

THIRD QUARTERLY OPERATING REPORT FISCAL YEAR 2009-2010

EXECUTIVE SUMMARY

May 19, 2010

The Quarterly Operating Report is produced within 45 days of the close of each fiscal quarter, published on the City's web site, and shared with the City Council's Administrative Services Committee to provide citizens, the Budget Commission and City Council with information about the City's financial performance for the quarter.

This Executive Summary provides highlights of the City's financials, and includes, as an appendix, a reader's guide to some of the terminology used throughout the report. The remainder of the report covers:

- The revenue and expenditure performance for each of the operating funds in an income statement format that includes operating and non-operating revenues, expenditures and total fund activities. The first income statement presented in that section shows results year-to-date for all property tax funds combined.
- Departmental information including updated performance measures for the quarter as well as accomplishments and pending work plan items. This section also includes a report on vacancies;
- Capital Improvement Program (CIP) status report on the various projects underway year-to-date; and
- An update on City Council Values and Goals.

The FY 09-10 budget was prepared and adopted during a time of national economic recession. High unemployment, declining property values, and slowed development were all taken into account when preparing the budget, and a number of revenue estimates were reduced from historical high levels to better reflect expected financial performance. At the same time, demand for many City services has never been higher, and federal stimulus dollars granted to the City, primarily for street projects, increased the expenditure budget.

At the end of the third quarter, state economic analysts are now referring to the downturn in the economy as the "Great Recession". Although things are seemingly starting to get better, there is still much room for improvement. It is currently being debated whether the stabilizing housing prices and sales are linked to the economy actually recovering or specifically a result of the federal homebuyer incentive. Unemployment continues to be dismal, but is expected to turn around beginning in the fourth quarter with even stronger growth in 2011. Federal economic stimulus continues to benefit the City in FY 09-10 through the third quarter, as the City has completed the design of an additional round of street grind and inlay projects and completed four housing rehabilitation projects using Community Development Block Grants. These projects have been funded by the American Recovery and Reinvestment Act (ARRA) grants from the federal government.

Overall, the City's financial performance through the third quarter of the fiscal year generally has been as expected. Revenue and expenditure patterns for the most part are slightly above or close to historical patterns. The continued downturn in residential housing's impact on development revenues has been partially offset by construction at Good Samaritan Regional Medical Center and OSU; these revenues thus far in the year have been adequate to maintain the Development Services Fund in a positive position and should continue through fiscal year end. In some cases, the percentage of revenues received compared to budget may belie what remains relatively poor revenue performance, due to reduced revenue estimates. This is particularly true for development related revenues such as Systems Development Charges and construction plan review and permit fees (i.e., the Development Services Fund reports some revenues at over 100% of estimates, but the estimate is 22% lower than historical trends would have indicated the revenue should have been). It also holds true for some charge for service or fee related revenues such as park and recreation activities and parking fines, where numbers may be revised down due to the economy, but appear to be performing better because they are exceeding estimated amounts.

Expenditures are in line with last year's spending patterns through the third quarter of the fiscal year. Departments are actively controlling expenditures for the rest of FY09-10 to endeavor to attain an adequate fund balance by the end of the year.

The following table compares year-to-date actuals with budget for all funds in both FY 09-10 and FY 08-09:

REVENUE	AMENDED BUDGET	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	AMENDED BUDGET	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$40,494,356					
Property Taxes	\$20,961,130	\$19,374,678	92.43%	\$20,509,610	\$19,057,414	92.92%
Other Tax	1,194,350	677,793	56.75%	1,220,930	720,875	59.04%
Licenses/Permits	6,886,740	4,961,426	72.04%	7,343,480	4,552,634	62.00%
Charges for Service	38,215,330	29,017,769	75.93%	39,544,320	27,243,360	68.89%
Intergovernmental	17,045,695	7,462,396	43.78%	15,191,128	6,066,484	39.93%
Fines/Forfeitures	1,413,310	727,629	51.48%	1,253,270	813,660	64.92%
Miscellaneous	2,997,033	1,996,356	66.61%	4,088,410	1,703,767	41.67%
Other Financing Sources/Transfers in	13,880,335	5,415,392	39.01%	22,909,455	6,450,340	28.16%
TOTAL CURRENT REVENUE	\$102,593,923	69,633,439	67.87%	\$112,060,603	\$66,608,534	59.44%
EXPENDITURE BY DEPARTMENT						
City Manager's Office	\$3,086,770	\$2,277,510	73.78%	\$3,147,160	\$2,302,599	73.16%
Community Development	7,553,710	3,349,283	44.34%	7,633,040	3,960,952	51.89%
Finance	4,913,490	3,551,761	72.29%	4,814,640	3,403,093	70.68%
Fire	11,524,260	8,605,203	74.67%	10,710,204	7,267,839	67.86%
Library	6,473,870	4,594,225	70.97%	6,193,510	4,532,889	73.19%
Park & Recreation	6,023,513	4,213,028	69.94%	5,695,870	4,067,342	71.41%
Police	12,494,671	9,213,063	73.74%	11,438,027	8,527,428	74.55%
Public Works	31,047,784	18,730,000	60.33%	27,688,137	15,928,224	57.53%
Non-Departmental	1,824,820	1,450,039	79.46%	1,865,450	1,109,063	59.45%
TOTAL OPERATING EXPENDITURES	\$84,942,888	\$55,984,112	65.91%	\$79,186,038	\$51,099,429	64.53%
Debt Service	\$7,214,200	\$4,703,395	65.20%	\$7,443,110	\$4,718,768	63.40%
Capital Projects	11,866,610	2,557,726	21.55%	10,902,090	4,033,387	37.00%
Transfers Out / Other Financing Uses	13,582,235	5,404,044	39.79%	22,964,415	6,447,165	28.07%
Contingencies/Reserves	1,610,740	0	0.00%	1,485,600	0	0.00%
TOTAL ALL EXPENDITURES	\$119,216,673	\$68,649,277	57.58%	\$121,981,253	\$66,298,749	54.35%
CURRENT REVENUES LESS TOTAL EXPENDITURES	(\$16,622,750)	\$984,162		(\$9,920,650)	\$309,785	

Year-to-date operating revenues of \$64,218,048 are at 72.39% of the Amended Operating Revenue Budget of \$88,713,588. Non-operating revenues comprised primarily of transfers totaled \$5,415,392 or 39.01% of the \$13,880,335 Amended Non-Operating Budget. The Amended Budget reflects the adopted budget, plus any amendments approved by the City Council via resolution during the course of the fiscal year. Through the third quarter of FY 09-10, the following amendments to the budget were approved:

Date	Amendment Type	Resource	Fund	Department	Net Expenditure Impact
7/06/09	Res - Grant	USDAF Grant	Water Timber	Public Works	\$ 33,600
8/17/09	Res - Grant	DOJ Byrne Grant	General	Police	80,052
9/21/09	Res - Grant	DOJ Byrne Grant	General	Police	6,800
9/21/09	Res - Grant	DOJ Byrne Grant	General	Police	14,681
10/05/09	Res - Grant	DOJ Byrne Grant	General	Police	77,778
10/05/09	Res - Grant	DOE EECBG Grant	General	Public Works	391,600
11/02/09	Res - Grant	Oregon Department of Agriculture	Water Timber	Public Works	8,030
12/21/09	Res - Donation	Thompson Estate	Parks & Rec.	Parks & Rec.	20,000
1/04/10	Res - Grant	Oregon State Library	Library	Library	100,000
2/01/10	Res - Grant	Senior Center Foundation	Parks & Rec.	Parks & Rec.	11,423
2/01/10	Res - Grant	Kiwanis Foundation	Parks & Rec.	Parks & Rec.	300
2/01/10	Res - Grant	OSU Folk Club	Parks & Rec.	Parks & Rec.	500
3/01/10	Res - Grant	FHWA Grant	Street	Public Works	243,214
3/01/10	Res - Grant	Coast Range Stimulus Fund	Water Timber	Public Works	48,550
3/01/10	Res - Grant	Coast Range Stimulus Fund	Water Timber	Public Works	5,580
3/01/10	Res - Grant	Coast Range Stimulus Fund	Water Timber	Public Works	4,490
Total Increase:					\$ 1,046,598

Significant revenue highlights include:

- **Property taxes** totaled \$19,374,678 through the third quarter which equals 92.43% of the budgeted property tax revenue. The majority of property taxes for the fiscal year are typically collected in the second quarter, so this collection percentage is consistent with prior years'. The City has been notified by the Benton County Assessor's Office that assessed value had grown only 2.1% in 2009 which will result in around \$45,000 less in property tax revenue than the budget had anticipated. In addition, Benton County Finance is withholding 1% or approximately \$188,750 in property taxes pending a tax court decision on Hewlett-Packard's appeal of its 2008 value; while part of this appeal has been resolved resulting in minor reductions, a decision on the rest of the appeal remains pending. Combined, this is expected to result in \$233,750 less in property tax revenue to the City in FY 09-10 than the budget anticipated.
- **Other Taxes** are collected from hotels in the form of room taxes and totaled \$677,793 or 56.75% of budget year-to-date. Transient room taxes are below budget again in FY 09-10, and less than in the prior year, primarily due to economic conditions leading to reduced travel and resultant fewer room stays.
- **Licenses, Fees and Permits** totaled \$4,961,426 which represents 72.04% of the amended budget and is a higher amount than collected over the same period in FY 08-09. While year-to-date franchise fee and transportation maintenance fee collections are lower than the prior year, this is offset by higher than expected Development Service permit fees for several large projects at OSU and Good Samaritan Hospital.
- **Charges for Services** were \$29,017,769 which represents 75.93% of the amended budget. These revenues are generally on target with budget and higher than last year at this time, despite a continued slow economy and virtually no residential development.
- **Intergovernmental** revenues are below target year-to-date but greater than last year's actuals at \$7,462,396 or 43.78%. The receipt of grant monies tends to be volatile and highly dependent on timing of related expenditures. It should be noted that approximately \$2.2 million in FY 08-09 amendments for American Recovery and Reinvestment Act (ARRA) stimulus funding was carried over to FY 09-10, and a portion of same will in turn be carried over to FY 10-11, which attributes to the below target results in both years above.
- **Interest earnings** totaled \$222,510 at the end of the third quarter, which represents 24.93% of the budgeted interest and, as with last quarter, is only 29% of the amount received year-to-date in FY 08-09. The reduced receipts level is attributed to the significant and continued decline of interest rates as well as lower cash balances upon which interest is earned.

Operating expenditures for all funds totaled \$55,984,112 or 65.91% of the Amended Operating Expenditure Budget. Non-operating expenditures, which include capital projects, transfers, debt service, and contingency, totaled \$12,665,165 or 36.95% of the \$34,273,785 Amended Non-Operating Budget. In total, expenditures for the first half of the fiscal year were \$68,649,277 or 57.58% of the \$119,216,673 budgeted compared to 54.35% at the same time last year. Total expenditures are in line with total revenues year-to-date, given the receipt of property taxes. A breakdown of departmental expenditures by category is provided below:

OPERATING EXPENDITURES BY DEPARTMENT

DEPARTMENT	AMENDED BUDGET	PERSONAL SERVICES	SUPPLIES & SERVICES	CAPITAL OUTLAY	TOTAL EXPENDITURES	% OF AMENDED BUDGET
<i>Total Budget by Category</i>		\$43,170,703	\$37,819,435	\$3,952,750	\$84,942,888	
City Manager's Office	\$3,086,770	\$919,678	\$1,342,367	\$15,465	\$2,277,510	73.78%
Community Development	7,553,710	2,384,532	964,751	0	3,349,283	44.34%
Finance	4,913,490	2,533,386	1,018,375	0	3,551,761	72.29%
Fire	11,524,260	6,009,235	1,510,538	1,085,430	8,605,203	74.67%
Library	6,473,870	2,833,710	1,654,363	106,152	4,594,225	70.97%
Parks & Recreation	6,023,513	2,765,764	1,427,874	19,390	4,213,028	69.94%
Police	12,494,671	6,600,433	2,403,492	209,139	9,213,063	73.74%
Public Works	31,047,784	7,791,546	10,241,606	696,848	18,730,000	60.33%
Non Department	1,824,820	0	1,450,039	0	1,450,039	79.46%
TOTAL	\$84,942,888	\$31,838,283	\$22,013,405	\$2,132,424	\$55,984,112	65.91%
Percent of Budget		73.75%	58.21%	53.95%	65.91%	

Significant expenditure highlights include:

- **Personal services** totaled \$31,838,283 or 73.75% of the amended budget of \$43,170,703 and is in line with the percent of budget spent in FY 08-09, though more than \$1,800,000 higher due to cost of living and associated benefit increases, and position reclassifications, offset by a lower PERS rate.

- **Supplies and Services** totaled \$22,013,405 or 58.21% of the amended budget of \$37,819,435 . The dollars spent in FY 09-10 are 9% higher than the amount spent in the same period in FY 08-09 due primarily to ARRA grant spending on grind and inlay projects in the Public Works department in the Street Fund.
- **Capital Outlay** totaled \$2,132,424 or 53.95% of the amended budget of \$3,952,750 . The dollars spent in FY 09-10 are approximately \$584,000 more than in the same period in FY 08-09 due to the third quarter payments for the balance of the Fire Department ambulance and fire engine. Capital purchases do not tend to follow a regular pattern other than to typically weight toward the end of the fiscal year to provide flexibility that sufficient budget remains for the acquisition.

NON OPERATING EXPENDITURES

- **Capital projects** totaled \$2,557,726 or 21.55% of the amended budget of \$11,866,610. Capital projects expenditures tend to fluctuate year-over-year, but are often in this range through the third quarter of the fiscal year due to design and contract award work being less expensive than actual construction that follows later in the year. In addition there are always projects that are either carried forward into following years or simply don't come to fruition. For FY 09-10, several of the capital project staff members have been working on ARRA funded projects, rather than capital projects, to ensure these federal dollars are spent within the time limits allowed. See the Capital Improvement Program section for more information on the status of capital projects.
- **Debt service** payments totaled \$4,703,395 or 65.20% of the amended budget of \$7,214,200. Year-to-date spending is very close to the same period in FY 08-09. Last year's refunding of two of the City's three outstanding General Obligation (GO) Bonds will result in annual debt service of approximately \$230,000 less than last year's total payments and approximately \$320,000 in savings over the previously projected FY 09-10 payments before the refunding. However, this effect is currently offset in the first three quarters of the year by the increase due to the balloon amortization structure of the pension obligation bonds and the timing year-to-date of revenue-supported bond payments. The savings will be more obvious in the fourth quarter.
- **Transfers and Other Financial Uses** totaled \$5,404,044 or 39.79% of the amended budget of \$13,582,235. The majority of the transfers are related to capital projects. See the Capital Improvement Program section for information on the status of capital projects.

As always, if you have questions or concerns about the information in this report, please do not hesitate to contact me at (541) 766-6990 or via e-mail at nancy.brewer@ci.corvallis.or.us.

Nancy Brewer
Finance Director

READER'S GUIDE TO QUARTERLY OPERATING REPORT – TERMINOLOGY APPENDIX

REVENUES

Below are listed the various revenue categories, the major elements in those revenue types, and the funds which have the revenue type as a major revenue source:

Property Tax Revenues - Property taxes provide approximately half of the operating revenue for programs in the property tax supported funds and all of the revenue for general obligation debt. Property taxes are found in the General, Parks and Recreation, Fire and Rescue, Transit, Library and General Obligation Debt Service Funds. The majority of the property tax revenues are received in the second quarter.

Other Taxes - Transient Room Taxes are taxes on hotel and motel occupancy and reflect their usage rate. The City currently levies a room tax of 9% of the room costs on all transient lodging in the City limits. These revenues tend to be somewhat seasonal and subject to volatility depending on economic conditions.

License, Fees & Permits - Franchise Fees provide approximately 35% of the operating revenue in the General Fund. In addition to right-of-way fees charged to local utility companies, franchise fees are also assessed against and paid for by the City's water, wastewater, and storm water utilities. Revenues for park use permits, sound and camping permits are received in the Parks & Recreation Fund, and tend to be seasonal in nature. Building permit revenue is recorded in the Development Services Fund. Parking lot space fees and residential parking permits are received in the Parking Fund while transportation maintenance fees and right of way permits are received in the Street Fund.

Charges for Services - General Fund charges include development review charges and rental charges for City owned buildings. The Parks and Recreation Fund generates revenue from recreation programs and System Development Charges (SDC's). Charges for Police and Fire 911 services are received in the 911 Emergency Fund. Water, sewer and drainage user fees and SDC's are received in the Water, Wastewater, and Storm Water Funds. The Airport Fund receives revenues for hangar rentals, fuel sales, and seed crops. The Internal Service Funds (Technology and Communications, Administrative Services, Fleet, Facility Maintenance, and Risk Management) receive payments for services provided to other city departments.

Intergovernmental - State sharing revenues include cigarette, liquor, 911 and highway taxes and currently make up approximately 23.90% of amended budget intergovernmental revenues. Benton County Intergovernmental funds for Library support make up approximately 13.67% of intergovernmental revenues and are primarily received in the second quarter since they are tied to property tax turnovers. Projected grant revenue makes up nearly 59.39% of the intergovernmental revenue amended budget. The receipt of grant monies tends to be volatile and highly dependent on timing of related expenditures. The remaining 3.04% of budget is for other revenue items such as 911 system cost share from other government agencies.

Fines and Forfeitures - Revenues include fines imposed through Municipal Court for traffic and parking violations, library fines and violations of the Uniform Fire Code. Revenues are also derived from property damage restitution payments, asset seizures and forfeitures through court action. Fines and forfeitures are mainly found in the following funds: General, Parking and Library.

Miscellaneous Revenues - Miscellaneous revenues include donations, housing and assessment loan repayment proceeds, business energy tax credits (BETC) for transit, gifts/contributions, insurance proceeds, bad debts recovered and investment interest revenues. Interest revenues represent approximately 30% of the total miscellaneous revenue budget, which is a much smaller amount than in prior years.

Other Financing Sources - Other Financing Sources consist mainly of "interfund" and "intrafund" transfers that are primarily for capital construction projects and debt service requirements. The Capital Improvement Program section presents information by project and addresses related transfers.

EXPENDITURES

Expenditures are identified in the income statements by Department, and in the Department Summary section of the QOR each department's operating expenditure budget is broken down by the classification of expenditure. Included in each classification are:

Personal Services - Includes wage and benefit amounts paid to both permanent and temporary City employees, including personnel substituting for those in permanent positions.

Supplies & Services - Includes amounts paid for supplies used in operations and services rendered by organizations or personnel not on the City's payroll, including repair and maintenance-related services, professional contractual services and utilities.

Capital Outlay - Most capital outlay purchases consist of machinery, equipment and vehicles over \$5,000. Expenditures in this category are typically lower in the first part of the year based on cash flow management and the time it takes between order and delivery for large vehicles. Much of the City's fleet and equipment are on replacement schedules and are purchased using management reserves established to smooth out potential spikes from these more sporadic large dollar purchases.

Expenditures in the non-operating budget are identified in the income statements, and are summarized as follows:

Capital Projects - Capital Projects occur in the Capital Construction, Water Construction, Wastewater Construction, Storm Water Construction and Airport Construction Funds. The Capital Improvement Program Section presents an analysis by project and information on year-to-date expenditures.

Debt Service - Budgeted debt service payments of \$1,678,270 are supported by specific property tax levies. Debt service incurred in support of enterprise operations (Water, Wastewater, Storm Water and Airport) totals \$3,353,670 and is paid from revenues derived from charges for services within each fund. Pension obligation bond annual debt service of \$2,182,260 is primarily funded by current revenue proportionate to each City Fund's respective PERS liability.

Transfers/Other Financing Uses - Transfers represent Intra-fund and Inter-fund transfers for capital projects and debt service contributions. These can fluctuate depending on the progress of construction projects or timing of debt issuance.

The income statements which follow in the next section of the report are presented for each operating fund within the City. To assist readers in their analysis, an explanation of the format is included:

COLUMNS

DESCRIPTION

Amended Budget	This represents the Adopted Budget plus any changes in appropriations that have occurred since the budget was adopted. Changes include increased appropriations due to City Council adoption of Resolutions that: 1) accept and appropriate grants or donations which were unanticipated at the time the budget was adopted, 2) transfer appropriations between categories of expenditures (i.e., change of spending priorities), or 3) create a supplemental budget action.
X Qtr FY YY-ZZ	Revenues which have been received and expenditures which have been completed during the identified quarter of the identified fiscal year.
Unaudited Y-T-D FY YY-ZZ	This is the total revenue or expenditure accumulated year-to-date which includes the current quarter and all prior quarters.
FY YY-ZZ % Rec/Expend	This represents the percent of the amended budget which has been either received or expended year-to-date. Unless otherwise noted, the revenue/expenditure patterns are what staff anticipated when the budget was developed. Some revenue and expenditure patterns are expected to be relatively regular, with similar amounts received/expended each month during the fiscal year (i.e., utility fund charges for service revenue and salary and benefits expenses). However, other revenue and expenditure patterns are expected to be irregular (i.e., property tax revenue for which the majority is received in mid-November, seasonal Parks expenses, large capital purchases, debt service payments).
Prior Year Columns	The prior year quarter-to-date, year-to-date, and percent received/expended information is included to give a comparison of the revenue/expenditure patterns in the current year. For example, at the end of the first quarter the General Fund may show .10% of the projected property tax revenue received. By comparing the current quarter to the prior year's first quarter which showed .12% received, the reader is able to see that there is nothing unusual about the low figure.

