



CITY OF
**West
Linn**

Executive Summary

We are pleased to offer this financial report of City operations for your review. This report covers the second quarter of the fiscal year ended December 31, 2010.

QUARTERLY HIGHLIGHTS

This second quarter financial report summarizes the financial results for the fiscal year ended December 31, 2010 and highlights certain topics of interest.

Continuous Improvement

As all of us continuously review the format, delivery, and presentation of financial information, this financial report continues with our revised format introduced last quarter. Where previously reports used a “% of budget” field in comparing Budget data with Actual results, we are now using a “variance” column quantifying the actual dollar amount of any differences. The second change that we made is adding a “Flexible Budget” column that breaks down the annualized budget amounts to better reflect the report period and the seasonal or uneven flow of certain revenues and expenditures.

This new “Flexible Budget” column will remain fluid as we advance through the fiscal year, and therefore, we have also included the full fiscal year budget amounts, *flagged for informational purposes*, off to the right. These additional columns allow more detail, but by changing the layout to landscape, detail review should not be too cumbersome.

We thank you for your feedback and agree that these changes provide improved analysis of any budget variances in the period that we are examining. Let us know your impressions on this format change as we always appreciate your feedback.

Budget to Actual Financial Results

The figures following this executive summary report the City’s financial activity through the sixth quarter of the 2010-2011 biennium. Even though our budget period follows the State’s budget biennium period, we still provide fiscal year data in our reports. Also, the FY10 results are now audited figures as the audit was completed in December after the auditors finished up their field work and testing.

In a review of the City’s revenues, particularly the summaries on pages 5 and 6, I note that November property tax receipts have come in at 87%, right as projected. State gas taxes are about \$125,000 under budget estimates decreasing from the prior year and water revenues continue to be \$200,000 short of budget estimates.

In the area of property tax revenues, although market values have dropped over the last couple of years, the effect of Measure 50 on property taxes has actually provided a cushion to the City. Since Measure 50, our taxes are now based upon lower Assessed Values (and indexed by 3% per year since 1995-96) instead of Market Values, which has created almost a 50% difference between to the two sets of values. Although Market Values have declined, they have not

declined by this 50% gap which would then affect Assessed Values and subsequently property tax revenues. Accordingly, the City's property tax revenues (translating into about 13% of the property taxes that you pay every November), have experienced a fairly steady 3% annual growth. Going forward, the County Assessor's Office has notified taxing districts (to include West Linn) that they are now reserving amounts for pending litigation with Comcast over their property tax assessments.

In the General Fund (page 10), the ending fund balance is just under \$1 million, as it has been at the end of previous fiscal years. Although \$1 million is on target, this Fund is now subsidizing the Water Fund through reduced overhead transfers in the amount of \$100,000 per quarter.

In the Public Safety Fund (page 12), their large variance in the Materials and Services line item is due to the annual payment for 911 LOCOM contract outsourced with the City of Lake Oswego. This fiscal year is the final year in our six-year contract for dispatch services. West Linn Police is currently under negotiations with the City of Lake Oswego to continue these services going forward.

In the Parks and Recreation Fund (page 13), capital outlay expenditures which are over in the second fiscal year of the biennium, are still under budget when the first year is considered. As this capital outlay line item has now fully spent its biennium budget, the remaining quarters should not see any activity.

In the Library Fund (page 14), although the ending fund balance is negative, next quarter they will receive the annual Library District funding allocation from the County. Also note that the previous \$1 million capital funding budgeted to be received in FY10 is now expected next fiscal year pending the submission of a library capital improvement plan.

Citizens' Budget Committee Meets and Reviews Five Year Financial Forecast

In December, the Citizens' Budget Committee met and reviewed the Quarterly Financial Report and the Five Year Financial Forecast. Like their May 19, 2010 mid-biennium meeting, this meeting served as another update and pre-cursory to the more formal meetings that will start up again this coming April or May.

Audit Committee Meets and FY 2010 is Filed with State

Also in December, the Audit Committee met with the City's independent auditors to receive their comments and feedback on the audit process for the fiscal year ended June 30, 2010. The City received another "clean" or unqualified audit opinion on its Comprehensive Annual Financial Report (CAFR) which is available online at: <http://westlinnoregon.gov/finance/fy-2010-cafr>.

The City also prepared a summarized version of its financial statements in its Popular Annual Financial Report (PAFR) which is available online at: <http://westlinnoregon.gov/finance/fy-2010-pafr>. The PAFR is a high-level summary of financial information obtained directly from the City's Comprehensive Annual Financial Report (CAFR) which was filed with the Secretary of State-Audits Division on December 22, 2010.

Water Rate Ballot Measure in November 2010 did not Pass

Water is our most precious commodity and adequate water system infrastructure is critical in continuing to provide quality water service to all residents of West Linn. The City Charter provides for city rates “not to exceed 5 percent,” but the Utility Advisory Board has recommended that rates increase more than 5 percent to fund the \$21 million of water infrastructure projects listed in the Water Master Plan. Accordingly, the City Council placed a proposal on the November 2010 ballot asking voters to consider increased water rates to fund \$21 million in necessary water system infrastructure projects.

This water rate increase proposal also included revising the water rate structure by reducing the base rate to \$10.06 per residence, per month, and applying a usage charge for every unit of water used. The proposed water rate structure eliminated the 7 base units of water included in the current base rate of \$15.27.

This measure did not pass receiving 7,691 No votes (65%) to 4,113 Yes votes (35%).

Reminder that Citizens can now pay their Utility Bill Online

You may now make your monthly Utility Bill payments on-line via credit card using the City’s new online payment program from the convenience and security of your home computer. You can also make a payment by calling 1-800-701-8560, 24 hours a day, 7 days a week (a “live” person is available if you call between 8am to 6pm EST). Of course, the regular “non-online” ways of making payments are still available. This new online service is simply one additional way to make payments for your convenience.

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

Best regards,



Richard Seals, CPA CMA CFM
Finance Director, City of West Linn

19 January 2011

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 2nd Quarter of FY11			[for informational purposes]			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Revenues (by sub-totals)										
Property taxes	\$ 5,965,524	\$ 6,392,688	\$ 6,603,432	\$ 6,017,000	\$ 6,059,814	\$ 42,814	\$ 6,620,000	\$ 6,916,000	\$ 13,536,000	0.8700
Intergovernmental revenue	2,457,037	2,506,047	3,678,872	903,000	920,962	17,962	6,495,000	3,430,000	9,925,000	0.5000
Fees and charges - utility bills	5,556,370	7,065,539	7,040,132	4,029,000	3,873,866	(155,134)	7,165,000	7,583,000	14,748,000	0.5700
Fees and charges - other	4,753,947	4,388,482	4,622,147	1,733,000	1,720,620	(12,380)	4,153,000	4,243,000	8,396,000	0.5000
Other revenue:										
Interest	530,916	240,225	29,919	172,000	71,965	(100,035)	343,000	341,000	684,000	0.5000
Miscellaneous	820,983	841,552	501,716	162,000	147,027	(14,973)	314,000	321,000	635,000	0.5000
Transfers from other funds	5,564,778	5,206,500	5,355,000	2,894,000	2,694,000	(200,000)	5,995,000	5,780,000	11,775,000	0.5000
Debt proceeds	175,000	9,121,916	-	-	5,934,861	5,934,861	-	-	-	0.0000
	<u>7,091,677</u>	<u>15,410,193</u>	<u>5,886,635</u>	<u>3,228,000</u>	<u>8,847,853</u>	<u>5,619,853</u>	<u>6,652,000</u>	<u>6,442,000</u>	<u>13,094,000</u>	
Total revenue	<u>25,824,555</u>	<u>35,762,949</u>	<u>27,831,218</u>	<u>15,910,000</u>	<u>21,423,115</u>	<u>5,513,115</u>	<u>31,085,000</u>	<u>28,614,000</u>	<u>59,699,000</u>	

