

## General Fund Balancing Analysis

Staff: Tom Mikesell, Analyst

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### Executive Summary:

The Mayor's 2024 Proposed Budget Adjustments (Proposed Adjustments) increase expenditures from the General Fund (GF) by \$51 million (3%) compared to the 2024 Endorsed Budget. This memo:

- Reviews changes made by the Council and the Mayor since the Council adopted a 2023 budget and endorsed a budget for 2024 in November 2022 (this includes legislative changes, technical corrections, changes to assumptions (e.g., revised revenue forecasts), and policy choices embedded in the Mayor's 2023-2024 Proposed Budget Adjustments)
- How those changes change the General Fund (GF) budget for 2023 and 2024 and the impact on the sustainability of the GF balance; and
- Highlights policy options for the Committee's consideration.

At the highest level, the key takeaways from this analysis include:

- In November 2022, the Council adopted a budget for 2023 and endorsed a budget for 2024. At that time, those decisions resulted in a projected average ongoing annual deficit in the GF of approximately \$212 million in 2025 and beyond.
- The most recent revenue forecast (approved by the Forecast Council in August 2023) included additional GF resources available to spend in both 2023 and 2024. These new resources are one-time in nature and will not be available to support new ongoing spending over the long-term and both the Forecast Office and City Budget Office continue to highlight the uncertainty of future economic trends.
- Overall, the 2024 Proposed Adjustments increase the projected average ongoing annual deficit in the GF to \$247 million, a \$35 million or 17% increase, increasing the unsustainability of the GF.
- In this budget process the Council could consider actions to begin to address the sustainability issue; this could include work to establish the process for how the Council will work with the Mayor to identify lasting changes to address the project GF deficit.

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## I. Background

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[RCW 35.32A.030](#) requires that Seattle adopts a balanced budget, where the estimated revenues of each fund meets or exceeds budgeted expenditures. Time of adoption is the only time State law requires that the budget be balanced. The law does not require the annual budget to be updated to reflect changes in the City's revenue projections throughout the year. If authorized spending exceeds available revenues, the Executive is constrained by the amount of resources available to support authorized spending. If this occurs, the Executive is required to make administrative spending reductions (that is, the Executive must choose areas to stop spending).

State law does not require that a balanced budget is demonstrated in the years beyond the year being adopted, however, making projections of how current expenditure decisions may result in projected surpluses or deficits in the future is a common fiscal practice to foster sustainable and stable provision of government services in the future.

Beginning with the 2023-2024 biennium, the City Council, in partnership with the Mayor, implemented changes to the budget process that, while not a true biennial budget process due to various constraints, are intended to reap some of the benefits offered by a biennial budget process (e.g., more predictable and durable resourcing decisions for departments and organizations that rely on City funding; fewer changes to consider in the review of the Year 2 budget). In 2024, Year 2 of the City's modified biennial budget process, the process focuses on adjustments to the endorsed budget and should result in fewer changes. The intention is to establish, over time, a more streamlined budget process in odd-numbered years.

As the starting point for the focus on the City's General Fund (GF) balance and projected financial status, Section II of this memorandum briefly describes the 2023 Adopted Budget GF Financial Plan provided in the 2023 Adopted and 2024 Endorsed Budget Book, which demonstrates, beginning in 2025, an ongoing funding gap and negative unreserved fund balance. This will serve as the foundation for subsequent sections that will track how proposed revenue and expenditure changes impact the projected funding gap and negative projected fund balance.

Section III describes the budget measures, taken by the Council and Mayor to adjust the 2023 budget because of unforeseen events, as well as new revenues available based on the August forecast update by the Office of Economic and Revenue Forecasts (Forecast Office) and the City Budget Office (CBO). Finally, this section describes new proposals from the Mayor for the 2023 Budget, by way of proposed year-end supplemental appropriation and grants ordinances, and ultimately updates the estimated 2024 beginning fund balance that would be available if these proposals are passed.

Section IV of this paper continues with a review of the Mayor's 2024 Proposed Budget Adjustments (Proposed Adjustments) for the GF, in preparation for more detailed departmental or topic-specific Issue Identification discussions on October 12 and 13. This review itemizes major categories of the Proposed Adjustments, with a specific focus on revenue and expenditure measures proposed to bring the fund in balance.

Section V of this paper concludes the analysis of the GF with a review of the full GF Financial Plan through 2027, after accounting for the proposed changes discussed in previous sections and provides an updated view of the sustainability of the GF budget in 2025 and beyond.

Section VI provides a review of the status of the City’s fiscal reserves, with a focus on the GF transfers in and the fund balances compared to policy levels.

**II. 2023 Adopted/2024 Endorsed GF Financial Plan**

**1. 2023 Adopted/2024 Endorsed GF Budget**

On November 29, 2023, the City Council passed [ORD 126725](#) and [RES 32072](#), which approved a two year budget plan for 2023 and 2024, respectively. This two-year budget plan included a 2023 Adopted City budget of \$7.4 billion, of which \$1.6 billion was for programs and services funded from the GF, and a 2024 Endorsed City budget totaling \$7.38 billion, of which \$1.65 billion is GF.

Table 1 shows the fiscal parameters of the two-year GF budget plan, including the 2022 beginning balance, operating revenues, operating expenditures, reserves, and ending unreserved fund balance. Put another way, this table represents the parameters of the balanced 2023 Adopted and 2024 Endorsed Budgets.

*Table 1. 2023 Adopted/2024 Endorsed GF Budget*

| <b>Amounts in \$1,000s</b>  | <b>2022 Revised Budget</b> | <b>2023 Adopted Budget</b> | <b>2024 Endorsed Budget</b> |
|---|----------------------------|----------------------------|-----------------------------|
| Beginning Budgetary Fund Balance  | \$273,327                  | \$193,616                  | \$210,898                   |
| Operating Revenues  | \$1,765,677                | \$1,623,449                | \$1,634,509                 |
| Operating Expenditures  | (\$1,845,389)              | (\$1,606,167)              | (\$1,651,357)               |
| Ending Budgetary Fund Balance   | \$193,616                  | \$210,898                  | \$194,049                   |
| Planning Reserves <sup>1/</sup>   | (\$38,008)                 | (\$103,364)                | (\$194,049)                 |
| Ending Unreserved Fund Balance  | \$155,608                  | \$107,534                  | \$0                         |
| <sup>1/</sup> Includes \$10 million underspend assumption in 2023 and 2024. |                            |                            |                             |

As shown in the table, a \$155.6 million unreserved ending fund balance in 2022 carries through 2024 to arrive at a zero ending unreserved fund balance at the end of 2024, representing a balanced budget. The ‘Planning Reserves’ row includes amounts that are likely intended to be budgeted in future years but are not yet part of the budget due to legal or other planning considerations as determined by the Executive. Since these amounts are not appropriated in the budget, in Table 1 they are shown ‘below the line’ (i.e., not part of expenditures), consistent with the biennial budget.

**2. 2023 Adopted/ 2024 Endorsed Budget GF Financial Plan**

In February of this year, CBO published the [2023 Adopted / 2024 Endorsed Budget book](#), that memorializes and describes the funding decisions in ORD 127625 and RES 32072, and includes, on page 717, a financial plan for the GF, covering revenues and expenditures from 2021 actuals through 2026 projected. In the budget book, the financial plan is organized with the Planning Reserve amounts shown ‘below the line’. Like past presentations, which restructured the CBO-

developed plan into a format that clearly demonstrates the annual operating gap, Table 2, below, adds growth in non-appropriated planning reserves above the 2022 level to the 'Expenditures' row.

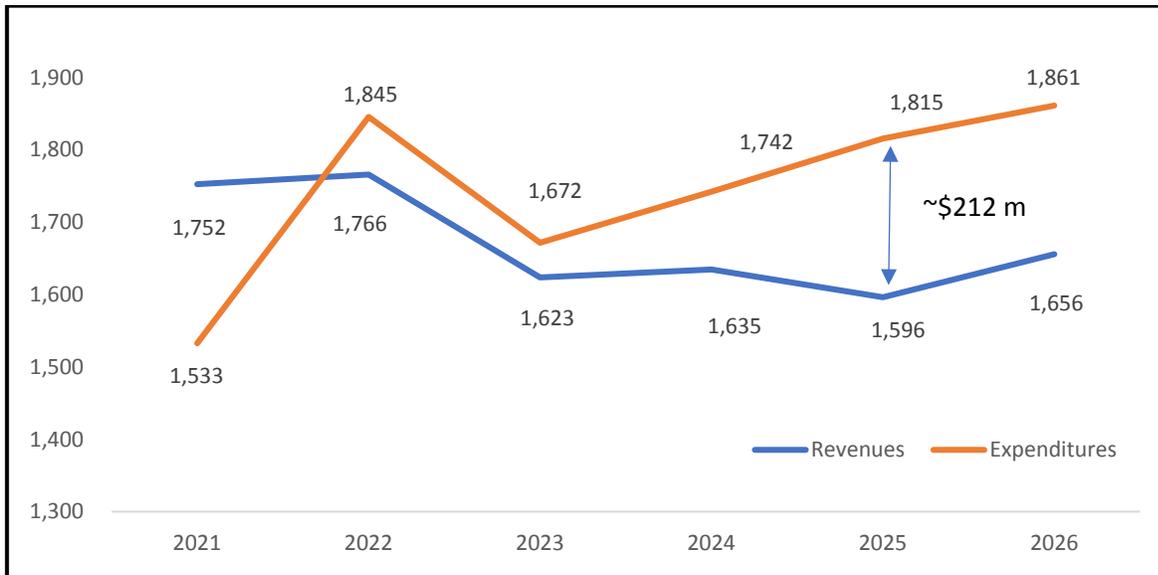
With this adjustment it is possible to see, as summarized in the *Surplus (Deficit)* row of Table 2 below, that the financial plan projected an average ongoing deficit in the GF of approximately \$212 million in 2025 and 2026. In simple terms, this means that the projected ongoing GF expenditures are higher than the revenues that would be available to support them each year.

Table 2. 2023 Adopted/2024 Endorsed GF Budget Financial Plan<sup>1</sup>

| Amounts in \$1,000s            | 2022 Revised      | 2023 Adopted      | 2024 Endorsed      | 2025 Projected     | 2026 Projected     |
|--------------------------------|-------------------|-------------------|--------------------|--------------------|--------------------|
| Starting Budgetary Balance     | \$273,327         | \$193,616         | \$145,542          | \$38,008           | (\$181,166)        |
| Revenues                       | \$1,765,677       | \$1,623,449       | \$1,634,509        | \$1,596,179        | \$1,655,537        |
| Expenditures                   | (\$1,845,389)     | (\$1,671,523)     | (\$1,742,043)      | (\$1,815,353)      | (\$1,860,984)      |
| <b>Surplus (Deficit)</b>       | <b>(\$79,711)</b> | <b>(\$48,074)</b> | <b>(\$107,534)</b> | <b>(\$219,174)</b> | <b>(\$205,448)</b> |
| Ending Budgetary Fund Balance  | \$193,616         | \$145,542         | \$38,008           | (\$181,166)        | (\$386,614)        |
| Planning Reserves              | (\$38,008)        | (\$38,008)        | (\$38,008)         | (\$38,008)         | (\$38,008)         |
| Ending Unreserved Fund Balance | \$155,608         | \$107,534         | \$0                | (\$219,174)        | (\$424,622)        |

Figure 1 shows these revenue and expenditures trends graphically, to help visualize the \$212 million average operating gap between GF revenues and expenditures.

Figure 1. 2023 Adopted/2024 Endorsed Budget GF financial plan operating gap



<sup>1</sup> To facilitate a functional display of the gap between ongoing revenue and expenditure projections, given the City Budget Office's practice of leaving some expenditures in unbudgeted, reserve status, the growth in planning reserves above the 2022 base level of \$38 million is shown in the 'Expenditure' row in each future year.

As shown in Figure 1, the gap between revenues and expenditures in 2023 and 2024, which is supported by use of \$155 million of one-time fund balance from prior year activity, grows larger in 2025 as the temporary use of one-time transfers, primarily from the JumpStart Fund, expires according to provisions in [ORD 126719](#), the Funds Flexibility ordinance.

### III. 2023 GF Budget Adjustments

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#### 1. 2022 Year-end Reconciliation

As described in the [May 17<sup>th</sup> General Fund Financial Planning staff memo](#) to the Finance and Housing Committee, a combination of higher than anticipated revenues and lower than budgeted expenditures in 2022 resulted in an actual year-end fund balance that was \$167.5 million higher than what was expected when the 2023 Budget was adopted. As discussed in the next section of this memo, \$134 million of that higher beginning balance is for automatic and legislated appropriations carried forward into the 2023 budget, leaving a net \$34 million of unprogrammed, one-time resources for use in the Mayor's proposed 2023 and 2024 budget adjustments.

#### 2. Approved 2023 Adjustments and Auto carryforwards

Since November 2022 the 2023 Adopted Budget has been revised by a series of legislative and revenue updates, including:

- [ORD 120429 – SDOT Public Space and Business Activation Permitting](#): Reduced GF revenues by \$100,000 due to various changes to Seattle Municipal Code Title 15 regarding sidewalk cafés, merchandise displays, and vending. Though Council passed this bill in 2022, it was after the budget was adopted; as such, this results in a small revenue reduction compared to the adopted level of revenues.
- [ORD 126761 – Police Data Technician Pay Increase](#): Appropriated \$882,176 GF to the Seattle Police Department (SPD) resulting from a Memorandum of Understanding (MOU) between the City and PROTEC17 bargaining unit. This agreement provides a 23 percent wage increase for approximately 30 regularly appointed Police Data Technician employees at SPD.
- [ORD 126756 – SDOT Employer Shared Transit Stops](#): Among several changes related to sharing of public transit stops with private transit providers, reduced GF revenues by \$75,000 by shifting Shuttle Vehicle Permit fee revenues that had been deposited to the GF to the Transportation Fund.
- [ORD 126782 – City Prosecuting Attorneys Pay Increase](#): Appropriated \$933,000 GF to the Law Department resulting from an MOU between the City and the Washington State Council of County and City Employees for the Local 21-PA Assistant City Prosecutors bargaining unit. This 20 percent pay increase is intended to address recruiting and retention challenges related to staffing Prosecuting Attorney positions.
- [ORD 126768 – FAS Weights and Measures Update](#): Increased GF revenues by \$39,000 due to updates to weights and measures code provisions intended to align with state code.
- [ORD 126791 – CBO 2023 Grant Acceptance & Appropriation](#): Appropriated \$7.1 million GF for various programs funded by external grants, which provide revenues to wholly support the appropriation.

- [ORD 126806 – SDHR SPEOG MOU](#): Appropriated \$1.1 million GF for a four percent contract wage increase for 100 members of the Parking Enforcement Officers’ Guild.
- [ORD 126872 – CBO 2022 Carry Forward](#): Appropriated \$59.7 GF to support activities that were budgeted, but not completed, in 2022, as described in a [May 9<sup>th</sup> staff memorandum to the Finance & Housing Committee](#). As described in the memorandum, this appropriation increase is in addition to \$107.2 million of 2022 appropriations that were automatically carried forward for encumbrances, prior year capital projects funding, grant-backed spending, and other spending authorized by legislation to continue beyond the first year.
- [ORD 126875 – CBO 2023 Q2 Grant Acceptance](#): Appropriated \$1.4 million GF for various purposes, backed by the acceptance of external grant revenues.
- [ORD 126876 – CBO 2023 Mid-Year Supplemental](#): Appropriated \$15.6 million GF for necessary costs and expenses that have been incurred or will be incurred in 2023, but for which insufficient appropriations were made due to causes that could not reasonably have been foreseen at the time of making the 2023 Budget. Largely due to the reduction to the JumpStart Fund transfer to the GF based on higher than budgeted 2022 ending fund balances, reduced revenues by **(\$30.9)** million.
- [ORD 126877 – HSD Adopting 2023 AAP](#): Decreased GF appropriations by \$1.4 million as part of the adoption of the 2023 Annual Action Plan for the 2018-2023 Consolidated Plan for Housing and Community Development.
- [ORD 126880 - LEG Amusement Device Licensing Repeal](#): Decreased GF revenues by \$60,000 through a repeal of the amusement device license fee.

In total, these adjustments result in a **(\$216)** million use of GF resources in 2023.

### 3. August Revenue Forecast Update

On August 10th, staff from the Forecast Office and CBO [presented](#) to the Economic and Revenue Forecast Council<sup>2</sup> (Forecast Council) the second of two planned forecast updates for 2023. Relying on a baseline economic scenario, which has a 50 percent probability of economic activity being equal to or better than projected, this forecast projected 2023 GF revenue levels of \$1.7 billion, which is \$106.3 million higher than the amount originally projected in the 2023 Adopted Budget. This represents one-time revenue for 2023.

### 4. Proposed 2023 GF Budget Legislation

The next subsection discusses the legislation and administrative measures for the remainder of 2023 that the Mayor has proposed with the 2023-2024 Proposed Budget Adjustments.

*Year End Supplemental Legislation*: Transmitted to the Council as part of a package of legislation necessary to implement the 2023-2024 Proposed Budget adjustments, this bill would increase revenues to the GF by \$5 million and increase expenditures by \$16.9 million, with a combined balancing impact of **(\$11.9)** million.

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<sup>2</sup> Pursuant to Seattle Municipal Code Section 3.44.010 (B), the Forecast Council shall be composed of the Mayor or designee, the Director of Finance, the Council President or designee, and the Chair of the City Council Finance Committee or designee

Notable GF revenue changes include:

- **Reduce Transfer from the JumpStart Fund:** (\$4.7) million decrease in the transfer from the JumpStart Fund to the GF for revenue backfill originally provided for in ORD 126719. When combined with the \$34 million reduction to the transfer approved in ORD 126876 (the mid-year supplemental budget legislation), this reduces the total 2023 transfer from the JS Fund to the GF to \$71 million. This reduction is made possible by improvement in underlying GF revenues and helps offset a decline in JumpStart Fund payroll expense tax revenues indicated in the August forecast update.
- **Transfer Coronavirus Local Fiscal Recovery Funds to Support Seattle Fire Department Cost Increases:** \$3.6 million GF increase for a transfer from the Coronavirus Local Fiscal Recovery Fund for Seattle Fire Department (SFD) costs for firefighter and emergency medical service labor, and other costs associated with providing emergency medical services.

Notable GF expenditure changes include:

- **Finance General Adjustments:** \$5.7 million net increase to Finance General (FG), including a (\$2.5) million decrease for Paid Parental Leave costs, a (\$1.7) million decrease to abandon various reserves, including a (\$990,626) decrease to reflect repayment of an interfund loan authorized by ORD 126407 that expired at the end of 2022 and for which there are no remaining liabilities; a (\$336,588) decrease to true-up FG's debt service budget to actual costs in 2023; and a (\$320,419) decrease to eliminate the balance in the Alternative 911 response reserve, as funds are now budgeted in the Community Safety and Communications Center budget. These decreases are more than offset by a \$8.5 million increase in the transfer to the Emergency Fund and a \$1.5 million transfer to the School Safety, Traffic and Pedestrian Improvement Fund to correct an error in which revenues were not deposited in the fund.
- **Debt Service Fund Swap:** (\$750,000) GF reduction representing the shift of debt services costs from the Transportation Network Company Tax to Commercial Parking Taxes in the Transportation Fund.
- **SFD Increases:** \$5.8 million for several changes, including:
  - Utilities and fuel costs: \$838,000.
  - Worker's Compensation: \$1.3 million.
  - FAS Schedule 3 Lease and Vehicle Maintenance: \$395,000.
  - Retirement Cash-Outs: \$1.1 million.
  - Unrealized Overtime Savings for Unit Outages: \$1.7 million.
  - Overtime Backfill Increases: \$502,000.

