

Urban Renewal

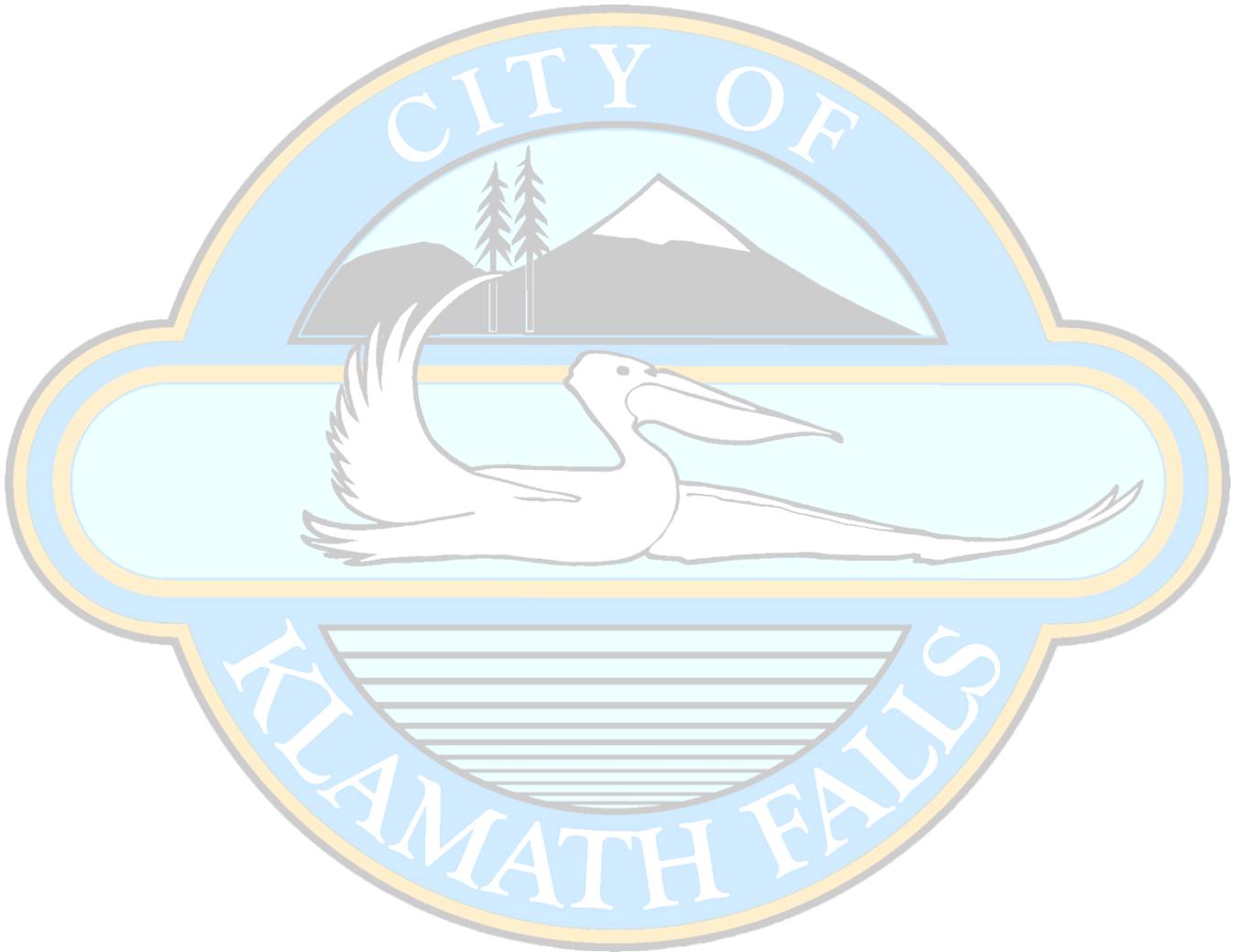
BUDGET



CITY OF
KLAMATH
FALLS

2018-2019



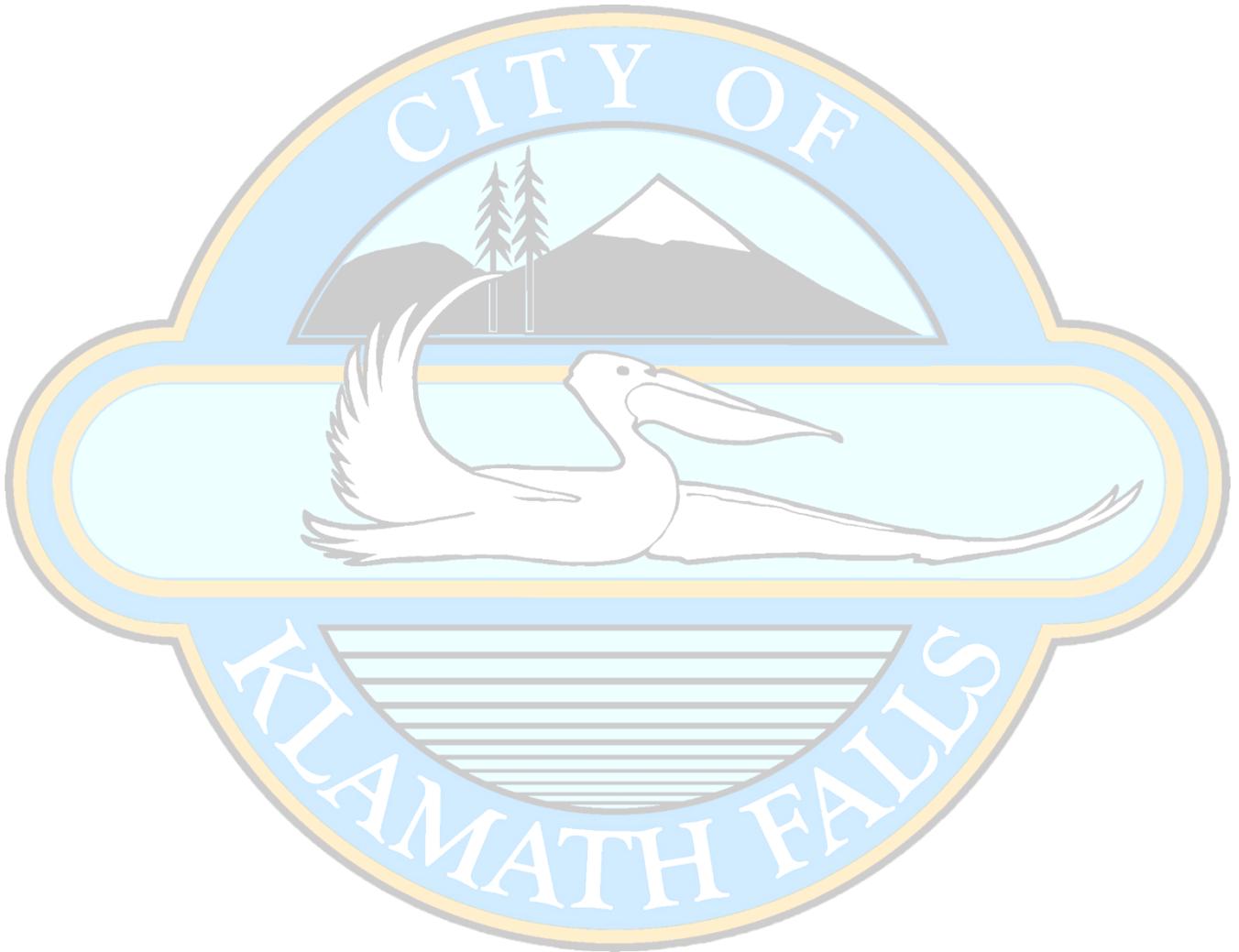


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Office of the City Manager

May 15, 2018

Members of the City Council in your capacity as the Urban Renewal Board, Citizen Members of the Budget Committee, and Citizens of Klamath Falls, Oregon:

In accordance with local budget law and the City Charter, I submit the proposed Urban Renewal Agency budget for fiscal year 2018-2019 for your review and approval. The Klamath Falls Urban Renewal Agency consists of three separate Districts –the Lakefront Urban Renewal District, the Town Center Urban Renewal District, and the Spring Street Urban Renewal District. The combined total appropriations for the three Urban Renewal Districts for fiscal year 2019 is \$836,700 including contingency, broken down as follows: Lakefront, \$68,625; Town Center, \$206,400; and Spring Street, \$561,675.

According to the Oregon Department of Revenue, an urban renewal agency is funded substantially by:

“portions taken out of local government property tax levies (division of tax revenue) ...

Division of tax revenue is calculated by splitting local government property taxes between the local governments that levied the taxes and the urban renewal agency. The split is recalculated each year based on value growth within the plan area. This tax splitting may have a couple different effects depending on the levy type. For operating (permanent rate) levies that are levied at a particular rate, division of tax does not change the tax rate or cause much change in the overall amount of tax billed, but it does reduce the amount that gets distributed to the local governments. In contrast, division of tax affects some bond and local option levies that are levied to raise a particular dollar amount by causing those tax rates to be higher in order to raise enough tax to cover both the levied amount as well as the division of tax amount.

Both the division of tax and urban renewal special levy amounts are subject to constitutional tax limitations (Article XI, section 11b of the Oregon Constitution), and are distributed to the urban renewal agency.”

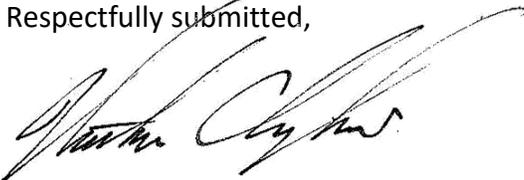
http://www.oregon.gov/dor/ptd/pages/ic_504_623.aspx

