

# WARRENTON URBAN RENEWAL AGENCY ANNUAL REPORT FOR FISCAL YEAR ENDING JUNE 30, 2015



2014/2015

Warrenton Urban Renewal Agency

This report fulfills the requirements, laid out in ORS.457.460, for the filing of an annual report related to an urban renewal area established in Oregon.

# Annual Report for Fiscal Year Ending June 30, 2015

WARRENTON URBAN RENEWAL AGENCY

## WARRENTON URBAN RENEWAL AREA HISTORY

Sitting at the mouth of the Columbia River, the City of Warrenton's unique and beautiful surroundings provide many opportunities for both residents and tourists. In an effort to maximize its geography and unique qualities, the City of Warrenton created an Urban Renewal Area (URA) in August of 2007 to help link its downtown core to the marina by improving local infrastructure. According to the plan, the focus was on making improvements to the streetscapes and utilities, redeveloping underutilized properties, having new businesses and residences provide for a variety of shopping and living opportunities, improving the marina, and a unique mixed-use central area.

Since the adoption of the plan, Warrenton has made major strides towards realizing its goals. In 2010, Master Plans for the Marina and Downtown were completed, and published in a joint report that presents a bold and unified vision for the future. This year the agency completed a new office/restroom at the Warrenton Marina and a reconstruction project on NE Heron Street.

### Goals

When developing the URA Plan and Report, a series of goals and objectives were developed to guide activities funded by, or related to the URA. The goals and objectives are listed in the Urban Renewal Plan, and the goals are reiterated here:

- Goal 1. A shared "vision" of the Downtown and Marina as a unique mixed use area for shopping, living, dining, civic activities and artistic endeavors.
- Goal 2. To prepare master plans for the Downtown and Warrenton Marina.
- Goal 3. A utilization of the Urban Renewal District's programs and funds to facilitate the expansion of existing businesses and attract new businesses.
- Goal 4. An inventory of the public improvement deficiencies in the district including: storm drainage, streets, sidewalks, lighting, and sewer and water services. Based on the inventory, prepare a Master Plan and Phasing Schedule to improve/mitigate the deficiencies.
- Goal 5. To maximize the Urban Renewal District tax increment revenues with state and federal grants and loans for specific project purposes.
- Goal 6. To improve the quality of existing residences within the Urban Renewal District by offering a package of home improvement programs.

A full copy of either the Warrenton Urban Renewal Plan or Report can be found on the City of Warrenton website (<http://www.ci.warrenton.or.us/>) on the page <http://www.ci.warrenton.or.us/urbanrenewal/>.

## FINANCIAL REPORTING

Pursuant to ORS 457.460, a detailed accounting of the financial activity related to urban renewal areas is required to be reported on an annual basis. The following financial information responds to the requirements of this statute.

### Money Received

#### ORS 457.460 (a)

The statute states, "The amount of money received during the preceding fiscal year under ORS 457.420 to 457.460 and from indebtedness incurred under ORS 457.420 to 457.460" must be reported.

**In FY 2014/2015, the Warrenton URA generated \$487,909<sup>1</sup> of tax revenue, \$5,192 of interest earnings, \$293 from County land sales, \$2,500 from a risk management grant, and \$200,000 of loan proceeds.**

### Money Expended

#### ORS 457.460 (b)

The statute states, "The purposes and amounts for which money received under ORS 457.420 to 457.460 and from indebtedness incurred under 457.420 to 457.460 were expended during the preceding fiscal year" must be reported. This means any money received through urban renewal and spent on urban renewal activities, and this information is shown in Table 1, below.

**Table 1. Expenditures during FY 2014/2015**

Expenditures	Total Governmental Funds
<b>Current</b>	
General Government	\$13,710
<b>Debt Service</b>	
Principal retirement	\$189,812
Interest	\$56,685
<b>Capital Outlay</b>	\$633,250
<b>Total Expenditures</b>	<b>\$893,457</b>

Source: Warrenton Urban Renewal Agency FYE 2015  
Financial Statements and Supplemental Information, page 11

### Estimated Revenues

#### ORS 457.460 (c)

The statute states, "An estimate of moneys to be received during the current fiscal year under ORS 457.420 to 457.460 and from indebtedness incurred under ORS 457.420 to 457.460" must be reported. This means an estimate of all tax increment income to be gained from urban renewal in the upcoming year plus interest.

<sup>1</sup> Financial Statements and Supplemental Information, page 11

The estimated revenues from tax increment plus interest for FY 2015/2016 are \$515,347.<sup>2</sup>

## Current Fiscal Year Adopted Budget

### ORS 457.460 (d)

The statute states, "A budget setting forth the purposes and estimated amounts for which the moneys which have been or will be received under ORS 457.420 to 457.460 and from indebtedness incurred under 457.420 to 457.460 are to be expended during the current fiscal year" must be reported. This means a compiled budget listing the money to be received due to urban renewal, money to be spent, and what projects/expenses the money will fund. This information is shown in Table 2, Table 3, and Table 4, below.

**Table 2. Budget for Debt Service Fund, FYE 2016**

Resources and Requirements Debt Service Fund	Budget for Fiscal Year 7/1/2015 - 6/30/2016
<b>Resources</b>	
Beginning Fund Balance	\$909,710
Current Ad Valorem Taxes	\$478,982
Prior Taxes	\$30,000
Interest Earnings	\$6,365
County Land Sales	-
<b>Total Resources</b>	<b>\$1,425,057</b>
<b>Requirements</b>	
<b>Debt Service</b>	
Columbia Bank CL Principal	\$0
Columbia Bank CL Interest	\$0
Other Principal and Interest	\$500,000
UR Bonds - Principal	\$93,180
UR Bonds - Interest	\$52,620
<b>Total Debt Service</b>	<b>\$645,800</b>
<b>Transfers</b>	
Transfer to Debt Service Reserve Fund	\$300,000
<b>Total Transfers</b>	<b>\$300,000</b>
Contingency	-
<b>Total Expenditures</b>	<b>\$945,800</b>
Ending Fund Balance	\$479,257
<b>Total Requirements</b>	<b>\$1,425,057</b>

Source: Warrenton Urban Renewal Agency Adopted Budget FYE 2016, Page 5

<sup>2</sup> Warrenton Urban Renewal Agency Adopted Budget FYE 2016, page 5.

**Table 3. Budget for Debt Service Reserve Fund, FYE 2016**

<b>Resources and Requirements Debt Service Reserve Fund</b>	<b>Budget for Fiscal Year 7/1/2015 - 6/30/2016</b>
<b><u>Resources</u></b>	
Beginning Fund Balance	\$164,000
Transfer from Debt Service Fund	\$300,000
<b>Total Resources</b>	<b>\$464,000</b>
<b><u>Requirements</u></b>	
<b>Debt Service</b>	
UR Bonds – Principal	\$300,000
UR Bonds - Interest	\$164,000
<b>Total Debt Service</b>	<b>\$464,000</b>
Contingency	\$0
<b>Total Expenditures</b>	<b>\$464,000</b>
Ending Fund Balance	-
<b>Total Requirements</b>	<b>\$464,000</b>

Source: Warrenton Urban Renewal Agency Adopted Budget FYE 2016, page 6

**Table 4. Budget for Capital Projects Fund, FYE 2016**

<b>Resources and Requirements Capital Projects Fund</b>	<b>Budget for Fiscal Year 7/1/2015 - 6/30/2016</b>
<b>Resources</b>	
Beginning Fund Balance	\$16,377
Interest Earnings	\$0
Credit Line – Columbia Bank	\$100,000
Loan Proceeds - UR Bonds	\$4,302,122
Loan Proceeds – Other	\$0
<b>Total Resources</b>	<b>\$4,418,499</b>
<b>Requirements</b>	
<b>Materials and Services</b>	
Office Supplies	\$0
Postage	\$0
Printing/Advertising/Publicity	\$2,000
Dues/Meetings/Travel/Training	\$2,000
Professional Services	\$25,000
Master Plans	\$50,000
Bond Issue Costs	\$25,000
Façade improvements	\$25,000
<b>Total Materials and Services</b>	<b>\$129,000</b>
<b>Capital Outlay</b>	
SE 4 <sup>th</sup> & Main Stormwater Pump Station	\$100,000
Marina - Other	\$2,094,750
Downtown – Other	\$2,094,749
<b>Total Capital Outlay</b>	<b>\$4,289,499</b>
Contingency	\$0
<b>Total Expenditures</b>	<b>\$4,418,499</b>
Ending Fund Balance	-
<b>Total Requirements</b>	<b>\$4,418,499</b>

Source: Warrenton Urban Renewal Agency Adopted Budget FYE 2016, page 4.

## Impact on Taxing Districts

### ORS 457.460 (e)

The statute states, " An analysis of the impact, if any, of carrying out the urban renewal plan on the tax collections for the preceding year for all taxing districts included under ORS 457.430" must be shown. This means showing how much money local taxing districts (ex. fire, police, port authority) do not collect due to urban renewal. This information is shown in Table 5, below. The impacts on the Warrenton-Hammond School District and the

Northwest Regional ESD are indirect impacts due to the state school funding formula in Oregon. Schools are funded on a per pupil formula established at the state level.

**Table 5. Impact on Taxing Districts FY 2014/2015**

<b>Taxing District</b>	<b>Revenue Forgone</b>
Warrenton-Hammond School District #30	\$239,495.62
City of Warrenton	\$87,097.86
Clatsop County	\$79,986.83
Clatsop Community College	\$40,606.44
Clatsop Care Center	\$9,170.78
Sunset Empire Transportation	\$8,435.15
Northwest Regional ESD	\$7,993.78
Port of Astoria	\$6,522.53
Clatsop 4H & Extension	\$2,746.33
<b>Total</b>	<b>\$482,055.33</b>

Source: Clatsop County 2014/15 Tax and Assessment Summary, SAL Table 4e