



CITY OF
**West
Linn**

Executive Summary

We are pleased to offer this financial report of City operations for your review. This report covers financial operations through the fourth quarter of the fiscal year ended June 30, 2013, representing the completion of the 2012-2013 biennium.

QUARTERLY HIGHLIGHTS

This fourth quarter financial report summarizes the financial results year-to-date for the fiscal year ended June 30, 2013 and highlights certain topics of interest.

2014-2015 Biennium Budget was Adopted

The Citizens' Budget Committee unanimously approved the biennial budget as proposed, with three significant discussions occurring:

- First, the Citizens' Budget Committee articulated support for a part-time public affairs graduate student intern to assist with City communications; and to continue publishing a monthly paper newsletter. This will provide ongoing communications assistance despite the elimination of the Project Coordinator position.
- Second, the Citizens' Budget Committee supported a five percent sewer and storm water rate increase, despite a recommendation from the Utility Advisory Board to only increase these rates by three percent (the Council reversed these increases when they later adopted the budget pending further analysis and discussion).
- Third, the Citizens' Budget Committees supported a significant increase in street and sidewalk funding to raise an additional \$1,000,000 per year in street and sidewalk spending via an increase in the Street Maintenance Fee signaling a community interest in maintaining our streets and sidewalks (the Council reversed this increase when they later adopted the budget pending further analysis and discussion).

The City Council adopted the 2014-2015 biennium budget in June 2013 to include the changes discussed above. Pertinent highlights of the next biennium's budget include:

- It is a biennial budget balanced at \$90 million
- Personal services represent 32 percent of the total expenditures at \$29 million
- Materials and services represent 16 percent of total expenditures at \$14 million
- Capital outlay makes up 21 percent at \$19 million
- Debt service, transfers, contingency, and ending fund balances comprise the remainder

Supplemental Budget Approved

In June, the City Council adopted a supplemental budget adjustment for the 2012-2013 biennium. The first supplemental budget adjustment for \$8,995,000 was approved in April 2012 relating to Measure 3-377 which was passed by West Linn voters authorizing the issuance of up to \$8.5 million in general obligation bonds to allow for the acquisition, construction and

furnishing of a new police station. This second supplemental budget adjustment did not change the overall budget in total, but reflected the following three budget changes moving budget appropriation from one category to another:

- Decreasing the Planning Fund and increasing the General Fund for \$240,000 reflecting the transfer of a Senior Planner to the Economic Development Director position;
- Transferring \$110,000 in the Public Safety Fund from contingency to Materials & services; and
- Transferring \$50,000 in the Parks & Recreation Fund from capital outlay to materials & services

Two New Budget Committee Members Appointed

Special thanks to two outgoing citizen members, Abigail Wojcik and Jon Monson. The City Council appointed Mike Lindner and Erik Simshauser to fill their vacant positions on the Citizens’ Budget Committee.

Community Grants for FY 2014 Approved

The Council approved the Community Grant recommendations by the citizen members of the Citizens’ Budget Committee for FY 2014. Thirteen applications were received totaling \$26,285 for the program with only \$20,000 in funding available in the budget. Here is a listing of the approved recipients leaving \$4,815 available during the year:

| COMMUNITY GRANT REQUESTS | FY 2014 REQUESTED AMOUNT | RECOMMENDED BY CITIZEN MEMBERS OF CITIZENS' BUDGET COMMITTEE | ADOPTED BY THE WEST LINN CITY COUNCIL |
|--------------------------------------|--------------------------------|---|---|
| | Requested | Recommended | Adopted |
| 1 AWOL Dance Collective | \$ 3,500 | \$ 750 | \$ 750 |
| 2 West Linn Community Chorus | 2,900 | 1,000 | 1,000 |
| 3 West Linn Lions Club Foundation | 1,435 | 1,435 | 1,435 |
| 4 West Linn Community Task Force | 1,800 | 1,200 | 1,200 |
| 5 Friends of Maddax Woods | 2,000 | 1,000 | 1,000 |
| 6 Friends of the Robinwood Station | 2,400 | 2,200 | 2,200 |
| 7 Willamette Falls Heritage Foundati | 1,000 | 1,000 | 1,000 |
| 8 Willamette Living History Committ | 1,500 | 1,100 | 1,100 |
| 9 Clackamas Women’s Services | 3,000 | 2,000 | 2,000 |
| 10 Happy Trails Riding Center | 1,500 | 1,500 | 1,500 |
| 11 July 4th Fireworks Event | 2,000 | 1,500 | 1,500 |
| 12 MOMS Club of West Linn | 2,500 | 500 | 500 |
| 13 NEW: Sachi Wellness Center | 750 | - | - |
| Total | \$ 26,285 | \$ 15,185 | \$ 15,185 |

Audit Committee

In April, the City’s Audit Committee held their annual “kick-off” meeting with the auditors. This was the first meeting at the start of the audit process for the fiscal year ended June 30, 2013. The audit season, beginning in May, typically finishes up in December with the issuance of the audited financial statements.

PERS Senate Bill 822 Passes

The Oregon Legislature passed Senate Bill 822 resulting in rate reductions cities and counties are charged by PERS. Due to changes in PERS benefits, previous proposed rate increases scheduled for July 2013 averaging 4.57% will only increase 0.17%. This translates into about a \$400,000 per year savings for the City. Note that the actuarial methodology used by PERS included a rate-collaring provision, so it is reasonable to expect that rates, which are recalculated every 2 years, will increase at least 2% in July 2015, depending upon future actuarial gains or losses of the PERS system.

Utility Bill Increases

Effective July 1, 2013 (i.e. starting with the August 2013 utility bills), two of the various utility rates are changing increasing the average residential bill by \$2.56 per month to \$73.51. Below is a snapshot of the before and after average monthly utility bill for the average West Linn home using 7 ccfs or less.

Note: typically Parks, Street, and the Tri-City portion of Sewer increase in July. Water, the city-portion of Sewer, and Surface Water rates increase in January. The Tri-City pass through fee is for the sewer treatment portion of our sewer operations – the City does not control this fee or any changes to it:

| Average Utility Bill (residential) | eff. January 1, 2013 | | | eff. July 1, 2013 | | |
|------------------------------------|----------------------|---------------|-----------------|-------------------|---------------|-----------------|
| | | increased | avg bill | | increased | avg bill |
| Water Service Fee | | | | | | |
| Base (includes up to 7ccf) | 5% | \$0.80 | \$ 17.67 | | | \$ 17.67 |
| Sewer Service Fee | | | | | | |
| Base fee to West Linn | 5% | 0.70 | 15.49 | | | 15.49 |
| Tri-City portion of sewer fee | | | 15.35 | 13% | 2.00 | 17.35 |
| Avg sewer per house | | | 30.84 | | | 32.84 |
| Surface Water Management Fee | 5% | 0.24 | 5.31 | | | 5.31 |
| Street Maintenance Fee | | | 5.89 | | | 5.89 |
| Parks Maintenance Fee | | | 11.24 | 5% | 0.56 | 11.80 |
| Average bill to homeowner | | \$1.74 | \$ 70.95 | | \$2.56 | \$ 73.51 |
| Usage rate per 1cf over 7ccf | 5% | 0.09 | 2.03 | | | 2.03 |

Budget-to-Actual Financial Results for 2012-2013 Biennium

On the revenue side, total city-wide revenues for the fiscal year were \$31.4 million. Property taxes were down \$200,000 from what we originally forecasted before the economy turned. Franchise fee revenues were also down from forecast, but utility revenues held their recent trend and all came in just over forecast.

On the expenditure side, total city-wide expenditures for the fiscal year were \$31.9 million which include \$768,000 in capital outlay relating to the police station project. Overall personnel costs, which make up the majority of the City's budget, closed the biennium at 5 percent under budget to include overtime coming in \$20,000 less than the prior year. Overall materials and services came in at 6 percent under budget. No expenditure categories exceeded budget.

As always, we value your trust and promise to ensure fiscal integrity in all that we do. When you review this quarterly report, I welcome your questions, comments, and any suggestions you may have. The best way to contact me is by email at rseals@westlinnoregon.gov.

