CITY OF COTTAGE GROVE

DEBT SERVICE/FIDUCIARY FUNDS BUDGET SUMMARY

FUND/DEPARTMENT	FY2008-09 ACTUAL	FY2009-10 ACTUAL	FY2010-11 ACTUAL	FY2011-12 BUDGET	FY2012-13 ADOPTED
Debt Service Fund	1,491,339	2,071,621	2,213,050	1,964,265	2,225,957
Special Trusts Fund	20,355	14,481	8,104	17,461	17,068
Total Debt Service/Fiduciary	**1,511,694**	**2,086,102**	**2,221,154**	**1,981,726**	**2,243,025**

CITY OF
COTTAGE GROVE
OREGON

FUND: DEBT SERVICE **FUND/DEPARTMENT #: 17-00**

DEPARTMENT: DEBT SERVICE

OVERVIEW

Accounts for the principal and interest payments for the $1,088,685 refinancing agreement with Bank of America for improvements to the Public Works Shop facility. The improvements were completed in April 2000. The original funding had a balloon payment that became due in March 2003 and was refinanced. Final payment will be in December 2013.

Accounts for the principal and interest payments for the pension bonds sold in March 2002 to refinance the City's unfunded actuarial liability (UAL) with the Public Employees Retirement System (PERS). The liability is funded through transfers from the several funds that finance the City's personnel costs. This debt will be paid in full June, 2028.

Accounts for the principal and interest payments for the water treatment plant improvements. A loan for improvements was received from the Oregon Economic and Community Development Department (OECDD), Projects S05001 and G05001, in the amount of $8,750,000. The water surcharge is received in the Water Reserve Fund to pay this debt. This will be paid in full December 1, 2033.

Accounts for the principal and interest payments for the wastewater improvement loans from the State of Oregon, Department of Environmental Quality, CWSRF Project #R24573, in the amount of $9,261,399. The Wastewater System Improvement surcharge is received in the Wastewater Reserve Fund to pay the debt. This loan will be paid in full September 1, 2026.

Accounts for the principal and interest payments for the payment to water customers for the discontinuation of water service. The funds are transferred from the Water Reserve Fund to pay the debt. The loan will be paid in full September, 2027.

Accounts for the principal and interest payments for the purchase of Middlefield Golf Course, purchased by the City December 2006, and the additional property adjacent to the Course, purchased in June, 2007, in the amounts of $850,000 and $375,000 respectively. The funds are transferred from the Wastewater Fund to pay the debt. The loans will be paid in full December 20, 2026 and July 1, 2017 respectively.

Accounts for the principal and interest payments for the purchase of a backhoe and street sweeper, as well as golf carts. In 2011 mowers were purchased for Middlefield Golf Course. These are short-term debt issuances, to be paid in full during calendar year 2012 and 2015.

Accounts for the principal and interest payments for the purchase of a vactor machine and greens roller. These are short-term debt issuances, to be paid in full during calendar year 2014. Funds are transferred from the Water, Wastewater, and Storm Drain Reserve Funds and the Street Fund for the payment of the debt.

Includes proposed debt in Water, Wastewater & Storm Reserve Funds for capital improvements as described in the 5-year utility financing plan. The loan will be repaid over ten years from the collection of surcharge fees.

BUDGET YEAR OBJECTIVES

- Track outstanding debt and make timely payments.

MAJOR ACCOMPLISHMENTS – FISCAL YEAR 2011-12

- Made timely payments for debt outstanding.

City of Cottage Grove
Fiscal Year 2012-13 Budget

17-00 DEBT SERVICE FUND

2009-10 ACTUAL	2010-11 ACTUAL	2011-12 BUDGET	DESCRIPTION	2012-13 PROPOSED	2012-13 APPROVED	2012-13 ADOPTED
			REVENUE			
3,558	2,737	2,485	41010 CARRYOVER	3,300	3,300	3,300
15	589	15	53200 INTEREST REVENUE	15	15	15
136,198	147,048	152,050	55000 TRANSFER FOR PERS UAL	157,048	157,048	157,048
74,750	77,207	77,210	55003 TRANSFER FR. STREET FUND	55,579	55,579	55,579
26,916	26,916	26,920	55031 TRANSFER FR. GENERAL RES.	26,916	26,916	26,916
937,952	1,054,244	784,560	55032 TRANSFER FR. WATER RESERVE	838,375	838,375	838,375
53,875	738,296	755,365	55035 TRANSFER FR. WW. RESERVE	807,735	807,735	807,735
56,843	63,666	63,670	55036 TRANSFER FR. STORM DR. RES.	224,565	224,565	224,565
781,514	102,348	101,990	55038 TRANSFER FR. WASTEWATER FUND	112,424	112,424	112,424
2,068,047	2,209,724	1,961,765	TOTAL TRANSFER REVENUE	2,222,642	2,222,642	2,222,642
2,071,621	**2,213,050**	**1,964,265**	**TOTAL REVENUE**	**2,225,957**	**2,225,957**	**2,225,957**
			EXPENDITURES			
			DEBT SERVICE			
986,909	1,263,181	1,059,915	90110 LOAN PRINCIPAL PAYMENT	1,352,996	1,352,996	1,352,996
1,038,392	904,822	862,070	90111 LOAN INTEREST PAYMENT	831,856	831,856	831,856
850	850	850	90112 LOAN TRUSTEE ANNUAL FEE	850	850	850
42,732	40,860	38,930	90113 LOAN FEE - WASTEWATER TP	36,940	36,940	36,940
2,068,883	2,209,713	1,961,765	TOTAL DEBT SERVICE	2,222,642	2,222,642	2,222,642
0	0	0	99010 UNAPPROPRIATED FUND BALANCE	0	0	0
0	0	0	99012 RESERVE FOR FUTURE EXP.	0	0	0
0	0	2,500	99000 CONTINGENCY	3,315	3,315	3,315
2,737	3,338	0	99020 ENDING BALANCE	0	0	0
2,071,621	**2,213,050**	**1,964,265**	**TOTAL EXPENDITURES**	**2,225,957**	**2,225,957**	**2,225,957**

