



2024 -2025 Biennium Budget Budget Work Sessions

Board of County Commissioners Briefing

September 11, 13-14

Budget Work Session Agenda

September 11, 13-14

Monday, September 11, 2023; 9:15 am-11:30 am, 1:30 pm-4:00 pm

- General Fund 2023 Year End Projection
- Sales Tax
- Property Tax
- General Fund Forecast: 2014-2032
- Budget Request Preview
- Budget Historical Trends

Wednesday, September 13, 2023; 9:15 am-11:30 am, 1:30 pm-4:00 pm

- Items Continued from Monday
- Budget and Fiscal Principles
- Confirmation of Target 2025 Ending Fund Balance
- Compensation- Executive Session

Thursday, September 14, 2023; 9:15 am-11:30 am, 1:30 pm-4:00 pm

- Items Continued from Wednesday
- County Fund Assessments
- Lodging Excise Tax
- Balancing General Fund Budget
- Biennium Budget Development Schedule



GENERAL FUND

2023 YEAR END PROJECTION

	<u>Revised Budget</u>	<u>2023 Projected</u>	<u>Difference</u>
Beginning Fund Balance	41,496,024	41,496,024	-
Revenue			
Property Tax	46,200,000	45,738,000	(462,000)
Sales Tax	27,090,000	26,618,000	(472,000)
Other Taxes	4,915,500	5,080,100	164,600
Fines & Forfeits	2,109,100	1,406,821	(702,279)
Licenses & Permits	1,855,000	2,047,250	192,250
Intergovernmental Payments ¹	12,256,181	11,376,428	(879,753)
Charges for Services ²	17,095,546	16,494,666	(600,880)
Miscellaneous Revenue	2,976,689	5,018,724	2,042,035
Transfers ³	4,192,291	3,976,000	(216,291)
Total Revenue	118,690,307	117,755,989	(934,318)
Expenditures⁴	131,643,111	126,235,571	(5,407,540)
Estimated ending Fund Balance	28,543,220	33,016,442	4,473,222



GENERAL FUND

2023 YEAR END PROJECTION

	Budget	Expenditure	Variance (\$)	(%)
01 Assessor's Office	5,277,615	5,081,555	196,060	3.71%
02 Auditor's Office	8,872,893	8,635,658	237,235	2.67%
05 Clerk	5,332,971	4,829,082	503,889	9.45%
03 Commissioner's Office	3,616,840	3,365,358	251,482	6.95%
27 Community Planning & Econ Dev	1,541,503	1,369,272	172,231	11.17%
12 Coroner's Office	2,223,884	2,315,962	(92,078)	-4.14%
07 District Court	4,507,347	4,200,082	307,265	6.82%
29 Emergency Svs	2,287,320	2,218,890	68,430	2.99%
22 Human Resources	2,396,057	2,135,593	260,464	10.87%
08 Juvenile Court	7,801,272	7,381,551	419,721	5.38%
23 Non-Departmental	6,939,873	6,506,660	433,213	6.24%
36 Planning	2,590,093	2,364,244	225,849	8.72%
37 Pre-Trial Services	1,007,855	930,340	77,515	7.69%
09 Prosecuting Attorney	11,669,039	10,901,945	767,094	6.57%



GENERAL FUND

2023 YEAR END PROJECTION

	<u>Budget</u>	<u>Expenditure</u>	<u>Variance</u>	
			<u>(\$)</u>	<u>(%)</u>
24 Public Defense	8,576,696	8,127,640	449,056	5.24%
40 Public Health	87,203	47,834	39,369	45.15%
34 Public Works	970,489	970,489	-	0.00%
10 Sheriff - Law	26,315,773	26,274,593	41,180	0.16%
11 Sheriff - Corrections	19,707,781	19,018,380	689,401	3.50%
41 Social Services	24,567	4,892	19,675	80.09%
06 Superior Court	8,397,406	8,057,862	339,544	4.04%
04 Treasurer's Office	1,498,634	1,497,688	947	0.06%
Total Expenditures	131,643,111	126,235,571	5,407,540	4.11%

