



IMPROVEMENTS FUND



**Beginning fiscal year 2008-2009, the Improvements Fund
has been “folded into” the General Fund.**



Improvements Fund --- Historical Highlights


- 1997** In response to the November 1997 passage of Measure 47, City management leads City Council and Budget Committee through a process to significantly cut the City's property tax supported operating budgets – General, Fire, and Parks and Recreation Funds – prior to planning the 1998 – 1999 budget.
- 1997** While preparing the 1997 – 1998 budget without a firm estimate of future property tax revenues, City management proposes that if future Measure 47 property tax revenues are higher than anticipated, excess property tax dollars will be set aside for capital improvements.
- 1997** May 1997, Oregon voters passed Measure 50 to “clean up” Measure 47 inconsistencies. Measure 50 established district permanent tax rates to be computed by the infamous “black box”.

1997 Fall 1997, City receives results of “black box” – City permanent operating property tax rate \$5.02 which is higher than anticipated due to Fire Compensation Fund millage levy, which had never been levied to its maximum, adds to permanent rate.

1998 In the 1998 – 1999 budget, Improvements Fund created to account for property tax revenues in excess of what is needed for current operations in General, Fire, and Parks & Recreation Funds.

1998 Improvements Fund transfers \$1,100,000 to the Transportation Fund to help fund the Lafayette Avenue / Orchard Avenue Street Improvement Project.

1998 The City joins into inter-governmental agreement with McMinnville Water & Light and McMinnville School District #40 to implement a fiber optic “backbone” with total estimated cost ~\$900,000. City's eventual share is ~\$385,000.

1999  Improvements Fund transfers another \$700,000 to Transportation Fund to complete the Lafayette Avenue / Orchard Avenue Street Improvement Project.

1999 Improvements Fund transfers \$100,000 to Airport Fund to provide the 10% Federal Aviation Administration (FAA) grant match for reconstructing the main airport runway.

1999 Improvements Fund purchases ~ 5 acre Walker Property for ~\$300,000 to complete the southwest community park acreage.

2000 Improvements Fund transfers another \$100,000 to Airport Fund to complete the 10% Federal Aviation Administration (FAA) grant match for reconstructing the main airport runway.

Improvements Fund --- Historical Highlights

2000 Elliott Building located at the northwest corner of Second and Adams Streets purchased for \$250,000 with a 10-year note secured by McMinnville Water & Light.

2000 Improvements Fund transfers \$150,000 to the Fire Fund to complete the Fire Training Tower Facility.

2001 Library's bookmobile is acquired with a combination of \$55,000 Library Foundation donation and City funds of ~\$23,000.



2002 In December, 7-year \$1,300,000 full faith and credit obligations issued to finance public safety emergency radio system improvements, police records management system, fire records management system, and a class A fire engine.

2003 Yamhill County Radio Local Option 3-Year Levy passes and ~\$215,000 per year "passed back" to City from levy proceeds as City already self-funded radio system improvements.

2004 Improvements Fund transfers \$837,500 to Park Development Fund to pay the non-system develop charge portion of the \$1,250,000 Kraemer property note, the primary acreage for the Discovery Meadows Park.

2005 Improvements Fund budgets for final use of \$1,300,000 full faith and credit public safety financing for ~\$83,500 of new ambulance costs as Ambulance Fund continuing operating loss cannot support the capital purchase.

2005 Improvements Fund budgets for professional services contract for preliminary design and architectural fees for architectural firm to work with citizens' advisory committee culminating with placing Measure 36-81 – Public Safety and Municipal Courtroom Construction Bonds on the May 16, 2006 ballot – Measure Passed !!!.

2006 Shift of Improvements Fund to operations --- Significant portion of Improvements Fund current property tax allocation redirected to General and Fire Funds; supporting staff increases of 3 police officers and 3 firefighter/paramedics. Prior property tax collections transferred to General and Fire Funds, and Designated Ending Fund Balance for Property Tax Operations established in Improvements Fund to supplement General and Fire Funds in future years.



Transition to General Fund
Transition to General Fund

2008 The Improvements Fund becomes part of the General Fund. With the 2008-2009 Budget, all permanent operating property tax supported funds are "folded into" the General Fund.



Property tax increases over budget projections dedicated solely to the Improvements Fund for capital projects UNTIL THE 2006 – 2007 BUDGET YEAR.

Budget Document Report

31 - IMPROVEMENTS FUND

2006 ACTUAL	2007 ACTUAL	2008 AMENDED BUDGET	Department :N/A Section :N/A Program :N/A	2009 PROPOSED BUDGET	2009 APPROVED BUDGET	2009 ADOPTED BUDGET
RESOURCES						
<u>BEGINNING FUND BALANCE</u>						
0	0	0	4031 Designated Begin FB-Improve Fd	0	0	0
142,460	84,894	0	4031-05 Designated Begin FB-Improve Fd - Public Safety-COP Capital	0	0	0
0	0	1,095,000	4031-10 Designated Begin FB-Improve Fd - Property Tax Funded Operations	595,000	595,000	595,000
<p>July 1, 2008 undesignated cash carryover "saved" from prior Improvement Fund property tax collections, designated for future property tax operating fund resource supplement to support expanded public safety staffing increased in 2006-2007.</p>						
1,040,545	1,781,398	445,000	4090 Beginning Fund Balance	585,000	585,000	565,000
<p>Estimated July 1, 2008 undesignated cash carryover from the 2007-2008 fiscal year.</p>						
1,183,005	1,866,292	1,540,000	<u>TOTAL BEGINNING FUND BALANCE</u>	1,180,000	1,180,000	1,160,000
<u>PROPERTY TAXES</u>						
0	0	0	4100 Property Taxes	0	0	0
857,995	637,347	758,204	4100-05 Property Taxes - Current	0	0	0
10,565	35,186	30,000	4100-10 Property Taxes - Prior	0	0	0
868,560	672,533	788,204	<u>TOTAL PROPERTY TAXES</u>	0	0	0
<u>INTERGOVERNMENTAL</u>						
0	0	0	5010 Yamhill County	0	0	0
213,000	14,002	3,500	5010-10 Yamhill County - Radio Levy	0	0	0
0	0	0	5030 McMinnville Rural Fire District	0	0	0
18,279	1,923	250	5030-10 McMinnville Rural Fire District - Radio Levy	0	0	0
231,279	15,925	3,750	<u>TOTAL INTERGOVERNMENTAL</u>	0	0	0
<u>MISCELLANEOUS</u>						
64,429	98,827	61,000	6310 Interest	0	0	0
4,939	2,849	0	6310-10 Interest - Public Safety COP	0	0	0
0	0	0	6350 Property Rentals	0	0	0
0	21,906	0	6350-15 Property Rentals - Oregon Mutual Insurance	0	0	0
0	7,522	0	6600 Other Income	0	0	0
69,367	131,104	61,000	<u>TOTAL MISCELLANEOUS</u>	0	0	0

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			<u>TRANSFERS IN</u>			
0	0	0	6900 Transfers In	0	0	0
0	180,890	0	6900-01 Transfers In - General Fund	0	0	0
0	14,140	0	6900-20 Transfers In - Street	0	0	0
0	2,760	0	6900-25 Transfers In - Airport	0	0	0
0	4,150	0	6900-34 Transfers In - Parks & Recreation	0	0	0
0	14,820	0	6900-45 Transfers In - Transportation	0	0	0
0	20,010	0	6900-75 Transfers In - Wastewater Services	0	0	0
0	13,230	0	6900-77 Transfers In - Wastewater Capital	0	0	0
0	250,000	0	<u>TOTAL TRANSFERS IN</u>	0	0	0
2,352,211	2,935,854	2,392,954	TOTAL RESOURCES	1,180,000	1,180,000	1,160,000