Notable expenditure changes that are fully offset by new revenues include:

- **New Appropriations backed by New Revenues:** \$5.8 million of new appropriations, fully offset by grant and charge revenues accepted in the bill. The majority of the change is from three items, including a \$1.8 million reimbursement to the Seattle Police Department (SPD) for staffing costs at the Major League Baseball All-Star games; \$2.3 million from the Washington Association of Sheriffs and Police Chiefs to SPD for salary and benefits for 50%

of Deputy Prosecuting Attorney time, overtime for detectives on Internet Crimes Against Children Task Force investigations, and equipment, training, overtime, and infrastructure needs for partner agencies; and a \$739,000 million increase in billed revenue for the SFD overtime costs associated with providing emergency medical services, fire guard services and other fire protection services at events.

Staff analysis of the bill notes that select external funds appropriated in the bill are not included in the grant acceptance bill, described in the next subsection, submitted by the Executive. Staff continues to review the statutory requirements, and based on that review, will work with the Executive to make pre-introduction changes to the bill as needed.

*Year-end Grant Acceptance:* Transmitted as budget legislation, this represents the City's formal acceptance of grants from non-City sources. Total grant revenue accepted by this bill would be \$42.3 million, of which \$8.8 million would go to the GF. The full list of grant acceptances is included as Attachment A. In total, these proposed adjustments reduce GF resources by **(\$11.9)** million in 2023.

## **5. Revenue Adjustments/Overlaps**

There are several instances in the 2023 Revised Budget where revenue changes in different source documents, such as the August revenue forecast, or the mid-year supplemental ordinance, appear to be duplicated and/or not matching source documents. For example, in the departmental changes to the budget system of record, the total 2023 change for the August revenue forecast is \$91.7 million versus the publicly available figure on the Forecast Office website of \$106.3 million (August forecast total less 2023 Adopted revenues). This makes the tracing of discrete revenue changes difficult. Since including both instances of duplicate values in an analysis of revenue changes would overstate available resources, data provided by CBO indicates that \$14.5 million of revenue changes reported in the August revenue forecast were due to approved and proposed legislative changes described above. As such this analysis applies a **(\$14.5)** million revenue reduction to adjust for this potential double-count.

## **6. Change to Planning Reserves**

The final adjustment to the 2023 Budget is a \$5 million reduction to the amount recorded in the non-appropriated planning reserves. This adjustment reflects both the use of these off-budget resources to fund items in the 2023 Revised Budget, as well as other changes in planning assumptions. As will be discussed later in this paper, planning reserves are not included as appropriation changes in the Mayor's budget proposal, so this adjustment is at the discretion of the Executive. This change shows as a positive value in the table below, because it increases resources available in 2023.

## **7. 2023 GF Projected Ending Balance/2024 Projected Beginning Balance**

Bringing together the totals from each of the prior subsections, the 2023 ending budgetary fund balance, which represents the beginning balance of resources for the 2024 Proposed Adjustments, is \$144.1 million, as shown in Table 3 below. This is \$36.5 million higher than the amount used in building the 2024 Endorsed Budget, representing one-time resources that are deployed in the Mayor's 2024 Proposed Adjustments.

Table 3. Impact on 2023 Ending Balance from Approved and Proposed 2023 Adjustments.

| Amounts in \$000,000s                                      | 2023           |
|--|----------------|
| 2023 Adopted Ending Unreserved Fund Balance                | \$107.5        |
| 1. 2022 Year End Reconciliation                            | \$167.5        |
| 2. Approved Supplementals/Carryforwards                    |                |
| Revenues   | (\$24.8)       |
| Expenditures   | (\$191.3)      |
| Subtotal - Approved Supplementals/Carryforwards            | (\$216.0)      |
| 3. August Revenue Forecast                                 | \$106.3        |
| 4. Proposed Budget Legislation                             |                |
| Revenues   | \$13.8         |
| Expenditures   | (\$25.7)       |
| Subtotal - Proposed Budget Legislation                     | (\$11.9)       |
| 5. Revenue Adjustments/Overlaps                            | (\$14.5)       |
| 6. Changes to Planning Reserves                            | \$5.2          |
| <b>2023 Revised Unreserved Ending Fund Balance</b>         | <b>\$144.1</b> |
| Increase in 2023 ending balance compared to Adopted Budget | \$36.5         |

#### IV. 2024 Proposed GF Budget

This section includes an overview of the 2024 Proposed GF Budget, which totals \$1.7 billion, and represents a \$51 million, or three percent increase, from the 2024 Endorsed Budget. If planning reserves are included in the analysis, the 2024 Proposed Budget represents a \$79 million, or 4.3 percent increase over the 2024 Endorsed budget. Overviews of the revenue and expenditure changes are included below.

##### 1. Forecast Office/CBO Revenue Forecast Update

As discussed earlier in this memorandum, in August the Forecast Office and CBO updated the GF revenue forecast, which resulted in an increase in the projected resources available in the 2023 Revised Budget. Similarly, the August forecast projected an additional \$47.1 million of GF revenues available in 2024 compared to the amounts projected when the 2024 budget was endorsed in fall 2022. However, it is important to note that the increase for 2025 was \$18 million, and beginning in 2026, the forecast is lower than the November 2022 projections. Essentially, revenue forecasts are incorporating better-than-forecast collections activity in the near term but continue to project a much slower growth trend in the future, with significant embedded uncertainty.

*This is important to consider from a financial sustainability perspective because it means that these new resources available in 2024 are one-time in nature and will not be available to support new ongoing spending over the long-term given projections about future economic trends from the Forecast Office and CBO. This has important implications for assessing the progress towards reducing the long-term fiscal unsustainability of the GF and will be discussed in Section V of this memorandum.*

## 2. 2024 Proposed GF Revenue Changes

In addition to revenue available from the regular forecast update, the 2024 Proposed GF Budget makes additional revenue adjustments totaling \$1 million in 2024, which is the net result of several increases and decreases. Table 4 details these adjustments, indicates whether the changes are ongoing or one-time, and groups them into four categories, explained in further detail below. Attachment B lists each of the individual changes by department using the same groupings.

Table 4. 2024 Proposed GF Revenue Changes.

| Amount in \$000,000s                  | 2024              |                  |                  |
|---------------------------------------|-------------------|------------------|------------------|
|                                       | One-time          | Ongoing          | Total            |
| Technical Changes                     | \$225,000         | (\$4,783,610)    | (\$4,558,610)    |
| Revenues Supporting New Expenditures  | \$5,612,160       | \$6,386,922      | \$11,999,082     |
| JumpStart Fund Transfers              | (\$5,471,634)     | (\$1,005,475)    | (\$6,477,109)    |
| Adjustments/Overlaps                  | (\$419,363)       | \$0              | (\$419,363)      |
| <b>Total Proposed Revenue Changes</b> | <b>(\$53,837)</b> | <b>\$597,837</b> | <b>\$544,000</b> |

Technical Changes: (\$4.6 million) reduction, which is the net impact of (\$4.7) million ongoing reductions partially offset by a \$225,000 one-time increase, represent technical changes to the departmental revenue estimates that were made after the forecast was released. It is worth noting that the bulk of the change is a reduction in the Department of Finance and Administrative Services' collection of false alarm fines and vehicle impound fees, which according to the Executive represents one side of a revenue neutral shift of these resources to FG. However, CBO indicates that the other side of the transaction, a revenue increase to FG, was included in the August 10 Forecast Office/CBO revenue forecast entries in the proposed budget, which requires this adjustment to show as a decrease in the proposed budget.

Revenue Supporting New Expenditures: \$12 million revenue increase, of which \$6.4 million is ongoing, to support new spending in the proposed budget. In each case, the revenue increase is specifically linked to the new spending, such as new grant revenues to support grant-eligible programs, or enforcement revenues gained from enforcement activities, and a reduction in the linked expenditure would result in a reduction in the revenue. The largest increase in this category is \$5.6 million for SPD recurring grants, which are among the set of external revenues that would be accepted by departments in the 2024 recurring grant acceptance ordinance submitted as budget legislation. Attachment C details all the grants included in the acceptance legislation; in the attachment, the SPD items that comprise the \$5.6 million included as one-time revenue in the 2024 proposed budget are numbered 1.56 through 1.70.

JumpStart Fund Transfers: **(\$6.5)** million decrease to transfer from the JumpStart fund to the GF, of which **(\$5.5)** million is one-time and **(\$1)** million is ongoing. These items represent revenue changes related to deposit of revenues from the JumpStart Fund to the GF in 2024, including:

- *Reduce JumpStart Payroll Expense Tax Revenue Backfill Transfer to the General Fund*: **(\$10)** million one-time reduction to the one-time transfer from the JumpStart Fund to the GF.
- *Appropriation Adjustment for Payroll Tax*: \$4.5 million one-time increase in the transfer from the JumpStart Fund to the GF to support human services provider pay increases in the General Fund. It is worth noting that these pay increases are ongoing in the proposed budget. It is also noteworthy that this transfer was coded as ongoing in the City’s budget system, which CBO confirms was an error that will be corrected in future errata legislation to be submitted by the Executive.

These and other JumpStart Fund related revenue items are discussed in Central Staff’s JumpStart Fund Balancing Analysis memo.

Adjustments/Overlaps: **(\$419,000)** one-time reduction to correct for overlaps between different source documents.

### 3. 2024 Proposed GF Expenditure Changes

The 2024 Proposed Adjustments include new appropriations totaling \$51 million in 2024, of which \$23.3 million is for one-time spending and \$27.8 million is intended to continue into future years. These are net change amounts, resulting from a combination of technical and policy changes, as shown in Table 5 below. It’s worth noting that Central Staff’s analysis of what is a technical change and what is a policy choice differs from CBO’s analysis; we focus on areas where we think there is clear choice versus an update to assumptions in models that inform revenue projections or changes assumptions about the cost of providing services. Ultimately, what is or is not funded in the annual budget is all a policy choice for the Council.

Table 5. Net appropriation changes in 2023-2024 Proposed GF Budget

|   | 2024                 |                     |                     |
|---|----------------------|---------------------|---------------------|
|   | One-time             | Ongoing             | Total               |
| <b>Technical</b>  |                      |                     |                     |
| Baseline, Technical and Standard Cost Increases             | <b>(\$75,802)</b>    | \$12,492,526        | \$12,416,723        |
| Adjusting for Current Year Legislation                      | \$0                  | \$2,748,966         | \$2,748,966         |
| Technical Adjustments to Reserves, Transfers & Debt Service | \$6,678,864          | \$1,233,000         | \$7,911,864         |
| <i>Subtotal - Technical</i>                                 | <i>\$6,603,062</i>   | <i>\$16,474,492</i> | <i>\$23,077,554</i> |
| <b>Policy</b>   |                      |                     |                     |
| One-time/Ongoing Shifts                                     | <b>(\$2,883,093)</b> | \$2,883,093         | \$0                 |
| Revenue Supported   | \$9,784,823          | \$1,258,086         | \$11,042,909        |
| JumpStart Adjacent  | \$0                  | \$3,457,307         | \$3,457,307         |
| All Other Policy Increases                                  | \$9,774,449          | \$3,695,175         | \$13,469,624        |
| <i>Subtotal - Policy</i>                                    | <i>\$16,676,179</i>  | <i>\$11,293,661</i> | <i>\$27,969,840</i> |
| <b>Total Expenditure Change</b>                             | <b>\$23,279,241</b>  | <b>\$27,768,153</b> | <b>\$51,047,394</b> |

A detailed list of all changes is included as Attachment D to this memorandum. General descriptions of each category are as follows:

**Technical adjustments:** These budget changes reflect adjustments to accommodate inflation changes, price increases, and existing policy or legal requirements, and include the following:

- Baseline, Technical and Standard Cost Increases: \$12.4 million ongoing increase to reflect updates to costs for inflation, fuel and utility costs, and other standard adjustments.
- Included in these standard cost changes are updates to the City's contributions to the Seattle City Employee Retirement System (SCERS) for the City's defined benefit retirement plan. In developing the 2024 Proposed Adjustments, CBO used a rate equivalent to 16.22 percent of covered employee salaries, which is higher than:
  - The rate that is actuarially required to meet the retirement plan's funding target of 100 percent funded status by 2042, as determined by [Milliman](#), the plan's contracted actuary (15.17 percent);
  - The rate used in the 2024 Endorsed Budget (15.32 percent); and,
- The rate recommended by the SCERS Board of Administration at their June 8, 2023 meeting, and which is the basis for the SCERS rate resolution submitted as budget legislation and included as Attachment E (15.82 percent).

While this issue is still under staff analysis, initial data suggests that this policy choice by the Executive is potentially over-funding the City's required 2024 contribution to the employee retirement system, compared to the actuarial requirement, by as much as \$10.6 million across all City funds, with a GF impact of up to \$3.4 million, some or all of which could be considered ongoing. Given the funding constraints in the 2024 Proposed Adjustments, and the projected future budget shortfall, included as Attachment F is a separate staff memo which more fully describes the policy implications of this choice from the perspective of the retirement plan and City funds.

- Current Year Legislation: \$2.7 million ongoing increase to reflect in the 2024 budget the ongoing impacts of legislation passed during 2023, as described in subsections III.2 and III.4 above.
- Technical Adjustments to Reserves, Transfers and Debt Service: \$7.9 million increase, of which \$1.2 million is ongoing, to reflect revisions to FG reserves, transfers and debt service amounts based on policy, legal and other requirements. Notable changes include:
  - \$4.7 million one-time increase in FG for a transfer to the Judgment and Claims Fund for claims costs;
  - \$1.8 million one-time increase to FG reserves to create an FAS fleet vendor maintenance reserve;
  - \$790,000 increase to FG for a transfer to the School Safety, Traffic and Pedestrian Improvement (SSTPI) Fund to correct for an erroneous shift of SSTPI revenue to the GF in 2021 and 2022; and,

- **(\$1.1)** million reduction to FG to reflect a one-time decrease in the minimum annual contribution of GF Business and Occupations Tax revenue to the Office of Labor Standards Fund to meet OLS enforcement costs pursuant to [Seattle Municipal Code Section 3.15.007](#). The 2024 Proposed Adjustments support this amount of the required transfer with one-time use of OLS Fund balance.

**Policy Proposals:** These budget changes reflect adjustments based on the Mayor’s policy priorities, and include the following:

- **One-time to Ongoing Shifts:** 2024 cost-neutral changes that reprogram \$2.9 million of expenditures, that were one-time in the 2024 Endorsed Budget, as ongoing spending in the 2024 Proposed Budget. While these changes do not impact the 2024 balance, they increase projected GF spending in future years by \$2.9 million.
- **Revenue Supported:** \$11 million increase, of which \$1.3 million is ongoing, to reflect new expenditures that are supported by new revenues, the bulk of which is from grants described in subsection IV.2, above.
- **JumpStart Adjacent:** \$3.5 million net ongoing increase to reflect GF expenditures that are either supported by JumpStart Fund revenue transfers to the GF or related to JumpStart Spending Plan priorities. The largest items include:
  - \$4.5 million ongoing increase to fund human services provider contract costs. This is supported by a one-time transfer from the JumpStart fund in 2024;
  - \$1 million ongoing increase to CBO to evaluate JumpStart Fund spending and programs. It is worth noting that this was included in the Mayor’s 2024 Proposed Budget proposal and ultimately was not included in the budget the Council endorsed for 2024; and,
  - **(\$2.3)** million ongoing reduction to the Office of Housing (OH) to reflect a shift of OH administrative costs to the JumpStart Fund.

More detail on these changes, including the implications of these items from the perspective of the codified JumpStart Fund spending plan, are discussed in the JumpStart Fund Balancing Analysis memorandum described previously.

- **Other Policy Increases:** \$13.5 million increase, of which \$3.7 million is ongoing, to fund the Mayor’s policy priorities, many of which will be covered in Central Staff’s department specific issue identification memoranda to be presented later in the Select Budget Committee’s deliberative process. One noteworthy increase from a sustainability perspective is the one-time \$8.5 million increase in the FG transfer to the Emergency Fund. When coupled with a similar \$8.5 million increase included in the 2023 year-end supplemental legislation, this accelerates the planned replenishment of the Emergency Fund compared to the plan endorsed in fall 2022. This has the effect of increasing one-time costs in the near term, while decreasing the need to make these transfer in 2025 and 2026, which has positive implications for the future funding gap, as described in the next section.

#### 4. 2024 Changes to Planning Reserves

As described in subsection III.6, in addition to formal appropriation amounts the GF financial plan submitted with the budget includes amounts that are not part of the formal appropriated budget. These are unappropriated balances reflected in the financial plan by the executive, primarily to reflect the estimated cost of labor agreements that are under negotiation, but to also include carryforwards, and potential legal and other obligations that may potentially become expenditures in the future. Further, as approved in the 2023 Adopted and 2024 Endorsed Budgets, an underspend assumption of \$20 million is included in this below the line reserve.

The 2024 Proposed Adjustments would increase the amount held in planning reserves by \$27.5 million in 2024. This ongoing adjustment represents changes in CBO’s estimates of the cost of these planning elements.

#### 5. 2024 Proposed Budget Combined Summary

Table 6 combines all the revenue, expenditure, and non-appropriated changes discussed in prior sections, to show the 2024 Proposed Adjustments to GF Budgets impact on balancing status.

Table 6. 2024 Proposed Adjustments' Impact on Balancing Status

| Amounts in \$1,000,000s                        | One-time        | Ongoing         | Total           |
|--|-----------------|-----------------|-----------------|
| III. Adjust Starting Fund Balance              | \$36.5          | \$0.0           | \$36.5          |
| 1. Forecast Office/CBO Revenue Forecast Update | \$47.1          | \$0.0           | \$47.1          |
| 2. 2024 Proposed Revenue Changes               | (\$0.1)         | \$0.6           | \$0.5           |
| <b>Subtotal – Resources</b>                    | <b>\$83.6</b>   | <b>\$0.6</b>    | <b>\$84.2</b>   |
| 3. Proposed Expenditure Changes                | (\$23.3)        | (\$27.8)        | (\$51.0)        |
| 4. Changes to Planning Reserves                | (\$12.0)        | (\$20.8)        | (\$32.8)        |
| <b>Subtotal – Expenditures</b>                 | <b>(\$35.2)</b> | <b>(\$48.6)</b> | <b>(\$83.8)</b> |
| Sustainability Analysis                        | \$48.4          | (\$48.0)        | \$0.4           |

As shown in the ‘Sustainability Analysis’ row at the bottom of the table, the combined changes result in a net balance of one-time resources of \$48.4 million, which are used to support a net ongoing change of \$48 million, which increases the 2024 ending balance by \$400,000. However, in future years, the one-time \$48 million offset will no longer be available, whereas the \$48 million ongoing impact will continue into future years. This results in an increase in the ongoing deficit projection, which will be reviewed in Section V below.

