget Sound Regional Council
1011 Western Avenue, Suite 500
Seattle, WA 98104-1035

RE: Vision 2050 DSEIS comments from the City of Auburn

Dear PSRC:

The City of Auburn appreciates the opportunity to provide comments on the Draft SEIS prepared by the Puget Sound Regional Council for the Vision 2050 update. The City understands that planning for the regional growth spread across four counties and 80 cities is a significant undertaking and poses a number of challenges. The municipalities represented in this plan range in size from a few hundred to nearly three-quarters of a million people and represent a mix of urban and rural areas, as well as a variety of transit needs and current access.

The City of Auburn holds a strong commitment to PSRC's vision for the vibrant, sustainable growth of our region, a fact underlined by our long-standing support of previous Vision strategies and by the continued certification of our own Comprehensive Plans. In the last 20 years, Auburn has transformed it's downtown core into a transit-oriented community with the addition of a Sounder station, commuter rail line, a 636-stall transit parking garage and more than 1,000 multifamily dwelling units within a quarter mile of the transit center. Work is also underway for a second garage that will bring more than 500 additional stalls on-line within the next four years.

Draft SEIS Alternative Preference

As a Core City, Auburn generally supports the principles of the *Transit Focused Growth* alternative. We believe that this approach is in alignment with City of Auburn objectives and that it is the appropriate aspirational objective for the four-county region.

As this region grapples with significant population growth and employment over the next 20+ years, it is essential that we implement policies, processes, incentives and other measures that encourage more efficient use of existing urban growth areas. This approach mitigates the environmental, economic and social impacts associated with sprawl.

Comments on Draft SEIS Preferred Alternative

1. The City of Auburn holds a unique geographic position, located partially within King County and partially within Pierce County. It is also divided by both broader urban areas to the north, west and south, and abrupt urban/rural demarcation to the east. These positional characteristics result in portions of Auburn that are well suited to prepare for, and embrace, a Transit Focused

Growth alternative and other portions that are many decades away from being able to support high density, transit oriented development.

2. Despite the presence of a high-capacity commuter rail line, a regionally significant commuter transit station, and a significant existing and planned supply of commuter parking, there is a lack of local transit services to the high-capacity Auburn Sounder facility. Most residents of Auburn cannot use local transit to get to the Sounder station. This results in three outcomes: (a) fewer people utilize Sounder trains, (b) individuals who do use Sounder trains must drive their vehicle to the station, adding to local congestion and the need for additional expensive parking facilities, and (c) lower income neighborhoods whose residents cannot afford a vehicle do not have access to the commuter line, leading to community inequity.

The success of the Transit Focused Growth alternative hinges directly on robust local transit service. While this alternative places heavy emphasis on population and employment growth in close proximity to high capacity transit centers, there remain many opportunities in our community to improve connections for residents that live beyond a walkable distance to regional transit service. In addition, Auburn's ability to successfully contribute to a Transit Focused Growth alternative is ultimately contingent on service levels that are determined by outside transit providers.

3. Auburn believes that establishing land use policies targeted at greater density within close proximity to high-capacity transit is an important priority. However, such density increases would pose substantial challenges within a developed 125-year-old downtown core and would require significant financial investment. Auburn's success with increased density and transit-oriented development in recent years has come as a result of publicly funded multi-million dollar upgrades to portions of its utility infrastructure. Additional publicly funded multi-million dollar investments in utility infrastructure upgrades would be necessary in order for Auburn, and other communities, to continue achieving these types of regional objectives.

Area-wide upgrades in stormwater, water supply, sewer, fireflow, and power are a critical component of such density increases. However, many of these systems were developed decades ago to serve the lower density demands of the time. Creating systems designed to meet increased residential density is not simply a matter of developer improvements to individual properties, it is a matter of carrying out full utility system upgrades that can serve the increased demand as a whole. Beyond stressors to the current utility infrastructure, such increased density would require upgrades to mobility and transportation systems, the addition of new public park and gathering spaces, and expanded police and fire services.

Expansion of these types of services and systems are not fully funded through taxes and one time permit and impact fees. The only way to fully implement the Transit Focused Growth scenario is to fully fund investments in utility upgrades and the expansion of park and public safety services.

