

ORDINANCE NO. 1356

AN ORDINANCE OF THE CITY OF KALAMA, WASHINGTON AMENDING THE 2015 BUDGET TO ACCOUNT FOR THE RECEIPT OF THE USDA RURAL DEVELOPMENT LOAN PROCEEDS, ESTABLISHING NEW FUNDS 210 USDA-RD 2015 COMMUNITY FACILITIES LOAN AND 320 CITY HALL/LIBRARY FACILITY IMPROVEMENTS-USDA FUNDED, AND INCLUDING THE ASSOCIATED EXPENDITURES RELATED TO THE PURCHASE OF THE HERITAGE BANK BUILDING AND BUILDING RENOVATIONS FOR IMPROVEMENTS TO THE SPACE FOR CITY HALL AND EXPANSION OF THE LIBRARY, INCREASING THE BUDGET IN THE AMOUNT OF \$617,230.00.

Whereas, the City of Kalama approved Ordinance No. 1351 adopting the 2015 Budget and 2015 – 2020 Capital Facilities Plan on December 6, 2014;

Whereas, the City had anticipated receiving the USDA RD loan prior to the end of 2014, but was not able to complete that process in 2014;

Whereas, the City has now completed all the necessary paperwork and bonding requirements to meet the USDA RD requirements and have received loan approval;

Whereas, the City establishes two new funds to meet the accounting requirements of the USDA funding which are: 210- USDA-RD 2015 Community Facilities Loan and 320 - City Hall/Library Facility Improvements-USDA Funded;

Whereas, the City incurred unanticipated expenditures for engineering and bond counsel in order to secure the USDA RD funding;

Whereas, upon receipt of the USDA RD loan proceeds, the City will immediately repay the interfund loan used to purchase the bank building while working on the loan requirement with principal repayment directly from the loan proceeds to water and sewer funds and pay the accrued interest from the General Fund;

Whereas, the City can now move forward with renovations to the Heritage Bank Building to allow for the relocation of the City's current Financial and Building Departments to the new building;

Whereas, upon relocation of the current Financial and Building Departments, the current space can then be renovated to allow for the Library to expand in the vacated areas;

Now Therefore the City Council of the City of Kalama do ordain as follows:

Section 1 The 2015 Budget is increased to \$6,668,800.00 as shown on the attached Exhibit A including all transfers and adjustments to ending fund balance estimates.

Section 2 Acts taken by authorized officers and staff of the City, pursuant to this ordinance, but prior to its effective date are hereby ratified and confirmed. The appropriations made in this ordinance are necessary to accommodate the unanticipated revenues and expenditures.

Section 3 Severability - If any section, subsection, paragraph, sentence, clause, or phrase of this ordinance is declared unconstitutional or invalid for any reason, such decision shall not affect the validity of the remaining parts of this ordinance.

Section 4 This ordinance shall become effective five days after passage, approval, and publication as provided by law.

PASSED BY THE CITY COUNCIL OF THE CITY OF KALAMA and approved by the Mayor at this regular meeting of the City Council held on the 4th day of March , 2015.

CITY OF KALAMA

Pete Poulsen Mayor

ATTEST:

Coni McMaster, Clerk/Treasurer

EXHIBIT "A"

<u>FUND NO.</u>	<u>FUND NAME</u>	<u>EXPENDITURES</u>
001	General Fund (not including police)	(\$5230) \$886,180.00
001	General Fund-Police Budget.....	\$707,020.00
101	Street Fund	\$145,700.00
102	Street Improvement Reserve	\$493,600.00
103	Sidewalk Fund	\$0.00
104	Criminal Justice	\$7,000.00
105	Tourism – Hotel/Motel Tax Revenue	\$33,300.00
106	Community Building Reserve	\$15,000.00
107	Wage & Benefit Reserve Fund	\$7,000.00
108	Park Development Fund	\$0.00
109	Affordable Housing Development	\$10,000.00
110	Library Fund	\$49,550.00
113	Community Building	\$23,800.00
115	General Fund Designated Reserves.....	\$140,000.00
116	General Fund Capital Improvement (Real Estate Excise Tax)..	(\$100,000) \$139,000.00
117	Police Vehicle Reserve	\$0.00
135	General Fund Reserves	\$0.00
210	USDA-RD 2015 Community Facilities Loan	(\$12,000) \$12,000.00
320	City Hall/Library Facility Improvements - USDA Funded	(\$500,000) \$500,000.00
401	Water/Sewer Fund.....	\$2,355,000.00
402	Garbage/Solid Waste	\$305,600.00
408	Water System Improvements	\$415,250.00
410	Water Equipment Reserve.....	\$0.00
412	Loan/Bond Reserve Fund.....	\$0.00
413	I & I Rehabilitation	\$15,000.00
415	Sewer/Water Capital Improvement Reserve	\$406,300.00
631	Transportation Benefit District	\$2,500.00
	TOTAL	\$6,668,800.00

Attached to and becoming a part of the City of Kalama's 2015 Budget Ordinance #1356 Adopted on March 4, 2015