

**CITY OF MARYSVILLE AGENDA BILL**

**EXECUTIVE SUMMARY FOR ACTION**

**CITY COUNCIL MEETING DATE: 12/12/2016**

|  |                           |
|--|---------------------------|
| <b>AGENDA ITEM:</b>  |                           |
| AN ORDINANCE OF THE CITY OF MARYSVILLE AMENDING THE 2015-2016 (2016 PORTION) BIENNIAL BUDGET AND PROVIDING FOR THE INCREASE OF CERTAIN EXPENDITURE ITEMS AS BUDGETED FOR IN ORDINANCE NO. 2972 |                           |
| <b>PREPARED BY:</b>  | <b>DIRECTOR APPROVAL:</b> |
| DENISE GRITTON   |                           |
| <b>DEPARTMENT:</b>   |                           |
| FINANCE  |                           |
| <b>ATTACHMENTS:</b>  |                           |
| ORDINANCE  |                           |
| <b>BUDGET CODE:</b>  | <b>AMOUNT:</b>            |
| VARIOUS  | \$10,739,160              |
| <b>SUMMARY:</b>  |                           |

Since the adoption for the 2015-2016 Biennial budget there have been several activities that have occurred to warrant amending the budget. RCW 35.33.07 requires the adoption for 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.

In the General fund additional budget authority for the addition of the 2016 JAG grant award for the Police Department.

In the LTGO Debt Service fund additional budget to record the transactions associated with the refunding of the 2007A bond issue.

In the LID71 fund additional budget authority for the higher than budgeted call on outstanding bonds.

In the Street Construction fund budget authority for the Grove Street Pedestrian & Bike Lane, Marshall Elementary Safe Route and Sunnyside Safe Routes projects. In addition, budget authority for property purchases associated with the State Ave 100<sup>th</sup> to 116<sup>th</sup> project and the First Street bypass project.

In the Park Construction fund budget authority for a property purchase associated with the Centennial Trail.

In the Waterworks Utility Construction fund budget authority for the WWTP Biosolid Removal and a property purchase.

In the Golf Course fund budget authority for increased utility costs, cart lease payment, repairs on the Christmas train, insurance expenses, cost of goods sold associated with increased merchandise sales, storm damage repairs and salary and benefit costs.

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| <b>RECOMMENDED ACTION:</b>   |
| Staff recommends the Council consider approval of the recommended ordinance amending the 2015-2016 (2016 portion) biennial budget and providing for the increase of certain expenditure items as budgeted for in Ordinance 2972. |

CITY OF MARYSVILLE  
Marysville, Washington

ORDINANCE NO. \_\_\_\_\_

AN ORDINANCE OF THE CITY OF MARYSVILLE AMENDING THE  
2015-2016 (2016 PORTION) BIENNIAL BUDGET AND PROVIDING  
FOR THE INCREASE OF CERTAIN EXPENDITURE ITEMS AS  
BUDGETED FOR IN ORDINANCE NO. 2972.

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

Section 1. Since the adoption of the 2015-2016 budget by the City Council on November 10, 2014, 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 in the 2016 budget. The following funds as referenced in Ordinance No. 2972 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 | \$ 6,635,135   | \$ 6,635,135   | \$ -                |
| General Fund                    | 001      | Revenue                | 46,056,586     | 46,069,542     | 12,956              |
| General Fund                    | 001      | Expenditures           | 46,524,201     | 46,537,157     | 12,956              |
| General Fund                    | 001      | Ending Fund Balance    | 6,167,520      | 6,167,520      | -                   |
| LTGO Debt Service               | 206      | Beginning Fund Balance | 23,714         | 23,714         | -                   |
| LTGO Debt Service               | 206      | Revenue                | 2,290,089      | 7,518,501      | 5,228,412           |
| LTGO Debt Service               | 206      | Expenditures           | 2,291,589      | 7,520,001      | 5,228,412           |
| LTGO Debt Service               | 206      | Ending Fund Balance    | 22,214         | 22,214         | -                   |
| LID71                           | 271      | Beginning Fund Balance | 53,018         | 106,064        | 53,046              |
| LID71                           | 271      | Revenue                | 1,000,000      | 1,000,000      | -                   |
| LID71                           | 271      | Expenditures           | 1,005,300      | 1,058,346      | 53,046              |
| LID71                           | 271      | Ending Fund Balance    | 47,718         | 47,718         | -                   |
| Street Construction             | 305      | Beginning Fund Balance | 38,348         | 1,198,762      | 1,160,414           |
| Street Construction             | 305      | Revenue                | 4,154,104      | 4,554,104      | 400,000             |
| Street Construction             | 305      | Expenditures           | 2,810,768      | 4,761,734      | 1,950,966           |
| Street Construction             | 305      | Ending Fund Balance    | 1,381,684      | 991,132        | (390,552)           |
| Park Construction               | 310      | Beginning Fund Balance | 324,727        | 324,727        | -                   |
| Park Construction               | 310      | Revenue                | 657,870        | 875,454        | 217,584             |
| Park Construction               | 310      | Expenditures           | 764,275        | 981,859        | 217,584             |
| Park Construction               | 310      | Ending Fund Balance    | 218,322        | 218,322        | -                   |
| Waterworks Utility Construction | 402      | Beginning Fund Balance | 5,203,703      | 7,068,232      | 1,864,529           |
| Waterworks Utility Construction | 402      | Revenue                | 3,510,000      | 4,770,191      | 1,260,191           |
| Waterworks Utility Construction | 402      | Expenditures           | 8,301,436      | 11,508,324     | 3,206,888           |
| Waterworks Utility Construction | 402      | Ending Fund Balance    | 412,267        | 330,099        | (82,168)            |
| Golf Course                     | 420      | Beginning Fund Balance | -              | -              | -                   |
| Golf Course                     | 420      | Revenue                | 1,278,551      | 1,400,905      | 122,354             |
| Golf Course                     | 420      | Expenditures           | 1,278,551      | 1,400,905      | 122,354             |
| Golf Course                     | 420      | Ending Fund Balance    | -              | -              | -                   |

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. 2972 shall remain in full force and effect, unchanged.

