

City of Astoria Oregon



**Financial Statements
For The Year Ended
June 30, 2015**

City of Astoria, Oregon

Annual Financial Statements

For the Year ended June 30, 2015

Prepared by:
Finance Department of
The City of Astoria

City of Astoria, Oregon
Annual Financial Statements
Year Ended June 30, 2015

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INTRODUCTORY SECTION



CITY OF ASTORIA

Founded 1811 • Incorporated 1856

December 31, 2015

Honorable Mayor, Members of the
City Council and the City Manager
City of Astoria, Oregon 97103

State law requires that every general-purpose 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 for the fiscal year ended June 30, 2015.

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.

As required by Generally Accepted Accounting Principles, this report includes the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are in substance, part of the government's operations and, so, data from these units are combined with data of the primary government. See Footnote 1.A for further elaboration.

Pauly, Rogers and Co., P. C., Certified Public Accounts, has issued an unqualified ("clean") opinion on the City of Astoria's financial statements for the year ended June 30, 2015. The independent auditor's report is located in 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.

Profile of the Government

The City of Astoria is located in Clatsop County in the northwestern corner of Oregon. Situated on the shores of Young's Bay and the Columbia River, just seven miles from the Pacific Ocean, the area is noted for its spectacular scenery, its history, natural resources and outstanding recreational opportunities.

The City is the oldest permanent American settlement west of the Rocky Mountains. It was first settled in 1811 by fur traders working for New York fur merchant John Jacob Astor, after whom the City draws its name. Astoria was first incorporated as a city in 1856. During the late 1800s, with its bustling salmon canneries, forest products and shipping industries, Astoria was known as the liveliest boom town between Seattle and San Francisco.

The City operates under the council-manager form of government. Policy-making and legislative authority are vested in a governing council consisting of the mayor and four other members. The governing council is responsible for, among other things, passing ordinances, adopting the budget, appointing committees, and hiring the government's manager, attorney and municipal judge. The government's manager is responsible for carrying out the policies and ordinances of the governing council, for overseeing the day-to-day operations of the government, and for appointing the heads of the various departments.

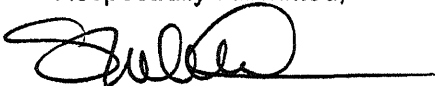
Members of the council are elected on a non-partisan basis. The members serve four-year staggered terms, with two council members elected every two years. Each member represents a geographical ward and must live within that ward. The mayor is elected at large to serve a four-year term.

Accounting System and Budgetary Control

The accounting system was designed with consideration given to a system of internal controls that: (1) safeguard assets against loss from unauthorized use or disposition, and (2) maintain the reliability of financial records for preparation of financial statements and accountability for assets. Budgetary control is maintained at the department level, in those funds having departments, and at the object level in all other funds by the encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors

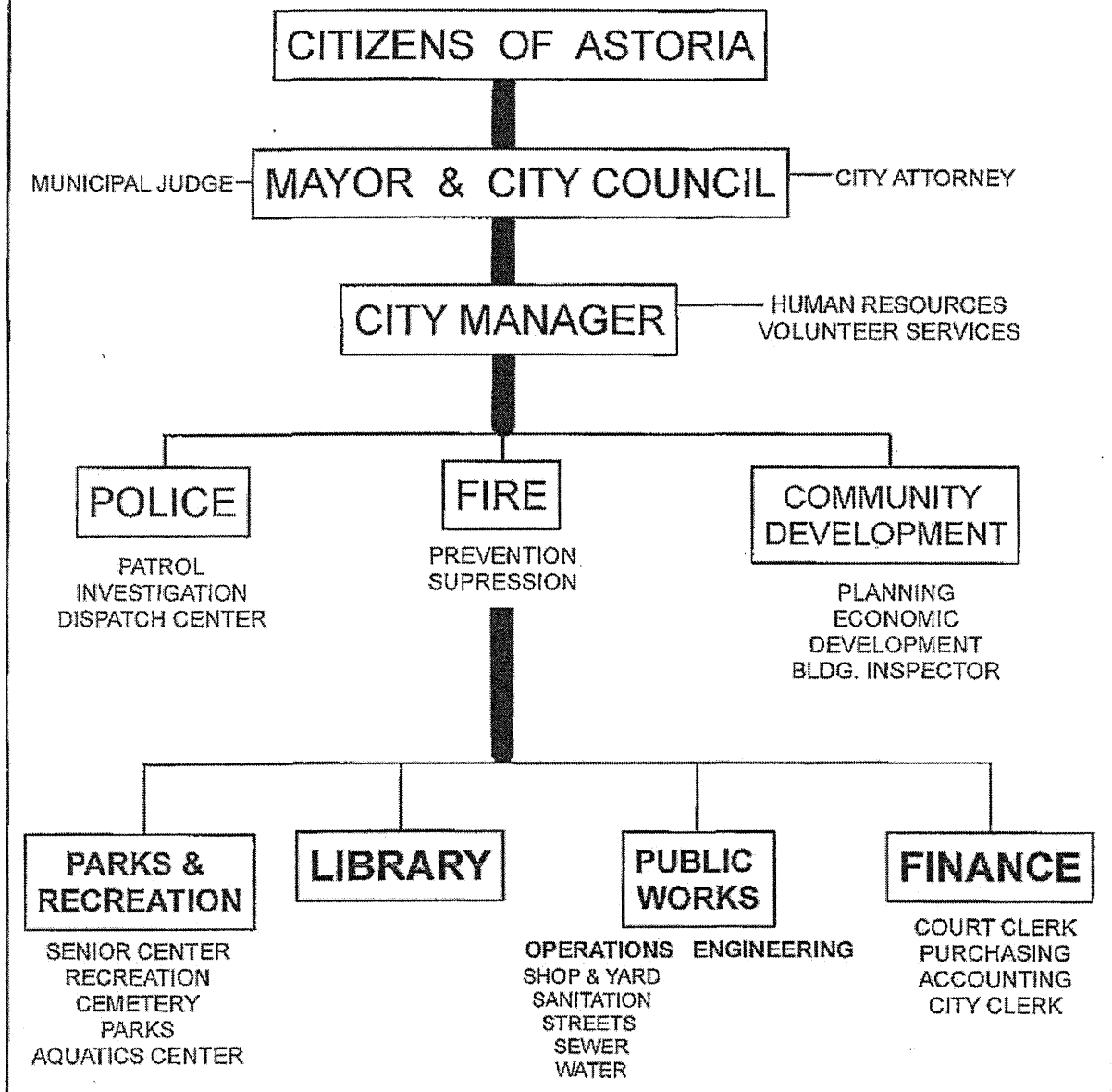
The annual budget serves as the foundation for the City's financial planning and control. All departments of the City are required to submit requests for appropriation to the government's manager during February of each year. The city manager uses these requests as the starting point for developing a proposed budget. As required by Oregon Local Budget Law, the manager then presents this proposed budget to a budget committee comprised of the five members of the City Council and five residents of the City who are appointed by the Mayor. The budget committee holds a public hearing and then reviews, revises and approves the budget. The budget is then submitted to the city council. The council is required to hold a public hearing on the approved budget and to adopt a final budget before June 30, the close of the City's fiscal year. The appropriated budget is prepared by fund, function (e.g., general), and department (e.g., police). Department heads may transfer resources within a department as they see fit. Transfers between departments, however, are done by resolution of the council in accordance with Oregon Local Budget Law.

Respectfully submitted,



Susan E Brooks, CPA
Director of Finance and Administrative Services

City of Astoria Organization Chart



ASTORIA DEVELOPMENT COMMISSION, OREGON

Year Ending June 30, 2015

ELECTED OFFICIALS

| | | |
|------------------------|-------------------------|------------------------------|
| Arline LaMear | Mayor | Term Expires 12/31/18 |
| Zetty Nemlowill | Councilor Ward 1 | Term Expires 12/31/18 |
| Drew Herzig | Councilor Ward 2 | Term Expires 12/31/16 |
| Cindy Price | Councilor Ward 3 | Term Expires 12/31/18 |
| Russ Warr | Councilor Ward 4 | Term Expires 12/31/16 |

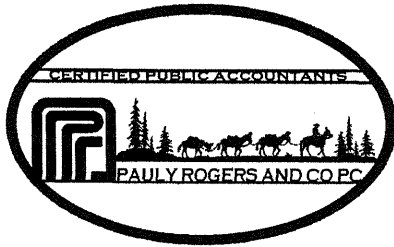
ADMINISTRATIVE STAFF

| | |
|----------------------------|--|
| Brett Estes | City Manager |
| Blair Henningsgaard | City Attorney |
| Kristopher A. Kaino | Municipal Judge |
| Susan Brooks | Finance Director |
| Kevin Cronin | Community Development Director |
| Brad Johnston | Police Chief |
| Ted Ames | Fire Chief |
| Angela Cosby | Parks & Community Services Director |
| Jane Tucker | Library Director |
| Ken Cook | Public Works Director |

Mailing Address:
1095 Duane Street
Astoria, Oregon 97103

www.astoria.or.us

FINANCIAL SECTION



PAULY, ROGERS, AND CO., P.C.
12700 SW 72nd Ave. Tigard, OR 97223
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www.paulyrogersandcocpas.com

March 16, 2016

INDEPENDENT AUDITORS' REPORT

To the City Council
City of Astoria
Clatsop County, Oregon

Report on the Financial Statements

We have audited the accompanying basic financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Astoria (the City), as of and for the year ended June 30, 2015, and the related notes to the basic 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 basic 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 basic financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these basic 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 basic financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the basic financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the basic 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 basic 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 basic 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 basic 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 Astoria, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

The City adopted the provisions of GASB Statement No. 68, Accounting and Reporting for Pensions, as well as the provisions of GASB Statement No. 71, Pensions Transition for Contributions Made Subsequent to the Measurement Date, for the year ended June 30, 2015. Our opinion is not modified with respect to this matter.

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 management's discussion and analysis because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The budgetary comparison schedules presented as Required Supplementary Information, as listed in the table of contents, have 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 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, and in our opinion are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information 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 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

The other information and introductory section, 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 March 16, 2016, 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.



ROY R. ROGERS, CPA
PAULY, ROGERS AND CO., P.C.

MANAGEMENT'S DISCUSSION AND ANALYSIS

This discussion and analysis presents the highlights of financial activities and financial position for the City of Astoria (City). The analysis focuses on significant financial issues, major financial activities and resulting changes in financial position, budget changes, and specific issues related to funds and the economic factors affecting the City.

Management's Discussion and Analysis (MD&A) focuses on current year activities and resulting changes. Please read it in conjunction with the Transmittal Letter and the City's financial statements.

FINANCIAL HIGHLIGHTS

The City's net position total \$53,201,791. This includes general and business-type fixed assets. Infrastructure improvements have been added for these financial statements.

Governmental revenues increased by \$91,509 (or .69%). This increase is attributable to an increase in charges for services, property tax collections and non-ad valorem taxes.

Business-type activities revenues decreased by \$1,723,447 (or -19.11%). This is attributable to a decrease for grants.

Overall, City expenses for both fund types decreased by \$4,281,388 (or -20.9%). This is attributable to expenses relating to personnel services and projects funded by grants that were finished

These items are described later on in this discussion.

REPORT LAYOUT

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. This section of the report provides financial highlights, overview and economic factors affecting the City.

Basic Financial Statements. These include Statement of Net Assets, Statement of Activities, fund financial statements and the notes to the financial statements. Statements of Net Assets and Activities focus on an entity-wide presentation using the accrual basis of accounting. They are designed to be more corporate-like in that all activities are consolidated into a total for the City.

- The Statement of Net Assets focuses on resources available for future operations. In simple terms, this statement presents a snapshot 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 governmental 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." Statements for the City's proprietary funds follow the governmental funds and include net assets, revenues, expenses and changes in fund net assets, and cash flows. The budgetary statements for the major

governmental and proprietary funds are located in the Required Supplementary Information section.

- The notes to the financial statements provide additional disclosures required by governmental accounting standards and provide information to assist the reader in understanding the City's financial condition.

Other Supplementary Information. Readers desiring additional information on non-major funds can find it in the Combining Statements of Non-major Funds and/or the Supplementary Information-Budgetary Comparison sections of this report. Components within this section include:

- Combining Statements. Non-major funds are presented here, whereas major funds are included within the Basic Financial Statements. These statements include balance sheets and statements of revenues, expenditures and changes in fund balances that are carried forward to the Basic Financial Statements.
- Budgetary Comparisons. Budgetary information for all non-major governmental and proprietary funds is presented here.
- Capital Assets and Other Financial Schedules complete the Financial Section of the report.

Reports by independent certified public accountants. Supplemental communication on city compliance and internal controls as required by Oregon statutes.

CITY AS A WHOLE

GOVERNMENT-WIDE FINANCIAL STATEMENTS

**Table 1:
Net Assets at Year-end
for the Fiscal Year Ending June 30, 2014 and 2015**

| | Governmental Activities | | Business-type Activities | | Total | |
|-------------------------------|-------------------------|---------------------|--------------------------|---------------------|---------------------|---------------------|
| | 2014* | 2015 | 2014* | 2015 | 2014* | 2015 |
| Cash and investments | \$10,401,441 | \$12,351,983 | \$4,248,312 | \$3,802,772 | \$14,649,753 | \$16,154,755 |
| Other assets | 2,172,513 | 1,671,529 | 1,689,175 | 3,604,538 | 3,861,688 | 5,276,067 |
| Net Pension Asset | 1,823,416 | 2,261,502 | 674,414 | 836,446 | 2,497,830 | 3,097,948 |
| Capital assets | <u>16,840,614</u> | <u>16,635,417</u> | <u>45,836,115</u> | <u>47,951,725</u> | <u>62,676,729</u> | <u>64,587,142</u> |
| Total assets | <u>\$31,237,984</u> | <u>\$32,920,431</u> | <u>\$52,448,016</u> | <u>\$56,195,481</u> | <u>\$83,686,000</u> | <u>\$89,115,912</u> |
| Other liabilities | \$1,201,124 | \$1,430,166 | \$1,897,771 | \$3,156,386 | \$3,188,895 | \$4,586,552 |
| Long term debt outstanding | <u>1,318,641</u> | <u>1,240,099</u> | <u>25,367,681</u> | <u>27,125,592</u> | <u>26,686,322</u> | <u>28,365,691</u> |
| Total liabilities | <u>\$2,519,765</u> | <u>\$2,670,265</u> | <u>\$27,355,452</u> | <u>\$30,281,978</u> | <u>\$29,875,217</u> | <u>\$32,952,243</u> |
| Net Pension Related Deferrals | <u>3,646,829</u> | <u>2,162,171</u> | <u>1,348,828</u> | <u>799,707</u> | <u>4,995,657</u> | <u>2,961,878</u> |
| Net assets: | | | | | | |
| Capital assets net of debt | \$15,526,908 | \$15,204,488 | \$19,224,808 | \$19,245,123 | \$34,751,716 | \$34,449,611 |
| Restricted | 5,474,956 | 6,523,843 | - | - | 5,474,956 | 6,523,843 |
| Unrestricted (deficit) | <u>4,069,526</u> | <u>6,359,664</u> | <u>4,518,928</u> | <u>5,868,673</u> | <u>8,588,454</u> | <u>12,228,337</u> |
| Total net assets | <u>\$25,071,390</u> | <u>\$28,087,995</u> | <u>\$23,743,736</u> | <u>\$25,113,796</u> | <u>\$48,815,126</u> | <u>\$53,201,791</u> |

*2014 Net Assets are restated for GASB 68 prior year adjustments

STATEMENT OF NET ASSETS AT JUNE 30, 2015

Governmental Activities

A comparison of governmental current assets indicates an overall increase of \$1,467,779.

| | <u>2014</u> | <u>2015</u> | <u>Difference</u> |
|-----------------------------------|--------------|--------------|-------------------|
| Total Governmental Current Assets | \$11,705,967 | \$13,173,746 | \$1,467,779 |

Business-type Activities

The transactions of the Public Works Improvement Fund are classified as a business-type activity because this fund receives water and sewer revenues that fund public works capital improvements. Also, the City has entered into an agreement with the Department of Environmental Quality to design and construct combined sewer overflow infrastructure. The funds related to this project are added to the business-type funds. Infrastructure is included in the assets of the Public Works Fund. This increases the net assets of the business-type funds.

A portion of the year-end net assets is restricted for specific purposes. The restrictions represent legal or contractual limitations on how the assets may be expended. Within the governmental activities category examples are assets designated for cemetery care and collections limited to repayment of debt.

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2015:

**Table 2:
Governmental and Proprietary Activities
for Fiscal Year Ending June 30, 2014 and 2015**

| | Governmental Activities | | Business-type Activities | | Total | |
|--------------------------|------------------------------------|--------------------------|-------------------------------------|-------------------------|--------------------------|--------------------------|
| | <u>2014*</u> | <u>2015</u> | <u>2014*</u> | <u>2015</u> | <u>2014*</u> | <u>2015</u> |
| REVENUES | | | | | | |
| Program revenues | | | | | | |
| Charges for services | \$2,340,690 | \$3,759,512 | \$ 6,443,522 | \$6,830,620 | \$8,784,212 | \$10,590,132 |
| Grants & contributions | 1,807,364 | 0 | 2,583,136 | 454,304 | 4,390,500 | 454,304 |
| General revenues | | | | | | |
| Ad valorem taxes | 5,702,592 | 6,005,071 | - | - | 5,702,592 | 6,005,071 |
| Non-ad valorem taxes | 2,864,412 | 3,040,896 | - | - | 2,864,412 | 3,040,896 |
| Interest | 42,970 | 45,005 | (5,818) | 12,469 | 37,512 | 57,474 |
| Other | <u>444,553</u> | <u>443,606</u> | <u>-</u> | <u>-</u> | <u>444,553</u> | <u>443,606</u> |
| Total revenues | <u>13,202,581</u> | <u>13,294,090</u> | <u>9,020,840</u> | <u>7,297,393</u> | <u>22,223,421</u> | <u>20,591,483</u> |
| EXPENSES | | | | | | |
| Governmental activities | <u>13,420,608</u> | <u>10,245,699</u> | | | 13,420,608 | 10,245,699 |
| Business-type activities | | | <u>7,065,598</u> | <u>5,959,119</u> | <u>7,065,598</u> | <u>5,959,119</u> |
| Total expenses | <u>13,420,608</u> | <u>10,245,699</u> | <u>7,065,598</u> | <u>5,959,119</u> | <u>20,486,206</u> | <u>16,204,818</u> |
| Transfers | (93,530) | (31,786) | 93,530 | 31,786 | 0 | 0 |
| Change in net assets | (311,557) | 3,016,605 | 2,048,772 | 1,370,060 | 1,737,215 | 4,386,665 |
| Beginning net assets | 25,382,947 | 25,071,390 | 21,694,964 | 23,743,736 | 47,077,911 | 48,815,126 |
| Ending net assets | <u>\$25,071,390</u> | <u>\$28,087,995</u> | <u>\$23,743,736</u> | <u>\$25,113,796</u> | <u>\$48,815,126</u> | <u>\$53,201,791</u> |

*2014 Expenses and Ending Net Assets are restated for GASB 68 Prior Year Adjustments

Governmental Activities

Governmental revenues increased by \$91,509 (or .69%). The increase is attributable to increases in property tax collections, charges for services and non-ad valorem collections.

Business-type Activities

Business-type activities revenues decreased by \$1,723,447 (or -19.11%). This decrease relates to a reduction in the amount of grant and loan proceeds that the City received.

BUDGETARY HIGHLIGHTS

Adjustments were made to several budgets for FYE June 30, 2015, as follows: Non and Interdepartmental, Transfer to Parks Operation Fund,\$197,980 with a reduction of General Fund contingency; Capital Improvement Fund-Materials and Services \$153,500 and Capital Outlay, \$185,000 with offsetting increases in resources and reduction of Capital Improvement contingency; Building Inspection Fund increase of \$22,500 for personnel services with offsetting increase in resources; Parks Operation Fund, Transfer In of \$197,980 with offsetting increases in department expenditures; Public Works Improvement Fund, increase Water Main Rehabilitation by \$399,600 for the hydro project in the watershed with offset of grant resource and increase Capital Outlay, by \$200,000 for sewer monitors with offset of transfer in from the Public Works Fund and by \$794,480 with an offset of a loan for the landfill closure project.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of June 30, 2015 the City had invested \$64,587,142 in capital assets, net of accumulated depreciation, as reflected in the following table. The result of the additions and deletions for this fiscal year is an overall increase to capital assets in the amount of \$4,468,072. After depreciation, the capital assets increased by \$1,910,413.

**Table 3:
Capital Assets at Year-end
for Fiscal Year Ending June 30, 2014 and 2015
(net of depreciation)**

| | Governmental Activities | | Business-type Activities | | Total | |
|-----------------------|------------------------------------|----------------------------|-------------------------------------|----------------------------|----------------------------|----------------------------|
| | 2014 | 2015 | 2014 | 2015 | 2014 | 2015 |
| Land | \$1,466,005 | \$1,466,005 | \$328,328 | \$328,328 | \$1,794,333 | \$1,794,333 |
| Buildings | 9,069,853 | 8,767,983 | 262,652 | 254,783 | 9,332,505 | 9,022,766 |
| Land improvements | 3,105,109 | 2,915,054 | 15,462,602 | 10,874,023 | 18,567,711 | 13,789,077 |
| Machinery & equipment | 1,219,947 | 1,547,870 | 1,367,917 | 1,312,254 | 2,587,864 | 2,860,124 |
| Infrastructure | <u>1,979,700</u> | <u>1,938,505</u> | <u>28,414,616</u> | <u>35,182,337</u> | <u>30,394,316</u> | <u>37,120,842</u> |
| Total | <u>\$16,840,614</u> | <u>\$16,635,417</u> | <u>\$45,836,115</u> | <u>\$47,951,725</u> | <u>\$62,676,729</u> | <u>\$64,587,142</u> |

The following table reconciles the change in capital assets. Additions include assets acquired or under construction at year-end. Reductions are for disposition of assets and depreciation.

**Table 4:
Changes in Capital Assets
for Fiscal Year Ending June 30, 2014 and 2015**

| | Governmental | | Business-type | | Total Government | |
|--------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| | Activities | | Activities | | | |
| | 2014 | 2015 | 2014 | 2015 | 2014 | 2015 |
| Beginning Balance | \$22,766,753 | \$23,615,638 | \$64,690,630 | \$70,980,403 | \$87,457,383 | \$94,596,041 |
| Additions | 848,885 | 638,308 | 6,289,773 | 3,829,764 | 7,318,658 | 4,468,072 |
| Retirement | | | | | | |
| Other | | | | | | |
| Accumulated Depreciation | <u>(6,775,024)</u> | <u>(7,618,529)</u> | <u>(25,144,288)</u> | <u>(26,858,442)</u> | <u>(31,919,312)</u> | <u>(34,476,971)</u> |
| Ending Balance | <u>\$16,840,614</u> | <u>\$16,635,417</u> | <u>\$45,836,115</u> | <u>\$47,951,725</u> | <u>\$62,676,729</u> | <u>\$64,587,142</u> |

Assets for governmental activities were added in the amount of \$638,308. The major purchase was a pumper truck for the Fire Department for \$488,251. A Police vehicle was leased in the amount of \$49,298 and a forcible training door was purchased for \$6,300. Equipment was purchased for Parks operations in the amount of \$47,883. The phone system was upgraded for \$23,848 and there was an improvement to Duane Street between 16th and 17th for \$22,728.

Business-type activities assets were added in the amount of \$3,829,764. Of this amount, \$9,149 was for Building improvements, \$231,749 for Equipment, \$138,363 for mobile equipment and \$3,450,503 for infrastructure, including \$1,556,290 for CSO projects at 11th and 16th Streets.

Debt Outstanding

As of year-end, the City had \$30,137,530 in debt outstanding compared to \$27,925,013 last year. \$2,150,520 of the debt outstanding at June 30, 2015 is due within one year.

**Table 5:
Outstanding Debt at Year End**

| | <u>Totals</u> | |
|-----------------------|----------------------------|----------------------------|
| | <u>2014</u> | <u>2015</u> |
| Governmental: | | |
| General obligation | \$581,538 | \$886,011 |
| Local improvement | 344,707 | 282,317 |
| Tax increment | <u>387,461</u> | <u>262,601</u> |
| Sub-total | <u>1,313,706</u> | <u>1,430,929</u> |
| Business-type: | | |
| Water | 4,437,381 | 4,161,902 |
| Wastewater | 20,837,791 | 23,208,564 |
| Docks | <u>1,336,135</u> | <u>1,336,135</u> |
| Sub-total | <u>26,611,307</u> | <u>28,706,601</u> |
| Total | <u>\$27,925,013</u> | <u>\$30,137,530</u> |

Governmental debt added a note payables for one (1) Tahoe for police and a pumper truck for fire. Debt payments were made in the amount of \$414,495.

The City has entered into an agreement with the Department of Environmental Quality (DEQ) to borrow money for the design and construction of combined sewer overflow infrastructure. To date the total amount borrowed from DEQ is \$18,115,436. A total of \$749,638 was paid on principal for DEQ loans.

The City is under order to ameliorate discharge from the City's sewer lagoon. The City has borrowed a total of \$748,269 from the Oregon Infrastructure Financing Authority (IFA) for sewer lagoon upgrades. The City also borrowed a total of \$6,687,682 from IFA to finance the 11th Street CSO separation project. The City has initiated construction for the 16th Street CSO project. During FYE June 30, 2015 the City borrowed \$2,382,037 for this project. A total of \$9,069,749 has been borrowed from IFA to date for CSO projects.

