



Pierce County Flood Control Zone District
Advisory Committee
Meeting Information

1. Agenda

1.1. Meeting Packet August 29, 2025

Documents:

[PCFCZD AUGUST 29, 2025 AC PACKET.PDF](#)

2. Related Documents

3. Presentations

Presentations are available after the meeting.

4. Meeting Minutes

Minutes are available after approval at the next meeting.

FCZD ADVISORY COMMITTEE MEETING AGENDA

Pierce County Flood Control Zone District (FCZD) Advisory Committee: The Advisory Committee is created to provide expert policy advice to the board of supervisors of the Pierce County Flood Control Zone District on regional flood protection issues. The committee shall review and recommend an annual capital budget for the district, including capital improvement program projects and funding levels, subject to approval or approval and modification by the board of supervisors. (Chapter 11.06.030 Pierce County Code).



MEETING TIME AND LOCATION

Friday, August 29, 2025

9:00 a.m. – 10:30 a.m.

In-Person Option

2702 South 42nd Street, 2nd Floor Conference Room, Tacoma, WA 98409

Zoom Meeting

Join Zoom Meeting

<https://us02web.zoom.us/j/81546430803?pwd=2weOpbmDWgiKjKalpzOOW5kwnbvi0I.1>

Meeting ID: 815 4643 0803

Passcode: 356343

One tap mobile

+13126266799,,81546430803#,,,,*356343#

PURPOSE OF THE MEETING

- Fund Balance Policy Update
- Approve 2026 Budget Letter to Board of Supervisors

Time	Topic	Objective	Lead	Materials/Notes
9:00	Call to Order Introductions	Take attendance	Chris Moore, Chair	
9:05	Public Comment		Chris Moore, Chair	
9:10	Meeting Summary Approval		Chris Moore, Chair	Draft Meeting Summary July 25, 2025
9:15	Project Updates	Hear from attendees about projects in their communities	Advisory Committee Members	
9:30	Fund Balance Policy Updates	Review and discuss potential updates to District Fund Balance policy	Kjristine Lund, Executive Director	Mark-up of Current Policy
10:00	Draft Advisory Committee Budget Letter	Finalize budget submittal letter	Chris Moore, Chair	Draft 2026 Budget Letter
10:30	Adjourn		Chris Moore, Chair	

COMMITTEE MEMBERS

Name	Organization		Term
Chris Moore, Chair	City of Orting, Vice Chair		2028
Roger Henderson, Vice Chair	WRIA 15		2027
Nicholas Anderson	Designee for County Executive Mello		N/A
Greg Anglemeyer	Unincorporated Pierce County		2027
Dennis King	Councilmember, City of Puyallup		2028
Michael Kosa	Public Works Director, City of Sumner		2028
Todd McKellips	Unincorporated Pierce County		2028
Don Meyer	Commissioner, Port of Tacoma		2027
Ryan Mello	Perce County Executive		N/A
Char Naylor	Puyallup Tribe of Indians		2028
Russell Odell	WRIA 10		2027
Sandesh Sadalge	Councilmember, City of Tacoma		2028
Dwane Watsek	WRIA 11		2028
Lew Wolfrom	Councilmember, City of Fife		2027
Vacancy	Business Representative		
Vacancy	WRIA 12		
Hans Hunger	City of Puyallup	Alternate	
Pat Hulcey	City of Fife	Alternate	
Mindy Kellar	Port of Tacoma, Senior Manager, Water Quality	Alternate	
Joey Murphy	Councilmember, City of Fife	Alternate	

(WRIA) Water Resource Inventory Area

2025 MEETING SCHEDULE

February 28

March 28

April 25

May 30

June 27

July 25

August 29



DRAFT PCZD Advisory Committee Meeting Summary: July 25, 2025

Attendance

Committee Members:

Chris Moore, City of Orting, Chair
Roger Henderson, WRIA 15, Vice Chair
Greg Anglemeyer, Unincorporated Pierce County
Michael Kosa, Public Works Director, City of Sumner
Don Meyer, Commissioner, Port of Tacoma
Char Naylor, Puyallup Tribe of Indians
Sandesh Sadalge, Councilmember, City of Tacoma
Dwane Watsek, WRIA 11
Lew Wolfrom, Councilmember, City of Fife

Alternates:

Hans Hunger, City of Puyallup

Staff:

Kjristine Lund, Executive Director
Brandon Smith, District Administrator
Justin Officer, Pierce County
Angela Angove, Floodplain and Watershed Services Section Manager, Pierce County
Jenny Bailey, Parametrix
Clara Olson, Parametrix

Call to Order

Chair Chris Moore called the meeting to order at 9:00 a.m, and Executive Director Kjristine Lund took attendance.

Public Comment

There was no public comment.

Approval of Meeting Summary

Vice-chair Roger Henderson moved to approve the meeting summary for May 30, 2025. Dwayne Watsek seconded the motion, and it was unanimously approved.

