ORDINANCE NO. 18-0533

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF EDGEOOOD, WASHINGTON, AMENDING THE BUDGET FOR THE 2018 FISCAL YEAR, PROVIDING UPDATES TO THE APPROVED GENERAL FUND BUDGET, SPECIFICALLY GENERAL FUND FEE REVENUE & LABOR/LAW ENFORCEMENT EXPENDITURES PROVIDING FOR SEVERABILITY AND ESTABLISHING AN EFFECTIVE DATE

WHEREAS, State law, Chapter 35A.33 RCW, requires the City of Edgewood adopt an annual budget and provides procedures for such; and

WHEREAS, the City of Edgewood established its 2018 Budget in Ordinance No. 17-0516; and

WHEREAS, the City Council desires to amend the 2018 Budget to reflect a large increase in fee revenue and the resulting need to increase labor and law enforcement expenditures to manage the increased city and law enforcement workloads which were anticipated for 2019, but seem prudent to act earlier; and

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

Section 1. Amending the 2018 Revenue Budget. The 2018 Revenue Budget approved with Ordinance 17-0516 is amended to increase forecast revenue of $1,245,357 by an additional $1,383,719 to a total current forecast of $2,629,076 (a 111% increase in revenue).

Section 2. Amending the 2018 General Fund Labor Expenditure Budget. The total 2018 Labor Budget with amendments BA No 1, 2 & 3 equal to $1,948,441 with BA No 4 an increase of an additional $191,379. This increase is due to Council’s recognition that the 2019 anticipated head count increase of 6.5 FTE’s would best be served by attempting to on-board 4.5 FTE’s as soon as possible in 2018, to better meet the workload needs the rapid increase in development revenue represents.

Section 3. Amending the 2018 General Fund Law Enforcement Expenditure Budget. The 2019 Law Enforcement Budget, as current budget considerations stand, will increase the FTE count by 4. One Office Assistant, One Sergeant and Two Patrol Officers. The Patrol Officers were to come later in the year with a contract increase for the Office Assistant and Sergeant coming on January 1st. With the exponential increase in development activity occurring at a rate greater than forecast and the increase in population as a result, the sustained revenue stream utilized to support law enforcement overhead has materialized sooner than expected. Council has determined it prudent to act in 2018 to on-board the Office Assistant and Sergeant as opposed to waiting for the new year.

Section 3. Direction to Staff: Staff is hereby authorized and instructed to make the necessary changes to the printed form of the 2018 Budget and Exhibit A Salary Schedule to reflect the above amendments and to make all necessary and appropriate line item entries and adjustments in order to reflect said amendments, attached as Exhibit C.
Section 5. Transmittal. The City Clerk is hereby authorized and directed to transmit a certified copy of this ordinance to the Association of Washington Cities, the Auditor of the State of Washington, and Municipal Research Services Center.

Section 6. 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 preempted by state or federal law or regulation, such decision or preemption shall not affect the validity of the remaining portions of this ordinance or its application to other persons or circumstances.

Section 7. Effective Date. A summary of this ordinance shall be published in the official newspaper of the City and this ordinance shall take effect and be in full force five (5) days after the date of publication.

Section 8. Approval. Pursuant to RCW 35A.33.120, the City Council finds that this Ordinance is in the best interest of the City and has approved this Ordinance by a majority plus one of all members of Council.


Mayor, Daryl Eldinger

Attest/Authenticated:

City Clerk, Rachel Pitzel, CMC

Approved As To Form:

City Attorney Carol Morris

Date of Publication:  October 25, 2018
Effective Date:  October 30, 2018
<table>
<thead>
<tr>
<th>Fund Name/Department</th>
<th>Fund Number</th>
<th>Original Budget</th>
<th>Original Line Item</th>
<th>Description of Request</th>
<th>Line Item Added</th>
<th>Line Item Deleted</th>
<th>Amended Budget</th>
<th>Fund Balance Impact</th>
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<tr>
<td>General Fund Revenue-Planning &amp; Inspection</td>
<td>001-058</td>
<td>$1,245,357.00</td>
<td>$1,245,357.00</td>
<td>increase One-time Revenue</td>
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<td>$2,629,076.00</td>
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<td>General Fund Labor Expenditures-Exhibit B</td>
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<td>Two Month Labor Increase</td>
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<td>General Fund Contract Law Enforcement</td>
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<td>$1,960,615.00</td>
<td>Two Month OA &amp; Sergeant</td>
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<td>$2,009,880.00</td>
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Total Fund Balance Impact to the 2018 Budget: -$240,644.00

This Budget Amendment will add $1,383,719.00 to the General Fund Revenue Budget and $240,644 to the General Fund Expenditure Budget.
EXHIBIT B

BUDGET AMENDMENT NO. 4

INCREASE IN RECOGNIZED REVENUE & LABOR/CONTRACT LAW ENFORCEMENT COSTS

Forecast 2018 Year Ending Revenue: With NO Fund Balances

Data as of August 28, 2018. Adjusted Model Forecast (Best Guess) is a manual manipulation (generally pushed down) of the Forecast Model Forecast.

<table>
<thead>
<tr>
<th>Account Number</th>
<th>Description</th>
<th>Budget 2018</th>
<th>Actual 2018</th>
<th>Forecast 2018 Y/E</th>
<th>Forecast Model Variance</th>
<th>Adjusted Model Forecast 2019</th>
<th>Adjusted Model Variance 2019</th>
<th>2019 Revenue Budget Draft (a)</th>
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<tr>
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</table>

2018 Original Budget $3,369,745 $1,245,357 $4,615,102

Actual Over Budget $1,741,907 $1,383,719 $2,364,706

Law Enforcement $49,265 $191,379 Staffing