

Proposed 2027 Budget and Property Tax Levy

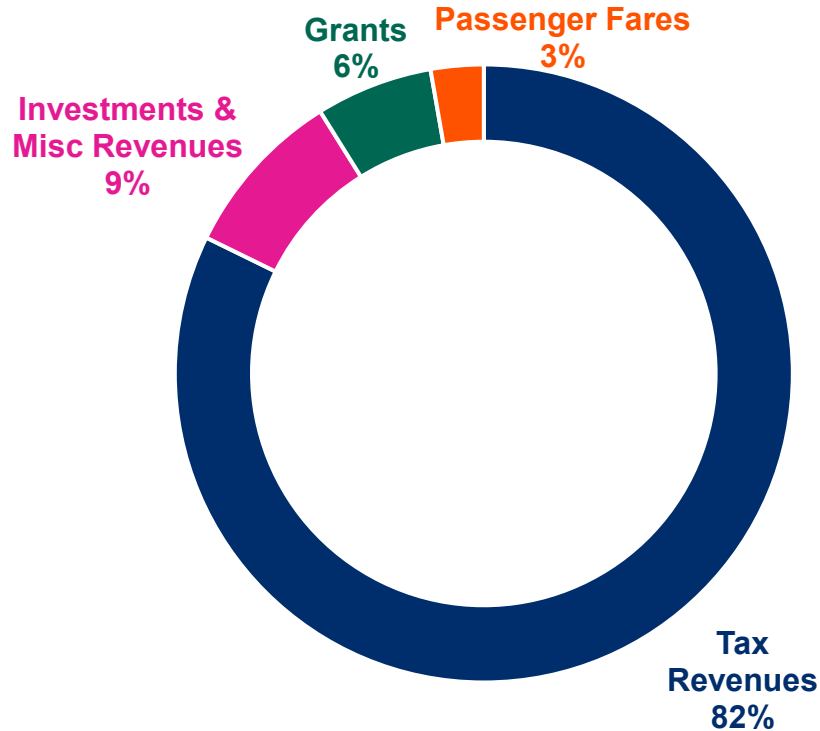
Public Hearing

10/8/2026



FY 2027 overview – sources \$3.3B

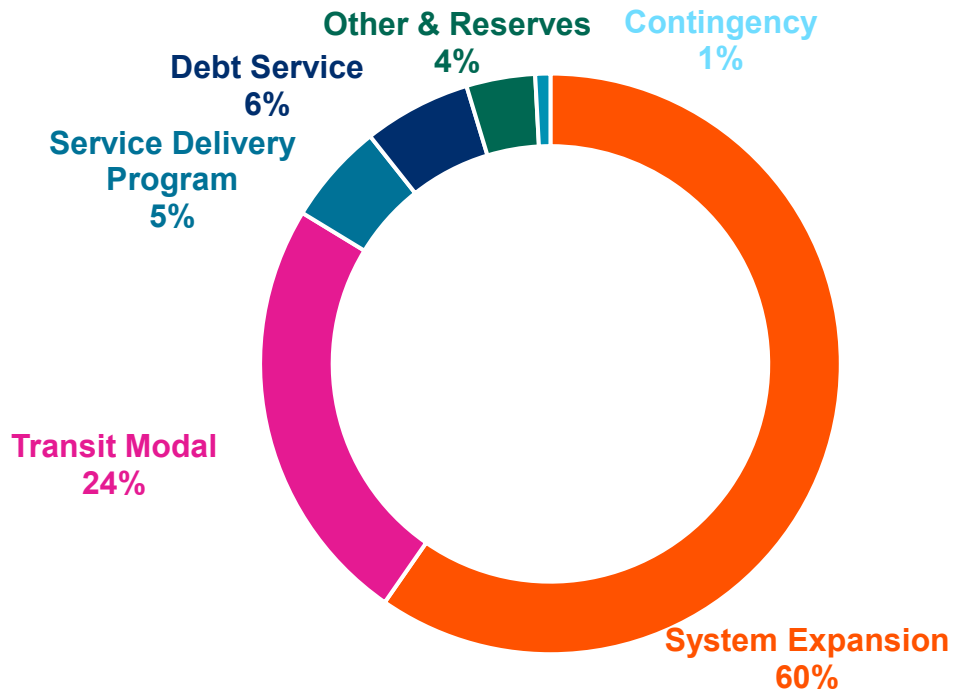
(In millions)



- Tax revenues: Economic growth expected to remain stable
- Fares: Full year of Crosslake Connection Extension
- Grants: Winding down ST2 Link project drawdowns
- TIFIA and RRIF: All loans now fully drawn as of 2026 year-end

FY 2027 overview – uses \$3.9B

(In millions)



- Expansion Projects: Stride construction and moving forward with May System Plan update
- Modal Ops: Full year of Crosslake Connection
- Service Delivery Program: Increased investment in resiliency, safety, and agency modernization
- Debt service: Interest increase as all TIFIA/RIFF loans now fully drawn

Proposed 2027 property tax levy: \$184M

Includes 1.0% statutory increase plus revenue from new construction and other items (refunds, annexations, etc.)

