FORM LB-1 NOTICE OF BUDGET HEARING

A public meeting of the City of Cornelius will be held on Monday, June 15, 2015 at 7:00pm at 1310 N Adair St, Cornelius, Oregon. The purpose of this meeting is to discuss the budget for the fiscal year beginning July 1, 2015 as approved by the Cornelius Budget Committee. A summary of the budget is presented below. A copy of the budget may be inspected or obtained at 1355 N Barlow St, Cornelius, Oregon between the hours of 9:00am and 5:00pm. This budget is for the period of July 1, 2015 to June 30, 2016. The budget was prepared on a basis of accounting that is the same used the preceding year. If different, the major changes and their effect on the budget are explained below.

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FINANCIAL SUMMARY - RESOURCES			
TOTAL OF ALL FUNDS	Actual Amount 2013-2014	Adopted Budget This Year 2014-2015	Approved Budget Next Year 2015-2016
Beginning Fund Balance/Net Working Capital	9,536,027	9,228,523	11,122,909
Fees, Licenses, Permits, Fines, Assessments & Other Service Charges	5,890,721	7,351,254	6,964,799
Federal, State and All Other Grants, Gifts, Allocations and Donations	4,221,138	5,067,860	6,179,767
Revenue from Bonds and Other Debt	252,858	3,610,000	2,486,586
Interfund Transfers / Internal Service Reimbursements	3,495,730	4,273,881	5,690,928
All Other Resources Except Property Taxes	667,483	716,366	741,950
Property Taxes Estimated to be Received	2,241,425	2,225,000	2,517,069
Total Resources	**26,305,382**	**32,472,884**	**35,704,008**

FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION			
Personnel Services	4,850,567	3,467,328	3,734,588
Materials and Services	4,374,967	7,567,481	7,169,181
Capital Outlay	4,356,418	8,645,303	6,495,235
Debt Service	330,572	361,040	358,920
Interfund Transfers	3,495,730	4,273,881	5,690,928
Contingencies	0	7,820,945	11,895,272
Special Payments	0	0	0
Unappropriated Ending Balance and Reserved for Future Expenditure	8,897,128	336,906	359,884
Total Requirements	**26,305,382**	**32,472,884**	**35,704,008**

FINANCIAL SUMMARY - REQUIREMENTS BY ORGANIZATIONAL UNIT OR PROGRAM *			
Name of Organizational Unit or Program **FTE** for that unit or program			
City Council	5,778	11,463	14,963
FTE	0	0	0
Community Development	263,355	411,260	278,995
FTE	2.00	2.00	2.00
Engineering	285,023	302,102	316,588
FTE	2.75	2.75	2.75
Police	1,942,960	2,139,950	2,075,176
FTE	13.75	0.50	0.50
Municipal Court	6,517	8,600	6,000
FTE	0.00	0	0
Fire	1,330,159	1,376,047	894,389
FTE	4.95	4.95	4.95
Fire - Local Option Levy	0	0	318,095
FTE	0	0	2.00
Library	372,076	662,047	425,835
FTE	5.25	5.35	6.35
Parks	383,385	640,461	577,622
FTE	1.00	1.00	1.00
Administration	884,383	949,651	1,005,294
FTE	5.50	5.75	5.75
Support Services-Public Works	206,107	214,287	222,525
FTE	2.50	2.50	2.50
Information Technology	70,663	82,550	72,000
FTE	0	0	0
Facilities	302,279	364,028	402,820
FTE	1.00	1.00	1.00
Building	8,766	1,000	1,000
FTE	0	0	0
Surface Water Management	752,197	1,018,779	940,047
FTE	2.00	2.00	2.00
Water Operations	1,702,008	5,474,491	5,142,962
FTE	1.00	1.00	1.00
Sanitary Sewer	2,114,426	2,814,883	2,626,782
FTE	1.00	1.00	1.00
Street and Pathway	4,479,143	5,774,193	4,085,967
FTE	5.00	5.00	5.00

Bancroft	280,935	283,840	283,920
FTE	0	0	0
911 emergency	0	412	0
FTE	0	0	0
Library Capital Project	0	0	32,000
FTE	0	0	0
FA Water	0	604,145	512,824
FTE	0	0	0
FA Sanitary Sewer	0	0	0
FTE	0	0	0
FA Surface Water Management	3,525	3,550	3,550
FTE	0	0	0
Parks SDC	69,682	10,001	0
FTE	0	0	0
Traffic Development	1,258,899	342,992	118,475
FTE	0	0	0
Not Allocated to Organizational Unit or Program	9,583,115	8,982,152	15,346,179
FTE	0	0	0
Total Requirements	**26,305,382**	**32,472,884**	**35,704,008**
Total FTE	**47.70**	**34.80**	**37.80**

STATEMENT OF CHANGES IN ACTIVITIES and SOURCES OF FINANCING *

BUDGET CHANGES AND CONTINUED PROGRAMS

The proposed budget contains some variations and continuations from previous years. Some of these include the following which are also described in their respective funds.

• The Fire Chief position is being shared with the City of Forest Grove and accounts for a weekly time allotment of 10 hours being spent managing the Cornelius Fire Department. A mutual aid agreement continues between the two Fire Departments.

• A continued contract for Municipal Court services with Forest Grove is included in this budget proposal. The citations issued in Cornelius are heard in the Forest Grove Municipal Court. This contract provides for significant savings.

• In an additional contract with the City of Forest Grove, we will continue contracting for our Building Department services. This resulted in the elimination of 1.5 FTE in the Building department budget during FY2014.

• The city is working with the Washington County Sheriffs office to contract Police Department operations and services beginning in FY2015.

• A new library is being planned. $2,400,000 was received in Lottery Bond funding, and the balance is being generated through grants and donations. The majority of these funds are in Contingency until the construction begins.

• Utility fees are anticipated to rise mainly because of funding increases from our partner agencies and a 5% Fee in-Lieu of Franchise fee is being charged to each of the cities utilities (Water, Sewer, Storm)

• The Parks, Water, Sewer and Storm departments would maintain current staffing levels and provide adequate maintenance coverage in each department.

• The Water, Sewer, and Storm funds are maintaining high contingency balances for future capital projects.

• The 911 Emergency fund was closed in FY2015 with all remaining funds transferred to the General Fund - this fund is no longer necessary.

• A 5-year Local Option Levy for the Fire department will begin July 1, 2015.

PROPERTY TAX LEVIES

	Rate or Amount Imposed	Rate or Amount Imposed	Rate or Amount Approved
Permanent Rate Levy (rate limit 3.9836 per $1,000)	3.9836	3.9836	3.9836
Local Option Levy	0	0	0.487
Levy For General Obligation Bonds	0	0	0

STATEMENT OF INDEBTEDNESS

LONG TERM DEBT	Estimated Debt Outstanding on July 1.	Estimated Debt Authorized, But Not Incurred on July 1
General Obligation Bonds	$0	$0
Other Bonds		
Other Borrowings	$2,361,782	
Total	$2,361,782	

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