Draft Six-Year CIP

Executive Director Lund presented slides (see meeting packet) that described the process for building the 2026-2031 Six-year CIP and 2026 Annual Budget. The presentation included a description of the process for analyzing the submitted projects for considerations, the direction from the Executive Committee, and assumptions related to revenue and use of the fund balance. She highlighted the large capital project fund balance and the project to create an action plan for flood risk management on the Lower Puyallup.

Port Commissioner Myer spoke in favor of such an initiative and emphasized the need for tribal participation. Char Naylor spoke in favor of tribal engagement for any work being considered on the Lower Puyallup. Hans Hunger asked about the relationship of the Clear Creek project to the Lower Puyallup. Brandon Smith noted its importance to integrated floodplain management along the Lower Puyallup and the robust partnership with the state that has advanced this project to a status that construction is feasible in the near future.

The Committee discussed the recommendation by staff not to fund a Pierce County request for a coastal flooding study at this time. The reason given by staff was the current lack of staff capacity to initiate such a study. Pierce County staff reminded the Committee that they are intending to create a working group in the future to help scope a study and funding could be reconsidered in the future. Roger Henderson and Greg Anglemeyer reminded the committee that there are other coastal flooding studies being performed such as the Salish Sea Study and work by Kitsap County that the District could review to help scoping for a Pierce County focused body of work.

Draft Annual Budget

Director Lund continued her presentation (see meeting packet) to explain the proposed annual budget and the status quo assumptions for operations and maintenance and the Opportunity Fund. She referred to the upcoming presentation by Public Works regarding the operations and maintenance dashboard and how data collected will be used to inform next year's budget to right-size and prioritize maintenance. She also noted that changes to the Opportunity Fund are not recommended this budget cycle. She also noted that additional outreach is needed with smaller jurisdictions to provide technical help to use available funds.

Fund Balance Policy Allocations and Assumptions

Director Lund presented information about the fund balance (see meeting packet) and how the proposed 2026-2031 budget would use the large capital reserve and some unallocated fund balance to fully fund all recommended project asks. She noted the dollars presented on the slides were still approximate as financial staff are still validating figures for the District's financial plan. She emphasized that the recommendation preserve funding for future needs while fully funding the recommended projects. (She clarified that fully funding means fully funding the request, not the total project cost.)

Operations & Maintenance Presentation

Justin Officer presented a digital dashboard showing the work performed by Public Works on river system levy and revetment maintenance. The dashboard demonstrated project locations, dollars spent, and the nature of repairs/maintenance. The Committee asked questions about whether the dashboard provides the information necessary to right size the share of District funding going to operations and maintenance. Brandon and Justin said the tool will be very helpful with that analysis as staff make recommendations for the 2027 budget.

Draft Advisory Committee Budget Letter

Director Lund reviewed the key points the Advisory Committee might consider in its required letter to the Board of Supervisors making a budget recommendation by August 31. (See meeting packet.) By consensus, the Committee asked Director Lund to draft a letter for consideration at their August 29 meeting and to add a section about the need to continue to examine operation and maintenance costs to ensure sufficient funds are being committed by the District to that purpose.

Adjourn

Chair Moore adjourned the meeting at 10:45 a.m.

**Discussion Version
Fund Balance Policy
Pierce County Flood District
August 20, 2025**

1. Policy Intent

- 1.1. The Board of Supervisors of the Pierce County Flood Control Zone District (the district) recognizes that the maintenance of a fund balance is essential to the preservation of the financial integrity of the district and is fiscally advantageous for both the district and its taxpayers. This policy is created in consideration of unanticipated events that could adversely affect the financial condition of the District and jeopardize the continuation of necessary public services.
- 1.2. This policy is intended to provide guidance to the Board of Supervisors (Board) to establish the appropriate level of unrestricted fund balances to be maintained, the conditions under which the unrestricted fund balance may be used, and the process for reestablishing the unrestricted fund balance after it has been used for an authorized purpose.
- 1.3. Maintaining a fund balance is necessary to protect the district in the event of a decline in property tax revenues, economic downturns, and emergencies for example. While the district itself has a very small administrative cost, it contracts with other jurisdictions, including Pierce County, through interlocal agreements, to deliver programs, projects, and services.
- 1.4. Pierce County relies upon district funding to implement the district's work program including capital projects, maintenance, technical studies, and contract administration.
- 1.5. This policy establishes goals and provides guidance concerning the desired level of fund balance to be maintained by the district to mitigate financial risk that can occur from unforeseen revenue fluctuations, unanticipated expenditures, and other related contingencies.
- 1.6. The Government Accounting Standards Board (GASB) Statement 54 provides direction for fund balance reporting which the district's financial statements will conform.

- 1.7. This policy is written in lay language to provide clarity to the multiple audiences who review financial information about the district.

