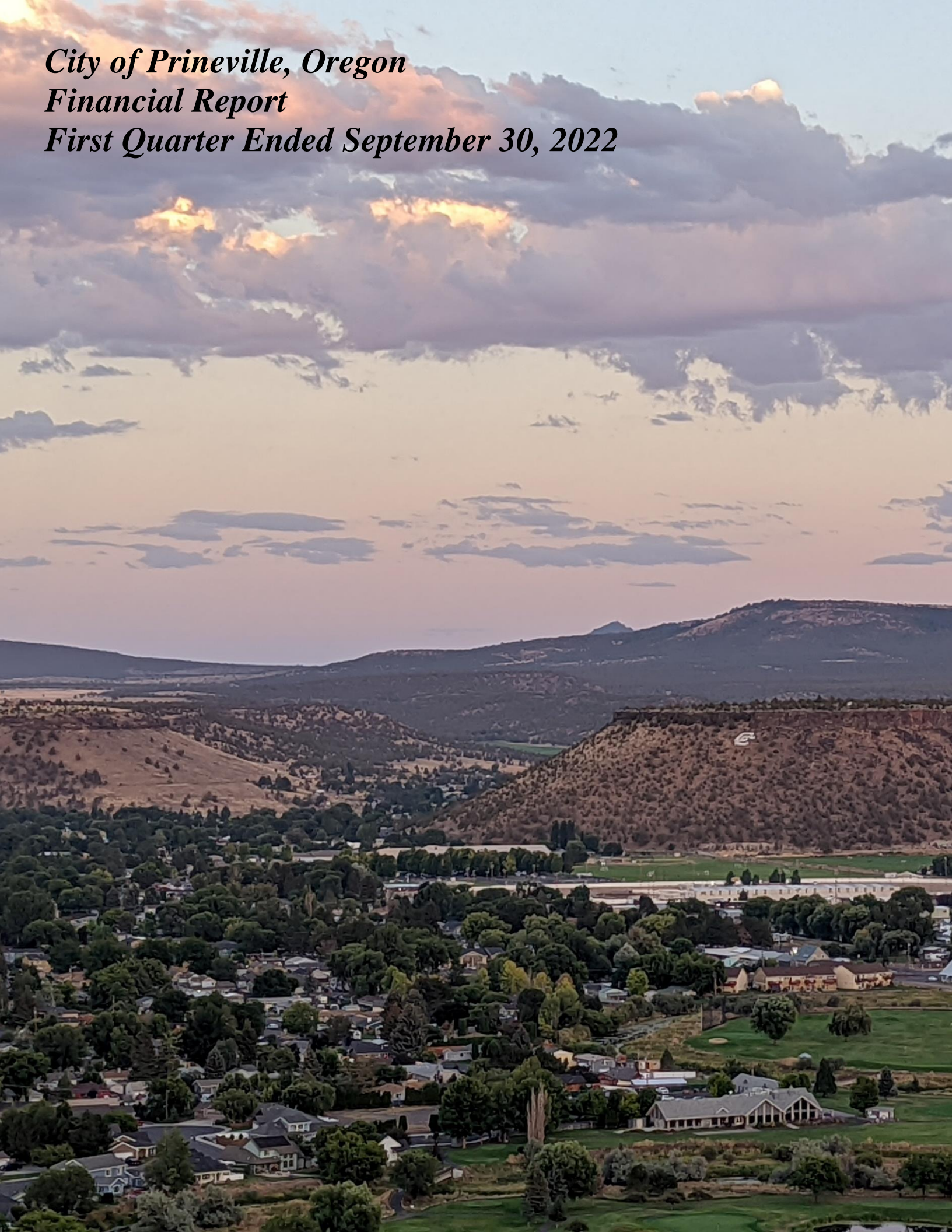


*City of Prineville, Oregon
Financial Report
First Quarter Ended September 30, 2022*



Executive Summary

The City of Prineville moved to a biennial budget in FY 20 resulting in some changes being made to the presentation of the quarterly financial report. The report includes a city-wide summary of beginning fund balances, current period resources and expenditures, and the ending fund balances for all funds. Included in the fund summaries, starting on page six, are comparisons of actual to budgeted amounts, and narrative explaining results and highlights for the quarter. The biennial budget comparison to actual is highlighted in blue in each of the funds. Annual budget estimates for FY 23 reflect the estimated budgeted amount left after taking out FY 22 amounts. The quarter budget estimates have been allocated proportionally of the fiscal year budget (25 percent). The financial information presented is unaudited.

Current Quarter Quarter budget estimates allocated at 25 percent of the fiscal year budget compared to actual			Year to Date Fiscal year 2023 remaining biennial budget after fiscal year 2022 amounts have been taken out compared to actual				Biennial budget comparison to actual		
Current Quarter		Quarter	Year to Date		Annual Est.	Annual Est.	Biennial		Biennial Budget
Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Budget %	Budget Balance	Budget	Budget %	Remaining Balance

During the first quarter ending September 30, 2022, the City’s financial condition decreased by approximately \$69,000. Funds with significant decreases in fund balance include the General Fund, Transportation, Administration and Building Facilities Fund. Funds with a significant increased to fund balance include the Emergency Dispatch Fund, the Transportation SDC Fund, Water SDC Fund, Airport and the Golf Course Fund. Capital improvements, the annual insurance payment, debt payoff and 911 user upgrades largely contributed to the decrease in the City’s financial condition.

Through the first quarter, General Fund revenues came in at roughly 28 percent of the annual budget or \$2.16 million. Property tax revenue is at 1 percent of the annual budget and is anticipated with property taxes being due in November. Transient lodging taxes are up in comparison to the prior year by roughly \$16,000. Franchise fees are at roughly 21 percent of the annual budget with collection up approximately \$74,000 in comparison to the prior year at quarter end. Electrical franchise fees are up in comparison to the prior year roughly \$50,000, due to two data center buildings coming on line this summer.

The Transportation’s fund balance decreased roughly 675,000 or -120 percent through quarter end. This is anticipated with the timing in which street projects are completed versus the timing in which revenue for the fund is received. First quarter state gas tax collection came in at roughly \$207,000 and is up approximately \$6,000 over the prior year quarter end. Capital improvements during the first quarter are largely associated with the transit grant, the Second Street storm water improvement project and the 2022 street rehabilitation project. Personnel services are at 28 percent of the annual budget with the retirement of the Streets Superintendent in the prior year and will need a budget adjustment before yearend.

In Emergency Dispatch, fund balance increased approximately \$254,000 or 35 percent at quarter end. Dispatch has made great strides in becoming fully staff during the first quarter. A new

September 30, 2022

Communications Director and two new dispatchers were hired during the first quarter. Personnel services was at roughly 16 percent of the budget with overtime at approximately 24 percent of the annual budget. Revenue collection through the first quarter was at roughly 29 percent of the annual budget.

In the SDC funds, ending fund balance increased in all three funds through the first quarter. Transportation SDC capital projects taking place during the first quarter include the Peters Road / Combs Flat extension project and the Peters and Main intersection safety improvement project. In the Water SDC Fund, the exploratory well project and the master plan update continued. In the Wastewater SDC Fund, capital projects were largely associated with the master plan update and the water reuse project. SDC collection during the first quarter was associated with roughly 19 housing starts and three commercial developments.

In the Railroad Fund, operational revenue comparisons to the prior year show revenues are down roughly -4 percent. Significant decreases are in the railroad operations, while the freight depot operations are up 21 percent. Overall operating expenditures are up in comparison to the prior year approximately 20 percent with increases in property insurance, track supplies, signal maintenance and the repairing of one of the garage doors at the freight depot. Fund balance decreased roughly \$65,000 or -5 percent at quarter end.

In the Airport Fund, fund balance increased approximately \$31,000 through the first quarter. Operating revenues are up roughly 12 percent with operating expenses up 11 percent in comparison to the prior year. Fuel sales are up in comparison to the prior year by roughly \$21,000 with increased fuel prices. Fuel inventory at quarter end totaled approximately \$106,000. Overall use of the airport has increased over the last year roughly 20 percent with the increased activity largely being associated with flight training. Hangar occupancy remains at 100 percent full and ramp occupancy is roughly at 30 percent.

Meadow Lakes Golf shows an increase in fund balance at quarter end of approximately \$157,000 or 22 percent. Operating revenue for the golf course is up in comparison to the prior year roughly 6 percent. Rounds of golf are down by approximately 400 rounds in comparison to the prior year though revenue continues to be record breaking. Golf course operating expenditures are up approximately 3 percent and maintenance expenditures are up roughly 28 percent over the prior year. The maintenance increase can largely be attributed to personnel costs, gas increases and needed pond maintenance.

In the Administration and Financial Support Services the fund balance decreased roughly -14 percent with Information Technology coming in at roughly 45 percent of the annual budget. This is largely due to upgrades to 911 infrastructure and 911 user equipment that continued from the prior year, through the first quarter. A budget adjustment may be needed prior to yearend due to increase costs associated with 911 infrastructure upgrades. All other departments in the Administration Fund are slightly under budget.

Through the first quarter the Building Facilities Fund balance decreased approximately \$321,000 or -34 percent. This decrease can largely be attributed to the lump sum pay off of debt of roughly

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\$460,000 for the Barnes Butte property. All departments are running below budget at quarter end with the exception of the Barnes Butte Department due to the debt payoff.

Other funds are as anticipated at quarter end. A summary is presented in each fund to provide an explanation of financial performance and operating issues. We appreciate comments on how we may be able to improve this report to enhance your understanding of the City's finances.

Sincerely,

Steve Forrester
City Manager

Lori Hooper,
Finance Director



Crooked River Round up Horse Races – July 2022

All City Funds

Fund	Current Budget	Unaudited	Current	Current	Ending	Change	Percentage
	Beginning Fund Balance	Actual Fund Balance	Year Resources	Year Expenditures	Fund Balance	in Fund Balance	Change in Fund Balance
General	\$ 2,457,879	\$ 2,568,614	\$ 2,446,588	\$ 2,759,935	\$ 2,255,267	\$ (313,347)	-12%
Transportation	293,392	562,527	456,129	1,131,562	(112,906)	(675,433)	-120%
Emergency Dispatch	318,126	722,419	666,313	412,253	976,479	254,060	35%
Planning	95,920	194,640	113,014	93,453	214,201	19,561	10%
Transportation SDC	477,045	1,315,973	656,956	20,089	1,952,840	636,867	48%
Water SDC	723,459	251,333	131,365	79,788	302,910	51,577	21%
Wastewater SDC	157,060	218,409	58,690	28,122	248,977	30,568	14%
PERS / POB Fund	1,567,918	1,575,757	111,024	-	1,686,781	111,024	7%
Railroad	1,217,660	1,217,264	239,629	304,703	1,152,190	(65,074)	-5%
Airport	33,936	11,787	327,511	296,787	42,511	30,724	261%
Water	994,618	2,019,033	1,234,065	1,322,600	1,930,498	(88,535)	-4%
Wastewater	2,072,424	1,388,118	1,153,314	943,648	1,597,784	209,666	15%
Golf Course and Restaurant	561,625	731,523	564,679	407,249	888,954	157,431	22%
Administration and Financial Services	534,849	481,632	781,036	850,281	412,387	(69,245)	-14%
Building Facilities	577,928	939,184	278,676	599,411	618,450	(320,734)	-34%
Plaza Maintenance	14,602	32,563	106	2,368	30,301	(2,262)	-7%
Public Works Support Services	370,738	559,911	526,810	562,178	524,543	(35,368)	-6%
Totals	\$ 12,469,179	\$ 14,790,687	\$ 9,745,905	\$ 9,814,424	\$ 14,722,168	\$ (68,519)	0%



City of Prineville and Crook County representatives in Washington D.C. for the biomass project in September 2022.

