

2025 YEAR-END FINANCIAL STATUS REPORT

Council Workshop

May 19, 2026

City of Kent, WA

PRESENTED BY

**Paula Painter, CPA
Finance Director**

SPECIAL RECOGNITION

- **Michelle Ferguson**
 - **Interim Deputy Finance Director**
- **Shane Sorenson**
 - **Interim Business Analyst**
- **Carly Yamamoto**
 - **Senior Financial Analyst**

AGENDA

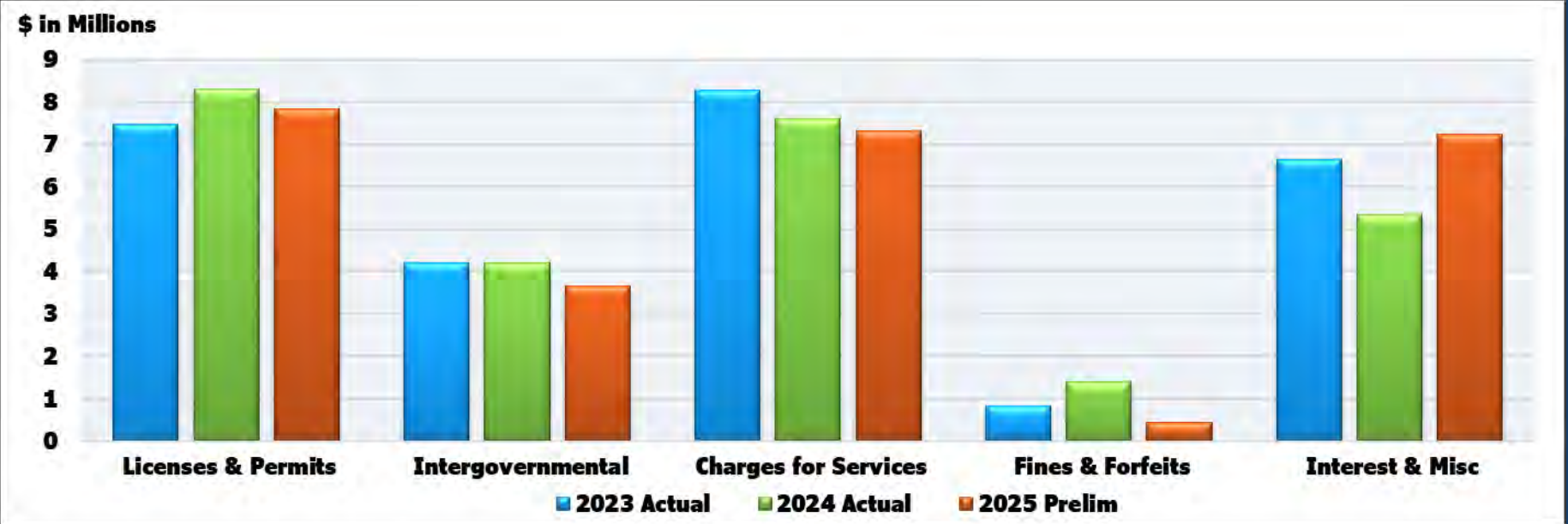
- **2025 Year-End Financial Report**
- **April 2026 Monthly Financial Report**

2025 YEAR-END FINANCIAL STATUS REPORT

GENERAL FUND

GENERAL FUND REVENUE COMPARISON

(excludes transfers in from other funds)

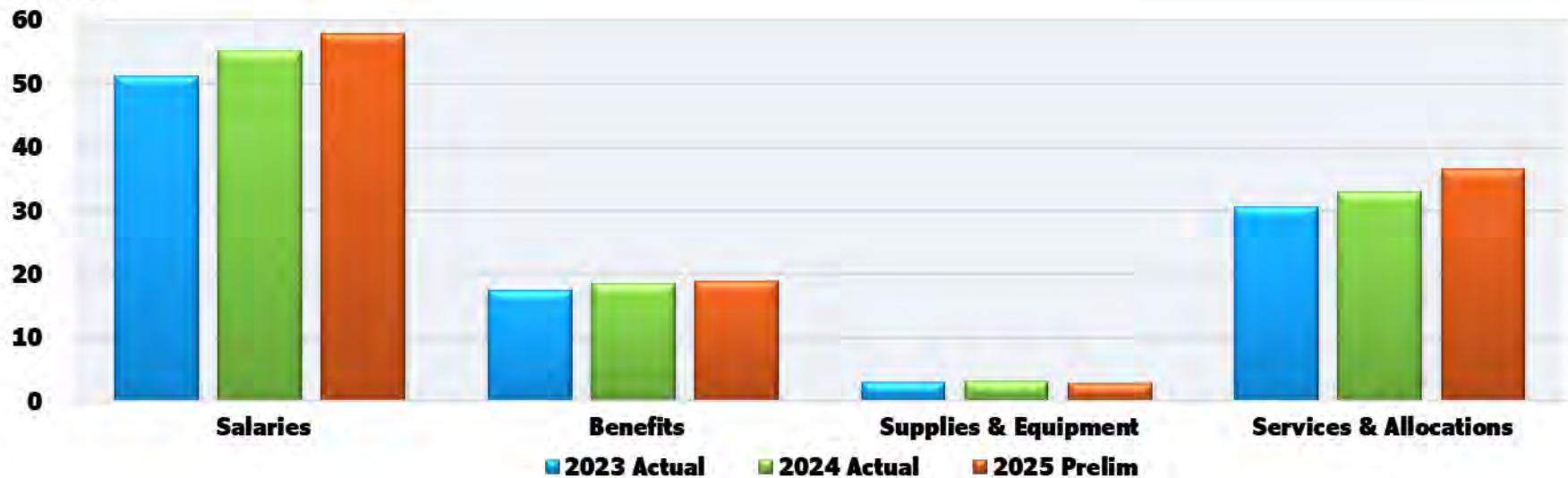


	2023 Actual	2024 Actual	2023-2024 % Change	2025 Prelim	2024-2025 % Change
Taxes	98,657,287	98,806,650	0.15%	105,932,602	7.21%
Licenses & Permits	7,478,371	8,297,564	10.95%	7,842,235	-5.49%
Intergovernmental	4,209,470	4,214,347	0.12%	3,656,879	-13.23%
Charges for Services	8,281,105	7,612,833	-8.07%	7,316,811	-3.89%
Fines & Forfeitures	823,389	1,410,389	71.29%	451,132	-68.01%
Interest & Misc	6,641,799	5,343,961	-19.54%	7,229,103	35.28%
Total	126,091,421	125,685,744	-0.32%	132,428,763	5.36%