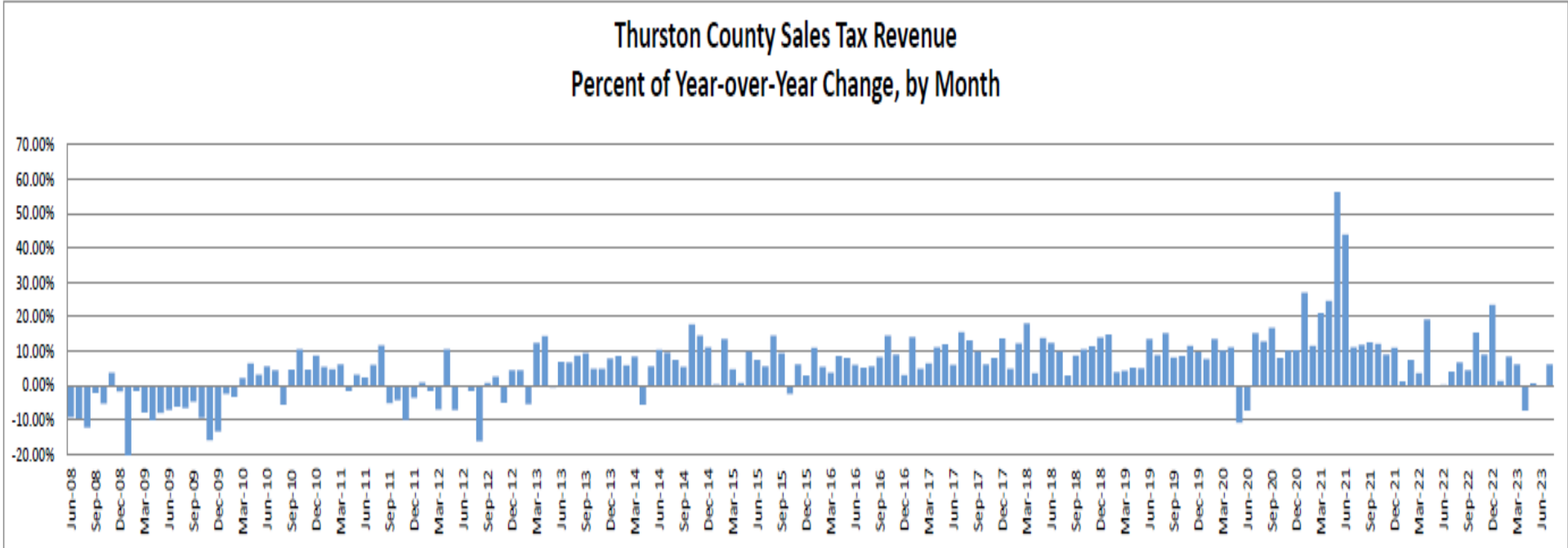


SALES TAX



Sales Tax Revenues 2008 to 2023

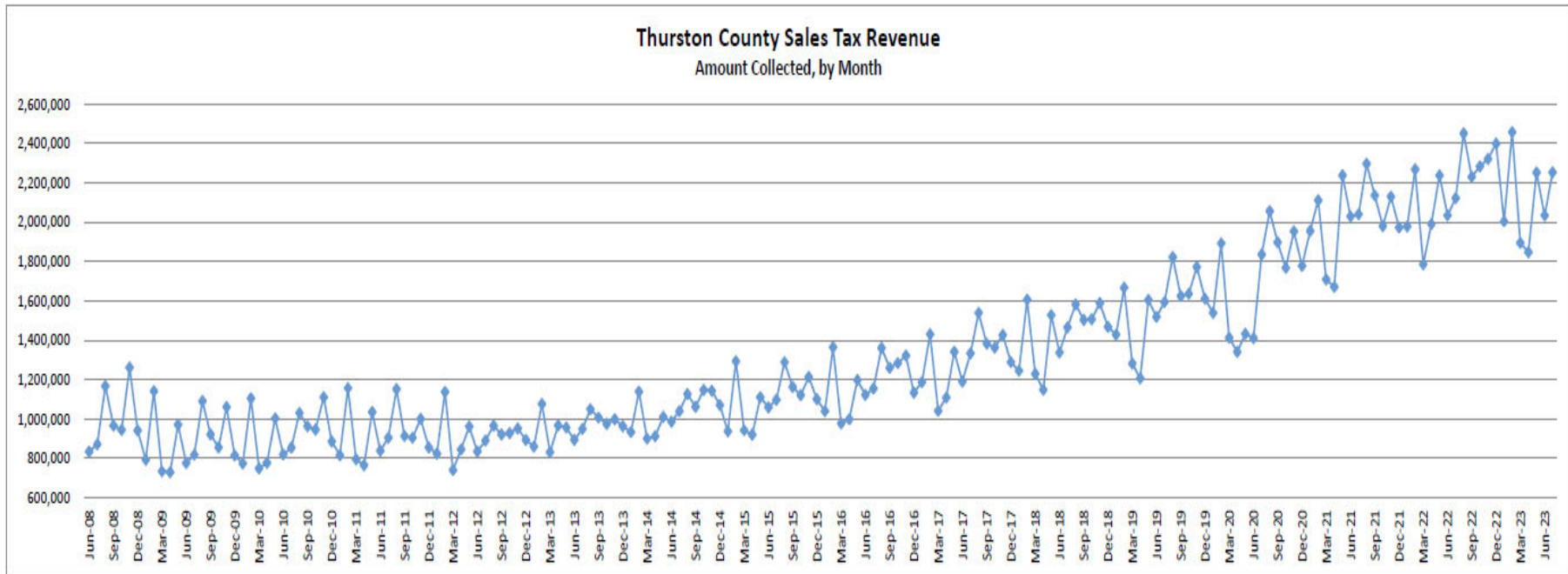
Thurston County Sales Tax Revenue
Percent of Year-over-Year Change, by Month



July sales tax revenue total \$2,254,007.36
 Compared to July 2022, Year-over-Year growth was 6.14%
 July sales tax is earned during the month of May
 Year-over-Year growth for 2023 is approximately 2.3%



County Sales Tax Growth Rates 2008 to 2023



County Sales Tax July 2023

Total Sales Tax & Top 10 Categories	July 2023	July 2022	Percent Growth
Total Sales Tax	2,254,007.36	2,123,619.47	6.14%
Retail Trade	949,880.05	867,096.93	9.55%
Construction	493,522.13	424,479.25	16.27%
Accommodation & Food Services	133,412.58	125,006.23	6.72%
Wholesale Trade	127,940.46	101,630.65	25.89%
Information	71,432.04	69,133.43	3.32%
Administrative & Support & Waste Management	139,752.35	125,548.89	11.31%
Other Services	58,866.29	43,200.37	36.26%
Professional, Scientific & Technical Services	49,105.02	39,890.41	23.10%
Real Estate & Rental & Leasing	33,660.23	32,803.73	2.61%
Manufacturing	40,381.23	39,374.32	2.56%