General Fund

The General Fund accounts for the City’s police and non-departmental operations and activities. The primary sources of revenue include property taxes, transient lodging taxes, franchise fees, and intergovernmental revenue.

Overall revenue collection through the first quarter is at approximately \$2.16 million or 28 percent of the annual budget. Property tax revenue is roughly 1 percent of the annual budget at quarter end and is as anticipated with property taxes being due in November. Transient lodging taxes are up in comparison to the prior year by roughly \$16,000. Franchise fees are at roughly 21 percent of the annual budget with overall collection up approximately \$74,000 over prior year. Electrical franchise fees are up in comparison to the prior year at quarter end roughly \$50,000 with two data center buildings coming online this summer.

Police spending through the first quarter was at approximately 26 percent of the annual budget. Personnel services are at roughly 31 percent of the annual budget with retainage bonuses being given out on July 1st. The Police Department had approximately 5 open positions at the beginning of the first quarter and was able to fill three of those positions by the end of August. Captain Larry Seymour (pictured below) was promoted to Chief of Police on July 1st following the retirement of the former Chief.

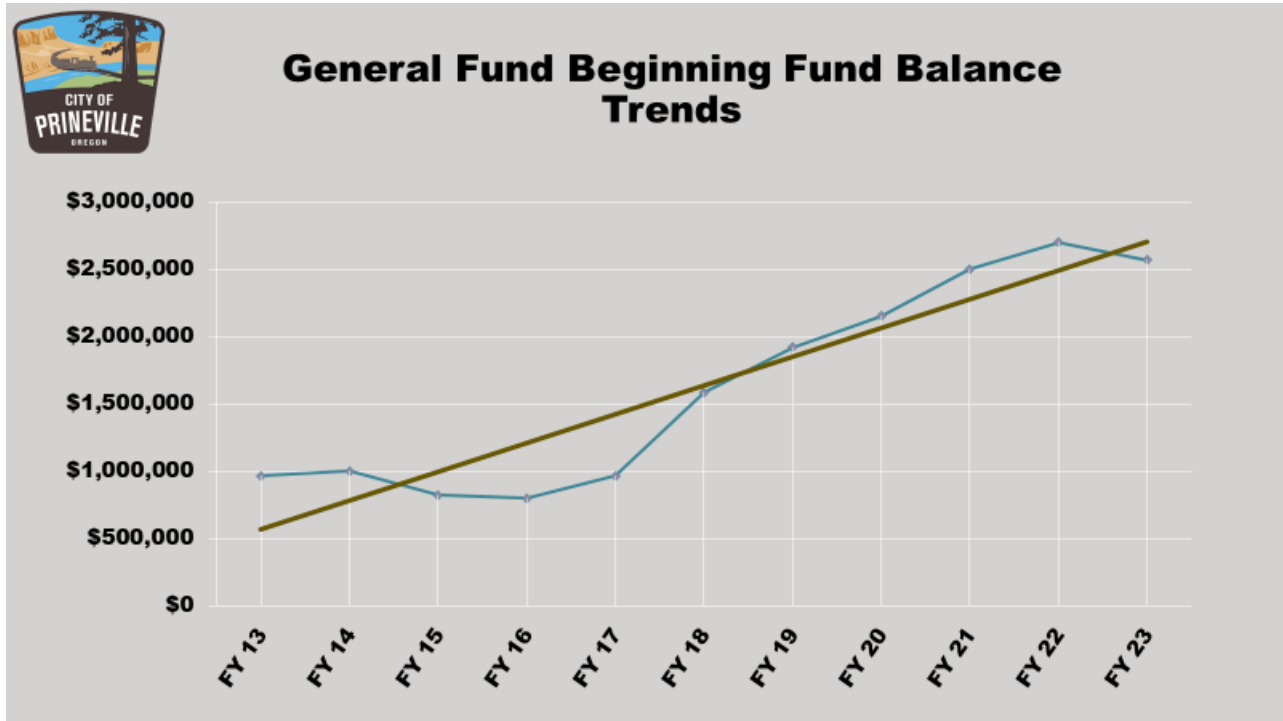
Non-Departmental is at roughly 38 percent of the annual budget. First quarter significant expenditures in Non- Departmental included \$214,000 for the Prineville Renewable Energy Project (PREP), \$100,000 for the annual airport support, \$92,000 for the CDBG – housing rehab program and \$67,000 in transient lodging taxes to the chamber of commerce.



In July, Captain Seymour was promoted to Chief of Police. Chief Seymour took on the responsibility of running the water truck for the Crooked River Round Up festivities later that month.

General Fund – Continued

Overall, the General Fund realized a decrease in fund balance of roughly \$313,000 or -12 percent through the first quarter. This was anticipated with a majority of property tax revenue coming in the second quarter. Annual beginning fund balance trends for the General Fund are shown below.



	Current Quarter			Year to Date				Biennial Budget	Biennial Actual to Date	Biennial Budget %
	Budget Est.	Actual	Quarter Budget %	Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Revenue										
Property taxes	\$ 649,250	\$ 14,357	2%	\$ 2,597,000	\$ 14,357	1%	\$ 2,582,643	\$ 5,160,000	\$ 2,577,376	50%
Transient lodging tax	44,625	179,307	402%	178,500	179,307	100%	(807)	700,000	700,758	100%
Franchise fees	1,001,925	573,714	57%	4,007,700	573,714	14%	3,433,986	7,834,400	4,400,421	56%
Licenses and permits	2,475	3,154	127%	9,900	3,154	32%	6,746	15,900	9,134	57%
Intergovernmental revenues	74,725	1,359,569	1819%	298,900	1,359,569	455%	(1,060,669)	1,987,800	3,220,452	162%
Charges for services	55,400	-	-	221,600	-	-	221,600	400,000	178,366	45%
Interest	1,750	7,683	439%	7,000	7,683	110%	(683)	20,000	20,797	104%
Miscellaneous	65,125	22,369	34%	260,500	22,369	9%	238,131	706,000	467,933	66%
Transfers	37,500	-	-	150,000	-	-	150,000	280,000	130,000	46%
Total revenue	\$ 1,932,775	\$ 2,160,152	112%	\$ 7,731,100	\$ 2,160,152	28%	\$ 5,570,948	\$ 17,104,100	\$ 11,705,237	68%
Expenditures										
Police	\$ 1,948,250	2,008,365	103%	\$ 7,793,000	2,008,365	26%	5,784,635	\$ 13,598,400	7,813,442	57%
Non-departmental	500,125	751,570	150%	2,000,500	751,570	38%	1,248,930	5,870,800	4,621,865	79%
Contingency				395,479				395,479		
Total expenditures	\$ 2,448,375	\$ 2,759,935	113%	\$ 10,188,979	\$ 2,759,935	27%	\$ 7,033,565	\$ 19,864,679	\$ 12,435,307	63%
Revenue over (under) expenditures	\$ (515,600)	(599,783)	-	\$ (2,457,879)	(599,783)	-23%	(1,462,617)	\$ (2,760,579)	(730,070)	-
Beginning fund balance	2,457,879	2,568,614		2,457,879	2,568,614	105%		2,760,579		
Ending fund balance	\$ 1,942,279	\$ 1,968,831		\$ -	\$ 1,968,831	-		\$ -		

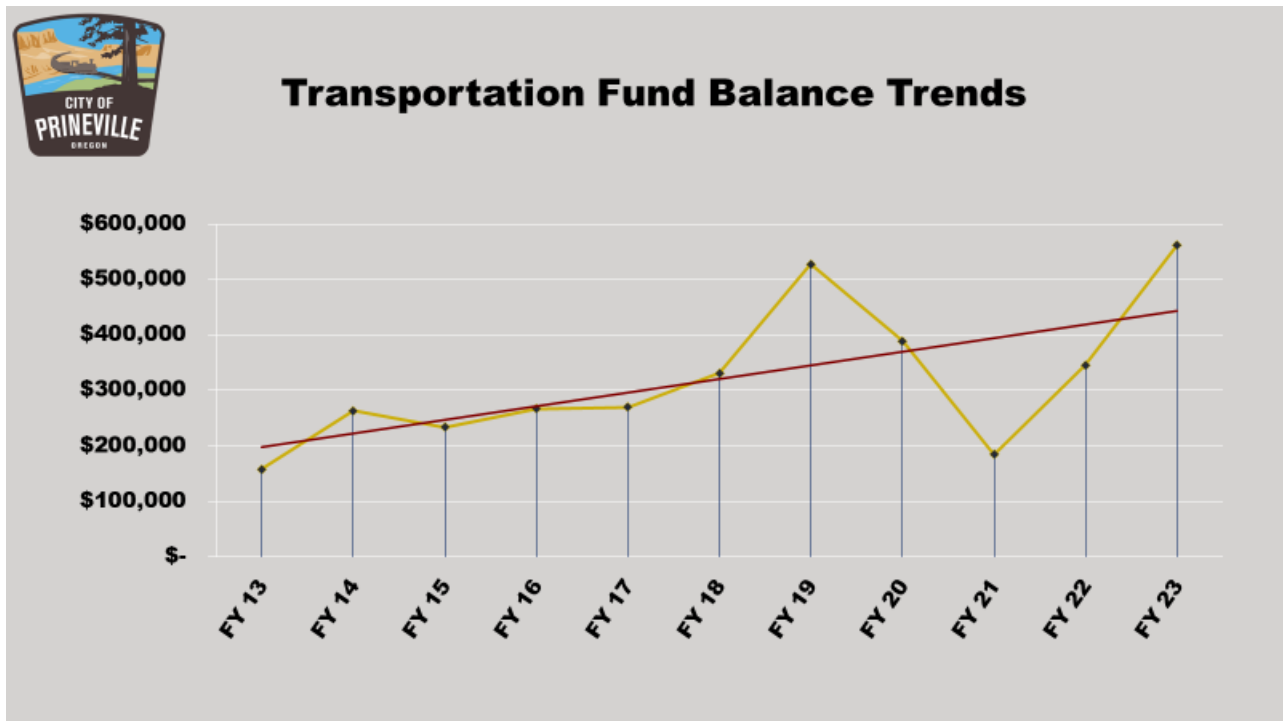
Transportation Fund

The Transportation Fund accounts for the operation and maintenance of the City’s streets, bike lanes, and sidewalk systems. Principal sources of revenue are state gas taxes allocated to cities, permits, and interest. Principal expenditures are for public works staff, patching, painting, slurry seals, signals, insurance and asphalt.

