

**CITY OF BLAINE**  
**REQUEST FOR COUNCIL ACTION**  
**MEETING DATE:** December 12, 2016

**SUBJECT:** Ordinance 16-2894 2017 Budget

**DEPARTMENT:** Finance

**PREPARED BY:** \_\_\_\_\_  
(Digital Signature)

**AGENDA LOCATION:**  Consent Agenda       Council Action       Unfinished Business

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**ATTACHMENTS:**

1. Ordinance 16-2894
2. 2017 Budget

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**BACKGROUND/SUMMARY:**

The 2017 Budget was reviewed during several Council workshops. Three public hearings on the budget and the property tax levy were held during regular Council meetings.

The 2017 Budget total appropriations adopted at the fund level for all funds are \$38,206,515.

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**BUDGET IMPLICATIONS:**

The 2017 proposed budget revenues support and balance the 2017 proposed budget expenditures.

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**RECOMMENDATION:**  Waive the second reading

Staff recommends that Council waive the second reading and adopt Ordinance 16-2894, approving the 2017 Budget.

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**REVIEWED BY:**

City Manager \_\_\_\_\_ Finance Director \_\_\_\_\_ City Clerk \_\_\_\_\_  
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**COUNCIL ACTION:**

Approved     Denied     Tabled/Deferred     Assigned to: \_\_\_\_\_

**ADDITIONAL INFORMATION:** \_\_\_\_\_

**ORDINANCE NO. 16-2894**

**AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF BLAINE, WASHINGTON,  
ADOPTING THE BUDGET FOR FISCAL YEAR 2017**

**WHEREAS**, pursuant to RCW 35A.33, State Law, requires the City to adopt an annual budget and provides procedures for the filing of estimates, a preliminary budget, deliberations, public hearing, and final fixing of the budget; and

**WHEREAS**, a Preliminary budget for the fiscal year 2017 has been prepared and filed; public hearings have been held for the purpose of fixing the final budget; and the City Council has deliberated and has made adjustments and changes deemed necessary and proper; and

**WHEREAS**, the proposed budget does not exceed the lawful limit of taxation allowed by law to be levied on the property within the City of Blaine for the purposes set forth in this budget, and the estimated expenditures set forth in this budget being all necessary to carry on the government of the City of Blaine for the year 2017, and sufficient to meet the various needs of the City of Blaine during the year 2017.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF BLAINE, WASHINGTON, DOES  
ORDAIN THAT THE 2017 BUDGET FOR THE CITY OF BLAINE SHALL BE AS FOLLOWS:**

**SECTION 1:**

| <b>Fund No.</b> | <b>Fund</b>                              | <b>FY 2017 Budget</b> |
|-----------------|--|-----------------------|
| 001             | General                                  | 6,413,201             |
| 101             | Street Operations                        | 698,746               |
| 102             | Traffic Impact Reserve                   | 125,284               |
| 103             | Park Impact Reserve                      | 38,775                |
| 107             | General Fund Reserve                     | 879,029               |
| 108             | Equipment/Fleet Reserve                  | 868,243               |
| 110             | Hotel/Motel                              | 266,236               |
| 201             | LTGO Bonds                               | 119,456               |
| 202             | Whatcom EDI Loan                         | 76,165                |
| 203             | Qualified Energy Conservation Bonds      | 185,215               |
| 204             | 2002 UTGO Fire Station Bond              | 160,639               |
| 207             | LTGO 2007 Refunding                      | 669,963               |
| 236             | CERB Loan-Odell Rd                       | 32,597                |
| 300             | Municipal Capital Improvement            | 325,376               |
| 307             | General Government Capital Improvement   | 187,000               |
| 308             | Capital Facilities                       | 247,975               |
| 314             | Park Capital Improvement                 | 129,215               |
| 332-333         | Transportation Capital Improvement       | 3,400,296             |
| 401             | Electric Operating & Capital Improvement | 8,961,061             |
| 402             | Rural Economic Development               | 551,000               |
| 410             | Water Operating & Capital Improvement    | 4,731,665             |
| 420             | Sewer Operating & Capital Improvement    | 7,434,378             |
| 425             | Stormwater & Capital Improvement         | 923,203               |
| 503             | Public Works Administration              | 781,797               |
|                 | <b>Total All Funds</b>                   | <b>38,206,515</b>     |

SECTION 2: The City Clerk is directed to transmit a certified copy of the budget hereby adopted to the State Auditor's Office, Municipal Research & Services Center of Washington, and Association of Washington Cities.

SECTION 3: This ordinance shall be in full force and in effect five (5) days after its passage, approval and publication as provided by law.

PASSED BY THE CITY COUNCIL OF THE CITY OF BLAINE, WASHINGTON AND APPROVED BY THE MAYOR THIS 12th DAY OF DECEMBER, 2016.

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HARRY ROBINSON, Mayor

ATTEST:

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SHERI SANCHEZ, City Clerk

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## GENERAL FUND BUDGET

12/12/2016

| GENERAL FUND                                      | 2015<br>ACTUAL    | 2016<br>BUDGET    | 2017<br>BUDGET    | \$ Change       | % Change    |
|---|-------------------|-------------------|-------------------|-----------------|-------------|
| <b>FUND BALANCES-Beginning January 1</b>          | \$ 437,267        | \$ 612,740        | \$ 514,000        | (98,740)        | -16%        |
| <b>REVENUES</b>                                   |                   |                   |                   |                 |             |
| Taxes   | 2,974,376         | 3,080,504         | 3,245,984         | 165,480         | 5%          |
| Licenses & Permits                                | 293,923           | 274,000           | 309,000           | 35,000          | 13%         |
| Intergovernmental                                 | 259,143           | 281,883           | 193,091           | (88,792)        | -31%        |
| Charges for Goods & Services                      | 1,359,915         | 1,364,632         | 1,363,316         | (1,316)         | 0%          |
| Fines & Forfeitures                               | 226,713           | 270,000           | 227,700           | (42,300)        | -16%        |
| Interest  | 14,835            | 20,000            | 18,000            | (2,000)         | -10%        |
| Miscellaneous                                     | 8,594             | 7,150             | 7,650             | 500             | 7%          |
| Lease Revenue                                     | 141,844           | 160,500           | 160,000           | (500)           | 0%          |
| <b>TOTAL OPERATING REVENUES</b>                   | <b>5,279,342</b>  | <b>5,458,669</b>  | <b>5,524,741</b>  | <b>66,072</b>   | <b>1%</b>   |
| <b>OTHER FINANCING SOURCES</b>                    |                   |                   |                   |                 |             |
| Capital Lease Proceeds                            | -                 | 124,870           | -                 | (124,870)       | -100%       |
| Insurance recoveries                              | 20,481            | -                 | -                 | -               | 0%          |
| Transfers In                                      | 66,384            | 224,467           | 374,460           | 149,993         | 67%         |
| <b>TOTAL OTHER FINANCING SOURCES</b>              | <b>86,865</b>     | <b>349,337</b>    | <b>374,460</b>    | <b>25,123</b>   | <b>7%</b>   |
| <b>TOTAL REVENUE</b>                              | <b>5,366,207</b>  | <b>5,808,006</b>  | <b>5,899,201</b>  | <b>91,195</b>   | <b>2%</b>   |
| <b>TOTAL REVENUE &amp; BEGINNING FUND BALANCE</b> | <b>5,803,474</b>  | <b>6,420,746</b>  | <b>6,413,201</b>  | <b>(7,545)</b>  | <b>0%</b>   |
| <b>EXPENDITURES</b>                               |                   |                   |                   |                 |             |
| Legislative                                       | 46,587            | 45,037            | 51,987            | 6,950           | 15%         |
| Needs Assessment                                  | -                 | 100,000           | 20,000            | (80,000)        | -80%        |
| Municipal Court                                   | 316,199           | 330,496           | 344,580           | 14,084          | 4%          |
| City Manager                                      | 193,744           | 176,598           | 195,162           | 18,564          | 11%         |
| Finance   | 793,586           | 853,070           | 858,292           | 5,222           | 1%          |
| Administrative Services                           | 212,174           | 233,710           | 245,628           | 11,918          | 5%          |
| Election Services                                 | 7,338             | 10,000            | 10,000            | -               | 0%          |
| Legal-Contract                                    | 34,142            | 35,700            | 35,700            | -               | 0%          |
| Personnel   | 23,171            | 33,550            | 39,150            | 5,600           | 17%         |
| Facilities Maintenance                            | 248,966           | 322,650           | 365,653           | 43,003          | 13%         |
| Information Technology                            | 281,632           | 260,503           | 276,845           | 16,342          | 6%          |
| Public Safety                                     | 1,717,575         | 2,138,895         | 2,210,730         | 71,835          | 3%          |
| Debt Service                                      | 15,997            | 969               | 24,509            | 23,540          | 2429%       |
| Capital Outlay                                    | 44,233            | 86,000            | -                 | (86,000)        | -100%       |
| Cemetery Operations                               | -                 | -                 | 23,362            | 23,362          | 0%          |
| Environment, Planning & Building Inspection       | 542,191           | 639,631           | 621,668           | (17,963)        | -3%         |
| Park Maintenance                                  | -                 | -                 | 114,910           | 114,910         | 0%          |
| Community Center Facility                         | 98,229            | 145,872           | 139,281           | (6,591)         | -5%         |
| Senior Center-Contracts                           | 107,750           | 107,750           | 108,730           | 980             | 1%          |
| Boys & Girls Club-Contract                        | 31,000            | 31,000            | 31,000            | -               | 0%          |
| Cultural Events                                   | 129,552           | 139,789           | 37,719            | (102,070)       | -73%        |
| Debt Service                                      | 25,000            | 9,834             | 15,000            | 5,166           | 53%         |
| <b>TOTAL OPERATING EXPENDITURES</b>               | <b>4,869,065</b>  | <b>5,701,054</b>  | <b>5,769,906</b>  | <b>68,853</b>   | <b>1%</b>   |
| <b>OTHER FINANCING USES</b>                       |                   |                   |                   |                 |             |
| Transfers Out                                     | 271,674           | 213,889           | 39,000            | (174,889)       | -82%        |
| Pass-through                                      | 38,792            | 35,000            | 138,239           | 103,239         | 295%        |
| <b>TOTAL OTHER FINANCING USES</b>                 | <b>310,467</b>    | <b>248,889</b>    | <b>177,239</b>    | <b>(71,650)</b> | <b>-29%</b> |
| <b>TOTAL EXPENDITURES</b>                         | <b>5,179,532</b>  | <b>5,949,943</b>  | <b>5,947,146</b>  | <b>(2,797)</b>  | <b>0%</b>   |
| <b>FUND BALANCES-Ending December 31</b>           | <b>\$ 623,942</b> | <b>\$ 470,803</b> | <b>\$ 466,055</b> | <b>(4,748)</b>  | <b>-1%</b>  |

