



CITY OF  
**West  
Linn**

## ***Executive Summary***

---

We are pleased to offer this financial report of City operations for your review. This report covers financial operations through the fourth quarter of the fiscal year ended June 30, 2014, representing the first fiscal year of the 2014-2015 biennium.

### **QUARTERLY HIGHLIGHTS**

This fourth quarter financial report summarizes the financial results year-to-date for the fiscal year ended June 30, 2014 and highlights certain topics of interest.

#### ***Year 2 of the 2014-2015 Biennium Budget Begins***

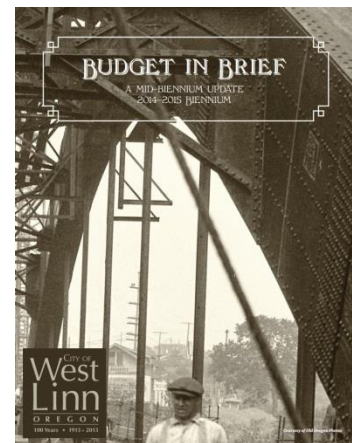
This fourth quarter completes the first year of the 2014-2015 biennium and starting July 1<sup>st</sup>, the second year of the biennium begins. As an overall reminder, below are some pertinent highlights of this biennium's budget:

- The 2014-2015 biennial budget is balanced at \$90 million
- Personal services represent 32 percent of the total expenditures at \$29 million
- Materials and services represent 16 percent of total expenditures at \$14 million
- Capital outlay makes up 21 percent at \$19 million
- Debt service, transfers, contingency, and ending fund balances comprise the remainder

#### ***Citizens' Budget Committee Met for a Mid-Biennium Update***

A Citizens' Budget Committee meeting was held on May 19, 2014, for a mid-biennium update of the 2014-2015 budget. At this meeting, the following documents were reviewed and discussed:

- Budget In Brief
- Five Year Financial Forecast
- Quarterly Report
- Master Fees & Charges for FY 2015
- Community Grants for FY 2015



#### ***Audit Committee "kicks off" Audit Season***

In May, the City's Audit Committee held their annual "kick-off" meeting with the auditors. This was the first meeting at the start of the audit process for the fiscal year ended June 30, 2014. The audit season, beginning in May, typically finishes up in December with the issuance of the audited financial statements.

The current Audit Committee consists of the following members:

- Councilor Thomas Frank
- Councilor Jody Carson
- Citizen member Nathan Reagan, a Certified Public Accountant

### ***Community Grants for FY 2015 Approved***

The Council approved the Community Grant recommendations by the citizen members of the Citizens' Budget Committee for FY 2015. Eighteen (18) applications were received totaling \$39,539 for the program with only \$20,000 in funding available in the budget. Here is a listing of the approved recipients leaving \$811 available during the year:

| COMMUNITY GRANT REQUESTS          |   | FY 2015<br>REQUESTED<br>AMOUNT                         | RECOMMENDED BY<br>CITIZEN MEMBERS OF<br>CITIZENS' BUDGET<br>COMMITTEE | ADOPTED BY THE<br>WEST LINN CITY<br>COUNCIL |                  |
|-----------------------------------|---|--|---|---|------------------|
| Organizations requesting funding  | General description of purpose/program  | Requested  | Recommended<br>5/19/2014  | Adopted<br>6/16/2014                        |                  |
| 1                                 | Willamette Living History Committee     | For costumes and other expenses at Tour event          | \$ 3,000  | \$ 1,500                                    | \$ 1,500         |
| 2                                 | West Linn Community Chorus              | For part of Director, sheet music, and posters         | 2,500   | 1,200                                       | 1,200            |
| 3                                 | West Linn Community Task Force          | For Text-a-Tip and other anti-drug programs            | 2,400   | 2,000                                       | 2,000            |
| 4                                 | Friends of Maddax Woods                 | For lights after finishing lower path                  | 500   | 500   | 500              |
| 5                                 | Happy Trails Riding Center              | For classes and camps serving disabled customers       | 2,000   | 1,700                                       | 1,700            |
| 6                                 | July 4th Fireworks Event                | For fireworks and expenses for 4th event               | 1,500 **  | 1,500                                       | 1,500            |
| 7                                 | MOMS Club of West Linn                  | For Spooky Stroll and Santa Bruch programs             | 3,500   | 500   | 500              |
| 8                                 | AWOL Dance Collective                   | For dance event in West Linn                           | 1,500   | 500   | 500              |
| 9                                 | Friends of McLean House                 | For supplies for Garden Gala event                     | 2,190   | 500   | 500              |
| 10                                | Clackamas Women's Services              | For supplies   | 2,800   | 2,000                                       | 2,000            |
| 11                                | West Linn Lions: Screening              | For health screening at schools (offset by carry over) | 289   | 289   | 289              |
| <b>New applicants for FY 2015</b> |   |  |   |   |                  |
| 12                                | West Linn Lions: Shoes & Socks for Kids | For shoes and socks for approx. 150 kids               | 2,420   | 2,000                                       | 2,000            |
| 13                                | Resiliency Organization of West Linn    | For website enhancement and domain registration        | 740   | 500   | 500              |
| 14                                | West Linn Food Pantry                   | For on-going food purchases                            | 5,000   | 2,000                                       | 2,000            |
| 15                                | West Linn Farmers Market                | For event fees, electrical box, and tables/chairs      | 4,000 **  | 1,000                                       | 1,000            |
| 16                                | Hist. Willamette-A Main St Community    | For stripping and refinishing 6 wood benches           | 1,200   | 1,000                                       | 1,000            |
| 17                                | Rosemont Ridge PTO                      | For community service project (busing and supplies)    | 1,000   | 500   | 500              |
| 18                                | 19th Street Farms                       | For a mobile Farmers Market vehicle                    | 3,000   | -   | -                |
| <b>Total</b>                      |   |  | <b>\$ 39,539</b>  | <b>\$ 19,189</b>                            | <b>\$ 19,189</b> |

### ***PERS and the Oregon Supreme Court***

During the Spring 2014 session, the Oregon Legislature passed Senate Bill 822 resulting in rate reductions which PERS was proposing to charge cities and counties. Due to changes in PERS benefits, previous proposed rate increases scheduled for the 2014-2015 did not occur. However since Senate Bill 822 was appealed to the Oregon Supreme Court, Oregon cities and counties are expecting a ruling by Spring 2015 in time to prepare their 2016-2017 biennium budgets.

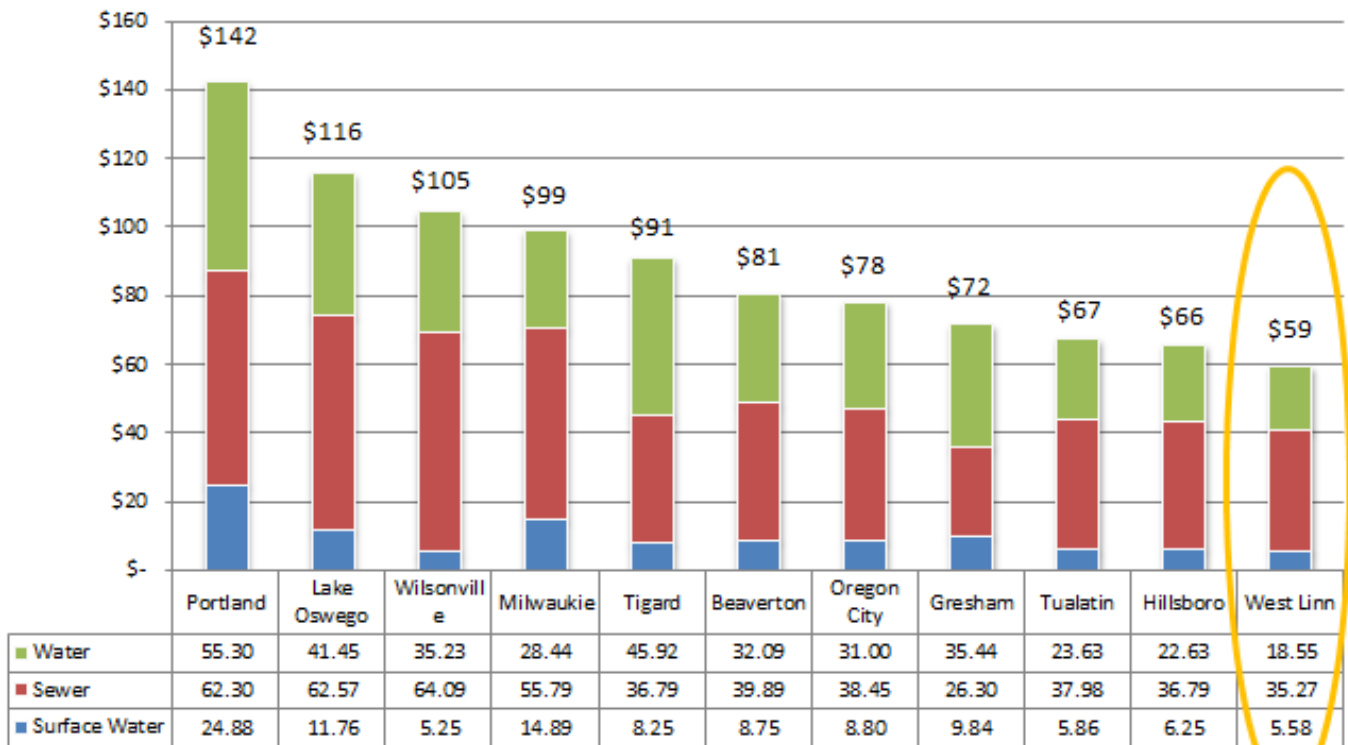
### ***Increases to the Monthly City Services Bills***

Effective July 1, 2014 (i.e. starting with the August 2014 bills), rates for City services are changing increasing the average residential bill by \$2.76 per month to \$82.62. Following is a snapshot of the before and after average monthly City Services bill for the average West Linn home using 7 ccfs or less:

| Average City Services Bill (residential) | eff. January 1, 2014 |               |                 | eff. July 1, 2014 |               |                 | eff. January 1, 2015 |               |                 |
|--|----------------------|---------------|-----------------|-------------------|---------------|-----------------|----------------------|---------------|-----------------|
|  | increased            | avg bill      |                 | increased         | avg bill      |                 | proposed             | avg bill      |                 |
| <b>Water Service Fee</b>                 |                      |               |                 |                   |               |                 |                      |               |                 |
| Base (includes up to 7ccf)               | 5%                   | \$0.88        | \$ 18.55        |                   |               | \$ 18.55        | 5%                   | \$0.93        | \$ 19.48        |
| <b>Sewer Service Fee</b>                 |                      |               |                 |                   |               |                 |                      |               |                 |
| Base fee to West Linn                    | 5%                   | 0.78          | 16.27           |                   |               | 16.27           | 5%                   | 0.81          | 17.08           |
| Tri-City portion of sewer fee            |                      |               | 17.35           | 10%               | 1.65          | 19.00           |                      |               | 19.00           |
| Avg sewer per house                      |                      |               | 33.62           |                   |               | 35.27           |                      |               | 36.08           |
| Surface Water Management Fee             | 5%                   | 0.27          | 5.58            |                   |               | 5.58            | 5%                   | 0.28          | 5.86            |
| <b>Fees for Utility Services</b>         |                      |               | <b>57.75</b>    |                   |               | <b>59.40</b>    |                      |               | <b>61.42</b>    |
| <b>Fees for Other City Services</b>      |                      |               |                 |                   |               |                 |                      |               |                 |
| Street Maintenance Fee                   |                      |               | 10.31           | 5%                | 0.52          | 10.83           |                      |               | 10.83           |
| Parks Maintenance Fee                    |                      |               | 11.80           | 5%                | 0.59          | 12.39           |                      |               | 12.39           |
| <b>Total City Services</b>               |                      | <b>\$1.93</b> | <b>\$ 79.86</b> |                   | <b>\$2.76</b> | <b>\$ 82.62</b> |                      | <b>\$2.02</b> | <b>\$ 84.64</b> |
| <b>Usage rate per 1ccf over 7ccf</b>     | 5%                   | 0.10          | 2.13            |                   |               | 2.13            | 5%                   | 0.11          | 2.24            |

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 which includes a recent 10% increase.