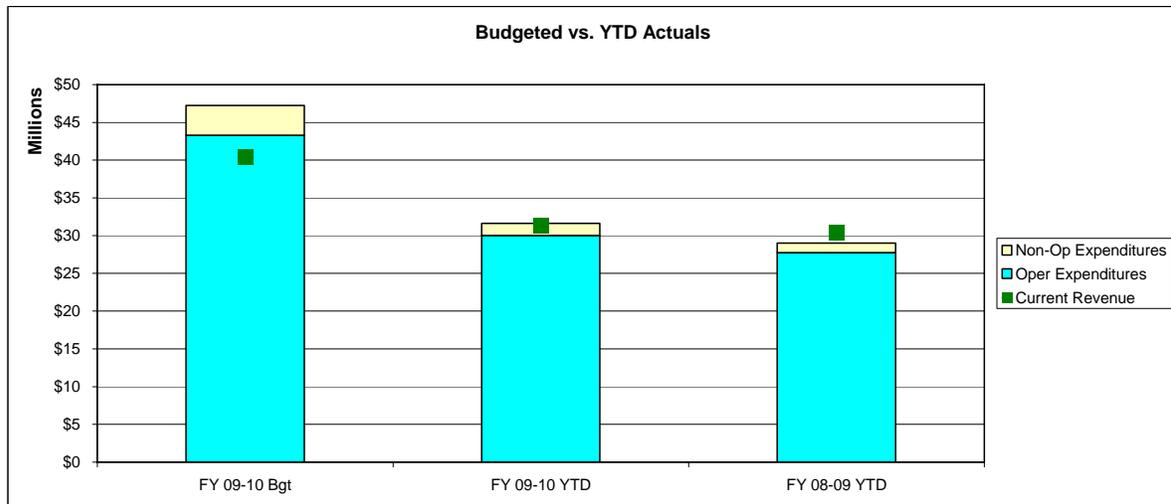
ROWS

Beginning Fund Balance	This figure reflects what the adopted budget anticipated the beginning balance would be within this fund.
Revenues	Revenues are reported by classification which matches how they are reported in both the Budget and the Comprehensive Annual Financial Report.
Expenditures	Expenditures are reported by department which matches the level of appropriation.
Current Revenue less Total Expenses	This calculation subtracts the current year expenditures from the current year revenue. In the Amended Budget column, if this number is negative it represents a planned "draw down" of the fund balance. If the Amended Budget column shows a positive number it represents a planned addition to fund balance. For any given quarter, if the year-to-date revenue less expenses number is more positive than the budgeted number then the fund is in better fiscal position than planned.

PROPERTY TAX FUNDS COMBINED*

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$7,707,731						
Property Taxes	\$19,027,670	\$1,087,831	\$17,622,656	92.62%	\$1,211,698	\$17,267,909	93.12%
Other Tax	1,194,350	189,732	677,793	56.75%	184,268	720,875	59.04%
Licenses/Permits	5,588,140	1,512,249	3,508,060	62.78%	1,558,177	3,656,388	65.49%
Charges for Service	5,759,950	1,094,940	4,349,805	75.52%	1,232,796	4,369,564	78.91%
Intergovernmental	6,577,411	856,318	3,504,301	53.28%	949,225	3,315,365	64.11%
Fines/Forfeitures	1,009,810	193,186	460,110	45.56%	182,008	515,379	58.71%
Miscellaneous	1,192,793	120,442	1,221,758	102.43%	149,201	488,557	36.94%
Other Financing Sources	0	0	1,272	0.00%	3,175	3,175	0.00%
TOTAL CURRENT REVENUE	\$40,350,124	\$5,054,698	\$31,345,755	77.68%	\$5,470,549	\$30,337,212	79.30%
EXPENDITURE BY DEPARTMENT							
Community Development	\$1,722,190	\$352,293	\$1,093,521	63.50%	\$353,187	\$1,038,493	61.33%
Finance	684,130	148,840	461,562	67.47%	153,964	432,073	73.23%
Fire	11,524,260	3,021,542	8,605,203	74.67%	2,343,298	7,267,839	67.86%
Library	6,436,460	1,588,334	4,564,914	70.92%	1,444,651	4,517,459	73.57%
Parks and Recreation	6,023,513	1,193,787	4,213,028	69.94%	1,192,150	4,067,342	71.41%
Police	10,127,611	2,403,452	7,541,932	74.47%	2,375,647	7,004,887	74.43%
Public Works	5,270,490	820,401	2,388,948	45.33%	815,247	2,328,620	55.55%
Non-Departmental	1,525,230	328,795	1,150,613	75.44%	295,430	1,108,213	62.64%
TOTAL OPERATING EXPENDITURES	\$43,313,884	\$9,857,444	\$30,019,721	69.31%	\$8,973,572	\$27,764,927	69.06%
Debt Service	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%
Transfers	3,227,800	80,000	1,612,330	49.95%	-1,448	1,251,335	46.95%
Contingencies/Reserves	689,340	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$47,231,024	\$9,937,444	\$31,632,051	66.97%	\$8,972,125	\$29,016,263	66.60%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$6,880,900)	(\$4,882,747)	(\$286,296)		(\$3,501,576)	\$1,320,950	

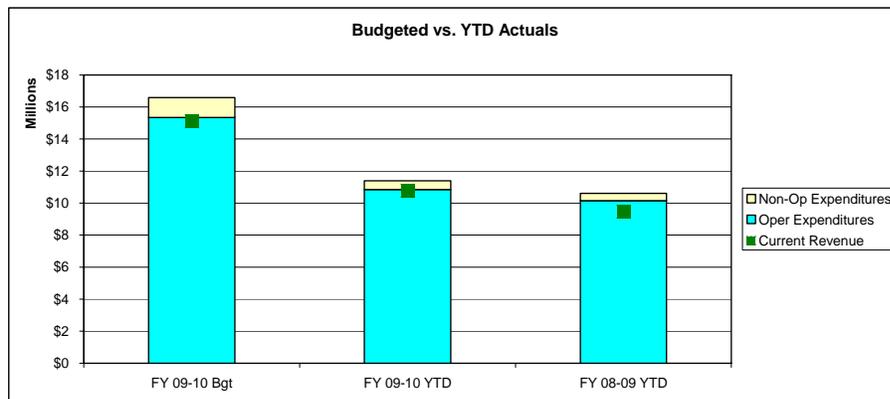
* Includes General, Parks & Recreation, Fire & Rescue, Transit and Library Funds



GENERAL FUND

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$1,418,293						
Property Taxes (1)	\$4,883,950	\$309,587	\$4,851,029	99.33%	\$233,811	\$3,251,735	101.95%
Other Tax (2)	1,194,350	189,732	677,793	56.75%	184,268	720,875	59.04%
Licenses/Permits (2)	5,523,720	1,496,953	3,462,000	62.68%	1,547,979	3,616,127	65.49%
Charges for Service	633,950	155,178	461,609	72.81%	139,049	440,936	64.00%
Intergovernmental (3)	1,823,391	371,713	850,545	46.65%	359,994	880,711	66.41%
Fines/Forfeitures (4)	912,200	171,470	394,916	43.29%	159,354	443,546	56.48%
Miscellaneous (2)	151,770	13,831	81,364	53.61%	29,620	111,872	51.38%
TOTAL CURRENT REVENUE	\$15,123,331	\$2,708,465	\$10,779,257	71.28%	\$2,656,050	\$9,467,777	73.11%
EXPENDITURE BY DEPARTMENT							
Community Development (5)	\$1,722,190	\$352,293	\$1,093,521	63.50%	\$353,187	\$1,038,493	61.33%
Finance	684,130	148,840	461,562	67.47%	153,964	432,073	73.23%
Police	10,127,611	2,403,452	7,541,932	74.47%	2,375,647	7,004,887	74.43%
Public Works (6)	1,281,820	221,319	595,482	46.46%	215,671	559,529	62.65%
Non-Departmental	1,525,230	328,795	1,150,613	75.44%	295,430	1,108,213	62.64%
TOTAL OPERATING EXPENDITURES	\$15,340,981	\$3,454,700	\$10,843,110	70.68%	\$3,393,899	\$10,143,195	70.65%
Transfers	\$990,100	\$0	\$551,790	55.73%	\$205	\$460,897	70.67%
Contingencies/Reserves	253,500	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$16,584,581	\$3,454,700	\$11,394,900	68.71%	\$3,394,104	\$10,604,092	69.55%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$1,461,250)	(\$746,235)	(\$615,643)		(\$738,053)	(\$1,136,316)	

- (1) The majority of current year property taxes are collected in the second quarter. This year's collection pattern is consistent with prior years.
- (2) The flagging economy has resulted in lower than anticipated revenues in FY 09-10 in many of the revenue streams which are susceptible to economic fluctuations – i.e., room taxes (reduced number of hotel stays), plan review fees (lower development), and interest earnings (declining market rates).
- (3) The Amended Budget for FY 09-10 includes \$391,000 in EECBG grant monies that have been carried over to FY 10-11 and are not expected to be spent down this fiscal year. Revenue sharing receipts from cigarette and liquor taxes are also below budget year-to-date. Cigarette taxes will not attain originally budgeted levels, but Liquor and Revenue Sharing receipts have been revised up slightly based on League of Oregon City estimated distribution levels for the remainder of the year. It is not clear from current cashflows however that the projected increase over adopted of more than \$145,000 is attainable in the final quarter.
- (4) Municipal court traffic fine revenue is lower in FY 09-10 versus the same time period in FY 08-09 due primarily to police officer vacancies, higher levels of leaves, and training within the Corvallis Police Department, resulting in fewer citations issued. The deterioration of the economy has also resulted in a significant increase in unpaid fines. The City has contracted with a new collections agency, but Fines and Forfeitures are expected to end the fiscal year slightly below budget.
- (5) Community Development expenditures are low in both fiscal years as a percentage of budget due to no spending in a few large special projects such as the \$50,000 budgeted for Buildable Land Inventory project (which was carried over from FY 08-09). Nevertheless, FY 09-10 spending is marginally higher than FY 08-09 due to wage and benefit increases in personal service costs. Total expenditures are expected to end the year slightly below budget.
- (6) Expenditures are low compared to FY09-10 budget due to the EECBG grant, the majority of which has been carried over to FY 10-11.

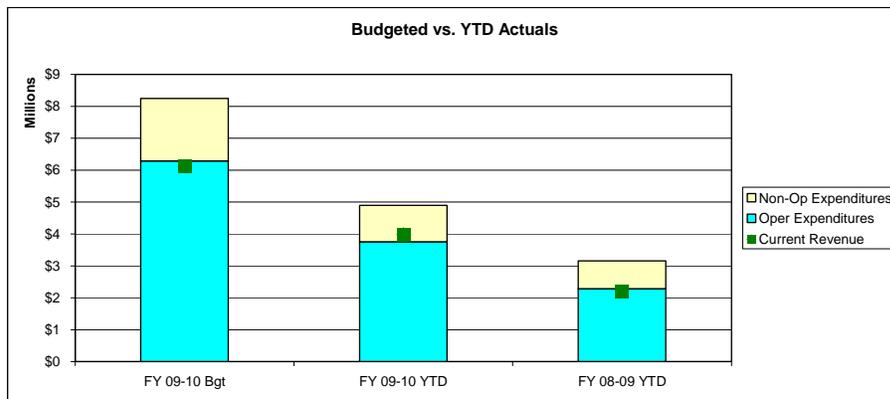


COMBINED STREET FUND*

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$860,083						
Licenses/Permits (1)	\$478,490	\$107,120	\$342,495	71.58%	\$111,692	\$358,236	79.53%
Charges for Service (2)	620,430	384,445	740,489	119.35%	78,326	294,331	28.19%
Intergovernmental (3)	4,930,324	581,791	2,881,676	58.45%	504,530	1,461,932	33.50%
Fines/Forfeitures	100	130	660	660.22%	2,487	2,872	2871.86%
Miscellaneous (4)	96,470	4,575	22,526	23.35%	13,826	71,752	53.48%
TOTAL CURRENT REVENUE	\$6,125,814	\$1,078,060	\$3,987,847	65.10%	\$710,861	\$2,189,123	36.53%
EXPENDITURE BY DEPARTMENT							
Community Development	\$19,710	\$4,581	\$13,003	65.97%	\$4,453	\$13,784	73.87%
Public Works (5)	6,270,014	670,929	3,739,629	59.64%	674,063	2,271,028	42.71%
TOTAL OPERATING EXPENDITURES	\$6,289,724	\$675,509	\$3,752,632	59.66%	\$678,516	\$2,284,812	42.81%
Transfers (6)	\$1,896,700	\$32,300	\$1,140,370	60.12%	\$39	\$869,856	45.70%
Contingencies/Reserves	65,200	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$8,251,624	\$707,809	\$4,893,002	59.30%	\$678,555	\$3,154,668	43.18%
CURRENT REVENUE LESS TOTAL EXPENDITURES	(\$2,125,810)	\$370,251	(\$905,156)		\$32,306	(\$965,545)	

* Includes Street SDC Fund

- (1) Transportation maintenance fee revenue budget was increased for FY 09-10, but has not attained anticipated levels based on economic effects on both development and fee collections.
- (2) Charges for services are higher than budget, and greater than the prior year, primarily due to Street SDC receipts from several commercial projects at OSU, Good Samaritan Hospital, and commercial development on Walnut Boulevard, not anticipated at this level based on the current economy.
- (3) Intergovernmental revenue received year-to-date in FY 09-10 are higher than the prior year due to the receipt of several American Recovery and Reinvestment Act (ARRA) grants for grind/inlay projects. Year-to-date receipts are slightly behind budget due to the timing of the reimbursement nature of these grants, including the fact that some projects have now been carried over to FY 10-11.
- (4) Interest revenues have been lower than budget this year and last due to declining interest rates in the flagging economy and as a result of a lower fund balance. Miscellaneous revenue was also higher last year due to a one-time reimbursement from a contractor for the City's efforts in the repair of the Timberhill retaining wall, and a Business Energy Tax Credit (BETC) rebate for the mercury vapor light replacement program.
- (5) Expenditures are higher than last year primarily due to this year's ARRA grant awards, but lag budget in both years, due to underexpending on and deferrals of special projects.
- (6) Transfers include this fund's portion of the semi-annual debt service payment for the Pension Obligation Bonds, transfers related to capital projects, and support to the Development Services Funds. Transfers for capital projects are made based on anticipated needs. See the Capital Improvement Program section for status information on capital projects.

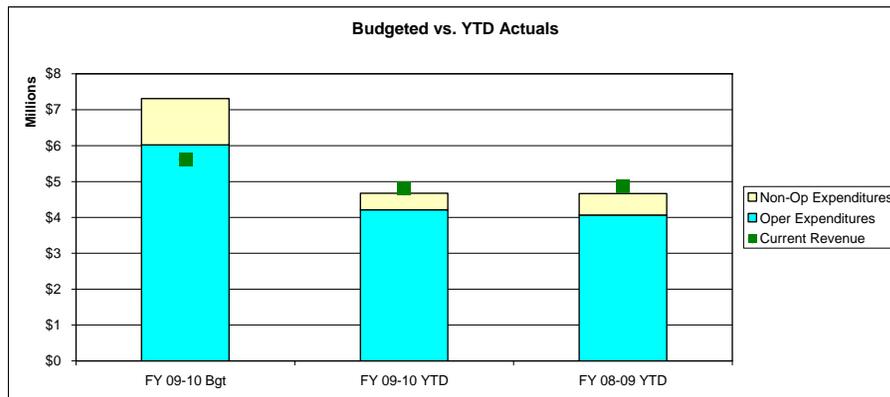


PARKS AND RECREATION FUND*

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$1,292,425						
Property Taxes (1)	\$3,822,950	\$210,336	\$3,451,791	90.29%	\$296,398	\$3,665,892	92.39%
Licenses/Permits	46,700	11,008	31,946	68.41%	7,313	27,272	62.69%
Charges for Service (2)	1,580,440	327,772	1,010,931	63.97%	307,312	1,055,652	60.30%
Intergovernmental (3)	27,400	0	7,400	27.01%	0	7,591	27.71%
Fines/Forfeitures	0	468	681	0.00%	86	116	0.00%
Miscellaneous (4)	132,873	16,767	298,867	224.93%	28,426	106,328	69.46%
TOTAL CURRENT REVENUE	\$5,610,363	\$566,351	\$4,801,616	85.58%	\$639,536	\$4,862,852	81.84%
EXPENDITURE BY DEPARTMENT							
Parks and Recreation	\$6,023,513	\$1,193,787	\$4,213,028	69.94%	\$1,192,150	\$4,067,342	71.41%
TOTAL OPERATING EXPENDITURES	\$6,023,513	\$1,193,787	\$4,213,028	69.94%	\$1,192,150	\$4,067,342	71.41%
Transfers (5)	\$1,171,465	\$80,000	\$460,690	39.33%	\$13,064	\$596,669	47.82%
Contingencies/Reserves	114,440	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$7,309,418	\$1,273,787	\$4,673,718	63.94%	\$1,205,214	\$4,664,012	66.29%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$1,699,055)	(\$707,435)	\$127,898		(\$565,678)	\$198,841	

* Includes Park & Recreation, Osborn Aquatics, Open Space and Park & Recreation SDC Fund.

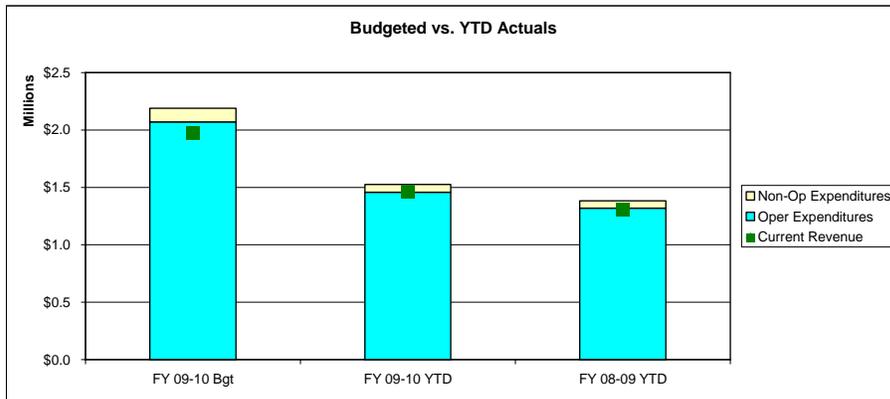
- (1) The majority of current year property taxes are collected in the second quarter. This year's collection pattern is consistent with prior years.
- (2) Charges for services are lower than last year primarily due to lower activity at Osborn Aquatic center in rentals, and an overall pattern of registration occurring closer to the start of classes. Charges for services are anticipated to pick up as summer begins.
- (3) Both years' intergovernmental revenue are below budget due to the timing of receipt of an annual \$20,000 Department of Energy grant related to the Herbert Open Space property. Work at Herbert Open Space properties funded by Bonneville Power Administration (BPA) grant will be postponed until completion of the management plan.
- (4) The Senior Center received \$206,000 as a bequest from the Thomson estate in the first quarter of FY 09-10, with \$20,000 of this appropriated in FY 09-10 per a Council Resolution.
- (5) Transfers include this fund's portion of the semi-annual debt service payment for the Pension Obligation Bonds and transfers related to capital projects. Transfers for capital projects are made based on anticipated needs. See the Capital Improvement Program section for status information on capital projects for FY 09-10.



911 EMERGENCY SERVICES

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$196,801						
Charges for Service	\$986,660	\$246,640	\$739,992	75.00%	\$207,643	\$622,996	75.00%
Intergovernmental	977,700	266,353	720,838	73.73%	253,024	677,407	68.04%
Miscellaneous (1)	7,520	848	3,412	45.37%	2,445	8,934	72.76%
TOTAL CURRENT REVENUE	\$1,971,880	\$513,840	\$1,464,242	74.26%	\$463,112	\$1,309,337	71.21%
EXPENDITURE BY DEPARTMENT							
Police (2)	\$2,070,690	\$564,481	\$1,459,173	70.47%	\$438,576	\$1,318,671	76.13%
TOTAL OPERATING EXPENDITURES	\$2,070,690	\$564,481	\$1,459,173	70.47%	\$438,576	\$1,318,671	76.13%
Transfers (3)	\$80,440	\$0	\$67,020	83.32%	\$31	\$64,645	83.90%
Contingencies/Reserves	38,570	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$2,189,700	\$564,481	\$1,526,193	69.70%	\$438,607	\$1,383,316	74.94%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$217,820)	(\$50,640)	(\$61,951)		\$24,505	(\$73,979)	

- (1) Miscellaneous revenue reflects a lower actual and budgeted dollar amount than in FY 08-09, due to declining interest rates in the flagging economy and as a result of a lower fund balance. These conditions are anticipated to continue through all of FY 09-10.
- (2) Personal service savings are the primary driver for the lower than target results in FY 09-10 year-to-date. The four additional dispatchers approved as an enhancement in FY 09-10 have not yet been hired.
- (3) Transfers are for this fund's portion of the semi-annual repayments of the Pension Obligation (POB) debt.



