

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2020



12700 SW 72nd Ave.
Tigard, OR 97223

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

CASH BASIS FINANCIAL STATEMENTS

**WITH
INDEPENDENT AUDITORS' REPORT**

FOR THE YEAR ENDED JUNE 30, 2020

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

2019-2020
FINANCIAL REPORT

<u>CITY COUNCIL</u>	<u>TERM EXPIRES</u>
Jake Young, Mayor	December 31, 2022
Judy Coleman	December 31, 2020
Marilyn Loomis	December 31, 2022
Dana Bryd	December 31, 2022
Rusty Young	December 31, 2022
Louise Barton	December 31, 2020

All council members receive mail at the address shown below.

ADMINISTRATION

Janelle Evans, City Administrator/Recorder
250 N Main St.
Canyonville, Oregon 97419

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

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CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

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January 8, 2021

Mayor and City Council
City of Canyonville
Canyonville, Oregon

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying combined cash basis financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Canyonville, Douglas County, Oregon, as of and for the year ended June 30, 2020, and the related notes to the financial statements which collectively comprise the basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash basis financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Canyonville as of June 30, 2020, and the respective changes in cash basis financial position for the year then ended in accordance with the basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Canyonville financial statements. The supplementary information, as listed in the table of contents, is presented for the purposes of additional analysis and is not a required part of the financial statements.

The supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, as listed in the table of contents, is fairly stated in all material respects in relation to the financial statements as a whole.

Other Information

The listing of board members containing their term expiration dates, located before the table of contents has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Reports on Other Legal and Regulatory Requirements

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated January 8, 2021, on our consideration of compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



Kenny Allen, CPA
Municipal Auditor
PAULY, ROGERS AND CO., P.C.

Management's Discussion and Analysis

As management of City of Canyonville ("the City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2020.

Financial Highlights

- The city's total net position decreased by \$902 thousand. The decrease is attributed primarily to the City's portion of the cost of the Phase II sewer plant upgrade.
- As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$1,602,074.00, a decrease of \$183,800.00 in comparison with the prior year. Approximately, \$1,151,810.00 of the total amount constitutes unassigned fund balance, which is available for spending at the government's discretion.
- At the end of the current fiscal year, the unreserved fund balance of the general fund was \$444,709.00.
- The City's total long-term debt is at \$33,077.00.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad view of the City's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the City's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused time off).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their cost through user fees and charges (*business-type activities*). The governmental activities of the City include general government, highways and streets, and culture and recreation. Business-type activities of the City include water, and wastewater.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains 9 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund and the street

fund, both considered to be major funds. Data from the other 7 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund and street fund to demonstrate compliance with this budget.

Proprietary funds. The City has two proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for water and wastewater.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City's own programs. The accounting used for fiduciary funds is much like that used for governmental funds.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information.

The budgetary information for the non-major funds and the combining statements referred to earlier in connection with non-major governmental funds.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position.

An additional portion of the City's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* (\$4,267,683.00) may be used to meet the government's ongoing obligations to citizens and creditors.

The City's net position decreased by \$902 thousand during the fiscal year. This decrease is due primarily to the City's portion of the cost of the Phase II sewer plant upgrade.

City of Canyonville's Net Assets
2020 Summary

	Governmental Activities		Business-Type Activities		Total	
	2019	2020	2019	2020	2019	2020
Current and other assets	1,785,874	1,602,074	5,054,087	4,335,031	6,839,961	5,937,105
Capital assets					0	0
Total assets	1,785,874	1,602,074	5,054,087	4,335,031	6,839,961	5,937,105
					0	0
Restricted	744,766	450,264	67,348	67,348	812,114	517,612
Unrestricted	1,041,108	1,151,810	4,986,739	4,267,683	6,027,847	5,419,493
Total Net assets	1,785,874	1,602,074	5,054,087	4,335,031	6,839,961	5,937,105

Governmental Business. Change in net position are as follows:

City of Canyonville's Net Position

	Governmental		Business-Type		Total	
	2019	2020	2019	2020	2019	2020
Revenues:						
Program revenues:						
Charges for services	30,446	31,310	1,367,105	1,359,413	1,397,551	1,390,723
Operating grants /contributions		1000			0	1,000
Capital grants and contributions	778,428	6,118,158			778,428	6,118,158
General revenues:						
Property taxes	301,250	307,704			301,250	307,704
Other taxes	151,404	119,534			151,404	119,534
Intergovernmental	164,867	197,267			164,867	197,267
Other Revenue	24,901	21,621			24,901	21,621
Investment Income	31,098	24,372	119,480	93,279	150,578	117,651
Total revenues	1,482,394	6,820,966	1,486,585	1,452,692	2,968,979	8,273,658
Expenses:						
General government	407,915	431,431			407,915	431,431
Public safety	11,427	8,056			11,427	8,056
Highways and streets	56,017	51,500			56,017	51,500
Culture and recreation	16,689	15,102			16,689	15,102
Community Development	489,734	6,256,665			489,734	6,256,665
Capital Outlay	27,158	272,012			27,158	272,012
Debt Service	0	0			0	0
Water			315,924	296,638	315,924	296,638
Wastewater			528,240	1,845,110	528,240	1,845,110
Total expenses	1,008,940	7,034,766	844,164	2,141,748	1,853,104	9,176,514
Transfers	10,000	30,000	-10,000	-30,000	0	0
Change in net position	483,454	(183,800) -	632,421	(719,056) -	1,115,875	(902,856)
Beginning net position	1,302,420	1,785,874	4,421,666	5,054,087	5,724,086	6,839,961
Ending net position	1,785,874	1,602,074	5,054,087	4,335,031	6,839,961	5,937,105

Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$1,602,074.00, a decrease of \$183,800.00 in comparison with the prior year. Approximately \$1,152,810.00 of the total amount constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, total fund balance reached \$444,709.00 all of which is unreserved.

The fund balance of the City's general fund increased by \$1,349.00 during the current fiscal year, key factors in this increase were increases in some of the revenue.

General Fund Budgetary Highlights

The City of Canyonville is not in compression, so the General Fund is relatively stable. The City is extremely conservative with the money spent from the General Fund and has managed to build a little reserve. This year's budget included a contingency of approximately \$123,821.00 which was not spent. The original budget and the final budget were the same for the fiscal year. The City actually received \$102,311.00 more in revenue than estimated.

Long-term Debt

At the end of the current fiscal year, the city had a total debt of \$33,077.00 for the purchase of 2017 street sweeper through KS State Bank. Additional information on the City's long-term debt can be found on page 23 of this report.

Economic Factors and Next Year's Budgets and Rates.

The City is under a Mutual Agreement Order from the Department of Environment Quality to upgrade the City's wastewater treatment plant. The City has completed a facility master plan and the total project cost is estimated at \$12.9 million. The project has been broken down into 2 phases. Phase 1 is approximately \$2.4 million and was funded with grants. Phase 2 is \$10.5 million and will be funded with a combination of low interest loans and grants. The City has completed a sewer rate study which projects that the sewer rate will reach \$89.00 by the end of the project which is schedule to be completed in 2018. In January 2013 the City adopted Resolution 604 establishing the necessary rate increases for the next 5 years. The last sewer rate was not needed so the sewer rate stayed the same as last fiscal year.

At the end of the fiscal year the following had accumulated for future needs:

Capital Reserve Water Fund 26	\$ 572,544.00
Water SDC Fund 20	<u>\$ 210,115.00</u>
Water Plant	\$ 782,659.00
Capital Reserve Sewer Fund 27	\$2,101,737.00
Wastewater SDC Fund 21	<u>\$ 554,244.00</u>
Sewer Plant	\$2,655,981.00
Bikeway/Footpath Fund 17	\$ 19,891.00
Equipment Replacement fund 08	\$ 207,394.00
Facility Reserve Fund 30	\$ 483,866.00

Request for Information

This financial report is designed to provide a general overview of the City of Canyonville's finances for all or those interested in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City Manager.

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

BASIC FINANCIAL STATEMENTS

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

STATEMENT OF NET POSITION - CASH BASIS
June 30, 2020

	<u>GOVERNMENTAL</u>	<u>BUSINESS TYPE</u>	<u>TOTAL</u>
ASSETS			
Cash and Investments	\$ 1,602,074	\$ 4,335,031	\$ 5,937,105
Total Assets	<u>1,602,074</u>	<u>4,335,031</u>	<u>5,937,105</u>
NET POSITION			
Restricted for Debt Covenant	52,880	67,348	120,228
Restricted for Other Purposes	397,384	-	397,384
Unrestricted	<u>1,151,810</u>	<u>4,267,683</u>	<u>5,419,493</u>
TOTAL NET POSITION	<u>\$ 1,602,074</u>	<u>\$ 4,335,031</u>	<u>\$ 5,937,105</u>

See accompanying notes to the basic financial statements

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

**STATEMENT OF ACTIVITIES - CASH BASIS
For the Year Ended June 30, 2020**

Functions/Programs	Disbursements	Program Cash Receipts		
		Charges For Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General Governmental	\$ 431,431	\$ 18,971	\$ 1,000	\$ -
Public Safety/Municipal Court	8,056	12,039	-	-
Highways and Streets	51,500	-	-	150,000
Culture and Recreation	15,102	300	-	-
Community Development	6,256,665	-	-	5,968,158
Capital Outlay	272,012	-	-	-
Long Term Debt Payments	-	-	-	-
Total Governmental Activities	<u>7,034,766</u>	<u>31,310</u>	<u>1,000</u>	<u>6,118,158</u>
Business-Type Activities				
Water	296,638	438,257	-	-
Sewer	1,845,110	921,156	-	-
Total Business Activities	<u>2,141,748</u>	<u>1,359,413</u>	<u>-</u>	<u>-</u>
Totals	<u>\$ 9,176,514</u>	<u>\$ 1,390,723</u>	<u>\$ 1,000</u>	<u>\$ 6,118,158</u>