Revenue for the Transportation Fund through the first quarter is at approximately 24 percent of the annual budget. Intergovernmental revenue collection is at 24 percent of the annual budget with roughly \$207,000 coming in for gas taxes during the first quarter. State gas tax collection is up approximately \$6,000 over the prior year.

Expenditures through the first quarter are at approximately 51 percent of annual budget. First quarter capital expenses were largely associated with the transit grant, the Second Street storm water improvement project and the 2022 street rehabilitation project. The 2022 street rehabilitation project and the Second Street storm water improvement project came in a total of roughly \$191,000 above the engineers estimate and will require a budget adjustment prior to yearend. Personnel services are at 28 percent of the annual budget with the retirement of the previous Streets Superintendent in the prior year and will need a budget adjustment before the year ends.

Fund balance decreased roughly \$675,000 through the first quarter with capital improvement projects and the timing in which revenue is received being the major contributing factor to the decrease. Fund balance is expected to recover prior to yearend. Below are beginning fund balance trends for the Transportation Fund.



Transportation Fund - continued

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Franchise fees	\$ 92,250	\$ 88,250	96%	\$ 369,000	\$ 88,250	24%	\$ 280,750	\$ 709,000	\$ 428,250	60%
Intergovernmental	275,000	261,742	95%	1,100,000	261,742	24%	838,258	2,116,700	1,478,499	70%
Transfers	100,000	100,000	100%	400,000	100,000	25%	300,000	800,000	500,000	63%
Interest	1,750	1,969	113%	7,000	1,969	28%	5,031	2,000	5,206	260%
Miscellaneous	8,350	4,168	50%	33,400	4,168	12%	29,232	38,000	33,306	88%
Total revenue	\$ 477,350	\$ 456,129	96%	\$ 1,909,400	\$ 456,129	24%	\$ 1,453,271	\$ 3,665,700	\$ 2,445,261	67%
Expenditures										
Personnel services	\$ 58,200	\$ 65,372	112%	\$ 232,800	\$ 65,372	28%	167,428	\$ 526,300	\$ 358,848	68%
Material and services	92,325	176,827	192%	369,300	176,827	48%	192,473	606,300	413,799	68%
Capital outlay										
Improvements	194,150	757,862	390%	776,600	757,862	98%	18,738	1,509,200	1,490,376	99%
Transfers	131,500	131,500	100%	526,000	131,500	25%	394,500	1,035,500	641,000	62%
Contingency				298,092				298,093		
Total expenditures	\$ 476,175	\$ 1,131,562	238%	\$ 2,202,792	1,131,562	51%	\$ 773,138	\$ 3,975,393	\$ 2,904,024	73%
Revenue over (under) expenditures	\$ 1,175	\$ (675,433)	-	\$ (293,392)	\$ (675,433)	-120%	\$ 680,133	\$ (309,693)	\$ (458,763)	-
Beginning fund balance	293,392	562,527	192%	293,392	562,527	192%		309,693		
Ending fund balance	\$ 294,567	\$ (112,906)	-	\$ -	\$ (112,906)	-		\$ -		

Notes: A budget adjustment will be needed prior to yearend



Street paving projects being done during the first quarter.

Emergency Dispatch Fund

This fund accounts for the Emergency Dispatch operation. The operation provides dispatching and records management services for the public safety departments serving the Crook County area, with the exception of the State Police. The primary revenue sources are payments by users for services provided, including a transfer from the City’s Police Department in the General Fund. The operation is managed by the City’s Police Department.

Revenue collection for the Emergency Dispatch fund was approximately \$666,000 or 29 percent of the annual budget at quarter end. Intergovernmental revenue collection through the first quarter was at roughly \$475,000 with E-911 funds down over the prior year at quarter end roughly \$9,000 with a decrease in Oregon Emergency Management funds for maintenance reimbursements.

Expenditures are at approximately \$412,000 or 16 percent of the annual budget. Personnel services are 16 percent of the annual budget or approximately \$257,000 with overtime coming in at roughly \$24 percent of the annual budget. Dispatch has made great strides in becoming fully staffed during the first quarter. A new Communications Director and two new dispatchers were hired during the first quarter. Dispatch is still a couple of positions down and is looking to get those positions filled.

Fund balance increased roughly \$254,000 or 35 percent through the first quarter.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Revenue										
Intergovernmental	\$ 378,625	\$ 474,825	125%	\$ 1,514,500	\$ 474,825	31%	\$ 1,039,675	\$ 2,033,500	\$ 1,417,709	70%
Miscellaneous	325	-	-	1,300	-	-	1,300	8,000	6,754	84%
Interest	1,925	2,463	128%	7,700	2,463	32%	5,237	12,000	6,706	56%
Transfers from other funds	189,025	189,025	100%	756,100	189,025	25%	567,075	1,070,400	503,325	47%
Total revenue	\$ 569,900	\$ 666,313	117%	\$ 2,279,600	\$ 666,313	29%	\$ 1,613,287	\$ 3,123,900	\$ 1,934,494	62%
Expenditures										
Personnel services	\$ 398,450	\$ 256,929	64%	\$ 1,593,800	\$ 256,929	16%	1,336,871	\$ 2,565,700	\$ 1,228,781	48%
Material and services	82,500	103,948	126%	330,000	103,948	31%	226,052	630,000	403,886	64%
Capital outlay										
Equipment	32,950	-	-	131,800	-	-	131,800	270,000	138,177	51%
Transfers	51,375	51,375	100%	205,500	51,375	25%	154,125	401,000	246,875	62%
Contingency				336,626				336,626		
Total expenditures	\$ 565,275	\$ 412,253	73%	\$ 2,597,726	\$ 412,253	16%	\$ 1,848,847	\$ 4,203,326	\$ 2,017,718	48%
Revenue over (under) expenditures	\$ 4,625	\$ 254,060	5493%	\$ (318,126)	\$ 254,060	35%	\$ (235,560)	\$ (1,079,426)	\$ (83,224)	-
Beginning fund balance	318,126	722,419	227%	318,126	722,419	227%		1,079,426		
Ending fund balance	\$ 322,751	\$ 976,479	303%	\$ -	\$ 976,479	-		\$ -		

Planning Fund

The Planning Fund accounts for the planning activities of the City. A transfer of funds from General Fund to Planning helps support the short term planning needs of the city. General administrative costs are paid through internal charges to the Internal Services Fund for the following services based upon the cost to the department for using these services; administrative and financial services, risk management, computer and phone services. The costs of these services are at full cost, including replacement cost, thereby providing a more accurate cost of providing services.

Overall revenue collection through the first quarter came in at approximately \$113,000 or 25 percent of the annual budget. Revenue collection for the licenses and permits are at approximately 34 percent of the annual budget and are up roughly \$8,000 in comparison to the prior year at quarter end. The first quarter was very busy for the Planning Department. Development highlights for the quarter included the collection of SDC’s for roughly 19 residential starts and three commercial developments and the processing of a full zone change and Comprehensive Plan amendment to provide a “Convenience Commercial” zone in the industrial area above the grade.

Expenditures are at approximately \$93,000 or 17 percent of the annual budget at quarter end with both personnel services and material and services tracking below budget.

Fund balance increased roughly \$20,000 through the first quarter.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Quarter Actual	Quarter Budget %	Annual Budget Est.	Annual Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Revenue										
Licenses and permits	\$ 12,500	\$ 17,033	136%	\$ 50,000	\$ 17,033	34%	\$ 32,967	\$ 80,000	\$ 86,065	108%
Intergovernmental	2,000	-	-	8,000	-	-	8,000	10,000	2,003	20%
Charges for services	8,150	4,933	61%	32,600	4,933	15%	27,667	55,600	57,322	103%
Interest	250	1,048	419%	1,000	1,048	105%	(48)	2,000	2,169	108%
Transfers from other funds	90,000	90,000	100%	360,000	90,000	25%	270,000	710,000	440,000	62%
Total revenue	\$ 112,900	\$ 113,014	100%	\$ 451,600	\$ 113,014	25%	\$ 338,586	\$ 857,600	\$ 587,558	69%
Expenditures										
Personnel services	\$ 68,925	\$ 56,778	82%	\$ 275,700	\$ 56,778	21%	\$ 218,922	\$ 546,900	\$ 327,960	60%
Material and services	18,350	3,125	17%	73,400	3,125	4%	70,275	88,600	18,352	21%
Transfers	33,550	33,550	100%	134,200	33,550	25%	100,650	263,500	162,850	62%
Contingency				64,220				64,220		
Total expenditures	\$ 120,825	\$ 93,453	77%	\$ 547,520	\$ 93,453	17%	\$ 389,847	\$ 963,220	\$ 509,162	53%
Revenue over (under) expenditures	\$ (7,925)	\$ 19,561	-247%	\$ (95,920)	\$ 19,561	10%	\$ (51,261)	\$ (105,620)	\$ 78,396	-
Beginning fund balance	105,620	194,640	184%	95,920	194,640	203%		105,620		
Ending fund balance	\$ 97,695	\$ 214,201	219%	\$ -	\$ 214,201	-		\$ -		

Transportation SDC Fund

This fund accounts for the collection and expenditure of transportation system development charges. The primary revenue source is SDC's. Expenditures are for qualified capital improvement projects and related costs.

Revenue collection for the Transportation SDC fund is at approximately 30 percent of the annual budget at quarter end. SDC collection is roughly \$150,500 or 24 percent of the annual budget with roughly 19 residential starts and three commercial developments paying SDC's in the first quarter. Intergovernmental revenue collected during the first quarter, totaling \$500,000, is earmarked for the Main and Peters Road safety improvements.

Expenditures at quarter end were associated with capital projects for the Peters Road / Combs Flat extension project and the Peters and Main intersection safety improvement project.

Fund balance increased roughly \$637,000 or 48 percent through the first quarter, largely due to the grant of \$500,000 collected for the Peters and Main intersection safety improvement project.