A total of \$27,185,185 has been borrowed for Combined Sewer Overflow improvements. \$794,471 was borrowed from IFA for the City's share of the landfill closure project.

For more detailed information on the City's debt and amortization terms refer to the notes.

ECONOMIC FACTORS

Oregon does not have a sales tax and thus property taxes are a major resource component of many communities. Property taxes are important to the City. They represent 65.8% of resources of the General Fund and 38.9% of governmental revenues overall. Other resources include franchise fees, motel taxes, charges for services and fines. Investment earnings remained stable through 2014-15. To deal with its limited resources the City constrains unnecessary spending.

The City maintains a variety of governmental funds for special purposes. The Capital Improvement Fund received revenues from state taxes, the sale of City property, grants and other sources in the amount of \$851,534, including \$383,284 from the harvest of timber with expenditures of \$773,082. These expenditures included work on pollution remission on Heritage Square and equipment purchases. The Building Inspection Fund received fees of \$254,051, with expenditures of \$164,518 and a transfer out for \$15,210. The Emergency Communication Fund provides dispatch services for the City and other area entities. It received 911 proceeds and other charges for services in the amount of \$1,006,398 with expenditures of \$904,640 and a transfer out of \$21,000. The Parks Operations Fund received operating revenues in the amount of \$998,123 with expenditures of \$1,878,856. The General Fund provided a transfer of \$881,000. The Astor East and West Urban Renewal Districts are blended component units of the City. They received revenues of \$964,001 with expenditures of \$308,760. Expenses recorded on a budgetary basis for the Urban Renewal Funds included debt service of \$136,071 and capital improvements of \$53,924. Finally, the Promote Astoria Fund received \$811,446 for motel tax collections and interest earnings. Distributions and other expenditures totaled \$706,227. These are the most significant of the governmental special purpose funds.

The business-type activities are funded with utility charges. During fiscal year ended June 30, 2015 the City did not increase the water and sewer rates. The sewer surcharge of 86% was dedicated to the Combined Sewer Overflow Debt Service Fund. Resources will be accumulated in this fund to payback loans incurred for the combined sewer overflow infrastructure project. A total of \$3,829,764 was expended for capital improvements, of which \$3,450,503 was for capital projects, \$370,112 for equipment and \$9,149 for renovation of the residence at the watershed.

Uncertainties about future economic changes and financial impacts are common in all cities. The City continues to constrain spending to items and personnel necessary to provide quality services for its citizens. City staff continues to investigate and initiate opportunities for economic development to provide increased resources for the City's operations.

FINANCIAL CONTACT

The City's financial statements are designed to present users (citizens, taxpayers, customers, investors, and creditors) with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions about the report or need additional financial information, please contact the City's Finance Director at 1095 Duane Street, Astoria, OR 97103. Complete financial statements of the blended component unit, the Astoria Development Commission, can be obtained from the same address.

BASIC FINANCIAL STATEMENTS

CITY OF ASTORIA, OREGON
STATEMENT OF NET POSITION
June 30, 2015

| | Governmental Activities | Business-Type Activities | Total |
|--|----------------------------|-----------------------------|----------------------|
| ASSETS | | | |
| Current assets: | | | |
| Equity in Pooled Cash and Investments | \$ 11,502,217 | \$ 3,802,772 | \$ 15,304,989 |
| Receivables (Net of Allowance): | | | |
| Accounts | - | 3,197,448 | 3,197,448 |
| Taxes | 633,986 | - | 633,986 |
| Other | 1,037,543 | - | 1,037,543 |
| Inventory | - | 344,582 | 344,582 |
| Due from Governmental Funds | - | 62,508 | 62,508 |
| Total Current Assets | 13,173,746 | 7,407,310 | 20,581,056 |
| Noncurrent Assets: | | | |
| Restricted Cash and Investments | 849,766 | - | 849,766 |
| Net Pension Asset | 2,261,502 | 836,446 | 3,097,948 |
| Capital Assets: | | | |
| Nondepreciable | 1,466,005 | 328,328 | 1,794,333 |
| Depreciable, Net | 15,169,412 | 47,623,397 | 62,792,809 |
| Total Noncurrent Assets | 19,746,685 | 48,788,171 | 68,534,856 |
| Total Assets | \$ 32,920,431 | \$ 56,195,481 | \$ 89,115,912 |
| LIABILITIES | | | |
| Current Liabilities: | | | |
| Vouchers and Accounts Payable | 156,771 | 945,202 | 1,101,973 |
| Accrued Payroll | 370,127 | 139,862 | 509,989 |
| Accrued Interest Payable | 20,703 | 141,000 | 161,703 |
| Other Accrued Expenses | 188,617 | 71,391 | 260,008 |
| Deposits Payable | 37,873 | 61,251 | 99,124 |
| Due to Proprietary Funds | 62,508 | - | 62,508 |
| Current Portion of Long-Term Debt | 421,229 | 1,711,161 | 2,132,390 |
| Current Unused Compensated Absences | 172,338 | 86,519 | 258,857 |
| Total Current Liabilities | 1,430,166 | 3,156,386 | 4,586,552 |
| Noncurrent Liabilities: | | | |
| Noncurrent Portion of Long-Term Debt | 1,009,700 | 26,995,440 | 28,005,140 |
| Non-Current Unused Compensated Absences | 135,287 | 49,673 | 184,960 |
| Post Employment Health Care Benefits | 95,112 | 80,479 | 175,591 |
| Total Noncurrent Liabilities | 1,240,099 | 27,125,592 | 28,365,691 |
| Total liabilities | 2,670,265 | 30,281,978 | 32,952,243 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Net Pension Related Deferrals | 2,162,171 | 799,707 | 2,961,878 |
| NET POSITION | | | |
| Net Investment in Capital Assets | 15,204,488 | 19,245,123 | 34,449,611 |
| Restricted For: | | | |
| Astoria Public Library Endowment Fund: | | | |
| Nonexpendable | 168 | - | 168 |
| Expendable | 138,640 | - | 138,640 |
| Aquatic Facility Trust Fund - Expendable | 6,944 | - | 6,944 |
| Logan Memorial Library Trust Fund - Expendable | 862,664 | - | 862,664 |
| Perpetual Cemetery Care - Nonexpendable | 849,598 | - | 849,598 |
| Debt Service - Expendable | 566 | - | 566 |
| Street Projects - Expendable | 481,841 | - | 481,841 |
| Urban Renewal Improvements - Expendable | 4,183,422 | - | 4,183,422 |
| Specific Purpose Grants - Expendable | - | - | - |
| Unrestricted | 6,359,664 | 5,868,673 | 12,228,337 |
| Total Net Position | 28,087,995 | 25,113,796 | 53,201,791 |
| Total Liabilities and Net Position | \$ 32,920,431 | \$ 56,195,481 | \$ 89,115,912 |

The accompanying notes are an integral part of the basic financial statements.

**CITY OF ASTORIA, OREGON
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2015**

| Functions/Programs | Program Revenues | | | | Net Expense Revenue and Change in Net Position | | |
|---|----------------------|-------------------------|--|--|---|--------------------------------|----------------------|
| | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Business Type Activities | Total |
| Governmental Activities: | | | | | | | |
| General Government | \$ 4,293,391 | \$ 2,242,383 | \$ - | \$ - | \$ (2,051,008) | \$ - | \$ (2,051,008) |
| Community Development | 314,270 | 1,302,936 | - | - | 988,666 | - | 988,666 |
| Public Safety | 3,481,216 | 214,193 | - | - | (3,267,023) | - | (3,267,023) |
| Culture and Recreation | 2,149,676 | - | - | - | (2,149,676) | - | (2,149,676) |
| Interest on Long-Term Debt | 7,146 | - | - | - | (7,146) | - | (7,146) |
| Total Governmental Activities | 10,245,699 | 3,759,512 | - | - | (6,486,187) | - | (6,486,187) |
| Business Type Activities: | | | | | | | |
| Public Works Improvement Fund #176 | 443,547 | 1,218,627 | - | 231,995 | - | 1,007,075 | 1,007,075 |
| Public Works Capital Reserve Fund #178 | - | - | - | - | - | - | - |
| Combined Sewer Overflow Operations | 552,294 | 1,429,180 | - | - | - | 876,886 | 876,886 |
| Cemetery Fund #325 | 22,316 | - | - | - | - | (22,316) | (22,316) |
| Landfill Reserve Fund #305 | - | - | - | - | - | - | - |
| Public Works Fund #301 | 4,669,254 | 4,110,557 | - | - | - | (558,697) | (558,697) |
| 17th Street Dock Fund #330 | 271,708 | 72,256 | - | 222,309 | - | 22,857 | 22,857 |
| Total Business Type Activities | 5,959,119 | 6,830,620 | - | 454,304 | - | 1,325,805 | 1,325,805 |
| Total Government | \$ 16,204,818 | \$ 10,590,132 | \$ - | \$ 454,304 | (6,486,187) | 1,325,805 | (5,160,382) |
| General Revenues: | | | | | | | |
| Taxes: | | | | | | | |
| Property Taxes | | | | | 6,005,071 | - | 6,005,071 |
| Franchise and Public Service Taxes | | | | | 3,040,896 | - | 3,040,896 |
| Interest and Investment Earnings (Expense) | | | | | 45,005 | 12,469 | 57,474 |
| Gain (loss) on Sale of Timber | | | | | 443,606 | - | 443,606 |
| Transfers In (Out) | | | | | (31,786) | 31,786 | - |
| Total General Revenues and Transfers | | | | | 9,502,792 | 44,255 | 9,547,047 |
| Change in Net Position | | | | | 3,016,605 | 1,370,060 | 4,386,665 |
| Net Position - Beginning as restated for GASB 68 | | | | | 25,071,390 | 23,743,736 | 48,815,126 |
| Net Position - Ending | | | | | \$ 28,087,995 | \$ 25,113,796 | \$ 53,201,791 |

The accompanying notes are an integral part of the basic financial statements.

FUND FINANCIAL STATEMENTS
Major Governmental Funds

General Fund #001

Accounts for the activities of providing basic governmental services including administration, municipal court, finance, community development, culture and recreation, police and fire services.

Housing Rehabilitation Fund #124

Accounts for the administration of grants received for loan to owners who rehabilitate housing that serves low-income residents.

Astoria Road District Fund #170

Accounts for the property tax revenues from a local option tax for street and road maintenance and improvements.

Capital Improvement Fund #102

Accounts for monies reserved for capital equipment and projects.

CITY OF ASTORIA, OREGON
BALANCE SHEET - GOVERNMENTAL FUNDS
 June 30, 2015

| | General Fund #001 | Housing Rehabilitation Fund #124 | Astoria Road District Fund #170 | Capital Improvement Fund #102 | Non Major Governmental Funds | Total Governmental |
|--|---------------------|--|------------------------------------|-------------------------------------|------------------------------------|----------------------|
| ASSETS | | | | | | |
| Equity in Pooled Cash and Investments | \$ 3,448,770 | | \$ 307,135 | \$ 689,024 | \$ 7,907,054 | \$ 12,351,983 |
| Receivables (Net of Allowance): | | | | | | |
| Taxes | 536,743 | | 195 | - | 97,048 | 633,986 |
| Other | 1,019 | - | - | 168,217 | 868,307 | 1,037,543 |
| Due From Other Funds | 118,128 | - | - | - | 38,784 | 156,912 |
| Total Assets | \$ 4,104,660 | \$ - | \$ 307,330 | \$ 857,241 | \$ 8,911,193 | \$ 14,180,424 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | | | | | | |
| LIABILITIES: | | | | | | |
| Vouchers and Accounts Payable | \$ 45,624 | \$ - | | \$ 49,082 | \$ 62,065 | \$ 156,771 |
| Accrued Payroll | 248,449 | - | - | | 121,678 | 370,127 |
| Other Accrued Expenditures | 134,197 | - | - | | 54,420 | 188,617 |
| Due To Other Funds | - | - | - | - | 219,420 | 219,420 |
| Deposits Payable | 37,373 | - | - | - | 500 | 37,873 |
| Unearned Revenue | 417,863 | - | 192 | - | 199,064 | 617,119 |
| Total Liabilities | 883,506 | - | 192 | 49,082 | 657,147 | 1,589,927 |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Unavailable Revenue-Property Taxes | | - | | - | 71,988 | 71,988 |
| FUND BALANCES: | | | | | | |
| Restricted for: | | | | | | |
| Astoria Public Library Endowment | - | - | - | | 138,808 | 138,808 |
| Aquatic Facility Trust Fund | - | - | - | | 6,944 | 6,944 |
| Logan Memorial Library Trust Fund | - | - | - | | 862,664 | 862,664 |
| Perpetual Cemetery Care | - | - | - | | 849,598 | 849,598 |
| Debt Service | - | - | - | | 566 | 566 |
| Street Projects | - | - | 307,138 | | 174,703 | 481,841 |
| Urban Renewal Improvements | - | - | - | | 4,183,422 | 4,183,422 |
| Specific Purpose Grants | - | - | - | | - | - |
| Committed for: | | | | | | |
| Unemployment Payments | - | - | - | | 35,547 | 35,547 |
| Building Inspection Functions | - | - | - | | 186,197 | 186,197 |
| Emergency Communication Functions | - | - | - | | 440,456 | 440,456 |
| Debt Service | - | - | - | | 213,831 | 213,831 |
| Assigned for: | | | | | | |
| Business Developments | - | - | - | | 273,234 | 273,234 |
| Park Related Programs | - | - | - | | 171,432 | 171,432 |
| Tourism Promotion | - | - | - | | 632,241 | 632,241 |
| Proceeds For General Capital Expenditures | - | - | - | 808,159 | - | 808,159 |
| Unassigned: | 3,221,154 | - | - | - | 12,415 | 3,233,569 |
| Total Fund Balance | 3,221,154 | - | 307,138 | 808,159 | 8,182,058 | 12,518,509 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balance | \$ 4,104,660 | \$ - | \$ 307,330 | \$ 857,241 | \$ 8,911,193 | 14,180,424 |

Amounts reported in the statement of net position are different because:

| | |
|---|----------------------|
| The net pension asset (liability) is the difference between the total pension liability and the assets set aside to pay benefits earned to past and current employees and beneficiaries. | 2,261,502 |
| Deferred inflows and outflows of resources related to the pension plan include differences between expected and actual experience, changes of assumptions, differences between projects and actual earning, and contributions subsequent to the measurement date. | (2,162,171) |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. | 16,635,417 |
| Other long-term assets are not available to pay for current-period expenditures and, therefore, are unearned in the funds. | 689,107 |
| Unearned and Unavailable Revenue | 689,107 |
| Long-term liabilities, are not due and payable in the current period and therefore are not reported in the funds. | (1,854,369) |
| Net Position | \$ 28,087,995 |

The accompanying notes are an integral part of the basic financial statements.

CITY OF ASTORIA, OREGON
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2015

| | General Fund #001 | Housing Rehabilitation Fund #124 | Astoria Road District Fund #170 | Capital Improvement Fund #102 | Non Major Governmental Funds | Total Governmental |
|---|---------------------|--|------------------------------------|-------------------------------------|------------------------------------|-----------------------|
| REVENUES: | | | | | | |
| Taxes | \$ 5,208,780 | \$ - | \$ - | \$ - | \$ 896,227 | \$ 6,105,007 |
| Local Gas Tax | - | - | 194,423 | - | - | 194,423 |
| Intergovernmental | - | - | - | 243,512 | 793,640 | 1,037,152 |
| Charges For Services | 213,661 | - | - | - | 1,694,351 | 1,908,012 |
| Sale of City Property | - | - | - | 434,185 | 9,421 | 443,606 |
| Interest Earnings | 13,588 | 168 | 1,131 | 3,316 | 26,802 | 45,005 |
| Gifts, Bequests, and Grants | 39,664 | - | - | 154,083 | 72,037 | 265,784 |
| Miscellaneous | 97,475 | - | 1,500 | 16,438 | 84,303 | 199,716 |
| Delinquent Ad Valorem Taxes | 230,605 | - | 40 | - | 38,837 | 269,482 |
| Fines and Forfeits | 214,193 | - | - | - | - | 214,193 |
| Non Ad Valorem Taxes | 1,872,563 | - | - | - | 704,428 | 2,576,991 |
| Licenses & Permits | 30,004 | - | - | - | 104,651 | 134,655 |
| Total revenues | 7,920,533 | 168 | 197,094 | 851,534 | 4,424,697 | 13,394,026 |
| EXPENDITURES: | | | | | | |
| General Government | 1,668,385 | 330,909 | - | 353,063 | 1,719,423 | 4,071,780 |
| Community Development | 334,528 | - | - | - | - | 334,528 |
| Public Safety | 3,706,697 | - | - | - | - | 3,706,697 |
| Culture and Recreation | 410,472 | - | - | - | 1,878,856 | 2,289,328 |
| Capital Outlay | 24,693 | - | 479,805 | 379,554 | 291,211 | 1,175,263 |
| Debt Service: | | | | | | |
| Principal | - | - | - | 33,889 | 254,165 | 288,054 |
| Interest | - | - | - | 6,576 | 41,351 | 47,927 |
| Total Expenditures | 6,144,775 | 330,909 | 479,805 | 773,082 | 4,185,006 | 11,913,577 |
| Revenues Over (Under) Expenditures | 1,775,758 | (330,741) | (282,711) | 78,452 | 239,691 | 1,480,449 |
| OTHER FINANCING SOURCES (USES): | | | | | | |
| Transfers In | 437,210 | - | 100,000 | 243,217 | 1,285,640 | 2,066,067 |
| Transfers Out | (1,222,085) | (199,558) | - | - | (676,210) | (2,097,853) |
| Total Other Financing Sources (Uses) | (784,875) | (199,558) | 100,000 | 243,217 | 609,430 | (31,786) |
| Net Changes in Fund Balances | 990,883 | (530,299) | (182,711) | 321,669 | 849,121 | 1,448,663 |
| PRIOR PERIOD ADJUSTMENT | - | - | - | - | - | - |
| FUND BALANCES, BEGINNING | 2,230,271 | 530,299 | 489,849 | 486,490 | 7,332,937 | 11,069,846 |
| FUND BALANCES, ENDING | \$ 3,221,154 | \$ - | \$ 307,138 | \$ 808,159 | \$ 8,182,058 | \$ 12,518,509 |

The accompanying notes are an integral part of the basic financial statements.

CITY OF ASTORIA, OREGON
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2015

Amounts reported in the statement of activities are different because:

| | | |
|---|----|-------------------------|
| Net change in fund balances | \$ | 1,448,663 |
| | | |
| The statement of revenues, expenditures, and changes in fund balances report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period. | | (219,332) |
| Fixed Assets transferred from proprietary funds to governmental funds. | | 14,135 |
| Some revenue reported in the statement of activities do not provide current financial resources in the governmental funds. | | (99,936) |
| | | |
| The pension expense represents the changes in net pension asset (liability) from year to year due to changes in total pension liability and the fair value of pension plan net position available to pay pension benefits. | | 1,922,747 |
| | | |
| 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. | | |
| Accrued Interest Expense | | (6,206) |
| Net OPEB obligation | | 89,293 |
| | | |
| Accrued compensated absences are not due and payable in the current period and therefore are not reported in the funds. | | |
| Compensated Absences | | (15,535) |
| | | |
| The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This is the amount by which proceeds exceeded repayments. | | (117,224) |
| | | |
| Change in net position of governmental activities | \$ | <u><u>3,016,605</u></u> |

The accompanying notes are an integral part of the basic financial statements.

FUND FINANCIAL STATEMENTS

Proprietary Funds

Enterprise Funds

These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the governing body is that the costs of providing the services to the general public on a continuing basis be financed primarily through user charges.

Public Works Improvement Fund #176

This fund is designed to provide funding to plan, budget for, and accomplish major public works construction and improvement projects.

Public Works Capital Reserve Fund #178

Combined Sewer Overflow Operations

These funds are designated to provide fiscal accounting for the projects required by the Final Stipulation and Order that the City has signed with the Oregon Department of Environmental Quality (DEQ) to separate water runoff from sewer outflow into the Columbia River.

Cemetery Fund #325

This fund provides for the operation and maintenance of Ocean View Cemetery, which is owned by the City of

Landfill Reserve Fund #305

Accounts for transfers from the General Fund from proceeds of the Western Oregon Waste franchise payments and

Public Works Fund #301

Accounts for the costs associated with operating and maintaining the City's streets, water and sewer systems.

17th Street Dock Fund #330

Accounts for payments made by the U.S. Coast Guard to lease dock space for two local Coast Guard vessels and for rent paid by tour boats that moor in downtown Astoria to be near the mouth of the Columbia River

**CITY OF ASTORIA, OREGON
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 June 30, 2015**

Business-Type Activities - Enterprise Funds

| | Public Works Improvement Fund #176 | Public Works Capital Reserve Fund #178 | Combined Sewer Overflow Operations | Cemetery Fund #325 |
|--|--|--|--|-----------------------|
| <u>ASSETS</u> | | | | |
| Equity in Pooled Cash and Investments | \$ 801,384 | \$ 600,000 | \$ 921,462 | \$ 38,826 |
| Accounts Receivables (Net of Allowances) | - | - | 2,046,700 | - |
| Total Current Assets | 801,384 | 600,000 | 2,968,162 | 38,826 |
| Capital Assets, Net | - | - | - | 444,492 |
| Total Assets | \$ 801,384 | \$ 600,000 | \$ 2,968,162 | \$ 483,318 |
| <u>LIABILITIES AND NET POSITION</u> | | | | |
| <u>CURRENT LIABILITIES:</u> | | | | |
| Vouchers and Accounts Payable | \$ 73,041 | \$ - | \$ 820,182 | |
| Accrued Interest Payable | 67,500 | - | 42,324 | - |
| Deposits Payable | 1,819 | - | 22,965 | - |
| Loan Payable Within One Year | 692,581 | - | 986,497 | - |
| Total Current Liabilities | 834,941 | - | 1,871,968 | - |
| <u>NONCURRENT LIABILITIES:</u> | | | | |
| Loan Payable, Net of Current Portion | 5,326,335 | - | 20,365,053 | - |
| <u>NET POSITION:</u> | | | | |
| Net Investment in Capital Assets | (6,018,916) | - | (21,351,550) | 444,492 |
| Unrestricted | 659,024 | 600,000 | 2,082,691 | 38,826 |
| Total Net Position | (5,359,892) | 600,000 | (19,268,859) | 483,318 |
| Total Liabilities and Net Position | \$ 801,384 | \$ 600,000 | \$ 2,968,162 | \$ 483,318 |

Continued on next page

The accompanying notes are an integral part of the basic financial statements.

**CITY OF ASTORIA, OREGON
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION (CONTINUED)
 June 30, 2015**

| | Business-Type Activities - Enterprise Funds | | | |
|---|---|---------------------------|----------------------------------|--------------------------|
| | Landfill Reserve Fund #305 | Public Works Fund #301 | 17th Street Dock Fund #330 | Total |
| ASSETS | | | | |
| Equity in Pooled Cash and Investments | \$ 91,526 | \$ 812,433 | \$ 537,141 | \$ 3,802,772 |
| Inventory Held for Resale | - | 9,821 | - | 9,821 |
| Accounts Receivables (Net of Allowances) | - | 1,150,748 | - | 3,197,448 |
| Inventory, at Cost (net) | - | 334,761 | - | 334,761 |
| Net Pension Asset | - | 836,446 | - | 836,446 |
| Due From Other Funds | - | 62,508 | - | 62,508 |
| Total Current Assets | <u>91,526</u> | <u>3,206,717</u> | <u>537,141</u> | <u>8,243,756</u> |
| Capital Assets, Net | - | 42,848,929 | 4,658,304 | 47,951,725 |
| Total Assets | <u>\$ 91,526</u> | <u>\$ 46,055,646</u> | <u>\$ 5,195,445</u> | <u>\$ 56,195,481</u> |
| LIABILITIES AND NET POSITION | | | | |
| CURRENT LIABILITIES: | | | | |
| Vouchers and Accounts Payable | | \$ 50,692 | \$ 1,286 | \$ 945,201 |
| Accrued Payroll | - | 139,212 | 650 | 139,862 |
| Accrued Interest Payable | - | | 31,176 | 141,000 |
| Other Accrued Expenses | - | 71,101 | 290 | 71,391 |
| Deposits Payable | - | 36,467 | - | 61,251 |
| Loan Payable Within One Year | - | - | 32,084 | 1,711,161 |
| Current Unused Compensated Absences | - | 86,519 | - | 86,519 |
| Total Current Liabilities | <u>-</u> | <u>383,991</u> | <u>65,486</u> | <u>3,156,385</u> |
| NONCURRENT LIABILITIES: | | | | |
| Loan Payable, Net of Current Portion | - | - | 1,304,052 | 26,995,440 |
| Non-Current Unused Compensated Absences | - | 49,673 | - | 49,673 |
| Post Employment Health Care Benefits | - | 80,479 | - | 80,479 |
| Total Noncurrent Liabilities | <u>-</u> | <u>130,152</u> | <u>1,304,052</u> | <u>27,125,592</u> |
| DEFERRED INFLOWS OF RESOURCES: | | | | |
| Net Pension Related Deferrals | - | 799,707 | - | 799,707 |
| NET POSITION: | | | | |
| Net Investment in Capital Assets | - | 42,848,929 | 3,322,168 | 19,245,123 |
| Unrestricted | 91,526 | 1,892,867 | 503,739 | 5,868,673 |
| Total Net Position | <u>91,526</u> | <u>44,741,796</u> | <u>3,825,907</u> | <u>25,113,796</u> |
| Total Liabilities, Deferred Inflows, and Net Position | <u>\$ 91,526</u> | <u>\$ 46,055,646</u> | <u>\$ 5,195,445</u> | <u>\$ 56,195,480</u> |

Continued from previous page

The accompanying notes are an integral part of the basic financial statements.

