

PORT OF BREMERTON
Celebrating 100 Years
1913-2013

BUDGET

2013



www.portofbremerton.org • (360) 674-2381



**EXECUTIVE SUMMARY
2013 FINAL Budget**

INCOME

Tax Levy - General	\$ 3,082,767
Tax Levy - GO Bond Payment	\$ 324,443
Facility Revenues	\$ 3,489,520
Interest Revenues	\$ 23,100
Miscellaneous Income	\$ 75,000
Non-Operating Income	\$ 50,000
Timber Revenue - Wedge and Airport Side	\$ 34,765
Bonds/Grants	\$ 1,981,039
Total Income	\$ 9,060,634

EXPENSES*

	Maintenance & Operation	Capital	Total
Airport	\$ 994,751	\$ 1,367,826	\$ 2,362,577
Airport-Industrial Park	\$ 926,558	\$ 279,974	\$ 1,206,532
Business Park	\$ 367,849	\$ -	\$ 367,849
Harbor	\$ 2,437,283	\$ 1,038,500	\$ 3,475,783
General	\$ 755,652	\$ 65,310	\$ 820,962
Reserves - Seabeck			\$ 50,000
Reserves - Chico			\$ 10,000
Non-Operating			\$ 50,000
Funds Transfer to Reserves			\$ 225,000
Funds Transfer to Contingency			\$ 25,000
Bonds/Loans Payments			\$ 466,930
	\$ 5,482,093	\$ 2,751,610	\$ 9,060,634



FINAL Operating Budget and
Capital Improvement Plan
2013

November 13, 2012

2013 Final Budget

- ❑ **A Balanced Budget.**
- ❑ **Zero Based Budgeting – justify the need.**
- ❑ **Selected Capital Projects.**
- ❑ **Minimal inflationary factor for general and routine costs.**



2013 Final Budget

- ❑ **Does Not Includes a 1% increase in the General Tax levy as allowed by state law.**
- ❑ **Previous Banked Taxes have been removed from the 2013 budget.**





PORT OF BREMERTON EXECUTIVE SUMMARY 2013 Final Budget

INCOME

Tax Levy - General	\$ 3,082,767
Tax Levy - GO Bond Payment	\$ 324,443
Facility Revenues	\$ 3,489,520
Interest Revenues	\$ 23,100
Non-Operating Income	\$ 50,000
Miscellaneous Receipts	\$ 75,000
Timber Revenue	\$ 34,765
Bonds/Grants	<u>\$ 1,981,039</u>
Total Income	\$ 9,060,634



**PORT OF BREMERTON
EXECUTIVE SUMMARY
2013 Final Budget
Page 2**

EXPENDITURES

	<u>Maintenance & Operation</u>	<u>Capital</u>	<u>Total</u>
Airport	\$ 994,751	\$ 1,367,826	\$ 2,362,577
Airport-Industrial Park	\$ 926,558	\$ 279,974	\$ 1,206,532
Business Park	\$ 367,849	\$ 0	\$ 367,849
Harbor	\$ 2,437,283	\$ 1,038,500	\$ 3,475,783
General	\$ 755,652	\$ 65,310	\$ 820,962
Reserves - Seabeck			\$ 50,000
Reserves - Chico			10,000
Non-Operating			\$ 50,000
Funds Transfer to Reserves			\$ 225,000
Funds Transfer for Contingency			\$ 25,000
Bonds/Loans Payments			\$ 466,930
	<u>\$ 5,482,093</u>	<u>\$ 2,751,610</u>	<u>\$ 9,060,634</u>

* Expenses do not include depreciation.

2013 Final Budget

Reserves (Assigned Funds) to be Funded through the 2013 Budget

- ❑ 2013 Increase in Assigned Funds \$225,000
 - ❑ Replenish 1/3 of Assigned General Funds from 2010 which were used to pay off balance of promissory note on marina residence, plus interest saved on early payoff 93,787
 - ❑ Establish Assigned Transit Fund from Proceeds Received on A-Float Payment 100,000
-



2013 Final Budget

Reserves (Assigned Funds) to be Funded through the 2013 Budget

- | | |
|---|--------|
| <input type="checkbox"/> Establish Assigned Fund for future Seabeck Capital Project | 50,000 |
| <input type="checkbox"/> Establish Assigned Fund for future Chico Capital Project | 10,000 |
| <input type="checkbox"/> Contingency Fund | 25,000 |

\$503,787



2013 Final Budget

2013 Capital Project Funding

- ❑ **Source of Funds for \$2,834,610 in Capital Projects for 2013 are:**
 - ❑ **\$ 1,157,021 in Grant funds (42%)**
 - ❑ **\$ 111,000 in Water System Fund (4%)**
 - ❑ **\$ 770,571 in Port Cash (28%)**
 - ❑ **\$ 613,500 from 2009 Bond Proceeds (22%)**
 - ❑ **\$ 99,518 Other (4%)**

 - ❑ **Continue to look for project funds via grants, appropriations, bonds, loans and operational funds.**
-



2013 Final Budget

2013 Capital Project Removed from Final Budget

- ❑ **\$50,000 Cross SKIA Connector Industrial Pad Engineering**
 - ❑ **\$45,000 Total Business Development Opportunities**
 - ❑ **\$30,000 Total Energy Efficiency Upgrades**
 - ❑ **\$40,000 RV Park Study**
 - ❑ **\$82,000 Reinserted Overhead Crane Structure**
-



2013 Revenue Vulnerability

- ❑ **Empty Warehouse Facilities**
- ❑ **Leases may not be Renewed**
- ❑ **Tenant Financial Difficulties**

Budget Risk

- ❑ **Existing tenants default on lease.**
- ❑ **Revenue Projections for Property Rentals or Marina Moorage may not achieved.**
- ❑ **Unexpected major M & O requirements not known during the budget process.**



2013 Final Budget

Maximum Property Tax Rate

- ❑ The Port is permitted by law to levy up to 45 cents per \$1,000 of assessed valuation or general Port purposes.
- ❑ Washington State Law in Revised Code of Washington 84.55.010 has limited growth of regular property taxes to 1% per year, after adjustments for new construction.
- ❑ If the assessed valuation increases by more than 1% due to revaluation, the levy rate will be decreased.

	Assessed Valuation	General Tax Rates
2013	\$ 8,884,867,752	\$.3835
2012	\$ 9,252,295,752	\$.3647
2011	\$ 9,805,234,893	\$.3490
2010	\$10,183,324,803	\$.3295
2009	\$11,039,383,691	\$.2980
2008	\$11,152,989,919	\$.2871
2007	\$ 9,636,966,004	\$.3187



2013 Final Budget

Dependence on Property Taxes for Operations

2013	36%	2010	38%
2012	39%	2009	44%
2011	39%	2008	46%

- ▶ **Note: The lower the percentage, the more funds will be available to construct capital infrastructure and apply to other capital projects.**
-



▶ **End 2013 Final Budget**

