

**CITY OF TROUTDALE  
TROUTDALE, OREGON**

**For the Year Ended June 30, 2023**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**



12700 SW 72nd Ave.  
Tigard, OR 97223

# **CITY OF TROUTDALE OREGON**

## **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

For the year ended June 30, 2023

SUBMITTED BY  
FINANCE DEPARTMENT

Erich Mueller

**CITY OF TROUTDALE, OREGON**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FISCAL YEAR ENDING JUNE 30, 2023**

*Table of Contents*

**Page**

**INTRODUCTORY SECTION**

Letter of Transmittal .....	i-vi
GFOA Certificate of Achievement .....	vii
Organizational Chart .....	viii
List of Elected and Appointed Officials .....	ix

**FINANCIAL SECTION**

Report of Independent Certified Public Accountants .....	1-3
Management's Discussion and Analysis .....	4A-4N

Basic Financial Statements:

Government-Wide Financial Statements:

Statement of Net Position .....	5
Statement of Activities.....	6

Fund Financial Statements:

Major Governmental Funds

Balance Sheet.....	7
Statement of Revenues, Expenditures, and Changes in Fund Balances .....	8
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	9
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	
General Fund.....	10
Street Fund .....	11

Proprietary Funds

Statement of Net Position .....	12
Statement of Revenues, Expenses, and Changes in Fund Net Position.....	13
Statement of Cash Flows .....	14

Notes to the Basic Financial Statements .....	15-49
---	-------

Required Supplementary Information

Schedule of Proportionate Share of Net Pension Liability and Contributions.....	50
Schedule of Changes in Other Post-Employment Benefits (OPEB) Liability.....	51

Supplementary Information Section – Major Fund

Schedule of Revenues, Expenditures, and Changes in Fund

Balance – Budget and Actual	
URA Riverfront Development Fund.....	52

**FINANCIAL SECTION, CONTINUED****Supplementary Information Section – Combining Statements****Combining Balance Sheet**

Nonmajor Governmental Funds.....	53
Nonmajor Special Revenue Funds.....	54
Nonmajor Debt Service Funds.....	55
Nonmajor Capital Projects Funds .....	56

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**

Nonmajor Governmental Funds.....	57
Nonmajor Special Revenue Funds.....	58
Nonmajor Debt Service Funds.....	59
Nonmajor Capital Projects Funds .....	60

**Supplementary Information Section – Budgetary Comparison Schedules****Governmental Funds****Special Revenue Funds:**

Street Tree Fund.....	61
Bike Paths and Trails Fund.....	62
Code Specialties Fund.....	63
Sam Cox Building Fund.....	64

**Debt Service Funds:**

URA Debt Service Fund .....	65
FF&C Debt Service Fund .....	66
Debt Service Fund.....	67

**Capital Projects:**

Street Improvement Fund .....	68
Parks Improvement Fund.....	69
Utilities Undergrounding Fund.....	70
Street Reimbursement Fund.....	71

**Proprietary Funds:**

Water Fund.....	72
Water Improvement Fund .....	73
Water Reimbursement Fund.....	74

**Water Fund Reconciliation of Budgetary Revenues and Expenditures**

to Proprietary Revenues and Expenses .....	75
--	----

**Sewer Fund .....****Sewer Improvement Fund.....****Sewer Reimbursement Fund.....****Sewer Fund Reconciliation of Budgetary Revenues and Expenditures**

to Proprietary Revenues and Expenses .....	79
--	----

**Storm Sewer Improvement Fund.....****Storm Sewer Utility Fund .....****Storm Sewer Reimbursement Fund.....****Storm Sewer Fund Reconciliation of Budgetary Revenues and**

Expenditures to Proprietary Revenues and Expenses .....	83
---	----

**Internal Services Fund .....****Internal Services Fund Reconciliation of Budgetary Revenues and Expenditures**

To Proprietary Revenues and Expenses.....	85
---	----

**FINANCIAL SECTION, CONTINUED**

Supplementary Information Section – Capital Assets Used in the Operation of Governmental Funds	
Schedule by Source.....	86
Schedule by Function and Activity.....	87
Schedule of Changes by Function and Activity.....	88
Schedule of Property Tax Transactions and Outstanding Balances .....	89

**OTHER INFORMATION**

## Other Information Section – Financial Schedules

Schedule of Debt Principal Transactions.....	90
Schedule of Debt Interest Transactions .....	91
Schedule of Future Debt Service Requirements of General Obligation Bonds.....	92
Schedule of Governmental Revenues by Source .....	93
Schedule of General Governmental Expenditures by Function.....	94
Schedule of Accountability for Independently Elected Officials .....	95

**STATISTICAL SECTION**

Net Position by Component.....	96
Changes in Net Position.....	97-98
Fund Balance of Governmental Funds .....	99
Changes in Fund Balances of Governmental Funds .....	100
Assessed Value and Estimated Actual Value of Taxable Property .....	101
Property Tax Rates Direct and Overlapping Governments .....	102
Principal Property Taxpayers.....	103
Property Tax Levies and Collections.....	104
Ratios of Outstanding Debt by Type .....	105
Ratios of General Bonded Debt Outstanding.....	106
Direct and Overlapping Governmental Activities Debt.....	107
Legal Debt Margin Information.....	108
Property Value and New Construction Value.....	109
Special Assessment Billings and Collections .....	110
Demographic and Economic Statistics .....	111
Principal Employers.....	112
Full-Time Equivalent City Government Employees by Function .....	113
Operating Indicators by Function .....	114
Capital Asset Statistics by Function .....	115

**REPORTS OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS REQUIRED BY STATUTES**

Independent Auditors' Report Required by Oregon State Regulations.....	116-117
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## **INTRODUCTORY SECTION**

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# THE CITY OF TROUTDALE OREGON

EST. 1907

December 21, 2023

TO THE HONORABLE MAYOR, MEMBERS OF THE CITY COUNCIL, AND CITIZENS OF THE CITY OF TROUTDALE, OREGON

The Finance Department is pleased to submit the Annual Comprehensive Financial Report (ACFR) of the City of Troutdale, Oregon for the fiscal year ended June 30, 2023. State law requires that every local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. We believe the City's internal control structure adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions. To the best of our knowledge and belief, the enclosed data is accurate in all material aspects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The City selected the accounting firm of Pauly, Rogers and Co., P.C. to conduct the independent financial audit. The auditor rendered an unmodified ("clean") opinion on the City of Troutdale financial statements for the year ended June 30, 2023. The independent auditor's report is located at the front of the Financial Section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

## CITY PROFILE

The City of Troutdale is located in northwestern Oregon, in the eastern part of the Portland metropolitan area, in Multnomah County. It is comprised of approximately six square miles and has a population of 16,819.

Troutdale was incorporated in 1907 and operates under the provisions of its own charter adopted in 1994 and applicable State law. The City operates under the Council-Manager form of government. Policy making and legislative authority are vested in the City Council which consists of a Mayor and six Council members. The Mayor is elected to a four-year term; the Council members are elected at large by the citizens of Troutdale with each

Councilor serving a four-year term. The City Council provides community leadership and develops policies to guide the City by setting goals, passing ordinances and adopting resolutions, appointing advisory committees, authorizing contracts, adopting budgets, and hiring the City Manager, City Attorney and City Judge.

The City Manager is the administrative head of the City responsible for carrying out the policies and ordinances of the Council, managing the day-to-day operations of the City and appointing department heads.

The City provides a full range of services as authorized in its charter and ordinances. This includes police protection, contract fire service, street construction and maintenance, water, sanitary and storm sewers, parks, land use planning and zoning, public improvements, building inspections, code enforcement, municipal court, recreation programs and general administrative services.

The City's annual budget is prepared in accordance with the provisions of Oregon Local Budget Law. The budgeting process includes citizen input through various stages of preparation, public hearings, and adoption of the final budget by the City Council. Additional resources not anticipated in the adopted budget may be added through the use of a supplemental budget. A supplemental budget requires hearings before the public, publication in newspapers, and formal adoption by the City Council. Original and supplemental budgets may be modified by the use of appropriation transfers with required approval by the City Council.

The annual budget serves as the foundation for the City of Troutdale's financial planning and control. Budgetary control is maintained and appropriated at the department or program level in the general operating fund and public services fund while all other funds are maintained and appropriated by major category of expense, such as personnel services, materials and services, capital outlay, debt service, and transfers. The operating contingency account is appropriated separately in each fund.

For additional statistics and information about the City of Troutdale please refer to the Statistical Section of this report.

## **ECONOMIC CONDITION AND OUTLOOK**

***Local Economy.*** The city's location in the Portland metropolitan region provides residents with many diverse employment opportunities. The majority of Troutdale's residents in the workforce commute to a job somewhere else in the region. The Portland Oregon regional economy has fully recovered from the great recession.

The COVID-19 public health emergency has disrupted families, schools, employment, all levels of government and the overall economy. The various government orders to limit person to person contact modestly impacted City revenues and expenses during prior reporting periods, and have now largely faded. The unemployment rate after spiking in the Spring of 2020 to over 15% has decreased to approximately 3.6% and is expected to rise slightly over the subsequent reporting period.

The American Rescue Plan Act of 2021 (ARPA), provides additional relief to address the continued impact of COVID-19 on the economy, public health, state and local governments, individuals, and businesses. The City received the second and final tranche of \$1.8 million during the report period from the ARPA Coronavirus State and Local Fiscal Recovery Fund (CSLFRF) providing assistance to local governments.



The Oregon economy contracted in 2020 with a negative 3.1% GDP rate. Unprecedented federal support programs to counter the COVID-19 impacts resulted in strong consumer sentiment with a 2021 GDP rebound exceeding 5%. Strong labor demand continues, challenged by hybrid or remote school schedules and care giving obligations keeping many out of the workforce. GDP for 2023 is projected at 2.4% reflecting the significant efforts of the Federal Reserve to reduce the 40 year record high inflation through their 11 interest rate hikes over the past year. GDP is expected to decline to 0.8% and as a consequence a mild recession is expected in first half of 2024.

The City of Troutdale receives a portion of the business income tax collected by Multnomah County. The County distributes an allocation to the City of Troutdale, City of Gresham, City of Wood Village and City of Fairview. The tax is distributed based on population and assessed values. The County Commission recently increased the tax rate and modified the portion of revenue which is allocated to the four East County Cities. The combination of the rate increase, formula change, and COVID-19 impacts. Troutdale received \$1.7 million in the report period and remain flat next year.

There continues to be interest in Troutdale Reynolds Industrial Park (TRIP) site with the addition of the recently completed Amazon.com fulfillment center project. Development increase is a combination of an easy commute to the nearby cities and the presence of high recreation, and education facilities that have strengthened the city's economic base. Residential and commercial permits have increased. The housing market continues to grow. The City continues to examine opportunities to incrementally invest in services which meet the need of the growing community, while also maintaining existing capital assets in a manner that ensures future years are not overly burdened with costs of our most basic and vital infrastructure.

Troutdale has a diversified economic base. The City is home to one of the Port of Portland's three general aviation airports. The vibrancy of Troutdale is apparent with its easy access to the Port of Portland's international airport and Interstate 84 with two major travel center trucking stops, three motels, one hotel/resort and recreational vehicle park. Troutdale is home to light manufacturing, regional transportation trucking facilities, residential care facilities, factory outlet stores and state of the art shopping centers. A community college and major hospital facility border the south corporate boundary of Troutdale.

Troutdale's strategic location at the eastern edge of the Portland metropolitan area, the western gateway to the Columbia River Gorge National Scenic Area and the Sandy River Recreation Area, allows Troutdale to offer a combination of urban and rural lifestyles to its residents as well as attracting tourists and providing extensive services to commercial travelers.

The City faces longer term financial impact items which include City Hall replacement, Urban Renewal Agency cost, capped property tax increases, increasing health care and retirement costs, and limited acreage for residential development.

Due to its strong and healthy local economy, the City has maintained a strong credit rating for a city of its' size. Moody's Investors Service in 2022 continued their previous rating of the City's general obligation bonds as Aa2. In 2018 Moody's Investors Service rated the City's full faith and credit obligations as Aa2. The City was able to come through the recession of the last decade relatively well due to stable property tax revenues and to responsible fiscal management.

See the Management's Discussion and Analysis (MD&A) section for additional discussion of economic factors affecting the City.

***Long-term Financial Planning.*** The annual budget serves as the foundation for the City of Troutdale's financial planning and control. The City's current and on-going planning efforts include annual goals set by the City Council, a comprehensive plan, and rolling year capital improvement plan supporting shorter-term strategic decisions. The City maintains a Capital Improvement Program which serves as its planning document to ensure that its facilities, equipment, and infrastructure are well maintained and in operating condition. A five-year general fund forecast which includes reserves is reviewed by the Budget Committee during the budget process. Financial forecasts on a regular basis to provide relevant financial information and long-term planning tools for the variety of business functions that the city performs, and range in length from 5 to 20 years depending on the business function. These plans are designed to provide enhanced fiscal sustainability for each program as well as throughout the City. Developing and utilizing these plans enhances the City's ability to address future fiscal needs in a proactive and measured approach.

The City remains committed to providing essential services and infrastructure to its residential and commercial population. The City is managed by fiscally conservative City officials who have always been careful with spending and keeping our debt ratio low. While revenues generally come in higher than anticipated, expenditures are kept to reasonable levels and generally lower than revenues, so as to maintain our reserves for future requirements.

***Relevant Financial Policies.*** The City has a policy of providing accurate information on program and operating costs to assist sound management of the city government by providing accurate and timely information to the City Council's deliberations. In addition, the City policy is to provide and maintain essential public facilities, utilities, infrastructure and capital equipment through sound operational principles, which minimize the cost and financial risk of the city's government consistent with services, desired by the public.

## MAJOR FINANCIAL INITIATIVES

***Urban Renewal Agency for the City of Troutdale*** – In January 2006 the City Council established the Urban Renewal Agency for the City of Troutdale (Agency). In May 2006 the Troutdale voters approved the Troutdale Riverfront Renewal Plan. The goal of the Agency is to fund public improvements and spur private development in the Troutdale Riverfront area. The goal of the district is to promote the optimum development of the site. In 2018 the Agency purchased real property from Eastwinds Development LLC, to combine with the City owned land that housed the former sewage treatment plant. Throughout 2019 and 2020 environmental remediation and site demolition to prepare the property for redevelopment was conducted and costs significantly exceeded initial estimates. The City loaned additional funds to the Agency to complete the environmental remediation. The City and Agency completed the obligations of the Consent Judgment prospective purchaser agreement with the State of Oregon Department of Environmental Quality providing for environmental liability protections for future approved development. The Agency is presently in an exclusive negotiating period with the firm selected to develop the site now known as the Confluence at Troutdale.

***Full Faith and Credit (FF&C) Obligations*** – In order to fund the Agency's real property purchase the City borrowed \$5 million to provide an interfund loan to the Agency. The City is obligated to repay these debts from any available general revenue. Lenders see these

debt payments as first priority payments from the General Fund without regard to other City spending considerations. Through an Intergovernmental Government Agreement (IGA) the City loaned the full \$5 million to the Agency to purchase the property and perform site preparation for resale including demolition and environmental cleanup across both properties. The Agency is obligated under the IGA to pay the City from the property sale proceeds, however if the fair reuse value at which the Agency sells the property is less than the costs, there will be inadequate funds to repay the City in full. However, the City will still be required to repay the outstanding Full Faith and Credit obligations at time of the property resale. Additionally, the General Fund during the site preparation period, is required to make the annual debt service payments without revenue from the Agency until the property resale, which will impact both the budget and the ending fund balance. The City added \$1.5 million to the FF&C obligations with a loan from the Brownfields Redevelopment Fund through the Oregon Business Development Department to finance to completion of the environmental remediation at the URA site.

***Police Department Building*** – On November 2, 2010, Troutdale voters decided it was a civic priority to construct the proposed Community Police Facility by approving \$7.5 million of dedicated property tax resources through a General Obligation Bond. In conjunction with the IGA for Law Enforcement Services with the MCSO in July 2015 the City also leased the Community Police Facility to Multnomah County beginning in the coming Fiscal Year. The MCSO operates the Patrol Division from the City facility resulting in increased police presence in the City. From the rental income \$175,000 is applied to the annual general obligation bond payments, and thereby reducing the necessary debt service levy upon City taxpayers. The General Obligation Bonds were refunded in 2021 which will save the taxpayers approximately \$800,000 of future interest expense.

***Old City Hall Building*** – The Old City Hall was vacant for 10 years in pursuit of the Council goal is to explore options to sell Old City Hall for redevelopment the building was sold. The proposed redevelopment of Old City Hall into restaurant, bar, and beer brewing operation will be a positive addition to the community. The redevelopment will contribute to continued economic redevelopment downtown and be of community value in saving a 100-year-old building.

***The Tourism and Economic Development Division*** established in 2019 continues to develop tourism promotion plans and is preparing for implementation of the Town Center Plan vision and goals. The completion of the Depot remodeling project has seen the reopening of the of a Troutdale Visitors Center located at the Depot.

## **AWARDS AND ACKNOWLEDGMENTS**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Troutdale for its annual comprehensive financial report for the fiscal year ended June 30, 2022. This was the 33<sup>rd</sup> consecutive year that the City has achieved this prestigious award. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report (ACFR), whose contents conform to program standards. The ACFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of the Annual Comprehensive Financial Report was a combined effort of the dedicated staff in the Finance Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. We also acknowledge the efforts of other departments who provided information that helped to make the report far more than a presentation of financial statements.

In closing, we acknowledge the City Council of Troutdale for their continued support and leadership.

Respectfully Submitted,



Erich R. Mueller  
Finance Director



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Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**City of Troutdale  
Oregon**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

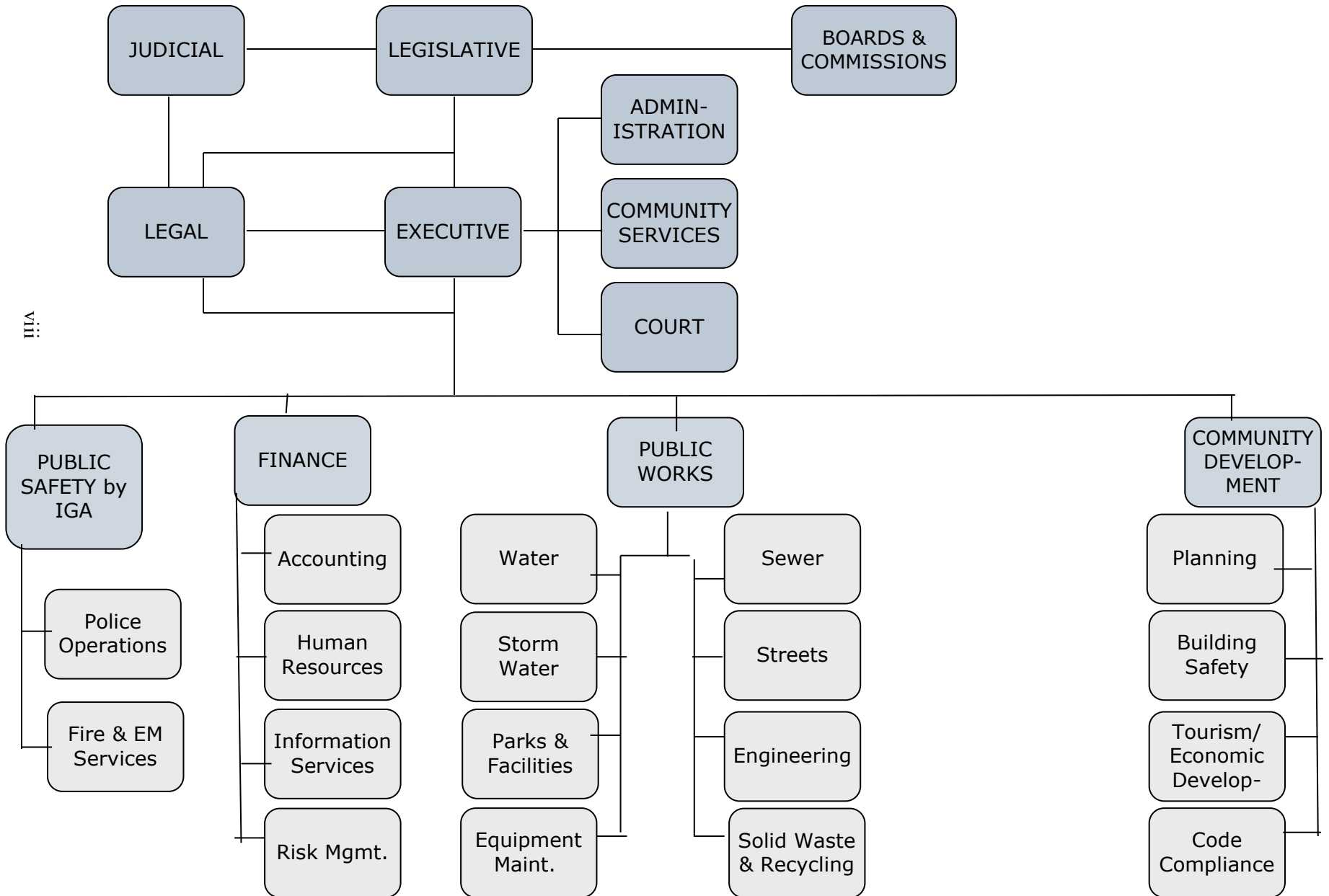
June 30, 2022

*Christopher P. Morill*

Executive Director/CEO

# City of Troutdale

## Organization Chart by Function



## City of Troutdale, Oregon

### PRINCIPAL OFFICIALS AS OF JUNE 30, 2023

#### ELECTED OFFICIALS:

	<u>Term Expires</u>
MAYOR	
Randy Lauer	December 31, 2024
COUNCIL MEMBERS	
David Ripma	December 31, 2026
Alison Caswell	December 31, 2024
Geoffrey Wunn	December 31, 2026
Glenn White	December 31, 2024
Jordan Wittren	December 31, 2024
Sandy Glantz	December 31, 2024

#### APPOINTED OFFICIALS:

##### CITY MANAGER

Ray Young

##### LEGAL COUNSEL

Ed Trompke

##### PUBLIC WORKS DIRECTOR

Travis Hultin

##### COMMUNITY DEVELOPMENT DIRECTOR

David Berniker

##### FINANCE DIRECTOR

Erich Mueller

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All may be reached at:

219 E. Historic Columbia River Hwy  
Troutdale, OR 97060-2078  
(503) 665-5175

## **FINANCIAL SECTION**

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**PAULY, ROGERS, AND Co., P.C.**  
12700 SW 72<sup>nd</sup> Ave. Tigard, OR 97223  
(503) 620-2632 (503) 684-7523 FAX  
[www.paulyrogersandcpcpas.com](http://www.paulyrogersandcpcpas.com)

December 21, 2023

To the Honorable Mayor and  
Members of the City Council  
City of Troutdale, Oregon

## **INDEPENDENT AUDITORS' REPORT**

### **Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Troutdale, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Troutdale, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinions**

We conducted our audit in accordance with the auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Troutdale and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **Change in Accounting Principle**

The City adopted new accounting guidance, *GASB Statement No. 96 – Subscription-based Information Technology agreements* during the fiscal year under audit. Our opinions are not modified with respect to this matter.

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Troutdale's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City of Troutdale's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Troutdale's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

## **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic 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 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the other information, as listed in the table of contents, and the introductory, statistical, and the compliance and other reports sections, as listed in the table of contents, but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

## **Report on Other Legal and Regulatory Requirements**

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 21, 2023 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.



Tara M. Kamp, CPA  
PAULY, ROGERS AND CO., P.C.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

This narrative provides an overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2023. It focuses on the year's financial activities, significant changes in the City's financial position, budget changes and variances from the approved budget, as well as economic factors affecting the City. We encourage readers to consider the information presented here in conjunction with the additional information provided in the Letter of Transmittal and the Basic Financial Statements included in this report.

The COVID-19 public health emergency which began in 2020 disrupted families, schools, employment, all levels of government and the overall economy. In general the community has evolved to learn to live with COVID in some form in an ongoing manner. Lingering impacts from pandemic upon City revenues and expenses during the reporting period have largely faded away. The various Federal assistance payments and programs moderated the economic impacts for both households and the City. The Federal assistance directly to City was a significant benefit in the reporting period, but has concluded and is not expected to continue through the subsequent fiscal year.

### FINANCIAL HIGHLIGHTS

- City assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources at the close of the fiscal year by \$90.5 million (*total net position*). Of this amount, net assets increased \$8.1 million with deferred outflows of resources unchanged from the prior year. A reduction in deferred inflows of resources partially offset an increase in liabilities with resulted in a net increase of \$7.5 million in net position. The *unrestricted net position* ended the year at \$14.8 million, which may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased \$7.5 million during the year. Due primarily from the increase in cash and investments from ARPA funds and effective cost controls. Deferred outflows of resources were unchanged resulting from the pension plan actuarial method assumptions, difference between planned and actual benefits payments experience, along with measurement date value changes for Medical Benefit OPEB Liability. Similarly total deferred inflows of resources decreased \$1.6 million resulting from the updated pension plan and Medical Benefit OPEB Liability recalculations. Additional information on the deferred resource flows can be found on pages 38-39 and 46 of the Notes to the Basic Financial Statements.
- As of the close of the fiscal year, the City's governmental funds reported combined ending fund balances of \$29.3 million, an increase of \$4.5 million due to higher revenue combined with effective cost controls, lease financing and assets sales. Completion of the prior significant costs of the environmental remediation of the urban renewal site reduced costs, and restricted balances from system development charges. \$8.7 million of the ending fund balance is available to meet the City's ongoing obligations to citizens and creditors. (*unassigned fund balance*).
- At year-end, the unassigned fund balance for the General Fund, net of interfund loans to the URA, was \$8.7 million or 56% of total general fund expenditures during the year

excluding debt refunding activity. The change in the ending fund balance for the General Fund is attributable to the delayed capital outlay, ARPA funds and reductions in budgeted expenditures.

- The City's capital assets net of depreciation increased by \$1 million primarily due to limited infrastructure projects work in progress, other limited capital outlay, and routine depreciation and equipment disposals. Outstanding debt, excluding landfill post-closure liabilities, and bond premium and, decreased by \$0.4 million through scheduled debt payments.

## **OVERVIEW OF FINANCIAL STATEMENTS**

The City's annual financial report consists of several sections. Taken together they provide a comprehensive financial look at the City. The components of the report include the following:

- **Management's Discussion and Analysis (MD&A).** This section of the report provides financial highlights, overview and economic factors affecting the City. The MD&A is intended to explain the significant changes in financial position and differences in operations between the current and prior years.
- **Basic Financial Statements.** This section consists of government-wide financial statements, fund financial statements and notes to the financial statements. The first several statements are highly condensed and present a government-wide view of the City's finances. Within this view, all City operations are categorized and reported as either governmental or business-type activities. Governmental activities are principally supported by taxes and intergovernmental revenues while business-type activities recover all or a significant portion of their costs through user fees and charges. Governmental activities include basic services such as public safety, transportation, community development and general government. Business-type activities are water, sewer, storm sewer, and public services. The government-wide statements include the Statement of Net Position and the Statement of Activities.
  - The Statement of Net Position focuses on resources available for future operations. In simple terms, this statement presents a snap-shot view of the assets the community owns, the liabilities it owes and the net difference. The net difference is further separated into amounts restricted for specific purposes and unrestricted amounts.
  - The Statement of Activities focuses on gross and net costs of city programs and the extent to which such programs rely upon general tax and other revenues. This Statement summarizes and simplifies the user's analysis to determine the extent to which programs are self-supporting and/or subsidized by general revenues.
  - Fund financial statements focus separately on major government funds and proprietary funds. Governmental fund statements follow the more traditional presentation of financial statements. The City's major governmental funds are presented in their own column and the remaining funds are combined into a column titled "Other Governmental Funds". Budgetary comparison statements are presented for the General Fund and the Street Fund (the sole major special revenue fund). Statements for the City's proprietary funds follow the governmental funds and include revenues, expenses and changes in fund net position, and cash flow.

- The notes to the financial statements provide additional disclosures required by governmental accounting standards and provide information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.
- **Supplementary Information.** This section includes combining statements for non-major governmental funds and budgetary comparison schedules.
- **Combining Statements.** Major funds are included within the Basic Financial Statements, whereas non-major funds are presented here. These statements include balance sheets and statements of revenues, expenditures and changes in fund balances.
  - **Budgetary Comparisons.** Budgetary information for all funds, except the General Fund and Street Fund, which are presented within the Basic Financial Statements, are presented here.
  - **Capital Assets and Other Financial Schedules** complete the Financial Section of the report.
- **Statistical Section.** Trend information and demographics.
- **Reports by Independent Certified Public Accountants.** Supplemental communication on city compliance and internal controls as required by Oregon statutes.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

### Statement of 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. Table 1 provides a summary of net position at fiscal year-end and is a condensed version of the statement of net position.

<b>Table 1</b> <b>City of Troutdale, Oregon</b> <b>Summary of Net Position</b> <b>(in millions)</b>						
	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Cash and investments	\$ 28.7	\$ 24.3	\$ 20.2	\$ 18.2	\$ 48.9	\$ 42.5
Other assets	2.5	2.3	1.5	1.2	4.0	3.5
Capital assets	25.2	24.6	31.6	31.1	56.8	55.7
<b>Total assets</b>	<b>56.4</b>	<b>51.2</b>	<b>53.3</b>	<b>50.5</b>	<b>109.7</b>	<b>101.6</b>
Deferred Outflow s of Resource	2.2	2.2	0.8	0.8	3.0	3.0
Other liabilities	5.9	0.6	0.4	0.3	6.3	1.0
Long-term debt outstanding	11.0	14.7	1.7	1.1	12.7	15.8
<b>Total liabilities</b>	<b>16.9</b>	<b>15.4</b>	<b>2.1</b>	<b>1.4</b>	<b>19.0</b>	<b>16.8</b>
Deferred Inflow s of Resources	2.3	3.5	0.8	1.2	3.1	4.8
<b>Net Position:</b>						
Net investment in capital assets	13.4	13.0	31.5	31.1	44.9	44.1
Restricted	20.6	18.6	10.3	9.4	30.8	27.9
Unrestricted	5.4	2.9	9.4	8.1	14.8	11.0
<b>Total net position</b>	<b>\$ 39.4</b>	<b>\$ 34.4</b>	<b>\$ 51.2</b>	<b>\$ 48.6</b>	<b>\$ 90.5</b>	<b>\$ 83.1</b>

The City's assets and deferred outflows exceeded liabilities and deferred inflows by \$90.5 million at the close of the fiscal year, a \$7.5 million increase from the prior year, primarily due to the delay in many capital projects and cautious budget expenditures. Total deferred outflows of resources increased \$0.17 million resulting from Pension related deferrals. Total liabilities increased from both a reduction of Net Pension liabilities and routine debt payment reductions. Deferred inflow of resources decreased due to recognition of right to use lease deferred inflows resulting from the implementation of GASB standards 87 and 96, including a second year lease remeasurement, as well as an increase in Pension related deferrals.