**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 FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Revenues (by line detail)										
Property taxes										
Levied for general purposes	\$ 5,204,220	\$ 5,467,317	\$ 5,776,306	\$ 5,231,000	\$ 5,272,038	\$ 41,038	\$ 5,754,000	\$ 6,012,000	\$ 11,766,000	0.8700
Levied for bonded debt	761,304	925,371	827,126	786,000	787,776	1,776	866,000	904,000	1,770,000	0.8700
	5,965,524	6,392,688	6,603,432	6,017,000	6,059,814	42,814	6,620,000	6,916,000	13,536,000	
Intergovernmental revenue										
Library funding from County	506,071	517,475	1,193,937	-	-	-	1,200,000	1,325,000	2,525,000	0.0000
One-time capital funding	-	-	-	-	-	-	1,000,000	-	1,000,000	0.0000
State highway gas taxes	1,057,792	1,018,039	1,012,955	593,000	467,423	(125,577)	1,129,000	1,185,000	2,314,000	0.5000
State Rev Sharing (liq cig)	318,903	508,695	428,445	198,000	225,846	27,846	389,000	396,000	785,000	0.5000
State Shared Rev (general)	222,485	216,155	206,831	112,000	68,031	(43,969)	220,000	224,000	444,000	0.5000
Other grants and misc	351,786	245,683	836,704	-	159,662	159,662	2,557,000	300,000	2,857,000	0.5000
	2,457,037	2,506,047	3,678,872	903,000	920,962	17,962	6,495,000	3,430,000	9,925,000	
Fees and charges:										
Utility Charges - water	2,578,085	2,954,547	2,908,269	1,928,000	1,733,699	(194,301)	3,197,000	3,382,000	6,579,000	0.5700
Utility Charges - sewer	1,412,131	1,775,296	1,632,385	834,000	844,662	10,662	1,565,000	1,668,000	3,233,000	0.5000
Utility Charges - surface wtr	510,919	561,898	592,883	310,000	306,265	(3,735)	567,000	620,000	1,187,000	0.5000
Utility Charges - street maint	234,571	714,256	778,226	379,000	398,822	19,822	735,000	757,000	1,492,000	0.5000
Utility Charges - park maint	820,664	1,059,542	1,128,369	578,000	590,418	12,418	1,101,000	1,156,000	2,257,000	0.5000
	5,556,370	7,065,539	7,040,132	4,029,000	3,873,866	(155,134)	7,165,000	7,583,000	14,748,000	
SDC fees from developers	963,567	618,819	608,727	133,000	185,968	52,968	254,000	262,000	516,000	0.5000
Franchise fees	1,685,632	1,727,918	1,952,259	520,000	500,950	(19,050)	1,882,000	1,823,000	3,705,000	0.3000
Licenses and permits	1,119,479	1,054,720	1,093,389	486,000	549,340	63,340	868,000	970,000	1,838,000	0.5000
Park recreation program fee:	433,439	416,050	402,621	249,000	222,445	(26,555)	479,000	498,000	977,000	0.5000
Fines and forfeitures	551,830	570,975	565,151	345,000	261,917	(83,083)	670,000	690,000	1,360,000	0.5000
	10,310,317	11,454,021	11,662,279	5,762,000	5,594,486	(167,514)	11,318,000	11,826,000	23,144,000	
Other revenue:										
Interest	530,916	240,225	29,919	172,000	71,965	(100,035)	343,000	341,000	684,000	0.5000
Miscellaneous	820,983	841,552	501,716	162,000	147,027	(14,973)	314,000	321,000	635,000	0.5000
Transfers from other funds	5,564,778	5,206,500	5,355,000	2,894,000	2,694,000	(200,000)	5,995,000	5,780,000	11,775,000	0.5000
Debt proceeds	175,000	9,121,916	-	-	5,934,861	5,934,861	-	-	-	0.0000
	7,091,677	15,410,193	5,886,635	3,228,000	8,847,853	5,619,853	6,652,000	6,442,000	13,094,000	
Total revenue	25,824,555	35,762,949	27,831,218	15,910,000	21,423,115	5,513,115	31,085,000	28,614,000	59,699,000	

City of West Linn

Totals rolled up from all City funds

	Actual			Through the 2nd Quarter of FY11			[for informational purposes]			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Expenditures										
Personal services	\$ 11,000,979	\$ 12,140,439	\$ 12,046,793	\$ 6,696,000	\$ 6,522,004	\$ 173,996	\$ 12,447,000	\$ 13,188,000	\$ 25,635,000	0.5077
Materials and services	5,843,648	5,743,924	5,612,185	3,184,000	3,140,948	43,052	6,203,000	6,290,000	12,493,000	0.5000
Debt service	1,698,090	6,377,666	1,838,962	656,000	6,586,905	(5,930,905)	1,847,000	1,729,000	3,576,000	0.7800
Transfers to other funds	5,564,778	5,206,500	5,355,000	2,894,000	2,694,000	200,000	5,995,000	5,780,000	11,775,000	0.5000
Capital outlay	1,842,300	3,577,925	2,642,346	3,213,000	2,142,907	1,070,093	10,030,000	6,447,000	16,477,000	0.5000
Total expenditures	25,949,795	33,046,454	27,495,286	16,643,000	21,086,764	(4,443,764)	36,522,000	33,434,000	69,956,000	
Revenue over (under) expenditure	(125,240)	2,716,495	335,932	(733,000)	336,351	1,069,351	(5,437,000)	(4,820,000)	(10,257,000)	
Beginning fund balance	10,370,525	10,245,285	12,961,780	9,198,000	13,297,712	4,099,712	14,635,000	9,198,000	14,635,000	
Ending fund balance	\$ 10,245,285	\$ 12,961,780	\$ 13,297,712	\$ 8,465,000	\$ 13,634,063	\$ 5,169,063	\$ 9,198,000	\$ 4,378,000	\$ 4,378,000	