2. Fund Balance Definition

- 2.1. The district is authorized under Chapter 86.15 RCW and section 86.15.130 states the county treasurer of each zone shall establish a flood control fund for each zone into which shall be deposited the proceeds of all tax levies, assessments, gifts, grants, loans, or other revenues which may become available to a zone.
- 2.2. The treasurer shall also establish the following accounts within the zone fund:
 - 2.2.1. For each flood control improvement financed by a bond issue, an account to which shall be deposited the proceeds of any such bond issue; and
 - 2.2.2. An account for each outstanding bond issue to which will be deposited any revenues collected for the retirement of such outstanding bonds or for the payment of interest or charges thereon; and
 - 2.2.3. A general account to which all other receipts of the zone shall be deposited.
- 2.3. The district's funds may only be used for purposes authorized under Chapter 86.15 RCW.
- 2.4. The fund balance is those funds remaining after the district's assets have been used to meet its liabilities.
- 2.5. The fund balance is required to be reported in four components: Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance.
 - 2.5.1. Restricted Fund Balance includes amounts that can be spent only for the specific purposes stipulated by external resource providers, or through enabling legislation.
 - 2.5.2. The *Committed* Fund Balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. (Opportunity Fund and Large Capital Projects Fund). Assigned Fund Balance classification includes amounts that are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed, such as for working capital, and strategic reserves.
 - 2.5.3. *Unassigned* fund balance is the residual classification for the District's general fund and includes all spendable amounts not contained in the other classifications.
 - 2.5.4. Unassigned funds may be used for any purpose authorized by Chapter 86.15 RCW and may

be designated to express the district's intention to use those funds in a particular manner such as working capital, insurance reserves, and other funding needs of the district.

3. Fund Balances Goals

- 3.1. Prudently plan for and fund future expected costs
- 3.2. Meet legal, contractual, or existing policy requirements
- 3.3. Establish fund amounts for anticipated mismatches between revenue and expenditures
- 3.4. Meet seasonal cash flow shortfalls
- 3.5. Maintain services during short periods of economic decline
- 3.6. Meet emergency conditions including flood disasters
- 3.7. Provide levy rate stability

4. Fund Balance Policies

- 4.1. The District's Board of Supervisors is the highest level of decision-making authority and is responsible for establishing the fund balance policy for the district by resolution.
- 4.2. Through the annual budget process, the district will determine a multi-objective fund balance sufficient to meet the following purposes:
 - 4.2.1. The district's required insurance reserve as determined by the district's insurance carrier;
 - 4.2.2. Cash flow reserves shall be maintained at levels so the timing lags between revenues and expenditures are normally covered without incurring negative cash balances.
 - 4.2.3. Funds sufficient to continue district operations and meet contract obligations such as the interlocal agreement with Pierce County to provide services to the flood district for 6 months: working capital reserve in the amount of 6 months of the annual budget will be maintained as part of assigned fund balance.
 - 4.2.4. The value of any inventory balances and prepaid expenses;
 - 4.2.5. To the extent district contracts include wind down or minimum payment requirements, the district will maintain a sufficient fund balance to meet these contract obligations;
 - 4.2.6. The principal of any permanent funds that are legally or contractually required to be maintained intact, and
 - 4.2.7. The balance of any land or other nonfinancial assets held.
- 4.3. The district will review any restrictions imposed by law through constitutional provisions or enabling legislation.

Commented [AET1]: Not clear what this means

Commented [AET2]: How does the fund balance do this?

4.4. The district will maintain a fund balance equal to the required amount set up in accordance with any debt covenants.

Commented [AET3]: Not clear what his means

4.5. The district will establish and report programmatic fund balances, in accordance with Board approval, as part of committed fund balance. subfunds to set-aside funds awarded to the following grant programs as long as these grant programs are a part of the district's work plan:

Commented [KL4]: Is subfund the correct term to use?
Can we just say fund balance programamtic categories?

1.1.1. Opportunity Fund allocation for each local jurisdiction is 10% of the annual levy base for the jurisdiction, or \$50,000, whichever is greater.

1.1.2. ~~Army Corps of Engineers Project Match Allocations of \$1 million per year until such time as the Army Corps of Engineers local match requirements for design costs and construction are known. At that time, through the annual budget process the District may modify this set aside to achieve the local funding matching.~~

Commented [KL5]: This section should be rewritten to describe a Lower Puyallup Large Capital Project reserve and increase the annual allocation. Board should consider if they want a more general large capital reserve or to limit to this corridor.

1.1.3. Large capital reserve to accumulate funds for local match for the Lower Puyallup action plan.
The District will allocate \$3 million per year through the annual budget process until such time as the action plan projects are selected and included on the District's capital improvement program.

Commented [HF6R5]: Yes, need to be updated to what capital reserve amount needs to be maintained to serve overall purpose of the district.

5. Future Capital Program Needs

5.1. The district relies on annual revenue to pay for multi-year capital projects. It takes multiple-years to accrue sufficient resources to implement the full range of capital projects for the district. Funds that are not designated for the fund balance purposes described above are available to be programmed by the district through it annual operating and capital budget process. It is in the interest of the district to use fund balance for the six-year capital improvement program.

6. Restoring Fund Balance

6.1. If the fund balance at fiscal year-end falls below the goal, the district shall develop a restoration plan to achieve and maintain the minimum fund balance.

