



FINANCE DEPARTMENT

To: Honorable Mayor and Members of the City Council
Dave Zabell, Interim City Manager

From: Rosylen Oglesby, Interim Director of Finance & Budget
Kimberly Dominé, Financial Services Manager
Kathy Miles, Finance Department Analyst

Date: August 5, 2024

Subject: 2024 2nd Quarter Financial Update

This financial update is a preliminary, unaudited, report for the 2nd quarter ended June 30, 2024, two quarters, or 50% of the year, intended to inform and assist governance decisions for future planning. In total, city revenues are at 40.2% of budget and expenditures are at 37.1% of budget. The timing of certain revenue payments and Capital fund expenditures are normally the biggest reasons that revenues and expenditures are below 50% at this point in the year.

Cash position and revenue charts on the following pages provide insight into the monitoring of revenue and the management of expenses. The Quarterly Treasury report, a separate report also available on the City's website, provides further cash and investment analysis.

This report is not a final report, as the annual independent audit for 2024 will not be completed until later in 2025, which may affect final numbers.

COVID's Economic Effects on City Revenues

The American Rescue Plan Act (ARPA) funds have impacted budgeted revenues and expenses, affecting "normal" budgetary percentages in the accompanying reports uniquely for 2021 through 2024, and will likely do so until 2026, when this funding is required to be spent. The economic effects of COVID and the CARES Act also affected the budget uniquely, further complicating comparison to prior years.

As has been monitored and reported continuously, there was a substantial economic impact to many of the City's budgeted revenues as a result of the pandemic.

In more detail, Sales Tax revenue for 2023 averaged a 102.8% increase for the year, while the cost of living increase for the year was 3.2%. The 2nd quarter 2024 numbers are currently 101.5%, with significant changes show below.

- Sales Tax is currently below budget by 2.6% in the 2nd quarter. Major categories that are effecting this change in Sales Tax are:
 - Manufacturing is down 12.7%, mainly in the plastics product manufacturing category.

- Construction is showing minor gains, with an increase of 2.1% over last year.
- Miscellaneous other is at 17.6%, mainly due to a surge in custom computer programming and design services.
- Lodging Tax had a significant downturn in 2020 and 2021 due to the economic effects of the COVID pandemic but began to improve significantly in 2022. This trend continues into 2024, with Lodging Tax up 18.9% from budgeted amounts in the 2nd quarter.
- Fire Inspection Fees decreased dramatically during 2020 and into 2021 due to COVID, improving marginally in 2022, 2023 and through the 2nd quarter of 2024. While the numbers are new performing above budgeted expectations, they are still well below 2018 - 2021 actual numbers. This revenue stream continues to be monitored.

General Fund's Performance to Budget

General Fund Revenues in total are at 48.2%. The most significant variances are:

- Other Revenue (67.1%) is over 50%, mainly due to investment interest.
- Intergovernmental revenue for the General Fund (29.4%) is below 50% mainly due to the timing of incoming grant funds.
- Other Taxes are currently at 38.0% due to the timing of gambling tax revenues.

General Fund Expenditures in total are at 46.6%. The most significant variances are:

- Intergovernmental (90.0%) is above 50% mainly due to the timing of annual dues and subscription payments.
- City Management (67.5%) is above 50% due to the separation of the previous City Manager.
- City Clerk/Records (25.1%) is below 50% due to the timing of election costs that were overestimated.
- Human Resources (33.0%) has arbitration expenses that have not yet materialized along with vacant positions.
- Codes (29.7%) is under 50% of expenditures, mainly due to an ARPA CHIP grant where the work has not yet been completed.
- Purchasing (30.2%) is currently under 50% of expenditures due to salary savings.

General Fund Balance

The General Fund (001), which provides for public safety and general government services, was positively affected by the end of 2023 due to the upturn of the fair value rates and increased interest returns. These revenues were the main reason the year ended with a minimal increase to fund balance rather than a decrease.

In the 2nd quarter of 2024, the General Fund (001) balance has improved somewhat with a current increase of \$814,699. This amount is likely to change as the year progresses, but is an indicator of what is currently trending.

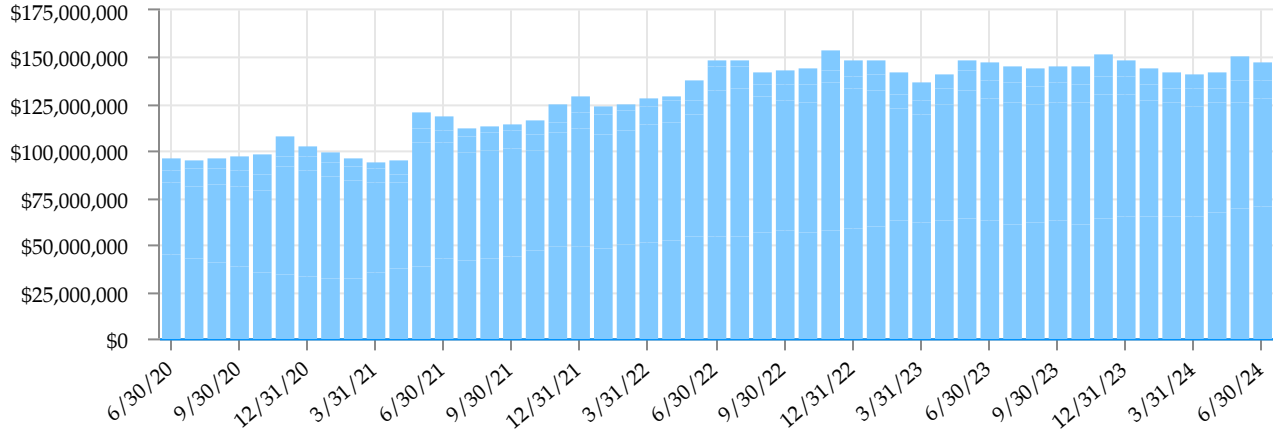
CASH POSITION AND REVENUE UPDATE

City staff monitors revenues and manages expenses continuously.

Cash & Investments

As a current over-all indicator, the 4-year historic core city-wide cash and investments balance trend shows June at \$148.0 million. Each month is best compared to the same month in previous years to account for seasonality and other annual events.

