



*City of Prineville, Oregon
Financial Report
Fourth Quarter Ended June 30, 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 annual allocation 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.

Through the fourth quarter ending June 30, 2021 the City’s financial condition decreased by approximately \$5.4 million or -28 percent. Audit adjustments are still in the process of being made at the time of this presentation but changes are anticipated to be immaterial. Funds with a significant negative impact to fund balance include all the SDC funds, Airport, Wastewater Fund, Golf Course Fund and the Building Facilities Fund. Funds with significant increases in fund balance include Transportation, Emergency Dispatch, Planning, PERS/POB, Water, Administration Fund and the Public Works Support Services Fund. Capital improvements and scheduled debt service payments largely contributed to the decrease in the City’s financial condition.

Through the fourth quarter, General Fund revenues came in at roughly 96 percent of the annual budget or \$7.7 million. Property tax revenue is at 107 percent of the annual budget and up \$196,000 compared to the prior year. Transient lodging taxes are up in comparison to the prior year by roughly \$69,000 with fourth quarter collections coming in similar to pre CV-19 collections. Franchise fees are at roughly 108 percent of the annual budget with collection increasing approximately \$431,000 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 \$406,000. Other significant fourth quarter collections include \$207,000 in grant reimbursements from the biomass project. Fund balance for the General Fund increased approximately \$124,000 or 5 percent through the fourth quarter.

The Transportation’s fund balance increased roughly \$121,000 or 28 percent through the fourth quarter. State gas tax collection came in at roughly \$741,000 through the fourth quarter and is up approximately \$54,000 over the prior year with the Governor’s travel restrictions starting to ease in the fourth quarter. Capital improvements during the fourth quarter are primarily associated with the ADA transition plan and the transit grant.

June 30, 2021

In Emergency Dispatch, fund balance increased approximately \$338,000 through the fourth quarter. Fourth quarter revenues were at roughly 109 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 85 percent of the annual budget with overtime coming in at roughly 303 percent. Dispatch continues to be short staffed but newly implemented ProQA software is helping to streamline calls.

Through the fourth quarter, fund balance decreased in all the SDC funds 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 and this project is expected to close out in the beginning of FY 22. In the Wastewater SDC Fund, a transfer was done to reimburse the Water SDC fund for the sewer portion of the ASR project. SDC collection during the fourth quarter was associated with roughly 40 housing starts.

During the fourth quarter, the railroad increased its operating revenue over the prior year quarter end by roughly 31 percent with significant increases in switching, freight depot and storage. The overall car count is up by approximately 28 cars in comparison the prior year at quarter end. This is largely due to increases in lumber and magnesium chloride cars coming 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 85 percent of the annual budget. Fourth quarter capital expenditures were for needed track and signal work and a new utility truck. Fund balance increase roughly \$104,000 or 9 percent through the fourth quarter.

In the Airport Fund, fund balance decreased approximately \$71,000 or -61 percent largely due to the paving of the road to the helibase at the airport during the second quarter. Operating revenues are up 39 percent with operating expenses up 17 percent in comparison to the prior year. Fuel sales are up significantly in comparison to the prior year with fuel prices up and the airport having several record breaking months due to firefighting operations being set up at the airport and Erickson's Inc. facilitating sky crane training at the airport throughout the year. Fuel inventory at quarter end totaled approximately \$48,000.

Meadow Lakes Golf shows a decrease in fund balance through the fourth quarter of approximately \$772,000 or -59 percent due to the irrigation project that was completed during the fourth quarter. Operating revenue for the golf course is up in comparison to the prior year roughly 36 percent. Rounds of golf played is up roughly 6,300 which is a record for the golf course which led to a record breaking year in all major operating revenue categories. Golf course operating expenditures are up approximately 8 percent and maintenance expenditures are down over the prior year by

June 30, 2021

approximately 2 percent. The irrigation project has had roughly \$1.6 million in capital expenditures through the fourth quarter.

In Administration and Financial Support Services, the fund balance increased roughly \$532,000 largely due to a transfer from the General Fund to help support the extra work from IT regarding the new public safety building, 911 upgrades and CV-19 expenses. The City Council Department came in under budget with significant savings in training and travel due to CV-19. In the Administrative Services Department and in the Information Technology Department a supplemental budget was done to allow for additional CV-19 expenses, additional dollars for 911 upgrades and trainings associated with equity, diversity and inclusion. The Finance Department is over slightly in comparison to the annual budget but is under for the biennium largely due to the increase in credit card charges as more and more people made the switch from paying in person to paying over the phone or online due to the pandemic.

Through the fourth quarter the Building Facilities fund balance decreased roughly -88 percent largely due to the capital projects associated with the adaptation and remodel of the new police facility building. During the fourth quarter both the Police Department and dispatch center were moved to the new public safety facility. Capital expenditures during the fourth quarter were roughly \$149,000 for the police facility and \$19,000 for the joints park master plan and a wagon in the Barnes Butte Department.

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

June 30, 2021

All City Funds

Fund	Budgeted	Actual Unaudited	Current	Current	Ending	Change	Percentage
	Beginning Fund Balance	Beginning Fund Balance	Year Resources	Year Expenditures	Fund Balance	in Fund Balance	Change in Fund Balance
General	\$ 2,130,586	\$ 2,500,771	\$ 7,675,033	\$ 7,550,834	\$ 2,624,971	\$ 124,200	5%
Transportation	221,758	184,692	1,747,219	1,626,557	305,354	120,662	65%
Emergency Dispatch	303,956	730,916	1,938,493	1,600,895	1,068,514	337,598	46%
Planning	74,658	90,723	429,621	384,778	135,566	44,843	49%
Transportation SDC	698,586	1,288,745	793,091	1,186,328	895,508	(393,237)	-31%
Water SDC	2,445,523	2,259,907	5,809,947	7,897,755	172,100	(2,087,807)	-92%
Wastewater SDC	127,092	869,460	250,424	966,167	153,717	(715,743)	-82%
PERS / POB	902,391	965,618	711,019	299,165	1,377,471	411,853	43%
Railroad	1,148,193	1,150,560	1,069,344	964,997	1,254,907	104,347	9%
Airport	8,615	116,835	708,022	779,032	45,825	(71,010)	-61%
Water	789,270	456,218	3,733,162	3,093,199	1,096,181	639,963	140%
Wastewater	2,930,416	3,179,624	4,302,857	4,679,972	2,802,509	(377,115)	-12%
Golf Course and Restaurant	496,195	1,307,175	2,033,752	2,805,849	535,077	(772,098)	-59%
Administration and Financial Services	478,314	157,625	3,381,459	2,849,266	689,817	532,192	338%
Building Facilities	1,625,808	3,917,100	1,137,441	4,602,524	452,017	(3,465,083)	-88%
Plaza Maintenance	41,318	29,093	8,189	13,941	23,341	(5,752)	-20%
Public Works Support Services	278,233	173,520	2,317,649	2,097,397	393,772	220,252	127%
Totals	\$ 14,700,912	\$ 19,378,582	\$ 38,046,721	\$ 43,398,656	\$ 14,026,647	\$ (5,351,935)	-28%



War Paint Sculpture dedication in June 2021

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 fourth quarter is at approximately \$7.7 million or 96 percent of the annual budget. Property tax collection came in at approximately \$2.5 million or roughly 107 percent of the annual budget. Property taxes are up over the prior year by approximately \$196,000. Transient lodging taxes are up in comparison to the prior year by roughly \$69,000 with fourth quarter collection coming in at \$118,000 which is at pre CV-19 fourth quarter collection level. Franchise fees are at roughly 108 percent of the annual budget with collection increasing approximately \$431,000 over prior year. Electrical franchise fees continue to be on the rise and are up over the prior year roughly \$406,000 with the continued build outs of the data centers. Other fourth quarter revenues included roughly \$207,000 in grant reimbursements for the biomass project.

Police spending through the fourth quarter is at approximately 98 percent of the annual budget. Personnel services are at roughly 95 percent of the annual budget with overtime tracking at approximately 70 percent. Non-department is at roughly 65 percent of the annual budget with fourth quarter expenditures largely associated with the grant funded biomass project, transient lodging taxes to the Prineville Chamber of Commerce, street lighting, fairground support and budgeted transfers. A supplemental budget was done in the General Fund largely to allow for the expenditure of stimulus dollars associated with the American Rescue Plan Act. Those dollars are expected in August of 2021.

Overall, the General Fund realized an increase in fund balance of roughly \$124,000 or 5 percent through the fourth quarter.



Officers helped the Easter Bunny hide eggs for children to find on Easter weekend.

