



MILWAUKIE
Dogwood City of the West

QUARTERLY FINANCIAL REPORT

Reporting financial results
for the first quarter ended
September 30, 2014

Executive Summary

We are pleased to offer this preliminary financial report of City operations for your review. This report covers financial operations through the first quarter ended September 30, 2014 relating to the fiscal year ending June 30, 2015.

FINANCIAL STATEMENTS FOR QUARTER ENDED SEPTEMBER 30, 2014

Our auditors are currently performing their annual audit fieldwork with the target of completing fieldwork by mid-December and issuing their opinion for submission to the Secretary of State – Audits Division before the December 31, 2014 filing deadline. Once the auditors opinions have been issued, the Comprehensive Annual Financial Report (CAFR) will be available for review at www.cityofmilwaukie.org/finance.

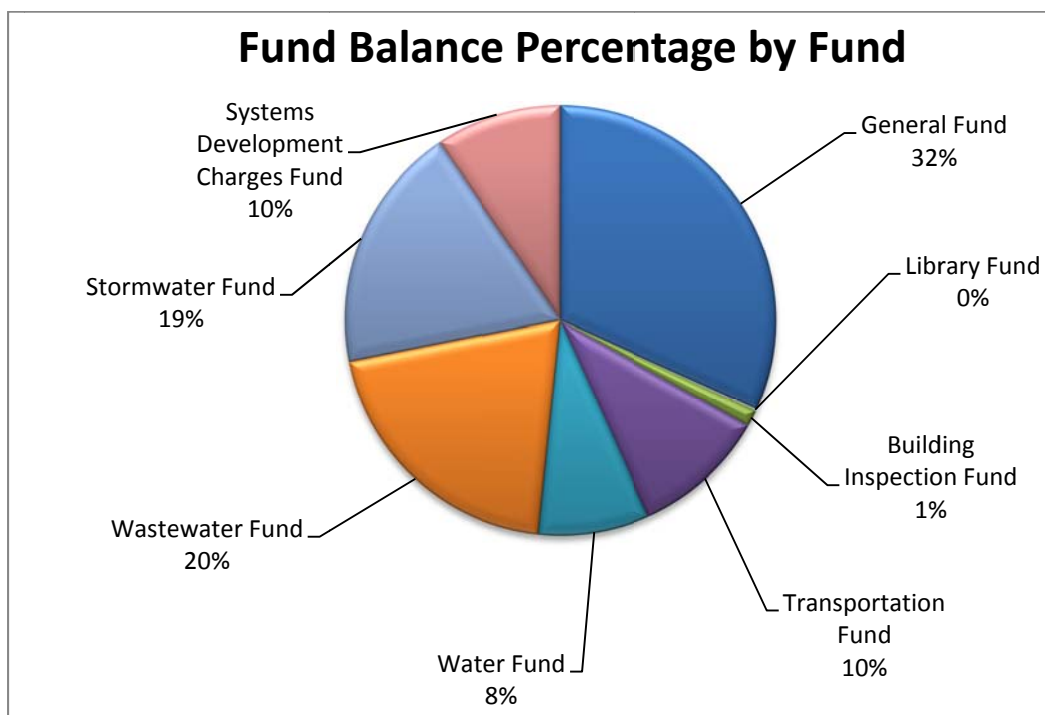
The City's Popular Annual Financial Report (PAFR) will also be completed soon and will be available online at www.cityofmilwaukie.org/finance. Popular Annual Financial Reports are specifically designed to be readily accessible and easily understandable to the general public and other interested parties without a background in public finance.

QUARTERLY HIGHLIGHTS

This first quarter financial report summarizes the financial results for the first quarter of fiscal year ending June 30, 2015 (year-to-date) and highlights certain topics of interest.

Summary of Beginning Fund Balances

Beginning fund balances represent the amount of funds available to fund capital projects and operations until property taxes begin to be received in November. During the budget process we estimated that beginning fund balances on July 1, 2014 for all funds would total \$13,476,000. In our financial statements for June 30, 2014, unaudited ending fund balances for all funds came in higher at \$15,238,764.



Fourth Quarter Financial Results

The General Fund and Library Fund are dependent upon property taxes and distributions from the Library District of Clackamas County. At September 30, 2014, only .6% of budgeted property taxes for the biennium were received by the end of the quarter. Overall, General Fund revenues are right on target and expenditures are below budget at 94%.

The Library Fund receives distributions from the Library District of Clackamas County in the third and fourth quarters and therefore, the Library Fund is reflecting none budgeted distribution to date. Library expenditures are right on target at 95%, without regard to the District capital funds that have been budgeted for use dependent on the Library Expansion Taskforce decisions.

The Building Inspection Fund continues to experience a lull in revenue production, with total revenue at 87% of expectation at the end of the first quarter, consistent with the previous quarter. It is important that we continue to monitor this Fund closely. Expenditures are low at 55% due to the Building Official position being open for two months out of the quarter. The position is now filled and the Building Official, in conjunction with Finance will be reviewing Building Permit rates.

The Transportation Fund continues to be broken out into two distinct departments to separate its two main functions. These two functions are the Street Surface Maintenance program and the State Gas Tax program.

Due to the identification of some previously omitted stations, these revenues have picked up dramatically in the prior year. State gas tax is 96% of budget and local gas tax is 100% of

budget. Street Surface Maintenance revenues and expenditures are right on target at 101% and 98% respectively while the State Gas Tax revenues and expenditures are at 91% and 78% respectively.

The Water Fund's previous negative fund balance at the end of fiscal year 2012 continues to make up ground at year end with revenues at 140% of budget and expenditures at 95% of budget. In the first quarter of the year we expect to see much higher revenues in the Water Fund due to seasonal impacts on water consumption. We do not anticipate that revenues will continue to trend at 140%.

