

**CITY OF TROUTDALE
TROUTDALE, OREGON**

For the Year Ended June 30, 2021

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, 2021

**SUBMITTED BY
FINANCE DEPARTMENT**

Erich Mueller

CITY OF TROUTDALE, OREGON
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDING JUNE 30, 2021

Table of Contents

	Page
INTRODUCTORY SECTION	
Letter of Transmittal	i-v
GFOA Certificate of Achievement	vi
Organizational Chart	vii
List of Elected and Appointed Officials	viii
FINANCIAL SECTION	
Report of Independent Certified Public Accountants	1-3
Management's Discussion and Analysis	4A-4L
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	15-46
Required Supplementary Information	
Schedule of Proportionate Share of Net Pension Liability and Contributions.....	47
Schedule of Changes in Other Post-Employment Benefits (OPEB) Liability.....	48
Supplementary Information Section – Major Fund	
Schedule of Revenues, Expenditures, and Changes in Fund	
Balance – Budget and Actual	
URA Riverfront Development Fund.....	49

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

Nonmajor Governmental Funds.....	50
Nonmajor Special Revenue Funds.....	51
Nonmajor Debt Service Funds.....	52
Nonmajor Capital Projects Funds	53

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

Nonmajor Governmental Funds.....	54
Nonmajor Special Revenue Funds.....	55
Nonmajor Debt Service Funds.....	56
Nonmajor Capital Projects Funds	57

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

Street Tree Fund.....	58
Bike Paths and Trails Fund.....	59
Code Specialties Fund.....	60
Sam Cox Building Fund.....	61
Community Enhancement Program Fund.....	62

Debt Service Funds:

URA Debt Service Fund	63
FF&C Debt Service Fund	64
Debt Service Fund.....	65

Capital Projects:

Street Improvement Fund	66
Parks Improvement Fund.....	67
Utilities Undergrounding Fund.....	68
Street Reimbursement Fund.....	69

Proprietary Funds:

Water Fund.....	70
Water Improvement Fund.....	71
Water Reimbursement Fund.....	72

Water Fund Reconciliation of Budgetary Revenues and Expenditures

to Proprietary Revenues and Expenses	73
--	----

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

to Proprietary Revenues and Expenses	77
--	----

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	81
---	----

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

To Proprietary Revenues and Expenses.....	83
---	----

FINANCIAL SECTION, CONTINUED

Supplementary Information Section – Capital Assets Used in the Operation of Governmental Funds	
Schedule by Source	84
Schedule by Function and Activity	85
Schedule of Changes by Function and Activity	86
Schedule of Property Tax Transactions and Outstanding Balances	87

OTHER INFORMATION

Other Information Section – Financial Schedules

Schedule of Debt Principal Transactions	88
Schedule of Debt Interest Transactions	89
Schedule of Future Debt Service Requirements of General Obligation Bonds	90
Schedule of Governmental Revenues by Source	91
Schedule of General Governmental Expenditures by Function	92
Schedule of Accountability for Independently Elected Officials	93

STATISTICAL SECTION

Net Position by Component	94
Changes in Net Position	95-96
Fund Balance of Governmental Funds	97
Changes in Fund Balances of Governmental Funds	98
Assessed Value and Estimated Actual Value of Taxable Property	99
Property Tax Rates Direct and Overlapping Governments	100
Principal Property Taxpayers	101
Property Tax Levies and Collections	102
Ratios of Outstanding Debt by Type	103
Ratios of General Bonded Debt Outstanding	104
Direct and Overlapping Governmental Activities Debt	105
Legal Debt Margin Information	106
Property Value and New Construction Value	107
Special Assessment Billings and Collections	108
Demographic and Economic Statistics	109
Principal Employers	110
Full-Time Equivalent City Government Employees by Function	111
Operating Indicators by Function	112
Capital Asset Statistics by Function	113

REPORTS OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS REQUIRED BY STATUTES

Independent Auditors' Report Required by Oregon State Regulations	114-115
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INTRODUCTORY SECTION



THE CITY OF TROUTDALE

OREGON

EST. 1907

December 6, 2021

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, 2021. 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, 2021. 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 16,185.

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 the reporting period, and the impacts while evolving are expected to continue through the subsequent fiscal year. The unemployment rate after spiking in the Spring of 2020 to over 15% has decreased to approximately 5% and is expected to continue to decline over the subsequent reporting period.

Through the City of Portland's PDX-CARES program Troutdale received Federal funds from the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The City was able to provide \$438,000 of relief assistance payments to Troutdale residents and small businesses who were struggling financially due to COVID.

The most recent bill, 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 adopted budget includes \$1,650,000 of funds estimated to be received by Troutdale, in the coming reporting 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 to be challenged by hybrid or remote school schedules and care giving obligations keeping many out of the workforce.

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 \$1.5 million in the report period with an modest increased expected 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 2021 continued their previously 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.

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, 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.

City Hall Building – Addressing the structural and environmental safety issues of the City Hall building is the City's most pressing facility need. Beyond the several current structural issues, the facility lacks the necessary space for current and future needs. The current facility lacks adequate

parking for citizens, contractors and staff, and adequate secure records storage space. The building was vacated with operations being distributed to several locations around the City. In the 2019 election the citizens declined to approve a general obligation bond ballot measure to fund the rebuilding and restoration of the facility. The City continues to review options for a longer-term solution.

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. Upon completion of the Depot remodeling project, and as COVID restrictions ease, a reopening of a Troutdale Visitors Center planned for 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, 2020. This was the 31st 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





Government Finance Officers Association

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

Presented to

**City of Troutdale
Oregon**

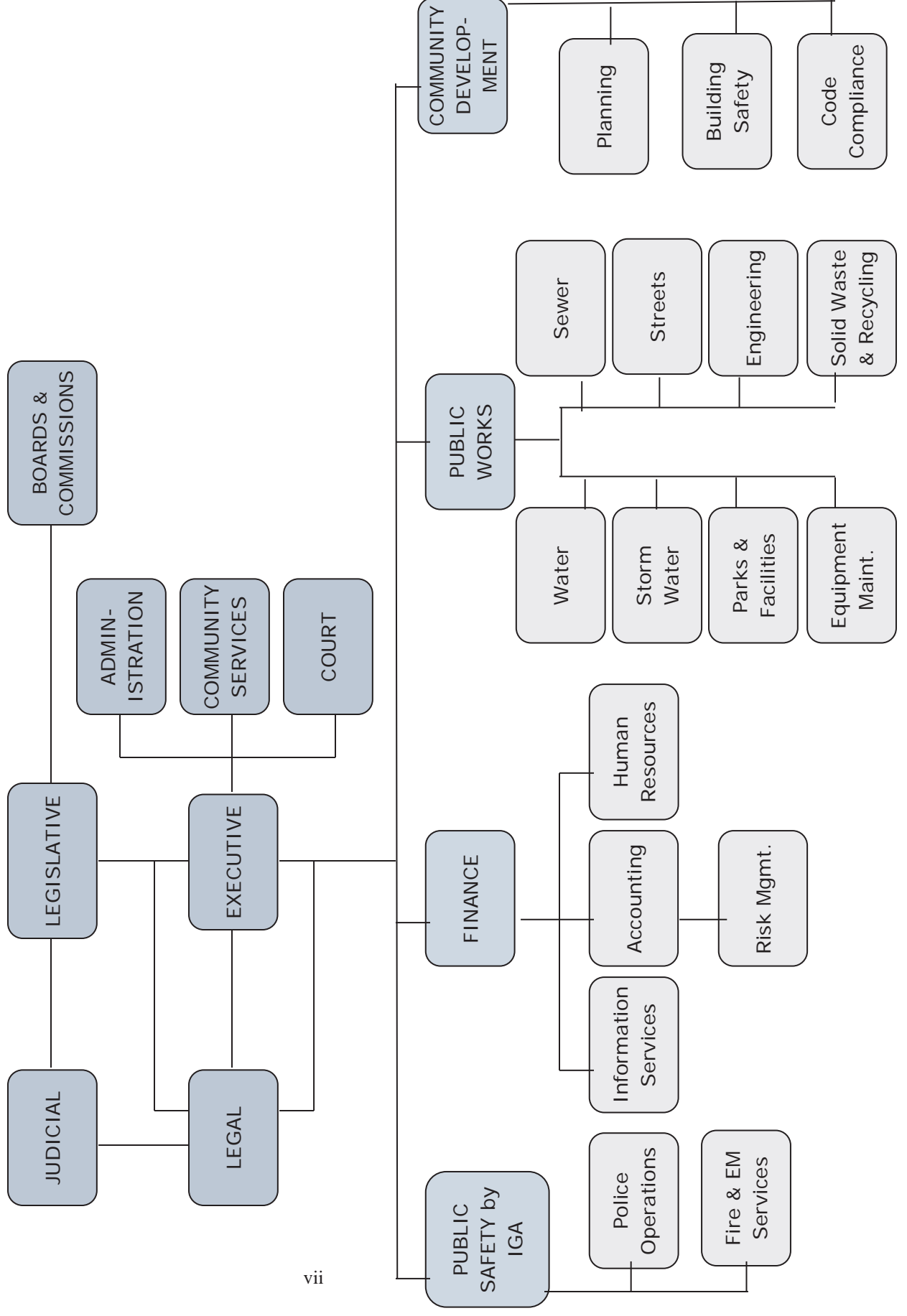
For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Executive Director/CEO

City of Troutdale

Organization Chart by Function



City of Troutdale, Oregon

PRINCIPAL OFFICIALS AS OF JUNE 30, 2021

ELECTED OFFICIALS:

	<u>Term Expires</u>
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MAYOR

Randy Lauer	December 31, 2024
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COUNCIL MEMBERS

David Ripma	December 31, 2022
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Alison Caswell	December 31, 2024
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Jamie Kranz	December 31, 2022
-------------	-------------------

Glenn White	December 31, 2024
-------------	-------------------

Nick Moon	December 31, 2022
-----------	-------------------

Sandy Glantz	December 31, 2024
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APPOINTED OFFICIALS:

CITY MANAGER

Ray Young

LEGAL COUNSEL

Ed Trompke

PUBLIC WORKS DIRECTOR

Fred Ostler

COMMUNITY DEVELOPMENT DIRECTOR

Chris Damgen

FINANCE DIRECTOR

Erich Mueller

All may be reached at:

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

FINANCIAL SECTION



PAULY, ROGERS, AND Co., P.C.
12700 SW 72nd Ave. Tigard, OR 97223
(503) 620-2632 (503) 684-7523 FAX
www.paulyrogersandcpcpas.com

December 6, 2021

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

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

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, 2021, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective 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, 2021, and the respective changes in financial position and budgetary comparisons for the general fund and street fund, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary and other 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, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section, the statistical section, and the other information, as listed in the table of contents, have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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 6, 2021, on our consideration of compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.

A handwritten signature in black ink that reads "Tara M. Kamp, CPA". The signature is written in a cursive style.

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, 2021. 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 has disrupted families, schools, employment, all levels of government and the overall economy. The various government orders to limit person to person contact began to modestly impact City revenues and expenses during the reporting period, and the impacts while evolving are 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 \$74.2 million (*total net position*). Of this amount, \$6.6 million (*unrestricted net position*) may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased \$3.8 million during the year. Due primarily from the increase in cash and investments from delayed loan proceeds and effective cost controls. Total deferred outflows of resources increased \$0.2 million resulting from the pension plan change in 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 \$0.5 million resulting from the updated pension plan and Medical Benefit OPEB Liability measurement date value recalculations. Additional information on the deferred resource flows can be found on pages 34 and 42, 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 \$20.7 million, an increase of \$2.3 million due to financing of completion of the prior significant costs of the environmental remediation of the urban renewal site, and restricted balances from system development charges and increased revenue of charges for services. \$4.6 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 \$4.6 million or 34% of total general fund expenditures during the year. The change in the ending fund balance for the General Fund is attributable to the delayed loan proceeds for prior period capital outlay and reductions in budgeted expenditures.
- The City's capital assets net of depreciation increased by \$0.4 million primarily due to the close out URA and infrastructure projects work in progress, other limited capital outlay, and routine depreciation and equipment disposals. Long-term debt increased by \$1.1 million through scheduled debt payments and additional borrowings.

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.

Table 1
City of Troutdale, Oregon
Summary of Net Position
(in millions)

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Cash and investments	\$ 20.1	\$ 18.2	\$ 12.5	\$ 9.8	\$ 32.6	\$ 28.0
Other assets	1.1	1.1	0.9	0.8	2.0	1.9
Capital assets	25.3	24.9	31.7	32.2	57.0	57.2
Total assets	46.4	44.2	45.1	42.9	91.5	87.1
Deferred Outflow s of Resource	1.3	1.2	0.5	0.4	1.8	1.6
Other liabilities	0.4	0.7	0.4	0.6	0.8	1.3
Long-term debt outstanding	15.7	14.1	1.4	1.1	17.1	15.3
Total liabilities	16.1	14.9	1.7	1.7	17.9	16.6
Deferred Inflow s of Resources	0.9	1.2	0.3	0.5	1.2	1.7
Net Position:						
Net investment in capital assets	13.5	14.4	31.7	32.2	45.2	46.6
Restricted	16.0	14.8	6.3	5.2	22.3	20.0
Unrestricted	1.1	0.0	5.5	3.7	6.6	3.7
Total net position	\$ 30.7	\$ 29.2	\$ 43.5	\$ 41.1	\$ 74.2	\$ 70.4

The City's assets exceeded liabilities by \$74.2 million at the close of the fiscal year, a \$3.8 million increase from the prior year, primarily due to the delay in many capital projects and cautious budget expenditures. 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.

Restricted net position 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

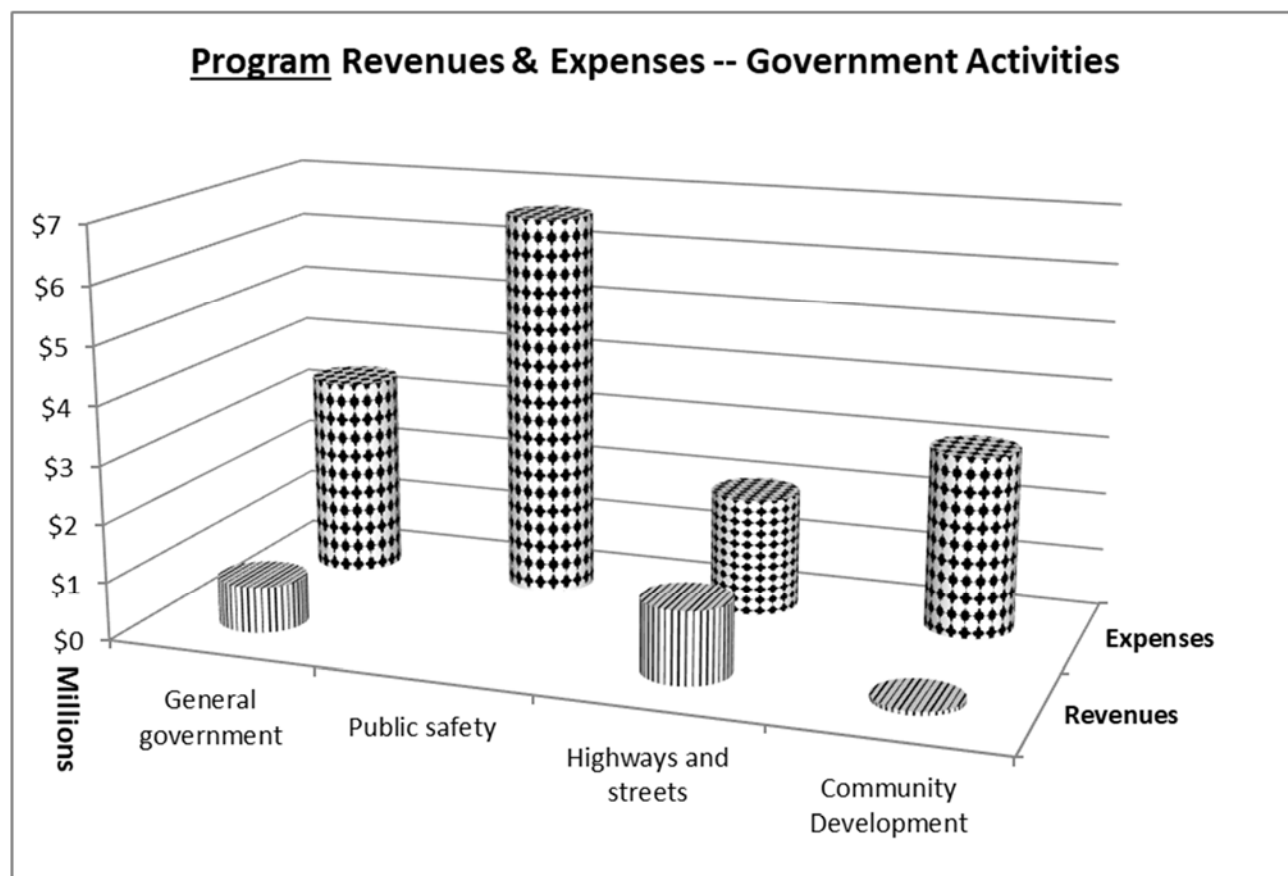
Table 2 provides a summary of the primary sources and uses and the resulting change in net position for the City. The information is condensed from the statement of activities.