Best regards,



Richard Seals, CPA CMA CFM CFE CGMA
Chief Financial Officer
City of West Linn

16 August 2013

City-wide Totals

(Summary of Revenues and Expenditures
rolled up for all City Funds)

City of West Linn

Totals rolled up from all City funds

| | Actual | | | through the 4th Quarter of FY 2013 | | | [for informational purposes] | | | [12 months] |
|----------------------------------|-------------------|-------------------|-------------------|------------------------------------|--------------------|----------------------|------------------------------|-------------------|-------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenues (by category) | | | | | | | | | | |
| Property taxes | \$ 6,603,432 | \$ 6,834,048 | \$ 6,957,799 | \$ 7,689,000 | \$ 7,497,058 | \$ (191,942) | \$ 7,014,000 | \$ 7,689,000 | \$ 14,703,000 | 1.0000 |
| Intergovernmental revenue | 3,678,872 | 4,069,676 | 4,786,090 | 3,551,000 | 3,912,898 | 361,898 | 5,467,000 | 3,551,000 | 9,018,000 | 1.0000 |
| Fees and charges - utility bills | 7,040,132 | 7,216,994 | 7,912,595 | 8,142,000 | 8,383,234 | 241,234 | 7,753,000 | 8,142,000 | 15,895,000 | 1.0000 |
| Fees and charges - other | 4,642,147 | 4,794,504 | 5,762,194 | 5,286,000 | 5,098,446 | (187,554) | 6,247,000 | 5,286,000 | 11,673,000 | 1.0000 |
| Other revenue: | | | | | | | | | | |
| Interest | 29,919 | 20,564 | 18,944 | 55,000 | 9,833 | (45,167) | 55,000 | 55,000 | 110,000 | 1.0000 |
| Miscellaneous | 481,716 | 1,312,334 | 617,134 | 377,000 | 551,049 | 174,049 | 419,000 | 377,000 | 656,000 | 1.0000 |
| Transfers from other funds | 5,355,000 | 5,427,681 | 5,647,000 | 6,087,000 | 5,995,629 | (91,371) | 5,772,000 | 6,087,000 | 11,859,000 | 1.0000 |
| Debt proceeds | - | 5,934,861 | 8,602,688 | - | - | - | 8,603,000 | - | 8,603,000 | 1.0000 |
| | 5,866,635 | 12,695,440 | 14,885,766 | 6,519,000 | 6,556,511 | 37,511 | 14,849,000 | 6,519,000 | 21,228,000 | |
| Total revenue | 27,831,218 | 35,610,662 | 40,304,444 | 31,187,000 | 31,448,147 | 261,147 | 41,330,000 | 31,187,000 | 72,517,000 | |

**Summary
of revenues
City-wide**

City of West Linn

Totals rolled up from all City funds

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|----------------------------------|-------------------|-------------------|-------------------|------------------------------------|--------------------|----------------------|--------------------|-------------------|-------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenues (by line detail) | | | | | | | | | | |
| Property taxes | | | | | | | | | | |
| Levied for general purposes | \$ 5,776,306 | \$ 5,945,767 | \$ 6,123,795 | \$ 6,422,000 | \$ 6,188,541 | \$ (233,459) | \$ 6,174,000 | \$ 6,422,000 | \$ 12,596,000 | 1.0000 |
| Levied for bonded debt | 827,126 | 888,281 | 834,004 | 1,267,000 | 1,308,517 | 41,517 | 840,000 | 1,267,000 | 2,107,000 | 1.0000 |
| | 6,603,432 | 6,834,048 | 6,957,799 | 7,689,000 | 7,497,058 | (191,942) | 7,014,000 | 7,689,000 | 14,703,000 | |
| Intergovernmental revenue | | | | | | | | | | |
| Library funding from County | 1,193,937 | 1,263,801 | 1,305,223 | 1,442,000 | 1,313,873 | (128,127) | 1,382,000 | 1,442,000 | 2,824,000 | 1.0000 |
| One-time capital funding | - | - | 1,000,000 | - | - | - | 1,000,000 | - | 1,000,000 | |
| State highway taxes (gas) | 1,012,955 | 1,204,325 | 1,372,076 | 1,145,000 | 1,384,642 | 239,642 | 1,134,000 | 1,145,000 | 2,279,000 | 1.0000 |
| State Shared Revenue (liq cig) | 357,471 | 314,222 | 323,101 | 408,000 | 375,649 | (32,351) | 408,000 | 416,000 | 824,000 | 1.0000 |
| State Revenue Sharing (general) | 206,831 | 213,669 | 263,349 | 208,000 | 241,649 | 33,649 | 304,000 | 208,000 | 512,000 | 1.0000 |
| State dispatch funds (911) | 130,305 | 125,328 | 119,633 | 124,000 | 124,000 | - | 124,000 | 124,000 | 248,000 | 1.0000 |
| Other grants and misc | 777,373 | 948,331 | 402,708 | 224,000 | 473,085 | 249,085 | 1,115,000 | 216,000 | 1,331,000 | 1.0000 |
| | 3,678,872 | 4,069,676 | 4,786,090 | 3,551,000 | 3,912,898 | 361,898 | 5,467,000 | 3,551,000 | 9,018,000 | |
| Fees and charges: | | | | | | | | | | |
| Utility Charges - water | 2,908,269 | 2,902,041 | 3,152,123 | 3,358,000 | 3,484,998 | 126,998 | 3,197,000 | 3,358,000 | 6,555,000 | 1.0000 |
| Utility Charges - sewer | 1,632,385 | 1,714,474 | 1,934,533 | 1,891,000 | 1,969,845 | 78,845 | 1,801,000 | 1,891,000 | 3,692,000 | 1.0000 |
| Utility Charges - surface wtr | 592,883 | 627,169 | 666,751 | 687,000 | 695,736 | 8,736 | 654,000 | 687,000 | 1,341,000 | 1.0000 |
| Utility Charges - street maint | 778,226 | 792,586 | 870,438 | 901,000 | 903,952 | 2,952 | 858,000 | 901,000 | 1,759,000 | 1.0000 |
| Utility Charges - park maint | 1,128,369 | 1,180,724 | 1,288,750 | 1,305,000 | 1,328,703 | 23,703 | 1,243,000 | 1,305,000 | 2,548,000 | 1.0000 |
| | 7,040,132 | 7,216,994 | 7,912,595 | 8,142,000 | 8,383,234 | 241,234 | 7,753,000 | 8,142,000 | 15,895,000 | |
| SDC fees from developers | 608,727 | 1,027,067 | 1,765,887 | 621,000 | 1,367,798 | 746,798 | 1,803,000 | 621,000 | 2,564,000 | 1.0000 |
| Franchise fees | 1,972,259 | 1,662,509 | 1,748,619 | 2,160,000 | 1,661,718 | (498,282) | 2,080,000 | 2,160,000 | 4,240,000 | 1.0000 |
| Licenses and permits | 1,093,389 | 1,065,191 | 1,294,838 | 1,424,000 | 1,121,623 | (302,377) | 1,311,000 | 1,424,000 | 2,735,000 | 1.0000 |
| Park recreation program fees | 402,621 | 519,650 | 549,685 | 460,000 | 514,367 | 54,367 | 450,000 | 460,000 | 910,000 | 1.0000 |
| Fines and forfeitures | 565,151 | 520,087 | 403,165 | 621,000 | 432,940 | (188,060) | 603,000 | 621,000 | 1,224,000 | 1.0000 |
| | 11,682,279 | 12,011,498 | 13,674,789 | 13,428,000 | 13,481,680 | 53,680 | 14,000,000 | 13,428,000 | 27,568,000 | |
| Other revenue: | | | | | | | | | | |
| Interest | 29,919 | 20,564 | 18,944 | 55,000 | 9,833 | (45,167) | 55,000 | 55,000 | 110,000 | 1.0000 |
| Miscellaneous | 481,716 | 1,312,334 | 617,134 | 377,000 | 551,049 | 174,049 | 419,000 | 377,000 | 656,000 | 1.0000 |
| Transfers from other funds | 5,355,000 | 5,427,681 | 5,647,000 | 6,087,000 | 5,995,629 | (91,371) | 5,772,000 | 6,087,000 | 11,859,000 | 1.0000 |
| Debt proceeds | - | 5,934,861 | 8,602,688 | - | - | - | 8,603,000 | - | 8,603,000 | 1.0000 |
| | 5,866,635 | 12,695,440 | 14,885,766 | 6,519,000 | 6,556,511 | 37,511 | 14,849,000 | 6,519,000 | 21,228,000 | |
| Total revenue | 27,831,218 | 35,610,662 | 40,304,444 | 31,187,000 | 31,448,147 | 261,147 | 41,330,000 | 31,187,000 | 72,517,000 | |