The Wastewater Fund is stable, with revenues at 106% of budget and expenditures at 65% of budget. A primary expenditure in the Wastewater Fund is the treatment payment to Water Environmental Services, of which only two payments have been made by the date of this report, resulting in lower expenditures than anticipated. These expenditures will likely catch up by year-end.

The Stormwater Fund has been accumulating fund balance to help fund future projects. As you recall, the City had a rate analysis done and new rates were implemented to ensure the future health of the stormwater system. Revenues are steady at 94% of budget and expenditures are slightly less than budgeted at quarter-end. We expect this fund to remain solid.

SDC Fund projects have not yet been started and revenues are higher than anticipated at 106%.

Debt Issuances

On July 29th the City issued General Obligation bonds of \$3,695,000 following voter approval in May. We received a bond rating of Aa2 on these bonds, which is a step up from our previous GO bond issuance in 1997 for the Police Station. Our interest savings on this bond issuance, net of bond issuance costs, was \$587,000 over the life of the bonds. The issuance of these bonds allowed the City to pay off the TriMet obligation. Our true interest cost (TIC) is 2.86%.

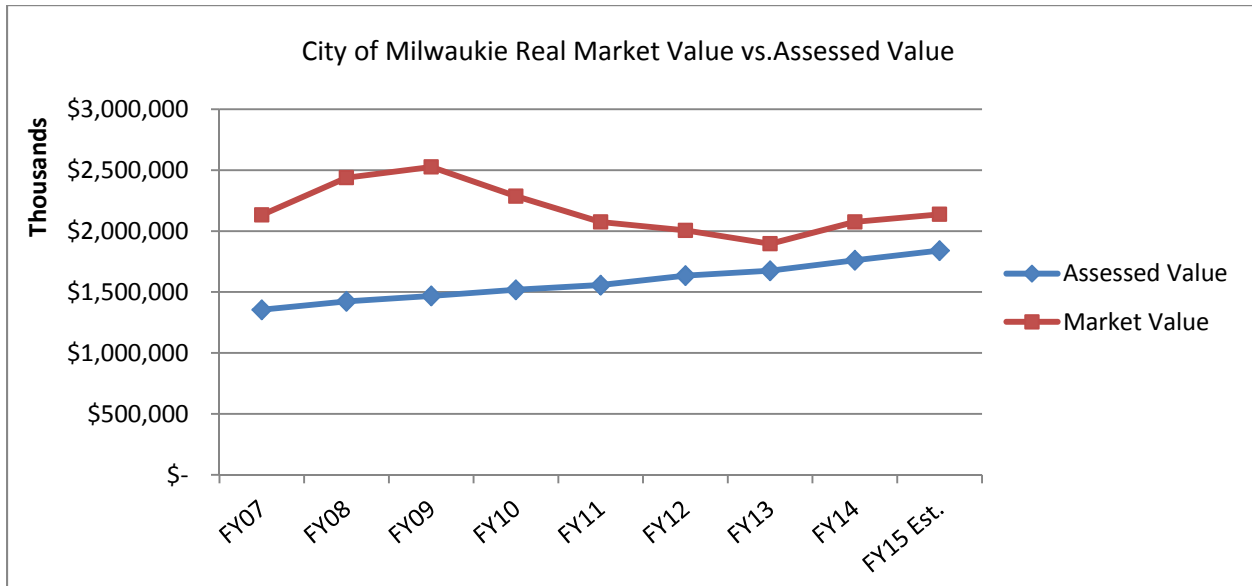
A big thank you to the Milwaukie Citizens, City Council, Budget Committee, and our bond financing team for making this happen!

On September 17, 2014 the City issued \$965,000 in Full Faith and Credit Obligation to fund the City's Riverfront Park Project, Phase II and to serve as the City's match against local, state and federal grants. The true interest cost of the bonds is 2.71% with interest rates varying by year between 3 percent and 4 percent. The maturity date on these bonds is June 1, 2029.

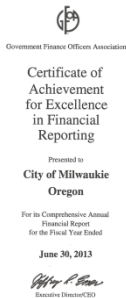
The debt service on these obligations will be paid for by the Good Neighbor Fund held by the County. On August 15th the City attained a Aa3 rating for this debt issuance which is the rating that was anticipated. As you would suspect, issuing Full Faith and Credit Obligations generally yields a lower rating due to the less secure nature of the transaction in comparison to GO Bonds. Never the less, this is a good rating and is equal to the rating the City received long ago for the Police Station GO Bonds.

Property Tax Bills Mailed out by County

Clackamas County mailed out property tax bills during the second quarter. Although market values have dropped over the last couple of years, this five-year downward trend has turned around. Understanding that every individual property is different, at least in total, the City’s real market and assessed values increased in FY 2014. In a letter received from Clackamas County in March, the County anticipates that the City’s Assessed Values will increase by 4.25-4.75% for fiscal year 2015:



INTERNATIONAL AWARDS RECEIVED FOR FINANCE DOCUMENTS



Comprehensive Annual Financial Reporting Award. For the third time since the early nineties, the City received the *Certificate of Achievement for Excellence in Financial Reporting* award from the Government Finance Officers Association (GFOA). In order to receive this award, a government unit must publish an easily readable and efficiently organized CAFR whose contents conform to program standards and satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

Popular Annual Financial Reporting Award. For the third time the City received an *Award for Outstanding Achievement in Popular Annual Financial Reporting* from the GFOA. In order to receive this award, a government unit must publish a Popular Annual Financial Report, whose contents conform to program standards of creativity, presentation, understandability, and reader appeal.

Distinguished Budget Presentation Award. The City also received the *Distinguished Budget Presentation Award* for its biennium 2013-2014 budget document from the GFOA. This award is the highest form of recognition in governmental budgeting. Its attainment represents a significant accomplishment by a governmental entity, its financial staff, and its management. This international award program was established in 1984 to encourage exemplary budgetary practices and to provide peer recognition for government finance officers who prepare budget documents. They rate a budget's proficiency in four major categories: as a policy document, an operations guide, a financial plan, and a communications device.