**Comparing Fees for Utility Services**  
(effective July 2014 at an average 7 ccfs)



### ***Finance Receives National Awards this Quarter***

West Linn Finance received two awards this quarter from the Government Finance Officers Association (GFOA) for excellence in financial reporting. The first was for the *Comprehensive Annual Financial Report* for the fiscal year ended June 30, 2013 and the second, was received for the *Popular Annual Financial Report* for the same time period. West Linn is only one of a few cities in Oregon that receive all three national awards from GFOA for its audit, budget, and annual report documents.

### ***Information Technology Update***

This quarter, the Council provided authorization to contract with Tyler Technologies to acquire new financial software called Incode. Implementation is scheduled to commence in the Fall 2014 and should be completed by the Spring 2015, just in time for budget season.

Also this quarter, Council approved an IGA with the City of Lake Oswego to have their IT Department help manage and provide oversight of the City's IT functions. Instead of outsourcing help to Polar Systems, the City of Lake Oswego, who also uses Incode, is better equipped to help West Linn with our up and coming software conversion.

### ***Budget-to-Actual Financial Results for 2014-2015 Biennium***

On the revenue side, total city-wide revenues for the fiscal year were \$38 million (which includes the \$5 million from the Lake Oswego/Tigard agreement). Property taxes are up 2 percent over budget but franchise fee and state revenue sharing revenues are down slightly from forecast. Utility revenues held their recent trending and came in just over forecast.

On the expenditure side, total city-wide expenditures for the fiscal year were \$35 million which includes \$4 million in capital outlay relating to the police station project. Overall personnel costs, which make up the majority of the City's budget, came in at 19 percent under budget mostly due to the PERS savings from Senate Bill 822 which is on appeal. Overall overtime is higher due to some officer vacancies, but still under our \$262,000 per year budget. Overall materials and services came in at 6 percent under budget. No expenditure categories exceeded their budget for the first year of this biennium.

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

Best regards,



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

28 July 2014

## **City-wide Totals**

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

**City of West Linn**

**Totals rolled up from all City funds**

|                                  | Actual            |                   |                   | through the 4th Quarter of FY 2014 |                    |                      | [for informational purposes] |                   |                   | [12 months]            |
|----------------------------------|-------------------|-------------------|-------------------|------------------------------------|--------------------|----------------------|------------------------------|-------------------|-------------------|------------------------|
|                                  | FY 2011           | FY 2012           | FY 2013           | Flexible Budget                    | [12 months] Actual | [12 months] Variance | FY 2014 Budget               | FY 2015 Budget    | Total Budget      | Flexible Budget Factor |
| <b>Revenues (by category)</b>    |                   |                   |                   |                                    |                    |                      |                              |                   |                   |                        |
| Property taxes                   | \$ 6,834,048      | \$ 6,957,799      | \$ 7,497,058      | \$ 7,727,000                       | \$ 7,875,104       | \$ 148,104           | \$ 7,727,000                 | \$ 7,875,000      | \$ 15,602,000     | 1.0000                 |
| Intergovernmental revenue        | 4,069,676         | 4,786,090         | 3,912,898         | 5,661,000                          | 9,144,989          | 3,483,989            | 5,661,000                    | 4,087,000         | 9,748,000         | 1.0000                 |
| Fees and charges - utility bills | 7,216,994         | 7,912,595         | 8,383,234         | 8,606,000                          | 9,131,895          | 525,895              | 8,606,000                    | 8,983,000         | 17,589,000        | 1.0000                 |
| Fees and charges - other         | 4,814,504         | 5,762,194         | 5,098,446         | 5,053,000                          | 5,171,458          | 118,458              | 5,053,000                    | 5,184,000         | 10,464,000        | 1.0000                 |
| Other revenue:                   |                   |                   |                   |                                    |                    |                      |                              |                   |                   |                        |
| Interest                         | 20,564            | 18,944            | 9,833             | 10,000                             | 7,512              | (2,488)              | 10,000                       | 10,000            | 20,000            | 1.0000                 |
| Miscellaneous                    | 1,292,334         | 617,134           | 551,049           | 378,000                            | 746,265            | 368,265              | 378,000                      | 386,000           | 537,000           | 1.0000                 |
| Transfers from other funds       | 5,427,681         | 5,647,000         | 5,995,629         | 6,510,000                          | 6,351,490          | (158,510)            | 6,510,000                    | 6,932,000         | 13,442,000        | 1.0000                 |
| Debt proceeds                    | 5,934,861         | 8,602,688         | -                 | -                                  | -                  | -                    | -                            | -                 | -                 | 1.0000                 |
|                                  | <u>12,675,440</u> | <u>14,885,766</u> | <u>6,556,511</u>  | <u>6,898,000</u>                   | <u>7,105,267</u>   | <u>207,267</u>       | <u>6,898,000</u>             | <u>7,328,000</u>  | <u>13,999,000</u> |                        |
| Total revenue                    | <u>35,610,662</u> | <u>40,304,444</u> | <u>31,448,147</u> | <u>33,945,000</u>                  | <u>38,428,713</u>  | <u>4,483,713</u>     | <u>33,945,000</u>            | <u>33,457,000</u> | <u>67,402,000</u> |                        |

**Summary  
of revenues  
City-wide**

# City of West Linn

## Totals rolled up from all City funds

[for informational purposes]

|                                  | Actual            |                   |                   | through the 4th Quarter of FY 2014 |                    |                      | 2014-2015 Biennium |                   |                   | [12 months]            |
|----------------------------------|-------------------|-------------------|-------------------|------------------------------------|--------------------|----------------------|--------------------|-------------------|-------------------|------------------------|
|                                  | FY 2011           | FY 2012           | FY 2013           | Flexible Budget                    | [12 months] Actual | [12 months] Variance | FY 2014 Budget     | FY 2015 Budget    | Total Budget      | Flexible Budget Factor |
| <b>Revenues (by line detail)</b> |                   |                   |                   |                                    |                    |                      |                    |                   |                   |                        |
| Property taxes                   |                   |                   |                   |                                    |                    |                      |                    |                   |                   |                        |
| Levied for general purposes      | \$ 5,945,767      | \$ 6,123,795      | \$ 6,188,541      | \$ 6,347,000                       | \$ 6,468,140       | \$ 121,140           | \$ 6,347,000       | \$ 6,474,000      | \$ 12,821,000     | 1.0000                 |
| Levied for bonded debt           | 888,281           | 834,004           | 1,308,517         | 1,380,000                          | 1,406,964          | 26,964               | 1,380,000          | 1,401,000         | 2,781,000         | 1.0000                 |
|                                  | 6,834,048         | 6,957,799         | 7,497,058         | 7,727,000                          | 7,875,104          | 148,104              | 7,727,000          | 7,875,000         | 15,602,000        |                        |
| Intergovernmental revenue        |                   |                   |                   |                                    |                    |                      |                    |                   |                   |                        |
| Library District Levy            | 1,263,801         | 1,305,223         | 1,313,873         | 1,326,000                          | 1,360,438          | 34,438               | 1,326,000          | 1,353,000         | 2,679,000         | 1.0000                 |
| One-time capital funding         | -                 | 1,000,000         | -                 | -                                  | 5,428,771          | 5,428,771            | -                  | -                 | -                 |                        |
| State highway taxes (gas)        | 1,204,325         | 1,372,076         | 1,384,642         | 1,414,000                          | 1,451,422          | 37,422               | 1,414,000          | 1,428,000         | 2,842,000         | 1.0000                 |
| State Shared Revenue (liq cig)   | 314,222           | 323,101           | 375,649           | 408,000                            | 354,469            | (53,531)             | 408,000            | 416,000           | 824,000           | 1.0000                 |
| State Revenue Sharing (general)  | 213,669           | 263,349           | 241,649           | 380,000                            | 247,742            | (132,258)            | 380,000            | 273,000           | 653,000           | 1.0000                 |
| State dispatch funds (911)       | 125,328           | 119,633           | 124,000           | -                                  | -                  | -                    | 124,000            | 124,000           | 248,000           | 0.0000                 |
| Other grants and misc            | 948,331           | 402,708           | 473,085           | 2,133,000                          | 302,147            | (1,830,853)          | 2,009,000          | 493,000           | 2,502,000         | 0.0000                 |
|                                  | 4,069,676         | 4,786,090         | 3,912,898         | 5,661,000                          | 9,144,989          | 3,483,989            | 5,661,000          | 4,087,000         | 9,748,000         |                        |
| Fees and charges:                |                   |                   |                   |                                    |                    |                      |                    |                   |                   |                        |
| Utility Charges - water          | 2,902,041         | 3,152,123         | 3,484,998         | 3,371,000                          | 3,592,104          | 221,104              | 3,371,000          | 3,486,000         | 6,857,000         | 1.0000                 |
| Utility Charges - sewer          | 1,714,474         | 1,934,533         | 1,969,845         | 2,134,000                          | 2,041,382          | (92,618)             | 2,134,000          | 2,241,000         | 4,375,000         | 1.0000                 |
| Utility Charges - surface wtr    | 627,169           | 666,751           | 695,736           | 735,000                            | 744,405            | 9,405                | 735,000            | 772,000           | 1,507,000         | 1.0000                 |
| Utility Charges - street maint   | 792,586           | 870,438           | 903,952           | 947,000                            | 1,350,783          | 403,783              | 947,000            | 994,000           | 1,941,000         | 1.0000                 |
| Utility Charges - park maint     | 1,180,724         | 1,288,750         | 1,328,703         | 1,419,000                          | 1,403,221          | (15,779)             | 1,419,000          | 1,490,000         | 2,909,000         | 1.0000                 |
|                                  | 7,216,994         | 7,912,595         | 8,383,234         | 8,606,000                          | 9,131,895          | 525,895              | 8,606,000          | 8,983,000         | 17,589,000        |                        |
| SDC fees from developers         | 1,027,067         | 1,765,887         | 1,367,798         | 865,000                            | 1,278,072          | 413,072              | 865,000            | 892,000           | 1,984,000         | 1.0000                 |
| Franchise fees                   | 1,682,509         | 1,748,619         | 1,661,718         | 1,823,000                          | 1,682,559          | (140,441)            | 1,823,000          | 1,912,000         | 3,735,000         | 1.0000                 |
| Licenses and permits             | 1,065,191         | 1,294,838         | 1,121,623         | 1,321,000                          | 1,197,749          | (123,251)            | 1,321,000          | 1,293,000         | 2,614,000         | 1.0000                 |
| Park recreation program fees     | 519,650           | 549,685           | 514,367           | 573,000                            | 534,884            | (38,116)             | 573,000            | 602,000           | 1,175,000         | 1.0000                 |
| Fines and forfeitures            | 520,087           | 403,165           | 432,940           | 471,000                            | 478,194            | 7,194                | 471,000            | 485,000           | 956,000           | 1.0000                 |
|                                  | 12,031,498        | 13,674,789        | 13,481,680        | 13,659,000                         | 14,303,353         | 644,353              | 13,659,000         | 14,167,000        | 28,053,000        |                        |
| Other revenue:                   |                   |                   |                   |                                    |                    |                      |                    |                   |                   |                        |
| Interest                         | 20,564            | 18,944            | 9,833             | 10,000                             | 7,512              | (2,488)              | 10,000             | 10,000            | 20,000            | 1.0000                 |
| Miscellaneous                    | 1,292,334         | 617,134           | 551,049           | 378,000                            | 746,265            | 368,265              | 378,000            | 386,000           | 537,000           | 1.0000                 |
| Transfers from other funds       | 5,427,681         | 5,647,000         | 5,995,629         | 6,510,000                          | 6,351,490          | (158,510)            | 6,510,000          | 6,932,000         | 13,442,000        | 1.0000                 |
| Debt proceeds                    | 5,934,861         | 8,602,688         | -                 | -                                  | -                  | -                    | -                  | -                 | -                 | 1.0000                 |
|                                  | 12,675,440        | 14,885,766        | 6,556,511         | 6,898,000                          | 7,105,267          | 207,267              | 6,898,000          | 7,328,000         | 13,999,000        |                        |
| <b>Total revenue</b>             | <b>35,610,662</b> | <b>40,304,444</b> | <b>31,448,147</b> | <b>33,945,000</b>                  | <b>38,428,713</b>  | <b>4,483,713</b>     | <b>33,945,000</b>  | <b>33,457,000</b> | <b>67,402,000</b> |                        |



