

CITY OF LEBANON  
Linn County, Oregon

AUDIT REPORT

For the Year Ended  
June 30, 1982

Derle H. Olson  
CERTIFIED PUBLIC ACCOUNTANT  
CORVALLIS, OREGON 97330



**DERLE H. OLSON, C.P.A.**  
P.O. Box 985  
812 NW 4th  
Corvallis, Oregon 97330  
757-1128

The Honorable Robert G. Smith  
and members of the City Council  
City of Lebanon  
Lebanon, Oregon

In connection with my examination of the financial records of the City of Lebanon, I have made the following observations:

The City should continue to further develop a system to protect the City's interest as to its share of the uncollected taxes and any important assessment liens which it may have against foreclosed property. During these economic times, with lending institutions and counties foreclosing on property, this system is more important now than it has been in a long time.

During 1981-82 the City made expenditures prior to the adoption of transfers and supplemental budgets thereby overexpending their appropriations. This is in violation of Local Budget Law.

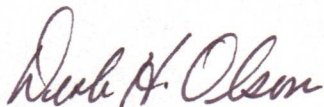
It was noted during the course of the audit that occasionally an expenditure was charged to materials and services, repairs and maintenance, which should have been charged to capital outlay.

The City needs to establish a fixed asset accounting system to meet state and federal compliance requirements.

I would be happy to meet with the Council or others designated by the Council to discuss any of these matters.

I appreciate the cooperation and assistance extended to me and my staff in the preparation of the audit report.

Yours very truly,



Derle H. Olson, CPA



DERLE H. OLSON, C.P.A.  
P.O. Box 985  
812 NW 4th  
Corvallis, Oregon 97339  
757-1128

John

October 20, 1983

The Honorable Robert G. Smith  
and Members of the City Council  
City of Lebanon  
Lebanon, Oregon

In connection with my examination of the financial records of the City of Lebanon, I would like to offer comments relative to my observations of the accounting procedures, controls and practices. The comments that follow are offered with the intent of strengthening the financial reporting system of the City.

The Finance Department has completed the implementation of automated General Ledger accounting system. Under the guidance of Nina Fintel, Chuck Begley, Tom Thomas and the Data General Users group, this system is now operating smoothly. This system has made our job easier in producing the necessary financial statements for the audit report.

Through the efforts of Chuck Begley and staff from the other City departments, the City now has an accurate automated Fixed Asset accounting system. The City's personnel assigned to the task of preparing the inventory have done an excellent job. Everyone should be commended for completing one of the most difficult tasks the City will have to undertake.

City staff still need to complete forms and procedures to account for transfers of Fixed Assets between departments. My firm has resources available to help in this area.

Again this year, the City had several violations of Local Budget Law by overspending appropriations. I realize that sometimes, time is of the essence, but Local Budget Law specifically states that the City can not obligate or spend any more money than is appropriated in its budget. This is the reason the City adopts their budget prior to June 30 of the preceding year. Transfers and supplemental budgets must be approved before overexpenditures occur. Taxpayers can file suit against the Mayor, Council and staff for repayment of these overexpenditures. I have given Nina Fintel a copy of the Porter vs. EWEB suit for your information.



City of Lebanon  
October 20, 1983  
Page two

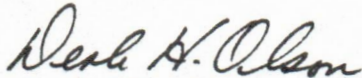
It was noted that some projects that were approved by Council during the year exceeded the estimated cost. Any material overruns should be reported to the Council for their approval.

As previously mentioned, these comments are offered in hopes that they will be a productive addition to the City's accounting and management information systems. The development of the General Ledger and Fixed Assets automated systems is an exciting change for the City and should produce better controls and information.

I have chosen to single out a few individuals in this letter. These should not, however, be to the exclusion of the many other people who "make the system work". I find the dedication, loyalty and conscientiousness of the City staff to be admirable. Their cooperation and assistance extended to me and my staff makes our job of auditing much more pleasant.

I would be happy to meet with the Council or others designated by Council to discuss any of these matters.

Yours very truly,

A handwritten signature in cursive script, reading "Derle H. Olson".

Derle H. Olson  
Certified Public Accountant



City of Lebanon  
COMPARATIVE BALANCE SHEET  
AMBULANCE FUND

	Year Ended	
	<u>June 30, 1983</u>	<u>June 30, 1982</u>
<u>ASSETS:</u>		
Cash	\$ (6,361)	\$ 41,514
Accounts Receivable		
Property Taxes	16	16
Service Charges	53,335	40,144
Fixed Assets	233,595	231,420
Accumulated Depreciation	<u>(93,371)</u>	<u>(77,215)</u>
Total Assets	<u>\$ 187,214</u>	<u>\$ 235,879</u>
<u>LIABILITIES:</u>		
Accounts Payable	<u>\$ 2,034</u>	<u>\$ 11,453</u>
Total Liabilities	<u>2,034</u>	<u>11,453</u>
<u>FUND BALANCES:</u>		
Reserved and Invested:		
Contributed Capital-Municipality	59,119	59,119
Contributed Capital-State and		
Federal Governments	107,026	107,026
Retained Earnings	<u>19,035</u>	<u>58,281</u>
Total Fund Balance	<u>185,180</u>	<u>224,426</u>
Total Liabilities and		
Fund Balance	<u>\$ 187,214</u>	<u>\$ 235,879</u>



City of Lebanon

COMPARATIVE STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN RETAINED EARNINGS

AMBULANCE FUNDS

	Year Ended	
	June 30, 1983	June 30, 1982
OPERATING REVENUE:		
Charges for Services	\$ 196,372	\$ 169,191
Miscellaneous Receipts	20	1,220
Total Operating Revenue	<u>\$ 196,392</u>	<u>\$ 170,411</u>
OPERATING EXPENSES:		
Personal Services	173,279	140,938
Materials and Services	33,219	31,505
Depreciation	20,567	16,905
Total Operating Expenses	<u>227,065</u>	<u>189,348</u>
NET OPERATING INCOME	<u>(30,673)</u>	<u>(18,937)</u>
NON-OPERATING INCOME:		
Interest on Investments	2,507	11,618
Transfer from Other Funds	30,000	35,000
Heart Thumper Trust	1,162	3,496
Sale of Equipment	-	1,529
Total Non-Operating Income	<u>33,669</u>	<u>51,643</u>
NON-OPERATING EXPENSE:		
Transfer to General Fund	<u>41,922</u>	<u>47,745</u>
Total Non-Operating Expense	<u>41,922</u>	<u>47,745</u>
NET INCOME (LOSS):	<u>(38,926)</u>	<u>(15,039)</u>
Retained Earnings-		
Beginning of Year	224,426	241,131
Less: Prior Period Adjustment	<u>(320)</u>	<u>(1,666)</u>
Adjusted Retained Earnings-		
Beginning of Year	<u>224,106</u>	<u>239,465</u>
Retained Earnings-		
End of Year	<u>\$ 185,180</u>	<u>\$ 224,426</u>



CITY OF LEBANON

Linn County, Oregon

AUDIT REPORT

For the Year Ended  
June 30, 1982



CITY OF LEBANON  
Linn County, Oregon  
June 30, 1982

CITY OFFICIALS

Mayor

Robert G. Smith, 111 Walker Rd. Lebanon

Council Members

Ronald T. Passmore, 274 Hobbs Street, Lebanon

Connie Camp, 3248 Columbine, Lebanon

Lyle Winters, 144 Second Street, Lebanon

John Richard, 593 E Isabella, Lebanon

Betty M. Collins, 659 East Sherman, Lebanon

Ronald E. Miller Jr., 1115 Franklin Street, Lebanon

City Administrator

James D. Thompson, 925 Main Street, Lebanon

Finance Director

Nina Fintel, 925 Main Street, Lebanon

City Attorney

Glen D. Baisinger, 884 Park Street, Lebanon



CITY OF LEBANON  
Linn County, Oregon

TABLE OF CONTENTS

	<u>Page</u>
Accountant's Report	
FINANCIAL STATEMENTS AND SCHEDULES	
Basic Financial Statements:	
Combined Balance Sheet - All Funds	2-5
Combined Statement of Revenues, Expenditures and Changes in Fund Balance - All Funds	6-7
Statement of Revenues, Expenditures and Changes in Fund Balance - General Fund	8-11
Special Revenue Funds:	
Combining Balance Sheet	12-13
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	14-15
Federal Revenue Sharing Fund	16
State Revenue Sharing Fund	17
Grant Funds	18-19
CETA Fund	20
State Tax and Road Fund	21
Foot and Bike Path Fund	22
Equipment Replacement and Acquisition Fund	23
Fire/Ambulance Equipment Fund	24
Park Improvement Fund	25
Sanitary Sewer Improvement Fund	26
Street Improvement Fund	27
Drainage Improvment Fund	28
Special Assessment Funds:	
Combining Balance Sheet	29
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	30
Public Improvement Fund	31
Bancroft Bond Fund	32
Statement of Revenues, Expenditures and Changes in Fund Balance - General Obligation Bond Fund	33
Capital Project Funds:	
Combining Balance Sheet	34
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	35
Capital Improvment Fund	36
Fire Hall Construction Fund	37
Sewer Plant Construction Fund	38
Enterprise Funds:	
Combining Balance Sheet	39
Ambulance Fund	40
Sewer Fund	41
Statement of Revenues and Expenses	42
Statement of Changes in Financial Position	43
Trust and Agency Funds:	
Combining Balance Sheet	44
Statement of Revenues, Expenditures and Changes in Fund Balance	45
Notes of Financial Statement	46-53



CITY OF LEBANON  
Linn County, Oregon

TABLE OF CONTENTS, Continued

	<u>Page</u>
SUPPLEMENTAL INFORMATION:	
Statement of Cash and Investments by Location	54
Statement of Property Taxes Receivable	55
Schedule of Assessments Receivable	56-57
Schedule of Bond Principal and Interest Transactions	58-59
Schedule of Future Bonded Debt Requirements	
General Obligation Bond Fund	60-61
Bancroft Bond Fund	62-63
Schedule of Insurance Coverage and Fidelity Bonds in Force	64-65
AUDIT COMMENTS AND DISCLOSURES REQUIRED BY STATE REGULATIONS:	
Introductory Comments	66
Accounting Records and Internal Control	67
Budget and Legal Compliance	68
Indebtness	68
Adequacy of Collateral Securing Depository Balances	68
Programs Funded by Other Governmental Units	69
Insurance and Fidelity Bond Coverage	69
Comments on Census Data	69
Pending Litigation	69

**DERLE H. OLSON, C.P.A.**  
P.O. Box 985  
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Corvallis, Oregon 97330  
757-1128

The Honorable Robert G. Smith, Mayor  
and members of the City Council  
City of Lebanon  
Lebanon, Oregon

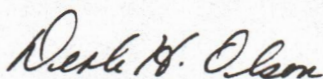
I have examined the basic financial statements of the various funds and account groups of the City of Lebanon, Oregon as listed in the table of contents for the year ended June 30, 1982. Except as explained in the following paragraph, my examination was made in accordance with generally accepted auditing standards and the Minimum Standards for Audits of Oregon Municipal Corporations and, accordingly, included such tests of the accounting records and such other auditing procedures as I considered necessary in the circumstances.

I have been unable to satisfy myself concerning a substantial portion of the cost or estimated cost of fixed assets recorded in the Sewer Service Fund and General Fixed Assets Account Group and the depreciation provision included in the results of operations of the Sewer Service and Ambulance Funds because detailed records and documentation of historical and estimated costs are not available. The City's records do not permit the application of adequate alternative procedures regarding the cost or estimated cost of fixed assets.

Since the City does not maintain adequate cost records for fixed assets, and I was unable to apply adequate alternative procedures regarding the cost of fixed assets and the depreciation provision, as noted in the preceding paragraph, I do not express an opinion on the financial statements of the Sewer Service Fund, Ambulance Fund and General Fixed Assets Account Group.

In my opinion, the aforementioned basic financial statements present fairly the financial position of all other fund types and the General Long Term Debt Account Group of the City of Lebanon, Oregon at June 30, 1982, the results of operations of such fund types and the changes in financial position of the Enterprise Funds for the year then ended in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

The financial statements referred to in the foregoing opinion are set forth on pages 2 to 53, inclusive, of this report. My examination was made primarily for the purpose of rendering an opinion on these basic financial statements, taken as a whole. The accompanying supplemental schedules and related information presented, and the "Total (Memorandum Only)" columns on the basic financial statements, are not necessary for a fair presentation of basic financial statements in accordance with generally accepted accounting principles, but are presented as additional analytical data. This information has been subjected to the tests and other audit procedures applied in the examination of the basic financial statements mentioned above and, in my opinion, except for data related to the Sewer Service Fund, Ambulance Fund and General Fixed Assets Account Group, upon whose financial statements I was unable to express an opinion, is fairly stated in all material respects in relation to the basic financial statements, taken as a whole.