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Intergovernmental	\$ 125,000	\$ 500,000	400%	\$ 500,000	\$ 500,000	100%	\$ -	\$ 1,400,000	\$ 1,400,000	100%
Miscellaneous	212,500	-	-	850,000	-	-	850,000	300,000	50,000	17%
Interest	6,349	6,457	102%	25,395	6,457	25%	18,938	8,000	10,326	129%
Transfers	37,500	-	-	150,000	-	-	150,000	150,000	-	0%
System development charges	159,325	150,500	94%	637,300	150,500	24%	486,800	900,000	743,247	83%
Total revenue	\$ 540,674	\$ 656,956	122%	\$ 2,162,695	\$ 656,956	30%	\$ 1,505,739	\$ 2,758,000	\$ 2,203,573	80%
Expenditures										
Material and services	\$ 4,425	\$ -	-	\$ 17,700	\$ -	-	\$ 17,700	\$ 20,000	\$ 2,233	11%
Capital outlay										
Improvements	576,899	20,089	3%	2,307,596	20,089	1%	2,287,507	3,400,000	1,112,493	33%
Transfers	11,175	-	-	44,700	-	-	44,700	75,000	30,289	40%
Contingency				269,744				269,745		
Total expenditures	\$ 592,499	\$ 20,089	3%	\$ 2,639,740	\$ 20,089	1%	\$ 2,349,907	\$ 3,764,745	\$ 1,145,016	30%
Revenue over (under) expenditures	\$ (51,825)	\$ 636,867	-1229%	\$ (477,045)	\$ 636,867	48%	\$ (844,168)	\$ (1,006,745)	\$ 1,058,558	
Beginning fund balance	477,045	1,315,973	276%	477,045	1,315,973	276%		1,006,745		
Ending fund balance	\$ 425,220	\$ 1,952,840	459%	\$ -	\$ 1,952,840	-		\$ -		

Water SDC Fund

This fund accounts for the collection and expenditure of water system development charges. The primary revenue source is SDC's. Expenditures are for qualified capital improvement projects and related costs.

Revenue through the first quarter is at approximately \$131,000 or 6 percent of the annual budget. First quarter revenues are largely associated with the collection of SDC's with roughly 19 housing starts and three commercial developments that paid SDC's in the first quarter.

Expenditures are at roughly \$80,000 through the first quarter and are largely associated with the exploratory well project and the master plan update.

At first quarter end, fund balance increased roughly \$52,000.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Revenue										
Interest	\$ 450	\$ 3,653	812%	\$ 1,800	\$ 3,653	203%	\$ (1,853)	\$ 4,000	\$ 6,767	169%
System development charges	177,425	127,712	72%	709,700	127,712	18%	581,988	1,300,000	718,047	55%
Transfers	-	-	-	-	-	-	-	1,200,000	1,200,000	0%
Miscellaneous	-	-	-	-	-	-	-	-	41,782	-
Intergovernmental	375,000	-	-	1,500,000	-	-	1,500,000	1,500,000	-	0%
Total revenue	\$ 552,875	\$ 131,365	24%	\$ 2,211,500	\$ 131,365	6%	\$ 2,080,135	\$ 4,004,000	\$ 1,966,596	49%
Expenditures										
Capital outlay										
Improvements	\$ 465,200	\$ 79,788	17%	\$ 1,860,800	\$ 79,788	4%	\$ 1,781,012	\$ 3,145,000	\$ 1,363,953	43%
Transfers	120,950	-	-	483,800	-	-	483,800	947,200	463,386	49%
Contingency	-	-	-	590,359	-	-	-	590,359	-	-
Total expenditures	\$ 586,150	\$ 79,788	14%	\$ 2,934,959	\$ 79,788	3%	\$ 2,264,812	\$ 4,682,559	\$ 1,827,339	39%
Revenue over (under) expenditures	\$ (33,275)	\$ 51,577	-155%	\$ (723,459)	\$ 51,577	21%	\$ (184,677)	\$ (678,559)	\$ 139,257	
Beginning fund balance	723,459	251,333	35%	723,459	251,333	35%		678,559		
Ending fund balance	\$ 690,184	\$ 302,910	44%	\$ -	\$ 302,910	-		\$ -		

Wastewater SDC Fund

This fund accounts for the collection and expenditure of wastewater system development charges. The primary revenue source is SDC's. Expenditures are for qualified capital improvement projects and related costs.

First quarter revenue came in at approximately \$59,000 or 17 percent of the annual budget. First quarter revenue can largely be attributed to SDC collection from roughly 19 housing starts and three commercial developments that paid SDC's in the first quarter.

Expenses through the first quarter are at roughly 6 percent of the annual budget. First quarter expenses are largely from capital improvements associated with the master plan update and the water reuse project.

Fund balance increased roughly \$31,000 or 14 percent.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Revenue										
Interest	\$ 750	\$ 944	126%	\$ 3,000	\$ 944	31%	\$ 2,056	\$ 4,000	\$ 2,122	53%
System development charges	87,275	57,746	66%	349,100	57,746	17%	291,354	640,000	364,561	57%
Total revenue	\$ 88,025	\$ 58,690	67%	\$ 352,100	\$ 58,690	17%	\$ 293,410	\$ 644,000	\$ 366,683	57%
Expenditures										
Material and services	\$ 4,725	\$ 2,528	53%	\$ 18,900	\$ 2,528	13%	\$ 16,372	\$ 20,000	\$ 3,559	18%
Capital outlay										
Improvements	61,700	25,595	41%	246,800	25,595	10%	221,206	275,000	53,729	20%
Transfers	57,450	-	-	229,800	-	-	229,800	444,000	214,133	48%
Contingency				13,660				13,660		
Total expenditures	\$ 123,875	\$ 28,122	23%	\$ 509,160	\$ 28,122	6%	\$ 467,378	\$ 752,660	\$ 271,421	36%
Revenue over (under) expenditures	\$ (35,850)	\$ 30,568	-85%	\$ (157,060)	\$ 30,568	14%	\$ (173,968)	\$ (108,660)	\$ 95,262	
Beginning fund balance	157,060	218,409	139%	157,060	218,409	139%		108,660		
Ending fund balance	\$ 121,210	\$ 248,977	205%	\$ -	\$ 248,977	-		\$ -		

PERS/ POB Fund

This fund accounts for the issuance of pension obligation debt to fund the City’s existing unfunded actuarial liability (UAL) and associated debt repayment. The principal source of revenue is charges to other funds with salaries subject to PERS via a surcharge. A transfer from the General Fund is included to pre-fund a portion of debt service costs. Expenditures are for payments to PERS for the UAL and for debt service requirements.

Revenue collection at first quarter end is at roughly 21 percent of the annual budget. Revenues are as anticipated with the annual transfer taking place in the fourth quarter.

Expenditures through the first quarter are as anticipated with the debt service payments coming out in December and June annually.

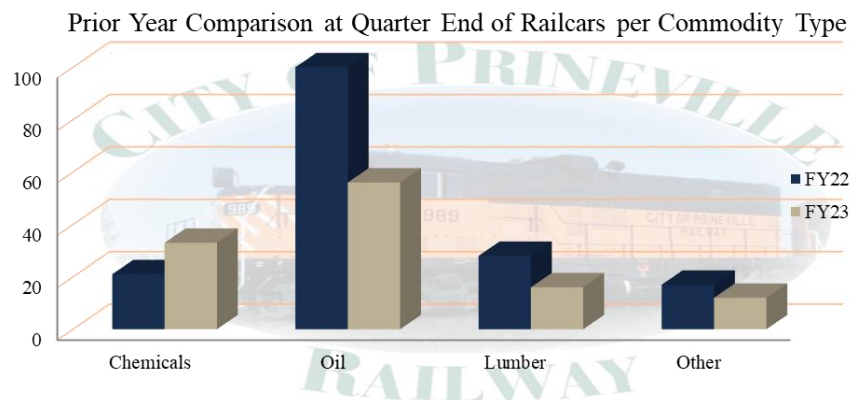
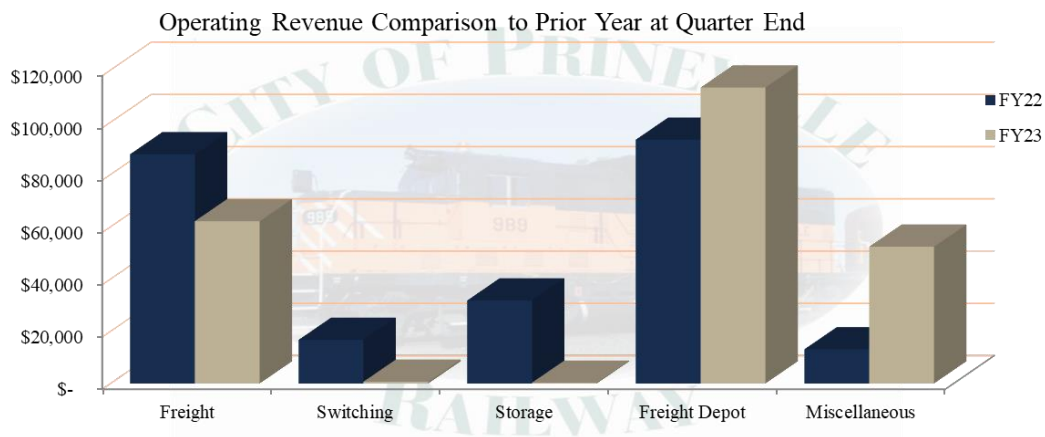
Fund balance increased approximately \$111,000 or 7 percent through the first quarter. Fund balance is being built up for the potential of creating another side account to further stabilize PERS rates for the City.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Revenue										
Charges for services	\$ 105,368	\$ 105,550	100%	\$ 421,470	\$ 105,550	25%	\$ 315,920	\$ 815,200	\$ 505,650	62%
Interest	650	5,474	842%	2,600	5,474	211%	(2,874)	10,000	12,944	129%
Transfer from other funds	25,000	-	-	100,000	-	-	100,000	200,000	100,000	50%
Total revenue	\$ 131,018	\$ 111,024	85%	\$ 524,070	\$ 111,024	21%	\$ 413,046	\$ 1,025,200	\$ 618,594	60%
Expenditures										
Debt service										
Principal - POB 2013	65,070	-	-	260,280	-	-	260,280	497,500	237,212	48%
Interest - POB 2013	15,825	-	-	63,300	-	-	63,300	135,400	72,072	53%
Contingency				1,469,208				1,469,208		
Total expenditures	\$ 80,895	\$ -	-	\$ 1,792,788	\$ -	-	\$ 323,580	\$ 2,102,108	\$ 309,285	15%
Revenue over (under) expenditures	\$ 50,123	\$ 111,024	222%	\$ (1,268,718)	\$ 111,024	7%	\$ 89,466	\$ (1,076,908)	\$ 309,309	
Debt service reserve	299,200			299,200				299,200		
Beginning fund balance	1,567,918	1,575,757	100%	1,567,918	1,575,757	100%		1,376,108		
Ending fund balance	\$ 1,618,041	\$ 1,686,781	104%	\$ -	\$ 1,686,781	-		\$ -		

Railroad Fund

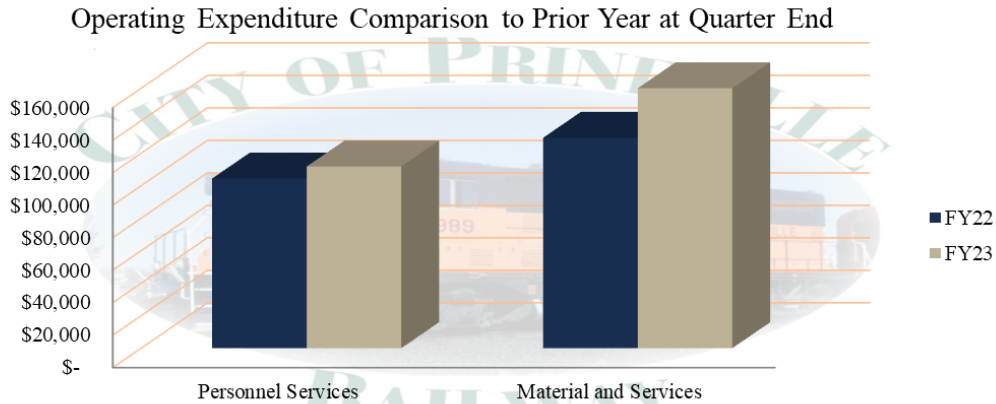
This fund accounts for the activities of the City’s railroad operation and for the City’s freight depot operation. Starting in FY 14 the Railroad and Freight Depot Funds were consolidated. Primary revenue sources are payments for the use of railroad and freight depot facilities and related services. Expenditures are for the railroad and freight depot operations, including repair, debt service and capital improvements. Additionally, transfers to other City operations are budgeted.

