



Derle H. Olson  
Certified  
Public  
Accountant

CITY OF LEBANON  
Linn County, Oregon

COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

For the Year Ended June 30, 1986

812 NW 4th  
P.O. Box 985  
Corvallis, Oregon 97339  
(503) 757-1128

TO: MAYOR AND CITY COUNCIL  
FROM: JOSEPH A. WINDELL, CITY ADMINISTRATOR  
DATE: FEBRUARY 10, 1987  
SUBJECT: 1985-86 AUDIT

Since there is no requirement for us to formally accept the audit in public session and since there are no significant deficiencies noted that would require a formal resolution under ORS 297.466(2), I am providing you a copy of the audit for your review and if you have any questions, please direct them to me or to Mr. Olson at 757-1128. Otherwise, Mr. Olson will submit the audit to the Secretary of State, Division of Audits on February 25, as being the completed audit.

I have included a copy of Mr. Olson's comments relative to the accounting procedures, controls and practices. We are addressing each one of these areas with Mr. Olson to find a satisfactory procedure for the future. Attached is a summary of how we will be addressing these areas.

Again, if there are any questions, please call myself or Mr. Olson.

You are welcome to keep a copy of the audit if you want, if not please return it to Kam.

xc: C. Begley, Acting Finance Director  
D. Olson, CPA  
G. Baisinger, City Attorney

FY 1985-86

AUDITOR'S COMMENTS  
&  
ACTION SUMMARIES

COMMENT: The City's budget document contained classification errors, especially transfers were not reconciled between funds. Some expenditures were made before transfers were legally approved through resolution.

ACTION: We will no longer just use the word "To" and "From" when we budget transfers from fund to fund. We will use the words "Transfer To" and "Transfer From". Also, we will improve our timing between the accounting cycle and our resolution passage.

COMMENT: Grants must be expended in accordance with the purposes for which they are intended; the City may authorize appropriations by resolution in the first fiscal year of receipt. However, grant money still available in the following fiscal year must be appropriated for that year. The City has not complied with the requirement for one of its grants.

Grant fund expenditures need to agree with grant reports submitted to the granting agency. I recommend that each grant be recorded separately to facilitate this requirement. If a grant specifies matching funds from the City, the amount should be transferred into the grant fund and expended from there. I found it difficult, under the existing system, to review grant reporting since some grant's expenditures were recorded in two or three funds.

ACTION: Budget Officers of the past have chosen to minimize the amount of separate accounts in the budget even if it was possible that we may receive a grant in the upcoming budget year. And when the grants were received, sometimes they were combined. This will no longer be our practice. We will be keeping grants separate and will budget when the possibility of receipt exists.

Auditor's Comments/Action Summaries

Page two

COMMENT: There was still not enough control over Municipal Court transactions during this fiscal year. Improvements from the prior year were noted, however, it seems that an unclear delineation of who has responsibility for the Court Clerk prevented better supervision. In addition, the recording method of court transaction is cumbersome and complicated, I recommend a review of this area.

ACTION: We have established more "control" of the Municipal Court since July 1, 1986. We are installing a P.C. software system to further assist the checks and balances between the court and the Finance Department.

COMMENT: The City sold insurance for ambulance costs - Fire Med System - this year for the first time. This program should be evaluated, by reviewing the attached costs, to determine if benefits accrue to the City. The existing records do not separate billing, insurance reimbursements and amounts written off for Fire Med users and, therefore, cannot facilitate such an evaluation. I recommend to start collecting the detailed information now.

ACTION: We have a procedure now that addresses the collecting of detailed information for evaluating the program.

November 26, 1986

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



Derle H. Olson  
Certified  
Public  
Accountant

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 City's budget document contained classification errors, especially transfers were not reconciled between funds. Some expenditures were made before transfers were legally approved through resolution.

Grants must be expended in accordance with the purposes for which they are intended; the City may authorize appropriations by resolution in the first fiscal year of receipt. However, grant money still available in the following fiscal years must be appropriated for that year. The City has not complied with the requirement for one of its grants.

Grant fund expenditures need to agree with grant reports submitted to to the granting agency. I recommend that each grant be recorded separately to facilitate this requirement. If a grant specifies matching funds from the City, the amount should be transferred into the grant fund and expended from there. I found it difficult, under the existing system, to review grant reporting since some grant's expenditures were recorded in two or three funds.

There was still not enough control over Municipal Court transactions during this fiscal year. Improvements from the prior year were noted, however, it seems that an unclear delineation of who has responsibility for the court clerk prevented better supervision. In addition, the recording method of court transactions is cumbersome and complicated, I recommend a review of this area.

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The cooperation and assistance extended to me and my staff during this audit engagement is very much appreciated.

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

Yours very truly,



Derle H. Olson  
Certified Public Accountant

DHO:tkh

CITY OF LEBANON  
Linn County, Oregon

COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

For the Year Ended June 30, 1986

CITY OF LEBANON  
Linn County, Oregon  
June 30, 1986

CITY OFFICIALS

Mayor

Robert G. Smith, 330 East Jennings, Lebanon

Council Members

Ronald T. Passmore, 274 Hobbs Street, Lebanon

Gerald Lynch, 2425 Third Street, Lebanon

Lyle Winters, 144 Second Street, Lebanon

John Richard, 593 E Isabella, Lebanon

Robert Armstrong, 905 Glenwood, Lebanon

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

City Administrator

Allen L. Henderson, 925 Main Street, Lebanon

City Attorney

Glen D. Baisinger, 884 Park Street, Lebanon



CITY OF LEBANON  
Linn County, Oregon

TABLE OF CONTENTS

	Page
Accountant's Report	Page
BASIC FINANCIAL STATEMENTS	
Combined Balance Sheet - All Fund Types and Account Groups	C-2
Combined Statement of Revenues, Expenditures, and Changes in Fund Balance - All Governmental Fund Types and Expendable Trust Funds	C-6
Combined Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget (Cash Basis) and Actual - All Governmental Fund Types and Proprietary Fund Types	C-8
Combined Statement of Revenues, Expenses and Changes in Retained Earnings - Enterprise Funds	C-12
Combined Statement of Changes in Financial Position - Enterprise Funds	C-14
Notes to Financial Statements	N-1
COMBINING AND INDIVIDUAL FUND AND ACCOUNT GROUP SCHEDULES	
General Fund:	
Comparative Balance Sheet	S-1
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget (Cash Basis) and Actual	S-2
Special Revenue Funds:	
Combining Balance Sheet - All Special Revenue Funds	S-6
Combining Balance Sheet - All Fire Funds	S-9
Combining Balance Sheet - All Grant Funds	S-10
Combining Balance Sheet - All Systems Development Funds	S-13
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - All Special Revenue Funds	S-14
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - All Fire Funds	S-17
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - All Grant Funds	S-18
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - All Systems Development Funds	S-21
Statement of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual;	
Fire Suppression	S-22
Fire/Ambulance Equipment Fund	S-23
Federal Revenue Sharing Fund	S-24
State Revenue Sharing Fund	S-25
State Tax and Road Fund	S-26
Foot and Bike Path Fund	S-27

CITY OF LEBANON  
Linn County, Oregon

TABLE OF CONTENTS (Cont.)

	Page
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual:	
Ralson Park Gazebo	S-28
Emergency Communications, 9-1-1 Telephone Tax	S-29
Dial-A-Bus	S-30
FAU Street Overlay, City Streets Improvement	S-31
1984 Economic Development, Oregon Community Grant	S-32
Miscellaneous Inactive Grants	S-33
LDCD-Energy Conservation	S-34
Vaughn Lane Acres Park	S-35
Santiam Canal Industrial Park Marketing Grant	S-36
1983/84 Housing Rehabilitation	S-37
1985 Housing Rehabilitation	S-38
Century Park Grants	S-39
Equipment Replacement and Acquisition Fund	S-40
SDC Park Fund	S-41
SDC Wastewater Fund	S-42
SDC Street Fund	S-43
SDC Drainage Fund	S-44
 Special Assessment Funds:	
Combining Balance Sheet	S-46
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance	S-47
Statement of Revenues, Expenditures, and Changes in Fund Balance, Budget (Cash Basis) and Actual:	
Urban Renewal Agency Fund	S-48
Public Improvement Fund	S-49
Bancroft Bond Fund	S-50
 Debt Service Fund:	
Comparative Balance Sheet	S-51
Statement of Revenues, Expenditures, and Changes in Fund Balance, Budget and Actual	S-52
 Capital Project Fund:	
Comparative Balance Sheet	S-53
Statement of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual	S-54
 Enterprise Funds:	
Combining Balance Sheet	S-55
Statement of Revenues, Expenditures, and Changes in Fund Balance, Budget (Cash Basis) and Actual:	
Ambulance Fund	S-56
Sewer Service Fund	S-57
Water Service Fund	S-58
 Trust and Agency Funds:	
Combining Balance Sheet	S-60
Statement of Revenues, Expenditures and Changes in Fund Balance	S-61

CITY OF LEBANON  
Linn County, Oregon

TABLE OF CONTENTS (Cont.)