**CITY OF ASTORIA, OREGON
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN FUND NET POSITION
 For the Fiscal Year Ended June 30, 2015**

| | Business-Type Activities - Enterprise Funds | | | |
|--|---|--|--|-----------------------|
| | Public Works Improvement Fund #176 | Public Works Capital Reserve Fund #178 | Combined Sewer Overflow Operations | Cemetery Fund #325 |
| OPERATING REVENUES: | | | | |
| Charges for Service | \$ 1,146,120 | \$ - | \$ 1,394,180 | \$ - |
| Other Operating Revenues | 72,507 | - | 35,000 | - |
| Total Operating Revenues | <u>1,218,627</u> | <u>-</u> | <u>1,429,180</u> | <u>-</u> |
| OPERATING EXPENSES: | | | | |
| Personal Services | 2,253 | - | - | - |
| Materials and Services | 305,420 | - | 49,903 | 16,305 |
| Depreciation | - | - | 11,086 | 6,011 |
| Net OPEB obligations | - | - | - | - |
| Total Operating Expenses | <u>307,673</u> | <u>-</u> | <u>60,989</u> | <u>22,316</u> |
| Operating Income (Loss) | 910,954 | - | 1,368,191 | (22,316) |
| NON-OPERATING INCOME (EXPENSE): | | | | |
| Intergovernmental | 231,995 | - | - | - |
| Interest Revenue | 2,018 | - | 4,391 | - |
| Interest Expense | (135,874) | - | (491,305) | - |
| Total Non-Operating Income (Expenses) | <u>98,139</u> | <u>-</u> | <u>(486,914)</u> | <u>-</u> |
| Net Income (Loss) Before Operating Transfers | 1,009,093 | - | 881,277 | (22,316) |
| OPERATING TRANSFERS: | | | | |
| Fixed Asset and Debt Transfers In (Out) | (1,798,188) | - | (1,556,290) | (14,135) |
| Transfers In (Out) | 215,821 | 200,000 | - | - |
| Change in Net Position | <u>(573,274)</u> | <u>200,000</u> | <u>(675,013)</u> | <u>(36,451)</u> |
| NET POSITION, BEGINNING | <u>(4,786,618)</u> | <u>400,000</u> | <u>(18,593,845)</u> | <u>519,769</u> |
| NET POSITION, ENDING | <u>\$ (5,359,892)</u> | <u>\$ 600,000</u> | <u>\$ (19,268,858)</u> | <u>\$ 483,318</u> |

The accompanying notes are an integral part of the basic financial statements.

**CITY OF ASTORIA, OREGON
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN FUND NET POSITION (CONTINUED)
 For the Fiscal Year Ended June 30, 2015**

| | Business-Type Activities - Enterprise Funds | | | Total |
|--|---|---------------------------|----------------------------------|----------------------|
| | Landfill Reserve Fund #305 | Public Works Fund #301 | 17th Street Dock Fund #330 | |
| OPERATING REVENUES: | | | | |
| Charges for Service | \$ - | \$ 4,095,377 | \$ 72,256 | \$ 6,707,933 |
| Other Operating Revenues | - | 15,180 | - | 122,687 |
| Total Operating Revenues | - | 4,110,557 | 72,256 | 6,830,620 |
| OPERATING EXPENSES: | | | | |
| Personal Services | - | 2,169,376 | 11,920 | 2,183,549 |
| Materials and services | - | 1,375,100 | 17,108 | 1,763,836 |
| Depreciation | - | 1,511,806 | 196,335 | 1,725,238 |
| Net OPEB obligations | - | 74,120 | - | 74,120 |
| Total Operating Expenses | - | 5,130,402 | 225,363 | 5,746,743 |
| Operating Income (Loss) | - | (1,019,845) | (153,107) | 1,083,877 |
| NON-OPERATING INCOME (EXPENSE): | | | | |
| Intergovernmental | - | - | 222,309 | 454,304 |
| Interest Revenue | 387 | 3,924 | 1,749 | 12,469 |
| Interest Expense | - | (2) | (46,345) | (673,526) |
| Total Non-Operating Income (Expenses) | 387 | 3,922 | 177,713 | (206,753) |
| Net Income (Loss) Before Operating Transfers | 387 | (1,015,923) | 24,606 | 877,124 |
| OPERATING TRANSFERS: | | | | |
| Fixed Asset and Debt Transfers In (Out) | - | 3,829,764 | - | 461,151 |
| Transfers In (Out) | - | (309,035) | (75,000) | 31,786 |
| Net Income (Loss) Before Contributions | 387 | 2,504,806 | (50,394) | 1,370,061 |
| Change in Net Position | 387 | 2,504,806 | (50,394) | 1,370,061 |
| NET POSITION, BEGINNING as Restated for GASB 68 | <u>91,139</u> | <u>42,236,990</u> | <u>3,876,301</u> | <u>23,743,736</u> |
| NET POSITION, ENDING | <u>\$ 91,526</u> | <u>\$ 44,741,796</u> | <u>\$ 3,825,907</u> | <u>\$ 25,113,797</u> |

The accompanying notes are an integral part of the basic financial statements.

**CITY OF ASTORIA, OREGON
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2015**

Business-Type Activities - Enterprise Funds

| | Public Works Improvement Fund #176 | Public Works Capital Reserve #178 | Combined Sewer Overflow Operations | Cemetery Fund #325 | Public Works Fund #301 | 17th Street Dock Fund #330 | Landfill Reserve Fund #305 | Total |
|--|--|---|--|-----------------------|---------------------------|-------------------------------|-------------------------------|--------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | | | | | |
| Cash Received From Customers | \$ 1,220,446 | \$ - | \$ (349,149) | \$ - | \$ 4,028,662 | \$ 72,906 | \$ - | \$ 4,972,865 |
| Cash Paid to Employees and Others for Salaries and Benefits | 1,526 | - | (218) | - | (2,880,002) | (11,204) | - | (2,889,898) |
| Cash Paid to Suppliers and Others | (273,403) | - | 663,516 | (30,215) | (1,352,012) | (18,184) | (16,266) | (1,026,564) |
| Net Cash Provided by Operating Activities | 948,569 | - | 314,149 | (30,215) | (203,352) | 43,518 | (16,266) | 1,056,403 |
| CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES | | | | | | | | |
| Payment From (to) Other Funds | - | - | - | - | (62,508) | 31,176 | - | (31,332) |
| Transfers In (Out) | (1,582,367) | 200,000 | (1,556,291) | - | 3,520,729 | (75,000) | - | 507,071 |
| Intergovernmental/Prior Period Adjustment | 231,995 | - | - | (14,135) | - | 222,309 | - | 440,169 |
| Net Cash Provided by Non-Capital Financing Activities | (1,350,372) | 200,000 | (1,556,291) | (14,135) | 3,458,221 | 178,485 | - | 915,908 |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | | | | | | | |
| Purchase of Capital Assets | - | - | - | - | (3,829,764) | - | - | (3,829,764) |
| Loan Proceeds | 523,565 | - | 2,031,224 | - | - | - | - | 2,554,789 |
| Principal Payments - Loans | (112,844) | - | (346,651) | - | - | 291 | - | (459,204) |
| Interest Paid | (132,078) | - | (496,481) | - | (2) | (67,582) | - | (696,143) |
| Proceeds From Sales of Capital Assets | - | - | - | - | - | - | - | - |
| Net Cash Provided by Capital and Related Financing Activities | 278,643 | - | 1,188,092 | - | (3,829,766) | (67,291) | - | (2,430,322) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | |
| Interest Received | 2,018 | - | 4,391 | - | 3,926 | 1,749 | 387 | 12,471 |
| Net Cash Provided by Investing Activities | 2,018 | - | 4,391 | - | 3,926 | 1,749 | 387 | 12,471 |
| Net Increase in Cash and Cash Equivalents | (121,142) | 200,000 | (49,659) | (44,350) | (570,971) | 156,461 | (15,879) | (445,540) |
| CASH AND CASH EQUIVALENTS, BEGINNING | 922,526 | 400,000 | 971,121 | 83,176 | 1,383,404 | 380,680 | 107,405 | 4,248,312 |
| CASH AND CASH EQUIVALENTS, ENDING | \$ 801,384 | \$ 600,000 | \$ 921,462 | \$ 38,826 | \$ 812,433 | \$ 537,141 | \$ 91,526 | \$ 3,802,772 |
| RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES | | | | | | | | |
| Operating Income | \$ 910,954 | \$ - | \$ 1,368,191 | \$ (22,316) | \$ (1,019,845) | \$ (153,107) | \$ - | \$ 1,083,877 |
| Adjustments | | | | | | | | |
| Depreciation | - | - | - | 6,011 | 1,511,806 | 196,335 | - | 1,714,152 |
| Decrease (Increase) in: | | | | | | | | |
| Accounts Receivable | - | - | - | - | (85,495) | - | - | (85,495) |
| Assessments Receivable | - | - | (1,778,329) | - | - | - | - | (1,778,329) |
| Inventories | - | - | - | - | 10,969 | - | - | 10,969 |
| Net Pension Asset | - | - | - | - | (711,153) | - | - | (711,153) |
| Increase (Decrease) in: | | | | | | | | |
| Accounts Payable and Accrued Expenses | 36,523 | - | 724,505 | (13,910) | 12,119 | (1,076) | (16,266) | 741,895 |
| Deposits | 1,819 | - | - | - | 3,600 | 650 | - | 6,069 |
| Accrued interest payable | - | - | - | - | - | - | - | - |
| Accrued Payroll | (727) | - | (218) | - | 10,910 | (570) | - | 9,395 |
| OPEB Obligation | - | - | - | - | 74,120 | - | - | 74,120 |
| Accrued Compensated Absences | - | - | - | - | (10,383) | 1,286 | - | (9,097) |
| Net Cash Provided by Operating Activities | \$ 948,569 | \$ - | \$ 314,149 | \$ (30,215) | \$ (203,352) | \$ 43,518 | \$ (16,266) | \$ 1,056,403 |

The accompanying notes are an integral part of the basic financial statements.

**NOTES TO
BASIC FINANCIAL STATEMENTS**

(1) Summary of Significant Accounting Policies

The financial statements of the City of Astoria (City) have been prepared in accordance with Generally Accepted Accounting Principles (GAAP). GAAP statements include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

The Governmental Accounting Standards Board issued Statement 34, Basic Financial Statements and Management Discussion and Analysis for State and Local Governments (GASB 34). This statement requires reporting of the local government's infrastructure (roads, paths, street lights, etc.), along with other required supplementary information. The City's financial statements for the fiscal year ended June 30, 2015 comply with the requirements of GASB 34.

A. Description of Reporting Entity

The City of Astoria, Oregon (City) was incorporated October 20, 1876 under the provisions of Oregon Revised Statutes, Chapter 221.220. The City operates under a Council-Manager form of government and provides the following services, as authorized by its charter: community development, public safety (police and fire protection), culture and recreation (parks, recreation and library), public works (water, sewer, garbage and infrastructure engineering), streets maintenance, cemetery operation, and traffic and parking control.

As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are in substance, part of the government's operations and so data from these units are combined with data of the primary government. Each blended component unit has a June 30 year end.

Blended Component Unit - Astoria Development Commission (Commission)

The City's statements include all funds, agencies and boards that are in substance part of the primary government's operations, including the Commission that oversees the Astor East Urban Renewal District and the Astor West Urban Renewal District, legally separate Oregon municipal corporations. Although the Commission is responsible for its own budget and financial statements, results of its operations and its financial position are included in these statements. The Commission's capital assets and long-term debt are blended with the City's accounts and are presented in the City's Statements of Activities and Net Assets. Its results of operations and current financial position are reported as a special revenue fund and the debt service portion is reported as a debt service component unit. The "blended" presentation is used, primarily, because the Commission is substantively the same as the City's elected officials. The City's Finance Director is the Commission's Treasurer who maintains sole access to the Commission's financial records, and, accordingly, pays approved invoices, invests surplus funds, files budgets and issues financial statements for the Commission. The Commission's financial statements may be obtained at City Hall, 1095 Duane, Astoria, Oregon, 97103.

The City Council has established, by resolution, several commissions, boards and committees. None of them have funds or financial considerations and are not municipal corporations, pursuant to State Law. Therefore, their activities are not included within the scope of these financial statements.

Financial statements for the City's pension plans are not included because they are administered by boards independent of the City. City management does not exert any control and the assets of the plan are not the property of the City.

B. 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 statements

The statement of net assets and the statement of activities display information about the City as a whole. These statements include all the financial activities of the City. Eliminations have been made to minimize the double-counting of internal activities.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. *Program revenues* include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund financial statements

These 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 or proprietary. Major individual governmental funds are reported as separate columns in the fund financial statements. Non-major funds are consolidated into a single column in the financial section of the basic financial statements and are detailed in the supplemental information.

C. Basis of Presentation

The financial transactions of the City 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.

The GASB 34 model sets forth 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 and detailed in the combining section.

The City reports the following major governmental funds:

- *General Fund*
- *Housing Rehabilitation Loan Fund*
- *Astoria Road District Fund*
- *Capital Improvement Fund*

Additionally, the City reports the following non-major governmental funds within the governmental fund type:

- *Special Revenue Funds*
These funds account for revenues derived from specific taxes or other earmarked revenue sources, including state gas tax and state revenue sharing entitlements, which are legally restricted to expenditures for specified purposes.

- *Debt Service Funds*
These funds are used to account for financial resources to be used for the repayment of general obligation and other long term debt.
- *Permanent Funds*
These funds are used to account for financial resources the interest from which is to be used for a designated purpose. The principal resources of these funds are nonexpendable.

The City reports all of its proprietary funds as major funds. These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the governing body is that the costs of providing the services to the general public on a continuing basis be financed primarily through user charges. These funds represent the following operations – Public Works, Streets, Water, Sewer, Dock and Cemetery. The City reports the following proprietary funds:

- *Public Works Fund*
This fund includes engineering, shops, streets, sanitation, sewer and water operations
- *17th Street Dock Fund*
This fund includes construction, repairs and operations of the 17th Street Dock
- *Public Works Improvement Fund*
This fund includes public works capital improvement projects
- *Public Works Capital Reserve Fund*
This fund holds proceeds for future public works capital requirements
- *Landfill Reserve Fund*
This fund holds resources for improvements at the City's closed landfill
- *Combined Sewer Overflow (CSO) Operations*
The projects funds include design and construction of combined sewer overflow infrastructure
The debt service fund receives the sewer surcharge revenues to pay for the CSO loan
- *Cemetery Fund*
This fund includes the operations of the Ocean View Cemetery

D. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe which transactions are recorded with 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 reported using the *economic resources measurement focus* and the *full accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement *focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, long-term compensated absences are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

A unearned revenue liability arises in the Governmental Funds Balance Sheet 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 financial operation of the current period. In the government-wide Statement of Net Assets, 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 Governmental Fund Balance Sheet for unavailable revenue is eliminated. Note that deferred revenues also arise outside the scope of measurement focus and bases of accounting, such as when the City receives resources before it has a legal claim to them. For instance, when grant monies are received prior to incurring qualifying expenditures.

Similar to the way its revenues are recorded, a governmental fund records only 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.

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 non-operating 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 principal operating revenues of the City's Public Works, 17th Street Dock, Public Works Improvement Fund, CSO Projects, CSO Debt Service and Cemetery Fund are charges to customers for sales and services. The Public Works Fund also recognizes fees intended to recover the cost of connecting new customers to the City's utility systems as operating revenue. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and overheads, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The basis of accounting described above are in accordance with generally accepted accounting principles.

E. Cash and Investments

For purposes of the statements of cash flows, the City considers cash equivalents as all highly liquid debt instruments purchased with maturity of three months or less.

Investments included in cash and cash equivalents are reported at fair value. The City invests in the State of Oregon Local Government Investment Pool, which is authorized by Oregon Revised Statutes. Interest earned from pooled investments is allocated based on a fund's portion of the total investment balance. The City maintains depository insurance under Federal depository insurance funds and state and financial institution collateral pools for its cash deposits and investments, except the Local Government Investment Pool, which is exempt from statutes requiring such insurance.

F. 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". There were no such transactions recorded for the fiscal year ended June 30, 2015.

Receivables of the proprietary funds are recognized as revenue when earned, including services provided but not billed. Management believes that any uncollectible accounts included in the governmental fund receivable balances are not significant, and therefore no provision for uncollectible accounts has been made. Receivables in proprietary funds are stated net of an allowance for uncollectible accounts.

G. Inventories

Inventories consist of expendable supplies held for maintenance, improvements or operations. Inventories are stated at cost on a first-in/first-out basis and charged to expenses as used.

H. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, street lights, etc.), are reported in the applicable governmental or business-type activities column in the governmental-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 recorded at historical cost, or estimated historical cost if actual cost. Donated capital assets are recorded at their estimated fair market value at the time received.

As a practical matter, for purposes of maintaining an inventory of moveable assets, capital assets are recorded on the basis of a useful life of one year or more with a cost of \$5,000. Additions or improvements and other capital outlays that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

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

| <u>Asset</u> | <u>Years</u> |
|----------------------------------|--------------|
| Buildings | 50 |
| Improvements | 20 |
| Utility Systems & Infrastructure | 20 – 50 |
| Vehicles | 5 - 10 |
| Furniture & Equipment | 5 - 10 |

One-half year of depreciation is taken in the year the assets are acquired or retired. Gains or losses from sales or retirements of capital assets are included in operations of the current period.

I. Unavailable Revenues

Unavailable revenues represent uncollected property taxes and other revenues not deemed available to finance operations of the current period.

J. Compensated Absences

Vested or accumulated vacation and holiday leave of Proprietary Funds is recorded as an expense and liability of those funds as the benefits accrue to employees. For Governmental Funds, the liability is reported as current as it may be used at anytime. Sick leave does not vest and is recorded in all funds as taken.

K. Long-term Debt

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Assets. Bond premiums and discounts are deferred and 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 financial uses.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs during the current period. The face amount of debt issued is reported as other financial sources while discounts on debt proceeds received are reported as debt service expenditures.

L. Fund Equity

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – non-spendable, restricted, committed, assigned and unassigned.

- Non-Spendable – Includes items not immediately converted to cash, such as prepaid items and inventory.
- Restricted – Includes items that are restricted by external creditors, grantors or contributors, or restricted by legal constitutional provisions.

- Committed – Includes items committed by the City Council, by formal council action. Commitments of fund balance must be made prior to the end of the fiscal year.
- Assigned – Includes items assigned for specific uses, authorized by the City. Assignments of fund balance can be done at any time, including after the fiscal year end date.
- Unassigned – This is the residual classification used for those balances not assigned to another category.

M. Use of Restricted Resources

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources, as they are needed. When unrestricted resources (committed, assigned, and unassigned) are available for use it is the City's policy to use committed resources first, then assigned, and then unassigned as they are needed.

N. Property Tax Calendar

Real and personal property taxes are levied in July of each fiscal year. Property taxes attach as an enforceable lien on property as of July 1, and are payable in three installments on November 15, February 15, and May 15. All property taxes are billed and collected by Clatsop County and remitted to the City. Uncollected taxes, including delinquent amounts, are considered substantially collectible or recoverable through liens, and accordingly no allowance for uncollected taxes has been established.

(2) Stewardship, Compliance, and Accountability

A. Budgetary Information

On or before June 30 of each year, the City enacts a resolution approving the budget, appropriating the expenditures, and levying the property taxes. Prior to enacting this resolution, the proposed budget is presented to a budget committee consisting of members of the City Council and a like number of interested citizens. The budget committee presents the budget to the City Council for budget hearings prior to enactment of the resolution. The City budgets all funds as required by Oregon Local Budget Law.

The resolution authorizing appropriations for each fund sets the legal level of control by which expenditures cannot legally exceed appropriations. Total expenditures by department as established by the resolution are the legal level of control for the General and Public Works Funds. Expenditure categories of personal services, materials and services, capital outlay, debt service transfers, and contingency are the legal level of control for all other funds. The detail budget document, however, is required to contain more specific information for the above mentioned expenditure categories. Unexpected additional resources may be added to the budget through the use of a supplemental budget. A supplemental budget requires hearings before the public, publications in newspapers, and adoption by the City Council. Management may modify original and supplemental budgets by the use of appropriation transfers between the legal levels of control within a fund. Such transfers require approval by the City Council. Management may not amend the budget without seeking the approval of the Council. The city had appropriation transfers during the year-ended June 30, 2015. Appropriations lapse as of year-end.

Adjustments were made to several budgets for FYE June 30, 2015, as follows: Non and Interdepartmental, Transfer to Parks Operation Fund, \$197,980 with a reduction of General Fund contingency; Capital Improvement Fund-Materials and Services \$153,500 and Capital Outlay, \$185,000 with offsetting increases in resources and reduction of Capital Improvement contingency; Building Inspection Fund increase of \$22,500 for personnel services with offsetting increase in resources; Parks Operation Fund, Transfer In of \$197,980 with offsetting increases in department expenditures; Public Works Improvement Fund, increase Water Main Rehabilitation by \$399,600 for the hydro project in the watershed with offset of grant resource and increase Capital Outlay, by

\$200,000 for sewer monitors with offset of transfer in from the Public Works Fund and by \$794,480 with an offset of a loan for the landfill closure project.

B. Deficit Fund Equity

The City has eight (8) instances of funds that had a deficit in fund equity as of June 30, 2015. The Parks and Recreation Fund was over expended in Materials and Service by \$125,534, the Parks Operation Fund was over expended by \$35,361 in Administration, the Promote Astoria Fund was over expended by \$5 in Principal payments, the Urban Renewal Agency East Fund was over expended \$151 in Interest payments, the Public Works Fund was over expended \$671 in, the Public Works Improvement Fund was over expended \$2,253 in Personal Services, the Combined Sewer Overflow Debt Service Fund was over expended by \$53 in Materials and Service, and the Public Works Fund was over expended in Streets by \$671.

(3) Cash and Cash Equivalents

At June 30, 2015 investments included in cash and cash equivalents consist of the following:

| | Weighted Average Maturity (Years) | Fair Value |
|--|---|---------------|
| Demand Deposits | 0.00 | \$ 2,874,346 |
| Investments in the State Treasurer's Local Government Investment Pool | 0.00 | 11,369,690 |
| Certificates of deposit | 1.00 | 1,910,719 |
| Total cash equivalents | | \$ 16,154,755 |

A. Interest rate risk

The City does not have a formal investment policy designed to limit investments maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

B. Credit risk

State statutes authorize the City to invest in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, and the State Treasurer's Oregon Local Government Investment Pool, among others. The City has no investment policy that would further limit its investment choices. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations, but is not regulated by other laws, organizations or regulations. The reported value of the Pool is the same as the fair value of Pool shares. Investments are regulated by the Oregon Short-Term Fund Board and approved by the Oregon Investment Council (ORS 294.805 to 294.895). The State Treasurer's Oregon Local Government Investment Pool is not registered with the SEC as an investment company and is unrated.

C. Concentration of credit risk

The City does not currently have an investment policy for concentration of credit risk.

D. Custodial credit risk – deposits

This is the risk that in the event of a bank failure, the City's deposits may not be returned. The Federal Depository Insurance Corporation (FDIC) provides insurance for the City's deposits with financial institutions up to \$250,000 each for the aggregate of all non-interest bearing accounts and the aggregate of all interest bearing accounts at each institution. Deposits in excess of FDIC coverage with institutions participating in the Oregon Public Funds Collateralization Program are considered fully collateralized. As of June 30, 2015, none of the City's bank balances were exposed to credit risk.

E. Custodial credit risk – investments

For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City had no investments of this kind during fiscal year 2014-15 and has no investments of this kind at June 30, 2015.

(4) Special Assessments Receivable

Special assessments receivable represent the uncollected amounts levied against benefited property for the cost of local improvements. Because the assessments are liens against the benefited property, an allowance for uncollectible amounts is not deemed necessary. Assessments receivable are offset by deferred revenue and, accordingly, have not been recorded as revenue.

