

ORDINANCE NO. 16-19

AN ORDINANCE of the City of Richland amending the 2019 Budget and 2019-2024 Capital Improvement Plan to provide for additional appropriations and declaring that a public emergency exists in the City's Equipment Replacement Fund.

WHEREAS, on November 20, 2018, the Richland City Council passed Ordinance No. 60-18 approving the 2019 Budget; and

WHEREAS, the operating permit for the Horn Rapids Landfill requires provisions for fire protection and dust control; and

WHEREAS, these provisions were previously met utilizing a 1985 Mack water truck which suffered systemic failures in late 2018, making it risky and prohibitively expensive to repair; and

WHEREAS, rental instead of replacement would require a budget adjustment to the Solid Waste Fund of approximately \$40,000 annually into the foreseeable future; and

WHEREAS, the approved 2019 Equipment Replacement Fund does not include funding for replacement of the water truck as staff sought to extend the life of the truck until its planned replacement in 2020; and

WHEREAS, sufficient unappropriated funds are available in the Equipment Replacement Fund to support the required budget adjustment; and

WHEREAS, a public hearing was held pursuant to RCW 35.33.091 on February 19, 2019 regarding the increase in appropriations from beginning fund balance in the Equipment Replacement Fund.

NOW, THEREFORE, BE IT ORDAINED by the City of Richland as follows:

Section 1. Facts Constituting Emergency. The expenses contained within this ordinance were not anticipated when the 2019 budget was approved.

Section 2. Declaration of Public Emergency. Due to circumstances described above, the City Council declares that a public emergency exists in the Equipment Replacement Fund.

Section 3. Amendment of the 2019 Budget. The 2019 Budget is hereby amended to provide additional appropriations in the Equipment Replacement Fund from unappropriated fund balance as follows:

**Equipment Replacement Fund**

Current Appropriation: \$ 3,555,521

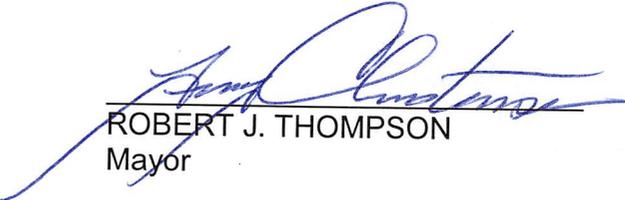
Increase in Appropriation: \$ 175,000

Amended Appropriation: \$ 3,730,521

Section 4. The 2019-2024 Capital Improvement Plan (CIP) is hereby amended to increase appropriations in 2019 and reduce planned appropriations in 2020 related to the landfill water truck as provided in **Exhibit A**.

Section 5. This ordinance shall take effect the day following its publication in the official newspaper of the City of Richland.

PASSED by the City Council of the City of Richland, Washington, at a regular meeting on the 5<sup>th</sup> day of March, 2019.

  
ROBERT J. THOMPSON  
Mayor

ATTEST:

APPROVED AS TO FORM:

  
DEBBY BARHAM, Deputy City Clerk

  
HEATHER KINTZLEY, City Attorney

Date Published: March 10, 2019

# Equipment Replacement Program

Type of Project:  Partnership Project?  Project #

Core Focus Area:  Strategic Leadership Plan Project?  Revision to Council 3-05-19

PROJECT NAME:

PROJECT ADMINISTRATION:

PROJECT LOCATION:

PROJECT TIMELINE:

RESPONSE TO \*GMA LEVEL OF SERVICE?

## PROJECT DESCRIPTION

The city-wide equipment replacement program is reviewed by the Equipment Replacement Task Team. Year 2019 has been reviewed and recommendations for replacements have been determined as shown. The appropriated costs for the Solid Waste Fund were increased by Ordinance No. 16-19 for the 2019 year and reduced for the 2020 year to enable the 2019 purchase of a replacement water truck.

