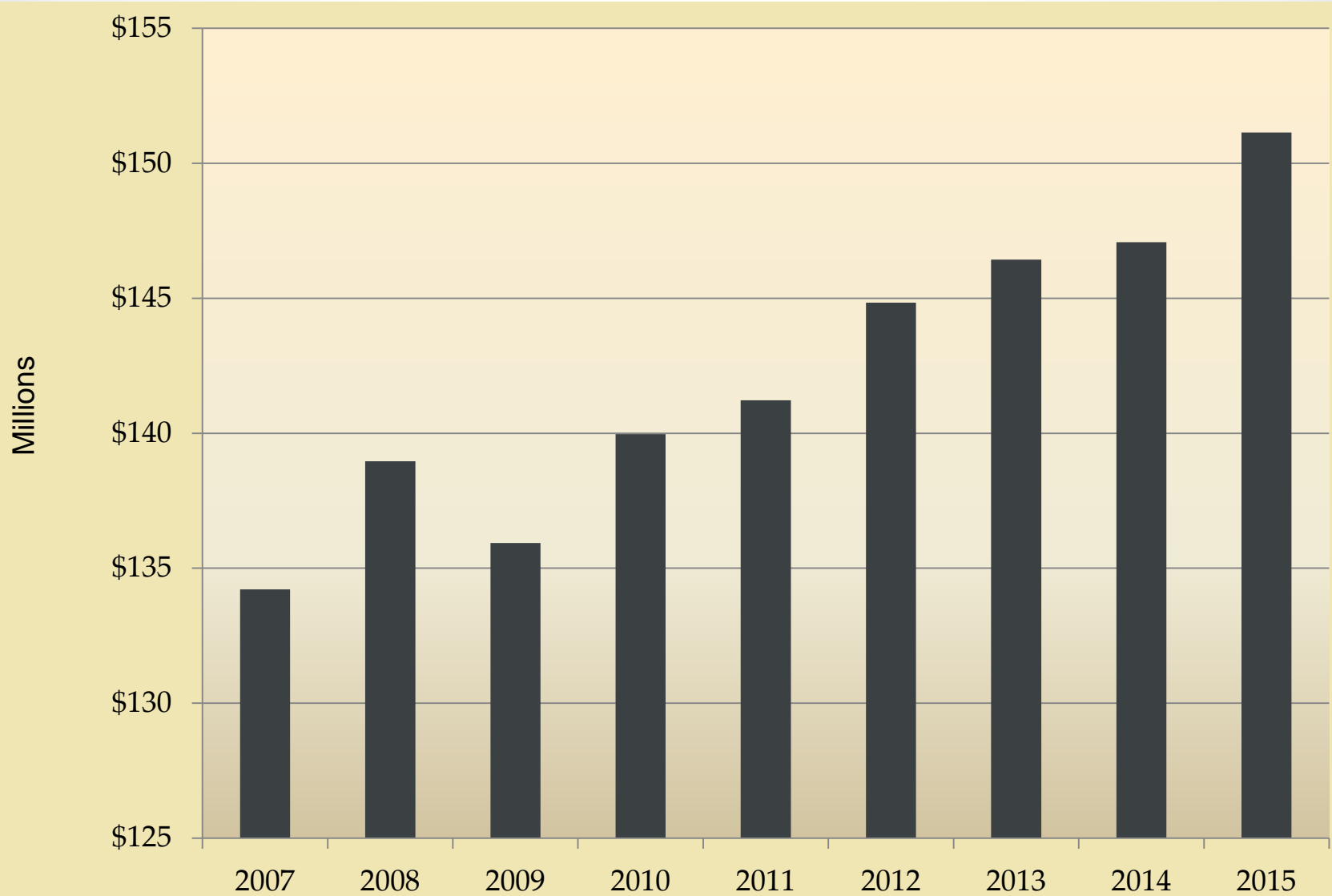


# Actual Revenue Situation Report

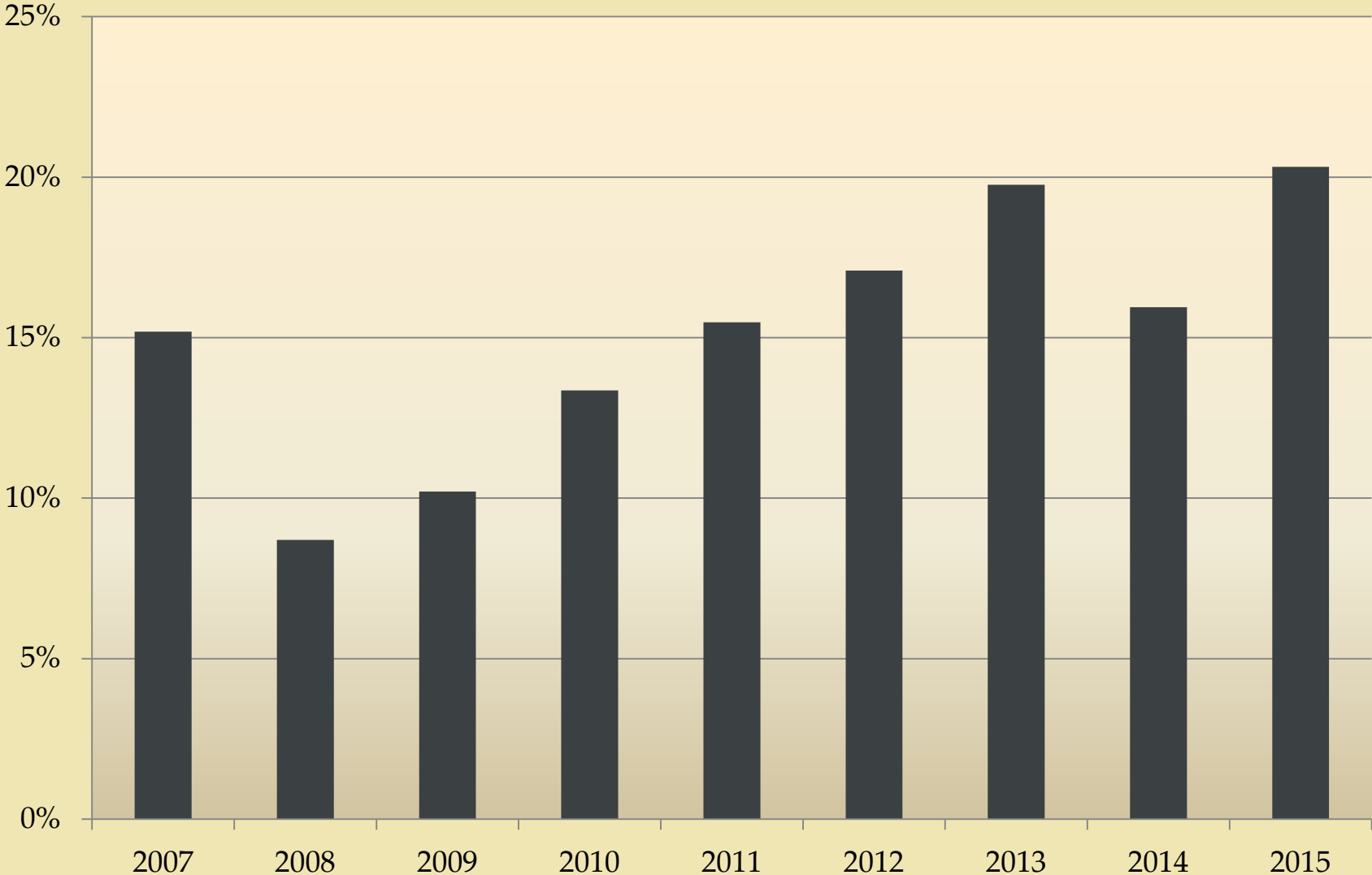
By Councilor David Madore

January 12, 2016

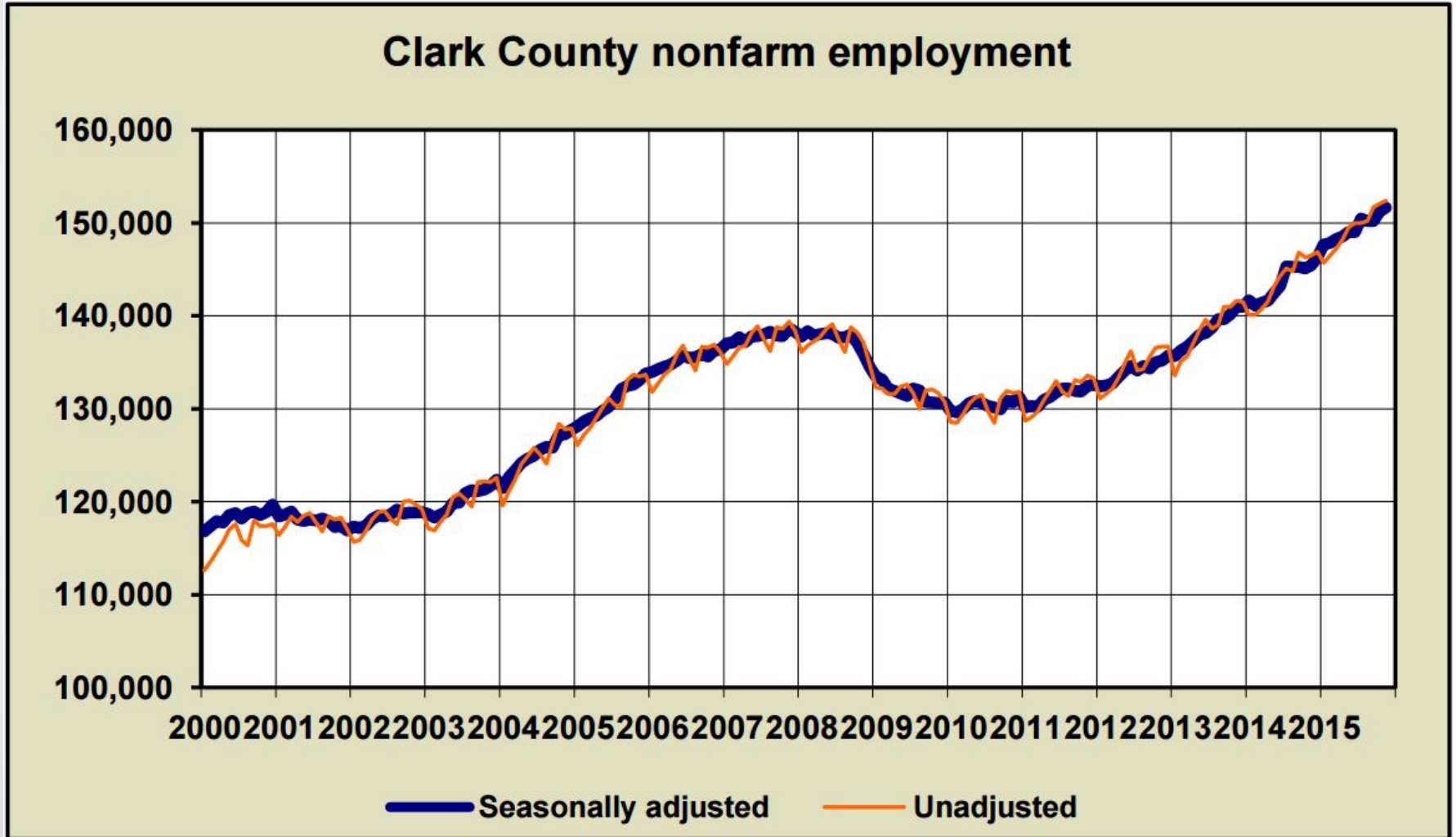
# Actual General Fund Revenue



# Fund Balance Percent of Expenditures

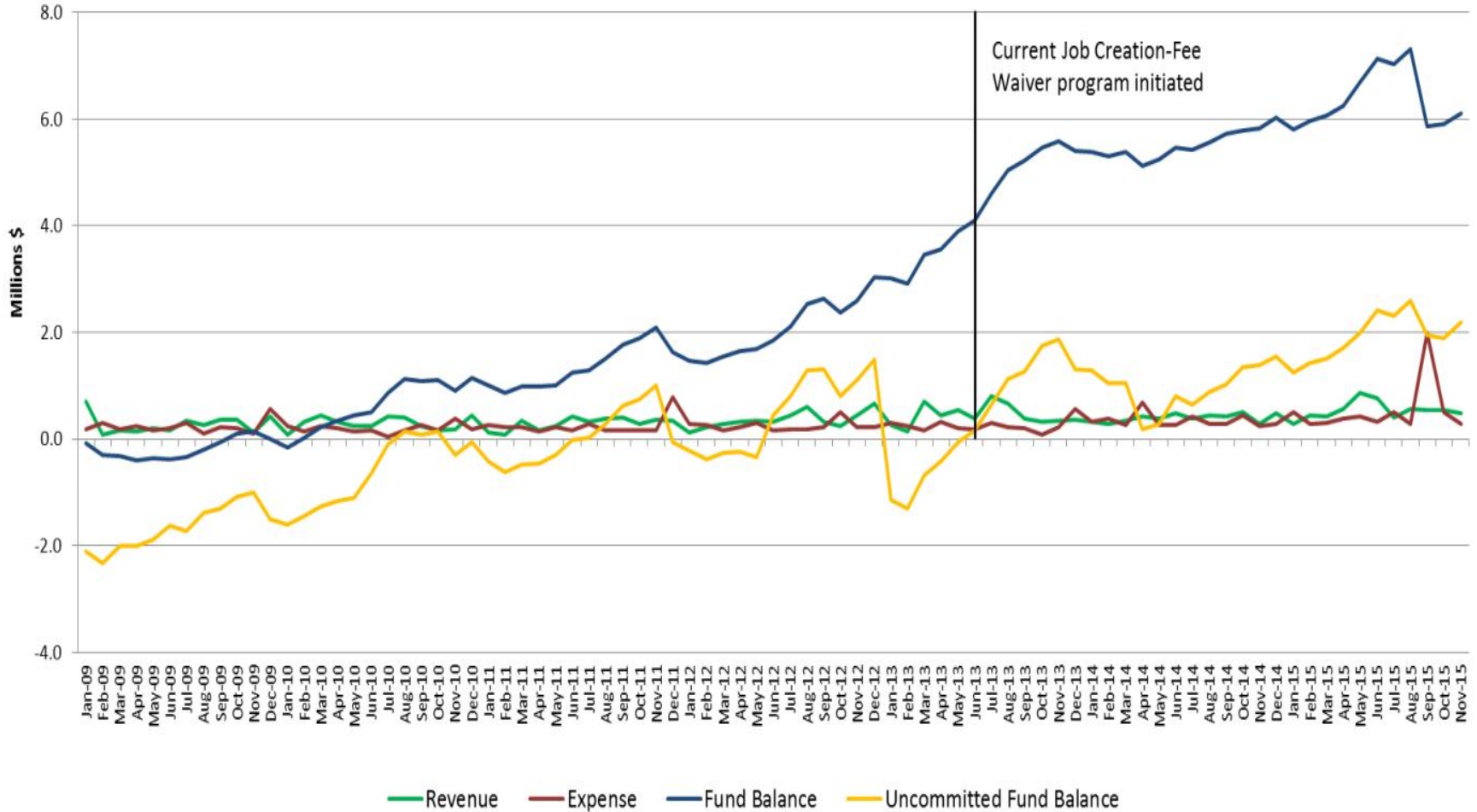


