



METROPOLITAN PARK DISTRICT
OLYMPIA

OMPD PRELIMINARY BUDGET PREVIEW

**OMPD Advisory Committee Meeting
October 9, 2024**

ADVISORY COMMITTEE REVIEW (4.1.3)

“...The advisory committee shall be referred to as the OMPD Advisory Committee and provide an annual report to the City Council and OMPD Board regarding the City’s *compliance with the funding levels in (i.) through (iv.) in Section 4.1.1...*”

- *Interlocal Agreement between the City of Olympia and the Olympia Metropolitan Park District, Section 4.1.3*

OMPD INTERLOCAL AGREEMENT

- i. **11% of the City's General Fund revenues will be the baseline for allocating General Fund revenues to OPARD.**

The City presented the **2025 Preliminary Operating Budget on September 17** and will release the budget document on **October 28**

2025 Estimate \$7,372,226

APPENDIX D: ILA AGREEMENT WITH OMPD

Updated:	08/23/2024	Budget 2024	Estimate 2025	2025-2024 Variance	
Property Tax					
Property Tax		13,952,377	16,714,905	2,762,528	19.8 %
Sales Tax					
Local Retail Sales and Use Tax		28,000,000	28,000,000	—	— %
B&O Tax					
Business and Occupation Taxes		8,055,000	8,850,000	795,000	9.9 %
B&O Tax Refunds		0	0	0	0.0
Admissions Tax		219,000	260,000	41,000	18.7 %
	<i>Subtotal B&O Tax:</i>	8,274,000	9,110,000	836,000	10.1 %
Private Utility Tax					
Private B&O Taxes on Electric		2,913,000	3,100,000	187,000	6.4 %
Private B&O Taxes on Electric (0.5% for Parks & Bike)		323,667	344,444	20,777	6.4 %
Private B&O Taxes on Gas		871,000	760,000	(111,000)	(12.7)%
Private B&O Taxes on Gas (0.5% for Parks & Bike)		96,778	84,444	(12,334)	(12.7)%
Private B&O Taxes on Garbage		2,900	3,000	100	3.4 %
Private B&O Taxes on Telephone		996,000	940,000	(56,000)	(5.6)%
Private B&O Taxes on Telephone (0.5% for Parks & Bike)		110,667	104,444	(6,223)	(5.6)%
Private B&O Taxes on Telegraph		0	0	0	0.0
	<i>Subtotal Private Utility Tax:</i>	5,314,012	5,336,332	22,320	0.4 %
Public Utility Tax (City's Utilities)					
Other Government B&O Taxes on Water		5,000	5,500	500	10.0 %
Other Government B&O Taxes on Sewer		3,500	3,500	—	— %
Public or Interfund B&O Taxes on Garbage		1,725,000	1,850,000	125,000	7.2 %
Interfund B&O Taxes on Sewer		2,750,000	3,000,000	250,000	9.1 %
Public or Interfund B&O Taxes on Storm Drainage		819,000	950,000	131,000	16.0 %
Interfund B&O Taxes on Water		1,830,000	2,050,000	220,000	12.0 %
	<i>Subtotal Public Utility Tax (City's Utilities)</i>	7,132,500	7,859,000	726,500	10.2 %
	<i>Subtotal Total Utility Tax</i>	12,446,512	13,195,332	748,820	6.0 %
	Total Taxes to be considered:	62,672,889	67,020,237	4,347,348	6.9 %
	11% of the designated Taxes to be contributed to PARD:	6,894,018	7,372,226	478,208	6.9 %

OMPD INTERLOCAL AGREEMENT

2025-2030 Preliminary Capital Facilities Plan

Park Land Acquisition

Where is this project happening?

Various locations Citywide

Are there other CFP projects that impact this project?

N/A

Description

The 2022 Parks, Arts & Recreation Plan identified acquisition of additional areas for Community Parks, Neighborhood Parks, and Open Space as important steps to providing adequate park and recreation spaces for a growing Olympia. Land acquisition funds are also used for pre-purchase investigations, as well as minimal actions necessary to make the property safe for public access and to protect sensitive areas on the property.

