

Q3 2026 Financial Report

January-September 2026

October 27, 2026| F&A Committee

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General Fund Financial Summary

GENERAL FUND OVERVIEW

	2026 Amended Budget	Budget YTD*	Actuals YTD	$ Variance YTD (Unfavorable)/ Favorable	% Variance YTD (Unfavorable)/ Favorable
Revenues	$272,449,199	$162,339,167	$164,403,187	$2,064,020	1.3%
Expenditures	$277,281,287	$195,212,534	$197,708,526	($2,495,992)	(1.3%)



*The City of Spokane budgets annual figures. In order to prepare periodic variance reporting, the annual budget is amortized using either the previous year's spend, the twelve-month calendar, or the payroll calendar.

General Fund Dept Revenues

GENERAL FUND REVENUES

Department	2026 Amended Budget	YTD Budget	YTD Actuals	% Received
0020 NONDEPARTMENTAL*	237,373,537	178,030,153	146,919,830	62%
0030 OFFICE OF POLICE OMBUDS	303,005	227,254	149,962	49%
0260 OFFICE OF THE CITY CLERK	1,100	825	951	86%
0300 HUMAN SERVICES	33,795	25,346	19,852	59%
0320 COUNCIL	-	-	750	0%
0350 COMMUNITY CENTERS	95,756	71,817	71,817	75%
0370 ENGINEERING SERVICES	10,670,114	8,002,586	6,363,396	60%
0380 TRANSPORTATION & SUSTAINABILIT	298,645	223,984	0	
0410 FINANCE AND ADMINISTRATION	23,529	17,647	10,127	43%
0450 HOUSING AND HUMAN SERVICES	158,000	118,500	0	0%
0470 ARTS, CULTURE, & HISTORIC PRES	63,450	47,588	40,700	64%
0500 OFFICE OF THE CITY ATTORNEY	792,000	594,000	436,259	55%
0520 OFFICE OF THE MAYOR	139,388	104,541	9,994	7%
0550 NEIGHBORHOOD SERVICES	46,500	34,875	21,023	45%
0560 MUNICIPAL COURT	2,059,200	1,544,400	1,481,158	72%
0570 OFFICE OF HEARING EXAMINER	41,620	31,215	14,543	35%
0650 PLANNING SERVICES	68,000	51,000	24,150	36%
0680 POLICE	18,194,078	13,645,559	7,857,964	43%
0690 COMMUNITY JUSTICE SERVICES	1,405,806	1,054,355	683,169	49%
0700 PUBLIC DEFENDER	238,250	178,688	297,542	125%
0750 COMMUNITY/ECONOMIC DEV SVC	443,426	332,570	0	0%
TOTAL	**272,449,199**	**204,336,899**	**164,403,187**	**60%**

*Excludes investment unrealized gain/(loss) as it is volatile non-cash

Non-Departmental Revenues

Non-departmental: 87% of General Fund revenue is budgeted in this budgetary department because it receives most of the City's sales tax, property tax and utility tax. The majority of property taxes are received in May and November.

Non-Departmental	2026 YTD Actuals	2025 YTD Actuals	$ Change	% Change
31000 TAXES	126,510,976	119,626,679	6,884,297	6%
32000 LICENSES & PERMITS	4,987,937	5,121,797	(133,861)	-3%
33000 INTERGOVERNMENTAL REVENUES	2,945,806	2,345,805	600,001	26%
34000 CHARGES FOR SERVICES	6,589,330	3,535,800	3,053,531	86%
35000 FINES & FORFEITS	5,412	3,840	1,572	41%
36000 MISCELLANEOUS REVENUES	4,017,593	4,877,952	(860,360)	-18%
39500 DISPOSITION OF FIXED ASSETS	1,862,776	0	1,862,776	
39700 OPERATING TRANSFERS-IN	0	4,000,000	(4,000,000)	-100%
TOTAL REVENUE	**146,919,830**	**139,511,873**	**7,407,957**	**5%**

Taxes have increased over last year due to better-than-expected sales tax, interfund utility tax increases triggered by gross receipt increases and collection of higher property taxes. Charges for Services is better than last year only due to timing. Q3 indirect costs (GF cost allocation charges for central service departments) was appropriately assessed in Q3 unlike in 2025 when it was a month late. Disposition of Fixed Assets is showing the proceeds of selling the Monroe Bldg.

General Fund Category Revenues

Revenue Category	2026 Amended Budget	Budget YTD*	Actuals YTD	% Variance YTD -Unfavorable/ Favorable	$ Actuals YTD vs. Prior Year (Unfavorable)/ Favorable
Sales Tax – GF Only	**65,762,675**	**36,847,960**	**38,578,045**	**4.7%**	**2,581,272**
Local Retail Sales Tax – GF Only	*60,463,285*	*33,843,207*	*35,153,461*	*3.9%*	*2,110,207*
Property Tax	**54,957,272**	**31,093,731**	**31,951,496**	**2.8%**	**1,646,053**
Interfund Utility Taxes	**60,902,000**	**39,059,193**	**38,810,901**	**-0.6%**	**3,424,674**
Business Taxes	**31,116,210**	**21,074,243**	**19,076,178**	**-9.5%**	**(282,127)**
Taxes on Private Utilities	*30,709,755*	*20,861,084*	*18,881,757*	*-9.5%*	*(300,415)*
Charges for Services (Services Provided by City Departments)	**27,844,239**	**16,009,061**	**16,324,300**	**2.0%**	**2,831,383**
Licenses & Permits	**7,765,707**	**5,436,387**	**5,109,199**	**-6.0%**	**(116,286)**
Business Registrations	*5,612,315*	*4,023,555*	*3,943,851*	*-2.0%*	*118,555*
Franchise Fees	*1,907,852*	*1,268,458*	*996,901*	*-21.4%*	*(258,273)*
Miscellaneous Revenue	**5,297,450**	**5,104,807**	**4,226,742**	**-17.2%**	**(856,590)**
Interest Earnings	*4,554,632*	*3,739,329*	*2,941,163*	*-21.3%*	*(802,963)*
Intergovernmental Revenues	**5,379,620**	**3,535,232**	**3,576,066**	**1.2%**	**490,097**
Fines & Forfeits	**1,810,050**	**1,287,275**	**1,392,546**	**8.2%**	**207,922**
Traffic & Parking Violations	*1,600,000*	*1,137,754*	*1,271,920*	*11.8%*	*184,177*
Other Taxes	**2,362,411**	**1,498,609**	**1,416,866**	**-5.5%**	**(9,961)**
Admission Tax	*1,865,613*	*1,233,667*	*1,193,045*	*-3.3%*	*2,674*
Operating Transfer-In	**9,236,565**	**1,377,669**	**2,005,234**	**45.6%**	**(3,010,354)**
Disposition of Fixed Assets	**15,000**	**15,000**	**1,935,614**		**1,935,614**
TOTAL	**272,449,199**	**162,339,167**	**164,403,187**	**1.3%**	**8,841,698**







