COUNCIL MEETING DATE: December 2, 2014 **ITEM #:** 7b

CITY OF FEDERAL WAY
CITY COUNCIL
AGENDA BILL

SUBJECT: ORDINANCE: 2015/2016 BIENNIAL BUDGET

POLICY QUESTION: Should the City Council adopt the 2015/2016 Budget based upon the Mayor's Proposed Budget?

COMMITTEE: N/A **MEETING DATE:** N/A

CATEGORY:

- ☐ **Consent**
- ☒ **Ordinance**
- ☐ **Public Hearing**
- ☐ **City Council Business**
- ☐ **Resolution**
- ☐ **Other**

STAFF REPORT BY: Ade' Ariwoola **DEPT:** Finance

Attachments: 2015/2016 Budget Ordinance and Exhibit A

Summary/Background: The Mayor submitted the City's proposed 2015/2016 Budget to the City Council for consideration on October 7, 2014. The City Council held sessions on October 15th and 29th, and November 4th and 18th, to review and deliberate on the proposed budget. Formal public hearings were held on November 4th and 18th to allow for citizen comment on the Mayor's Proposed Budget.

Options Considered:

1. Approve the 2015/2016 Biennial Budget as amended.
2. Deny approval of the 2015/2016 Biennial Budget and provide direction to staff.

MAYOR'S RECOMMENDATION: Option 1

MAYOR APPROVAL: 11/14/14 (Committee Initial/Date) 11/14/14 (Council Initial/Date) **DIRECTOR APPROVAL:** (Initial/Date)

CHIEF OF STAFF: 11/13/2014 (Committee Initial/Date) 11/13/2014 (Council Initial/Date)

COMMITTEE RECOMMENDATION: *N/A*

Committee Chair	Committee Member	Committee Member

PROPOSED COUNCIL MOTION(S):

1ST READING OF ORDINANCE (NOVEMBER 18, 2014): *I move to forward the proposed ordinance to a second reading and enactment on the December 2, 2014 Council meeting.*

2ND READING OF ORDINANCE (DECEMBER 2, 2014): *"I move approval of the proposed ordinance."*

(BELOW TO BE COMPLETED BY CITY CLERKS OFFICE)

COUNCIL ACTION:

- ☐ **APPROVED**
- ☐ **DENIED**
- ☐ **TABLED/DEFERRED/NO ACTION**
- ☐ **MOVED TO SECOND READING** *(ordinances only)*

REVISED – 08/12/2010

COUNCIL BILL # #660
1ST reading 11-18-14
Enactment reading
ORDINANCE #
RESOLUTION #

ORDINANCE NO. _____

AN ORDINANCE of the City of Federal Way, Washington, relating to budgets and finance, adopting the 2015-2016 Biennial Budget.

WHEREAS, the tax estimates and budget for the City of Federal Way, Washington, for the 2015-2016 fiscal biennium have been prepared and filed on October 7, 2014 as provided by Titles 35A.34 and 84.55 of the Revised Code of Washington; and

WHEREAS, the budget was printed for distribution and notice published in the official paper of the City of Federal Way setting the time and place for hearing on the budget and said notice stating copies of the budget can be obtained on-line and at the Office of the City Clerk; and

WHEREAS, the City Council of the City of Federal Way having held public hearings on November 4 and November 18, 2014, and having considered the public testimony presented;

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

Section 1. 2015-16 Biennial Budget. That the budget for the 2015-2016 biennium is hereby adopted in the amounts and for the purposes as shown on the attached Exhibit A ("2015-2016 Proposed Budgets").

Section 2. Administration. The Mayor shall administer the Biennial Budget and in doing so may authorize adjustments to the extent that they are consistent with the budget approved herein.

Section 3. Severability. Should any section, subsection, paragraph, sentence, clause, or phrase of this chapter, or its application to any person or situation, be declared unconstitutional or invalid for any reason, such decision shall not affect the validity of the remaining portions of

this chapter or its application to any other person or situation. The City Council of the City of Federal Way hereby declares that it would have adopted this chapter and each section, subsection, sentence, clauses, phrase, or portion thereof, irrespective of the fact that any one or more sections, subsections, sentences, clauses, phrases, or portions be declared invalid or unconstitutional.

Section 4. Corrections. The City Clerk and the codifiers of this ordinance are authorized to make necessary corrections to this ordinance including, but not limited to, the correction of scrivener/clerical errors, references, ordinance numbering, section/subsection numbers and any references thereto.

Section 5. Ratification. Any act consistent with the authority and prior to the effective date of this ordinance is hereby ratified and affirmed.