	Page
SUPPLEMENTAL SCHEDULES	
Cash and Investments by Location	I-1
Statement of Property Taxes Receivable	I-2
Schedule of Assessments Receivable	I-4
Schedule of Bond Principal and Interest Transactions	I-6
Future Bonded Debt Requirements:	
General Obligation Bonds	I-8
Bancroft Bonds	I-10
General Obligation Revenue Supported Bonds	I-12
Insurance Coverage and Fidelity Bonds in Force	I-14
COMPLIANCE AND INTERNAL CONTROL REPORTS - STATE REGULATION COMMENTS AND DISCLOSURES	
Compliance Report	A-1
Internal Accounting Control Report	A-2
Budget Compliance	A-4
Legal Requirements Relating to Debt	A-4
Investments of Public Moneys	A-4
Adequacy of Collateral Securing Depository Balances	A-4
Insurance and Fidelity Bond Coverage	A-4
Public Contracting	A-5
Other Reporting Requirements	A-5

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



Derle H. Olson  
Certified  
Public  
Accountant

I have examined the combined financial statements of the City of Lebanon, Oregon, as of and for the fiscal year ended June 30, 1986, as listed in the table of contents. My examination was made in accordance with generally accepted auditing standards, the Minimum Standards for Audits of Oregon Municipal Corporations, the General Accounting Office "Standards for Audit of Governmental Organizations, Programs, Activities, and Functions," the Provisions of Office of Management and Budget (OMB) Circular A-102 - Uniform Administrative Requirements for Grants to State and Local Governments - Attachment P "Audit Requirements", and the Compliance Supplement for Single Audits of State and Local Governments with its addendums and, accordingly, included such tests of the accounting records and such other auditing procedures as I considered necessary in the circumstances.

In my opinion, the combined financial statements referred to above present fairly the financial position of the City of Lebanon, Oregon, at June 30, 1986, and the results of its operations and the changes in financial position of its proprietary fund types for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

My examination was made for the purpose of forming an opinion on the combined financial statements taken as a whole. The combining, individual fund, and account group financial statements and schedules listed in the table of contents are presented for the purposes of additional analysis and are not a required part of the combined financial statements of the City of Lebanon, Oregon. The information has been subjected to auditing procedures applied in the examination of the combined financial statements and, in my opinion, is fairly stated in all material respects in relation to the combined financial statements taken as a whole.

Derle H. Olson  
Certified Public Accountant  
November 15, 1986

812 NW 4th  
P.O. Box 985  
Corvallis, Oregon 97339  
(503) 757-1128

BASIC FINANCIAL STATEMENTS

CITY OF LEBANON  
Linn County, Oregon

ALL FUND TYPES AND ACCOUNT GROUPS

Combined Balance Sheet  
June 30, 1986

	GOVERNMENTAL FUND TYPES			
	GENERAL	SPECIAL REVENUE	SPECIAL ASSESSMENT	DEBT SERVICE
<b>ASSETS AND OTHER DEBITS</b>				
Cash	\$ 210,953	\$ 1,690,729	\$ 862,964	\$ (1,748)
Accounts Receivable (Note 1):				
Assessments and Liens	-	-	566,300	-
Fines and Forfeitures	32,317	-	-	-
Property Taxes (Note 2)	356,534	3	42,801	26,399
Service Charges	-	-	-	-
SDC Assessments	-	7,372	-	-
Other	267	535,895	3,541	-
Due from Other Funds (Note 1)	-	1,300	-	-
Contracts Receivable (Note 1)	87,553	-	-	-
Inventory (Note 1)	-	-	-	-
Prepaid costs (Note 3)	-	-	2,569	-
Fixed Assets (Note 4)	-	-	-	-
Accumulated Depreciation	-	-	-	-
Amount Available in Debt Service Fund	-	-	-	-
Amount to be provided for Retirement of Long-Term Debt	-	-	-	-
<b>Total Assets and Other Debits</b>	<b><u>\$ 687,624</u></b>	<b><u>\$ 2,235,299</u></b>	<b><u>\$ 1,478,175</u></b>	<b><u>\$ 24,651</u></b>

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

CAPITAL PROJECTS	PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPE	ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)	
	ENTER- PRISE	TRUST AND AGENCY	GENERAL FIXED ASSETS	GENERAL LONG- TERM DEBT	JUNE 30, 1986	JUNE 30, 1985
\$ 59,054	\$ 5,227,455	\$ 13,566	\$ -	\$ -	\$ 8,062,973	\$ 8,414,929
-	-	-	-	-	566,300	654,142
-	-	-	-	-	32,317	23,174
13	17,140	-	-	-	442,890	449,450
-	327,578	-	-	-	327,578	327,124
-	-	-	-	-	7,372	5,742
-	-	1,217	-	-	540,920	520,146
1,500	-	-	-	-	2,800	17,124
-	-	-	-	-	87,553	5,000
-	-	-	-	-	-	1,037
-	-	-	-	-	2,569	2,569
-	12,046,537	-	2,849,055	-	14,895,592	13,956,244
-	(1,409,619)	-	-	-	(1,409,619)	(1,206,469)
-	-	-	-	(1,748)	(1,748)	19,856
-	-	-	-	692,890	692,890	1,122,422
<u>\$ 60,567</u>	<u>\$16,209,091</u>	<u>\$ 14,783</u>	<u>\$2,849,055</u>	<u>\$ 691,142</u>	<u>\$24,250,387</u>	<u>\$24,312,590</u>

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

CITY OF LEBANON  
Linn County, Oregon

ALL FUND TYPES AND ACCOUNT GROUPS

Combined Balance Sheet  
June 30, 1986  
(continued)

	GOVERNMENTAL FUND TYPES			
	GENERAL	SPECIAL REVENUE	SPECIAL ASSESSMENT	DEBT SERVICE
<b>LIABILITIES</b>				
Accounts Payable	\$ 21,487	\$ 21,881	\$ 698	\$ -
Interest Payable	-	-	-	2,900
Due to Other Funds	2,800	-	-	-
Matured Bonds Payable	-	-	-	-
Bonds Payable (Note 5)	-	-	1,070,000	-
Note Payable (Note 6)	-	-	-	-
Deferred Revenue	476,671	525,778	615,211	26,399
Compensated Absences Payable (Note 1)	40,585	24,457	-	-
Lease Payable (Note 10)	-	-	-	-
Prepaid Monies Received	-	34,935	-	-
<b>Total Liabilities</b>	<u>541,543</u>	<u>607,051</u>	<u>1,685,909</u>	<u>29,299</u>
<b>FUND EQUITY</b>				
Reserved and Invested:				
Petty Cash Funds	1,075	-	-	-
Systems Development	-	702,503	-	-
Inventory	-	-	-	-
Sewer Extension	-	-	-	-
Trust and Agency	-	-	-	-
Fixed Assets	-	-	-	-
Contributed Capital-Customers	-	-	-	-
Contributed Capital-Municipality	-	62,500	-	-
Contributed Capital-State and Federal Governments	-	-	-	-
Contributed Capital-Sewer Improvement Fund	-	-	-	-
Contributed Capital-Sewage Treat- ment Plant Construction Fund	-	-	-	-
Retained Earnings	-	-	-	-
Unreserved Fund Balance	145,006	863,245	(207,734)	(4,648)
<b>Total Fund Equity</b>	<u>146,081</u>	<u>1,628,248</u>	<u>(207,734)</u>	<u>(4,648)</u>
<b>Total Liabilities, Fund Equity &amp; Retained Earnings</b>	<u>\$ 687,624</u>	<u>\$ 2,235,299</u>	<u>\$ 1,478,175</u>	<u>\$ 24,651</u>

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



CAPITAL PROJECTS	PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPE	ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)	
	ENTER- PRISE	TRUST AND AGENCY	GENERAL FIXED ASSETS	GENERAL LONG- TERM DEBT	JUNE 30, 1986	JUNE 30, 1985
\$ -	\$ 34,561	\$ 6,161	\$ -	\$ -	\$ 84,788	\$ 105,528
-	-	-	-	-	2,900	2,165
-	-	-	-	-	2,800	17,124
-	-	-	-	-	-	5,000
-	8,752,227	-	-	500,000	10,322,227	10,647,420
-	-	-	-	-	-	62,500
1,513	-	-	-	-	1,645,572	1,631,416
-	18,963	-	-	162,240	246,245	214,315
-	-	-	-	28,902	28,902	17,180
-	27,735	8,622	-	-	71,292	2,670
<u>1,513</u>	<u>8,833,486</u>	<u>14,783</u>	<u>-</u>	<u>691,142</u>	<u>12,404,726</u>	<u>12,705,318</u>
-	-	-	-	-	1,075	785
-	-	-	-	-	702,503	646,708
-	-	-	-	-	-	1,037
46,358	-	-	-	-	46,358	46,358
-	-	-	-	-	-	(1,302)
-	-	-	2,849,055	-	2,849,055	2,150,147
-	2,787,929	-	-	-	2,787,929	2,787,929
-	38,963	-	-	-	101,463	30,187
-	3,451,338	-	-	-	3,451,338	3,451,338
-	91,210	-	-	-	91,210	91,210
-	1,128,476	-	-	-	1,128,476	1,128,476
-	(122,311)	-	-	-	(122,311)	(221,615)
12,696	-	-	-	-	808,565	1,496,014
<u>59,054</u>	<u>7,375,605</u>	<u>-</u>	<u>2,849,055</u>	<u>-</u>	<u>11,845,661</u>	<u>11,607,272</u>
<u>\$ 60,567</u>	<u>\$ 16,209,091</u>	<u>\$ 14,783</u>	<u>\$ 2,849,055</u>	<u>\$ 691,142</u>	<u>\$ 24,250,387</u>	<u>\$ 24,312,590</u>