Commented [AET7]: Not clear what this refers to - the goals in Section 3?

6.2. Where fund balance deficits exist, a gradual correction of the problem over a multi-year period may be preferable to a large one-time increase.

7. Financial Planning

7.1. The district should aim to establish an ending **undesignated** fund balance of zero unless stipulated elsewhere.

7.2. Factors to consider in establishing reserves include:

- 7.2.1. Future expenditures including equipment reserves;
- 7.2.2. Cash flow requirements to support operating expenses
- 7.2.3. Legal or regulatory requirements affecting revenues, disbursements, and fund reserves;
- 7.2.4. Credit worthiness and capacity to support debt service requirements for enterprise funds;
- 7.2.5. Relative rate stability from year to year, and
- 7.2.6. Susceptibility to financial risks, revenue shortfalls or emergency or unanticipated expenses.

8. Strategic Reserve Fund

8.1.1. It is the District's intent to create a strategic reserve with any unallocated balance that is above the amount necessary to achieve the purposes of this policy.

8.1.2. The strategic reserve will be replenished by allocating interest income, refunds, project savings, and other unanticipated revenues to the strategic reserve fund.

8.1.3. The Executive Committee will make recommendations to the Board of Supervisors about projects, programs, or activities to be funded from the strategic reserve and may do so during the regular annual budget process, or at any regular or special meeting of the Board of Supervisors throughout the year.

8.1.4. The strategic reserve fund may be used to fund the following activities:

- 8.1.4.1. Advance funds to previously approved projects in the six-year CIP that are in a position to use the funding in that fiscal year;
- 8.1.4.2. Increase the set-aside for the ~~General Investigation~~ local match;
- 8.1.4.3. Fund one-time capital expenditures;
- 8.1.4.4. Fund one-time operating costs, and/or
- 8.1.4.5. Fund emergent needs.

8.1.5. It is the District's goal to replenish expenditures from the strategic reserve in section 8.1.4 within three years to a level of \$2.5 million.

Commented [AET8]: Language in Section 2.5 refers to reserved and unreserved funds, and your comment refers to committed and uncommitted - what are undesignated funds?

- 8.1.6. It is the District's intent that jurisdictions receiving assistance from the strategic reserve demonstrate a local match toward the expenditure as determined by the district administrator.



DRAFT

August 29, 2025

Pierce County Flood Control Zone District
Board of Supervisors
930 Tacoma Avenue
Room 1046
Tacoma, WA 98402

Dave Morell, Chair, Pierce County Flood District Board of Supervisors, District 1
Paul Herrera, Vice Chair, Supervisor, District 2
Amy Cruver, Supervisor, District 3
Rosie Ayala, Supervisor, District 4
Brian Yambe, Supervisor, District 5
Jani Hitchen, Supervisor, District 6
Robin Denson, Supervisor, District 7

Re: Advisory Committee Recommendations for the 2026-2031 Flood District Budget

Dear Chairman Morell and Members of the Pierce County Flood Control Zone District Board of Supervisors:

Flooding affects everyone in Pierce County. Prior to the formation of the Pierce County Flood Control Zone District ("District" or FCZD) in 2012, the County only had funding from unincorporated areas to protect people throughout the county, including within cities, from flood dangers. We thank the Board for its decision to create a Flood Control Zone District and to use the regional tax levy to partner with local jurisdictions, including unincorporated Pierce County, to build projects and to maintain the levee system for flood risk reduction. We are pleased to provide our volunteer services to help shape the investments made by the District to protect life and property in Pierce County and incorporated areas.

Please accept our recommendations for the 2026 operating and capital budget. Our vote on this recommendation was unanimous and met the following objectives:

- Stays within the statutorily allowed increases;
- Stays below the District policy direction of a levy rate equivalent to 10 cents per thousand;

- Allocates 15% to maintenance of the levee system.
 - We recommend reviewing maintenance priorities and needs as new projects enter the inventory of facilities to ensure sufficient resources are assigned to protect the District's investments.
- Allocates 10% to local jurisdictions for the Opportunity Fund Program, plus provides the base amount of \$50,000 per jurisdiction.
 - We continue to recommend monitoring the effectiveness of the new base amount to determine if it is sufficient to achieve project viability by local jurisdictions leading to more effective use of the funds.
- Maintains minimum fund balances for working capital and the strategic reserve.
- Allocates funding from the large capital reserve to initiate an action plan for the Lower Puyallup, including funding match for the Clear Creek project.
 - We recommend increasing the annual allocation of fund balance to the large capital reserve to build up funding for Lower Puyallup capital investments.
- Funds consulting support to assist the District with updating and systematizing the policies and procedures for project sponsors of District funded projects.

The Six-Year Capital Budget allocates funds to 12 of the 18 projects submitted to the District for consideration this spring. There are four new projects on the six-year Capital Improvement Program CIP as a result of the Updated Comprehensive Plan of Development approved by the District earlier this year. The 12 recommended projects in the six-year CIP are distributed throughout the County. Three projects will be under construction in 2026. Over the six-year CIP we are projecting \$73.5 million will be spent on construction.

