### ORDINANCE <u>0-4566</u>

AN ORDINANCE OF THE CITY OF KIRKLAND RELATING TO BIENNIAL
 BUDGETS.
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WHEREAS, as part of a legal review of the Kirkland Municipal Code ("KMC") by Code Publishing Company it was recommended that the KMC be reviewed to ensure its budget-related provisions conform to the City's practice of adopting biennial rather than annual budgets; and

9 WHEREAS, there are a number of instances where KMC
10 provisions reflect an annual rather than a biennial budget process that
11 should be amended to conform to City practice.
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The City Council of the City of Kirkland do ordain as follows:

15 <u>Section 1</u>. Kirkland Municipal Code Section 3.28.030 is amended 16 to read as follows:

### 18 **3.28.030 Support activities—Expenditures.**

19 The Kirkland library board may participate in and support activities which promote the King County rural library system and its Kirkland 20 resource library and the use of the library district's facilities by the 21 residents of the city as well as programs to solicit contributions to the 22 23 King County rural library district fund. All expenditures for or on behalf of the Kirkland library board to be paid by the city shall be included 24 within the city annual biennial budget for appropriation. Prior to 25 26 payment of any such expenditures, the invoice therefor shall be submitted to and approved by the finance and administration 27 28 department for the city.

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30 <u>Section 2</u>. Kirkland Municipal Code Section 3.49.080 is amended 31 to read as follows:

#### 33 **3.49.080 Court operation.**

34 As part of the annual preliminary biennial budget presentation, the 35 finance and administration department will assist the municipal court judge in the creation of a budget for the court and the city manager will 36 make a recommendation to the city council. The annual biennial budget 37 for the municipal court shall be as approved by the city council. All 38 employees of the municipal court shall, for all purposes, be deemed 39 40 employees of the city. They shall be subject to applicable provisions of city personnel rules, collective bargaining agreements, and state laws, 41 42 such as RCW 3.50.080.

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44 <u>Section 3</u>. Kirkland Municipal Code Section 3.68.050 is amended
 45 to read as follows:

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### 47 3.68.050 Park and recreation department—Park budget.

48 AnnuallyEach\_even-numbered\_year, the department shall submit a budget to the governing body of the city on or before the second 49 50 Monday in August for its approval. 51

Section 4. Kirkland Municipal Code Section 3.96.030 is amended to read as follows:

### 3.96.030 Plaza of Champions fund established.

56 There is hereby established, pursuant to RCW Chapter 35A.37 and 57 RCW 35.21.070, et seq., a special fund which shall be identified as the 58 Plaza of Champions fund. Expenditures from said fund shall be made only for the purpose of paying costs, expenses, maintenance and capital 59 improvements, if any, incurred in the carrying out of the program 60 61 adopted by Section 3.96.010. All gifts (except contributions of personal 62 services), made to the city, including all moneys and other gifts solicited 63 or received by the park board shall be deposited in said fund. The 64 moneys in said fund may be allowed to accumulate from year to year until the city council determines to expend the moneys in the fund for 65 the purpose and purposes hereinabove specified; provided, that any 66 67 moneys in the fund shall never be expended for any other purpose or 68 purposes than those specified without an approving vote of a threequarters majority of the members of the city council. Any moneys in the 69 70 fund at the end of the fiscal year shall not lapse, nor shall the same be a surplus available, or which may be used for any other purpose or 71 72 purposes than those specified in this chapter.

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74 The city council may direct the transfer to or deposit in said fund of 75 such additional donations, gifts, or other moneys as it may authorize by ordinance, resolution, or motion duly passed. Authorization to expend 76 77 moneys from said fund shall be subject to approval by the city council. 78 Such approval may be expressed by the inclusion of an item therefor in 79 the annual biennial budget or such other appropriate action by the city 80 council as may be permitted by law. Such authorization shall not lapse at the end of the budgetary year biennial budget, but may be carried 81 82 forward; provided, that such carried-forward appropriation shall be included and so identified in the biennial budget for succeeding years. 83 84

85 Section 5. Kirkland Municipal Code Section 5.24.060 is amended 86 to read as follows:

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# 5.24.060 Funds available for investment.

89 Pursuant to Sections 5.24.040 and 5.24.050, moneys available for investment may at the discretion of the finance committee be invested 90 91 in a common investment fund. All interest earned from the common investment fund shall be deposited in an interest revolving fund. After 92 93 first providing for all costs and expenses incurred in the administration of the common investment fund, the finance committee may annually 94 95 distribute from the interest revolving fund the interest earning 96 attributable to each fund participating in the common investment fund.

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98 In determining the amount of earnings allocable to each 99 participating fund, the committee may take into consideration the 100 annual average balance (calculated upon monthly balances of each participating fund), the minimum fund balance required to meet the 101

ongoing operations and expenses of said fund, or in the alternative, the
amount designated by the appropriate department head as available on
a monthly or annual basis for investment.