City of West Linn

Totals rolled up from all City funds

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|---------------------------------------|-------------------|-------------------|-------------------|------------------------------------|--------------------|----------------------|--------------------|-------------------|-------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Expenditures | | | | | | | | | | |
| Personnel services | \$ 12,046,793 | \$ 12,464,651 | \$ 13,073,971 | \$ 14,247,000 | \$ 13,526,504 | \$ 720,496 | \$ 13,601,000 | \$ 14,007,000 | \$ 27,608,000 | 1.0000 |
| Materials and services | 5,612,185 | 5,758,059 | 5,742,015 | 6,688,000 | 6,262,135 | 425,865 | 6,478,000 | 6,688,000 | 13,166,000 | 1.0000 |
| Debt service | 1,838,962 | 1,637,263 | 1,641,188 | 2,056,000 | 2,046,844 | 9,156 | 1,649,000 | 2,056,000 | 3,705,000 | 1.0000 |
| Refunded debt | - | 5,933,478 | - | - | - | - | - | - | - | - |
| Transfers to other funds | 5,355,000 | 5,427,681 | 5,647,000 | 6,087,000 | 5,995,629 | 91,371 | 5,772,000 | 6,087,000 | 11,859,000 | 1.0000 |
| Capital outlay - regular | 2,642,346 | 4,805,173 | 1,912,521 | 2,640,000 | 3,309,862 | (669,862) | 6,872,000 | 2,640,000 | 9,512,000 | 1.0000 |
| Capital outlay - Police Station Bond: | | | | | | | | | | |
| Spent bond proceeds | - | - | 1,497,172 | - | 768,117 | (768,117) | 1,497,000 | - | 1,497,000 | 1.0000 |
| Reserve for unspent bond proceeds | - | - | 7,002,828 | - | - | - | 7,003,000 | - | 7,003,000 | 1.0000 |
| | - | - | 8,500,000 | - | 768,117 | (768,117) | 8,500,000 | - | 8,500,000 | |
| Total expenditures | 27,495,286 | 36,026,305 | 29,513,867 | 31,718,000 | 31,909,091 | (191,091) | 42,872,000 | 31,478,000 | 74,350,000 | |
| Revenue over (under) expenditures | 335,932 | (415,643) | 10,790,577 | (531,000) | (460,944) | 70,056 | (1,542,000) | (291,000) | (1,833,000) | |
| Beginning fund balance | 12,961,780 | 13,297,712 | 12,882,069 | 10,136,000 | 23,672,646 | 13,536,646 | 11,678,000 | 10,136,000 | 11,678,000 | |
| Ending fund balance | \$ 13,297,712 | \$ 12,882,069 | \$ 23,672,646 | \$ 9,605,000 | \$ 23,211,702 | \$ 13,606,702 | \$ 10,136,000 | \$ 9,845,000 | \$ 9,845,000 | |

**Summary
of expenditures
City-wide**

City of West Linn

Totals rolled up from all City funds

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|---------------------------------------|----------------------|----------------------|----------------------|------------------------------------|----------------------|----------------------|----------------------|---------------------|---------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Expenditures | | | | | | | | | | |
| Personnel services: | | | | | | | | | | |
| Salaries and wages | \$ 8,202,592 | \$ 8,384,067 | \$ 8,582,886 | \$ 8,996,000 | \$ 9,013,851 | \$ (17,851) | \$ 8,658,000 | \$ 8,996,000 | \$ 17,654,000 | 1.0000 |
| Overtime | 157,168 | 206,143 | 212,488 | 284,000 | 193,078 | 90,922 | 273,000 | 284,000 | 557,000 | 1.0000 |
| Payroll taxes and benefits | 2,381,770 | 2,522,288 | 2,803,637 | 3,299,000 | 2,795,116 | 503,884 | 3,063,000 | 3,299,000 | 6,362,000 | 1.0000 |
| PERS contributions | 1,305,263 | 1,352,153 | 1,474,960 | 1,668,000 | 1,524,459 | 143,541 | 1,607,000 | 1,668,000 | 3,275,000 | 1.0000 |
| | <u>12,046,793</u> | <u>12,464,651</u> | <u>13,073,971</u> | <u>14,247,000</u> | <u>13,526,504</u> | <u>720,496</u> | <u>13,601,000</u> | <u>14,007,000</u> | <u>27,608,000</u> | |
| Materials and services | 5,612,185 | 5,758,059 | 5,742,015 | 6,688,000 | 6,262,135 | 425,865 | 6,478,000 | 6,688,000 | 13,166,000 | 1.0000 |
| Debt service: | | | | | | | | | | |
| Principal | 835,448 | 1,024,552 | 1,150,000 | 1,335,000 | 1,335,000 | - | 1,150,000 | 1,335,000 | 2,485,000 | 1.0000 |
| Interest | 1,003,514 | 612,711 | 491,188 | 721,000 | 711,844 | 9,156 | 499,000 | 721,000 | 1,220,000 | 1.0000 |
| Refunded debt | - | 5,933,478 | - | - | - | - | - | - | - | |
| | <u>1,838,962</u> | <u>7,570,741</u> | <u>1,641,188</u> | <u>2,056,000</u> | <u>2,046,844</u> | <u>9,156</u> | <u>1,649,000</u> | <u>2,056,000</u> | <u>3,705,000</u> | |
| Transfers to other funds | 5,355,000 | 5,427,681 | 5,647,000 | 6,087,000 | 5,995,629 | 91,371 | 5,772,000 | 6,087,000 | 11,859,000 | 1.0000 |
| Capital outlay - regular | 2,642,346 | 4,805,173 | 1,912,521 | 2,640,000 | 3,309,862 | (669,862) | 6,872,000 | 2,640,000 | 9,512,000 | 1.0000 |
| Capital outlay - Police Station Bond: | | | | | | | | | | |
| Spent bond proceeds | - | - | 1,497,172 | - | 768,117 | (768,117) | 1,497,000 | - | 1,497,000 | 1.0000 |
| Reserve for unspent bond proceeds | - | - | 7,002,828 | - | - | - | 7,003,000 | - | 7,003,000 | 1.0000 |
| | <u>-</u> | <u>-</u> | <u>8,500,000</u> | <u>-</u> | <u>768,117</u> | <u>(768,117)</u> | <u>8,500,000</u> | <u>-</u> | <u>8,500,000</u> | |
| Total expenditures | <u>27,495,286</u> | <u>36,026,305</u> | <u>29,513,867</u> | <u>31,718,000</u> | <u>31,909,091</u> | <u>(191,091)</u> | <u>42,872,000</u> | <u>31,478,000</u> | <u>74,350,000</u> | |
| Revenue over (under) expenditures | 335,932 | (415,643) | 10,790,577 | (531,000) | (460,944) | 70,056 | (1,542,000) | (291,000) | (1,833,000) | |
| Beginning fund balance | 12,961,780 | 13,297,712 | 12,882,069 | 10,136,000 | 23,672,646 | 13,536,646 | 11,678,000 | 10,136,000 | 11,678,000 | |
| Ending fund balance | <u>\$ 13,297,712</u> | <u>\$ 12,882,069</u> | <u>\$ 23,672,646</u> | <u>\$ 9,605,000</u> | <u>\$ 23,211,702</u> | <u>\$ 13,606,702</u> | <u>\$ 10,136,000</u> | <u>\$ 9,845,000</u> | <u>\$ 9,845,000</u> | |

Budget-to-Actual
Financial Reports by Fund

General Fund
for the City of West Linn

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|-----------------------------------|------------------|-------------------|----------------------|------------------------------------|--------------------|------------------------|--------------------|------------------|-------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenue | | | | | | | | | | |
| Transfers from other funds | \$ 5,079,000 | \$ 5,078,681 | \$ 5,436,000 | \$ 5,714,000 | \$ 5,714,000 | \$ - | \$ 5,472,000 | \$ 5,714,000 | \$ 11,186,000 | 1.0000 |
| Fines and forfeitures | 428,171 | 421,535 | 332,386 ¹ | 478,000 | 349,548 | (128,452) ¹ | 464,000 | 478,000 | 942,000 | 1.0000 |
| Licenses and permits | 177,743 | 194,593 | 284,218 | 312,000 | 225,109 | (86,891) | 306,000 | 312,000 | 618,000 | 1.0000 |
| Franchise fees | - | 30,932 | 93,957 | 165,000 | 151,141 | (13,859) | 160,000 | 165,000 | 325,000 | 1.0000 |
| Intergovernmental | 8,441 | 41,667 | 112,040 ² | - | 140,621 | 140,621 ² | - | - | - | 1.0000 |
| Interest | 3,118 | 5,953 | 18,445 | 5,000 | 9,052 | 4,052 | 5,000 | 5,000 | 10,000 | 1.0000 |
| Miscellaneous | 207,676 | 274,124 | 190,285 | 102,000 | 77,640 | (24,360) | 150,000 | 102,000 | 252,000 | 1.0000 |
| Proceeds from refundings | - | 5,934,861 | - | - | - | - | - | - | - | |
| Total revenue | 5,904,149 | 11,982,346 | 6,467,331 | 6,776,000 | 6,667,111 | (108,889) | 6,557,000 | 6,776,000 | 13,333,000 | |
| Expenditures | | | | | | | | | | |
| City Council | 55,448 | 52,039 | 246,611 | 266,000 | 234,331 | 31,669 | 263,000 | 266,000 | 529,000 | 1.0000 |
| City Administration | 916,256 | 992,800 | 819,412 | 1,126,000 | 1,151,274 | (25,274) | 851,000 | 1,126,000 | 1,977,000 | 1.0000 |
| Communications | - | - | 73,812 | 65,000 | - | 65,000 | 65,000 | 65,000 | 130,000 | 1.0000 |
| Human Resources | 333,165 | 342,133 | 335,771 | 422,000 | 418,461 | 3,539 | 401,000 | 422,000 | 823,000 | 1.0000 |
| Finance | 944,439 | 976,712 | 1,018,354 | 1,062,000 | 1,049,302 | 12,698 | 1,021,000 | 1,062,000 | 2,083,000 | 1.0000 |
| Information Technology | 740,381 | 826,205 | 756,757 | 950,000 | 977,686 | (27,686) | 909,000 | 950,000 | 1,859,000 | 1.0000 |
| Facility Services | 441,427 | 482,333 | 453,578 | 492,000 | 465,146 | 26,854 | 484,000 | 492,000 | 976,000 | 1.0000 |
| Municipal Court | 221,073 | 327,591 | 284,037 | 345,000 | 294,808 | 50,192 | 332,000 | 345,000 | 677,000 | 1.0000 |
| Public Works Support Services | 1,238,473 | 1,205,769 | 1,155,908 | 1,251,000 | 1,036,750 | 214,250 | 1,204,000 | 1,251,000 | 2,455,000 | 1.0000 |
| Vehicle/Equipment Maint | 340,878 | 367,641 | 355,284 | 392,000 | 363,744 | 28,256 | 379,000 | 392,000 | 771,000 | 1.0000 |
| Non-departmental: | | | | | | | | | | |
| General Services | 104,383 | 115,507 | 143,898 | 167,000 | 92,847 | 74,153 | 217,000 | 167,000 | 384,000 | 1.0000 |
| Debt Service | 341,095 | 306,812 | 413,425 | 414,000 | 411,750 | 2,250 | 414,000 | 414,000 | 828,000 | 1.0000 |
| Transfers to other funds | 31,000 | 32,000 | 123,000 | 191,000 | 191,000 | - | 123,000 | 191,000 | 314,000 | 1.0000 |
| Current refundings | - | 5,933,478 | - | - | - | - | - | - | - | |
| Total expenditures | 5,708,018 | 11,961,020 | 6,179,847 | 7,143,000 | 6,687,099 | 455,901 | 6,663,000 | 7,143,000 | 13,806,000 | |
| Revenue over (under) expenditures | 196,131 | 21,326 | 287,484 | (367,000) | (19,988) | 347,012 | (106,000) | (367,000) | (473,000) | |
| Beginning fund balance | 985,405 | 1,181,536 | 1,202,862 | 1,169,000 | 1,490,346 | 321,346 | 1,275,000 | 1,169,000 | 1,275,000 | |
| Ending fund balance | \$ 1,181,536 | \$ 1,202,862 | \$ 1,490,346 | \$ 802,000 | \$ 1,470,358 | \$ 668,358 | \$ 1,169,000 | \$ 802,000 | \$ 802,000 | |