## STREET FUND BUDGET

12/12/2016

| <b>STREET FUND</b>                                | <b>2015 Actual</b> | <b>2016 Budget</b> | <b>2017 Budget</b> | <b>\$ Change</b> | <b>% Change</b> |
|---|--------------------|--------------------|--------------------|------------------|-----------------|
| Fund Balances--beginning January 1                | \$ 94,021          | \$ 40,852          | \$ 62,192          | \$ 21,340        | 52%             |
| <b>REVENUES</b>                                   |                    |                    |                    |                  |                 |
| Taxes   | 319,744            | 316,858            | 300,000            | (16,858)         | -5%             |
| Intergovernmental-State Fuel Tax                  | 104,078            | 98,711             | 112,454            | 13,743           | 14%             |
| Charges for Goods & Services                      | 875                | 1,125              | 1,100              | (25)             | -2%             |
| <b>TOTAL OPERATING REVENUE</b>                    | <b>424,697</b>     | <b>416,694</b>     | <b>413,554</b>     | <b>(3,140)</b>   | <b>-1%</b>      |
| <b>OTHER FINANCING SOURCES</b>                    |                    |                    |                    |                  |                 |
| Transfers In-REET                                 | 70,000             | 70,000             | -                  | (70,000)         | -100%           |
| Transfers In-Equipment Reserve                    | 49,189             | -                  | 6,000              | 6,000            | 0%              |
| Transfers In-Street Overlays                      | -                  | 68,000             | 175,000            | 107,000          | 157%            |
| Transfers In-R.E.D. Fund                          | -                  | -                  | 42,000             | 42,000           | 0%              |
| <b>TOTAL OTHER FINANCING SOURCES</b>              | <b>119,189</b>     | <b>138,000</b>     | <b>223,000</b>     | <b>85,000</b>    | <b>0%</b>       |
| <b>TOTAL REVENUE</b>                              | <b>543,886</b>     | <b>554,694</b>     | <b>636,554</b>     | <b>81,860</b>    | <b>0%</b>       |
| <b>TOTAL REVENUE &amp; BEGINNING FUND BALANCE</b> | <b>637,907</b>     | <b>595,545</b>     | <b>698,746</b>     | <b>103,200</b>   | <b>17%</b>      |
| <b>EXPENDITURES</b>                               |                    |                    |                    |                  |                 |
| Roadway   | 61,435             | 84,732             | 85,008             | 276              | 0%              |
| Traffic & Pedestrian (Sidewalks)                  | 12,783             | 16,044             | 16,376             | 332              | 2%              |
| Special Purpose Paths (Bike Paths)                | 5,545              | 17,522             | 7,688              | (9,834)          | -56%            |
| Street Lighting                                   | 38,032             | 37,372             | 37,372             | -                | 0%              |
| Traffic Control                                   | 55,982             | 55,332             | 54,455             | (877)            | -2%             |
| Snow & Ice  | 6,545              | 14,034             | 14,235             | 201              | 1%              |
| Roadside Maintenance                              | 91,583             | 102,012            | 155,959            | 53,947           | 53%             |
| Downtown Cleanup                                  | 826                | 900                | 200                | (700)            | -78%            |
| Maintenance Administration                        | 199,826            | 188,642            | 183,087            | (5,555)          | -3%             |
| Road & Street Facilities                          | 35,249             | 30,064             | 35,159             | 5,095            | 17%             |
| Transportation Benefit District Election-         |                    |                    |                    |                  |                 |
| Professional Services                             | -                  | -                  | 22,000             | 22,000           | 0%              |
| Election Cost                                     | -                  | -                  | 20,000             | 20,000           | 0%              |
| <b>TOTAL OPERATING EXPENDITURES</b>               | <b>507,805</b>     | <b>546,654</b>     | <b>631,539</b>     | <b>84,885</b>    | <b>16%</b>      |
| <b>OTHER FINANCING USES</b>                       |                    |                    |                    |                  |                 |
| Capital Outlay                                    | 49,189             | -                  | 6,000              | 6,000            | 0%              |
| <b>TOTAL OTHER FINANCING USES</b>                 | <b>49,189</b>      | <b>-</b>           | <b>6,000</b>       | <b>6,000</b>     | <b>0%</b>       |
| <b>TOTAL EXPENDITURES</b>                         | <b>556,994</b>     | <b>546,654</b>     | <b>637,539</b>     | <b>90,885</b>    | <b>0%</b>       |
| <b>Fund balances--ending December 31</b>          | <b>\$ 80,913</b>   | <b>\$ 48,891</b>   | <b>\$ 61,207</b>   | <b>12,316</b>    | <b>0%</b>       |
| 30 Day Operating Target Balance                   | 42,317             | 45,555             | 52,628             |                  |                 |

|   | 2015 Actual                       | 2016 Budget                       | 2017 Budget                       |
|---|-----------------------------------|-----------------------------------|-----------------------------------|
| <b>TRAFFIC IMPACT FEE FUND</b>                    | <b>Traffic Impact Fee Reserve</b> | <b>Traffic Impact Fee Reserve</b> | <b>Traffic Impact Fee Reserve</b> |
| Fund Balances--beginning January 1                | \$ 5,722                          | \$ 58,900                         | \$ 95,034                         |
| <b>REVENUES</b>                                   |                                   |                                   |                                   |
| Charges for Goods & Services                      | 53,907                            | 2,000                             | 30,000                            |
| Investment Earnings                               | 105                               | -                                 | 250                               |
| <b>Total Revenues</b>                             | <b>54,012</b>                     | <b>2,000</b>                      | <b>30,250</b>                     |
| <b>Total Revenue &amp; Beginning Fund Balance</b> | <b>59,734</b>                     | <b>60,900</b>                     | <b>125,284</b>                    |
| <b>EXPENDITURES</b>                               |                                   |                                   |                                   |
| Transfer Out-Street Capital                       | -                                 | -                                 | 100,000                           |
| <b>Total Expenditures</b>                         | <b>-</b>                          | <b>-</b>                          | <b>100,000</b>                    |
| <b>Fund Balances--ending December 31</b>          | <b>\$ 59,734</b>                  | <b>\$ 60,900</b>                  | <b>\$ 25,284</b>                  |

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|   | 2015 Actual                    | 2016 Budget                    | 2017 Budget                    |
|---|--------------------------------|--------------------------------|--------------------------------|
| <b>PARK IMPACT FEE FUND</b>                       | <b>Park Impact Fee Reserve</b> | <b>Park Impact Fee Reserve</b> | <b>Park Impact Fee Reserve</b> |
| Fund Balances--beginning January 1                | \$ 8,284                       | \$ -                           | \$ 8,700                       |
| <b>REVENUES</b>                                   |                                |                                |                                |
| Charges for Goods & Services                      | 20,000                         | 30,636                         | 30,000                         |
| Investment Earnings                               | 70                             | -                              | 75                             |
| <b>Total Revenues</b>                             | <b>20,070</b>                  | <b>30,636</b>                  | <b>30,075</b>                  |
| <b>Total Revenue &amp; Beginning Fund Balance</b> | <b>28,354</b>                  | <b>30,636</b>                  | <b>38,775</b>                  |
|   |                                |                                |                                |
| <b>EXPENDITURES</b>                               |                                |                                |                                |
| Transfer Out-Park Capital                         | 24,000                         | 30,636                         | 35,000                         |
| <b>Total Expenditures</b>                         | <b>24,000</b>                  | <b>30,636</b>                  | <b>35,000</b>                  |
| <b>Fund balances--ending December 31</b>          | <b>\$ 4,354</b>                | <b>\$ -</b>                    | <b>\$ 3,775</b>                |

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## GENERAL FUND RESERVE BUDGET

12/12/2016

| <b>General Fund Reserve</b>                         | <b>2015<br/>Actual</b> | <b>2016<br/>Budget</b> | <b>2017 Budget</b> | <b>\$ Increase<br/>(Decrease)</b> | <b>% Increase<br/>(Decrease)</b> |
|---|------------------------|------------------------|--------------------|-----------------------------------|----------------------------------|
| Fund Balances--beginning January 1                  | \$ 884,029             | \$ 900,000             | \$ 879,029         | (20,971)                          | -2%                              |
| <b>OTHER FINANCING SOURCES (USES)</b>               |                        |                        |                    |                                   |                                  |
| Interfund Loan Repayment                            | 30,000                 | -                      | -                  | -                                 | 0%                               |
| Transfer Out-Park Maintenance                       | -                      | (15,000)               | (15,000)           | -                                 | 0%                               |
| Transfer Out-General Fund Facilities<br>Maintenance | -                      | (20,000)               | (20,000)           | -                                 | 0%                               |
| Transfer Out-General Fund                           | -                      | -                      | (246,960)          | (246,960)                         | 0%                               |
| <b>Total other financing sources and uses</b>       | <b>30,000</b>          | <b>(35,000)</b>        | <b>(281,960)</b>   | <b>(246,960)</b>                  | <b>706%</b>                      |
| <b>Fund Balances--ending December 31</b>            | <b>\$ 914,029</b>      | <b>\$ 865,000</b>      | <b>\$ 597,069</b>  | <b>(267,931)</b>                  | <b>-31%</b>                      |