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After such distribution of interest earnings is made, all interest 106 107 earnings remaining in the interest revolving fund shall be deemed to be 108 interest earnings on treasurer's excess cash or excess funds in the 109 current expense fund, and shall be for the benefit of the current expense 110 fund. Provided, however, nothing in this section, nor Sections 5.24.040 111 and 5.24.050, shall prevent the city council, in adopting the annual 112 biennial budget, from allocating all such earnings or interest income for the benefit of the current expense fund; provided further, that all 113 114 earnings from the sale of general obligation bonds or revenue bonds, or 115 similar instruments of indebtedness shall be invested or used in such 116 manner as the initiating ordinances, resolutions or bond covenants may 117 lawfully prescribe.

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119 <u>Section 6</u>. Kirkland Municipal Code Section 3.36.030 is amended 120 to read as follows:

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# 122 5.36.030 Inclusion of items in budget—Repetition—Surplus 123 moneys.

An item for the cemetery improvement fund may be included in the 124 125 city's annual biennial budget or estimate of amounts required to meet 126 public expense for the ensuing-year biennium, and the item may be 127 repeated from year to year each biennium until in the judgment of the 128 city council the amount required for the purposes herein specified shall 129 have been raised or accumulated. Any moneys in the fund at the end of the fiscal year biennium shall not lapse, nor shall the same be a surplus 130 131 available or which may be used for any other purpose or purposes than 132 those specified except as in this chapter provided.

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134Section 7.Kirkland Municipal Code Section 5.76.030 is amended135to read as follows:

# 136 137 5.76.030 Deposits and expenditures—Continuing

# 138 appropriations.

The city council may direct the transfer to or deposit in said fund 139 140 such additional grants, gifts, moneys or general city revenues as it may 141 authorize by ordinance, resolution or motion duly passed. Authorization 142 to transfer or expend moneys from said fund shall be subject to approval 143 by the city council. Such approval may be expressed by the inclusion of 144 an item therefor in the annual biennial budget or such other appropriate 145 action by the city council as may be permitted by law. Such authorization 146 shall not lapse at the end of the budgetary year biennium but may be carried forward, provided that such carried forward appropriation should 147 148 be included and so identified in the budget for succeeding years. 149

150Section 8.Kirkland Municipal Code Section 18.12.020 is151amended to read as follows:

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# 153 **18.12.020 Budget and tax levy.**

From time to time hereafter for the purpose of maintaining the local improvement guaranty fund the city shall at the time of making its  annual <u>biennial</u> budget and <u>annual</u> tax levy provide for the levy of a sum sufficient, with other resources of the fund, to meet the financial requirements of such fund, provided that the levy in any one year shall not exceed five percent of the outstanding obligations guaranteed by the fund.

162 Section 9. If any provision of this ordinance or its application to 163 any person or circumstance is held invalid, the remainder of the 164 ordinance or the application of the provision to other persons or 165 circumstances is not affected.

Section 10. This ordinance shall be in force and effect five days
 from and after its passage by the Kirkland City Council and publication
 pursuant to Section 1.08.017, Kirkland Municipal Code in the summary
 form attached to the original of this ordinance and by this reference
 approved by the City Council.

Passed by majority vote of the Kirkland City Council in open meeting this 21st day of March, 2017.

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Signed in authentication thereof this 21st day of March, 2017.

MAYOR MAYOR

Attest:

City Clerk

Publication Date: March 27, 2017

Approved as to Form:

Kevin Raymond City Attorney

#### PUBLICATION SUMMARY OF ORDINANCE <u>0-4566</u>

AN ORDINANCE OF THE CITY OF KIRKLAND RELATING TO BIENNIAL BUDGETS.

<u>SECTION 1</u>. Amends Kirkland Municipal Code ("KMC") Section 3.28.030 by amending annual budget to biennial budget.

SECTION 2. Amends KMC Section 3.49.080 by amending annual budget to biennial budget.

<u>SECTION 3.</u> Amends KMC Section 3.68.050 to amend annually to even-numbered year preliminary budget presentations.

<u>SECTION 4</u>. Amends KMC Section 3.96.030 by amending annual budget to biennial budget.

<u>SECTION 5.</u> Amends KMC 5.24.060 by amending annual budget to biennial budget.

<u>SECTION 6</u>. Amends KMC Section 5.36.030 by amending annual budget to biennial budget and year or fiscal year to biennium.

<u>SECTION 7</u>. Amends KMC 5.76.030 by amending annual budget to biennial budget and budgetary year to biennium.

SECTION 8. Amends 18.12.020 by amending annual budget to biennial budget.

<u>SECTION 9</u>. Provides a severability clause for the ordinance.

<u>SECTION 10</u>. Authorizes publication of the ordinance by summary, which summary is approved by the City Council pursuant to Section 1.08.017 Kirkland Municipal Code and establishes the effective date as five days after publication of summary.

The full text of this Ordinance will be mailed without charge to any person upon request made to the City Clerk for the City of Kirkland. The Ordinance was passed by the Kirkland City Council at its meeting on the 21st day of March, 2017.

I certify that the foregoing is a summary of Ordinance O-4566 approved by the Kirkland City Council for summary publication.

Matri Anderson ty Clerk