To protect the City's negotiating position, it is not always possible or desirable to identify specific parcels to acquire for future parks in the CFP. Each parcel requires a willing seller and considerable negotiation to secure a purchase and sale agreement.

The 1 percent Non-Voted Utility Tax is used to purchase new park land. As stated in the Olympia Metropolitan Park District Interlocal Agreement, this tax will sunset by 0.5% in 2025 and the remaining 0.5% in 2029.

Debt Service

In 2019, the City issued Limited-Term General Obligation (LTGO) bonds to refinance \$14 million used to purchase park land and an additional \$2 million for future park land purchases and/or capital development. The \$14 million was used to purchase 132.89 acres known as LBA Woods, 69 acres known as Kaiser Woods, 1.61 acres known as West Bay Woods and 83 acres known as the Yelm Highway parcel. This effort was critical in helping the City achieve the goal of acquiring 500 new acres of park land.

The 2 percent Voted Utility Tax from the Parks and Pathways Funding Measure is used to pay the annual debt service payment.

Land Acq. Costs	2025	2026	2027	2028	2029	2030	Total
2020 Bond	\$1,012,263	\$1,005,763	\$1,008,013	\$1,008,513	\$1,007,263	\$1,009,263	\$6,051,078
Land Acquisition	1,077,640	544,208	549,650	555,147	560,698	0	\$3,287,343
Total	\$2,089,903	\$1,549,971	\$1,557,663	\$1,563,660	\$1,567,961	\$1,009,263	\$9,338,421

Land Acq. Funding	2025	2026	2027	2028	2029	2030	Total
Voted Utility Tax	\$1,012,263	\$1,005,763	\$1,008,013	\$1,008,513	\$1,007,263	\$1,009,263	\$6,051,078
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ii. 2% Voted Utility Tax Revenues

- Park land acquisition and maintain/develop those properties
- Committed to annual \$1M debt service payment (20-Year \$16M land acquisition bond)
- \$470,000 to the Operating Budget for Park Maintenance

Note: *Bond payments are budgeted in the operating budget*

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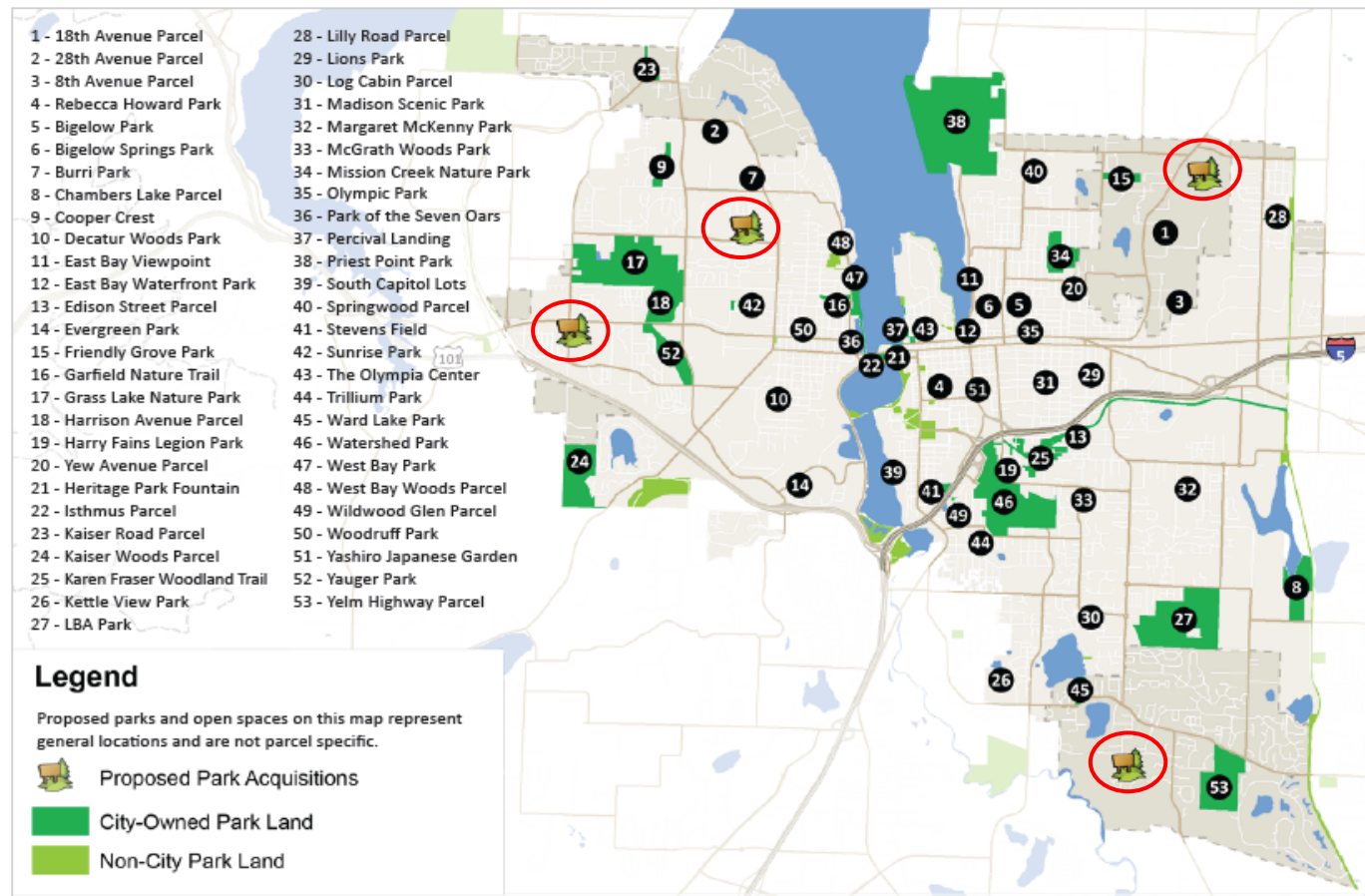
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Total	\$2,089,903	\$1,549,971	\$1,557,663	\$1,563,660	\$1,567,961	\$1,009,263	\$9,338,421

