



City Of Klamath Falls



2023-2025 Budget

Urban Renewal Budget



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Office of the City Manager

May 13, 2023

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 the biennium 2023-2025 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 the biennium ending 2025 is \$2,185,625 including contingency, broken down as follows: Lakefront, \$892,850; Town Center, \$396,475; and Spring Street, \$706,525.

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. The Fairfield Inn, DHS building and People’s Bank have been completed in the district. The Lakefront District has a financial borrowing cap as designated in the Renewal Plan of \$7,050,000 with \$2,998,950 left to borrow. The District is projected to collect about

\$1,042,000 in property taxes during the biennium ending 2025. The property values for this area increased by \$25,812,679 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. This biennial budget includes \$140,000 for a system development charge grant for the new Home2 Suites hotel and \$75,000 for a lakeshore improvements study.

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 purchased the properties and the District entered into a revised development agreement. The Town Center District is anticipating tax increment revenues of approximately \$412,400. The District will have reached its financial borrowing cap of \$2,953,000 by the end of fiscal year 2023.

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 \$217,825. A major project will be the redevelopment of the Main and Esplanade area into a mix of retail and housing. Construction is underway for this project. The District has borrowed \$869,000 so far. The District has a financial borrowing cap as designated in the Renewal Plan of \$16,800,000. This biennial budget includes payment of system development charges for the Main and Esplanade site.

Respectfully submitted,



Jonathan Teichert
City Manager

Schedule of Budget Events

Notice of Budget Committee Meeting Published	May 15, 2023 May 15, 2023 (web)
Proposed Budget to Committee	May 16, 2023
Budget Committee Meeting	May 24, 2023
Notice of Budget Hearing and Financial Summary Published	June 14, 2023
Budget Hearing and Adoption	June 20, 2023
<p>* The notice may be published in the newspaper 5-30 days prior to the hearing if 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>	

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 294.426
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.

Budgeting Principles and Assumptions

Investment Policy

The City Investment Policy stresses, in order: safety, liquidity, and return. Funds held in the Oregon State Treasury Local Government Investment Pool A(LGIP) for the Agency are approximately \$700,000. The current LGIP rate is 3.10%. The budget is based on 2.00% of earnings in the first year and 1.50% the second. All operating investments of the City follow the guidelines set forth in ORS 294 as it relates to allowable investments and maturity.

Basis of Accounting

The City of Klamath Falls 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 personnel services, materials and services and capital outlay categories), transfers, debt service, unappropriated, contingency, and reserved for future requirements. Equal transfers between personnel services, materials and services and capital outlay within a single department/division are approved by the Support Services Director 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 then presented to Council. Finally, approval for expenditures over \$35,000 requires action from City Council.

Description of Budgeted Categories

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.

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.

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Lakefront Urban Renewal

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

Estimated Resources:	\$ 1,059,975
Appropriated:	\$ 892,850
Reserved for Future:	\$ 167,125
Total Fund Requirements:	\$ 1,059,975

Lakefront Urban Renewal Fund

	2018-2019 Actual	2019-2021 Actual	2021-2023 Adopted	2023-2025 Proposed	2023-2025 Approved	2023-2025 Adopted
Resources:						
Net working capital	\$ 4,738	\$ 3,137	\$ 8,600	\$ -	\$ -	\$ -
Taxes previously levied	3,990	5,312	7,150	5,400	5,400	5,400
Investment income	1,586	1,996	1,300	17,575	17,575	17,575
Other financing sources	-	160,000	2,248,575	-	-	-
Total resources except taxes levied:	10,314	170,444	2,265,625	22,975	22,975	22,975
Taxes necessary to balance	-	-	711,000	1,037,000	1,037,000	1,037,000
Taxes collected in year levied	61,423	178,231	-	-	-	-
Total resources:	\$ 71,737	\$ 348,676	\$ 2,976,625	\$ 1,059,975	\$ 1,059,975	\$ 1,059,975

	2018-2019 Actual	2019-2021 Actual	2021-2023 Adopted	2023-2025 Proposed	2023-2025 Approved	2023-2025 Adopted
Requirements:						
Materials & Services						
Other materials & services	\$ -	\$ 160,000	\$ -	\$ 215,000	\$ 215,000	\$ 215,000
Capital Outlay						
Infrastructure	-	-	2,248,575	-	-	-
Debt service						
Debt principal	46,265	140,697	700,925	319,450	319,450	319,450
Debt interest	22,335	39,388	27,125	358,400	358,400	358,400
Debt service total:	68,600	180,085	728,050	677,850	677,850	677,850
Reserved for future	-	-	-	167,125	167,125	167,125
Ending balance	3,137	8,591	-	-	-	-
Total requirements:	\$ 71,737	\$ 348,676	\$ 2,976,625	\$ 1,059,975	\$ 1,059,975	\$ 1,059,975