The majority of the City's net position reflect investment in capital assets (e.g., land, buildings, equipment and infrastructure, and significantly this year construction in process for the ongoing environmental remediation on the URA site), less any related outstanding debt used to acquire those assets. Net position invested in capital are non-liquid assets that cannot be used to meet current operating cash flow needs of the City. Investments include buildings and equipment used to provide city services and infrastructure benefiting the community, including roads, curbs and sidewalks, and water, sewer and waste water systems.

The City adopted new accounting guidance, GASB Statement No. 96- Subscription-Based Information Technology Arrangements (SBITA), for the fiscal year, using the facts and circumstances, and professional judgment, to best provide for user's assessing the accountability of the City and the expected overall public benefit. SBITA assets and liabilities represented \$0.5 million of activity upon implementation.

Restricted net position funds are subject to external restrictions on how they may be used. These restricted net position include system development charges (SDC) collected from developers to pay the cost of infrastructure expansion as needed to meet the demands of population growth, and taxes and other collections limited to repayment of debt. The significant increase in construction activity has generated SDC fees increasing restricted net position.

The remainder of the net position, referred to as unrestricted, may be used to meet the ongoing obligations of the government to citizens and creditors.

## **Statement of Activities**

Table 2 provides a summary of the primary sources and uses and the resulting change in net position for the City. The information is condensed from the statement of activities.

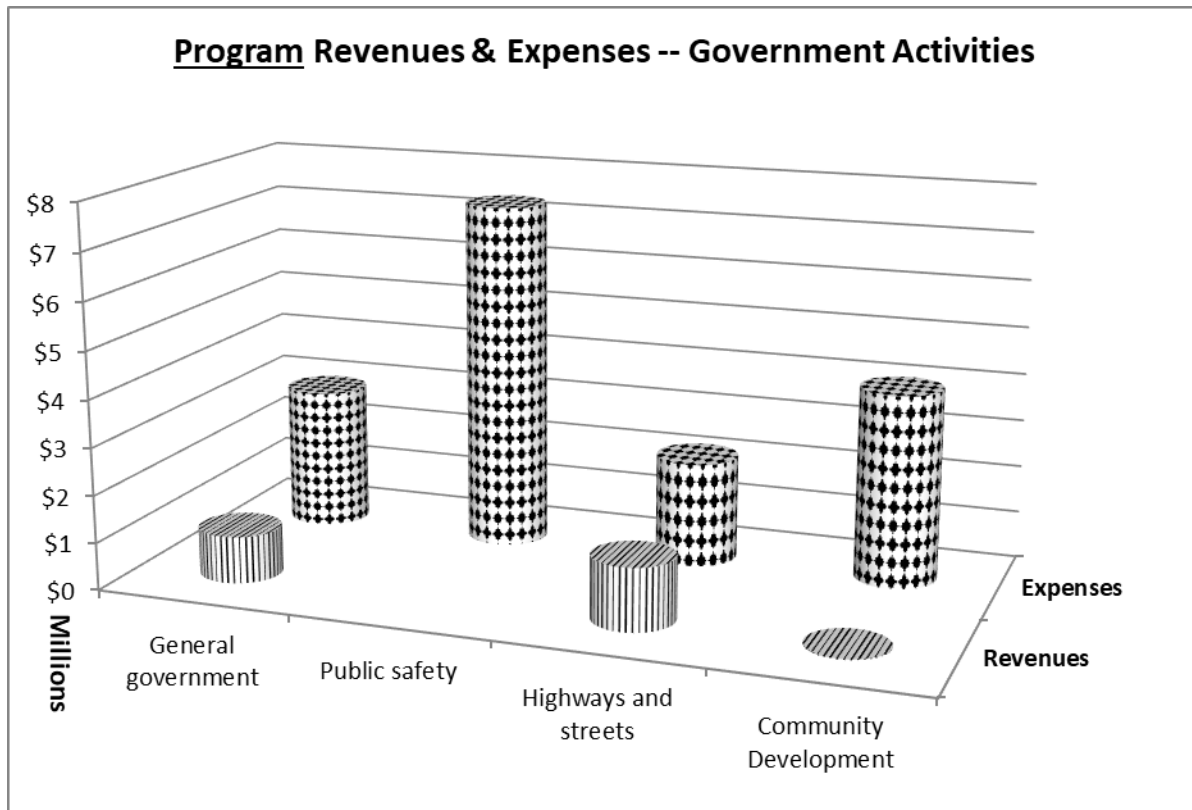
**Table 2**  
**City of Troutdale, Oregon**  
**Summary of Changes in Net Position**  
**(in millions)**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Revenues:						
Program revenues:						
Charges for services	\$ 1.0	\$ 1.0	\$ 10.4	\$ 10.1	\$ 11.4	\$ 11.1
Operating grants and contributions	1.3	1.3	-	-	1.3	1.3
Capital grants and contributions	0.0	0.6	0.8	3.1	0.8	3.7
General revenues:						
Property taxes	6.7	6.4	-	-	6.7	6.4
Franchise and other taxes	4.7	4.4	-	-	4.7	4.4
Other receipts	8.2	6.1	0.6	0.2	8.8	6.3
Total revenues	<u>22.0</u>	<u>19.9</u>	<u>11.8</u>	<u>13.4</u>	<u>33.7</u>	<u>33.2</u>
Expenses:						
General government	3.0	3.4	-	-	3.0	3.4
Public safety	7.3	6.9	-	-	7.3	6.9
Highways and streets	2.1	2.0	-	-	2.1	2.0
Solid waste/recycling	0.1	0.0	-	-	0.1	0.0
Community development	4.1	2.9	-	-	4.1	2.9
Interest on long-term debt	0.4	0.4	-	-	0.4	0.4
Water	-	-	2.6	2.6	2.6	2.6
Sewer	-	-	3.7	3.4	3.7	3.4
Storm sewer	-	-	1.1	1.1	1.1	1.1
Public services	-	-	1.8	1.9	1.8	1.9
Total expenses	<u>17.0</u>	<u>15.5</u>	<u>9.2</u>	<u>8.9</u>	<u>26.2</u>	<u>24.4</u>
Increase (decrease) in net position						
position before Transfers	5.0	4.4	2.6	4.5	7.6	8.9
Transfers	-	-	-	-	-	-
Increase (decrease) in net position	5.0	4.4	2.6	4.5	7.6	8.9
Net position, beginning	34.4	30.1	48.6	44.1	83.1	74.2
Net position, ending	<u>\$ 39.4</u>	<u>\$ 34.4</u>	<u>\$ 51.2</u>	<u>\$ 48.6</u>	<u>\$ 90.6</u>	<u>\$ 83.1</u>

During the fiscal year, the City's total net position increased by \$7.5 million. Business Type activities increased \$2.6 million and the Governmental activities \$4.9 million increase.

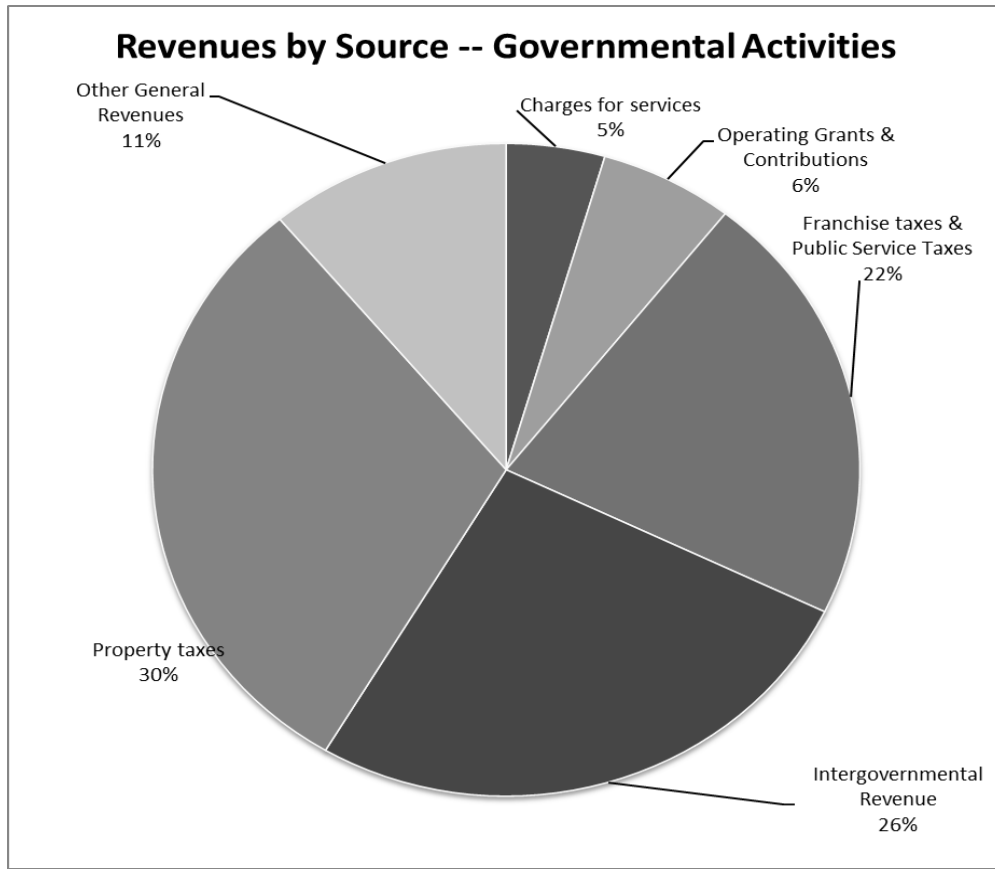
The following graph shows the expenses of each governmental function compared to the program revenues generated specifically from its operations.





General government support services (administration, legal, human resources, financial, and computer information services) generate some revenues but are primarily funded from charges to the direct operating functions they support. The public safety function (police, fire and emergency services) generates program revenues as well, but property taxes and other General Fund revenues fund the majority of its costs. The highways and streets program is responsible for maintenance and construction of transportation systems, with funding provided by gas tax revenues. Community development services include building permit, planning and zoning, parks maintenance, and facilities maintenance functions. The building permit program covers total service costs with user permit fees. The planning and zoning and parks and facilities maintenance functions cover some program costs with user fees, but property taxes and other General Fund revenues fund the majority of their costs.

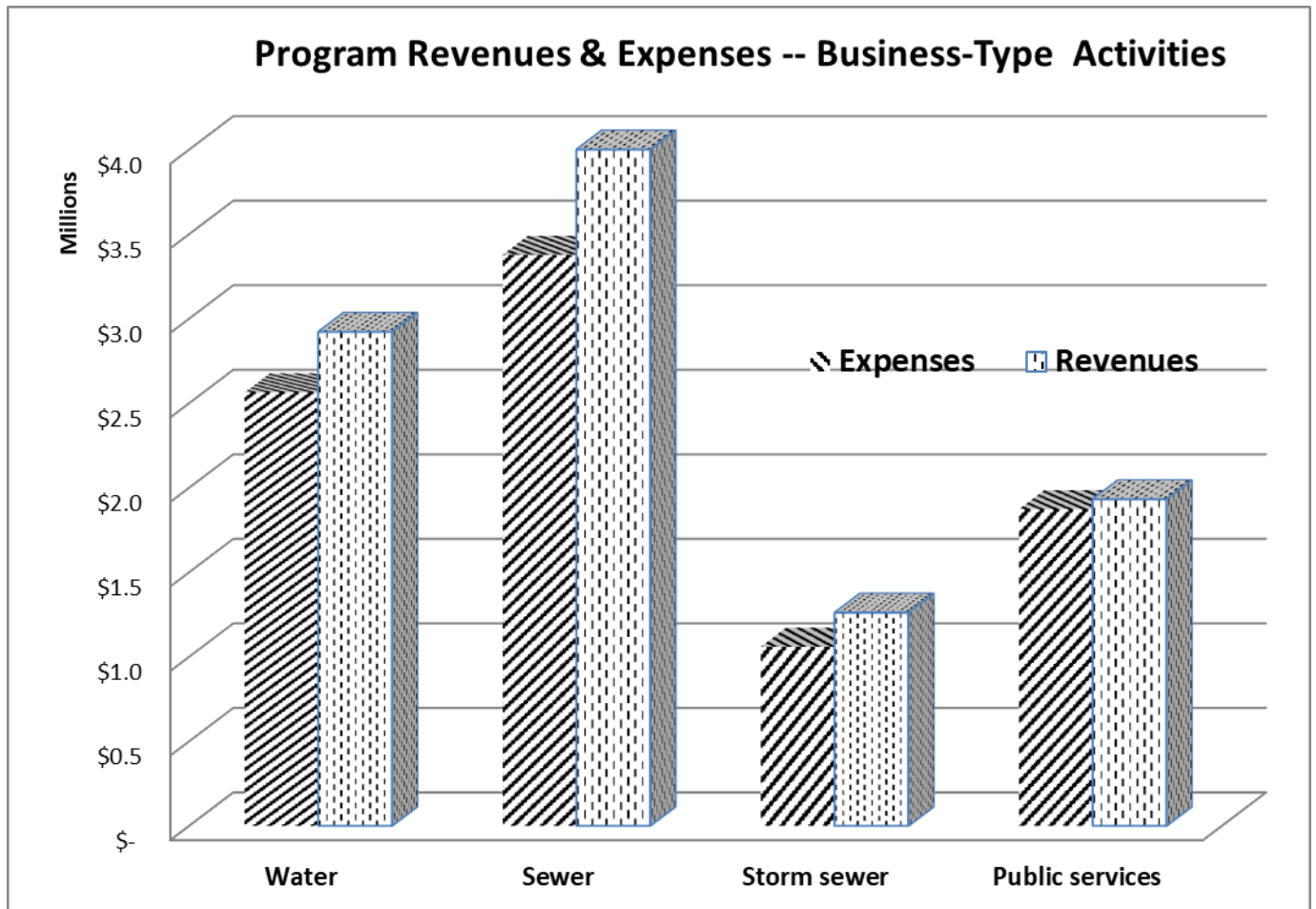
The graph below is a visual representation of the various sources of revenues used to support governmental activities.



Governmental revenues modestly increased from the prior year. The majority of governmental revenues (78%) include property taxes, franchise fees and intergovernmental revenues. The revenues from user fees and charges for services of 5%, with 6% from operating and capital grants and 11% other revenues. The governmental revenues fully recovered from economic activity effects of the COVID-19 public health emergency. During the period both State and Local gas tax revenues and transient lodging tax receipts began to recover and modestly increase over the prior year. General State Revenue sharing as well as State Shared Revenues for liquor, marijuana and cigarette increased modestly. The County Business Income Tax (BIT) receipts increased over the prior year due to a change in the tax rate and delays in the filing deadlines due to COVID-19.

Governmental program expenses modestly increased \$1.5 million compared to the prior year due completed and delayed capital outlay projects. The increases in governmental expenses occurred with the annual cost of living adjustment and benefits costs attributable to Personnel expenses, and general cost inflation for Materials and Services.

Business-type activities resulted in a \$2.6 million increase to the City's total net position due primarily to schedule delays in capital projects and increased development revenues. The following graph shows the program revenues and expenses generated by each business-type function.

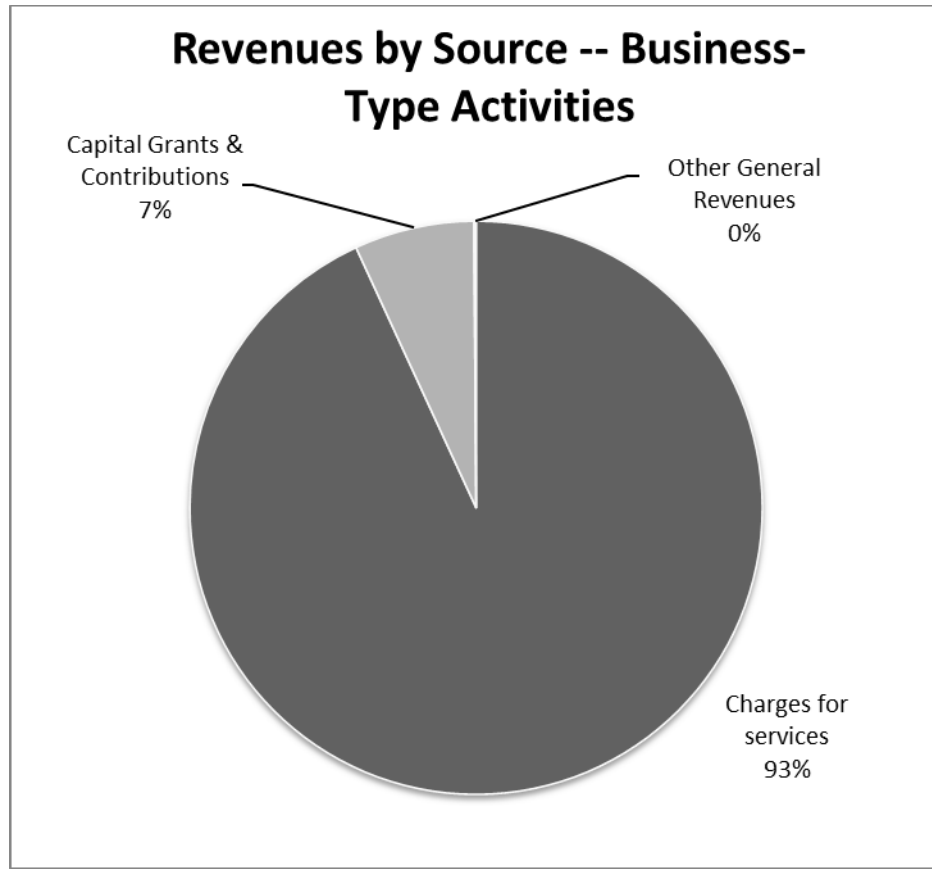


The primary source of revenue for the City operated water, sewer, and storm sewer utilities are customer user fees. Public services (Public Works management and equipment maintenance services) generate some revenues but are primarily funded from charges to the direct utility operating functions they support. Program revenues in excess of expenses represents the increase in net position as shown above.

Total revenues decreased \$1.6 million over the prior year due to weather impact upon consumption levels, and the impact of an increase of the user rates for water, sewer and storm water systems, and property taxes. Utility systems development charges were significantly above the prior year. Charges collected for system development impact are used to pay the costs of infrastructure expansion as needed to meet the demands of population growth, including debt service on financed infrastructure construction. SDC fees of \$0.7 million resulting from the several multi-family housing projects. Additional increase in residential development in the City continues into 2024.

City utility user fees for water, sewer and storm services increased by \$0.3 million or 2% compared to the prior year. This reflects the user rate increase and changes in consumption from both economic and weather conditions.

The graph below is a visual representation of the various sources of revenues used to support business-type activities.



The majority of business-type activities revenues are generated from user fees and SDC fees from private developers.

Business-type program expenses increased by \$0.4 million compared to the prior year, comprised primarily from the of capital outlay projects. The increase was marginally supported by increased annual cost of living adjustment and benefits costs, contract services, and repair and maintenance projects.

### ***FINANCIAL ANALYSIS OF THE CITY'S FUNDS***

Fund balances totaled \$29.3 million at June 30, 2023. A summary of fund balances follows:

**Table 3**  
**City of Troutdale, Oregon**  
**Fund Balances**

	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>Change</u>
General Fund	\$ 17,210,872	\$ 14,535,462	\$ 2,675,410
Street Fund	4,897,515	4,508,460	389,055
URA Dev Fund	(8,442,216)	(8,337,363)	(104,853)
Other Governmental	15,598,872	14,011,371	1,587,501
Total	<u>\$ 29,265,043</u>	<u>\$ 24,717,930</u>	<u>\$ 4,547,113</u>

The general fund balance increased due to effective cost controls, combined with receipt of the second tranche of the ARPA Coronavirus State and Local Fiscal Recovery Funds of \$1.8 million. The Street Fund balance increase resulted from deferred maintenance continued combined with construction weather delays, and recovery of State and Local gas tax revenues above pre-COVID levels. Other Governmental funds increase reflects development building safety inspection fee revenue from significant construction during the year, utility undergrounding privilege tax, and deferred capital outlay across funds and transfers from the General Fund to the Full Faith and Credit Debt Service Fund.

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

The budgetary statement for the General Fund shows the original budget, final budget and actual revenues, expenditures and transfers in and out for the fiscal year. The City Council adopted a supplemental budget resolution for budget transfer of General Fund contingency appropriations authority to various departments within the General Fund and to other funds, summarized as follows:

- The American Federation of State, County and Municipal Employees (AFSCME) union collective bargaining agreement (CBA) adopted during the fiscal year included a 5% cost of living adjustment (COLA) increase. Contingency transfers of \$641,000 into various General Fund departments, and \$169,500 of transfers into the debt service funds.
- A \$50,000 transfer from Depot remodel project due to delays from related to COVID-19 conditions impacting contractors and product supply chains and other necessary but un-budgeted expenditures.
- Additional expenses of General Obligation Bond 2021 Refunding Series necessary but un-budgeted expenditures transferring \$10,000 from Contingency.
- Various transfers for unanticipated and necessary expenses associated with the temporary labor coverage cost for employees on Family and Medical Leave (FMLA) status in the General Fund Administration Division, Water Utility Fund, Street Fund, Sewer Utility Fund, and Stormwater Utility Fund.
- A \$512,000 transfer for unanticipated and necessary additional expenses of Visitor Center remodeling including, \$63,000 in economic development incentives for brew pubs and food trucks, \$434,000 redevelopment incentive cost subsidy for purchase and sale of Old City Hall to Tourism and Economic Development division.

Actual revenues for the year were above budgeted amounts due primarily to the County Business Income Tax (BIT) receipts, unbudgeted receipt of \$230,000 cash grant from Metro from the Legislature's trash clean funding program, unbudgeted lease and SBITA based financing also contributed to the revenue above budget result. The beginning fund balance in the General Fund was \$1.5 million higher than budgeted.

On the expenditure side, operations for all departments were under budget by \$2,116,000. The major expenditure underspend was from deferred capital outlays, which when combined with

controlled spending across all departments, accounted for the overall reduction. Excluding budgeted contingency, expenditures came in 10% under budgeted amounts.

## **CAPITAL ASSETS AND DEBT ADMINISTRATION**

### **CAPITAL ASSETS**

As of year-end, the City had \$56.8 million (net of accumulated depreciation) invested in capital assets, as reflected in Table 4. More detailed information can be found in the notes to the financial statements.

**Table 4**  
**City of Troutdale, Oregon**  
**Capital Assets**  
**(Net of Depreciation)**  
**(in millions)**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
Land	\$ 5.8	\$ 5.9	\$ 1.7	\$ 1.7	\$ 7.5	\$ 7.6
Intangible assets	-	-	0.1	0.1	0.1	0.1
Buildings & improvements	7.2	6.8	1.2	1.2	8.4	8.0
Right-to-use Lease facilities	0.6	0.1	-	-	0.6	0.1
Land improvements	6.7	6.8	0.0	0.0	6.7	6.8
Equipment	0.3	0.3	0.6	0.5	0.9	0.7
Right-to-use Lease equipment	0.0	0.0	0.0	0.0	0.0	0.0
Right-to-use Subscriptions	0.3	0.0	0.1	0.0	0.4	0.0
Infrastructure	3.8	4.1	26.9	27.3	30.8	31.4
Work in Progress	0.3	0.7	1.0	0.3	1.3	1.0
Total	<u>\$ 25.2</u>	<u>\$ 24.7</u>	<u>\$ 31.6</u>	<u>\$ 31.1</u>	<u>\$ 56.8</u>	<u>\$ 55.8</u>

Assets for governmental activities increased by the implementation of GASB 87 Right to Use Leased Assets and GASB Statement No. 96- Subscription-Based Information Technology Arrangements (SBITA) assets, were largely offset by routine annual recorded depreciation. Continued site preparation for redevelopment of the Urban Renewal Agency site increased work in progress for future land improvements. These items resulted in governmental activities capital assets modestly increasing.

Assets for business-type activities increased by \$0.5 million net of depreciation resulting from minor additions for work in progress and the routine annual recorded depreciation, minor property disposal, and no significant developer constructed and donated public improvement projects.

Additional information on the City's capital assets can be found in the CAPITAL ASSETS section, pages 28-29, of the Notes to the Basic Financial Statements.

### **DEBT OUTSTANDING**

Debt outstanding at year-end is summarized in Table 5. As of year-end, the City had \$11.7 million in bonds and notes outstanding. Of that amount, \$1.3 million is due within one year. Total long-term debt increased \$1 million resulting from recognizing lease and SBITA liabilities and modestly reduced from routine scheduled principal debt service payments. More detailed information can be found in the notes to the financial statements.

**Table 5**  
**City of Troutdale, Oregon**  
**Outstanding Debt**  
**(in millions)**

	<u>Governmental</u> <u>Activities</u>		<u>Business-type</u> <u>Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
General obligation bond PD	3.9	4.2	-	-	3.9	4.2
Bond Premium/Discount Net	0.6	0.7	-	-	0.6	0.7
Full Faith & Credit Obligations	6.3	6.5	-	-	6.3	6.5
IT Subscription Liabilities	0.3	-	0.1	-	0.4	-
Lease Liabilities	0.6	0.1	0.0	0.02	0.7	0.1
Landfill post-closure care	0.1	0.2	-	-	0.1	0.2
Total	<u>\$11.94</u>	<u>\$11.72</u>	<u>\$0.11</u>	<u>\$0.02</u>	<u>\$12.06</u>	<u>\$11.74</u>

Moody's Investors Service in 2022 continued their previous rating of the City's general obligation bonds as Aa2. Moody's Investors Service in 2022 also continued their previous rating of the City's full faith and credit obligations as Aa2. The City successfully implemented a 2021 Series general obligation bond refunding for the 2011 Series issued for the Police Facility project. For more detailed information on the City's debt and amortization terms refer to the LONG-TERM DEBT section, pages 31-32 of the Notes to the Basic Financial Statements.

## ***ECONOMIC FACTORS AND RATES***

- The State's property tax regulations set permanent rates and limited growth in existing property values to a maximum of three percent per year. The assessed values for new residential and commercial construction are also adjusted to reflect the growth limitations so they receive the same tax benefit as existing properties. Troutdale's permanent property tax rate is \$3.7652 per \$1,000 of tax-assessed value. General Fund property tax revenue grew at 5.9% following 2.3% of the prior year. Property tax revenues show a total increase of approximately \$250,000. The coming year tax revenue is budgeted to grow in the more typical 3% range.
- The financial markets and credit crisis resulted in substantial declines in the PERS investment portfolio during 2008 of approximately 28% loss in asset value. Under current legislation, employer contribution rates are set every two years, changing July 1 of the odd numbered year. Employer rates for this reporting period were based on the system's

valuation as of December 31, 2015, and reflect the changes from the Legislature's Special Session. The Special Legislative Session actions of 2013 which reduced employer costs were ruled unconstitutional by the State Supreme Court in April 2015. Substantially higher rates for most employers began July 1, 2017, and are expected to again increase the average City rates 3 percentage rate points beginning July 1, 2023. Financial markets 2022 downturn resulting from the Federal Reserve's tightening of monetary policy will likely increase the upward pressure on future employer contribution rates.

- The Street Fund financial forecast for many years indicated a declining fund balance even at a minimal preservation and maintenance level. To fund the department recommended maintenance cycle and meet the City's goal of 100% good or better street rating in ten years the citizens approved a local gas tax ballot measure. Travel recovered from the COVID-19 slowdown, the combined State and local gas tax revenue received was \$34,000 or 1.5%, above the expected revenue budget. The Street Fund balance remains at a healthy level exceeding 245% of annual expenditures.
- Community service fees of \$921,000 were collected pursuant to an Extended Enterprise Zone Agreement during the reporting period and are expected to continue in approximately same amount for one additional subsequent fiscal year.
- The City entered into an Intergovernmental Agreement (IGA) with Multnomah County for the Multnomah County Sheriff's Office (MCSO) to provide law enforcement services in the City. This period was the fourth year of the new 10 year IGA and has saved the City an estimated \$5.9 million to date over the previous solo City operated department costs. Future annual cost escalation formula which includes an average of CPI and labor cost increases over the preceding year through the expiration.
- The American Federation of State, County and Municipal Employees (AFSCME) union collective bargaining agreement (CBA) the included a 5% cost of living adjustment (COLA) increase in report period. The three year successor CBA includes a CPI based COLA increases in years two and three of the agreement.
- Part of the federal government response to the COVID-19 pandemic provides through the American Rescue Plan Act of 2021, (ARPA) additional relief to address the continued impact of the COVID-19 pandemic on the economy, public health, State and local governments, individuals, and businesses. A provision of ARPA established the \$362 billion Coronavirus State and Local Fiscal Recovery Fund (CSLFRF) providing direct aid to state and local governments aimed at mitigating the continuing economic impact of the COVID-19 pandemic. The City received the second and final tranche of \$1.8 million during the report period. The funds may be used for ARPA established eligible costs incurred after March 3, 2021.
- The County Business Income Tax (BIT) receipts declined 36% during the 2008 Great Recession. The County Commission recently increased the tax rate and modified the portion of revenue which is allocated to the four East County Cities. The combination of the rate increase, formula change, and COVID-19 impacts, and the extended tax filing deadline, collected revenue decreased \$17,000 or less than 0.01% from the prior year.

Continuing to loom on the horizon is the growing disconnect between what the constrained property tax system in Oregon can provide, and the expected level of government services. With



labor, health care, pension, and energy costs all increasing at higher than the maximum 3% annual assessed value increase, property taxes cannot sustain government service at the current levels.

The COVID-19 public health emergency economic disruptions have largely faded, only the inflation impact of all the federal support programs and the abundant monetary policy actions continues. Inflation has and will continue to impact the City's costs, however we do not see any material immediate financial risks for the City. Revenue estimates for the Transient Lodging Taxes (TLT) and both the State and local gas taxes increased the report period from the prior year and have been modestly increased in the subsequent fiscal year adopted budget.

Additional information about the operating issues discussed above can be found in the Letter of Transmittal under the heading, "Economic Condition and Outlook".

### ***REQUESTS FOR INFORMATION***

The City's financial statements are designed to provide citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about the report or need additional financial information, please contact the City's Finance Director at City Hall, 219 E. Historic Columbia River Hwy, Troutdale, Oregon 97060-2078.



