CB 117139
#6

Thomas L Taylor\
CBO 2010 Year End Exceptions ORD
March 3, 2011
Version #3

ORDINANCE _____

AN ORDINANCE amending the 2010 Adopted Budget, including the 2010-2015 Capital Improvement Program (CIP); changing appropriations to various departments and from various funds in the Budget; and ratifying and confirming certain prior acts.

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. The appropriations for the following items in the 2010 Adopted Budget are modified, as follows:

Item	Fund	Department	Budget Control Level	Amount
1.1	Planning and Development Fund (15700)	Department of Planning and Development	Annual Certification and Inspection (U24A0)	$40,000
	Planning and Development Fund (15700)	Department of Planning and Development	Construction Inspections (U23A0)	($40,000)
1.2	General Subfund (00100)	Seattle Police Department	Special Operations (P3400)	$1,100,000
	General Subfund (00100)	Seattle Police Department	East Precinct (P6600)	($1,100,000)
1.3	General Subfund (00100)	Seattle Police Department	Special Operations (P3400)	$400,000
	General Subfund (00100)	Seattle Police Department	Criminal Investigations Administration (P7000)	($400,000)
1.4	General Subfund (00100)	Seattle Police Department	Violent Crimes Investigations (P7100)	$800,000
	General Subfund (00100)	Seattle Police Department	Southwest Precinct Patrol (P6700)	($800,000)
1.5	General Subfund (00100)	Seattle Police Department	Violent Crimes Investigations (P7100)	$350,000
	General Subfund (00100)	Seattle Police Department	North Precinct Patrol (P6200)	($350,000)

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Item	Fund	Department	Budget Control Level	Amount
1.6	General Subfund (00100)	Seattle Police Department	Violent Crimes Investigations (P7100)	$1,500,000
	General Subfund (00100)	Seattle Police Department	Deputy Chief of Staff (P1600)	($1,500,000)
1.7	Water Fund (43000)	Seattle Public Utilities	Administration (N100B-WU)	$350,000
	Water Fund (43000)	Seattle Public Utilities	Other Operating (N400B-WU)	($350,000)
Total				$0

Section 2. Any act consistent with the authority of this ordinance taken after its passage and prior to its effective date is hereby ratified and confirmed.

Section 3. This ordinance shall take effect and be in force 30 days after its approval by the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it shall take effect as provided by Seattle Municipal Code Section 1.04.020.

COUNCIL CLERK

Passed by the City Council the ____ day of _____, 2011, and signed by me in open session in authentication of its passage this _____ day of _____, 2011.

_____

President _____ of the City Council

Approved by me this ____ day of _____, 2011.

_____

Michael McGinn, Mayor

Filed by me this ____ day of _____, 2011.

_____

City Clerk

(Seal)

Thomas L Taylor
CBO 2010Year End Exceptions FISC
March 3, 2011
Version #3

Form revised February 4, 2010

FISCAL NOTE FOR NON-CAPITAL PROJECTS

Department:	Contact Person/Phone:	CBO Analyst/Phone:
City Budget Office	Hall Walker/233-7065	Thomas L Taylor/233-5032

Legislation Title: AN ORDINANCE amending the 2010 Adopted Budget, including the 2010-2015 Capital Improvement Program (CIP); changing appropriations to various departments and from various funds in the Budget; and ratifying and confirming certain prior acts.

Summary of the Legislation: This legislation will implement various adjustments to the 2010 Adopted Budget that are needed to complete the City's accounting process for the year. The proposed Bill includes discrete actions that amend the 2010 Adopted Budget and the 2010-2015 Adopted Capital Improvement Program (CIP).

Background: This legislation transfers budget authority between various budget control levels for three separate departments. These transfers provide the necessary budget to cover unanticipated costs within the receiving departments and are fully offset by unspent unencumbered appropriation authority from BCLs within their same department. No additional appropriation authority is being requested via this legislation.