Town Center Urban Renewal

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

Estimated Resources:	\$ 419,125
Appropriated:	\$ 396,475
Reserved for Future:	\$ 22,650
Total Fund Requirements:	\$ 419,125

Town Center Urban Renewal Fund

	2018-2019 Actual	2019-2021 Actual	2021-2023 Adopted	2023-2025 Proposed	2023-2025 Approved	2023-2025 Adopted
Resources:						
Net working capital	\$ 131,841	\$ 109,402	\$ 21,725	\$ -	\$ -	\$ -
Taxes previously levied	10,548	13,960	12,825	15,650	15,650	15,650
Investment income	5,518	4,383	2,600	6,725	6,725	6,725
Other financing sources	-	-	688,000	-	-	-
Total resources except taxes levied:	<u>147,907</u>	<u>127,745</u>	<u>725,150</u>	<u>22,375</u>	<u>22,375</u>	<u>22,375</u>
Taxes necessary to balance	-	-	421,950	396,750	396,750	396,750
Taxes collected in year levied	167,826	380,212	-	-	-	-
Total resources:	<u>\$ 315,734</u>	<u>\$ 507,957</u>	<u>\$ 1,147,100</u>	<u>\$ 419,125</u>	<u>\$ 419,125</u>	<u>\$ 419,125</u>

	2018-2019 Actual	2019-2021 Actual	2021-2023 Adopted	2023-2025 Proposed	2023-2025 Approved	2023-2025 Adopted
Requirements:						
Materials & Services						
Professional service contracts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other materials & services	50,000	-	688,000	-	-	-
Materials & services total:	<u>50,000</u>	<u>-</u>	<u>688,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Debt service						
Debt principal	132,865	448,839	397,875	289,275	289,275	289,275
Debt interest	23,467	37,398	61,225	107,200	107,200	107,200
Debt service total:	<u>156,332</u>	<u>486,237</u>	<u>459,100</u>	<u>396,475</u>	<u>396,475</u>	<u>396,475</u>
Reserved for future	-	-	-	22,650	22,650	22,650
Ending balance	109,402	21,720	-	-	-	-
Total requirements:	<u>\$ 315,734</u>	<u>\$ 507,957</u>	<u>\$ 1,147,100</u>	<u>\$ 419,125</u>	<u>\$ 419,125</u>	<u>\$ 419,125</u>

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 railroad from Esplanade Avenue to the north, down to South 6th Street to the south.

Estimated Resources:	\$ 706,525
Appropriated:	\$ 706,525
Reserved for Future:	\$ 0
Total Fund Requirements:	\$ 706,525

Spring Street Urban Renewal Fund

	2018-2019 Actual	2019-2021 Actual	2021-2023 Adopted	2023-2025 Proposed	2023-2025 Approved	2023-2025 Adopted
Resources:						
Net working capital	\$ -	\$ 2,603	\$ 548,575	\$ 875	\$ 875	\$ 875
Taxes previously levied	-	888	4,700	3,400	3,400	3,400
Investment income	90	2,705	925	2,825	2,825	2,825
Other financing sources	20,000	1,389,000	-	485,000	485,000	485,000
Total resources except taxes levied:	20,090	1,395,196	554,200	492,100	492,100	492,100
Taxes necessary to balance	-	-	126,800	214,425	214,425	214,425
Taxes collected in year levied	-	49,188	-	-	-	-
Total resources:	\$ 20,090	\$ 1,444,383	\$ 681,000	\$ 706,525	\$ 706,525	\$ 706,525