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

CITY OF LEBANON  
Linn County, Oregon

ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS

Combined Statement of Revenues, Expenditures and Changes in Fund Balance  
For the Fiscal Year Ended June 30, 1986

	GOVERNMENTAL	
	GENERAL	SPECIAL REVENUE
<b>Revenues:</b>		
Taxes	\$ 1,390,735	\$ -
Licenses and Permits	331,281	-
Intergovernmental	146,821	-
Charges for Services	7,512	314,250
Fines and Forfeitures	78,602	-
Intragovernmental	15,000	15,832
Miscellaneous	57,444	18,799
Federal Funds	-	377,757
State Funds	-	258,392
Interest on Investments	28,778	103,047
Loan Repayments and Interest	-	28,414
Sale of Property & Equipment	-	1,994
Donations	-	1,140
Assessment Principal	-	20,467
Assessment Interest	-	694
<b>Total Revenues</b>	<u>2,056,173</u>	<u>1,140,786</u>
<b>Expenditures:</b>		
Personal Services	1,445,739	585,936
Materials and Services	496,997	166,065
Capital Outlay	47,922	262,879
Debt Services	-	-
<b>Total Expenditures</b>	<u>1,990,658</u>	<u>1,014,880</u>
<b>Excess of Revenues over (under) Expenditures</b>	<u>65,515</u>	<u>125,906</u>
<b>Other Financing Sources (Uses):</b>		
Transfers In	210,585	334,450
Transfers Out	(380,206)	(184,000)
Bond Proceeds	-	-
Loans Granted	-	(53,790)
<b>Total Other Financing Sources (Uses)</b>	<u>(169,621)</u>	<u>96,660</u>
<b>Excess of Revenues and Other Financing Sources over Expendi- tures and Other Financing Uses</b>	(104,106)	222,566
Fund Balance at Beginning of Year	77,050	1,569,991
Prior Year Adjustment	76,328	(67,500)
Residual Transfers	96,809	(96,809)
<b>Fund Balance at End of Year</b>	<u>\$ 146,081</u>	<u>\$ 1,628,248</u>

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

FUND TYPES			FIDUCIARY FUND TYPE	TOTALS (MEMORANDUM ONLY)	
SPECIAL ASSESSMENT	DEBT SERVICE	CAPITAL PROJECTS	TRUST AND AGENCY	JUNE 30, 1986	JUNE 30, 1985
\$ 173,622	\$ 93,712	\$ -	\$ -	\$ 1,658,069	\$ 1,681,194
-	-	-	-	331,281	312,475
-	-	-	-	146,821	95,341
-	-	-	-	321,762	354,880
-	-	-	32,092	110,694	82,167
-	-	-	-	30,832	81,224
542	264	-	16,132	93,181	86,049
-	-	-	-	377,757	612,791
-	-	-	-	258,392	289,783
67,247	26	4,245	-	203,343	310,125
-	-	-	-	28,414	10,267
-	-	-	-	1,994	2,557
-	-	-	-	1,140	12,953
87,831	-	-	-	108,298	83,150
33,401	-	-	-	34,095	30,642
<u>362,643</u>	<u>94,002</u>	<u>4,245</u>	<u>48,224</u>	<u>3,706,073</u>	<u>4,045,598</u>
12,024	-	-	-	2,043,699	2,013,096
40,908	-	-	47,959	751,929	786,320
485,965	-	-	-	796,766	363,458
93,672	109,969	-	-	203,641	260,882
<u>632,569</u>	<u>109,969</u>	<u>-</u>	<u>47,959</u>	<u>3,796,035</u>	<u>3,423,756</u>
<u>(269,926)</u>	<u>(15,967)</u>	<u>4,245</u>	<u>265</u>	<u>(89,962)</u>	<u>621,842</u>
-	-	12,500	-	557,535	402,675
-	-	-	-	(564,206)	(376,498)
-	-	-	-	-	470,554
-	-	-	-	(53,790)	(264,750)
-	-	<u>12,500</u>	<u>-</u>	<u>(60,461)</u>	<u>231,981</u>
(269,926)	(15,967)	16,745	265	(150,423)	853,823
482,192	18,323	42,309	(265)	2,189,600	1,325,802
(420,000)	(7,004)	-	-	(418,176)	9,975
-	-	-	-	-	-
<u>\$ (207,734)</u>	<u>\$ (4,648)</u>	<u>\$ 59,054</u>	<u>\$ -</u>	<u>\$ 1,621,001</u>	<u>\$ 2,189,600</u>

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

CITY OF LEBANON  
Linn County, Oregon

ALL GOVERNMENTAL FUND TYPES AND PROPRIETARY FUND TYPES

Combined Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Cash Basis) and Actual

For the Fiscal Year Ended June 30, 1986

	GOVERNMENTAL FUND		
	GENERAL		
	BUDGET	ACTUAL	VARIANCE OVER (UNDER)
Revenues:			
Taxes	\$1,273,681	\$1,390,735	\$ 117,054
Licenses and Permits	257,300	331,281	73,981
Intergovernmental	95,900	146,821	50,921
Charges for Services	21,250	22,512	1,262
Interest on Investments	27,000	28,778	1,778
Assessments, Interest	-	-	-
Miscellaneous	85,700	136,046	50,346
Total Revenues	<u>1,760,831</u>	<u>2,056,173</u>	<u>295,342</u>
Expenditures:			
Personal Services	1,473,533	1,439,674	33,859
Materials and Services	544,668	496,997	47,671
Capital Outlay	38,250	47,922	(9,672)
Debt Service	-	-	-
Operating Contingency	39,900	-	39,900
Total Expenditures	<u>2,096,351</u>	<u>1,984,593</u>	<u>111,758</u>
Excess of Revenues over (under) Expenditures	<u>(335,520)</u>	<u>71,580</u>	<u>407,100</u>
Other Financing Sources (Uses):			
Operating Transfers In	292,000	210,585	(81,415)
Operating Transfers Out	(406,480)	(392,706)	13,774
Loans Granted	-	-	-
Total Other Financing Sources (Uses)	<u>(114,480)</u>	<u>(182,121)</u>	<u>(67,641)</u>
Excess of Revenues over (under) Expenditures and Other Financing Sources (Uses)	<u>(450,000)</u>	<u>(110,541)</u>	<u>339,459</u>
Fund Balance at Beginning of Year	450,000	77,050	(372,950)
Prior Year's Adjustment	-	76,328	76,328
Residual Transfer	-	96,809	96,809
Fund Balance at End of Year	<u>\$ -</u>	<u>139,646</u>	<u>\$ 139,646</u>
Adjustments to GAAP Basis:			
Compensated Absences Payable		(6,065)	
Contributed Capital		-	
Repayment of Loan from Other Funds		12,500	
Fund Balance-GAAP Basis		<u>\$ 146,081</u>	

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

GOVERNMENTAL FUND TYPES					
SPECIAL REVENUE FUNDS			DEBT SERVICE FUND		
BUDGET	ACTUAL	VARIANCE OVER (UNDER)	BUDGET	ACTUAL	VARIANCE OVER (UNDER)
\$ -	\$ -	\$ -	\$ 74,969	\$ 93,712	\$ 18,743
-	-	-	-	-	-
603,284	636,149	32,865	-	-	-
313,700	314,250	550	-	-	-
43,900	103,047	59,147	-	26	26
3,200	21,161	17,961	-	-	-
66,162	66,179	17	-	264	264
<u>1,030,246</u>	<u>1,140,786</u>	<u>110,540</u>	<u>74,969</u>	<u>94,002</u>	<u>19,033</u>
581,608	582,833	(1,225)	-	-	-
492,013	166,065	325,948	-	-	-
1,403,931	325,379	1,078,552	-	-	-
-	-	-	109,969	109,969	-
178,060	-	178,060	-	-	-
<u>2,655,612</u>	<u>1,074,277</u>	<u>1,581,335</u>	<u>109,969</u>	<u>109,969</u>	<u>-</u>
(1,625,366)	66,509	1,691,856	(35,000)	(15,967)	19,033
341,450	334,450	(7,000)	-	-	-
(22,000)	(184,000)	(162,000)	-	-	-
-	(53,790)	(53,790)	-	-	-
<u>319,450</u>	<u>96,660</u>	<u>(222,790)</u>	<u>-</u>	<u>-</u>	<u>-</u>
(1,305,916)	163,169	1,469,066	(35,000)	(15,967)	19,033
1,305,916	1,569,991	264,075	35,000	18,323	(16,677)
-	(67,500)	(67,500)	-	(7,004)	(7,004)
-	(96,809)	(96,809)	-	-	-
<u>\$ -</u>	<u>1,568,851</u>	<u>\$1,568,832</u>	<u>\$ -</u>	<u>\$ (4,648)</u>	<u>\$ (4,648)</u>
	(3,103)				
	62,500				
	<u>\$1,628,248</u>				

