

CITY OF BURIEN, WASHINGTON

ORDINANCE NO. 558

AN ORDINANCE OF THE CITY OF BURIEN, WASHINGTON, AMENDING THE 2011-2012 BIENNIAL BUDGET OF THE CITY OF BURIEN, WASHINGTON TO ADJUST REVENUES AND APPROPRIATE EXPENDITURES TO THE CITY FUNDS FOR 2011 AND 2012

WHEREAS, the City of Burien adopted the 2011-2012 Biennial Budget by Ordinance No. 547; and

WHEREAS, on August 1, 2011, the City of Burien adopted Ordinance No. 553 providing for the issuance of a long term general obligation bonds; and

WHEREAS, the City of Burien will receive additional revenue and incur additional debt service expense associated with these bonds.

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

Section 1. The 2011-2012 Adopted Budget for the City of Burien for the period January 1, 2011 through December 31, 2012 is hereby amended as shown in Exhibit A and B.

Section 2. Severability. Should any section, paragraph, sentence, clause or phrase of this Ordinance, or its application to any person or circumstance, be declared unconstitutional or otherwise invalid for any reason, or should any portion of this Ordinance be pre-empted by state or federal law or regulation, such decision or pre-emption shall not affect the validity of the remaining portions of this Ordinance or its application to other persons or circumstances.

Section 3. Effective Date. This ordinance shall be published in the official newspaper of the City, and shall take effect and be in full force five (5) days after the date of publication.

ADOPTED BY THE CITY COUNCIL AT A REGULAR MEETING THEREOF ON THE 28TH DAY OF NOVEMBER, 2011, AND SIGNED IN AUTHENTICATION OF ITS PASSAGE THIS 28TH DAY OF NOVEMBER, 2011.

CITY OF BURIEN
/s/ Joan McGilton, Mayor

ATTEST/AUTHENTICATED:
/s/ Monica Lusk, City Clerk

Approved as to form:
/s/ Craig D. Knutson, City Attorney

Filed with the City Clerk: November 28, 2011
Passed by the City Council: November 28, 2011
Ordinance No. 558
Date of Publication: December 1, 2011

Exhibit A

The following exhibit illustrates the revised revenue and expenditure totals for all funds and brings current the totals for each fund previously reported in Ordinance No. 547:

City of Burien				
2011-12 Revised Budget - All Funds				
Operating Funds - Resources	Beginning Fund Balance	Revenues	Transfers In	Total Resources
General	\$ 3,418,177	\$ 41,050,599	\$ 314,000	\$ 44,782,776
Street	452,143	3,061,275	-	3,513,418
Surface Water Management	266,381	4,905,000	-	5,171,381
Public Works Reserve	408,620	1,285,000	-	1,693,620
Equipment Reserve	297,851	-	450,000	747,851
Art in Public Places	52,341	400	10,000	62,741
Capital Projects Reserve	790,882	1,872,441	-	2,663,323
Transportation Benefit District	-	577,700	-	577,700
Debt Service	13,686	566,328	4,405,700	4,985,714
LID Reserve	165,000	-	-	165,000
Capital Project Funds - Resources	Beginning Fund Balance	Changes to Revenues	Transfers In	Total Resources
Town Square Capital Projects	10,298	-	22,120	32,418
Parks and General Government Capital Projects	740,080	7,241,482	100,000	8,081,562
Transportation Capital Projects	3,607,015	15,736,887	1,503,855	20,847,757
Surface Water Management Capital Projects	680,308	-	1,600,000	2,280,308
Total Resources	\$ 10,902,782	\$ 76,297,112	\$ 8,405,675	\$ 95,605,569
Operating Funds - Uses	Expenditures	Transfers Out	Ending Fund Balance	Total Uses
General	\$ 41,081,873	\$ 545,000	\$ 3,155,903	\$ 44,782,776
Street	3,042,398	447,000	24,020	3,513,418
Surface Water Management	3,177,416	1,857,000	136,965	5,171,381
Public Works Reserve	-	1,612,000	81,620	1,693,620
Equipment Reserve	400,000	-	347,851	747,851
Art in Public Places	14,000	-	48,741	62,741
Capital Projects Reserve	-	1,953,120	710,203	2,663,323
Transportation Benefit District	-	577,700	-	577,700
Debt Service	4,905,768	-	79,946	4,985,714
LID Reserve	-	-	165,000	165,000
Capital Project Funds - Uses	Expenditures	Transfers Out	Ending Fund Balance	Total Uses
Town Square Capital Projects	32,418	-	-	32,418
Parks and General Government Capital Projects	7,840,290	10,000	231,272	8,081,562
Transportation Capital Projects	19,173,803	-	1,673,954	20,847,757
Surface Water Management Capital Projects	790,000	1,403,855	86,453	2,280,308
Total Uses	\$ 80,457,966	\$ 8,405,675	\$ 6,741,928	\$ 95,605,569