These awards are prestigious national awards that recognizes conformance with the highest standards for preparation of state and local government financial reports. Upon completion, the City submitted the 2015-2016 biennium budget document to the GFOA for recognition and expects to receive notice from GFOA in early Spring of 2015.

We value your trust and promise to ensure fiscal integrity in all that we do. As you review this quarterly report, I welcome your questions, comments, and any suggestions you may have. As always, the best method of contact is by email at: camorsc@milwaukieoregon.org.

Respectfully,

Casey Camors, CPA CMA CPFO CGMA
Finance Director, City of Milwaukie

25 November 2014

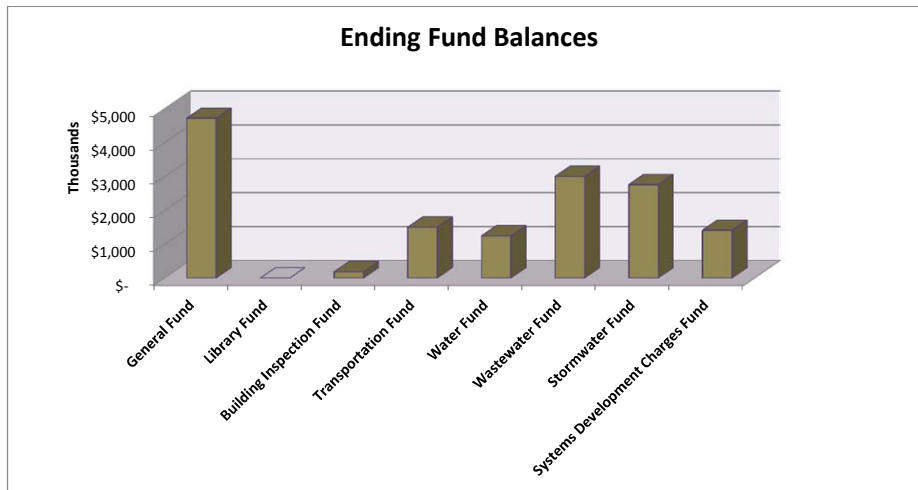
City of Milwaukie, Oregon
 Quarterly Financial Report
 Budget-to-Actual
 Through the first quarter ended September 30, 2014

All City Funds

Fund	Beginning Fund Balance as of July 1, 2014	Year-to-Date through June 30, 2015		Ending Fund Balance as of September 30, 2014	Change in Fund Balance
		Revenues	Expenditures		
1 General Fund	\$ 6,039,475	\$ 6,883,884	\$ 8,203,282	\$ 4,720,077	\$ (1,319,398) ¹
2 Library Fund	550,813	26,652	595,387	(17,922)	(568,735) ¹
3 Building Inspection Fund	169,947	51,924	39,504	182,367	12,420
4 Transportation Fund	1,458,649	524,148	480,792	1,502,005	43,356
5 Water Fund	780,925	1,163,047	700,185	1,243,787	462,862 ²
6 Wastewater Fund	2,318,157	1,836,373	1,152,367	3,002,163	684,006 ²
7 Stormwater Fund	2,528,009	643,621	409,679	2,761,951	233,942 ²
8 Systems Development Charges Fund					
Transportation SDC Department	298,538	8,456	-	306,994	8,456
Water SDC Department	170,336	765	-	171,101	765
Wastewater SDC Department	727,693	11,024	-	738,717	11,024
Stormwater SDC Department	196,222	898	-	197,120	898
Systems Development Charges Fund	1,392,789	21,143	-	1,413,932	21,143
Totals	\$ 15,238,764	\$ 11,150,792	\$ 11,581,196	\$ 14,808,360	\$ (430,404)

¹ The majority of property tax revenues are received in November, so as of the end of September it is typical to see expenditures outpacing revenues.

² Many of the budgeted capital projects have not been scheduled to begin this early in the biennium.



City of Milwaukie, Oregon
Quarterly Financial Report
Budget-to-Actual
Through the first quarter ended September 30, 2014

General Fund

	Biennial Budget	Flexible Biennial Budget	FY 2015 YTD Actual	Total Biennium To-Date Actual	Variance	% of Budget
Revenue						
Property taxes	\$ 13,966,000	\$ 70,000	\$ 79,193	\$ 79,193	\$ 9,193	113%
Licenses & permits	775,000	97,000	45,292	45,292	(51,708)	47%
Franchise fees	3,239,000	8,000	2,380	2,380	(5,620)	30%
Intergovernmental	3,924,000	353,000	355,462	355,462	2,462	101%
Fines & forfeitures	3,066,000	383,000	240,165	240,165	(142,835)	63%
Miscellaneous	293,000	37,000	43,498	43,498	6,498	118%
	25,263,000	948,000	765,990	765,990	(182,010)	81%
Other financing sources	5,000,000	5,000,000	5,012,894	5,012,894	12,894	100%
Transfers	8,890,000	1,111,000	1,105,000	1,105,000	(6,000)	99%
Total revenue	39,153,000	7,059,000	6,883,884	6,883,884	(175,116)	98%
Expenditures						
City Council	136,000	17,000	11,285	11,285	5,715	66%
City Manager	1,494,000	187,000	141,202	141,202	45,798	76%
Community Development	3,981,000	498,000	973,100	973,100	(475,100)	195%
Public Works Administration	1,198,000	150,000	115,513	115,513	34,487	77%
Engineering Services	1,190,000	149,000	111,414	111,414	37,586	75%
Facilities Management	2,468,000	309,000	174,822	174,822	134,178	57%
Finance	1,804,000	226,000	188,112	188,112	37,888	83%
Fleet Services	2,297,000	287,000	136,117	136,117	150,883	47%
Human Resources	632,000	79,000	81,363	81,363	(2,363)	103%
Information Systems Technology	2,264,000	283,000	307,910	307,910	(24,910)	109%
Municipal Court	755,000	94,000	71,438	71,438	22,562	76%
Planning Services	1,245,000	156,000	116,847	116,847	39,153	75%
Code Enforcement	343,000	43,000	35,870	35,870	7,130	83%
Public Access Studio	186,000	23,000	4,113	4,113	18,887	18%
Records and Information Management	874,000	109,000	92,191	92,191	16,809	85%
Non-Departmental	6,413,000	4,489,000	4,261,772	4,261,772	227,228	95%
Police Administration	1,072,000	134,000	147,385	147,385	(13,385)	110%
Police Field Services	11,508,000	1,439,000	1,160,353	1,160,353	278,647	81%
Police Support Services	688,000	86,000	72,475	72,475	13,525	84%
Total expenditures	40,548,000	8,758,000	8,203,282	8,203,282	554,718	94%
Revenue over (under) expenditures	(1,395,000)	(1,699,000)	(1,319,398)	(1,319,398)	379,602	
Beginning fund balance	5,293,000	5,293,000	6,039,475	6,039,475	746,475	
Ending fund balance	\$ 3,898,000	\$ 3,594,000	\$ 4,720,077	\$ 4,720,077	\$ 1,126,077	

