



Section B

Recap By Fund



2025-2026
FINAL BUDGET

Section B. Recap By Fund

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SUMMARY

Comparative Actual and Budgeted Revenues Summary for All Funds 2023–2026

Fund No.	Description	2023 Actual	2024 Forecast	2025 Budget	2026 Budget
001	General Fund	\$ 41,669,934	\$ 49,227,661	\$ 37,769,863	\$ 38,676,518
037	Self Insurance Fund	5,250	10,000	10,000	10,000
061	Youth Service Endowment Fund	-	-	-	-
Subtotal General Purpose Funds		\$ 41,675,184	\$ 49,237,661	\$ 37,779,863	\$ 38,686,518
104	Street Fund	\$ 4,656,974	\$ 10,431,113	\$ 5,495,896	\$ 4,902,902
130	Contingency Fund	522,423	65,712	-	-
140	1% For the Arts Fund	53,522	55,060	15,000	15,000
160	Youth and Family Services Fund	3,665,938	3,827,062	3,876,503	4,110,833
170	ARPA Fund	1,269,695	4,768,466	-	-
180	Development Services Fund	-	1,285,678	4,200,890	4,340,046
Subtotal Special Revenue Funds		\$ 10,168,551	\$ 20,433,091	\$ 13,588,289	\$ 13,368,781
208	Bond Redemption (Voted)	\$ -	\$ -	\$ -	\$ -
239	Bond Redemption (Non-Voted)	142,800	-	-	-
Subtotal Debt Service Funds		\$ 142,800	\$ -	\$ -	\$ -
342	Town Center Parking Facilities	\$ -	\$ -	\$ -	\$ -
343	Capital Improvement Fund	3,769,437	12,410,165	10,883,279	9,554,202
345	Technology and Equipment Fund	598,201	745,650	650,000	395,922
350	Facility Replacement Reserve Fund	579,808	2,400,000	168,773	-
Subtotal Capital Funds		\$ 4,947,446	\$ 15,555,815	\$ 11,702,052	\$ 9,950,124
402	Water Fund	\$ 14,800,193	\$ 41,384,539	\$ 22,960,080	\$ 25,162,916
426	Sewer Fund	12,231,315	16,221,157	15,096,406	16,359,832
432	Storm Water Fund	2,801,701	3,791,758	4,849,750	4,622,520
Subtotal Enterprise Funds		\$ 29,833,209	\$ 61,397,454	\$ 42,906,236	\$ 46,145,268
503	Equipment Rental Fund	\$ 1,890,928	\$ 2,705,569	\$ 3,355,378	\$ 3,802,523
520	Computer Equipment Fund	1,389,824	1,558,736	1,705,225	1,785,733
Subtotal Internal Service Funds		\$ 3,280,751	\$ 4,264,305	\$ 5,060,603	\$ 5,588,256
606	Firefighters Pension Fund	\$ 118,630	\$ 130,267	\$ 137,000	\$ 145,000
Subtotal Trust Funds		\$ 118,630	\$ 130,267	\$ 137,000	\$ 145,000
TOTAL REVENUES		\$ 90,166,571	\$ 151,018,592	\$ 111,174,043	\$ 113,883,946

Recap by Fund

Comparative Actual and Budgeted Expenditures Summary for All Funds 2023–2026

Fund No.	Description	2023 Actual	2024 Forecast	2025 Budget	2026 Budget
001	General Fund	\$ 36,250,251	\$ 43,638,774	\$ 37,233,739	\$ 38,676,518
010	Self Insurance Fund	-	10,000	10,000	10,000
Subtotal General Purpose Funds		\$ 36,250,251	\$ 43,648,774	\$ 37,243,739	\$ 38,686,518
110	Street Fund	\$ 4,532,541	\$ 10,431,113	\$ 5,495,896	\$ 4,902,902
130	Contingency Fund	217,725	-	-	-
140	1% For the Arts Fund	53,521	45,060	15,000	15,000
160	Youth and Family Services Fund	3,234,791	3,511,053	3,876,503	4,110,833
170	ARPA Fund	1,269,695	4,768,466	-	-
180	Development Services Fund	-	-	4,104,376	4,334,220
Subtotal Special Revenue Funds		\$ 9,308,274	\$ 18,755,692	\$ 13,491,775	\$ 13,362,955
210	Bond Redemption (Voted)	\$ -	\$ -	\$ -	\$ -
220	Bond Redemption (Non-Voted)	142,758	-	-	-
Subtotal Debt Service Funds		\$ 142,758	\$ -	\$ -	\$ -
310	Town Center Parking Facilities	\$ -	\$ -	\$ -	\$ -
320	Capital Improvement Fund	3,337,179	12,410,165	10,883,279	9,554,202
330	Technology and Equipment Fund	598,201	745,650	493,000	355,931
350	Facility Replacement Reserve Fund	-	-	-	-
Subtotal Capital Project Funds		\$ 3,935,380	\$ 13,155,815	\$ 11,376,279	\$ 9,910,133
410	Water Fund	\$ 14,800,192	\$ 34,495,488	\$ 22,960,080	\$ 25,162,916
420	Sewer Fund	12,231,315	16,221,157	15,096,406	16,359,832
430	Storm Water Fund	2,710,827	3,791,758	4,849,750	4,622,520
Subtotal Enterprise Funds		\$ 29,742,335	\$ 54,508,403	\$ 42,906,236	\$ 46,145,268
510	Equipment Rental Fund	\$ 1,379,115	\$ 2,200,428	\$ 2,536,727	\$ 3,003,139
520	Computer Equipment Fund	1,140,546	1,316,488	1,463,979	1,544,174
Subtotal Internal Service Funds		\$ 2,519,661	\$ 3,516,916	\$ 4,000,706	\$ 4,547,313
610	Firefighters Pension Fund	\$ 111,833	\$ 130,267	\$ 137,000	\$ 145,000
Subtotal Trust Funds		\$ 111,833	\$ 130,267	\$ 137,000	\$ 145,000
TOTAL EXPENDITURES		\$ 82,010,491	\$ 133,715,867	\$ 109,155,734	\$ 112,797,187

GENERAL PURPOSE FUNDS

GENERAL FUND – 001

The General Fund is the City’s largest fund and accounts for most of the City’s “general purpose” revenues and “general government” (non-utility) operations.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ 2,628,691	\$ 9,644,066	\$ 391,273	\$ 645,938	-95.9%	65.1%
Property Tax	13,429,844	13,724,810	13,960,148	14,199,616	1.7%	1.7%
Sales Tax	7,337,385	7,364,588	7,638,845	7,944,399	3.7%	4.0%
Business & Utility Taxes	5,743,274	5,540,261	5,732,269	5,892,502	3.5%	2.8%
State Shared Revenues	1,937,854	1,977,822	1,833,109	1,840,783	-7.3%	0.4%
Overhead Allocation Charges	1,013,823	1,105,166	2,411,870	2,527,397	118.2%	4.8%
EMS Revenues	1,894,687	1,803,091	1,938,511	1,987,216	7.5%	2.5%
Licenses and Permits	3,986,657	4,350,825	638,541	631,245	-85.3%	-1.1%
General Government	474,277	338,120	291,297	291,297	-13.8%	0.0%
Recreation Programs	1,159,581	1,285,334	1,356,500	1,376,500	5.5%	1.5%
District Court Fines	220,647	149,453	175,000	185,000	17.1%	5.7%
Interest	1,843,214	1,944,125	1,402,500	1,154,625	-27.9%	-17.7%
Interfund Transfers In	-	-	-	-	N/A	N/A
Total Budgeted Revenues	\$ 41,669,934	\$ 49,227,661	\$ 37,769,863	\$ 38,676,518	-23.3%	2.4%
Not Budgeted						
Beginning Fund Balance (Reserved)	10,329,233	6,104,850	11,302,464	11,192,650	85.1%	-1.0%
TOTAL REVENUES	\$ 51,999,167	\$ 55,332,511	\$ 49,072,327	\$ 49,869,168	-11.3%	1.6%

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
EXPENDITURES						
Budgeted						
Administrative Services	\$ 1,063,782	\$ 1,296,462	\$ 1,407,924	\$ 1,528,746	8.6%	8.6%
City Attorney's Office	955,977	988,464	1,078,131	1,114,022	9.1%	3.3%
City Council	45,251	55,404	60,626	61,123	9.4%	0.8%
City Manager's Office	667,655	681,492	756,734	802,408	11.0%	6.0%
Community Planning & Development	3,068,462	3,809,893	-	-	-100.0%	N/A
Finance	1,145,211	1,445,476	1,502,600	1,530,964	4.0%	1.9%
Fire and EMS	8,503,196	8,829,737	8,851,380	9,269,259	0.2%	4.7%
Human Resources	842,327	861,493	874,188	900,046	1.5%	3.0%
Intergovernmental	446,267	448,650	494,029	511,905	10.1%	3.6%
Municipal Court	451,430	584,249	694,875	727,664	18.9%	4.7%
Non-Departmental	3,268,132	8,038,660	3,908,505	3,830,986	-51.4%	-2.0%
Parks and Recreation	1,950,325	2,217,919	2,313,817	2,423,758	4.3%	4.8%
Police	8,484,630	8,978,307	9,491,752	9,925,207	5.7%	4.6%
Public Works	5,357,607	5,402,568	5,799,178	6,050,430	7.3%	4.3%
Total Budgeted Expenditures	\$ 36,250,251	\$ 43,638,774	\$ 37,233,739	\$ 38,676,518	-14.7%	3.9%
Not Budgeted						
Ending Fund Balance	15,748,916	11,693,737	11,838,588	11,192,650	1.2%	-5.5%
TOTAL EXPENDITURES	\$ 51,999,167	\$ 55,332,511	\$ 49,072,327	\$ 49,869,168	-11.3%	1.6%