Exhibit B

The following illustrates the changes made in each fund, not the totals per fund.

City of Burien				
Changes to the 2011-2012 Budget -- All Funds				
Operating Funds - Resources	Changes to Beginning Fund Balance	Changes to Revenues	Changes to Transfers In	Changes to Total Resources
General	\$ 879,017	\$ (335,292)	\$ -	\$ 543,725
Street	(871,440)	(78,725)	-	(950,165)
Surface Water Management	97,858	32,000	-	129,858
Public Works Reserve	297,929	(250,000)	-	47,929
Equipment Reserve	22,112	-	(100,000)	(77,888)
Art in Public Places	(228)	-	-	(228)
Capital Projects Reserve	(385,622)	(553,338)	-	(938,960)
Transportation Benefit District	-	-	-	-
Debt Service	(53,434)	238,000	782,000	966,566
LID Reserve	-	-	-	-
Capital Project Funds - Resources	Changes to Beginning Fund Balance	Changes to Revenues	Changes to Transfers In	Changes to Total Resources
Town Square Capital Projects	10,298	-	22,120	32,418
Parks and General Government Capital Projects	(434,550)	325,482	100,000	(9,068)
Transportation Capital Projects	(1,872,638)	2,650,671	(187,145)	590,888
Surface Water Management Capital Projects	(1,167,466)	-	200,000	(967,466)
Total Resources	\$ (3,478,164)	\$ 2,028,798	\$ 816,975	\$ (632,391)
Operating Funds - Uses	Changes to Expenditures	Changes to Transfers Out	Changes to Ending Fund Balance	Changes to Total Uses
General	\$ 889,263	\$ -	\$ (345,538)	\$ 543,725
Street	(345,980)	(468,000)	(136,185)	(950,165)
Surface Water Management	(42,184)	200,000	(27,958)	129,858
Public Works Reserve	-	-	47,929	47,929
Equipment Reserve	-	-	(77,888)	(77,888)
Art In Public Places	-	-	(228)	(228)
Capital Projects Reserve	-	1,022,120	(1,961,080)	(938,960)
Transportation Benefit District	-	-	-	-
Debt Service	948,750	-	17,816	966,566
LID Reserve	-	-	-	-
Capital Project Funds - Uses	Changes to Expenditures	Changes to Transfers Out	Changes to Ending Fund Balance	Changes to Total Uses
Town Square Capital Projects	32,418	-	-	32,418
Parks and General Government Capital Projects	(117,710)	-	108,642	(9,068)
Transportation Capital Projects	(1,063,268)	-	1,654,156	590,888
Surface Water Management Capital Projects	(355,000)	62,855	(675,321)	(967,466)
Total Uses	\$ (53,711)	\$ 816,975	\$ (1,395,655)	\$ (632,391)

Exhibit C

Ordinance No. 558 amends the 2011-2012 Adopted Budget in the following funds:

GENERAL FUND 001

Beginning Fund Balance: An increase of \$879,017 was recognized when the books were closed for 2010.

