

2025-2026 Biennium Budget Amendments

Proposed Amendment Request Table

#	Amendment Request	Amendment Description	Department/ Division	Fund(s) or Functional Classification(s) Impacted	2025-26 Ongoing Appropriation Increase (Decrease) Requested	2025-26 One-time Appropriation Increase (Decrease) Requested	Offsetting Revenue Description
1A	North Bend Police Services ILA Dissolution	The intent of this amendment is to adjust General Fund expenditures and City-wide allocations to account for the closure of the North Bend Police Services Fund (#014) and the subsequent reduction in police and city-wide employees through position elimination and other such reductions.	Police Department	General Fund (#001), NB Police Services (#014), Non-Utility Capital (#310), Water (#401), Sewer (#402), Stormwater, (#403), Utility Capital (#417), ER&R (#501), IT (#502), Facilities (#510)	\$ (7,747,875)	\$ -	This amendment requires a decrease in revenue, to include \$2.34 million in internal service charges and \$4.62 million in North Bend Police Services revenue, and other reductions outlined in Attachments #7, #8, & #9.
1B	North Bend Police Services ILA Dissolution	This amendment allows sufficient appropriation for the City to pay the City of North Bend \$240,000, in accordance with the agreement ending police services.	Equipment Replacement and Repair	ER&R (#501)	\$ -	\$ 240,000	This item will be paid from the ER&R Fund's capital reserves.
1C	Closure of the North Bend Police Services Fund	This amendment will establish a transfer from the North Bend Police Services Fund (#014) to the General Fund (#001) to enable closure of the Fund (#014).	North Bend Police Services	North Bend Police Services (#014)	\$ -	\$ 120,134	This transfer will be funded from any remaining fund balance within Fund #014.
2	Liability and Property Insurance	The goal of this budget amendment is to increase the budget for liability and property insurance, which have been growing at a combined rate of over 20% for the last three years, with 2025 being \$63,336, or 8%, over budget and 2026 estimated at being \$116,913, or 14% over budget. The remaining increase represents overhead charges to departments.	Administration	General Fund (#001), NB Police Services (#014), Non-Utility Capital (#310), Water (#401), Sewer (#402), Stormwater, (#403), Utility Capital (#417), ER&R (#501), IT (#502), Facilities (#510)	\$ 254,140	\$ -	Administration charges a portion of this expenditure to capital, utility and internal service funds as overhead. This overhead revenue totals \$74k and is received into the General Fund (#001).
3	Worker's Compensation (L&I) Insurance	This amendment increases the budget for Worker's Compensation insurance. Over the last three years, these expenditures have increased by 52% for City public safety workers and 14% for other operating divisions.	General, Capital, Utility, and Internal Service Funds	General Fund (#001), NB Police Services (#014), Non-Utility Capital (#310), Water (#401), Sewer (#402), Stormwater, (#403), Utility Capital (#417), ER&R (#501), IT (#502), Facilities (#510)	\$ 163,905	\$ -	
4	Outside Legal Counsel Expenditures	This amendment relates to ongoing unexpected legal costs from a multitude of cases.	Administration	General Fund (#001)	\$ -	\$ 140,000	
5	Fire Department Health Insurance	The goal of this amendment is to adjust the budget for firefighter health insurance to account for five new firefighters who required higher levels of insurance than estimated within the 2025-26 Biennial Budget.	Fire & Emergency Management	General Fund (#001)	\$ 37,846	\$ -	
6	AED Replacement	The intent of this amendment is to purchase replacement automatic external defibrillators that have reached the end of their useful life.	Fire & Emergency Management	General Fund (#001)	\$ -	\$ 13,627	This appropriation will be reimbursed by a \$19k grant from King County, which expires in 2025. A portion of the grant, \$12k, was not included within the budget.
7	Splash Pad Operations	The opening of the City's new splash pad has resulted in costs above those estimated within the 2025-26 CIP. This amendment is intended to account for expenses that occurred above and beyond those estimated during 2025 and those expected in 2026.	Parks Maintenance	General Fund (#001)	\$ 25,684	\$ 10,294	
8	Public Defender Costs	Washington State Supreme Court Order 25700-A-1644, issued in 2025, caps the number of clients a defense attorney may represent. This limitation will begin in 2026. The goal of this amendment is to increase the budget to the amount estimated by our public defense firm.	Non-Departmental	General Fund (#001)	\$ 57,930	\$ -	None currently exists. However, a councilmanic public safety tax of 0.1% could be enacted to counteract this and other rising public safety costs.
9	Utility Fees Transfer	This amendment moves an estimated \$500,000 of excess utility fees historically transferred to Non-Utility Capital (#310). These funds are being moved to Utility Capital (#417), including any interest earned during the period.	Non-Utility Capital	Non-Utility Capital (#310), Utility Capital (#417)	\$ -	\$ 500,000	
10	Utility Rate Study Adjustments	This goal of this amendment is to adjust Utility Operations revenues and transfers to Utility Capital to match the decisions made within the Utility Rate Study, adopted within within Ordinance 1303 on May 12, 2025, as well as ensure a sufficient ending fund balance within Utility Capital (#417).	Utility Operations and Utility Capital	Water (#401), Sewer (#402), Stormwater, (#403), Utility Capital (#417),	\$ (11,236,370)	\$ -	These reductions in transfers correlate to decreased revenues of \$15.01 million, and include an increased reliance on debt financing within Utility Capital.
11	Stormwater System Plan	This amendment is intended to account for a \$163,171 Stormwater System Plan contract with NHC, as described and approved in AB24-117 on October 28, 2024.	Stormwater Operations	Stormwater Operations (#403)	\$ -	\$ 77,471	
12	Project Amendment: Eagle Lake Reservoir and Loan	This amendment increases the project appropriation for the Eagle Lake Water Reclamation Basin Improvement Project, which was amended in AB25-059 on May 27, 2025.	Utility Capital	Utility Capital Fund (#417)	\$ -	\$ 1,105,220	This appropriation is associated with an increase in a Department of Ecology Loan of \$2.24 million.
13A	Project Amendment: Water Reclamation Facility - Phase 3	As approved in AB25-085 on September 22, 2025, the intent of this amendment is to increase the WRF P3 (#417) project budget to include a contract amendment and an allowance for the amount that sales tax has increased since the start of this contract and project.	Utility Capital	Utility Capital Fund (#417)	\$ -	\$ 99,981	This appropriation will be funded by a decrease within the Utility Main & Drainage System Replacement Program.
13B	Project Amendment: Utility Main & Drainage System Replacement Program	As approved in AB25-085 on September 22, 2025, the intent of this amendment is to decrease the Utility Main & Drainage Replacement Program (#417) budget to support a WRF P3 amendment.	Utility Capital	Utility Capital Fund (#417)	\$ -	\$ (99,981)	
14	Business Park Lift Station Improvement Project	The goal of this amendment is to assign project funding to the Business Park Lift Station to begin design in anticipation of the Snoqualmie Valley Health expansion, as approved in AB25-079.	Utility Capital	Utility Capital Fund (#417)	\$ -	\$ 98,850	This appropriation will be funded by the Snoqualmie Valley Health expansion project.

Total by Ongoing and One-time Appropriation = \$ (18,444,740) \$ 2,305,596

Total Combined Ongoing and One-time Appropriation = \$ (16,139,144)

Note: Items highlighted blue affect the General Fund (#001) appropriation levels.