The Lakefront Urban Renewal District was established in 2001 to create a riverfront mixed use area comprised of offices, retail shops and condominiums. While there appears to be renewed interest in the area, development still has not occurred. The Lakefront District has a financial borrowing cap as designated in the Renewal Plan of \$7,050,000 with \$5,407,500 left to borrow. The District is projected to collect about \$63,225 in property taxes during fiscal year 2019. The property values for this area decreased by \$140,680 since last year. Under the Renewal Plan and the development agreement, the District is required to reimburse the developer for many of the infrastructure improvements already installed once the revenues are sufficient to do so. Due to lagging development, the developer has spent \$2,248,564 and has not yet been reimbursed. This reimbursement will occur once the assessed values increase.

The Town Center Urban Renewal District, was established in 2005 to revitalize the old Klamath Mall Shopping Center. The original developers remodeled the Gottschalks building and completed a new Sherm's Thunderbird Market but were not able to complete the development as originally planned. The properties went into foreclosure and were taken over by the project lender. A new developer has purchased the properties and the District entered into a revised development agreement. Two new stores have opened in the old Gottschalks building, Beall's and Sportsman's Warehouse. The Town Center District is anticipating tax increment revenues of approximately \$178,000. The District has a financial borrowing cap as designated in the Renewal Plan of \$2,953,000 with \$688,000 remaining to borrow.

The City's newest Urban Renewal District, the Spring Street Urban Renewal District, was established in 2017 to revitalize the older industrial part of the greater downtown area and the northeastern part of the downtown. The District is anticipating tax increment revenues of approximately \$11,668 in its first year of collecting increment. A loan is anticipated to jump start development in the area. A major project will be the redevelopment of the Main and Esplanade area into a mix of retail and housing. The District has a financial borrowing cap as designated in the Renewal Plan of \$16,800,000 with the full amount remaining to borrow.

