



CITY OF
**West
Linn**

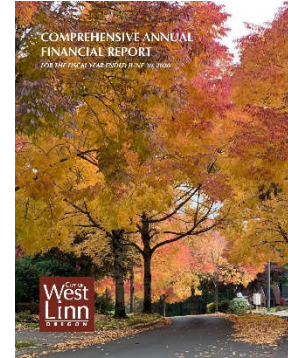
Executive Summary

We are pleased to offer this financial report of City operations for your review. This report covers financial operations through the second quarter of the fiscal year ended June 30, 2021, which is the second year of the 2020-2021 biennium.

QUARTERLY HIGHLIGHTS

Financial Audit is Complete

The City's audit for the fiscal year ended June 30, 2020 is now complete and an unmodified or "clean" audit opinion was received. The City filed and was granted an extension from the Secretary of State - Audits Division through January 31, 2021. The extension was necessary as the financial statements of South Fork Water Board, a joint venture between the City of West Linn and Oregon City, were not finalized as of December 31, 2020. The City is unable to issue their financial statements until the joint venture is issued. The CAFR was timely filed with the Secretary of State-Audits Division for their review and comments on January 26, 2021.



For the City of West Linn, the audit document is prepared in the format of a *Comprehensive Annual Financial Report (CAFR)* and is available online for review. During March 1, 2021 Council meeting, the auditors will make their formal presentation of the audit documents to the full Council.

The auditors also submitted their required report upon certain matters required by their professional standards including communications to the Audit Committee who have oversight responsibility for the City's financial reporting process. This report includes their required communications, a summary of accounting estimates used, a listing of recently issued accounting standards, arrangement letter, and representation letter.

Audit Committee

The Audit Committee will be holding a meeting on March 1, 2021 to review the audit from FY 2020. The audit committee will also be reviewing and recommending a new audit contract for FY 2021 – 2026 to the City Council. The contract for our current auditors, Merina & Company, LLP, expired with the June 30, 2020 audit.

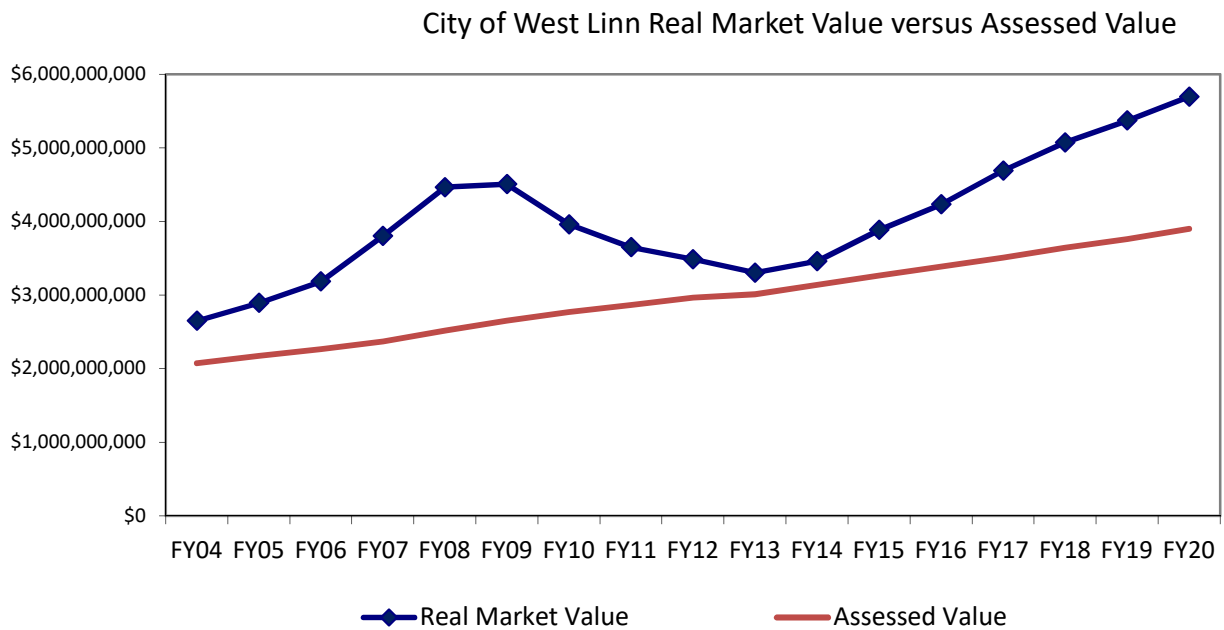
Highlight Reminders of the 2020-2021 Biennium Budget

In June 2019, the City Council adopted the 2020-2021 biennial budget. Pertinent highlights of this budget included:

- It is a biennial budget balanced at \$116.5 million
- Personal services represent 33 percent of the total expenditures at \$34 million
- Materials and services represent 15 percent of total expenditures at \$16 million
- Capital outlay makes up 31 percent at \$32 million
- Debt service, transfers, contingency, and ending fund balances comprise the remainder

Property Taxes Arrived this Quarter

The graph of Real Market Values (RMV) versus Assessed Values (AV) shows below, the City’s overall RMV dropped for five years and has turned around slightly, now trending back up. Understanding that every individual property is different, at least in total, the City’s real market and assessed values have both increased slightly over the last year:



Fees on Utility Bills Increase

Effective January 1, 2021 (i.e. starting with the February 2021 utility bills), three of the five services are increasing the average residential bill by \$2.70 per month to \$112.90. Below is a snapshot of the before and after average monthly City Services 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:

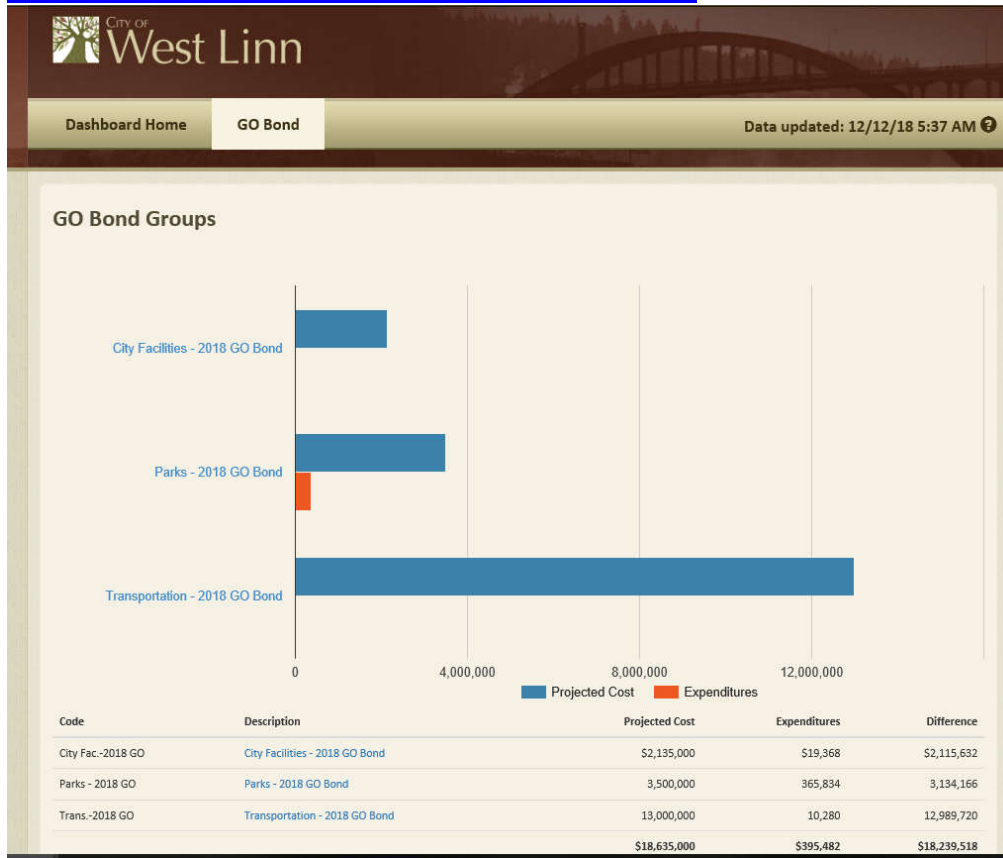
Typical City Services Bill (residential)	eff. January 1, 2020		eff. July 1, 2020		eff. January 1, 2021			
	increased	median	proposed	median	proposed	median		
Water Service Fee								
Base (includes up to 7ccf)	5%	\$ 1.18	\$ 24.85	\$ 24.85	5%	1.24	\$ 26.09	
Sewer Service Fee								
Base fee to West Linn	5%	1.04	21.80	21.80	5%	1.09	22.89	
Tri-City portion of sewer fee (est.)			23.75	5% 1.20 24.95			24.95	
<i>Avg sewer per house</i>			45.55	46.75			47.84	
Surface Water Management Fee	5%	0.36	7.48	7.48	5%	0.37	7.85	
Fees for Utility Services								
			77.88	79.08			81.78	
Fees for Other City Services								
Street Maintenance Fee			13.83	5% 0.69 14.52			14.52	
Parks Maintenance Fee			15.81	5% 0.79 16.60			16.60	
Total City Services			\$ 2.58	\$ 107.52			\$ 2.70	\$ 112.90
Usage rate per 1ccf over 7ccf	5%	0.14	2.86	2.86	5%		3.00	