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## EQUIPMENT/FLEET RESERVE FUND BUDGET

12/12/2016

|  | 2015 Actual<br>Equipment/Fleet<br>Reserve Fund | 2016 Budget<br>Equipment/Flee<br>t Reserve Fund | 2017 Budget<br>Equipment/Fle<br>et Reserve | \$ Increase<br>(Decrease) | % Increase<br>(Decrease) |
|--|--|---|--|---------------------------|--------------------------|
| <b>Operating Revenues</b>                              |  |   |  |                           |                          |
| Interest income  | 2,811  | -   | 2,925                                      | 2,925                     | 0%                       |
| <b>Total Operating Revenues</b>                        | <b>2,811</b>                                   | <b>-</b>  | <b>2,925</b>                               | <b>2,925</b>              | <b>0%</b>                |
| <b>Nonoperating Revenues (Expenses)</b>                |  |   |  |                           |                          |
| Transfers in   | 200,000  | 136,000   | 100,000                                    | (36,000)                  | -26%                     |
| Transfers out  | (128,166)                                      | (220,000)                                       | (226,000)                                  | (6,000)                   | 3%                       |
| <b>Total Nonoperating Revenues (Expenses)</b>          | <b>71,834</b>                                  | <b>(84,000)</b>                                 | <b>(126,000)</b>                           | <b>(42,000)</b>           | <b>50%</b>               |
| Change in net position                                 | 74,645   | (84,000)  | (123,075)                                  |                           |                          |
| Total Operating Net position--beginning January 1      | 673,695  | 733,994   | 765,318                                    | 31,324                    | 4%                       |
| <b>Total Operating Net position--ending December :</b> | <b>\$ 748,340</b>                              | <b>\$ 649,994</b>                               | <b>\$ 642,243</b>                          | <b>(7,751)</b>            | <b>-1%</b>               |

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## BTAC 2017 Hotel/Motel Tax Budget Recommendations Revised 12-7-2016

| Event or Project                   | 2016 Projected Year End | 2017 Request         | 2017 Proposed Budget | Budget Changes | 2017 Revised Proposed Budget |
|------------------------------------|-------------------------|----------------------|----------------------|----------------|------------------------------|
| International Sculpture Exhibit    | \$ 10,000.00            | \$ 15,000.00         | \$ 7,500.00          |                | \$ 7,500.00                  |
| Hands Across the Border            | \$ 5,000.00             | \$ 10,000.00         | \$ 5,000.00          |                | \$ 5,000.00                  |
| Bellingham Whatcom Tourism         | \$ 5,000.00             | \$ 10,000.00         | \$ 5,000.00          |                | \$ 5,000.00                  |
| Blaine Old Fashioned 4th of July   | \$ 10,000.00            | \$ 18,000.00         | \$ 15,000.00         |                | \$ 15,000.00                 |
| Drayton Harbor Music Fest          | \$ 10,000.00            | \$ 20,000.00         | \$ 10,000.00         |                | \$ 10,000.00                 |
| Drayton Harbor Days                | \$ 1,500.00             | \$ 2,000.00          | \$ 2,000.00          |                | \$ 2,000.00                  |
| The Plover                         | \$ 30,000.00            | \$ 30,000.00         | \$ 30,000.00         |                | \$ 30,000.00                 |
| International Peace Arch Art Fest  | \$ 4,000.00             | \$ 5,500.00          | \$ 4,000.00          |                | \$ 4,000.00                  |
| Wings Over Water Birding Festival  | \$ 3,500.00             | \$ 6,000.00          | \$ 6,000.00          |                | \$ 6,000.00                  |
| Downtown Events                    | \$ 2,500.00             | \$ -                 | \$ -                 |                | \$ -                         |
| Blaine Harbor Art Gallery          | \$ 2,000.00             | \$ 3,000.00          | \$ 2,500.00          |                | \$ 2,500.00                  |
| Music for International Art Fest   | \$ 1,100.00             | \$ 2,000.00          | \$ 1,500.00          |                | \$ 1,500.00                  |
| Birch Bay Cooperative Promotions   |                         | \$ 5,000.00          | \$ 5,000.00          | \$ (2,500.00)  | \$ 2,500.00                  |
| 2017 NW Wine Event                 |                         | \$ 5,000.00          | \$ -                 |                | \$ -                         |
| <b>Total</b>                       | <b>\$ 84,600.00</b>     | <b>\$ 131,500.00</b> | <b>\$ 93,500.00</b>  |                | <b>\$ 91,000.00</b>          |
| Contingency (BWT)                  | \$ 5,000.00             | \$ 5,000.00          | \$ 5,000.00          | \$ (2,500.00)  | \$ 2,500.00                  |
| Special Projects                   | \$ 10,000.00            | \$ 10,000.00         | \$ 15,000.00         | \$ (10,000.00) | \$ 5,000.00                  |
| Event Coordinator                  |                         |                      | \$ 10,000.00         | \$ (10,000.00) | \$ -                         |
| Tourism Plan Update- Branding      |                         |                      | \$ 30,000.00         |                | \$ 30,000.00                 |
| <b>Events &amp; Projects Total</b> | <b>\$ 99,600.00</b>     | <b>\$ 146,500.00</b> | <b>\$ 153,500.00</b> |                | <b>\$ 128,500.00</b>         |
| Salaries                           | \$ 37,100.00            | \$ 40,000.00         | \$ 40,000.00         | \$ 30,000.00   | \$ 70,000.00                 |
| Benefits                           | \$ 14,300.00            | \$ 15,800.00         | \$ 15,800.00         |                | \$ 15,800.00                 |
| VIC Operation Costs                | \$ 15,500.00            | \$ 16,000.00         | \$ 16,000.00         |                | \$ 16,000.00                 |
| <b>Salaries/Operational Costs</b>  | <b>\$ 66,900.00</b>     | <b>\$ 71,800.00</b>  | <b>\$ 71,800.00</b>  |                | <b>\$ 101,800.00</b>         |
| Office Supplies                    | \$ 500.00               | \$ 500.00            | \$ 500.00            |                | \$ 500.00                    |
| Advertising                        | \$ 3,500.00             | \$ 5,000.00          | \$ 10,000.00         | \$ (5,000.00)  | \$ 5,000.00                  |
| Marketing of Plover Charters       | \$ 1,000.00             | \$ 1,000.00          | \$ 1,000.00          |                | \$ 1,000.00                  |
| Brochures                          | \$ 3,000.00             | \$ 3,000.00          | \$ 3,000.00          |                | \$ 3,000.00                  |
| Misc.                              | \$ 500.00               | \$ 500.00            | \$ 500.00            |                | \$ 500.00                    |
| <b>Marketing Expenditures</b>      | <b>\$ 8,500.00</b>      | <b>\$ 10,000.00</b>  | <b>\$ 15,000.00</b>  |                | <b>\$ 10,000.00</b>          |
|                                    |                         |                      |                      |                |                              |
| <b>Total Expenses</b>              | <b>\$ 175,000.00</b>    | <b>\$ 81,800.00</b>  | <b>\$ 86,800.00</b>  |                | <b>\$ 111,800.00</b>         |
|                                    |                         |                      |                      |                |                              |
| <b>Revenue</b>                     |                         |                      |                      |                |                              |
| Beginning Fund Balance             | \$ 86,236.00            | \$ 76,236.00         | \$ 76,236.00         |                | \$ 76,236.00                 |
| Hotel/Motel Tax Revenue            | \$ 190,000.00           | \$ 190,000.00        | \$ 190,000.00        |                | \$ 190,000.00                |
| <b>Total Fund Value</b>            | <b>\$ 276,236.00</b>    | <b>\$ 266,236.00</b> | <b>\$ 266,236.00</b> |                | <b>\$ 266,236.00</b>         |
| <b>Total Expenses</b>              | <b>\$ 175,000.00</b>    | <b>\$ 228,300.00</b> | <b>\$ 240,300.00</b> |                | <b>\$ 240,300.00</b>         |
| <b>Total Transfer into Reserve</b> | <b>\$ 25,000.00</b>     | <b>\$ 25,000.00</b>  | <b>\$ 25,000.00</b>  |                | <b>\$ 25,000.00</b>          |
| <b>End Balance</b>                 | <b>\$ 76,236.00</b>     | <b>\$ 12,936.00</b>  | <b>\$ 936.00</b>     | <b>\$ -</b>    | <b>\$ 936.00</b>             |