General Fund – Continued

	Current Quarter			Year to Date			Annual Est.	Annual Est.	Biennial Budget	Biennial Actual to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Budget Est.	Actual	Budget %	Budget Est.	Actual	Budget %						
Revenue												
Property taxes	\$ 585,000	\$ 95,230	16%	\$ 2,340,000	\$ 2,493,615	107%	\$ (153,615)	\$ 4,570,000	\$ 4,791,110	105%	\$ (221,110)	
Transient lodging tax	95,000	118,282	125%	380,000	380,648	100%	(648)	760,000	692,647	91%	67,353	
Franchise fees	852,000	1,162,835	136%	3,408,000	3,696,750	108%	(288,750)	6,558,000	6,962,424	106%	(404,424)	
Licenses and permits	2,100	639	30%	8,400	4,035	48%	4,365	17,200	13,520	79%	3,680	
Intergovernmental revenues	377,700	196,461	52%	1,510,800	588,440	39%	922,360	1,960,000	1,005,692	51%	954,308	
Charges for services	71,250	-	-	285,000	308,287	108%	(23,287)	560,000	588,786	105%	(28,786)	
Interest	10,000	4,230	42%	40,000	18,158	45%	21,842	80,000	60,761	76%	19,239	
Miscellaneous	10,250	95,682	933%	41,000	185,100	451%	(144,100)	81,000	294,495	364%	(213,495)	
Total revenue	\$ 2,003,300	\$ 1,673,358	84%	\$ 8,013,200	\$ 7,675,033	96%	\$ 338,167	\$ 14,586,200	\$ 14,409,435	99%	\$ 176,765	
Expenditures												
Police	\$ 1,425,775	1,719,075	121%	\$ 5,703,100	\$ 5,564,621	98%	138,479	\$ 11,102,100	\$ 10,859,413	98%	\$ 242,687	
Non-departmental	758,325	1,076,073	142%	3,033,300	1,986,212	65%	1,047,088	3,995,000	3,078,378	77%	916,622	
Contingency				1,407,386				1,407,386				
Total expenditures	\$ 2,184,100	\$ 2,795,148	128%	\$ 10,143,786	\$ 7,550,834	74%	\$ 1,185,566	\$ 16,504,486	\$ 13,937,791	84%	\$ 1,159,309	
Revenue over (under) expenditures	(180,800)	(1,121,791)	-45%	(2,130,586)	124,200	5%	\$ (847,400)	(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	\$ 1,949,786	\$ 1,378,980	71%	\$ -	\$ 2,624,971	-		\$ -				

Notes: Supplemental budget done per resolution 1490



Prideville community event in June 2021

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 fourth quarter is at approximately 99 percent of the annual budget. Intergovernmental revenue collection is at 93 percent of the annual budget with roughly \$202,100 coming in for gas taxes in the fourth quarter. State gas tax collection is up over the prior year as travel restrictions eased in the fourth quarter.

Expenditures through the fourth quarter came in at approximately 82 percent of annual budget. Capital improvements during the fourth quarter were associated with the transit grant. Budget to actual differences for capital outlay are largely associated with the ODOT transit grant with expenditures coming in less than anticipated at the time of budgeting. During the fourth quarter the Transportation Department supported the repaving of the basketball courts and that project was completed during the fourth quarter.

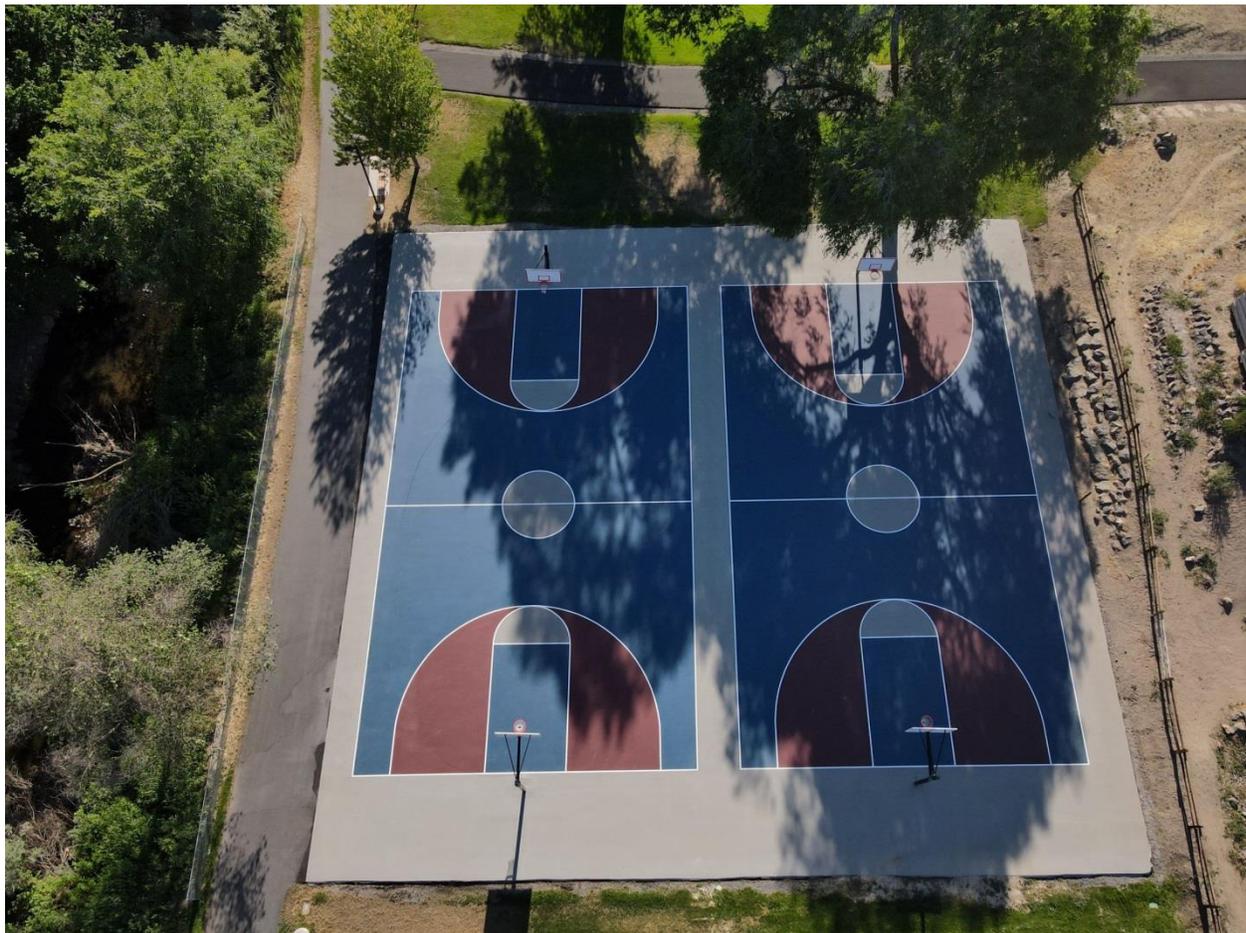
Fund balance increased roughly \$121,000 or 28 percent through the fourth quarter.



Streets Department supporting the paving of the basketball courts in the park in April 2021

Transportation 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				
Franchise fees	\$ 84,500	\$ 84,500	100%	\$ 338,000	\$ 338,000	100%	\$ (0)	\$ 665,000	\$ 665,000	100%	\$ (0)
Intergovernmental	251,600	252,373	100%	1,006,400	936,276	93%	70,124	1,962,700	1,857,400	95%	105,300
Transfers	100,000	-	-	400,000	400,000	100%	-	700,000	700,000	100%	-
Interest	1,250	751	60%	5,000	2,191	44%	2,809	10,000	7,425	74%	2,575
Miscellaneous	2,250	14,631	650%	9,000	70,752	786%	(61,752)	28,000	106,210	379%	(78,210)
Total revenue	\$ 439,600	\$ 352,256	80%	\$ 1,758,400	\$ 1,747,219	99%	\$ 11,181	\$ 3,365,700	\$ 3,336,035	99%	\$ 29,665
Expenditures											
Personnel services	\$ 65,225	\$ 57,450	88%	\$ 260,900	\$ 233,648	90%	27,252	\$ 512,100	\$ 467,850	91%	\$ 44,250
Material and services	63,100	111,515	177%	252,400	237,865	94%	14,535	501,000	443,309	88%	57,691
Capital outlay											
Improvements	214,925	22,899	11%	859,700	787,843	92%	71,857	1,833,400	1,773,524	97%	59,876
Transfers	91,800	91,800	100%	367,200	367,200	100%	0	735,300	735,300	100%	0
Contingency				239,958				239,958			
Total expenditures	\$ 435,050	\$ 283,664	65%	\$ 1,980,158	1,626,557	82%	\$ 113,643	\$ 3,821,758	\$ 3,419,982	89.49%	\$ 161,818
Revenue over (under) expenditures	\$ 4,550	\$ 68,592	37%	\$ (221,758)	\$ 120,662	65%	\$ (102,462)	\$ (456,058)			
Beginning fund balance	221,758	184,692	83%	221,758	184,692	83%		456,058			
Ending fund balance	\$ 226,308	\$ 253,284	112%	\$ -	\$ 305,354	-		\$ -			



The basketball courts completed in the fourth quarter

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 \$1.9 million or 109 percent of the annual budget. Fourth quarter intergovernmental revenue collection was at roughly \$238,000 largely coming from Crook County for dispatching services and E-911 taxes.

Expenditures came in at approximately \$1.6 million or 77 percent of the annual budget. Personnel services are 85 percent of the annual budget or approximately \$986,000 with overtime coming in at roughly 303 percent of the annual budget. Dispatch continues to be short staffed but newly implemented ProQA software is helping to streamline calls. Capital outlay expenditures during the fourth quarter were associated with radio tower upgrades and the dispatch center moving to the new public safety building.