Section 6. Effective Date. This ordinance shall be effective January 1, 2015.

PASSED by the City Council of the City of Federal Way this _____ day of December, 2014.

CITY OF FEDERAL WAY

_____
MAYOR, JIM FERRELL

ATTEST:

_____
CITY CLERK, STEPHANIE COURTNEY, CMC

APPROVED AS TO FORM:

_____
CITY ATTORNEY, AMY JO PEARSALL

FILED WITH THE CITY CLERK: _____
PASSED BY THE CITY COUNCIL: _____
PUBLISHED: _____
EFFECTIVE DATE: _____
ORDINANCE NO.: _____

EXHIBIT A

2015-2016 Adopted Budget

Fund	2015 Beginning Fund Balance	2015 Revenue	2015 Expenditure	2016 Beginning Fund Balance	2016 Revenue	2016 Expenditure	Ending Fund Balance
General Fund	$ 12,194,685	$ 41,528,586	$ 42,385,070	$ 11,338,201	$ 42,709,838	$ 45,041,340	$ 9,006,700
Special Revenue Funds:							
Street	650,000	3,915,336	4,065,336	500,000	3,990,944	3,990,944	500,000
Arterial Street	100,000	1,515,500	1,515,500	100,000	1,515,500	1,515,500	100,000
Utility Tax	2,518,148	9,814,966	10,296,533	2,036,581	9,814,966	10,351,547	1,500,000
Solid Waste/Recycling	183,883	474,717	470,101	188,499	476,717	489,980	175,236
Special Contract/Studies	-	-	-	-	-	-	-
Hotel/Motel Lodging Tax	245,300	200,300	200,300	245,300	200,300	200,300	245,300
2% for Arts	-	-	-	-	-	-	-
Community Center	1,636,738	2,198,500	2,288,724	1,546,515	2,198,500	2,199,112	1,545,903
Traffic Safety Fund	2,492,758	2,123,643	2,123,643	2,492,758	2,169,882	2,169,882	2,492,758
Real Estate Excise Tax	3,286,857	1,900,000	2,723,773	2,463,084	1,900,000	2,725,123	1,637,961
Utility Tax Proposition 1	1,002,600	2,868,824	2,841,965	1,029,459	2,868,824	2,898,284	1,000,000
Community Development I	40,715	1,237,072	1,237,072	40,715	1,237,103	1,237,103	40,715
Paths and Trails	14,439	164,000	-	178,439	169,000	-	347,439
Strategic Reserve	3,000,000	-	-	3,000,000	-	-	3,000,000
Debt Service Fund	39,443	1,838,813	1,039,573	838,683	1,721,538	1,721,538	838,683
Capital Project Funds:							
Downtown Redevelopmen	25,459	-	-	25,459	-	-	25,459
Municipal Facilities	255	-	-	255	-	-	255
Parks	993,081	300,000	1,000,000	293,081	300,000	300,000	293,081
Surface Water Managemer	611,326	3,123,000	3,123,400	610,926	2,110,000	2,110,400	610,526
Transportation	424,675	12,810,000	8,470,000	4,764,675	12,733,000	14,585,000	2,912,675
Capital Project Reserve	480,000	-	-	480,000	-	-	480,000
Performing Arts and Confe	8,340,000	-	8,340,000	-	-	-	-
Enterprise Fund:							
Surface Water Managemer	3,968,141	3,850,768	5,254,931	2,563,978	3,930,768	5,597,727	897,019
Dumas Bay Centre	302,859	751,251	1,012,071	42,040	751,251	719,827	73,464
Internal Service Funds:							
Risk Management	1,949,464	924,443	924,443	1,949,464	924,443	924,443	1,949,464
Information Technology	3,719,348	1,973,706	1,952,457	3,740,597	1,980,780	2,490,246	3,231,131
Mail & Duplication	216,054	128,482	145,001	199,535	128,482	111,369	216,648
Fleet & Equipment	6,456,498	2,187,598	3,081,275	5,562,821	2,017,798	1,824,075	5,756,545
Buildings & Furnishings	1,827,872	524,414	398,354	1,953,932	525,840	399,817	2,079,954
Health Insurance	1,960,179	4,205,220	2,614,999	3,550,400	4,205,220	2,614,999	5,140,621
Unemployment Insurance	1,685,026	224,825	224,825	1,685,026	224,825	224,825	1,685,026
Grand Total All Funds	***$ 60,365,804***	***$ 100,783,964***	***$ 107,729,344***	***$ 53,420,425***	***$ 100,805,519***	***$ 106,443,381***	***$ 47,782,563***