(5) Receivables

Revenues of the Public Works Fund are reported net of uncollectible amounts. Total uncollectible amounts are as follows:

| | <u>Amount</u> |
|---|----------------------|
| Uncollectibles related to water sales | \$ 19,935 |
| Uncollectibles related to sewer charges | 9,819 |
| Uncollectibles related to sewer surcharge | <u>7,951</u> |
| Total uncollectibles of the current fiscal year | <u>\$ 37,705</u> |

(6) Capital Assets

Capital asset activity for the year ended June 30, 2015 was as follows:

| <u>Governmental-type Activities</u> | Beginning Balance | Additions | Deletions | Ending Balance |
|---|----------------------|------------------|-----------|----------------------|
| <i>Capital assets not being depreciated:</i> | | | | |
| Land | \$ 1,466,005 | \$ - | \$ | \$ 1,466,005 |
| <i>Total capital assets not being depreciated</i> | <u>1,466,005</u> | <u>-</u> | | <u>1,466,005</u> |
| <i>Capital assets being depreciated:</i> | | | | |
| Buildings | 11,458,073 | | | 11,458,073 |
| Improvements other than buildings | 4,008,088 | | | 4,008,088 |
| Motor vehicles and equipment | 4,266,730 | 615,580 | | 4,882,310 |
| Infrastructure | <u>2,416,742</u> | <u>22,728</u> | | <u>2,439,470</u> |
| <i>Total capital assets being depreciated</i> | <u>22,149,633</u> | <u>638,308</u> | | <u>22,787,941</u> |
| Total governmental capital assets | <u>23,615,638</u> | <u>638,308</u> | | <u>24,253,946</u> |
| <i>Less accumulated depreciation for:</i> | | | | |
| Buildings | (2,388,220) | (301,870) | | (2,690,090) |
| Improvements other than buildings | (902,979) | (190,055) | | (1,093,034) |
| Motor vehicles and equipment | (3,046,783) | (287,657) | | (3,334,440) |
| Infrastructure | <u>(437,042)</u> | <u>(63,923)</u> | | <u>(500,965)</u> |
| <i>Total accumulated depreciation</i> | <u>(6,775,024)</u> | <u>(843,505)</u> | | <u>(7,618,529)</u> |
| Total capital assets, being depreciated, net | <u>15,374,609</u> | <u>(843,505)</u> | | <u>15,169,412</u> |
| Governmental activities capital assets, net | <u>\$ 16,840,614</u> | <u>(205,197)</u> | | <u>\$ 16,635,417</u> |

| <u>Business-type Activities</u> | Beginning Balance | Additions | Deletions | Ending Balance |
|--|------------------------------|--------------------|------------------|---------------------------|
| <i>Capital assets not being depreciated:</i> | | | | |
| Land | \$ 328,328 | \$ - | \$ - | \$ 328,328 |
| <i>Total capital assets, not being depreciated</i> | <u>328,328</u> | | | <u>328,328</u> |
| <i>Capital assets being depreciated:</i> | | | | |
| Buildings | 1,213,411 | 9,149 | (8) | 1,222,552 |
| Improvements other than buildings | 21,902,831 | | (29) | 21,902,802 |
| Machinery and equipment | 4,124,064 | 370,112 | 46 | 4,494,222 |
| Infrastructure | 43,411,769 | 3,450,503 | (9) | 46,862,263 |
| <i>Total capital assets being depreciated</i> | <u>70,652,075</u> | <u>3,829,764</u> | | <u>74,481,839</u> |
| Total business-type capital assets | <u>70,980,403</u> | <u>3,829,764</u> | | <u>74,810,167</u> |
| <i>Less accumulated depreciation for:</i> | | | | |
| Buildings | (950,760) | (17,009) | | (967,769) |
| Improvements other than buildings | (10,700,503) | (328,276) | | (11,028,779) |
| Machinery and equipment | (2,957,043) | (224,925) | | (3,181,968) |
| Infrastructure | (10,535,982) | (1,143,944) | | (11,679,926) |
| <i>Total accumulated depreciation</i> | <u>(25,144,288)</u> | <u>(1,714,154)</u> | | <u>(26,858,442)</u> |
| Total capital assets, being depreciated, net | <u>45,507,787</u> | <u>2,115,610</u> | | <u>47,623,397</u> |
| Business-type activities capital assets, net | <u>\$ 45,836,115</u> | <u>\$2,115,610</u> | | <u>\$ 47,951,725</u> |

During the year, the Astoria School District received a new Sports Complex as a contribution, in the amount of \$8,917,515. This occurred through a series of transactions involving the District, City of Astoria, Recology, Clatsop County, and the Columbia Memorial Hospital. In essence the Astoria School District exchanged property and a bus barn facility it owned for the Complex, which was contributed by Columbia Memorial Hospital. In the exchange the City of Astoria contributed a former dump site to the Hospital, and Recology shared in the costs of extending sewer services to the property. The title to the property the complex sits on is owned by the City but the Astoria School District has a long term lease with the only requirement for future payments being that they provide school related services and pay utilities and related maintenance.

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:

| | | |
|------------------------|----|----------------|
| General government | \$ | 94,750 |
| Public safety | | 348,878 |
| Culture and Recreation | | 84,115 |
| Community Development | | <u>315,762</u> |

Total depreciation expense - governmental activities \$ 843,505

Business-type activities:

| | | |
|------------------------------|----|--------------|
| Public Works | \$ | 93,478 |
| Streets | | 72,019 |
| Sewer | | 783,730 |
| Water | | 562,581 |
| 17 th Street Dock | | 196,336 |
| Cemetery | | <u>6,010</u> |

Total depreciation expense - business-type activities \$ 1,714,154

(7) Interfund Receivables, Payables, and Transfers

Interfund transfers between governmental and business-type activities are reported as net transfers in the Statement of Activities. Details of the transfers between governmental and business-type activities are as follows:

| | Transfers In | Transfers Out |
|---|------------------|------------------|
| <u>Major Governmental Funds</u> | | |
| General Fund | \$ 437,210 | \$ 1,222,085 |
| Total Major Governmental Funds | <u>437,210</u> | <u>1,222,085</u> |
| <u>Non-Major Funds</u> | | |
| Capital Improvement Fund | 243,217 | |
| Unemployment Fund | 30,000 | |
| Emergency Communication Fund | 309,120 | 21,000 |
| Housing Rehabilitation Fund | | 199,558 |
| Building Inspection Fund | - | 15,210 |
| Parks and Recreation Fund | | 50,000 |
| Parks Operations Fund | 881,000 | |
| E. Astoria Waterline Debt Service Fund | 10,630 | |
| 7 th Street Dock Debt Service Fund | 4,890 | |
| Local Improvement Debt Service Fund | 50,000 | 22,000 |
| Astoria Road District | 100,000 | 475,286 |
| State Tax Street Fund | | <u>568,000</u> |
| Total Non-Major Governmental Funds | <u>1,628,857</u> | <u>1,351,054</u> |
| <u>Business-type Funds</u> | | |
| Public Works Improvement Fund | 431,341 | 2,013,708 |
| CSO Projects Fund | | 1,556,290 |
| Public Works Capital Reserve Fund | 200,000 | |
| Public Works Fund | 4,299,729 | 779,000 |
| 17 th Street Dock Fund | | <u>75,000</u> |
| Total Business-type Funds | <u>4,931,070</u> | <u>4,423,998</u> |
| Total Interfund Transfers | \$6,997,137 | \$ 6,997,137 |

Interfund transfers represent operating transfers for the year ended June 30, 2015.

(8) Long Term Debt

A. Changes in General Long-term Liabilities

During the year ended June 30, 2015, long-term liability activity was as follows:

| | <u>Beginning Balance</u> | <u>Additions</u> | <u>Reductions</u> | <u>Ending Balance</u> | <u>Amounts Due within One Year</u> |
|--|------------------------------|--------------------|-----------------------|---------------------------|--|
| Governmental Activities | | | | | |
| Bonds and notes payable: | | | | | |
| Loans | 1,234,507 | 488,251 | (360,722) | 1,362,036 | 302,327 |
| Capital Leases Payable | <u>79,199</u> | <u>43,468</u> | <u>(53,774)</u> | <u>68,893</u> | <u>118,902</u> |
| | 1,313,706 | 531,719 | (414,496) | 1,430,929 | 421,229 |
| Compensated absences | <u>292,092</u> | <u>15,533</u> | | <u>307,625</u> | <u>172,338</u> |
| Total governmental activities long-term debt | <u>\$ 1,605,798</u> | <u>\$547,252</u> | <u>\$ (414,496)</u> | <u>\$ 1,738,554</u> | <u>\$ 593,567</u> |
| Business-type Activities | | | | | |
| Loans | \$ 26,309,276 | \$3,272,686 | \$ (1,104,875) | \$28,477,087 | \$1,636,685 |
| Capital Leases Payable | <u>302,031</u> | | <u>(72,517)</u> | <u>229,514</u> | <u>74,476</u> |
| | 26,611,307 | 3,272,686 | (1,177,392) | 28,706,601 | 1,711,161 |
| Compensated absences | <u>146,574</u> | | <u>(10,382)</u> | <u>136,192</u> | <u>86,519</u> |
| Total business-type activities long-term debt | <u>\$ 26,757,881</u> | <u>\$3,272,686</u> | <u>\$ (1,187,774)</u> | <u>\$28,842,793</u> | <u>\$1,797,680</u> |

B. Debt Payable

The following is a summary of long-term debt for governmental activities and their recognized liabilities in the Statement of Net Assets at June 30, 2015:

| | |
|--|--------------------|
| a) East Astoria Waterline: Special Public Works Fund Loan G97005 \$865,958 from Oregon Economic Development (OEDD) on October 15, 1997 – Due in annual installments from December 1, 2000 through December 1, 2017 – interest at 5.01% | 186,544 |
| b) Urban Renewal District Columbia State Bank \$625,000 due in annual installments through December 15, 2016 – interest 3.4% | 262,601 |
| c) Clatsop Community Bank 2014: \$350,000 due in annual installments through October 15, 2017 – interest at 4.55% | 216,213 |
| d) 7 th Street Dock Reconstruction Loan: \$180,000 due in annual installments through December 2023 – interest at 6% | 95,774 |
| e) CIF Safeway Loan Portion: \$483,075 due in annual installments through December 2019 – interest at 3% | 185,321 |
| f) Tahoe Note Payable: \$87,609 due in annual installments through June 2016 | 40,938 |
| g) Tahoe Note Payable: \$43,468 due in annual installments through June 2017 | 27,953 |
| h) Fire Pumper Note Payable: \$488,251 due in annual installments through June 2016 | 415,585 |
| i) Accumulated Unused Compensated Absences: Amounts that exceed a normal one year accumulation and are not expected to be liquidated with available expendable resources. | 307,625 |
| Total | <u>\$1,738,554</u> |

The following is a summary of long-term debt for principal and interest payments for governmental activities and the outstanding obligations at June 30, 2015:

Loans Payable

\$69,866 is available in the East Astoria Water Line Debt Service Fund for the OEDD loan. The debt will be satisfied from assessments to property owners and appropriations made by the City of Astoria.

\$548,802 is available in the Astor East Urban Renewal Fund for the Columbia State Bank loan. The debt will be satisfied from tax increment proceeds and appropriations made by the Urban Renewal District.

\$628,229 is available in the Promote Astoria Fund for the Clatsop Community Bank loan. The debt will be satisfied from motel tax proceeds and appropriations made by the City.

\$21,303 is available in the 7th Street Dock Debt Service Fund for the OEDD loan. The debt will be satisfied from funds collected from assessments to property owners and appropriations made by the City of Astoria.

Oregon Community Incentive Fund Safeway Loan Portion, Tahoe and Fire Pumper Notes Payable are satisfied by payments budgeted from special revenues.

Annual debt service requirements to maturity for governmental loans payable are as follows:

| Year | Principal | Interest | Total |
|---|-------------|-----------|-------------|
| 2016 | 421,229 | 52,935 | 474,164 |
| 2017 | 392,817 | 34,978 | 427,795 |
| 2018 | 253,640 | 21,011 | 274,651 |
| 2019 | 118,236 | 12,671 | 130,907 |
| 2020 | 121,982 | 8,925 | 130,907 |
| 2021-2025 | 123,025 | 9,654 | 132,679 |
| Total | \$1,430,929 | \$140,174 | \$1,571,103 |
| Accumulated Unused Compensated Absences | 307,625 | | 307,625 |
| Total Governmental | \$1,738,554 | \$140,174 | \$1,878,728 |

The following is a summary of long-term debt and their recognized liabilities in the Proprietary Funds at June 30, 2015:

| <u>Description</u> | <u>Amount</u> | <u>Totals</u> |
|---|---------------|---------------------|
| a) Special Public Works Fund Loan: \$1,025,000 from Oregon Economic Development (OEDD) on October 15, 1997 - Due in annual installments from December 1, 2000 through December 1, 2017 at 5.01% interest. | \$ 222,826 | |
| b) Energy Trust (SELP) Loan: \$224,028 on October 15, 2003 - Due in monthly payments from November 15, 2003 through October 15, 2018 at 5.40% interest | 64,077 | |
| c) 17 th Street Dock Reconstruction: \$1,336,135 from Infrastructure Finance Authority (IFA) B11002 Due in annual installments from May, 2014 through December, 2039 at 4.00% interest. | 1,336,135 | |
| d) Clean Water State Revolving Loan Fund: \$18,115,436 from Quality (DEQ). Interest-only the Oregon Department of Environmental payment six months after project completion date and semi-annual payments at interest ranging from 2.85 to 3.14%. | 12,281,801 | |
| e) Business Oregon loans for CSO Projects: 9,369,749. Annual payments commencing in FY 2015-16 at interest ranging from 1.94 to 2.09% | 9,069,749 | |
| f) Skyline Water Tank Loan: \$1,158,000 from Oregon Economic Development (OEDD). Loan payments due from December 1, 2008 through December 1, 2026 at 4.62% interest. | 860,768 | |
| g) Reservoir 3 Cover S08003: \$3,223,199 from Infrastructure Financing Authority. Loan payments due from December 2009 through December 2029 at 1.0% interest. | 2,472,195 | |
| h) Bear Creek Dam Line Replacement Y10002: \$676,794 from Infrastructure Financing Authority. Loan payments due from December 2011 through December 2031 at 4.04% interest. | 606,113 | |
| i) Waste Water Treatment Plant for planning R11794: \$90,000 from Oregon Department of Environmental Quality (DEQ) Loan payments due from December 2012 through June 2017 at 1.04% interest. | 40,518 | |
| j) Waste Water Treatment Plant Upgrade Y12006: \$704,265 from Infrastructure Finance Authority. Loan payments due from December 2014 through December 2038 at 2.03% interest. | 728,434 | |
| k) Vactor Note Payable: \$403,361 due in annual installments of 80,672 from August 2013 to August 2017 | 229,514 | |
| l) Business Oregon Loan #L15001 for the Landfill Closure Project: 794,471. Annual payments commencing in FY 2015-16 at 3.25%. | 794,471 | |
| m) Accumulated Unused Compensated Absences: Amounts that exceed a normal one year accumulation and are not expected to be liquidated with available expendable resources. | 136,192 | |
| Total | | <u>\$28,842,793</u> |

Annual debt service requirements to maturity for business-type loans payable are as follows:

| Year | Principal | Interest | Total |
|---|--------------|-------------|--------------|
| 2016 | 1,667,905 | 644,829 | 2,355,990 |
| 2017 | 1,455,707 | 600,826 | 2,233,688 |
| 2018 | 1,495,131 | 559,026 | 2,215,105 |
| 2019 | 1,322,901 | 513,111 | 2,036,940 |
| 2020 | 1,338,155 | 473,606 | 2,013,586 |
| 2021-2025 | 8,024,596 | 1,800,282 | 9,395,264 |
| 2026-2030 | 4,923,961 | 870,483 | 7,174,385 |
| 2031-2035 | 751,666 | 380,450 | 2,802,592 |
| 2036-2040 | 310,463 | 129,942 | 2,069,539 |
| No Amortization Schedule until project complete | 7,416,115 | | |
| Total | \$28,706,601 | \$5,972,555 | \$32,297,089 |
| Accumulated Unused Compensated Absences | 136,192 | | 136,192 |
| Total Enterprise | \$28,842,793 | \$5,972,555 | \$32,433,282 |

In addition to the amounts listed above, the following loan is in process with the Oregon Infrastructure Financing Authority: Combined Sewer Overflow 16th Street Project, \$2,382,067. The total of loans outstanding at June 30, 2015 is \$28,706,601, exclusive of Accumulated Unused Compensated Absences.

(9) Pension Plans

A- General Information about the Pension Plan

Plan description

Employees of the City of Astoria are provided with pensions through the Oregon Public Employees Retirement System (OPERS) a cost-sharing multiple-employer defined benefit pension plan, the Oregon Legislature has delegated authority to the Public Employees Retirement Board to administer and manage the system. All benefits of the System are established by the legislature pursuant to ORS Chapters 238 and 238A. Tier One/Tier Two Retirement Benefit plan, established by ORS Chapter 238, is closed to new members hired on or after August 29, 2003. The Pension Program, established by ORS Chapter 238A, provides benefits to members hired on or after August 29, 2003. OPERS issues a publicly available Comprehensive Annual Financial Report and Actuarial Valuation that can be obtained at http://www.oregon.gov/pers/Pages/section/financial_reports/financials.aspx.

Benefits provided

1. Tier One/Tier Two Retirement Benefit ORS Chapter 238

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, 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 benefit 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

eligible after reaching age 50. Tier One 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 Two 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.

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 conditions are met:

- the member was employed by a PERS employer at the time of death,
- the member died within 120 days after termination of PERS-covered employment,
- the member died as a result of injury sustained while employed in a PERS-covered job, or
- the member was on an official leave of absence from a PERS-covered job at the time of death.

Disability Benefits

A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including PERS judge members) for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 and 55 for police and fire members when determining the monthly benefit.

Benefit Changes

After Retirement Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the market value of equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA in fiscal year 2015 and beyond will vary based on 1.25 percent on the first \$60,000 of annual benefit and 0.15 percent on annual benefits above \$60,000.

2. OPSRP Pension Program (OPSRP DB)

Pension Benefits

The Pension Program (ORS Chapter 238A) provides benefits to members hired on or after August 29, 2003. 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 OPSRP 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.

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.

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.

Benefit Changes After Retirement

Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA in fiscal year 2015 and beyond will vary based on 1.25 percent on the first \$60,000 of annual benefit and 0.15 percent on annual benefits above \$60,000.

3. OPSRP Individual Account Program (OPSRP IAP)

Pension Benefits

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 Individual Account Program (IAP) may receive the amounts in his or her employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a \$200 minimum distribution limit.

Death Benefits

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

Recordkeeping

OPERS contracts with VOYA Financial to maintain IAP participant records.

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. This 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, 2011 actuarial valuation as subsequently modified by 2013 legislated changes in benefit provisions. The rates based on a percentage of payroll, first became effective July 1, 2013. Employer contributions for the year ended June 30, 2015 were \$746,136, excluding amounts to fund employer specific liabilities. See "Payables" section below. The rates in effect for the fiscal year ended June 30, 2015 were 17.84 percent for Tier One/Tier Two General Service Member and Police and Fire, combined 13.48 percent for OPSRP Pension Program General Service Members and 16.21 percent for

OPSRP Pension Program Police and Fire Members. Employees pay the 6 percent for OPSRP Individual Account Program.

Pension Assets, Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2015, the City of Astoria reported an asset of \$1,943,389 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2014, and the total pension asset used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2012 rolled forward to June 30, 2014. The City's proportion of the net pension asset 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 entities, actuarially determined. At June 30, 2014, the City's proportion was 0.08573594 percent, which was unchanged from its proportion measured as of June 30, 2013.

Actuarial assumptions

The employer contribution rates effective July 1, 2013, through June 30, 2015, were set using the projected unit credit 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 (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) 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 20 years. For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer contribution 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 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. The total pension liability in the December 31, 2012 actuarial valuation was determined using the following actuarial assumptions:

| | |
|----------------------------|---|
| Valuation Date | December 31, 2012 rolled forward to June 30, 2014 |
| Experience Study Report | 2012, published September 18, 2013 |
| Actuarial Cost Method | Entry Age Normal |
| Amortization Method | Amortized as a level percentage of payroll as layered amortization bases over a closed period; Tier One/Tier Two UAL is amortized over 20 years and OPSRP pension UAL is amortized over 16 years. |
| Asset Valuation Method | Market value of assets |
| Actuarial Assumptions: | |
| Inflation Rate | 2.75 percent |
| Investment Rate of Return | 7.75 percent |
| Projected Salary Increases | 3.75 percent overall payroll growth |
| Mortality | <p>Health retirees and beneficiaries: PF-2000 sex-distinct, generational per Scale AA, with collar adjustments and set-backs as described in the valuation.</p> <p>Active Members: Mortality rates are a percentage of healthy retiree rates that vary by group, as described in the valuation.</p> <p>Disabled retirees: Mortality rates are a percentage of the RP-2000 statistic combined disabled mortality sex-distinct table.</p> |

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits 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 methods and assumptions shown above are based on the 2012 Experience Study which reviewed experience for the four-year period ending on December 31, 2012.

Long-term expected rate of return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2013 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.

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Compounded Annual Return (Geometric)</u> |
|-----------------------------------|--------------------------|---|
| Core Fixed Income | 7.20% | 4.50% |
| Short-Term Bonds | 8.00% | 3.70% |
| Intermediate -Term Bonds | 3.00% | 4.10% |
| High Yield Bonds | 1.80% | 6.66% |
| Large Cap US Equities | 11.65% | 7.20% |
| Mid Cap US Equities | 3.88% | 7.30% |
| Small Cap US Equities | 2.27% | 7.45% |
| Developed Foreign Equities | 14.21% | 6.90% |
| Emerging Foreign Equities | 5.49% | 7.40% |
| Private Equities | 20.00% | 8.26% |
| Opportunity Funds/Absolute Return | 5.00% | 6.01% |
| Real Estate (Property) | 13.75% | 6.51% |
| Real Estate (REITS) | 2.50% | 6.76% |
| Commodities | 1.25% | 6.07% |
| | | |
| Total | <u>100.00%</u> | |
| | | |
| Assumed Inflation - Mean | | 2.75% |

Discount rate

The discount rate used to measure the total pension liability was 7.75 percent for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from 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.

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued OPERS financial report.

Payables to the pension plan

The City of Astoria incurred a transitional liability when the City joined the State and Local Government Rate Pool (SLGRP). The current balance of the transitional liability is \$1,154,559. This amount is amortized by a percentage addition to the City's PERS rate. The current amount of the amortization percentage is 1.99% added to the City's total rate for each rate classification.

Changes in Plan Provisions Subsequent to Measurement Date

The Oregon Supreme Court on April 30, 2015, ruled that the provisions of Senate Bill 861, signed into law in October 2013, that limited the post-retirement COLA on benefits accrued prior to the signing of the law was unconstitutional. Benefits could be modified prospectively, but not retrospectively. As a result, those who retired before the bills were passed will continue to receive a COLA tied to the Consumer Price Index that normally results in a 2% increase annually. OPERS will make restoration payments to those benefit recipients.

OPERS members who have accrued benefits before and after the effective dates of the 2013 legislation will have a blended COLA rate when they retire.

This is a change in benefit terms subsequent to the measurement date of June 30, 2014, and has not been included in the net pension liability (asset) proportionate shares provided by OPERS.

(10) New Accounting Pronouncement – GASB Statement No. 68 and 71

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*. GASB Statement No. 68 establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. GASB Statement No. 71 addresses an issue regarding application of the transition provisions of GASB Statement No. 68. The City implemented GASB Statement No. 68 and 71 in the year ending June 30, 2015. Additional information can be found in Note X - Pension Plan and Note X - Change in Accounting Principle.

(11) Change in Accounting Principle

Based on implementation of GASB Statement No. 68 and 71, the City restated the beginning net position for the Governmental Activities and Business-Type Activities. Net position has been restated as follows:

| | Governmental Activities | Business-Type Activities | Total |
|---|-------------------------|--------------------------|--------------|
| Net Position-Beginning (as originally reported) | \$26,894,803 | \$24,418,150 | \$51,312,953 |
| Cumulative Effect of Change in Accounting Principle | (1,823,413) | (674,414) | (2,497,827) |
| Net Position-Beginning (as restated) | \$25,071,390 | \$23,743,736 | \$48,815,126 |

Notes to Required Supplementary Information

Changes in Plan Provisions

A summary of key changes in plan provisions are described in the Oregon Public Employees Retirement System's GASB 68 Disclosure Information which can be found at: http://www.oregon.gov/pers/EMP/docs/er_general_information/opers_gasb_68_disclosure_information_revised.pdf

Changes of assumptions

A summary of key changes implemented since the December 31, 2011 valuation are described in the Oregon Public Employees Retirement System's GASB 68 Disclosure Information which can be found at: http://www.oregon.gov/pers/EMP/docs/er_general_information/opers_gasb_68_disclosure_information_revised.pdf Additional details and a comprehensive list of changes in methods and assumptions can be found in the 2012 Experience Study for the System, which was published on September 18, 2013, and can be found at: <http://www.oregon.gov/pers/docs/2012%20Exp%20Study%20Updated.pdf>

B. Defined Contribution Pension Plan

The City provides pension benefits for employees who have completed one year of service, except PERS Pension Plan members, through a defined contribution plan. In a defined contribution plan, pension benefits depend solely on amounts contributed to the plan, plus defined earnings on contributions. Five (5) employees participated in this plan at June 30, 2015.

The defined contribution pension plan is the City of Astoria Retirement Plan administered by Standard Insurance. The plan is amended by action of the city council.

Employer contributions are contractually defined at 9.2% of each participant's basic compensation; these contributions (and interest earned on them) are fully vested after five years of continuous service. Contributions and interest forfeited by employees who leave employment prior to five years of service are used to reduce the City's current-period contribution requirement. Employer contributions of \$ 26,928 were based on total basic compensation of \$292,697, that is 4.93% of total subject payroll of \$5,938,441. Effective September 1994, employee contributions are established at 6% of basic compensation and are paid by the employees. Employee-paid contributions totaled \$17,562 for the current year.

As of June 30, 2015, total plan assets (valued at market) were \$2,707,651.

C. Deferred Compensation Plan

The City offers its employees a deferred compensation plan, created in accordance with Internal Revenue Code Section 457. The plan, available to all employees, permits them to defer up to 25% of their salary, or \$17,500 per year, whichever is less. Deferred income is not included for federal or state tax calculations. The deferred compensation is not available to participants until termination, death, retirement or unforeseeable emergency.

The funds accumulated are held and invested, in trust, by a third party.

D. Other Post Employment Benefits (OPEB)

The City implemented GASBS No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* for FYE June 30, 2009 on a prospective basis. The City is participating in a program provided by City County Insurance Services (CIS) to engage Milliman, Inc., a Portland, Oregon based actuarial service, to calculate the Annual Required Contribution (ARC) and the financial disclosures required by GASBS No.45. Milliman's valuation process includes: 1) projected payouts for the next 10 years; 2) the present value of total benefits; 3) the actuarial liability; 4) the actuarial results for August 1, 2014; 5) a determination of the ARC and annual OPEB cost under GASBS No. 45 for FYE June 30, 2015; and, 6) the financial statement disclosures required by GASBS No. 45, as presented in this

footnote. As of August 1, 2014, the City had 24 eligible individuals to factor into Milliman's calculations.

The City's post-employment healthcare plan is administered by CIS, an agent multiple-employer healthcare plan provider. The City's post-employment healthcare plan administrator issues a publicly available financial report that includes financial statements and required supplementary information for CIS. This report may be obtained by writing to the CIS Main Office, 1212 Court Street NE, Salem, OR 97301, or by accessing the CIS website at www.cisservices.com.

Eligibility for OPEB is limited to City employees hired prior to certain dates in the early 1990s who meet certain requirements. These requirements are specified in the City's personnel manual and union contracts. Employees hired after the specified dates are not eligible. Participants are eligible for five years of coverage unless they are eligible for Medicare. The plan provides eligible retirees and their dependents under age 65 the same health care coverage at the same premium rates as offered to active employees. The retiree is responsible for any portion of the premiums not paid by the City.

The City makes the contributions for this post-employment benefit on a year-to-year basis from funds available. Eligible employees receiving post-employment benefits are responsible for any portion of the healthcare premiums not paid by the City.

The City's annual OPEB cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the guidance of GASBS No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed fifteen years. The following table shows the components of the City's annual OPEB cost for the fiscal year ending June 30, 2015, the amount actually contributed to the plan and changes in the City's net OPEB

| <u>Fiscal Year Ended</u> | <u>Annual OPEB Cost</u> | <u>Percentage Of OPEB Cost Contributed</u> | <u>Net OPEB Obligation</u> |
|--------------------------|-------------------------|--|----------------------------|
| 2014-15 | \$91,695 | 117% | \$175,591 |
| 2013-14 | \$93,410 | 129% | \$190,765 |
| 2012-13 | \$103,974 | 70% | \$217,948 |

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for 2015 is as follows:

| | <u>2015</u> | <u>2014</u> | <u>2013</u> |
|--|-----------------|---------------|---------------|
| Determination of Annual Required Contribution | | | |
| Normal Cost at Year End | \$ 15,847 | \$ 15,847 | \$ 26,307 |
| Amortization of Unfunded Actuarial Accrued Liability | <u>94,246</u> | <u>96,141</u> | <u>91,485</u> |
| Annual Required Contribution (ARC) | \$ 110,093 | \$ 111,988 | \$ 117,792 |
| Determination of Net OPEB Obligation | | | |
| Annual Required Contribution (ARC) | \$ 110,093 | \$ 111,988 | \$ 117,792 |
| Interest on prior year Net OPEB Obligation | 6,677 | 7,628 | 7,454 |
| Adjustment to ARC | <u>(25,075)</u> | <u>26,206</u> | <u>21,272</u> |
| Annual OPEB Cost | \$ 91,695 | \$ 93,410 | \$ 103,974 |
| Explicit Benefit Payments | 106,869 | 120,593 | 72,379 |
| Implicit Benefit Payments | <u>0</u> | <u>0</u> | <u>0</u> |
| Increase in Net OPEB Obligation | \$ (15,174) | \$ (27,183) | \$ 31,595 |
| Net OPEB Obligation – beginning of year | \$ 190,765 | \$ 217,948 | \$ 186,353 |
| Net OPEB Obligation – end of year | \$ 175,591 | \$ 190,765 | \$ 217,948 |

As of August 1, 2014, the most recent actuarial valuation date, the plan was zero percent funded. The actuarial accrued liability for benefits was \$ 469,896, and the actuarial value of assets was zero, resulting in an unfunded accrued liability of \$ 469,896.

(12) Deficit Fund Balances / Net Assets

The Public Works Improvement Fund had deficit net assets at June 30, 2015 of (\$ 5,359,892). The Combined Sewer Overflow Operations had deficit net assets at June 30, 2014 of (\$19,268,859). These deficits are the result of transferring the assets acquired during the fiscal year ended June 30, 2015 from these funds to the Public Works Fund where the assets of Public Works operations reside. The Public Works Fund had net assets at June 30, 2014 of \$ 44,741,796. The overall net assets for public works operations, as such, are \$ 20,113,046.

(13) Risk Management

The City is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City carries commercial insurance for risks of loss including workers' compensation, property damage, general liability, automobile liability, boiler and machinery, inland marine, public official bond, and employee dishonesty coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

(14) Contingent Liabilities

Amounts received from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of the expenditures which may be disallowed by the grantor cannot be determined at this time, although the City of Astoria expects such amounts, if any, to be immaterial.

(15) Property Tax Limitation

The State of Oregon has a constitutional limit on property taxes for schools and non-school government operations. The limitation provides that property taxes for non-school operations are limited to \$10.00 for each \$1,000 property market value. 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 for the City. This limitation does not apply to taxes levied for principal and interest on general obligation bonded debt.

An additional limit reduces the amount of operating property tax revenues available. This reduction was accomplished by rolling property values for 1997-98 back to their 1995-96 values less 10% and limiting future tax value growth of each property to no more than 3% per year, subject to certain exceptions. Taxes levied to support bonded debt are exempted from the reductions. The Constitution also sets restrictive voter approval requirements for most tax and many fee increases and new bond issues.

**REQUIRED
SUPPLEMENTARY INFORMATION**

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements.

- Budgetary Comparison Schedules
 - General Fund #001
 - Housing Rehabilitation Fund #124
 - Astoria Road District Fund #170
 - Capital Improvement Fund #102

CITY OF ASTORIA, OREGON
GENERAL FUND #001
SCHEDULE OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|--|---------------------|----------------------|---------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Taxes | \$ 4,981,000 | \$ 4,981,000 | \$ 5,208,780 | \$ 227,780 |
| Charges For Services | 219,090 | 219,090 | 213,661 | (5,429) |
| Gifts, Bequests, and Grants | 24,500 | 24,500 | 39,664 | 15,164 |
| Interest Earnings | 10,000 | 10,000 | 13,588 | 3,588 |
| Miscellaneous | 104,880 | 104,880 | 97,475 | (7,405) |
| Delinquent Ad Valorem Taxes | 175,000 | 175,000 | 230,605 | 55,605 |
| Fines and Forfeits | 276,000 | 276,000 | 214,193 | (61,807) |
| Non Ad Valorem Taxes | 1,577,000 | 1,577,000 | 1,872,563 | 295,563 |
| Licenses & Permits | 4,000 | 4,000 | 30,004 | 26,004 |
| | <u>7,371,470</u> | <u>7,371,470</u> | <u>7,920,533</u> | <u>549,063</u> |
| Total Revenues | | | | |
| | <u>7,371,470</u> | <u>7,371,470</u> | <u>7,920,533</u> | <u>549,063</u> |
| EXPENDITURES: | | | | |
| General Government | 1,882,450 | 1,882,450 | 1,668,385 | 214,065 |
| Community Development | 373,560 | 373,560 | 334,528 | 39,032 |
| Public Safety | 3,893,600 | 3,893,600 | 3,706,697 | 186,903 |
| Culture and Recreation | 457,140 | 457,140 | 410,472 | 46,668 |
| Capital Outlay | 33,600 | 33,600 | 24,693 | 8,907 |
| | <u>6,640,350</u> | <u>6,640,350</u> | <u>6,144,775</u> | <u>495,575</u> |
| Total Expenditures | | | | |
| | <u>6,640,350</u> | <u>6,640,350</u> (2) | <u>6,144,775</u> | <u>495,575</u> |
| Revenues Over (Under) Expenditures | 731,120 | 731,120 | 1,775,758 | 1,044,638 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | 437,210 | 437,210 | 437,210 | - |
| Transfers Out | (1,156,140) | (1,325,120) (1) | (1,222,085) | 103,035 |
| | <u>(718,930)</u> | <u>(887,910)</u> | <u>(784,875)</u> | <u>103,035</u> |
| Total Other Financing Sources (Uses) | | | | |
| | <u>(718,930)</u> | <u>(887,910)</u> | <u>(784,875)</u> | <u>103,035</u> |
| Net Changes in Fund Balances | 12,190 | (156,790) | 990,883 | 1,147,673 |
| FUND BALANCE, BEGINNING | <u>1,400,000</u> | <u>1,400,000</u> | <u>2,230,271</u> | <u>830,271</u> |
| FUND BALANCE, ENDING | <u>\$ 1,412,190</u> | <u>\$ 1,243,210</u> | <u>\$ 3,221,154</u> | <u>\$ 1,977,944</u> |

(1) Appropriation Level

(2) See the Schedule of Expenditures for appropriation levels of departments.

**CITY OF ASTORIA, OREGON
HOUSING REHABILITATION FUND #124
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|--|------------------|------------------|------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 180 | \$ 180 | \$ 168 | \$ (12) |
| Miscellaneous | 10,000 | 10,000 | - | (10,000) |
| Total revenues | <u>10,180</u> | <u>10,180</u> | <u>168</u> | <u>(10,012)</u> |
| EXPENDITURES: | | | | |
| Materials and Service | 50,000 | 331,540 (1) | 330,909 | 631 |
| Contingency | 7,500 | - (1) | - | - |
| Total Expenditures | <u>57,500</u> | <u>331,540</u> | <u>330,909</u> | <u>631</u> |
| Revenues Over (Under) Expenditures | (47,320) | (321,360) | (330,741) | (9,381) |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers Out | - | (199,560) | (199,558) | 2 |
| Total other financing sources (uses) | <u>-</u> | <u>(199,560)</u> | <u>(199,558)</u> | <u>2</u> |
| Net Changes in Fund Balances | (47,320) | (520,920) | (530,299) | (9,379) |
| FUND BALANCES, BEGINNING | <u>59,700</u> | <u>530,300</u> | <u>530,299</u> | <u>(1)</u> |
| FUND BALANCES, ENDING | <u>\$ 12,380</u> | <u>\$ 9,380</u> | <u>\$ -</u> | <u>\$ (9,380)</u> |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
ASTORIA ROAD DISTRICT FUND #170
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|---|------------------|------------------|-------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Local Gas Tax | \$ 200,000 | \$ 200,000 | \$ 194,423 | \$ (5,577) |
| Interest Earnings | 3,000 | 3,000 | 1,131 | (1,869) |
| Delinquent Ad Valorem Taxes | 200 | 200 | 40 | (160) |
| Miscellaneous | - | - | 1,500 | 1,500 |
| Total Revenues | 203,200 | 203,200 | 197,094 | (6,106) |
| EXPENDITURES: | | | | |
| Materials and Service | 10,000 | 10,000 (1) | | 10,000 |
| Capital Outlay | 1,000,000 | 1,000,000 (1) | 479,805 | 520,195 |
| Contingency | 52,450 | 52,450 (1) | - | 52,450 |
| Total Expenditures | 1,062,450 | 1,062,450 | 479,805 | 582,645 |
| Revenues Over (Under) Expenditures | (859,250) | (859,250) | (282,711) | 576,539 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | 100,000 | 100,000 | 100,000 | - |
| Total Other Financing Sources (Uses) | 100,000 | 100,000 | 100,000 | - |
| Net Changes in Fund Balances | (759,250) | (759,250) | (182,711) | 576,539 |
| FUND BALANCES, BEGINNING | 759,250 | 759,250 | 489,849 | (269,401) |
| FUND BALANCES, ENDING | \$ - | \$ - | \$ 307,138 | \$ 307,138 |

(1) Appropriation Level

**CITY OF ASTORIA, OREGON
CAPITAL IMPROVEMENT FUND #102
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|---|-------------------|-------------------|-------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Intergovernmental | \$ 217,000 | 217,000 | \$ 243,512 | \$ 26,512 |
| Sale of City Property | 160,000 | 160,000 | 434,185 | 274,185 |
| Interest Earnings | 1,440 | 1,440 | 3,316 | 1,876 |
| Gifts, Bequests, and Grants | 1,100,000 | 1,211,550 | 154,083 | (1,057,467) |
| Miscellaneous | | - | 16,438 | 16,438 |
| Total Revenues | 1,478,440 | 1,589,990 | 851,534 | (738,456) |
| EXPENDITURES: | | | | |
| Materials and Service | 1,199,200 | 1,352,700 (1) | 353,063 | 999,637 |
| Capital Outlay | 210,310 | 395,310 (1) | 379,554 | 15,756 |
| Debt Service: | | | | |
| Principal | 33,900 | 33,900 (2) | 33,889 | 11 |
| Interest | 6,580 | 6,580 (2) | 6,576 | 4 |
| Contingency | 150,000 | 70,000 (1) | - | 70,000 |
| Total Expenditures | 1,599,990 | 1,858,490 | 773,082 | 1,085,408 |
| Revenues Over (Under) Expenditures | (121,550) | (268,500) | 78,452 | 346,952 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | - | 75,000 | 243,217 | 168,217 |
| Total Other Financing Sources (Uses) | - | 75,000 | 243,217 | 168,217 |
| Net Changes in Fund Balances | (121,550) | (193,500) | 321,669 | 515,169 |
| FUND BALANCES, BEGINNING | 300,000 | 375,000 | 486,490 | 111,490 |
| FUND BALANCES, ENDING | \$ 178,450 | \$ 181,500 | \$ 808,159 | \$ 626,659 |

(1) Appropriation Level

(2) Debt Service is Appropriated together at \$40,480.

**SUPPLEMENTARY
INFORMATION**

SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Combining Statements – Non-major Governmental Funds
- Combining Statements – Proprietary Funds
- Budgetary Comparison Schedules
- Other Financial Schedules

COMBINING STATEMENTS Nonmajor Governmental Funds

Special Revenue Funds

These funds account for revenue derived from specific taxes or other earmarked revenue sources, which are legally restricted to expenditures for specified purposes. Funds included in this category are:

Unemployment Fund #104

Accounts for payment of unemployment claims under a self-insured plan.

Revolving Loan Fund #122

Accounts for a revolving loan program for business development.

Building Inspection Fund #128

Accounts for the activity of the City's building inspection program.

Emergency Communication Fund #132

Accounts for a Regional Communications Center, which provides emergency and non-emergency call answering and dispatching services for north Clatsop County.

Community Policing Fund #136

Accounts for grants and donations made to the Astoria Police Department for the acquisition of equipment or programs that enhance the city's commitment to community policing.

Parks and Recreation Fund #146

Accounts for money, donated as gifts or in memory of a person, specifically for parks related programs.

Maritime Memorial Fund #148

Accounts for donations from private citizens, businesses, and organizations to commemorate someone who either died in a local maritime accident or who had strong ties to the Columbia River and Pacific Ocean.

Parks Operation Fund #158

Accounts for the operational costs of all Parks Related Activities

State Tax Street Fund #172

Accounts for the City's portion of a state gasoline tax for street and highway maintenance and improvement.

Trails Reserve Fund #174

Accounts for 1% of the City's portion of a state gasoline tax designated for the improvement of trails and pedestrian access adjacent to highways.

Urban Renewal Agency

Accounts for receipt of property tax increments for activities of the Astor East Urban Renewal District.

Promote Astoria Fund #410

Accounts for portions of the transient room tax designated for activities that promote the region as a visitor destination, and for specific projects.

Logan Memorial Library Trust Fund #412

Accounts for a bequest from Lorens F. Logan estate designated for new library construction.

Debt Service Funds

These funds are used to account for revenues and expenditures related to the servicing of general long-term debt:

Local Improvement Debt Service Fund #250

Accounts for debt service requirements of a bond issue made for the financing of several local improvement projects.

Aquatics Facility Debt Service Fund #260

Accounts for debt service requirements of a bond issue made to finance construction of the Astoria Aquatic Center.

7th Street Dock Debt Service Fund #267

Accounts for debt service requirements of a State of Oregon Economic Development Department loan that was used to finance the reconstruction of the 7th Street Dock, the main access to two businesses on the waterfront.

East Astoria Waterline Debt Service Fund #265

Accounts for debt service requirements of a State of Oregon Economic Development Department loan that was used to finance waterline improvements serving the Tongue Point industrial area and the Blue Ridge and Emerald Heights housing areas on the eastern edge of the City.

Permanent Funds

These funds are used to report resources that are legally restricted to the extent that only earning, not principal, may be used for purposes that support the reporting government's programs.

Aquatic Facility Trust Fund #401

Accounts for a gift of \$10,000 to be used specifically to ensure that underprivileged youth have access to the Astoria Aquatic Center.

Astoria Public Library Endowment Fund #403

Accounts for the gift given by Mr. Don A. Goodall to establish an endowment fund for library needs in memory of his parents, Harris Allen and Mabel Mae Goodall.

Senior Citizen Endowment Fund #406

Accounts for gifts made to build an endowment fund to continue the senior center program.

Cemetery Irreducible Fund #408

Accounts for a portion of each grave sale to be invested for perpetual care of the Ocean View Cemetery when it becomes full.

COMBINING STATEMENTS
Nonmajor Proprietary Funds

Combined Sewer Overflow Operations

Combined Sewer Overflow Projects Fund #180

This fund is designated to provide fiscal accounting for the projects required by the Final Stipulation and Order that the City has signed with the Oregon Department of Environmental Quality (DEQ) to separate water runoff from sewer outflow into the Columbia River.

Combined Sewer Overflow Projects Fund #183

This fund is designated to provide fiscal accounting for the projects required by the Final Stipulation and Order that the City has signed with the Oregon Department of Environmental Quality (DEQ) to separate water runoff from sewer outflow into the Columbia River.

Combined Sewer Overflow Projects Fund #184

This fund is designated to provide fiscal accounting for the projects required by the Final Stipulation and Order that the City has signed with the Oregon Department of Environmental Quality (DEQ) to separate water runoff from sewer outflow into the Columbia River.

Combined Sewer Overflow Debt Service Fund #270

This fund accounts for the debt service on loans and bond issues used to finance the combined sewer overflow projects undertaken in the Combined Sewer Overflow (CSO) Project Fund.

COMBINING STATEMENTS

Non-major Governmental Funds

- Special Revenue Funds
- Debt Service Funds
- Permanent Funds

**CITY OF ASTORIA, OREGON
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2015**

| | Total Nonmajor Special Revenue Funds | Total Nonmajor Debt Service Funds | Total Nonmajor Permanent Fund | Total |
|---|---|--|--|-------------------------|
| <u>ASSETS</u> | | | | |
| Equity in Pooled Cash and Investments | \$ 6,477,887 | \$ 433,817 | \$ 995,350 | \$ 7,907,054 |
| Receivables (Net of Allowance): | | | | |
| Taxes | 92,286 | 4,762 | - | 97,048 |
| Other | 674,005 | 194,302 | - | 868,307 |
| Due From Other Funds | 38,784 | - | - | 38,784 |
| Total Assets | <u>\$ 7,282,962</u> | <u>\$ 632,881</u> | <u>\$ 995,350</u> | <u>\$ 8,911,193</u> |
| <u>LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCES</u> | | | | |
| <u>LIABILITIES:</u> | | | | |
| Vouchers and Accounts Payable | \$ 62,065 | \$ - | \$ - | \$ 62,065 |
| Accrued Payroll | 121,678 | - | - | 121,678 |
| Other Accrued Expenditures | 54,420 | - | - | 54,420 |
| Due To Other Funds | - | 219,420 | - | 219,420 |
| Deposits Payable | 500 | - | - | 500 |
| Unearned Revenue | - | 199,064 | - | 199,064 |
| Total Liabilities | <u>238,663</u> | <u>418,484</u> | <u>-</u> | <u>657,147</u> |
| <u>DEFERRED INFLOWS OF RESOURCES:</u> | | | | |
| Unavailable Revenue-Property Taxes | 71,988 | - | - | 71,988 |
| <u>FUND BALANCES:</u> | | | | |
| Restricted for: | | | | |
| Astoria Public Library Endowment | - | - | 138,808 | 138,808 |
| Aquatic Facility Trust Fund | - | - | 6,944 | 6,944 |
| Logan Memorial Library Trust Fund | 862,664 | - | - | 862,664 |
| Perpetual Cemetery Care | - | - | 849,598 | 849,598 |
| Debt Service | - | 566 | - | 566 |
| Street Projects | 174,703 | - | - | 174,703 |
| Urban Renewal Improvements | 4,183,422 | - | - | 4,183,422 |
| Committed for: | | | | |
| Unemployment Payments | 35,547 | - | - | 35,547 |
| Building Inspection Functions | 186,197 | - | - | 186,197 |
| Emergency Communication Functions | 440,456 | - | - | 440,456 |
| Debt Service | - | 213,831 | - | 213,831 |
| Assigned for: | | | | |
| Business Developments | 273,234 | - | - | 273,234 |
| Park Related Programs | 171,432 | - | - | 171,432 |
| Tourism Promotion | 632,241 | - | - | 632,241 |
| Unassigned: | 12,415 | - | - | 12,415 |
| Total Fund Balance | <u>6,972,311</u> | <u>214,397</u> | <u>995,350</u> | <u>8,182,058</u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balance | <u>\$ 7,282,962</u> | <u>\$ 632,881</u> | <u>\$ 995,350</u> | <u>\$ 8,911,193</u> |

**CITY OF ASTORIA, OREGON
NONMAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2015**

| | Total Nonmajor Special Revenue Funds | Total Nonmajor Debt Service Funds | Total Nonmajor Permanent Fund | Total |
|--|---|--|--|---------------------|
| REVENUES: | | | | |
| Taxes | \$ 896,227 | \$ - | \$ - | \$ 896,227 |
| Intergovernmental | 793,640 | - | - | 793,640 |
| Charges For Services | 1,694,351 | - | - | 1,694,351 |
| Sale of City Property | - | - | 9,421 | 9,421 |
| Interest Earnings | 24,464 | 1,646 | 692 | 26,802 |
| Gifts, Bequests, and Grants | 71,869 | - | 168 | 72,037 |
| Miscellaneous | 38,080 | 46,223 | - | 84,303 |
| Delinquent Ad Valorem Taxes | 38,837 | - | - | 38,837 |
| Non Ad Valorem Taxes | 704,428 | - | - | 704,428 |
| | <u>4,366,547</u> | <u>47,869</u> | <u>10,281</u> | <u>4,424,697</u> |
| Total Revenues | | | | |
| | 4,366,547 | 47,869 | 10,281 | 4,424,697 |
| EXPENDITURES: | | | | |
| General Government | 1,719,423 | - | - | 1,719,423 |
| Culture and Recreation | 1,878,856 | - | - | 1,878,856 |
| Capital Outlay | 291,211 | - | - | 291,211 |
| Debt Service: | | | | |
| Principal | 191,775 | 62,390 | - | 254,165 |
| Interest | 22,954 | 18,397 | - | 41,351 |
| | <u>4,104,219</u> | <u>80,787</u> | <u>-</u> | <u>4,185,006</u> |
| Total Expenditures | | | | |
| | 4,104,219 | 80,787 | - | 4,185,006 |
| Revenues Over (Under) Expenditures | 262,328 | (32,918) | 10,281 | 239,691 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | 1,220,120 | 65,520 | - | 1,285,640 |
| Transfers Out | (654,210) | (22,000) | - | (676,210) |
| | <u>565,910</u> | <u>43,520</u> | <u>-</u> | <u>609,430</u> |
| Total Other Financing Sources (Uses) | | | | |
| | 565,910 | 43,520 | - | 609,430 |
| Net Changes in Fund Balances | 828,238 | 10,602 | 10,281 | 849,121 |
| FUND BALANCES, BEGINNING | <u>6,144,073</u> | <u>203,795</u> | <u>985,069</u> | <u>7,332,937</u> |
| FUND BALANCES, ENDING | <u>\$ 6,972,311</u> | <u>\$ 214,397</u> | <u>\$ 995,350</u> | <u>\$ 8,182,058</u> |

