

Ordinance No. _____

AN ORDINANCE OF THE CITY OF OLYMPIA, WASHINGTON, APPROVING THE CONSOLIDATING BUDGET ADJUSTMENTS MADE BETWEEN JANUARY 1, 2026, AND MARCH 31, 2026, REFLECTING A TOTAL BUDGET INCREASE ADJUSTMENT OF \$77,389,319 AND AMENDING ORDINANCE 7454

WHEREAS, the Olympia City Council adopted the 2026 Operating, Special Funds and Capital Budgets and 2026-2031 Capital Facilities Plan (CFP) by passing Ordinance No. 7454 on December 21, 2025; and

WHEREAS, throughout the year, budget updates are required to recognize changes relating to adopted budget expense authority; and

WHEREAS, the CFP meets the requirements of the Washington State Growth Management Act, including RCW 36.70A.070(3); and

WHEREAS, the following changes need to be made to Ordinance No. 7454;

NOW, THEREFORE, THE OLYMPIA CITY COUNCIL ORDAINS AS FOLLOWS:

Section 1. The 2026 annual budget is amended to include necessary budget adjustments for the first quarter of 2026 from January 1 to March 31, as summarized and set forth in Exhibit “A” and Exhibit “B” which is attached and incorporated into this ordinance. Except as amended by this ordinance, all terms and provisions of the 2026 annual budget Ordinance No. 7454 shall remain unchanged.

Section 2. The 2026 FTE is amended to include necessary FTE increases for the first quarter of 2026 from January 1 to March 31, as summarized and set forth in Exhibit “C” which is attached and incorporated into this Ordinance.

Section 3. It is anticipated that the funding source and the construction schedule for projects identified in the CFP may be changed over the next year. Such changes shall not constitute an amendment to the Comprehensive Plan for purposes of RCW 36.70A.130.

Section 4. The Director of Finance is hereby authorized to bring forward into fiscal year 2026 all appropriations and allocations not otherwise closed, completed, or deleted from prior fiscal years’ capital budgets.

Section 5. Severability. The provisions of this Ordinance are declared separate and severable. If any provision of this Ordinance or its application to any person or circumstances is held invalid, the remainder of this Ordinance or application of the provision to other persons or circumstances shall be unaffected.

Section 6. Ratification. Any act consistent with the authority and prior to the effective date of this Ordinance is hereby ratified and affirmed.

Section 7. Effective Date. This Ordinance shall take effect five (5) days after passage and publication, as provided by law.

MAYOR

ATTEST:

CITY CLERK

APPROVED AS TO FORM:

Mark Barber

CITY ATTORNEY

PASSED:

APPROVED:

PUBLISHED:

EXHIBIT A
City of Olympia, WA
First Quarter Expenditure Budget Adjustment Ordinance
January 1, 2026, through March 31, 2026

