



**PUBLIC NOTICE  
CITY OF GEARHART**

THE GEARHART CITY COUNCIL WILL HOLD A PUBLIC HEARING AND A BUDGET HEARING DURING THE CITY COUNCIL MEETING ON WEDNESDAY, JUNE 7, 2023 AT 7:00 PM. THE MEETING WILL BE HELD AT CITY HALL, 698 PACIFIC WAY, GEARHART, OREGON. ONLINE MEETING ACCESS IS ALSO AVAILABLE AND WILL BE POSTED ON THE AGENDA THE FRIDAY BEFORE THE MEETING. THE PUBLIC WILL HAVE AN OPPORTUNITY TO PROVIDE WRITTEN AND ORAL COMMENT AS PER THE CITY'S PUBLIC COMMUNICATION SECTION ON THE AGENDA. COPIES OF ANY RESOLUTIONS WILL BE AVAILABLE FOR PUBLIC INSPECTION ON THE CITY WEBSITE AND AT GEARHART CITY HALL AFTER JUNE 2, 2023.

- THE CITY COUNCIL WILL CONSIDER A RESOLUTION ELECTING TO RECEIVE STATE REVENUE SHARING FUNDS (ORS 221.770).
- THE CITY COUNCIL WILL DELIBERATE ADOPTION OF THE 2023-2024 BUDGET AND ROAD DISTRICT BUDGET AS APPROVED BY THE BUDGET COMMITTEE (ORS 294.453). THEY WILL CONSIDER RESOLUTIONS TO ADOPT, MAKE APPROPRIATIONS, IMPOSE TAXES, AND CATEGORIZE TAXES (ORS.294.456). THE OR LB-1, NOTICE OF BUDGET HEARING IS AVAILABLE FOR PUBLIC INSPECTION ON THE CITY WEBSITE, IN-PERSON AT GEARHART CITY HALL, AND IN THE ASTORIAN (SATURDAY, MAY 20). THE APPROVED BUDGET IS AVAILABLE ON THE WEBSITE.

CHAD SWEET  
CITY ADMINISTRATOR  
CITY OF GEARHART

## FORM LB-1

## NOTICE OF BUDGET HEARING

A public meeting of the Gearhart City Council will be held on June 7, 2023 at 7:00 pm in-person (698 Pacific Way, Gearhart, Oregon), virtually or telephonic. Online access information is posted on the City website calendar and meeting agenda. The purpose of this meeting is to discuss the budget for the City of Gearhart's fiscal year beginning July 1, 2023 as approved by the City of Gearhart Budget Committee. A summary of the budget is presented below. A copy of the budget may be inspected at 698 Pacific Way, Gearhart, Oregon between the hours of 8:00 am and 5:00 pm, or obtained online at [www.cityofgearhart.com](http://www.cityofgearhart.com). 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.

Contact: Justine N Hill

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## FINANCIAL SUMMARY - RESOURCES

TOTAL OF ALL FUNDS	Actual Amount 2021-2022	Adopted Budget This Year 2022-2023	Approved Budget Next Year 2023-2024
1. Beginning Fund Balance/Net Working Capital.....	\$ 2,678,566	\$ 3,470,810	\$ 3,285,647
2. Fees, Licenses, Permits, Fines, Assessments & Other Service Charges.....	\$ 2,477,055	\$ 2,610,325	\$ 2,659,834
3. Federal, State & all Other Grants, Gifts, Allocations & Donations.....	\$ 412,624	\$ 533,766	\$ 411,851
4. Revenue from Bonds & Other Debt .....	\$ 2,520,895	\$ -	\$ -
5. Interfund Transfers / Internal Service Reimbursements.....	\$ 255,000	\$ 329,000	\$ 401,706
6. All Other Resources Except Current Year Property Taxes.....	\$ 108,685	\$ 123,722	\$ 140,540
7. Current Year Property Taxes Estimated to be Received.....	\$ 1,460,252	\$ 1,202,450	\$ 1,281,868
8. <b>Total Resources</b> - add lines 1 through 7.....	<b>\$ 9,913,076</b>	<b>\$ 8,270,073</b>	<b>\$ 8,181,446</b>

## FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION

9. Personnel Services.....	\$ 1,399,143	\$ 1,825,442	\$ 2,063,189
10. Materials and Services.....	\$ 1,361,916	\$ 2,609,755	\$ 3,164,773
11. Capital Outlay .....	\$ 274,942	\$ 2,674,247	\$ 1,780,103
12. Debt Service.....	\$ 3,209,195	\$ 721,275	\$ 725,350
13. Interfund Transfers.....	\$ 255,000	\$ 329,000	\$ 401,706
14. Contingencies.....	\$ -	\$ -	\$ -
15. Special Payments.....	\$ -	\$ -	\$ -
16. Unappropriated Ending Balance and Reserved for Future Expenditure..	\$ 3,412,881	\$ 110,354	\$ 46,325.00
17. <b>Total Requirements</b> - add lines 9 through 16.....	<b>\$ 9,913,076</b>	<b>\$ 8,270,073</b>	<b>\$ 8,181,446</b>

## FINANCIAL SUMMARY - REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY ORGANIZATIONAL UNIT OR PROGRAM

Name of Organizational Unit or Program FTE for Unit or Program			
Name General Fund	\$ 2,775,562	\$ 2,897,005	\$ 2,992,179
FTE	7.85	8.85	8.28
Name Debt Service	\$ 3,449,135	\$ 821,844	\$ 763,825
FTE	0	0	0
Name Water Improvement Construction	\$ 3,955	\$ 4,000	\$ -
FTE	0	0	0
Name Water (Operating)	\$ 1,041,680	\$ 1,379,936	\$ 1,325,612
FTE	3.55	3.55	3.10
Name Building (Structural, Plumbing, Mechanical)	\$ -	\$ -	\$ 318,250
FTE	0	0	0.57
Name State Revenue Sharing	\$ 51,250	\$ 50,085	\$ 49,850
FTE	0	0	0
Name State Street	\$ 332,610	\$ 516,853	\$ 542,884
FTE	0.60	0.60	1.05
Name Water Reserve	\$ 1,405,336	\$ 1,582,500	\$ 1,305,000
FTE	0	0	0
Name Police Car Reserve	\$ 82,727	\$ 97,982	\$ 43,775
FTE	0	0	0
Name Fire Apparatus & Equipment Reserve	\$ 303,524	\$ 364,500	\$ 432,948
FTE	0	0	0
Name Hazardous Mitigation	\$ 117,356	\$ 149,350	\$ 154,098
FTE	0	0	0
Name Public Works Major Equipment Reserve	\$ 111,167	\$ 126,000	\$ 78,050
FTE	0	0	0
Name Building Reserve	\$ 238,776	\$ 280,018	\$ 174,975
FTE	0	0	0
<b>Total Requirements</b>	<b>\$ 9,913,076</b>	<b>\$ 8,270,073</b>	<b>\$ 8,181,446</b>
<b>Total FTE</b>	<b>12.00</b>	<b>13.00</b>	<b>13.00</b>

## STATEMENT OF CHANGES IN ACTIVITIES AND SOURCES OF FINANCING

Overall, the General Fund budget has an increase of 3.28%. Property Tax has been budgeted at a 3% increase with a reduction for discounts and other uncollectible amounts. The annual cost-of-living increase is 8.7%, which impacts all salaries and associated payroll costs. The employee handbook dictates that the salary schedule will be adjusted based on the current cost-of-living (COLA). The City uses the COLA rate established each January by the Social Security Administration. General Fund 10-11 Building Department will no longer be used, and transactions will now be in Special Fund 40 Building (Structural, Plumbing, Mechanical). There will be a substantial increase in the Public Employees Retirement System (PERS) employer contribution rates. Effective July 1, 2023, the City will see an increase in all three benefit programs. Tier One/Tier Two members will increase 4.56% to 25.10%; OPSRP General Service members will increase 5.31% to 18.22%; and OPSRP Police and Fire members will increase 5.74% to 23.01%. This increase will be in effect for the upcoming biennium. There is no change in full-time equivalency (FTE); however, there is a redistribution between funds for the three public works positions and a Fund change for the building position. Because it is projected that the Water (Operating) Fund is on a financially unsustainable course, a transfer of up to \$341,705.54 from the Water Reserve Fund has been added to provide a supplemental revenue source. There have been no appropriations for the Water Improvement Construction Fund. The only transfer in the General Fund is for up to \$60,000 to the Fire Apparatus and Equipment Reserve Fund. American Rescue Plan expenditures have also been allocated in the General Fund and Water Reserve Fund.