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

CITY OF LEBANON  
Linn County, Oregon

ALL GOVERNMENTAL FUND TYPES AND PROPRIETARY FUND TYPES

Combined Statement of Revenues, Expenditures and Changes in Fund Balance  
Budget (Cash Basis) and Actual

For the Fiscal Year Ended June 30, 1986

	GOVERNMENTAL		
	CAPITAL PROJECTS FUND		VARIANCE
	BUDGET	ACTUAL	OVER (UNDER)
Revenues:			
Taxes	\$ -	\$ -	\$ -
Assessments	-	-	-
Charges for Services	-	-	-
Interest on Investments	1,000	4,245	3,245
Miscellaneous	-	-	-
Total Revenues	<u>1,000</u>	<u>4,245</u>	<u>3,245</u>
Expenditures:			
Personal Services	-	-	-
Materials and Services	-	-	-
Capital Outlay	47,280	-	47,280
Debt Service	-	-	-
Operating Contingency	8,380	-	8,380
Total Expenditures	<u>55,660</u>	<u>-</u>	<u>55,660</u>
Excess of Revenues over (under) Expenditures	<u>(54,660)</u>	<u>4,245</u>	<u>58,905</u>
Other Financing Sources (Uses):			
Operating Transfers In	26,280	12,500	(13,780)
Operating Transfers Out	-	-	-
Bond Proceeds	-	-	-
Total Other Financing Sources (Uses)	<u>26,280</u>	<u>12,500</u>	<u>(13,780)</u>
Excess of Revenues over (under) Expenditures and Other Financing Sources (Uses)	<u>(28,380)</u>	<u>16,745</u>	<u>45,125</u>
Fund Balance at Beginning of Year	28,830	42,309	13,929
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 59,054</u>	<u>\$ 59,054</u>
Adjustments to GAAP Basis:			
Change in Bonds Payable			
Prior Year's Adjustment			
Compensated Absences Payable			
Change in Deposits			
Basis of Assets Sold			
Change in Receivables			
Depreciation			
Assets Contributed by Other Funds			
Change in Assets belonging to Rural Fire District			
Fixed Assets Purchased			
Fund Balance-GAAP Basis			

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

FUND TYPES			PROPRIETARY FUND TYPE		
SPECIAL ASSESSMENT FUNDS			ENTERPRISE FUNDS		
BUDGET	ACTUAL	VARIANCE OVER (UNDER)	BUDGET	ACTUAL	VARIANCE OVER (UNDER)
\$ 161,590	\$ 173,622	\$ 12,032	\$ 5,750	\$ 70,844	\$ 65,094
101,028	121,232	20,204	-	-	-
-	-	-	1,896,900	1,779,822	(117,078)
30,000	67,247	37,247	11,000	419,335	408,335
-	542	542	100	59,150	59,050
<u>292,618</u>	<u>362,643</u>	<u>70,025</u>	<u>1,913,750</u>	<u>2,329,151</u>	<u>415,401</u>
17,282	12,024	5,258	538,464	515,731	22,733
67,400	40,908	26,492	945,422	776,067	169,355
872,451	485,965	386,486	587,991	250,662	337,329
287,316	287,314	2	806,920	805,318	1,602
163,739	-	163,739	125,623	-	125,623
<u>1,408,188</u>	<u>826,211</u>	<u>581,977</u>	<u>3,004,420</u>	<u>2,347,778</u>	<u>656,642</u>
<u>(1,115,570)</u>	<u>(463,568)</u>	<u>652,002</u>	<u>(1,090,670)</u>	<u>(18,627)</u>	<u>1,072,043</u>
5,000	-	(5,000)	45,750	45,756	6
-	-	-	-	-	-
102,000	-	(102,000)	-	-	-
<u>107,000</u>	<u>-</u>	<u>(107,000)</u>	<u>45,750</u>	<u>45,756</u>	<u>6</u>
(1,008,570)	(463,568)	545,002	(1,044,920)	27,129	1,072,049
1,219,075	482,192	(736,883)	5,020,000	7,267,525	2,247,525
<u>\$ 210,505</u>	<u>18,624</u>	<u>\$ 191,881</u>	<u>\$3,975,080</u>	<u>7,294,654</u>	<u>\$ 3,319,574</u>
	193,642			56,551	
	(420,000)			-	
	-			9,280	
	-			(25,065)	
	-			(265)	
	-			2,895	
	-			(219,517)	
	-			5,210	
	-			3,566	
	-			248,296	
	<u>\$ (207,734)</u>			<u>\$7,375,605</u>	

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

CITY OF LEBANON  
Linn County, Oregon

ENTERPRISE FUNDS

Combined Statement of Revenues, Expenses and  
Changes in Retained Earnings  
For the Fiscal Year Ended June 30, 1986

	AMBULANCE FUND	SEWER SERVICE FUND
Operating Revenue:		
Charges for Services	\$ 308,761	\$ 517,615
Miscellaneous Receipts	-	19,002
<b>Total Operating Revenue</b>	<u>308,761</u>	<u>536,617</u>
Operating Expenses:		
Personal Services	165,158	166,483
Materials and Services	53,476	416,260
Depreciation	19,085	88,051
<b>Total Operating Expenses</b>	<u>237,719</u>	<u>670,794</u>
<b>Net Operating Income (Loss)</b>	<u>71,042</u>	<u>(134,177)</u>
Non-Operating Income:		
Interest on Investments	2,310	18,700
Interest on Bonds	-	-
Transfer from Other Funds	45,756	-
Sale of Equipment	(92)	(173)
<b>Total Non-Operating Income</b>	<u>47,974</u>	<u>18,527</u>
Non-Operating Expense:		
Bond Interest	-	-
Bond Issuance Fees	-	-
Transfer to General Fund	-	-
<b>Total Non-Operating Expenses</b>	<u>-</u>	<u>-</u>
<b>Net Income (Loss)</b>	<u>119,016</u>	<u>(115,650)</u>
Retained Earnings-		
Beginning of Year	<u>(20,641)</u>	<u>(240,214)</u>
<b>Retained Earnings-End of Year</b>	<u>\$ 98,375</u>	<u>\$ (355,864)</u>

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



WATER SERVICE FUND	TOTALS YEAR ENDED	
	6/30/86	6/30/85
\$ 1,002,348	\$ 1,828,724	\$ 1,362,537
<u>39,920</u>	<u>58,922</u>	<u>3,564</u>
1,042,268	1,887,646	1,366,101
174,810	506,451	298,747
308,697	778,433	671,294
<u>112,381</u>	<u>219,517</u>	<u>179,374</u>
595,888	1,504,401	1,149,415
<u>446,380</u>	<u>383,245</u>	<u>216,686</u>
38,988	59,998	66,030
359,337	359,337	46,906
-	45,756	60,000
<u>-</u>	<u>(265)</u>	<u>(85)</u>
398,325	464,826	172,851
748,767	748,767	181,400
-	-	52,956
<u>-</u>	<u>-</u>	<u>76,177</u>
748,767	748,767	310,533
<u>95,938</u>	<u>99,304</u>	<u>79,004</u>
39,240	(221,615)	(300,619)
<u>\$ 135,178</u>	<u>\$ (122,311)</u>	<u>\$ (221,615)</u>

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

CITY OF LEBANON  
Linn County, Oregon

ENTERPRISE FUNDS

Combined Statement of Changes in Financial Position  
For the Fiscal Year Ended June 30, 1986

	AMBULANCE FUND	SEWER SERVICE FUND
Sources of Working Capital:		
Operations:		
Net Income (Loss)	\$ 119,016	\$ (115,650)
Item not requiring Working Capital-Depreciation	<u>19,085</u>	<u>88,051</u>
Working Capital Provided by Operations	138,101	(27,599)
Bond Proceeds	-	-
Basis of Fixed Assets Sold	<u>92</u>	<u>173</u>
Total Sources of Working Capital	<u>138,193</u>	<u>(27,426)</u>
Uses of Working Capital:		
Acquisition of Fixed Assets	(12,045)	(1,806)
Decrease in Long-Term Debt	(5,897)	(2,429)
Decrease in Assets Owned by Rural Fire District	<u>-</u>	<u>-</u>
Total Uses of Working Capital	<u>(17,942)</u>	<u>(4,235)</u>
Net Increase (Decrease) In Working Capital	<u>\$ 120,251</u>	<u>\$ (31,661)</u>
Changes in Working Capital Components:		
Cash	\$ 86,498	\$ (3,423)
Accounts Receivable	34,818	(29,604)
Accounts Payable	(2,652)	591
Accrued Absenses-Current Portion	1,587	775
Deposits	<u>-</u>	<u>-</u>
Net Increase (Decrease) In Working Capital	120,251	(31,661)
Working Capital Beginning of Year	<u>49,962</u>	<u>451,684</u>
Working Capital End of Year	<u>\$ 170,213</u>	<u>\$ 420,023</u>