Respectfully submitted,

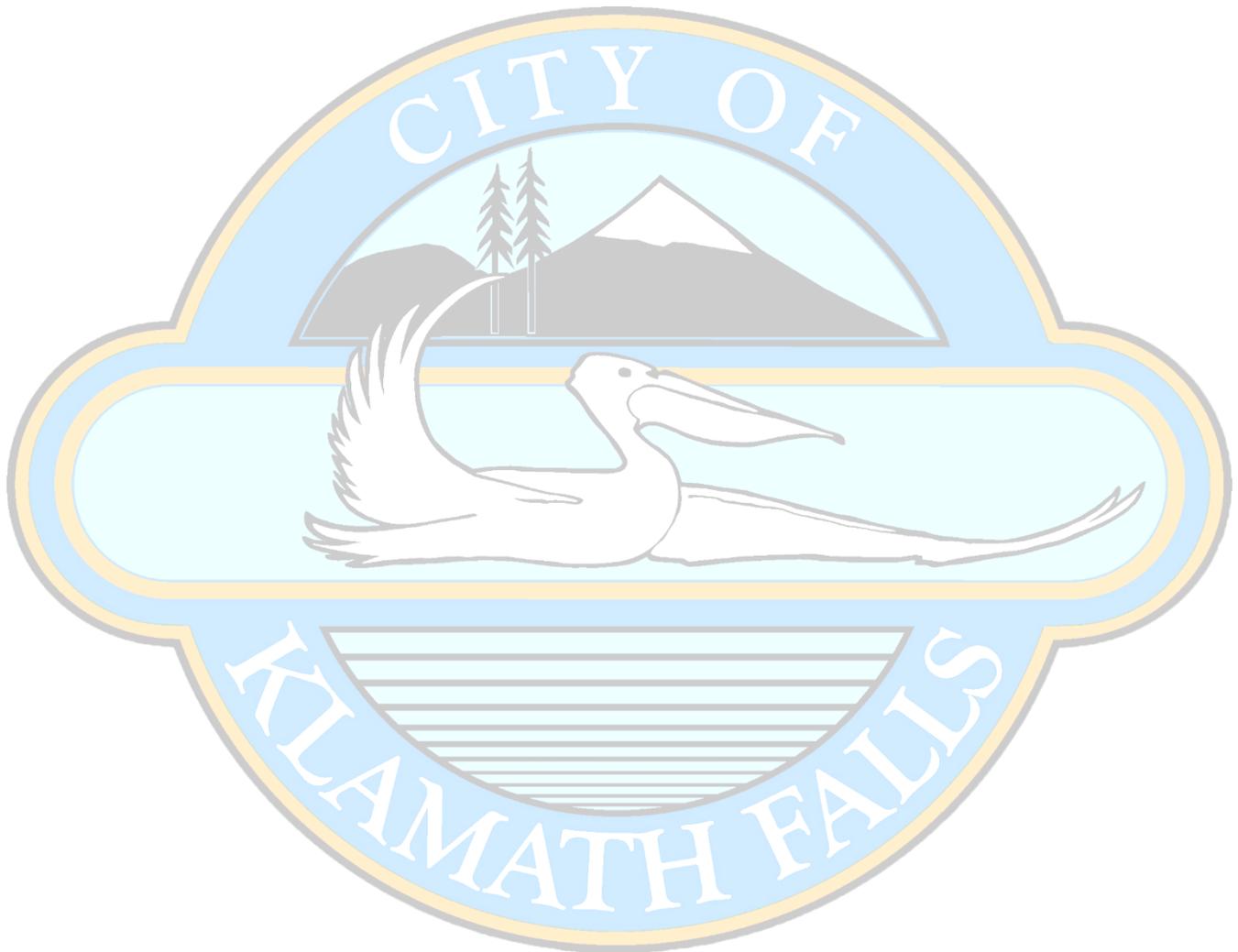


Nathan Cherpeski
City Manager



Schedule of Budget Events

City Recorder Prepares & Publishes Notice of Hearing *	May 9, 2018 May 10, 2018 (web)
Proposed Budget to Committee	May 15, 2018
Budget Committee Hearing	May 22, 2018
Notice and Summary to Herald & News	June 5, 2018
Finance Department Prepares & Publishes the Notice & Summary **	June 12, 2018 (newspaper)
Agenda Reports Completed	June 8, 2018
Budget Adoption	June 18, 2018
<p>* The notice may be published in the newspaper 5-30 days prior to the hearing as long as it is also published on the City website at least 10 days prior to the meeting. The newspaper ad published must include website address.</p>	
<p>** The Summary and Notice is only required to be published one time and there is no internet publication option. The summary and hearing notice are published not less than five days or more than 30 days before the budget hearing.</p>	



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Budgeting Principles and Assumptions

Investment Policy

The City investment policy stresses, in order, safety, liquidity, and return. The current LGIP rate is 2.1%, but investment yields for this budget use a conservative 1.85% annual average earnings rate because of an expected decrease over the next year.

Basis of Accounting

The City of Klamath Falls and the Agency utilizes the modified accrual basis of accounting for monthly reporting and budgeting purposes and adjusts to the full accrual method of accounting to report on its financial position along with the results of its operations at fiscal year-end.

The level of control established by the adopted budget is fund, department/division (which includes materials & services and capital outlay categories), transfers, debt service, unappropriated, contingency and reserved for future requirements. Equal transfers between materials & services and capital outlay within a single District are approved by Finance or the City Manager. All other supplemental budgets and transfers of appropriations require special approval from City Council as described in The Budget Process section.

Managers are responsible for reviewing their budgets monthly to ensure expenditures do not exceed City Council approved appropriations. In addition, the Finance Division performs a quarterly analysis of budget to actual figures to ensure that spending has not exceeded earlier estimates which is presented to Council. Finally, approval for expenditures over \$25,000 requires action from City Council.



Budget Process

1. Appoint Budget Officer. As designated in the City’s Charter, the budget officer is the City Manager.

ORS 294.331

2. Prepare Proposed Budget. The budget is prepared under the direction of the City Manager.

ORS 294.426

3. Publish Notice of Budget Committee Meeting. The notice of budget committee meeting is published twice in the Herald and News separated by no less than 5 days with the first publication being no later than 30 days prior to the meeting and the final publication being no earlier than 5 days prior to the first meeting. Alternatively, one publication in the Herald & News not more than 30 days prior plus posting on the City’s website not more than 10 days prior to the budget committee meeting. Newspaper notice must contain Internet Website address at which the notice is posted.

ORS 294.401

4. Budget Committee Meets. When the proposed budget is provided to the budget committee members, it then becomes a public record and a copy is available for public inspection at City Hall (500 Klamath Ave). The proposed document can be distributed at any point prior to the first meeting. The budget message, which is delivered at the first meeting, explains the proposed budget and significant changes in the City’s financial position. The budget committee may meet as many times as necessary to go through the budget and make any revisions they deem appropriate. Budget committee meetings are open to the public.

ORS 294.426

5. Budget Committee Approves Budget and Authorizes the Levy of taxes. When the budget committee is satisfied with the proposed budget, including any revisions, it is then approved.

ORS 294.428

6. Notice of Budget Hearing Published. After the budget has been approved by the budget committee, a budget hearing must be held and a summary of the budget must be published in the Herald and News 5 to 30 days prior to the scheduled hearing date. **ORS 294.438 & ORS 294.448**

7. Budget Hearing. The purpose of the budget hearing is to listen to citizens’ testimony on the budget approved by the budget committee.