**City of West Linn**

**Totals rolled up from all City funds**

|  | Actual               |                      |                      | through the 4th Quarter of FY 2014 |                      |                      | [for informational purposes] |                      |                      | [12 months]            |
|--|----------------------|----------------------|----------------------|------------------------------------|----------------------|----------------------|------------------------------|----------------------|----------------------|------------------------|
|  | FY 2011              | FY 2012              | FY 2013              | Flexible Budget                    | [12 months] Actual   | [12 months] Variance | FY 2014 Budget               | FY 2015 Budget       | Total Budget         | Flexible Budget Factor |
| <b>Expenditures</b>  |                      |                      |                      |                                    |                      |                      |                              |                      |                      |                        |
| Personnel services   | \$ 12,464,651        | \$ 13,073,971        | \$ 13,526,504        | \$ 14,138,000                      | \$ 12,382,373        | \$ 1,755,627         | \$ 14,138,000                | \$ 14,688,000        | \$ 28,826,000        | 1.0000                 |
| Materials and services                                       | 5,758,059            | 5,742,015            | 6,262,135            | 7,234,000                          | 6,284,549            | 949,451              | 7,234,000                    | 7,221,000            | 14,455,000           | 1.0000                 |
| Debt service   | 1,637,263            | 1,641,188            | 2,046,844            | 2,080,000                          | 2,072,496            | 7,504                | 2,080,000                    | 2,114,000            | 4,194,000            | 1.0000                 |
| Refunded debt  | 5,933,478            | -                    | -                    | -                                  | -                    | -                    | -                            | -                    | -                    |                        |
| Transfers to other funds                                     | 5,427,681            | 5,647,000            | 5,995,629            | 6,510,000                          | 6,351,490            | 158,510              | 6,510,000                    | 6,932,000            | 13,442,000           | 1.0000                 |
| Capital outlay - regular                                     | 4,805,173            | 1,894,769            | 3,309,861            | 7,609,000                          | 3,758,306            | 3,850,694            | 7,609,000                    | 4,645,000            | 12,254,000           | 1.0000                 |
| Capital outlay - Police Station Bond:<br>Spent bond proceeds | -                    | 1,514,924            | 768,118              | 6,297,000                          | 4,730,398            | 1,566,602            | 6,297,000                    | -                    | 6,297,000            | 1.0000                 |
| <b>Total expenditures</b>                                    | <b>36,026,305</b>    | <b>29,513,867</b>    | <b>31,909,091</b>    | <b>43,868,000</b>                  | <b>35,579,612</b>    | <b>8,288,388</b>     | <b>43,868,000</b>            | <b>35,600,000</b>    | <b>79,468,000</b>    |                        |
| Revenue over (under) expenditures                            | (415,643)            | 10,790,577           | (460,944)            | (9,923,000)                        | 2,849,101            | 12,772,101           | (9,923,000)                  | (2,143,000)          | (12,066,000)         |                        |
| Beginning fund balance                                       | 13,297,712           | 12,882,069           | 23,672,646           | 22,538,000                         | 23,211,702           | 673,702              | 22,538,000                   | 12,615,000           | 22,538,000           |                        |
| Ending fund balance  | <u>\$ 12,882,069</u> | <u>\$ 23,672,646</u> | <u>\$ 23,211,702</u> | <u>\$ 12,615,000</u>               | <u>\$ 26,060,803</u> | <u>\$ 13,445,803</u> | <u>\$ 12,615,000</u>         | <u>\$ 10,472,000</u> | <u>\$ 10,472,000</u> |                        |

**Summary  
of expenditures  
City-wide**

**City of West Linn**

**Totals rolled up from all City funds**

[for informational purposes]

|                                       | Actual               |                      |                      | through the 4th Quarter of FY 2014 |                      |                      | 2014-2015 Biennium   |                      |                      | [12 months]            |
|---------------------------------------|----------------------|----------------------|----------------------|------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|------------------------|
|                                       | FY 2011              | FY 2012              | FY 2013              | Flexible Budget                    | [12 months] Actual   | [12 months] Variance | FY 2014 Budget       | FY 2015 Budget       | Total Budget         | Flexible Budget Factor |
| <b>Expenditures</b>                   |                      |                      |                      |                                    |                      |                      |                      |                      |                      |                        |
| Personnel services:                   |                      |                      |                      |                                    |                      |                      |                      |                      |                      |                        |
| Salaries and wages                    | \$ 8,384,067         | \$ 8,582,886         | \$ 9,013,851         | \$ 9,207,000                       | \$ 8,352,899         | \$ 854,101           | \$ 9,207,000         | \$ 9,571,000         | \$ 18,778,000        | 1.0000                 |
| Overtime                              | 206,143              | 212,488              | 193,078              | 262,000                            | 254,737              | 7,263                | 262,000              | 275,000              | 537,000              | 1.0000                 |
| Payroll taxes and benefits            | 2,522,288            | 2,803,637            | 2,795,116            | 2,732,000                          | 2,318,032            | 413,968              | 3,132,000            | 3,255,000            | 6,387,000            | 1.0000                 |
| PERS contributions                    | 1,352,153            | 1,474,960            | 1,524,459            | 1,937,000                          | 1,456,705            | 480,295              | 1,537,000            | 1,587,000            | 3,124,000            | 1.0000                 |
|                                       | <u>12,464,651</u>    | <u>13,073,971</u>    | <u>13,526,504</u>    | <u>14,138,000</u>                  | <u>12,382,373</u>    | <u>1,755,627</u>     | <u>14,138,000</u>    | <u>14,688,000</u>    | <u>28,826,000</u>    |                        |
| Materials and services                | 5,758,059            | 5,742,015            | 6,262,135            | 7,234,000                          | 6,284,549            | 949,451              | 7,234,000            | 7,221,000            | 14,455,000           | 1.0000                 |
| Debt service:                         |                      |                      |                      |                                    |                      |                      |                      |                      |                      |                        |
| Principal                             | 1,024,552            | 1,150,000            | 1,335,000            | 1,465,000                          | 1,465,000            | -                    | 1,465,000            | 1,545,000            | 3,010,000            | 1.0000                 |
| Interest                              | 612,711              | 491,188              | 711,844              | 615,000                            | 607,496              | 7,504                | 615,000              | 569,000              | 1,184,000            | 1.0000                 |
| Refunded debt                         | 5,933,478            | -                    | -                    | -                                  | -                    | -                    | -                    | -                    | -                    |                        |
|                                       | <u>7,570,741</u>     | <u>1,641,188</u>     | <u>2,046,844</u>     | <u>2,080,000</u>                   | <u>2,072,496</u>     | <u>7,504</u>         | <u>2,080,000</u>     | <u>2,114,000</u>     | <u>4,194,000</u>     |                        |
| Transfers to other funds              | 5,427,681            | 5,647,000            | 5,995,629            | 6,510,000                          | 6,351,490            | 158,510              | 6,510,000            | 6,932,000            | 13,442,000           | 1.0000                 |
| Capital outlay - regular              | 4,805,173            | 1,894,769            | 3,309,861            | 7,609,000                          | 3,758,306            | 3,850,694            | 7,609,000            | 4,645,000            | 12,254,000           | 1.0000                 |
| Capital outlay - Police Station Bond: |                      |                      |                      |                                    |                      |                      |                      |                      |                      |                        |
| Spent bond proceeds                   | -                    | 1,514,924            | 768,118              | 6,297,000                          | 4,730,398            | 1,566,602            | 6,297,000            | -                    | 6,297,000            | 1.0000                 |
|                                       | <u>36,026,305</u>    | <u>29,513,867</u>    | <u>31,909,091</u>    | <u>43,868,000</u>                  | <u>35,579,612</u>    | <u>8,288,388</u>     | <u>43,868,000</u>    | <u>35,600,000</u>    | <u>79,468,000</u>    |                        |
| Revenue over (under) expenditures     | (415,643)            | 10,790,577           | (460,944)            | (9,923,000)                        | 2,849,101            | 12,772,101           | (9,923,000)          | (2,143,000)          | (12,066,000)         |                        |
| Beginning fund balance                | <u>13,297,712</u>    | <u>12,882,069</u>    | <u>23,672,646</u>    | <u>22,538,000</u>                  | <u>23,211,702</u>    | <u>673,702</u>       | <u>22,538,000</u>    | <u>12,615,000</u>    | <u>22,538,000</u>    |                        |
| Ending fund balance                   | <u>\$ 12,882,069</u> | <u>\$ 23,672,646</u> | <u>\$ 23,211,702</u> | <u>\$ 12,615,000</u>               | <u>\$ 26,060,803</u> | <u>\$ 13,445,803</u> | <u>\$ 12,615,000</u> | <u>\$ 10,472,000</u> | <u>\$ 10,472,000</u> |                        |