CITY OF ASTORIA, OREGON
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
 June 30, 2015

| | Unemployment Fund #104 | Revolving Loan Fund #122 | Building Inspection Fund #128 | Emergency Communication Fund #132 | Community Policing Fund #136 | Parks and Recreation Fund #146 | Maritime Memorial Fund #148 |
|--|---------------------------|-----------------------------|-------------------------------------|---|------------------------------------|--------------------------------------|-----------------------------------|
| ASSETS | | | | | | | |
| Equity in Pooled Cash and Investments | \$ 35,600 | \$ 159,784 | \$ 202,397 | \$ 488,905 | \$ 12,742 | \$ 80,574 | \$ 90,858 |
| Taxes | - | - | - | - | - | - | - |
| Other | - | 113,450 | - | - | - | - | - |
| Inventories | - | - | - | - | - | - | - |
| Assessments | - | - | - | - | - | - | - |
| Deposits | - | - | - | - | - | - | - |
| Due From Other Funds | - | - | 4,644 | 18,960 | - | - | - |
| Prepays | - | - | - | - | - | - | - |
| Restricted Cash and Cash Equivalents | - | - | - | - | - | - | - |
| Other Receivables | - | - | - | - | - | - | - |
| Property Held For Sale | - | - | - | - | - | - | - |
| Total Assets | \$ 35,600 | \$ 273,234 | \$ 207,041 | \$ 507,865 | \$ 12,742 | \$ 80,574 | \$ 90,858 |
| LIABILITIES DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE | | | | | | | |
| LIABILITIES: | | | | | | | |
| Vouchers and Accounts Payable | \$ 53 | \$ - | \$ 11,932 | \$ 8,268 | \$ 327 | \$ - | - |
| Accrued Payroll | - | - | 5,776 | 30,913 | - | - | - |
| Other Accrued Expenditures | - | - | 3,136 | 28,228 | - | - | - |
| Deposits Payable | - | - | - | - | - | - | - |
| Total Liabilities | 53 | - | 20,844 | 67,409 | 327 | - | - |
| DEFERRED INFLOWS OF RESOURCES: | | | | | | | |
| Unavailable Revenue-Property Taxes | - | - | - | - | - | - | - |
| FUND BALANCES: | | | | | | | |
| Restricted for: | | | | | | | |
| Logan Memorial Library Trust Fund | - | - | - | - | - | - | - |
| Street Projects | - | - | - | - | - | - | - |
| Urban Renewal Improvements | - | - | - | - | - | - | - |
| Committed for: | | | | | | | |
| Unemployment Payments | 35,547 | - | - | - | - | - | - |
| Building Inspection Functions | - | - | 186,197 | - | - | - | - |
| Emergency Communication Functions | - | - | - | 440,456 | - | - | - |
| Assigned for: | | | | | | | |
| Business Developments | - | 273,234 | - | - | - | - | - |
| Park Related Programs | - | - | - | - | - | 80,574 | 90,858 |
| Tourism Promotion | - | - | - | - | - | - | - |
| Unassigned: | - | - | - | - | 12,415 | - | - |
| Total Fund Balance | 35,547 | 273,234 | 186,197 | 440,456 | 12,415 | 80,574 | 90,858 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balance | \$ 35,600 | \$ 273,234 | \$ 207,041 | \$ 507,865 | \$ 12,742 | \$ 80,574 | \$ 90,858 |

Continued on previous page

CITY OF ASTORIA, OREGON
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)
June 30, 2015

| | Parks Operations Fund #158 | State Tax Street Fund #172 | Trails Reserve Fund #174 | Urban Renewal Agency | Promote Astoria Fund #410 | Logan Memorial Library Trust Fund #412 | Total |
|--|-------------------------------|-------------------------------|-----------------------------|-------------------------|------------------------------|--|---------------------|
| ASSETS | | | | | | | |
| Equity in Pooled Cash and Investments | \$ 123,668 | \$ 151,191 | \$ 23,512 | \$ 3,617,763 | \$ 628,229 | \$ 862,664 | \$ 6,477,887 |
| Taxes | - | - | - | 92,286 | - | - | 92,286 |
| Other | 10,087 | - | - | 550,468 | - | - | 674,005 |
| Inventory | - | - | - | - | - | - | - |
| Assessments | - | - | - | - | - | - | - |
| Deposits | - | - | - | - | - | - | - |
| Due From Other Funds | 15,180 | - | - | - | - | - | 38,784 |
| Prepays | - | - | - | - | - | - | - |
| Restricted Cash and Cash Equivalents | - | - | - | - | - | - | - |
| Other Receivables | - | - | - | - | - | - | - |
| Property Held For Sale | - | - | - | - | - | - | - |
| Total Assets | \$ 148,935 | \$ 151,191 | \$ 23,512 | \$ 4,260,517 | \$ 628,229 | \$ 862,664 | \$ 7,282,962 |
| LIABILITIES DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE | | | | | | | |
| LIABILITIES: | | | | | | | |
| Vouchers and Accounts Payable | \$ 34,916 | - | - | \$ 5,107 | \$ 1,462 | - | \$ 62,065 |
| Accrued Payroll | 84,989 | - | - | - | - | - | 121,678 |
| Other Accrued Expenditures | 23,056 | - | - | - | - | - | 54,420 |
| Deposits Payable | 500 | - | - | - | - | - | 500 |
| Total Liabilities | 143,461 | - | - | 5,107 | 1,462 | - | 238,663 |
| DEFERRED INFLOWS OF RESOURCES: | | | | | | | |
| Unavailable Revenue-Property Taxes | - | - | - | 71,988 | - | - | 71,988 |
| FUND BALANCES: | | | | | | | |
| Restricted for: | | | | | | | |
| Logan Memorial Library Trust Fund | - | - | - | - | - | 862,664 | 862,664 |
| Street Projects | - | 151,191 | 23,512 | - | - | - | 174,703 |
| Urban Renewal Improvements | - | - | - | 4,183,422 | - | - | 4,183,422 |
| Committed for: | | | | | | | |
| Unemployment Payments | - | - | - | - | - | - | 35,547 |
| Building Inspection Functions | - | - | - | - | - | - | 186,197 |
| Emergency Communication Functions | - | - | - | - | - | - | 440,456 |
| Assigned for: | | | | | | | |
| Business Developments | - | - | - | - | - | - | 273,234 |
| Park Related Programs | - | - | - | - | - | - | 171,432 |
| Tourism Promotion | 5,474 | - | - | - | 626,767 | - | 632,241 |
| Unassigned: | - | - | - | - | - | - | 12,415 |
| Total Fund Balance | 5,474 | 151,191 | 23,512 | 4,183,422 | 626,767 | 862,664 | 6,972,311 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balance | \$ 148,935 | \$ 151,191 | \$ 23,512 | \$ 4,260,517 | \$ 628,229 | \$ 862,664 | \$ 7,282,962 |

Continued on previous page

CITY OF ASTORIA, OREGON
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
June 30, 2015

| | Unemployment Fund #104 | Revolving Loan Fund #122 | Building Inspection Fund #128 | Emergency Communication Fund #132 | Community Policing Fund #136 | Parks and Recreation Fund #146 | Maritime Memorial Fund #148 |
|---|---------------------------|-----------------------------|----------------------------------|---|---------------------------------|--------------------------------------|--------------------------------|
| REVENUES: | | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | 250,113 | - | - | - |
| Charges For Services | - | - | 250,590 | 445,638 | - | - | - |
| Interest Earnings | 154 | 592 | 590 | 1,527 | 53 | 515 | 365 |
| Gifts, Bequests, and Grants | - | - | - | - | - | 51,260 | 20,609 |
| Miscellaneous | - | 20,000 | 2,871 | - | 440 | - | - |
| Delinquent Ad Valorem Taxes | - | - | - | - | - | - | - |
| Non Ad Valorem Taxes | - | - | - | - | - | - | - |
| Total Revenues | 154 | 20,592 | 254,051 | 697,278 | 493 | 51,775 | 20,974 |
| EXPENDITURES: | | | | | | | |
| General Government | 3,501 | - | 164,518 | 873,369 | 883 | 125,534 | 11,300 |
| Culture and Recreation | - | - | - | - | - | - | - |
| Capital Outlay | - | - | - | 31,271 | - | - | - |
| Debt Service: | | | | | | | |
| Principal | - | - | - | - | - | - | - |
| Interest | - | - | - | - | - | - | - |
| Total Expenditures | 3,501 | - | 164,518 | 904,640 | 883 | 125,534 | 11,300 |
| Revenues Over (Under) Expenditures | (3,347) | 20,592 | 89,533 | (207,362) | (390) | (73,759) | 9,674 |
| OTHER FINANCING SOURCES (USES): | | | | | | | |
| Transfers In | 30,000 | - | - | 309,120 | - | - | - |
| Transfers Out | - | - | (15,210) | (21,000) | - | (50,000) | - |
| Total Other Financing Sources (Uses) | 30,000 | - | (15,210) | 288,120 | - | (50,000) | - |
| Net Changes in Fund Balances | 26,653 | 20,592 | 74,323 | 80,758 | (390) | (123,759) | 9,674 |
| FUND BALANCES, BEGINNING | 8,894 | 252,642 | 111,874 | 359,698 | 12,805 | 204,333 | 81,184 |
| FUND BALANCES, ENDING | \$ 35,547 | \$ 273,234 | \$ 186,197 | \$ 440,456 | \$ 12,415 | \$ 80,574 | \$ 90,858 |

Continued on previous page

CITY OF ASTORIA, OREGON
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
June 30, 2015

| | Parks Operation Fund #158 | State Tax Street Fund #172 | Trails Reserve Fund #174 | Urban Renewal Agency | Promote Astoria Fund #410 | Logan Memorial Library Trust Fund #412 | Total |
|---|------------------------------|-------------------------------|-----------------------------|-------------------------|------------------------------|--|---------------------|
| REVENUES: | | | | | | | |
| Taxes | \$ - | \$ - | \$ - | \$ 896,227 | \$ - | \$ - | \$ 896,227 |
| Intergovernmental | - | 538,092 | 5,435 | - | - | - | 793,640 |
| Charges For Services | \$ 998,123 | - | - | - | - | - | 1,694,351 |
| Interest Earnings | - | 434 | 87 | 14,168 | 2,367 | 3,612 | 24,464 |
| Gifts, Bequests, and Grants | - | - | - | - | - | - | 71,869 |
| Miscellaneous | - | - | - | 14,769 | - | - | 38,080 |
| Delinquent Ad Valorem Taxes | - | - | - | 38,837 | - | - | 38,837 |
| Non Ad Valorem Taxes | - | - | - | - | 704,428 | - | 704,428 |
| Total Revenues | 998,123 | 538,526 | 5,522 | 964,001 | 811,446 | 3,612 | 4,366,547 |
| EXPENDITURES: | | | | | | | |
| General Government | - | - | - | 118,765 | 421,553 | - | 1,719,423 |
| Culture and Recreation | \$ 1,878,856 | - | - | - | - | - | 1,878,856 |
| Capital Outlay | - | - | - | 53,924 | 206,016 | - | 291,211 |
| Debt Service: | | | | | | | |
| Principal | - | - | - | 124,860 | 66,915 | - | 191,775 |
| Interest | - | - | - | 11,211 | 11,743 | - | 22,954 |
| Total Expenditures | 1,878,856 | - | - | 308,760 | 706,227 | - | 4,104,219 |
| Revenues Over (Under) Expenditures | (880,733) | 538,526 | 5,522 | 655,241 | 105,219 | 3,612 | 262,328 |
| OTHER FINANCING SOURCES (USES): | | | | | | | |
| Transfers In | \$ 881,000 | - | - | - | - | - | 1,220,120 |
| Transfers Out | - | (568,000) | - | - | - | - | (654,210) |
| Total Other Financing Sources (Uses) | 881,000 | (568,000) | - | - | - | - | 565,910 |
| Net Changes in Fund Balances | 267 | (29,474) | 5,522 | 655,241 | 105,219 | 3,612 | 828,238 |
| FUND BALANCES, BEGINNING | \$ 5,207 | 180,665 | 17,990 | 3,528,181 | 521,548 | 859,052 | 6,144,073 |
| FUND BALANCES, ENDING | \$ 5,474 | \$ 151,191 | \$ 23,512 | \$ 4,183,422 | \$ 626,767 | \$ 862,664 | \$ 6,972,311 |

Continued on previous page

**CITY OF ASTORIA, OREGON
NONMAJOR DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
June 30, 2015**

| | Local Improvement Debt Service Fund #250 | Aquatics Facility Debt Service Fund #260 | 7th Street Dock Debt Service Fund #267 | East Astoria Waterline Debt Service Fund #265 | Total |
|---|--|--|--|---|-------------------|
| <u>ASSETS</u> | | | | | |
| Equity in Pooled Cash and Investments | \$ 342,082 | \$ 566 | \$ 21,303 | \$ 69,866 | \$ 433,817 |
| Taxes | - | 4,762 | | | 4,762 |
| Other | - | - | 72,734 | 121,568 | 194,302 |
| Total Assets | <u>\$ 342,082</u> | <u>\$ 5,328</u> | <u>\$ 94,037</u> | <u>\$ 191,434</u> | <u>\$ 632,881</u> |
| <u>LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCES</u> | | | | | |
| <u>LIABILITIES:</u> | | | | | |
| Due To Other Funds | \$ 219,420 | \$ - | \$ - | \$ - | \$ 219,420 |
| Unearned Revenue | - | 4,762 | 72,734 | 121,568 | 199,064 |
| <u>DEFERRED INFLOWS OF RESOURCES:</u> | | | | | |
| Unavailable Revenue-Property Taxes | - | - | - | - | - |
| <u>FUND BALANCES:</u> | | | | | |
| Restricted for: | | | | | |
| Debt Service | - | 566 | - | - | 566 |
| Committed for: | | | | | |
| Debt Service | 122,662 | - | 21,303 | 69,866 | 213,831 |
| Total Fund Balance | <u>122,662</u> | <u>566</u> | <u>21,303</u> | <u>69,866</u> | <u>214,397</u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balance | <u>\$ 342,082</u> | <u>\$ 5,328</u> | <u>\$ 94,037</u> | <u>\$ 191,434</u> | <u>\$ 632,881</u> |

**CITY OF ASTORIA, OREGON
NONMAJOR DEBT SERVICE FUNDS
COMBINING SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2015**

| | Local Improvement Debt Service Fund #250 | Aquatics Facility Debt Service Fund #260 | 7th Street Dock Debt Service Fund #267 | East Astoria Waterline Debt Service Fund #265 | Total |
|---|--|--|--|---|-------------------|
| REVENUES: | | | | | |
| Interest Earnings | \$ 1,291 | \$ 3 | \$ 82 | \$ 270 | \$ 1,646 |
| Miscellaneous | - | - | 6,867 | 39,356 | 46,223 |
| Total Revenues | <u>1,291</u> | <u>3</u> | <u>6,949</u> | <u>39,626</u> | <u>47,869</u> |
| EXPENDITURES: | | | | | |
| Debt Service: | | | | | |
| Principal | - | - | 7,863 | 54,527 | 62,390 |
| Interest | - | - | 6,218 | 12,179 | 18,397 |
| Total Expenditures | <u>-</u> | <u>-</u> | <u>14,081</u> | <u>66,706</u> | <u>80,787</u> |
| Revenues Over (Under) Expenditures | 1,291 | 3 | (7,132) | (27,080) | (32,918) |
| OTHER FINANCING SOURCES (USES): | | | | | |
| Loss on Sale of Asset | - | - | - | - | - |
| Transfers In | 50,000 | - | 4,890 | 10,630 | 65,520 |
| Transfers Out | (22,000) | - | - | - | (22,000) |
| Total Other Financing Sources (Uses) | <u>28,000</u> | <u>-</u> | <u>4,890</u> | <u>10,630</u> | <u>43,520</u> |
| Net Changes in Fund Balances | 29,291 | 3 | (2,242) | (16,450) | 10,602 |
| FUND BALANCES, BEGINNING | <u>93,371</u> | <u>563</u> | <u>23,545</u> | <u>86,316</u> | <u>203,795</u> |
| FUND BALANCES, ENDING | <u>\$ 122,662</u> | <u>\$ 566</u> | <u>\$ 21,303</u> | <u>\$ 69,866</u> | <u>\$ 214,397</u> |

**CITY OF ASTORIA, OREGON
NONMAJOR PERMANENT GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2015**

| | Aquatic Facility Trust Fund #401 | Astoria Public Library Endowment Fund #403 | Cemetery Irreducible Fund #408 | Total |
|---------------------------------------|-------------------------------------|---|--------------------------------------|-------------------|
| ASSETS | | | | |
| Equity in Pooled Cash and Investments | \$ 6,944 | \$ 138,808 | \$ 849,598 | \$ 995,350 |
| Total Assets | <u>\$ 6,944</u> | <u>\$ 138,808</u> | <u>\$ 849,598</u> | <u>\$ 995,350</u> |
| FUND BALANCES: | | | | |
| Restricted for: | | | | |
| Astoria Public Library Endowment | \$ - | \$ 138,808 | \$ - | \$ 138,808 |
| Aquatic Facility Trust Fund | 6,944 | - | - | 6,944 |
| Perpetual Cemetery Care | - | - | 849,598 | 849,598 |
| Total Fund Balance | <u>6,944</u> | <u>138,808</u> | <u>849,598</u> | <u>995,350</u> |
| Total Liabilities and Fund Balance | <u>\$ 6,944</u> | <u>\$ 138,808</u> | <u>\$ 849,598</u> | <u>\$ 995,350</u> |

**CITY OF ASTORIA, OREGON
NONMAJOR PERMANENT GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Fiscal Year Ended June 30, 2015**

| | Aquatic Facility Trust Fund #401 | Astoria Public Library Endowment Fund #403 | Cemetery Irreducible Fund #408 | Total |
|--|-------------------------------------|---|--------------------------------------|-------------------|
| REVENUES: | | | | |
| Sale of City Property | \$ - | \$ - | \$ 9,421 | \$ 9,421 |
| Interest Earnings | 29 | 581 | 82 | 692 |
| Gifts, Bequests, and Grants | - | 168 | - | 168 |
| Total Revenues | <u>29</u> | <u>749</u> | <u>9,503</u> | <u>10,281</u> |
| Revenues Over (Under) Expenditures | 29 | 749 | 9,503 | 10,281 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers Out | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Changes in Fund Balances | 29 | 749 | 9,503 | 10,281 |
| FUND BALANCES, BEGINNING | <u>6,915</u> | <u>138,059</u> | <u>840,095</u> | <u>985,069</u> |
| FUND BALANCES, ENDING | <u>\$ 6,944</u> | <u>\$ 138,808</u> | <u>\$ 849,598</u> | <u>\$ 995,350</u> |

**CITY OF ASTORIA, OREGON
COMBINED SEWER OVERFLOW FUNDS
COMBINING STATEMENT OF NET POSITION
NON MAJOR PROPRIETARY FUNDS
June 30, 2015**

| | Combined Sewer Overflow Projects Fund #180 | Combined Sewer Overflow Projects Fund #183 | Combined Sewer Overflow Projects Fund #184 | Combined Sewer Overflow Debt Service Fund #270 | Total Combined Sewer Overflow Operations |
|--|--|--|--|--|--|
| ASSETS | | | | | |
| Equity in Pooled Cash and Investments | \$ 28,068 | \$ 36,055 | \$ (53,656) | \$ 910,995 | \$ 921,462 |
| Accounts Receivables (Net of Allowances) | - | - | 1,739,161 | 307,539 | 2,046,700 |
| Total Current Assets | <u>28,068</u> | <u>36,055</u> | <u>-</u> | <u>1,218,534</u> | <u>2,968,162</u> |
| Total Assets | <u>\$ 28,068</u> | <u>\$ 36,055</u> | <u>\$ 1,685,505</u> | <u>\$ 1,218,534</u> | <u>\$ 2,968,162</u> |
| LIABILITIES AND NET POSITION | | | | | |
| CURRENT LIABILITIES: | | | | | |
| Vouchers and Accounts Payable | \$ - | \$ - | \$ 819,818 | \$ 364 | \$ 820,182 |
| Accrued Payroll | - | - | - | - | - |
| Accrued Interest Payable | - | - | - | 42,324 | 42,324 |
| Deposits Payable | - | 22,965 | - | - | 22,965 |
| Loan Payable Within One Year | - | - | - | 986,497 | 986,497 |
| Total Current Liabilities | <u>-</u> | <u>22,965</u> | <u>819,818</u> | <u>1,029,185</u> | <u>1,871,968</u> |
| NONCURRENT LIABILITIES: | | | | | |
| Loan Payable, Net of Current Portion | - | - | - | 20,365,053 | 20,365,053 |
| Total Noncurrent Liabilities | <u>-</u> | <u>-</u> | <u>-</u> | <u>20,365,053</u> | <u>20,365,053</u> |
| NET POSITION: | | | | | |
| Net Investment in Capital Assets | - | - | - | (21,351,550) | (21,351,550) |
| Unrestricted | 28,068 | 13,090 | 865,687 | 1,175,846 | 2,082,691 |
| Total Net Position | <u>28,068</u> | <u>13,090</u> | <u>865,687</u> | <u>(20,175,704)</u> | <u>(19,268,859)</u> |
| Total Liabilities and Net Position | <u>\$ 28,068</u> | <u>\$ 36,055</u> | <u>\$ 1,685,505</u> | <u>\$ 1,218,534</u> | <u>\$ 2,968,162</u> |

BUDGETARY COMPARISON SCHEDULES

Non-Major Governmental Funds

BUDGETARY COMPARISON SCHEDULES
Nonmajor Governmental Funds

Pursuant to the provisions of Oregon Revised Statute, an individual schedule of revenues, expenditures, and changes in fund balances - budget and actual is required to be displayed for each fund where legally adopted budgets are required.

Nonmajor Governmental Budgetary Comparison schedules included the following:

- Special Revenue Funds
 - Unemployment Fund #104
 - Revolving Loan Fund #122
 - Building Inspection Fund #128
 - Emergency Communication Fund #132
 - Community Policing Fund #136
 - Parks and Recreation Fund #146
 - Maritime Memorial Fund #148
 - Aquatics Facility Activity #156
 - Parks Operation Fund #158
 - State Tax Street Fund #172
 - Trails Reserve Fund #174
 - Urban Renewal Agency
 - Promote Astoria Fund #410
 - Logan Memorial Library Trust Fund #412

- Debt Service Funds
 - Local Improvement Debt Service Fund #250
 - Aquatics Facility Debt Service Fund #260
 - 7th Street Dock Debt Service Fund #267
 - East Astoria Waterline Debt Service Fund #265

- Permanent Funds
 - Aquatic Facility Trust Fund #401
 - Astoria Public Library Endowment Fund #403
 - Senior Citizen Endowment Fund #406
 - Cemetery Irreducible Fund #408

**CITY OF ASTORIA, OREGON
 UNEMPLOYMENT FUND #104
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|--|-------------|-------------|------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 110 | \$ 110 | \$ 154 | \$ 44 |
| EXPENDITURES: | | | | |
| Personal Service | 33,110 | 33,110 (1) | 3,501 | 29,609 |
| Contingency | | - (1) | - | - |
| Total Expenditures | 33,110 | 33,110 | 3,501 | 29,609 |
| Revenues Over (Under) Expenditures | (33,000) | (33,000) | (3,347) | 29,653 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | 30,000 | 30,000 | 30,000 | - |
| Net Changes in Fund Balances | (3,000) | (3,000) | 26,653 | 29,653 |
| FUND BALANCES, BEGINNING | 3,000 | 3,000 | 8,894 | 5,894 |
| FUND BALANCES, ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 35,547</u> | <u>\$ 35,547</u> |

(1) Appropriation Level

**CITY OF ASTORIA, OREGON
 REVOLVING LOAN FUND #122
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|---|------------------|------------------|----------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 600 | \$ 600 | \$ 592 | \$ (8) |
| Miscellaneous | - | - | 20,000 | 20,000 |
| Total Revenues | <u>600</u> | <u>600</u> | <u>20,592</u> | <u>19,992</u> |
| EXPENDITURES: | | | | |
| Materials and Service | 80,000 | 80,000 (1) | | 80,000 |
| Contingency | 12,000 | 12,000 (1) | - | 12,000 |
| Total Expenditures | <u>92,000</u> | <u>92,000</u> | <u>-</u> | <u>92,000</u> |
| Net Changes in Fund Balances | (91,400) | (91,400) | 20,592 | 111,992 |
| FUND BALANCES, BEGINNING BUDGETARY BASIS | <u>139,160</u> | <u>139,160</u> | <u>252,642</u> | <u>113,482</u> |
| FUND BALANCES, ENDING BUDGETARY BASIS | <u>\$ 47,760</u> | <u>\$ 47,760</u> | <u>273,234</u> | <u>\$ 225,474</u> |

(1) Appropriation Level

**CITY OF ASTORIA, OREGON
BUILDING INSPECTION FUND #128
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|--|------------------|------------------|-------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Charges For Services | \$ 175,000 | \$ 178,000 | \$ 250,590 | \$ 72,590 |
| Interest Earnings | 500 | 500 | 590 | 90 |
| Miscellaneous | - | - | 2,871 | 2,871 |
| | <u>175,500</u> | <u>178,500</u> | <u>254,051</u> | <u>75,551</u> |
| EXPENDITURES: | | | | |
| Personal Service | 130,630 | 153,130 (1) | 149,050 | 4,080 |
| Materials and Service | 34,410 | 34,410 (1) | 15,468 | 18,942 |
| Contingency | 2,500 | 2,500 (1) | - | 2,500 |
| | <u>167,540</u> | <u>190,040</u> | <u>164,518</u> | <u>25,522</u> |
| Revenues Over (Under) Expenditures | 7,960 | (11,540) | 89,533 | 101,073 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers Out | (15,210) | (15,210) (1) | (15,210) | - |
| Net Changes in Fund Balances | (7,250) | (26,750) | 74,323 | 101,073 |
| FUND BALANCES, BEGINNING | <u>98,740</u> | <u>118,240</u> | <u>111,874</u> | <u>(6,366)</u> |
| FUND BALANCES, ENDING | <u>\$ 91,490</u> | <u>\$ 91,490</u> | <u>\$ 186,197</u> | <u>\$ 94,707</u> |