General Fund Dept Expenses

GENERAL FUND EXPENDITURES

Department	2026 Amended Budget	Budget YTD*	Actuals YTD	$ Variance YTD (Unfavorable)/ Favorable
Allocations to Other Funds	99,431,911	72,383,383	77,898,850	(5,515,467)
City Clerk	1,127,212	777,879	923,054	(145,175)
Civil Service	2,127,155	1,498,030	1,439,702	58,328
NHHS Division	485,266	341,684	322,819	18,865
Community Centers	698,603	530,841	480,461	50,381
Council	2,785,777	1,908,303	1,927,840	(19,537)
CED Services	916,657	711,023	512,951	198,072
Engineering Services	9,841,032	6,821,042	6,275,551	545,491
Finance	2,548,545	1,900,917	1,842,317	58,600
Grants Management	200,000	138,462	74,753	63,709
Historic Preservation	551,271	385,786	294,306	91,480
Human Resources	1,923,829	1,363,618	1,325,517	38,101
Human Services	1,891,024	1,559,306	611,653	947,653
Legal	6,558,600	4,634,117	4,272,881	361,236
Mayor	1,912,611	1,228,081	1,376,181	(148,100)
Municipal Court	6,187,942	4,360,222	4,233,746	126,476
Neighborhood Services	738,370	502,322	517,302	(14,980)
Non-departmental	10,870,429	6,128,479	6,338,109	(209,631)
Office of Civil Rights	217,696	142,244	164,578	(22,333)
Office of Hearing Examiner	321,704	226,670	241,087	(14,417)
Office of Youth	237,632	164,515	119,375	45,139
Planning Services	2,789,412	1,871,776	1,720,152	151,624
Police	111,508,304	77,588,886	77,725,712	(136,825)
Police Ombudsman	863,567	601,751	373,676	228,075
Community Justice Services	4,107,742	2,730,808	2,472,854	257,953
Public Affairs/Communications	1,697,470	1,292,880	1,175,918	116,963
Public Defender	4,442,880	3,212,755	2,879,038	333,717
Transportation & Sustainability Division	298,645	206,754	168,143	38,611
TOTAL	**277,281,287**	**195,212,534**	**197,708,526**	**(2,495,992)**



YTD expenses in the General Fund per day: $724,207

Excluding indirects & transfers-out: 89% of expenses are personnel

Fire Expenses

Department	2026 Amended Budget	Budget YTD*	Actuals YTD	$ Variance YTD (Unfavorable)/ Favorable
Fire/EMS	85,649,117	59,520,998	59,169,388	351,610

Finally, Fire is trending under YTD budget projections primarily because of the lower recruit academy graduates which triggers lower academy expenses and later base wages. However, overtime is up mostly due to the response to the Spokane Complex fires.

L29 CBA negotiation is a significant consideration.

General Fund Reserves

Reminders:

1) The General Fund operates under cash accounting during the year, so monitoring GF fund balance in real time is not an option. This reserve report is using budget.

2) Fund balance is not cash balance. Cash balance is tracked separately by Treasury.

BEGINNING BALANCES (actual as of 12/31/2025, audited)	
--Assigned Funds for Encumbrance Rollover	1,751,786
--Revenue Stabilization Reserve Balance (target 3.5% of revenues)	7,362,901
--Contingency Reserve Balance (target 10.0% of expenditures)	21,065,706
--Unappropriated Fund Balance	5,982,479
Total Available Reserves (Revenue Stabilization, Contingency Reserves, Unappropriated)	**34,411,086**
Total's (less Encumbrance Rollover) % of Adopted Expenses	*12.6%*
ENDING BALANCES	CALCULATED
--Assigned Funds for Encumbrance Rollover	-
--Revenue Stabilization Reserve Balance (target 3.5% of revenues)	7,362,901
--Contingency Reserve Balance (target 10.0% of expenditures)	21,065,706
--Unappropriated Fund Balance	2,902,177
Total Available Reserves	**31,330,784**
Total's % of Adopted Expenditures	*11.4%*
Unappropriated's % of Adopted Expenditures	*1.1%*

Items Being Monitored

- The 2026 budget is very lean, as a result there has been an increase to SBOs because every request needs a funding source.
- Items being monitored…
  - *PSAP – portions of staffing and software maintenance is unfunded.*
  - *L29 & SAFO Negotiations – retroactive payments are TBD.*
  - *Elevated insurance claims.*