CITY OF
COTTAGE GROVE
OREGON

FUND: SPECIAL TRUSTS **FUND/DEPARTMENT #: 25-00**

DEPARTMENT: N/A

OVERVIEW

The Special Trusts fund accounts for the interest earnings on a $3,000 fixed principal donation by the estate of Ed Jenks to the Cottage Grove Library. Expenditures are restricted to purchases of non-fiction books for the Library. Funds earmarked for the Memorial Tree Program, which allows individuals to have a tree planted on City property and maintained in perpetuity, as established by the City Council in 2000, are also kept in this fund. Donations made for the restoration of the Chambers Railroad Bridge, for the Armory building restoration, as well as donations for the Police K-9 program, are included in this fund.

DEPARTMENT OPERATIONAL OBJECTIVES

- Maintain funds in trust for the specified purposes.

BUDGET YEAR OBJECTIVES

- Account for funds in trust, allocating interest earned to the identified projects/purposes.

SIGNIFICANT BUDGET CHANGES FROM FISCAL YEAR 2011-12

- The “Round-Up for the Bridge” campaign ended with the completion of the restoration project of the Chamber’s Railroad Bridge.

- In an on-going effort to be of support to customers that need temporary assistance with utility bills, the City partnered with Community Sharing and developed the H_2O Program (Help to Others). Customers may round-up or designate a specific amount to be used for the assistance program. The money collected and expended is accounted for within this trust fund.

City of Cottage Grove
Fiscal Year 2012-13 Budget

25-00 SPECIAL TRUSTS FUND

2009-10 ACTUAL	2010-11 ACTUAL	2011-12 BUDGET	DESCRIPTION	2012-13 PROPOSED	2012-13 APPROVED	2012-13 ADOPTED
			REVENUE			
3,432	3,473	3,489	41010 CARRYOVER - ED JENKS TRUST	3,495	3,495	3,495
387	392	394	41020 CARRYOVER - MEMORIAL TREES	395	395	395
101	102	102	41040 CARRYOVER - MCALPINE DONATION	102	102	102
55	56	56	41050 CARRYOVER - COREY FAMILY DONATION	56	56	56
8,835	2,870	2,905	41080 CARRYOVER - CHAMBERS RR BRIDGE	0	0	0
82	36	15	53200 INTEREST	20	20	20
1,589	1,175	500	54090 CHAMBER RR BRIDGE DONATIONS	0	0	0
0	0	5,000	54150 ARMORY DONATIONS	5,000	5,000	5,000
0	0	5,000	54160 K-9 DONATIONS	5,000	5,000	5,000
0	0	0	54170 H20 PROGRAM DONATIONS	3,000	3,000	3,000
14,481	**8,104**	**17,461**	**TOTAL REVENUE**	**17,068**	**17,068**	**17,068**
			EXPENDITURES			
			MATERIALS AND SERVICES			
0	0	495	76126 ED JENKS TRUST	512	512	512
0	0	395	76127 MEMORIAL TREES PROGRAM	397	397	397
0	0	100	76155 MCALPINE LARGE PRINT BOOKS	103	103	103
0	0	56	76156 TEEN CENTER DEVELOPMENT	56	56	56
0	0	5,000	76158 K-9 EXPENSE	5,000	5,000	5,000
			76200 H20 PROGRAM EXPENSE	3,000	3,000	3,000
0	0	6,046	TOTAL MATERIALS AND SERVICES	9,068	9,068	9,068
7,588	905	8,415	83000 BUILDINGS & IMPROVEMENTS	5,000	5,000	5,000
0	0	3,000	99010 ED JENKS TRUST -UNAPPROP. BAL.	3,000	3,000	3,000
6,894	7,199	0	99020 ENDING BALANCE	0	0	0
14,481	**8,104**	**17,461**	**TOTAL EXPENDITURES**	**17,068**	**17,068**	**17,068**