**Budget-to-Actual**  
**Financial Reports by Fund**

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

[for informational purposes]

|                                   | Actual            |                  |                      | through the 4th Quarter of FY 2014 |                    |                          | 2014-2015 Biennium |                  |                   | [12 months]            |
|-----------------------------------|-------------------|------------------|----------------------|------------------------------------|--------------------|--------------------------|--------------------|------------------|-------------------|------------------------|
|                                   | FY 2011           | FY 2012          | FY 2013              | Flexible Budget                    | [12 months] Actual | [12 months] Variance     | FY 2014 Budget     | FY 2015 Budget   | Total Budget      | Flexible Budget Factor |
| <b>Revenue</b>                    |                   |                  |                      |                                    |                    |                          |                    |                  |                   |                        |
| Transfers from other funds        | \$ 5,078,681      | \$ 5,436,000     | \$ 5,714,000         | \$ 6,025,000                       | \$ 6,025,000       | \$ -                     | \$ 6,025,000       | \$ 6,229,000     | \$ 12,254,000     | 1.0000                 |
| Muni Court fines and fees         | 421,535           | 332,386          | 349,548              | 363,000                            | 397,387            | 34,387                   | 363,000            | 374,000          | 737,000           | 1.0000                 |
| Licenses and permits              | 194,593           | 284,218          | 225,109              | 288,000                            | 259,195            | (28,805)                 | 288,000            | 297,000          | 585,000           | 1.0000                 |
| Franchise fees                    | 30,932            | 93,957           | 151,141              | -                                  | -                  | -                        | -                  | -                | -                 | -                      |
| Intergovernmental                 | 41,667            | 112,040          | 140,621 <sup>1</sup> | 278,000                            | 74,000             | (204,000) <sup>1,2</sup> | 278,000            | 100,000          | 378,000           | 1.0000                 |
| Interest                          | 5,953             | 18,445           | 9,052                | 5,000                              | 6,737              | 1,737                    | 5,000              | 5,000            | 10,000            | 1.0000                 |
| Miscellaneous                     | 274,124           | 190,285          | 77,640               | 102,000                            | 70,106             | (31,894)                 | 102,000            | 104,000          | 206,000           | 1.0000                 |
| Proceeds from refundings          | 5,934,861         | -                | -                    | -                                  | -                  | -                        | -                  | -                | -                 | -                      |
| <b>Total revenue</b>              | <b>11,982,346</b> | <b>6,467,331</b> | <b>6,667,111</b>     | <b>7,061,000</b>                   | <b>6,832,425</b>   | <b>(228,575)</b>         | <b>7,061,000</b>   | <b>7,109,000</b> | <b>14,170,000</b> |                        |
| <b>Expenditures</b>               |                   |                  |                      |                                    |                    |                          |                    |                  |                   |                        |
| City Council                      | 52,039            | 246,611          | 234,331              | 152,000                            | 151,488            | 512                      | 152,000            | 155,000          | 307,000           | 1.0000                 |
| City Administration               | 992,800           | 819,412          | 1,151,274            | 1,011,000                          | 950,047            | 60,953                   | 1,011,000          | 1,043,000        | 2,054,000         | 1.0000                 |
| Economic Development              | -                 | -                | -                    | 411,000                            | 172,712            | 238,288 <sup>2</sup>     | 411,000            | 223,000          | 634,000           | 1.0000                 |
| Human Resources                   | 342,133           | 335,771          | 418,461              | 426,000                            | 424,615            | 1,385                    | 426,000            | 442,000          | 868,000           | 1.0000                 |
| Finance                           | 976,712           | 1,018,354        | 1,049,302            | 987,000                            | 777,478            | 209,522 <sup>3</sup>     | 987,000            | 1,027,000        | 2,014,000         | 1.0000                 |
| Information Technology            | 826,205           | 756,757          | 977,686              | 1,012,000                          | 1,003,504          | 8,496                    | 1,012,000          | 1,027,000        | 2,039,000         | 1.0000                 |
| Facility Services                 | 482,333           | 453,578          | 465,146              | 490,000                            | 472,269            | 17,731                   | 490,000            | 547,000          | 1,037,000         | 1.0000                 |
| Municipal Court                   | 327,591           | 284,037          | 294,808              | 323,000                            | 286,600            | 36,400                   | 323,000            | 343,000          | 666,000           | 1.0000                 |
| Public Works Support Services     | 1,205,769         | 1,155,908        | 1,036,750            | 1,080,000                          | 905,993            | 174,007                  | 1,080,000          | 1,112,000        | 2,192,000         | 1.0000                 |
| Vehicle/Equipment Maint           | 367,641           | 355,284          | 363,744              | 398,000                            | 304,029            | 93,971                   | 398,000            | 406,000          | 804,000           | 1.0000                 |
| Non-departmental:                 |                   |                  |                      |                                    |                    |                          |                    |                  |                   |                        |
| General Services                  | 115,507           | 217,710          | 92,847               | 164,000                            | 161,962            | 2,038                    | 164,000            | 164,000          | 328,000           | 1.0000                 |
| Debt Service                      | 306,812           | 413,425          | 411,750              | 414,000                            | 409,925            | 4,075                    | 414,000            | 414,000          | 828,000           | 1.0000                 |
| Transfers to other funds          | 32,000            | 123,000          | 191,000              | 199,000                            | 199,000            | -                        | 199,000            | 615,000          | 814,000           | 1.0000                 |
| Current refundings                | 5,933,478         | -                | -                    | -                                  | -                  | -                        | -                  | -                | -                 | -                      |
| <b>Total expenditures</b>         | <b>11,961,020</b> | <b>6,179,847</b> | <b>6,687,099</b>     | <b>7,067,000</b>                   | <b>6,219,622</b>   | <b>847,378</b>           | <b>7,067,000</b>   | <b>7,518,000</b> | <b>14,585,000</b> |                        |
| Revenue over (under) expenditures | 21,326            | 287,484          | (19,988)             | (6,000)                            | 612,803            | 618,803                  | (6,000)            | (409,000)        | (415,000)         |                        |
| Beginning fund balance            | 1,181,536         | 1,202,862        | 1,490,346            | 1,578,000                          | 1,470,358          | (107,642)                | 1,578,000          | 1,572,000        | 1,578,000         |                        |
| Ending fund balance               | \$ 1,202,862      | \$ 1,490,346     | \$ 1,470,358         | \$ 1,572,000                       | \$ 2,083,161       | \$ 511,161               | \$ 1,572,000       | \$ 1,163,000     | \$ 1,163,000      |                        |

<sup>1</sup> Intergovernmental revenue is from the City of Milwaukie for an IGA relating to financial management services - this IGA went 3.5 years and ended June 30, 2004.

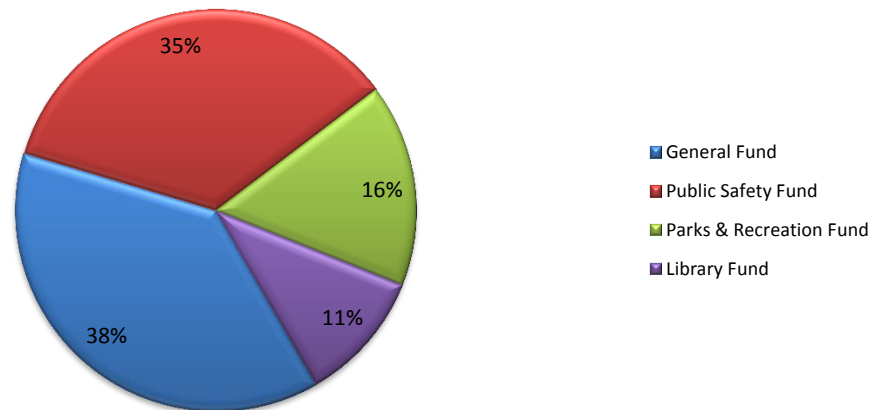
<sup>2</sup> This budget variance relates to the projected and budgeted Arch Bridge grant not received in Year 1 of the biennium.

<sup>3</sup> This budget variance is reserved for spending in Year 2 of the biennium once the Incode financial software conversion is successfully completed and paid for.

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

|                         | Actual              |                     |                     | Flexible<br>Period  | 2014-2015 Biennium  |                     |                     |
|-------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
|                         | FY 2011             | FY 2012             | FY 2013             |                     | FY 2014             | FY 2015             | Total               |
| General Fund            | \$ 1,202,862        | \$ 1,490,346        | \$ 1,470,358        | \$ 2,083,161        | \$ 1,572,000        | \$ 1,163,000        | \$ 1,163,000        |
| Public Safety Fund      | 895,304             | 1,301,537           | 1,057,550           | 865,485             | 1,245,000           | 1,076,000           | 1,076,000           |
| Parks & Recreation Fund | 489,035             | 447,092             | 358,534             | 864,627             | 488,000             | 502,000             | 502,000             |
| Library Fund            | 61,062              | 90,631              | 4,167               | 270,938             | 157,000             | 168,000             | 325,000             |
|                         | <u>\$ 2,648,263</u> | <u>\$ 3,329,606</u> | <u>\$ 2,890,609</u> | <u>\$ 4,084,211</u> | <u>\$ 3,462,000</u> | <u>\$ 2,909,000</u> | <u>\$ 3,066,000</u> |

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



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

[for informational purposes]

|                                       | Actual           |                   |                  | through the 4th Quarter of FY 2014 |                    |                      | 2014-2015 Biennium |                  |                   | [12 months]            |
|---------------------------------------|------------------|-------------------|------------------|------------------------------------|--------------------|----------------------|--------------------|------------------|-------------------|------------------------|
|                                       | FY 2011          | FY 2012           | FY 2013          | Flexible Budget                    | [12 months] Actual | [12 months] Variance | FY 2014 Budget     | FY 2015 Budget   | Total Budget      | Flexible Budget Factor |
| <b>Revenue</b>                        |                  |                   |                  |                                    |                    |                      |                    |                  |                   |                        |
| Property taxes                        | \$ 4,213,922     | \$ 4,128,714      | \$ 4,113,984     | \$ 4,168,000                       | \$ 4,171,571       | \$ 3,571             | \$ 4,168,000       | \$ 3,973,000     | \$ 8,141,000      | 1.0000                 |
| Franchise fees                        | 1,372,104        | 1,485,623         | 1,313,529        | 1,503,000                          | 1,367,705          | (135,295)            | 1,503,000          | 1,586,000        | 3,089,000         | 1.0000                 |
| Intergovernmental revenue             | 639,454          | 720,502           | 648,713          | 697,000                            | 457,357            | (239,643)            | 697,000            | 708,000          | 1,405,000         | 1.0000                 |
| Licenses and permits                  | 14,158           | 20,465            | 18,665           | 36,000                             | 21,545             | (14,455)             | 36,000             | 37,000           | 73,000            | 1.0000                 |
| Fines and forfeitures                 | 35,815           | 4,350             | 15,660           | 42,000                             | 13,553             | (28,447)             | 42,000             | 43,000           | 85,000            | 1.0000                 |
| Interest                              | 3,619            | -                 | -                | -                                  | -                  | -                    | -                  | -                | -                 | 1.0000                 |
| Miscellaneous                         | 3,566            | 7,875             | 59,281           | 57,000                             | 17,958             | (39,042)             | 57,000             | 58,000           | 115,000           | 1.0000                 |
| Transfers from General Fund           | -                | -                 | -                | -                                  | -                  | -                    | -                  | 365,000          | 365,000           | 1.0000                 |
| Debt proceeds                         | -                | 8,602,688         | -                | -                                  | -                  | -                    | -                  | -                | -                 |                        |
| <b>Total revenue</b>                  | <b>6,282,638</b> | <b>14,970,217</b> | <b>6,169,832</b> | <b>6,503,000</b>                   | <b>6,049,689</b>   | <b>(453,311)</b>     | <b>6,503,000</b>   | <b>6,770,000</b> | <b>13,273,000</b> |                        |
| <b>Expenditures</b>                   |                  |                   |                  |                                    |                    |                      |                    |                  |                   |                        |
| Personnel services                    | 3,739,493        | 4,114,092         | 4,442,056        | 4,361,000                          | 4,107,494          | 253,506              | 4,361,000          | 4,557,000        | 8,918,000         | 1.0000                 |
| Materials and services                | 694,522          | 777,693           | 725,454          | 805,000                            | 642,244            | 162,756              | 805,000            | 810,000          | 1,615,000         | 1.0000                 |
| Debt service                          | 112,000          | -                 | -                | -                                  | -                  | -                    | -                  | -                | -                 |                        |
| Transfers                             | 1,355,000        | 1,116,000         | 1,175,000        | 1,410,000                          | 1,410,000          | -                    | 1,410,000          | 1,452,000        | 2,862,000         | 1.0000                 |
| Capital outlay - regular              | 1,571,400        | 56,199            | 71,309           | 120,000                            | 82,016             | 37,984               | 120,000            | 120,000          | 240,000           | 1.0000                 |
| Capital outlay - Police Station Bond: |                  |                   |                  |                                    |                    |                      |                    |                  |                   |                        |
| Land acquisition costs                | -                | 1,453,257         | -                | -                                  | -                  | -                    | -                  | -                | -                 |                        |
| Design/construction costs             | -                | 61,667            | 768,118          | 6,297,000                          | 4,730,398          | 1,566,602            | 6,297,000          | -                | 6,297,000         | 1.0000                 |
| <b>Total expenditures</b>             | <b>7,472,415</b> | <b>7,578,908</b>  | <b>7,181,937</b> | <b>12,993,000</b>                  | <b>10,972,152</b>  | <b>2,020,848</b>     | <b>12,993,000</b>  | <b>6,939,000</b> | <b>19,932,000</b> |                        |
| Revenue over (under) expenditures     | (1,189,777)      | 7,391,309         | (1,012,105)      | (6,490,000)                        | (4,922,463)        | 1,567,537            | (6,490,000)        | (169,000)        | (6,659,000)       |                        |
| Beginning fund balance                | 2,085,081        | 895,304           | 8,286,613        | 7,735,000                          | 7,274,508          | (460,492)            | 7,735,000          | 1,245,000        | 7,735,000         |                        |
| Ending fund balance - total           | 895,304          | 8,286,613         | 7,274,508        | 1,245,000                          | 2,352,045          | 1,107,045            | 1,245,000          | 1,076,000        | 1,076,000         |                        |
| Restricted unspent bond proceeds      | -                | (6,985,076)       | (6,216,958)      | 80,042                             | (1,486,560)        | (1,566,602)          | -                  | -                | -                 |                        |
| Unrestricted ending fund balance      | \$ 895,304       | \$ 1,301,537      | \$ 1,057,550     | \$ 1,325,042                       | \$ 865,485         | \$ (459,557)         | \$ 1,245,000       | \$ 1,076,000     | \$ 1,076,000      |                        |

<sup>1</sup> These line-items reflect the spending for the Police Station project and what is unspent as of June 30, 2014. The project is scheduled to be completed in September 2014.

