

*City of Prineville, Oregon
Financial Report
Third Quarter Ended March 31, 2021*



Executive Summary

The City of Prineville moved to a biennial budget 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 21 reflect estimates based on the remainder of the City’s 2020-21 biennial budget with budget adjustments during the biennium and the quarter budget estimates have been allocated proportionally of the fiscal year budget (25 percent). The financial information presented is unaudited.

Quarter budget estimates allocated at 25 percent of the fiscal year budget compared to actual			Fiscal year 2021 budget estimates based on the remainder of the 2020-21 biennial budget compared to actual				Biennial budget comparison to actual			
Current Quarter			Year to Date							
Quarter Budget Est.	Quarter Actual	Quarter Budget %	Annual Budget Est.	Annual Actual	Annual Est. Budget %	Annual Est. Budget Bal.	Biennial Budget	Biennial Actual to Date	Biennial Budget %	Biennial Budget Remaining Bal.

During the third quarter ending March 31, 2021 the City’s financial condition decreased by approximately \$3.8 million or -20 percent. Funds with a significant negative impact to fund balance include all the SDC funds, Airport, Wastewater Fund, Golf Course Fund, Public Works Support Fund and the Building Facilities Fund. Funds with significant increases in fund balance include the General Fund, Transportation, Emergency Dispatch, Planning, PERS/POB, Water and the Administration Fund. Capital improvements and scheduled debt service payments largely contributed to the decrease in the City’s financial condition.

Through the third quarter, General Fund revenues came in at roughly 87 percent of the annual budget or \$6 million. Property tax revenue is at 102 percent of the annual budget and up \$207,000 compared to the prior year. Transient lodging taxes are down in comparison to the prior year quarter end by roughly \$15,000 and are expected to trend back up as CV-19 related travel restrictions begin to ease and more people get vaccinated. Franchise fees are at roughly 74 percent of the annual budget with collection increasing approximately \$356,000 over the prior year at quarter end. Electrical franchise fees continue to be on the rise due to the continued build out of the data centers and are up over the prior year at quarter end roughly \$345,000. Other significant third quarter collections include \$285,000 in project fees from the data centers and \$196,000 from the Crook County School District for the school resource officers.

The Transportation’s fund balance increased roughly \$52,000 or 28 percent through the third quarter. This is anticipated with the timing in which street projects are completed during the beginning of the year versus the timing in which revenue for the fund is received. State gas tax collection came in at roughly \$538,000 through the third quarter and is down approximately \$17,000 over the prior year quarter end with the Governor’s travel restrictions that were first put in place in March 2020 due to the COVID-19 pandemic. Capital improvements during the third quarter are primarily associated with the ADA transition plan and the transit grant.

March 31, 2021

In Emergency Dispatch, fund balance increased approximately \$323,000 through the third quarter. Third quarter revenues were at roughly 84 percent of the annual budget with intergovernmental revenue being the largest source of revenue during the quarter coming from Crook County for dispatching services, and E-911 taxes. Personnel services are at 57 percent of the annual budget with overtime coming in at roughly 207 percent. Dispatch continued to be short staffed but two newly hired dispatchers were certified during the third quarter.

Through the third quarter, fund balance decreased in all the SDC funds largely due to capital projects. In the Transportation SDC Fund, expenditures were largely associated with the 10th and Main Street project, and the Peters Road / Combs Flat extension project. In the Water SDC Fund, the Aquifer Storage and Recovery (ASR) project continued and is anticipated to be completed by the end of the fiscal year. The ASR project is a method of water storage that uses the natural water storage capabilities of underground aquifers as a cost-effective, scalable and ecologically friendly water storage alternative to traditional storage options, such as above-ground reservoirs and short-term water supply storage tanks. Debt service proceeds for the completion of the ASR started coming in during the third quarter. In the Wastewater SDC Fund, capital project for the quarter included a screen for the wastewater treatment plant. SDC collection during the third quarter was associated with roughly 16 housing starts.

During the third quarter, the railroad increased its operating revenue over the prior year quarter end by roughly 27 percent with significant increases in freight, switching, freight depot and storage. The overall car count is up by approximately 82 cars in comparison the prior year at quarter end. This is largely due to increases in oil and magnesium chloride cars comping in compared to the prior year. Freight Depot charges for services are up over prior year quarter end, largely due to the new lease with Krah, a piping company. Switching fees are up in line with the increased rail car storage. Every storage car that is handled by the railroad is charged a switch fee to move the car. Materials and services are at roughly 97 percent of the annual budget with unanticipated maintenance and repairs for the locomotive and garage door repairs for one of the freight depot buildings which will require a budget adjustment. Fund balance increase roughly \$89,000 or 8 percent through the third quarter.

In the Airport Fund, fund balance decreased approximately \$74,000 or -63 percent largely due to the paving of the road to the helibase at the airport during the second quarter. Operating revenues are up 49 percent with operating expenses up 20 percent in comparison to the prior year at quarter end. Fuel sales are up significantly in comparison to the third quarter of the prior year with August being a record fuel sales month due to firefighting air crafts setting up operations at the airport for the extremely active fire season and December was also a record breaking month due to Erickson's Inc. facilitating sky crane training which continued into the third quarter. Fuel inventory at quarter end totaled approximately \$66,000.

Meadow Lakes Golf shows a decrease in fund balance through the third quarter of approximately \$788,000 or -60 percent due to the irrigation project that is expected to be completed in the spring. Operating revenue for the golf course is up in comparison to the prior year roughly 45 percent with January and March being record third quarter months. Rounds of golf are up by approximately 4,500 rounds in comparison to the prior year at quarter end. Golf is one of the few sports that can

March 31, 2021

be played within the social distancing guidelines of the state due to COVID-19. This coupled with good weather, has resulted in the best calendar year in operating revenue for the golf course to date. Golf course operating expenditures are up approximately 10 percent and maintenance expenditures are flat over the prior year at quarter end. The irrigation project has had roughly \$1.51 million in capital expenditures through the third quarter.

In Administration and Financial Support Services, the fund balance increased roughly 55 percent. A budget adjustment was done during the first quarter to provide additional dollars for 911 upgrades and additional costs associated with the COVID-19 pandemic in the Information Technology Department. The adjustment done was for known costs to date and a supplemental budget will be needed prior to yearend to recognize the reimbursements associated with these costs and the additional costs that were unknown at the time. Other departments in this fund are tracking slightly above the biennial budget with the exception of the exception of the City Council Department. The City Council Department has significant savings in training and travel due to COVID-19. In the City Manager Department, JEDI (justice, equity, diversity and inclusion) training continued through the third quarter and finance is seeing increases in credit card fees due to more customers using our city website and paying over the phone with the City Hall lobby being closed.

Through the third quarter the Building Facilities fund balance decreased roughly -85 percent largely due to the capital projects associated with the adaptation and remodel of the new police facility building. Capital expenditures during the third quarter were roughly \$592,000 for the police facility and \$4,400 for the joints park master plan in the Barnes Butte Department. The new Police Department is expected to be ready for occupancy in April 2021 and the Sr. Center project is completed and closed out as of the third quarter.

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

Liz Schuette,
Finance Director

Lori Hooper,
Accounting Manager

March 31, 2021

All City Funds

Fund	Budgeted Beginning Fund Balance	Actual Audited Beginning Fund Balance	Current Year Resources	Current Year Expenditures	Ending Fund Balance	Change in Fund Balance	Percentage Change in Fund Balance	Variance Over / (Under)
General	\$ 2,130,586	\$ 2,500,771	\$ 6,002,928	\$ 4,755,685	\$ 3,748,014	\$ 1,247,243	50%	\$ (3,748,014)
Transportation	221,758	184,692	1,394,963	1,342,893	236,762	52,070	28%	(236,762)
Emergency Dispatch	303,956	730,916	1,500,927	1,177,976	1,053,867	322,951	44%	(1,053,867)
Planning	74,658	90,723	324,917	287,930	127,711	36,988	41%	(127,711)
Transportation SDC	698,586	1,288,745	436,109	622,276	1,102,578	(186,167)	-14%	(1,102,578)
Water SDC	2,445,523	2,259,907	4,595,139	6,434,986	420,059	(1,839,848)	-81%	(420,059)
Wastewater SDC	127,092	869,460	116,479	343,804	642,135	(227,325)	-26%	(642,135)
PERS / POB	902,391	965,618	458,646	40,087	1,384,177	418,559	43%	(1,384,177)
Railroad	1,148,193	1,150,560	785,601	696,447	1,239,714	89,154	8%	(1,239,714)
Airport	8,615	116,835	595,649	669,281	43,203	(73,632)	-63%	(43,203)
Water	789,270	456,218	2,808,825	1,817,853	1,447,190	990,972	217%	(1,447,190)
Wastewater	2,930,416	3,179,624	3,102,672	3,518,953	2,763,343	(416,281)	-13%	(2,763,343)
Golf Course and Restaurant	496,195	1,307,175	1,560,557	2,340,771	526,961	(780,214)	-60%	(526,961)
Administration and Financial Services	478,314	157,625	2,226,206	2,139,917	243,914	86,289	55%	(243,914)
Building Facilities	1,625,808	3,917,100	599,474	3,930,825	585,749	(3,331,351)	-85%	(585,749)
Plaza Maintenance	41,318	29,093	8,158	11,250	26,001	(3,092)	-11%	(26,001)
Public Works Support Services	174,933	173,520	1,443,285	1,631,855	(15,050)	(188,570)	-109%	15,050
Totals	\$ 14,597,612	\$ 19,378,582	\$ 27,960,535	\$ 31,762,792	\$ 15,576,325	\$ (3,802,257)	-20%	\$ (15,576,325)



The sculpture, War Paint, on display in the plaza before being moved to its permanent home at the roundabout.