Table 7 adds the proposed adjustments described in this memorandum to the 2023 Adopted/ 2024 Endorsed Budget financial plan presented in Section II, to display the 2023-2027 GF Financial plan.

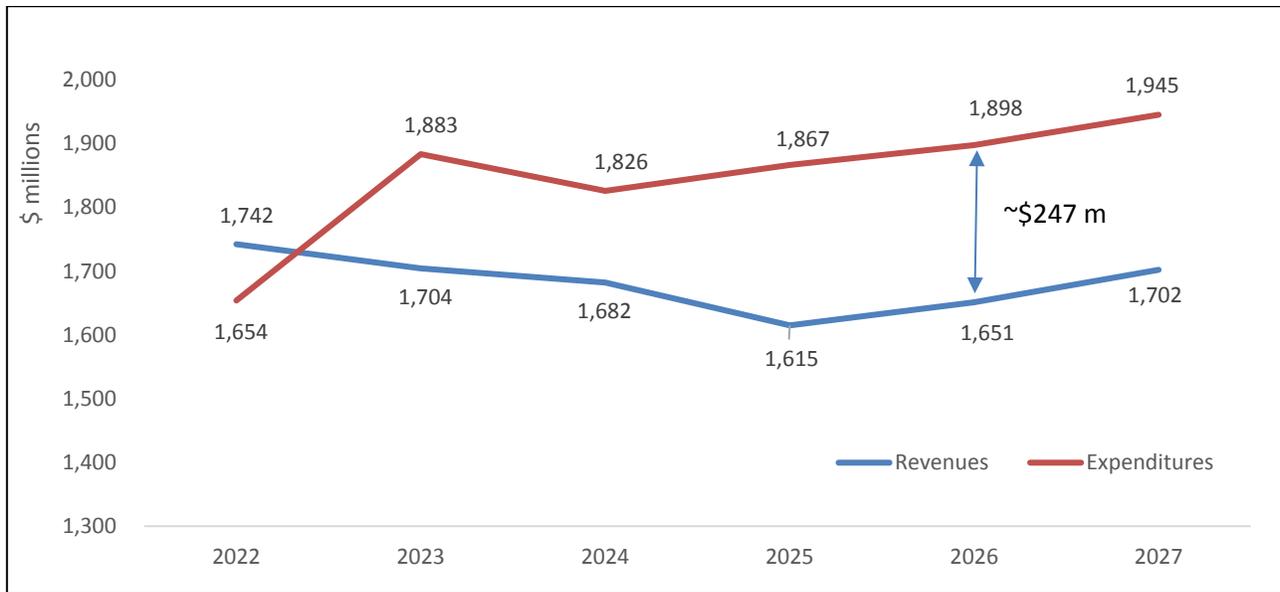
Table 7. 2023 Revised/2024 Proposed GF Budget Financial Plan<sup>3</sup>

| Amounts in \$1,000s            | 2023 Revised       | 2024 Proposed      | 2025 Projected     | 2026 Projected     | 2027 Projected     |
|--------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Starting Budgetary Balance     | \$361,106          | \$182,071          | \$38,413           | (\$213,201)        | (\$459,619)        |
| Revenues                       | \$1,704,240        | \$1,682,184        | \$1,614,900        | \$1,651,095        | \$1,702,021        |
| Expenditures                   | (\$1,883,275)      | (\$1,825,843)      | (\$1,866,515)      | (\$1,897,513)      | (\$1,945,167)      |
| <b>Surplus (Deficit)</b>       | <b>(\$179,035)</b> | <b>(\$143,658)</b> | <b>(\$251,614)</b> | <b>(\$246,418)</b> | <b>(\$243,145)</b> |
| Ending Budgetary Fund Balance  | \$182,071          | \$38,413           | (\$213,201)        | (\$459,619)        | (\$702,764)        |
| Planning Reserves              | (\$38,008)         | (\$38,008)         | (\$38,008)         | (\$38,008)         | (\$38,008)         |
| Ending Unreserved Fund Balance | \$144,063          | \$405              | (\$251,209)        | (\$497,627)        | (\$740,772)        |

**V. 2025-2027 Projected GF Sustainability**

The final step in the GF analysis is projecting the 2024 Proposed GF revenues and expenditures into the future, to quantify the impact on the average (\$212) million operating deficit described in Section II. Using data provided by CBO and relying on the Central Staff approach to displaying the financial plan, which includes the annual growth in planning reserves as an annual expenditure of GF revenue, Figure 2 displays the results.

Figure 2. 2024 Proposed Budget GF financial plan operating gap



<sup>3</sup> To facilitate a functional display of the gap between ongoing revenue and expenditure projections, given the City Budget Office’s practice of leaving some expenditures in unbudgeted, reserve status, the growth in planning reserves above the 2022 base level of \$38 million is shown in the ‘Expenditure’ row in 2023 through 2027.

As shown in Figure 2, the 2024 Proposed Adjustments increases the gap between ongoing revenues and expenditures to an average of \$247 million beginning in 2025, due to the addition of \$48 million of ongoing costs without an ongoing revenue source. This impact is partially offset by the accelerated repayment of the Emergency Fund described previously, which reduce necessary future transfers in 2025 and 2026.

In general, the 2024 Proposed Adjustments increase the unsustainability of the GF for reasons similar to those described in staff's [General Fund Deficit Historical Analysis memorandum](#) presented to the Finance & Housing Committee on August 10<sup>th</sup>, including:

- Use of one-time fund balances, one-time revenues, and one-time spending reductions to support ongoing cost increases; and,
- Underlying projections of several base GF revenues which have not recovered to pre-pandemic levels, compared with increasing demands for new City spending.

While there is no legal requirement that future years of the financial plan are balanced, this finding is useful, particularly given levels of economic uncertainty expressed by CBO and the Forecast Office at the August forecast update. Further, it is unclear if economic forecasts fully include the myriad economic risks, including, but not limited to:

- Ongoing and increasing international conflicts;
- National political uncertainty, including a potential federal government shutdown made more acute by the United States House of Representative's vote to remove its Speaker, which is an historical first;
- Expiration of consumer level federal fiscal policies, which increase household economic instability and reduce consumer spending, like the resumption of federal student loan repayments;
- Consumer mortgage rates that are approaching 8 percent and put an increasing damper on real estate activity and efficient household migrations; and,
- Commercial real estate implications on the debt and rental markets as the market adjusts to remote work.

In stark terms, increasing the unsustainability of the GF in light of heightened economic uncertainty and risks could require larger cuts in the event of an economic recession next year- reductions that would impact City provided services to support community needs and City staffing reductions. Furthermore, there is no guarantee that the nature of the future cuts would be applied first to new spending in the Proposed Adjustments, and that other council priorities in the budget would be cut instead. The economic future is always uncertain, but we are living in interesting times, and caution is advised.

In addition to rejecting proposed ongoing spending adjustments, the Council could take action during this budget process to establish a process for how the Mayor and Council could collaborate on solving the structural budget deficit. This should include agreed upon terms that would provide both branches with equal access to information to inform strategies to address the deficit and a shared timeline with agreed upon points for public input and decision making. Staff recommends

that a process is developed in collaboration with the executive and memorialized in a Statement of Legislative Intent (SLI) or Resolution. If this proceeds, some funding for facilitation support may be needed to ensure that the process is efficient and supports both branches’ decision-making.

Issue 1: Due to one-time revenues and reductions being used to support ongoing budget increases, the GF operating deficit increases to \$247 million in 2025 and 2026.

Options:

- A. Reject one or more ongoing expenditure increases in 2023 and 2024, as identified on Attachment D.
- B. Identify other ongoing expenditure reductions in 2024.
- C. Make JumpStart Fund transfer permanent and tied to inflation beyond 2024.
- D. Identify one or more new GF revenue sources to support some or all of the proposed new GF budget adds.
- E. Adopt a SLI or resolution outlining a process for making longer-term budget decisions to address the deficit in 2025 and beyond.
- F. Some combination of options A-F.
- G. No change.

**VI. Fiscal Reserves Update**

Given the use of the City’s primary fiscal reserves, including the Emergency Fund and the Revenue Stabilization Fund, during the Covid-19 pandemic, this section provides an update on their funding status after applying the GF transfers included in the 2024 Proposed Adjustments. Table 8 summarizes, for both reserves, the transfer amounts that are programmed in the GF in 2023 and 2024 and includes the beginning balances and funding levels compared to policy at the end of 2024.

*Table 8. 2024 Proposed Budget – Fiscal Reserves Summary*

| Amounts in \$1,000s              | Emergency Fund <sup>1</sup> | Revenue Stabilization Fund | Total             |
|----------------------------------|-----------------------------|----------------------------|-------------------|
| 2023 Beginning Balance           | \$ 43,660                   | \$ 61,739                  | \$ 105,399        |
| 2023 Transfer from GF            | \$ 15,000                   | \$ 3,590                   | \$ 18,590         |
| 2024 Transfer From GF            | \$ 11,500                   | \$ 2,252                   | \$ 13,752         |
| <b>2024 Ending Balance</b>       | <b>\$ 73,660</b>            | <b>\$ 67,581</b>           | <b>\$ 141,241</b> |
| 2024 Ending Balance: % of Policy | 89%                         | 100%                       | N/A               |

<sup>1</sup> RES 32024 allows repayment of the Emergency Fund over a five-year period after deep or multi-year use of the fund.

As shown in the table, transfers budgeted in each year will bring the Revenue Stabilization Fund and Emergency Fund balances to 100 percent and 89 percent of policy, respectively at the end of 2024. As of 2022, the Revenue Stabilization Fund is at the policy maximum, and transfers to the fund are limited to the extent that they are necessary to keep up with growth in the fund’s target balance, which is five percent of GF tax revenue according to [ORD 123743](#).

Adopted in 2021, [RES 32024](#) updated the Emergency Fund policy to allow for a five-year repayment period after deep or multi-year uses of the fund, such as during the Covid-19 pandemic. Though the cadence of the annual repayments is not specifically proscribed in the policy, as discussed earlier in this memorandum, the 2023 Revised and 2024 Proposed Budget Adjustments increase the repayment to \$15 million in both 2023 and 2024, which accelerates the reserve replenishment compared to the 2023 Adopted/ 2024 Endorsed Budget levels of \$6.5 million in each year. Due to higher levels of inflation (the policy level of the Emergency Fund is \$60 million in 2016 dollars, with annual increase to CPI-U applied) the GF Financial Plan indicates payments of \$11.5 million and \$2.2 million, will be required in 2025 and 2026, respectively to achieve full replenishment according to the policy-driven replenishment schedule.

**Attachments:**

- A. 2023 Year-end Grant Acceptance Detailed Table
- B. 2024 Proposed GF Revenue Changes Detail
- C. 2024 Proposed Budget Annual Grant Acceptance Detail Table
- D. 2024 Proposed GF Revenue Changes Detail
- E. RET ARC for 2024 Resolution
- F. CS Memo 2024 Proposed SCERS City Contribution Rate Analysis

| Item        | Department                           | Source   | Description   | Fund                        | Budget Summary Level / BCL Code                   | Capital Project / ID                         | Accepted (in Dollars) | Appropriated (in Dollars) |
|-------------|--------------------------------------|--|---|-----------------------------|---|--|-----------------------|---------------------------|
| 1.1 / 2.1   | Department of Neighborhoods          | 4Culture   | This item increases grant-backed appropriation authority by \$11,550 in Department of Neighborhoods, in the General Fund Community Building Budget Control Level (00100-BO-DN-I3300) This annual Preservation Sustained Support Grant from 4Culture, assists with the day-to-day needs of preservation organizations, providing a reliable funding source that promotes stewardship, advocacy, and educational opportunities around historic preservation.  | General Fund (00100)        | Community Building (00100-BO-DN-I3300)            |  | 11,550                | 11,550                    |
| 1.2 / 2.2   | Department of Neighborhoods          | Washington State Department of Archaeology and Historic Preservation | This item increases grant-backed appropriation authority by \$20,000 in Department of Neighborhoods, in the General Fund Community Building Budget Control Level (00100-BO-DN-I3300). This one-time grant from the Washington State Department of Archaeology and Historic Preservation supports preservation of irreplaceable historic and cultural resources as assets for the future.  | General Fund (00100)        | Community Building (00100-BO-DN-I3300)            |  | 20,000                | 20,000                    |
| 1.3 / 2.3   | Human Services Department            | Washington State DSHS  | This item increases grant-backed appropriation authority in Human Services Department in the Human Services Fund by \$200,329 in the Promoting Health Aging Budget Control Level (16200-PO-HS-H6000) and \$24,854 in the Leadership & Administration Budget Control Level (16200-PO-HS-H5000). This grant from Washington State DSHS provides state funding for hospital care transitions services. The grant period is 7/1/23-6/30/24.   | Human Services Fund (16200) | Leadership and Administration (16200-BO-HS-H5000) |  | 215,554               | 15,225                    |
| 1.04 / 2.04 | Office of Emergency Management       | FEMA via WA State Military Dept., Emergency Mgmt. Div.               | This item increases appropriation authority in the Office of Emergency Management BSL by \$3,000 from FEMA Hazard Mitigation Grant Program funds, as a pass-through via WA State Military Department, Emergency Management Division. This project under Presidential Disaster Declaration DR-4539-WA provides funding to retrofit six high voltage transmission towers, and the powerlines they support, to minimize damage and possible cascading collapse of the powerline due to landslides. Proposed project towers are located near WA State Route 530 mileposts 34, 36, and 38.     | General Fund (00100)        | Promoting Healthy Aging (16200-BO-HS-H6000)       |  | 3,000                 | 200,329                   |
| 1.4 / 2.4   | Human Services Department            | Washington State DSHS  | This item increases grant-backed appropriation authority in Human Services Department in the Human Services Fund by \$146,224 in the Promoting Health Aging Budget Control Level (16200-PO-HS-H6000) and \$11,113 in the Leadership & Administration Budget Control Level (16200-PO-HS-H5000). This grant from Washington State DSHS provides state funding for WA Cares Fund outreach. The grant period is 7/1/23-6/30/24.   | Human Services Fund (16200) | Leadership and Administration (16200-BO-HS-H5000) |  | 157,337               | 11,113                    |
| 1.07 / 2.07 | Seattle City Light                   | FEMA   | This item increases appropriation authority in the SCL Transmission and Distribution BSL by \$54,000 from FEMA Hazard Mitigation Grant Program funds, as a pass-through via WA State Military Department, Emergency Management Division. This project under Presidential Disaster Declaration DR-4539-WA provides funding to retrofit six high voltage transmission towers, and the powerlines they support, to minimize damage and possible cascading collapse of the powerline due to landslides. Proposed project towers are located near WA State Route 530 mileposts 34, 36, and 38. | Light Fund (41000)          | Promoting Healthy Aging (16200-BO-HS-H6000)       | Transmission Reliability (MC-CL-YT7104)      | 54,000                | 146,224                   |
| 1.5 / 2.5   | Human Services Department            | Washington State DSHS  | This item increases grant-backed appropriation authority in Human Services Department in the Human Services Fund by \$154,537 in the Promoting Health Aging Budget Control Level (16200-PO-HS-H6000), \$327,030 in the Supporting Affordability & Livability Budget Control Level (16200-PO-HS-H6000), and \$36,630 in the Leadership & Administration Budget Control Level (16200-PO-HS-H5000). This grant from Washington State DSHS provides the match to the American Rescue Plan Act grant for older adult services. The grant period is 7/1/23-6/30/24.                             | Human Services Fund (16200) | Leadership and Administration (16200-BO-HS-H5000) |  | 518,197               | 36,630                    |
| 1.09        | Seattle Department of Transportation | Local Bridge Program   | This item accepts a grant award of \$2,502,500 in the Seattle Department of Transportation (SDOT) Transportation Fund Major Maintenance/Replacement Budget Control Level (13000-BC-TR-19001). This is an increase to an existing grant from the Federal Highway Administration (FHWA) through the Local Bridge Program for  | General Fund (00100)        | Promoting Healthy Aging (16200-BO-HS-H6000)       | Alaskan Way Viaduct Replacement (MC-TR-C066) | 2,502,500             | 154,537                   |

| Item      | Department                           | Source   | Description   | Fund                        | Budget Summary Level / BCL Code                             | Capital Project / ID                               | Accepted (in Dollars) | Appropriated (in Dollars) |
|-----------|--------------------------------------|--|---|-----------------------------|---|--|-----------------------|---------------------------|
|           |                                      |  | federal fiscal years 2023-2026. The initial grant was accepted and appropriated in 2022 in Ordinance 126705. This item provides additional grant funding to repair and replace the existing concrete overlay on the S. Spokane Street Viaduct that has visible signs of significant spalling, concrete delamination, and map cracking. There is no matching requirement if funds are obligated prior to September 2026 and a 13.5% matching requirement if obligated after. The grant appropriation request will be submitted in the 2024 budget.   |                             |   |  |                       |                           |
| 1.10      | Seattle Department of Transportation | FHWA   | This item accepts a grant award of \$5,480,000 in the Seattle Department of Transportation, Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003). This grant funding is from the Federal Highway Administration through the Congestion Mitigation and Air Quality Grant Program for federal fiscal year 2025. This grant provides funding to the City of Seattle to improve transit access and implement pedestrian and safety improvements along Roosevelt Way NE and 125th St. The grant appropriation request will be submitted in the 2024 budget.   | General Fund (00100)        | Supporting Affordability and Livability (16200-BO-HS-H1000) | Alaskan Way Viaduct Replacement (MC-TR-C066)       | 5,480,000             | 327,030                   |
| 1.6 / 2.6 | Human Services Department            | Washington State DSHS  | This item increases grant-backed appropriation authority in the Human Services Department by \$33,817 in the Human Services Fund Leadership & Administration Budget Control Level (16200-BO-HS-H5000) and \$443,800 in the Human Services Fund Supporting Affordability & Livability Budget Control Level (16200-BO-HS-H1000). This state grant will provide nutrition programs to older adults. The grant period is 7/1/23-6/30/24.  | Human Services Fund (16200) | Leadership and Administration (16200-BO-HS-H5000)           |  | 477,617               | 33,817                    |
| 1.12      | Seattle Department of Transportation | FTA  | This item accepts up to \$65,000,000 in the Seattle Department of Transportation (SDOT) Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003), contingent upon receipt of final award notice. This grant funding is from the Federal Transit Administration (FTA) through the Section 5309 Fixed Guideway Capital Investment Grants Allocations Small Starts program for federal fiscal year 2023. The grant funding will support the RapidRide J-Line project to implement electric bus rapid transit service between downtown Seattle and the Roosevelt neighborhoods and improve transit capacity, travel time, reliability, and connectivity, while also making related improvements for people walking and bicycling along the corridor. | Transportation Fund (13000) | Supporting Affordability and Livability (16200-BO-HS-H1000) | Arterial Asphalt and Concrete Program (MC-TR-C070) | 65,000,000            | 443,800                   |
| 1.7 / 2.7 | Human Services Department            | Seattle Police Foundation  | This item increases grant-backed appropriation authority by \$35,845 in Human Services Department in the Human Services Fund Supporting Safe Communities Budget Control Level (16200-PO-HS-H4000). This grant from the Seattle Police Foundation provides funding for the Victim Support Team.  | Human Services Fund (16200) | Supporting Safe Communities (16200-BO-HS-H4000)             |  | 35,845                | 35,845                    |
| 1.8 / 2.8 | Law Department                       | U.S. Department of Transportation National Highway Traffic Safety Administration (NHTSA) | This item increases appropriation authority by \$210,000 in the Criminal BSL (00100-BO-LW-J1500) from the U.S. Department of Transportation National Highway Traffic Safety Administration (NHTSA). This grant continues to support a Traffic Safety Resource prosecutor in the department first established in 2017. This grant covers the period of October 1, 2023 to September 30, 2024 and does not have a matching requirement.   | General Fund (00100)        | Criminal (00100-BO-LW-J1500)                                |  | 210,000               | 210,000                   |
| 1.9 / 2.9 | Office of Economic Development       | U.S. Dept of Housing and Urban Development   | This item increases grant-backed appropriation authority by \$1,000,000 in the Office of Economic Development, in the General Fund Business Services Budget Control Level (00100-BO-ED-X1D00). This grant is intended to support the El Barrio project in South Park, by providing resources for capital improvements (including new roof, fire suppression) and ADA upgrades to these historic buildings to support a community hub.   | General Fund (00100)        | Business Services (00100-BO-ED-X1D00)                       |  | 1,000,000             | 1,000,000                 |