**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 FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Expenditures										
Personal services:										
Salaries and wages	\$ 7,234,806	\$ 7,870,794	\$ 8,202,592	\$ 4,170,000	\$ 4,289,886	\$ (119,886)	\$ 8,213,000	\$ 8,600,000	\$ 16,813,000	0.5077
Overtime	230,598	287,847	157,168	78,000	106,470	(28,470)	153,000	171,000	324,000	0.5077
Payroll taxes and benefits	2,157,213	2,453,041	2,381,770	1,444,000	1,436,951	7,049	2,845,000	2,952,000	5,797,000	0.5077
PERS contributions	1,376,362	1,563,757	1,305,263	628,000	688,697	(60,697)	1,236,000	1,465,000	2,701,000	0.5077
	<u>11,000,979</u>	<u>12,140,439</u>	<u>12,046,793</u>	<u>6,696,000</u>	<u>6,522,004</u>	<u>(202,004)</u>	<u>12,447,000</u>	<u>13,188,000</u>	<u>25,635,000</u>	
Materials and services	5,843,648	5,743,924	5,612,185	3,184,000	3,140,948	43,052	6,203,000	6,290,000	12,493,000	0.5000
Debt service:										
Principal	990,000	835,448	1,024,552	425,000	425,000	-	1,025,000	1,100,000	2,125,000	0.7800
Interest	708,090	549,699	814,410	231,000	228,427	2,573	822,000	629,000	1,451,000	0.7800
Refunded debt	-	4,992,519	-	-	5,933,478	(5,933,478)	-	-	-	
	<u>1,698,090</u>	<u>6,377,666</u>	<u>1,838,962</u>	<u>656,000</u>	<u>6,586,905</u>	<u>(5,930,905)</u>	<u>1,847,000</u>	<u>1,729,000</u>	<u>3,576,000</u>	
Transfers to other funds	5,564,778	5,206,500	5,355,000	2,894,000	2,694,000	200,000	5,995,000	5,780,000	11,775,000	0.5000
Capital outlay	1,842,300	3,577,925	2,642,346	3,213,000	2,142,907	1,070,093	10,030,000	6,447,000	16,477,000	0.5000
Total expenditures	<u>25,949,795</u>	<u>33,046,454</u>	<u>27,495,286</u>	<u>16,643,000</u>	<u>21,086,764</u>	<u>(4,819,764)</u>	<u>36,522,000</u>	<u>33,434,000</u>	<u>69,956,000</u>	
Revenue over (under) expenditure	(125,240)	2,716,495	335,932	(733,000)	336,351	693,351	(5,437,000)	(4,820,000)	(10,257,000)	
Beginning fund balance	<u>10,370,525</u>	<u>10,245,285</u>	<u>12,961,780</u>	<u>9,198,000</u>	<u>13,297,712</u>	<u>4,099,712</u>	<u>14,635,000</u>	<u>9,198,000</u>	<u>14,635,000</u>	
Ending fund balance	<u>\$ 10,245,285</u>	<u>\$ 12,961,780</u>	<u>\$ 13,297,712</u>	<u>\$ 8,465,000</u>	<u>\$ 13,634,063</u>	<u>\$ 4,793,063</u>	<u>\$ 9,198,000</u>	<u>\$ 4,378,000</u>	<u>\$ 4,378,000</u>	

Budget-to-Actual
Financial Reports by Fund

General Fund
for the City of West Linn

[for informational purposes]

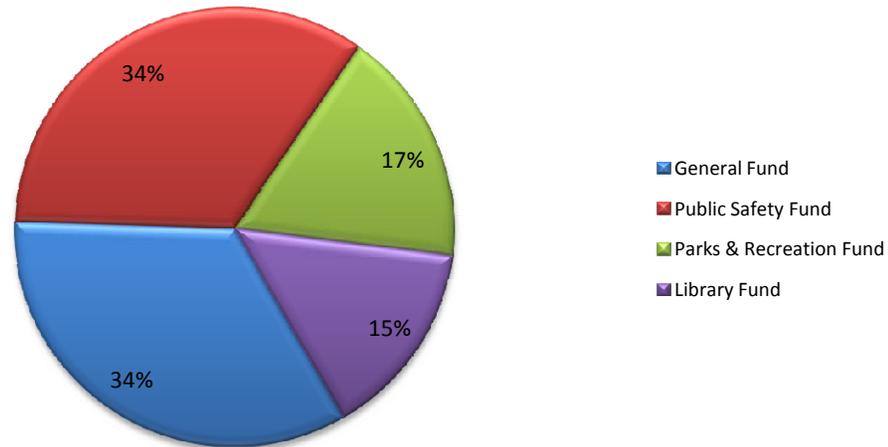
	Actual			Through the 2nd Quarter of FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible	[6 months]	Variance	FY10	FY11	Total	Flexible
				Budget	Actual		Budget	Budget	Budget	Budget
Revenue										
Transfers from other funds	\$ 5,099,232	\$ 4,670,000	\$ 5,079,000	\$ 2,732,000	\$ 2,532,000	\$ (200,000)	\$ 5,474,000	\$ 5,457,000	\$ 10,931,000	0.5000
Fines and forfeitures	450,670	410,519	428,171	254,000	202,371	(51,629)	493,000	508,000	1,001,000	0.5000
Licenses and permits	53,901	427,045	177,743	180,000	79,492	(100,508)	329,000	360,000	689,000	0.5000
Intergovernmental	86,728	134,960	8,441	-	-	-	-	-	-	0.5000
Interest	67,400	7,552	3,118	23,000	8,239	(14,761)	45,000	46,000	91,000	0.5000
Miscellaneous	436,258	488,064	207,676	51,000	46,785	(4,215)	100,000	102,000	202,000	0.5000
Proceeds from refundings	-	-	-	-	5,934,861	5,934,861 ¹	-	-	-	
Total revenue	6,194,189	6,138,140	5,904,149	3,240,000	8,803,748	5,563,748	6,441,000	6,473,000	12,914,000	
Expenditures										
City Council	64,176	39,985	55,448	30,000	43,167	(13,167)	58,000	60,000	118,000	0.5000
City Administration	816,235	761,952	916,256	504,000	508,328	(4,328)	924,000	995,000	1,919,000	0.5065
Human Resources	248,267	280,612	333,165	182,000	158,935	23,065	345,000	359,000	704,000	0.5070
Finance	907,778	847,320	944,439	510,000	399,993	110,007	964,000	1,009,000	1,973,000	0.5055
Information Technology	828,590	973,819	740,381	497,000	450,941	46,059	950,000	988,000	1,938,000	0.5030
Facility Services	461,312	530,988	441,427	245,000	214,970	30,030	474,000	489,000	963,000	0.5010
Municipal Court	253,323	206,041	221,073	152,000	136,036	15,964	279,000	300,000	579,000	0.5067
Public Works Support Services	1,317,381	1,261,253	1,238,473	664,000	624,028	39,972	1,293,000	1,307,000	2,600,000	0.5080
Vehicle/Equipment Maint	475,828	359,343	340,878	191,000	187,060	3,940	370,000	379,000	749,000	0.5040
Non-departmental:										
General Services	71,265	39,147	104,383	81,000	78,197	2,803	114,000	116,000	230,000	0.7000
Debt Service	343,136	339,838	341,095	267,000	265,449	1,551	341,000	342,000	683,000	0.7800
Transfers to other funds	416,676	350,000	31,000	16,000	16,000	-	245,000	32,000	277,000	0.5000
Current refundings	-	-	-	-	5,933,478	(5,933,478) ¹	-	-	-	
Total expenditures	6,203,967	5,990,298	5,708,018	3,339,000	9,016,582	(5,677,582)	6,357,000	6,376,000	12,733,000	
Revenue over (under) expenditur	(9,778)	147,842	196,131	(99,000)	(212,834)	(113,834)	84,000	97,000	181,000	
Beginning fund balance	847,341	837,563	985,405	801,000	1,181,536	380,536	717,000	801,000	717,000	
Ending fund balance	\$ 837,563	\$ 985,405	\$ 1,181,536	\$ 702,000	\$ 968,702	\$ 266,702	\$ 801,000	\$ 898,000	\$ 898,000	

¹ Reflects bond refunding completed in September 2010 saving \$1,088,000 in future interest costs and upgrading City credit to AA level.