Derle H. Olson  
Certified Public Accountant  
November 8, 1982



BASIC FINANCIAL STATEMENTS

CITY OF LEBANON  
Linn County, Oregon

COMBINED BALANCE SHEETS - ALL FUNDS AND ACCOUNT GROUPS  
June 30, 1982

<u>Assets and Other Debits</u>	<u>Total (Memor- andum only)</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>
Cash	\$ 2,135,730	\$ 503,629	\$ 704,042
Accounts Receivable:			
Assessments and Liens	603,402	-	-
Fines and Forfeitures	22,797	22,797	-
Property Taxes	242,566	187,507	3
Service Charges	88,161	-	-
SDC Assessments	11,760	-	11,760
Other	6,215	829	-
Due from Other Funds	14,848	-	-
Contract Receivable	19,025	19,025	-
Inventory	7,124	-	-
Prepaid Costs	6,773	-	-
Projects in Progress	224,787	-	-
Fixed Assets	11,307,429	-	-
Accumulated Depreciation	(897,040)	-	-
Amount Available in			
Debt Service Funds	13,715	-	-
Amount to be Provided for			
Retirement of Long-Term Debt	806,285	-	-
Total Assets and Other Debits	<u>\$14,613,577</u>	<u>\$ 733,787</u>	<u>\$ 715,805</u>

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



CITY OF LEBANON  
Linn County, Oregon

COMBINED BALANCE SHEETS - ALL FUNDS AND ACCOUNT GROUPS  
June 30, 1982

					<u>ACCOUNT GROUPS</u>	
<u>Special Assessment Funds</u>	<u>General Obligation Bond Fund</u>	<u>Capital Projects Funds</u>	<u>Enterprise Funds</u>	<u>Trust and Agency Funds</u>	<u>General Fixed Assets</u>	<u>General Long-Term Debt</u>
\$ 755,452	\$ 13,721	\$ 60,773	\$ 100,098	\$(1,985)	\$ -	\$ -
603,402	-	-	-	-	-	-
-	-	-	-	-	-	-
21,929	30,593	13	2,521	-	-	-
-	-	-	88,161	-	-	-
-	-	-	-	-	-	-
3,151	-	-	-	2,235	-	-
14,848	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	7,124	-	-
6,773	-	-	-	-	-	-
224,787	-	-	-	-	-	-
-	-	-	7,942,806	-	3,364,623	-
-	-	-	(897,040)	-	-	-
-	-	-	-	-	-	13,715
-	-	-	-	-	-	806,285
<u>\$1,630,342</u>	<u>\$ 44,314</u>	<u>\$ 60,786</u>	<u>\$7,236,546</u>	<u>\$ 7,374</u>	<u>\$ 3,364,623</u>	<u>\$ 820,000</u>

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

CITY OF LEBANON  
Linn County, Oregon

COMBINED BALANCE SHEETS - ALL FUNDS AND ACCOUNT GROUPS  
June 30, 1982

<u>Liabilities</u>	<u>Total (Memor- andum only)</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>
Current Liabilities:			
Accounts Payable	\$ 163,301	\$ 139,626	\$ 1,157
Notes Payable	34,000	34,000	-
Interest Payable	15,639	-	-
Due to Other Funds	14,848	14,848	-
Warrants Payable	204,134	-	-
Long Term Liabilities:			
Bonds Payable	1,925,000	-	-
Contract Payable	5,900	-	-
Total Current Liabilities	<u>2,362,822</u>	<u>188,474</u>	<u>1,157</u>
 <u>Reserves and Fund Balances</u>			
Reserved and Invested:			
Petty Cash Funds	390	390	-
Accounts Receivable	297,608	230,158	11,763
Inventory	7,124	-	-
Sewer Extension	46,358	-	-
Trust and Agency	(6,106)	-	-
Fixed Assets	3,364,623	-	-
Contributed Capital-Customers	2,787,929	-	-
Contributed Capital-Municipality	59,119	-	-
Contributed Capital-State and Federal Governments	3,451,338	-	-
Contributed Capital-Sewer Improvement Fund	91,210	-	-
Contributed Capital-Sewage Treatment Plant Construction Fund	1,128,476	-	-
Retained Earnings	(355,915)	-	-
Available for Appropriation	<u>1,378,601</u>	<u>314,765</u>	<u>702,885</u>
Total Fund Balance	<u>12,250,755</u>	<u>545,313</u>	<u>714,648</u>
 Total Liabilities, Reserves, Fund Balances and Retained Earnings	<u>\$14,613,577</u>	<u>\$ 733,787</u>	<u>\$ 715,805</u>

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



CITY OF LEBANON  
Linn County, Oregon

COMBINED BALANCE SHEETS - ALL FUNDS AND ACCOUNT GROUPS  
June 30, 1982

Special Assessment Funds	General Obligation Bond Fund	Capital Projects Funds	Enterprise Funds	Trust and Agency Funds	ACCOUNT GROUPS	
					General Fixed Assets	General Long-Term Debt
\$ 54	\$ -	\$ -	\$ 16,108	\$ 6,356	\$ -	\$ -
-	-	-	-	-	-	-
15,161	478	-	-	-	-	-
-	-	-	-	-	-	-
204,134	-	-	-	-	-	-
1,105,000	-	-	-	-	-	820,000
5,900	-	-	-	-	-	-
<u>1,330,249</u>	<u>478</u>	<u>-</u>	<u>16,108</u>	<u>6,356</u>	<u>-</u>	<u>820,000</u>
-	-	-	-	-	-	-
25,081	30,593	13	-	-	-	-
-	-	-	-	-	-	-
-	-	46,358	-	7,124	-	-
-	-	-	-	(6,106)	-	-
-	-	-	-	-	3,364,623	-
-	-	-	2,787,929	-	-	-
-	-	-	59,119	-	-	-
-	-	-	3,451,338	-	-	-
-	-	-	91,210	-	-	-
-	-	-	1,128,476	-	-	-
-	-	-	(355,915)	-	-	-
275,012	13,243	14,415	58,281	-	-	-
300,093	43,836	60,786	7,220,438	1,018	3,364,623	-
29		34	39	44		
<u>\$1,630,342</u>	<u>\$ 44,314</u>	<u>\$ 60,786</u>	<u>\$7,236,546</u>	<u>\$ 7,374</u>	<u>\$ 3,364,623</u>	<u>\$ 820,000</u>

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

CITY OF LEBANON  
Linn County, Oregon  
Combined Statement of Revenues, Expenditures and Changes in Fund Balance  
All Funds  
For The Fiscal Year Ended June 30, 1982

	Total (Memor- andum only)	General Fund	Special Revenue Funds
Revenues:			
Taxes	\$1,138,250	\$ 870,361	\$ -
Franchises	229,393	229,393	-
Licenses and Permits	15,572	15,572	-
Intergovernmental	121,242	121,242	-
Charges for Services	705,846	258,579	24,169
Fines and Forfeitures	101,561	79,192	-
Miscellaneous	74,235	63,194	5,525
Federal Allocation	260,900	-	256,565
State Allocation	215,092	-	215,092
Interest on Investments	278,167	83,883	117,709
81-82 LID's	34,544	-	-
Due from other funds	65,082	5,082	-
Sale of Property	12,479	200	4,750
Donations	3,496	-	-
Assessments			
Principal	211,957	-	-
Interest	76,046	-	-
Recorder's Account	3,913	-	-
Total Revenues	<u>3,547,775</u>	<u>1,726,698</u>	<u>623,810</u>
Expenditures:			
Personal Services	1,985,655	1,689,959	22,419
Materials and Services	695,095	448,042	10,749
Capital Outlay	291,361	10,211	55,400
Debt Services	448,092	2,380	827
Total Expenditures	<u>3,460,203</u>	<u>2,150,592</u>	<u>89,395</u>
Excess of Revenues over (under) Expenditures	<u>87,572</u>	<u>(423,894)</u>	<u>534,415</u>
Other Financing Sources (Uses):			
Transfers In	788,206	605,620	56,129
Transfers Out	(788,206)	(69,054)	(558,304)
Total Other Financing Sources (Uses)	<u>-</u>	<u>536,566</u>	<u>(502,175)</u>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	87,572	112,672	32,240
Fund Balance July 1, 1981	8,592,396	389,856	662,945
(Increase) Decrease in Current Liabilities	109,294	(13,837)	40,670
Increase (Decrease) in Current Assets	(217,372)	56,622	(21,741)
Increase in Projects in Progress	212,993	-	-
Decrease in Bonds and Coupons Payable	185,308	-	-
Depreciation	(97,737)	-	-
Increase (Decrease) in Fixed Assets	13,648	-	-
Prior Years Adjustment	-	-	504
Reserved Fund Balance	(7,507,501)	(230,548)	(11,733)
Available for Appropriation	<u>\$1,378,601</u>	<u>\$ 314,765</u>	<u>\$702,885</u>

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



CITY OF LEBANON  
Linn County, Oregon  
Combined Statement of Revenues, Expenditures and Changes in Fund Balance  
All Funds  
For The Fiscal Year Ended June 30, 1981

Special Assessment Funds	General Obligation Bond Fund	Capital Projects Fund	Trust/ Agency Funds	Enterprise Funds
\$ 120,366	\$ 134,247	\$ -	\$ -	\$ 13,276
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	423,098
-	-	-	22,369	-
3,530	-	-	-	1,986
-	-	-	4,335	-
-	-	-	-	-
23,564	702	10,800	(2,486)	43,995
34,544	-	-	-	-
-	-	60,000	-	-
-	-	-	-	7,529
-	-	-	-	3,496
211,957	-	-	-	-
76,046	-	-	-	-
-	-	-	3,913	-
<u>470,007</u>	<u>134,949</u>	<u>70,800</u>	<u>28,131</u>	<u>493,390</u>
1,209	-	-	-	272,068
22,356	-	-	32,892	181,056
212,993	-	-	-	12,757
315,013	154,678	15,194	-	-
<u>551,571</u>	<u>154,678</u>	<u>15,194</u>	<u>32,892</u>	<u>465,881</u>
(81,564)	(19,729)	55,606	(4,761)	27,499
20,000	20,179	-	-	86,278
(10,000)	-	(68,232)	(1,871)	(80,745)
<u>10,000</u>	<u>20,179</u>	<u>(68,232)</u>	<u>(1,871)</u>	<u>5,533</u>
(71,564)	450	(12,626)	(6,632)	33,032
145,908	28,421	118,219	2,533	7,244,514
57,100	6,229	15,194	1,704	2,234
(229,652)	8,736	(60,001)	3,917	24,747
212,993	-	-	-	-
185,308	-	-	-	-
-	-	-	-	(97,737)
-	-	-	-	13,648
-	-	-	(504)	-
(25,081)	(30,593)	(46,371)	(1,018)	(7,162,157)
<u>\$ 275,012</u>	<u>\$ 13,243</u>	<u>\$ 14,415</u>	<u>\$ -</u>	<u>\$ 58,281</u>

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

CITY OF LEBANON  
Linn County, Oregon  
Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - General Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Taxes:			
Current Year's Levy	\$ 830,062	\$ 820,168	\$ (9,894)
Prior Year's Levies	65,000	48,411	(16,589)
Franchise	221,000	229,393	8,393
Interest	-	1,782	1,782
Licenses and Permits:			
Building Permits	28,000	12,541	(15,459)
Amusement Machine Tax	1,200	1,975	775
Business Licenses	500	1,056	556
Intergovernmental:			
Liquor Tax	95,000	91,765	(3,235)
Cigarette Tax	25,000	27,288	2,288
Reimbursement for Police Service	1,000	709	(291)
Library, State Per Capita Aid	1,480	1,480	-
Charges for Services:			
Rural Fire District	253,333	253,333	-
Parking Meters	100	-	(100)
Maps and Ordinances	700	214	(486)
Planning Commission Service	2,000	1,295	(705)
Engineering Fees	10,000	879	(9,121)
Dial-A-Bus Contributions	2,000	2,364	364
Xerox Copies	-	494	494
Fines and Forfeitures:			
Fines and Bail Forfeitures	105,000	79,192	(25,808)
Miscellaneous:			
SAIF Dividend	-	20,065	20,065
Seed Growers Association	5,284	5,284	-
Property Rentals	3,900	3,960	60
Library Trust Fund	-	176	176
Interest on Investments	35,882	83,883	48,001
Insurance	6,834	-	(6,834)
Miscellaneous Receipts	10,500	13,642	3,142
Senior Center Miscellaneous Receipts	550	286	(264)
Miscellaneous Income - Fire	5,000	3,910	(1,090)
Miscellaneous Income - Library	6,500	9,970	3,470
Miscellaneous Income - Police Dept.	-	3,863	3,863
Sale of Property	2,000	2,038	38
Sale of Equipment	-	200	200
Due from Other Funds	-	5,082	5,082
Total Revenues	<u>1,717,825</u>	<u>1,726,698</u>	<u>8,873</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - General Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Expenditures:			
Legislative Department:			
Personal Services	\$ 9,710	\$ 6,059	\$ 3,651
Materials and Services	7,650	4,518	3,132
Total Legislative Department	<u>17,360</u>	<u>10,577</u>	<u>6,783</u>
Administrative Department:			
Personal Services	64,492	59,360	5,132
Materials and Services	5,815	4,217	1,598
Total Administrative Department	<u>70,307</u>	<u>63,577</u>	<u>6,730</u>
City Attorney:			
Personal Services	20,729	20,076	653
Materials and Services	4,000	3,000	1,000
Total City Attorney	<u>24,729</u>	<u>23,076</u>	<u>1,653</u>
Finance Department:			
Personal Services	106,978	88,955	18,023
Materials and Services	14,700	8,335	6,365
Capital Outlay	2,670	1,650	1,020
Total Finance Department	<u>124,348</u>	<u>98,940</u>	<u>25,408</u>
Library:			
Personal Services	70,804	68,032	2,772
Materials and Services	25,275	19,922	5,353
Capital Outlay	200	200	-
Total Library Department	<u>96,279</u>	<u>88,154</u>	<u>8,125</u>
Municipal Court:			
Materials and Services	21,880	20,056	1,824
Total Municipal Court Department	<u>21,880</u>	<u>20,056</u>	<u>1,824</u>
Senior Services Department:			
Personal Services	17,433	16,576	857
Materials and Services	13,625	9,702	3,923
Total Senior Services Department	<u>31,058</u>	<u>26,278</u>	<u>4,780</u>

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

CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - General Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Expenditures (continued):			
Community Development - Administration -			
Engineering - Planning - Building			
Personal Services	\$ 204,094	\$ 152,395	\$ 51,699
Materials and Services	18,018	17,976	42
Total Community Development -			
Administration - Engineering	<u>222,112</u>	<u>170,371</u>	<u>51,741</u>
Community Development - Parks:			
Personal Services	63,185	43,089	20,096
Materials and Services	16,720	10,871	5,849
Total Community Development-Parks	<u>79,905</u>	<u>53,960</u>	<u>25,945</u>
Community Development - Public Works:			
Personal Services	189,037	137,802	51,235
Materials and Services	65,250	53,195	12,055
Capital Outlay	7,966	7,965	1
Total Community Development-Public Works	<u>262,253</u>	<u>198,962</u>	<u>63,291</u>
Police Department:			
Personal Services	632,750	616,123	16,627
Materials and Services	81,845	64,449	17,396
Total Police Department	<u>714,595</u>	<u>680,572</u>	<u>34,023</u>
Communications Department:			
Personal Services	108,491	103,227	5,264
Materials and Services	750	69	681
Total Communications Department	<u>109,241</u>	<u>103,296</u>	<u>5,945</u>
Fire Department:			
Personal Services	349,667	352,014	(2,347)
Materials and Services	56,882	47,231	9,651
Services-Volunteer Section	28,180	26,251	1,929
Capital Outlay	396	396	-
Total Fire Department	<u>435,125</u>	<u>425,892</u>	<u>9,233</u>
Special Expenditures:			
Materials and Services	250,020	184,501	65,519
Debt Service	2,380	2,380	-
Total Special Expenditures	<u>252,400</u>	<u>186,881</u>	<u>65,519</u>
Total Expenditures	<u>2,461,592</u>	<u>2,150,592</u>	<u>311,000</u>
Excess of Revenues over (under)			
Expenditures	<u>(743,767)</u>	<u>(423,894)</u>	<u>319,873</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - General Fund