| Item        | Department                                   | Source  | Description  | Fund                 | Budget Summary Level / BCL Code                             | Capital Project / ID | Accepted (in Dollars) | Appropriated (in Dollars) |
|-------------|--|---|--|----------------------|---|----------------------|-----------------------|---------------------------|
| 1.10 / 2.10 | Office of Economic Development               | U.S. Small Business Administration                                      | This item increases grant-backed appropriation authority by \$500,000 in the Office of Economic Development, in the General Fund Business Services Budget Control Level (00100-BO-ED-X1D00). This grant is intended to support the El Barrio project in South Park, by providing resources to build an entrepreneurial hub in the heart of the commercial district. This includes a development of a commercial kitchen, some commercial space improvements, and programs and services to support Latinx and BIPOC entrepreneurs.  | General Fund (00100) | Business Services (00100-BO-ED-X1D00)                       |                      | 500,000               | 500,000                   |
| 1.11 / 2.11 | Office of Emergency Management               | Washington State Military Dept., Emergency Management Division (WA EMD) | This item increases grant-backed appropriation authority by \$443,937 in the Seattle Office of Emergency Management (OEM) Budget Control Level (BCL): General Fund 00100, Budget Summary Level OEM - BO-EP-10000. This grant will provide funding for the City of Seattle Office of Emergency Management to conduct a seismic retrofit of the unreinforced masonry (URM) building Good Shepherd Center- South Annex at 4649 Sunnyside Ave N, Seattle, WA; a community hub owned and operated by Historic Seattle. Historic Seattle will be the project manager (subawardee); OEM will be the grant manager.  | General Fund (00100) | Office of Emergency Management (00100-BO-EP-10000)          |                      | 443,937               | 443,937                   |
| 1.12 / 2.12 | Office of Emergency Management               | City of Tacoma  | This item increases revenue backed appropriation authority by \$100,000 in the Seattle Office of Emergency Management (OEM), in Budget Control Level 00100 - OEM - BO-EP-10000. This fee-for-service agreement will provide additional funding for Puget Sound Resilience Hubs work, complementing existing OEM work on resilience hubs through the Regional Catastrophic Preparedness Grant (RCPG22). This funding will support piloting of resilience hub projects within Tacoma neighborhoods, consistent with the RCPG grant regional scope of work. There is no additional match required for this funding, and the completed projects funded by this work may in fact be reported as additional OEM match to the RCPG22 grant.                         | General Fund (00100) | Office of Emergency Management (00100-BO-EP-10000)          |                      | 100,000               | 100,000                   |
| 1.13 / 2.13 | Office of Immigrant and Refugee Affairs      | Seattle Housing Authority   | This item increases appropriation authority by \$51,652 in the Office of Immigrant and Refugee Affairs (OIRA) General Fund Office of Immigrant and Refugee Affairs Budget Control Level (00100-BO-IA-X1N00) to reflect grant funding from the Seattle Housing Authority (SHA). This grant supports the participation of SHA residents in the New Citizen Program, which provides assistance to income-qualified individuals to apply for naturalization using a case management model. Matching funding is not required. The SHA grant funding is for the calendar year 2023.  | General Fund (00100) | Office of Immigrant and Refugee Affairs (00100-BO-IA-X1N00) |                      | 51,652                | 51,652                    |
| 1.14 / 2.14 | Office of Immigrant and Refugee Affairs      | Department of Social and Health Services                                | This item increases appropriation authority by \$865,600 in the Office of Immigrant and Refugee Affairs (OIRA) General Fund Office of Immigrant and Refugee Affairs Budget Control Level (00100-BO-IA-X1N00) to reflect grant funding from the Washington Department of Social and Health Services. This grant supports the participation of State benefits recipients in the New Citizen Program, which provides assistance to income-qualified individuals to apply for naturalization using a case management model. Matching funding is not required. The DSHS grant funding is for state fiscal year 2024 (July 2023 - June 2024).  | General Fund (00100) | Office of Immigrant and Refugee Affairs (00100-BO-IA-X1N00) |                      | 865,600               | 865,600                   |
| 1.15 / 2.15 | Office of Planning and Community Development | FHWA/WSDOT  | This item increases grant-backed appropriation authority by \$1,600,000 in the General Fund Planning and Community Development budget summary level (00100-BO-PC-X2P00). This grant funding is from the Reconnecting Communities Pilot Program, a first-of-its-kind initiative to reconnect communities that are cut off from opportunity and burdened by past transportation infrastructure decisions. The grant funding is awarded by the U.S. Federal Highway Administration (FHWA) and will be administered as a pass-through by the Washington State Department of Transportation (WSDOT). The funding will support a planning study, including technical studies and community visioning for removing or restructuring SR-99 where it cuts through the | General Fund (00100) | Planning and Community Development (00100-BO-PC-X2P00)      |                      | 1,600,000             | 1,600,000                 |

| Item        | Department                                   | Source                              | Description  | Fund                        | Budget Summary Level / BCL Code                              | Capital Project / ID                | Accepted (in Dollars) | Appropriated (in Dollars) |
|-------------|--|-------------------------------------|--|-----------------------------|--|-------------------------------------|-----------------------|---------------------------|
|             |  |                                     | South Park neighborhood, interrupting local roads and connectivity. There is a 20% match requirement to this grant, which OPCD will fulfill through a combination of existing state funding and in-kind staff hours.   |                             |  |                                     |                       |                           |
| 1.16 / 2.16 | Office of Planning and Community Development | Washington State                    | This item increases grant-backed appropriation authority by \$200,000 in the General Fund Planning and Community Development budget summary level (00100-BO-PC-X2P00). This grant funding is from Washington State's multimodal transportation appropriation. The state transportation budget includes a proviso that directs these funds to OPCD. The scope of work is to update and add to the 2020 I-5 Lid Feasibility Study with additional test cases, including ramp changes and ramp removals in downtown Seattle; and alternative assumptions with regards to parking, expansion of Freeway Park, affordable housing, and commercial real estate with a focus on low-income households living and working in the I-5 central Seattle lid study area. The period of performance for this grant is through June 15, 2025. There are no matching requirements.  | General Fund (00100)        | Planning and Community Development (00100-BO-PC-X2P00)       |                                     | 200,000               | 200,000                   |
| 1.17 / 2.17 | Office of Sustainability and Environment     | King Conservation District Number 9 | This item increases the Executive Office of Sustainability & Environment's (OSE - BO-SE-X1000 - Office of Sustainability and Environment BCL) appropriation by \$7,000 to recognize a King Conservation District (KCD) Number 9 grant award. This item provides one-time funds to be spent in 2023 to support the KCD-Seattle Community Partnership (SCP) Grant Review Process to support community leadership in environmental and food justice work. The grant will support community stipends, grant reviewer anti-bias training and interpretation services. There are no matching funds requirements.   | General Fund (00100)        | Office of Sustainability and Environment (00100-BO-SE-X1000) |                                     | 7,000                 | 7,000                     |
| 1.18 / 2.18 | Seattle Center                               | State of Washington                 | This change request accepts and increases appropriations of \$5,000,000 for the Move Ahead Washington grant in the Seattle Center fund, Monorail Budget Control Level (11410-BC-SC-S9403).<br><br>The Seattle Center Monorail station improvements activities will improve station access and accessibility, support a positive passenger experience, and optimize system capacity. Improvements may include and are not limited to raising the station platform, automating the passenger gates at the platform edge and wayfinding.  | Seattle Center Fund (11410) | Monorail Rehabilitation (11410-BC-SC-S9403)                  | Monorail Improvements (MC-SC-S9403) | 5,000,000             | 5,000,000                 |
| 1.19 / 2.19 | Seattle Center                               | FEMA                                | Two Seattle Center facilities, the Armory and the Fisher Pavilion, play a critical role in the city's emergency operations response. The objective of this project is to provide emergency power to the Armory and Fisher Pavilion. The project will remove a 60 years old generator and associated controls located in the Armory and replace it with a new sustainably powered generator capable of supporting emergency functions in both the Armory and Fisher Pavilion. The new sustainable emergency generator will be fueled by solar, wind, fuel cell, and diesel. As a part of this project, we will install new 80kW solar panels and 120kW wind turbines on the roof of the Armory. A 5kW fuel cell system will be installed in the Armory. These sustainable power sources will feed into a 1,106kWh battery storage system that will connect to the generator for use during emergency situations. DERs (Distributed Energy Resources) are used when power and fuel sources to the facilities are cut off. Solar and wind will continue to operate without outside fuel lines and will reduce carbon emissions. Additionally, the generator will have the ability to be diesel powered to improve the reliability and redundancy of the system. Our proposed solution builds resiliency, sustainability, and energy efficiency into the Seattle Center Emergency Operations facilities. | Seattle Center Fund (11410) | Building and Campus Improvements (11410-BC-SC-S03P01)        | Armory Rehabilitation (MC-SC-S9113) | 3,558,960             | 3,558,960                 |

| Item        | Department                           | Source                  | Description  | Fund                        | Budget Summary Level / BCL Code      | Capital Project / ID  | Accepted (in Dollars) | Appropriated (in Dollars) |
|-------------|--------------------------------------|-------------------------|--|-----------------------------|--------------------------------------|---|-----------------------|---------------------------|
| 1.20 / 2.20 | Seattle Department of Transportation | FHWA                    | This item accepts \$9,800,000 and appropriates a grant award of \$1,000,000 in the Seattle Department of Transportation, Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003), with the remaining programmed to future years in the Capital Improvement Program. This grant funding is from the Washington State Department of Transportation (WSDOT) Regional Mobility Grant (RMG) program for the 2023-2025 and 2025-2027 biennia. This grant provides funding to the City of Seattle to improve transit access and implement multimodal corridor improvements on NE 130th St along Roosevelt Way NE and 125th St. There is a 20% local matching requirement already budgeted in the project.   | Transportation Fund (13000) | Mobility-Capital (13000-BC-TR-19003) | NE 130th St/NE 125th Corridor Improvements (MC-TR-C123)               | 9,800,000             | 1,000,000                 |
| 1.21 / 2.21 | Seattle Department of Transportation | FRA                     | This item accepts a grant award of \$2,000,000 in the Seattle Department of Transportation, and appropriates \$8,000 in the Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003). This grant funding is from the Federal Railroad Administration (FRA) through the Railroad Crossing Elimination (RCE) Program for federal fiscal year 2022 . This item provides funding to continue the City of Seattle's commitment to safety improvements by supporting a feasibility study to evaluate the effect of closing railroad crossings and determine appropriate safety improvements at nearby crossings. The funds have a 20% match requirement, which is being satisfied by the corresponding WSDOT grant also seeking acceptance and appropriation in 2023 this legislation.  | Transportation Fund (13000) | Mobility-Capital (13000-BC-TR-19003) | Freight Spot Improvement Program (MC-TR-C047)                         | 2,000,000             | 8,000                     |
| 1.22 / 2.22 | Seattle Department of Transportation | WSDOT                   | This item accepts a grant award of \$2,556,000, and increases appropriation authority by \$669,000 in the Seattle Department of Transportation, Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003), with the remaining planned in the 2024 CIP. This grant funding is from the Washington State Department of Transportation (WSDOT) through the Pedestrian & Bicycle Safety Program for fiscal years 2023 - 2025. This item provides funding to enhance the City of Seattle's pedestrian scale lighting in the Chinatown, International District, and Little Saigon neighborhoods. This grant has no matching requirement.   | Transportation Fund (13000) | Mobility-Capital (13000-BC-TR-19003) | Pedestrian Master Plan - Crossing Improvements (MC-TR-C061)           | 2,556,000             | 669,000                   |
| 1.23        | Seattle Department of Transportation | WSDOT                   | This item accepts a grant award of \$500,000 in the Seattle Department of Transportation, Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003). This is a change in purpose for an existing grant, and the grant funds are from the Washington State Department of Transportation (WSDOT) through the Connecting Washington – Pedestrian & Bicycle State Funding program for the 2023-27 biennia. The initial grant was accepted and appropriated in 2022 in Ordinances 126705 and 126706, respectively, to integrate bicycle and pedestrian facilities around Elliott Bay. The purpose of the grant has since been updated, and this item now provides grant funding to construct a protected bike lane on Alaskan Way to provide a continuous bike facility along Seattle's central waterfront. There is no matching requirement. | Transportation Fund (13000) | Mobility-Capital (13000-BC-TR-19003) | Bike Master Plan - Protected Bike Lanes (MC-TR-C062)                  | 500,000               |                           |
| 1.24 / 2.23 | Seattle Department of Transportation | USDOT via Sound Transit | This item accepts and appropriates a grant subaward of \$719,250 in the Seattle Department of Transportation (SDOT) Transportation Fund Mobility-Capital Budget Control Level (13000-BC-TR-19003). This grant funding was awarded to the Central Puget Sound Regional Transit Authority by the U.S. Department of Transportation through the Strengthening Mobility and Revolutionizing Transportation (SMART) grant program for the federal fiscal year 2023. Sound Transit is awarding the funds to the Seattle Department of Transportation through a subaward agreement to fund work on the Next Gen ITS project. This item provides funding to plan, implement and evaluate new technologies that enhance safety for community members along Martin Luther King Jr. Way South. There is no match requirement.   | Transportation Fund (13000) | Mobility-Capital (13000-BC-TR-19003) | Next Generation Intelligent Transportation Systems (ITS) (MC-TR-C021) | 719,250               | 719,250                   |

| Item        | Department                           | Source                          | Description  | Fund                                 | Budget Summary Level / BCL Code                           | Capital Project / ID                          | Accepted (in Dollars) | Appropriated (in Dollars) |
|-------------|--------------------------------------|---------------------------------|--|--------------------------------------|---|---|-----------------------|---------------------------|
| 1.25 / 2.24 | Seattle Department of Transportation | WSDOT                           | This item accepts \$400,000 and appropriates a grant award of \$2,000 in 2023 in the Seattle Department of Transportation, Transportation Fund Mobility Capital Budget Control Level (13000-BC-TR-19003). This grant funding is from the Washington State Department of Transportation (WSDOT) through the Moving Ahead Washington – Railroad Crossing Grant Program State Match program for federal fiscal year 2022. This item provides funding to continue the City of Seattle's commitment to safety improvements by supporting a feasibility study to evaluate the effect of closing railroad crossings and determine appropriate safety improvements at nearby crossings. This grant has no match requirement. | Transportation Fund (13000)          | Mobility-Capital (13000-BC-TR-19003)                      | Freight Spot Improvement Program (MC-TR-C047) | 400,000               | 2,000                     |
| 1.26        | Seattle Department of Transportation | FTA                             | This item accepts a grant for \$298,589 in SDOT's Seattle Streetcar Fund Streetcar Operations - First Hill Budget Control Level (10800-BO-TR-12002) and \$127,967 in SDOT's Seattle Streetcar Fund Streetcar Operations - South Lake Union BCL (10800-BO-TR-12001). This grant funding is from the Federal Transit Administration through the 5307 Urbanized Area Formula Funding Grant Program to maintain the Seattle Streetcar, including preventive and major maintenance, vehicle maintenance, and guideway work. The appropriation for this 2023 grant is included in SDOT's baseline budget; therefore, no appropriation increase is associated with this item.   | Seattle Streetcar Operations (10800) | First Hill Streetcar Operations (10800-BO-TR-12002)       |   | 426,556               |                           |
|             |                                      |                                 |  |                                      | South Lake Union Streetcar Operations (10800-BO-TR-12001) |   |                       |                           |
| 1.27 / 2.25 | Seattle Department of Transportation | WSDOT                           | This item accepts \$1,459,100 in grant funding and increases appropriation authority by \$364,775 in the Seattle Department of Transportation, in the Transportation Fund Mobility-Operations Budget Control Level (13000-BO-TR-17003). This increase is a necessary part of SDOT's agreement with the Washington State for the Reimbursable Commute Trip Reduction Project. The funding agreement is over three years with 25%, or \$364,775, will be spent in 2023. The remainder of the grant funding will be budgeted in 2024 and 2025.  | Transportation Fund (13000)          | Mobility Operations (13000-BO-TR-17003)                   |   | 1,459,100             | 364,775                   |
| 1.28 / 2.26 | Seattle Department of Transportation | FHWA                            | This item accepts a grant award and increases appropriation authority by \$1,200,000 in the Seattle Department of Transportation, Transportation Fund Mobility Operations Budget Control Level (13000-BO-TR-17003). This grant funding is from the Federal Highway Administration through the Rebuilding American Infrastructure with Sustainability and Equity (RAISE) program for federal fiscal year 2023. This item provides funding to enhance the City of Seattle's ability to develop a funding and implementation plan for "Low Emission Neighborhoods."   | Transportation Fund (13000)          | Mobility Operations (13000-BO-TR-17003)                   |   | 1,200,000             | 1,200,000                 |
| 1.29 / 2.27 | Seattle Fire Department              | Department of Homeland Security | This item increases appropriation authority by \$137,458 in the FD0 BSL. This grant from the Department of Homeland Security provides for continuation of current BioWatch program activities in the Seattle area. This includes air-quality testing and monitoring for 18 collector sites and strengthening the area's response network with respect to biological terrorism. There are no new positions associated with this project and no match required   | General Fund (00100)                 | Operations (00100-BO-FD-F3000)                            |   | 137,458               | 137,458                   |
| 1.30 / 2.28 | Seattle Fire Department              | Department of Homeland Security | This item increases appropriation authority by \$1,893,747 in the FD0 BSL. This grant from the Department of Homeland Security provides for continuation of current BioWatch program activities in the Seattle area. This includes air-quality testing and monitoring for 19 collector sites and strengthening the area's response network with respect to biological terrorism. There are no new positions associated with this project and no match required.  | General Fund (00100)                 | Operations (00100-BO-FD-F3000)                            |   | 1,893,747             | 1,893,747                 |
| 1.31 / 2.29 | Seattle Fire Department              | Medic One Foundation            | This item increases grant-backed appropriation authority by \$1,105 in the Seattle Fire Department (SFD) General Fund FD0 BSL. This grant will fund CPR training equipment. The period of performance ends 12/31/2023.   | General Fund (00100)                 | Operations (00100-BO-FD-F3000)                            |   | 1,105                 | 1,105                     |