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**BASIC  
FINANCIAL  
STATEMENTS**

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**CITY OF TROUTDALE, OREGON**  
**Statement of Net Position**  
*June 30, 2023*

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and investments	\$ 13,849,943	\$ 9,947,484	\$ 23,797,427
Accounts receivable, net	1,367,618	877,012	2,244,630
Property taxes receivable	178,735	-	178,735
Lease Receivable	901,160	330,112	1,231,272
Prepaid expenses	43,201	-	43,201
Inventories	24,092	200,199	224,291
Restricted cash and investments	14,856,605	10,288,809	25,145,414
Capital assets:			
Nondepreciable	6,110,051	2,873,145	8,983,196
Depreciable, net	19,101,819	28,759,706	47,861,525
Total assets	<u>56,433,224</u>	<u>53,276,467</u>	<u>109,709,691</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension related deferral	2,165,549	800,957	2,966,506
OPEB related deferral	38,132	-	38,132
Total deferred outflows of resources	<u>2,203,681</u>	<u>800,957</u>	<u>3,004,638</u>
<b>LIABILITIES</b>			
Accounts payable	744,899	385,765	1,130,664
Accrued payroll	154,679	-	154,679
Deposits	1,450	15,200	16,650
Interest payable	29,299	-	29,299
Unearned revenue	3,500	-	3,500
Noncurrent liabilities:			
<i>Due within one year</i>			
Current portion of long-term debt	5,548,634	-	5,548,634
Current portion of lease liability	65,537	3,969	69,506
Current portion of subscription liability	81,414	24,090	105,504
Accrued compensated absences - current	33,812	33,644	67,456
<i>Due in more than one year</i>			
Net Pension liability	3,740,408	1,383,438	5,123,846
Total OPEB liability	182,005	-	182,005
Accrued compensated absences - long term	135,247	134,574	269,821
Noncurrent portion of long-term debt	5,412,408	-	5,412,408
Noncurrent portion of lease liability	577,952	7,799	585,751
Noncurrent portion of subscription liability	258,936	76,617	335,553
Total liabilities	<u>16,970,180</u>	<u>2,065,096</u>	<u>19,035,276</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension related deferral	1,347,111	498,246	1,845,357
OPEB related deferral	74,932	-	74,932
Lease deferred inflows	886,799	316,966	1,203,765
Total deferred inflows of resources	<u>2,308,842</u>	<u>815,212</u>	<u>3,124,054</u>
<b>NET POSITION</b>			
Net investment in capital assets	13,414,333	31,520,376	44,934,709
Restricted			
Capital Projects	7,822,305	10,288,809	18,111,114
Streets	4,874,208	-	4,874,208
Building Department Services	1,910,729	-	1,910,729
Other	57,260	-	57,260
Debt Service	5,865,693	-	5,865,693
Unrestricted	5,413,355	9,387,931	14,801,286
Total net position	<u>\$ 39,357,883</u>	<u>\$ 51,197,116</u>	<u>\$ 90,554,999</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF TROUTDALE, OREGON**  
**Statement of Activities**  
*For the Year Ended June 30, 2023*

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General government	\$ 2,978,597	\$ 989,194	\$ -	\$ -	\$ (1,989,403)	\$ -	\$ (1,989,403)
Public safety	7,349,093	-	-	-	(7,349,093)	-	(7,349,093)
Highway and Streets	2,209,727	-	1,322,733	8,414	(878,580)	-	(878,580)
Solid waste/recycling	52,273	-	-	-	(52,273)	-	(52,273)
Community development	4,054,223	-	-	15,000	(4,039,223)	-	(4,039,223)
Interest on long-term debt	398,813	-	-	-	(398,813)	-	(398,813)
Total governmental activities	<u>17,042,726</u>	<u>989,194</u>	<u>1,322,733</u>	<u>23,414</u>	<u>(14,707,385)</u>	<u>-</u>	<u>(14,707,385)</u>
Business-type activities:							
Water	2,555,338	3,089,099	-	58,313	-	592,074	592,074
Sewer	3,705,052	4,135,056	-	672,872	-	1,102,876	1,102,876
Storm sewer	1,118,644	1,276,783	-	26,166	-	184,305	184,305
Public services	<u>1,840,703</u>	<u>1,920,980</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>80,277</u>	<u>80,277</u>
Total business type activities	<u>9,219,737</u>	<u>10,421,918</u>	<u>-</u>	<u>757,351</u>	<u>-</u>	<u>1,959,532</u>	<u>1,959,532</u>
Total government	<u>\$ 26,262,463</u>	<u>\$ 11,411,112</u>	<u>\$ 1,322,733</u>	<u>\$ 780,765</u>	<u>(14,707,385)</u>	<u>1,959,532</u>	<u>(12,747,853)</u>
General revenues:							
Taxes							
Property taxes					6,678,551	-	6,678,551
Franchise taxes					1,848,987	-	1,848,987
Public service taxes					2,880,192	-	2,880,192
Interest					1,077,067	539,402	1,616,469
Other revenues					7,143,584	56,887	7,200,471
Total general revenues					<u>19,628,381</u>	<u>596,289</u>	<u>20,224,670</u>
Change in net position					4,920,996	2,555,821	7,476,817
Net position - beginning, restated					34,436,887	48,641,295	83,078,182
Net position - ending					<u>\$ 39,357,883</u>	<u>\$ 51,197,116</u>	<u>\$ 90,554,999</u>

The notes to the financial statements are an integral part of this statement.

# **FUND FINANCIAL STATEMENTS**

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## **Major Governmental Funds**

### ***General Fund***

This fund accounts for the financial operations of the City which are not accounted for in any other fund. Principal sources of revenues are property taxes, state shared revenues, franchise fees and recovered expenditures. Primary expenditures in the general fund are made for police protection, community development, and general development.

### ***Street Fund***

This fund accounts for revenues from gasoline tax apportionments from the State of Oregon that are used for the repair and maintenance associated with streets.

### ***URA Riverfront Development Fund***

This fund accounts for the operations of the urban renewal agency. Primary resources are property taxes.

**CITY OF TROUTDALE, OREGON**  
**Governmental Funds**  
**Balance Sheet**  
*June 30, 2023*

	<u>General Fund</u>	<u>Street Fund</u>	<u>URA Riverfront Development</u>	<u>Other Governmental</u>	<u>Total Governmental</u>
<b>ASSETS</b>					
Cash and investments	\$ 10,395,139	\$ 4,615,435	\$ -	\$ 13,695,974	\$ 28,706,548
Accounts receivable	1,079,816	277,079	-	10,723	1,367,618
Property taxes receivable	164,075	-	-	14,660	178,735
Lease receivable	558,651	-	342,509	-	901,160
Prepaid items	43,201	-	-	-	43,201
Interfund loan	6,700,000	-	-	440,000	7,140,000
Inventory	785	23,307	-	-	24,092
Due from	-	-	-	1,738,291	1,738,291
Total assets	<u>\$ 18,941,667</u>	<u>\$ 4,915,821</u>	<u>\$ 342,509</u>	<u>\$ 15,899,648</u>	<u>\$ 40,099,645</u>
<b>LIABILITIES</b>					
Accounts and Retainage Payable	\$ 623,772	\$ 18,306	\$ 16,140	\$ 86,681	\$ 744,899
Payroll liabilities	154,679	-	-	-	154,679
Deposits	1,000	-	-	450	1,450
Unearned Revenue	3,500	-	-	-	3,500
Interfund loan	240,000	-	6,700,000	200,000	7,140,000
Due to	-	-	1,738,291	-	1,738,291
Total liabilities	<u>1,022,951</u>	<u>18,306</u>	<u>8,454,431</u>	<u>287,131</u>	<u>9,782,819</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable Revenue - Taxes	151,339	-	-	13,645	164,984
Unavailable Revenue - Lease	556,505	-	330,294	-	886,799
Total deferred inflows	<u>707,844</u>	<u>-</u>	<u>330,294</u>	<u>13,645</u>	<u>1,051,783</u>
<b>FUND BALANCES</b>					
Nonspendable	43,986	23,307	-	-	67,293
Restricted	-	4,874,208	-	15,655,987	20,530,195
Unassigned	17,166,886	-	(8,442,216)	(57,115)	8,667,555
Total fund balances	<u>17,210,872</u>	<u>4,897,515</u>	<u>(8,442,216)</u>	<u>15,598,872</u>	<u>29,265,043</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 18,941,667</u>	<u>\$ 4,915,821</u>	<u>\$ 342,509</u>	<u>\$ 15,899,648</u>	<u>\$ 40,099,645</u>

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	25,211,870
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:	
Property taxes earned but unavailable	164,984
Accrued compensated absences are not due and payable in the current period and therefore are not reported in the funds.	(169,059)
The net pension liability and the total OPEB liability and deferred inflows and outflows related to the net pension asset is the difference between the total pension liability and assets set aside to pay benefits earned to past and current employees and beneficiaries	
Net pension liability	(3,740,408)
Deferred inflows and deferred outflows	818,438
Total OPEB liability	(182,005)
Deferred inflows and deferred outflows	(36,800)
All long term liabilities are reported in the Statement of Net Position whereas in governmental funds, long term liabilities are not due and payable in the current period and are not reported	
Interest payable	(29,299)
Long term debt	(10,190,585)
Lease Liabilities	(643,489)
Subscription Liabilities	(340,350)
Post-closure cost care	(147,343)
Bond premium	(623,114)
Net Position of Governmental Activities	<u>\$ 39,357,883</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF TROUTDALE, OREGON**  
**Governmental Funds**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
*For the Year Ended June 30, 2023*

	<b>General Fund</b>	<b>Street Fund</b>	<b>URA Riverfront Development</b>	<b>Other Governmental</b>	<b>Total Governmental</b>
<b>REVENUES</b>					
Intergovernmental	\$ 4,410,540	\$ 1,309,703	\$ 58,541	\$ 13,030	\$ 5,791,814
Charges for services	936,189	-	-	56,923	993,112
Property taxes	6,241,825	-	-	412,458	6,654,283
Franchise	1,603,168	-	-	245,819	1,848,987
Licenses and permits	53,005	-	-	965,360	1,018,365
Fines and forfeitures	375,820	-	-	-	375,820
Interest	560,000	126,091	12,937	378,039	1,077,067
Miscellaneous	1,946,204	12,370	-	-	1,958,574
Hotel/motel transient tax	863,104	-	-	-	863,104
Fuel tax	-	937,435	-	-	937,435
Solid waste tax	61,288	-	-	-	61,288
Total revenues	<u>17,051,143</u>	<u>2,385,599</u>	<u>71,478</u>	<u>2,071,629</u>	<u>21,579,849</u>
<b>EXPENDITURES</b>					
Current:					
General government	2,916,873	-	-	-	2,916,873
Public safety	7,129,077	-	-	-	7,129,077
Highway and Streets	-	1,935,856	-	-	1,935,856
Solid waste/recycling	51,763	-	-	-	51,763
Community development	2,858,867	-	176,331	822,581	3,857,779
Capital outlay	1,083,123	60,688	-	55,448	1,199,259
Debt service:					
Principal	136,713	-	-	493,042	629,755
Interest	15,855	-	-	384,505	400,360
Total expenditures	<u>14,192,271</u>	<u>1,996,544</u>	<u>176,331</u>	<u>1,755,576</u>	<u>18,120,722</u>
Excess (deficiency) of revenues over (under) expenditures	2,858,872	389,055	(104,853)	316,053	3,459,127
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	1,271,448	1,271,448
Transfers out	(1,271,448)	-	-	-	(1,271,448)
Sale of capital asset	441,600	-	-	-	441,600
Lease proceeds	646,386	-	-	-	646,386
Bond premium	-	-	-	-	-
Total other financing sources (uses)	<u>(183,462)</u>	<u>-</u>	<u>-</u>	<u>1,271,448</u>	<u>1,087,986</u>
Net change in fund balance	2,675,410	389,055	(104,853)	1,587,501	4,547,113
FUND BALANCES, BEGINNING	<u>14,535,462</u>	<u>4,508,460</u>	<u>(8,337,363)</u>	<u>14,011,371</u>	<u>24,717,930</u>
FUND BALANCES, ENDING	<u>\$ 17,210,872</u>	<u>\$ 4,897,515</u>	<u>\$ (8,442,216)</u>	<u>\$ 15,598,872</u>	<u>\$ 29,265,043</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF TROUTDALE, OREGON**  
**Reconciliation of the Statement of Revenues,**  
**Expenditures, and Changes in Fund Balances of Governmental Funds to the**  
**Statement of Activities**  
*For the Year Ended June 30, 2023*

Net change in fund balances - total governmental funds \$ 4,547,113

*Amounts reported for governmental activities in the  
Statement of Activities are different because:*

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets. This is the amount by which capital outlay exceeded depreciation in the current period.

Capital asset additions	\$ 1,105,342	
Loss on disposal	(81,995)	
Less current year depreciation	<u>(810,702)</u>	212,645

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds

Property taxes		24,268
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Loan proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. The repayment of the principal of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. This is the amount by which proceeds exceeded repayments.

Principal payments	539,415	
Bond premium and discount amortization	77,248	
Landfill post-closure cost care	12,562	
Lease liability payments	135,890	
Lease additions	(646,386)	
Subscription liability payments	79,081	197,810

The pension expense and the changes in deferred inflows and outflows related to the net pension liability represents the changes in net pension liability from year to year due to changes in total pension liability and the fair value of pension plan net position to pay pension benefits.

(118,517)

The OPEB expense and the changes in deferred inflows and outflows related to the total OPEB liability represents the changes in the total OPEB liability from year to year due to changes in total pension liability and the fair value of the OPEB plan net position to pay pension benefits.

304

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated absences	55,826	
Accrued interest expense	<u>1,547</u>	<u>57,373</u>

Change in net position of governmental activities		<u><u>\$ 4,920,996</u></u>
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The notes to the financial statements are an integral part of this statement.



**For the Year Ended June 30, 2023**GAAP Fund Balance

-10-

**CITY OF TROUTDALE, OREGON**  
**STREET FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
Intergovernmental	\$ 1,253,548	\$ 1,253,548	\$ 1,309,703	\$ 56,155
Charges for services	300	300	-	(300)
Fuel Tax	959,633	959,633	937,435	(22,198)
Interest	3,620	3,620	126,091	122,471
Miscellaneous	-	-	12,370	12,370
Total revenues	2,217,101	2,217,101	2,385,599	168,498
<b>EXPENDITURES:</b>				
Personnel services	416,274	416,274	365,536	50,738
Materials and services	1,894,146	1,894,146	1,570,320	323,826
Capital outlay	585,800	585,800	60,688	525,112
Contingency	1,200,000	1,200,000	-	1,200,000
Total expenditures	4,096,220	4,096,220	1,996,544	2,099,676
Net changes in fund balances	(1,879,119)	(1,879,119)	389,055	2,268,174
<b>FUND BALANCES, BEGINNING</b>	4,267,471	4,267,471	4,508,460	240,989
<b>FUND BALANCES, ENDING</b>	<u>\$ 2,388,352</u>	<u>\$ 2,388,352</u>	<u>\$ 4,897,515</u>	<u>\$ 2,509,163</u>

The notes to the financial statements are an integral part of this statement.

# **FUND FINANCIAL STATEMENTS**

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## **Proprietary Funds**

The City of Troutdale utilizes four Proprietary Funds. These funds are used to account for acquisition, operation, and maintenance of the water, sewer, and storm sewer facilities and the cost of public works management and operating automotive and other equipment used by public works. These funds are entirely or predominantly self-supported through user charges to customer. Funds included are:

***Water***  
***Sewer***  
***Storm Sewer***  
***Public Services***

For budgetary purposes (see budget schedules in the Supplemental Information section), the Water, Sewer, and Storm Sewer funds are accounted in the following separate funds:

***Water***  
Water Fund  
Water Improvement Fund  
Water Reimbursement Fund

***Sewer***  
Sewer Fund  
Sewer Improvement Fund  
Sewer Reimbursement Fund

***Storm Sewer***  
Storm Sewer Improvement Fund  
Storm Sewer Utility Fund  
Storm Sewer Reimbursement Fund

For generally accepted accounting principles purposes, these aforementioned funds and the Public Services Fund are consolidated and included as four Enterprise Funds.

**CITY OF TROUTDALE, OREGON**  
**Proprietary Funds**  
**Statement of Net Position**  
*June 30, 2023*

	Business-type Activities - Enterprise Funds				
	Water	Sewer	Storm Sewer	Public Services	Totals
<b>ASSETS</b>					
Current assets:					
Cash and cash equivalents	\$ 2,238,559	\$ 4,823,628	\$ 1,813,664	\$ 1,071,633	\$ 9,947,484
Accounts receivables, net	378,053	383,871	115,088	-	877,012
Lease receivable	330,112	-	-	-	330,112
Inventories	200,199	-	-	-	200,199
Total current assets	3,146,923	5,207,499	1,928,752	1,071,633	11,354,807
Noncurrent assets:					
Restricted cash and cash equivalents	1,369,113	5,558,787	3,360,909	-	10,288,809
Capital assets not being depreciated	275,235	2,432,828	3,071	162,011	2,873,145
Capital assets being depreciated, net	7,439,510	16,380,746	4,374,622	564,828	28,759,706
Total noncurrent assets	9,083,858	24,372,361	7,738,602	726,839	41,921,660
Total assets	12,230,781	29,579,860	9,667,354	1,798,472	53,276,467
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Pension related deferral	326,316	326,316	148,325	-	800,957
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	31,635	210,056	7,002	10,184	258,877
Retainage payable	-	126,888	-	-	126,888
Accrued compensated absences - current	9,625	8,912	3,871	11,236	33,644
Deposits	15,200	-	-	-	15,200
Lease liability due within one year	-	-	-	3,969	3,969
Subscription liability due within one year	-	-	-	24,090	24,090
Total current liabilities	56,460	345,856	10,873	49,479	462,668
Noncurrent liabilities:					
Net pension liability	563,623	563,623	256,192	-	1,383,438
Accrued compensated absences	38,499	35,646	15,485	44,944	134,574
Lease liability	-	-	-	7,799	7,799
Subscription liability	-	-	-	76,617	76,617
Total liabilities	658,582	945,125	282,550	178,839	2,065,096
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred inflows related to leases	316,966	-	-	-	316,966
Net deferred pension asset	202,989	202,989	92,268	-	498,246
Total Deferred Inflows	519,955	202,989	92,268	-	815,212
<b>NET POSITION</b>					
Net investment in capital assets	7,714,745	18,813,574	4,377,693	614,364	31,520,376
Restricted for infrastructure expansion	1,369,113	5,558,787	3,360,909	-	10,288,809
Unrestricted	2,294,702	4,385,701	1,702,259	1,005,269	9,387,931
Total net position	\$ 11,378,560	\$ 28,758,062	\$ 9,440,861	\$ 1,619,633	\$ 51,197,116

The notes to the financial statements are an integral part of this statement.

**CITY OF TROUTDALE, OREGON**  
**Proprietary Funds**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
*For the Year Ended June 30, 2023*

	<b>Business-type Activities - Enterprise Funds</b>				
	<b>Water</b>	<b>Sewer</b>	<b>Storm Sewer</b>	<b>Public Services</b>	<b>Totals</b>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 3,089,099	\$ 4,135,056	\$ 1,276,783	\$ 1,907,790	\$ 10,408,728
Licenses & permits	-	-	-	13,190	13,190
Total operating revenues	<u>3,089,099</u>	<u>4,135,056</u>	<u>1,276,783</u>	<u>1,920,980</u>	<u>10,421,918</u>
<b>OPERATING EXPENSES</b>					
Personal services	683,288	757,754	309,854	1,284,564	3,035,460
Depreciation	378,146	727,886	242,599	70,680	1,419,311
Contractual services	299,927	184,469	458,528	154,858	1,097,782
Utilities	541,692	700,871	1,839	35,856	1,280,258
Repairs and maintenance	271,785	469,954	61,702	34,216	837,657
Other operating expenses	380,500	863,610	44,122	260,529	1,548,761
Total operating expenses	<u>2,555,338</u>	<u>3,704,544</u>	<u>1,118,644</u>	<u>1,840,703</u>	<u>9,219,229</u>
Operating income (loss)	<u>533,761</u>	<u>430,512</u>	<u>158,139</u>	<u>80,277</u>	<u>1,202,689</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Interest revenue	100,069	259,882	149,782	29,669	539,402
Interest expense	-	(508)	-	(4,230)	(4,738)
Miscellaneous	36,914	23,922	-	281	61,117
Total nonoperating revenues (expenses)	<u>136,983</u>	<u>283,296</u>	<u>149,782</u>	<u>25,720</u>	<u>595,781</u>
Income (loss) before contributions and transfers	670,744	713,808	307,921	105,997	1,798,470
Capital Contributions	<u>58,313</u>	<u>672,872</u>	<u>26,166</u>	<u>-</u>	<u>757,351</u>
Total	<u>58,313</u>	<u>672,872</u>	<u>26,166</u>	<u>-</u>	<u>757,351</u>
Increase (decrease) in net position	729,057	1,386,680	334,087	105,997	2,555,821
Net position - beginning	<u>10,649,503</u>	<u>27,371,382</u>	<u>9,106,774</u>	<u>1,513,636</u>	<u>48,641,295</u>
Net position - ending	<u>\$ 11,378,560</u>	<u>\$ 28,758,062</u>	<u>\$ 9,440,861</u>	<u>\$ 1,619,633</u>	<u>\$ 51,197,116</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF TROUTDALE, OREGON**  
**Proprietary Funds**  
**Statement of Cash Flows**  
*For the Year Ended June 30, 2023*

	<b>Business-type Activities - Enterprise Funds</b>				
	<b>Water</b>	<b>Sewer</b>	<b>Storm Sewer</b>	<b>Public Services</b>	<b>Total</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Receipts from customers	\$ 2,957,645	\$ 4,134,252	\$ 1,278,107	\$ 1,920,980	\$ 10,290,984
Payments to employees	(670,272)	(758,358)	(307,567)	(1,258,923)	(2,995,120)
Payments to suppliers	(1,639,382)	(2,053,036)	(565,970)	(493,207)	(4,751,595)
Net cash provided (used) by operating activities	<u>647,991</u>	<u>1,322,858</u>	<u>404,570</u>	<u>168,850</u>	<u>2,544,269</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Capital contribution	58,313	672,872	26,166	-	757,351
Purchases of capital assets	(719,640)	(960,220)	(65,771)	(184,699)	(1,930,330)
Principal paid on capital debt	-	-	-	96,101	96,101
Interest paid on capital debt	-	(508)	-	-	(508)
Intergovernmental	36,914	23,922	-	-	60,836
Net cash provided (used) by capital and related financing activities	<u>(624,413)</u>	<u>(263,934)</u>	<u>(39,605)</u>	<u>(88,598)</u>	<u>(1,016,550)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Interest received	<u>100,069</u>	<u>259,882</u>	<u>149,782</u>	<u>25,720</u>	<u>535,453</u>
Net increase in cash and cash equivalents	123,647	1,318,806	514,747	105,972	2,063,172
Balances - beginning of the year	<u>3,484,025</u>	<u>9,063,609</u>	<u>4,659,826</u>	<u>965,661</u>	<u>18,173,121</u>
Balances - end of the year	<u>\$ 3,607,672</u>	<u>\$ 10,382,415</u>	<u>\$ 5,174,573</u>	<u>\$ 1,071,633</u>	<u>\$ 20,236,293</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>					
Operating Income	\$ 533,761	\$ 430,512	\$ 158,139	\$ 80,277	\$ 1,202,689
Adjustments to reconcile operating income to net cash provided by operating activities:					
Cash flows reported in other categories:					
Depreciation expense	378,146	727,886	242,599	70,680	1,419,311
Change in assets and liabilities:					
Accounts receivable	(129,995)	(804)	1,324	-	(129,475)
Lease receivable and inflow	(6,459)	-	-	-	(6,459)
Inventories	(108,129)	-	-	-	(108,129)
Accounts payable	(37,349)	165,868	221	(7,748)	120,992
Payroll liabilities	(15,732)	(18,892)	(7,302)	(30,539)	(72,465)
Accrued compensated absences	10,890	430	1,472	56,180	68,972
Pension related accounts	17,858	17,858	8,117	-	43,833
Deposits	5,000	-	-	-	5,000
Net cash provided by operating activities	<u>\$ 647,991</u>	<u>\$ 1,322,858</u>	<u>\$ 404,570</u>	<u>\$ 168,850</u>	<u>\$ 2,544,269</u>

The notes to the financial statements are an integral part of this statement.

**NOTES TO  
BASIC FINANCIAL STATEMENTS**

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## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). GAAP statements require the application of all relevant Governmental Accounting Standards Board (GASB) pronouncements. The financial statements have incorporated all applicable GASB pronouncements.

### REPORTING ENTITY

The City of Troutdale, Oregon is a municipal corporation, incorporated on October 2, 1907. The City operates under a Council-Manager form of government as amended by the voters in 2010. The governing body consists of six elected council members and a mayor. The mayor and council members are each elected to serve a four-year term. All are part-time elected officials who exercise the legislative powers of the City and determine matters of policy. The City Manager, a full-time appointed official, administers policies and coordinates the activities of the City. The heads of the various departments, formed to provide services, are under the direct supervision of the City Manager.

Accounting principles generally accepted in the United States of America require that these financial statements present the City of Troutdale (the primary government) and all component units, if any. Component units, as established by the Government Accounting Standards Board (GASB) Statement No. 14, 39, 61, are separate organizations that are included in the City's reporting entity because of the significance of their operational or financial relationships with the City.

The Urban Renewal Agency (Agency) of the City of Troutdale was created by City Council Ordinance pursuant to Oregon Revised Statute (ORS) 457.035 in January of 2006. The Troutdale Riverfront Renewal Plan (Plan) obtained voter approval in May 2006, and the Plan was assigned to the Agency to implement. The Agency is a legally separate entity which is governed by a board comprised of the members of the City Council as stipulated by the Agency's bylaws, and operational management of the Agency's activities is performed by City Management. The City Council has the ability to impose its will on the Agency as determined on the basis of budget adoption, taxation authority, and funding for the Agency. The Plan duration was originally approved for 10 years, which was extended an additional 10 years, with the up to a total of \$7 million in principal indebtedness limit unchanged. The Agency is presented as a blended component unit within the governmental funds.

### BASIC FINANCIAL STATEMENTS

Basic financial statements are presented at both the government-wide and fund financial level. Both levels of statements categorize primary activities as either governmental or business-type. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

*Government-wide financial statements* display information about the reporting government as a whole. These statements focus on the sustainability as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. These aggregated statements consist of the Statement of Net Position and the Statement of Activities.



CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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The *Statement of Net Position* presents information on all of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources, the net of which is presented as the *Net Position*.

The *Statement of Activities* demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* 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 revenues are reported instead as *general revenues*.

*Fund financial statements* display information at the individual fund level. Each fund is considered to be a separate accounting entity. Funds are classified and summarized as governmental, proprietary, or fiduciary, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements. Non-major funds are consolidated into a single column within each fund type in the financial section of the basic financial statements and detailed in the supplementary information.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule include charges between the business-type activities/enterprise funds and the General Fund. Charges are allocated as reimbursement for services provided by the General Fund in support of those functions based on levels or service provided. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. These charges are included in direct program expenses.

### **Basis of Presentation**

The financial transactions are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

There are stated minimum criteria (percentage of the assets, liabilities, revenues, or expenditures/expenses of either fund category or the governmental and proprietary combined) for the determination of major funds. Non-major funds are combined in a column in the fund financial statements titled "Other Governmental" and detailed in the combining section.

There are the following major governmental funds:

- *General Fund*  
This is the primary operating fund. It accounts for all financial operations, except those required to be accounted for in another fund. Principal sources of revenues are property taxes, licenses and permits, state and county shared revenues, franchise fees and charges for administrative services from other funds. Primary expenditures in the general fund are made for public safety (police and fire), community development, and general government.

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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- *Street Fund*  
This fund accounts for the State of Oregon gasoline taxes. The state gasoline taxes are restricted for expenditures under Article XI, Section 3 of the Oregon Constitution for construction, maintenance and repair of streets, roads and bike and foot paths.
- *URA Riverfront Development Fund*  
This fund accounts for the general operations of the urban renewal agency. Primary resources are property taxes.

Additionally, there are the following non-major funds within the governmental fund type.

- *Special Revenue Funds*  
These funds account for revenues from specific taxes or ear-marked revenues that are legally restricted to expenditures for specific purposes.
- *Debt Service Funds*  
These funds account for the accumulation of resources and payment of bond principal and interest.
- *Capital Projects Funds*  
These funds account for revenues derived from specific tax or other ear-marked revenue sources, which are legally restricted to finance the acquisition or construction of major capital assets.

Each of the four proprietary funds are presented as major funds. Three funds are used to account for the acquisition, operation, and maintenance of water, sewer, and storm sewer facilities and are entirely or predominantly self-supported through user charges to customers. Additionally, the Public Services Fund is used to account for the public works management function and the cost of operating automotive and other equipment used by the public works department. The fund's financing sources for the public works management and equipment maintenance activities are billings to the benefiting public works funds. The activities in this fund directly support the operations of the three other proprietary funds. The following proprietary funds are reported:

- *Water Fund*  
Water Fund (budgetary basis financial statements only)  
Water Improvement Fund (budgetary basis financial statements only)  
Water Reimbursement Fund (budgetary basis financial statements only)
- *Sewer Fund*  
Sewer Fund (budgetary basis financial statements only)  
Sewer Improvement Fund (budgetary basis financial statements only)  
Sewer Reimbursement Fund (budgetary basis financial statements only)
- *Storm Sewer Fund*  
Storm Sewer Utility Fund (budgetary basis financial statements only)  
Storm Sewer Improvement Fund (budgetary basis financial statements only)  
Storm Sewer Reimbursement Fund (budgetary basis financial statements only)
- *Public Services Fund*

## MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe *which* transactions are recorded within the various financial statements. Basis of accounting refers to *when* transactions are recorded regardless of the measurement focus.

The government-wide financial statements and the proprietary funds financial statements are presented on a *full accrual* basis of accounting with an *economic resource* measurement focus. An economic resource focus concentrates on an entity or fund's net position. All transactions and events that affect the total economic resources (net position) during the period are reported. An economic resources measurement focus is inextricably connected with full accrual accounting. Under the full accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash inflows and outflows.

Governmental fund financial statements are presented on a *modified accrual* basis of accounting with a *current financial resource* measurement focus. This measurement focus concentrates on the fund's resources available for spending currently or in the near future. Only transactions and events affecting the fund's current financial resources during the period are reported. Similar to the connection between an economic resource measurement focus and full accrual basis of accounting, a current financial resources measurement focus is inseparable from a modified accrual basis of accounting. Under modified accrual basis of accounting, revenues are recognized as soon as they are both measurable and available. *Measurable* means the amount of the transaction can be determined and revenues are considered *available* when they are collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. For this purpose, revenues are considered available if they are collected within 60 days of the end of the current fiscal period. Revenues considered susceptible to accrual are property taxes, state, county and local shared revenues taxes and fees, franchise fees, intergovernmental grants, and investment income.

A unavailable revenue liability arises on the balance sheets of the governmental funds when potential revenue does not meet both the *measurable* and *available* criteria for recognition in the current period. This *unavailable* revenue consists primarily of uncollected property taxes and assessments not deemed available to finance operation of the current period. In the government-wide Statement of Activities, with a full accrual basis of accounting, revenue must be recognized as soon as it is earned regardless of its availability. Thus, the liability created on the balance sheets of the governmental funds for unavailable revenue is eliminated. Note that unavailable revenues also arise outside the scope of measurement focus and basis of accounting, such as when resources are received before there is legal claim to them. For instance, when grant monies are received prior to the incurrence of qualifying expenditures.

Similar to the way its revenues are recorded, governmental funds only record those expenditures that affect current financial resources. Principal and interest on general long-term debt are recorded as fund liabilities only when due, or when amounts have been accumulated in the debt service fund for payments to be made early in the following year. Vested compensated absences are recorded as expenditures only to the extent that they are expected to be liquidated with expendable financial resources. In the government-wide financial statements, however, with a full accrual basis of accounting, all expenditures affecting the economic resource status of the government must be recognized. Thus, the expense and related accrued liability for long term portions of debt and compensated absences must be included.

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental column, a reconciliation is necessary to explain the adjustments needed to transform the fund based financial statements into the governmental column of the government-wide presentation. This reconciliation is part of the financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services, and producing and delivering goods in connection with a proprietary fund's principle ongoing operations. The principle operating revenues of the City's Water, Sewer, Storm Sewer, and Public Services Funds are charges to customers for sales and services. The Water, Sewer, and Storm Sewer Funds also recognize System Development Charges (SDC) fees intended to recover the cost of connecting new customers to the utility systems as operating revenue. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and overhead charges, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the policy to use restricted resources first, then unrestricted resources as they are needed.

## **ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND EQUITY**

### **Cash and Investments**

The cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

### **Fair Value Inputs and Methodologies and Hierarchy**

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Observable inputs are developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are developed based on the best information available about the assumptions market participants would use in pricing the asset. The classification of securities within the fair value hierarchy is based up on the activity level in the market for the security type and the inputs used to determine their fair value, as follows:

**Level 1** – unadjusted price quotations in active markets/exchanges for identical assets or liabilities that each Fund has the ability to access

**Level 2** – other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, loss severities, credit risks and default rates) or other market-corroborated inputs)

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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**Level 3** – unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including each Fund’s own assumptions used in determining the fair value of investments)

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

**Receivables and Payables**

Activity between funds that represent lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e. the current portion of interfund loans) or “advances to/from other funds” (i.e. the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds”. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

Recorded property taxes receivable that are collected within 60 days after year-end are considered measurable and available and, therefore, are recognized as revenue. The remaining balance is recorded as an unavailable revenue because it is not deemed available to finance operations of the current period. An allowance for doubtful accounts is not deemed necessary by management, as uncollectible taxes become a lien on the property. Property taxes are levied and become a lien on July 1. Collection dates are November 15, February 15, and May 15 following the lien date. Discounts are allowed if the amount due is received by November 15 or February 15. Taxes unpaid and outstanding on May 16 are considered delinquent.

Assessments are recognized as receivables at the time the property owners are assessed for property improvement. These receivables are offset by unavailable revenue and, accordingly, have not been recognized as revenue.

In the government-wide financial statements, property taxes and assessment receivables are recognized as revenue when earned.

Receivables of the proprietary funds are recognized as revenue when earned, including services provided but not billed.

**Lease Receivables**

Lease receivables are recognized at the net present value of the leased assets at a borrowing rate either explicitly described in the agreement or implicitly determined by the government, reduced by principal payments received.

**Supply Inventories and Prepaid items**

Inventories of materials and supplies in all funds are stated at cost on a first-in, first-out basis and charged to expenses as used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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**Restricted Assets**

Cash and investments which may only be used for construction of capital assets or debt service principal and interest payments in accordance with applicable laws and regulations have been reported as restricted cash and investments on the Government-wide Statement of Net Position and the Proprietary Fund Statement of Net Position.

**Capital Assets**

Capital assets — which include property, plant, equipment, and infrastructure (e.g., streets, sidewalks, and similar items) — are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are charged to expenditures as purchased in the governmental fund statements, and capitalized in the proprietary fund statements.

Capital assets are defined as assets with an initial, individual cost of \$5,000 or more and an estimated useful life of greater than one year. Capital assets are recorded at historical cost or estimated historical cost. Donated assets are reported at acquisition value rather than fair value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Depreciation on exhaustible assets is recorded as an allocated expense in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Position and is provided on the straight-line basis over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Buildings and improvements	20 - 50
Improvements other than buildings	10 - 20
Utility systems and infrastructure	20 - 40
Machinery, equipment, and vehicles	5 – 15

Capital assets include contribution of capital assets from outside developers. Revenue from these capital contributions is reflected in general revenues on the statement of activities.

**Lease Assets**

Lease assets are assets which the government leases for a term of more than one year. The value of leases is determined by the net present value of the leases at the government's incremental borrowing rate at the time of the lease agreement, amortized over the term of the agreement.

**Subscription Assets**

Subscription assets are assets in which the government obtains control of the right to use the underlying IT asset. The value of the subscription asset is initially measured as the sum of the initial subscription liability amount, any payments made to the IT software vendor before commencement of the subscription term, and any capitalizable implementation costs, less any incentives received from the SBITA vendor at or before the commencement of the subscription term. The subscription asset is amortized in a straight-line manner over the course of the subscription term.

**Accrued Compensated Absences and Sick Pay**

Accumulated vested vacation and comp-time pay is accrued as it is earned. For governmental funds, only the portion in connection with terminated employees is reported. The non-current portion (the amount estimated to be used in subsequent fiscal years) is maintained separately and

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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represents a reconciling item between the fund-level and government-wide presentations. In business-type/enterprise funds, both the current and long-term liabilities are recorded.

Sick pay, which does not vest, is recognized in all funds when leave is taken.

### **Debt**

In the government-wide financial statements, and proprietary fund financial statements, debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are treated as period costs in the year of issue and are shown as other financing uses.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

### **Lease Liability**

In the government-wide financial statements, lease liabilities are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources.

### **Subscription Liabilities**

In the government-wide financial statements, subscription liabilities are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of subscription payments expected to be made during the subscription term is reported as other financing sources. The subscription liability should be initially measured at the present value of subscription payments expected to be made during the subscription term. Future subscription payments should be discounted using the interest rate the SBITA vendor charges the government, which may be implicit, or the government's incremental borrowing rate if the interest rate is not readily determinable. A government should recognize amortization of the discount on the subscription liability as an outflow of resources (for example, interest expense) in subsequent financial reporting periods.

### **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 – nonspendable, restricted, committed, assigned, and unassigned.

- Nonspendable fund balance represents amounts that are not in a spendable form. The nonspendable fund balance represents inventories and prepaid items.

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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- 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.
- 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. Pursuant to the Fund Balance Policy adopted by the City Council Resolution 2110, the City Manager and the Finance Director have been given authority to assign fund balances.
- 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.

#### **Use of Estimates**

In preparing the financial statements, management is required to make estimates and assumptions that will affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual amounts could differ from those estimates.

#### **Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The City's deferred outflows are clearly labeled on the face of the financial statements.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The City's deferred inflows are clearly labeled on the face of the financial statements.

## **2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

#### **BUDGETARY INFORMATION**

An annual budget is adopted on a basis consistent with Oregon Revised Statutes (ORS 294 – Local Budgets Law). The process under which the budget is adopted is described in the following paragraphs.



CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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Each April or May, the City Manager submits a proposed budget to the Budget Committee (consisting of the City Council and an equal number of citizens of the City). All funds are required to be budgeted for except the fiduciary fund. The budget is prepared on the modified accrual basis of accounting. Interfund loans are budgeted as sources and uses in accordance with state budget laws. Estimated receipts and expenditures are budgeted for by fund and object.

The Budget Committee conducts public hearings for the purpose of obtaining citizens' comments, and then approves a budget which is then submitted to the City Council for final adoption. The approved expenditures for each fund may not be increased by more than 10% by Council without returning to the Budget Committee for a second approval. After the Council adopts the budget and certifies the total of ad valorem taxes to be levied, no additional tax levy may be made for that fiscal year.

The City Council legally adopted the budget by resolution before July 1. The resolution establishes appropriations for each fund and expenditures cannot legally exceed these appropriations. The level of control established by the resolution is by department for the General Fund and by object class for all other funds. Expenditure budgets are appropriated at the legal level of control which is the department level in the General Fund and the following levels for all other funds: Personal Services, Materials and Services, Capital Outlay, Interfund Transactions, Debt Service, and Operating Contingency. Appropriations lapse as of year-end.

The City Council may change the budget throughout the year by transferring appropriations between levels of control and by adopting supplemental budgets as authorized by Oregon Revised Statutes. Unexpected additional resources may be added to the budget through the use of a supplemental budget. A supplemental budget requires hearings before the public, publications in newspapers and approval by the City Council. Expenditure appropriations may not be legally over-expended except in the case of grant receipts that could not be reasonably estimated at the time the budget was adopted, and for debt service on new debt issued during the budget year. Management may modify original and supplemental budgets by the use of appropriation transfers between the levels of control within a fund.

#### **Excess of Expenditures over Appropriations**

Expenditures of the various funds were within authorized appropriations, except for the following: Bike Paths and Trails Fund - materials and services by \$112, URA Debt Service Fund – debt service by \$1,546, and the General Fund – general government by 391,702.

### **3. DETAILED NOTES ON ALL FUNDS**

#### **POOLED DEPOSITS AND INVESTMENTS**

Cash and investment balances are maintained in a common pooled account. Investment income is allocated monthly based on each fund's average cash balance.

Cash and investments are comprised of the following at June 30, 2023:

Cash and investments	\$ 23,797,427
Restricted assets - cash and investments	25,145,414
	<u>\$ 48,942,841</u>

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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## DEPOSITS

Deposits with financial institutions include bank demand deposits. At year-end, the total bank balance per the bank statements is \$1,432,282. Oregon Revised Statutes require deposits to be adequately covered by federal depository insurance or deposited at an approved depository as identified by the Treasury.

Deposits with financial institutions	\$ 1,247,424
Petty cash	650
Oregon State Treasurer's Local Government Investment Pool	47,694,767
	<u>\$ 48,942,841</u>

## Custodial Credit Risk – Deposits

In the case of deposits, this is the risk that in the event of a bank failure, the deposits may not be returned. There is no deposit policy for custodial credit risk. At various times during the fiscal year, bank balances exceeded the FDIC limit but the excess funds were covered by collateral pledged by qualified depositories. These depositories are qualified by the Oregon State Treasurer's office.

## 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's compliance with all portfolio guidelines can be found in their annual report when issued. 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 fair market value. The pool is comprised of a variety of investments. These investments are characterized as a level 2 fair value measurement in the Oregon Short Term Fund's audited financial report. As of June 30, 2023, the fair value of the position in the LGIP is 99.63% of the value of the pool shares as reported in the Oregon Short Term Fund audited financial statements. Amounts in the State Treasurer's Local Government Investment Pool are not required to be collateralized. The audited financial reports of the Oregon Short Term Fund can be found here:

[http://www.oregon.gov/treasury/Divisions/Investment/Pages/Oregon-Short-Term-Fund-\(OSTF\).aspx](http://www.oregon.gov/treasury/Divisions/Investment/Pages/Oregon-Short-Term-Fund-(OSTF).aspx)

If the link has expired please contact the Oregon Short Term Fund directly.

As of June 30, 2023, there were the following investments:

Investment type	Maturities	Fair value
Oregon State Treasury's Local Government Investment Pool	Avg 0 – 6 months	<u>\$47,694,767</u>

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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To reflect the City's proportional share of the unrealized loss in the Oregon Short Term Fund described above, the City recorded a fair value reduction adjustment of \$177,126. The City has elected to reflect the entire adjustment in the General Fund.

**Interest Rate Risk**

Oregon Revised Statutes require investments to not exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB. Declines in fair values are managed by limiting the weighted average maturity of the investment portfolio to levels required by State statute.

**Credit Risk**

State statutes authorize investment primarily in general obligations of the U.S. government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, certain commercial papers and the Oregon State Treasury's Local Government Investment Pool. The Oregon State Treasury's Local Government Investment Pool is not rated.

**Concentration of Credit Risk**

At June 30, 2023, 100% of total investments were in the Oregon State Treasury's Local Government Investment Pool. State statutes do not limit the percentage of investment in the Pool.

**RECEIVABLES**

Receivables as of June 30, 2023 for the major and non-major governmental funds in the aggregate are as follows:

	<u>General</u>	<u>Street</u>	<u>URA Riverfront Developm ent</u>	<u>Total Non-major</u>	<u>Total</u>
Property taxes	\$ 164,075	\$ -	\$ -	\$ 14,660	\$ 178,735
Accounts	1,079,816	277,079	-	10,723	1,367,618
Leases	558,651	-	342,509	-	901,160
	<u>\$ 1,802,542</u>	<u>\$ 277,079</u>	<u>\$ 342,509</u>	<u>\$ 25,383</u>	<u>\$ 2,447,513</u>

There is no allowance for uncollectible accounts deemed necessary by management.

Governmental funds report unavailable revenue in the fund financial statements in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also delay recognition in connection with resources that have been received, but not yet earned. As of the end of the fiscal year, the various components of unavailable and unearned revenue reported in the governmental funds were as follows:

Property Taxes	\$ 164,984
Leases	886,799
Total	<u>\$ 1,051,783</u>

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

**LEASE RECEIVABLES AND RELATED DEFERRED INFLOWS**

	Original Amount	Outstanding June 30, 2022	Additions	Deletions	Outstanding June 30, 2023
<b>Governmental Activities</b>					
Facility Lease, Police Facility, 234 SW Kendall Ct, interest 0.47%, principal and interest of \$21,288 monthly, due 2025	\$ 1,012,487	\$ 760,848	\$ -	\$ 252,459	\$ 508,389
Facility Lease, Sugar Pine Drive In, 1208 EHCRH, interest 0.47%, principal and interest of \$649 monthly, due 2023	15,775	8,045	50,261	8,045	50,261
Cellular Antenna Space, URA Water Tower, interest 1.29%, principal and interest of \$23,720 annually, due 2036	381,109	362,286	-	19,776	342,510
<b>Total Governmental Activities</b>	<b>\$ 1,409,371</b>	<b>\$ 1,131,179</b>	<b>\$ 50,261</b>	<b>\$ 280,280</b>	<b>\$ 901,160</b>
<b>Business-type Activities</b>					
Cellular Antenna Space, Water Reservoir # 2, 2445 SE Stark St, interest 1.29%, principal and interest of \$18,662 annually, due 2036	\$ 365,730	\$ 348,035	\$ -	\$ 17,923	\$ 330,112
<b>Total Business-type Activities</b>	<b>\$ 365,730</b>	<b>\$ 348,035</b>	<b>\$ -</b>	<b>\$ 17,923</b>	<b>\$ 330,112</b>

Future maturities of the receivables are as follows. The deferred inflows are amortized on a straight line basis.

	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2024	\$ 282,490	\$ 7,372	\$ 18,153	\$ 4,242
2025	286,079	5,782	18,386	4,009
2026	33,005	4,594	18,622	3,772
2027	34,813	4,024	23,341	3,533
2028	36,695	3,420	23,641	3,233
2029-33	143,756	11,126	133,658	11,461
2034-36	84,322	1,972	94,311	2,434
Total	<u>\$ 901,160</u>	<u>\$ 38,290</u>	<u>\$ 330,112</u>	<u>\$ 32,684</u>

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

**CAPITAL ASSETS**

Capital asset activity for governmental activities for the fiscal year ended June 30, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Non-depreciable				
Land	\$ 5,801,327	\$ -	\$ (650)	\$ 5,800,677
Construction in progress	730,389	122,818	(543,833)	309,374
Total non-depreciable	<u>6,531,716</u>	<u>122,818</u>	<u>(544,483)</u>	<u>6,110,051</u>
Depreciable/Amortizable				
Buildings and improvements	10,643,941	773,242	(534,552)	10,882,631
Right to use building lease	180,823	581,580	-	762,403
Land improvements	10,560,844	-	-	10,560,844
Equipment	1,272,640	171,535	(124,190)	1,319,985
Right to use equipment - Intangible	24,964	-	-	24,964
Right to use subscriptions - Intangible	-	419,431	-	419,431
Infrastructure	<u>25,612,505</u>	<u>-</u>	<u>-</u>	<u>25,612,505</u>
Total depreciable	<u>48,295,717</u>	<u>1,945,788</u>	<u>(658,742)</u>	<u>49,582,763</u>
Accumulated depreciation and amortization				
Buildings and improvements	(3,839,599)	(231,874)	464,835	(3,606,638)
Right to use building lease	(64,807)	(64,773)	-	(129,580)
Land improvements	(3,809,935)	(72,753)	-	(3,882,688)
Equipment	(988,470)	(113,234)	112,562	(989,142)
Right to use equipment - Intangible	(8,991)	(7,795)	-	(16,786)
Right to use subscriptions - Intangible	-	(83,886)	-	(83,886)
Infrastructure	<u>(21,535,837)</u>	<u>(236,387)</u>	<u>-</u>	<u>(21,772,224)</u>
Total accumulated depreciation/amortization	<u>(30,247,639)</u>	<u>(810,702)</u>	<u>577,397</u>	<u>(30,480,944)</u>
Depreciable/Amortizable, net	<u>18,048,078</u>	<u>1,135,086</u>	<u>(81,345)</u>	<u>19,101,819</u>
Governmental activities capital assets, net	<u>\$ 24,579,794</u>	<u>\$ 1,257,904</u>	<u>\$ (625,828)</u>	<u>\$ 25,211,870</u>

Depreciation expense for governmental activities is charged to functions as follows:

General government	\$ 247,476
Public safety	149,896
Highways and streets	254,830
Community development	158,500
Total depreciation business-type activities	<u>\$ 810,702</u>

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

Capital asset activity for business-type activities for the fiscal year ended June 30, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities				
Non-depreciable				
Land	\$ 1,712,972	\$ -	\$ -	\$ 1,712,972
Intangibles	126,799	-	-	126,799
Construction in progress	279,417	882,648	(128,691)	1,033,374
Total non-depreciable	<u>2,119,188</u>	<u>882,648</u>	<u>(128,691)</u>	<u>2,873,145</u>
Depreciable/Amortizable				
Buildings and improvements	2,426,714		(2,180)	2,424,534
Land improvements	392,339	-	-	392,339
Equipment	1,908,686	214,017	(160,116)	1,962,587
Right to use equipment - Intangible	18,918	-	-	18,918
Right to use subscriptions - Intangible	-	124,107	-	124,107
Infrastructure	<u>61,461,817</u>	<u>849,878</u>	<u>(47,977)</u>	<u>62,263,718</u>
Total depreciable	<u>66,208,474</u>	<u>1,188,002</u>	<u>(210,273)</u>	<u>67,186,203</u>
Accumulated depreciation and amortization				
Buildings and improvements	(1,223,325)	(50,123)	2,179	(1,271,269)
Land improvements	(388,347)	(1,823)	-	(390,170)
Equipment	(1,444,682)	(107,844)	148,488	(1,404,038)
Right to use equipment - Intangible	(2,726)	(4,771)	-	(7,497)
Right to use subscriptions - Intangible	-	(24,821)	-	(24,821)
Infrastructure	<u>(34,146,750)</u>	<u>(1,229,929)</u>	<u>47,977</u>	<u>(35,328,702)</u>
Total accumulated depreciation/amortization	<u>(37,205,830)</u>	<u>(1,419,311)</u>	<u>198,644</u>	<u>(38,426,497)</u>
Depreciable/Amortizable, net	<u>29,002,644</u>	<u>(231,309)</u>	<u>(11,629)</u>	<u>28,759,706</u>
Business-type activities capital assets, net	<u>\$ 31,121,832</u>	<u>\$ 651,339</u>	<u>\$ (140,320)</u>	<u>\$ 31,632,851</u>

Depreciation expense for business-type activities is charged to functions as follows:

Water	\$ 378,146
Sewer	727,886
Storm Sewer	242,599
Public Services	70,680
Total depreciation business-type activities	<u>\$ 1,419,311</u>

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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**INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

Interfund transfers between governmental and business-type activities are reported as net transfers in the Statement of Activities. Net transfers in the Statement of Activities are reported as zero for the fiscal year ended June 30, 2023. Transfers between funds provide support for various programs in accordance with budgetary authorizations.

Interfund transfers are used to pay administrative services, provide funds for debt service, contribute toward the cost of capital projects, and provide operational resources.

The transfers for business type activities are presented in the budgetary funds and not in the proprietary funds as for generally accepted accounting principals purposes, these funds are consolidated.

Interfund receivables and payables are used to fund current operations and long term projects. The interfund activity for fiscal year ended June 30, 2023 is as follows:

	TRANSFERS FROM	TRANSFERS TO		
ALL ACTIVITIES				
GENERAL FUND	\$ 1,271,448	\$ -		
NONMAJOR FUNDS	-	1,271,448		
	<u>1,271,448</u>	<u>1,271,448</u>		
TOTAL INTERFUND TRANSFERS	<u>\$ 1,271,448</u>	<u>\$ 1,271,448</u>		
	INTERFUND LOAN RECEIVABLE	INTERFUND LOAN PAYABLE	DUE FROM	DUE TO
GOVERNMENTAL ACTIVITIES				
GENERAL FUND	\$ 6,700,000	\$ 240,000	\$ -	\$ -
URA RIVERFRONT DEVELOPMENT	-	6,700,000	-	1,738,291
NONMAJOR FUNDS	440,000	200,000	1,738,291	-
	<u>7,140,000</u>	<u>7,140,000</u>	<u>1,738,291</u>	<u>1,738,291</u>
TOTAL	<u>\$ 7,140,000</u>	<u>\$ 7,140,000</u>	<u>\$ 1,738,291</u>	<u>\$ 1,738,291</u>

**DEBT**

There are a variety of debt types for the purpose of carrying out capital financing activities. The various types of debt are discussed below. Outstanding debt amounts are as of June 30, 2023.

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

The following table presents current year changes in long-term debt outstanding, along with the current portions due for each issue.

	Beginning Balance	Increase	Decrease	Ending Balance	Due in One Year
<b>Governmental Activities</b>					
Bonds					
Full Faith and Credit Obligations	\$ 5,000,000	\$ -	\$ -	\$ 5,000,000	\$ 5,000,000
GO Refunding Bond 2021	4,230,000	-	(345,000)	3,885,000	370,000
Other					
Landfill post-closure care	159,905	-	(12,562)	147,343	12,842
Direct Borrowing					
OBDD Loan 2020	1,500,000	-	(194,415)	1,305,585	165,792
Deferred Amounts:					
Bond Premium	710,622	-	(78,958)	631,664	-
Bond Discount	(10,260)	-	1,710	(8,550)	-
	<u>\$ 11,590,267</u>	<u>\$ -</u>	<u>\$ (629,225)</u>	<u>\$ 10,961,042</u>	<u>\$ 5,548,634</u>
Total Governmental Activities					

## **GOVERNMENTAL ACTIVITIES**

### **Full Faith and Credit Obligation Bonds**

Full faith and credit obligation bonds were issued in March of 2018 in the amount of \$5,000,000 to finance projects for the Troutdale Riverfront Renewal Plan. These ten (10) year term bonds were issued with interest rates ranging from 3.15% to 3.59% and the final maturity due in 2028. The balance outstanding at June 30, 2023 is \$5,000,000. Upon the occurrence and continuance of any event of default, the escrow agent may proceed, and upon written request the owners of fifty-one (51 % ) percent or more of the principal amount of obligations then outstanding shall take whatever action may appear necessary or desirable to enforce the financing agreement or to protect any of the rights vested in the escrow agent or the owners of obligations by the escrow agreement or by the obligations, either at law or in equity or in bankruptcy or otherwise, whether for the specific enforcement of any covenant or agreement contained in the escrow agreement or in aid of the exercise of any power granted in the escrow agreement or for the enforcement of any other legal or equitable right vested in the escrow agent by the escrow agreement or by law. Provided, however, that the financing amount and the financing payments shall not be subject to acceleration. Principal and interest is payable from property tax revenues. The City is electing to pay off the total principal balance in November of 2023.

Year Ending June 30,	Principal	Interest
2024	\$ 5,000,000	\$ 167,000
Totals	<u>\$ 5,000,000</u>	<u>\$ 167,000</u>



CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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**GO Refunding Bonds 2021**

General obligation refunding bonds were issued in July of 2021 in the amount of \$4,570,000 for refunding of the February 2011 general obligation bonds. These ten (10) year term bonds were issued with interest rates ranging from 3.25% to 4.0% and the final maturity due in 2031. The balance outstanding at June 30, 2023 is \$3,885,000. The current lower interest rates provided the opportunity for the City to reduce total debt service payments by \$924,938 and resulted in an economic gain of \$882,063. Upon the occurrence and continuance of any Event of Default the Owners of fifty-one (51%) percent or more of the principal amount of Bonds then Outstanding may take whatever action may appear necessary or desirable to enforce or to protect any of the rights of the Owners of Bonds, either at law or in equity or in bankruptcy or otherwise, whether for the specific enforcement of any covenant or agreement contained in the Declaration or the Bonds or in aid of the exercise of any power granted in the Declaration or in the Bonds or for the enforcement of any other legal or equitable right vested in the Owners of Bonds by the Declaration or the Bonds or by law. However, the Bonds shall not be subject to acceleration.

Year Ending June 30,	Principal	Interest
2024	\$ 370,000	\$ 150,800
2025	405,000	136,000
2026	430,000	119,800
2027	470,000	103,675
2028	495,000	88,400
2029-33	1,715,000	140,400
Totals	<u>\$ 3,885,000</u>	<u>\$ 739,075</u>

**Direct Borrowing – OBDD Loan 2020**

A loan was received in July of 2021 in the amount of \$1,500,000 for the Riverfront Redevelopment Cleanup Project. The loan spans 11 years and bears an interest rate of 3% per annum. The balance outstanding at June 30, 2023 is \$1,305,585. Annual debt service requirements are noted below:

Year Ending June 30,	Principal	Interest
2024	\$ 165,792	\$ 38,669
2025	170,834	33,246
2026	176,031	27,759
2027	181,385	22,103
2028	186,902	16,315
2029-33	424,641	14,384
Totals	<u>\$ 1,305,585</u>	<u>\$ 152,476</u>

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

**Lease Liability**

	Original Amount	Outstanding June 30, 2022	Additions	Deletions	Outstanding June 30, 2023
<b>Governmental Activities</b>					
Large Format Printer, CommDev, 17.31%, principal and interest of \$210 monthly, due 2025 (Lease #300-3243659-100)	\$ 6,810	\$ 5,355	\$ -	\$ 1,727	\$ 3,628
Copier/Printer, CommDev, 7.27%, principal and interest of \$180 monthly, due 2022 (Lease #1497594-1033528USC)	2,905	886	-	886	-
Copier/Printer (2), City Hall, 7.58%, principal and interest of \$475 monthly, due 2024 (Lease #1497594-1033528USC1)	15,249	10,545	-	5,073	5,472
Facility Lease, 219 EHCRH, interest 2.45%, principal and interest of \$3,150 monthly, due 2033	427,240	58,833	334,941	66,246	327,528
Facility Lease, 321 EHCRH, interest 2.48%, principal and interest of \$2,933 monthly, due 2033	399,969	57,374	311,445	61,958	306,861
<b>Total Governmental Activities</b>	<b>\$ 132,993</b>	<b>\$ 132,993</b>	<b>\$ 646,386</b>	<b>\$ 135,890</b>	<b>\$ 643,489</b>
				Current Portion	(65,537)
				Long Term Portion	<u>\$ 577,952</u>
	Original Amount	Outstanding June 30, 2022	Additions	Deletions	Outstanding June 30, 2023
<b>Business Type Activities</b>					
Large Format Printer, PWKS, 3.86%, principal and interest of \$250 monthly, due 2027 (Lease #300-3268031-100)	\$ 13,637	\$ 12,974	\$ -	\$ 2,538	\$ 10,436
Copier/Printer, PWKS, 12.55%, principal and interest of \$198 monthly, due 2024 (Lease #300-3224871-100)	5,280	3,400	-	2,068	1,332
<b>Total Business Type Activities</b>	<b>\$ 16,374</b>	<b>\$ 16,374</b>	<b>\$ -</b>	<b>\$ 4,606</b>	<b>\$ 11,768</b>
				Current Portion	(3,969)
				Long Term Portion	<u>\$ 7,799</u>
	Governmental Activities		Business Type Activities		
	Principal	Interest	Principal	Interest	
2024	\$ 65,537	\$ 15,680	\$ 3,969	\$ 413	
2025	61,037	13,640	2,741	253	
2026	60,942	12,054	2,849	145	
2027	46,701	8,046	2,209	36	
2028	79,778	11,468	-	-	
2029-33	329,494	20,173			
Total	<u>\$ 643,489</u>	<u>\$ 81,061</u>	<u>\$ 11,768</u>	<u>\$ 847</u>	

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

## Subscription Liability

### Governmental Activities:

The City recognized software subscription liabilities for administrative processing in place beginning July 1, 2022 of \$419,431. The agreements have annual renewals which are reasonably certain to be renewed for five years and are discounted at a rate of \$2.95%.

### Business Type Activities:

The City recognized software subscription liabilities for utility production and monitoring processes in place beginning July 1, 2022 of \$124,107. The agreements have annual renewals which are reasonably certain to be renewed for five years and are discounted at a rate of \$2.95%.

	Original Amount	Outstanding June 30, 2022	Additions	Deletions	Outstanding June 30, 2023
<b>Governmental Activities</b>					
Administrative Processing Software	\$ 419,431	\$ -	\$ 419,431	\$ 79,081	\$ 340,350
<b>Total Governmental Activities</b>	<u>\$ 419,431</u>	<u>\$ -</u>	<u>\$ 419,431</u>	<u>\$ 79,081</u>	<u>\$ 340,350</u>
				Current Portion	(81,414)
				Long Term Portion	<u>\$ 258,936</u>
	Original Amount	Outstanding June 30, 2022	Additions	Deletions	Outstanding June 30, 2023
<b>Business Type Activities</b>					
Utility Production & Monitoring Software	\$ 124,107	\$ -	\$ 124,107	\$ 23,400	\$ 100,707
<b>Total Business Type Activities</b>	<u>\$ 124,107</u>	<u>\$ -</u>	<u>\$ 124,107</u>	<u>\$ 23,400</u>	<u>\$ 100,707</u>
				Current Portion	(24,090)
				Long Term Portion	<u>\$ 76,617</u>

Future maturities are as follows:

	Governmental		Business Type	
	Principal	Interest	Principal	Interest
2024	\$ 81,414	\$ 10,040	\$ 24,090	\$ 2,971
2025	83,815	7,639	24,800	2,260
2026	86,288	5,166	25,532	1,529
2027	88,833	2,621	26,285	775
Total	<u>\$ 340,350</u>	<u>\$ 25,466</u>	<u>\$ 100,707</u>	<u>\$ 7,535</u>

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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**ACCRUED COMPENSATED ABSENCES**

Changes in accrued compensated absences are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due within one year
Governmental	\$ 224,885	\$ 211,974	\$ (267,800)	\$ 169,059	\$ 33,812
Business Type	<u>99,246</u>	<u>269,590</u>	<u>(200,618)</u>	<u>168,218</u>	<u>33,644</u>
Total	<u>\$ 324,131</u>	<u>\$ 481,564</u>	<u>\$ (468,418)</u>	<u>\$ 337,277</u>	<u>\$ 67,456</u>

The General Fund has been charged with the costs to liquidate the liability for the compensated absence for the governmental funds.