A significant initiative in our recommendation is to fund an action plan on the Lower Puyallup to reassess the work by the United States Army Corps of Engineers on its General Investigation and to set priorities for investment.

- We encourage the District to work closely with Pierce County Planning and Public Works to find a federal nexus for the needed investment and to work closely with tribes, the Port of Tacoma, and the cities of Tacoma, Fife, and Puyallup.

Five of the unfunded projected were for urban flooding projects. Those project sponsors may use District Opportunity Funds. The Opportunity Fund program continues to be a valuable source of flexible funding for local jurisdictions.

- We encourage the District to provide technical assistance to smaller jurisdictions to make use of their available funds.

The other unfunded recommendation was for a coastal flooding study proposed by Pierce County; however, there is not currently staff capacity to initiate such a study.

- The Advisory Committee recommends the District review coastal flooding studies by other jurisdictions in the state to scope a viable study for consideration next year.

The operating budget continues funding support for Pierce County Planning and Public Works staff and modest inflationary increases for District staff support, continuing support for web site upgrades, as well as direct and indirect costs to Pierce County and the State Auditor.

The Committee discussed use of the large capital reserve and unallocated fund balances to fund the CIP while still retaining sufficient fund balances to fund future needs as the District considers investments on the Lower Puyallup and other projects after planning and technical studies are completed.

- The Committee recommends increasing the set-aside for the large capital reserve to provide matching funds and continuing to pursue state and federal funding partnerships.

We would be remiss if we did not also note that we project the need for future increases to the levy amount to address new projects that result from the Lower Puyallup Action Plan as well as increased land acquisition costs, higher construction costs, engineering staff retention, and additional maintenance needs as new projects are added to the system.

We encourage you to accept our recommendations. If we may clarify any of these recommendations or be of any further assistance, please do not hesitate to contact us.

Sincerely,

Chris Moore, Chair

Roger Henderson, Vice Chair

Pierce County
Flood Control Zone District (FCZD) Advisory Committee

DRAFT Exhibit A
 2026 Work Plan
 Pierce County Flood Control Zone District
 (August 20, 2025)

Tasks	Board	Advisory Committee	Staff (District and Pierce County)
Maintenance & Operations	Set budget and priorities	Advise on budget and priorities	Perform repairs and improvements needed Provide progress reports Develop recommendations for program improvements
Capital Projects	Approve projects Monitor progress	Advise on scope or budget changes	Project delivery Progress reporting Contract processing Pay invoices Ensure compliance
Opportunity Fund Program	Approve program changes Monitor effectiveness	Track progress Recommend program improvements	Approve specific projects scopes and budgets Submit projects to Ecology Process contracts and invoices Ensure compliance
Lower Puyallup Action Plan	Charter process Approve projects Monitor progress	Advise as requested on project scoping and prioritization	Develop and staff engagement process Direct technical work Develop strategic plan
Budget Actions	Approve mid-year 2026 Budget and Six-Year CIP Approve 2027 Budget and Levy	Develop project recommendations	Draft budget recommendations Technical work in support of decisions
Administration	Approval of contracts Monitor finances Track state audit	Advice on policies and procedures for capital projects, opportunity fund, and grant programs	Support Board Executive Committee Advisory Committee Financial reports Investment reports Liaison with State Auditor
Communications and Liaison with Other Governments	Set legislative direction	Support legislative initiatives	Web site, Outreach, Media, Cities, State, Federal