(1) Appropriation Level

**CITY OF ASTORIA, OREGON
EMERGENCY COMMUNICATION FUND #132
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|---|-------------------|-------------------|-------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Intergovernmental | \$ 255,000 | \$ 255,000 | \$ 250,113 | \$ (4,887) |
| Charges For Services | 448,890 | 448,890 | 445,638 | (3,252) |
| Interest Earnings | 1,200 | 1,200 | 1,527 | 327 |
| Total Revenues | 705,090 | 705,090 | 697,278 | (7,812) |
| EXPENDITURES: | | | | |
| Personal Service | 847,460 | 847,460 (1) | 765,450 | 82,010 |
| Materials and Service | 122,730 | 122,730 (1) | 107,919 | 14,811 |
| Capital Outlay | 58,300 | 58,300 (1) | 31,271 | 27,029 |
| Contingency | 30,000 | 30,000 (1) | - | 30,000 |
| Total Expenditures | 1,058,490 | 1,058,490 | 904,640 | 153,850 |
| Revenues Over (Under) Expenditures | (353,400) | (353,400) | (207,362) | 146,038 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | 309,020 | 309,020 | 309,120 | 100 |
| Transfers Out | (21,000) | (21,000) (1) | (21,000) | - |
| Total Other Financing Sources (Uses) | 288,020 | 288,020 | 288,120 | 100 |
| Net Changes in Fund Balances | (65,380) | (65,380) | 80,758 | 146,138 |
| FUND BALANCES, BEGINNING | 300,000 | 300,000 | 359,698 | 59,698 |
| FUND BALANCES, ENDING | \$ 234,620 | \$ 234,620 | \$ 440,456 | \$ 205,836 |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
COMMUNITY POLICING FUND #136
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|---------------------------------|--------------------|--------------------|-------------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 500 | \$ 500 | \$ 53 | \$ (447) |
| Miscellaneous | - | - | 440 | 440 |
| Total Revenues | <u>500</u> | <u>500</u> | <u>493</u> | <u>(7)</u> |
| EXPENDITURES: | | | | |
| Materials and Service | <u>7,800</u> | <u>7,800 (1)</u> | <u>883</u> | <u>6,917</u> |
| Total Expenditures | <u>7,800</u> | <u>7,800</u> | <u>883</u> | <u>6,917</u> |
| Net Changes in Fund Balances | (7,300) | (7,300) | (390) | 6,910 |
| FUND BALANCES, BEGINNING | <u>7,300</u> | <u>7,300</u> | <u>12,805</u> | <u>5,505</u> |
| FUND BALANCES, ENDING | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ 12,415</u></u> | <u><u>\$ 12,415</u></u> |

(1) Appropriation Level

**CITY OF ASTORIA, OREGON
PARKS AND RECREATION FUND #146
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|--|----------------|----------------|------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 160 | \$ 160 | \$ 515 | \$ 355 |
| Gifts, Bequests, and Grants | 160,000 | 160,000 | 51,260 | (108,740) |
| Total Revenues | <u>160,160</u> | <u>160,160</u> | <u>51,775</u> | <u>(108,385)</u> |
| EXPENDITURES: | | | | |
| Materials and Service | - | - (1) | 125,534 | (125,534) |
| Total Expenditures | <u>-</u> | <u>-</u> | <u>125,534</u> | <u>(125,534)</u> |
| Revenues Over (Under) Expenditures | 160,160 | 160,160 | (73,759) | (233,919) |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | - | - | - | - |
| Transfers Out | (160,000) | (160,000) | (50,000) | 110,000 |
| Net Changes in Fund Balances | 160 | 160 | (123,759) | (123,919) |
| FUND BALANCES, BEGINNING | <u>100</u> | <u>100</u> | <u>204,333</u> | <u>204,233</u> |
| FUND BALANCES, ENDING | <u>\$ 260</u> | <u>\$ 260</u> | <u>\$ 80,574</u> | <u>\$ 80,314</u> |

(1) Appropriation Level

**CITY OF ASTORIA, OREGON
MARITIME MEMORIAL FUND #148
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|-------------------------------------|-----------------|-----------------|------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 370 | \$ 370 | \$ 365 | \$ (5) |
| Gifts, Bequests, and Grants | 10,000 | 10,000 | 20,609 | 10,609 |
| Total Revenues | 10,370 | 10,370 | 20,974 | 10,604 |
| EXPENDITURES: | | | | |
| Materials and Service | 15,000 | 15,000 (1) | 11,300 | 3,700 |
| Capital Outlay | 48,000 | 48,000 (1) | | 48,000 |
| Contingency | 9,930 | 9,930 (1) | - | 9,930 |
| Total Expenditures | 72,930 | 72,930 | 11,300 | 61,630 |
| Net Changes in Fund Balances | (62,560) | (62,560) | 9,674 | 72,234 |
| FUND BALANCES, BEGINNING | 62,560 | 62,560 | 81,184 | 18,624 |
| FUND BALANCES, ENDING | \$ - | \$ - | \$ 90,858 | \$ 90,858 |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
PARKS OPERATION FUND #158
SCHEDULE OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|--|-------------|-----------------|-----------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Charges For Services | 962,500 | 962,500 | 998,123 | 35,623 |
| Total Revenues | 962,500 | 962,500 | 998,123 | 35,623 |
| EXPENDITURES: | | | | |
| Aquatic | 478,320 | 526,130 | 526,126 | 4 |
| Parks Recreation & Administration | 675,710 | 772,170 | 807,531 | (35,361) |
| Maintenance | 520,490 | 545,200 | 545,199 | 1 |
| Total Expenditures | 1,674,520 | - 1,843,500 (2) | 1,878,856 | (35,356) |
| Revenues Over (Under) Expenditures | (712,020) | - | (880,733) | 267 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | 712,020 | 881,000 | 881,000 | - |
| Total Other Financing Sources (Uses) | 712,020 | 881,000 | 881,000 | - |
| Net Changes in Fund Balances | - | - | 267 | 267 |
| FUND BALANCE, BEGINNING | - | - | 5,207 | 5,207 |
| FUND BALANCE, ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 5,474</u> | <u>\$ 5,474</u> |

(1) Appropriation Level

(2) See the Schedule of Expenditures for appropriation levels of departments.

**CITY OF ASTORIA, OREGON
PARKS OPERATION FUND #158
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|-----------------------------------|---------------------|---------------------|---------------------|------------------------------------|
| | Original | Final | | |
| Aquatic | | | | |
| Personal Services | \$ 245,470 | \$ 263,960 | \$ 263,953 | \$ 7 |
| Materials and Services | 232,850 | \$ 262,170 | 262,173 | (3) |
| Capital Outlay | | - | | - |
| Subtotal | <u>478,320</u> | <u>526,130</u> (1) | <u>526,126</u> | <u>4</u> |
| Parks Recreation & Administration | | | | |
| Personal Services | 572,950 | 625,950 | 625,950 | - |
| Materials and Services | 102,760 | 145,020 | 180,382 | (35,362) |
| Capital Outlay | | 1,200 | 1,199 | 1 |
| Subtotal | <u>675,710</u> | <u>772,170</u> (1) | <u>807,531</u> | <u>(35,361)</u> |
| Maintenance | | | | |
| Personal Services | 352,640 | 353,100 | 353,094 | 6 |
| Materials and Services | 167,850 | 192,100 | 192,105 | (5) |
| Subtotal | <u>520,490</u> | <u>545,200</u> (1) | <u>545,199</u> | <u>1</u> |
| | <u>\$ 1,674,520</u> | <u>\$ 1,843,500</u> | <u>\$ 1,878,856</u> | <u>\$ (35,356)</u> |

(1) Appropriation Level

**CITY OF ASTORIA, OREGON
STATE TAX STREET FUND #172
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|---|----------------|----------------|-------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Intergovernmental | \$ 549,450 | \$ 549,450 | \$ 538,092 | \$ (11,358) |
| Interest Earnings | 180 | 180 | 434 | 254 |
| Total Revenues | <u>549,630</u> | <u>549,630</u> | <u>538,526</u> | <u>(11,104)</u> |
| EXPENDITURES: | | | | |
| Contingency | 39,630 | 39,630 (1) | - | 39,630 |
| Revenues Over (Under) Expenditures | 510,000 | 510,000 | 538,526 | 28,526 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers Out | (590,000) | (590,000) (1) | (568,000) | 22,000 |
| Net Changes in Fund Balances | (80,000) | (80,000) | (29,474) | 50,526 |
| FUND BALANCES, BEGINNING | <u>80,000</u> | <u>80,000</u> | <u>180,665</u> | <u>100,665</u> |
| FUND BALANCES, ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 151,191</u> | <u>\$ 151,191</u> |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
TRAILS RESERVE FUND #174
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|---------------------------------|--------------------|--------------------|-------------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Intergovernmental | \$ 5,550 | \$ 5,550 | \$ 5,435 | \$ (115) |
| Interest Earnings | 100 | 100 | 87 | (13) |
| Total Revenues | <u>5,650</u> | <u>5,650</u> | <u>5,522</u> | <u>(128)</u> |
| EXPENDITURES: | | | | |
| Materials and Service | 5,000 | 5,000 (1) | - | 5,000 |
| Capital Outlay | 23,290 | 23,290 (1) | - | 23,290 |
| Total Expenditures | <u>28,290</u> | <u>28,290</u> | <u>-</u> | <u>28,290</u> |
| Net Changes in Fund Balances | (22,640) | (22,640) | 5,522 | 28,162 |
| FUND BALANCES, BEGINNING | <u>22,640</u> | <u>22,640</u> | <u>17,990</u> | <u>(4,650)</u> |
| FUND BALANCES, ENDING | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ 23,512</u></u> | <u><u>\$ 23,512</u></u> |

(1) Appropriation Level

**CITY OF ASTORIA, OREGON
PROMOTE ASTORIA FUND #410
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|------------------------------------|-------------------|-------------------|-------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 2,400 | \$ 2,400 | \$ 2,367 | \$ (33) |
| Non Ad Valorem Taxes | 496,020 | 496,020 | 704,428 | 208,408 |
| Intergovernmental | - | - | 104,651 | 104,651 |
| Total Revenues | 498,420 | 498,420 | 811,446 | 313,026 |
| EXPENDITURES: | | | | |
| Materials and Service | 585,750 | 585,750 (1) | 421,553 | 164,197 |
| Capital Outlay | | 206,020 | 206,016 | 4 |
| Debt Service: | | | | |
| Principal | 66,910 | 66,910 (1) | 66,915 | (5) |
| Interest | 11,770 | 11,770 (1) | 11,743 | 27 |
| Contingency | 75,000 | 75,000 (1) | - | 75,000 |
| Total Expenditures | 739,430 | 945,450 | 706,227 | 239,223 |
| Revenues Over (Under) Expenditures | (241,010) | (447,030) | 105,219 | 552,249 |
| Net Changes in Fund Balances | (241,010) | (447,030) | 105,219 | 552,249 |
| FUND BALANCES, BEGINNING | 605,800 | 605,800 | 521,548 | (84,252) |
| FUND BALANCES, ENDING | \$ 364,790 | \$ 158,770 | \$ 626,767 | \$ 467,997 |

(1) Appropriation Level

**CITY OF ASTORIA, OREGON
LOGAN MEMORIAL LIBRARY TRUST FUND #412
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|---------------------------------|-------------------|-------------------|-------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 3,600 | \$ 3,600 | \$ 3,612 | \$ 12 |
| EXPENDITURES: | | | | |
| Materials and Service | 100,000 | 100,000 (1) | - | 100,000 |
| Contingency | 15,000 | 15,000 (1) | - | 15,000 |
| Total Expenditures | 115,000 | 115,000 | - | 115,000 |
| Net Changes in Fund Balances | (111,400) | (111,400) | 3,612 | 115,012 |
| FUND BALANCES, BEGINNING | 862,780 | 862,780 | 859,052 | (3,728) |
| FUND BALANCES, ENDING | <u>\$ 751,380</u> | <u>\$ 751,380</u> | <u>\$ 862,664</u> | <u>\$ 111,284</u> |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
URBAN RENEWAL AGENCY EAST FUND #126
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|-------------------------------------|-------------------|--------------------|-------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Taxes | \$ 279,880 | 279,880 | \$ 313,689 | \$ 33,809 |
| Interest Earnings | 1,440 | 1,440 | 2,061 | 621 |
| Miscellaneous | 49,840 | 49,840 | 9,758 | (40,082) |
| Delinquent Ad Valorem Taxes | 15,000 | 15,000 | 13,540 | (1,460) |
| Total Revenues | 346,160 | 346,160 | 339,048 | (7,112) |
| EXPENDITURES: | | | | |
| Materials and Service | 103,410 | 103,410 (1) | 68,245 | 35,165 |
| Capital Outlay | 250,000 | 250,000 (1) | 22,728 | 227,272 |
| Debt Service: | | | | |
| Principal | 124,870 | 124,870 | 124,860 | 10 |
| Interest | 11,060 | 11,060 | 11,211 | (151) |
| Total Debt Service | 135,930 | 135,930 (1) | 136,071 | (141) |
| Contingency | 65,900 | 65,900 (1) | - | 65,900 |
| Total Expenditures | 555,240 | 555,240 | 227,044 | 328,196 |
| Net Changes in Fund Balances | (209,080) | (209,080) | 112,004 | 321,084 |
| FUND BALANCES, BEGINNING | 331,600 | 331,600 | 679,865 | 348,265 |
| FUND BALANCES, ENDING | \$ 122,520 | \$ 122,520 | \$ 791,869 | \$ 669,349 |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
URBAN RENEWAL AGENCY WEST FUND #127
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|------------------------------------|---------------------|---------------------|---------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Taxes | \$ 514,280 | 514,280 | \$ 582,538 | \$ 68,258 |
| Interest Earnings | 9,300 | 9,300 | 12,107 | 2,807 |
| Miscellaneous | 13,500 | 13,500 | 5,011 | (8,489) |
| Delinquent Ad Valorem Taxes | 20,000 | 20,000 | 25,297 | 5,297 |
| Total Revenues | 557,080 | 557,080 | 624,953 | 67,873 |
| EXPENDITURES: | | | | |
| Materials and Service | 193,660 | 193,660 (1) | 50,520 | 143,140 |
| Capital Outlay | 1,500,000 | 1,500,000 (1) | 31,196 | 1,468,804 |
| Contingency | 254,000 | 254,000 (1) | - | 254,000 |
| Total Expenditures | 1,947,660 | 1,947,660 | 81,716 | 1,865,944 |
| Revenues Over (Under) Expenditures | (1,390,580) | (1,390,580) | 543,237 | 1,933,817 |
| Net Changes in Fund Balances | (1,390,580) | (1,390,580) | 543,237 | 1,933,817 |
| PRIOR PERIOD ADJUSTMENT | - | - | - | - |
| FUND BALANCES, BEGINNING | 2,485,360 | 2,485,360 | 2,848,316 | 362,956 |
| FUND BALANCES, ENDING | \$ 1,094,780 | \$ 1,094,780 | \$ 3,391,553 | \$ 2,296,773 |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
LOCAL IMPROVEMENT DEBT SERVICE FUND #250
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|---|-------------------|-------------------|-------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 1,800 | \$ 1,800 | \$ 1,291 | \$ (509) |
| EXPENDITURES: | | | | |
| Total Expenditures | - | - | - | - |
| Revenues over (under) expenditures | 1,800 | 1,800 | 1,291 | (509) |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | 219,420 | 219,420 | 50,000 | (169,420) |
| Transfers Out | (22,000) | (22,000) (1) | (22,000) | - |
| Total other financing sources (uses) | 197,420 | 197,420 | 28,000 | (169,420) |
| Net Changes in Fund Balances | 199,220 | 199,220 | 29,291 | (169,929) |
| FUND BALANCES, BEGINNING BUDGETARY BASIS | 462,920 | 462,920 | 93,371 | (369,549) |
| FUND BALANCES, ENDING BUDGETARY BASIS | <u>\$ 662,140</u> | <u>\$ 662,140</u> | <u>\$ 122,662</u> | <u>\$ (539,478)</u> |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
AQUATICS FACILITY DEBT SERVICE FUND #260
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|---------------------------------|----------|-------|--------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ - | \$ - | \$ 3 | \$ 3 |
| FUND BALANCES, BEGINNING | | - | 563 | 563 |
| FUND BALANCES, ENDING | \$ - | \$ - | \$ 566 | \$ 566 |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
EAST ASTORIA WATERLINE DEBT SERVICE FUND #265
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|--|------------------|------------------|------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 240 | \$ 240 | \$ 270 | \$ 30 |
| Miscellaneous | 39,350 | 39,350 | 39,356 | 6 |
| Total Revenues | <u>39,590</u> | <u>39,590</u> | <u>39,626</u> | <u>36</u> |
| EXPENDITURES: | | | | |
| Debt Service: | | | | |
| Principal | 54,530 | 54,530 (2) | 54,527 | 3 |
| Interest | 12,190 | 12,190 (2) | 12,179 | 11 |
| Total Expenditures | <u>66,720</u> | <u>66,720</u> | <u>66,706</u> | <u>14</u> |
| Revenues Over (Under) Expenditures | (27,130) | (27,130) | (27,080) | 50 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | 10,630 | 10,630 | 10,630 | - |
| Total Other Financing Sources (Uses) | <u>10,630</u> | <u>10,630</u> | <u>10,630</u> | <u>-</u> |
| Net Changes in Fund Balances | (16,500) | (16,500) | (16,450) | 50 |
| FUND BALANCES, BEGINNING | <u>86,150</u> | <u>86,150</u> | <u>86,316</u> | <u>166</u> |
| FUND BALANCES, ENDING | <u>\$ 69,650</u> | <u>\$ 69,650</u> | <u>\$ 69,866</u> | <u>\$ 216</u> |

(2) Debt Services Appropriated at \$68,970

CITY OF ASTORIA, OREGON
7TH STREET DOCK DEBT SERVICE FUND #267
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|--|------------------|------------------|------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 180 | \$ 180 | \$ 82 | \$ (98) |
| Miscellaneous | 11,750 | 11,750 | 6,867 | (4,883) |
| Total Revenues | <u>11,930</u> | <u>11,930</u> | <u>6,949</u> | <u>(4,981)</u> |
| EXPENDITURES: | | | | |
| Debt Service: | | | | |
| Principal | 7,870 | 7,870 (2) | 7,863 | 7 |
| Interest | 6,220 | 6,220 (2) | 6,218 | 2 |
| Total Expenditures | <u>14,090</u> | <u>14,090</u> | <u>14,081</u> | <u>9</u> |
| Revenues Over (Under) Expenditures | (2,160) | (2,160) | (7,132) | (4,972) |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | - | - | 4,890 | 4,890 |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>-</u> | <u>4,890</u> | <u>4,890</u> |
| Net Changes in Fund Balances | (2,160) | (2,160) | (2,242) | (82) |
| FUND BALANCES, BEGINNING | <u>23,530</u> | <u>23,530</u> | <u>23,545</u> | <u>15</u> |
| FUND BALANCES, ENDING | <u>\$ 21,370</u> | <u>\$ 21,370</u> | <u>\$ 21,303</u> | <u>\$ (67)</u> |

(2) Debt Service is Appropriated together at \$14,090

CITY OF ASTORIA, OREGON
AQUATIC FACILITY TRUST FUND #401
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|--------------------------------|------------------------|------------------------|------------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 30 | \$ 30 | \$ 29 | \$ (1) |
| Gifts, Bequests, and Grants | 500 | 500 | | (500) |
| Total Revenues | <u>530</u> | <u>530</u> | <u>29</u> | <u>(501)</u> |
| EXPENDITURES: | | | | |
| Materials and Service | 1,060 | 1,060 (1) | - | 1,060 |
| Net Changes in Fund Balances | (530) | (530) | 29 | 559 |
| FUND BALANCE, BEGINNING | <u>6,920</u> | <u>6,920</u> | <u>6,915</u> | <u>(5)</u> |
| FUND BALANCE, ENDING | <u><u>\$ 6,390</u></u> | <u><u>\$ 6,390</u></u> | <u><u>\$ 6,944</u></u> | <u><u>\$ 554</u></u> |

(1) Appropriation Level

**CITY OF ASTORIA, OREGON
 ASTORIA PUBLIC LIBRARY ENDOWMENT FUND #403
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|--------------------------------|-------------------|-------------------|-------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ 660 | \$ 660 | \$ 581 | \$ (79) |
| Gifts, Bequests, and Grants | 750 | 750 | 168 | (582) |
| Total Revenues | <u>1,410</u> | <u>1,410</u> | <u>749</u> | <u>(661)</u> |
| EXPENDITURES: | | | | |
| Materials and Service | 28,130 | 28,130 (1) | - | 28,130 |
| Net Changes in Fund Balances | (26,720) | (26,720) | 749 | 27,469 |
| FUND BALANCE, BEGINNING | <u>138,640</u> | <u>138,640</u> | <u>138,059</u> | <u>(581)</u> |
| FUND BALANCE, ENDING | <u>\$ 111,920</u> | <u>\$ 111,920</u> | <u>\$ 138,808</u> | <u>\$ 26,888</u> |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
CEMETERY IRREDUCIBLE FUND #408
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|--------------------------------|--------------------------|--------------------------|--------------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Sale of City Property | \$ 9,000 | \$ 9,000 | \$ 9,421 | \$ 421 |
| Interest Earnings | - | - | 82 | 82 |
| Total Revenues | <u>9,000</u> | <u>9,000</u> | <u>9,503</u> | <u>503</u> |
| FUND BALANCE, BEGINNING | <u>839,980</u> | <u>839,980</u> | <u>840,095</u> | <u>115</u> |
| FUND BALANCE, ENDING | <u><u>\$ 848,980</u></u> | <u><u>\$ 848,980</u></u> | <u><u>\$ 849,598</u></u> | <u><u>\$ 618</u></u> |

BUDGETARY COMPARISON SCHEDULES
Proprietary Funds

Pursuant to the provisions of Oregon Revised Statute, an individual schedule of revenues, expenditures, and changes in fund balances - budget and actual be displayed for each fund where legally adopted budgets are required.

Proprietary Budgetary Comparison schedules include the following:

- Public Works Improvement Fund #176
- Public Works Capital Reserve Fund #178
- Combined Sewer Overflow Operations
 - Combined Sewer Overflow Projects Fund #180
 - Combined Sewer Overflow Projects Fund #183
 - Combined Sewer Overflow Projects Fund #184
 - Combined Sewer Overflow Debt Service Fund #270
- Cemetery Fund #325
- Public Works Fund #301
- 17th Street Dock Fund #330
- Landfill Reserve Fund #305

**CITY OF ASTORIA, OREGON
PUBLIC WORKS IMPROVEMENT FUND #176
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|--|------------------|------------------|-------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Intergovernmental | \$ - | \$ 794,480 | \$ 231,995 | \$ (562,485) |
| Charges For Services | 1,146,120 | 1,146,120 | 1,146,120 | - |
| Interest Earnings | 2,000 | 2,000 | 2,018 | 18 |
| Miscellaneous | - | - | 72,507 | 72,507 |
| Total revenues | 1,148,120 | 1,942,600 | 1,452,640 | (489,960) |
| EXPENDITURES: | | | | |
| Personal Service | - | (1) | 2,253 | (2,253) |
| Materials and Service | 1,130,000 | 1,130,000 | (1) 927,516 | 202,484 |
| Capital Outlay | 247,000 | 1,441,480 | (1) 1,248,609 | 192,871 |
| Debt Service: | | | | |
| Principal | 510,350 | 510,350 | (2) 355,238 | 155,112 |
| Interest | 115,810 | 115,810 | (2) 132,080 | (16,270) |
| Contingency | 169,960 | 169,960 | (1) - | 169,960 |
| Total Expenditures | 2,173,120 | 3,367,600 | 2,665,696 | 701,904 |
| Revenues Over (Under) Expenditures | (1,025,000) | (1,425,000) | (1,213,056) | 211,944 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Loan Proceeds | | - | 838,475 | 838,475 |
| Transfers In | 75,000 | 475,000 | 431,341 | (43,659) |
| Transfers Out | (200,000) | (200,000) | (1) (215,520) | (15,520) |
| Total Other Financing Sources (Uses) | (125,000) | 275,000 | 1,054,296 | 779,296 |
| Net Changes in Fund Balances | (1,150,000) | (1,150,000) | (158,760) | 991,240 |
| FUND BALANCE, BEGINNING BUDGETARY BASIS | 1,150,000 | 1,150,000 | 818,528 | (331,472) |
| FUND BALANCE, ENDING BUDGETARY BASIS | \$ - | \$ - | \$ 659,768 | \$ 659,768 |

| | Revenues | Expenditures |
|---|---------------------|---------------------|
| Total Revenue and Expenditures Above | \$ 2,722,456 | \$ 2,881,216 |
| Fixed Asset Transfers In/Out | - | 1,798,188 |
| Expenditures Capitalized | - | (1,798,188) |
| Debt Service Principal Payments | - | (427,755) |
| Loan Classified as Debt | (838,475) | 3,794 |
| Total Revenues and Expenses - Generally Accepted Accounting Principles | \$ 1,883,981 | 2,457,255 |
| Change in Net Position | | \$ (573,274) |

- (1) Appropriation Level
(2) Debt Service is Appropriated together at \$450,370.

