NOTICE OF ORWD ANNUAL BUDGET HEARING

The Otter Rock Water District's annual Budget Hearing will be held on June 25, 2026, at
6 pm via Zoom.

In the last fiscal year, 2025-2026, We completed the meter installation project. NWNW LLC continues to provide us with Water Operation services. We lost one of our board members in early 2026 and are currently looking for a replacement to fill the secretary role. In the interim, Theresa Zawalski has stepped into the role with help from the other board members. Beth Eliker has continued to be active as a volunteer, helping maintain our website and assisting with other tasks when asked. Our bookkeeper/office manager has been doing an excellent job maintaining accounts and managing other office manager tasks. The System Development fund and Treasury account continue to increase through dividends. While the design portion of the Infrastructure project was slowed down waiting on timeline details on our FEMA grant, the system design is progressing, and we should see it nearly completed by the end of this fiscal year.

As the project moves forward in the upcoming year both project fund budgets, FEMA and Business Oregon Loan, will need to increase as we will be moving into the construction phase. The FEMA grant requires the district to pay 10% of the overall cost of the project. We are engaging with funding sources to secure a grant for the 10% requirement. FEMA also only reimburses funds on receipt of payment to the contractor. This means ORWD will have to initially pay the contractors and then get reimbursed from FEMA. We are pursuing funding for these "Bridge" funds, as well, to pay the initial fees. This becomes especially critical in the Construction Phase of the project.

Rates will increase for the 2026-2027 fiscal year as per Resolution 2024-26 passed on May 14, 2024.

Respectfully

Your Otter Rock Water District Board and Budget Committee

NOTICE OF BUDGET HEARING

A public meeting of the Otter Rock Water District will be held on June 25, 2026, at 6pm ONLINE VIA ZOOM. The purpose of this meeting is to discuss the budget for the fiscal year beginning July 1, 2026, as approved by the Otter Rock Water District Budget Committee. A summary of the budget is presented below. A copy of the budget may be inspected or obtained by appointment made by email request to orwdoffice@gmail.com and is available online at otterrockwater.org.

This budget is for an annual budget period. This budget was prepared on a basis of accounting that is the same as the preceding year. The major changes and their effect on the budget are: Increased Fees and Rates for several categories to cover increased costs. The total of all funds shown in this summary includes reserve funds.

Otter Rock Water District

TOTAL OF ALL FUNDS	This year		This year		Next year
Water Department	Actual Amounts		Adopted Budget		Approved Budget
RESOURCES	2025-2026		2025-2026		2026-2027
Beginning Fund Balance/Net Working Capital	273,618		331,370		227,600
Fees, Licenses, Permits, Fines & Other Charges	0		0		0
Grants, Gifts, Allocations & Donations	77,088		626,150		4,473,979
Revenue from Bonds & Other Debt.	65,130		0		0
Interfund Transfers/Internal SerV Reimbursements	0		0		0
All Other Res Except Current Year Prop Taxes	189,694		199,244		214,480
Current Year Property Taxes Estimated	0		0		0
Total Resources	**605,530**	**0**	**1,156,764**		**4,916,059**

EXPENSES					
Personnel Services	8,064		7,200		10,342
Materials and Services	128,471		192,414		200,127
Capital Outlay	190,355		626,150		4,473,979
Debt Service	0		0		0
Interfund Transfers	0		0		0
Contingencies	19,030		110,000		115,000
Special Payments	0		0		0
Unappropriated Ending Balance/Reserved	214,020		221,000		116,611
Total Requirements	**559,940**		**1,156,764**		**4,916,059**

FINANCIAL SUMMARY- REQUIREMENTS AND FULL-TIME EQUIVALENT EMPLOYEES (FTE) BY ORGANIZATIONAL UNIT					
Name of Organizational Unit or Program FTE for Unit or Program					
Water Department	8,064		13,840		10,342
FTE	0.3		0.3		0.3
Total Requirements	0		13,840		10,342
Total FTE	0.3		0.3		0.3

STATEMENT OF CHANGES IN ACTIVITIES AND SOURCES OF FINANCING

The System Development Fund and Treasury account continue to increase through dividends, A Rate increase per Resolution 2024-26 will take effect 7-1-26. Both project fund budgets, FEMA and Business Oregon Loan, will need to increase as we move into the construction phase. The FEMA grant requires the district to pay 10% of the overall cost of the project. We are engaging with funding sources for the 10% requirement. FEMA only reimburses funds on receipt of payment to the contractor. This means ORWD will have to initially pay the contractors and then get reimbursed by FEMA. We are pursuing funding for these “Bridge” funds, to pay the initial fees.