__X__ This legislation has financial implications.

Appropriations: See Attachment A

Fund Name and Number	Department	Budget Control Level*	2010 Appropriation	2011 Anticipated Appropriation
Various	Various	Various		
TOTAL			**$0**	

**See budget book to obtain the appropriate Budget Control Level for your department.*

Notes: A more detailed table showing the requests by Budget Control Level is included as an attachment to this fiscal note.

What is the financial cost of not implementing the legislation?
The 2010 Budget would be out of compliance with the statute that requires expenditures and encumbrances not to exceed appropriations.

Does this legislation affect any departments besides the originating department?
This legislation will be implemented by the Accounting Services Unit of the Department of Financial Administrative Services. They have reviewed and agree with the legislation.

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What are the possible alternatives to the legislation that could achieve the same or similar objectives? There are no alternatives that would allow Accounting Services to close out the books for 2010.

Is the legislation subject to public hearing requirements: No, it is not subject to public hearing requirements.

Other Issues (*including long-term implications of the legislation*): None

List attachments to the fiscal note below:

Attachment A: 2010 Exception Ordinance Fiscal Note Attachment

COUNCIL CLERK

Attachment A 2010 Year End Exception Ordinance Fiscal Note Detail Table

Report Item	Title/Description	Amount/FTE
	Section 1 – This Section Transfers Appropriation Authority	
1.1	Transfer budget authority to the Annual Certification and Inspection BCL U24A0 from the Construction Inspections BCL U23A0 (To: Department of Planning and Development - Planning and Development Fund - 15700; From: Department of Planning and Development - Planning and Development Fund - 15700)	$40,000
	This item transfers appropriation authority in the amount of $40,000 from the Constructions Inspections BCL U23A0 to the Annual Certification and Inspection BCL U24A0. This transfer is necessary to avoid overspending within this BCL due to an unusually high number of retirements in the Elevator Inspections group that resulted in large payouts of accumulated vacation and sick leave, causing the Annual Certification & Inspections BCL to exceed its 2010 budget authority. This transfer provides budget authority only, and is supported by accumulated fund balance within the Planning and Development Fund.	
1.2	Transfer budget authority to Special Operations BCL from East Precinct BCL (To: Seattle Police Department - General Subfund - 00100; From: Seattle Police Department - General Subfund – 00100)	$1,100,000
	This item transfers appropriation authority in the amount of $1,100,000 from the East Precinct BCL P6600 to the Special Operations BCL P3400. This transfer is necessary to avoid overspending within this Special Operations BCL due to overall higher average salary costs per Officer and salary related expenses for special events, homeland security, and other general purpose overtime being charged to the Special Operations BCL rather than in the Precinct BCL where the dollars were budgeted. The East Precinct realized significant salary savings because it has been budgeted for more experienced, higher salaried officers than they are actually staffed by. In previous years, this BCL has used its salary savings to absorb overages in other BCLs.	

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Report Item	Title/Description	Amount/FTE
1.3	Transfer of budget authority to Special Operations Bureau BCL from Criminal Investigations BCL (To: Seattle Police Department - General Subfund - 00100; From: Seattle Police Department - General Subfund - 00100)	$400,000
	This item transfers appropriation authority in the amount of $400,000 from the Criminal Investigations Admin BCL P7000 to the Special Operations BCL P3400. This transfer is necessary to avoid overspending within this Special Operations BCL due to overall higher average salary costs per Officer and salary related expenses for special events, homeland security, and other general purpose overtime being charged to the Special Operations BCL rather than in the Precinct BCL where the dollars were budgeted. The Criminal Investigations BCL experienced some unforeseen civilian vacancies. Authority is transferred to compensate for BCLs that are experiencing higher than average salary costs.	
1.4	Transfer of budget authority to Violent Crimes Investigations BCL from Southwest Precinct BCL (To: Seattle Police Department - General Subfund - 00100; From: Seattle Police Department - General Subfund - 00100)	$800,000
	This item transfers appropriation authority in the amount of $800,000 from the Southwest Precinct BCL P6700 to the Violent Crimes Investigations BCL P7100. This transfer is necessary to avoid overspending within this Violent Crimes Investigations BCL due to high overtime costs related to ongoing or protracted criminal investigations. In most years, the overtime over-expenditure is offset by salary savings resulting from turnover. The lack of such turnover has created a budget shortfall in this BCL. The Southwest Precinct realized significant salary savings because it had been budgeted for more experienced, higher salaried officers than it is actually staffed by. In previous years, the Southwest Precinct has used their salary savings to absorb overages in other BCLs.	