General Receipts

Taxes:
Property Taxes
Levied for General Purpose
Franchise and other Taxes
Intergovernmental
Interest Income
Miscellaneous
Transfers
 Total General Receipts and Transfers
 Change in Cash Basis Net Position
 Beginning Cash Basis Net Position
 Ending Cash Basis Net Position

See accompanying notes to the basic financial statements

Net Receipts (Disbursements) and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
\$ (411,460)		\$ (411,460)
3,983		3,983
98,500		98,500
(14,802)		(14,802)
(288,507)		(288,507)
(272,012)		(272,012)
<u>-</u>		<u>-</u>
 (884,298)		 (884,298)
 -	\$ 141,619	141,619
<u>-</u>	<u>(923,954)</u>	<u>(923,954)</u>
 -	 (782,335)	 (782,335)
<u>(884,298)</u>	<u>(782,335)</u>	<u>(1,666,633)</u>
 307,704	-	307,704
119,534	-	119,534
197,267	-	197,267
24,372	93,279	117,651
21,621	-	21,621
30,000	(30,000)	-
<u>700,498</u>	<u>63,279</u>	<u>763,777</u>
 (183,800)	 (719,056)	 (902,856)
<u>1,785,874</u>	<u>5,054,087</u>	<u>6,839,961</u>
<u>\$ 1,602,074</u>	<u>\$ 4,335,031</u>	<u>\$ 5,937,105</u>

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

BALANCE SHEET - CASH BASIS
GOVERNMENTAL FUNDS
June 30, 2020

	<u>GENERAL FUND</u>	<u>STATE STREET FUND</u>	<u>CDBG 2013 GRANT FUND</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL</u>
ASSETS					
Cash and Investments	\$ 444,709	\$ 377,493	\$ (727)	\$ 780,599	\$ 1,602,074
Total Assets	<u>\$ 444,709</u>	<u>\$ 377,493</u>	<u>\$ (727)</u>	<u>\$ 780,599</u>	<u>\$ 1,602,074</u>
LIABILITIES AND CASH BASIS FUND BALANCES					
Cash Basis Fund Balances:					
Restricted for:					
Streets	\$ -	\$ 377,493	\$ -	\$ -	\$ 377,493
Bikeway and Footpath	-	-	-	19,891	19,891
Debt Service	-	-	-	52,880	52,880
Committed					
Equipment Replacement	-	-	-	207,394	207,394
South County Community Center	-	-	-	16,568	16,568
Facilities	-	-	-	483,866	483,866
Unassigned	<u>444,709</u>	<u>-</u>	<u>(727)</u>	<u>-</u>	<u>443,982</u>
Total Cash Basis Fund Balances	<u>444,709</u>	<u>377,493</u>	<u>(727)</u>	<u>780,599</u>	<u>1,602,074</u>
Total Cash Basis Fund Balances	<u>\$ 444,709</u>	<u>\$ 377,493</u>	<u>\$ (727)</u>	<u>\$ 780,599</u>	<u>\$ 1,602,074</u>

See accompanying notes to the basic financial statements

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

	GENERAL FUND	STATE STREET FUND	CDGB 2013 GRANT FUND	OTHER GOVERNMENTAL FUNDS	TOTAL
Receipts					
Taxes	\$ 307,704	\$ -	\$ -	\$ -	\$ 307,704
Interest	10,929	5,166	-	8,277	24,372
Intergovernmental	59,431	137,836	-	-	197,267
Grants	1,000	150,000	-	408,299	559,299
Fees, Permits, and Rents	136,579	-	-	-	136,579
Fines	12,039	-	-	-	12,039
Miscellaneous	21,060	1,787	-	1,000	23,847
Total Receipts	<u>548,742</u>	<u>294,789</u>	<u>-</u>	<u>417,576</u>	<u>1,261,107</u>
Disbursements					
Current					
General Governmental	431,431	-	-	-	431,431
Public Safety/Municipal Court	8,056	-	-	-	8,056
Highways and Streets	-	51,500	-	-	51,500
Culture and Recreation	15,102	-	-	-	15,102
Community Development	544	-	-	6,256,121	6,256,665
Capital Outlay	-	240,157	-	31,855	272,012
Debt Services	-	-	-	-	-
Total Disbursements	<u>455,133</u>	<u>291,657</u>	<u>-</u>	<u>6,287,976</u>	<u>7,034,766</u>
Excess of Receipts Over, -Under Disbursements	93,609	3,132	-	(5,870,400)	(5,773,659)
Other Financing Sources, -Uses					
Loan Proceeds	-	-	-	5,559,859	5,559,859
Transfers In	-	-	-	133,460	133,460
Transfers Out	(92,260)	(11,200)	-	-	(103,460)
Total Other Financing Sources, -Uses	<u>(92,260)</u>	<u>(11,200)</u>	<u>-</u>	<u>5,693,319</u>	<u>5,589,859</u>
Net Change in Cash Basis Fund Balance	1,349	(8,068)	-	(177,081)	(183,800)
Beginning Cash Basis Fund Balance	<u>443,360</u>	<u>385,561</u>	<u>(727)</u>	<u>957,680</u>	<u>1,785,874</u>
Ending Cash Basis Fund Balance	<u>\$ 444,709</u>	<u>\$ 377,493</u>	<u>\$ (727)</u>	<u>\$ 780,599</u>	<u>\$ 1,602,074</u>

See accompanying notes to the basic financial statements

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

STATEMENT OF NET POSITION - CASH BASIS
PROPRIETARY FUNDS
June 30, 2020

	<u>WATER FUND</u>	<u>SEWER FUND</u>	<u>TOTAL</u>
ASSETS			
Cash and Investments	\$ 1,271,920	\$ 3,063,111	\$ 4,335,031
Total Assets	<u>\$ 1,271,920</u>	<u>\$ 3,063,111</u>	<u>\$ 4,335,031</u>
Net Position			
Restricted	\$ -	\$ 67,348	\$ 67,348
Unrestricted	<u>1,271,920</u>	<u>2,995,763</u>	<u>4,267,683</u>
Total Net Position	<u>\$ 1,271,920</u>	<u>\$ 3,063,111</u>	<u>\$ 4,335,031</u>

See accompanying notes to the basic financial statements

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
PROPRIETARY FUNDS
For the Year Ended June 30, 2020**

	WATER FUND	SEWER FUND	TOTAL
Operating Receipts			
Charges for Services	\$ 428,844	\$ 917,173	\$ 1,346,017
Miscellaneous	9,413	3,983	13,396
Total Operating Receipts	<u>438,257</u>	<u>921,156</u>	<u>1,359,413</u>
Operating Disbursements			
Personal Services	196,047	229,675	425,722
Other Operating Disbursements	87,471	175,642	263,113
Capital Outlay	11,195	1,439,793	1,450,988
Debt Service	1,925	-	1,925
Total Operating Disbursements	<u>296,638</u>	<u>1,845,110</u>	<u>2,141,748</u>
Operating Income (Loss)	<u>141,619</u>	<u>(923,954)</u>	<u>(782,335)</u>
Non-Operating Receipts (Disbursements)			
Interest Income	21,603	71,676	93,279
Transfers In	60,000	1,910,116	1,970,116
Transfers Out	(85,000)	(1,915,116)	(2,000,116)
Total Non-Operating Receipts (Disbursements)	<u>(3,397)</u>	<u>66,676</u>	<u>63,279</u>
Net Change in Cash Basis Fund Balance	138,222	(857,278)	(719,056)
Beginning Cash Basis Fund Balance	<u>1,133,698</u>	<u>3,920,389</u>	<u>5,054,087</u>
Ending Cash Basis Fund Balance	<u>\$ 1,271,920</u>	<u>\$ 3,063,111</u>	<u>\$ 4,335,031</u>

See accompanying notes to the basic financial statements

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUND

For the Year Ended June 30, 2020

	Balance at June 30, 2019	Additions	Deductions	Balance at June 30, 2020
<u>WATER AND SEWER DEPOSITS</u>				
Assets				
Cash	\$ 37,432	\$ 389	\$ -	\$ 37,821
Total Assets	<u>\$ 37,432</u>	<u>\$ 389</u>	<u>\$ -</u>	<u>\$ 37,821</u>
Liabilities				
Due to Customers	<u>\$ 37,432</u>	<u>\$ 389</u>	<u>\$ -</u>	<u>\$ 37,821</u>

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City have been prepared in conformity with the cash basis of accounting. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. THE FINANCIAL REPORTING ENTITY

The City of Canyonville is a municipal corporation governed by an elected mayor and six-member governing council (council). The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government. The City has no component units.

The City operates under a charter enacted in 1901. Under the charter, the City is governed by a mayor and six council members who comprise the City Council.

B. MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND BASIS OF PRESENTATION

BASIS OF ACCOUNTING

The City follows the cash basis of accounting. Under the cash basis of accounting, receipts are recorded when received and disbursements are recorded as paid in cash or by check. This basis of accounting is applied to both the government-wide financial statements, and the governmental type fund financial statements uniformly.