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

WATER SERVICE FUND	TOTALS YEAR ENDED	
	6/30/86	6/30/85
\$ 95,938	\$ 99,304	\$ 79,004
<u>112,381</u>	<u>219,517</u>	<u>179,374</u>
208,319	318,821	258,378
-	-	8,808,778
-	265	1,885
<u>208,319</u>	<u>319,086</u>	<u>9,069,041</u>
(234,445)	(248,296)	(3,936,226)
(55,318)	(63,644)	(1,087)
-	-	(4,822)
<u>(289,763)</u>	<u>(311,940)</u>	<u>(3,942,135)</u>
<u>\$ (81,444)</u>	<u>\$ 7,146</u>	<u>\$ 5,126,906</u>
\$ (27,244)	\$ 55,831	\$ 4,986,776
(2,320)	2,894	141,703
(26,641)	(28,702)	3,003
(174)	2,188	(1,906)
<u>(25,065)</u>	<u>(25,065)</u>	<u>(2,670)</u>
(81,444)	7,146	5,126,906
<u>4,992,503</u>	<u>5,494,149</u>	<u>367,243</u>
<u>\$ 4,911,059</u>	<u>\$ 5,501,295</u>	<u>\$ 5,494,149</u>

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

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CITY OF LEBANON  
Linn County, Oregon

NOTES TO FINANCIAL STATEMENTS  
June 30, 1986

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 accounting policies of the City of Lebanon conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies:

A. Fund Accounting

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into seven generic fund types and three broad fund categories as follows:

GOVERNMENTAL FUNDS

**General Fund** - The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

**Special Revenue Funds** - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

**Special Assessments Funds** - Special Assessment Funds are used to account for the financing of public improvements or services deemed to benefit the properties against which special assessments are levied.

**Debt Service Fund** - Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

**Capital Projects Fund** - Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds, Special Assessment, and Trust Funds).

# 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont).

## PROPRIETARY FUNDS

**Enterprise Funds** - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for public policy, management control, accountability, or other purposes.

## FIDUCIARY FUNDS

**Trust and Agency Funds** - Trust and Agency Funds are used to account for assets held by the City in a trustee capacity or as agent for individuals, private organizations, other governments, and/or other funds. These include Expendable Trust and Agency Funds. Expendable Trust Funds are accounted for in essentially the same manner as governmental funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

## B. Fixed Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds and Expendable Trust Funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spending resources."

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings are capitalized along with the other general fixed assets. No depreciation has been provided on general fixed assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds. The single exception to this general rule is for special assessment bonds, which are accounted for in Special Assessment Funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont).

B. Fixed Assets and Long-Term Liabilities

The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

Noncurrent portions of long-term receivables due to governmental funds are reported on their balance sheets, in spite of their spending measurement focus. Special reporting treatments are used to indicate, however, that they should not be considered "available spendable resources," since they do not represent net current assets. Recognition of governmental fund type revenues represented by noncurrent receivables is deferred until they become current receivables. Noncurrent portions of long-term loans receivables are offset by deferred revenue accounts.

Special reporting treatments are also applied to governmental fund inventories to indicate that they do not represent "available spendable resources," even though they are a component of net current assets. Such amounts are generally offset by fund balance reserve accounts.

Because of their spending measurement focus, expenditures recognition for governmental fund types is limited to exclude amounts represented by non-current liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

All proprietary funds and Nonexpendable Trust Funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earning components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight line method. The estimated useful lives are as follows:

Buildings	50-100 years
Equipment	5-10 years
Water System	40 years
Sewer System	100 years

# 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont).

## C. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds and Expendable Trust Funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they became measureable and available as net current assets.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include: (1) accumulated unpaid vacation, sick pay, and other employee amounts which are not accrued; and (2) principal and interest on long-term debt which is recognized when due.

All proprietary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

## D. Budgets and Budgetary Accounting

1. A budget is prepared for each governmental fund in accordance with 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. Prior to July 1, the budget is legally enacted through the passage of a resolution.

3. Formal budgetary integration is employed as a management control device during the year for all funds.

4. The City budgets all fund types on the modified accrual basis of accounting. Because of local budgeting requirements for capital items, bond sale proceeds, receivables and debt retirement, adjustments between budget accounting and generally accepted accounting principles is necessary.

## E. Cash and Investments

The City maintains cash and investments in a common pool; therefore cash and investments are combined in the balance sheet. Cash and equity in pooled investments consists of each fund's portion of investments in the State Investment Pool, regular checking accounts at financial institutions and time certificates of deposits.



1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

E. Cash and Investments (Cont.)

The aforementioned investments are reflected at cost which approximates market value at the balance sheet date. All of the City investments are short-term.

F. Receivables

Assessments in the Special Assessment Funds are recognized as receivables at the time property owners are assessed for property improvements. Since the assessments are liens against the properties, an allowance for uncollectable amounts is not deemed necessary. Assessments are payable over a period of 10 years and bear interest at 7 to 12.02 percent.

Fines assessed but uncollected by the Municipal court are offset by deferred revenues. The amount recorded is net of estimated uncollectibles.

Property taxes receivable are offset by deferred property tax revenues and, accordingly, have not been recorded as revenue.

Receivables of the Proprietary Fund Types are recorded as revenue as earned.

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%. Because the charges are liens against the benefited property, an allowance for uncollectible amounts is not deemed necessary.

Receivables for federal and state grants, federal revenue sharing entitlements, and state, county, and local shared revenue are recorded as revenue in all fund types as earned. The federal revenue sharing entitlement receivable and receivables for state, county, and local shared revenue are recorded in accounts receivable.

Rehabilitation Loans Receivable represent loans made to low and moderate income people for rehabilitation of their homes under a HUD grant. Very low income people defer repayment of the loan until the property is sold or transferred. Other qualifying people received low interest loans based on income.

Balance, deferred repayments	\$ 338,443
Balance, monthly repayment	73,884
Total	<u>\$ 412,327</u>

Loans are secured by liens. Grant proceeds used for rehabilitation loans are recorded as loans receivable and offset by a deferred income account.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

F. Receivables (Continued)

Job Creation Loan Receivable represents a loan made to Teknetics, Inc., 300 Market Drive, Lebanon, OR, under the Oregon Community Development grant program. The loan is secured by real estate. Grant proceeds used for the loan are recorded as loan receivable and offset by a deferred revenue account.

Contracts receivable represent a contract for the sale of real property to the Lebanon Jaycees, payable at \$1,000 per year at no interest and a contract for the sale of real property to the Lebanon Boy's and Girl's Club, payable at \$2,847 per year at no interest.

G. Advance to Other Funds

Current portions of long-term interfund loans receivable (reported in "Due from" asset accounts) are considered "available spendable resources."

H. Compensated Absences -  
Accumulated Unpaid Vacation and Sick Pay

Earned but unpaid vacation pay accumulates up to a maximum of 200 hours per employee. Sick leave can be taken only in the event of illness. Sick leave benefits accumulate up to a maximum of 1,440 hours but do not vest. Therefore 50% was assumed will never have to be paid.

Governmental Fund Types:

Current unpaid compensated absences are expensed currently. The amount owed prior to current year are included in the general long-term debt group.

Proprietary Fund Types:

Earned but unpaid compensated absences are expensed currently.

I. Comparative Data

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

J. Total Columns on Combined Statements

Total columns on Combined Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

2. PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of July 1. Taxes are levied on October 15 and payable in three installments on November 15, February 15, and May 15.

3. PREPAID COSTS

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

4. CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	Balance 7-1-85	Additions	Deletions	Balance 6-30-86
Land	\$ 298,030	\$ 64,417	\$ -	\$ 362,447
Buildings	511,686	-	-	511,686
Equipment	1,340,431	213,031	(64,195)	1,489,267
South Main Improvements	-	-	-	-
	-	485,655	-	485,655
Total	<u>\$2,150,147</u>	<u>\$ 763,103</u>	<u>\$(64,195)</u>	<u>\$2,849,055</u>

A summary of proprietary fund type property, plant, equipment at June 30, 1985 is provided under Segmented Information for Enterprise Funds on Page N-10.