| Item        | Department                                | Source   | Description   | Fund                                | Budget Summary Level / BCL Code                      | Capital Project / ID | Accepted (in Dollars) | Appropriated (in Dollars) |
|-------------|---|--|---|-------------------------------------|--|----------------------|-----------------------|---------------------------|
| 1.32 / 2.30 | Seattle Fire Department                   | King County Sheriff's Office (UASI)                                | This item increases grant-backed appropriation authority by \$6,000 in the Seattle Fire Department (SFD) FD0 BSL. This (UASI) passthrough grant from the King County Sheriff's Office provides funding for aviation training. The period of Performance is 7/01/2023 – 11/30/2023. There is no match required for this project and there are no new positions associated with this project.   | General Fund (00100)                | Operations (00100-BO-FD-F3000)                       |                      | 6,000                 | 6,000                     |
| 1.33 / 2.31 | Seattle Fire Department                   | Department of Homeland Security                                    | This item increases appropriation authority by \$223,444 in the FD0 BSL. This grant from the Federal Emergency Management Agency (FEMA) of the Department of Homeland Security provides funding for Puget Sound regional preventive CBRNE training, drills and exercises and equipment and Puget Sound Regional Marine Firefighting and Damage Control training. The period of Performance is 9/1/2023 – 8/31/2025. There is a 25% match of \$74,881 required for this project.   | General Fund (00100)                | Operations (00100-BO-FD-F3000)                       |                      | 223,444               | 223,444                   |
| 1.34 / 2.32 | Seattle Fire Department                   | Washington State Patrol - Office of the Fire Marshal               | This item increases appropriation authority by \$58,593 in the FD0 BSL. This grant from the Washington State Patrol-Office of the Fire Marshal will support the training of firefighters in Recruit Class #118 & 119 in FY 2023 to minimum safety requirements. There are no new positions associated with this project and no match required. Recruit Class #118 \$25,593 (rec'd) , Class #119 \$33,000 estimated.   | General Fund (00100)                | Operations (00100-BO-FD-F3000)                       |                      | 58,593                | 58,593                    |
| 1.35 / 2.33 | Seattle Fire Department                   | WA State Dept of Natural Resources and WA State Military Dept -EMD | This item increases appropriation authority by \$300,000 in the FD0 BSL. The funding from the State of Washington Department of Natural Resources, State Fire Marshal's Office and the Emergency Management Division with the State Military Department will reimburse overtime/backfill and travel costs incurred by the Fire Department for deployment of qualified firefighters to approximately 15-30 separate wild fires in the State of Washington, Oregon, and California between July and December, 2023. There will be no positions created or match required.   | General Fund (00100)                | Operations (00100-BO-FD-F3000)                       |                      | 300,000               | 300,000                   |
| 1.36 / 2.34 | Seattle Fire Department                   | FEMA through Pierce County Office of Emergency Management          | This item increases appropriation authority by \$45,000 in FD0 BSL. The funding, provided by the Federal Emergency Management Agency (FEMA) through Pierce County Office of Emergency Management provide funding for SFD members on the regional Urban Search and Rescue (USAR) Team to attend approximately 25 reimbursable mandatory emergency response trainings. There are no positions or local match requirement associated with these reimbursements.  | General Fund (00100)                | Operations (00100-BO-FD-F3000)                       |                      | 45,000                | 45,000                    |
| 1.37 / 2.35 | Seattle Information Technology Department | Seattle Housing Authority  | This item increases appropriation authority by \$67,747 in Seattle IT in the Frontline Services & Workplace BSL (50410-BO-IT-D0400). This extends a revenue-neutral Interlocal agreement to continue digital equity services to public housing residents through an agreement with the Seattle Housing Authority (SHA). Revenue to support this spending will be collected from SHA, and Seattle IT will pass this money through to our community grantee organization to perform this work.  | Information Technology Fund (50410) | Frontline Services and Workplace (50410-BO-IT-D0400) |                      | 67,747                | 67,747                    |
| 1.38 / 2.36 | Seattle Information Technology Department | YWCA   | This item increases appropriation authority by \$70,000 in Seattle IT in the Frontline Services & Workplace BSL (50410-BO-IT-D0400). This request will allow Seattle IT to extend the support of the Administrative Specialist funded by the YWCA. Costs will be direct billed to YWCA.   | Information Technology Fund (50410) | Frontline Services and Workplace (50410-BO-IT-D0400) |                      | 70,000                | 70,000                    |
| 1.39 / 2.37 | Seattle Municipal Court                   | Administrative Office of the Court (State of Washington)           | This item increases appropriation authority by \$327,779 in the Administration BSL (00100-BO-MC-3000). This is grant funding from the Washington State Administrative Office of the Court for the State fiscal year of 2023-2024. This grant will continue to support a 1.0 FTE Strategic Advisor I, a nonprofit service provider contract, supplies, training and seminar travel, and recovery support costs. The first grant for 2022-2023 established the sunset position and contracts. It serves Seattle Municipal Court participants identified with substance use disorders or other behavioral health needs and engages individuals with community-based therapeutic interventions. There are no matching requirements. | General Fund (00100)                | Administration (00100-BO-MC-3000)                    |                      | 327,779               | 327,779                   |

| Item        | Department                   | Source  | Description  | Fund                             | Budget Summary Level / BCL Code                  | Capital Project / ID                                 | Accepted (in Dollars) | Appropriated (in Dollars) |
|-------------|------------------------------|---|--|----------------------------------|--|--|-----------------------|---------------------------|
| 1.40 / 2.38 | Seattle Parks and Recreation | Seattle School District                           | This item increases appropriation authority by \$1,000,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First Budget Control Level (10200-BC-PR-40000). This request is necessary to support the Major Maintenance Backlog Master Project (MC-PR-41001) and will be used towards the design, construction, renovation, updates, and establishing ongoing operations, maintenance, and programming of three existing synthetic turf fields. Seattle Parks and Recreation (SPR) and the School District have a signed Interlocal Cooperative Agreement regarding this work which formalizes the funding which the School District will reimburse SPR for monies spent on the resurfacing of the playing fields.   | Park And Recreation Fund (10200) | Fix It First (10200-BC-PR-40000)                 | Major Maintenance and Asset Management (MC-PR-41001) | 1,000,000             | 1,000,000                 |
| 1.41 / 2.39 | Seattle Parks and Recreation | Seattle Public Schools                            | This item increases appropriation authority by \$50,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Recreation Facility Programs Budget Control Level (10200-BO-PR-50000). This contract from Seattle Public Schools provides student support at Broadview Thompson within the Extended Learning OPS Master Project (MO-PR-51009), and will be used towards the CLC - McClure MS project (PRR0903). The contract expires 08/31/23.  | Park And Recreation Fund (10200) | Recreation Facility Programs (10200-BO-PR-50000) |  | 50,000                | 50,000                    |
| 1.42 / 2.40 | Seattle Parks and Recreation | School's Out Washington                           | This item increases appropriation authority by \$492,383 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Recreation Facility Programs Budget Control Level (10200-BO-PR-50000). This School's Out Washington contract supports the Extended Learning OPS Master Project (MO-PR-51009), and will be used towards the CLC - Northgate ES project (PRR0908). This is the remaining portion of a reimbursable contract for \$611,900 covering a three year period, from August 2022 - June 2025.  | Park And Recreation Fund (10200) | Recreation Facility Programs (10200-BO-PR-50000) |  | 492,383               | 492,383                   |
| 1.43 / 2.41 | Seattle Parks and Recreation | King County                                       | This item increases appropriation authority by \$150,000 in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000). This grant from King County supports the Major Maintenance and Asset Management Master project (MC-PR-41001), and will be used towards planning for the phase II work at the existing park. This is a reimbursable grant, requiring a match which the project budget satisfies. The grant expiration date is 6/30/24.   | Park And Recreation Fund (10200) | Fix It First (10200-BC-PR-40000)                 | Major Maintenance and Asset Management (MC-PR-41001) | 150,000               | 150,000                   |
| 1.44 / 2.42 | Seattle Parks and Recreation | Washington State Youth Athletic Facilities Grant  | This item increases appropriation authority by \$350,000 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000). This Washington State Youth Athletic Facilities Grant supports the Soundview Athletic Field Conversion project (MC-PR-41074), and will be used towards converting Soundview Athletic field to synthetic. More specifically, this grant will be used to help renovate a grass playfield in the 10-acre Soundview Park in northwest Seattle. The City will install about 114,000 square feet of multi-purpose, all-weather synthetic turf and field amenities including lights, a looped walking path, bleachers, and seat walls. The City also will improve the storm water, electrical, and irrigation systems This is a reimbursable grant, requiring a match which the project budget satisfies. The grant expiration date will be determined once a contract is signed. | Park And Recreation Fund (10200) | Fix It First (10200-BC-PR-40000)                 | Soundview Athletic Field Conversion (MC-PR-41074)    | 350,000               | 350,000                   |
| 1.45 / 2.43 | Seattle Parks and Recreation | Washington State Boating Facilities Program Grant | This item increases appropriation authority by \$820,000 in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000). This Washington State Boating Facilities Program Grant supports the Major Maintenance and Asset Management Master project (MC-PR-41001), and will be used towards the Stan Sayres Boat Ramp Renovation project. More specifically, this grant will be used to redevelop the Stan Sayres boat launch, one of only two public boat launches, on Lake Washington. The project will create four launch lanes and add boarding floats to two piers to create queuing space and make entering and exiting boats easier and will also add grated gangways to connect the piers to the boarding floats, making it safer and easier to   | Park And Recreation Fund (10200) | Fix It First (10200-BC-PR-40000)                 | Major Maintenance and Asset Management (MC-PR-41001) | 820,000               | 820,000                   |

| Item        | Department                   | Source  | Description   | Fund                             | Budget Summary Level / BCL Code             | Capital Project / ID                                      | Accepted (in Dollars) | Appropriated (in Dollars) |
|-------------|------------------------------|---|---|----------------------------------|---|---|-----------------------|---------------------------|
|             |                              |   | access This is a reimbursable grant, requiring a match which the project budget satisfies. The grant expiration date will be determined once a contract is signed.  |                                  |   |   |                       |                           |
| 1.46 / 2.44 | Seattle Parks and Recreation | Washington State RCO                                  | This item increases appropriation authority by \$248,129 in the Park and Recreation Fund Fix It First Control Level (10200-BC-PR-40000). This Washington State RCO grant supports the Major Maintenance and Asset Management Master project (MC-PR-41001), and will be used towards the Garfield Super Block project. More specifically, this grant will be used to complete construction ready design plans, permitting and cultural resources review for Garfield Super Block, located in Seattle's Central District. The City is working in collaboration with the Garfield Super Block Coalition to plan for new additions and renovations to the park including play structures, sports courts, picnic areas and accessible pathways. This is a reimbursable planning grant, and does not require a match. The grant expiration date will be determined once a contract is signed.   | Park And Recreation Fund (10200) | Fix It First (10200-BC-PR-40000)            | Major Maintenance and Asset Management (MC-PR-41001)      | 248,129               | 248,129                   |
| 1.47 / 2.45 | Seattle Parks and Recreation | Washington State Department of Commerce               | This item increases appropriation by \$173,050 in the Seattle Parks and Recreation Department in the Park and Recreation Fund Fix it First-CIP Budget Control Level (10200-BC-PR-40000). These two planning grants from the Washington State Department of Commerce support the Municipal Energy Efficiency Program Project (MC-PR-41030) and will be used for an evaluation of two South Park Seattle Community Centers (\$94,400) and Bitter Lake Community Center (\$78,650) for solar storage. These are reimbursable grants, which do not require a match. The grant expiration dates will be established when contracts are signed.   | Park And Recreation Fund (10200) | Fix It First (10200-BC-PR-40000)            | Municipal Energy Efficiency Program - Parks (MC-PR-41030) | 173,050               | 173,050                   |
| 1.48 / 2.46 | Seattle Police Department    | Washington State Criminal Justice Training Commission | This item increases appropriation authority by \$66,931 in the Criminal Investigations BSL from the Washington State Criminal Justice Training Commission. This item provides funding for establishing officer wellness programs. The SPD Wellness Unit will utilize awarded funding for various purposes, including: <ul style="list-style-type: none"> <li>• Purchasing equipment for the SPD Internet Crimes Against Children (ICAC) Wellness Room.</li> <li>• Contracting with Mental Health Providers to provide Mental Health Sessions that are specific to the needs of detectives assigned to SPD's Sexual Assault Unit (SAU).</li> <li>• Host 2, Two-Day Trainings that promote resilience and behavioral health for detectives who investigate cases that involve perpetrators and victims of sex crimes. The training classes will be made available to SPD SAU detectives, SPD ICAC detectives, and to detectives whose agencies participate in the statewide Washington ICAC Task Force.</li> </ul> <p>The term of this grant runs from October 1, 2023 to September 30, 2024. There are no matching requirements or capital improvement projects associated with this item.</p> | General Fund (00100)             | Criminal Investigations (00100-BO-SP-P7000) |   | 66,931                | 66,931                    |
| 1.49 / 2.47 | Seattle Public Library       | Washington State Department of Commerce               | This item increases appropriation authority by \$90,210 in the Seattle Public Library Fund (10410-SPL-BO) for the Library Programs & Services BSL (10410-BO-PL-B4PUB). This 2023 grant from the Washington State Department of Commerce will support the purchase and installation of a holds pick-up locker at the Greenwood branch of The Seattle Public Library. Holds pick-up lockers enhance access to collections, as well as convenience for Library patrons in similar ways to how many businesses and organizations now incorporate a range of new self-service, contactless, or reduced contact services in recent years. This item will bring the total number of  | Library Fund (10410)             | The Seattle Public Library (10410-BO-SPL)   |   | 90,210                | 90,210                    |

| Item         | Department               | Source  | Description  | Fund                     | Budget Summary Level / BCL Code                    | Capital Project / ID | Accepted (in Dollars) | Appropriated (in Dollars) |
|--------------|--------------------------|---|--|--------------------------|--|----------------------|-----------------------|---------------------------|
|              |                          |   | holds pick-up lockers at various Library branches to six. Grant money will run through June 30, 2024. There is no matching requirement.  |                          |  |                      |                       |                           |
| 1.50 / 2.48  | Seattle Public Utilities | Washington State Department of Ecology  | This item increases appropriation authority in the amount of \$958,971 in Seattle Public Utilities Utility Services and Operations Budget Control Level (BO-SU-N200B). This accepts and appropriates a grant from the Washington State Department of Ecology under the Local Solid Waste Financial Assistance (LWSFA) Program. This funding will support two new projects: reusable furniture collection at sites within the City and supporting the establishment of a salvaged lumber warehouse.   | Solid Waste Fund (45010) | Utility Service and Operations (45010-BO-SU-N200B) |                      | 958,971               | 958,971                   |
| 1.51/ 2.49   | Seattle Fire Department  | Department of Homeland Security/FEMA Through Pierce County Office of Emergency Management | This item increases appropriation authority by \$740,000 in the FD0 BSL. The funding from the Federal Emergency Management Agency (FEMA) of the Department of Homeland Security through the Pierce County Office of Emergency Management will reimburse for OT/BF and travel costs incurred by the SFD deployment of qualified members who serve on the regional Urban Search and Rescue Team who were deployed to emergency and disaster sites as needed in 2023. The period of performance for these deployments is from August through December 2023. No positions will be created and no match is required. Estimate based on 22 SFD taskforce members deployed x 24 hours/day x 15 days x \$90 rate (OT+fringe) = \$712,800 plus \$27,200 estimate for other misc. deployments in Q3. | General Fund (00100)     | Operations (00100-BO-FD-F3000)                     |                      | 740,000               | 740,000                   |
| <b>TOTAL</b> |                          |   |  |                          |  |                      | <b>42,304,702</b>     | <b>27,206,821</b>         |

Attachment B. 2024 Proposed GF Revenue Changes Detail

| Amount in \$1000s  | 2024                 |                      |                      |
|--|----------------------|----------------------|----------------------|
|  | One-time             | Ongoing              | Total                |
| <b>Technical</b>   |                      |                      |                      |
| <b>Finance and Administrative Services</b>                           |                      |                      |                      |
| Removal of One-Time Appropriations                                   | \$225,000            | \$0                  | \$225,000            |
| Cost Increases in Specific Programs                                  | \$0                  | (\$4,131,950)        | (\$4,131,950)        |
| FAS Project Structure Change   | \$0                  |                      | \$0                  |
| <b>Subtotal - Finance and Administrative Services</b>                | <b>\$225,000</b>     | <b>(\$4,131,950)</b> | <b>(\$3,906,950)</b> |
| Seattle Fire Department - Revenue Adjustments                        | \$0                  | \$924,609            | \$924,609            |
| Seattle Police Department - Baseline Revenue Adjustments             | \$0                  | (\$1,576,269)        | (\$1,576,269)        |
| <b>Subtotal - Technical</b>  | <b>\$225,000</b>     | <b>(\$4,783,610)</b> | <b>(\$4,558,610)</b> |
| <b>Revenues Supporting New Expenditures</b>                          |                      |                      |                      |
| <b>Department of Education and Early Learning</b>                    |                      |                      |                      |
| ECEAP Grant Technical Changes  | \$0                  | \$1,264,147          | \$1,264,147          |
| Upward Bound Grant Technical Changes                                 | \$0                  | \$0                  | \$0                  |
| Ongoing Changes from Current Year Legislation                        | \$0                  | (\$207,500)          | (\$207,500)          |
| <b>Subtotal - Department of Education and Early Learning</b>         | <b>\$0</b>           | <b>\$1,056,647</b>   | <b>\$1,056,647</b>   |
| <b>Finance and Administrative Services</b>                           |                      |                      |                      |
| Rebate Revenues from Seattle City Light                              | \$0                  | \$358,000            | \$358,000            |
| Short-Term Rental Program Enforcement Support                        | \$0                  | \$180,023            | \$180,023            |
| For-Hire Program Technology Support                                  | \$0                  | \$75,000             | \$75,000             |
| Service Licensing and Information Management System Assessment       | \$0                  | \$100,000            | \$100,000            |
| <b>Subtotal - Finance and Administrative Services</b>                | <b>\$0</b>           | <b>\$713,023</b>     | <b>\$713,023</b>     |
| Mayor's Office - 2024 Casey Family Grant                             | \$500,000            | \$0                  | \$500,000            |
| Office of Economic Development - Remove one-time, prior-year CDBG fu | (\$1,363,675)        | \$1,000,000          | (\$363,675)          |
| <b>Office of Immigrant and Refugee Affairs</b>                       |                      |                      |                      |
| SHA Annual Award Acceptance  | \$0                  | \$51,652             | \$51,652             |
| DSHS Annual Acceptance   | \$0                  | \$865,600            | \$865,600            |
| <b>Subtotal - Office of Immigrant and Refugee Affairs</b>            | <b>\$0</b>           | <b>\$917,252</b>     | <b>\$917,252</b>     |
| <b>Seattle Department of Transportation</b>                          |                      |                      |                      |
| Pay-By-Phone Parking Budget Alignment                                | \$0                  | \$2,200,000          | \$2,200,000          |
| Emergency Events   | \$0                  | \$200,000            | \$200,000            |
| <b>Subtotal - Seattle Department of Transportations</b>              | <b>\$0</b>           | <b>\$2,400,000</b>   | <b>\$2,400,000</b>   |
| <b>Seattle Fire Department</b>                                       |                      |                      |                      |
| Urban Area Security Initiative Grant (FY 2023)                       | \$792,679            | \$0                  | \$792,679            |
| Enhancing construction services                                      | \$0                  | \$300,000            | \$300,000            |
| <b>Subtotal - Seattle Fire Department</b>                            | <b>\$792,679</b>     | <b>\$300,000</b>     | <b>\$1,092,679</b>   |
| Seattle Police Department - 2024 Recurring Grants                    | \$5,683,156          | \$0                  | \$5,683,156          |
| <b>Subtotal - Revenue supporting New Expenditures</b>                | <b>\$5,612,160</b>   | <b>\$6,386,922</b>   | <b>\$11,999,082</b>  |
| <b>JumpStart Transfers</b>   |                      |                      |                      |
| Finance General - Appropriation Adjustment for JS Administration     | \$0                  | (\$1,005,475)        | (\$1,005,475)        |
| Finance General - Appropriation Adjustment for Human Service Provid  | \$4,528,366          | \$0                  | \$4,528,366          |
| Finance General - Reduce Jumpstart Payroll Expense Tax Transfer to G | (\$10,000,000)       | \$0                  | (\$10,000,000)       |
| <b>Subtotal - JumpStart Transfers</b>                                | <b>(\$5,471,634)</b> | <b>(\$1,005,475)</b> | <b>(\$6,477,109)</b> |
| <i>Technical Adjustments/Overlaps</i>                                | (\$419,363)          | \$0                  | (\$419,363)          |
| <b>Total Proposed Revenue changes from Endorsed</b>                  | <b>(\$53,837)</b>    | <b>\$597,837</b>     | <b>\$544,000</b>     |