Recap by Fund

General Fund: Expenditure Summary

Presented in the table below are expenditures by category for 2023-2026.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
EXPENDITURES						
Budgeted						
Salaries and Wages	\$ 18,835,675	\$ 19,256,156	\$ 12,563,868	\$ 13,098,649	-34.8%	4.3%
Benefits	6,325,555	7,142,532	4,833,443	5,156,658	-32.3%	6.7%
Contractual Services	3,050,624	4,099,417	11,045,630	11,378,860	169.4%	3.0%
Other Services and Charges	6,830,720	8,957,813	6,866,975	7,122,276	-23.3%	3.7%
Interfund Transfers	1,207,677	4,182,856	1,923,823	1,920,075	-54.0%	-0.2%
Total Budgeted Expenditures	\$ 36,250,251	\$ 43,638,774	\$ 37,233,739	\$ 38,676,518	-14.7%	3.9%
Not Budgeted						
Ending Fund Balance	15,748,916	11,693,737	11,838,588	11,192,650	1.2%	-5.5%
TOTAL EXPENDITURES	\$ 51,999,168	\$ 55,332,511	\$ 49,072,327	\$ 49,869,168	-11.3%	1.6%

General Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ 12,957,924	\$ 15,748,916	\$ 11,693,737	\$ 11,838,588
Plus Revenues	39,041,243	39,583,595	37,378,590	38,030,580
Less Expenditures	(36,250,251)	(43,638,774)	(37,233,739)	(38,676,518)
Ending Fund Balance	\$ 15,748,916	\$ 11,693,737	\$ 11,838,588	\$ 11,192,650
Consisting of:				
Compensated Absence Reserve	675,299	675,299	675,299	675,299
LEOFF1 Long Term Care Reserve	2,536,484	2,729,138	2,781,589	2,850,777
Inventory of Supplies	120,857	120,857	120,857	120,857
Law Enforcement & CJ	81,793	81,793	81,793	81,793
Petty Cash	1,088	1,000	1,000	1,000
Customer Deposits/Deferred Revenue	1,153,468	442,781	442,781	442,781
CPD permit revenue reserve	1,285,678	-	-	-
Expenditure control reserve	34,588	34,588	34,588	34,588
Sound Transit Settlement	1,525,000	-	-	-
Appropriated for Expenditures Next Year	6,833,388	391,273	645,938	-
Unassigned	1,501,273	7,217,008	7,054,743	6,985,555
Ending Fund Balance	\$ 16,459,603	\$ 11,693,737	\$ 11,838,588	\$ 11,192,650

SELF-INSURANCE CLAIM RESERVE – 037

The Self-Insurance Claim Reserve Fund accounts for payments of deductibles (\$5,000 per claim) and insurance claims not covered under the City’s property insurance policy through the Washington Cities Insurance Authority (WCIA). Mercer Island Municipal Code section 4.40.130 sets the minimum balance of this fund at \$40,000. Any expenditures from this fund for physical loss to property would be reimbursed to the fund through insurance recoveries.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Interfund Transfers In	5,250	-	-	-	N/A	N/A
Insurance Recoveries	-	10,000	10,000	10,000	0.0%	0.0%
Total Budgeted Revenues	\$ 5,250	\$ 10,000	\$ 10,000	\$ 10,000	0.0%	0.0%
Not Budgeted						
Beginning Fund Balance (Reserved)	54,750	60,000	60,000	60,000	0.0%	0.0%
TOTAL REVENUES	\$ 60,000	\$ 70,000	\$ 70,000	\$ 70,000	0.0%	0.0%
EXPENDITURES						
Budgeted						
Repairs & Maintenance	\$ -	\$ 10,000	\$ 10,000	\$ 10,000	0.0%	0.0%
Interfund Transfer	-	-	-	-	N/A	N/A
Total Budgeted Expenditures	\$ -	\$ 10,000	\$ 10,000	\$ 10,000	0.0%	0.0%
Not Budgeted						
Ending Fund Balance	60,000	60,000	60,000	60,000	0.0%	0.0%
TOTAL EXPENDITURES	\$ 60,000	\$ 70,000	\$ 70,000	\$ 70,000	0.0%	0.0%

Self-Insurance Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ 54,750	\$ 60,000	\$ 60,000	\$ 60,000
Plus Revenues	5,250	10,000	10,000	10,000
Less Expenditures	-	(10,000)	(10,000)	(10,000)
Ending Fund Balance	\$ 60,000	\$ 60,000	\$ 60,000	\$ 60,000
Consisting of:				
Self Insurance Reserve	60,000	60,000	60,000	60,000
Ending Fund Balance	\$ 60,000	\$ 60,000	\$ 60,000	\$ 60,000

Recap by Fund

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The City of Mercer Island has six Special Revenue Funds: City Street Fund, Contingency Fund, 1% for the Arts Fund, Youth & Family Services Fund, ARPA Fund and the Community Planning & Development Fund.

STREET FUND – 104

The Street Fund is a restricted fund that accounts for revenues and expenditures for street maintenance, preservation, and construction. Major sources of revenue include Real Estate Excise Tax (REET), Fuel Tax, and Federal and State Grants. The Transportation Improvement Plan (TIP) determines the annual expenditures for street and pedestrian facility improvements. For additional detail on the TIP see the Capital Improvement Program section of the budget.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ -	\$ 4,375,647	\$ 80,397	\$ 1,592,755	-98.2%	1881.1%
Real Estate Excise Tax	1,542,594	1,632,948	1,677,633	1,821,094	2.7%	8.6%
Motor Vehicle Fuel Tax	509,389	507,899	509,000	509,000	0.2%	0.0%
General Govt / Grants / Fines	2,096,432	2,963,753	2,621,000	231,000	-11.6%	-91.2%
Vehicle Excise Tax	368,985	367,866	367,866	367,866	0.0%	0.0%
Interfund Transfers In	139,574	583,000	240,000	381,187	-58.8%	58.8%
Total Budgeted Revenues	\$ 4,656,974	\$10,431,113	\$ 5,495,896	\$ 4,902,902	-47.3%	-10.8%
Not Budgeted						
Beginning Fund Balance (Reserved)	6,109,357	1,858,143	1,777,746	184,991	-4.3%	-89.6%
TOTAL REVENUES	\$10,766,331	\$12,289,256	\$ 7,273,642	\$ 5,087,893	-40.8%	-30.1%
EXPENDITURES						
Budgeted						
Street and Right of Way Maintenance	\$ 547,026	\$ 501,035	\$ 488,633	\$ 502,729	-2.5%	2.9%
Transportation Project Management	358,700	315,527	678,263	709,665	115.0%	4.6%
Transportation Improvement Program	3,626,814	6,317,551	4,249,000	3,690,508	-32.7%	-13.1%
Interfund Transfer - to CIP	-	3,297,000	80,000	-	-97.6%	-100.0%
Total Budgeted Expenditures	\$ 4,532,541	\$10,431,113	\$ 5,495,896	\$ 4,902,902	-47.3%	-10.8%
Not Budgeted						
Ending Fund Balance	6,233,790	1,858,143	1,777,746	184,991	-4.3%	-89.6%
TOTAL EXPENDITURES	\$10,766,331	\$12,289,256	\$ 7,273,642	\$ 5,087,893	-40.8%	-30.1%

Street Fund: Expenditure Summary

Presented in the table below are expenditures by category for 2023-2026.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
EXPENDITURES						
Budgeted						
Salaries and Wages	\$ 254,432	\$ 236,672	\$ 184,367	\$ 193,200	-22.1%	4.8%
Benefits	108,342	92,123	68,953	73,911	-25.2%	7.2%
Other Services and Charges	118,802	151,190	188,563	188,868	25%	0.2%
Capital Program	3,985,514	6,633,078	4,927,263	4,400,173	-25.7%	-10.7%
Interfund Transfers	-	3,297,000	80,000	-	-97.6%	-100.0%
Total Budgeted Expenditures	\$ 4,532,541	\$ 10,431,113	\$ 5,495,896	\$ 4,902,902	-47.3%	-10.8%
Not Budgeted						
Ending Fund Balance	6,233,790	1,858,143	1,777,746	184,991	-4.3%	-89.6%
TOTAL EXPENDITURES	\$ 10,766,331	\$ 12,289,256	\$ 7,273,642	\$ 5,087,893	-40.8%	-30.1%