## 2017 GENERAL OBLIGATION DEBT SERVICE BUDGET

|  | 2017 Budget     | 2017 Budget      | 2017 Budget                                      | 2017 Budget                    | 2017 Budget           | 2017 Budget                 |
|--|-----------------|------------------|--|--------------------------------|-----------------------|-----------------------------|
|  | 201 LTGO Bonds  | 202 EDI Loan     | 203 Qualified<br>Energy<br>Conservation<br>Bonds | 204 UTGO Bond-<br>Fire Station | 207 LTGO<br>Refunding | 236 CERB Loan-<br>Odell Rd. |
| Fund Balances--beginning January 1                   | \$ 1,356        | \$ 25,227        | \$ 338   | \$ 29,066                      | \$ 30,988             | \$ 9,107                    |
| <b>REVENUES</b>                                      |                 |                  |  |                                |                       |                             |
| Property Taxes                                       | -               | -                | -  | 131,373                        | -                     | -                           |
| QECB Federal Subsidy Payment                         | -               | -                | 47,291   | -                              | -                     | -                           |
| Investment Earnings                                  | 100             | 70               | 120  | 200                            | 700                   | 35                          |
| <b>Total Revenues</b>                                | <b>100</b>      | <b>70</b>        | <b>47,411</b>                                    | <b>131,573</b>                 | <b>700</b>            | <b>35</b>                   |
| <b>Total Revenue &amp; Beginning Fund Balance</b>    | <b>1,456</b>    | <b>25,297</b>    | <b>47,749</b>                                    | <b>160,639</b>                 | <b>31,688</b>         | <b>9,142</b>                |
| <b>EXPENDITURES</b>                                  |                 |                  |  |                                |                       |                             |
| Debt Service:  |                 |                  |  |                                |                       |                             |
| Principal  | 81,736          | 43,831           | 99,314   | 117,353                        | 605,000               | 30,141                      |
| Interest & other charges                             | 35,769          | 7,037            | 85,443   | 18,508                         | 33,275                | 904                         |
| <b>Total Expenditures</b>                            | <b>117,505</b>  | <b>50,868</b>    | <b>184,757</b>                                   | <b>135,860</b>                 | <b>638,275</b>        | <b>31,045</b>               |
| Excess (deficiency) of revenues<br>over expenditures | (117,405)       | (50,798)         | (137,346)  | (4,287)                        | (637,575)             | (31,010)                    |
| <b>OTHER FINANCING SOURCES (USES)</b>                |                 |                  |  |                                |                       |                             |
| Transfers In-General Fund                            | 43,000          | -                | 28,071   | -                              | -                     | 23,455                      |
| Transfers In-Sewer Fund                              | -               | -                | 94,659   | -                              | -                     | -                           |
| Transfers In-Electric Fund                           | -               | -                | 14,736   | -                              | -                     | -                           |
| Transfers In-Street Capital                          | -               | -                | -  | -                              | 638,275               | -                           |
| Transfers In-Real Estate Excise Tax                  | 75,000          | 50,868           | -  | -                              | -                     | -                           |
| <b>Total other financing sources and uses</b>        | <b>118,000</b>  | <b>50,868</b>    | <b>137,466</b>                                   | <b>-</b>                       | <b>638,275</b>        | <b>23,455</b>               |
| <b>Fund Balances--ending December 31</b>             | <b>\$ 1,951</b> | <b>\$ 25,297</b> | <b>\$ 458</b>                                    | <b>\$ 24,778</b>               | <b>\$ 31,688</b>      | <b>\$ 1,552</b>             |

| REAL ESTATE EXCISE TAX                             | 2015 Actual        | 2016 Budget        | 2017 Budget        |
|--|--------------------|--------------------|--------------------|
|  | REET 1<br>Fund 300 | REET 1<br>Fund 300 | REET 1<br>Fund 300 |
| Fund Balances--beginning January 1                 | \$ 65,482          | \$ 56,327          | \$ 170,126         |
| <b>REVENUES</b>                                    |                    |                    |                    |
| Real Estate Excise Tax                             | 159,354            | 150,000            | 155,000            |
| Investment Earnings                                | 164                | 500                | 250                |
| <b>Total Revenues</b>                              | <b>159,518</b>     | <b>150,500</b>     | <b>155,250</b>     |
| <b>Total Revenues &amp; Beginning Fund Balance</b> | <b>224,999</b>     | <b>206,827</b>     | <b>325,376</b>     |
| <b>EXPENDITURES</b>                                |                    |                    |                    |
| Transfers Out-LTGO Bonds (201)                     | 28,771             | -                  | -                  |
| Transfers Out-General Government Capital           | 79,616             | -                  | 170,000            |
| Transfers Out-EDI Loan                             | 50,868             | 50,868             | 50,868             |
| <b>Total Expenditures</b>                          | <b>159,255</b>     | <b>50,868</b>      | <b>220,868</b>     |
| <b>Fund Balances--ending December 31</b>           | <b>\$ 65,744</b>   | <b>\$ 155,959</b>  | <b>\$ 104,508</b>  |

| REAL ESTATE EXCISE TAX                             | 2015 Actual        | 2016 Budget        | 2017 Budget        |
|--|--------------------|--------------------|--------------------|
|  | REET 2<br>Fund 308 | REET 2<br>Fund 308 | REET 2<br>Fund 308 |
| Fund Balances--beginning January 1                 | \$ 254,971         | \$ 142,471         | \$ 92,475          |
| <b>REVENUES</b>                                    |                    |                    |                    |
| Real Estate Excise Tax                             | 159,350            | 150,000            | 155,000            |
| Investment Earnings                                | 705                | 500                | 500                |
| <b>Total Revenues</b>                              | <b>160,055</b>     | <b>150,500</b>     | <b>155,500</b>     |
| <b>Total Revenues &amp; Beginning Fund Balance</b> | <b>415,025</b>     | <b>292,971</b>     | <b>247,975</b>     |
| <b>EXPENDITURES</b>                                |                    |                    |                    |
| Transfers Out-LTGO Bonds (201)                     | 58,000             | 75,000             | 75,000             |
| Transfers Out-Street Capital                       | -                  | -                  | 75,000             |
| Transfers Out-Street Maintenance                   | 70,000             | 70,000             | -                  |
| Transfers Out-Park Capital                         | 80,000             | 15,000             | 35,000             |
| Transfers Out-Park Maintenance                     | 55,000             | 55,000             | -                  |
| <b>Total Expenditures</b>                          | <b>263,000</b>     | <b>215,000</b>     | <b>185,000</b>     |
| <b>Fund Balances--ending December 31</b>           | <b>\$ 152,025</b>  | <b>\$ 77,971</b>   | <b>\$ 62,975</b>   |

**CITY OF BLAINE  
CAPITAL IMPROVEMENT PLAN FOR GENERAL GOVERNMENT**

| Project Cost/Funding Sources                      | 2017    | 2018 | 2019 | 2020      | 2021 | 2022         | 6 Year Total |
|---|---------|------|------|-----------|------|--------------|--------------|
| <b>Project Cost</b>                               |         |      |      |           |      |              |              |
| Senior Center Expansion *                         |         |      |      | 209,600   |      |              | 209,600      |
| Public Safety Evidence Room Upgrades              | 17,000  |      |      |           |      |              | 17,000       |
| Banner Bank Building Windows and Lobby Renovation | 100,000 |      |      |           |      |              | 100,000      |
| Community Center entrance and parking lot         | 40,000  |      |      |           |      |              | 40,000       |
| Pavilion Acoustics                                | 30,000  |      |      |           |      |              | 30,000       |
| <b>Funding Sources</b>                            |         |      |      |           |      |              |              |
| REET  | 170,000 |      |      |           |      |              | 170,000      |
| General Fund                                      | 17,000  |      |      |           |      |              | 17,000       |
| Unknown Funding Source                            |         |      |      |           |      |              |              |
| <b>Summary</b>                                    |         |      |      |           |      |              |              |
| Project Costs                                     | 187,000 |      |      |           |      | 17,118,701   | 17,515,301   |
| Funding Sources                                   | 187,000 |      |      | 209,600   |      |              | 187,000      |
| <b>Balance</b>                                    |         |      |      | (209,600) |      | (17,118,701) | (17,328,301) |

**CITY OF BLAINE  
CAPITAL IMPROVEMENT PLAN FOR PARKS & CEMETERY**

| Project Cost/Funding Sources                         | 2017      | 2018       | 2019        | 2020        | 2021        | 2022        | 6 Year Total  |
|--|-----------|------------|-------------|-------------|-------------|-------------|---------------|
| <b>Funded Projects</b>                               |           |            |             |             |             |             |               |
| Niche Wall   | \$30,000  |            |             |             |             |             | \$30,000      |
| Lincoln Park Landscaping Enhancement                 | \$20,000  |            |             |             |             |             | \$20,000      |
| Park Signage and Parklets Improvements               | \$20,000  |            |             |             |             |             | \$20,000      |
| Heron's Pond Park                                    | \$43,288  |            |             |             |             |             | \$43,288      |
| Interpretive Sign Program                            | \$15,927  |            |             |             |             |             | \$15,927      |
| <b>Unfunded Projects</b>                             |           |            |             |             |             |             |               |
| Lincoln Park Entrance Improvements                   |           | \$40,000   |             |             |             |             | \$80,000      |
| Marine Park Shoreline Permitting                     |           | \$25,000   |             |             |             |             | \$25,000      |
| Marine Park Shoreline Improvements                   |           |            | \$725,500   |             |             |             | \$725,500     |
| Lincoln Park Facilities Upgrade                      |           |            | \$150,000   |             |             |             | \$150,000     |
| Semiahmoo Spit Trail                                 |           |            | \$15,000    | \$120,000   |             |             | \$135,000     |
| 7th Street Greenway Playground                       |           |            |             | \$80,000    |             |             | \$80,000      |
| Cain Creek Trail Permitting, Design, and Acquisition |           |            |             | \$50,000    |             |             | \$50,000      |
| Cain Creek and Trail                                 |           |            |             |             | \$150,000   |             | \$150,000     |
| Semiahmoo Uplands Park Acquisition                   |           |            |             |             |             | \$250,000   | \$250,000     |
| <b>Funding Sources</b>                               |           |            |             |             |             |             |               |
| Beginning Fund Balance                               |           |            |             |             |             |             | \$0           |
| Subdivision Bond                                     | \$43,288  |            |             |             |             |             | \$43,288      |
| Developer Contribution                               | \$15,927  |            |             |             |             |             | \$15,927      |
| Grants or Strategic Initiative                       |           |            |             |             |             |             | \$0           |
| Transportation Benefit District                      |           |            |             |             |             |             | \$0           |
| Real Estate Excise Tax (REET)                        | \$35,000  |            |             |             |             |             | \$35,000      |
| Impact Fee Reserve                                   | \$35,000  |            |             |             |             |             | \$35,000      |
| <b>Summary</b>                                       |           |            |             |             |             |             |               |
| Project Costs  | \$129,215 | \$65,000   | \$890,500   | \$250,000   | \$150,000   | \$250,000   | \$1,484,715   |
| Funding Sources                                      | \$129,215 | \$0        | \$0         | \$0         | \$0         | \$0         | \$129,215     |
| Balance  | \$0       | (\$65,000) | (\$890,500) | (\$250,000) | (\$150,000) | (\$250,000) | (\$1,355,500) |