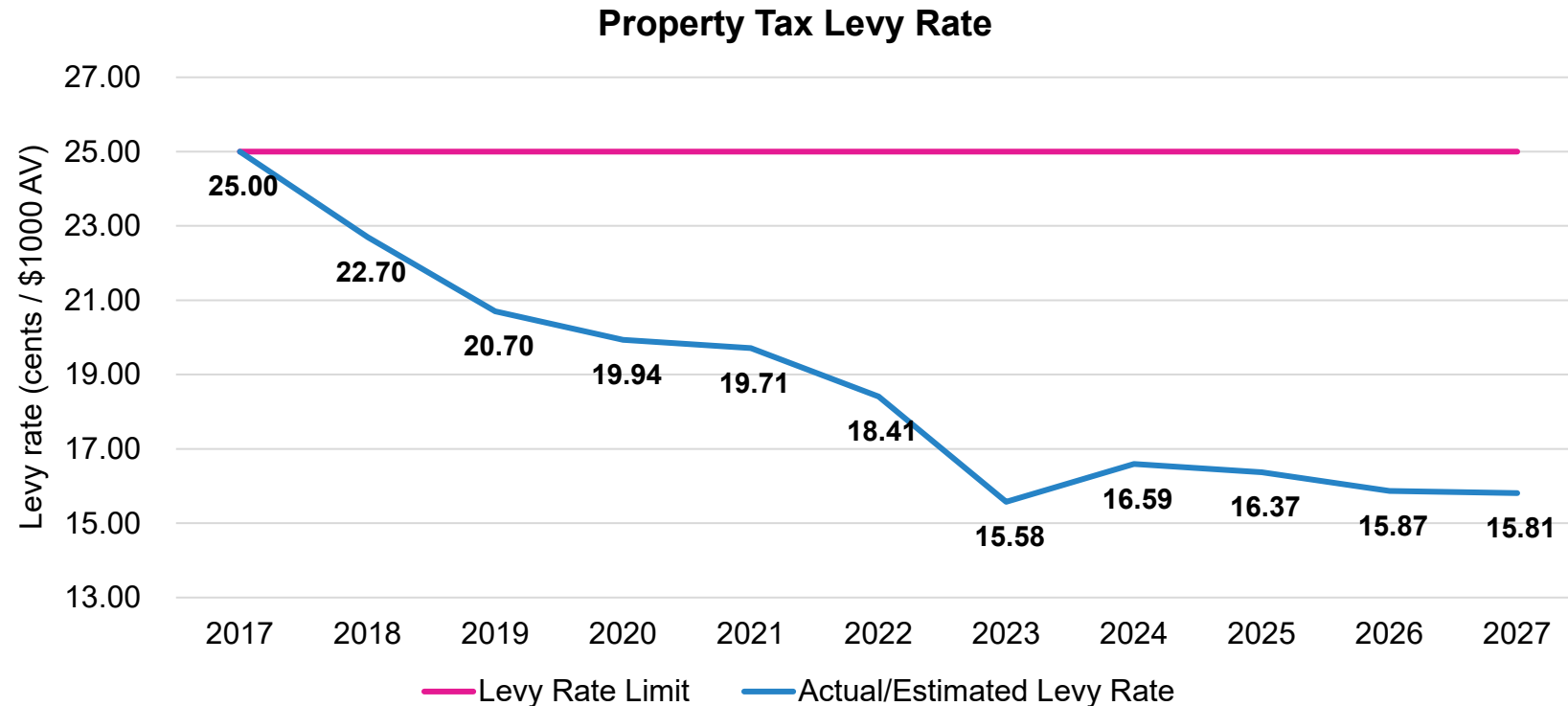
Proposed 2027 Property Tax Levy \$184M

2027 Property Tax Levy*		(in millions)
2026 Property Tax Levy	\$	178.5
Estimated Statutory 1% Levy Increase	\$	1.8
Estimated levy from new construction and other items	\$	<u>3.8</u>
Total Change from 2026	\$	5.5
2027 Property Tax Levy	\$	184.0

* Based on preliminary 2026 assessed value data from King County Department of Assessments.