Fund balance increased roughly \$338,000 or 46 percent through the fourth quarter due to savings in personnel services and increases in E911 taxes due to a statewide tax rate increase.

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	\$ 243,100	\$ 237,663	98%	\$ 972,400	\$ 1,138,373	117%	\$ (165,973)	\$ 1,874,200	\$ 2,115,622	113%	(241,422)
Miscellaneous	1,000	-	-	4,000	10	0%	3,990	8,000	25	0%	7,975
Interest	2,500	1,328	53%	10,000	5,810	58%	4,190	20,000	16,773	84%	3,227
Transfers from other funds	198,575	198,575	100%	794,300	794,300	100%	(0)	1,501,700	1,501,700	100%	(0)
Total revenue	\$ 445,175	\$ 437,566	98%	\$ 1,780,700	\$ 1,938,493	109%	\$ (157,793)	\$ 3,403,900	\$ 3,634,120	107%	(230,220)
Expenditures											
Personnel services	\$ 290,075	\$ 265,873	92%	\$ 1,160,300	\$ 986,136	85%	174,164	\$ 2,357,100	\$ 2,014,407	85%	342,693
Material and services	68,375	77,652	114%	273,500	251,631	92%	21,869	553,600	497,824	90%	55,776
Capital outlay											
Equipment	38,750	32,019	83%	155,000	173,628	112%	(18,628)	190,000	185,891	98%	4,109
Transfers	47,375	47,375	100%	189,500	189,500	100%	(0)	372,900	372,900	100%	0
Contingency				306,356				306,356			
Total expenditures	\$ 444,575	\$ 422,919	95%	\$ 2,084,656	\$ 1,600,895	77%	\$ 177,405	\$ 3,779,956	\$ 3,071,022	81.24%	\$ 402,578
Revenue over (under) expenditures	\$ 600	\$ 14,647	2%	\$ (303,956)	\$ 337,598	46%	\$ (335,198)	\$ (376,056)			
Beginning fund balance	303,956	730,916	240%	303,956	730,916	240%		376,056			
Ending fund balance	\$ 304,556	\$ 745,563	245%	\$ -	\$ 1,068,514	-		\$ -			

Notes: Budget Adjustment done per resolution 1491



The new dispatch center workstations

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 fourth quarter, revenue collection came in at approximately \$430,000 or 109 percent of the annual budget. Revenue collection for the licenses and permits is at approximately \$53,000, an increase over prior year by roughly \$20,000. Charges for services are associated with SDC administration fees that were distributed during the fourth quarter. Development highlights include roughly 40 housing starts that paid SDC's during the fourth quarter. Pictured below and on the next page are some of the residential developments in progress.

Expenditures through the fourth quarter are at approximately \$385,000 or 82 percent of the annual budget. Expenditures are below budget at yearend in both personnel services and materials and services. Fourth quarter expenditures for materials and services are largely associated with reimbursements to Neighbor Impact for the DEQ grant.

Fund balance increased approximately \$45,000 or 49 percent through the fourth quarter.



Planning 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				
Licenses and permits	\$ 10,000	\$ 20,772	208%	\$ 40,000	\$ 52,539	131%	\$ (12,539)	\$ 80,000	\$ 84,858	106%	\$ (4,858)
Intergovernmental	1,250	5,594	448%	5,000	13,944	279%	(8,944)	10,000	30,922	309%	(20,922)
Charges for services	6,175	28,076	455%	24,700	72,141	292%	(47,441)	171,600	228,269	133%	(56,669)
Interest	1,000	261	26%	4,000	997	25%	3,003	8,000	4,792	60%	3,208
Transfers from other funds	80,000	50,000	63%	320,000	290,000	91%	30,000	360,000	330,000	92%	30,000
Total revenue	\$ 98,425	\$ 104,703	106%	\$ 393,700	\$ 429,621	109%	\$ (35,921)	\$ 629,600	\$ 678,841	108%	\$ (49,241)
Expenditures											
Personnel services	\$ 61,600	\$ 62,048	101%	\$ 246,400	\$ 236,933	96%	\$ 9,467	\$ 479,700	\$ 466,118	97%	\$ 13,582
Material and services	14,650	4,300	29%	58,600	25,844	44%	32,756	108,500	77,363	71%	31,137
Transfers	30,500	30,500	100%	122,000	122,000	100%	0	241,000	241,000	100%	0
Contingency				41,358				41,358			
Total expenditures	\$ 106,750	\$ 96,848	91%	\$ 468,358	\$ 384,778	82%	\$ 42,222	\$ 870,558	\$ 784,481	90%	\$ 44,719
Revenue over (under) expenditures	\$ (8,325)	\$ 7,856	9%	\$ (74,658)	\$ 44,843	49%	\$ (78,143)	\$ (240,958)			
Beginning fund balance	74,658	90,723	122%	74,658	90,723	122%		240,958			
Ending fund balance	\$ 66,333	\$ 98,579	149%	\$ -	\$ 135,566	-		\$ -			

Notes: Budget Adjustment done per resolution 1491



Transportation SDC Fund

This fund accounts for the collection and expenditure of transportation system development charges (SDC). 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 72 percent of the annual budget. SDC collection through the fourth quarter is at roughly \$783,000 with roughly 40 housing starts paying transportation SDC's in the fourth quarter.

Expenditures at quarter end were primarily associated with capital projects. Capital expenditures during the fourth quarter were largely for the 10th and Main Street design build project and the Peters Road / Combs Flat extension project. The 10th and Main Street project is anticipated to be completed by the end of August of 2021. Budget to actual differences in capital outlay are associated with the timing in which the 10th and Main Street project is being completed.

Fund balance decreased roughly \$393,000 or -31 percent through the fourth 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)	\$ 1,500,400	\$ 1,549,397	103%	\$ (48,997)
Miscellaneous	-	-	-	-	-	-	-	122,667	-	-	122,667
Interest	4,750	1,522	32%	19,000	7,894	42%	11,106	49,000	32,429	66%	16,571
System development charges	268,875	355,461	132%	1,075,500	783,401	73%	292,099	1,677,000	1,416,746	84%	260,254
Total revenue	\$ 273,625	\$ 356,983	130%	\$ 1,094,500	\$ 793,091	72%	\$ 301,409	\$ 3,349,067	\$ 2,998,573	90%	\$ 350,494
Expenditures											
Material and services	\$ 2,500	\$ 4,955	198%	\$ 10,000	\$ 18,764	188%	\$ (8,764)	\$ 20,000	\$ 18,764	94%	\$ 1,236
Capital outlay											
Improvements	-	527,580	-	-	1,129,664	-	(1,129,664)	3,700,000	3,515,356	95%	184,644
Transfers	12,500	31,517	252%	50,000	37,900	76%	12,100	85,000	69,699	82%	15,301
Contingency				1,733,086				944,153			
Total expenditures	\$ 15,000	\$ 564,052	3760%	\$ 1,793,086	\$ 1,186,328	66%	\$ (1,126,328)	\$ 4,749,153	\$ 3,603,819	76%	\$ 201,181
Revenue over (under) expenditures	\$ 258,625	\$ (207,070)	-	\$ (698,586)	\$ (393,237)	-31%	\$ 1,427,737	\$ (1,400,086)			
Beginning fund balance	698,586	1,288,745	184%	698,586	1,288,745	184%		1,400,086			
Ending fund balance	\$ 957,211	\$ 1,081,675	113%	\$ -	\$ 895,508	-		\$ -			

Notes: Supplemental budget done per resolution 1490 - Prior supp budget per res. No. 1446



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

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 fourth quarter was at approximately \$5.8 million which was largely associated with the aquifer storage and recharge project (ASR) reimbursements through the City's IFA loan. There were approximately 40 housing starts that paid SDC's during the fourth quarter.

Expenditures are at roughly \$7.9 million through the fourth 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. This project neared completion at the end of the fourth quarter. Budget to actual differences in capital outlay are associated with the timing in which the ASR project is being completed

At fourth quarter end, fund balance decreased roughly \$2.1 million or -92 percent due to budgeted capital projects.