ORS 294.453

8. Adopt Budget, Make Appropriations & Impose Taxes. The resolution to formally adopt the budget must occur no later than June 30. This resolution, when signed, gives the City the authority to spend the funds appropriated in the Proposed Budget beginning with the new fiscal year (July 1).

ORS 294.456

9. File Budget & Certify Levy. The City must deliver two copies of the Proposed Budget to the County Assessor for filing and certification of the tax levy by July 15.

ORS 294.458

When the above steps are completed and the new fiscal year has begun, the City is limited to spending only the amounts appropriated in the Proposed Budget. If it becomes necessary to exceed those amounts, the City will either need to make appropriation transfers or prepare a supplemental budget.

Transfers - Appropriation transfers are enacted by a Resolution and can occur either within a fund or from one fund to any other fund. Transfers from Contingency may not exceed 15% of fund appropriations.

ORS 294.463

Supplemental Budgets – The City may amend the current budget by adopting a supplemental budget at a regular public meeting which was published not less than 5 days prior if the expenditures being adjusted are 10% or less than the annual budget of the fund being adjusted. If the expenditures are greater than 10%, the supplemental budget must be published and a special hearing held.

ORS 294.471

The final phase of the budget process is an audit of the previous fiscal year. The auditor examines the financial records and activities of the City and prepares an audit report. The audit report is included in the financial statements and gives the auditor’s opinion of the financial statements. The report also contains the auditor’s comments on the City’s compliance with legal requirements.



**Description of budgeted categories
Resources**

Resources	Description of Budgeted Categories
Net Working Capital	Cash, investments and receivables net of payables carried forward from previous year.
Taxes	Taxes are assessed based on the incremental value attached to each individual property within each district.
Interest Income	The City holds all Urban Renewal (UR) funds at the Oregon State Treasury local government investment pool (LGIP). Separate accounts are required for each UR District.
Other Revenue	Donations and other various activities not reported elsewhere.
Other Financing Sources	This represents the proceeds from debt which will be used for capital projects and will be repaid from tax revenues.



Description of budgeted categories Requirements

Requirements	Description of Budgeted Categories
Materials & Services	Costs such as utilities, parts & supplies, professional services, postage, small tools & equipment, repairs & maintenance, etc.
Capital Outlay	Acquisition or construction of buildings, improvements, and land with a cost of \$5,000 or more and a life expectancy greater than one reporting period.
Debt Service	Dollars set aside for repayment of principal and interest obligations.
Transfers Out/In	Amounts distributed from one fund to finance activities in another fund shown as an expenditure in the originating fund and as revenue in the receiving fund.
Unappropriated	Amounts left in a fund at the end of the year to ensure that the Fund begins the next year with enough cash to operate until tax money is received later in that fiscal year. These dollars cannot be spent or appropriated until the following budget year, except when authorized by Council due to an emergency created by civil disturbance or natural disaster.
Reserved for Future Expenditure	Amount saved and carried forward beyond the year that is not expected to be spent.



Lakefront Urban Renewal

The Lakefront Urban Renewal District encompasses the old Modoc Mill site and the future Timber Mill Shores development.

Estimated Resources:	\$ 68,625
Appropriated:	\$ 68,625
Reserved for Future Requirements:	\$ 0
Total Fund Requirements:	\$ 68,625



Lakefront Urban Renewal

Fund #104

Resources

	2015-2016 Total Activity	2016-2017 Total Activity	2017-2018 Total Budget	2018-2019 Proposed	2018-2019 Approved	2018-2019 Adopted
Revenue						
NET WORKING CAPITAL	4,267	2,818	4,450	4,275	4,275	4,275
PROPERTY TAXES PREVIOUSLY LEVIED	4,255	4,236	3,750	2,800	2,800	2,800
INVESTMENT INCOME	1,076	1,197	1,000	1,125	1,125	1,125
Fund: 104 - Resources Except Taxes Levied Total:	9,598	8,251	9,200	8,200	8,200	8,200
PROPERTY TAXES NECESSARY TO BALANCE	-	-	61,975	60,425	60,425	60,425
PROPERTY TAXES COLLECTED IN YEAR LEVIED	73,544	62,778	-	-	-	-
Fund: 104 - LAKEFRONT URBAN RENEWAL Total:	83,142	71,029	71,175	68,625	68,625	68,625

Requirements

	2015-2016 Total Activity	2016-2017 Total Activity	2017-2018 Total Budget	2018-2019 Proposed	2018-2019 Approved	2018-2019 Adopted
Expense						
MATERIALS & SERVICES						
OTHER MATERIALS & SERVICES	124	124	125	25	25	25
INTERNAL CHARGES FOR SERVICES	1,200	-	-	-	-	-
MATERIALS & SERVICES Total:	1,324	124	125	25	25	25
DEBT SERVICE						
DEBT PRINCIPAL	51,520	41,000	42,750	46,350	46,350	46,350
DEBT INTEREST	27,480	25,473	23,850	22,250	22,250	22,250
DEBT SERVICE Total:	79,000	66,473	66,600	68,600	68,600	68,600
UNAPPROPRIATED	-	-	4,450	-	-	-
ENDING BALANCE	2,818	4,433	-	-	-	-
Fund: 104 - LAKEFRONT URBAN RENEWAL Total:	83,142	71,029	66,725	68,625	68,625	68,625



Town Center Urban Renewal

The Town Center Urban Renewal District encompasses the old Klamath Mall site and future Town Center development.

Estimated Resources:	\$ 309,775
Appropriated:	\$ 206,400
Reserved for Future Requirements:	\$ 103,375
Total Fund Requirements:	\$ 309,775



Town Center Urban Renewal

Fund #105

Resources

	2015-2016	2016-2017	2017-2018	2018-2019	2018-2019	2018-2019
	Total Activity	Total Activity	Total Budget	Proposed	Approved	Adopted
Revenue						
NET WORKING CAPITAL	28,717	63,103	101,475	128,475	128,475	128,475
PROPERTY TAXES PREVIOUSLY LEVIED	6,808	7,765	7,200	7,475	7,475	7,475
INVESTMENT INCOME	1,653	2,438	2,475	3,300	3,300	3,300
OTHER FINANCING SOURCES	-	140,000	-	-	-	-
Fund: 105 - Resources Except Taxes Levied Total:	37,178	213,306	111,150	139,250	139,250	139,250
PROPERTY TAXES NECESSARY TO BALANCE	-	-	188,050	170,525	170,525	170,525
PROPERTY TAXES COLLECTED IN YEAR LEVIED	172,161	185,639	-	-	-	-
Fund: 105 - TOWN CENTER URBAN RENEWAL Total:	209,339	398,944	299,200	309,775	309,775	309,775

