



## City of Ketchum

August 19, 2019

Mayor Bradshaw and City Councilors  
City of Ketchum  
Ketchum, Idaho

Mayor Bradshaw and City Councilors:

### **Recommendation to Hold Public Hearing and Adopt Ordinance No. 1199 The FY 19-20 Annual Appropriations Ordinance**

#### Recommendation and Summary

Staff respectfully recommends that the Ketchum City Council conduct the third and final reading of the Annual Appropriation Ordinance No. 1199, and read by title only (the Council may wish to modify the motion if the ordinance is changed, as noted below):

**"I MOVE TO APPROVE THE THIRD READING, BY TITLE ONLY, OF ORDINANCE NO. 1199 [INCLUDING THE PRESENTED REVISION], AN ORDINANCE OF THE CITY OF KETCHUM, IDAHO, ENTITLED THE ANNUAL APPROPRIATION ORDINANCE FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2019, APPROPRIATING TO THE VARIOUS BUDGETARY FUNDS, SUMS OF MONEY DEEMED NECESSARY TO DEFRAY ALL NECESSARY EXPENSES AND LIABILITIES WITHIN EACH FUND FOR THE ENSUING FISCAL YEAR, AUTHORIZING A LEVY OF A SUFFICIENT TAX UPON THE TAXABLE PROPERTY AND SPECIFYING THE OBJECTS AND PURPOSES FOR WHICH SAID APPROPRIATION IS MADE, AND PROVIDING AN EFFECTIVE DATE."**

The reasons for the recommendation are as follows:

- State statute establishes requirements for approving a budget.

#### Introduction and History

Per Idaho Code 50-1003, the City Council of each city shall, prior to the commencement of each fiscal year, pass an Ordinance to be termed the Annual Appropriation Ordinance.

On July 15, 2019, the Council adopted Resolution No. 19-016 approving the proposed budget for Fiscal Year Beginning October 1, 2019, and ending September 30, 2020, containing the proposed revenues and expenditures necessary for all purposes for said fiscal year to be raised and appropriated within said City. The Council subsequently conducted the first reading of Ordinance 1199 by title only. During the August 5, 2019, meeting, the Council conducted the second reading.

#### Analysis

Since the first reading of the ordinance, the City has been advised by the Blaine County Sheriff that the contract level is able to be reduced by \$24,812 to \$1,503,560 for FY 20 as a result of lower than anticipated benefit costs. In response to Council deliberations during the August 5 meeting, included is a proposed modification to the budget to utilize the budget savings from the Sheriff contract and also to address Council

discussion. The proposal, including revised pages for the budget book, is detailed in Attachment C and summarized below. As shown, the proposed modifications would result in a net decrease of \$14,700 in the City budget, resulting in a \$24,938,948 budget for FY 20:

**General Fund** (no net change)

Decrease BCSO Contract	( \$24,812 )
Increase Contracts for Service (Fund KSAC Sustainability Consultant)	\$ 15,000
Increase Contingency	\$ 9,812

**LOT Fund** (no net change)

Decrease Transfer to Wagon Days (Defund concert)	( \$14,700 )
Decrease Events (Defund dog event)	( \$10,000 )
Increase Mountain Rides (Maintain summer late-night Blue Route)	\$ 24,700

**Wagon Days Fund** (net decrease of \$14,700)

Decrease Concert Funding (Defund concert)	( \$ 14,700)
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Financial Impact

The Fiscal Year 2019-20 City Budget provides budget authority for the services and projects the City anticipates providing during the new fiscal year. The currently adopted proposed budget appropriates a total of \$24,953,648 including \$10,626,271 in the General Fund. Adopting the proposal of modifications would appropriate a total of \$24,938,948 including \$10,626,271 in the General Fund.

Attachments

- Attachment A: Ordinance 1199 (Original)
- Attachment B: Ordinance 1199 (Revised Redline and Clean)
- Attachment C: Proposed Modifications to Budget Proposal