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 third quarter is at approximately \$6 million or 87 percent of the annual budget. Third quarter property tax collection came in at approximately \$2.4 million with year to date property tax revenue being roughly 102 percent of the annual budget. Property taxes are up over the prior year at quarter end by approximately \$207,000. Transient lodging taxes are down in comparison to the prior year quarter end by roughly \$15,000 which is likely due to the travel restrictions that were put in place by the Governor due to the COVID-19 pandemic. Franchise fees are at roughly 74 percent of the annual budget with collection increasing approximately \$356,000 over prior year's third quarter. Electrical franchise fees continue to be on the rise and are up over the prior year at quarter end roughly \$345,000 with the continued build outs of the data centers. Also coming in during the third quarter were \$285,000 in project fees from the data centers and \$196,000 from the Crook County School District for the school resource officers.

Police spending through the third quarter is at approximately 67 percent of the annual budget. Personnel services are at roughly 72 percent of the annual budget with overtime tracking at approximately 53 percent. Non-department is at roughly 73 percent of the annual budget with third quarter expenditures largely associated with the grant funded biomass feasibility study, transient lodging taxes to the Prineville Chamber of Commerce, street lighting, fairground support and budgeted transfers.

Overall, the General Fund realized an increase in fund balance of roughly \$1.25 million or 50 percent through the third quarter.



Officers enjoy a visit from the Easter Bunny.

General Fund – Continued

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Actual to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Property taxes	\$ 585,000	\$ 162,653	28%	\$ 2,340,000	\$ 2,398,386	102%	\$ (58,386)	\$ 4,570,000	\$ 4,695,881	103%	\$ (125,881)
Transient lodging tax	95,000	57,657	61%	380,000	262,366	69%	117,634	760,000	574,366	76%	185,634
Franchise fees	852,000	967,048	114%	3,408,000	2,533,915	74%	874,085	6,558,000	5,799,588	88%	758,412
Licenses and permits	2,100	891	42%	8,400	3,396	40%	5,004	17,200	12,881	75%	4,319
Intergovernmental revenues	104,200	268,039	257%	416,800	391,979	94%	24,821	866,000	809,231	93%	56,769
Charges for services	71,250	288,914	405%	285,000	309,540	109%	(24,540)	560,000	590,038	105%	(30,038)
Interest	10,000	5,137	51%	40,000	13,928	35%	26,072	80,000	56,532	71%	23,468
Miscellaneous	10,250	12,081	118%	41,000	89,418	218%	(48,418)	81,000	198,813	245%	(117,813)
Total revenue	\$ 1,729,800	\$ 1,762,419	102%	\$ 6,919,200	\$ 6,002,928	87%	\$ 916,272	\$ 13,492,200	\$ 12,737,330	94%	\$ 754,870
Expenditures											
Police	\$ 1,425,775	1,298,027	91%	\$ 5,703,100	\$ 3,845,546	67%	1,857,554	\$ 11,102,100	\$ 9,140,338	82%	\$ 1,961,762
Non-departmental	312,300	360,531	115%	1,249,200	910,139	73%	339,061	2,210,900	2,002,305	91%	208,595
Contingency				2,097,486				2,097,486			
Total expenditures	\$ 1,738,075	\$ 1,658,558	95%	\$ 9,049,786	\$ 4,755,685	53%	\$ 2,196,615	\$ 15,410,486	\$ 11,142,643	72%	\$ 2,170,357
Revenue over (under) expenditures	(8,275)	103,861	4%	(2,130,586)	1,247,243	50%	\$ (1,280,343)	(1,918,286)			
Beginning fund balance	2,130,586	2,500,771	117%	2,130,586	2,500,771	117%		1,918,286			
Ending fund balance	\$ 2,122,311	\$ 2,604,632	123%	\$ -	\$ 3,748,014	-		\$ -			



Officers chatting with the children at a local park

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 third quarter is at approximately 79 percent of the annual budget. Intergovernmental revenue collection is at 68 percent of the annual budget with roughly \$538,000 coming in for gas taxes through the third quarter. State gas tax collection is down approximately \$17,000 in comparison to the prior year quarter end with COVID-19 restrictions still in place.

Expenditures through the third quarter came in at approximately 68 percent of annual budget. Capital improvements during the third quarter were largely associated with the ADA transition plan and the transit grant. During the third quarter, a portion of the rails to trails project was completed (pictured below).

Fund balance increased roughly \$52,000 or 28 percent through the third quarter with the annual transfer being completed in the second quarter.

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Franchise fees	\$ 84,500	\$ 84,500	100%	\$ 338,000	\$ 253,500	75%	\$ 84,500	\$ 665,000	\$ 580,500	87%	\$ 84,500
Intergovernmental	251,600	260,006	103%	1,006,400	683,903	68%	322,497	1,962,700	1,605,027	82%	357,673
Transfers	100,000	-	-	400,000	400,000	100%	-	700,000	700,000	100%	-
Interest	1,250	573	46%	5,000	1,439	29%	3,561	10,000	6,674	67%	3,326
Miscellaneous	2,250	1,396	62%	9,000	56,121	624%	(47,121)	28,000	91,578	327%	(63,578)
Total revenue	\$ 439,600	\$ 346,474	79%	\$ 1,758,400	\$ 1,394,963	79%	\$ 363,437	\$ 3,365,700	\$ 2,983,779	89%	\$ 381,921
Expenditures											
Personnel services	\$ 65,225	\$ 58,712	90%	\$ 260,900	\$ 176,199	68%	84,701	\$ 512,100	\$ 410,400	80%	\$ 101,700
Material and services	63,100	25,008	40%	252,400	126,350	50%	126,050	501,000	331,794	66%	169,206
Capital outlay											
Improvements	214,925	23,964	11%	859,700	764,945	89%	94,755	1,833,400	1,750,625	95%	82,775
Transfers	91,800	91,800	100%	367,200	275,400	75%	91,800	735,300	643,500	88%	91,800.25
Contingency				239,958				239,958			
Total expenditures	\$ 435,050	\$ 199,485	46%	\$ 1,980,158	1,342,893	68%	\$ 397,307	\$ 3,821,758	\$ 3,136,319	82%	\$ 445,481
Revenue over (under) expenditures	\$ 4,550	\$ 146,990	80%	\$ (221,758)	\$ 52,070	28%	\$ (33,870)	\$ (456,058)			
Beginning fund balance	221,758	184,692	83%	221,758	184,692	83%		456,058			
Ending fund balance	\$ 226,308	\$ 331,682	147%	\$ -	\$ 236,762	-		\$ -			



New crosswalk for the rails to trails project

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 \$1.5 million or 84 percent of the annual budget. Third quarter intergovernmental revenue collection was at roughly \$241,000 largely coming from Crook County for dispatching services and E-911 taxes.

Expenditures came in at approximately \$1.18 million or 57 percent of the annual budget. Personnel services are 57 percent of the annual budget or approximately \$721,000 with overtime coming in at roughly 207 percent of the annual budget. Dispatch continues to be short staffed but two newly hired dispatchers received their certification during the third quarter (pictured below). Capital outlay will require a budget adjustment prior to yearend due to needed ProQA software that was purchased in response to COVID-19 to enhance COVID-19 screening protocols.

Fund balance increased roughly \$323,000 or 44 percent through the third quarter.

