

CITY OF MARYSVILLE AGENDA BILL

EXECUTIVE SUMMARY FOR ACTION

CITY COUNCIL MEETING DATE: 12/10/2012

AGENDA ITEM: AN ORDINANCE OF THE CITY OF MARYSVILLE AMENDING THE 2012 BUDGET AND PROVIDING FOR THE INCREASE OF CERTAIN EXPENDITURE ITEMS AS BUDGETED FOR IN ORDINANCE NO. 2881	
PREPARED BY: Denise Gritton, Financial Planning Manager DEPARTMENT: Finance	DIRECTOR APPROVAL:
ATTACHMENTS: Ordinance	
BUDGET CODE: Various	AMOUNT: \$2,101,388.00

SUMMARY:

Since the adoption of the 2012 Budget there has been several activities that have occurred to warrant amending the budget. RCW 35.33.07 requires the adoption of a balanced budget which also sets the expenditure authority for the city by the City Council. City Council adopts the expenditure authority at the Fund level. From time to time there may be activities that during the budget planning were unable to forecast. This budget amendment addresses the following activities:

In the General Fund, a transfer to fund 310 – Park Construction to pay off an interfund loan, and an increased transfer to Golf for the annual subsidy, is being offset by a decrease in the transfer to Streets due to a higher than anticipated beginning cash balance in that fund.

The recent purchase of a Robot for the SWAT team was not in the original Drug Seizure Budget

Payout of 2013 Hotel/Motel awards in 2012, not included in the 2012 budget.

Due to a stronger real estate market than anticipated, the City has received more Real Estate Excise Tax (REET) than expected allowing for more money to be transferred to the Street Construction fund to help pay for various projects currently underway.

The Waterworks Utility has increased expenditures due to the early pay off a Drinking Water Revolving Fund Loan, higher than planned expenditures on water purchased from the City of Everett, legal fees, and interfund utility taxes. Higher than anticipated revenue in the fund will offset the increase in requested expenditures.

Solid Waste has higher than planned overtime costs, taxes will be over budget due to higher than planned revenue, and an error in the original calculation. Emergency repairs on one engine and the replacement of another were not included in the original budget.

Due to a number of emergency repairs the Fleet department is experiencing higher than anticipated expenditures for parts and material.

RECOMMENDED ACTION: Staff recommends the Council approve the recommended ordinance amending the 2012 budget and providing for the increase in certain expenditure items as budgeted for in Ordinance 2881.

CITY OF MARYSVILLE
Marysville, Washington

ORDINANCE NO. _____

AN ORDINANCE OF THE CITY OF MARYSVILLE AMENDING THE
2012 BUDGET AND PROVIDING FOR THE INCREASE OF CERTAIN
EXPENDITURE ITEMS AS BUDGETED FOR IN ORDINANCE NO.
2881.

THE CITY COUNCIL OF THE CITY OF MARYSVILLE, WASHINGTON DO
ORDAIN AS FOLLOWS:

Section 1. Since the adoption of the 2012 budget by the City Council on November of 2011, it has been determined that the interests of the residents of the City of Marysville may best be served by the increase of certain expenditures. The following funds as referenced in Ordinance No. 2881 are hereby amended to read as follows

Fund Title	Fund No.	Description	Current Budget	Amended Budget	Amount of Inc/(Dec)
General Fund	001	Beginning Fund Balance	\$ 3,349,815	\$ 3,349,815	\$ -
General Fund	001	Revenue	36,655,675	36,655,675	-
General Fund	001	Expenditures	36,389,150	36,702,411	313,261
General Fund	001	Ending Fund Balance	3,616,340	3,303,079	(313,261)
Drug Seizure	103	Beginning Fund Balance	46,565	62,302	15,737
Drug Seizure	103	Revenue	10,500	10,500	-
Drug Seizure	103	Expenditures	32,749	45,949	13,200
Drug Seizure	103	Ending Fund Balance	24,316	26,853	2,537
Hotel/Motel	105	Beginning Fund Balance	105,405	113,718	8,313
Hotel/Motel	105	Revenue	60,150	65,985	5,835
Hotel/Motel	105	Expenditures	135,500	145,500	10,000
Hotel/Motel	105	Ending Fund Balance	30,055	34,203	4,148
REET I	110	Beginning Fund Balance	44,238	93,520	49,282
REET I	110	Revenue	280,250	460,250	180,000
REET I	110	Expenditures	278,509	528,509	250,000
REET I	110	Ending Fund Balance	45,979	25,261	(20,718)
REET II	111	Beginning Fund Balance	50,487	99,510	49,023
REET II	111	Revenue	280,500	460,500	180,000
REET II	111	Expenditures	280,750	530,750	250,000
REET II	111	Ending Fund Balance	50,237	29,260	(20,977)

