



## **IMPROVEMENTS FUND**



**As of fiscal year 2008-2009, the Improvements Fund  
was “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.

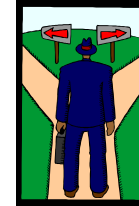
**2003** Yamhill County Radio Local Option 3-Year Levy passes and ~\$215,000 per year "passed back" to City from levy proceeds as City already self-funded radio system improvements.

**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**

2007 ACTUAL	2008 ACTUAL	2009 AMENDED BUDGET	Department :N/A Section :N/A Program :N/A	2010 PROPOSED BUDGET	2010 APPROVED BUDGET	2010 ADOPTED BUDGET
<b><u>RESOURCES</u></b>						
<b><u>BEGINNING FUND BALANCE</u></b>						
0	0	0	<b>4031</b> Designated Begin FB-Improve Fd	0	0	0
84,894	0	0	<b>4031-05</b> Designated Begin FB-Improve Fd - Public Safety-COP Capital	0	0	0
0	1,095,000	595,000	<b>4031-10</b> Designated Begin FB-Improve Fd - Property Tax Funded Operations	0	0	0
1,781,398	475,205	580,000	<b>4090</b> Beginning Fund Balance	0	0	0
<b>1,866,292</b>	<b>1,570,205</b>	<b>1,175,000</b>	<b><u>TOTAL BEGINNING FUND BALANCE</u></b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>PROPERTY TAXES</u></b>						
0	0	0	<b>4100</b> Property Taxes	0	0	0
637,347	996,404	0	<b>4100-05</b> Property Taxes - Current	0	0	0
35,186	17,838	0	<b>4100-10</b> Property Taxes - Prior	0	0	0
<b>672,533</b>	<b>1,014,242</b>	<b>0</b>	<b><u>TOTAL PROPERTY TAXES</u></b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>INTERGOVERNMENTAL</u></b>						
0	0	0	<b>5010</b> Yamhill County	0	0	0
14,002	2,872	0	<b>5010-10</b> Yamhill County - Radio Levy	0	0	0
0	0	0	<b>5030</b> McMinnville Rural Fire District	0	0	0
1,923	489	0	<b>5030-10</b> McMinnville Rural Fire District - Radio Levy	0	0	0
<b>15,925</b>	<b>3,361</b>	<b>0</b>	<b><u>TOTAL INTERGOVERNMENTAL</u></b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>MISCELLANEOUS</u></b>						
98,827	72,512	0	<b>6310</b> Interest	0	0	0
2,849	0	0	<b>6310-10</b> Interest - Public Safety COP	0	0	0
0	0	0	<b>6350</b> Property Rentals	0	0	0
21,906	0	0	<b>6350-15</b> Property Rentals - Oregon Mutual Insurance	0	0	0
7,522	0	0	<b>6600</b> Other Income	0	0	0
<b>131,104</b>	<b>72,512</b>	<b>0</b>	<b><u>TOTAL MISCELLANEOUS</u></b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>TRANSFERS IN</u></b>						
0	0	0	<b>6900</b> Transfers In	0	0	0
180,890	0	0	<b>6900-01</b> Transfers In - General Fund	0	0	0

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14,140	0	0	<b>6900-20 Transfers In - Street</b>	0	0	0
2,760	0	0	<b>6900-25 Transfers In - Airport</b>	0	0	0
4,150	0	0	<b>6900-34 Transfers In - Parks &amp; Recreation</b>	0	0	0
14,820	0	0	<b>6900-45 Transfers In - Transportation</b>	0	0	0
20,010	0	0	<b>6900-75 Transfers In - Wastewater Services</b>	0	0	0
13,230	0	0	<b>6900-77 Transfers In - Wastewater Capital</b>	0	0	0
<b>250,000</b>	<b>0</b>	<b>0</b>	<b><u>TOTAL TRANSFERS IN</u></b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>2,935,855</b>	<b>2,660,321</b>	<b>1,175,000</b>	<b><i>TOTAL RESOURCES</i></b>	<b>0</b>	<b>0</b>	<b>0</b>

