

CITY COUNCIL AGENDA ITEM
CITY OF SHORELINE, WASHINGTON

AGENDA TITLE:	Adoption of Ordinance No. 685 Amending the 2014 Budget for Uncompleted 2013 Capital and Operating Projects and Increasing Appropriations in the 2014 Budget
DEPARTMENT:	Administrative Services
PRESENTED BY:	Robert Hartwig, Administrative Services Director
ACTION:	<input checked="" type="checkbox"/> Ordinance <input type="checkbox"/> Resolution <input type="checkbox"/> Motion <input type="checkbox"/> Discussion <input type="checkbox"/> Public Hearing

PROBLEM/ISSUE STATEMENT:

Shoreline’s budget is adopted on a calendar year basis. Any appropriations that are not expended lapse at the end of each year. However, City operations are ongoing and frequently span two or more calendar years. In order to resolve this year-end situation, cities routinely carry over, or re-appropriate, some of the unspent funds from one year into the next when necessary.

Proposed Ordinance No. 685, which is attached to this staff report as Attachment A, re-appropriates \$2,628,169 for various projects that need to continue in 2014. It also amends various 2014 budgets by \$1,649,963 for revenue sources and expenditures that were not anticipated when the 2014 budget was prepared.

This action follows a staff presentation and City Council discussion on this same topic at the April 28th City Council meeting. To view the staff report for this April 28 discussion, please click on the following link:

<http://cosweb.ci.shoreline.wa.us/uploads/attachments/cck/council/staffreports/2014/staffreport042814-9c.pdf>.

FINANCIAL IMPACT:

In total, proposed Ordinance No. 685 would amend the City’s budget by increasing it roughly \$4.3 million. This would bring the total 2014 budget to roughly \$77 million. After the effect of these changes, the City’s available 2014 fund balance is expected to exceed the projected fund balance in the 2014 budget book by over \$1.9 million.

RECOMMENDATION

Staff recommends that Council approve Ordinance No. 685, amending the 2014 budget.

ATTACHMENTS:

Attachment A: Proposed Ordinance No. 685

Approved By: City Manager **DT** City Attorney **IS**

ORDINANCE NO. 685

AN ORDINANCE OF THE CITY OF SHORELINE, WASHINGTON, AMENDING ORDINANCE NO. 678 BY INCREASING THE APPROPRIATION IN THE GENERAL FUND, PUBLIC ARTS FUND, FEDERAL CRIMINAL FORFEITURE FUND, GENERAL CAPITAL FUND, CITY FACILITIES MAJOR MAINTENANCE FUND; ROADS CAPITAL FUND; SURFACE WATER UTILITY FUND AND EQUIPMENT REPLACEMENT FUND.

WHEREAS, the 2014 Budget was adopted in Ordinance No. 678; and

WHEREAS, the 2014–2019 Capital Improvement Plan was adopted in Ordinance No. 678; and

WHEREAS, the 2014 Budget has assumed completion of specific capital improvement projects in 2013; and

WHEREAS, some of these capital projects were not completed and need to be continued and completed in 2014; and

WHEREAS, various projects were included in the City’s 2013 operating budget and were not completed during 2013; and

WHEREAS, due to these 2013 projects not being completed, the 2013 ending fund balance and the 2014 beginning fund balance for the General Fund, Public Arts Fund, Federal Criminal Forfeiture Fund, General Capital Fund, City Facilities Major Maintenance Fund, Roads Capital Fund, Surface Water Utility Fund and Equipment Replacement Fund is greater than budgeted; and

WHEREAS, the City wishes to appropriate a portion of these greater than budgeted beginning fund balances in 2014 to complete 2013 work and to include additional projects that were unknown needs when the 2014 budget was adopted; and

WHEREAS, the City of Shoreline is required by RCW 35A.33.00.075 to include all revenues and expenditures for each fund in the adopted budget; and

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SHORELINE, WASHINGTON DO ORDAIN AS FOLLOWS:

Section 1. Amendment. The City hereby amends Section 2 of Ordinance No. 678, the 2014 Final Budget, by increasing the appropriation from the General Fund by \$729,297; for the Public Arts Fund by \$5,643; for the Federal Criminal Forfeiture Fund by \$61,465; for the General Capital Fund by \$764,939; for the City Facilities Major Maintenance Fund by \$40,000; for the Roads Capital Fund by \$2,231,148; for the Surface Water Utility Fund by \$379,984; for the Equipment Replacement Fund by \$65,656; and by increasing the Total Funds appropriation to \$77,285,025 as follows:

	<u>Current Appropriation</u>	<u>Revised Appropriation</u>
General Fund	\$36,113,716	\$36,843,013
Street Fund	1,999,037	
Code Abatement Fund	100,000	
State Drug Enforcement Forfeiture Fund	13,800	
Public Arts Fund	49,408	55,051
Federal Drug Enforcement Forfeiture Fund	20,750	
Property Tax Equalization Fund	\$0	
Federal Criminal Forfeiture Fund	254,845	316,310
Revenue Stabilization Fund	\$0	
Unltd Tax GO Bond 2006	1,709,050	
Limited Tax GO Bond 2009	1,662,567	
General Capital Fund	4,113,532	4,878,471
City Facility-Major Maintenance Fund	50,000	90,000
Roads Capital Fund	21,372,851	23,603,999
Surface Water Capital Fund	5,222,967	5,602,951
Vehicle Operations/Maintenance Fund	245,273	
Equipment Replacement Fund	61,597	127,253
Unemployment Fund	17,500	
Total Funds	<u>\$73,006,893</u>	<u>\$77,285,025</u>

Section 3. Effective Date. A summary of this ordinance consisting of its title shall be published in the official newspaper of the City. The ordinance shall take effect and be in full force five days after passage and publication.

PASSED BY THE CITY COUNCIL ON MAY 12, 2014

Mayor Shari Winstead

ATTEST:

APPROVED AS TO FORM:

Jessica Simulcik-Smith
City Clerk

Ian Sievers
City Attorney

Publication Date:
Effective Date: