

ORDINANCE NO. 1501

AN ORDINANCE OF THE CITY OF DES MOINES, WASHINGTON adopting the final budget for the City of Des Moines, Washington, for the fiscal year ending December 31, 2011, in summary form, ratifying and confirming revenues and expenditures previously implemented for fiscal year 2010, as such revenues and expenditures form the basis for development of the budget for fiscal year 2011, approving revenues and expenditures for fiscal year 2011, and temporarily suspending the effect of any ordinance, code provision or other City requirement with which the fund adjustments and transfers proposed by the City Manager for the 2010 budget might be inconsistent.

WHEREAS, the City Manager for the City of Des Moines has prepared and submitted a preliminary budget for the fiscal year ending December 31, 2011 to the City Council and has filed this budget with the Finance Director, and

WHEREAS, the City Council finds that the City Manager's proposed budget for fiscal year 2011 reflects revenues and expenditures that are intended to ensure provision of vital municipal services at acceptable levels, and

WHEREAS, the City Council finds that the City Manager's proposed budget for fiscal year 2011 appropriately relies upon anticipated year-end balances derived from revenues and expenditures previously approved and authorized by the City Council as part of the City's budget for fiscal year 2010, and

WHEREAS, the City Council finds that the fund adjustments and transfers proposed by the City Manager for fiscal year 2010 are necessary and in the public's interest, and

WHEREAS, by motion regularly passed, the Des Moines City Council scheduled a public hearing for November 18, 2010, to take public comment with respect to the proposed 2011 budget, and

WHEREAS, notice of the public hearing was given to the public in accordance with law and a public hearing was held on the 18th day of November, 2010, and all persons wishing to be heard were heard; now therefore,

THE CITY COUNCIL OF THE CITY OF DES MOINES ORDAINS AS FOLLOWS:

Sec. 1. The findings set forth in the preamble to this ordinance are hereby adopted and incorporated by reference.

Sec. 2. Based on the findings adopted herein, the City Council temporarily suspends the effect of any ordinance, code provision or other City requirement with which the fund adjustments and transfers proposed by the City Manager for the 2010 budget might be inconsistent.

Sec. 3. The fund adjustments and transfers proposed by the City Manager for fiscal year 2010, which are incorporated in the preliminary budget for fiscal year 2011, are hereby authorized and approved by the City Council.

Sec. 4. Because the City's budget for fiscal year 2011 relies upon anticipated year-end fund balances or shortages derived from revenues collected and expenditures incurred in fiscal year 2010, the City Council hereby ratifies and confirms all revenues, from whatever source derived, and expenditures incurred by the City to the extent such revenues and expenditures

are in accordance with the City's budget for fiscal year 2010 or any subsequent budget amendments formally approved by the City Council.

Sec. 5. The City Council hereby adopts, affirms and approves any and all revenues, from whatever source derived, and expenditures as referenced in the attached budget for fiscal year 2011.

Sec. 6. The final budget for the City of Des Moines' fiscal year 2011 is hereby adopted and approved in summary form as set forth in the attached Appendix "A", which is by this reference incorporated herein.

Sec 7. Severability - Construction.

(1) If a section, subsection, paragraph, sentence, clause, or phrase of this ordinance is declared unconstitutional or invalid for any reason by any court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of this ordinance.

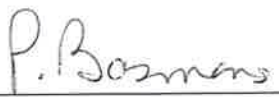
(2) If the provisions of this ordinance are found to be inconsistent with the other provisions of the Des Moines Municipal Code, this ordinance is deemed to control.

Sec 8. Effective date. This ordinance shall take effect and be in full force (5) five days after its passage, approval and publication in accordance with law.

PASSED BY the City Council of the City of Des Moines this 16th day of December, 2010 and signed in authentication thereof this 16th day of December, 2010.