First quarter revenue collections are at approximately \$240,000 or 24 percent of the annual budget. Charges for services for the railroad are at approximately \$65,000 or 18 percent of the annual budget, with the freight depot at approximately \$113,000 or 31 percent of annual budget. Overall revenue is down in comparison to the prior year roughly -4 percent. Overall charges for services for the railroad are down significantly while freight depot charges for services are up 21 percent in comparison to the prior year. The decrease in railway charges for services can largely be attributed to the lack of storage cars, the switching fees that go with the movement of those cars and a decrease in freight cars overall. The average freight charge in comparison to the prior year quarter end has increased roughly \$55 per car largely due to increased fuel surcharges. The increases in freight depot charges for services is largely due to increased lease revenue from Heniff Transportation and an increase of customers utilizing the freight depot. Below is a prior year comparison at quarter end of operating revenues for the Railroad Fund and a comparison of the number of cars per commodity type.



Railroad Fund- Continued

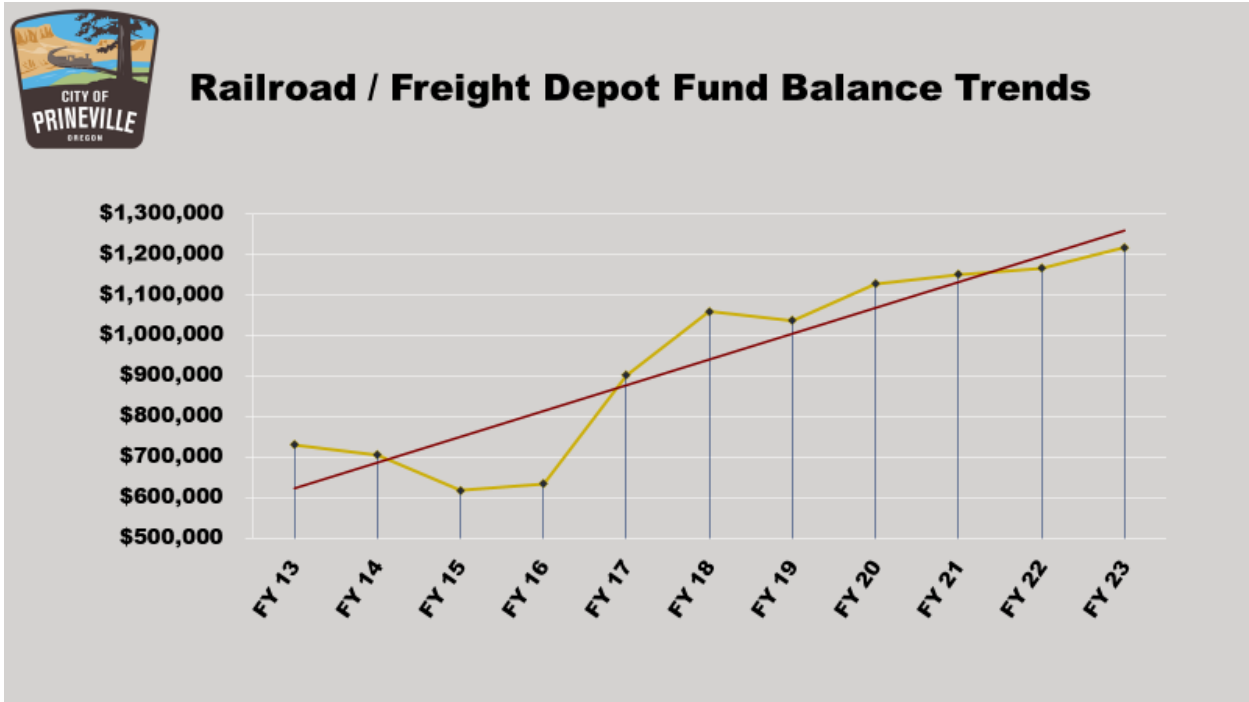
Overall expenditures at quarter end are at approximately \$305,000 or 14 percent of the annual budget. Materials and services are at roughly 51 percent of the annual budget or \$170,000, which includes approximately \$93,000 in liability insurance. Overall operating expenditures are up in comparison to the prior year 20 percent with increases in property insurance, track supplies, signal maintenance and the repairing of one of the garage doors at the freight depot. Railroad crossing work was completed during the first quarter (pictured below). Below is a graph comparison of operating expenditures at quarter end to prior year.



Railroad crossing work done during the first quarter with the help of Public Works.

Fund balance decreased roughly \$65,000 or -5 percent through the first quarter. Beginning fund balance trends are on the following page.

Railroad Fund- Continued

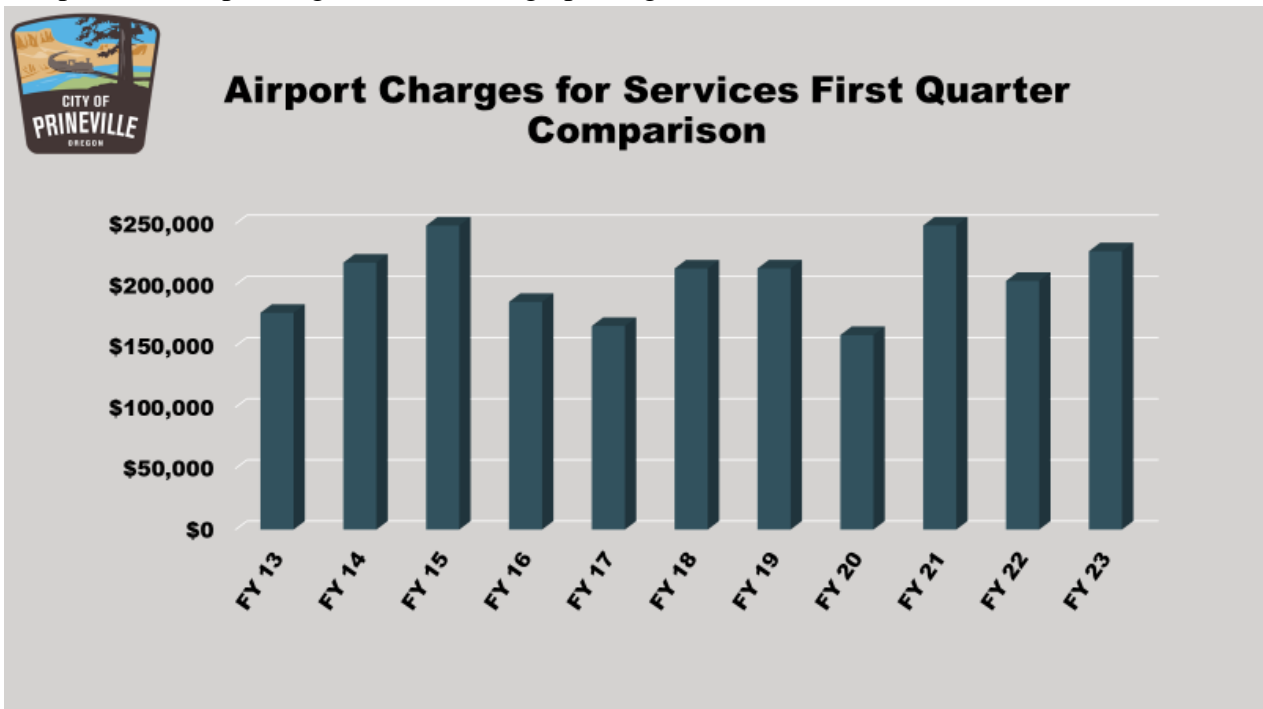


	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Revenue										
Charges for services										
Railroad	\$ 93,000	\$ 65,325	70%	\$ 372,000	\$ 65,325	18%	\$ 306,675	\$ 682,000	\$ 375,558	55%
Freight Depot	91,750	113,298	123%	367,000	113,298	31%	253,702	784,000	548,176	70%
Use of money and property	54,500	8,634	16%	218,000	8,634	4%	209,366	319,600	110,099	34%
Miscellaneous	11,000	52,372	476%	44,000	52,372	119%	(8,372)	215,000	223,816	104%
Total revenue	\$ 250,250	\$ 239,629	96%	\$ 1,001,000	\$ 239,629	24%	\$ 761,371	\$ 2,000,600	\$ 1,257,649	63%
Expenditures										
Personnel services	\$ 112,500	\$ 111,828	99%	\$ 450,000	\$ 111,828	25%	\$ 338,172	\$ 885,800	\$ 547,594	62%
Material and services	82,925	170,000	205%	331,700	170,000	51%	161,700	584,100	422,389	72%
Capital outlay										
Improvements	4,225	-	-	16,900	-	-	16,900	205,000	188,098	92%
Transfers	22,875	22,875	100%	91,500	22,875	25%	68,625	182,600	113,975	62%
Contingency				1,328,560				1,328,560		
Total expenditures	\$ 222,525	\$ 304,703	137%	\$ 2,218,660	\$ 304,703	14%	\$ 585,397	\$ 3,186,060	\$ 1,272,057	40%
Revenue over (under) expenditures	\$ 27,725	\$ (65,074)	-	\$ (1,217,660)	\$ (65,074)	-5%	\$ 175,974	(1,185,460)	(14,407)	
Beginning fund balance	1,217,660	1,217,264	100%	1,217,660	1,217,264	100%		1,185,460		
Ending fund balance	\$ 1,245,385	\$ 1,152,190	93%	\$ -	\$ 1,152,190	-		\$ -		

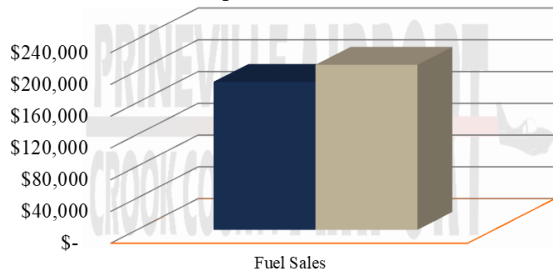
Airport Fund

This fund accounts for the activities of the airport. The airport’s main source of operating revenue is through charges for services that revolve around fuel sales and hangar leases. Expenditures are for general operations of the airport including cost of goods sold, maintenance and capital improvements.