| Item No.   | Department/Office                            | Title                                    | Funder  | Purpose Statement  | Fund                             | Acceptance Amount (\$) | Appropriated in 2024 Budget (\$) |
|--|--|--|---|--|----------------------------------|------------------------|----------------------------------|
| <b>New Grant Awards, Community Development Block Grant</b> |  |  |   |  |                                  | <b>9,486,805</b>       | <b>9,486,805</b>                 |
| 1.1  | Human Services Department                    | Community Development Block Grant 2024   | HUD   | HUD grant that funds local community development activities with the stated goal of providing affordable housing, anti-poverty programs, and infrastructure development. | 16200 - Human Services Fund      | 6,437,633              | 6,437,633                        |
| 1.2  | Office of Economic Development               | Community Development Block Grant 2024   | HUD   | HUD grant that funds local community development activities with the stated goal of providing affordable housing, anti-poverty programs, and infrastructure development. | 00100 - General Fund             | 1,000,000              | 1,000,000                        |
| 1.3  | Office of Housing                            | Community Development Block Grant 2024   | HUD   | HUD grant that funds local community development activities with the stated goal of providing affordable housing, anti-poverty programs, and infrastructure development. | 16600 - Office of Housing Fund   | 160,972                | 160,972                          |
| 1.4  | Office of Immigrant and Refugee Affairs      | Community Development Block Grant 2024   | HUD   | HUD grant that funds local community development activities with the stated goal of providing affordable housing, anti-poverty programs, and infrastructure development. | 00100 - General Fund             | 650,200                | 650,200                          |
| 1.5  | Office of Planning and Community Development | Community Development Block Grant 2024   | HUD   | HUD grant that funds local community development activities with the stated goal of providing affordable housing, anti-poverty programs, and infrastructure development. | 00100 - General Fund             | 430,000                | 430,000                          |
| 1.6  | Seattle Parks and Recreation                 | Community Development Block Grant 2024   | HUD   | HUD grant that funds local community development activities with the stated goal of providing affordable housing, anti-poverty programs, and infrastructure development. | 10200 - Park And Recreation Fund | 808,000                | 808,000                          |
| <b>New Grant Awards, Other</b>                             |  |  |   |  |                                  | <b>98,380,703</b>      | <b>93,405,790</b>                |
| 1.7  | Department of Education and Early Learning   | ECEAP Grant 2024-2025 School Year        | Washington State Department of Children, Youth and Families | The Early Childhood Education and Assistance Program (ECEAP) provides high quality preschool services for low-income families.   | 00100 - General Fund             | 6,160,904              | 2,981,425                        |
| 1.8  | Department of Education and Early Learning   | Upward Bound Grant 2024-2025 School Year | United States Department of Education                       | Upward Bound focuses on low-income and/or first generation students who cannot go to college without additional academic assistance and pre-college counseling.          | 00100 - General Fund             | 518,827                | 259,413                          |
| 1.9  | Human Services Department                    | Title XIX Admin Claiming                 | Washington State DSHS                                       | Federal indirect grant for administration support for the Medicaid case management program   | 16200 - Human Services Fund      | 1,029,000              | 1,029,000                        |
| 1.10   | Human Services Department                    | Child Care Nutrition Grant               | Washington State OSPI                                       | Federal indirect grant providing nutrition food in childcare settings  | 16200 - Human Services Fund      | 1,000,000              | 1,000,000                        |
| 1.11   | Human Services Department                    | Caregiver Training Federal DDD           | Washington State DSHS                                       | Federal indirect grant for training of homecare workers for people with disabilities   | 16200 - Human Services Fund      | 172,110                | 172,110                          |

| Item No. | Department/Office         | Title  | Funder                   | Purpose Statement  | Fund                        | Acceptance Amount (\$) | Appropriated in 2024 Budget (\$) |
|----------|---------------------------|--|--------------------------|--|-----------------------------|------------------------|----------------------------------|
| 1.12     | Human Services Department | Caregiver Training State DDD                     | Washington State DSHS    | State grant for training of homecare workers for people with disabilities              | 16200 - Human Services Fund | 172,110                | 172,110                          |
| 1.13     | Human Services Department | Caregiver Training State                         | Washington State DSHS    | State grant for homecare worker training   | 16200 - Human Services Fund | 60,000                 | 60,000                           |
| 1.14     | Human Services Department | Caregiver Training TXIX                          | Washington State DSHS    | Federal indirect grant for homecare worker training                                    | 16200 - Human Services Fund | 1,904,687              | 1,904,687                        |
| 1.15     | Human Services Department | OAA Elder Abuse                                  | Washington State DSHS    | Federal indirect grant for elder abuse prevention                                      | 16200 - Human Services Fund | 17,887                 | 17,887                           |
| 1.16     | Human Services Department | Emergency Solutions Grant                        | HUD                      | Federal grant to assist individuals and families regain stability in permanent housing | 16200 - Human Services Fund | 826,314                | 826,304                          |
| 1.17     | Human Services Department | Senior Expanded Nutrition                        | Washington State DSHS    | State grant providing expanded older adult nutrition programs                          | 16200 - Human Services Fund | 165,278                | 165,278                          |
| 1.18     | Human Services Department | Health Home Full Life Care                       | Full Life Care           | Federal indirect grant providing care coordination services for older adults           | 16200 - Human Services Fund | 507,961                | 507,961                          |
| 1.19     | Human Services Department | Housing Opportunities for Person With AIDS Grant | HUD                      | Federal grant that supports housing needs for individuals with HIV/AIDS                | 16200 - Human Services Fund | 3,716,896              | 3,716,885                        |
| 1.20     | Human Services Department | Kinship Caregiver                                | Washington State DSHS    | State grant providing supportive services to kinship caregivers                        | 16200 - Human Services Fund | 247,776                | 247,776                          |
| 1.21     | Human Services Department | Kinship Navigator                                | Washington State DSHS    | State grant providing resource coordination for kinship caregivers                     | 16200 - Human Services Fund | 88,251                 | 88,251                           |
| 1.22     | Human Services Department | Medicaid Transform Demo Program                  | Washington State DSHS    | Federal indirect grant for improvements in the healthcare system                       | 16200 - Human Services Fund | 3,894,787              | 3,894,787                        |
| 1.23     | Human Services Department | Nutrition Services Incentive Program             | Washington State DSHS    | Federal indirect grant for nutrition programs for older adults                         | 16200 - Human Services Fund | 640,495                | 640,495                          |
| 1.24     | Human Services Department | Northwest Geriatric Workforce Enhancement Grant  | University of Washington | Federal indirect grant for older adult workforce enhancement                           | 16200 - Human Services Fund | 155,965                | 155,965                          |

| Item No. | Department/Office         | Title   | Funder                    | Purpose Statement  | Fund                        | Acceptance Amount (\$) | Appropriated in 2024 Budget (\$) |
|----------|---------------------------|---|---------------------------|--|-----------------------------|------------------------|----------------------------------|
| 1.25     | Human Services Department | Respite - AWHI  | Washington State DSHS     | State grant for health insurance for respite care workers  | 16200 - Human Services Fund | 300,000                | 300,000                          |
| 1.26     | Human Services Department | Senior Citizens Services Act                              | Washington State DSHS     | State grant providing a variety of supportive services for older adults  | 16200 - Human Services Fund | 2,245,636              | 2,245,636                        |
| 1.27     | Human Services Department | State Family Caregiver                                    | Washington State DSHS     | State grant for caregiver support programs   | 16200 - Human Services Fund | 3,292,900              | 3,292,900                        |
| 1.28     | Human Services Department | Summer Food Program                                       | Washington State OSPI     | Federal indirect grant providing nutritious food for children in the summer  | 16200 - Human Services Fund | 517,000                | 517,000                          |
| 1.29     | Human Services Department | Seattle Housing Authority - Aging and Disability Services | Seattle Housing Authority | Grant from the Seattle Housing Authority to provide case management and other supportive services to aide residents in maintaining housing | 16200 - Human Services Fund | 585,031                | 585,031                          |
| 1.30     | Human Services Department | Sr Drug Education   | Washington State DSHS     | State grant for drug education to older adults   | 16200 - Human Services Fund | 17,668                 | 17,668                           |
| 1.31     | Human Services Department | Senior Farmers Market Federal                             | Washington State DSHS     | Federal indirect grant for nutrition food for older adults   | 16200 - Human Services Fund | 6,628                  | 6,628                            |
| 1.32     | Human Services Department | Senior Farmers Market State                               | Washington State DSHS     | State grant for nutritious food for older adults   | 16200 - Human Services Fund | 66,314                 | 66,314                           |
| 1.33     | Human Services Department | OAA Title III-B   | Washington State DSHS     | Federal indirect grant for supportive services for older adults  | 16200 - Human Services Fund | 2,500,690              | 2,500,690                        |
| 1.34     | Human Services Department | OAA Title III-C1  | Washington State DSHS     | Federal indirect grant for congregate nutrition services for older adults  | 16200 - Human Services Fund | 2,766,201              | 2,766,201                        |
| 1.35     | Human Services Department | OAA Title III-C2  | Washington State DSHS     | Federal indirect grant for home delivered nutrition services for older adults  | 16200 - Human Services Fund | 1,871,960              | 1,871,960                        |
| 1.36     | Human Services Department | OAA Title III-D   | Washington State DSHS     | Federal indirect grant for health promotion programs for older adults  | 16200 - Human Services Fund | 151,781                | 151,781                          |
| 1.37     | Human Services Department | OAA Title III-E   | Washington State DSHS     | Federal indirect grant for caregiver support programs for older adults   | 16200 - Human Services Fund | 1,048,681              | 1,048,681                        |

| Item No. | Department/Office         | Title   | Funder                                      | Purpose Statement   | Fund                            | Acceptance Amount (\$) | Appropriated in 2024 Budget (\$) |
|----------|---------------------------|---|---|---|---------------------------------|------------------------|----------------------------------|
| 1.38     | Human Services Department | Title XIX State & Title XIX Federal                           | Washington State DSHS                       | State grant for Long Term Services & Supports, Federal grant for Medicaid Long Term Services & Supports   | 16200 - Human Services Fund     | 43,566,501             | 43,566,501                       |
| 1.39     | Human Services Department | Training Wages  | Washington State DSHS                       | Federal Indirect grant for the administration of homecare worker training   | 16200 - Human Services Fund     | 67,631                 | 67,631                           |
| 1.40     | Human Services Department | Vets Directed Care  | Washington State DSHS                       | Federal indirect grant for home and community based services for veterans   | 16200 - Human Services Fund     | 48,065                 | 48,065                           |
| 1.41     | Human Services Department | King County Vets, Seniors, Human Services Levy                | King County                                 | Local grant to help veterans and older adults live healthy, productive, and meaningful lives  | 16200 - Human Services Fund     | 1,349,000              | 1,349,000                        |
| 1.42     | Office of Housing         | Department of Energy 2024                                     | Washington State Department of Commerce     | Office of Housing Fund 16600 and Low Income Housing Fund 16400 - Department of Energy - BIPARTISAN INFRASTRUCTURE LAW through the Dept of Commerce grant provides funding for administration, program support to perform an approved energy audit and complete weatherization in both single and multifamily residential dwelling units in the City of Seattle.               | 16400 - Low Income Housing Fund | 1,000,000              | 640,000                          |
| 1.43     |                           |   |   |   | 16600 - Office of Housing Fund  |                        | 360,000                          |
| 1.44     | Office of Housing         | Department of Housing and Urban Development                   | Department of Housing and Urban Development | Office of Housing Fund 16600 and Low Income Housing Fund 16400 - HOME Investment Partnerships Program - Department of Housing and Urban Development grant that supports decent and affordable housing, particularly for low- and very low-income Americans.   | 16400 - Low Income Housing Fund | 3,299,013              | 2,968,574                        |
| 1.45     |                           |   |   |   | 16600 - Office of Housing Fund  |                        | 330,440                          |
| 1.46     | Office of Housing         | Department of Energy 2024                                     | Department of Housing and Urban Development | Office of Housing Fund 16600 and Low Income Housing Fund 16400 - Renewable Energy Home Heating Conversion Department of Housing and Urban Development grant provides funding to improve the energy efficiency and health & safety of dwellings owned or occupied by eligible low-income persons/participants in both single and multifamily buildings in the city of Seattle. | 16400 - Low Income Housing Fund | 750,000                | 114,000                          |
| 1.47     | Office of Housing         | Weatherization Plus Health (formerly the Match Maker Program) | Washington State Department of Commerce     | Office of Housing Fund 16600 and Low Income Housing Fund 16400 - WEATHERIZATION PLUS HEALTH through the Dept of Commerce grant provides funding for administration and program support to perform an approved energy audit and complete weatherization in both single and multifamily residential dwelling units in the City of Seattle.                                      | 16400 - Low Income Housing Fund | 1,800,000              | 675,000                          |
| 1.48     |                           |   |   |   | 16600 - Office of Housing Fund  |                        | 225,000                          |

| Item No. | Department/Office                       | Title   | Funder  | Purpose Statement  | Fund                             | Acceptance Amount (\$) | Appropriated in 2024 Budget (\$) |
|----------|---|---|---|--|----------------------------------|------------------------|----------------------------------|
| 1.49     | Office of Immigrant and Refugee Affairs | Annual DSHS Award                                     | Department of Social and Health Services            | This grant supports the participation of State benefits recipients in the Office of Immigrant and Refugee Affairs' New Citizen Program, which provides assistance to income-qualified individuals to apply for naturalization using a case management model. Matching funding is not required. The grant funding is for the current state fiscal year. | 00100 - General Fund             | 865,600                | 865,600                          |
| 1.50     | Office of Immigrant and Refugee Affairs | Annual SHA Award                                      | Seattle Housing Authority                           | This grant supports the participation of Seattle Housing Authority residents in the Office of Immigrant and Refugee Affairs' New Citizen Program, which provides assistance to income-qualified individuals to apply for naturalization using a case management model. The grant funding is for the existing calendar year.                            | 00100 - General Fund             | 51,652                 | 51,652                           |
| 1.51     | Office of the Mayor                     | Casey Family Programs Grant                           | Casey Family Foundation                             | Private grant to support 3.0 temporary FTE for research, planning, and implementation of programming related to public safety.   | 00100 - General Fund             | 500,000                | 500,000                          |
| 1.52     | Seattle Center                          | Monorail System Renovation                            | Federal Transit Administration                      | This funding is for Seattle Center Monorail FTA-funded major maintenance and renovation to support the system which began service in 1962. There is a 20% local match requirement for these funds.   | 11410 - Seattle Center Fund      | 1,255,000              | 1,255,000                        |
| 1.53     | Seattle Parks and Recreation            | Community Services Block Grant Federal                | Washington State Department of Commerce             | This funding supports the Seattle Conservation Corps, a jobs training program for homeless adults.   | 10200 - Park And Recreation Fund | 181,812                | 181,812                          |
| 1.54     | Seattle Parks and Recreation            | Community Services Block Grant State                  | Washington State Department of Commerce             | This funding supports the Seattle Conservation Corps, a jobs training program for homeless adults.   | 10200 - Park And Recreation Fund | 71,530                 | 71,530                           |
| 1.55     | Seattle Parks and Recreation            | Community Services Block Grant State                  | Washington State Department of Commerce             | This funding supports the Seattle Conservation Corps, a jobs training program for homeless adults.   | 10200 - Park And Recreation Fund | 22,770                 | 22,770                           |
| 1.56     | Seattle Police Department               | FY23 Patrick Leahy Bulletproof Vest Partnership (BVP) | Department of Justice, Bureau of Justice Assistance | The grant reimburses states, units of local government, and federally recognized Indian tribes, for up to 50 percent of the cost of body armor vests purchased for law enforcement officers. SPD requested funds for 45 bulletproof vests.   | 00100 - General Fund             | 32,609                 | 32,609                           |

