

RESOLUTION NO. 22-23

A RESOLUTION TO ADOPT BUDGET ADJUSTMENT #3 FOR THE 2021-23 BIENNIUM

WHEREAS, the City Commission adopted a budget for the 2021-23 Biennium and made appropriations by Resolution No. 21-29 on June 2, 2021; and

WHEREAS, the City Commission adjusted the budget for the 2021-23 Biennium by Resolution 21-53 on November 17, 2021 and Resolution 22-15 on April 6, 2022; and

WHEREAS, ORS 294.338, ORS 294.463 and ORS 294.466 provide the legal basis for changes in appropriations, and ORS 294.471 and ORS 294.473 provide the legal basis for supplemental budgets, by Commission Resolution; and

WHEREAS, the need now exists to transfer and appropriate funds for the purposes and in the amounts shown in the attached Budget Adjustment Summary; and

WHEREAS, conditions not ascertained at the time the budget was prepared have occurred that require changes in financial planning, resulting in a change in appropriation.

NOW, THEREFORE, OREGON CITY RESOLVES AS FOLLOWS:

Section 1. The City Commission adopts the Budget Adjustment Summary attached as Exhibit A.

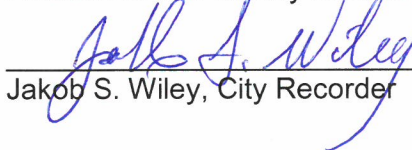
Section 2. This resolution shall take effect immediately upon its adoption by the City Commission.

Approved and adopted at a regular meeting of the City Commission held on the 1st day of June 2022.



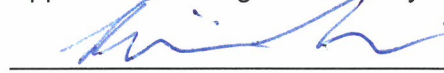
DENYSE C. MCGRIFF
Commission President

Attested to this 1st day of June 2022:



Jakob S. Wiley, City Recorder

Approved as to legal sufficiency:



City Attorney

Oregon City
Budget Adjustment Summary
2021 - 2023 Budget Adjustment 3

Exhibit A

<u>Description</u>	<u>Account</u>	<u>Current Budget</u>	<u>Increase</u>	<u>Decrease</u>	<u>Revised Budget</u>
1) Initial Recognition of Lease Obligations					
General Fund					
Capital Outlay For Lease Obligations	100-310-7074	\$ -	\$ 354,229	\$ -	\$ 354,229
Proceeds From Lease Obligations	100-310-4986	\$ -	\$ 354,229	\$ -	\$ 354,229
Transportation Fund					
Capital Outlay For Lease Obligations	260-526-7074	\$ -	\$ 20,003	\$ -	\$ 20,003
Proceeds From Lease Obligations	260-526-4986	\$ -	\$ 20,003	\$ -	\$ 20,003
Water Fund					
Capital Outlay For Lease Obligations	510-551-7074	\$ -	\$ 20,003	\$ -	\$ 20,003
Proceeds From Lease Obligations	510-551-4986	\$ -	\$ 20,003	\$ -	\$ 20,003
Wastewater Fund					
Capital Outlay For Lease Obligations	520-552-7074	\$ -	\$ 20,003	\$ -	\$ 20,003
Proceeds From Lease Obligations	520-552-4986	\$ -	\$ 20,003	\$ -	\$ 20,003
Stormwater Fund					
Capital Outlay For Lease Obligations	530-553-7074	\$ -	\$ 20,003	\$ -	\$ 20,003
Proceeds From Lease Obligations	530-553-4986	\$ -	\$ 20,003	\$ -	\$ 20,003
2) Reclassify Current Year Lease Payments to Debt Service					
General Fund					
Lease Payment - Principal	100-310-8022	\$ -	\$ 13,000	\$ -	\$ 13,000
Lease Payment - Interest	100-310-8024	\$ -	\$ 37,000	\$ -	\$ 37,000
Professional	100-310-6001	\$ 226,000	\$ -	\$ 9,500	\$ 216,500
Lease Payments	100-310-6150	\$ 40,500	\$ -	\$ 40,500	\$ -
Transportation Fund					
Lease Payment - Principal	260-526-8022	\$ -	\$ 1,840	\$ -	\$ 1,840
Lease Payment - Interest	260-526-8024	\$ -	\$ 1,160	\$ -	\$ 1,160
Technical	260-526-6004	\$ 415,500	\$ -	\$ 3,000	\$ 412,500
Water Fund					
Lease Payment - Principal	510-551-8022	\$ -	\$ 1,840	\$ -	\$ 1,840
Lease Payment - Interest	510-551-8024	\$ -	\$ 1,160	\$ -	\$ 1,160
Technical	510-551-6004	\$ 110,400	\$ -	\$ 3,000	\$ 107,400
Wastewater Fund					
Lease Payment - Principal	520-552-8022	\$ -	\$ 1,840	\$ -	\$ 1,840
Lease Payment - Interest	520-552-8024	\$ -	\$ 1,160	\$ -	\$ 1,160
Technical	520-552-6004	\$ 242,000	\$ -	\$ 3,000	\$ 239,000
Stormwater Fund					
Lease Payment - Principal	530-553-8022	\$ -	\$ 1,840	\$ -	\$ 1,840
Lease Payment - Interest	530-553-8024	\$ -	\$ 1,160	\$ -	\$ 1,160
Technical	530-553-6004	\$ 29,000	\$ -	\$ 3,000	\$ 26,000

Descriptions:

1) The City is implementing the Governmental Accounting Standards Board's (GASB) Statement No. 87, Leases, in the current fiscal year. This standard requires a lessee to report an expenditure and other financing source in the period a lease is initially recognized. This budget adjustment accounts for the initial recognition of leases in which the City is the lessee.

2) The City is implementing the Governmental Accounting Standards Board's (GASB) Statement No. 87, Leases, in the current fiscal year. This standard requires that lease payments be accounted as debt service payments on long-term debt. This budget adjustment reclassifies the City's lease payments scheduled for fiscal years 2022 and 2023 to Debt Service.