

FISCAL NOTE

CITY OF KIRKLAND

Source of Request							
James Lopez, Deputy City Manager							
Description of Request							
The use of up to \$42,000 from the Lodging Tax Reserves to provide additional support for 2022 programs and events funding.							
Legality/City Policy Basis							
Fiscal Impact							
The use of up to \$42,000 in Lodging Tax Reserve. The reserve is able to fully fund this request.							
Recommended Funding Source(s)							
<i>Reserve</i>	Description	2022 Est End Balance	Prior Auth. 2021-22 Uses	Prior Auth. 2021-22 Additions	Amount This Request	Revised 2022 End Balance	2022 Target**
	Lodging Tax Reserves*	295,307	(10,000)	0	(42,000)	243,307	167,000
<p>*Lodging Tax/Tourism Reserves include Operating Reserves and Working Capital. **Operating Reserves have a target of 50% of prior year revenue; based on 2021 estimated revenue, the required Operating Reserve for 2022 is \$90,090. However, the TDC has indicated it would prefer to base the operating reserve on 2019 (prepandemic) revenues, raising the Operating Reserve target to \$167,000.</p>							
<i>Revenue/Exp Savings</i>							
<i>Other Source</i>							
Other Information							

Prepared By	Andrea Peterman, Budget Analyst	Date	November 3, 2021
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