	2018-2019 Actual	2019-2021 Actual	2021-2023 Adopted	2023-2025 Proposed	2023-2025 Approved	2023-2025 Adopted
Requirements:						
Materials & Services						
Professional service contracts	\$ -	\$ 854,782	\$ 26,525	\$ 485,000	\$ 485,000	\$ 485,000
Communications	-	50	-	-	-	-
Requirements total:	-	854,832	26,525	485,000	485,000	485,000
Capital Outlay						
Infrastructure	17,487	-	-	-	-	-
Debt service						
Debt principal	-	20,000	577,175	178,750	178,750	178,750
Debt interest	-	20,975	76,425	42,775	42,775	42,775
Debt service total:	-	40,975	653,600	221,525	221,525	221,525
Reserved for future	-	-	875	-	-	-
Ending balance	2,603	548,576	-	-	-	-
Total requirements:	\$ 20,090	\$ 1,444,383	\$ 681,000	\$ 706,525	\$ 706,525	\$ 706,525

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Resolutions, Public Notices, and Tax Certification

RESOLUTION NO. 23-13

**A RESOLUTION ADOPTING THE 2023-2025 BIENNIAL BUDGET
FOR THE KLAMATH FALLS URBAN RENEWAL AGENCY,
MAKING APPROPRIATIONS AND DECLARING TAX INCREMENT**

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

WHEREAS, on May 24, 2023 the Agency’s Budget Committee conducted a public hearing on the 2023-2025 biennial budget document, as proposed by the City Manager, and all interested persons were afforded an opportunity to appear and be heard with respect to the proposed budget;

WHEREAS, on May 24, 2023, the Agency’s Budget Committee approved the 2023-2025 biennial budget document as presented, and recommended its adoption by the Klamath Falls City Council;

WHEREAS, a summary of the approved budget for the Klamath Falls Urban Renewal Agency was duly published in the Herald and News, a newspaper of general circulation in the City on June 14, 2023;

WHEREAS, on June 20, 2023, the Klamath Falls City Council conducted a public hearing on the 2021-2023 biennial 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; and NOW THEREFORE,

THE CITY OF KLAMATH FALLS RESOLVES AS FOLLOWS:

Section 1. Budget Adoption

The City Council, acting in the capacity of the Klamath Falls Urban Renewal Agency hereby adopts the 2023-2025 biennial budget, in the total amount of \$2,185,625. This budget is now on file in the Office of the City Recorder at 500 Klamath Avenue in Klamath Falls, Oregon.

Section 2. Appropriations

The amounts shown below are hereby appropriated for the biennial budget period beginning July 1, 2023, for the following purposes:

LAKEFRONT URBAN RENEWAL FUND		
Lakefront Urban Renewal	\$	215,000
Debt Service		<u>677,850</u>
Total Lakefront Urban Renewal Fund Appropriations	\$	892,850

TOWN CENTER URBAN RENEWAL FUND

Debt Service	396,475
Total Town Center Urban Renewal Fund Appropriations	\$ 396,475

SPRING STREET URBAN RENEWAL FUND

Spring Street Urban Renewal	\$ 485,000
Debt Service	221,525
Total Spring Street Urban Renewal Fund Appropriations	\$ 706,525

Total Appropriations, All Funds	\$ 1,995,850
Total Unappropriated and Reserve Amounts, All Funds	189,775
TOTAL ADOPTED BUDGET	\$ 2,185,625

Section 3. Declaration of Tax Increment

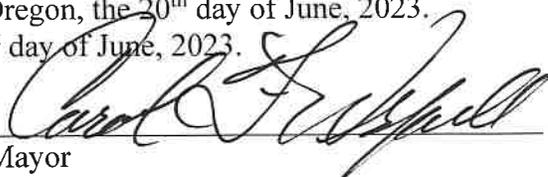
The City Council, acting in the capacity of the Klamath Falls Urban Renewal Agency hereby resolves to certify to the County Assessor a request for the Lakefront Urban Renewal Plan Area for the maximum amount of revenue that may be raised by dividing the taxes under Section 1c, Article IX, of the Oregon Constitution and ORS Chapter 457 for tax years 2023-2024 and 2024-2025.

The City Council, acting in the capacity of 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 for tax years 2023-2024 and 2024-2025.

The City Council, acting in the capacity of 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 for tax years 2023-2024 and 2024-2025.

Section 4. Enactment

This Resolution shall become effective immediately upon enactment.
Passed by the Council of the City of Klamath Falls, Oregon, the 20th day of June, 2023.
Presented to the Mayor, approved and signed this 21st day of June, 2023.



Mayor

ATTEST:


City Recorder

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

I, _____, City 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 20th day of June, 2023, and thereafter approved and signed by the Mayor and attested by the City Recorder.

