FORM LB-1 **NOTICE OF BUDGET HEARING**

A public meeting to discuss the budget for the fiscal year beginning July 1, 2026, as approved by the Sunrise Water Authority Budget Committee, will be conducted during the Sunrise Water Authority Board of Commissioners public meeting to be held on May 27, 2026, at 6:00 p.m. This meeting will be held in person at 17563 SE Armstrong Ct, Happy Valley, OR 97015. Any person may access the meeting remotely. Individuals requesting an accommodation should contact Jennifer Sampson at jsampson@sunrisewateror.gov or call 503-761-0220 at least 48-hours in advance. Remote access is as follows:

Remote Access: https://zoom.us/join
By phone: 1-253-215-8782
Meeting ID: 881 1424 1191
Passcode: 852527

A summary of the approved budget is presented below. A copy of the approved budget may be viewed online at www.sunrisewateror.gov. A physical copy may be obtained by visiting the office or calling 503-761-0220 between the hours of 8:00 a.m. and 4:00 p.m.

This budget is for an annual fiscal year budget period. This budget was prepared on a similar basis of accounting as the preceding year budget.

Contact: Colin Brownsberger Telephone: 503-761-0220 Email: cbrownsberger@sunrisewateror.gov

FINANCIAL SUMMARY - RESOURCES			
TOTAL OF ALL FUNDS	Actual Amount 2024-25	Adopted Budget This Year 2025-26	Approved Budget Next Year 2026-27
Beginning Fund Balance/Net Working Capital	30,673,885	38,310,522	46,287,232
Fees, Licenses, Permits, Fines, Assessments & Other Service Charges	17,240,446	18,364,000	20,303,000
Revenue from Bonds and Other Debt	2,539,241	10,000,000	10,000,000
Interfund Transfers / Internal Service Reimbursements	-	-	350,000
All Other Resources Except Current Year Property Taxes	2,658,482	4,451,175	3,649,400
Total Resources	**53,112,053**	**71,125,697**	**80,589,632**

FINANCIAL SUMMARY - REQUIREMENTS BY OBJECT CLASSIFICATION			
Personnel Services	3,922,663	5,321,000	6,000,000
Materials and Services	6,759,820	7,846,000	8,555,000
Capital Outlay	1,646,129	5,749,000	8,211,000
Debt Service	138,504	12,841,175	12,128,400
Interfund Transfers	-	-	350,000
Contingencies	-	1,530,000	1,530,000
Special Payments	-	388,000	-
Unappropriated Ending Balance and Reserved for Future Expenditure	40,644,938	37,450,522	43,815,232
Total Requirements	**53,112,053**	**71,125,697**	**80,589,632**

FINANCIAL SUMMARY - REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY ORGANIZATIONAL UNIT OR PROGRAM *			
Name of Organizational Unit or Program **FTE** for that unit or program			
Water Services	12,328,612	18,916,000	22,766,000
FTE	27	31	34
Not Allocated to Organizational Unit or Program	40,783,441	52,209,697	57,823,632
Total Requirements	**53,112,053**	**71,125,697**	**80,589,632**
Total FTE	**27**	**31**	**34**

STATEMENT OF CHANGES IN ACTIVITIES and SOURCES OF FINANCING *

Total approved 2026-27 budget resources increased 13.3% or $9.5 million as compared to the FY 2025-26 adopted budget. Increases include a greater beginnning balance, an increase in total water sales and other operating revenue, and the inclusion of an interfund transfer. Notable decreases are a reduction in non-operating revenue and reduced interfund loan repayment. Debt repayment resources from interfund loans is forecasted at $1.2 million.

Total approved 2026-27 budget requirements increased 13.3% or $9.5 million as compared to the FY 2025-26 adopted budget. Increases include 12.8% personnel, 9.0% materials & services, 42.8% capital outlay, and the inclusion of an interfund transfer. Reductions include 5.6% in debt service and 100% in special payments due to not investing in the PERS side account in the approved budget year. The unappropriated ending balance and reserve for future expenditure represent the organization's strategic reserves which support future year operations and capital projects. The forecasted unappropriated ending balance and reserve for future expenditure reflect a combined 17.0% increase when compared to the FY2025-26 adopted budget.

STATEMENT OF INDEBTEDNESS		
LONG TERM DEBT	Estimated Debt Outstanding on July 1	Estimated Debt Authorized, But Not Incurred on July 1
Other Bonds	$0	$0
Other Borrowings	$10,000,000	$0
Total	$10,000,000	$0

***** If more space is needed to complete any section of this form, insert lines (rows) on this sheet. You may delete blank lines.

150-504-064 (Rev. 11-19-21)