# Seattle Parks and Recreation 2021 Proposed Park District Budget Overview

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#### **OVERVIEW OF PARK DISTRICT FUNDING**

## Programs for People

- Community Centers
- Community Grant Programs
- Programming (Teens, Seniors, Special Pops)
  - Technology and Performance

#### **Fix it First**

- Major Maintenance
- Community Center Rehab
  - Forest Restoration
  - Aquarium Major Maintenance

## Building for the Future

- Waterfront Development
  - Acquisitions
  - Landbanked Site Development
- Major Projects Challenge Fund

## Maintaining Parks and Facilities

- Routine Park
   Maintenance
- PreventativeMaintenance
- Landbanked Site Maintenance
- Zoo and Utility Support

#### 2020 OVERVIEW AND PENDING LEGISLATION

#### 2020

#### **COVID-19 Response - Focus on Mission Essential Functions**

- Community showers and shelters
- Childcare for those furthest from educational justice and teen hub support
- Enhanced cleaning of facilities and restrooms
- Focus on keeping parks open while supporting public health and safety
- Virtual programming aimed at those most isolated

#### **Financial Impacts**

- August Ordinance related to General Fund impacts passed
- Q3 Supplemental related to Park Fund Impacts pending
- Approach Capture savings and mitigate with flexible Park District resources

#### **BEING ANTI-RACIST AND EQUITY CENTERED**

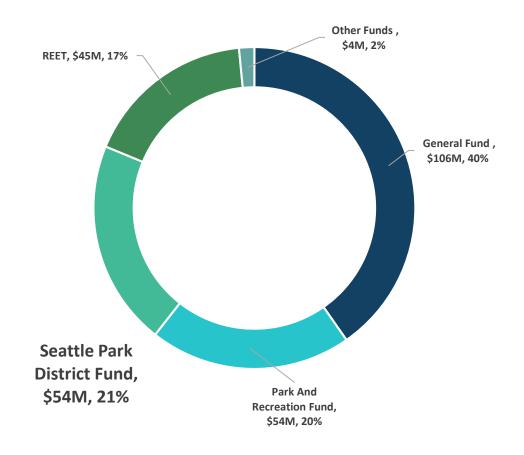
2020-2021 COVID Planning Retain resources to respond to vulnerable communities

Equity and Capital Planning

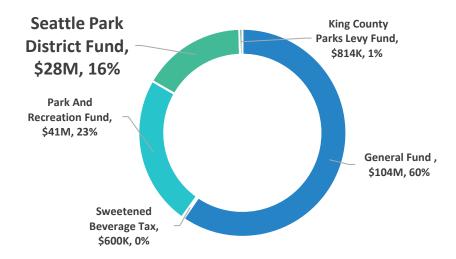
Prioritize diminished resources

#### **2020 Adopted Budget Snapshot**

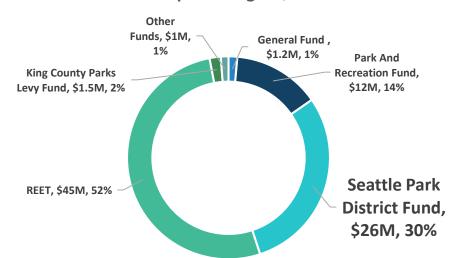
#### 2020 Adopted Budget: \$262M



#### 2020 Operating Budget: \$175M



#### 2020 Capital Budget: \$87M



#### Summary of 2021 and 2021 Park District Spending Plan

|                                  | _  |                  | Park District Budget |                  |  |
|----------------------------------|--|------------------|----------------------|------------------|--|
|                                  | 2020<br>Adopted*<br>(with carry forward) | 2020<br>Revised* | 2021<br>Baseline     | 2021<br>Proposed |  |
| Revenues                         |  |                  |                      |                  |  |
| Park District Property Tax       | 53,338,893                               | 53,338,893       | 54,668,868           | 54,668,868       |  |
| Interest Earnings                | 1,300,000                                | 1,300,000        |                      | 1,375,671        |  |
| Total Revenues                   | 54,638,893                               | 54,638,893       | 54,668,868           | 56,044,539       |  |
| <b>Operating Expenses</b>        |  |                  |                      |                  |  |
| Fix it First                     | 2,780,898                                | 3,351,275        | 2,850,420            | 2,846,538        |  |
| Maintaining Parks and Facilities | 13,002,840                               | 23,141,4355      | 13,327,911           | 18,302,075       |  |
| Programs for People              | 13,165,462                               | 19,218,560       | 12,959,344           | 19,706,204       |  |
| Subtotal Operating               | 28,949,200                               | 45,711,270       | 29,137,675           | 40,854,817       |  |
| Capital Expenses                 |  |                  |                      |                  |  |
| Fix it First                     | 49,957,117                               | 43,644,795       | 17,939,708           | 13,496,547       |  |
| Building for the Future          | 32,503,125                               | 23,131,053       | 7,921,977            | 1,346,496        |  |
| Maintaining Parks and Facilities | 616,567                                  | 616,567          | 346,680              | 346,680          |  |
| Subtotal Capita                  | l 83,076,809                             | 67,392,415       | 26,208,365           | 15,189,724       |  |
| Total Spending Plar              | 112,026,009                              | 113,103,685      | 55,346,040           | 56,044,541       |  |