**RESTRICTED ASSETS**

The balances of the restricted cash and investment accounts are as follows:

	<u>Governmental</u>	<u>Business-Type</u>
Street	\$ 4,615,435	\$ -
Street Tree	57,260	-
Code Specialties	1,981,354	-
Sam Cox Building	137,268	-
Bike Paths and Trails	10,631	-
Debt service reserves:		
FF & C Debt Service	3,669,370	-
URA Debt Service	285,259	-
Debt service fund	170,513	-
System Development Charges:		
Water Improvement	-	931,948
Water Reimbursement	-	437,165
Sewer Improvement	-	2,191,964
Sewer Reimbursement	-	3,366,823
Street Improvement	1,140,760	-
Street Reimbursement	372,046	-
Storm Improvement	-	3,223,705
Storm Reimbursement	-	137,204
Parks Improvement	2,416,709	-
Total restricted assets	<u>\$ 14,856,605</u>	<u>\$ 10,288,809</u>

#### 4. OTHER INFORMATION

##### **RISK MANAGEMENT**

There is exposure 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 is a member of City-County Insurance Services (CCIS), a public entity risk pool currently operating a common risk management and insurance program. An annual premium is paid to CCIS for its insurance coverage. Based on the experience and the pool, there may be liability for an additional premium of up to approximately 20% of its initial premium or it may receive a refund. There has never been the requirement to pay an additional premium. Predetermined limits and deductible amounts are stated in the policy. Commercial insurance is carried for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

##### **CONTINGENT LIABILITIES**

The City is contingently liable with respect to lawsuits and other claims incidental to the ordinary course of its operations. Management intends to vigorously contest these matters and does not believe their ultimate resolution will have a material effect upon the financial position, results of operations or cash flows.

During 1979 and 1980 sewer hookup reservations were sold as a means of financing the expansion of the wastewater treatment plant. Amounts received from property owners are nontransferable and nonrefundable. Deposits are applied to the sewer system development charge at the time of hookup.

Federal grants are subject to audit by the grantor agency and any adjustments may become a liability of the appropriate fund. Management believes that adjustments, if any, will not materially affect the financial position.

##### **PENSION PLAN – OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM**

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 Annual Comprehensive Financial Report which can be found at: <https://www.oregon.gov/pers/Documents/Financials/CAFR/2022-Annual-Comprehensive-Financial-Report.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.

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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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. 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,

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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.

- 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 employee 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, 2019 actuarial valuation, which became effective July 1, 2021. 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, 2023 were \$406,396, excluding amounts to fund employer specific liabilities. In addition approximately \$281,436 in employee contributions were paid or picked up by the City in fiscal 2023. At June 30, 2023, the City reported a net pension liability of \$5,123,846 for its proportionate share of the net pension liability. The pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation dated December 31, 2020. 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, 2022 and 2021, the City's proportion was .033 percent and .029 percent, respectively. Pension expense for the year ended June 30, 2023 was \$162,350.

The rates in effect for the year ended June 30, 2023 were:

- (1) Tier 1/Tier 2 – 16.34%
- (2) OPSRP general services – 13.06%

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 248,721	\$ 31,953
Changes in assumptions	803,959	7,345
Net difference between projected and actual earnings on pension plan investments	-	916,045
Net changes in proportionate share	1,507,430	91,523
Differences between contributions and proportionate share of contributions		798,491
Subtotal - Amortized Deferrals (below)	2,560,110	1,845,357
Contributions subsequent to measuring date	406,396	-
Deferred outflow (inflow) of resources	<u>\$ 2,966,506</u>	<u>\$ 1,845,357</u>

The amount of contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the fiscal year ended June 30, 2024.

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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Amounts reported as deferred outflows or inflows of resources related to pension will be recognized in pension expense as follows:

<u>Year ending June 30,</u>	<u>Amount</u>
2024	\$ 251,017
2025	98,772
2026	(161,435)
2027	523,419
2028	2,981
Thereafter	-
Total	<u>\$ 714,754</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated February 2, 2023. Oregon PERS produces an independently audited ACFR which can be found at:

<https://www.oregon.gov/pers/Documents/Financials/CAFR/2022-Annual-Comprehensive-Financial-Report.pdf>

**Actuarial Valuations** – The employer contribution rates effective July 1, 2021 through June 30, 2023, 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 TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

**Actuarial Methods and Assumptions:**

Valuation date	December 31, 2020
Experience Study Report	2020, Published July 20, 2021
Actuarial cost method	Entry Age Normal
Amortization method	Level percentage of payroll
Asset valuation method	Fair value
Inflation rate	2.40 percent
Investment rate of return	6.90 percent
Discount rate	6.90 percent
Projected salary increase	3.40 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: Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Active members: Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Disabled retirees: Pub-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

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 2020 Experience Study which is reviewed for the four-year period ending December 31, 2020.

**Assumed Asset Allocation:**

Asset Class/Strategy	Low Range	High Range	OIC Target
Debt Securities	15.0%	25.0%	20.0%
Public Equity	25.0%	35.0%	30.0%
Real Estate	7.5%	17.5%	12.5%
Private Equity	15.0%	27.5%	20.0%
Risk Parity	0.0%	3.5%	2.5%
Real Assets	2.5%	10.0%	7.5%
Diversifying Strategies	2.5%	10.0%	7.5%
Opportunity Portfolio	0.0%	5.0%	0.0%
Total			100.0%

(Source: June 30, 2022 PERS ACFR; p. 104)

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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**Long-Term Expected Rate of Return:**

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2021 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
Global Equity	30.62%	5.85%
Private Equity	25.50%	7.71%
Core Fixed Income	23.75%	2.73%
Real Estate	12.25%	5.66%
Master Limited Partnerships	0.75%	5.71%
Infrastructure	1.50%	6.26%
Commodities	0.63%	3.10%
Hedge Fund of Funds - Multistrategy	1.25%	5.11%
Hedge Fund Equity - Hedge	0.63%	5.31%
Hedge Fund - Macro	5.62%	5.06%
US Cash	-2.50%	1.76%
Assumed Inflation - Mean		2.40%

(Source: June 30, 2022 PERS ACFR; p. 74)

**Discount Rate** – The discount rate used to measure the total pension liability was 6.90 percent for the Defined Benefit Pension Plan, a reduction approved by the Board from 7.20 percent in the prior fiscal year. 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 6.90 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 one percent lower (5.90 percent) or one percent higher (7.90 percent) than the current rate.

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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	1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
Proportionate share of the net pension liability	\$ 9,086,698	\$ 5,123,846	\$ 1,807,122

### 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, 2022 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.

### OPSRP Individual Account Program (OPSRP IAP)

#### *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

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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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 employee payroll. Effective July 1, 2020, currently employed Tier 1/Tier 2 and OPSRP members earning \$2,500 or more per month (increased to \$3,333 per month in 2022) will have a portion of their 6 percent monthly IAP contributions redirected to an Employee Pension Stability Account. The Employee Pension Stability Account will be used to pay part of the member's future benefit. Of the 6 percent monthly IAP contribution, Tier 1/Tier 2 will have 2.5 percent redirected to the Employee Pension Stability Account and OPSRP will have 0.75 percent redirected to the Employee Pension Stability Account, with the remaining going to the member's existing IAP account. Members may voluntarily choose to make additional after-tax contributions into their IAP account to make a full 6 percent contribution to the IAP. The City did not make any optional contributions to member IAP accounts for the year ended June 30, 2023.

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.

**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

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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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 0.05% of annual covered OPERF payroll and 0.00% of OPSRP payroll under a contractual requirement in effect until June 30, 2023. 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, 2021, 2022 and 2023 were \$763, \$763, and \$800 respectively, which equaled the required contributions each year.

At June 30, 2023, the City's net OPEB liability/(asset) and deferred inflows and outflows were not considered significant by management and were not accrued on the government wide statements.

#### **Post Employment Benefits Other Than Pensions (OPEB) GASB 75**

Plan Description: The District operates a single-employer retiree benefit plan that provides postemployment health, dental and vision insurance benefits to eligible employees and their spouses. There are active and retired members in the plan. All classes of employee are eligible to continue coverage upon retirement. Qualified spouses domestic partners, and children may qualify for coverage. Coverage for retirees and eligible dependents continues until Medicare eligibility for each individual (or until dependent children become ineligible).

Benefits and eligibility for members are established through the collective bargaining agreements. The postretirement healthcare plan is established in accordance with Oregon Revised Statutes (ORS) 243.303. ORS stipulated that for the purpose of establishing healthcare premiums, the rate must be based on all plan members, including both active employees and retirees. The difference between retiree claims cost, which because of the effect of age is generally higher in comparison to all plan members, and the amount of retiree healthcare premiums represents the District's implicit employer contribution. The District did not establish an irrevocable trust (or equivalent arrangement) to account for the plan.

Funding Policy: The benefits from this program are paid by the District on a self-pay basis and the required contribution is based on projected pay-as-you go financing requirements. There is not obligation on the part of the District to fund these benefits in advance.

Actuarial Methods and Assumptions: The District engaged an actuary to perform an evaluation as of July 1, 2022 using entry age normal, level percent of salary Actuarial Cost Method. The Single Employer Pension Plan liability was determined using the following actuarial assumptions, applied to all periods including the measurement:

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

Discount Rate per year		3.54%
General Inflation Rate per year		2.40%
Salary Scale per year		3.40%
Annual Medical Premium increase rate	2023	6.75%
	2024	6.50%
	2025	6.00%
	2026	5.25%
	2027	5.00%
	2028-29	4.75%
	2030	4.50%
	2031-65	4.25%
	2066-71	4.00%
	2072+	3.75%

Mortality rates were based on the Pub-2010 General and Safety Employee and Healthy Retiree tables, sex distinct for members and dependents, with a one-year setback for male general service employees and female safety employees.

Turnover rates are based on Oregon PERS valuation assumptions as of December 31, 2021.

Disability was not used.

Retirement rates reflects assumptions used in the Oregon PERS actuarial valuation.

Changes in Medical Benefit OPEB Liability:

	2023	2022	2021
Total OPEB Liability - Beginning	\$ 204,510	\$ 191,597	\$ 275,373
Changes for the Year:			
Service Cost	18,031	17,515	14,441
Interest	4,676	4,513	9,581
Changes of Benefit Terms	-	-	-
Effect of economic/demographic gains/losses	(4,687)	-	(57,472)
Changes of Assumptions or Other Input	(28,360)	759	(17,923)
Benefit Payments	(12,165)	(9,874)	(32,403)
Net Changes for the Year	(22,505)	12,913	(83,776)
Total OPEB Liability - Ending	\$ 182,005	\$ 204,510	\$ 191,597

Sensitivity of the Net Other Post-Employment Benefit Liability to Changes in Discount and Trend Rates: The following analysis presents the net OPEB liability using a discount rate of 3.54%, as well as what the City's net OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (2.54%) or one percentage point higher (4.54%) than the current rate, a similar sensitivity analysis is presented for the changes in the healthcare trend assumption:

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

June 30, 2023	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	\$ 195,945	\$ 182,005	\$ 168,927

June 30, 2023	1% Decrease Healthcare	Current Trend Rate Healthcare	1% Increase Healthcare
Total OPEB Liability	\$ 161,813	\$ 182,005	\$ 205,863

Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB Benefits:

The City reports information on deferred outflows and deferred inflows of resources at year end as well as a schedule of amounts of those deferred outflows of resources and deferred inflows of resources that will be recognized in other post-employment benefit expense for the following five years.

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ (35,839)	\$ 18,064
Changes in assumptions	(39,093)	3,049
Benefit Payments	-	17,019
Deferred outflow (inflow) of resources	<u>\$ (74,932)</u>	<u>\$ 38,132</u>

Amounts reported as deferred outflows or inflow of resources related to pension will be recognized in pension expense as follows:

Year ending June 30,	Amount
2024	\$ (4,548)
2025	(10,212)
2026	(14,853)
2027	(11,895)
2028	(4,050)
Thereafter	(8,261)
Total	<u>\$ (53,819)</u>

## DEFERRED COMPENSATION PLANS

Two deferred compensation trust plans were created in accordance with Internal Revenue Code Section 457. The trusts hold the assets for the exclusive benefit of plan participants and their beneficiaries. Plan assets are not the property of the City, or subject to the claims of the City's general creditors.

## **PROPERTY TAX LIMITATION**

The State of Oregon has a constitutional limit on property taxes for governmental operations. Under the limitation, tax revenue is separated into those for public schools and those for local governments other than public schools. The limitation specifies a maximum rate for all local government operations of \$10.00 per \$1,000 of real market value, while schools are similarly limited to a \$5.00 maximum rate. Local government taxes in the City currently do not exceed the \$10.00 rate limit; however, this limitation may affect the availability of future tax revenues.

In May 1997, voters approved Measure 50 which rolled back assessed values to 90% of 1995-96 and limits future increases of taxable assessed values to 3% per year, exclusive of new construction and property that is improved, rezoned, subdivided, or ceases to qualify for exemption. Tax rates are now fixed and not subject to change. Voters may approve local initiatives above the fixed rate provided a majority approves at either (i) a general election in an even numbered year, or (ii) at any other election in which at least 50% of registered voters cast a ballot.

## **POST-CLOSURE LANDFILL CARE**

The Sunrise Park (Obrist) Landfill previous Solid Waste Disposal Site Closure Permit Number 1193 expired in April 2009. The facility is permitted as a Closed Construction and Demolition Landfill. The landfill closure permit was renewed by the Oregon Department of Environmental Quality (DEQ) on December 21, 2012 based upon a Land Use Compatibility Statement May 14, 1998 and a Solid Waste Disposal Site Closure Permit renewal application of November 17, 2008, and an Environmental Monitoring Plan approved by DEQ on March 15, 2011.

The City has had a previously unrecorded a liability for the estimated costs of landfill postclosure care. As part of the above renewal application with DEQ the City is providing a financial assurance plan beginning with the 2012-2013 fiscal year and for each subsequent year to comply with State and federal laws and regulations which require the City to perform certain maintenance and monitoring functions at the site for thirty years after closure.

The City has evaluated the liability by examining the estimated costs needed to perform the postclosure care over the remaining life determined the year ended June 30, 2023 estimated liability of \$147,344. The estimated future costs to maintain and monitor the landfill may change due to one or more of the following factors of inflation, deflation, changes in technology or changes to applicable laws or regulations. The City believes this long term liability has been, and will remain, immaterial in light of the City's overall financial condition.

## **5. DEFICIT FUND BALANCE**

There is a deficit fund balance in the following fund:

URA Riverfront Development Fund - \$8,442,216  
Sam Cox Building - \$48,989  
Bike Paths and Trails - \$8,126

The deficit fund balances are the result of budgetary to GAAP accounting differences for Interfund Loans. The fund balance deficits will be resolved when the Interfund loans are paid off.



CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

## 6. FUND BALANCE CONSTRAINTS

The specific purposes for each of the categories of fund balance as of June 30, 2023 are as follows:

<b>Fund Balances:</b>	<b>General Fund</b>	<b>Street Fund</b>	<b>URA Riverfront Development</b>	<b>Nonmajor Funds</b>	<b>Total</b>
<b><u>Nonspendable:</u></b>					
Prepaid items	\$ 43,201	\$ -	\$ -	\$ -	\$ 43,201
Inventory	785	23,307	-	-	24,092
Total	43,986	23,307	-	-	67,293
<b><u>Restricted:</u></b>					
Capital projects	-	-	-	9,790,294	9,790,294
Debt service	-	-	-	5,865,693	5,865,693
Street maintenance	-	4,874,208	-	-	4,874,208
Total	-	4,874,208	-	15,655,987	20,530,195
<b>Unassigned:</b>	17,166,886	-	(8,442,216)	(57,115)	8,667,555
<b>Total Fund Balances</b>	<b>\$ 17,210,872</b>	<b>\$ 4,897,515</b>	<b>\$ (8,442,216)</b>	<b>\$ 15,598,872</b>	<b>\$ 29,265,043</b>

## 7. TAX ABATEMENT DISCLOSURES

As of June 30, 2023, the City offers tax abatements as a sponsor of the Columbia Cascade Enterprise Zone, ORS Chapter 285C, which would reduce the City's property tax revenue. In addition, there were tax abatement programs provided by the State of Oregon which also reduced the City's property tax revenues.

- Special Assessment of Historic Property, ORS 358.487 to 358.543. To support historic building preservation the program specially assesses a property's assessed value for 15 years through the State Historic Preservation Office (SHPO) approval. City property tax revenues were reduced \$22,446 by the program during the current reporting period.
- Alternative Energy Systems, ORS 307.175. To encourage alternative energy production this abatement exempts the additional taxable value of equipping a property with net metering or with alternative systems for onsite electricity or climate control as compared to a conventional system until 2023. City property tax revenues were reduced \$746 by the program during the current reporting period.
- Day Care Centers, Student Housing and Religious Schools, ORS 307.145. The Legislature has determined that providing a property tax exemption to a variety of religious, charitable, educational and other nonprofit organizations provides a general public good to the community. This abatement exempts qualified nonprofit organization property from property taxes. City property tax revenues were reduced \$2,853 by the program during the current reporting period.

### Columbia Cascade Enterprise Zone Tax Abatement

The City's Enterprise Zone is authorized by Oregon Revised Statute (ORS) 285C.050 – 285C.250, the Oregon Enterprise Zone Act (the Act). The City, jointly with the City of Fairview, originally created the Columbia Cascade Enterprise Zone (EZ) with Resolution No. 1901,

CITY OF TROUTDALE, OREGON  
Notes to Basic Financial Statements  
June 30, 2023

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approved by Council on September 11, 2007. The City of Wood Village subsequently joined and expanded the EZ in 2008. The EZ was redesignated via Resolution No. 2423 on June 26, 2018. ORS 285C.255 defines the sunset of all enterprise zone programs, terminating existing programs as of June 30, 2025.

EZ applications go through a series of reviews by the City and by the county assessor, including a preauthorization consultation and review of written application materials. For approved applications for an extended five year abatement, City Council takes formal action via adoption of a resolution finding that the business is eligible for the exemption under the Act, and that the size of the proposed investment, the employment at the facility of the firm or the nature of the activities undertaken by the firm within the EZ will significantly enhance the local economy, promote the purposes for which the zone was created and increase employment within the zone. Applications for a three year abatement are approved administratively by the Enterprise Zone Manager.

Taxes are abated via an exemption of assessed value from applicable tax levies, for a period of three tax years from when the property is placed in service. Applicable tax levies include the permanent rate levies and operating levies for taxing districts that include the property, which may include the City, county, school districts and other special districts depending on the location of the property within the EZ. If the business requests an additional two years of abatement with their application, a community service fee equal to 25% of the total abated taxes will be payable to the City for all five years of the abatement when an extension is requested. Any community service fees received by the City from participating businesses are available for general governmental purposes including use on economic development activities.

Recipients of the EZ tax abatement make commitments to the City in their application in a number of areas, including statutory requirements for an increase in full-time employment of 10%, no concurrent job losses in Oregon within 30 miles of the EZ, maintenance of employment levels during the exemption period, and first-source agreements with local job training providers. The City places additional requirements for a minimum investment of \$1 million, a procurement plan demonstrating a good faith effort to increase purchasing with East Multnomah County area companies, and requirements related to compensation, benefits, and training opportunities.

For the fiscal year ended June 30, 2023, the City's property tax revenues were reduced by an estimated \$684,432 as a result of the Enterprise Zone program. Community service fees of \$921,448 were collected from participating businesses during the fiscal year.

## **8. SUBSEQUENT EVENT**

In November of 2023, the City repaid the total principal balance of the Full Faith and Credit Obligation Bonds in the amount of \$5,000,000.

**REQUIRED  
SUPPLEMENTARY INFORMATION**

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**CITY OF TROUTDALE, OREGON**

**REQUIRED SUPPLEMENTARY INFORMATION  
For the Year Ended June 30, 2023**

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) City's covered payroll	(b/c) NPL as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2023	0.0335 %	\$ 5,123,846	\$ 4,587,519	1.1 %	84.5 %
2022	0.0296	3,548,034	4,424,504	0.8	87.6
2021	0.0213	4,649,867	3,969,957	1.2	75.8
2020	0.0227	3,931,554	3,381,884	1.2	80.2
2019	0.0197	2,978,688	3,328,387	0.9	82.1
2018	0.0202	2,722,947	3,061,346	0.9	83.1
2017	0.0532	7,989,157	2,896,024	2.8	80.5
2016	0.0580	3,351,769	4,718,429	0.7	91.9
2015	0.0540	(1,224,762)	4,771,980	(26.0)	103.6
2014	0.0540	2,757,356	3,534,062	57.8	92.0

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 required supplementary information is available.

SCHEDULE OF CONTRIBUTIONS

	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
2023	\$ 406,396	\$ 406,396	\$ -	\$ 5,017,628	8.1 %
2022	395,245	395,245	-	4,587,519	8.6
2021	460,746	460,746	-	4,424,504	10.4
2020	376,316	376,316	-	3,969,957	9.5
2019	327,986	327,986	-	3,381,884	9.7
2018	324,308	324,308	-	3,328,387	9.7
2017	292,159	292,159	-	3,061,346	9.5
2016	296,606	296,606	-	2,896,024	10.2
2015	414,661	414,661	-	4,718,429	8.8
2014	416,388	416,388	-	4,771,980	8.7

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 required supplementary information is available.

**CITY OF TROUTDALE, OREGON**

**SCHEDULE OF CHANGES IN OTHER POST-EMPLOYMENT BENEFITS (OPEB) LIABILITY**  
**For the Year Ended June 30, 2023**

	2023	2022	2021	2020	2019	2018
Total OPEB Liability - Beginning	\$ 204,510	\$ 191,597	\$ 275,373	\$ 277,614	\$ 207,616	\$ 217,397
Changes for the year:						
Service Cost	18,031	17,515	14,441	12,994	12,623	13,287
Interest	4,676	4,513	9,581	10,622	7,628	6,317
Changes of Benefit Terms	-	-	-	-	-	-
Changes in economic/demographic gains or losses	(4,687)	-	(57,472)	-	82,584	-
Changes of Assumptions or Other Input	(28,360)	759	(17,923)	6,712	(18,358)	(11,198)
Benefit Payments	(12,165)	(9,874)	(32,403)	(32,569)	(14,479)	(18,187)
Net Changes for the Year	(22,505)	12,913	(83,776)	(2,241)	69,998	(9,781)
<b>Total OPEB Liability - Ending</b>	<b>\$ 182,005</b>	<b>\$ 204,510</b>	<b>\$ 191,597</b>	<b>\$ 275,373</b>	<b>\$ 277,614</b>	<b>\$ 207,616</b>
Covered-employee payroll	5,017,628	4,587,519	4,424,504	3,969,957	3,381,884	3,328,387
Total OPEB Plan as a Percentage of Covered Payroll	3.63%	4.46%	4.33%	6.94%	8.21%	6.24%

Note: This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full year trend has been compiled, information is presented for the years for which the required supplementary schedule information is available. The City implemented GASB 75 in the fiscal year ending June 30, 2018.

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

## **SUPPLEMENTARY INFORMATION**

**CITY OF TROUTDALE, OREGON  
URA RIVERFRONT DEVELOPMENT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
<b>REVENUES:</b>				
Intergovernmental	\$ 1,500,000	\$ 1,500,000	\$ -	\$ (1,500,000)
Charges for Services	-	-	58,541	58,541
Interest	1,000	1,000	12,937	11,937
Miscellaneous	30,200	30,200	-	(30,200)
Total revenues	1,531,200	1,531,200	71,478	(1,459,722)
<b>EXPENDITURES:</b>				
Materials and services	540,200	540,200	176,331	363,869
Capital outlay	4,250,000	4,250,000	-	4,250,000
Contingency	1,212,112	1,212,112	-	1,212,112
Total expenditures	6,002,312	6,002,312	176,331	5,825,981
Revenues over (under) expenditures	(4,471,112)	(4,471,112)	(104,853)	4,366,259
<b>OTHER FINANCING SOURCES (USES):</b>				
Interfund Loan Proceeds	4,300,000	4,300,000	100,000	(4,200,000)
Total other financing sources (uses)	4,300,000	4,300,000	100,000	(4,200,000)
Net changes in fund balances	(171,112)	(171,112)	(4,853)	166,259
<b>FUND BALANCES, BEGINNING</b>	171,112	171,112	262,637	91,525
<b>FUND BALANCES, ENDING</b>	\$ -	\$ -	\$ 257,784	\$ 257,784
Budget to GAAP Reconciliation				
Interfund loan transactions			(8,700,000)	
GAAP Fund Balance			\$ (8,442,216)	

**CITY OF TROUTDALE, OREGON**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
*June 30, 2023*

	<b>Total Nonmajor Special Revenue Funds</b>	<b>Total Nonmajor Debt Service Funds</b>	<b>Total Nonmajor Capital Projects Funds</b>	<b>Total</b>
<b>ASSETS</b>				
Cash and investments	\$ 2,186,513	\$ 4,125,142	\$ 7,384,319	\$ 13,695,974
Accounts receivable	9,478	1,245	-	10,723
Property taxes receivable	-	14,660	-	14,660
Interfund loan receivable	-	-	440,000	440,000
Due from	-	1,738,291	-	1,738,291
Total assets	<u>\$ 2,195,991</u>	<u>\$ 5,879,338</u>	<u>\$ 7,824,319</u>	<u>\$ 15,899,648</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 84,667	\$ -	\$ 2,014	\$ 86,681
Deposits payable	450	-	-	450
Interfund loan payable	200,000	-	-	200,000
Total liabilities	<u>285,117</u>	<u>-</u>	<u>2,014</u>	<u>287,131</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Revenue - Taxes	<u>-</u>	<u>13,645</u>	<u>-</u>	<u>13,645</u>
<b>FUND BALANCES</b>				
Restricted	1,967,989	5,865,693	7,822,305	15,655,987
Unassigned	(57,115)	-	-	(57,115)
Total fund balances	<u>1,910,874</u>	<u>5,865,693</u>	<u>7,822,305</u>	<u>15,598,872</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,195,991</u>	<u>\$ 5,879,338</u>	<u>\$ 7,824,319</u>	<u>\$ 15,899,648</u>



**CITY OF TROUTDALE, OREGON**  
**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
*June 30, 2023*

	<b>Street Tree Fund</b>	<b>Bike Paths &amp; Trails Fund</b>	<b>Code Specialties Fund</b>	<b>Sam Cox Building Fund</b>	<b>Total</b>
<b>ASSETS</b>					
Cash and investments	\$ 57,260	\$ 10,631	\$ 1,981,354	\$ 137,268	\$ 2,186,513
Accounts receivable	-	1,243	8,235	-	9,478
Total assets	<u>\$ 57,260</u>	<u>\$ 11,874</u>	<u>\$ 1,989,589</u>	<u>\$ 137,268</u>	<u>\$ 2,195,991</u>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ 78,860	\$ 5,807	\$ 84,667
Deposits payable	-	-	-	450	450
Interfund loan payable	-	20,000	-	180,000	200,000
Total liabilities	<u>-</u>	<u>20,000</u>	<u>78,860</u>	<u>186,257</u>	<u>285,117</u>
<b>FUND BALANCES</b>					
Restricted	57,260	-	1,910,729	-	1,967,989
Unassigned	-	(8,126)	-	(48,989)	(57,115)
Total fund balances	<u>57,260</u>	<u>(8,126)</u>	<u>1,910,729</u>	<u>(48,989)</u>	<u>1,910,874</u>
Total liabilities and fund balance	<u>\$ 57,260</u>	<u>\$ 11,874</u>	<u>\$ 1,989,589</u>	<u>\$ 137,268</u>	<u>\$ 2,195,991</u>

**CITY OF TROUTDALE, OREGON**  
**Nonmajor Debt Service Funds**  
**Combining Balance Sheet**  
*June 30, 2023*

	<b>URA Debt Service Fund</b>	<b>FF&amp;C Debt Service Fund</b>	<b>Debt Service Fund</b>	<b>Total</b>
<b>ASSETS</b>				
Cash and investments	\$ 285,259	\$ 3,669,370	\$ 170,513	\$ 4,125,142
Property taxes receivable	4,386	-	10,274	14,660
Accounts receivable	487	-	758	1,245
Due from	1,738,291	-	-	1,738,291
Total assets	<u>\$ 2,028,423</u>	<u>\$ 3,669,370</u>	<u>\$ 181,545</u>	<u>\$ 5,879,338</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Revenue - Taxes	\$ 3,996	\$ -	9,649	\$ 13,645
Total deferred inflows of resources	<u>3,996</u>	<u>-</u>	<u>9,649</u>	<u>13,645</u>
<b>FUND BALANCES</b>				
Restricted	2,024,427	3,669,370	171,896	5,865,693
Total fund balances	<u>2,024,427</u>	<u>3,669,370</u>	<u>171,896</u>	<u>5,865,693</u>
Total liabilities and fund balances	<u>\$ 2,028,423</u>	<u>\$ 3,669,370</u>	<u>\$ 181,545</u>	<u>\$ 5,879,338</u>

**CITY OF TROUTDALE, OREGON**  
**Nonmajor Capital Projects Funds**  
**Combining Balance Sheet**  
*June 30, 2023*

	<b>Street Improvement Fund</b>	<b>Parks Improvement Fund</b>	<b>Utilities Undergroun ding Fund</b>	<b>Street Reimbursem ent Fund</b>	<b>Total</b>
<b>ASSETS</b>					
Cash and investments	\$ 1,140,760	\$ 2,416,709	\$ 3,454,804	\$ 372,046	\$ 7,384,319
Interfund loan receivable	-	440,000	-	-	440,000
Total assets	<u>\$ 1,140,760</u>	<u>\$ 2,856,709</u>	<u>\$ 3,454,804</u>	<u>\$ 372,046</u>	<u>\$ 7,824,319</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 33	\$ 1,850	\$ -	\$ 131	\$ 2,014
Total liabilities	<u>33</u>	<u>1,850</u>	<u>-</u>	<u>131</u>	<u>2,014</u>
<b>FUND BALANCES</b>					
Restricted	1,140,727	2,854,859	3,454,804	371,915	7,822,305
Total fund balances	<u>1,140,727</u>	<u>2,854,859</u>	<u>3,454,804</u>	<u>371,915</u>	<u>7,822,305</u>
Total liabilities and fund balances	<u>\$ 1,140,760</u>	<u>\$ 2,856,709</u>	<u>\$ 3,454,804</u>	<u>\$ 372,046</u>	<u>\$ 7,824,319</u>