PROPERTY TAX LEVIES

STATEMENT OF INDEBTEDNESS

NONE

FORM
LB-10

SPECIAL FUND
RESOURCES AND REQUIREMENTS

SYSTEM DEVELOPMENT FUND
(Fund)

OTTER ROCK WATER DISTRICT
(Name of Municipal Corporation)

	Historical Data					DESCRIPTION RESOURCES AND REQUIREMENTS			Budget for Next Year 2026 – 27			2026-27	
	Actual												
	Second Preceding Year 2023 - 24	First Preceding Year 24 - 25	Adopted Budget Year 2025 - 26	Supplemental Budget 2025-26					Proposed By Budget Officer	Approved By Budget Committee	Adopted By Governing Body	Supplemental Budget	
1					1	RESOURCES							1
2	60,724	90,960	95,810	45,810	2	Cash on hand * (cash basis), or			50,310	50,310	50,310		2
3					3	Working Capital (accrual basis)							3
4					4	Previously levied taxes estimated to be received							4
5	1,500	3,950	4,500	4,500	5	Interest			4,450	4,450	4,450		5
6					6	Transferred IN, from other funds							6
7	13,303	13,662			7	SD Charge							7
8					8								8
9					9								9
10	75,527	108,572	100,310	50,310	10	Total Resources, except taxes to be levied			54,760	54,760	54,760		10
11					11	Taxes estimated to be received							11
12					12	Taxes collected in year levied							12
13	**75527**	**108,572**	**100,310**	**50,310**	13	**TOTAL RESOURCES**			**54,760**	**54,760**	**54,760**	**0**	13
14					14	REQUIREMENTS **							14
15					15	Org Unit **or** Prog & Activity	Object Classification	Detail					15
16	75,527	108,572	100,310	50,310	16	Water Dept	RFE	ESERVED FOR FUTURE EXPENDITU	54,760	54,760	54,760	0	16
17					17								17
18			50,000		18			2025-26 Supplemental Budget transfer to General					18
19					19			Resolution #2025-37					19
20					20								20
21					21								21
22					22								22
23					23								23
24					24								24
25					25								25
26					26								26
27					27								27
28					28								28
29					29	Ending balance (prior years)							29
30					30	**UNAPPROPRIATED ENDING FUND BALANCE**			54,760	54,760	54,760	0	30
31	**75,527**	**108,572**	**108,572**		31	**TOTAL REQUIREMENTS**			**54,760**	**54,760**	**54,760**	**0**	31

*The balance of cash, cash equivalents and investments in the fund at the beginning of the budget year

150-504-010 (Rev. 10-16)

**List requirements by organizational unit or program, activity, object classification, then expenditure detail. If the requirement is "not allocated", then list by object classification and expenditure detail.

FORM
LB-11

RESERVE FUND
RESOURCES AND REQUIREMENTS

Year this reserve fund will be reviewed to be continued or abolished.
Date can not be more than 10 years after establishment.
Review Year: **2032**

This fund is authorized and established by resolution / (
2022-19 on **06/28/2022** for the following specified purp

Emergencies and Capitol Improvements

LGIP SAVINGS
(Fund)

OTTER ROCK WATER DISTRICT
(Name of Municipal Corporation)

	Historical Data Actual Preceding Year 2023- 24	Historical Data Actual First Preceding Year 2024 - 25	Adopted Budget Year 2025 - 26	2025-26 Supplemental Budget		DESCRIPTION RESOURCES AND REQUIREMENTS			Budget for Next Year 2026– 27 Proposed By Budget Officer	Approved By Budget Committee	Adopted By Governing Body	2026-27 Supplemental Budget	
1					1	RESOURCES							1
2	85,109	89,440	109,890	49,890	2	Cash on hand * (cash basis), or			54,690	54,690	54,690		2
3					3	Working Capital (accrual basis)							3
4		0	0		4	Previously levied taxes estimated to be received							4
5	2,060	3,885	4,800	4,800	5	Interest			4,450	4,450	4,450		5
6		0	46,450	0	6	Transferred IN, from other funds							6
7					7	resolution #2025-36							7
8					8								8
9					9								9
10	87,169	93,325	161,140	54,690	10	Total Resources, except taxes to be levied			59,140	59,140	59,140		10
11					11	Taxes estimated to be received							11
12					12	Taxes collected in year levied							12
13	**87,169**	**93,325**	**161,140**	**54,690**	13	**TOTAL RESOURCES**			**59,140**	**59,140**	**59,140**	**0**	13
14					14	REQUIREMENTS **							14
15					15	Org. Unit **or** Prog. & Activity	Object Classification	Detail					15
16	85,417	87,169	93,325	161,140	16	Water Dept	RFE	RESERVED FOR FUTURE EXPENDITURE	59,140	59,140	59,140	0	16
17					17								17
18				60,000	18			Supplemental Budget transfer to General Fund				0	18
19				46,450	19			Resolution #2025-37					19
20					20								20
21					21								21
22					22								22
23					23								23
24					24								24
25					25								25
26					26								26
27					27								27
28					28								28
29	85,417	87,169			29	Ending balance (prior years)							29
30			0	54,690	30	**UNAPPROPRIATED ENDING FUND BALANCE**			59,140	59,140	59,140	0	30
31	**85,417**	**87,169**	**93,325**	**54,690**	31	**TOTAL REQUIREMENTS**			**59,140**	**59,140**	**59,140**	**0**	31

*The balance of cash, cash equivalents and investments in the fund at the beginning of the budget year

**List requirements by organizational unit or program, activity, object classification, then expenditure detail. If the requirement is “not allocated”, then list by object classification and expenditure detail.

FORM
LB-11

This fund is authorized and established by resolution / (
2026-41 on 07/14/2026 for the following specified purp

Grant for Spring rehabilitation in conjuction with overall

Lincoln County Grant
RESOURCES AND REQUIREMENTS

Year this reserve fund will be reviewed to be continued or abolished.
Date can not be more than 10 years after establishment.
Review Year: 2035

Lincoln County Grant
(Fund)

OTTER ROCK WATER DISTRICT
(Name of Municipal Corporation)

	Historical Data			2025-26			Budget for Next Year 2026– 27			2026-27	
	Actual		Adopted Budget Year 2025 - 26	Supplemental Budget		DESCRIPTION RESOURCES AND REQUIREMENTS	Proposed By Budget Officer	Approved By Budget Committee	Adopted By Governing Body	Supplemental Budget	
	Preceding Year 2023- 24	First Preceding Year 2024 - 25									
1					1	RESOURCES					1
2			44,635		2	Cash on hand * (cash basis), or	44,635	44,635	43,998		2
3					3	Working Capital (accrual basis)					3
4					4	Previously levied taxes estimated to be received					4
5					5	Interest					5
6					6	Transferred IN, from other funds					6
7					7						7
8					8						8
9					9						9
10		50,000			10	Total Resources, except taxes to be levied					10
11					11	Taxes estimated to be received					11
12					12	Taxes collected in year levied					12
13	**0**	**50,000**	**44,635**		13	**TOTAL RESOURCES**	**44,635**	**44,635**	**43,998**	**0**	13
14					14	REQUIREMENTS **					14
15					15	Org. Unit **or** Prog. & Activity / Object Classification / Detail					15
16					16	Water Dept / RFE / RESERVED FOR FUTURE EXPENDITURE	44,635	44,635	43,998		16
17					17						17
18					18						18
19					19						19
20					20						20
21					21						21
22					22						22
23					23						23
24					24						24
25					25						25
26					26						26
27					27						27
28					28						28
29		50,000			29	Ending balance (prior years)					29
30			0		30	**UNAPPROPRIATED ENDING FUND BALANCE**	0	0	43,998		30
31		**0**	**0**		31	**TOTAL REQUIREMENTS**	**44,635**	**44,635**	**43,998**		31

*The balance of cash, cash equivalents and investments in the fund at the beginning of the budget year

150-504-011 (Rev 10-16)

**List requirements by organizational unit or program, activity, object classification, then expenditure detail. If the requirement is “not allocated”, then list by object classification and expenditure detail.

FORM
LB-11

FEMA BusOr Cost Share Grant
RESOURCES AND REQUIREMENTS

This fund is authorized and established by resolution / (
2026-41 on **07/14/2026** for the following specified purp
Grant from Business Oregon to cover 10% FEMA Cost Share

Year this reserve fund will be reviewed to be continued or abolished.
Date can not be more than 10 years after establishment.
Review Year: **2036**

FEMA BusOr Cost Share Grant
(Fund)

OTTER ROCK WATER DISTRICT
(Name of Municipal Corporation)

	Historical Data			2025-26		DESCRIPTION RESOURCES AND REQUIREMENTS			Budget for Next Year 2026– 27			2026-27	
	Actual		Adopted Budget										
	Preceding Year 2023- 24	First Preceding Year 2024 - 25	Year 2025 - 26	Supplemental Budget					Proposed By Budget Officer	Approved By Budget Committee	Adopted By Governing Body	Supplemental Budget	
1					1	RESOURCES							1
2					2	Cash on hand * (cash basis), or			211,777	211,777	211,777		2
3					3	Working Capital (accrual basis)							3
4					4	Previously levied taxes estimated to be received							4
5					5	Interest							5
6					6	Transferred IN, from other funds							6
7					7								7
8					8								8
9					9								9
10					10	Total Resources, except taxes to be levied							10
11					11	Taxes estimated to be received							11
12					12	Taxes collected in year levied							12
13	**0**	**0**	**0**		13	**TOTAL RESOURCES**			**0**	**0**	**211,777**		13
14					14	REQUIREMENTS **							14
15					15	Org. Unit **or** Prog. & Activity	Object Classification	Detail					15
16					16	Water Dept	RFE	RESERVED FOR FUTURE EXPENDITURE					16
17					17								17
18					18								18
19					19								19
20					20								20
21					21								21
22					22								22
23					23								23
24					24								24
25					25								25
26					26								26
27					27								27
28					28								28
29	85,417	87,169			29	Ending balance (prior years)							29
30			0		30	**UNAPPROPRIATED ENDING FUND BALANCE**			0	0	211,777		30
31	**85,417**	**0**	**0**		31	**TOTAL REQUIREMENTS**			**0**	**0**	**0**		31

*The balance of cash, cash equivalents and investments in the fund at the beginning of the budget year

150-504-011 (Rev 10-16)

**List requirements by organizational unit or program, activity, object classification, then expenditure detail. If the requirement is “not allocated”, then list by object classification and expenditure detail.

FORM

LB-20

RESOURCES

GENERAL FUND

(Fund)

OTTER ROCK WATER DISTRICT

(Name of Municipal Corporation)

	Historical Data: Actual: Second Preceding Year 2023-24	Historical Data: Actual: First Preceding Year 2024-25	Adopted Budget This Year Year 2025-26	Supplemental Budget 2025-26.		RESOURCE DESCRIPTION	Budget for Next Year 2026-27: Proposed By Budget Officer	Approved By Budget Committee	Adopted By Governing Body	2026-27 Supplemental Budget	
1	73,710	70,000	15,670	15,670	1	Available cash on hand* (cash basis) **or**	47,000	122,600	122,600		1
2					2	Net working capital (accrual basis)					2
3					3	Previously levied taxes estimated to be received					3
4	26	25	0		4	Interest					4
5				156,450	5	Transferred IN, from other funds Supplemental Budget Resolution #2025-37					5
6					6	**OTHER RESOURCES**					6
7	110,657	144,289	189,944	189,944	7	Water Sales	205,580	205,580	205,580		7
8	0	0	0		8	Donations					8
9			0		9						9
10					10						10
11					11						11
12					12						12
13					13						13
14					14						14
15					15						15
16					16						16
17					17						17
18					18						18
19					19						19
20					20						20
21					21						21
22					22						22
23					23						23
24					24						24
25					25						25
26					26						26
27					27						27
28					28						28
29	184,393	214,314	205,614	362,064	29		252,580	328,180	328,180	0	29
30					30	Taxes estimated to be received					30
31					31	Taxes collected in year levied					31
32	**184,393**	**214,314**	**205,614**	**392,064**	**32**	**TOTAL RESOURCES**	**252,580**	**328,180**	**328,180**	**0**	**32**