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

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues:						
Charges for services	\$ 0.8	\$ 1.2	\$ 9.7	\$ 8.8	\$ 10.5	\$ 10.0
Operating grants and contributions	1.2	1.1	-	-	1.2	1.1
Capital grants and contributions	0.1	0.6	1.1	0.5	1.2	1.0
General revenues:						
Property taxes	6.2	6.1	-	-	6.2	6.1
Franchise and other taxes	3.7	3.9	-	-	3.7	3.9
Other receipts	5.1	4.3	0.2	0.1	5.3	4.4
Total revenues	<u>17.1</u>	<u>17.2</u>	<u>11.1</u>	<u>9.4</u>	<u>28.1</u>	<u>26.6</u>
Expenses:						
General government	3.4	2.8	-	-	3.4	2.8
Public safety	6.6	6.4	-	-	6.6	6.4
Highways and streets	2.0	2.2	-	-	2.0	2.2
Solid waste/recycling	0.0	0.0	-	-	0.0	0.0
Community development	3.1	3.2	-	-	3.1	3.2
Interest on long-term debt	0.4	0.4	-	-	0.4	0.4
Water	-	-	2.6	2.2	2.6	2.2
Sewer	-	-	3.4	3.2	3.4	3.2
Storm sewer	-	-	0.9	1.0	0.9	1.0
Public services	-	-	1.8	1.7	1.8	1.7
Total expenses	<u>15.6</u>	<u>15.1</u>	<u>8.7</u>	<u>8.2</u>	<u>24.3</u>	<u>23.2</u>
Increase (decrease) in net position						
position before Transfers	1.4	2.1	2.4	1.2	3.8	3.3
Transfers	-	-	-	-	-	-
Increase (decrease) in net position	1.4	2.1	2.4	1.2	3.8	3.3
Net position, beginning	29.2	27.1	41.1	39.9	70.4	67.1
Net position, ending	<u>\$ 30.7</u>	<u>\$ 29.2</u>	<u>\$ 43.5</u>	<u>\$ 41.1</u>	<u>\$ 74.2</u>	<u>\$ 70.4</u>

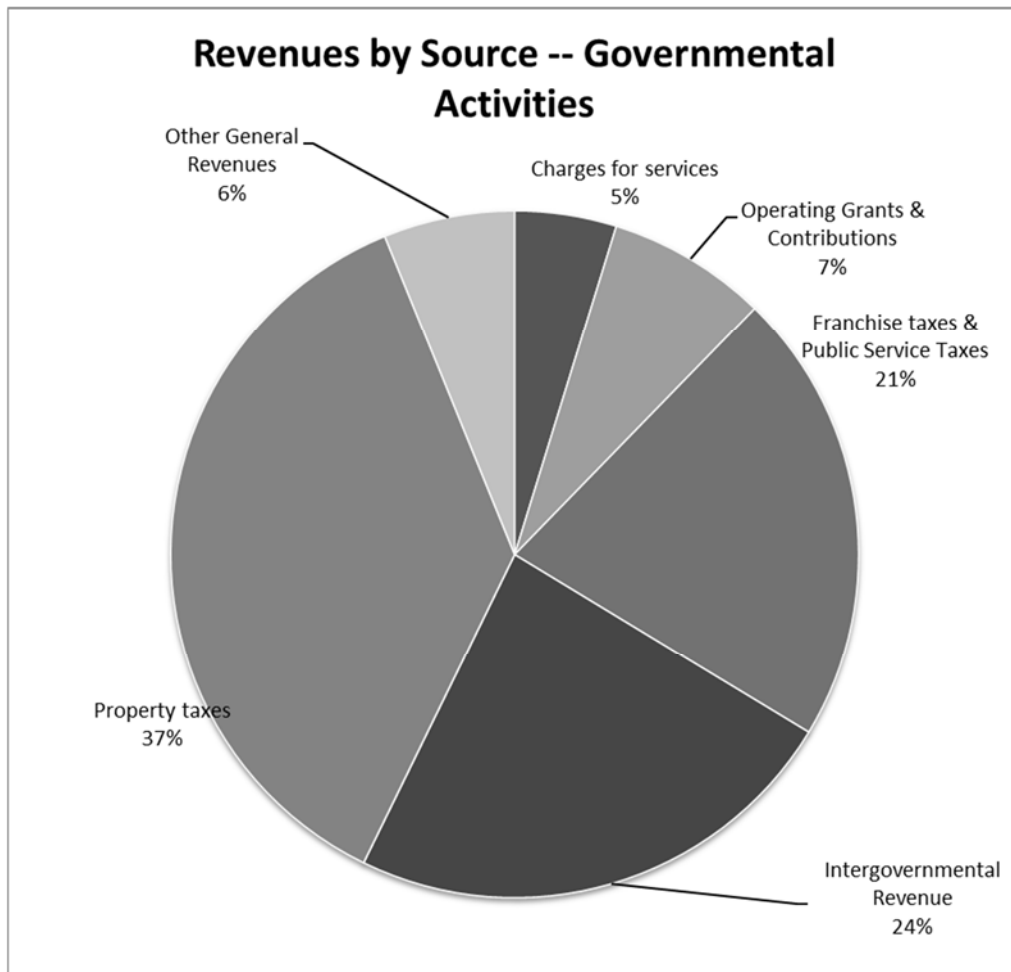
During the fiscal year, the City's total net position increased by \$3.8 million. Business Type activities increased \$2.4 million and the Governmental activities \$1.4 million increase.

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.

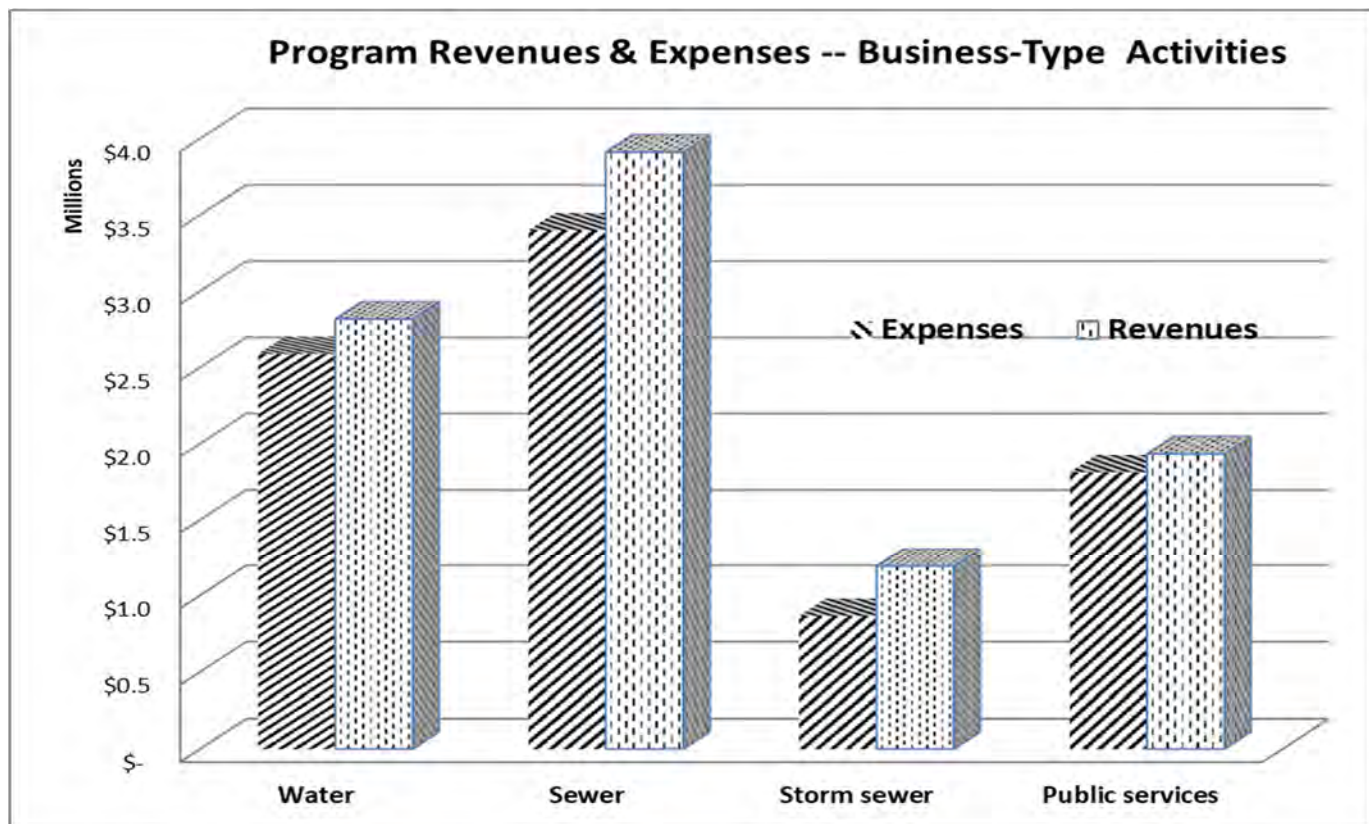
The graph below is a visual representation of the various sources of revenues used to support governmental activities.



Governmental revenues modestly increased from the prior year. The majority of governmental revenues (82%) include property taxes, franchise fees and intergovernmental revenues. The revenues from user fees and charges for services of 5%, with 7% from operating and capital grants and 6% other revenues. The governmental revenues were impacted by the reduced economic activity effects of the COVID-19 public health emergency, resulting in reduced are reflected in both State and Local gas tax revenues and transient lodging tax receipts. General State Revenue sharing as well as State Shared Revenues for liquor, marijuana and cigarette declined only modestly.

Governmental program expenses modestly increased \$0.6 million compared to the prior year due completed 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, and COVID-19 related costs.

Business-type activities resulted in a \$0.7 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.

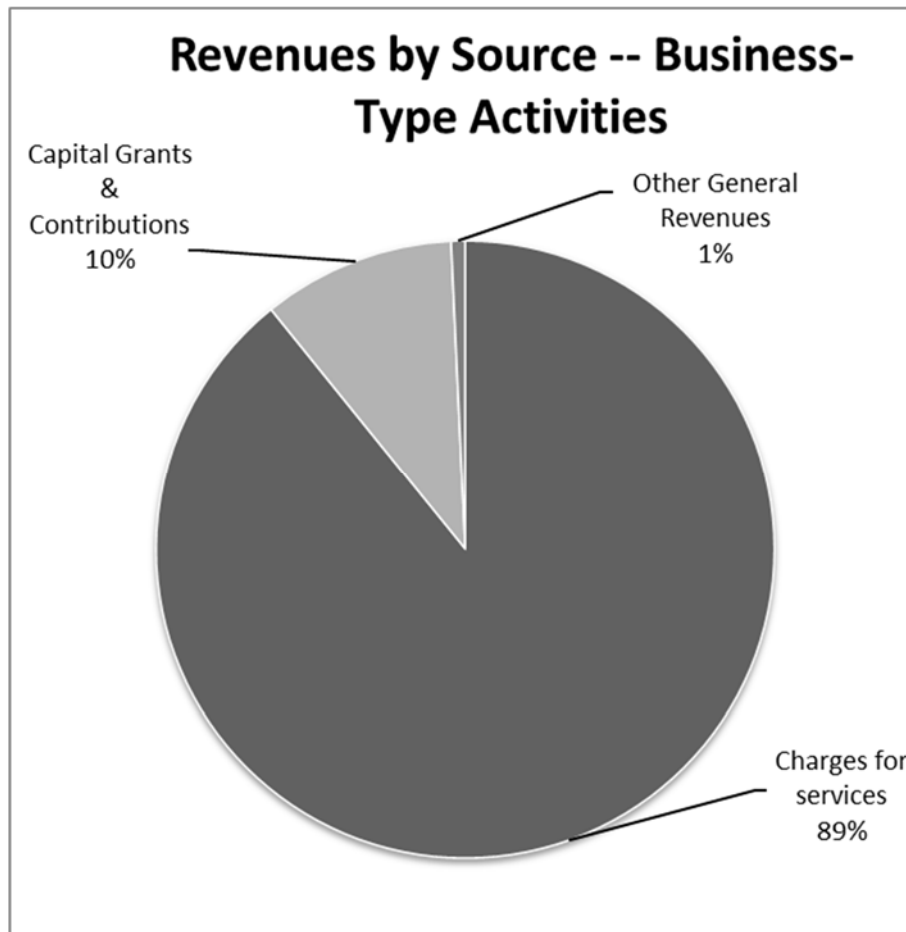


The primary source of revenue for the City operated water, sewer, and storm sewer utilities are customer user fees. Public services (Public Works management and equipment maintenance services) generate some revenues but are primarily funded from charges to the direct utility operating functions they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

Total revenues increased \$1.7 million over the prior year due to weather impact upon consumption levels, and the impact of a modest increase of the user rates for water, sewer and storm water systems, and property taxes. Utility systems development charges were significantly below 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 \$1.1 million resulting from the completion phase of significant industrial site developments and some multi-family housing projects. Additional significant increase in residential development in the City is in process for 2021.

City utility user fees for water, sewer and storm services increased by \$0.9 million or 12% compared to the prior year. This reflects the user rate increase and increased consumption from both economic and weather conditions, and final removal of the storm water rate cap.

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 decreased by \$0.4 million compared to the prior year, comprised primarily from the completion of capital outlay projects. The decrease was marginally offset 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 \$20.6 million at June 30, 2021. A summary of fund balances follows:

Table 3
City of Troutdale, Oregon
Fund Balances

	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>Change</u>
General Fund	\$ 12,844,433	\$ 11,457,548	\$ 1,386,885
Street Fund	4,004,313	3,622,093	382,220
URA Dev Fund	(8,221,389)	(7,874,023)	(347,366)
Other Governmental	12,026,600	11,164,967	861,633
Total	<u>\$ 20,653,957</u>	<u>\$ 18,370,585</u>	<u>\$ 2,283,372</u>

The general fund balance increase due to a Parks and Facilities Divisions capital project completion, and effective cost controls, with largest contribution from the \$1.5 million of delayed from the prior period of loan proceeds from the State of Oregon Brownfields Redevelopment Fund. The Urban Renewal Agency (URA) purchased real property in 2018 and conducted extensive site demolition and environmental remediation to prepare the property for division and resale for private redevelopment. The continued remediation has been funded by the \$1.5 million loan from the General Fund in the prior period. The Street Fund balance increase resulted deferred maintenance continued combined with construction weather delays, and modest recovery of State and Local gas tax revenues. Other Governmental funds increase reflects development building safety inspection fee revenue from significant construction during the year, 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:

- An increased of both resources and expenditures recognizing \$596,000 received from the City of Portland's PDX-CARES program of federal funds from the Coronavirus Aid, Relief, and Economic Security (CARES) Act.
- A total of \$827,000 budget contingency transfers to various departments and divisions for \$327,000 for increased labor costs, COVID-19 cleaning and teleworking related costs, building maintenance, facility equipment and fixtures, legal fees, and consulting services. Additional \$500,000 of transfers to the Urban Renewal Agency to provide support for the Riverfront Renewal Plan expenses.

Actual revenues for the year were below budgeted amounts by \$345,000 due primarily to the reduction of enterprise zone community service revenues resulting from a reduction in subject property tax assessed value. The beginning fund balance in the General Fund was \$586,000 lower than budgeted.

On the expenditure side, operations for all departments were under budget by \$2,144,000. 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 12% under budgeted amounts.

CAPITAL ASSETS AND DEBT ADMINISTRATION

CAPITAL ASSETS

As of year-end, the City had \$57 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)

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 5.9	\$ 5.9	\$ 1.6	\$ 1.6	\$ 7.5	\$ 7.5
Intangible assets	0.1	0.1	0.0	0.0	0.1	0.1
Buildings & improvements	7.0	7.2	1.2	1.3	8.2	8.5
Land improvements	6.8	1.9	0.0	0.0	6.8	1.9
Equipment	0.4	0.4	0.5	0.5	0.9	0.9
Infrastructure	4.7	4.7	28.2	26.2	32.8	30.9
Work in Progress	0.5	4.7	0.2	2.5	0.6	7.1
Total	<u>\$ 25.3</u>	<u>\$ 24.9</u>	<u>\$ 31.7</u>	<u>\$ 32.2</u>	<u>\$ 57.0</u>	<u>\$ 57.2</u>

Assets for governmental activities increased by \$0.4 million resulting from the annual recorded depreciation largely offset by minor capital infrastructure dedications as shown above. Completion of environmental remediation activities closed out \$4.4 million of Urban Renewal Agency work in progress into land improvements.

Assets for business-type activities increased by \$0.5 million net of depreciation resulting from \$2 million of construction in process project close outs into infrastructure, 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 26-27, 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, \$0.3 million is due within one year. Total long-term debt increased \$1.1 million resulting from the net of new borrowing and reductions from routing 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)

	Governmental		Business-type		Total	
	Activities		Activities			
	2021	2020	2021	2020	2021	2020
General obligation bond PD	5.2	5.6	-	-	5.2	5.6
Full Faith & Credit Obligations	6.5	5.0	-	-	6.5	5.0
Total	<u>\$11.7</u>	<u>\$10.6</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$11.7</u>	<u>\$10.6</u>

Moody's Investors Service in 2021 continued their previous rating of the City's general obligation bonds as Aa2. Moody's Investors Service in 2021 also continued their previous rating of the City's full faith and credit obligations as Aa2. The City increased \$1,500,000 of FF&C Obligations. For more detailed information on the City's debt and amortization terms refer to the LONG-TERM DEBT section, pages 28-30 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 4.78% following 3.85% of the prior year. Property tax revenues show a total increase of approximately \$260,000. 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, 2021.

- 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. Due to reduced travel resulting from COVID-19, the combined State and local gas tax revenue received was \$72,000 or 3%, above the expected revenue budget. The Street Fund balance remains at a healthy level exceeding 200% of annual expenditures.
- Community service fees of \$736,900 were collected pursuant to an Extended Enterprise Zone Agreement during the reporting period and are expected to continue in an approximately same amount for the 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 \$3.1 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) three year term included a 4.25% cost of living adjustment (COLA) increase. The three year successor CBA includes a 4.5% COLA in the coming period, with 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 is estimated to receive approximately \$3,500,000 of CSLFRF funds over the next two reporting periods. 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 increased \$383,000 or 34% from the prior year. The subsequent fiscal year adopted budget incorporates a 1% increase in expected BIT revenue.