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Intergovernmental	\$ 243,100	\$ 241,078	99%	\$ 972,400	\$ 900,710	93%	\$ 71,690	\$ 1,874,200	\$ 1,877,959	100%	\$ (3,759)
Miscellaneous	1,000	10	1%	4,000	10	0%	3,990	8,000	25	0%	7,975
Interest	2,500	1,323	53%	10,000	4,481	45%	5,519	20,000	15,445	77%	4,555
Transfers from other funds	198,575	198,575	100%	794,300	595,725	75%	198,575	1,501,700	1,303,125	87%	198,575
Total revenue	\$ 445,175	\$ 440,986	99%	\$ 1,780,700	\$ 1,500,927	84%	\$ 279,773	\$ 3,403,900	\$ 3,196,554	94%	\$ 207,346
Expenditures											
Personnel services	\$ 315,075	\$ 241,205	77%	\$ 1,260,300	\$ 720,263	57%	\$ 540,037	\$ 2,457,100	\$ 1,748,535	71%	\$ 708,565
Material and services	68,375	21,417	31%	273,500	173,979	64%	99,521	553,600	420,172	76%	133,427.60
Capital outlay											
Equipment	13,750	11,849	86%	55,000	141,609	257%	(86,609)	90,000	153,872	171%	(63,872)
Transfers	47,375	47,375	100%	189,500	142,125	75%	47,375	372,900	325,525	87%	47,375
Contingency				306,356				306,356			
Total expenditures	\$ 444,575	\$ 321,846	72%	\$ 2,084,656	\$ 1,177,976	57%	\$ 600,324	\$ 3,779,956	\$ 2,648,104	70%	\$ 825,496
Revenue over (under) expenditures	\$ 600	\$ 119,141	16%	\$ (303,956)	\$ 322,951	44%	\$ (320,551)	\$ (376,056)			
Beginning fund balance	303,956	730,916	240%	303,956	730,916	240%		376,056			
Ending fund balance	\$ 304,556	\$ 850,057	279%	\$ -	\$ 1,053,867	-		\$ -			



Dispatchers receiving their certifications in February 2021

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.

Through the third quarter, revenue collection came in at approximately \$325,000 or 83 percent of the annual budget. Revenue collection for the licenses and permits is at approximately \$32,000, an increase over prior year quarter end by roughly \$6,400. Intergovernmental revenue collected during the third quarter was for a Department of Environmental Quality (DEQ) air quality grant. Development highlights include roughly 16 housing starts that paid SDC's during the third quarter.

Expenditures through the third quarter are at approximately \$288,000 or 61 percent of the annual budget. Expenditures are tracking slightly below budget at quarter end in both personnel services and materials and services. Third quarter expenditures for materials and services are largely associated with reimbursements to Neighbor Impact for the DEQ grant and the annual subscription for Geographic Information Systems (GIS).

Fund balance increased approximately \$37,000 or 41 percent through the third quarter.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Revenue											
Licenses and permits	\$ 10,000	\$ 7,201	72%	\$ 40,000	\$ 31,767	79%	\$ 8,233	\$ 80,000	\$ 64,086	80%	\$ 15,914
Intergovernmental	1,250	4,280	342%	5,000	8,350	167%	(3,350)	10,000	25,328	253%	(15,328)
Charges for services	6,175	2,942	48%	24,700	44,064	178%	(19,364)	171,600	200,192	117%	(28,592)
Interest	1,000	237	24%	4,000	736	18%	3,264	8,000	4,531	57%	3,469
Transfers from other funds	80,000	80,000	100%	320,000	240,000	75%	80,000	360,000	280,000	78%	280,000
Total revenue	\$ 98,425	\$ 94,660	96%	\$ 393,700	\$ 324,917	83%	\$ 68,783	\$ 629,600	\$ 574,138	91%	\$ 255,462
Expenditures											
Personnel services	\$ 61,600	\$ 58,286	95%	\$ 246,400	\$ 174,886	71%	\$ 71,514	\$ 479,700	\$ 404,070	84%	\$ 75,630
Material and services	10,900	13,903	128%	43,600	21,544	49%	22,056	93,500	73,063	78%	20,437.37
Transfers	30,500	30,500	100%	122,000	91,500	75%	30,500	241,000	210,500	87%	30,500.15
Contingency				56,358				56,358			
Total expenditures	\$ 103,000	\$ 102,689	100%	\$ 468,358	\$ 287,930	61%	\$ 124,070	\$ 870,558	\$ 687,633	79%	\$ 126,567
Revenue over (under) expenditures	\$ (4,575)	\$ (8,028)	-9%	\$ (74,658)	\$ 36,988	41%	\$ (55,288)	\$ (240,958)			
Beginning fund balance	74,658	90,723	122%	74,658	90,723	122%		240,958			
Ending fund balance	\$ 70,083	\$ 82,695	118%	\$ -	\$ 127,711	-		\$ -			

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 107 percent of the annual budget. SDC collection through the third quarter is at roughly \$428,000 with roughly 16 housing starts and Facebook paying transportation SDC's in the third quarter.

Expenditures at quarter end were primarily associated with capital projects. Capital expenditures during the third quarter were largely for the 10th and Main Street design build project and the Peters Road / Combs Flat extension project.

Fund balance decreased roughly \$186,000 or -14 percent through the third quarter. Budgeted capital expenditures have contributed to the decrease in fund balance.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Revenue											
Intergovernmental	\$ -	\$ 1,797	-	\$ -	\$ 1,797	-	\$ (1,797)	\$ 1,500,400	\$ 1,549,397	103%	\$ (48,997)
Miscellaneous	-	-	-	-	-	-	-	122,667	-	-	122,667
Interest	4,750	1,445	30%	19,000	6,372	34%	12,628	49,000	30,908	63%	18,092
System development charges	96,750	274,887	284%	387,000	427,940	111%	(40,940)	988,500	1,061,285	107%	(72,785)
Total revenue	\$ 101,500	\$ 278,129	274%	\$ 406,000	\$ 436,109	107%	\$ (30,109)	\$ 2,660,567	\$ 2,641,590	99%	\$ 18,977
Expenditures											
Material and services	\$ 2,500	\$ 13,154	526%	\$ 10,000	\$ 13,810	138%	\$ (3,810)	\$ 20,000	\$ 13,810	69%	\$ 6,190
Capital outlay	-	-	-	-	-	-	-	-	-	-	-
Improvements	-	70,478	-	-	602,083	-	(602,083)	3,700,000	2,987,776	81%	712,224
Transfers	4,850	-	-	19,400	6,383	33%	13,017	54,400	38,181	70%	16,219
Contingency	-	-	-	1,075,186	-	-	-	286,253	-	-	-
Total expenditures	\$ 7,350	\$ 83,631	1138%	\$ 1,104,586	\$ 622,276	56%	\$ (592,876)	\$ 4,060,653	\$ 3,039,767	75%	\$ 734,633
Revenue over (under) expenditures	\$ 94,150	\$ 194,498	15%	\$ (698,586)	\$ (186,167)	-14%	\$ 562,767	\$ (1,400,086)			
Beginning fund balance	698,586	1,288,745	184%	698,586	1,288,745	184%		1,400,086			
Ending fund balance	\$ 792,736	\$ 1,483,243	187%	\$ -	\$ 1,102,578	-		\$ -			



10th and Main Street intersection that is in the process of being redesigned and upgraded.

March 31, 2021

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 third quarter was at approximately \$4.6 million which was largely associated with the aquifer storage and recharge project (ASR) reimbursements through the City's IFA loan. There were 16 housing starts that paid SDC's during the third quarter.

Expenditures are at roughly \$6.43 million through the third quarter and are largely associated with capital expenditures for the ASR project. The ASR project is a method of water storage that uses the natural water storage capabilities of underground aquifers as a cost-effective, scalable and ecologically friendly water storage alternative to traditional storage options, such as above-ground reservoirs and water supply storage tanks. It allows water to be appropriated and injected into the aquifer via wells during periods of cooler temperatures, higher streamflow and lower demands. The stored water can later be recovered and used during periods of hotter temperatures and higher demands, thereby reducing stress on native water sources. It also provides for a readily available source of stored water for use in the event of drought or supply interruption. A budget adjustment will be needed prior to yearend due to the unanticipated increase in SDC collections resulting in increased administrative fees.