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

	Actual			Flexible Period	2010-2011 Biennium		
	FY08	FY09	FY10		FY10	FY11	Total
General Fund	\$ 837,563	\$ 985,405	\$ 1,181,536	\$ 968,702	\$ 801,000	\$ 898,000	\$ 898,000
Public Safety Fund	955,205	2,159,537	2,085,081	3,133,603	867,000	908,000	908,000
Parks & Recreation Fund	222,835	493,834	402,450	55,345	581,000	459,000	459,000
Library Fund	316,398	231,205	246,991	(193,172)	387,000	391,000	391,000
	<u>\$ 2,332,001</u>	<u>\$ 3,869,981</u>	<u>\$ 3,916,058</u>	<u>\$ 3,964,478</u>	<u>\$ 2,636,000</u>	<u>\$ 2,656,000</u>	<u>\$ 2,656,000</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 FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible	[6 months]	Variance	FY10	FY11	Total	Flexible
				Budget	Actual		Budget	Budget	Budget	Budget
Revenue										
Property taxes	\$ 2,975,189	\$ 2,923,718	\$ 3,850,870	\$ 3,475,000	\$ 3,514,692	\$ 39,692	\$ 3,812,000	\$ 3,994,000	\$ 7,806,000	0.8700
Franchise fees	1,409,003	1,412,410	1,568,040	455,000	419,436	(35,564)	1,488,000	1,518,000	3,006,000	0.3000
Intergovernmental revenue	318,903	508,695	428,445	198,000	225,846	27,846	389,000	396,000	785,000	0.5000
Licenses and permits	34,915	28,245	27,078	17,000	6,383	(10,617)	33,000	34,000	67,000	0.5000
Fines and forfeitures	34,168	92,877	78,248	49,000	25,986	(23,014)	95,000	98,000	193,000	0.5000
Interest	59,604	8,340	4,487	20,000	11,662	(8,338)	38,000	39,000	77,000	0.5000
Miscellaneous	19,420	58,677	49,725	27,000	2,083	(24,917)	52,000	54,000	106,000	0.5000
Transfers	250,000	200,000	-	-	-	-	-	-	-	0.5000
Debt proceeds	-	1,522,165	-	-	-	-	-	-	-	0.5000
Total revenue	5,101,202	6,755,127	6,006,893	4,241,000	4,206,088	(34,912)	5,907,000	6,133,000	12,040,000	
Expenditures										
Personal services	3,455,486	3,998,502	3,923,723	2,010,000	2,050,996	(40,996)	3,745,000	3,960,000	7,705,000	0.5077
Materials and services	681,055	592,437	510,095	282,000	398,277	(116,277) ¹	556,000	564,000	1,120,000	0.5000
Debt service	-	-	113,000	28,000	28,000	-	113,000	113,000	226,000	0.2500
Transfers	950,717	829,000	1,459,000	678,000	678,000	-	1,459,000	1,355,000	2,814,000	0.5000
Capital outlay	103,097	130,856	75,531	50,000	2,293	47,707	1,600,000	100,000	1,700,000	0.5000
Total expenditures	5,190,355	5,550,795	6,081,349	3,048,000	3,157,566	(109,566)	7,473,000	6,092,000	13,565,000	
Revenue over (under) expenditures	(89,153)	1,204,332	(74,456)	1,193,000	1,048,522	(144,478)	(1,566,000)	41,000	(1,525,000)	
Beginning fund balance	1,044,358	955,205	2,159,537	867,000	2,085,081	1,218,081	2,433,000	867,000	2,433,000	
Ending fund balance	\$ 955,205	\$ 2,159,537	\$ 2,085,081	\$ 2,060,000	\$ 3,133,603	\$ 1,073,603	\$ 867,000	\$ 908,000	\$ 908,000	

¹ The annual contract payment to 911 LOCOM was made in the first quarter creating this variance. This payment represents the completion of our six-year contract with Lake Oswego - WL Police is currently under negotiations with LOCOM for the next five-year period.

Parks & Recreation Fund
for the City of West Linn

[for informational purposes]

	Actual			Through the 2nd Quarter of FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible	[6 months]	Variance	FY10	FY11	Total	Flexible
				Budget	Actual		Budget	Budget	Budget	Budget
Revenue										
Property taxes	\$ 1,307,014	\$ 1,580,449	\$ 1,527,886	\$ 1,321,000	\$ 1,321,963	\$ 963	\$ 1,314,000	\$ 1,518,000	\$ 2,832,000	0.8700
Park maintenance fee	820,664	1,059,542	1,128,369	578,000	590,418	12,418	1,101,000	1,156,000	2,257,000	0.5000
Recreation program charges	433,439	416,050	402,621	249,000	222,445	(26,555)	479,000	498,000	977,000	0.5000
Intergovernmental	265,058	110,723	47,900	-	12,900	12,900	697,000	300,000	997,000	0.0000
Interest	17,102	1,118	530	5,000	2,550	(2,450)	10,000	10,000	20,000	0.5000
Miscellaneous	2,706	28,959	25,150	13,000	3,836	(9,164)	26,000	26,000	52,000	0.5000
Total revenue	2,845,983	3,196,841	3,132,456	2,166,000	2,154,112	(11,888)	3,627,000	3,508,000	7,135,000	
Expenditures										
Personal services	1,250,441	1,319,028	1,386,427	750,000	777,517	(27,517) ¹	1,393,000	1,477,000	2,870,000	0.5077
Material & services	649,426	726,866	669,485	382,000	391,664	(9,664) ¹	743,000	763,000	1,506,000	0.5000
Debt service	-	-	37,186	10,000	9,861	139	40,000	40,000	80,000	0.2500
Transfers	589,976	617,000	780,000	402,000	402,000	-	780,000	803,000	1,583,000	0.5000
Capital outlay	441,345	262,948	350,742	274,000	920,175	(646,175) ²	750,000	547,000	1,297,000	0.5000
Total expenditures	2,931,188	2,925,842	3,223,840	1,818,000	2,501,217	(683,217)	3,706,000	3,630,000	7,336,000	
Revenue over (under) expenditures	(85,205)	270,999	(91,384)	348,000	(347,105)	(695,105)	(79,000)	(122,000)	(201,000)	
Beginning fund balance	308,040	222,835	493,834	581,000	402,450	(178,550)	660,000	581,000	660,000	
Ending fund balance	\$ 222,835	\$ 493,834	\$ 402,450	\$ 929,000	\$ 55,345	\$ (873,655)	\$ 581,000	\$ 459,000	\$ 459,000	

¹ These variances reflect increased expenditures incurred during Parks' busier summer months.