Street Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ 6,109,357	\$ 6,233,790	\$ 1,858,143	\$ 1,777,746
Plus Revenues	4,656,974	6,055,466	5,415,499	3,310,147
Less Expenditures	(4,532,541)	(10,431,113)	(5,495,896)	(4,902,902)
Ending Fund Balance	\$ 6,233,790	\$ 1,858,143	\$ 1,777,746	\$ 184,991
Consisting of:				
Town Center street (north) reserve	99,684	99,684	99,684	99,684
Appropriated for Expenditures Next Year	4,375,647	80,397	1,592,755	-
Operating Fund Balance Minimum	87,000	87,000	85,000	85,000
Transportation Impact Fees	232,607	-	-	-
Unreserved	1,438,852	1,591,062	307	307
Ending Fund Balance	\$ 6,233,790	\$ 1,858,143	\$ 1,777,746	\$ 184,991

Recap by Fund

CONTINGENCY FUND – 130

The Contingency Fund accounts for resources that can only be used to address one of the following unanticipated situations in the General Fund or other general government operating fund: 1) a significant revenue shortfall; 2) a significant, non-recurring, expenditure; and 3) a significant increase in service delivery costs. As part of the 2019-2020 budget process, the City Council increased the target funding level from 10% to 12.5% (which equals 1.5 months) of General Fund budgeted expenditures, capped by state law at 37.5 cents per \$1,000 of the City's total assessed valuation.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Interest	522,423	65,712	-	-	-100.0%	N/A
Total Budgeted Revenues	\$ 522,423	\$ 65,712	\$ -	\$ -	-100.0%	N/A
Not Budgeted						
Beginning Fund Balance (Reserved)	4,567,264	4,871,961	4,937,673	4,937,673	1.3%	0.0%
TOTAL REVENUES	\$ 5,089,686	\$ 4,937,673	\$ 4,937,673	\$ 4,937,673	0.0%	0.0%
EXPENDITURE						
Budgeted						
Interfund Transfers	\$ 217,725	\$ -	\$ -	\$ -	N/A	N/A
Total Budgeted Expenditures	\$ 217,725	\$ -	\$ -	\$ -	N/A	N/A
Not Budgeted						
Ending Fund Balance	4,871,961	4,937,673	4,937,673	4,937,673	0.0%	0.0%
TOTAL EXPENDITURES	\$ 5,089,686	\$ 4,937,673	\$ 4,937,673	\$ 4,937,673	0.0%	0.0%

Contingency Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ 4,567,264	\$ 4,871,961	\$ 4,937,673	\$ 4,937,673
Plus Revenues	522,423	65,712	-	-
Less Expenditures	(217,725)	-	-	-
Ending Fund Balance	\$ 4,871,961	\$ 4,937,673	\$ 4,937,673	\$ 4,937,673
Consisting of:				
Reserve at 12.5% of General Fund Expenditures	4,531,281	5,454,847	4,605,308	4,820,815
Contingency Reserve (Under)/Over Policy	340,680	(517,174)	332,365	116,858
Ending Fund Balance	\$ 4,871,961	\$ 4,937,673	\$ 4,937,673	\$ 4,937,673

1% FOR THE ARTS FUND – 140

The 1% For the Arts Fund accounts for the 1% contribution from Capital Improvement Program (CIP) projects, excluding utilities, technology, and equipment. As stated in MICC 4.40.200 funds accumulated in the 1% for Arts Fund are restricted to 1) the selection, acquisition, and installation or display of original works of visual art; 2) repairs and maintenance of public art acquired with 1%-for-the-arts funds; and 3) other project-specific expenses of selection and acquisition; provided, that no part of the funds shall be used to pay administrative staffing expenses of the program.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ 22,607	\$ 30,060	\$ 15,000	\$ 13,000	-50.1%	-13.3%
One Percent for Arts	30,915	25,000	-	2,000	-100.0%	N/A
Insurance Proceeds	-	-	-	-	N/A	N/A
Interfund Transfers In	-	-	-	-	N/A	N/A
Total Budgeted Revenues	\$ 53,522	\$ 55,060	\$ 15,000	\$ 15,000	-72.8%	0.0%
Not Budgeted						
Beginning Fund Balance (Reserved)	155,678	125,618	120,618	107,618	-4.0%	-10.8%
TOTAL REVENUES	\$ 209,200	\$ 180,678	\$ 135,618	\$ 122,618	-24.9%	-9.6%
EXPENDITURES						
Budgeted						
Public Art Maintenance	\$ 13,582	\$ 35,000	\$ 15,000	\$ 15,000	-57.1%	0.0%
Luther Burbank Waterfront	39,940	10,060	-	-	-100.0%	N/A
Total Budgeted Expenditures	\$ 53,521	\$ 45,060	\$ 15,000	\$ 15,000	-66.7%	0.0%
Not Budgeted						
Ending Fund Balance	155,678	135,618	120,618	107,618	-11.1%	-10.8%
TOTAL EXPENDITURES	\$ 209,200	\$ 180,678	\$ 135,618	\$ 122,618	-24.9%	-9.6%

1% for the Arts Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ 178,285	\$ 155,678	\$ 135,618	\$ 120,618
Plus Revenues	30,915	25,000	-	2,000
Less Expenditures	(53,521)	(45,060)	(15,000)	(15,000)
Ending Fund Balance	\$ 155,678	\$ 135,618	\$ 120,618	\$ 107,618
Consisting of:				
Funding for Expenditures Next Year	30,060	-	-	-
Art in public places reserve	125,618	135,618	120,618	107,618
Ending Fund Balance	\$ 155,678	\$ 135,618	\$ 120,618	\$ 107,618

Recap by Fund

YOUTH & FAMILY SERVICES FUND – 160

The Youth & Family Services Fund was created to account for all revenues and expenditures directly related to the Youth & Family Services (YFS) Department. These programs include the Thrift Shop operations, Individual & Family Counseling, Senior Services, Emergency Assistance, and the School-Based Services program. YFS is largely supported by donations, grants, and the MIYFS Foundation.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Use of Operating Reserves	\$ -	\$ -	\$ 523,003	\$ 558,833	N/A	6.9%
Federal, State & Local Grants	61,011	40,202	44,559	44,559	10.8%	0.0%
Healthy Youth Initiative Grants	263,969	368,693	90,000	92,500	-75.6%	2.8%
School Counselor Program Support	60,000	60,000	60,000	60,000	0.0%	0.0%
Thrift Shop	1,571,418	1,723,108	1,895,000	2,080,000	10.0%	9.8%
Program Fees & Donations	111,817	118,526	286,500	297,500	141.7%	3.8%
Emergency Assistance Program Support	177,497	112,500	35,000	35,000	-68.9%	0.0%
MIYFS Foundation Support	515,000	515,000	515,000	515,000	0.0%	0.0%
Affordable and Supplemental Housing	40,436	40,442	35,441	35,441	-12.4%	0.0%
Opioid Settlement Agreements	-	178,591	42,000	42,000	-76.5%	0.0%
Interfund Transfer	864,790	670,000	350,000	350,000	-47.8%	0.0%
Total Budgeted Revenues	\$ 3,665,938	\$ 3,827,062	\$ 3,876,503	\$ 4,110,833	1.3%	6.0%
Not Budgeted						
Beginning Fund Balance (Reserved)	632,642	1,063,789	856,795	297,962	-19.5%	-65.2%
TOTAL REVENUES	\$ 4,298,580	\$ 4,890,851	\$ 4,733,298	\$ 4,408,795	-3.2%	-6.9%
EXPENDITURES						
Budgeted						
YFS Administration	\$ 353,619	\$ 432,258	\$ 495,755	\$ 519,783	14.7%	4.8%
Thrift Shop	997,554	1,171,951	1,272,773	1,372,915	8.6%	7.9%
School Counselor Program	762,646	855,623	997,985	1,046,010	16.6%	4.8%
Senior Outreach	53,034	60,311	63,962	69,243	6.1%	8.3%
Family Counseling	297,898	363,019	520,011	563,374	43.2%	8.3%
Emergency Assistance & Food Pantry	443,304	333,910	333,558	340,544	-0.1%	2.1%
Healthy Youth Initiative Grants	326,737	293,981	192,459	198,964	-34.5%	3.4%
Interfund Transfers	-	-	-	-	N/A	N/A
Total Budgeted Expenditures	\$ 3,234,791	\$ 3,511,053	\$ 3,876,503	\$ 4,110,833	10.4%	6.0%
Not Budgeted						
Ending Fund Balance	1,063,789	1,379,798	856,795	297,962	-37.9%	-65.2%
TOTAL EXPENDITURES	\$ 4,298,580	\$ 4,890,851	\$ 4,733,298	\$ 4,408,795	-3.2%	-6.9%

YFS Fund: Expenditure Summary

Presented in the table below are expenditures by category for 2023-2026.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
EXPENDITURES						
Budgeted						
Salaries and Wages	\$ 1,736,676	\$ 1,925,492	\$ 2,272,479	\$ 2,420,642	18.0%	6.5%
Benefits	651,985	852,957	982,343	1,049,291	15.2%	6.8%
Contractual Services	302,503	277,840	196,325	207,700	-29.3%	5.8%
Other Services and Charges	543,628	454,764	425,356	433,199	-6.5%	1.8%
Total Budgeted Expenditures	\$ 3,234,791	\$ 3,511,053	\$ 3,876,503	\$ 4,110,832	10.4%	6.0%
Not Budgeted						
Ending Fund Balance	1,063,789	1,379,798	856,795	297,962	-37.9%	-65.2%
TOTAL EXPENDITURES	\$ 4,298,580	\$ 4,890,851	\$ 4,733,298	\$ 4,408,794	-3.2%	-6.9%