5. CHANGES IN LONG TERM DEBT

	Balance 7-1-85	Additions	Retirements	Balance 6-30-86
General Obligation Bonds	\$ 995,000	\$ -	\$ 90,000	\$ 905,000
Bancroft Improvement Bonds	843,642	-	178,642	665,000
General Obligation Revenue Supported Bonds	8,895,000	-	60,000	8,835,000
	<u>10,733,642</u>	<u>-</u>	<u>328,642</u>	<u>10,405,000</u>
Bond Discount	(86,222)	-	(3,449)	(82,773)
	<u>\$10,647,420</u>	<u>\$ -</u>	<u>\$ 325,193</u>	<u>\$10,322,227</u>

5. CHANGES IN LONG TERM DEBT (Cont.)

Bonds payable at June 30, 1986 are comprised of the following individual issues:

Principal and interest on general obligation revenue supported bonds are payable first from net revenues in the water fund and second, from general tax revenues. The City has committed to establish utility user charges sufficient to pay principal and interest when due. If user charges are not sufficient, the City is required by ordinance to levy ad valorem taxes sufficient to pay maturing principal and interest.

The water service bonds are callable November 1, 1987 and will be redeemed at that time from the proceed of refinancing bonds sold May 5, 1985. Interest income received from investment of the refinancing bond proceeds will pay the interest due on the refinancing bonds.

Under the Constitution and Statutes of the State of Oregon, and the Charter of the City, the City has the power and is obligated to levy ad valorem taxes as necessary for the payment of the principal and interest upon all property within the City subject to taxation by the City, without limitation as to rate or amount. No additional sinking fund requirements exist.

General Obligation Bonds:

Sewage Treatment Bonds, December 1, 1975	\$ 500,000
<u>Urban Renewal Agency:</u>	
Street Improvements Bonds, November 1, 1984	405,000
	<u>905,000</u>

Bancroft Bonds:

Improvement Bonds	\$ 15,000
8-1-76	40,000
9-1-77	380,000
9-1-79	170,000
8-1-83	60,000
11-1-84	<u>665,000</u>

General Obligation Revenue

<u>Supported Bonds:</u>	
Water Service Bonds, October 1, 1984	\$ 4,475,000
Refinancing Bonds, May 5, 1985	4,360,000
	<u>\$ 8,835,000</u>

Debt Service requirements at June 30, 1986 (including interest payments of \$7,622,151 have the following maturities:

1986	\$ 1,136,922
1987	5,273,911
1988	736,330
1989	722,220
1990-1994	2,962,010
1995-1999	2,580,463
2000-2004	2,288,530
2005-2009	2,326,765
	<u>\$ 18,027,151</u>

5. CHANGES IN LONG TERM DEBT (Cont.)

Debt Service paid from City tax levy, assessments and user charges	\$13,089,772
Debt Servie paid from refinancing bond proceeds and their investment	<u>4,937,379</u>
	<u>\$18,027,151</u>

Principal and interest on general bonded debt are payable solely from general tax revenues.

Principal and interest on all general obligation improvement bonds are payable first from assessments to benefited properties, and second, from general tax revenues.

6. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosures, as part of the Combined Statements - Overview, of certain information concerning individual funds including:

A. Excesses of expenditures over appropriations in individual funds: State Tax and Road Fund \$184,000 transfer out, Vaughn Lane Acres Park Fund \$10,545 improvements.

B. Deficit fund balances or retained earnings balances of individual funds at June 30, 1986: Fire Suppression Fund \$(14,722), Public Improvement Fund \$(57,302), Bancroft Bond Fund \$(4,648), Sewer Service Fund \$(355,864).

The deficit in the Sewer Service Fund and Ambulance Fund will be eliminated by appropriations of future City revenues, or increased service charges. At June 30, 1985 contributed capital of the Sewer Service Fund and Ambulance Fund exceeded is accumulated retained earnings deficit.

The Fire Suppression Fund deficit was created by the unfunded compensated absences liability, the Bancroft Bond Fund deficit is the result of the long term bond debt recorded in this fund. Public Improvement Fund and Debt Service Fund deficits are the result of overbudgeted resources. All deficits should be eliminated by future City revenues.

6. OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES (Cont.)

C. Individual fund interfund receivable and payable balances. Such balances at June 30, 1986 were:

Fund	Interfund Receivables	Interfund Payables
General Fund	\$ -	\$ 2,800
Capital Projects Fund	1,500	-
Grant Funds	1,300	-
Totals	<u>\$ 2,800</u>	<u>\$ 2,800</u>

7. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The City maintains three enterprise funds, which provide ambulance, sewer and water services. The City took over water service November 15, 1984. Segment information for the year ended June 30, 1986 is as follows:

	Ambulance Fund	Sewer Fund	Water Fund	Total Enterprise Funds
Operating Revenues	\$308,761	\$ 536,617	\$1,042,268	\$1,887,646
Depreciation	\$ 19,085	\$ 88,051	\$ 112,381	\$ 219,517
Operating Income (Loss)	\$ 71,042	\$ (134,177)	\$ 446,380	\$ 383,245
Operating Transfers:				
In (Out)	\$ 45,756	\$ -	\$ -	\$ 45,756
Net Income (Loss)	\$119,016	\$ (115,650)	\$ 95,938	\$ 99,304
Plant, Property and Equipment				
Additions	\$ 15,611	\$ 7,016	\$ 234,445	\$ 257,072
Deletions	\$ (92)	\$ (173)	\$ -	\$ (265)
Net Working Capital	\$170,213	\$ 420,023	\$4,911,059	\$5,501,295
Total Equity	\$239,154	\$7,001,273	\$ 135,178	\$7,375,605

8. RETIREMENT COMMITMENTS

Pursuant to ORS 237.981, the City makes contributions to an Employee Pension Plan under the Oregon Public Employee Retirement Board.

All full time permanent 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 most recent actuarial valuation of PERS was made as of December 31, 1982. As of the aforementioned date, the City had no unfunded actuarial liability.

8. RETIREMENT COMMITMENTS (Cont.)

Although combined with other public entities, the City is actuarially treated as a individual unit. At December 31, 1982, an actuarial valuation disclosed that the city's level contribution rate was more than the rate currently being contributed. Therefore, their contribution rate decreased to 6.76% January 1, 1984. This contribution rate is calculated to be sufficient to meet the ongoing actuarial costs.

9. LEASE COMMITMENTS

The City has two lease purchase agreements with Ford Financial Services Inc. for the lease-purchase of automobiles. Terms are annual payments of \$8,540 and \$10,156. The contracts are included in general long-term debt.

10. PENDING LITIGATION

The City is currently involved in a litigation, with a possible liability to the City of up to \$7,500.

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

11. CONTINGENT LIABILITIES

The City received an Oregon Community Development program grant of \$128,000 for a revolving loan fund for direct loans to businesses to create new permanent jobs in the community. So far, \$124,000 has been used, \$120,000 for a loan to Teknetics, Inc. The grant agreement requires that 20 new jobs will be created by Teknetics by December 31, 1986. The City could be faced with the possible return of the grant funds to the state for non-compliance. As of June 30, 1986 the company has created 13 jobs.

The City participates in a number of other federal and state assisted grant programs, which are subject to program compliance audits by the grantors or their representatives. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

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COMBINING AND INDIVIDUAL FUND  
AND ACCOUNT GROUP SCHEDULES

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GENERAL FUND

This fund accounts for the financial operations of the City which are not accounted for in any other fund. Principal sources of revenue are property taxes, licenses, permits and franchise fees. Primary expenditures are for police protection, community development, library, insurance, and general administration.

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CITY OF LEBANON  
Linn County, Oregon

GENERAL FUND

Comparative Balance Sheet

	JUNE 30, 1986	JUNE 30, 1985
<b>ASSETS</b>		
Cash	\$ 210,953	\$ 154,691
Accounts Receivable:		
Fines and Forfeitures	32,317	23,174
Property Taxes	356,534	359,733
Other	267	35
Contracts Receivable	<u>87,553</u>	<u>5,000</u>
Total Assets	<u>\$ 687,624</u>	<u>\$ 542,633</u>
<b>LIABILITIES</b>		
Accounts Payable	\$ 21,487	\$ 25,998
Due to Other Funds	2,800	17,124
Deferred Revenue	476,671	387,942
Compensated Absences Payable	<u>40,585</u>	<u>34,519</u>
Total Liabilities	<u>541,543</u>	<u>465,583</u>
<b>FUND EQUITY</b>		
Reserved for Petty Cash Funds	1,075	785
Unreserved Fund Balance	<u>145,006</u>	<u>76,265</u>
Total Fund Equity	<u>146,081</u>	<u>77,050</u>
Total Liabilities and Fund Equity	<u>\$ 687,624</u>	<u>\$ 542,633</u>