**Parks & Recreation Fund**  
for the City of West Linn

[for informational purposes]

|                                   | Actual           |                  |                  | through the 4th Quarter of FY 2014 |                    |                          | 2014-2015 Biennium |                  |                  | [12 months]            |
|-----------------------------------|------------------|------------------|------------------|------------------------------------|--------------------|--------------------------|--------------------|------------------|------------------|------------------------|
|                                   | FY 2011          | FY 2012          | FY 2013          | Flexible Budget                    | [12 months] Actual | [12 months] Variance     | FY 2014 Budget     | FY 2015 Budget   | Total Budget     | Flexible Budget Factor |
| <b>Revenue</b>                    |                  |                  |                  |                                    |                    |                          |                    |                  |                  |                        |
| Property taxes                    | \$ 1,326,790     | \$ 1,198,978     | \$ 1,311,238     | \$ 1,244,000                       | \$ 1,374,254       | \$ 130,254               | \$ 1,244,000       | \$ 1,245,000     | \$ 2,489,000     | 1.0000                 |
| Park maintenance fee              | 1,180,724        | 1,288,750        | 1,328,703        | 1,419,000                          | 1,403,221          | (15,779)                 | 1,419,000          | 1,490,000        | 2,909,000        | 1.0000                 |
| Recreation program charges        | 519,650          | 549,685          | 514,367          | 573,000                            | 534,884            | (38,116)                 | 573,000            | 602,000          | 1,175,000        | 1.0000                 |
| Intergovernmental                 | 559,998          | 12,900           | 183,400          | 1,566,000                          | 93,259             | (1,472,741) <sup>1</sup> | 1,566,000          | 225,000          | 1,791,000        | 1.0000                 |
| Miscellaneous                     | 5,643            | 8,728            | 8,047            | 28,000                             | 9,730              | (18,270)                 | 28,000             | 29,000           | 57,000           | 1.0000                 |
| Other financing sources           | 483,000          | -                | 50,176           | -                                  | 191,947            | 191,947 <sup>2</sup>     | -                  | -                | -                | 1.0000                 |
| <b>Total revenue</b>              | <b>4,075,805</b> | <b>3,059,041</b> | <b>3,395,931</b> | <b>4,830,000</b>                   | <b>3,607,295</b>   | <b>(1,222,705)</b>       | <b>4,830,000</b>   | <b>3,591,000</b> | <b>8,421,000</b> |                        |
| <b>Expenditures</b>               |                  |                  |                  |                                    |                    |                          |                    |                  |                  |                        |
| Personnel services                | 1,416,006        | 1,476,027        | 1,591,650        | 1,655,000                          | 1,388,757          | 266,243                  | 1,655,000          | 1,702,000        | 3,357,000        | 1.0000                 |
| Material & services               | 786,220          | 723,822          | 744,790          | 773,000                            | 745,885            | 27,115                   | 773,000            | 796,000          | 1,569,000        | 1.0000                 |
| Debt service                      | 38,723           | 36,223           | 36,573           | 38,000                             | 37,764             | 236                      | 38,000             | 38,000           | 76,000           | 1.0000                 |
| Transfers                         | 803,000          | 830,000          | 865,000          | 901,000                            | 901,000            | -                        | 901,000            | 941,000          | 1,842,000        | 1.0000                 |
| Capital outlay                    | 945,271          | 34,912           | 246,476          | 1,450,000                          | 27,796             | 1,422,204 <sup>1</sup>   | 1,450,000          | 100,000          | 1,550,000        | 1.0000                 |
| <b>Total expenditures</b>         | <b>3,989,220</b> | <b>3,100,984</b> | <b>3,484,489</b> | <b>4,817,000</b>                   | <b>3,101,202</b>   | <b>1,715,798</b>         | <b>4,817,000</b>   | <b>3,577,000</b> | <b>8,394,000</b> |                        |
| Revenue over (under) expenditures | 86,585           | (41,943)         | (88,558)         | 13,000                             | 506,093            | 493,093                  | 13,000             | 14,000           | 27,000           |                        |
| Beginning fund balance            | 402,450          | 489,035          | 447,092          | 475,000                            | 358,534            | (116,466)                | 475,000            | 488,000          | 475,000          |                        |
| Ending fund balance               | \$ 489,035       | \$ 447,092       | \$ 358,534       | \$ 488,000                         | \$ 864,627         | \$ 376,627               | \$ 488,000         | \$ 502,000       | \$ 502,000       |                        |

<sup>1</sup> This variance (and corresponding variance in capital outlay) relates to intergovernment grants not yet received in Year 1 of the biennium.

<sup>2</sup> This \$191,947 in Other financing sources is revenue from the sale of the HUD property, the proceeds of which are dedicated to the Adult Community Center project.

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

[for informational purposes]

|                                   | Actual           |                  |                  | through the 4th Quarter of FY 2014 |                    |                      | 2014-2015 Biennium |                  |                  | [12 months]            |
|-----------------------------------|------------------|------------------|------------------|------------------------------------|--------------------|----------------------|--------------------|------------------|------------------|------------------------|
|                                   | FY 2011          | FY 2012          | FY 2013          | Flexible Budget                    | [12 months] Actual | [12 months] Variance | FY 2014 Budget     | FY 2015 Budget   | Total Budget     | Flexible Budget Factor |
| <b>Revenue</b>                    |                  |                  |                  |                                    |                    |                      |                    |                  |                  |                        |
| Property taxes                    | \$ 405,055       | \$ 796,103       | \$ 763,319       | \$ 935,000                         | \$ 922,315         | \$ (12,685)          | \$ 935,000         | \$ 1,256,000     | \$ 2,191,000     | 1.0000                 |
| Library District Levy             | 1,263,801        | 1,305,223        | 1,313,873        | 1,326,000                          | 1,360,438          | 34,438               | 1,326,000          | 1,353,000        | 2,679,000        | 1.0000                 |
| One-time capital funding          | -                | 1,000,000        | -                | -                                  | -                  | -                    | -                  | -                | -                | -                      |
| Fines and forfeitures             | 62,737           | 66,429           | 67,732           | 66,000                             | 67,254             | 1,254                | 66,000             | 68,000           | 134,000          | 1.0000                 |
| Interest                          | 594              | -                | -                | -                                  | -                  | -                    | -                  | -                | -                | 1.0000                 |
| Miscellaneous                     | 7,916            | 14,150           | 7,617            | 14,000                             | 29,799             | 15,799               | 14,000             | 14,000           | 28,000           | 1.0000                 |
| <b>Total revenue</b>              | <b>1,740,103</b> | <b>3,181,905</b> | <b>2,152,541</b> | <b>2,341,000</b>                   | <b>2,379,806</b>   | <b>38,806</b>        | <b>2,341,000</b>   | <b>2,691,000</b> | <b>5,032,000</b> |                        |
| <b>Expenditures</b>               |                  |                  |                  |                                    |                    |                      |                    |                  |                  |                        |
| Personnel services                | 1,186,953        | 1,184,157        | 1,271,523        | 1,340,000                          | 1,169,118          | 170,882              | 1,340,000          | 1,392,000        | 2,732,000        | 1.0000                 |
| Materials and services            | 202,079          | 230,179          | 198,482          | 217,000                            | 170,917            | 46,083               | 217,000            | 224,000          | 441,000          | 1.0000                 |
| Transfers                         | 379,000          | 738,000          | 769,000          | 774,000                            | 774,000            | -                    | 774,000            | 804,000          | 1,578,000        | 1.0000                 |
| Capital outlay                    | -                | 203,895          | 184,362          | 347,000                            | 353,413            | (6,413)              | 347,000            | 260,000          | 607,000          | 1.0000                 |
| <b>Total expenditures</b>         | <b>1,768,032</b> | <b>2,356,231</b> | <b>2,423,367</b> | <b>2,678,000</b>                   | <b>2,467,448</b>   | <b>210,552</b>       | <b>2,678,000</b>   | <b>2,680,000</b> | <b>5,358,000</b> |                        |
| Revenue over (under) expenditures | (27,929)         | 825,674          | (270,826)        | (337,000)                          | (87,642)           | 249,358              | (337,000)          | 11,000           | (326,000)        |                        |
| Beginning fund balance            | 246,991          | 219,062          | 1,044,736        | 651,000                            | 773,910            | 122,910              | 651,000            | 314,000          | 651,000          |                        |
| Ending fund balance - total       | 219,062          | 1,044,736        | 773,910          | 314,000                            | 686,268            | 372,268              | 314,000            | 325,000          | 325,000          |                        |
| Restricted - County Grant         | -                | 796,105          | 611,743          | 264,743                            | 258,330            | (6,413)              | -                  | -                | -                |                        |
| Restricted - Caufield Trust       | 158,000          | 158,000          | 158,000          | 157,000                            | 157,000            | -                    | 157,000            | 157,000          | 157,000          |                        |
| Unrestricted                      | \$ 61,062        | \$ 90,631        | \$ 4,167         | \$ (107,743)                       | \$ 270,938         | \$ 378,681           | \$ 157,000         | \$ 168,000       | \$ 168,000       |                        |

<sup>1</sup> Capital outlay is being funded with the \$1 million from the County (funds received in FY 2012) to include the parking lot and roof replacement projects.



