



150 N. 2nd St./PO Box 83
 Jefferson, OR 97352
 Ph: 541.327.2768
 Fax: 541.327.3120

**City of Jefferson
 NOTICE OF SUPPLEMENTAL BUDGET HEARING**

A public hearing before the City Council regarding a proposed supplemental budget for the City of Jefferson, Marion County, Oregon, for the fiscal year beginning July 1, 2022 and ending June 30, 2023 will be held on the **8th day of June 2023 at 6:30pm**. The hearing will be at City Hall, located at 150 N 2nd St., Jefferson, OR 97352 and is open to the public.

The purpose of the hearing is to discuss the supplemental budget with the City Council and any other interested persons. A copy of the supplemental budget documents may be inspected or obtained on or after June 2, 2023 at Jefferson City Hall, between 9am – 5pm, or on the City’s website: www.jeffersonoregon.org. Direct inquiries to City Manager, Sarah Cook – 541.327.2768, Ext. 302; scook@jeffersonoregon.org

SUMMARY OF PROPOSED FY 2022-23 BUDGET CHANGES
 (Amounts Shown are Revised Totals in The Funds Being Modified)

FUND: GENERAL FUND (10)

	<u>RESOURCE</u>	<u>AMOUNT</u>
1.	MC BLDG PERMITS (10-32-100)	\$120,000
2.	CONSTRUCTION EXCISE TAX (10-32-150)	\$130,000
	REVISED TOTAL FUND RESOURCES:	\$2,252,200

<u>EXPENDITURE</u>	<u>AMOUNT</u>
MC BLDG PERMITS (10-50-260)	\$120,000
CET PMT TO SCHOOL DIST (10-50-263)	\$128,000
REVISED TOTAL FUND REQUIREMENTS:	\$2,252,200

FUND: WATER RESERVOIR DEBT SERVICE (35)

	<u>RESOURCE</u>	<u>AMOUNT</u>
1.	XFER FROM WTR SYS DEV (35-30-537)	\$161,805
	REVISED TOTAL FUND RESOURCES:	\$244,405

<u>EXPENDITURE</u>	<u>AMOUNT</u>
98 WATER BOND INTEREST (35-40-350)	\$11,800
98 WATER BOND PRINCIPAL (35-40-355)	\$150,405
REVISED TOTAL FUND REQUIREMENTS:	\$244,405

FUND: WATER SYSTEM DEVELOPMENT FUND (37)

	<u>RESOURCE</u>	<u>AMOUNT</u>
1.		
	REVISED TOTAL FUND RESOURCES:	UNCHANGED

<u>EXPENDITURE</u>	<u>AMOUNT</u>
WATER SYSTEM – GENERAL (37-40-596)	\$2,412,475
XFER OUT TO DEBT SVC	\$161,805
REVISED TOTAL FUND REQUIREMENTS:	UNCHANGED

Explanation of Changes: Revenue received from permits and school excise tax, in relation to the 84-unit apartments, exceeded what was budgeted by \$80k. In turn, the related budgeted expenses, payable to the County and the Jefferson School District, are insufficient to cover the unanticipated costs without appropriating the new revenue; therefore, a supplemental budget is necessary.

The City was in a position to do an early pay off of the final loan payment on the 1998 Reservoir Debt through USDA, saving about \$3,000 in interest. While the loan criteria required a full payment be held aside for the life of the loan, it cannot be spent unless appropriated. Budget law does not allow a supplemental budget to authorize spending of an unappropriated ending fund balance; therefore, the amount transferred annually from the Water System Development Fund must be increased by \$80k to cover the unanticipated pay off of the Debt Service Fund loan, thereby decreasing the amount budgeted in the Water System – General line item by the same.

Posted locally & on City's website:
May 24, 2023

Published in Albany Democrat Herald:
June 1, 2023