GENERAL FUND SPENDING BY CLASSIFICATION COMPARISON

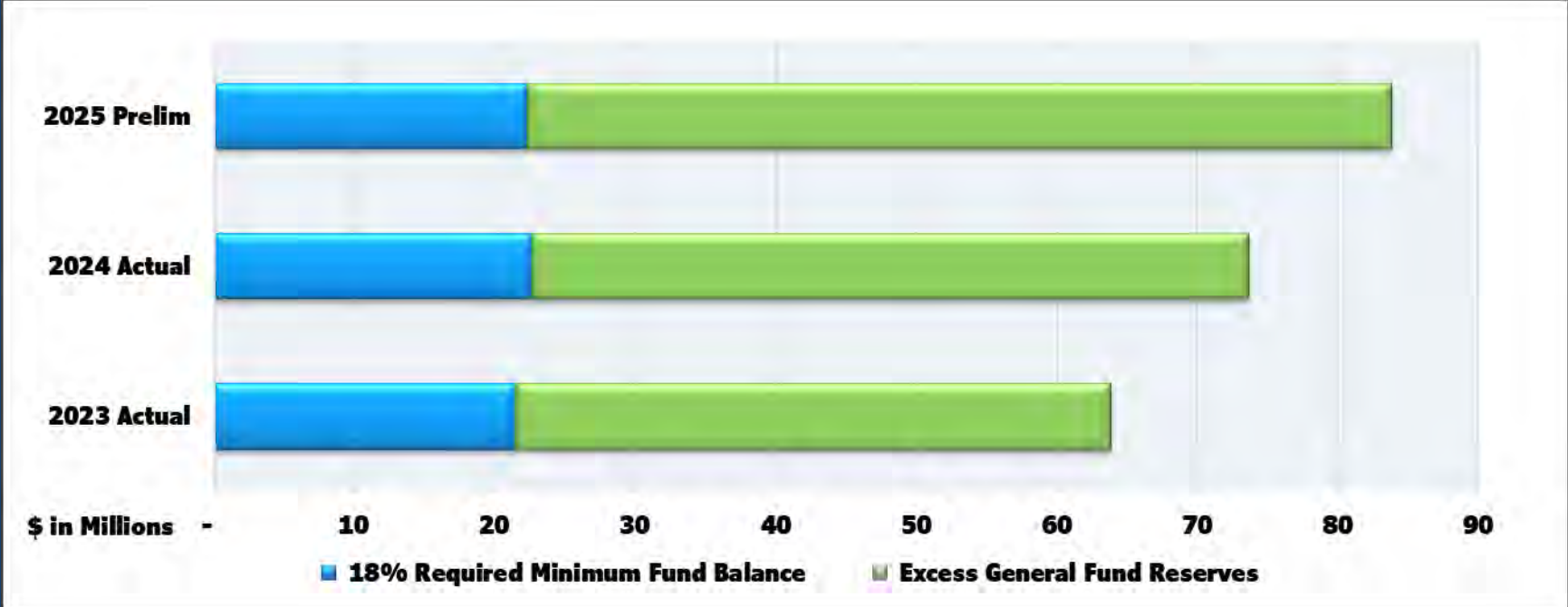
(excludes transfers out to other funds)

\$ in Millions



	2023 Actual	2024 Actual	2023-2024 % Change	2025 Prelim	2024-2025 % Change
Salaries	51,292,986	55,246,381	7.71%	57,873,646	4.76%
Benefits	17,391,611	18,602,602	6.96%	18,912,585	1.67%
Supplies & Equipment	2,930,126	3,140,463	7.18%	2,886,901	-8.07%
Services & Allocations	30,651,858	32,932,171	7.44%	36,551,630	10.99%
Total	102,266,581	109,921,617	7.49%	116,224,762	5.73%

GENERAL FUND ENDING FUND BALANCE



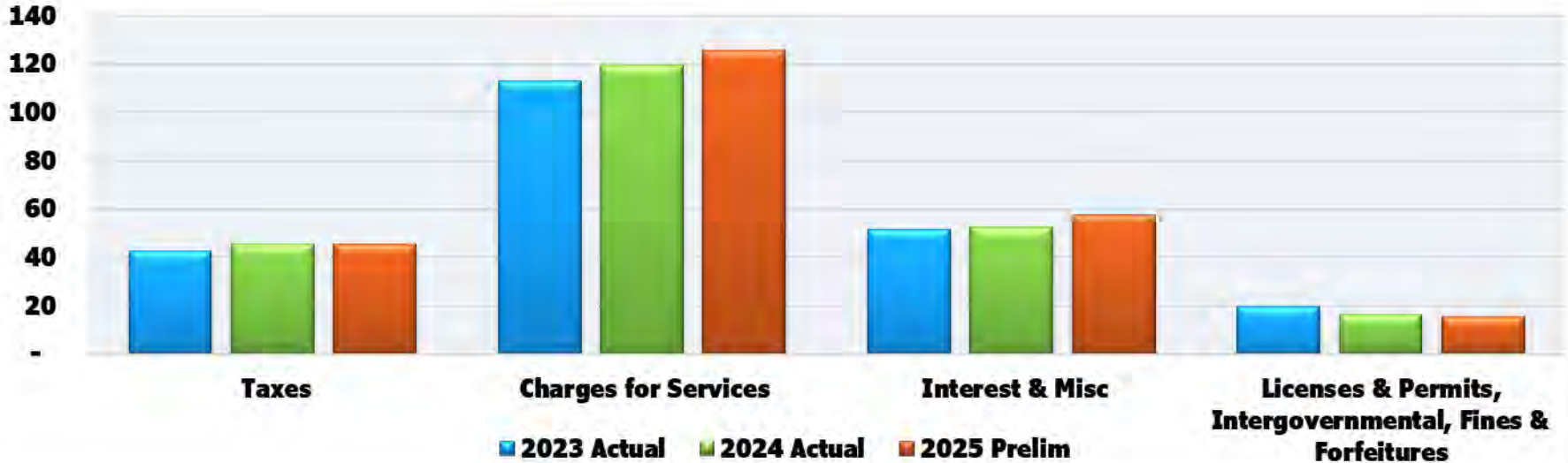
	2023 Actual	2024 Actual	2025 Prelim
18% Required Minimum Fund Balance	21,471,707	22,624,479	22,293,741
Excess General Fund Reserves	42,424,661	51,055,323	61,570,936
Total General Fund Reserves	63,896,368	73,679,802	83,864,677

