CITY OF BLACK DIAMOND

September 25, 2025 Council Special Meeting Agenda

Council Chambers, 25510 Lawson St.
Black Diamond, WA 98010

THIS IS OFFERED AS A HYBRID MEETING AND MAY BE ATTENDED IN PERSON AT THE ABOVE NOTED ADDRESS OR BY JOINING VIRTUAL/TELEPHONICALLY. CALL IN AND JOINING INFORMATION FOLLOWS:

Zoom link to join meeting: https://zoom.us/j/4454477047?pwd=eGxRY3ZEeU14SVM2cGRBcUxCSjdmZz09
(Note: You do not need a web cam to join the meeting, but you will need audio to hear the proceedings.)
Meeting ID: 445 447 7047 Password: Council

Telephone dial in options: +1 253 215 8782 US (Tacoma) +1 206 337 9723 US (Seattle) Meeting ID: 445 447 7047

5:30 P.M. CALL TO ORDER, FLAG SALUTE, ROLL CALL

WORK SESSION:

1) AB25-099 – Review of 2026 General Fund Preliminary Budget — Mr. Mason

ADJOURNMENT:

CITY COUNCIL AGENDA BILL

City of Black Diamond
Post Office Box 599
Black Diamond, WA 98010

ITEM INFORMATION

SUBJECT: 2026 Budget General Fund Work Session	**Agenda Date: September 25, 2025**	**AB25-099**
	Mayor Carol Benson	
	City Administrator Kevin O'Neill	
	City Attorney David Linehan	
	City Clerk – Brenda L. Martinez	
	Com Dev –Andy Williamson	
	Finance – Xavier Mason	X
	MDRT/Ec Dev – Andy Williamson	
Cost Impact (see also Fiscal Note): N/A	Police – Chief Kiblinger	
Fund Source: N/A	Public Works – Scott Hanis	
Timeline: N/A	Court – Judge Swain/Tawnya Parks	

Agenda Placement: ☒ Mayor ☐ Two Councilmembers ☐ Committee Chair ☐ City Administrator

Attachments: 2026 General Fund Preliminary Budget, General Fund Revenues and Expenditures Presentation

SUMMARY STATEMENT: 2026 General Fund Budget Work Session

Every year, City staff present the annual budget to the Black Diamond City Council on behalf of the Mayor. Internally, the budget planning process begins around June, and then City Council becomes involved around September and ending in November. Then, the budget is enacted for the calendar year from January 1st – December 31st.

The purpose of the municipal budget is to manage the City's finances by properly allocating resources towards providing essential services, maintaining infrastructure, and supporting the community's priorities. Specifically, the work sessions, and ultimately the budget itself, serve as an exercise in financial planning, accountability and transparency, policy implementation, legal framework, and performance measurement for the benefit of Black Diamond residents.

The purpose of the September 25, 2025, work session is to provide information to the Black Diamond City Council regarding the revenues and expenditures within the General Fund for the year 2026. The General Fund serves as the primary operating fund for public safety and general government operations. Serving as the primary financier of day-to-day operations, the General Fund could be considered the core of Black Diamond's finances. Staff will discuss with the Black Diamond City Council the expenditures and revenues within the General Fund. Additionally, staff will discuss the components within the General Fund such as: (1) general government, (2) public safety, and (3) property taxes and how they work.

In addition to the September 25th work session, there will be additional work sessions on October 2nd, and October 16th. Additionally, there will be public hearings on October 16th,

November 6th, regarding two property tax ordinances. Then, two additional public hearings will be held on November 6th and November 20th regarding the preliminary 2025 budget document. FISCAL NOTE (Finance Department): N/A
COUNCIL COMMITTEE REVIEW AND RECOMMENDATION:
RECOMMENDED ACTION: **Not Applicable**

RECORD OF COUNCIL ACTION

Meeting Date	***Action***	***Vote***
September 25, 2025		

Black Diamond Preliminary Budget

2026

General Fund Budget Work Session

September 25, 2025

'Black Diamond's New Gateway Entrance Sign'

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Black Diamond Elected Officials
Adopting 2026 Budget

Our Elected Officials

Mayor: Carol Benson January 2022 - December 2025	Councilmember No. 1: Tamie Deady January 2024 - December 2027
Councilmember No. 2: Sara Nielsen February 2025 – Certification of 2025 General Election Results	Councilmember No. 3: Darcey Peterson July 2024 – Certification of the 20225 General Election Results
Councilmember No. 4: Leih Mulvhill January 2022 - December 2025	Councilmember No. 5: Jesse Young February 2025 – Certification of 2025 General Election Results
Councilmember No. 6: Nathan Jones January 2024 - December 2025	Councilmember No. 7: Vacant Seat

History of Black Diamond, Washington – Coal Town

Though Black Diamond was incorporated in 1959, this community has had a much longer history as a historic town in Washington. Black Diamond was first established as a community in the late 1880s for the mining of coal. At the turn of the century, the town became a major exporter of coal in the region. As the town grew and coal mining increased, the Pacific Coast Coal Company in Black Diamond became the largest coal mining operation on the West Coast. Though times have changed, many of the historic buildings in Black Diamond retain their original locations. In addition to many historic buildings remaining, in recent years areas such as Railroad Avenue have been updated and refurbished, making great improvement to the Historic Museum and Black Diamond Bakery area.

Black Diamond is experiencing rapid growth. According to some sources, Black Diamond is the fastest growing City in the State of Washington. In 1998, the City annexed the Lake Sawyer area, essentially doubling the population and the acreage of the City. Now, a significant portion of that growth can be attributed to the Master Plan Development Agreement Plan. As of April 2025, Black Diamond has an estimated 7,435 citizens, with projections to reach above 20,000 people within the next 20 years. As the City continues to expand, the expectation is that the infrastructure that is needed to support this growth will continue at a managed pace.

Form of Government

Black Diamond is a "Code City" as described under Title 35A in the Revised Code of Washington. The City operates under a strong mayor form of government with seven elected council members serving staggered four-year terms. The Mayor serves as the chief administrative officer of the City. The City Council acts as the legislative body. The City expanded to a seven-member council in the fall of 2019. The City is served by Legislative Congressional District 8 and Legislative District 5.

Budget Process

Budgeting is an essential element of the financial planning, control and evaluation process of government. The planning process involves determining the types and levels of services to be provided by the various departments, programs, and functions.

The City of Black Diamond budgets annually on the calendar year beginning January 1 and ending December 31. Budget adjustments are limited by state law (35A.33.120). Allocations are made based on a fund level, limiting uses outside of each fund. Funds are segregated to carry on specific objectives. Funds are budgeted on a cash basis in accordance with the Revised Code of Washington, RCW 35.33. Appropriations in the operating fund budgets constitute maximum expenditure authorizations during the year and cannot be legally exceeded until subsequently amended by the City Council.

How Black Diamond Serves the Community

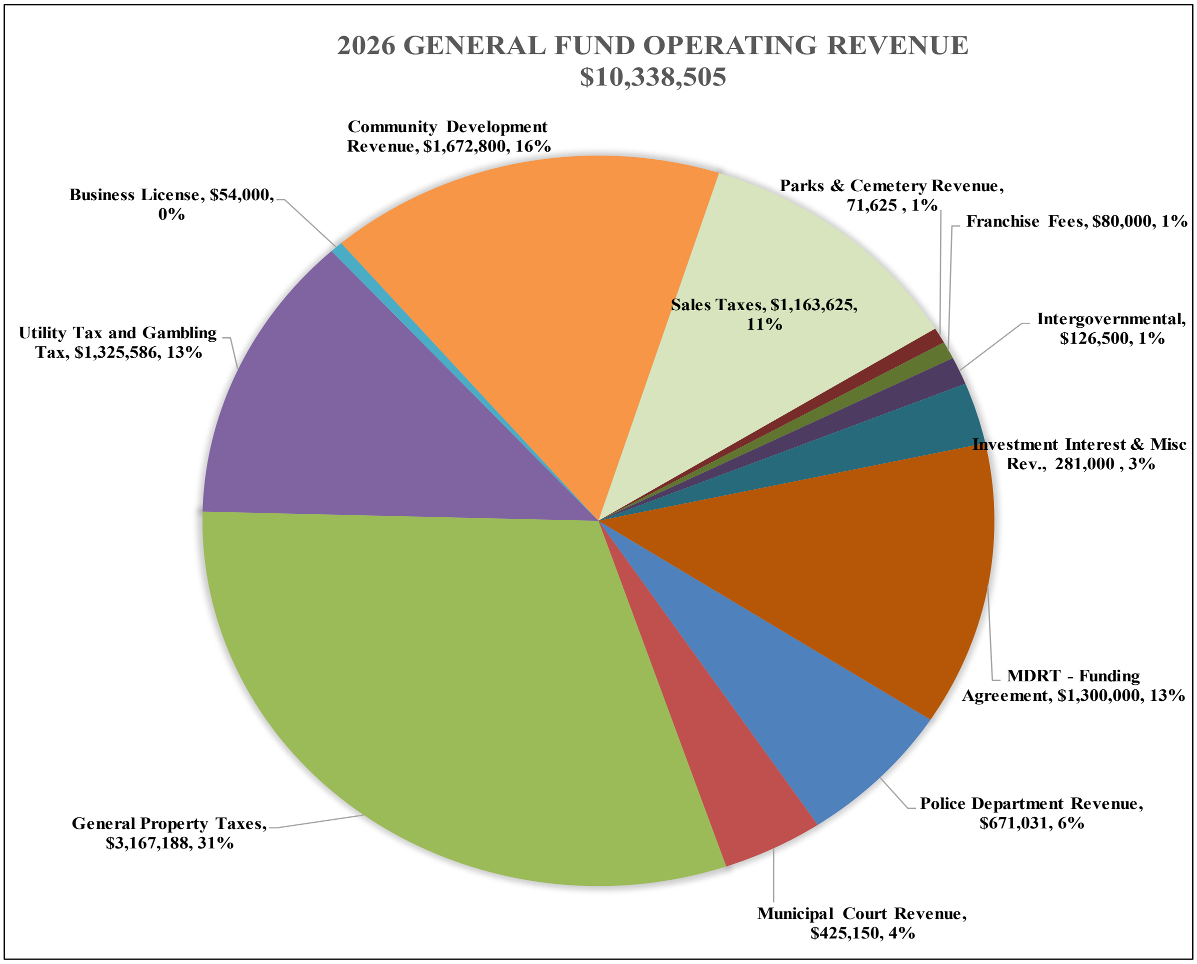
The City of Black Diamond strives to provide a safe and enjoyable environment for residents, businesses, and visitors alike. Foremost, safety is a priority in Black Diamond. Our City's Police Department and Mountain View Fire and Rescue employees are both dedicated and highly qualified personnel. City employees provide other important services such as road maintenance, planning, permitting, code enforcement, a municipal court, parks maintenance, water utility, stormwater utility, and sewer utility services.

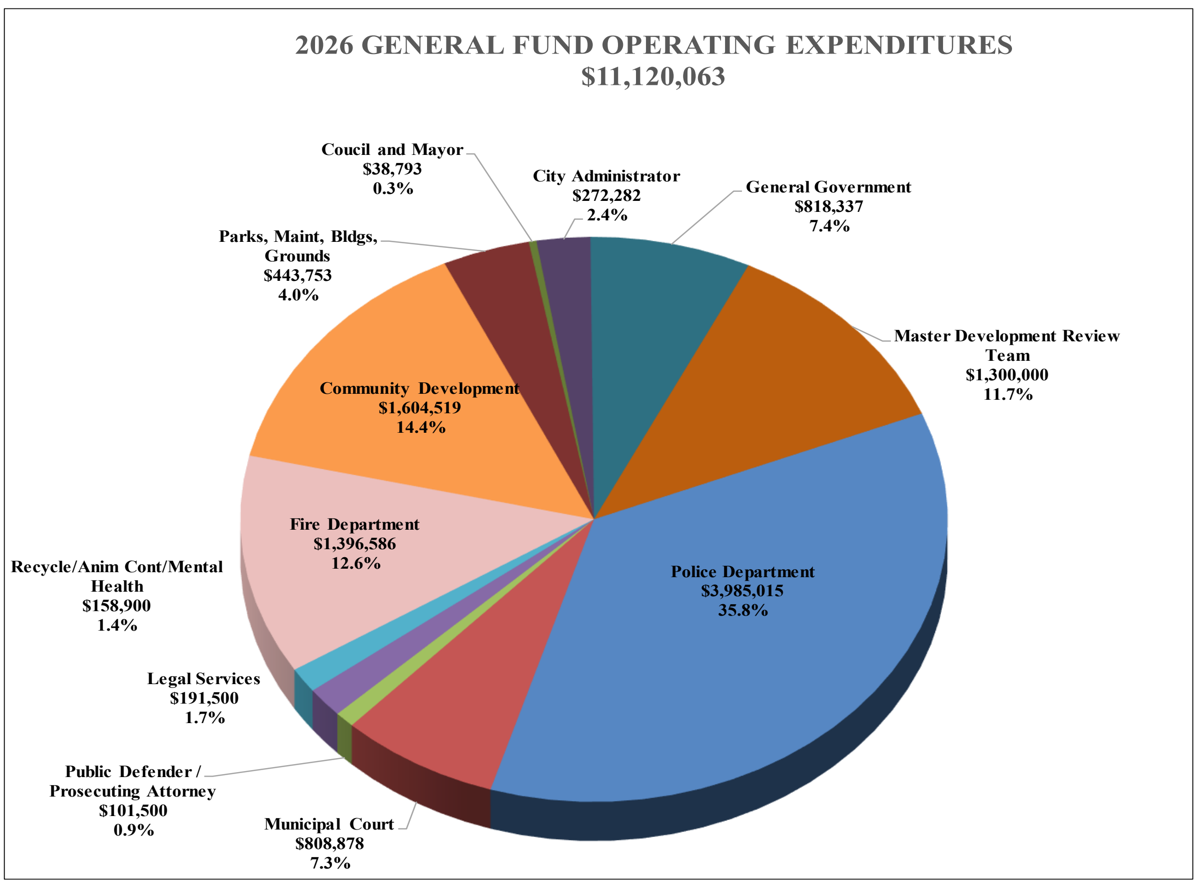
General Fund Revenue Projection	2025 Budget	2025 Actuals thru June	2025 Estimated Year End	2026 Budget	2026 $ Budget Change	2026 % Budget Comparison
REVENUES						
1 Beginning Cash and Investments	**8,548,678**	**7,659,424**	**7,659,424**	**8,702,637**	153,959	101.8%
2 General Property Taxes	3,125,929	1,658,891	3,125,929	3,167,188	41,259	101.3%
3 Sales Taxes	1,035,000	543,859	1,087,500	1,163,625	128,625	112.4%
4 Utility Tax and Gambling Tax	1,228,510	701,142	1,252,935	1,325,586	97,076	107.9%
5 Cable Franchise Fees	88,000	36,985	76,000	80,000	(8,000)	90.9%
6 Business License	54,000	27,320	54,000	54,000	0	100.0%
7 Liquor Profits & Excise Tax	104,000	47,629	107,000	110,000	6,000	105.8%
8 KC Recycle Grants	16,500	-	16,500	16,500	-	100.0%
9 Municipal Court Revenue	214,540	113,169	237,580	425,150	210,610	198.2%
10 Police Department Revenue	515,060	320,768	512,852	671,031	155,971	130.3%
11 Community Development Rev	1,508,370	912,399	1,636,655	1,672,800	164,430	110.9%
12 Parks Revenue	75,000	34,524	66,000	71,000	(4,000)	94.7%
13 Cemetery Revenue	4,000	250	250	625	(3,375)	15.6%
14 Investment Interest & Misc Rev.	408,000	173,845	330,005	281,000	(127,000)	68.9%
15 Funding Agreement - MDRT	1,186,530	602,437	1,186,530	1,300,000	113,470	109.6%
16 Total Operating Revenues	**9,563,439**	**5,173,219**	**9,689,736**	**10,338,505**	**775,066**	**108.1%**
17 AWC Insurance Payment & Flex	603,452	3,150	-	-	(603,452)	0.0%
18 Devel Reimb-MDRT Conslt	1,855,000	524,006	1,855,000	1,660,000	(195,000)	89.5%
19 Sales Taxes from Construction	345,000	181,287	362,500	387,875	42,875	112.4%
20 Total Revenues	**12,366,891**	**5,881,661**	**11,907,236**	**12,386,380**	19,489	100.2%
21 TOTAL GENERAL FUND SOURCES	**20,915,569**	**13,541,086**	**19,566,660**	**21,089,017**	**173,448**	**100.8%**

Note: The Master Development Review Team – Expenditures and Revenues are just preliminary numbers and are not completed. The figures presented are based off partial information until the Finance Department receives the rest of the information from the Master Development Review Team in late September/Early October.

General Fund Expenditure Projection	2025 Budget	2025 Actuals Thru June	2025 Estimated Year End	2026 Budget	2026 $ Budget Change	2026 % Budget Change
EXPENDITURES						
1 Legislative - Council	24,007	8,101	15,886	22,521	(1,486)	93.8%
2 Executive - Mayor	16,516	7,213	14,511	16,272	(244)	98.5%
3 Administration - City Administrator	195,236	26,052	121,916	272,282	77,046	139.5%
4 General Government	846,631	373,638	733,833	818,337	(28,294)	96.7%
5 Legal Services	164,500	94,691	151,000	191,500	27,000	116.4%
6 Public Defender / Prosecuting Attorney	115,000	44,200	88,400	101,500	(13,500)	88.3%
7 Municipal Court	596,116	288,814	533,448	808,878	212,762	135.7%
8 Police Department	3,793,520	1,810,538	3,370,453	3,985,015	191,495	105.0%
9 Fire Department	1,318,961	655,799	1,315,461	1,396,586	77,625	105.9%
10 Recycle/Anim Cont/Mental Health	161,400	37,173	144,420	158,900	(2,500)	98.5%
11 Community Development	1,604,166	561,045	829,207	1,619,519	15,353	101.0%
12 Facilities	-	28,538	50,969	-	0	n/a
13 Parks Department	368,655	174,881	291,652	359,077	(9,578)	97.4%
14 Cemetery	74,757	33,209	59,867	69,675	(5,082)	93.2%
15 Master Development Review Team	1,186,530	563,967	1,137,998	1,300,000	113,470	109.6%
16 Total Operating Expenditures	**10,465,995**	**4,707,861**	**8,859,023**	**11,120,063**	**654,068**	**106.2%**
17 AWC Insurance Payment & Flex	604,952	-	-	-	(604,952)	0.0%
18 Transfer to Future City Campus	-	-	-	-	-	
19 Trasnfer to Fire Study	35,000					
20 Transfer to Street	150,000	150,000	150,000	100,000	(50,000)	66.7%
21 Developer MDRT Consultants	1,855,000	463,874	1,855,000	1,660,000	(195,000)	89.5%
22 Total Expenditures	**13,110,947**	**5,321,735**	**10,864,023**	**12,880,063**	**(195,884)**	**98.2%**
23 35% Reserved Cash and Investments	3,933,284	1,862,607	3,802,408	3,336,019	(597,265)	84.8%
24 Unreserved Cash and Investments	3,871,338	6,356,718	4,900,229	4,872,935	1,001,597	125.9%
25 Total Ending Cash and Investments	**7,804,622**	**8,219,325**	**8,702,637**	**8,208,954**	**404,332**	**105.2%**
26 TOTAL GENERAL FUND USES	**20,915,569**	**13,541,086**	**19,566,660**	**21,089,017**	**208,448**	**100.8%**

Note: The Master Development Review Team – Expenditures and Revenues are just preliminary numbers and are not completed. The figures presented are based off partial information until the Finance Department receives the rest of the information from the Master Development Review Team in late September/Early October.


2026 GENERAL FUND OPERATING REVENUE
$10,338,505
Community Development Revenue, $1,672,800, 16%
Business License, $54,000, 0%
Parks & Cemetery Revenue, 71,625 , 1%
Franchise Fees, $80,000, 1%
Sales Taxes, $1,163,625, 11%
Utility Tax and Gambling Tax, $1,325,586, 13%
Intergovernmental, $126,500, 1%
Investment Interest & Misc Rev., 281,000 , 3%
MDRT - Funding Agreement, $1,300,000, 13%
Police Department Revenue, $671,031, 6%
General Property Taxes, $3,167,188, 31%
Municipal Court Revenue, $425,150, 4%


2026 GENERAL FUND OPERATING EXPENDITURES
$11,120,063
Coucil and Mayor $38,793 0.3%
City Administrator $272,282 2.4%
General Government $818,337 7.4%
Parks, Maint, Bldgs, Grounds $443,753 4.0%
Master Development Review Team $1,300,000 11.7%
Community Development $1,604,519 14.4%
Fire Department $1,396,586 12.6%
Recycle/Anim Cont/Mental Health $158,900 1.4%
Police Department $3,985,015 35.8%
Legal Services $191,500 1.7%
Public Defender / Prosecuting Attorney $101,500 0.9%
Municipal Court $808,878 7.3%

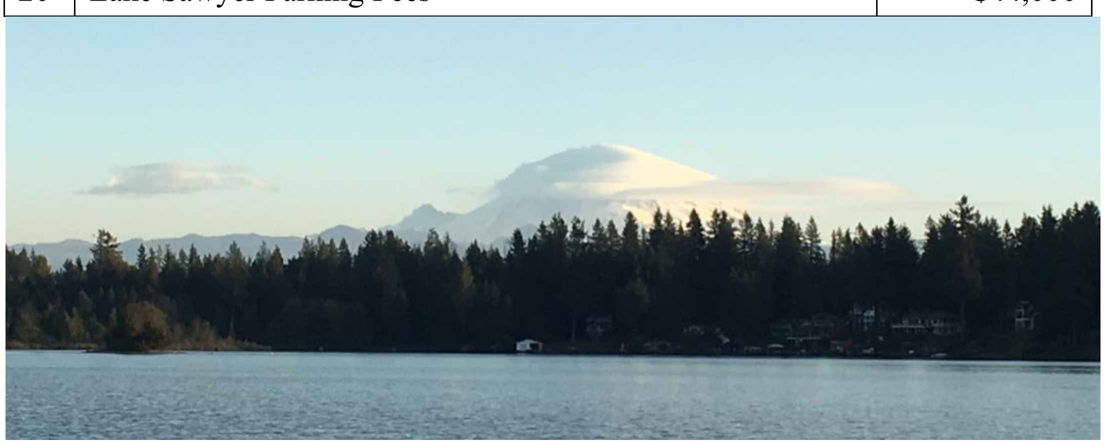
	General Fund Functions Supported by Types of Revenue	2025 Budget	2026 Budget	$ Change	% Change	Public Safety	General Gov't	MDRT
	REVENUES							
1	Beginning Cash and Investments	8,548,678	8,702,637	153,959	1.8%	25,923	8,613,714	63,000
2	**Public Safety Revenue Funded With:**							
3	General Property Taxes	3,125,929	3,167,188	41,259	1.3%	3,167,188		
4	Utility Tax and Gambling Tax	1,228,510	1,325,586	97,076	7.9%	1,325,586		
5	Criminal Justice Sales Tax	241,200	258,831	17,631	7.3%	258,831		
6	Liquor Excise Tax and Profits	104,000	110,000	6,000	5.8%	110,000		
7	Municipal Court Revenue	214,540	425,150	210,610	98.2%	425,150		
8	Business License	54,000	54,000	0	0.0%	54,000		
9	Police Charges for Service, Grants, Misc	288,360	427,300	138,940	48.2%	427,300		
10	**Total Public Safety Revenue**	**5,256,539**	**5,768,055**	**511,516**	**9.7%**	**5,768,055**		
11	**General Government Funded With:**							
12	Sales Taxes	1,035,000	1,163,625	128,625	12.4%		1,163,625	
13	Land Use and Permitting Fees	1,508,370	1,672,800	164,430	10.9%		1,672,800	
14	Cable Franchise Fees	88,000	80,000	(8,000)	-9.1%		80,000	
15	Reinvested Interest, Grants and Charges for Services	424,500	297,500	(127,000)	-29.9%		297,500	
16	Parks Revenue	75,000	71,000	(4,000)	-5.3%		71,000	
17	Cemetery Revenue	4,000	625	(3,375)	-84.4%		625	
18	AWC Insurance and Flex	603,452	-	(603,452)	-100.0%		-	
19	Funding Agreement - MDRT	1,186,530	1,300,000	113,470	9.6%			1,300,000
20	**Total Gen Fund Operating Revenue**	**4,924,852**	**4,585,550**	**(339,302)**	**-6.9%**		**3,285,550**	**1,300,000**
21	**Total General Fund Revenue**	**10,181,391**	**10,353,605**	**172,214**	**2.8%**	**5,768,055**	**3,285,550**	**1,300,000**
22	Public Safety: Municipal Court	711,116	910,378	199,262	28.0%	910,378		
23	Public Safety: Police Department	3,793,520	3,985,015	191,495	5.0%	3,985,015		
24	Public Safety: Fire Department	1,318,961	1,396,586	77,625	5.9%	1,396,586		
25	Public Safety: Animal Control/Emergency Management/Mental Health/Recycling	161,400	158,900	(2,500)	-1.5%	158,900		
26	Community Development	1,604,166	1,619,519	15,353	1.0%		1,619,519	
27	Facilities, Parks, Cemetery	443,412	428,753	(14,659)	-3.3%		428,753	
28	Legislative, City Adminitrator and Administrative Services	1,082,390	1,129,412	47,022	4.3%		1,129,412	
29	Legal Services	164,500	191,500	27,000	16.4%		191,500	
30	AWC Insurance and Flex	604,952	-	(604,952)	-100.0%		-	
31	Transfer to Street Fund	150,000	100,000	(50,000)	-33.3%		100,000	
32	Master Development Review Team MDRT	1,186,530	1,300,000	113,470	9.6%			1,300,000
33	**Total Operating Expenditures**	**11,220,947**	**11,220,063**	**(884)**	0.0%	**6,450,879**	**3,469,185**	**1,300,000**
34	**Ending Cash & Investments**	**7,509,122**	**7,836,179**	**327,057**	**4.4%**	**(656,901)**	**8,430,080**	**63,000**

General Fund Revenue

The General Fund budget refers to the revenues and expenditures associated with the delivery of city services in Black Diamond that are funded with property, sales, and utility taxes, charges & fees, and state shared revenues. Services provided under the General Fund include police and fire, municipal court, parks maintenance, building permits, development review and administrative functions in the City. The General Fund entails close to one half of Black Diamond's total budget.

2026 Top Twenty Estimated General Fund Revenue Sources

1	General Property Taxes	$3,167,188
2	Community Development Permits & Fees	$1,672,800
3	Sales Taxes	$1,551,500
4	Electric & Gas Utility Tax	$500,000
5	Municipal Court Revenues	$425,150
6	Investment Interest and Miscellaneous Revenue	$281,000
7	Local Criminal Justice Funds	$258,831
8	Water Utility Tax	$199,882
9	Stormwater Utility Tax	$182,830
10	Sewer Utility Tax	$174,974
11	Liquor Board Profits & Excise Tax	$110,000
12	Police Traffic School Fees	$165,000
13	Police Grants	$162,700
14	Cable TV Utility Tax	$109,000
15	Solid Waste Utility Tax	$102,000
16	Cable Franchise Fees	$80,000
17	Parks Revenue	$71,000
18	Business Licenses	$54,000
19	Telephone Utility Tax	$49,000
20	Lake Sawyer Parking Fees	$44,000



'View of Lake Sawyer with Mt. Rainier'

General Fund Taxes

Locally levied taxes represent Black Diamond's largest portion of revenues of $6,042,874 of the city's General Fund operating revenue. Taxes include real and personal property tax, local sales tax, utility taxes on utility services (water, sewer, stormwater, electric, gas, cable and telephone) and gambling taxes. 2026 revenues have increased by $309,135 from last year or 5.7%.

	General Fund Tax Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	General Property Taxes	2,729,594	2,819,191	3,125,929	1,658,891	3,167,188	41,259	1.3%
2	Sales Taxes	1,322,835	1,392,096	1,380,000	725,146	1,551,500	171,500	12.4%
3	PSE Electric & Gas Utility Tax	448,845	468,760	487,000	329,493	500,000	13,000	2.7%
4	Water Utility Tax	116,458	152,805	152,783	76,225	199,882	47,099	30.8%
5	Sewer Utility Tax	131,278	155,903	154,742	77,081	174,974	20,232	13.1%
6	Stormwater Utility Tax	159,225	170,738	172,785	79,176	182,830	10,045	5.8%
7	Solid Waste Utility Tax	90,234	89,847	100,000	57,945	102,000	2,000	2.0%
8	Cable TV Utility Tax	97,532	80,813	107,000	52,409	109,000	2,000	1.9%
9	Telephone Utility Tax	42,596	44,382	45,000	25,348	49,000	4,000	8.9%
10	Pull Tabs and Punch Board Utility Tax	7,238	6,914	8,500	2,648	6,500	(2,000)	-23.5%
11	**Total General Fund Taxes**	**$ 5,145,835**	**$ 5,381,450**	**$ 5,733,739**	**$ 3,084,361**	**6,042,874**	**$ 309,135**	**5.7%**

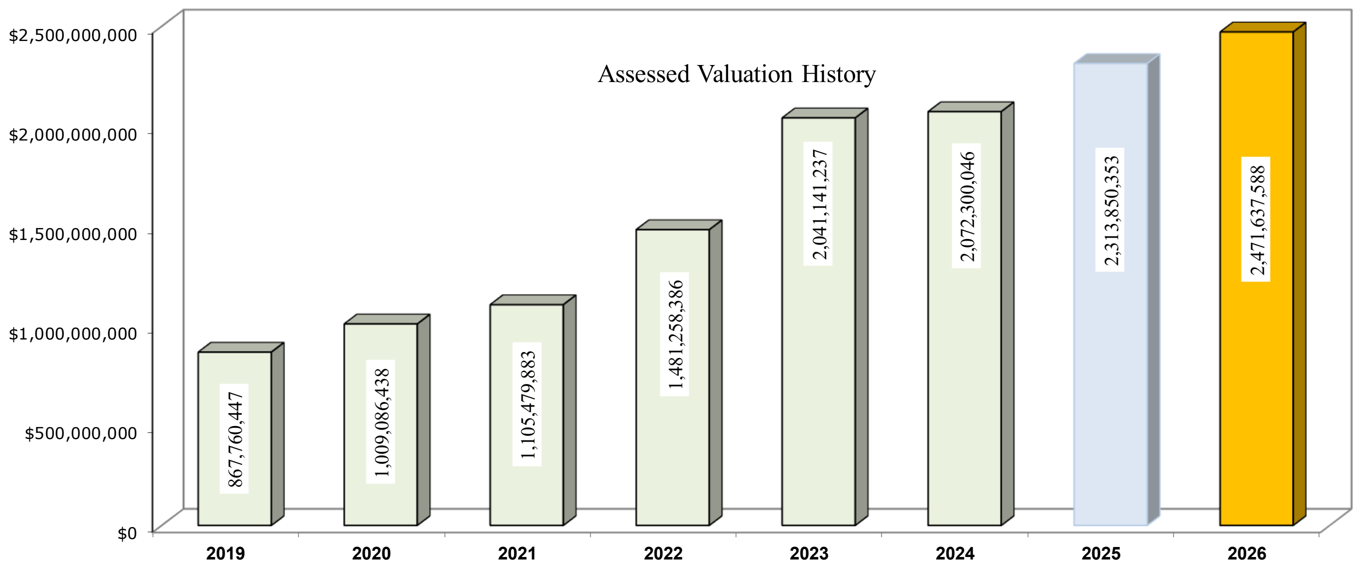
'Roberts Dr. Sidewalk and Bridge Completion'

Property taxes make up 53% of the General Fund's tax revenue and are estimated to generate $3,167,188 in revenue for the City. All revenues from property taxes go directly to the General Fund to support public safety for police, fire protection and emergency services. Black Diamond depends heavily on property tax collections, as the City builds its commercial base for generating sales tax revenue.

In Washington, property taxes are determined by four variables: (1) 1% increase from the prior year's dollar amount; (2) new construction levy; (3) annexations; (4) and adjustments. By state law, communities are limited to increasing property taxes by 1% of the prior year's dollar amount. For example, in 2024, the regular levy base was $2,807,775, the City then adds 1% of that amount $24,675. Additionally, the City would add the new construction levy of $316,184, any amount for annexation, and adjustments to determine the total dollar amount that it could levy for property taxes. To increase the 1% limit, the City would have to go to voters to approve a levy lid lift. With Black Diamond being within the jurisdiction of King County, King County sets the assessed valuation on property and calculated the levy rates. Each taxing authority receives a portion of the tax amount, which King County collects and then passes onto Black Diamond. Though Black Diamond has its own levy rate, the resident of Black Diamond do not pay the same rate in property taxes. Other variables that may determine property tax rate include the school district that the property resides in. In Black Diamond, there are four school districts with separate rates, so depending on which school district the property is in, the tax amount will vary.