Levy rate projected to decrease from 2026

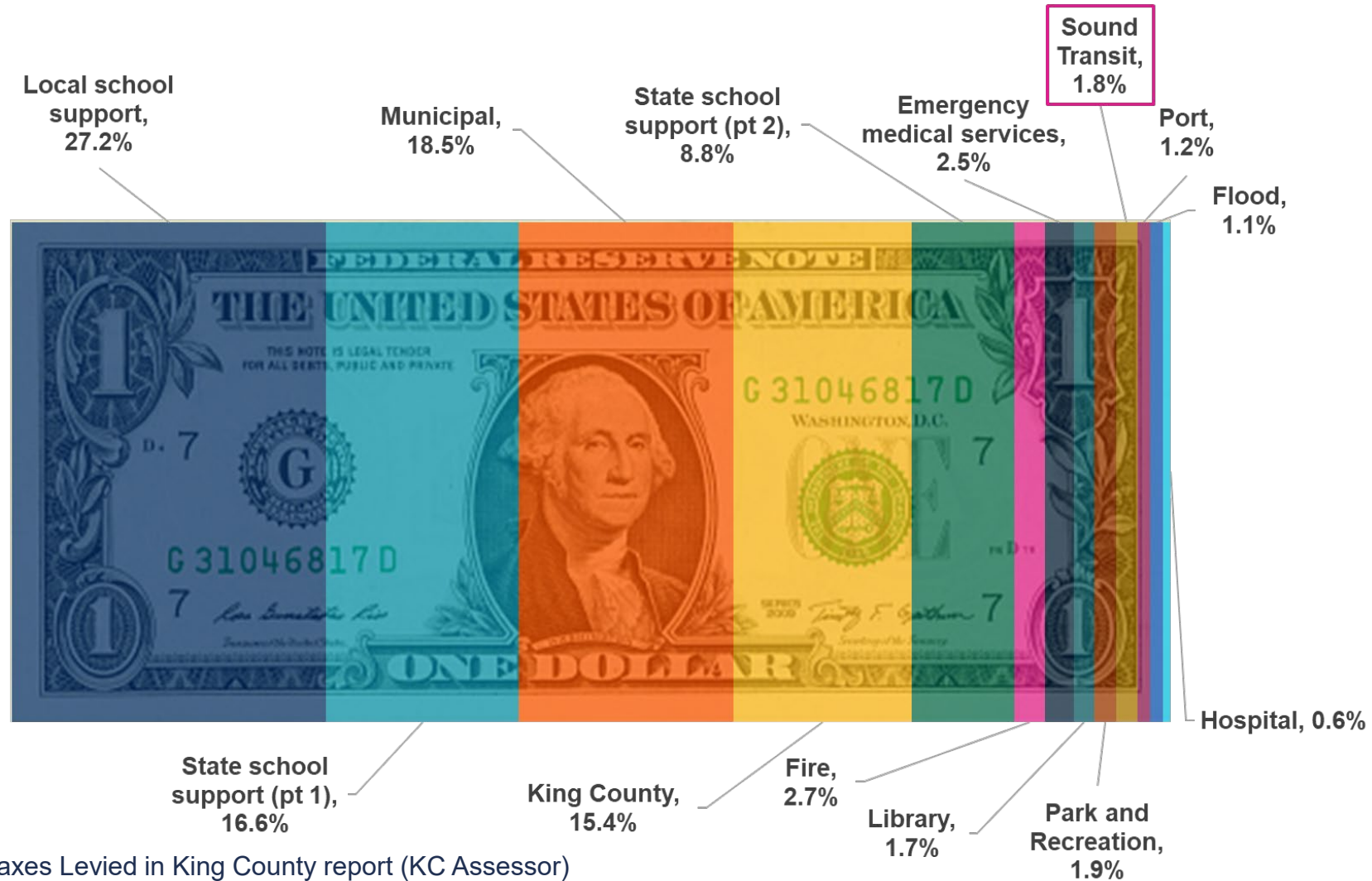
- Levy rate limit: \$0.25 per \$1,000 of assessed value (AV)
- Estimated 2027 levy rate: \$0.16 per \$1,000 AV



Financial Plan assumes annual 1% levy increase

- The voter-approved plan assumes 1% annual property tax increase
- Any levy increase less than 1% lowers tax revenue projections in the Financial Plan
- Failure to pass any property tax resolution would result in a projected material revenue loss through 2052
- Annual cost inflation is significantly higher than the 1% revenue increase.

Property tax allocations per household



*based on 2025 Property Taxes Levied in King County report (KC Assessor)

Thank you.



 *soundtransit.org*