# Actual Clark County Job Growth



# Community Development Cash Balance

Community Development - Building Activity 2009-2015



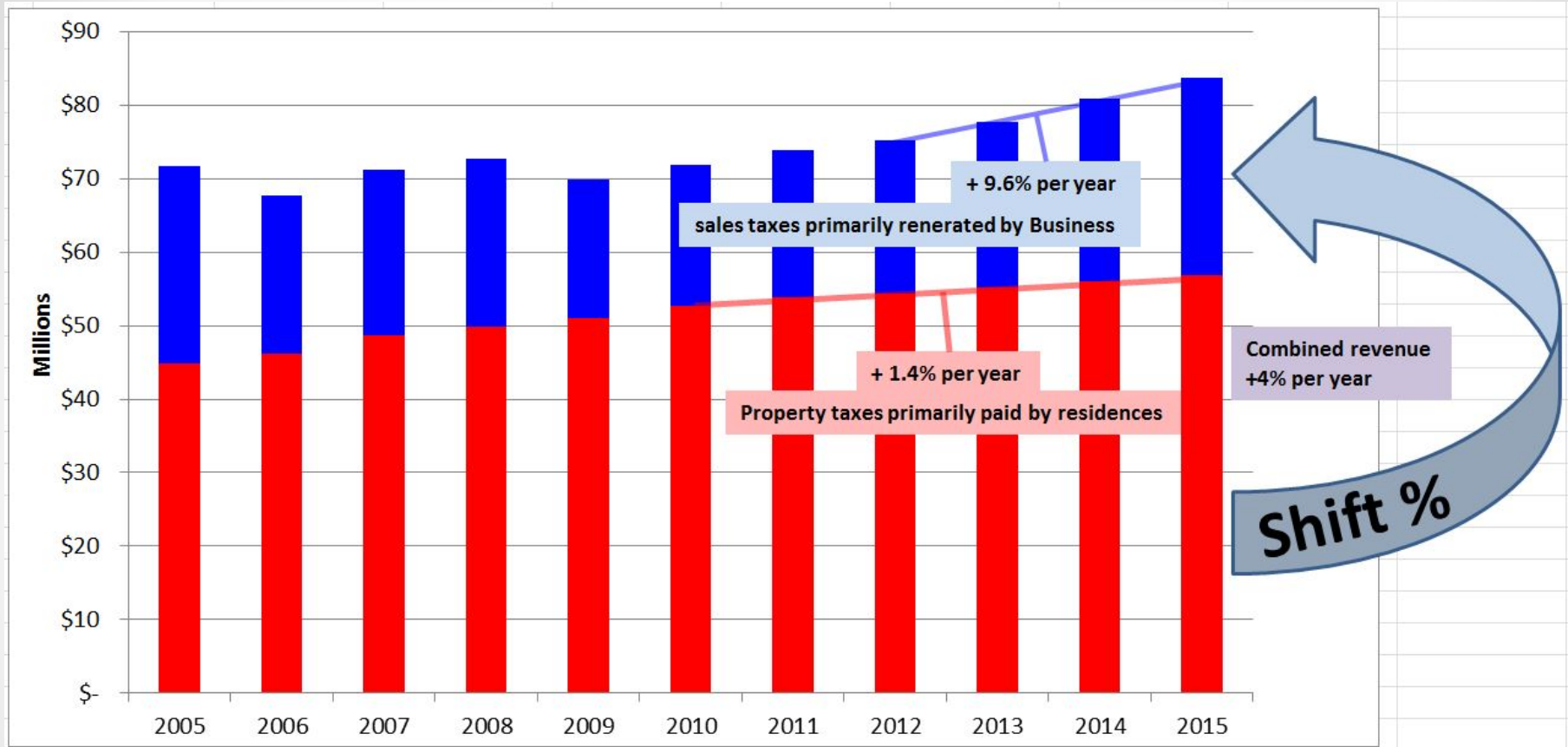
# Jobs and Sales Tax Growth

<b>OVERALL SUMMARY-Fee Waivers Through November 2015 Qualifying Under Resolution 2013-06-06</b>			
Projects	322	Proj. Inc. in Taxable Retail Sales (by Applicant)	\$ 212,320,796
Square Footage	2,711,460	2014-2019 Proj. Local Sales Tax Increase	\$ 12,739,248
Value of Construction	\$ 70,648,548	2014-2019 Proj. State Retail Sales Tax Inc.	\$ 69,004,259
Application Fees Waived This Month <sup>1,3</sup>	\$ 72,459	Projected Construction Sales Tax	\$ 1,684,718
Application Fees Waived To Date <sup>1,3</sup>	\$ 3,325,765	2014-2019 Proj. Co. Property Tax Increase	\$ 2,265,468
TIF Waived To Date	\$ 2,999,092	2014-2019 Proj. Co. Conservation Futures	\$ 35,085
Possible TIF to be Waived <sup>4,5</sup>	\$ 8,450,481	2014-2019 Proj. State Property Tax Increase	\$ 1,539,200
Projected New Employees (by Applicant)	2,877		
Proj. New Annual Sales <sup>2</sup> (by Applicant)	\$ 425,377,806		

## Actual new businesses building in Clark County:

- \* Adding \$212 million in new annual taxable sales
- \* \$12.7 million in new sales tax revenue over 5 years
- \* Solidified sales tax base