	2019	2020	2021	2022	2023	2024	2025	2026
Regular Levy Base	1,535,244	1,647,702	1,884,197	2,105,311	2,467,477	2,807,775	2,976,005	3,127,199
1% Increase	15,352	16,477	18,842	21,053	24,675	28,078	29,760	31,272
New Construction Levy	95,541	219,986	202,272	338,567	316,184	133,789	114,745	120,000
Annexations								0
Adjustments			1,136		6,954	4,137	10,867	5,000
Total Property Taxes	$1,646,137	$1,884,165	$2,106,447	$2,464,931	$2,815,290	$2,973,779	$3,131,377	3,283,471
Levy Rate per $1000 AV	**$ 1.89700**	**$ 1.88310**	**$ 1.90555**	**$ 1.66408**	**$ 1.37818**	**$ 1.43501**	**$ 1.33246**	**$ 1.27100**
Allowable Levy	3.10	3.10	3.10	3.10	3.10	3.10	3.10	3.10
Assessed Valuation	**$867,760,447**	**$1,009,086,438**	**$1,105,479,883**	**$1,481,258,386**	**$2,041,141,237**	**$2,072,300,046**	**$2,313,850,353**	**$2,550,261,445**

Note: 2026 numbers are preliminary



Base Assessed Valuation	867,664,906	1,008,866,452	1,104,833,418	1,480,919,819	2,040,825,053	2,072,166,257	2,313,735,608	2,471,517,588
New Construction	95,541	219,986	202,272	338,567	316,184	133,789	114,745	120,000
Final Assessed Valulation	**867,760,447**	**1,009,086,438**	**1,105,479,883**	**1,481,258,386**	**2,041,141,237**	**2,072,300,046**	**2,313,850,353**	**2,471,637,588**
% change from prior year	15%	16%	10%	34%	38%	1.5%	11.7%	6.8%
Population	**4,500**	**4,520**	**5,207**	**5,990**	**6,145**	**6,880**	**7,195**	**7,350**
Property Tax Levy Rate	**1.897**	**1.883**	**1.906**	**1.664**	**1.378**	**1.435**	**1.332**	**1.271**
Increase in Base value	**110,193,988**	**141,325,991**	**96,393,445**	**375,778,503**	**559,882,851**	**31,158,809**	**241,550,307**	**157,787,235**
Percentage increase in base	**15%**	**16%**	**10%**	**34%**	**38%**	**1.5%**	**11.7%**	**6.8%**

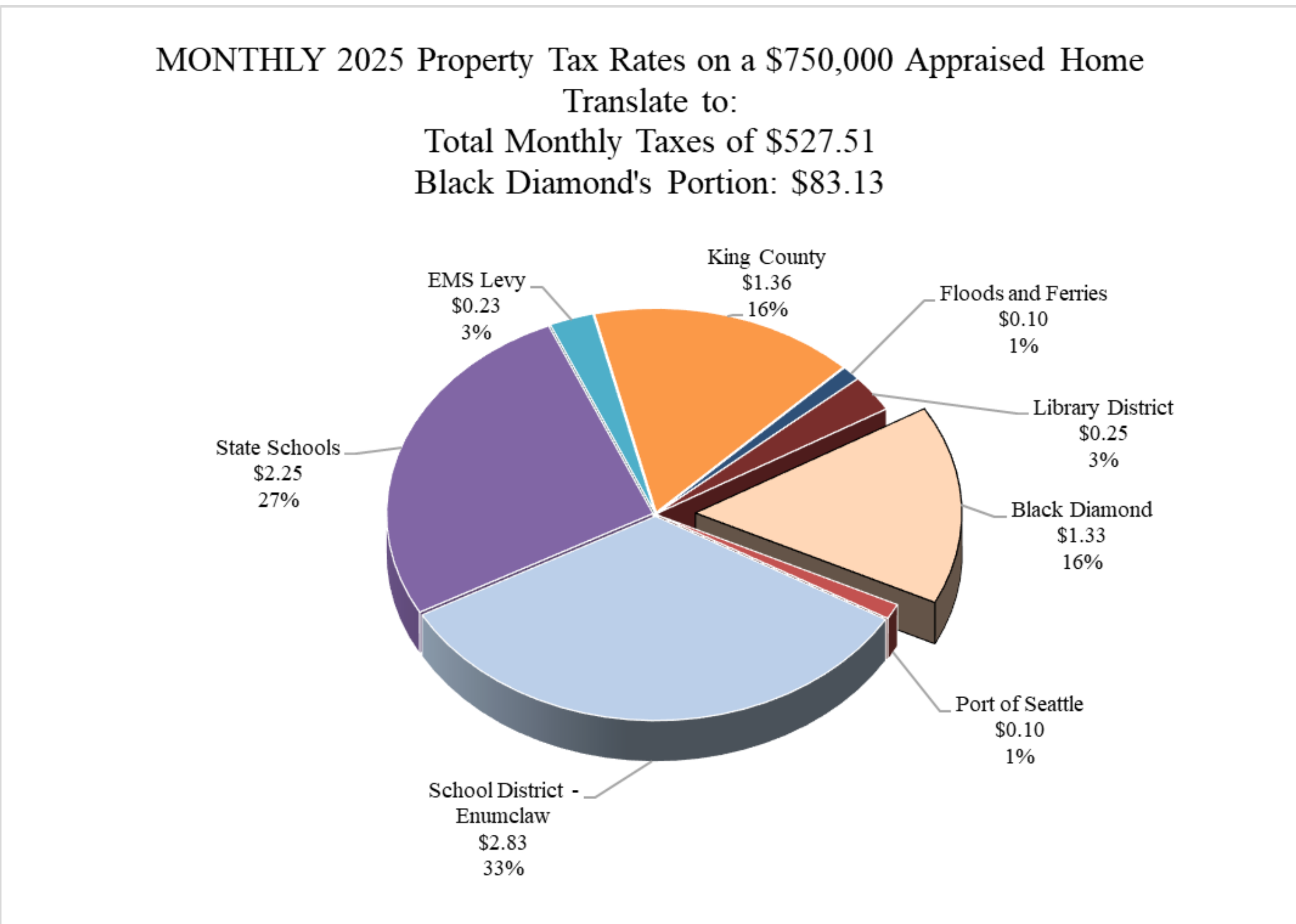
Please Note: 2026 numbers are preliminary

‘Swinging Bridge Leading to the Springs Water Source’

King County Taxing District	Levy Rate per $1000 in Value	Percent of Property Taxes Collected	2025 Annual Tax on a $750,000 Home	Monthly Tax on a $750,000 Home
Port of Seattle	0.10196	1%	$76.47	$6.37
School District - Enumclaw	2.83	34%	$2,123.25	$176.94
State Schools	2.25	27%	$1,684.90	$140.41
EMS Levy	0.23	3%	$169.50	$14.13
King County	1.36	16%	$1,021.37	$85.11
Floods and Ferries	0.10	1%	$73.18	$6.10
Library District	0.25	3%	$183.90	$15.33
Subtotal	**7.11008**	**84%**	**$5,332.56**	**$444.38**
Black Diamond	**1.33**	**16%**	**$997.50**	**$83.13**
Total	**8.44008**	**100%**	**$6,330.06**	**$527.51**

*These estimates are based upon the Enumclaw School District levy because it is the primary school district in Black Diamond

2025 Levy Rates

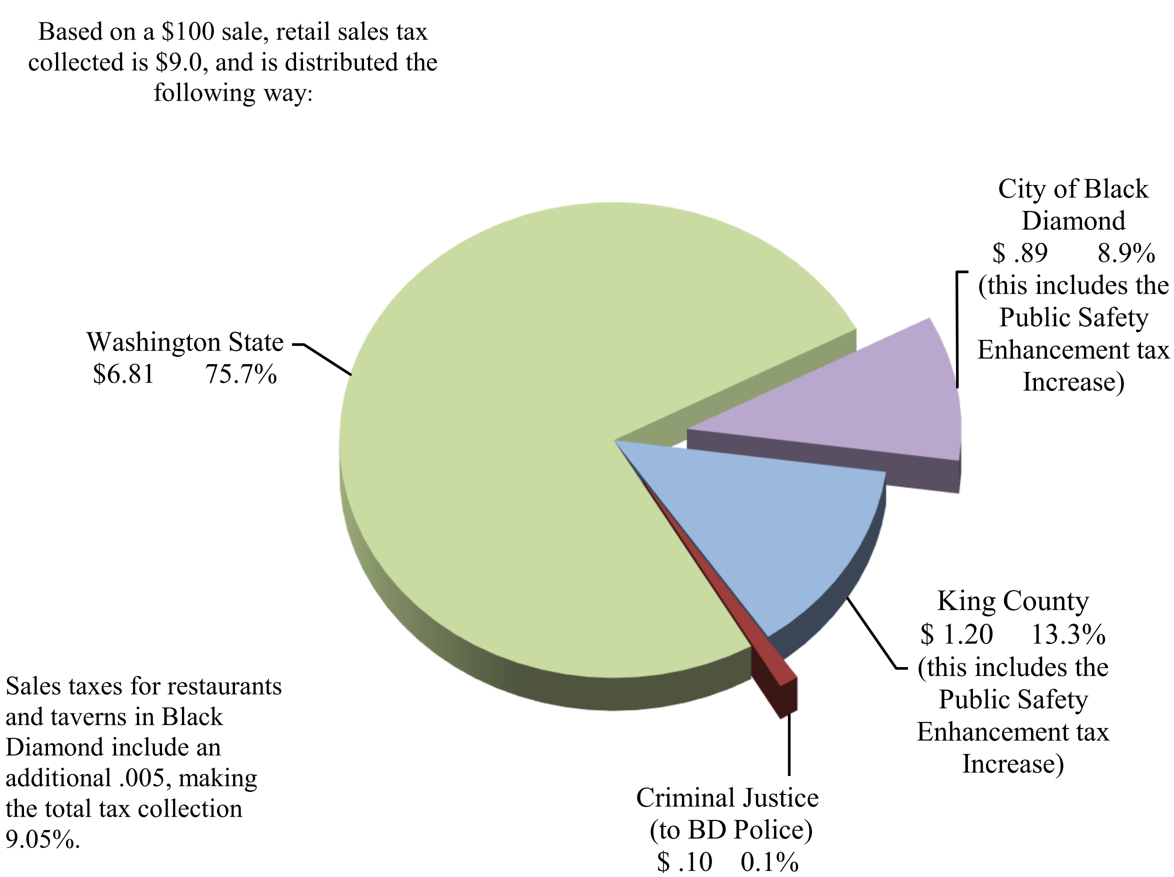


Sales Tax revenue for the 2026 budget is projected to be $1,551,500. In 2025, Black Diamond's sales tax rate was 8.8%. With King County and Black Diamond both increasing sales tax rates by 0.1% to enhance public safety, beginning on January 1, 2026, the rate will become 9%. As depicted in the table below, Black Diamond's sales tax earnings have been steadily increasing since 2019. There are three core drivers to increase sales taxes. The first is sales from sales taxes from construction. In 2026, approximately 38% of sales tax revenues will come from new construction, down from 44% in 2023. A secondary driver, that will gain in significance in the coming years, is the increased number of sales due to commercial activity as commercial centers within the City are built out. The third driver is the increase in the City's population.

The below graph shows Black Diamond historical sales tax revenue from 20219 – 2024 and projected revenue from 2025 and 2026.

2019	2020	2021	2022	2023	2024	2025 est.	2026 est.
$939,262	$1,134,938	$1,656,828	$1,585,395	$1,322,836	$1,392,094	$1,450,000	$1,551,500

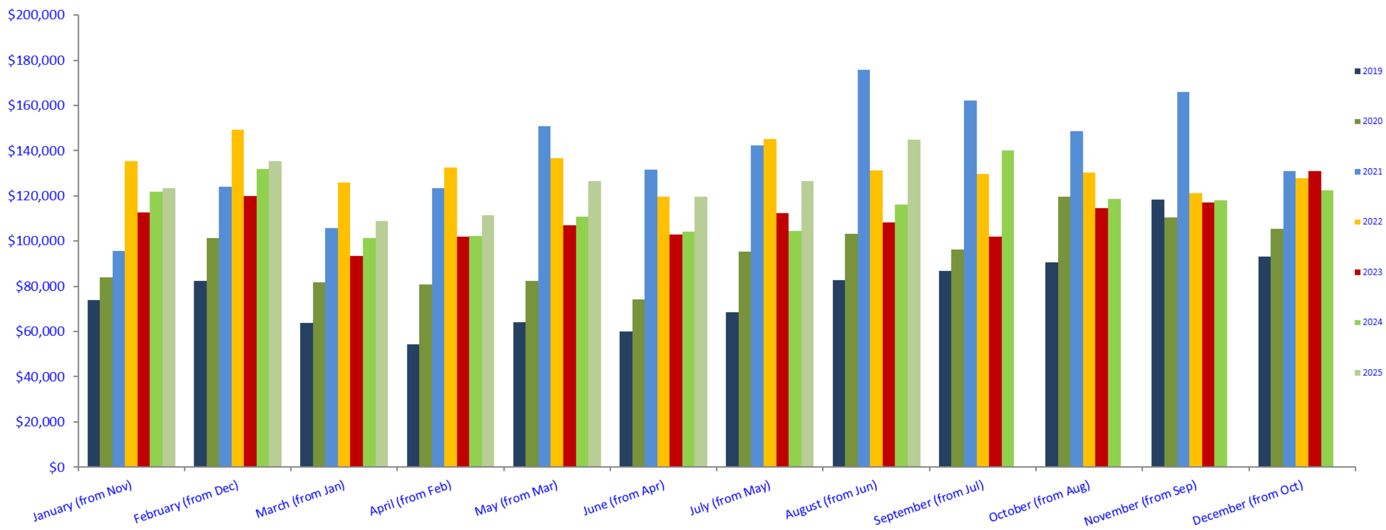
Black Diamond 2026 Sales Taxes



Criminal Justice Taxes are an additional local sales and use tax of 0.1 percent to be used for criminal justice programs. This tax is levied by the county and is imposed countywide, but the receipts are shared with King County cities, based on population. Of the revenues collected for criminal justice, 1 percent is retained for administration, 10 percent is distributed to the county and 90 percent goes to cities on a per-capita basis based on their official April 1 populations. As of April 1, 2025, Black Diamond's official population is 7,435

Enhanced Criminal Justice Sales and Use Tax is also an additional local sales and use tax of 0.1 percent that is to be used towards criminal justice expenditures. This tax is levied by the City of Black Diamond and collected by King County. This sales and use tax is estimated to generate $17,630 in revenue in 2026.

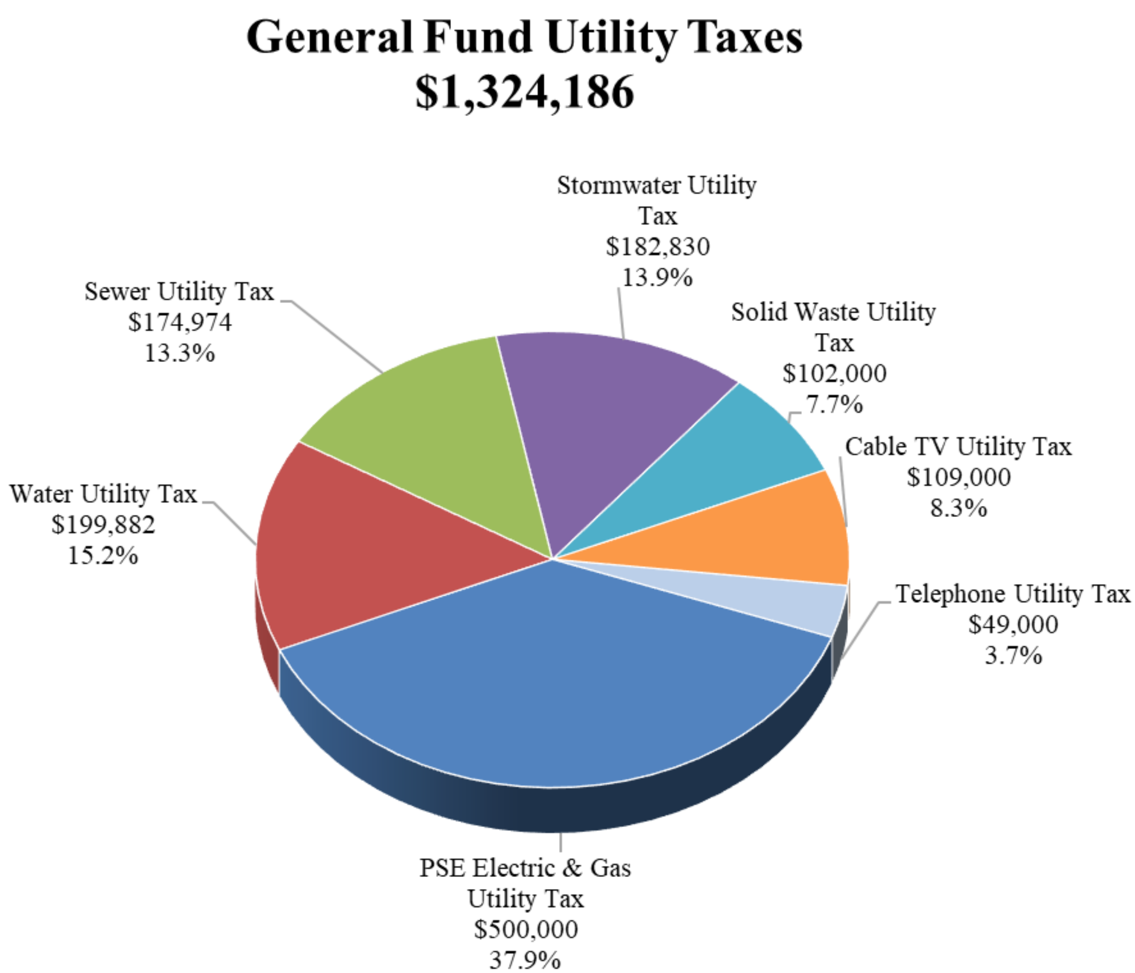
Black Diamond Monthly Sales Tax History



Sales Taxes	2019		2020		2021		2022		2023		2024		2025		
Month	Monthly	YTD	Monthly	YTD	Monthly	YTD	Monthly	YTD	Monthly	YTD	Monthly	YTD	Monthly	YTD	YOY Change
January (from Nov)	74,030	74,030	83,937	83,937	95,529	95,529	135,292	135,292	112,722	112,722	121,670	121,670	123,330	123,330	101.36%
February (from Dec)	82,302	156,332	101,429	185,367	124,190	219,719	149,361	284,653	119,801	232,523	131,881	253,551	135,377	258,707	102.65%
March (from Jan)	63,858	220,189	81,801	267,168	105,724	325,443	126,048	410,701	93,534	326,057	101,390	354,941	108,978	367,685	107.48%
April (from Feb)	54,403	274,592	80,920	348,088	123,518	448,961	132,599	543,300	101,838	427,894	102,332	457,273	111,483	479,169	108.94%
May (from Mar)	64,235	338,827	82,360	430,448	150,753	599,714	136,619	679,919	106,968	534,863	110,671	567,944	126,441	605,610	114.25%
June (from Apr)	60,042	398,869	74,246	504,693	131,558	731,272	119,559	799,478	102,850	637,713	104,021	671,965	119,535	725,145	114.91%
July (from May)	68,463	467,332	95,439	600,133	142,210	873,482	145,233	944,711	112,335	750,047	104,385	776,350	126,571	851,715	121.25%
August (from Jun)	82,833	550,166	103,139	703,272	175,632	1,049,114	131,242	1,075,953	108,263	858,310	116,261	892,611	144,848	996,564	124.59%
September (from Jul)	86,783	636,949	96,290	799,562	162,133	1,211,247	129,759	1,205,712	101,998	960,308	140,119	1,032,730			
October (from Aug)	90,635	727,584	119,507	919,069	148,582	1,359,829	130,390	1,336,102	114,515	1,074,823	118,682	1,151,412			
November (from Sep)	118,487	846,071	110,492	1,029,561	165,974	1,525,803	121,339	1,457,441	117,053	1,191,877	118,133	1,269,545			
December (from Oct)	93,191	939,262	105,377	1,134,938	131,025	1,656,828	127,954	1,585,395	130,959	1,322,836	122,549	1,392,094			
TOTAL	939,262		1,134,938		1,656,828		1,585,395		1,322,836		1,392,094		996,564		71.59%

Utility Taxes are collected for electrical, telephone, cable/internet, sewer, water, and gas utilities at a 6% rate and 18% for stormwater. These funds are used to finance public safety expenditures. The primary drivers for the growth of these utilities are population and level of usage. Using the water utility tax as an example, the greater the population the greater is the overall usage of water. In addition to water being used, there are some determining factors outside of population that determine how much water is being used, such as heat. During hotter months of the year, water consumption increases especially in regard to irrigation.

General Fund Utility Tax & Misc Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1 PSE Electric & Gas Utility Tax	448,845	468,760	487,000	329,493	500,000	13,000	2.7%
2 Water Utility Tax	116,458	152,805	152,783	76,225	199,882	47,099	30.8%
3 Sewer Utility Tax	131,278	155,903	154,742	77,081	174,974	20,232	13.1%
4 Stormwater Utility Tax	159,225	170,738	172,785	79,176	182,830	10,045	5.8%
5 Solid Waste Utility Tax	90,234	89,847	100,000	57,945	102,000	2,000	2.0%
6 Cable TV Utility Tax	97,532	80,813	107,000	52,409	109,000	2,000	1.9%
7 Telephone Utility Tax	42,596	44,382	45,000	25,348	49,000	4,000	8.9%
8 Pull Tabs and Punch Board Tax	7,238	6,914	8,500	2,648	6,500	(2,000)	-23.5%
9 **Total Utility Taxes & Misc Revenue**	**$ 1,093,406**	**$ 1,170,162**	**$ 1,227,810**	**$ 700,324**	**1,324,186**	**$ 96,376**	**7.8%**



Intergovernmental Revenue includes grants, entitlements, shared revenues and payments for goods and services provided to the City from the State or other governmental entities. They include per capita distributed revenues such as liquor excise and profit taxes and state and federal grants.

General Fund Intergovernmental	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1 Liquor Excise Tax	43,085	49,848	51,000	20,809	54,000	3,000	5.9%
2 Liquor Board Profits	46,984	51,937	53,000	26,821	53,000	-	0.0%
3 KC Recycle Grant EH 53669	17,687	12,443	16,500	-	16,500	-	0.0%
4 **Total Intergovernmental Revenue**	**$ 107,756**	**$ 114,228**	**$ 120,500**	**$ 47,629**	**123,500**	**$ 3,000**	**2.5%**

Community Development Revenue includes fees related to land use and building construction activities such as plan checks and land use fees, building, mechanical, and plumbing permits.

Community Development	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1 Building Permits	670,745	484,091	825,000	409,195	850,000	25,000	3.0%
2 Mechanic Permits	47,493	36,398	63,000	25,937	55,000	(8,000)	-12.7%
3 Plumbing Permits	39,035	28,158	47,000	25,566	49,000	2,000	4.3%
4 Other Permits	10,627	12,612	9,000	5,591	9,200	200	2.2%
5 **Total Permits**	**767,900**	**561,259**	**944,000**	**466,289**	**963,200**	**19,200**	**2.0%**
6 Plan Check Review Fees	278,653	459,064	470,000	372,997	600,000	130,000	27.7%
7 Fire Inspection Fee	3,355	4,138	4,000	3,511	6,500	2,500	62.5%
8 SEPA Checklist/Misc. appeals	1,064	-	2,070	1,537	2,200	130	6.3%
9 Grants/Department of Commerce	-	25,000	-	-	-	-	N/A
10 Other Land Use Fees	49,628	4,014	8,000	-	1,500	(6,500)	-81.3%
11 Other Misc Permitting Revenue	74,482	139,965	80,300	68,066	99,400	19,100	23.8%
12 **Total Community Devopment Rev.**	**$ 1,175,082**	**$ 1,193,438**	**$ 1,508,370**	**$ 912,399**	**1,672,800**	**$ 164,430**	**10.9%**

Museum Park

Police Department Revenue includes intergovernmental funding from criminal justice funds and payments for police services provided by the City to other governmental entities. Other revenue includes traffic school fees; gun permits and fingerprinting revenue as well as donations and other minor sources. An increase in the criminal justice distribution is expected next year. Revenue includes reimbursements for working overtime for other agencies and entities. The grants that we are applying for in 2026 include:

- **Marine, Washington State Parks –** The City receives annual monies from the State, divided amongst King County agencies, from VRF (vessel registration fees). Our annual vessel registration fees received in 2024 were $11,632. In 2024, the Black Diamond Police department received $19,685 in federal grant funds to support the marine program on Lake Sawyer. Our officers continue to do an excellent job with education, outreach, and inspections, allowing us to be successful in securing federal grant monies, which has allowed us to carry over some of our VRF funds.

- **Traffic Safety Equipment funds –** The Washington State Traffic Safety Commission typically offers grant money to purchase traffic safety equipment such as radars, lidars, speed signs, and portable breath tests. Depending on the department's needs, there is $4,000 budgeted as grant revenue.

- **Traffic Safety Grant (including DUI/seatbelt emphasis) –** This funding is received through the Washington State Traffic Safety Commission for overtime to conduct emphasis patrols. These patrols typically cover a target area of DUI enforcement, seatbelt, distracted driving, and speed. Though the amount varies each year; historically, that amount has been close to the 2026 budgeted amount of $4,000.00.

- **BJA Bulletproof Grant -** This federal grant, when applied for and approved covers the cost of half of a bulletproof vest, up to $400. The average cost of a new vest is just over $1,000. The Black Diamond Police Department applies for and obtains BJA vest funds every year. For 2026, the City projects $2,400 in revenue against the reimbursement costs for six vests.

- **Lexipol Grant –** AWC has continued to offer a grant which covers half the cost of our Lexipol yearly subscription. Lexipol is the subscribing agency for our policies and procedures as well as our daily training bulletins. This year, we have budgeted $3,300 in grant funds to assist the Black Diamond Police Department in covering those costs.

	Police Department Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Criminal Justice Sales Tax Distribution	235,699	258,604	241,200	131,348	258,831	17,631	7.3%
2	PD: Traffic School Fee	157,813	179,108	160,000	84,345	165,000	5,000	3.1%
3	PD: Traffic School Fee - Enumclaw	5,100	6,900	6,000	1,900	4,000	(2,000)	-33.3%
4	Marine Lk. Sawyer Boat Safety	20,839	11,632	14,000	-	12,000	(2,000)	-14.3%
5	Police Grants	35,689	38,576	30,500	13,473	162,700	132,200	433.4%
6	Police Records and Misc.	714	1,007	360	307	600	240	0.0%
7	Gun Permits and Fingerprinting	2,181	1,760	2,000	729	1,400	(600)	-30.0%
8	DARE Donations and Other Revenues	12,512	-	500	10,000	16,000	15,500	3100.0%
9	Staff Time Reimbursements	30,909	43,696	60,500	29,054	65,500	5,000	8.3%
10	**Total Police Department Revenue**	**$ 501,456**	**$ 541,282**	**$ 515,060**	**$ 271,155**	**686,031**	**$ 170,971**	**33.2%**

Municipal Court Revenue includes all revenue associated with the Black Diamond Municipal Court. The court has received multiple grants from the Administrative Office of the Courts for 2026 for therapeutic court and interpreters.

	Municipal Court Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Court Traffic Infractions	101,019	147,521	110,000	71,981	130,000	20,000	18.2%
2	Administration/Correction Fees	7,052	6,731	4,000	3,615	6,000	2,000	50.0%
3	Court Mand. Insurance Costs	319	379	-	275	-	-	0.0%
4	Court Parking Fines	2,122	580	400	50	150	(250)	-62.5%
5	Court Criminal Traffic Misd.	2,840	3,873	3,000	3,471	3,600	600	20.0%
6	Court Cost Recoupment	793	843	500	322	600	100	20.0%
7	Court DUI Fines	1,864	1,502	1,500	1,129	1,700	200	13.3%
8	AOC Therapeutic Revenue	23,243	101,605	93,860	31,269	81,440	(12,420)	-13.2%
9	Court Other Revenue	1,991	4,889	1,680	1,108	1,660	(20)	-1.2%
10	Maple Valley Court Contract	-	-	-	-	200,000	200,000	N/A
11	**Total Municipal Court Revenue**	**$ 141,243**	**$ 267,923**	**$ 214,940**	**$ 113,219**	**425,150**	**$ 210,210**	**97.8%**

Cable Franchise Fees and Business Licenses are both revenues that are used to finance the public safety expenditures. Cable franchise fees are collected at a 5% levy.

	Cable Franchise Fees and Business Licenses Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Cable Franchise Fees	81,498	75,892	88,000	36,985	80,000	(8,000)	-9.1%
2	Business License	48,000	50,665	54,000	27,320	54,000	-	0.0%
3	**Total Franchise/Business License Rev**	**$ 129,498**	**$ 126,557**	**$ 142,000**	**$ 64,305**	**134,000**	**$ (8,000)**	**-5.6%**

Other General Fund Revenue sources include parking fees at Lake Sawyer, gym revenue, the cemetery, and investment interest.

	Other General Fund Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Lake Sawyer Parking Fee	25,390	44,385	40,000	20,399	44,000	4,000	10.0%
2	Gym Revenue	26,742	26,015	35,000	14,125	27,000	(8,000)	-22.9%
3	Cemetery Revenue	7,100	2,050	4,000	250	625	(3,375)	-84.4%
4	Investment Interest	497,336	301,856	404,000	166,472	274,000	(130,000)	-32.2%
5	School Impact Admin Fees	2,000	1,200	4,000	3,600	7,000	3,000	75.0%
6	Other Miscellanous Fees	1,882	6,265	4,000	5,951	4,000	-	0.0%
7	**Total General Other Fund Revenue**	**$ 560,450**	**$ 381,771**	**$ 491,000**	**$ 210,797**	**356,625**	**$ (134,375)**	**-27.4%**

Funding Agreement Revenue is Master Planned Development Team revenue that covers ongoing costs.

	Funding Agreement Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Funding Agreement Revenue	887,547	1,026,232	1,186,530	541,114	1,300,000	113,470	9.6%
2	**Total Funding Agreement Op. Rev.**	**$ 887,547**	**$ 1,026,232**	**$ 1,186,530**	**$ 541,114**	**1,300,000**	**$ 113,470**	**9.6%**

	Funding Agreement Consultant Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Building & Plan Check Services	186,033	288,533	300,000	196,455	450,000	150,000	50.0%
2	Building Inspector	82,858	15	-	-	-	-	N/A
3	Fiscal Reimbursements	23,820	4,165	50,000	5,396	25,000	(25,000)	-50.0%
4	Civil Engineering Reimbursements	559,812	684,742	575,000	224,789	575,000	-	0.0%
5	Traffic Reimbursements	100,625	95,109	400,000	17,998	200,000	(200,000)	-50.0%
6	Legal Reimbursements	102,797	113,972	200,000	35,174	150,000	(50,000)	-25.0%
7	Environmental Reimbursements	26,835	47,827	50,000	10,993	60,000	10,000	20.0%
8	Geotech Reimbursements	12,900	38,492	100,000	11,385	60,000	(40,000)	-40.0%
9	Surveyor Reimbursements	5,607	20,597	80,000	17,443	60,000	(20,000)	-25.0%
10	Hearing Examineer Reimbursements	22,138	10,225	100,000	4,375	80,000	(20,000)	-20.0%
11	**Total Funded Consultants**	**$ 1,123,425**	**$ 1,303,678**	**$ 1,855,000**	**$ 524,006**	**1,660,000**	**$ (195,000)**	**-10.5%**

Note: The Master Development Review Team – Expenditures and Revenues are just preliminary numbers and are not completed. The figures presented are based off partial information until the Finance Department receives the rest of the information from the Master Development Review Team in late September/Early October.

Beginning General Fund Revenue is the money in the City's cash and investment accounts that carryover from the prior year's ending balance after all expenditures.

	Beginning Cash and Investments	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Beg C&I: Restricted- Police Buy Funds	21,908	25,923	25,923	25,923	25,923	-	0.0%
2	Beg C&I: Unassigned- General Gov	5,937,377	7,791,951	8,459,755	7,570,502	8,251,214	(208,541)	-2.5%
3	Beg C&I: Unassigned- Developer	63,000	63,000	63,000	63,000	63,000	-	0.0%
4	**Total Beginning Fund Balance**	**$ 6,022,284**	**$ 7,880,874**	**$ 8,548,678**	**$ 7,659,424**	**8,340,137**	**$ (208,541)**	**-2.4%**

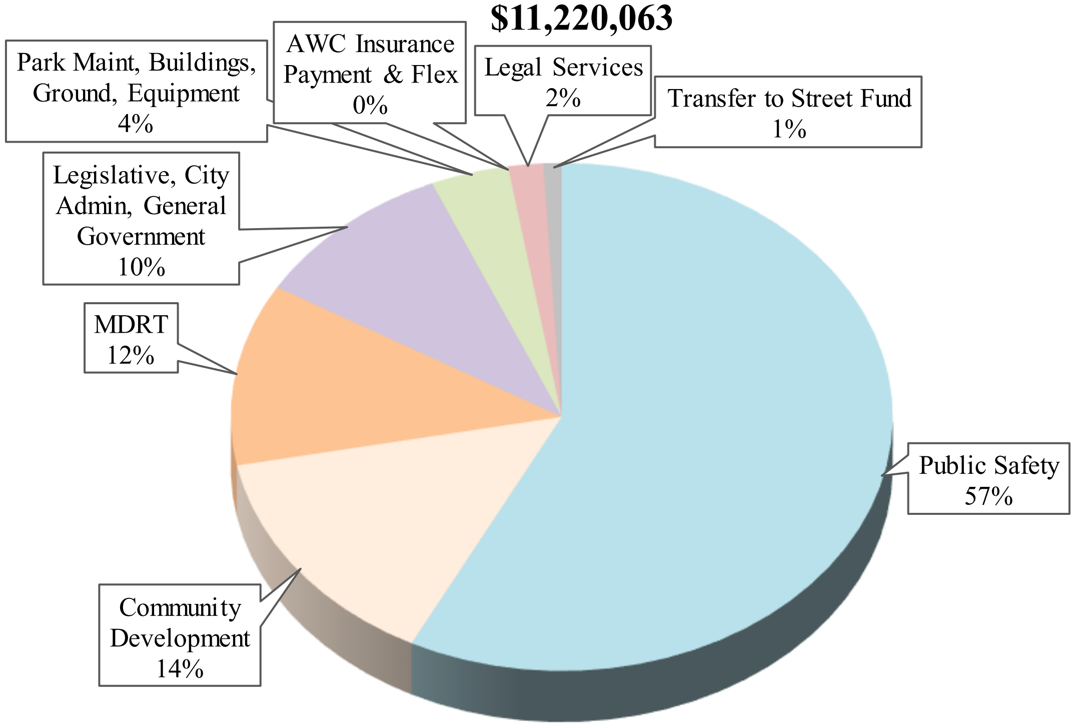
	Total General Fund Sources of Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	**Total General Fund Sources**	**$ 17,656,560**	**$ 18,320,487**	**$ 20,915,569**	**$ 13,541,086**	**21,089,017**	**$ 173,448**	**0.8%**

General Fund Expenditures

Expenditure Comparisons 2023 - 2026 by Function

		Actual 2023	Actual 2024	Budget 2025	Budget 2026	% of Total
1	Public Safety	4,737,469	5,247,520	5,860,770	6,450,879	57.5%
2	Community Development	1,374,731	1,301,041	1,586,666	1,619,519	14.4%
3	MDRT	943,407	1,000,376	1,121,637	1,300,000	11.6%
4	Legislative, City Admin, General Government	751,090	737,417	1,082,390	1,129,412	10.1%
5	Park Maint, Buildings, Ground, Equipment	343,289	444,362	470,044	428,753	3.8%
7	AWC Insurance Payment & Flex	8,176	-	604,952	-	0.0%
6	Legal Services	134,290	159,919	164,500	191,500	1.7%
8	Transfer to Street Fund	100,000	200,000	150,000	100,000	0.9%
9	**Total General Fund Operations**	**8,392,452**	**9,090,634**	**11,040,959**	**11,220,063**	**100.0%**

2026 Total GF Expenditure Budget Excluding MDRT Consultants $11,220,063



	Public Safety	Actual 2023	Actual 2024	Budget 2025	Budget 2026	% of Total
10	Police Department	3,035,896	3,358,447	3,793,520	3,985,015	61.8%
11	Fire Department	1,174,068	1,193,627	1,318,961	1,396,586	21.6%
12	Court/Prosecuting Attorney & Public Defender	437,093	534,046	711,116	910,378	14.1%
13	Mental Health/Covid 19/Animal Control	90,411	161,400	37,173	158,900	2.5%
14	**Total Public Safety Operations**	**4,737,469**	**5,247,520**	**5,860,770**	**6,450,879**	**100.0%**

General Fund – Department Level Expenditure Summaries

Legislative – City Council - Expenditures

This department budget supports the Councilmembers who are elected to serve four-year terms at large and represent all Black Diamond residents.

The City Council completes City business during regular meetings and work sessions each month. Council duties include approving the annual budget, authorizing inter-local agreements and contracts and deliberating on and passing ordinances and resolutions to set City policies. Seven Councilmembers receive a stipend of $160 per month, and the Mayor Pro Tem receives $200 per month. Originally five in number, the councilmember positions increased to seven in the fall of 2019.

	Legislative - City Council Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	13,520	13,600	13,920	6,880	13,920	0	0.0%
2	Benefits	1,161	1,181	1,481	603	1,501	20	1.4%
3	**Salaries and Benefits**	**14,681**	**14,781**	**15,401**	**7,483**	**15,421**	**20**	**0.1%**
4	Charges for Services	1,671	6,384	8,606	618	7,100	(1,506)	-17.5%
5	**Total Legislative Expenditures**	**$16,352**	**$21,164**	**$24,007**	**$8,101**	**$22,521**	**-$1,486**	**-6.2%**

Executive – Mayor's Office - Expenditures

The Mayor is the Chief Executive Officer of Black Diamond and is directly elected by popular vote by the citizens of Black Diamond for a four-year term. Mayoral duties include overseeing City administration, presiding over all meetings of the Council, signing, and enforcing all ordinances, appointing and removing appointed officials, signing contracts entered into by the City, and representing the City in meetings and events held outside of Black Diamond.

The Mayor is paid a stipend of $1,000 per month. Other costs include membership, travel and training fees, including the Association of Washington Cities Annual Conference and Mayor's Exchange.

