

FORM LB-1

NOTICE OF BUDGET HEARING

A public meeting of the City of Pendleton City Council will be held on June 5, 2018 at 7 pm at City Council Chambers, City Hall, Oregon. The purpose of this meeting is to discuss the budget for the fiscal year beginning July 1, 2018 as approved by the City of Pendleton Budget Committee. A public hearing before the City Council on the proposed uses of State Revenue Sharing funds in relation to the entire budget will be held. A summary of the budget is presented below. A copy of the budget may be inspected or obtained at City Hall, 500 SW Dorion Ave., Pendleton between the hours of 8 a.m. and 5 p.m. or on the City website, www.pendleton.or.us under the Finance Department tab. This budget is for an annual budget period. This budget was prepared on a basis of accounting that is the same as used the preceding year.

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FINANCIAL SUMMARY - RESOURCES

TOTAL OF ALL FUNDS	Actual Amount 2016-17	Adopted Budget This Year 2017-18	Approved Budget Next Year 2018-19
Beginning Fund Balance/Net Working Capital	12,568,309	14,968,585	22,568,085
Fees, Licenses, Permits, Fines, Assessments & Other Service Charges	16,574,196	18,700,310	18,415,080
Federal, State and All Other Grants, Gifts, Allocations and Donations	5,150,036	6,423,475	6,230,045
Revenue from Bonds and Other Debt	316,000	19,772,500	18,034,020
Interfund Transfers / Internal Service Reimbursements	6,046,146	7,637,798	6,488,600
All Other Resources Except Property Taxes	1,983,901	342,885	2,062,215
Property Taxes Estimated to be Received	5,497,475	7,159,307	6,258,805
Total Resources	48,136,063	75,004,860	80,056,850

FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION

Personnel Services	13,159,943	14,872,807	15,367,539
Materials and Services	12,027,604	14,437,690	14,555,585
Capital Outlay	6,073,316	26,041,792	30,663,250
Debt Service	2,622,365	5,979,235	5,619,535
Interfund Transfers	1,427,996	2,569,703	1,368,610
Contingencies	0	3,076,103	4,785,525
Special Payments	148,789	260,000	260,000
Unappropriated Ending Balance and Reserved for Future Expenditure	0	7,767,530	7,436,806
Total Requirements	35,460,013	75,004,860	80,056,850

FINANCIAL SUMMARY - REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY ORGANIZATIONAL UNIT OR PROGRAM *

Name of Organizational Unit or Program FTE for that unit or program			
Public Safety	9,089,363	20,646,455	19,676,100
FTE	54 19/20	61 5/6	61 5/6
Parks and Recreation	1,880,065	2,727,980	2,543,125
FTE	26	26 56/75	25 6/25
Cemetery	262,436	1,057,750	1,118,495
FTE	2 9/25	2 9/25	2 9/25
Community Development	1,062,817	2,026,550	2,094,125
FTE	9 3/4	9 19/75	10 19/75
Economic Development	41,061	56,650	53,600
FTE	0	0	0
Streets	2,050,195	5,139,455	4,859,140
FTE	5	6	6
Library	658,703	937,930	1,044,190
FTE	7 49/81	7 49/81	7 4/5
Public Transportation	290,593	406,460	638,925
FTE	0	0	0
Pendleton Convention Center	1,013,973	1,365,130	1,266,950
FTE	4 5/6	5 1/3	5 1/3
General Obligation Debt	0	590,452	570,550
FTE	0	0	0
Local Improvement District Construction	161,524	578,600	1,016,200
FTE	0	0	0
Water	4,907,335	13,830,000	15,818,550
FTE	7 1/2	8 1/2	8 1/4
Sewer	5,217,360	11,997,923	16,363,300
FTE	8 1/3	8 1/2	8 1/3
Airport	2,881,007	4,407,250	4,248,550
FTE	3 17/18	4 1/4	4 1/4
PW Administration & Fleet	1,785,151	1,750,250	1,759,400
FTE	14	14	12 3/4
Administration	1,934,500	1,999,540	2,070,650
FTE	13 2/9	12 7/11	12 7/11
Facilities Maintenance	552,918	721,230	735,100
FTE	6 2/3	7 1/5	7 1/5
Pendleton Foundation Trust	148,789	260,000	260,000
FTE	0	0	0
Information Technology	200,240	238,500	238,500

FTE	0	0	0
Not Allocated to Organizational Unit or Program	1,321,983	4,266,755	3,681,400
FTE	0	0	0
Total Requirements	35,460,013	75,004,860	80,056,850
Total FTE	164 9/58	174 7/32	172 9/38

Water and sewer systems are being repaired/replaced as much of the pipe is 100+ years old. The City is investing in water storage and pressure booster pumps to provide adequate service and supply. The City is positioning itself to receive grant funds being given to rural communities through the recently passed federal omnibus bill which invests money into infrastructure to jump start the national economy. This year's budget proposes to leverage two State loans for water and sewer repairs and replacement. The General Fund will continue to be difficult to manage as PERS and other increased costs outpace growth in revenue. The City struggles to maintain facilities but will realize a significant increase in revenue in 2023 with the expiration of the urban renewal district. To reduce costs, the City is selling surplus land and buildings. The Unmanned Aviation Systems (UAS) range continues to be bright spot on the economic development front. The City recently submitted for large state and federal grants to develop shovel ready industrial lands and facilities to meet future demands this industry is putting on the airport industrial park. Streets maintenance will be a priority with the street utility fee revenue and the City committing half of the marijuana revenue received this year to streets.

PROPERTY TAX LEVIES

	Rate or Amount Imposed	Rate or Amount Imposed	Rate or Amount Approved
Permanent Rate Levy (rate limit 6.5771 per \$1,000)	6.5771	6.5771	6.5771
Local Option Levy	0	0	0
Levy For General Obligation Bonds	0	621,529	567,075

STATEMENT OF INDEBTEDNESS

LONG TERM DEBT	Estimated Debt Outstanding on July 1, 2018	Estimated Debt Authorized, But Not Incurred on July 1, 2018
General Obligation Bonds	\$8,760,000	\$0
Other Bonds	\$11,860,779	\$0
Other Borrowings	\$11,329,756	\$13,846,351
Total	\$31,950,535	\$13,846,351