	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											
Interest	\$ 10,000	\$ 360	4%	\$ 40,000	\$ 8,536	21%	\$ 31,464	\$ 90,000	\$ 28,824	32%	\$ 61,176
System development charges	125,700	255,448	203%	502,800	1,835,658	365%	(1,332,858)	7,900,000	7,889,502	100%	10,498
Transfers	242,500	959,000	395%	970,000	959,000	99%	11,000	2,459,800	1,959,000	39%	500,800
Miscellaneous	-	-	-	-	6,753	-	(6,753)	-	6,753	-	(6,753)
Debt Proceeds	6,225	-	-	24,900	3,000,000	12048%	(2,975,100)	3,024,900	3,000,000	99%	24,900
Total revenue	\$ 384,425	\$ 1,214,809	316%	\$ 1,537,700	\$ 5,809,947	378%	\$ (1,301,394)	\$ 13,474,700	\$ 12,884,079	96%	\$ 590,621
Expenditures											
Capital outlay											
Improvements	\$ 789,450	\$ 1,405,978	178%	\$ 3,157,800	\$ 7,618,497	241%	\$ (4,460,697)	\$ 13,800,000	\$ 13,671,123	99%	\$ 128,877
Debt service	10,000	-	-	40,000	-	-	40,000	40,000	-	0%	40,000
Transfers	52,625	56,790	108%	210,500	279,257	133%	(68,757)	760,000	751,651	99%	8,349
Contingency				574,923				1,061,123			
Total expenditures	\$ 852,075	\$ 1,462,768	172%	\$ 3,983,223	\$ 7,897,755	198%	\$ (4,489,455)	\$ 15,661,123	\$ 14,422,775	92.09%	\$ 177,225
Revenue over (under) expenditures	\$ (467,650)	\$ (247,960)	-11%	\$ (2,445,523)	\$ (2,087,807)	-92%	\$ 3,188,061	\$ (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	\$ 1,977,873	\$ 2,011,947	102%	\$ -	\$ 172,100	-		\$ -			

Notes: Supplemental budget done per resolution 1490 - Prior supp budget per res. No. 1446

June 30, 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 fourth quarter is at approximately \$250,000. Fourth quarter revenue can largely be attributed to SDC collection from 40 housing starts that paid SDC's in the quarter.

Fourth quarter expenditures are largely attributed to transfers associated with SDC distributions and reimbursements to the Water SDC fund for the sewer portion of the ASR project. Materials and services expenditures for the quarter are for consulting associated with the water reuse project.

Fund balance decreased roughly \$716,000 or -82 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	\$ 822	66%	\$ 5,000	\$ 5,656	113%	\$ (656)	\$ 55,000	\$ 69,978	127%	\$ (14,978)
Other Revenue	9,234	-	-	36,936	-	-	36,936	36,936	-	0%	36,936
System development charges	85,575	133,123	156%	342,300	244,768	72%	97,532	460,000	434,745	95%	25,255
Total revenue	\$ 96,059	\$ 133,945	139%	\$ 384,236	\$ 250,424	65%	\$ 133,812	\$ 551,936	\$ 504,723	91%	\$ 47,213
Expenditures											
Material and services	\$ 10,750	\$ 15,323	143%	\$ 43,000	\$ 36,640	85%	\$ 6,360	\$ 58,000	\$ 56,225	97%	\$ 1,775
Capital outlay											
Improvements	20,000	31	0%	80,000	271,296	339%	(191,296)	1,620,000	1,589,045	98%	30,955
Transfers	58,250	607,010	1042%	233,000	658,231	283%	(425,231)	1,855,000	1,833,663	99%	21,337
Contingency				155,328				109,928			
Total expenditures	\$ 89,000	\$ 622,363	699%	\$ 511,328	\$ 966,167	189%	\$ (610,167)	\$ 3,642,928	\$ 3,478,934	95%	\$ 54,066
Revenue over (under) expenditures	\$ 7,059	\$ (488,418)	-56%	\$ (127,092)	\$ (715,743)	-82%	\$ 743,979	\$ (3,090,992)			
Beginning fund balance	127,092	869,460	684%	127,092	869,460	684%		3,090,992			
Ending fund balance	\$ 134,151	\$ 381,042	284%	\$ -	\$ 153,717	-		\$ -			

Notes: Supplemental budget done per resolution 1490 - Prior budget adjustment per res. No. 1445

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 fourth quarter is roughly 109 percent of annual budget. Miscellaneous revenue is associated with a PERS rate credit from the creation of the City’s side account in March 2019.

Expenditures through the fourth quarter are as anticipated with the debt service payments coming out in December and June annually.

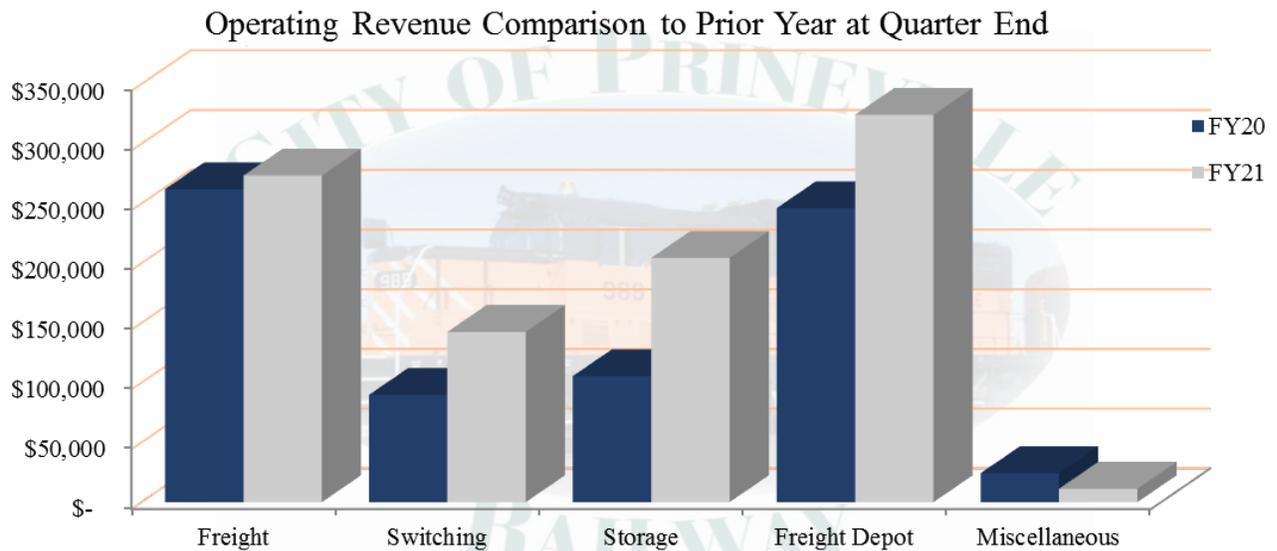
Fund balance increased approximately 43 percent through the fourth quarter.

	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Budget Est.	Actual	Budget %	Budget Est.	Actual	Budget %	Annual Est. Annual Est. Budget Balance				
Revenue											
Charges for services	\$ 132,750	\$ 133,075	100%	\$ 531,000	\$ 532,300	100%	\$ (1,300)	\$ 997,900	\$ 1,010,878	101%	\$ (12,978)
Interest	5,000	1,771	35%	20,000	8,214	41%	11,786	35,000	24,040	69%	10,960
Miscellaneous	-	17,526	-	-	70,505	-	(70,505)	-	135,545	-	(135,545)
Transfer from other funds	25,000	100,000	400%	100,000	100,000	50%	-	200,000	200,000	100%	-
Total revenue	\$ 162,750	\$ 252,373	155%	\$ 651,000	\$ 711,019	109%	\$ (60,019)	\$ 1,232,900	\$ 1,370,463	111%	\$ (137,563)
Expenditures											
Personnel services	\$ -	\$ -	-	\$ -	\$ -	-	-	\$ -	\$ -	-	\$ -
Debt service											
Principal - POB 2013	54,750	218,990	400%	219,000	218,990	100%	10	419,500	419,455	100%	45
Interest - POB 2013	20,050	40,088	200%	80,200	80,175	100%	25	167,800	167,767	100%	33
Contingency				954,991				955,091			
Total expenditures	\$ 74,800	\$ 259,078	346%	\$ 1,254,191	\$ 299,165	24%	\$ 35	\$ 1,542,391	\$ 587,222	38%	\$ 78
Revenue over (under) expenditures	\$ 87,950	\$ (6,705)	-1%	\$ (603,191)	\$ 411,853	43%	\$ (60,053)	\$ (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	\$ 958,913	97%	\$ -	\$ 1,377,471	-		\$ -			

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.

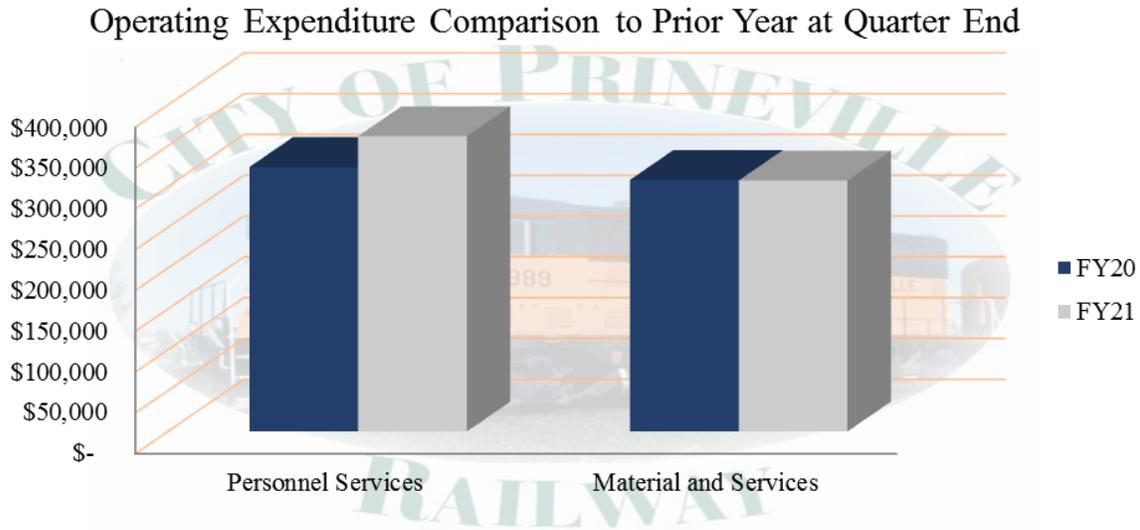
At fourth quarter end, overall revenue collection is at approximately \$1.1 million or 90 percent of the annual budget. Charges for services for the railroad are at approximately \$427,000 or 94 percent of the annual budget, with the freight depot at approximately \$324,000 or 93 percent of annual budget. Overall operating revenue is up roughly 31 percent in comparison to the prior year with significant increases in switching, storage and freight depot. The rail car count is up approximately 28 cars in comparison to the prior year end with significant increases in lumber and magnesium chloride cars coming in compared to the prior year. Freight Depot charges for services are up over prior year by roughly 32 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 \$965,000 or 41 percent of the annual budget. Materials and services are at roughly 82 percent of the annual budget or \$308,000. Personnel services are at roughly \$362,000 or 85 percent of the annual budget. Overall operating expenditures are up in comparison to the prior year at quarter end approximately 6 percent due to a new employee being adding in January 2021. Capital expenditures during the fourth quarter were for needed track work and a new utility truck. Biennial budget to actual differences for capital outlay are largely due to expenses associated with the new freight depot building coming in lower than anticipated and budgeted signal projects not getting completed due to necessary

