



MINUTES
Council Budget-Related Study Session
Clyde Hill City Hall
Tuesday, November 20, 2018
7:00 PM

COUNCIL PRESENT: Marianne Klaas
Kim Muromoto
Barre Seibert
Bruce Dodds

COUNCIL EXCUSED: Scott Moore

BUDGET ADVISORY MEMBERS PRESENT: Bruce Jones
Mike Foley
Bob Walerius
Gregg Daugherty
Amy Kwan
Mitra Ehsan
John Schwager
Chuck Nelson

STAFF PRESENT: Administrator Wasserman
Finance Manager Rohla
Assistant City Administrator Greenwood

1 WELCOME & CALL TO ORDER

Mayor Martin opened the Council Budget-Related Study Session and Public Hearing of the Clyde Hill City Council and Budget Advisory Committee on Tuesday, November 20, 2018, 7:00 PM, at the City Hall.

2 ROLL CALL

3 BUDGET & FINANCIAL MATTERS

a) 2019 Budget Overview

Finance Manager Rohla gave an overview of the 2019 Preliminary Budget, noting that decisions made by the Council and Budget Advisory Committee at the previous budget meeting have been incorporated into the budget document. He also noted that the 2018 year-end projections had been updated to reflect changes in the outlook since the last

meeting. Year-end projections will be updated once again before the development of the 2019 Final Budget.

Mr. Rohla discussed the 2019 Capital Improvements Budget and noted that it includes the following:

- *\$930,000 for Road Projects*
- *\$180,000 for Sidewalk Projects*
- *\$375,000 for Storm Projects*

b) **Public Hearing on the Revenue Sources for the 2019 Budget and the 2019 Property Tax Levy**

Mr. Rohla reviewed the revenue changes incorporated in the preliminary budget from the revenues in the draft budget. Mr. Rohla discussed in detail the property tax package included in the 2019 preliminary budget.

- *Do not Increase General Property Tax Levy by allowed 1%*
- *No New Construction Levy*
- *“Bank” allowed 1% and new construction*
- *Levy for prior year refunds*
- *Generates a City tax rate of \$0.35 per \$1,000 of assessed value*
- *\$1 projected City property tax increase for average home*

Mr. Rohla provided an overview of the various real property taxes paid by Clyde Hill property owners. He noted that only a small portion of these tax payments is received by the City of Clyde Hill (approximately 4.6%). In 2018, the property taxes paid by Clyde Hill property owners as follows:

- *34.1% - State Schools*
- *32.7% - Bellevue Schools*
- *15.5% - King County*
- *1.6 % - Port of Seattle*
- *2.8% - EMS*
- *1.2% - King County Flood Zone*
- *4.8% - King County Library*
- *4.6% - City of Clyde Hill*
- *2.7% - Regional Transit*

c) **Discussion & Decision Topics:**

- **2019 Property Tax Levy**
- **Any other Budget-Related Ideas, Issues, or Concerns**

The Council and Committee approved the property tax package presented by Mr. Rohla. There was a general consensus that the preliminary budget accurately incorporated all recommendations made

in the budget session held on October 16th.

4 DISCUSSION OF CITY'S FINANCIAL CONDITION

a) Review of City's Financial Policies

Finance Manager Rohla discussed the City's overriding financial policies and strategies.

Mr. Rohla noted that the City will continue to utilize the plan that was developed to monitor monthly both revenues and expenditures including detailed actions if revenues fall behind budgeted figures or expenditures exceed budgeted figures.

The committee members confirmed both the City's Financial Policies and Financial Strategy.

b) Review of City's Financial Plan

5 ISSUES FOR CITY'S 12-11-18 COUNCIL MEETING

a) Public Hearing on the 2019 Budget & Capital Facilities Plan

b) Adoption of 2019 Property Tax Levy

c) Adoption of 2019 Budget & Capital Facilities Plan

6 ADJOURN

At the conclusion of the meeting, Mayor Martin closed the Public Hearing portion of the meeting and thanked the Budget Advisory Committee (BAC) for participating in the 2019 budget process. The BAC members were also invited to attend the December 11th Council meeting at which time the 2018 property tax levy, the 2019 Budget and the 2019 Capital Improvements Budget would be adopted.

There being no further business, the meeting was adjourned at 8:09 PM.