DEVELOPMENT SERVICES

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$391,551						
Licenses/Permits (1)	\$686,930	\$461,787	\$976,843	142.20%	\$133,731	\$427,378	35.78%
Charges for Service (1)	703,110	371,570	1,393,008	198.12%	157,607	352,731	41.23%
Miscellaneous (2)	27,530	1,359	4,400	15.98%	17,747	28,443	48.62%
Other Financing Sources (3)	218,390	0	218,390	100.00%	0	25,000	100.00%
TOTAL CURRENT REVENUE	\$1,635,960	\$834,715	\$2,592,640	158.48%	\$309,085	\$833,552	39.07%

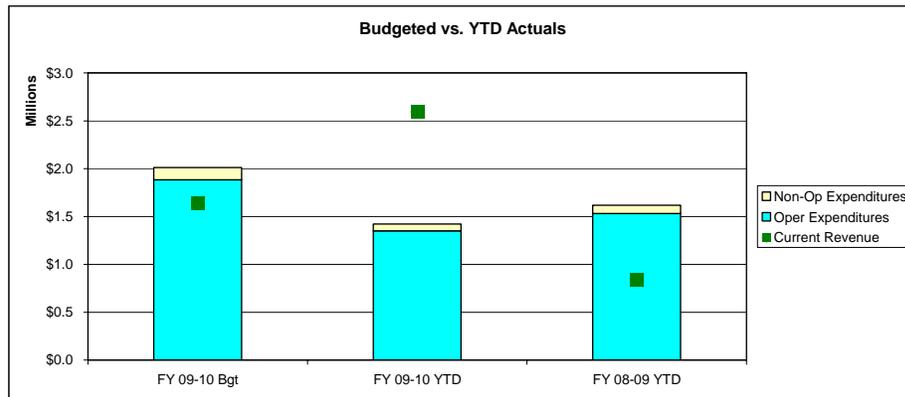
EXPENDITURE BY DEPARTMENT

Community Development (4)	\$1,883,090	\$454,596	\$1,350,730	71.73%	\$460,415	\$1,529,954	59.70%
TOTAL OPERATING EXPENDITURES	\$1,883,090	\$454,596	\$1,350,730	71.73%	\$460,415	\$1,529,954	59.70%
Transfers (5)	\$129,070	\$0	\$72,260	55.99%	\$39	\$87,461	63.06%
Contingencies/Reserves	0	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$2,012,160	\$454,596	\$1,422,990	70.72%	\$460,454	\$1,617,415	58.79%

CURRENT REVENUE LESS

TOTAL EXPENDITURES	(\$376,200)	\$380,119	\$1,169,651		(\$151,369)	(\$783,864)	
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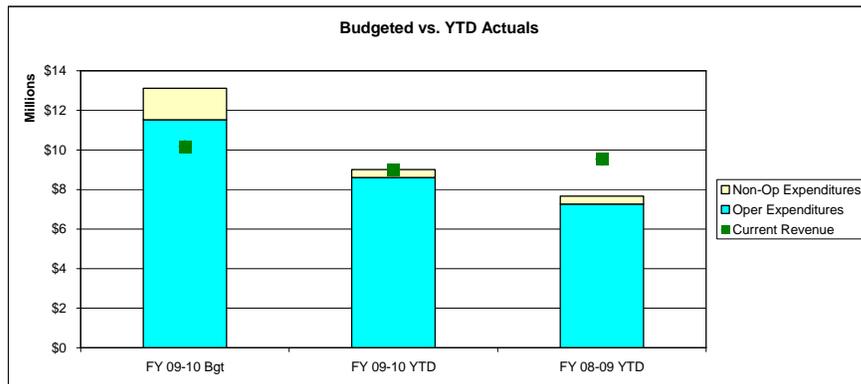
- (1) Year-to-date revenues in both areas for FY 09-10 are higher than anticipated due to higher than expected levels of development. The majority of revenue was collected from permit and plan review fees for several large projects at OSU and Good Samaritan Regional Medical Center. Residential permits continue to be low due to slow residential economic growth; only eight residential permits were issued this quarter.
- (2) Interest earnings are below budget in both fiscal years due to falling interest rates in the flagging economy and a reduced fund balance attracting these earnings.
- (3) In FY 09-10, dollars reflect the transfer from the General Fund to cover land use work done by the senior planner in the Development Services Fund as well as transfers from Street SDC, Parks SDC, Water SDC, Wastewater SDC, and Storm water SDC Funds in support of SDC permitting administration work by Development Services. Both fiscal years include Stormwater Fund support of Erosion Control program by Development Services staff.
- (4) Budget has been reduced since the last fiscal year due to reduced construction permit activity, resulting in a loss of revenue and consequently, a reduction in expenditures. Measures taken included FY 08-09 reductions through staff reductions and initiating process efficiencies to save time and money. Spending fiscal year-to-date is lower than the prior year, but higher as a percentage of budget, due to the referenced budget cuts.
- (5) Transfers include this fund's portion of the semi-annual debt service payment for the Pension Obligation Bonds and transfers related to capital projects. Transfers for capital projects are made based on anticipated needs. Please see the Capital Improvement Program section for information on the status of capital projects.



FIRE AND RESCUE FUND

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$3,270,740						
Property Taxes (1)	\$6,851,680	\$377,028	\$6,187,336	90.30%	\$450,614	\$6,843,798	90.89%
Licenses/Permits	17,720	4,288	14,114	79.65%	2,885	12,989	73.30%
Charges for Service (2)	3,207,910	525,637	2,593,926	80.86%	664,662	2,588,579	86.39%
Intergovernmental (3)	0	9,190	76,380	0.00%	0	3,116	4.35%
Fines/Forfeitures (4)	16,110	2,002	8,430	52.33%	2,495	15,457	163.22%
Miscellaneous (5)	77,070	6,723	102,058	132.42%	27,534	60,355	46.14%
Other Financing Sources	0	0	1,272	0.00%	1,200	1,200	0.00%
TOTAL CURRENT REVENUE	\$10,170,490	\$924,868	\$8,983,516	88.33%	\$1,149,390	\$9,525,494	88.56%
EXPENDITURE BY DEPARTMENT							
Fire (6)	\$11,524,260	\$3,021,542	\$8,605,203	74.67%	\$2,343,298	\$7,267,839	67.86%
TOTAL OPERATING EXPENDITURES	\$11,524,260	\$3,021,542	\$8,605,203	74.67%	\$2,343,298	\$7,267,839	67.86%
Transfers (7)	\$1,376,920	\$0	\$400,700	29.10%	\$191	\$393,994	28.85%
Contingencies/Reserves	220,870	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$13,122,050	\$3,021,542	\$9,005,903	68.63%	\$2,343,489	\$7,661,833	62.45%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$2,951,560)	(\$2,096,673)	(\$22,388)		(\$1,194,099)	\$1,863,661	

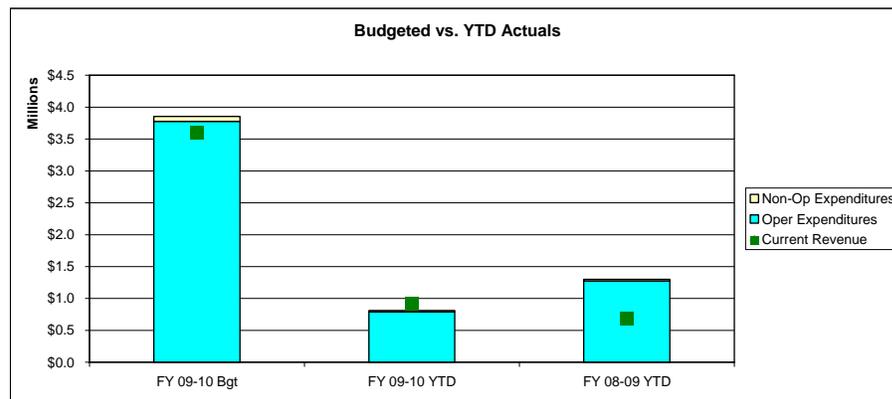
- (1) The majority of current year property taxes are collected in the second quarter. This year's collection pattern is consistent with prior years.
- (2) The main components of charges for services are Ambulance revenue and payment from Corvallis Rural Fire Protection District (CRFPD). CRFPD payments occur as property taxes are paid, thus the majority of payments for the year have already been made. At this time, it is expected that CRFPD will be slightly below amended budget due to an over-estimation in the budget, and that Ambulance revenue will be approximately 5% below amended budget primarily due to lower reimbursements from Medicare and slower collections.
- (3) Year-to-date intergovernmental revenues are unanticipated collections for conflagration support from FEMA; payments may occur up to a year after the actual conflagration.
- (4) Fines and forfeitures are lower as a percentage of budget so far in FY 09-10 due to the budget amount having been increased this year to better align with past trends. Fewer penalties and fines have been issued this year than in FY 08-09.
- (5) A grant was received from Pacificorp for solar panels at Station 4 in FY 09-10. Interest earnings remain low due to the flagging economy.
- (6) Expenditures are higher than the prior year due to increases in Special Projects; four vehicles (aerial platform engine, fire engine, ambulance, and staff vehicle) have been purchased this year.
- (7) Transfers include this fund's portion of the semi-annual debt service payment for the Pension Obligation Bonds (POB) and transfers related to capital projects. Please see the Capital Improvement Program section for information on the status of capital projects.



COMMUNITY DEVELOPMENT REVOLVING FUND

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$1,254,210						
Licenses/Permits (1)	\$110,680	(\$110)	\$116,630	105.38%	(\$198)	\$92,330	97.89%
Charges for Service (2)	5,000	0	5,000	100.00%	0	5,000	100.00%
Intergovernmental (3)	2,937,680	0	415,065	14.13%	143,864	430,017	15.49%
Fines/Forfeitures (4)	2,400	5,536	5,223	217.64%	6,672	6,621	275.87%
Miscellaneous (5)	541,070	40,771	376,969	69.67%	55,920	152,816	32.25%
TOTAL CURRENT REVENUE	\$3,596,830	\$46,197	\$918,887	25.55%	\$206,258	\$686,783	20.50%
EXPENDITURE BY DEPARTMENT							
Community Development (6)	\$3,777,000	\$187,923	\$788,320	20.87%	\$455,464	\$1,274,802	39.64%
TOTAL OPERATING EXPENDITURES	\$3,777,000	\$187,923	\$788,320	20.87%	\$455,464	\$1,274,802	39.64%
Transfers (7)	\$46,950	\$0	\$22,490	47.90%	\$11	\$25,159	13.28%
Contingencies/Reserves	30,350	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$3,854,300	\$187,923	\$810,810	21.04%	\$455,475	\$1,299,961	37.84%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$257,470)	(\$141,727)	\$108,077		(\$249,217)	(\$613,178)	

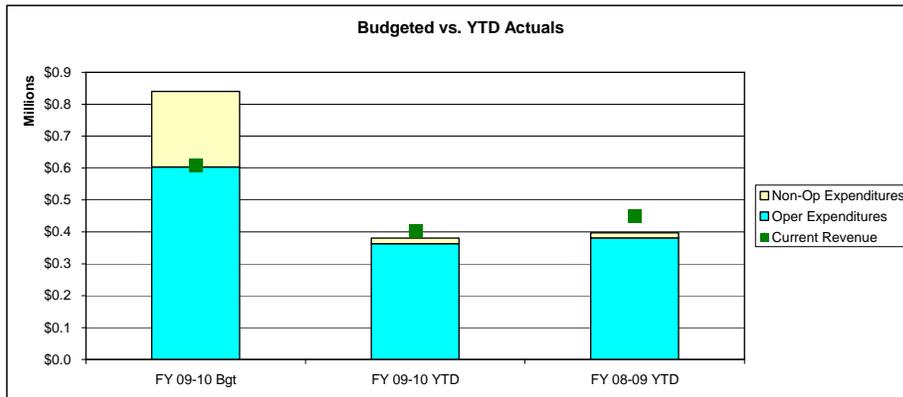
- (1) Invoices are issued annually for the rental housing program in September, so all of this revenue is recorded at the end of the first quarter when the bills are run. Subsequent quarters typically reflect the write-offs associated with non-collection of some of these bills.
- (2) Revenue recognized in the first quarter from the annual Oakcrest lease payment of \$5,000 has been fully collected.
- (3) CDBG and HOME program grant revenues are based on reimbursements so are received only after expenditures are incurred. Timing of spending and receipts is sporadic and relatively unpredictable, so results above are typical.
- (4) Penalty collections on delinquent accounts are above budget in both fiscal years, due to the difficulty in predicting how many accounts will be both delinquent and collected.
- (5) Twelve loan payoffs have been received year-to-date, in addition to regular principal and interest payments, resulting in higher than expected revenue. In addition, \$224K was received from Willamette Neighborhood Housing Services (WNHS) in September following completion of their Leonard-Knolls project.
- (6) Encumbrance has been made for the Human Services funds and WNHS operations as a Community & Housing Development Organization. Close to \$2 million for projects to be carried out by WNHS are expected to be carried over to FY 10-11.
- (7) Transfers include this fund's portion of the semi-annual debt service payment for the Pension Obligation Bonds and transfers related to capital projects. Transfers for capital projects are made based on anticipated needs. Please see the Capital Improvement Program section for information on the status of capital projects.



PARKING FUND

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$757,335						
Licenses/Permits	\$18,000	\$3,185	\$13,688	76.04%	\$3,085	\$14,172	83.36%
Charges for Service	175,840	38,509	123,599	70.29%	46,030	132,799	68.00%
Fines/Forfeitures (1)	401,000	95,471	260,548	64.97%	98,857	288,588	77.37%
Miscellaneous (2)	13,910	1,196	4,593	33.02%	3,973	14,546	70.96%
TOTAL CURRENT REVENUE	\$608,750	\$138,361	\$402,428	66.11%	\$151,944	\$450,105	74.30%
EXPENDITURE BY DEPARTMENT							
Community Development	\$3,900	\$945	\$2,879	73.81%	\$908	\$2,756	76.99%
Finance (3)	129,500	21,798	84,274	65.08%	27,507	83,895	71.31%
Police	296,370	70,405	211,959	71.52%	67,691	203,870	69.25%
Public Works (4)	173,770	22,000	64,214	36.95%	30,210	90,687	63.44%
TOTAL OPERATING EXPENDITURES	\$603,540	\$115,149	\$363,325	60.20%	\$126,316	\$381,209	68.24%
Transfers (5)	\$224,190	\$0	\$17,480	7.80%	\$8	\$15,867	7.25%
Contingencies/Reserves	12,400	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$840,130	\$115,149	\$380,805	45.33%	\$126,324	\$397,076	50.27%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$231,380)	\$23,211	\$21,623		\$25,620	\$53,029	

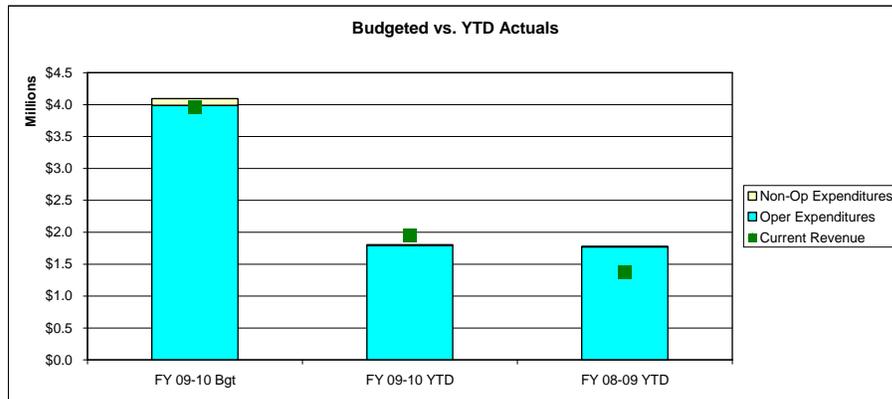
- (1) Revenue from fines and forfeitures represents revenue collected for offenses and infractions. Revenues have been lower than expectations, but are increasing since the parking enforcement team became fully staffed and trained. Municipal Court remains understaffed hindering fine collection.
- (2) Interest earnings are below budget in both fiscal years due to falling interest rates in the flagging economy, and a reduced fund balance attracting these earnings.
- (3) Percent of budget is low due to an unfilled 1.0 FTE Court Clerk budget enhancement for FY 09-10, that is now proposed, based on fiscal constraints, to be reduced in FY 10-11. There has also been an additional Court Clerk vacancy for several months of which 25% of salary is distributed to this Fund. This position is expected to be filled in June.
- (4) Public Works is underexpended year-to-date in FY 09-10 relative to budget and the prior year due in part to an unfilled 0.5 FTE position approved last year to work with the Downtown Commission and the public in addressing parking issues and long-term planning. Both years are lower than target due to delays and cancellations in planned special projects for pay stations and/or other parking system improvements.
- (5) Transfers include this fund's portion of the semi-annual debt service payment for the Pension Obligation Bonds and transfers related to capital projects. Transfers for capital projects are made based on anticipated needs. Please see the Capital Improvement Program section for information on the status of capital projects.



TRANSIT FUND

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$669,403						
Property Taxes (1)	\$451,080	\$24,820	\$407,311	90.30%	\$26,298	\$399,407	90.90%
Charges for Service	442,050	125,384	354,836	80.27%	130,922	367,830	80.43%
Intergovernmental (2)	2,338,620	321,224	504,384	21.57%	453,731	476,542	30.91%
Miscellaneous (3)	730,260	66,745	686,446	94.00%	40,541	132,113	18.29%
TOTAL CURRENT REVENUE	\$3,962,010	\$538,172	\$1,952,976	49.29%	\$651,492	\$1,375,892	43.53%
EXPENDITURE BY DEPARTMENT							
Public Works (4)	\$3,988,670	\$599,082	\$1,793,466	44.96%	\$599,575	\$1,769,091	53.63%
TOTAL OPERATING EXPENDITURES	\$3,988,670	\$599,082	\$1,793,466	44.96%	\$599,575	\$1,769,091	53.63%
Transfers (5)	\$27,010	\$0	\$12,060	44.65%	\$4	\$7,694	35.41%
Contingencies/Reserves	79,210	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$4,094,890	\$599,082	\$1,805,526	44.09%	\$599,579	\$1,776,785	52.56%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$132,880)	(\$60,910)	\$147,451		\$51,912	(\$400,893)	

- (1) The majority of current year property taxes are collected in the second quarter. This year's collection pattern is consistent with prior years, but will be adjusted lower than budget in the next quarter based on a Council resolution to reallocate distributions already made to support total property tax fund balance combined.
- (2) Revenue is lower than budget as a percentage and higher than prior year dollars received year-to-date due to the timing of grant receipts, which are dependent on when drawdowns are submitted and tend to be highly variable with a propensity to collection later in the fiscal year. Underlying purchases are still on target to be spent.
- (3) Although interest on investments is down this year as in other funds, anticipated FY 08/09 revenue from Business Energy Tax Credits (BETC) of \$542,000 was received and posted in early FY 09/10.
- (4) Materials and supplies are largely dependent on the cost of fuel, which is down in FY 09-10 by approximately 19% from last year. Special projects are lower than budget due to one bus purchase being deferred to FY 10-11.
- (5) Transfers include this fund's portion of the semi-annual debt service payment for the Pension Obligation Bonds and transfers related to capital projects. Please see the Capital Improvement Program section for information on the status of capital projects.

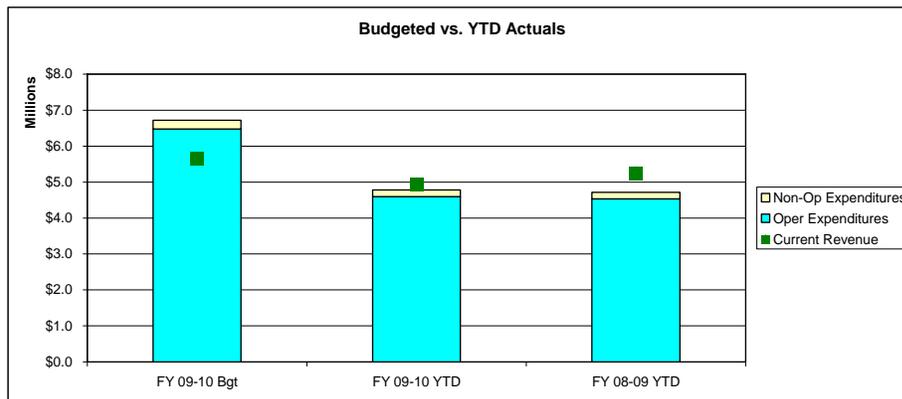


LIBRARY FUND*

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$1,056,870						
Property Taxes (1)	\$3,018,010	\$166,060	\$2,725,189	90.30%	\$204,578	\$3,107,077	90.89%
Charges for Service	45,600	7,162	33,096	72.58%	10,877	37,496	84.26%
Intergovernmental (2)	2,388,000	154,191	2,065,592	86.50%	135,500	1,947,404	88.35%
Fines/Forfeitures	81,500	19,223	55,961	68.66%	20,040	56,205	67.72%
Miscellaneous (3)	117,390	22,059	62,291	53.06%	25,722	95,244	66.65%
TOTAL CURRENT REVENUE	\$5,650,500	\$368,694	\$4,942,129	87.46%	\$396,717	\$5,243,426	88.98%
EXPENDITURE BY DEPARTMENT							
Library	\$6,473,370	\$1,616,359	\$4,593,797	70.96%	\$1,455,581	\$4,532,552	73.19%
TOTAL OPERATING EXPENDITURES	\$6,473,370	\$1,616,359	\$4,593,797	70.96%	\$1,455,581	\$4,532,552	73.19%
Transfers (4)	\$224,550	\$0	\$187,090	83.32%	\$88	\$182,081	83.92%
Contingencies/Reserves	21,320	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$6,719,240	\$1,616,359	\$4,780,887	71.15%	\$1,455,669	\$4,714,633	72.19%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$1,068,740)	(\$1,247,665)	\$161,242		(\$1,058,952)	\$528,793	

* Includes the Library Operating and Library 2010 Funds.