M A Y O R

APPROVED AS TO FORM:



City Attorney

ATTEST:



City Clerk

Published: December 23, 2010

ORDINANCE NO. 1501
APPENDIX A 2011 BUDGET

FINAL ANNUAL APPROPRIATION FUNDS:		Expenditure	Ending Fund Balance	Total	Revenue	Beginning Fund Balance	Total
001	General Fund	15,876,030	2,339,769	18,215,799	16,426,609	1,789,190	18,215,799
101	Street Fund	1,039,027	135,333	1,174,360	1,027,100	147,260	1,174,360
107	Police Drug Seizure Fund	20,000	15,924	35,924	15,138	20,786	35,924
111	Hotel/Motel Tax Fund	15,300	4,436	19,736	15,025	4,711	19,736
112	Police Services Restoration Fund	1,636,921	284,724	1,821,645	1,234,122	587,524	1,821,645
211	1995 GO Bond - Police Facility	-	37,131	37,131	3,100	34,031	37,131
212	LID Fund	4,225	12,841	17,066	4,823	12,243	17,066
218	1998 GO Bond Park Land Acquisition	-	353	353	1	352	353
219	2008 GO & Ref Bond - Transportation Capital Imprv	325,513	21,263	346,776	325,613	21,163	346,776
220	Miscellaneous Debt Service Fund	314,600	2	314,602	314,600	2	314,602
401	Marina Revenue Fund	3,592,814	1,614,010	5,206,824	3,669,240	1,537,584	5,206,824
403	Marina Repair and Replacement Fund	20,000	342,567	362,567	5,000	357,567	362,567
450	Surface Water Operations Fund	2,665,614	918,926	3,584,540	2,508,806	1,075,734	3,584,540
500	Equip Rental Operations Fund	484,877	110,824	595,701	429,172	166,529	595,701
501	Equip Rental Replacement Fund	377,850	1,179,623	1,557,473	263,628	1,293,845	1,557,473
506	Facility Repair and Replacement Fund	242,000	43,478	285,478	76,281	209,197	285,478
510	Computer Equipment Operations Fund	510,293	56,010	566,303	498,712	67,591	566,303
511	Computer Equipment Capital Fund	186,408	229,708	416,116	112,561	303,555	416,116
520	Self-Insurance Fund	685,913	55,460	741,373	680,184	61,189	741,373
530	Unemployment Insurance Fund	100,000	143,731	243,731	27,947	215,784	243,731
	SUB-TOTAL	27,997,385	7,546,113	35,543,498	27,637,662	7,905,837	35,543,498
CONTINUING APPROPRIATION FUNDS (MEMO ONLY):							
109	Transportation Impact Fee Fund	65,154	332,268	397,422	65,954	331,468	397,422
310	Municipal Capital Improvements Fund	2,601,423	256,828	2,858,251	1,935,028	923,223	2,858,251
319	Transportation Capital Improvement Fund, 2008B	5,656,380	544,505	6,200,885	2,525,809	3,675,076	6,200,885
404	Marina Depreciation & Improvement Fund	310,760	20,918	331,678	329,370	2,308	331,678
406	Marina Depreciation & Improvement Fund, 2008A	1,713,027	93,367	1,806,394	1,168,119	638,275	1,806,394
451	Surface Water Capital Fund	1,609,200	153,049	1,762,249	706,730	1,055,519	1,762,249
	SUB-TOTAL	11,955,944	1,400,935	13,356,879	6,731,010	6,625,869	13,356,879
	TOTAL APPROPRIATION	39,953,329	8,947,048	48,900,377	34,368,672	14,531,706	48,900,377