*The balance of cash, cash equivalents and investments in the fund at the beginning of the budget year

150-504-020 (rev 10-16)

REQUIREMENTS SUMMARY

FORM
LB-30

ALLOCATED TO AN ORGANIZATIONAL UNIT OR PROGRAM & ACTIVITY

GENERAL FUND
(name of fund)

OTTER ROCK WATER DISTRICT
(name of Municipal Corporation)

	Historical Data			2025-26			Budget For Next Year 2026-27			2026-27
	Actual		Adopted Budget	dopted 10-14-20		**REQUIREMENTS FOR:**				
	Second Preceding Year 2023-24	First Preceding Year 2024-25	This Year 2025-26	Supplemental Budget		**WATER DEPARTMENT**	Proposed By Budget Officer	Approved By Budget Committee	Adopted By Governing Body	Supplemental Budget
1					1	PERSONNEL SERVICES				
2	10,820	9,600	7,200		2	Admin/Secretarial	8,775	8,775	8,775	
3	0				3					
4	1,025	960	720		4	Payroll Taxes	877	877	877	
5	600				5	travel-per dieum				
6	1,295	552	660		6	Payroll Processing	690	690	690	
7	13,740	11,112	8,580	8,580	7	**TOTAL PERSONNEL SERVICES**	10,342	10,342	10,342	
8	**0.3**	**0.3**	**0.3**		8	**Total Full-Time Equivalent (FTE)**	**0.3**	**0.3**	**0.3**	**0**
9					9	MATERIALS AND SERVICES				
10	15,000	15,000	9,000	46,450	10	System Repair & Maint	30,000	30,000	30,000	
11	18,000	1,500	1,500		11	EPA Survey	0	0	0	
12	20,000	15,000	0		12	Grants/loan application fees	0	0	0	
13	900	950	950		13	Government fees/dues	950	950	950	
14	2,000	2,000	2,000		14	Community Hall Bldg Maint	2,000	2,000	2,000	
15	795	205	55		15	Bank Fees-Safe Deposit	189	189	189	
16	3,813	4,414	3,994		16	Office Expenses	5,252	5,252	5,252	
17	22,000	22,000	21,500		17	Legal & Accounting	21,500	21,500	21,500	
18	5,900	7,495	8,775		18	Insurance-P&L and WC	10,368	10,368	10,368	
19	2,660	2,170	2,530		19	Uitilities	2,702	2,702	2,702	
20	2,800	2,776	4,150		20	Water Testing	4,866	4,866	4,866	
21		0			21	Contingencies (SEE PG 2 not allocated)	0	0	0	
22	58,650	98,650	30,000		22	Meter Installation	0	0	0	
23	5,000	5,000	5,000		23	Infrastructure Repairs & Main (engineering/consulting)	5,000	5,000	5,000	
24	25,300	25,500	36,100		24	Operations Service Contract + additional services	37,300	37,300	37,300	
25	0	0	0		25	Bridge Loan Interest	80,000	80,000	80,000	
26	0	0	0		26					
27	**182,818**	**202,660**	**125,554**	**172,004**	27	**TOTAL MATERIALS AND SERVICES**	**200,127**	**200,127**	**200,127**	**0**
28					28	CAPITAL OUTLAY				
29					29					
30					30					
31					31					
32					32					
33					33					
34					34					
35	**0**	**0**		**0**	**35**	**TOTAL CAPITAL OUTLAY**	**0**	**0**	**0**	**0**
36	**196,558**	**213,772**	**134,134**	**180,584**	**36**	**ORGANIZATIONAL UNIT / ACTIVITY TOTAL**	**210,469**	**210,469**	**210,469**	**0**

FORM
LB-30

REQUIREMENTS SUMMARY

NOT ALLOCATED TO AN ORGANIZATIONAL UNIT OR PROGRAM

GENERAL FUND
(name of fund)

OTTER ROCK WATER DISTRICT
(name of Municipal Corporation)

