

Finance Director Gould is attempting to change the financial statements to be less transparent and he has already changed the amendments to now be a narrative. When I first came to Edmonds the General Fund was displayed as a modified working capital and I will attempt to locate those agenda items (I do have the audios of the meetings). Unfortunately, the City no longer has an ordinance for financial presentation that was passed in order to enforce these new financial statement.

Copy of the agenda packet showing the Director attempting to change the financial presentations which can be found on pages 104...

City Council Agenda Item

Meeting Date: 05/6/2025

March 2025 Quarterly Financial Report

Staff Lead: Richard Gould

Department: Administrative Services

Preparer: Sarah Mager

Background/History

N/A

Staff Recommendation

Review and move to full council to be received for filing.

Narrative

March 2025 Quarterly Financial Report, and March 2025 Quarterly supplemental report.

The March or First Quarter reports includes an additional set of supplemental reports that are still a "work in progress".

Since the February financial reports, I have been working with the finance department accountants to modify or add new reports to provide the Council with information to facilitate informed decision-making. We are not where I want us to be yet, but I thought what we have could be of interest to the Council and that you could give us feedback in our continuing goal of providing financial reports that are easy to understand and provide the Mayor and Council with information/data that assist you in understanding the City's current fiscal situation.

- **Fund balance changes** - Expenditures exceeded total revenues in the first quarter by \$749,188 (all funds) with the most significant funds being Water (\$2.2m) & Storm (\$1.2m). This is normal due to the timing of some of the more significant revenues cyclical nature such as property tax and major expenditures such as the annual insurance payment (WCIA-\$2.4m) and carry forward capital expenditures.
- **The monthly budget forecast change** - I had staff change the monthly budget forecast from the past 5 years (2020-2024) to the past two years (2023-2024) as I believed the data was more relevant considering 2020-2021 included impacts from the Pandemic and 2022 was impacted by significant levels of inflation.
- **The inclusion of the City's Debt Summary** - We included the debt summary which also follows the Interfund Loan (and interest accrued activity) as this was requested by Council and I believe it to be critically important in the decision-making process.
- **Interfund loan impact on the general fund in Q1** - The \$6m interfund loan from both the Water and Storm Water Utility funds was needed to offset the negative fund balance which is normal for the first quarter of the year. April will offset much of that due to the amount of property taxes received which is forecast to be over \$6m.

The financial reports for the first quarter are over 30 pages as I wanted the Council to see what we had to offer. We will work at reducing the reports to 15 or less pages. I do have some additional reports that

I am considering adding which include major revenue trends by the year-to-date. I think it helps to establish the current year's status compared with the prior 5 years at that point in graph form.

Thank you.

Richard A. Gould
Finance Director

Attachments:
Complete March 2025 Quarterly Financial Report
March 2025 Quarterly Report - Supplemental

City Council Agenda Item

Meeting Date: 05/6/2025

2025 April Budget Amendment

Staff Lead: Richard Gould

Department: Administrative Services

Preparer: Marissa Cain

Background/History

Amend the 2025 Ordinance No. 4377

Staff Recommendation

Staff recommends that Council approve Ordinance No. XXXX amending the 2025 Budget.

Q1 Budget Amendment includes: the Tree Fund (143) Parks Construction (332) in anticipation of expenditures that had yet to be appropriated by City Council. The City's past practice of preparing a budget amendment with capital projects "carry forward" has been included. We also accounted for the Mayor's staff cost cuts that was estimated at \$1.5m but came in at \$1.775m.

Attachments:

1. 2025 Decision Package Summary
2. 2025 Staff Budget Cut Allocation
3. April Budget Amendment Ordinance
2025 April Budget Amendment Ordinance
4. Approved FTE List

The new look of the amendments maybe more efficient but it is not the format the City has used for over a decade and yet, no one complained or questions it and of course, the City no longer has Finance Committee meetings to discuss these amendments in detail so where is the City Council oversight? Like \$45,462 was spent on Perrinville Creek. Was this more attorney fees? The budget amendments had narratives and offsets and now, it's a format of guessing. Please visit the packet to get a better understanding.