GENERAL & STREET FUNDS RECAP
2011 Preliminary Budget

	GENERAL FUND		STREET FD		2011 City Mgr Recommendations TOTAL	GRAND TOTAL Gen & Street	City Council Decisions	IMPACTS
	2011 BASE	2011 One-Time	2011 One-Time	2011 TOTAL				
Revenues	\$ 14,452,922	\$ 594,170	\$ 15,047,092	\$ 1,012,100	\$ 1,012,100	\$ 16,059,192		
Expenditures	15,544,368	998,771	16,541,139	1,185,324	1,185,324	17,726,463	One-time: \$382,160 SCORE Contr & \$486,000 Downtown Water System; Econ Dev Mgr & Bldg Inspector	
Excess (Deficit)	\$ (1,091,446)	\$ (402,601)	\$ (1,494,047)	\$ (173,224)	\$ (173,224)	\$ (1,667,271)		
Budget Balancing Strategies:								
Defer Equipment Rental Replacement Assessments		226,219	226,219	139,541	139,541	365,760	Except Patrol \$70,705	
Defer Computer Equipment Replacement Assessments		70,247	70,247	1,756	1,756	72,003	Reserve \$38,000 to meet Fund Bal Requirement	
Equipmt Mtc Savings on 2 Patrol Vehicles	6,000		6,000			6,000		
Correction Recreation Programs Revenues	(30,635)		(30,635)			(30,635)	Revenue duplication - \$10,635 Sonju House Rental,	
Office of Public Defense Grant Revenue Decrease	(10,000)		(10,000)			(10,000)	\$20,000 Non-Residential Fees	
Reduce Rec Program Revenues Corresponding to New Requests	(15,731)		(15,731)			(15,731)	Base includes \$25,000/Award = \$15,000	
Total Budget Balancing Strategies	\$ (50,366)	\$ 296,466	\$ 246,100	\$ 1,756	\$ 141,297	\$ 387,397		
New Revenues:								
Add Voter-Approved 1% Utility Tax, excluding SWM (June-Dec)	256,293		256,293					
Net Increase in Business License Fees for Out-of-City Businesses	44,000		44,000			44,000		
Interfund Svc Revenues/SWM CIP Support	160,000		160,000			160,000		
Interfund Svc Revenues/MCI CIP Support	20,000		20,000			20,000		
Court Increased Revenues	13,244		13,244			13,244		
Add Court Revenues	3,256		3,256			3,256		
Increase Criminal Justice Training Center Academy Reimbursement	93,422		93,422			93,422	Contracted extended Feb 1 - Dec 31, 2011	
Add Revenues for Solid Waste Contract RFP Process	40,000		40,000			40,000	Discussion at 10-21-10 Meeting	
Add One-time Revenues for Artemis Hotel		849,777	849,777			849,777	Zoning-\$74,578; Land Clearing-\$7,701; Plan Check-	
Add Base Revenues for Artemis Hotel		110,178	110,178			110,178	\$263,258; Bldg Permits-\$405,012; Engr Plan Review-	
Property Taxes Increase Per King County (Relief)	13,340		13,340			13,340	\$99,228 Discussion at 10-21-10 Meeting	
Restore Liquor Board Profits	98,490		98,490			98,490	Plumbing-\$36,726; Electrical-\$36,726; Mechanical-\$36,726	
Decrease Property Taxes Per King City (Used 2009 Limit Factor vs. 2010)	(61,574)		(61,574)			(61,574)	(Plan Check-\$14,468 each; Permit-\$22,258 each) Added	
Increase Rec Prog Revenues based on equal additional expenditures	51,750		51,750			51,750	per Discussion at 10-21-10 Meeting	
Increase Trans Benefit District Revenue				15,000	15,000	15,000	Rec'd Updated Worksheet from King County	
Total New Revenues	\$ 692,221	\$ 999,955	\$ 1,692,176	\$ 15,000	\$ 15,000	\$ 1,450,883	I-1100 Rejected by Voters (\$214,990 - \$116,500 in Base) Levy Worksheet used 2009 Limit Factor instead of 2010 Limit Factor	