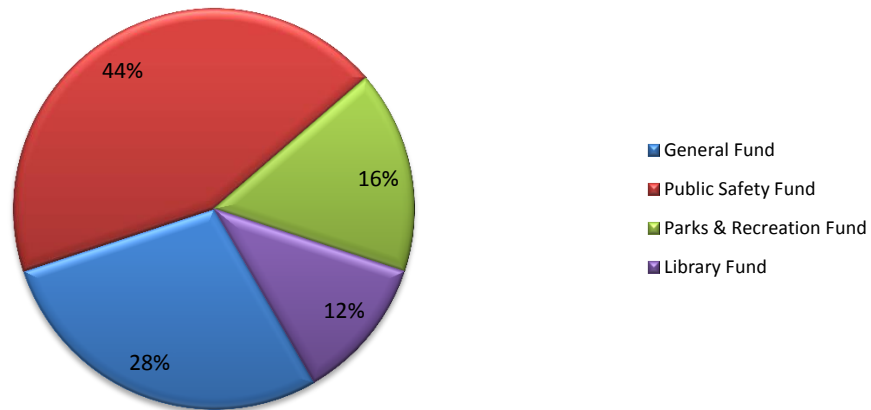
¹ The State revised all Municipal Court fine schedules effective January 1, 2012 resulting in lower fines assessed state-wide.

² Reflects \$130,000 reimbursement from the City of Milwaukie for the intergovernmental agreements for financial management and IT services.

Summary of Ending Balances (unrestricted) from Funds with Property Tax Revenue Allocations:

| | Actual | | | Flexible Period | 2012-2013 Biennium | | |
|-------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | FY 2010 | FY 2011 | FY 2012 | | FY 2012 | FY 2013 | Total |
| General Fund | \$ 1,181,536 | \$ 1,202,862 | \$ 1,490,346 | \$ 1,470,358 | \$ 1,169,000 | \$ 802,000 | \$ 802,000 |
| Public Safety Fund | 2,085,081 | 895,304 | 1,283,785 | 1,039,797 | 1,008,000 | 1,239,000 | 1,239,000 |
| Parks & Recreation Fund | 402,450 | 489,035 | 447,092 | 358,534 | 576,000 | 465,000 | 465,000 |
| Library Fund | 88,991 | 61,062 | 90,631 | 4,167 | 150,000 | 171,000 | 329,000 |
| | <u>\$ 3,758,058</u> | <u>\$ 2,648,263</u> | <u>\$ 3,311,854</u> | <u>\$ 2,872,856</u> | <u>\$ 2,903,000</u> | <u>\$ 2,677,000</u> | <u>\$ 2,835,000</u> |

**Ending Fund Reserve Balances Budgeted
at the End of the Biennium**



**Public Safety Fund
for the City of West Linn**

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|---------------------------------------|------------------|------------------|------------------------|------------------------------------|--------------------|----------------------|--------------------|------------------|-------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenue | | | | | | | | | | |
| Property taxes | \$ 3,850,870 | \$ 4,213,922 | \$ 4,128,714 | \$ 4,380,000 | \$ 4,113,984 | \$ (266,016) | \$ 4,219,000 | \$ 4,380,000 | \$ 8,599,000 | 1.0000 |
| Franchise fees | 1,568,040 | 1,372,104 | 1,485,623 | 1,676,000 | 1,313,529 | (362,471) | 1,612,000 | 1,676,000 | 3,288,000 | 1.0000 |
| Intergovernmental revenue | 428,445 | 639,454 | 720,502 | 540,000 | 648,713 | 108,713 | 532,000 | 540,000 | 1,072,000 | 1.0000 |
| Licenses and permits | 27,078 | 14,158 | 20,465 | 36,000 | 18,665 | (17,335) | 35,000 | 36,000 | 71,000 | 1.0000 |
| Fines and forfeitures | 78,248 | 35,815 | 4,350 | 79,000 | 15,660 | (63,340) | 77,000 | 79,000 | 156,000 | 1.0000 |
| Interest | 4,487 | 3,619 | - | 8,000 | - | (8,000) | 8,000 | 8,000 | 16,000 | 1.0000 |
| Miscellaneous | 49,725 | 3,566 | 7,875 | 57,000 | 59,281 | 2,281 | 56,000 | 57,000 | 113,000 | 1.0000 |
| Debt proceeds | - | - | 8,602,688 | - | - | - | 8,603,000 | - | 8,603,000 | |
| Total revenue | 6,006,893 | 6,282,638 | 14,970,217 | 6,776,000 | 6,169,832 | (606,168) | 15,142,000 | 6,776,000 | 21,918,000 | |
| Expenditures | | | | | | | | | | |
| Personnel services | 3,923,723 | 3,739,493 | 4,114,092 | 4,478,000 | 4,442,056 | 35,944 | 4,281,000 | 4,478,000 | 8,759,000 | 1.0000 |
| Materials and services | 510,095 | 694,522 | 777,693 | 832,000 | 725,454 | 106,546 | 808,000 | 832,000 | 1,640,000 | 1.0000 |
| Debt service | 113,000 | 112,000 | - | - | - | - | - | - | - | |
| Transfers | 1,459,000 | 1,355,000 | 1,116,000 | 1,175,000 | 1,175,000 | - | 1,116,000 | 1,175,000 | 2,291,000 | 1.0000 |
| Capital outlay - regular | 75,531 | 1,571,400 | 73,951 | 60,000 | 71,310 | (11,310) | 460,000 | 60,000 | 520,000 | 1.0000 |
| Capital outlay - Police Station Bond: | | | | | | | | | | |
| Land acquisition costs | - | - | 1,453,084 ¹ | - | - | - | 1,453,000 | - | 1,453,000 | 1.0000 |
| Design/construction costs | - | - | 44,088 | - | 768,117 | (768,117) | 44,000 | - | 44,000 | 1.0000 |
| Reserve for unspent bond proceeds | - | - | 7,002,828 | - | - | - | 7,003,000 | - | 7,003,000 | 1.0000 |
| | - | - | 8,500,000 | - | 768,117 | (768,117) | 8,500,000 | - | 8,500,000 | |
| Total expenditures | 6,081,349 | 7,472,415 | 7,578,908 | 6,545,000 | 7,181,937 | (636,937) | 15,165,000 | 6,545,000 | 21,710,000 | |
| Revenue over (under) expenditures | (74,456) | (1,189,777) | 7,391,309 | 231,000 | (1,012,105) | (1,243,105) | (23,000) | 231,000 | 208,000 | |
| Beginning fund balance | 2,159,537 | 2,085,081 | 895,304 | 1,008,000 | 8,286,613 | 7,278,613 | 1,031,000 | 1,008,000 | 1,031,000 | |
| Ending fund balance - total | 2,085,081 | 895,304 | 8,286,613 | 1,239,000 | 7,274,508 | 6,035,508 | 1,008,000 | 1,239,000 | 1,239,000 | |
| Restricted unspent bond proceeds | - | - | (7,002,828) | - | (6,234,711) | - | - | - | - | |
| Unrestricted ending fund balance | \$ 2,085,081 | \$ 895,304 | \$ 1,283,785 | \$ 1,239,000 | \$ 1,039,797 | \$ 6,035,508 | \$ 1,008,000 | \$ 1,239,000 | \$ 1,239,000 | |

¹ Capital outlay reflects the land acquisition costs (escrow closed in January 2012) relating to the Police Station project.