Requirements

	2015-2016	2016-2017	2017-2018	2018-2019	2018-2019	2018-2019
	Total Activity	Total Activity	Total Budget	Proposed	Approved	Adopted
Expense						
MATERIALS & SERVICES						
PROFES SERVICE CONTRACTS	-	-	-	25	25	25
OTHER MATERIALS & SERVICES	124	150,125	50,150	50,000	50,000	50,000
INTERNAL CHARGES FOR SERVICES	7,200	8,450	-	-	-	-
MATERIALS & SERVICES Total:	7,324	158,575	50,150	50,025	50,025	50,025
DEBT SERVICE						
DEBT PRINCIPAL	124,187	114,923	217,700	133,025	133,025	133,025
DEBT INTEREST	14,725	23,989	28,025	23,350	23,350	23,350
DEBT SERVICE Total:	138,912	138,912	245,725	156,375	156,375	156,375
UNAPPROPRIATED & RESERVED						
UNAPPROPRIATED	-	-	3,325	-	-	-
RESERVED FOR FUTURE	-	-	-	103,375	103,375	103,375
UNAPPROPRIATED & RESERVED Total:	-	-	3,325	103,375	103,375	103,375
ENDING BALANCE	63,103	101,457	-	-	-	-
Fund: 105 - TOWN CENTER URBAN RENEWAL Total:	209,339	398,944	299,200	309,775	309,775	309,775



Spring Street Urban Renewal

The Spring Street Urban Renewal District includes the industrial and commercial area at the east end of the downtown and adjacent to and west of the rail road from Esplanade avenue to the north down to South 6th Street to the south.

Estimated Resources:	\$ 561,675
Appropriated:	\$ 561,675
Reserved for Future Requirements:	\$ 0
Total Fund Requirements:	\$ 561,675



Spring Street Urban Renewal

Fund #108

Resources

	2015-2016 Total	2016-2017 Total	2017-2018 Total Budget	2018-2019 Proposed	2018-2019 Approved	2018-2019 Adopted
Revenue						
NET WORKING CAPITAL	-	-	-	-	-	-
PROPERTY TAXES PREVIOUSLY LEVIED	-	-	-	-	-	-
OTHER FINANCING SOURCES	-	-	-	550,000	550,000	550,000
Fund: 108 - Resources Except Taxes Levied Total:	-	-	-	550,000	550,000	550,000
PROPERTY TAXES NECESSARY TO BALANCE	-	-	-	11,675	11,675	11,675
PROPERTY TAXES COLLECTED IN YEAR LEVIED	-	-	-	-	-	-
Fund: 108 -SPRING STREET URBAN RENEWAL Total:	-	-	-	561,675	561,675	561,675

Requirements

	2015-2016 Total	2016-2017 Total	2017-2018 Total Budget	2018-2019 Proposed	2018-2019 Approved	2018-2019 Adopted
Expense						
CAPITAL OUTLAY						
INFRASTRUCTURE	-	-	-	550,000	550,000	550,000
CAPITAL OUTLAY Total:	-	-	-	550,000	550,000	550,000
DEBT SERVICE						
DEBT PRINCIPAL	-	-	-	-	-	-
DEBT INTEREST	-	-	-	11,675	11,675	11,675
DEBT SERVICE Total:	-	-	-	11,675	11,675	11,675
ENDING BALANCE						
Fund: 108 -SPRING STREET URBAN RENEWAL Total:	-	-	-	561,675	561,675	561,675