	Executive - Mayor's Office Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	12,000	12,000	12,000	6,000	12,000	-	0.0%
2	Benefits	1,123	1,147	1,354	581	1,372	18	1.3%
3	**Salaries and Benefits**	**13,123**	**13,147**	**13,354**	**6,581**	**13,372**	**18**	**0.1%**
4	Office and Operating Supplies	-	-	100	49	100	0	0.0%
5	Charges for Services	2,704	1,681	3,062	583	2,800	(262)	-8.6%
6	**Total Mayoral Office Expenditures**	**$15,827**	**$14,828**	**$16,516**	**$7,213**	**$16,272**	**-$244**	**-1.5%**

Administration – City Administrator – Expenditures

The total City Administrator budget is $272,282. 40% of this position's total Salary and Benefit costs have been allocated to the Utility departments (Street, Water, Sewer, and Stormwater).

	Administration - City Administrator Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	% Budget Change
1	Wages	-	-	125,559	16,920	128,116	2,557	2.0%
2	Benefits	-	-	43,027	6,184	38,404	(4,623)	-10.7%
3	**Salaries and Benefits**	**-**	**-**	**168,586**	**23,104**	**166,520**	**(2,066)**	**0.0%**
4	Office and Operating Supplies	-	-	2,250	2,300	1,500	(750)	-33.3%
5	Charges for Services	-	700	24,400	648	104,262	79,862	327.3%
6	**Total City Administrator Expenditures**	**$0**	**$700**	**$195,236**	**$26,052**	**$272,282**	**$77,046**	**39.5%**

General Government - Expenditures

In this document, General Government refers to the City Clerk, Finance, Human Resources, Utility Billing, Information Technology and Central Services departments. Central Services is not a true department in the sense that it has staff and operations. Central Services is really a centralized cost center where General Fund departments have shared costs such as copier costs, postage, advertising, utilities, custodial services, building insurance, credit card, and banking fees. Additionally, some costs that benefit a variety of departments are paid by Central Services and then a percentage of that cost is then allocated to various departments.

	General Government Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	% Budget Change
1	Wages	455,512	408,875	427,891	192,819	418,433	(9,458)	-2.2%
2	Benefits	160,132	153,779	171,803	76,771	160,467	(11,336)	-6.6%
3	**Total Salaries and Benefits**	**615,644**	**562,654**	**599,694**	**269,590**	**578,900**	**(20,794)**	**-3.5%**
4	Office and Operating Supplies	15,835	33,273	58,300	9,654	60,300	2,000	3.4%
5	Charges for Services	63,523	104,798	161,637	67,413	149,137	(12,500)	-7.7%
6	Voter Costs and Registration	23,910	-	27,000	26,981	30,000	3,000	11.1%
7	**Total General Government Expenditures**	**$718,911**	**$700,725**	**$846,631**	**$373,638**	**$818,337**	**-$28,294**	**-3.3%**
8	**By Department**							
9	City Clerk	185,925	173,549	231,984	121,311	233,146	1,162	0.5%
10	Finance Department	418,247	393,614	413,676	174,747	400,481	(13,195)	-3.2%
11	Information Technology	79,066	89,508	149,435	52,595	151,742	2,307	1.5%
12	Central Services	35,673	44,054	51,536	24,985	32,968	(18,568)	-36.0%
13	**Total General Government Expenditures**	**$718,911**	**$700,725**	**$846,631**	**$373,638**	**$818,337**	**-$28,294**	**-3.3%**

Police Department – Expenditures

OUR VISION
With our values at the forefront, the Black Diamond Police Department will be an open, friendly, and community-minded organization devoted to quality public service. We aspire to be a model of character and service. We will emphasize the development of professional knowledge and leadership skills at every level of our organization. We will promote an atmosphere of public trust and confidence through professional conduct, being responsive to community needs, and accountable to those we serve.

MISSION
The Black Diamond Police Department will strive to maintain the trust and confidence of our citizens through proactive policing and demonstration of our core values.
Integrity - Committed to providing quality service by consistently holding ourselves to the highest moral and ethical principles.
Professionalism - Committed to providing the community with exceptional law enforcement by developing our personnel through effective training and leadership.
Excellence - Committed to providing innovative solutions to issues by working in partnership with our community.
Teamwork - Committed to providing a quality work environment by promoting coordination, cooperation, and communication with our members.

2026 Budget Goals

The Black Diamond Police Department budget is a direct reflection of our commitment to earning and maintaining the trust and confidence of our community through proactive policing and adherence to our core values. It supports key priorities, including:

- Investing in staff training and professional development
- Preparing for the future through effective succession planning
- Meeting critical equipment and operational needs
- Utilizing technology to enhance efficiency and service
- Strengthening community outreach and engagement
- Enhancing traffic safety, visibility, enforcement, and response times

Police Budget

The increases within the Police Department budget are primarily within wages and benefits. These increases are due to anticipations within the union contract with an agreement upon a Cost-of-Living Adjustment (COLA) and other miscellaneous benefit increases, as well as regular step progression, and liability insurance.

	Police Department Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	1,658,028	1,877,237	1,996,262	955,660	2,160,180	163,918	8.2%
2	Benefits	610,125	696,332	778,376	364,375	881,178	102,802	13.2%
3	**Salaries and Benefits**	**2,268,153**	**2,573,570**	**2,774,638**	**1,320,034**	**3,041,358**	**266,720**	**9.6%**
4	Office and Operating Supplies	107,708	109,315	127,000	37,441	124,400	(2,600)	-2.0%
5	Charges For Services	221,460	214,295	289,687	173,645	247,821	(41,866)	-14.5%
6	Capital Outlay	-	-	4,500	-	3,000	(1,500)	-33.3%
7	Debt Service to Sewer Reserves	-	-	-	-	-	0	0.0%
8	Transfer to Equip Replace Fund	100,000	100,000	100,000	-	-	(100,000)	-100.0%
9	**Subtotal Police Expenditures**	**$2,697,321**	**$2,997,180**	**$3,295,825**	**$1,531,121**	**$3,416,579**	**120,754**	**3.7%**
10	Jail Costs	43,738	43,738	103,000	69,009	103,000	0	0.0%
11	Building Maintenance	39,951	40,182	43,000	75,172	58,720	15,720	36.6%
12	Civil Service	1,821	6,728	4,500	310	16,000	11,500	255.6%
13	Communications	197,929	204,751	250,445	84,412	263,616	13,171	5.3%
14	Marine Program	26,282	28,629	25,500	12,525	33,750	8,250	32.4%
15	Criminal Justice	28,854	37,239	71,250	37,989	93,350	22,100	31.0%
16	Evidence Room & Special funds	-	-	-	-	-	2,000	
17	**Total Police Department Expenditures**	**$3,035,896**	**$3,358,447**	**$3,793,520**	**$1,810,538**	**$3,985,015**	**$191,495**	**10.6%**

Fire Department - Expenditures

The City of Black Diamond contracts with Mountain View Fire and Rescue, formerly King County Fire District No. 44, for fire services. The department's responsibilities include providing a minimum of two personnel on duty 24 hours a day, seven days a week in Black Diamond and providing rescue, fire suppression, fire prevention, fire marshal services, emergency medical services, disaster services, hazardous materials response, dispatch services, administrative services, and public education activities to citizens. Fire investigation services are contracted through the King County Sheriff's Department. The increase is due to a 5% cola, which is included in the contract between the City and Mt. View Fire that began in 2022. Breathing Apparatuses & Equipment are now included in Capital Expenditures.

	Fire Department Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	MT. View Fire District Contract	1,075,290	1,129,055	1,283,961	641,980	1,359,586	75,625	5.9%
2	Building Repair and Maintenance	-	59,129	30,000	9,596	30,000	0	N/A
3	Charges for Services	23,778	5,444	5,000	4,222	9,500	4,500	90.0%
4	Transfer to Fire Study	75,000	-	-	-	-	0	N/A
5	**Total Fire Department Expenditures**	**$1,174,068**	**$1,193,627**	**$1,318,961**	**$655,799**	**$1,399,086**	**$80,125**	**6.1%**

Black Diamond Aid Car

Legal Department – Expenditures

The City Attorney provides civil legal service, preparing and reviewing ordinances and other legal documents to which the city is a party, maintaining up-to-date legal research materials including pending and adopted state legislation with municipal impact and personnel matters. A percentage of legal costs are shared with the MDRT, Street, and Utility Fund budgets. Decreases in this year's budget are due primarily to settled lawsuits and the conclusion of the Union Contract negotiations in 2023 and 2024 with the expectation of union negotiations restarting in 2026.

	Legal Service Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	General Government	51,459	56,915	68,000	64,852	80,000	12,000	17.6%
2	Appeals, Lawsuits and Public Disclosures	32,152	35,216	59,500	15,982	70,500	11,000	18.5%
3	Union/General Employment	20,480	30,852	7,000	13,160	38,000	31,000	442.9%
4	Code Enforcement	30,200	36,936	30,000	697	3,000	(27,000)	-90.0%
5	**Total Legal Service Expenditures**	**$134,290**	**$159,919**	**$164,500**	**$94,691**	**$191,500**	**$27,000**	**16.4%**

Municipal Court – Expenditures

The Black Diamond Municipal Court is one of limited jurisdiction. The Court operates adjacent to the Police Department on Lawson Street. Court cases involve infractions, misdemeanors, and gross misdemeanors. Other matters such as felony cases are filed and disposed of in King County Superior Court.

Court is in session and is open to the public on the 2nd, 3rd, and 4th Wednesday of each month with a combination of in-person and video hearings. Budget for Court includes contracted services provided by a Judge, a Court Administrator, and a full-time and part-time Judicial Specialist. This budget also provides for security and other miscellaneous expenses such as interpreters, office supplies, and training. This budget reflects a state appropriation of $81,440 dedicated to our Therapeutic Court from the Administrative Office of the Court.

	Municipal Court Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	171,460	202,320	230,492	119,164	368,648	138,156	59.9%
2	Benefits	69,957	81,803	90,444	53,425	174,279	83,835	92.7%
3	**Salaries and Benefits**	**$241,417**	**$284,123**	**$320,936**	**$172,589**	**$542,927**	**221,991**	**69.2%**
4	Office and Operating Supplies	1,376	2,927	4,100	653	3,300	(800)	-19.5%
5	Charges for Services	82,851	103,846	165,220	70,733	157,211	(8,009)	-4.8%
6	Police Security	4,143	4,143	12,000	8,812	24,000	12,000	100.0%
7	Technology Improvement: AOC Grant	4,749	4,749	-	-	-	0	N/A
8	Therapeutic Court: AOC Grant	16,884	16,884	93,860	36,027	81,440	(12,420)	-13.2%
9	**Total Municipal Court Exp**	**$351,418**	**$416,671**	**$596,116**	**$288,814**	**$808,878**	**$212,762**	**35.7%**
	Municipal Court Legal Services	**Actual 2023**	**Actual 2024**	**Budget 2025**	**Actual 2025 thru June**	**Budget 2026**	**Budget $ Change**	**Budget % Change**
10	Prosecuting Attorney	40,800	46,000	45,000	28,000	46,000	1,000	2.2%
11	Public Defender	44,875	71,375	70,000	16,200	55,500	(14,500)	-20.7%
12	**Total Court Legal**	**$85,675**	**$117,375**	**$115,000**	**$44,200**	**$101,500**	**-$13,500**	**-11.7%**

Community Development - Expenditures

This department provides for the City's long-range planning, and land use and building permitting functions. The department also provides staffing to the City Planning Commission and performs code enforcement activities to address nuisances, code violations, and other issues.

	Community Development Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	494,220	552,815	823,293	236,971	836,459	13,166	1.6%
2	Benefits	205,368	192,758	370,049	75,941	366,261	(3,788)	-1.0%
3	**Salaries and Benefits**	**699,588**	**745,573**	**1,193,342**	**$312,911**	**$1,202,720**	**9,378**	**0.8%**
4	Office and Operating Supplies	4,412	7,185	9,396	1,347	12,750	3,354	35.7%
5	Charges for Services	367,811	398,284	383,928	246,694	389,049	5,121	1.3%
6	Vehicles	27,920	-	-	-	-	0	N/A
7	Transfer out for Comp Plan Project	275,000	150,000	-	-	-	0	N/A
8	**Total Community Dev. Expenditures**	**$1,374,731**	**$1,301,041**	**$1,586,666**	**$560,953**	**$1,604,519**	**$17,853**	**1.1%**
9	By Department							
10	Code Enforcement	28,065	39,996	71,786	5,372	55,996	(15,790)	-22.0%
11	Permitting	753,452	712,683	1,005,671	405,353	912,906	(92,765)	-9.2%
12	Long Range Planning	576,980	544,162	494,209	145,878	620,617	126,408	25.6%
13	Hearing Examiner	16,234	4,200	15,000	3,750	15,000	0	0.0%
14	**Total Charges for Services**	**$1,374,731**	**$1,301,041**	**$1,586,666**	**$560,353**	**$1,604,519**	**$17,853**	**1.1%**

Black Diamond Historical Society Museum

Master Development Review Team – Expenditures

This department was established to provide specific focus on the Master Planned Developments. There are two developments, Ten Trails and Lawson Hills. The review team and MDRT consultants are 100% funded by the developer. The team works closely with consultants hired to assist with financial analysis, civil and traffic engineering, environmental, surveying, and geotechnical services. Their services are used to provide consulting and review of the Master Plan Developments according to the development agreements.

	MDRT Review Team: Funding Agreement Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	574,851	681,352	720,211	331,254	575,995	(144,216)	-20.0%
2	Benefits	190,050	206,243	223,061	106,501	211,982	(11,079)	-5.0%
3	**Salaries and Benefits**	**764,901**	**887,594**	**943,272**	**$437,756**	**$787,977**	**(155,295)**	**-16.5%**
4	Office and Operating Supplies	10,489	7,703	14,000	4,359	-	(14,000)	-100.0%
5	Charges for Service	168,018	105,078	164,365	85,425	105,327	(59,038)	-35.9%
6	**Total MDRT Expenditures**	**$943,407**	**$1,000,376**	**$1,121,637**	**$527,539**	**$893,304**	**($228,333)**	**-20.4%**

	MDRT Consultants: Funding Agreement Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	MDRT Legal Services	113,271	78,449	200,000	35,446	200,000	0	0.0%
2	MDRT Fiscal Analysis	24,195	4,981	50,000	645	50,000	0	0.0%
3	MDRT Civil Engineering	602,619	649,449	575,000	232,128	500,000	(75,000)	-13.0%
4	MDRT Traffic Engineering	95,497	72,441	400,000	7,793	400,000	0	0.0%
5	MDRT Environmental Consultant	31,615	46,847	50,000	7,193	50,000	0	0.0%
6	MDRT Geotech	15,450	40,433	100,000	7,210	100,000	0	0.0%
7	MDRT Surveyor	11,036	25,030	80,000	6,198	100,000	20,000	25.0%
8	Hearing Examiner	11,213	10,263	100,000	-	60,000	(40,000)	-40.0%
9	MDRT- Prof Svcs - Planning	222,593	306,365	300,000	167,262	200,000	(100,000)	-33.3%
10	MDRT Building Inspector	-	-	-	-	-	0	N/A
11	**Total MDRT Consultant Expenditures**	**$695,402**	**$1,234,257**	**$1,855,000**	**$463,874**	**$1,660,000**	**-$195,000**	**-10.5%**

Roundabout with Mt. Rainier
Courtesy of Craig Goodwin

Note: The Master Development Review Team – Expenditures and Revenues are just preliminary numbers and are not completed. The figures presented are based off partial information until the Finance Department receives the rest of the information from the Master Development Review Team in late September/Early October.

Parks Department - Expenditures

The Parks Department operates and maintains the following amenities: a basketball court, tennis court, skate park, three picnic areas, a boat launch, five coal car city entry monuments, BMX bike track, swimming area, 143 acres of passive lake front park with trails, city center viewing park, the historical monument park, two playground facilities and landscaping around the police building. The Parks Department provides the insurance, utilities and maintenance for the Gym, and utilities plus insurance coverage for the local historical museum. The museum was designated a historical landmark in 2020. Costs associated with the ownership of resource lands also falls to the Parks Department. Budget increases are due to a progression of salary steps, a change in employee allocations.

	Parks Department Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	47,479	116,411	138,391	56,095	147,706	9,315	6.7%
2	Benefits	15,984	37,305	38,755	19,020	46,631	7,876	20.3%
3	**Salaries and Benefits**	**$63,463**	**$153,716**	**$177,146**	**$75,115**	**$194,337**	**$17,191**	**9.7%**
4	Office and Operating Supplies	14,568	16,310	21,671	2,759	19,630	(2,041)	-9.4%
5	Charges for Services	90,531	103,438	149,838	77,007	135,110	(14,728)	-9.8%
6	Planning & Mini Development	8,389	25,013	17,500	-	15,000	(2,500)	-14.3%
7	Transfer to Equipment Rental	17,500	20,000	20,000	20,000	10,000	(10,000)	-50.0%
8	**Total Parks Expenditures**	**$194,451**	**$318,477**	**$386,155**	**$174,881**	**$374,077**	**-$12,078**	**-3.1%**
9	By Department							
10	Museum	17,156	16,228	20,987	13,281	20,409	(578)	-2.8%
11	Community Event Supplies	1,068	3,508	1,500	-	1,500	0	0.0%
12	Community Center	19,000	23,000	23,000	23,000	23,000	0	0.0%
13	Labor Day/Miner Day	3,383	2,477	4,000	-	3,500	(500)	-12.5%
14	Community Arts Support	-	-	1,000	-	500	(500)	-50.0%
15	Gym	20,517	33,542	39,999	15,682	32,861	(7,138)	-17.8%
16	Lake Sawyer Maintenance	14,196	40,694	45,087	16,149	50,879	5,792	0.0%
17	Parks Maintenance	110,742	174,015	233,082	106,769	226,429	(6,653)	-2.9%
18	Parks Planning & Mini Development	8,389	25,013	17,500	-	15,000	(2,500)	-14.3%
19	**Total Charges for Services**	**$194,451**	**$318,477**	**$386,155**	**$174,881**	**$374,077**	**-$12,078**	**-3.1%**

Eagle Creek Park

Black Diamond Cemetery - Expenditures

Black Diamond Historical Cemetery is in Black Diamond. The cemetery was founded in 1884. It sits on Cemetery Hill Road, off Roberts Drive.

The earliest gravestone dates back to 1880 and now contains over 1,100 graves. The tombstones show cultural diversity and tragedy that existed in town when coal mining was at its peak. At least half a dozen graves belong to those of mine workers who died in explosions in 1902, 1910 and 1915. Graves mark residents who came from countries such as Italy, Australia, Russia and Germany. A Civil War veteran was laid to rest there, as well as children who died in the early 1900s due to epidemics of smallpox and influenza.

The City operates and maintains the historic Black Diamond Cemetery. This involves coordinating burials, sale of plots, providing physical burial, and maintaining the grounds. The niche and burial fees are set to cover the costs associated with the services. The Public Works crew mows and trims the cemetery once a week during the heavy grass growing months and once every two weeks or so for the drier months during the growing season.

This year's budget increases are due to a progression of salary steps, and a change in employee allocations.

	Cemetery Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	10,048	32,544	38,834	17,885	40,698	1,864	4.8%
2	Benefits	3,473	11,359	13,689	6,404	12,702	(987)	-7.2%
3	**Salaries and Benefits**	**13,521**	**43,904**	**52,523**	**$24,289**	**$53,400**	**877**	**1.7%**
4	Office and Operating Supplies	2,289	3,232	15,140	3,111	3,915	(11,225)	-74.1%
5	Charges for Services	3,823	6,139	7,094	5,809	12,360	5,266	74.2%
6	**Total Cemetery Expenditures**	**$19,633**	**$53,275**	**$74,757**	**$33,209**	**$69,675**	**($5,082)**	**-6.8%**

Tomb of the unknown soldier: Never Forget Garden

This garden is a living tribute to all of America's veterans and their families. In silence and respect, this is a place to remember why millions of Americans have fought and died for our liberty and our freedom. Here we renew our mutual pledge to support them with: "Our lives, our fortunes, and our sacred honor."

Facilities, Rent and Maintenance, and Special Programs - Expenditures

The City of Black Diamond's Facilities Department is responsible for the long-term planning of the City's building and equipment needs and to handle the daily needs of all departments in repair, replacement and installation of fixtures, furniture and equipment. The decrease in this budget, beginning in 2025, is due to a change in employee allocations, as well as the reallocation of other expenditures.

	Facilities, Grounds and Building Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	47,066	47,066	-	-	-	0	N/A
2	Benefits	14,753	14,753	-	-	-	0	N/A
3	**Total Salaries and Benefits**	**61,819**	**61,819**	**-**	**$0**	**$0**	**0**	**N/A**
4	Office and Operating Supplies	6,829	6,468	2,000	87	-	(2,000)	-100.0%
5	Building Lease & Maint., Equip Leases	131,298	(6,672)	-	-	-	0	0.0%
6	Alloc of Bld Lease & Maint., Equip Leases	(70,741)	10,995	7,132	5,049	-	(7,132)	-100.0%
7	**Total Facilities Expenditures**	**$129,205**	**$72,610**	**$9,132**	**$5,136**	**$0**	**-$9,132**	**-100.0%**

Special Program expenditures are similar to Central Services in that it is a cost center rather than an operational department. The expenditures under Special Programs have historically been assigned under public safety due to the cost's being associated with the physical well-being of the Black Diamond populace.

	Special Program Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Emergency Management	3,288	1,588	8,700	532	4,700	(4,000)	-46.0%
2	Recycling Costs	18,675	15,676	17,000	4,356	18,000	1,000	5.9%
3	Clean Air Assessment	-	10,797	12,000	6,796	12,500	500	4.2%
4	Animal Control	-	35,339	22,000	-	22,000	0	0.0%
5	Mental Health	26,773	27,011	101,700	25,489	101,700	0	0.0%
6	COVID-19 Related Costs	-	-	-	-	-	0	N/A
7	**Total Special Program Expenditures**	**$48,736**	**$90,411**	**$161,400**	**$37,173**	**$158,900**	**-$2,500**	**-1.5%**

	Ending Fund Balance and General Fund Totals	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Ending Cash and Invest Police Buy Fund	25,923	25,923	19,412	21,908	19,412	0	0.0%
2	Ending Cash and Invest Unreserved	7,916,390	7,570,502	6,166,261	8,617,729	8,126,542	1,960,281	31.8%
3	Ending Cash and Invest Developer	63,000	63,000	63,000	63,000	63,000	0	0.0%
4	**Total Ending Fund Balance**	**8,005,313**	**7,659,424**	**6,248,673**	**8,702,637**	**8,208,954**	**1,960,281**	**31.4%**

	Total General Fund Uses of Expenditure	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	**Total General Fund Uses of Expenditure**	**$17,656,560**	**$18,236,413**	**$19,333,752**	**19,566,660**	**21,089,017**	**$1,755,265**	**9.1%**

Kevin Esping at the Lake Sawyer Parking Pay Station

Budgeted 2026 Positions	2026 Salary Schedule	Step 1	Step 2	Step 3	Step 4	Step 5
✓	City Administrator	14,734	15,472	16,245	17,057	17,910
	Assistant City Administrator	9,058	9,512	9,965	10,418	10,871
	City Attorney	9,203	9,663	10,146	10,653	11,185
✓	Court Administrator	7,584	7,963	8,362	8,780	9,220
✓	Judicial Specialist II	4,968	5,381	4,851	6,211	6,624
	Judicial Specialist I (hourly)	26.04	28.25	30.40	32.58	34.73
	Human Resources Director	9,654	10,169	10,686	11,200	11,721
✓	City Clerk/HR Manager	9,654	10,169	10,686	11,200	11,721
✓	Deputy City Clerk	5,791	6,197	6,602	7,006	7,412
✓	Administrative Assistant III	5,747	6,036	6,339	6,654	6,989
✓	Finance Director	10,543	11,069	11,624	12,204	12,815
✓	Deputy Finance Director	8,650	9,027	9,519	10,013	10,506
✓	Senior Accountant	6,520	6,846	7,189	7,548	7,923
✓	Accounting Clerk/Utility Billing Specialist	5,381	5,654	5,935	6,231	6,542
✓	Administrative Assistant II	4,870	5,112	5,369	5,637	5,920
	Administrative Assistant I	2,656	2,868	3,079	3,292	3,502
	Accounts Payable Clerk (hourly)	25.75	27.04	28.39	29.80	31.30
	Accountant 1 Journey (hourly)	18.73	19.66	20.63	21.67	22.76
✓	Information Services Manager	9,416	9,961	10,504	11,046	11,591
✓	Comm. & Infor. Svs/Admin Sup.Tech II	6,520	6,846	7,189	7,548	7,923
	Comm. & Infor. Svs/Admin Sup.Tech I	4,870	5,112	5,369	5,637	5,920
✓	Police Chief	14,159	14,641	15,226	15,611	16,172
✓	Police Commander	12,717	13,161	13,547	13,935	14,382
✓	Police Sergeant	10,923	11,536	-	-	-
✓	Police Officer	7,436	8,240	9,041	9,801	-
✓	Police Records Coordinator	5,791	6,197	6,602	7,006	7,412
✓	Police Clerk	4,983	5,233	5,494	5,769	6,056
	Police Clerk (hourly)	28.76	30.18	31.69	33.29	34.94
✓	MDRT & Economic Director	10,398	10,919	11,466	12,037	12,640
✓	Construction Inspector Supervisor	8,964	9,480	9,998	10,513	11,032
✓	Construction Inspector	7,534	7,968	8,405	8,837	9,271
✓	MDRT Senior Accountant (hourly)	37.62	39.50	41.48	43.54	45.71
	MDRT Planner (hourly)	29.26	31.31	33.37	35.41	37.45
✓	Community Dev/Nat Resources Director	10,398	10,919	12,037	12,038	12,640
✓	Building Official	8,964	9,480	9,998	10,513	11,032
✓	Code Compliance Officer/Building Inspector	6,382	6,701	7,037	7,388	7,756
✓	Senior Planner	8,452	8,875	9,319	9,784	10,274
✓	Associate Planner	7,220	7,581	7,960	8,358	8,776
	Permit Technician Supervisor	7,416	7,754	8,091	8,429	8,765
✓	Permit Technician	6,084	6,512	6,936	7,364	7,786
	Permit Technician (hourly)	35.10	37.58	40.02	42.49	44.92
✓	Assistant Planner / Permit Technician	5,791	6,197	6,602	7,006	7,412
	Parks Department Director	8,455	8,907	9,361	9,814	10,266
✓	Public Works Director	10,398	10,924	11,472	12,046	12,648
✓	Operations & Maintenance Superintendent	8,964	9,480	9,998	10,513	11,032
✓	Capital Projects Program Manager	8,626	9,058	9,509	9,986	10,485
✓	Stormwater Coordinator	7,307	7,563	7,827	8,101	8,427
✓	Facilities Equipment Coordinator	6,111	6,512	6,936	7,364	7,786
✓	Management Analyst	7,760	8,148	9,583	9,011	9,432
	Public Works Administrative Asst. III	5,747	6,036	6,339	6,654	6,989
✓	Utility Lead	7,735	8,155	8,585	9,022	9,469
✓	Utilities Lead	7,241	7,604	7,984	8,383	8,802
✓	Utility Worker II	5,812	6,104	6,408	6,730	7,066
✓	Utility Worker I	4,938	5,184	5,444	5,712	6,001
✓	Utility Worker Seasonal (hourly)	20.20	24.45	-	-	-

2026 Employee Allocations by Funding Source

	Positions	Full Time Equivalent (FTE)	Funding Agreement	General Fund	Street Fund	Water Fund	Sewer Fund	Storm water Fund
1	City Administrator	1.00		0.60	0.10	0.10	0.10	0.10
2	**Total Court**	**1.00**	**0.00**	**0.60**	**0.10**	**0.10**	**0.10**	**0.10**
3	Court Administrator	1.00		1.00				
4	Judicial Specialist II	2.75		2.75				
5	Judicial Specialist I	0.00						
6	**Total Court**	**3.75**	**0.00**	**3.75**	**0.00**	**0.00**	**0.00**	**0.00**
7	City Clerk/HR Manager	1.00		0.60	0.10	0.10	0.10	0.10
8	Deputy City Clerk	1.00		0.50	0.13	0.13	0.12	0.12
9	Administrative Assistant III	0.60		0.60				
10	Finance Director	1.00		0.60	0.10	0.10	0.10	0.10
11	Deputy Finance Director	1.00		0.60	0.10	0.10	0.10	0.10
12	Senior Accountant	2.00		1.04	0.24	0.24	0.24	0.24
13	Accounting Clerk/Utility Billing Specialist	1.00		0.15		0.50	0.20	0.15
14	Administrative Assistant II	1.00		0.25	0.10	0.30	0.25	0.10
15	Information Service Manager	1.00		0.65	0.06	0.11	0.11	0.07
16	Communications & Info Svs/Admins Sup Tech I	1.00		0.65	0.06	0.11	0.11	0.07
17	**Total Administration**	**10.60**	**0.00**	**5.64**	**0.89**	**1.69**	**1.33**	**1.05**
18	Police Chief	1.00		1.00				
19	Police Commander	1.00		1.00				
20	Sergeant	2.00		2.00				
21	Police Officers	10.00		10.00				
22	Police Records Coordinator	1.00		1.00				
23	Police Clerk	1.00		1.00				
24	**Total Police Department**	**16.00**	**0.00**	**16.00**	**0.00**	**0.00**	**0.00**	**0.00**
25	MDRT & Economic Dev Director	1.00	1.00					
26	Construction Inspector Supervisor	1.00	1.00					
27	Construction Inspector	1.00	1.00					
28	Senior Accountant	0.75	0.75					
29	**Total MDRT Review Team**	**3.75**	**3.75**	**0.00**	**0.00**	**0.00**	**0.00**	**0.00**
30	Community Dev/Nat Resources Director	1.00		1.00				
31	Building Official	1.00		1.00				
32	Code Compliance Officer/Building Inspector	1.00		1.00				
32	Senior Planner	1.00		1.00				
33	Associate Planner	1.00		1.00				
33	Permit Technician	2.00		2.00				
34	Assistant Planner/Permit Technician	1.00		1.00				
35	**Total Community Development**	**8.00**	**0.00**	**8.00**	**0.00**	**0.00**	**0.00**	**0.00**
36	Public Works Director	1.00		0.10	0.225	0.225	0.225	0.225
37	Capital Project/Program Manager	1.00			0.25	0.25	0.25	0.25
38	Stormwater Coordinator	1.00						1.00
39	Facilities Equipment Coordinator	1.00		0.52	0.12	0.12	0.12	0.12
40	Management Analyst	1.00		0.15	0.20	0.40	0.10	0.15
41	Operations & Maintenance Superintendent	1.00		0.10	0.22	0.24	0.23	0.21
42	Utilities Operator	1.00		0.03	0.06	0.55	0.30	0.06
43	Utility Worker II	3.00		0.45	0.60	0.66	0.69	0.60
44	Utility Worker I	2.00		0.50	0.40	0.40	0.34	0.36
45	Gym Maintenance (hourly)	0.17		0.17				
46	Utility Worker Seasonal (hourly)	0.75		0.35	0.14	0.14	0.03	0.11
47	**Total Public Works**	**12.92**	**0.00**	**2.37**	**2.21**	**2.98**	**2.29**	**3.08**
48	**Total Budget Positions (FTE's)**	**56.02**	**3.75**	**36.36**	**3.20**	**4.77**	**3.72**	**4.23**

CITY OF BLACK DIAMOND

2025 Calendar for 2026 Budget Meetings

As Passed by Resolution 25-1686

	Process	Work Session Meeting	City Council	State Law Limitations
1	Budget CALL: 2026 Budget requests and instructions go out to all departments.			September 08
2	Budget estimates from departments are submitted to Finance Director.			September 22
3	Finance Director provides estimates for the complete financial program to the City Administrator.			October 01
4	Special Meeting - Work Session 6:00 PM - the City Administrator provides Council with current information on revenue from all sources as adopted in 2025 Budget. The City Administrator also provides the proposed Preliminary 2026 Budget for the General Fund and 2026 Budget totals for all funds including debt service & possible Revenue for Property Taxes.	September 18		October 06
5	Special Meeting - Work Session 5:30 PM – General Fund 2026 Budget Showing Revenues & Expenditures for Public Safety, Community Development, Parks, & all General Fund Revenues & Expenditures & possible Property Tax Increases.	September 25		Mid-October – Mid-November
6	Special Meeting – Work Session 6:00 – Public Works 2026 Budgets for Revenues and Expenditures for Street, Water, Sewer, Stormwater Funds. Also, for special funds such as REET I & II and General Government, Utilities, Capital Projects, and Debt Service.	October 02		November 18
7	The City Administrator prepares the 2026 Preliminary Budget and message and files with Council, Clerk, and Finance Director			November 02
8	City Clerk publishes notice of Public Hearing on 2026 Budget and filing of preliminary budget – once a week for two consecutive weeks			November 18
9	Preliminary 2026 Budget Document made available to Public at least six weeks before Jan. 1, 2026			November 18
10	Special Meeting – Work Session 6:00- 2026 General Fund revenue review and possible increases in property taxes and two property tax ordinances.	October 16		November 30
11	1st Public Hearing on 2026 Revenue Sources including possible increases in property taxes and two property tax ordinances.		October 16	Nov 1 – Nov 25

12	City Council adopts two 2026 Property Tax Ordinances & send to King County by Nov 30, 2025		November 06	November 30
13	City Council Holds 2nd Public Hearing on 2026 Preliminary Budget.		November 06	November 30
14	Council holds Final Budget Hearing on 2026 Budget		November 21	December 01
15	Council adopts Final 2026 Budget		November 20	December 31
16	Council amends 2025 Budget		November 20	December 31

CITY OF BLACK DIAMOND

September 25, 2025 Council Special Meeting Agenda

Council Chambers, 25510 Lawson St.

Black Diamond, WA 98010

THIS IS OFFERED AS A HYBRID MEETING AND MAY BE ATTENDED IN PERSON AT THE ABOVE NOTED ADDRESS OR BY JOINING VIRTUAL/TELEPHONICALLY. CALL IN AND JOINING INFORMATION FOLLOWS:

Zoom link to join meeting: https://zoom.us/j/4454477047?pwd=eGxRY3ZEeU14SVM2cGRBcUxCSjdmZz09
(Note: You do not need a web cam to join the meeting, but you will need audio to hear the proceedings.)
Meeting ID: 445 447 7047 Password: Council

Telephone dial in options: +1 253 215 8782 US (Tacoma) +1 206 337 9723 US (Seattle) Meeting ID: 445 447 7047

5:30 P.M. CALL TO ORDER, FLAG SALUTE, ROLL CALL

WORK SESSION:

1) **AB25-099 –** Review of 2026 General Fund Preliminary Budget — Mr. Mason

ADJOURNMENT:

CITY COUNCIL AGENDA BILL

City of Black Diamond
Post Office Box 599
Black Diamond, WA 98010

ITEM INFORMATION

SUBJECT: 2026 Budget General Fund Work Session	**Agenda Date: September 25, 2025**	**AB25-099**	
		Mayor Carol Benson	
		City Administrator Kevin O'Neill	
		City Attorney David Linehan	
		City Clerk – Brenda L. Martinez	
		Com Dev –Andy Williamson	
		Finance – Xavier Mason	**X**
		MDRT/Ec Dev – Andy Williamson	
Cost Impact (see also Fiscal Note): N/A		Police – Chief Kiblinger	
Fund Source: N/A		Public Works – Scott Hanis	
Timeline: N/A		Court – Judge Swain/Tawnya Parks	

Agenda Placement: ☒ Mayor ☐ Two Councilmembers ☐ Committee Chair ☐ City Administrator

Attachments: 2026 General Fund Preliminary Budget, General Fund Revenues and Expenditures Presentation

SUMMARY STATEMENT: 2026 General Fund Budget Work Session

Every year, City staff present the annual budget to the Black Diamond City Council on behalf of the Mayor. Internally, the budget planning process begins around June, and then City Council becomes involved around September and ending in November. Then, the budget is enacted for the calendar year from January 1st – December 31st.

The purpose of the municipal budget is to manage the City's finances by properly allocating resources towards providing essential services, maintaining infrastructure, and supporting the community's priorities. Specifically, the work sessions, and ultimately the budget itself, serve as an exercise in financial planning, accountability and transparency, policy implementation, legal framework, and performance measurement for the benefit of Black Diamond residents.