| Item No. | Department/Office         | Title  | Funder  | Purpose Statement  | Fund                 | Acceptance Amount (\$) | Appropriated in 2024 Budget (\$) |
|----------|---------------------------|--|---|--|----------------------|------------------------|----------------------------------|
| 1.57     | Seattle Police Department | FY23 Community Policing Development Microgrants                                | COPS Office   | Funding for demonstration or pilot projects that offer creative ideas to advance crime fighting, community engagement, problem solving, or organizational changes to support community policing in one of the following areas: Officer recruitment, retention, and workforce diversification, underserved populations, building trust and legitimacy with the community, hate crimes and domestic terrorism, and community violence intervention.  | 00100 - General Fund | 175,000                | 175,000                          |
| 1.58     | Seattle Police Department | FY23 COPS Community Policing Development – De-Escalation                       | COPS Office   | Grant funds will be used to create a functional PEO/Parking Specific training related to de-escalation, including the establishment of trainers that can carry the program forward after the grant ends.   | 00100 - General Fund | 83,997                 | 83,997                           |
| 1.59     | Seattle Police Department | FY23 DHS Securing the Cities Grant   | Department of Homeland Security   | This grant provides funds to establish a land-based radiological and nuclear detection program, initially in the UASI identified Seattle Urban Area (Seattle, Bellevue, King County, Pierce County, Snohomish County, etc.). SPD is committed to be the Lead Agency on the Securing the Cities grant program issued by the Department of Homeland Security (DHS), Countering Weapons of Mass Destruction Office through the duration of the grant program. As the Lead Agency, SPD is committed to sustaining existing partnerships and building new partnerships with those entities identified as Principal Partners. This includes expanding the program across the remainder of the State of Washington and the neighboring states outlined by the Program requirements. This is a yearly allocation that will primarily focus on the continuation of the Program and funding the purchase and distribution of approved equipment. | 00100 - General Fund | 475,000                | 475,000                          |
| 1.60     | Seattle Police Department | FY23 High Intensity Drug Trafficking Area (NW HIDTA)                           | Office of National Drug Control Policy  | Created by Congress in 1988, the High Intensity Drug Trafficking Areas (HIDTA) Program coordinates and assists Federal, State, Local, and Tribal law enforcement agencies (LEAs) to address regional drug threats with the purpose of reducing drug trafficking and drug production in the United States. This funding will be used to 1) Disrupt the market for illegal drugs by dismantling and disrupting drug trafficking and/or money laundering organizations; and 2) Improve the efficiency and effectiveness of HIDTA initiatives in the Seattle Region.   | 00100 - General Fund | 30,600                 | 30,600                           |
| 1.61     | Seattle Police Department | FY23 Supplemental Grant for Internet Crimes Against Children (ICAC) Task Force | Department of Justice Office of Juvenile Justice and Delinquency Prevention (OJJDP) | This annual grant provides funding to maintain the Northwest Regional Internet Crimes Against Children (ICAC) Task Force to address technology-facilitated child exploitation. This grant supports 1.0 FTE Program Manager.  | 00100 - General Fund | 655,092                | 655,092                          |

| Item No. | Department/Office         | Title  | Funder  | Purpose Statement   | Fund                 | Acceptance Amount (\$) | Appropriated in 2024 Budget (\$) |
|----------|---------------------------|--|---|---|----------------------|------------------------|----------------------------------|
| 1.62     | Seattle Police Department | FY23 Justice Assistance Grants (JAG)                               | Department of Justice, Bureau of Justice Assistance | The City of Seattle as the identified Fiscal Agent, annually submits a joint application on behalf of the City of Seattle and surrounding jurisdictions. This joint application represents the highest priorities for the 13 jurisdictions for preserving and supporting a variety of law enforcement programs aimed at preventing and reducing crime, providing services to victims, purchasing much needed law enforcement and investigative equipment, enhancing law enforcement training and officer safety, implementing community-based programs, providing law enforcement overtime, and streamlining and augmenting technology systems. JAG provides SPD with funds for three Crime Prevention Coordinators at approximately 80% of a year and has done so since 2009 when the city budget could not sustain these staff positions. | 00100 - General Fund | 918,880                | 918,880                          |
| 1.63     | Seattle Police Department | FY23 Law Enforcement Mental Health & Wellness ACT (LEMHWA) Program | COPS Office   | Funding to implement new or enhance existing programs that offer training and services on officer emotional and mental health, peer mentoring, suicide prevention, stress reduction, and support services for officers and their families. Proposed projects may serve one agency, a consortium of agencies, or personnel from agencies located within a county or state.   | 00100 - General Fund | 200,000                | 200,000                          |
| 1.64     | Seattle Police Department | FY23 Port Security Grant Program                                   | Department of Homeland Security                     | Funding to help protect critical port infrastructure from terrorism, enhance marine domain awareness, improve port-wide maritime security risk management, and maintain or re-establish maritime security mitigation protocols that support port recovery and resilience capabilities.  | 00100 - General Fund | 269,853                | 269,853                          |
| 1.65     | Seattle Police Department | FY23 SOS WA State Archives - Digital Imaging Grant                 | Office of the Secretary of State                    | Funds from this grant will be used to get a specific set of records digitized by a vendor so that the agency can: a. Provide more timely responses for frequently requested public records; or b. Better manage public records which have longer minimum retention periods.   | 00100 - General Fund | 49,725                 | 49,725                           |
| 1.66     | Seattle Police Department | FY23 SHSP King County OEM  | Department of Homeland Security                     | Grant funds will be used to continue funding a contracted Crime Intelligence Analyst at the Washington State Fusion Center and for the purchase of up to 2 tactical robots for King County, Seattle, or Bellevue partners.  | 00100 - General Fund | 230,000                | 230,000                          |
| 1.67     | Seattle Police Department | FY23 Smart Policing Initiative Grant Program                       | Department of Justice, Bureau of Justice Assistance | Funding to support innovative and evidence-based policing practices, more effective information sharing, and multiagency collaboration under the Smart Policing Initiative Program. Categories: 1) Smart Policing Innovation, 2) Smart Policing Approaches to Community Violence Intervention and Prevention, or 3) Smart Policing Technology Development and Implementation. The Seattle Police Augmented Reality Operations (SPARO) platform is that innovation.  | 00100 - General Fund | 799,982                | 799,982                          |

| Item No.   | Department/Office                          | Title                                       | Funder  | Purpose Statement   | Fund                                 | Acceptance Amount (\$) | Appropriated in 2024 Budget (\$) |
|--|--|---|---|---|--------------------------------------|------------------------|----------------------------------|
| 1.68   | Seattle Police Department                  | FY 2024 SPD Impaired Driving Training Grant | Washington Traffic Safety Commission                        | This item provides funding for impaired driving training.   | 00100 - General Fund                 | 65,000                 | 65,000                           |
| 1.69   | Seattle Police Department                  | FY 2024 Target Zero                         | Washington Traffic Safety Commission                        | This item provides funding for overtime related to supplemental traffic enforcement with special emphasis on impaired and distracted driving, seat belt, and motorcycle safety.   | 00100 - General Fund                 | 30,000                 | 30,000                           |
| 1.70   | Seattle Police Department                  | FY23 UASI - Seattle Region                  | Department of Homeland Security                             | This grant assists high-threat, high density Urban Areas in efforts to build, sustain, and deliver the capabilities necessary to prevent, protect against, mitigate, respond to, and recover from acts of terrorism.  | 00100 - General Fund                 | 1,667,418              | 1,667,418                        |
| 1.71   | Seattle Fire Department                    | FY23 UASI - Seattle Region                  | Department of Homeland Security                             | This grant assists high-threat, high density Urban Areas in efforts to build, sustain, and deliver the capabilities necessary to prevent, protect against, mitigate, respond to, and recover from acts of terrorism.  | 00100 - General Fund                 | 792,679                | 792,679                          |
| 1.72   | Seattle Department of Transportation       | Seattle Streetcar Maintenance 2022-2023     | FTA   | This project will fund preventive and major maintenance grants to support the Seattle Streetcar System. The first line began operations in 2007 and the second line began operations in 2016. The project contains funds for preventive and major maintenance, vehicle maintenance, and guideway work.  | 10800 - Seattle Streetcar Operations | 127,967                | 127,967                          |
| 1.73   | Seattle Department of Transportation       | Seattle Streetcar Maintenance 2022-2023     | FTA   | This project will fund preventive and major maintenance grants to support the Seattle Streetcar System. The first line began operations in 2007 and the second line began operations in 2016. The project contains funds for preventive and major maintenance, vehicle maintenance, and guideway work.  | 10800 - Seattle Streetcar Operations | 298,589                | 298,589                          |
| <b>PRIOR YEAR ACCEPTED AWARDS, IN OPERATING BUDGET</b> |  |   |   |   |                                      |                        | <b>6,579,891</b>                 |
| 1.74   | Department of Education and Early Learning | ECEAP Grant 2023-2024 School Year           | Washington State Department of Children, Youth and Families | The Early Childhood Education and Assistance Program (ECEAP) provides high quality preschool services for low-income families.  | 00100 - General Fund                 |                        | 2,971,476                        |
| 1.75   | Department of Education and Early Learning | Upward Bound Grant 2023-2024 School Year    | United States Department of Education                       | Upward Bound focuses on low-income and/or first generation students who cannot go to college without additional academic assistance and pre-college counseling.   | 00100 - General Fund                 |                        | 259,414                          |
| 1.76   | Office of Housing                          | Bonneville Power Administration 2023        | Washington State Department of Commerce                     | Department of Commerce grant provides funding for program administration and delivery of weatherization and repair services to improve energy efficiency, and provide health and safety benefits for Eligible Low Income Persons/Participants in areas served by the Bonneville Power Administration in both single and multi-family buildings. | 16400 - Low Income Housing Fund      |                        | 95,091                           |
| 1.77   |  |   |   |   | 16600 - Office of Housing Fund       |                        | 39,013                           |
| 1.78   | Office of Housing                          | Department of Energy 2023                   | Washington State Department of Commerce                     | Department of Commerce grant provides funding for administration and program support to perform a DOE-approved energy audit and complete weatherization in both single and  | 16400 - Low Income Housing Fund      |                        | 200,000                          |

| Item No.           | Department/Office | Title  | Funder                                  | Purpose Statement  | Fund                            | Acceptance Amount (\$) | Appropriated in 2024 Budget (\$) |
|--------------------|-------------------|--|---|--|---------------------------------|------------------------|----------------------------------|
| 1.79               |                   |  |   | multi-family residential dwelling units in the City of Seattle.  | 16600 - Office of Housing Fund  |                        | 74,162                           |
| 1.80               | Office of Housing | Low Income Home Energy Assistance Program 2023 | Washington State Department of Commerce | Department of Commerce grant provides funding for program administration and delivery of weatherization services to provide cost-effective energy efficiency, and health and safety benefits to eligible low-income households in both single and multi-family dwelling units in the City of Seattle.  | 16400 - Low Income Housing Fund |                        | 1,400,000                        |
| 1.81               |                   |  |   |  | 16600 - Office of Housing Fund  |                        | 439,208                          |
| 1.82               | Office of Housing | MatchMaker 2023 Grant                          | Washington State Department of Commerce | Department of Commerce grant provides funding to improve the energy efficiency and health & safety of dwellings owned or occupied by eligible low-income persons/participants in both single and multifamily buildings in the city of Seattle. Grant also provides funds for administration and delivery of weatherization services, repair services, and to perform Plus Health activities. | 16400 - Low Income Housing Fund |                        | 925,000                          |
| 1.83               |                   |  |   |  | 16600 - Office of Housing Fund  |                        | 176,527                          |
| <b>Grand Total</b> |                   |  |   |  |                                 | <b>107,867,508</b>     | <b>109,472,486</b>               |

Attachment D: 2024 Proposed GF Revenue Changes Detail

| Amount in \$   | 2024             |                     |                     |
|--|------------------|---------------------|---------------------|
|  | One-time         | Ongoing             | Total               |
| <b>Technical</b>   |                  |                     |                     |
| <b>Baseline, Technical and Standard Cost Increases</b>                 |                  |                     |                     |
| <b><i>Citywide Adjustment for Standard Cost Changes</i></b>            |                  |                     |                     |
| AUD-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | (\$901)             | (\$901)             |
| CBO-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$119,810           | \$119,810           |
| CEN-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$244,532           | \$244,532           |
| CIV-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | (\$31,533)          | (\$31,533)          |
| CPC-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$24,201            | \$24,201            |
| CSCC-940 - Citywide Adjustments for Standard Cost Changes              | \$0              | \$1,024,535         | \$1,024,535         |
| DEEL-940 - Citywide Adjustments for Standard Cost Changes              | \$0              | \$13,708            | \$13,708            |
| DON-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$70,079            | \$70,079            |
| ERF-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$8,950             | \$8,950             |
| ETH-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$9,337             | \$9,337             |
| FAS-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$3,694,549         | \$3,694,549         |
| FG-940 - Citywide Adjustments for Standard Cost Changes                | \$0              | (\$1,643,571)       | (\$1,643,571)       |
| HSD-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$157,366           | \$157,366           |
| HXM-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$15,473            | \$15,473            |
| LAW-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | (\$245,927)         | (\$245,927)         |
| LEG-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | (\$201,054)         | (\$201,054)         |
| MO-940 - Citywide Adjustments for Standard Cost Changes                | \$0              | \$1,474,101         | \$1,474,101         |
| OCR-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$77,746            | \$77,746            |
| OED-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$99,167            | \$99,167            |
| OEM-940 - Citywide Adjustments for Standard Cost Changes               | \$110,948        | \$0                 | \$110,948           |
| OEO-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$1,907             | \$1,907             |
| OIG-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$92,875            | \$92,875            |
| OIR-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | (\$73)              | (\$73)              |
| OIRA-940 - Citywide Adjustments for Standard Cost Changes              | \$23,715         | \$0                 | \$23,715            |
| OPCD-940 - Citywide Adjustments for Standard Cost Changes              | \$0              | (\$14,706)          | (\$14,706)          |
| OSE-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$136,799           | \$136,799           |
| SDCI-940 - Citywide Adjustments for Standard Cost Changes              | \$0              | \$34,682            | \$34,682            |
| SDHR-940 - Citywide Adjustments for Standard Cost Changes              | \$0              | \$100,725           | \$100,725           |
| SDOT-940 - Citywide Adjustments for Standard Cost Changes              | \$0              | (\$1,401,182)       | (\$1,401,182)       |
| SFD-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$2,398,564         | \$2,398,564         |
| SMC-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$882,550           | \$882,550           |
| SPD-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$1,301,746         | \$1,301,746         |
| SPR-940 - Citywide Adjustments for Standard Cost Changes               | \$0              | \$2,208,591         | \$2,208,591         |
| SPU-900 - Standard Costs and Technical Changes                         | \$0              | (\$332,313)         | (\$332,313)         |
| <b><i>Subtotal - Citywide Adjustment for Standard Cost Changes</i></b> | <b>\$134,663</b> | <b>\$10,320,733</b> | <b>\$10,455,396</b> |

Attachment D: 2024 Proposed GF Revenue Changes Detail

| Amount in \$   | 2024               |                     |                     |
|--|--------------------|---------------------|---------------------|
|  | One-time           | Ongoing             | Total               |
| <b>Central Cost Updates</b>  |                    |                     |                     |
| FAS-2024-001 - Labor Inflation   | \$0                | \$635,174           | \$635,174           |
| FAS-2024-002 - Non-Labor Inflation   | \$0                | \$53,092            | \$53,092            |
| FAS-2024-004 - Cost Increases in Specific Programs   | \$0                | \$45,000            | \$45,000            |
| FAS-2024-008 - Technical Adjustment  | (\$0)              | \$155,554           | \$155,554           |
| OCR-940-1 - Central Cost Manual Alignment  | (\$22,235)         | \$0                 | (\$22,235)          |
| SPU-001 - Baseline Adjustments for 2024  | \$0                | (\$1,033,819)       | (\$1,033,819)       |
| <b>Subtotal - Central Cost Updates</b>   | <b>(\$22,235)</b>  | <b>(\$144,999)</b>  | <b>(\$167,234)</b>  |
| <b>Technical</b>   |                    |                     |                     |
| OPCD-009 - Remove One-Time Comprehensive Plan Funding  | \$0                | (\$130,000)         | (\$130,000)         |
| OSE-099 - Oil Tax Revenue Approp Backed Out  | \$0                | (\$595,357)         | (\$595,357)         |
| DEEL-007 - Upward Bound Grant Technical Changes  | \$0                | (\$1,455)           | (\$1,455)           |
| FAS-2024-91 - Align Transportation Network Company (TNC) Tax Administration Appropriation with Tax Revenue | (\$188,230)        | \$0                 | (\$188,230)         |
| FG-110 - Debt Service Adjustments  | \$0                | (\$145,060)         | (\$145,060)         |
| FG-TCR - Move Trail Court Reserve to FG Reserves   | \$0                | \$798,696           | \$798,696           |
| HSD-100 - Contract Inflation Increment   | \$0                | \$1,465,631         | \$1,465,631         |
| HSD-112 - Contract Inflation True Up   | \$0                | \$969,549           | \$969,549           |
| HXM – Q3 – A1 - Hearing Examiner Salary Increase   | \$0                | \$20,000            | \$20,000            |
| SDOT-908 - TNC Abandonment   | \$0                | (\$350,744)         | (\$350,744)         |
| SDOT-901 - SDOT Reimbursable Technical Adjustment (Expenses a  | \$0                | (\$25,000)          | (\$25,000)          |
| SDCI-900 - Overhead Technical Adjustment   |                    | \$310,531           | \$310,531           |
| <b>Subtotal - Technical</b>  | <b>(\$188,230)</b> | <b>\$2,316,791</b>  | <b>\$2,128,561</b>  |
| <b>Subtotal - Baseline, Technical and Standard Cost Increases</b>  | <b>(\$75,802)</b>  | <b>\$12,492,526</b> | <b>\$12,416,723</b> |
| <b>Adjusting for Current Year Legislation</b>  |                    |                     |                     |
| CEN-CYLEGISLTN - Ongoing Changes from Current Year Legislation   | \$0                | \$137,561           | \$137,561           |
| CS-CYLEGISLTN - Ongoing Changes from Current Year Legislation  | \$0                | \$1,812,334         | \$1,812,334         |
| SPD-CYLEGISLTN - Ongoing Changes from Current Year Legislation   | \$0                | \$1,336,970         | \$1,336,970         |
| SDCI-CYLEGISLTN - Ongoing Changes from Current Year Legislation  | \$0                | \$117,006           | \$117,006           |
| FG-CYLEGISLTN - Ongoing Changes from Current Year Legislation  | \$0                | (\$2,184,353)       | (\$2,184,353)       |
| LAW-CYLEGISLTN - Ongoing Changes from Current Year Legislation   | \$0                | \$933,000           | \$933,000           |
| OIG-CYLEGISLTN - Ongoing Changes from Current Year Legislation   | \$0                | \$596,448           | \$596,448           |
| <b>Subtotal - Adjusting for Current Year Legislation</b>   | <b>\$0</b>         | <b>\$2,748,966</b>  | <b>\$2,748,966</b>  |
| <b>Technical Adjustments to Reserves, Transfers and Debt Service</b>                                       |                    |                     |                     |
| FG-101 - Adjust FG Reserves  | \$0                | \$1,233,000         | \$1,233,000         |
| FG-103 - Increase GF for JCF Transfer  | \$4,705,951        | \$0                 | \$4,705,951         |
| FG-104 - Increase GF for RSF   | \$553,520          | \$0                 | \$553,520           |
| FG-105 - Create New Reserve for FAS Fleet Vendor Maintenance   | \$1,800,000        | \$0                 | \$1,800,000         |
| FG-106 - Increase GF for SSTPI Transfer  | \$790,000          | \$0                 | \$790,000           |
| FG-120 - Reduce General Fund Transfer to OLS   | (\$1,170,607)      | \$0                 | (\$1,170,607)       |
| <b>Subtotal - Technical Adjustments to Reserves, Transfers and Debt Service</b>                            | <b>\$6,678,864</b> | <b>\$1,233,000</b>  | <b>\$7,911,864</b>  |
| <b>Total - Technical</b>   | <b>\$6,603,062</b> | <b>\$16,474,492</b> | <b>\$23,077,554</b> |