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 disruption continues, 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 were lower in the report period and have been lowered 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**

CITY OF TROUTDALE, OREGON

Statement of Net Position

June 30, 2021

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 8,956,225	\$ 6,164,466	\$ 15,120,691
Accounts receivable, net	902,990	785,876	1,688,866
Property taxes receivable	171,178	-	171,178
Prepaid expenses	1,500	-	1,500
Inventories	41,512	84,995	126,507
Restricted cash and investments	11,106,838	6,339,894	17,446,732
Capital assets:			
Nondepreciable	6,412,958	1,828,645	8,241,603
Depreciable, net	18,837,380	29,872,324	48,709,704
Total assets	<u>46,430,581</u>	<u>45,076,200</u>	<u>91,506,781</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension related deferral	1,243,608	459,965	1,703,573
OPEB related deferral	58,360	-	58,360
Total deferred outflows of resources	<u>1,301,968</u>	<u>459,965</u>	<u>1,761,933</u>
LIABILITIES			
Accounts payable	240,057	283,770	523,827
Accrued payroll	126,189	71,380	197,569
Deposits	1,450	10,200	11,650
Interest payable	31,471	-	31,471
Unearned revenue	3,500	-	3,500
Noncurrent liabilities:			
<i>Due within one year</i>			
Current portion of long-term debt	382,288	-	382,288
Accrued compensated absences - current	43,568	20,677	64,245
<i>Due in more than one year</i>			
Net Pension liability	3,394,404	1,255,463	4,649,867
Total OPEB liability	191,597	-	191,597
Accrued compensated absences - long term	174,274	82,709	256,983
Noncurrent portion of long-term debt	11,540,767	-	11,540,767
Total liabilities	<u>16,129,565</u>	<u>1,724,199</u>	<u>17,853,764</u>
DEFERRED INFLOWS OF RESOURCES			
Pension related deferral	829,785	306,907	1,136,692
OPEB related deferral	77,870	-	77,870
Total deferred inflows of resources	<u>907,655</u>	<u>306,907</u>	<u>1,214,562</u>
NET POSITION			
Net investment in capital assets	13,541,199	31,700,969	45,242,168
Restricted			
Capital Projects	6,316,059	6,339,894	12,655,953
Streets	3,963,748	-	3,963,748
Building Department Services	1,815,715	-	1,815,715
Other	49,857	-	49,857
Debt Service	3,927,610	-	3,927,610
Unrestricted	1,081,141	5,464,196	6,545,337
Total net position	<u>\$ 30,695,329</u>	<u>\$ 43,505,059</u>	<u>\$ 74,200,388</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, 2021

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	\$ 3,443,527	\$ 796,667	\$ -	\$ -	\$ (2,646,860)	\$ -	\$ (2,646,860)
Public safety	6,625,288	-	-	-	(6,625,288)	-	(6,625,288)
Highway and Streets	2,026,287	19,482	1,221,393	-	(785,412)	-	(785,412)
Solid waste/recycling	24,209	-	-	-	(24,209)	-	(24,209)
Community development	3,124,179	-	-	65,000	(3,059,179)	-	(3,059,179)
Interest on long-term debt	397,251	-	-	-	(397,251)	-	(397,251)
Total governmental activities	<u>15,640,741</u>	<u>816,149</u>	<u>1,221,393</u>	<u>65,000</u>	<u>(13,538,199)</u>	<u>-</u>	<u>(13,538,199)</u>
Business-type activities:							
Water	2,588,595	2,764,547	-	175,068	-	351,020	351,020
Sewer	3,400,426	3,813,031	-	523,166	-	935,771	935,771
Storm sewer	866,763	1,192,560	-	415,882	-	741,679	741,679
Public services	<u>1,813,519</u>	<u>1,933,376</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>119,857</u>	<u>119,857</u>
Total business type activities	<u>8,669,303</u>	<u>9,703,514</u>	<u>-</u>	<u>1,114,116</u>	<u>-</u>	<u>2,148,327</u>	<u>2,148,327</u>
Total government	<u>\$ 24,310,044</u>	<u>\$ 10,519,663</u>	<u>\$ 1,221,393</u>	<u>\$ 1,179,116</u>	<u>(13,538,199)</u>	<u>2,148,327</u>	<u>(11,389,872)</u>
General revenues:							
Taxes							
Property taxes					6,255,637	-	6,255,637
Franchise taxes					1,555,665	-	1,555,665
Public service taxes					2,098,407	-	2,098,407
Interest					144,931	80,535	225,466
Other revenues					4,937,232	152,191	5,089,423
Total general revenues					<u>14,991,872</u>	<u>232,726</u>	<u>15,224,598</u>
Change in net position					1,453,673	2,381,053	3,834,726
Net position - beginning					29,241,656	41,124,006	70,365,662
Net position - ending					<u>\$ 30,695,329</u>	<u>\$ 43,505,059</u>	<u>\$ 74,200,388</u>

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

FUND FINANCIAL STATEMENTS

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, 2021

	General Fund	Street Fund	URA Riverfront Development	Other Governmental	Total Governmental
ASSETS					
Cash and investments	\$ 6,088,212	\$ 3,707,324	\$ -	\$ 10,267,527	\$ 20,063,063
Accounts receivable	595,167	272,399	-	35,424	902,990
Property taxes receivable	153,732	-	-	17,446	171,178
Prepaid items	1,500	-	-	-	1,500
Interfund loan	6,800,000	-	-	665,000	7,465,000
Inventory	947	40,565	-	-	41,512
Due from	22,443	-	-	1,395,291	1,417,734
Total assets	<u>\$ 13,662,001</u>	<u>\$ 4,020,288</u>	<u>\$ -</u>	<u>\$ 12,380,688</u>	<u>\$ 30,062,977</u>
LIABILITIES					
Accounts and Retainage Payable	\$ 169,750	\$ 9,356	\$ 26,098	\$ 34,853	\$ 240,057
Payroll liabilities	103,932	6,619	-	15,638	126,189
Deposits	1,000	-	-	450	1,450
Unearned Revenue	3,500	-	-	-	3,500
Interfund loan	400,000	-	6,800,000	265,000	7,465,000
Due to	-	-	1,395,291	22,443	1,417,734
Total liabilities	<u>678,182</u>	<u>15,975</u>	<u>8,221,389</u>	<u>338,384</u>	<u>9,253,930</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue - Taxes	<u>139,386</u>	<u>-</u>	<u>-</u>	<u>15,704</u>	<u>155,090</u>
FUND BALANCES					
Nonspendable	2,447	40,565	-	-	43,012
Restricted	-	3,963,748	-	12,109,241	16,072,989
Unassigned	12,841,986	-	(8,221,389)	(82,641)	4,537,956
Total fund balances	<u>12,844,433</u>	<u>4,004,313</u>	<u>(8,221,389)</u>	<u>12,026,600</u>	<u>20,653,957</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 13,662,001</u>	<u>\$ 4,020,288</u>	<u>\$ -</u>	<u>\$ 12,380,688</u>	<u>\$ 30,062,977</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					25,250,338
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					155,090
Accrued compensated absences are not due and payable in the current period and therefore are not reported in the funds.					(217,842)
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					(3,394,404)
Deferred inflows and deferred outflows					413,823
Total OPEB liability					(191,597)
Deferred inflows and deferred outflows					(19,510)
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					(31,471)
Long term debt					(11,730,000)
Post-closure cost care					(172,194)
Bond premium					(20,861)
Net Position of Governmental Activities					<u>\$ 30,695,329</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, 2021

	General Fund	Street Fund	URA Riverfront Development	Other Governmental	Total Governmental
REVENUES					
Intergovernmental	\$ 2,683,282	\$ 1,209,362	\$ 30,010	\$ 105,177	\$ 4,027,831
Charges for services	744,433	-	-	142,770	887,203
Property taxes	5,793,466	-	-	472,378	6,265,844
Franchise	1,340,635	-	-	215,030	1,555,665
Licenses and permits	54,731	-	-	476,946	531,677
Fines and forfeitures	235,317	-	-	-	235,317
Interest	51,461	26,582	-	66,888	144,931
Miscellaneous	1,886,559	3,697	-	-	1,890,256
Hotel/motel transient tax	537,638	-	-	-	537,638
Fuel tax	-	964,248	-	-	964,248
Solid waste tax	64,844	-	-	-	64,844
Total revenues	<u>13,392,366</u>	<u>2,203,889</u>	<u>30,010</u>	<u>1,479,189</u>	<u>17,105,454</u>
EXPENDITURES					
Current:					
General government	3,447,499	-	-	-	3,447,499
Public safety	6,634,570	-	-	-	6,634,570
Highway and Streets	-	1,730,287	-	-	1,730,287
Solid waste/recycling	24,824	-	-	-	24,824
Community development	1,768,670	-	377,376	878,109	3,024,155
Capital outlay	555,020	91,382	-	87,976	734,378
Debt service:					
Principal	-	-	-	340,000	340,000
Interest	-	-	-	398,369	398,369
Total expenditures	<u>12,430,583</u>	<u>1,821,669</u>	<u>377,376</u>	<u>1,704,454</u>	<u>16,334,082</u>
Excess (deficiency) of revenues over (under) expenditures	961,783	382,220	(347,366)	(225,265)	771,372
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	1,086,898	1,086,898
Transfers out	(1,086,898)	-	-	-	(1,086,898)
Sale of capital asset	12,000	-	-	-	12,000
Loan Proceeds	1,500,000	-	-	-	1,500,000
Total other financing sources (uses)	<u>425,102</u>	<u>-</u>	<u>-</u>	<u>1,086,898</u>	<u>1,512,000</u>
Net change in fund balance	1,386,885	382,220	(347,366)	861,633	2,283,372
FUND BALANCES, BEGINNING	<u>11,457,548</u>	<u>3,622,093</u>	<u>(7,874,023)</u>	<u>11,164,967</u>	<u>18,370,585</u>
FUND BALANCES, ENDING	<u>\$ 12,844,433</u>	<u>\$ 4,004,313</u>	<u>\$ (8,221,389)</u>	<u>\$ 12,026,600</u>	<u>\$ 20,653,957</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, 2021

Net change in fund balances - total governmental funds	\$	2,283,372
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*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	\$ 1,076,900		
Loss on disposal	(10,336)		
Less current year depreciation	<u>(754,810)</u>		311,754

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

Property taxes		(10,207)
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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	340,000		
Bond premium and discount amortization	1,574		
Landfill post-closure cost care	12,019		
Debt issuance proceeds	<u>(1,500,000)</u>		(1,146,407)

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.

46,930

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.

(12,174)

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	(20,713)		
Accrued interest expense	<u>1,118</u>		<u>(19,595)</u>

Change in net position of governmental activities	\$	<u><u>1,453,673</u></u>
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The notes to the financial statements are an integral part of this statement.

CITY OF TROUTDALE, OREGON
GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Property taxes				
Current year	\$ 5,615,053	\$ 5,615,053	\$ 5,708,611	\$ 93,558
Prior year	110,845	110,845	75,861	(34,984)
Penalties and interest	7,500	7,500	8,994	1,494
Intergovernmental	2,195,915	2,775,416	2,683,282	(92,134)
Charges for services	3,040,000	3,040,000	744,433	(2,295,567)
Franchise	1,311,125	1,311,125	1,340,635	29,510
Licenses and permits	42,770	42,770	54,731	11,961
Fines and forfeitures	100,000	116,500	235,317	118,817
Interest	25,000	25,000	51,461	26,461
Miscellaneous	45,000	45,000	1,886,559	1,841,559
Hotel/motel transient tax	576,289	576,289	537,638	(38,651)
Solid waste tax	72,147	72,147	64,844	(7,303)
	<u>13,141,644</u>	<u>13,737,645</u>	<u>13,392,366</u>	<u>(345,279)</u>
Total revenues				
EXPENDITURES:				
Current:				
Legislative	52,318	52,318	18,908	33,410
Judicial	128,334	128,334	120,885	7,449
Legal	291,976	291,976	108,945	183,031
General Government	868,859	1,303,359	1,055,418	247,941
Administration	834,440	834,440	765,675	68,765
Community Services	173,881	173,881	136,466	37,415
Information Services	307,361	344,361	283,290	61,071
Finance	704,572	704,572	669,347	35,225
Police Operations	4,169,736	4,187,736	4,033,185	154,551
Public Safety Building Operations	172,820	336,820	241,125	95,695
Solid Waste/Recycling	45,400	45,400	24,824	20,576
Fire Protection Services	2,389,129	2,389,129	2,389,129	-
Planning	599,897	826,897	643,241	183,656
Tourism & Economic Development	256,678	329,878	312,968	16,910
Parks and Greenways	1,256,103	1,256,103	658,146	597,957
Facilities	977,928	977,928	969,031	8,897
Contingency	2,000,000	1,142,300	-	1,142,300
	<u>15,229,432</u>	<u>15,325,432</u>	<u>12,430,583</u>	<u>2,894,849</u>
Total expenditures				
Revenues over (under) expenditures	(2,087,788)	(1,587,787)	961,783	2,549,570
OTHER FINANCING SOURCES (USES):				
Loan Proceeds	400,000	400,000	1,500,000	1,100,000
Transfers in	194,500	194,500	900,000	705,500
Transfers out	(1,576,277)	(2,076,278)	(1,686,898)	389,380
Sale of capital asset	5,000	5,000	12,000	7,000
	<u>(976,777)</u>	<u>(1,476,778)</u>	<u>725,102</u>	<u>2,201,880</u>
Total other financing sources (uses)				
Net changes in fund balances	(3,064,565)	(3,064,565)	1,686,885	4,751,450
FUND BALANCE, BEGINNING	<u>5,341,818</u>	<u>5,341,818</u>	<u>4,757,548</u>	<u>(584,270)</u>
FUND BALANCE, ENDING	<u>\$ 2,277,253</u>	<u>\$ 2,277,253</u>	<u>\$ 6,444,433</u>	<u>\$ 4,167,180</u>
Budget to GAAP Reconciliation				
Interfund loan transactions			<u>6,400,000</u>	
GAAP Fund Balance			<u>\$ 12,844,433</u>	

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

CITY OF TROUTDALE, OREGON
STREET FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Intergovernmental	\$ 1,168,097	\$ 1,168,097	\$ 1,209,362	\$ 41,265
Charges for services	300	300	-	(300)
Fuel Tax	933,430	933,430	964,248	30,818
Interest	77,064	77,064	26,582	(50,482)
Miscellaneous	-	-	3,697	3,697
Total revenues	2,178,891	2,178,891	2,203,889	24,998
EXPENDITURES:				
Personnel services	277,140	292,140	270,493	21,647
Materials and services	1,780,955	1,780,955	1,459,794	321,161
Capital outlay	851,300	851,300	91,382	759,918
Contingency	900,000	885,000	-	885,000
Total expenditures	3,809,395	3,809,395	1,821,669	1,987,726
Net changes in fund balances	(1,630,504)	(1,630,504)	382,220	2,012,724
FUND BALANCES, BEGINNING	3,397,351	3,397,351	3,622,093	224,742
FUND BALANCES, ENDING	<u>\$ 1,766,847</u>	<u>\$ 1,766,847</u>	<u>\$ 4,004,313</u>	<u>\$ 2,237,466</u>

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

FUND FINANCIAL STATEMENTS

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, 2021

	Business-type Activities - Enterprise Funds				
	Water	Sewer	Storm Sewer	Public Services	Totals
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 1,363,451	\$ 2,964,029	\$ 965,412	\$ 871,574	\$ 6,164,466
Accounts receivables, net	336,239	343,178	106,459	-	785,876
Inventories	84,995	-	-	-	84,995
Total current assets	<u>1,784,685</u>	<u>3,307,207</u>	<u>1,071,871</u>	<u>871,574</u>	<u>7,035,337</u>
Noncurrent assets:					
Restricted cash and cash equivalents	396,807	2,818,046	3,125,041	-	6,339,894
Capital assets not being depreciated	342,034	1,483,540	3,071	-	1,828,645
Capital assets being depreciated, net	<u>7,382,998</u>	<u>17,692,038</u>	<u>4,797,288</u>	<u>-</u>	<u>29,872,324</u>
Total noncurrent assets	<u>8,121,839</u>	<u>21,993,624</u>	<u>7,925,400</u>	<u>-</u>	<u>38,040,863</u>
Total assets	<u>9,906,524</u>	<u>25,300,831</u>	<u>8,997,271</u>	<u>871,574</u>	<u>45,076,200</u>
DEFERRED OUTFLOWS OF RESOURCES					
Pension related deferral	<u>187,393</u>	<u>187,393</u>	<u>85,179</u>	<u>-</u>	<u>459,965</u>
LIABILITIES					
Current liabilities:					
Accounts payable	69,967	59,235	15,133	31,069	175,404
Retainage payable	-	108,366	-	-	108,366
Payroll liabilities	14,769	19,272	7,566	29,773	71,380
Accrued compensated absences - current	7,208	9,707	3,762	-	20,677
Deposits	<u>10,200</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,200</u>
Total current liabilities	<u>102,144</u>	<u>196,580</u>	<u>26,461</u>	<u>60,842</u>	<u>386,027</u>
Noncurrent liabilities:					
Net pension liability	511,485	511,485	232,493	-	1,255,463
Accrued compensated absences	<u>28,834</u>	<u>38,826</u>	<u>15,049</u>	<u>-</u>	<u>82,709</u>
Total liabilities	<u>642,463</u>	<u>746,891</u>	<u>274,003</u>	<u>60,842</u>	<u>1,724,199</u>
DEFERRED INFLOWS OF RESOURCES					
Net deferred pension asset	<u>125,036</u>	<u>125,036</u>	<u>56,835</u>	<u>-</u>	<u>306,907</u>
NET POSITION					
Net investment in capital assets	7,725,032	19,175,578	4,800,359	-	31,700,969
Restricted for infrastructure expansion	396,807	2,818,046	3,125,041	-	6,339,894
Unrestricted	<u>1,204,579</u>	<u>2,622,673</u>	<u>826,212</u>	<u>810,732</u>	<u>5,464,196</u>
Total net position	<u>\$ 9,326,418</u>	<u>\$ 24,616,297</u>	<u>\$ 8,751,612</u>	<u>\$ 810,732</u>	<u>\$ 43,505,059</u>

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, 2021

	Business-type Activities - Enterprise Funds				
	Water	Sewer	Storm Sewer	Public Services	Totals
OPERATING REVENUES					
Charges for services	\$ 2,764,547	\$ 3,813,031	\$ 1,192,560	\$ 1,918,503	\$ 9,688,641
Licenses & permits	-	-	-	14,873	14,873
Miscellaneous	52,474	98,878	-	839	152,191
Total operating revenues	<u>2,817,021</u>	<u>3,911,909</u>	<u>1,192,560</u>	<u>1,934,215</u>	<u>9,855,705</u>
OPERATING EXPENSES					
Personal services	623,715	675,183	251,310	1,235,146	2,785,354
Depreciation	393,377	669,266	251,496	-	1,314,139
Contractual services	272,195	183,258	268,882	228,675	953,010
Utilities	589,479	696,272	1,732	38,102	1,325,585
Repairs and maintenance	295,762	466,870	51,790	34,744	849,166
Other operating expenses	414,067	709,577	41,553	276,852	1,442,049
Total operating expenses	<u>2,588,595</u>	<u>3,400,426</u>	<u>866,763</u>	<u>1,813,519</u>	<u>8,669,303</u>
Operating income (loss)	<u>228,426</u>	<u>511,483</u>	<u>325,797</u>	<u>120,696</u>	<u>1,186,402</u>
NONOPERATING REVENUES (EXPENSES)					
Interest revenue	16,535	33,814	23,813	6,373	80,535
Total nonoperating revenues (expenses)	<u>16,535</u>	<u>33,814</u>	<u>23,813</u>	<u>6,373</u>	<u>80,535</u>
Income (loss) before contributions and transfers	244,961	545,297	349,610	127,069	1,266,937
Capital Contributions	<u>175,068</u>	<u>523,166</u>	<u>415,882</u>	<u>-</u>	<u>1,114,116</u>
Total	<u>175,068</u>	<u>523,166</u>	<u>415,882</u>	<u>-</u>	<u>1,114,116</u>
Increase (decrease) in net position	420,029	1,068,463	765,492	127,069	2,381,053
Net position - beginning	<u>8,906,389</u>	<u>23,547,834</u>	<u>7,986,120</u>	<u>683,663</u>	<u>41,124,006</u>
Net position - ending	<u>\$ 9,326,418</u>	<u>\$ 24,616,297</u>	<u>\$ 8,751,612</u>	<u>\$ 810,732</u>	<u>\$ 43,505,059</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, 2021

	Business-type Activities - Enterprise Funds				
	Water	Sewer	Storm Sewer	Public Services	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	\$ 2,702,527	\$ 3,913,065	\$ 1,186,521	\$ 1,934,215	\$ 9,736,328
Payments to employees	(630,693)	(669,221)	(248,837)	(1,237,392)	(2,786,143)
Payments to suppliers	(1,436,166)	(2,238,581)	(409,481)	(565,085)	(4,649,313)
Net cash provided (used) by operating activities	635,668	1,005,263	528,203	131,738	2,300,872
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Capital contribution	175,068	523,166	415,882	-	1,114,116
Purchases of capital assets	(515,505)	(105,826)	(168,359)	-	(789,690)
Net cash provided (used) by capital and related financing activities	(340,437)	417,340	247,523	-	324,426
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	16,535	33,814	23,813	6,373	80,535
Net increase in cash and cash equivalents	311,766	1,456,417	799,539	138,111	2,705,833
Balances - beginning of the year	1,448,492	4,325,658	3,290,914	733,463	9,798,527
Balances - end of the year	\$ 1,760,258	\$ 5,782,075	\$ 4,090,453	\$ 871,574	\$ 12,504,360
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income	\$ 228,426	\$ 511,483	\$ 325,797	\$ 120,696	\$ 1,186,402
Adjustments to reconcile operating income to net cash provided by operating activities:					
Cash flows reported in other categories:					
Depreciation expense	393,377	669,266	251,496	-	1,314,139
Change in assets and liabilities:					
Accounts receivable	(111,994)	1,156	(6,039)	-	(116,877)
Inventories	125,716	-	-	-	125,716
Accounts payable	9,621	(182,604)	(45,524)	13,288	(205,219)
Payroll liabilities	384	2,589	1,590	(2,246)	2,317
Accrued compensated absences	(290)	10,445	4,098	-	14,253
Pension related accounts	(7,072)	(7,072)	(3,215)	-	(17,359)
Deposits	(2,500)	-	-	-	(2,500)
Net cash provided by operating activities	\$ 635,668	\$ 1,005,263	\$ 528,203	\$ 131,738	\$ 2,300,872

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

**NOTES TO
BASIC FINANCIAL STATEMENTS**

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, 2021

The *Statement of Net Position* presents information on all of the assets and liabilities, with the difference between the two reported as *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.
- *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.