Revenues: A net decrease of \$335,292. Due to a 9.23% decrease in the City's assessed valuation, property taxes are projected to be \$467,000 less than budgeted for 2012. This budget amendment reflects a policy change to allocate 90% of Property Taxes to the General Fund and 10% to the Capital Projects Reserve Fund. The net result is an \$86,000 increase in the General Fund. Other adjustments include an \$84,323 increase in Sales Taxes due to higher than anticipated Criminal Justice receipts. Utility Taxes have been adjusted downward by \$1,418,415. Of this amount, \$421,275 is Solid Waste Franchise Fees transferred to the Street Fund to maintain operations. The balance of \$997,140 is the result of less than anticipated receipts. As reported to Council earlier, the City is in the process of conducting a utility tax audit. Seattle City Light Intergovernmental revenues are also being audited, as those projections are \$300,000 less than anticipated in the adopted budget. Gambling Excise Tax reflects a \$50,000 increase and Permit revenue reflects a \$500,000 increase, primarily due to a couple of large construction projects and the new pet licensing program. Liquor Tax and Profits reflects an increase of \$180,000, primarily due to underestimating after annexation in 2010. Recreation Revenues have been increased by \$80,000 to reflect the current year activity. Revenues for the Red Light Camera Program, \$402,800 (after adjustments), are being transferred from the Street Fund to the General Fund as all of the ancillary expenses related to the program are recorded in the General Fund.

Expenditures: A net increase of \$889,263. This includes a reduction in employee salaries and benefits (\$211,287) and the King County Sheriff's Contract (\$200,000) for the 2010 reconciliation. Offsetting this decrease, the Red Light Camera expenditures have been adjusted and transferred from the Street Fund to the General Fund (\$428,800). There is a corresponding increase in revenues. Other expenditure adjustments include additional funds for litigation attorney fees (\$125,000); South Correctional Entity (SCORE) jail startup expenses (\$216,750); miscellaneous annexation costs (\$100,000); an increase in District Court costs due to the change made in the split of court revenues in 2010 and 2011 (\$356,000); and other miscellaneous services such as the newsletter, voter registration, utilities and miscellaneous professional services (\$74,000).

Ending Fund Balance: A decrease of \$345,538 reflects the net changes of the adjustments noted above.

STREET FUND 101

Beginning Fund Balance: The beginning Fund Balance was \$871,440 lower than projected during the 2011-12 budget process.

Revenues: A net decrease of \$78,725. This decrease is attributed to moving the Red Light Camera revenue to the General Fund (\$500,000) because all of the ancillary expenses related to the program are recorded in the General Fund. In addition, \$421,275 in Solid Waste Franchise Fees were moved from the General Fund to the Street Fund to maintain operations.

Expenditures: A net decrease of \$345,980. This decrease is the result of reducing expenditures for salaries and benefits (\$45,980); moving the Red Light Camera program from the Street Fund to the General Fund (\$360,000); reducing non-county street maintenance (\$85,000); neighborhood traffic control/calming expenses (\$20,000); miscellaneous professional services (\$45,000) and janitorial services (\$24,000). These reductions are offset by increases in fuel and small tools/equipment (\$68,000); repairs and maintenance (\$60,000); operating rentals and leases (\$28,000); King County services (\$25,000); and capital equipment needed for the new crews (\$53,000).

Transfers Out: A decrease of \$468,000. This decrease is the result of eliminating the transfer to the Equipment Reserve Fund (\$100,000); eliminating the contribution to the Transportation CIP Fund (\$50,000); and eliminating the 2012 transfer to the Debt Service Fund (\$318,000).

Ending Fund Balance: A decrease of \$136,185 reflects the net changes of the adjustments noted above.

SURFACE WATER MANAGEMENT FUND 104

Beginning Fund Balance: An increase of \$97,858 was recognized when the books were closed for 2010.

Revenues: An increase of \$32,000. This is an inflationary increase for SWM Fees.

Expenditures: A decrease of \$42,184. This decrease is attributed to reducing expenditures for salaries and benefits (30,684), professional services (\$120,500) and janitorial services (\$24,000). These reductions are offset by increases in fuel (\$58,000) and King County services (\$75,000).

Transfers Out: An increase of \$200,000 to the Surface Water Management CIP Fund.

Ending Fund Balance: A decrease of \$27,958 reflects the net changes of the adjustments noted above.