4. The Transit Focused Growth alternative assumes that 75% of the region's population and employment growth will occur within $\frac{1}{4}$ to $\frac{1}{2}$ mile of a high-capacity transit station and that this growth would occur primarily in Metropolitan Cities, Core Cities, and HCT Communities. Auburn understands that this is a regional aspiration, however it is important to note that significant

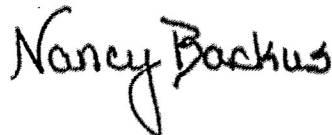
capacity and growth analysis needs to occur within each of these communities in order to understand whether that goal can realistically be met.

As a historic community that is already fully built out within proximity of the existing high capacity transit station, it will be difficult for the City to **force** high density development to occur within these areas. Some parcels are occupied by schools that are not going to be redeveloped, some parcels are occupied with transit garages (whom do not require housing to be built into their structures and are not required to pay traffic impact fees), some areas are occupied with clusters of 80-year-old homes where a developer will be faced with the complexity of buying multiple homes and aggregating lots for redevelopment, and some parcels are occupied with well-established grocery stores and hospitals. Opportunities to create high density housing exists at all of these locations, but the pace at which it happens will be difficult to predict, hard to force, and filled with complexity along the way. Redevelopment that is considered economically viable in Seattle, Tacoma, or Bellevue is not economically viable in Auburn and many other communities. Vision 2050 needs to reflect this reality.

5. Vision 2050 applies to the full span of the four-county region. The City of Auburn believes that the Transit Focused Growth alternative is the appropriate approach for the urban area that stretches from Everett to Tacoma and from Bremerton to Bellevue, but it will be a significant challenge to successfully implement this alternative in areas that extend beyond this large urban area. As noted in comment #2 above, although Auburn is positioned within the larger Everett/Seattle/Tacoma urban area, it will be difficult to see the Transit Focused Growth objectives extend throughout our community. While the City of Auburn will appreciate being the beneficiary of future transportation investments given the presence of a high-capacity transit center within our community, this alternative has the potential to hinder other future regional infrastructure investments in other communities or to devalue their previous multi-decade planning investments. Vision 2050 should not disadvantage other communities or negate the work and investment that those communities have completed in their efforts to successfully comply with GMA.

Thank you for the opportunity to comment on the Draft SEIS for Vision 2050. The City of Auburn looks forward to future regional collaboration and is appreciative of the time and energy that PSRC has committed to this effort.

Sincerely,

A handwritten signature in black ink that reads "Nancy Backus". The signature is written in a cursive, slightly slanted style.

Nancy Backus
Mayor

AUBURN
VALUES

S E R V I C E
E N V I R O N M E N T
E C O N O M Y
C H A R A C T E R
S U S T A I N A B I L I T Y
W E L L N E S S
C E L E B R A T I O N

PSRC VISION 2050 UPDATE

COUNCILMEMBER JOHN HOLMAN
ANTHONY AVERY, AICP, CNU-A
CITY COUNCIL STUDY SESSION
SEPTEMBER 9, 2019

Department of Community Development

Planning • Building • Development Engineering • Permit Center
Sustainability • Community Services • Code Enforcement

AUBURN'S PLACE IN CENTRAL PUGET SOUND

- Settled in the 1850's as a rural farm-based community halfway between Seattle and Tacoma.
- Auburn's character has evolved over time, from farmland to a railroad town, to an industrial village, to a small suburban city.
 - We are still evolving into what we will become.
- In the 1950's and 1960's, Auburn's population was approximately 10,000 people.
 - Today, over 84,000 people reside here – Same downtown footprint.
- Served by Sounder Commuter Rail, 27 minutes to Downtown Seattle.
 - PSRC VISION 2040 regional growth center centered on Auburn Station.

PUGET SOUND REGIONAL COUNCIL

- Established in 1956 as a collaborative endeavor of the four county Central Puget Sound metropolitan area. Adopted the role of Metropolitan Planning Organization as mandated by the Federal-Aid Highway Act of 1962.
- The agency's primary role is to plan for and distribute transportation funding from the federal government to local agencies.



PUGET SOUND REGIONAL COUNCIL

- Performs additional planning efforts such as economic development and growth management to guide effective deployment of transportation funding.
- In 1990 became the regional coordinating agency responsible for administering the Growth Management Act.