¹ Almost half of Licenses & Permits is attributable to Business Registrations which occur predominately in the third quarter of the year.

² Photo Radar and Traffic Fines are significantly less than expected due to staffing adaptations.

³ A significant portion of these departmental budgets are capital in nature and costs are not incurred uniformly through out the year.

⁴ Human Resources has been implementing NeoGov early on this year which is a fair amount of their biennial budget.

⁵ IST has significant costs in the beginning of the year to pay for system maintenance fees and licenses.

⁶ Two bond issuances (GO and FFCO) have already been issued this year, one of which extinguished the City's debt to TriMet.

⁷ Police Administration has a very tight budget and some costs booked in the first quarter are up front costs for the year. A supplemental budget adjustment may be required.

⁸ Police Field Services has had some staffing difficulties with retirements and personnel in training.

City of Milwaukie, Oregon
Quarterly Financial Report
Budget-to-Actual
Through the first quarter ended September 30, 2014

Library Fund

	Biennial Budget	Flexible Biennial Budget	FY 2015 YTD Actual	Total Biennium To-Date Actual	Variance	% of Budget
Revenue						
Intergovernmental Revenue	\$ 3,022,000	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental Revenue - Capital	1,000,000	-	-	-	-	-
Fines	126,000	16,000	15,308	15,308	(692)	96%
Miscellaneous	4,000	1,000	546	546	(454)	55%
Allocation of general property taxes	1,884,000	9,000	10,798	10,798	1,798	120%
Total revenue	6,036,000	26,000	26,652	26,652	652	103%
Expenditures						
Personnel services	3,266,000	408,000	373,159	373,159	34,841	91%
Materials & services	374,000	47,000	47,228	47,228	(228)	100%
Transfers	1,380,000	173,000	175,000	175,000	(2,000)	101%
Capital outlay	1,000,000	-	-	-	-	-
Total expenditures	6,020,000	628,000	595,387	595,387	32,613	95%
Revenue over (under) expenditures	16,000	(602,000)	(568,735)	(568,735)	33,265	
Beginning fund balance	422,000	422,000	550,813	550,813	128,813	
Ending fund balance	\$ 438,000	\$ (180,000)	\$ (17,922)	\$ (17,922)	\$ 162,078	

¹ Library District Revenue has not been received yet this year. This revenue is generally received in January and June of each year.

² Once the Library Expansion Task Force decides how these funds will be used, costs will be incurred and the County will remit these funds to the City.

³ Donations in services, goods and programs from the Friends of the Library.

City of Milwaukie, Oregon
Quarterly Financial Report
Budget-to-Actual
Through the first quarter ended September 30, 2014

Building Inspection Fund

	Biennial Budget	Flexible Biennial Budget	FY 2015 YTD Actual	Total Biennium To-Date Actual	Variance	% of Budget
Revenue						
Fees & charges	\$ 468,000	\$ 59,000	\$ 51,752	\$ 51,752	\$ (7,248)	88%
Miscellaneous	5,000	1,000	172	172	(828)	17%
Total revenue	473,000	60,000	51,924	51,924	(8,076)	87%
Expenditures						
Personnel services	451,000	56,000	26,516	26,516	29,484	47%
Materials and services	25,000	3,000	488	488	2,512	16%
Transfers	100,000	13,000	12,500	12,500	500	96%
Total expenditures	576,000	72,000	39,504	39,504	32,496	55%
Revenue over (under) expenditures	(103,000)	(12,000)	12,420	12,420	24,420	
Beginning fund balance	147,000	147,000	169,947	169,947	22,947	
Ending fund balance	\$ 44,000	\$ 135,000	\$ 182,367	\$ 182,367	\$ 47,367	

¹ Building activity continues to be low. Rate structures for approval by the State are being formulated by the Building Official.

² The Building Official position was vacant for the first two months of the year.