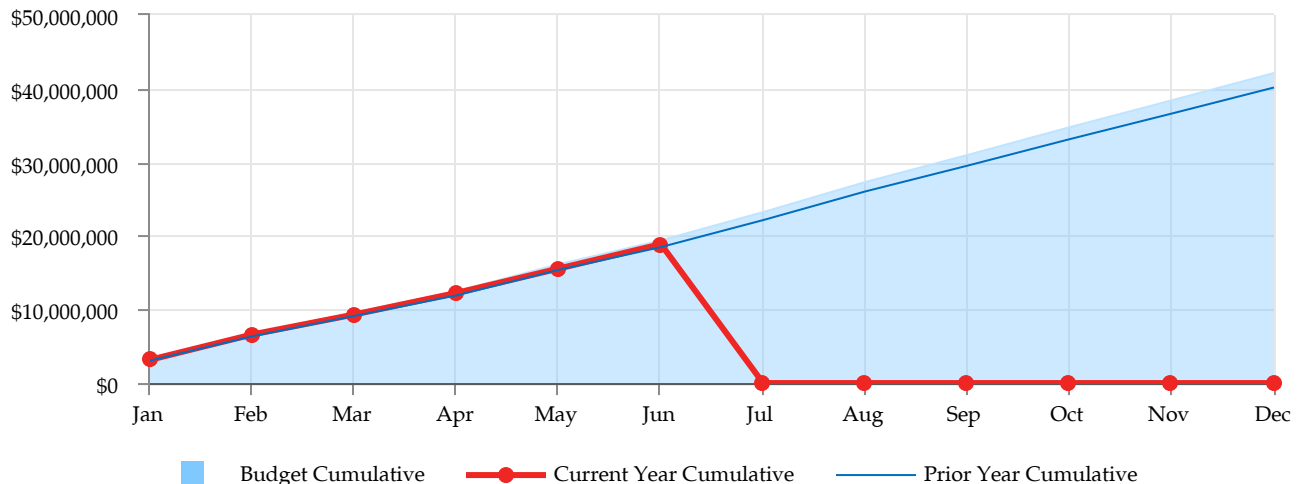
CASH AND INVESTMENTS HISTORY



Sales Tax

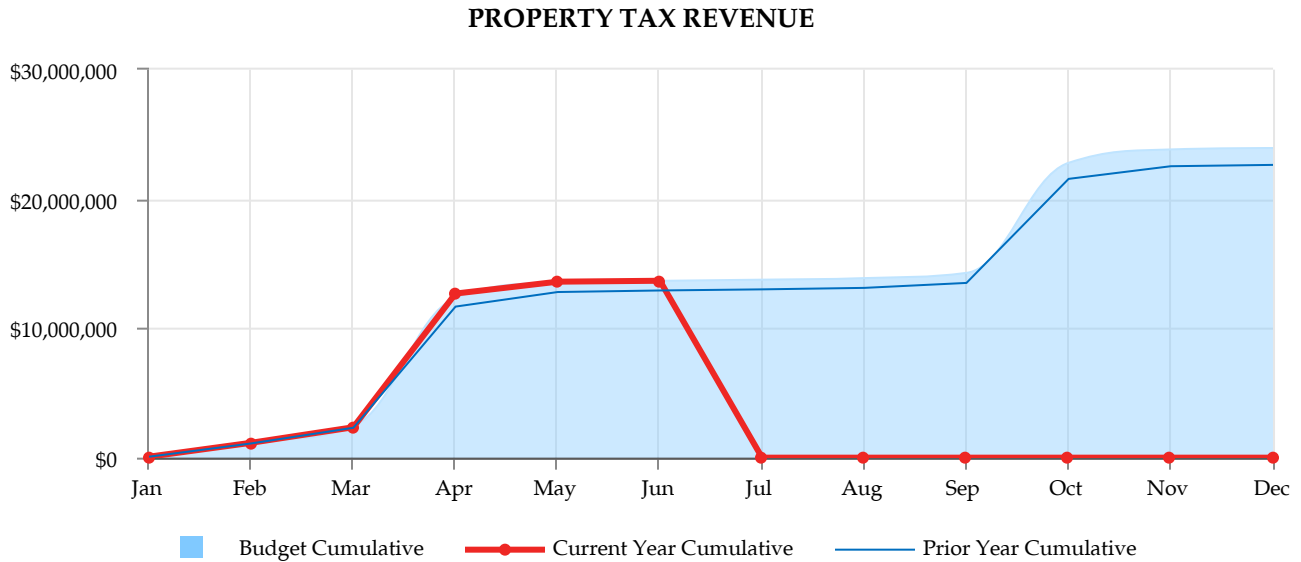
This is the largest single funding source for the city. The 2nd quarter city-wide cumulative revenue of \$18.9 million is below the quarterly cumulative amount budgeted by \$0.5 million or 2.6%, but is greater than prior year 1st quarter number by \$400,371. The city receives sales tax from the State on a 2-month lag from the actual point-of-sale transactions so these figures are for actual transactions through April. The stabilization of inflation and more cautious spending are the most likely items influencing the slower rate of increase of revenues from sales tax receipts. The graph below shows General Fund Sales Tax revenues (General Sales Tax (001) and Criminal Justice Sales Tax (003) - as seen on page [10](#)).