YFS Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ 632,642	\$ 1,063,789	\$ 1,379,798	\$ 856,795
Plus Revenues	3,665,938	3,827,062	3,353,500	3,552,000
Less Expenditures	(3,234,791)	(3,511,053)	(3,876,503)	(4,110,833)
Ending Fund Balance	\$ 1,063,789	\$ 1,379,798	\$ 856,795	\$ 297,962
Consisting of:				
Emergency Assistance & Food Pantry	118,228	118,228	118,228	118,228
Opioid Settlement Funds	42,447	202,123	183,620	161,148
Operating Reserve	903,114	1,059,447	554,947	18,586
Ending Fund Balance	\$ 1,063,789	\$ 1,379,798	\$ 856,795	\$ 297,962

Recap by Fund

AMERICAN RESCUE PLAN ACT (ARPA) FUND – 170

The American Rescue Plan Act (ARPA) is a Federal economic stimulus package that was signed into law on March 11, 2021 in response to the economic and public safety impacts of the COVID-19 pandemic. The ARPA fund was established to account for qualified expenditures funded by ARPA dollars. Based on US Treasury guidelines, ARPA funds must be encumbered no later than December 31, 2024, and fully expended by December 31, 2026.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
RESOURCES						
Budgeted						
Beginning Fund Balance	\$ 1,269,695	\$ 4,768,466	\$ -	\$ -	-100.0%	N/A
ARPA Distribution	-	-	-	-	N/A	N/A
Total Budgeted Resources	\$ 1,269,695	\$ 4,768,466	\$ -	\$ -	-100.0%	N/A
Not Budgeted						
Beginning Fund Balance (Reserved)	4,768,466	-	-	-	N/A	N/A
TOTAL RESOURCES	\$ 6,038,161	\$ 4,768,466	\$ -	\$ -	-100.0%	N/A
USES						
Budgeted						
Capital Program	\$ 217,209	\$ 2,765,984	\$ -	\$ -	-100.0%	N/A
City Hall Closure Impacts	368,421	1,024,941	-	-	-100.0%	N/A
Climate Action Items	24,103	181,702	-	-	-100.0%	N/A
Gun Buyback program	-	30,000	-	-	-100.0%	N/A
Management Analyst	63,612	137,000	-	-	-100.0%	N/A
ARPA Program Administration	70,007	78,839	-	-	-100.0%	N/A
Utility Grant Program	4,000	-	-	-	N/A	N/A
Youth & Family Svc Programs	522,343	550,000	-	-	-100.0%	N/A
Total Budgeted Expenditures	\$ 1,269,695	\$ 4,768,466	\$ -	\$ -	-100.0%	N/A
Not Budgeted						
Ending Fund Balance	4,768,466	-	-	-	N/A	N/A
TOTAL USES	\$ 6,038,161	\$ 4,768,466	\$ -	\$ -	-100.0%	N/A

ARPA Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ 6,038,161	\$ 4,768,466	\$ -	\$ -
Plus Revenues	-	-	-	-
Less Expenditures	(1,269,695)	(4,768,466)	-	-
Ending Fund Balance	\$ 4,768,466	\$ -	\$ -	\$ -
Consisting of:				
Funding for Expenditures Next Year	4,768,466	-	-	-
Unreserved	-	-	-	-
Ending Fund Balance	\$ 4,768,466	\$ -	\$ -	\$ -

DEVELOPMENT SERVICES FUND – 180

The Development Services Fund is established to account for the revenues and expenditures specific to land use, development engineering, and development permitting. Previously accounted for within the General Fund, this new special revenue fund separates these restricted permit and land use functions. The fund is established using prior year restricted development revenue transferred in from the General Fund.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
RESOURCES						
Budgeted						
Beginning Fund Balance	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Permit Fees			2,786,419	2,852,768	N/A	2.4%
Land Use Fees	-	-	501,455	521,113	N/A	3.9%
Interest	-	-	-	-	N/A	N/A
Interfund Transfers In	-	1,285,678	913,016	966,165	-29.0%	5.8%
Total Budgeted Resources	\$ -	\$ 1,285,678	\$ 4,200,890	\$ 4,340,046	226.7%	3.3%
Not Budgeted						
Beginning Fund Balance (Reserved)	-	-	1,285,678	1,382,192	N/A	7.5%
TOTAL RESOURCES	\$ -	\$ 1,285,678	\$ 5,486,568	\$ 5,722,238	326.7%	4.3%
USES						
Budgeted						
Administration	\$ -	\$ -	\$ 1,207,409	\$ 1,261,702	N/A	4.5%
Permit Center	-	-	430,708	454,713	N/A	5.6%
Building Plan Review & Inspection	-	-	923,261	974,260	N/A	5.5%
Planning & Land Use	-	-	1,266,735	1,354,562	N/A	6.9%
Development Engineering	-	-	276,263	288,983	N/A	4.6%
Total Budgeted Expenditures	\$ -	\$ -	\$ 4,104,376	\$ 4,334,220	N/A	5.6%
Not Budgeted						
Ending Fund Balance	-	1,285,678	1,382,192	1,388,018	7.5%	0.4%
TOTAL USES	\$ -	\$ 1,285,678	\$ 5,486,568	\$ 5,722,238	326.7%	4.3%

Recap by Fund

Development Services Fund: Expenditure Summary

Presented in the table below are expenditures by category for 2023-2026.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
USES						
Budgeted						
Salaries and Wages	\$ -	\$ -	\$ 2,323,272	\$ 2,453,143	N/A	5.6%
Benefits	-	-	869,963	936,487	N/A	7.6%
Other Services and Charges	-	-	504,738	516,005	N/A	2.2%
City Administration Overhead	-	-	406,403	428,585	N/A	5.5%
Interfund Transfers	-	-	-	-	N/A	N/A
Total Budgeted Expenditures	\$ -	\$ -	\$ 4,104,376	\$ 4,334,220	N/A	5.6%
Not Budgeted						
Ending Fund Balance	-	1,285,678	1,382,192	1,388,018	7.5%	0.4%
TOTAL USES	\$ -	\$ 1,285,678	\$ 5,486,568	\$ 5,722,238	326.7%	4.3%

Development Services Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ -	\$ -	\$ 1,285,678	\$ 1,382,192
Plus Revenues	-	1,285,678	4,200,890	4,340,046
Less Expenditures	-	-	(4,104,376)	(4,334,220)
Ending Fund Balance	\$ -	\$ 1,285,678	\$ 1,382,192	\$ 1,388,018
Consisting of:				
Unreserved	-	1,285,678	1,382,192	1,388,018
Ending Fund Balance	\$ -	\$ 1,285,678	\$ 1,382,192	\$ 1,388,018

DEBT SERVICE FUNDS

Debt Service Funds account for the accumulation of resources for the payment of principal and interest on general obligation bonds. General obligation bonds are those for which the full faith and credit of the City are pledged. They are payable from property taxes. The City of Mercer Island has two Debt Service Funds: Bond Redemption Fund – Voted, and Bond Redemption Fund – Non-Voted.

BOND REDEMPTION FUND (VOTED) – 208

This fund accounts for “excess” (i.e., voted bond) property tax levies that are dedicated to paying the debt service (i.e., principal and interest) on unlimited tax general obligation (UTGO) bonds. The City currently has no outstanding UTGO Bonds.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Total Budgeted Revenues	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Not Budgeted						
Beginning Fund Balance (Reserved)	18,943	18,943	18,943	18,943	0.0%	0.0%
TOTAL REVENUES	\$ 18,943	\$ 18,943	\$ 18,943	\$ 18,943	0.0%	0.0%
EXPENDITURES						
Budgeted						
Principal - Voted	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Interest - Voted	-	-	-	-	N/A	N/A
Total Budgeted Expenditures	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Not Budgeted						
Ending Fund Balance	18,943	18,943	18,943	18,943	0.0%	0.0%
TOTAL EXPENDITURES	\$ 18,943	\$ 18,943	\$ 18,943	\$ 18,943	0.0%	0.0%

Bond Redemption Fund (Voted): Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ 18,943	\$ 18,943	\$ 18,943	\$ 18,943
Plus Revenues	-	-	-	-
Less Expenditures	-	-	-	-
Ending Fund Balance	\$ 18,943	\$ 18,943	\$ 18,943	\$ 18,943
Consisting of:				
Funding for Expenditures Next Year	-	-	-	-
Debt Service Reserve	18,943	18,943	18,943	18,943
Ending Fund Balance	\$ 18,943	\$ 18,943	\$ 18,943	\$ 18,943