Railroad Fund - Continued

bridge work taking priority. On the next page is a graph comparison of operating expenditures at quarter end to prior year.



Fund balance increase roughly \$104,000 or 9 percent through the fourth quarter.

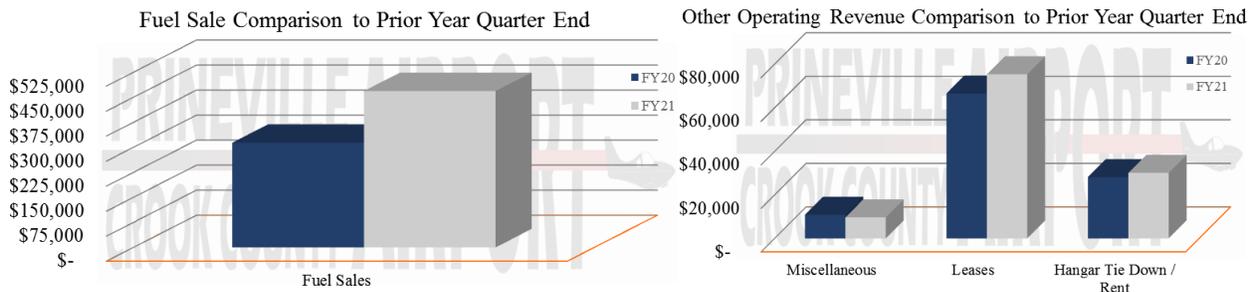
Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Charges for services											
Railroad	\$ 113,650	\$ 126,187	111%	\$ 454,600	\$ 427,188	94%	\$ 27,412	\$ 795,000	\$ 803,232	101%	\$ (8,232)
Freight Depot	87,500	84,806	97%	350,000	324,298	93%	25,702	580,000	570,378	98%	9,622
Use of money and property	53,200	52,749	99%	212,800	232,632	109%	(19,832)	360,000	405,844	113%	(45,844)
Intergovernmental	5,000	20,000	400%	20,000	20,000	100%	-	20,000	20,000	100%	-
Miscellaneous	36,250	-	-	145,000	65,225	45%	79,775	215,000	215,042	100%	(42)
Total revenue	\$ 295,600	\$ 283,743	96%	\$ 1,182,400	\$ 1,069,344	90%	\$ 113,056	\$ 1,970,000	\$ 2,014,497	102%	\$ (44,497)
Expenditures											
Personnel services	\$ 105,850	\$ 101,083	95%	\$ 423,400	\$ 361,917	85%	\$ 61,483	\$ 747,000	\$ 675,460	90%	\$ 71,540
Material and services	94,300	49,386	52%	377,200	307,604	82%	69,596	655,000	601,032	92%	53,968
Capital outlay											
Improvements	39,250	95,355	243%	157,000	204,576	130%	(47,576)	520,000	426,874	82%	93,126
Transfers	22,725	22,725	100%	90,900	90,900	100%	-	181,700	181,700	100%	(0)
Contingency				1,282,093				1,012,093			
Total expenditures	\$ 262,125	\$ 268,549	102%	\$ 2,330,593	\$ 964,997	41%	\$ 83,503	\$ 3,115,793	\$ 1,885,066	61%	\$ 218,634
Revenue over (under) expenditures	\$ 33,475	\$ 15,193	1%	\$ (1,148,193)	\$ 104,347	9%	\$ 29,553	(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	\$ 1,181,668	\$ 1,165,753	99%	\$ -	\$ 1,254,907	-		\$ -			

Notes: Supplemental budget done per resolution 1490 - Prior budget adjustment per res. No. 1445

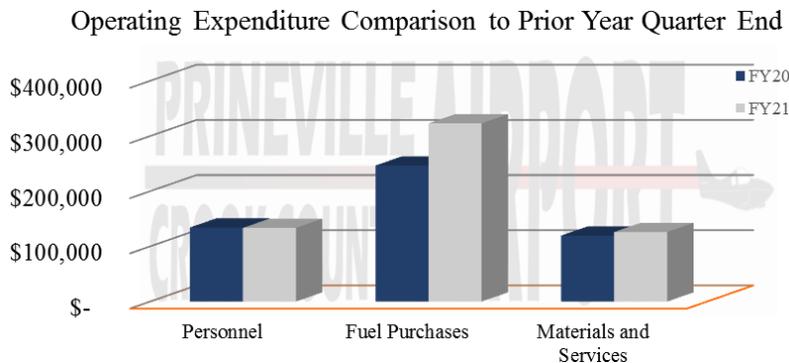
Airport Fund

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 fourth quarter came in at approximately 94 percent of the annual budget or \$708,000. Intergovernmental revenue during the fourth quarter was largely from an FAA operational grant turned over by Crook County. Overall charges for services are up approximately 39 percent over the prior year at year end largely due to fuel sales being up roughly 49 percent. Fuel prices are up in comparison to the prior year with the airport having several record breaking months due to firefighting operations being set up at the airport and Erickson’s Inc. facilitating sky crane training at the airport throughout the year. 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 fourth quarter came in at approximately \$779,000 or 102 percent of the annual budget. Budget to actual differences in capital outlay are due to the timing in which the multi-year project for the new USFS building was completed and not knowing at the time of budgeting when the project would be finalized. Materials and services are roughly 83 percent of the annual budget with fuel purchases making up most of those costs. Overall operating expenses are up roughly 17 percent over the prior year largely due to the needed fuel inventory. On the below is a prior year comparison of operating expenditures.



At yearend, fund balance decreased roughly \$71,000 or -61 percent. Decreases in fund balance are largely due to capital projects taking place in the second quarter. Inventory at quarter end totaled approximately \$48,000.

Airport 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				
Intergovernmental	\$ 22,500	\$ 14,240	63%	\$ 90,000	\$ 109,060	121%	\$ (19,060)	\$ 1,180,000	\$ 742,643	63%	\$ 437,357
Charges for services	144,000	83,132	58%	576,000	583,781	101%	(7,781)	1,164,000	1,003,156	86%	160,844
Interest	-	2	-	-	181	-	(181)	-	1,120	-	(1,120)
Transfers	22,500	15,000	67%	90,000	15,000	17%	75,000	180,000	240,000	133%	(60,000)
Total revenue	\$ 189,000	\$ 112,374	59%	\$ 756,000	\$ 708,022	94%	\$ 47,978	\$ 2,524,000	\$ 1,986,919	79%	\$ 537,081
Expenditures											
Personnel service	\$ 33,875	\$ 33,867	100%	\$ 135,500	\$ 133,597	99%	\$ 1,903	\$ 269,900	\$ 267,400	99%	\$ 2,500
Materials and services	135,425	61,834	46%	541,700	448,954	83%	92,746	1,088,400	811,992	75%	276,408
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	56,200	100%	0	122,700	122,700	100%	(0)
Contingency				6,215				6,215			
Total expenditures	\$ 189,600	\$ 109,751	58%	\$ 764,615	\$ 779,032	102%	\$ (20,632)	\$ 2,537,215	\$ 2,101,134	83%	\$ 429,866
Revenue over (under) expenditures	\$ (600)	\$ 2,622	2%	\$ (8,615)	\$ (71,010)	-61%	\$ 68,610	\$ (13,215)			
Beginning fund balance	8,615	116,835	1356%	8,615	116,835	1356%		13,215			
Ending fund balance	\$ 8,015	\$ 119,457	1490%	\$ -	\$ 45,825	-		\$ -			



Aerial shot of the Prineville Airport taken in the fourth 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 fourth quarter came in at approximately \$3.7 million or 108 percent of the annual budget. Revenue associated with charges for service came in at roughly \$3.5 million which is an increase over the prior year of roughly \$787,000. 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 fourth quarter are at approximately \$3.1million or 76 percent of the annual budget. Materials and services are at 93 percent of the annual budget. Capital expenditures are largely associated with new meter reading equipment, Crooked River Concepts and the Habitat Conservation Plan.