For the Fiscal Year Ended June 30, 1982

Other Financing Sources (Uses):

Transfer from Federal Revenue			
Sharing Fund	243,365	243,365	-
Transfer from Sewer Service Fund	33,000	33,000	-
Transfer from State Revenue			
Sharing Fund	64,876	64,876	-
Transfer from Ambulance Fund	37,745	37,745	-
Transfer from Public Improvement Fund	10,000	10,000	-
Transfer from State Tax & Road Fund	209,037	209,037	-
Transfer from CETA Fund	-	5,726	5,726
Transfer from XEROX Suspense Fund	-	1,521	1,521
Transfer from Records Account	-	350	350
Transfer to G.O. Bond Fund	(4,256)	(4,256)	-
Transfer to Public Improvement Fund	(20,000)	(20,000)	-
Transfer to Fire/Ambulance Equip. Fund	-	(44,798)	(44,798)
	<u>573,767</u>	<u>536,566</u>	<u>(37,201)</u>
Total Other Financing Sources (Uses)			
	<u>573,767</u>	<u>536,566</u>	<u>(37,201)</u>
Excess of Revenues and Other Sources			
over (under) Expenditures and Other			
Uses	(170,000)	112,672	282,672
Fund Balance July 1, 1981	170,000	389,856	219,856
Increase in Current Liabilities	-	(13,837)	(13,837)
Increase in Current Assets	-	56,622	56,622
Reserved Fund Balance	-	(230,548)	(230,548)
	<u>-</u>	<u>(230,548)</u>	<u>(230,548)</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 314,765</u>	<u>\$ 314,765</u>

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

CITY OF LEBANON  
Linn County, Oregon

COMBINING BALANCE SHEET - SPECIAL REVENUE FUNDS  
June 30, 1982

	Total (Memor- andum only)	Federal Revenue Sharing Fund	State Revenue Sharing Fund	Grant Fund	CETA Fund	State Tax and Road Fund
<u>Assets and Other Debits</u>						
Cash	\$ 704,042	\$ 100,756	\$ 7,043	\$10,162	\$ -	\$ 8,081
Accounts Receivable:						
Property Taxes	3	-	-	-	-	-
SDC Assessments	11,760	-	-	-	-	-
Total Assets and Other Debits	<u>\$ 715,805</u>	<u>\$ 100,756</u>	<u>\$ 7,043</u>	<u>\$10,162</u>	<u>\$ -</u>	<u>\$ 8,081</u>
<u>Liabilities and Fund Balances</u>						
Current Liabilities:						
Accounts Payable	\$ 1,157	\$ -	\$ -	\$ 1,157	\$ -	\$ -
Total Current Liabilities	<u>1,157</u>	<u>-</u>	<u>-</u>	<u>1,157</u>	<u>-</u>	<u>-</u>
Fund Balances:						
Reserved For:						
Accounts Receivable	11,763	-	-	-	-	-
Available for Appropriation	702,885	100,756	7,043	9,005	-	8,081
Total Fund Balances	<u>714,648</u>	<u>100,756</u>	<u>7,043</u>	<u>9,005</u>	<u>-</u>	<u>8,081</u>
Total Liabilities and Fund Balances	<u>\$ 715,805</u>	<u>\$ 100,756</u>	<u>\$ 7,043</u>	<u>\$10,162</u>	<u>\$ -</u>	<u>\$ 8,081</u>

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



CITY OF LEBANON  
Linn County, Oregon

COMBINING BALANCE SHEET - SPECIAL REVENUE FUNDS  
June 30, 1982

Foot and Bike Path Fund	Equipment Replacement and Acquisition Fund	Fire- Ambulance Equipment Fund	Park Improvement Fund	Sewer Improvement Fund	Street Improvement Fund	Drainage Improvement Fund
\$ 16,563 ✓	\$ 56,592 ✓	\$ 43,688 ✓	\$ 39,213 ✓	\$ 323,269 ✓	\$ 88,762 ✓	\$ 9,913 ✓
-	-	3	-	-	-	-
-	-	-	1,089	7,036	2,750	885
<u>\$ 16,563</u>	<u>\$ 56,592</u>	<u>\$ 43,691</u>	<u>\$ 40,302</u>	<u>\$ 330,305</u>	<u>\$ 91,512</u>	<u>\$ 10,798</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	3	1,089	7,036	2,750	885
<u>16,563</u>	<u>56,592</u>	<u>43,688</u>	<u>39,213</u>	<u>323,269</u>	<u>88,762</u>	<u>9,913</u>
✓ 16,563	✓ 56,592	✓ 43,691	✓ 40,302	✓ 330,305	✓ 91,512	✓ 10,798
<u>\$ 16,563</u>	<u>\$ 56,592</u>	<u>\$ 43,691</u>	<u>\$ 40,302</u>	<u>\$ 330,305</u>	<u>\$ 91,512</u>	<u>\$ 10,798</u>

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

CITY OF LEBANON  
Linn County, Oregon

Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Special Revenue Funds

For The Fiscal Year Ended June 30, 1982

	Total (Memor- andum only)	Federal Revenue Sharing Fund	State Revenue Sharing Fund	Grant Fund	CETA Fund
Revenues:					
Federal Allocation	\$ 256,565	\$ 227,224	\$ -	\$ 19,490	\$ 9,851
State Allocation	215,092	-	62,511	12,681	-
Interest on Investments	117,709	7,959	503	2,092	-
Sale of Equipment	4,750	-	-	-	-
Fees	24,169	-	-	-	-
Miscellaneous	5,525	196	-	5,059	-
Total Revenues	<u>623,810</u>	<u>235,379</u>	<u>63,014</u>	<u>39,322</u>	<u>9,851</u>
Expenditures:					
Personal Services	22,419	-	-	21,720	699
Materials and Services	10,749	-	-	8,166	-
Capital Outlay	55,400	-	-	-	-
Debt Service	827	-	-	827	-
Total Expenditures	<u>89,395</u>	<u>-</u>	<u>-</u>	<u>30,713</u>	<u>699</u>
Excess of Revenues over (under) Expenditures	<u>534,415</u>	<u>235,379</u>	<u>63,014</u>	<u>8,609</u>	<u>9,152</u>
Other Financing Sources (Uses):					
Transfers In	56,129	-	-	300	-
Transfers Out	(558,304)	(278,665)	(64,876)	-	(5,726)
Total Other Financing Sources (Uses)	<u>(502,175)</u>	<u>(278,665)</u>	<u>(64,876)</u>	<u>300</u>	<u>(5,726)</u>
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses	32,240	(43,286)	(1,862)	8,909	3,426
Fund Balance July 1, 1981	662,945	110,042	8,905	(731)	421
Increase in Current Assets	2,378	-	-	-	-
Decrease in Current Liabilities	40,670	34,000	-	827	5,843
Decrease in Current Assets	(24,119)	-	-	-	(9,690)
Prior Year Adjustment	504	-	-	-	-
Reserved Fund Balance	<u>(11,733)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Available for Appropriation	<u>\$ 702,885</u>	<u>\$ 100,756</u>	<u>\$ 7,043</u>	<u>\$ 9,005</u>	<u>\$ -</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Special Revenue Funds

For The Fiscal Year Ended June 30, 1982

State Tax and Road Fund	Foot and Bike Path Fund	Equipment Replacement Acquisition Fund	Fire- Ambulance Equipment Fund	Park Improvement Fund	Sanitary Sewer Improvement Fund	Street Improvement Fund	Drainage Improvement Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
138,501	1,399	-	-	-	-	-	-
2,620	3,077	11,315	203	7,458	63,326	17,329	1,827
-	-	4,750	-	-	-	-	-
-	-	-	-	1,651	16,244	4,100	2,174
70	-	200	-	-	-	-	-
<u>141,191</u>	<u>4,476</u>	<u>16,265</u>	<u>203</u>	<u>9,109</u>	<u>79,570</u>	<u>21,429</u>	<u>4,001</u>
-	-	-	-	-	-	-	-
-	-	-	-	250	1,533	550	250
-	-	34,495	1,589	3,479	12,350	3,037	450
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>34,495</u>	<u>1,589</u>	<u>3,729</u>	<u>13,883</u>	<u>3,587</u>	<u>700</u>
141,191	4,476	(18,230)	(1,386)	5,380	65,687	17,842	3,301
-	-	-	55,829	-	-	-	-
(209,037)	-	-	-	-	-	-	-
<u>(209,037)</u>	<u>-</u>	<u>-</u>	<u>55,829</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(67,846)	4,476	(18,230)	54,443	5,380	65,687	17,842	3,301
75,927	12,087	74,822	(11,255)	35,591	278,306	71,292	7,538
-	-	-	-	-	-	2,378	-
-	-	-	-	-	-	-	-
-	-	-	(1)	(669)	(13,688)	-	(71)
-	-	-	504	-	-	-	-
-	-	-	(3)	(1,089)	(7,036)	(2,750)	(855)
<u>\$ 8,081</u>	<u>\$ 16,563</u>	<u>\$ 56,592</u>	<u>\$ 43,688</u>	<u>\$ 39,213</u>	<u>\$ 323,269</u>	<u>\$ 88,762</u>	<u>\$ 9,913</u>
✓	✓	✓	✓				

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

CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Federal Revenue Sharing Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Federal Allocation	\$225,000	\$ 227,224	\$ 2,224
Interest on Investments	10,000	7,959	(2,041)
Miscellaneous	<u>-</u>	<u>196</u>	<u>196</u>
Total Revenues	<u>235,000</u>	<u>235,379</u>	<u>379</u>
Expenditures:			
Personal Services	5	-	5
Materials and Services	5	-	5
Capital Outlay	5	-	5
Operating Contingency	<u>84,685</u>	<u>-</u>	<u>84,685</u>
Total Expenditures	<u>84,700</u>	<u>-</u>	<u>84,700</u>
Excess of Revenues over (under) Expenditures	<u>150,300</u>	<u>235,379</u>	<u>85,079</u>
Other Financing Sources (Uses):			
Transfer to Ambulance Fund	(35,000)	(35,000)	-
Transfer to General Fund	(243,365)	(243,365)	-
Transfer to Grant Fund	<u>(300)</u>	<u>(300)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(278,665)</u>	<u>(278,665)</u>	<u>-</u>
Excess of Revenues over (under) Expenditures and Other Uses	(128,365)	(43,286)	85,079
Fund Balance July 1, 1981	128,365	110,042	(18,323)
Decrease in Current Liabilities	<u>-</u>	<u>34,000</u>	<u>34,000</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 100,756</u>	<u>\$ 100,756</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - State Revenue Sharing Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
State Allocation	\$ 60,000	\$ 62,511	\$ 2,511
Interest on Investment	100	503	403
Total Revenues	<u>60,100</u>	<u>63,014</u>	<u>2,914</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>64,876</u>	<u>64,876</u>	<u>-</u>
Total Other Uses	<u>64,876</u>	<u>64,876</u>	<u>-</u>
Excess of Revenues over (under) Other Uses	(4,776)	(1,862)	2,914
Fund Balance July 1, 1981	<u>4,776</u>	<u>8,905</u>	<u>4,129</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 7,043</u>	<u>\$ 7,043</u>

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

CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Actual - Grant Funds

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Grant Administration	\$ -	\$ -	\$ -
Total Grant Administration	<u>-</u>	<u>-</u>	<u>-</u>
Emergency Communications Grant:			
State Funds	-	4,215	4,215
Interest on Investments	-	102	102
Total Emergency Communications	<u>-</u>	<u>4,317</u>	<u>4,317</u>
Dial-A-Bus Grant:			
Federal Funds	14,296	13,112	(1,184)
Donations	5,058	5,059	1
Interest on Investments	-	825	825
Total Dial-A-Bus	<u>19,354</u>	<u>18,996</u>	<u>(358)</u>
FAU Street Overlay Grant:			
Federal Funds	225,280	-	(225,280)
State Funds	10,500	6,466	(4,034)
Interest on Investments	-	281	281
Total FAU Street Overlay	<u>235,780</u>	<u>6,747</u>	<u>(229,033)</u>
LCDC Planning Grant:			
State Funds	9,722	2,000	(7,222)
Interest on Investments	-	6	6
Total LCDC Planning	<u>9,722</u>	<u>2,006</u>	<u>(7,716)</u>
Sign Safety Grant:			
Federal Funds	-	6,378	6,378
Interest on Investments	-	878	878
Total Sign Safety	<u>-</u>	<u>7,256</u>	<u>7,256</u>
Weldwood Park Grant	-	-	-
Total Weldwood Park	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>264,856</u>	<u>39,322</u>	<u>(225,534)</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Actual - Grant Funds

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Expenditures:			
Grant Administration:	-	-	-
Total Grant Administration	-	-	-
Emergency Communications Grant:	-	-	-
Total Emergency Communications	-	-	-
Dial-A-Bus Grant:			
Personal Services	17,915	15,476	2,439
Debt Service	828	827	1
Total Dial-A-Bus	<u>18,743</u>	<u>16,303</u>	<u>2,440</u>
FAU Street Overlay Grant:			
Materials and Services	10,500	8,076	2,424
Capital Outlay	225,280	-	225,280
Total FAU Street Overlay	<u>235,780</u>	<u>8,076</u>	<u>227,704</u>
LCDC Planning Grant:			
Personal Services	11,505	6,244	5,261
Materials and Services	1,400	90	1,310
Total LCDC Planning	<u>12,905</u>	<u>6,334</u>	<u>6,571</u>
Sign Safety Grant:	-	-	-
Total Sign Safety	-	-	-
Weldwood Park Grant:	-	-	-
Total Weldwood Park	-	-	-
Total Expenditures	<u>267,428</u>	<u>30,713</u>	<u>236,715</u>
Excess of Revenues over (under) Expenditures	(2,572)	8,609	11,181
Other Financing Sources:			
Transfer from Revenue Sharing Fund	300	300	-
Fund Balance July 1, 1981	2,272	(731)	(3,003)
Decrease in Current Liabilities	-	827	827
Available for Appropriation	<u>\$ -</u>	<u>\$ 9,005</u>	<u>\$ 9,005</u>