Recap by Fund

BOND REDEMPTION FUND (NON-VOTED) – 239

This fund accounts for revenues that are dedicated to paying the debt service (i.e., principal and interest) on limited (i.e., non-voted) general obligation (LTGO) bonds. The City currently has zero general government LTGO bond issuance outstanding.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUE						
Budgeted						
Beginning Fund Balance	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Property Tax-Lid Lift	-	-	-	-	N/A	N/A
Interfund Transfer In	142,800	-	-	-	N/A	N/A
Total Budgeted Revenues	\$ 142,800	\$ -	\$ -	\$ -	N/A	N/A
Not Budgeted						
Beginning Fund Balance (Reserved)	5,038	5,080	5,080	5,080	0.0%	0.0%
TOTAL REVENUES	\$ 147,838	\$ 5,080	\$ 5,080	\$ 5,080	0.0%	0.0%
EXPENDITURES						
Budgeted						
Debt Payments						
MICEC Building	\$ 142,758	\$ -	\$ -	\$ -	N/A	N/A
Total Budgeted Expenditures	\$ 142,758	\$ -	\$ -	\$ -	N/A	N/A
Not Budgeted						
Ending Fund Balance	5,080	5,080	5,080	5,080	0.0%	0.0%
TOTAL EXPENDITURES	\$ 147,838	\$ 5,080	\$ 5,080	\$ 5,080	0.0%	0.0%

Bond Redemption Fund (Non-voted): Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ 5,038	\$ 5,080	\$ 5,080	\$ 5,080
Plus Revenues	142,800	-	-	-
Less Expenditures	(142,758)	-	-	-
Ending Fund Balance	\$ 5,080	\$ 5,080	\$ 5,080	\$ 5,080
Consisting of:				
Debt Service Reserve	5,080	5,080	5,080	5,080
Ending Fund Balance	\$ 5,080	\$ 5,080	\$ 5,080	\$ 5,080

CAPITAL PROJECT FUNDS

Capital Project Funds include financial resources for the acquisition or construction of capital facilities other than those financed by Enterprise or Internal Service Funds. The City of Mercer Island has four Capital Project Funds: Town Center Parking Facilities Fund, Capital Improvement Fund, Technology & Equipment Fund, and Municipal Facility Replacement Fund.

TOWN CENTER PARKING FACILITIES FUND – 342

The Town Center Parking Facilities Fund accounts for revenues and expenditures associated with purchasing or constructing parking facilities in the Town Center.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Interfund Transfers	-	-	-	-	N/A	N/A
Total Budgeted Revenues	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Not Budgeted						
Beginning Fund Balance (Reserved)	708,593	708,593	708,593	708,593	0.0%	0.0%
TOTAL REVENUES	\$ 708,593	\$ 708,593	\$ 708,593	\$ 708,593	0.0%	0.0%
EXPENDITURES						
Budgeted						
Town Center Parking	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Total Budgeted Expenditures	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Not Budgeted						
Ending Fund Balance	708,593	708,593	708,593	708,593	0.0%	0.0%
TOTAL EXPENDITURES	\$ 708,593	\$ 708,593	\$ 708,593	\$ 708,593	0.0%	0.0%

Town Center Parking Facilities Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ 708,593	\$ 708,593	\$ 708,593	\$ 708,593
Plus Revenues	-	-	-	-
Less Expenditures	-	-	-	-
Ending Fund Balance	\$ 708,593	\$ 708,593	\$ 708,593	\$ 708,593
Consisting of:				
Funding for Expenditures Next Year	-	-	-	-
Unreserved	708,593	708,593	708,593	708,593
Ending Fund Balance	\$ 708,593	\$ 708,593	\$ 708,593	\$ 708,593

Recap by Fund

CAPITAL IMPROVEMENT FUND – 343

The Capital Improvement Fund accounts for revenues that can only be spent on the following types of general government capital projects: parks, open spaces, and buildings. The projects planned for 2025 and 2026 are described in detail in the Capital Improvement Program.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUE						
Budgeted						
Beginning Fund Balance	\$ -	\$ 1,829,869	\$ 3,318,845	\$ 1,167,315	81.4%	-64.8%
Property Tax	891,400	902,868	911,897	921,016	1.0%	1.0%
Real Estate Excise Tax	1,888,964	1,995,825	2,050,440	2,225,781	2.7%	8.6%
General Govt / Grants / Fines	874,427	1,872,061	4,581,492	5,219,485	144.7%	13.9%
Sound Transit Mitigation	-	50,000	-	-	-100.0%	N/A
GMA Impact Fees	60,730	545,734	20,605	20,605	-96.2%	0.0%
REET 2 Reserves - Transfer from Streets	-	3,297,000	-	-	-100.0%	N/A
Interfund Transfer - ARPA Funding	-	1,745,000	-	-	-100.0%	N/A
Interfund Transfers - Utility Funds	53,916	171,808	-	-	-100.0%	N/A
Total Budgeted Revenues	\$ 3,769,437	\$ 12,410,165	\$10,883,279	\$ 9,554,202	-12.3%	-12.2%
Not Budgeted						
Beginning Fund Balance (Reserved)	7,411,107	6,013,497	2,694,652	1,527,336	-55.2%	-43.3%
TOTAL REVENUES	\$ 11,180,544	\$ 18,423,662	\$13,577,931	\$11,081,538	-26.3%	-18.4%
EXPENDITURES						
Budgeted						
Capital Improvement Program	\$ 2,827,889	\$ 12,054,959	\$10,261,031	\$ 8,901,833	-14.9%	-13.2%
Project Management Expenses	366,490	355,206	622,248	652,369	75.2%	4.8%
Debt Service CCMV	142,800	-	-	-	N/A	N/A
Total Budgeted Expenditures	\$ 3,337,179	\$ 12,410,165	\$10,883,279	\$ 9,554,202	-12.3%	-12.2%
Not Budgeted						
Ending Fund Balance	7,843,366	6,013,497	2,694,651	1,527,337	-55.2%	-43.3%
TOTAL EXPENDITURES	\$ 11,180,544	\$ 18,423,662	\$13,577,931	\$11,081,538	-26.3%	-18.4%

Capital Improvement Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023 Actual	2024 Forecast	2025 Budget	2026 Budget
Beginning Fund Balance	\$ 7,411,107	\$ 7,843,366	\$ 6,013,497	\$ 2,694,651
Plus Revenues	3,769,437	10,580,296	7,564,434	8,386,887
Less Expenditures	(3,337,179)	(12,410,165)	(10,883,279)	(9,554,202)
Ending Fund Balance	\$ 7,843,366	\$ 6,013,497	\$ 2,694,651	\$1,527,337
Consisting of:				
RCO Property sale proceeds	28,400	28,400	28,400	28,400
Freeman Landing Reserve	329,891	329,891	329,891	329,891
King Count Parks Levy reserve	569,790	-	-	-
Parks Impact Fee reserve	36,793	36,793	36,793	36,793
All Weather Field Repl Reserve	755,162	955,162	1,155,162	1,355,162
Operating Fund Balance Minimum	114,000	114,000	114,000	114,000
Unreserved	6,009,330	4,549,251	1,030,405	(336,909)
Ending Fund Balance	\$ 7,843,366	\$ 6,013,497	\$ 2,694,651	\$1,527,337

Recap by Fund

TECHNOLOGY & EQUIPMENT FUND – 345

The Technology & Equipment Fund accounts for general government capital investments in technology software, furnishings, and equipment. An interfund transfer from the General Fund is the main revenue source for this Fund. Other Funds may contribute resources for specific projects when shared by multiple operating departments. The projects planned for 2024 through 2026 are described in detail in the Capital Improvement Program.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ 318,201	\$ 465,650	\$ -	\$ -	-100.0%	N/A
General Govt / Grants / Fines	-	-	100,000	-	N/A	-100.0%
Interfund Transfers	280,000	280,000	550,000	395,922		
Total Budgeted Revenues	\$ 598,201	\$ 745,650	\$ 650,000	\$ 395,922	-12.8%	-39.1%
Not Budgeted						
Beginning Fund Balance (Reserved)	1,240,122	774,471	774,471	931,471	0.0%	20.3%
TOTAL REVENUES	\$ 1,838,323	\$ 1,520,121	\$ 1,424,471	\$ 1,327,393	-6.3%	-6.8%
EXPENDITURES						
Budgeted						
Technology Improvements	\$ 598,201	\$ 745,650	\$ 493,000	\$ 355,931	-33.9%	-27.8%
Interfund Transfers	-	-	-	-	N/A	N/A
Total Budgeted Expenditures	\$ 598,201	\$ 745,650	\$ 493,000	\$ 355,931	-33.9%	-27.8%
Not Budgeted						
Ending Fund Balance	1,240,121	774,471	931,471	971,462	20.3%	4.3%
TOTAL EXPENDITURES	\$ 1,838,323	\$ 1,520,121	\$ 1,424,471	\$ 1,327,393	-6.3%	-6.8%

Technology & Equipment Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023 Actual	2024 Forecast	2025 Budget	2026 Budget
Beginning Fund Balance	\$ 1,558,323	\$ 1,240,121	\$ 774,471	\$ 931,471
Plus Revenues	280,000	280,000	650,000	395,922
Less Expenditures	(598,201)	(745,650)	(493,000)	(355,931)
Ending Fund Balance	\$ 1,240,121	\$ 774,471	\$ 931,471	\$ 971,462
Consisting of:				
Federal and State seizure funds	41,345	41,345	41,345	41,345
MICEC Equipment Replacement Reserve	81,154	-	-	-
Police In-car Cameral Replacement Reserve	67,170	79,170	91,170	103,170
Funding for Expenditures Next Year	465,650	-	-	-
Unreserved	584,802	653,956	798,956	826,947
Ending Fund Balance	\$ 1,240,121	\$ 774,471	\$ 931,471	\$ 971,462