SALES TAX REVENUE



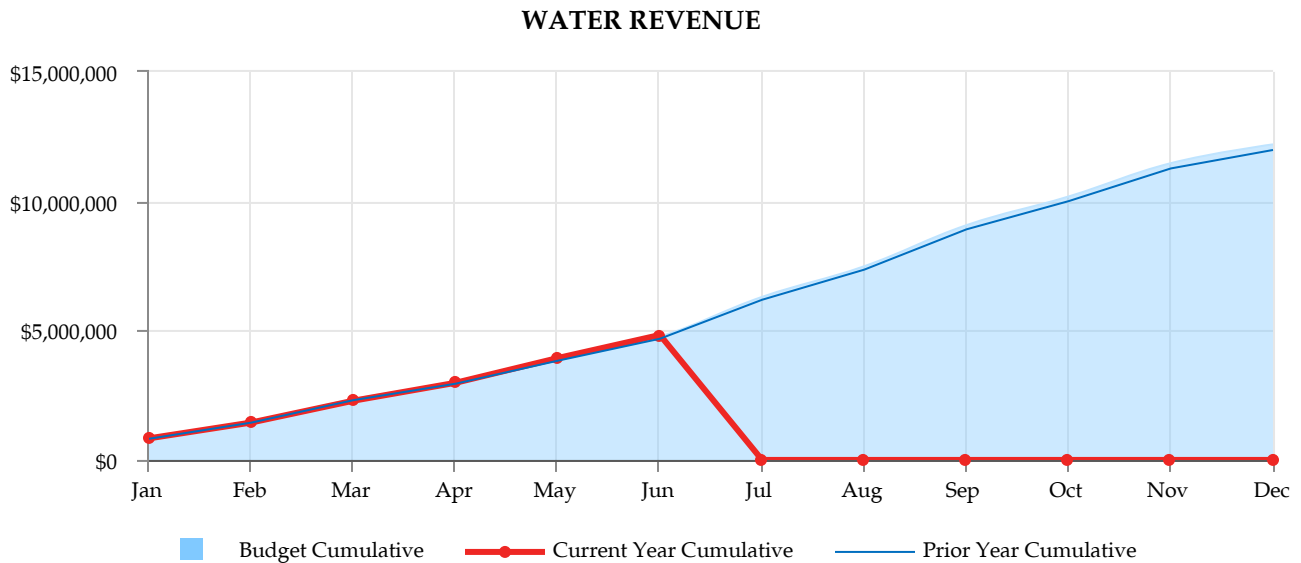
Property Tax

The 2nd quarter cumulative Property Tax revenue is tracking right on budget. The 2024 budget increased by \$635,459 due to assessed valuations (a combination of the existing cap at 1% and new growth). The following graph includes city-wide property tax revenue.



Water

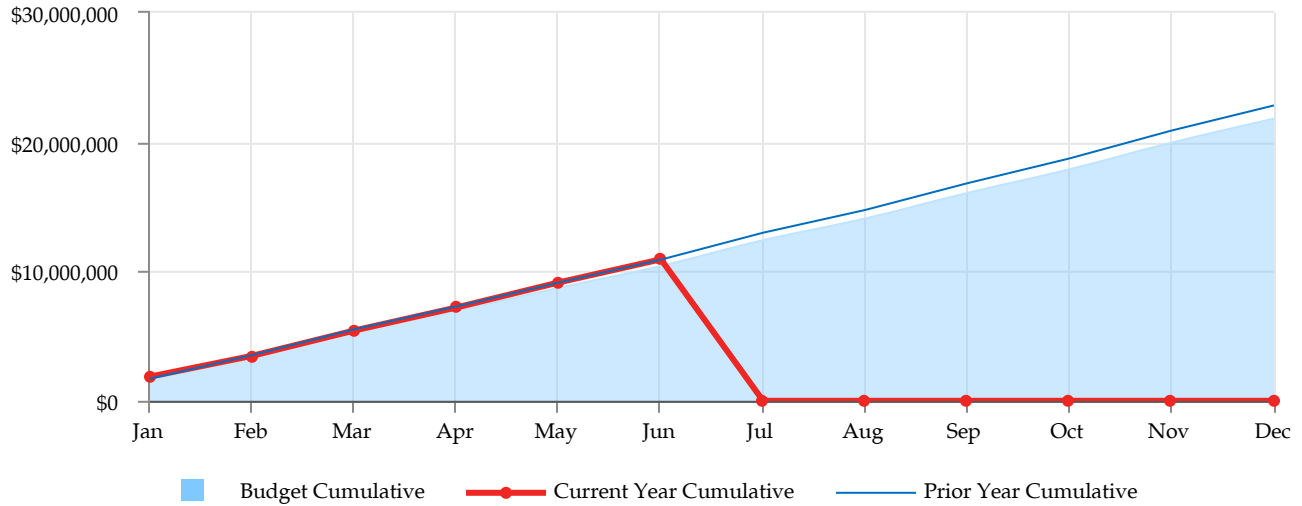
The 2nd quarter cumulative water operating revenue of \$4.8 million through June is up \$145,862 from last year, most likely due to warmer spring weather. A cost of service and rate study for the division is currently in progress.



Wastewater

The 2nd quarter cumulative wastewater operating revenue of \$10.9 million is up \$511,188 over budget and above prior year by \$24,471. A cost of service and rate study for the division was planned and budgeted for 2022, but will not be completed until June of 2024, when it will be incorporated into the upcoming budget for discussion.

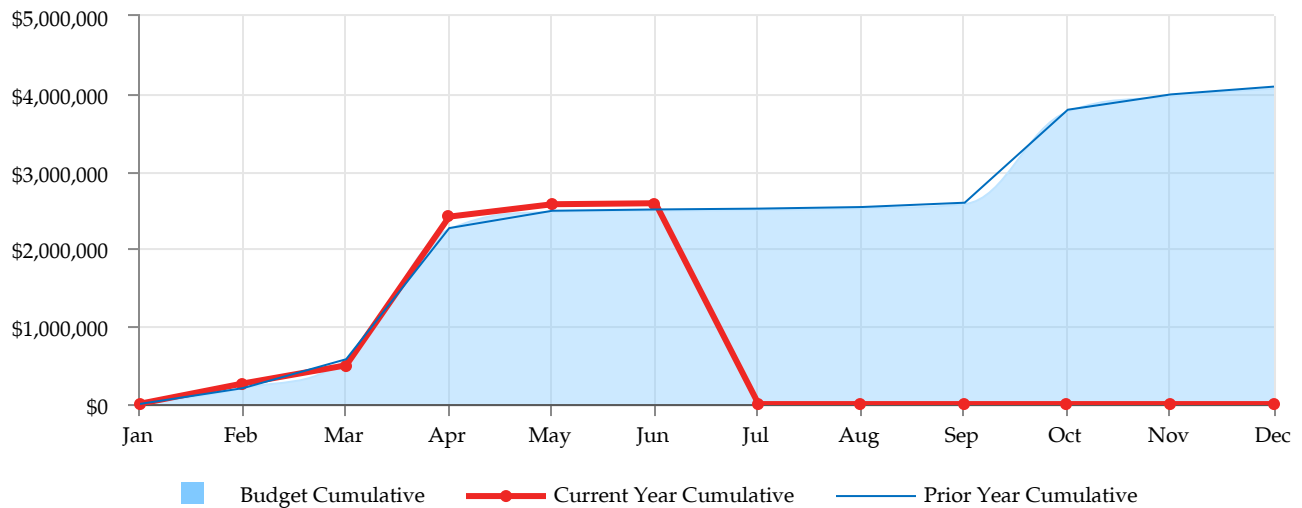
WASTEWATER REVENUE



Stormwater

For the provision of stormwater compliance and stormwater collection services a tax is levied against the total assessments collected from annual stormwater assessment charges at the current rate of fifteen percent. The 2nd quarter cumulative operating assessments of \$2,588,032 is up \$96,585 over budget and \$80,225 over prior year.