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

CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - CETA Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Federal Reimbursements	\$113,770	\$ 9,851	\$ (103,919)
Total Revenue	<u>113,770</u>	<u>9,851</u>	<u>(103,919)</u>
Expenditures:			
Personal Services	112,770	699	112,071
Materials and Services	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Total Expenditures	<u>113,770</u>	<u>699</u>	<u>113,071</u>
Excess of Revenues over (under) Expenditures	<u>-</u>	<u>9,152</u>	<u>9,152</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>-</u>	<u>(5,726)</u>	<u>(5,726)</u>
Total Other Financing Sources	<u>-</u>	<u>(5,726)</u>	<u>(5,726)</u>
Excess of Revenues over (under) Expenditures and Other Financing Uses	-	3,426	3,426
Fund Balance July 1, 1981	-	421	421
Decrease in Payables	-	5,843	5,843
Decrease in Accounts Receivable	<u>-</u>	<u>(9,690)</u>	<u>(9,690)</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - State Tax and Road Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
State Vehicle Fuel Tax Allocation	\$140,000	\$ 138,501	\$ (1,499)
Interest on Investments	5,000	2,620	(2,380)
Miscellaneous Receipts	<u>100</u>	<u>70</u>	<u>(30)</u>
Total Revenues	<u>145,100</u>	<u>141,191</u>	<u>(3,909)</u>
Expenditures:			
Personal Services	5	-	5
Operating Contingency	<u>3,103</u>	<u>-</u>	<u>3,103</u>
Total Expenditures	<u>3,108</u>	<u>-</u>	<u>3,108</u>
Excess of Revenues over (under) Expenditures	<u>141,992</u>	<u>141,191</u>	<u>801</u>
Other Financing Sources (Uses):			
Transfer to General Fund	<u>(209,037)</u>	<u>(209,037)</u>	<u>-</u>
Excess of Revenues over (under) Expenditures and Other Financing Uses	(67,045)	(67,846)	(801)
Fund Balance at July 1, 1981	<u>67,045</u>	<u>75,927</u>	<u>8,882</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 8,081</u>	<u>\$ 8,081</u>

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

CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Foot and Bike Path Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
State Vehicle Fuel Tax Allocation	\$ 1,400	\$ 1,399	\$ (1)
Interest on Investments	<u>600</u>	<u>3,077</u>	<u>2,477</u>
Total Revenues	<u>2,000</u>	<u>4,476</u>	<u>2,476</u>
Expenditures:			
Capital Outlay	<u>12,939</u>	<u>-</u>	<u>12,939</u>
Total Expenditures	<u>12,939</u>	<u>-</u>	<u>12,939</u>
Excess of Revenues over (under) Expenditures	(10,939)	4,476	15,415
Fund Balance July 1, 1981	<u>10,939</u>	<u>12,087</u>	<u>1,148</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 16,563</u>	<u>\$ 16,563</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Equipment Replacement and Acquisition Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Interest on Investments	\$ 500	\$ 11,315	\$ 10,815
Sale of Equipment	-	4,750	4,750
Miscellaneous Revenue	-	200	200
Total	<u>500</u>	<u>16,265</u>	<u>15,765</u>
Expenditures:			
Capital Outlay	34,600	34,495	105
Operating Contingency	<u>15,383</u>	<u>-</u>	<u>15,383</u>
Total Expenditures	<u>49,983</u>	<u>34,495</u>	<u>15,488</u>
Excess of Revenues over (under) Expenditures	(49,483)	(18,230)	31,253
Fund Balance July 1, 1981	<u>49,483</u>	<u>74,822</u>	<u>25,339</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 56,592</u>	<u>\$ 56,592</u>

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

CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Fire/Ambulance Equipment Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Interest on Investments	<u>-</u>	<u>203</u>	<u>203</u>
Total Revenue	<u>-</u>	<u>203</u>	<u>203</u>
Expenditures:			
Capital Outlay	2,505	1,589	916
Operating Contingency	<u>7,500</u>	<u>-</u>	<u>7,500</u>
Total Expenditures	<u>10,005</u>	<u>1,589</u>	<u>8,416</u>
Excess of Revenues over (under) Expenditures	<u>(10,005)</u>	<u>(1,386)</u>	<u>8,619</u>
Other Financing Sources (Uses):			
Transfer to Ambulance Fund	10,000	10,000	-
Transfer from Fire Hall Construction Fund	-	1,031	1,031
Transfer from General Fund	<u>-</u>	<u>44,798</u>	<u>44,798</u>
Total Other Financing Sources (Uses):	<u>10,000</u>	<u>55,829</u>	<u>45,829</u>
Excess of Revenues over (under) Expenditures and Other Financing Sources	(5)	54,443	54,448
Fund Balance July 1, 1981	5	(11,255)	(11,260)
Decrease in Current Receivables	-	(1)	(1)
Prior Year Adjustment	-	504	504
Reserved Fund Balance	<u>-</u>	<u>(3)</u>	<u>(3)</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 43,688</u>	<u>\$ 43,688</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Park Improvement Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Park Improvement Fees	\$ 3,000	\$ 1,651	\$ (1,349)
Interest on Investments	<u>2,500</u>	<u>7,458</u>	<u>4,958</u>
Total Revenues	<u>5,500</u>	<u>9,109</u>	<u>3,609</u>
Expenditures:			
Materials and Services	250	250	-
Capital Outlay	3,600	3,479	121
Operating Contingency	<u>29,802</u>	<u>-</u>	<u>29,802</u>
Total Expenditures	<u>33,652</u>	<u>3,729</u>	<u>29,923</u>
Excess of Revenues over (under) Expenditures	(28,152)	5,380	33,532
Fund Balance July 1, 1981	28,152	35,591	7,439
Decrease in Accounts Receivable	-	(669)	(669)
Reserved Fund Balance	<u>-</u>	<u>(1,089)</u>	<u>(1,089)</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 39,213</u>	<u>\$ 39,213</u>

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

CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Sanitary Sewer Improvement Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Connection Charges	\$ 20,000	\$ 16,244	\$ (3,756)
Interest on Investments	<u>1,000</u>	<u>63,326</u>	<u>62,326</u>
Total Revenues	<u>21,000</u>	<u>79,570</u>	<u>58,570</u>
Expenditures:			
Materials and Services	2,285	1,533	752
Capital Outlay	13,100	12,350	750
Operating Contingency	<u>254,390</u>	<u>-</u>	<u>254,390</u>
Total Expenditures	<u>269,775</u>	<u>13,883</u>	<u>255,892</u>
Excess of Revenues over (under) Expenditures	(248,775)	65,687	314,462
Fund Balance July 1, 1981	248,775	278,306	29,531
Decrease in Accounts Receivable	-	(13,688)	(13,688)
Reserved Fund Balance	<u>-</u>	<u>(7,036)</u>	<u>(7,036)</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 323,269</u>	<u>\$ 323,269</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Street Improvement Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Street Improvement Fees	\$ 7,000	\$ 4,100	\$ (2,900)
Interest on Investments	<u>500</u>	<u>17,329</u>	<u>16,829</u>
Total Revenues	<u>7,500</u>	<u>21,429</u>	<u>13,929</u>
Expenditures:			
Materials and Services	550	550	-
Capital Outlay	3,138	3,037	101
Operating Contingency	<u>70,937</u>	<u>-</u>	<u>70,937</u>
Total Expenditures	<u>74,625</u>	<u>3,587</u>	<u>71,038</u>
Excess of Revenues over (under) Expenditures	(67,125)	17,842	84,967
Fund Balance July 1, 1981	67,125	71,292	4,167
Increase in Accounts Receivable	-	2,378	2,378
Reserved Fund Balance	<u>-</u>	<u>(2,750)</u>	<u>(2,750)</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 88,762</u>	<u>\$ 88,762</u>

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

CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Drainage Improvement Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Drainage Improvement Fees	\$ 1,500	\$ 2,174	\$ 674
Interest on Investments	<u>100</u>	<u>1,827</u>	<u>1,727</u>
Total Revenues	<u>1,600</u>	<u>4,001</u>	<u>2,401</u>
Expenditures:			
Materials and Services	250	250	-
Capital Outlay	550	450	100
Operating Contingency	<u>6,522</u>	<u>-</u>	<u>6,522</u>
Total Expenditures	<u>7,322</u>	<u>700</u>	<u>6,622</u>
Excess of Revenues over (under) Expenditures	(5,722)	3,301	9,023
Fund Balance July 1, 1981	5,722	7,538	1,816
Decrease in Receivables	-	(71)	(71)
Reserved Fund Balance	<u>-</u>	<u>(855)</u>	<u>(855)</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 9,913</u>	<u>\$ 9,913</u>

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



CITY OF LEBANON  
Linn County, Oregon

COMBINING BALANCE SHEET - SPECIAL ASSESSMENT FUNDS  
June 30, 1982

<u>Assets</u>	Total (Memor- andum only)	Public Improvement Fund	Bancroft Bond Fund
Cash	\$ 755,452	\$ 45,480 ✓	\$ 709,972 ✓
Accounts Receivable:			
Assessments	603,402	18,357	585,045
Property taxes	21,929	21,929	-
Miscellaneous	3,151	3,151	-
Due from General Fund	14,848	14,848	-
Prepaid Costs	6,773	6,773	-
Projects in Progress	224,787	224,787	-
 Total Assets	 <u>\$ 1,630,342</u>	 <u>\$ 335,325</u>	 <u>\$ 1,295,017</u>
 <u>Liabilities and Fund Balances</u>			
Current Liabilities:			
Accounts Payable	\$ 54	\$ 54	\$ -
Warrants Payable	204,134	204,134	-
Interest Payable			
Warrants	14,795	14,795	-
Matured Interest Coupons	366	-	366
Long Term Liabilities:			
Contract Payable	5,900	5,900	-
Bonds Payable	1,105,000	-	1,105,000
 Total Liabilities	 <u>1,330,249</u>	 <u>224,883</u>	 <u>1,105,366</u>
Fund Balances:			
Reserved for:			
Accounts Receivable	25,081	25,081	-
Available for Appropriation	275,012	85,361	189,651
 Total Fund Balances	 <u>300,093</u>	 <u>110,442</u> ✓	 <u>189,651</u> ✓
 Total Liabilities and Fund Balances	 <u>\$ 1,630,342</u>	 <u>\$ 335,325</u>	 <u>\$ 1,295,017</u>

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

CITY OF LEBANON  
Linn County, Oregon

Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Special Assessment Funds

For The Fiscal Year Ended June 30, 1982

	Total (Memor- andum only)	Public Improvement Fund	Bancroft Bond Fund
Revenues:			
Assessments:			
Principal	\$ 211,957	\$ 4,058	\$207,899
Interest	76,046	1,137	74,909
Interest on Investments	23,564	4,208	19,356
81-82 LID's	34,544	34,544	-
Urban Renewal-Taxes	120,366	120,366	-
Miscellaneous	3,530	3,530	-
Total Revenues	<u>470,007</u>	<u>167,843</u>	<u>302,164</u>
Expenditures:			
Personal Services	1,209	1,209	-
Materials and Services	22,356	22,356	-
Capital Outlay	212,993	212,993	-
Debt Services	315,013	60,000	255,013
Total Expenditures	<u>551,571</u>	<u>296,558</u>	<u>255,013</u>
Excess of Revenues over (under) Expenditures	<u>(81,564)</u>	<u>(128,715)</u>	<u>47,151</u>
Other Financing Sources (Uses):			
Transfers In	20,000	20,000	-
Transfers Out	(10,000)	(10,000)	-
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Excess of Revenues and Other Sources over (under) Expenditures	(71,564)	(118,715)	47,151
Fund Balance July 1, 1981	145,908	(24,345)	170,253
Decrease in Current Assets	(229,652)	(16,591)	(213,061)
Decrease in Current Liabilities	57,100	57,100	-
Increase in Projects in Progress	212,993	212,993	-
Decrease in Bonds/Coupons Payable	185,308	-	185,308
Reserved Fund Balance	(25,081)	(25,081)	-
Available for Appropriation	<u>\$ 275,012</u>	<u>\$ 85,361</u>	<u>\$189,651</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget and Actual - Public Improvement Fund

For The Fiscal Year Ended June 30, 1982

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Non Bonded Assessments:			
Principal	\$ 5,000	\$ 4,058	\$ (942)
Interest	500	1,137	637
Bancroft Bond Sale	750,000	-	(750,000)
Interest on Investments	-	4,208	4,208
81-82 LID	-	34,544	34,544
Urban Renewal	92,000	120,366	28,366
Miscellaneous Revenue	-	3,530	3,530
Total Revenues	<u>847,500</u>	<u>167,843</u>	<u>(679,657)</u>
Expenditures:			
Public Works			
Personal Services	2,187	1,209	978
Debt Services	20,000	20,000	-
Materials and Services	98,600	6,188	92,412
Capital Outlay	655,000	212,993	442,007
Operating Contingency	10,000	-	10,000
Total Public Works	<u>785,787</u>	<u>240,390</u>	<u>545,397</u>
Urban Renewal			
Personal Services	130	-	130
Material and Services	24,000	16,168	7,832
Capital Outlay	8,000	-	8,000
Debt Service	40,000	40,000	-
Total Urban Renewal	<u>72,130</u>	<u>56,168</u>	<u>15,962</u>
Total Expenditures	<u>857,917</u>	<u>296,558</u>	<u>561,359</u>
Excess of Revenues over (under) Expenditures	<u>(10,417)</u>	<u>(128,715)</u>	<u>(118,298)</u>
Other Financing Sources (Uses):			
Transfer from General Fund	20,000	20,000	-
Transfer to General Fund	(10,000)	(10,000)	-
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses	(417)	(118,715)	(118,298)
Fund Balance July 1, 1981	417	(24,345)	(24,762)
Decrease in Current Assets	-	(16,591)	(16,591)
Decrease in Current Liabilities	-	57,100	57,100
Issuance of Warrants Payable	-	212,993	212,993
Reserved Fund Balance	<u>-</u>	<u>(25,081)</u>	<u>(25,081)</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 85,361</u>	<u>\$ 85,361</u>