Recap by Fund

MUNICIPAL FACILITY REPLACEMENT FUND – 350

The Municipal Facility Capital Replacement Fund was established to account for resources accumulated to address short- and long-term municipal facility needs in the wake of closing City Hall in April 2023.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Interfund Transfer	579,808	2,400,000	168,773	-	-93.0%	-100.0%
Total Budgeted Revenues	\$ 579,808	\$ 2,400,000	\$ 168,773	\$ -	-93.0%	-100.0%
Not Budgeted						
Beginning Fund Balance (Reserved)	-	579,808	2,979,808	3,148,581	413.9%	5.7%
TOTAL REVENUES	\$ 579,808	\$ 2,979,808	\$ 3,148,581	\$ 3,148,581	5.7%	0.0%
EXPENDITURES						
Budgeted						
Transfer to CIP Fund	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Total Budgeted Expenditures	\$ -	\$ -	\$ -	\$ -	N/A	N/A
Not Budgeted						
Ending Fund Balance	579,808	2,979,808	3,148,581	3,148,581	5.7%	0.0%
TOTAL EXPENDITURES	\$ 579,808	\$ 2,979,808	\$ 3,148,581	\$ 3,148,581	5.7%	0.0%

Municipal Facility Replacement Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ -	\$ 579,808	\$ 2,979,808	\$ 3,148,581
Plus Revenues	579,808	2,400,000	168,773	-
Less Expenditures	-	-	-	-
Ending Fund Balance	\$ 579,808	\$ 2,979,808	\$ 3,148,581	\$ 3,148,581
Consisting of:				
Unreserved	579,808	2,979,808	3,148,581	3,148,581
Ending Fund Balance	\$ 579,808	\$ 2,979,808	\$ 3,148,581	\$ 3,148,581

ENTERPRISE FUNDS

Enterprise Funds account for government activities that are financed and operated in a manner similar to private business. Costs of providing services to the community are primarily financed by user fees. The City of Mercer Island has three Enterprise Funds: Water Fund, Sewer Fund, and Stormwater Fund.

WATER FUND – 402

The Water Fund, which encompasses the City’s water utility, accounts for all activities (i.e., administration, operations, maintenance, and capital investment) related to the provision of water services to the City’s residential, commercial, and public customers.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ 2,675,533	\$ -	\$ 9,651,261	\$ 11,265,463	N/A	16.7%
Sales to Customers	11,159,629	11,663,490	12,596,569	13,604,295	8.0%	8.0%
Proceeds of Debt Issuance	-	29,000,000	-	-	-100.0%	N/A
Interest Earnings	910,113	689,076	712,250	293,158	3.4%	-58.8%
Other Services and Charges	54,918	31,973	-	-	-100.0%	N/A
Total Budgeted Revenues	\$ 14,800,193	\$ 41,384,539	\$ 22,960,080	\$ 25,162,916	-44.5%	9.6%
Not Budgeted						
Beginning Fund Balance (Reserved)	17,226,888	17,226,888	14,464,678	3,199,215	-16.0%	-77.9%
TOTAL REVENUES	\$ 32,027,081	\$ 58,611,427	\$ 37,424,758	\$ 28,362,131	-36.1%	-24.2%
EXPENDITURES						
Budgeted						
Maintenance and Operations	\$ 3,514,745	\$ 3,740,058	\$ 4,092,764	\$ 4,306,455	9.4%	5.2%
Water Purchased for Resale	2,133,899	2,146,584	2,255,237	2,334,585	5.1%	3.5%
Debt Service	107,070	133,653	2,426,562	2,430,188	1715.6%	0.1%
City Administration	369,533	396,770	714,828	748,134	80.2%	4.7%
Water System Improvements (CIP)	8,373,275	27,122,093	12,649,280	14,409,251	-53.4%	13.9%
CIP Project Overhead	268,695	305,064	677,449	719,599	122.1%	6.2%
Interfund Transfer - CIP	32,976	651,266	143,960	214,704	-77.9%	49.1%
Total Budgeted Expenditures	\$ 14,800,192	\$ 34,495,488	\$ 22,960,080	\$ 25,162,916	-33.4%	9.6%
Not Budgeted						
Ending Fund Balance	17,226,888	24,115,939	14,464,678	3,199,215	-40.0%	-77.9%
TOTAL EXPENDITURES	\$ 32,027,081	\$ 58,611,427	\$ 37,424,758	\$ 28,362,131	-36.1%	-24.2%

Recap by Fund

Water Fund: Expenditure Summary

Presented in the table below are expenditures by category for 2023-2026.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
EXPENDITURES						
Budgeted						
Salaries and Wages	\$ 1,171,279	\$ 1,279,424	\$ 1,298,429	\$ 1,359,711	1.5%	4.7%
Benefits	571,156	558,351	549,499	589,698	-1.6%	7.3%
Water Purchased for Resale	2,133,899	2,146,584	2,255,237	2,334,585	5.1%	3.5%
Other Services and Charges	2,141,843	2,299,053	2,959,664	3,105,180	28.7%	4.9%
Debt Service	107,070	133,653	2,426,562	2,430,188	1715.6%	0.1%
Water System Improvements (CIP)	8,373,275	27,122,093	12,649,280	14,409,251	-53.4%	13.9%
CIP Project Overhead	268,695	305,064	677,449	719,599	122.1%	6.2%
Interfund Transfer - CIP	32,976	651,266	143,960	214,704	-77.9%	49.1%
Total Budgeted Expenditures	\$ 14,800,192	\$ 34,495,488	\$ 22,960,080	\$ 25,162,916	-33.4%	9.6%
Not Budgeted						
Ending Fund Balance	17,226,888	24,115,939	14,464,678	3,199,215	-40.0%	-77.9%
TOTAL EXPENDITURES	\$ 32,027,081	\$ 58,611,427	\$ 37,424,758	\$ 28,362,132	-36.1%	-24.2%

Water Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Working Capital Balance	\$ 19,902,421	\$ 17,226,888	\$ 24,115,939	\$ 14,464,678
Plus Revenues	12,124,660	41,384,539	13,308,819	13,897,453
Less Expenditures	(14,800,192)	(34,495,488)	(22,960,080)	(25,162,916)
Ending Working Capital Balance	\$ 17,226,888	\$ 24,115,939	\$14,464,678	\$ 3,199,215
Consisting of:				
Operating Fund Balance Minimum	1,034,000	1,034,000	1,164,000	1,221,000
Capital Funding Reserve	651,221	784,000	938,000	938,000
Funding for Expenditures Next Year	-	9,651,261	11,265,463	-
Unreserved	15,541,667	12,646,678	1,097,215	1,040,215
Ending Working Capital Balance	\$ 17,226,888	\$ 24,115,939	\$14,464,678	\$ 3,199,215

SEWER FUND – 426

The Sewer Fund, which encompasses the City’s sewer utility, accounts for all activities (i.e., administration, operation, maintenance, and capital investment) related to the provision of sewer services to the City’s residential, commercial, and public customers.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ 392,861	\$ 3,802,458	\$ 2,277,964	\$ 2,918,944	-40.1%	28.1%
Sales to Customers	11,330,079	12,022,731	12,636,827	13,359,815	5.1%	5.7%
Interest Earnings	508,375	395,968	181,615	81,073	-54.1%	-55.4%
Total Budgeted Revenues	\$ 12,231,315	\$ 16,221,157	\$ 15,096,406	\$ 16,359,832	-6.9%	8.4%
Not Budgeted						
Beginning Fund Balance (Reserved)	9,899,201	6,096,743	3,818,779	899,835	-37.4%	-76.4%
TOTAL REVENUES	\$ 22,130,516	\$ 22,317,900	\$ 18,915,185	\$ 17,259,667	-15.2%	-8.8%
EXPENDITURES						
Budgeted						
King County Sewer Treatment	\$ 5,432,155	\$ 5,835,863	\$ 6,171,550	\$ 6,603,600	5.8%	7.0%
Maintenance and Operations	2,326,888	2,656,549	2,897,276	3,039,745	9.1%	4.9%
Debt Service	1,020,762	1,031,829	1,028,615	1,029,611	-0.3%	0.1%
City Admin Charges	287,058	307,901	488,699	511,863	58.7%	4.7%
Sewer System Improvements (CIP)	2,932,666	5,949,854	4,215,000	4,822,696	-29.2%	14.4%
CIP Project Overhead	179,347	183,377	263,584	276,850	43.7%	5.0%
Interfund Transfer - CIP	52,440	255,784	31,682	75,467	-87.6%	138.2%
Total Budgeted Expenditures	\$ 12,231,315	\$ 16,221,157	\$ 15,096,406	\$ 16,359,832	-6.9%	8.4%
Not Budgeted						
Ending Fund Balance	9,899,201	6,096,743	3,818,779	899,835	-37.4%	-76.4%
TOTAL EXPENDITURES	\$ 22,130,516	\$ 22,317,900	\$ 18,915,185	\$ 17,259,667	-15.2%	-8.8%