- ii. **1/2% Non-Voted Utility Tax (NVUT) revenues**
 - Park land acquisition and maintain/develop those properties
 - Sunsets Dec. 31, 2029

- iii/iv. **1/2% NVUT revenues or allocate first \$500,000 of year-end funds**
 - Emphasis on park land acquisition
 - Sunsets Dec. 31, 2025

LAND ACQUISITION - AREAS OF NEED

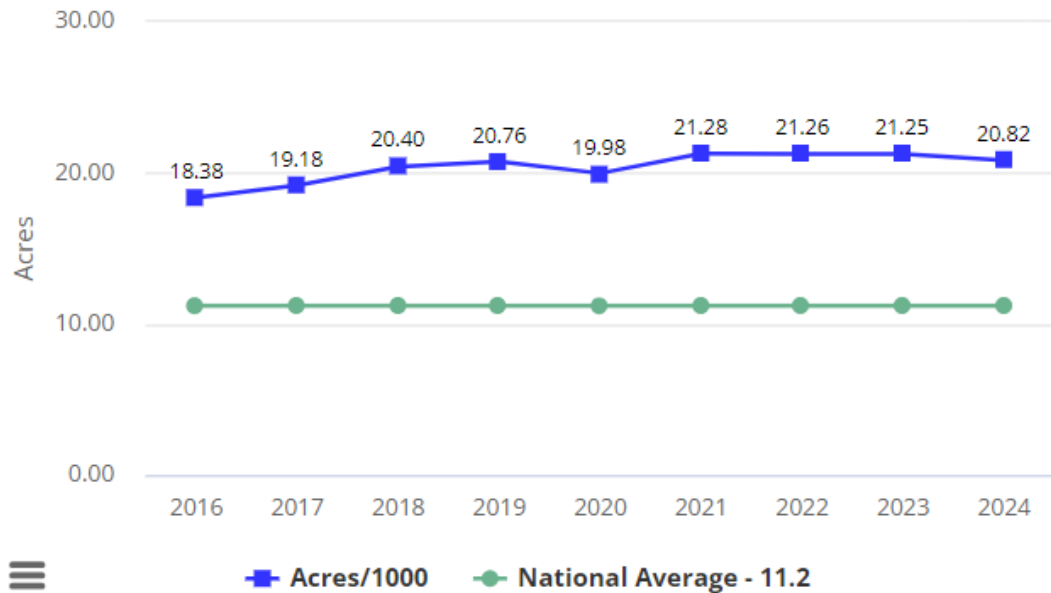
Map 6.1 - Existing and Proposed Parks and Open Spaces