Fund balance increased roughly \$640,000 or 140 percent through the fourth quarter.

Revenue	Current Quarter			Year to Date				Biennial	Biennial Budget	Biennial	Biennial Budget
	Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance	Budget	to Date	Budget %	Remaining Balance
Charges for services	\$ 802,500	\$ 867,251	108%	\$ 3,210,000	\$ 3,522,562	110%	\$ (312,562)	\$ 6,050,000	\$ 6,258,004	103%	\$ (208,004)
Intergovernmental	-	-	-	2,550	2,550	100%	0	2,550	2,550	100%	0
Interest	5,000	1,077	22%	20,000	3,572	18%	16,428	40,000	9,271	23%	30,729
Miscellaneous	1,375	14,846	1080%	5,500	15,672	285%	(10,172)	11,000	15,672	142%	(4,672)
Transfers	58,525	41,164	70%	234,100	188,807	81%	45,293	360,100	366,244	102%	(6,144)
Total revenue	\$ 867,400	\$ 924,337	107%	\$ 3,472,150	\$ 3,733,162	108%	\$ (261,012)	\$ 6,463,650	\$ 6,651,741	103%	\$ (188,091)
Expenditures											
Materials and services	\$ 226,425	\$ 264,147	117%	\$ 905,700	\$ 840,861	93%	\$ 64,839	\$ 1,486,000	\$ 1,438,148	97%	\$ 47,852
Franchise fee expense	36,750	36,750	100%	147,000	147,000	100%	-	289,000	289,000	100%	0
Capital outlay											
Improvements	185,000	31,748	17%	740,000	219,679	30%	520,321	1,400,000	1,318,732	94%	81,268
Debt service											
Principal											
Refunding bond 2017	35,075	140,293	400%	140,300	140,293	100%	7	276,900	276,895	100%	5
Interest											
Refunding bond 2017	13,575	27,132	200%	54,300	54,265	100%	35	112,300	112,178	100%	122
Transfers	422,775	775,275	183%	1,691,100	1,691,100	100%	(0)	2,901,700	2,901,700	100%	(0)
Contingency				388,420				388,420			
Total expenditures	\$ 919,600	\$ 1,275,346	139%	\$ 4,066,820	\$ 3,093,199	76%	\$ 585,201	\$ 6,854,320	\$ 6,336,653	92%	\$ 129,247
Revenue over (under) expenditures	\$ (52,200)	\$ (351,008)	-77%	\$ (594,670)	\$ 639,963	140%	\$ (846,213)	\$ (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	\$ 737,070	\$ 105,210	14%	\$ -	\$ 1,096,181	-		\$ -			

Notes: Supplemental budget done per resolution 1490

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 yearend came in at approximately \$4.3 million or 108 percent of the annual budget. Revenue collection for charges for services was roughly \$4 million or 104 percent of annual budget which is an increase of approximately \$449,000 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 fourth quarter is largely associated with the sale of used pipe and a rebate from Energy Trust of Oregon.

Expenditures at quarter end came in at roughly \$4.7 million or 82 percent of the annual budget. Personnel services and materials and services are under budget. Capital expenditures during the fourth quarter were largely for a new machine shed out at the wastewater treatment plant and irrigation upgrades. Budgeted irrigation and aeration upgrades are in progress and were not completed by the end of the fiscal year. This is the largest contributing factor to the difference between budgeted and actual expenses associated with capital outlay.

Fund balance decreased roughly \$377,000 or -12 percent through yearend primarily due to the \$500,000 transfer to the golf course during the second quarter for the irrigation project.

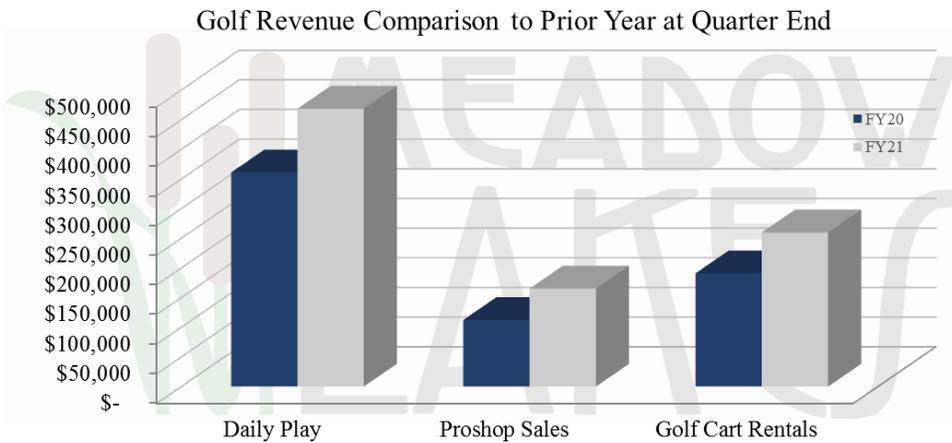
Revenue	Current Quarter			Year to Date				Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Quarter Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Charges for services	\$ 956,500	\$ 1,054,390	110%	\$ 3,826,000	\$ 3,995,331	104%	\$ (169,331)	\$ 7,518,300	\$ 7,542,030	100%	\$ (23,730)
Interest	10,500	3,213	31%	42,000	18,682	44%	23,318	96,000	66,231	69%	29,769
Miscellaneous	20,925	32,808	157%	83,700	125,664	150%	(41,964)	167,400	211,996	127%	(44,596)
SDCs - reimbursement fees	12,500	109,901	879%	50,000	157,580	315%	(107,580)	98,000	323,788	330%	(225,788)
Intergovernmental	-	-	-	-	5,600	-	(5,600)	-	5,600	-	(5,600)
Total revenue	\$ 1,000,425	\$ 1,200,311	120%	\$ 4,001,700	\$ 4,302,857	108%	\$ (295,557)	\$ 7,879,700	\$ 8,149,644	103%	\$ (269,944)
Expenditures											
Personnel services	\$ 40,975	\$ 57,879	141%	\$ 163,900	\$ 151,304	92%	\$ 12,596	\$ 291,000	\$ 272,974	94%	\$ 18,026
Materials and services	183,000	169,575	93%	732,000	624,026	85%	107,974	1,448,900	1,239,083	86%	209,817
Franchise fee expense	47,750	47,750	100%	191,000	191,000	100%	(0)	376,000	376,000	100%	(0)
Capital outlay											
Improvements	244,750	177,698	73%	979,000	343,923	35%	635,077	1,284,000	485,238	38%	798,762
Debt service											
Principal											
DEQ CWSRF R74682/2	122,350	-	-	489,400	489,318	100%	82	964,700	964,562	100%	138
Refunding 2017	40,950	163,707	400%	163,800	163,707	100%	93	323,200	323,105	100%	95
State of Oregon IFA	6,775	-	-	27,100	27,020	100%	80	58,400	53,773	92%	4,627
USDA 2015	14,825	-	-	59,300	59,291	100%	9	117,000	116,996	100%	4
Interest											
DEQ CWSRF R74682/2	24,475	-	-	97,900	97,902	100%	(2)	209,900	209,878	100%	22
Refunding 2017	15,850	31,660	200%	63,400	63,321	100%	79	131,000	130,898	100%	102
State of Oregon IFA	1,750	-	-	7,000	7,035	100%	(35)	14,500	14,337	99%	163
USDA 2015	26,725	-	-	106,900	106,869	100%	31	215,400	215,324	100%	76
Fees											
DEQ CWSRF R74682/2	4,325	-	-	17,300	17,257	100%	43	37,000	36,890	100%	110
Transfers	584,500	512,750	88%	2,338,000	2,338,000	100%	-	4,844,900	4,844,900	100%	0
Contingency				281,316				281,316			
Total expenditures	\$ 1,359,000	\$ 1,161,019	85%	\$ 5,717,316	\$ 4,679,972	82%	\$ 756,028	\$ 10,597,216	\$ 9,283,958	87.61%	\$ 1,031,942
Revenue over (under) expenditures	\$ (358,575)	\$ 39,292	1%	\$ (1,715,616)	\$ (377,115)	-12%	\$ (1,051,585)	\$ (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	\$ 2,571,841	\$ 3,218,916	125%	\$ -	\$ 2,802,509	-		\$ -			

Notes: Supplemental budget done per resolution 1490 -Prior supp budget per res. No. 1468

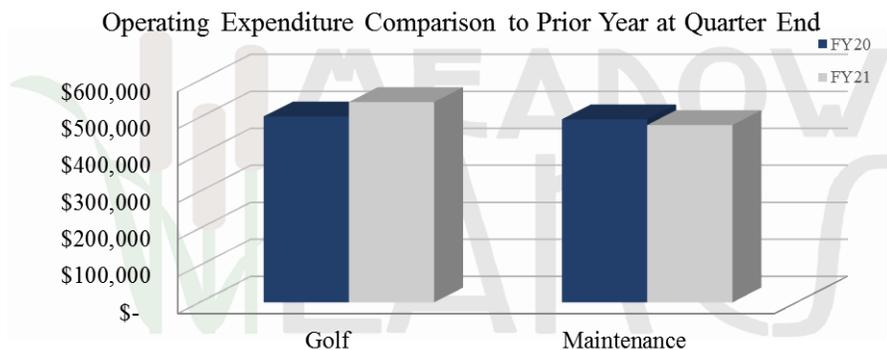
Golf Course and Restaurant Fund

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 \$2 million at quarter end or 113 percent of the annual budget. Golf operating revenue came in at about \$1.1 million or 125 percent of the annual budget which is an increase over the prior year of roughly 36 percent. Rounds of golf are up roughly 6300 rounds compared to the prior year. Golf is one of the few sports that could be played within the social distancing guidelines of the state due to CV-19. FY 21 was a record breaking year for the golf course in both rounds of golf and all major operating revenue categories. Below is a comparison to the prior year of the significant operating revenue sources for the golf course.



