2026-27 Proposed Financial Plan
8/31/2025
MIDD / 000001135

Category	2025 Adopted	2025 YTD Actuals	2025 Estimated	2026-2027 Proposed	2028-2029 Projected	2030-2031 Projected
Beginning Fund Balance	**$ 47,158,736**	**$ 47,804,488**	**$ 47,804,448**	**$ 20,184,131**	**$ 20,148,151**	**$ 17,959,999**
Revenues						
Sales Tax	93,782,511	44,596,654	92,579,683	203,448,809	213,889,221	227,455,165
Other/Interest	769,143	800,903	1,050,000	1,538,286	1,752,175	1,979,630
Total Revenues	**$ 94,551,654**	**$ 45,397,557**	**$ 93,629,683**	**$ 204,987,095**	**$ 215,641,396**	**$ 229,434,795**
Expenditures						
Salaries, Wages & Benefits	16,207,395	9,590,697	16,207,395	32,756,190	34,868,964	37,048,274
Supplies	141,019	33,215	141,019	261,134	279,152	297,855
Contracted Services	77,908,030	42,180,733	77,908,030	126,923,267	114,223,267	118,093,267
Intergovernmental Services	1,353,296	1,464,806	1,353,296	3,512,480	3,981,396	4,506,144
Interfund Transfers	24,677,910	9,369,835	24,677,910	52,607,654	56,000,848	59,500,901
Transfer to Behavioral Health Fund	7,962,350	3,981,175	7,962,350	7,962,350	8,475,922	9,005,667
Total Expenditures	**$ 128,250,000**	**$ 66,620,460**	**$ 128,250,000**	**$ 224,023,075**	**$ 217,829,549**	**$ 228,452,108**
Estimated Under expenditures	**(8,500,000)**		**(7,000,000)**	**(19,000,000)**		
Other Fund Transactions						
Total Other Fund Transactions	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**
Ending Fund Balance	**$ 21,960,390**	**$ 26,581,586**	**$ 20,184,131**	**$ 20,148,151**	**$ 17,959,999**	**$ 18,942,686**
Reserves						
Medicaid/Federal Contingency Reserve	-	-	-	8,000,000		
Rainy Day Expenditure Reserve	19,438,356	9,307,473	19,438,356	8,425,606	17,903,799	18,776,886
MOUD Reserve	-	-	-	5,000,000		
Total Reserves	**$ 19,438,356**	**$ 9,307,473**	**$ 19,438,356**	**$ 21,425,606**	**$ 17,903,799**	**$ 18,776,886**
Reserve Shortfall	-	-	-	1,277,455	-	-
Ending Undesignated Fund Balance	**$ 2,522,034**	**$ 17,274,113**	**$ 745,775**	**$ -**	**$ 56,201**	**$ 165,801**

Financial Plan Notes

- All financial plans have the following assumptions, unless otherwise noted in below rows:
- 2026-2027 Proposed Budget ties to PBCS.
- Outyear projections columns: expenditure inflation assumptions are consistent with figures provided by PSB's BFPA guidance.

Revenue Notes:

- Revenues for sales tax are based on economic forecast for sales tax and updated planning assumptions for interest earned.

Expenditure Notes:

- 2028-2031 assume MIDD III will implement a new implementation plan based on expected revenue.
- 2028-2031 assume category spending in the same amounts as 2026-27, inflated using BFPA assumptions for labor, central rates, supplies, and interfund transfers. Remaining amounts are allocated to other operating charges.

Reserve Notes:

- 2026-2027 Rainy Day Reserve based on 30 days of expenditures. In the event of a recession, appropriation may need to be reduced in a supplemental budget, or the Medicaid/Federal Contingency reserve may need to be reduced.
- 2026-2027 MOUD reserve reflects possible costs associated with implementing legally required Medications for Opioid Use Disorder (MOUD) in King County Jails.
- 2028-2031 Rainy Day reserves based on 60 days of expenditures.

Last Updated 9/19/2025 by DCHS staff using data from PBCS and BFPA assumptions.