August 20, 2025

Pierce County Flood Control Zone District DRAFT 2026 Annual Budget August 7, 2025					2025 Carryover	Annual Budget Difference
	BEGINNING FUND BALANCE		\$ 49,089,020		\$ 52,493,025	\$ (3,404,005)
						\$ -
	Anticipated Annual Revenue					\$ -
	Projected Annual Levy Revenue based on Total Assessed Value	\$ 18,948,175			\$ 18,948,175	\$ -
	Estimated Annual Investment Interest	\$ 1,760,453			\$ 1,882,529	\$ (122,076)
	Anticipated Total Revenue		\$ 20,708,628		\$ 20,830,704	\$ (122,076)
	TOTAL REVENUE AND FUND BALANCE AVAILABLE		\$ 69,797,648		\$ 73,323,729	\$ (3,526,081)
EXPENDITURES	ANNUAL EXPENDITURES					\$ -
	Administration		\$ (978,958)		\$ (931,690)	\$ (47,268)
	Board, Travel, Dues, Membership	\$ 15,824			\$ 5,600	\$ 10,224
	Website Hosting	\$ 4,680			\$ 4,500	\$ 180
	Annual Audit Fees from WA State Auditors Office	\$ 23,608			\$ 22,700	\$ 908
	Direct Expenses: Notices, Phone, Printing Fees	\$ 3,952			\$ 3,800	\$ 152
	County Administrative Support					
	Pierce County PPW SWM - FCZD Support	\$ 163,800			\$ 157,500	\$ 6,300
	Pierce County PPW BFO- Audit Services	\$ 1,248			\$ 1,200	\$ 48
	Performance Audit	\$ 936			\$ 900	\$ 36
	Pierce County Clerk Assistance	\$ 14,248			\$ 13,700	\$ 548
	Pierce County Executive- Government Relations	\$ 624			\$ 600	\$ 24
	Pierce County Central Public Records Costs	\$ 520			\$ 500	\$ 20
	Pierce County Communication Section Support	\$ 12,064			\$ 11,600	\$ 464
	2025 CPOD Outreach Support	\$ 68,640			\$ 66,000	\$ 2,640
	Pierce County IT Financial/HR Systems Support	\$ 6,136			\$ 5,900	\$ 236
	Website Update	\$ 18,408			\$ 17,700	\$ 708
	Pierce County Indirect Expenses	\$ 40,664			\$ 39,100	\$ 1,564
	Professional Services	\$ -				\$ -
	Flood Control Zone District Support	\$ 212,056			\$ 203,900	\$ 8,156
	Legal Counsel Support	\$ 63,950			\$ 61,490	\$ 2,460
	Accountant Support	\$ 62,400			\$ 60,000	\$ 2,400
	Insurance/Broker Support	\$ 41,600			\$ 40,000	\$ 1,600
	Other Professional Services- Annual Rpt, CPOD, Rate Study	\$ 223,600			\$ 215,000	\$ 8,600
	Operations and Maintenance (15% of Levy Assessment)		\$ (2,842,227)		\$ (2,842,227)	\$ -
	Opportunity Fund**		\$ (2,498,029)		\$ (9,872,286)	
	Total Annual Opportunity Fund Allocation**	\$ 2,498,029				
	Total Carryover Opportunity Funds Amount	\$ 7,374,257				
	Capital Project Fund		\$ (13,260,000)		\$ (10,588,507)	\$ (2,671,493)
	TOTAL ANNUAL EXPENDITURES		\$ (19,579,213)		\$ (24,234,710)	
** Total Opportunity Fund Allocation include Minimum Floor of \$50,000 per Resolution 2024-2.						
PROJECTED ENDING FUND BALANCE IN 2025					\$ 50,218,434	\$ 1,129,415

Pierce County Flood Control Zone District DRAFT 2026 Annual Budget Annual Capital Improvement Plan			2026 Annual Capital Budget					
Project ID	Project Name	Municipality	Land Acquisition	Planning/Design	Construction	Strategic Reserve Account	Large Capital Project Match Account	Total
UPC-4	128th Street Corridor	Unincorporated Pierce County	\$ -	\$ 926,000	\$ -	\$ -	\$ -	\$ 926,000
UPC-14	Clear Creek Floodplain Reconnection	Unincorporated Pierce County	\$ -	\$ 410,000	\$ -	\$ -	\$ -	\$ 410,000
UPC-1	Jones Setback Levee	Unincorporated Pierce County	\$ -	\$ 200,000	\$ -	\$ -	\$ -	\$ 200,000
UPC-15x	Lower Puyallup River Flood Impact and Action Study	Unincorporated Pierce County	\$ -	\$ -	\$ -	\$ -	\$ 500,000	\$ 500,000
SUM-4	Lower White River - Stewart Road Bridge	City of Sumner	\$ -	\$ -	\$ 2,500,000	\$ -	\$ -	\$ 2,500,000
SUM-3	Lower White River - Stewart Setback	City of Sumner	\$ 1,000,000	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000
SUM-2	Lower White River - Sumner Pointbar	City of Sumner	\$ 1,000,000	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000
SUM-1	Lower White River, RM 2.5-4.2 (24th Street)	City of Sumner	\$ -	\$ -	\$ 5,000,000	\$ -	\$ -	\$ 5,000,000
UPC-6	Neadham Road Floodplain Reconnection	Unincorporated Pierce County	\$ -	\$ 304,000	\$ -	\$ -	\$ -	\$ 304,000
UPC-5	Orville Road – Kapowsin Creek	Unincorporated Pierce County	\$ -	\$ 220,000	\$ -	\$ -	\$ -	\$ 220,000
GH-2	Sewer Lift Station #5	City of Gig Harbor	\$ -	\$ -	\$ 1,000,000	\$ -	\$ -	\$ 1,000,000
UPC-10	White River Butte Pit	Unincorporated Pierce County	\$ -	\$ 200,000	\$ -	\$ -	\$ -	\$ 200,000
ANNUAL CAPITAL PROJECT FUND EXPENDITURES			\$ 2,000,000	\$ 2,260,000	\$ 8,500,000	\$ -	\$ 500,000	\$ 13,260,000