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

CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Bancroft Bond Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Bonded Assessments:			
Principal	\$ 65,000	\$ 207,899	\$ 142,899
Interest	23,804	74,909	51,105
Interest on Investments	18,500	19,356	856
Total Revenues	<u>107,304</u>	<u>302,164</u>	<u>194,860</u>
Expenditures:			
Debt Service	<u>279,706</u>	<u>255,013</u>	<u>24,693</u>
Total Expenditures	<u>279,706</u>	<u>255,013</u>	<u>24,693</u>
Excess of Revenues over (under) Expenditures	(172,402)	47,151	219,553
Fund Balance July 1, 1981	172,402	170,253	(2,149)
Decrease in Accounts Receivable	-	(213,061)	(213,061)
Decrease in Bonds and Coupons Payable	-	185,308	185,308
Available for Appropriation	<u>\$ -</u>	<u>\$ 189,651</u>	<u>\$ 189,651</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - General Obligation Bond Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Taxes:			
Current Year's Levy	\$ 125,842	\$ 124,737	\$ (1,105)
Prior Year's Levies	10,000	9,228	(772)
Interest on Taxes	-	282	282
Interest on Investments	-	702	702
Total Revenues	<u>135,842</u>	<u>134,949</u>	<u>(893)</u>
Expenditures:			
Debt Service	<u>152,706</u>	<u>154,678</u>	<u>(1,972)</u>
Total Expenditures	<u>152,706</u>	<u>154,678</u>	<u>(1,972)</u>
Excess of Revenues over (under) Expenditures	<u>(16,864)</u>	<u>(19,729)</u>	<u>(2,865)</u>
Other Financing Sources (Uses):			
Transfer from Capital Improvement Fund	15,923	15,923	-
Transfer from General Fund	<u>4,256</u>	<u>4,256</u>	<u>-</u>
Total Other Financing Sources	<u>20,179</u>	<u>20,179</u>	<u>-</u>
Excess of Revenues and Other Financing Sources over Expenditures	3,315	450	(2,865)
Fund Balance July 1, 1981	(3,315)	28,421	31,736
Increase in Current Assets	-	8,736	8,736
Decrease in Current Liabilities	-	6,229	6,229
Reserved Fund Balance	<u>-</u>	<u>(30,593)</u>	<u>(30,593)</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 13,243</u>	<u>\$ 13,243</u>

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

CITY OF LEBANON  
Linn County, Oregon

COMBINING BALANCE SHEET - CAPITAL PROJECTS FUNDS  
June 30, 1982

<u>Assets</u>	Total (Memor- andum only)	Capital Improvement Fund	Fire Hall Construction Fund	Sewage Treat- ment Plant Construction Fund
Cash	\$ 60,773	\$ 60,773	\$ -	\$ -
Accounts Receivable:				
Property Taxes	13	13	-	-
Other	-	-	-	-
	<u>        </u>	<u>        </u>	<u>        </u>	<u>        </u>
Total Assets	<u>\$ 60,786</u>	<u>\$ 60,786</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Liabilities and Fund Balances</u>				
Current Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
	<u>        </u>	<u>        </u>	<u>        </u>	<u>        </u>
Total Current Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Reserved For:				
Accounts Receivable	13	13	-	-
Sewer Extension	46,358	46,358	-	-
Available for Appropriation	14,415	14,415	-	-
	<u>        </u>	<u>        </u>	<u>        </u>	<u>        </u>
Total Fund Balances	<u>60,786</u>	<u>60,786</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 60,786</u>	<u>\$ 60,786</u>	<u>\$ -</u>	<u>\$ -</u>

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



CITY OF LEBANON  
Linn County, Oregon

Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Capital Projects Funds

For The Fiscal Year Ended June 30, 1982

	Total (Memor- andum only)	Capital Improvement Fund	Fire Hall Construction Fund	Sewage Treatment Plant Construction Fund
Revenues:				
Interest on Investments	\$ 10,800	\$ 10,800	\$ -	\$ -
Due from Other Funds	<u>60,000</u>	<u>60,000</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>70,800</u>	<u>70,800</u>	<u>-</u>	<u>-</u>
Expenditures:				
Materials and Services	-	-	-	-
Debt Services	<u>15,194</u>	<u>-</u>	<u>-</u>	<u>15,194</u>
Total Expenditures	<u>15,194</u>	<u>-</u>	<u>-</u>	<u>15,194</u>
Excess of Revenues over (under) Expenditures	55,606	70,800	-	(15,194)
Other Financing (Uses):				
Transfers Out	<u>(68,232)</u>	<u>(15,923)</u>	<u>(1,031)</u>	<u>(51,278)</u>
Excess of Revenues over (under) Expenditures and Other Financing Uses	(12,626)	54,877	(1,031)	(66,472)
Fund Balance July 1, 1981	118,219	65,910	1,031	51,278
Decrease in Current Liabilities	15,194	-	-	15,194
Decrease in Current Assets	(60,001)	(60,001)	-	-
Reserved Fund Balance	<u>(46,371)</u>	<u>(46,371)</u>	<u>-</u>	<u>-</u>
Available for Appropriation	<u>\$ 14,415</u>	<u>\$ 14,415</u>	<u>\$ -</u>	<u>\$ -</u>

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

CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Capital Improvement Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Due from Other Funds	\$ 60,000	\$ 60,000	\$ -
Interest on Investments	<u>55</u>	<u>10,800</u>	<u>10,745</u>
Total Revenues	<u>60,055</u>	<u>70,800</u>	<u>10,745</u>
Expenditures:			
Capital Outlay	100	-	100
Operating Contingency	<u>49,546</u>	<u>-</u>	<u>49,546</u>
Total Expenditures	<u>49,646</u>	<u>-</u>	<u>49,646</u>
Excess of Revenues over (under) Expenditures	10,409	70,800	60,391
Other Financing Sources (Uses):			
Transfers to General Obligation Debt Fund	<u>(15,923)</u>	<u>(15,923)</u>	<u>-</u>
Excess of Revenues over (under) Expenditures and Other Sources Uses	(5,514)	54,877	60,391
Fund Balance July 1, 1981	5,514	65,910	60,396
Decrease in Current Receivables	-	(60,001)	(60,001)
Reserved Fund Balance	<u>-</u>	<u>(46,371)</u>	<u>(46,371)</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ 14,415</u>	<u>\$ 14,415</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Fire Hall Construction Fund

For the Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Total Revenues	\$ -	\$ -	\$ -
Total Expenditures	-	-	-
Excess of Revenues over (under) Expenditures	-	-	-
Other Financing Sources (Uses): Transfer to Fire/Ambulance Equipment Fund	(1,031)	1,031	-
Excess of Revenues over (under) Expenditures and Other Uses	(1,031)	(1,031)	-
Fund Balance July 1, 1981	1,031	1,031	-
Available for Appropriation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Sewer Plant Construction Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Interest on Investments	<u>50</u>	<u>-</u>	<u>(50)</u>
Total Revenues	<u>50</u>	<u>-</u>	<u>(50)</u>
Expenditures:			
Debt Service	<u>15,194</u>	<u>15,194</u>	<u>-</u>
Operating Contingency	<u>50</u>	<u>-</u>	<u>50</u>
Total Expenditures	<u>15,244</u>	<u>15,194</u>	<u>50</u>
Excess of Revenues over (under) Expenditures	<u>(15,194)</u>	<u>(15,194)</u>	<u>-</u>
Other Financing Sources (Uses):			
Transfer to Sewer Fund	<u>(51,278)</u>	<u>(51,278)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(51,278)</u>	<u>(51,278)</u>	<u>-</u>
Excess of Revenues over (under) Expenditures and Other Uses	<u>(66,472)</u>	<u>(66,472)</u>	<u>-</u>
Fund Balance July 1, 1981	<u>66,472</u>	<u>51,278</u>	<u>(15,194)</u>
Decrease in Current Liabilities	<u>-</u>	<u>15,194</u>	<u>15,194</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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



CITY OF LEBANON  
Linn County, Oregon

COMBINING BALANCE SHEET - ENTERPRISE FUNDS  
June 30, 1982

<u>Assets and Other Debits</u>	Total (Memor- andum only)	Ambulance Fund	Sewer Service Fund
Cash	\$ 100,098	\$ 41,514 ✓	\$ 58,584 ✓
Accounts Receivable:			
Property Taxes	2,521	16	2,505
Service Charges	88,161	40,144	48,017
Fixed Assets	7,942,806	231,420	7,711,386
Accumulated Depreciation	(897,040)	(77,215)	(819,825)
Total Assets and Other Debits	<u>\$ 7,236,546</u>	<u>\$ 235,879</u>	<u>\$ 7,000,667</u>
 <u>Liabilities</u>			
Current Liabilities:			
Accounts Payable	\$ 16,108	\$ 11,453	\$ 4,655
Total Current Liabilities	<u>16,108</u>	<u>11,453</u>	<u>4,655</u>
 <u>Fund Balances</u>			
Reserved and Invested:			
Contributed Capital-Customers	2,787,929	-	2,787,929
Contributed Capital-Municipality	59,119	59,119	-
Contributed Capital-State and Federal Governments	3,451,338	107,026	3,344,312
Contributed Capital-Sewer Improvement Fund	91,210	-	91,210
Contributed Capital-Sewage Treatment Plant Construction Fund	1,128,476	-	1,128,476
Retained Earnings	(297,634)	58,281	(355,915)
Total Fund Balance	<u>7,220,438</u>	<u>224,426</u>	<u>6,996,012</u>
 Total Liabilities, and Retained Earnings	 <u>\$ 7,236,546</u>	 <u>\$ 235,879</u>	 <u>\$ 7,000,667</u>

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

CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Retained Earnings  
Budget and Actual - Ambulance Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Charges for Services:			
Current Service Charges	\$ 120,000	\$ 125,386	\$ 5,386
Delinquent Service Charges	1,500	2,991	1,491
Rural Fire District	35,000	35,000	-
Miscellaneous:			
Sale of Equipment	-	1,529	1,529
Miscellaneous	-	1,220	1,220
Interest on Investments	1,000	11,618	10,618
Heart Thumper Trust	4,350	3,496	(854)
Total Revenues	<u>161,850</u>	<u>181,240</u>	<u>19,390</u>
Expenditures:			
Personal Services	143,591	140,938	2,653
Materials and Services	39,214	31,505	7,709
Capital Outlay	4,638	4,638	-
Total Expenditures	<u>187,443</u>	<u>177,081</u>	<u>10,362</u>
Excess of Revenues over (under) Expenditures	<u>(25,593)</u>	<u>4,159</u>	<u>29,752</u>
Other Financing Sources (Uses):			
Transfer from Federal Revenue Sharing Fund	35,000	35,000	-
Transfer to Fire/Ambulance Equipment Fund	(10,000)	(10,000)	-
Transfer to General Fund	(37,745)	(37,745)	-
Total Other Financing Sources (Uses)	<u>(12,745)</u>	<u>(12,745)</u>	<u>-</u>
Excess of Revenues over (under) Expenditures and Other Uses	<u>(38,338)</u>	<u>(8,586)</u>	<u>29,752</u>
Fund Balance July 1, 1981	38,338	241,131	202,793
Increase in Fixed Assets	-	2,972	2,972
Increase in Current Assets	-	5,814	5,814
Depreciation	-	(16,905)	(16,905)
Reserved Fund Balance	-	(166,145)	(166,145)
Available for Appropriation	<u>\$ -</u>	<u>\$ 58,281</u>	<u>\$ 58,281</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Sewer Service Fund

For The Fiscal Year Ended June 30, 1982

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Sewer Service Charges	\$ 344,536	\$ 259,721	\$ (84,815)
Sewer Certified	2,000	13,276	11,276
Interest on Investments	5,000	32,377	27,377
Miscellaneous Receipts	1,000	766	(234)
Sale of Assets	-	6,000	6,000
Total Revenues	<u>352,536</u>	<u>312,140</u>	<u>(40,396)</u>
Expenditures:			
Sewer Service			
Personal Services	104,746	104,365	381
Materials and Services	194,173	147,379	46,794
Capital Outlay	14,650	8,119	6,531
Operating Contingency	129	-	129
Total Sewer Services	<u>313,698</u>	<u>259,863</u>	<u>53,835</u>
Line Maintenance			
Personal Services	28,455	26,765	1,690
Materials and Services	15,125	2,172	12,953
Total Line Maintenance	<u>43,580</u>	<u>28,937</u>	<u>14,643</u>
Total Expenditures	<u>357,278</u>	<u>288,800</u>	<u>68,478</u>
Excess of Revenues over (under) Expenditures	<u>(4,742)</u>	<u>23,340</u>	<u>28,082</u>
Other Financing Sources (Uses):			
Transfer from WWTP Construction Fund	51,278	51,278	-
Transfer to General Fund	(33,000)	(33,000)	-
Total Other Financing Sources (Uses)	<u>18,278</u>	<u>18,278</u>	<u>-</u>
Excess of Revenues over (under) Expenditures and Other Uses	13,536	41,618	28,082
Fund Balance July 1, 1981	(13,536)	7,003,383	7,016,919
Increase in Fixed Assets	-	10,676	10,676
Increase in Current Assets	-	18,933	18,933
Decrease in Current Liabilities	-	2,234	2,234
Depreciation	-	(80,832)	(80,832)
Reserved Fund Balance	-	(6,996,012)	(6,996,012)
Available for Appropriation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