At third quarter end, fund balance decreased roughly \$1.84 million or -81 percent.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Quarter Actual	Quarter Budget %	Annual Budget Est.	Annual Actual	Annual Budget %	Annual Est. Budget Balance				
Revenue											
Interest	\$ 10,000	\$ 925	9%	\$ 40,000	\$ 8,175	20%	\$ 31,825	\$ 90,000	\$ 28,464	32%	\$ 61,536
System development charges	57,500	72,818	127%	230,000	1,580,210	687%	(1,350,210)	7,627,200	7,634,054	100%	(6,854)
Transfers	-	-	-	-	-	-	-	1,489,800	1,000,000	0%	489,800
Miscellaneous	-	-	-	-	6,753	-	(6,753)	-	6,753	-	(6,753)
Debt Proceeds	-	3,000,000	-	-	3,000,000	-	(3,000,000)	3,000,000	3,000,000	100%	-
Total revenue	\$ 67,500	\$ 3,073,743	4554%	\$ 270,000	\$ 4,595,139	1702%	\$ (1,318,385)	\$ 12,207,000	\$ 11,669,271	96%	\$ 537,729
Expenditures											
Capital outlay											
Improvements	\$ 559,550	\$ 3,191,887	570%	\$ 2,238,200	\$ 6,212,519	278%	\$ (3,974,319)	\$ 12,880,400	\$ 12,265,145	95%	\$ 615,255
Transfers	35,125	-	-	140,500	222,467	158%	(81,967)	690,000	694,861	101%	(4,861)
Contingency	-	-	-	336,823	-	-	-	823,023	-	-	-
Total expenditures	\$ 594,675	\$ 3,191,887	537%	\$ 2,715,523	\$ 6,434,986	237%	\$ (4,056,286)	\$ 14,393,423	\$ 12,960,006	90%	\$ 610,394
Revenue over (under) expenditures	\$ (527,175)	\$ (118,144)	-5%	\$ (2,445,523)	\$ (1,839,848)	-81%	\$ 2,737,901	\$ (2,186,423)			
Beginning fund balance	2,445,523	2,259,907	92%	2,445,523	2,259,907	92%		2,186,423			
Ending fund balance	\$ 1,918,348	\$ 2,141,763	112%	\$ -	\$ 420,059	-		\$ -			

March 31, 2021

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.

Overall revenue through the third quarter is at approximately \$116,000. Third quarter revenue can largely be attributed to SDC collection from 16 housing starts that paid SDC's in the quarter.

Third quarter expenditures are largely attributed to capital projects that are associated with a wastewater treatment plant screen. This fund will require a budget adjustment prior to yearend for capital expenditures and unanticipated consulting associated with Prineville water reuse and industrial park utility improvements.

Fund balance decreased roughly \$227,000 or -26 percent.

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Interest	\$ 1,250	\$ 1,058	85%	\$ 5,000	\$ 4,834	97%	\$ 166	\$ 55,000	\$ 69,156	126%	\$ (14,156)
System development charges	29,425	37,239	127%	117,700	111,645	95%	6,055	235,400	301,622	128%	(66,222)
Total revenue	\$ 30,675	\$ 38,297	125%	\$ 122,700	\$ 116,479	95%	\$ 6,221	\$ 290,400	\$ 370,778	128%	\$ (80,378)
Expenditures											
Material and services	\$ 2,500	\$ 15,310	612%	\$ 10,000	\$ 21,318	213%	\$ (11,318)	\$ 25,000	\$ 40,903	164%	\$ (15,903)
Capital outlay											
Improvements	-	31,857	-		271,266	-	(271,266)	1,540,000	1,589,014	103%	(49,014)
Transfers	20,450	-	-	81,800	51,221	63%	30,579	1,703,800	1,226,654	72%	477,146
Contingency				157,992				149,528			
Total expenditures	\$ 22,950	\$ 47,167	206%	\$ 249,792	\$ 343,804	138%	\$ (252,004)	\$ 3,418,328	\$ 2,856,571	84%	\$ 412,229
Revenue over (under) expenditures	\$ 7,725	\$ (8,870)	-1%	\$ (127,092)	\$ (227,325)	-26%	\$ 258,225	\$ (3,127,928)			
Beginning fund balance	127,092	869,460	684%	127,092	869,460	684%		3,127,928			
Ending fund balance	\$ 134,817	\$ 860,590	638%	\$ -	\$ 642,135	-		\$ -			



March 2021 evening at the Crooked River wetlands

March 31, 2021

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 through the third quarter is roughly 70 percent of annual budget. Miscellaneous revenue is associated with a PERS rate credit from the creation of the City’s new side account in March 2019.

There were no third quarter expenditures.

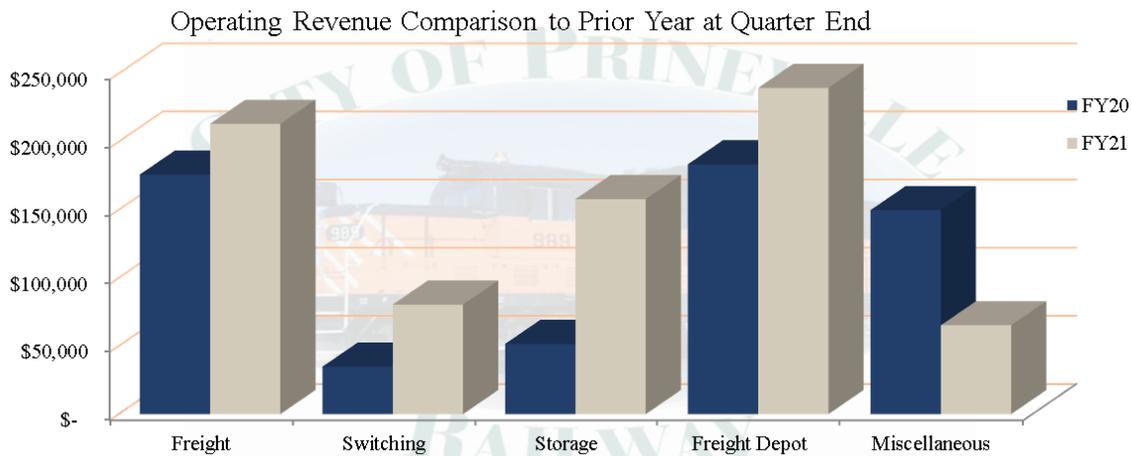
Fund balance increased approximately 43 percent through the third quarter.

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Charges for services	\$ 132,750	\$ 133,075	100%	\$ 531,000	\$ 399,225	75%	\$ 131,775	\$ 997,900	\$ 877,803	88%	\$ 120,097
Interest	5,000	1,942	39%	20,000	6,443	32%	13,557	35,000	22,269	64%	12,731
Miscellaneous	-	17,371	-	-	52,978	-	(52,978)	-	118,019	-	(118,019)
Transfer from other funds	25,000	-	-	100,000	-	-	100,000	200,000	100,000	50%	100,000
Total revenue	\$ 162,750	\$ 152,387	94%	\$ 651,000	\$ 458,646	70%	\$ 192,354	\$ 1,232,900	\$ 1,118,091	91%	\$ 114,809
Expenditures											
Personnel services	\$ -	\$ -	-	\$ -	\$ -	-	-	\$ -	\$ -	-	\$ -
Debt service											
Principal - POB 2013	54,750	-	-	219,000	-	-	219,000	419,500	200,465	48%	219,035
Interest - POB 2013	20,050	-	-	80,200	40,087	50%	40,113	167,800	127,679	76%	40,121
Contingency				954,991				955,091			
Total expenditures	\$ 74,800	\$ -	-	\$ 1,254,191	\$ 40,087	3%	\$ 259,113	\$ 1,542,391	\$ 328,144	21%	\$ 259,156
Revenue over (under) expenditures	\$ 87,950	\$ 152,387	16%	\$ (603,191)	\$ 418,559	43%	\$ (66,759)	\$ (309,491)			
Debt service reserve	299,200			299,200				299,200			299,200
Beginning fund balance	902,391	965,618	107%	902,391	965,618	107%		608,691			
Ending fund balance	\$ 990,341	\$ 1,118,005	113%	\$ -	\$ 1,384,177	-		\$ 299,200			

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.