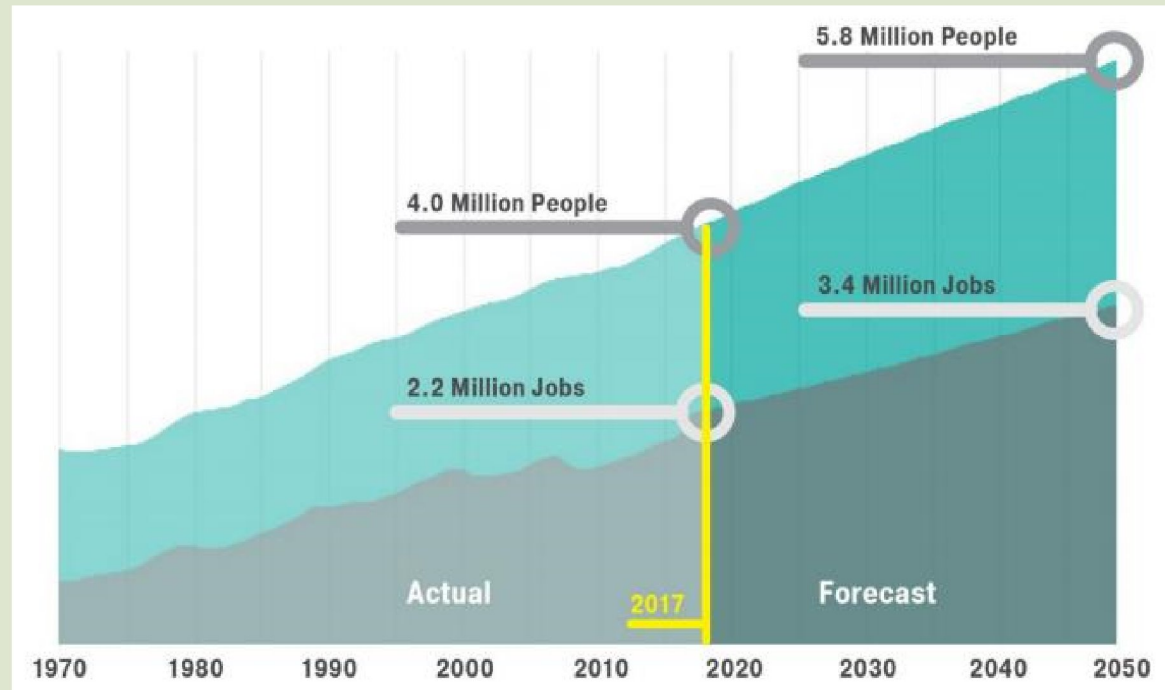
VISION 2040

- Long range planning document to envision and guide growth and infrastructure investment.
 - Forecast population over 5 million people in Central Puget Sound by 2040
- Analyzes policies in housing, economic development, transportation, and the environment.
 - Identifies infrastructure investments that would contribute to the region's and its residents well-being and suggest a financing plan for investment.
- Updated every ten years.
- Supplemental Environmental Impact Statement ([SEIS](#)) finalized early 2019 evaluated

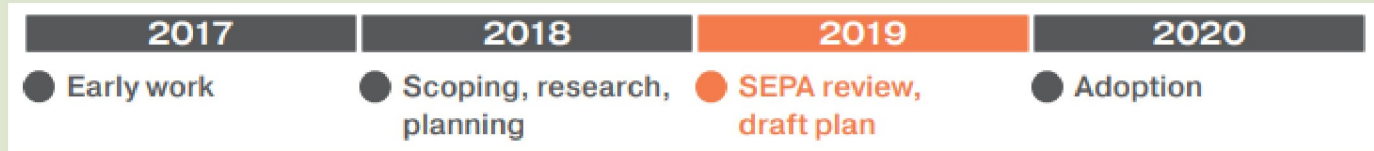
VISION 2050

■ Changes and updates between Vision 2040 and Vision 2050

- Update growth forecasts for the year 2050 and to the Regional Growth Strategy
- Updated regional geographies
- Updated framework to focus on growth centers and transit-oriented development
- Regional Open Space Conservation Plan
- Housing Affordability
- Climate Change
- Social Equity



VISION 2050



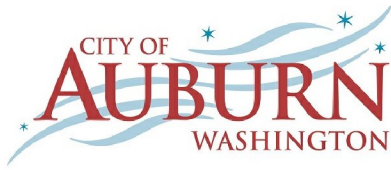
- Previous work include a draft Supplemental Environmental Impact Statement (SEIS).
 - [Draft Vision 2050](#) prepared July 19, 2019
 - The current draft reflects the identified preferred alternative, focusing growth in high capacity transit station areas
 - Currently in the public comment period until September 16, 2019
 - King County and Pierce County have prepared drafts for submittal
 - Auburn has not updated our position since submittal of public comment on April 29, 2019 for the Draft SEIS
- Next Steps
 - PSRC will review comments -> Make a recommendation to the general assembly -> Adoption of Vision 2050

VISION 2050



WHAT DOES VISION 2050 MEAN FOR AUBURN?