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

- *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, 2021

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, 2021

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.

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, 2021

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.

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 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.

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

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.

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.
- 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 position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. A deferred outflow is reported on the Statement of Net Position for the pension deferral and OPEB deferral.

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 position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The government has only one type of item, which arises only under a modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source: property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available. Additionally, another items reported on the Statement of Net Position are as follows – pension related deferral and OPEB related deferral.

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.

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

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

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.

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, 2021:

Cash and investments	\$ 15,120,691
Restricted assets - cash and investments	<u>17,446,732</u>
	<u><u>\$ 32,567,423</u></u>
Deposits with financial institutions	\$ 1,250,016
Petty cash	650
Oregon State Treasurer's Local Government Investment Pool	<u>31,316,757</u>
	<u><u>\$ 32,567,423</u></u>

DEPOSITS

Deposits with financial institutions include bank demand deposits. At year-end, the total bank balance per the bank statements is \$1,653,191. Oregon Revised Statutes require deposits to be adequately covered by federal depository insurance or deposited at an approved depository as identified by the Treasury.

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

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

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 book value since it approximates fair 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. 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, 2021, there were the following investments:

Investment type	Maturities	Fair value
Oregon State Treasury's Local Government Investment Pool	Avg 0 – 6 months	<u>\$31,316,757</u>

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, 2021, 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, 2021 for the major and non-major governmental funds in the aggregate are as follows:

	General	Street	Total Non-major	Total
Property taxes	\$ 153,732	\$ -	\$ 17,446	\$ 171,178
Accounts	<u>595,167</u>	<u>272,399</u>	<u>35,424</u>	<u>902,990</u>
	<u>\$ 748,899</u>	<u>\$ 272,399</u>	<u>\$ 52,870</u>	<u>\$ 1,074,168</u>

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

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

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	\$ 155,090
Total	<u>\$ 155,090</u>

CAPITAL ASSETS

Capital asset activity for governmental activities for the fiscal year ended June 30, 2021 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Non-depreciable				
Land	\$ 5,867,327	\$ -	\$ -	\$ 5,867,327
Intangibles	96,011	-	-	96,011
Construction in progress	4,678,738	409,921	(4,639,039)	449,620
Total non-depreciable	<u>10,642,076</u>	<u>409,921</u>	<u>(4,639,039)</u>	<u>6,412,958</u>
Depreciable				
Buildings and improvements	10,799,121	-	-	10,799,121
Land improvements	5,704,820	4,933,710	-	10,638,530
Equipment	1,801,406	135,848	(443,951)	1,493,303
Infrastructure	25,797,756	236,460	-	26,034,216
Total depreciable	<u>44,103,103</u>	<u>5,306,018</u>	<u>(443,951)</u>	<u>48,965,170</u>
Accumulated depreciation				
Buildings and improvements	(3,567,938)	(227,093)	-	(3,795,031)
Land improvements	(3,777,931)	(101,855)	-	(3,879,786)
Equipment	(1,386,038)	(158,782)	433,615	(1,111,205)
Infrastructure	(21,074,688)	(267,080)	-	(21,341,768)
Total accumulated depreciation	<u>(29,806,595)</u>	<u>(754,810)</u>	<u>433,615</u>	<u>(30,127,790)</u>
Depreciable, net	<u>14,296,508</u>	<u>4,551,208</u>	<u>(10,336)</u>	<u>18,837,380</u>
Governmental activities capital assets, net	<u>\$ 24,938,584</u>	<u>\$ 4,961,129</u>	<u>\$ (4,649,375)</u>	<u>\$ 25,250,338</u>

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

General government	\$ 92,337
Public safety	149,899
Highways and streets	337,515
Community development	175,059
Total depreciation for governmental activities	<u>\$ 754,810</u>

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

Capital asset activity for business-type activities for the fiscal year ended June 30, 2021 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities				
Non-depreciable				
Land	\$ 1,646,972	\$ -	\$ -	\$ 1,646,972
Intangibles	30,788	-	-	30,788
Construction in progress	2,470,593	133,337	(2,453,045)	150,885
Total non-depreciable	4,148,353	133,337	(2,453,045)	1,828,645
Depreciable				
Buildings and improvements	2,331,719	-	-	2,331,719
Land improvements	369,982	-	-	369,982
Equipment	1,633,510	29,136	-	1,662,646
Infrastructure	57,901,496	3,080,262	-	60,981,758
Total depreciable	62,236,707	3,109,398	-	65,346,105
Accumulated depreciation				
Buildings and improvements	(1,050,799)	(47,899)	-	(1,098,698)
Land improvements	(347,820)	(8,266)	-	(356,086)
Equipment	(1,107,462)	(82,321)	-	(1,189,783)
Infrastructure	(31,653,561)	(1,175,653)	-	(32,829,214)
Total accumulated depreciation	(34,159,642)	(1,314,139)	-	(35,473,781)
Depreciable, net	28,077,065	1,795,259	-	29,872,324
Business-type activities capital assets, net	\$ 32,225,418	\$ 1,928,596	\$ (2,453,045)	\$ 31,700,969

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

Water	\$ 393,377
Sewer	669,266
Storm Sewer	251,496
Total depreciation business-type activities	\$ 1,314,139

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, 2021. 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.

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

Interfund receivables and payables are used to fund current operations and long term projects. The interfund activity for fiscal year ended June 30, 2021 is as follows:

ALL ACTIVITIES	TRANSFERS FROM	TRANSFERS TO
GENERAL FUND	\$ -	\$ 1,086,898
NONMAJOR FUNDS	1,086,898	-
TOTAL INTERFUND TRANSFERS	<u>\$ 1,086,898</u>	<u>\$ 1,086,898</u>
	INTERFUND LOAN RECEIVABLE	INTERFUND LOAN PAYABLE
GOVERNMENTAL ACTIVITIES		
GENERAL FUND	\$ 6,800,000	\$ 400,000
URA RIVERFRONT DEVELOPMENT	-	6,800,000
NONMAJOR FUNDS	665,000	265,000
	<u>\$ 7,465,000</u>	<u>\$ 7,465,000</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, 2021.

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

	Beginning Balance	Adjustment	Increase	Decrease	Ending Balance	Due in One Year
Governmental Activities						
Bonds						
G.O. Bonds	\$ 5,570,000	\$ -	\$ -	\$ (340,000)	\$ 5,230,000	\$ 370,000
Full Faith and Credit Obligations	5,000,000	-	-	-	5,000,000	-
Landfill post-closure care	184,213	-	-	(12,020)	172,193	12,288
Direct Borrowing						
OBDD Loan 2020	-		1,500,000	-	1,500,000	-
Deferred Amounts:						
Bond Premium	36,115	-	-	(3,283)	32,832	-
Bond Discount	(13,680)	-	-	1,710	(11,970)	-
Total Governmental Activities	<u>\$ 10,776,648</u>	<u>\$ -</u>	<u>\$ 1,500,000</u>	<u>\$ (353,593)</u>	<u>\$ 11,923,055</u>	<u>\$ 382,288</u>

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

GOVERNMENTAL ACTIVITIES

General Obligation Bonds

General obligation bonds were issued in February of 2011 in the amount of \$7,540,000 for the construction of a new police station. These twenty (20) year term bonds were issued with interest rates ranging from 2.0% to 4.0% and the final maturity due in 2031. The balance outstanding at June 30, 2021 is \$5,230,000. Principal and interest is payable from property tax revenues.

Annual debt service requirements to maturity for general obligation bonds for governmental type activities are as follows:

<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 370,000	\$ 215,898
2023	400,000	201,098
2024	430,000	185,098
2025	465,000	167,898
2026	495,000	149,298
2027-31	3,070,000	409,707
Totals	<u>\$ 5,230,000</u>	<u>\$ 1,328,997</u>

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, 2021 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. Annual debt service requirements to maturity for full faith and credit obligation bonds for governmental type activities are as follows:

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

Year Ending June 30,	Principal	Interest
2022	\$ -	\$ 167,000
2023	-	167,000
2024	1,000,000	167,000
2025	1,000,000	136,000
2026	1,000,000	103,500
2027-31	2,000,000	105,500
Totals	<u>\$ 5,000,000</u>	<u>\$ 846,000</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, 2021 is \$1,500,000. Annual debt service requirements are noted below:

Year Ending June 30,	Principal	Interest
2022	\$ -	\$ 41,875
2023	153,593	43,695
2024	172,463	38,669
2025	177,886	33,246
2026	183,373	27,759
2027-31	812,685	52,802
Totals	<u>\$ 1,500,000</u>	<u>\$ 238,046</u>

ACCRUED COMPENSATED ABSENCES

Changes in accrued compensated absences are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due within one year
Governmental	\$ 197,129	\$ 256,054	\$ (235,341)	\$ 217,842	\$ 43,568
Business Type	89,133	102,691	(88,438)	103,386	20,677
Total	<u>\$ 286,262</u>	<u>\$ 358,745</u>	<u>\$ (323,779)</u>	<u>\$ 321,228</u>	<u>\$ 64,245</u>

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

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

RESTRICTED ASSETS

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

	<u>Governmental</u>	<u>Business-Type</u>
Street	\$ 3,707,324	\$ -
Street Tree	49,857	-
Code Specialties	1,856,322	-
Sam Cox Building	176,346	-
Community Enhancement Fund	-	-
Bike Paths and Trails	5,407	-
Debt service reserves:		
FF & C Debt Service	1,968,098	-
URA Debt Service	294,533	-
Debt service fund	265,905	
System Development Charges:		
Water Improvement	-	377,188
Water Reimbursement	-	19,619
Sewer Improvement	-	1,529,771
Sewer Reimbursement	-	1,288,275
Street Improvement	1,067,459	-
Street Reimbursement	191,008	-
Storm Improvement	-	2,994,473
Storm Reimbursement	-	130,568
Parks Improvement	1,524,579	-
Total restricted assets	<u>\$ 11,106,838</u>	<u>\$ 6,339,894</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.

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

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 Comprehensive Annual Financial Report which can be found at: <https://www.oregon.gov/pers/Documents/Financials/CAFR/2020-CAFR.pdf>. If the link is expired please contact Oregon PERS for this information.

a. **PERS Pension (Chapter 238).** The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003.

- i. **Pension Benefits.** The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0 percent for police and fire employees, and 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefits results.

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50. 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

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including PERS judge members) for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.

- iv. **Benefit Changes After Retirement.** Members may choose to continue participation in their variable account after retiring and may experience annual benefit fluctuations due to changes in the fair value of the underlying global equity investments of that account. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes (COLA). The COLA is capped at 2.0 percent.
- b. **OPSRP Pension Program (OPSRP DB).** The ORS Chapter 238A Defined Benefit Pension Program provides benefits to members hired on or after August 29, 2003.
- i. **Pension Benefits.** This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:
Police and fire: 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire members is age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.
General service: 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.
A member of the pension program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.
 - ii. **Death Benefits.** Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that would otherwise have been paid to the deceased member. The surviving spouse may elect to delay payment of the death benefit, but payment must commence no later than December 31 of the calendar year in which the member would have reached 70½ years.
 - iii. **Disability Benefits.** A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45 percent of the member's salary determined as of the last full month of employment before the disability occurred.

Contributions – PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. The funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2017 actuarial valuation, which became effective July 1, 2019. The state of Oregon and certain schools, community colleges, and political subdivision have made unfunded actuarial liability payments and their rates have been reduced. Employer contributions for the year ended June 30, 2021 were \$460,746, excluding amounts to fund employer specific liabilities. In addition approximately \$249,876 in employee contributions were paid or picked up by the City in fiscal 2021. At June 30, 2021, the City reported a net pension liability of \$4,649,867 for its proportionate share of the net pension liability. The pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

liability was determined by an actuarial valuation dated December 31, 2018. 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, 2020 and 2019, the City's proportion was .021 percent and .022 percent, respectively. Pension expense for the year ended June 30, 2021 was \$64,288.

The rates in effect for the year ended June 30, 2021 were:

- (1) Tier 1/Tier 2 – 14.46%
- (2) OPSRP general services – 8.4%

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 204,650	\$ -
Changes in assumptions	249,544	8,743
Net difference between projected and actual earnings on pension plan investments	546,764	-
Net changes in proportionate share	222,328	885,859
Differences between City contributions and proportionate share of contributions	19,541	242,090
Subtotal - Amortized Deferrals (below)	1,242,827	1,136,692
City contributions subsequent to measuring date	460,746	-
Deferred outflow (inflow) of resources	<u>\$ 1,703,573</u>	<u>\$ 1,136,692</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, 2022.

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
2022	\$ (359,879)
2023	97,069
2024	244,025
2025	138,810
2026	(13,891)
Thereafter	-
Total	<u>\$ 106,134</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated March 5, 2021. Oregon PERS produces an independently audited ACFR which can be found at:

<https://www.oregon.gov/pers/Documents/Financials/CAFR/2020-CAFR.pdf>

Actuarial Valuations – The employer contribution rates effective July 1, 2019 through June 30, 2021, 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

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

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.

Actuarial Methods and Assumptions:

Valuation date	December 31, 2018
Experience Study Report	2018, Published July 24, 2019
Actuarial cost method	Entry Age Normal
Amortization method	Level percentage of payroll
Asset valuation method	Market value of assets
Inflation rate	2.50 percent
Investment rate of return	7.20 percent
Discount rate	7.20 percent
Projected salary increase	3.50 percent
Cost of Living Adjustment	Blend of 2% COLA and graded COLA (1.25%/0.15%) in accordance with <i>Moro</i> decision, blend based on service
Mortality	<p>Healthy retirees and beneficiaries:</p> <p>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.</p>

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 2018 Experience Study which is reviewed for the four-year period ending December 31, 2018.

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

Assumed Asset Allocation:

Asset Class/Strategy	Low Range	High Range	OIC Target
Debt Securities	15.0%	25.0%	20.0%
Public Equity	27.5%	37.5%	32.5%
Real Estate	9.5%	15.5%	12.5%
Private Equity	14.0%	21.0%	17.5%
Alternative Investments	7.5%	17.5%	15.0%
Opportunity Portfolio	0.0%	3.0%	0.0%
Risk Parity	0.0%	2.5%	2.5%
Total			100.0%

(Source: June 30, 2020 PERS ACFR; p. 102)

Long-Term Expected Rate of Return:

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in May 2019 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.

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

Asset Class	Target Allocation	Compound Annual (Geometric) Return
Core Fixed Income	9.60%	4.07%
Short-Term Bonds	9.60%	3.68%
Bank/Leveraged Loans	3.60%	5.19%
High Yield Bonds	1.20%	5.74%
Large/Mid Cap US Equities	16.17%	6.30%
Small Cap US Equities	1.35%	6.68%
Micro Cap US Equities	1.35%	6.79%
Developed Foreign Equities	13.48%	6.91%
Emerging Market Equities	4.24%	7.69%
Non-US Small Cap Equities	1.93%	7.25%
Private Equity	17.50%	8.33%
Real Estate (Property)	10.00%	5.55%
Real Estate (REITS)	2.50%	6.69%
Hedge Fund of Funds - Diversified	1.50%	4.06%
Hedge Fund - Event-driven	38.00%	5.59%
Timber	1.13%	5.61%
Farmland	1.13%	6.12%
Infrastructure	2.25%	6.67%
Commodities	1.13%	3.79%
Assumed Inflation - Mean		2.50%

(Source: June 30, 2020 PERS ACFR; p. 74)

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

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

	1% Decrease (6.20%)	Discount Rate (7.20%)	1% Increase (8.20%)
City's proportionate share of the net pension liability	\$ 6,904,670	\$ 4,649,867	\$ 2,759,112

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, 2020 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 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.

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

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:

Since 2009 the City has paid on behalf of the employees the IAP member required six (6) percent of their covered payroll.

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 238.410. To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in OPERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in OPERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in an OPERS-sponsored health plan. A surviving spouse or dependent of a deceased OPERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from OPERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

Participating cities are contractually required to contribute to RHIA at a rate assessed each year by OPERS, and the City currently contributes 0.53% of annual covered OPERF payroll and 0.45% of OPSRP payroll under a contractual requirement in effect until June 30, 2021. 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

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

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, 2019, 2020 and 2021 were \$13,868, \$708 and \$763, respectively, which equaled the required contributions each year.

At June 30, 2021, 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, 2020 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:

Discount Rate per year		2.21%
General Inflation Rate per year		2.00%
Salary Scale per year		3.50%
Annual Medical Premium increase rate	2020-21	5.75%
	2021-22	5.25%
	2023-25	5.00%
	2026-40	4.75%
	2041-49	5.00%
	2050-64	475.00%
	2065-67	425.00%
	2068-71	425.00%
	2072+	4.00%

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

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 were based on percentages developed for the valuation of benefits under Oregon PERS and vary by years of service.

Disability was not used.