Park Construction	310	Beginning Fund Balance	26,244	26,244	-
Park Construction	310	Revenue	180,614	187,196	6,582
Park Construction	310	Expenditures	177,946	193,146	15,200
Park Construction	310	Ending Fund Balance	28,912	20,294	(8,618)
Waterworks Utility	401	Beginning Fund Balance	5,182,343	5,182,343	-
Waterworks Utility	401	Revenue	19,776,655	20,691,282	914,627
Waterworks Utility	401	Expenditures	19,148,550	20,063,177	914,627
Waterworks Utility	401	Ending Fund Balance	5,810,448	5,810,448	-
Solid Waste	410	Beginning Fund Balance	2,293,877	2,293,877	-
Solid Waste	410	Revenue	4,978,298	4,978,298	-
Solid Waste	410	Expenditures	5,183,501	5,421,601	238,100
Solid Waste	410	Ending Fund Balance	2,088,674	1,850,574	(238,100)
Fleet	501	Beginning Fund Balance	187,791	187,791	-
Fleet	501	Revenue	1,415,116	1,415,116	-
Fleet	501	Expenditures	1,220,350	1,305,350	85,000
Fleet	501	Ending Fund Balance	382,557	297,557	(85,000)

The detail concerning the above – referenced amendments are attached hereto as Exhibit “A”.

Section 2. Except as provided herein, all other provisions of Ordinance No. 2881 shall remain in full force and effect, unchanged.

PASSED by the City Council and APPROVED by the Mayor this _____ day of _____, 2012.

CITY OF MARYSVILLE

By _____ MAYOR

ATTEST:

By _____ CITY CLERK

Approved as to form:

By _____ CITY ATTORNEY

Date of Publication: _____

Effective Date (5 days after publication): _____

EXHIBIT A – 2012
Amendment Account Detail

Description	Beg Fund Balance/ Revenue Adj	Appropriation Adjustment	Ending Fund Balance Adjustment
General Fund			
Transfer to Park Construction (310) fund to P/O Interfund loan	-	400,000	(400,000)
Increase annual transfer to Golf Course (420)	-	113,261	(113,261)
Decrease annual transfer to Streets (101)	-	(200,000)	200,000
Total General Fund	-	313,261	(313,261)
Drug Seizure - Fund 103			
Increase beginning cash balance to actual	15,737	-	15,737
Robot for SWAT Team	-	13,200	(13,200)
Increase operating transfer to Street Construction Fund	-	-	-
Total Drug Seizure	15,737	13,200	2,537
Hotel/Motel - Fund 105			
Increase beginning cash balance to actual	8,313	-	8,313
Hotel/Motel Tax revenue higher than anticipated	5,835	-	5,835
Payout of 2013 awards in 2012	-	10,000	(10,000)
Total Drug Seizure	14,148	10,000	4,148
REET I- Fund 110			
Increase beginning cash balance to actual	49,282	-	49,282
REET revenue-received more than anticipated	180,000	-	180,000
Increase operating transfer to Street Construction Fund	-	250,000	(250,000)
Total REET I	229,282	250,000	(20,718)
REET II-Fund 111			
Increase beginning cash balance to actual	49,023	-	49,023
REET revenue-received more than anticipated	180,000	-	180,000
Increase operating transfer to Street Construction Fund	-	250,000	(250,000)
Total REET II	229,023	250,000	(20,977)
Parks Construction - Fund 310			
Hotel/Motel Grant Award-Spray Park	6,582	-	6,582
Spray Park Design	-	15,200	(15,200)
Total Park Construction	6,582	15,200	(8,618)
Waterworks Utility - Fund 401			
Purchased Water	-	120,000	(120,000)
Legal Fees	-	149,100	(149,100)
Operating Transfers-P/O of DWRFL Loan	-	139,731	(139,731)
Interfund Utility Taxes-Revenues higher than estimated	-	505,796	(505,796)
Higher than estimated Utility Revenue	914,627	-	914,627
Total Waterworks Utility	914,627	914,627	-
Solid Waste - Fund 410			
Overtime	-	10,000	(10,000)
Taxes - 2012 revenue higher than estimated	-	167,000	(167,000)
One engine repaired/one replaced	-	41,100	(41,100)
Increase to cover cost of currato cans	-	20,000	(20,000)
Total Solid Waste Fund	-	238,100	(238,100)
Fleet Maintenance - Fund 501			
Parts & Material-Emergency Repairs	-	45,000	(45,000)
Repairs & Maintenance-Emergency Repairs	-	52,000	(52,000)
Insurance Recovery for damaged Truck	12,000	-	12,000
Total Fleet Maintenance	12,000	97,000	(85,000)
GRAND TOTAL	1,421,399	2,101,388	(679,989)