Parks & Recreation Fund
for the City of West Linn

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|-----------------------------------|------------------|------------------|------------------|------------------------------------|--------------------|----------------------|--------------------|------------------|------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenue | | | | | | | | | | |
| Property taxes | \$ 1,527,886 | \$ 1,326,790 | \$ 1,198,978 | \$ 1,167,000 | \$ 1,311,238 | \$ 144,238 | \$ 1,125,000 | \$ 1,167,000 | \$ 2,292,000 | 1.0000 |
| Park maintenance fee | 1,128,369 | 1,180,724 | 1,288,750 | 1,305,000 | 1,328,703 | 23,703 | 1,243,000 | 1,305,000 | 2,548,000 | 1.0000 |
| Recreation program charges | 402,621 | 519,650 | 549,685 | 460,000 | 514,367 | 54,367 | 450,000 | 460,000 | 910,000 | 1.0000 |
| Intergovernmental | 47,900 | 559,998 | 12,900 | 216,000 | 183,400 | (32,600) | 1,115,000 | 216,000 | 1,331,000 | 1.0000 |
| Interest | 530 | - | - | 1,000 | - | (1,000) | 1,000 | 1,000 | 2,000 | 1.0000 |
| Miscellaneous | 25,150 | 5,643 | 8,728 | 27,000 | 8,047 | (18,953) | 26,000 | 27,000 | 53,000 | 1.0000 |
| Other financing sources | - | 483,000 | - | - | 50,176 | 50,176 | - | - | - | 1.0000 |
| Total revenue | 3,132,456 | 4,075,805 | 3,059,041 | 3,176,000 | 3,395,931 | 219,931 | 3,960,000 | 3,176,000 | 7,136,000 | |
| Expenditures | | | | | | | | | | |
| Personnel services | 1,386,427 | 1,416,006 | 1,476,027 | 1,605,000 | 1,591,650 | 13,350 | 1,532,000 | 1,605,000 | 3,137,000 | 1.0000 |
| Material & services | 669,485 | 786,220 | 723,822 | 770,000 | 744,790 | 25,210 | 700,000 | 770,000 | 1,470,000 | 1.0000 |
| Debt service | 37,186 | 38,723 | 36,223 | 37,000 | 36,573 | 427 | 37,000 | 37,000 | 74,000 | 1.0000 |
| Transfers | 780,000 | 803,000 | 830,000 | 865,000 | 865,000 | - | 830,000 | 865,000 | 1,695,000 | 1.0000 |
| Capital outlay | 350,742 | 945,271 | 34,912 | 10,000 | 246,476 | (236,476) | 875,000 | 10,000 | 885,000 | 1.0000 |
| Total expenditures | 3,223,840 | 3,989,220 | 3,100,984 | 3,287,000 | 3,484,489 | (197,489) | 3,974,000 | 3,287,000 | 7,261,000 | |
| Revenue over (under) expenditures | (91,384) | 86,585 | (41,943) | (111,000) | (88,558) | 22,442 | (14,000) | (111,000) | (125,000) | |
| Beginning fund balance | 493,834 | 402,450 | 489,035 | 576,000 | 447,092 | (128,908) | 590,000 | 576,000 | 590,000 | |
| Ending fund balance | \$ 402,450 | \$ 489,035 | \$ 447,092 | \$ 465,000 | \$ 358,534 | \$ (106,466) | \$ 576,000 | \$ 465,000 | \$ 465,000 | |

Library Fund
for the City of West Linn

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|-----------------------------------|------------------|------------------|----------------------|------------------------------------|--------------------|---------------------------|--------------------|------------------|------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenue | | | | | | | | | | |
| Property taxes | \$ 397,550 | \$ 405,055 | \$ 796,103 | \$ 875,000 | \$ 763,319 | \$ (111,681) ¹ | \$ 830,000 | \$ 875,000 | \$ 1,705,000 | 1.0000 |
| Library funding from County | 1,193,937 | 1,263,801 | 1,305,223 | 1,442,000 | 1,313,873 | (128,127) ¹ | 1,382,000 | 1,442,000 | 2,824,000 | 1.0000 |
| One-time capital funding | - | - | 1,000,000 | - | - | - | 1,000,000 | - | 1,000,000 | |
| Fines and forfeitures | 58,732 | 62,737 | 66,429 | 64,000 | 67,732 | 3,732 | 62,000 | 64,000 | 126,000 | 1.0000 |
| Interest | 817 | 594 | - | 3,000 | - | (3,000) | 3,000 | 3,000 | 6,000 | 1.0000 |
| Miscellaneous | 6,132 | 7,916 | 14,150 | 10,000 | 7,617 | (2,383) | 10,000 | 10,000 | 20,000 | 1.0000 |
| Total revenue | 1,657,168 | 1,740,103 | 3,181,905 | 2,394,000 | 2,152,541 | (241,459) | 3,287,000 | 2,394,000 | 5,681,000 | |
| Expenditures | | | | | | | | | | |
| Personnel services | 1,083,161 | 1,186,953 | 1,184,157 | 1,372,000 | 1,271,523 | 100,477 | 1,304,000 | 1,372,000 | 2,676,000 | 1.0000 |
| Materials and services | 189,221 | 202,079 | 230,179 | 232,000 | 198,482 | 33,518 | 228,000 | 232,000 | 460,000 | 1.0000 |
| Transfers | 369,000 | 379,000 | 738,000 | 769,000 | 769,000 | - | 738,000 | 769,000 | 1,507,000 | 1.0000 |
| Capital outlay | - | - | 203,895 ² | - | 184,362 | (184,362) ³ | 1,000,000 | - | 1,000,000 | |
| Total expenditures | 1,641,382 | 1,768,032 | 2,356,231 | 2,373,000 | 2,423,367 | (50,367) | 3,270,000 | 2,373,000 | 5,643,000 | |
| Revenue over (under) expenditures | 15,786 | (27,929) | 825,674 | 21,000 | (270,826) | (291,826) | 17,000 | 21,000 | 38,000 | |
| Beginning fund balance | 231,205 | 246,991 | 219,062 | 308,000 | 1,044,736 | 736,736 | 291,000 | 308,000 | 291,000 | |
| Ending fund balance - total | 246,991 | 219,062 | 1,044,736 | 329,000 | 773,910 | 444,910 | 308,000 | 329,000 | 329,000 | |
| Restricted - County Grant | - | - | 796,105 | - | 611,743 | 611,743 | - | - | - | |
| Restricted - Caufield Trust | 158,000 | 158,000 | 158,000 | 158,000 | 158,000 | - | 158,000 | 158,000 | 158,000 | |
| Unrestricted | \$ 88,991 | \$ 61,062 | \$ 90,631 | \$ 171,000 | \$ 4,167 | \$ (166,833) | \$ 150,000 | \$ 171,000 | \$ 171,000 | |

¹ Property taxes arrived in November and the dedicated Library District Levy arrived in the 3rd Quarter - both are down from original forecast.

² Funded with the \$1 million from the County, this capital outlay item is for the parking lot acquisition adjacent to the Library.

³ Funded with the \$1 million from the County, this capital outlay item is for the Library roof repair/replacement project.

Building Inspection Fund
for the City of West Linn

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|-----------------------------------|----------------|----------------|-------------------------|------------------------------------|--------------------|----------------------|--------------------|----------------|------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenue | | | | | | | | | | |
| Licenses and permits | \$ 557,682 | \$ 642,616 | \$ 715,745 ¹ | \$ 728,000 | \$ 577,532 | \$ (150,468) | \$ 664,000 | \$ 728,000 | \$ 1,392,000 | 1.0000 |
| Interest | 248 | - | - | - | - | - | - | - | - | 1.0000 |
| Miscellaneous | 6,614 | 678 | - | 5,000 | - | (5,000) | 5,000 | 5,000 | 10,000 | 1.0000 |
| Total revenue | 564,544 | 643,294 | 715,745 | 733,000 | 577,532 | (155,468) | 669,000 | 733,000 | 1,402,000 | |
| Expenditures | | | | | | | | | | |
| Personnel services | 289,805 | 383,253 | 415,503 | 440,000 | 393,692 | 46,308 | 420,000 | 440,000 | 860,000 | 1.0000 |
| Materials and services | 8,980 | 16,273 | 10,622 | 21,000 | 10,182 | 10,818 | 20,000 | 21,000 | 41,000 | 1.0000 |
| Debt service | | | | | | | | | | |
| Principal | 119,552 | - | - | - | - | - | - | - | - | |
| Interest | 491 | - | - | - | - | - | - | - | - | |
| Transfers | 71,000 | 73,000 | 278,000 | 295,000 | 295,000 | - | 284,000 | 295,000 | 579,000 | 1.0000 |
| Total expenditures | 489,828 | 472,526 | 704,125 | 756,000 | 698,874 | 57,126 | 724,000 | 756,000 | 1,480,000 | |
| Revenue over (under) expenditures | 74,716 | 170,768 | 11,620 | (23,000) | (121,342) | (98,342) | (55,000) | (23,000) | (78,000) | |
| Beginning fund balance | (2,059) | 72,657 | 243,425 | 145,000 | 255,045 | 110,045 | 200,000 | 145,000 | 200,000 | |
| Ending fund balance | \$ 72,657 | \$ 243,425 | \$ 255,045 | \$ 122,000 | \$ 133,703 | \$ 11,703 | \$ 145,000 | \$ 122,000 | \$ 122,000 | |

¹ Building revenues turned around slightly in FY 2012 reflecting an increase in local building activity.