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

Changes in Medical Benefit OPEB Liability:

Total OPEB Liability - Beginning	2021	2020	2019
	<u>\$ 275,373</u>	<u>\$ 277,614</u>	<u>\$ 207,616</u>
Changes for the Year:			
Service Cost	14,441	12,994	12,623
Interest	9,581	10,622	7,628
Changes of Benefit Terms	-	-	-
Effect of economic/demographic gains/losses	(57,472)	-	82,584
Changes of Assumptions or Other Input	(17,923)	6,712	(18,358)
Benefit Payments	<u>(32,403)</u>	<u>(32,569)</u>	<u>(14,479)</u>
Net Changes for the Year	<u>(83,776)</u>	<u>(2,241)</u>	<u>69,998</u>
Total OPEB Liability - Ending	<u><u>\$ 191,597</u></u>	<u><u>\$ 275,373</u></u>	<u><u>\$ 277,614</u></u>

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 2.21%, 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 (1.21%) or one percentage point higher (3.21%) than the current rate, a similar sensitivity analysis is presented for the changes in the healthcare trend assumption:

June 30, 2021	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	<u>\$ 206,092</u>	<u>\$ 191,597</u>	<u>\$ 177,819</u>

June 30, 2021	1% Decrease Healthcare	Current Trend Rate Healthcare	1% Increase Healthcare
Total OPEB Liability	<u>\$ 170,237</u>	<u>\$ 191,597</u>	<u>\$ 216,897</u>

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

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

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	\$ 43,872	\$ (48,894)
Changes in assumptions	4,614	(28,976)
Benefit Payments	9,874	-
Deferred outflow (inflow) of resources	<u>\$ 58,360</u>	<u>\$ (77,870)</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
2022	\$ (1,974)
2023	(1,974)
2024	(530)
2025	(6,194)
2026	(10,835)
Thereafter	(7,877)
Total	<u>\$ (29,384)</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, 2021 estimated liability of \$172,194. 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 - \$8,221,389
Sam Cox Building - \$49,118
Bike Paths and Trails - \$33,523

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, 2021

6. FUND BALANCE CONSTRAINTS

The specific purposes for each of the categories of fund balance as of June 30, 2021 are as follows:

Fund Balances:	General Fund	Street Fund	URA Riverfront Development	Nonmajor Funds	Total
<u>Nonspendable:</u>					
Prepaid items	\$ 1,500	\$ -	\$ -	\$ -	\$ 1,500
Inventory	947	40,565	-	-	41,512
Total	2,447	40,565	-	-	43,012
<u>Restricted:</u>					
Capital projects	-	-	-	8,148,108	8,148,108
Debt service	-	-	-	3,927,610	3,927,610
Street maintenance	-	3,963,748	-	-	3,963,748
Total	-	3,963,748	-	12,075,718	16,039,466
Unassigned:	12,841,986	-	(8,221,389)	(49,118)	4,571,479
Total Fund Balances	\$ 12,844,433	\$ 4,004,313	\$ (8,221,389)	\$ 12,026,600	\$ 20,653,957

7. OPERATING LEASES

The city has various operating leases for office space, copiers and printers. Total lease expense for the year was \$81,669. Future minimum payments are as follows:

Fiscal Year

2021-22	\$ 67,257
2022-23	11,649
2023-24	9,331
2024-25	2,101
Total	<u>\$ 90,338</u>

8. TAX ABATEMENT DISCLOSURES

As of June 30, 2021, 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 \$31,322 by the program during the current reporting period.

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

- 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 \$1,240 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 \$3,480 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, 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.

CITY OF TROUTDALE, OREGON
Notes to Basic Financial Statements
June 30, 2021

For the fiscal year ended June 30, 2021, the City's property tax revenues were reduced by an estimated \$728,870 as a result of the Enterprise Zone program. Community service fees of \$736,900 were collected from participating businesses during the fiscal year.

9. COVID-19

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

10. SUBSEQUENT EVENT

On July 7, 2021, \$4,570,000 was issued of current refunding bonds. The proceeds of the General Obligation Refunding Bonds, Series 2021 were used to fund the General Obligation Bonds, 2011 Series and any issuance costs associated with the 2021 Bonds. The 2011 Bonds had reached their call window and current market interest rates were lower than in 2011. 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. Future payments are as follows:

2021 GO Refunding Bond			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021-22	\$ 340,000	\$ 160,380	\$ 500,380
2022-23	345,000	164,600	509,600
2023-24	370,000	150,800	520,800
2024-25	405,000	136,000	541,000
2025-26	430,000	119,800	549,800
2026-27	470,000	103,675	573,675
2027-28	495,000	88,400	583,400
2028-29	530,000	68,600	598,600
2029-30	575,000	47,400	622,400
2030-31	610,000	24,400	634,400
Total	<u>\$ 4,570,000</u>	<u>\$1,064,055</u>	<u>\$ 5,634,055</u>

**REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF TROUTDALE, OREGON

**REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2021**

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
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
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, 2021

	2021	2020	2019	2018
Total OPEB Liability - Beginning	\$ 275,373	\$ 277,614	\$ 207,616	\$ 217,397
Changes for the year:				
Service Cost	14,441	12,994	12,623	13,287
Interest	9,581	10,622	7,628	6,317
Changes of Benefit Terms	-	-	-	-
Changes in economic/demographic gains or losses	(57,472)	-	82,584	-
Changes of Assumptions or Other Input	(17,923)	6,712	(18,358)	(11,198)
Benefit Payments	(32,403)	(32,569)	(14,479)	(18,187)
Net Changes for the Year	(83,776)	(2,241)	69,998	(9,781)
Total OPEB Liability - Ending	\$ 191,597	\$ 275,373	\$ 277,614	\$ 207,616
Covered Payroll	4,424,504	3,969,957	3,381,884	3,328,387
Total OPEB Plan as a Percentage of Covered Payroll	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.

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, 2021

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES:				
Intergovernmental	\$ 550,000	\$ 550,000	\$ -	\$ (550,000)
Charges for Services	30,000	30,000	30,010	10
Interest	1,000	1,000	-	(1,000)
Total revenues	581,000	581,000	30,010	(550,990)
EXPENDITURES:				
Materials and services	335,200	535,200	377,376	157,824
Capital outlay	4,550,000	4,350,000	-	4,350,000
Contingency	23,677	23,677	-	23,677
Total expenditures	4,908,877	4,908,877	377,376	4,531,501
Revenues over (under) expenditures	(4,327,877)	(4,327,877)	(347,366)	3,980,511
OTHER FINANCING SOURCES (USES):				
Interfund Loan Proceeds	4,300,000	4,300,000	600,000	(3,700,000)
Total other financing sources (uses)	4,300,000	4,300,000	600,000	(3,700,000)
Net changes in fund balances	(27,877)	(27,877)	252,634	280,511
FUND BALANCES, BEGINNING	27,877	27,877	(74,023)	(101,900)
FUND BALANCES, ENDING	\$ -	\$ -	\$ 178,611	\$ 178,611
Budget to GAAP Reconciliation				
Interfund loan transactions			(8,400,000)	
GAAP Fund Balance			\$ (8,221,389)	

CITY OF TROUTDALE, OREGON
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2021

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total
ASSETS				
Cash and investments	\$ 2,087,932	\$ 2,528,536	\$ 5,651,059	\$ 10,267,527
Accounts receivable	33,383	2,041	-	35,424
Property taxes receivable	-	17,446	-	17,446
Interfund loan receivable	-	-	665,000	665,000
Due from	-	1,395,291	-	1,395,291
Total assets	<u>\$ 2,121,315</u>	<u>\$ 3,943,314</u>	<u>\$ 6,316,059</u>	<u>\$ 12,380,688</u>
LIABILITIES				
Accounts payable	\$ 34,853	\$ -	\$ -	\$ 34,853
Payroll liabilities	15,638	-	-	15,638
Deposits payable	450	-	-	450
Interfund loan	265,000	-	-	265,000
Due to	22,443	-	-	22,443
Total liabilities	<u>338,384</u>	<u>-</u>	<u>-</u>	<u>338,384</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue - Taxes	<u>-</u>	<u>15,704</u>	<u>-</u>	<u>15,704</u>
FUND BALANCES				
Restricted	1,865,572	3,927,610	6,316,059	12,109,241
Unassigned	(82,641)	-	-	(82,641)
Total fund balances	<u>1,782,931</u>	<u>3,927,610</u>	<u>6,316,059</u>	<u>12,026,600</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 2,121,315</u>	<u>\$ 3,943,314</u>	<u>\$ 6,316,059</u>	<u>\$ 12,380,688</u>

CITY OF TROUTDALE, OREGON
Nonmajor Special Revenue Funds
Combining Balance Sheet
June 30, 2021

	Street Tree Fund	Bike Paths & Trails Fund	Code Specialties Fund	Sam Cox Building Fund	Comm. Enhance. Fund	Total
ASSETS						
Cash and investments	\$ 49,857	\$ 5,407	\$ 1,856,322	\$ 176,346	\$ -	\$ 2,087,932
Accounts receivable	-	1,070	9,870	-	22,443	33,383
Total assets	<u>\$ 49,857</u>	<u>\$ 6,477</u>	<u>\$ 1,866,192</u>	<u>\$ 176,346</u>	<u>\$ 22,443</u>	<u>\$ 2,121,315</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ 34,839	\$ 14	\$ -	\$ 34,853
Payroll liabilities	-	-	15,638	-	-	15,638
Deposits payable	-	-	-	450	-	450
Interfund loan	-	40,000	-	225,000	-	265,000
Due to	-	-	-	-	22,443	22,443
Total liabilities	<u>-</u>	<u>40,000</u>	<u>50,477</u>	<u>225,464</u>	<u>22,443</u>	<u>338,384</u>
FUND BALANCES						
Restricted	49,857	-	1,815,715	-	-	1,865,572
Unassigned	-	(33,523)	-	(49,118)	-	(82,641)
Total fund balances	<u>49,857</u>	<u>(33,523)</u>	<u>1,815,715</u>	<u>(49,118)</u>	<u>-</u>	<u>1,782,931</u>
Total liabilities and fund balance	<u>\$ 49,857</u>	<u>\$ 6,477</u>	<u>\$ 1,866,192</u>	<u>\$ 176,346</u>	<u>\$ 22,443</u>	<u>\$ 2,121,315</u>

CITY OF TROUTDALE, OREGON
Nonmajor Debt Service Funds
Combining Balance Sheet
June 30, 2021

	<u>URA Debt Service Fund</u>	<u>FF&C Debt Service Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
ASSETS				
Cash and investments	\$ 294,533	\$ 1,968,098	\$ 265,905	\$ 2,528,536
Property taxes receivable	4,619	-	12,827	17,446
Accounts receivable	569	-	1,472	2,041
Due from	1,395,291	-	-	1,395,291
Total assets	<u>\$ 1,695,012</u>	<u>\$ 1,968,098</u>	<u>\$ 280,204</u>	<u>\$ 3,943,314</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue - Taxes	\$ 4,202	\$ -	11,502	\$ 15,704
Total deferred inflows of resouces	<u>4,202</u>	<u>-</u>	<u>11,502</u>	<u>15,704</u>
FUND BALANCES				
Restricted	1,690,810	1,968,098	268,702	3,927,610
Total fund balances	<u>1,690,810</u>	<u>1,968,098</u>	<u>268,702</u>	<u>3,927,610</u>
Total liabilities and fund balances	<u>\$ 1,695,012</u>	<u>\$ 1,968,098</u>	<u>\$ 280,204</u>	<u>\$ 3,943,314</u>

CITY OF TROUTDALE, OREGON
Nonmajor Capital Projects Funds
Combining Balance Sheet
June 30, 2021

	Street Improvement Fund	Parks Improvement Fund	Utilities Underground Fund	Street Reimburse- ment Fund	Total
ASSETS					
Cash and investments	\$ 1,067,459	\$ 1,524,579	\$ 2,868,013	\$ 191,008	\$ 5,651,059
Interfund loan receivable	-	665,000	-	-	665,000
Total assets	<u>\$ 1,067,459</u>	<u>\$ 2,189,579</u>	<u>\$ 2,868,013</u>	<u>\$ 191,008</u>	<u>\$ 6,316,059</u>
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Restricted	1,067,459	2,189,579	2,868,013	191,008	6,316,059
Total fund balances	<u>1,067,459</u>	<u>2,189,579</u>	<u>2,868,013</u>	<u>191,008</u>	<u>6,316,059</u>
Total liabilities and fund balances	<u>\$ 1,067,459</u>	<u>\$ 2,189,579</u>	<u>\$ 2,868,013</u>	<u>\$ 191,008</u>	<u>\$ 6,316,059</u>

CITY OF TROUTDALE, OREGON
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended June 30, 2021

	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total
REVENUES				
Intergovernmental	\$ 105,177	\$ -	\$ -	\$ 105,177
Charges for services	-	-	142,770	142,770
Property taxes	-	472,378	-	472,378
Franchise	-	-	215,030	215,030
Licenses and permits	476,946	-	-	476,946
Interest	11,786	12,922	42,180	66,888
Total revenues	<u>593,909</u>	<u>485,300</u>	<u>399,980</u>	<u>1,479,189</u>
EXPENDITURES				
Community development	874,130	-	3,979	878,109
Capital outlay	78,113	-	9,863	87,976
Debt service:				
Principal	-	340,000	-	340,000
Interest	-	398,369	-	398,369
Total expenditures	<u>952,243</u>	<u>738,369</u>	<u>13,842</u>	<u>1,704,454</u>
Excess (deficiency) of revenues over (under) expenditures	(358,334)	(253,069)	386,138	(225,265)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	1,086,898	-	1,086,898
Total other financing sources (uses)	<u>-</u>	<u>1,086,898</u>	<u>-</u>	<u>1,086,898</u>
Net changes in fund balances	(358,334)	833,829	386,138	861,633
FUND BALANCES, BEGINNING	<u>2,141,265</u>	<u>3,093,781</u>	<u>5,929,921</u>	<u>11,164,967</u>
FUND BALANCES, ENDING	<u>\$ 1,782,931</u>	<u>\$ 3,927,610</u>	<u>\$ 6,316,059</u>	<u>\$ 12,026,600</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, 2021

	Street Tree Fund	Bike Paths & Trails Fund	Code Specialties Fund	Sam Cox Building Fund	Comm. Enhance. Fund	Total
REVENUES						
Intergovernmental	\$ -	\$ 12,031	\$ -	\$ -	\$ 93,146	\$ 105,177
Licenses, permits, and fees	19,482	-	445,674	11,790	-	476,946
Interest	267	87	11,432	-	-	11,786
Total revenues	<u>19,749</u>	<u>12,118</u>	<u>457,106</u>	<u>11,790</u>	<u>93,146</u>	<u>593,909</u>
EXPENDITURES						
Community development	5,538	-	745,521	1,998	121,073	874,130
Capital outlay	-	73,734	1,466	2,913	-	78,113
Total expenditures	<u>5,538</u>	<u>73,734</u>	<u>746,987</u>	<u>4,911</u>	<u>121,073</u>	<u>952,243</u>
Net changes in fund balances	14,211	(61,616)	(289,881)	6,879	(27,927)	(358,334)
FUND BALANCES, BEGINNING	<u>35,646</u>	<u>28,093</u>	<u>2,105,596</u>	<u>(55,997)</u>	<u>27,927</u>	<u>2,141,265</u>
FUND BALANCES, ENDING	<u>\$ 49,857</u>	<u>\$ (33,523)</u>	<u>\$ 1,815,715</u>	<u>\$ (49,118)</u>	<u>\$ -</u>	<u>\$ 1,782,931</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, 2021

	URA Debt Service Fund	FF&C Debt Service Fund	Debt Service Fund	Total
REVENUES				
Property taxes	\$ 167,857	\$ -	\$ 304,521	\$ 472,378
Interest	-	12,090	832	12,922
Total revenues	<u>167,857</u>	<u>12,090</u>	<u>305,353</u>	<u>485,300</u>
EXPENDITURES				
Debt Service				
Principal	-	-	340,000	340,000
Interest	1,872	166,999	229,498	398,369
Total expenditures	<u>1,872</u>	<u>166,999</u>	<u>569,498</u>	<u>738,369</u>
Excess (deficiency) of revenues over (under) expenditures	165,985	(154,909)	(264,145)	(253,069)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	911,898	175,000	1,086,898
Total other financing sources (uses)	<u>-</u>	<u>911,898</u>	<u>175,000</u>	<u>1,086,898</u>
Net changes in fund balances	165,985	756,989	(89,145)	833,829
FUND BALANCES, BEGINNING	<u>1,524,825</u>	<u>1,211,109</u>	<u>357,847</u>	<u>3,093,781</u>
FUND BALANCES, ENDING	<u><u>\$ 1,690,810</u></u>	<u><u>\$ 1,968,098</u></u>	<u><u>\$ 268,702</u></u>	<u><u>\$ 3,927,610</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, 2021

	Street Improvement Fund	Parks Improvement Fund	Utilities Undergrounding Fund	Street Reimbursement Fund	Total
REVENUES					
Charges for services	\$ -	\$ 65,000	\$ -	\$ 77,770	\$ 142,770
Franchise	-	-	215,030	-	215,030
Interest	4,935	17,178	19,111	956	42,180
Total revenues	<u>4,935</u>	<u>82,178</u>	<u>234,141</u>	<u>78,726</u>	<u>399,980</u>
EXPENDITURES					
Materials and services	-	1,819	-	2,160	3,979
Capital outlay	-	9,863	-	-	9,863
Total expenditures	<u>-</u>	<u>11,682</u>	<u>-</u>	<u>2,160</u>	<u>13,842</u>
 Net changes in fund balances	 4,935	 70,496	 234,141	 76,566	 386,138
 FUND BALANCES, BEGINNING	 <u>1,062,524</u>	 <u>2,119,083</u>	 <u>2,633,872</u>	 <u>114,442</u>	 <u>5,929,921</u>
 FUND BALANCES, ENDING	 <u><u>\$ 1,067,459</u></u>	 <u><u>\$ 2,189,579</u></u>	 <u><u>\$ 2,868,013</u></u>	 <u><u>\$ 191,008</u></u>	 <u><u>\$ 6,316,059</u></u>

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

Governmental Funds

Special Revenue Funds

Street Tree Fund
Bike Paths and Trails Fund
Code Specialties Fund
Sam Cox Building Fund
Metro Community Enhancement 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, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Sudivision fees	\$ 1,000	\$ 1,000	\$ 19,482	\$ 18,482
Interest	350	350	267	(83)
Total revenues	1,350	1,350	19,749	18,399
EXPENDITURES:				
Materials and services	41,303	41,303	5,538	35,765
Total expenditures	41,303	41,303	5,538	35,765
Net changes in fund balances	(39,953)	(39,953)	14,211	54,164
FUND BALANCES, BEGINNING	39,953	39,953	35,646	(4,307)
FUND BALANCES, ENDING	\$ -	\$ -	\$ 49,857	\$ 49,857

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, 2021

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Intergovernmental revenues	\$ 11,500	\$ 11,500	\$ 12,031	\$ 531
Interest	100	100	87	(13)
Total revenues	11,600	11,600	12,118	518
EXPENDITURES:				
Capital outlay	40,132	80,132	73,734	6,398
Total expenditures	40,132	80,132	73,734	6,398
Revenues over (under) expenditures	(28,532)	(68,532)	(61,616)	6,916
OTHER FINANCING SOURCES (USES):				
Transfers in	-	40,000	40,000	-
Total other financing sources (uses)	-	40,000	40,000	-
Net changes in fund balances	(28,532)	(28,532)	(21,616)	6,916
FUND BALANCES, BEGINNING	28,532	28,532	28,093	(439)
FUND BALANCES, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,477</u>	<u>\$ 6,477</u>
Budget to GAAP Reconciliation				
Interfund loan transactions			(40,000)	
GAAP Fund Balance			<u>\$ (33,523)</u>	

**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, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Permits and fees	\$ 529,000	\$ 529,000	\$ 445,674	\$ (83,326)
Miscellaneous	100	100	-	(100)
Interest	45,301	45,301	11,432	(33,869)
Total revenues	574,401	574,401	457,106	(117,295)
EXPENDITURES:				
Building inspections	521,421	531,421	482,702	48,719
Electrical inspections	94,718	104,718	87,505	17,213
Plumbing inspections	184,323	194,323	176,780	17,543
Contingency	1,804,279	1,774,279	-	1,774,279
Total expenditures	2,604,741	2,604,741	746,987	1,857,754
Net changes in fund balances	(2,030,340)	(2,030,340)	(289,881)	1,740,459
FUND BALANCES, BEGINNING	2,030,340	2,030,340	2,105,596	75,256
FUND BALANCES, ENDING	\$ -	\$ -	\$ 1,815,715	\$ 1,815,715