² Parks capital projects are now complete for the biennium 2010-2011.

**Library Fund
for the City of West Linn**

[for informational purposes]

	Actual			Through the 2nd Quarter of FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Revenue										
Property taxes	\$ 922,017	\$ 963,150	\$ 397,550	\$ 435,000	\$ 435,383	\$ 383	\$ 628,000	\$ 500,000	\$ 1,128,000	0.8700
Library funding from County	506,071	517,475	1,193,937	-	-	-	1,200,000	1,325,000	2,525,000	0.0000
One-time capital funding	-	-	-	-	-	-	1,000,000	-	1,000,000	0.0000
Fines and forfeitures	66,992	67,579	58,732	42,000	33,560	(8,440)	82,000	84,000	166,000	0.5000
Interest	26,218	1,494	817	4,000	1,591	(2,409)	8,000	8,000	16,000	0.5000
Miscellaneous	8,728	6,755	6,132	7,000	-	(7,000)	12,000	13,000	25,000	0.5000
Total revenue	1,530,026	1,556,453	1,657,168	488,000	470,534	(17,466)	2,930,000	1,930,000	4,860,000	
Expenditures										
Personal services	1,004,725	1,091,163	1,083,161	654,000	608,204	45,796	1,208,000	1,288,000	2,496,000	0.5077
Materials and services	158,183	181,764	189,221	117,000	112,493	4,507	230,000	234,000	464,000	0.5000
Transfers	363,300	359,000	369,000	190,000	190,000	-	369,000	379,000	748,000	0.5000
Capital outlay	-	9,719	-	13,000	-	13,000	1,050,000	25,000	1,075,000	0.5000
Total expenditures	1,526,208	1,641,646	1,641,382	974,000	910,697	63,303	2,857,000	1,926,000	4,783,000	
Revenue over (under) expenditures	3,818	(85,193)	15,786	(486,000)	(440,163)	45,837	73,000	4,000	77,000	
Beginning fund balance	312,580	316,398	231,205	387,000	246,991	(140,009)	314,000	387,000	314,000	
Ending fund balance - total	316,398	231,205	246,991	(99,000)	(193,172)	(94,172)	387,000	391,000	391,000	
Restricted - Caufield Trust	158,000	158,000	158,000	158,000	158,000	-	158,000	158,000	158,000	
Unrestricted	\$ 158,398	\$ 73,205	\$ 88,991	\$ (257,000)	\$ (351,172)	\$ (94,172)	\$ 229,000	\$ 233,000	\$ 233,000	

¹ The dedicated Library District Levy monies do not arrive from the County until February.

Building Inspection Fund
for the City of West Linn

[for informational purposes]

	Actual			Through the 2nd Quarter of FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Revenue										
Licenses and permits	\$ 634,222	\$ 527,660	\$ 557,682	\$ 212,000	\$ 319,971	\$ 107,971 ¹	\$ 365,000	\$ 423,000	\$ 788,000	0.5000
Interest	2,530	-	248	-	558	558	-	-	-	0.5000
Miscellaneous	2,981	5,137	6,614	-	376	376	-	-	-	0.5000
Debt proceeds	175,000	-	-	-	-	-	-	-	-	0.5000
Transfer from general fund	-	-	-	-	-	-	214,000	-	214,000	0.5000
Total revenue	814,733	532,797	564,544	212,000	320,905	108,905	579,000	423,000	1,002,000	
Expenditures										
Personal services	392,584	418,016	289,805	129,000	183,861	(54,861) ²	277,000	254,000	531,000	0.5077
Materials and services	33,225	20,474	8,980	15,000	3,501	11,499	29,000	30,000	59,000	0.5000
Debt service										
Principal	250,000	55,448	119,552	-	-	-	120,000	-	120,000	0.5000
Interest	12,500	7,770	491	-	-	-	1,000	-	1,000	0.5000
Transfers	183,772	142,000	71,000	37,000	37,000	-	71,000	73,000	144,000	0.5000
Capital outlay	25,357	-	-	-	-	-	-	-	-	0.5000
Total expenditures	897,438	643,708	489,828	181,000	224,362	(43,362)	498,000	357,000	855,000	
Revenue over (under) expenditures	(82,705)	(110,911)	74,716	31,000	96,543	65,543	81,000	66,000	147,000	
Beginning fund balance	191,557	108,852	(2,059)	(24,000)	72,657	96,657	(105,000)	(24,000)	(105,000)	
Ending fund balance	\$ 108,852	\$ (2,059)	\$ 72,657	\$ 7,000	\$ 169,200	\$ 162,200	\$ (24,000)	\$ 42,000	\$ 42,000	

¹ Building revenues have turned around and this variance reflects the revenues received over budgeted amounts.

² This variance reflects increased staffing levels to accommodate the increase in building activities.

**Planning Fund
for the City of West Linn**

[for informational purposes]

	Actual			Through the 2nd Quarter of FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Revenue										
Intergovernmental	\$ 222,485	\$ 216,155	\$ 206,831	\$ 112,000	\$ 68,031	\$ (43,969) ¹	\$ 220,000	\$ 224,000	\$ 444,000	0.5000
Franchise fees	114,045	110,090	168,636	-	922	922 ²	121,000	177,000	298,000	0.0000
Licenses and permits	204,213	23,840	274,505	61,000	118,178	57,178	110,000	121,000	231,000	0.5000
Charges for services	-	186,500	157,000	87,000	87,000	-	157,000	173,000	330,000	0.5000
Interest	-	997	755	1,000	1,584	584	1,000	1,000	2,000	0.5000
Miscellaneous	5,766	3,492	357	1,000	5,307	4,307	1,000	1,000	2,000	0.5000
Transfers from other funds	350,000	150,000	119,000	75,000	75,000	-	150,000	150,000	300,000	0.5000
Total revenue	896,509	691,074	927,084	337,000	356,022	19,022	760,000	847,000	1,607,000	
Expenditures										
Personal services	509,727	526,557	573,688	337,000	314,349	22,651	581,000	663,000	1,244,000	0.5077
Materials and services	117,713	45,082	36,647	30,000	22,011	7,989	57,000	59,000	116,000	0.5000
Transfers	187,200	197,000	202,000	104,000	104,000	-	202,000	207,000	409,000	0.5000
Total expenditures	814,640	768,639	812,335	471,000	440,360	30,640	840,000	929,000	1,769,000	
Revenue over (under) expenditures	81,869	(77,565)	114,749	(134,000)	(84,338)	49,662	(80,000)	(82,000)	(162,000)	
Beginning fund balance	206,489	288,358	210,793	238,000	325,542	87,542	318,000	238,000	318,000	
Ending fund balance	\$ 288,358	\$ 210,793	\$ 325,542	\$ 104,000	\$ 241,204	\$ 137,204	\$ 238,000	\$ 156,000	\$ 156,000	

¹ This variance reflects the State's "State Shared Revenues" which lag one quarter.

