

**SULTAN CITY COUNCIL
AGENDA COVER SHEET**

Date: September 11, 2008
Agenda Item #: Consent C 6
Subject: Ordinance 990-08 Budget Amendment
Contact: Laura Koenig, Deputy Finance Director

ISSUE:

The issue before the Council is the adoption of Ordinance 990-08 (Attachment A) to amend the 2008 Budget.

Summary Statement:

Ordinance 990-08 amending the 2008 Budget was introduced for a first reading on August 28, 2008. The Council held a public hearing on July 24, 2008 and August 28, 2008 for the purpose of amending the 2008 Budget. Amendments are proposed to the 104 Equipment Reserve Fund, 106 Police Equipment Reserve Fund and 107 Drug Enforcement Fund.

The Council approved the following amendments to the 2008 Budget:

104 Equipment Reserve Fund: On June 26, 2008, the Council approved the purchase of two new Public Works utility vehicles at an estimated cost of \$45,000.

Impacts: \$45,000 expenditure increase
Funding Source Interfund transfers from operating funds (Street, Water, Sewer and Garbage).

106 Police Equipment Reserve Fund: On June 12, 2008, the Council approved the purchase of a new police vehicle and on June 26, 2008 the renewal of the motorcycle lease. In addition to those cost, there have been major repairs costing \$4,362 to two police vehicles this year. There were no expenditures for repairs included in the adopted budget. The original budget provided for the lease payments on vehicles purchased in 2007.

Impacts: \$35,000 - New vehicle
\$ 2,000 - motorcycle lease
\$ 5,000 - vehicle repairs
Total \$42,000
Funding Source: Fund reserves and utility taxes collected

107 Drug Enforcement Fund: Drug Enforcement Fund expenditures are restricted to activities directly related to drug enforcement or education. The City, through an Interlocal agreement with Snohomish County, is a member of the Drug Task Force. The annual fee was originally included in the Law Enforcement budget in the General Fund. Staff recommends the expenditure be reallocated to the Drug Enforcement Fund.

Impacts: \$1021 expenditure increase.
Funding source: Fund reserves (\$7685)

Staff Recommendation:

Adoption of Ordinance 990-08 to amend the 2008 Budget with the recommended revenue and expenditure adjustments.

Motion:

Move to adopt Ordinance 990-087amending the 2008 Budget.

Attachments: A. Ordinance 990-08

**CITY OF SULTAN
SULTAN WASHINGTON
ORDINANCE 990-08**

**AN ORDINANCE OF THE CITY OF SULTAN AMENDING
THE 2008 BUDGET ADOPTED UNDER ORDINANCE 972-07**

THE CITY COUNCIL OF THE CITY OF SULTAN DO ORDAIN AS FOLLOWS:

SECTION 1: The 2008 Budget as authorized under Ordinance 972-07 for revenues and expenditures for the operation of the City of Sultan for the fiscal year ending December 31, 2008 is amended to increase in the following amounts:

FUND # AND NAME	REVENUES/ UNENCUMBERED FUNDS	EXPENDITURES
104 Equipment Reserve	\$ 0	\$45,000
106 Police Equipment Reserve	\$ 20,607	\$42,000
107 Drug Enforcement Fund	\$ 1,021	\$ 1,021
Total Amendment	\$ 21,628	\$88,021

A full copy of the amended budget sections are attached and made part of this ordinance by reference.

SECTION 2: The budget for the year 2008 is amended to provide for the changes as outlined above and filed in the office of the City Clerk.

SECTION 3: The City Clerk is hereby directed to transmit the amended budget to the Auditor of the State of Washington, Division of Municipal Corporations.

Severability: This ordinance is severable and if any portion of it shall be declared invalid or unconstitutional, the remaining portion shall remain valid and enforceable.

Effective Date: This ordinance shall be in full force and effect five days after publication as required by law.

REGULARLY ADOPTED this day 11 of September, 2008

Carolyn Eslick, Mayor

Attest:

Laura J. Koenig, City Clerk

Approved as to form:

Kathy Hardy, City Attorney

Published: