

FORM LB-1

AB 1298 NOTICE OF BUDGET HEARING

A public meeting of the GearhartCity Council will be held on June4, 2025 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 Cityof Gearhart’s fiscal year beginning July 1, 2025 as approved by the Cityof 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 onlineat www.cityofgearhart.com. This budget is for anannual budget period. This budget was prepared on a basis of accounting that is the same as the preceding year.

FINANCIAL SUMMARY - RESOURCES

Contact: Justine N Hill

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TOTAL OF ALL FUNDS

Actual Amount

Adopted Budget

Approved Budget

2023-2024

This Year 2024-2025

Next Year 2025-2026

1. Beginning Fund Balance/Net Working Capital.....

\$

3,416,840

\$

3,142,500

\$

2,591,250

2. Fees, Licenses, Permits, Fines, Assessments & Other Service Charges...

\$

2,544,715

\$

3,027,876

\$

2,972,935

3. Federal, State & all Other Grants, Gifts, Allocations & Donations.....

\$

307,903

\$

340,351

\$

483,526

4. Revenue from Bonds & Other Debt (Interfund Loan).....

\$

-

\$

-

\$

300,000

5. Interfund Transfers / Internal Service Reimbursements.....

\$

200,000

\$

381,600

\$

365,000

6. All Other Resources Except Current Year Property Taxes.....

\$

269,406

\$

293,013

\$

273,125

7. Current Year Property Taxes Estimated to be Received.....

\$

1,305,757

\$

1,337,126

\$

963,000

8. Total Resources - add lines 1 through 7.....

\$

8,044,620

\$

8,522,466

\$

7,948,836

FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION

9. Personnel Services.....

\$

1,784,272

\$

2,253,431

\$

2,416,699

10. Materials and Services.....

\$

1,720,122

\$

2,877,453

\$

2,707,814

11. Capital Outlay.....

\$

82,056

\$

2,113,930

\$

1,593,194

12. Debt Service.....

\$

725,348

\$

721,950

\$

592,850

13. Interfund Transfers.....

\$

200,000

\$

356,600

\$

365,000

14. Contingencies.....

\$

-

\$

-

\$

-

15. Special Payments.....

\$

-

\$

-

\$

-

16. Unappropriated Ending Balance and Reserved for Future Expenditure..

\$

3,532,822.73

\$

199,102.00

\$

273,279.70

17. Total Requirements - add lines 9 through 16.....

\$

8,044,620

\$

8,522,466

\$

7,948,836

FINANCIAL SUMMARY - REQUIREMENTS AND FULL-TIMEEMPLOYEES (FTE) BY ORGANIZATIONAL UNIT OR PROGRAM

Name of Organizational Unit or Program

FTE for Unit or Program

Name General Fund

\$

2,888,613

\$

2,993,327

\$

3,036,160

FTE

8.40

8.40

8.40

Name Debt Service

\$

812,656

\$

748,375

\$

315,675

FTE

0

0

0

Name Water (Operating)

\$

1,284,231

\$

1,587,500

\$

1,605,160

FTE

3.10

3.10

3.10

Name Building (Structural, Plumbing, Mechanical)