GENERAL & STREET FUNDS RECAP
2011 Preliminary Budget

	GENERAL FUND		2011 City Mgr Recommendations		STREET FD		2011 City Mgr Recommendations TOTAL	GRAND TOTAL Gen & Street	City Council Decisions	IMPACTS
	2011 BASE	2011 One-Time	2011 TOTAL	2011 One-Time	2011 TOTAL					
Expenditures	\$ 14,825,894	\$ 496,492	\$ 15,322,385	\$ 15,876,030	\$ 1,167,728		\$ 1,039,027	\$ 16,915,057		
Revenues	\$ 15,088,777	\$ 1,594,125	\$ 16,682,902	\$ 16,426,609	\$ 1,027,100		\$ 1,027,100	\$ 17,453,709		
7% Reserves	\$ 1,037,813	\$ 34,754	\$ 1,072,567	\$ 1,111,322	\$ 81,741		\$ 72,732	\$ 1,184,054		

GENERAL & STREET FUNDS RECAP
2011 Preliminary Budget

	GENERAL FUND		2011 City Mgr Recommendations TOTAL	STREET FD		2011 City Mgr Recommendations TOTAL	GRAND TOTAL Gen & Street	City Council Decisions	IMPACTS
	2011 BASE	2011 One-Time		2011 BASE	2011 One-Time				
Potential Expenditure Cuts:									
Reduce Hours of Court Transport Officers 4th Quarter	9,004		9,004				9,004		
Eliminate Court Transport Officer Position	34,472		34,472				34,472		
Eliminate CM's Step Increase & COLA for 2011	7,978		7,978				7,978		
Restore CM's COLA	(3,047)		(3,047)				(3,047)		
Eliminate Economic Development Manager		32,108		32,108					
Freeze 1 Police Officer Vacant Position	103,920		103,920						
Unfreeze 1 Police Officer Vacant Position (Move Officer from Lid Lift Fund)	(104,531)		(104,531)						
Savings on Police Chief Position	100,000		100,000				100,000		
Eliminate 1 Building Inspector	90,554		90,554						Move Tom Toyker
Eliminate Transportation Technician	79,204		79,204						Discussion at 10-21-10 Meeting
Eliminate Civil Engineer I	102,097		102,097						
Eliminate Court Clerk or Equivalent Value	47,123		47,123						
Reduce Equivalent Value of Court Clerk	(23,971)		(23,971)				47,123		Used Addl Expenditures Cuts (\$47,123) & Increased Revenues (\$13,244)
Eliminate Land Use Planner I	84,362		84,362				(23,971)		
Freeze Asst. City Attorney position for 6 months	64,432		64,432				64,432		Discussion at 10-21-10 Meeting
Eliminate Recreation Manager	102,902		102,902				102,902		
Furlough, excl Guild & Commanders, w/ COLA (5 Days)-\$20,140/day	92,453	2,885	95,339						
Furlough, excl Guild & Commanders, w/ COLA -\$20,528/day					5,361			5,361	
Elim Holiday Pay-outs for Guild, w/ COLA (40 hours)(Lid Lift Svcs: \$15,894)									
Eliminate Holiday Pay-outs for Commanders, w/ COLA (40 hours)	51,262		51,262						Discussion at 10-21-10 Meeting
Eliminate Holiday Pay-outs for Guild w/ COLA (40 hours) \$54,011 (Lid Lift Svcs: \$16,201)	4,778		4,778						Discussion at 10-21-10 Meeting
Eliminate Holiday Pay-outs for Commanders w/ COLA (40 hours) \$4,875									
Change to PPO Health Plans (April-Dec), excl Guild & Commanders	46,872		46,872						
Change to PPO Health Plans (March-Dec), excl Guild & Commanders	145,000		145,000						
Change to PPO Health Plans (April-Dec) for Guild (Lid Lift Svcs: \$12,343)	37,550		37,550						
Change to PPO Health Plans (April-Dec) for Commanders	3,187		3,187						Discussion at 10-21-10 Meeting
Eliminate COLAs (Excluding Guild & Commanders)	93,299	2,614	95,913						Discussion at 10-21-10 Meeting