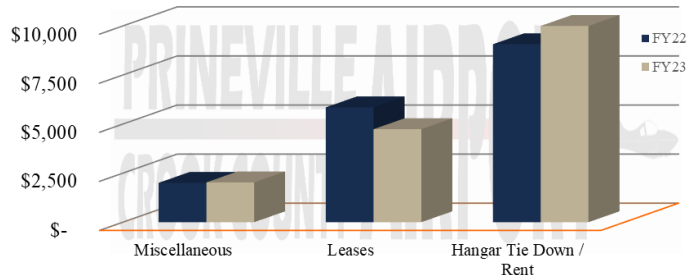
Revenue collection through the first quarter came in at approximately 24 percent of the annual budget or \$328,000 with the City making their annual support payment in the first quarter. Overall charges for services are up approximately 12 percent over the prior year largely due to increased fuel prices. Fuel margins at quarter end were 17 percent for Jet A and 21 percent for 100LL. Below are charges for services trends at first quarter end. Following that are prior year comparison for operating revenue making up charges for services.



Fuel Revenue Comparison to Prior Year Quarter End



Other Operating Revenue Comparison to Prior Year Quarter End

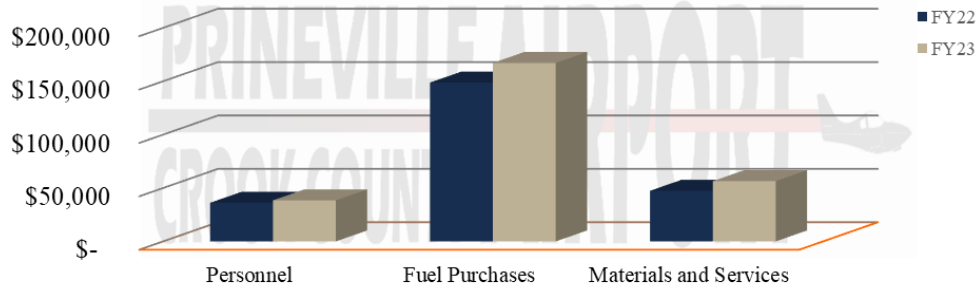


Overall use of the airport has increased over the last year roughly 20 percent with the increased activity largely being associated with flight training. Hangar occupancy remains at 100 percent full and ramp occupancy is roughly at 30 percent. Hangars continue to be built at the airport with a new large hangar being completed, one in the framing stage and two more are expected to be submitting for permits in the second quarter.

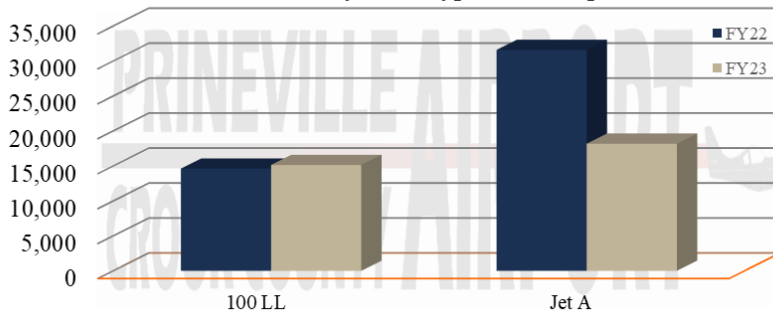
Airport Fund – Continued

Overall expenditures at quarter end are at approximately \$297,000 or 22 percent of the annual budget. Overall operating expenses are up roughly 11 percent over the prior year largely due to increases in fuel pricing and inflation. Fuel inventory is at approximately \$106,000 at quarter end. Below is a prior year comparison of operating expenditures and following that is a breakdown of gallons sold by fuel type in comparison to the prior year at quarter end.

Operating Expenditure Comparison to Prior Year Quarter End



Gallons Sold by Fuel Type Q1 Comparison



Fund balance increased roughly \$31,000 through the first quarter with the City making its annual contribution in the first quarter.

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Intergovernmental	\$ 62,500	\$ -	-	\$ 250,000	\$ -	-	\$ 250,000	\$ 430,000	\$ 180,000	42%
Charges for services	234,850	227,493	97%	939,400	227,493	24%	711,907	1,874,000	1,114,736	59%
Interest	200	18	9%	800	18	2%	782	1,000	232	23%
Transfers	37,500	100,000	267%	150,000	100,000	67%	50,000	200,000	150,000	75%
Total revenue	\$ 335,050	\$ 327,511	98%	\$ 1,340,200	\$ 327,511	24%	\$ 1,012,689	\$ 2,505,000	\$ 1,444,968	58%
Expenditures										
Personnel service	\$ 39,800	\$ 38,470	97%	\$ 159,200	\$ 38,470	24%	\$ 120,730	\$ 329,000	\$ 208,191	63%
Materials and services	222,525	219,417	99%	890,100	219,417	25%	670,683	1,678,000	1,007,250	60%
Capital outlay	25	-	-	100	-	-	100	100	-	0%
Debt service										
Les Schwab Hangar	6,250	25,000	400%	25,000	25,000	100%	-	50,000	50,000	100%
Transfers	51,400	13,900	27%	205,600	13,900	7%	191,700	389,200	197,500	51%
Contingency				94,136				94,136		
Total expenditures	\$ 320,000	\$ 296,787	93%	\$ 1,374,136	\$ 296,787	22%	\$ 983,213	\$ 2,540,436	\$ 1,462,941	58%
Revenue over (under) expenditures	\$ 15,050	\$ 30,724	204%	\$ (33,936)	\$ 30,724	261%	\$ 29,476	\$ (35,436)	\$ (17,972)	
Beginning fund balance	33,936	11,787	35%	33,936	11,787	35%		35,436		
Ending fund balance	\$ 48,986	\$ 42,511	87%	\$ -	\$ 42,511	-		\$ -		

Water Fund

This fund accounts for the activities of the City’s water utility. The primary source of revenue is water sales and expenditures are for the operation of the system including repair and maintenance of infrastructure.

Overall revenue collection through the first quarter came in at approximately \$1.23 million or 33 percent of the annual budget. Revenue associated with charges for service came in at roughly \$1.23 million which is a decrease in comparison to the prior year of roughly \$99,000. This decrease can largely be attributed to the bulk water sales from the prior year being increased with the data center construction.

First quarter expenditures are at approximately \$1.32 million or 30 percent of the annual budget. Materials and services are currently at 43 percent of the annual budget with \$45,000 in emergency repairs needed at the airport well, \$25,000 for water meters and \$77,000 in insurance renewals. First quarter capital expenditures are at roughly 59 percent of the annual budget and are largely associated with waterline rehabilitation projects totaling roughly \$485,000.

Fund balance decreased roughly \$89,000 or -4 percent through the first quarter.

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Charges for services	\$ 898,150	\$ 1,227,139	137%	\$ 3,592,600	\$ 1,227,139	34%	\$ 2,365,461	\$ 6,035,000	\$ 4,586,727	76%
Interest	1,250	3,712	297%	5,000	3,712	74%	1,288	10,000	8,758	88%
Miscellaneous	-	3,214	-	-	3,214	-	(3,214)	1,000	71,763	7176%
Debt proceeds	-	-	-	-	-	-	-	1,915,100	1,915,036	100%
Transfers	35,250	-	-	141,000	-	-	141,000	340,600	199,556	59%
Total revenue	\$ 934,650	\$ 1,234,065	132%	\$ 3,738,600	\$ 1,234,065	33%	\$ 2,504,535	\$ 8,301,700	\$ 6,781,841	82%
Expenditures										
Materials and services	\$ 214,625	\$ 368,039	171%	\$ 858,500	\$ 368,039	43%	\$ 490,461	1,570,800	\$ 1,080,334	69%
Franchise fee expense	37,000	37,000	100%	148,000	37,000	25%	111,000	292,000	181,000	62%
Capital outlay										
Improvements	227,000	535,136	236%	908,000	535,136	59%	372,864	1,055,000	681,851	65%
Debt service										
Principal										
Refunding bond 2017	-	-	-	-	-	-	-	1,892,200	1,892,115	100%
Water revenue bond 2003	36,100	-	-	144,400	-	-	144,400	144,400	-	-
2021 Refinancing	40,050	-	-	160,200	-	-	-	326,100	165,887	51%
Interest										
Refunding bond 2017	-	-	-	-	-	-	-	14,000	13,753	98%
Water revenue bond 2003	27,800	-	-	111,200	-	-	111,200	134,700	23,537	17%
2021 Refinancing	5,300	-	-	21,200	-	-	21,200	36,100	14,933	41%
Transfers	382,425	382,425	100%	1,529,700	382,425	25%	1,147,275	3,036,000	1,888,725	62%
Contingency				515,818				515,818		
Total expenditures	\$ 970,300	\$ 1,322,600	136%	\$ 4,397,018	\$ 1,322,600	30%	\$ 2,398,400	\$ 9,017,118	\$ 5,942,134	66%
Revenue over (under) expenditures	\$ (35,650)	\$ (88,535)	-	\$ (658,418)	\$ (88,535)	-4%	\$ 106,135	\$ (715,418)	\$ 839,706	
Debt service reserve	336,200			336,200				336,200		
Beginning fund balance	994,618	2,019,033	203%	994,618	2,019,033	203%		1,051,618		
Ending fund balance	\$ 958,968	\$ 1,930,498	201%	\$ -	\$ 1,930,498	-		\$ -		

Wastewater Fund

This fund accounts for the activities of the City’s wastewater and treatment facilities. The primary source of revenue is sewer service fees. Expenditures are for the operation of the wastewater system including repair and maintenance of infrastructure and debt service related to infrastructure costs.

Overall revenue collection at quarter end is at approximately \$1.15 million or 25 percent of the annual budget. Revenue collection for charges for services was roughly \$1.12 million or 25 percent of annual budget which is a decrease of approximately \$7,000 from the prior year. This decrease can largely be attributed to less water usage over the summer resulting in less sewer by consumption charges.