Planning Fund
for the City of West Linn

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|-----------------------------------|----------------|----------------|-------------------------|------------------------------------|--------------------|------------------------|--------------------|------------------|------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenue | | | | | | | | | | |
| Intergovernmental | \$ 206,831 | \$ 213,669 | \$ 263,349 ¹ | \$ 208,000 | \$ 241,649 | \$ 33,649 ¹ | \$ 304,000 | \$ 208,000 | \$ 512,000 | 1.0000 |
| Franchise fees | 168,636 | 64,400 | 56,144 | 191,000 | 84,206 | (106,794) | 184,000 | 191,000 | 375,000 | 1.0000 |
| Licenses and permits | 274,505 | 160,818 | 198,055 | 296,000 | 228,461 | (67,539) | 255,000 | 296,000 | 551,000 | 1.0000 |
| Charges for services | 157,000 | 168,000 | 150,000 | 198,000 | 198,000 | - | 150,000 | 198,000 | 348,000 | 1.0000 |
| Interest | 755 | 482 | - | 1,000 | - | (1,000) | 1,000 | 1,000 | 2,000 | 1.0000 |
| Miscellaneous | 357 | 5,388 | 5,754 | 1,000 | 2,843 | 1,843 | 1,000 | 1,000 | 2,000 | 1.0000 |
| Transfers from other funds | 119,000 | 181,000 | 61,000 | 175,000 | 83,629 | (91,371) | 150,000 | 175,000 | 325,000 | 1.0000 |
| Total revenue | 927,084 | 793,757 | 734,302 | 1,070,000 | 838,788 | (231,212) | 1,045,000 | 1,070,000 | 2,115,000 | |
| Expenditures | | | | | | | | | | |
| Personnel services | 573,688 | 611,293 | 591,131 | 527,000 | 593,547 | (66,547) ² | 730,000 | 527,000 | 1,257,000 | 1.0000 |
| Materials and services | 36,647 | 38,149 | 44,120 | 92,000 | 37,994 | 54,006 | 101,000 | 92,000 | 193,000 | 1.0000 |
| Transfers | 202,000 | 207,000 | 295,000 | 338,000 | 338,000 | - | 325,000 | 338,000 | 663,000 | 1.0000 |
| Total expenditures | 812,335 | 856,442 | 930,251 | 957,000 | 969,541 | (12,541) | 1,156,000 | 957,000 | 2,113,000 | |
| Revenue over (under) expenditures | 114,749 | (62,685) | (195,949) | 113,000 | (130,753) | (243,753) | (111,000) | 113,000 | 2,000 | |
| Beginning fund balance | 210,793 | 325,542 | 262,857 | 270,000 | 66,908 | (203,092) | 381,000 | 270,000 | 381,000 | |
| Ending fund balance | \$ 325,542 | \$ 262,857 | \$ 66,908 | \$ 383,000 | \$ (63,845) | \$ (446,845) | \$ 270,000 | \$ 383,000 | \$ 383,000 | |

¹ Intergovernmental revenue reflects Oregon's State Revenue Sharing funds received into the Planning Fund.

² This variance in Personnel services reflects the Senior Planner being promoted to Economic Development Director and charged to City Administration in the General Fund.

Park Bond Fund
for the City of West Linn

| | Actual | | | through the 4th Quarter of FY 2013 | | | [for informational purposes] | | | [12 months] Flexible Budget Factor |
|-----------------------------------|------------|------------|------------|------------------------------------|-----------------------|-------------------------|------------------------------|-------------------|-----------------|---|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | |
| Revenue | | | | | | | | | | |
| Interest | \$ 1,950 | \$ 1,869 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | |
| Total revenue | 1,950 | 1,869 | - | - | - | - | - | - | - | |
| Expenditures | | | | | | | | | | |
| Materials & Services | 260 | 2,243 | - | - | - | - | - | - | - | |
| Capital outlay | 94,985 | 739,217 | - | - | 9,311 | (9,311) | 177,000 | - | 177,000 | 1.0000 |
| Total expenditures | 95,245 | 741,460 | - | - | 9,311 | (9,311) | 177,000 | - | 177,000 | |
| Revenue over (under) expenditures | (93,295) | (739,591) | - | - | (9,311) | (9,311) | (177,000) | - | (177,000) | |
| Beginning fund balance | 968,128 | 874,833 | 135,242 | - | 135,242 | 135,242 | 177,000 | - | 177,000 | |
| Ending fund balance | \$ 874,833 | \$ 135,242 | \$ 135,242 | \$ - | \$ 125,931 | \$ 125,931 ¹ | \$ - | \$ - | \$ - | |

¹ Ending fund balance in this Fund represents the remaining unspent bond proceeds dedicated for future park projects.

**Debt Service Fund
for the City of West Linn**

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|-----------------------------------|----------------|----------------|----------------|------------------------------------|--------------------|----------------------|--------------------|------------------|----------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenue | | | | | | | | | | |
| Property taxes | \$ 827,126 | \$ 888,281 | \$ 834,004 | \$ 1,267,000 | \$ 1,308,517 | \$ 41,517 | \$ 840,000 | \$ 1,267,000 | \$ 2,107,000 | 1.0000 |
| Interest | 314 | 180 | - | 1,000 | - | (1,000) | 1,000 | 1,000 | 2,000 | 1.0000 |
| Total revenue | 827,440 | 888,461 | 834,004 | 1,268,000 | 1,308,517 | 40,517 | 841,000 | 1,268,000 | 2,109,000 | |
| Expenditures | | | | | | | | | | |
| Debt service | | | | | | | | | | |
| Principal: | | | | | | | | | | |
| 2012 GO Police Station | - | - | - | 135,000 | 135,000 | - ² | - | 135,000 | 135,000 ² | 1.0000 |
| 2010 GO Refunding | - | 210,000 | 200,000 | 220,000 | 220,000 | - ¹ | 200,000 | 220,000 | 420,000 | 1.0000 |
| 2009 GO Refunding | 405,000 | 470,000 | 490,000 | 505,000 | 505,000 | - ¹ | 490,000 | 505,000 | 995,000 | 1.0000 |
| Prior refunded principal | 140,000 | - | - | - | - | - | - | - | - | |
| Interest: | | | | | | | | | | |
| 2012 GO Police Station | - | - | - | 257,000 | 256,483 | 517 ² | - | 257,000 | 257,000 ² | 1.0000 |
| 2010 GO Refunding | - | 54,833 | 69,537 | 65,000 | 63,538 | 1,462 ¹ | 71,000 | 65,000 | 136,000 | 1.0000 |
| 2009 GO Refunding | 214,290 | 145,287 | 131,181 | 120,000 | 116,487 | 3,513 ¹ | 134,000 | 120,000 | 254,000 | 1.0000 |
| Prior refunded interest | 165,482 | - | - | - | - | - | - | - | - | |
| Total expenditures | 924,772 | 880,120 | 890,718 | 1,302,000 | 1,296,508 | 5,492 | 895,000 | 1,302,000 | 2,197,000 | |
| Revenue over (under) expenditures | (97,332) | 8,341 | (56,714) | (34,000) | 12,009 | 46,009 | (54,000) | (34,000) | (88,000) | |
| Beginning fund balance | 214,386 | 117,054 | 125,395 | 83,000 | 68,681 | (14,319) | 137,000 | 83,000 | 137,000 | |
| Ending fund balance | \$ 117,054 | \$ 125,395 | \$ 68,681 | \$ 49,000 | \$ 80,690 | \$ 31,690 | \$ 83,000 | \$ 49,000 | \$ 49,000 | |

¹ Debt service payments on general obligation bonds are scheduled to be paid semi-annually. For the City of West Linn, the above debt service payments follow this semi-annual schedule with payments due December 1 (interest) and June 1st (principal and interest).

² 2012 GO Police Station debt service payments begin this fiscal year, FY 2013.