**CITY OF TROUTDALE, OREGON**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
*For the Year Ended June 30, 2023*

	<b>Total Nonmajor Special Revenue Funds</b>	<b>Total Nonmajor Debt Service Funds</b>	<b>Total Nonmajor Capital Projects Funds</b>	<b>Total</b>
<b>REVENUES</b>				
Intergovernmental	\$ 13,030	\$ -	\$ -	\$ 13,030
Charges for services	-	-	56,923	56,923
Property taxes	-	412,458	-	412,458
Franchise	-	-	245,819	245,819
Licenses and permits	965,360	-	-	965,360
Interest	58,236	104,983	214,820	378,039
Total revenues	<u>1,036,626</u>	<u>517,441</u>	<u>517,562</u>	<u>2,071,629</u>
<b>EXPENDITURES</b>				
Community development	819,922	-	2,659	822,581
Capital outlay	30,094	-	25,354	55,448
Debt service:				
Principal	-	493,042	-	493,042
Interest	-	384,505	-	384,505
Total expenditures	<u>850,016</u>	<u>877,547</u>	<u>28,013</u>	<u>1,755,576</u>
Excess (deficiency) of revenues over (under) expenditures	186,610	(360,106)	489,549	316,053
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	1,271,448	-	1,271,448
Total other financing sources (uses)	<u>-</u>	<u>1,271,448</u>	<u>-</u>	<u>1,271,448</u>
Net changes in fund balances	186,610	911,342	489,549	1,587,501
<b>FUND BALANCES, BEGINNING</b>	<u>1,724,264</u>	<u>4,954,351</u>	<u>7,332,756</u>	<u>14,011,371</u>
<b>FUND BALANCES, ENDING</b>	<u>\$ 1,910,874</u>	<u>\$ 5,865,693</u>	<u>\$ 7,822,305</u>	<u>\$ 15,598,872</u>

**CITY OF TROUTDALE, OREGON**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
*For the Year Ended June 30, 2023*

	<b>Street Tree Fund</b>	<b>Bike Paths &amp; Trails Fund</b>	<b>Code Specialties Fund</b>	<b>Sam Cox Building Fund</b>	<b>Total</b>
<b>REVENUES</b>					
Intergovernmental	\$ -	\$ 13,030	\$ -	\$ -	\$ 13,030
Licenses, permits, and fees	-	-	935,410	29,950	965,360
Interest	1,654	174	52,746	3,662	58,236
Total revenues	<u>1,654</u>	<u>13,204</u>	<u>988,156</u>	<u>33,612</u>	<u>1,036,626</u>
<b>EXPENDITURES</b>					
Community development	3,092	612	814,220	1,998	819,922
Capital outlay	-	-	-	30,094	30,094
Total expenditures	<u>3,092</u>	<u>612</u>	<u>814,220</u>	<u>32,092</u>	<u>850,016</u>
Net changes in fund balances	(1,438)	12,592	173,936	1,520	186,610
<b>FUND BALANCES, BEGINNING</b>	<u>58,698</u>	<u>(20,718)</u>	<u>1,736,793</u>	<u>(50,509)</u>	<u>1,724,264</u>
<b>FUND BALANCES, ENDING</b>	<u>\$ 57,260</u>	<u>\$ (8,126)</u>	<u>\$ 1,910,729</u>	<u>\$ (48,989)</u>	<u>\$ 1,910,874</u>

**CITY OF TROUTDALE, OREGON**  
**Nonmajor Debt Service Funds**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
*For the Year Ended June 30, 2023*

	<b>URA Debt Service Fund</b>	<b>FF&amp;C Debt Service Fund</b>	<b>Debt Service Fund</b>	<b>Total</b>
<b>REVENUES</b>				
Property taxes	\$ 164,526	\$ -	\$ 247,932	\$ 412,458
Interest	-	94,439	10,544	104,983
Total revenues	<u>164,526</u>	<u>94,439</u>	<u>258,476</u>	<u>517,441</u>
<b>EXPENDITURES</b>				
Debt Service				
Principal	-	148,042	345,000	493,042
Interest	11,546	208,359	164,600	384,505
Total expenditures	<u>11,546</u>	<u>356,401</u>	<u>509,600</u>	<u>877,547</u>
Excess (deficiency) of revenues over (under) expenditures	152,980	(261,962)	(251,124)	(360,106)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	1,096,448	175,000	1,271,448
Total other financing sources (uses)	<u>-</u>	<u>1,096,448</u>	<u>175,000</u>	<u>1,271,448</u>
Net changes in fund balances	152,980	834,486	(76,124)	911,342
<b>FUND BALANCES, BEGINNING</b>	<u>1,871,447</u>	<u>2,834,884</u>	<u>248,020</u>	<u>4,954,351</u>
<b>FUND BALANCES, ENDING</b>	<u><u>\$ 2,024,427</u></u>	<u><u>\$ 3,669,370</u></u>	<u><u>\$ 171,896</u></u>	<u><u>\$ 5,865,693</u></u>

**CITY OF TROUTDALE, OREGON**  
**Nonmajor Capital Projects Funds**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
*For the Year Ended June 30, 2023*

	<b>Street Improvement Fund</b>	<b>Parks Improvement Fund</b>	<b>Utilities Undergrounding Fund</b>	<b>Street Reimbursement Fund</b>	<b>Total</b>
<b>REVENUES</b>					
Charges for services	\$ 8,414	\$ 15,000	\$ -	\$ 33,509	\$ 56,923
Franchise	-	-	245,819	-	245,819
Interest	32,190	81,776	93,571	7,283	214,820
Total revenues	<u>40,604</u>	<u>96,776</u>	<u>339,390</u>	<u>40,792</u>	<u>517,562</u>
<b>EXPENDITURES</b>					
Materials and services	1,061	1,441	-	157	2,659
Capital outlay	-	25,354	-	-	25,354
Total expenditures	<u>1,061</u>	<u>26,795</u>	<u>-</u>	<u>157</u>	<u>28,013</u>
Net changes in fund balances	39,543	69,981	339,390	40,635	489,549
<b>FUND BALANCES, BEGINNING</b>	<u>1,101,184</u>	<u>2,784,878</u>	<u>3,115,414</u>	<u>331,280</u>	<u>7,332,756</u>
<b>FUND BALANCES, ENDING</b>	<u><u>\$ 1,140,727</u></u>	<u><u>\$ 2,854,859</u></u>	<u><u>\$ 3,454,804</u></u>	<u><u>\$ 371,915</u></u>	<u><u>\$ 7,822,305</u></u>

**SCHEDULE OF REVENUES,  
EXPENDITURES/EXPENSES  
AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL**

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**Governmental Funds**

***Special Revenue Funds***

Street Tree Fund  
Bike Paths and Trails Fund  
Code Specialties Fund  
Sam Cox Building Fund

***Debt Service Funds***

URA Debt Service Fund  
FF&C Debt Service Fund  
Debt Service Fund

***Capital Projects Funds***

Street Improvement Fund  
Parks Improvement Fund  
Utilities Undergrounding Fund  
Street Reimbursement Fund



**CITY OF TROUTDALE, OREGON**  
**STREET TREE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
Sudivision fees	\$ 1,000	\$ 1,000	\$ -	\$ (1,000)
Interest	350	350	1,654	1,304
Total revenues	1,350	1,350	1,654	304
<b>EXPENDITURES:</b>				
Materials and services	60,592	60,592	3,092	57,500
Total expenditures	60,592	60,592	3,092	57,500
Net changes in fund balances	(59,242)	(59,242)	(1,438)	57,804
<b>FUND BALANCES, BEGINNING</b>	59,242	59,242	58,698	(544)
<b>FUND BALANCES, ENDING</b>	\$ -	\$ -	\$ 57,260	\$ 57,260

**CITY OF TROUTDALE, OREGON  
BIKE PATHS & TRAILS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
Intergovernmental revenues	\$ 12,471	\$ 12,471	\$ 13,030	\$ 559
Interest	100	100	174	74
Total revenues	12,571	12,571	13,204	633
<b>EXPENDITURES:</b>				
Materials and services	500	500	612	(112)
Capital outlay	10,819	10,819	-	10,819
Total expenditures	11,319	11,319	612	10,707
Revenues over (under) expenditures	1,252	1,252	12,592	11,340
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(10,000)	(10,000)	(10,000)	-
Total other financing sources (uses)	(10,000)	(10,000)	(10,000)	-
Net changes in fund balances	(8,748)	(8,748)	2,592	11,340
<b>FUND BALANCES, BEGINNING</b>	8,748	8,748	9,282	534
<b>FUND BALANCES, ENDING</b>	\$ -	\$ -	\$ 11,874	\$ 11,874
Budget to GAAP Reconciliation				
Interfund loan transactions			(20,000)	
GAAP Fund Balance			\$ (8,126)	

**CITY OF TROUTDALE, OREGON**  
**CODE SPECIALTIES FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
Permits and fees	\$ 1,369,000	\$ 1,369,000	\$ 935,410	\$ (433,590)
Miscellaneous	100	100	-	(100)
Interest	25,000	25,000	52,746	27,746
Total revenues	1,394,100	1,394,100	988,156	(405,944)
<b>EXPENDITURES:</b>				
Building inspections	563,850	563,850	519,376	44,474
Electrical inspections	118,095	118,095	100,633	17,462
Plumbing inspections	229,124	229,124	194,211	34,913
Contingency	2,079,491	2,079,491	-	2,079,491
Total expenditures	2,990,560	2,990,560	814,220	2,176,340
Net changes in fund balances	(1,596,460)	(1,596,460)	173,936	1,770,396
<b>FUND BALANCES, BEGINNING</b>	1,596,460	1,596,460	1,736,793	140,333
<b>FUND BALANCES, ENDING</b>	\$ -	\$ -	\$ 1,910,729	\$ 1,910,729

**CITY OF TROUTDALE, OREGON**  
**SAM COX BUILDING FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
Permits and fees	\$ 17,000	\$ 17,000	\$ 29,950	\$ 12,950
Interest	500	500	-	(500)
Miscellaneous	500	500	3,662	3,162
Total revenues	18,000	18,000	33,612	15,612
<b>EXPENDITURES:</b>				
Materials and Services	4,722	4,722	1,998	2,724
Capital Outlay	33,000	33,000	30,094	2,906
Contingency	101,689	101,689	-	101,689
Total expenditures	139,411	139,411	32,092	107,319
Revenues over (under) expenditures	(121,411)	(121,411)	1,520	(91,707)
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers In	-	-	-	-
Transfers Out	(22,500)	(22,500)	(22,500)	-
Total other financing sources (uses)	(22,500)	(22,500)	(22,500)	-
Net changes in fund balances	(143,911)	(143,911)	(20,980)	122,931
<b>FUND BALANCES, BEGINNING</b>	143,911	143,911	151,991	8,080
<b>FUND BALANCES, ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 131,011</u>	<u>\$ 131,011</u>
Budget to GAAP Reconciliation				
Interfund loan transactions			(180,000)	
GAAP Fund Balance			<u>\$ (48,989)</u>	

	Budget			
	Original	Final	Actual	Variance with Final Budget
<b>REVENUES:</b>				
Property taxes				
Current year	\$ 179,857	\$ 179,857	\$ 152,435	\$ (27,422)
Prior year	2,000	2,000	5,892	3,892
Penalties and interest	5,000	5,000	6,199	1,199
Total revenues	186,857	186,857	164,526	(22,331)
<b>EXPENDITURES:</b>				
Debt Service:				
Principal and Interest	210,000	210,000	211,546	(1,546)
Total expenditures	210,000	210,000	211,546	(1,546)
Net changes in fund balances	(23,143)	(23,143)	(47,020)	(23,877)
<b>FUND BALANCES, BEGINNING</b>				
	47,449	47,449	71,447	23,998
<b>FUND BALANCES, ENDING</b>				
	\$ 24,306	\$ 24,306	\$ 24,427	\$ 121
Budget to GAAP Reconciliation				
Interfund loan transactions			2,000,000	
GAAP Fund Balance			\$ 2,024,427	

**CITY OF TROUTDALE, OREGON**  
**FF&C DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2023**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Interest	\$ 10,000	\$ 10,000	\$ 94,439	\$ 84,439
Total revenues	10,000	10,000	94,439	84,439
<b>EXPENDITURES:</b>				
Debt Service:				
Principal	159,500	159,500	148,042	11,458
Interest	210,700	210,700	208,359	2,341
Total expenditures	370,200	370,200	356,401	13,799
Revenues over (under) expenditures	(360,200)	(360,200)	(261,962)	98,238
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	1,060,961	1,060,961	1,096,448	35,487
Total other financing sources (uses)	1,060,961	1,060,961	1,096,448	35,487
Net changes in fund balances	700,761	700,761	834,486	133,725
<b>FUND BALANCES, BEGINNING</b>	2,828,859	2,828,859	2,834,884	6,025
<b>FUND BALANCES, ENDING</b>	<u>\$ 3,529,620</u>	<u>\$ 3,529,620</u>	<u>\$ 3,669,370</u>	<u>\$ 139,750</u>

**CITY OF TROUTDALE, OREGON  
DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
Property taxes				
Current Year	\$ 240,640	\$ 240,640	\$ 238,352	\$ (2,288)
Prior Year	5,000	5,000	9,580	4,580
Interest	100	100	10,544	10,444
Total revenues	245,740	245,740	258,476	12,736
<b>EXPENDITURES:</b>				
Debt Service:				
Principal	340,000	346,000	345,000	1,000
Interest	161,000	165,000	164,600	400
Total debt service	501,000	511,000	509,600	1,400
Revenues over (under)				
expenditures	(255,260)	(265,260)	(251,124)	14,136
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	175,000	185,000	175,000	(10,000)
Total other financing sources	175,000	185,000	175,000	(10,000)
(uses)				
Net changes in fund balances	(80,260)	(80,260)	(76,124)	4,136
<b>FUND BALANCES, BEGINNING</b>	230,839	230,839	248,020	17,181
<b>FUND BALANCES, ENDING</b>	\$ 150,579	\$ 150,579	\$ 171,896	\$ 21,317

**CITY OF TROUTDALE, OREGON  
STREET IMPROVEMENT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2023**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
System development charges	\$ 10,000	\$ 10,000	\$ 8,414	\$ (1,586)
Interest	2,500	2,500	32,190	29,690
Total revenues	12,500	12,500	40,604	28,104
<b>EXPENDITURES:</b>				
Materials and services	25,100	25,100	1,061	24,039
Capital outlay	475,000	475,000	-	475,000
Contingency	600,755	600,755	-	600,755
Total expenditures	1,100,855	1,100,855	1,061	1,099,794
Net changes in fund balances	(1,088,355)	(1,088,355)	39,543	1,127,898
<b>FUND BALANCES, BEGINNING</b>	1,088,355	1,088,355	1,101,184	12,829
<b>FUND BALANCES, ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,140,727</u>	<u>\$ 1,140,727</u>



**CITY OF TROUTDALE, OREGON**  
**PARKS IMPROVEMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
Intergovernmental	\$ 100,000	\$ 100,000	\$ -	\$ (100,000)
System development charges	15,000	15,000	15,000	-
Interest	16,000	16,000	81,776	65,776
Miscellaneous	112,500	112,500	-	(112,500)
Total revenues	243,500	243,500	96,776	(146,724)
<b>EXPENDITURES:</b>				
Materials and services	75,000	75,000	1,441	73,559
Capital outlay	472,500	472,500	25,354	447,146
Contingency	1,719,579	1,719,579	-	1,719,579
Total expenditures	2,267,079	2,267,079	26,795	2,240,284
Revenues over (under) expenditures	(2,023,579)	(2,023,579)	69,981	2,093,560
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers In	-	-	112,500	112,500
Total other financing sources (uses)	-	-	112,500	112,500
Net changes in fund balances	(2,023,579)	(2,023,579)	182,481	2,206,060
<b>FUND BALANCE, BEGINNING</b>	2,023,579	2,023,579	2,232,378	208,799
<b>FUND BALANCE, ENDING</b>	\$ -	\$ -	\$ 2,414,859	\$ 2,414,859
Budget to GAAP Reconciliation				
Interfund loan transactions			440,000	
GAAP Fund Balance			\$ 2,854,859	

**CITY OF TROUTDALE, OREGON**  
**UTILITIES UNDERGROUNDING FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
Franchise fees	\$ 216,794	\$ 216,794	\$ 245,819	\$ 29,025
Interest	35,000	35,000	93,571	58,571
Total revenues	251,794	251,794	339,390	87,596
<b>EXPENDITURES:</b>				
Capital outlay	3,387,403	3,387,403	-	3,387,403
Total expenditures	3,387,403	3,387,403	-	3,387,403
Net changes in fund balances	(3,135,609)	(3,135,609)	339,390	3,474,999
<b>FUND BALANCE, BEGINNING</b>	3,135,609	3,135,609	3,115,414	(20,195)
<b>FUND BALANCE, ENDING</b>	\$ -	\$ -	\$ 3,454,804	\$ 3,454,804

**CITY OF TROUTDALE, OREGON  
STREET REIMBURSEMENT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
System Development Charges	\$ 79,600	\$ 79,600	\$ 33,509	\$ (46,091)
Interest	100	100	7,283	7,183
Total revenues	79,700	79,700	40,792	(38,908)
<b>EXPENDITURES:</b>				
Materials and services	6,000	6,000	157	5,843
Capital outlay	225,000	225,000	-	225,000
Contingency	139,833	139,833	-	139,833
Total expenditures	370,833	370,833	157	370,676
Net changes in fund balances	(291,133)	(291,133)	40,635	331,768
<b>FUND BALANCES, BEGINNING</b>	291,133	291,133	331,280	40,147
<b>FUND BALANCES, ENDING</b>	\$ -	\$ -	\$ 371,915	\$ 371,915

**SCHEDULE OF REVENUES,  
EXPENDITURES/EXPENSES  
AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL**

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**Proprietary Funds**

Water Fund  
Water Improvement Fund  
Water Reimbursement Funds  
Water Fund Reconciliation of Budgetary Revenues and  
Expenditures to Proprietary Revenues and Expenses

Sewer Fund  
Sewer Improvement Fund  
Sewer Reimbursement Fund  
Sewer Fund Reconciliation of Budgetary Revenues and  
Expenditures to Proprietary Revenues and Expenses

Storm Sewer Improvement Fund  
Storm Sewer Utility Fund  
Storm Sewer Reimbursement Fund  
Storm Sewer Fund Reconciliation of Budgetary Revenues and  
Expenditures to Proprietary Revenues and Expenses

Public Services Fund  
Public Service Fund Reconciliation of Budgetary Revenues and  
Expenditures to Proprietary Revenues and Expenses

**CITY OF TROUTDALE, OREGON**  
**WATER FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
Charges for services	\$ 2,717,987	\$ 2,717,987	\$ 3,089,099	\$ 371,112
Interest	5,000	5,000	67,053	62,053
Miscellaneous	79,304	79,304	36,172	(43,132)
Total revenues	2,802,291	2,802,291	3,192,324	390,033
<b>EXPENDITURES:</b>				
Personnel services	773,832	773,832	654,540	119,292
Materials and services	1,792,935	1,792,935	1,459,045	333,890
Capital outlay	1,722,800	1,722,800	736,189	986,611
Contingency	325,000	325,000	-	325,000
Total expenditures	4,614,567	4,614,567	2,849,774	1,764,793
Revenues over (under) expenditures	(1,812,276)	(1,812,276)	342,550	2,154,826
<b>OTHER FINANCING SOURCES (USES):</b>				
Sale of Capital Asset	-	-	12,370	(12,370)
Total other financing sources (uses)	-	-	12,370	(12,370)
Net changes in fund balances	(1,812,276)	(1,812,276)	354,920	2,167,196
<b>FUND BALANCES, BEGINNING</b>	1,849,628	1,849,628	2,429,406	579,778
<b>FUND BALANCES, ENDING</b>	\$ 37,352	\$ 37,352	\$ 2,784,326	\$ 2,746,974

**CITY OF TROUTDALE, OREGON  
WATER IMPROVEMENT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
System development charges	\$ 10,000	\$ 10,000	\$ 36,699	\$ 26,699
Interest	100	100	25,960	25,860
Total revenues	10,100	10,100	62,659	52,559
<b>EXPENDITURES:</b>				
Materials and services	56,000	56,000	1,574	54,426
Capital outlay	160,000	160,000	24,474	135,526
Contingency	460,715	460,715	-	460,715
Total expenditures	676,715	676,715	26,048	650,667
Net changes in fund balances	(666,615)	(666,615)	36,611	703,226
<b>FUND BALANCES, BEGINNING</b>	666,615	666,615	894,579	227,964
<b>FUND BALANCES, ENDING</b>	\$ -	\$ -	\$ 931,190	\$ 931,190

**CITY OF TROUTDALE, OREGON  
WATER REIMBURSEMENT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
System Development Charges	\$ 26,890	\$ 26,890	\$ 21,614	\$ (5,276)
Interest	300	300	7,056	6,756
Total revenues	27,190	27,190	28,670	1,480
<b>EXPENDITURES:</b>				
Materials and services	6,000	6,000	535	5,465
Capital outlay	56,000	56,000	3,355	52,645
Contingency	122	122	-	122
Total expenditures	62,122	62,122	3,890	58,232
Net changes in fund balances	(34,932)	(34,932)	24,780	59,712
<b>FUND BALANCES, BEGINNING</b>	34,932	34,932	411,939	377,007
<b>FUND BALANCES, ENDING</b>	\$ -	\$ -	\$ 436,719	\$ 436,719

**CITY OF TROUTDALE, OREGON**  
**WATER FUND**  
**RECONCILIATION OF BUDGETARY REVENUES AND EXPENDITURES**  
**TO PROPRIETARY REVENUES AND EXPENSES**  
**For the Year Ended June 30, 2023**

	<b>Revenues</b>	<b>Expenditures/ Expenses</b>
Water Fund	\$ 3,204,694	\$ 2,849,774
Water Improvement Fund	62,659	26,048
Water Reimbursement Fund	28,670	3,890
Total (Budgetary)	<u>3,296,023</u>	<u>2,879,712</u>
Capital outlay expenditures capitalized	-	(731,268)
Loss on capital asset	(11,628)	-
Depreciation expense	-	378,146
Pension expense	-	17,858
Net change in accrued compensated absences	<u>-</u>	<u>10,890</u>
Revenues and expenses (GAAP)	\$ 3,284,395	\$ 2,555,338



**CITY OF TROUTDALE, OREGON  
SEWER FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
Charges for services	\$ 3,816,413	\$ 3,816,413	\$ 4,135,056	\$ 318,643
Interest	40,000	40,000	129,152	89,152
Miscellaneous	1,000	1,000	16,114	15,114
Total revenues	3,857,413	3,857,413	4,280,322	422,909
<b>EXPENDITURES:</b>				
Personnel services	726,307	754,807	739,466	15,341
Materials and services	2,223,413	2,223,413	2,097,221	126,192
Capital outlay	1,157,500	1,507,500	1,033,155	474,345
Debt Service		1,500	508	992
Contingency	600,000	220,000	-	220,000
Total expenditures	4,707,220	4,707,220	3,870,350	836,870
Revenues over (under) expenditures	(849,807)	(849,807)	409,972	1,259,779
<b>OTHER FINANCING SOURCES (USES):</b>				
Sale of capital asset	-	-	7,808	7,808
Total other financing sources (uses)	-	-	7,808	7,808
Net changes in fund balances	(849,807)	(849,807)	417,780	1,267,587
<b>FUND BALANCES, BEGINNING</b>	3,598,429	3,598,429	4,454,337	855,908
<b>FUND BALANCES, ENDING</b>	<u>\$ 2,748,622</u>	<u>\$ 2,748,622</u>	<u>\$ 4,872,117</u>	<u>\$ 2,123,495</u>

**CITY OF TROUTDALE, OREGON**  
**SEWER IMPROVEMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
System development charges	\$ 40,000	\$ 40,000	\$ 166,819	\$ 126,819
Interest	12,000	12,000	58,459	46,459
Total revenues	52,000	52,000	225,278	173,278
<b>EXPENDITURES:</b>				
Materials and Services	26,000	26,000	1,256	24,744
Capital Outlay	180,000	180,000	-	180,000
Contingency	1,961,315	1,961,315	-	1,961,315
Total expenditures	2,167,315	2,167,315	1,256	2,166,059
Net changes in fund balances	(2,115,315)	(2,115,315)	224,022	2,339,337
<b>FUND BALANCES, BEGINNING</b>	2,115,315	2,115,315	1,967,555	(147,760)
<b>FUND BALANCES, ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,191,577</u>	<u>\$ 2,191,577</u>

**CITY OF TROUTDALE, OREGON  
SEWER REIMBURSEMENT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
System Development Charges	\$ 70,850	\$ 70,850	\$ 506,053	\$ 435,203
Interest	1,000	1,000	72,271	71,271
Total revenues	71,850	71,850	578,324	506,474
<b>EXPENDITURES:</b>				
Materials and services	26,000	26,000	1,792	24,208
Capital outlay	456,000	456,000	45,700	410,300
Contingency	2,167,497	2,167,497	-	2,167,497
Total expenditures	2,649,497	2,649,497	47,492	2,602,005
Net changes in fund balances	(2,577,647)	(2,577,647)	530,832	3,108,479
<b>FUND BALANCES, BEGINNING</b>	2,577,647	2,577,647	2,834,816	257,169
<b>FUND BALANCES, ENDING</b>	\$ -	\$ -	\$ 3,365,648	\$ 3,365,648

**CITY OF TROUTDALE, OREGON**  
**SEWER FUND**  
**RECONCILIATION OF BUDGETARY REVENUES AND EXPENDITURES**  
**TO PROPRIETARY REVENUES AND EXPENSES**  
**For the Year Ended June 30, 2023**

	<b>Revenues</b>	<b>Expenditures/ Expenses</b>
Sewer Fund	\$ 4,288,130	\$ 3,870,350
Sewer Improvement Fund	225,278	1,256
Sewer Reimbursement Fund	578,324	47,492
Total	<u>5,091,732</u>	<u>3,919,098</u>
Depreciation expense	-	727,886
Capital outlay	-	(960,220)
Net change in accrued compensated absences	-	430
Pension expense	<u>-</u>	<u>17,858</u>
Revenues and expenses	\$ 5,091,732	\$ 3,705,052

**CITY OF TROUTDALE, OREGON  
STORM SEWER UTILITY FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
Charges for services	\$ 1,278,951	\$ 1,278,951	\$ 1,276,783	\$ (2,168)
Licenses and permits	4,000	4,000	-	(4,000)
Interest	500	500	47,016	46,516
Miscellaneous	500	500	7,497	6,997
Total revenues	1,283,951	1,283,951	1,331,296	47,345
<b>EXPENDITURES:</b>				
Personnel services	293,738	308,738	300,265	8,473
Materials and services	696,463	696,463	558,536	137,927
Capital outlay	223,000	223,000	43,376	179,624
Contingency	1,445,841	1,430,841	-	1,430,841
Total expenditures	2,659,042	2,659,042	902,177	1,756,865
Net changes in fund balances	(1,375,091)	(1,375,091)	429,119	1,804,210
<b>FUND BALANCES, BEGINNING</b>	1,375,091	1,375,091	1,492,856	117,765
<b>FUND BALANCES, ENDING</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,921,975</u>	<u>\$ 1,921,975</u>

**CITY OF TROUTDALE, OREGON**  
**STORM SEWER IMPROVEMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2023**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
<b>REVENUES:</b>				
System development charges	\$ 10,000	\$ 10,000	\$ 20,894	\$ 10,894
Interest	40,000	40,000	91,620	51,620
Total revenues	50,000	50,000	112,514	62,514
<b>EXPENDITURES:</b>				
Materials and services	11,000	11,000	886	10,114
Capital outlay	575,000	575,000	-	575,000
Contingency	2,536,714	2,536,714	-	2,536,714
Total expenditures	3,122,714	3,122,714	886	3,121,828
Net changes in fund balances	(3,072,714)	(3,072,714)	111,628	3,184,342
<b>FUND BALANCES, BEGINNING</b>	3,072,714	3,072,714	3,111,898	39,184
<b>FUND BALANCES, ENDING</b>	\$ -	\$ -	\$ 3,223,526	\$ 3,223,526

**CITY OF TROUTDALE, OREGON**  
**STORM SEWER REIMBURSEMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
System Development Charges	\$ 16,670	\$ 16,670	\$ 5,272	\$ (11,398)
Interest	100	100	3,649	3,549
Total revenues	16,770	16,770	8,921	(7,849)
<b>EXPENDITURES:</b>				
Materials and services	11,000	11,000	56	10,944
Capital outlay	55,000	55,000	29,107	25,893
Contingency	93,782	93,782	-	93,782
Total expenditures	159,782	159,782	29,163	130,619
Net changes in fund balances	(143,012)	(143,012)	(20,242)	122,770
<b>FUND BALANCES, BEGINNING</b>	143,012	143,012	157,401	14,389
<b>FUND BALANCES, ENDING</b>	\$ -	\$ -	\$ 137,159	\$ 137,159

**CITY OF TROUTDALE, OREGON**  
**STORM SEWER FUND**  
**RECONCILIATION OF BUDGETARY REVENUES AND EXPENDITURES**  
**TO PROPRIETARY REVENUES AND EXPENSES**  
**For the Year Ended June 30, 2023**

	<b>Revenues</b>	<b>Expenditures/ Expenses</b>
Storm Sewer Improvement Fund	\$ 112,514	\$ 886
Storm Sewer Utility Fund	1,331,296	902,177
Storm Sewer Reimbursement Fund	8,921	29,163
Total	<u>1,452,731</u>	<u>932,226</u>
Depreciation expense	-	242,599
Capital outlay	-	(65,771)
Pension expense	-	8,118
Accrued vacation expense	<u>                    </u>	<u>1,472</u>
Revenues and expenses	\$ 1,452,731	\$ 1,118,644



**CITY OF TROUTDALE, OREGON**  
**INTERNAL SERVICES FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2023**

	Budget			Variance with
	Original	Final	Actual	Final Budget
<b>REVENUES:</b>				
Charges for services	\$ 1,991,714	\$ 1,991,714	\$ 1,907,790	\$ (83,924)
Licenses and permits	4,556	4,556	13,190	8,634
Interest	1,000	1,000	29,669	28,669
Miscellaneous	-	-	281	281
Total revenues	1,997,270	1,997,270	1,950,930	(46,340)
<b>EXPENDITURES:</b>				
Equipment maintenance	467,100	467,100	426,334	40,766
Public works management	1,766,791	1,766,791	1,380,337	386,454
Contingency	524,086	524,086	-	524,086
Total expenditures	2,757,977	2,757,977	1,806,671	951,306
Net Changes in fund balances	(760,707)	(760,707)	144,259	904,966
<b>FUND BALANCES, BEGINNING</b>	760,707	760,707	917,190	156,483
<b>FUND BALANCES, ENDING</b>	\$ -	\$ -	\$ 1,061,449	\$ 1,061,449

