



September 26, 2024

BCC Agenda Date/Item: _____

Board of County Commissioners
Acting as the governing body of Water Environment Services
Clackamas County

**A Public Hearing to approve a Supplemental Budget Resolution for Fiscal Year 2024-25.
Fiscal impact is a net increase in appropriations of \$2,980,585. Funding through WES’
Sanitary Sewer Funds. No County General Funds are involved.**

Previous Board Action/Review	Budget adopted on June 20, 2024.		
Performance Clackamas	Build public trust through good government by providing budget responsibility and transparency		
Counsel Review	Yes	Procurement Review	N/A
Contact Person	Erin Blue	Contact Phone	503-742-4585

EXECUTIVE SUMMARY: Each fiscal year it is necessary to reduce or allocate additional sources of revenue and appropriate additional expenditures to more accurately meet the changing requirements of Water Environment Services (“WES”).

An increase in Fiscal Year 2024-25 appropriations for interfund transfers is needed to move the remaining unspent Series 2021 debt proceeds from the Debt Service Fund to the Sanitary Sewer Construction Fund, where the proceeds will be directed towards project expenditures.

The attached resolution increases interfund transfers from the Debt Service Fund to the Sanitary Sewer Construction Fund by \$2,980,585. This transfer will be facilitated by recognizing additional beginning fund balance and adjusting transfers between the Sanitary Sewer Operating, Debt Service, and Sanitary Sewer Construction Funds. The resolution reflects such changes requested by WES in keeping with a legally balanced budget.

These changes are in compliance with Oregon Local Budget Law ORS 294.433 through ORS 294.481 and ORS 294.900 through ORS 294.930, which allows for governing body approval of budget changes under qualified circumstances. The required notice has been published.

The effect of this resolution is a net increase of \$2,980,585 in appropriations.

The attached resolution has been reviewed and approved by County Counsel.

RECOMMENDATION: Staff respectfully request a public hearing for the consideration of this supplemental budget and adoption of the attached Resolution.

For Filing Use Only

Respectfully submitted,

A handwritten signature in blue ink that reads "Greg Geist". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Greg Geist
Director, WES

Attachment: Resolution and Exhibit A

**BEFORE THE BOARD OF COUNTY COMMISSIONERS
OF CLACKAMAS COUNTY, STATE OF OREGON**

A Resolution Providing Authorization
Regarding Adoption of a Supplemental
Budget for Water Environment Services
and Making Appropriations for Fiscal
Year 2024-25



Resolution No. _____
Page 1 of 1

This matter comes before the Board of County Commissioners of Clackamas County, Oregon, acting as the governing body of Water Environment Services (the "Board").

WHEREAS, an increase in Fiscal Year 2024-25 appropriations for interfund transfers is needed to move the remaining unspent Series 2021 debt proceeds from the Debt Service Fund to the Sanitary Sewer Construction Fund, where the proceeds will be directed towards project expenditures;

WHEREAS, these additional interfund transfers from Water Environment Services' Debt Service Fund to Water Environment Services' Sanitary Sewer Construction Fund necessitate the adoption of a supplemental budget;

WHEREAS, a supplemental budget for the period of July 1, 2024 through June 30, 2025, inclusive, has been prepared and published in accordance with ORS 294.925 and ORS 294.473, and the notice of this public hearing and a financial summary were published in The Oregonian on September 18, 2024; and

WHEREAS, a public hearing to discuss the supplemental budget was held before the Board on September 26, 2024.

It further appearing that it is in the best interest of Water Environment Services to approve this change in appropriations for the period of July 1, 2024 through June 30, 2025.

NOW THEREFORE, the Board of County Commissioners of Clackamas County, acting as the governing body of Water Environment Services, resolves as follows:

1. Pursuant to the authority provided in ORS 294.433 through ORS 294.481, and ORS 294.900 through ORS 294.930, the supplemental budget for Fiscal Year 2024-25 is hereby adopted and appropriations are established as shown in Exhibit A, attached hereto and incorporated herein.

DATED this 26th day of September 2024.

WATER ENVIRONMENT SERVICES:

Chair

Recording Secretary

SUMMARY OF PROPOSED BUDGET CHANGES
Exhibit A
September 26, 2024

AMOUNTS SHOWN ARE REVISED TOTALS IN THOSE FUNDS BEING MODIFIED

Item								
1	Water Environment Services Debt Service Fund 635							
	Resources	Original	Change	Revised	Requirement	Original	Change	Revised
	Beginning Fund Balance	3,630,380	2,769,620	6,400,000	Debt Service	13,038,622	-	13,038,622
	Charges, Fees, Licenses, Permits, Fines, Assessments	170,000	-	170,000	Interfund Transfers	1,438,826	2,980,585	4,419,411
	All Other Revenue Resources	108,900	-	108,900	Reserve for Future Expenditure	2,359,999	-	2,359,999
	Interfund Transfers	12,928,167	210,965	13,139,132				
	Revised Total Fund Resources			19,818,032	Revised Total Fund Requirements			19,818,032
	Explanation of Change(s):	The Debt Service Fund is recognizing additional Beginning Fund Balance and Interfund Transfers in, and budgeting an increased Interfund Transfer out to the Sanitary Sewer Construction Fund.						
2	Water Environment Services Sanitary Sewer Construction Fund 639							
	Resources	Original	Change	Revised	Requirement	Original	Change	Revised
	Beginning Fund Balance	92,012,857	-	92,012,857	Capital Outlay	62,811,500	-	62,811,500
	Federal, State, Local, All Other Gifts & Donations	2,000,000	-	2,000,000	Contingency	15,702,875	-	15,702,875
	All Other Revenue Resources	2,760,400	-	2,760,400	Reserve for Future Expenditure	36,197,708	2,769,620	38,967,328
	Interfund Transfers	17,938,826	2,769,620	20,708,446				
	Revised Total Fund Resources			117,481,703	Revised Total Fund Requirements			117,481,703
	Explanation of Change(s):	The Sanitary Sewer Construction Fund is recognizing an increased Interfund Transfer from the Debt Service Fund, and increasing Reserve for Future Expenditure.						