CITY OF LEBANON  
Linn County, Oregon

GENERAL FUND

Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget (Cash Basis) and Actual

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
<b>Revenues:</b>				
<b>Taxes:</b>				
Current Year's Levy	\$1,196,681	\$1,180,864	\$ (15,817)	\$1,262,396
Prior Year's Levies	75,000	209,871	134,871	156,754
Interest on Taxes	2,000	4,264	2,264	4,639
<b>Licenses and Permits:</b>				
Franchise	241,800	296,280	54,480	295,395
Building Permits	10,000	30,735	20,735	13,386
Amusement Machine Tax	5,000	3,450	(1,550)	3,000
Business Licenses	500	816	316	694
<b>Intergovernmental:</b>				
State Revenue Sharing	-	49,634	49,634	-
Liquor Tax	75,000	70,507	(4,493)	72,996
Cigarette Tax	19,000	24,914	5,914	21,186
Reimbursement for Police Service	500	733	233	330
Library, State Per Capita Aid	1,400	1,033	(367)	829
<b>Charges for Services:</b>				
Bicycle Licenses	-	-	-	1,720
Maps and Ordinances	250	191	(59)	58
Planning Commission Ser.	1,000	590	(410)	685
Engineering Fees	3,000	3,938	938	12,900
Dial-A-Bus	2,000	2,793	793	2,250
<b>Fines and Forfeitures:</b>				
Fines and Bail Forfeitures	58,000	78,602	20,602	53,608
<b>Intragovernmental:</b>				
Administration Fees from Enterprise Funds	-	-	-	77,000
SDC Support Fee	-	-	-	1,100
Communication Fee from Fire Fund	15,000	15,000	-	-
<b>Miscellaneous:</b>				
Property Rentals	3,900	7,400	3,500	4,336
Library Trust Fund	500	159	(341)	729
Interest on Investments	27,000	28,778	1,778	76,160
Miscellaneous Receipts	3,100	23,808	20,708	19,181
Senior Ctr Misc. Receipts	200	463	263	606
Misc. Income-Library	9,500	9,794	294	11,508
Misc. Income-Police Dept.	6,000	3,595	(2,405)	13,384
Misc. Income-Tall Grass	4,000	4,755	755	-
Sale of Property	500	3,206	2,706	1,000
<b>Total Revenues</b>	<u>1,760,831</u>	<u>2,056,173</u>	<u>295,342</u>	<u>2,107,830</u>

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
<b>Expenditures:</b>				
<b>Legislative Department:</b>				
Personal Services	\$ 9,783	\$ 9,683	\$ 100	\$ 9,629
Materials and Services	3,400	2,561	839	3,673
Total Legislative Dept.	<u>13,183</u>	<u>12,244</u>	<u>939</u>	<u>13,302</u>
<b>Administrative Department:</b>				
Personal Services	58,952	58,657	295	65,131
Materials and Services	5,150	4,956	194	7,429
Total Admin. Dept.	<u>64,102</u>	<u>63,613</u>	<u>489</u>	<u>72,560</u>
<b>City Attorney:</b>				
Personal Services	24,233	24,307	(74)	24,193
Materials and Services	3,600	3,000	600	3,250
Total City Attorney	<u>27,833</u>	<u>27,307</u>	<u>526</u>	<u>27,443</u>
<b>Finance Department:</b>				
Personal Services	43,591	42,373	1,218	80,539
Materials and Services	6,825	5,486	1,339	8,478
Capital Outlay	-	-	-	496
Total Finance Dept.	<u>50,416</u>	<u>47,859</u>	<u>2,557</u>	<u>89,513</u>
<b>Library:</b>				
Personal Services	112,239	113,800	(1,561)	95,719
Materials and Services	34,325	26,811	7,514	31,062
Capital Outlay	1,200	1,315	(115)	-
Total Library Dept.	<u>147,764</u>	<u>141,926</u>	<u>5,838</u>	<u>126,781</u>
<b>Municipal Court:</b>				
Personal Services	37,488	38,004	(516)	33,345
Materials and Services	20,950	10,099	10,851	17,491
Capital Outlay	-	479	(479)	500
Total Municipal Court	<u>58,438</u>	<u>48,582</u>	<u>9,856</u>	<u>51,336</u>
<b>Senior Services Department:</b>				
Personal Services	21,864	17,585	4,279	18,422
Materials and Services	13,215	13,339	(124)	10,168
Capital Outlay	-	-	-	-
Total Senior Services	<u>35,079</u>	<u>30,924</u>	<u>4,155</u>	<u>28,590</u>
<b>Community and Economic Development -</b>				
<b>Engineering-Services:</b>				
Personal Services	112,520	91,092	21,428	135,271
Materials and Services	25,731	26,355	(624)	17,184
Capital Outlay	1,300	8,818	(7,518)	5,134
Total Comm. Dev. Adm.- Eng.-Plan.-Bldg.	<u>139,551</u>	<u>126,265</u>	<u>13,286</u>	<u>157,589</u>

CITY OF LEBANON  
Linn County, Oregon

GENERAL FUND

Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget (Cash Basis) and Actual

Year Ended June 30, 1986

With comparative actual amounts for the year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
<b>Expenditures (continued):</b>				
<b>Community Develop.-Parks:</b>				
Personal Services	\$ 43,141	\$ 40,102	\$ 3,039	\$ 37,328
Materials and Services	21,250	15,351	5,899	14,945
Capital Outlay	-	-	-	-
Total Comm. Dev.-Parks	<u>64,391</u>	<u>55,453</u>	<u>8,938</u>	<u>52,273</u>
<b>Comm. Dev. Streets</b>				
Personal Services	132,655	131,864	791	163,076
Materials and Services	61,255	52,340	8,915	49,423
Capital Outlay	-	-	-	13,096
Total Comm. Dev. - Public Works	<u>193,910</u>	<u>184,204</u>	<u>9,706</u>	<u>225,595</u>
<b>Police Department:</b>				
Personal Services	877,067	872,207	4,860	816,369
Materials and Services	89,067	77,555	11,512	93,460
Capital Outlay	21,450	23,103	(1,653)	26,705
Total Police Department	<u>987,584</u>	<u>972,865</u>	<u>14,719</u>	<u>936,534</u>
<b>Special Expenditures:</b>				
Materials and Services	259,900	259,144	756	261,509
Operating Contingency	39,900	-	39,900	-
Capital Outlay	14,300	14,207	93	4,310
Total Special Expend.	<u>314,100</u>	<u>273,351</u>	<u>40,849</u>	<u>265,819</u>
Total Expenditures	<u>2,096,351</u>	<u>1,984,593</u>	<u>111,758</u>	<u>2,047,335</u>
<b>Excess of Revenues over (under) Expenditures</b>	<u>(335,520)</u>	<u>71,580</u>	<u>407,100</u>	<u>60,495</u>



	1986			1985 ACTUAL
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
<b>Other Financing Sources (Uses)</b>				
Transfer from (to):				
Federal Revenue Sharing Fund	\$ -	\$ -	\$ -	\$ 60,000
Sewer Service Fund	-	-	-	33,000
Urban Renewal Fund	26,000	26,585	585	-
State Revenue Sharing Fund	-	-	-	33,000
Ambulance Fund	77,000	-	(77,000)	-
Public Improvement Fund	-	-	-	43,177
State Tax and Road Fund	-	-	-	10,000
Ambulance Fund	189,000	184,000	(5,000)	130,000
Capital Improvement Fund	(45,750)	(45,756)	(6)	(60,000)
Fire Suppression and Prevention Fund	(26,280)	(12,500)	13,780	(10,000)
Fire/Ambulance Equipment Fund	(334,450)	(334,450)	-	(254,561)
Total Other Financing Sources (Uses)	<u>(114,480)</u>	<u>(182,121)</u>	<u>(67,641)</u>	<u>(134,132)</u>
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses	(450,000)	(110,541)	339,459	(73,637)
Fund Balance at Beginning of Year	450,000	77,050	(372,950)	135,262
Prior Year's Adjustments	-	76,328	76,328	9,975
Residual Transfers In	-	96,809	96,809	-
Fund Balance at End of Year	<u>\$ -</u>	139,646	<u>\$ 139,646</u>	71,600
Adjustments to GAAP Basis:				
Compensated Absences Payable		(6,065)		(1,426)
Loan Payables		-		(3,124)
Repayment of Loan from Other Funds		12,500		10,000
Fund Balance-GAAP Basis		<u>\$ 146,081</u>		<u>\$ 77,050</u>

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## SPECIAL REVENUE FUNDS

Fire Suppression Fund - Accounts for monies provided by the City and the Lebanon Rural Fire District jointly, dedicated to provide fire protection. The fund is a combination of Fire Suppression, Fire Prevention and Fire Volunteer activities accounted for in prior years in the General Fund.

Fire/Ambulance Equipment Fund - Accounts for monies dedicated to the purchase of equipment for the fire and ambulance departments. This fund is owned jointly with the Lebanon Rural Fire District.

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. This fund was transferred to the General Fund during the year.

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.

State Foot and Bike Bath 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.