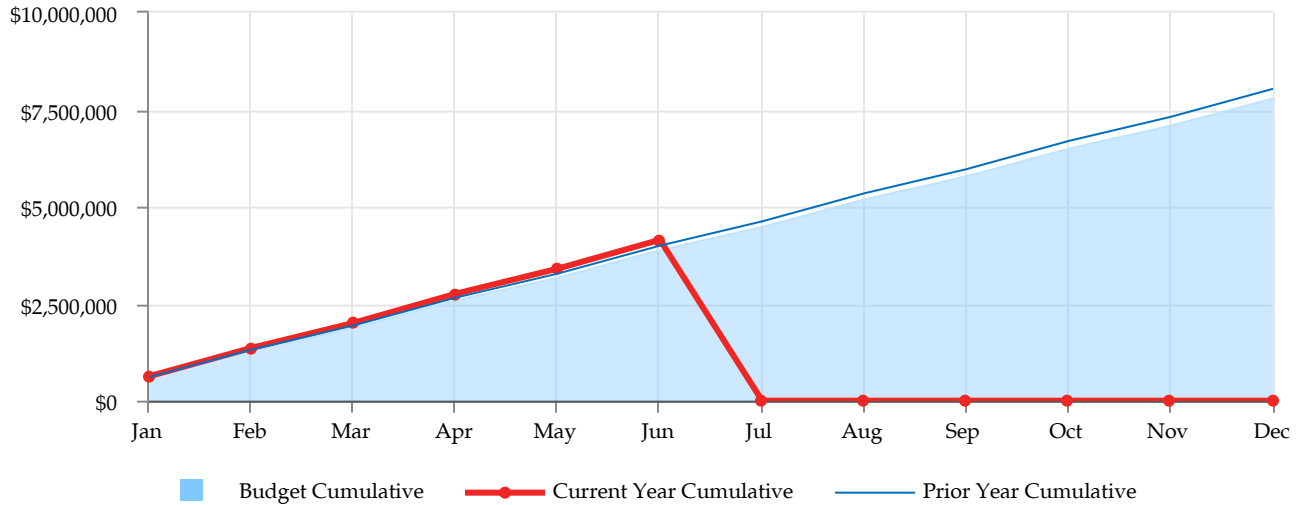
STORMWATER REVENUE



Refuse

The 2nd quarter cumulative automated residential revenue of \$4.1 million is up \$272,766 over budget and \$151,341 over prior year. An average 3.5% rate increase in Refuse rates was approved by Council for each year 2021 through 2025 as reflected in the 2024 budget.

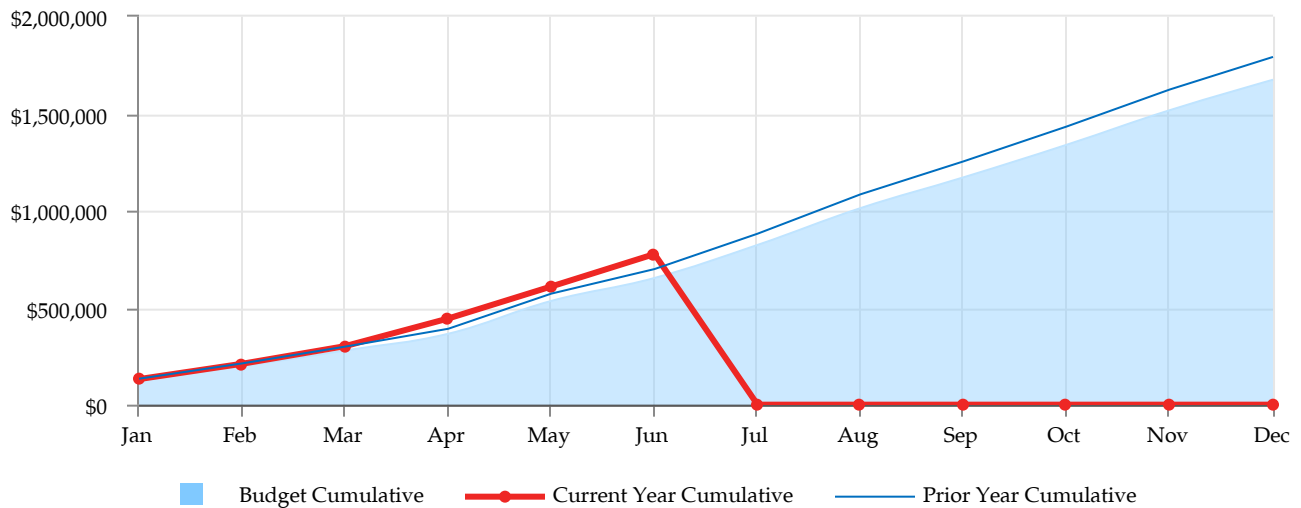
REFUSE REVENUE



Lodging Tax

The 2nd quarter cumulative revenues of \$776,314 are up \$123,258 over budget and up \$77,427 compared to prior year, and are currently up 18.9% over budget.