CAPITAL IMPROVEMENT PLAN FOR TRANSPORTATION

| Project Cost/Funding Sources                                   | 2017           | 2018      | 2019      | 2020        | 2021         | 6 Year Total   |
|--|----------------|-----------|-----------|-------------|--------------|----------------|
| <b>Funded Projects</b>   |                |           |           |             |              |                |
| Boblett Road Channelization and Corridor Improvements*         | 135,000        | 387,000   | 978,000   |             |              | 1,500,000      |
| Hughes Intersection Re-alignment*                              | 1,762,000      |           |           |             |              | 1,762,000      |
| Annual Pavement Preservation Program*                          | 75,000         | 100,000   | 100,000   | 150,000     | 150,000      | 575,000        |
| Annual Sidewalk Safety Program*                                | 30,000         |           | 40,000    | 45,000      | 45,000       | 160,000        |
| Bell Rd./Peace Portal Intersection Improvements*               |                | 150,000   |           |             | 720,000      | 870,000        |
| H Street School Safety   |                | 95,000    |           |             |              | 95,000         |
| H Street Plaza   | 40,000         |           |           |             |              | 40,000         |
| D Street Improvements, SR543 to 16th Street                    |                |           | 285,000   | 20,000      | 1,000,000    | 1,305,000      |
| Peace Portal Community Trail, Phase 2                          |                |           |           |             | 255,000      | 255,000        |
| Peace Portal Streetscape and Sidewalk Replacement              |                |           |           |             | 550,000      | 550,000        |
| Semiahmoo Trail Bike Path                                      |                |           |           |             | 1,150,000    | 1,150,000      |
| Marine Drive Phase III   |                |           |           |             | 3,000,000    | 3,000,000      |
| I-274 Interchange  | 35,000         | 100,000   |           |             | 40,000,000   | 40,135,000     |
| Street Operations Transfer                                     | 175,000        |           |           |             |              | 175,000        |
| <b>Debt Payments**</b>   | <b>701,575</b> |           |           |             |              | <b>701,575</b> |
| <b>Funding Sources</b>   |                |           |           |             |              |                |
| Beginning Fund Balance (332)                                   | 380,000        |           |           |             |              | 380,000        |
| Beginning Fund Balance (333)                                   | 182,000        | 446,721   | (152,279) | (936,279)   | (1,151,279)  | -1,611,116     |
| Property Tax Levy  | 766,296        |           |           |             |              | 766,296        |
| Street Reimbursement from Airport Sale                         |                |           |           |             | 477,000      | 477,000        |
| Developer Contribution or LID                                  |                | 83,000    |           |             |              | 83,000         |
| <b>Federal Grant Funding (MAP)</b>                             |                |           |           |             |              |                |
| Boblett Road Channelization and Corridor Improvements          | 117,000        | 130,000   | 535,000   |             |              | 782,000        |
| Hughes Avenue Improvements                                     | 1,524,130      |           |           |             |              | 1,524,130      |
| Future Federal funding   |                |           |           |             |              |                |
| <b>State Grants</b>  |                |           |           |             |              |                |
| Future CERB Funding Opportunity                                |                |           |           |             |              |                |
| TIB Grants   |                |           |           |             |              |                |
| TIB Federal Funding Match (Boblett Rd. Channelization & Corr)  | 18,000         | 20,000    | 84,000    |             |              | 122,000        |
| TIB (Hughes Intersection and Corridor Improvements)            | 237,870        |           |           |             |              | 237,870        |
| TIB Second Hughes Grant (11/2016 notification, not contracted) |                |           |           |             |              |                |
| TIB Seal Coat Project, Multiple Locations                      |                |           |           |             |              |                |
| Future TIB Grant funding                                       |                |           |           |             |              |                |
| <b>Port of Bellingham</b>                                      |                |           |           |             |              |                |
| Future Port Funding Opportunities                              |                |           |           |             |              |                |
| Marine Dr - West End - Phase III (100%)                        |                |           |           |             | 3,000,000    | 3,000,000      |
| <b>Other Local Sources</b>                                     |                |           |           |             |              |                |
| Northwest Park and Recreation District                         |                |           |           |             |              |                |
| Future Street Bond   |                |           |           |             |              |                |
| REET   | 75,000         |           |           |             |              | 75,000         |
| Traffic Impact   | 100,000        |           |           |             |              | 100,000        |
| Transportation Benefit District                                |                |           |           |             |              |                |
| <b>Summary</b>   |                |           |           |             |              |                |
| <b>Project Costs</b>   | 2,953,575      | 832,000   | 1,403,000 | 215,000     | 46,870,000   | 52,273,575     |
| <b>Funding Sources</b>   | 3,400,296      | 679,721   | 466,721   | (936,279)   | 2,325,721    | 5,761,180      |
| <b>Balance</b>   | 446,721        | (152,279) | (936,279) | (1,151,279) | (44,544,279) | (46,512,395)   |

\* Eligible for use of Traffic Impact Fees  
 \*\*Debt on Limited Tax General Obligation Bond on 1994 Street & Stormwater Construction.  
 Reflects funding source not yet identified

|   | 2015 Actual         | 2016 Budget         | 2017 Budget         | \$ Change       | % Change     |
|---|---------------------|---------------------|---------------------|-----------------|--------------|
| <b>Operating Revenues</b>                                     |                     |                     |                     |                 |              |
| Charges for services  | \$ 5,351,988        | \$ 5,814,500        | \$ 5,930,000        | 115,500         | 2%           |
| Other revenue   | 86,993              | 84,910              | 152,760             | 67,850          | 80%          |
| <b>Total Operating Revenues</b>                               | <b>5,438,981</b>    | <b>5,899,410</b>    | <b>6,082,760</b>    | <b>183,350</b>  | <b>3%</b>    |
| <b>Operating Expenses</b>                                     |                     |                     |                     |                 |              |
| Personnel services  | 738,914             | 948,990             | 975,844             | 26,854          | 3%           |
| Supplies & materials  | 192,783             | 233,100             | 325,200             | 92,100          | 40%          |
| Power purchased from Bonneville Power                         | 2,935,769           | 3,189,570           | 3,253,361           | 63,791          | 2%           |
| Professional services   | 763,040             | 750,521             | 690,849             | (59,672)        | -8%          |
| Other operating expenses                                      | 118,549             | 113,981             | 121,035             | 7,054           | 6%           |
| State use tax   | 191,382             | 226,958             | 231,497             | 4,539           | 2%           |
| <b>Total Operating Expenses</b>                               | <b>4,940,436</b>    | <b>5,463,120</b>    | <b>5,597,786</b>    | <b>134,666</b>  | <b>2%</b>    |
| Operating income (loss)                                       | 498,545             | 436,291             | 484,974             |                 |              |
| <b>Nonoperating Revenues (Expenses)</b>                       |                     |                     |                     |                 |              |
| Bond payment  | (457,185)           | (468,280)           | (313,321)           | 154,959         | -33%         |
| Interest expense  | (36,625)            | (28,210)            | (19,079)            | 9,131           | -32%         |
| Capital outlay  | (514,325)           | (445,000)           | (245,000)           | 200,000         | -45%         |
| Transfers in  |                     |                     |                     |                 |              |
| Equipment Reserve   | 62,000              | 220,000             | 220,000             | -               | 0%           |
| Capital Reserve Account                                       |                     | 243,476             | -                   | (243,476)       | -100%        |
| Transfers out   |                     |                     |                     |                 |              |
| Equipment Reserve   | (30,000)            | -                   | -                   | -               | 0%           |
| Capital Reserve Account                                       | (20,000)            | -                   | (150,000)           | (150,000)       | 0%           |
| ESCO Debt   |                     | (23,369)            | (14,736)            | 8,633           | -37%         |
| BCAP  | (1,500)             | (2,400)             | (2,400)             | -               | 0%           |
| <b>Total Nonoperating Revenues (Expenses)</b>                 | <b>(997,635)</b>    | <b>(503,783)</b>    | <b>(524,536)</b>    | <b>(20,753)</b> | <b>4%</b>    |
| Change in net position  | (499,090)           | (67,493)            | (39,562)            |                 |              |
| Total Operating Net position--beginning January 1             | 1,626,829           | 1,155,834           | 1,134,635           |                 |              |
| <b>Total Operating Net position--ending December 31</b>       | <b>\$ 1,127,739</b> | <b>\$ 1,088,342</b> | <b>\$ 1,095,072</b> |                 |              |
| 60 Day Operating Target Balance                               | 1,027,471           | 1,071,730           | 1,032,054           |                 |              |
| <b>Capital Reserve Account (Operating Only)</b>               |                     |                     |                     |                 |              |
| <b>Nonoperating Revenues (Expenses)</b>                       |                     |                     |                     |                 |              |
| Interest Earnings   | 3,560               | -                   | 3,100               | 3,100           | 0%           |
| Transfers in  | 20,000              | -                   | 150,000             | 150,000         | 0%           |
| Capital Outlay  | -                   | (368,476)           | -                   | 368,476         | -100%        |
| <b>Total Nonoperating Revenues (Expenses)</b>                 | <b>23,560</b>       | <b>(368,476)</b>    | <b>153,100</b>      | <b>521,576</b>  | <b>-142%</b> |
| Change in net position  | 23,560              | (368,476)           | 153,100             |                 |              |
| Total Capital Reserve Net position--beginning January 1       | 921,042             | 937,000             | 579,209             |                 |              |
| <b>Total Capital Reserve Net position--ending December 31</b> | <b>\$ 944,602</b>   | <b>\$ 568,524</b>   | <b>\$ 732,309</b>   |                 |              |

\*With 3% increase in rates.