- (1) The majority of current year property taxes are collected in the second quarter. This year's collection pattern is consistent with prior years.
- (2) Benton County Library District payment makes up the majority of the revenue in this classification, and due to its property tax-based nature, is largely received in the second quarter of the fiscal year.
- (3) Donations are down from the prior year, due to the receipt of unusually large donations last year from Friends of the Library. Interest earnings are below budget in both fiscal years due to falling interest rates in the flagging economy.
- (4) Transfers are for this fund's portion of the semi-annual repayments of the Pension Obligation Bonds in both years.



DAVIDSON FUND

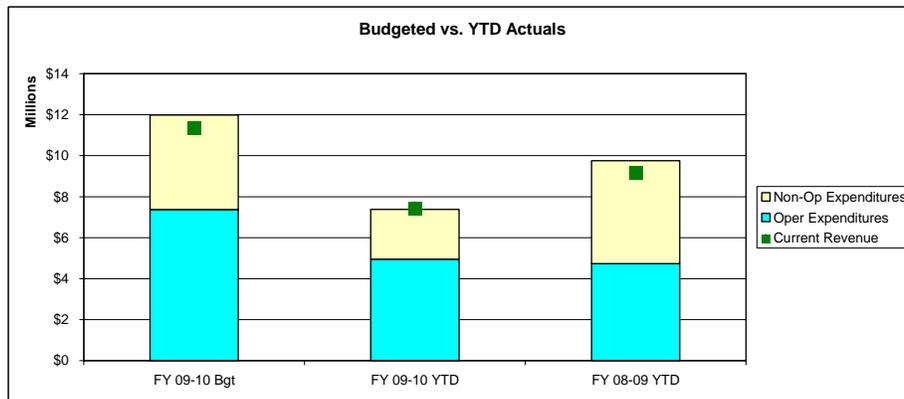
REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$6,267						
Miscellaneous	\$140	\$8	\$33	23.81%	\$34	\$129	44.37%
TOTAL CURRENT REVENUE	\$140	\$8	\$33	23.81%	\$34	\$129	44.37%
EXPENDITURE BY DEPARTMENT							
Library	\$500	\$38	\$428	85.51%	\$195	\$337	33.68%
TOTAL OPERATING EXPENDITURES	\$500	\$38	\$428	85.51%	\$195	\$337	33.68%
Transfers	\$0	\$0	\$0	0.00%	\$0	\$0	0.00%
TOTAL ALL EXPENDITURES	\$500	\$38	\$428	85.51%	\$195	\$337	33.68%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$360)	(\$30)	(\$394)		(\$161)	(\$208)	

COMBINED WATER FUND*

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$338,772						
Charges for Service	\$8,859,910	\$1,717,261	\$6,309,923	71.22%	\$1,688,454	\$6,251,358	67.71%
Intergovernmental (1)	100,250	0	(14,485)	-14.45%	0	0	0.00%
Fines/Forfeitures	0	30	988	0.00%	20	190	0.00%
Miscellaneous (2)	555,360	67,518	176,864	31.85%	34,253	467,895	38.89%
Transfers In/Other Financing Sources (3)	1,848,480	20,000	960,548	51.96%	(28,132)	2,433,548	88.37%
TOTAL CURRENT REVENUE	\$11,364,000	\$1,804,809	\$7,433,838	65.42%	\$1,694,595	\$9,152,990	68.95%
EXPENDITURE BY DEPARTMENT							
Community Development	\$49,580	\$11,731	\$33,840	68.25%	\$11,763	\$34,027	73.02%
Public Works	7,323,010	1,723,999	4,920,147	67.19%	1,592,998	4,697,973	66.39%
TOTAL OPERATING EXPENDITURES	\$7,372,590	\$1,735,730	\$4,953,987	67.19%	\$1,604,761	\$4,732,000	66.44%
Capital Projects (4)	\$1,337,930	\$52,961	\$288,063	21.53%	\$233,624	\$1,427,724	56.02%
Debt Service	1,018,500	0	1,018,483	100.00%	0	1,016,170	100.00%
Transfers Out/Other Financing Uses (3)	2,072,460	20,000	1,120,050	54.04%	(28,061)	2,582,789	87.61%
Contingencies/Reserves	177,470	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$11,978,950	\$1,808,691	\$7,380,583	61.61%	\$1,810,324	\$9,758,683	70.65%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$614,950)	(\$3,882)	\$53,255		(\$115,729)	(\$605,693)	

* Includes Water, Water Timber, Water SDC and Water Construction Funds.

- (1) The negative amount is due to a reversal of a prior year accrual of grant revenue for the Rock Creek Hydro-electric study. The reimbursement request to zero out this negative revenue has been submitted for review, and is expected to be received in the fourth quarter.
- (2) Includes leases for telecommunication facilities on the Corvallis Watershed, and interest earnings which are below budget in both fiscal years due to falling interest rates in the flagging economy, and a reduced fund balance attracting these earnings. Also, last year's revenue included a reimbursement for repair of the Timberhill retaining wall.
- (3) Other Financing Sources, Capital Projects and Transfers activity are mostly related to capital projects activity. Transfers for capital projects are made based on anticipated needs. Transfers have been made for debt service payments for the POB. See the Capital Improvement Program section for details regarding capital project expenditures.



COMBINED WASTEWATER FUND*

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$2,746,432						
Charges for Service (1)	\$9,763,460	\$2,387,596	\$6,737,810	69.01%	\$2,344,023	\$6,777,756	64.06%
Miscellaneous (2)	211,790	23,347	82,992	39.19%	60,336	224,684	64.09%
Other Financing Sources (3)	4,246,080	0	855,924	20.16%	94,983	495,013	21.31%
TOTAL CURRENT REVENUE	\$14,221,330	\$2,410,943	\$7,676,726	53.98%	\$2,499,343	\$7,497,453	56.57%

EXPENDITURE BY DEPARTMENT

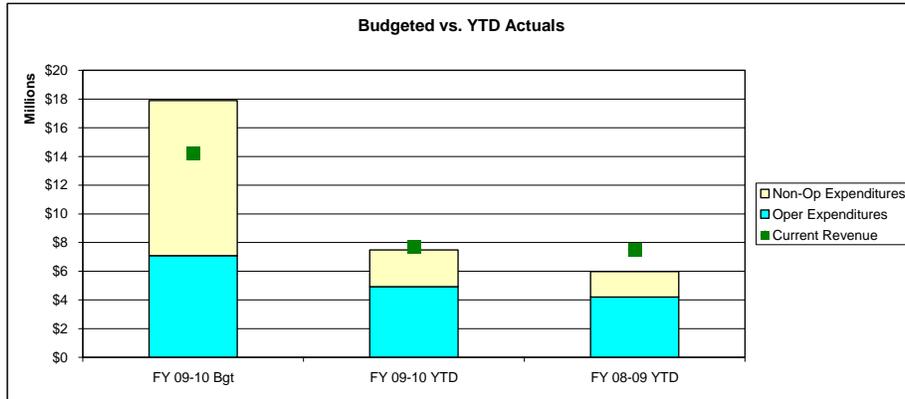
Community Development	\$48,420	\$11,252	\$33,181	68.53%	\$11,450	\$33,232	73.23%
Public Works (4)	7,036,340	1,491,455	4,884,355	69.42%	1,396,267	4,170,913	63.18%
TOTAL OPERATING EXPENDITURES	\$7,084,760	\$1,502,708	\$4,917,537	69.41%	\$1,407,717	\$4,204,145	63.24%
Capital Projects (3)	\$3,855,150	\$71,202	\$533,016	13.83%	\$57,018	\$99,556	5.64%
Debt Service	2,305,690	0	1,012,922	43.93%	0	1,027,488	44.39%
Transfers (3)	4,452,240	0	1,015,864	22.82%	95,057	649,279	25.82%
Contingencies/Reserves	190,880	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$17,888,720	\$1,573,910	\$7,479,339	41.81%	\$1,559,792	\$5,980,468	44.52%

CURRENT REVENUE LESS

TOTAL EXPENDITURES	(\$3,667,390)	\$837,033	\$197,387		\$939,550	\$1,516,984	
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* Includes Wastewater, Wastewater SDC and Wastewater Construction Funds.

- (1) Charges for Service revenue are primarily from metered water usage, which is trending lower in both fiscal years due in part to community conservation efforts. Other revenue streams include PIPC permit fees, septic discharge fees, and leachate hauling, all of which have experienced a slight decline year-to-date. Inter-fund vehicle rental income has also not materialized at levels projected.
- (2) Interest earnings are well below budget in FY 09-10 primarily due to lower than anticipated interest rates.
- (3) Other Financing Sources, Capital Projects and Transfers are mostly related to capital projects activity. Transfers related to capital projects are made based on anticipated needs. See the Capital Improvement Program section for detail regarding capital project expenditures.
- (4) Public Works spending is higher than the previous year due to increases in the price of treatment chemicals, and to earlier spending on special projects; however spending remains on target.

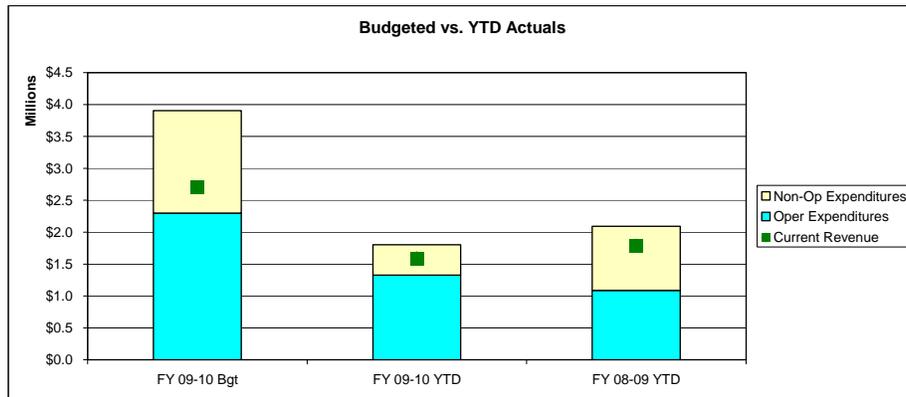


COMBINED STORM WATER FUND*

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$1,450,890						
Charges for Service	\$1,914,450	\$490,945	\$1,365,629	71.33%	\$462,278	\$1,341,614	71.15%
Miscellaneous (1)	44,790	3,326	11,454	25.57%	8,762	36,599	42.59%
Other Financing Sources (2)	745,000	65,100	215,100	28.87%	23,500	413,040	57.12%
TOTAL CURRENT REVENUE	\$2,704,240	\$559,372	\$1,592,183	58.88%	\$494,540	\$1,791,253	90.86%
EXPENDITURE BY DEPARTMENT							
Community Development	\$49,820	\$11,381	\$33,809	67.86%	\$11,584	\$33,903	72.49%
Public Works (3)	2,248,400	381,852	1,294,275	57.56%	359,961	1,053,134	57.92%
TOTAL OPERATING EXPENDITURES	\$2,298,220	\$393,233	\$1,328,084	57.79%	\$371,545	\$1,087,037	58.28%
Capital Projects (2)	\$745,000	\$7,785	\$146,115	19.61%	\$10,197	\$518,468	70.82%
Transfers (2)	825,360	65,100	330,240	40.01%	23,522	484,819	59.76%
Contingencies/Reserves	37,860	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$3,906,440	\$466,118	\$1,804,439	46.19%	\$405,265	\$2,090,324	60.65%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$1,202,200)	\$93,254	(\$212,256)		\$89,276	(\$299,071)	

* Includes Storm Water, Storm Water SDC and Storm Water Construction Funds.

- (1) Interest earnings are below budget in both fiscal years due to lower than expected interest rates.
- (2) Other Financing Sources, Capital Projects and Transfers are mostly related to capital projects activity. Transfers related to capital projects are made based on anticipated needs. See the Capital Improvement Program section for details regarding capital project expenditures. Transfers also include this fund's portion of the semi-annual debt service payment for the Pension Obligation Bonds and the CD-managed erosion sediment control program.
- (3) Actuals are under budget in both fiscal years due to lower than anticipated special project spending year-to-date. A street sweeper was purchased and put into service during the third quarter of FY 09-10.

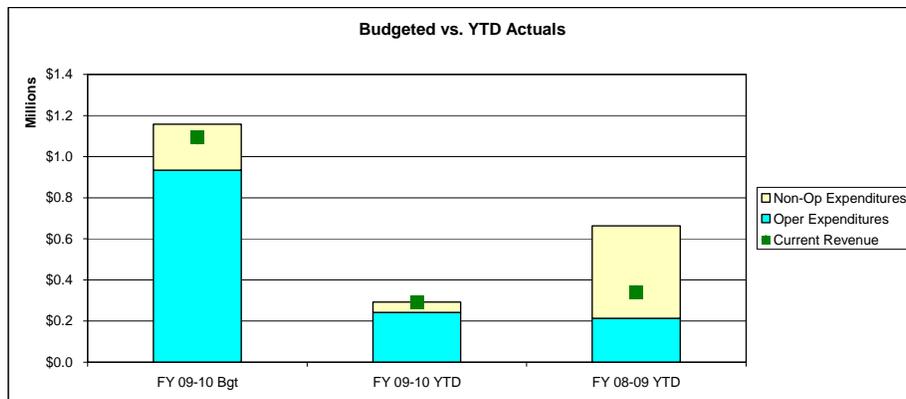


COMBINED AIRPORT FUND*

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$794,849						
Licenses/Permits (1)	\$4,500	\$616	\$3,710	82.45%	\$784	\$4,132	91.81%
Charges for Service (2)	377,900	82,385	278,120	73.60%	74,795	301,147	88.15%
Intergovernmental (3)	681,250	0	(8,500)	-1.25%	0	0	0.00%
Miscellaneous (4)	18,030	4,983	8,928	49.52%	4,979	14,876	54.37%
Other Financing Sources (5)	11,150	8,200	8,200	73.54%	0	20,990	100.00%
TOTAL CURRENT REVENUE	\$1,092,830	\$96,184	\$290,459	26.58%	\$80,558	\$341,145	25.77%
EXPENDITURE BY DEPARTMENT							
Public Works (3)	\$934,110	\$92,635	\$241,824	25.89%	\$57,280	\$213,192	26.58%
TOTAL OPERATING EXPENDITURES	\$934,110	\$92,635	\$241,824	25.89%	\$57,280	\$213,192	26.58%
Capital Projects (5)	\$122,390	\$9,105	\$14,761	12.06%	\$6,158	\$393,816	89.02%
Debt Service	29,480	0	29,474	99.98%	0	30,278	99.96%
Transfers (5)	64,780	0	5,940	9.17%	2	25,954	96.38%
Contingencies/Reserves	7,670	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$1,158,430	\$101,740	\$292,000	25.21%	\$63,441	\$663,240	50.65%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$65,600)	(\$5,557)	(\$1,541)		\$17,117	(\$322,095)	

* Includes Airport and Airport Construction Funds.

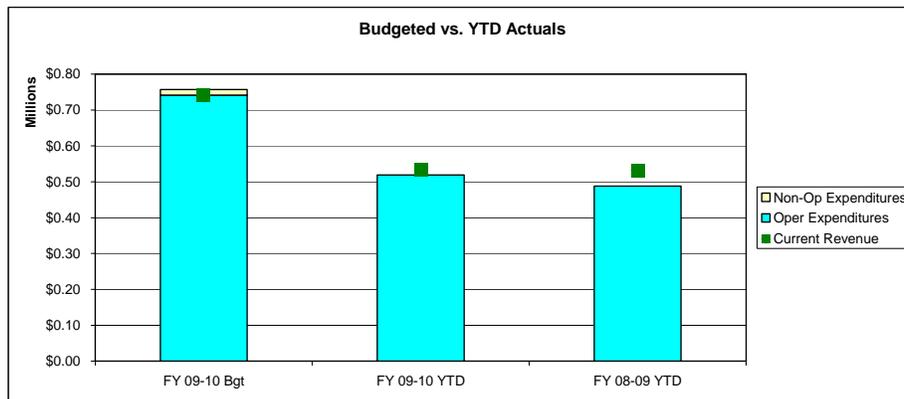
- (1) FY 09-10 is slightly lower than the prior year, but still ahead of target. Operator licenses and landing fees are entirely dependent on the level of traffic at the airport and activity has been a little slower this year than the prior year.
- (2) Consistent with licenses and permits, building and hangar rentals are slightly down from the prior year due to the slight decrease in activity, but are in line with budget.
- (3) Intergovernmental revenue budgeted in the current year represents two large funding arrangements for which monies have yet to be received due to slow progress on the underlying reimbursable activities: a recently signed loan from the Oregon Business Development Department (OBDD) in respect of a Wetlands Mitigation Evaluation project (carried over from FY 08-09) and a grant from the Oregon Department of Aviation (ODA) for airport maintenance projects. A significant portion of both projects' expenditure appropriations will be carried over to FY 10-11, accounting for underexpended Public Works budget year-to-date in both fiscal years. The negative activity year-to-date in FY 09-10 revenues reflects a reversal of a prior year grant accrual; the offsetting reimbursement is expected to be received in the fourth quarter.
- (4) Interest revenues year-to-date in FY 09-10 are below budget and prior year due primarily to lower than expected interest rates.
- (5) Other Financing Sources relate primarily to Capital Projects related to an airport industrial park improvements project and airport facility improvements project. Transfers include this fund's portion of the semi-annual debt service payment for the Pension Obligation Bonds and for capital projects. Transfers for capital projects are made as needed. See the Capital Improvement Program section for detail regarding other capital project expenditures.



FLEET MAINTENANCE FUND

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$9,504						
Charges for Service	\$739,640	\$185,272	\$531,499	71.86%	\$150,008	\$530,238	69.73%
Miscellaneous (1)	850	359	1,838	216.29%	402	1,231	153.90%
TOTAL CURRENT REVENUE	\$740,490	\$185,631	\$533,338	72.02%	\$150,410	\$531,469	69.81%
EXPENDITURE BY DEPARTMENT							
Public Works	\$741,410	\$174,967	\$518,995	70.00%	\$143,062	\$487,771	66.24%
TOTAL OPERATING EXPENDITURES	\$741,410	\$174,967	\$518,995	70.00%	\$143,062	\$487,771	66.24%
Contingencies/Reserves	\$16,000	\$0	\$0	0.00%	\$0	\$0	0.00%
TOTAL ALL EXPENDITURES	\$757,410	\$174,967	\$518,995	68.52%	\$143,062	\$487,771	64.83%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$16,920)	\$10,664	\$14,343		\$7,348	\$43,698	

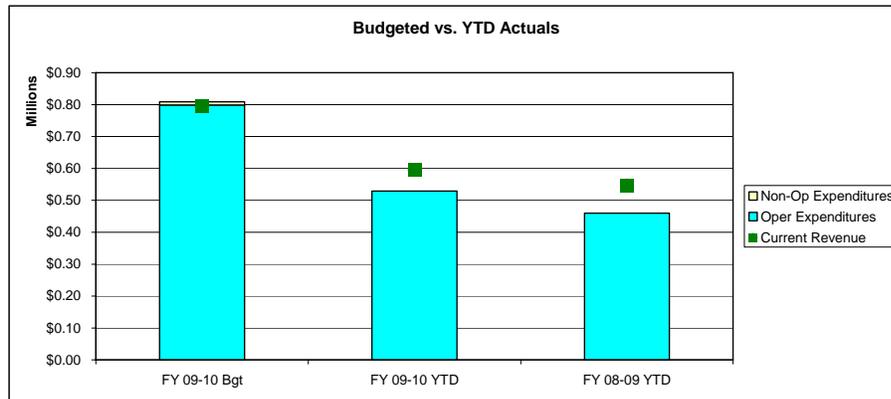
(1) Miscellaneous revenue is higher than budget and last year primarily due to credits from higher than expected returns of fleet repair materials purchases.



FACILITY MAINTENANCE FUND

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$32,400						
Charges for Service	\$792,320	\$197,046	\$591,822	74.69%	\$180,822	\$542,466	75.00%
Miscellaneous (1)	3,880	884	3,498	90.16%	2,102	4,687	79.85%
TOTAL CURRENT REVENUE	\$796,200	\$197,930	\$595,320	74.77%	\$182,924	\$547,153	75.04%
EXPENDITURE BY DEPARTMENT							
Public Works	\$798,810	\$186,166	\$529,322	66.26%	\$170,368	\$459,480	62.13%
TOTAL OPERATING EXPENDITURES	\$798,810	\$186,166	\$529,322	66.26%	\$170,368	\$459,480	62.13%
Contingencies/Reserves	\$10,000	\$0	\$0	0.00%	\$0	\$0	0.00%
TOTAL ALL EXPENDITURES	\$808,810	\$186,166	\$529,322	65.44%	\$170,368	\$459,480	61.30%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$12,610)	\$11,764	\$65,998		\$12,556	\$87,673	

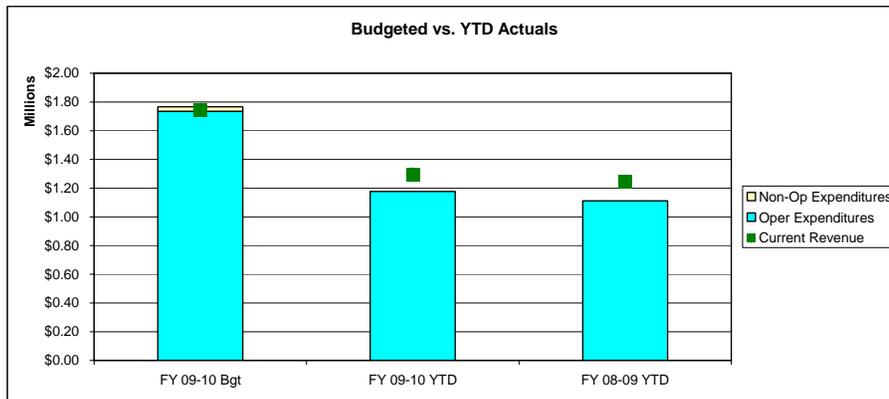
- (1) Interest revenues year-to-date in FY 09-10 are below budget and prior year due to interest rate decline in flagging economy and a lower fund balance; however, miscellaneous revenue is higher year-to-date in FY 09-10 versus budget due to credits from unexpected returns of facility repair-related materials purchases and an Energy Trust incentive.



TECHNOLOGY AND COMMUNICATIONS FUND

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$63,675						
Charges for Service	\$1,730,310	\$431,336	\$1,293,738	74.77%	\$410,446	\$1,232,617	74.81%
Miscellaneous (1)	13,840	957	3,547	25.63%	3,608	15,077	63.40%
TOTAL CURRENT REVENUE	\$1,744,150	\$432,293	\$1,297,285	74.38%	\$414,054	\$1,247,694	74.65%
EXPENDITURE BY DEPARTMENT							
Finance (2)	\$1,484,810	\$305,869	\$1,029,163	69.31%	\$292,426	\$955,231	63.94%
Public Works (3)	251,430	49,882	148,291	58.98%	48,466	155,425	59.59%
TOTAL OPERATING EXPENDITURES	\$1,736,240	\$355,750	\$1,177,453	67.82%	\$340,892	\$1,110,656	63.29%
Contingencies/Reserves	\$30,000	\$0	\$0	0.00%	\$0	\$0	0.00%
TOTAL ALL EXPENDITURES	\$1,766,240	\$355,750	\$1,177,453	66.66%	\$340,892	\$1,110,656	62.23%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$22,090)	\$76,542	\$119,832		\$73,162	\$137,038	

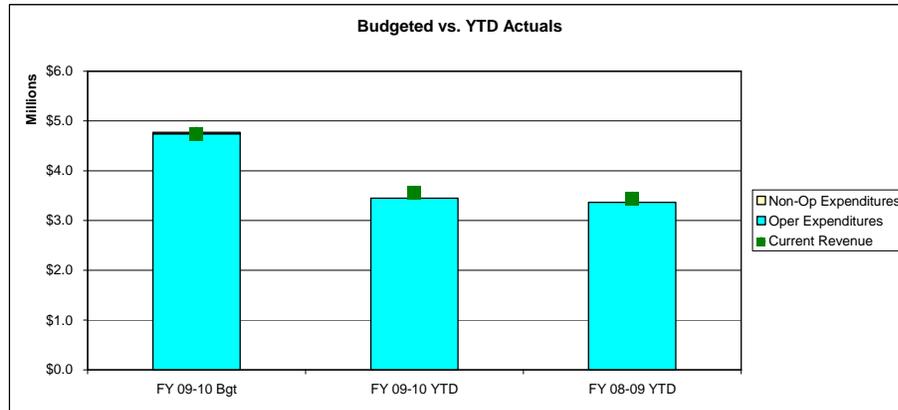
- (1) Interest revenues year-to-date in FY 09-10 are below budget and prior year due to interest rate decline in flagging economy and a lower fund balance.
- (2) Due to budget constraints, the MIS strategic plan work has been deferred in FY 09-10. Finance should end the year slightly below budget.
- (3) FY 09-10 year-to-date actuals are lower than prior year, driven by City-requested work orders that vary year to year.



ADMINISTRATIVE SERVICES FUND

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$51,033						
Charges for Service	\$4,734,450	\$1,183,614	\$3,550,842	75.00%	\$1,136,865	\$3,410,595	75.00%
Miscellaneous (1)	15,090	1,985	6,194	41.05%	3,521	35,153	227.38%
TOTAL CURRENT REVENUE	\$4,749,540	\$1,185,599	\$3,565,414	75.07%	\$1,140,386	\$3,445,748	75.52%
EXPENDITURE BY DEPARTMENT							
Finance	\$2,615,050	\$656,312	\$1,976,762	75.59%	\$651,709	\$1,931,894	73.94%
City Manager's Office	2,127,350	478,720	1,469,945	69.10%	489,595	1,433,258	71.86%
TOTAL OPERATING EXPENDITURES	\$4,742,400	\$1,135,032	\$3,446,707	72.68%	\$1,141,304	\$3,365,152	73.04%
Contingencies/Reserves	30,000	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$4,772,400	\$1,135,032	\$3,446,707	72.22%	\$1,141,304	\$3,365,152	72.56%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$22,860)	\$50,568	\$118,707		(\$917)	\$80,596	

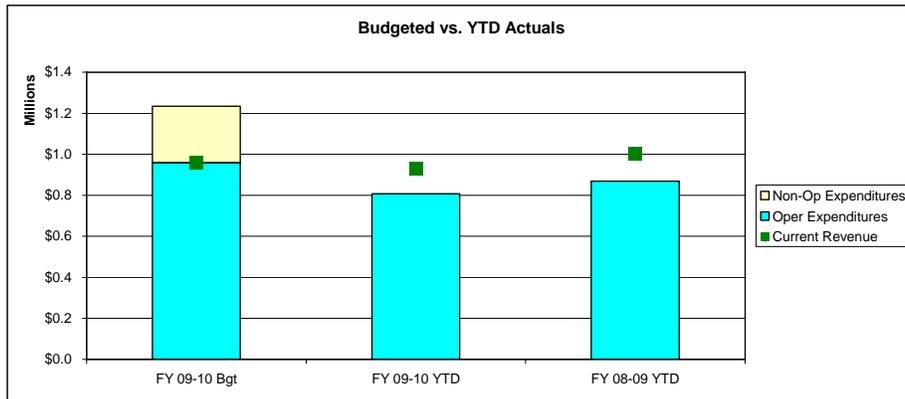
- (1) Interest revenues year-to-date in FY 09-10 are below budget and prior year due to interest rate decline in flagging economy and a lower fund balance. Miscellaneous revenue in FY 08-09 was substantially over budget due a one-time reimbursement of forfeited balances paid to the City by a benefits vendor.



RISK MANAGEMENT FUND

REVENUE	AMENDED BUDGET	3rd Quarter FY 09-10	UNAUDITED FY 09-10	FY 09-10 % REC/EXPEND	3rd Quarter FY 08-09	Y-T-D FY 08-09	FY 08-09 % REC/EXPEND
Budgeted Fund Balance	\$314,862						
Charges for Service (1)	\$901,900	\$225,475	\$901,900	100.00%	\$239,318	\$957,220	100.00%
Miscellaneous (2)	57,540	1,065	28,130	48.89%	17,369	44,301	63.92%
TOTAL CURRENT REVENUE	\$959,440	\$226,540	\$930,030	96.93%	\$256,687	\$1,001,521	97.56%
EXPENDITURE BY DEPARTMENT							
City Manager's Office (1)	\$959,420	\$73,454	\$807,565	84.17%	\$117,756	\$869,342	75.43%
TOTAL OPERATING EXPENDITURES	\$959,420	\$73,454	\$807,565	84.17%	\$117,756	\$869,342	75.43%
Contingencies/Reserves	275,000	0	0	0.00%	0	0	0.00%
TOTAL ALL EXPENDITURES	\$1,234,420	\$73,454	\$807,565	65.42%	\$117,756	\$869,342	70.02%
CURRENT REVENUE LESS							
TOTAL EXPENDITURES	(\$274,980)	\$153,086	\$122,465		\$138,932	\$132,180	

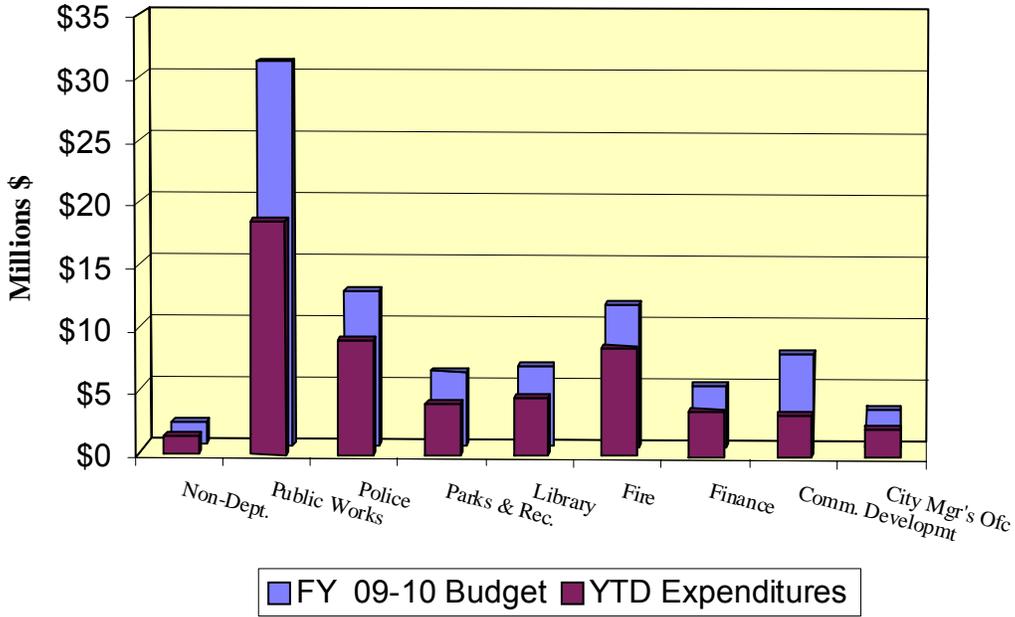
- (1) Timing of internal service charges to departments is weighted to coincide with insurance premium payments, 75% of which occur in July and 25% in January. CMO expenditures are higher than target in FY 09-10 due primarily to workers' compensation claims paid year-to-date. The department will be seeking contingency appropriations from Council in the fourth quarter to ensure sufficient funds available through year-end.
- (2) Interest revenues year-to-date in FY 09-10 are below budget and prior year due to interest rate decline in flagging economy and a lower fund balance.



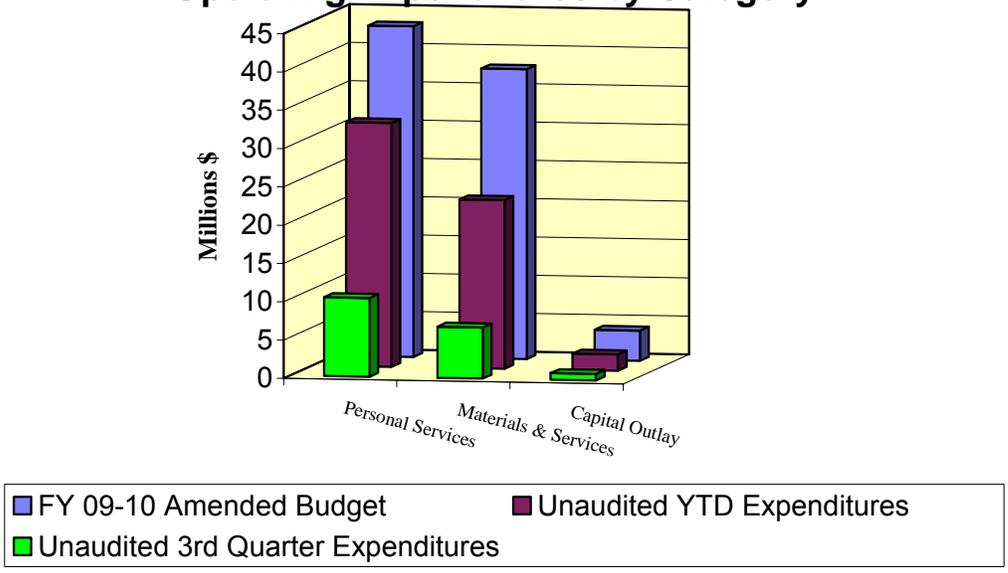
BUDGET PERFORMANCE BY DEPARTMENT

This section provides general information regarding departmental budgetary performance. Included in this section is an Expenditure Summary by classification for each department, which does not include Non-Operating or Capital Project Expenditures. The graphs below illustrate each department's operating performance as well as a "by category" view for all departments for the quarter and year-to-date (YTD).

Operating Expenditures by Dept



Operating Expenditures by Category



CITY MANAGER'S OFFICE

Type of Expenditure	2009-10 Amended Budget	Unaudited 3rd Qtr Expenditures	Unaudited YTD Expenditures	Percent Expended
Personal Services	\$1,303,650	\$325,660	\$919,678	70.55%
Supplies and Services	1,768,880	226,513	1,342,367	75.89%
Capital Outlay	14,240	0	15,465	108.60%
Total Operating Expenditures	\$3,086,770	\$552,174	\$2,277,510	73.78%

Fund Sources Combined: Administrative Services Fund and Risk Management Fund.

Noteworthy Accomplishments during this Quarter:

- Implemented Community Alert Network through a partnership with Benton County.
- Published the City's Report Card in the March 2009 issue of "the City."
- Participated in the Employer Partnership for Diversity training on gender identity and sexual orientation in the workplace.

Upcoming/Pending Items:

- Implement Online Recruitment System in the fourth quarter.
- Prepare for the November 2010 City Council election.
- Complete installation of Automated External Defibrillators (AEDs) in City buildings.

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
Cost Efficiency	Compare City FTE to assess efficient and effective customer service	City FTE per 1,000 population.	8.08	8.05	7.87	7.87
	Compare Human Resources FTE to assess efficient and effective customer service	Ratio of Human Resources FTE to total City FTE.	1 per 98	1 per 98	1 per 96	1 per 96
	Efficiently accomplish Council goals	Percentage of Council goals completed within each two-year term. ⁽¹⁾	0%	100%	0%	0%
	Reduce average workers compensation claims per employee through promotion of a safe workplace	# of workers compensation claims per 100 FTE.	13.5	<10.0	2.1	6.0
	Maximize workplace productivity	Number of sick leave hours used per 1,000 hours worked. ⁽²⁾	26.1	<24.9	30.4	29.9
Diversity	Provide a welcoming organization that promotes and respects diversity	% of total job applicants for regular positions who identify themselves as a minority.	11%	13%	9%	10%
Sustainability	Reduce paper use	Reduce paper usage by 10% over the FY 2005-06 baseline of 524 reams as measured on a quarterly basis.	343	<220	64	188

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
	Measure the benefits to compensation ratio for competitiveness, retention, attraction and comparator purposes.	Benefits as a % of total compensation.	29%	28%	29%	29%
Community Involvement	Maximize citizen satisfaction with the quality of City services.	% of Citizen Attitude Survey respondents giving good or excellent rating to the quality of overall City services.	82%	>82%	90%	90%
	Maximize citizen satisfaction with City communications and outreach.	% of Citizen Attitude Survey respondents who rated the quality of public information services as excellent or good.	N/A	>73%	77%	77%
		% of Citizen Attitude Survey respondents who rated the job the City does at welcoming citizen involvement as excellent or good.	New measure	>66%	65%	65%
		% of Citizen Attitude Survey respondents who rated the job the City does at listening to citizens as excellent or good.	New measure	>56%	55%	55%

- (1) The 2009-2010 Council established their new goals in March 2009; while progress has been made, none are yet considered to be complete as of the end of the third quarter of FY 09-10.
(2) Sick leave hours increased due to the flu season.

COMMUNITY DEVELOPMENT

Type of Expenditure	2009-10 Amended Budget	Unaudited 3rd Qtr Expenditures	Unaudited YTD Expenditures	Percent Expended
Personal Services	\$3,336,030	\$787,612	\$2,384,532	71.48%
Supplies and Services	4,217,680	247,091	964,751	22.87%
Capital Outlay	0	0	0	0.00%
Total Operating Expenditures	\$7,553,710	\$1,034,702	\$3,349,283	44.34%

Fund Sources Combined: General, Development Services, Community Development Revolving, Parking, Street, Water, Wastewater and Storm Water.

Noteworthy Accomplishments This Quarter:

- Housing received 210 Rental Housing Program-related contacts in this quarter outlining 325 separate issues, with 128 related to habitability and 197 of a non-habitability nature. Sixty-eight of the habitability issues reported are or may be subject to the Rental Housing Code, and citizens making contact in these cases have been advised of the process to follow to pursue resolution.
- Housing staff continued active participation on the committee that is developing a Ten Year Plan to Address Homelessness in Benton County.
- Housing staff continued meeting with representatives of the Corvallis Sustainability Coalition and the Corvallis Environmental Center to establish program parameters for a residential energy efficiency revolving loan fund and

program that will utilize federal Department of Energy funds made available to the City through a \$250,000 Stimulus-based Energy Efficiency and Conservation Block Grant.

- The Planning Commission reviewed the Planning Division’s Unresolved Planning Issues List and made recommendations to the City Council regarding the Planning Division Work Program. A joint work session was held with the Planning Commission and City Council on February 22, 2010 to discuss the work program and the South Corvallis White Paper Report.
- The City Council completed review of the Planning Division Work Program, received public comment and took action on the Corvallis Metropolitan Planning Organization’s 9th Street Improvement Plan, and conducted an appeal hearing for a sign code violation at Phones Plus, Inc. Additionally, the City Council authorized Planning Division Staff to develop a special ordinance that would extend land use application expiration deadlines for the Council’s consideration.
- Planning processed five General Development Land Use applications and four Special Development Land Use applications.
- The fifth of six projects funded with American Recovery and Reinvestment Act-based Community Development Block Grant resources was completed during the month. The final project, funding of interior floor repairs and exterior parking improvements at the Center Against Rape and Domestic Violence service facility, will be completed this spring.
- E-Permits: Of the 401 mechanical and electrical permits issued in the 3rd quarter, 154 (or 38%) were issued online.
- New Home Permits: 8 permits were issued this quarter for the construction of new homes.
- Inspections: Development Services staff conducted 3,122 construction inspections in the 3rd quarter.
- Planning Division staff continued its support of the Downtown Commission’s work program items in a variety of areas.

Upcoming/Pending Items:

- The Ten Year Plan for Benton County was completed and released on October 23. As a follow up to the Plan’s release a new steering committee will be formed and tasked with prioritizing and then facilitating/overseeing efforts to carry out projects. This committee will include City representation.
- At their March meeting the City’s Housing and Community Development Commission considered a draft Action Plan for the City’s FY 10-11 CDBG and HOME program funding allocations, recommending City Council approval of the plan as written. The Plan will be considered by Council during a public hearing on April 19.
- Delivery of City financial assistance to agencies providing assistance to the homeless will continue through the end of FY 09-10.

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
Cost Efficiency	Maintain stated objective of completing inspections within same day of request.	Percentage of building inspections completed on time.	100%	95%	100%	100%
	Achieve plan review turn-around time consistent with other Oregon cities.	Percentage of initial residential plan review completed within 14 calendar days. ⁽¹⁾	94%	90%	88%	84%
	Meet or exceed federal HOME match requirement for all investment of Housing dollars.	Housing dollars leveraged with outside investment in funded activities. ⁽²⁾	21%	25%	0%	114%
	Meet or exceed State requirements for land use application review time.	Average review time (in days) to process a public hearing land use application. ⁽³⁾	63	< 115	43	46
	Meet or exceed State requirements for land use application review time.	Average review time (in days) to process administrative land use application.	32	< 45	24	27

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
Community Involvement	Achieve at least the targeted % citizen rating of excellent or good.	Citizen satisfaction with land use process, from customer survey.	52%	60%	57%	57%
	Achieve at least the targeted % participant rating of excellent or good.	Economic Development applicants' rating of the process in annual survey. ⁽⁴⁾	80%	100%	N/A	N/A
Sustainability	Conserve resources by reducing fuel and paper use.	Percentage of Mechanical and Electrical permits issued online. ⁽⁵⁾	32%	20%	39%	40%
	Maintain the quality of low income housing in a cost effective manner.	Units of housing rehabilitated per \$100,000 in City funds invested.	3.4	5.0	2.1	2.6
Diversity	Assure that low income residents' housing needs are met in a cost effective manner.	Housing units occupied by low income households assisted per \$100,000 in City funds invested.	12.2	10.0	16.7	5.9

(1) YTD performance below target due to staffing levels and massive influx of commercial projects from OSU.

(2) Year-to-date will decrease during the rest of the year, as HOME funds are expended on projects.

(3) The first quarter was dominated by Historic Preservation Permits, which generally require a shorter time to complete, hence the better than target result year-to-date. Also in the third quarter there were two public hearing applications expedited due to a recent FCC ruling regarding wireless telecommunications facilities.

(4) Economic Development Process survey results will be completed at the end of the fiscal year and reported at that time.

(5) Contractors have embraced the online system beyond expectations.

FINANCE

Type of Expenditure	2009-10 Amended Budget	Unaudited 3rd Qtr Expenditures	Unaudited YTD Expenditures	Percent Expended
Personal Services	\$3,423,030	\$858,344	\$2,533,386	74.01%
Supplies and Services	1,419,960	274,474	1,018,375	71.72%
Capital Outlay	70,500	0	0	0.00%
Total Operating Expenditures	\$4,913,490	\$1,132,819	\$3,551,761	72.29%

Fund Sources Combined: General, Parking, Technology and Communications and Administrative Services.

Noteworthy Accomplishments during this Quarter:

- Customer Service staff completed review of landlord letter process and updated the department "How-To" manual and training guide.
- Accounts Receivable bank drafting tested successfully; staff will now evaluate the next steps.
- Issued W2s and 1099s for calendar year 2009.
- Municipal Court and Customer Services staff completed work with MIS to create system generated documents for collections and the process of obtaining vehicle owner information directly from the DMV to avoid using MIS staff time and a link process.
- MIS staff developed a security hardening implementation plan including the timeline and an implementation plan for the City's many data systems.
- Completed two additional departments' classification or taxonomy of their electronic records.

Upcoming/Pending Items:

- Complete recurring and bank draft donation option for utility services customers and publicize the option.

- Complete the liquor, tobacco, and social gaming renewal process.
- Prepare and complete preliminary auditor visit as well as year-end and annual audit.
- Finance will host a meeting for Oregon Center for Performance Measure Consortium members, including initiating performance measurement discussions for specialty areas of Risk Management, IT, Sustainability, Fire and Parks & Recreation.
- Municipal Court and Customer Services staff will work with MIS to implement online payments for Municipal Court and to pursue collections of Court fines.
- MIS staff will implement the security hardening plan.
- Continue electronic record classification or taxonomy and complete two departments' classifications.

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
Cost Efficiency	Receive sufficient per capita revenue levels to enable the City to maintain existing service levels.	Maintain operating revenue greater than or equal to \$1,350 per capita.	\$1,391	≥ \$1,350	\$270	\$1,171
	Ensure City resources are primarily spent on operations that provide services directly to citizens.	Maintain general overhead costs (City Manager's Office and Finance) at less than 7% of total operating budget.	6.6%	6.8%	6.4%	6.2%
	Provide necessary information technology resources for departments to operate efficiently.	Achieve 100% server uptime relative to scheduled server uptime.	99.9%	100%	98.0%	99.0%
	Manage MIS resources effectively and provide cost-efficient, high-quality, pro-active service to the organization to support system changes to adapt to ongoing departmental needs.	Resolve service calls to repair calls at a ratio of three to one.	1.46/1.00	3.00/1.00	0.91/1.00	1.13/1.00
	Increase organizational efficiency in providing service output.	Maintain operating expenditures less than or equal to \$1,350 per capita. ⁽¹⁾	\$1,286	≤ \$1,350	\$325	\$970
Sustainability	Reduce department wide paper consumption through increased use of electronic file sharing and software upgrades.	Reduce paper purchases by 10% in FY 09/10 from FY 08/09, as measured in number of reams on a quarterly basis.	650	593	140	470
	Reduce paper and postage costs by increasing proportion of Utility Billing customers participating in E-Bill program.	Increase number of E-Bill participants to 20% of Utility Billing customers. ⁽²⁾	828	1,500	883	883

(1) On track to meet goal with close controls over expenditures.

(2) E-Bill participation is below expectations. A recurring credit card option is now available and is expected to help increase E-Bill participation in FY 09/10. Although the recurring credit card option has not increased E-Bill participants staff is still promoting the program to Citizens.

FIRE

Type of Expenditure	2009-10 Amended Budget	Unaudited 3rd Qtr Expenditures	Unaudited YTD Expenditures	Percent Expended
Personal Services	\$8,161,380	\$1,927,174	\$6,009,235	73.63%
Supplies and Services	2,189,090	529,767	1,510,538	69.00%
Capital Outlay	1,173,790	564,600	1,085,430	92.47%
Total Operating Expenditures	\$11,524,260	\$3,021,542	\$8,605,203	74.67%

Capital outlay consists of station equipment, major building renovation/repairs and scheduled fire vehicle replacements.

Noteworthy Accomplishments during this Quarter:

- The Department took delivery of a new fire engine, ambulance, and staff vehicle.
- The Fire Marshal position, vacant due to a retirement, was filled.

Upcoming/Pending Items:

- Staff is preparing all new vehicles (engine, ambulance, and staff vehicle) to be placed in service.
- Staff continues to tailor the Record Management System in preparation for its implementation.

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
Community Involvement	Interact with at least 10% of residents (city and rural district) in public education events annually.	Number of attendees at public education events.	6,600	6,600	459	5,952
Cost Efficiency	Achieve a response time of 5 minutes or under from dispatch to arrival on 80% of Code 3 fire calls within the city limits.	Percentage of fire calls with a response time of 5 minutes or less from dispatch to arrival within city limits.	65.0%	70.0%	71.6%	69.7%
	Achieve a response time of 5 minutes or under from dispatch to arrival of ALS equipment on 45% of Code 3 EMS calls within the city limits (ASA contract target).	Percentage of EMS calls requiring ALS with response time of 5 minutes or less from dispatch to arrival within city limits.	59.0%	60.0%	61.0%	58.7%
	Maintain operating costs per capita at or below that of comparator cities.	Total fire operating expenditures/1,000 population within city limits. (1)	\$139.58	\$142.00	\$35.24	\$108.89
	Maintain false alarm rate at or below the level experienced by ICMA comparators.	False Alarms as a % of non-EMS responses in the city. (2)	13.0%	12.0%	8.2%	11.7%

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
Sustainability	Maintain average loss per 1,000 population within city limits less than national average.	Maintain average loss per 1,000 population within city limits less than national average. ⁽³⁾	<\$34,900	<\$38,800	\$20	\$18,824
	Maintain number of reported structure fires per 1,000 population within the city limits at less than the national average.	Residential structure fires per 1,000 population served within city limits. ⁽³⁾	<3.00	<1.30	0.09	0.53

(1) The Fire Department is making an effort to exit the year under budget.

(2) The measurement shown is the percentage of structure fires to false alarms. Corvallis has few fires but a number of false calls, due largely to malfunction of commercial alarm systems. Over time, the nuisance alarm ordinance will continue to help to reduce the number of repeat false alarms.

(3) These measures can change dramatically with one incident.

LIBRARY

Type of Expenditure	2009-10 Amended Budget	Unaudited 3rd Qtr Expenditures	Unaudited YTD Expenditures	Percent Expended
Personal Services	\$3,837,350	\$928,897	\$2,833,710	73.85%
Supplies and Services	2,515,880	584,348	1,654,363	65.76%
Capital Outlay	120,640	103,153	106,152	87.99%
Total Operating Expenditures	\$6,473,870	\$1,616,397	\$4,594,225	70.97%

Fund Sources Combined: Library and Library 2010 Fund. Capital outlay includes scheduled library equipment purchases and replacements.

Noteworthy Accomplishments during this Quarter:

- The Public Art Selection Commission met with members of Management Team to review artists' submissions for the hanging art piece to be placed in the lobby skylight. There were four finalists chosen who will submit small models of their proposed pieces with final selection in May.
- The new Art in the Library brochure was completed and will be printed later in the summer. Staff worked with a team from 208 Design of the OSU Department of Art.
- Public Works staff made it possible to complete much of the first-floor rearrangement project early, which eliminated the need to be closed. The public has made positive comments about the changes, including how easy it is to retrieve items on hold.
- The popular Gearing Up for Gardening series (co-sponsored by Benton County Master Gardeners, LBCC Benton Center, and the Library) were videotaped for the first time this year. The programs were broadcast on CCAT Channel 29 and are also available for check out from the Library on DVD.
- The application for federal E-rate funds to offset the cost of telephone services in FY 10-11 was submitted. The library should receive approximately \$9,800.
- The schedule of events was finalized for the 2010 Summer Reading Program, "Make a Splash READ!" The reading program, sponsored by the Friends of the Library, begins June 1.
- The annual model railroad show by the Oregon O-Gaugers Train Club entertained and educated over 350 people, in addition to gathering 130 pounds of food and \$75 cash for Linn-Benton Food Share.
- The Friends of the Library held their annual Big Book Sale. For the first time they were able to accept credit/debit cards, which may have contributed to increasing their net profit to \$33,111.
- The carpet was replaced in the Main Meeting Room.

Upcoming/Pending Items:

- Continue working with the Monroe community on plans for a new library building.
- Complete the final touches in the lobby rearrangement project.
- Complete the compensation and classification review process for all library positions.
- Building maintenance and special projects: Belluschi Wing fire sprinklers, periodic cleaning including windows, carpet and upholstery.

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
Cost Efficiency	Be at ICMA national average or below for operating and maintenance expenditures per item circulated of \$4.06.	Operating and maintenance expenditures per item circulated. ⁽¹⁾	\$3.10	\$3.00	\$2.93	\$2.96
	Circulate at least 50% more per FTE than other ICMA comparable libraries – ICMA average of 17,975.	Circulation per FTE. ⁽²⁾	30,779	30,000	8,224	23,964
Community Involvement	Achieve at least a 95% rating of excellent or good and be in the top five of national ICMA cities rated.	Citizen rating of overall library services.	90%	90%	90%	90%
	Be in the top 20% of circulation rates per capita of comparable ICMA libraries \geq 13.2.	Circulation rates per capita.	18.52	18.00	4.91	14.55
	Increase number of interactions with the public per FTE by 2% over previous year.	Interactions with the public per FTE. ⁽³⁾	6,578	7,200	1,753	4,595
	Be in the top five of comparable ICMA libraries in volunteer FTE's per 1,000 population \geq .025.	Number of volunteer FTE's per 1,000 population.	.079	.075	.082	.081
Diversity	Offer programs reflecting the diverse populations within Benton County.	Attendance at programs for children, teens, seniors, Latinos and other non-English speakers. ⁽⁴⁾	29,603	28,000	6,665	19,421
Sustainability	Each public computer is used at least 3,000 times per year.	Average number of user sessions per Corvallis Library public computer.	3,546	3,700	881	2,595
	Provide the materials people want to use and keep them moving through the community.	Circulation per registered borrower.	31.80	29.00	8.47	25.13

(1) ICMA Core measure. Set at a lower target for City since ICMA definition of operating & maintenance expenditures doesn't include several categories that the Library uses.

(2) On track to exceed goal, so targets will be re-examined for next fiscal year.

(3) Lower than last year, possibly due to public's use of self-service check-out and personal laptops on the wireless network.

(4) Programs are still well attended but down from last year, most likely due to the timing of El dia de los ninos/libros, which won't be held until May of this year.

PARKS & RECREATION

Type of Expenditure	2009-10 Amended Budget	Unaudited 3rd Qtr Expenditures	Unaudited YTD Expenditures	Percent Expended
Personal Services	\$3,693,193	\$755,837	\$2,765,764	74.89%
Supplies and Services	2,244,750	426,659	1,427,874	63.61%
Capital Outlay	85,570	11,290	19,390	22.66%
Total Operating Expenditures	\$6,023,513	\$1,193,787	\$4,213,028	69.94%

Fund Sources Combined: Parks & Recreation, Aquatics and Open Space Funds. Capital outlay includes scheduled vehicle and machinery replacements.

Noteworthy Accomplishments during this Quarter:

- New Department Vision and Mission Statements were completed and placed on Department’s website.
- The Youth Volunteer Corps (YVC) hosted the “Say Cheese” fundraising event for the Jackson Street Youth Shelter, raising \$2,000 for essential needs at the shelter.
- AARP Tax Aide program at the Senior Center began.
- New Years Day Polar Bear Swim at the Aquatic Center was a big success.
- Osborn Aquatic Center (OAC) hosted the High School Rhumbaugh Invitational and CAT Open swim meets with over 1,000 athletes participating, and hosted the State Championships with 1,200 – 2,000 athletes over a four day period..
- OAC received a \$2,500 donation for the Family Assistance Scholarship.
- A design was approved for a small dog area inside the Dog Park.
- Parks and Recreation’s new Sunday Open Court Basketball was a success.
- Senior Center evening programs included 100 people exercising through dance on Friday’s and 200 visits to the Wednesday evening Duplicate Bridge Program.
- OAC certified nearly 100 Public Works employees in CPR, AED and First Aid.
- The Spring/Summer Activity Guide was delivered with hundreds of ways to become involved in the community, stay fit and meet a diverse range of people.
- A Land and Water Conservation grant application was completed for restoration of Central Park Plaza.
- A rededication of the Greenbelt Land Trust’s 41 acre easement purchase and installation of a refurbished donor sign at Bald Hill Natural Area. was held
- OAC hosted a Triathlon Clinic to help novice and advanced athletes prepare for the Heart of the Valley Triathlon.
- The new Arts and Culture Commission was formed.
- Seasonal Park staff returned from their four-month leave.

Upcoming/Pending Items:

- Herbert Open Space Management Plan will be finalized and adopted.
- Staff will being to work on learning the new Operations Management System and will set it up for implementation later this year..
- The Department’s annual fee review will be submitted to the Parks, Natural Areas and Recreation Board (PNARB), and then to the City Council.
- The Healthy Kids Healthy Community grant program will begin implementation.

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
Community Involvement	Maintain volunteer hours in the range of 25% of Parks and Recreation FTE hours.	Total number of hours worked by volunteer staff in support of parks and recreation activities. ⁽¹⁾	28,693	30,000	5,333	17,200
Cost Efficiency	Highlight the value of subsidized recreation at Osborn Aquatic Center.	Target cost per visit for subsidy at OAC. ⁽²⁾	\$2.81	< \$3.23	\$1.45	\$3.01
	Highlight the value of subsidized recreation at Senior Center.	Target cost per visit for subsidy at the Senior Center.	\$4.73	< \$6.25	\$4.17	\$3.95

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
	Keep operations & maintenance (O&M) costs per capita below the median for nationwide reporting cities with populations between 40,000 and 60,000.	Net annual P&R O&M expenditures (not incl. utilities) per Capita. ⁽³⁾	\$90.98	\$60.00	\$17.16	\$57.28
Sustainability	Increase the utilization percentage of granted scholarships.	Percent of total scholarship value expended.	19%	25%	18%	20%
	Maintain or improve the ratio of acres per population of comparator cities.	Total park acres per 1,000 population.	30.7	30.6	33.0	33.0
Diversity	Continue to design recreation programs to be inclusive, creating an opportunity for our diverse community to come together.	Number of programs offered annually and the number of participants. ⁽⁴⁾	1,021/ 34,086	1,050/ 30,000	207/ 4,692	727/ 16,072

- (1) Fourth Quarter is historically the highest month and staff anticipates coming close to target.
(2) Lower utility rates and a high use time due to major swim meets are causing the cost per visit to be very low in the third quarter; on track to meet goal for the year.
(3) Staff anticipates exceeding the target, but not to the same level as FY 08-09. Spending has been curtailed which will keep this figure much closer to target in the fourth quarter.
(4) Focusing on marketing to increase participants at events.

POLICE

Type of Expenditure	2009-10 Amended Budget	Unaudited 3rd Qtr Expenditures	Unaudited YTD Expenditures	Percent Expended
Personal Services	\$8,915,630	\$2,161,295	\$6,600,433	74.03%
Supplies and Services	3,333,381	841,157	2,403,492	72.10%
Capital Outlay	245,660	35,886	209,139	85.13%
Total Operating Expenditures	\$12,494,671	\$3,038,338	\$9,213,063	73.74%

Fund Sources Combined: General, 9-1-1 Emergency Communications and Parking Fund. Capital outlay includes scheduled vehicle, equipment and computer system replacements.

Noteworthy Accomplishments during this Quarter:

- Corvallis Police Auxiliary started two new Neighborhood Watch groups and conducted three SASSI home security surveys.
- Officer Michael Withington received the Victor G. Atiyeh Outstanding Student Award for the Department of Public Safety Standard and Training Basic Police Class 316.
- Corvallis Police Auxiliary launched the Radar Monitoring Program. This is a public education program to help make school zones safer by raising awareness of school zone speed limits.
- Two replacement police officers began work and are currently working in the in-house training program.
- A new Public Safety Dispatcher joined the department.

Upcoming/Pending Items:

- Recruitment tasks will continue to fill the remaining dispatcher vacancies.
- Work is continuing on the Radio Communications interoperability projects.
- The electric parking scooter purchased per the replacement schedule was delivered, however the specifications were not as ordered. A replacement scooter is anticipated for delivery in July.

- The Annual In-Service training plan will be completed in April.

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
Cost Efficiency	Increase community safety by reducing response time to top priority calls.	Response time in seconds to top priority calls.	316	300	262	296
	Increase community safety by clearing part 1 criminal investigations.	Percentage of Part 1 Crimes Cleared. ⁽¹⁾	Violent 44%	70%	50%	53%
			Property 16%	20%	20%	17%
	Efficiently move candidates through the complex recruitment process to reach and maintain fully authorized staffing levels.	Number of days to complete recruitment of police officers from testing to conditional job offer.	99	<120	76	68
	Increase community safety by maintaining overall number of traffic accidents resulting in injuries/ fatalities at less than the State average of 5.5/per thousand population.	Fatal and injury traffic accidents per 1,000 population.	1.95	<2.50	15 Accidents	59 Accidents or 1.1 per thousand
Diversity	Increase diversity of applicant pool through targeted outreach efforts.	Number of new, targeted outreach efforts. ⁽²⁾	8	6	0	3
Community Involvement	Achieve at least an 85% rating of excellent or good in citizen attitude surveys.	Citizen satisfaction ratings of overall police services. ⁽³⁾	79%	85%	N/A	78%

- (1) Violent crime clearance rates continue lower than target due to staffing levels, but have improved over last year.
(2) Efforts include advertising on bilingual and diversity job websites and mailings to community and college diversity groups. Applicant statistics are being tracked. Outreach efforts commenced in second quarter of FY 09-10.
(3) Remains below goal, but above national average. Lower rankings are in traffic enforcement and crime prevention.

PUBLIC WORKS

Type of Expenditure	2009-10 Amended Budget	Unaudited 3rd Qtr Expenditures	Unaudited YTD Expenditures	Percent Expended
Personal Services	\$10,460,440	\$2,536,016	\$7,791,546	74.49%
Supplies and Services	18,344,994	2,930,806	10,241,606	55.83%
Capital Outlay	2,242,350	147,466	696,848	31.08%
Total Operating Expenditures	\$31,047,784	\$5,614,287	\$18,730,000	60.33%

Fund Sources Combined: General, Street, Parking, Transit, Water, Water Timber, Wastewater, Storm Water, Airport, Fleet Maintenance, Facility Maintenance and Technology and Communications Fund. Capital outlay includes scheduled vehicle and equipment replacements.

Noteworthy Accomplishments during this Quarter:

- Administration staff compiled a briefing paper on five sustainability initiatives the City Council is interested in pursuing; created and distributed public outreach materials for the Sustainability Initiatives Funding project and met with four stakeholder citizen advisory commissions.

- City Council reauthorized the Transportation Maintenance Fee providing a continuing, stable revenue source for street maintenance services.
- US Army Corps of Engineers (USACOE) has issued a wetlands permit for the certified industrial site in the Airport Industrial Park (AIP). Oregon Department of State Lands (DSL) anticipates issuing their permit very soon.
- The OSU Student Senate approved the fee to fund the OSU transit group-pass agreement for the FY 10-11 academic year.
- Completed the design for additional grind/inlay projects at 5th / Buchanan Avenue from Western Boulevard to 9th Street, and Western Boulevard from 7th to 17th Streets, which will utilize remaining American Recovery and Reinvestment Act (ARRA) funding.
- Completed the draft CIP document. The Planning Commission held a public hearing and recommended approval to the City Council in January, 2010.
- Transportation staff awarded the contract for acquiring new orthophotos and updates to key GIS data sets to MapCon Mapping. The schedule for acquiring the aerial photography is March or April, weather dependent.
- Initiated two community sustainability projects: performed water conservation and storm water runoff analysis at the First Alternative Food Cooperative south store, and began work on water conservation “white paper.” Both projects are City Council initiatives in collaboration with the Corvallis Sustainability Coalition.
- Received several grants in cooperation with Cascade Pacific Resource Conservation and Recovery for invasive weed control and wildlife habitat enhancement projects in the Corvallis Forest.