**Building Inspection Fund**  
**for the City of West Linn**

[for informational purposes]

|                                   | Actual     |            |            | through the 4th Quarter of FY 2014 |                    |                      | 2014-2015 Biennium |                |              | [12 months]            |
|-----------------------------------|------------|------------|------------|------------------------------------|--------------------|----------------------|--------------------|----------------|--------------|------------------------|
|                                   | FY 2011    | FY 2012    | FY 2013    | Flexible Budget                    | [12 months] Actual | [12 months] Variance | FY 2014 Budget     | FY 2015 Budget | Total Budget | Flexible Budget Factor |
| Revenue                           |            |            |            |                                    |                    |                      |                    |                |              |                        |
| Licenses and permits              | \$ 642,616 | \$ 715,745 | \$ 577,532 | \$ 734,000                         | \$ 629,054         | \$ (104,946)         | \$ 734,000         | \$ 684,000     | \$ 1,418,000 | 1.0000                 |
| Miscellaneous                     | 678        | -          | -          | 1,000                              | -                  | (1,000)              | 1,000              | 1,000          | 2,000        | 1.0000                 |
| Total revenue                     | 643,294    | 715,745    | 577,532    | 735,000                            | 629,054            | (105,946)            | 735,000            | 685,000        | 1,420,000    |                        |
| Expenditures                      |            |            |            |                                    |                    |                      |                    |                |              |                        |
| Personnel services                | 383,253    | 415,503    | 393,692    | 415,000                            | 371,511            | 43,489               | 415,000            | 428,000        | 843,000      | 1.0000                 |
| Materials and services            | 16,273     | 10,622     | 10,182     | 46,000                             | 16,291             | 29,709               | 46,000             | 47,000         | 93,000       | 1.0000                 |
| Transfers                         | 73,000     | 278,000    | 295,000    | 304,000                            | 304,000            | -                    | 304,000            | 315,000        | 619,000      | 1.0000                 |
| Total expenditures                | 472,526    | 704,125    | 698,874    | 765,000                            | 691,802            | 73,198               | 765,000            | 790,000        | 1,555,000    |                        |
| Revenue over (under) expenditures | 170,768    | 11,620     | (121,342)  | (30,000)                           | (62,748)           | (32,748)             | (30,000)           | (105,000)      | (135,000)    |                        |
| Beginning fund balance            | 72,657     | 243,425    | 255,045    | 233,000                            | 133,703            | (99,297)             | 233,000            | 203,000        | 233,000      |                        |
| Ending fund balance               | \$ 243,425 | \$ 255,045 | \$ 133,703 | \$ 203,000                         | \$ 70,955          | \$ (132,045)         | \$ 203,000         | \$ 98,000      | \$ 98,000    |                        |

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

[for informational purposes]

|                                   | Actual         |                |                         | through the 4th Quarter of FY 2014 |                    |                           | 2014-2015 Biennium |                  |                  | [12 months]            |
|-----------------------------------|----------------|----------------|-------------------------|------------------------------------|--------------------|---------------------------|--------------------|------------------|------------------|------------------------|
|                                   | FY 2011        | FY 2012        | FY 2013                 | Flexible Budget                    | [12 months] Actual | [12 months] Variance      | FY 2014 Budget     | FY 2015 Budget   | Total Budget     | Flexible Budget Factor |
| <b>Revenue</b>                    |                |                |                         |                                    |                    |                           |                    |                  |                  |                        |
| Intergovernmental                 | \$ 213,669     | \$ 263,349     | \$ 241,649 <sup>1</sup> | \$ 380,000                         | \$ 279,742         | \$ (100,258) <sup>1</sup> | \$ 380,000         | \$ 273,000       | \$ 653,000       | 1.0000                 |
| Franchise fees                    | 64,400         | 56,144         | 84,206                  | 199,000                            | 198,426            | (574) <sup>2</sup>        | 199,000            | 199,000          | 398,000          | 1.0000                 |
| Licenses and permits              | 160,818        | 198,055        | 228,461                 | 210,000                            | 196,643            | (13,357)                  | 210,000            | 221,000          | 431,000          | 1.0000                 |
| Charges for services              | 168,000        | 150,000        | 198,000                 | 286,000                            | 127,490            | (158,510)                 | 286,000            | 88,000           | 374,000          | 1.0000                 |
| Interest                          | 482            | -              | -                       | -                                  | -                  | -                         | -                  | -                | -                | 1.0000                 |
| Miscellaneous                     | 5,388          | 5,754          | 2,843                   | 1,000                              | 11,794             | 10,794                    | 1,000              | 1,000            | 2,000            | 1.0000                 |
| Transfers from General Fund       | 181,000        | 61,000         | 83,629                  | 199,000                            | 199,000            | -                         | 199,000            | 250,000          | 449,000          | 1.0000                 |
| <b>Total revenue</b>              | <b>793,757</b> | <b>734,302</b> | <b>838,788</b>          | <b>1,275,000</b>                   | <b>1,013,095</b>   | <b>(261,905)</b>          | <b>1,275,000</b>   | <b>1,032,000</b> | <b>2,307,000</b> |                        |
| <b>Expenditures</b>               |                |                |                         |                                    |                    |                           |                    |                  |                  |                        |
| Personnel services                | 611,293        | 591,131        | 593,547                 | 570,000                            | 507,844            | 62,156                    | 570,000            | 587,000          | 1,157,000        | 1.0000                 |
| Materials and services            | 38,149         | 44,120         | 37,994                  | 302,000                            | 151,884            | 150,116                   | 302,000            | 80,000           | 382,000          | 1.0000                 |
| Transfers                         | 207,000        | 295,000        | 338,000                 | 265,000                            | 265,000            | -                         | 265,000            | 274,000          | 539,000          | 1.0000                 |
| <b>Total expenditures</b>         | <b>856,442</b> | <b>930,251</b> | <b>969,541</b>          | <b>1,137,000</b>                   | <b>924,728</b>     | <b>212,272</b>            | <b>1,137,000</b>   | <b>941,000</b>   | <b>2,078,000</b> |                        |
| Revenue over (under) expenditures | (62,685)       | (195,949)      | (130,753)               | 138,000                            | 88,367             | (49,633)                  | 138,000            | 91,000           | 229,000          |                        |
| Beginning fund balance            | 325,542        | 262,857        | 66,908                  | (127,000)                          | (63,845)           | 63,155                    | (127,000)          | 11,000           | (127,000)        |                        |
| Ending fund balance               | \$ 262,857     | \$ 66,908      | \$ (63,845)             | \$ 11,000                          | \$ 24,522          | \$ 13,522                 | \$ 11,000          | \$ 102,000       | \$ 102,000       |                        |

<sup>1</sup> Intergovernmental revenue reflects Oregon's State Revenue Sharing funds received into the Planning Fund plus a \$32,000 planning grant.

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

**Park Bond Fund**  
**for the City of West Linn**

[for informational purposes]

|                                   | Actual     |            |            | through the 4th Quarter of FY 2014 |                    |                         | 2014-2015 Biennium |                |              | [12 months]            |
|-----------------------------------|------------|------------|------------|------------------------------------|--------------------|-------------------------|--------------------|----------------|--------------|------------------------|
|                                   | FY 2011    | FY 2012    | FY 2013    | Flexible Budget                    | [12 months] Actual | [12 months] Variance    | FY 2014 Budget     | FY 2015 Budget | Total Budget | Flexible Budget Factor |
| Revenue                           |            |            |            |                                    |                    |                         |                    |                |              |                        |
| Interest                          | \$ 1,869   | \$ -       | \$ -       | \$ -                               | \$ -               | \$ -                    | \$ -               | \$ -           | \$ -         |                        |
| Expenditures                      |            |            |            |                                    |                    |                         |                    |                |              |                        |
| Materials & Services              | 2,243      | -          | -          | -                                  | -                  | -                       | -                  | -              | -            |                        |
| Capital outlay                    | 739,217    | -          | 9,311      | 131,000                            | 9,535              | 121,465                 | 131,000            | -              | 131,000      | 1.0000                 |
| Total expenditures                | 741,460    | -          | 9,311      | 131,000                            | 9,535              | 121,465                 | 131,000            | -              | 131,000      |                        |
| Revenue over (under) expenditures | (739,591)  | -          | (9,311)    | (131,000)                          | (9,535)            | 121,465                 | (131,000)          | -              | (131,000)    |                        |
| Beginning fund balance            | 874,833    | 135,242    | 135,242    | 131,000                            | 125,931            | (5,069)                 | 131,000            | -              | 131,000      |                        |
| Ending fund balance               | \$ 135,242 | \$ 135,242 | \$ 125,931 | \$ -                               | \$ 116,396         | \$ 116,396 <sup>1</sup> | \$ -               | \$ -           | \$ -         |                        |

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

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

[for informational purposes]

|                                   | Actual         |                |                      | through the 4th Quarter of FY 2014 |                    |                      | 2014-2015 Biennium |                  |                  | [12 months]            |
|-----------------------------------|----------------|----------------|----------------------|------------------------------------|--------------------|----------------------|--------------------|------------------|------------------|------------------------|
|                                   | FY 2011        | FY 2012        | FY 2013              | Flexible Budget                    | [12 months] Actual | [12 months] Variance | FY 2014 Budget     | FY 2015 Budget   | Total Budget     | Flexible Budget Factor |
| Revenue                           |                |                |                      |                                    |                    |                      |                    |                  |                  |                        |
| Property taxes                    | \$ 888,281     | \$ 834,004     | \$ 1,308,517         | \$ 1,380,000                       | \$ 1,406,964       | \$ 26,964            | \$ 1,380,000       | \$ 1,401,000     | \$ 2,781,000     | 1.0000                 |
| Interest                          | 180            | -              | -                    | -                                  | -                  | -                    | -                  | -                | -                | 1.0000                 |
| <b>Total revenue</b>              | <b>888,461</b> | <b>834,004</b> | <b>1,308,517</b>     | <b>1,380,000</b>                   | <b>1,406,964</b>   | <b>26,964</b>        | <b>1,380,000</b>   | <b>1,401,000</b> | <b>2,781,000</b> |                        |
| Expenditures                      |                |                |                      |                                    |                    |                      |                    |                  |                  |                        |
| Debt service                      |                |                |                      |                                    |                    |                      |                    |                  |                  |                        |
| Principal:                        |                |                |                      |                                    |                    |                      |                    |                  |                  |                        |
| 2012 GO Police Station            | -              | -              | 135,000 <sup>2</sup> | 220,000                            | 220,000            | - <sup>1</sup>       | 220,000            | 245,000          | 465,000          | 1.0000                 |
| 2010 GO Refunding                 | 210,000        | 200,000        | 220,000              | 240,000                            | 240,000            | - <sup>1</sup>       | 240,000            | 250,000          | 490,000          | 1.0000                 |
| 2009 GO Refunding                 | 470,000        | 490,000        | 505,000              | 515,000                            | 515,000            | - <sup>1</sup>       | 515,000            | 535,000          | 1,050,000        | 1.0000                 |
| Interest:                         |                |                |                      |                                    |                    |                      |                    |                  |                  |                        |
| 2012 GO Police Station            | -              | -              | 256,483              | 189,000                            | 188,638            | 362 <sup>1</sup>     | 189,000            | 185,000          | 374,000          | 1.0000                 |
| 2010 GO Refunding                 | 54,833         | 69,537         | 63,538               | 60,000                             | 59,138             | 862 <sup>1</sup>     | 60,000             | 55,000           | 115,000          | 1.0000                 |
| 2009 GO Refunding                 | 145,287        | 131,181        | 116,487              | 102,000                            | 101,337            | 663 <sup>1</sup>     | 102,000            | 86,000           | 188,000          | 1.0000                 |
| <b>Total expenditures</b>         | <b>880,120</b> | <b>890,718</b> | <b>1,296,508</b>     | <b>1,326,000</b>                   | <b>1,324,113</b>   | <b>1,887</b>         | <b>1,326,000</b>   | <b>1,356,000</b> | <b>2,682,000</b> |                        |
| Revenue over (under) expenditures | 8,341          | (56,714)       | 12,009               | 54,000                             | 82,851             | 28,851               | 54,000             | 45,000           | 99,000           |                        |
| Beginning fund balance            | 117,054        | 125,395        | 68,681               | 37,000                             | 80,690             | 43,690               | 37,000             | 91,000           | 37,000           |                        |
| Ending fund balance               | \$ 125,395     | \$ 68,681      | \$ 80,690            | \$ 91,000                          | \$ 163,541         | \$ 72,541            | \$ 91,000          | \$ 136,000       | \$ 136,000       |                        |

<sup>1</sup> 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).