Recap by Fund

Sewer Fund: Expenditure Summary

Presented in the table below are expenditures by category for 2023-2026.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
EXPENDITURES						
Budgeted						
Salaries and Wages	\$ 933,892	\$ 1,101,361	\$ 1,133,088	\$ 1,182,837	2.9%	4.4%
Benefits	460,052	472,192	469,027	502,809	-0.7%	7.2%
King County Sewer Treatment	5,432,155	5,835,863	6,171,550	6,603,600	5.8%	7.0%
Debt Sevice	1,020,762	1,031,829	1,028,615	1,029,611	-0.3%	0.1%
Other Services and Charges	1,220,002	1,390,897	1,783,860	1,865,962	28.3%	4.6%
Capital Program	3,112,012	6,133,231	4,478,584	5,099,546	-27.0%	13.9%
Interfund Transfers	52,440	255,784	31,682	75,467	-87.6%	138.2%
Total Budgeted Expenditures	\$ 12,231,315	\$ 16,221,157	\$ 15,096,406	\$ 16,359,832	-6.9%	8.4%
Not Budgeted						
Ending Fund Balance	9,899,201	6,096,743	3,818,779	899,835	-37.4%	-76.4%
TOTAL EXPENDITURES	\$ 22,130,516	\$ 22,317,900	\$ 18,915,185	\$ 17,259,667	-15.2%	-8.8%

Sewer Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Working Capital Balance	\$ 10,292,062	\$ 9,899,201	\$ 6,096,743	\$ 3,818,779
Plus Revenues	11,838,454	12,418,699	12,818,442	13,440,888
Less Expenditures	(12,231,315)	(16,221,157)	(15,096,406)	(16,359,832)
Ending Working Capital Balance	\$ 9,899,201	\$ 6,096,743	\$ 3,818,779	\$ 899,835
Consisting of:				
Operating Fund Balance Minimum	727,000	727,000	727,000	727,000
Capital Funding Reserve	501,200	501,200	172,835	172,835
Funding for Expenditures Next Year	3,802,458	2,277,964	2,918,944	-
Unreserved	4,868,543	2,590,579	(0)	(0)
Ending Working Capital Balance	\$ 9,899,201	\$ 6,096,743	\$ 3,818,779	\$ 899,835

STORM WATER FUND – 432

The Stormwater Fund, which encompasses the City’s stormwater utility, accounts for all activities (i.e., administration, operations, maintenance, and capital investment) related to the provision of storm and surface water management services to the City’s residential, commercial, and public customers.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ -	\$ 840,478	\$ 1,734,822	\$ 1,343,375	106.4%	-22.6%
Sales to Customers	2,464,030	2,661,152	2,874,045	3,103,968	8.0%	8.0%
Permitting Fee-in-lieu	24,694	50,000	50,000	50,000	0.0%	0.0%
Grant	75,000	50,000	75,000	75,000	50.0%	0.0%
Interest Earnings	237,976	190,128	115,883	50,177	-39.1%	-56.7%
Interfund Transfer	-	-	-	-	#DIV/0!	#DIV/0!
Total Budgeted Revenues	\$ 2,801,701	\$ 3,791,758	\$ 4,849,750	\$ 4,622,520	27.9%	-4.7%
Not Budgeted						
Beginning Fund Balance (Reserved)	4,662,329	3,912,725	2,177,903	834,528	-44.3%	-61.7%
TOTAL REVENUES	\$ 7,464,030	\$ 7,704,483	\$ 7,027,653	\$ 5,457,048	-8.8%	-22.3%
EXPENDITURES						
Budgeted						
Maintenance and Operations	\$ 1,815,819	\$ 1,771,824	\$ 2,102,857	\$ 2,181,371	18.7%	3.7%
City Admin Charges	120,547	127,506	179,821	189,227	41.0%	5.2%
Stormwater System Improvements (CIP)	430,267	1,178,254	2,215,000	1,799,005	88.0%	-18.8%
CIP Project Overhead	199,548	167,638	198,497	208,638	18.4%	5.1%
Interfund Transfer - CIP	144,646	546,536	153,575	244,279	-71.9%	59.1%
Total Budgeted Expenditures	\$ 2,710,827	\$ 3,791,758	\$ 4,849,750	\$ 4,622,520	27.9%	-4.7%
Not Budgeted						
Ending Fund Balance	4,753,203	3,912,725	2,177,903	834,528	-44.3%	-61.7%
TOTAL EXPENDITURES	\$ 7,464,030	\$ 7,704,483	\$ 7,027,653	\$ 5,457,048	-8.8%	-22.3%

Recap by Fund

Storm Water Fund: Expenditure Summary

Presented in the table below are expenditures by category for 2023-2026.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
EXPENDITURES						
Budgeted						
Salaries and Wages	\$ 664,538	\$ 726,586	\$ 821,576	\$ 852,391	13.1%	3.8%
Benefits	319,292	296,332	328,802	351,758	11.0%	7.0%
Contractual Services	481,443	428,990	534,750	551,750	24.7%	3.2%
Other Services and Charges	471,093	447,422	597,550	614,699	33.6%	2.9%
Capital Program	629,815	1,345,892	2,413,497	2,007,643	79.3%	-16.8%
Interfund Transfers	144,646	546,536	153,575	244,279	-71.9%	59.1%
Total Budgeted Expenditures	\$ 2,710,827	\$ 3,791,758	\$ 4,849,750	\$ 4,622,520	27.9%	-4.7%
Not Budgeted						
Ending Fund Balance	4,753,203	3,912,725	2,177,903	834,528	-44.3%	-61.7%
TOTAL EXPENDITURES	\$ 7,464,030	\$ 7,704,483	\$ 7,027,653	\$ 5,457,048	-8.8%	-22.3%

Storm Water Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Working Capital Balance	\$ 4,662,329	\$ 4,753,203	\$ 3,912,725	\$ 2,177,903
Plus Revenues	2,801,701	2,951,280	3,114,928	3,279,145
Less Expenditures	(2,710,827)	(3,791,758)	(4,849,750)	(4,622,520)
Ending Working Capital Balance	\$ 4,753,203	\$ 3,912,725	\$ 2,177,903	\$ 834,528
Consisting of:				
Operating Fund Balance Minimum	224,000	224,000	224,000	224,000
Funding for Expenditures Next Year	840,478	1,734,822	1,343,375	-
Unreserved	3,688,725	1,953,903	610,528	610,528
Ending Working Capital Balance	\$ 4,753,203	\$ 3,912,725	\$ 2,177,903	\$ 834,528

INTERNAL SERVICE FUNDS

Internal Service Funds account for the financing, on a cost-reimbursement basis, of goods and services provided by one department of the City to another department. The City of Mercer Island has two Internal Service Funds: Equipment Rental Fund and Computer Equipment Fund.

EQUIPMENT RENTAL FUND – 503

The Equipment Rental Fund accounts for the cost of maintaining, operating, and replacing all City owned vehicles, heavy equipment, and radios. This equipment is funded through internal user charges developed for each class of vehicle, heavy equipment, and radio.

Maintenance and operating costs primarily include fuel, parts, insurance, mechanic services, and administrative support. A vehicle replacement reserve within the Fund accumulates the resources needed to replace a vehicle when its useful life has been reached.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ 478,653	\$ 1,167,934	\$ 1,665,908	\$ 1,861,254	42.6%	11.7%
Property Taxes	166,609	168,275	169,958	171,657	1.0%	1.0%
Vehicle Maintenance & Operations	501,092	515,445	562,111	562,111	9.1%	0.0%
Vehicle Replacement Contributions	580,792	580,000	690,000	690,000	19.0%	0.0%
Insurance Proceeds (Fuel Cleanup)	-	103,750	111,250	111,250	7.2%	0.0%
Sale of Assets	24,387	25,000	10,000	10,000	-60.0%	0.0%
Fire Emergency Response Recovery	3,440	8,000	-	-	-100.0%	N/A
Investment Interest	32,205	33,415	34,900	35,000	4.4%	0.3%
Interfund Transfer	103,750	103,750	111,251	361,251	7.2%	224.7%
Total Budgeted Revenues	\$ 1,890,928	\$ 2,705,569	\$ 3,355,378	\$ 3,802,523	24.0%	13.3%
Not Budgeted						
Beginning Fund Balance (Reserved)	3,771,732	3,115,611	1,954,844	912,241	-37.3%	-53.3%
TOTAL REVENUES	\$ 5,662,660	\$ 5,821,180	\$ 5,310,222	\$ 4,714,764	-8.8%	-11.2%
EXPENDITURES						
Budgeted						
Fleet Services	\$ 526,243	\$ 600,048	\$ 551,732	\$ 572,798	-8.1%	3.8%
Pollution Remediation (Fuel Cleanup)	203,972	256,813	222,500	472,500	-13.4%	112.4%
Lease Payments-Fire Fleet	126,525	139,357	96,587	96,587	-30.7%	0.0%
Vehicle Replacements	522,376	1,204,210	1,665,908	1,861,254	38.3%	11.7%
Total Budgeted Expenditures	\$ 1,379,115	\$ 2,200,428	\$ 2,536,727	\$ 3,003,139	15.3%	18.4%
Not Budgeted						
Ending Fund Balance	4,283,545	3,620,752	2,773,495	1,711,625	-23.4%	-38.3%
TOTAL EXPENDITURES	\$ 5,662,660	\$ 5,821,180	\$ 5,310,222	\$ 4,714,764	-8.8%	-11.2%