Systems Development Charges Fund
for the City of West Linn

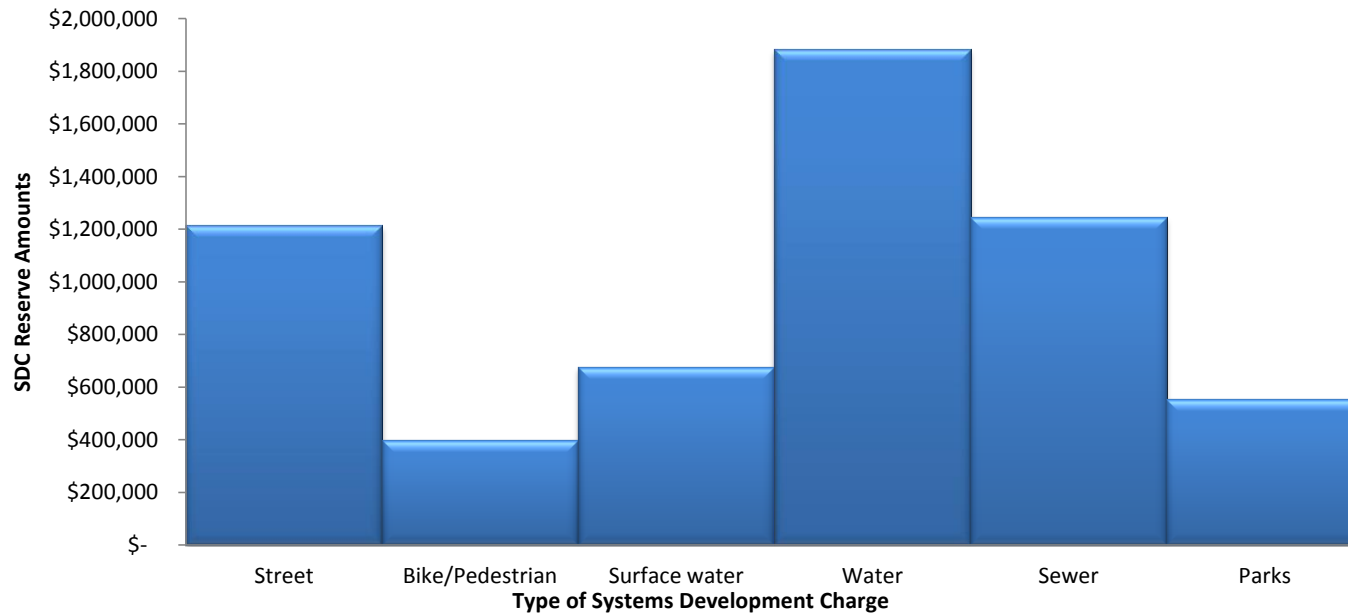
[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|-----------------------------------|---------------------|---------------------|---------------------|------------------------------------|---------------------|----------------------|---------------------|---------------------|---------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenue | | | | | | | | | | |
| Interest | \$ 8,402 | \$ 4,299 | \$ 499 | \$ 19,000 | \$ 781 | \$ (18,219) | \$ 19,000 | \$ 19,000 | \$ 38,000 | 1.0000 |
| Intergovernmental grants | 633,600 | - | - | - | - | - | - | - | - | |
| Systems Development Charges | | | | | | | | | | |
| Street | 181,558 | 219,107 | 263,854 | 160,000 | 279,321 | 119,321 | 155,000 | 160,000 | 315,000 | 1.0000 |
| Bike/Pedestrian | 6,807 | 212,759 | 97,276 | 10,000 | 81,151 | 71,151 | 10,000 | 10,000 | 20,000 | 1.0000 |
| Surface water | 13,266 | 10,484 | 11,296 | 15,000 | 11,695 | (3,305) | 15,000 | 15,000 | 30,000 | 1.0000 |
| Water | 191,264 | 302,362 | 500,617 | 207,000 | 356,432 | 149,432 | 1,401,000 | 207,000 | 1,608,000 | 1.0000 |
| Sewer | 91,954 | 115,017 | 198,594 | 96,000 | 136,288 | 40,288 | 93,000 | 96,000 | 189,000 | 1.0000 |
| Parks | 123,878 | 167,338 | 694,250 | 133,000 | 502,911 | 369,911 | 129,000 | 133,000 | 262,000 | 1.0000 |
| Total revenue | 1,250,729 | 1,031,366 | 1,766,386 | 640,000 | 1,368,579 | 728,579 | 1,822,000 | 640,000 | 2,462,000 | |
| Expenditures | | | | | | | | | | |
| Materials and services | - | 1,014 | 12,378 | 50,000 | 4,222 | 45,778 | 50,000 | 50,000 | 100,000 | 1.0000 |
| Transfers | 35,000 | 36,000 | 11,000 | 103,000 | 11,629 | 91,371 | 100,000 | 103,000 | 203,000 | 1.0000 |
| Capital outlay | | | | | | | | | | |
| Street | 6,311 | - | 116,782 | 200,000 | - | 200,000 | 200,000 | 200,000 | 400,000 | 1.0000 |
| Bike/Pedestrian | - | - | - | - | - | - | - | - | - | 1.0000 |
| Surface water | - | - | 39,518 | 100,000 | - | 100,000 | 100,000 | 100,000 | 200,000 | 1.0000 |
| Water | 130,868 | - | 130,419 | 20,000 | 412,580 | (392,580) | 2,110,000 | 20,000 | 2,130,000 | 1.0000 |
| Sewer | - | 385,569 | 39,518 | 500,000 | - | 500,000 | 100,000 | 500,000 | 600,000 | 1.0000 |
| Parks | 1,076,509 | 67,025 | 225,838 | 100,000 | 431,137 | (331,137) | 100,000 | 100,000 | 200,000 | 1.0000 |
| Total expenditures | 1,248,688 | 489,608 | 575,453 | 1,073,000 | 859,568 | 213,432 | 2,760,000 | 1,073,000 | 3,833,000 | |
| Revenue over (under) expenditures | 2,041 | 541,758 | 1,190,933 | (433,000) | 509,011 | 942,011 | (938,000) | (433,000) | (1,371,000) | |
| Beginning fund balance | 3,725,575 | 3,727,616 | 4,269,374 | 2,617,000 | 5,460,307 | 2,843,307 | 3,555,000 | 2,617,000 | 3,555,000 | |
| Ending fund balance | <u>\$ 3,727,616</u> | <u>\$ 4,269,374</u> | <u>\$ 5,460,307</u> | <u>\$ 2,184,000</u> | <u>\$ 5,969,318</u> | <u>\$ 3,785,318</u> | <u>\$ 2,617,000</u> | <u>\$ 2,184,000</u> | <u>\$ 2,184,000</u> | |

Summary of Ending Balances by Type of Systems Development Charge:

| | Actual | | | Flexible Period | | 2012-2013 Biennium | | |
|-----------------|---------------------|---------------------|---------------------|---------------------|-----------------|---------------------|---------------------|---------------------|
| | FY 2010 | FY 2011 | FY 2012 | | | FY 2012 | FY 2013 | Total |
| Street | \$ 591,639 | \$ 810,913 | \$ 945,277 | \$ 1,212,788 | Street | \$ 482,000 | \$ 332,000 | \$ 332,000 |
| Bike/Pedestrian | 6,821 | 219,339 | 315,921 | 396,793 | Bike/Pedestrian | 27,000 | 37,000 | 37,000 |
| Surface water | 684,031 | 695,283 | 665,515 | 676,734 | Surface water | 510,000 | 418,000 | 418,000 |
| Water | 1,288,285 | 1,575,590 | 1,941,423 | 1,883,939 | Water | 452,000 | 636,000 | 636,000 |
| Sewer | 1,220,286 | 951,487 | 1,108,102 | 1,243,625 | Sewer | 1,093,000 | 684,000 | 684,000 |
| Parks | (63,446) | 16,762 | 484,069 | 555,439 | Parks | 53,000 | 77,000 | 77,000 |
| | <u>\$ 3,727,616</u> | <u>\$ 4,269,374</u> | <u>\$ 5,460,307</u> | <u>\$ 5,969,318</u> | | <u>\$ 2,617,000</u> | <u>\$ 2,184,000</u> | <u>\$ 2,184,000</u> |