	Historical Data			2025-26			Budget For Next Year 2026-27			2026-27	
	Actual		Adopted Budget	Adopted 10-14-2025		REQUIREMENTS DESCRIPTION					
	Second Preceding Year 2023-24	First Preceding Year 2024-25	This Year 2025-26	Supplemental Budget			Proposed By Budget Officer	Approved By Budget Committee	Adopted By Governing Body	Supplemental Budget	
1					1	PERSONNEL SERVICES NOT ALLOCATED					1
2					2						2
3					3						3
4	**0**	**0**	**0**		**4**	**TOTAL PERSONNEL SERVICES**	**0**	**0**	**0**		**4**
5					**5**	**Total Full-Time Equivalent (FTE)**					**5**
6					6	MATERIALS AND SERVICES NOT ALLOCATED					6
7					7						7
8					8						8
9	**0**	**0**	**0**		**9**	**TOTAL MATERIALS AND SERVICES**	**0**	**0**	**0**		**9**
10					**10**	CAPITAL OUTLAY NOT ALLOCATED					**10**
11					11						11
12					12						12
13	**0**	**0**	**0**		**13**	**TOTAL CAPITAL OUTLAY**	**0**	**0**	**0**		**13**
14					14	DEBT SERVICE					14
15					15						15
16					16						16
17	**0**	**0**	**0**		**17**	**TOTAL DEBT SERVICE**	**0**	**0**	**0**		**17**
18					18	SPECIAL PAYMENTS					18
19					19						19
20					20						20
21	**0**	**0**	**0**		**21**	**TOTAL SPECIAL PAYMENTS**	**0**	**0**	**0**		**21**
22					22	INTERFUND TRANSFERS					22
23	0	15,000	46,450		23						23
24					24						24
25					25						25
26					26						26
27					27						27
28	**0**	**0**	**46,450**	**46,450**	28	**TOTAL INTERFUND TRANSFERS**	**0**	**0**	**0**		28
29			19,030	129,030	29	**OPERATING CONTINGENCY**			115,000		29
30			0		30	**RESERVED FOR FUTURE EXPENDITURE**					30
31			6,000	6,000	31	**UNAPPROPRIATED ENDING BALANCE**			2,711		31
32	**0**	**40,030**	**71,480**	**181,480**	**32**	**Total Requirements NOT ALLOCATED**	**0**	**0**	**117,711**	**0**	**32**
33	119,304	213,772	134,134	180,584	33	Total Requirements for **ALL Org.Units/Programs within fund**			210,469		33
34					34	Ending balance (prior years)					34
35	**119,304**	**253,802**	**205,614**	**362,064**	**35**	**TOTAL REQUIREMENTS**	**0**	**0**	**328,180**	**0**	**35**

150-504-030 (Rev 11-18)

*line 33 total requirements for all funds - see Allocated line 33

Resolution No. 2026-39

RESOLUTION ADOPTING THE BUDGET

BE IT RESOLVED that the Board of Commissioners of the Otter Rock Water District hereby adopts the budget for the fiscal year 2026-2027 in the total amount of $4,917,159

. This budget is now on file at 6515 Gladys Avenue, Otter Rock, Oregon.

RESOLUTION MAKING APPROPRIATIONS

BE IT RESOLVED that the Board of Commissioners of the Otter Rock Water District hereby appropriated for the fiscal year beginning July 1, 2026, for the following purposes.

General Fund	
Water Department	$ 210,469
Not Allocated to Organizational Unit	
Contingency	$ 115,000
Total	$ 325,469

Business Oregon Loan Fund	
Water Department	$ 2,100,434
FEMA GRANT Fund	
Water Department	$ 2,117,770
LINCOLN COUNTY GRANT Fund	
Water Department	$ 43,998
FEMA-BusOr COST SHARE Grant	
Water Department	$ 211,777
Total	$4,473,979

Total APPROPRIATIONS	All Funds	$ 4,799,448
Total Unappropriated and Reserve Amounts	All Funds	$ 117,711

TOTAL ADOPTED BUDGET . . . . . . $ 4,917,159

The above resolution statements were approved and declared adopted on June 25, 2026.

Lisa Hall President

Lisa Hall, Board President

Attest:

Theresa Zawalski

Theresa Zawalski, Acting Board Secretary