CITY OF ASTORIA, OREGON
PUBLIC WORKS CAPITAL RESERVE FUND #178
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|--|-------------|-------------|-------------------|------------------------------------|
| | Original | Final | | |
| EXPENDITURES: | | | | |
| Capital Outlay | 600,000 | 600,000 (1) | - | 600,000 |
| Total Expenditures | 600,000 | 600,000 | - | 600,000 |
| Revenues Over (Under) Expenditures | (600,000) | (600,000) | - | 600,000 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | \$ 200,000 | \$ 200,000 | \$ 200,000 | \$ - |
| FUND BALANCE, BEGINNING BUDGETARY BASIS | 400,000 | 400,000 | 400,000 | - |
| FUND BALANCE, ENDING BUDGETARY BASIS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 600,000</u> | <u>\$ 600,000</u> |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
COMBINED SEWER OVERFLOW OPERATIONS COMBINED
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
For the Fiscal Year Ended June 30, 2015

| | Combined Sewer Overflow Projects Fund #183 | Combined Sewer Overflow Projects Fund #180 | Combined Sewer Overflow Debt Service Fund #270 | Combined Sewer Overflow Projects Fund #184 | Total Combined Sewer Overflow Operations |
|--|--|--|--|--|--|
| REVENUES: | | | | | |
| Charges For Services | \$ - | \$ - | \$ 1,394,180 | \$ - | \$ 1,394,180 |
| Interest Earnings | 86 | 93 | 4,209 | 3 | 4,391 |
| Miscellaneous | 35,000 | - | - | - | 35,000 |
| Total Revenues | 35,086 | 93 | 1,398,389 | 3 | 1,433,571 |
| EXPENDITURES: | | | | | |
| Materials and Service | - | - | 49,903 | 290 | 50,193 |
| Capital Outlay | 80,047 | - | - | 1,487,039 | 1,567,086 |
| Debt Service: | | | | | |
| Principal | - | - | 749,638 | - | 749,638 |
| Interest | - | - | 496,482 | - | 496,482 |
| Total Expenditures | 80,047 | - | 1,296,023 | 1,487,329 | 2,863,399 |
| Revenues Over (Under) Expenditures | (44,961) | 93 | 102,366 | (1,487,326) | (1,429,828) |
| OTHER FINANCING SOURCES (USES): | | | | | |
| Loan Proceeds | 52,144 | - | - | 2,382,067 | 2,434,211 |
| Total Other Financing Sources (Uses) | 52,144 | - | - | 2,382,067 | 2,434,211 |
| Net Changes in Fund Balances | 7,183 | 93 | 102,366 | 894,741 | 1,004,383 |
| FUND BALANCE, BEGINNING BUDGETARY BASIS | 5,907 | 94,729 | 1,115,801 | (29,054) | 1,187,383 |
| FUND BALANCE, ENDING BUDGETARY BASIS | \$ 13,090 | \$ 94,822 | \$ 1,218,167 | \$ 865,687 | \$ 2,191,766 |

| | Revenues | Expenditures |
|---|---------------------|---------------------|
| Total Revenue and Expenditures Above | \$ 3,867,782 | \$ 2,863,399 |
| Debt Service Principal Payments | - | (749,638) |
| Fixed Asset and Debt Transfers In/Out | 2,434,211 | 3,990,501 |
| Expenditures Capitalized | - | (1,567,376) |
| Interest Revenue/Expense | - | (5,177) |
| Depreciation | - | 11,086 |
| Loan Classified as Debt | (2,434,211) | - |
| Total Revenues and Expenses - Generally Accepted Accounting Principles | \$ 3,867,782 | 4,542,795 |
| Change in Net Position | | \$ (675,013) |

**CITY OF ASTORIA, OREGON
 COMBINED SEWER OVERFLOW PROJECTS FUND #180
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|--|-------------|-------------|------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ - | \$ - | \$ 93 | \$ 93 |
| Total Revenues | - | - | 93 | 93 |
| EXPENDITURES: | | | | |
| Total Expenditures | - | - | - | - |
| Revenues Over (Under) Expenditures | - | - | 93 | 93 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Changes in Fund Balances | - | - | 93 | 93 |
| FUND BALANCE, BEGINNING BUDGETARY BASIS | | - | 94,729 | 94,729 |
| FUND BALANCE, ENDING BUDGETARY BASIS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 94,822</u> | <u>\$ 94,822</u> |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
COMBINED SEWER OVERFLOW PROJECTS FUND #184
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|--|-------------|-------------|-------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | - | - | 3 | 3 |
| Total revenues | 525,000 | 525,000 | 3 | (524,997) |
| EXPENDITURES: | | | | |
| Materials and Service | \$ 750,000 | \$ 750,000 | \$ 290 | \$ 749,710 |
| Capital Outlay | 4,933,000 | 4,933,000 | 1,487,039 | 3,445,961 |
| Total expenditures | 5,683,000 | 5,683,000 | 1,487,329 | 4,195,671 |
| Revenues over (under) expenditures | (5,158,000) | (5,158,000) | (1,487,326) | 3,670,674 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Loan Proceeds | 5,158,000 | 5,158,000 | 2,382,067 | (2,775,933) |
| Net changes in fund balances | - | - | 894,741 | 894,741 |
| FUND BALANCE, BEGINNING BUDGETARY BASIS | - | - | (29,054) | (29,054) |
| FUND BALANCE, ENDING BUDGETARY BASIS | \$ - | \$ - | \$ 865,687 | \$ 865,687 |

CITY OF ASTORIA, OREGON
COMBINED SEWER OVERFLOW PROJECTS FUND #183
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|--|----------------|----------------|------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ - | \$ - | \$ 86 | \$ 86 |
| Miscellaneous | - | - | 35,000 | 35,000 |
| Total Revenues | - | - | 35,086 | 35,086 |
| EXPENDITURES: | | | | |
| Personal Service | - | - | - | - |
| Materials and Service | - | (1) | - | - |
| Capital Outlay | 120,000 | 120,000 | (1) 80,047 | 39,953 |
| Debt Service: | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Total Expenditures | 120,000 | 120,000 | 80,047 | 39,953 |
| Revenues Over (Under) Expenditures | (120,000) | (120,000) | (44,961) | 75,039 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Loan Proceeds | 120,000 | 120,000 | 52,144 | (67,856) |
| Total Other Financing Sources (Uses) | 120,000 | 120,000 | 52,144 | (67,856) |
| Net Changes in Fund Balances | - | - | 7,183 | 7,183 |
| FUND BALANCE, BEGINNING BUDGETARY BASIS | - | - | 5,907 | 5,907 |
| FUND BALANCE, ENDING BUDGETARY BASIS | \$ - | \$ - | \$ 13,090 | \$ 13,090 |

| | Revenues | Expenditures |
|---------------------------------------|------------------|-----------------|
| Total Revenue and Expenditures Above | \$ 87,230 | \$ 80,047 |
| Fixed Asset and Debt Transfers In/Out | 52,144 | 68,961 |
| Expenditures Capitalized | | (80,047) |
| Depreciation and Amortization Expense | | 11,086 |
| Loan Classified as Debt | (52,144) | - |
| | \$ 87,230 | 80,047 |
| Change in Net Position | | \$ 7,183 |

(1) Appropriation Level

**CITY OF ASTORIA, OREGON
 COMBINED SEWER OVERFLOW DEBT SERVICE FUND #270
 SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|--|-------------------|-------------------|---------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Charges For Services | \$ 1,428,440 | \$ 1,428,440 | \$ 1,394,180 | \$ (34,260) |
| Interest Earnings | 4,500 | 4,500 | 4,209 | (291) |
| Total Revenues | <u>1,432,940</u> | <u>1,432,940</u> | <u>1,398,389</u> | <u>(34,551)</u> |
| EXPENDITURES: | | | | |
| Materials and Service | 49,850 | 49,850 (1) | 49,903 | (53) |
| Debt Service: | | | | |
| Principal | 906,560 | 906,560 (2) | 749,638 | 156,922 |
| Interest | 507,400 | 507,400 (2) | 496,482 | 10,918 |
| Contingency | 22,520 | 22,520 | - | 22,520 |
| Total Expenditures | <u>1,486,330</u> | <u>1,486,330</u> | <u>1,296,023</u> | <u>190,307</u> |
| Net Changes in Fund Balances | (53,390) | (53,390) | 102,366 | 155,756 |
| FUND BALANCE, BEGINNING BUDGETARY BASIS | <u>853,390</u> | <u>853,390</u> | <u>1,115,801</u> | <u>262,411</u> |
| FUND BALANCE, ENDING BUDGETARY BASIS | <u>\$ 800,000</u> | <u>\$ 800,000</u> | <u>\$ 1,218,167</u> | <u>\$ 418,167</u> |

(1) Appropriation Level
 (2) Debt Service is Appropriated together at \$1,061,010.

**CITY OF ASTORIA, OREGON
PUBLIC WORKS FUND #301
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance |
|--|------------------|------------------|---------------------|------------------------|
| | Original | Final | | Positive (Negative) |
| REVENUES: | | | | |
| Charges For Services | \$ 4,153,000 | \$ 4,153,000 | \$ 4,095,377 | \$ (57,623) |
| Interest Earnings | 2,000 | 2,000 | 3,924 | 1,924 |
| Miscellaneous | 50,000 | 50,000 | 15,180 | (34,820) |
| Total Revenues | 4,205,000 | 4,205,000 | 4,114,481 | (90,519) |
| EXPENDITURES: | | | | |
| Engineering | 1,001,580 | 1,001,580 (1) | 999,930 | 1,650 |
| Shop and yard | 432,560 | 432,560 (1) | 379,454 | 53,106 |
| Streets | 489,380 | 489,380 (1) | 490,051 | (671) |
| Sanitation | 61,090 | 61,090 (1) | 44,467 | 16,623 |
| Sewer | 1,056,950 | 1,056,950 (1) | 873,407 | 183,543 |
| Stormwater | 257,490 | 257,490 (1) | 154,587 | 102,903 |
| Water | 1,330,330 | 1,330,330 (1) | 1,313,733 | 16,597 |
| Contingency | 206,620 | 206,620 (1) | - | 206,620 |
| Total Expenditures | 4,836,000 | 4,836,000 | 4,255,629 | 580,371 |
| Revenues over (under) expenditures | (631,000) | (631,000) | (141,148) | 489,852 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers In | 510,000 | 510,000 | 469,965 | (40,035) |
| Transfers Out | (379,000) | (779,000) (1) | (779,000) | - |
| Total Other Financing Sources (Uses) | 131,000 | (269,000) | (309,035) | (40,035) |
| Net Changes in Fund Balances | (500,000) | (900,000) | (450,183) | 449,817 |
| FUND BALANCE, BEGINNING BUDGETARY BASIS | 500,000 | 900,000 | 2,622,791 | 1,722,791 |
| FUND BALANCE, ENDING BUDGETARY BASIS | \$ - | \$ - | \$ 2,172,608 | \$ 2,172,608 |

| | Revenues | Expenditures |
|---|---------------------|---------------------|
| Total Revenue and Expenditures Above | \$ 4,584,446 | \$ 5,034,629 |
| Fixed Asset Transfers In/Out | 3,829,764 | - |
| Depreciation and Amortization Expense | - | 1,511,806 |
| Interest Revenue/Expense | - | 2 |
| Net Pension Expense | - | (711,153) |
| Change in Net OPEB Obligation | - | 74,120 |
| Total Revenues and Expenses - Generally Accepted Accounting Principles | \$ 8,414,210 | 5,909,404 |
| Change in Net Position | - | \$ 2,504,806 |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
PUBLIC WORKS FUND #301
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|------------------------|---------------------|----------------------|---------------------|------------------------------------|
| | Original | Final | | |
| Engineering: | | | | |
| Personal Services | \$ 877,800 | \$ 877,800 | \$ 911,042 | \$ (33,242) |
| Materials and Services | 118,780 | 118,780 | 84,683 | 34,097 |
| Capital Outlay | 5,000 | 5,000 | 4,205 | 795 |
| Subtotal | <u>1,001,580</u> | <u>1,001,580</u> (1) | <u>999,930</u> | <u>1,650</u> |
| Shop and yard: | | | | |
| Personal Services | 301,060 | 301,060 | 284,132 | 16,928 |
| Materials and Services | 120,400 | 120,400 | 86,471 | 33,929 |
| Capital Outlay | 11,100 | 11,100 | 8,851 | 2,249 |
| Subtotal | <u>432,560</u> | <u>432,560</u> (1) | <u>379,454</u> | <u>53,106</u> |
| Streets: | | | | |
| Personal Services | 205,380 | 205,380 | 201,672 | 3,708 |
| Materials and Services | 284,000 | 284,000 | 288,379 | (4,379) |
| Subtotal | <u>489,380</u> | <u>489,380</u> (1) | <u>490,051</u> | <u>(671)</u> |
| Sanitation: | | | | |
| Personal Services | 39,290 | 39,290 | 1,862 | 37,428 |
| Materials and Services | 21,800 | 21,800 | 37,401 | (15,601) |
| Capital Outlay | | - | 5,204 | (5,204) |
| Subtotal | <u>61,090</u> | <u>61,090</u> (1) | <u>44,467</u> | <u>16,623</u> |
| Sewer: | | | | |
| Personal Services | 542,000 | 542,000 | 528,327 | 13,673 |
| Materials and Services | 505,950 | 505,950 | 336,836 | 169,114 |
| Capital Outlay | 9,000 | 9,000 | 8,244 | 756 |
| Transfers Out | 151,600 | 551,600 | 551,600 | - |
| Subtotal | <u>1,208,550</u> | <u>1,608,550</u> (1) | <u>1,425,007</u> | <u>183,543</u> |
| Stormwater | | | | |
| Personal Services | 125,640 | 125,640 | 63,356 | 62,284 |
| Materials and Services | 121,850 | 121,850 | 91,231 | 30,619 |
| Capital Outlay | 10,000 | 10,000 | | 10,000 |
| Subtotal | <u>257,490</u> | <u>257,490</u> (1) | <u>154,587</u> | <u>102,903</u> |
| Water: | | | | |
| Personal Services | 819,680 | 819,680 | 890,138 | (70,458) |
| Materials and Services | 495,300 | 495,300 | 411,059 | 84,241 |
| Capital Outlay | 15,350 | 15,350 | 12,536 | 2,814 |
| Transfers Out | 227,400 | 227,400 | 227,400 | - |
| Subtotal | <u>1,557,730</u> | <u>1,557,730</u> (1) | <u>1,541,133</u> | <u>16,597</u> |
| Total Expenditures | <u>\$ 5,008,380</u> | <u>\$ 5,408,380</u> | <u>\$ 5,034,629</u> | <u>\$ 373,751</u> |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
LANDFILL RESERVE FUND #305
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|--|-------------|-------------|------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Interest Earnings | \$ - | \$ - | \$ 387 | \$ 387 |
| Total Revenues | - | - | 387 | 387 |
| EXPENDITURES: | | | | |
| Total Expenditures | - | - | - | - |
| Revenues Over (Under) Expenditures | - | - | 387 | 387 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Changes in Fund Balances | - | - | 387 | 387 |
| FUND BALANCE, BEGINNING BUDGETARY BASIS | | - | 91,139 | 91,139 |
| FUND BALANCE, ENDING BUDGETARY BASIS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 91,526</u> | <u>\$ 91,526</u> |

(1) Appropriation Level

**CITY OF ASTORIA, OREGON
CEMETERY FUND #325
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015**

| | Budget | | Actual | Variance Positive (Negative) |
|--|--------------------|--------------------|-------------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Sale of City Property | \$ - | \$ - | \$ - | \$ - |
| EXPENDITURES: | | | | |
| Capital Outlay | 72,200 | 72,200 (1) | 30,440 | 41,760 |
| Contingency | | - (1) | - | - |
| Total Expenditures | <u>72,200</u> | <u>72,200</u> | <u>30,440</u> | <u>41,760</u> |
| FUND BALANCE, BEGINNING BUDGETARY BASIS | <u>72,200</u> | <u>72,200</u> | <u>70,588</u> | <u>(1,612)</u> |
| FUND BALANCE, ENDING BUDGETARY BASIS | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ 40,148</u></u> | <u><u>\$ 40,148</u></u> |

| | Revenues | Expenditures |
|--|-------------|---------------------------|
| Total Revenue and Expenditures Above | \$ - | \$ 30,440 |
| Fixed Asset Transfers In/Out | - | 14,135 |
| Expenditures Capitalized | - | (14,135) |
| Depreciation and Amortization Expense | - | 6,011 |
| Total Revenues and Expenses - Generally Accepted Accounting Principles | <u>\$ -</u> | <u>36,451</u> |
| Change in Net Position | | <u><u>\$ (36,451)</u></u> |

(1) Appropriation Level

CITY OF ASTORIA, OREGON
17TH STREET DOCK FUND #330
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|--|-------------------|-------------------|-------------------|------------------------------------|
| | Original | Final | | |
| REVENUES: | | | | |
| Intergovernmental | \$ 210,000 | \$ 210,000 | \$ 222,309 | \$ 12,309 |
| Charges For Services | 75,000 | 75,000 | 72,256 | (2,744) |
| Interest Earnings | 1,200 | 1,200 | 1,749 | 549 |
| Miscellaneous | 1,500 | 1,500 | | (1,500) |
| Total Revenues | 287,700 | 287,700 | 296,314 | 8,614 |
| EXPENDITURES: | | | | |
| Personal Service | 10,000 | 10,000 (1) | 11,920 | (1,920) |
| Materials and Service | 61,150 | 61,150 (1) | 17,108 | 44,042 |
| Capital Outlay | 175,000 | 175,000 (1) | | 175,000 |
| Debt Service: | | | | |
| Principal | - | - (2) | - | - |
| Interest | 36,420 | 36,420 (2) | 36,406 | 14 |
| Contingency | 60,000 | 60,000 (1) | - | 60,000 |
| Total Expenditures | 342,570 | 342,570 | 65,434 | 277,136 |
| Revenues Over (Under) Expenditures | (54,870) | (54,870) | 230,880 | 285,750 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers Out | (75,000) | (75,000) | (75,000) | - |
| Total Other Financing Sources (Uses) | (75,000) | (75,000) | (75,000) | - |
| Net Changes in Fund Balances | (129,870) | (129,870) | 155,880 | 285,750 |
| FUND BALANCE, BEGINNING BUDGETARY BASIS | 340,000 | 340,000 | 379,495 | 39,495 |
| FUND BALANCE, ENDING BUDGETARY BASIS | \$ 210,130 | \$ 210,130 | \$ 535,375 | \$ 325,245 |

| | Revenues | Expenditures |
|---|-------------------|--------------------|
| Total Revenue and Expenditures Above | \$ 296,314 | \$ 65,434 |
| Depreciation and Amortization Expense | - | 196,335 |
| Interest Revenue/Expense | - | 9,939 |
| Total Revenues and Expenses - Generally Accepted Accounting Principles | \$ 296,314 | 346,708 |
| Change in Net Position | | \$ (50,394) |

- (1) Appropriation Level
(2) Debt Service is Appropriated together at \$136,560.

CITY OF ASTORIA, OREGON
SCHEDULE OF PROPERTY TAX TRANSACTIONS AND OUTSTANDING BALANCES
For the Fiscal Year Ended June 30, 2015

GENERAL FUND #001

| Tax Year | Fiscal Year | Taxes Receivable 6/30/14 | Tax Levy | Tax Collected | Rebate | Interest | Net Paid | Sheriff's Assessment | Cancellations & Other | Taxes Receivable 6/30/2015 |
|----------|-------------|--------------------------|------------------|------------------|------------------|---------------|------------------|----------------------|-----------------------|----------------------------|
| 2014-15 | 6/30/2015 | | 5,537,137 | 5,180,787 | (139,491) | 4,088 | 5,045,385 | 1,133 | 14,420 | 203,572 |
| 2013-14 | 6/30/2014 | 218,863 | | 116,944 | 0 | 8,870 | 125,814 | 33 | 947 | 101,006 |
| 2012-13 | 6/30/2013 | 121,864 | | 56,398 | 0 | 10,835 | 67,234 | 0 | 689 | 64,776 |
| 2011-12 | 6/30/2012 | 78,200 | | 49,948 | 0 | 14,905 | 64,853 | 0 | 468 | 27,784 |
| 2010-11 | 6/30/2011 | 24,568 | | 16,694 | 0 | 5,457 | 22,151 | 0 | 537 | 7,336 |
| 2009-10 | 6/30/2010 | 7,359 | | 1,596 | 0 | 659 | 2,255 | 0 | 1,026 | 4,738 |
| 2008-09 | 6/30/09 | 5,686 | | 1,161 | 0 | 1,323 | 2,483 | 0 | 1,040 | 3,486 |
| Pr Yrs | Pr Yrs | 8,609 | | 939 | 0 | 1,016 | 1,955 | 0 | 2,505 | 5,165 |
| | | <u>465,149</u> | <u>5,537,137</u> | <u>5,424,467</u> | <u>(139,491)</u> | <u>47,153</u> | <u>5,332,129</u> | <u>1,166</u> | <u>21,631</u> | <u>417,863</u> |
| | | | | | | | | 60 Day Accrual | | <u>118,880</u> |
| | | | | | | | | | | <u>536,743</u> |

OTHER INFORMATION

CITY OF ASTORIA, OREGON
GENERAL FUND #001
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|-------------------------------|------------------|------------------|------------------|------------------------------------|
| | Original | Final | | |
| City Manager: | | | | |
| Personal Services | \$ 246,100 | \$ 246,100 | \$ 206,931 | \$ 39,169 |
| Materials and Services | 17,060 | 17,060 | 16,082 | 978 |
| Subtotal | <u>263,160</u> | <u>263,160</u> | <u>223,013</u> | <u>40,147</u> |
| City Attorney: | | | | |
| Materials and Services | 84,900 | 84,900 | 83,995 | 905 |
| Subtotal | <u>84,900</u> | <u>84,900</u> | <u>83,995</u> | <u>905</u> |
| Community Development: | | | | |
| Personal Services | 316,210 | 316,210 | 293,331 | 22,879 |
| Materials and Services | 57,350 | 57,350 | 41,197 | 16,153 |
| Subtotal | <u>373,560</u> | <u>373,560</u> | <u>334,528</u> | <u>39,032</u> |
| City Council: | | | | |
| Personal Services | 4,470 | 4,470 | 4,430 | 40 |
| Materials and Services | 8,750 | 8,750 | 5,488 | 3,262 |
| Subtotal | <u>13,220</u> | <u>13,220</u> | <u>9,918</u> | <u>3,302</u> |
| City Hall | | | | |
| Personal Services | 10,610 | 10,610 | 10,367 | 243 |
| Materials and Services | 40,850 | 40,850 | 37,302 | 3,548 |
| Subtotal | <u>51,460</u> | <u>51,460</u> | <u>47,669</u> | <u>3,791</u> |
| Municipal Court: | | | | |
| Personal Services | 53,500 | 53,500 | 60,330 | (6,830) |
| Materials and Services | 109,350 | 109,350 | 100,359 | 8,991 |
| Subtotal | <u>162,850</u> | <u>162,850</u> | <u>160,689</u> | <u>2,161</u> |
| Police Operations: | | | | |
| Personal Services | 2,034,910 | 2,034,910 | 1,990,164 | 44,746 |
| Materials and Services | 172,650 | 172,650 | 152,677 | 19,973 |
| Capital Outlay | 9,050 | 9,050 | 7,453 | 1,597 |
| Subtotal | <u>2,216,610</u> | <u>2,216,610</u> | <u>2,150,294</u> | <u>66,316</u> |

(1) Appropriation Level
Continued on next page

CITY OF ASTORIA, OREGON
GENERAL FUND #001
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2015

| | Budget | | Actual | Variance Positive (Negative) |
|-------------------------|---------------------|---------------------|---------------------|------------------------------------|
| | Original | Final | | |
| Fire Operations | | | | |
| Personal Services | 1,450,110 | 1,450,110 | 1,362,546 | 87,564 |
| Materials and Services | 235,930 | 235,930 | 201,310 | 34,620 |
| Capital Outlay | 17,550 | 17,550 | 17,078 | 472 |
| Subtotal | <u>1,703,590</u> | <u>1,703,590</u> | <u>1,580,934</u> | <u>122,656</u> |
| Finance: | | | | |
| Personal Services | 558,910 | 558,910 | 410,398 | 148,512 |
| Materials and Services | 80,970 | 80,970 | 65,099 | 15,871 |
| Capital Outlay | 5,500 | 5,500 | | 5,500 |
| Subtotal | <u>645,380</u> | <u>645,380</u> | <u>475,497</u> | <u>169,883</u> |
| Library: | | | | |
| Personal Services | 331,770 | 331,770 | 306,781 | 24,989 |
| Materials and Services | 125,370 | 125,370 | 103,691 | 21,679 |
| Capital Outlay | 1,500 | 1,500 | 162 | 1,338 |
| Subtotal | <u>458,640</u> | <u>458,640</u> | <u>410,634</u> | <u>48,006</u> |
| Non & Interdepartmental | | | | |
| Personal Services | 6,770 | 6,770 | 7,208 | (438) |
| Materials and Services | 660,210 | 660,210 | 660,396 | (186) |
| Subtotal | <u>666,980</u> | <u>666,980</u> | <u>667,604</u> | <u>(624)</u> |
| Total Expenditures | <u>\$ 6,640,350</u> | <u>\$ 6,640,350</u> | <u>\$ 6,144,775</u> | <u>\$ 495,575</u> |

(1) Appropriation Level
Continued from previous page

**REPORTS ON LEGAL AND
OTHER REGULATORY REQUIREMENTS**



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March 16, 2016

Independent Auditors' Report Required by Oregon State Regulations

We have audited the basic financial statements of the City of Astoria as of and for the year ended June 30, 2015, and have issued our report thereon dated March 16, 2016. 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 basic financial statements are free of material misstatement, we performed tests of 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 the basic 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).**
- **Programs funded from outside sources.**

In connection with our testing nothing came to our attention that caused us to believe the City of Astoria 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 as follows:

1. Expenditures exceeded appropriations as noted on page 28.

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 basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of the internal control 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.


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