This basis of accounting is not equivalent to the generally accepted accounting principles (GAAP) basis of accounting. Under GAAP the fund financial statements require that revenues be recorded as they become susceptible to accrual (i.e. when they become measurable and available) and expenditures recorded as goods and services received. For the government-wide statements GAAP requires that the accrual basis of accounting be applied. Under the accrual basis of accounting the cost of capital assets is capitalized and depreciated over their estimated useful lives, debt is recorded as incurred, revenues are recorded when earned irrespective of the collection of cash, and disbursements, including depreciation, are recorded when incurred. Management believes the cash basis of accounting is preferable for the City due to the City's small size and the necessity of assessing available cash resources. The cash basis of accounting is allowed under Oregon Local Budget Law.

FUND FINANCIAL STATEMENTS

The accounts of the City are organized and operated on the basis of fund accounting. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum numbers of funds are maintained consistent with legal and managerial requirements.

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. DESCRIPTION OF FUNDS

The City reports the following major funds:

GENERAL FUND

The General Fund accounts for all financial resources and disbursements of the City, except those required to be accounted for in another fund. Its main sources of receipts are local property taxes, intergovernmental receipts, utility franchise fees, and permits.

STATE STREET FUND

This fund accounts for monies disbursed for maintenance and improvement of the City's roads and streets.

CDBG 2013 GRANT FUND

This fund accounts for monies disbursed and receipts from CDBG grant projects.

WATER FUND

The Water Fund is used to document receipts and disbursed for maintenance and operation of the City's water utility system. The primary receipt source is "user fees" paid by customers of the utility for water consumed.

SEWER FUND

The Sewer Fund is used to document receipts and disbursements for maintenance, operation, and debt service of the City's sanitary sewer system. The primary receipt source is "user fees" paid by customers of the utility.

D. BUDGET

A budget is prepared and legally adopted for each governmental fund type on the cash basis of accounting in the main program categories required by the Oregon Local Budget Law. The City begins its budget process early in each fiscal year with the establishment of the budget committee. Recommendations are developed through late winter with the budget committee approving the budget in early spring. Public notices of the budget hearing are published generally in early spring with a public hearing being held approximately three weeks later. The Council may amend the budget prior to adoption, however, budgeted disbursements for each fund may not be increased by more than ten percent. The budget is then adopted, appropriations are made and the tax levy declared no later than June 30th.

Disbursement budgets are appropriated at the following levels for each fund: Personal Services, Materials and Services, Capital Outlay, Operating Contingency, and Interfund Transactions. Disbursements cannot legally exceed the above appropriation levels except in the case of grants which could not be estimated at the time of budget adoption. Appropriations lapse at the fiscal year end. Management may amend line items in the budget without Council approval as long as appropriation levels (the legal level of control) are not changed. Supplemental appropriations may occur if the Council approves them due to a need which exists which was not determined at the time the budget was adopted. Budget amounts shown in the Basic Financial Statements reflect the original budget and appropriation adjustments. Disbursements of the various funds were within authorized appropriations.

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. GOVERNMENT-WIDE FUND FINANCIAL STATEMENTS

The City has adopted the principles of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments* (GASB 34), as they are applicable to cash basis financial statements. The Statement requires that the City present both government-wide and fund financial statements, and reconcile the two types of statements, if necessary. The government-wide financial reports information on the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental receipts, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct disbursements of a given function or segments are offset by program receipts. Direct disbursements are those that are clearly identifiable with a specific function or segment. Program receipts include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program receipts are reported instead as general receipts.

F. PROPERTY TAXES RECEIVABLE

Property taxes receivable is disclosed to indicate the amount of uncollected taxes that the City can expect to receive in the future. Real and personal property are assessed and property taxes become a lien against the property as of July 1 of each year. Property taxes are payable in three installments, following the lien date on November 15, February 15, and May 15. Taxes not received by May 15th are considered delinquent. As required by law, Douglas County manages tax collections for the City. Substantially all taxes receivable are considered collectible through liens on the underlying property.

G. CAPITAL ASSETS

Non-expendable equipment purchased is usually recorded as a capital outlay disbursement in the governmental and proprietary funds. The original historical cost of such assets has been estimated or tracked and is recorded by the City, but, under the cash basis of accounting the cost of capital assets of the City are not required to be displayed in the financial statements. The costs of significant betterments to capital assets are similarly recorded as disbursements and not capitalized. Depreciation is not recorded. When assets are donated, the estimated value is used to increase the balances of the capital assets. No receipts or disbursements are recorded since no cash was received or used when assets are donated. Normal repairs and maintenance are charged to disbursements as capital outlay or as materials and services. When property is retired or sold, any related proceeds are recorded in a governmental or proprietary fund.

H. DEBT

Although the cash basis of accounting does not require that debt be displayed, the City believes that presentation of this information is important. Accordingly, the details of debt are presented in these notes to the financial statements.

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. RETIREMENT PLAN

Substantially all of the City's employees are participants in the State of Oregon Public Employees Retirement System (PERS). For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about fiduciary net position of PERS and additions to/deductions from PERS's fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. GASB Statements 68 and 71 have been implemented as of July 1, 2014. City employees are participants in Public Employees Retirement System (PERS). Contributions to PERS are made on a current basis as required by the plan and are charged to expenditures as funded.

J. NET POSITION

Net position comprise the various net earnings from operations, nonoperating revenues, expenses and contributions of capital and is classified in the following hierarchy based on the extent to which a government is bound to observe constraints imposed on the use of resources reported in government funds:

Restricted – consists of external constraints placed on asset use by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position – consists of all other assets that are not included in the other categories previously mentioned.

The governing body has approved the following order of spending regarding net position categories: Restricted resources are spent first when both restricted and unrestricted (committed, assigned, or unassigned) resources are available for expenditures. When unrestricted resources are spent, the order of spending is committed (if applicable), assigned (if applicable) and unassigned.

K. FUND BALANCE

In March 2009, the GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund-type Definitions*. The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund-type definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed on the use of the resources reported in governmental funds. Under this standard, the fund balance classifications of reserved, designated, and unreserved/undesignated were replaced with five new classifications – non-spendable, restricted, committed, assigned, and unassigned.

- Non-spendable fund balance represents amounts that are not in a spendable form.
- Restricted fund balance represents amounts that are legally restricted by outside parties for a specific purpose (such as debt covenants, grant requirements, donor requirements, or other governments) or are restricted by law (constitutionally or by enabling legislation).
- Committed fund balance represents funds formally set aside by the governing body for a particular purpose. The use of committed funds would be approved by resolution.

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- Assigned fund balance represents amounts that are constrained by the expressed intent to use resources for specific purposes that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the governing body or by an official to whom that authority has been given by the governing body. The governing body has given this authority to the City Manager.
- Unassigned fund balance is the residual classification of the General Fund. Only the General Fund may report a positive unassigned fund balance. Other governmental funds would report any negative residual fund balance as unassigned.

The governing body has approved the following order of spending regarding fund balance categories: Restricted resources are spent first when both restricted and unrestricted (committed, assigned or unassigned) resources are available for expenditures. When unrestricted resources are spent, the order of spending is committed (if applicable), assigned (if applicable) and unassigned.

2. CASH AND INVESTMENTS

State statutes govern the City's cash management policies, because the City does not have an official investment policy. Statutes authorize the City to invest in banker's acceptances, time certificates of deposit, repurchase agreements, obligations of the United States and its agencies and instrumentalities, and the Oregon State Treasurer's Local Government Investment Pool.

Investments

Investments in the Local Government Investment Pool (LGIP) are included in the Oregon Short-Term Fund, which is an external investment pool that is not a 2a-7-like external investment pool, and is not registered with the U.S. Securities and Exchange Commission as an investment company. Fair value of the LGIP is calculated at the same value as the number of pool shares owned. The unit of account is each share held, and the value of the position would be the fair value of the pool's share price multiplied by the number of shares held. Investments in the Short-Term Fund are governed by ORS 294.135, Oregon Investment Council, and portfolio guidelines issued by the Oregon Short-Term Fund Board, which establish diversification percentages and specify the types and maturities of investments. The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements. The fund appears to be in compliance with all portfolio guidelines at June 30, 2020. The LGIP seeks to exchange shares at \$1.00 per share; an investment in the LGIP is neither insured nor guaranteed by the FDIC or any other government agency. Although the LGIP seeks to maintain the value of share investments at \$1.00 per share, it is possible to lose money by investing in the pool. We intend to measure these investments at book value since it approximates fair value, and since the entity uses the cash basis of accounting. Amounts in the State Treasurer's Local Government Investment Pool are not required to be collateralized

The City maintains a cash pool that is available for use by all funds. Each fund's portion of this pool is reported on the combined balance sheet as Cash and Investments or amounts Due to/from Other Funds. Cash and Investments (recorded at fair value) consisted of:

Petty Cash	\$	400
Demand Deposits		609,590
Investments		<u>5,327,115</u>
Total	\$	<u>5,937,105</u>

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

2. CASH AND INVESTMENTS (CONTINUED)

The City had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (months)	
		Less Than 3	More Than 3
State Treasurers Investment Pool	\$ 5,327,115	\$ -	\$ -
Total	<u>\$ 5,327,115</u>	<u>\$ -</u>	<u>\$ -</u>

Interest Rate Risk

Oregon Revised Statutes require investments to not exceed a maturity of 19 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB. The City does not have any investments that have a maturity date.

Credit Risk

Oregon Revised Statutes does not limit investments as to credit rating for securities purchased from US Government Agencies or USGSE. The State Investment Pool is not rated.

Concentration of Credit Risk

In the case of deposits, this is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. The City does not have a deposit policy for custodial credit risk. As of June 30, 2020, the City’s bank balance was \$730,035, of which \$250,000 is covered by FDIC insurance. Any deposits not covered by federal depository insurance are collateralized by the State of Oregon.

3. PENSION PLAN

Plan Description – The Oregon Public Employees Retirement System (PERS) consists of a single cost-sharing multiple-employer defined benefit plan. All benefits of the system are established by the legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Oregon PERS produces an independently audited Comprehensive Annual Financial Report which can be found at:

<https://www.oregon.gov/pers/Documents/Financials/CAFR/2019-CAFR.pdf>

If the link is expired please contact Oregon PERS for this information.

- a. **PERS Pension (Chapter 238).** The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003.
 - i. **Pension Benefits.** The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0 percent for police and fire employees, and 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefits results. A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

3. PENSION PLAN (CONTINUED)

Tier 1 general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and fire member benefits are reduced if retirement occurs prior to age 55 with fewer than 25 years of service. Tier 2 members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.

- ii. **Death Benefits.** Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided one or more of the following contributions are met:
 - member was employed by PERS employer at the time of death,
 - member died within 120 days after termination of PERS covered employment,
 - member died as a result of injury sustained while employed in a PERS-covered job, or
 - member was on an official leave of absence from a PERS-covered job at the time of death.
 - iii. **Disability Benefits.** A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including PERS judge members) for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.
 - iv. **Benefit Changes After Retirement.** Members may choose to continue participation in their variable account after retiring and may experience annual benefit fluctuations due to changes in the fair value of the underlying global equity investments of that account. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes (COLA). The COLA is capped at 2.0 percent.
- b. **OPSRP Pension Program (OPSRP DB).** The ORS Chapter 238A Defined Benefit Pension Program provides benefits to members hired on or after August 29, 2003.
- i. **Pension Benefits.** This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:

Police and fire: 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire members is age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.

General service: 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.

A member of the pension program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.
 - ii. **Death Benefits.** Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that would otherwise have been paid to the deceased member. The surviving spouse may elect to delay payment of the death benefit, but payment must commence no later than December 31 of the calendar year in which the member would have reached 70½ years.

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

3. PENSION PLAN (CONTINUED)

- iii. **Disability Benefits.** A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45 percent of the member's salary determined as of the last full month of employment before the disability occurred.

Contributions – PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. The funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2017 actuarial valuation, which became effective July 1, 2019. The state of Oregon and certain schools, community colleges, and political subdivision have made unfunded actuarial liability payments and their rates have been reduced. Employer contributions for the year ended June 30, 2020 were \$43,097, excluding amounts to fund employer specific liabilities.

Since the City's financial statements are reported on the cash basis, no amounts are reported on the balance sheet for pension related assets, deferred outflows, liabilities or deferred inflows. Had the City's financial statements been reported in accordance with GAAP, it would have reported a net pension liability of \$483,999 at June 30, 2020 for its proportionate share of the net pension asset. The pension asset was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation dated December 31, 2017. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. As of the measurement date of June 30, 2019 and 2018, the City's proportion was .003 percent and .003 percent, respectively. Pension expense for the year ended June 30, 2020 was \$86,624.

The rates in effect for the year ended June 30, 2020 were:

- (1) Tier 1/Tier 2 – 20.88%
- (2) OPSRP general services – 14.84%

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated March 4, 2020. Oregon PERS produces an independently audited CAFR which can be found at:

<https://www.oregon.gov/pers/Documents/Financials/CAFR/2019-CAFR.pdf>

Actuarial Valuations – The employer contribution rates effective July 1, 2019 through June 30, 2020, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (estimated amount necessary to finance benefits earned by employees during the current service year), (2) an amount for the amortization unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an actuarially determined amount for funding a disability benefit component, and (c) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

3. PENSION PLAN (CONTINUED)

Actuarial Methods and Assumptions:

Valuation date	December 31, 2017
Experience Study Report	2016, Published July 26, 2017
Actuarial cost method	Entry Age Normal
Amortization method	Amortized as a level percentage of payroll as layered amortization bases over a closed period; Tier One/Tier Two UAL is amortized over 20 years and OPSRP pension UAL is amortized over 16 years
Asset valuation method	Market value of assets
Inflation rate	2.50 percent
Investment rate of return	7.20 percent
Discount rate	7.20 percent
Projected salary increase	3.50 percent
Cost of Living Adjustment	Blend of 2% COLA and graded COLA (1.25%/0.15%) in accordance with <i>Moro</i> decision, blend based on service
Mortality	Healthy retirees and beneficiaries: RP-2014 Health annuitant, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Active members: RP-2014 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Disabled retirees: RP-2014 Disabled retirees, sex-distinct, generational with Unisex, Social Security Data Scale.

Actuarial valuations of an ongoing plan involve estimates of value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The method and assumptions shown are based on the 2016 Experience Study which is reviewed for the four-year period ending December 31, 2016.

Assumed Asset Allocation:

Asset Class/Strategy	Low Range	High Range	OIC Target
Debt Securities	15.0%	25.0%	20.0%
Public Equity	32.5%	42.5%	37.5%
Real Estate	9.5%	15.5%	12.5%
Private Equity	14.0%	21.0%	17.5%
Alternative Investments	0.0%	12.5%	12.5%
Opportunity Portfolio	0.0%	3.0%	0.0%
Total			100.0%

(Source: June 30, 2019 PERS CAFR; p. 100)

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

3. PENSION PLAN (CONTINUED)

Long-Term Expected Rate of Return:

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2017 the PERS Board reviewed long-term assumptions developed by both Milliman’s capital market assumptions team and the Oregon Investment Council’s (OIC) investment advisors. The table below shows Milliman’s assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC’s description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Asset Class	Target Allocation	Compound Annual (Geometric) Return
Core Fixed Income	8.00%	3.49%
Short-term Bonds	8.00%	3.38%
Bank/Leveraged Loans	3.00%	5.09%
High Yield Bonds	1.00%	6.45%
Large/Mid Cap US Equities	15.75%	6.30%
Small Cap US Equities	1.31%	6.69%
Micro Cap US Equities	1.31%	6.80%
Developed Foreign Equities	13.13%	6.71%
Emerging Market Equities	4.13%	7.45%
Non-US Small Cap Equities	1.88%	7.01%
Private Equity	17.50%	7.82%
Real Estate (Property)	10.00%	5.51%
Real Estate (REITS)	2.50%	6.37%
Hedge Fund of Funds - Diversified	2.50%	4.09%
Hedge Fund - Event-driven	0.63%	5.86%
Timber	1.88%	5.62%
Farmland	1.88%	6.15%
Infrastructure	3.75%	6.60%
Commodities	1.88%	3.84%
<i>Assumed Inflation - Mean</i>		<i>2.50%</i>

(Source: June 30, 2019 PERS CAFR; p. 74)

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

3. PENSION PLAN (CONTINUED)

Discount Rate – The discount rate used to measure the total pension liability as of the measurement date of June 30, 2019 and 2018 was 7.20 for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from the plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City’s proportionate share of the net pension liability to changes in the discount rate – The following presents the City’s proportionate share of the net pension liability calculated using the discount rate of 7.20 percent, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate.

	1% Decrease (6.20%)	Discount Rate (7.20%)	1% Increase (8.20%)
City's proportionate share of the net pension liability	\$ 775,082	\$ 483,999	\$ 240,403

Changes Subsequent to the Measurement Date

As described above, GASB 67 and GASB 68 require the Total Pension Liability to be determined based on the benefit terms in effect at the Measurement Date. Any changes to benefit terms that occurs after that date are reflected in amounts reported for the subsequent Measurement Date. However, Paragraph 80f of GASB 68 requires employers to briefly describe any changes between the Measurement Date and the employer’s reporting date that are expected to have a significant effect on the employer’s share of the collective Net Pension Liability, along with an estimate of the resulting change, if available.

There are no changes subsequent to the June 30, 2019 Measurement Date that meet this requirement and thus would require a brief description under the GASB standard.

Deferred Compensation Plan

A deferred compensation plan is available to employees wherein they may execute an individual agreement with the City for amounts earned by them to not be paid until a future date when certain circumstances are met. These circumstances are: termination by reason of resignation, death, disability, or retirement; unforeseeable emergency; or by requesting a de minimis distribution from inactive accounts valued less than \$5,000. Payment to the employee will be made over a period not to exceed 15 years. The deferred compensation plan is one which is authorized under IRC Section 457 and has been approved in its specifics by a private ruling from the Internal Revenue Service. The assets of the plan are held by the administrator for the sole benefit of the plan participants and are not considered assets or liabilities of the City.

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

3. PENSION PLAN (CONTINUED)

Plan Description:

Employees of the City are provided with pensions through OPERS. All the benefits of OPERS are established by the Oregon legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003. Chapter 238A created the Oregon Public Service Retirement Plan (OPSRP), which consists of the Defined Benefit Pension Program and the Individual Account Program (IAP). Membership includes public employees hired on or after August 29, 2003. PERS members retain their existing defined benefit plan accounts, but member contributions are deposited into the member's IAP account. OPSRP is part of OPERS, and is administered by the OPERS Board.

Pension Benefits:

Participants in OPERS defined benefit pension plans also participate in their defined contribution plan. An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies. Upon retirement, a member of the OPSRP IAP may receive the amounts in his or her employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a \$200 minimum distribution limit.

Death Benefits:

Upon the death of a non-retired member, the beneficiary receives in a lump sum the member's account balance, rollover account balance, and vested employer optional contribution account balance. If a retired member dies before the installment payments are completed, the beneficiary may receive the remaining installment payments or choose a lump-sum payment.

Contributions:

Employees of the City pay six (6) percent of their covered payroll. The City did not make any optional contributions to member IAP accounts for the year ended June 30, 2020.