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<b>REQUIREMENTS</b>						
<b><u>MATERIALS AND SERVICES</u></b>						
2,922	2,295	0	7750 Professional Services	0	0	0
0	0	0	7770 Professional Services - Projects	0	0	0
0	3,623	0	7770-10 Professional Services - Projects - Library Parking Lot	0	0	0
6,741	0	0	7770-12 Professional Services - Projects - Community Development Center	0	0	0
0	27,036	0	7770-13 Professional Services - Projects - Downtown Infrastructure	0	0	0
0	0	0	7800 M & S Equipment	0	0	0
0	48,194	0	7800-50 M & S Equipment - Radio Interface	0	0	0
<b>9,663</b>	<b>81,148</b>	<b>0</b>	<b><u>TOTAL MATERIALS AND SERVICES</u></b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>CAPITAL OUTLAY</u></b>						
0	0	0	8730 Equipment - Computers	0	0	0
3,353	0	0	8730-20 Equipment - Computers - Fire Records Mgmt System-COP	0	0	0
0	0	0	8800 Building Improvements	0	0	0
285,897	0	0	8800-10 Building Improvements - Community Development Center	0	0	0
0	265,090	0	8800-20 Building Improvements - Downtown Infrastructure	0	0	0
17,387	0	0	8850 Vehicles	0	0	0
84,390	0	0	8850-05 Vehicles - Financing Funded	0	0	0
0	0	0	8900 Land Acquisition	0	0	0
29,303	29,303	0	8900-10 Land Acquisition - Elliott Property	0	0	0
0	0	0	8920 Land Improvements	0	0	0
50,143	84	0	8920-05 Land Improvements - Building Demo & Parking Lot	0	0	0
<b>470,474</b>	<b>294,477</b>	<b>0</b>	<b><u>TOTAL CAPITAL OUTLAY</u></b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>DEBT SERVICE</u></b>						
0	0	0	9450 2002 Public Safety COP	0	0	0
190,000	190,000	0	9450-05 2002 Public Safety COP - Principal - June 1	0	0	0
10,256	7,169	0	9450-10 2002 Public Safety COP - Interest - Dec 1	0	0	0
10,256	7,169	0	9450-15 2002 Public Safety COP - Interest - June 1	0	0	0

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<b>210,513</b>	<b>204,338</b>	<b>0</b>	<b>TOTAL DEBT SERVICE</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>TRANSFERS OUT</u></b>						
0	0	0	9700 Transfers Out	0	0	0
125,000	125,000	1,175,000	9700-01 Transfers Out - General Fund	0	0	0
550,000	550,000	0	9700-32 Transfers Out - Fire	0	0	0
0	147,000	0	9700-79 Transfers Out - Ambulance	0	0	0
0	84,000	0	9700-80 Transfers Out - Information Systems	0	0	0
<b>675,000</b>	<b>906,000</b>	<b>1,175,000</b>	<b>TOTAL TRANSFERS OUT</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>CONTINGENCIES</u></b>						
0	0	0	9800 Contingencies	0	0	0
<b>0</b>	<b>0</b>	<b>0</b>	<b>TOTAL CONTINGENCIES</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>ENDING FUND BALANCE</u></b>						
0	0	0	9931 Designated End FB - Improve Fd	0	0	0
1,095,000	595,000	0	9931-10 Designated End FB - Improve Fd - Property Tax Funded Operations	0	0	0
475,205	579,359	0	9999 Unappropriated Ending Fd Balance	0	0	0
<b>1,570,205</b>	<b>1,174,359</b>	<b>0</b>	<b>TOTAL ENDING FUND BALANCE</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>2,935,855</b>	<b>2,660,321</b>	<b>1,175,000</b>	<b>TOTAL REQUIREMENTS</b>	<b>0</b>	<b>0</b>	<b>0</b>

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2,935,855	2,660,321	1,175,000	<b>TOTAL RESOURCES</b>	0	0	0
2,935,855	2,660,321	1,175,000	<b>TOTAL REQUIREMENTS</b>	0	0	0