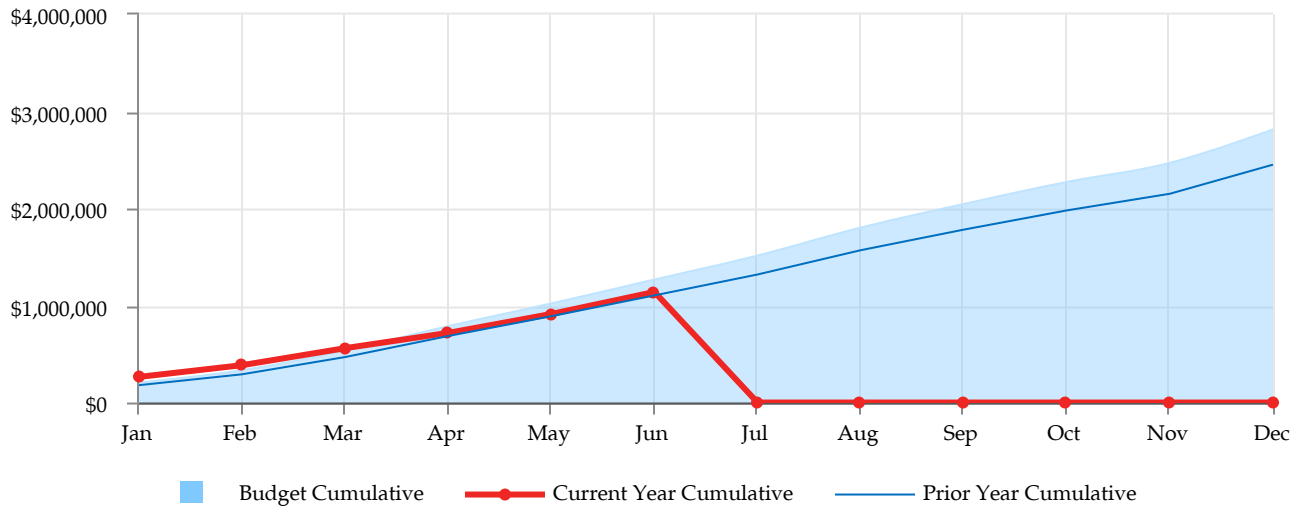
LODGING TAX REVENUE



Real Estate Excise Tax (REET I & II, combined)

REET continues to struggle, with the 2nd quarter cumulative revenue for REET of \$1,139,997, \$128,199 under budget, but up \$35,506 over prior year, due to fluctuating interest rates.

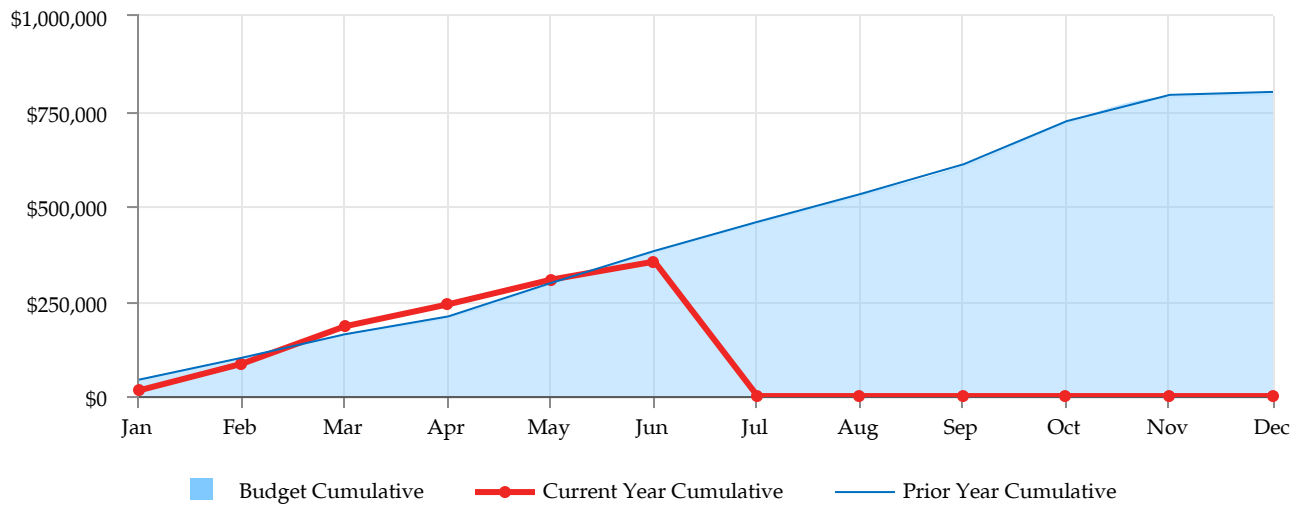
REET 1 / REET 2



Building Permits

After posting a minor increase at the end of the first quarter, the 2024 2nd quarter cumulative revenues of \$353,970 are \$25,005 under budget and \$28,076 below prior year. Permit activity shows that there were 449 permits for 76 dwelling units in the 2nd quarter for 2024, compared with 637 permits for 157 dwelling units in 2023, with the difference in permit type mainly within the single family and residential alteration categories.

BUILDING PERMIT REVENUE



CITY-WIDE FUND BALANCE SUMMARY

CHANGE IN FUND BALANCE

	2024	As of June 30			% of	Change
	Beginning	2024	2024	Ending	Amended	in Fund
	Balance	Actual Rev.	Actual Exp.	Balance	Budget	Balance
General Fund (001)	\$ 10,527,088	\$ 34,670,432	\$ 33,855,731	\$ 11,341,789	15.4%	7.7 %
Criminal Justice (003)	1,210,367	1,613,777	2,198,933	625,211	15.9%	(48.3)%
Firemen's Relief & Pension (612)	1,460,073	558,552	574,826	1,443,799	134.3%	(1.1)%
General Fund Subtotal	13,197,528	36,842,761	36,629,490	13,410,799	17.1%	1.6 %
Parks and Recreation	545,218	3,582,106	2,819,958	1,307,366	19.9%	139.8 %
Street & Traffic Operations	2,298,985	3,246,384	2,783,564	2,761,805	40.0%	20.1 %
General Government Subtotal	16,041,731	43,671,251	42,233,012	17,479,970	129.8%	9.0 %
Other Governmental Operating Funds	8,328,941	9,338,400	9,141,587	8,525,754	25.1%	2.4 %
Government Capital Funds	17,590,195	5,337,225	6,244,594	16,682,826	63.5%	(5.2)%
Enterprise Operating Funds	43,342,317	31,032,040	32,894,741	41,479,616	56.7%	(4.3)%
Enterprise Capital Funds	31,765,780	8,826,249	4,807,411	35,784,618	77.7%	12.7 %
Internal Service Funds	7,221,388	4,746,058	4,524,398	7,443,048	48.8%	3.1 %
Employee Benefit Reserve	5,100,317	8,799,343	10,828,033	3,071,627	15.9%	(39.8)%
Risk Management Reserves	7,982,497	2,317,077	3,992,514	6,307,060	85.8%	(21.0)%
Debt Service & Agency Funds	4,350,980	3,357,856	3,385,317	4,323,519	86.0%	(0.6)%
Total	\$141,724,146	\$117,425,499	\$118,051,607	\$141,098,038	58.8%	(0.4)%

This is a progress report to provide transparency and accountability. This table shows fund balances by fund at this point in time. This is intended to provide transparency and accountability but is a snapshot, not necessarily a reliable measure of predicted year-end.