ALL OTHER FUNDS

ALL OTHER FUND REVENUE COMPARISON

(excludes transfers in from other funds)

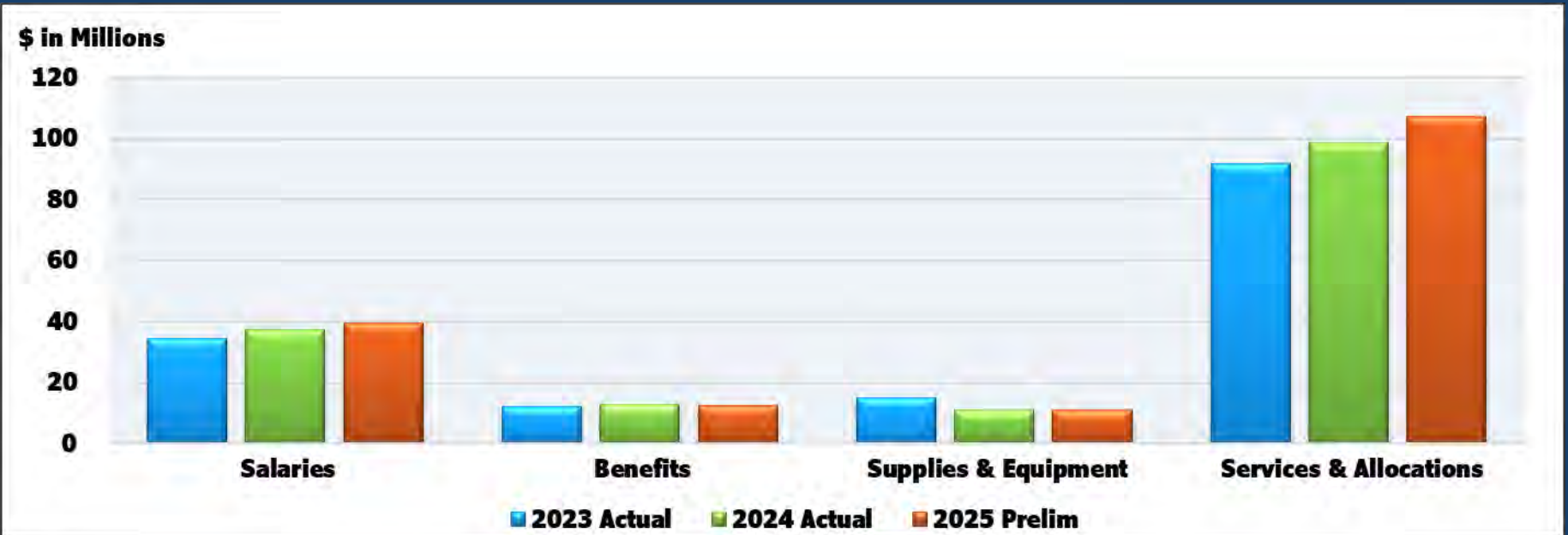
\$ in Millions



	2023 Actual	2024 Actual	2023-2024 % Change	2025 Prelim	2024-2025 % Change
Taxes	42,577,068	45,562,407	7.01%	45,466,552	-0.21%
Licenses & Permits	551,429	544,483	-1.26%	641,484	17.82%
Intergovernmental	12,957,175	8,129,986	-37.25%	7,668,712	-5.67%
Charges for Services	113,166,438	119,522,101	5.62%	125,467,553	4.97%
Fines & Forfeitures	6,010,012	7,793,744	29.68%	7,065,035	-9.35%
Interest & Misc	51,467,502	52,470,731	1.95%	57,895,097	10.34%
Total	226,729,625	234,023,450	3.22%	244,204,433	4.35%

ALL OTHER FUND SPENDING BY CLASSIFICATION COMPARISON

(excludes transfers out to other funds)