Online Financial Dashboard

As a reminder, between quarterly reports, the online financial dashboard is an easy way to get quick real-time budget-to-actual data. The dashboard is available online on the City website displaying real-time financial information down to the details of specific accounts. It includes easy-to-read charts displaying revenue and expenditure activity for the current fiscal year. The underlying data that populates the dashboard is real-time data uploaded from the City’s new financial software automatically daily at <http://dashboard.westlinnoregon.gov/#/funds>.

GO BOND Financial Dashboard

In addition to the financial dashboard, we have added a GO Bond Dashboard for tracking GO Bond Projects. The underlying data that populates the dashboard is real-time data uploaded from the City’s financial software daily. The dashboard is located at:



COVID-19 Pandemic

The COVID-19 Pandemic began in early 2020. It has impacted the city’s financials in many areas, however, the overall financial health of the City has not been impacted significantly. The City received approximately \$136k in Coronavirus Aid, Relief, and Economic Securities (CARES) act funding during FY2020 and an additional \$297k through December 31, 2020. CARES act funding is received as a reimbursement for expenditures that:

1. are necessary expenditures incurred due to the public health emergency with respect to COVID-19;
2. were not accounted for in the budget most recently approved; and
3. were incurred during the period that begins on March 1, 2020, and ends on December 30, 2020.

The City also provided \$62,252 as Emergency Business Assistance Grants to 20 Businesses in West Linn. The Grant program was through Business Oregon and half of the funds were provided by Business Oregon. The other half was reimbursed through the CARES act.

The City will be opening a new application process for Business Grants on February 5, 2021. The City expects to award approximately \$150k of CARES act funding to businesses impacted by the pandemic.

The City will continue to apply for CARES act funding for all eligible expenditures.

Budget-to-Actual Quarterly Highlights

Throughout this report, we have included footnote explanations calling certain items out.

In a review of the City's revenues, particularly the summaries on pages 7 and 8, I note that November property tax receipts have come in. Property tax collections are coming in about 3% lower than prior years. This is to be expected with the pandemic. Water revenue is down due to low usage.

In the General Fund (page 11), the ending fund balance is just about \$2.7 million. Expenditures are tracking high in the City Council department due to legal services and the police investigation. IT department expenditures are also tracking high, but a large portion of the expenditures have been reimbursed through CARES act funding. It is likely we will need a supplemental budget for these departments.

In the Public Safety Fund (page 13), significant franchise fees are expected to be received during the upcoming second-half of the fiscal year. Expenditures are up in materials and services due to payments to the LOCOM Communications Center for contracted services. Expenditures in Capital Outlay are down as capital is likely to be spent at the end of the year.

In the Parks Fund (page 14), expenditures are tracking lower than normal for personnel services and materials and services due to summer and fall events being canceled due to COVID-19 restrictions and ability to hold events.

In the Library Fund (page 15), I note that Clackamas County will distribute our share of the dedicated Library District Levy next quarter.

In the Building Fund (page 16), revenues are tracking consistently with prior years although still low due to decreased activity. Planning and SDC Funds (pages 16, and 19), revenues are down due to decreased activity.

In the City Facilities, Parks, and Transportation Bond Fund (page 17), expenditures in Capital Outlay reflect amounts spent to date on the planned projects. Interest revenue was not budgeted for, but is continuing to track well.

In the Water Fund (page 22), water service charges are down from where expected due to a decrease in usage from prior year.

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 lbreithaupt@westlinnoregon.gov.

Best regards,

A handwritten signature in black ink that reads "Lauren Breithaupt". The signature is written in a cursive style with a large initial 'L'.

Lauren Breithaupt, CPA CMA CGMA
Finance Director
City of West Linn

3 February 2021

City of West Linn

Totals rolled up from all City funds

[for informational purposes]

Revenues (by category)	Actual			through the 2nd Quarter of FY 2021			2020-2021 Biennium			[6months]
	FY 2018	FY 2019	FY 2020	Flexible Budget	[6months] Actual	[6months] Variance	FY 2020 Budget	FY 2021 Budget	Total Budget	Flexible Budget Factor
	Property taxes	\$ 8,954,917	\$ 9,506,390	\$ 9,628,761	\$ 9,105,000	\$ 9,030,361	\$ (74,639)	\$ 9,614,000	\$ 9,896,000	\$ 19,510,000
Intergovernmental revenue	5,793,978	4,585,428	4,899,193	1,591,000	2,032,027	441,027	4,898,000	4,881,000	9,779,000	0.5000
Fees and charges - utility bills	11,575,980	12,277,341	12,420,842	6,834,000	6,974,420	140,420	12,560,000	13,083,000	25,643,000	0.5000
Fees and charges - other	4,674,997	4,728,406	3,964,795	2,293,000	1,614,173	(678,827)	4,497,000	4,578,000	9,075,000	0.5000
Other revenue:										
Interest	32,314	513,367	506,153	11,000	322,168	311,168	28,000	21,000	42,000	0.5000
Miscellaneous	421,466	687,160	437,694	198,000	188,371	(9,629)	541,000	389,000	773,000	0.5000
Other financing sources	-	-	4,894	-	-	-	-	-	-	0.5000
Transfers from other funds	8,777,000	7,864,619	8,377,000	4,366,000	4,480,000	114,000	8,377,000	8,730,000	17,107,000	0.5000
Proceeds from Lease Obligation:	-	-	288,156	-	17,425	3,900	-	-	-	0.0000
Debt proceeds	900	20,246,622	-	-	-	-	-	-	-	1.0000
	9,231,680	29,311,768	9,613,897	4,575,000	5,007,964	419,439	8,946,000	9,140,000	17,922,000	
Total revenue	40,231,552	60,409,333	40,527,488	24,398,000	24,658,945	247,420	40,515,000	41,578,000	81,929,000	

**Summary
of revenues
City-wide**

City of West Linn

Totals rolled up from all City funds

[for informational purposes]