9.2.a

May 2025 Carryforward/First Quarter Budget Amendment

Decision Package Summary

Revenues

Fund	Category	Debit (Decrease)	Credit (Increase)	Impact
001	Other Governments & Grants	-	3,535.00	SW Tourism Grant Lunar New Year
001	Interfund Service Fees	-	15,000.00	c579 Phase 14 Waterline
001	Interfund Service Fees	-	28,000.00	E24JA Phase 15 Water
001	Interfund Service Fees	-	33,695.00	m160 Yost & Seaview
001	Interfund Service Fees	-	15,000.00	c567 Phase 4 Storm
001	Interfund Service Fees	-	45,462.00	a157 Perrinville Creek
001	Interfund Service Fees	-	3,590.00	s017 Stormwater Comp Plan
001	Interfund Service Fees	-	10,000.00	E24FA Phase 5 Storm
001	Interfund Service Fees	-	10,000.00	E24GA Phase 12 Sewer
001	Interfund Service Fees	-	61,955.00	c580 Phase 11 Sewer Repl
001	Interfund Service Fees	-	9,900.00	c566 Phase 10 Sewer Repl
001	Interfund Service Fees	-	3,000.00	E24A 2024 Pedestrian Prog
001	Interfund Service Fees	-	3,000.00	E24AA 2024 Traffic Calming
001	Interfund Service Fees	-	20,000.00	E24CA 2024 Overlay Program
001	Interfund Service Fees	-	10,000.00	i055 Hwy 99 Stg 2
001	Interfund Service Fees	-	25,000.00	E25MA Citywide Lighting
001	Interfund Service Fees	-	10,000.00	CARA Study
001	Interfund Service Fees	-	7,720.00	E24FE Marsh Study
001	Interfund Service Fees	-	54,330.00	E23CF Main St Overlay
001	Interfund Service Fees	-	9,930.00	E25DA 7th Ave Ped Improv
001 General Fund Total		-	379,117.00	379,117.00
112	Other Governments & Grants	-	120,000.00	E25MA Citywide Lighting
112	Other Governments & Grants	-	43,940.00	i055 Hwy 99 Stg 2
112	Other Governments & Grants	-	106,491.00	E23CF Main St Overlay
112	Other Governments & Grants	-	46,711.00	E25DA 7th Ave Ped Improv
112	Other Governments & Grants	-	15,000.00	84th Ave W 238th to 220th
112 Combined Street Const Total		-	332,142.00	332,142.00
117	Other Governments & Grants	-	60,000.00	Public Gateway Art
117	Miscellaneous	-	65,550.00	Public Gateway Art
117	Transfers	-	2,491.00	Parks Capital Art Transfer
117	Transfers	-	770.00	E24A 2024 Pedestrian Prog
117	Transfers	-	450.00	E24AA 2024 Traffic Calming
117 Municipal Arts Total		-	129,261.00	129,261.00
130	Service Fees	-	14,253.00	Cemetery Revenue Reclass
130	Transfers	-	261,124.00	Cemetery Transfer
130 Cemetery Maintenance Total		-	275,377.00	275,377.00
137	Service Fees	14,253.00	-	Cemetery Revenue Reclass
137 Cemetery Maintenance Trust Total		14,253.00	-	(14,253.00)