Budget			Variance with
Original	Final	Actual	Final Budget
\$ 18,000	\$ 18,000	\$ 11,790	\$ (6,210)
500	500	-	(500)
500	500	-	(500)
19,000	19,000	11,790	(7,210)
4,241	4,241	1,998	2,243
1,000	181,000	2,913	178,087
159	159	-	159
5,400	185,400	4,911	180,489
13,600	(166,400)	6,879	(187,699)
-	225,000	225,000	-
(22,500)	(67,500)	(67,500)	-
(22,500)	157,500	157,500	-
(8,900)	(8,900)	164,379	173,279
8,900	8,900	11,503	2,603
\$ -	\$ -	\$ 175,882	\$ 175,882
Budget to GAAP Reconciliation			
Interfund loan transactions		(225,000)	
GAAP Fund Balance		\$ (49,118)	

**CITY OF TROUTDALE, OREGON
COMMUNITY ENHANCEMENT PROGRAM FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Permits and fees	\$ 99,260	\$ 99,260	\$ 93,146	\$ (6,114)
Interest	100	100	-	(100)
Total revenues	99,360	99,360	93,146	(6,214)
EXPENDITURES:				
Materials and Services	129,197	129,197	121,073	8,124
Total expenditures	129,197	129,197	121,073	8,124
Net changes in fund balances	(29,837)	(29,837)	(27,927)	1,910
FUND BALANCES, BEGINNING	29,837	29,837	27,927	(1,910)
FUND BALANCES, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF TROUTDALE, OREGON
URA DEBT SERVICE
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Property taxes				
Current year	\$ 245,998	\$ 245,998	\$ 152,199	\$ (93,799)
Prior year	2,000	2,000	2,712	712
Penalties and interest	10,000	10,000	12,946	2,946
Total revenues	257,998	257,998	167,857	(90,141)
EXPENDITURES:				
Debt Service:				
Principal and Interest	210,000	510,000	501,872	8,128
Total expenditures	210,000	510,000	501,872	8,128
Net changes in fund balances	47,998	(252,002)	(334,015)	(82,013)
FUND BALANCES, BEGINNING	37,311	337,311	424,825	87,514
FUND BALANCES, ENDING	<u>\$ 85,309</u>	<u>\$ 85,309</u>	<u>\$ 90,810</u>	<u>\$ 5,501</u>
Budget to GAAP Reconciliation				
Interfund loan transactions			<u>1,600,000</u>	
GAAP Fund Balance			<u>\$ 1,690,810</u>	

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, 2021

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Interest	\$ 100	\$ 100	\$ 12,090	\$ 11,990
Total revenues	100	100	12,090	11,990
EXPENDITURES:				
Debt Service:				
Interest	167,000	167,000	166,999	1
Total expenditures	167,000	167,000	166,999	1
Revenues over (under) expenditures	(166,900)	(166,900)	(154,909)	11,991
OTHER FINANCING SOURCES (USES):				
Transfers in	1,301,278	1,301,278	911,898	(389,380)
Total other financing sources (uses)	1,301,278	1,301,278	911,898	(389,380)
Net changes in fund balances	1,134,378	1,134,378	756,989	(377,389)
FUND BALANCES, BEGINNING	1,197,226	1,197,226	1,211,109	13,883
FUND BALANCES, ENDING	<u>\$ 2,331,604</u>	<u>\$ 2,331,604</u>	<u>\$ 1,968,098</u>	<u>\$ (363,506)</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, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Property taxes				
Current Year	\$ 291,400	\$ 291,400	\$ 296,191	\$ 4,791
Prior Year	5,000	5,000	8,330	3,330
Interest	100	100	832	732
Total revenues	296,500	296,500	305,353	8,853
EXPENDITURES:				
Debt Service:				
Principal	340,000	340,000	340,000	-
Interest	229,500	229,500	229,498	2
Total debt service	569,500	569,500	569,498	2
Revenues over (under) expenditures	(273,000)	(273,000)	(264,145)	8,855
OTHER FINANCING SOURCES (USES):				
Transfers in	175,000	175,000	175,000	-
Total other financing sources (uses)	175,000	175,000	175,000	-
Net changes in fund balances	(98,000)	(98,000)	(89,145)	8,855
FUND BALANCES, BEGINNING	344,541	344,541	357,847	13,306
FUND BALANCES, ENDING	<u>\$ 246,541</u>	<u>\$ 246,541</u>	<u>\$ 268,702</u>	<u>\$ 22,161</u>

**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, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
System development charges	\$ 40,000	\$ 40,000	\$ -	\$ (40,000)
Interest	2,500	2,500	4,935	2,435
Total revenues	42,500	42,500	4,935	(37,565)
EXPENDITURES:				
Materials and services	25,000	25,000	-	25,000
Capital outlay	831,595	831,595	-	831,595
Total expenditures	856,595	856,595	-	856,595
Net changes in fund balances	(814,095)	(814,095)	4,935	819,030
FUND BALANCES, BEGINNING	814,095	814,095	1,062,524	248,429
FUND BALANCES, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,067,459</u>	<u>\$ 1,067,459</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, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Intergovernmental	\$ 100,000	\$ 100,000	\$ -	\$ (100,000)
System development charges	15,000	15,000	65,000	50,000
Interest	16,000	16,000	17,178	1,178
Total revenues	131,000	131,000	82,178	(48,822)
EXPENDITURES:				
Materials and services	75,000	75,000	1,819	73,181
Capital outlay	717,500	717,500	9,863	707,637
Contingency	944,010	679,010	-	679,010
Total expenditures	1,736,510	1,471,510	11,682	1,459,828
Revenues over (under) expenditures	(1,605,510)	(1,340,510)	70,496	1,411,006
OTHER FINANCING SOURCES (USES):				
Transfers In	22,500	22,500	67,500	45,000
Transfers Out	(400,000)	(665,000)	(665,000)	-
Total other financing sources (uses)	(377,500)	(642,500)	(597,500)	45,000
Net changes in fund balances	(1,983,010)	(1,983,010)	(527,004)	1,456,006
FUND BALANCE, BEGINNING	1,983,010	1,983,010	2,051,583	68,573
FUND BALANCE, ENDING	\$ -	\$ -	\$ 1,524,579	\$ 1,524,579
Budget to GAAP Reconciliation				
Interfund loan transactions			665,000	
GAAP Fund Balance			\$ 2,189,579	

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, 2021

	Budget		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Franchise fees	\$ 200,005	\$ 200,005	\$ 215,030	\$ 15,025
Interest	35,000	35,000	19,111	(15,889)
Total revenues	235,005	235,005	234,141	(864)
EXPENDITURES:				
Capital outlay	2,854,527	2,854,527	-	2,854,527
Total expenditures	2,854,527	2,854,527	-	2,854,527
Net changes in fund balances	(2,619,522)	(2,619,522)	234,141	2,853,663
FUND BALANCE, BEGINNING	2,619,522	2,619,522	2,633,872	14,350
FUND BALANCE, ENDING	\$ -	\$ -	\$ 2,868,013	\$ 2,868,013

**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, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
System Development Charges	\$ 79,600	\$ 79,600	\$ 77,770	\$ (1,830)
Interest	100	100	956	856
Total revenues	79,700	79,700	78,726	(974)
EXPENDITURES:				
Materials and services	55,000	55,000	2,160	52,840
Capital outlay	136,713	136,713	-	136,713
Total expenditures	191,713	191,713	2,160	189,553
Net changes in fund balances	(112,013)	(112,013)	76,566	188,579
FUND BALANCES, BEGINNING	112,013	112,013	114,442	2,429
FUND BALANCES, ENDING	\$ -	\$ -	\$ 191,008	\$ 191,008

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

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

**CITY OF TROUTDALE, OREGON
WATER FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Charges for services	\$ 2,718,287	\$ 2,718,287	\$ 2,764,547	\$ 46,260
Interest	5,000	5,000	12,166	7,166
Miscellaneous	79,304	79,304	52,474	(26,830)
Total revenues	2,802,591	2,802,591	2,829,187	26,596
EXPENDITURES:				
Personnel services	602,562	647,562	631,078	16,484
Materials and services	1,681,267	1,651,267	1,586,132	65,135
Capital outlay	1,347,300	1,347,300	496,953	850,347
Contingency	325,000	310,000	-	310,000
Total expenditures	3,956,129	3,956,129	2,714,163	1,241,966
Net changes in fund balances	(1,153,538)	(1,153,538)	115,024	1,268,562
FUND BALANCES, BEGINNING	1,477,299	1,477,299	1,574,725	97,426
FUND BALANCES, ENDING	<u>\$ 323,761</u>	<u>\$ 323,761</u>	<u>\$ 1,689,749</u>	<u>\$ 1,365,988</u>

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, 2021

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
System development charges	\$ 10,000	\$ 10,000	\$ 162,470	\$ 152,470
Interest	100	100	4,270	4,170
Total revenues	10,100	10,100	166,740	156,640
EXPENDITURES:				
Materials and services	56,000	56,000	3,734	52,266
Capital outlay	160,718	160,718	-	160,718
Total expenditures	216,718	216,718	3,734	212,984
Net changes in fund balances	(206,618)	(206,618)	163,006	369,624
FUND BALANCES, BEGINNING	206,618	206,618	214,182	7,564
FUND BALANCES, ENDING	\$ -	\$ -	\$ 377,188	\$ 377,188

**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, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
System Development Charges	\$ 26,890	\$ 26,890	\$ 12,598	\$ (14,292)
Interest	100	100	99	(1)
Total revenues	26,990	26,990	12,697	(14,293)
EXPENDITURES:				
Materials and services	6,000	6,000	189	5,811
Capital outlay	28,188	28,188	-	28,188
Total expenditures	34,188	34,188	189	33,999
Net changes in fund balances	(7,198)	(7,198)	12,508	19,706
FUND BALANCES, BEGINNING	7,198	7,198	7,111	(87)
FUND BALANCES, ENDING	\$ -	\$ -	\$ 19,619	\$ 19,619

CITY OF TROUTDALE, OREGON
WATER FUND
RECONCILIATION OF BUDGETARY REVENUES AND EXPENDITURES
TO PROPRIETARY REVENUES AND EXPENSES
For the Year Ended June 30, 2021

	Revenues	Expenditures/ Expenses
Water Fund	\$ 2,829,187	\$ 2,714,163
Water Improvement Fund	166,740	3,734
Water Reimbursement Fund	12,697	189
Total (Budgetary)	<u>3,008,624</u>	<u>2,718,086</u>
Capital outlay expenditures capitalized	-	(515,505)
Depreciation expense	-	393,377
Pension expense	-	(7,072)
Net change in accrued compensated absences	<u>-</u>	<u>(291)</u>
Revenues and expenses (GAAP)	\$ 3,008,624	\$ 2,588,595

**CITY OF TROUTDALE, OREGON
SEWER FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Charges for services	\$ 3,600,446	\$ 3,600,446	\$ 3,813,031	\$ 212,585
Interest	40,000	40,000	15,277	(24,723)
Miscellaneous	1,000	1,000	96,478	95,478
Total revenues	3,641,446	3,641,446	3,924,786	283,340
EXPENDITURES:				
Personnel services	692,003	707,003	671,810	35,193
Materials and services	2,252,100	2,252,100	2,073,606	178,494
Capital outlay	1,973,500	1,973,500	71,741	1,901,759
Contingency	200,000	185,000	-	185,000
Total expenditures	5,117,603	5,117,603	2,817,157	2,300,446
Revenues over (under) expenditures	(1,476,157)	(1,476,157)	1,107,629	2,583,786
OTHER FINANCING SOURCES (USES):				
Sale of capital asset	-	-	2,400	2,400
Total other financing sources (uses)	-	-	2,400	2,400
Net changes in fund balances	(1,476,157)	(1,476,157)	1,110,029	2,586,186
FUND BALANCES, BEGINNING	1,728,586	1,728,586	2,010,305	281,719
FUND BALANCES, ENDING	<u>\$ 252,429</u>	<u>\$ 252,429</u>	<u>\$ 3,120,334</u>	<u>\$ 2,867,905</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, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
System development charges	\$ 40,000	\$ 40,000	\$ 192,167	\$ 152,167
Interest	12,000	12,000	10,835	(1,165)
Total revenues	52,000	52,000	203,002	151,002
EXPENDITURES:				
Materials and Services	56,000	56,000	4,705	51,295
Capital Outlay	1,243,064	1,243,064	-	1,243,064
Total expenditures	1,299,064	1,299,064	4,705	1,294,359
Net changes in fund balances	(1,247,064)	(1,247,064)	198,297	1,445,361
FUND BALANCES, BEGINNING	1,247,064	1,247,064	1,331,474	84,410
FUND BALANCES, ENDING	\$ -	\$ -	\$ 1,529,771	\$ 1,529,771

**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, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
System Development Charges	\$ 70,850	\$ 70,850	\$ 330,999	\$ 260,149
Interest	100	100	7,702	7,602
Total revenues	70,950	70,950	338,701	267,751
EXPENDITURES:				
Materials and services	56,000	56,000	8,176	47,824
Capital outlay	724,271	724,271	3,575	720,696
Total expenditures	780,271	780,271	11,751	768,520
Net changes in fund balances	(709,321)	(709,321)	326,950	1,036,271
FUND BALANCES, BEGINNING	709,321	709,321	961,325	252,004
FUND BALANCES, ENDING	\$ -	\$ -	\$ 1,288,275	\$ 1,288,275

CITY OF TROUTDALE, OREGON
SEWER FUND
RECONCILIATION OF BUDGETARY REVENUES AND EXPENDITURES
TO PROPRIETARY REVENUES AND EXPENSES
For the Year Ended June 30, 2021

	Revenues	Expenditures/ Expenses
Sewer Fund	\$ 3,927,186	\$ 2,817,157
Sewer Improvement Fund	203,002	4,705
Sewer Reimbursement Fund	338,701	11,751
Total	<u>4,468,889</u>	<u>2,833,613</u>
Depreciation expense	-	669,266
Capital outlay	-	(105,826)
Net change in accrued compensated absences	-	10,445
Pension expense	<u>-</u>	<u>(7,072)</u>
Revenues and expenses	\$ 4,468,889	\$ 3,400,426

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, 2021

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
REVENUES:				
System development charges	\$ 10,000	\$ 10,000	\$ 332,066	\$ 322,066
Interest	40,000	40,000	18,618	(21,382)
Total revenues	50,000	50,000	350,684	300,684
EXPENDITURES:				
Materials and services	55,000	55,000	6,719	48,281
Capital outlay	1,325,000	1,325,000	-	1,325,000
Contingency	1,201,815	1,201,815	-	1,201,815
Total expenditures	2,581,815	2,581,815	6,719	2,575,096
Net changes in fund balances	(2,531,815)	(2,531,815)	343,965	2,875,780
FUND BALANCES, BEGINNING	2,531,815	2,531,815	2,650,508	118,693
FUND BALANCES, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,994,473</u>	<u>\$ 2,994,473</u>

**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, 2021**

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Charges for services	\$ 1,174,852	\$ 1,174,852	\$ 1,192,560	\$ 17,708
Licenses and permits	4,000	4,000	-	(4,000)
Interest	500	500	4,568	4,068
Miscellaneous	500	500	-	(500)
Total revenues	1,179,852	1,179,852	1,197,128	17,276
EXPENDITURES:				
Personnel services	244,140	259,140	250,427	8,713
Materials and services	629,323	629,323	519,701	109,622
Capital outlay	189,000	189,000	5,396	183,604
Contingency	687,432	672,432	-	672,432
Total expenditures	1,749,895	1,749,895	775,524	974,371
Net changes in fund balances	(570,043)	(570,043)	421,604	991,647
FUND BALANCES, BEGINNING	570,043	570,043	627,568	57,525
FUND BALANCES, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,049,172</u>	<u>\$ 1,049,172</u>

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, 2021

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
System Development Charges	\$ 16,670	\$ 16,670	\$ 83,816	\$ 67,146
Interest	100	100	627	527
Total revenues	16,770	16,770	84,443	67,673
EXPENDITURES:				
Materials and services	55,000	55,000	500	54,500
Capital outlay	7,080	7,080	-	7,080
Total expenditures	62,080	62,080	500	61,580
Net changes in fund balances	(45,310)	(45,310)	83,943	129,253
FUND BALANCES, BEGINNING	45,310	45,310	46,625	1,315
FUND BALANCES, ENDING	\$ -	\$ -	\$ 130,568	\$ 130,568

CITY OF TROUTDALE, OREGON
STORM SEWER FUND
RECONCILIATION OF BUDGETARY REVENUES AND EXPENDITURES
TO PROPRIETARY REVENUES AND EXPENSES
For the Year Ended June 30, 2021

	<u>Revenues</u>	<u>Expenditures/ Expenses</u>
Storm Sewer Improvement Fund	\$ 350,684	\$ 6,719
Storm Sewer Utility Fund	1,197,128	775,524
Storm Sewer Reimbursement Fund	84,443	500
Total	<u>1,632,255</u>	<u>782,743</u>
Depreciation expense	-	251,496
Capital outlay	-	(168,359)
Pension expense	-	(3,215)
Net change in accrued compensated absences	<u>-</u>	<u>4,098</u>
Revenues and expenses	\$ 1,632,255	\$ 866,763

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, 2021

	Budget			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Charges for services	\$ 1,991,714	\$ 1,991,714	\$ 1,918,503	\$ (73,211)
Licenses and permits	4,556	4,556	14,873	10,317
Interest	1,000	1,000	6,373	5,373
Miscellaneous	-	-	839	839
Total revenues	1,997,270	1,997,270	1,940,588	(56,682)
EXPENDITURES:				
Equipment maintenance	391,861	391,861	324,858	67,003
Public works management	1,801,436	1,801,436	1,488,661	312,775
Contingency	356,421	356,421	-	356,421
Total expenditures	2,549,718	2,549,718	1,813,519	736,199
Net Changes in fund balances	(552,448)	(552,448)	127,069	679,517
FUND BALANCES, BEGINNING	552,448	552,448	683,663	131,215
FUND BALANCES, ENDING	\$ -	\$ -	\$ 810,732	\$ 810,732

CITY OF TROUTDALE, OREGON
PUBLIC SERVICES FUND
RECONCILIATION OF BUDGETARY REVENUES AND EXPENDITURES
TO PROPRIETARY REVENUES AND EXPENSES
For the Year Ended June 30, 2021

	Revenues	Expenditures/ Expenses
Public Services Fund	<u>\$ 1,940,588</u>	<u>\$ 1,813,519</u>
Total	1,940,588	1,813,519
Transfers	<u>-</u>	<u>-</u>
Revenues and expenses	\$ 1,940,588	\$ 1,813,519

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

CITY OF TROUTDALE, OREGON
Capital Assets Used in the Operation of Governmental Funds
Schedule By Source
June 30, 2021

Governmental funds capital assets:

Land	\$ 5,867,327
Intangibles	96,011
Land improvements	10,638,530
Buildings and building improvements	10,799,121
Equipment	1,493,304
Infrastructure	26,034,215
Work in process	<u>449,620</u>
Total governmental funds capital assets	<u><u>\$ 55,378,128</u></u>

Investments in governmental capital assets by source:

Balance, July 1, 2020	\$ 54,745,179
Net changes provided by:	
General fund	301,321
Urban Renewal	190,476
Parks	9,358
Public Safety	(143,216)
Public Works	38,040
Streets	<u>236,970</u>
Total	<u>632,949</u>
Total governmental funds capital assets	<u><u>\$ 55,378,128</u></u>

CITY OF TROUTDALE, OREGON
Capital Assets Used in the Operation of Governmental Funds
Schedule By Function and Activity
June 30, 2021

	<u>Land and Land Improvements and Intangibles</u>	<u>Buildings and Improvements</u>	<u>Equipment</u>	<u>Infrastructure</u>	<u>Work in Progress</u>	<u>Total</u>
General Government	\$ 1,796,668	\$ 1,138,972	\$ 287,439	\$ -	\$ 316,464	\$ 3,539,543
Urban Renewal	6,751,289	-	-	-	133,156	6,884,445
Community Development	7,193,771	2,198,023	731,215	443,959	-	10,566,968
Public Safety	115,781	7,425,333	32,001	-	-	7,573,115
Highways and Streets	<u>744,358</u>	<u>36,793</u>	<u>442,650</u>	<u>25,590,256</u>	<u>-</u>	<u>26,814,057</u>
Total Investment	<u>\$ 16,601,867</u>	<u>\$ 10,799,121</u>	<u>\$ 1,493,305</u>	<u>\$ 26,034,215</u>	<u>\$ 449,620</u>	<u>\$ 55,378,128</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, 2021

Function and Activity	Balance July 1, 2020	Additions	Deductions	Balance June 30, 2021
General Government	\$ 3,238,223	\$ 514,238	\$ (212,918)	\$ 3,539,543
Urban Renewal	6,693,968	190,477	-	6,884,445
Community Development	10,519,570	135,216	(87,818)	10,566,968
Public Safety	7,716,331	-	(143,216)	7,573,115
Highways and Streets	<u>26,577,087</u>	<u>236,970</u>	<u>-</u>	<u>26,814,057</u>
Total Investment	<u><u>\$ 54,745,179</u></u>	<u><u>\$ 1,076,901</u></u>	<u><u>\$ (443,952)</u></u>	<u><u>\$ 55,378,128</u></u>

City of Troutdale, Oregon

SCHEDULE OF PROPERTY TAX TRANSACTIONS AND OUTSTANDING BALANCES

June 30, 2021

Tax Year	Taxes Uncollected July 1, 2020	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, 2021
2020-2021	\$	\$ 6,444,048	\$ (168,957)	\$ 1,317	\$ (21,967)	\$ (6,168,064)	\$ 86,377
2019-2020	95,396		168	1,992	(7,939)	(53,039)	36,578
2018-19	38,045		34	1,940	(1,478)	(18,091)	20,451
2017-18	24,119		15	2,661	(776)	(15,982)	10,037
2016-17	10,150			1,901	(260)	(9,494)	2,298
2015-16	2,134			342	(132)	(1,185)	1,159
2014-15	1,071			154	(119)	(484)	622
2013-14	657			29	(52)	(89)	545
2012-13	760			26	(26)	(70)	690
2011-12	9,868			29	-	(76)	9,821
2010-11 and prior	2,767			149	(10)	(305)	2,601
Total	\$ <u>184,967</u>	\$ <u>6,444,048</u>	\$ <u>(168,740)</u>	\$ <u>10,540</u>	\$ <u>(32,757)</u>	\$ <u>(6,266,880)</u>	\$ <u>171,178</u>

	Revenue Total	Receivable June 30, 2021
Governmental Funds	\$ 6,265,844	\$ 171,178
Subtotal	6,265,844	\$ <u>171,178</u>
Miscellaneous adjustments		
Change in property taxes subject to accrual	<u>1,036</u>	
Total taxes, tax penalties and interest	\$ <u>6,266,880</u>	

OTHER INFORMATION

City of Troutdale, Oregon

SCHEDULE OF DEBT PRINCIPAL TRANSACTIONS

June 30, 2021

	Interest Rate		Original Issue Date	Amount	Outstanding July 1, 2020	2020-2021 Transactions			Outstanding at June 30, 2021
						Increases/ (Reductions)	Matured/ Called	Paid	Unmatured
<u>General obligation bonds</u>									
Police Facility Bonds, Series 2011	2.0-4.35	%	2-17-11	\$ <u>7,540,000</u>	\$ <u>5,570,000</u>	\$ <u>-</u>	\$ <u>340,000</u>	\$ <u>340,000</u>	\$ <u>5,230,000</u>
(The above 2011 Series GO Bonds were Refunded July 2021. See Subsequent Event Note, Pg. 46)									
<u>Full Faith and Credit Obligations</u>									
Troutdale Riverfront Renewal Plan	3.15-3.59	%	3-1-18	\$ <u>5,000,000</u>	\$ <u>5,000,000</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>5,000,000</u>
Riverfront Redevelopment Cleanup Project									
State Brownfields Redevelopment Fund									
Financing Contract #N20018	3.00	%	8-13-2020	\$ <u>1,500,000</u>	\$ <u>1,500,000</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>1,500,000</u>

City of Troutdale, Oregon

SCHEDULE OF DEBT INTEREST TRANSACTIONS

June 30, 2021

				2020-2021 Transactions			Future Liability at June 30, 2021	
	Issue Date	Unmatured	Total	Increases/ (Reductions)	Matured	Paid	Unmatured	Total
<u>General obligation bonds</u>								
Police Facility Bonds, Series 2011 2.0%-4.35% interest	2-17-11	\$ <u>1,558,490</u>	\$ <u>1,558,490</u>	\$ <u>-</u>	\$ <u>229,497</u>	\$ <u>229,497</u>	\$ <u>1,328,993</u>	\$ <u>1,328,993</u>
(The above 2011 Series GO Bonds were Refunded July 2021. See Subsequent Event Note, Pg. 46)								
<u>Full Faith and Credit Obligations</u>								
Troutdale Riverfront Renewal Plan	3-1-18	\$ <u>1,180,000</u>	\$ <u>1,180,000</u>	\$ <u>-</u>	\$ <u>167,000</u>	\$ <u>167,000</u>	\$ <u>1,013,000</u>	\$ <u>1,013,000</u>
Riverfront Redevelopment Cleanup Project State Brownfields Redevelopment Fund Financing Contract #N20018	8-13-2020	\$ <u>238,047</u>	\$ <u>238,047</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>238,047</u>	\$ <u>238,047</u>

SCHEDULE OF FUTURE DEBT SERVICE REQUIREMENTS
OF GENERAL OBLIGATION BONDS

June 30, 2021

Year of Maturity	Police Facility Series 2011 Issued 2-17-2011	
	Principal	Interest
2021-22	\$ 370,000	\$ 215,898
2022-23	400,000	201,098
2023-24	430,000	185,098
2024-25	465,000	167,898
2025-26	495,000	149,298
2026-27	535,000	129,498
2027-28	570,000	107,563
2028-29	610,000	83,908
2029-30	655,000	58,288
2030-31	<u>700,000</u>	<u>30,450</u>
	\$ <u><u>5,230,000</u></u>	\$ <u><u>1,328,992</u></u>

(The above 2011 Series GO Bonds were Refunded July 2021.)

(See Subsequent Event Note, Pg. 46)

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
2012	\$ 4,638,551	\$ 2,043,778	\$ 276,682	\$ 359,776	\$ 318,235	\$ 1,279,355	\$ 1,072,325	\$ 9,988,702
2013	4,705,830	2,794,696	246,595	362,591	409,348	1,272,918	1,141,834	10,933,812
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

(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
2012	\$ 2,104,647	\$ 5,307,537	\$ 724,049	\$ 1,360,507	\$ 13,780	\$ 5,534,665	\$ 138,221	\$ 15,183,406
2013	2,088,156	5,240,764	786,038	1,295,030	13,517	2,788,459	139,340	12,351,304
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

(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, 2021

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 comprehensive annual 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.

94-98

Revenue Capacity

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

99-102

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.

103-106

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.

107-111

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.

112-113

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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities										
Net investment in capital assets	\$ 10,813,733	\$ 11,681,650	\$ 11,679,907	\$ 10,979,510	\$ 11,576,791	\$ 11,304,143	\$ 8,767,186	\$ 12,528,876	\$ 14,391,019	\$ 13,541,199
Restricted	6,788,007	5,338,679	5,478,484	5,893,683	5,886,401	7,647,283	11,091,412	12,116,955	14,817,802	16,039,466
Unrestricted	1,151,803	3,056,564	3,110,090	2,775,525	1,610,901	1,255,451	4,171,911	2,058,656	32,835	1,114,664
Total governmental activities net assets	<u>\$ 18,753,543</u>	<u>\$ 20,076,893</u>	<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>
Business-type activities										
Net investment in capital assets	\$ 25,923,958	\$ 26,034,221	\$ 30,043,118	\$ 29,873,029	\$ 30,273,275	\$ 30,214,400	\$ 31,536,933	\$ 31,623,622	\$ 32,225,418	\$ 31,700,969
Restricted	2,056,152	1,147,530	2,332,344	2,374,868	2,044,059	2,121,132	3,288,474	4,684,760	5,230,099	6,339,894
Unrestricted	3,220,411	4,392,238	3,449,058	3,417,969	2,116,593	3,323,380	3,871,447	4,069,924	3,668,489	5,464,196
Total business-type activities net assets	<u>\$ 31,200,521</u>	<u>\$ 31,573,989</u>	<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>
Primary government										
Net investment in capital assets	\$ 36,737,691	\$ 37,715,871	\$ 41,723,025	\$ 40,852,539	\$ 41,850,066	\$ 41,518,543	\$ 40,304,119	\$ 44,152,498	\$ 46,616,437	\$ 45,242,168
Restricted	8,844,159	6,486,209	7,810,828	8,268,551	7,930,460	9,768,415	14,379,886	16,801,715	20,047,901	22,379,360
Unrestricted	4,372,214	7,448,802	6,559,148	6,193,494	3,727,494	4,578,831	8,043,358	6,128,580	3,701,324	6,578,860
Total primary government net assets	<u>\$ 49,954,064</u>	<u>\$ 51,650,882</u>	<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>

¹ 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)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental activities:										
General government	\$ 2,290,744	\$ 1,980,493	\$ 1,875,390	\$ 2,016,349	\$ 2,251,403	\$ 2,366,482	\$ 2,344,521	\$ 2,048,064	\$ 2,831,406	\$ 3,443,527
Public safety	6,030,937	4,760,654	5,365,424	5,235,720	6,536,118	6,272,781	5,767,448	5,569,285	6,396,456	6,625,288
Highways and streets	1,419,589	1,239,829	1,408,175	1,166,959	1,519,782	1,179,564	1,319,285	1,540,598	2,182,418	2,026,287
Solid waste/recycling	15,320	28,845	15,945	13,375	16,926	10,465	14,408	10,946	15,235	24,209
Community development	1,818,625	1,580,808	1,812,461	1,780,461	2,204,802	2,579,361	2,565,323	3,183,733	3,238,324	3,124,179
Interest on long-term debt	16,125	20,900	1,379	15,454	11,020	6,215	37,488	166,046	418,620	397,251
Transfers Out	-	-	-	-	-	-	-	-	-	-
Total governmental activities expenses	<u>11,591,340</u>	<u>9,611,529</u>	<u>10,478,774</u>	<u>10,228,318</u>	<u>12,540,051</u>	<u>12,414,868</u>	<u>12,048,473</u>	<u>12,518,672</u>	<u>15,082,459</u>	<u>15,640,741</u>
Business-type activities:										
Water	\$ 2,019,228	\$ 1,882,941	\$ 1,887,225	\$ 1,696,706	\$ 2,409,035	\$ 1,975,540	\$ 1,837,104	\$ 2,644,216	\$ 2,170,890	\$ 2,588,595
Sewer	3,306,348	3,180,079	3,343,454	3,087,108	4,066,368	3,262,115	3,446,285	3,531,119	3,233,923	3,400,426
Storm sewer	566,641	449,292	461,676	614,969	1,303,614	835,776	813,068	1,009,700	1,046,295	866,763
Public services	961,728	942,509	1,081,187	1,108,024	1,336,509	1,333,159	1,552,103	1,788,365	1,717,118	1,813,519
Total business-type activities expenses	<u>6,853,945</u>	<u>6,454,821</u>	<u>6,773,542</u>	<u>6,506,807</u>	<u>9,115,526</u>	<u>7,406,590</u>	<u>7,648,560</u>	<u>8,973,400</u>	<u>8,168,226</u>	<u>8,669,303</u>
Total primary government expenses	<u>\$ 18,445,285</u>	<u>\$ 16,066,350</u>	<u>\$ 17,252,316</u>	<u>\$ 16,735,125</u>	<u>\$ 21,655,577</u>	<u>\$ 19,821,458</u>	<u>\$ 19,697,033</u>	<u>\$ 21,492,072</u>	<u>\$ 23,250,685</u>	<u>\$ 24,310,044</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 323,000	\$ 275,880	\$ 397,213	\$ 325,671	\$ 69,903	\$ 55,717	\$ 57,058	\$ 57,544	\$ 1,162,322	\$ 1,162,322
Other activities	7,875	7,875	8,175	7,875	600	2,700	-	-	-	-
Operating grants and contributions	802,626	914,475	889,969	929,972	963,559	974,986	1,051,943	1,199,833	1,124,872	1,221,393
Capital grants and contributions	2,508	53,745	50,397	57,550	509,705	57,376	865,435	91,957	549,558	65,000
Total governmental activities program revenues	<u>1,136,009</u>	<u>1,251,975</u>	<u>1,345,754</u>	<u>1,321,068</u>	<u>1,543,767</u>	<u>1,090,779</u>	<u>1,974,436</u>	<u>1,349,334</u>	<u>2,836,752</u>	<u>2,448,715</u>
Business-type activities:										
Charges for services:										
Water	1,397,723	1,508,663	1,443,755	1,429,516	1,670,061	1,699,038	2,105,320	2,349,240	2,245,950	2,764,547
Sewer	2,290,594	2,380,969	2,471,898	2,575,013	2,777,232	2,895,792	3,087,338	3,422,477	3,524,806	3,813,031
Storm sewer	214,480	231,036	240,270	251,092	319,224	380,035	618,967	937,188	1,062,834	1,192,560
Public services	1,021,826	1,024,115	1,029,977	973,584	1,323,756	1,638,251	1,714,483	1,691,434	1,968,467	1,933,376
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	161,711	40,867	63,281	4,176,323	52,032	104,379	1,654,498	1,441,731	463,654	1,114,116
Total business-type activities program revenues	<u>5,086,334</u>	<u>5,185,650</u>	<u>5,249,181</u>	<u>9,405,528</u>	<u>6,142,305</u>	<u>6,717,495</u>	<u>9,180,606</u>	<u>9,842,070</u>	<u>9,265,711</u>	<u>10,817,630</u>
Total primary government program revenues	<u>\$ 6,222,343</u>	<u>\$ 6,437,625</u>	<u>\$ 6,594,935</u>	<u>\$ 10,726,596</u>	<u>\$ 7,686,072</u>	<u>\$ 7,808,274</u>	<u>\$ 11,155,042</u>	<u>\$ 11,191,404</u>	<u>\$ 12,102,463</u>	<u>\$ 13,266,345</u>

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Net(expense)/revenue										
Governmental activities	\$ (8,359,554)	\$ (9,133,020)	\$ (8,907,250)	\$ (8,915,124)	\$ (10,996,284)	\$ (11,324,089)	\$ (10,074,037)	\$ (11,169,338)	\$ (12,245,498)	\$ (13,538,199)
Business-type activities	(1,269,171)	(1,524,361)	2,898,721	(1,037,004)	(2,973,221)	(689,095)	1,532,046	868,670	1,097,485	2,148,327
Total primary government net expense	<u>\$ (9,628,725)</u>	<u>\$ (10,657,381)</u>	<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>
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Taxes										
Property taxes	\$ 4,196,608	\$ 4,198,071	\$ 4,389,337	\$ 4,862,600	\$ 4,945,564	\$ 5,218,664	\$ 5,417,849	\$ 5,546,391	\$ 6,113,796	\$ 6,255,637
Franchise taxes	1,279,355	1,272,918	1,276,287	1,319,304	1,332,446	1,345,455	1,397,703	1,449,159	1,506,321	1,555,665
Business income taxes	670,940	708,606	789,670	875,509	1,118,817	1,054,570	1,185,784	1,343,887	1,111,907	1,495,069
Hotel taxes	427,973	451,708	480,624	47,516	718,344	738,182	724,913	716,523	548,594	537,637
Liquor taxes	204,188	213,221	224,251	577,726	230,109	245,594	256,000	268,894	287,180	315,733
Cigarette taxes	23,354	22,735	21,545	21,382	21,140	20,367	19,813	18,543	17,693	15,554
Solid waste taxes	54,109	57,118	56,968	58,114	64,176	64,278	74,054	70,046	65,580	64,844
Unrestricted grants and contributions	-	-	-	-	-	-	-	-	-	-
Investment earnings	74,488	54,752	45,229	45,229	61,068	114,463	258,228	424,820	386,982	144,931
Miscellaneous	1,845,851	2,609,996	2,065,383	2,219,435	1,929,995	3,655,300	4,780,722	4,005,123	4,314,502	4,606,802
Gain on sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Total governmental activities	<u>\$ 8,776,866</u>	<u>\$ 9,589,125</u>	<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>
Business-type activities:										
Taxes										
Property taxes	1,274,401	1,431,836	1,459,418	1,409,806	1,320,157	1,306,567	1,115,233	383,154	-	-
Investment earnings	28,190	30,758	30,761	30,100	42,170	67,792	142,071	239,658	205,421	80,535
Miscellaneous	12,630	116,514	128,366	47,957	26,955	21,721	(91,408)	14,970	(103,718)	152,191
Gain on sale of capital assets	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	352,000	518,000	340,000	175,000	-	-
Total business-type activities	<u>1,315,221</u>	<u>1,579,108</u>	<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>
Total primary government	<u>\$ 10,092,087</u>	<u>\$ 11,168,233</u>	<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>
Change in Net Assets										
Governmental activities	\$ 417,312	\$ 456,105	\$ 442,044	\$ 1,111,692	\$ (574,625)	\$ 1,132,784	\$ 4,041,029	\$ 2,674,048	\$ 2,107,058	\$ 1,453,673
Business-type activities	<u>46,050</u>	<u>54,747</u>	<u>4,517,266</u>	<u>450,859</u>	<u>(1,231,939)</u>	<u>1,224,985</u>	<u>3,037,942</u>	<u>1,681,452</u>	<u>1,199,188</u>	<u>2,381,053</u>
Total primary government	<u>\$ 463,362</u>	<u>\$ 510,852</u>	<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>