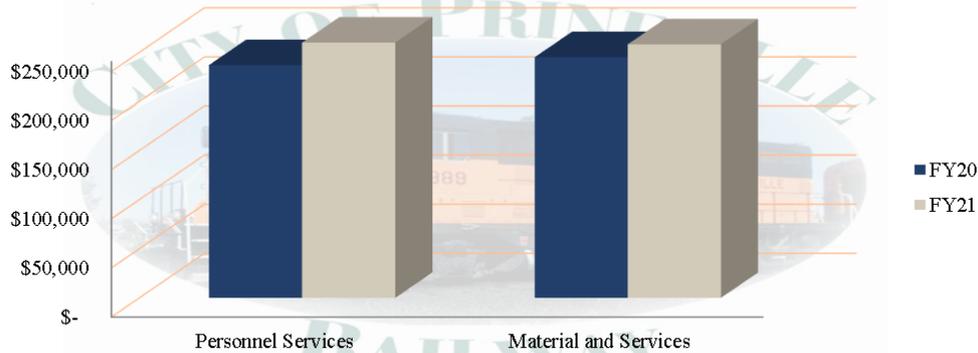
At third quarter end, overall revenue collection is at approximately \$786,000 or 91 percent of the annual budget. Charges for services for the railroad are at approximately \$301,000 or 73 percent of the annual budget, with the freight depot at approximately \$239,000 or 96 percent of annual budget. Overall operating revenue is up roughly 27 percent in comparison to the prior year at quarter end with significant increases in freight, switching, storage and freight depot. The rail car count is up approximately 82 cars in comparison to the prior year at third quarter end with significant increases in oil and magnesium chloride cars coming in compared to the prior year same time frame. Freight Depot charges for services are up over prior year quarter end by roughly 31 percent, largely due to the new lease with Krah. Switching fees are up in line with the increased rail car storage. Every storage car that is handled by the railroad is charged a switch fee to move the car. Below is a prior year comparison at quarter end of operating revenues for the Railroad Fund.



Overall expenditures at quarter end are at approximately \$696,000 or 35 percent of the annual budget. Materials and services are at roughly 97 percent of the annual budget or \$258,000. Personnel services are at roughly \$261,000 or 62 percent of the annual budget. A new employee was hired in January. Overall operating expenditures are up in comparison to the prior year at quarter end approximately 8 percent. Unanticipated maintenance and repairs for the locomotive and garage door repairs for one of the freight depot buildings will require a budget adjustment. Capital expenditures during the third quarter were for needed track work. On the next page is a graph comparison of operating expenditures at quarter end to prior year.

Railroad Fund - Continued

Operating Expenditure Comparison to Prior Year at Quarter End



Fund balance increase roughly \$89,000 or 8 percent through the third quarter.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Revenue											
Charges for services											
Railroad	\$ 103,650	\$ 118,398	114%	\$ 414,600	\$ 301,000	73%	\$ 113,600	\$ 755,000	\$ 677,045	90%	\$ 77,955
Freight Depot	62,500	77,244	124%	250,000	239,492	96%	10,508	480,000	485,572	101%	(5,572)
Use of money and property	30,750	52,666	171%	123,000	179,883	146%	(56,883)	270,200	353,095	131%	(82,895)
Miscellaneous	18,750	-	-	75,000	65,225	87%	9,775	145,000	215,042	148%	(70,042)
Total revenue	\$ 215,650	\$ 248,309	115%	\$ 862,600	\$ 785,601	91%	\$ 76,999	\$ 1,650,200	\$ 1,730,754	105%	\$ (80,554)
Expenditures											
Personnel services	\$ 105,850	\$ 99,353	94%	\$ 423,400	\$ 260,834	62%	\$ 162,566	\$ 747,000	\$ 574,377	77%	\$ 172,623
Material and services	66,375	72,007	108%	265,500	258,218	97%	7,282	543,300	551,645	102%	(8,345)
Capital outlay											
Improvements	10,250	92,093	898%	41,000	109,220	266%	(68,220)	404,000	331,519	82%	72,481
Transfers	22,725	22,725	100%	90,900	68,175	75%	22,725	181,700	158,975	87%	22,725
Contingency				1,189,993				919,993			
Total expenditures	\$ 205,200	\$ 286,178	139%	\$ 2,010,793	\$ 696,447	35%	\$ 124,353	\$ 2,795,993	\$ 1,616,516	58%	\$ 259,484
Revenue over (under) expenditures	\$ 10,450	\$ (37,869)	-3%	\$ (1,148,193)	\$ 89,154	8%	\$ (47,354)	(1,145,793)			
Beginning fund balance	1,148,193	1,150,560	100%	1,148,193	1,150,560	100%		1,145,793			
Ending fund balance	\$ 1,158,643	\$ 1,112,691	96%	\$ -	\$ 1,239,714	-		\$ -			

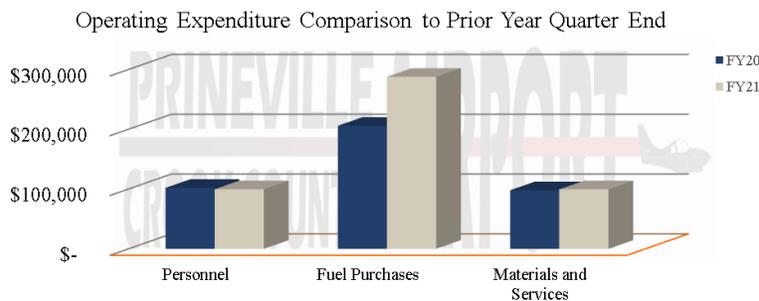
Airport Fund

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 third quarter came in at approximately 79 percent of the annual budget or \$596,000. Intergovernmental revenue during the third quarter was largely from Crook County’s annual support. Overall charges for services are up approximately 49 percent over the prior year at quarter end largely due to fuel sales being up roughly 63 percent. The airport had a record fuel sale month in August due to several firefighting aircrafts that set up operations at the airport during the fire season. December was another record breaking fuel sale month with Erickson’s Inc. facilitating sky crane training at the airport and that training continued into the third quarter. Overall activity at the airport is up with the winter months having overall great flying weather this year. Below is a prior year comparison for operating revenue making up charges for services.



Overall expenditures through the third quarter came in at approximately \$669,000 or 88 percent of the annual budget. Materials and services are roughly 71 percent of the annual budget with fuel purchases making up most of those costs. Overall operating expenses are up roughly 20 percent over the prior year at quarter end all due to the needed fuel inventory. On the below is a prior year comparison of operating expenditures.



At third quarter end, fund balance decreased roughly \$74,000 or -63 percent. Decreases in fund balance are largely due to capital projects taking place in the second quarter. Inventory at quarter end totaled approximately \$66,000.

Airport Fund – Continued

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Intergovernmental	\$ 22,500	\$ 92,320	410%	\$ 90,000	\$ 94,820	105%	\$ (4,820)	\$ 1,180,000	\$ 728,403	62%	\$ 451,597
Charges for services	144,000	107,322	75%	576,000	500,650	87%	75,350	1,164,000	920,024	79%	243,976
Interest	-	-	-	-	179	-	(179)	-	1,118	-	(1,118)
Transfers	22,500	-	-	90,000	-	-	90,000	180,000	225,000	125%	(45,000)
Total revenue	\$ 189,000	\$ 199,642	106%	\$ 756,000	\$ 595,649	79%	\$ 160,351	\$ 2,524,000	\$ 1,874,546	74%	\$ 649,454
Expenditures											
Personnel service	\$ 33,875	\$ 33,207	98%	\$ 135,500	\$ 99,730	74%	\$ 35,770	\$ 269,900	\$ 233,533	87%	\$ 36,367
Materials and services	135,425	133,282	98%	541,700	387,119	71%	154,581	1,088,400	750,158	69%	338,242
Capital outlay	-	-	-	-	115,281	-	(115,281)	1,000,000	849,042	85%	150,958
Debt service											
Les Schwab Hangar	6,250	-	-	25,000	25,000	100%	-	50,000	50,000	100%	-
Transfers	14,050	14,050	100%	56,200	42,150	75%	14,050	122,700	108,650	89%	14,050
Contingency				6,215				6,215			
Total expenditures	\$ 189,600	\$ 180,539	95%	\$ 764,615	\$ 669,281	88%	\$ 89,119	\$ 2,537,215	\$ 1,991,383	78%	\$ 539,617
Revenue over (under) expenditures	\$ (600)	\$ 19,103	16%	\$ (8,615)	\$ (73,632)	-63%	\$ 71,232	\$ (13,215)			
Beginning fund balance	8,615	116,835	1356%	8,615	116,835	1356%		13,215			
Ending fund balance	\$ 8,015	\$ 135,938	1696%	\$ -	\$ 43,203	-		\$ -			



Erickson's hoist training as the Prineville Airport during the third quarter

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 third quarter came in at approximately \$2.81 million or 91 percent of the annual budget. Revenue associated with charges for service came in at roughly \$2.66 million which is an increase over the prior year of roughly \$627,000. Facebook started construction of its ninth building in June 2020 and bulk water sales increased significantly with the timing of the construction. This is coupled with increased datacenter water usage are the largest contributing factors to the increase in revenue over the prior year.