² Franchise fee revenues from the telephone franchise that is allocated to Planning are paid once a year, every March.

Communications Fund
for the City of West Linn

[for informational purposes]

	Actual			Through the 2nd Quarter of FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Revenue										
Franchise fees	\$ 97,992	\$ 106,478	\$ 114,708	\$ 30,000	\$ 30,198	\$ 198 ¹	\$ 206,000	\$ 59,000	\$ 265,000	0.5000
Interest	16,850	1,039	228	7,000	837	(6,163)	14,000	14,000	28,000	0.5000
Total revenue	114,842	107,517	114,936	37,000	31,035	(5,965)	220,000	73,000	293,000	
Expenditures										
Material & services	207,374	180,217	169,856	77,000	52,639	24,361	181,000	153,000	334,000	0.5000
Transfers	61,500	-	-	-	-	-	-	-	-	0.5000
Capital outlay	30,934	11,398	-	-	27,850	(27,850)	100,000	-	100,000	0.5000
Total expenditures	299,808	191,615	169,856	77,000	80,489	(3,489)	281,000	153,000	434,000	
Revenue over (under) expenditures	(184,966)	(84,098)	(54,920)	(40,000)	(49,454)	(9,454)	(61,000)	(80,000)	(141,000)	
Beginning fund balance	425,586	240,620	156,522	103,000	101,602	(1,398)	164,000	103,000	164,000	
Ending fund balance	\$ 240,620	\$ 156,522	\$ 101,602	\$ 63,000	\$ 52,148	\$ (10,852)	\$ 103,000	\$ 23,000	\$ 23,000	

¹ Franchise fee revenues represent the allocation from the Comcast franchise fee revenue stream.

Park Bond Fund
for the City of West Linn

[for informational purposes]

	Actual			Through the 2nd Quarter of FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Revenue										
Interest	\$ 42,125	\$ 5,943	\$ 1,950	\$ -	\$ 4,026	\$ 4,026	\$ 10,000	\$ -	\$ 10,000	0.5000
Debt proceeds - new money	-	507,219	-	-	-	-	-	-	-	0.5000
Debt Proceeds - refunding	-	5,062,147	- ¹	-	-	-	-	-	-	0.5000
Total revenue	42,125	5,575,309	1,950	-	4,026	4,026	10,000	-	10,000	
Expenditures										
Materials & Services	-	73,338	260	10,000	80,259	(70,259)	20,000	20,000	40,000	0.5000
Debt refunding	-	4,992,519	- ¹	-	-	-	-	-	-	0.5000
Capital outlay	-	589,943	94,985	-	86,211	(86,211)	1,016,000	-	1,016,000	0.5000
Total expenditures	-	5,655,800	95,245	10,000	166,470	(156,470)	1,036,000	20,000	1,056,000	
Revenue over (under) expenditures	42,125	(80,491)	(93,295)	(10,000)	(162,444)	(152,444)	(1,026,000)	(20,000)	(1,046,000)	
Beginning fund balance	1,006,494	1,048,619	968,128	20,000	874,833	854,833	1,046,000	20,000	1,046,000	
Ending fund balance	\$ 1,048,619	\$ 968,128	\$ 874,833	\$ 10,000	\$ 712,389	\$ 702,389	\$ 20,000	\$ -	\$ -	

¹ Reflects bond refunding completed in January 2009 saving \$470,000 in future interest costs and restating City credit to AA- level.

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

[for informational purposes]

	Actual			Through the 2nd Quarter of FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Revenue										
Property taxes	\$ 761,304	\$ 925,371	\$ 827,126	\$ 786,000	\$ 787,776	\$ 1,776	\$ 866,000	\$ 904,000	\$ 1,770,000	0.8700
Interest	23,727	1,682	314	3,000	727	(2,273)	6,000	6,000	12,000	0.5000
Total revenue	785,031	927,053	827,440	789,000	788,503	(497)	872,000	910,000	1,782,000	
Expenditures										
Debt service										
Principal										
1998 GO Parks (refunded)	220,000	230,000	-	-	-	-	-	-	-	
1999 GO Parks (refunded)	165,000	170,000	-	-	-	-	-	-	-	
2000 GO Library (refunded)	110,000	125,000	140,000	-	-	-	140,000	-	140,000	0.0000
2009 GO Refunding	-	-	405,000	-	-	-	405,000	470,000	875,000	0.0000
2010 GO Refunding	-	-	-	105,000	105,000	-	-	200,000	200,000	0.5250
Interest										
1998 GO Parks (refunded)	132,973	66,806	-	-	-	-	-	-	-	
1999 GO Parks (refunded)	135,763	65,901	-	-	-	-	-	-	-	
2000 GO Library (refunded)	177,232	171,733	165,482	-	-	-	167,000	-	167,000	0.0000
2009 GO Refunding	-	-	214,290	73,000	72,644	356	215,000	147,000	362,000	0.4950
2010 GO Refunding	-	-	-	19,000	18,489	511	-	116,000	116,000	0.1600
Total expenditures	940,968	829,440	924,772	197,000	196,133	867	927,000	933,000	1,860,000	
Revenue over (under) expenditures	(155,937)	97,613	(97,332)	592,000	592,370	370	(55,000)	(23,000)	(78,000)	
Beginning fund balance	272,710	116,773	214,386	167,000	117,054	(49,946)	222,000	167,000	222,000	
Ending available fund balance	\$ 116,773	\$ 214,386	\$ 117,054	\$ 759,000	\$ 709,424	\$ (49,576)	\$ 167,000	\$ 144,000	\$ 144,000	

¹ Debt service payments on general obligation bonds are typically scheduled semi-annually. For the City of West Linn, the above debt service payments follow this same typical schedule with payments due December 1 and June 1st. Accordingly, the above Flexible Budget factor is adjusted to reflect the debt service payments scheduled through this quarterly period.

**Systems Development Charges Fund
for the City of West Linn**

[for informational purposes]