CITY OF LEBANON  
Linn County, Oregon

STATEMENT OF REVENUE AND EXPENSES  
ENTERPRISE FUNDS

	AMBULANCE FUND	SEWER SERVICE FUND	Year Ended	
			June 30, 1982	June 30, 1981
OPERATING REVENUE:				
Charges for services	\$ 169,191	\$ 294,164	\$ 463,355	\$ 399,401
Miscellaneous Receipts	<u>1,220</u>	<u>766</u>	<u>1,986</u>	<u>5,791</u>
Total Operating Revenue	<u>170,411</u>	<u>294,930</u>	<u>465,341</u>	<u>405,192</u>
OPERATING EXPENSES:				
Personal Services	140,938	131,130	272,068	229,372
Materials and Services	31,505	149,551	181,056	150,056
Depreciation	<u>16,905</u>	<u>80,832</u>	<u>97,737</u>	<u>94,070</u>
Total Operating Expenses	<u>189,348</u>	<u>361,513</u>	<u>550,861</u>	<u>473,498</u>
NET OPERATING INCOME:	<u>(18,937)</u>	<u>(66,583)</u>	<u>(85,520)</u>	<u>(68,306)</u>
NON-OPERATING INCOME:				
Interest on Investments	11,618	32,377	43,995	15,482
Property Taxes	-	-	-	1
Transfer from Other Funds	35,000	51,278	86,278	50,000
Heart Thumper Trust	3,496	-	3,496	2,995
Sale of Equipment	<u>1,529</u>	<u>(3,792)</u>	<u>(2,263)</u>	<u>-</u>
Total Non-Operating Income	<u>51,643</u>	<u>79,863</u>	<u>131,506</u>	<u>68,478</u>
NON-OPERATING EXPENSE:				
Transfer to General Fund	<u>47,745</u>	<u>33,000</u>	<u>80,745</u>	<u>60,371</u>
Total Non-Operating Expense	<u>47,745</u>	<u>33,000</u>	<u>80,745</u>	<u>60,371</u>
NET INCOME (LOSS):	<u>(15,039)</u>	<u>(19,720)</u>	<u>(34,759)</u>	<u>(60,199)</u>
Fixed Assets Contributed by Other Funds	<u>-</u>	<u>12,349</u>	<u>12,349</u>	<u>(15,909)</u>
	<u>(15,039)</u>	<u>(7,371)</u>	<u>(22,410)</u>	<u>(76,108)</u>
Retained Earnings - Beginning of Year	241,131	7,003,383	7,244,514	7,320,622
Less: Prior Accumulated Depreciation	<u>(1,666)</u>	<u>-</u>	<u>(1,666)</u>	<u>-</u>
Adjusted Retained Earnings - Beginning of Year	<u>239,465</u>	<u>7,003,383</u>	<u>7,242,848</u>	<u>7,320,622</u>
Retained Earnings - End of Year	<u>\$ 224,426</u>	<u>\$ 6,996,012</u>	<u>\$ 7,220,438</u>	<u>\$ 7,244,514</u>

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



CITY OF LEBANON  
Linn County, Oregon

STATEMENT OF CHANGE IN FINANCIAL POSITION  
ENTERPRISE FUNDS

	AMBULANCE FUND	SEWER SERVICE FUND	Year Ended	
			June 30, 1982	June 30, 1981
SOURCES OF WORKING CAPITAL:				
Operations:				
Net Income	\$ (15,039)	\$ (19,720)	\$ (34,759)	\$ (60,199)
Item not requiring Working Capital-Depreciation	<u>16,905</u>	<u>80,832</u>	<u>97,737</u>	<u>94,070</u>
Working Capital Provided by Operations	1,866	61,112	62,978	33,871
Basis of Fixed Assets Sold	<u>-</u>	<u>9,790</u>	<u>9,790</u>	<u>-</u>
Total Sources of Working Capital	1,866	70,902	72,768	33,871
USES OF WORKING CAPITAL:				
Acquisition of fixed assets	<u>(4,638)</u>	<u>(8,119)</u>	<u>(12,757)</u>	<u>(56,806)</u>
NET INCREASE (DECREASE) IN WORKING CAPITAL	<u>\$ (2,772)</u>	<u>\$ 62,783</u>	<u>\$ 60,011</u>	<u>\$ (22,935)</u>
CHANGES IN WORKING CAPITAL COMPONENTS:				
Cash	\$ (7,727)	\$ 31,824	\$ 24,097	\$ (65,673)
Accounts Receivable	5,814	18,932	24,746	1,631
Accounts Payable	(859)	(9,793)	8,934	(19,630)
Deferred Revenue	<u>-</u>	<u>2,234</u>	<u>2,234</u>	<u>60,737</u>
NET INCREASE (DECREASE) IN WORKING CAPITAL	(2,772)	62,783	60,011	(22,935)
WORKING CAPITAL BEGINNING OF YEAR	<u>72,993</u>	<u>41,668</u>	<u>114,661</u>	<u>137,596</u>
WORKING CAPITAL END OF YEAR	<u>\$ 70,221</u>	<u>\$ 104,451</u>	<u>\$ 174,672</u>	<u>\$ 114,661</u>

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

CITY OF LEBANON  
Linn County, Oregon

COMBINING BALANCE SHEET - TRUST AND AGENCY FUNDS  
June 30, 1982

	<u>Total (Memor- andum only)</u>	<u>Municipal Court Account</u>	<u>Other Suspense Accounts</u>
<u>Assets</u>			
Cash	\$ (1,985)	\$ 5,311	\$ (7,296)
Inventory	7,124	-	7,124
Accounts receivable	2,235	-	2,235
Total Assets	<u>\$ 7,374</u>	<u>\$ 5,311</u>	<u>\$ 2,063</u>
 <u>Liabilities and Fund Balances</u>			
Current Liabilities:			
Accounts Payable	\$ 6,356	\$ 5,311	\$ 1,045
Total Liabilities	<u>6,356</u>	<u>5,311</u>	<u>1,045</u>
Fund Balances:			
Reserved For:			
Inventory	7,124	-	7,124
Trust and Agency	(6,106)	-	(6,106)
Total Fund Balances	<u>1,018</u>	<u>-</u>	<u>1,018</u>
Total Liabilities and Fund Balances	<u>\$ 7,374</u>	<u>\$ 5,311</u>	<u>\$ 2,063</u>

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



CITY OF LEBANON  
Linn County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual - Trust and Agency Fund

For The Fiscal Year Ended June 30, 1982

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Interest	\$ -	\$ (2,486)	\$ (2,486)
Bail	-	22,369	22,369
Recorder's Account	-	3,913	3,913
Miscellaneous Administration	-	4,091	4,091
Sales - Central Stores	-	244	244
Total Revenues	<u>-</u>	<u>28,131</u>	<u>28,131</u>
Expenditures:			
Materials and Services	<u>-</u>	<u>32,892</u>	<u>32,892</u>
Total Expenditures	<u>-</u>	<u>32,892</u>	<u>32,892</u>
Excess of Revenues over (under) Expenditures	-	(4,761)	(4,761)
Other Financing Sources (Uses): Transfer to General Fund	<u>-</u>	<u>(1,871)</u>	<u>(1,871)</u>
Excess of Revenues over (under) Expenditures and Other Uses	-	(6,632)	(6,632)
Fund Balance July 1, 1981	-	2,533	2,533
Increase in Current Assets	-	3,917	3,917
Decrease in Accounts Payable	-	1,704	1,704
Prior Year Adjustment	-	(504)	(504)
Reserved Fund Balance	<u>-</u>	<u>(1,018)</u>	<u>(1,018)</u>
Available for Appropriation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

CITY OF LEBANON  
Linn County, Oregon

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies:

The following is a summary of significant accounting policies utilized by the City in preparation of the accompanying financial statements:

All investments are at cost, which approximate market.

All uncollected property taxes are shown in the balance sheet as assets but are offset by a reserve and, accordingly, are not included in revenues. Because revenues from property taxes are not available for expenditure they are not considered susceptible of accrual. A reserve for doubtful accounts has not been established in the Ambulance Fund or Sewer Service Fund.

The materials and supplies inventory was valued at cost.

Formal records are not maintained for fixed assets. Land is reported at the 1978-79 true cash value recorded by the County Assessor, plus additions at cost since July 1, 1979. Buildings are reported at the October 1, 1979 insured value and automotive and other equipment is reported at cost where available or at estimated value, plus additions at cost since July 1, 1979. The estimated value of sewer lines was calculated by multiplying the diameter of the pipe times linear feet times \$1.00, plus additions at cost since July 1, 1979. Total estimated value of sewer lines is \$2,804,139.

Maintenance and repairs are charged to expenditures in various budgetary funds as incurred and not capitalized.

Maintenance and repairs on fixed assets in the Sewer Service and Ambulance Funds are expensed as incurred. The sewer system was depreciated at 1% per annum.

Generally accepted accounting principals require recording of assets at cost or estimated values when received or acquired.

Basis of Accounting

All governmental funds and fiduciary funds are accounted for using the modified accrual basis of accounting. Under this basis of accounting, revenues are recognized when they become both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures, other than interest on long-term debt, are recorded when the liability is incurred if measurable. Interest is reflected as an expenditure in the Debt Service Fund when it is paid.



CITY OF LEBANON  
Linn County, Oregon

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies, Continued:

Basis of Accounting, Continued:

The Sewer Service and Ambulance Funds are accounted for utilizing the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded at the time they are earned and expenditures are recorded at the time liabilities are incurred.

Budget

A budget is prepared for each governmental fund in accordance with the modified accrual basis of accounting and legal requirements set forth in the Oregon Local Budget Law. Budget amounts shown in the basic financial statements include the original and supplemental budget amounts and transfers approved by the City Council.

2. Organization and Description of Funds and Account Groups:

The City of Lebanon is a municipal corporation incorporated under the provisions of ORS Chapter 221.

The government of the City of Lebanon is vested in a Common Council and a Mayor. The Council is composed of six council members, two elected from each of the City's three wards. The administration of day to day City affairs is the responsibility of the City Administrator who serves at the pleasure of the City Council.

The City's financial operations are accounted for in the following funds and account groups:

General Fund

This fund accounts for the City's general operations. It is used to account for all transactions not specifically related to the City's other funds. The primary source of revenue is local property tax levies, with the balance coming from a variety of State and local sources.

Special Revenue Funds

These funds account for revenues from specific taxes or ear-marked revenues. Included are the following:

Federal Revenue Sharing Fund - Accounts for the receipt and expenditure of monies received under the Federal Revenue Sharing Program.

State Revenue Sharing Fund - Accounts for the receipt and expenditure of monies received under the State Revenue Sharing Program.



CITY OF LEBANON  
Linn County, Oregon

NOTES TO FINANCIAL STATEMENTS

2. Organization and Description of Funds and Account Groups, Continued:

Grant Fund - Accounts for the proceeds of federal grants administered by the City. Expenditures from this fund are restricted by the provisions of federal and state laws and regulations authorizing the grants.

CETA Fund - Accounts for the receipt and expenditure of monies received under the Comprehensive Employment Training Act of 1973. The CETA Fund was discontinued in 1981-82.

State Tax and Road Fund - Accounts for revenues received from state gasoline taxes which are to be expended as outlined in the Constitution of the State of Oregon, Article IX, Section 3.

Foot and Bike Path Fund - Accounts for revenues received from state gasoline taxes which are to be expended for construction of footpaths and bicycle trails as provided by ORS 366.514.

Equipment Replacement and Acquisition Fund - Accounts for monies set aside to purchase equipment for use by various City departments.

Fire-Ambulance Equipment Fund - Accounts for monies dedicated to the purchase of equipment for the fire and ambulance departments. Current revenues consist of transfers from the General Fund and Federal Revenue Sharing Fund.

Systems Development Funds - Effective February 23, 1977, the City began to levy systems development charges on new construction as authorized by Ordinance 1627, 1628, and 1629. Ordinance 1734, effective March 14, 1979, authorizes a system development charge on new construction for storm drainage system improvements. Ordinance 1860, effective August 27, 1981 adjusted the system development charges classification and fee schedule. The charges are used to finance construction and expansion of the City's sanitary sewer, streets, parks, and drainage systems. Four separate charges are allowed by the ordinances:

1. Sanitary Sewer Connection Charge
2. Street Improvement Charge
3. Park Improvement Charge
4. Drainage Improvement Charge

A separate fund has been established to account for the proceeds of each charge.

Special Assessment Funds - Accounts for the construction and financing of local improvement projects. Projects undertaken by the City are governed by ORS Chapter 223. Additional rules and guidelines are provided in the City Charter. The City at present maintains two special assessment funds.



CITY OF LEBANON  
Linn County, Oregon

NOTES TO FINANCIAL STATEMENTS

2. Organization and Description of Funds and Account Groups, Continued:

Public Improvement Fund - Accounts for the construction costs of local improvement projects and the subsequent assessment of these costs to the benefited property owners.

Bancroft Bond Fund - The Bancroft Bonding Act (ORS 223.205 to 223.285) permits benefited property owners to pay assessments for improvements over a period of thirty years in equal semi-annual installments, together with interest at seven percent per annum on the unpaid balance. The assessments receivable and debt service requirements for the Bancroft Improvement Bond issues are recorded in this fund. The City has elected to limit to ten years the period in which to pay assessments and retire the bonds.

General Obligation Bond Fund - This fund accounts for the payment of principal and interest on general obligation debt. The principal source of revenue is property taxes.

Capital Projects Funds - Accounts for local property tax revenues, bond proceeds, grants, and other resources which have been allocated for the acquisition or construction of major capital facilities or improvements. During fiscal year 1981-82, the City closed the Sewage Treatment Plant Construction Fund and the Fire Hall Construction Fund. As of June 30, 1982, the city maintained one capital project fund, which accounts for funds allocated for general capital improvements. Revenues are derived from delinquent property taxes and interest on investments. This fund also is used to account for reimbursements from the U. S. Environmental Protection Agency. Expenditure of these monies is restricted to either the retirement of sewer construction bonds or to further expansion of the sewer system.

CITY OF LEBANON  
Linn County, Oregon

NOTES TO FINANCIAL STATEMENTS

2. Organization and Description of Funds and Account Groups, Continued:

Enterprise Funds - These funds account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs, including depreciation, of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Ambulance Fund - The operation of the City's ambulance service is accounted for in this fund. The service was established in 1967 as a joint operation of the City and the Rural Fire District. The principal sources of revenue for this fund are property taxes levied by the Rural Fire District, ambulance service charges, and Federal Revenue Sharing Funds.

Sewer Service Fund - The operation of the City's sewer service is accounted for in this fund. The principal sources of revenue for this fund are charges for services and interest on investments.