Attachment D: 2024 Proposed GF Revenue Changes Detail

| Amount in \$  | 2024                 |                    |                     |
|---|----------------------|--------------------|---------------------|
|   | One-time             | Ongoing            | Total               |
| <b>Policy</b>   |                      |                    |                     |
| <b>One-time/Ongoing Shifts</b>  |                      |                    |                     |
| FAS-2024-099 - Removal of One-Time Appropriations   | (\$688,456)          | \$688,456          | \$0                 |
| DEEL-008 - K12 GF Program Activity Coding   | (\$2,175,000)        | \$2,175,000        | \$0                 |
| DON-900 - Re-organize budget programs.  | (\$19,637)           | \$19,637           | \$0                 |
| <b>Subtotal - One-time/Ongoing Shifts</b>   | <b>(\$2,883,093)</b> | <b>\$2,883,093</b> | <b>\$0</b>          |
| <b>Revenue Supported</b>  |                      |                    |                     |
| FAS-2024-106 - Short-Term Rental Program Enforcement Support                                  | \$4,000              | \$152,541          | \$156,541           |
| FAS-2024-107 - For-Hire Program Technology Support  | \$0                  | \$75,000           | \$75,000            |
| FAS-2024-115 - For-Hire Accela Modifications  | \$600,000            | \$0                | \$600,000           |
| DEEL-005 - ECEAP Grant Technical Changes  | \$0                  | \$992,675          | \$992,675           |
| MO-100 - 2024 Casey Family Grant  | \$500,000            | \$0                | \$500,000           |
| OIRA-104 - SHA Annual Award Acceptance  | \$0                  | \$51,652           | \$51,652            |
| OIRA-105 - DSHS Annual Acceptance   | \$0                  | \$865,600          | \$865,600           |
| SDOT-103 - Pay-By-Phone Parking Budget Alignment  | \$2,200,000          | \$0                | \$2,200,000         |
| SFD-OG01 - Recurring Grant Ordinance: Urban Area Security Initiative (UASI FY 2023)           | \$792,679            | \$0                | \$792,679           |
| SFD-100 - Enhancing construction services   | \$0                  | \$300,000          | \$300,000           |
| SDOT-105 - Emergency Events   | \$0                  | \$200,000          | \$200,000           |
| SPD-903 - 2024 Recurring Grants   | \$5,683,156          | \$0                | \$5,683,156         |
| OED-910 - Remove one-time, prior-year CDBG funding  | \$4,988              | (\$1,379,382)      | (\$1,374,394)       |
| <b>Subtotal - Revenue Supported</b>   | <b>\$9,784,823</b>   | <b>\$1,258,086</b> | <b>\$11,042,909</b> |
| <b>JumpStart Adjacent</b>   |                      |                    |                     |
| OH-146 - Shift All Payroll Expense Tax Costs from 00100 to 14500                              | \$0                  | (\$2,291,095)      | (\$2,291,095)       |
| FAS-2024-114 - Payroll Expense Tax Audit Positions  | \$0                  | \$293,106          | \$293,106           |
| DON-102 - Add Funding for Payroll Expense Tax Oversight Committee Resources and Annual Report | \$0                  | \$50,000           | \$50,000            |
| DON-130 - Human Services Provider Pay Increase for RBABSPFY                                   | \$0                  | \$11,825           | \$11,825            |
| HSD-123 - 2% Contract Increase for Human Services Provider Pay                                | \$0                  | \$4,189,230        | \$4,189,230         |
| CBO-101-2024 - PET Evaluation Staff and Capacity  | \$0                  | \$1,013,647        | \$1,013,647         |
| DON-116 - Shift Community Innovations Division Director from JSF                              | \$0                  | \$190,594          | \$190,594           |
| <b>Subtotal - JumpStart Adjacent</b>  | <b>\$0</b>           | <b>\$3,457,307</b> | <b>\$3,457,307</b>  |
| <b>All Other Policy Increases</b>   |                      |                    |                     |
| CS-24-007 - CSCC Base Operating Budget Backfill   | \$0                  | \$1,101,840        | \$1,101,840         |
| CS-24-008 - Add 3 FTE Emergency Communications Dispatchers                                    | \$0                  | \$355,044          | \$355,044           |
| CS-24-009 - Funding for CARE department planning purposes                                     | \$0                  | \$607,000          | \$607,000           |
| FG-EF-TRNFR - Accelerate Replenishment of Emergency Fund                                      | \$8,500,000          | \$0                | \$8,500,000         |
| DEEL-108 - DEEL Child Development & Health Contract Inflation &                               | \$0                  | \$327,311          | \$327,311           |
| DON-107 - Increase Funding to the CID Public Safety Coordinator Position Contract             | \$0                  | \$25,000           | \$25,000            |
| DON-117 - Vacancy Rate Assumption (2.7%)  | \$0                  | (\$215,593)        | (\$215,593)         |
| ERF-102 - OERF data subscription renewal  | \$125,100            | \$0                | \$125,100           |
| FAS-304 (ITD-304) - Service Licensing and Information Management (SLIM) System Assessment     | \$0                  | \$100,000          | \$100,000           |

Attachment D: 2024 Proposed GF Revenue Changes Detail

| Amount in \$   | 2024                |                     |                     |
|--|---------------------|---------------------|---------------------|
|  | One-time            | Ongoing             | Total               |
| HSD-111 - Continue Funding for Victim Advocate                                 | \$0                 | \$123,224           | \$123,224           |
| HSD-121 - One-time extension of We Deliver Care/Third Avenue Pr                | \$1,900,000         | \$0                 | \$1,900,000         |
| OIRA-101 - Funding for Immigrant and Safety Access Network                     | \$0                 | \$150,000           | \$150,000           |
| OPCD-111 - Shift Funding Support for EDI Staffing                              | \$0                 | (\$800,000)         | (\$800,000)         |
| OSE-199 - Environmental Justice Fund Adjustments                               | \$0                 | (\$250,000)         | (\$250,000)         |
| SDHR-080 - Add SPD Police Innovation Recruiting Team Nonlabor Budget Authority | \$0                 | \$30,000            | \$30,000            |
| SDHR-100 - Citywide Classification and Compensation Program Rev                | \$0                 | \$1,128,000         | \$1,128,000         |
| SDOT-906 - Debt Service Fund Swap (TNC Tax to CPT)                             | (\$750,000)         | \$0                 | (\$750,000)         |
| SFD-101 - EMS and Fire Guard Services  | \$0                 | \$663,349           | \$663,349           |
| SPD-100 - Sworn Salary Savings   | (\$1,775,651)       | \$0                 | (\$1,775,651)       |
| SPD-103 - CCTV Crime Prevention Pilot Project                                  | \$1,775,000         | \$0                 | \$1,775,000         |
| SPU-198 - One Seattle Tree Campaign  | \$0                 | \$350,000           | \$350,000           |
| <b>Subtotal - All Other Policy Increases</b>                                   | <b>\$9,774,449</b>  | <b>\$3,695,175</b>  | <b>\$13,469,624</b> |
| <b>Total - Policy</b>  | <b>\$16,676,179</b> | <b>\$11,293,661</b> | <b>\$27,969,840</b> |
| <b>Total Proposed Expenditure Changes from Endorsed Budget</b>                 | <b>\$23,279,241</b> | <b>\$27,768,153</b> | <b>\$51,047,394</b> |

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**CITY OF SEATTLE**

**RESOLUTION \_\_\_\_\_**

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A RESOLUTION amending Resolution 31334; establishing the City Council’s intent to fund the Seattle City Employees’ Retirement System as informed by the January 1, 2023 Actuarial Study.

..body

WHEREAS, the City provides and manages a defined-benefit pension for its non-uniformed employees to serve as a source of retirement income, along with Social Security; and

WHEREAS, the City Council previously declared, in Resolution 31334, its intention to fully fund the actuarially required contribution amounts into the pension system, including a plan to amortize the system’s unfunded liability in 30 or fewer years; and

WHEREAS, the January 1, 2023 valuation study performed by the Seattle City Employees’ Retirement System (SCERS) actuary identified the contribution rate necessary to fully fund the system; and

WHEREAS, the City will update its contribution rate to SCERS annually to a level not less than the actuarial required contribution for that year as determined by the most recent valuation; and

WHEREAS, under Seattle Municipal Code Section 4.36.505 the SCERS Board of Administration shall recommend to the City Council any necessary revisions in the rate of contributions of members and the City; and

WHEREAS, the SCERS Board of Administration, at its June 8, 2023 meeting, voted to recommend to the City Council that it maintain the 2023 employer contribution rate of 15.82 percent for fiscal year 2024 under the rationale that it is prudent in the interest of

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1 funding stability and in anticipation of investment market volatility and low returns;

2 NOW, THEREFORE,

3 **BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SEATTLE, THE**  
4 **MAYOR CONCURRING, THAT:**

5 Section 1. Resolution 31334, last amended by Resolution 32071, is amended as follows:

6 Section 1. The City will fully fund its actuarially required contributions to SCERS  
7 in the 2012 Adopted Budget and thereafter. The City will base its contribution rate on a  
8 five-year smoothed asset valuation as described in the most recent actuarial report, and  
9 the rate will be sufficient to amortize the system's unfunded liabilities in 30 or fewer  
10 years.

11 Section 2. To that end, the ~~((2023))~~ 2024 Adopted Budget will include sufficient  
12 appropriation for the City to maintain payment of 15.82 percent of regular (non-overtime)  
13 payroll into SCERS. This is greater than the employee contribution rates into the system.  
14 It keeps the combined contribution at 25.06 percent. The employer contribution rate must  
15 not be less than the required Actuarial Contribution Rate of ~~((15.82))~~ 15.17 percent and a  
16 combined contribution rate of ~~((25.06))~~ 24.12 percent, as determined by the January 1,  
17 ~~((2022))~~ 2023, Actuarial Valuation.

18 Section 3. The City endorses the actuarial assumptions and methods adopted by  
19 the SCERS Board of Administration, utilized beginning with the January 1, 2011,  
20 valuation, and modified by the Board as a result of the actuary's investigation of the  
21 system's experience from 2018 through 2021. These include:

22 A. The entry age normal actuarial cost method;

23 B. An investment return rate of 6.75 percent;

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1 C. A five-year smoothed method for asset valuation;

2 D. Generational mortality tables that take future life expectancy improvements  
3 into account;

4 E. Expected average membership growth of 0.25 percent per year; and

5 F. Other economic and demographic assumptions as described in the valuation.

6 Section 4. Each year, and in the event the SCERS Board of Administration should  
7 wish to change its actuarial assumptions and methods, the City requests that the Board  
8 consult with the Mayor and the City Council by the tenth day of July regarding the  
9 impacts of such changes on funding requirements, as described in Seattle Municipal Code  
10 subsection 4.36.550.A, to allow sufficient time to make budget preparations.

11 Section 5. The City will update its contribution rate to SCERS annually to a level  
12 not less than the actuarial required contribution for that year as determined by the most  
13 recent valuation. The City may elect to exceed the required contribution rate in any given  
14 year in the interest of funding stability or to amortize the system's unfunded liability in  
15 fewer than 30 years.

16 Section 6. Beginning with the January 1, 2013, Actuarial Valuation and thereafter,  
17 the amortization period is closed and fixed. That is to say, the amortization rate should  
18 be sufficient to retire the system's unfunded liability over the period 2013-2042. Since  
19 closed amortizations can generate excessive contribution rate volatility in the second half  
20 of the period, the Council may consider re-opening the amortization period after 15 years.  
21 At any time, the SCERS Board and its actuary may recommend additional amortization  
22 layers and/or separate amortization periods for any new unfunded liabilities or surpluses  
23 generated after January 1, 2013.



October 11, 2023

**MEMORANDUM**

**To:** Select Budget Committee  
**From:** Tom Mikesell, Analyst  
**Subject:** Seattle City Employees Retirement System (SCERS) - 2024 Proposed Budget Adjustments City Contribution Rate Analysis

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The Mayor's Proposed Adjustment to the 2024 Endorsed Budget is built using a Seattle City Employees Retirement System (SCERS) City contribution rate of 16.22 of covered payroll. This is higher than: (1) the rate actuarially necessary to fully fund the 2024 contribution pursuant to [Seattle Municipal Code Section 4.36.545](#), and the rate recommended by the SCERS Board of Administration (SCERS Board) at its [June 8, 2023, regular meeting](#), and (2) the rate used to build the 2024 Endorsed Budget. As this policy decision would require the City to contribute more to the retirement system than is necessary, in the context of a myriad of budget and sustainability challenges, this memorandum describes the budget impacts of using alternative legally viable rates and describes options.

**Background**

The City's employee retirement system, of which most non-uniformed City employees are members, is a defined benefit pension program funded by a combination of salary-based employer (i.e., the City) and employee contributions, and investment earnings. At retirement, members are eligible to receive a recurring annual benefit roughly based on their years of service with the City, and a percentage applied to their highest earnings averaged over several years. SCERS staff, who manage the system, are advised by external consultants, including an investment advisor, that provides insight on investment portfolio management, and an actuary that uses employee demographic, economic and investment earnings assumptions approved by the SCERS Board to determine the annual City contribution rates that would be necessary to ensure retirement balances will be sufficient to make retiree benefit payments now and in the future.

The SCERS Board, which is chaired by the Chair of the Finance & Housing Committee, and includes the Human Resources Director, the City Finance Director, and a mix of retired and active retirement system members, relies on information provided by the actuary to make an annual City contribution rate recommendation to the City Council, who ultimately approves the rate by way of adopting the City Budget and a separate resolution, submitted as budget legislation, which affirms the SCERS Board recommendation. The rate is multiplied by active City employee member salaries to determine the annual budget for total City retirement contributions.

The SCERS Board rate recommendation is advisory in nature; ultimately the City Council can choose any rate, though [Seattle Municipal Code \(SMC\) Chapter 4.36.545](#) requires that the City

contributions are sufficient to meet the actuarially determined City contribution to guarantee benefit payments.

### Analysis

In fall of 2022, relying on the best available data from the SCERS contracted actuary, the 2023 Adopted and 2024 Endorsed budgets were built using City retirement contribution rates of 15.82 percent and 15.32 percent of salaries, respectively. Based on recent data, at the June 8, 2023, meeting, the SCERS actuary reported that the City's 2024 retirement contribution rate could be reduced to 15.17 percent, while still providing sufficient funding to the retirement system.

As shown in the '[Seattle City Employees' Retirement System January 1, 2023 Actuarial Valuation](#)', using assumptions adopted by the SCERS Board, Milliman, Inc, (SCERS' contracted actuary), indicated the most likely projected path of employer contributions rates, as shown in Table 1.

*Table 1. Projected Employer Contribution Rate (Assuming 6.75% Returns*

| <b>Contribution year</b>  | <b>City Employer Rate of Payroll <sup>1/</sup></b> |
|---|--|
| 2024  | 15.17  |
| 2025  | 15.28  |
| 2026  | 15.65  |
| 2027  | 16.46  |
| 1/Data from page 4 of Seattle City Employees' Retirement System January 1, 2023 Actuarial Valuation |  |

Rather than use the actuary's suggested rate, the SCERS Board voted to keep the rate at 15.82 percent, in line with the rate used to calculate the City's contribution funded in the 2023 Adopted Budget. This is not uncommon. In past years, the SCERS Board has recommended a rate higher than the actuary's recommendation, to provide additional funding to the system to reach 100 percent funded status sooner (currently, the retirement system has assets sufficient to meet 75.7 percent of liabilities, with a plan to reach 100 percent funded status by the end of 2042). In addition, this keeps the rate at a consistent level from one year to the next. Submitted as budget legislation, a resolution drafted by SCERS staff would endorse a 15.82 rate, consistent with the SCERS Board's recommendation.

However, in contrast to both the SCERS Board recommendation in the proposed resolution, and the actuarially required rate, the 2024 Proposed Budget Adjustments are built using a City contribution rate of 16.22 percent. This higher rate is a CBO estimate derived early in 2023, prior to when the actuarial results were known. Referring to Table 1, it is worth noting that this rate is higher than the actuarial rates projected for 2024 through 2026.

**Options**

Given the constraints on the City’s budget, the following options detail the potential budget savings of using alternative and viable lower rates.

**Option1: Use the SCERS Board recommended rate (15.82 percent).**

As detailed in Table 2 below, compared to the 2024 Proposed Adjustments, using the SCERS Board’s recommended rate would decrease the City budget by \$1.3 million GF, and \$2.8 million from all other City funds. Further, the investable funds deposited into the Retirement Fund in 2024 would be \$4.1 million lower than possible at the higher rate. However, since the SCERS Board rate is higher than the actuary’s recommendation, the City retirement system would remain on course to meet 100 percent funded status by end of 2042 given available assumptions.

*Table 2. Estimated City retirement contributions - 2024 Proposed Budget Adjustments compared to using SCERS Board recommended rate.*

| <b>Fund</b>   | <b>2024 Proposed Budget**</b> | <b>2024 Using SCERS Board Rate Recommendation</b> | <b>Difference</b>    |
|---|-------------------------------|---|----------------------|
| General Fund *  | \$52.9 million                | \$51.6 million                                    | \$1.3 million        |
| Other Fund  | \$111.5 million               | \$108.8 million                                   | \$2.8 million        |
| <b>Total:</b>   | <b>\$164.4 million</b>        | <b>\$160.4 million</b>                            | <b>\$4.1 million</b> |
| *Includes amounts from the Library Fund, OLS Fund and portions of Internal Service funds supported by GF transfers. |                               |   |                      |
| **Data provided by the City Budget Office.  |                               |   |                      |

**Option 2. Use the SCERS Actuary Rate (15.17 percent)**

As indicated in the ‘Background’ section above, SMC 4.36.545 only requires adoption of the actuarially derived rate, which is 15.17 percent, for the City’s contribution. As shown in Table 3 below, compared to the 2024 Proposed Budget, using the actuarially derived rate would decrease the City budget by \$3.4 million GF, and \$10.6 million from all other City funds. Further, the investable funds deposited into the Retirement Fund in 2024 would be \$10.6 million lower than possible at the proposed budget rate. However, since the actuarially derived rate is the rate determined sufficient to meet the plan’s future funding objectives, the City retirement system would remain on course to meet 100 percent funded status by end of 2042 given available assumptions.

*Table 3. Estimated City retirement contributions-2024 Proposed Budget compared to amounts calculated using SCERS actuary rate recommendation.*

| <b>Fund</b>   | <b>2024 Proposed Budget**</b> | <b>2024 Using SCERS Actuary Rate</b> | <b>Difference</b>     |
|---|-------------------------------|--------------------------------------|-----------------------|
| General Fund *  | \$52.9 million                | \$49.5 million                       | \$3.4 million         |
| Other Fund  | \$111.5 million               | \$104.3 million                      | \$7.2 million         |
| <b>Total:</b>   | <b>\$164.4 million</b>        | <b>\$153.9 million</b>               | <b>\$10.6 million</b> |
| * Includes amounts from the Library Fund, OLS Fund and portions of Internal Service funds supported by GF transfers.<br>**Baseline data provided by the City Budget Office. |                               |                                      |                       |

### **Final Observations**

From the perspective of the retirement system, and from the perspective of an individual person, contributing more money towards retirement is always preferred over less, when possible. This helps buffer against future uncertainty and gives money a slightly longer horizon for the effects of compounding to apply. As such, there is no doubt that putting more money than is strictly necessary into the Retirement Fund in 2024 makes the goal of attaining 100 percent funded status by 2042 marginally easier in future years.

However, in the context of other City budget demands, not the least of which is a projected average GF funding gap of \$247 million beginning in 2025, it is important to make clear that this is a choice, not a requirement, and that there are fiscal trade-offs to consider.