



MEMO TO: John Marchione, Mayor

City Council

FROM:

Mike Bailey, Finance and Information Services Director 425-556-2160

DATE:

June 19, 2012

SUBJECT:

PUBLIC HEARING: 2013-2014 Biennial Budget

On June 19, 2012, City Council will hold the first of three public hearings on the 2013-2014 Biennial Budget. These public hearings are required under RCW 84.55 and RCW 35.34 allowing the Community to appear and give public testimony on the upcoming budget.

Prior to the public hearing, staff will give a brief overview (presentation attached) of the City's Budgeting by Priorities (BP) process including the City's priorities, activities to date and next steps. If you have questions or need additional information, please call me (x2160) or Malisa Files (x2166).

## Budgeting by Priorities (BP)

2013-2014 Biennium

### What is BP?

- Budgeting by Priorities is a budget process which "buys" results based on community priorities.
- Buy results, not costs
  - Low-value spending is forced out of the budget
  - Important new investments go to the front of the queue
- Builds in accountability for performance
- Promotes continuous improvement
- 'Common sense' communication about the budget

## Why Redmond Chose BP

- Engages citizens and city employees
- Create a budget that is more understandable & transparent
- Is based on the priorities that citizens value-not what happened last year
- Better process for addressing any current or anticipated fiscal constraints or using any new revenue in the most productive way possible

## **Priorities**

- Through the biennial survey, the Redmond stakeholders again confirmed the City's six priorities
  - Business Community
  - Clean and Green
  - Community Building
  - Infrastructure and Growth
  - Responsible Government
  - Safety

#### City of Redmond Budgeting by Priorities Process



Council resiliting the Budgeting by Priorities process and the City's six priorities











Business

Results Teams (including city

staff and citizens) are formed

around each priority



Government





Each Results Team reviews Request for Offers to support its entertiv. Each RFO includes deshboard indicators, a cause and effect map and purchasing Sieleeles...













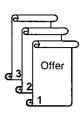


Offer

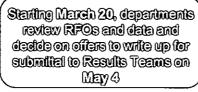








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Offer

By June 6

Results Teams rank the offers bessed on contribution to the feeting on the cause and effect me 9

By July 25

Based on rankings and feedback, Departments revise and resubmit offers by July 3. Results Teams rank offers again, this time including mandates



Results Teams use rankings to develop recommended purchases to advance priority

Present to Mayor on July 30



Mayor uses Results Teams recommendations to develop Budget



Mayor presents **Evident to Council** on Oct 9



Council reviews budget, holds public hearings (Oct 16 & Nov 20) and adopts final budget in Nov/Dec





# Next Steps

- Preliminary Revenue Forecast July 10 & 24
- 2013-2014 Preliminary Budget and Capital Improvement Program to Council/Community – October 9
- Public Hearing #2 October 16
- Public Hearing #3 November 20
- Budget Study Sessions October 25 November 29
- Proposed Budget Adoption December 4