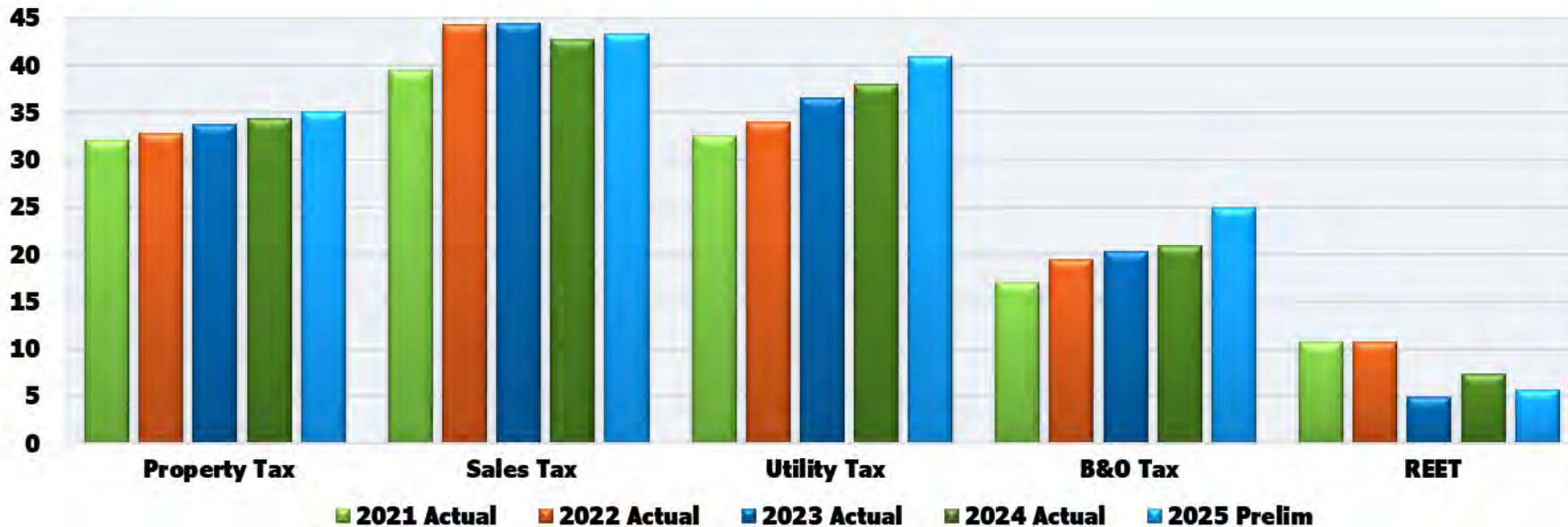


	2023 Actual	2024 Actual	2023-2024 % Change	2025 Prelim	2024-2025 % Change
Salaries	34,606,019	37,231,053	7.59%	39,566,850	6.27%
Benefits	12,241,565	12,687,265	3.64%	12,572,549	-0.90%
Supplies & Equipment	15,045,794	10,858,160	-27.83%	10,891,748	0.31%
Services & Allocations	91,771,997	98,662,027	7.51%	107,185,093	8.64%
Total	153,665,374	159,438,504	3.76%	170,216,240	6.76%

CITY-WIDE REVENUES

TAX REVENUE

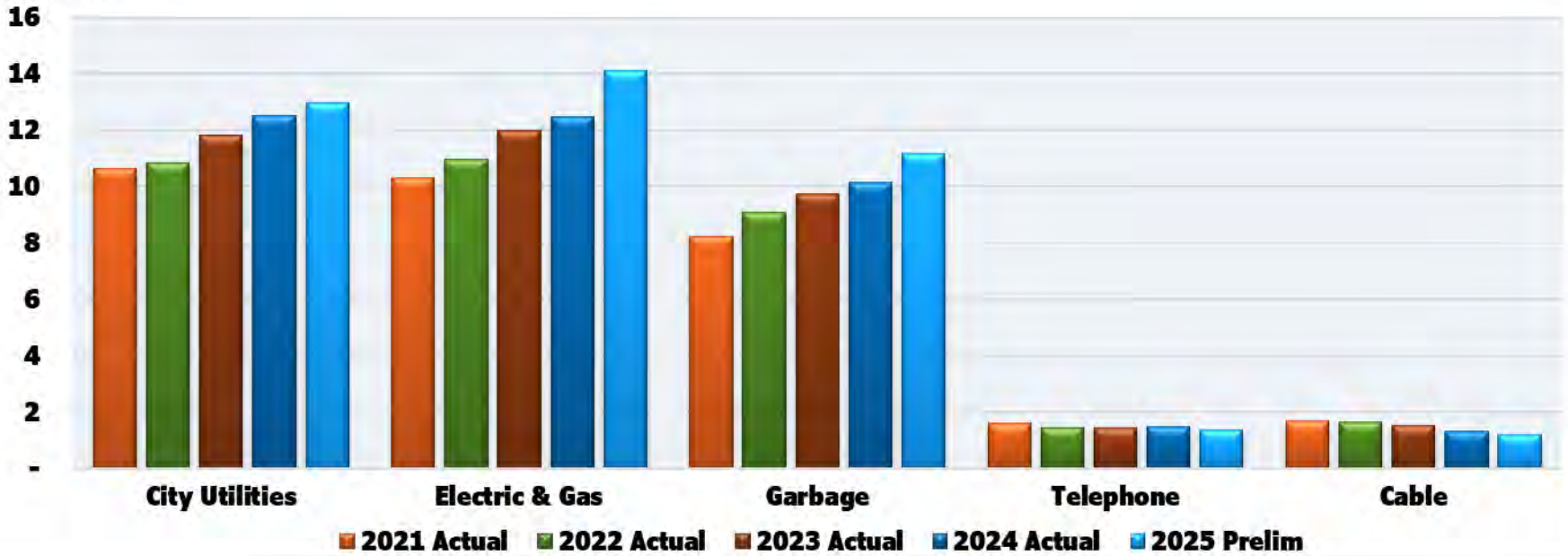
\$ in Millions



	2021 Actual	2022 Actual	2023 Actual	2024 Actual	2025 Prelim
Property Tax	32,052,959	32,835,026	33,795,228	34,422,906	35,060,804
Sales Tax	39,421,660	44,331,323	44,480,040	42,691,964	43,365,545
Utility Tax	32,515,785	34,058,671	36,555,880	37,965,010	40,889,308
B&O Tax	17,060,649	19,517,633	20,367,679	20,870,149	24,958,953
REET	10,694,081	10,723,724	4,867,134	7,326,519	5,699,946
Total	131,745,135	141,466,378	140,065,962	143,276,549	149,974,556