The purpose of the September 25, 2025, work session is to provide information to the Black Diamond City Council regarding the revenues and expenditures within the General Fund for the year 2026. The General Fund serves as the primary operating fund for public safety and general government operations. Serving as the primary financier of day-to-day operations, the General Fund could be considered the core of Black Diamond's finances. Staff will discuss with the Black Diamond City Council the expenditures and revenues within the General Fund. Additionally, staff will discuss the components within the General Fund such as: (1) general government, (2) public safety, and (3) property taxes and how they work.

In addition to the September 25th work session, there will be additional work sessions on October 2nd, and October 16th. Additionally, there will be public hearings on October 16th, November 6th, regarding two property tax ordinances. Then, two additional public hearings will be held on November 6th and November 20th regarding the preliminary 2025 budget document.

FISCAL NOTE (Finance Department): N/A

COUNCIL COMMITTEE REVIEW AND RECOMMENDATION:

RECOMMENDED ACTION: **Not Applicable**

RECORD OF COUNCIL ACTION

Meeting Date	***Action***	***Vote***
September 25, 2025		

Black Diamond Preliminary Budget

2026

General Fund Budget Work Session

September 25, 2025

‘Black Diamond’s New Gateway Entrance Sign’

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Black Diamond Elected Officials
Adopting 2026 Budget

Our Elected Officials

Mayor: Carol Benson January 2022 - December 2025	Councilmember No. 1: Tamie Deady January 2024 - December 2027
Councilmember No. 2: Sara Nielsen February 2025 – Certification of 2025 General Election Results	Councilmember No. 3: Darcey Peterson July 2024 – Certification of the 20225 General Election Results
Councilmember No. 4: Leih Mulvhill January 2022 - December 2025	Councilmember No. 5: Jesse Young February 2025 – Certification of 2025 General Election Results
Councilmember No. 6: Nathan Jones January 2024 - December 2025	Councilmember No. 7: Vacant Seat

History of Black Diamond, Washington – Coal Town

Though Black Diamond was incorporated in 1959, this community has had a much longer history as a historic town in Washington. Black Diamond was first established as a community in the late 1880s for the mining of coal. At the turn of the century, the town became a major exporter of coal in the region. As the town grew and coal mining increased, the Pacific Coast Coal Company in Black Diamond became the largest coal mining operation on the West Coast. Though times have changed, many of the historic buildings in Black Diamond retain their original locations. In addition to many historic buildings remaining, in recent years areas such as Railroad Avenue have been updated and refurbished, making great improvement to the Historic Museum and Black Diamond Bakery area.

Black Diamond is experiencing rapid growth. According to some sources, Black Diamond is the fastest growing City in the State of Washington. In 1998, the City annexed the Lake Sawyer area, essentially doubling the population and the acreage of the City. Now, a significant portion of that growth can be attributed to the Master Plan Development Agreement Plan. As of April 2025, Black Diamond has an estimated 7,435 citizens, with projections to reach above 20,000 people within the next 20 years. As the City continues to expand, the expectation is that the infrastructure that is needed to support this growth will continue at a managed pace.

Form of Government

Black Diamond is a “Code City” as described under Title 35A in the Revised Code of Washington. The City operates under a strong mayor form of government with seven elected council members serving staggered four-year terms. The Mayor serves as the chief administrative officer of the City. The City Council acts as the legislative body. The City expanded to a seven-member council in the fall of 2019. The City is served by Legislative Congressional District 8 and Legislative District 5.

Budget Process

Budgeting is an essential element of the financial planning, control and evaluation process of government. The planning process involves determining the types and levels of services to be provided by the various departments, programs, and functions.

The City of Black Diamond budgets annually on the calendar year beginning January 1 and ending December 31. Budget adjustments are limited by state law (35A.33.120). Allocations are made based on a fund level, limiting uses outside of each fund. Funds are segregated to carry on specific objectives. Funds are budgeted on a cash basis in accordance with the Revised Code of Washington, RCW 35.33. Appropriations in the operating fund budgets constitute maximum expenditure authorizations during the year and cannot be legally exceeded until subsequently amended by the City Council.

How Black Diamond Serves the Community

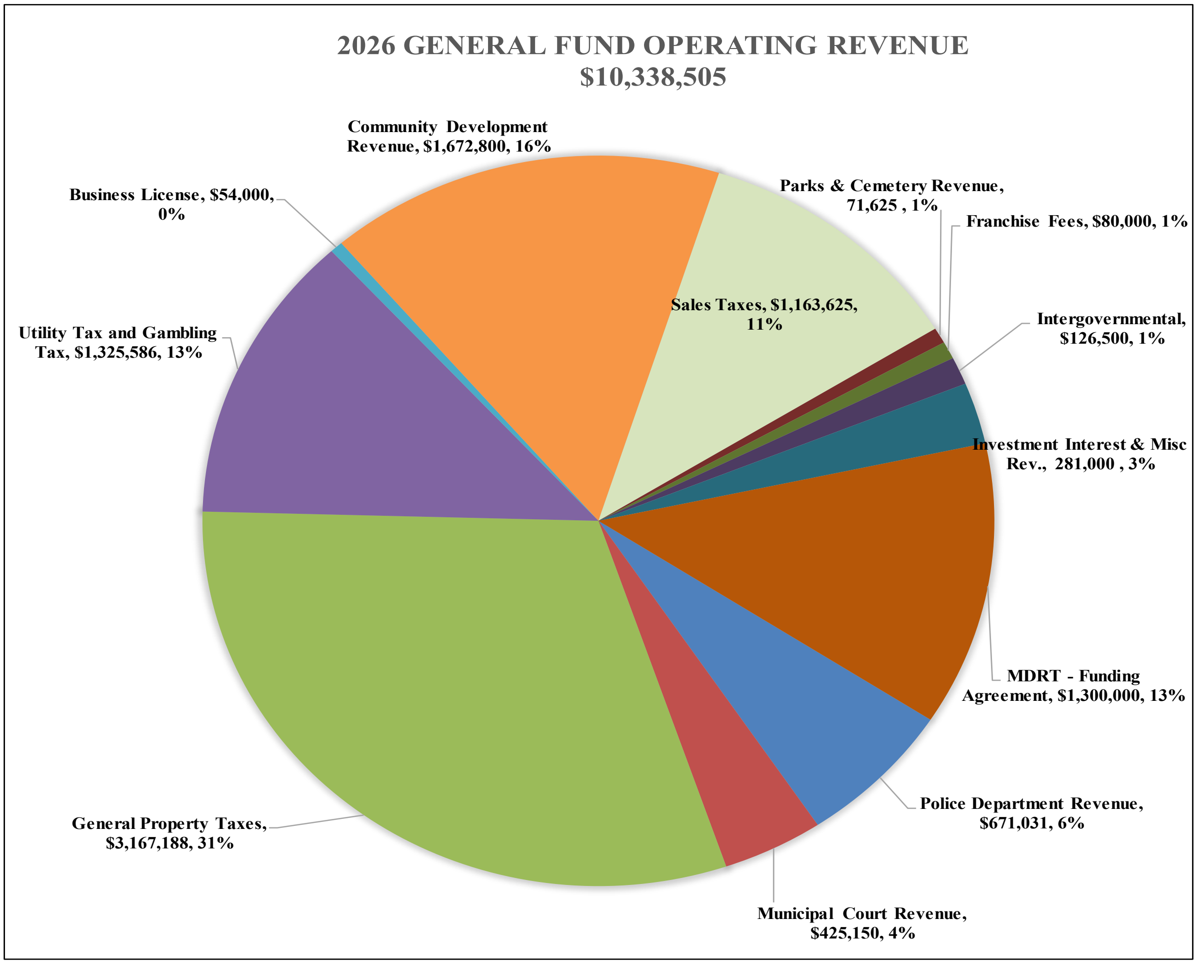
The City of Black Diamond strives to provide a safe and enjoyable environment for residents, businesses, and visitors alike. Foremost, safety is a priority in Black Diamond. Our City’s Police Department and Mountain View Fire and Rescue employees are both dedicated and highly qualified personnel. City employees provide other important services such as road maintenance, planning, permitting, code enforcement, a municipal court, parks maintenance, water utility, stormwater utility, and sewer utility services.

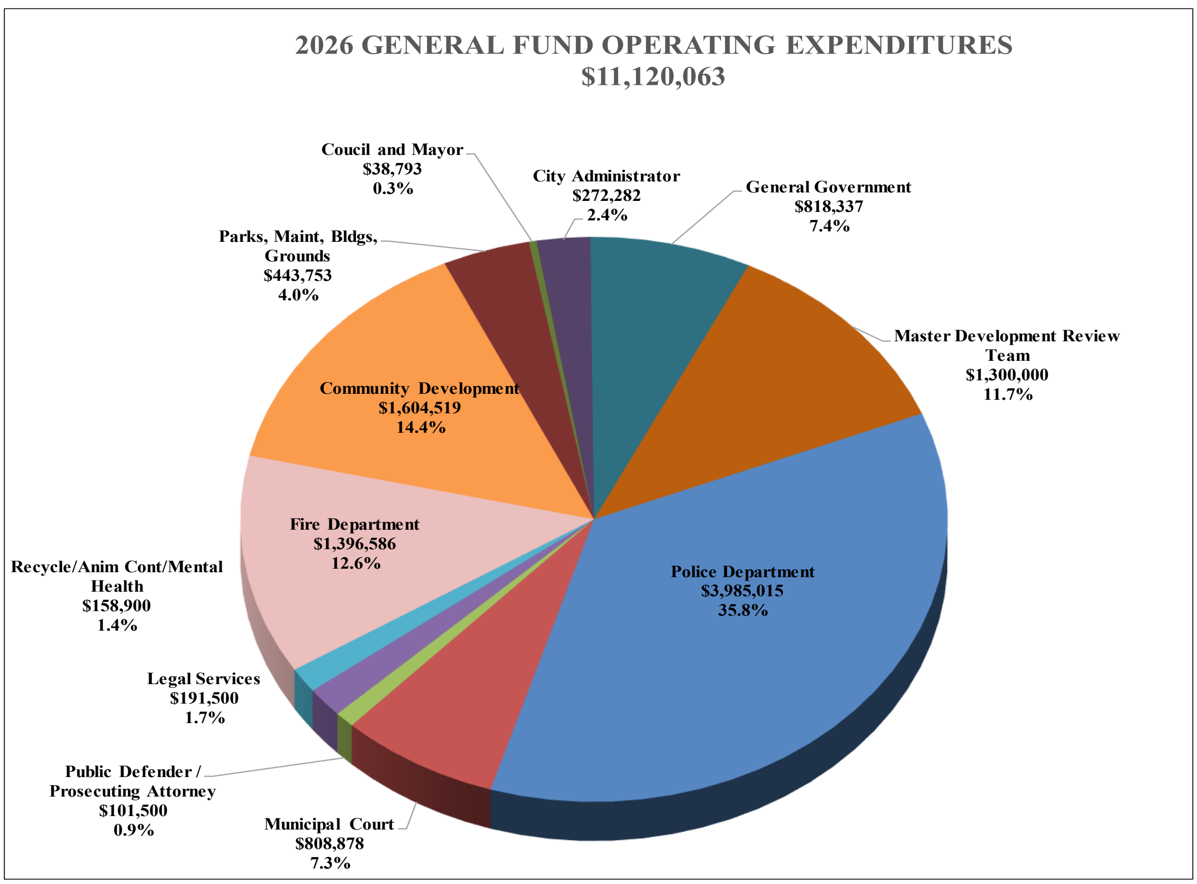
	General Fund Revenue Projection	2025 Budget	2025 Actuals thru June	2025 Estimated Year End	2026 Budget	2026 $ Budget Change	2026 % Budget Comparison
	REVENUES						
1	Beginning Cash and Investments	**8,548,678**	**7,659,424**	**7,659,424**	**8,702,637**	153,959	101.8%
2	General Property Taxes	3,125,929	1,658,891	3,125,929	3,167,188	41,259	101.3%
3	Sales Taxes	1,035,000	543,859	1,087,500	1,163,625	128,625	112.4%
4	Utility Tax and Gambling Tax	1,228,510	701,142	1,252,935	1,325,586	97,076	107.9%
5	Cable Franchise Fees	88,000	36,985	76,000	80,000	(8,000)	90.9%
6	Business License	54,000	27,320	54,000	54,000	0	100.0%
7	Liquor Profits & Excise Tax	104,000	47,629	107,000	110,000	6,000	105.8%
8	KC Recycle Grants	16,500	-	16,500	16,500	-	100.0%
9	Municipal Court Revenue	214,540	113,169	237,580	425,150	210,610	198.2%
10	Police Department Revenue	515,060	320,768	512,852	671,031	155,971	130.3%
11	Community Development Rev	1,508,370	912,399	1,636,655	1,672,800	164,430	110.9%
12	Parks Revenue	75,000	34,524	66,000	71,000	(4,000)	94.7%
13	Cemetery Revenue	4,000	250	250	625	(3,375)	15.6%
14	Investment Interest & Misc Rev.	408,000	173,845	330,005	281,000	(127,000)	68.9%
15	Funding Agreement - MDRT	1,186,530	602,437	1,186,530	1,300,000	113,470	109.6%
16	**Total Operating Revenues**	**9,563,439**	**5,173,219**	**9,689,736**	**10,338,505**	**775,066**	**108.1%**
17	AWC Insurance Payment & Flex	603,452	3,150	-	-	(603,452)	0.0%
18	Devel Reimb-MDRT Conslt	1,855,000	524,006	1,855,000	1,660,000	(195,000)	89.5%
19	Sales Taxes from Construction	345,000	181,287	362,500	387,875	42,875	112.4%
20	**Total Revenues**	**12,366,891**	**5,881,661**	**11,907,236**	**12,386,380**	19,489	100.2%
21	**TOTAL GENERAL FUND SOURCES**	**20,915,569**	**13,541,086**	**19,566,660**	**21,089,017**	**173,448**	**100.8%**

Note: The Master Development Review Team – Expenditures and Revenues are just preliminary numbers and are not completed. The figures presented are based off partial information until the Finance Department receives the rest of the information from the Master Development Review Team in late September/Early October.

General Fund Expenditure Projection	2025 Budget	2025 Actuals Thru June	2025 Estimated Year End	2026 Budget	2026 $ Budget Change	2026 % Budget Change
EXPENDITURES						
1 Legislative - Council	24,007	8,101	15,886	22,521	(1,486)	93.8%
2 Executive - Mayor	16,516	7,213	14,511	16,272	(244)	98.5%
3 Administration - City Administrator	195,236	26,052	121,916	272,282	77,046	139.5%
4 General Government	846,631	373,638	733,833	818,337	(28,294)	96.7%
5 Legal Services	164,500	94,691	151,000	191,500	27,000	116.4%
6 Public Defender / Prosecuting Attorney	115,000	44,200	88,400	101,500	(13,500)	88.3%
7 Municipal Court	596,116	288,814	533,448	808,878	212,762	135.7%
8 Police Department	3,793,520	1,810,538	3,370,453	3,985,015	191,495	105.0%
9 Fire Department	1,318,961	655,799	1,315,461	1,396,586	77,625	105.9%
10 Recycle/Anim Cont/Mental Health	161,400	37,173	144,420	158,900	(2,500)	98.5%
11 Community Development	1,604,166	561,045	829,207	1,619,519	15,353	101.0%
12 Facilities	-	28,538	50,969	-	0	n/a
13 Parks Department	368,655	174,881	291,652	359,077	(9,578)	97.4%
14 Cemetery	74,757	33,209	59,867	69,675	(5,082)	93.2%
15 Master Development Review Team	1,186,530	563,967	1,137,998	1,300,000	113,470	109.6%
16 Total Operating Expenditures	**10,465,995**	**4,707,861**	**8,859,023**	**11,120,063**	**654,068**	**106.2%**
17 AWC Insurance Payment & Flex	604,952	-	-	-	(604,952)	0.0%
18 Transfer to Future City Campus	-	-	-	-	-	
19 Trasnfer to Fire Study	35,000					
20 Transfer to Street	150,000	150,000	150,000	100,000	(50,000)	66.7%
21 Developer MDRT Consultants	1,855,000	463,874	1,855,000	1,660,000	(195,000)	89.5%
22 Total Expenditures	**13,110,947**	**5,321,735**	**10,864,023**	**12,880,063**	**(195,884)**	**98.2%**
23 35% Reserved Cash and Investments	3,933,284	1,862,607	3,802,408	3,336,019	(597,265)	84.8%
24 Unreserved Cash and Investments	3,871,338	6,356,718	4,900,229	4,872,935	1,001,597	125.9%
25 Total Ending Cash and Investments	**7,804,622**	**8,219,325**	**8,702,637**	**8,208,954**	**404,332**	**105.2%**
26 TOTAL GENERAL FUND USES	**20,915,569**	**13,541,086**	**19,566,660**	**21,089,017**	**208,448**	**100.8%**

Note: The Master Development Review Team – Expenditures and Revenues are just preliminary numbers and are not completed. The figures presented are based off partial information until the Finance Department receives the rest of the information from the Master Development Review Team in late September/Early October.


2026 GENERAL FUND OPERATING REVENUE
$10,338,505
Community Development Revenue, $1,672,800, 16%
Parks & Cemetery Revenue, 71,625 , 1%
Franchise Fees, $80,000, 1%
Business License, $54,000, 0%
Sales Taxes, $1,163,625, 11%
Intergovernmental, $126,500, 1%
Utility Tax and Gambling Tax, $1,325,586, 13%
Investment Interest & Misc Rev., 281,000 , 3%
MDRT - Funding Agreement, $1,300,000, 13%
Police Department Revenue, $671,031, 6%
General Property Taxes, $3,167,188, 31%
Municipal Court Revenue, $425,150, 4%


2026 GENERAL FUND OPERATING EXPENDITURES
$11,120,063
Coucil and Mayor $38,793 0.3%
City Administrator $272,282 2.4%
General Government $818,337 7.4%
Parks, Maint, Bldgs, Grounds $443,753 4.0%
Master Development Review Team $1,300,000 11.7%
Community Development $1,604,519 14.4%
Fire Department $1,396,586 12.6%
Recycle/Anim Cont/Mental Health $158,900 1.4%
Police Department $3,985,015 35.8%
Legal Services $191,500 1.7%
Public Defender / Prosecuting Attorney $101,500 0.9%
Municipal Court $808,878 7.3%

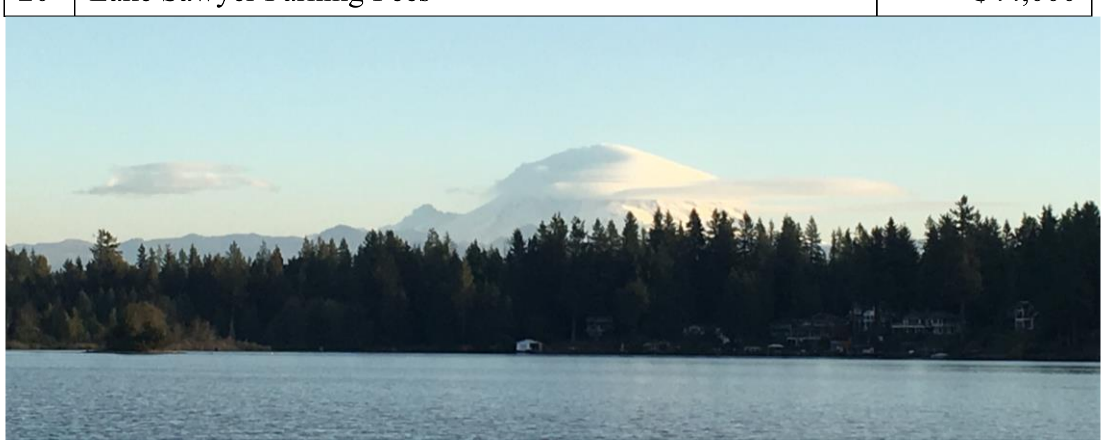
	General Fund Functions Supported by Types of Revenue	2025 Budget	2026 Budget	$ Change	% Change	Public Safety	General Gov't	MDRT
	REVENUES							
1	Beginning Cash and Investments	8,548,678	8,702,637	153,959	1.8%	25,923	8,613,714	63,000
2	**Public Safety Revenue Funded With:**							
3	General Property Taxes	3,125,929	3,167,188	41,259	1.3%	3,167,188		
4	Utility Tax and Gambling Tax	1,228,510	1,325,586	97,076	7.9%	1,325,586		
5	Criminal Justice Sales Tax	241,200	258,831	17,631	7.3%	258,831		
6	Liquor Excise Tax and Profits	104,000	110,000	6,000	5.8%	110,000		
7	Municipal Court Revenue	214,540	425,150	210,610	98.2%	425,150		
8	Business License	54,000	54,000	0	0.0%	54,000		
9	Police Charges for Service, Grants, Misc	288,360	427,300	138,940	48.2%	427,300		
10	**Total Public Safety Revenue**	**5,256,539**	**5,768,055**	**511,516**	**9.7%**	**5,768,055**		
11	**General Government Funded With:**							
12	Sales Taxes	1,035,000	1,163,625	128,625	12.4%		1,163,625	
13	Land Use and Permitting Fees	1,508,370	1,672,800	164,430	10.9%		1,672,800	
14	Cable Franchise Fees	88,000	80,000	(8,000)	-9.1%		80,000	
15	Reinvested Interest, Grants and Charges for Services	424,500	297,500	(127,000)	-29.9%		297,500	
16	Parks Revenue	75,000	71,000	(4,000)	-5.3%		71,000	
17	Cemetery Revenue	4,000	625	(3,375)	-84.4%		625	
18	AWC Insurance and Flex	603,452	-	(603,452)	-100.0%		-	
19	Funding Agreement - MDRT	1,186,530	1,300,000	113,470	9.6%			1,300,000
20	**Total Gen Fund Operating Revenue**	**4,924,852**	**4,585,550**	**(339,302)**	**-6.9%**		**3,285,550**	**1,300,000**
21	**Total General Fund Revenue**	**10,181,391**	**10,353,605**	**172,214**	**2.8%**	**5,768,055**	**3,285,550**	**1,300,000**
22	Public Safety: Municipal Court	711,116	910,378	199,262	28.0%	910,378		
23	Public Safety: Police Department	3,793,520	3,985,015	191,495	5.0%	3,985,015		
24	Public Safety: Fire Department	1,318,961	1,396,586	77,625	5.9%	1,396,586		
25	Public Safety: Animal Control/Emergency Management/Mental Health/Recycling	161,400	158,900	(2,500)	-1.5%	158,900		
26	Community Development	1,604,166	1,619,519	15,353	1.0%		1,619,519	
27	Facilities, Parks, Cemetery	443,412	428,753	(14,659)	-3.3%		428,753	
28	Legislative, City Adminitrator and Administrative Services	1,082,390	1,129,412	47,022	4.3%		1,129,412	
29	Legal Services	164,500	191,500	27,000	16.4%		191,500	
30	AWC Insurance and Flex	604,952	-	(604,952)	-100.0%		-	
31	Transfer to Street Fund	150,000	100,000	(50,000)	-33.3%		100,000	
32	Master Development Review Team MDRT	1,186,530	1,300,000	113,470	9.6%			1,300,000
33	**Total Operating Expenditures**	**11,220,947**	**11,220,063**	**(884)**	**0.0%**	**6,450,879**	**3,469,185**	**1,300,000**
34	**Ending Cash & Investments**	**7,509,122**	**7,836,179**	**327,057**	**4.4%**	**(656,901)**	**8,430,080**	**63,000**

General Fund Revenue

The General Fund budget refers to the revenues and expenditures associated with the delivery of city services in Black Diamond that are funded with property, sales, and utility taxes, charges & fees, and state shared revenues. Services provided under the General Fund include police and fire, municipal court, parks maintenance, building permits, development review and administrative functions in the City. The General Fund entails close to one half of Black Diamond's total budget.

2026 Top Twenty Estimated General Fund Revenue Sources

1	General Property Taxes	$3,167,188
2	Community Development Permits & Fees	$1,672,800
3	Sales Taxes	$1,551,500
4	Electric & Gas Utility Tax	$500,000
5	Municipal Court Revenues	$425,150
6	Investment Interest and Miscellaneous Revenue	$281,000
7	Local Criminal Justice Funds	$258,831
8	Water Utility Tax	$199,882
9	Stormwater Utility Tax	$182,830
10	Sewer Utility Tax	$174,974
11	Liquor Board Profits & Excise Tax	$110,000
12	Police Traffic School Fees	$165,000
13	Police Grants	$162,700
14	Cable TV Utility Tax	$109,000
15	Solid Waste Utility Tax	$102,000
16	Cable Franchise Fees	$80,000
17	Parks Revenue	$71,000
18	Business Licenses	$54,000
19	Telephone Utility Tax	$49,000
20	Lake Sawyer Parking Fees	$44,000



'View of Lake Sawyer with Mt. Rainier'

General Fund Taxes

Locally levied taxes represent Black Diamond's largest portion of revenues of $6,042,874 of the city's General Fund operating revenue. Taxes include real and personal property tax, local sales tax, utility taxes on utility services (water, sewer, stormwater, electric, gas, cable and telephone) and gambling taxes. 2026 revenues have increased by $309,135 from last year or 5.7%.

	General Fund Tax Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	General Property Taxes	2,729,594	2,819,191	3,125,929	1,658,891	3,167,188	41,259	1.3%
2	Sales Taxes	1,322,835	1,392,096	1,380,000	725,146	1,551,500	171,500	12.4%
3	PSE Electric & Gas Utility Tax	448,845	468,760	487,000	329,493	500,000	13,000	2.7%
4	Water Utility Tax	116,458	152,805	152,783	76,225	199,882	47,099	30.8%
5	Sewer Utility Tax	131,278	155,903	154,742	77,081	174,974	20,232	13.1%
6	Stormwater Utility Tax	159,225	170,738	172,785	79,176	182,830	10,045	5.8%
7	Solid Waste Utility Tax	90,234	89,847	100,000	57,945	102,000	2,000	2.0%
8	Cable TV Utility Tax	97,532	80,813	107,000	52,409	109,000	2,000	1.9%
9	Telephone Utility Tax	42,596	44,382	45,000	25,348	49,000	4,000	8.9%
10	Pull Tabs and Punch Board Utility Tax	7,238	6,914	8,500	2,648	6,500	(2,000)	-23.5%
11	**Total General Fund Taxes**	**$ 5,145,835**	**$ 5,381,450**	**$ 5,733,739**	**$ 3,084,361**	**6,042,874**	**$ 309,135**	**5.7%**

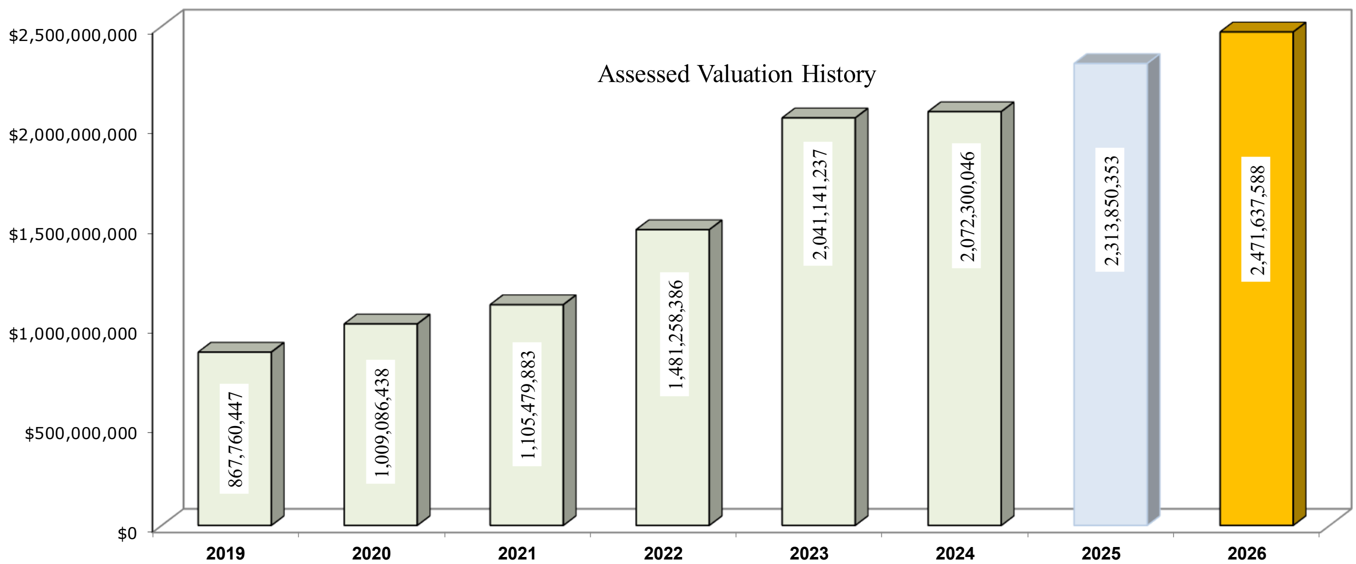
'Roberts Dr. Sidewalk and Bridge Completion'

Property taxes make up 53% of the General Fund's tax revenue and are estimated to generate $3,167,188 in revenue for the City. All revenues from property taxes go directly to the General Fund to support public safety for police, fire protection and emergency services. Black Diamond depends heavily on property tax collections, as the City builds its commercial base for generating sales tax revenue.

In Washington, property taxes are determined by four variables: (1) 1% increase from the prior year's dollar amount; (2) new construction levy; (3) annexations; (4) and adjustments. By state law, communities are limited to increasing property taxes by 1% of the prior year's dollar amount. For example, in 2024, the regular levy base was $2,807,775, the City then adds 1% of that amount $24,675. Additionally, the City would add the new construction levy of $316,184, any amount for annexation, and adjustments to determine the total dollar amount that it could levy for property taxes. To increase the 1% limit, the City would have to go to voters to approve a levy lid lift. With Black Diamond being within the jurisdiction of King County, King County sets the assessed valuation on property and calculated the levy rates. Each taxing authority receives a portion of the tax amount, which King County collects and then passes onto Black Diamond. Though Black Diamond has its own levy rate, the resident of Black Diamond do not pay the same rate in property taxes. Other variables that may determine property tax rate include the school district that the property resides in. In Black Diamond, there are four school districts with separate rates, so depending on which school district the property is in, the tax amount will vary.

	2019	2020	2021	2022	2023	2024	2025	2026
Regular Levy Base	1,535,244	1,647,702	1,884,197	2,105,311	2,467,477	2,807,775	2,976,005	3,127,199
1% Increase	15,352	16,477	18,842	21,053	24,675	28,078	29,760	31,272
New Construction Levy	95,541	219,986	202,272	338,567	316,184	133,789	114,745	120,000
Annexations								0
Adjustments			1,136		6,954	4,137	10,867	5,000
Total Property Taxes	$1,646,137	$1,884,165	$2,106,447	$2,464,931	$2,815,290	$2,973,779	$3,131,377	3,283,471
Levy Rate per $1000 AV	**$ 1.89700**	**$ 1.88310**	**$ 1.90555**	**$ 1.66408**	**$ 1.37818**	**$ 1.43501**	**$ 1.33246**	**$ 1.27100**
Allowable Levy	3.10	3.10	3.10	3.10	3.10	3.10	3.10	3.10
Assessed Valuation	**$867,760,447**	**$1,009,086,438**	**$1,105,479,883**	**$1,481,258,386**	**$2,041,141,237**	**$2,072,300,046**	**$2,313,850,353**	**$2,550,261,445**

Note: 2026 numbers are preliminary



	2019	2020	2021	2022	2023	2024	2025	2026
Base Assessed Valuation	867,664,906	1,008,866,452	1,104,833,418	1,480,919,819	2,040,825,053	2,072,166,257	2,313,735,608	2,471,517,588
New Construction	95,541	219,986	202,272	338,567	316,184	133,789	114,745	120,000
Final Assessed Valulation	**867,760,447**	**1,009,086,438**	**1,105,479,883**	**1,481,258,386**	**2,041,141,237**	**2,072,300,046**	**2,313,850,353**	**2,471,637,588**
% change from prior year	15%	16%	10%	34%	38%	1.5%	11.7%	6.8%
Population	**4,500**	**4,520**	**5,207**	**5,990**	**6,145**	**6,880**	**7,195**	**7,350**
Property Tax Levy Rate	**1.897**	**1.883**	**1.906**	**1.664**	**1.378**	**1.435**	**1.332**	**1.271**
Increase in Base value	**110,193,988**	**141,325,991**	**96,393,445**	**375,778,503**	**559,882,851**	**31,158,809**	**241,550,307**	**157,787,235**
Percentage increase in base	**15%**	**16%**	**10%**	**34%**	**38%**	**1.5%**	**11.7%**	**6.8%**

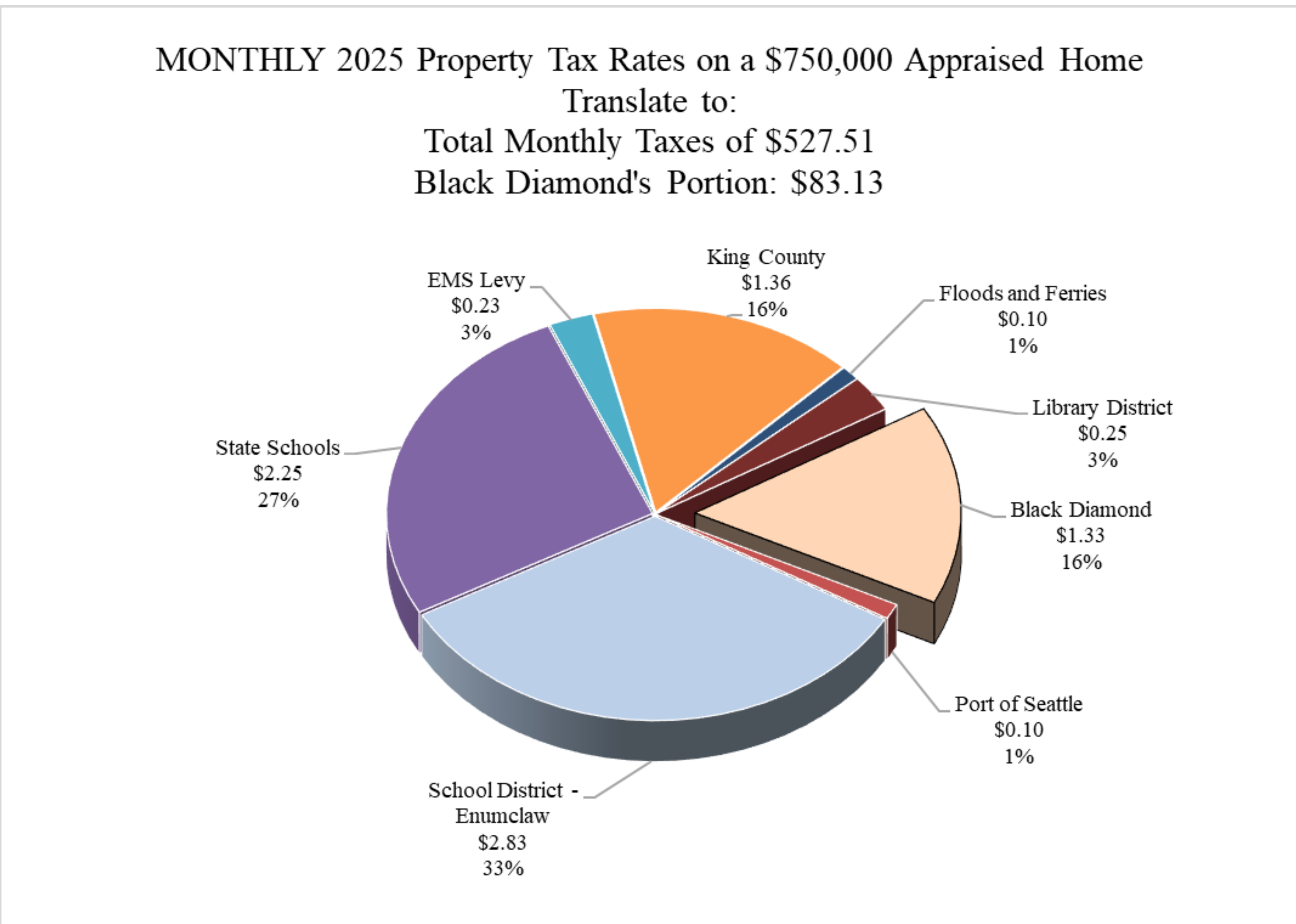
Please Note: 2026 numbers are preliminary

‘Swinging Bridge Leading to the Springs Water Source’

King County Taxing District	Levy Rate per $1000 in Value	Percent of Property Taxes Collected	2025 Annual Tax on a $750,000 Home	Monthly Tax on a $750,000 Home
Port of Seattle	0.10196	1%	$76.47	$6.37
School District - Enumclaw	2.83	34%	$2,123.25	$176.94
State Schools	2.25	27%	$1,684.90	$140.41
EMS Levy	0.23	3%	$169.50	$14.13
King County	1.36	16%	$1,021.37	$85.11
Floods and Ferries	0.10	1%	$73.18	$6.10
Library District	0.25	3%	$183.90	$15.33
Subtotal	**7.11008**	**84%**	**$5,332.56**	**$444.38**
Black Diamond	**1.33**	**16%**	**$997.50**	**$83.13**
Total	**8.44008**	**100%**	**$6,330.06**	**$527.51**

*These estimates are based upon the Enumclaw School District levy because it is the primary school district in Black Diamond

2025 Levy Rates



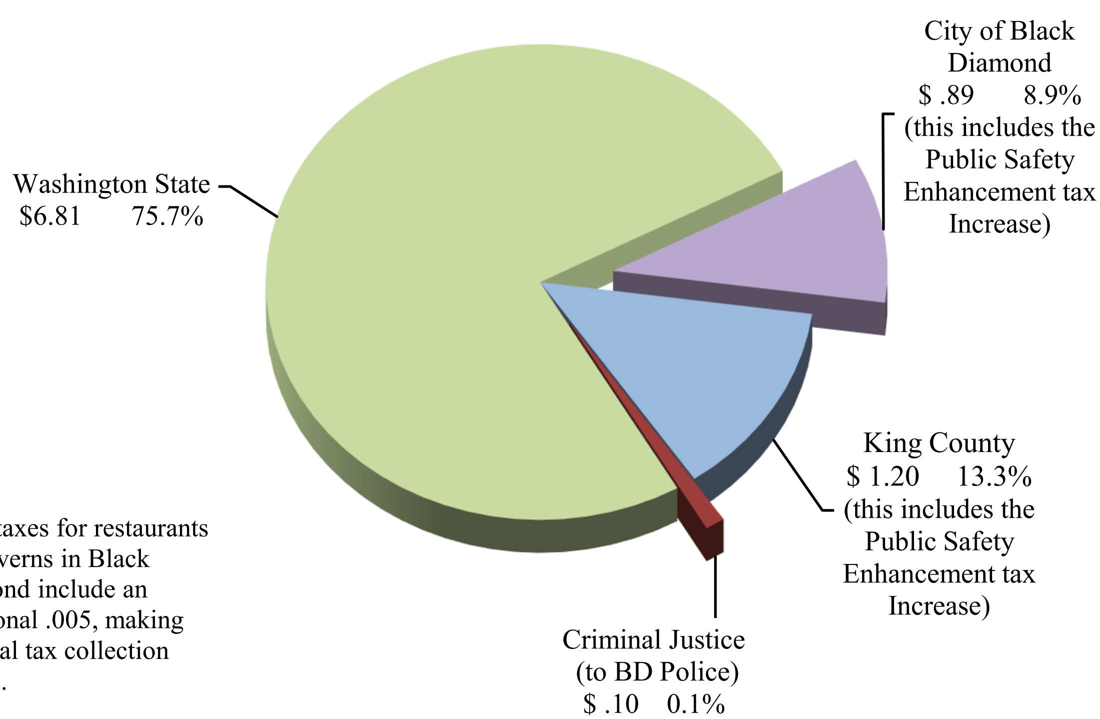
Sales Tax revenue for the 2026 budget is projected to be $1,551,500. In 2025, Black Diamond's sales tax rate was 8.8%. With King County and Black Diamond both increasing sales tax rates by 0.1% to enhance public safety, beginning on January 1, 2026, the rate will become 9%. As depicted in the table below, Black Diamond's sales tax earnings have been steadily increasing since 2019. There are three core drivers to increase sales taxes. The first is sales from sales taxes from construction. In 2026, approximately 38% of sales tax revenues will come from new construction, down from 44% in 2023. A secondary driver, that will gain in significance in the coming years, is the increased number of sales due to commercial activity as commercial centers within the City are built out. The third driver is the increase in the City's population.