**CITY OF TROUTDALE, OREGON**  
**PUBLIC SERVICES FUND**  
**RECONCILIATION OF BUDGETARY REVENUES AND EXPENDITURES**  
**TO PROPRIETARY REVENUES AND EXPENSES**  
**For the Year Ended June 30, 2023**

	<b>Revenues</b>	<b>Expenditures/ Expenses</b>
Public Services Fund	<u>\$ 1,950,930</u>	<u>\$ 1,806,671</u>
Total	1,950,930	1,806,671
Depreciation expense	-	70,680
Capital outlay	-	(60,592)
Debt payments	-	(28,006)
Net change in accrued compensated absences	<u>-</u>	<u>56,180</u>
Revenues and expenses	\$ 1,950,930	\$ 1,844,933

**CAPITAL ASSETS  
USED IN THE OPERATION  
OF GOVERNMENTAL FUNDS**

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**CITY OF TROUTDALE, OREGON**  
**Capital Assets Used in the Operation of Governmental Funds**  
**Schedule By Source**  
*June 30, 2023*

**Governmental funds capital assets:**

Land	\$ 5,800,677
Right to use equipment lease	24,964
Land improvements	10,560,844
Buildings and building improvements	10,882,631
Right to use building lease	762,403
Equipment	1,319,985
Infrastructure	25,612,505
Subscription assets	419,431
Work in process	<u>309,374</u>
 Total governmental funds capital assets	 <u><u>\$ 55,692,814</u></u>

**Investments in governmental capital assets by source:**

Balance, July 1, 2022	\$ 54,827,433
 Net changes provided by:	
General fund	726,453
Urban Renewal	58,359
Parks	69,792
Streets	<u>10,777</u>
Total	865,381
 Total governmental funds capital assets	 <u><u>\$ 55,692,814</u></u>

**CITY OF TROUTDALE, OREGON**  
**Capital Assets Used in the Operation of Governmental Funds**  
**Schedule By Function and Activity**  
*June 30, 2023*

	<u>Land and Land Improvements and Intangibles</u>	<u>Buildings and Improvements</u>	<u>Equipment</u>	<u>Subscriptions</u>	<u>Infrastructure</u>	<u>Work in Progress</u>	<u>Total</u>
General Government	\$ 1,794,189	\$ 2,153,576	\$ 295,506	419,431	\$ -	\$ -	\$ 4,662,702
Urban Renewal	6,751,289	-	-	-	-	244,913	6,996,202
Community Development	6,955,904	2,029,817	547,736	-	-	64,459	9,597,916
Public Safety	115,781	7,425,335	32,000	-	-	-	7,573,116
Highways and Streets	<u>744,358</u>	<u>36,307</u>	<u>469,708</u>	<u>-</u>	<u>25,612,505</u>	<u>-</u>	<u>26,862,878</u>
Total Investment	<u>\$ 16,361,521</u>	<u>\$ 11,645,035</u>	<u>\$ 1,344,950</u>	<u>\$ 419,431</u>	<u>\$ 25,612,505</u>	<u>\$ 309,372</u>	<u>\$ 55,692,814</u>

**CITY OF TROUTDALE, OREGON**  
**Capital Assets Used in the Operation of Governmental Funds**  
**Schedule of Changes by Function and Activity**  
*For the Year Ended June 30, 2023*

Function and Activity	Balance July 1, 2022	Additions	Deductions	Balance June 30, 2023
General Government	\$ 3,936,248	\$ 1,810,695	\$ (1,084,241)	\$ 4,662,702
Urban Renewal	6,937,844	58,358	-	6,996,202
Community Development	9,528,125	154,841	(85,050)	9,597,916
Public Safety	7,573,113	3	-	7,573,116
Highways and Streets	<u>26,852,103</u>	<u>44,708</u>	<u>(33,933)</u>	<u>26,862,878</u>
<b>Total Investment</b>	<u><u>\$ 54,827,433</u></u>	<u><u>\$ 2,068,605</u></u>	<u><u>\$ (1,203,224)</u></u>	<u><u>\$ 55,692,814</u></u>

City of Troutdale, Oregon

SCHEDULE OF PROPERTY TAX TRANSACTIONS AND OUTSTANDING BALANCES

June 30, 2023

Tax Year	Taxes Uncollected July 1, 2022	Add Levy As Extended By Assessor	(Deduct) Discounts Allowed	Add Interest Adjustments	Add (Deduct) Cancellations and Adjustments	(Deduct) Interest and Tax Collected	Taxes Uncollected June 30, 2023
2022-2023	\$	\$ 6,892,607	\$ (180,984)	\$ 810	\$ (19,503)	\$ (6,597,004)	\$ 95,926
2021-2022	75,803		276	1,091	(11,546)	(30,921)	34,703
2020-2021	31,746		85	803	(5,124)	(7,603)	19,906
2019-2020	19,342		37	1,821	(1,674)	(9,771)	9,755
2018-19	8,348		40	1,013	(1,521)	(5,845)	2,036
2017-18	2,571		1	215	(487)	(818)	1,482
2016-17	1,376		-	213	(159)	(620)	811
2015-16	604		-	6	(9)	(19)	582
2014-15	536		-	7	(97)	(20)	426
2013-14	487		-	4	(3)	(9)	478
2012-13	634		-	2	(6)	(5)	625
2011-12 and prior	12,170		-	153	(31)	(289)	12,005
Total	\$ <u>153,618</u>	\$ <u>6,892,607</u>	\$ <u>(180,546)</u>	\$ <u>6,138</u>	\$ <u>(40,159)</u>	\$ <u>(6,652,924)</u>	\$ <u>178,735</u>

	Revenue Total	Receivable June 30, 2023
Governmental Funds	\$ 6,652,924	\$ 178,735
Miscellaneous adjustments		
Change in property taxes subject to accrual	<u>1,359</u>	
Total taxes, tax penalties and interest	\$ <u>6,654,283</u>	

## **OTHER INFORMATION**

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City of Troutdale, Oregon

SCHEDULE OF DEBT PRINCIPAL TRANSACTIONS

June 30, 2023

	Interest Rate		Original Issue		Outstanding July 1, 2022	2022-2023 Transactions			Outstanding at June 30, 2023
			Date	Amount		Increases/ (Reductions)	Matured/ Called	Paid	Unmatured
<u>General obligation bonds</u>									
Police Facility Bonds Refunding Series 2021	3.25-4.0	%	7-7-21	\$ 4,570,000	\$ 4,230,000	\$ -	\$ 345,000	\$ 345,000	\$ 3,885,000
<u>Full Faith and Credit Obligations</u>									
Troutdale Riverfront Renewal Plan	3.15-3.59	%	3-1-18	\$ 5,000,000	\$ 5,000,000	\$ -	\$ -	\$ -	\$ 5,000,000
Riverfront Redevelopment Cleanup Project State Brownfields Redevelopment Fd Financing Contract #N20018	3.00	%	8-13-2020	\$ 1,500,000	\$ 1,500,000	\$ (60,000)	\$ 134,415	\$ 134,415	\$ 1,305,585
<u>Leases - Right to Use</u>									
Governmental Activities Various Equipment Leases	7.27-17.31	%	various	\$ 46,117	\$ 16,786	\$ -	\$ 7,686	\$ 7,686	\$ 9,100
Various Facility Leases	0.33	%	various	\$ 195,345	\$ 116,207	\$ 646,386	\$ 128,204	\$ 128,204	\$ 634,389
				#					
Business-type Activities Various Equipment Leases	3.86-12.55	%	various	\$ 8,893	\$ 16,374	\$ -	\$ 4,606	\$ 4,606	\$ 11,768
<u>IT Subscriptions - Right to Use</u>									
Governmental Activities Administrative Processing Software	2.95	%	7-1-22	\$ 419,431	\$ -	\$ 419,431	\$ 79,081	\$ 79,081	\$ 340,350
Business-type Activities Production Processing Software	2.95	%	7-1-22	\$ 124,107	\$ -	\$ 124,107	\$ 23,400	\$ 23,400	\$ 100,707

City of Troutdale, Oregon

SCHEDULE OF DEBT INTEREST TRANSACTIONS

June 30, 2023

	Issue Date			2022-2023 Transactions			Future Liability at June 30, 2023	
		Unmatured	Total	Increases/ (Reductions)	Matured	Paid	Unmatured	Total
<u>General obligation bonds</u>								
Police Facility Bonds, Refunding Series 2021 3.25%-4.0% interest	7-7-21	\$ <u>903,675</u>	\$ <u>903,675</u>	\$ <u>-</u>	\$ <u>164,600</u>	\$ <u>164,600</u>	\$ <u>739,075</u>	\$ <u>739,075</u>
<u>Full Faith and Credit Obligations</u>								
Troutdale Riverfront Renewal Plan	3-1-18	\$ <u>679,000</u>	\$ <u>679,000</u>	\$ <u>-</u>	\$ <u>167,000</u>	\$ <u>167,000</u>	\$ <u>512,000</u>	\$ <u>512,000</u>
Riverfront Redevelopment Cleanup Project State Brownfields Redevelopment Fund Financing Contract #N20018	8-13-2020	\$ <u>190,696</u>	\$ <u>190,696</u>	\$ <u>-</u>	\$ <u>43,700</u>	\$ <u>43,700</u>	\$ <u>146,996</u>	\$ <u>146,996</u>
<u>Leases - Right to Use</u>								
Governmental Activities Various Equipment Leases	various	\$ <u>2,237</u>	\$ <u>2,237</u>	\$ <u>-</u>	\$ <u>1,436</u>	\$ <u>1,436</u>	\$ <u>801</u>	\$ <u>801</u>
Governmental Activities Various Facility Leases	various	\$ <u>360</u>	\$ <u>360</u>	\$ <u>84,020</u>	\$ <u>3,319</u>	\$ <u>3,319</u>	\$ <u>81,061</u>	\$ <u>81,061</u>
Business-type Activities Various Equipment Leases	various	\$ <u>1,614</u>	\$ <u>1,614</u>	\$ <u>-</u>	\$ <u>767</u>	\$ <u>767</u>	\$ <u>847</u>	\$ <u>847</u>
<u>IT Subscriptions - Right to Use</u>								
Governmental Activities Administrative Processing Software	7-1-22	<u>-</u>	\$ <u>-</u>	\$ <u>37,839</u>	\$ <u>12,373</u>	\$ <u>12,373</u>	\$ <u>25,466</u>	\$ <u>25,466</u>
Business-type Activities Production Processing Software	7-1-22	<u>-</u>	\$ <u>-</u>	\$ <u>11,196</u>	\$ <u>3,661</u>	\$ <u>3,661</u>	\$ <u>7,535</u>	\$ <u>7,535</u>

City of Troutdale, Oregon

SCHEDULE OF FUTURE DEBT SERVICE REQUIREMENTS  
OF GENERAL OBLIGATION BONDS

June 30, 2023

Year of Maturity	Police Facility Refunding Series 2021 Issued 7-7-2021	
	Principal	Interest
2023-24	\$ 370,000	\$ 150,800
2024-25	405,000	136,000
2025-26	430,000	119,800
2026-27	470,000	103,675
2027-28	495,000	88,400
2028-29	530,000	68,600
2029-30	575,000	47,400
2030-31	<u>610,000</u>	<u>24,400</u>
	\$ <u><u>3,885,000</u></u>	\$ <u><u>739,074</u></u>

City of Troutdale, Oregon

SCHEDULE OF GENERAL GOVERNMENTAL REVENUES BY SOURCE  
BUDGETARY BASIS  
ALL GOVERNMENTAL FUND TYPES

Last ten fiscal years

(1) Fiscal year ended June 30,	Taxes	Intergovern- mental Revenues	Licenses and Permits	Fines and Forfeitures	Charges for Current Services	Franchise Fees	Micellaneous Revenues	Total
2014	\$ 4,910,416	\$ 2,237,890	\$ 356,378	\$ 339,269	\$ 344,131	\$ 1,276,287	\$ 1,189,477	\$ 10,653,848
2015	5,479,355	2,498,274	401,936	295,888	313,894	1,319,304	1,012,273	11,320,924
2016	5,879,695	2,617,629	269,583	222,053	60,110	1,332,446	1,441,518	11,823,034
2017	6,515,952	2,570,534	1,054,239	381,928	67,403	1,345,455	2,111,679	14,047,190
2018	7,107,336	2,867,310	1,742,901	235,011	874,578	1,397,703	2,258,970	16,483,809
2019	7,417,593	3,197,483	681,822	265,867	203,495	1,449,159	2,269,037	15,484,456
2020	7,670,016	2,918,014	826,231	258,240	1,665,445	1,506,321	2,332,022	17,176,289
2021	7,832,574	4,027,831	531,677	235,317	887,203	1,555,665	2,035,187	17,105,454
2022	8,261,920	5,416,518	882,100	281,446	1,684,177	1,714,422	1,650,328	19,890,911
2023	8,516,110	5,791,814	1,018,365	375,820	993,112	1,848,987	3,035,641	21,579,849

(1) This schedule is presented on the budgetary basis. Statements and Schedules of Revenue, Expenditures, and Changes in Fund Balance, Budget and Actual are used to determine these amounts and supplemented by detailed financial records of the City.

City of Troutdale, Oregon

SCHEDULE OF GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION  
BUDGETARY BASIS  
ALL GOVERNMENTAL FUND TYPES

Last ten fiscal years

(1) Fiscal year ended June 30,	General Government	Public Safety	Highways and Streets	Community Development	Solid Waste/ Recycling	Capital Outlay	Debt Service	Total
2014	\$ 2,067,329	\$ 5,462,943	\$ 929,899	\$ 1,581,270	\$ 17,225	\$ 619,939	\$ 140,286	\$ 10,818,891
2015	2,182,269	5,677,030	732,538	1,617,532	15,114	307,304	142,093	10,673,880
2016	2,101,025	5,572,587	977,486	1,649,501	14,832	616,417	143,843	11,075,691
2017	2,281,365	5,391,943	731,374	2,000,360	9,257	344,192	145,354	10,903,845
2018	2,542,026	5,552,528	1,001,291	2,374,536	14,297	3,312,230	183,330	14,980,238
2019	2,495,214	5,920,806	1,319,170	3,293,967	11,997	2,845,198	167,000	16,053,352
2020	2,776,919	6,300,868	1,916,831	3,044,448	15,411	2,247,870	734,655	17,037,002
2021	3,447,499	6,634,570	1,730,287	3,024,155	24,824	734,378	738,369	16,334,082
2022	3,399,564	6,792,222	1,745,399	2,780,248	18,438	475,352	5,982,527	21,193,750
2023	2,916,873	7,129,077	1,935,856	3,857,779	51,763	1,199,259	1,030,115	18,120,722

(1) This schedule is presented on the budgetary basis. Statements and Schedules of Revenue, Expenditures, and Changes in Fund Balance, Budget and Actual are used to determine these amounts and supplemented by detailed financial records of the City.

City of Troutdale, Oregon

SCHEDULE OF ACCOUNTABILITY FOR INDEPENDENTLY ELECTED OFFICIALS

Fiscal year ended June 30, 2023

Oregon Revised Statutes section 297 requires a statement of accountability for each independently elected official collecting or receiving money in the municipal corporation. The statement is a presentation of the beginning balances, receipts, disbursements, refunds, and turnovers to the appropriate governmental official, reconciled to cash on hand at the beginning and end of the audit period.

In compliance with ORS 297, there are no independently elected officials that collect or receive money on behalf of the City of Troutdale.

# **STATISTICAL SECTION**

This part of the City of Troutdale's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall health.

## **Pages**

### **Financial Trends**

These schedules contain trend information to help the reader understand how the City's financial performance and well-being has changed over time.

96-100

### **Revenue Capacity**

These schedules contain trend information to help the reader assess the City's local revenue source, the property tax.

101-104

### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

105-108

### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

109-113

### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

114-115

**CITY OF TROUTDALE , OREGON**  
**NET POSITION BY COMPONENT**  
**Last Ten Fiscal Years Ending June 30th**  
**(accrual basis of accounting)**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities										
Net investment in capital assets	\$ 11,679,907	\$ 10,979,510	\$ 11,576,791	\$ 11,304,143	\$ 8,767,186	\$ 12,528,876	\$ 14,391,019	\$ 13,541,199	\$ 13,016,440	\$ 13,414,333
Restricted	5,478,484	5,893,683	5,886,401	7,647,283	11,091,412	12,116,955	14,817,802	16,072,989	18,561,612	20,530,195
Unrestricted	3,110,090	2,775,525	1,610,901	1,255,451	4,171,911	2,058,656	32,835	1,081,141	2,858,835	5,413,355
Total governmental activities net assets	<u>\$ 20,268,481</u>	<u>\$ 19,648,718</u>	<u>\$ 19,074,093</u>	<u>\$ 20,206,877</u>	<u>\$ 24,030,509</u>	<u>\$ 26,704,487</u>	<u>\$ 29,241,656</u>	<u>\$ 30,695,329</u>	<u>\$ 34,436,887</u>	<u>\$ 39,357,883</u>
Business-type activities										
Net investment in capital assets	\$ 30,043,118	\$ 29,873,029	\$ 30,273,275	\$ 30,214,400	\$ 31,536,933	\$ 31,623,622	\$ 32,225,418	\$ 31,700,969	\$ 31,105,458	\$ 31,520,376
Restricted	2,332,344	2,374,868	2,044,059	2,121,132	3,288,474	4,684,760	5,230,099	6,339,894	9,386,906	10,288,809
Unrestricted	3,449,058	3,417,969	2,116,593	3,323,380	3,871,447	4,069,924	3,668,489	5,464,196	8,148,931	9,387,931
Total business-type activities net assets	<u>\$ 35,824,520</u>	<u>\$ 35,665,866</u>	<u>\$ 34,433,927</u>	<u>\$ 35,658,912</u>	<u>\$ 38,696,854</u>	<u>\$ 40,378,306</u>	<u>\$ 41,124,006</u>	<u>\$ 43,505,059</u>	<u>\$ 48,641,295</u>	<u>\$ 51,197,116</u>
Primary government										
Net investment in capital assets	\$ 41,723,025	\$ 40,852,539	\$ 41,850,066	\$ 41,518,543	\$ 40,304,119	\$ 44,152,498	\$ 46,616,437	\$ 45,242,168	\$ 44,121,898	\$ 44,934,709
Restricted	7,810,828	8,268,551	7,930,460	9,768,415	14,379,886	16,801,715	20,047,901	22,412,883	27,948,518	30,819,004
Unrestricted	6,559,148	6,193,494	3,727,494	4,578,831	8,043,358	6,128,580	3,701,324	6,545,337	11,007,766	14,801,286
Total primary government net assets	<u>\$ 56,093,001</u>	<u>\$ 55,314,584</u>	<u>\$ 53,508,020</u>	<u>\$ 55,865,789</u>	<u>\$ 62,727,363</u>	<u>\$ 67,082,793</u>	<u>\$ 70,365,662</u>	<u>\$ 74,200,388</u>	<u>\$ 83,078,182</u>	<u>\$ 90,554,999</u>

<sup>1</sup> Information is presented for years ended subsequent to the implementation of GASB Statement No. 34.



**CITY OF TROUTDALE , OREGON**  
**CHANGES IN NET POSITION**  
**Last Ten Fiscal Years Ending June 30th**  
**(accrual basis of accounting)**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Expenses</b>										
Governmental activities:										
General government	\$ 1,875,390	\$ 2,016,349	\$ 2,251,403	\$ 2,366,482	\$ 2,344,521	\$ 2,048,064	\$ 2,831,406	\$ 3,443,527	\$ 3,359,514	\$ 2,978,597
Public safety	5,365,424	5,235,720	6,536,118	6,272,781	5,767,448	5,569,285	6,396,456	6,625,288	6,861,384	7,349,093
Highways and streets	1,408,175	1,166,959	1,519,782	1,179,564	1,319,285	1,540,598	2,182,418	2,026,287	1,981,049	2,209,727
Solid waste/recycling	15,945	13,375	16,926	10,465	14,408	10,946	15,235	24,209	18,210	52,273
Community development	1,812,461	1,780,461	2,204,802	2,579,361	2,565,323	3,183,733	3,238,324	3,124,179	2,885,429	4,054,223
Interest on long-term debt	1,379	15,454	11,020	6,215	37,488	166,046	418,620	397,251	389,592	398,813
Transfers Out	-	-	-	-	-	-	-	-	-	-
Total governmental activities expenses	10,478,774	10,228,318	12,540,051	12,414,868	12,048,473	12,518,672	15,082,459	15,640,741	15,495,178	17,042,726
Business-type activities:										
Water	\$ 1,887,225	\$ 1,696,706	\$ 2,409,035	\$ 1,975,540	\$ 1,837,104	\$ 2,644,216	\$ 2,170,890	\$ 2,588,595	\$ 2,563,098	\$ 2,555,338
Sewer	3,343,454	3,087,108	4,066,368	3,262,115	3,446,285	3,531,119	3,233,923	3,400,426	3,377,648	3,705,052
Storm sewer	461,676	614,969	1,303,614	835,776	813,068	1,009,700	1,046,295	866,763	1,059,022	1,118,644
Public services	1,081,187	1,108,024	1,336,509	1,333,159	1,552,103	1,788,365	1,717,118	1,813,519	1,872,315	1,840,703
Total business-type activities expenses	6,773,542	6,506,807	9,115,526	7,406,590	7,648,560	8,973,400	8,168,226	8,669,303	8,872,083	9,219,737
Total primary government expenses	\$ 17,252,316	\$ 16,735,125	\$ 21,655,577	\$ 19,821,458	\$ 19,697,033	\$ 21,492,072	\$ 23,250,685	\$ 24,310,044	\$ 24,367,261	\$ 26,262,463
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General government	\$ 397,213	\$ 325,671	\$ 69,903	\$ 55,717	\$ 57,058	\$ 57,544	\$ 1,162,322	\$ 796,667	\$ 959,386	\$ 989,194
Other activities	8,175	7,875	600	2,700	-	-	-	19,482	14,435	-
Operating grants and contributions	889,969	929,972	963,559	974,986	1,051,943	1,199,833	1,124,872	1,221,393	1,321,226	1,322,733
Capital grants and contributions	50,397	57,550	509,705	57,376	865,435	91,957	549,558	65,000	637,954	23,414
Total governmental activities program revenues	1,345,754	1,321,068	1,543,767	1,090,779	1,974,436	1,349,334	2,836,752	2,102,542	2,933,001	2,335,341
Business-type activities:										
Charges for services:										
Water	1,443,755	1,429,516	1,670,061	1,699,038	2,105,320	2,349,240	2,245,950	2,764,547	2,860,548	3,089,099
Sewer	2,471,898	2,575,013	2,777,232	2,895,792	3,087,338	3,422,477	3,524,806	3,813,031	4,098,053	4,135,056
Storm sewer	240,270	251,092	319,224	380,035	618,967	937,188	1,062,834	1,192,560	1,260,792	1,276,783
Public services	1,029,977	973,584	1,323,756	1,638,251	1,714,483	1,691,434	1,968,467	1,933,376	1,928,725	1,920,980
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	63,281	4,176,323	52,032	104,379	1,654,498	1,441,731	463,654	1,114,116	3,057,195	757,351
Total business-type activities program revenues	5,249,181	9,405,528	6,142,305	6,717,495	9,180,606	9,842,070	9,265,711	10,817,630	13,205,313	11,179,269
Total primary government program revenues	\$ 6,594,935	\$ 10,726,596	\$ 7,686,072	\$ 7,808,274	\$ 11,155,042	\$ 11,191,404	\$ 12,102,463	\$ 12,920,172	\$ 16,138,314	\$ 13,514,610

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Net(expense)/revenue										
Governmental activities	\$ (8,907,250)	\$ (8,915,124)	\$ (10,996,284)	\$ (11,324,089)	\$ (10,074,037)	\$ (11,169,338)	\$ (12,245,498)	\$ (13,538,199)	\$ (12,562,177)	\$ (14,707,385)
Business-type activities	2,898,721	(1,037,004)	(2,973,221)	(689,095)	1,532,046	868,670	1,097,485	2,148,327	4,333,230	1,959,532
Total primary government net expense	<u>\$ (6,008,529)</u>	<u>\$ (9,952,128)</u>	<u>\$ (13,969,505)</u>	<u>\$ (12,013,184)</u>	<u>\$ (8,541,991)</u>	<u>\$ (10,300,668)</u>	<u>\$ (11,148,013)</u>	<u>\$ (11,389,872)</u>	<u>\$ (8,228,947)</u>	<u>\$ (12,747,853)</u>
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Taxes										
Property taxes	\$ 4,389,337	\$ 4,862,600	\$ 4,945,564	\$ 5,218,664	\$ 5,417,849	\$ 5,546,391	\$ 6,113,796	\$ 6,255,637	\$ 6,425,825	\$ 6,678,551
Franchise taxes	1,276,287	1,319,304	1,332,446	1,345,455	1,397,703	1,449,159	1,506,321	1,555,665	1,714,422	1,848,987
Business income taxes	789,670	875,509	1,118,817	1,054,570	1,185,784	1,343,887	1,111,907	1,495,069	1,735,106	1,718,219
Hotel taxes	480,624	47,516	718,344	738,182	724,913	716,523	548,594	537,637	817,018	863,104
Liquour taxes	224,251	577,726	230,109	245,594	256,000	268,894	287,180	315,733	305,068	326,226
Cigarette taxes	21,545	21,382	21,140	20,367	19,813	18,543	17,693	15,554	13,408	12,104
Solid waste taxes	56,968	58,114	64,176	64,278	74,054	70,046	65,580	64,844	64,512	61,288
Unrestricted grants and contributions	-	-	-	-	-	-	-	-	-	-
Investment earnings	45,229	45,229	61,068	114,463	258,228	424,820	386,982	144,931	(282,057)	1,077,067
Miscellaneous	2,065,383	2,219,435	1,929,995	3,655,300	4,780,722	4,005,123	4,314,502	4,606,802	6,148,713	7,042,834
Gain on sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Total governmental activities	<u>\$ 9,349,294</u>	<u>\$ 10,026,816</u>	<u>\$ 10,421,659</u>	<u>\$ 12,456,873</u>	<u>\$ 14,115,066</u>	<u>\$ 13,843,386</u>	<u>\$ 14,352,556</u>	<u>\$ 14,991,872</u>	<u>\$ 16,942,016</u>	<u>\$ 19,628,381</u>
Business-type activities:										
Taxes										
Property taxes	1,459,418	1,409,806	1,320,157	1,306,567	1,115,233	383,154	-	-	-	-
Investment earnings	30,761	30,100	42,170	67,792	142,071	239,658	205,421	80,535	85,730	539,402
Miscellaneous	128,366	47,957	26,955	21,721	(91,408)	14,970	(103,718)	152,191	78,995	56,887
Gain on sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	352,000	518,000	340,000	175,000	-	-	-	-
Total business-type activities	<u>1,618,545</u>	<u>1,487,863</u>	<u>1,741,282</u>	<u>1,914,080</u>	<u>1,505,896</u>	<u>812,782</u>	<u>101,703</u>	<u>232,726</u>	<u>164,725</u>	<u>596,289</u>
Total primary government	<u>\$ 10,967,839</u>	<u>\$ 11,514,679</u>	<u>\$ 12,162,941</u>	<u>\$ 14,370,953</u>	<u>15,620,962</u>	<u>14,656,168</u>	<u>14,454,259</u>	<u>15,224,598</u>	<u>17,106,741</u>	<u>20,224,670</u>
<b>Change in Net Assets</b>										
Governmental activities	\$ 442,044	\$ 1,111,692	\$ (574,625)	\$ 1,132,784	\$ 4,041,029	\$ 2,674,048	\$ 2,107,058	\$ 1,453,673	\$ 4,379,839	\$ 4,920,996
Business-type activities	4,517,266	450,859	(1,231,939)	1,224,985	3,037,942	1,681,452	1,199,188	2,381,053	4,497,955	2,555,821
Total primary government	<u>\$ 4,959,310</u>	<u>\$ 1,562,551</u>	<u>\$ (1,806,564)</u>	<u>\$ 2,357,769</u>	<u>\$ 7,078,971</u>	<u>\$ 4,355,500</u>	<u>\$ 3,306,246</u>	<u>\$ 3,834,726</u>	<u>\$ 8,877,794</u>	<u>\$ 7,476,817</u>

<sup>1</sup> Information is presented for years ended subsequent to the implementation of GASB Statement No. 34.

**CITY OF TROUTDALE , OREGON**  
**FUND BALANCE OF GOVERNMENTAL FUNDS**  
**Last Ten Fiscal Years Ending June 30th**  
**(modified accrual basis of accounting)**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General fund										
Reserved (pre GASB #54)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved (pre GASB #54)	-	-	-	-	-	-	-	-	-	-
<i>GASB No. 54 Categories:</i>										
Nonspendable	4,763	4,684	2,135	13,286	8,683	4,142	2,038	2,447	2,302	43,986
Restricted	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	3,700,166	4,073,773	4,543,953	5,475,619	10,780,053	11,528,375	11,455,510	12,841,986	14,533,160	17,166,886
Total general fund	<u>\$ 3,704,929</u>	<u>\$ 4,078,457</u>	<u>\$ 4,546,088</u>	<u>\$ 5,488,905</u>	<u>\$ 10,788,736</u>	<u>\$ 11,532,517</u>	<u>\$ 11,457,548</u>	<u>\$ 12,844,433</u>	<u>\$ 14,535,462</u>	<u>\$ 17,210,872</u>
All other governmental funds										
Reserved (pre GASB #54)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds (pre GASB #54)	-	-	-	-	-	-	-	-	-	-
Capital project funds (pre GASB #54)	-	-	-	-	-	-	-	-	-	-
Permanent funds (pre GASB #54)										
<i>GASB No. 54 Categories:</i>										
Nonspendable	13,079	12,134	12,259	9,818	13,758	10,763	25,255	40,565	29,446	23,307
Restricted	5,338,679	5,478,484	5,893,683	5,886,401	11,091,412	12,116,925	14,817,802	16,072,989	18,561,612	20,530,195
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	(247,179)	(481,797)	(623,605)	(686,170)	(3,348,853)	(5,859,048)	(7,930,020)	(8,304,030)	(8,408,590)	(8,499,331)
Total all other governmental funds	<u>\$ 5,104,579</u>	<u>\$ 5,008,821</u>	<u>\$ 5,282,337</u>	<u>\$ 5,210,049</u>	<u>\$ 7,756,317</u>	<u>\$ 6,268,640</u>	<u>\$ 6,913,037</u>	<u>\$ 7,809,524</u>	<u>\$ 10,182,468</u>	<u>\$ 12,054,171</u>

<sup>1</sup> Information is presented for years ended subsequent to the implementation of GASB Statement No. 34.