Inactive Funds

- Downtown Urban Renewal



Downtown Urban Renewal

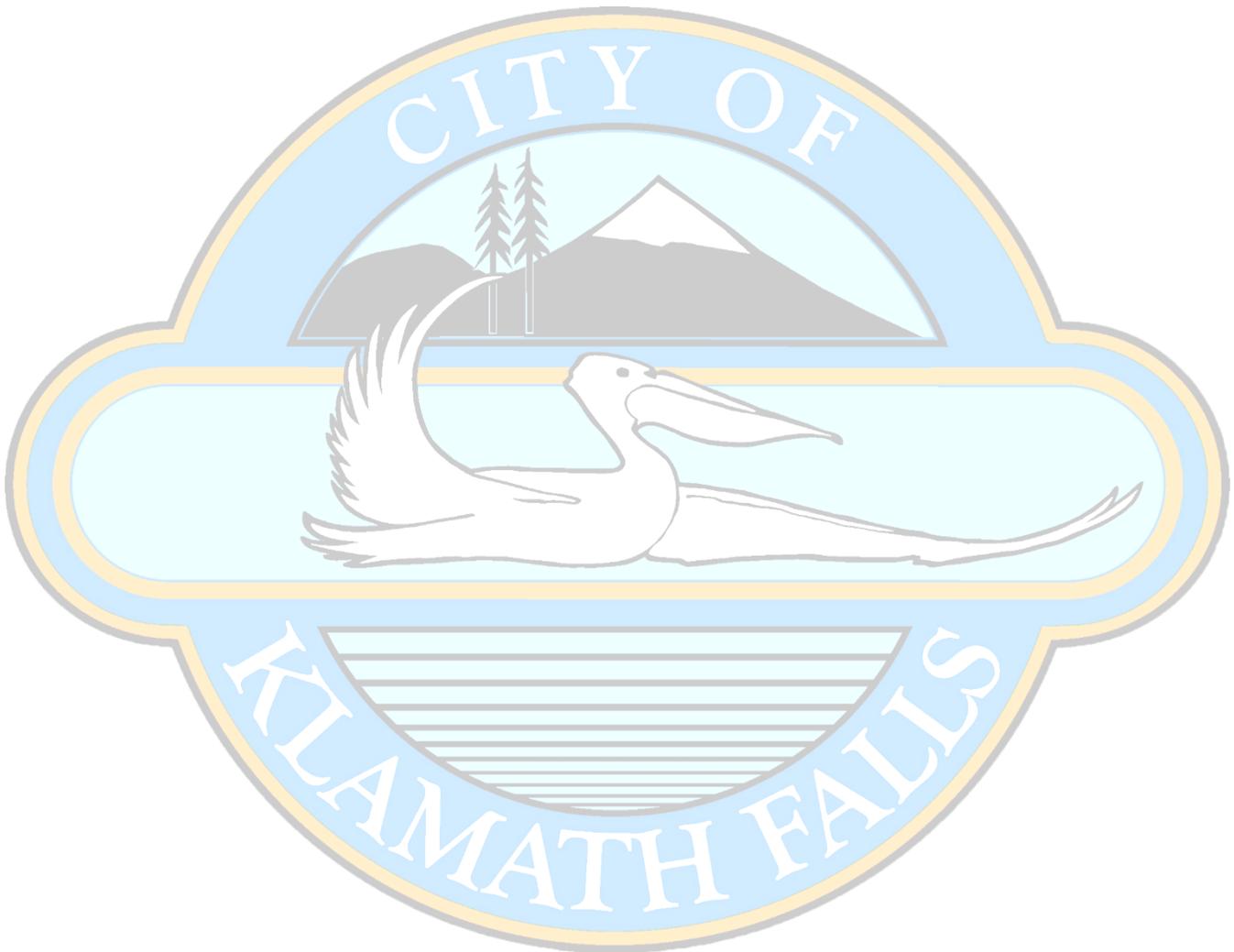
Fund #103

Resources

	2015-2016 Total	2016-2017 Total	2017-2018 Total	2018-2019 Proposed	2018-2019 Approved	2018-2019 Adopted
Revenue						
NET WORKING CAPITAL	704,027	59,179	-	-	-	-
CHARGES FOR SERVICES	69,341	-	-	-	-	-
INVESTMENT INCOME	2,598	138	-	-	-	-
OTHER FINANCING SOURCES	-	2,794	-	-	-	-
Fund: 103 - DOWNTOWN URBAN RENEWAL Total:	775,966	62,111	-	-	-	-

Requirements

	2015-2016 Total	2016-2017 Total	2017-2018 Total	2018-2019 Proposed	2018-2019 Approved	2018-2019 Adopted
Revenue						
MATERIALS & SERVICES						
PROFES SERVICE CONTRACTS	37,890	23,673	-	-	-	-
UTILITIES	17,132	-	-	-	-	-
MAINTENANCE & REPAIRS	14,777	2,918	-	-	-	-
INSURANCE	4,110	-	-	-	-	-
COMMUNICATIONS	1,162	-	-	-	-	-
ADVERTISING	431	-	-	-	-	-
SUPPLIES	67	-	-	-	-	-
OTHER MATERIALS & SERVICES	14,446	30	-	-	-	-
INTERNAL CHARGES FOR SERVICES	20,733	-	-	-	-	-
MATERIALS & SERVICES Total:	110,748	26,621	-	-	-	-
CAPITAL OUTLAY						
LAND	306,500	-	-	-	-	-
FACILITIES	3,372	26,957	-	-	-	-
INFRASTRUCTURE	296,167	8,533	-	-	-	-
CAPITAL OUTLAY Total:	606,038	35,490	-	-	-	-
ENDING BALANCE	59,179	-	-	-	-	-
Fund: 103 - DOWNTOWN URBAN RENEWAL Total:	775,966	62,111	-	-	-	-



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Resolutions, Public Notices, and Tax Certification

RESOLUTION NO. 18-09

A RESOLUTION ADOPTING THE 2018-2019 BUDGET OF THE KLAMATH FALLS URBAN RENEWAL AGENCY, MAKING APPROPRIATIONS FOR FISCAL YEAR 2018-2019 AND LEVYING TAXES

WHEREAS, the Klamath Falls City Council acts as the Klamath Falls Urban Renewal Agency (the Agency);

WHEREAS, on May 22, 2018, the Klamath Falls Budget Committee conducted a public hearing on the Fiscal Year 2018-2019 Agency Budget, approved the Fiscal Year 2018-2019 budget document and recommended its adoption by the Klamath Falls City Council;

WHEREAS, the approved Budget for the Agency was duly published in the Herald and News, a newspaper of general circulation in the City on June 12, 2018; and

WHEREAS, on June 18, 2018, the Klamath Falls City Council conducted a public hearing on the Fiscal Year 2018-2019 Agency Budget document as approved by the Budget Committee, and all interested persons were again afforded an opportunity to appear and be heard with respect to the approved budget; **NOW THEREFORE**,

THE CITY OF KLAMATH FALLS RESOLVES AS FOLLOWS:

Section 1. Budget Adoption

The City Council, acting as the Klamath Falls Urban Renewal Agency hereby adopts the budget for fiscal year 2018-2019, in the sum of \$940,075. This budget is now on file at 500 Klamath Avenue in Klamath Falls, Oregon.

Section 2. Appropriations

The amounts shown below are hereby appropriated for the fiscal year beginning July 1, 2018 for the following purposes:

LAKEFRONT URBAN RENEWAL FUND

Lakefront Urban Renewal	\$ 25	
Debt Service	<u>68,600</u>	
Total LAKEFRONT URBAN RENEWAL FUND Appropriations.....		\$ 68,625

TOWN CENTER URBAN RENEWAL FUND

Town Center Urban Renewal	\$ 50,025	
Debt Service	<u>156,375</u>	
Total TOWN CENTER URBAN RENEWAL FUND Appropriations.....		\$ 206,400

SPRING STREET URBAN RENEWAL FUND

Spring Street Urban Renewal	\$ 550,000	
Debt Service	<u>11,675</u>	
Total SPRING STREET URBAN RENEWAL FUND Appropriations.....		\$ 561,675
Total APPROPRIATIONS, All Funds.....		\$ 836,700
Total Unappropriated and Reserve Amounts, All Funds.....		<u>103,375</u>
TOTAL ADOPTED BUDGET.....		\$ 940,075

Section 3. Levy of Taxes

The City Council, acting as the Klamath Falls Urban Renewal Agency hereby resolves to certify to the county assessor a request for the Lakefront Urban Renewal Plan Area for the maximum amount of revenue that may be raised by dividing the taxes under Section 1c, Article IX, of the Oregon Constitution and ORS Chapter 457.

The City Council, acting as the Klamath Falls Urban Renewal Agency hereby resolves to certify to the county assessor a request for the Town Center Urban Renewal Plan Area for the maximum amount of revenue that may be raised by dividing the taxes under Section 1c, Article IX, of the Oregon Constitution and ORS Chapter 457.