<sup>2</sup> General obligation debt service payments for the bond issue that is funding the police station project began in FY 2013.

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

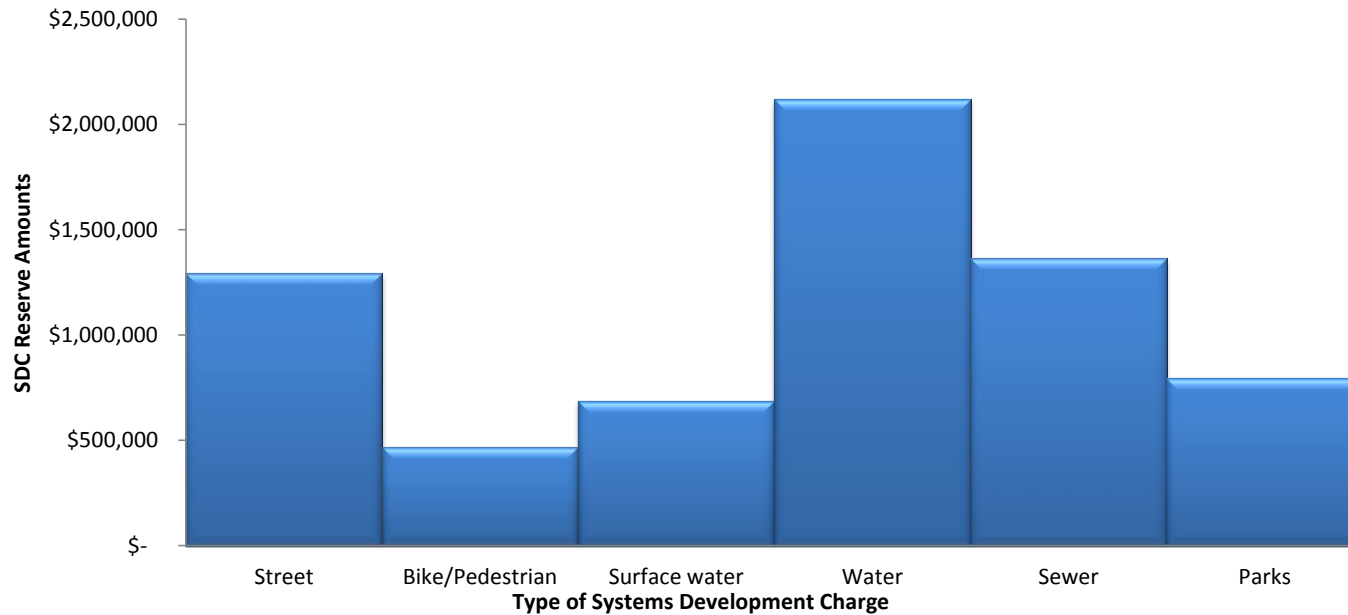
[for informational purposes]

|                                   | Actual       |              |              | through the 4th Quarter of FY 2014 |                    |                      | 2014-2015 Biennium |                |              | [12 months]            |
|-----------------------------------|--------------|--------------|--------------|------------------------------------|--------------------|----------------------|--------------------|----------------|--------------|------------------------|
|                                   | FY 2011      | FY 2012      | FY 2013      | Flexible Budget                    | [12 months] Actual | [12 months] Variance | FY 2014 Budget     | FY 2015 Budget | Total Budget | Flexible Budget Factor |
| Revenue                           |              |              |              |                                    |                    |                      |                    |                |              |                        |
| Interest                          | \$ 4,299     | \$ 499       | \$ 781       | \$ 5,000                           | \$ 775             | \$ (4,225)           | \$ 5,000           | \$ 5,000       | \$ 10,000    | 1.0000                 |
| Systems Development Charges       |              |              |              |                                    |                    |                      |                    |                |              |                        |
| Street                            | 219,107      | 263,854      | 279,321      | 200,000                            | 239,621            | 39,621               | 200,000            | 206,000        | 406,000      | 1.0000                 |
| Bike/Pedestrian                   | 212,759      | 97,276       | 81,151       | 25,000                             | 72,945             | 47,945               | 25,000             | 26,000         | 51,000       | 1.0000                 |
| Surface water                     | 10,484       | 11,296       | 11,695       | 10,000                             | 10,918             | 918                  | 10,000             | 11,000         | 21,000       | 1.0000                 |
| Water                             | 302,362      | 500,617      | 356,432      | 230,000                            | 402,150            | 172,150              | 230,000            | 237,000        | 467,000      | 1.0000                 |
| Sewer                             | 115,017      | 198,594      | 136,288      | 100,000                            | 119,979            | 19,979               | 100,000            | 103,000        | 203,000      | 1.0000                 |
| Parks                             | 167,338      | 694,250      | 502,911      | 300,000                            | 432,459            | 132,459              | 300,000            | 309,000        | 609,000      | 1.0000                 |
| Total revenue                     | 1,031,366    | 1,766,386    | 1,368,579    | 870,000                            | 1,278,847          | 408,847              | 870,000            | 897,000        | 1,767,000    |                        |
| Expenditures                      |              |              |              |                                    |                    |                      |                    |                |              |                        |
| Materials and services            | 1,014        | 12,378       | 4,222        | 50,000                             | 1,213              | 48,787               | 50,000             | 250,000        | 300,000      | 1.0000                 |
| Transfers                         | 36,000       | 11,000       | 11,629       | 200,000                            | 41,490             | 158,510              | 200,000            | -              | 200,000      | 1.0000                 |
| Capital outlay                    |              |              |              |                                    |                    |                      |                    |                |              |                        |
| Street                            | -            | 116,782      | -            | 450,000                            | 119,051            | 330,949              | 450,000            | 50,000         | 500,000      | 1.0000                 |
| Bike/Pedestrian                   | -            | -            | -            | 100,000                            | -                  | 100,000              | 100,000            | 100,000        | 200,000      | 1.0000                 |
| Surface water                     | -            | 39,518       | -            | 23,000                             | -                  | 23,000               | 23,000             | 20,000         | 43,000       | 1.0000                 |
| Water                             | -            | 130,419      | 412,580      | 1,051,000                          | 166,783            | 884,217              | 1,051,000          | 325,000        | 1,376,000    | 1.0000                 |
| Sewer                             | 385,569      | 39,518       | -            | 450,000                            | -                  | 450,000              | 450,000            | 255,000        | 705,000      | 1.0000                 |
| Parks                             | 67,025       | 225,838      | 431,137      | 325,000                            | 191,297            | 133,703              | 325,000            | 200,000        | 525,000      | 1.0000                 |
| Total expenditures                | 489,608      | 575,453      | 859,568      | 2,649,000                          | 519,834            | 2,129,166            | 2,649,000          | 1,200,000      | 3,849,000    |                        |
| Revenue over (under) expenditures | 541,758      | 1,190,933    | 509,011      | (1,779,000)                        | 759,013            | 2,538,013            | (1,779,000)        | (303,000)      | (2,082,000)  |                        |
| Beginning fund balance            | 3,727,616    | 4,269,374    | 5,460,307    | 5,413,000                          | 5,969,318          | 556,318              | 5,413,000          | 3,634,000      | 5,413,000    |                        |
| Ending fund balance               | \$ 4,269,374 | \$ 5,460,307 | \$ 5,969,318 | \$ 3,634,000                       | \$ 6,728,331       | \$ 3,094,331         | \$ 3,634,000       | \$ 3,331,000   | \$ 3,331,000 |                        |

**Summary of Ending Balances by Type of Systems Development Charge:**

|                 | Actual              |                     |                     | Flexible<br>Period  |                 | 2014-2015 Biennium  |                     |                     |
|-----------------|---------------------|---------------------|---------------------|---------------------|-----------------|---------------------|---------------------|---------------------|
|                 | FY 2011             | FY 2012             | FY 2013             |                     |                 | FY 2014             | FY 2015             | Total               |
| Street          | \$ 810,913          | \$ 945,277          | \$ 1,212,788        | \$ 1,292,293        | Street          | \$ 666,000          | \$ 815,000          | \$ 815,000          |
| Bike/Pedestrian | 219,339             | 315,921             | 396,793             | 469,658             | Bike/Pedestrian | 291,000             | 217,000             | 217,000             |
| Surface water   | 695,283             | 665,515             | 676,734             | 687,530             | Surface water   | 655,000             | 538,000             | 538,000             |
| Water           | 1,575,590           | 1,941,423           | 1,883,939           | 2,118,925           | Water           | 760,000             | 662,000             | 662,000             |
| Sewer           | 951,487             | 1,108,102           | 1,243,625           | 1,363,475           | Sewer           | 848,000             | 586,000             | 586,000             |
| Parks           | 16,762              | 484,069             | 555,439             | 796,450             | Parks           | 414,000             | 513,000             | 513,000             |
|                 | <u>\$ 4,269,374</u> | <u>\$ 5,460,307</u> | <u>\$ 5,969,318</u> | <u>\$ 6,728,331</u> |                 | <u>\$ 3,634,000</u> | <u>\$ 3,331,000</u> | <u>\$ 3,331,000</u> |

**SDC Reserves as of End of Flexible Period**



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

[for informational purposes]

|                                   | Actual              |                     |                     | through the 4th Quarter of FY 2014 |                     |                        | 2014-2015 Biennium  |                     |                     | [12 months]            |
|-----------------------------------|---------------------|---------------------|---------------------|------------------------------------|---------------------|------------------------|---------------------|---------------------|---------------------|------------------------|
|                                   | FY 2011             | FY 2012             | FY 2013             | Flexible Budget                    | [12 months] Actual  | [12 months] Variance   | FY 2014 Budget      | FY 2015 Budget      | Total Budget        | Flexible Budget Factor |
| <b>Revenue</b>                    |                     |                     |                     |                                    |                     |                        |                     |                     |                     |                        |
| Intergovernmental - gas taxes     | \$ 1,204,325        | \$ 1,372,076        | \$ 1,384,642        | \$ 1,414,000                       | \$ 1,451,422        | \$ 37,422 <sup>1</sup> | \$ 1,414,000        | \$ 1,428,000        | \$ 2,842,000        | 1.0000                 |
| Intergovernmental - grants        | 146,762             | -                   | -                   | -                                  | -                   | -                      | -                   | -                   | -                   | 1.0000                 |
| Street maintenance fee            | 792,586             | 870,438             | 903,952             | 947,000                            | 1,350,783           | 403,783 <sup>2</sup>   | 947,000             | 994,000             | 1,941,000           | 1.0000                 |
| Franchise fees                    | 103,189             | 112,895             | 112,842             | 121,000                            | 116,428             | (4,572)                | 121,000             | 127,000             | 248,000             | 1.0000                 |
| Interest                          | 722                 | -                   | -                   | -                                  | -                   | -                      | -                   | -                   | -                   | 1.0000                 |
| Miscellaneous                     | 327,898             | 170,483             | 163,589             | 52,000                             | 197,762             | 145,762                | 52,000              | 53,000              | 105,000             | 1.0000                 |
| <b>Total revenue</b>              | <b>2,575,482</b>    | <b>2,525,892</b>    | <b>2,565,025</b>    | <b>2,534,000</b>                   | <b>3,116,395</b>    | <b>582,395</b>         | <b>2,534,000</b>    | <b>2,602,000</b>    | <b>5,136,000</b>    |                        |
| <b>Expenditures</b>               |                     |                     |                     |                                    |                     |                        |                     |                     |                     |                        |
| Personnel services                | 453,082             | 490,123             | 514,202             | 582,000                            | 518,851             | 63,149                 | 582,000             | 605,000             | 1,187,000           | 1.0000                 |
| Material & services               | 433,496             | 433,428             | 526,857             | 498,000                            | 439,122             | 58,878                 | 498,000             | 526,000             | 1,024,000           | 1.0000                 |
| Debt service                      | 151,000             | 152,000             | 152,000             | 152,000                            | 151,000             | 1,000                  | 152,000             | 152,000             | 304,000             | 1.0000                 |
| Transfers                         | 659,000             | 529,000             | 550,000             | 660,000                            | 660,000             | -                      | 660,000             | 683,000             | 1,343,000           | 1.0000                 |
| Capital outlay                    | 516,782             | 415,419             | 403,959             | 1,095,000                          | 1,054,624           | 40,376                 | 1,095,000           | 1,098,000           | 2,193,000           | 1.0000                 |
| <b>Total expenditures</b>         | <b>2,213,360</b>    | <b>2,019,970</b>    | <b>2,147,018</b>    | <b>2,987,000</b>                   | <b>2,823,597</b>    | <b>163,403</b>         | <b>2,987,000</b>    | <b>3,064,000</b>    | <b>6,051,000</b>    |                        |
| Revenue over (under) expenditures | 362,122             | 505,922             | 418,007             | (453,000)                          | 292,798             | 745,798                | (453,000)           | (462,000)           | (915,000)           |                        |
| Beginning fund balance            | 928,973             | 1,291,095           | 1,797,017           | 2,067,000                          | 2,215,024           | 148,024                | 2,067,000           | 1,614,000           | 2,067,000           |                        |
| Ending fund balance               | <u>\$ 1,291,095</u> | <u>\$ 1,797,017</u> | <u>\$ 2,215,024</u> | <u>\$ 1,614,000</u>                | <u>\$ 2,507,822</u> | <u>\$ 893,822</u>      | <u>\$ 1,614,000</u> | <u>\$ 1,152,000</u> | <u>\$ 1,152,000</u> |                        |