**CITY OF BLAINE  
CAPITAL IMPROVEMENT PLAN FOR ELECTRIC UTILITY**

| <b>Project Cost/Funding Sources</b>   | <b>2017</b> | <b>2018</b> | <b>2019</b> | <b>2020</b> | <b>2021</b> | <b>6 Year Total</b> |
|---|-------------|-------------|-------------|-------------|-------------|---------------------|
| <b>Project Cost</b>   |             |             |             |             |             |                     |
| Pole Testing  |             |             |             |             |             |                     |
| Pole stubbing   | 8,000       | 8,300       | 8,600       | 8,900       | 9,200       | 43,000              |
| Pipeline Rd UG from Odell Rd to Harvey Rd   | 150,000     |             |             |             |             | 150,000             |
| Loomis Trail Service Loop   | 200,000     |             |             |             |             | 200,000             |
| Vista Terrace (part of sewer extension project)   | 150,000     |             |             |             |             | 150,000             |
| Allan St extension (concurrent with Vista Terrace)  | 50,000      |             |             |             |             | 50,000              |
| Lincoln Lane extension  | 30,000      |             |             |             |             | 30,000              |
| H St and Terrace to Harvey Rd   | 100,000     |             |             |             |             | 100,000             |
| Bell Rd to Peace Portal #2 OH to 4/0 UG upgrade   |             | 20,000      |             |             |             | 20,000              |
| Circuit 11 to Circuits 15, 16, & 17 tie switch near Blaine Substation for City load back-up | 110,000     |             |             |             |             | 110,000             |
| H St and Harvey Rd to Pipeline Rd reliability loop  |             |             |             |             | 150,000     | 150,000             |
| Semiahmoo Spit to Fire Station replacement and reliability upgrade                          |             |             | 50,000      | 500,000     |             | 550,000             |
| Semiahmoo Fire Station to Lincoln Rd replacement and reliability upgrade                    |             |             | 200,000     |             |             | 200,000             |
| Blaine Substation Circuit 17 upgrade to Public Works and upgrade at Boblett Court           |             | 70,000      |             |             |             | 70,000              |
| East Blaine H Street 1100 home development  |             |             |             |             | 1,000,000   | 1,000,000           |
| <b>Funding Sources</b>  |             |             |             |             |             |                     |
| Beginning Fund Balance (324)  | 791,358     | 143,358     | -104,942    | -363,542    | -872,442    | (406,210)           |
| Unknown Funding Source  |             |             |             |             |             |                     |
| Grants  |             |             |             |             |             |                     |
| Electric Capital Reserve Funds Transfer *   |             |             |             |             |             |                     |
| <b>Summary</b>  |             |             |             |             |             |                     |
| <b>Project Costs</b>  | 648,000     | 248,300     | 258,600     | 508,900     | 1,159,200   | 2,823,000           |
| <b>Funding Sources</b>  | 791,358     | 143,358     | (104,942)   | (363,542)   | (872,442)   | (406,210)           |
| <b>Balance</b>  | 143,358     | (104,942)   | (363,542)   | (872,442)   | (2,031,642) | (3,229,210)         |

█ Reflects funding source not yet identified

|   | 2015 Actual                              | 2016 Budget                              | 2017 Budget                              |                           |                          |
|---|--|--|--|---------------------------|--------------------------|
|   | Rural<br>Economic<br>Development<br>Fund | Rural<br>Economic<br>Development<br>Fund | Rural<br>Economic<br>Development<br>Fund | \$ Increase<br>(Decrease) | % Increase<br>(Decrease) |
| <b>Operating Revenues</b>                                   |  |  |  |                           |                          |
| Interest Earnings   | 4,445                                    | 4,000                                    | 4,000                                    | -                         | 0%                       |
| <b>Total Operating Revenues</b>                             | <b>4,445</b>                             | <b>4,000</b>                             | <b>4,000</b>                             | -                         | 0%                       |
| <b>Operating Expenses</b>                                   |  |  |  |                           |                          |
| Professional services                                       | 11,192                                   | 10,000                                   | 10,000                                   | -                         | 0%                       |
| Miscellaneous   | 161                                      | -  | -  | -                         | 0%                       |
| <b>Total Operating Expenses</b>                             | <b>11,353</b>                            | <b>10,000</b>                            | <b>10,000</b>                            | -                         | 0%                       |
| Operating income (loss)                                     | (6,908)                                  | (6,000)                                  | (6,000)                                  | -                         | 0%                       |
| <b>Nonoperating Revenues (Expenses)</b>                     |  |  |  |                           |                          |
| Revolving Loans Issued                                      | -  | (50,000)                                 | -  | 50,000                    | -100%                    |
| Transfers Out-Street Fund                                   | -  | -  | (42,000)                                 | -                         | 0%                       |
| Transfers Out-General Fund                                  | -  | (134,500)                                | (90,000)                                 | 44,500                    | 0%                       |
| <b>Total Nonoperating Revenues (Expenses)</b>               | <b>-</b>                                 | <b>(184,500)</b>                         | <b>(132,000)</b>                         | <b>52,500</b>             | <b>-28%</b>              |
| Change in net position                                      | (6,908)                                  | (190,500)                                | (138,000)                                | 52,500                    | -28%                     |
| Total Operating Net position--beginning<br>January 1        | 680,225                                  | 673,000                                  | 547,000                                  | (126,000)                 | -19%                     |
| <b>Total Operating Net position--ending<br/>December 31</b> | <b>\$ 673,317</b>                        | <b>\$ 482,500</b>                        | <b>\$ 409,000</b>                        | <b>(73,500)</b>           | <b>-15%</b>              |

WATER FUND BUDGET

12/12/2016

|   | 2015 Actual         | 2016 Budget         | 2017 Budget         | \$ Change      | % Change    |
|---|---------------------|---------------------|---------------------|----------------|-------------|
| <b>Operating Revenues</b>                                     |                     |                     |                     |                |             |
| Charges for services  | \$ 1,346,754        | \$ 1,294,900        | \$ 1,320,228        | 25,328         | 2%          |
| Other revenue   | 57,930              | 54,600              | 54,900              | 300            | 1%          |
| <b>Total Operating Revenues</b>                               | <b>1,404,685</b>    | <b>1,349,500</b>    | <b>1,375,128</b>    | <b>25,628</b>  | <b>2%</b>   |
| <b>Operating Expenses</b>                                     |                     |                     |                     |                |             |
| Personnel services  | 316,407             | 391,974             | 393,578             | 1,604          | 0%          |
| Supplies & materials  | 82,233              | 77,200              | 57,700              | (19,500)       | -25%        |
| Professional services   | 456,827             | 454,943             | 559,789             | 104,846        | 23%         |
| Other operating expenses                                      | 163,194             | 157,374             | 161,984             | 4,610          | 3%          |
| State use tax   | 40,500              | 38,000              | 38,000              | -              | 0%          |
| <b>Total Operating Expenses</b>                               | <b>1,059,160</b>    | <b>1,119,491</b>    | <b>1,211,051</b>    | <b>91,560</b>  | <b>8%</b>   |
| Operating income (loss)                                       | 345,524             | 230,009             | 164,077             |                |             |
| <b>Nonoperating Revenues (Expenses)</b>                       |                     |                     |                     |                |             |
| Bond payment  | (10,000)            | -                   | -                   | -              | 0%          |
| Interest expense  | (648)               | -                   | -                   | -              | 0%          |
| Capital outlay  | (13,424)            | (50,000)            | (120,000)           | 70,000         | 140%        |
| Interfund Loan Payment Received                               | 18,424              | -                   | -                   | -              | 0%          |
| Transfers out   |                     |                     |                     |                |             |
| Water Tank in Lincoln Park                                    | (2,500)             | (2,500)             | (2,500)             | -              | 0%          |
| Equipment Reserve   | (100,000)           | (50,000)            | (100,000)           | 50,000         | 100%        |
| Capital Reserve Account                                       | (225,000)           | (175,000)           | (375,000)           | 200,000        | 114%        |
| <b>Total Nonoperating Revenues (Expenses)</b>                 | <b>(333,148)</b>    | <b>(277,500)</b>    | <b>(597,500)</b>    | <b>320,000</b> | <b>115%</b> |
| Change in net position  | 12,377              | (47,491)            | (433,423)           |                |             |
| Total Operating Net position--beginning January 1             | 531,447             | 625,042             | 645,858             |                |             |
| <b>Total Operating Net position--ending December 31</b>       | <b>\$ 543,824</b>   | <b>\$ 577,551</b>   | <b>\$ 212,435</b>   |                |             |
| 30 Day Operating Target Balance                               | 116,026             | 116,416             | 150,713             |                |             |
| <b>Capital Reserve Account (Operating Only)</b>               |                     |                     |                     |                |             |
| <b>Nonoperating Revenues (Expenses)</b>                       |                     |                     |                     |                |             |
| Interest Earnings   | 8,333               | -                   | 9,500               | 9,500          | 0%          |
| Connection Charges  | 77,639              | -                   | 50,800              | 50,800         | 0%          |
| Transfers in  | 225,000             | 175,000             | 375,000             | 200,000        | 114%        |
| Capital Improvement Program                                   | (420,000)           | (175,000)           | (210,000)           | (35,000)       | 20%         |
| <b>Total Nonoperating Revenues (Expenses)</b>                 | <b>(109,028)</b>    | <b>-</b>            | <b>225,300</b>      | <b>225,300</b> | <b>0%</b>   |
| Change in net position  | (109,028)           | -                   | 225,300             |                |             |
| Total Capital Reserve Net position--beginning January 1       | 2,227,379           | 1,934,134           | 2,065,379           |                |             |
| <b>Total Capital Reserve Net position--ending December 31</b> | <b>\$ 2,118,351</b> | <b>\$ 1,934,134</b> | <b>\$ 2,290,679</b> |                |             |