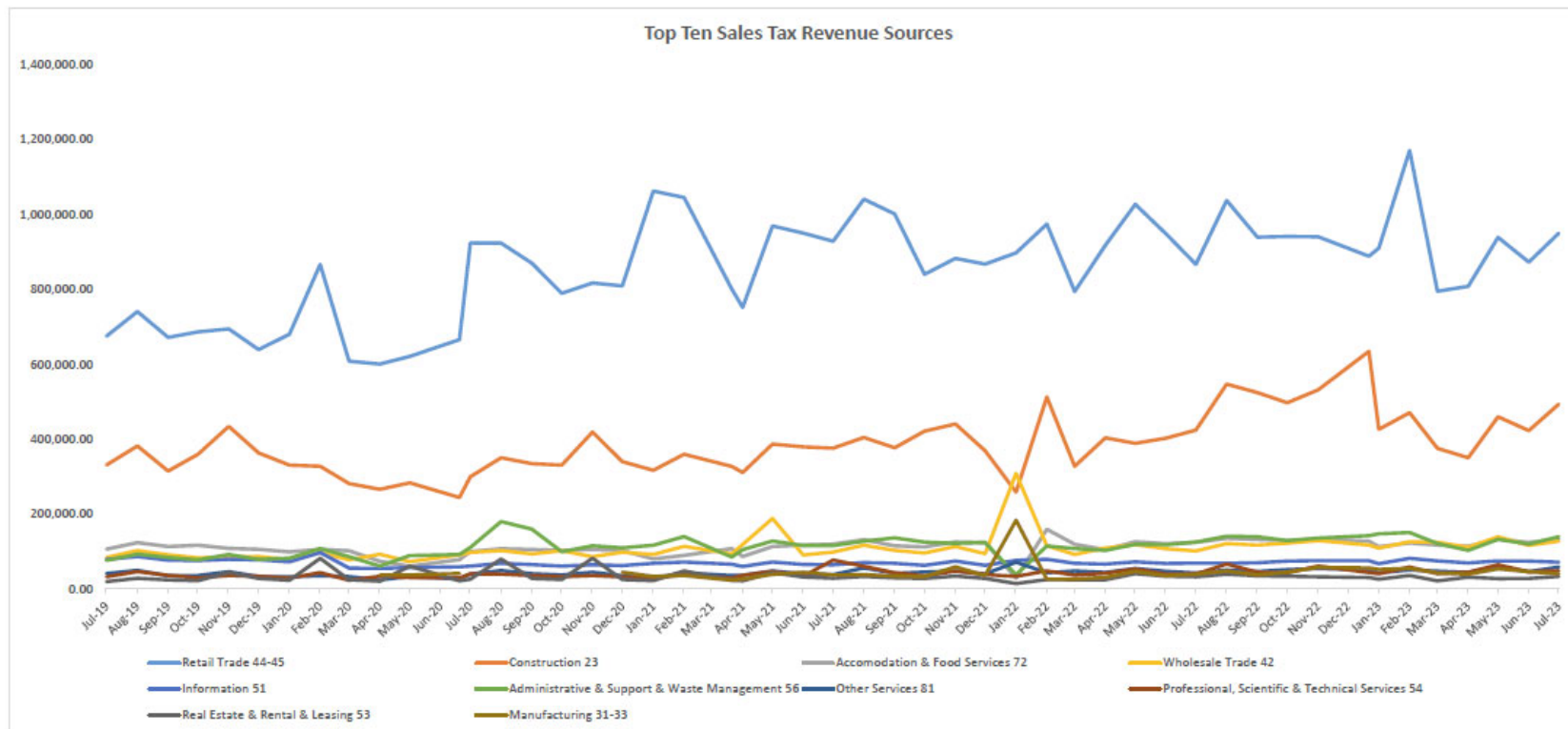
Total sales tax accumulation year-over-year growth for July was 6.14 %.

The county saw year-over-year growth in each category of sales tax revenue.

Retail Trade made up approximately 42% of the total revenue received from sales tax. Year-over-year growth for Retail Trade was up 9.55% this month.

Revenue from Construction accounted for 22% of the total sales tax revenue. Year-over-year growth for construction was strong at 16.27%.

The other top 10 categories account for 29% of total revenue. Year-over-year growth in these categories ranged from 2.5% to 36.26%.



PROPERTY TAX



Property Tax Calculation

■ Levy Increase			
■ Last Year's Highest Lawful Levy (excludes refunds)		\$	44,937,920
■ Multiply by one percent		\$	449,379
■ New Construction			
■ Value of new construction	\$	909,126,951	
■ Multiply by last year's levy rate	0.7888	\$	717,155
■ State Assessed Property			
■ Growth in value of	\$	-	
■ Multiply by last year's levy rate	0.7888	\$	<u>-</u>
■ Highest Lawful Levy		\$	46,104,454
■ Refund Levy Amounts		\$	<u>-</u>
■ Property Tax Levy		\$	46,104,454
■ Add Road Levy Shift \$2,000,000		\$	48,104,454

Calculate the levy rate:

Divide Highest Lawful Levy by Assessed Value $\$59,496,279,909 = .8085$ \$1 per thousand