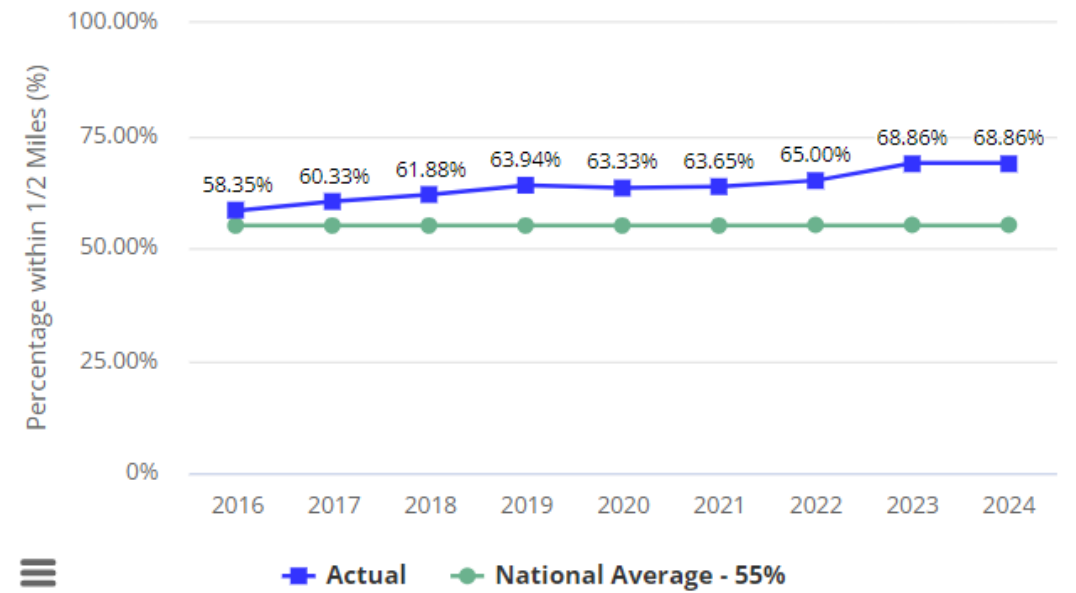
- Based on 2022 Parks, Arts and Recreation Plan
- Need for 4 neighborhood parks to help achieve the goal of having a park within a 1/2 mile of all residences