Eliminate COLAs for Guild (Lid Lift Svcs: \$15,929)	53,245		53,245						Discussion at 10-21-10 Meeting
Eliminate COLAs for Commanders	6,087		6,087						Discussion at 10-21-10 Meeting
Total Expenditure Cuts	\$ 966,654	\$ 251,313	\$ 1,217,968			\$ 15,840	\$ 483,893	\$ 5,000	\$ 488,893
New Expenditure Requests:									
Parks & Rec Program: Add Part-time Recreation Specialist (1580 hrs.)	27,821		27,821						Revised Rec Prog Request as approved by CM 11-08-10
Parks & Rec Program: Increase Part-time Rec Leaders Hours (by 1150 hrs.)	19,124		19,124						Revised Rec Prog Request as approved by CM 11-08-10
Parks & Rec Program: Increase Operating Supplies	5,000		5,000						Revised Rec Prog Request as approved by CM 11-08-10
Parks & Rec Program: Increase Professional Services	1,000		1,000						
Parks & Rec Program: Increase Operating Rentals/Leases	7,000		7,000						Revised Rec Prog Request as approved by CM 11-08-10
Parks & Rec Program: Increase Advertising	360		360						
Court Gate Guard	2,100		2,100						
Increase Court Gate Guard Services	12,900		12,900						
Restore City Clerk Position to Full-time	16,766		16,766						
Potential Addl Cost re: Initiative 1082	28,739		28,739						
Transfer to Levy Lid Lift Fund Savings from Police Expenditure Cuts	155,109		155,109						
Consultant Support for New Solid Waste Contract	40,000		40,000						Discussion at 10-21-10 Meeting
Remove Potential Addl Cost re: Initiative 1082	(28,739)		(28,739)						10/27/10 Department Request
Destination Des Moines seed money	7,500		7,500						I-1082 Rejected by Voters
Ants Commission part-time staff	7,000		7,000						
Total New Expenditure Requests	\$ 254,180	\$ 47,500	\$ 301,680			\$ 121,250	\$ 121,250	\$ 121,250	\$
Revised Excess (Deficit)	\$ 262,883	\$ 1,097,633	\$ 1,360,517			\$ 139,541	\$ (1,087)	\$ (1,927)	\$ 538,652
Estimated Beginning Fund Balance:	\$ 1,789,190	\$ -	\$ 1,789,190	\$ 1,789,190	\$ 147,260	\$ 147,260	\$ 1,936,450	\$ 147,260	\$ 1,836,450
Estimated Ending Fund Balance:	\$ 2,052,073	\$ 1,097,633	\$ 3,149,707	\$ 2,339,769	\$ 6,632	\$ 139,541	\$ 2,475,102	\$ 135,333	\$ 2,475,102
Stabilization Reserve Funds	(807,175)		(807,175)	(807,175)			(807,175)		(807,175)
Revised Ending Fund Balance	\$ 1,244,898	\$ 1,097,633	\$ 2,342,532	\$ 1,532,594	\$ 6,632	\$ 139,541	\$ 1,667,927	\$ 135,333	\$ 1,667,927

Recap

LEGAL NOTICE
SUMMARY OF ADOPTED ORDINANCE
CITY OF DES MOINES

ORDINANCE NO. 1501, Adopted December 16, 2010.

DESCRIPTION OF MAIN POINTS OF THE ORDINANCE:

This ordinance adopts the final budget for the City of Des Moines, Washington, for the fiscal year ending December 31, 2011, in summary form, ratifies and confirms revenues and expenditures previously implemented for fiscal year 2010, as such revenues and expenditures form the basis for development of the budget for fiscal year 2011, approves revenues and expenditures for fiscal year 2011, and temporarily suspends the effect of any ordinance, code provision or other City requirement with which the fund adjustments and transfers proposed by the City Manager for the 2010 budget might be inconsistent.

The full text of the ordinance will be mailed without cost upon request.

Sandy Paul, CMC
City Clerk

Published: December 23, 2010