Pierce County Flood Control Zone District DRAFT 2026 Annual Budget 6 Year Capital Improvement Plan									
Project Name	Project ID	Municipality	2026	2027	2028	2029	2030	2031	Total
Capital Improvement Plan Projects									
128th Street Corridor	UPC-4	Unincorporated Pierce County	\$ 926,000	\$ -	\$ 1,500,000	\$ -	\$ 9,000,000	\$ 9,000,000	\$ 20,426,000
Lower White River - Sumner Pointbar	SUM-2	City of Sumner	\$ 1,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 1,000,000	\$ -	\$ 8,000,000
Lower White River, RM 2.5-4.2 (24th Street)	SUM-1	City of Sumner	\$ 5,000,000	\$ 4,000,000	\$ 2,000,000	\$ 700,000	\$ 500,000	\$ -	\$ 12,200,000
Neadham Road Floodplain Reconnection	UPC-6	Unincorporated Pierce County	\$ 304,000	\$ 122,000	\$ 3,100,000	\$ -	\$ -	\$ -	\$ 3,526,000
Orville Road – Kapowsin Creek	UPC-5	Unincorporated Pierce County	\$ 220,000	\$ 3,730,000	\$ 140,000	\$ 20,000	\$ -	\$ -	\$ 4,110,000
White River Butte Pit	UPC-10	Unincorporated Pierce County	\$ 200,000	\$ 2,500,000	\$ 100,000	\$ -	\$ -	\$ -	\$ 2,800,000
Jones Setback Levee	UPC-1	Unincorporated Pierce County	\$ 200,000	\$ 200,000	\$ -	\$ -	\$ -	\$ -	\$ 400,000
Lower White River - Stewart Road Bridge	SUM-4	City of Sumner	\$ 2,500,000	\$ 1,500,000	\$ 1,000,000	\$ -	\$ -	\$ -	\$ 5,000,000
Lower White River - Stewart Setback	SUM-3	City of Sumner	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 9,000,000
Sewer Lift Station #5	GH-2	City of Gig Harbor	\$ 1,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000
Large Capital Projects									
Lower Puyallup River Flood Impact and Action Study	UPC-15x	Unincorporated Pierce County	\$ 500,000	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000
Clear Creek Floodplain Reconnection	UPC-14	Unincorporated Pierce County	\$ 410,000	\$ 5,170,000	\$ 5,190,000	\$ 5,000,000	\$ -	\$ -	\$ 15,770,000
Annual Capital Project Fund Expenditures			\$ 13,260,000	\$ 20,722,000	\$ 16,030,000	\$ 9,720,000	\$ 12,500,000	\$ 11,000,000	\$ 83,232,000



	2026	2027	2028	2029	2030	2031	Total
Land Acquisition	\$ 2,000,000	\$ 2,300,000	\$ 1,500,000	\$ -	\$ -	\$ -	\$ 5,800,000
Planning/Design	\$ 2,260,000	\$ 522,000	\$ 100,000	\$ -	\$ -	\$ -	\$ 2,882,000
Construction	\$ 8,500,000	\$ 17,400,000	\$ 14,430,000	\$ 9,720,000	\$ 12,500,000	\$ 11,000,000	\$ 73,550,000
Large Capital Project Match Account	\$ 500,000	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000
Carryover (from Previous Year)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ 13,260,000	\$ 20,722,000	\$ 16,030,000	\$ 9,720,000	\$ 12,500,000	\$ 11,000,000	\$ 83,232,000

Pierce County Flood Control Zone District
DRAFT 2026 Annual Budget



6-YR Financial Plan

Page 1 of 2

6-YR Financial Plan		2025	Comments	2026	2027	2028	2029	2030	2031	Total 6-YR AMOUNT
	BEGINNING FUND BALANCE**	\$ 52,493,025	From the financial statement.	\$ 49,089,020	\$ 50,218,434	\$ 44,490,322	\$ 43,207,986	\$ 48,147,262	\$ 50,439,573	
	Anticipated Annual Revenue									
	Projected Annual Levy Revenue - Fixed Amount	\$ 18,948,175		\$ 18,948,175	\$ 18,948,175	\$ 18,948,175	\$ 18,948,175	\$ 18,948,175	\$ 18,948,175	\$ 113,689,050
	Projected Annual Levy Revenue - New Construction	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	Estimated Annual Investment Interest	\$ 1,882,529		\$ 1,760,453	\$ 1,800,957	\$ 1,595,533	\$ 1,549,545	\$ 1,726,679	\$ 1,808,887	\$ 10,242,054
	TOTAL ANNUAL REVENUE	\$ 20,830,704		\$ 20,708,628	\$ 20,749,132	\$ 20,543,708	\$ 20,497,720	\$ 20,674,854	\$ 20,757,062	\$ 123,931,104
	TOTAL REVENUE AND FUND BALANCE AVAILABLE	\$ 73,323,729		\$ 69,797,648	\$ 70,967,566	\$ 65,034,030	\$ 63,705,706	\$ 68,822,117	\$ 71,196,635	
	Annual Expenditures									
	Administration	\$ 931,690		\$ 978,958	\$ 1,018,200	\$ 1,059,000	\$ 1,101,400	\$ 1,145,500	\$ 1,191,400	\$ 6,494,458
	Operations and Maintenance	\$ 2,842,227		\$ 2,842,227	\$ 2,842,226	\$ 2,842,226	\$ 2,842,226	\$ 2,842,226	\$ 2,842,226	\$ 17,053,358
	Opportunity Funds (154-01)	\$ 9,872,286		\$ 2,498,029	\$ 1,894,818	\$ 1,894,818	\$ 1,894,818	\$ 1,894,818	\$ 1,894,818	\$ 11,972,116
	Capital Project Funds***	\$ 10,588,507		\$ 13,260,000	\$ 20,722,000	\$ 16,030,000	\$ 9,720,000	\$ 12,500,000	\$ 11,000,000	\$ 83,232,000
	TOTAL ANNUAL EXPENDITURES	\$ 24,234,710		\$ 19,579,213	\$ 26,477,244	\$ 21,826,044	\$ 15,558,444	\$ 18,382,544	\$ 16,928,444	\$ 118,751,932
	ENDING FUND BALANCE	\$ 49,089,020		\$ 50,218,434	\$ 44,490,322	\$ 43,207,986	\$ 48,147,262	\$ 50,439,573	\$ 54,268,191	