**CITY OF TROUTDALE , OREGON**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**Last Ten Fiscal Years Ending June 30th**  
**(modified accrual basis of accounting)**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenues</b>										
Taxes	\$ 6,186,703	\$ 6,798,659	\$ 7,212,141	\$ 7,861,407	\$ 1,742,901	\$ 8,866,752	\$ 9,175,973	\$ 9,388,239	\$ 9,976,342	\$ 10,365,097
Licenses and permits	356,378	401,936	269,583	1,054,239	235,011	681,822	826,231	531,677	882,100	1,018,365
Intergovernmental	2,237,890	2,498,274	2,617,629	2,570,534	258,228	3,197,483	2,918,014	4,027,831	5,416,518	5,791,814
Charges for services	344,131	313,894	60,110	67,403	2,000,742	203,495	1,665,445	887,203	1,684,177	993,112
Fines	339,269	295,888	222,053	381,928	874,578	265,867	258,240	235,317	281,446	375,820
Investment earnings	45,229	47,516	61,068	114,463	2,867,310	424,820	386,982	144,931	(282,057)	1,077,067
Miscellaneous	1,144,248	964,757	1,380,450	1,997,216	8,505,039	1,844,217	1,945,404	1,890,256	1,932,385	1,958,574
<b>Total revenues</b>	<b>10,653,848</b>	<b>11,320,924</b>	<b>11,823,034</b>	<b>14,047,190</b>	<b>16,483,809</b>	<b>15,484,456</b>	<b>17,176,289</b>	<b>17,105,454</b>	<b>19,890,911</b>	<b>21,579,849</b>
<b>Expenditures</b>										
General government	2,067,329	2,182,269	2,101,025	2,281,365	2,542,226	2,495,214	2,776,919	3,447,499	3,399,564	2,916,873
Public safety	5,462,943	5,677,030	5,572,587	5,391,943	5,552,528	5,920,806	6,300,868	6,634,570	6,792,222	7,129,077
Highways and streets	929,899	732,538	977,486	731,374	1,001,291	1,319,170	1,916,831	1,730,287	1,745,399	1,935,856
Solid waste/recycling	17,225	15,114	14,832	9,257	14,297	11,997	15,411	24,824	18,438	51,763
Community development	1,581,270	1,617,532	1,649,501	2,000,360	2,374,536	3,293,967	3,044,448	3,024,155	2,780,248	3,857,779
Capital outlay	619,939	307,304	616,417	344,192	3,312,230	2,845,198	2,247,870	734,378	475,352	1,199,259
Debt service										
Principal	120,000	126,033	132,182	138,264	141,518		315,000	340,000	5,592,310	629,755
Interest	20,286	16,060	11,661	7,090	41,812	167,000	419,655	398,369	390,217	400,360
<b>Total expenditures</b>	<b>10,818,891</b>	<b>10,673,880</b>	<b>11,075,691</b>	<b>10,903,845</b>	<b>14,980,438</b>	<b>16,053,352</b>	<b>17,037,002</b>	<b>16,334,082</b>	<b>21,193,750</b>	<b>18,120,722</b>
Excess of revenues over (under) expenditures	(165,043)	647,044	747,343	3,143,345	1,503,571	(568,896)	139,287	771,372	(1,302,839)	3,459,127
<b>Other financing sources (uses)</b>										
Transfers in	141,000	142,000	142,000	142,100	257,876	175,000	1,443,474	1,086,898	1,235,961	1,271,448
Transfers out	(141,000)	(142,000)	(494,000)	(660,100)	(597,876)	(350,000)	(1,443,474)	(1,086,898)	(1,235,961)	(1,271,448)
Capital leases proceeds	-	-	-	-	-	-	-	-	-	646,386
Sale of capital asset	-	-	-	-	-	-	-	12,000	8,106	441,600
Bond proceeds	-	-	-	-	5,000,000	-	-	1,500,000	4,570,000	-
Bonds premium	-	-	-	-	-	-	-	788,706	-	-
<b>Total other financing sources (uses)</b>	<b>41,973</b>	<b>-</b>	<b>(352,000)</b>	<b>(518,000)</b>	<b>4,660,000</b>	<b>(175,000)</b>	<b>-</b>	<b>1,512,000</b>	<b>5,366,812</b>	<b>1,087,986</b>
<b>Net change in fund balances</b>	<b>\$ (123,070)</b>	<b>\$ 647,044</b>	<b>\$ 395,343</b>	<b>\$ 2,625,345</b>	<b>\$ 6,163,571</b>	<b>\$ (743,896)</b>	<b>\$ 139,287</b>	<b>\$ 2,283,372</b>	<b>\$ 4,063,973</b>	<b>\$ 4,547,113</b>
Debt service as a percentage of noncapital expenditures	1.4%	1.4%	1.4%	1.4%	1.6%	1.3%	5.0%	4.7%	28.9%	6.1%

<sup>1</sup> Information is presented for years ended subsequent to the implementation of GASB Statement No. 34.

**CITY OF TROUTDALE , OREGON**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE**  
**OF TAXABLE PROPERTY**  
**Last Ten Fiscal Years Ending June 30th**

Fiscal Year Ended	Assessed Value¹										Ratio of Total Assessed Value to Total Real Market Value	Total City Tax Rate
	Real Property					Personal Property	Manufactured Property	Public Utilities Property	Total	Total Real Market Value		
	Residential Property	Commercial Property	Industrial Property	Other Property	Total Real Property							
2014	\$ 767,084,170	\$ 212,904,330	\$ 19,566,760	\$ 61,056,060	\$ 1,060,611,320	\$ 53,724,870	\$ 9,628,180	\$ 40,383,830	\$ 1,164,348,200	\$ 1,729,071,950	67.34%	5.16
2015	807,457,540	267,671,940	19,354,720	62,446,640	1,156,930,840	79,633,140	9,635,280	43,185,990	1,289,385,250	1,904,289,273	67.71%	5.00
2016	833,060,570	263,739,740	19,145,910	64,346,310	1,180,292,530	82,551,860	11,255,730	46,033,700	1,320,133,820	1,985,287,321	66.50%	4.87
2017	859,236,490	274,626,400	15,759,960	66,272,230	1,215,895,080	89,002,700	12,687,070	77,829,200	1,395,414,050	2,128,241,371	65.57%	4.80
2018	889,103,470	289,950,500	15,562,390	67,726,240	1,262,342,600	80,886,545	13,530,170	101,609,600	1,458,368,915	2,402,175,197	60.71%	4.64
2019	917,663,990	304,550,660	15,826,410	70,482,960	1,308,524,020	80,648,350	14,343,870	68,322,700	1,471,838,940	2,699,209,727	54.53%	4.12
2020	948,168,310	344,786,730	NA²	72,528,260	1,365,483,300	84,761,640	14,507,480	69,309,000	1,534,061,420	3,058,030,327	50.17%	4.09
2021	978,413,450	368,698,540	NA²	77,373,450	1,424,485,440	95,056,510	14,958,420	62,612,300	1,597,112,670	3,233,746,253	49.39%	4.03
2022	1,012,416,740	360,263,850	NA²	92,553,640	1,465,234,230	88,906,320	15,410,170	65,293,600	1,634,844,320	3,434,956,079	47.59%	4.04
2023	1,046,699,710	376,513,470	NA²	110,123,130	1,533,336,310	111,526,300	15,833,530	69,084,500	1,729,780,640	3,802,552,603	45.49%	5.44

Source: Multnomah County Division of Assessment and Taxation.

<sup>1</sup> Properties are assessed annually by the County (residential properties) and the State (major commercial properties). Real market values are based on those assessments. Oregon voters approved Ballot Measure 50 in May of 1997, which established a base for property values (the assessed values shown) and limited future increases to three percent per year, regardless of actual market values. New construction is valued equivalent to existing assessed properties by applying a changed property ratio to real market values of the construction as determined by the assessors. (Sal7a)

<sup>2</sup> Annual reporting of properties categories of commercial and industrial combined by the Multnomah County Assessor's Office

**CITY OF TROUTDALE , OREGON**  
**PROPERTY TAX RATES <sup>1</sup>**  
**DIRECT AND OVERLAPPING <sup>2</sup> GOVERNMENTS**  
**Last Ten Fiscal Years Ending June 30th**

CITY OF TROUTDALE , OREGON					Overlapping Rates										
					Regional & County						School District				Total Direct & Overlapping Rates
Fiscal Year	Operating	Debt Service	Urban Renewal Agency	Total City	Multnomah County	Port of Portland	Metro Service District	Tri-Met	Soil Conservation District	Total Regional & County	Multnomah County ESD	Reynolds School District	Mt. Hood Community College	Total Schools	
2014	3.74	1.29	0.13	5.16	5.65	0.07	0.47	-	0.10	6.29	0.45	5.97	0.49	6.92	18.36
2015	3.73	1.12	0.14	5.00	5.63	0.07	0.46	-	0.10	6.25	0.45	5.77	0.49	6.71	17.96
2016	3.74	1.03	0.10	4.87	5.63	0.07	0.39	-	0.09	6.18	0.45	5.94	0.49	6.88	17.93
2017	3.74	0.96	0.09	4.80	5.54	0.07	0.40	-	0.01	6.02	0.46	6.02	0.49	6.96	17.78
2018	3.74	0.80	0.10	4.64	5.54	0.07	0.41	-	0.09	6.11	0.45	6.26	0.49	7.20	17.95
2019	3.74	0.27	0.11	4.12	5.56	0.07	0.47	-	0.10	6.19	0.45	6.23	0.49	7.17	17.48
2020	3.73	0.20	0.17	4.09	5.55	0.07	0.66	-	0.10	6.38	0.45	5.68	0.49	6.62	17.09
2021	3.74	0.19	0.10	4.03	5.58	0.07	0.59	-	0.10	6.33	0.45	5.98	0.49	6.92	17.29
2022	3.74	0.19	0.11	4.04	5.57	0.07	0.57	-	0.10	6.31	0.45	6.04	0.49	6.99	17.34
2023	3.74	0.14	1.56	5.44	5.60	0.07	0.56	-	-	6.23	0.45	5.98	0.49	6.92	18.59

Source: Multnomah County Division of Assessment and Taxation.

<sup>1</sup> In May of 1997 Oregon voters approved Ballot Measure 50 which established permanent tax rates for local taxing districts. Changes to permanent rates would require a state-wide majority vote to remove the effects of the measure from the Oregon constitution. Special levies, with certain restrictions, can be added to permanent rates by vote within each district.

<sup>2</sup> Overlapping rates are the tax rates of various local and county governments that apply to property owners within the City of Troutdale, for Levy Code Area 242. Not all overlapping rates apply to all City of Troutdale property owners (e.g., the rates for special districts apply only to the proportion of the City of Troutdale's property owners whose property is located within the geographic boundaries of the special district).

**CITY OF TROUTDALE , OREGON**  
**PRINCIPAL PROPERTY TAXPAYERS**  
**June 30, 2023**

Taxpayer	2022-2023			2013-2014		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
FEDEX GROUND PACKAGE SYSTEM INC	\$ 117,251,930	1	6.8%	\$ 15,069,100	3	1.3%
COMCAST CORPORATION	40,502,000	2	2.3%	14,497,300	4	1.2%
EAGLE RIDGE APARTMENTS LLC	28,230,950	3	1.6%			
AUSTELL COLUMBIA GORGE EQUITIES LLC ET	25,571,180	4	1.5%			
TOYO TANSO U S A INC	21,787,620	5	1.3%	19,483,110	2	1.7%
AMAZON.COM SERVICES, INC.	18,870,280	6	1.1%			
MOUNTAIN MEADOWS COMMUNITY INC	14,711,680	7	0.9%	11,275,330	5	1.0%
BURLINGAME DEVELOPMENT INC	14,638,760	8	0.8%	10,930,170	6	0.9%
PORTLAND GENERAL ELECTRIC	14,371,000	9	0.8%	10,483,000	7	
MGP X PROPERTIES LLC	12,823,310	10	0.7%	9,812,510	8	0.8%
CHELSEA FINANCING PARTNERSHIP LP				20,996,570	1	1.8%
TROUTDALE TERRACE LLC				9,155,600	9	0.8%
TUBE SPECIALTIES CO LLC				9,103,110	10	0.8%
Totals	<u>\$ 308,758,710</u>		<u>17.8%</u>	<u>\$ 130,805,800</u>		<u>11.2%</u>

Source: Multnomah County Division of Assessment and Taxation.

**CITY OF TROUTDALE , OREGON**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**Last Ten Fiscal Years Ending June 30th**

Fiscal Year Ended June 30	Collected within the Fiscal Year of the Levy				Total Collections to Date	
	Total Tax Levy for Fiscal Year	Current Tax Collections	Percentage of Levy	Delinquent Tax Collections	Amount	Percentage of Levy
2014	\$ 5,998,948	\$ 5,676,214	94.6%	\$ 322,257	\$ 5,998,470	99.99%
2015	6,444,151	6,111,873	94.8%	331,852	6,443,725	99.99%
2016	6,432,106	6,109,545	95.0%	321,979	6,431,523	99.99%
2017	6,706,161	6,381,733	95.2%	323,617	6,705,350	99.99%
2018	6,837,147	6,502,012	95.1%	333,653	6,835,665	99.98%
2019	6,057,425	5,792,797	95.6%	262,592	6,055,390	99.97%
2020	6,277,564	5,991,215	95.4%	276,594	6,267,809	99.84%
2021	6,444,048	6,168,065	95.7%	256,076	6,424,141	99.69%
2022	6,599,098	6,331,518	95.9%	232,876	6,564,395	99.47%
2023	6,892,607	6,597,004	95.7%	-	6,597,004	95.71%

Source: Multnomah County Division of Assessment and Taxation  
Annual Property Tax Distribution Summary  
Annual Property Tax Receivable Summary



**CITY OF TROUTDALE , OREGON**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**Last Ten Fiscal Years Ending June 30th**

Fiscal Year	Governmental Activities							Business-Type Activities							Percentage of Personal Income <sup>1</sup>	Per Capita <sup>1</sup>
	General Obligation Bonds	Net G.O. Bond (Premium) / Discount	Leases Payable	IT Subscription Payable	Financed Purchases	Finance Agreements		General Obligation Bonds	Net G.O. Bond (Premium) / Discount	Leases Payable	IT Subscription Payable	Total Primary Government				
2014	\$ 7,130,000	\$ 55,813	\$ -	\$ -	\$ 88,645	\$ 528,000	\$	\$ 4,645,000	\$ (56,588)	\$ -	\$ -	\$ 12,479,515			0.03%	\$ 780
2015	6,915,000	52,530	-	-	61,144	403,000		3,555,000	(42,441)	-	-	11,005,377			0.03%	687
2016	6,685,000	49,247	-	-	26,148	273,000		2,420,000	(28,294)	-	-	9,451,249			0.02%	590
2017	6,440,000	45,964	-	-	15,952	138,000		1,235,000	(14,147)	-	-	7,876,721			0.02%	491
2018	6,175,000	25,581	-	-	5,758	5,000,000		-	-	-	-	11,212,097			0.02%	698
2019	5,885,000	24,008	-	-	5,758	5,000,000		-	-	-	-	10,914,766			0.02%	674
2020	5,570,000	22,435	-	-	-	5,000,000		-	-	-	-	10,592,435			0.02%	655
2021	5,230,000	20,862	-	-	-	6,500,000		-	-	-	-	11,750,862			0.02%	720
2022	4,230,000	700,362	132,993	-	-	6,500,000		-	-	16,374	-	11,579,729			0.02%	685
2023	3,885,000	623,114	643,489	340,350	-	6,305,585		-	-	11,768	100,707	11,910,013			N/A	700

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

<sup>1</sup> See the Schedule of Demographic and Economic Statistics for population data used in this calculation.

N/A - data not available.

**CITY OF TROUTDALE , OREGON**  
**RATIOS OF GENERAL BONDED DEBT OUTSTANDING**  
**Last Ten Fiscal Years Ending June 30th**

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Value of Taxable Property <sup>1</sup>	Per Capita <sup>2</sup>
2014	\$ 11,774,225	\$ 473,658	\$ 11,300,567	0.58%	\$ 625
2015	10,480,089	652,205	9,827,884	0.44%	528
2016	9,125,953	789,600	8,336,353	0.35%	430
2017	7,706,817	496,076	7,210,741	0.34%	450
2018	6,200,581	364,876	5,835,705	0.24%	363
2019	5,909,008	430,141	5,478,867	0.20%	339
2020	5,592,435	357,847	5,234,588	0.16%	324
2021	5,250,862	268,702	4,982,160	0.16%	305
2022	4,930,362	240,020	4,690,342	0.15%	277
2023	4,508,114	171,896	4,336,218	0.11%	255

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

<sup>1</sup> See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data used in this calculation.

<sup>2</sup> See the Schedule of Demographic and Economic Statistics for population data used in this calculation.

**CITY OF TROUTDALE , OREGON**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**June 30, 2023**

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable <sup>1</sup>	Estimated Share of Overlapping Debt
Debt repaid with property taxes:			
Multnomah County	\$ 627,742,035	1.94%	\$ 12,175,886
Metro	897,955,000	0.86%	7,697,977
Port of Portland	45,725,000	0.77%	353,786
Reynolds School District No. 7	172,514,640	22.06%	38,062,766
Gresham-Barlow School District No. 10	309,023,557	22.30%	68,924,430
Mt. Hood Community College	105,667,863	5.45%	5,761,038
Multnomah Education Service District	81,533,416	1.91%	1,555,335
Other:			
Multnomah County	329,986,000	1.94%	6,400,515
Port of Portland	1,831,747,273	0.77%	14,172,694
Subtotal, overlapping debt			155,104,426
City of Troutdale, Oregon direct debt <sup>2</sup>			<u>10,813,699</u>
Total direct and overlapping debt			<u><u>\$ 165,918,125</u></u>

Source: The State of Oregon Office of the Treasurer, acting on behalf of the Municipal Debt Advisory Commission (MDAC)  
& Multnomah County Division of Assessment and Taxation

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Troutdale. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore, responsible for repaying the debt, of each overlapping government.

<sup>1</sup> The percentage of overlapping debt applicable is estimated using taxable assessed property values.

<sup>2</sup> Excludes estimated costs needed to perform landfill postclosure care.

**CITY OF TROUTDALE , OREGON**  
**LEGAL DEBT MARGIN INFORMATION**  
**Last Ten Fiscal Years Ending June 30th**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt Limit	\$ 51,872,159	\$ 57,128,678	\$ 59,558,620	\$ 63,847,241	\$ 72,065,256	\$ 80,976,292	\$ 91,740,910	\$ 97,012,388	\$ 103,048,682	\$ 114,076,578
Total net debt application to limit	-	-	-	-	5,000,000	5,000,000	5,000,000	6,500,000	6,500,000	6,500,000
Legal debt margin	<u>\$ 51,872,159</u>	<u>\$ 57,128,678</u>	<u>\$ 59,558,620</u>	<u>\$ 63,847,241</u>	<u>\$ 67,065,256</u>	<u>\$ 75,976,292</u>	<u>\$ 86,740,910</u>	<u>\$ 90,512,388</u>	<u>\$ 96,548,682</u>	<u>\$ 107,576,578</u>
Total net debt applicable to the limit as a percentage of debt limit	-	-	-	-	-	6.17%	5.45%	6.70%	6.31%	5.70%

**Legal Debt Margin Calculation for Fiscal Year 2021-2022**

Real market value (2022-2023) <sup>1</sup>	\$ 3,802,552,603
Debt limit (3% of total real market value)	114,076,578
Debt subject to limit:	<u>6,500,000</u>
Legal debt margin	<u>\$ 107,576,578</u>

<sup>1</sup> Note: Oregon Revised Statute 287A.050 provides a debt limit of 3% of the taxable real market value within the City's boundaries for general obligation bonds. Utility revenue bonds and assessment bonds are excluded from the limitation. The general obligation bonds outstanding for the City are for the new police station, which is excluded from debt subject to the limit. The Full Faith and Credit Obligations issued in 2018 are subject to the debt limit.

**CITY OF TROUTDALE , OREGON**  
**PROPERTY VALUE AND NEW CONSTRUCTION VALUE**  
**Last Ten Fiscal Years Ending June 30th**

Fiscal Year	New Commercial Construction <sup>1</sup>		New Residential Construction <sup>1</sup>		Property Value	
	Number of Units	Value	Number of Units	Value	Assessed Value <sup>2</sup>	Tax Rate
2014	53	\$ 18,894,063	19	\$ 1,205,558	\$ 1,278,870,040	\$ 5.06
2015	86	8,443,560	36	1,093,255	1,289,385,250	4.86
2016	79	3,666,027	40	1,466,695	1,320,133,820	4.77
2017	46	21,609,088	56	6,298,576	1,387,498,970	4.73
2018	72	178,558,311	54	3,612,348	1,458,368,915	4.64
2019	55	25,983,709	29	1,411,408	1,471,838,940	4.01
2020	63	48,010,824	38	1,799,864	1,534,061,420	3.93
2021	12	3,516,624	66	10,007,815	1,597,112,670	3.93
2022	12	9,059,962	150	21,074,157	1,634,844,320	3.93
2023	21	56,633,325	49	1,528,724	1,729,780,640	3.89

1 City of Troutdale Building Department.

2 Multnomah County Division of Assessment and Taxation.

**CITY OF TROUTDALE , OREGON**  
**SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS**  
**Last Ten Fiscal Years Ending June 30th**

Fiscal Year	Special Assessment Billings	Special Assessment Collections <sup>1</sup>
2014	-	-
2015	-	-
2016	-	-
2017	-	-
2018	-	-
2019	-	-
2020	-	-
2021	-	-
2022	-	-
2023	-	-

<sup>1</sup> Includes prepayments.

**CITY OF TROUTDALE , OREGON**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**Last Ten Fiscal Years Ending June 30th**

Fiscal Year	Population <sup>1</sup>	Personal Income (Multnomah County) <sup>2</sup>	Per Capita Personal Income (Portland Metro Area) <sup>2</sup>	School Enrollment <sup>3</sup>	Unemployment Rate (Portland Metro Area) <sup>4</sup>
2014	16,005	\$ 36,588,018,000	\$ 45,794	4,221	6.4%
2015	16,015	38,906,295,000	48,422	4,159	5.8%
2016	16,020	41,194,678,000	50,489	4,156	5.6%
2017	16,035	43,873,915,000	54,329	4,064	4.1%
2018	16,070	46,966,887,000	56,991	4,101	3.9%
2019	16,185	49,399,774,000	59,921	3,914	3.8%
2020	16,180	52,080,033,000	62,603	3,958	11.4%
2021	16,319	56,502,646,000	68,374	3,882	5.7%
2022	16,913	55,618,917,000	69,435	3,758	3.9%
2023	17,005	N/A	N/A	3,652	3.3%

Data Sources:

<sup>1</sup> Portland State University, Population Research and Census center.

<sup>2</sup> U.S. Department of Commerce, Bureau of Economic Analysis. Calendar year info

<sup>3</sup> Reynolds School District: Four schools located within corporate limits.

<sup>4</sup> U.S. Department of Labor, Bureau of Labor Statistics

N/A - data not available.

**CITY OF TROUTDALE , OREGON  
PRINCIPAL EMPLOYERS**

<b>Employer</b>	<b>2023</b>			<b>2014</b>		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total City Employment</b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total City Employment</b>
Amazon.com	2,538	1	28.00%			
FedEx Ground Package System, Inc.	1,750	2	19.31%	740	1	15.47%
Walsh Trucking Co., LTD	416	3	4.59%	220	2	4.60%
Tube Specialties	140	4	1.54%	191	3	3.99%
Brand Safway Services	137	5	1.51%	90	10	1.88%
Travel Centers of America	125	6	1.38%	125	6	2.61%
Edgefield McMenamins	120	7	1.32%	120	7	2.51%
Wolcott Plumbing	113	8	1.25%			
Home Depot USA, Inc.	105	9	1.16%	168	4	3.51%
Toyo Tanso USA, Inc.	102	10	1.13%	134	5	2.80%
Fujii Farms, Inc				102	9	2.13%
Postal Express				113	8	2.36%
<b>Totals</b>	<b>5,546</b>		<b>61.18%</b>	<b>2,003</b>		<b>41.88%</b>

Source: City of Troutdale business license applications self reported.  
Combined full time and part time positions reported



**CITY OF TROUTDALE , OREGON**  
**FULL-TIME EQUIVALENT CITY GOVERNMENT**  
**EMPLOYEES BY FUNCTION**  
**Last Ten Fiscal Years Ending June 30th**

<b>Function</b>	<b>Full-time Equivalent Employees for Fiscal Year Ended</b>									
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
General Government	13.4	12.4	14.1	15.1	16.0	16.0	16.0	16.0	16.1	16.1
Police										
Officers	25	25	0.0	0.0	0.0	0.0	0.0	0.0	0.1	0.1
Civilians	3.5	3.5	0.5	0.5	0.5	0.5	1.0	1.0	1.0	1.0
Building Safety	1.5	1.8	3.3	3.0	3.0	3.0	3.5	3.5	4.7	4.7
Community Development	1.0	1.5	2.5	3.0	3.0	3.5	3.5	3.5	3.1	3.1
Parks & Facilities	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Streets	1.9	1.9	1.8	1.8	2.1	2.1	2.3	3.8	3.8	4.8
Water	4.8	5.0	5.1	4.1	4.1	4.1	4.1	4.1	4.1	5.1
Sewer	8.0	6.0	5.9	5.9	5.5	5.5	5.5	6.4	6.4	6.4
Storm		2.1	2.2	2.2	2.6	2.6	2.6	2.6	2.6	2.6
Public Works Services										
Equipment Maintenance	1.7	1.7	2.1	2.1	2.1	2.1	2.1	2.1	2.1	2.1
Management	5.9	6.2	6.2	10.0	9.0	9.0	9.0	8.0	8.0	8.0
Total	<u>72.8</u>	<u>72.8</u>	<u>49.5</u>	<u>53.6</u>	<u>53.8</u>	<u>54.3</u>	<u>55.50</u>	<u>57.00</u>	<u>58.00</u>	<u>60.00</u>

Source: City financial records.

**CITY OF TROUTDALE , OREGON**  
**OPERATING INDICATORS BY FUNCTION**  
**Last Ten Fiscal Years Ending June 30th**

Function	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Police</b>										
Calls for service <sup>1</sup>	10,505	10,592	10,484	10,943	11,879	12,587	12,188	11,681	9,537	N/A
Traffic Calls <sup>1</sup>	2,508	1,571	2,440	2,644	2,897	3,855	2,521	2,951	2,312	N/A
Part I crimes <sup>2</sup>	558	493	613	615	646	640	569	632	662	N/A
Part II crimes <sup>2</sup>	608	727	238	329	242	358	340	302	230	N/A
<b>Water</b>										
Number of users	4,648	4,655	4,662	4,539	4,555	4,570	4,705	4,600	4,610	4,679
Average daily production (in thousands of gallons)	1,547	1,592	1,641	1,560	1,620	1,616	1,596	1,530	1,504	1,594
<b>Sewer System</b>										
Number of users	4,491	4,498	4,419	4,452	4,462	4,475	4,532	4503	4509	4589
Average daily use (in thousands of gallons)	1,337	1,303	1,170	1,500	1,600	1,650	1,273	1324	1507	1433
<b>Storm Water System</b>										
Number of users	4,584	4,591	4,609	4,686	4,705	4,698	4,617	4725	4757	4797

Sources: Various City departments.

N/A - data not available.

<sup>1</sup> Calls for Service compiled on a calendar year basis from Bureau of Emergency Communications (BOEC) dispatch reports. Traffic calls compiled on a calendar year basis from BOEC dispatch reports but are officer initiated.

<sup>2</sup> Police Part I and II crime statistics compiled on a calendar year basis. Part I crimes include homicide, forcible rape, robbery, aggravated assault, burglary, larceny, motor vehicle theft, and arson. Part II crimes include simple assault, forgery/counterfeit, fraud, embezzlement, stolen property, vandalism, weapons laws, prostitution, other sex offenses, drug abuse, gambling, offenses against family, DUI, liquor laws, disorderly conduct, negligent homicide, and curfew/runaway.

Note: Indicators are not available for highways and streets and general government.

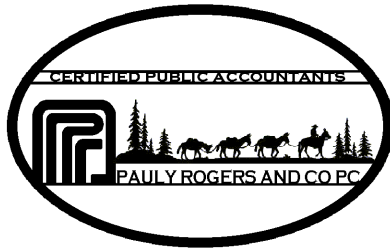
**CITY OF TROUTDALE , OREGON**  
**CAPITAL ASSET STATISTICS BY FUNCTION**  
**Last Ten Fiscal Years Ending June 30th**

Function	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Public Safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	20	20	0	0	0	0	0	0	0	0
Highways and streets										
Streets (miles)	43.2	43.2	43.8	43.6	43.73	43.84	43.89	43.24	43.36	43.33
Culture and recreation										
Parks acreage	86.45	83.47	83.47	83.47	83.47	86.45	87.76	87.77	86.45	86.45
Greenways acreage	152.30	154.03	154.03	154.03	154.03	154.03	154.03	154.03	154.03	154.03
Parks, Greenways & Natural Areas	30	29	29	29	29	32	32	32	32	32
Water system										
Water main lines (miles)	66.9	66.7	66.7	67.6	67.9	67.3	67.3	67.5	67.5	67.4
Daily storage capacity (in millions of gallons)	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Daily production capacity (in millions of gallons)	5.80	5.80	5.80	6.99	6.99	6.99	6.99	6.99	6.99	6.99
Sewer system										
Sanitary sewer lines (miles)	55.87	55.92	55.98	55.98	56.07	56.45	56.38	56.27	56.27	56.29
Daily plant capacity (in millions of gallons)	3	3	3	3	3	3	3	3	3	3
Storm water system										
Miles of service lines	34.32	34.42	34.42	34.42	34.42	34.82	48.91	36.10	36.10	35.69

Sources: Various City departments.

**CITY OF TROUTDALE  
MULTNOMAH COUNTY, OREGON**

**INDEPENDENT AUDITORS' REPORT  
REQUIRED BY OREGON STATE REGULATIONS**



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December 21, 2023

### **Independent Auditors' Report Required by Oregon State Regulations**

We have audited the basic financial statements of the City of Troutdale as of and for the year ended June 30, 2023, and have issued our report thereon dated December 21, 2023. 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 Troutdale'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, 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).**
- **Schedule of Accountability of Elected Officials**
- **Programs funded with outside sources**

In connection with our testing nothing came to our attention that caused us to believe the City of Troutdale 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.

1. Budget over expenditures as noted on page 24.

**OAR 162-10-0230 Internal Control**

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

This report is intended solely for the information and use of the council members and management 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 cursive script that reads "Tara M. Kamp, CPA".

Tara M. Kamp, CPA  
PAULY, ROGERS AND CO., P.C.