Recap by Fund

Equipment Rental Fund: Expenditure Summary

Presented in the table below are expenditures by category for 2023-2026.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
EXPENDITURES						
Budgeted						
Salaries and Wages	\$ 105,262	\$ 114,742	\$ 105,424	\$ 109,113	-8.1%	3.5%
Benefits	57,114	52,496	47,685	50,815	-9.2%	6.6%
Contractual Services	51,810	105,750	64,000	64,000	-39.5%	0.0%
Debt Service Payments	126,525	139,357	96,587	96,587	-30.7%	0.0%
Other Services and Charges	312,057	327,060	334,623	348,867	2.3%	4.3%
Capital Program	726,348	1,461,023	1,888,408	2,333,754	29.3%	23.6%
Total Budgeted Expenditures	\$ 1,379,115	\$ 2,200,428	\$ 2,536,727	\$ 3,003,139	15.3%	18.4%
Not Budgeted						
Ending Fund Balance	4,283,545	3,620,752	2,773,495	1,711,625	-23.4%	-38.3%
TOTAL EXPENDITURES	\$ 5,662,660	\$ 5,821,180	\$ 5,310,222	\$ 4,714,764	-8.8%	-11.2%

Equipment Rental Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ 4,250,385	\$ 4,283,545	\$ 3,620,752	\$ 2,773,495
Plus Revenues	1,412,275	1,537,635	1,689,470	1,941,269
Less Expenditures	(1,379,115)	(2,200,428)	(2,536,727)	(3,003,139)
Ending Fund Balance	\$ 4,283,545	\$ 3,620,752	\$ 2,773,495	\$ 1,711,625
Consisting of:				
800 MHz Radio Replacement	373,610	373,610	373,610	373,610
Fire Apparatus Sinking Fund	658,645	687,563	760,934	836,004
Vehicle Replacement Reserve	3,251,290	2,559,579	1,638,951	502,011
Ending Fund Balance	\$ 4,283,545	\$ 3,620,752	\$ 2,773,495	\$ 1,711,625

COMPUTER EQUIPMENT FUND – 520

The Computer Equipment Fund accounts for the cost of operating, maintaining, and replacing all City owned computer-related hardware and equipment (servers, networks, PCs, laptops, printers, and phones). Computer equipment is funded through internal user charges developed for each type of technology-related device. The computer replacement reserve within the Fund accumulates the resources needed to replace a computer when its useful life has been reached.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ 119,180	\$ 253,200	\$ 225,400	\$ 231,589	-11.0%	2.7%
Computer Support and Replacement	1,270,644	1,305,536	1,479,825	1,554,144	13.3%	5.0%
Interfund Transfers	-	-	-	-	N/A	N/A
Total Budgeted Revenues	\$ 1,389,824	\$ 1,558,736	\$ 1,705,225	\$ 1,785,733	9.4%	4.7%
Not Budgeted						
Beginning Fund Balance (Reserved)	710,962	707,040	723,888	733,545	2.4%	1.3%
TOTAL REVENUES	\$ 2,100,786	\$ 2,265,776	\$ 2,429,113	\$ 2,519,278	7.2%	3.7%
EXPENDITURES						
Budgeted						
Network Administration	\$ 1,021,366	\$ 1,063,288	\$ 1,238,579	\$ 1,312,585	16.5%	6.0%
Capital Replacement - Computers	119,180	253,200	225,400	231,589	-11.0%	2.7%
Total Budgeted Expenditures	\$ 1,140,546	\$ 1,316,488	\$ 1,463,979	\$ 1,544,174	11.2%	5.5%
Not Budgeted						
Ending Fund Balance	960,240	949,288	965,134	975,104	1.7%	1.0%
TOTAL EXPENDITURES	\$ 2,100,786	\$ 2,265,776	\$ 2,429,113	\$ 2,519,278	7.2%	3.7%

Recap by Fund

Computer Equipment Fund: Expenditure Summary

Presented in the table below are expenditures by category for 2023-2026.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
EXPENDITURES						
Budgeted						
Salaries and Wages	\$ 457,856	\$ 489,009	\$ 524,292	\$ 554,050	7.2%	5.7%
Benefits	135,751	183,679	190,856	205,587	3.9%	7.7%
Contractual Services	343,617	306,200	434,000	463,597	41.7%	6.8%
Other Services and Charges	84,142	84,400	89,500	89,500	6.0%	0.0%
Capital Program	119,180	253,200	225,400	231,589	-11.0%	2.7%
Total Budgeted Expenditures	\$ 1,140,546	\$ 1,316,488	\$ 1,464,048	\$ 1,544,323	11.2%	5.5%
Not Budgeted						
Ending Fund Balance	960,240	949,288	965,134	975,104	1.7%	1.0%
TOTAL EXPENDITURES	\$ 2,100,786	\$ 2,265,776	\$ 2,429,182	\$ 2,519,427	7.2%	3.7%

Computer Equipment Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023	2024	2025	2026
	Actual	Forecast	Budget	Budget
Beginning Fund Balance	\$ 830,142	\$ 960,240	\$ 949,288	\$ 965,134
Plus Revenues	1,270,644	1,305,536	1,479,825	1,554,144
Less Expenditures	(1,140,546)	(1,316,488)	(1,463,979)	(1,544,174)
Ending Fund Balance	\$ 960,240	\$ 949,288	\$ 965,134	\$ 975,104
Consisting of:				
Computer Replacements Next Year	253,200	225,400	231,589	325,900
Computer Replacement Reserve	707,040	723,888	733,545	649,204
Ending Fund Balance	\$ 960,240	\$ 949,288	\$ 965,134	\$ 975,104

FIDUCIARY TRUST FUND

Trust Funds account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, and other governments. The City of Mercer Island has one Trust Fund, the Firefighters Pension Fund.

FIREFIGHTERS PENSION FUND – 606

The Firefighters Pension Fund accounts for pension benefits available to all firefighters hired on or before March 1, 1970. On that date the Washington Law Enforcement Officers' and Firefighters' System (the LEOFF Retirement Plan) was established. Each City maintaining a Firefighters Pension Fund retained responsibility for all benefits payable to eligible members (or their survivors). Cities with a Firefighters' Pension Fund receive state-shared fire insurance premium taxes.

Description	2023	2024	2025	2026	Percent Change	
	Actual	Forecast	Budget	Budget	24-25	25-26
REVENUES						
Budgeted						
Beginning Fund Balance	\$ -	\$ 10,032	\$ 15,590	\$ 22,845	55.4%	46.5%
Property Tax	26,410	26,410	26,410	26,410	0.0%	0.0%
Insurance Premium Tax	39,913	40,319	41,500	42,745	2.9%	3.0%
Interest	52,307	53,506	53,500	53,000	0.0%	-0.9%
Transfer In - from General Fund	-	-	-	-	N/A	N/A
Total Budgeted Revenues	\$ 118,630	\$ 130,267	\$ 137,000	\$ 145,000	5.2%	5.8%
Not Budgeted						
Beginning Fund Balance (Reserved)	1,032,149	1,028,915	1,013,324	990,479	-1.5%	-2.3%
TOTAL REVENUES	\$ 1,150,780	\$ 1,159,181	\$ 1,150,324	\$ 1,135,479	-0.8%	-1.3%
EXPENDITURES						
Budgeted						
Retirement Benefits	\$ 111,833	\$ 130,267	\$ 137,000	\$ 145,000	5.2%	5.8%
Total Budgeted Expenditures	\$ 111,833	\$ 130,267	\$ 137,000	\$ 145,000	5.2%	5.8%
Not Budgeted						
Ending Fund Balance	1,038,947	1,028,914	1,013,324	990,479	-1.5%	-2.3%
TOTAL EXPENDITURES	\$ 1,150,780	\$ 1,159,181	\$ 1,150,324	\$ 1,135,479	-0.8%	-1.3%

Recap by Fund

Firefighters Pension Fund: Fund Balance

Fund balance consists of the following restricted and unrestricted amounts.

Description	2023 Actual	2024 Forecast	2025 Budget	2026 Budget
Beginning Fund Balance	\$ 1,032,149	\$ 1,038,947	\$ 1,028,914	\$ 1,013,324
Plus Revenues	118,630	120,235	121,410	122,155
Less Expenditures	(111,833)	(130,267)	(137,000)	(145,000)
Ending Fund Balance	\$ 1,038,947	\$ 1,028,914	\$ 1,013,324	\$ 990,479
Consisting of:				
Funding for Expenditures Next Year	10,032	15,590	22,845	-
Pension Reserve	1,028,915	1,013,324	990,479	990,479
Ending Fund Balance	\$ 1,038,947	\$ 1,028,914	\$ 1,013,324	\$ 990,479