	Actual			Through the 2nd Quarter of FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Revenue										
Interest	\$ 150,671	\$ 17,945	\$ 8,402	\$ 53,000	\$ 16,769	\$ (36,231)	\$ 102,000	\$ 105,000	\$ 207,000	0.5000
Intergovernmental grants	-	-	633,600 ¹	-	-	-	667,000	-	667,000	0.5000
Systems Development Charges										
Street	113,384	44,631	181,558	11,000	21,953	10,953	20,000	21,000	41,000	0.5000
Bike/Pedestrian	-	-	6,807	-	6,435	6,435	-	-	-	0.5000
Surface water	17,362	11,478	13,266	5,000	1,417	(3,583)	9,000	9,000	18,000	0.5000
Water	313,509	219,450	191,264	35,000	60,587	25,587	68,000	70,000	138,000	0.5000
Sewer	125,399	101,000	91,954	17,000	38,344	21,344	32,000	33,000	65,000	0.5000
Parks	393,913	242,260	123,878	65,000	57,232	(7,768)	125,000	129,000	254,000	0.5000
Transfers	250,000	-	-	-	-	-	-	-	-	0.5000
Total revenue	1,364,238	636,764	1,250,729	186,000	202,737	16,737	1,023,000	367,000	1,390,000	
Expenditures										
Materials and services	1,574	-	-	25,000	-	25,000	50,000	50,000	100,000	0.5000
Transfers	20,000	34,500	35,000	18,000	18,000	-	35,000	36,000	71,000	0.5000
Capital outlay										
Street	-	-	6,311	175,000	-	175,000	100,000	350,000	450,000	0.5000
Bike/Pedestrian	-	-	-	-	-	-	-	-	-	0.5000
Surface water	8,601	-	-	313,000	-	313,000	50,000	625,000	675,000	0.5000
Water	85,900	19,607	130,868	550,000	-	550,000	100,000	1,100,000	1,200,000	0.5000
Sewer	37,073	7,436	-	500,000	385,569	114,431	100,000	1,000,000	1,100,000	0.5000
Parks	573,313	6,358	1,076,509 ²	18,000	31,941	(13,941)	1,140,000	35,000	1,175,000	0.5000
Total expenditures	726,461	67,901	1,248,688	1,599,000	435,510	1,163,490	1,575,000	3,196,000	4,771,000	
Revenue over (under) expenditur	637,777	568,863	2,041	(1,413,000)	(232,773)	1,180,227	(552,000)	(2,829,000)	(3,381,000)	
Beginning fund balance	2,518,935	3,156,712	3,725,575	3,080,000	3,727,616	647,616	3,632,000	3,080,000	3,632,000	
Ending fund balance	\$ 3,156,712	\$ 3,725,575	\$ 3,727,616	\$ 1,667,000	\$ 3,494,843	\$ 1,827,843	\$ 3,080,000	\$ 251,000	\$ 251,000	

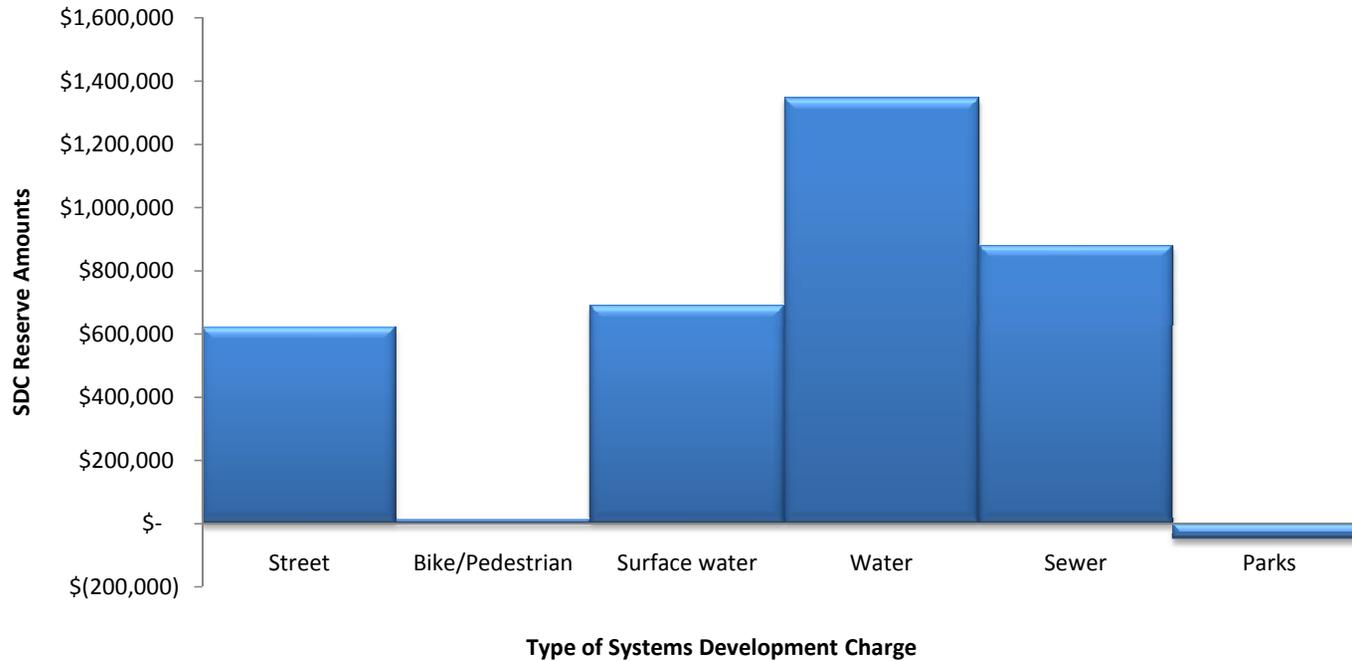
¹ This grant money represents the 2/3rds match from the State and Metro used on the White Oaks Savanna property acquisition.

² This capital expenditure represents the total cost for acquiring the White Oaks Savanna property.

Summary of Ending Balances by Type of Systems Development Charge:

	Actual			Flexible Period		2010-2011 Biennium		
	FY08	FY09	FY10			FY10	FY11	Total
Street	\$ 387,884	\$ 415,078	\$ 591,639	\$ 616,957	Street	\$ 358,000	\$ 34,000	\$ 34,000
Bike/Pedestrian	-	-	6,821	13,311	Bike/Pedestrian	-	-	-
Surface water	654,329	669,247	684,031	689,025	Surface water	637,000	37,000	37,000
Water	1,049,317	1,240,033	1,288,285	1,345,839	Water	1,146,000	117,000	117,000
Sewer	1,026,414	1,125,632	1,220,286	877,866	Sewer	1,026,000	59,000	59,000
Parks	38,768	275,585	(63,446)	(48,155)	Parks	346,000	4,000	4,000
	<u>\$ 3,156,712</u>	<u>\$ 3,725,575</u>	<u>\$ 3,727,616</u>	<u>\$ 3,494,843</u>		<u>\$ 3,513,000</u>	<u>\$ 251,000</u>	<u>\$ 251,000</u>

SDC Reserves as of End of Flexible Period



Street Fund
for the City of West Linn

[for informational purposes]