Segment information for the year ended June 30, 1982 was as follows:

	Sewer Fund	Ambulance Fund	Total Enterprise Funds
Operating Revenues	\$ 294,930	\$ 170,411	\$ 465,341
Depreciation	\$ 80,832	\$ 16,905	\$ 97,737
Operating Income (Loss)	\$ (66,583)	\$ (18,937)	\$ (85,520)
Operating Transfers: Out	\$ (33,000)	\$ (47,745)	\$ (80,745)
Net Income (Loss)	\$ (19,720)	\$ (15,039)	\$ (34,759)
Plant, Property and Equipment:			
Additions	\$ 20,468	\$ 4,638	\$ 25,106
Deletions	\$ (9,792)	\$ -	\$ (9,792)
Net Working Capital	\$ 104,451	\$ 70,221	\$ 174,672
Total Equity	\$6,996,012	\$ 224,426	\$ 7,220,438

Description	Basis	Depreciation Percentage	1981-1982 Depreciation
Sewer Fund:			
Sewage Treatment Plant	\$4,875,623	1%	\$ 48,757
Equipment	26,674	10% - 20%	4,130
Sewer Lines	2,804,139	1%	27,945
	<u>7,706,436</u>		<u>80,832</u>
Ambulance Fund:			
Vehicles	75,710	10%	7,571
Equipment	155,710		9,334
	<u>231,420</u>		<u>16,905</u>
Total	<u>\$7,937,856</u>		<u>\$ 97,737</u>



CITY OF LEBANON  
Linn County, Oregon

NOTES TO FINANCIAL STATEMENTS

Trust and Agency Funds - This fund accounts for certain monies held in either a trust or agency capacity. The principal sources of revenues are small gifts, donations, and miscellaneous receipts.

General Fixed Assets Account Group - This account group accounts for the City's investment in fixed assets, with the exception of those assets held by enterprise funds. During fiscal year 1981-82, as in previous years, the City did not maintain formal fixed asset inventory records. As a result, detailed records and documentation for historical costs of fixed assets held by the City were not available.

General Long-Term Debt Account Group - This account group accounts for the City's general obligation long-term debt, except for that of the special assessment and enterprise funds.

3. Cash and Investments:

The amounts at June 30, 1982 are presented in the Statement of Cash and Investments by location.

4. Assessment Liens Receivable:

Assessment Liens 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. Substantially, all assessments are payable over a period of ten years and bear interest at 7% to 12.02%.

5. Fines Receivable:

Fines Receivable represent fines assessed by the Municipal Court Judge and uncollected at time of assessment against individuals. An allowance for uncollectible amounts has not been established for these receivables. There are currently \$99,452 of warrants receivable. This amount has not been booked as collectibility is uncertain.

6. Property Taxes Receivable:

The amounts at June 30, 1982 are presented in the Statement of Property Taxes Receivable.

7. Service Charges Receivable:

Service Charges Receivable represent user charges for ambulance services and sewer services. An allowance for uncollectible amounts has not been established for these receivables.

CITY OF LEBANON  
Linn County, Oregon

NOTES TO FINANCIAL STATEMENTS

8. System Development Charges Receivable:

System Development Charges Receivable represent uncollected charges on new construction to finance construction and expansion of the City's sanitary sewer, streets, parks, and drainage systems. These assessments are payable over a period of ten years and bear interest at 12%. An allowance for uncollectible amounts has not been established for these receivables.

9. Contract Receivable:

This is a contract for the sale of real property to the Lebanon Jaycees. The balance is due and payable on or before May 1, 1985.

10. Inventory:

The office materials and supplies on hand at June 30, 1982 were valued at cost.

11. Prepaid Costs:

These are the costs of bonded improvements outside the City's limits. Collection on the improvements are expected upon the City's annexation of the affected properties.

12. Projects in Progress:

This is the amount expended on Local Improvement Districts which has not been assessed as of June 30, 1982.

13. Fixed Assets:

Formal records are not maintained for fixed assets. (See Note 1 Summary of Significant Accounting Policies).

14. Notes Payable:

This is a note payable to Republic Development Company for the purchase of certain light industrial property. The balance is due and payable on or before April 15, 1983.

15. Warrants Payable:

These are warrants payable on public improvement projects. There were no endorsed warrants outstanding at June 30, 1982.



CITY OF LEBANON  
Linn County, Oregon

NOTES TO FINANCIAL STATEMENTS

16. Bonds Payable:

General Obligation Bonds

General Obligation Bonds consist of the unmatured balance of four bond issues with interest rates ranging from 4% to 7%. A schedule of maturities of bond principal at June 30, 1982 is presented in the supplemental information.

Bancroft Bonds

Bancroft Improvement Bonds consist of the unmatured balance of eight bond issues with interest rates ranging from 4.25% to 7%. A schedule of maturities of bond principal at June 30, 1982 is presented in the supplemental information. Bancroft Bonds are not general obligations of the City.

17. Contract Payable:

This is a contract payable to HGE, Inc. for engineering services for the City's South Main Road Improvement Project. The remaining balance is a retainage, payable upon satisfactory completion of the project.

18. Pension Plan:

Pursuant to ORS 237.081, the City makes contributions to an Employee Pension Plan under the Oregon Public Employees' Retirement Board.

All employees, after six months of employment, are participants in the State of Oregon Public Employee Retirements System (PERS), a defined benefit pension plan to which both employees and employer each contribute. The rate of employer contributions are set periodically by PERS based on actuarial valuations. The total pension plan contribution charged to expense for fiscal year 1982 was \$221,159.

The most recent actuarial valuation of PERS made as of December 31, 1979, determined that PERS had substantial unfunded amounts for vested benefits and prior service of its participants as of that date. The total unfunded supplemental present value (prior service cost liability) applicable to City employees was \$220,546 on the aforementioned date.

Although combined with other public entities, the City is actuarially treated as an individual unit. At December 31, 1979, an actuarial valuation disclosed that the city's level contribution rate was less than the rate currently being contributed (effective July 1, 1980), therefore their contribution rate decreased to 10.06% at January 1, 1981. Their contribution rate will increase to 10.65% January 1, 1983, and 11.24% January 1, 1984. This schedule of contribution rates are calculated to be sufficient to meet the ongoing actuarial costs and to amortize the unfunded supplemental present value as a percentage of salary over a thirty-year period ending on the earlier of December 31, 2005, or the December 31 following thirty years of participation in the system.

SUPPLEMENTAL INFORMATION  
Related Statements



CITY OF LEBANON  
Linn County, Oregon

CASH AND INVESTMENTS BY LOCATION  
June 30, 1982

	<u>Collateral Security</u>	<u>Balance Per Depository</u>	<u>Cash On Hand</u>	<u>Deposits in Transit</u>	<u>Outstanding Checks</u>	<u>Balance Per Books</u>
Petty Cash	\$ -	\$ -	\$ 390	\$ -	\$ -	\$ 390
Cash In The Hand of The Linn County Treasurer:	-	-	7,082	-	-	7,082
Citizens Valley Bank, Lebanon Branch: Checking Account- General		10,288	-	1,575	(15,825)	(3,962)
Checking Account- Payroll		288	-	-	(188)	100
Time Certificates of Deposit	2,500,000	1,807,500	-	-	-	1,807,500
Savings Account-		10,303	-	-	-	10,303
The Oregon Bank Lebanon Branch: Time Certificates of Deposit	300,000	300,000	-	-	-	300,000
State Investment Pool	-	13,953	-	364	-	14,317
		<u>\$2,142,332</u>	<u>\$ 7,472</u>	<u>\$ 1,939</u>	<u>\$ (16,013)</u>	<u>\$2,135,730</u>

CITY OF LEBANON  
Linn County, Oregon

STATEMENT OF PROPERTY TAXES RECEIVABLE  
Year Ended June 30, 1982

TAX YEAR	TAXES RECEIVABLE JULY 1, 1981	1981-82 LEVY	DISCOUNTS	TAX ROLL ADJUSTMENT	INTEREST	COLLECTIONS	TAXES RECEIVABLE JUNE 30, 1982
1981-82	\$ -	\$1,230,876	\$ 18,725	\$ (624)	\$ 1,102	\$ 1,068,882	\$ 143,747
1980-81	106,523	-	-	(523)	3,322	41,030	68,292
1979-80	31,923	-	-	(65)	1,906	11,377	22,387
1978-79	9,480	-	-	(12)	1,125	4,543	6,050
1977-78	3,883	-	-	4	1,304	4,250	941
1976-77	953	-	-	(7)	206	574	578
1975-76	199	-	-	(8)	1	3	189
1974-75	182	-	-	-	-	-	182
1973-74	14	-	-	-	1	1	14
1972-73	47	-	-	-	-	-	47
Prior	139	-	-	-	-	-	139
	<u>\$ 153,343</u>	<u>\$1,230,876</u>	<u>\$ 18,725</u>	<u>\$ (1,235)</u>	<u>\$ 8,967</u>	<u>1,130,660</u>	<u>\$ 242,566</u>

Other Items:

Tax Land Sales	33
Severance Tax	25
Pacific Power & Light Turnover	<u>5,439</u>

Total Turnovers to City \$ 1,136,157

CURRENT YEAR	COLLECTIONS			TAXES RECEIVABLE
	PRIOR YEARS	TAX LAND SALES	TOTAL	

SUMMARY OF COLLECTIONS AND  
TAXES RECEIVABLE:

General Fund	\$820,143	\$ 48,411	\$ 25	\$ 868,579	\$ 187,507
Ambulance Fund	-	-	-	-	16
Sewer Fund	12,791	457	-	13,248	2,505
Capital Improvement Funds	-	-	-	-	13
Public Improvement Fund	116,679	3,682	4	120,365	21,929
General Obligation Bond Fund	124,733	9,228	4	133,965	30,593
Fire-Ambulance Equipment Fund	-	-	-	-	3
	<u>\$1,074,346</u>	<u>\$ 61,778</u>	<u>\$ 33</u>	<u>\$ 1,136,157</u>	<u>\$ 242,566</u>



CITY OF LEBANON  
Linn County, Oregon

SCHEDULE OF ASSESSMENTS RECEIVABLE

For The Fiscal Year Ended June 30, 1982

	Docket Number	Balance July 1, 1981		New Assessments
		Within City Boundaries	Outside City Boundaries	
Public Improvement Fund	4	\$ 266	\$ -	\$ -
	16	1,128	-	-
	22	604	-	-
	24	817	3,523	-
	26	-	1,283	-
	29	-	4,527	-
	30	256	-	-
	31	3,473	-	-
	33	934	-	-
	34	-	-	7,214
		<u>\$ 7,478</u>	<u>\$ 9,333</u>	<u>\$ 7,214</u>
Bancroft Bond Fund	15	\$ 211	\$ -	\$ -
	22	325	-	-
	23	319	-	-
	24	371	-	-
	25	-	-	-
	26	7,762	-	-
	27	1,408	-	-
	28	6,253	-	-
	29	4,959	-	-
	30	27,888	-	-
	31	21,835	-	-
	32	37,716	-	-
	33	683,896	-	-
	34	5,163	-	-
		<u>\$ 798,106</u>	<u>\$ -</u>	<u>\$ -</u>

Credits		Balance June 30, 1982	
Non-Cash Adjustments	Principal Collections	Within City Boundaries	Outside City Boundaries
\$ -	\$ -	\$ 266	\$ -
-	-	1,128	-
-	-	604	-
-	297	817	3,226
-	-	-	1,283
-	2,263	-	2,264
-	-	256	-
-	-	3,473	-
-	744	190	-
<u>(5,163)</u>	<u>754</u>	<u>11,623</u>	<u>-</u>

<u>\$ (5,163)</u>	<u>\$ 4,058</u>	<u>\$ 18,357</u>	<u>\$ 6,773</u>
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\$ -	\$ -	\$ 211	\$ -
-	325	-	-
-	319	-	-
-	112	259	-
-	-	-	-
-	7,151	611	-
-	1,256	152	-
-	2,348	3,905	-
-	1,151	3,808	-
(37)	8,417	19,508	-
-	5,819	16,016	-
-	13,246	24,470	-
(31)	167,823	516,104	-
<u>5,163</u>	<u>-</u>	<u>-</u>	<u>-</u>

<u>\$ 5,095</u>	<u>\$ 207,967</u>	<u>\$ 585,044</u>	<u>\$ -</u>
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CITY OF LEBANON  
Linn County, Oregon

SCHEDULE OF BOND PRINCIPAL AND INTEREST TRANSACTIONS  
For The Fiscal Year Ended June 30, 1982

<u>Bond Issue</u>	<u>Date of Issue</u>	<u>Rate of Interest</u>		<u>Unmatured Bonds Outstanding 7-1-81</u>	<u>Transactions Issued</u>
		<u>From</u>	<u>To</u>		
GENERAL OBLIGATION BONDS:					
Sewer	9-1-67	4.00	4.10	\$ 30,000	\$ -
Capital Improvement	11-1-71	4.50	4.90	10,000	-
Fire Hall	7-1-74	6.00	6.25	125,000	-
Sewage Treatment	12-1-75	4.25	7.00	750,000	-
Total				915,000	-
BANCROFT BONDS:					
1970	6-1-70	6.00	8.00	-	-
1971	10-1-71	4.30	4.80	20,000	-
1973	4-1-73	4.60	6.00	20,000	-
1974	5-1-74	5.58	6.00	45,000	-
1975 Series A	5-1-75	6.00	6.25	55,000	-
1975 Series B	1-1-76	5.00	5.60	160,000	-
1976	8-1-76	5.10	6.00	90,000	-
1977	9-1-77	4.25	6.00	130,000	-
1979	9-1-79	5.60	7.00	770,000	-
Total				1,290,000	-
Total All Issues				\$ 2,205,000	\$ -

