



SEATTLE CITY COUNCIL
CENTRAL STAFF

2023 Carryforward (CB 120774) & Exceptions (CB 120773) Legislation

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FINANCE, NATIVE COMMUNITIES & TRIBAL GOVERNMENTS COMMITTEE

MAY 1, 2024

Overview

1. Background on Budget Adjustment Process

- Adopted budget
- Automatic carryforwards (administrative)
- Supplementals
- Exceptions

2. Council Bill 120774 – 2023 Carryforward (Legislated)

- Add funding back for 2023 budgeted activities that were not completed in 2023

3. Council Bill 120773 – 2023 Exceptions

- Retroactively adjust 2023 budget to account for spending that has exceeded the revised budget after all automatic and legislated appropriation increases.

4. Next Steps

Background - Budget Adjustment Process

Adopted Budget

- [RCW 35.32A.050](#) - late November of each year City Council passes annual budget
- Passed on November 21, 2023, [Ordinance 126955](#) authorized a 2024 Adopted Budget from all sources of \$7.8 billion
- One-year of capital improvements program investments

Background - Budget Adjustment Process (Cont'd)

Automatic Carryforward

- [RCW 35.32A.080](#) – non-lapsing capital appropriations
- Grants and administrative
- Encumbrances
- Total of \$1.8B of automatic carryforward into 2024 across all funds, two thirds of which is in capital budget lines

Background - Budget Adjustment Process (Cont'd)

Supplementals & Exceptions

- Authority provided by [RCW 35.32A.060](#)
 - Standalone – Specific/single subject
 - Comprehensive – Affects multiple funds and departments
 - Carryforward
 - Exceptions
 - Mid-year/Year-end
 - Grant Acceptance & Appropriation

CB 120774 – 2023 Carryforward

Total requested carryforward of \$201.4 million across all funds, including:

- **Office of Planning and Community Development:** \$53.5 million (107 percent) increase* across several funds, \$51.4 million of which is for Equitable Development Initiative awards that have not yet been contracted
- **Office of Housing:** \$72 million (13 percent) overall increase, \$71.5 of which is JumpStart Fund for Multifamily Housing
- **Finance General:** \$28.6 million (8 percent) increase across several funds, \$27.3 million of which is a GF appropriation for Participatory Budgeting program

**Increase compared to the 2024 Adopted Budget. This is essentially transferring 2023 budget authority into 2024.*

CB 120773 – 2023 Exceptions

Total requested increase of \$12.8 million. Notable items include:

- **Department of Human Resources (SDHR):** A \$8.3 million Industrial Insurance Fund request in SDHR to pay for unanticipated costs due to high volumes of pensionable claims
- **Seattle Public Utilities (SPU):** \$3.3 million Solid Waste Fund request driven by higher-than-expected inflationary adjustments to SPU's major service contracts with Solid Waste collectors

Next Steps

May 15: Second Committee hearing (Select Budget Committee) and possible vote on CB 120773 & CB 120774

- Amendment requests are due by May 6th

Additional upcoming comprehensive supplementals

- Mid-year supplemental
- Mid-year and year-end grant acceptance and appropriation
- Year-end supplemental

Questions?