City of Milwaukie, Oregon
Quarterly Financial Report
Budget-to-Actual
Through the first quarter ended September 30, 2014

Transportation Fund - in Total

	Biennial Budget	Flexible Biennial Budget	FY 2015 YTD Actual	Total Biennium To-Date Actual	Variance	% of Budget
Revenue						
Dedicated to St/Surf Maintenance Program:						
Fees (from street maintenance fee)	\$ 1,232,000	\$ 154,000	\$ 155,694	\$ 155,694	\$ 1,694	101%
Franchise fees (from 1.5% privilege tax)	647,000	-	-	-	-	-
Intergovernmental (from local gas tax)	352,000	15,000	15,032	15,032	32	100%
	2,231,000	169,000	170,726	170,726	1,726	101%
Intergovernmental (from state gas tax)	2,373,000	198,000	189,804	189,804	(8,196)	96%
Intergovernmental (other)	3,295,000	-	-	-	-	-
Franchise fees (from utility funds)	1,368,000	177,000	163,000	163,000	(14,000)	92%
Miscellaneous	100,000	13,000	618	618	(12,382)	5%
Total revenue	9,367,000	557,000	524,148	524,148	(32,852)	94%
Expenditures						
Personnel services	981,000	123,000	91,730	91,730	31,270	75%
Materials and services	911,000	114,000	37,434	37,434	76,566	33%
Transfers	1,890,000	236,000	241,250	241,250	(5,250)	102%
Capital outlay	5,645,000	100,000	110,378	110,378	(10,378)	110%
Total expenditures	9,427,000	573,000	480,792	480,792	92,208	84%
Revenue over (under) expenditures	(60,000)	(16,000)	43,356	43,356	59,356	
Beginning fund balance	1,364,000	1,364,000	1,458,649	1,458,649	94,649	
Ending net available fund balance	\$ 1,304,000	\$ 1,348,000	\$ 1,502,005	\$ 1,502,005	\$ 154,005	

1 PGE Privilege Taxes are received in the third quarter of the fiscal year.

2 Projects have not been completed to allow for reimbursement but have been rebudgeted in the 2015-2016 BN to be completed.

3 Only one month of electricity charges had been paid at the end of September.

City of Milwaukie, Oregon
Quarterly Financial Report
Budget-to-Actual
Through the first quarter ended September 30, 2014

Transportation Fund - by Program

Street Surface Maintenance Program

	Biennial Budget	Flexible Biennial Budget	FY 2015 YTD Actual	Total Biennium To-Date Actual	Variance	% of Budget
Revenue						
Dedicated to St/Surf Maintenance Program:						
Fees (from street maintenance fee)	\$ 1,232,000	\$ 154,000	\$ 155,694	\$ 155,694	\$ 1,694	101%
Franchise fees (from 1.5% privilege tax)	647,000	-	-	-	-	-
Intergovernmental (from local gas tax)	352,000	15,000	15,032	15,032	32	100%
Total revenue	2,231,000	169,000	170,726	170,726	1,726	101%
Expenditures						
Materials and services	141,000	18,000	3,307	3,307	14,693	18%
Transfers	378,000	47,000	48,250	48,250	(1,250)	103%
Capital outlay	2,000,000	100,000	110,378	110,378	(10,378)	110%
Total expenditures	2,519,000	165,000	161,935	161,935	3,065	98%
Revenue over (under) expenditures	(288,000)	4,000	8,791	8,791	4,791	
Beginning fund balance	1,499,000	1,499,000	1,539,018	1,539,018	40,018	
Ending net available fund balance	\$ 1,211,000	\$ 1,503,000	\$ 1,547,809	\$ 1,547,809	\$ 44,809	

State Gas Tax Program

	Biennial Budget	Flexible Biennial Budget	FY 2015 YTD Actual	Total Biennium To-Date Actual	Variance	% of Budget
Revenue						
Intergovernmental (from state gas tax)	2,373,000	198,000	189,804	189,804	(8,196)	96%
Intergovernmental (other)	3,295,000	-	-	-	-	-
Franchise fees (from utility funds)	1,417,000	177,000	163,000	163,000	(14,000)	92%
Fee in Lieu of Construction	100,000	13,000	-	-	(13,000)	-
Miscellaneous	-	-	618	618	618	100%
Total revenue	7,185,000	388,000	353,422	353,422	(34,578)	91%
Expenditures						
Personnel services	981,000	123,000	91,730	91,730	31,270	75%
Materials and services	770,000	96,000	34,127	34,127	61,873	36%
Transfers	1,512,000	189,000	193,000	193,000	(4,000)	102%
Capital outlay	3,645,000	-	-	-	-	-
Total expenditures	6,908,000	408,000	318,857	318,857	89,143	78%
Revenue over (under) expenditures	277,000	(20,000)	34,565	34,565	54,565	
Beginning fund balance	(135,000)	(135,000)	(80,369)	(80,369)	54,631	
Ending net available fund balance	\$ 142,000	\$ (155,000)	\$ (45,804)	\$ (45,804)	\$ 109,196	

1 PGE Privilege Taxes are received in the third quarter of the fiscal year.

2 Projects have not been completed to allow for reimbursement but have been rebudgeted in the 2015-2016 BN to be completed.

3 Only one month of electricity charges had been paid at the end of September.

City of Milwaukie, Oregon
Quarterly Financial Report
Budget-to-Actual
Through the first quarter ended September 30, 2014

Water Fund

	Biennial Budget	Flexible Biennial Budget	FY 2015 YTD Actual	Total Biennium To-Date Actual	Variance	% of Budget
Revenue						
Fees and charges	\$ 6,452,000	\$ 807,000	1,152,205	1,152,205	345,205	143%
Miscellaneous	196,000	25,000	10,842	10,842	(14,158)	43%
Total revenue	6,648,000	832,000	1,163,047	1,163,047	331,047	140%
Expenditures						
Personnel services	1,277,000	160,000	155,304	155,304	4,696	97%
Materials and services	1,584,000	198,000	169,201	169,201	28,799	85%
Transfers	1,830,000	229,000	228,750	228,750	250	100%
Capital outlay	1,522,000	152,000	146,930	146,930	5,070	97%
Total expenditures	6,213,000	739,000	700,185	700,185	38,815	95%
Revenue over (under) expenditures	435,000	93,000	462,862	462,862	369,862	
Beginning fund balance	395,000	395,000	780,925	780,925	385,925	
Ending fund balance	\$ 830,000	\$ 488,000	\$ 1,243,787	\$ 1,243,787	\$ 755,787	

¹ Water usage is very seasonal and typically we would see much higher water revenues in the Spring and Summer as identified here.