	Actual			through the 2nd Quarter of FY 2021			2020-2021 Biennium			[6months]
	FY 2018	FY 2019	FY 2020	Flexible	[6months]	[6months]	FY 2020	FY 2021	Total	Flexible
				Budget	Actual	Variance				Budget
Revenues (by line detail)										
Property taxes										
Levied for general purposes	\$ 7,502,503	\$ 7,935,207	\$ 8,088,100	\$ 7,642,000	\$ 7,585,503	\$ (56,497)	\$ 8,074,000	\$ 8,306,000	\$ 16,380,000	0.9200
Levied for bonded debt	1,452,414	1,571,183	1,540,661	1,463,000	1,444,858	(18,142)	1,540,000	1,590,000	3,130,000	0.9200
	8,954,917	9,506,390	9,628,761	9,105,000	9,030,361	(74,639)	9,614,000	9,896,000	19,510,000	
Intergovernmental revenue										
Library District Levy	1,591,916	1,693,517	1,706,582	-	-	-	1,680,000	1,700,000	3,380,000	0.0000
One-time capital funding	-	-	-	-	-	-	-	-	-	
State highway taxes (gas)	2,185,438	1,784,051	1,769,336	1,035,000	857,801	(177,199)	1,925,000	1,963,554	3,888,554	0.5000
Vehicle Registration Fees	-	-	132,149	-	158,151	158,151	-	-	-	0.5000
State Shared Revenue (liq cig)	401,382	399,032	487,592	200,000	306,946	106,946	408,000	399,032	399,032	0.5000
State Revenue Sharing (general)	100,788	297,880	318,839	155,000	168,707	13,707	305,000	310,000	615,000	0.5000
Other grants and misc	1,514,454	410,948	484,695	201,000	540,422	339,422	580,000	508,414	1,496,414	1.0000
	5,793,978	4,585,428	4,899,193	1,591,000	2,032,027	441,027	4,898,000	4,881,000	9,779,000	
Fees and charges:										
Utility Charges - water	4,637,689	4,943,270	4,740,671	2,964,000	2,991,127	27,127	5,000,000	5,200,000	10,200,000	0.5000
Utility Charges - sewer	2,516,068	2,650,487	2,761,616	1,372,000	1,417,038	45,038	2,743,000	2,848,000	5,591,000	0.5000
Utility Charges - surface wtr	918,396	966,268	1,015,465	501,000	524,328	23,328	1,001,000	1,041,000	2,042,000	0.5000
Utility Charges - street maint	1,791,311	1,898,252	1,991,767	1,008,000	1,041,145	33,145	1,924,000	2,016,000	3,940,000	0.5000
Utility Charges - park maint	1,712,516	1,819,064	1,911,323	989,000	1,000,782	11,782	1,892,000	1,978,000	3,870,000	0.5000
	11,575,980	12,277,341	12,420,842	6,834,000	6,974,420	140,420	12,560,000	13,083,000	25,643,000	
SDC fees from developers	699,805	889,965	492,712	327,000	395,498	68,498	698,000	653,000	1,351,000	0.5000
Franchise fees	1,704,799	1,723,541	1,753,650	859,000	430,745	(428,255)	1,710,000	1,715,000	3,425,000	0.5000
Licenses and permits	1,047,148	998,396	881,781	554,000	539,967	(14,033)	999,000	1,105,000	2,104,000	0.5000
Park recreation program fees	739,495	687,357	486,137	303,000	100,340	(202,660)	590,000	605,000	1,195,000	0.5000
Fines and forfeitures	483,750	429,147	350,515	250,000	147,623	(102,377)	500,000	500,000	1,000,000	0.5000
	16,250,977	17,005,747	16,385,637	9,127,000	8,588,593	(538,407)	17,057,000	17,661,000	34,718,000	
Other revenue:										
Interest	32,314	513,367	506,153	11,000	322,168	311,168	28,000	21,000	42,000	0.5000
Miscellaneous	421,466	687,160	437,694	198,000	188,371	(10,129)	541,000	389,000	773,000	0.5000
Other financing sources	-	-	4,894	-	-	-	-	-	-	0.5000
Transfers from other funds	8,777,000	7,864,619	8,377,000	4,366,000	4,480,000	114,000	8,377,000	8,730,000	17,107,000	0.5000
Proceeds from Lease Obligation	-	-	288,156	-	17,425	3,900	-	-	-	
Debt proceeds	900	20,246,622	-	-	-	-	-	-	-	1.0000
	9,231,680	29,311,768	9,613,897	4,575,000	5,007,964	418,939	8,946,000	9,140,000	17,922,000	
Total revenue	40,231,552	60,409,333	40,527,488	24,398,000	24,658,945	246,920	40,515,000	41,578,000	81,929,000	

City of West Linn

Totals rolled up from all City funds

[for informational purposes]

	Actual			through the 2nd Quarter of FY 2021			2020-2021 Biennium			[6months]
	FY 2018	FY 2019	FY 2020	Flexible Budget	[6months] Actual	[6months] Variance	FY 2020 Budget	FY 2021 Budget	Total Budget	Flexible Budget Factor
	Expenditures									
Personnel services	\$ 14,787,047	\$ 14,734,826	\$ 15,349,465	\$ 9,408,000	\$ 7,975,427	\$ 1,432,573	\$ 16,756,000	\$ 17,512,000	\$ 34,268,000	0.5385
Materials and services	7,497,603	7,586,625	6,864,940	4,044,000	3,942,990	101,010	8,044,000	8,043,000	16,087,000	0.5000
Debt service	2,307,077	2,505,917	2,465,456	1,156,000	778,704	377,296	2,425,000	2,706,000	4,891,000	1.0000
Transfers to other funds	8,777,000	7,864,619	8,377,000	4,465,000	4,480,000	(15,000)	8,377,000	8,730,000	17,107,000	0.5000
Capital outlay - regular	5,731,352	4,181,178	7,885,425	12,388,000	3,181,252	9,206,748	15,806,000	16,292,000	32,098,000	0.5000
Capital outlay - Police Station	-	-	-	-	-	-	-	-	-	0.0000
Total expenditures	39,100,079	36,873,165	40,942,286	31,461,000	20,358,373	11,102,627	51,408,000	53,283,000	104,451,000	
Revenue over (under) expenditures	1,131,473	23,536,168	(414,798)	(7,063,000)	4,300,572	11,349,547	(10,893,000)	(11,705,000)	(22,522,000)	
Beginning fund balance	14,892,706	16,024,179	39,560,347	15,950,000	24,850,734	8,900,734	17,735,000	6,842,000	17,735,000	
Ending fund balance	<u>\$ 16,024,179</u>	<u>\$ 39,560,347</u>	<u>\$ 39,145,549</u>	<u>\$ 8,887,000</u>	<u>\$ 29,151,306</u>	<u>\$ 20,250,281</u>	<u>\$ 6,842,000</u>	<u>\$ (4,863,000)</u>	<u>\$ (4,787,000)</u>	

**Summary
of expenditures
City-wide**

City of West Linn

Totals rolled up from all City funds

[for informational purposes]

	Actual			through the 2nd Quarter of FY 2021			2020-2021 Biennium			[6months]
	FY 2018	FY 2019	FY 2020	Flexible	[6months]	[6months]	FY 2020	FY 2021	Total	Flexible
				Budget	Actual	Variance				Budget
Expenditures										
Personnel services:										
Salaries and wages	\$ 9,417,830	\$ 9,572,730	\$ 9,731,576	\$ 5,650,000	\$ 5,051,725	\$ 598,275	\$ 10,073,000	\$ 10,492,000	\$ 20,565,000	0.5385
Overtime	332,182	301,364	251,471	215,000	131,866	83,134	376,000	400,000	776,000	0.5385
Payroll taxes and benefits	3,034,636	2,972,131	3,014,628	2,196,000	1,590,295	605,705	3,872,000	4,079,000	7,951,000	0.5385
PERS contributions	2,002,398	1,888,600	2,351,790	1,368,000	1,201,540	166,460	2,435,000	2,541,000	4,976,000	0.5385
	<u>14,787,047</u>	<u>14,734,826</u>	<u>15,349,465</u>	<u>9,408,000</u>	<u>7,975,427</u>	<u>1,453,574</u>	<u>16,756,000</u>	<u>17,512,000</u>	<u>34,268,000</u>	
Materials and services	7,497,603	7,586,625	6,864,940	4,044,000	3,942,990	101,010	8,044,000	8,043,000	16,087,000	0.5000
Debt service:										
Principal	1,800,000	1,350,000	1,420,000	1,705,000	1,420,000	285,000	1,420,000	1,705,000	3,125,000	1.0000
Interest	507,077	1,155,917	1,001,208	(549,000)	(641,296)	92,296	1,005,000	1,001,000	1,766,000	1.0000
Vehicle Leases	-	-	44,248	-	-	-	-	-	-	1.0000
Refunded debt	-	-	-	-	-	-	-	-	-	1.0000
	<u>2,307,077</u>	<u>2,505,917</u>	<u>2,465,456</u>	<u>1,156,000</u>	<u>778,704</u>	<u>377,296</u>	<u>2,425,000</u>	<u>2,706,000</u>	<u>4,891,000</u>	
Transfers to other funds	8,777,000	7,864,619	8,377,000	4,465,000	4,480,000	(15,000)	8,377,000	8,730,000	17,107,000	0.5000
Capital outlay - regular	5,731,352	4,181,178	7,885,425	12,388,000	3,181,252	9,206,748	15,806,000	16,292,000	32,098,000	0.5000
Total expenditures	<u>39,100,079</u>	<u>36,873,165</u>	<u>40,942,286</u>	<u>31,461,000</u>	<u>20,358,373</u>	<u>11,123,628</u>	<u>51,408,000</u>	<u>53,283,000</u>	<u>104,451,000</u>	
Revenue over (under) expenditures	1,131,473	23,536,168	(414,798)	(7,063,000)	4,300,572	11,370,548	(10,893,000)	(11,705,000)	(22,522,000)	
Beginning fund balance	14,892,706	16,024,179	39,560,347	15,950,000	24,850,734	8,900,734	17,735,000	6,842,000	17,735,000	
Ending fund balance	<u>\$ 16,024,179</u>	<u>\$ 39,560,347</u>	<u>\$ 39,145,549</u>	<u>\$ 8,887,000</u>	<u>\$ 29,151,306</u>	<u>\$ 20,271,282</u>	<u>\$ 6,842,000</u>	<u>\$ (4,863,000)</u>	<u>\$ (4,787,000)</u>	

