ORDINANCE 2735

AN ORDINANCE AMENDING ORDINANCE NO. 2725 ADOPTED ON NOVEMBER 7th of 2005, ENTITLED "AN ORDINANCE ADOPTING THE BUDGET AND SALARY SCHEDULE FOR ALL MUNICIPAL PURPOSES AND USES FOR THE YEAR 2006".

WHEREAS, there are several projects that were not fully anticipated at the time of the 2006 budget requiring additional appropriations of $178,000, and

WHEREAS, these new appropriations are supported with operating transfers from other funds in the amount of $158,000 which results in double budgeting, and

WHEREAS, overpayment from Medicare occurred in 2003 and 2004 that the City is reimbursing back to Island Hospital in the amount of $75,119.

NOW, THEREFORE, BE IT ORDAINED by the City Council of the City of Anacortes, Washington, as follows:

Section 1. Ordinance No. 2725 dated November 7, 2005 adopting the Budget for 2006 is hereby amended to reflect the following additional expenditures from the following funds:

NEW APPROPRIATIONS

Parks & Recreation Fund (101)		**Expenditure**	**Revenue**
Art Depot Master Plan	101.10.36.575.30.41.00	$15,000	
Operating Transfer from Fund 180	101.397.00.01.80		$5,000
Port of Anacortes Reimbursement	101.338.74.01.00		$5,000
Private Donations & Gifts	101.367.00.00.00		$5,000

The Art Depot Master Plan is being funded by the City and the Port. The Port has signed an agreement. There are several verbal commitments from other organizations for the remaining $5,000.

Arterial Street Construction (105)		**Expenditure**	**Revenue**
Kansas & Oakes Intersection	105.09.26.595.32.63.00	$50,000	
Cherry Lane – Orchards to Hearts lake Road	105.09. Expense Account	$20,000	
Pennsylvania Ave Wetland Delineation – Skyline Connector	105.09. Expense Account	$8,000	
REET II Transfer from Fund 335	105.397.00.01.12		$78,000

These projects were approved with prior Council actions in 2006 this budget amendment is housekeeping.

Storm Drainage (445)		**Expenditure**	**Revenue**
West 8th Wetland Enhancement Street Mitigation	445.09. Expense Account	$75,000	
REET I Transfer from Fund 335	445.397.00.03.35		$75,000

These projects were approved with prior Council actions in 2006 this budget amendment is housekeeping.

ACFL Management Fund (113)		**Expenditure**	**Revenue**
ACFL Land Acquisition	113.10.37.594.79.61.00	$3,000	
Professional Services for Surveying	113.10.37.576.90.41.00	$7,000	
Lakeside Contribution	113.367.11.00.00		$3,500
Quarry Rock Sales from Prior Years	291.70.00.00		$6,500

Lakeside contributes $3,500 to the surveying for quantity calculation of the ACFL lands. In addition, there is adequate fund balance from prior year rock quarry sales to cover this land purchase and the remaining cost of the surveying work.

TOTAL NEW APPROPRIATIONS FOR 2006 **$178,000**

OPERATING TRANSFER FOR NEWLY AWARDED PROJECTS

Community Development (180)		**Expenditure**	**Revenue**
Operating Transfer	180.13.00.597.91.01.01	$5,000	
Beginning Fund Balance	180.291.70.00.00		$5,000

This is the appropriation to support the Art Depot Master Plan. The funds are coming from Fund 180 to Fund 101.

Growth Management Capital Improvement Fund (335)		**Expenditure**	**Revenue**
Operating Transfer to Fund 105	335.13.00.597.42.94.00	$78,000	
Operating Transfer to Fund 445	335.13.00.597.42.04.45	$75,000	
Beginning Fund Balance	335.291.70.00.00		$153,000

This is the appropriation to support the transfer of REET to fund several projects in Fund 105 and one project in Fund 445 appropriated above.

OPERATING TRANSFER FOR 2006 **$158,000**

REIMBURSEMENT OF OVERPAYMENTS IN PRIOR YEARS

Ambulance Service Fund (110)		**Expenditure**	**Revenue**
Island Hospital	110.08.30.526.80.49.02	$75,119	
Beginning Fund Balance	110.291.70.00.00		$75,119

This amount represents a reduction in the revenue received in prior years as Medicare overpaid the Hospital and City of Anacortes. This over payment occurred because Medicare was behind several years in reconciling their payments to actual expenses. This amount is owed for 2003 and 2004 overpayment.

TOTAL OVERPAYMENT REIMBURSED IN 2006 **$75,119**

Section 2. Effective date. This Ordinance shall take effect from and after five (5) days after its passage and publication, as required by law.

PASSED AND APPROVED THIS 15th day of May, 2006

CITY OF ANACORTES, WASHINGTON

BY: H. Dean Maxwell

H. Dean Maxwell, Mayor

ATTEST:

Wanda Johnson

Wanda Johnson, City Clerk

(Corporate Seal)

APPROVED AS TO FORM

I. S. Munce

Ian S. Munce, City Attorney