CITY OF BLAINE  
CAPITAL IMPROVEMENT PLAN FOR WATER UTILITY

| Project Cost/Funding Sources                                       | Type  | 2017    | 2018      | 2019      | 2020        | 2021        | 6 Year Total |
|--|-------|---------|-----------|-----------|-------------|-------------|--------------|
| <b>Water Supply Improvements</b>                                   |       |         |           |           |             |             |              |
| Instrumentation - Sustainable Yield, Wells, Pump                   | II    |         | 50,000    |           |             |             | 50,000       |
| New Deep Well Prospecting & Water Rights (Joint w/ BBW&S)          | ED/RC |         |           |           | 200,000     |             | 200,000      |
| Groundwater Monitoring Program                                     | ED/RC | 25,000  |           | 25,000    |             | 25,000      | 75,000       |
| Well 5 Pump House Rehabilitation                                   | II    | 40,000  |           |           |             |             |              |
| Future Well Pump Replacement/Upgrades                              | ED/RC |         |           |           |             |             |              |
| <b>Distribution Systems Improvements</b>                           |       |         |           |           |             |             |              |
| Haynie Rd Booster Pump Station                                     | II/RC |         |           | 50,000    | 300,000     |             | 350,000      |
| Harvey/Sweet Road Transmission Improvements (18")                  |       |         |           |           |             |             |              |
| Design   | RC    |         |           |           | 100,000     |             | 100,000      |
| Phase 1 Construction (Grant/Loan Dependent)                        | RC    |         |           |           |             |             |              |
| Phase 2 Construction (Grant/Loan Dependent)                        | RC    |         |           |           |             | 2,000,000   | 2,000,000    |
| Booster Pump Station (630 Zone) (Development Dependent)            | ED    |         |           |           |             | 500,000     | 500,000      |
| Water Line Replacement (40 miles, 50 yr life, \$50/ft) w/ Streets  | RC/II | 20,000  | 150,000   | 150,000   |             |             | 320,000      |
| <b>Storage Improvements</b>  |       |         |           |           |             |             |              |
| Water Tank Water Quality Improvements (mixing)                     | R     |         |           |           |             |             |              |
| Semiahmoo (330 zone)   | R     |         | 40,000    |           |             |             | 40,000       |
| Harvey Rd. (440 zone)  | R     |         | 40,000    |           |             |             | 40,000       |
| New Storage Tank (171' system)                                     | II    |         |           |           | 400,000     |             | 400,000      |
| New 630' Zone Reservoir (East Blaine)                              | II    |         |           |           | 1,500,000   |             | 1,500,000    |
| Water Tank Rehabilitation - Harvey, Lincoln, E Street              | II    | 25,000  |           |           |             |             | 25,000       |
| <b>Funding Sources</b>   |       |         |           |           |             |             |              |
| Beginning Fund Balance (329)                                       |       |         | 100,000   | (160,000) | (365,000)   | (2,845,000) | (3,270,000)  |
| Water Capital Reserve & Water Regional Capacity Charge Transfer In |       | 175,000 |           |           |             |             | 175,000      |
| Transmission Improvements Grant/Loan (TBD)                         |       |         |           |           |             |             |              |
| Department of Health Grant   |       |         |           |           |             |             |              |
| Revenue Bond   |       |         |           |           |             |             |              |
| Birch Bay Water & Sewer District Regional Capacity Charge          |       | 35,000  | 20,000    | 20,000    | 20,000      | 20,000      | 115,000      |
| Developer Contributions or ULID - Pump Station (E Blaine)          |       |         |           |           |             |             |              |
| Developer Contributions or ULID - Storage (E Blaine)               |       |         |           |           |             |             |              |
| <b>Summary</b>   |       |         |           |           |             |             |              |
| <b>Project Costs</b>   |       | 110,000 | 280,000   | 225,000   | 2,500,000   | 2,525,000   | 5,640,000    |
| <b>Funding Sources</b>   |       | 210,000 | 120,000   | (140,000) | (345,000)   | (2,825,000) | (2,980,000)  |
| <b>Balance</b>   |       | 100,000 | (160,000) | (365,000) | (2,845,000) | (5,350,000) | (8,620,000)  |

To be updated when comprehensive plan is completed

**TYPE LEGEND:**

- R = Regulatory (improvement required to meet health safety needs).
- II = Infrastructure Improvements (improvements to provide system rehabilitation, service delivery or address age or system deficiencies).
- RC = Regional Capacity - project that serves both City and Wholesale Water customers
- ED = Economic Development - improvements that provide an economic return on investment (ROI) or facilitate growth; (include job creation, increased tax revenues and utility revenues).

|   | 2015 Actual        | 2016 Budget        | 2017 Budget        | \$ Change        | % Change     |
|---|--------------------|--------------------|--------------------|------------------|--------------|
| <b>Operating Revenues</b>                                     |                    |                    |                    |                  |              |
| Charges for services  | \$ 3,984,448       | \$ 4,017,200       | \$ 4,017,200       | -                | 0%           |
| Special Assessment Vista Terrace ULID 35                      |                    |                    | 44,700             | 44,700           | 0%           |
| Other revenue   | 12,554             | 12,500             | 13,500             | 1,000            | 8%           |
| <b>Total Operating Revenues</b>                               | <b>3,997,002</b>   | <b>4,029,700</b>   | <b>4,075,400</b>   | <b>45,700</b>    | <b>1%</b>    |
| <b>Operating Expenses</b>                                     |                    |                    |                    |                  |              |
| Personnel services  | 449,882            | 539,390            | 529,294            | (10,096)         | -2%          |
| Supplies & materials  | 98,962             | 143,700            | 145,750            | 2,050            | 1%           |
| Professional services   | 802,984            | 862,073            | 878,975            | 16,902           | 2%           |
| Other operating expenses                                      | 450,097            | 458,824            | 478,000            | 19,176           | 4%           |
| State use tax   | 65,728             | 65,600             | 70,000             | 4,400            | 7%           |
| <b>Total Operating Expenses</b>                               | <b>1,867,655</b>   | <b>2,069,587</b>   | <b>2,102,019</b>   | <b>32,432</b>    | <b>2%</b>    |
| Operating income (loss)                                       | 2,129,347          | 1,960,113          | 1,973,381          |                  |              |
| <b>Nonoperating Revenues (Expenses)</b>                       |                    |                    |                    |                  |              |
| Bond & loan payments  | (1,501,800)        | (1,451,512)        | (1,444,175)        | (7,337)          | -1%          |
| Interest expense  | (364,836)          | (362,976)          | (352,671)          | (10,305)         | -3%          |
| Capital outlay  | (201,631)          | (30,000)           | (295,000)          | 265,000          | 0%           |
| Transfers in  |                    |                    |                    |                  |              |
| USDA Reserve Account (Equipment Replacement)                  | 196,000            |                    | 200,000            | 200,000          | 0%           |
| Capital Reserve Account                                       | 37,167             | 51,809             | -                  | (51,809)         | -100%        |
| Transfers out   |                    |                    |                    |                  |              |
| USDA Reserve Account (Equipment Replacement)                  | (139,538)          | (175,032)          | (140,000)          | (35,032)         | -20%         |
| ESCO Debt   |                    | (86,604)           | (94,659)           | 8,055            | 9%           |
| <b>Total Nonoperating Revenues (Expenses)</b>                 | <b>(1,974,637)</b> | <b>(2,054,315)</b> | <b>(2,126,504)</b> | <b>72,189</b>    | <b>4%</b>    |
| Change in net position  | 154,710            | (94,202)           | (153,123)          |                  |              |
| Total Operating Net position--beginning January 1             | 504,212            | 578,507            | 544,212            |                  |              |
| <b>Total Operating Net position--ending December 31</b>       | <b>\$ 658,922</b>  | <b>\$ 484,305</b>  | <b>\$ 391,089</b>  |                  |              |
| 30 Day Operating Target Balance                               | 320,191            | 347,976            | 369,044            |                  |              |
| <b>Capital Reserve Account (Operating Only)</b>               |                    |                    |                    |                  |              |
| <b>Nonoperating Revenues (Expenses)</b>                       |                    |                    |                    |                  |              |
| Interest earnings   | 1,644              | -                  | 2,000              | 2,000            | 0%           |
| Connection Charges  | 175,364            | -                  | 150,000            | 150,000          | 0%           |
| Transfers Out   | -                  | (51,809)           | -                  | 51,809           | 0%           |
| Capital Improvement Program                                   | (81,771)           | (445,866)          | (225,000)          | 220,866          | -50%         |
| <b>Total Nonoperating Revenues (Expenses)</b>                 | <b>95,237</b>      | <b>(497,675)</b>   | <b>(73,000)</b>    | <b>424,675</b>   | <b>-85%</b>  |
| Change in net position  | 95,237             | 497,674            | (73,000)           |                  |              |
| Total Capital Reserve Net position--beginning January 1       | 423,972            | 497,674            | 740,955            |                  |              |
| <b>Total Capital Reserve Net position--ending December 31</b> | <b>519,210</b>     | <b>-</b>           | <b>667,955</b>     |                  |              |
| <b>USDA Reserve Account</b>                                   |                    |                    |                    |                  |              |
| <b>Nonoperating Revenues (Expenses)</b>                       |                    |                    |                    |                  |              |
| Interest earnings   | 2,873              | -                  | 2,800              | 2,800            | 0%           |
| Transfers in  | 139,538            | 175,032            | 140,000            | (35,032)         | -20%         |
| Equipment purchases   | (196,000)          | -                  | (200,000)          | (200,000)        | 0%           |
| <b>Total Nonoperating Revenues (Expenses)</b>                 | <b>(53,589)</b>    | <b>175,032</b>     | <b>(57,200)</b>    | <b>(232,232)</b> | <b>-133%</b> |
| Change in net position  | (53,589)           | 175,032            | (57,200)           |                  |              |
| Total USDA Reserve Net position--beginning January 1          | 667,082            | 808,828            | 989,010            |                  |              |
| <b>Total USDA Reserve Net position--ending December 31</b>    | <b>613,492</b>     | <b>983,860</b>     | <b>931,810</b>     |                  |              |