Additional disclosures related to Oregon PERS not applicable to specific employers are available online, or by contacting PERS at the following address: PO Box 23700 Tigard, OR 97281-3700.
<http://www.oregon.gov/pers/EMP/Pages/GASB.aspx>

Retirement Health Insurance Account

Plan Description:

As a member of Oregon Public Employees Retirement System (OPERS) the City contributes to the Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other postemployment benefit plan administered by OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. Oregon Revised Statute (ORS) 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants after January 1, 2004. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, PO Box 23700, Tigard, OR 97281-3700.

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

3. PENSION PLAN (CONTINUED)

Funding Policy:

Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to \$60 dollars or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the Retirement Health Insurance Account established by the employer, and any monthly cost in excess of \$60 dollars shall be paid by the eligible retired member in the manner provided in ORS 238.410. To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in OPERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in OPERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in an OPERS-sponsored health plan. A surviving spouse or dependent of a deceased OPERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from OPERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

Participating cities are contractually required to contribute to RHIA at a rate assessed each year by OPERS, and the City currently contributes 0.53% of annual covered OPERF payroll and 0.45% of OPSRP payroll under a contractual requirement in effect until June 30, 2020. Consistent with GASB Statement 75, the OPERS Board of Trustees sets the employer contribution rates as a measure of the proportionate relationship of the employer to all employers consistent with the manner in which contributions to the OPEB plan are determined. The basis for the employer's portion is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the plan with the total actual contributions made in the fiscal year of all employers. The City's contributions to RHIA for the years ended June 30, 2018, 2019 and 2020 were \$1,404, \$1,377 and \$240, respectively, which equaled the required contributions each year.

At June 30, 2020, the City's net OPEB liability/(asset) and deferred inflows and outflows were not presented since the City is on the cash basis of accounting.

4. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The City purchases commercial insurance to minimize its exposure to these risks. Settled claims have not exceeded this commercial coverage for any of the past three years.

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

5. DEBT

In 2017 the City entered into an agreement for a note payable with KS State Bank to finance the purchase of a street sweeper. The note has a term of 7 years with an interest rate of 2.39% and matures in February of 2024.

In the event of default, the balance on the note may become immediately due or the obligee may require the obligor to return the equipment to the obligee.

The following changes occurred in notes payable during the year ended June 30, 2020:

	July 1, 2019	Payments	Additions	June 30, 2020	
Direct Borrowings				Total	Due Within one year
2017 Note	\$ 40,767	\$ 7,689	\$ -	\$ 33,077	\$ 7,915
Total Notes Payable	\$ 40,767	\$ 7,689	\$ -	\$ 33,077	\$ 7,915

Future maturities of notes payable are as follows:

	Sweeper Loan	
	Principal	Interest
2020-21	7,915	969
2021-22	8,147	737
2022-23	8,385	499
2023-24	8,631	253
	\$ 33,077	\$ 2,458

The City has a direct borrowing with Business Oregon on an IFA loan. The City has drawn down \$1,054,593, the amortization schedule has not been set since the City is still drawing down on the loan. The total amount available to draw down is \$1,138,208.

In the event of default, the lender may pursue any remedies available at law or in equity to collect amounts due or to become due.

The City also a direct borrowing with the DEQ on an interim loan. The city has drawn down \$5,559,859, the amortization schedule has not been set since the City is still drawing down on the loan. The total amount available to draw down is \$11,280,000.

In the event of default, the lender may pursue any remedies available at law or in equity to collect amounts due or to become due.

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

6. PROPERTY TAX LIMITATIONS

The State of Oregon imposes a constitutional limit on property taxes for schools and nonschool government operations. School operations include community colleges, local school districts, and education service districts. The limitation provides that property taxes for nonschool operations are limited to \$10 for each \$1,000 of property market value. This limitation does not apply to taxes levied for principal and interest on general obligation bonded debt. The State further reduced property taxes by replacing the previous constitutional limits on tax bases with a rate and value limit in 1997.

This reduction is accomplished by rolling property values back to their 1995-96 values less 10% and limiting future tax value growth of each property to no more than 3% per year, subject to certain exceptions. Taxes levied to support bonded debt are exempted from the reductions. The State Constitution sets restrictive voter approval requirements for most tax and many fee increases and new bond issues, and requires the State to minimize the impact to school districts from the impact of the tax cuts.

7. INTERFUND TRANSFERS

The following interfund transfers occurred during fiscal year 2019-2020 (all transfers are normal operating transfers):

	<u>Transfers In</u>	<u>Transfers Out</u>
Governmental Funds		
General Fund	\$ -	\$ 92,260
State Street Fund	-	11,200
Non Major	133,460	-
Business Type Funds		
Water Fund	60,000	85,000
Sewer Fund	<u>1,910,116</u>	<u>1,915,116</u>
Total	<u>\$ 2,103,576</u>	<u>\$ 2,103,576</u>

8 INTERGOVERNMENTAL AGREEMENT

On August 19, 1981, the City of Canyonville entered into an intergovernmental agreement with Douglas County to construct, maintain and operate a joint water impoundment project on the West Fork of Canyon Creek.

The City has taken title to all the assets and improvements and has in return indemnified the County against all claims, liens, demands, encumbrances or litigation related to the impound facilities and operations.

Through the year 2027, the City will pay the County an amount equal to \$1 for each resident within the area served by the City's water system and 50 percent of each new user fee or \$200 per new connect, whichever is greater.

9 DEFICIT FUND BALANCE

The CDBG Grant Fund reported an ending deficit fund balance of \$727 on page 27 of the financial statements. This was due to expenditures exceeded revenues for the year ended June 30, 2020. The City plans to eliminate the negative balance through future budgeted transfers.

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

10. COMMITMENTS AND CONTINGENCIES

The City is involved in various claims and legal matters relating to its operations which have all been tendered to and are either being adjusted by the City's liability carrier, or are being defended by attorneys retained by the City's liability carrier. The City does not believe that any of these matters will have a material impact on its June 30, 2020 financial statements.

The Covid-19 outbreak in the United States has caused disruption through mandated and voluntary closure of both government and business activities. These developments are expected to impact City revenue. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration. Therefore, while the City expects this matter to negatively impact its operating results, the related financial impact and duration cannot be reasonably estimated at this time.

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SUPPLEMENTARY INFORMATION

Combining, Individual Fund,
And Other Financial Statements

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

	<u>GENERAL FUND</u>			VARIANCE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>TO FINAL BUDGET POSITIVE/(NEGATIVE)</u>
Receipts				
Taxes, Current	\$ 240,000	\$ 240,000	\$ 298,987	\$ 58,987
Taxes, Prior	5,000	5,000	8,717	3,717
Interest	8,000	8,000	10,929	2,929
Intergovernmental	41,800	41,800	59,431	17,631
Fees, Licenses, and Permits	139,800	139,800	136,579	(3,221)
Fines	9,000	9,000	12,039	3,039
Grants	1,000	1,000	1,000	-
Miscellaneous	1,831	1,831	21,060	19,229
Total Receipts	<u>446,431</u>	<u>446,431</u>	<u>548,742</u>	<u>102,311</u>
Disbursements				
Administration	516,471	516,471 (1)	357,439	159,032
City/County Library	3,890	3,890 (1)	3,703	187
Pioneer Park	20,000	20,000 (1)	9,933	10,067
Community Projects	1,200	1,200 (1)	100	1,100
Public Officials	2,225	2,225 (1)	1,536	689
YMCA	2,600	2,600 (1)	1,366	1,234
Municipal Court	12,785	12,785 (1)	8,056	4,729
Planning and Community Development	12,500	12,500 (1)	544	11,956
Auxiliary/ Support Services	102,500	102,500 (1)	72,456	30,044
Total Disbursements	<u>674,171</u>	<u>674,171</u>	<u>455,133</u>	<u>219,038</u>
Excess of Receipts Over, -Under Disbursements	(227,740)	(227,740)	93,609	321,349
Other Financing Sources, -Uses				
Transfers Out	(92,260)	(92,260) (1)	(92,260)	-
Total Other Financing Sources, -Uses	<u>(92,260)</u>	<u>(92,260)</u>	<u>(92,260)</u>	<u>-</u>
Net Change in Cash Basis Fund Balance	(320,000)	(320,000)	1,349	321,349
Beginning Cash Basis Fund Balance	<u>320,000</u>	<u>320,000</u>	<u>443,360</u>	<u>123,360</u>
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 444,709</u>	<u>\$ 444,709</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

<u>STATE STREET FUND</u>				VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Receipts				
Interest	\$ 1,500	\$ 1,500	\$ 5,166	\$ 3,666
Intergovernmental	110,800	110,800	137,836	27,036
Grants	150,000	150,000	150,000	
Miscellaneous	100	100	1,787	1,687
	<u>262,400</u>	<u>262,400</u>	<u>294,789</u>	<u>32,389</u>
Total Receipts				
Disbursements				
Personal Services	47,425	47,425 (1)	40,580	6,845
Materials and Services	51,075	51,075 (1)	10,920	40,155
Capital Outlay	379,000	379,000 (1)	240,157	138,843
Contingency	53,700	53,700 (1)	-	53,700
	<u>531,200</u>	<u>531,200</u>	<u>291,657</u>	<u>239,543</u>
Total Disbursements				
Excess of Receipts Over -Under Disbursements	(268,800)	(268,800)	3,132	271,932
OTHER FINANCING SOURCES				
Transfers Out	(11,200)	(11,200) (1)	(11,200)	-
Net Change in Cash Basis Fund Balance	(280,000)	(280,000)	(8,068)	271,932
Beginning Cash Basis Fund Balance	280,000	280,000	385,561	105,561
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 377,493</u>	<u>\$ 377,493</u>