The below graph shows Black Diamond historical sales tax revenue from 20219 – 2024 and projected revenue from 2025 and 2026.

2019	2020	2021	2022	2023	2024	2025 est.	2026 est.
$939,262	$1,134,938	$1,656,828	$1,585,395	$1,322,836	$1,392,094	$1,450,000	$1,551,500

Black Diamond 2026 Sales Taxes

Based on a $100 sale, retail sales tax collected is $9.0, and is distributed the following way:

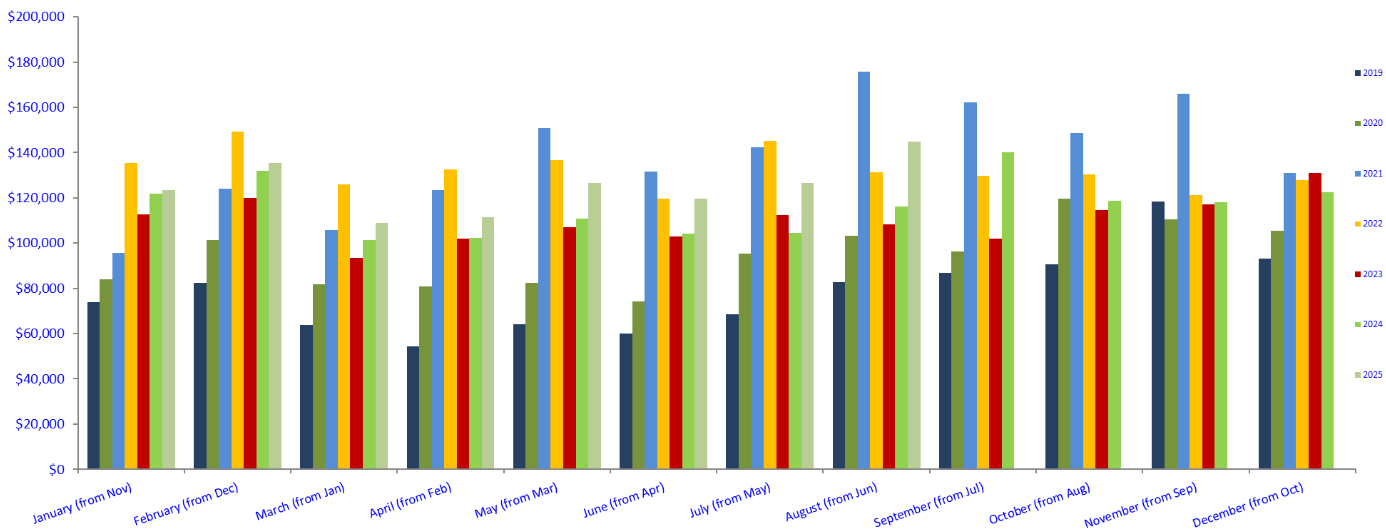


Sales taxes for restaurants and taverns in Black Diamond include an additional .005, making the total tax collection 9.05%.

Criminal Justice Taxes are an additional local sales and use tax of 0.1 percent to be used for criminal justice programs. This tax is levied by the county and is imposed countywide, but the receipts are shared with King County cities, based on population. Of the revenues collected for criminal justice, 1 percent is retained for administration, 10 percent is distributed to the county and 90 percent goes to cities on a per-capita basis based on their official April 1 populations. As of April 1, 2025, Black Diamond's official population is 7,435

Enhanced Criminal Justice Sales and Use Tax is also an additional local sales and use tax of 0.1 percent that is to be used towards criminal justice expenditures. This tax is levied by the City of Black Diamond and collected by King County. This sales and use tax is estimated to generate $17,630 in revenue in 2026.

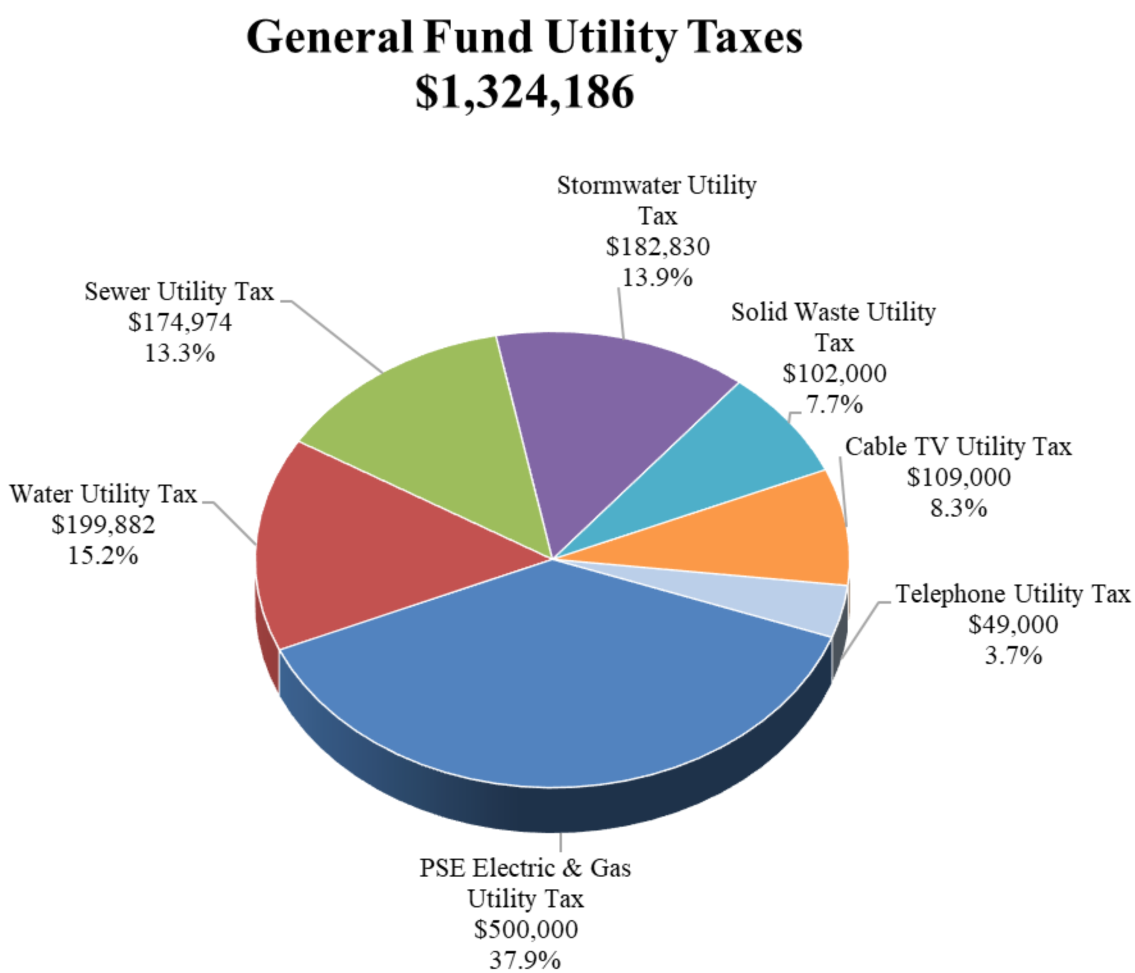
Black Diamond Monthly Sales Tax History



Sales Taxes	2019		2020		2021		2022		2023		2024		2025		
Month	Monthly	YTD	Monthly	YTD	Monthly	YTD	Monthly	YTD	Monthly	YTD	Monthly	YTD	Monthly	YTD	YOY Change
January (from Nov)	74,030	74,030	83,937	83,937	95,529	95,529	135,292	135,292	112,722	112,722	121,670	121,670	123,330	123,330	101.36%
February (from Dec)	82,302	156,332	101,429	185,367	124,190	219,719	149,361	284,653	119,801	232,523	131,881	253,551	135,377	258,707	102.65%
March (from Jan)	63,858	220,189	81,801	267,168	105,724	325,443	126,048	410,701	93,534	326,057	101,390	354,941	108,978	367,685	107.48%
April (from Feb)	54,403	274,592	80,920	348,088	123,518	448,961	132,599	543,300	101,838	427,894	102,332	457,273	111,483	479,169	108.94%
May (from Mar)	64,235	338,827	82,360	430,448	150,753	599,714	136,619	679,919	106,968	534,863	110,671	567,944	126,441	605,610	114.25%
June (from Apr)	60,042	398,869	74,246	504,693	131,558	731,272	119,559	799,478	102,850	637,713	104,021	671,965	119,535	725,145	114.91%
July (from May)	68,463	467,332	95,439	600,133	142,210	873,482	145,233	944,711	112,335	750,047	104,385	776,350	126,571	851,715	121.25%
August (from Jun)	82,833	550,166	103,139	703,272	175,632	1,049,114	131,242	1,075,953	108,263	858,310	116,261	892,611	144,848	996,564	124.59%
September (from Jul)	86,783	636,949	96,290	799,562	162,133	1,211,247	129,759	1,205,712	101,998	960,308	140,119	1,032,730			
October (from Aug)	90,635	727,584	119,507	919,069	148,582	1,359,829	130,390	1,336,102	114,515	1,074,823	118,682	1,151,412			
November (from Sep)	118,487	846,071	110,492	1,029,561	165,974	1,525,803	121,339	1,457,441	117,053	1,191,877	118,133	1,269,545			
December (from Oct)	93,191	939,262	105,377	1,134,938	131,025	1,656,828	127,954	1,585,395	130,959	1,322,836	122,549	1,392,094			
TOTAL	939,262		1,134,938		1,656,828		1,585,395		1,322,836		1,392,094		996,564		71.59%

Utility Taxes are collected for electrical, telephone, cable/internet, sewer, water, and gas utilities at a 6% rate and 18% for stormwater. These funds are used to finance public safety expenditures. The primary drivers for the growth of these utilities are population and level of usage. Using the water utility tax as an example, the greater the population the greater is the overall usage of water. In addition to water being used, there are some determining factors outside of population that determine how much water is being used, such as heat. During hotter months of the year, water consumption increases especially in regard to irrigation.

	General Fund Utility Tax & Misc Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	PSE Electric & Gas Utility Tax	448,845	468,760	487,000	329,493	500,000	13,000	2.7%
2	Water Utility Tax	116,458	152,805	152,783	76,225	199,882	47,099	30.8%
3	Sewer Utility Tax	131,278	155,903	154,742	77,081	174,974	20,232	13.1%
4	Stormwater Utility Tax	159,225	170,738	172,785	79,176	182,830	10,045	5.8%
5	Solid Waste Utility Tax	90,234	89,847	100,000	57,945	102,000	2,000	2.0%
6	Cable TV Utility Tax	97,532	80,813	107,000	52,409	109,000	2,000	1.9%
7	Telephone Utility Tax	42,596	44,382	45,000	25,348	49,000	4,000	8.9%
8	Pull Tabs and Punch Board Tax	7,238	6,914	8,500	2,648	6,500	(2,000)	-23.5%
9	**Total Utility Taxes & Misc Revenue**	**$ 1,093,406**	**$ 1,170,162**	**$ 1,227,810**	**$ 700,324**	**1,324,186**	**$ 96,376**	**7.8%**



Intergovernmental Revenue includes grants, entitlements, shared revenues and payments for goods and services provided to the City from the State or other governmental entities. They include per capita distributed revenues such as liquor excise and profit taxes and state and federal grants.

General Fund Intergovernmental	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1 Liquor Excise Tax	43,085	49,848	51,000	20,809	54,000	3,000	5.9%
2 Liquor Board Profits	46,984	51,937	53,000	26,821	53,000	-	0.0%
3 KC Recycle Grant EH 53669	17,687	12,443	16,500	-	16,500	-	0.0%
4 **Total Intergovernmental Revenue**	**$ 107,756**	**$ 114,228**	**$ 120,500**	**$ 47,629**	**123,500**	**$ 3,000**	**2.5%**

Community Development Revenue includes fees related to land use and building construction activities such as plan checks and land use fees, building, mechanical, and plumbing permits.

Community Development	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1 Building Permits	670,745	484,091	825,000	409,195	850,000	25,000	3.0%
2 Mechanic Permits	47,493	36,398	63,000	25,937	55,000	(8,000)	-12.7%
3 Plumbing Permits	39,035	28,158	47,000	25,566	49,000	2,000	4.3%
4 Other Permits	10,627	12,612	9,000	5,591	9,200	200	2.2%
5 **Total Permits**	**767,900**	**561,259**	**944,000**	**466,289**	**963,200**	**19,200**	**2.0%**
6 Plan Check Review Fees	278,653	459,064	470,000	372,997	600,000	130,000	27.7%
7 Fire Inspection Fee	3,355	4,138	4,000	3,511	6,500	2,500	62.5%
8 SEPA Checklist/Misc. appeals	1,064	-	2,070	1,537	2,200	130	6.3%
9 Grants/Department of Commerce	-	25,000	-	-	-	-	N/A
10 Other Land Use Fees	49,628	4,014	8,000	-	1,500	(6,500)	-81.3%
11 Other Misc Permitting Revenue	74,482	139,965	80,300	68,066	99,400	19,100	23.8%
12 **Total Community Devopment Rev.**	**$ 1,175,082**	**$ 1,193,438**	**$ 1,508,370**	**$ 912,399**	**1,672,800**	**$ 164,430**	**10.9%**

Museum Park

Police Department Revenue includes intergovernmental funding from criminal justice funds and payments for police services provided by the City to other governmental entities. Other revenue includes traffic school fees; gun permits and fingerprinting revenue as well as donations and other minor sources. An increase in the criminal justice distribution is expected next year. Revenue includes reimbursements for working overtime for other agencies and entities. The grants that we are applying for in 2026 include:

- **Marine, Washington State Parks –** The City receives annual monies from the State, divided amongst King County agencies, from VRF (vessel registration fees). Our annual vessel registration fees received in 2024 were $11,632. In 2024, the Black Diamond Police department received $19,685 in federal grant funds to support the marine program on Lake Sawyer. Our officers continue to do an excellent job with education, outreach, and inspections, allowing us to be successful in securing federal grant monies, which has allowed us to carry over some of our VRF funds.

- **Traffic Safety Equipment funds –** The Washington State Traffic Safety Commission typically offers grant money to purchase traffic safety equipment such as radars, lidars, speed signs, and portable breath tests. Depending on the department's needs, there is $4,000 budgeted as grant revenue.

- **Traffic Safety Grant (including DUI/seatbelt emphasis) –** This funding is received through the Washington State Traffic Safety Commission for overtime to conduct emphasis patrols. These patrols typically cover a target area of DUI enforcement, seatbelt, distracted driving, and speed. Though the amount varies each year; historically, that amount has been close to the 2026 budgeted amount of $4,000.00.

- **BJA Bulletproof Grant -** This federal grant, when applied for and approved covers the cost of half of a bulletproof vest, up to $400. The average cost of a new vest is just over $1,000. The Black Diamond Police Department applies for and obtains BJA vest funds every year. For 2026, the City projects $2,400 in revenue against the reimbursement costs for six vests.

- **Lexipol Grant –** AWC has continued to offer a grant which covers half the cost of our Lexipol yearly subscription. Lexipol is the subscribing agency for our policies and procedures as well as our daily training bulletins. This year, we have budgeted $3,300 in grant funds to assist the Black Diamond Police Department in covering those costs.

	Police Department Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Criminal Justice Sales Tax Distribution	235,699	258,604	241,200	131,348	258,831	17,631	7.3%
2	PD: Traffic School Fee	157,813	179,108	160,000	84,345	165,000	5,000	3.1%
3	PD: Traffic School Fee - Enumclaw	5,100	6,900	6,000	1,900	4,000	(2,000)	-33.3%
4	Marine Lk. Sawyer Boat Safety	20,839	11,632	14,000	-	12,000	(2,000)	-14.3%
5	Police Grants	35,689	38,576	30,500	13,473	162,700	132,200	433.4%
6	Police Records and Misc.	714	1,007	360	307	600	240	0.0%
7	Gun Permits and Fingerprinting	2,181	1,760	2,000	729	1,400	(600)	-30.0%
8	DARE Donations and Other Revenues	12,512	-	500	10,000	16,000	15,500	3100.0%
9	Staff Time Reimbursements	30,909	43,696	60,500	29,054	65,500	5,000	8.3%
10	**Total Police Department Revenue**	**$ 501,456**	**$ 541,282**	**$ 515,060**	**$ 271,155**	**686,031**	**$ 170,971**	**33.2%**

Municipal Court Revenue includes all revenue associated with the Black Diamond Municipal Court. The court has received multiple grants from the Administrative Office of the Courts for 2026 for therapeutic court and interpreters.

	Municipal Court Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Court Traffic Infractions	101,019	147,521	110,000	71,981	130,000	20,000	18.2%
2	Administration/Correction Fees	7,052	6,731	4,000	3,615	6,000	2,000	50.0%
3	Court Mand. Insurance Costs	319	379	-	275	-	-	0.0%
4	Court Parking Fines	2,122	580	400	50	150	(250)	-62.5%
5	Court Criminal Traffic Misd.	2,840	3,873	3,000	3,471	3,600	600	20.0%
6	Court Cost Recoupment	793	843	500	322	600	100	20.0%
7	Court DUI Fines	1,864	1,502	1,500	1,129	1,700	200	13.3%
8	AOC Therapeutic Revenue	23,243	101,605	93,860	31,269	81,440	(12,420)	-13.2%
9	Court Other Revenue	1,991	4,889	1,680	1,108	1,660	(20)	-1.2%
10	Maple Valley Court Contract	-	-	-	-	200,000	200,000	N/A
11	**Total Municipal Court Revenue**	**$ 141,243**	**$ 267,923**	**$ 214,940**	**$ 113,219**	**425,150**	**$ 210,210**	**97.8%**

Cable Franchise Fees and Business Licenses are both revenues that are used to finance the public safety expenditures. Cable franchise fees are collected at a 5% levy.

	Cable Franchise Fees and Business Licenses Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Cable Franchise Fees	81,498	75,892	88,000	36,985	80,000	(8,000)	-9.1%
2	Business License	48,000	50,665	54,000	27,320	54,000	-	0.0%
3	**Total Franchise/Business License Re**	**$ 129,498**	**$ 126,557**	**$ 142,000**	**$ 64,305**	**134,000**	**$ (8,000)**	**-5.6%**

Other General Fund Revenue sources include parking fees at Lake Sawyer, gym revenue, the cemetery, and investment interest.

	Other General Fund Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Lake Sawyer Parking Fee	25,390	44,385	40,000	20,399	44,000	4,000	10.0%
2	Gym Revenue	26,742	26,015	35,000	14,125	27,000	(8,000)	-22.9%
3	Cemetery Revenue	7,100	2,050	4,000	250	625	(3,375)	-84.4%
4	Investment Interest	497,336	301,856	404,000	166,472	274,000	(130,000)	-32.2%
5	School Impact Admin Fees	2,000	1,200	4,000	3,600	7,000	3,000	75.0%
6	Other Miscellanous Fees	1,882	6,265	4,000	5,951	4,000	-	0.0%
7	**Total General Other Fund Revenue**	**$ 560,450**	**$ 381,771**	**$ 491,000**	**$ 210,797**	**356,625**	**$ (134,375)**	**-27.4%**

Funding Agreement Revenue is Master Planned Development Team revenue that covers ongoing costs.

	Funding Agreement Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Funding Agreement Revenue	887,547	1,026,232	1,186,530	541,114	1,300,000	113,470	9.6%
2	**Total Funding Agreement Op. Rev.**	**$ 887,547**	**$ 1,026,232**	**$ 1,186,530**	**$ 541,114**	**1,300,000**	**$ 113,470**	**9.6%**

	Funding Agreement Consultant Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Building & Plan Check Services	186,033	288,533	300,000	196,455	450,000	150,000	50.0%
2	Building Inspector	82,858	15	-	-	-	-	N/A
3	Fiscal Reimbursements	23,820	4,165	50,000	5,396	25,000	(25,000)	-50.0%
4	Civil Engineering Reimbursements	559,812	684,742	575,000	224,789	575,000	-	0.0%
5	Traffic Reimbursements	100,625	95,109	400,000	17,998	200,000	(200,000)	-50.0%
6	Legal Reimbursements	102,797	113,972	200,000	35,174	150,000	(50,000)	-25.0%
7	Environmental Reimbursements	26,835	47,827	50,000	10,993	60,000	10,000	20.0%
8	Geotech Reimbursements	12,900	38,492	100,000	11,385	60,000	(40,000)	-40.0%
9	Surveyor Reimbursements	5,607	20,597	80,000	17,443	60,000	(20,000)	-25.0%
10	Hearing Examineer Reimbursements	22,138	10,225	100,000	4,375	80,000	(20,000)	-20.0%
11	**Total Funded Consultants**	**$ 1,123,425**	**$ 1,303,678**	**$ 1,855,000**	**$ 524,006**	**1,660,000**	**$ (195,000)**	**-10.5%**

Note: The Master Development Review Team – Expenditures and Revenues are just preliminary numbers and are not completed. The figures presented are based off partial information until the Finance Department receives the rest of the information from the Master Development Review Team in late September/Early October.

Beginning General Fund Revenue is the money in the City's cash and investment accounts that carryover from the prior year's ending balance after all expenditures.

	Beginning Cash and Investments	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	Beg C&I: Restricted- Police Buy Funds	21,908	25,923	25,923	25,923	25,923	-	0.0%
2	Beg C&I: Unassigned- General Gov	5,937,377	7,791,951	8,459,755	7,570,502	8,251,214	(208,541)	-2.5%
3	Beg C&I: Unassigned- Developer	63,000	63,000	63,000	63,000	63,000	-	0.0%
4	**Total Beginning Fund Balance**	**$ 6,022,284**	**$ 7,880,874**	**$ 8,548,678**	**$ 7,659,424**	**8,340,137**	**$ (208,541)**	**-2.4%**

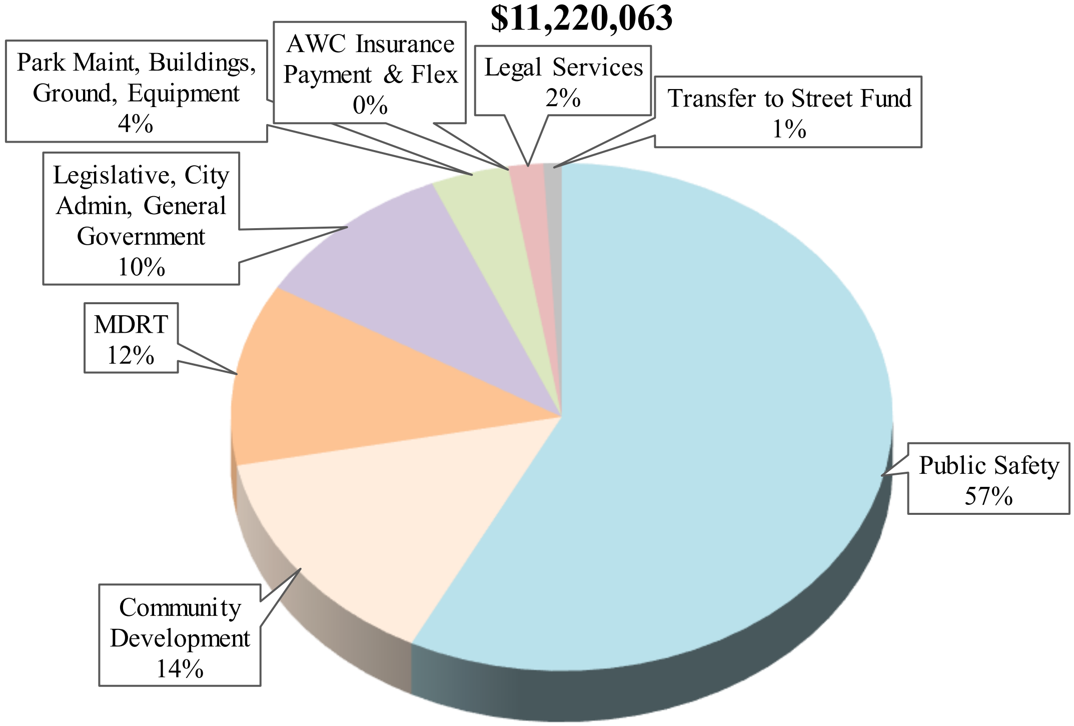
	Total General Fund Sources of Revenue	Actual 2023	Actual 2024	Budget 2025	Actual 2025 Thru June	2026 Budget	Budget $ Change	Budget % Change
1	**Total General Fund Sources**	**$ 17,656,560**	**$ 18,320,487**	**$ 20,915,569**	**$ 13,541,086**	**21,089,017**	**$ 173,448**	**0.8%**

General Fund Expenditures

Expenditure Comparisons 2023 - 2026 by Function

		Actual 2023	Actual 2024	Budget 2025	Budget 2026	% of Total
1	Public Safety	4,737,469	5,247,520	5,860,770	6,450,879	57.5%
2	Community Development	1,374,731	1,301,041	1,586,666	1,619,519	14.4%
3	MDRT	943,407	1,000,376	1,121,637	1,300,000	11.6%
4	Legislative, City Admin, General Government	751,090	737,417	1,082,390	1,129,412	10.1%
5	Park Maint, Buildings, Ground, Equipment	343,289	444,362	470,044	428,753	3.8%
7	AWC Insurance Payment & Flex	8,176	-	604,952	-	0.0%
6	Legal Services	134,290	159,919	164,500	191,500	1.7%
8	Transfer to Street Fund	100,000	200,000	150,000	100,000	0.9%
9	**Total General Fund Operations**	**8,392,452**	**9,090,634**	**11,040,959**	**11,220,063**	**100.0%**

2026 Total GF Expenditure Budget Excluding MDRT Consultants
$11,220,063



	Public Safety	Actual 2023	Actual 2024	Budget 2025	Budget 2026	% of Total
10	Police Department	3,035,896	3,358,447	3,793,520	3,985,015	61.8%
11	Fire Department	1,174,068	1,193,627	1,318,961	1,396,586	21.6%
12	Court/Prosecuting Attorney & Public Defender	437,093	534,046	711,116	910,378	14.1%
13	Mental Health/Covid 19/Animal Control	90,411	161,400	37,173	158,900	2.5%
14	**Total Public Safety Operations**	**4,737,469**	**5,247,520**	**5,860,770**	**6,450,879**	**100.0%**

General Fund – Department Level Expenditure Summaries

Legislative – City Council - Expenditures

This department budget supports the Councilmembers who are elected to serve four-year terms at large and represent all Black Diamond residents.

The City Council completes City business during regular meetings and work sessions each month. Council duties include approving the annual budget, authorizing inter-local agreements and contracts and deliberating on and passing ordinances and resolutions to set City policies. Seven Councilmembers receive a stipend of $160 per month, and the Mayor Pro Tem receives $200 per month. Originally five in number, the councilmember positions increased to seven in the fall of 2019.

	Legislative - City Council Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	13,520	13,600	13,920	6,880	13,920	0	0.0%
2	Benefits	1,161	1,181	1,481	603	1,501	20	1.4%
3	**Salaries and Benefits**	**14,681**	**14,781**	**15,401**	**7,483**	**15,421**	**20**	**0.1%**
4	Charges for Services	1,671	6,384	8,606	618	7,100	(1,506)	-17.5%
5	**Total Legislative Expenditures**	**$16,352**	**$21,164**	**$24,007**	**$8,101**	**$22,521**	**-$1,486**	**-6.2%**

Executive – Mayor's Office - Expenditures

The Mayor is the Chief Executive Officer of Black Diamond and is directly elected by popular vote by the citizens of Black Diamond for a four-year term. Mayoral duties include overseeing City administration, presiding over all meetings of the Council, signing, and enforcing all ordinances, appointing and removing appointed officials, signing contracts entered into by the City, and representing the City in meetings and events held outside of Black Diamond.

The Mayor is paid a stipend of $1,000 per month. Other costs include membership, travel and training fees, including the Association of Washington Cities Annual Conference and Mayor's Exchange.

	Executive - Mayor's Office Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	12,000	12,000	12,000	6,000	12,000	-	0.0%
2	Benefits	1,123	1,147	1,354	581	1,372	18	1.3%
3	**Salaries and Benefits**	**13,123**	**13,147**	**13,354**	**6,581**	**13,372**	**18**	**0.1%**
4	Office and Operating Supplies	-	-	100	49	100	0	0.0%
5	Charges for Services	2,704	1,681	3,062	583	2,800	(262)	-8.6%
6	**Total Mayoral Office Expenditures**	**$15,827**	**$14,828**	**$16,516**	**$7,213**	**$16,272**	**-$244**	**-1.5%**

Administration – City Administrator – Expenditures

The total City Administrator budget is $272,282. 40% of this position's total Salary and Benefit costs have been allocated to the Utility departments (Street, Water, Sewer, and Stormwater).

	Administration - City Administrator Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	% Budget Change
1	Wages	-	-	125,559	16,920	128,116	2,557	2.0%
2	Benefits	-	-	43,027	6,184	38,404	(4,623)	-10.7%
3	**Salaries and Benefits**	**-**	**-**	**168,586**	**23,104**	**166,520**	**(2,066)**	**0.0%**
4	Office and Operating Supplies	-	-	2,250	2,300	1,500	(750)	-33.3%
5	Charges for Services	-	700	24,400	648	104,262	79,862	327.3%
6	**Total City Administrator Expenditures**	**$0**	**$700**	**$195,236**	**$26,052**	**$272,282**	**$77,046**	**39.5%**

General Government - Expenditures

In this document, General Government refers to the City Clerk, Finance, Human Resources, Utility Billing, Information Technology and Central Services departments. Central Services is not a true department in the sense that it has staff and operations. Central Services is really a centralized cost center where General Fund departments have shared costs such as copier costs, postage, advertising, utilities, custodial services, building insurance, credit card, and banking fees. Additionally, some costs that benefit a variety of departments are paid by Central Services and then a percentage of that cost is then allocated to various departments.

	General Government Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	% Budget Change
1	Wages	455,512	408,875	427,891	192,819	418,433	(9,458)	-2.2%
2	Benefits	160,132	153,779	171,803	76,771	160,467	(11,336)	-6.6%
3	**Total Salaries and Benefits**	**615,644**	**562,654**	**599,694**	**269,590**	**578,900**	**(20,794)**	**-3.5%**
4	Office and Operating Supplies	15,835	33,273	58,300	9,654	60,300	2,000	3.4%
5	Charges for Services	63,523	104,798	161,637	67,413	149,137	(12,500)	-7.7%
6	Voter Costs and Registration	23,910	-	27,000	26,981	30,000	3,000	11.1%
7	**Total General Government Expenditures**	**$718,911**	**$700,725**	**$846,631**	**$373,638**	**$818,337**	**-$28,294**	**-3.3%**
8	**By Department**							
9	City Clerk	185,925	173,549	231,984	121,311	233,146	1,162	0.5%
10	Finance Department	418,247	393,614	413,676	174,747	400,481	(13,195)	-3.2%
11	Information Technology	79,066	89,508	149,435	52,595	151,742	2,307	1.5%
12	Central Services	35,673	44,054	51,536	24,985	32,968	(18,568)	-36.0%
13	**Total General Government Expenditures**	**$718,911**	**$700,725**	**$846,631**	**$373,638**	**$818,337**	**-$28,294**	**-3.3%**

Police Department – Expenditures

OUR VISION
With our values at the forefront, the Black Diamond Police Department will be an open, friendly, and community-minded organization devoted to quality public service. We aspire to be a model of character and service. We will emphasize the development of professional knowledge and leadership skills at every level of our organization. We will promote an atmosphere of public trust and confidence through professional conduct, being responsive to community needs, and accountable to those we serve.

