

CITY OF AURORA SUPPLEMENTAL BUDGET MESSAGE FISCAL YEAR 2012-2013

The proposed supplemental budget for the City of Aurora has been prepared in accordance with Oregon Local Budget Law, as prescribed in the Oregon Statutes. Additionally, the document is consistent with governmental accounting and financial reporting standards.

MAJOR FACTORS

All funds that are subject to the Supplemental Budget have been re-budgeted to maintain current service levels. These funds have been adjusted to reflect current revenue sources, and with actual audited beginning fund balances.

The Supplemental Budget is necessary due to the following unanticipated mid-year occurrences:

GENERAL FUND

On December 1, 2012 the Aurora Police Department was dissolved, and the City entered into a contract with the Marion County Sheriff's Office.

Revenues

Fines, Penalties & Forfeits: Fines, penalties and forfeits include primarily court fine revenue, bail forfeitures and vehicle towing fees collected through the municipal court. Other revenue in the General Fund includes grant revenues for the Police Department. With the dissolution of the Police Department, these revenue sources have been eliminated or greatly reduced. The only additional revenue anticipated in the Supplemental Budget is from the sale of Police Department assets.

Expenditures

Administration: Personal services in all other departments of the General Fund have been adjusted to distribute those services included in the Police Department and Municipal Court to other departments, and in some cases, to other funds.

Police: In accordance with the terms of the Marion County Sheriff's Office contract, all expenses are paid by Marion County. As a result, Personal Services and Capital Outlay have been reduced, and Materials and Services have been adjusted to reflect only the amount of the contract for the remainder of the Fiscal Year.

STREET FUND

The City's application for a \$50,000 SCA Grant was denied. Both Revenues and Expenditures in the Street Fund have been reduced accordingly.

WATER OPERATING FUND

Per the auditor's recommendation, the loan payment for the water filtration system has been divided into separate line items for principal and interest.

At mid-year, the Ehlen Road water line replacement project was anticipated to exceed the amount budgeted for the project. The Supplemental Budget increases the Capital Outlay appropriation, and decreases the Operating Contingency.

SEWER OPERATING FUND:

The actual audited beginning fund balance increases the Sewer Fund revenue. Minor line item adjustments in all appropriations are less than 10% increase or decrease from the adopted budget. However, the increase in the beginning fund balance increases the contingency appropriation by more than 10%.

Jan Vlcek
Finance Officer/Budget Officer