General Fund
for the City of West Linn

[for informational purposes]

	Actual			through the 2nd Quarter of FY 2021			2020-2021 Biennium			[6months]
	FY 2018	FY 2019	FY 2020	Flexible	[6months]	[6months]	FY 2020	FY 2021	Total	Flexible
				Budget	Actual	Variance				Budget
Revenue										
Transfers from other funds	\$ 7,132,000	\$ 7,279,000	\$ 7,112,000	\$ 3,630,000	\$ 3,629,500	\$ (500)	\$ 7,112,000	\$ 7,259,000	\$ 14,371,000	0.5000
Muni Court fines and fees	429,386	376,802	308,419	225,000	144,175	(80,825) ³	450,000	450,000	900,000	0.5000
Licenses and permits	239,821	185,082	206,439	138,000	94,924	(43,076) ³	225,000	275,000	500,000	0.5000
Intergovernmental	-	57,045	189,993	-	395,358	395,358	-	-	-	0.5000
Interest	17,457	44,995	47,960	10,000	11,900	1,900	20,000	20,000	40,000	0.5000
Miscellaneous	73,923	55,734	60,217	38,000	20,480	(17,520) ³	70,000	75,000	145,000	0.5000
Proceeds from lease obligations	-	-	53,243	-	13,525	13,525 ²	-	-	-	0.5000
Total revenue	7,892,587	7,998,658	7,978,271	4,041,000	4,309,862	268,862	7,877,000	8,079,000	15,956,000	
Expenditures										
City Council	281,458	343,495	520,476	241,000	347,925	(106,925) ⁴	462,000	478,000	940,000	0.5042
City Management	1,137,083	878,929	834,269	484,000	369,742	114,258	883,000	912,000	1,795,000	0.5307
Economic Development	272,882	277,108	301,134	151,000	147,683	3,317	266,000	282,000	548,000	0.5355
Human Resources	521,542	441,903	487,476	316,000	233,865	82,135	580,000	598,000	1,178,000	0.5284
Finance	632,997	644,520	674,741	415,000	378,454	36,546	744,000	780,000	1,524,000	0.5321
Information Technology	1,188,454	1,078,303	984,055	548,000	742,195	(194,195) ⁵	1,080,000	1,059,000	2,139,000	0.5175
Facility Services	568,854	513,017	569,891	306,000	303,720	2,280 ²	593,000	601,000	1,194,000	0.5092
Municipal Court	425,460	439,745	463,175	289,000	241,108	47,892	519,000	539,000	1,058,000	0.5362
Public Works Support Services	1,122,890	1,062,423	1,204,165	718,000	624,859	93,141 ²	1,306,000	1,339,000	2,645,000	0.5362
Vehicle/Equipment Maint	328,775	343,485	339,506	234,000	171,928	62,072	439,000	453,000	892,000	0.5166
Non-departmental:										
General Services	174,487	128,750	143,170	121,000	79,545	41,455	231,000	241,000	472,000	0.5000
Debt Service	403,677	403,228	406,298 ¹	306,000	312,983	(6,983)	407,000	408,000	815,000	0.7500
Debt Service - Leases	-	-	6,699	-	-	- ²	-	-	-	0.0000
Transfers to other funds	1,645,000	425,000	1,258,000	621,000	621,000	-	1,258,000	1,242,000	2,500,000	0.5000
Total expenditures	8,703,559	6,979,906	8,193,055	4,750,000	4,575,007	174,993	8,768,000	8,932,000	17,700,000	
Revenue over (under) expenditures	(810,972)	1,018,752	(214,784)	(709,000)	(265,145)	443,855	(891,000)	(853,000)	(1,744,000)	
Beginning fund balance	2,983,539	2,172,567	3,191,319	2,056,000	2,976,535	920,535	2,947,000	2,056,000	2,947,000	
Ending fund balance	\$ 2,172,567	\$ 3,191,319	\$ 2,976,535	\$ 1,347,000	\$ 2,711,390	\$ 1,364,390	\$ 2,056,000	\$ 1,203,000	\$ 1,203,000	

¹ Bond refinancing of the Series 2009-B FFCOs in December 2015 - competitive sale received credit upgrade to AA+ and saved ~\$300,000 with lower overall interest rate of 2.23%.

The City implemented GASB 87 in FY 2020 which changed the method of accounting for leases. In the first year of the lease, the entire value is booked as "Proceeds from Lease Obligations" and "Capital Outlay". As payments are made on the lease, they are charged to debt service. Therefore, debt service and capital outlay will be overspent, and materials and services will be underspent. We will also

² be showing a revenue for the same amount that is overspent in Capital.

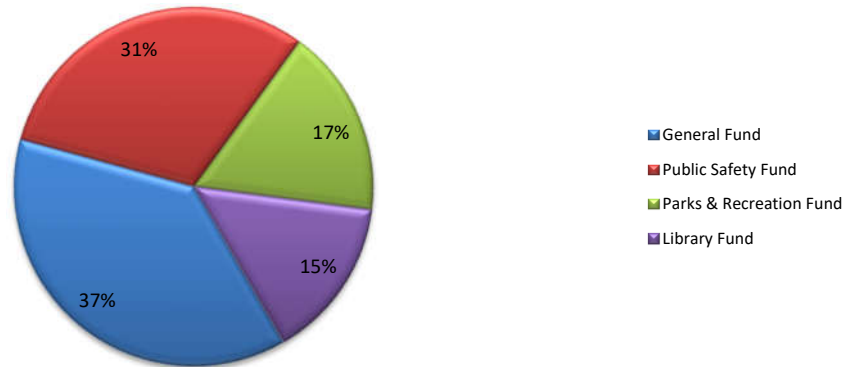
³ Revenues down due to COVID-19 pandemic.

⁴ Overages due to legal services and Police investigation that was not included in budget. Likely will need a supplemental budget.

⁵ Overage due to purchases reimbursed through CARES act. Likely will need a supplemental budget.