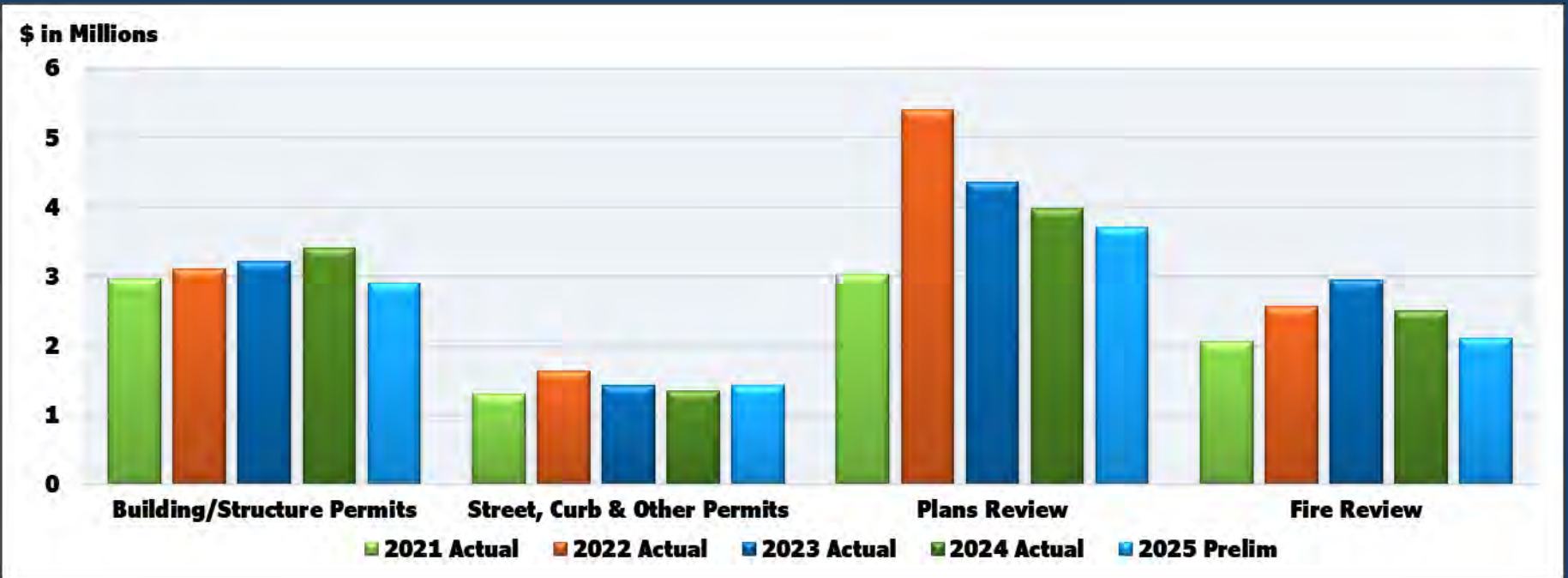
UTILITY TAX REVENUE

\$ in Millions



	2021 Actual	2022 Actual	2023 Actual	2024 Actual	2025 Prelim
City Utilities	10,650,445	10,858,085	11,845,361	12,509,982	12,992,361
Electric & Gas	10,303,133	10,990,466	11,989,134	12,475,893	14,134,944
Garbage	8,234,018	9,102,337	9,752,574	10,167,458	11,167,295
Telephone	1,635,780	1,461,325	1,444,701	1,487,562	1,385,900
Cable	1,692,408	1,646,457	1,524,110	1,324,115	1,208,808
Total	32,515,785	34,058,671	36,555,880	37,965,010	40,889,308

PERMIT & PLANS REVIEW REVENUE



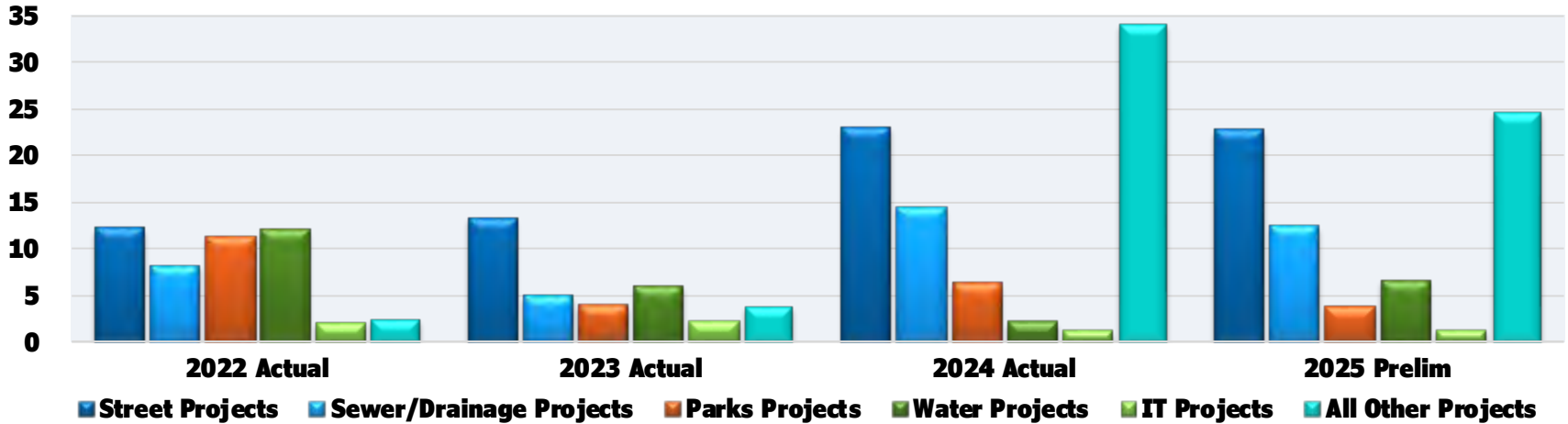
	2021 Actual	2022 Actual	2023 Actual	2024 Actual	2025 Prelim
Building/Structure Permits	2,958,132	3,104,762	3,216,154	3,407,873	2,901,861
Street, Curb & Other Permits	1,304,400	1,639,235	1,429,234	1,355,019	1,435,945
Plans Review	3,035,504	5,400,280	4,360,795	3,971,043	3,714,216
Fire Review	2,066,102	2,569,387	2,956,231	2,505,215	2,108,231
Total	9,364,139	12,713,663	11,962,413	11,239,151	10,160,252

▶ CAPITAL

CAPITAL SPENDING BY CLASSIFICATION

(excludes transfers)