<sup>\* 2020</sup> Adopted and Revised includes capital carry forward

**Interim One Year** 

### **2020 OVERVIEW**

COVID-19 Financial Impacts

Closing the Gap

Expenditure Reductions

Park District Realignments

#### **2020 Q3: PARK FUND REBALANCING**

Estimated Park Fund Revenue Shortfall

\$19.2M

\$3.3M One Time
Park Fund
Expenditure Savings

(\$3.3M)

Vacancies, temp

labor, other non

labor

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(\$7M) General Fund Support

Less \$2M CARES and \$7M General Fund to Offset Park Fund

(\$2M) CARES To Support SDA Program Less \$6.9M MPD Savings to Offset Park Fund

Major Maintenance: (\$2.5M)

Smith Cove Phase 1: (\$2.8M)

Saving our Forests: (\$287K)

Maintain and Activate Waterfront Park: (\$310K)

Art in the Park: (\$311K)

Urban Park Partnerships: (\$133K)

Community Grant Programs: (\$275K)

Better Programs for Young People: (\$253K)

#### **2021 OVERVIEW**

#### 2021 Budget and COVID-19

#### **COVID-19 Response**

- Remain responsive in provision of Mission Essential Functions
- Prioritize using an equity lens
- Retain highly skilled workforce

#### **Financial Impacts**

- Ongoing Changes: General Fund and REET reductions
  - Approach Capture savings and mitigate with flexible Park District resources
- One-Time Changes: Park Fund revenue loss
  - Approach Capture one-time savings and mitigate with flexible Park District resources

### **2021 Park District Planning Assumptions**

One Year 'Bridge Spending Plan

- Not an extension of the first six-year cycle
- 2021 represents on year interim spending plan

Proposed 2021 Revenues

- Property tax revenues increased by 2.5% (same as in prior years)
- Tax rate 21.34 cents
- Interest earnings added to cover wage inflation +
- One year pause on Interfund Loan payback to cover additional inflation

Proposed 2021 Expenses

- Inflated by 2.5% (same as in prior years)
- Technical Adjustments

2021 Proposed Changes

- \$9M Realignment with General Fund (Ongoing)
- \$4M Realignment with Park Fund (2021 Only)

#### 2021 + GENERAL FUND/MPD REALIGNMENT (\$000s)

\$11.4M General Fund Reduction

\$2.5M GF Savings

(\$1.3M) Vacancies, temp labor, other non labor

(\$1.2M) Rainier Beach Debt Service \$8.9M MPD Savings to Offset General Fund

\$8.9M MPD Savings

Land Banked Site O&M: (\$1.2M)

Park Land Acquisition: (\$1.5M)

Major Projects Challenge Fund: (\$1.8M)

Major Maintenance Backlog: (\$4.4M) Supported Lines of Business (Ongoing)

Zoo Operating Support

**Aquatics Support** 

#### ONE TIME 2021 PARK FUND/MPD REALIGNMENT (\$000s)

\$10.5M Park Fund Revenue Shortfall (Phase 3)

(\$6.4M)
Vacancies,
temp labor,
other non
labor

## \$4.1 M MPD Savings to Offset Park Fund

Central Waterfront (Fully Backfilled with REET/OTH): (\$3.2M)

Saving Our Forests: (\$175K)

Arts in Parks: (\$283K)

Better Programs for Young People: (\$331K)

Urban Parks Partnerships: (\$95K)

#### Supported Lines of Business (2021 Only)

Recreation Facility
Operations

Teen Programs

Natural Area Crews/Specialty Gardens

Citywide Programming

#### **NEXT STEPS/PARK DISTRICT BUDGET PROCESS**

## OCTOBER 19, 2020/Public Hearing-TODAY

- ILA Amendments to Delay 2021-2026 Planning Cycle
- Overview of 2021 Proposed Budget

## NOVEMBER 23, 2020/Budget Adoption

- Suspension of GF Floor for 2021 (City Council)
- 2020 Revised Budget (General Fund and Park Fund Realignments)
- Adoption of 2021 Budget

## Questions?