



TO: Elizabeth Pauli, City Manager
FROM: Katie Johnston, Office of Management and Budget
Andrew Cherullo, Finance Director
COPY: City Council and City Clerk
SUBJECT: Ordinance – 2021-2022 Capital Budget Amendment – May 25, 2021
DATE: May 3, 2021

SUMMARY AND PURPOSE:

Amend the 2021-2022 Capital Budget for recommended budget adjustments and Council-approved capital projects with outstanding balances.

BACKGROUND:

This ordinance will adjust the budgets for departments for the following reasons: a) transfers to the Capital Budget for Council-approved capital projects with new funding, and b) other recommended adjustments. This last category includes costs that were not anticipated at the time the 2021-2022 Budget Ordinance was adopted.

This budget adjustment increases to the 2021-2022 Capital Budget by \$6,186,795. This increase is funded by grants, existing fund balances, and transfers from other City funds—mainly the General Fund, Fund 1050 Transportation Revenues, and Fund 3210 Real Estate Excise Tax. These increases are necessary to ensure the execution of capital project commitments. The ordinance will not negatively impact financial reserves.

Exhibit A shows the 2021-2022 Adopted Capital Budget by fund, and requested budget adjustment amounts, and the revised appropriation (if approved). Exhibit B provides project-by-project detail within each fund.

COMMUNITY ENGAGEMENT/ CUSTOMER RESEARCH:

This proposal affects projects that have already been viewed and approved by the City Council and the public. These amendments are administrative adjustments.

PRIORITY:

- Assure outstanding stewardship of the natural and built environment.
- Encourage and promote an efficient and effective government, which is fiscally sustainable and guided by engaged residents.

2025 STRATEGIC PRIORITIES:

Equity and Accessibility:

Ensure all Tacoma residents are valued and have access to resources to meet their needs.



Encourage and promote an efficient and effective government, which is fiscally sustainable and guided by engaged residents.

ALTERNATIVES:

The City Council may choose not to approve the budget adjustments for the 2021-2022 Biennium. This course of action would require departments to identify savings to cover expenses within their 2021-2022 budgeted appropriation or, when possible, require the cancellation of encumbered obligations.

Alternative(s)	Positive Impact(s)	Negative Impact(s)
1. Take no action	2019-2020 savings added to fund cash balance.	May require cancellation of previously Council-approved projects.

STAFF RECOMMENDATION:

Staff recommends the City Council approve this ordinance to appropriate budget adjustments, contract obligations, and Capital Budget adjustments, as outlined in Exhibit “A.”

FISCAL IMPACT:

The ordinance will amend the 2021-2022 Adopted Budget (Ordinance 28557) and set appropriation for all budgeted funds for 2021-2022, as outlined in Exhibit “A.”

Fund Number & Name	COST OBJECT (CC/WBS/ORDER)	Cost Element	Total Amount
1. Multiple – see Exhibit “A”			
TOTAL			

What Funding is being used to support the expense? Multiple – see Exhibit “A”

Are the expenditures and revenues planned and budgeted in this biennium’s current budget?

NO, PLEASE EXPLAIN BELOW

This ordinance, if approved, would provide the budget for these items.

Are there financial costs or other impacts of not implementing the legislation?

YES

Will the legislation have an ongoing/recurring fiscal impact?

No

Will the legislation change the City’s FTE/personnel counts?

No

ATTACHMENTS:

- Exhibit A
- Exhibit B