

## SUMMARY and FISCAL NOTE\*

<b>Department:</b>	<b>Dept. Contact/Phone:</b>	<b>Executive Contact/Phone:</b>
City Budget Department	Thomas L Taylor /3-5032	Ben Noble / 4-8160

*\* Note that the Summary and Fiscal Note describes the version of the bill or resolution as introduced; final legislation including amendments may not be fully described.*

### 1. BILL SUMMARY

- a. **Legislation Title:** AN ORDINANCE amending Ordinance 124927, which adopted the 2016 Budget, including the 2016-2021 Capital Improvement Program (CIP); changing appropriations to various departments and budget control levels, and from various funds in the Budget; and ratifying and confirming certain prior acts, all by a 3/4 vote of the City Council.
- b. **Summary and background of the Legislation:** This legislation will implement various adjustments to the 2016 Adopted Budget that are needed to complete the City's accounting process for the year.

The proposed Bill includes discrete actions that amend the 2016 Adopted Budget by adding budget authority to a Seattle Department of Transportation and Judgement and Claims Department to address late 2016 unanticipated charges which resulted in spending to exceed their BCL's 2016 budget authority.

### 2. CAPITAL IMPROVEMENT PROGRAM

- a. Does this legislation create, fund, or amend a CIP Project? \_\_\_ Yes \_\_\_ ☒ No

### 3. SUMMARY OF FINANCIAL IMPLICATIONS

- a. Does this legislation amend the Adopted Budget? ☒ Yes \_\_\_ No

<b>Budget program(s) affected:</b>				
<b>Appropriation change (\$):</b>	<b>General Fund \$</b>		<b>Other \$</b>	
	<b>2016</b>	<b>2017</b>	<b>2016</b>	<b>2017</b>
	<b>\$ 0</b>		<b>\$ 5,154,306</b>	
<b>Estimated Revenue change (\$):</b>	<b>Revenue to General Fund</b>		<b>Revenue to Other Funds</b>	
	<b>2016</b>	<b>2017</b>	<b>2016</b>	<b>2017</b>
<b>Positions affected:</b>	<b>No. of Positions</b>		<b>Total FTE Change</b>	
	<b>2016</b>	<b>2017</b>	<b>2016</b>	<b>2017</b>

- b. Does the legislation have other financial impacts to the City of Seattle that are not reflected in the above, including direct or indirect, short-term or long-term costs?**  
No. Please see Attachment A to this document for details on 2016 spending
- c. Is there financial cost or other impacts of *not* implementing the legislation?**  
Not implementing this legislation would have the effect of creating an audit exception for these departments related to their 2016 budgets.

### 3.d. Appropriations

**X** This legislation adds, changes, or deletes appropriations.

Fund Name and number	Dept	Budget Control Level Name/##	2017 Appropriation Change	2018 Estimated Appropriation Change
<b>TOTAL</b>				

Appropriations Notes: See Attachment A to this document: 2016 Year End Exceptions Ordinance Summary Detail Table

### 4. OTHER IMPLICATIONS

- a. Does this legislation affect any departments besides the originating department?**  
No
- b. Is a public hearing required for this legislation?**  
No
- c. Does this legislation require landlords or sellers of real property to provide information regarding the property to a buyer or tenant?**  
No
- d. Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?**  
No
- e. Does this legislation affect a piece of property?**  
No
- f. Please describe any perceived implication for the principles of the Race and Social Justice Initiative. Does this legislation impact vulnerable or historically disadvantaged communities?**  
Please see Attachment A to this document for any RSJI implications.
- g. If this legislation includes a new initiative or a major programmatic expansion:**

**What are the specific long-term and measurable goal(s) of the program? How will this legislation help achieve the program's desired goal(s).**

N/A

**h. Other Issues:**

**List attachments/exhibits below:**

Attachment A - 2016 Year End Exceptions Ordinance Summary Detail Table

**2016 Year End Exceptions Ordinance Summary Detail Table**

<b>Item</b>	<b>Title/Description</b>	<b>Amount/FTE</b>
	<b><i>Section 1 – Appropriation Increases</i></b>	
1.1	ORCA Transit Benefit (Personnel Compensation Trust Subfunds, Transit Benefit Subfund (00410))	\$100,000
	This item provides a retroactive appropriation increase of \$100,000 for the Transit Benefit Subfund for costs associated with provision of the City's employee ORCA and Washington State Ferries transit benefit. The total subsidy costs to employees exceeded budget due to an increase in the number of employees beyond budgeted expectation.	
1.2	Engineering Services BCL (17002) Budget Exception (Seattle Department of Transportation, Transportation Operating Fund (10310))	\$5,054,306
	This item provides a retroactive appropriation increase to the Engineering Services BCL (17002) experienced a technical budget exception at year-end. This BCL had a revised budget amount of \$4,066,394 and incurred a total of \$9,120,700 in total expenditures. This one-time excess was caused by the delay in pass-thru of inter-departmental billing for construction work for Seattle City Light. This exception was not in relation to any actual expenses or obligations in excess of SDOT's authorized spending authority for 2016. These costs were reimbursed and taken off our SDOT's accounts in January 2017.	
	<b><i>Section 2 – Transfer of Budget Appropriation Authority</i></b>	
2.1	Transfer appropriation to the Police Action BCL from the Claims BCL. (Judgment/Claims; Judgment/Claims Subfund (00126)/Judgment/Claims; Judgment/Claims Subfund (00126))	\$280,000
	This item transfers appropriation authority in the amount of \$280,000 from the Claims Expenses BCL (CJ000) to the Police Action BCL in the Judgment and Claims Fund. A large settlement was paid out in late December 2016 requiring additional budget appropriation.	