\$ in Millions



Top 10 Project Spend	2022 Spend	Top 10 Project Spend	2023 Spend	Top 10 Project Spend	2024 Spend	Top 10 Project Spend	2025 Prelim
2022 Contracted Overlays	4,292,757	2022 Watermain Replacement	1,256,382	2024 Pavement Preservation	3,571,937	2024 Watermain Replacement	2,392,535
Six Million Gallon Reservoir Recoating	3,224,177	2023 Pavement Preservation	2,235,850	224/228 (94th -104th)	2,677,561	2025 Pavement Preservation	3,311,352
Downey Farmstead	3,537,599	2021-2023 Pedestrian/Bicycle Safety	960,570	Administrative Services Building	11,413,986	224/228 (94th -104th)	6,164,761
Downtown Place Making-Kherson	1,386,619	240th Hogan Park Sidewalks	1,183,573	East Hill Operations Improvements	20,119,105	81st Avenue South Pump Station	2,224,843
Parks Land Acquisition	7,241,478	East Hill Operations Improvements	2,064,111	East Valley Highway (S 212th -S 196th)	2,902,281	Administrative Services Building	2,006,417
Police Buildings	1,121,493	Jenkins Creek Bridge	1,628,943	Mill Creek Rehabilitation	4,263,007	East Hill Operations Improvements	21,105,627
Residential Street Contracted	2,807,473	Morrill Meadows Expansion Phase 2	1,429,928	Mill Creek @ 76th Flood Protection	10,408,701	Linda Heights Pump Station	3,306,328
Rock Creek Mitigation Projects	3,949,507	North 76th Avenue	4,222,525	Reith Road Roundabout	3,763,513	Meeker Street-Kent Elementary	2,854,349
South 212th (City Limits-GRB)	1,422,983	Washington Avenue South Pump Station	1,102,417	Springwood Park Renovation	1,896,321	Mill Creek @ 76th Flood Protection	5,176,205
West Hill Reservoir	3,068,082	West Hill Reservoir	1,085,022	Washington Avenue South Pump Station	3,549,346	Willis Street Improvements	2,153,441
Total of Top 10	32,052,168	Total of Top 10	17,169,321	Total of Top 10	64,565,759	Total of Top 10	50,695,857
Top 10 as % of Total Spend	66.5%	Top 10 as % of Total Spend	50.3%	Top 10 as % of Total Spend	79.4%	Top 10 as % of Total Spend	70.9%
Total 2021 Project Spend	48,219,594	Total 2022 Project Spend	34,165,568	Total 2023 Project Spend	81,307,751	Total 2024 Project Spend	71,495,205

▶ BONDS

2026 LTGO BONDS

Ordinance Authorizing LTGO and Refunding Bonds – September 2, 2025



Preliminary Official Statement – December to February



Presentation to S&P Global for bond rating review – March 5, 2026



Bond Pricing – March 25, 2026



Bond Closing and Delivery of Proceeds – April 8, 2026

FINAL SALE RESULTS

Order Monitor as of 9:30 am PT				
Maturity	No. of Bonds (\$000s)	Orders (\$000's)	Balances (\$000's)	Subscriptions
12/1/2026	1,450	950	500	0.66 x
12/1/2027	1,155	1,450	(295)	1.26 x
12/1/2028	1,210	655	555	0.54 x
12/1/2029	1,275	3,365	(2,090)	2.64 x
12/1/2030	1,335	4,460	(3,125)	3.34 x
12/1/2031	1,405	3,875	(2,470)	2.76 x
12/1/2032	1,475	2,730	(1,255)	1.85 x
12/1/2033	1,550	3,770	(2,220)	2.43 x
12/1/2034	1,625	4,570	(2,945)	2.81 x
12/1/2035	1,705	1,925	(220)	1.13 x
12/1/2036	1,790	2,890	(1,100)	1.61 x
12/1/2037	1,885	3,990	(2,105)	2.12 x
12/1/2038	1,975	3,950	(1,975)	2.00 x
12/1/2039	2,075	7,055	(4,980)	3.40 x
12/1/2040	2,175	6,525	(4,350)	3.00 x
12/1/2041	2,285	4,865	(2,580)	2.13 x
12/1/2042	2,400	7,315	(4,915)	3.05 x
12/1/2043	2,520	7,665	(5,145)	3.04 x
12/1/2044	2,645	13,225	(10,580)	5.00 x
12/1/2045	2,780	14,925	(12,145)	5.37 x
12/1/2046	2,915	21,110	(18,195)	7.24 x
12/1/2051	16,935	234,155	(217,220)	13.83 x
12/1/2056	21,720	300,390	(278,670)	13.83 x
12/1/2062	10,735	73,210	(62,475)	6.82 x
Total	89,020	729,020	(640,000)	

True Interest Cost for the Bonds		
Pre-Pricing	Final	Change
Call		
4.748%	4.693%	↓ -0.055%

Total Debt Service for the Bonds		
Pre-Pricing	Final	Change
Call		
\$185,610,550	\$182,488,562	↓ -\$3,121,988

2026 LTGO BONDS

Bond Issuance

	New Money	Refunded Money	Total Issuance
Par Amount	\$53,165,000	\$35,390,000	\$88,555,000
Average Annual Debt Service	\$3,505,000	\$2,122,000	\$5,627,000
True Interest Cost	4.60%	4.81%	4.69%