SDC Reserves as of End of Flexible Period



Street Fund
for the City of West Linn

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|-----------------------------------|------------------|------------------|---------------------------|------------------------------------|--------------------|-------------------------|--------------------|------------------|------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenue | | | | | | | | | | |
| Intergovernmental - gas taxes | \$ 1,012,955 | \$ 1,204,325 | \$ 1,372,076 ¹ | \$ 1,145,000 | \$ 1,384,642 | \$ 239,642 ¹ | \$ 1,134,000 | \$ 1,145,000 | \$ 2,279,000 | 1.0000 |
| Intergovernmental - grants | 146,763 | 146,762 | - | - | - | - | - | - | - | 1.0000 |
| Street maintenance fee | 778,226 | 792,586 | 870,438 | 901,000 | 903,952 | 2,952 | 858,000 | 901,000 | 1,759,000 | 1.0000 |
| Franchise fees | 100,875 | 103,189 | 112,895 | 128,000 | 112,842 | (15,158) | 124,000 | 128,000 | 252,000 | 1.0000 |
| Interest | 2,141 | 722 | - | 4,000 | - | (4,000) | 4,000 | 4,000 | 8,000 | 1.0000 |
| Miscellaneous | 64,816 | 327,898 | 170,483 | 54,000 | 163,589 | 109,589 | 53,000 | 54,000 | 107,000 | 1.0000 |
| Total revenue | 2,105,776 | 2,575,482 | 2,525,892 | 2,232,000 | 2,565,025 | 333,025 | 2,173,000 | 2,232,000 | 4,405,000 | |
| Expenditures | | | | | | | | | | |
| Personnel services | 410,546 | 453,082 | 490,123 | 525,000 | 514,202 | 10,798 | 500,000 | 525,000 | 1,025,000 | 1.0000 |
| Material & services | 487,504 | 433,496 | 433,428 | 530,000 | 526,857 | 3,143 | 490,000 | 530,000 | 1,020,000 | 1.0000 |
| Debt service | 150,000 | 151,000 | 152,000 | 152,000 | 152,000 | - | 152,000 | 152,000 | 304,000 | 1.0000 |
| Transfers | 671,000 | 659,000 | 529,000 | 550,000 | 550,000 | - | 529,000 | 550,000 | 1,079,000 | 1.0000 |
| Capital outlay | 279,925 | 516,782 | 415,419 | 500,000 | 403,959 | 96,041 | 500,000 | 500,000 | 1,000,000 | 1.0000 |
| Total expenditures | 1,998,975 | 2,213,360 | 2,019,970 | 2,257,000 | 2,147,018 | 109,982 | 2,171,000 | 2,257,000 | 4,428,000 | |
| Revenue over (under) expenditures | 106,801 | 362,122 | 505,922 | (25,000) | 418,007 | 443,007 | 2,000 | (25,000) | (23,000) | |
| Beginning fund balance | 822,172 | 928,973 | 1,291,095 | 875,000 | 1,797,017 | 922,017 | 873,000 | 875,000 | 873,000 | |
| Ending fund balance | \$ 928,973 | \$ 1,291,095 | \$ 1,797,017 | \$ 850,000 | \$ 2,215,024 | \$ 1,365,024 | \$ 875,000 | \$ 850,000 | \$ 850,000 | |

¹ State gas tax revenues increased effective January 1, 2011 with new legislation raising the gas tax rate from \$0.24 to \$0.30 cents per gallon.

Water Fund
for the City of West Linn

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|-----------------------------------|------------------|------------------|---------------------------|------------------------------------|--------------------|----------------------|--------------------|------------------|------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenue | | | | | | | | | | |
| Water services charges | \$ 2,908,269 | \$ 2,902,041 | \$ 3,152,123 ¹ | \$ 3,358,000 | \$ 3,484,998 | \$ 126,998 | \$ 3,197,000 | \$ 3,358,000 | \$ 6,555,000 | 1.0000 |
| Interest | 776 | 7 | - | 3,000 | - | (3,000) | 3,000 | 3,000 | 6,000 | 1.0000 |
| Miscellaneous | 47,670 | 63,105 | 60,431 | 42,000 | 63,546 | 21,546 | 41,000 | 42,000 | 83,000 | 1.0000 |
| Systems development charges | 13,367 | 35,699 | 53,360 | - | 42,274 | 42,274 | - | - | - | 1.0000 |
| Total revenue | 2,970,082 | 3,000,852 | 3,265,914 | 3,403,000 | 3,590,818 | 187,818 | 3,241,000 | 3,403,000 | 6,644,000 | |
| Expenditures | | | | | | | | | | |
| Personnel services | 580,497 | 522,158 | 522,988 | 550,000 | 457,132 | 92,868 | 530,000 | 550,000 | 1,080,000 | 1.0000 |
| Materials and services | 1,312,707 | 1,298,377 | 1,347,850 ² | 1,544,000 | 1,524,505 | 19,495 ² | 1,470,000 | 1,544,000 | 3,014,000 | 1.0000 |
| Debt service | | | | | | | | | | |
| Principal | 80,000 | 80,000 | 85,000 | 90,000 | 90,000 | - | 85,000 | 90,000 | 175,000 | 1.0000 |
| Interest | 72,866 | 68,608 | 63,822 | 61,000 | 60,013 | 987 | 66,000 | 61,000 | 127,000 | 1.0000 |
| Transfers | 686,000 | 743,000 | 657,000 | 684,000 | 684,000 | - | 657,000 | 684,000 | 1,341,000 | 1.0000 |
| Capital outlay | 390,385 | 62,205 | 27,871 | 375,000 | 599,493 | (224,493) | 375,000 | 375,000 | 750,000 | 1.0000 |
| Total expenditures | 3,122,455 | 2,774,348 | 2,704,531 | 3,304,000 | 3,415,143 | (111,143) | 3,183,000 | 3,304,000 | 6,487,000 | |
| Revenue over (under) expenditures | (152,373) | 226,504 | 561,383 | 99,000 | 175,675 | 76,675 | 58,000 | 99,000 | 157,000 | |
| Beginning fund balance | 620,669 | 468,296 | 694,800 | 677,000 | 1,256,183 | 579,183 | 619,000 | 677,000 | 619,000 | |
| Ending fund balance | \$ 468,296 | \$ 694,800 | \$ 1,256,183 | \$ 776,000 | \$ 1,431,858 | \$ 655,858 | \$ 677,000 | \$ 776,000 | \$ 776,000 | |

¹ Water services charges, in total, have declined slightly in FY 2009, FY 2010, and FY 2011 despite five percent rate increases in each of those years. For FY 2012, total water revenues increased 8.6 percent over FY 2011 - 5 percent of which is attributed a rate increase. FY 2013 continues this recent trend so far.

² The majority of Materials and Services includes the cost of purchasing water from South Fork Water Board.

Environmental Services Fund
for the City of West Linn

[for informational purposes]

| | Actual | | | through the 4th Quarter of FY 2013 | | | 2012-2013 Biennium | | | [12 months] |
|-----------------------------------|---------------------|---------------------|---------------------|------------------------------------|---------------------|------------------------|---------------------|---------------------|---------------------|------------------------|
| | FY 2010 | FY 2011 | FY 2012 | Flexible Budget | [12 months] Actual | [12 months] Variance | FY 2012 Budget | FY 2013 Budget | Total Budget | Flexible Budget Factor |
| Revenue | | | | | | | | | | |
| Sewer services charges | \$ 1,632,385 | \$ 1,714,474 | \$ 1,934,533 | \$ 1,891,000 | \$ 1,969,845 | \$ 78,845 ¹ | \$ 1,801,000 | \$ 1,891,000 | \$ 3,692,000 | 1.0000 |
| Surface water services charges | 592,883 | 627,169 | 666,751 | 687,000 | 695,736 | 8,736 ² | 654,000 | 687,000 | 1,341,000 | 1.0000 |
| Licenses and permits | 56,381 | 53,006 | 76,355 | 52,000 | 71,856 | 19,856 | 51,000 | 52,000 | 103,000 | 1.0000 |
| Interest | 6,153 | 2,839 | - | 10,000 | - | (10,000) | 10,000 | 10,000 | 20,000 | 1.0000 |
| Miscellaneous | 5,000 | 56 | - | 9,000 | - | (9,000) | 7,000 | 9,000 | 16,000 | 1.0000 |
| Systems development charges | 75,209 | 105,261 | 106,068 | 70,000 | 76,036 | 6,036 | 70,000 | 70,000 | 140,000 | 1.0000 |
| Total revenue | 2,368,011 | 2,502,805 | 2,783,707 | 2,719,000 | 2,813,473 | 94,473 | 2,593,000 | 2,719,000 | 5,312,000 | |
| Expenditures | | | | | | | | | | |
| Personnel services | 462,996 | 475,767 | 524,754 | 540,000 | 427,504 | 112,496 | 515,000 | 540,000 | 1,055,000 | 1.0000 |
| Materials and services | 247,249 | 229,645 | 289,294 | 314,000 | 291,708 | 22,292 | 299,000 | 314,000 | 613,000 | 1.0000 |
| Transfers | 1,051,000 | 1,119,000 | 1,070,000 | 1,117,000 | 1,117,000 | - | 1,070,000 | 1,117,000 | 2,187,000 | 1.0000 |
| Capital outlay | 217,298 | 389,856 | 588,801 | 750,000 | 900,024 | (150,024) | 850,000 | 750,000 | 1,600,000 | 1.0000 |
| Total expenditures | 1,978,543 | 2,214,268 | 2,472,849 | 2,721,000 | 2,736,236 | (15,236) | 2,734,000 | 2,721,000 | 5,455,000 | |
| Revenue over (under) expenditures | 389,468 | 288,537 | 310,858 | (2,000) | 77,237 | 79,237 | (141,000) | (2,000) | (143,000) | |
| Beginning fund balance | 2,375,613 | 2,765,081 | 3,053,618 | 2,408,000 | 3,364,476 | 956,476 | 2,549,000 | 2,408,000 | 2,549,000 | |
| Ending fund balance | <u>\$ 2,765,081</u> | <u>\$ 3,053,618</u> | <u>\$ 3,364,476</u> | <u>\$ 2,406,000</u> | <u>\$ 3,441,713</u> | <u>\$ 1,035,713</u> | <u>\$ 2,408,000</u> | <u>\$ 2,406,000</u> | <u>\$ 2,406,000</u> | |

¹ Revenue from Sanitary Sewer utility rates - variance is minor reflecting consistency with budget estimates.

² Revenue from Surface Water management fee - variance is minor reflecting consistency with budget estimates.