MISSION
The Black Diamond Police Department will strive to maintain the trust and confidence of our citizens through proactive policing and demonstration of our core values.
Integrity - Committed to providing quality service by consistently holding ourselves to the highest moral and ethical principles.
Professionalism - Committed to providing the community with exceptional law enforcement by developing our personnel through effective training and leadership.
Excellence - Committed to providing innovative solutions to issues by working in partnership with our community.
Teamwork - Committed to providing a quality work environment by promoting coordination, cooperation, and communication with our members.

2026 Budget Goals

The Black Diamond Police Department budget is a direct reflection of our commitment to earning and maintaining the trust and confidence of our community through proactive policing and adherence to our core values. It supports key priorities, including:

- Investing in staff training and professional development
- Preparing for the future through effective succession planning
- Meeting critical equipment and operational needs
- Utilizing technology to enhance efficiency and service
- Strengthening community outreach and engagement
- Enhancing traffic safety, visibility, enforcement, and response times

Police Budget

The increases within the Police Department budget are primarily within wages and benefits. These increases are due to anticipations within the union contract with an agreement upon a Cost-of-Living Adjustment (COLA) and other miscellaneous benefit increases, as well as regular step progression, and liability insurance.

	Police Department Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	1,658,028	1,877,237	1,996,262	955,660	2,160,180	163,918	8.2%
2	Benefits	610,125	696,332	778,376	364,375	881,178	102,802	13.2%
3	**Salaries and Benefits**	**2,268,153**	**2,573,570**	**2,774,638**	**1,320,034**	**3,041,358**	**266,720**	**9.6%**
4	Office and Operating Supplies	107,708	109,315	127,000	37,441	124,400	(2,600)	-2.0%
5	Charges For Services	221,460	214,295	289,687	173,645	247,821	(41,866)	-14.5%
6	Capital Outlay	-	-	4,500	-	3,000	(1,500)	-33.3%
7	Debt Service to Sewer Reserves	-	-	-	-	-	0	0.0%
8	Transfer to Equip Replace Fund	100,000	100,000	100,000	-	-	(100,000)	-100.0%
9	**Subtotal Police Expenditures**	**$2,697,321**	**$2,997,180**	**$3,295,825**	**$1,531,121**	**$3,416,579**	**120,754**	**3.7%**
10	Jail Costs	43,738	43,738	103,000	69,009	103,000	0	0.0%
11	Building Maintenance	39,951	40,182	43,000	75,172	58,720	15,720	36.6%
12	Civil Service	1,821	6,728	4,500	310	16,000	11,500	255.6%
13	Communications	197,929	204,751	250,445	84,412	263,616	13,171	5.3%
14	Marine Program	26,282	28,629	25,500	12,525	33,750	8,250	32.4%
15	Criminal Justice	28,854	37,239	71,250	37,989	93,350	22,100	31.0%
16	Evidence Room & Special funds	-	-	-	-	-	2,000	
17	**Total Police Department Expenditures**	**$3,035,896**	**$3,358,447**	**$3,793,520**	**$1,810,538**	**$3,985,015**	**$191,495**	**10.6%**

Fire Department - Expenditures

The City of Black Diamond contracts with Mountain View Fire and Rescue, formerly King County Fire District No. 44, for fire services. The department's responsibilities include providing a minimum of two personnel on duty 24 hours a day, seven days a week in Black Diamond and providing rescue, fire suppression, fire prevention, fire marshal services, emergency medical services, disaster services, hazardous materials response, dispatch services, administrative services, and public education activities to citizens. Fire investigation services are contracted through the King County Sheriff's Department. The increase is due to a 5% cola, which is included in the contract between the City and Mt. View Fire that began in 2022. Breathing Apparatuses & Equipment are now included in Capital Expenditures.

	Fire Department Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	MT. View Fire District Contract	1,075,290	1,129,055	1,283,961	641,980	1,359,586	75,625	5.9%
2	Building Repair and Maintenance	-	59,129	30,000	9,596	30,000	0	N/A
3	Charges for Services	23,778	5,444	5,000	4,222	9,500	4,500	90.0%
4	Transfer to Fire Study	75,000	-	-	-	-	0	N/A
5	**Total Fire Department Expenditures**	**$1,174,068**	**$1,193,627**	**$1,318,961**	**$655,799**	**$1,399,086**	**$80,125**	**6.1%**

Black Diamond Aid Car

Legal Department – Expenditures

The City Attorney provides civil legal service, preparing and reviewing ordinances and other legal documents to which the city is a party, maintaining up-to-date legal research materials including pending and adopted state legislation with municipal impact and personnel matters. A percentage of legal costs are shared with the MDRT, Street, and Utility Fund budgets. Decreases in this year's budget are due primarily to settled lawsuits and the conclusion of the Union Contract negotiations in 2023 and 2024 with the expectation of union negotiations restarting in 2026.

	Legal Service Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	General Government	51,459	56,915	68,000	64,852	80,000	12,000	17.6%
2	Appeals, Lawsuits and Public Disclosures	32,152	35,216	59,500	15,982	70,500	11,000	18.5%
3	Union/General Employment	20,480	30,852	7,000	13,160	38,000	31,000	442.9%
4	Code Enforcement	30,200	36,936	30,000	697	3,000	(27,000)	-90.0%
5	**Total Legal Service Expenditures**	**$134,290**	**$159,919**	**$164,500**	**$94,691**	**$191,500**	**$27,000**	**16.4%**

Municipal Court – Expenditures

The Black Diamond Municipal Court is one of limited jurisdiction. The Court operates adjacent to the Police Department on Lawson Street. Court cases involve infractions, misdemeanors, and gross misdemeanors. Other matters such as felony cases are filed and disposed of in King County Superior Court.

Court is in session and is open to the public on the 2nd, 3rd, and 4th Wednesday of each month with a combination of in-person and video hearings. Budget for Court includes contracted services provided by a Judge, a Court Administrator, and a full-time and part-time Judicial Specialist. This budget also provides for security and other miscellaneous expenses such as interpreters, office supplies, and training. This budget reflects a state appropriation of $81,440 dedicated to our Therapeutic Court from the Administrative Office of the Court.

	Municipal Court Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	171,460	202,320	230,492	119,164	368,648	138,156	59.9%
2	Benefits	69,957	81,803	90,444	53,425	174,279	83,835	92.7%
3	**Salaries and Benefits**	**$241,417**	**$284,123**	**$320,936**	**$172,589**	**$542,927**	**221,991**	**69.2%**
4	Office and Operating Supplies	1,376	2,927	4,100	653	3,300	(800)	-19.5%
5	Charges for Services	82,851	103,846	165,220	70,733	157,211	(8,009)	-4.8%
6	Police Security	4,143	4,143	12,000	8,812	24,000	12,000	100.0%
7	Technology Improvement: AOC Grant	4,749	4,749	-	-	-	0	N/A
8	Therapeutic Court: AOC Grant	16,884	16,884	93,860	36,027	81,440	(12,420)	-13.2%
9	**Total Municipal Court Exp**	**$351,418**	**$416,671**	**$596,116**	**$288,814**	**$808,878**	**$212,762**	**35.7%**

	Municipal Court Legal Services	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
10	Prosecuting Attorney	40,800	46,000	45,000	28,000	46,000	1,000	2.2%
11	Public Defender	44,875	71,375	70,000	16,200	55,500	(14,500)	-20.7%
12	**Total Court Legal**	**$85,675**	**$117,375**	**$115,000**	**$44,200**	**$101,500**	**-$13,500**	**-11.7%**

Community Development - Expenditures

This department provides for the City's long-range planning, and land use and building permitting functions. The department also provides staffing to the City Planning Commission and performs code enforcement activities to address nuisances, code violations, and other issues.

	Community Development Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	494,220	552,815	823,293	236,971	836,459	13,166	1.6%
2	Benefits	205,368	192,758	370,049	75,941	366,261	(3,788)	-1.0%
3	**Salaries and Benefits**	**699,588**	**745,573**	**1,193,342**	**$312,911**	**$1,202,720**	**9,378**	**0.8%**
4	Office and Operating Supplies	4,412	7,185	9,396	1,347	12,750	3,354	35.7%
5	Charges for Services	367,811	398,284	383,928	246,694	389,049	5,121	1.3%
6	Vehicles	27,920	-	-	-	-	0	N/A
7	Transfer out for Comp Plan Project	275,000	150,000	-	-	-	0	N/A
8	**Total Community Dev. Expenditures**	**$1,374,731**	**$1,301,041**	**$1,586,666**	**$560,953**	**$1,604,519**	**$17,853**	**1.1%**
9	By Department							
10	Code Enforcement	28,065	39,996	71,786	5,372	55,996	(15,790)	-22.0%
11	Permitting	753,452	712,683	1,005,671	405,353	912,906	(92,765)	-9.2%
12	Long Range Planning	576,980	544,162	494,209	145,878	620,617	126,408	25.6%
13	Hearing Examiner	16,234	4,200	15,000	3,750	15,000	0	0.0%
14	**Total Charges for Services**	**$1,374,731**	**$1,301,041**	**$1,586,666**	**$560,353**	**$1,604,519**	**$17,853**	**1.1%**

Black Diamond Historical Society Museum

Master Development Review Team – Expenditures

This department was established to provide specific focus on the Master Planned Developments. There are two developments, Ten Trails and Lawson Hills. The review team and MDRT consultants are 100% funded by the developer. The team works closely with consultants hired to assist with financial analysis, civil and traffic engineering, environmental, surveying, and geotechnical services. Their services are used to provide consulting and review of the Master Plan Developments according to the development agreements.

	MDRT Review Team: Funding Agreement Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	574,851	681,352	720,211	331,254	575,995	(144,216)	-20.0%
2	Benefits	190,050	206,243	223,061	106,501	211,982	(11,079)	-5.0%
3	**Salaries and Benefits**	**764,901**	**887,594**	**943,272**	**$437,756**	**$787,977**	**(155,295)**	**-16.5%**
4	Office and Operating Supplies	10,489	7,703	14,000	4,359	-	(14,000)	-100.0%
5	Charges for Service	168,018	105,078	164,365	85,425	105,327	(59,038)	-35.9%
6	**Total MDRT Expenditures**	**$943,407**	**$1,000,376**	**$1,121,637**	**$527,539**	**$893,304**	**($228,333)**	**-20.4%**

	MDRT Consultants: Funding Agreement Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	MDRT Legal Services	113,271	78,449	200,000	35,446	200,000	0	0.0%
2	MDRT Fiscal Analysis	24,195	4,981	50,000	645	50,000	0	0.0%
3	MDRT Civil Engineering	602,619	649,449	575,000	232,128	500,000	(75,000)	-13.0%
4	MDRT Traffic Engineering	95,497	72,441	400,000	7,793	400,000	0	0.0%
5	MDRT Environmental Consultant	31,615	46,847	50,000	7,193	50,000	0	0.0%
6	MDRT Geotech	15,450	40,433	100,000	7,210	100,000	0	0.0%
7	MDRT Surveyor	11,036	25,030	80,000	6,198	100,000	20,000	25.0%
8	Hearing Examiner	11,213	10,263	100,000	-	60,000	(40,000)	-40.0%
9	MDRT- Prof Svcs - Planning	222,593	306,365	300,000	167,262	200,000	(100,000)	-33.3%
10	MDRT Building Inspector	-	-	-	-	-	0	N/A
11	**Total MDRT Consultant Expenditures**	**$695,402**	**$1,234,257**	**$1,855,000**	**$463,874**	**$1,660,000**	**-$195,000**	**-10.5%**

Roundabout with Mt. Rainier
Courtesy of Craig Goodwin

Note: The Master Development Review Team – Expenditures and Revenues are just preliminary numbers and are not completed. The figures presented are based off partial information until the Finance Department receives the rest of the information from the Master Development Review Team in late September/Early October.

Parks Department - Expenditures

The Parks Department operates and maintains the following amenities: a basketball court, tennis court, skate park, three picnic areas, a boat launch, five coal car city entry monuments, BMX bike track, swimming area, 143 acres of passive lake front park with trails, city center viewing park, the historical monument park, two playground facilities and landscaping around the police building. The Parks Department provides the insurance, utilities and maintenance for the Gym, and utilities plus insurance coverage for the local historical museum. The museum was designated a historical landmark in 2020. Costs associated with the ownership of resource lands also falls to the Parks Department. Budget increases are due to a progression of salary steps, a change in employee allocations.

	Parks Department Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	47,479	116,411	138,391	56,095	147,706	9,315	6.7%
2	Benefits	15,984	37,305	38,755	19,020	46,631	7,876	20.3%
3	**Salaries and Benefits**	**$63,463**	**$153,716**	**$177,146**	**$75,115**	**$194,337**	**$17,191**	**9.7%**
4	Office and Operating Supplies	14,568	16,310	21,671	2,759	19,630	(2,041)	-9.4%
5	Charges for Services	90,531	103,438	149,838	77,007	135,110	(14,728)	-9.8%
6	Planning & Mini Development	8,389	25,013	17,500	-	15,000	(2,500)	-14.3%
7	Transfer to Equipment Rental	17,500	20,000	20,000	20,000	10,000	(10,000)	-50.0%
8	**Total Parks Expenditures**	**$194,451**	**$318,477**	**$386,155**	**$174,881**	**$374,077**	**-$12,078**	**-3.1%**
9	By Department							
10	Museum	17,156	16,228	20,987	13,281	20,409	(578)	-2.8%
11	Community Event Supplies	1,068	3,508	1,500	-	1,500	0	0.0%
12	Community Center	19,000	23,000	23,000	23,000	23,000	0	0.0%
13	Labor Day/Miner Day	3,383	2,477	4,000	-	3,500	(500)	-12.5%
14	Community Arts Support	-	-	1,000	-	500	(500)	-50.0%
15	Gym	20,517	33,542	39,999	15,682	32,861	(7,138)	-17.8%
16	Lake Sawyer Maintenance	14,196	40,694	45,087	16,149	50,879	5,792	0.0%
17	Parks Maintenance	110,742	174,015	233,082	106,769	226,429	(6,653)	-2.9%
18	Parks Planning & Mini Development	8,389	25,013	17,500	-	15,000	(2,500)	-14.3%
19	**Total Charges for Services**	**$194,451**	**$318,477**	**$386,155**	**$174,881**	**$374,077**	**-$12,078**	**-3.1%**

Eagle Creek Park

Black Diamond Cemetery - Expenditures

Black Diamond Historical Cemetery is in Black Diamond. The cemetery was founded in 1884. It sits on Cemetery Hill Road, off Roberts Drive.

The earliest gravestone dates back to 1880 and now contains over 1,100 graves. The tombstones show cultural diversity and tragedy that existed in town when coal mining was at its peak. At least half a dozen graves belong to those of mine workers who died in explosions in 1902, 1910 and 1915. Graves mark residents who came from countries such as Italy, Australia, Russia and Germany. A Civil War veteran was laid to rest there, as well as children who died in the early 1900s due to epidemics of smallpox and influenza.

The City operates and maintains the historic Black Diamond Cemetery. This involves coordinating burials, sale of plots, providing physical burial, and maintaining the grounds. The niche and burial fees are set to cover the costs associated with the services. The Public Works crew mows and trims the cemetery once a week during the heavy grass growing months and once every two weeks or so for the drier months during the growing season.

This year's budget increases are due to a progression of salary steps, and a change in employee allocations.

	Cemetery Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	10,048	32,544	38,834	17,885	40,698	1,864	4.8%
2	Benefits	3,473	11,359	13,689	6,404	12,702	(987)	-7.2%
3	**Salaries and Benefits**	**13,521**	**43,904**	**52,523**	**$24,289**	**$53,400**	**877**	**1.7%**
4	Office and Operating Supplies	2,289	3,232	15,140	3,111	3,915	(11,225)	-74.1%
5	Charges for Services	3,823	6,139	7,094	5,809	12,360	5,266	74.2%
6	**Total Cemetery Expenditures**	**$19,633**	**$53,275**	**$74,757**	**$33,209**	**$69,675**	**($5,082)**	**-6.8%**

Tomb of the unknown soldier: Never Forget Garden

This garden is a living tribute to all of America's veterans and their families. In silence and respect, this is a place to remember why millions of Americans have fought and died for our liberty and our freedom. Here we renew our mutual pledge to support them with: "Our lives, our fortunes, and our sacred honor."

Facilities, Rent and Maintenance, and Special Programs - Expenditures

The City of Black Diamond's Facilities Department is responsible for the long-term planning of the City's building and equipment needs and to handle the daily needs of all departments in repair, replacement and installation of fixtures, furniture and equipment. The decrease in this budget, beginning in 2025, is due to a change in employee allocations, as well as the reallocation of other expenditures.

	Facilities, Grounds and Building Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	47,066	47,066	-	-	-	0	N/A
2	Benefits	14,753	14,753	-	-	-	0	N/A
3	**Total Salaries and Benefits**	**61,819**	**61,819**	**-**	**$0**	**$0**	**0**	**N/A**
4	Office and Operating Supplies	6,829	6,468	2,000	87	-	(2,000)	-100.0%
5	Building Lease & Maint., Equip Leases	131,298	(6,672)	-	-	-	0	0.0%
6	Alloc of Bld Lease & Maint., Equip Leases	(70,741)	10,995	7,132	5,049	-	(7,132)	-100.0%
7	**Total Facilities Expenditures**	**$129,205**	**$72,610**	**$9,132**	**$5,136**	**$0**	**-$9,132**	**-100.0%**

Special Program expenditures are similar to Central Services in that it is a cost center rather than an operational department. The expenditures under Special Programs have historically been assigned under public safety due to the cost's being associated with the physical well-being of the Black Diamond populace.

	Special Program Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Emergency Management	3,288	1,588	8,700	532	4,700	(4,000)	-46.0%
2	Recycling Costs	18,675	15,676	17,000	4,356	18,000	1,000	5.9%
3	Clean Air Assessment	-	10,797	12,000	6,796	12,500	500	4.2%
4	Animal Control	-	35,339	22,000	-	22,000	0	0.0%
5	Mental Health	26,773	27,011	101,700	25,489	101,700	0	0.0%
6	COVID-19 Related Costs	-	-	-	-	-	0	N/A
7	**Total Special Program Expenditures**	**$48,736**	**$90,411**	**$161,400**	**$37,173**	**$158,900**	**-$2,500**	**-1.5%**

	Ending Fund Balance and General Fund Totals	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Ending Cash and Invest Police Buy Fund	25,923	25,923	19,412	21,908	19,412	0	0.0%
2	Ending Cash and Invest Unreserved	7,916,390	7,570,502	6,166,261	8,617,729	8,126,542	1,960,281	31.8%
3	Ending Cash and Invest Developer	63,000	63,000	63,000	63,000	63,000	0	0.0%
4	**Total Ending Fund Balance**	**8,005,313**	**7,659,424**	**6,248,673**	**8,702,637**	**8,208,954**	**1,960,281**	**31.4%**

	Total General Fund Uses of Expenditure	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	**Total General Fund Uses of Expenditure**	**$17,656,560**	**$18,236,413**	**$19,333,752**	**19,566,660**	**21,089,017**	**$1,755,265**	**9.1%**

Kevin Esping at the Lake Sawyer Parking Pay Station

Budgeted 2026 Positions	2026 Salary Schedule	Step 1	Step 2	Step 3	Step 4	Step 5
✓	City Administrator	14,734	15,472	16,245	17,057	17,910
	Assistant City Administrator	9,058	9,512	9,965	10,418	10,871
	City Attorney	9,203	9,663	10,146	10,653	11,185
✓	Court Administrator	7,584	7,963	8,362	8,780	9,220
✓	Judicial Specialist II	4,968	5,381	4,851	6,211	6,624
	Judicial Specialist I (hourly)	26.04	28.25	30.40	32.58	34.73
	Human Resources Director	9,654	10,169	10,686	11,200	11,721
✓	City Clerk/HR Manager	9,654	10,169	10,686	11,200	11,721
✓	Deputy City Clerk	5,791	6,197	6,602	7,006	7,412
✓	Administrative Assistant III	5,747	6,036	6,339	6,654	6,989
✓	Finance Director	10,543	11,069	11,624	12,204	12,815
✓	Deputy Finance Director	8,650	9,027	9,519	10,013	10,506
✓	Senior Accountant	6,520	6,846	7,189	7,548	7,923
✓	Accounting Clerk/Utility Billing Specialist	5,381	5,654	5,935	6,231	6,542
✓	Administrative Assistant II	4,870	5,112	5,369	5,637	5,920
	Administrative Assistant I	2,656	2,868	3,079	3,292	3,502
	Accounts Payable Clerk (hourly)	25.75	27.04	28.39	29.80	31.30
	Accountant 1 Journey (hourly)	18.73	19.66	20.63	21.67	22.76
✓	Information Services Manager	9,416	9,961	10,504	11,046	11,591
✓	Comm. & Infor. Svs/Admin Sup.Tech II	6,520	6,846	7,189	7,548	7,923
	Comm. & Infor. Svs/Admin Sup.Tech I	4,870	5,112	5,369	5,637	5,920
✓	Police Chief	14,159	14,641	15,226	15,611	16,172
✓	Police Commander	12,717	13,161	13,547	13,935	14,382
✓	Police Sergeant	10,923	11,536	-	-	-
✓	Police Officer	7,436	8,240	9,041	9,801	-
✓	Police Records Coordinator	5,791	6,197	6,602	7,006	7,412
✓	Police Clerk	4,983	5,233	5,494	5,769	6,056
	Police Clerk (hourly)	28.76	30.18	31.69	33.29	34.94
✓	MDRT & Economic Director	10,398	10,919	11,466	12,037	12,640
✓	Construction Inspector Supervisor	8,964	9,480	9,998	10,513	11,032
✓	Construction Inspector	7,534	7,968	8,405	8,837	9,271
✓	MDRT Senior Accountant (hourly)	37.62	39.50	41.48	43.54	45.71
	MDRT Planner (hourly)	29.26	31.31	33.37	35.41	37.45
✓	Community Dev/Nat Resources Director	10,398	10,919	12,037	12,038	12,640
✓	Building Official	8,964	9,480	9,998	10,513	11,032
✓	Code Compliance Officer/Building Inspector	6,382	6,701	7,037	7,388	7,756
✓	Senior Planner	8,452	8,875	9,319	9,784	10,274
✓	Associate Planner	7,220	7,581	7,960	8,358	8,776
	Permit Technician Supervisor	7,416	7,754	8,091	8,429	8,765
✓	Permit Technician	6,084	6,512	6,936	7,364	7,786
	Permit Technician (hourly)	35.10	37.58	40.02	42.49	44.92
✓	Assistant Planner / Permit Technician	5,791	6,197	6,602	7,006	7,412
	Parks Department Director	8,455	8,907	9,361	9,814	10,266
✓	Public Works Director	10,398	10,924	11,472	12,046	12,648
✓	Operations & Maintenance Superintendent	8,964	9,480	9,998	10,513	11,032
✓	Capital Projects Program Manager	8,626	9,058	9,509	9,986	10,485
✓	Stormwater Coordinator	7,307	7,563	7,827	8,101	8,427
✓	Facilities Equipment Coordinator	6,111	6,512	6,936	7,364	7,786
✓	Management Analyst	7,760	8,148	9,583	9,011	9,432
	Public Works Administrative Asst. III	5,747	6,036	6,339	6,654	6,989
✓	Utility Lead	7,735	8,155	8,585	9,022	9,469
✓	Utilities Lead	7,241	7,604	7,984	8,383	8,802
✓	Utility Worker II	5,812	6,104	6,408	6,730	7,066
✓	Utility Worker I	4,938	5,184	5,444	5,712	6,001
✓	Utility Worker Seasonal (hourly)	20.20	24.45	-	-	-

	2026 Employee Allocations by Funding Source							
	Positions	**Full Time Equivalent (FTE)**	**Funding Agreement**	**General Fund**	**Street Fund**	**Water Fund**	**Sewer Fund**	**Storm water Fund**
1	City Administrator	1.00		0.60	0.10	0.10	0.10	0.10
2	**Total Court**	**1.00**	**0.00**	**0.60**	**0.10**	**0.10**	**0.10**	**0.10**
3	Court Administrator	1.00		1.00				
4	Judicial Specialist II	2.75		2.75				
5	Judicial Specialist I	0.00						
6	**Total Court**	**3.75**	**0.00**	**3.75**	**0.00**	**0.00**	**0.00**	**0.00**
7	City Clerk/HR Manager	1.00		0.60	0.10	0.10	0.10	0.10
8	Deputy City Clerk	1.00		0.50	0.13	0.13	0.12	0.12
9	Administrative Assistant III	0.60		0.60				
10	Finance Director	1.00		0.60	0.10	0.10	0.10	0.10
11	Deputy Finance Director	1.00		0.60	0.10	0.10	0.10	0.10
12	Senior Accountant	2.00		1.04	0.24	0.24	0.24	0.24
13	Accounting Clerk/Utility Billing Specialist	1.00		0.15		0.50	0.20	0.15
14	Administrative Assistant II	1.00		0.25	0.10	0.30	0.25	0.10
15	Information Service Manager	1.00		0.65	0.06	0.11	0.11	0.07
16	Communications & Info Svs/Admins Sup Tech I	1.00		0.65	0.06	0.11	0.11	0.07
17	**Total Administration**	**10.60**	**0.00**	**5.64**	**0.89**	**1.69**	**1.33**	**1.05**
18	Police Chief	1.00		1.00				
19	Police Commander	1.00		1.00				
20	Sergeant	2.00		2.00				
21	Police Officers	10.00		10.00				
22	Police Records Coordinator	1.00		1.00				
23	Police Clerk	1.00		1.00				
24	**Total Police Department**	**16.00**	**0.00**	**16.00**	**0.00**	**0.00**	**0.00**	**0.00**
25	MDRT & Economic Dev Director	1.00	1.00					
26	Construction Inspector Supervisor	1.00	1.00					
27	Construction Inspector	1.00	1.00					
28	Senior Accountant	0.75	0.75					
29	**Total MDRT Review Team**	**3.75**	**3.75**	**0.00**	**0.00**	**0.00**	**0.00**	**0.00**
30	Community Dev/Nat Resources Director	1.00		1.00				
31	Building Official	1.00		1.00				
32	Code Compliance Officer/Building Inspector	1.00		1.00				
32	Senior Planner	1.00		1.00				
33	Associate Planner	1.00		1.00				
33	Permit Technician	2.00		2.00				
34	Assistant Planner/Permit Technician	1.00		1.00				
35	**Total Community Development**	**8.00**	**0.00**	**8.00**	**0.00**	**0.00**	**0.00**	**0.00**
36	Public Works Director	1.00		0.10	0.225	0.225	0.225	0.225
37	Capital Project/Program Manager	1.00			0.25	0.25	0.25	0.25
38	Stormwater Coordinator	1.00						1.00
39	Facilities Equipment Coordinator	1.00		0.52	0.12	0.12	0.12	0.12
40	Management Analyst	1.00		0.15	0.20	0.40	0.10	0.15
41	Operations & Maintenance Superintendent	1.00		0.10	0.22	0.24	0.23	0.21
42	Utilities Operator	1.00		0.03	0.06	0.55	0.30	0.06
43	Utility Worker II	3.00		0.45	0.60	0.66	0.69	0.60
44	Utility Worker I	2.00		0.50	0.40	0.40	0.34	0.36
45	Gym Maintenance (hourly)	0.17		0.17				
46	Utility Worker Seasonal (hourly)	0.75		0.35	0.14	0.14	0.03	0.11
47	**Total Public Works**	**12.92**	**0.00**	**2.37**	**2.21**	**2.98**	**2.29**	**3.08**
48	**Total Budget Positions (FTE's)**	**56.02**	**3.75**	**36.36**	**3.20**	**4.77**	**3.72**	**4.23**

CITY OF BLACK DIAMOND

2025 Calendar for 2026 Budget Meetings

As Passed by Resolution 25-1686

	Process	Work Session Meeting	City Council	State Law Limitations
1	Budget CALL: 2026 Budget requests and instructions go out to all departments.			September 08
2	Budget estimates from departments are submitted to Finance Director.			September 22
3	Finance Director provides estimates for the complete financial program to the City Administrator.			October 01
4	Special Meeting - Work Session 6:00 PM - the City Administrator provides Council with current information on revenue from all sources as adopted in 2025 Budget. The City Administrator also provides the proposed Preliminary 2026 Budget for the General Fund and 2026 Budget totals for all funds including debt service & possible Revenue for Property Taxes.	September 18		October 06
5	Special Meeting - Work Session 5:30 PM – General Fund 2026 Budget Showing Revenues & Expenditures for Public Safety, Community Development, Parks, & all General Fund Revenues & Expenditures & possible Property Tax Increases.	September 25		Mid-October – Mid-November
6	Special Meeting – Work Session 6:00 – Public Works 2026 Budgets for Revenues and Expenditures for Street, Water, Sewer, Stormwater Funds. Also, for special funds such as REET I & II and General Government, Utilities, Capital Projects, and Debt Service.	October 02		November 18
7	The City Administrator prepares the 2026 Preliminary Budget and message and files with Council, Clerk, and Finance Director			November 02
8	City Clerk publishes notice of Public Hearing on 2026 Budget and filing of preliminary budget – once a week for two consecutive weeks			November 18
9	Preliminary 2026 Budget Document made available to Public at least six weeks before Jan. 1, 2026			November 18
10	Special Meeting – Work Session 6:00- 2026 General Fund revenue review and possible increases in property taxes and two property tax ordinances.	October 16		November 30
11	1st Public Hearing on 2026 Revenue Sources including possible increases in property taxes and two property tax ordinances.		October 16	Nov 1 – Nov 25

12	City Council adopts two 2026 Property Tax Ordinances & send to King County by Nov 30, 2025		November 06	November 30
13	City Council Holds 2nd Public Hearing on 2026 Preliminary Budget.		November 06	November 30
14	Council holds Final Budget Hearing on 2026 Budget		November 21	December 01
15	Council adopts Final 2026 Budget		November 20	December 31
16	Council amends 2025 Budget		November 20	December 31

Black Diamond 2026 Budget

September 25, 2025, Workstudy Meeting

Explanation of Accounting Basis and Budgeting

The City operates under Governmental Accounting Standards Board.

The City of Black Diamond’s financial transactions are recognized on a cash basis.

Fund Types

Government Funds
- General Fund
- Special Revenue Funds
- Capital Project Funds

Proprietary Funds
- Enterprise Funds
- Internal Service Funds

Fiduciary Funds
- Cash and Investments
- Capital Assets
- Compensated Absences
- Liabilities
- Leases

Restricted and Committed Funds
- Police Drug Funds
- Fire Impact Fee Fund
- Traffic Impact Fee Fund
- CIP General Government Fund
- CIP Street Fund
- Water Utility Fund WSSFA
- Transferrable Development Rights Fund

Fund Types, General Fund

The General Fund is the primary fund of the City of Black Diamond. It accounts for all financial resources except those required or elected to be accounted for in another fund.

Revenues	Expenditures
Property Taxes	Police Services
Sales Taxes	Fire Services
Utility Taxes	Financial Services
Community Development Revenue	General Administration
Municipal Court Revenue	Parks

Note – the above list of revenues and expenditures is not all of the City’s revenues and expenditures.