## PROJECT ASSUMPTIONS

## BENEFITS

| PROJECT COST ESTIMATE                   | Total Estimated Project Cost                     | Project Costs To-Date 12/31/17   | Authorized Budget Remaining in 2018 | 2019                | 2020                | 2021                | 2022                | 2023                | 2024                |
|---|--|----------------------------------|-------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| ELECTRIC FUND                           | 4,406,541  | 448,129                          | 148,119                             | 242,537             | 1,539,728           | 387,079             | 194,522             | 216,350             | 1,230,077           |
| WATER FUND                              | 1,314,665  | -                                | 63,953                              | 123,000             | 494,369             | 273,104             | 200,248             | 68,385              | 91,606              |
| WASTEWATER FUND                         | 2,523,562  | 540,466                          | 69,922                              | 260,000             | 873,510             | 520,207             | 198,106             | 40,067              | 21,284              |
| SOLID WASTE FUND                        | 8,843,364  | 1,119,100                        | 819,751                             | 1,580,393           | 1,726,886           | 684,755             | 1,353,364           | 335,325             | 1,223,790           |
| STORMWATER FUND                         | 959,738  | -                                | -                                   | -                   | 262,606             | 247,172             | -                   | 449,960             | -                   |
| AMBULANCE FUND                          | 1,484,935  | 259,935                          | 295,000                             | -                   | 300,000             | -                   | 310,000             | -                   | 320,000             |
| PW ADMIN & ENGINEERING                  | 423,177  | -                                | 46,859                              | 40,000              | 80,000              | 114,594             | 70,204              | -                   | 71,520              |
| GENERAL FUND                            | 9,874,427  | 1,727,091                        | 643,673                             | 922,798             | 2,134,827           | 951,957             | 1,000,757           | 1,624,018           | 869,306             |
| STREETS FUND (GF)                       | 1,479,850  | 65,531                           | 244,632                             | 378,981             | 228,337             | 452,300             | -                   | 110,069             | -                   |
| EQUIPMENT MAINTENANCE FUND              | 225,685  | -                                | 99,500                              | -                   | 126,185             | -                   | -                   | -                   | -                   |
| CRIMINAL JUSTICE FUND                   | 423,770  | -                                | -                                   | -                   | 105,005             | 149,913             | -                   | 115,000             | 53,852              |
| <b>TOTAL</b>                            | <b>\$ 31,959,714</b>                             | <b>\$ 4,160,252</b>              | <b>\$ 2,431,409</b>                 | <b>\$ 3,547,709</b> | <b>\$ 7,871,453</b> | <b>\$ 3,781,081</b> | <b>\$ 3,327,201</b> | <b>\$ 2,959,174</b> | <b>\$ 3,881,435</b> |
| RECOMMENDED FUNDING SOURCES             | Total Estimated Project Revenues                 | Project Revenue To-Date 12/31/17 | Authorized Budget Remaining in 2018 | 2019                | 2020                | 2021                | 2022                | 2023                | 2024                |
| ELECTRIC FUND CONTRIBUTIONS             | 2,773,735  | 257,500                          | 265,225                             | 291,748             | 320,922             | 353,014             | 388,316             | 427,148             | 469,862             |
| WATER FUND CONTRIBUTIONS                | 1,946,853  | 121,600                          | 145,920                             | 206,937             | 231,769             | 259,582             | 290,732             | 325,619             | 364,694             |
| WASTEWATER FUND CONTRIBUTIONS           | 2,202,737  | 156,340                          | 187,608                             | 243,592             | 292,310             | 306,925             | 322,272             | 338,385             | 355,305             |