## PROPERTY TAX LEVIES

	Rate or Amount Imposed 2021-2022	Rate or Amount Imposed This Year 2022-2023	Rate or Amount Approved Next Year 2023-2024
Permanent Rate Levy City (rate limit \$1.0053 per \$1,000)	\$ 1.0053	\$ 1.0053	\$ 1.0053
Local Option Levy	\$ -	\$ -	\$ -
Levy For General Obligation Bonds	\$ 913,939	\$ 621,119	\$ 686,000

## STATEMENT OF INDEBTEDNESS

Long Term Debt	Estimated Debt Outstanding on July 1	Estimated Debt Authorized, but not Incurred on July 1
General Obligation Bonds	\$ 2,845,000.00	\$ -
Other Bonds	\$ -	\$ -
Other Borrowings	\$ -	\$ -
<b>Total</b>	<b>\$ 2,845,000.00</b>	<b>\$ -</b>

## FORM LB-1

## NOTICE OF BUDGET HEARING

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## FINANCIAL SUMMARY - RESOURCES

TOTAL OF ALL FUNDS	Actual Amount 2021-2022	Adopted Budget This Year 2022-2023	Approved Budget Next Year 2023-2024
1. Beginning Fund Balance/Net Working Capital.....	\$ 202,961	\$ 173,652	\$ 235,000
2. Fees, Licenses, Permits, Fines, Assessments & Other Service Charges.....	\$ -	\$ -	\$ -
3. Federal, State & all Other Grants, Gifts, Allocations & Donations.....	\$ 12,696	\$ 12,304	\$ -
4. Revenue from Bonds & Other Debt .....	\$ -	\$ -	\$ -
5. Interfund Transfers / Internal Service Reimbursements .....	\$ -	\$ -	\$ -
6. All Other Resources Except Current Year Property Taxes.....	\$ 2,295	\$ 3,450	\$ 5,350
7. Current Year Property Taxes Estimated to be Received .....	\$ 36,333	\$ 38,000	\$ 39,818
8. <b>Total Resources</b> - add lines 1 through 7.....	<b>\$ 254,285</b>	<b>\$ 227,406</b>	<b>\$ 280,168</b>

## FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION

9. Personnel Services.....	\$ -	\$ -	\$ -
10. Materials and Services.....	\$ 554	\$ 75,990	\$ 75,600
11. Capital Outlay .....	\$ 73,650	\$ 151,416	\$ 204,568
12. Debt Service .....	\$ -	\$ -	\$ -
13. Interfund Transfers .....	\$ -	\$ -	\$ -
14. Contingencies .....	\$ -	\$ -	\$ -
15. Special Payments.....	\$ -	\$ -	\$ -
16. Unappropriated Ending Balance and Reserved for Future Expenditure.....	\$ 180,080	\$ -	\$ -
17. <b>Total Requirements</b> - add lines 9 through 16.....	<b>\$ 254,285</b>	<b>\$ 227,406</b>	<b>\$ 280,168</b>

## FINANCIAL SUMMARY - REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY ORGANIZATIONAL UNIT OR PROGRAM

Name of Organizational Unit or Program FTE for Unit or Program			
Name Gearhart Road District .....	\$ 254,285	\$ 227,406	\$ 280,168
FTE .....	0	0	0
<b>Total Requirements</b> .....	<b>\$ 254,285</b>	<b>\$ 227,406</b>	<b>\$ 280,168</b>
<b>Total FTE</b> .....	<b>0</b>	<b>0</b>	<b>0</b>

## STATEMENT OF CHANGES IN ACTIVITIES AND SOURCES OF FINANCING

There are no anticipated changes in activities and sources of financing. American Rescue Plan expenditures have been allocated.

## PROPERTY TAX LEVIES

	Rate or Amount Imposed 2021-2022	Rate or Amount Imposed This Year 2022-2023	Rate or Amount Approved Next Year 2023-2024
Permanent Rate Levy Gearhart Road (rate limit .0602 per \$1,000)	\$ 0.0602	\$ 0.0602	\$ 0.0602
Local Option Levy .....	\$ -	\$ -	\$ -
Levy For General Obligation Bonds .....	\$ -	\$ -	\$ -

## STATEMENT OF INDEBTEDNESS

Long Term Debt	Estimated Debt Outstanding on July 1	Estimated Debt Authorized, but not Incurred on July 1
General Obligation Bonds	\$ -	\$ -
Other Bonds	\$ -	\$ -
Other Borrowings	\$ -	\$ -
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>