- The preferred alternative of Transit Focused Growth assumes 75 percent of the region's population and employment growth will occur within a quarter- to half-mile from current and planned high-capacity transit (HCT) station areas.
 - Auburn is home to one current or planned HCT station, Auburn Sounder Station
 - Priority to protect and preserve open space and forest land outside the Urban Growth Area (UGA)
 - Provide data and tools to assist with the implementation of the Vision 2050 plan
 - Regional coordination for enhanced transportation and mobility opportunities



AGENDA BILL APPROVAL FORM

Agenda Subject:

Matrix

Date:

September 5, 2019

Department:

City Council

Attachments:

[Special Area Focus Key](#)

[Matrix](#)

Budget Impact:

Current Budget: \$0

Proposed Revision: \$0

Revised Budget: \$0

Administrative Recommendation:**Background Summary:****Reviewed by Council Committees:****Councilmember:**

Meeting Date: September 9, 2019

Staff:

Item Number:

SPECIAL FOCUS AREAS

COMMUNITY WELLNESS	FINANCE, TECHNOLOGY, & ECONOMIC DEVELOPMENT	PUBLIC WORKS & COMMUNITY DEVELOPMENT	MUNICIPAL SERVICES
PUBLIC HEALTH AND WELLNESS COMMUNITY & NEIGHBORHOOD SERVICES HOMELESSNESS & HOMELESSNESS PREVENTION HOUSING QUALITY, AFFORDABILITY & ATTAINABILITY HUMAN & SOCIAL SERVICES DOMESTIC VIOLENCE SERVICES COMMUNITY EQUITY	EQUIPMENT RENTAL FACILITIES INNOVATION & TECHNOLOGY CITY REAL PROPERTY BUSINESS DEVELOPMENT SISTER CITIES INTERNATIONAL	UTILITIES TRANSPORTATION SUSTAINABILITY ENVIRONMENTAL PROTECTION CULTURAL ARTS & PUBLIC ARTS PLANNING & ZONING PERMITS & DEVELOPMENT RIGHT OF WAY MANAGEMENT AIRPORT AIRPORT BUSINESS	POLICE SCORE JAIL DISTRICT COURT PARKS & RECREATION ANIMAL CONTROL SOLID WASTE EMERGENCY PLANNING MULTIMEDIA CEMETERY
Councilmember Trout-Manuel, Chair Councilmember DaCorsi, Vice Chair	Councilmember Wales, Chair Councilmember Holman, Vice Chair	Councilmember DaCorsi, Chair Councilmember Baggett, Vice Chair	Councilmember Brown, Chair Deputy Mayor Pelozo, Vice Chair
2019 MEETING DATES February 11, 2019 April 8, 2019 June 10, 2019 August 12, 2019 October 14, 2019 December 9, 2019	2019 MEETING DATES February 25, 2019 April 22, 2019 June 24, 2019 August 26, 2019 October 28, 2019 December 23, 2019	2019 MEETING DATES January 14, 2019 March 11, 2019 May 13, 2019 July 8, 2019 September 9, 2019 November 12, 2019	2019 MEETING DATES January 28, 2019 March 25, 2019 May 27, 2019 July 22, 2019 September 23, 2019 November 25, 2019

COUNCIL MATRIX

NO.	TOPIC	Chair	STAFF LEAD(S)	STUDY SESSION REVIEW DATE(S)	COUNCIL DISCUSSION SUMMARY	ACTION DATE
1	Auburn Avenue Theater	Chair DaCorsi Vice Chair Baggett	Director Faber	10/14/2019		
3	Metro Bus Barn Site	Chair DaCorsi Vice Chair Baggett	Director Gaub Director Tate	TBD		
4	Funding Options	Chair Wales Vice Chair Holman	Director Thomas	Ongoing		
5	No Smoking or Vaping in City Parks	Chair Brown Vice Chair Pelozo	Chief Pierson Director Faber	10/14/2019		
6	Fireworks Update	Chair Brown Vice Chair Pelozo	Chief Pierson	TBD		