# Actual Sales Tax Trend



- \* Sales tax revenue used to be less reliable, more volatile
- \* Clark County now leads the state in solid sales tax growth

# Levy Adoption Process

## BOARD OF COUNTY COUNCILORS MINUTES OF DECEMBER 1, 2015

### **PUBLIC HEARING: 2015-16 BUDGET MID-BIENNIUM REVIEW & MODIFICATION SUPPLEMENTAL APPROPRIATION**

The Board of County Councilors will consider the 2015-16 Budget Mid-Biennium Review and Modification supplemental appropriation in the following amounts: a total increase in expenditures of \$24,917,632; revenue increases total \$16,724,109 resulting in a net decrease in fund balance of \$8,193,523.

The board will also consider annual **property tax levy** resolutions for 2016.

Adriana Prata, Budget Director presented. Further discussion ensued. Prata provided an overview. Further discussion ensued.

### **PUBLIC COMMENT REGARDING PUBLIC HEARING: 2015-16 BUDGET MID-BIENNIUM REVIEW & MODIFICATION SUPPLEMENTAL APPROPRIATION**



# 2% cut policy was adopted in September

Ample preparation for the budget and proposed property tax cut was made months in advance of the December 1<sup>st</sup> Public Hearing.

The policy respects the adopted financially prudent policy to maintain the general Fund Cash Reserve Balance. The following policy was adopted in the September 30 Board Time meeting:

“The BOCC directs our Clark County Manager to prepare for a 2% cut in our 2016 property tax levy (plus new construction), this December and to plan the changes necessary to balance our 2016 budget while maintaining our current fund balance policy.”

Source: The September 30 entry of the Grid.

# Levy Amount Adopted in Public Hearing

Prata provided an overview on the **General Fund levy**, Road Fund levy, and the Conservation Future's levies.

**ACTION:** Mielke moved to **DIRECT** the County Manager to prepare a levy certification letter to the County Assessor that instructs the following for each of the property tax levies:

## **General Fund levy:**

- The actual General Fund levy amount shall be 2% less than the previous year.
- The amounts of the earmarked levies for Mental Health and Developmental Disabilities shall the same as the previous year.
- The amount of the earmarked levy for Veterans shall the same as the previous year.

## **Road Fund levy:**

- The actual Road Fund levy amount shall be the same as the previous year.
- The amount of Road Diversion shall be the same as the previous year.

## **Conservation Futures levy:**

- The actual Conservation Futures levy amount shall be the same as the previous year.

These amounts are exclusive of additional revenue resulting from new construction, improvements to property, newly constructed wind turbines, any increase in the value of state assessed property, and any annexations that have occurred and refunds made.

**ACTION:** Madore seconded the motion. Stewart inquired more about the levies. Councilors Madore and Mielke voted aye. Councilor Stewart voted nay. **Motion carried.**

# RCW 84.55.120

“ A taxing district, other than the state, that collects regular levies **must hold a public hearing on revenue sources** for the district's following year's current expense budget. **The hearing must include consideration of possible increases in property tax revenues** and must be held prior to the time the taxing district levies **the taxes** or makes the request to have the taxes levied. The county legislative authority, or the taxing district's governing body if the district is a city, town, or other type of district, **must hold the hearing.**”

<http://app.leg.wa.gov/RCW/default.aspx?cite=84.55.120>

# RCW 36.40.250

“The county legislative authority **shall hold a public hearing on the proposed county property taxes** and proposed road district property taxes prior to imposing **the property tax levies.**”

<http://app.leg.wa.gov/rcw/default.aspx?cite=36.40.250>

# RCW 36.40.100

"PROVIDED FURTHER, That **the board shall publish notice** of the time and date of the meeting at which the supplemental appropriations resolution will be adopted, and **the amount of the appropriation**, once each week, **for two consecutive weeks prior to the meeting in the official newspaper of the county.**"

<http://app.leg.wa.gov/rcw/default.aspx?cite=36.40.100>

# Lawful Practice

The process used to take an action is the lawful process to amend or repeal that action.

The Property Tax Levy was imposed in a Public Hearing. A Public Hearing is the lawful process to amend or repeal that action.

The required public notice has not been published revealing a higher property tax appropriation.