(1) Appropriation Level

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

**SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020**

CDBG 2013 GRANT FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE</u>
Receipts				
CDBG Grant	\$ -	\$ -	\$ -	\$ -
Total Receipts	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements				
Materials and Services	-	- (1)	-	-
Total Disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Cash Basis Fund Balance	-	-	-	-
Beginning Cash Basis Fund Balance	<u>-</u>	<u>-</u>	<u>(727)</u>	<u>(727)</u>
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (727)</u>	<u>\$ (727)</u>

(1) Appropriation Level

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

**COMBINING BALANCE SHEET - ALL NON MAJOR GOVERNMENTAL FUNDS
-CASH BASIS
June 30, 2020**

	<u>SPECIAL REVENUE FUNDS</u>			
	<u>BIKEWAY & FOOTPATH RESERVE FUND</u>	<u>RURAL DEVELOPMENT FUND</u>	<u>CANYON CREEK RESTORATION FUND</u>	<u>IFA LOAN FUND</u>
ASSETS				
Cash and Investments	\$ 19,891	\$ -	\$ -	\$ 217
Total Assets	<u>19,891</u>	<u>-</u>	<u>-</u>	<u>217</u>
FUND BALANCE				
Restricted	19,891	-	-	217
Committed	-	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Cash Basis Fund Balances	<u>\$ 19,891</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 217</u>

<u>CAPITAL PROJECTS FUNDS</u>				
<u>EQUIPMENT REPLACEMENT FUND</u>	<u>SOUTH COUNTY COMMUNITY CENTER FUND</u>	<u>FACILITY RESERVE FUND</u>	<u>CANYONVILLE DAM BOND & INTEREST FUND</u>	<u>TOTAL</u>
\$ 207,394	\$ 16,568	\$ 483,866	\$ 52,663	\$ 780,599
<u>207,394</u>	<u>16,568</u>	<u>483,866</u>	<u>52,663</u>	<u>780,599</u>
-	-	-	52,663	72,771
207,394	16,568	483,866	-	707,828
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 207,394</u>	<u>\$ 16,568</u>	<u>\$ 483,866</u>	<u>\$ 52,663</u>	<u>\$ 780,599</u>

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

**COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN
FUND BALANCE -CASH BASIS - ALL NON MAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020**

	SPECIAL REVENUE FUNDS			
	BIKEWAY & FOOTPATH RESERVE FUND	RURAL DEVELOPMENT FUND	CANYON CREEK RESTORATION FUND	IFA LOAN FUND
Receipts				
Grants	\$ -	\$ -	\$ 5,890	\$ 402,409
Interest	329	-	-	-
Miscellaneous	-	-	-	-
Total Receipts	<u>329</u>	<u>-</u>	<u>5,890</u>	<u>402,409</u>
Disbursements				
Materials and Services	-	5,559,859	5,890	690,372
Capital Outlay	-	-	-	-
Total Disbursements	<u>-</u>	<u>5,559,859</u>	<u>5,890</u>	<u>690,372</u>
Excess of Receipts Over, -Under Disbursements	329	(5,559,859)	-	(287,963)
Other Financing Sources, -Uses				
Loan Proceeds	-	5,559,859	-	-
Transfers In	1,200	-	-	-
Total Other Financing Sources, -Uses	<u>1,200</u>	<u>5,559,859</u>	<u>-</u>	<u>-</u>
Net Change in Cash Basis Fund Balance	1,529	-	-	(287,963)
Beginning Cash Basis Fund Balance	<u>18,362</u>	<u>-</u>	<u>-</u>	<u>288,180</u>
Ending Cash Basis Fund Balance	<u>\$ 19,891</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 217</u>

<u>CAPITAL PROJECTS FUNDS</u>				
<u>EQUIPMENT REPLACEMENT FUND</u>	<u>SOUTH COUNTY COMMUNITY CENTER FUND</u>	<u>FACILITY RESERVE FUND</u>	<u>CANYONVILLE DAM BOND & INTEREST FUND</u>	<u>TOTAL</u>
\$ -	\$ -	\$ -	\$ -	\$ 408,299
5,248	-	2,700	-	8,277
-	1,000	-	-	1,000
<u>5,248</u>	<u>1,000</u>	<u>2,700</u>	<u>-</u>	<u>417,576</u>
-	-	-	-	6,256,121
30,314	-	1,541	-	31,855
<u>30,314</u>	<u>-</u>	<u>1,541</u>	<u>-</u>	<u>6,287,976</u>
(25,066)	1,000	1,159	-	(5,870,400)
-	-	-	-	5,559,859
50,000	1,000	81,260	-	133,460
<u>50,000</u>	<u>1,000</u>	<u>81,260</u>	<u>-</u>	<u>5,693,319</u>
24,934	2,000	82,419	-	(177,081)
<u>182,460</u>	<u>14,568</u>	<u>401,447</u>	<u>52,663</u>	<u>957,680</u>
<u>\$ 207,394</u>	<u>\$ 16,568</u>	<u>\$ 483,866</u>	<u>\$ 52,663</u>	<u>\$ 780,599</u>

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

BIKEWAY & FOOTPATH RESERVE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE
Receipts				
Interest	\$ 200	\$ 200	\$ 329	\$ 129
Total Receipts	<u>200</u>	<u>200</u>	<u>329</u>	<u>129</u>
Disbursements				
Capital Outlay	19,400	19,400 (1)	-	19,400
Total Disbursements	<u>19,400</u>	<u>19,400</u>	<u>-</u>	<u>19,400</u>
Excess of Receipts Over -Under Disbursements	(19,200)	(19,200)	329	19,529
OTHER FINANCING SOURCES				
Transfers In	1,200	1,200	1,200	-
Net Change in Cash Basis Fund Balance	(18,000)	(18,000)	1,529	19,529
Beginning Cash Basis Fund Balance	18,000	18,000	18,362	362
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,891</u>	<u>\$ 19,891</u>

(1) Appropriation Level

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

**SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020**

<u>RURAL DEVELOPMENT FUND</u>				VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Receipts				
Total Receipts	-	-	-	-
Disbursements				
Materials and Services	8,956,007	8,956,007 (1)	5,559,859	3,396,148
Contingency	792,393	792,393 (1)	-	792,393
Total Disbursements	9,748,400	9,748,400	5,559,859	4,188,541
Excess of Receipts Over -Under Disbursements	(9,748,400)	(9,748,400)	(5,559,859)	(4,188,541)
Other Financing Sources, -Uses				
Loan Proceeds	9,748,400	9,748,400	5,559,859	(4,188,541)
Net Change in Cash Basis Fund Balance	-	-	-	-
Beginning Cash Basis Fund Balance	-	-	-	-
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

CANYON CREEK RESTORATION FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE</u>
Receipts				
Grants	\$ 30,000	\$ 30,000	\$ 5,890	\$ (24,110)
Total Receipts	<u>30,000</u>	<u>30,000</u>	<u>5,890</u>	<u>(24,110)</u>
Disbursements				
Materials and Services	<u>30,000</u>	<u>30,000</u> (1)	<u>5,890</u>	<u>24,110</u>
Total Disbursements	<u>30,000</u>	<u>30,000</u>	<u>5,890</u>	<u>24,110</u>
Net Change in Cash Basis Fund Balance	-	-	-	-
Beginning Cash Basis Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

<u>IFA LOAN FUND</u>				VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
Receipts				
IFA Loan	964,742	964,742	402,409	(562,333)
Total Receipts	<u>964,742</u>	<u>964,742</u>	<u>402,409</u>	<u>(562,333)</u>
Disbursements				
Materials and Services	964,742	964,742 (1)	690,372	274,370
Total Disbursements	<u>964,742</u>	<u>964,742</u>	<u>690,372</u>	<u>274,370</u>
Net Change in Cash Basis Fund Balance	-	-	(287,963)	(287,963)
Beginning Cash Basis Fund Balance	<u>-</u>	<u>-</u>	<u>288,180</u>	<u>288,180</u>
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 217</u>	<u>\$ 217</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

EQUIPMENT REPLACEMENT FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE</u>
Receipts				
Interest	\$ 3,000	\$ 3,000	\$ 5,248	\$ 2,248
Total Receipts	<u>3,000</u>	<u>3,000</u>	<u>5,248</u>	<u>2,248</u>
Disbursements				
Capital Outlay	220,669	220,669 (1)	30,314	190,355
Total Disbursements	<u>220,669</u>	<u>220,669</u>	<u>30,314</u>	<u>190,355</u>
Excess of Receipts Over -Under Disbursements	(217,669)	(217,669)	(25,066)	192,603
OTHER FINANCING SOURCES				
Transfers In	50,000	50,000	50,000	-
Net Change in Cash Basis Fund Balance	(167,669)	(167,669)	24,934	192,603
Beginning Cash Basis Fund Balance	<u>167,669</u>	<u>167,669</u>	<u>182,460</u>	<u>14,791</u>
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 207,394</u>	<u>\$ 207,394</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

SOUTH COUNTY COMMUNITY CENTER FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE
Receipts				
Miscellaneous	\$ 1,000	\$ 1,000	\$ 1,000	-
Total Receipts	1,000	1,000	1,000	-
Disbursements				
Capital Outlay	16,568	16,568 (1)	-	16,568
Total Disbursements	16,568	16,568	-	16,568
Excess of Receipts Over -Under Disbursements	(15,568)	(15,568)	1,000	16,568
OTHER FINANCING SOURCES				
Transfers In	1,000	1,000	1,000	-
Net Change in Cash Basis Fund Balance	(14,568)	(14,568)	2,000	16,568
Beginning Cash Basis Fund Balance	14,568	14,568	14,568	-
Ending Cash Basis Fund Balance	\$ -	\$ -	\$ 16,568	\$ 16,568