Expenditures at quarter end came in at roughly \$944,000 or 16 percent of the annual budget with all appropriation categories coming in at or below budget at quarter end. First quarter capital expenditures totaled approximately \$81,000 and were for a new pump at the wastewater treatment plant (WWTP), rock crushing and WWTP chlorination conversion.

Fund balance increased roughly \$210,000 or 15 percent through the first quarter.



Wastewater Treatment Plant Screens being cleaned by staff in July 2022

Wastewater Fund - Continued

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Charges for services	\$ 1,099,225	\$ 1,116,118	102%	\$ 4,396,900	\$ 1,116,118	25%	\$ 3,280,782	\$ 8,644,300	\$ 5,393,810	62%
Interest	2,225	6,751	303%	8,900	6,751	76%	2,149	20,000	17,909	90%
Transfers	-	-	-	-	-	-	-	511,300	511,300	100%
Miscellaneous	21,950	30,445	139%	87,800	30,445	35%	57,355	167,400	110,018	66%
SDCs - reimbursement fees	42,875	-	-	171,500	-	-	171,500	371,000	199,528	54%
Debt proceeds	-	-	-	-	-	-	-	4,961,500	4,961,475	100%
Intergovernmental	-	-	-	-	-	-	-	-	126	-
Total revenue	\$ 1,166,275	\$ 1,153,314	99%	\$ 4,665,100	\$ 1,153,314	25%	\$ 3,511,786	\$ 14,675,500	\$ 11,194,167	76%
Expenditures										
Personnel services	\$ 81,825	\$ 60,912	74%	\$ 327,300	\$ 60,912	19%	\$ 266,388	\$ 509,600	\$ 243,129	48%
Materials and services	278,200	256,648	92%	1,112,800	256,648	23%	856,152	2,838,600	1,982,406	70%
Franchise fee expense	51,250	51,250	100%	205,000	51,250	25%	153,750	401,000	247,250	62%
Capital outlay										
Improvements	184,050	80,838	44%	736,200	80,838	11%	655,362	1,256,600	601,184	48%
Debt service										
Principal										
2021 Refinancing	183,175	-	-	732,700	-	-	732,700	1,179,000	446,269	38%
DEQ CWSRF R74682/2	-	-	-	-	-	-	-	2,962,200	2,962,108	100%
Refunding 2017	-	-	-	-	-	-	-	2,207,900	2,207,885	100%
State of Oregon IFA	6,900	-	-	27,600	-	-	27,600	54,900	27,291	50%
USDA 2015	15,675	-	-	62,700	-	-	62,700	123,600	60,922	49%
Interest										
2021 Refinancing	13,700	-	-	54,800	-	-	54,800	93,500	38,689	41%
DEQ CWSRF R74682/2	-	-	-	-	-	-	-	45,300	45,291	100%
Refunding 2017	-	-	-	-	-	-	-	16,100	16,048	100%
State of Oregon IFA	1,625	-	-	6,500	-	-	6,500	13,300	6,765	51%
USDA 2015	25,925	-	-	103,700	-	-	103,700	208,900	105,238	50%
Fees										
DEQ CWSRF R74682/2	-	-	-	-	-	-	-	14,900	14,811	99%
Transfers	494,000	494,000	100%	1,976,000	494,000	25%	1,482,000	3,911,900	2,429,900	62%
Contingency				602,224				602,224		
Total expenditures	\$ 1,336,325	\$ 943,648	71%	\$ 5,947,524	\$ 943,648	16%	\$ 4,401,652	\$ 16,439,524	\$ 11,435,185	70%
Revenue over (under) expenditures	\$ (170,050)	\$ 209,666	-123%	\$ (1,282,424)	\$ 209,666	15%	\$ (889,866)	\$ (1,764,024)	\$ (241,018)	
Other resources / (requirements)										
Debt service reserve	790,000			790,000				790,000		
Beginning fund balance	2,072,424	1,388,118	67%	2,072,424	1,388,118	67%		2,554,024		
Ending fund balance	\$ 1,902,374	\$ 1,597,784	84%	\$ -	\$ 1,597,784	-		\$ -		

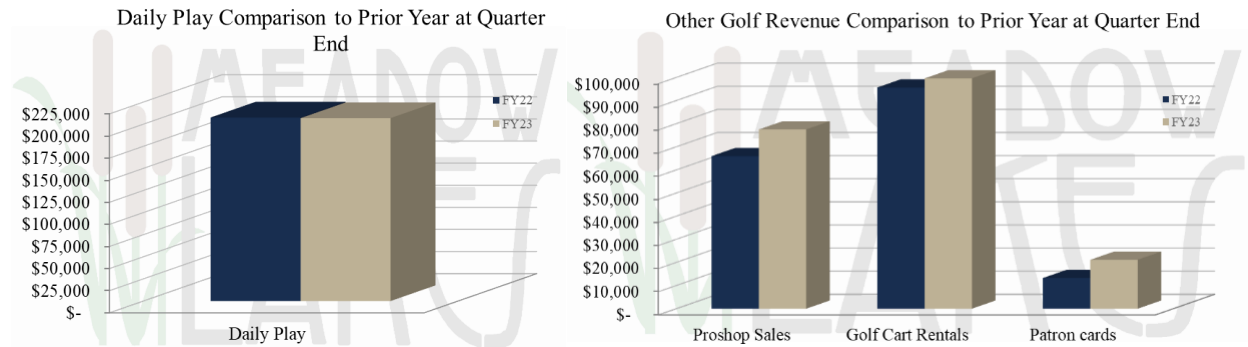


View towards the Crooked River Wetlands and WWTP from the viewpoint in August 2022.

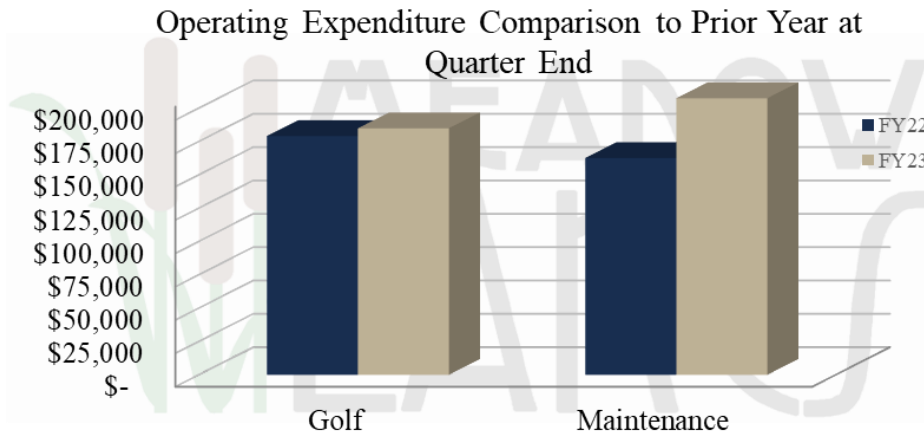
Golf Course and Restaurant Fund

This fund accounts for the activities of Meadow Lakes Golf Course and Restaurant. Revenue is generated through user fees, restaurant lease revenue (starting February 2019), and an operating payment from the City’s Wastewater Fund for treatment.

Overall revenue collection is at approximately \$565,000 at quarter end or 43 percent of the annual budget. Golf operating revenue came in at about \$434,000 or 54 percent of the annual budget which is an increase over the prior year of roughly 6 percent. Rounds of golf are down slightly by roughly 400 rounds compared to the prior year quarter though the golf course continues to have record breaking revenues. Below is a comparison to the prior year of the significant operating revenue sources for the golf course.



Expenditures at quarter end came in at roughly \$407,000 or 23 percent of the annual budget. Golf course operating expenditures are up roughly 3 percent and maintenance expenditures are up roughly 28 percent over the prior year. The maintenance increase can largely be attributed to personnel costs, gas increases and needed pond maintenance. Below is a comparison of operating only expenditures to the prior year by department.



September 30, 2022

Golf Course and Restaurant Fund - Continued

Fund balance increased roughly \$157,000 or 22 percent through the first quarter.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Revenue										
Charges for services										
Golf Course	\$ 200,250	\$ 434,426	217%	\$ 801,000	\$ 434,426	54%	\$ 366,574	\$ 1,997,800	\$ 1,631,319	82%
Waste Disposal	92,500	117,500	127%	370,000	117,500	32%	252,500	740,000	487,500	66%
Restaurant	8,225	6,000	73%	32,900	6,000	18%	26,900	57,700	30,860	53%
Interest	1,975	3,144	159%	7,900	3,144	40%	4,756	12,000	7,304	61%
Transfers	25,000	-	-	100,000	-	-	100,000	200,000	100,000	50%
Miscellaneous	-	3,609	-	-	3,609	-	(3,609)	19,900	30,330	152%
Debt proceeds	-	-	-	-	-	-	-	363,600	596,044	164%
Total revenue	\$ 327,950	\$ 564,679	172%	\$ 1,311,800	\$ 564,679	43%	\$ 747,121	\$ 3,391,000	\$ 2,883,356	85%
Expenditures										
Golf Course	\$ 172,075	\$ 192,052	112%	\$ 688,300	\$ 192,052	28%	\$ 496,248	\$ 1,808,400	\$ 1,312,088	73%
Waste Disposal	162,750	207,512	128%	651,000	207,512	32%	443,488	1,230,000	786,487	64%
Restaurant	9,525	7,685	81%	38,100	7,685	20%	30,415	66,200	35,718	54%
Debt service										
Principal - Refunding 2021	29,600	-	-	118,400	-	-	118,400	226,500	108,095	48%
Interest - Refunding 2021	1,480	-	-	5,920	-	-	5,920	10,570	4,646	44%
Principal - 2017 bond	-	-	-	-	-	-	-	264,000	264,000	100%
Interest - 2017 bond	-	-	-	-	-	-	-	1,950	1,919	98%
Contingency				240,705				72,405		
Total expenditures	\$ 375,430	\$ 407,249	108%	\$ 1,742,425	\$ 407,249	23%	\$ 1,094,471	\$ 3,680,025	\$ 2,512,953	68%
Revenue over (under) expenditures	\$ (47,480)	\$ 157,431	-332%	\$ (430,625)	\$ 157,431	22%	\$ (347,351)	\$ (289,025)	\$ 370,403	
Debt service reserve	131,000			131,000				131,000		
Beginning fund balance	561,625	731,523	130%	561,625	731,523	130%		420,025		
Ending fund balance	\$ 514,145	\$ 888,954	173%	\$ -	\$ 888,954	-		\$ -		



Meadow Lakes Golf Course – July 2022

Administration and Financial Support Services Fund

This fund accounts for the activities of the City Manager’s office, human resources, recorder, finance, Council directed contributions, and information technology services. The primary source of revenue is charges to other funds for services.