City Recorder

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

I, Joseph Hudon, General Manager 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 97601 in the aforesaid county and state: that I know from my personal knowledge that the Legal # 23243 Budget Committee Meeting Urban Ren 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: 05/13/23

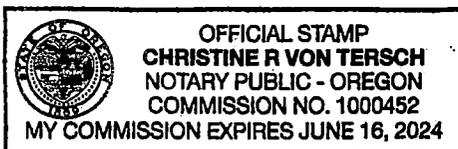
Total Cost: \$150.00



Subscribed and sworn by Joseph Hudon before me on: On 17th day of May, in the year of 2023



Notary Public of Oregon
My commission expires June 16, 2024



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 Biennial Budget for the fiscal years July 1, 2023 to June 30, 2025 will be held in the City Council Chambers at 500 Klamath Avenue, Klamath Falls, Oregon. Public access to the meeting will also be made available via a Zoom Meeting Link as requested and with a Livestream of the meeting on YouTube also occurring. The meeting will take place on May 24, 2023 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 proposed Budget. A copy of the Budget document may be inspected or obtained on or after May 16, 2023 at the City Administration Office, 500 Klamath Avenue, Klamath Falls, Oregon, between the hours of 8:00 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 15, 2023.

Any person may appear at the meeting or join on-line and discuss the proposed programs with the Budget Committee. Disabled persons or persons desiring to attend via the Zoom Meeting Link may call the City Recorder's office at 541-883-5325 or email the City Recorder at cityrecorder@klamathfalls.city by 1:00pm on May 23rd for necessary arrangements. Hearing Impaired persons desiring information may call the City's TDD line at 541-883-5324.

Nickole Barrington
City Recorder
#23243 May 13, 2023

Fw: Website PUBLISH on May 15: Public Notices (2) for Upcoming Budget Hearings



Kristina Mainwaring

To Jessica Lindsay; Jeremy Prinsen

Cc Emily Silva

Reply Reply All

[Return to Previous](#)

Event Details

[View Map](#)

Urban Renewal Budget Committee Meeting



Wednesday, May 24, 2023

Date: May 24, 2023
Time: 9:00 AM
Time: Beginning at 9:00 a.m. until completed.
Details:
Address: 500 Klamath Avenue
Klamath Falls, OR 97601
Contact: 541-883-5325
Email: [Nickole.Barrington.CityRecorder](mailto:Nickole.Barrington@CityRecorder)



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 Biennial Budget for the fiscal years July 1, 2023 to June 30, 2025 will be held in the City Council Chambers at 500 Klamath Avenue, Klamath Falls, Oregon. Public access to the meeting will also be made available via a Zoom Meeting Link as requested and with a Livestream of the meeting on YouTube also occurring. The meeting will take place on May 24, 2023 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 proposed Budget. A copy of the Budget document may be inspected or obtained on or after May 16, 2023 at the City Administration Office, 500 Klamath Avenue, Klamath Falls, Oregon.



MEMO INVOICE

PO Box 788
 2701 Foothills Blvd, 97603,
 Klamath Falls, OR 97601
 Ph. (541) 331-6473 Fax: (907) 452-5054

BILLING DATE:	ACCOUNT NO:
06/14/23	38176

NICKOLE BARRINGTON
 CITY OF KLAMATH FALLS
 PO BOX 237
 KLAMATH FALLS, OR 97601

AD #	DESCRIPTION	START	STOP	TIMES	AMOUNT
383653	23315 UR1 2023/2024	06/14/23	06/14/23	2	\$500.98

Payments:

Date	Method	Card Type	Last 4 Digits	Check	Amount
------	--------	-----------	---------------	-------	--------

Discount: \$0.00
 Surcharge: \$0.00
 Credits: \$0.00

Gross: \$500.98
 Paid Amount: \$0.00

Amount Due: \$500.98

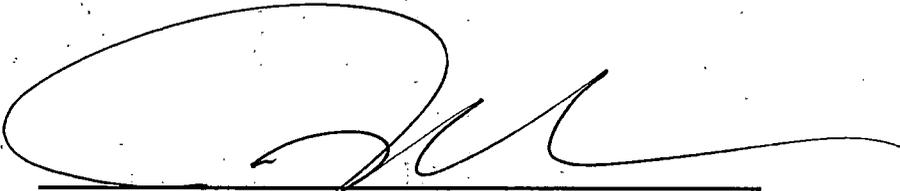
We Appreciate Your Business!