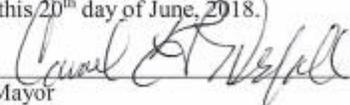
The City Council, acting as the Klamath Falls Urban Renewal Agency hereby resolves to certify to the county assessor a request for the Spring Street Urban Renewal Plan Area for the maximum amount of revenue that may be raised by dividing the taxes under Section 1c, Article IX, of the Oregon Constitution and ORS Chapter 457.

Section 4.

This Resolution shall become effective immediately upon enactment.

Passed by the Council of the City of Klamath Falls, Oregon, the 18th day of June, 2018.

Presented to the Mayor, approved and signed this 20th day of June, 2018.)



Mayor

ATTEST:


City Recorder

STATE OF OREGON)
COUNTY OF KLAMATH) ss.
CITY OF KLAMATH FALLS)

I, Nickole Barrington, Recorder (for the City of Klamath Falls, Oregon, do hereby certify that the foregoing is a true and correct copy of a Resolution duly adopted by the Council of the City of Klamath Falls, Oregon, at the meeting held on the 18th day of June, 2018, and thereafter approved and signed by the Mayor and attested by the City Recorder.

Nickole Barrington
City Recorder

**AFFIDAVIT OF PUBLICATION
STATE OF OREGON,
COUNTY OF KLAMATH**

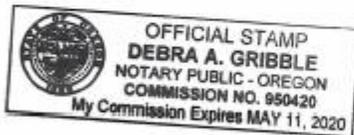
I, Pat Bergstrom, Legal Specialist, being duly sworn, depose and say that I am the principle clerk of the publisher of the Herald and News, a newspaper in general circulation, as defined by Chapter 193 ORS, printed and published at 2701 Foothills Blvd, Klamath Falls, OR 97603 in the aforesaid county and state; that I know from my personal knowledge that the Legal#18373 BUDGET MEETING MAY 22, 2018 a printed copy of which is hereto annexed, was published in the entire issue of said newspaper for: 1

Insertion(s) in the following issues:
05/10/2018

Total Cost: \$125.24


Subscribed and sworn by Pat Bergstrom before me on:
10th day of May in the year of 2018


Notary Public of Oregon
My commission expires on May 11, 2020



**NOTICE FOR BUDGET COMMITTEE MEETING
KLAMATH FALLS URBAN RENEWAL AGENCY**

A public meeting of the Budget Committee of the Klamath Falls Urban Renewal Agency, Klamath County, State of Oregon, to discuss the Budget for the fiscal year July 1, 2018 to June 30, 2019 will be held in the City Council Chambers at 500 Klamath Avenue, Klamath Falls, Oregon. The meeting will take place on May 22, 2018 beginning at 9:00 a.m. until completed. The purpose of the meeting is to receive the Budget Message and to receive comment from the public on the Budget. A copy of the Budget document may be inspected or obtained on or after May 15, 2018 at the City Administration Office, 500 Klamath Avenue, Klamath Falls, Oregon, between the hours of 8:00 a.m. to 12:00 p.m. and 1:00 p.m. to 5:00 p.m. This is a public meeting where deliberation of the Budget Committee will take place. Discussion will be held on State Revenue Sharing regarding possible use of funds. This Notice will also be posted on the City's website at www.klamathfalls.city beginning May 10, 2018.

Any person may appear at the meeting and discuss the proposed programs with the Budget Committee. Disabled persons desiring to attend may call the City Recorder's office at 541-883-5325 for necessary arrangements. Hearing impaired persons desiring information may call the City's TDD line at 541-883-5324.

Nickole Barrington
City Recorder
PUBLISH: May 10, 2018
#18373 May 10, 2018.

The screenshot shows a web browser window with the URL <https://www.klamathfalls.city/articles/home>. The page layout includes:

- Welcome:** A text block on the left side of the page providing information about the city's history and resources.
- hot topics...:** A central section featuring a photograph of the city building and a prominent announcement: **Notice of Budget Committee Meeting - Klamath Falls Urban Renewal Agency**. Below the photo, it states: "A public meeting of the Budget Committee of the Klamath Falls Urban Renewal Agency, Klamath County, State of Oregon, to discuss the Budget for fiscal year July 1, 2018 to June 30, 2019 will be held in the City Council Chambers at 500 Klamath Avenue, Klamath Falls, Oregon. The meeting will take place on May 22, 2018 beginning at 9:00 a.m. until completed. [COMPLETE MEETING NOTICE](#)".
- Events:** A right-hand column listing upcoming events:
 - [Parks Advisory Board Meeting](#) on May 10, 2018, 05:30 pm - 07:00 pm.
 - [Council Meeting](#) on May 21, 2018, 07:00 pm - 09:00 pm.
 - [Budget Hearing](#) on May 22, 2018, 09:00 am - 05:00 pm.A "More Events >" button is located at the bottom of this section.

**AFFIDAVIT OF PUBLICATION
STATE OF OREGON,
COUNTY OF KLAMATH**

I, Pat Bergstrom, Legal Specialist, being duly sworn, depose and say that I am the principle clerk of the publisher of the Herald and News, a newspaper in general circulation, as defined by Chapter 193 ORS, printed and published at 2701 Foothills Blvd, Klamath Falls, OR 97603 in the aforesaid county and state; that I know from my personal knowledge that the Legal#18419 UR-1 URBAN RENEWAL NOTICE OF BUDGET HEARING a printed copy of which is hereto annexed, was published in the entire issue of said newspaper for: 1

Insertion(s) in the following issues:
06/12/2018

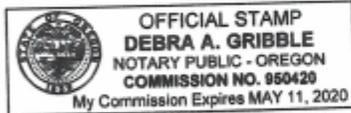
Total Cost: \$384.97

Pat Bergstrom

Subscribed and sworn by Pat Bergstrom before me on:
12th day of June in the year of 2018

