



2021 Budget Report: Some of the highlights of the 2021 Budget consist of:

- Correcting for a 5 year negative balance that has depleted our reserves to a unsatisfactory level and initiating a plan to rebuild fund balances.
- Utility Rate Study tracking and planning for necessary corrections. Want to maintain at least minimal operational fund reserve and savings for future capital projects.
- Organized funds to clearly separate basic operating revenues and expenses from capital project revenue and expenses.
- Significant amount due on aging report due to Covid-19 that needs to be collected.
- Grant money for Water System Improvements of \$897,000 for 2021 Water Project
- Remaining USDA RD Loan/Grant of about \$2.2M 2021 Water & Sewer Project.
- \$150k SIP Grant sewer extension proj. for Purple Sage RV planned for early 2021.
- COPS Grant funds to pay the half of the payroll for two officers for 3 years.
- Spend TIB money for complete streets project by West Beach \$200k.
- Extension of General Obligation Bond for City Hall Remodel for \$250k.
- Additional TIB money for street repairs awarded near West Beach for \$339,500. Needs \$10,500 City Match from Street or TBD Fund.
- Review of garbage rates and making corrections by March to account for estimated \$20,000 Landfill cost increase to the public based on last years tonnage.
- Update on USDA loans for sewer and water project. Payments for water loan begin in 2021 are about \$80k/year. Sewer payments likely to begin in 2022 at about \$134k/year.
- \$211,000 RCO grant available to build a new basketball court at Smokiam Park if the community can collect \$23k in donations for matching funds.

Operational Fund Review in 2021 Budget

	Projected Beginning Balance	2021 Preliminary Budget		Excess/Deficit	Ending Balance	Notes
OPERATIONAL FUNDS						
General Fund	\$ (249,096.81)	Operation Revenue	\$ 1,346,972.54	\$ 12,010.50	\$ (237,086.31)	Excess needed to build Fund Balance
		Operation Expense	\$ 1,334,962.04			Watched very closely to match revenues
		Capital Revenue	\$ 0.00	\$ 0.00		
		Capital Expense	\$ 0.00			
Street Fund	\$ (194,000.00)	Operation Revenue	\$ 69,917.00	\$ (32,760.00)	\$ (226,760.00)	New Revenue Source Needed
		Operation Expense	\$ 102,677.00			T.B.D. Might Supplement Deficit.
		Capital Revenue	\$ 134,944.00	\$ 0.00		TIB & FEMA
		Capital Expense	\$ 134,944.00			Retainer for Completed Street Projects
K9 Fund	\$ 1,498.38	Operation Revenue	\$ 10,000.00	\$ 0.00	\$ 1,498.38	Donation Based Revenues
		Operation Expense	\$ 10,000.00			
		Capital Revenue	\$ 0.00	\$ 0.00		
		Capital Expense	\$ 0.00			
Water Fund	\$ 557,104.00	Operation Revenue	\$ 668,789.81	\$ (46,296.63)	\$ 510,807.37	Correcting delinquent accounts fixes deficit
		Operation Expense	\$ 715,086.44			USDA RD & CDBG & Developer Revenues
		Capital Revenue	\$ 1,247,000.00	\$ 0.00		Water Improvement 2021 project
		Capital Expense	\$ 1,247,000.00			
Solid Waste Fund	\$ 238,084.00	Operation Revenue	\$ 356,399.81	\$ 1,719.81	\$ 239,803.81	Moved as Much Street Salary Expense
		Operation Expense	\$ 354,680.00			into this fund while maintaining balance.
		Capital Revenue	\$ 0.00	\$ 0.00		
		Capital Expense	\$ 0.00			
Sewer Fund	\$ 55,635.00	Operation Revenue	\$ 804,489.81	\$ 23,027.23	\$ 63,662.23	Prepare for big loan payment in 2022
		Operation Expense	\$ 781,462.58			
		Capital Revenue	\$ 2,325,000.00	\$ (15,000.00)		USDA RD & SIP Revenue
		Capital Expense	\$ 2,340,000.00			Sewer Improvement 2021 project
Mineral Water Fund (deficit due to planning costs)	\$ (17,854.00)	Operation Revenue	\$ 10,350.00	\$ 2,650.00	\$ (15,204.00)	Excess needed to build Fund Balance
		Operation Expense	\$ 7,700.00			
		Capital Revenue	\$ 0.00	\$ 0.00		
		Capital Expense	\$ 0.00			
CAPITAL PROJECTS FUND	\$ 200,000.00	Capital Revenue	\$ 413,400.00	\$ (200,000.00)	\$ 0.00	TIB & WSDOT
		Capital Expense	\$ 613,400.00			West Beach Entry and Daisy Crossing
OTHER FUNDS						
		Revenue	Expense			
Benevolent Fund	\$ 1,274.26	\$ 150.00	\$ 150.00	\$ 0.00	\$ 1,274.26	Shop with a cop
Stadium Tax Fund	\$ 29,399.87	\$ 23,300.00	\$ 12,700.00	\$ 10,600.00	\$ 39,999.87	Tourism organizations, ads, events, signs.
Lava Light Project	\$ 145,435.79	\$ 200.00	\$ 0.00	\$ 200.00	\$ 145,635.79	Project on Hold
Real Estate Excise Tax	\$ 122,351.00	\$ 27,500.00	\$ 20,000.00	\$ 7,500.00	\$ 129,851.00	Possible Roof Repair Projects
Transportation Benefit District	\$ 141,815.00	\$ 25,000.00	\$ 15,500.00	\$ 9,500.00	\$ 151,315.00	
Debt Service Fund	\$ 0.00	\$ 1,254.96	\$ 0.00	\$ 1,254.96	\$ 1,254.96	Fund for Required Loan Reserves
Limited Obligation Bond	\$ 383,733.37	\$ 0.00	\$ 250,000.00	\$ (250,000.00)	\$ 133,733.37	City Hall Phase 1 Remodel
Consumer Trust Fund	\$ 41,166.79	\$ 5,000.00	\$ 5,000.00	\$ 0.00	\$ 41,166.79	Fund for Holding Customer Deposits
Ambulance Fund	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	Closed Fund
Water/Sewer Bond	\$ 253,622.58	\$ 21,813.00	\$ 0.00	\$ 21,813.00	\$ 275,435.58	Fund for Required Bond Reserves
Sewer Construction Fund	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	Closed Fund
Main Ave Sewer Replacement	\$ 52,859.41	\$ 0.00	\$ 0.00	\$ 0.00	\$ 52,859.41	Closed Fund?
Water Tank Replacement	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	Reserve for Future Replacement
Retain age Deposits	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	
Treasurers Suspense Fund	\$ 31.50	\$ 200.00	\$ 200.00	\$ 0.00	\$ 31.50	
Investments	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	
				\$ 0.00	\$ 0.00	
Fund Totals	\$ 1,763,060.14			\$ (453,781.13)	\$ 1,309,279.01	