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

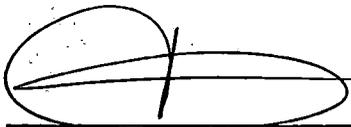
I, Joseph Hudon, General Manager being duly sworn, depose and say that I am the principle clerk of the publisher of the Herald and News a newspaper in general circulation, as defined by Chapter 193 ORS, printed and published at 2701 Foothills Blvd, Klamath Falls, OR 97601 in the aforesaid county and state: that I know from my personal knowledge that the Legal # 23315 UR1 2023/2024 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: 06/14/23

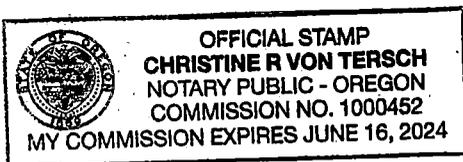
Total Cost: \$500.98



Subscribed and sworn by Joseph Hudon before me on: On 14th day of June, in the year of 2023



Notary Public of Oregon
My commission expires June 16, 2024



FORM UR-1

NOTICE OF BUDGET HEARING

A public meeting of the City Council of the City of Klamath Falls, Oregon will be held on June 20, 2023 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 biennium fiscal years beginning July 1, 2023 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 7:30 a.m. and 5:30 p.m. Monday - Thursday or 7:30 a.m. to 11:30 a.m. on Friday or online at <https://www.klamathfalls.city/191/Finance>. This budget is for a biennial 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.

Contact: Nickole Barrington, City Recorder

Telephone: 541-883-5325

Email: nbarrington@klamathfalls.city

FINANCIAL SUMMARY - RESOURCES

TOTAL OF ALL FUNDS	Actual Amount 2019-2021	Adopted Budget This Biennium 2021-2023	Approved Budget Next Biennium 2023-2025
Beginning Fund Balance/Net Working Capital	115,142	578,900	875
Federal, State and All Other Grants	0	0	0
Revenue from Bonds and Other Debt	1,549,000	2,936,575	485,000
Interfund Transfers	0	0	0
All Other Resources Except Division of Tax & Special Levy	9,084	4,825	27,125
Revenue from Division of Tax	627,790	1,284,425	1,672,625
Total Resources	2,301,016	4,804,725	2,185,625

FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION

Personnel Services	0	0	0
Materials and Services	1,014,832	714,525	700,000
Capital Outlay	0	2,248,575	0
Debt Service	707,297	1,840,750	1,295,850
Interfund Transfers	0	0	0
Contingencies	0	0	0
All Other Expenditures and Requirements	0	0	0
Unappropriated Ending Balance and Reserved for Future Expenditure	578,887	875	189,775
Total Requirements	2,301,016	4,804,725	2,185,625

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		
Lakefront Urban Renewal	160,000	2,248,575	215,000
FTE	0	0	0
Town Center Urban Renewal	0	688,000	0
FTE	0	0	0
Spring Street Urban Renewal	854,832	26,525	485,000
FTE	0	0	0
Not Allocated to Organizational Unit or Program	1,286,184	1,841,625	1,485,625
FTE	0	0	0
Total Requirements	2,301,016	4,804,725	2,185,625
Total FTE	0	0	0

STATEMENT OF CHANGES IN ACTIVITIES AND SOURCES OF FINANCING

The \$215,000 for Lakefront Urban Renewal includes \$140,000 for a system development charge grant for the new hotel and \$75,000 for a lakeshore improvements study. The \$485,000 for Spring Street Urban Renewal is for system development charges for the Main and Esplanade project, which will be funded through an inter-fund loan.

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	\$3,656,764	\$0
Total	\$3,656,764	\$0

#23315 June 14, 2023

FORM OR-UR-50

NOTICE TO ASSESSOR

2023-2024

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

Check here if this is an amended form.

Notification

Klamath Falls Urban Renewal Agency authorizes its 2023-2024 ad valorem tax increment amounts
 (Agency Name)
 by plan area for the tax roll of Klamath County
 (County Name)
Jessica Lindsay 541-883-5354 07/03/2023
 (Contact Person) (Telephone Number) (Date Submitted)
PO Box 237, Klamath Falls, OR 97601 jlindsay@klamathfalls.city
 (Agency's Mailing Address) (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	\$

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		\$

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	

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	

Part 5: Permanent Rate Plans. [ORS 457.087]

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

Notice to Assessor of Permanent Increase in Frozen Value. Beginning tax year 2021-22, 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% Or check "Yes" to receive 100% 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.