PUBLIC WORKS RESERVE FUND 106

Beginning Fund Balance: An increase of \$297,929 was recognized when the books were closed for 2010.

Revenues: A decrease of \$250,000. This decrease is attributed to real estate excise tax revenue being lower than anticipated when the budget was prepared.

Transfers Out: A net increase of \$0. Although the net change is \$0, there are two adjustments included. The transfer to the Debt Service Fund was increased by \$300,000 to fund half of the 2012 debt service for 2010 overlay bond issue. This transfer is offset by eliminating the transfer to the Transportation CIP Fund (\$300,000).

Ending Fund Balance: An increase of \$47,929 reflects the net changes of the adjustments noted above.

EQUIPMENT RESERVE FUND 107

Beginning Fund Balance: An increase of \$22,112 was recognized when the books were closed for 2010.

Transfers In: A decrease of \$100,000 is due to the elimination of the Street Fund transfer.

Ending Fund Balance: A decrease of \$77,888 reflects the net changes of the adjustments noted above.

CAPITAL PROJECTS RESERVE FUND 115

Beginning Fund Balance: The Beginning Fund Balance was \$385,622 lower than anticipated when the 2011-12 Adopted Budget was prepared.

Revenue: A decrease of \$553,338 is due to a 9.23% decrease in assessed valuation. This budget amendment reflects a policy change to allocate 90% of Property Taxes to the General Fund and 10% to the Capital Projects Reserve Fund. The decrease of \$553,338 is the result of lowering the allocation to the Capital Projects Reserve Fund from 20% to 10%.

Transfers Out: An increase of \$1,022,120 is the result of transferring an additional \$800,000 to the Debt Service Fund to fund the debt service for the bonds issued in 2011; an additional \$22,120 to the Town Square CIP Fund for expenses to close out the project; an additional \$100,000 to the Parks and General Government CIP Fund for some additional office space in City Hall; and an additional \$100,000 to the Transportation CIP Fund for the Sylvester Road Bridge project.

Ending Fund Balance: A decrease of \$1,961,080 reflects the net changes of the adjustments noted above.

ART IN PUBLIC PLACES FUND 113

Beginning Fund Balance: A decrease of \$228 was recognized when the books were closed for 2010.

Ending Fund Balance: A decrease of \$228 reflects the net changes of the adjustment noted above.

DEBT SERVICE FUND 201

Beginning Fund Balance: A decrease of \$53,434 was recognized when the books were closed for 2010.

Revenues: An increase of \$238,000 reflects the subsidy from the federal government for the interest expense on 2010 overlay bond issue (Build Across America Bond Program). In the original budget, the subsidy was netted against the debt service expenditures. There is a corresponding increase in the expenditure budget.

Transfers In: An increase of \$782,000. This is the net result of eliminating the transfer from the Street Fund (\$318,000); increasing the transfer from the Public Works Reserve Fund (\$300,000); and increasing the transfer from the Capital Projects Reserve Fund (\$800,000) to fund the debt service for the bonds issued in 2011 and cover the reduction in the beginning fund balance.

Expenditures: An increase of \$948,750 reflects the addition of the debt service for the 2011 bond issue (\$710,750) and an increase in the interest expense budget (\$238,000) for the amount subsidized by the federal government for the 2010 overlay bonds. This amount is offset by an increase in the revenue budget.

Ending Fund Balance: An increase of \$17,816 reflects the net changes of the adjustments noted above.

TOWN SQUARE CAPITAL PROJECT FUND 314

Beginning Fund Balance: An increase of \$10,298 was recognized when the books were closed for 2010.

Transfers In: An increase of \$22,120 from the Capital Projects Reserve Fund for project closeout expenditures.

Expenditures: An increase of \$32,418 for costs incurred to close out the project.

PARKS & GENERAL GOVERNMENT CAPITAL PROJECT FUND 317

Beginning Fund Balance: A decrease of \$434,550 was recognized when the books were closed for 2010.