25 Decision Package Summary (2025 May Budget Amendment)

Decision Package Summary

Expenditures				
Fund	Category	Debit (Increase)	Credit (Decrease)	Impact
001	Centralized Services	-	45,720.00	Facilities ERR
001	Centralized Services	8,502.00	-	WCIA Premium Adjustment
001	Community Planning	3,535.00	-	SW Tourism Grant Lunar New Year
001	Intergovernmental Services	22,500.00	-	Police Jail Costs
001 General Fund Total		34,537.00	45,720.00	(11,183.00)
016	Capital Expenditures	230,068.00	-	Facilities Capital Projects
016 Facilities Maintenance Total		230,068.00	-	230,068.00
017	Transfers	56,720.00	-	E24FE Marsh Study
017 Marsh Restoration Fund		56,720.00	-	56,720.00
111	Road Maintenance	589.00	-	WCIA Premium Adjustment
111 Street Fund Total		589.00	-	589.00
112	Road Maintenance	5,886.00	-	E23AA Transportation Plan
112	Road Maintenance	10,000.00	-	i055 Hwy 99 Stg 2
112	Road Maintenance	120,000.00	-	E25MA Citywide Lighting
112	Road Maintenance	117,225.00	-	E23CF Main St Overlay
112	Road Maintenance	46,711.00	-	E25DA 7th Ave Ped Improv
112	Road Maintenance	15,000.00	-	84th Ave W 238th to 220th
112	Infrastructure	33,940.00	-	i055 Hwy 99 Stg 2
112 Combined Street Const Total		348,762.00	-	348,762.00
117	Capital Expenditures	120,000.00	-	Public Gateway Art
117	Infrastructure	10,515.00	-	Public Art Hwy 99 Banners
117 Municipal Arts Total		130,515.00	-	130,515.00
125	Road Maintenance	76,823.00	-	E24A 2024 Pedestrian Prog
125	Road Maintenance	100,000.00	-	E24CA 2024 Overlay Program
125	Road Maintenance	15,105.00	-	E23CF Main St Overlay
125	Road Maintenance	6,435.00	-	E25DA 7th Ave Ped Improv
125	Park Facilities	250,000.00	-	Shell Creek Phase 1
125	Capital Expenditures	24,650.00	-	Signage & Wayfinding
125	Transfers	770.00	-	E24A 2024 Pedestrian Prog
125	Transfers	2,491.00	-	Parks Capital Art Transfer
125 REET Park Aqu. Total		476,274.00	-	476,274.00
126	Road Maintenance	47,000.00	-	E24AA 2024 Traffic Calming
126	Road Maintenance	100,000.00	-	E24CA 2024 Overlay Program
126	Road Maintenance	1,072.00	-	E25DA 7th Ave Ped Improv
126	Capital Expenditures	18,750.00	-	Material Bunker
126	Capital Expenditures	44,000.00	-	Mee Property
126	Infrastructure	5,362.00	-	E25DA 7th Ave Ped Improv
126	Transfers	450.00	-	E24AA 2024 Traffic Calming
126 Special Capital Total		216,634.00	-	216,634.00
137	Capital Expenditures	-	350,000.00	Cemetery Capital Correction
137	Transfers	261,124.00	-	Cemetery Transfer
137 Cemetery Maintenance Trust Total		261,124.00	350,000.00	(88,876.00)
140	Community Planning	3,000.00	-	ED Downtown Alliance
140 Business Improvement District Total		3,000.00	-	3,000.00
143	Park Facilities	75,000.00	-	Tree Fund Fee Collection Work
143 Tree Fund Total		75,000.00	-	75,000.00
332	Capital Expenditures	60,500.00	-	Mee Property
332	Infrastructure	39,535.00	-	Public Art Hwy 99 Banners
332	Capital Expenditures	127,000.00	-	Mathay Ballinger Park Picnic Shelter
332 Parks Construction Total		227,035.00	-	227,035.00
421	Water Utilities	15,000.00	-	c579 Phase 14 Watertline
421	Water Utilities	28,000.00	-	E24JA Phase 15 Water
421	Water Utilities	33,695.00	-	m160 Yost & Seaview
421	Water Utilities	33,333.00	-	Records Management
421	Water Utilities	1,842.00	-	WCIA Premium Adjustment
421	Capital Expenditures	18,750.00	-	Material Bunker
421	Capital Expenditures	5,000.00	-	c579 Phase 14 Watertline
421	Capital Expenditures	30,200.00	-	E24JA Phase 15 Water
421	Capital Expenditures	307,370.00	-	m160 Yost & Seaview

Attachment: 1. 2025 Decision Package Summary (2025 May Budget Amendment)