LAND ACQUISITION - PERFORMANCE METRICS

Acres of Park Land per 1,000 Residents



Percentage of Land in Olympia Within ½ Mile of a Park or Open Space



OMPD INTERLOCAL AGREEMENT

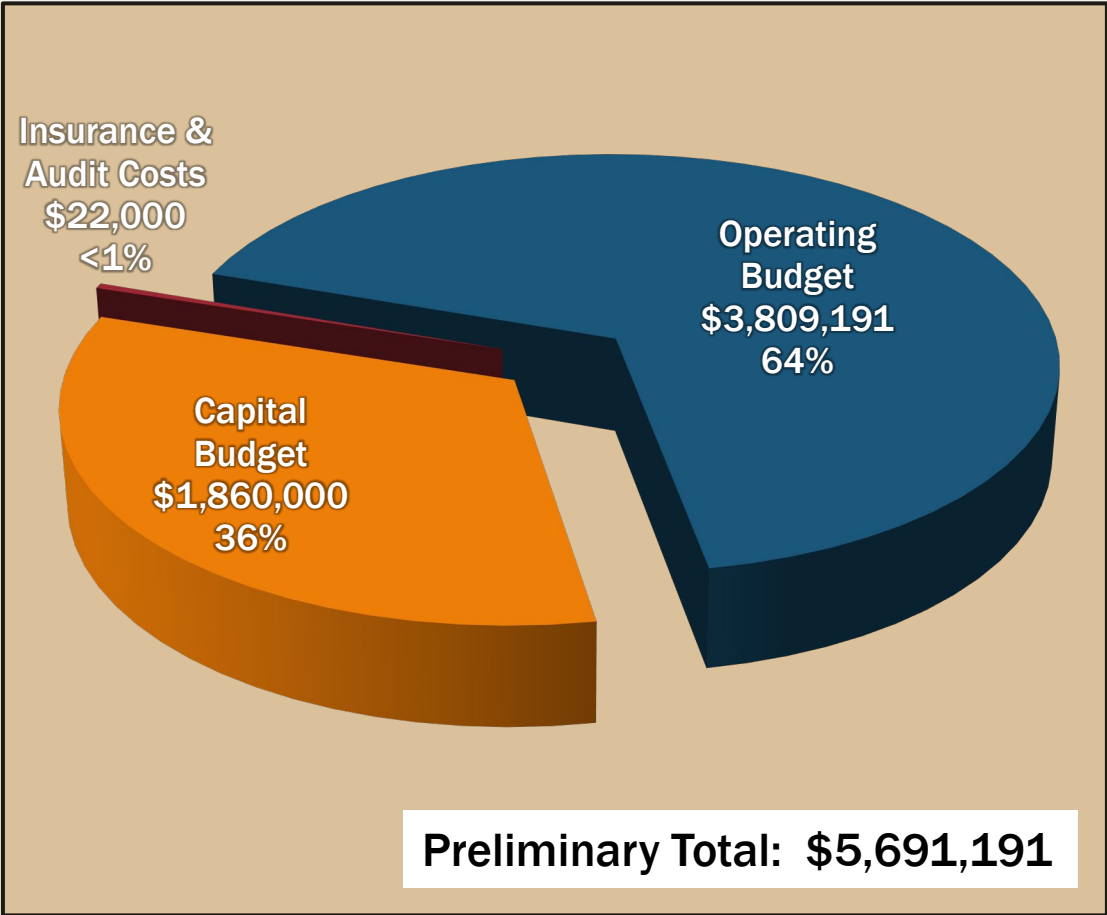
2025 Preliminary – Use of Utility Tax

	Voted Utility Tax	Non-Voted Utility Tax
Debt Service (land acquisition)*	\$1,012,263	
Land Acquisition**		\$1,077,640
Appraisals/SSPs	\$52,000	
Sidewalks/Pathways	\$25,000	
Park Maintenance*	\$470,000	
Total	\$1,559,263	\$1,077,640

* In Operating Budget

** Not budgeted in CFP. Held in Parks account for Acquisition

2025 PRELIM OMPD BUDGET



2025 PRELIM OMPD OPERATING BUDGET

Parks Maintenance	\$2,218,406
Park Stewardship/Ranger Program	\$942,203
Planning & Design	\$203,688
Arts Program & Maintenance	\$91,822
Armory	\$318,295
	<u>\$34,778</u>
Total:	\$3,809,191

2025 PRELIM OMPD CAPITAL ALLOCATION

Capital Asset Management Program (CAMP)	\$750,000
Armory Creative Campus Design	\$250,000
Percival Landing	\$160,000
Maintenance Reserve - \$150,000	
Annual Inspection - \$10,000	
ADA Facility Upgrades	\$200,000
Squaxin Park Inclusive Playground	<u>\$500,000</u>
Total:	\$1,860,000

2025 PROPOSED LEVY

2025 Preliminary OMPD Budget	\$5,691,191
2025 Estimated OMPD Revenue	\$5,691,191

Estimated 2025 Levy: \$0.5031/1,000 AV

TIMELINE

- | | |
|---------------------------|---|
| September 17 | City Council - Presentation of 2025 Preliminary City Operating Budget |
| October 8 & 15 | City Council 2025 Budget Updates |
| October 29 | City Council – 1st Public Hearing on Operating Budget and Capital Facilities Plan |
| October 29 | OMPD Board - Public Hearings |
| November 12 | City Council – 2nd Public Hearing on Operating Budget and Capital Facilities Plan |
| November 19 | OMPD Board - Adopt Budget |
| December 10 | City Council – Adopt 2025 Operating Budget and Capital Facilities Plan |

QUESTIONS, DISCUSSION, LETTER PREPARATION

