



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 – 2019-2020 Biennial Operating Budget Amendment – May 14, 2019
DATE: May 3, 2019

SUMMARY:

Amend the 2019-2020 Biennial Operating Budget for recommended budget adjustments, 2017-2018 contract obligations, and transfers to the Capital Budget for Council-approved capital projects with outstanding balances or budget adjustments.

STRATEGIC POLICY PRIORITY:

- 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.

BACKGROUND:

This ordinance will adjust the biennial budgets for departments for the following reasons: a) Obligations from 2017-2018 that are not complete, b) transfers to the Capital Budget for Council-approved capital projects, and c) other recommended adjustments. This last category includes costs that were not anticipated at the time the 2019-2020 Operating Budget Ordinance was adopted.

This budget adjustment increases to the 2019-2020 Operating Budget by \$83,787,801. This increase is funded by grants, existing fund balances, and other miscellaneous revenue sources. The General Fund portion of the budget increase is \$24,866,550. Balances reserved for encumbrances and an adjustment to the sales tax plan offset this General Fund increase.

Exhibit A shows the 2019-2020 Adopted Operating Budget by fund, the reappropriation, the budget adjustment amounts requested, and the revised appropriation authority (if approved). Exhibit B provides the expenditures and revenues and totals by fund and category.

ISSUE:

The City Council will consider amending the 2019-2020 Biennial Operating Budget for recommended budget adjustments, prior year contract obligations, and transfers to the Capital Budget.

ALTERNATIVES:

The City Council may choose not to approve the budget adjustments for the 2019-2020 Biennium. This course of action would require departments to identify savings to cover expenses within their 2019-2020 budgeted appropriation or, when possible, require the cancellation of encumbered obligations.

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 2019-2020 Adopted Budget (Ordinance 28557) and set appropriation for all budgeted funds for 2019-2020, as outlined in Exhibit “A.”

EXPENDITURES:

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Multiple – See Exhibit “A”			
TOTAL			

* General Fund: Include Department

REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Multiple – See Exhibit “A”			
TOTAL			

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: N/A

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? N/A