Debra A. Gribble

Notary Public of Oregon
My commission expires on May 11, 2020



FORM UR-1		NOTICE OF BUDGET HEARING		
<p>A public meeting of the City Council of the City of Klamath Falls, Oregon will be held on June 18, 2018 at 7:00 pm in the Council Chambers of the City Hall Administration Building, 500 Klamath Avenue, Klamath Falls, Oregon. The purpose of this meeting is to discuss the budget for the fiscal year beginning July 1, 2018 as approved by the City of Klamath Falls Budget Committee. A summary of the budget is presented below. A copy of the budget may be inspected or obtained at the office of the City Recorder in City Hall Administration, between the hours of 8:00 a.m. and 5:00 p.m. or online at https://www.klamathfalls.city/!-want-to/find/city-hall/support-services/finance/articles/finance. This budget is for an annual budget period. This budget was prepared on a basis of accounting that is the same as the preceding year. Disabled persons desiring to attend may call 541-883-5316 for necessary arrangements. Hearing impaired persons desiring information may call the City's TDD/TTY line at 541-883-5324.</p>				
Contact: Nickole Barrington, City Recorder		Telephone: 541-883-5325	Email: nbarrington@klamathfalls.city	
FINANCIAL SUMMARY - RESOURCES				
TOTAL OF ALL FUNDS	Actual Amount 2016-2017	Adopted Budget This Year 2017-2018	Approved Budget Next Year 2018-2019	
Beginning Fund Balance/Net Working Capital	125,100	105,925	132,750	
Federal, State and All Other Grants	0	0	0	
Revenue from Bonds and Other Debt	140,000	0	550,000	
Interfund Transfers	0	0	0	
All Other Resources Except Division of Tax & Special Levy	6,567	3,475	4,425	
Revenue from Division of Tax	260,418	260,975	252,900	
Revenue from Special Levy	0	0	0	
Total Resources	532,085	370,375	940,075	
FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION				
Personnel Services	0	0	0	
Materials and Services	185,320	50,275	50,050	
Capital Outlay	35,490	0	550,000	
Debt Service	205,385	312,325	236,650	
Interfund Transfers	0	0	0	
Contingencies	0	0	0	
All Other Expenditures and Requirements	0	0	0	
Unappropriated Ending Fund Balance	105,890	7,775	103,375	
Total Requirements	532,085	370,375	940,075	
FINANCIAL SUMMARY-REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY ORGANIZATIONAL UNIT OR PROGRAM				
Name of Organizational Unit or Program	FTE for that unit or program			
Downtown Urban Renewal	62,111	0	0	
FTE	0	0	0	
Lakefront Urban Renewal	124	125	25	
FTE	0	0	0	
Town Center Urban Renewal	158,575	50,150	50,025	
FTE	0	0	0	
Spring Street Urban Renewal	0	0	550,000	
FTE	0	0	0	
Non-Departmental / Non-Program	311,275	320,100	340,025	
FTE	0	0	0	
Total Requirements	532,085	370,375	940,075	
Total FTE	0	0	0	
STATEMENT OF CHANGES IN ACTIVITIES AND SOURCES OF FINANCING				
<p>The Spring Street Urban Renewal Plan was created in Fiscal Year 2018 but this is the first budget period. Spring Street Urban Renewal will borrow \$550,000 from the City's Escrow Reserve Fund for demolition of the Balsiger garage and preparing the land for development.</p>				
STATEMENT OF INDEBTEDNESS				
LONG TERM DEBT	Estimated Debt Outstanding July 1	Estimated Debt Authorized, But Not Incurred on July 1		
General Obligation Bonds	\$0	\$0		
Other Bonds	\$0	\$0		
Other Borrowings	\$3,703,918	\$1,203,000		
Total	\$3,703,918	\$1,203,000		
#18419 June 12, 2018				

**FORM
UR-50**

NOTICE TO ASSESSOR

2018-2019

• Submit two (2) copies to the county assessor by July 15.

Check here if this is an amended form.

Notification

Klamath Falls Urban Renewal Agency (Agency name) authorizes its 2018-19 ad valorem tax increment amounts by plan area for the tax roll of Klamath County (County name)
 Jessica Lindsay (Contact person) 541-883-5354 (Telephone number) 6/27/18 (Date submitted)
 P.O. Box 237, 500 Klamath Ave., Klamath Falls, OR 97601 (Agency's mailing address) jilindsay@klamathfalls.city (Contact person's e-mail address)

Yes, the agency has filed an impairment certificate by May 1 with the assessor (ORS 457.445).

Part 1: Option One Plans (Reduced Rate). [ORS 457.435(2)(a)]

Plan Area Name	Increment Value to Use*	100% from Division of Tax	Special Levy Amount**
	\$ OR <input type="checkbox"/> Yes		
	\$ OR <input type="checkbox"/> Yes		
	\$ OR <input type="checkbox"/> Yes		
	\$ OR <input type="checkbox"/> Yes		

Part 2: Option Three Plans (Standard Rate). [ORS 457.435(2)(c)]

Plan Area Name	Increment Value to Use***	100% from Division of Tax***	Special Levy Amount****
	\$ OR		
	\$ OR		
	\$ OR		

Part 3: Other Standard Rate Plans. [ORS 457.445(2)]

Plan Area Name	Increment Value to Use*	100% from Division of Tax*	
	\$ OR <input type="checkbox"/> Yes		
	\$ OR <input type="checkbox"/> Yes		
	\$ OR <input type="checkbox"/> Yes		
	\$ OR <input type="checkbox"/> Yes		

Part 4: Other Reduced Rate Plans [ORS 457.445(1)]

Plan Area Name	Increment Value to Use*	100% from Division of Tax*	
Lakefront Urban Renewal	\$ OR <input checked="" type="checkbox"/> Yes		
Town Center Urban Renewal	\$ OR <input checked="" type="checkbox"/> Yes		
Spring Street Urban Renewal	\$ OR <input checked="" type="checkbox"/> Yes		
	\$ OR <input type="checkbox"/> Yes		

Notice to Assessor of Permanent Increase in Frozen Value. Beginning tax year 2018-19, permanently increase frozen value to:

Plan Area Name	New frozen value
	\$
	\$

*All Plans except Option Three: Enter amount of Increment Value to Use that is less than 100 percent or check "Yes" to receive 100 percent of division of tax. Do NOT enter an amount of "Increment Value to Use" AND check "Yes."
 **If an Option One plan enters a Special Levy Amount, you MUST check "Yes" and NOT enter an amount of "Increment to Use."
 ***Option Three plans enter EITHER an amount of "Increment Value to Use" to raise less than the amount of division of tax stated in the 1998 ordinance under ORS 457.435(2)(c) OR the "Amount from Division of Tax" stated in the ordinance, NOT both.
 ****If an Option Three plan requests both an amount of "Increment Value to Use" that will raise less than the amount of division of tax stated in the 1998 ordinance and a "Special Levy Amount," the "Special Levy Amount" cannot exceed the amount available when the amount from division of tax stated in the ordinance is subtracted from the plan's Maximum Authority.



City of Klamath Falls
Urban Renewal Agency
FY 2018-2019 Budget