Expenditures through the third quarter are at approximately \$1.82 million or 49 percent of the annual budget. Materials and services are at 95 percent of the annual budget and will need a budget adjustment prior to yearend with extra consulting costs associated with 20 year modeling for the fund. Capital expenditures are largely associated with new meter reading equipment, Crooked River Concepts and the Habitat Conservation Plan.

Fund balance increased roughly \$991,000 or 217 percent through the third quarter.

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Charges for services	\$ 736,250	\$ 533,593	72%	\$ 2,945,000	\$ 2,655,311	90%	\$ 289,689	\$ 5,785,000	\$ 5,390,753	93%	\$ 394,247
Intergovernmental	-	-	-	-	2,550	-	(2,550)	-	2,550	-	(2,550)
Interest	5,000	1,414	28%	20,000	2,496	12%	17,504	40,000	8,194	20%	31,806
Miscellaneous	1,375	-	-	5,500	826	15%	4,674	11,000	826	8%	10,174
Transfers	32,250	-	-	129,000	147,643	114%	(18,643)	255,000	325,080	127%	(70,080)
Total revenue	\$ 774,875	\$ 535,008	69%	\$ 3,099,500	\$ 2,808,825	91%	\$ 290,675	\$ 6,091,000	\$ 5,727,404	94%	\$ 363,596
Expenditures											
Materials and services	\$ 151,050	\$ 223,649	148%	\$ 604,200	\$ 576,715	95%	\$ 27,485	\$ 1,184,500	\$ 1,174,001	99%	\$ 10,499
Franchise fee expense	36,750	36,750	100%	147,000	110,250	75%	36,750	289,000	252,250	87%	36,750.06
Capital outlay											
Improvements	152,250	43,553	29%	609,000	187,931	31%	421,069	1,269,000	1,286,984	101%	(17,983.66)
Debt service											
Principal											
Refunding bond 2017	35,075	-	-	140,300	-	-	140,300	276,900	136,602	49%	140,299
Interest											
Refunding bond 2017	13,575	-	-	54,300	27,133	50%	27,167	112,300	85,046	76%	27,254
Transfers	305,275	305,275	100%	1,221,100	915,825	75%	305,275	2,431,700	2,126,425	87%	305,275
Contingency					918,270			918,270			
Total expenditures	\$ 693,975	\$ 609,227	88%	\$ 3,694,170	\$ 1,817,853	49%	\$ 958,047	\$ 6,481,670	\$ 5,061,307	78%	\$ 502,093
Revenue over (under) expenditures	\$ 80,900	\$ (74,220)	-16%	\$ (594,670)	\$ 990,972	217%	\$ (667,372)	\$ (390,670)			
Debt service reserve	194,600			194,600				194,600			194,600
Beginning fund balance	789,270	456,218	58%	789,270	456,218	58%		585,270			
Ending fund balance	\$ 870,170	\$ 381,998	44%	\$ -	\$ 1,447,190	-		\$ -			

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 came in at approximately \$3.1 million or 78 percent of the annual budget. Revenue collection for charges for services was roughly \$2.94 million or 77 percent of annual budget which is an increase of approximately \$249,000 over the prior year at quarter end. This increase can largely be attributed to the data centers increased water usage. Miscellaneous revenue collected during the third quarter is largely associated with the semiannual pasture lease payment.

Expenditures at quarter end came in at roughly \$3.52 million or 62 percent of the annual budget. Personnel services and materials and services are tracking under budget. Capital expenditures during the third quarter were largely for the beginning stages of a new machine shed out a the wastewater treatment plant.

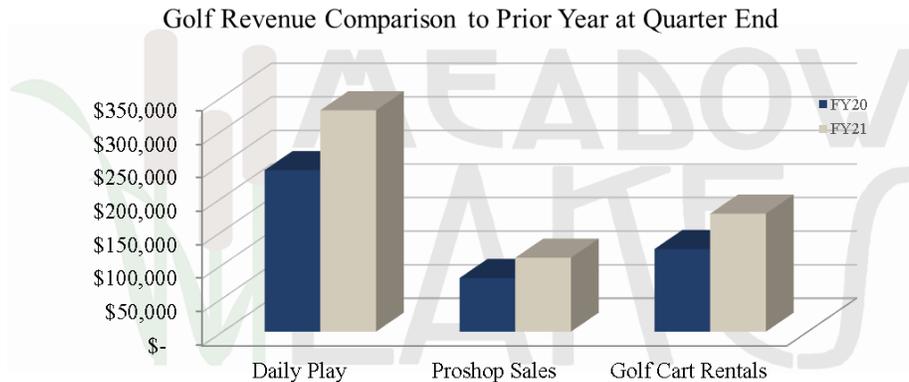
Fund balance decreased roughly \$416,000 or -16 percent through the third quarter primarily due to the \$500,000 transfer to the golf course during the second quarter for the completion of the irrigation project and anticipated debt service payments due during the third quarter.

Revenue	Current Quarter			Year to Date			Annual Est. Budget Balance	Biennial Budget Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %					
Charges for services	\$ 956,500	\$ 934,267	98%	\$ 3,826,000	\$ 2,940,941	77%	\$ 885,059	\$ 7,518,300	\$ 6,487,639	86%	\$ 1,030,661
Interest	10,500	3,633	35%	42,000	15,470	37%	26,530	96,000	63,018	66%	32,982
Miscellaneous	20,925	37,151	178%	83,700	92,857	111%	(9,157)	167,400	179,188	107%	(11,788)
SDCs - reimbursement fees	12,500	-	-	50,000	47,679	95%	2,321	98,000	213,887	218%	(115,887)
Intergovernmental	-	-	-	-	5,726	-	(5,726)	-	5,726	-	(5,726)
Total revenue	\$ 1,000,425	\$ 975,051	97%	\$ 4,001,700	\$ 3,102,672	78%	\$ 904,754	\$ 7,879,700	\$ 6,949,459	88%	\$ 930,241
Expenditures											
Personnel services	\$ 32,975	\$ 31,398	95%	\$ 131,900	\$ 93,425	71%	\$ 38,475	\$ 259,000	\$ 215,095	83%	\$ 43,905
Materials and services	183,000	135,248	74%	732,000	454,451	62%	277,549	1,448,900	1,069,508	74%	379,392.10
Franchise fee expense	47,750	47,750	100%	191,000	143,250	75%	47,750	376,000	328,250	87%	47,749.92
Capital outlay											
Improvements	244,750	14,508	6%	979,000	166,224	17%	812,776	1,284,000	307,540	24%	976,460.43
Debt service											
Principal											
DEQ CWSRF R74682/2	122,350	246,444	201%	489,400	489,318	100%	82	964,700	964,562	100%	138.00
Refunding 2017	40,950	-	-	163,800	-	-	163,800	323,200	159,399	49%	163,801.50
State of Oregon IFA	6,775	-	-	27,100	27,020	100%	80	58,400	53,773	92%	4,626.90
USDA 2015	14,825	59,291	400%	59,300	59,291	100%	9	117,000	116,996	100%	4.33
Interest											
DEQ CWSRF R74682/2	24,475	47,166	193%	97,900	97,902	100%	(2)	209,900	209,878	100%	22.00
Refunding 2017	15,850	-	-	63,400	31,661	50%	31,739	131,000	99,238	76%	31,762.13
State of Oregon IFA	1,750	-	-	7,000	7,035	100%	(35)	14,500	14,337	99%	162.96
USDA 2015	26,725	106,869	400%	106,900	106,869	100%	31	215,400	215,324	100%	75.67
Fees											
DEQ CWSRF R74682/2	4,325	-	-	17,300	17,257	100%	43	37,000	36,890	100%	110.00
Transfers	584,500	441,750	76%	2,338,000	1,825,250	78%	512,750	4,844,900	4,332,150	89%	512,750.03
Contingency				313,316				313,316			
Total expenditures	\$ 1,351,000	\$ 1,130,424	84%	\$ 5,717,316	\$ 3,518,953	62%	\$ 1,885,047	\$ 10,597,216	\$ 8,122,939	77%	\$ 2,160,961
Revenue over (under) expenditures	\$ (350,575)	\$ (155,374)	-5%	\$ (1,715,616)	\$ (416,281)	-13%	\$ (980,293)	\$ (2,717,516)			
Other resources / (requirements)											
Debt service reserve	1,014,800			1,014,800				1,014,800			1,014,800
Capital reserve	200,000			200,000				200,000			200,000
Beginning fund balance	2,930,416	3,179,624	109%	2,930,416	3,179,624	109%		3,932,316			
Ending fund balance	\$ 2,579,841	\$ 3,024,250	117%	\$ -	\$ 2,763,343	-		\$ -			

