

**FORM LB-1**

**NOTICE OF BUDGET HEARING**

A public meeting of the North Clackamas County Water Commission will be held on June 22, 2017 at 5:30 pm at 14275 S Clackamas River Drive, Oregon City, Oregon. The purpose of this meeting is to discuss the budget for the fiscal year beginning July 1, 2017 as approved by the North Clackamas County Water Commission Budget Committee. A summary of the budget is presented below. A copy of the budget may be inspected or obtained at 14496 SE River Road, Milwaukie, OR 97267, between the hours of 9:00 a.m. and 4:00 p.m. Monday through Friday. This budget is for an annual budget period. This budget was prepared on a basis of accounting that is the same as the preceding year. If different, the major changes and their effect on the budget are:

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<b>FINANCIAL SUMMARY - RESOURCES</b>			
<b>TOTAL OF ALL FUNDS</b>	Actual Amount 2015-2016	Adopted Budget This Year 2016-2017	Approved Budget Next Year 2017-2018
Beginning Fund Balance/Net Working Capital	2,094,354	2,542,509	2,821,245
Fees, Licenses, Permits, Fines, Assessments & Other Service Charges	2,096,429	2,192,000	2,775,000
Interfund Transfers / Internal Service Reimbursements	85,000	585,000	580,000
All Other Resources Except Current Year Property Taxes	28,131	16,000	21,300
<b>Total Resources</b>	<b>4,303,914</b>	<b>5,335,509</b>	<b>6,197,545</b>

<b>FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION</b>			
Personnel Services	365,765	420,000	451,000
Materials and Services	1,006,940	1,200,300	1,233,200
Capital Outlay	363,501	107,000	235,000
Debt Service	82,888	82,750	82,750
Interfund Transfers	85,000	585,000	880,000
Contingencies	0	300,000	300,000
Unappropriated Ending Balance and Reserved for Future Expenditure	2,399,820	2,640,459	3,015,595
<b>Total Requirements</b>	<b>4,303,914</b>	<b>5,335,509</b>	<b>6,197,545</b>

<b>FINANCIAL SUMMARY - REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY ORGANIZATIONAL UNIT OR PROGRAM *</b>			
Name of Organizational Unit or Program FTE for that unit or program			
FTE	4,303,914	5,335,509	6,197,545
	3	3	3
<b>Total Requirements</b>	<b>4,303,914</b>	<b>5,335,509</b>	<b>6,197,545</b>
<b>Total FTE</b>	<b>3</b>	<b>3</b>	<b>3</b>

**STATEMENT OF CHANGES IN ACTIVITIES and SOURCES OF FINANCING \***

The fiscal year 2017-2018 budget includes a projected 11% increase in revenues from the budgeted amount for 2016-2017. The proposed budget reflects a 3% increase in materials and services over the previous year budget, largely due to an increase in the cost of (treatment) chemicals. Personnel services reflects a 7% increase - this is owed to regular annual adjustments in wages and rising costs associated with PERS and medical insurance. With a proposed increase of 45% in capital expenditures, the overall 2017-2018 budget is increasing by 7% over 2016-2017. For the 2017-2018 fiscal year wholesale water rates are proposed to be relatively unchanged to meet expenditure requirements and reserve monies for future capital needs. The 2017-2018 budget has a \$500,000 transfer to the capital reserve fund, bringing the balance over \$2.8 million. This reserve is important to the stabilization of rates into the future as large capital replacements will be required.

<b>PROPERTY TAX LEVIES</b>			
	Rate or Amount Imposed 20 - -	Rate or Amount Imposed This Year 20 - -	Rate or Amount Approved Next Year 20 - -
Permanent Rate Levy (rate limit _____ per \$1,000)			
Local Option Levy			
Levy For General Obligation Bonds			

<b>STATEMENT OF INDEBTEDNESS</b>		
LONG TERM DEBT	Estimated Debt Outstanding on July 1.	Estimated Debt Authorized, But Not Incurred on July 1
General Obligation Bonds		
Other Bonds	\$350,000	
Other Borrowings		
<b>Total</b>	<b>\$350,000</b>	

\* If more space is needed to complete any section of this form, insert lines (rows) on this sheet. You may delete blank lines.