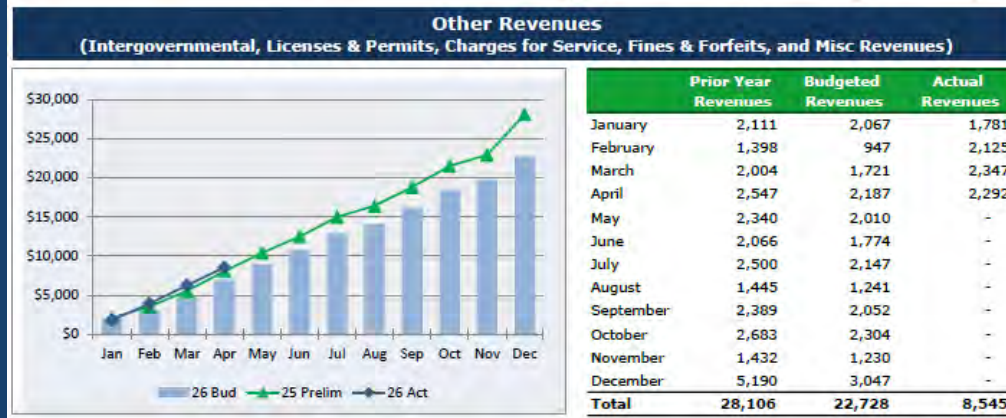
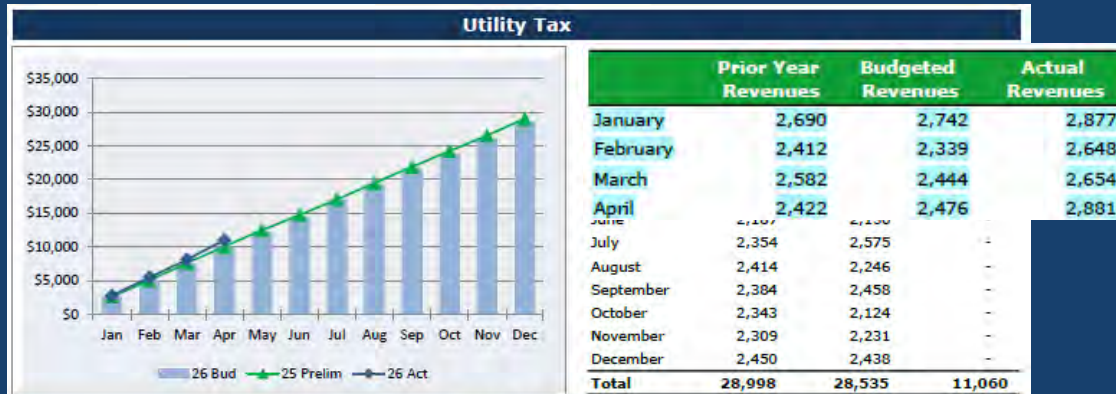
- Interest rates of 5.00% to 5.25%
- Refunded PFD bonds maturing 2026-2035 bonds totaling \$36,205,000 with an annual average debt service payment of \$4,577,000
- Not refunded were the 2036-2037 PFD bonds totaling \$7,030,000 with an interest rate of 3%

APRIL 2026 MONTHLY FINANCIAL REPORT

GENERAL FUND REVENUES (\$ in Thousands) (page 3)



GENERAL FUND REVENUES (\$ in Thousands) (page 4)



GENERAL FUND YEAR-TO-YEAR MONTHLY COMPARISON (page 7)

	2024 thru April	2025 thru April	2026 thru April	2026-2025 Variance	% of Budget
Revenues					

	2024 thru April	2025 thru April	2026 thru April	2026-2025 Variance	% of Budget	
Property	7,331,743	7,490,602	7,056,331	(434,271)	-5.8%	41.7%
Intergovernmental Revenue	896,097	1,047,962	966,022	(81,940)	-7.8%	30.1%
Licenses and Permits	2,994,904	2,510,999	2,629,221	118,221	4.7%	33.5%
Intergovernmental Revenue	896,097	1,047,962	966,022	(81,940)	-7.8%	30.1%
Charges for Services	2,589,205	3,025,751	2,570,370	(455,381)	-15.1%	34.7%
Fines and Forfeitures	417,155	(200,609)	352,164	552,772	-275.5%	37.1%
Miscellaneous Revenue	1,456,829	1,676,162	2,027,466	351,304	21.0%	49.7%
Transfers In	-	-	-	-	-	-
Total Revenues	40,285,322	41,527,928	44,027,471	2,499,544	6.0%	34.1%

Expenditures

City Council	136,968	158,930	164,990	6,060	3.8%	32.2%
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	2024 thru April	2025 thru April	2026 thru April	2026-2025 Variance	% of Budget	
Fire Contracted Services	1,083,605	719,893	1,391,390	671,497	93.3%	35.9%
Human Resources	530,777	600,477	724,410	113,933	19.0%	20.0%
Law	536,009	658,695	587,520	(71,175)	-10.8%	25.5%
Municipal Court	1,400,911	1,416,806	1,533,713	116,907	8.3%	31.8%
Parks, Recreation & Comm Svcs	7,044,235	7,587,210	7,779,418	192,208	2.5%	30.0%
Police	19,286,236	19,627,532	20,892,741	1,265,208	6.4%	31.8%
Non-Departmental	294,850	282,998	338,793	55,795	19.7%	4.4%
Total Expenditures	35,203,096	36,197,878	38,417,217	2,219,338	6.1%	29.0%

OTHER FUNDS OVERVIEW— YEAR-TO-YEAR COMPARISON (page 12)

	2024 thru April	2025 thru April	2026 thru April	2026-2025 Variance	
Operating revenues and expenditures only; capital and non-capital projects are excluded.					
Special Revenue Funds					
Street Fund					
Revenues	5,193,932	5,747,678	6,765,525	1,017,847	17.7%
Expenditures	3,951,480	4,189,521	4,729,744	540,223	12.9%
Net Revenues Less Expenditures	1,242,451	1,558,157	2,035,781		

	2024 thru April	2025 thru April	2026 thru April	2026-2025 Variance	
Lodging Tax					
Revenues	65,894	63,916	61,523	(2,392)	-3.7%
Expenditures	165,751	134,558	175,944	41,387	30.8%
Net Revenues Less Expenditures	(99,857)	(70,642)	(114,421)		

Youth/Teen Programs					
Revenues	415,114	456,655	507,538	50,883	11.1%
Expenditures	2,250	2,110	1,783	(327)	-15.5%
Net Revenues Less Expenditures	412,864	454,545	505,754		
Capital Resources					
Revenues	11,405,494	10,806,277	11,050,667	244,390	2.3%
Expenditures	739,427	813,035	721,741	(91,294)	-11.2%
Net Revenues Less Expenditures	10,666,067	9,993,242	10,328,926		
Criminal Justice					
Revenues	4,558,811	5,406,383	5,017,431	(388,952)	-7.2%
Expenditures	3,645,902	4,093,951	4,282,476	188,525	4.6%
Net Revenues Less Expenditures	912,909	1,312,432	734,955		
Human Services					
Revenues	1,289,176	1,313,290	1,415,130	101,840	7.8%
Expenditures	247,219	397,306	468,389	71,083	17.9%
Net Revenues Less Expenditures	1,041,957	915,984	946,741		
ShowWare Operating					
Revenues	-	-	-	-	
Expenditures	52,324	293,628	549,529	255,901	87.2%
Net Revenues Less Expenditures	(52,324)	(293,628)	(549,529)		
Impact Fee Fund					
Revenues	1,526,324	532,908	772,981	240,073	45.0%
Expenditures	1,072,394	513,108	760,092	246,984	48.1%
Net Revenues Less Expenditures	453,930	19,800	12,889		
Other Operating					
Revenues	-	-	-	-	
Expenditures	10,140	4,150	15,850	11,700	281.9%
Net Revenues Less Expenditures	(10,140)	(4,150)	(15,850)		

Combines several small programs, including City Art Program and Neighborhood Matching Grants

OTHER FUNDS OVERVIEW– YEAR-TO-YEAR COMPARISON (page 13)

	2024 thru April	2025 thru April	2026 thru April	2026-2025 Variance	
Operating revenues and expenditures only; capital and non-capital projects are excluded.					
Debt Service Funds					
Councilmanic Debt Service					
Revenues	-	-	-	-	-
Expenditures	-	-	-	-	-
Net Revenues Less Expenditures	-	-	-	-	-
Debt service payments are generally due in June and December.					
Special Assessments Debt Service					
Revenues	59,559	13,773	6,512	(7,261)	-52.7%
Expenditures	-	-	-	-	-
Net Revenues Less Expenditures	59,559	13,773	6,512	-	-
Enterprise Funds					
Water Utility					
Revenues	10,055,645	10,893,952	9,862,663	(1,031,289)	-9.5%
Expenditures	7,716,544	8,462,016	6,080,373	(2,381,643)	-28.1%
Net Revenues Less Expenditures	2,339,101	2,431,936	3,782,290	-	-
Sewer Utility					
Revenues	13,541,153	13,807,183	14,543,147	735,964	5.3%
Expenditures	12,015,906	12,657,019	13,244,901	587,882	4.6%
Net Revenues Less Expenditures	1,525,248	1,150,164	1,298,246	-	-
Drainage Utility					
Revenues	8,361,658	10,345,184	10,436,144	189,660	1.8%
Expenditures	7,851,100	9,194,920	8,837,900	(1,356,920)	-14.7%
Net Revenues Less Expenditures	510,558	1,150,264	1,598,244	-	-

	2024 thru April	2025 thru April	2026 thru April	2026-2025 Variance	
Solid Waste Utility					
Revenues	302,697	339,341	400,011	60,670	17.9%
Expenditures	364,555	439,158	471,857	32,699	7.4%
Net Revenues Less Expenditures	(61,858)	(99,817)	(71,846)	-	-

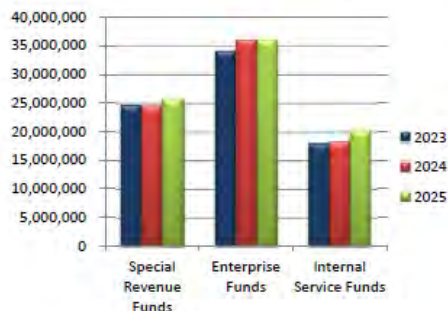
Net Revenues Less Expenditures	(167,784)	(122,616)	(206,055)	-	-
Internal Service Funds					
Fleet Services					
Revenues	2,546,658	2,443,796	2,633,433	189,637	7.8%
Expenditures	2,089,677	2,293,302	2,537,945	244,643	10.7%
Net Revenues Less Expenditures	456,981	150,494	95,488	-	-
Central Services					
Revenues	98,878	91,759	94,169	2,410	2.6%
Expenditures	91,554	91,708	90,406	(1,302)	-1.4%
Net Revenues Less Expenditures	7,323	51	3,762	-	-
Information Technology					
Revenues	3,613,871	4,025,286	4,716,543	691,257	17.2%
Expenditures	4,360,606	4,664,266	4,833,767	169,502	3.6%
Net Revenues Less Expenditures	(746,735)	(638,979)	(117,224)	-	-

OTHER FUNDS OVERVIEW- YEAR-TO-YEAR COMPARISON (page 14)

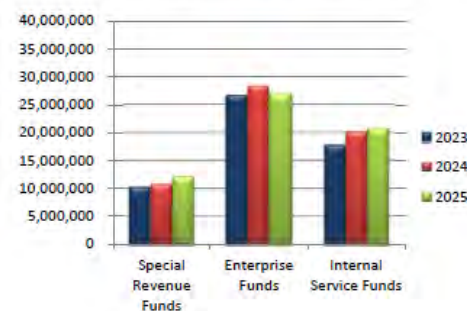
	2024 thru April	2025 thru April	2026 thru April	2026-2025 Variance	
Operating revenues and expenditures only; capital and non-capital projects are excluded.					
Facilities					
Revenues	2,280,843	2,398,915	2,929,285	530,370	22.1%
Expenditures	1,872,917	2,049,196	2,158,800	109,604	5.3%
Net Revenues Less Expenditures	407,925	349,718	770,485		
Unemployment					
Revenues	71,111	71,241	73,033	1,792	2.5%
Expenditures	43,841	73,567	91,772	18,205	24.7%

	2024 thru April	2025 thru April	2026 thru April	2026-2025 Variance	
Employee Health & Wellness					
Revenues	5,929,760	5,241,484	5,633,473	391,988	7.5%
Expenditures	5,313,799	6,466,411	6,475,198	8,787	0.1%
Net Revenues Less Expenditures	615,961	(1,224,927)	(841,725)		
Expenditures	5,313,799	6,466,411	6,475,198	8,787	0.1%
Net Revenues Less Expenditures	615,961	(1,224,927)	(841,725)		
Liability Insurance					
Revenues	2,030,535	2,359,646	2,430,649	71,003	3.0%
Expenditures	2,607,327	3,035,941	3,049,253	13,312	0.4%
Net Revenues Less Expenditures	(576,792)	(676,294)	(618,604)		
Property Insurance					
Revenues	489,868	497,442	440,682	(56,760)	-11.4%
Expenditures	555,652	573,199	547,656	(25,543)	-4.5%
Net Revenues Less Expenditures	(65,785)	(75,757)	(106,974)		

Other Fund Revenues thru April



Other Fund Expenditures thru April



▶ QUESTIONS?