Summary of Ending Balances (unrestricted) from Funds with Property Tax Revenue Allocations:								
	Actual			Flexible Period	2020-2021 Biennium			
	FY 2018	FY 2019	FY 2020		FY 2020	FY 2021	Total	
General Fund	\$ 2,172,567	\$ 3,191,319	\$ 2,976,535	\$ 2,711,390	\$ 2,056,000	\$ 1,203,000	\$ 1,203,000	
Public Safety Fund	1,678,623	1,781,079	2,226,054	4,081,547	1,444,000	984,000	984,000	
Parks & Recreation Fund	358,303	618,935	1,128,693	2,093,206	114,000	546,000	546,000	
Library Fund	223,203	398,058	565,887	186,705	304,000	310,000	467,000	
	<u>\$ 4,432,696</u>	<u>\$ 5,989,391</u>	<u>\$ 6,897,169</u>	<u>\$ 9,072,848</u>	<u>\$ 3,918,000</u>	<u>\$ 3,043,000</u>	<u>\$ 3,200,000</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 2nd Quarter of FY 2021			2020-2021 Biennium			[6months]
	FY 2018	FY 2019	FY 2020	Flexible Budget	[6months] Actual	[6months] Variance	FY 2020 Budget	FY 2021 Budget	Total Budget	Flexible Budget Factor
Revenue										
Property taxes	\$ 5,148,858	\$ 5,418,966	\$ 5,510,964	\$ 5,143,000	\$ 5,147,305	\$ 4,305	\$ 5,502,000	\$ 5,590,000	\$ 11,092,000	0.9200
Franchise fees	1,380,753	1,380,758	1,450,352	698,000	293,441	(404,559) ¹	1,395,000	1,395,000	2,790,000	0.5000
Intergovernmental revenue	811,086	647,489	692,901	301,000	362,617	61,617	593,000	602,000	1,195,000	0.5000
Licenses and permits	22,400	37,320	29,030	16,000	10,445	(5,555)	31,000	32,000	63,000	0.5000
Fines and forfeitures	11,513	13,174	15,802	5,000	3,448	(1,552)	10,000	10,000	20,000	0.5000
Miscellaneous	16,440	37,041	29,732	8,000	10,901	2,901	16,000	16,000	32,000	0.5000
Transfers from General Fund	1,120,000	-	278,000	132,000	132,000	-	278,000	264,000	542,000	0.5000
Total revenue	8,511,050	7,534,748	8,006,781	6,303,000	5,960,157	(342,843)	7,825,000	7,909,000	15,734,000	
Expenditures										
Personnel services	4,783,140	4,669,863	4,977,583	2,987,000	2,640,393	346,607	5,274,000	5,548,000	10,822,000	0.5385
Materials and services	706,673	709,634	710,056	440,000	539,798	(99,798) ²	855,000	880,000	1,735,000	0.5000
Transfers	1,735,000	1,867,000	1,726,000	896,000	895,500	500	1,726,000	1,791,000	3,517,000	0.5000
Capital outlay - regular	92,933	185,795	148,167	75,000	28,973	46,027	150,000	150,000	300,000	0.5000
Total expenditures	7,317,746	7,432,292	7,561,806	4,398,000	4,104,664	293,336	8,005,000	8,369,000	16,374,000	
Revenue over (under) expenditures	1,193,304	102,456	444,975	1,905,000	1,855,493	(49,507)	(180,000)	(460,000)	(640,000)	
Beginning fund balance	485,319	1,678,623	1,781,079	1,444,000	2,226,054	782,054	1,624,000	1,444,000	1,624,000	
Ending fund balance	\$ 1,678,623	\$ 1,781,079	\$ 2,226,054	\$ 3,349,000	\$ 4,081,547	\$ 732,547	\$ 1,444,000	\$ 984,000	\$ 984,000	

¹ PGE Franchise Fee received during this quarter.

² Includes contract payment for LOCOM Communications Center.

Parks & Recreation Fund
for the City of West Linn

[for informational purposes]

	Actual			through the 2nd Quarter of FY 2021			2020-2021 Biennium			[6months]
	FY 2018	FY 2019	FY 2020	Flexible Budget	[6months] Actual	[6months] Variance	FY 2020 Budget	FY 2021 Budget	Total Budget	Flexible Budget Factor
Revenue										
Property taxes	\$ 1,328,121	\$ 1,446,043	\$ 1,533,054	\$ 1,500,000	\$ 1,444,858	\$ (55,142)	\$ 1,532,000	\$ 1,630,000	\$ 3,162,000	0.9200
Park maintenance fee	1,712,516	1,819,064	1,911,323	989,000	1,000,782	11,782	1,892,000	1,978,000	3,870,000	0.5000
Recreation program charges	739,495	687,357	486,137	303,000	100,340	(202,660) ²	590,000	605,000	1,195,000	0.5000
Intergovernmental	913,500	-	89,393	100,000	89,393	(10,607) ²	395,000	200,000	595,000	0.5000
Miscellaneous	1,150	35,648	17,715	3,000	1,200	(1,800)	5,000	5,000	10,000	0.5000
Other financing sources	900	-	4,894	-	-	-	-	-	-	0.5000
Proceeds from Lease Obligations	-	-	126,024	-	-	- ³	-	-	-	0.5000
Transfers from General Fund	-	-	157,000 ¹	53,000	52,500	(500)	157,000	105,000	262,000	0.5000
Total revenue	4,695,682	3,988,112	4,325,540	2,948,000	2,689,073	(258,927)	4,571,000	4,523,000	9,094,000	
Expenditures										
Personnel services	1,699,338	1,796,412	1,764,622	1,042,000	880,003	161,997	1,906,000	1,936,000	3,842,000	0.5385
Material & services	997,111	1,013,559	770,502	520,000	374,794	145,206	1,067,000	1,039,000	2,106,000	0.5000
Debt service	35,419	35,084	35,584 ¹	5,000	4,268	732	36,000	36,000	72,000	0.1500
Debt service - Lease Obligations	-	-	29,386	-	-	- ³	-	-	-	0.0000
Transfers	819,000	869,000	951,000	465,000	464,500	500	951,000	929,000	1,880,000	0.5000
Capital outlay	275,203	13,425	264,688	76,000	995	75,005 ³	791,000	151,000	942,000	0.5000
Total expenditures	3,826,071	3,727,480	3,815,782	2,108,000	1,724,560	383,440	4,751,000	4,091,000	8,842,000	
Revenue over (under) expenditures	869,611	260,632	509,758	840,000	964,513	124,513	(180,000)	432,000	252,000	
Beginning fund balance	(511,308)	358,303	618,935	114,000	1,128,693	1,014,693	294,000	114,000	294,000	
Ending fund balance	\$ 358,303	\$ 618,935	\$ 1,128,693	\$ 954,000	\$ 2,093,206	\$ 1,139,206	\$ 114,000	\$ 546,000	\$ 546,000	

¹ Bond refinancing of the Series 2009-B FFCOs in December 2015 - competitive sale received credit upgrade to AA+ and saved ~\$300,000 with lower overall interest rate of 2.23%.

² Revenues down due to COVID-19 Pandemic.

The City implemented GASB 87 in FY 2020 which changed the method of accounting for leases. In the first year of the lease, the entire value is booked as "Proceeds from a Lease" and "Capital Outlay".

As payments are made on the lease, they are charged to debt service. Therefore, debt service and capital outlay will be overspent, and materials and services will be underspent. We will also be

³ showing a revenue for the same amount that is overspent in Capital.

Library Fund
for the City of West Linn

[for informational purposes]

	Actual			through the 2nd Quarter of FY 2021			2020-2021 Biennium			[6months]
	FY 2018	FY 2019	FY 2020	Flexible Budget	[6months] Actual	[6months] Variance	FY 2020 Budget	FY 2021 Budget	Total Budget	Flexible Budget Factor
Revenue										
Property taxes	\$ 1,025,524	\$ 1,070,198	\$ 1,044,082	\$ 999,000	\$ 993,340	\$ (5,660)	\$ 1,040,000	\$ 1,086,000	\$ 2,126,000	0.9200
Library District Levy	1,591,916	1,693,517	1,706,582	-	-	-	1,680,000	1,700,000	3,380,000	0.0000
Fines and forfeitures	42,851	39,171	26,294	20,000	-	(20,000)	40,000	40,000	80,000	0.5000
Miscellaneous	13,956	15,637	11,353	5,000	-	(5,000)	9,000	9,000	18,000	0.5000
Total revenue	2,674,247	2,818,523	2,788,311	1,024,000	993,340	(30,660)	2,769,000	2,835,000	5,604,000	
Expenditures										
Personnel services	1,524,584	1,553,780	1,546,689	934,000	800,057	133,943	1,666,000	1,734,000	3,400,000	0.5385
Materials and services	212,157	224,121	218,493	112,000	136,965	(24,965)	220,000	224,000	444,000	0.5000
Transfers	803,000	855,000	854,000	436,000	435,500	500	854,000	871,000	1,725,000	0.5000
Capital outlay	99,508	10,767	1,300	-	-	-	-	-	-	0.5000
Total expenditures	2,639,249	2,643,668	2,620,482	1,482,000	1,372,522	109,478	2,740,000	2,829,000	5,569,000	
Revenue over (under) expenditures	34,998	174,855	167,829	(458,000)	(379,182)	78,818	29,000	6,000	35,000	
Beginning fund balance	345,505	380,503	555,358	461,000	723,187	262,187	432,000	461,000	432,000	
Ending fund balance - total	380,503	555,358	723,187	3,000	344,005	341,005	461,000	467,000	467,000	
Restricted - County Grant	-	-	-	-	-	-	-	-	-	
Restricted - Caufield Trust	157,300	157,300	157,300	157,000	157,300	300	157,000	157,000	157,000	
Unrestricted	\$ 223,203	\$ 398,058	\$ 565,887	\$ (154,000)	\$ 186,705	\$ 340,705	\$ 304,000	\$ 310,000	\$ 310,000	

¹ Library District Levy monies arrive from the County in late 2nd quarter/early 3rd quarter and are from the separate library district levy approved by the voters.