Upcoming / Pending Items:

- Receive and deploy three replacement transit buses.
- Conduct a community workshop to obtain citizen input on stream shading as a compliance alternative for the City to meet Oregon DEQ regulations regarding temperature impacts from the discharge of treated wastewater on the Willamette River.
- Conduct a community meeting with residents of the Beca/16th Street neighborhood to gauge interest in a “green” streets/storm water runoff retrofit to provide some treatment prior to its discharge to Dixon Creek.
- Complete the design of the Moose Building demolition and parking lot reconstruction, advertise for construction bids, and complete the demolition.
- Complete the construction of the ARRA grind/inlay projects.
- Complete the designs for projects scheduled to be constructed this summer including Circle Boulevard Pedestrian Crossings, Country Club Drive Bikelanes, Storm Drain Rehabilitation, Majestic Theater Seismic Upgrades Phase III, Safe Routes to School, WWRP Influent Pump Station Improvements, Hout Street Improvements, and Sanitary Sewer Rehabilitation.
- Facilitate the City Council’s deliberations of the Sustainability Initiative Fees.
- Develop projects that will result in the largest sustainability gains for the areas of services provided or supply chains used.
- Begin design of a comprehensive asset management program for utility system infrastructure.
- Advertise the RFP for the transit operations and maintenance contract to start July 1, 2010.
- Acquire both USACOE and Oregon DSL wetlands mitigation permits for the AIP. Start wetland enhancement consistent with approved mitigation plan.

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
Cost Efficiency	Maintain street sweeping costs in lower third of comparator cities.	Street Sweeping expenditures per linear mile swept. ⁽¹⁾	\$16.00	\$15.00	\$15.88	\$16.29
	Maintain facility maintenance costs in lower third of comparator cities.	Custodial expenditures per square foot for administrative/office spaces. ⁽²⁾	\$0.74	<\$1.00	N/A	N/A
	Maintain transit costs below national average of \$2.70.	Costs per transit ride.	\$2.41	<\$2.70	\$2.11	\$2.40
	Have utility rates that contribute to Corvallis being an attractive place to live.	Average monthly utility bill, compared to other mid-Willamette Valley providers. ⁽³⁾	17%	<33%	9%	9%

COUNCIL VALUES	Management Goals & Objectives	Performance Measures	FY08-09 ACTUAL	FY09-10 TARGET	3 rd QTR ACTUAL	FY09-10 YTD
	Efficient treatment of wastewater.	FTE per million gallons of wastewater treated in lower third of comparator cities.	.0024	.0030	.0041	.0062
	Efficient treatment of water.	FTE per million of gallons of water treated in lower third of comparator cities.	.0032	.0020	.0090	.0074
	Maximize budget available for infrastructure improvements.	Project design and construction management as a percentage of construction costs. ⁽⁴⁾	13%	20%	0%	0%
	Efficiently review development proposals.	Average Development Review Division FTE hours per construction project plan review.	24	30	24	25
Community Involvement	Achieve an average 78% rating of excellent or good for street, water, sewer and storm drainage services.	Citizen rating Public Work services 'excellent' or 'good' (from the Citizen Attitude Survey). ⁽⁵⁾	76%	90%	78%	78%
Sustainability	Be in the upper third of comparator cities for alternative fuels usage.	Percentage of vehicles and heavy equipment using alternative fuels. ⁽⁶⁾	23%	35%	N/A	N/A
	Remain below national average of 10% annually for water loss in the distribution system.	Percent of water loss in the distribution system.	8.42%	<10.00%	5.43%	4.69%
Diversity	Achieve an annual increase in targeted categories of transit ridership over the previous year.	Number of rides categorized as seniors, youth or with a disability in the annual transit survey. ⁽⁶⁾	2.74%	10.00%	N/A	N/A

(1) Changes in Allied Waste's leaf pick-up program resulted in additional sweeping during the 2nd quarter.

(2) This is an annual measure normally calculated and/or reported in the fourth quarter. Data will be available in August, 2010.

(3) This is measured among 10 comparator cities and the goal is to be in the lower third based on utility rates.

(4) Percentage is not available until the projects closed.

(5) The lower scores were in the Street area. While reasons behind the scores aren't given, it is believed the low scores were due to the amount of construction, and consequent inconvenience to drivers.

(6) This is an annual measure calculated in the fourth quarter.

NON-DEPARTMENTAL

Type of Expenditure	2009-10 Amended Budget	Unaudited 3rd Qtr Expenditures	Unaudited YTD Expenditures	Percent Expended
Personal Services	\$40,000	\$0	\$0	0.00%
Supplies and Services	1,784,820	627,371	1,450,039	81.24%
Capital Outlay	0	0	0	0.00%
Total Operating Expenditures	\$1,824,820	\$627,371	\$1,450,039	79.46%

Budget includes city allocations, paying agent fees for debt service and pass through cost of retired employees' medical benefits.

VACANCY SUMMARY

DEPARTMENT	AMENDED AUTHORIZED FTE	FILLED FTE 3/15/2010	VACANT POSITIONS	STATUS
CMO	10.00	9.00	HR Specialist	Recruitment in process
COMMUNITY DEVELOPMENT	41.00	33.80	Assistant Planner (.20) Building Inspector (2) Code Enforcement (.5) Permit Coordinator (1) Permit Technician (.5) Plans Examiner I (1) Project Coordinator (1) Planning Manager (1)	Underfilled Held open Recruitment open next qtr Held open Held open Held open Held open Recruitment in process
FINANCE	39.00	33.00	Court Clerk (2) Accountant (1) Budget Analyst (1) Senior Accountant (1) Treasury Analyst (1)	One recruitment initiated Recruitment in process No recruitment at this time No recruitment at this time Recruitment in process
FIRE	69.00	67.00	Division Chief (1) Firefighter EMT (1)	Recruitment in process No recruitment at this time
LIBRARY	46.65	45.39	Deputy Library Director Reference Librarian (.01) Underfill Shelvers (0.25) Underfilled	No recruitment at this time Underfilled Underfilled
PARKS AND RECREATION	38.64	36.97	Seasonal Parks Workers (.67) Management Assistant (1)	No recruitment at this time No recruitment at this time
POLICE	92.25	83.25	Police Officer (5) Public Safety Dispatcher (4)	Recruitment in process Recruitment in process
PUBLIC WORKS	119.00	113.63	Engineering Technician III - (2) Program Specialist (1) Utility Services Supervisor (1) Utilities Systems Specialist (1) Administrative Specialist - (.37)	No recruitment at this time No recruitment at this time No recruitment at this time No recruitment at this time Underfilled
TOTALS	455.54	422.04		

CAPITAL IMPROVEMENT PROGRAM

The Capital Improvement Program section is included in the Quarterly Operating Report to update readers on the status of projects currently in progress. Projects have been placed in one of seven broad-based infrastructure functional areas: Airport; Buildings and Facilities; Parks and Recreation; Storm Water; Transportation; Wastewater; and Water. At the end of the third quarter, Capital Project year-to-date expenditures totaled \$2,557,726 or 21.55% of the \$11,866,610 Amended Budget. The lists below include a breakout of major projects by those that are expected to be completed, projects delayed or cancelled and projects partially or wholly carried over to FY 10-11. The projects for which only the design phase is to be complete have been marked as such. Please refer to the detail section starting on page three for more information on the status of all projects, including those below.

Projects Expected to be Completed	Page#
Municipal Buildings Rehabilitation – Majestic Theatre Seismic, Phase I	4
Park Improvement – Avery Rose Garden, Phase II	4
Safety Sidewalk	6
Street Reconstruction – Walnut and Kings Boulevards intersection	6
Traffic Signal – Kings Boulevard / Walnut Boulevard	7
Sanitary Sewer Line Rehabilitation	7

Projects Delayed or Cancelled	Page#
Airport Facility Improvements – Ramp / Fence	3
Park Improvements – Arnold Park Play Structure and Village Green Park Restroom	4
Traffic Signal-26 th /Western	7
WWMP Odor Control Facility	8

Projects Partially or Wholly Carried Over to FY 10-11	Page#
Airport Industrial Park Improvements	3
South Corvallis Drainage Improvements	3
City Hall Block – Moose Building Demolition and Parking Lot Construction	3
City Hall Block – Window Replacement	3
Fire Department Property Acquisition and Facilities Relocation	3
Law Enforcement Fenced/Paved Compound	4
Park Facility Renovation – Art Center Plaza	4
Park Improvement – Willamette Picnic Shelter	4
Riverfront Commemorative Park – Interpretive Signage	4
Special Use Facilities – Tennis Court Resurfacing	4
Advanced Transportation Management System	6
Circle Boulevard Pedestrian Activated Crossings	6
Downtown Public Parking	5
Transit Operations Center	6
Biosolids Storage Tank	7
WWMP Influent Pump Station	8
WWRP Electrical Equipment Replacement	8
North Hills 1 st Level Reservoir Improvements	8

SUMMARY OF CIP PROJECTS

AIRPORT	ADOPTED	AMENDED	Y-T-D
Airport Facility Improvements	\$27,010	\$27,010	\$0
Airport Industrial Park Improvements	95,380	95,380	14,761
South Corvallis Drainage Improvements	69,900	69,900	216
TOTAL Airport Projects	<u>\$192,290</u>	<u>\$192,290</u>	<u>\$14,978</u>
BUILDINGS AND FACILITIES	ADOPTED	AMENDED	Y-T-D
City Hall Block	\$462,400	\$456,020	\$21,340
Fire Dept. Prop. Acquisition & Fac. Relocation	896,000	896,000	0
Law Enforcement Fenced/Paved Compound	91,800	91,800	0
Municipal Buildings Rehabilitation	331,400	326,400	262,456
Carryover Adjustment - Unused Budget	0	6,380	0
TOTAL Buildings and Facilities	<u>\$1,781,600</u>	<u>\$1,776,600</u>	<u>\$283,796</u>
PARKS	ADOPTED	AMENDED	Y-T-D
Acquisition of Natural Areas	\$179,960	\$179,960	\$0
Acquisition of Parks	300,000	300,000	0
Osborn Aquatic Center - Boiler Replacement	0	500	500
Park Facility Renovation	100,000	99,500	0
Park Improvements - Existing	511,200	508,950	78,550
Riverfront Commemorative Park Signage	30,850	30,850	0
Special Use Facilities	20,000	20,000	0
Carryover Adjustment - Unused Budget	0	7,250	0
TOTAL Parks	<u>\$1,142,010</u>	<u>\$1,147,010</u>	<u>\$79,050</u>
STORM WATER	ADOPTED	AMENDED	Y-T-D
Storm Drain Replacement	\$215,100	\$215,100	\$145,898
Storm Water Master Plan Projects	445,000	445,000	0
Utility and Street Improvements	15,000	15,000	0
Carryover Adjustment - Unused Budget	0	0	0
TOTAL Storm Water Projects	<u>\$675,100</u>	<u>\$675,100</u>	<u>\$145,898</u>
TRANSPORTATION	ADOPTED	AMENDED	Y-T-D
9th and Circle Intersection Improvements	\$313,800	\$275,510	\$125,366
Advanced Transportation Management System	114,060	114,060	8,398
Circle Boulevard Pedestrian Activated Crossings	209,000	209,000	9,594
Country Club Drive Bike Lanes	19,100	19,100	6,838
Downtown Public Parking	200,000	200,000	0
Electric Vehicle Charging Stations	3,200	3,200	0
Goodnight ROW Acquisition	370,000	370,000	0
Sidewalk Safety	217,000	217,000	63,261
Street Reconstruction	645,490	645,490	486,806
Traffic Signal-26th/Western	17,960	17,960	0
Traffic Signal-53rd/Reservoir	0	5,000	1,216
Traffic Signal-Kings/Walnut	279,300	274,300	201,485
Transit Operations Center	168,620	168,620	6,291
Utility and Street Improvements	325,000	325,000	303,671
Carryover Adjustment - Unused Budget	0	38,290	0
TOTAL Transportation	<u>\$2,882,530</u>	<u>\$2,882,530</u>	<u>\$1,212,926</u>
WASTEWATER	ADOPTED	AMENDED	Y-T-D
Biosolids Storage Tank	\$20,000	\$20,000	\$462
Marys River Interceptor Improvements	134,200	134,200	2,399
Sanitary Sewer Line Rehabilitation	597,000	597,000	454,651
WWMP Influent Pump Station	279,000	279,000	69,762
WWMP Odor Control Facility	1,205,000	1,187,300	0
WWRP Electrical Equipment Replacement	1,536,950	1,536,950	3,838
Utility and Street Improvements	83,000	83,000	1,905
Carryover Adjustment - Unused Budget	0	17,700	0
TOTAL Wastewater Projects	<u>\$3,855,150</u>	<u>\$3,855,150</u>	<u>\$533,016</u>
WATER	ADOPTED	AMENDED	Y-T-D
Baldy Reservoir Cover Replacement	\$0	\$15,000	\$10,660
North Hills 1st Level Reservoir Improvements	230,930	230,930	3,932
Water Distrib System Rehabilitation	300,000	300,000	224,844
West Corvallis Second Level Water	38,500	38,500	0
Utility and Street Improvements	768,500	753,500	48,620
Carryover Adjustment - Unused Budget	0	0	0
TOTAL Water Projects	<u>\$1,337,930</u>	<u>\$1,337,930</u>	<u>\$288,063</u>
TOTAL All Areas	<u>\$11,866,610</u>	<u>\$11,866,610</u>	<u>\$2,557,726</u>

AIRPORT AND INDUSTRIAL PARK PROJECTS

<i>Airport Facility Improvements</i>	<u>CIP Doc Pg:</u> <u>1</u>	<u>Adopted Budget:</u> \$27,010	<u>Amended:</u> \$27,010	<u>YTD Expended:</u> \$0
<p>This project allows for expansion to support the increasing number of aircraft based at the airport and has several phases. Phase I was completed in FY 08-09 and included design and construction of aircraft ramp space on the west side of the main hangar.</p> <p>Phase II includes completing the remaining construction of the aircraft ramp space on the west side of the main hangar, relocating and extending fencing on the west side of the T-hangars, and designing the extension of the concrete taxiway to the north of unit 5600. This project will be funded with a 95% FAA Airport Improvement Program (AIP) grant / 5% city match.</p> <p>Council approved acceptance of an \$80,000 FAA grant to extend fencing. The agreement has been signed and forwarded to the FAA for full execution. Upon full execution of the agreement, staff will initiate design.</p>				
<i>Airport Industrial Park Improvements</i>	<u>CIP Doc Pg:</u> <u>3</u>	<u>Adopted Budget:</u> \$95,380	<u>Amended:</u> \$95,380	<u>YTD Expended:</u> \$14,761
<p>This project will make improvements to Hout Street. It will support economic development of the Airport Industrial Park by constructing infrastructure necessary for new development by providing access and utilities to “shovel ready” property.</p> <p>ODOT approved the Intergovernmental Agreement and design work is in progress.</p>				
<i>South Corvallis Drainage Improvements</i>	<u>CIP Doc Pg:</u> <u>7</u>	<u>Adopted Budget:</u> \$69,900	<u>Amended:</u> \$69,900	<u>YTD Expended:</u> \$216
<p>This project includes land acquisition and implementation of public improvements in the airport storm drainage system to limit impact of storm water discharge from the airport basin. Design work has not yet been initiated.</p>				

BUILDING AND FACILITIES PROJECTS

<i>City Hall Block</i>	<u>CIP Doc Pg:</u> <u>11</u>	<u>Adopted Budget:</u> \$462,400	<u>Amended:</u> \$449,640	<u>YTD Expended:</u> \$21,340
<p>This project addresses the long-term facility needs for the City Hall block. The conversion of the Madison Avenue Building for expanded use as City office space was completed in FY 05-06. City Hall interior remodeling was completed in FY 07-08 to better utilize the space and take advantage of energy savings from lighting and HVAC upgrades.</p> <p>The budget for FY 09-10 includes City Hall window replacement and demolition of the Moose Building. Project funding for the replacement of exterior windows at City Hall is being re-evaluated. Once a decision has been finalized, staff will advertise for bids. This project has been carried over to FY 10-11 for completion. The Moose Building demolition project will also include the construction of additional parking spaces and restroom facilities. Bids were opened for the hazardous materials abatement; however, five of the eleven bidders were unresponsive or had irregular bids. The bid request was withdrawn and the hazardous materials abatement and demolition will be bid with the parking lot construction as a complete package in April. Construction is expected to begin in June. The Moose Building project has been carried over to FY 10-11 for completion.</p>				
<i>Fire Dept. Prop. Acquisition & Fac. Relocation</i>	<u>CIP Doc Pg:</u> <u>13</u>	<u>Adopted Budget:</u> \$896,000	<u>Amended:</u> \$896,000	<u>YTD Expended:</u> \$0
<p>This project relocates and replaces the current training facility, which is 40 years old and in poor condition.</p> <p>Staff has identified property on the north end of the Public Works (PW) compound that may be suitable for the drill tower and compatible with the PW Facilities Plan. In early 2009, a lease agreement was approved by City Council. Fire Staff continue to work with Community Development and Public Works to determine the exact location of the training facility on the PW compound.</p> <p>This project has been delayed with a view to design beginning in FY10-11.</p>				

Law Enforcement Fenced/Paved Compound	<u>CIP Doc Pg:</u> 15	<u>Adopted Budget:</u> \$91,800	<u>Amended:</u> \$91,800	<u>YTD Expended:</u> \$0
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This project will provide additional storage for the Police Department for large items such as vehicles and bicycles seized as evidence or for forfeiture. This project will design and construct a secure compound which will include a paved area with lighting, security fencing, alarm system, and video cameras with remote monitoring.

Due to a change in the project funding, project construction is being carried over to FY 10-11.

Municipal Buildings Rehabilitation	<u>CIP Doc Pg:</u> 17	<u>Adopted Budget:</u> \$331,400	<u>Amended:</u> \$321,400	<u>YTD Expended:</u> \$262,456
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This project extends the life of municipal buildings through a planned program of rehabilitation projects. This fiscal year's budget includes Law Enforcement Building (LEB) second floor walkway improvements and Majestic Theater seismic construction.

No work has been initiated yet on the LEB walkway which is being managed by Benton County Public Works. Majestic Theater seismic construction phase 2 has been completed. Phase 3 design and contract documents are complete and bid opening is scheduled for May.

PARKS AND RECREATION

Acquisition of Natural Areas	<u>CIP Doc Pg:</u> 21	<u>Adopted Budget:</u> \$179,960	<u>Amended:</u> \$179,960	<u>YTD Expended:</u> \$0
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This project allows for the acquisition of land as open space and passive recreation. No properties have been identified for purchase.

Acquisition of Parks	<u>CIP Doc Pg:</u> 23	<u>Adopted Budget:</u> \$300,000	<u>Amended:</u> \$300,000	<u>YTD Expended:</u> \$0
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This project allows for the acquisition of property for a neighborhood park. Staff attends development review meetings to determine where development is occurring and where a new park is needed and is supported by the Parks and Recreation Facility Plan.

This project has been deferred until the Parks SDC fund balance increases. This project has been rebudgeted to FY 11-12.

Park Facility Renovation	<u>CIP Doc Pg:</u> 29	<u>Adopted Budget:</u> \$100,000	<u>Amended:</u> \$100,000	<u>YTD Expended:</u> \$0
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This project allows for significant renovation of existing parks with facilities that have depreciated beyond the routine repair stage. The FY 09-10 budget includes Art Center Plaza reconstruction to include removal of existing pavers and installation of a new surface as well as electrical and landscaping upgrades. This project has not yet been initiated.

Park Improvements - Existing	<u>CIP Doc Pg:</u> 31	<u>Adopted Budget:</u> \$511,200	<u>Amended:</u> \$506,700	<u>YTD Expended:</u> \$78,550
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This project provides for improvements to existing City Parks. The following projects have been delayed until the Parks SDC fund balance increases: Arnold Park play structure and ADA surfacing; Village Green Park restroom; and Willamette Park Picnic Shelter.

City Council approved the final design for Willamette Park improvements during FY 07-08. The Willamette Greenway permit has been approved, no other work is planned at this time.

Working in partnership with the Corvallis Rose Society and with Local Share grant funds, Phase II of the Avery Park Rose Garden improvements are substantially complete. ADA pavers were installed along the Avery Garden pathways. Additionally, several small arbors were installed as well as a new raised planter bed for miniature roses. Final details to complete the project will occur in the fourth quarter.

The fenced dog park has been completed; however, there has been a citizen request for a separate fenced area for small dogs. Staff is reviewing that request.

<i>Riverfront Commemorative Park Signage</i>	<u>CIP Doc Pg:</u> 33	<u>Adopted Budget:</u> \$30,850	<u>Amended:</u> \$30,850	<u>YTD Expended:</u> \$0
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This project included the design and implementation of public improvements along First Street and the Riverfront consistent with City Council goals. This project also widened the downtown multi-use path to 12 feet and provided 350 feet of new path to connect to the Van Buren Bridge and B Street. All construction was completed in FY 03-04, with the exception of interpretive signs. There are six signs remaining which have not been completed. There has been no additional work done on this project. This project has been carried over to FY 10-11.