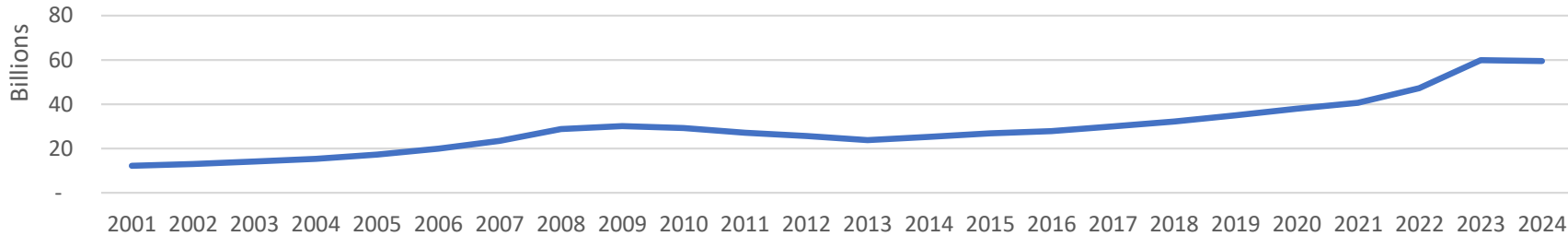
Property Tax Levy General Fund Historical

Tax Year	Assessed Value	Rate	Property Tax Levy	Levy Increase	% of Inc
2001	12,207,783,715	1.7749	21,668,482		
2002	13,037,972,080	1.7233	22,468,985	800,503	3.69%
2003	14,146,526,273	1.6481	23,315,555	846,570	3.77%
2004	15,351,292,485	1.5910	24,423,906	1,108,351	4.75%
2005	17,304,943,898	1.4783	25,581,095	1,157,189	4.74%
2006	19,930,800,551	1.3477	26,860,070	1,278,975	5.00%
2007	23,474,474,955	1.2122	28,455,739	1,595,669	5.94%
2008	28,809,395,274	1.0467	30,154,375	1,698,636	5.97%
2009	30,117,613,424	1.0431	31,415,653	1,261,278	4.18%
2010	29,248,858,362	1.1020	32,232,077	816,424	2.60%
2011	27,144,068,081	1.2164	33,017,023	784,946	2.44%
2012	25,688,577,402	1.3193	33,889,737	872,714	2.64%
2013	23,803,208,509	1.4472	34,447,017	557,280	1.64%
2014	25,260,667,503	1.3921	35,165,586	718,569	2.09%
2015	26,847,393,749	1.3395	35,961,428	795,842	2.26%
2016	27,898,056,620	1.3236	36,927,009	965,581	2.69%
2017	30,034,610,293	1.2639	37,961,222	1,034,213	2.80%
2018	32,216,830,448	1.2524	40,347,340	2,386,118	6.29%
2019	35,031,856,677	1.2165	42,614,865	2,267,525	5.62%
2020	38,006,995,556	1.1621	44,169,457	1,554,592	3.65%
2021	40,680,976,577	1.1156	45,381,772	1,212,315	2.74%
2022	47,274,990,898	0.9800	46,331,142	949,370	2.09%
2023	59,889,577,889	0.7888	47,243,264	912,122	1.97%
2024	59,496,279,909	0.8085	48,104,454	861,190	1.82%