Fund	Adopted Budget	Carryover	1st Q BA	Amended Budget
FND_001 GENERAL FUND	121,777,100	690,419	2,493,151	124,960,670
FND_003 SPECIAL ACCT CONTROL FUND	3,248,893	3,653,634	2,610,998	9,513,525
FND_006 DEVELOPMENT FEE REVENUE	9,220,030	13,065	-	9,233,095
FND_007 PARKING FUND	2,085,959	121,959	-	2,207,918
FND_026 MUNICIPAL ARTS FUND	261,950	-	93,272	355,222
FND_132 LODGING TAX FUND	1,913,779	47,540	14,625	1,975,944
FND_135 PARKING BUSINESS IMPROVEMENT AREA	22,805	-	21,275	44,080
FND_137 HANDS ON CHILDRENS MUSEUM	563,689	1,342,411	1,069,267	2,975,367
FND_138 TRANSPORTATION BENEFIT DISTRICT	1,680,196	3,051,208	-	4,731,404
FND_140 REAL ESTATE EXCISE TAX	4,352,700	4,989,129	250,000	9,591,829
FND_142 HOME FUND	5,150,673	2,159	-	5,152,832
FND_143 CULTURAL ACCESS PROGRAM	3,798,170	1,376,218	-	5,174,388
FND_148 TBD Sales Tax	4,449,000	1,787,109	-	6,236,109
FND_220 NON-VOTED GO DEBT FUND	4,493,493	-	2,343,943	6,837,436
FND_317 CAPITAL IMPROVEMENTS FUND	0	186,341	290,000	476,341
FND_318 HOME FUND CAPITAL	2,202,871	-	350,000	2,552,871
FND_320 TRANSPORTATION CAPITAL IMPROVEMENT FUND	10,738,333	27,916,850	250,000	38,905,183
FND_335 GENERAL FACILITIES CAPITAL IMPROVEMENT FUND	4,744,675	5,002,449	160,000	9,907,124
FND_340 PARKS CAPITAL IMPROVEMENT FUND	46,872,500	1,204,334	270,000	48,346,834
FND_401 DRINKING WATER UTILITY OPERATING	17,947,364	125,877	-	18,073,241
FND_402 WASTEWATER UTILITY OPERATING	28,073,173	92,720	60,000	28,225,893
FND_404 STORMWATER AND SURFACE WATER OPERATING	9,244,782	187,750	143,750	9,576,282
FND_461 DRINKING WATER CAPITAL IMPROVEMENT	5,822,666	466,384	2,974,940	9,263,990
FND_462 WASTEWATER CAPITAL IMPROVEMENT	9,396,117	2,545,146	-	11,941,263
FND_464 STORMWATER AND SURFACE WATER CAPITAL IMPRO	1,995,463	1,541,736	-	3,537,199
FND_501 EQUIPMENT RENTAL	3,969,630	11,248	-	3,980,878
FND_502 EQUIPMENT RESERVE	6,625,000	-	657,325	7,282,325
FND_505 WORKERS COMPENSATION	2,553,956	-	44,542	2,598,498
FND_506 FACILITIES	6,000,177	247,774	-	6,247,951
FND_750 Parks Sidewalk Utility Tax	5,505,763	-	554,676	6,060,439
FND_751 Transportation Sidewalk Utility Tax	900,000	4,989,531	-	5,889,531
Total		62,287,555	15,101,764	

EXHIBIT B
City of Olympia, WA
First Quarter Expenditure Budget Adjustment Ordinance
January 1, 2026, through March 31, 2026

FND 001 General Fund:

Carryover Requests

- Purchase orders in progress \$ 515,419
- Artesian Commons Project \$ 75,000
- Leland Consulting Downtown Vacancy Project \$ 40,000
 - Funding from Economic Development Reserve in Fund 003
- Multifamily EV Charging Installations \$ 60,000

Carryover Requests total: \$ 690,419

Amendment Requests

Additional appropriation for:

- Arts Walks Lodging Tax Advisory Committee (LTAC) Award \$ 14,625
 - Funding from LTAC Fund
- Increase of project funded CARES Program Specialist 0.5 FTE to 1.0 FTE \$ 50,650
 - Funding from amendment to Tumwater CARES ILA
- Continued funding for Climate Resilience Coordinator position \$ 146,878
 - Funding from Thurston Climate Mitigation Collaborative Partners
- Climate Planning Grant Code Updates \$ 150,000
 - Funded by Department of Commerce Grant
- Appropriation for Municipal Court employee separation agreements \$ 980,998
 - Funding from the 900 Plum sale proceeds in Fund 003
- Appropriation for Thurston County Court ILA one-time improvements \$ 1,000,000
 - Funding from the 900 Plum sale proceeds in Fund 003
- Additional tree maintenance funding for Parks Urban Forestry \$ 50,000
 - Use of fund balance
- Annual Leasing for 6 Police Vehicles \$ 100,000
 - Funding from Equipment Reserve transfer

Amendment Requests total: \$ 2,493,151

FND 003 Special Acct Control Fund:

Carryover Requests

- Purchase orders in progress \$ 53,596
- Transfer of 900 Plum Proceeds for Facility Capital Improvement Projects \$ 3,560,038
- Transfer of Economic Development reserve for Downtown Vacancy Study \$ 40,000