¹ 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)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General fund										
Reserved (pre GASB #54)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved (pre GASB #54)	-	-	-	-	-	-	-	-	-	-
<i>GASB No. 54 Categories:</i>										
Nonspendable	1,973	4,234	4,763	4,684	2,135	13,286	8,683	4,142	2,038	2,447
Restricted	-	-	-	-	-	-	-	-	-	-
Assigned	54,000	-	-	-	-	-	-	-	-	-
Unassigned	3,620,883	3,728,007	3,700,166	4,073,773	4,543,953	5,475,619	10,780,053	11,528,375	11,455,510	12,841,986
Total general fund	<u>\$ 3,676,856</u>	<u>\$ 3,732,241</u>	<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>
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	13,233	11,607	13,079	12,134	12,259	9,818	13,758	10,763	25,255	40,565
Restricted	11,776,026	6,825,730	5,338,679	5,478,484	5,893,683	5,886,401	11,091,412	12,116,925	14,817,802	16,039,466
Assigned	21,768	(37,723)	-	-	-	-	-	-	-	-
Unassigned	(156,207)	(222,158)	(247,179)	(481,797)	(623,605)	(686,170)	(3,348,853)	(5,859,048)	(7,930,020)	(8,270,507)
Total all other governmental funds	<u>\$ 11,654,820</u>	<u>\$ 6,577,456</u>	<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>

¹ 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)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Taxes	\$ 5,917,906	\$ 5,978,748	\$ 6,186,703	\$ 6,798,659	\$ 7,212,141	\$ 7,861,407	\$ 1,742,901	\$ 8,866,752	\$ 9,175,973	\$ 9,388,239
Licenses and permits	276,682	246,595	356,378	401,936	269,583	1,054,239	235,011	681,822	826,231	531,677
Intergovernmental	2,043,778	2,794,696	2,237,890	2,498,274	2,617,629	2,570,534	258,228	3,197,483	2,918,014	4,027,831
Charges for services	318,235	409,348	344,131	313,894	60,110	67,403	2,000,742	203,495	1,665,445	887,203
Fines	359,776	362,591	339,269	295,888	222,053	381,928	874,578	265,867	258,240	235,317
Investment earnings	74,488	54,752	45,229	47,516	61,068	114,463	2,867,310	424,820	386,982	144,931
Miscellaneous	997,837	1,087,082	1,144,248	964,757	1,380,450	1,997,216	8,505,039	1,844,217	1,945,404	1,890,256
Total revenues	9,988,702	10,933,812	10,653,848	11,320,924	11,823,034	14,047,190	16,483,809	15,484,456	17,176,289	17,105,454
Expenditures										
General government	2,104,647	2,088,156	2,067,329	2,182,269	2,101,025	2,281,365	2,542,226	2,495,214	2,776,919	3,447,499
Public safety	5,307,537	5,240,764	5,462,943	5,677,030	5,572,587	5,391,943	5,552,528	5,920,806	6,300,868	6,634,570
Highways and streets	724,049	786,038	929,899	732,538	977,486	731,374	1,001,291	1,319,170	1,916,831	1,730,287
Solid waste/recycling	13,780	13,517	17,225	15,114	14,832	9,257	14,297	11,997	15,411	24,824
Community development	1,360,507	1,295,030	1,581,270	1,617,532	1,649,501	2,000,360	2,374,536	3,293,967	3,044,448	3,024,155
Capital outlay	5,534,665	2,788,459	619,939	307,304	616,417	344,192	3,312,230	2,845,198	2,247,870	734,378
Debt service										
Principal	110,000	115,000	120,000	126,033	132,182	138,264	141,518		315,000	340,000
Interest	28,221	24,340	20,286	16,060	11,661	7,090	41,812	167,000	419,655	398,369
Total expenditures	15,183,406	12,351,304	10,818,891	10,673,880	11,075,691	10,903,845	14,980,438	16,053,352	17,037,002	16,334,082
Excess of revenues over (under) expenditures	(5,194,704)	(1,417,492)	(165,043)	647,044	747,343	3,143,345	1,503,571	(568,896)	139,287	771,372
Other financing sources (uses)										
Transfers in	138,000	143,000	141,000	142,000	142,000	142,100	257,876	175,000	1,443,474	1,086,898
Transfers out	(138,000)	(143,000)	(141,000)	(142,000)	(494,000)	(660,100)	(597,876)	(350,000)	(1,443,474)	(1,086,898)
Capital leases proceeds	158,887		41,973	-	-					
Sale of capital asset										12,000
Bond proceeds				-	-		5,000,000			1,500,000
Bonds premium				-	-					
Total other financing sources (uses)	158,887	-	41,973	-	(352,000)	(518,000)	4,660,000	(175,000)	-	1,512,000
Net change in fund balances	\$ (5,035,817)	\$ (1,417,492)	\$ (123,070)	\$ 647,044	\$ 395,343	\$ 2,625,345	\$ 6,163,571	\$ (743,896)	\$ 139,287	\$ 2,283,372
Debt service as a percentage of noncapital expenditures	1.5%	1.5%	1.4%	1.4%	1.4%	1.4%	1.6%	1.3%	5.2%	5.0%

¹ 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 Value ¹									Total Real Market Value	Ratio of Total Assessed Value to Total Real Market Value	Total City Tax Rate
	Real Property					Personal Property	Manufactured Property	Public Utilities Property	Total			
	Residential Property	Commercial Property	Industrial Property	Other Property	Total Real Property							
2012	\$ 750,287,090	\$ 138,073,440	\$ 105,218,010	\$ 57,320,510	\$ 1,050,899,050	\$ 30,835,046	\$ 10,518,970	\$ 37,638,877	\$ 1,129,891,943	\$ 1,731,455,887	65.26%	5.16
2013	735,543,050	198,583,360	19,993,540	68,507,590	1,022,627,540	50,886,853	9,312,620	39,162,900	1,121,989,913	1,711,308,740	65.56%	5.16
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%	5.00
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%	4.87
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%	4.80
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%	4.64
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%	4.12
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%	4.09
2020	948,168,310	344,786,730	NA ²	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	NA ²	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

Source: Multnomah County Division of Assessment and Taxation.

¹ 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)

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

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

CITY OF TROUTDALE , OREGON					Overlapping Rates										Total Direct & Overlapping Rates
					Regional & County					School District					
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	
2012	3.75	1.16	0.07	4.98	5.42	0.07	0.31	0.06	0.10	5.96	0.46	5.75	0.49	6.70	
2013	3.74	1.31	0.10	5.16	5.40	0.07	0.40	-	0.10	5.97	0.45	5.95	0.49	6.89	
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	
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	
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	
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	
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	
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	
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	
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	

Source: Multnomah County Division of Assessment and Taxation.

¹ 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.

² 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, 2021

Taxpayer	2020-2021			2011-2012		
	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	\$ 110,442,680	1	6.9%	\$ 14,204,080	3	1.3%
COMCAST CORPORATION	34,407,000	2	2.2%	12,234,200	4	1.1%
AUSTELL COLUMBIA GORGE EQUITIES LLC	25,809,830	3	1.6%			
TOYO TANSO USA, INC	21,198,400	4	1.3%	20,959,450	1	1.9%
TRIP LOT 10 LLC	19,729,650	5	1.2%			
MOUNTAIN MEADOWS COMMUNITY, INC	13,867,180	6	0.9%	10,628,090	5	0.9%
BURLINGAME DEVELOPMENT INC	13,798,490	7	0.9%	10,302,790	6	0.9%
PORTLAND GENERAL ELECTRIC	13,065,000	8	0.8%	9,654,000	7	0.9%
MGP X PROPERTIES LLC	12,087,210	9	0.8%			
TROUTDALE TERRACE LP	11,260,140	10	0.7%	8,630,050	9	0.8%
CHELSEA FINANCING PARTNERSHIP LP				19,791,360	2	1.8%
MCW-RC OR-CHERRY PARK LLC				19,791,360	8	1.8%
TUBE SPECIALTIES CO LLC				8,539,740	10	0.8%
Totals	<u>\$ 275,665,580</u>		<u>17.3%</u>	<u>\$ 134,735,120</u>		<u>11.9%</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	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy			Delinquent Tax Collections	Total Collections to Date	
		Current Tax Collections	Percentage of Levy			Amount	Percentage of Levy
2012	\$ 5,548,240	\$ 5,286,245	95.3%		\$ 252,174	\$ 5,538,419	99.82%
2013	5,673,471	5,466,703	96.4%		206,079	5,672,781	99.99%
2014	5,998,948	5,676,214	94.6%		322,189	5,998,403	99.99%
2015	6,444,151	6,111,873	94.8%		331,657	6,443,530	99.99%
2016	6,432,106	6,109,545	95.0%		321,401	6,430,946	99.98%
2017	6,706,161	6,381,733	95.2%		322,130	6,703,863	99.97%
2018	6,837,147	6,502,012	95.1%		325,098	6,827,110	99.85%
2019	6,057,425	5,792,797	95.6%		244,177	6,036,974	99.66%
2020	6,277,564	5,991,215	95.4%		249,772	6,240,986	99.42%
2021	6,444,048	6,168,065	95.7%		-	6,168,065	95.72%

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 ¹	Per Capita ¹
	General Obligation Bonds	Net G.O. Bond (Premium) / Discount	Capital Lease Payable	Finance Agreement	General Obligation Bonds	Net G.O. Bond (Premium) / Discount	Total Primary Government		
2012	\$ 7,480,000	\$ 62,379	\$ 146,684	\$ 763,000	\$ 6,685,000	\$ (84,882)	\$ 15,052,181	0.05%	942
2013	7,315,000	59,096	81,194	648,000	5,685,000	(70,735)	13,717,555	0.04%	857
2014	7,130,000	55,813	88,645	528,000	4,645,000	(56,588)	12,390,870	0.03%	774
2015	6,915,000	52,530	61,144	403,000	3,555,000	(42,441)	10,944,233	0.03%	683
2016	6,685,000	49,247	26,148	273,000	2,420,000	(28,294)	9,425,101	0.02%	588
2017	6,440,000	45,964	15,952	138,000	1,235,000	(14,147)	7,860,769	0.02%	490
2018	6,175,000	25,581	5,758	5,000,000	-	-	11,206,339	0.03%	697
2019	5,885,000	24,008	-	5,000,000	-	-	10,909,008	0.02%	679
2020	5,570,000	22,435	-	5,000,000	-	-	10,592,435	0.02%	654
2021	5,230,000	20,862	-	6,500,000	-	-	11,750,862	N/A	726

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

¹ 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 ¹	Per Capita ²
2012	\$ 14,142,497	\$ 259,279	\$ 13,883,218	0.74%	795
2013	12,988,361	326,086	12,662,275	0.67%	715
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%	364
2019	5,909,008	430,141	5,478,867	0.20%	341
2020	5,592,435	430,141	5,162,294	0.16%	319
2021	5,250,862	280,204	4,970,658	0.15%	307

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

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

² 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, 2021

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable ¹	Estimated Share of Overlapping Debt
Debt repaid with property taxes:			
Multnomah County	\$ 690,660,604	1.97%	\$ 13,594,135
Metro	958,580,000	0.86%	8,284,790
Port of Portland	51,330,000	0.78%	400,651
Reynolds School District No. 7	182,663,972	22.38%	40,875,825
Gresham-Barlow School District No. 10	322,924,553	22.30%	72,026,564
Mt. Hood Community College	49,620,059	5.38%	2,668,291
Multnomah Education Service District	23,395,000	1.93%	452,595
Other:			
Multnomah County	197,652,000	1.97%	3,890,345
Port of Portland	1,366,502,287	0.78%	10,666,085
Subtotal, overlapping debt			152,859,280
City of Troutdale, Oregon direct debt ²			11,923,055
Total direct and overlapping debt			<u>\$ 164,782,335</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.

¹ The percentage of overlapping debt applicable is estimated using taxable assessed property values.

² Includes the estimated costs needed to perform landfill postclosure care.

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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt Limit	\$ 51,943,677	\$ 51,339,262	\$ 51,872,159	\$ 57,128,678	\$ 59,558,620	\$ 63,847,241	\$ 72,065,256	\$ 80,976,292	\$ 91,740,910	\$ 97,012,388
Total net debt application to limit	-	-	-	-	-	-	5,000,000	5,000,000	5,000,000	6,500,000
Legal debt margin	<u>\$ 51,943,677</u>	<u>\$ 51,339,262</u>	<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>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	6.94%	6.17%	5.45%	6.70%

Legal Debt Margin Calculation for Fiscal Year 2020-2021

Real market value (2020-2021) ¹	\$ 3,233,746,253
Debt limit (3% of total real market value)	97,012,388
Debt subject to limit:	<u>6,500,000</u>
Legal debt margin	<u>\$ 90,512,388</u>

¹ 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 ¹		New Residential Construction ¹		Property Value	
	Number of Units	Value	Number of Units	Value	Assessed Value ²	Tax Rate
2012	46	\$ 7,876,916	16	\$ 940,582	\$ 1,124,964,739	4.93
2013	42	3,061,104	19	937,644	1,115,008,909	5.09
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

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 ¹
2012	-	-
2013	-	-
2014	-	-
2015	-	-
2016	-	-
2017	-	-
2018	-	-
2019	-	-
2020	-	-
2021	-	-

¹ Includes prepayments.

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

Fiscal Year	Population ¹	Personal Income (Multnomah County) ²	Per Capita Personal Income (Portland Metro Area) ²	School Enrollment ³	Unemployment Rate (Portland Metro Area) ⁴
2012	15,980	\$ 32,644,222,000	\$ 43,189	4,252	8.2%
2013	16,000	33,376,029,000	43,728	4,128	7.2%
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	N/A	N/A	3,882	N/A

Data Sources:

¹ Portland State University, Population Research and Census center.

² U.S. Department of Commerce, Bureau of Economic Analysis. Calendar year info

³ Reynolds School District: Four schools located within corporate limits.

⁴ U.S. Department of Labor, Bureau of Labor Statistics

N/A - data not available.

**CITY OF TROUTDALE , OREGON
PRINCIPAL EMPLOYERS**

Employer	2021			2012		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Amazon.com	5,523	1	48.75%			
FedEx Ground Package System, Inc.	1,189	2	10.50%	699	1	14.72%
Walsh Trucking Co., LTD	398	3	3.51%	220	2	4.63%
Home Depot USA, Inc.	165	4	1.46%	162	6	3.41%
Wolcott Plumbing	152	7	1.34%			
Tube Specialties	140	5	1.24%	191	4	4.02%
Brand Safway Services	137	6	1.21%			
Travel Centers of America	125	8	1.10%	125	7	2.63%
Edgefield McMenamins	120	9	1.06%	120	8	2.53%
Fujii Farms, Inc	102	10	0.90%	202	3	4.25%
Toyo Tanso USA, Inc.				165	5	3.48%
Albertson's, Inc.				100	9	2.11%
Safeway, Inc.				92	10	1.94%
Totals	8,051		71.07%	2,076		43.72%

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

Function	Full-time Equivalent Employees for Fiscal Year Ended									
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General Government	14.3	15.8	13.4	12.4	14.1	15.1	16.0	16.0	16.0	16.0
Police										
Officers	23	24	25	25	0.0	0.0	0.0	0.0	0.0	0.0
Civilians	4.5	3.5	3.5	3.5	0.5	0.5	0.5	0.5	1.0	1.0
Building Safety	2.1	1.7	1.5	1.8	3.3	3.0	3.0	3.0	3.5	3.5
Community Development	2.5	2.0	1.0	1.5	2.5	3.0	3.0	3.5	3.5	3.5
Parks & Facilities	4.0	4.4	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Streets	1.6	1.5	1.9	1.9	1.8	1.8	2.1	2.1	2.3	3.8
Water	5.4	5.0	4.8	5.0	5.1	4.1	4.1	4.1	4.1	4.1
Sewer	6.0	8.0	8.0	6.0	5.9	5.9	5.5	5.5	5.5	6.4
Storm				2.1	2.2	2.2	2.6	2.6	2.6	2.6
Public Works Services										
Equipment Maintenance	2.1	2.1	1.7	1.7	2.1	2.1	2.1	2.1	2.1	2.1
Management	<u>5.9</u>	<u>6.0</u>	<u>5.9</u>	<u>6.2</u>	<u>6.2</u>	<u>10.0</u>	<u>9.0</u>	<u>9.0</u>	<u>9.0</u>	<u>8.0</u>
Total	<u><u>71.4</u></u>	<u><u>74.0</u></u>	<u><u>72.8</u></u>	<u><u>72.8</u></u>	<u><u>49.5</u></u>	<u><u>53.6</u></u>	<u><u>53.8</u></u>	<u><u>54.3</u></u>	<u><u>55.50</u></u>	<u><u>57.00</u></u>

Source: City financial records.

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

Function	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police										
Calls for service ¹	11,897	11,798	10,505	10,592	10,484	10,943	11,879	12,587	12,188	N/A
Traffic Calls ¹	3,316	3,060	2,508	1,571	2,440	2,644	2,897	3,855	2,521	N/A
Part I crimes ²	599	550	558	493	613	615	646	640	569	N/A
Part II crimes ²	940	727	608	727	238	329	242	358	340	N/A
Water										
Number of users	4,641	4,644	4,648	4,655	4,662	4,539	4,555	4,570	4,705	4600
Average daily production (in thousands of gallons)	1,643	1,617	1,547	1,592	1,641	1,560	1,620	1,616	1,596	1530
Sewer System										
Number of users	4,476	4,373	4,491	4,498	4,419	4,452	4,462	4,475	4,532	4503
Average daily use (in thousands of gallons)	1,397	1,390	1,337	1,303	1,170	1,500	1,600	1,650	1,273	1324
Storm Water System										
Number of users	4,560	4,466	4,584	4,591	4,609	4,686	4,705	4,698	4,617	4725

Sources: Various City departments.

N/A - data not available.

¹ 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.

² 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									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Public Safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	20	20	20	20	0	0	0	0	0	0
Highways and streets										
Streets (miles)	42.9	42.8	43.2	43.2	43.8	43.6	43.73	43.84	43.89	43.24
Culture and recreation										
Parks acreage	89.70	86.45	86.45	83.47	83.47	83.47	83.47	86.45	87.76	87.77
Greenways acreage	164.11	163.91	152.30	154.03	154.03	154.03	154.03	154.03	154.03	154.03
Parks, Greenways & Natural Areas	29	30	30	29	29	29	29	32	32	32
Water system										
Water main lines (miles)	61.3	65.5	66.9	66.7	66.7	67.6	67.9	67.3	67.3	67.5
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)	6.04	5.15	5.80	5.80	5.80	6.99	6.99	6.99	6.99	6.99
Sewer system										
Sanitary sewer lines (miles)	54.62	55.91	55.87	55.92	55.98	55.98	56.07	56.45	56.38	56.27
Daily plant capacity (in millions of gallons)	3	3	3	3	3	3	3	3	3	3
Storm water system										
Miles of service lines	37.02	34.32	34.32	34.42	34.42	34.42	34.42	34.82	48.91	36.10

Sources: Various City departments.

**CITY OF TROUTDALE
MULTNOMAH COUNTY, OREGON**

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



PAULY, ROGERS, AND Co., P.C.
12700 SW 72nd Ave. Tigard, OR 97223
(503) 620-2632 (503) 684-7523 FAX
www.paulyrogersandcpcpas.com

December 6, 2021

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, 2021, and have issued our report thereon dated December 6, 2021. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

Compliance

As part of obtaining reasonable assurance about whether the City of 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**

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, except for the following:

- We noted one instance where the City did not get competitive quotes for a project in accordance with Public contracts and purchasing rules. Instead the City priced out pieces of the equipment for the project to check for reasonableness.

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 black ink that reads "Tara M. Kamp, CPA". The signature is written in a cursive, flowing style.

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