Revenue: An increase of \$325,482 reflects the addition of CDBG funding for the Community Center Roof Replacement project (\$154,000) and additional funding from the Army Corps of Engineers and other grants for the Seahurst Park project (\$302,007). These increases are offset by the elimination of County grant funding for miscellaneous parks projects (\$120,000); a reduction in Parks Levy funding (\$10,000) and a slight reduction in CDBG funding for Puget Sound Park (\$525).

Transfers In: An increase of \$100,000 reflects a transfer from the Capital Projects Reserve Fund to add some additional office space in City Hall.

Expenditures: A decrease of \$117,710. This decrease reflects a reduction in costs for the Seahurst Park project (\$208,061) and a reduction in miscellaneous park facility restoration projects (\$170,000). These reductions are offset by the addition of the Burien Community Center Roof Replacement Project (\$160,351) and remodeling to add offices in City Hall (\$100,000).

Ending Fund Balance: An increase of \$108,642 reflects the net changes of the adjustments noted above.

TRANSPORTATION CAPITAL PROJECT FUND 318

Beginning Fund Balance: The Beginning Fund Balance was \$1,872,638 lower than projected during the 2011-12 budget process.

Revenue: An increase of \$2,650,671. This increase is the result of recognizing the 2011 bond proceeds (\$6,864,953) to fund the 1st Avenue South Phase I Project and settlement costs. Funding for the 1st Avenue South Phase II project has been adjusted to reflect current construction estimates: increase in State TIB funding (\$702,700) and a decrease in utility conversion costs (\$3,343,589). Grant funding for the S/SW 136th Street Sidewalk Improvements (\$1,006,500) and 8th Avenue South Safe Routes to Schools (\$425,000) is not available and has been eliminated. Funding for the King County Intelligent Traffic System was adjusted downward by

\$324,465 to reflect the actual agreement with King County. Other miscellaneous grant revenues and impact fees were increased by \$182,572.

Transfers In: A decrease of \$187,145. Transfers from the Street Fund (\$50,000) and Public Works Reserve Fund (\$300,000) were eliminated. Those reductions were offset by the addition of a transfer from the Capital Projects Reserve Fund for the Sylvester Road Bridge project (\$100,000) and an increase in the transfer from the Surface Water Management Capital Project Fund for various projects (\$62,855).

Expenditures: A decrease of \$1,063,268. Included in this adjustment is reduced funding for 1st Avenue South Phase II (\$1,682,774) to reflect current construction estimates and reduced funding for Intelligent Traffic System to reflect the actual agreement with King County (\$296,220). Offsetting these reductions is the addition of two new projects approved by Council earlier in the year: 1st Avenue South Phase I completion (\$1,212,267) and the Sylvester Road Bridge (\$100,000). Funds have been added to the following project budgets: Hazel Valley Elementary Sidewalk (\$261,045), Street Overlay (\$2,277,913), Transportation Master Plan (\$25,000); Ambaum Pedestrian Safety (\$64,572) and NERA (\$500). Three projects have been reclassified as unfunded: 4th Avenue SW/SW 148th Street Intersection (\$1,252,071), 8th Avenue Safe Routes to Schools (\$625,000), and S/SW 136th Sidewalk Improvement Project (\$1,148,500).

Ending Fund Balance: An increase of \$1,654,156 reflects the net changes of the adjustments noted above.

SURFACE WATER MANAGEMENT CAPITAL PROJECT FUND 319

Beginning Fund Balance: The Beginning Fund Balance was \$1,167,466 lower than projected during the 2011-12 budget process.

Transfers In: An increase of \$200,000 reflects additional funding from the Surface Water Management Fund.

Expenditures: A decrease of \$355,000 is attributed to the shifting of the 8th to 9th Avenue SW project to the Hazel Valley Sidewalk project (Transportation Capital Project Fund); the elimination of the 22nd Avenue Drainage Systems Improvement Projects (\$200,000); and a reduction in funding for Residential Drainage Improvements (\$170,000). These reductions are offset by an increase of \$15,000 for the Drainage Master Plan.

Transfers Out: An increase of \$62,855 to the Transportation Capital Project Fund.

Ending Fund Balance: A reduction of \$675,321 reflects the net changes of the adjustments noted above.