City of Milwaukie, Oregon
Quarterly Financial Report
Budget-to-Actual
Through the first quarter ended September 30, 2014

Wastewater Fund

	Biennial Budget	Flexible Biennial Budget	FY 2015 YTD Actual	Total Biennium To-Date Actual	Variance	% of Budget
Revenue						
Fees and charges	\$ 13,836,000	\$ 1,730,000	\$ 1,811,740	\$ 1,811,740	\$ 81,740	105%
Miscellaneous	8,000	1,000	-	-	(1,000)	-
Proceeds from Reimbursement District	30,000	4,000	24,633	24,633	20,633	616%
Total revenue	13,874,000	1,735,000	1,836,373	1,836,373	101,373	106%
Expenditures						
Personnel services	937,000	117,000	103,931	103,931	13,069	89%
Materials and services	9,743,000	1,218,000	778,957	778,957	439,043	64%
Debt service	220,000	220,000	48,229	48,229	171,771	22%
Transfers	1,820,000	228,000	221,250	221,250	6,750	97%
Capital outlay	1,709,000	-	-	-	-	-
Total expenditures	14,429,000	1,783,000	1,152,367	1,152,367	630,633	65%
Revenue over (under) expenditures	(555,000)	(48,000)	684,006	684,006	732,006	
Beginning fund balance	2,196,000	2,196,000	2,318,157	2,318,157	122,157	
Ending fund balance	\$ 1,641,000	\$ 2,148,000	\$ 3,002,163	\$ 3,002,163	\$ 854,163	

¹ Payments on Reimbursement District accounts continue to be stable. Year-end adjustments are typically made to move revenues into the appropriate year which may lower annual revenue.

² Due to payment timing, only two months of WES treatment charges were made by quarter end, although three are budgeted.

³ Capital projects have not yet been started at the end of the first quarter.

City of Milwaukie, Oregon
Quarterly Financial Report
Budget-to-Actual
Through the first quarter ended September 30, 2014

Stormwater Fund

	Biennial Budget	Flexible Biennial Budget	FY 2015 YTD Actual	Total Biennium To-Date Actual	Variance	% of Budget
Revenue						
Fees and charges	\$ 5,481,000	\$ 685,000	\$ 643,621	\$ 643,621	\$ (41,379)	94%
Intergovernmental	1,004,000	- ¹	-	-	-	0%
Miscellaneous	20,000	2,500	-	-	(2,500)	-
Total revenue	6,505,000	687,500	643,621	643,621	(43,879)	94%
Expenditures						
Personnel services	1,375,000	172,000	112,454	112,454	59,546	65%
Materials and services	852,000	107,000	64,224	64,224	42,776	60%
Transfers	1,870,000	234,000	226,250	226,250	7,750	97%
Capital outlay	4,547,000	23,000	6,751	6,751	16,249	29%
Total expenditures	8,644,000	536,000	409,679	409,679	126,321	76%
Revenue over (under) expenditures	(2,139,000)	151,500	233,942	233,942	82,442	
Beginning fund balance	2,392,000	2,392,000	2,528,009	2,528,009	136,009	
Ending fund balance	\$ 253,000	\$ 2,543,500	\$ 2,761,951	\$ 2,761,951	\$ 218,451	

¹ Projects qualifying for intergovernmental grants during the year have not yet been completed to allow for reimbursement.

City of Milwaukie, Oregon
 Quarterly Financial Report
 Budget-to-Actual
 Through the first quarter ended September 30, 2014

Systems Development Charges Fund

	Biennial Budget	Flexible Biennial Budget	FY 2015 YTD Actual	Total Biennium To-Date Actual	Variance	% of Budget
Revenue						
System development charges	\$ 78,000	\$ 20,000	\$ 21,023	\$ 21,023	\$ 1,023	105%
Miscellaneous	-	-	120	120	120	100%
Total revenue	78,000	20,000	21,143	21,143	1,143	106%
Expenditures						
Capital outlay	430,000	54,000	-	-	54,000	- ¹
Total expenditures	430,000	54,000	-	-	54,000	-
Revenue over (under) expenditures	(352,000)	(34,000)	21,143	21,143	55,143	
Beginning fund balance	1,318,000	1,318,000	1,392,789	1,392,789	74,789	
Ending fund balance	\$ 966,000	\$ 1,284,000	\$ 1,413,932	\$ 1,413,932	\$ 129,932	

¹ Projects for the biennium have not yet been completed.

City of Milwaukie, Oregon
Quarterly Financial Report
Project Status Report
Through the first quarter ended September 30, 2014