The ending fund balance in the General Fund (001) is 15.4% of expenditures at this point in time, which falls below Council policy of maintaining 16.7% reserves.

Staff and Council continue budget discussions to review options, new revenues or budget reductions to comply with reserve policies.

CITY WIDE REVENUES & EXPENDITURES BY FUND GROUPING

REVENUE COMPARISON

(Budget vs. Actual)

	2023			2024		
	Annual	Actual	%	Annual	Actual	%
	Amended Budget			as of 6/30		
General Fund	\$ 72,887,326	\$ 36,847,838	50.6 %	\$ 76,444,352	\$ 36,842,760	48.2 %
Parks and Recreation	6,162,752	3,274,575	53.1 %	6,553,589	3,582,106	54.7 %
Street & Traffic Operations	6,415,663	3,127,693	48.8 %	6,615,518	3,246,384	49.1 %
General Government Subtotal	85,465,741	43,250,106	50.6 %	89,613,459	43,671,250	48.7 %
Other Government Operating Funds	38,566,372	9,662,873	25.1 %	34,181,084	9,338,400	27.3 %
Government Capital Funds	27,674,713	4,475,586	16.2 %	24,167,335	5,337,225	22.1 %
Enterprise Operating Funds	66,220,984	31,431,749	47.5 %	67,269,972	31,032,040	46.1 %
Enterprise Capital Funds	41,431,638	9,645,196	23.3 %	35,335,920	8,826,249	25.0 %
Internal Service Funds	10,922,133	5,443,613	49.8 %	11,186,190	4,746,058	42.4 %
Employee Benefit Reserves	19,440,071	7,950,669	40.9 %	20,443,592	8,799,343	43.0 %
Risk Management Reserve	5,438,458	3,017,878	55.5 %	4,546,286	2,317,077	51.0 %
Debt Service & Agency Funds	6,932,357	4,517,386	65.2 %	5,074,841	3,357,856	66.2 %
Total	\$ 302,092,467	\$ 119,395,056	39.5 %	\$ 291,818,679	\$ 117,425,498	40.2 %

EXPENDITURE COMPARISON

(Budget vs. Actual)

	2023			2024		
	Annual	Actual	%	Annual	Actual	%
	Amended Budget			as of 6/30		
General Fund	\$ 77,848,701	\$ 38,238,973	49.1 %	\$ 78,534,923	\$ 36,629,490	46.6 %
Parks and Recreation	6,233,727	2,611,725	41.9 %	6,558,589	2,819,958	43.0 %
Street & Traffic Operations	6,573,038	2,603,158	39.6 %	6,903,842	2,783,564	40.3 %
General Government Subtotal	90,655,466	43,453,856	47.9 %	91,997,354	42,233,012	45.9 %
Other Government Operating Funds	39,378,284	10,084,877	25.6 %	33,925,773	9,141,587	26.9 %
Government Capital Funds	34,602,636	4,755,087	13.7 %	26,278,502	6,244,594	23.8 %
Enterprise Operating Funds	71,415,764	31,188,655	43.7 %	73,188,073	32,894,741	44.9 %
Enterprise Capital Funds	48,211,297	7,628,253	15.8 %	46,066,210	4,807,411	10.4 %
Internal Service Funds	15,198,437	5,298,838	34.9 %	15,245,493	4,524,398	29.7 %
Employee Benefit Reserves	18,468,153	8,744,695	47.4 %	19,265,158	10,828,033	56.2 %
Risk Management Reserve	6,560,714	3,238,953	49.4 %	7,352,242	3,992,514	54.3 %
Debt Service & Agency Funds	6,931,848	3,470,927	50.1 %	5,024,842	3,385,317	67.4 %
Total	\$ 331,422,599	\$ 117,864,141	35.6 %	\$ 318,343,647	\$ 118,051,607	37.1 %

GENERAL GOVERNMENT REVENUE DETAIL

GENERAL GOVERNMENT REVENUES

General Fund	Revenues as of June 30			2024	2024
	2022	2023	2024	Amended Budget	Percent Rec'd
Property Tax	\$ 5,342,593	\$ 5,311,816	\$ 4,984,664	\$ 8,807,406	56.6 %
General Sales Tax	10,841,479	11,175,424	11,343,727	24,834,000	45.7 %
Criminal Justice Sales Tax	2,423,548	2,489,243	2,586,116	5,349,000	48.3 %
Utility & Franchise Taxes	9,784,175	10,945,543	10,766,208	21,875,730	49.2 %
Other Taxes	348,543	404,574	478,950	1,260,389	38.0 %
Licenses and Permits	890,527	968,992	916,693	1,921,200	47.7 %
Intergovernmental Revenues	1,928,669	1,741,077	1,570,431	5,349,947	29.4 %
Charges for Services	1,418,231	1,517,394	1,737,868	3,130,502	55.5 %
Fines and Forfeitures	589,894	632,453	672,951	1,256,670	53.6 %
Other Revenue	413,370	1,661,321	1,785,152	2,659,508	67.1 %
Total General Fund	33,981,029	36,847,837	36,842,760	76,444,352	48.2 %
Parks & Recreation					
Property Tax	1,485,575	1,775,716	1,993,008	3,570,919	55.8 %
Intergovernmental Revenues	26,166	11,915	47,043	64,830	72.6 %
Charges for Services	464,129	457,573	503,598	873,115	57.7 %
Other Revenue	719,852	1,029,371	1,038,457	2,044,725	50.8 %
Total Parks & Recreation	2,695,722	3,274,575	3,582,106	6,553,589	54.7 %
Streets					
Property Tax	2,445,946	2,461,831	2,560,826	4,580,000	55.9 %
Intergovernmental Revenues	684,021	662,119	646,553	1,501,000	43.1 %
Charges for Services	2,932	1,475	27,812	534,518	5.2 %
Other Revenue	29,241	2,268	11,193	—	n/a
Total Streets	3,162,140	3,127,693	3,246,384	6,615,518	49.1 %
Total General Government	\$ 39,838,891	\$ 43,250,105	\$ 43,671,250	\$ 89,613,459	48.7 %

Year to date revenues above are consistent with historical trends other than the items noted below.