<sup>1</sup> State gas tax revenues come from the \$0.30 cents per gallon which the State charges - there is also a \$0.184 cents per gallon Federal tax totaling \$0.484 for the consumer.

<sup>2</sup> Street maintenance fees increased 75% effective September 2013 for residential and no increase for commercial.

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

[for informational purposes]

|   | Actual            |                     |                        | through the 4th Quarter of FY 2014 |                     |                          | 2014-2015 Biennium |                   |                   | [12 months]            |
|---|-------------------|---------------------|------------------------|------------------------------------|---------------------|--------------------------|--------------------|-------------------|-------------------|------------------------|
|   | FY 2011           | FY 2012             | FY 2013                | Flexible Budget                    | [12 months] Actual  | [12 months] Variance     | FY 2014 Budget     | FY 2015 Budget    | Total Budget      | Flexible Budget Factor |
| <b>Revenue</b>                          |                   |                     |                        |                                    |                     |                          |                    |                   |                   |                        |
| Water services charges                  | \$ 2,902,041      | \$ 3,152,123        | \$ 3,484,998           | \$ 3,371,000                       | \$ 3,592,104        | \$ 221,104               | \$ 3,371,000       | \$ 3,486,000      | \$ 6,857,000      | 1.0000                 |
| Intergovernmental - LOT                 | -                 | -                   | -                      | -                                  | 5,428,771           | 5,428,771 <sup>1</sup>   | -                  | -                 | -                 | 1.0000                 |
| Interest                                | 7                 | -                   | -                      | -                                  | -                   | -                        | -                  | -                 | -                 | 1.0000                 |
| Miscellaneous                           | 63,105            | 60,431              | 63,546                 | 11,000                             | 58,586              | 47,586                   | 11,000             | 11,000            | 22,000            | 1.0000                 |
| Systems development charges             | 35,699            | 53,360              | 42,274                 | 31,000                             | 40,239              | 9,239                    | 31,000             | 32,000            | 63,000            | 1.0000                 |
| <b>Total revenue</b>                    | <b>3,000,852</b>  | <b>3,265,914</b>    | <b>3,590,818</b>       | <b>3,413,000</b>                   | <b>9,119,700</b>    | <b>5,706,700</b>         | <b>3,413,000</b>   | <b>3,529,000</b>  | <b>6,942,000</b>  |                        |
| <b>Expenditures</b>                     |                   |                     |                        |                                    |                     |                          |                    |                   |                   |                        |
| Personnel services                      | 522,158           | 522,988             | 457,132                | 618,000                            | 521,293             | 96,707                   | 618,000            | 637,000           | 1,255,000         | 1.0000                 |
| Materials and services                  | 1,298,377         | 1,347,850           | 1,524,505 <sup>2</sup> | 1,592,000                          | 1,436,501           | 155,499 <sup>2</sup>     | 1,592,000          | 1,653,000         | 3,245,000         | 1.0000                 |
| Debt service                            |                   |                     |                        |                                    |                     |                          |                    |                   |                   |                        |
| Principal                               | 80,000            | 85,000              | 90,000                 | 95,000                             | 95,000              | -                        | 95,000             | 105,000           | 200,000           | 1.0000                 |
| Interest                                | 68,608            | 63,822              | 60,013                 | 55,000                             | 54,694              | 306                      | 55,000             | 49,000            | 104,000           | 1.0000                 |
| Transfers                               | 743,000           | 657,000             | 684,000                | 703,000                            | 703,000             | -                        | 703,000            | 730,000           | 1,433,000         | 1.0000                 |
| Capital outlay                          | 62,205            | 27,871              | 599,493                | 466,000                            | 732,680             | (266,680)                | 466,000            | 510,000           | 976,000           | 1.0000                 |
| <b>Total expenditures</b>               | <b>2,774,348</b>  | <b>2,704,531</b>    | <b>3,415,143</b>       | <b>3,529,000</b>                   | <b>3,543,168</b>    | <b>(14,168)</b>          | <b>3,529,000</b>   | <b>3,684,000</b>  | <b>7,213,000</b>  |                        |
| Revenue over (under) expenditures       | 226,504           | 561,383             | 175,675                | (116,000)                          | 5,576,532           | 5,692,532                | (116,000)          | (155,000)         | (271,000)         |                        |
| Beginning fund balance                  | 468,296           | 694,800             | 1,256,183              | 996,000                            | 1,431,858           | 435,858                  | 996,000            | 880,000           | 996,000           |                        |
| Ending fund balance - total             | 694,800           | 1,256,183           | 1,431,858              | 880,000                            | 7,008,390           | 6,128,390                | 880,000            | 725,000           | 725,000           |                        |
| Restricted unspent LOT funds            | -                 | -                   | -                      | -                                  | (5,000,000)         | (5,000,000) <sup>1</sup> | -                  | -                 | -                 |                        |
| <b>Unrestricted ending fund balance</b> | <b>\$ 694,800</b> | <b>\$ 1,256,183</b> | <b>\$ 1,431,858</b>    | <b>\$ 880,000</b>                  | <b>\$ 2,008,390</b> | <b>\$ 1,128,390</b>      | <b>\$ 880,000</b>  | <b>\$ 725,000</b> | <b>\$ 725,000</b> |                        |

<sup>1</sup> This \$5 million is from City of Lake Oswego for the LOT right-of-way agreement and is restricted for the Bolton Reservoir capital improvement project.

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



**Environmental Services Fund**  
for the City of West Linn

[for informational purposes]

|                                   | Actual              |                     |                     | through the 4th Quarter of FY 2014 |                     |                          | 2014-2015 Biennium  |                     |                     | [12 months]            |
|-----------------------------------|---------------------|---------------------|---------------------|------------------------------------|---------------------|--------------------------|---------------------|---------------------|---------------------|------------------------|
|                                   | FY 2011             | FY 2012             | FY 2013             | Flexible Budget                    | [12 months] Actual  | [12 months] Variance     | FY 2014 Budget      | FY 2015 Budget      | Total Budget        | Flexible Budget Factor |
| Revenue                           |                     |                     |                     |                                    |                     |                          |                     |                     |                     |                        |
| Sewer services charges            | \$ 1,714,474        | \$ 1,934,533        | \$ 1,969,845        | \$ 2,134,000                       | \$ 2,041,382        | \$ (92,618) <sup>1</sup> | \$ 2,134,000        | \$ 2,241,000        | \$ 4,375,000        | 1.0000                 |
| Surface water services charges    | 627,169             | 666,751             | 695,736             | 735,000                            | 744,405             | 9,405 <sup>2</sup>       | 735,000             | 772,000             | 1,507,000           | 1.0000                 |
| Licenses and permits              | 53,006              | 76,355              | 71,856              | 53,000                             | 91,312              | 38,312                   | 53,000              | 54,000              | 107,000             | 1.0000                 |
| Interest                          | 2,839               | -                   | -                   | -                                  | -                   | -                        | -                   | -                   | -                   | 1.0000                 |
| Miscellaneous                     | 56                  | -                   | -                   | -                                  | 21,035              | 21,035                   | -                   | -                   | -                   | 1.0000                 |
| Systems development charges       | 105,261             | 106,068             | 76,036              | 81,000                             | 97,309              | 16,309                   | 81,000              | 83,000              | 164,000             | 1.0000                 |
| <b>Total revenue</b>              | <b>2,502,805</b>    | <b>2,783,707</b>    | <b>2,813,473</b>    | <b>3,003,000</b>                   | <b>2,995,443</b>    | <b>(7,557)</b>           | <b>3,003,000</b>    | <b>3,150,000</b>    | <b>6,153,000</b>    |                        |
| Expenditures                      |                     |                     |                     |                                    |                     |                          |                     |                     |                     |                        |
| Personnel services                | 475,767             | 524,754             | 427,504             | 744,000                            | 635,874             | 108,126                  | 744,000             | 774,000             | 1,518,000           | 1.0000                 |
| Materials and services            | 229,645             | 289,294             | 291,708             | 375,000                            | 250,435             | 124,565                  | 375,000             | 377,000             | 752,000             | 1.0000                 |
| Transfers                         | 1,119,000           | 1,070,000           | 1,117,000           | 1,094,000                          | 1,094,000           | -                        | 1,094,000           | 1,118,000           | 2,212,000           | 1.0000                 |
| Capital outlay                    | 389,856             | 588,801             | 900,024             | 1,576,000                          | 1,002,102           | 573,898                  | 1,576,000           | 1,582,000           | 3,158,000           | 1.0000                 |
| <b>Total expenditures</b>         | <b>2,214,268</b>    | <b>2,472,849</b>    | <b>2,736,236</b>    | <b>3,789,000</b>                   | <b>2,982,411</b>    | <b>806,589</b>           | <b>3,789,000</b>    | <b>3,851,000</b>    | <b>7,640,000</b>    |                        |
| Revenue over (under) expenditures | 288,537             | 310,858             | 77,237              | (786,000)                          | 13,032              | 799,032                  | (786,000)           | (701,000)           | (1,487,000)         |                        |
| Beginning fund balance            | 2,765,081           | 3,053,618           | 3,364,476           | 3,349,000                          | 3,441,713           | 92,713                   | 3,349,000           | 2,563,000           | 3,349,000           |                        |
| Ending fund balance               | <u>\$ 3,053,618</u> | <u>\$ 3,364,476</u> | <u>\$ 3,441,713</u> | <u>\$ 2,563,000</u>                | <u>\$ 3,454,745</u> | <u>\$ 891,745</u>        | <u>\$ 2,563,000</u> | <u>\$ 1,862,000</u> | <u>\$ 1,862,000</u> |                        |

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

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