Project Status Report

Biennium-to-Date through September 30, 2014								
Project Number	FY15 Annual Budget	FY16 Annual Budget	Total BN Budget	FY15 YTD Actual	Variance	% of Budget	Project Status	
General Fund								
Police Vehicle Replacement	\$ 100,000	\$ 100,000	\$ 200,000	\$ -	\$ 200,000	-	Vehicle purchased - awaiting delivery.	
Bertman House Exterior Paint - Facilities	10,000	-	10,000	-	10,000	-	Project not yet started.	
Bertman House Exterior Structural Repairs - Facilities	10,000	-	10,000	-	10,000	-	Project not yet started.	
Brick Mortar Repair at City Hall - Facilities	30,000	-	30,000	-	30,000	-	Project not yet started.	
Re-roof Public Safety Building - Facilities	350,000	-	350,000	-	350,000	-	Project not yet started.	
Seal Brick on Public Safety Building - Facilities	30,000	-	30,000	-	30,000	-	Project not yet started.	
Replace Caulking Windows and Doors at Public Safety Building - Facilities	17,000	-	17,000	-	17,000	-	Project not yet started.	
Replace Emergency Generator at Public Safety Building - Facilities	45,000	-	45,000	-	45,000	-	Project deferred.	
CMMS Upgrade - Public Works	80,000	-	80,000	-	80,000	-	Implementation underway.	
Computer Refresh - IST	45,000	-	45,000	-	45,000	-	The phase 3 project has not started yet.	
Enterprise WiFi Installation - IST	38,000	-	38,000	-	38,000	-	Vendor selected; design complete; contract finalization in-progress.	
Enterprise Backup Solution - IST	51,000	-	51,000	27,581	51,000	-	Vendor and solution selected; installation in-progress. System will be fully implemented and operational by December 5 2014.	
Public Access Studio Equipment Replacement	44,000	52,000	96,000	-	96,000	-	Completed in October 2014	
Tool Boxes and Tire Machine - Fleet	17,000	-	17,000	-	17,000	-	Purchasing soon.	
Fuel Pumps and Software - Fleet	35,000	-	35,000	-	35,000	-	Project not yet started.	
Riverfront Construction	2,271,000	21,000	2,292,000	820,067	2,292,000	-	Construction is underway with an expected completion date of February 27th.	
Network File Storage Capacity Expansion - IST	-	15,000	15,000	-	15,000	-	Network storage capacity has been purchased and implemented.	
Server Virtualization Capacity Expansion - IST	-	37,000	37,000	-	37,000	-	This project has not started yet.	
Removal of Oil Tank Bertman House - Facilities	-	10,000	10,000	-	10,000	-	Project not yet started.	
Replacement of Main Air Handler at the Library - Facilities	-	20,000	20,000	-	20,000	-	Project not yet started.	
Brake Lathe - Fleet	-	16,000	16,000	-	16,000	-	Purchasing soon.	
Fleet Vehicle Purchases from Reserve - Stormwater	227,000	-	227,000	-	227,000	-	In various stages of purchasing.	
Fleet Vehicle Purchases from Reserve - Streets	100,000	14,000	114,000	-	114,000	-	In various stages of purchasing.	
Fleet Vehicle Purchases from Reserve - Water	166,000	149,000	315,000	-	315,000	-	In various stages of purchasing.	
Fleet Vehicle Purchases from Reserve - Wastewater	143,000	-	143,000	-	143,000	-	In various stages of purchasing.	
General Fund Department Vehicles - Fleet	-	45,000	45,000	-	45,000	-	In various stages of purchasing.	
Portland-Milwaukie Light Rail (PMLR)	-	-	-	2,267	-	0%	Project soon to be completed.	
Total General Fund Capital Projects	\$ 3,809,000	\$ 479,000	\$ 4,288,000	\$ 849,916	\$ 4,288,000	-		
Library Fund								
Library Expansion	\$ -	\$ 1,000,000	\$ 1,000,000	\$ -	\$ 1,000,000	-	The Library Expansion Task Force (LETF) will resume meeting early in 2015.	
Total Library Fund Capital Projects	\$ -	\$ 1,000,000	\$ 1,000,000	\$ -	\$ 1,000,000	-		

City of Milwaukie, Oregon
 Quarterly Financial Report
 Project Status Report
 Through the first quarter ended September 30, 2014

Project Status Report

Biennium-to-Date through September 30, 2014

Project Number	FY15 Annual Budget	FY16 Annual Budget	Total BN Budget	FY15 YTD Actual	Variance	% of Budget	Project Status
Transportation Fund							
State Gas Tax							
Adams Street Connector	\$ 375,000	\$ -	\$ 375,000	\$ -	\$ 375,000	-	This project is in the final stages of design and is scheduled to be bid for construction in the second half of February. Construction will then take place in April and May.
17th Avenue Multi-Use Trail	3,170,000	-	3,170,000	-	3,170,000	-	Currently under design and review with ODOT. Right-of-Way actions will begin to take place by February and be wrapped up by late 2015.
Transportation Vehicle Purchases	-	50,000	50,000	-	50,000	-	In various stages of purchasing.
Asphalt Grinder & Trench Paver Machines	-	50,000	50,000	-	50,000	-	Not yet purchased.
Total State Gas Tax Projects	\$ 3,545,000	\$ 100,000	\$ 3,645,000	\$ -	\$ 3,645,000	-	

City of Milwaukie, Oregon
 Quarterly Financial Report
 Project Status Report
 Through the first quarter ended September 30, 2014

Project Status Report

Biennium-to-Date through September 30, 2014

Project Number	FY15 Annual Budget	FY16 Annual Budget	Total BN Budget	FY15 YTD Actual	Variance	% of Budget	Project Status	
Street Surface Maintenance Program								
SSMP Paving	S10	\$ 550,000	\$ 1,250,000	\$ 1,800,000	\$ 110,378	\$ 1,689,622	6%	This budget will afford the City a reconstruction of Railroad Avenue. Staff has surveyed the project and is currently designing the roadway. This project is scheduled to be bid for construction in early June 2015, with a construction window of mid-July through August.
SSMP Preventative Maintenance	S04	65,000	65,000	130,000	-	130,000	-	Crack sealing has already taken place and Slurry Sealing will take place in the Historic Milwaukie and Ardenwald neighborhoods during the Summer of 2015.
Crack Seal Machine	S12	70,000	-	70,000	-	70,000	-	Not yet purchased.
Total Street Surface Maintenance Program Projects		\$ 685,000	\$ 1,315,000	\$ 2,000,000	\$ 110,378	\$ 1,889,622	6%	
Total Transportation Fund Capital Projects		\$ 4,230,000	\$ 1,415,000	\$ 5,645,000	\$ 110,378	\$ 5,534,622	2%	
Water Fund								
McBrod Ave Water System Improvements	W27	\$ 510,000	\$ 510,000	\$ -	\$ 510,000	-	-	McBrod Avenue has been delayed until 2016 due to pending litigation with an adjacent property owner. Staff will likely perform the next project on the priority list which is 17th Avenue between McBrod and Ochoco.
Water Production Preventative Maintenance	W35, W36	40,000	52,000	92,000	-	92,000	-	Ongoing maintenance
Water Well No. 6 & Well No. 2 Storage Tank Maintenance	W10, W15	150,000	400,000	550,000	-	550,000	-	Completion scheduled for Summer of 2015.
Wood Avenue Service Line Transfer	W32	10,000	10,000	10,000	-	10,000	-	Completion scheduled for Summer of 2015.
Water System Improvements	W34	-	360,000	360,000	146,930	213,070	41%	This is the project code associated with the Monroe Street Waterline. This project is complete.
Total Water Fund Capital Projects		\$ 710,000	\$ 812,000	\$ 1,522,000	\$ 146,930	\$ 1,375,070	10%	