<i>Special Use Facilities</i>	<u>CIP Doc Pg:</u> 37	<u>Adopted Budget:</u> \$20,000	<u>Amended:</u> \$20,000	<u>YTD Expended:</u> \$0
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This project allows for improvement of facilities which are site specific. The FY 09-10 budget includes resurfacing tennis courts at Cloverland Park and School District partnership tennis courts at Lincoln, Linus Pauling, and former Westland Schools.

Staff is researching grant options, as implementation of this project is dependant on acquisition of grants. This project has been carried over to FY 10-11.

STORM WATER UTILITY

<i>Storm Drain Replacement</i>	<u>CIP Doc Pg:</u> 45	<u>Adopted Budget:</u> \$215,100	<u>Amended:</u> \$215,100	<u>YTD Expended:</u> \$145,898
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This annual program replaces or rehabilitates storm water pipelines that are inadequately sized or have exceeded their useful service life. The facilities to be replaced are selected based on their condition as determined through inspection.

Construction of projects designed in FY 08-09 is complete. Design of projects planned for FY 10-11 is complete and bid opening is schedule in April.

<i>Storm Water Master Plan Projects</i>	<u>CIP Doc Pg:</u> 47	<u>Adopted Budget:</u> \$445,000	<u>Amended:</u> \$445,000	<u>YTD Expended:</u> \$0
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This project implements recommendations from the adopted Storm Water Master Plan. Projects were prioritized and developed based on highest system need while addressing flood mitigation, system capacity, operations and maintenance needs, and preservation and enhancement of natural resources.

FY 09-10 projects have not yet been initiated.

<i>Utility and Street Improvements</i>	<u>CIP Doc Pg:</u> 93	<u>Adopted Budget:</u> \$15,000	<u>Amended:</u> \$15,000	<u>YTD Expended:</u> \$0
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These storm assessments provide utility improvements to existing properties or to new developments that are not currently being served. Assessment projects require that the costs of the projects be paid by the owners and may be initiated by the City or by the owners of the property who benefit. This project is also used to reimburse developer-financed projects where System Development Charge (SDC) participation is appropriate. There has been no storm water related activity to-date.

TRANSPORTATION

<i>9th and Circle Intersection Improvements</i>	<u>CIP Doc Pg:</u> 53	<u>Adopted Budget:</u> \$313,800	<u>Amended:</u> \$237,220	<u>YTD Expended:</u> \$125,366
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This project will address two restrictions that cause congestion at the intersection of 9th Street and Circle Boulevard. The first restriction occurs in the eastbound lanes of Circle Boulevard at 9th Street where large volumes of traffic make a right turn onto 9th Street. The second restriction occurs in the northbound lanes of 9th Street at Circle Boulevard.

Construction is complete for the eastbound right turn lane on Circle Boulevard at 9th Street. The property owner has declined to sell the needed right-of-way for the northbound right turn lane on 9th Street. Therefore, this portion of the project has been delayed.

<i>Advanced Transportation Management System</i>	<u>CIP Doc Pg:</u> 59	<u>Adopted Budget:</u> \$114,060	<u>Amended:</u> \$114,060	<u>YTD Expended:</u> \$8,398
<p>This project will install an Advanced Transportation Management System to include remote video monitoring of intersection conditions and control of signal operations at eight intersections on Van Buren Avenue and Harrison Boulevard, between 2nd and 5th Streets.</p> <p>Design is in progress and construction will occur this summer. Staff has been awarded a grant for this work and is awaiting an agreement from ODOT.</p>				
<i>Circle Boulevard Pedestrian Activated Crossings</i>	<u>CIP Doc Pg:</u> 65	<u>Adopted Budget:</u> \$209,000	<u>Amended:</u> \$209,000	<u>YTD Expended:</u> \$9,594
<p>This project will provide pedestrian crossings with activated signals along Circle Boulevard at Richey's Market, Janssen and 17th Streets. Design is 95% complete. Project coordination with Pacific Power may require adjustment of overhead lines which is potentially a large project for Pacific Power.</p>				
<i>Country Club Drive Bike Lanes</i>	<u>CIP Doc Pg:</u> 69	<u>Adopted Budget:</u> \$19,100	<u>Amended:</u> \$19,100	<u>YTD Expended:</u> \$6,838
<p>This project will make improvements to Country Club Drive to facilitate the safe movement of bicyclists traveling southbound. Immediately west of 35th Street, Country Club Drive has a bike lane on the north side of the road, but not the south. Design activities are in progress. Pavement material is pending and a resident meeting will be scheduled after a decision is finalized on the material.</p>				
<i>Downtown Public Parking</i>	<u>CIP Doc Pg:</u> 71	<u>Adopted Budget:</u> \$200,000	<u>Amended:</u> \$200,000	<u>YTD Expended:</u> \$0
<p>This project funds upgrading, altering and constructing public parking within the central business district. This project is a placeholder for opportunities to secure additional sites or to make improvements to existing parking facilities. This project has been carried over to FY 10-11.</p>				
<i>Electric Vehicle Charging Stations</i>	<u>CIP Doc Pg:</u> 73	<u>Adopted Budget:</u> \$3,200	<u>Amended:</u> \$3,200	<u>YTD Expended:</u> \$0
<p>This project provides electric vehicle charging stations at strategic locations in Corvallis. This project has not yet been initiated.</p>				
<i>Goodnight ROW Acquisition</i>	<u>CIP Doc Pg:</u> 77	<u>Adopted Budget:</u> \$370,000	<u>Amended:</u> \$370,000	<u>YTD Expended:</u> \$0
<p>This project will acquire right-of-way to allow for alignment of eastern and western legs of Goodnight Avenue at its intersection with Highway 99. Project budget will be used negotiate an agreement with the current property owner allowing the City a first right-of-refusal in the event the property is offered for sale. This project has been carried over to FY 10-11.</p>				
<i>Sidewalk Safety</i>	<u>CIP Doc Pg:</u> 85	<u>Adopted Budget:</u> \$217,000	<u>Amended:</u> \$217,000	<u>YTD Expended:</u> \$63,261
<p>This program continues the systematic repair and replacement of hazardous public sidewalks and installation of ADA ramps. This project utilizes New Freedom grant funds for installation of new ADA ramps in locations where none currently exist. City staff is performing all work associated with this grant for two fiscal years, which began in FY 08-09. A total of 38 ramps have been completed.</p>				
<i>Street Reconstruction</i>	<u>CIP Doc Pg:</u> 87	<u>Adopted Budget:</u> \$645,490	<u>Amended:</u> \$645,490	<u>YTD Expended:</u> \$486,806
<p>This project is the annual re-construction and overlay of selected streets based upon priorities set by a survey of pavement conditions.</p> <p>Design was completed in FY 08-09 for the reconstruction of Walnut Boulevard intersection, signal, turn lane and reconstruction of Kings Boulevard and Professional Drive. Construction was completed during the 1st quarter of FY 09-10.</p>				

Traffic Signal-26th/Western	<u>CIP Doc Pg:</u> 89	<u>Adopted Budget:</u> \$17,960	<u>Amended:</u> \$17,960	<u>YTD Expended:</u> \$0
This project provides for design and construction of a signal at 26 th Street and Western Boulevard intersection with funding provided by OSU. 95% design plans have been sent to OSU for review. The project is currently on hold pending further authorization from OSU.				
Traffic Signal-Kings/Walnut	<u>CIP Doc Pg:</u> 89	<u>Adopted Budget:</u> \$279,300	<u>Amended:</u> \$279,300	<u>YTD Expended:</u> \$201,485
This project constructs the signal replacement at Walnut Boulevard and Kings Boulevard intersection, including a westbound dedicated right turn lane from Walnut Boulevard to Kings Boulevard. Design was completed in FY 08-09. Construction was completed during the 1 st quarter, concurrently with the 2009-10 Street Reconstruction project.				
Transit Operations Center	<u>CIP Doc Pg:</u> 91	<u>Adopted Budget:</u> \$168,620	<u>Amended:</u> \$168,620	<u>YTD Expended:</u> \$6,291
This project is to design and build an operations center, and a maintenance and storage facility for the City's transit system. The first phase is to design the center and to acquire the real property. The second phase will construct the facility. Phase I is partially funded with a grant from the Federal Transit Administration (FTA) for 80% of eligible costs.				
The project was on hold pending clarification of issues raised by the Federal Transit Administration (FTA). After meeting with FTA to discuss the issues, staff received clarification on how to proceed and has processed a contract amendment to continue with environmental and design work with the original consultant. A design workshop was held in March, 2010 with various Public Works staff to generate design options for a combined transit operations and maintenance Public Works facility.				
Utility and Street Improvements	<u>CIP Doc Pg:</u> 93	<u>Adopted Budget:</u> \$325,000	<u>Amended:</u> \$317,990	<u>YTD Expended:</u> \$296,671
These street assessments provide street improvements to existing properties or to new developments that are not currently being served. Assessment projects require that the costs of the projects be paid by the owners and may be initiated by the City or by the owners of the property who benefit. This project is also used to reimburse developer-financed projects where System Development Charge (SDC) participation is appropriate. The following transportation SDC reimbursements have been processed: Oregon State University \$118,660; Rivergreen Intersection improvements \$70,000; and Kings Boulevard Extension \$108,011.				

WASTEWATER UTILITY

Biosolids Storage Tank	<u>CIP Doc Pg:</u> 101	<u>Adopted Budget:</u> \$20,000	<u>Amended:</u> \$20,000	<u>YTD Expended:</u> \$462
This project provides for the replacement/rehabilitation of the existing biosolids storage tank and pumping system which are showing signs of age. City staff will partner with Valley Landfill, Inc. on this project. Valley Landfill, Inc will not take action on this project until FY 10-11; therefore, this project has been carried over.				
Marys River Interceptor Improvements	<u>CIP Doc Pg:</u> 103	<u>Adopted Budget:</u> \$134,200	<u>Amended:</u> \$134,200	<u>YTD Expended:</u> \$2,399
This project provides for design and construction of a new parallel 42-inch interceptor from Western Boulevard to the outlet manhole for the Marys River Lift Station. Project design has been initiated.				
Sanitary Sewer Line Rehabilitation	<u>CIP Doc Pg:</u> 105	<u>Adopted Budget:</u> \$597,000	<u>Amended:</u> \$597,000	<u>YTD Expended:</u> \$444,456
This program annually replaces or rehabilitates sanitary sewers, which have exceeded their service lives and/or allow excessive amounts of extraneous rainwater or groundwater (inflow and infiltration) into the sewer system.				
The project scope was established as a project to rehabilitate manholes. Construction that began in FY 08-09 and continued into FY 09-10 has been completed. Design of work to be constructed in FY 10-11 is complete and bids are scheduled to be open in April. After successfully applying a calcium aluminate cementitious sealer (Sewer Coat) to cover 250 manholes this year, staff has determined the product to be superior to epoxy type coatings and has specified the same material, or approved equal, for this year's manhole sealing project.				

WWMP Influent Pump Station	<u>CIP Doc Pg:</u> 109	<u>Adopted Budget:</u> \$279,000	<u>Amended:</u> \$279,000	<u>YTD Expended:</u> \$69,762
This project provides improvements to the influent pump station to address the hydraulic turbulence issues during high influent flow rates. Design was completed in FY 08-09 and construction began in FY 09-10. The contractor will manufacture and store material for construction in FY 10-11. The project has been carried over for completion in FY 10-11.				
WWMP Odor Control Facility	<u>CIP Doc Pg:</u> 109	<u>Adopted Budget:</u> \$1,205,000	<u>Amended:</u> \$1,169,600	<u>YTD Expended:</u> \$0
This project will reduce odor produced at the influent pump station, grit chamber and primary clarifier areas at the Wastewater Reclamation Plant.				
The consultant submitted a final report to staff in FY 08-09. As a result, current odor control methods have been evaluated over a one year period. After review of the consultants report, this project is being delayed to FY 13-14 for design and FY 14-15 for construction.				
WWRP Electrical Equipment Replacement	<u>CIP Doc Pg:</u> 111	<u>Adopted Budget:</u> \$1,536,950	<u>Amended:</u> \$1,536,950	<u>YTD Expended:</u> \$3,838
This project provides for the design and construction of a new electrical equipment building, replacement of the critical main electrical system components and emergency generator at the Wastewater Reclamation Plant (WWRP).				
The second RFP produced four proposals which were opened in February. The contract was awarded to Kennedy/Jenks Consultants. Staff is currently waiting for receipt of signed contracts to route for signatures. Staff held a kick-off meeting in the late spring. Due to a delay in readvertising for design services, design completion has been carried over to FY 10-11.				
Utility and Street Improvements	<u>CIP Doc Pg:</u> 93	<u>Adopted Budget:</u> \$83,000	<u>Amended:</u> \$83,000	<u>YTD Expended:</u> \$1,905
These sewer assessments provide utility improvements to existing properties or to new developments that are not currently being served. Assessment projects require that the costs of the projects be paid by the owners and may be initiated by the City or by the owners of the property who benefit. This project is also used to reimburse developer-financed projects where System Development Charge (SDC) participation is appropriate. One SDC reimbursement has been processed related to Kings Boulevard Extension in the amount of \$1,905.				

WATER UTILITY

Baldy Reservoir Cover Replacement	<u>CIP Doc Pg:</u> n/a	<u>Adopted Budget:</u> \$0	<u>Amended:</u> \$15,000	<u>YTD Expended:</u> \$10,660
This project provides for design and replacement of the floating cover on the Baldy 1 st Level Water Reservoir. Included in the cover replacement will be the installation of a new rainwater removal system, installation of a water quality monitoring system and minimal site improvements. The cover replacement was completed in FY 08-09. The associated site improvements were delayed until FY 09-10 and will be completed in June.				
North Hills 1st Level Reservoir Improvements	<u>CIP Doc Pg:</u> 127	<u>Adopted Budget:</u> \$230,930	<u>Amended:</u> \$230,930	<u>YTD Expended:</u> \$3,932
This project provides for design and construction of reservoir improvements to the North Hills 1 st Level East Reservoir. Design has been initiated and has been carried over to FY 10-11 for completion.				
Water Distrib System Rehabilitation	<u>CIP Doc Pg:</u> 131	<u>Adopted Budget:</u> \$300,000	<u>Amended:</u> \$300,000	<u>YTD Expended:</u> \$223,382
This program provides for ongoing replacement or rehabilitation of the City's water distribution system infrastructure. Design was completed in FY 08-09 and construction was completed in the second quarter of FY 09-10. Design work for projects to be constructed in FY 10-11 has been initiated.				
West Corvallis Second Level Water	<u>CIP Doc Pg:</u> 135	<u>Adopted Budget:</u> \$38,500	<u>Amended:</u> \$38,500	<u>YTD Expended:</u> \$0
This project provides water distribution facilities in the West Corvallis second level service areas. Design work is on hold pending acquisition of easements required across private property south of West Hills Road.				

<i>Utility and Street Improvements</i>	<u>CIP Doc Pg:</u> 93	<u>Adopted Budget:</u> \$768,500	<u>Amended:</u> \$753,500	<u>YTD Expended:</u> \$48,626
<p>These water assessments provide utility improvements to existing properties or to new developments that are not currently being served. Assessment projects require that the costs of the projects be paid by the owners and may be initiated by the City or by the owners of the property who benefit. This project is also used to reimburse developer-financed projects where System Development Charge (SDC) participation is appropriate. One SDC reimbursement has been processed related to Kings Boulevard Extension.</p>				

CORVALLIS CITY COUNCIL GOALS 2009-2010

PREFACE:

Overarching Council goals and values throughout the Corvallis 2020 Vision Statement and within the goals listed below include:

◆Diversity

◆Citizen Involvement

◆Sustainability

◆Cost Efficiency

Goals	Corvallis 2020 Vision Statement Categories
<p>Develop community sustainability policies and implement selected actions.</p> <p><u>Accomplished through March 31, 2010:</u></p> <ul style="list-style-type: none"> • The City Council agreed to focus on energy and transportation related community sustainability action items. • The City Council approved the work program for an integrated sustainability program. • The Sustainability Program Specialist position was filled. • Staff conducted a public outreach process on the Sustainability Initiatives for transit, sidewalks, public trees, alternative modes, and energy. <p><u>Next Steps:</u></p> <ul style="list-style-type: none"> • Council will deliberate on the five sustainability initiatives and fees. • Council will discuss the Community Sustainability Policy. 	<p>Central City Economic Vitality Education and Human Services Governing and Civic Involvement Protecting the Environment Where we Live</p>
<p>Work with public, private, and nonprofit entities to improve community resources available for combating homelessness, with the aim of providing paths to stability and self-sufficiency.</p> <p><u>Accomplished through March 31, 2010:</u></p> <ul style="list-style-type: none"> • The Corvallis Housing and Community Development Commission approved for City Council consideration a draft CDBG/HOME Program Action Plan that will fund the creation of permanent supportive housing for the homeless (Corvallis Homeless Shelter Coalition); a domestic violence advocacy center (Center Against Rape and Domestic Violence); and continued services to homeless families and individuals, including youths (Community Outreach, Corvallis Daytime Drop-in Center, Jackson Street Youth Shelter, Benton Furniture and the South Corvallis Food Bank). • Housing Division staff continues to represent the City on the implementation committee for the <i>Benton County Ten Year Plan to Address Homelessness</i>. <p><u>Next Steps:</u></p> <ul style="list-style-type: none"> • The FY 10-11 CDBG/HOME Action Plan will be considered by Council during a public hearing on April 19. • The <i>Ten Year Plan</i> implementation committee will develop a working strategy to prioritize <i>Plan</i> goals and begin to facilitate activities that will achieve those goals. 	<p>Central City Education and Human Services Governing and Civic Involvement Where we Live</p>
<p>Develop an integrated 10-year development plan for the Airport Industrial Park utilizing such tools as the Enterprise Zone.</p> <p><u>Accomplished through March 31, 2010:</u></p> <ul style="list-style-type: none"> • The City Council approved staff's proposal to use Planning Division staff to conduct the planning process. • Council authorized a sub-committee to the Airport Commission to work on the plan. <p><u>Next Steps:</u></p> <ul style="list-style-type: none"> • Mayor appoints members to the sub-committee. 	<p>Economic Vitality Governing and Civic Involvement</p>

Goals	Corvallis 2020 Vision Statement Categories
<p>Establish a commission for arts and culture.</p> <p><u>Accomplished through March 31, 2010:</u></p> <ul style="list-style-type: none"> • Adopted a City ordinance establishing an Arts and Culture Commission. • The Mayor and parks & Recreation Director solicited for potential members, including developing and distributing a supplemental questionnaire. The Mayor conducted interviews of potential candidates. <p><u>Next Steps:</u></p> <ul style="list-style-type: none"> • The Mayor will appoint members at the April 19 City Council meeting, with confirmation occurring at the May 3 Council meeting. 	Culture and Recreation Education and Human Services Governing and Civic Involvement Where we Live
<p>Continue to implement Prosperity That Fits/Economic Vitality Partnership/Economic Development and refine as necessary.</p> <p><u>Accomplished through March 31, 2010:</u></p> <ul style="list-style-type: none"> • Staff continues to support the Downtown Commission and actively participates in the Prosperity that Fits Committees. <p><u>Next Steps:</u></p> <ul style="list-style-type: none"> • 	Central City Economic Vitality
<p>Work with Cascades Pacific Resource Conservation and Development and others to seek funding for acquisition or restoration of, and improvement to, publicly owned or protected wetlands, riparian, and natural areas.</p> <p><u>Accomplished through March 31, 2010:</u></p> <ul style="list-style-type: none"> • Met with Kent Daniels, Board Member and Karen Strohmeyer Exec. Director of Cascades Pacific Resource Conservation and Development • Public Works received grants from the U.S. Forest Service via assistance from Cascade Pacific Resource Conservation and Development for City watershed forest health improvements. <p><u>Next Steps:</u></p> <ul style="list-style-type: none"> • Research possible project Areas and Funding Sources. 	Culture and Recreation Protecting the Environment

Goals	Corvallis 2020 Vision Statement Categories
<p>Accomplishments Toward the Overarching Goals and Values (Diversity, Citizen Involvement, Sustainability and Cost Efficiency):</p> <ul style="list-style-type: none"> • Citizen Involvement: <ul style="list-style-type: none"> ○ The City manager’s Office published Annual City Report Card in <i>the City</i> newsletter and posted information on the City’s website. ○ Parks & Recreation staff partnered with four Corvallis dog supply stores to deliver a Pick-up After Your Pet Pledge campaign to reduce pet waste in urban streams. ○ Planning division staff works directly with the Committee for Citizen Involvement at monthly meetings (and additional sub-committee meetings) to foster citizen involvement in the Land Use arena. • Sustainability: <ul style="list-style-type: none"> ○ Human Resources staff completed the City Employee Development Report and Action Plan (Employer of Choice). ○ Public Works conducted a process to identify the services and/or supply chains where the largest sustainability gains could be made. From these areas, projects will be developed to implement improved sustainability practices. • Diversity: <ul style="list-style-type: none"> ○ The City Manager’s Office presented Diversity 102 Training with Dr. Terryl Ross for all managers and supervisors. ○ Employees participated in Employer Partnership for Diversity training on gender identity and sexual orientation in the workplace. • Cost Efficiency: <ul style="list-style-type: none"> ○ Formed internal working group from employee units to discuss budget suggestions. 	