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

FACILITY RESERVE FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE</u>
Receipts				
Interest	\$ 1,000	\$ 1,000	\$ 2,700	\$ 1,700
Total Receipts	<u>1,000</u>	<u>1,000</u>	<u>2,700</u>	<u>1,700</u>
Disbursements				
Materials and Services	2,500	2,500 (1)	-	2,500
Capital Outlay	<u>473,760</u>	<u>473,760 (1)</u>	<u>1,541</u>	<u>472,219</u>
Total Disbursements	<u>476,260</u>	<u>476,260</u>	<u>1,541</u>	<u>474,719</u>
Excess of Receipts Over -Under Disbursements	(475,260)	(475,260)	1,159	476,419
OTHER FINANCING SOURCES				
Transfers In	<u>81,260</u>	<u>81,260</u>	<u>81,260</u>	<u>-</u>
Net Change in Cash Basis Fund Balance	(394,000)	(394,000)	82,419	476,419
Beginning Cash Basis Fund Balance	<u>394,000</u>	<u>394,000</u>	<u>401,447</u>	<u>7,447</u>
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 483,866</u>	<u>\$ 483,866</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

CANYONVILLE DAM BOND & INTEREST FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE
Receipts				
Interest	-	-	-	-
Total Receipts	-	-	-	-
Disbursements				
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
Total Disbursements	-	-	-	-
(1)				
Net Change in Cash Basis Fund Balance	-	-	-	-
Beginning Cash Basis Fund Balance	<u>52,663</u>	<u>52,663</u>	<u>52,663</u>	-
Ending Cash Basis Fund Balance	<u>\$ 52,663</u>	<u>\$ 52,663</u>	<u>\$ 52,663</u>	<u>\$ -</u>

(1) Appropriation Level

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

COMBINING BALANCE SHEET - ALL NON MAJOR ENTERPRISE FUNDS - CASH BASIS

June 30, 2020

	WATER			
	WATER FUND	WATER SYSTEM DEVELOPMENT FUND	CAPITAL RESERVE WATER FUND	OSHEA CREEK TIMBER FUND
ASSETS				
Cash and Investments	\$ 370,112	\$ 210,115	\$ 572,544	\$ 119,149
Total Assets	<u>370,112</u>	<u>210,115</u>	<u>572,544</u>	<u>119,149</u>
FUND BALANCE				
Restricted for Debt Covenants	-	-	-	-
Unreserved	<u>370,112</u>	<u>210,115</u>	<u>572,544</u>	<u>119,149</u>
Total Cash Basis Fund Balances	<u>\$ 370,112</u>	<u>\$ 210,115</u>	<u>\$ 572,544</u>	<u>\$ 119,149</u>

SEWER

<u>SEWER FUND</u>	<u>WASTEWATER SYSTEM DEVELOPMENT FUND</u>	<u>WASTEWATER TREATMENT UPGRADE FUND</u>	<u>CAPITAL RESERVE SEWER FUND</u>	<u>NONMAJOR TOTAL</u>
\$ 304,544	\$ 554,244	\$ 102,586	\$ 2,101,737	\$ 4,335,031
<u>304,544</u>	<u>554,244</u>	<u>102,586</u>	<u>2,101,737</u>	<u>4,335,031</u>
67,348	-	-	-	67,348
<u>237,196</u>	<u>554,244</u>	<u>102,586</u>	<u>2,101,737</u>	<u>4,267,683</u>
<u>\$ 304,544</u>	<u>\$ 554,244</u>	<u>\$ 102,586</u>	<u>\$ 2,101,737</u>	<u>\$ 4,335,031</u>

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE -
CASH BASIS ALL NON MAJOR ENTERPRISE FUNDS
For the Year Ended June 30, 2020

	WATER			
	WATER FUND	WATER SYSTEM DEVELOPMENT FUND	CAPITAL RESERVE WATER FUND	O'SHEA CREEK TIMBER FUND
Receipts				
Charges for Services	\$ 424,898	\$ 3,946	\$ -	\$ -
Interest	3,522	5,166	8,923	3,992
Other Receipts	9,413	-	-	-
Total Receipts	<u>437,833</u>	<u>9,112</u>	<u>8,923</u>	<u>3,992</u>
Disbursements				
Personal Services	196,047	-	-	-
Materials and Services	87,471	-	-	-
Capital Outlay	3,500	-	7,695	-
Debt Service	1,925	-	-	-
Total Disbursements	<u>288,943</u>	<u>-</u>	<u>7,695</u>	<u>-</u>
Excess of Receipts Over, -Under Disbursements	148,890	9,112	1,228	3,992
Other Financing Sources, -Uses				
Transfers In	-	-	60,000	-
Transfers Out	(85,000)	-	-	-
Total Other Financing Sources, -Uses	<u>(85,000)</u>	<u>-</u>	<u>60,000</u>	<u>-</u>
Net Change in Cash Basis Fund Balance	63,890	9,112	61,228	3,992
Beginning Cash Basis Fund Balance	<u>306,222</u>	<u>201,003</u>	<u>511,316</u>	<u>115,157</u>
Ending Cash Basis Fund Balance	<u>\$ 370,112</u>	<u>\$ 210,115</u>	<u>\$ 572,544</u>	<u>\$ 119,149</u>

SEWER

SEWER FUND	WASTEWATER SYSTEM DEVELOPMENT FUND	WASTEWATER TREATMENT UPGRADE FUND	CAPITAL RESERVE SEWER FUND	NONMAJOR TOTAL
\$ 911,779	\$ 5,394	\$ -	\$ -	\$ 1,346,017
8,101	32,697	-	30,878	93,279
3,983	-	-	-	13,396
<u>923,863</u>	<u>38,091</u>	<u>-</u>	<u>30,878</u>	<u>1,452,692</u>
229,675	-	-	-	425,722
175,642	-	-	-	263,113
-	-	1,382,030	57,763	1,450,988
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,925</u>
<u>405,317</u>	<u>-</u>	<u>1,382,030</u>	<u>57,763</u>	<u>2,141,748</u>
518,546	38,091	(1,382,030)	(26,885)	(689,056)
-	-	1,484,616	425,500	1,970,116
<u>(430,500)</u>	<u>(392,332)</u>	<u>-</u>	<u>(1,092,284)</u>	<u>(2,000,116)</u>
<u>(430,500)</u>	<u>(392,332)</u>	<u>1,484,616</u>	<u>(666,784)</u>	<u>(30,000)</u>
88,046	(354,241)	102,586	(693,669)	(719,056)
<u>216,498</u>	<u>908,485</u>	<u>-</u>	<u>2,795,406</u>	<u>5,054,087</u>
<u>\$ 304,544</u>	<u>\$ 554,244</u>	<u>\$ 102,586</u>	<u>\$ 2,101,737</u>	<u>\$ 4,335,031</u>

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

<u>WATER FUND</u>				
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE</u>
Receipts				
Interest	\$ 2,000	\$ 2,000	\$ 3,522	\$ 1,522
Charges for Services				
New Service Connections	1,500	1,500	600	(900)
Utility Services	400,000	400,000	414,606	14,606
Miscellaneous Water Fees	10,300	10,300	9,692	(608)
Miscellaneous	100	100	9,413	9,313
Total Receipts	<u>413,900</u>	<u>413,900</u>	<u>437,833</u>	<u>23,933</u>
Disbursements				
Personal Services	225,850	225,850 (1)	165,668	60,182
Materials and Services	203,400	203,400 (1)	117,850	85,550
Capital Outlay	21,925	21,925 (1)	3,500	18,425
Debt Service	2,000	2,000 (1)	1,925	75
Contingency	75,725	75,725 (1)	-	75,725
Total Disbursements	<u>528,900</u>	<u>528,900</u>	<u>288,943</u>	<u>239,957</u>
Excess of Receipts Over -Under Disbursements	(115,000)	(115,000)	148,890	263,890
OTHER FINANCING SOURCES				
Transfers Out	(85,000)	(85,000) (1)	(85,000)	-
Net Change in Cash Basis Fund Balance	(200,000)	(200,000)	63,890	263,890
Beginning Cash Basis Fund Balance	<u>200,000</u>	<u>200,000</u>	<u>306,222</u>	<u>106,222</u>
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 370,112</u>	<u>\$ 370,112</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE -CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

<u>WATER SYSTEM DEVELOPMENT FUND</u>				VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Receipts				
Interest	\$ 1,000	\$ 1,000	\$ 5,166	\$ 4,166
System Development Fees	7,940	7,940	3,946	(3,994)
Total Receipts	8,940	8,940	9,112	172
Disbursements				
Materials and Services	209,326	209,326 (1)	-	209,326
Total Disbursements	209,326	209,326	-	209,326
Net Change in Cash Basis Fund Balance	(200,386)	(200,386)	9,112	209,498
Beginning Cash Basis Fund Balance	200,386	200,386	201,003	617
Ending Cash Basis Fund Balance	\$ -	\$ -	\$ 210,115	\$ 210,115