** The Planned Beginning Fund Balance is equal to Total Fund Balance as reported in the District's Financial Statement Report for prior year ending in December 31, and includes all carryover amounts.

*** Capital Projects includes projects funded by Strategic & Needs Reserve Amount and Large Capital Match Amount.

	2025	Comments	2026	2027	2028	2029	2030	2031
Opportunity Fund 154.01	Beginning Opportunity Fund Balance	\$ 7,374,257	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	Total Annual Opportunity Fund Allocation	\$ 2,498,029	\$ 2,498,029	\$ 2,523,100	\$ 2,548,400	\$ 2,573,900	\$ 2,599,700	\$ 2,625,700
	Opportunity Fund Expenditures*	\$ (9,872,286)	\$ (2,498,029)	\$ (2,523,100)	\$ (2,548,400)	\$ (2,573,900)	\$ (2,599,700)	\$ (2,625,700)
	Ending Opportunity Fund Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

*Assume Jurisdictions will expend all Opportunity Funds

	2025	Comments	2026	2027	2028	2029	2030	2031
Strategic & Emergent Needs Reserve Account	Beginning Account Balance	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000
	Account Revenues							
	Flood Risk Reduction and Watershed Management Economic Stimulus Grant Program (2023/24 Carryover)	\$ 656,288	Outstanding grant balances.	\$ -	\$ -	\$ -	\$ -	\$ -
	Account Expenditures (See Annual Capital Plan for Expenditures)							
	Flood Risk Reduction and Watershed Management Economic Stimulus Grant Program (2023/24 Carryover)	\$ 656,288	Replenishment from unallocated funds.	\$ -	\$ -	\$ -	\$ -	\$ -
	Ending Account Balance	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000

Pierce County Flood Control Zone District
DRAFT 2026 Annual Budget



6-YR Financial Plan

Page 2 of 2

Large Capital Project Match Reserve Account		2025	Comments	2026	2027	2028	2029	2030	2031
	Beginning Account Balance	\$ 7,400,000		\$ 12,000,000	\$ 12,090,000	\$ 7,420,000	\$ 3,230,000	\$ (770,000)	\$ 230,000
	Account Revenues								
	Annual Allocation	\$ 1,000,000		\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
	Fund Correction	\$ 500,000	Only \$500K was allocated in 2019.	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	Lower White River (Pacific Pt. Bar, L Bank Setback, 24th St Setback)	\$ 3,100,000	Need to transfer dollars from unallocated funds.	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	Account Expenditures (See Annual Capital Plan for Expenditures)								
	Lower Puyallup River Flood Impact and Action Study	\$ -		\$ 500,000	\$ 500,000	\$ -	\$ -	\$ -	\$ -
	Clear Creek Floodplain Reconnection	\$ -		\$ 410,000	\$ 5,170,000	\$ 5,190,000	\$ 5,000,000	\$ -	\$ -
	Ending Account Balance	\$ 12,000,000		\$ 12,090,000	\$ 7,420,000	\$ 3,230,000	\$ (770,000)	\$ 230,000	\$ 1,230,000

	2025	Comments	2026	2027	2028	2029	2030	2031
Required Minimum Fund Balances per Resolution 2017-04	\$ 26,054,000		\$ 24,379,607	\$ 23,158,622	\$ 16,643,022	\$ 9,509,222	\$ 11,921,272	\$ 12,194,222
Working Capital Reserve (6 Months Expenditures)	\$ 11,554,000	From the financial statement.	\$ 9,789,607	\$ 13,238,622	\$ 10,913,022	\$ 7,779,222	\$ 9,191,272	\$ 8,464,222
Strategic Reserve Account (Min Balance)	\$ 2,500,000		\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000
Large Capital Reserve Account (Min Balance)	\$ 12,000,000		\$ 12,090,000	\$ 7,420,000	\$ 3,230,000	\$ (770,000)	\$ 230,000	\$ 1,230,000