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REQUIREMENTS						
<u>MATERIALS AND SERVICES</u>						
1,000	2,922	1,000	7750 Professional Services	0	0	0
0	0	0	7770 Professional Services - Projects	0	0	0
110,613	0	0	7770-06 Professional Services - Projects - Public Safety Building	0	0	0
0	0	5,000	7770-10 Professional Services - Projects - Library Parking Lot	0	0	0
23,142	6,741	0	7770-12 Professional Services - Projects - Community Development Center	0	0	0
0	0	50,000	7770-13 Professional Services - Projects - Downtown Infrastructure	0	0	0
0	0	0	7800 M & S Equipment	0	0	0
8,000	0	0	7800-09 M & S Equipment - Radios	0	0	0
0	0	50,000	7800-50 M & S Equipment - Radio Interface	0	0	0
142,754	9,663	106,000	<u>TOTAL MATERIALS AND SERVICES</u>	0	0	0
<u>CAPITAL OUTLAY</u>						
0	0	0	8730 Equipment - Computers	0	0	0
20,664	0	0	8730-15 Equipment - Computers - Police Records Mgmt System-COP	0	0	0
41,840	3,353	0	8730-20 Equipment - Computers - Fire Records Mgmt System-COP	0	0	0
0	0	0	8800 Building Improvements	0	0	0
0	285,897	0	8800-10 Building Improvements - Community Development Center	0	0	0
0	0	350,000	8800-20 Building Improvements - Downtown Infrastructure	0	0	0
28,197	17,387	0	8850 Vehicles	0	0	0
0	84,390	0	8850-05 Vehicles - Financing Funded	0	0	0
0	0	0	8900 Land Aquisition	0	0	0
29,303	29,303	29,305	8900-10 Land Aquisition - Elliott Property	0	0	0
12,097	0	0	8900-15 Land Aquisition - Cozine Creek Parcel	0	0	0
0	0	0	8920 Land Improvements	0	0	0
0	50,143	25,000	8920-05 Land Improvements - Building Demo & Parking Lot	0	0	0
132,102	470,474	404,305	<u>TOTAL CAPITAL OUTLAY</u>	0	0	0

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<u>DEBT SERVICE</u>						
0	0	0	9450 2002 Public Safety COP	0	0	0
185,000	190,000	190,000	9450-05 2002 Public Safety COP - Principal - June 1	0	0	0
13,031	10,256	7,170	9450-10 2002 Public Safety COP - Interest - Dec 1	0	0	0
13,031	10,256	7,170	9450-15 2002 Public Safety COP - Interest - June 1	0	0	0
211,063	210,513	204,340	<u>TOTAL DEBT SERVICE</u>	0	0	0
<u>TRANSFERS OUT</u>						
0	0	0	9700 Transfers Out	0	0	0
0	125,000	125,000	9700-01 Transfers Out - General Fund Transfer to General Fund to "close out" the separate property tax allocation to the Improvements Fund. Starting with 2008-2009 fiscal year, the City's entire permanent property tax operating rate of \$5.02 per thousand of assessed valuation is allocated 100% to General Fund.	1,080,000	1,080,000	1,060,000
0	550,000	550,000	9700-32 Transfers Out - Fire	0	0	0
0	0	147,000	9700-79 Transfers Out - Ambulance	0	0	0
0	0	84,000	9700-80 Transfers Out - Information Systems	0	0	0
0	675,000	906,000	<u>TOTAL TRANSFERS OUT</u>	1,080,000	1,080,000	1,060,000
<u>CONTINGENCIES</u>						
0	0	170,000	9800 Contingencies	100,000	100,000	100,000
0	0	170,000	<u>TOTAL CONTINGENCIES</u>	100,000	100,000	100,000
<u>ENDING FUND BALANCE</u>						
0	0	0	9931 Designated End FB - Improve Fd	0	0	0
84,894	0	0	9931-05 Designated End FB - Improve Fd - Public Safety - COP Capital	0	0	0
0	1,095,000	595,000	9931-10 Designated End FB - Improve Fd - Property Tax Funded Operations	0	0	0
1,781,398	475,205	7,309	9999 Unappropriated Ending Fd Balance	0	0	0
1,866,292	1,570,205	602,309	<u>TOTAL ENDING FUND BALANCE</u>	0	0	0
2,352,210	2,935,855	2,392,954	<u>TOTAL REQUIREMENTS</u>	1,180,000	1,180,000	1,160,000

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2,352,210	2,935,855	2,392,954	TOTAL REQUIREMENTS	1,180,000	1,180,000	1,160,000