Carryover Requests total: \$ 3,653,634

Amendment Requests

Additional appropriation for:

- Transfer of 900 Plum Proceeds for Municipal Court employee separation agreements and Thurston County Court one-time improvements \$ 1,980,998
- Transfer of 900 Plum Proceeds for Plum St Village move \$ 350,000
- Transfer of 2026-2027 Climate Planning Grant funds for work performed \$ 150,000
- Transfer of Economic Development reserves for Westside Landfill clean up \$ 130,000

Amendment Requests total: \$ 2,610,998

FND 006 Development Revenue Fund:

Carryover Requests

- Purchase orders in progress \$ 13,065

FND 007 Parking Fund:

Carryover Request

- ADA Assessment Plan Work \$ 121,959
 - Funded by a transfer from the Capital Improvement Fund

FND 026 Municipal Arts Fund:

Amendment Request

Additional appropriation for:

- Increase budget to the full Municipal Art Plan budget (\$355,222) \$ 93,272

FND 132 Lodging Tax Fund:

Carryover Requests

- Purchase orders in progress \$ 47,540

Amendment Request

- Art Walk Support LTAC Award \$ 14,625

FND 135 Parking Business Improvement Area:

Amendment Request

- Appropriation to write off uncollected assessments as a bad debt expense \$ 21,275

FND 137 Hands On Children's Museum Fund:

Carryover Requests

- Transfers for Forma and Parametrix contract work on HOCM Expansion \$ 1,342,411

Amendment Request	
Additional appropriation for:	
• Transfer to the Non-Voted GO Debt Fund for interest on 2025B HOCM bond	\$ 1,069,267
 <u>FND 138 Transportation Benefit District:</u>	
Carryover Requests	
• Transfer funding for Transportation Capital Improvement carryover projects	\$ 3,051,208
 <u>FND 140 Real Estate Excise Tax:</u>	
Carryover Requests	
• Transfer funding for Transportation Capital Improvement carryover projects	\$ 4,989,129
Amendment Request	
Additional appropriation for:	
• Transfer funding for 4 th Ave ADA Improvements Transportation project	\$ 250,000
 <u>FND 142 Home Fund Operating:</u>	
Carryover Request	
• Purchase order in progress	\$ 2,159
 <u>FND 143 Cultural Access Program:</u>	
Carryover Request	
• Purchase orders in progress	\$ 1,376,218
 <u>FND 148 Transportation Benefit District Sales Tax:</u>	
Carryover Requests	
• Transfer funding for Transportation Capital Improvement carryover projects	\$ 1,787,109
 <u>FND 220 Non-Voted GO Debt Fund:</u>	
Amendment Requests	
Additional appropriation for:	
• Interest on Debt Service for 2025A Parks Bond	\$ 1,274,676
○ Funding from Parks Capital, OMPD, and Sidewalk Utility Tax Funds	
• Interest on Debt Service for 2025B HOCM Bond	\$ 1,069,267
○ Funding from Hands On Children’s Museum Fund	
Amendment Requests total:	\$ 2,343,943

FND 317 Capital Improvement Fund:

Carryover Requests

- Transfer funding for Parking ADA Assessment Plan \$ 121,959
- Westside Landfill HWA Geosciences Clean Up Project budget \$ 64,382

Carryover Requests total: \$ 186,341

Amendment Requests

Additional appropriation for:

- Council Chambers Technology Upgrades \$ 160,000
 - Funding from Facilities Capital Improvement Fund
- Additional appropriation for Westside Landfill Clean Up \$ 130,000
 - Funding from Economic Development Reserves

Amendment Requests total: \$ 290,000

FND 318 Home Fund Capital:

Amendment Requests

Additional appropriation for:

- Plum St Tiny Home Village Move \$ 350,000
 - Funding from the 900 Plum Sale Proceeds

FND 320 Transportation Capital Improvement Fund:

Carryover Requests

- Ongoing Transportation Capital Improvements (28 Projects) \$ 27,916,850
 - Funding from special revenue funds, grants, and fund balance

Amendment Requests

Additional appropriation for:

- 4th Ave ADA Improvements Project \$ 250,000
 - Funding from Real Estate Excise Tax Fund

FND 335 General Facilities Capital Improvements Fund:

Carryover Requests

- Transfer to Facilities Operating Fund for non-capital ADA projects \$ 100,000
- City Hall 2nd Floor Renovation, Parking Lot Improvements, and Police Evidence Storage project budgets \$ 3,560,038
 - Funding from 900 Plum Sale Proceeds
- Hands On Children's Museum New Building project design budget \$ 1,342,411
 - Funding from Hands On Children's Museum Fund

Carryover Requests total: \$ 5,002,449

Amendment Requests	
Additional appropriation for:	
• Transfer to Capital Improvement Fund for Council Chambers Technology	\$ 160,000
 <u>FND 340 Parks Capital Improvement Fund:</u>	
Carryover Requests	
• Ongoing Parks Capital Improvements (6 Projects)	\$ 1,204,334
○ Funding from OMPD, State Grant, and Fund Balance	
Amendment Request	
Additional appropriation for:	
• Transfer to Debt Fund for interest payment on 2025A Parks Bond	\$ 270,000
 <u>FND 401 Drinking Water Operating Fund:</u>	
Carryover Requests	
• Purchase orders in progress	\$ 125,877
 <u>FND 402 Wastewater Operating:</u>	
Carryover Requests	
• Purchase orders in progress	\$ 92,720
Amendment Request	
Additional appropriation for:	
• Repair and maintenance for STEP Pump	\$ 60,000
○ Funding from Sewer Capital Improvement Fund	
 <u>FND 404 Stormwater and Surface Water Operating:</u>	
Carryover Requests	
• Purchase orders in progress	\$ 187,750
Amendment Request	
Additional appropriation for:	
• Downtown Flood Mitigation and Olympia Sea Level Rise Collaborative	\$ 143,750
○ Funded in part by partner contributions of \$68,750	
 <u>FND 461 Drinking Water Capital Improvement Fund:</u>	
Carryover Request	
• Ongoing Drinking Water Capital Improvements (7 Projects)	\$ 466,384
Amendment Request	
Additional appropriation for:	
• Transmission Main Seismic Valve Installation	\$ 2,974,940

- Funding from approved FEMA grant

FND 462 Wastewater Capital Fund:

Carryover Request

- Ongoing Wastewater Capital Improvements (6 Projects) \$ 2,545,146

FND 464 Storm and Surface Water Capital Fund:

Carryover Request

- Ongoing Storm and Surface Water Capital Improvements (17 Projects) \$ 1,541,736

FND 501 Equipment Rental:

Carryover Request

- Purchase order in progress \$ 11,248

FND 502 Equipment Reserve Fund:

Amendment Requests

Additional appropriation for:

- Sidewalk Maintenance Team Mini Excavator and Trailer \$ 174,549
 - Funding from General Fund transfer
- Transfer funding to General Fund for Police vehicle leasing \$ 100,000
- Transfer excess Police vehicle replacement savings to the General Fund \$ 382,776

Amendment Requests total: \$ 657,325

FND 505 Workers Compensation Fund:

Amendment Request

Additional appropriation for:

- Ready Rebound Annual Contract \$ 44,542
 - Funding from General Fund transfer

FND 506 Facilities Operating Fund:

Carryover Requests

- Purchase orders in progress \$ 147,774
- ADA Facilities Upgrade that don't qualify as capital projects \$ 100,000

Carryover Requests total: \$ 247,774

FND 750 Parks Sidewalk Utility Tax:

Amendment Request

Additional appropriation for:

- Transfer to Debt Fund for interest payment on 2025A Parks Bond \$ 554,676

FND 751 Transportation Sidewalk Utility Tax:

Carryover Request

- Transfer funding for Transportation Capital Improvement carryover projects \$ 4,989,531

EXHIBIT C
City of Olympia, WA
First Quarter Expenditure Budget Adjustment Ordinance
January 1, 2026, through March 31, 2026

No permanent FTE changes requested in the first quarter budget adjustment ordinance.