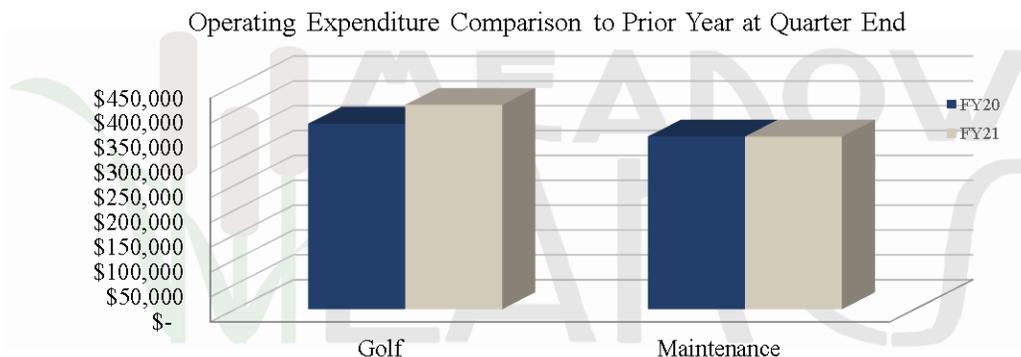
Golf Course and Restaurant Fund

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 \$1.56 million at quarter end or 87 percent of the annual budget. Golf operating revenue came in at about \$745,000 or 84 percent of the annual budget which is an increase over the prior year of roughly 45 percent. January and March were record months for the golf course and this third quarter was a record beating the previous third quarter record from 2015. Rounds of golf are up roughly 4,500 rounds through the third quarter compared to the prior year quarter end. Golf is one of the few sports that can be played within the social distancing guidelines of the state due to COVID-19. 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 \$2.34 million or 106 percent of the annual budget. Waste disposal expenditures are at roughly \$348,000 or 66 percent of the annual budget, which is flat in comparison to the prior year third quarter end. Golf course operating expenditures are up approximately 10 percent over the prior year with increases in personnel services, merchandise, building repair and maintenance, and credit card merchant fees. Golf is at roughly 125 percent of the annual budget with \$1.51 million being spent on the irrigation project through the third quarter. This project is expected to be completed in the spring. Below is a comparison of operating only expenditures to the prior year by department.



Golf Course and Restaurant Fund – Continued



Irrigation project at Meadow Lakes in during the 3rd quarter.

Fund balance decreased roughly \$780,000 or -60 percent through the third quarter largely due to the irrigation project.

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Charges for services											
Golf Course	\$ 222,625	\$ 217,164	98%	\$ 890,500	\$ 745,457	84%	\$ 145,043	\$ 1,656,000	\$ 1,564,168	94%	\$ 91,832
Waste Disposal	92,500	92,500	100%	370,000	277,500	75%	92,500	740,000	647,500	87%	92,500
Restaurant	6,650	1,786	27%	26,600	10,322	39%	16,278	48,200	28,182	58%	20,018
Other	1,125	731	65%	4,500	3,334	74%	1,166	9,000	8,112	90%	888
Interest	1,500	1,226	82%	6,000	6,450	108%	(450)	15,000	31,557	210%	(16,557)
Transfers	125,000	-	-	500,000	500,000	100%	-	1,250,000	1,250,000	100%	-
Intergovernmental	-	58	-	-	487	-	(487)	-	487	-	(487)
Miscellaneous	1,250	322	26%	5,000	17,007	340%	(12,007)	10,000	21,543	215%	(11,543)
Total revenue	\$ 450,650	\$ 313,788	70%	\$ 1,802,600	\$ 1,560,557	87%	\$ 242,043	\$ 3,728,200	\$ 3,551,550	95%	\$ 176,650
Expenditures											
Golf Course	\$ 382,050	\$ 209,910	55%	\$ 1,528,200	\$ 1,916,549	125%	\$ (388,349)	\$ 2,838,700	\$ 2,491,816	88%	\$ 346,884
Waste Disposal	131,925	90,669	69%	527,700	347,548	66%	180,152	1,014,500	835,087	82%	179,413
Restaurant	8,750	5,199	59%	35,000	14,838	42%	20,162	68,000	36,658	54%	31,342
Debt service											
Principal - note payable	14,075	-	-	56,300	56,213	100%	87	82,200	82,088	100%	112
Interest - note payable	50	-	-	200	111	56%	89	2,200	2,070	94%	130
Principal - 2017 bond	11,250	-	-	45,000	-	-	45,000	90,000	45,000	50%	45,000
Interest - 2017 bond	2,075	-	-	8,300	4,125	50%	4,175	17,800	13,577	76%	4,223
Scooter lease	-	-	-	-	1,386	-	(1,386)	-	4,962	-	(4,962)
Contingency				15,695				15,695			
Total expenditures	\$ 550,175	\$ 305,778	56%	\$ 2,216,395	\$ 2,340,771	106%	\$ (138,685)	\$ 4,129,095	\$ 3,511,258	85%	\$ 602,142
Revenue over (under) expenditures	\$ (99,525)	\$ 8,010	1%	\$ (413,795)	\$ (780,214)	-60%	\$ 380,728	\$ (400,895)			
Debt service reserve	82,400			82,400				82,400			82,400
Beginning fund balance	496,195	1,307,175	263%	496,195	1,307,175	263%		483,295			
Ending fund balance	\$ 396,670	\$ 1,315,185	332%	\$ -	\$ 526,961	-		\$ -			

March 31, 2021

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 third quarter came in at approximately \$2.23 million or 85 percent of the annual budget. Third quarter charges for services are largely from the Internal Service Fund transfers totaling \$607,000 for the quarter. Intergovernmental revenue is from the Coronavirus Relief Funds Grant totaling roughly \$25,500 in the third quarter.

Overall expenditures at quarter end are at approximately 69 percent of the annual budget or \$2.14 million. Expenditures are below budget in the City Council Department with significant savings in training and travel due to COVID-19. In the Administrative Services Department and in the Finance Department expenditures are at budget. A budget adjustment was done for the Information Technology Department in August to provide additional dollars for 911 upgrades and additional costs associated with the COVID-19 pandemic. The adjustment done was for known costs to date and a supplemental budget will be needed prior to yearend to recognize the reimbursements associated with these costs and the additional costs that are unknown at this time.

Fund balance increased roughly \$86,000 or 55 percent through the third quarter.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Quarter Actual	Quarter Budget %	Annual Budget Est.	Annual Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Revenue											
Charges for services	\$ 649,375	\$ 626,783	97%	\$ 2,597,500	\$ 2,014,184	78%	\$ 583,316	\$ 5,319,900	\$ 5,161,536	97%	\$ 158,364
Intergovernmental	-	25,501	-		210,212	-	(210,212)		256,866	-	(256,866)
Interest	2,500	629	25%	10,000	1,810	18%	8,190	20,000	7,969	40%	12,031
Total revenue	\$ 651,875	\$ 652,913	100%	\$ 2,607,500	\$ 2,226,206	85%	\$ 381,294	\$ 5,339,900	\$ 5,426,370	102%	\$ (86,470)
Expenditures											
City Council	\$ 22,950	\$ 21,855	95%	\$ 91,800	\$ 58,845	64%	\$ 32,955	\$ 182,100	\$ 146,230	80%	\$ 35,870
Administration / Team Services	202,875	182,106	90%	811,500	605,331	75%	206,169	1,614,500	1,463,834	91%	150,666
Financial Services	237,900	219,296	92%	951,600	712,350	75%	239,250	1,878,500	1,584,393	84%	294,107
Information Technology	299,050	188,198	63%	1,196,200	763,390	64%	432,810	2,083,000	2,256,090	108%	(173,090)
Contingency					34,714			34,714			
Total expenditures	\$ 762,775	\$ 611,455	80%	\$ 3,085,814	\$ 2,139,917	69%	\$ 911,183	\$ 5,792,814	\$ 5,450,547	94%	\$ 307,553
Revenue over (under) expenditures	\$ (110,900)	\$ 41,457	26%	\$ (478,314)	\$ 86,289	55%	\$ (529,889)	\$ (452,914)			\$ (394,023)
Beginning fund balance	478,314	157,625	33%	478,314	157,625	33%		452,914			295,289
Ending fund balance	\$ 367,414	\$ 199,082	54%	\$ -	\$ 243,914	-		\$ -			

March 31, 2021

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 \$599,000 or 72 percent of the annual budget. Third quarter intergovernmental revenues were associated with the final reimbursement for the Sr. Center project and Coronavirus Relief Fund reimbursements. The City received a grant to be reimbursed for eligible expenses associated with mitigating the risk of COVID-19. Other revenue for the quarter was largely associated with user rents and transfers.