Overall revenue collection through the first quarter came in at approximately \$781,000 or 27 percent of the annual budget. Charges for services are largely associated with Internal Service Fund transfers totaling \$762,000. Interest revenue is roughly 193 percent of the annual budget. Investment interest has been on the rise over the last several month positively affecting all of the City funds. At quarter end the City’s Local Government Investment Poole (LGIP) account had approximately \$13.83 million in it. At the beginning of the quarter it was earning 1.15 percent in interest and it ended the quarter earning 1.9 percent. Investment earning rates continued to rise into the second quarter. It is also notable that interest rates for borrowing were on the rise during the first quarter adding an extra element of complexity for future planning.

Overall expenditures at quarter end are at approximately 25 percent of the annual budget or \$850,000. Expenditures are tracking below budget in the City Council Department, Administration/ Team Services and Finance Department at quarter end. In the Information Technology Department, expenditures are at 45 percent of budget and will require a budget adjustment prior to yearend. Upgrades to 911 infrastructure and 911 user equipment continued from the prior year into the first quarter and had contributed significantly to the needed budget adjustment.

Fund balance decreased roughly \$69,000 or -14 percent through the first quarter.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Revenue										
Charges for services	\$ 724,175	\$ 778,522	108%	\$ 2,896,700	\$ 778,522	27%	\$ 2,118,178	\$ 6,095,600	\$ 3,977,448	65%
Intergovernmental Revenue	-	-	-	-	-	-	-	100,000	502	1%
Transfers	-	-	-	-	-	-	-	-	29,435	-
Interest	325	2,515	774%	1,300	2,515	193%	(1,215)	5,000	6,202	124%
Total revenue	\$ 724,500	\$ 781,036	108%	\$ 2,898,000	\$ 781,036	27%	\$ 2,116,964	\$ 6,200,600	\$ 4,013,588	65%
Expenditures										
City Council	\$ 29,175	\$ 23,442	80%	\$ 116,700	\$ 23,442	20%	\$ 93,258	\$ 185,300	\$ 92,010	50%
Administration / Team Services	227,325	222,645	98%	909,300	222,645	24%	686,655	1,838,000	1,151,264	63%
Financial Services	288,475	261,046	90%	1,153,900	261,046	23%	892,854	2,166,300	1,273,364	59%
Information Technology	189,625	343,148	181%	758,500	343,148	45%	415,352	2,193,900	1,778,460	81%
Contingency	-	-	-	494,449	-	-	-	460,049	-	-
Total expenditures	\$ 734,600	\$ 850,281	116%	\$ 3,432,849	\$ 850,281	25%	\$ 2,088,119	\$ 6,843,549	\$ 4,295,098	63%
Revenue over (under) expenditures	\$ (10,100)	\$ (69,245)	-	\$ (534,849)	\$ (69,245)	-14%	\$ 28,845	\$ (642,949)	\$ (281,511)	
Beginning fund balance	534,849	481,632	90%	534,849	481,632	90%		642,949		
Ending fund balance	\$ 524,749	\$ 412,387	79%	\$ -	\$ 412,387	-		\$ -		

Notes: This fund will require a budget adjustment prior to yearend.

Building Facilities Fund

This fund accounts for the operating costs of the city hall facility and related debt service, police facility, public works facility, Barnes Butte Complex and the community development block grant (CDBG) for the senior center. Revenue is received through rental charges to user departments, grants and activities.

Overall revenues are roughly \$279,000 or 15 percent of the annual budget. First quarter revenues are largely associated with user rents and transfers.

Expenditures through the first quarter are roughly 27 percent of the annual budget with the payoff of the Barnes Butte property taking place in July. All departments are running below budget at quarter end with the exception of the Barnes Butte Department due to the lump sum pay off of debt of roughly \$460,000.

Fund balance decreased roughly \$321,000 or -34 percent through the first quarter.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Quarter Actual	Quarter Budget %	Annual Budget Est.	Annual Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Revenue										
Rent	\$ 57,825	\$ 56,650	98%	\$ 231,300	\$ 56,650	24%	\$ 174,650	\$ 451,300	\$ 276,650	61%
Transfers	214,875	216,875	101%	859,500	216,875	25%	642,625	1,995,700	1,353,075	68%
Miscellaneous	105,675	2,744	3%	422,700	2,744	1%	419,956	433,500	13,586	3%
Debt proceeds	-	-	-	-	-	-	-	986,800	986,811	100%
Intergovernmental	96,075	-	-	384,300	-	-	384,300	411,000	26,715	7%
Sale of Assets	-	-	-	-	-	-	-	-	335,230	-
Interest	950	2,408	253%	3,800	2,408	63%	1,392	10,000	5,600	56%
Total revenue	\$ 475,400	\$ 278,676	59%	\$ 1,901,600	\$ 278,676	15%	\$ 1,622,924	\$ 4,288,300	\$ 2,997,667	70%
Expenditures										
City Hall facilities	\$ 57,950	\$ 39,261	68%	\$ 231,800	\$ 39,261	17%	\$ 192,539	\$ 1,509,100	\$ 1,316,502	87%
Police facilities	143,300	44,416	31%	573,200	44,416	8%	528,785	1,163,200	634,405	55%
CDBG - Sr. Center	-	-	-	-	-	-	-	15,000	14,966	100%
Public Works facilities	11,000	7,587	69%	44,000	7,587	17%	36,413	76,000	39,578	52%
Barnes Butte	252,300	508,147	201%	1,009,200	508,147	50%	501,053	1,323,300	822,192	62%
Contingency	-	-	-	383,428	-	-	-	21,828	-	-
Total expenditures	\$ 464,550	\$ 599,411	129%	\$ 2,241,628	\$ 599,411	27%	\$ 1,258,789	\$ 4,108,428	\$ 2,827,644	69%
Revenue over (under) expenditures	\$ 10,850	\$ (320,734)	-	\$ (340,028)	\$ (320,734)	-34%	\$ 364,134	\$ 179,872	\$ 170,024	
Other requirements										
Debt service reserve	237,900	-	-	237,900	-	-	-	542,300	-	-
Beginning fund balance	577,928	939,184	163%	577,928	939,184	163%		362,428		
Ending fund balance	\$ 588,778	\$ 618,450	105%	\$ -	\$ 618,450	-		\$ -		

Plaza Maintenance Fund

This fund accounts for the maintenance of the plaza joining City Hall and the Crook County Annex building. The county and the city maintain the plaza in a joint effort. Starting in 2005 the county was responsible for accounting for the maintenance of the plaza per a city and county agreement. The agreement has been revised and the city, starting FY 13, now assumes the responsibility of accounting for the plaza maintenance. Revenues are generated through a transfer from the city with matching monies from the county. Expenditures are for maintaining the landscaping, sidewalks and lighting.

Revenues are as anticipated. The Crook County contribution is expected in the second quarter and the City contribution will also take place in the second quarter.

First quarter materials and services are for contracted grounds keeping totaling approximately \$1,900.

Fund balance decreased roughly -7 percent through the first quarter, ending at roughly \$30,300.

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Intergovernmental	\$ 2,500	\$ -	-	\$ 10,000	\$ -	-	\$ 10,000	\$ 20,000	\$ 10,000	50%
Interest	75	106	141%	300	106	35%	194	400	264	66%
Transfers	2,500	-	-	10,000	-	-	10,000	20,000	10,000	50%
Total revenue	\$ 5,075	\$ 106	2%	\$ 20,300	\$ 106	1%	\$ 20,194	\$ 40,400	\$ 20,264	50%
Expenditures										
Materials and services	\$ 3,500	\$ 1,868	53%	\$ 14,000	\$ 1,868	13%	\$ 12,133	\$ 43,000	\$ 10,802	25%
Transfers	500	500	100%	2,000	500	25%	1,500	4,000	2,500	63%
Contingency				18,902				18,802		
Total expenditures	\$ 4,000	\$ 2,368	59%	\$ 34,902	\$ 2,368	7%	\$ 13,633	\$ 65,802	\$ 13,302	20%
Revenue over (under) expenditures	\$ 1,075	\$ (2,262)	-	\$ (14,602)	\$ (2,262)	-7%	\$ 6,562	\$ (25,402)	\$ 6,962	
Beginning fund balance	14,602	32,563	223%	14,602	32,563	223%		25,402		
Ending fund balance	\$ 15,677	\$ 30,301	193%	\$ -	\$ 30,301	-		\$ -		



Plaza in the first quarter

Public Works Support Services Fund

This fund accounts for the activities of the Public Works management, support staff, fleet and vehicle maintenance costs. The primary source of revenue is charges to other funds for services.

Revenues at quarter end are at roughly 22 percent of the annual budget and are largely associated with transfers for services from the streets, water and wastewater departments for public works. Overall, revenues are as anticipated with slight overages in interest revenue and the annual transfer for engineering services taking place at the end of the year.

Expenditures through the first quarter are at roughly 20 percent of the annual budget. Expenditures for support services and Public Works Fleet Support are slightly under the quarter budget. Budgeted capital expenditures for this fund were for a sander and new dump truck. Given the state of the economy with inflation and the need for this equipment, a budget adjustment is expected to be needed for this fund prior to yearend.

Fund balance decreased approximately \$35,000 or -6 percent at through the first quarter.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Bal.			
Revenue										
Intergovernmental	\$ 27,250	\$ -	-	\$ 109,000	\$ -	-	\$ 109,000	\$ 220,000	\$ 111,031	50%
Charges for services	583,075	524,325	90%	2,332,300	524,325	22%	1,807,975	4,640,600	2,832,625	61%
Interest	-	2,485	-	-	2,485	-	(2,485)	2,400	5,259	219%
Miscellaneous	1,575	-	-	6,300	-	-	6,300	14,000	7,719	55%
Debt Proceeds	-	-	-	-	-	-	-	183,300	184,940	101%
Total revenue	\$ 611,900	\$ 526,810	86%	\$ 2,447,600	\$ 526,810	22%	\$ 1,920,790	\$ 5,060,300	\$ 3,141,574	62%
Expenditures										
Public Works Support Services	\$ 482,075	\$ 473,571	98%	\$ 1,928,300	\$ 473,571	25%	1,454,729	\$ 3,805,000	\$ 2,350,189	62%
Public Works Fleet and Vehicles	117,850	88,607	75%	471,400	88,607	19%	382,793	1,025,200	642,400	63%
Contingency	-	-	-	418,638	-	-	-	438,738	-	-
Total expenditures	\$ 599,925	\$ 562,178	94%	\$ 2,818,338	\$ 562,178	20%	\$ 1,837,522	\$ 5,268,938	\$ 2,992,589	57%
Revenue over (under) expenditures	\$ 11,975	\$ (35,368)	-	\$ (370,738)	\$ (35,368)	-6%	\$ 83,268	\$ (208,638)	\$ 148,985	
Beginning fund balance	370,738	559,911	151%	370,738	559,911	151%		208,638		
Ending fund balance	\$ 382,713	\$ 524,543	137%	\$ -	\$ 524,543	-		\$ -		



Public Works helped the railroad with crossing work completed in the first quarter.