PASSED by the City Council and APPROVED by the Mayor this \_\_\_\_\_ day of \_\_\_\_\_, 2016.

CITY OF MARYSVILLE

By \_\_\_\_\_  
MAYOR

ATTEST:

By \_\_\_\_\_  
DEPUTY CITY CLERK

Approved as to form:

By \_\_\_\_\_  
CITY ATTORNEY

Date of Publication: \_\_\_\_\_

Effective Date (5 days after publication): \_\_\_\_\_

**EXHIBIT A – 2016  
Amendment Account Detail**

| Description   | Beg Fund<br>Balance/<br>Revenue Adj | Appropriation<br>Adjustment | Ending Fund<br>Balance<br>Adjustment |
|---|-------------------------------------|-----------------------------|--------------------------------------|
| <b>General Fund</b>   |                                     |                             |                                      |
| Police - 2016 JAG Grant   | 12,956                              | 12,956                      | -                                    |
| <b>Total General Fund</b>   | <b>12,956</b>                       | <b>12,956</b>               | <b>-</b>                             |
| <b>LTGO Debt Service - Fund 206</b>                                   |                                     |                             |                                      |
| To record the transactions for refunding of the 2007A LTGO bond issue | 5,228,412                           | 5,228,412                   | -                                    |
| <b>Total LTGO Debt Service</b>  | <b>5,228,412</b>                    | <b>5,228,412</b>            | <b>-</b>                             |
| <b>LID71 - Fund 271</b>   |                                     |                             |                                      |
| Bond call exceeded original budget                                    | 53,046                              | 53,046                      | -                                    |
| <b>Total LID71</b>  | <b>53,046</b>                       | <b>53,046</b>               | <b>-</b>                             |
| <b>Street Construction - Fund 305</b>                                 |                                     |                             |                                      |
| Grove Street Pedestrian & Bike Lane                                   | -                                   | 508,654                     | (508,654)                            |
| Marshall Elementary Safe Route  | -                                   | 100,000                     | (100,000)                            |
| Sunnyside Safe Routes   | -                                   | 200,000                     | (200,000)                            |
| First Street Bypass property purchases                                | -                                   | 661,045                     | (661,045)                            |
| Property Purchase on State Ave 100th to 116th project                 | -                                   | 481,267                     | (481,267)                            |
| Adjustment to beginning cash balance                                  | 1,160,414                           | -                           | 1,160,414                            |
| Grant awards  | 400,000                             | -                           | 400,000                              |
| <b>Total Street Construction</b>                                      | <b>1,560,414</b>                    | <b>1,950,966</b>            | <b>(390,552)</b>                     |
| <b>Parks Construction - Fund 310</b>                                  |                                     |                             |                                      |
| Centennial Trail property purchase                                    | 217,584                             | 217,584                     | -                                    |
| <b>Total Parks Construction</b>                                       | <b>217,584</b>                      | <b>217,584</b>              | <b>-</b>                             |
| <b>Waterworks Utility Construction - Fund 402</b>                     |                                     |                             |                                      |
| WWTP Biosolid Removal   | -                                   | 2,206,888                   | (2,206,888)                          |
| Property Purchase   | -                                   | 1,000,000                   | (1,000,000)                          |
| Surface Water Pond Recovery   | 470,412                             | -                           | 470,412                              |
| Capital Improvement Fees & City Recovery                              | 789,779                             | -                           | 789,779                              |
| Adjust beginning fund balance to actual                               | 1,864,529                           | -                           | 1,864,529                            |
| <b>Total Waterworks Utility Construction</b>                          | <b>3,124,720</b>                    | <b>3,206,888</b>            | <b>(82,168)</b>                      |
| <b>Golf Course - Fund 420</b>   |                                     |                             |                                      |
| Golf Course utilities   | -                                   | 48,550                      | (48,550)                             |
| Rental equipment - cart leases  | -                                   | 23,770                      | (23,770)                             |
| WCIA annual insurance payment   | -                                   | 1,629                       | (1,629)                              |
| Christmas train repairs   | -                                   | 4,200                       | (4,200)                              |
| Cost of goods sold associated with merchandise purchases and sales    | -                                   | 26,348                      | (26,348)                             |
| Salary & Benefits running higher than budgeted                        | -                                   | 14,857                      | (14,857)                             |
| November 2015 storm damage repairs                                    | 3,000                               | 3,000                       | -                                    |
| Green Fees  | 94,437                              | -                           | 94,437                               |
| Motorized Carts   | 5,629                               | -                           | 5,629                                |
| Sale of Merchandise   | 15,088                              | -                           | 15,088                               |
| Operating Transfer  | 4,200                               | -                           | 4,200                                |
| <b>Total Golf Course</b>  | <b>122,354</b>                      | <b>122,354</b>              | <b>-</b>                             |
| <b>GRAND TOTAL</b>  | <b>10,266,440</b>                   | <b>10,739,160</b>           | <b>(472,720)</b>                     |