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

CAPITAL RESERVE WATER FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE
Receipts				
Interest	\$ 2,500	\$ 2,500	\$ 8,923	\$ 6,423
Total Receipts	<u>2,500</u>	<u>2,500</u>	<u>8,923</u>	<u>6,423</u>
Disbursements				
Materials and Services	20,000	20,000 (1)	-	20,000
Capital Outlay	549,500	549,500 (1)	7,695	541,805
Total Disbursements	<u>569,500</u>	<u>569,500</u>	<u>7,695</u>	<u>561,805</u>
Excess of Receipts Over, -Under Disbursements	(567,000)	(567,000)	1,228	568,228
OTHER FINANCING SOURCES, -USES				
Transfers In	60,000	60,000	60,000	-
Total Other Financing Sources, -Uses	60,000	60,000	60,000	-
Net Change in Cash Basis Fund Balance	(507,000)	(507,000)	61,228	568,228
Beginning Cash Basis Fund Balance	<u>507,000</u>	<u>507,000</u>	<u>511,316</u>	<u>4,316</u>
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 572,544</u>	<u>\$ 572,544</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

O'SHEA CREEK TIMBER FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE
Receipts				
Interest	\$ -	\$ -	\$ 3,992	\$ 3,992
Total Receipts	-	-	3,992	3,992
Disbursements				
Materials and Services	112,900	112,900 (1)	-	112,900
Total Disbursements	112,900	112,900	-	112,900
Net Change in Cash Basis Fund Balance	(112,900)	(112,900)	3,992	116,892
Beginning Cash Basis Fund Balance	112,900	112,900	115,157	2,257
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 119,149</u>	<u>\$ 119,149</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

<u>SEWER FUND</u>				
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE</u>
Receipts				
Previous Levied Taxes	\$ 1,500	\$ 1,500	\$ -	\$ (1,500)
Interest	6,000	6,000	8,101	2,101
Charges for Services				
Utility Services	840,000	840,000	911,560	71,560
Miscellaneous Sewer Fees	400	400	219	(181)
Miscellaneous	500	500	3,983	3,483
Total Receipts	<u>848,400</u>	<u>848,400</u>	<u>923,863</u>	<u>75,463</u>
Disbursements				
Personal Services	246,150	246,150 (1)	202,365	43,785
Materials and Services	318,400	318,400 (1)	202,952	115,448
Capital Outlay	10,000	10,000 (1)	-	10,000
Contingency	33,350	33,350 (1)	-	33,350
Total Disbursements	<u>607,900</u>	<u>607,900</u>	<u>405,317</u>	<u>202,583</u>
Excess of Receipts Over -Under Disbursements	240,500	240,500	518,546	278,046
OTHER FINANCING SOURCES, -USES				
Transfers Out	(430,500)	(430,500) (1)	(430,500)	-
Total Other Financing Sources, -Uses	(430,500)	(430,500)	(430,500)	-
Net Change in Cash Basis Fund Balance	(190,000)	(190,000)	88,046	278,046
Beginning Cash Basis Fund Balance	<u>190,000</u>	<u>190,000</u>	<u>216,498</u>	<u>26,498</u>
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 304,544</u>	<u>\$ 304,544</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE -CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE</u>
<u>WASTEWATER SYSTEM DEVELOPMENT FUND</u>				
Receipts				
Interest	\$ 6,000	\$ 6,000	\$ 32,697	\$ 26,697
System Development Fees	11,250	11,250	5,394	(5,856)
Total Receipts	<u>17,250</u>	<u>17,250</u>	<u>38,091</u>	<u>20,841</u>
Disbursements				
Materials and Services	115,500	115,500 (1)	-	115,500
Capital Outlay	403,021	403,021 (1)	-	403,021
Total Disbursements	<u>518,521</u>	<u>518,521</u>	<u>-</u>	<u>518,521</u>
Excess of Receipts Over -Under Disbursements	(501,271)	(501,271)	38,091	539,362
OTHER FINANCING SOURCES				
Transfers Out	<u>(392,332)</u>	<u>(392,332) (1)</u>	<u>(392,332)</u>	<u>-</u>
Total Other Financing Sources	<u>(392,332)</u>	<u>(392,332)</u>	<u>(392,332)</u>	<u>-</u>
Net Change in Cash Basis Fund Balance	(893,603)	(893,603)	(354,241)	539,362
Beginning Cash Basis Fund Balance	<u>893,603</u>	<u>893,603</u>	<u>908,485</u>	<u>14,882</u>
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 554,244</u>	<u>\$ 554,244</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE -CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE</u>
<u>WASTEWATER TREATMENT UPGRADE FUND</u>				
Receipts				
Interest	\$ -	\$ -	\$ -	\$ -
System Development Fees	-	-	-	-
Total Receipts	-	-	-	-
Disbursements				
Capital Outlay	1,484,616	1,484,616 (1)	1,382,030	102,586
Total Disbursements	1,484,616	1,484,616	1,382,030	102,586
Excess of Receipts Over -Under Disbursements	(1,484,616)	(1,484,616)	(1,382,030)	102,586
OTHER FINANCING SOURCES				
Transfers In	1,484,616	1,484,616	1,484,616	-
Total Other Financing Sources	1,484,616	1,484,616	1,484,616	-
Net Change in Cash Basis Fund Balance	-	-	102,586	102,586
Beginning Cash Basis Fund Balance	-	-	-	-
Ending Cash Basis Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 102,586</u>	<u>\$ 102,586</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE - CASH BASIS
ACTUAL AND BUDGET
For the Year Ended June 30, 2020

CAPITAL RESERVE SEWER FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET POSITIVE -NEGATIVE
Receipts				
Interest	\$ 5,000	\$ 5,000	\$ 30,878	\$ 25,878
Total Receipts	<u>5,000</u>	<u>5,000</u>	<u>30,878</u>	<u>25,878</u>
Disbursements				
Capital Outlay	1,818,733	1,818,733 (1)	57,763	1,760,970
Total Disbursements	<u>1,818,733</u>	<u>1,818,733</u>	<u>57,763</u>	<u>1,760,970</u>
Excess of Receipts Over, -Under Disbursements	(1,813,733)	(1,813,733)	(26,885)	1,786,848
OTHER FINANCING SOURCES, -USES				
Transfers In	425,500	425,500	425,500	-
Transfers Out	<u>(1,092,284)</u>	<u>(1,092,284)</u> (1)	<u>(1,092,284)</u>	<u>-</u>
Total Other Financing Sources, -Uses	(666,784)	(666,784)	(666,784)	-
Net Change in Cash Basis Fund Balance	(2,480,517)	(2,480,517)	(693,669)	1,786,848
Beginning Cash Basis Fund Balance	<u>2,842,670</u>	<u>2,842,670</u>	<u>2,795,406</u>	<u>(47,264)</u>
Ending Cash Basis Fund Balance	<u>\$ 362,153</u>	<u>\$ 362,153</u>	<u>\$ 2,101,737</u>	<u>\$ 1,739,584</u>

(1) Appropriation Level

CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON

For the Year Ended June 30, 2018

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ended June 30,	(a) Employer's proportion of the net pension liability (NPL)	(b) Employer's proportionate share of the net pension liability (NPL)	(c) covered payroll	(b/c) NPL as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2020	0.00280 %	\$ 483,999	\$ 321,506	151%	80.2 %
2019	0.00302 %	\$ 458,272	\$ 333,950	137%	82.1 %
2018	0.00264 %	\$ 356,176	\$ 335,400	106%	83.1 %
2017	0.00367 %	\$ 551,153	\$ 312,385	176%	80.5 %

The amounts presented for each fiscal year were actuarial determined at 12/31 and rolled forward to the measurement date.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the supplementary information is available.

SCHEDULE OF CONTRIBUTIONS

Year	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2020	\$ 43,097	\$ 43,097	\$ -	\$ 331,273	13%
2019	30,622	30,622	-	321,506	10%
2018	31,018	31,018	-	333,950	9%
2017	29,225	29,225	-	335,400	9%

The amounts presented for each fiscal year were actuarial determined at 12/31 and rolled forward to the measurement date.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the supplementary information is available.

**CITY OF CANYONVILLE
DOUGLAS COUNTY, OREGON**

**2019-2020 INDEPENDENT AUDITORS'
COMMENTS AND DISCLOSURES**



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(503) 620-2632 ♦ (503) 684-7523 FAX
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January 8, 2021

Independent Auditors' Report Required by Oregon State Regulations

We have audited the basic financial statements of the City of Canyonville as of and for the year ended June 30, 2020, and have issued our report thereon dated January 8, 2021. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

Compliance

As part of obtaining reasonable assurance about whether the City of Canyonville's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. As such, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

We performed procedures to the extent we considered necessary to address the required comments and disclosures which included, but were not limited to the following:

- **Deposit of public funds with financial institutions (ORS Chapter 295)**
- **Indebtedness limitations, restrictions and repayment.**
- **Budgets legally required (ORS Chapter 294).**
- **Insurance and fidelity bonds in force or required by law.**
- **Highway revenues used for public highways, roads, and streets.**
- **Authorized investment of surplus funds (ORS Chapter 294).**
- **Public contracts and purchasing (ORS Chapters 279A, 279B, 279C).**

In connection with our testing nothing came to our attention that caused us to believe the City of Canyonville was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations.

OAR 162-10-0230 Internal Control

In planning and performing our audit, we considered the City of Canyonville's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Canyonville's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Canyonville's internal control over financial reporting.

2019-2020 INDEPENDENT AUDITORS' COMMENTS AND DISCLOSURES

This report is intended solely for the information and use of the council members, management of City of Canyonville and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.

A handwritten signature in black ink, appearing to read "Ken Allen". The signature is fluid and cursive, with the first name "Ken" and the last name "Allen" clearly distinguishable.

Kenny Allen, CPA
Municipal Auditor
PAULY, ROGERS AND CO., P.C.