Best Practices for Governmental Budgeting

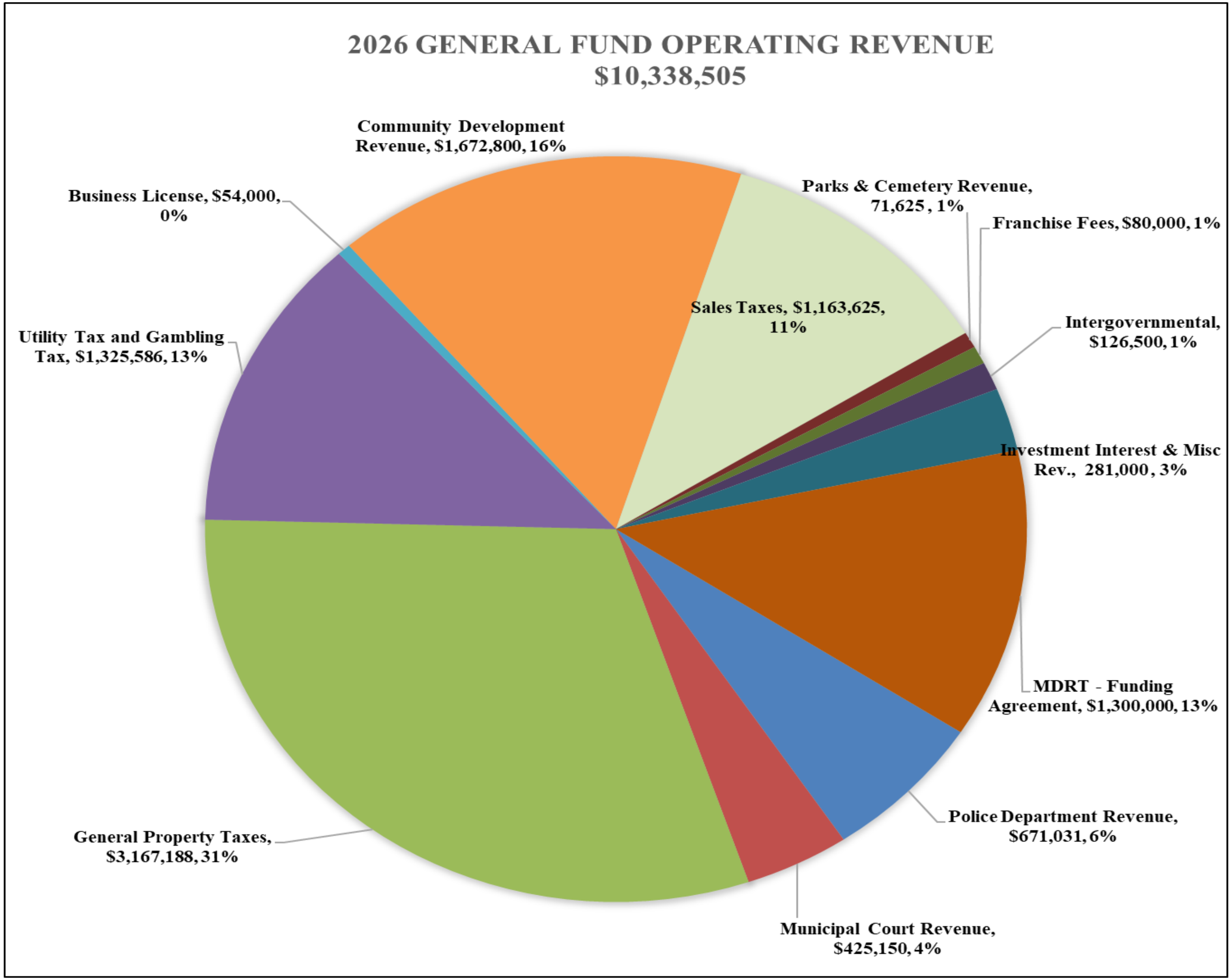
1. Analyze historical data
   - Preliminary/exploratory analysis: business cycles, demographic trends, anomalies, and variables.
   - Vacancy adjustments: start dates, trends, attritions, collective bargaining agreements.
   - Collecting and analyzing several years of historical data to identify trends in revenue sources, including budget-to-actual variances and cost overruns.
2. Err on the Side of Caution
3. Implement Regular Review and Revision

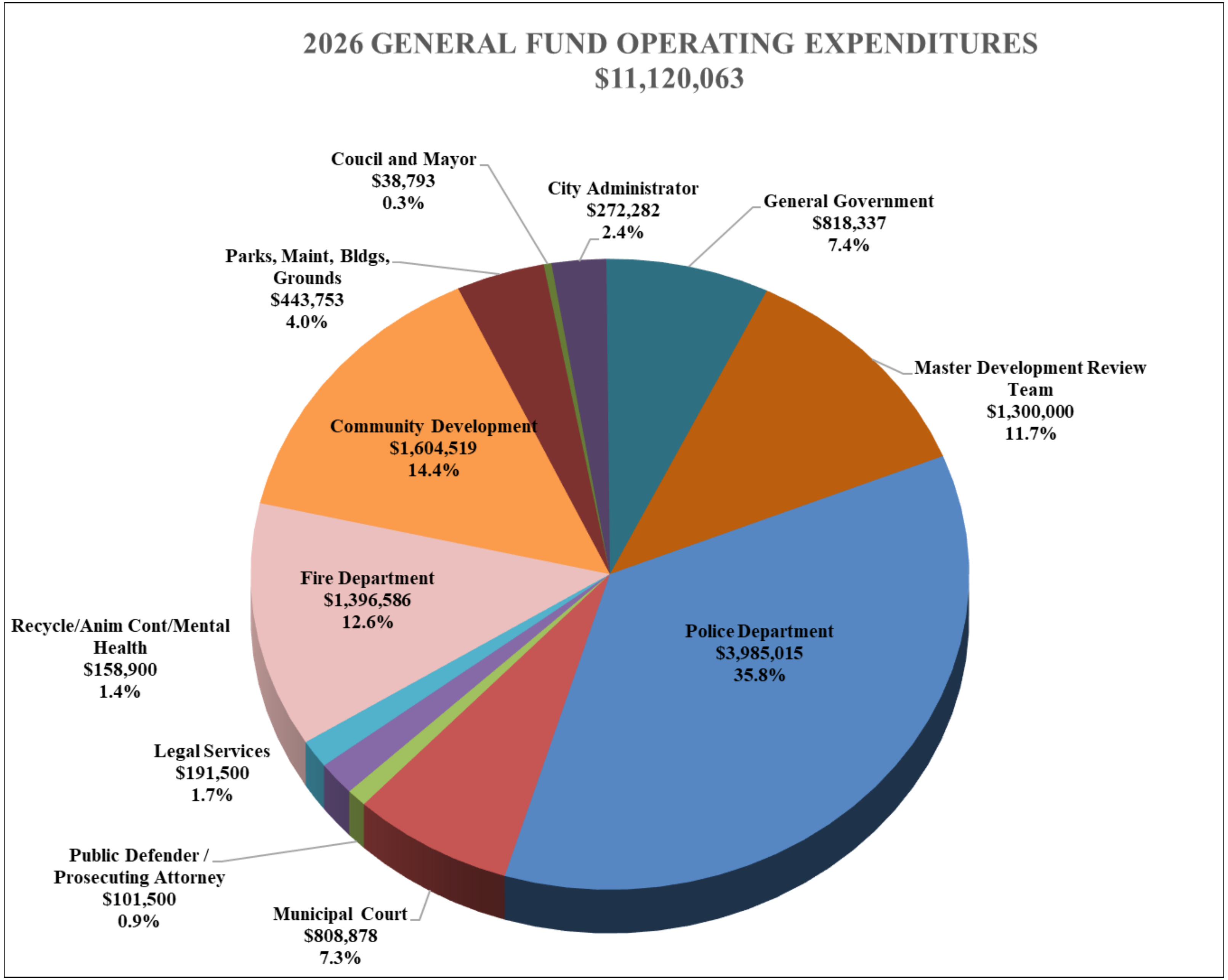
General Fund

General Fund Revenue Projection	2025 Budget	2025 Actuals thru June	2025 Estimated Year End	2026 Budget	2026 $ Budget Change	2026 % Budget Comparison
REVENUES						
1 Beginning Cash and Investments	**8,548,678**	**7,659,424**	**7,659,424**	**8,702,637**	153,959	101.8%
2 General Property Taxes	3,125,929	1,658,891	3,125,929	3,167,188	41,259	101.3%
3 Sales Taxes	1,035,000	543,859	1,087,500	1,163,625	128,625	112.4%
4 Utility Tax and Gambling Tax	1,228,510	701,142	1,252,935	1,325,586	97,076	107.9%
5 Cable Franchise Fees	88,000	36,985	76,000	80,000	(8,000)	90.9%
6 Business License	54,000	27,320	54,000	54,000	0	100.0%
7 Liquor Profits & Excise Tax	104,000	47,629	107,000	110,000	6,000	105.8%
8 KC Recycle Grants	16,500	-	16,500	16,500	-	100.0%
9 Municipal Court Revenue	214,540	113,169	237,580	425,150	210,610	198.2%
10 Police Department Revenue	515,060	320,768	512,852	671,031	155,971	130.3%
11 Community Development Rev	1,508,370	912,399	1,636,655	1,672,800	164,430	110.9%
12 Parks Revenue	75,000	34,524	66,000	71,000	(4,000)	94.7%
13 Cemetery Revenue	4,000	250	250	625	(3,375)	15.6%
14 Investment Interest & Misc Rev.	408,000	173,845	330,005	281,000	(127,000)	68.9%
15 Funding Agreement - MDRT	1,186,530	602,437	1,186,530	1,300,000	113,470	109.6%
16 Total Operating Revenues	**9,563,439**	**5,173,219**	**9,689,736**	**10,338,505**	**775,066**	**108.1%**
17 AWC Insurance Payment & Flex	603,452	3,150	-	-	(603,452)	0.0%
18 Devel Reimb-MDRT Conslt	1,855,000	524,006	1,855,000	1,660,000	(195,000)	89.5%
19 Sales Taxes from Construction	345,000	181,287	362,500	387,875	42,875	112.4%
20 Total Revenues	**12,366,891**	**5,881,661**	**11,907,236**	**12,386,380**	19,489	100.2%
21 TOTAL GENERAL FUND SOURCES	**20,915,569**	**13,541,086**	**19,566,660**	**21,089,017**	**173,448**	**100.8%**

General Fund Expenditure Projection	2025			2026		
	Budget	Actuals Thru June	Estimated Year End	Budget	$ Budget Change	% Budget Change
EXPENDITURES						
1 Legislative - Council	24,007	8,101	15,886	22,521	(1,486)	93.8%
2 Executive - Mayor	16,516	7,213	14,511	16,272	(244)	98.5%
3 Administration - City Administrator	195,236	26,052	121,916	272,282	77,046	139.5%
4 General Government	846,631	373,638	733,833	818,337	(28,294)	96.7%
5 Legal Services	164,500	94,691	151,000	191,500	27,000	116.4%
6 Public Defender / Prosecuting Attorney	115,000	44,200	88,400	101,500	(13,500)	88.3%
7 Municipal Court	596,116	288,814	533,448	808,878	212,762	135.7%
8 Police Department	3,793,520	1,810,538	3,370,453	3,985,015	191,495	105.0%
9 Fire Department	1,318,961	655,799	1,315,461	1,396,586	77,625	105.9%
10 Recycle/Anim Cont/Mental Health	161,400	37,173	144,420	158,900	(2,500)	98.5%
11 Community Development	1,604,166	561,045	829,207	1,619,519	15,353	101.0%
12 Facilities	-	28,538	50,969	-	0	n/a
13 Parks Department	368,655	174,881	291,652	359,077	(9,578)	97.4%
14 Cemetery	74,757	33,209	59,867	69,675	(5,082)	93.2%
15 Master Development Review Team	1,186,530	563,967	1,137,998	1,300,000	113,470	109.6%
16 Total Operating Expenditures	**10,465,995**	**4,707,861**	**8,859,023**	**11,120,063**	**654,068**	**106.2%**
17 AWC Insurance Payment & Flex	604,952	-	-	-	(604,952)	0.0%
18 Transfer to Future City Campus	-	-	-	-	-	
19 Trasnfer to Fire Study	35,000					
20 Transfer to Street	150,000	150,000	150,000	100,000	(50,000)	66.7%
21 Developer MDRT Consultants	1,855,000	463,874	1,855,000	1,660,000	(195,000)	89.5%
22 Total Expenditures	**13,110,947**	**5,321,735**	**10,864,023**	**12,880,063**	**(195,884)**	**98.2%**
23 35% Reserved Cash and Investments	3,933,284	1,862,607	3,802,408	3,336,019	(597,265)	84.8%
24 Unreserved Cash and Investments	3,871,338	6,356,718	4,900,229	4,872,935	1,001,597	125.9%
25 Total Ending Cash and Investments	**7,804,622**	**8,219,325**	**8,702,637**	**8,208,954**	**404,332**	**105.2%**
26 TOTAL GENERAL FUND USES	**20,915,569**	**13,541,086**	**19,566,660**	**21,089,017**	**208,448**	**100.8%**

	General Fund Functions Supported by Types of Revenue	2025 Budget	2026 Budget	$ Change	% Change	Public Safety	General Gov't	MDRT
	REVENUES							
1	Beginning Cash and Investments	8,548,678	8,702,637	153,959	1.8%	25,923	8,613,714	63,000
2	**Public Safety Revenue Funded With:**							
3	General Property Taxes	3,125,929	3,167,188	41,259	1.3%	3,167,188		
4	Utility Tax and Gambling Tax	1,228,510	1,325,586	97,076	7.9%	1,325,586		
5	Criminal Justice Sales Tax	241,200	258,831	17,631	7.3%	258,831		
6	Liquor Excise Tax and Profits	104,000	110,000	6,000	5.8%	110,000		
7	Municipal Court Revenue	214,540	425,150	210,610	98.2%	425,150		
8	Business License	54,000	54,000	0	0.0%	54,000		
9	Police Charges for Service, Grants, Misc	288,360	427,300	138,940	48.2%	427,300		
10	**Total Public Safety Revenue**	**5,256,539**	**5,768,055**	**511,516**	**9.7%**	**5,768,055**		
11	**General Government Funded With:**							
12	Sales Taxes	1,035,000	1,163,625	128,625	12.4%		1,163,625	
13	Land Use and Permitting Fees	1,508,370	1,672,800	164,430	10.9%		1,672,800	
14	Cable Franchise Fees	88,000	80,000	(8,000)	-9.1%		80,000	
15	Reinvested Interest, Grants and Charges for Services	424,500	297,500	(127,000)	-29.9%		297,500	
16	Parks Revenue	75,000	71,000	(4,000)	-5.3%		71,000	
17	Cemetery Revenue	4,000	625	(3,375)	-84.4%		625	
18	AWC Insurance and Flex	603,452	-	(603,452)	-100.0%		-	
19	Funding Agreement - MDRT	1,186,530	1,300,000	113,470	9.6%			1,300,000
20	**Total Gen Fund Operating Revenue**	**4,924,852**	**4,585,550**	**(339,302)**	**-6.9%**		**3,285,550**	**1,300,000**
21	**Total General Fund Revenue**	**10,181,391**	**10,353,605**	**172,214**	**2.8%**	**5,768,055**	**3,285,550**	**1,300,000**
22	Public Safety: Municipal Court	711,116	910,378	199,262	28.0%	910,378		
23	Public Safety: Police Department	3,793,520	3,985,015	191,495	5.0%	3,985,015		
24	Public Safety: Fire Department	1,318,961	1,396,586	77,625	5.9%	1,396,586		
25	Public Safety: Animal Control/Emergency Management/Mental Health/Recycling	161,400	158,900	(2,500)	-1.5%	158,900		
26	Community Development	1,604,166	1,619,519	15,353	1.0%		1,619,519	
27	Facilities, Parks, Cemetery	443,412	428,753	(14,659)	-3.3%		428,753	
28	Legislative, City Adminitrator and Administrative Services	1,082,390	1,129,412	47,022	4.3%		1,129,412	
29	Legal Services	164,500	191,500	27,000	16.4%		191,500	
30	AWC Insurance and Flex	604,952	-	(604,952)	-100.0%		-	
31	Transfer to Street Fund	150,000	100,000	(50,000)	-33.3%		100,000	
32	Master Development Review Team MDRT	1,186,530	1,300,000	113,470	9.6%			1,300,000
33	**Total Operating Expenditures**	**11,220,947**	**11,220,063**	**(884)**	**0.0%**	**6,450,879**	**3,469,185**	**1,300,000**
34	**Ending Cash & Investments**	**7,509,122**	**7,836,179**	**327,057**	**4.4%**	**(656,901)**	**8,430,080**	**63,000**


2026 GENERAL FUND OPERATING REVENUE
$10,338,505
Community Development Revenue, $1,672,800, 16%
Parks & Cemetery Revenue, 71,625 , 1%
Franchise Fees, $80,000, 1%
Business License, $54,000, 0%
Sales Taxes, $1,163,625, 11%
Intergovernmental, $126,500, 1%
Utility Tax and Gambling Tax, $1,325,586, 13%
Investment Interest & Misc Rev., 281,000 , 3%
MDRT - Funding Agreement, $1,300,000, 13%
Police Department Revenue, $671,031, 6%
General Property Taxes, $3,167,188, 31%
Municipal Court Revenue, $425,150, 4%


2026 GENERAL FUND OPERATING EXPENDITURES
$11,120,063
Coucil and Mayor
$38,793
0.3%
City Administrator
$272,282
2.4%
General Government
$818,337
7.4%
Parks, Maint, Bldgs, Grounds
$443,753
4.0%
Master Development Review Team
$1,300,000
11.7%
Community Development
$1,604,519
14.4%
Fire Department
$1,396,586
12.6%
Police Department
$3,985,015
35.8%
Recycle/Anim Cont/Mental Health
$158,900
1.4%
Legal Services
$191,500
1.7%
Public Defender / Prosecuting Attorney
$101,500
0.9%
Municipal Court
$808,878
7.3%

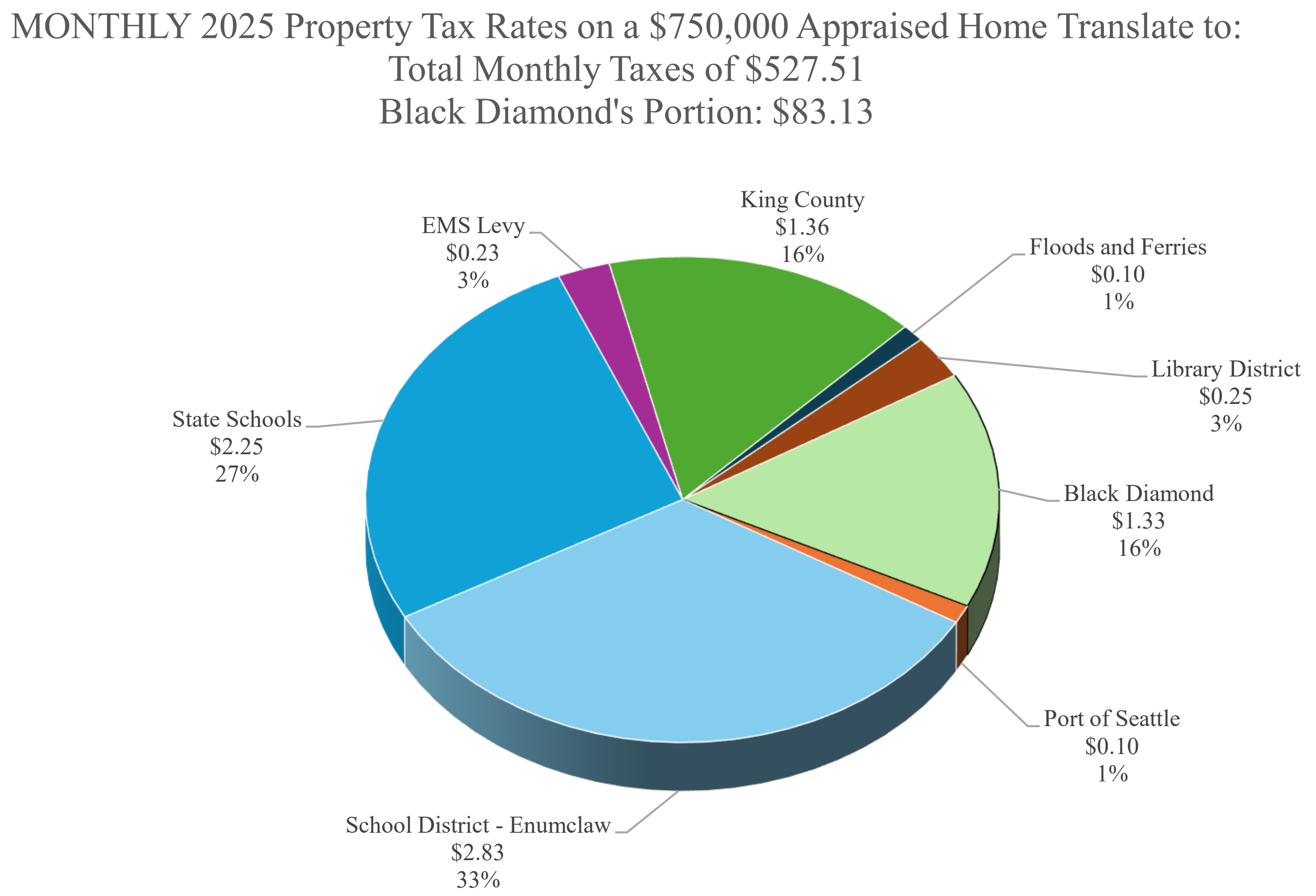
Highlight of General Fund Revenues

Top 10 General Fund Revenue Sources

Rank	Revenue Stream	Amount
1.	Property Taxes	$3,167,188
2.	Community Development Permits & Fees	$1,672,800
3.	Sales Taxes	$1,551,500
4.	Electric and Gas Utilities Taxes	$500,000
5.	Municipal Court Revenues	$425,150
6.	Investment Interest and Miscellaneous Revenue	$281,000
7.	Local Criminal Just Funds	$258,831
8.	Water Utility Tax	$199,882
9.	Stormwater Utility Tax	$182,830
10	Sewer Utility Tax	$174,974

Property Taxes

Property Taxes, How Are They Distributed?



Property Taxes, How Are They Distributed?

King County Taxing District	Levy Rate per $1000 in Value	Percent of Property Taxes Collected	2025 Annual Tax on a $750,000 Home	Monthly Tax on a $750,000 Home
Port of Seattle	0.10196	1%	$76.47	$6.37
School District - Enumclaw	2.83	34%	$2,123.25	$176.94
State Schools	2.25	27%	$1,684.90	$140.41
EMS Levy	0.23	3%	$169.50	$14.13
King County	1.36	16%	$1,021.37	$85.11
Floods and Ferries	0.10	1%	$73.18	$6.10
Library District	0.25	3%	$183.90	$15.33
Subtotal	**7.11008**	**84%**	**$5,332.56**	**$444.38**
Black Diamond	**1.33**	**16%**	**$997.50**	**$83.13**
Total	**8.44008**	**100%**	**$6,330.06**	**$527.51**

*These estimates are based upon the Enumclaw School District levy because it is the primary school district in Black Diamond

2025 Levy Rates

Property Taxes, How Are They Distributed?

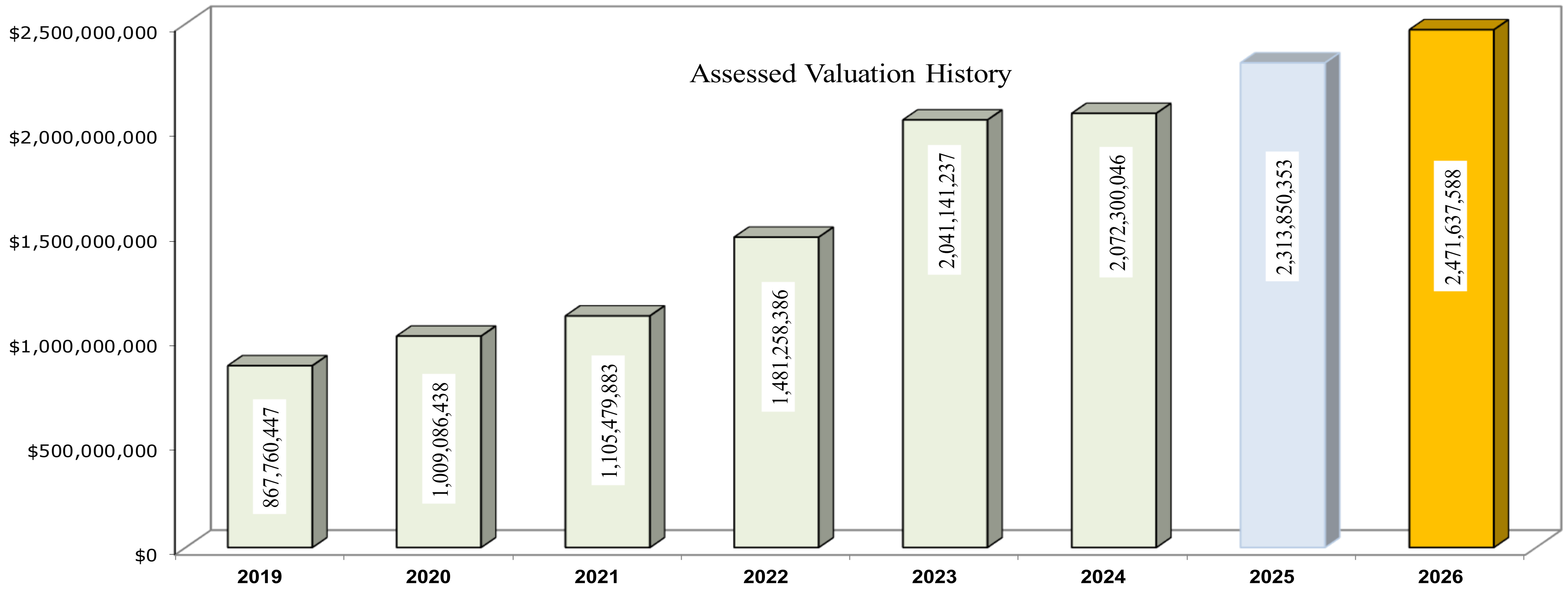
As of today, property taxes are distributed into eight different “buckets”. For a **$750,000** home in 2025, the property tax levy for that property would equal approximately **$6,330**. Of that amount, **16%, or $997.50 is levied by the City of Black Diamond**..

Black Diamond Property Taxes

	2019	2020	2021	2022	2023	2024	2025	2026
Regular Levy Base	1,535,244	1,647,702	1,884,197	2,105,311	2,467,477	2,807,775	2,976,005	3,127,199
1% Increase	15,352	16,477	18,842	21,053	24,675	28,078	29,760	31,272
New Construction Levy	95,541	219,986	202,272	338,567	316,184	133,789	114,745	120,000
Annexations								0
Adjustments			1,136		6,954	4,137	10,867	5,000
Total Property Taxes	$1,646,137	$1,884,165	$2,106,447	$2,464,931	$2,815,290	$2,973,779	$3,131,377	3,283,471
Levy Rate per $1000 AV	**$ 1.89700**	**$ 1.88310**	**$ 1.90555**	**$ 1.66408**	**$ 1.37818**	**$ 1.43501**	**$ 1.33246**	**$ 1.27100**
Allowable Levy	3.10	3.10	3.10	3.10	3.10	3.10	3.10	3.10
Assessed Valuation	**$867,760,447**	**$1,009,086,438**	**$1,105,479,883**	**$1,481,258,386**	**$2,041,141,237**	**$2,072,300,046**	**$2,313,850,353**	**$2,550,261,445**

Note: 2026 is an estimate

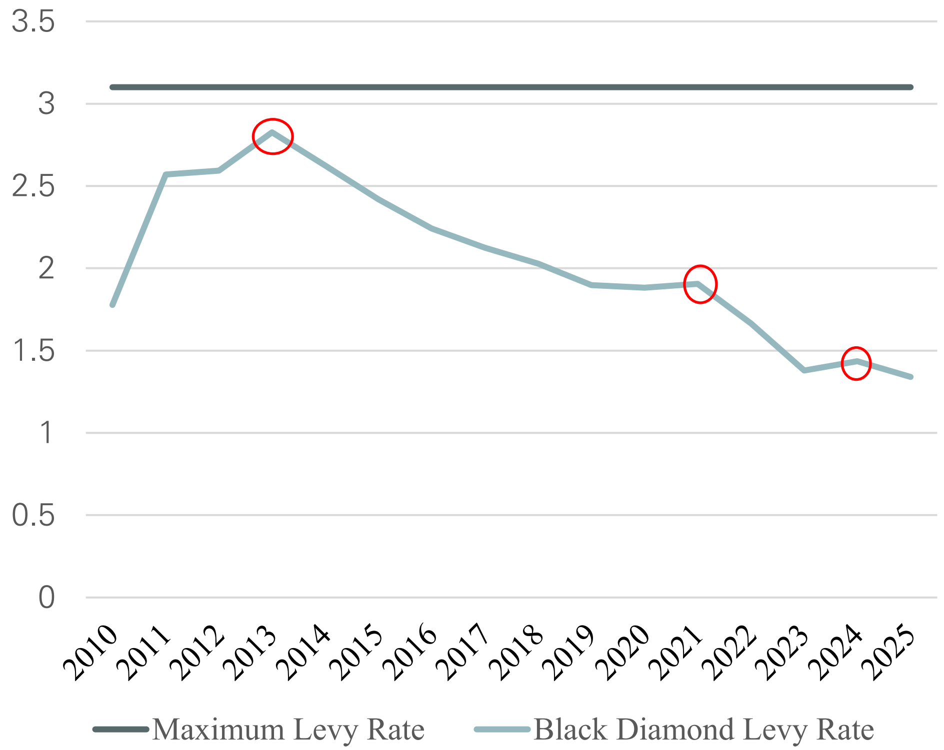
Black Diamond Property Taxes



	2019	2020	2021	2022	2023	2024	2025	2026
Base Assessed Valuation	867,664,906	1,008,866,452	1,104,833,418	1,480,919,819	2,040,825,053	2,072,166,257	2,313,735,608	2,471,517,588
New Construction	95,541	219,986	202,272	338,567	316,184	133,789	114,745	120,000
Final Assessed Valulation	**867,760,447**	**1,009,086,438**	**1,105,479,883**	**1,481,258,386**	**2,041,141,237**	**2,072,300,046**	**2,313,850,353**	**2,471,637,588**
% change from prior year	15%	16%	10%	34%	38%	1.5%	11.7%	6.8%
Population	**4,500**	**4,520**	**5,207**	**5,990**	**6,145**	**6,880**	**7,195**	**7,350**
Property Tax Levy Rate	**1.897**	**1.883**	**1.906**	**1.664**	**1.378**	**1.435**	**1.332**	**1.271**
Increase in Base value	**110,193,988**	**141,325,991**	**96,393,445**	**375,778,503**	**559,882,851**	**31,158,809**	**241,550,307**	**157,787,235**
Percentage increase in base	**15%**	**16%**	**10%**	**34%**	**38%**	**1.5%**	**11.7%**	**6.8%**

Note: 2026 is an estimate

Why Levy Rates Change



Black Diamond property tax revenues increase 1% per year, regardless of how much assessed values increase. When the assessed value grows more than the increase of revenue, 1% per year, the Black Diamond Levy Rate decreases (the levy rate is how much the taxpayer pays per $1,000 of assessed value of their home).

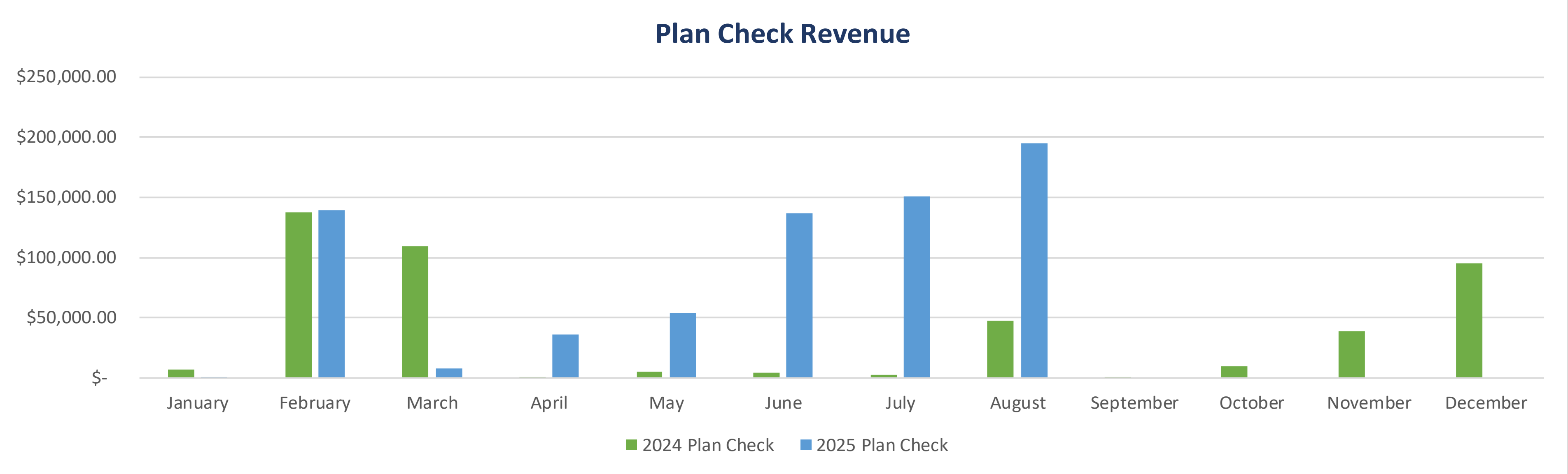
When property values decrease or grow lower than 1% in a year the levy rate increases. The levy rate has increased three times since 2010, excluding the levy lid lift in 2011 because that increase was from a levy lid lift.

This means that if the total Black Diamond assessed values of properties grow more than 1% in a year, the tax burden decreases. The tax burden decreases because the property tax revenues grows at 1% each year while the population/assessed valuation, can grow significantly faster.

Community Development Revenue

Community Development Revenue

	Community Development		Actual 2023		Actual 2024		Budget 2025		Actual 2025 Thru June	2026 Budget		Budget $ Change	Budget % Change
1	Building Permits		670,745		484,091		825,000		409,195	850,000		25,000	3.0%
2	Mechanic Permits		47,493		36,398		63,000		25,937	55,000		(8,000)	-12.7%
3	Plumbing Permits		39,035		28,158		47,000		25,566	49,000		2,000	4.3%
4	Other Permits		10,627		12,612		9,000		5,591	9,200		200	2.2%
5	**Total Permits**		**767,900**		**561,259**		**944,000**		**466,289**	**963,200**		**19,200**	**2.0%**
6	Plan Check Review Fees		278,653		459,064		470,000		372,997	600,000		130,000	27.7%
7	Fire Inspection Fee		3,355		4,138		4,000		3,511	6,500		2,500	62.5%
8	SEPA Checklist/Misc. appeals		1,064		-		2,070		1,537	2,200		130	6.3%
9	Grants/Department of Commerce		-		25,000		-		-	-		-	N/A
10	Other Land Use Fees		49,628		4,014		8,000		-	1,500		(6,500)	-81.3%
11	Other Misc Permitting Revenue		74,482		139,965		80,300		72,850	99,400		19,100	23.8%
12	**Total Community Devopment Rev.**	**$**	**1,175,082**	**$**	**1,193,438**	**$**	**1,508,370**	**$**	**917,183**	**1,672,800**	**$**	**164,430**	**10.9%**

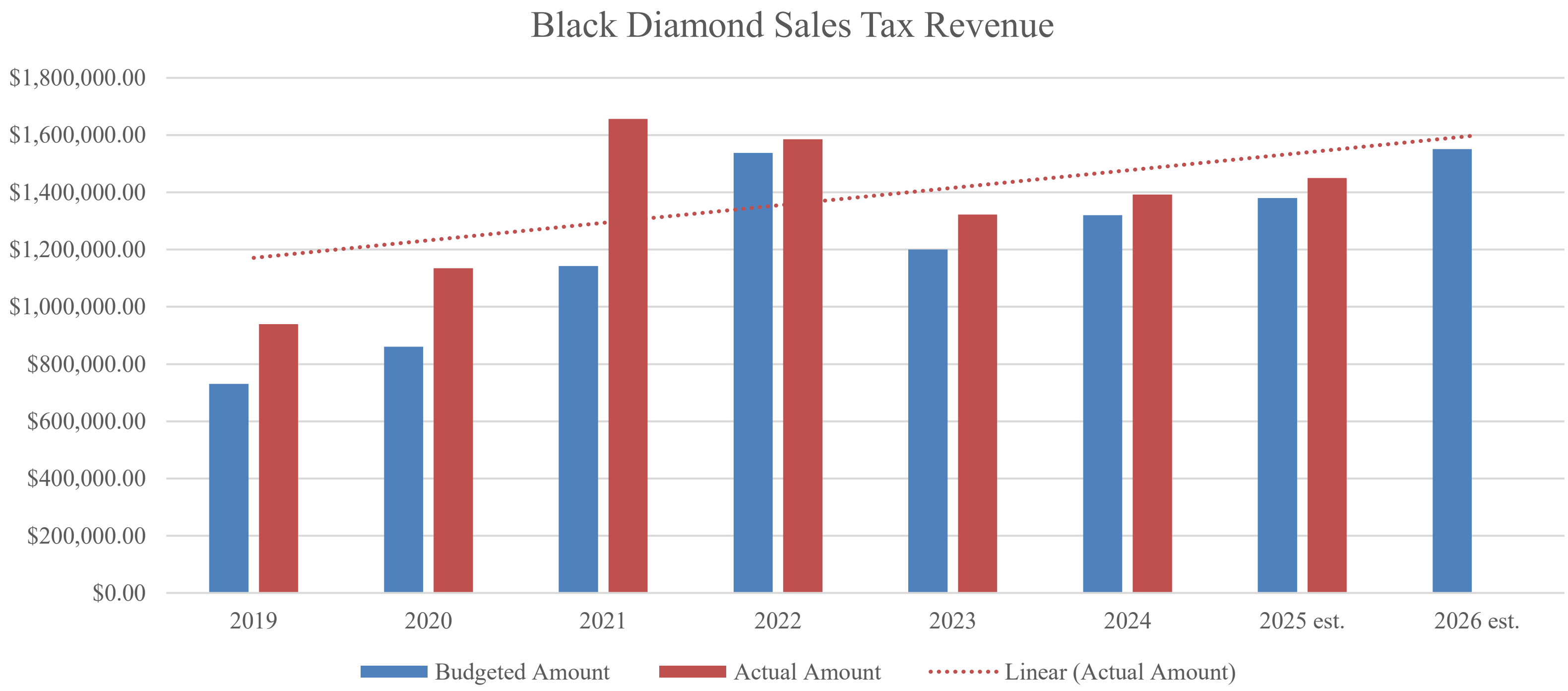


Plan Check, Misc & Other

	2024 Plan Check	2025 Plan Check	2024 Other Rev.	2025 Other Rev.	2024 Monthly Totals	2025 Monthly Totals
January	$ 7,152.10	$ 138.00	$ 8,207.57	$ 1,394.85	$ 15,359.67	$ 1,532.85
February	$ 137,717.38	$ 139,237.08	$ 7,812.85	$ 20,841.25	$ 145,530.23	$ 160,078.33
March	$ 109,636.60	$ 7,708.35	$ 6,924.52	$ 4,791.04	$ 116,561.12	$ 12,499.39
April	$ 941.06	$ 35,824.75	$ 4,108.47	$ 5,583.98	$ 5,049.53	$ 41,408.73
May	$ 5,232.50	$ 53,874.53	$ 2,339.55	$ 2,745.47	$ 7,572.05	$ 56,620.00
June	$ 4,476.30	$ 136,214.20	$ 6,902.43	$ 8,935.38	$ 11,378.73	$ 145,149.58
July	$ 2,553.40	$ 150,348.95	$ 1,751.28	$ 9,687.07	$ 4,304.68	$ 160,036.02
August	$ 47,715.20	$ 194,719.18	$ 8,751.15	$ 16,992.14	$ 56,466.35	$ 211,711.32
September	$ 593.15		$ 1,742.04		$ 2,335.19	
October	$ 9,333.75		$ 17,293.77		$ 26,627.52	
November	$ 38,684.05		$ 5,175.66		$ 43,859.71	
December	$ 95,028.65		$ 4,990.16		$ 100,018.81	
Actuals	**$ 459,064.14**	**$ 718,065.04**	**$ 75,999.45**	**$ 70,971.18**	**$ 535,063.59**	**$ 789,036.22**
Budget	**$ 390,000.00**	**$ 375,630.00**	**$ 172,000.00**	**$ 94,370.00**	**$ 562,000.00**	**$ 470,000.00**