Building Inspection Fund
for the City of West Linn

[for informational purposes]

	Actual			through the 2nd Quarter of FY 2021			2020-2021 Biennium			[6months]
	FY 2018	FY 2019	FY 2020	Flexible Budget	[6months] Actual	[6months] Variance	FY 2020 Budget	FY 2021 Budget	Total Budget	Flexible Budget Factor
Revenue										
Licenses and permits	\$ 553,913	\$ 530,989	\$ 512,502	\$ 298,000	\$ 345,144	\$ 47,144 ¹	\$ 540,000	\$ 595,000	\$ 1,135,000	0.5000
Miscellaneous	-	675	-	1,000	-	(1,000)	1,000	1,000	2,000	0.5000
Proceeds from Lease Obligations	-	-	54,722	-	3,900	3,900 ²	-	-	-	0.5000
Transfer from general fund	300,000	200,000	513,000	178,000	178,000	-	513,000	356,000	869,000	0.5000
Total revenue	853,913	731,664	1,080,224	477,000	527,044	50,044	1,054,000	952,000	2,006,000	
Expenditures										
Personnel services	395,488	437,521	362,615	288,000	206,558	81,442	508,000	535,000	1,043,000	0.5385
Materials and services	34,927	18,947	29,888	26,000	13,662	12,338	52,000	51,000	103,000	0.5000
Debt service	-	-	4,711	-	-	- ²	0	0	-	0.5000
Transfers	308,000	321,000	294,000	151,000	150,500	500	294,000	301,000	595,000	0.5000
Capital outlay	-	-	55,617	29,000	-	29,000 ²	-	29,000	29,000	1.0000
Total expenditures	738,415	777,468	746,831	494,000	370,720	123,280	854,000	916,000	1,770,000	
Revenue over (under) expenditures	115,498	(45,804)	333,393	(17,000)	156,324	173,324	200,000	36,000	236,000	
Beginning fund balance	(1,800)	113,698	67,894	72,000	401,287	329,287	(128,000)	72,000	(128,000)	
Ending fund balance	\$ 113,698	\$ 67,894	\$ 401,287	\$ 55,000	\$ 557,611	\$ 502,611	\$ 72,000	\$ 108,000	\$ 108,000	

¹ License and permits revenue is down due to decrease in activity.

The City implemented GASB 87 in FY 2020 which changed the method of accounting for leases. In the first year of the lease, the entire value is booked as "Proceeds from Lease Obligations" and "Capital Outlay". As payments are made on the lease, they are charged to debt service. Therefore, debt service and capital outlay will be overspent, and materials and services will be underspent. We will also

² be showing a revenue for the same amount that is overspent in Capital.

Planning Fund
for the City of West Linn

	Actual			through the 2nd Quarter of FY 2021			[for informational purposes]			[6months]
	FY 2018	FY 2019	FY 2020	Flexible Budget	[6months]	[6months]	2020-2021 Biennium		Flexible Budget Factor	
					Actual	Variance	FY 2020 Budget	FY 2021 Budget		Total Budget
Revenue										
Intergovernmental	\$ 292,038	\$ 297,880	\$ 318,839	\$ 155,000	\$ 168,707	\$ 13,707 ¹	\$ 305,000	\$ 310,000	\$ 615,000	0.5000
Franchise fees	199,147	213,947	175,837	98,000	75,151	(22,849) ²	190,000	195,000	385,000	0.5000
Licenses and permits	163,781	172,673	71,654	70,000	55,521	(14,479) ³	140,000	140,000	280,000	0.5000
Miscellaneous	6,115	9,508	2,415	2,000	9,650	7,650	3,000	3,000	6,000	0.5000
Transfers from General Fund	225,000	225,000	310,000	258,000	258,000	-	310,000	516,000	826,000	0.5000
Total revenue	886,081	919,008	878,745	583,000	567,029	(15,971)	948,000	1,164,000	2,112,000	
Expenditures										
Personnel services	548,449	500,222	654,346	391,000	243,990	147,010	692,000	726,000	1,418,000	0.5385
Materials and services	9,590	10,893	10,784	32,000	5,017	26,983	63,000	63,000	126,000	0.5000
Transfers	303,000	316,000	376,000	184,000	184,000	-	376,000	368,000	744,000	0.5000
Total expenditures	861,039	827,115	1,041,130	607,000	433,007	173,993	1,131,000	1,157,000	2,288,000	
Revenue over (under) expenditures	25,042	91,893	(162,385)	(24,000)	134,022	158,022	(183,000)	7,000	(176,000)	
Beginning fund balance	330,777	355,819	447,712	131,000	285,327	154,327	314,000	131,000	314,000	
Ending fund balance	\$ 355,819	\$ 447,712	\$ 285,327	\$ 107,000	\$ 419,349	\$ 312,349	\$ 131,000	\$ 138,000	\$ 138,000	

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

² Franchise fees include revenues from MACC/Comcast and CenturyLink agreements.

³ Revenues down due to decrease in activity.

City Facilities, Parks, and Trans. Bond Fund
for the City of West Linn

	Actual			through the 2nd Quarter of FY 2021			[for informational purposes]			[6months]
	FY 2018	FY 2019	FY 2020	Flexible Budget	[6months] Actual	[6months] Variance	FY 2020 Budget	FY 2021 Budget	Total Budget	Flexible Budget Factor
Revenue										
Interest	\$ -	\$ 417,484	\$ 390,155	\$ -	\$ 67,678	\$ 67,678	\$ -	\$ -	\$ -	1.0000
Debt proceeds - new money	-	20,246,622	-	-	-	-	-	-	-	1.0000
Total revenue	-	20,664,106	390,155	-	67,678	67,678	-	-	-	
Materials & Services	-	263,304	-	-	-	-	-	-	-	1.0000
Capital outlay	-	1,610,115	4,725,408	8,530,000	1,839,613	6,690,387	8,090,000	8,530,000	16,620,000	1.0000
Transfers	-	160,619	7,000	230,000	230,000	-	7,000	230,000	237,000	1.0000
Total expenditures	-	2,034,038	4,732,408	8,760,000	2,069,613	6,690,387	8,097,000	8,760,000	16,857,000	
Revenue over (under) expenditures	-	18,630,068	(4,342,253)	(8,760,000)	(2,001,935)	6,758,065	(8,097,000)	(8,760,000)	(16,857,000)	
Beginning fund balance	-	-	18,630,068	8,760,000	14,287,815	5,527,815	16,857,000	8,760,000	16,857,000	
Ending fund balance	\$ -	\$ 18,630,068	\$ 14,287,815	\$ -	\$ 12,285,880	\$ 12,285,880	\$ 8,760,000	\$ -	\$ -	

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

	Actual			through the 2nd Quarter of FY 2021			[for informational purposes]			[6months]
	FY 2018	FY 2019	FY 2020	Flexible	[6months]	[6months]	2020-2021 Biennium			Flexible
				Budget	Actual	Variance	FY 2020 Budget	FY 2021 Budget	Total Budget	Budget Factor
Revenue										
Property taxes	\$ 1,452,414	\$ 1,571,183	\$ 1,540,661	\$ 1,463,000	\$ 1,444,858	\$ (18,142)	\$ 1,540,000	\$ 1,590,000	\$ 3,130,000	0.9200
Interest	-	-	-	\$ -	-	-	-	-	-	0.5000
Transfers	-	160,619	7,000	115,000	230,000	115,000	7,000	230,000	237,000	0.5000
Total revenue	1,452,414	1,731,802	1,547,661	1,578,000	1,674,858	96,858	1,547,000	1,820,000	3,367,000	
Expenditures										
Debt service										
Principal:										
2018 GO Bond	-	-	-	-	-	-	-	240,000	240,000	0.0000
2012 GO Police Station	310,000	335,000	355,000	-	-	-	355,000	375,000	730,000	0.0000
2010 GO Refunding	310,000	330,000	355,000	-	-	-	355,000	385,000	740,000	0.0000
2009 GO Refunding	590,000	280,000	-	-	-	-	-	-	-	0.0000
Interest:										
2018 GO Bond	-	507,318	673,889	337,000	336,965	35	674,000	674,000	1,348,000	0.5000
2012 GO Police Station	167,938	161,737	155,038	74,000	73,969	31	156,000	148,000	304,000	0.5000
2010 GO Refunding	37,313	29,562	21,313	6,000	5,775	225	22,000	12,000	34,000	0.5000
2009 GO Refunding	31,850	5,600	-	-	-	-	-	-	-	0.0000
Total expenditures	1,447,101	1,649,217	1,560,240	417,000	416,709	291	1,562,000	1,834,000	3,156,000	
Revenue over (under) expenditures	5,313	82,585	(12,579)	1,161,000	1,258,149	97,149	(15,000)	(14,000)	211,000	
Beginning fund balance	214,332	219,645	302,230	275,000	289,651	14,651	275,000	260,000	275,000	
Ending fund balance	\$ 219,645	\$ 302,230	\$ 289,651	\$ 1,436,000	\$ 1,547,800	\$ 111,800	\$ 260,000	\$ 246,000	\$ 486,000	

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).