\$

282,620

\$

293,099

\$

292,750

FTE

0.45

0.45

0.45

Name State Revenue Sharing

\$

54,235

\$

53,210

\$

32,701

FTE

0

0

0

Name Bench Program

\$

-

\$

128,800

\$

129,700

FTE

0

0

0

Name State Street

\$

421,113

\$

362,800

\$

434,000

FTE

1.05

1.05

1.05

Name Water Reserve

\$

1,328,591

\$

1,278,500

\$

1,415,000

FTE

0

0

0

Name Police Car Reserve

\$

45,517

\$

38,785

\$

38,545

FTE

0

0

0

Name Fire Apparatus & Equipment Reserve

\$

449,699

\$

478,750

\$

361,250

FTE

0

0

0

Name Hazardous Mitigation

\$

108,072

\$

158,625

\$

135,500

FTE

0

0

0

Name Public Works Major Equipment Reserve

\$

80,630

\$

89,195

\$

44,400

FTE

0

0

0

Name Building Reserve

\$

288,643

\$

311,500

\$

107,995

FTE

0

0

0

Total Requirements

\$

8,044,620

\$

8,522,466

\$

7,948,836

Total FTE

13.00

13.00

13.00

STATEMENT OF CHANGES IN ACTIVITIES AND SOURCES OF FINANCING

Gearhart continues to have stable revenue sources, but they are being outpaced by increasing operating costs. Three significant points with the General Fund resources are the decreased beginning fund balance; potential refund credits (PRC) announced by the Clatsop County Assessor’s office; and an interfund loan of \$300,000. The City will be seeing a significant decrease in the Debt Service Fund. The final payment on one of the water treatment general obligation bonds ended in March 2025, which leaves only one series of bond payments. The Water (Operating) Fund is starting to gain financial stability. This budget has been prepared with a 5.37% increase on the base water rates (effective July 21, 2025). Gearhart’s Building Fund will need to be monitored, and a \$10,000 General Fund transfer has been appropriated to allow the City to provide a financial safety net. There were allocation change in the State Revenue Sharing Fund. There was emphasis on reallocating services that provided non-essential community amenities (e.g., dog disposal waste bags; centrally located access to a public port-a-potty) while still providing allocations for community grant awards and continuing to support the City’s reserve funds. The three transfers approved from the State Revenue Sharing Fund are Police Car Reserve, Fire Apparatus/Equipment Reserve, and the Building Reserve. There is no official determination whether or not the Council will proceed with a general obligation bond measure asking the voters if they support a new Public Safety Building. There has been allocations placed in the Building Reserve, Public Safety Facility Project, to allow for any follow-up, data gathering expenses.

PROPERTY TAX LEVIES

Rate or Amount Imposed

Rate or Amount Imposed

Rate or Amount Approved

2023-2024

This Year 2024-2025

Next Year 2025-2026

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

\$

686,000

\$

684,800

\$

305,116

STATEMENT OF INDEBTEDNESS

Long Term Debt

Estimated Debt Outstanding on July 1

Estimated Debt Authorized, but not Incurred on July 1

General Obligation Bonds

\$

1,575,000.00

-

Other Bonds

\$

-

-

Other Borrowings

\$

-

-

Total

\$

1,575,000.00

-

Published: May 24, 2025.

A public meeting of the Gearhart City Council will be held on June 4, 2025 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 Gearhart Road District fiscal year beginning July 1, 2025 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.

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FINANCIAL SUMMARY - RESOURCES

TOTAL OF ALL FUNDS	Actual Amount		Adopted Budget		Approved Budget	
	2023-2024		This Year 2024-2025		Next Year 2025-2026	
1. Beginning Fund Balance/Net Working Capital.....	\$	236,845	\$	285,020	\$	307,655
2. Fees, Licenses, Permits, Fines, Assessments & Other Service Charges..	\$	-	\$	-		-
3. Federal, State & all Other Grants, Gifts, Allocations & Donations.....	\$	-	\$	-		-
4. Revenue from Bonds & Other Debt .....	\$	-	\$	-		-
5. Interfund Transfers / Internal Service Reimbursements.....	\$	-	\$	-	\$	-
6. All Other Resources Except Current Year Property Taxes.....	\$	13,909	\$	6,360	\$	4,385
7. Current Year Property Taxes Estimated to be Received.....	\$	39,738	\$	41,275	\$	43,000
8. <b>Total Resources</b> - add lines 1 through 7.....	\$	<b>290,492</b>	\$	<b>332,655</b>	\$	<b>355,040</b>

FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION

9. Personnel Services.....	\$	-	\$	-	\$	-
10. Materials and Services.....	\$	569	\$	950	\$	56,900
11. Capital Outlay.....	\$	-	\$	306,705	\$	298,140
12. Debt Service.....	\$	-	\$	-	\$	-
13. Interfund Transfers.....	\$	-	\$	25,000	\$	-
14. Contingencies.....	\$	-	\$	-	\$	-
15. Special Payments.....	\$	-	\$	-	\$	-
16. Unappropriated Ending Balance and Reserved for Future Expenditure..	\$	289,923	\$	-	\$	-
17. <b>Total Requirements</b> - add lines 9 through 16.....	\$	<b>290,492</b>	\$	<b>332,655</b>	\$	<b>355,040</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	\$	290,492	\$	332,655	\$ 355,040
FTE		0		0	0
<b>Total Requirements</b>	\$	<b>290,492</b>	\$	<b>332,655</b>	\$ <b>355,040</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.

PROPERTY TAX LEVIES

	Rate or Amount Imposed		Rate or Amount Imposed		Rate or Amount Approved	
	2023-2024		This Year 2024-2025		Next Year 2025-2026	
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		Estimated Debt Authorized, but	
	on July 1		not Incurred on July 1	
General Obligation Bonds	\$	-	\$	-
Other Bonds	\$	-	\$	-
Other Borrowings	\$	-	\$	-
<b>Total</b>	\$	-	\$	-