Sales Taxes

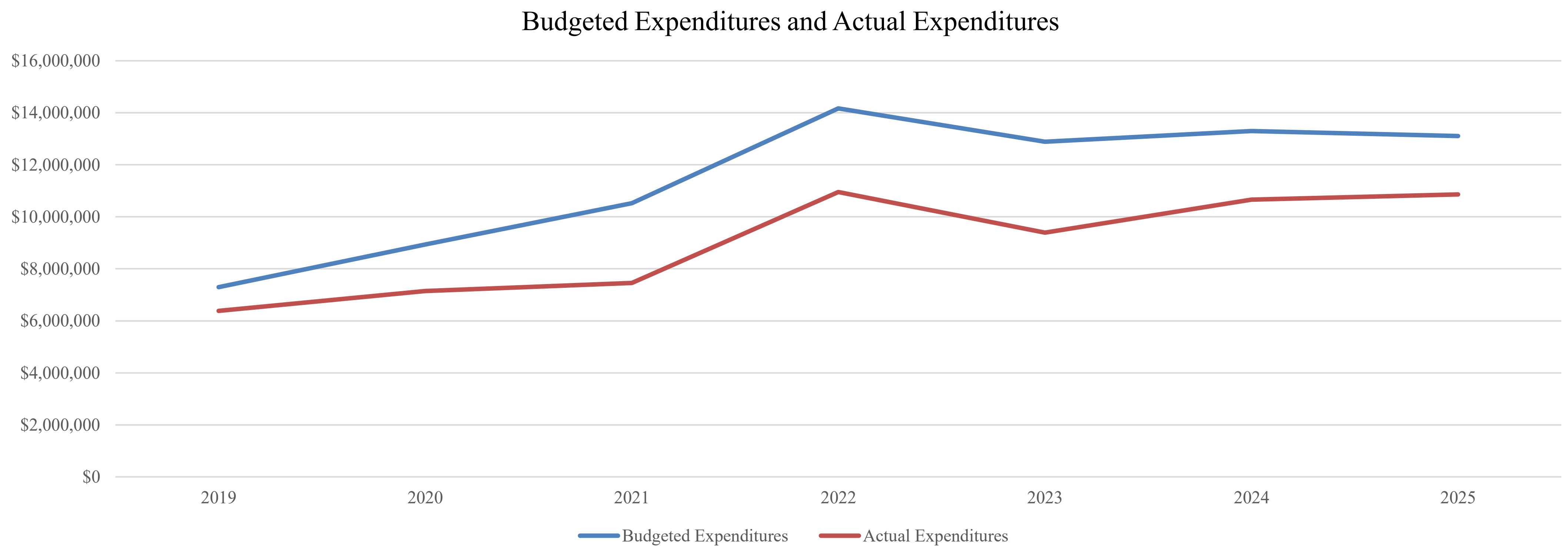
Black Diamond Historical Sales Tax Data



	2019	2020	2021	2022	2023	2024	2025 est.	2026 est.
Budgeted Amount	$731,100.00	$860,000.00	$1,142,304.00	$1,537,700.00	$1,200,000.00	$1,320,000.00	$1,380,000.00	$1,551,500.00
Actual Amount	$939,261.64	$1,134,937.34	$1,656,827.62	$1,585,394.39	$1,322,834.83	$1,392,094.00	$1,450,000.00	
Change in Percentage for Actuals		121%	146%	96%	83%	105%	104%	107%

General Fund Expenditures

Historical Comparison of Budget to Actuals for Expenditures



	2019	2020	2021	2022	2023	2024	2025	2026
Budgeted Expenditures	$7,294,898	$8,932,882	$10,526,550	$14,168,819	$12,891,437	$13,299,072	$13,109,279	$12,880,063
Actual Expenditures	$6,382,948	$7,141,938	$7,456,930	$10,953,227	$9,392,225	$10,661,061	$10,864,023	
Difference between Expenditures	$911,950	$1,790,944	$3,069,620	$3,215,592	$3,499,212	$2,638,011	$2,245,256	$12,880,063
Actual Expenditures/Budgeted Expenditures	87%	80%	71%	77%	73%	80%	83%	n/a

City Council and Mayoral Expenditures

	Legislative - City Council Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	13,520	13,600	13,920	6,880	13,920	0	0.0%
2	Benefits	1,161	1,181	1,481	603	1,501	20	1.4%
3	**Salaries and Benefits**	**14,681**	**14,781**	**15,401**	**7,483**	**15,421**	**20**	**0.1%**
4	Charges for Services	1,671	6,384	8,606	618	7,100	(1,506)	-17.5%
5	**Total Legislative Expenditures**	**$16,352**	**$21,164**	**$24,007**	**$8,101**	**$22,521**	**-$1,486**	**-6.2%**

	Executive - Mayor's Office Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	12,000	12,000	12,000	6,000	12,000	-	0.0%
2	Benefits	1,123	1,147	1,354	581	1,372	18	1.3%
3	**Salaries and Benefits**	**13,123**	**13,147**	**13,354**	**6,581**	**13,372**	**18**	**0.1%**
4	Office and Operating Supplies	-	-	100	49	100	0	0.0%
5	Charges for Services	2,704	1,681	3,062	583	2,800	(262)	-8.6%
6	**Total Mayoral Office Expenditures**	**$15,827**	**$14,828**	**$16,516**	**$7,213**	**$16,272**	**-$244**	**-1.5%**

Administration Expenditures

	Administration - City Administrator Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	-	-	125,559	16,920	128,116	2,557	2.0%
2	Benefits	-	-	43,027	6,184	38,404	(4,623)	-10.7%
3	**Salaries and Benefits**	**-**	**-**	**168,586**	**23,104**	**166,520**	**(2,066)**	**0.0%**
4	Office and Operating Supplies	-	-	2,250	2,300	1,500	(750)	-33.3%
5	Charges for Services	-	700	24,400	648	104,262	79,862	327.3%
6	**Total City Administrator Expenditures**	**$0**	**$700**	**$195,236**	**$26,052**	**$272,282**	**$77,046**	**39.5%**

General Government Expenditures

	General Government Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	455,512	408,875	427,891	192,819	418,433	(9,458)	-2.2%
2	Benefits	160,132	153,779	171,803	76,771	160,467	(11,336)	-6.6%
3	**Total Salaries and Benefits**	**615,644**	**562,654**	**599,694**	**269,590**	**578,900**	**(20,794)**	**-3.5%**
4	Office and Operating Supplies	15,835	33,273	58,300	9,654	60,300	2,000	3.4%
5	Charges for Services	63,523	104,798	161,637	67,413	149,137	(12,500)	-7.7%
6	Voter Costs and Registration	23,910	-	27,000	26,981	30,000	3,000	11.1%
7	**Total General Government Expenditures**	**$718,911**	**$700,725**	**$846,631**	**$373,638**	**$818,337**	**-$28,294**	**-3.3%**
8	**By Department**							
9	City Clerk	185,925	173,549	231,984	121,311	233,146	1,162	0.5%
10	Finance Department	418,247	393,614	413,676	174,747	400,481	(13,195)	-3.2%
11	Information Technology	79,066	89,508	149,435	52,595	151,742	2,307	1.5%
12	Central Services	35,673	44,054	51,536	24,985	32,968	(18,568)	-36.0%
13	**Total General Government Expenditures**	**$718,911**	**$700,725**	**$846,631**	**$373,638**	**$818,337**	**-$28,294**	**-3.3%**

Police Department Expenditures

	Police Department Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	1,658,028	1,877,237	1,996,262	955,660	2,160,180	163,918	8.2%
2	Benefits	610,125	696,332	778,376	364,375	881,178	102,802	13.2%
3	**Salaries and Benefits**	**2,268,153**	**2,573,570**	**2,774,638**	**1,320,034**	**3,041,358**	**266,720**	**9.6%**
4	Office and Operating Supplies	107,708	109,315	127,000	37,441	124,400	(2,600)	-2.0%
5	Charges For Services	221,460	214,295	289,687	173,645	247,821	(41,866)	-14.5%
6	Capital Outlay	-	-	4,500	-	3,000	(1,500)	-33.3%
7	Debt Service to Sewer Reserves	-	-	-	-	-	0	0.0%
8	Transfer to Equip Replace Fund	100,000	100,000	100,000	-	-	(100,000)	-100.0%
9	**Subtotal Police Expenditures**	**$2,697,321**	**$2,997,180**	**$3,295,825**	**$1,531,121**	**$3,416,579**	**120,754**	**3.7%**
10	Jail Costs	43,738	43,738	103,000	69,009	103,000	0	0.0%
11	Building Maintenance	39,951	40,182	43,000	75,172	58,720	15,720	36.6%
12	Civil Service	1,821	6,728	4,500	310	16,000	11,500	255.6%
13	Communications	197,929	204,751	250,445	84,412	263,616	13,171	5.3%
14	Marine Program	26,282	28,629	25,500	12,525	33,750	8,250	32.4%
15	Criminal Justice	28,854	37,239	71,250	37,989	93,350	22,100	31.0%
16	Evidence Room & Special funds	-	-	-	-	-	2,000	
17	**Total Police Department Expenditures**	**$3,035,896**	**$3,358,447**	**$3,793,520**	**$1,810,538**	**$3,985,015**	**$191,495**	**10.6%**

Fire Department Expenditures

	Fire Department Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	% Budget Change
1	MT. View Fire District Contract	1,075,290	1,129,055	1,283,961	641,980	1,359,586	75,625	5.9%
2	Building Repair and Maintenance	-	59,129	30,000	9,596	30,000	0	N/A
3	Charges for Services	23,778	5,444	5,000	4,222	9,500	4,500	90.0%
4	Transfer to Fire Study	75,000	-	-	-	-	0	N/A
5	**Total Fire Department Expenditures**	**$1,174,068**	**$1,193,627**	**$1,318,961**	**$655,799**	**$1,399,086**	**$80,125**	**6.1%**

Municipal Court Expenditures

	Municipal Court Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	171,460	202,320	230,492	119,164	368,648	138,156	59.9%
2	Benefits	69,957	81,803	90,444	53,425	174,279	83,835	92.7%
3	**Salaries and Benefits**	**$241,417**	**$284,123**	**$320,936**	**$172,589**	**$542,927**	**221,991**	**69.2%**
4	Office and Operating Supplies	1,376	2,927	4,100	653	3,300	(800)	-19.5%
5	Charges for Services	82,851	103,846	165,220	70,733	157,211	(8,009)	-4.8%
6	Police Security	4,143	4,143	12,000	8,812	24,000	12,000	100.0%
7	Technology Improvement: AOC Grant	4,749	4,749	-	-	-	0	N/A
8	Therapeutic Court: AOC Grant	16,884	16,884	93,860	36,027	81,440	(12,420)	-13.2%
9	**Total Municipal Court Exp**	**$351,418**	**$416,671**	**$596,116**	**$288,814**	**$808,878**	**$212,762**	**35.7%**

	Municipal Court Legal Services	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
10	Prosecuting Attorney	40,800	46,000	45,000	28,000	46,000	1,000	2.2%
11	Public Defender	44,875	71,375	70,000	16,200	55,500	(14,500)	-20.7%
12	**Total Court Legal**	**$85,675**	**$117,375**	**$115,000**	**$44,200**	**$101,500**	**-$13,500**	**-11.7%**

Community Development Expenditures

	Community Development Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	494,220	552,815	823,293	236,971	836,459	13,166	1.6%
2	Benefits	205,368	192,758	370,049	75,941	366,261	(3,788)	-1.0%
3	**Salaries and Benefits**	**699,588**	**745,573**	**1,193,342**	**$312,911**	**$1,202,720**	**9,378**	**0.8%**
4	Office and Operating Supplies	4,412	7,185	9,396	1,440	12,750	3,354	35.7%
5	Charges for Services	367,811	398,284	383,928	246,694	389,049	5,121	1.3%
6	Vehicles	27,920	-	-	-	-	0	N/A
7	Transfer out for Comp Plan Project	275,000	150,000	-	-	-	0	N/A
8	**Total Community Dev. Expenditures**	**$1,374,731**	**$1,301,041**	**$1,586,666**	**$561,045**	**$1,604,519**	**$17,853**	**1.1%**
9	By Department							
10	Code Enforcement	28,065	39,996	71,786	5,372	55,996	(15,790)	-22.0%
11	Permitting	753,452	712,683	1,005,671	405,446	912,906	(92,765)	-9.2%
12	Long Range Planning	576,980	544,162	494,209	145,878	620,617	126,408	25.6%
13	Hearing Examiner	16,234	4,200	15,000	3,750	15,000	0	0.0%
14	**Total Charges for Services**	**$1,374,731**	**$1,301,041**	**$1,586,666**	**$560,446**	**$1,604,519**	**$17,853**	**1.1%**

Master Development Review Team Expenditures

	MDRT Review Team: Funding Agreement Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	% Budget Change
1	Wages	574,851	681,352	720,211	331,254	575,995	(144,216)	-20.0%
2	Benefits	190,050	206,243	223,061	106,501	211,982	(11,079)	-5.0%
3	**Salaries and Benefits**	**764,901**	**887,594**	**943,272**	**$437,756**	**$787,977**	**(155,295)**	**-16.5%**
4	Office and Operating Supplies	10,489	7,703	14,000	4,359	-	(14,000)	-100.0%
5	Charges for Service	168,018	105,078	164,365	85,425	105,327	(59,038)	-35.9%
6	**Total MDRT Expenditures**	**$943,407**	**$1,000,376**	**$1,121,637**	**$527,539**	**$893,304**	**($228,333)**	**-20.4%**

	MDRT Consultants: Funding Agreement Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	% Budget Change
1	MDRT Legal Services	113,271	78,449	200,000	35,446	200,000	0	0.0%
2	MDRT Fiscal Analysis	24,195	4,981	50,000	645	50,000	0	0.0%
3	MDRT Civil Engineering	602,619	649,449	575,000	232,128	500,000	(75,000)	-13.0%
4	MDRT Traffic Engineering	95,497	72,441	400,000	7,793	400,000	0	0.0%
5	MDRT Environmental Consultant	31,615	46,847	50,000	7,193	50,000	0	0.0%
6	MDRT Geotech	15,450	40,433	100,000	7,210	100,000	0	0.0%
7	MDRT Surveyor	11,036	25,030	80,000	6,198	100,000	20,000	25.0%
8	Hearing Examiner	11,213	10,263	100,000	-	60,000	(40,000)	-40.0%
9	MDRT- Prof Svcs - Planning	222,593	306,365	300,000	167,262	200,000	(100,000)	-33.3%
10	MDRT Building Inspector	-	-	-	-	-	0	N/A
11	**Total MDRT Consultant Expenditures**	**$695,402**	**$1,234,257**	**$1,855,000**	**$463,874**	**$1,660,000**	**-$195,000**	**-10.5%**

Note: The Master Development Review Team – Expenditures and Revenues are just preliminary numbers and are not completed. The figures presented are based off partial information until the Finance Department receives the rest of the information from the Master Development Review Team in late September/Early October.

Parks Expenditures

	Parks Department Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	% Budget Change
1	Wages	47,479	116,411	138,391	56,095	147,706	9,315	6.7%
2	Benefits	15,984	37,305	38,755	19,020	46,631	7,876	20.3%
3	**Salaries and Benefits**	**$63,463**	**$153,716**	**$177,146**	**$75,115**	**$194,337**	**$17,191**	**9.7%**
4	Office and Operating Supplies	14,568	16,310	21,671	2,759	19,630	(2,041)	-9.4%
5	Charges for Services	90,531	103,438	149,838	77,007	135,110	(14,728)	-9.8%
6	Planning & Mini Development	8,389	25,013	17,500	-	15,000	(2,500)	-14.3%
7	Transfer to Equipment Rental	17,500	20,000	20,000	20,000	10,000	(10,000)	-50.0%
8	**Total Parks Expenditures**	**$194,451**	**$318,477**	**$386,155**	**$174,881**	**$374,077**	**-$12,078**	**-3.1%**
9	By Department							
10	Museum	17,156	16,228	20,987	13,281	20,409	(578)	-2.8%
11	Community Event Supplies	1,068	3,508	1,500	-	1,500	0	0.0%
12	Community Center	19,000	23,000	23,000	23,000	23,000	0	0.0%
13	Labor Day/Miner Day	3,383	2,477	4,000	-	3,500	(500)	-12.5%
14	Community Arts Support	-	-	1,000	-	500	(500)	-50.0%
15	Gym	20,517	33,542	39,999	15,682	32,861	(7,138)	-17.8%
16	Lake Sawyer Maintenance	14,196	40,694	45,087	16,149	50,879	5,792	0.0%
17	Parks Maintenance	110,742	174,015	233,082	106,769	226,429	(6,653)	-2.9%
18	Parks Planning & Mini Development	8,389	25,013	17,500	-	15,000	(2,500)	-14.3%
19	**Total Charges for Services**	**$194,451**	**$318,477**	**$386,155**	**$174,881**	**$374,077**	**-$12,078**	**-3.1%**

Cemetery Expenditures

	Cemetery Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Wages	10,048	32,544	38,834	17,885	40,698	1,864	4.8%
2	Benefits	3,473	11,359	13,689	6,404	12,702	(987)	-7.2%
3	**Salaries and Benefits**	**13,521**	**43,904**	**52,523**	**$24,289**	**$53,400**	**877**	**1.7%**
4	Office and Operating Supplies	2,289	3,232	15,140	3,111	3,915	(11,225)	-74.1%
5	Charges for Services	3,823	6,139	7,094	5,809	12,360	5,266	74.2%
6	**Total Cemetery Expenditures**	**$19,633**	**$53,275**	**$74,757**	**$33,209**	**$69,675**	**($5,082)**	**-6.8%**

Special Program Expenditures and Ending Balances

	Special Program Expenditures	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Emergency Management	3,288	1,588	8,700	532	4,700	(4,000)	-46.0%
2	Recycling Costs	18,675	15,676	17,000	4,356	18,000	1,000	5.9%
3	Clean Air Assessment	-	10,797	12,000	6,796	12,500	500	4.2%
4	Animal Control	-	35,339	22,000	-	22,000	0	0.0%
5	Mental Health	26,773	27,011	101,700	25,489	101,700	0	0.0%
6	COVID-19 Related Costs	-	-	-	-	-	0	N/A
7	**Total Special Program Expenditures**	**$48,736**	**$90,411**	**$161,400**	**$37,173**	**$158,900**	**-$2,500**	**-1.5%**

	Ending Fund Balance and General Fund Totals	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	Ending Cash and Invest Police Buy Fund	25,923	25,923	19,412	21,908	19,412	0	0.0%
2	Ending Cash and Invest Unreserved	7,916,390	7,570,502	6,166,261	8,617,729	8,126,542	1,960,281	31.8%
3	Ending Cash and Invest Developer	63,000	63,000	63,000	63,000	63,000	0	0.0%
4	**Total Ending Fund Balance**	**8,005,313**	**7,659,424**	**6,248,673**	**8,702,637**	**8,208,954**	**1,960,281**	**31.4%**

	Total General Fund Uses of Expenditure	Actual 2023	Actual 2024	Budget 2025	Actual 2025 thru June	Budget 2026	Budget $ Change	Budget % Change
1	**Total General Fund Uses of Expenditure**	**$17,656,560**	**$18,236,413**	**$19,333,752**	**19,566,660**	**21,089,017**	**$1,755,265**	**9.1%**

Combined 2026 Budget - All Funds

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		Beginning Fund Balance	2026 Revenue	Total Sources	2026 Expenditures	Ending Fund Balance	Total Uses	Surplus/ (Deficit)
1	**General Fund 001**	8,702,637	12,386,380	21,089,017	12,880,023	8,208,994	21,089,017	(493,643)
2	**Special Revenue Funds**							
3	101 Street Fund	284,350	654,100	938,450	730,318	208,132	938,450	(76,218)
4	107 Fire Impact Fees	580,154	442,900	1,023,054	1,000,000	23,054	1,023,054	(557,100)
5	108 Trans. Benefit District Fund	1,600	246,500	248,100	245,000	3,100	248,100	1,500
6	109 Traffic Mitigation Fees	-	50,000	50,000	-	50,000	50,000	50,000
7	110 ARPA Fiscal Recovery Funds	-	-	-	-	-	-	-
8	111 School Impact Fees	-	250,000	250,000	-	250,000	250,000	250,000
9	112 Traffic Impact Fees	76,821	203,500	280,321	50,000	230,321	280,321	153,500
10	113 Transferrable Development Rights	945,000	3,555,000	4,500,000	1,400,000	3,100,000	4,500,000	2,155,000
11	**Utility Operating Funds**							-
12	401 Water Fund	1,592,753	2,900,367	4,493,120	2,695,857	1,797,263	4,493,120	204,510
13	407 Sewer Fund	531,730	2,912,238	3,443,968	2,897,083	546,884	3,443,968	15,155
14	410 Stormwater Fund	1,199,310	1,135,724	2,335,034	1,125,541	1,209,493	2,335,034	10,183
15	**Capital Funds**							-
16	310 Gen. Government CIP Fund	3,744,304		3,744,304	-	3,744,304	3,744,304	-
17	311 REET 1	611,840	562,000	1,173,840	400,000	773,840	1,173,840	162,000
18	320 Public Works CIP Fund	-	-	-	-	-	-	-
19	321 REET 2	280,764	557,000	837,764	100,000	737,764	837,764	457,000
20	322 Public Works Retainage	26,194	52,388	78,582	52,388	26,194	78,582	0
21	402 WSFFA Partners CIP Fund	95,447	2,670,000	2,765,447	2,765,447	-	2,765,447	(95,447)
22	404 Water CIP Fund	1,272,061	303,695	3,038,980	205,363	2,833,617	3,038,980	98,332
23	408 Sewer CIP Fund	305,819	114,950	420,770	63,950	356,819	420,770	51,000
24	412 Stormwater CIP Fund	101,846	(4,564)	97,283	17,436	79,846	97,283	(22,000)
25	**Internal Service Fund 510**	217,716	703,000	920,716	100,000	820,716	920,716	603,000
26	**Grand Total All Funds**	**20,570,347**	**29,695,179**	**51,728,750**	**26,728,406**	**25,000,344**	**51,728,750**	**2,966,772**

Appendix

A Balanced Budget

Statutory Balanced Budget

A statutory balanced budget is when non-recurring resources, such as reserves are used to fund ongoing expenditures. Historically, this is how Black Diamond has budgeted.

Structurally Balanced Budget

A structural balance is when recurring revenues equal or exceed reoccurring expenditures, simply put operational revenues are greater than or equal to operating expenditures. This is the goal that Black Diamond is zeroing in on.

Statutory Balanced Budget

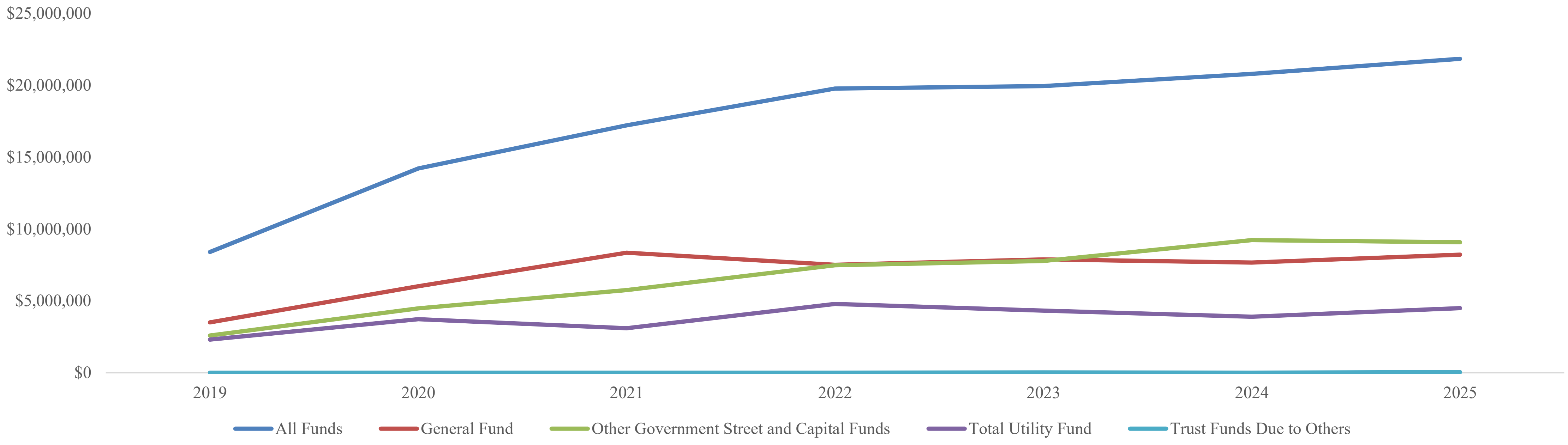
There are times when it is reasonable to use reserves to balance the budget, such as rapid expansion.

We are making large strides towards achieving a structurally balanced budget.

It is important to note, that even though prior budgets weren’t structurally balanced, the City’s fund balance has almost tripled since 2019.

https://www.gfoa.org/materials/achieving-a-structurally-balanced-budget

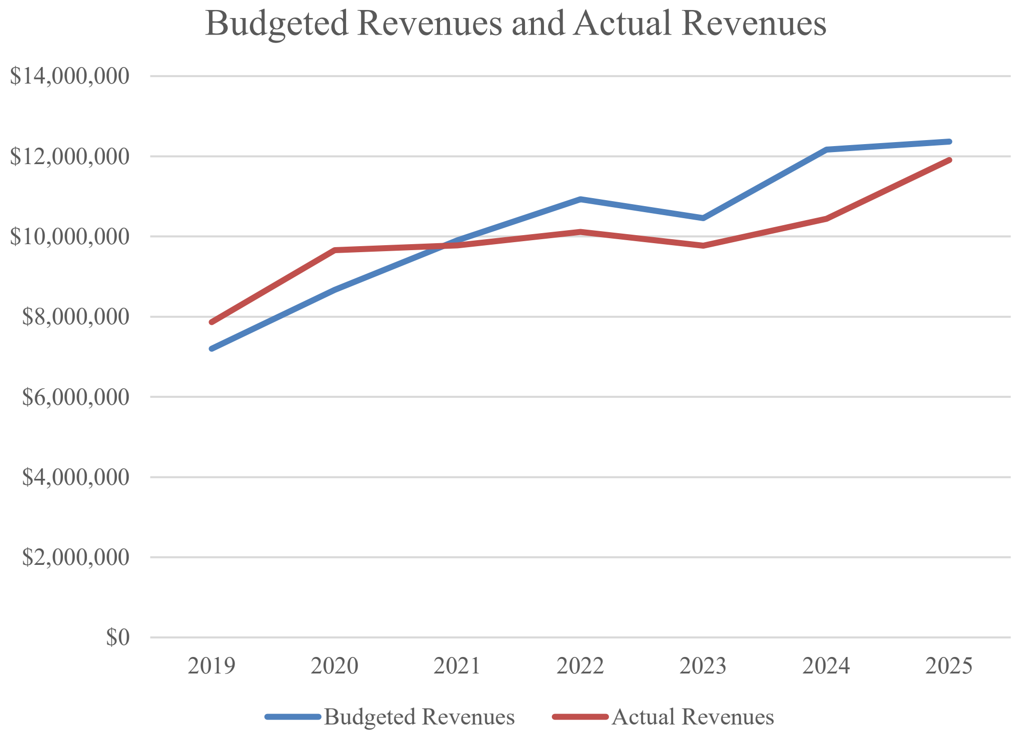
Fund Balances from 2019 - 2025



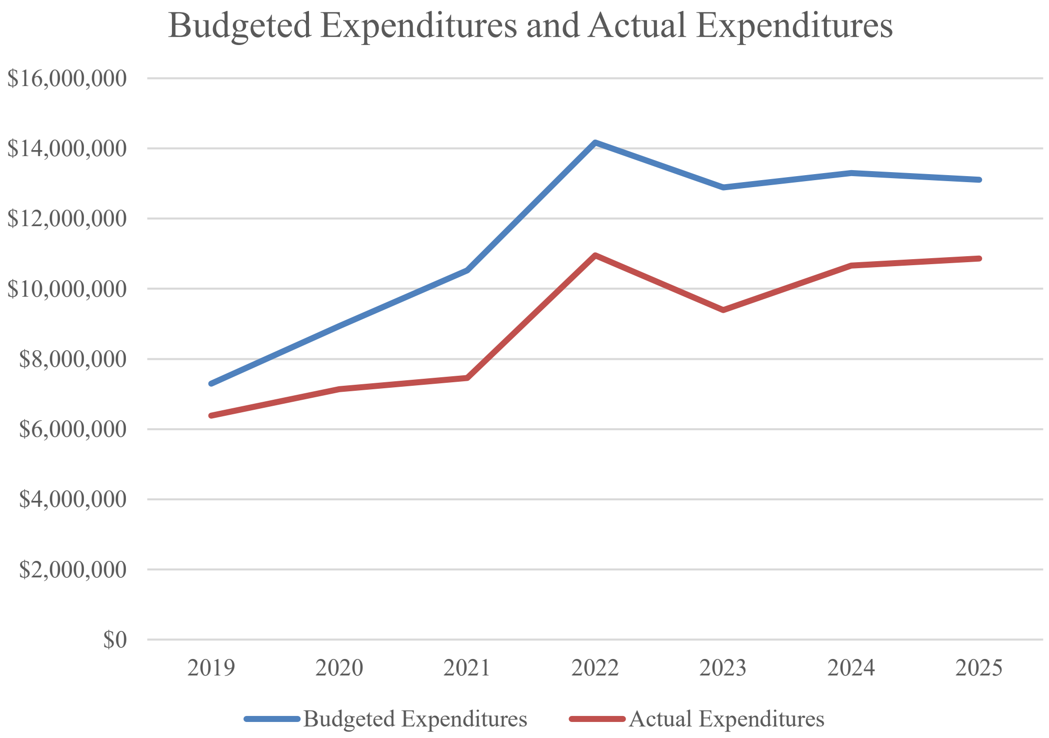
	2019	**2020**	**2021**	**2022**	**2023**	**2024**	**June 2025**
All Funds	$8,397,335	$14,211,106	$17,198,788	$19,761,263	$19,944,516	$20,781,642	$21,831,609
General Fund	$3,501,660	$6,022,285	$8,346,574	$7,506,059	$7,880,874	$7,659,424	$8,219,351
Other Government Street and Capital Funds	$2,588,388	$4,469,008	$5,752,491	$7,469,345	$7,770,531	$9,223,550	$9,081,297
Total Utility Fund	$2,305,846	$3,715,492	$3,091,507	$4,783,383	$4,316,529	$3,890,665	$4,491,353
Trust Funds Due to Others	$1,441	$4,322	$8,215	$2,475	$16,132	$8,003	$39,608

Budget to Actual Comparison for Revenues and Expenditures

Revenues

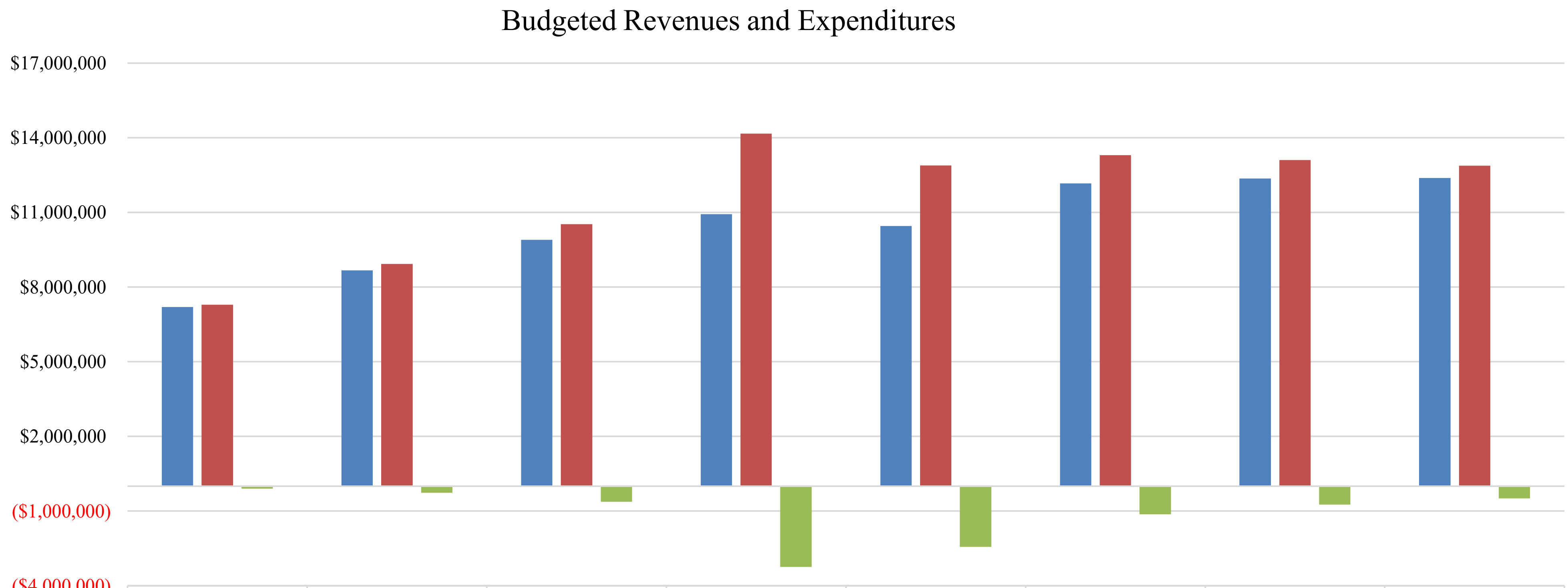


Expenditures



	2019	**2020**	**2021**	**2022**	**2023**	**2024**	**2025 est.**
Variance Between Actual and Budgeted Revenues	9%	11%	-1%	-7%	-7%	-14%	-4%
Variance Between Actual and Budgeted Expenditures	-13%	-20%	-29%	-23%	-27%	-20%	-17%

General Fund Budget to Actual Comparison for Revenues and Expenditures, Ctd.



	2019	2020	2021	2022	2023	2024	2025	2026
Budgeted Revenues	$7,200,786	$8,671,360	$9,904,110	$10,928,571	$10,454,886	$12,167,058	$12,366,891	$12,386,380
Budgeted Expenditures	$7,294,898	$8,932,882	$10,526,550	$14,168,819	$12,891,437	$13,299,072	$13,109,279	$12,880,063
Budgeted Surplus/Deficit	($94,112)	($261,522)	($622,440)	($3,240,248)	($2,436,551)	($1,132,014)	($742,388)	($493,683)

Note: The budgeted amounts include budget amendments.

General Fund Budget to Actual Comparison for Revenues and Expenditures, Ctd.

	2019	2020	2021	2022	2023	2024	2025
Actual Revenues	$7,863,776	$9,662,563	$9,781,220	$10,112,712	$9,767,040	$10,439,611	$11,907,236
Actual Expenditures	$6,382,948	$7,141,938	$7,456,930	$10,953,227	$9,392,225	$10,661,061	$10,864,023
Actual Surplus/Deficit	$1,480,828	$2,520,625	$2,324,290	($840,515)	$374,815	($221,450)	$1,043,213

Note: The budgeted amounts include budget amendments.