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Report Item	Title/Description	Amount/FTE
1.5	Transfer of budget authority to Violent Crimes Investigations BCL from North Precinct BCL. (To: Seattle Police Department - General Subfund - 00100; From: Seattle Police Department - General Subfund - 00100)	$350,000
	This item transfers appropriation authority in the amount of $350,000 from the North Precinct Patrol BCL P6200 to the Violent Crimes Investigations BCL P7100. This transfer is necessary to avoid overspending within this Violent Crimes Investigations BCL due to high overtime costs related to ongoing or protracted criminal investigations. The North Precinct realized significant salary savings because it had been budgeted for more experienced, higher salaried officers than it is actually staffed by. In previous years, the North Precinct has used their salary savings to absorb overages in other BCLs.	
1.6	Transfer of budget authority to Violent Crimes Investigations BCL from Deputy Chief of Staff BCL. (To: Seattle Police Department - General Subfund - 00100; From: Seattle Police Department - General Subfund - 00100)	$1,500,000
	This item transfers appropriation authority in the amount of $1,500,000 from the Deputy Chief of Staff BCL P1600 to the Violent Crimes Investigations BCL P7100. This transfer is necessary to avoid overspending within this Violent Crimes Investigations BCL due to high overtime costs related to ongoing or protracted criminal investigations. The Deputy Chief of Staff BCL experienced savings by holding civilian vacancies and reducing expenditures on other costs/ operating supplies. This savings is redirected to the salary and benefit shortfalls identified in the Violent Crimes Investigations BCL.	

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Report Item	Title/Description	Amount/FTE
1.7	Transfer to Clear Legal Exception in the Administration BCL in the Water Fund (To: Seattle Public Utilities - Water Fund - 43000; From: Seattle Public Utilities - Water Fund - 43000)	$350,000
	This item retroactively transfers $800,000 from the Other Operating BCL (N400B-WU) in the Water Fund to the General & Administrative (G&A) Credit Program in the Administration BCL (N100B-WU) in the Water Fund. This request is necessary to cover higher than expected employee fringe benefit costs predominantly due to increased retirements. This request is also needed because the actual 2010 G&A credit will be lower (less negative) than accounted for in the Revised Budget. The lower credit reflects fewer labor charges on the CIP as a direct result of the phase of the current set of CIP projects, as well as continued implementation of accounting rules that require the beginning phases of capital projects to be expensed rather than capitalized. The G&A Credit is the offset mechanism that allows SPU to allocate operating overhead costs onto the capital program through an overhead rate applied to every CIP labor dollar. When the credit is lower than anticipated, the result is higher operating expenses.	

COUNCIL CLERK

City of Seattle
Office of the Mayor

March 8, 2011

Honorable Richard Conlin
President
Seattle City Council
City Hall, 2nd Floor

Dear Council President Conlin:

The attached proposed Council Bill will implement various adjustments to the 2010 Adopted Budget that are needed to complete the City's accounting process for the year. The proposed Bill includes discrete actions that amend the 2010 Adopted Budget.

This legislation transfers budget authority between various budget control levels for three separate departments. These transfers provide the necessary budget to cover unanticipated costs within the receiving departments and are fully offset by unspent unencumbered appropriation authority from BCLs within their same department. No additional appropriation authority is being requested via this legislation.

Thank you for your consideration of this legislation. Should you have questions, please contact Tom Taylor at 233-5032

Sincerely,

Michael McGinn
Mayor of Seattle

cc: Honorable Members of the Seattle City Council

Michael McGinn, Mayor
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