Systems Development Charges Fund
for the City of West Linn

[for informational purposes]

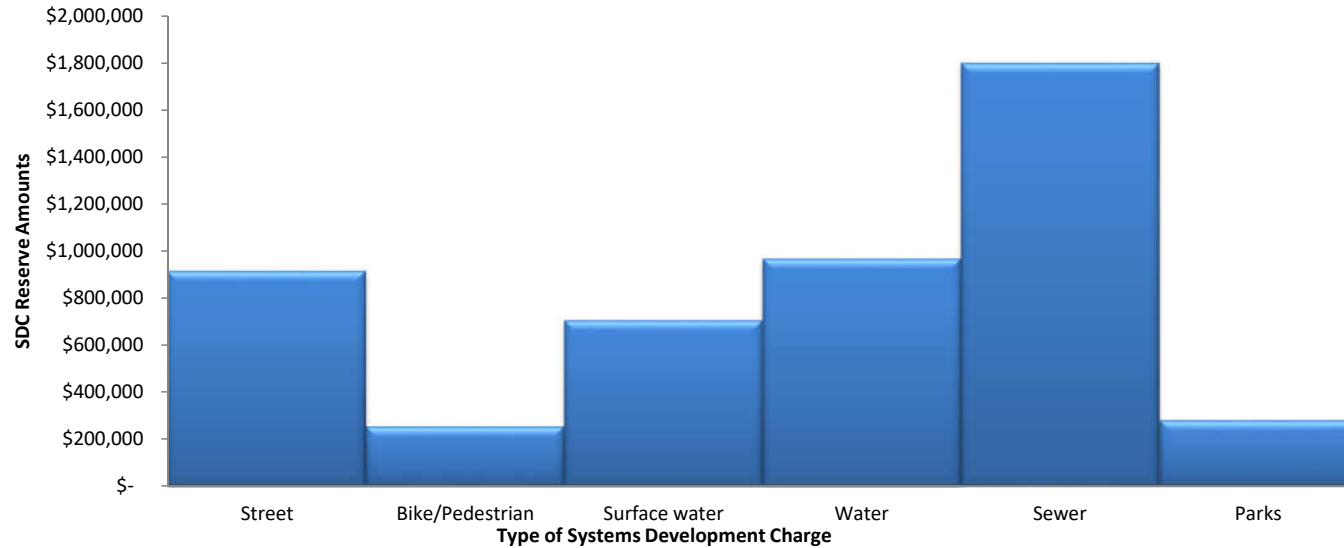
	Actual			through the 2nd Quarter of FY 2021			2020-2021 Biennium			[6months]
	FY 2018	FY 2019	FY 2020	Flexible Budget	[6months] Actual	[6months] Variance	FY 2020 Budget	FY 2021 Budget	Total Budget	Flexible Budget Factor
Revenue										
Interest	\$ 14,857	\$ 50,888	\$ 61,038	\$ 1,000	\$ 12,590	\$ 11,590	\$ 1,000	\$ 1,000	\$ 2,000	0.5000
Systems Development Charges										
Street	153,648	173,944	86,390	63,000	23,044	(39,956) ¹	130,000	126,000	256,000	0.5000
Bike/Pedestrian	37,285	42,463	34,597	25,000	17,672	(7,328) ¹	50,000	49,000	99,000	0.5000
Surface water	6,630	8,246	3,301	4,000	3,339	(661) ¹	8,000	8,000	16,000	0.5000
Water	233,970	340,316	201,011	100,000	185,271	85,271 ¹	240,000	200,000	440,000	0.5000
Sewer	70,780	83,678	33,663	35,000	33,731	(1,269) ¹	70,000	70,000	140,000	0.5000
Parks	197,492	241,318	133,750	100,000	132,441	32,441 ¹	200,000	200,000	400,000	0.5000
Total revenue	714,662	940,853	553,750	328,000	408,088	80,088	699,000	654,000	1,353,000	
Expenditures										
Materials and services	124,058	106,693	20,550	23,000	5,114	17,886	45,000	45,000	90,000	0.5000
Transfers	-	-	-	-	-	-	-	-	-	0.5000
Capital outlay										
Street	162,405	60,822	233,534	175,000	118,735	56,265	500,000	350,000	850,000	0.5000
Bike/Pedestrian	69,579	37,665	241,215	143,000	99,758	43,242	70,000	285,000	355,000	0.5000
Surface water	2,854	-	-	100,000	-	100,000	200,000	200,000	400,000	0.5000
Water	46,934	4,551	12,844	250,000	17,616	232,384	100,000	500,000	600,000	0.5000
Sewer	2,242	-	-	300,000	-	300,000	600,000	600,000	1,200,000	0.5000
Parks	510,427	565,685	110,866	60,000	47,554	12,446	120,000	120,000	240,000	0.5000
Total expenditures	918,499	775,416	619,009	1,051,000	288,777	762,223	1,635,000	2,100,000	3,735,000	
Revenue over (under) expenditures	(203,837)	165,437	(65,259)	(723,000)	119,311	842,311	(936,000)	(1,446,000)	(2,382,000)	
Beginning fund balance	4,904,097	4,700,260	4,865,697	3,207,000	4,800,438	1,593,438	4,143,000	3,207,000	4,143,000	
Ending fund balance	\$ 4,700,260	\$ 4,865,697	\$ 4,800,438	\$ 2,484,000	\$ 4,919,749	\$ 2,435,749	\$ 3,207,000	\$ 1,761,000	\$ 1,761,000	

¹ SDC revenues are down due to decrease in activity.

Summary of Ending Balances by Type of Systems Development Charge:

	Actual			Flexible Period	2020-2021 Biennium		
	FY 2018	FY 2019	FY 2020		FY 2020	FY 2021	Total
Street	\$ 1,010,162	\$ 1,136,986	\$ 1,007,207	\$ 914,541	Street \$ 318,000	\$ 287,000	\$ 287,000
Bike/Pedestrian	525,348	536,003	335,696	254,611	Bike/Pedestrian 502,000	470,000	470,000
Surface water	750,473	705,840	703,030	705,400	Surface water 624,000	430,000	430,000
Water	253,983	596,681	796,166	967,005	Water 363,000	708,000	708,000
Sewer	1,675,050	1,726,189	1,765,478	1,798,385	Sewer 1,579,000	1,083,000	1,083,000
Parks	485,244	163,998	192,861	279,807	Parks 357,000	228,000	228,000
	<u>\$ 4,700,260</u>	<u>\$ 4,865,697</u>	<u>\$ 4,800,438</u>	<u>\$ 4,919,749</u>	<u>\$ 3,743,000</u>	<u>\$ 3,206,000</u>	<u>\$ 3,206,000</u>

