

ORDINANCE NO. 865

AN ORDINANCE OF THE CITY OF PALOUSE, WASHINGTON, adopting the budget for the fiscal year ending December 31, 2010.

WHEREAS, the Mayor of the City of Palouse, Washington, completed and placed on file with the City Clerk-Treasurer a proposed budget and estimate of the amount of the monies required to meet the public expenses, interest, reserve funds and expenses of government of the City of Palouse for the fiscal year ending December 31, 2010. Notices were published for the following public hearings and meetings held at Palouse City Hall at 7:00 pm: Public Hearing for Revenue Sources – July 28, 2009; Preliminary Budget Hearing – November 10, 2009; Final Budget Hearing – November 24, 2009; Final Budget Adoption, City Council Meeting – December 8, 2009; and

WHEREAS, the said City Council did meet at said time and place and did then consider the matter of the proposed City of Palouse 2010 budget; and

WHEREAS, the said proposed budget does not exceed the lawful limit of taxation allowed by law to be levied on the property within the City of Palouse for the purposes set forth in said budget, and the estimated expenditures set forth in said budget being all necessary to carry on the government and sufficient to meet the various needs of the City of Palouse during 2010.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF PALOUSE do ordain as follows:

SECTION 1. The Annual Budget for the City of Palouse, Washington, for the year 2010, is hereby adopted at the fund level in its final form and content as set forth in the document entitled City of Palouse 2010 Budget, three copies of which are on file in the Office of the Clerk-Treasurer.

SECTION 2. Estimated resources for each separate fund of the City of Palouse, and aggregate expenditures for all such funds of the year 2010 are set forth in a summary form below, and are hereby appropriated for expenditure at the fund level during the year 2010 as set forth in the City of Palouse 2010 Budget.

Fund	Estimated Resources	Appropriations
Current Expense	458,215	428,265
City Streets	88,000	83,450
Arterial Streets	60,850	47,100
Cemetery	17,200	16,725
Emergency Medical Services	25,650	23,210
Joint Board - Fire & EMS	49,300	49,300
Community Dev. Block Grant	189,800	145,700
Water Capital Improvement	33,000	21,400
Cemetery Reserve	3,750	1,000
Vehicle & Equipment Reserve	40,300	25,000
Building Maintenance Reserve	84,380	64,000
Police Car Reserve	11,590	5,000
Police Equipment Reserve	9,195	5,000
Fire Equipment Reserve	7,920	2,000
Pump Maintenance Reserve	31,150	20,000

2010 BUDGET MESSAGE

A copy of the 2010 Proposed Budget is attached. Proposed expenditures for 2010, stated on a comparative basis with the 2009 budget and 2008 actual expenditures are as follows:

	Expenditures 2008	Budget 2009	Budget 2010
Ending Cash & Investments	836,614.73	432,630.00	424,825.00
General Gov'tal Services	78,029.60	94,815.00	89,715.00
Security of Persons & Property	226,838.57	280,660.00	277,790.00
Physical Environment	291,799.45	394,075.00	374,625.00
Transportation	99,695.64	87,550.00	77,450.00
Economic Environment	765.69	202,200.00	146,200.00
Mental & Physical Health	364.40	375.00	375.00
Culture & Recreation	78,675.77	98,810.00	81,900.00
Total Appropriations	776,169.12	1,158,485.00	1,048,055.00
Non-Expenditures	149,697.96	56,950.00	47,650.00
Total Other Financing Uses	1,280,963.71	594,870.00	342,885.00
Total All Estimated Uses	3,043,445.52	2,242,935.00	1,863,415.00

The 2010 budget as proposed is approximately 20.53% lower than 2009. Total budgeted expenditures for 2010 are \$1,438,590, a decrease of \$371,715. This decrease is primarily due to:

- Completion of TIB projects Whitman St Improvement and H St Sidewalks.
- Partial completion of the Brownfields IPG Project.

The budget is balanced by a proposed general levy of an estimated \$107,292 with 65% for general fund purposes and 35% for street fund operating. The levy estimate of \$16,933 is for emergency medical services and is in the EMS Fund. The special tax collection of \$26,000 is for the operations and maintenance of the pool and is in the Current Expense Fund. The special tax collection of \$40,000 is for street oiling and street improvements and is in the Arterial Street Fund. The 2009 assessed valuation for 2010 tax collection is \$39,905,935.

The estimated yield from retail sales and use, real estate excise tax, utility and occupations tax, and interfund tax is \$165,500. Included in existing municipal code is a utility tax on water and sewer. This code will be amended to 6% and will be implemented in 2010. The estimate of \$165,500 includes an estimate of \$16,000 for this tax.

Budgeted funds include any estimated balances to be carried over from 2009.

Estimated population for the City of Palouse in 2010 is 1,015.

Estimated revenues for 2010 compared to estimated revenues for 2009 and actual revenues for 2008 are as follows:

	2008 ACTUAL	2009 ESTIMATE	2010 ESTIMATE
Estimated Beginning Balances	1,069,837.28	818,850.00	720,505.00
Taxes	388,891.20	351,500.00	362,500.00
Licenses and Permits	5,953.15	4,100.00	5,600.00
Intergovernmental Revenues	854,516.13	559,235.00	315,925.00
Charges for Services	386,796.88	358,850.00	348,650.00
Fines & Forfeitures	3,860.00	4,500.00	5,000.00
Miscellaneous Revenue	35,377.03	34,930.00	29,990.00
Total Estimated Revenues	1,675,394.39	1,313,115.00	1,067,665.00
Non-Revenues	188,943.90	2,200.00	2,200.00
Total Other Financing Sources	109,269.95	108,770.00	73,045.00
Total All Estimated Revenues	3,043,445.52	2,242,935.00	1,863,415.00

PERSONNEL

The 2010 budget for gross salaries was decreased by a total of \$12,950. This decrease is due to the reduction of hours the swim pool will operate and public works will not hire extra help for the spring and summer. Public Works Superintendant will get a monthly increase to his position of \$208. If the 2009 pool manager returns in 2010, she will get an increase of \$1.00 an hour. The 2010 budget for employee costs was increased by a total of \$320. Medical insurance costs increased. This increase was offset by reduced swim pool hours and no summer help for public works.

LAW ENFORCEMENT, FIRE CONTROL, AND COMMUNICATIONS

Total budget for costs of law enforcement, fire control, and communications decreased slightly from \$224,895 in 2009 to \$222,925 in 2010. There have been no program changes. The fire control budget stated represents only the city share.

GENERAL

In 2008 the sewer extension to Breeding's Addition was partially funded by a short-term bank loan for \$70,000. The principal balance at the end of 2009 is expected to be \$52,000. The loan matures February 1, 2010. The city will be investigating a possible loan extension or consider other funding options. Interfund loans totaling \$100,000 also funded this sewer extension. No interest or principal payments have been made yet. These interfund loans will be due in 2011.

Submission of this message along with the budget document is in accordance with the provisions of
RCW 35.33 for Second Class Cities