City of Milwaukie, Oregon
 Quarterly Financial Report
 Project Status Report
 Through the first quarter ended September 30, 2014

Project Status Report

Biennium-to-Date through September 30, 2014									
Project Number	FY15 Annual Budget	FY16 Annual Budget	Total BN Budget	FY15 YTD Actual	Variance	% of Budget	Project Status		
Wastewater Fund									
Wastewater Main Repair Program	X07	\$ 100,000	\$ 100,000	\$ 200,000	\$ -	\$ 200,000	-	Funding for both years will be combined into a single construction contract for the late spring of 2016. The project will be surveyed and design by in-house staff.	
Manhole Replacement/Rehabilitation Program	X11	50,000	50,000	100,000	-	100,000	-	Funding for this program will be combined with Project X07.	
Clay Pipe Replacement	X10	640,000	540,000	1,180,000	-	1,180,000	-	Staff has surveyed the project and are currently designing the project. Construction scheduled for April through June of 2015.	
Wastewater Vehicle Purchases	X15	1,000	169,000	170,000	-	170,000	-	In various stages of purchasing.	
Lift Station Wet Well Lining	X09	15,000	15,000	30,000	-	30,000	-	Project completed October 2014.	
Transporter and Camera Replacement	X14	-	29,000	29,000	-	29,000	-	Gathering quotes for purchase.	
Total Wastewater Fund Capital Projects		\$ 806,000	\$ 903,000	\$ 1,709,000	\$ -	\$ 1,709,000	-		
Stormwater Fund									
36th Avenue Stormwater Improvements	Y08	\$ 105,000	\$ -	\$ 105,000	\$ -	\$ 105,000	-	Work on this project is scheduled to occur Fall 2015 through June 2016.	
47th Avenue and Llewellyn Street	Y09	160,000		160,000	-	160,000	-	Work on this project is scheduled to occur Fall 2015 through June 2016.	
Stanley Avenue Pipe Replacement	Y05	1,200,000		1,200,000	6,751	1,193,249	1%	The project has been designed and is now in the permitting stage with Union Pacific Railroad. Staff expects this project to be bid out in Spring of 2015.	
55th Avenue and Monroe Street Stormwater Improvements	Y10	25,000		25,000	-	25,000	-	Work on this project is scheduled to occur Fall 2015 through June 2016.	
Stormwater Vehicle Replacements	Y12	228,000	209,000	437,000	-	437,000	-	In various stages of purchasing.	
Kellogg Creek Dam Removal and HWY 99E Underpass	Y04		1,004,000	1,004,000	-	1,004,000	-	This project has been postponed. Conversations with ODOT need to take place in order to determine when or/if this money will be spent.	
Meek Street Pipe Installation	Y11		1,550,000	1,550,000	-	1,550,000	-	Work on this project is scheduled to occur Fall 2015 through June 2016.	
Upgrade TV Van Computer			23,000	23,000	-	23,000	-	Gathering quotes for purchase.	
Stormwater Transporter and Camera Replacement	Y07		43,000	43,000	-	43,000	-	Gathering quotes for purchase.	
Total Stormwater Fund Capital Projects		\$ 1,718,000	\$ 2,829,000	\$ 4,547,000	\$ 6,751	\$ 4,540,249	1%		

City of Milwaukie, Oregon
 Quarterly Financial Report
 Project Status Report
 Through the first quarter ended September 30, 2014

Project Status Report

Biennium-to-Date through September 30, 2014									
Project Number	FY15 Annual Budget	FY16 Annual Budget	Total BN Budget	FY15 YTD Actual	Variance	% of Budget	Project Status		
SDC Fund									
17th Avenue Multi-Use Trail - Streets	\$ 20,000	\$ -	\$ 20,000	\$ -	\$ 20,000	-	Currently under design and review with ODOT. Right-of-Way actions will begin to take place by February and be wrapped up by late 2015.		
Portland-Milwaukie Light Rail	20,000	-	20,000	-	20,000	-			
17th Avenue Multi-Use Trail - Stormwater	100,000	-	100,000	-	100,000	-	Currently under design and review with ODOT. Right-of-Way actions will begin to take place by February and be wrapped up by late 2015.		
Kellogg Multi-Use Bridge - Streets	200,000	-	200,000	-	200,000	-	The bridge is installed; however, the remaining money doesn't afford the "touchdowns" to land. Additional resources will be needed and those are being sought out.		
McBrod Ave Water System Improvements - Water	90,000		90,000	-	90,000	-	Project funding moved to Monroe Street due to failed waterline.		
Total SDC Fund Capital Projects	\$ 430,000	\$ -	\$ 430,000	\$ -	\$ 430,000	-			
Total	\$ 10,897,000	\$ 5,535,000	\$ 16,432,000	\$ 1,113,975	\$ 16,167,941				