Expenditures at yearend came in at roughly \$2.8 million or 127 percent of the annual budget. Waste disposal expenditures are at roughly \$479,000 or 91 percent of the annual budget, which is down 3 percent in comparison to the prior year. Golf course operating expenditures are up approximately 8 percent over the prior year with increases in personnel services, merchandise, building repair and maintenance, and credit card merchant fees. Golf is at roughly 143 percent of the annual budget with \$1.6 million being spent on the irrigation project that was completed in the fourth quarter. Below is a comparison of operating only expenditures to the prior year by department.



Golf Course and Restaurant Fund – Continued



Meadow Lakes Golf Course in June 2021

Fund balance decreased roughly \$772,000 or -59 percent through the fourth 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
	Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Charges for services											
Golf Course	\$ 222,625	\$ 366,554	165%	\$ 890,500	\$ 1,112,010	125%	\$ (221,510)	\$ 1,656,000	\$ 1,930,722	117%	\$ (274,722)
Waste Disposal	92,500	92,500	100%	370,000	370,000	100%	0	740,000	740,000	100%	0
Restaurant	6,650	5,509	83%	26,600	15,831	60%	10,769	48,200	33,691	70%	14,509
Other	1,125	1,534	136%	4,500	4,868	108%	(368)	9,000	9,646	107%	(646)
Interest	1,500	913	61%	6,000	7,364	123%	(1,364)	15,000	32,471	216%	(17,471)
Transfers	125,000	-	-	500,000	500,000	100%	-	1,250,000	1,250,000	100%	-
Intergovernmental	-	-	-	-	487	-	(487)	-	487	-	(487)
Miscellaneous	1,250	6,185	495%	5,000	23,191	464%	(18,191)	10,000	27,728	277%	(17,728)
Total revenue	\$ 450,650	\$ 473,195	105%	\$ 1,802,600	\$ 2,033,752	113%	\$ (231,152)	\$ 3,728,200	\$ 4,024,744	108%	\$ (296,544)
Expenditures											
Golf Course	\$ 382,050	\$ 273,401	72%	\$ 1,528,200	\$ 2,191,337	143%	\$ (663,137)	\$ 2,838,700	\$ 2,765,217	97%	\$ 73,483
Waste Disposal	131,925	131,692	100%	527,700	479,239	91%	48,461	1,014,500	966,778	95%	47,722
Restaurant	8,750	10,860	124%	35,000	25,698	73%	9,302	68,000	52,480	77%	15,520
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	400%	45,000	45,000	100%	-	90,000	90,000	100%	-
Interest - 2017 bond	2,075	4,125	199%	8,300	8,250	99%	50	17,800	17,702	99%	98
Contingency				15,695				15,695			
Total expenditures	\$ 550,175	\$ 465,078	85%	\$ 2,216,395	\$ 2,805,849	127%	\$ (605,149)	\$ 4,129,095	\$ 3,976,336	96%	\$ 137,064
Revenue over (under) expenditures	\$ (99,525)	\$ 8,117	1%	\$ (413,795)	\$ (772,098)	-59%	\$ 373,998	\$ (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	\$ 1,315,292	332%	\$ -	\$ 535,077	-		\$ -			

Notes: Supplemental budget per res. No. 1468

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 fourth quarter came in at approximately \$3.8 million or 99 percent of the annual budget. Fourth quarter charges for services are largely from the Internal Service Fund transfers totaling \$607,000 for the quarter. Yearend transfers from the General Fund were made to help support all of the extra work from IT regarding the new public safety building, 911 upgrades and CV-19 expenses. All 911 users, including the city, are paying for the 911 upgrades.

Overall expenditures at yearend are at approximately 66 percent of the annual budget or \$2.8 million. Expenditures are below budget in the City Council Department with significant savings in training and travel due to CV-19. In the Administrative Services Department and in the Information Technology Department a supplemental budget was done to allow for additional CV-19 expenses, additional dollars for 911 upgrades and trainings associated with equity, diversity and inclusion. The Finance Department is over slightly in comparison to the annual budget but is under for the biennium largely due to the increase in credit card charges as more and more people made the switch from paying in person to paying over the phone or online due to the pandemic.

Fund balance increased roughly \$532,000 or 338 percent through the fourth quarter with the transfer from the General Fund.

Revenue	Current Quarter			Year to Date			Annual Est. Budget Balance	Biennial Budget	Biennial Budget to Date	Biennial Budget %	Biennial Budget Remaining Balance
	Budget Est.	Actual	Quarter Budget %	Annual Budget Est.	Actual	Annual Est. Budget %					
Charges for services	\$ 713,875	\$ 653,538	92%	\$ 2,855,500	\$ 2,667,722	93%	\$ 187,778	\$ 5,865,000	\$ 5,815,074	99%	\$ 49,926
Intergovernmental	136,275	1,109	1%	545,100	211,321	39%	333,779	\$ 258,000	257,975	100%	25
Transfers	100,000	500,000	500%	400,000	500,000	125%	(100,000)	\$ 400,000	500,000	125%	(100,000)
Interest	2,500	605	24%	10,000	2,415	24%	7,585	20,000	8,574	43%	11,426
Total revenue	\$ 952,650	\$ 1,155,253	121%	\$ 3,810,600	\$ 3,381,459	89%	\$ 429,141	\$ 6,543,000	\$ 6,581,623	101%	\$ (38,623)
Expenditures											
City Council	\$ 22,950	\$ 20,529	89%	\$ 91,800	\$ 79,374	86%	\$ 12,426	\$ 182,100	\$ 166,759	92%	\$ 15,341
Administration / Team Services	233,250	263,687	113%	933,000	869,018	93%	63,982	1,766,000	1,727,521	98%	38,479
Financial Services	237,900	253,839	107%	951,600	966,189	102%	(14,589)	1,878,500	1,838,232	98%	40,268
Information Technology	403,300	171,294	42%	1,613,200	934,685	58%	678,515	2,500,000	2,427,385	97%	72,615
Contingency				699,314				669,314			
Total expenditures	\$ 897,400	\$ 709,349	79%	\$ 4,288,914	\$ 2,849,266	66%	\$ 740,334	\$ 6,995,914	\$ 6,159,896	88%	\$ 166,704
Revenue over (under) expenditures	\$ 55,250	\$ 445,903	807%	\$ (478,314)	\$ 532,192	338%	\$ (311,192)	\$ (452,914)			\$ (205,327)
Beginning fund balance	478,314	157,625	33%	478,314	157,625	33%		452,914			295,289
Ending fund balance	\$ 533,564	\$ 603,528	113%	\$ -	\$ 689,817	-		\$ -			

Notes: Supplemental budget done per resolution 1490 - Prior budget adjustment per res. No. 1456

