

CITY OF BURIEN, WASHINGTON

ORDINANCE NO. 644

AN ORDINANCE OF THE CITY OF BURIEN, WASHINGTON, AMENDING THE 2015-2016 BIENNIAL BUDGET OF THE CITY OF BURIEN, WASHINGTON TO RECOGNIZE REVENUE FOR THE SALE OF THE NORTH EAST REDEVELOPMENT AREA (NERA) PROPERTY AND APPROPRIATE EXPENDITURES TO REPAY THE 2013 LINE OF CREDIT

WHEREAS, the City of Burien adopted the 2015-2016 Biennial Budget by Ordinance No. 618; and

WHEREAS, the City amended Ordinance No. 618 by adopting Ordinance No. 628; and

WHEREAS, in 2013 and 2014, the City purchased two parcels of land in the Northeast Redevelopment Area (NERA) for the purpose of resale and redevelopment; and

WHEREAS, in 2013, the City issued a Limited Tax General Obligation Bond in the form of a line of credit from Key Bank in the amount of \$3.6 million to purchase the NERA property; and

WHEREAS, the City recently sold the NERA property and received net proceeds in the amount of \$4,266,062, deposited into the General Fund; and

WHEREAS, the City will transfer most of the proceeds from the sale of the NERA property to the Debt Service Fund to repay the \$3,538,562 balance on the line of credit plus interest expense estimated not to exceed \$75,000; and

WHEREAS, the balance of the sale proceeds will reimburse the General Fund for interest and other expenses incurred to prepare the property for resale and redevelopment; and

WHEREAS, the attached budget ordinance recognizes the revenue from the property sale and increases the expenditures to repay the line of credit principal and interest; and

WHEREAS, the amounts in the attached budget ordinance have been rounded up to the nearest \$25,000; and

WHEREAS, staff recommends the 2015-2016 Revised Biennial Budget be amended to reflect this additional revenue and increased expenditures to repay the Line of Credit and accrued interest in full.

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

Section 1. The revenues and expenditures for the General Fund and Debt Service Fund are hereby amended as follows:

The following table shows the changes to the 2016 Budget:

Operating Funds - Resources	Changes to Beginning Fund Balance	Changes to Revenues	Changes to Transfers In	Changes to Total Resources
General Fund	\$ -	\$ 4,275,000	\$ -	\$ 4,275,000
Debt Service Fund	-	-	3,625,000	3,625,000
Total Resources	\$ -	\$ 4,275,000	\$ 3,625,000	\$ 7,900,000

Operating Funds - Uses	Changes to Expenditures	Changes to Transfers Out	Changes to Ending Fund Balance	Changes to Total Uses
General Fund	\$ -	\$ 3,625,000	\$ 650,000	\$ 4,275,000
Debt Service Fund	3,625,000	-	-	3,625,000
Total Uses	\$ 3,625,000	\$ 3,625,000	\$ 650,000	\$ 7,900,000

The following table shows the amended 2016 Budget:

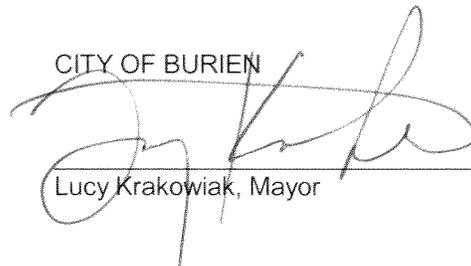
Operating Funds - Resources	Beginning Fund Balance	Revenues	Transfers In	Total Resources
General Fund	\$ 11,533,275	\$ 27,784,300	\$ 173,000	\$ 39,490,575
Debt Service Fund	48,870	242,000	6,165,000	6,455,870
Total Resources	\$ 11,582,145	\$ 28,026,300	\$ 6,338,000	\$ 45,946,445

Operating Funds - Uses	Expenditures	Transfers Out	Ending Fund Balance	Total Uses
General Fund	\$ 23,977,370	\$ 4,040,000	\$ 11,473,205	\$ 39,490,575
Debt Service Fund	6,393,980	-	61,890	6,455,870
Total Uses	\$ 30,371,350	\$ 4,040,000	\$ 11,535,095	\$ 45,946,445

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 ____ DAY OF _____, 2016, AND SIGNED IN AUTHENTICATION OF ITS PASSAGE THIS ____ DAY OF _____, 2016.

CITY OF BURIEN

 Lucy Krakowiak, Mayor

ATTEST/AUTHENTICATED:



Monica Lusk, City Clerk

Approved as to form:



Soojin Kim, City Attorney

Filed with the City Clerk: June 6, 2016

Passed by the City Council: June 6, 2016

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Date of Publication: June 9, 2016