Expenditures through the third quarter are roughly 177 percent of the annual budget. The City Hall Facilities and Public Works Facilities Department are tracking under budget at approximately 46 percent and 47 percent of the annual budget respectively. In the Police Facilities Department, the new facility remodel was cleared for occupancy and dispatch prepared to move in April. Third quarter capital expenditures associated with the new police facility totaled roughly \$592,000. The Sr. Center project was finalized and closed out in the third quarter. Third quarter expenditures in the Barnes Butte Department are primarily associated with the joints park master plan, weed control and debt service.

Fund balance decreased roughly -85 percent through the third quarter due to the capital projects going on in this fund with the largest project taking place in Police Facilities. This fund will likely require a budget adjustment in Police Facilities.



New police facility was completed during the third quarter and move in ready in April.

Building Facilities Fund - Continued

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Rent	\$ 56,725	\$ 54,425	96%	\$ 226,900	\$ 163,275	72%	\$ 63,625	\$ 438,000	\$ 374,475	85%	\$ 63,525
Transfers	144,275	27,125	19%	577,100	99,975	17%	477,125	867,100	484,175	56%	382,925
Miscellaneous	1,250	1,327	106%	5,000	9,434	189%	(4,434)	10,000	42,802	428%	(32,802)
Debt proceeds	-	-	-	-	-	-	-	5,958,000	5,958,000	100%	-
Intergovernmental	-	92,842	-	-	312,407	-	(312,407)	1,575,300	1,445,128	92%	130,172
Interest	6,250	1,708	27%	25,000	14,383	58%	10,617	70,000	151,708	217%	(81,708)
Total revenue	\$ 208,500	\$ 177,428	85%	\$ 834,000	\$ 599,474	72%	\$ 234,526	\$ 8,918,400	\$ 8,456,288	95%	\$ 462,112
Expenditures											
City Hall facilities	\$ 64,075	\$ 29,401	46%	\$ 256,300	\$ 117,272	46%	\$ 139,028	\$ 512,300	\$ 310,876	61%	\$ 201,424
Police facilities	423,825	621,636	147%	1,695,300	3,497,366	206%	(1,802,066)	9,051,100	9,017,471	100%	33,629
CDBG - Sr. Center	-	7,781	-	-	211,178	-	(211,178)	1,515,300	1,365,900	90%	149,400
Public Works facilities	10,750	6,907	64%	43,000	20,054	47%	22,946	85,000	62,092	73%	22,908
Barnes Butte	26,250	22,783	87%	105,000	84,955	81%	20,045	361,200	311,243	86%	49,957
Contingency				122,308				27,008			
Total expenditures	\$ 524,900	\$ 688,508	131%	\$ 2,221,908	\$ 3,930,825	177%	\$ (1,831,225)	\$ 11,551,908	\$ 11,067,583	96%	\$ 457,317
Revenue over (under) expenditures	\$ (316,400)	\$ (511,081)	-13%	\$ (1,387,908)	\$ (3,331,351)	-85%	\$ 2,065,751	\$ (2,633,508)			
Other requirements											
Debt service reserve	237,900			237,900				237,900			237,900
Beginning fund balance	1,625,808	3,917,100	241%	1,625,808	3,917,100	241%		2,871,408			
Ending fund balance	\$ 1,309,408	\$ 3,406,019	260%	\$ -	\$ 585,749	-		\$ -			



Barnes Butte Recreational Area

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.

In the Plaza Fund, the city and county have an agreement that the audited ending fund balance is not to exceed \$50,000, with both entities putting in matching amounts not to exceed \$10,000. Revenues are tracking under budget because the timing in which the county is to make its annual payment per the contract and the timing in which audited fund balances are given do not align.

Third quarter materials and services are for contracted landscaping and grounds keeping, sidewalk repairs and snow and ice removal totaling approximately \$5,700.

Fund balance decreased roughly 11 percent with the sidewalk repairs done during the third quarter.

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Intergovernmental	\$ 1,250	\$ -	-	\$ 5,000	\$ 3,991	80%	\$ 1,009	\$ 22,500	\$ 10,452	46%	\$ 12,048
Interest	250	45	18%	1,000	176	18%	824	2,000	1,250	62%	750
Transfers	1,250	-	-	5,000	3,991	80%	1,009	22,500	10,452	46%	12,048
Total revenue	\$ 2,750	\$ 45	2%	\$ 11,000	\$ 8,158	74%	\$ 2,842	\$ 47,000	\$ 22,154	47%	\$ 24,846
Expenditures											
Materials and services	\$ 3,500	\$ 5,743	164%	\$ 14,000	\$ 9,750	70%	\$ 4,250	\$ 43,000	\$ 29,730	69%	\$ 13,270
Transfers	500	500	100%	2,000	1,500	75%	500	4,000	3,500	88%	500
Contingency				36,318				36,318			
Total expenditures	\$ 4,000	\$ 6,243	156%	\$ 52,318	\$ 11,250	22%	\$ 4,750	\$ 83,318	\$ 33,230	40%	\$ 13,770
Revenue over (under) expenditures	\$ (1,250)	\$ (6,198)	-21%	\$ (41,318)	\$ (3,092)	-11%	\$ (1,908)	\$ (36,318)			
Beginning fund balance	41,318	29,093	70%	41,318	29,093	70%		36,318			
Ending fund balance	\$ 40,068	\$ 22,895	57%	\$ -	\$ 26,001	-		\$ -			



Plaza on a windy day during the 3rd 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 through the third quarter are at roughly 67 percent of the annual budget. Third quarter revenues are largely made up of charges for service transfers from the Water, Wastewater and Transportation Department.

Overall expenditures through the third quarter are at roughly 67 percent of the annual budget. Expenditures for support services are tracking slightly under budget through the third quarter with personnel services coming in at 71 percent at quarter end. In the fleet and vehicles department, expenditures through the third quarter are at approximately 105 percent. Third quarter expenditures were largely for capital expenditures associated with a new super duty pickup truck that totaled roughly \$30,000, equipment repairs and maintenance, and fuel. A budget adjustment will be required prior to yearend in the fleet and vehicles department due to unanticipated capital expenditures.

Fund balance decreased approximately \$189,000 or -109 percent through the third quarter largely due to the purchase of capital equipment in the second quarter.

Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Intergovernmental	\$ 29,750	\$ 790	3%	\$ 119,000	\$ 114,498	96%	\$ -4,502	\$ 236,000	\$ 115,523	49%	\$ 120,477
Charges for services	500,375	441,625	88%	2,001,500	1,324,875	66%	676,625	4,000,500	3,323,875	83%	676,625
Interest	875	257	29%	3,500	1,366	39%	2,134	7,000	4,792	68%	2,208
Miscellaneous	4,500	189	4%	18,000	2,547	14%	15,453	36,000	4,918	14%	31,082
Total revenue	\$ 535,500	\$ 442,861	83%	\$ 2,142,000	\$ 1,443,285	67%	\$ 698,715	\$ 4,279,500	\$ 3,449,107	81%	\$ 830,393
Expenditures											
Public Works Support Services	\$ 451,475	\$ 432,309	96%	\$ 1,805,900	\$ 1,292,447	72%	513,453	\$ 3,527,000	\$ 2,974,572	84%	\$ 552,428
Public Works Fleet and Vehicles	80,875	70,836	88%	323,500	339,408	105%	(15,908)	636,600	650,144	102%	(13,544)
Contingency				290,833				290,833			
Total expenditures	\$ 532,350	\$ 503,145	95%	\$ 2,420,233	\$ 1,631,855	67%	\$ 497,545	\$ 4,454,433	\$ 3,624,716	81%	\$ 538,884
Revenue over (under) expenditures	\$ 3,150	\$ (60,284)	-35%	\$ (278,233)	\$ (188,570)	-109%	\$ 201,170	\$ (174,933)			
Beginning fund balance	174,933	173,520	99%	278,233	173,520	62%		174,933			
Ending fund balance	\$ 178,083	\$ 113,236	64%	\$ -	\$ (15,050)	-		\$ -			



Sidewalk repairs done in the third quarter