June 30, 2021

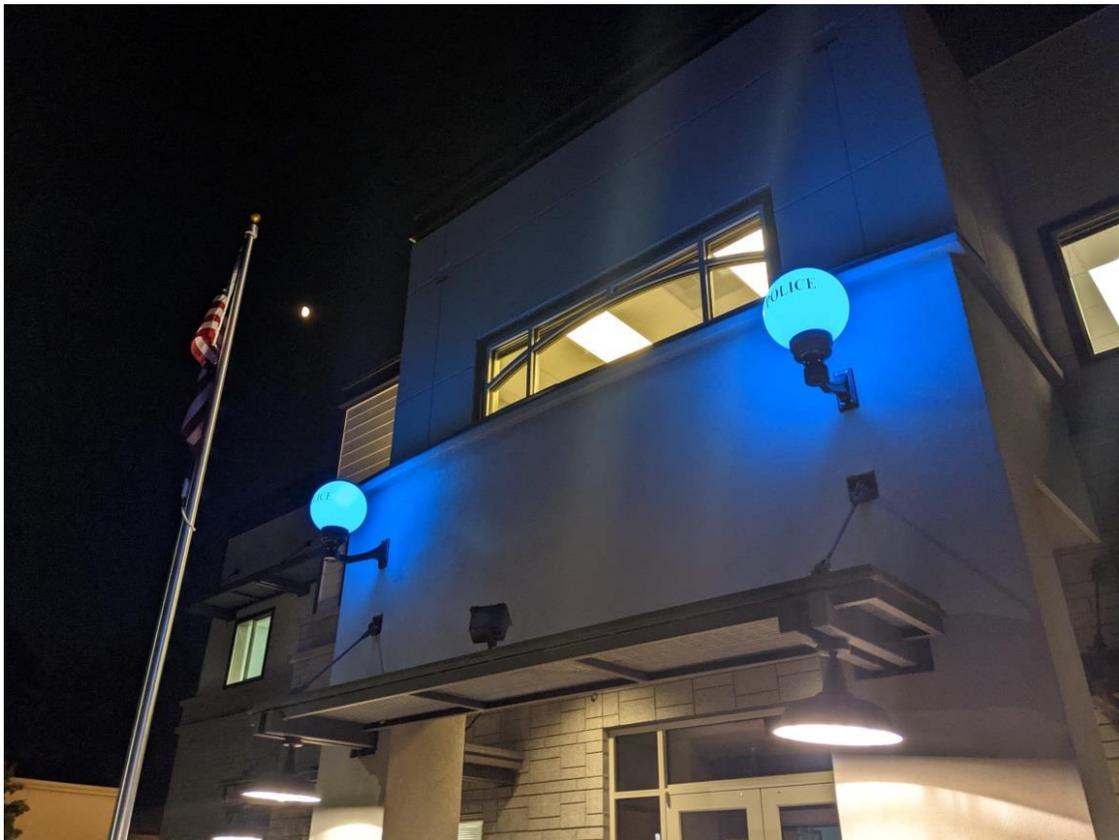
Building Facilities Fund

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 \$1.3 million or 88 percent of the annual budget. Fourth quarter revenue is mostly associated with user rents and transfers, largely from the Police Department to reimburse for extra expenses associated with the department move to the new building.

Expenditures through the fourth quarter are roughly 158 percent of the annual budget. The City Hall Facilities and Public Works Facilities Department are under budget at approximately 92 percent and 68 percent of the annual budget respectively. In the Police Facilities Department, the new facility remodel was cleared for occupancy and dispatch moved in April and the Police Department followed soon after. Fourth quarter capital expenditures associated with the new police facility totaled roughly \$149,000. Fourth quarter expenditures in the Barnes Butte Department are primarily associated with the joints park master plan, a wagon, promotional videos and debt service.

Fund balance decreased roughly -88 percent through the fourth quarter due to the capital projects going on in this fund with the largest project taking place in Police Facilities.



New police facility was occupied by the Police Department and the dispatch center during the fourth quarter.

Building Facilities 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.	Annual Actual	Annual Est. Budget %	Annual Est. Budget Balance				
Rent	\$ 56,725	\$ 54,425	96%	\$ 226,900	\$ 217,700	96%	\$ 9,200	\$ 438,000	\$ 428,900	98%	\$ 9,100
Transfers	144,275	477,125	331%	577,100	577,100	100%	(0)	867,100	961,300	111%	(94,200)
Miscellaneous	47,250	3,624	8%	189,000	13,058	7%	175,942	194,000	196,426	101%	(2,426)
Debt proceeds	-	-	-	-	-	-	-	5,958,000	5,958,000	100%	-
Intergovernmental	67,425	2,225	3%	269,700	314,632	117%	(44,932)	1,845,000	1,447,353	78%	397,647
Interest	6,250	567	9%	25,000	14,950	60%	10,050	70,000	78,658	112%	(8,658)
Total revenue	\$ 321,925	\$ 537,966	167%	\$ 1,287,700	\$ 1,137,441	88%	\$ 150,259	\$ 9,372,100	\$ 9,070,637	97%	\$ 301,463
Expenditures											
City Hall facilities	\$ 64,075	\$ 117,495	183%	\$ 256,300	\$ 234,767	92%	\$ 21,533	\$ 512,300	\$ 428,371	84%	\$ 83,929
Police facilities	561,050	507,467	90%	2,244,200	4,004,833	178%	(1,760,633)	9,600,000	9,524,938	99%	75,062
CDBG - Sr. Center	-	-	-	-	211,178	-	(211,178)	1,366,000	1,365,900	100%	100
Public Works facilities	10,750	9,009	84%	43,000	29,063	68%	13,937	85,000	71,102	84%	13,898
Barnes Butte	28,700	37,727	131%	114,800	122,682	107%	(7,882)	371,000	348,970	94%	22,030
Contingency	-	-	-	255,208	-	-	-	309,208	-	-	-
Total expenditures	\$ 664,575	\$ 671,699	101%	\$ 2,913,508	\$ 4,602,524	158%	\$ (1,944,224)	\$ 12,243,508	\$ 11,739,282	96%	\$ 195,018
Revenue over (under) expenditures	\$ (342,650)	\$ (133,732)	-	\$ (1,625,808)	\$ (3,465,083)	-88%	\$ 2,094,483	\$ (2,871,408)			
Other requirements											
Debt service reserve	-	-	-	-	-	-	-	-	-	-	-
Beginning fund balance	1,625,808	3,917,100	241%	1,625,808	3,917,100	241%		2,871,408			
Ending fund balance	\$ 1,283,158	\$ 3,783,368	295%	\$ -	\$ 452,017	-		\$ -			

Notes: Supplemental budget done per resolution 1490 - Prior supp budget per res. No. 1446



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.

Fourth quarter materials and services are for contracted landscaping and grounds keeping, and new flags totaling roughly \$2,200.

Fund balance decreased roughly 20 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	31	12%	1,000	207	21%	793	2,000	1,280	64%	720
Transfers	1,250	-	-	5,000	3,991	80%	1,009	22,500	10,452	46%	12,048
Total revenue	\$ 2,750	\$ 31	1%	\$ 11,000	\$ 8,189	74%	\$ 2,811	\$ 47,000	\$ 22,184	47%	\$ 24,816
Expenditures											
Materials and services	\$ 3,500	\$ 2,191	63%	\$ 14,000	\$ 11,941	85%	\$ 2,059	\$ 43,000	\$ 31,921	74%	\$ 11,079
Transfers	500	500	100%	2,000	2,000	100%	(0)	4,000	4,000	100%	(0)
Contingency				36,318				36,318			
Total expenditures	\$ 4,000	\$ 2,691	67%	\$ 52,318	\$ 13,941	27%	\$ 2,059	\$ 83,318	\$ 35,921	43%	\$ 11,079
Revenue over (under) expenditures	\$ (1,250)	\$ (2,660)	-9%	\$ (41,318)	\$ (5,752)	-20%	\$ 752	\$ (36,318)			
Beginning fund balance	41,318	29,093	70%	41,318	29,093	70%		36,318			
Ending fund balance	\$ 40,068	\$ 26,433	66%	\$ -	\$ 23,341	-		\$ -			



Plaza during the fourth 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 fourth quarter are at roughly 108 percent of the annual budget. Intergovernmental revenue collected in the fourth quarter was associated with STP dollars. In the prior year ODOT changed their procedure in when they pay out the STP dollars resulting in the City getting two payments in FY 21. Charges for services include \$235,000 in engineering fees charged to the ASR project.

Overall expenditures through the fourth quarter are at roughly 87 percent of the annual budget. Expenditures for support services are slightly under budget with personnel services coming in at 95 percent at yearend. In the fleet and vehicles department, expenditures through the fourth quarter are at approximately 95 percent, with fourth quarter expenditures being largely for equipment repairs and maintenance, and fuel.

Fund balance increased approximately \$220,000 or 127 percent through the fourth 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											
Intergovernmental	\$ 29,750	\$ 124,105	417%	\$ 119,000	\$ 238,603	201%	\$ (119,603)	\$ 236,000	\$ 239,628	102%	\$ (3,628)
Charges for services	500,375	747,625	149%	2,001,500	2,072,500	104%	(71,000)	4,000,500	4,071,500	102%	(71,000)
Interest	875	285	33%	3,500	1,650	47%	1,850	7,000	5,077	73%	1,923
Miscellaneous	4,500	2,349	52%	18,000	4,896	27%	13,104	36,000	7,267	20%	28,733
Total revenue	\$ 535,500	\$ 874,364	163%	\$ 2,142,000	\$ 2,317,649	108%	\$ (175,649)	\$ 4,279,500	\$ 4,323,471	101%	\$ (43,971)
Expenditures											
Public Works Support Services	\$ 451,475	\$ 431,696	96%	\$ 1,805,900	\$ 1,724,143	95%	81,757	\$ 3,527,000	\$ 3,406,268	97%	\$ 120,732
Public Works Fleet and Vehicles	98,375	33,845	34%	393,500	373,254	95%	20,246	706,600	683,989	97%	22,611
Contingency				220,833				220,833			
Total expenditures	\$ 549,850	\$ 465,542	85%	\$ 2,420,233	\$ 2,097,397	87%	\$ 102,003	\$ 4,454,433	\$ 4,090,257	92%	\$ 143,343
Revenue over (under) expenditures	\$ (14,350)	\$ 408,822	236%	\$ (278,233)	\$ 220,252	127%	\$ (277,652)	\$ (174,933)			
Beginning fund balance	278,233	173,520	62%	278,233	173,520	62%		174,933			
Ending fund balance	\$ 263,883	\$ 582,342	221%	\$ -	\$ 393,772	-		\$ -			

Notes: Budget Adjustment done per resolution 1491