

Mid-Biennial Modification 2015-2016 Adjustments

Presented by Tadd Wille, Budget Director
City Council Meeting
November 24, 2015

Overview of Presentation

- " Purpose
- " General Fund Modifications
- " Other Funds Modifications
- " Summary and Next Steps



Purpose of Modification

- “ State Law requires a mid-biennial review and modification before conclusion of first year of biennium
- “ Mid-Biennial Modification:
 - . Aligns and updates revenue and expenditure budgets with updated financial information and trends
 - . Adjusts for resolutions previously approved by City Council
 - . Provides for budgetary corrections or revisions

General Fund

2015 General Fund Revenue Recap

- “ 3rd Quarter Report Recap - \$1.6 M Favorable
 - . Favorable Revenues of \$2.5 M
 - “ Property Taxes: \$0.7 M
 - “ Sales Taxes: \$0.5 M
 - “ Other Revenues: \$1.3 M
 - . Unfavorable Revenues of (\$0.9 M)
 - “ Utility Taxes: (\$0.5 M)
 - “ Fines and Forfeitures / Other Taxes (\$0.4 M)



2015 General Fund Expense Recap

- “ 3rd Quarter Report Recap
 - . **Favorable Expenses of \$5.6 M**
 - “ Police & Fire Pension & Medical - \$1.4 M
 - “ Transfers to Traffic Enforcement - \$0.7 M
 - “ Vacancies & deferred labor contract settlement - \$1.6 M
 - “ Delayed spending, including internal service assessments - \$1.9 M

Resources Available for Reallocation

“ \$2.33 M in Anticipated Savings Over Biennium Available for Reallocation

Recommended Reallocations

- “ Personnel/Program Adjustments (\$0.84 M)
- . Paid Leave and Minimum Wage (\$0.61 M)
 - . Legislative and Council Agenda (\$0.04 M)
 - . Diversity and Outreach Recruitment (\$0.07 M)
 - . Human Service Contract Monitoring (\$0.12 M)

Recommended Reallocations

- “ Capital & Equipment Adjustments (\$0.53 M)
 - . Fire SCBA and Physical Abilities Testing Equipment (\$0.31 M)
 - . Police Officer Equipment (\$0.22 M)

Recommended Reallocations

- “ Operations & Maintenance (\$0.21 M)
 - . Homeless Service & Encampment Strategies (\$0.15 M)
 - . Foss Waterway Development Authority Support (\$0.06)

Recommended Reallocations

- “ Other Miscellaneous Adjustments (\$0.13 M)
 - . Crystal Judson Family Justice Center Support (\$0.03 M)
 - . Lincoln District Healthy Homes (\$0.05 M)
 - . Project PEACE Support (\$0.02 M)
 - . Property Crimes Task Force (\$0.01 M)
 - . First Night Contribution (\$0.01)
 - . Polar Plaza Contribution (\$0.01)

Reallocation of Resources

“ \$2.33 M Available for Reallocation

Description	Amount
Personnel/Program Adjustments	\$0.84
Capital & Equipment Adjustments	0.53
Operations & Maintenance	0.21
Other Miscellaneous	0.13
Total Reallocated Funds	1.71
Added Reserves	0.62
Total	\$2.33

\$ values in millions

Revenue & Expense Modification

- “ Grants (\$400 K)
 - . Office of Environmental Policy and Sustainability
 - “ Commute Trip Reduction - \$200 K
 - “ Congestion Mitigation & Air Quality - \$200 K



Other Fund Modifications

- “ Special Revenue - \$10.8 M
- “ Capital/Bonds - \$1.7 M
- “ Enterprise - \$40.3
- “ Internal Service - \$0.6

CITY OF TACOMA
BUDGET
 2015-2016

Next Steps

Next Steps – Calendar of Events

Date	Action
November 24 th	<ul style="list-style-type: none"> " Study Session on the Mid-Biennial Modification " Public Hearing on Mid-Biennial Modification " 2nd Reading of Property / EMS Levy Ordinance
December 1 st	<ul style="list-style-type: none"> " 1st Reading on the Mid-Biennial Modification
December 8 th	<ul style="list-style-type: none"> " 2nd Reading on Mid-Biennial Modification

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Summary

- “ General Fund modifications reallocate identified savings and contribute to reserves
- “ Monthly financial monitoring by departments played key role in development of modified budget, allowing for needed adjustments and added reserve funding
- “ Departments to continue monthly monitoring of revenues and expenditures throughout remainder of biennium

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