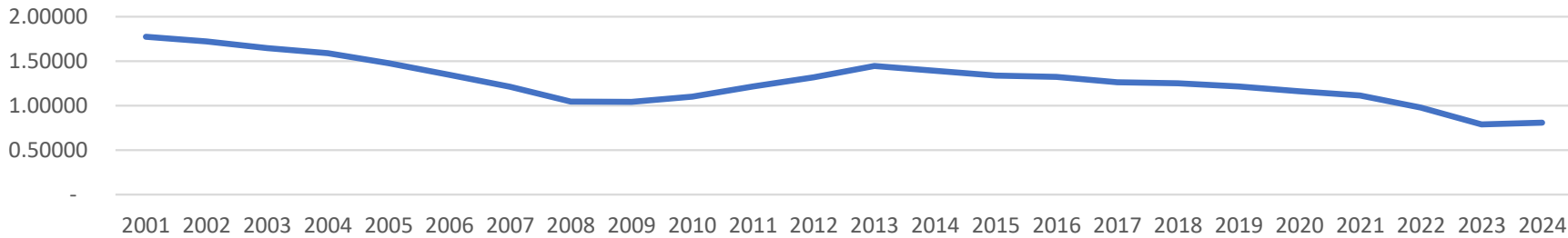


General Fund Property Tax Value Tax Rate and Levy Trends

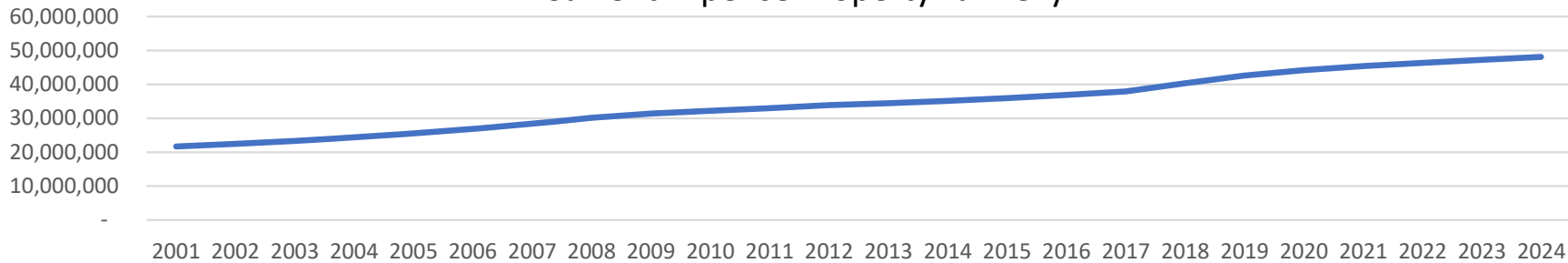
Property Value in Thurston County - Dollars in Billions



Current Expense Tax Rate per \$1,000 of Property Value



Current Expense Property Tax Levy



Property Tax Payments

Year	Sales Price(\$)	Rate	GF Tax (\$)	Increase
2019	345,000	1.2164	419.66	
2020	403,500	1.1621	468.91	49.25
2021	471,000	1.1154	525.35	56.45
2022	530,000	.9746	516.54	(8.82)
2023	537,500	.7888	423.98	(92.56)
2024	545,106	.8085	440.72	16.74

Source: Redfin, June Data



GENERAL FUND FORECAST



BUDGET REQUEST HIGH-LEVEL REVIEW

Significant Items

Policy Level General Fund

	One-Time	Ongoing	Total
B-27-11: Development Services	1,424,444	1,424,444	2,848,888
B-34-078: Lake Management District Revenue Match		601,000	601,000
B-07-17: Substance Abuse Monitoring Program		550,000	550,000
B-11-06: DST Expenditure Shift to General Fund		500,000	500,000
B-12-01: Autopsy Cost Increase		420,000	420,000
B-10-10: TCSO Additional Overtime Costs		369,766	369,766
B-11-01: Corrections Dept increased Food Service Cost		361,175	361,175
B-23-10 thru 13: Class and Compensation Study		1,029,728	1,029,728



BUDGET HISTORICAL TRENDS

BUDGET & FISCAL PRINCIPLES

9/11/2023

Office of the County Commissioners – 2024-2025 Biennium Budget
Budget Work Sessions



TARGET 2025 ENDING FUND BALANCE

COMPENSATION

COUNTY FUND ASSESSMENTS

9/11/2023

Office of the County Commissioners – 2024-2025 Biennium Budget
Budget Work Sessions



LODGING EXCISE TAX

BALANCING GENERAL FUND BUDGET

9/11/2023

Office of the County Commissioners – 2024-2025 Biennium Budget
Budget Work Sessions



WHAT TO EXPECT IN THE COMING MONTHS

Budget Work Sessions and Adoption Schedule

Date	Activity / Action
October 2 - 13	Board Work Sessions: Budget Presentations
October 23 - 27	Board Work Sessions: Decisions
October 27	Board Preliminary 2 Decisions
November 20	Publish BoCC Preliminary 2 Budget
December 4 - 5	Public Hearings
December 6 - 7	Board Final Deliberations
December 12	Property Tax Levy Certification
December 15	Budget Adoption



Thank you!

For questions, contact:

Nicole Martinez, Budget and Fiscal Manager

360-786-5130

nicole.martinez@co.thurston.wa.us

Robin Campbell, Assistant County Manager

360-790-3063

robin.campbell@co.thurston.wa.us