**CITY OF BLAINE  
CAPITAL IMPROVEMENT PLAN FOR WASTEWATER UTILITY**

| Project Cost/Funding Sources                            |    | Type    | 2017    | 2018      | 2019        | 2020        | 2021    | 6 Year Total |
|---|----|---------|---------|-----------|-------------|-------------|---------|--------------|
| <b>Project Cost</b>                                     |    |         |         |           |             |             |         |              |
| <b>Treatment</b>  |    |         |         |           |             |             |         |              |
| Backup Power  |    |         |         |           |             |             | 500,000 | 500,000      |
| <b>Conveyance</b>                                       |    |         |         |           |             |             |         |              |
| Pipe Replacement/Lining for I&I Removal, Rehabilitation | II | 25,000  | 200,000 | 65,000    | 500,000     | 75,000      |         | 865,000      |
| E. Blaine Sewer Extension (Lincoln Park)                | ED | 300,000 |         | 500,000   |             | 600,000     |         | 1,400,000    |
| <b>Lift Station</b>                                     |    |         |         |           |             |             |         |              |
| Lift Station capacity and instrumentation improvements  | II | 30,000  | 30,000  | 30,000    | 30,000      | 30,000      |         | 150,000      |
| Royal Troon Lift Station Improvements (Semiahmoo)       | II |         |         | 75,000    | 500,000     |             |         | 575,000      |
| <b>Funding Sources</b>                                  |    |         |         |           |             |             |         |              |
| Beginning Fund Balance (325)                            |    | 590,000 | 235,000 | 5,000     | (665,000)   | (1,695,000) |         | (1,530,000)  |
| Wastewater Capital Reserve Funds Transfer (420)*        |    |         |         |           |             |             |         |              |
| Latecomers  |    |         |         |           |             |             |         |              |
| Future ULID   |    |         |         |           |             |             |         |              |
| Unknown Source  |    |         |         |           |             |             |         |              |
| <b>Summary</b>  |    |         |         |           |             |             |         |              |
| <b>Project Costs</b>                                    |    | 355,000 | 230,000 | 670,000   | 1,030,000   | 1,205,000   |         | 3,490,000    |
| <b>Funding Sources</b>                                  |    | 590,000 | 235,000 | 5,000     | (665,000)   | (1,695,000) |         | (1,530,000)  |
| <b>Balance</b>  |    | 235,000 | 5,000   | (665,000) | (1,695,000) | (2,900,000) |         | (5,020,000)  |

TYPE LEGEND: ██████████ Reflects funding source not yet identified

R = Regulatory (improvement required to meet health safety needs).

II = Infrastructure Improvements (improvements to provide system rehabilitation, service delivery or address age or system deficiencies).

ED = Economic Development - improvements that provide an economic return on investment (ROI) or facilitate growth; (include job creation, increased tax revenues and utility revenues).

|  | 2015 Actual      | 2016 Budget      | 2017 Budget      | \$ Change | % Change |
|--|------------------|------------------|------------------|-----------|----------|
| <b>Operating Revenues</b>                                  |                  |                  |                  |           |          |
| Charges for services                                       | \$ 293,782       | \$ 294,000       | \$ 361,267       | 67,267    | 23%      |
| Other revenue  | 2,658            | 2,500            | 2,800            | 300       | 12%      |
| <b>Total Operating Revenues</b>                            | <b>296,440</b>   | <b>296,500</b>   | <b>364,067</b>   | 67,567    | 23%      |
| <b>Operating Expenses</b>                                  |                  |                  |                  |           |          |
| Personnel services   | 92,837           | 85,500           | 86,723           | 1,223     | 1%       |
| Supplies & materials                                       | 17,559           | 15,150           | 13,850           | (1,300)   | -9%      |
| Professional services                                      | 76,530           | 95,243           | 80,802           | (14,441)  | -15%     |
| Other operating expenses                                   | 8,132            | 20,172           | 9,016            | (11,156)  | -55%     |
| State use tax  | 4,309            | 5,100            | 5,100            | -         | 0%       |
| <b>Total Operating Expenses</b>                            | <b>199,367</b>   | <b>221,165</b>   | <b>195,491</b>   | (25,674)  | -12%     |
| Operating income (loss)                                    | 97,073           | 75,335           | 168,576          |           |          |
| <b>Nonoperating Revenues (Expenses)</b>                    |                  |                  |                  |           |          |
| Bond & loan payments                                       | (64,146)         | (64,146)         | (69,146)         | (5,000)   | 0%       |
| Interest expense   | (9,028)          | (6,782)          | (3,712)          | 3,071     | 0%       |
| Capital Expenditure (Lease Payment Vac Truck)              | -                | -                | (108,000)        | (108,000) | 0%       |
| Transfers in   |                  |                  |                  |           |          |
| Debt Payment   | 63,525           | 61,325           | 63,300           | 1,975     | 100%     |
| Transfers out  |                  |                  |                  |           |          |
| Equipment Reserve (108)                                    | (70,000)         | (86,000)         | -                |           |          |
| Capital Reserve Account                                    | (30,000)         | (18,000)         | (75,000)         | 57,000    | 317%     |
| <b>Total Nonoperating Revenues (Expenses)</b>              | <b>(109,649)</b> | <b>(113,604)</b> | <b>(192,558)</b> | (78,954)  | 69%      |
| Change in net position                                     | (12,576)         | (38,269)         | (23,982)         |           |          |
| Total Operating Net position--beginning January 1          | 86,511           | 70,942           | 77,325           |           |          |
| <b>Total Operating Net position--ending December 31</b>    | <b>\$ 73,935</b> | <b>\$ 32,673</b> | <b>\$ 53,343</b> |           |          |
| 30 Day Operating Target Balance                            | 25,751           | 33,008           | 37,612           |           |          |
| <b>Capital Reserve Account (Operating Only)</b>            |                  |                  |                  |           |          |
| <b>Nonoperating Revenues (Expenses)</b>                    |                  |                  |                  |           |          |
| Interest earnings  | 783              | -                | 1,126            | 1,126     | 0%       |
| Connection charges   | 8,497            | -                | 10,000           | 10,000    | 0%       |
| Transfers in   | 30,000           | 18,000           | 75,000           | 57,000    | 317%     |
| Capital Improvement Program                                | (52,878)         | (30,000)         | (30,000)         | -         | 0%       |
| <b>Total Nonoperating Revenues (Expenses)</b>              | <b>(13,598)</b>  | <b>(12,000)</b>  | <b>56,126</b>    | (68,126)  | -568%    |
| Change in net position                                     | (13,598)         | (12,000)         | 56,126           |           |          |
| Total Capital Reserve Net position--beginning January      | 228,880          | 212,174          | 236,385          |           |          |
| <b>Total Capital Reserve Net position--ending December</b> | <b>215,283</b>   | <b>200,174</b>   | <b>292,511</b>   |           |          |

**CITY OF BLAINE  
CAPITAL IMPROVEMENT PLAN FOR STORM WATER UTILITY**

| <b>Project Cost/Funding Sources</b>              | <b>2017</b> | <b>2018</b> | <b>2019</b> | <b>2020</b> | <b>2021</b> | <b>6 Year Total</b> |
|--|-------------|-------------|-------------|-------------|-------------|---------------------|
| <b>Project Cost</b>                              |             |             |             |             |             |                     |
| Semiahmoo Spit Trail Erosion Control             | 35,000      | 300,000     |             |             |             | 335,000             |
| 6th Street Storm Improvements                    | 20,000      |             |             |             |             | 20,000              |
| Alley drain b/w 3rd and 4th b/w Martin and H St. | 30,000      |             |             |             |             |                     |
| Cain Creek Water Quality Improvements Ph I       |             |             |             |             |             |                     |
| Drayton Harbor Water Quality Improvements        |             |             |             |             |             |                     |
| Regional Detention/Water Quality Enhancements    |             |             |             |             | 1,500,000   | 1,500,000           |
| <b>Beginning Fund Balance (328)</b>              | 66,000      | 11,000      | (289,000)   | (289,000)   | (289,000)   | (790,000)           |
| <b>Grants</b>                                    |             |             |             |             |             |                     |
| EDC Grant/Loan for Gateway Facility              |             |             |             |             |             |                     |
| DOE Water Quality Grant                          |             |             |             |             |             |                     |
| Port of Bellingham Small Cities Grant            |             |             |             |             |             |                     |
| Developer Contributions                          |             |             |             |             |             |                     |
| Stormwater Capital Reserve Funds Transfer*       | 30,000      |             |             |             |             | 30,000              |
| <b>Summary</b>                                   |             |             |             |             |             |                     |
| <b>Project Costs</b>                             | 85,000      | 300,000     |             |             | 1,500,000   | 1,855,000           |
| <b>Funding Sources</b>                           | 96,000      | 11,000      | (289,000)   | (289,000)   | (289,000)   | (760,000)           |
| <b>Balance</b>                                   | 11,000      | (289,000)   | (289,000)   | (289,000)   | (1,789,000) | (2,615,000)         |

██████████ Reflects funding source not yet identified  
██████████ New Program, funding needs to be established

|   | 2015 Actual       | 2016 Budget    | 2017 Budget    | \$ Change      | % Change  |
|---|-------------------|----------------|----------------|----------------|-----------|
| <b>Operating Revenues</b>                               |                   |                |                |                |           |
| Charges for services                                    | \$ 850,070        | \$ 784,410     | \$ 781,797     | (2,613)        | 0%        |
| Other revenue   | 565               | -              | -              | -              | 0%        |
| <b>Total Operating Revenues</b>                         | <b>850,636</b>    | <b>784,410</b> | <b>781,797</b> | <b>(2,613)</b> | <b>0%</b> |
| <b>Operating Expenses</b>                               |                   |                |                |                |           |
| Personnel services                                      | 682,695           | 689,806        | 694,262        | 4,456          | 1%        |
| Supplies & materials                                    | 29,862            | 43,221         | 27,700         | (15,521)       | -36%      |
| Professional services                                   | 23,065            | 16,300         | 28,971         | 12,671         | 78%       |
| Other operating expenses                                | 32,097            | 35,083         | 30,864         | (4,219)        | -12%      |
| <b>Total Operating Expenses</b>                         | <b>767,718</b>    | <b>784,410</b> | <b>781,797</b> | <b>(2,613)</b> | <b>0%</b> |
| Operating income (loss)                                 | 82,917            | -              | -              |                |           |
| Change in net position                                  | 82,917            | -              | -              |                |           |
| Total Operating Net position--beginning January 1       | 89,727            | -              | -              |                |           |
| <b>Total Operating Net position--ending December 31</b> | <b>\$ 172,644</b> | <b>\$ -</b>    | <b>\$ -</b>    |                |           |

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