- Other Revenue (67.1%) is over 50%, mainly due to investment interest.
- Intergovernmental revenue for the General Fund (29.4%) is below 50% mainly due to the timing of incoming grant funds.
- Other Taxes are currently at 38.0% due to the timing of gambling tax revenues.

GENERAL GOVERNMENT EXPENDITURE DETAIL

GENERAL FUND EXPENDITURE DETAIL

General Fund	Expenditures as of June 30			2024	Percent
	2022	2023	2024	Amended Budget	Exp'd
Police	\$ 14,154,452	\$ 17,551,417	\$ 17,890,102	\$ 37,922,934	47.2 %
Fire	8,146,379	9,740,053	9,176,770	17,872,596	51.3 %
Information Technology	1,991,815	2,069,400	2,050,608	4,561,203	45.0 %
Code Administration	843,875	788,420	789,376	3,316,109	23.8 %
Finance	1,207,894	1,212,121	973,659	2,118,216	46.0 %
Legal	1,013,906	1,167,669	1,142,899	2,280,471	50.1 %
Municipal Court	839,483	1,117,900	1,018,212	2,460,117	41.4 %
Indigent Defense	568,078	756,455	868,620	1,500,000	57.9 %
Human Resources	356,854	429,855	389,917	1,180,747	33.0 %
Firemen's Relief/Pension	549,270	570,303	574,826	1,074,747	53.5 %
Engineering	401,990	518,018	483,603	1,018,150	47.5 %
Planning	358,418	291,712	393,524	943,916	41.7 %
Economic Development	230,357	314,194	287,013	772,593	37.1 %
City Clerk/Records	259,898	395,622	182,654	727,037	25.1 %
Police Pension	318,138	500,806	336,398	675,130	49.8 %
City Management	376,564	329,466	454,155	672,620	67.5 %
City Hall Facility	207,055	233,204	212,406	568,853	37.3 %
Purchasing	219,131	182,096	141,768	468,782	30.2 %
City Council	148,792	170,457	185,171	355,595	52.1 %
Intergovernmental	86,760	98,469	124,326	138,140	90.0 %
Interfund Distributions ¹	(1,028,343)	(198,454)	(1,046,517)	(2,093,033)	50.0 %
Parking ²	40,061	(208)	—	—	n/a
Total General Fund	31,290,827	38,238,975	36,629,490	78,534,923	46.6 %

Year to date expenditures above are consistent with historical trends other than the items noted below.

- City Management (67.5%) is above 50% due to the separation of the previous City Manager.
- City Clerk/Records (25.1%) is below 50% due to the timing of election costs that were overestimated.
- Human Resources (33.0%) has arbitration expenses that have not yet materialized along with vacant positions.
- Codes (29.7%) is under 50% of expenditures, mainly due to an ARPA CHIP grant where the work has not yet been completed.
- Purchasing (30.2%) is currently under 50% of expenditures due to salary savings.

¹ City Service charges are required to be shown as a reimbursement of expense instead of a revenue per the State Auditor. These numbers can vary dependent upon the timing of the City Services Reimbursements and transfers out.

² Parking was moved into the Police department as of 2023. A final journal entry will be done for 2023 once all reoccurring charges have expired.

OTHER FUNDS DETAIL

OTHER GOVERNMENT OPERATING FUNDS

Fund	2024	As of June 30			% Change in Fund Balance
	Beginning Balance	2024 Actual Rev.	2024 Actual Exp.	Ending Balance	
Neighborhood Development	1,084,145	69,055	348,809	804,391	(25.8)%
Community Relations	708,599	243,440	311,695	640,344	(9.6)%
Clean City Program	495,308	472,351	252,373	715,286	44.4%
Cemetery	183,077	163,421	219,346	127,152	(30.5)%
Emergency Services	107,751	1,513,651	1,028,606	592,796	450.2%
Public Safety Communication	1,871,928	2,177,594	2,115,402	1,934,120	3.3%
Police Grants	954,705	90,291	191,130	853,866	(10.6)%
PBIA (Park/Bus Improvement Area)	80,643	130,360	49,968	161,035	99.7%
Trolley	52,133	8,936	7,278	53,791	3.2%
Front Street Bus Improvement Area	10,094	2,700	—	12,794	26.7%
Convention & Event Center	822,377	1,059,275	1,023,036	858,616	4.4%
Capitol Theatre	107,989	201,470	216,731	92,728	(14.1)%
PFD - Convention Center	926,013	492,615	712,950	705,678	(23.8)%
Tourism Promotion Area	126,107	487,459	487,457	126,109	—%
PFD - Capitol Theatre	730,372	373,189	324,213	779,348	6.7%
American Rescue Plan Act (ARPA) ¹	67,700	1,852,593	1,852,593	67,700	—%
Total Other Gov't Operating Funds	\$ 8,328,941	\$ 9,338,400	\$ 9,141,587	\$ 8,525,754	2.4%

GOVERNMENTAL CAPITAL FUNDS

Fund	2024	As of June 30			% Change in Fund Balance
	Beginning Balance	2024 Actual Rev.	2024 Actual Exp.	Ending Balance	
Central Bus District Capital	55,024	—	—	55,024	—%
Capitol Theatre Construction	197,361	30,000	21,674	205,687	4.2%
Yakima Redevelopment Area	745,825	—	269,867	475,958	(36.2)%
Parks & Recreation Capital ²	365,035	478,185	870,322	(27,102)	(107.4)%
Fire Capital	606,002	77,585	13,087	670,500	10.6%
Law and Justice Capital	975,025	248,125	25,864	1,197,286	22.8%
Public Works Trust Construction	2,978,608	612,223	633,284	2,957,547	(0.7)%
REET 2 Capital	1,114,692	569,999	888,399	796,292	(28.6)%
Street Capital	5,211,580	820,192	358,113	5,673,659	8.9%
Street Overlay & Reconstruction	3,308,660	2,121,144	3,059,187	2,370,617	(28.4)%
Conv & Event Center Cap Impr	1,839,511	379,772	68,908	2,150,375	16.9%
Reserve for Capital Improvement	192,872	—	35,889	156,983	(18.6)%
Total Gov't Capital Funds	\$ 17,590,195	\$ 5,337,225	\$ 6,244,594	\$ 16,682,826	(5.2)%

¹ The American Rescue Plan Act (ARPA) Special Revenue Fund (180) was created to account for funds received from the Office of Financial Management (OFM) to aid in the recovery from the budgetary, economic, and financial impacts of the COVID pandemic.