7-1-81 to 6-30-82		Unmatured Bonds Outstanding 6-30-82	Interest Coupon Transactions				Outstanding Matured 6-30-82
			Outstanding Matured 7-1-81	Matured	Redeemed		
<u>Matured</u>	<u>Redeemed</u>						
\$ 15,000	\$ 15,000	\$ 15,000	\$ -	\$ 923	\$ 923	\$ -	
5,000	5,000	5,000	-	364	364	-	
25,000	25,000	100,000	-	6,987	6,675	312	
50,000	50,000	700,000	2,451	45,175	47,461	165	
<u>95,000</u>	<u>95,000</u>	<u>820,000</u>	<u>2,451</u>	<u>53,449</u>	<u>55,423</u>	<u>477</u>	
-	-	-	158	-	158	-	
20,000	20,000	-	-	480	480	-	
10,000	10,000	10,000	122	980	1,102	-	
15,000	15,000	30,000	281	2,531	2,671	141	
10,000	10,000	45,000	-	3,438	3,438	-	
30,000	30,000	130,000	-	8,535	8,535	-	
15,000	15,000	75,000	-	4,350	4,350	-	
15,000	15,000	115,000	113	5,456	5,344	225	
70,000	70,000	700,000	-	43,935	43,935	-	
<u>185,000</u>	<u>185,000</u>	<u>1,105,000</u>	<u>674</u>	<u>69,705</u>	<u>70,013</u>	<u>366</u>	
<u>\$280,000</u>	<u>\$280,000</u>	<u>\$ 1,925,000</u>	<u>\$ 3,125</u>	<u>\$123,154</u>	<u>\$125,436</u>	<u>\$ 843</u>	



CITY OF LEBANON  
Linn County, Oregon

FUTURE BONDED DEBT REQUIREMENTS - GENERAL OBLIGATION BOND FUND  
June 30, 1982

Fiscal Year	Total Requirements			1967 Issue	
	Total	Principal	Interest	Principal	Interest
1982-83	\$ 143,404	\$ 95,000	\$ 48,404	\$ 15,000	\$ 307
1983-84	118,700	75,000	43,700	-	-
1984-85	114,369	75,000	39,369	-	-
1985-86	109,969	75,000	34,969	-	-
1986-87	81,275	50,000	31,275	-	-
1987-88	78,300	50,000	28,300	-	-
1988-89	75,250	50,000	25,250	-	-
1989-90	72,100	50,000	22,100	-	-
1990-91	68,850	50,000	18,850	-	-
1991-92	65,525	50,000	15,525	-	-
1992-93	62,150	50,000	12,150	-	-
1993-94	58,725	50,000	8,725	-	-
1994-95	55,250	50,000	5,250	-	-
1995-96	51,750	50,000	1,750	-	-
	<u>\$1,155,617</u>	<u>\$ 820,000</u>	<u>\$335,617</u>	<u>\$ 15,000</u>	<u>\$ 307</u>

1971 Issue		1974 Issue		1975 Issue	
Principal	Interest	Principal	Interest	Principal	Interest
\$ 5,000	\$ 122	\$ 25,000	\$ 5,450	\$ 50,000	\$ 42,525
-	-	25,000	3,900	50,000	39,800
-	-	25,000	2,344	50,000	37,025
-	-	25,000	781	50,000	34,188
-	-	-	-	50,000	31,275
-	-	-	-	50,000	28,300
-	-	-	-	50,000	25,250
-	-	-	-	50,000	22,100
-	-	-	-	50,000	18,850
-	-	-	-	50,000	15,525
-	-	-	-	50,000	12,150
-	-	-	-	50,000	8,725
-	-	-	-	50,000	5,250
-	-	-	-	50,000	1,750
<u>\$ 5,000</u>	<u>\$ 122</u>	<u>\$ 100,000</u>	<u>\$ 12,475</u>	<u>\$ 700,000</u>	<u>\$322,713</u>



CITY OF LEBANON  
Linn County, Oregon

FUTURE BOND DEBT REQUIREMENTS - BANCROFT BOND FUND  
June 30, 1982

	<u>Total Requirements</u>	<u>1982-83</u>
1973 Issue:		
Principal	10,000	10,000
Interest	490	490
1974 Issue:		
Principal	30,000	15,000
Interest	2,532	1,688
1975-A Issue:		
Principal	45,000	15,000
Interest	5,625	2,813
1975-B Issue:		
Principal	130,000	30,000
Interest	18,355	7,035
1976 Issue:		
Principal	75,000	15,000
Interest	9,949	3,555
1977 Issue:		
Principal	115,000	15,000
Interest	16,269	4,819
1979 Issue:		
Principal	700,000	70,000
Interest	168,227	38,685
Total	<u>\$ 1,326,447</u>	<u>\$239,085</u>
 Principal	 \$ 1,105,000	 \$180,000
Interest	<u>221,447</u>	<u>59,085</u>
Total	<u>\$ 1,326,447</u>	<u>\$239,085</u>

<u>1983-84</u>	<u>1984-85</u>	<u>1985-86</u>	<u>1986-87</u>	<u>1987-88</u>	<u>1988-89</u>	<u>1989-90</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
15,000	-	-	-	-	-	-
844	-	-	-	-	-	-
15,000	15,000	-	-	-	-	-
1,875	937	-	-	-	-	-
30,000	35,000	35,000	-	-	-	-
5,475	3,885	1,960	-	-	-	-
15,000	15,000	15,000	15,000	-	-	-
2,782	1,999	1,208	405	-	-	-
20,000	20,000	20,000	20,000	20,000	-	-
4,070	3,200	2,310	1,400	470	-	-
80,000	80,000	80,000	90,000	90,000	100,000	100,000
33,185	28,245	23,765	19,005	13,942	8,550	2,850
<u>\$223,231</u>	<u>\$203,266</u>	<u>\$179,243</u>	<u>\$145,810</u>	<u>\$124,412</u>	<u>\$108,550</u>	<u>\$102,850</u>
\$175,000	\$165,000	\$150,000	\$125,000	\$110,000	\$100,000	\$100,000
<u>48,231</u>	<u>38,266</u>	<u>29,243</u>	<u>20,810</u>	<u>14,412</u>	<u>8,550</u>	<u>2,850</u>
<u>\$223,231</u>	<u>\$203,266</u>	<u>\$179,243</u>	<u>\$145,810</u>	<u>\$124,412</u>	<u>\$108,550</u>	<u>\$102,850</u>



CITY OF LEBANON  
Linn County, Oregon

INSURANCE COVERAGE AND FIDELITY BONDS IN FORCE  
June 30, 1982

(Unaudited)

<u>Company</u>	<u>Type of Coverage</u>	<u>Policy Number</u>
CNA	Comprehensive General Liability Bodily Injury and Property Damage	CCP 009133562
CNA	Comprehensive Automobile Liability Bodily Injury and Property Damage Personal Injury Protection Uninsured Motorists	BUA 009461359
Fremont Indemnity Insurance Company	Property Insurance Blanket Coverage Inland Marine All Risk for Various Equipment	FC 0024827
United National Insurance Company	Umbrella Liability	CU 2972
Western World Insurance Company	Ambulance Malpractice Liability	GLA 113063
Western World Insurance Company	Law Enforcement Officers Professional Liability	GLA 133592
First State Insurance Company	Special Public Entity Difference in Conditions Policy Comprehensive Liability	929520
United Pacific Insurance Company	Volunteer Fire Company Blanket Accident Policy Volunteer Workers Accident Policy	SR 4320 SRA 8539
Chubb/Pacific Indemnity Insurance Company	Boiler and Machinery	78268172
United States Fidelity and Guaranty Company	Public Employees Blanket Bond Position Bond Forgery and Check Alteration Position Bond Position Bond	630080-179-59 630080-179-59 63-0010-120-65 63-0170-1395-76 63-0170-1396-76
St. Paul	Notary Public Bond	400FW9968 400FW9975 400FW9948

Term		Amount of Coverage	
From	To		
10-1-81	10-1-82	\$ 300/300/100,000	Bodily Injury and Property Damage
10-1-81	10-1-82	\$ 300/300/100,000	Bodily Injury and Property Damage
		\$ 300,000	
		\$ 15/30,000	Bodily Injury
10-1-81	10-1-82	\$ 7,097,000	Building & contents per statement of values. \$1,000 deductible.
10-1-81	10-1-82	\$ 306,448	\$1,000 deductible
10-1-81	10-1-82	\$10,000/2,000,000	
10-1-81	10-1-82	\$ 300/300,000	Ambulance Drivers and Attendants
10-1-81	10-1-82	\$ 300/300,000	\$750 deductible, 50% participation each claim as respects investigation
10-1-81	10-1-82	\$ 300/300/300,000	Bodily injury, personal injury, property damage, errors and omissions Liability, \$1,000 deductible
8-1-81	8-1-82	\$ 5,000	Volunteer Fire Department
1-11-82	1-11-83	\$ 1,500	Volunteers
10-1-81	10-1-82	\$ 250,000	\$1,000 deductible Blanket
1-1-80	1-1-83	\$ 2,500	\$7,500 excess for Mayor
1-1-80	1-1-83	\$ 10,000	For Mayor
1-26-80	1-26-83	\$ 3,000	
9-8-81	9-8-82	\$ 25,000	City Treasurer, Nina Fintel
8-10-81	8-10-84	\$ 25,000	City Administrator, James D. Thompson
1-5-81	1-5-85	\$ 500	Linda A. Post
3-10-81	3-10-85	\$ 500	Elizabeth A. Leopold
10-15-80	10-15-84	\$ 500	Janet Wills



AUDIT COMMENTS AND DISCLOSURES  
REQUIRED BY STATE REGULATIONS

AUDIT COMMENTS AND DISCLOSURES  
REQUIRED BY STATE REGULATIONS

Oregon Administrative Rules 165-30-100 through 165-30-295 of the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, comments and disclosures required in audit reports. The required statements and schedules are set forth in the preceeding section of this report. Required comments and disclosures related to my examination of such statements and schedules are set forth following.



CITY OF LEBANON  
Linn County, Oregon

AUDIT COMMENTS AND DISCLOSURES

1. Accounting Records and Internal Control:

The City did not maintain either a complete general ledger or general journal. As a result, the City was not able to maintain adequate financial control over its assets, liabilities, revenues, expenditures and fund balances.

A new data processing system was installed during fiscal year 1979-80 which provides for a general ledger. The general ledger system was not completely operational at June 30, 1982.

As a part of my examination of the financial statements for the year ended June 30, 1982, I reviewed and tested the accounting records and the system of internal accounting control to the extent considered necessary to evaluate the system as required by generally accepted auditing standards. Under these standards, the purpose of such evaluation is to establish a basis for reliance thereon in determining the nature, timing and extent of other auditing procedures that are necessary for expressing an opinion on the financial statements taken as a whole.

The objective of internal control is to provide reasonable, but not absolute, assurance as to the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a system of internal accounting control should not exceed the benefits derived and also recognizes that the evaluation of these factors necessarily requires estimates and judgements by management personnel.

There are inherent limitations that should be recognized in considering the potential effectiveness of any system of internal accounting control. In the performance of most control procedures, errors can result from misunderstanding of instructions, mistakes in judgement, carelessness or other personnel factors. Control procedures whose effectiveness depends upon segregation of duties can be circumvented intentionally by management personnel with respect either to the execution and recording of transactions or with respect to the estimates and judgements required in the preparation of financial statements. Further, projection of any evaluation of internal accounting control to future periods is subject to the risk that the procedures may become inadequate because of changes in conditions, and that the degree of compliance with the procedures may deteriorate.

My study and evaluation of the City's system of internal accounting control for the year ended June 30, 1982, which was made for the purpose set forth in the third paragraph, was not designed for the purpose of expressing an opinion on internal accounting control and, therefore, it would not necessarily disclose all weaknesses in the system.



CITY OF LEBANON  
Linn County, Oregon

AUDIT COMMENTS AND DISCLOSURES

2. Budget and Legal Compliance:

Except as noted below, and for minor classification and mathematical errors in the budget document, the City has substantially complied with Local Budget Law (ORS 294.305 to 294.565) in the preparation and adoption of its budget and tax levies for the current and following years. During the year ended June 30, 1982, transfers were made after appropriations were overexpended which is of variance with ORS 294.435. These overexpenditures are not reflected in the next paragraph.

A. Expenditures Exceeded Legal Appropriation:

The City's expenditures exceeded the corresponding legal appropriation during fiscal 1982 for the funds and categories noted below:

General Fund:

Fire Department:

Personal Services

\$ 2,347

General Obligation Bond Fund:

Capital Outlay

1,972

3. Indebtness:

The City remained within legal debt limitations during the year.

4. Adequacy of Collateral Securing Depository Balances:

ORS Chapter 295 provides that each depository throughout the period of its possession of public fund deposits shall maintain on deposit with its custodians, at its own expense, securities having a value not less than 25% of the certificates of participation issued by the pool manager, for funds in excess of those insured by the Federal Deposit Insurance Corporation. Collateral securing deposits of the City of Lebanon, at Citizens Valley Bank were insufficient at various times during the fiscal year.



CITY OF LEBANON  
Linn County, Oregon

AUDIT COMMENTS AND DISCLOSURES

5. Programs Funded by Other Governmental Units:

Federal Revenue Sharing Fund:

The City received Federal funds in the form of revenue sharing under the provisions of the State and Local Assistance Act of 1972. Reference was made to the "Audit Guide and Standards for Revenue Sharing Recipients, Revised 1976" in connection with my testing of revenue sharing funds.

In all material respects, the City was in compliance with this Act, except maintenance of adequate cost records for fixed assets.

Other Federal and State Grants:

I reviewed and tested, to the extent deemed appropriate, transactions and reports of the Federal and State programs in which the City participates. I did not consider the scope of my audit engagement as requiring me to make a complete audit examination of each project and my audit opinion on the City's basic financial statements does not cover each individual grant. Each grant is subject to audit by the grantor agency and any adjustments may become a liability of the appropriate fund.

Based on my tests of the accounting records and examinations of reports to grantor agencies I was, in general satisfied as to the propriety of accounting for such revenues and expenditures for the fiscal year ended June 30, 1982, subject to any adjustments subsequently required as a result of audits performed by the grantor agencies.

6. Insurance and Fidelity Bond Coverage:

Insurance and Fidelity Bonds in force at June 30, 1982, are presented in the supplemental information. I am not competent by training to state whether the insurance policies covering City owned property in force at June 30, 1982 are adequate.

7. Comments on Census Data:

As part of my examination, I compared the financial data for the year ended June 30, 1982 reported to the Bureau of Census with the audit records of the City of Lebanon.

8. Pending Litigation:

The City's attorney and the insurance agent of record are not aware of pending litigation or existing claims that will result in any liability to the City.