| SOLID WASTE FUND CONTRIBUTIONS          | 9,204,021  | -                                | 802,175                             | 1,579,739           | 970,632             | 1,067,695           | 1,174,464           | 1,291,911           | 2,317,405           |
| STORMWATER FUND CONTRIBUTIONS           | 743,400  | 83,600                           | 86,108                              | 88,691              | 91,352              | 94,093              | 96,915              | 99,823              | 102,818             |
| AMBULANCE FUND CONTRIBUTIONS            | 1,534,538  | 131,250                          | 137,813                             | 186,047             | 195,349             | 205,117             | 215,373             | 226,141             | 237,448             |
| PW ADMIN & ENG CONTRIBUTIONS            | 295,640  | 11,025                           | 30,000                              | 33,000              | 36,300              | 39,930              | 43,923              | 48,315              | 53,147              |
| GENERAL FUND CONTRIBUTIONS              | 7,468,338  | 784,470                          | 792,128                             | 866,188             | 909,499             | 954,973             | 1,002,721           | 1,052,858           | 1,105,501           |
| CAPITAL LEASE/LT DEBT PROCEEDS          | 2,107,836  | 632,836                          | -                                   | -                   | 730,000             | -                   | -                   | 745,000             | -                   |
| STREETS FUND CONTRIBUTIONS              | 1,477,405  | 151,725                          | 159,311                             | 171,477             | 180,050             | 189,053             | 198,506             | 208,431             | 218,852             |
| EQUIPMENT MAINTENANCE FUND CONTRIB      | 136,791  | 14,325                           | 15,041                              | 15,793              | 16,583              | 17,412              | 18,283              | 19,197              | 20,157              |
| PUBLIC SAFETY SALES TAX CONTRIB         | 455,095  | 51,000                           | 52,020                              | 55,813              | 56,929              | 58,068              | 59,229              | 60,414              | 61,622              |
| EQUIPMENT RESERVES                      | 1,613,325  | 1,764,581                        | (241,940)                           | (191,316)           | 3,839,758           | 235,219             | (483,533)           | (1,884,068)         | (1,425,376)         |
| <b>TOTAL</b>                            | <b>\$ 31,959,714</b>                             | <b>\$ 4,160,252</b>              | <b>\$ 2,431,409</b>                 | <b>\$ 3,547,709</b> | <b>\$ 7,871,453</b> | <b>\$ 3,781,081</b> | <b>\$ 3,327,201</b> | <b>\$ 2,959,174</b> | <b>\$ 3,881,435</b> |
| OPERATING & MAINTENANCE COSTS (IMPACTS) | Total Estimated Project Operating & Maint. Costs |                                  |                                     | 2019                | 2020                | 2021                | 2022                | 2023                | 2024                |
|   | -  |                                  |                                     |                     |                     |                     |                     |                     |                     |
| <b>TOTAL</b>                            | <b>\$ -</b>                                      | <b>\$ -</b>                      | <b>\$ -</b>                         | <b>\$ -</b>         | <b>\$ -</b>         | <b>\$ -</b>         | <b>\$ -</b>         | <b>\$ -</b>         | <b>\$ -</b>         |

**\*\*FOR FINANCE STAFF USE ONLY\*\* ALL 2019 PROJECTS MUST HAVE CODING AND IDENTIFIED AS CAPITAL/MAINTENANCE**

| DESCRIPTION                                 | 2019                | CODING   |
|---|---------------------|--|
| EQUIPMENT REPLACEMENT - VEHICLES >\$5,000   | 3,282,643           | 503-215-0006-594480-6405                             |
| EQUIPMENT REPLACEMENT - LEASE PRINCIPAL     | 225,362             | 503-215-0007-591180-7501                             |
| EQUIPMENT REPLACEMENT - LEASE INTEREST      | 39,804              | 503-215-0008-592180-8201                             |
| EQUIPMENT REPLACEMENT - INTERFUND PRINCIPAL | -                   | 503-215-0007-581100-7901                             |
| EQUIPMENT REPLACEMENT - INTERFUND INTEREST  | -                   | 503-215-0008-581100-8201                             |
| <b>TOTAL</b>                                | <b>\$ 3,547,709</b> | <b>TOTAL MUST EQUAL PROJECT COSTS FOR 2019 ABOVE</b> |