

# Cumulative Reserve Funds

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## Department Overview

The Cumulative Reserve Funds (CRF) primarily fund maintenance and development of the City's general government capital facilities and infrastructure. CRF is divided into two accounts: the Capital Projects Account and the Revenue Stabilization Account.

The Revenue Stabilization Account (Rainy Day Fund) provides a cushion for the impact of sudden, unanticipated shortfalls in revenue due to economic downturns that could undermine City's ability to maintain services.

The Capital Projects Account provides support for an array of capital projects, with a primary focus on maintaining and rehabilitating existing City facilities. The Capital Projects Account includes three Funds as described below.

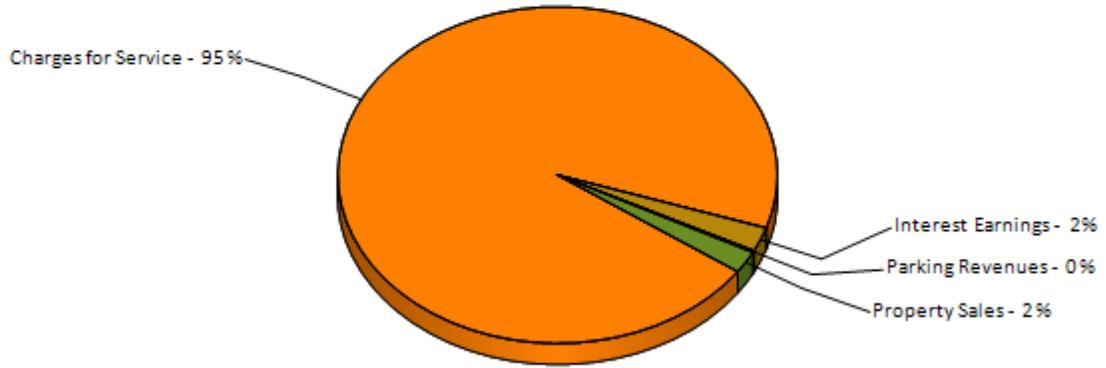
- **REET I Capital Projects Fund** is supported by a 0.25% tax on real estate transactions. REET I is used for a variety of capital projects authorized by state law.
- **REET II Capital Projects Fund** is supported by an additional 0.25% tax on real estate transactions and is kept separate from REET I due to different state requirements regarding the use of these resources. State law limits the use of revenues from this additional tax to capital projects involving parks (except acquisition) and transportation.
- **Unrestricted Cumulative Reserve Fund (CRF-U)** receives funding from a variety of sources, including a portion (50%) of street vacation revenues, transfers of General Fund balances, property sales, investment earnings, and other unrestricted revenues and contributions.

Per [Resolution 31083](#), the City maintains a reserve balance of \$5 million in each of the two REET funds. Given the volatility of the real estate market, maintaining healthy reserves to protect against an economic downturn is essential.

Specific department sections in this document list appropriations for capital projects funded by CRF resources. The table below provides a department level summary of those appropriations. The accompanying Capital Improvement Program (CIP) fully describes department capital projects funded with Cumulative Reserve Fund resources.

# Cumulative Reserve Funds

## 2019 Adopted Budget - Revenue by Category



## Cumulative Reserve Funds

### Revenue Overview

#### 2019 Estimated Revenues

Summit Code	Source	2018 Adopted	2019 Adopted	2020 Endorsed
317010	REET 1	38,297,569	40,799,694	42,891,049
317020	REET II	38,297,869	40,799,694	42,891,049
	<b>Total Charges for Service</b>	<b>76,595,438</b>	<b>81,599,388</b>	<b>85,782,098</b>
360020	Interest Earnings	1,600,000	2,000,000	2,000,000
	<b>Total Interest Earnings</b>	<b>1,600,000</b>	<b>2,000,000</b>	<b>2,000,000</b>
360290	Parking Fees	150,000	150,000	150,000
	<b>Total Parking Revenues</b>	<b>150,000</b>	<b>150,000</b>	<b>150,000</b>
360900	Street Vacation Fees	495,000	1,819,272	1,152,000
	<b>Total Property Sales</b>	<b>495,000</b>	<b>1,819,272</b>	<b>1,152,000</b>
	<b>Total Revenues</b>	<b>78,840,438</b>	<b>85,568,660</b>	<b>89,084,098</b>
379100	Use of (Contribution to) Fund Balance	7,048,020	4,093,606	-31,598
379100	Use of (Contribution to) Fund Balance	5,650,897	2,646,468	3,196,839
379100	Use of (Contribution to) Fund Balance	-1,994,325	-216,941	-341,683
	<b>Total Use of (Contribution to) Fund Balance</b>	<b>10,704,592</b>	<b>6,523,133</b>	<b>2,823,558</b>
	<b>Total Resources</b>	<b>89,545,030</b>	<b>92,091,793</b>	<b>91,907,656</b>

## Cumulative Reserve Funds

### Total CRS Appropriations for 2019 Adopted and 2020 Endorsed Budget

#### Cumulative Reserve Funds Table 1 - Appropriations By Fund and Department

In Thousands

Fund	Department	2019 Adopted Dept Capital	2020 Endorsed Dept Capital
<b>REET I - Capital Projects Fund (30010)</b>			
	Seattle Center	\$11,442	\$9,359
	Seattle Public Library	\$562	\$578
	Department of Parks & Recreation	\$5,012	\$15,439
	Finance & Administrative Services Department	\$22,488	\$14,587
	Seattle Department of Transportation	\$2,180	\$0
	Office of Planning & Development	\$546	\$540
	Seattle Department of Constuction & Inspection	\$360	\$360
	Finance General	\$2,303	\$1,997
<b>Subtotal</b>		<b>\$44,893</b>	<b>\$42,859</b>
<b>REET II - Capital Projects Fund (30020)</b>			
	Seattle Department of Transportation	\$17,375	\$17,345
	Department of Parks & Recreation	\$25,071	\$28,743
	Spending on Homelessness	\$1,000	\$0
<b>Subtotal</b>		<b>\$43,446</b>	<b>\$46,088</b>
<b>Unrestricted Cumulative Reserse (00164)</b>			
	Seattle Center	\$130	\$130
	Department of Parks & Recreation	\$512	\$35
	Seattle Department of Transportation	\$95	\$0
	Finance & Administrative Services Department	\$28	\$29
	Seattle Department of Constuction & Inspection	\$133	\$132
	Finance General	\$2,854	\$2,634
<b>Subtotal</b>		<b>\$3,752</b>	<b>\$2,960</b>
<b>Total CRS Department</b>		<b>\$92,092</b>	<b>\$91,908</b>

#### CRS Table 2 - Appropriations By Department

## Cumulative Reserve Funds

Department	Dept Capital	Dept Capital
<b>Subtotals by Department</b>		
Seattle Center	\$11,572	\$9,489
Seattle Public Library	\$562	\$578
Seattle Department of Transportation	\$19,650	\$17,345
Department of Parks & Recreation	\$30,595	\$44,217
Finance & Administrative Services Department	\$22,516	\$14,616
Office of Planning & Development	\$546	\$540
Seattle Department of Constuction & Inspection	\$493	\$492
Spending on Homelessness	\$1,000	\$0
Cumulative Reserve Subfund Direct Spending	\$5,157	\$4,631
<b>Total</b>	<b>\$92,092</b>	<b>\$91,908</b>