SDC Reserves as of End of Flexible Period



Street Fund
for the City of West Linn

	Actual			through the 2nd Quarter of FY 2021			[for informational purposes]			[6months]
	FY 2018	FY 2019	FY 2020	Flexible	[6months]	[6months]	FY 2020	FY 2021	Total	Flexible
				Budget	Actual	Variance				Budget
Revenue										
Intergovernmental	\$ 2,185,438	\$ 1,889,497	\$ 1,901,485	\$ 1,035,000	\$ 1,015,952	\$ (19,048)	\$ 1,925,000	\$ 2,069,000	\$ 3,994,000	0.5000
Street maintenance fee	1,791,311	1,898,252	1,991,767	1,008,000	1,041,145	33,145	1,924,000	2,016,000	3,940,000	0.5000
Franchise fees	124,899	128,836	127,461	63,000	62,153	(847)	125,000	125,000	250,000	0.5000
Miscellaneous	52,620	89,145	104,253	20,000	4,362	(15,638)	40,000	40,000	80,000	0.5000
Proceeds from sale of bonds	-	-	-	-	-	-	-	-	-	0.5000
Total revenue	4,154,268	4,005,730	4,124,966	2,126,000	2,123,612	(2,388)	4,014,000	4,250,000	8,264,000	
Expenditures										
Personnel services	575,966	594,787	579,543	391,000	336,351	54,649	701,000	726,000	1,427,000	0.5385
Material & services	519,670	510,442	475,503	294,000	303,864	(9,864)	586,000	588,000	1,174,000	0.5000
Debt service	141,688	140,338	142,338	142,000	17,094	124,906	143,000	142,000	285,000	1.0000
Transfers	892,000	851,000	814,000	411,000	411,000	-	814,000	822,000	1,636,000	0.5000
Capital outlay	1,713,821	632,645	763,400	823,000	490,266	332,734	1,832,000	1,645,000	3,477,000	0.5000
Total expenditures	3,843,145	2,729,212	2,774,784	2,061,000	1,558,575	502,425	4,076,000	3,923,000	7,999,000	
Revenue over (under) expenditures	311,123	1,276,518	1,350,182	65,000	565,037	500,037	(62,000)	327,000	265,000	
Beginning fund balance	1,443,454	1,754,577	3,031,095	2,240,000	4,381,277	2,141,277	2,302,000	2,240,000	2,302,000	
Ending fund balance	\$ 1,754,577	\$ 3,031,095	\$ 4,381,277	\$ 2,305,000	\$ 4,946,314	\$ 2,641,314	\$ 2,240,000	\$ 2,567,000	\$ 2,567,000	

¹ Intergovernmental includes state gas taxes (\$0.34 cents per gallon which the State charges and \$0.184 cents per gallon Federal tax totaling \$0.524 for the consumer) and vehicle registration fees.

² Bond refinancing of the Series 2009-B FFCOs in December 2015 - competitive sale received credit upgrade to AA+ and saved ~\$300,000 with lower overall interest rate of 2.23%.

Water Fund
for the City of West Linn

[for informational purposes]

	Actual			through the 2nd Quarter of FY 2021			2020-2021 Biennium			[6months]
	FY 2018	FY 2019	FY 2020	Flexible Budget	[6months] Actual	[6months] Variance	FY 2020 Budget	FY 2021 Budget	Total Budget	Flexible Budget Factor
Revenue										
Water services charges	\$ 4,637,689	\$ 4,943,270	\$ 4,740,671	\$ 2,964,000	\$ 2,991,127	\$ 27,127 ⁴	\$ 5,000,000	\$ 5,200,000	\$ 10,200,000	0.5700
Miscellaneous	175,911	343,956	147,190	93,000	106,232	13,232	185,000	185,000	370,000	0.5000
Systems development charges	19,650	29,095	16,721	-	15,201	15,201	-	-	-	0.5000
Proceeds from lease	-	-	29,014	-	-	- ³	-	-	-	0.5000
Total revenue	4,833,250	5,316,321	4,933,596	3,057,000	3,112,560	55,560	5,185,000	5,385,000	10,570,000	
Expenditures										
Personnel services	685,013	696,111	772,844	436,000	424,207	11,793	775,000	810,000	1,585,000	0.5385
Materials and services	1,976,303	2,018,050	1,892,953 ¹	1,029,000	870,154	158,846 ^{1,3}	2,048,000	2,058,000	4,106,000	0.5000
Debt service										
Principal	205,000	210,000	215,000 ²	210,000	-	210,000	210,000	210,000	420,000	1.0000
Interest	74,192	68,050	61,748	76,000	27,650	48,350	67,000	76,000	143,000	1.0000
Leases	-	-	1,822	-	-	- ³	-	-	-	1.0000
Transfers	925,000	930,000	830,000	437,000	436,500	500	830,000	873,000	1,703,000	0.5000
Capital outlay	1,561,459	509,511	647,903	600,000	317,064	282,936 ³	837,000	1,200,000	2,037,000	0.5000
Total expenditures	5,426,967	4,431,722	4,422,270	2,788,000	2,075,575	712,425	4,767,000	5,227,000	9,994,000	
Revenue over (under) expenditures	(593,717)	884,599	511,326	269,000	1,036,985	767,985	418,000	158,000	576,000	
Beginning fund balance	2,417,478	1,823,761	2,708,360	2,882,000	3,219,686	337,686	2,464,000	2,882,000	2,464,000	
Ending fund balance - total	1,823,761	2,708,360	3,219,686	3,151,000	4,256,671	1,105,671	2,882,000	3,040,000	3,040,000	

¹ The majority of Materials and Services includes the cost of purchasing water from South Fork Water Board.

² Bond refinancing of the Series 2000 Revenues in December 2015 - competitive sale received credit upgrade to AA+ and saved ~\$300,000 with lower overall interest rate of 2.23%.

The City implemented GASB 87 in FY 2020 which changed the method of accounting for leases. In the first year of the lease, the entire value is booked as "Proceeds from Lease Obligation" and "Capital Outlay". As payments are made on the lease, they are charged to debt service. Therefore, debt service and capital outlay will be overspent, and materials and services will be underspent. We will also

³ be showing a revenue for the same amount that is overspent in Capital.

⁴ Water revenue down due to decrease in consumption.

Environmental Services Fund
for the City of West Linn

[for informational purposes]

	Actual			through the 2nd Quarter of FY 2021			2020-2021 Biennium			[6months]
	FY 2018	FY 2019	FY 2020	Flexible Budget	[6months] Actual	[6months] Variance	FY 2020 Budget	FY 2021 Budget	Total Budget	Flexible Budget Factor
Revenue										
Sewer services charges	\$ 2,516,068	\$ 2,650,487	\$ 2,761,616	\$ 1,372,000	\$ 1,417,038	\$ 45,038 ¹	\$ 2,743,000	\$ 2,848,000	\$ 5,591,000	0.5000
Surface water services charges	918,396	966,268	1,015,465	501,000	524,328	23,328 ²	1,001,000	1,041,000	2,042,000	0.5000
Licenses and permits	67,233	72,332	62,156	32,000	33,933	1,933	63,000	63,000	126,000	0.5000
Miscellaneous	6,980	21,955	28,476	28,000	583	(27,417)	55,000	55,000	110,000	0.5000
Systems development charges	54,721	48,766	19,622	-	19,762	19,762	-	-	-	0.5000
Proceeds from lease obligation	-	-	25,153	-	-	- ³	-	-	-	0.5000
Total revenue	3,563,398	3,759,808	3,912,488	1,933,000	1,995,644	62,644	3,862,000	4,007,000	7,869,000	
Expenditures										
Personnel services	618,119	612,400	554,838	450,000	310,313	139,687	835,000	875,000	1,710,000	0.5385
Materials and services	268,807	477,967	418,309	234,000	199,245	34,755 ³	467,000	467,000	934,000	0.5000
Transfers	1,347,000	1,270,000	1,267,000	634,000	651,500	(17,500)	1,267,000	1,303,000	2,570,000	0.5000
Debt Service - Leases	-	-	1,630	-	-	- ³	-	-	-	0.5000
Capital outlay	1,144,362	505,264	612,712	1,227,000	207,586	1,019,414 ³	2,453,000	2,500,000	4,953,000	0.5000
Total expenditures	3,378,288	2,865,631	2,854,489	2,545,000	1,368,644	1,176,356	5,022,000	5,145,000	10,167,000	
Revenue over (under) expenditures	185,110	894,177	1,057,999	(612,000)	627,000	1,239,000	(1,160,000)	(1,138,000)	(2,298,000)	
Beginning fund balance	2,281,313	2,466,423	3,360,600	3,068,000	4,418,599	1,350,599	3,068,000	1,908,000	3,068,000	
Ending fund balance	\$ 2,466,423	\$ 3,360,600	\$ 4,418,599	\$ 2,456,000	\$ 5,045,599	\$ 2,589,599	\$ 1,908,000	\$ 770,000	\$ 770,000	

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.

The City implemented GASB 87 in FY 2020 which changed the method of accounting for leases. In the first year of the lease, the entire value is booked as "Proceeds from Lease Obligation" and "Capital Outlay". As payments are made on the lease, they are charged to debt service. Therefore, debt service and capital outlay will be overspent, and materials and services will be underspent. We will also

³ be showing a revenue for the same amount that is overspent in Capital.