² Parks and Recreation Capital has a negative fund balance due to the approval to move forward with the Aquatic Center project, and the timing of reimbursements that require completion before payments can be made.

ENTERPRISE OPERATING FUNDS

Fund	2024	As of June 30			% Change in Fund Balance
	Beginning Balance	2024 Actual Rev.	2024 Actual Exp.	Ending Balance	
Airport Operating	\$ 1,250,696	\$ 706,612	\$ 796,035	\$ 1,161,273	(7.1)%
Stormwater Operating	2,702,965	2,588,032	1,393,342	3,897,655	44.2%
Transit Operating	13,239,870	4,267,204	4,598,112	12,908,962	(2.5)%
Refuse	5,042,505	4,948,613	4,448,321	5,542,797	9.9%
Wastewater Operating	12,518,020	12,248,418	14,048,912	10,717,526	(14.4)%
Water Operating	7,515,184	5,150,116	6,146,466	6,518,834	(13.3)%
Irrigation Operating	1,073,077	1,123,045	1,463,553	732,569	(31.7)%
Total Enterprise Operating Funds	\$ 43,342,317	\$ 31,032,040	\$ 32,894,741	\$ 41,479,616	(4.3)%

ENTERPRISE CAPITAL FUNDS

Fund	2024	As of June 30			% Change in Fund Balance
	Beginning Balance	2024 Actual Rev.	2024 Actual Exp.	Ending Balance	
Airport Capital ³	\$ 409,993	\$ 72,035	\$ 793,063	\$ (311,035)	(175.9)%
Stormwater Capital	4,678,448	375,000	348,875	4,704,573	0.6%
Transit Capital	4,585,744	363,167	482,252	4,466,659	(2.6)%
Wastewater Facilities Capital	2,904,321	489,917	317,552	3,076,686	5.9%
Wastewater Construction Capital	9,676,224	1,000,000	1,001,103	9,675,121	—%
Wastewater Capital	2,976,755	1,500,000	1,183,223	3,293,532	10.6%
Water Capital	8,179,481	4,000,000	353,310	11,826,171	44.6%
Irrigation Capital ⁴	(1,645,186)	1,026,130	328,033	(947,089)	(42.4)%
Total Enterprise Capital Funds	\$ 31,765,780	\$ 8,826,249	\$ 4,807,411	\$ 35,784,618	12.7%

INTERNAL SERVICE FUNDS

Fund	2024	As of June 30			% Change in Fund Balance
	Beginning Balance	2024 Actual Rev.	2024 Actual Exp.	Ending Balance	
Equipment Rental	\$ 5,499,479	\$ 3,164,264	\$ 2,752,150	\$ 5,911,593	7.5%
Environmental	281,654	—	109,232	172,422	(38.8)%
Public Works Administration	700,567	733,863	660,069	774,361	10.5%
Utility Services	739,688	847,931	1,002,947	584,672	(21.0)%
Total Enterprise Operating Funds	\$ 7,221,388	\$ 4,746,058	\$ 4,524,398	\$ 7,443,048	3.1%

³ The negative fund balance for Airport Capital is due to the timing of reimbursements that require project completion before payments can be made. This should be corrected in the next quarter.

⁴ The negative Irrigation Capital fund balance is due to project costs associated with the Nelson Dam Removal Project. An interfund loan from the Wastewater/Stormwater Division will correct the balance in the next quarter.

EMPLOYEE BENEFIT RESERVES

Fund	2024	As of June 30			% Change in Fund Balance
	Beginning Balance	2024 Actual Rev.	2024 Actual Exp.	Ending Balance	
Unemployment Comp Reserve	\$ 510,649	\$ 128,079	\$ 106,083	\$ 532,645	4.3%
Employees Health Ben Reserve	4,020,232	6,729,174	8,982,758	1,766,648	(56.1)%
Worker's Comp Reserve	364,854	1,942,090	1,720,593	586,351	60.7%
Wellness/EAP	204,582	—	18,599	185,983	(9.1)%
Total Employee Benefit Reserve	\$ 5,100,317	\$ 8,799,343	\$ 10,828,033	\$ 3,071,627	(39.8)%

RISK MANAGEMENT RESERVE

Fund	2024	As of June 30			% Change in Fund Balance
	Beginning Balance	2024 Actual Rev.	2024 Actual Exp.	Ending Balance	
Risk Management Reserve	\$ 7,982,497	\$ 2,317,077	\$ 3,992,514	\$ 6,307,060	(21.0)%

DEBT SERVICE & AGENCY FUNDS

Fund	2024	As of June 30			% Change in Fund Balance
	Beginning Balance	2024 Actual Rev.	2024 Actual Exp.	Ending Balance	
GO Bond Redemption					
2002 GO Convention Center	\$ 366,200	\$ 711,796	\$ 299,639	\$ 778,357	112.5 %
2005 GO Various Bonds ⁵	17,626	1,611,558	2,300,082	(670,898)	n/a
Total GO Bond Redemption	\$ 383,826	\$ 2,323,354	\$ 2,599,721	\$ 107,459	(72.0)%
Water/Sewer Revenue Bond Redemption					
WW Rev Bond & 2008 Debt Service	\$ 14,897	\$ 193,950	\$ 17,875	\$ 190,972	n/a
Irrigation Bond Debt Service	29,314	135,375	31,563	133,126	354.1 %
WW Rev Bond Rsv & 2012 Debt Svc	1,620,948	—	—	1,620,948	— %
Total W/S Rev Bond Redemption	\$ 1,665,159	\$ 329,325	\$ 49,438	\$ 1,945,046	16.8 %
Agency Funds					
YakCorps	\$ 1,160,478	\$ —	\$ —	\$ 1,160,478	— %
Custodial Fund	402,770	698,092	730,158	370,704	(8.0)%
Cemetery Trust	738,747	7,085	6,000	739,832	0.1 %
Total Agency Funds	\$ 2,301,995	\$ 705,177	\$ 736,158	2,271,014	(1.3)%
Total Debt Service & Agency Funds	\$ 4,350,980	\$ 3,357,856	\$ 3,385,317	\$ 4,323,519	(0.6)%

⁵ Fund balance may be negative due to the timing in interest accrual payments. These numbers should correct by year-end