	Actual			Through the 2nd Quarter of FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible	[6 months]	Variance	FY10	FY11	Total	Flexible
				Budget	Actual		Budget	Budget	Budget	Budget
Revenue										
Intergovernmental - gas taxes	\$ 1,057,792	\$ 1,018,039	\$ 1,012,955	\$ 593,000	\$ 467,423	\$ (125,577) ¹	\$ 1,129,000	\$ 1,185,000	\$ 2,314,000	0.5000
Intergovernmental - grants	-	-	146,763 ²	-	146,762	146,762 ²	1,193,000	-	1,193,000	0.5000
Street maintenance fee	234,571	714,256	778,226	379,000	398,822	19,822	735,000	757,000	1,492,000	0.5000
Franchise fees	64,592	78,940	100,875	35,000	50,394	15,394	67,000	69,000	136,000	0.5000
Interest	8,425	4,310	2,141	3,000	5,224	2,224	6,000	6,000	12,000	0.5000
Miscellaneous	26,142	146,585	64,816	10,000	29,014	19,014	20,000	20,000	40,000	0.5000
Debt proceeds	-	2,030,385	-	-	-	-	-	-	-	0.5000
Total revenue	1,391,522	3,992,515	2,105,776	1,020,000	1,097,639	77,639	3,150,000	2,037,000	5,187,000	
Expenditures										
Personal services	471,619	432,937	410,546	227,000	253,170	(26,170)	426,000	447,000	873,000	0.5077
Material & services	447,575	511,212	487,504	297,000	215,867	81,133	576,000	594,000	1,170,000	0.5000
Debt service	-	-	150,000	38,000	38,000	-	151,000	151,000	302,000	0.2500
Transfers	514,106	719,000	671,000	330,000	330,000	-	671,000	659,000	1,330,000	0.5000
Capital outlay	104,784	1,631,095	279,925	400,000	307,863	92,137	2,159,000	800,000	2,959,000	0.5000
Total expenditures	1,538,084	3,294,244	1,998,975	1,292,000	1,144,900	147,100	3,983,000	2,651,000	6,634,000	
Revenue over (under) expenditures	(146,562)	698,271	106,801	(272,000)	(47,261)	224,739	(833,000)	(614,000)	(1,447,000)	
Beginning fund balance	270,463	123,901	822,172	821,000	928,973	107,973	1,654,000	821,000	1,654,000	
Ending fund balance	\$ 123,901	\$ 822,172	\$ 928,973	\$ 549,000	\$ 881,712	\$ 332,712	\$ 821,000	\$ 207,000	\$ 207,000	

¹ This variance reflects the continuing trend of declining gas tax allocations received from the State.

² The Blankenship project grant was received half in the prior fiscal year and half this quarter. ODOT will be reporting the remaining budgeted grant monies for the Salamo Road project as ODOT ended up being the project manager.

Water Fund
for the City of West Linn

[for informational purposes]

	Actual			Through the 2nd Quarter of FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Revenue										
Water services charges	\$ 2,578,085	\$ 2,954,547	\$ 2,908,269	\$ 1,928,000	\$ 1,733,699	\$ (194,301) ¹	\$ 3,197,000	\$ 3,382,000	\$ 6,579,000	0.5700
Interest	25,275	85,228	776	21,000	2,806	(18,194)	41,000	42,000	83,000	0.5000
Miscellaneous	29,225	49,931	47,670	24,000	40,308	16,308	46,000	47,000	93,000	0.5000
Systems development charges	7,828	6,764	13,367	-	-	-	-	-	-	0.5000
Total revenue	2,640,413	3,096,470	2,970,082	1,973,000	1,776,813	(196,187)	3,284,000	3,471,000	6,755,000	
Expenditures										
Personal services	596,353	510,354	580,497	322,000	271,182	50,818	602,000	634,000	1,236,000	0.5077
Materials and services	1,233,462	1,249,000	1,312,707	731,000	755,071	(24,071) ²	1,420,000	1,462,000	2,882,000	0.5000
Debt service										
Principal	70,000	75,000	80,000	80,000	80,000	-	80,000	80,000	160,000	1.0000
Interest	81,486	77,651	72,866	36,000	35,984	16	74,000	70,000	144,000	0.5100
Transfers	616,787	1,027,000	686,000	559,000	359,000	200,000 ¹	1,112,000	1,117,000	2,229,000	0.5000
Capital outlay	126,437	357,950	390,385	170,000	40,445	129,555	340,000	340,000	680,000	0.5000
Total expenditures	2,724,525	3,296,955	3,122,455	1,898,000	1,541,682	356,318	3,628,000	3,703,000	7,331,000	
Revenue over (under) expenditures	(84,112)	(200,485)	(152,373)	75,000	235,131	160,131	(344,000)	(232,000)	(576,000)	
Beginning fund balance	905,266	821,154	620,669	743,000	468,296	(274,704)	1,087,000	743,000	1,087,000	
Ending fund balance	\$ 821,154	\$ 620,669	\$ 468,296	\$ 818,000	\$ 703,427	\$ (114,573)	\$ 743,000	\$ 511,000	\$ 511,000	

¹ Water revenues have historically tracked at 57% through the first half of FY09 and FY10. For this current FY11, water revenues are short of this trend by just under \$200,000. Accordingly, the transfer to the General Fund has been reduced by the same amount to offset.

² Materials and Services include 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 2nd Quarter of FY11			2010-2011 Biennium			[6 months]
	FY08	FY09	FY10	Flexible Budget	[6 months] Actual	Variance	FY10 Budget	FY11 Budget	Total Budget	Flexible Budget Factor
Revenue										
Sewer services charges	\$ 1,412,131	\$ 1,775,296	\$ 1,632,385	\$ 834,000	\$ 844,662	\$ 10,662 ¹	\$ 1,565,000	\$ 1,668,000	\$ 3,233,000	0.5000
Surface water services charges	510,919	561,898	592,883	310,000	306,265	(3,735) ²	567,000	620,000	1,187,000	0.5000
Licenses and permits	26,044	47,930	56,381	16,000	25,316	9,316	31,000	32,000	63,000	0.5000
Interest	84,251	104,577	6,153	32,000	15,392	(16,608)	62,000	64,000	126,000	0.5000
Miscellaneous	28,052	1,580	5,000	29,000	19,318	(9,682)	57,000	58,000	115,000	0.5000
Systems development charges	42,345	65,608	75,209	-	-	-	-	-	-	0.5000
Total revenue	2,103,742	2,556,889	2,368,011	1,221,000	1,210,953	(10,047)	2,282,000	2,442,000	4,724,000	
Expenditures										
Personal services	718,042	638,083	462,996	268,000	256,578	11,422	497,000	527,000	1,024,000	0.5077
Materials and services	314,754	343,987	247,249	161,000	113,658	47,342	313,000	322,000	635,000	0.5000
Transfers	1,019,472	932,000	1,051,000	560,000	560,000	-	1,051,000	1,119,000	2,170,000	0.5000
Capital outlay	103,885	275,501	217,298	750,000	340,560	409,440	1,500,000	1,500,000	3,000,000	0.5000
Total expenditures	2,156,153	2,189,571	1,978,543	1,739,000	1,270,796	468,204	3,361,000	3,468,000	6,829,000	
Revenue over (under) expenditures	(52,411)	367,318	389,468	(518,000)	(59,843)	458,157	(1,079,000)	(1,026,000)	(2,105,000)	
Beginning fund balance	2,060,706	2,008,295	2,375,613	1,309,000	2,765,081	1,456,081	2,388,000	1,309,000	2,388,000	
Ending fund balance	<u>\$ 2,008,295</u>	<u>\$ 2,375,613</u>	<u>\$ 2,765,081</u>	<u>\$ 791,000</u>	<u>\$ 2,705,238</u>	<u>\$ 1,914,238</u>	<u>\$ 1,309,000</u>	<u>\$ 283,000</u>	<u>\$ 283,000</u>	

¹ Revenue from Sanitary Sewer utility rates - variance is small reflecting the non-seasonality of this revenue stream.

² Revenue from Surface Water management fee - variance is small reflecting the non-seasonality of this revenue stream.