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

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

Systems Development Fund - 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. Park Improvement Charge
2. Sewer Connection Charge
3. Street Improvement Charge
4. Drainage Improvement Charge

CITY OF LEBANON  
Linn County, Oregon

ALL SPECIAL REVENUE FUNDS

Combining Balance Sheet

June 30, 1986

	FIRE	FEDERAL REVENUE SHARING	STATE REVENUE SHARING	STATE TAX AND ROAD
<b><u>ASSETS AND OTHER DEBITS</u></b>				
Cash	\$ 56,395	\$ 573,790	\$ -	\$ 94,587
Accounts Receivable:				
Property Taxes	3	-	-	-
SDC Assessments	-	-	-	-
Grant Funds	-	-	-	-
Rehabilitation Loans	-	-	-	-
Job Creation Loan	-	-	-	-
From General Fund	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets and Other Debits	<u>\$ 56,398</u>	<u>\$ 573,790</u>	<u>\$ -</u>	<u>\$ 94,587</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>				
Liabilities:				
Accounts Payable	\$ 15,554	\$ -	\$ -	\$ -
Notes Payable	-	-	-	-
Deferred Revenue	3	-	-	-
Compensated Absenses Payable	24,191	-	-	-
Prepaid Grant Monies Received	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>39,748</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Equity:				
Contributed Capital:				
Federal Revenue Sharing Fund Balances	62,500	-	-	-
Reserved For:				
System Development Unreserved	(45,850)	573,790	-	94,587
	<u>-</u>	<u>573,790</u>	<u>-</u>	<u>94,587</u>
Total Fund Balances	<u>16,650</u>	<u>573,790</u>	<u>-</u>	<u>94,587</u>
Total Liabilities and Fund Equity	<u>\$ 56,398</u>	<u>\$ 573,790</u>	<u>\$ -</u>	<u>\$ 94,587</u>

FOOT AND BIKE PATH	GRANT	EQUIPMENT REPLACEMENT ACQUISITION	SYSTEMS DEVELOPMENT	TOTALS (MEMORANDUM ONLY)	
				JUNE 30, 1986	JUNE 30, 1985
\$ 19,859	\$226,092	\$ 17,503	\$702,503	\$1,690,729	\$1,634,948
-	-	-	-	3	3
-	-	-	7,372	7,372	5,742
-	17,892	-	-	17,892	27,657
-	412,327	-	-	412,327	368,463
-	105,676	-	-	105,676	120,000
-	1,300	-	-	1,300	3,124
<u>\$ 19,859</u>	<u>\$763,287</u>	<u>\$ 17,503</u>	<u>\$709,875</u>	<u>\$2,235,299</u>	<u>\$2,159,937</u>
\$ -	\$ 6,327	\$ -	\$ -	\$ 21,881	\$ 11,884
-	-	-	-	-	62,500
-	518,403	-	7,372	525,778	494,208
-	266	-	-	24,457	21,354
-	34,935	-	-	34,935	-
-	559,931	-	7,372	607,051	589,946
-	-	-	-	62,500	-
-	-	-	702,503	702,503	646,708
<u>19,859</u>	<u>203,356</u>	<u>17,503</u>	<u>-</u>	<u>863,245</u>	<u>923,283</u>
<u>19,859</u>	<u>203,356</u>	<u>17,503</u>	<u>702,503</u>	<u>1,628,248</u>	<u>1,569,991</u>
<u>\$ 19,859</u>	<u>\$763,287</u>	<u>\$ 17,503</u>	<u>\$709,875</u>	<u>\$2,235,299</u>	<u>\$2,159,937</u>

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CITY OF LEBANON  
Linn County, Oregon

ALL FIRE FUNDS

Combining Balance Sheet

June 30, 1986  
With Comparative Totals for June 30, 1985

	FIRE SUPPRESSION	FIRE/ AMBULANCE EQUIPMENT	TOTALS	
			1986	1985
<b>ASSETS</b>				
Cash	\$ 25,023	\$ 31,372	\$ 56,395	\$ 279,877
Accounts Receivable				
Taxes	-	3	3	3
<b>Total Assets</b>	<u>\$ 25,023</u>	<u>\$ 31,375</u>	<u>\$ 56,398</u>	<u>\$ 279,880</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts Payable	\$ 15,554	\$ -	\$ 15,554	\$ -
Deferred Revenue	-	3	3	3
Note Payable	-	-	-	62,500
Compensated Absences Payable	24,191	-	24,191	20,900
<b>Total Liabilities</b>	<u>39,745</u>	<u>3</u>	<u>39,748</u>	<u>83,403</u>
<b>Fund Equity:</b>				
<b>Contributed Capital:</b>				
Federal Revenue Sharing	62,500	-	62,500	-
Unreserved Fund Balance	(77,222)	31,372	(45,850)	196,477
<b>Total Fund Balance</b>	<u>(14,722)</u>	<u>31,372</u>	<u>16,650</u>	<u>196,477</u>
<b>Total Liabilities and Fund Equity</b>	<u>\$ 25,023</u>	<u>\$ 31,375</u>	<u>\$ 56,398</u>	<u>\$ 279,880</u>

CITY OF LEBANON  
Linn County, Oregon

ALL GRANT FUNDS

Combining Balance Sheet

June 30, 1986

	RALSTON PARK GAZEBO	9-1-1 EMERGENCY COMMUNI- CATIONS	DIAL-A- BUS	FAU STREET OVERLAY	ECONOMIC DEVELOPMENT (TEKNETICS)	HISTORIC PRESER- VATION	MISC. INACTIVE GRANTS
<b>ASSETS</b>							
Cash	\$ 1,160	\$ 122,875	\$ 32,518	\$ (1,300)	\$ 21,599	\$ 1,449	\$ -
Accounts Receivable:							
Grant Funds	-	8,290	-	-	400	-	-
Rehabilitation Loans	-	-	-	-	-	-	-
Job Creation Loans	-	-	-	-	105,676	-	-
From General Fund	-	-	-	1,300	-	-	-
<b>Total Assets</b>	<u>\$ 1,160</u>	<u>\$ 131,165</u>	<u>\$ 32,518</u>	<u>\$ -</u>	<u>\$127,675</u>	<u>\$ 1,449</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,449	\$ -
Vacation Pay Payable	-	-	266	-	-	-	-
Deferred Revenue	-	-	-	-	106,076	-	-
Prepaid Grant Monies Received	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<u>-</u>	<u>-</u>	<u>266</u>	<u>-</u>	<u>106,076</u>	<u>1,449</u>	<u>-</u>
Fund Balances:							
Unreserved	<u>1,160</u>	<u>131,165</u>	<u>32,252</u>	<u>-</u>	<u>21,599</u>	<u>-</u>	<u>-</u>
<b>Total Fund Balance</b>	<u>1,160</u>	<u>131,165</u>	<u>32,252</u>	<u>-</u>	<u>21,599</u>	<u>-</u>	<u>-</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 1,160</u>	<u>\$ 131,165</u>	<u>\$ 32,518</u>	<u>\$ -</u>	<u>\$127,675</u>	<u>\$ 1,449</u>	<u>\$ -</u>



I.CDC ENERGY CONSERVATION	VAUGHN LANE ACRES PARK	SANTIAM CANAL IND. PARK MARKETING	83/84 HOUSING REHABIL- ITATION	1985 HOUSING REHABIL- ITATION	CENTURY PARK	TOTALS	
						JUNE 30, 1986	JUNE 30, 1985
\$ 6,000	\$ -	\$ (1,411)	\$ 11,180	\$ 39,813	\$ (7,791)	\$ 226,092	\$132,606
-	-	1,411	-	-	7,791	17,892	27,657
-	-	-	358,537	53,790	-	412,327	368,463
-	-	-	-	-	-	105,676	120,000
-	-	-	-	-	-	1,300	3,124
<u>\$ 6,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$369,717</u>	<u>\$ 93,603</u>	<u>\$ -</u>	<u>\$ 763,287</u>	<u>\$651,850</u>
\$ -	\$ -	\$ -	\$ -	\$ 4,878	\$ -	\$ 6,327	\$ 11,867
-	-	-	-	-	-	266	454
-	-	-	358,537	53,790	-	518,403	488,463
-	-	-	-	34,935	-	34,935	-
-	-	-	358,537	93,603	-	559,931	500,784
<u>6,000</u>	<u>-</u>	<u>-</u>	<u>11,180</u>	<u>-</u>	<u>-</u>	<u>203,356</u>	<u>151,066</u>
<u>6,000</u>	<u>-</u>	<u>-</u>	<u>11,180</u>	<u>-</u>	<u>-</u>	<u>203,356</u>	<u>151,066</u>
<u>\$ 6,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$369,717</u>	<u>\$ 93,603</u>	<u>\$ -</u>	<u>\$ 763,287</u>	<u>\$349,718</u>

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CITY OF LEBANON  
Linn County, Oregon

ALL SYSTEMS DEVELOPMENT FUNDS

Combining Balance Sheet

June 30, 1986  
With Comparative Totals for June 30, 1985

	PARK	WASTEWATER	STREET	DRAINAGE	TOTALS	
					1986	1985
<b>ASSETS</b>						
Cash	\$ 26,524	\$ 497,159	\$ 146,763	\$ 32,057	\$ 702,503	\$ 646,725
SDC Assessments Receivable	<u>823</u>	<u>2,246</u>	<u>2,057</u>	<u>2,246</u>	<u>7,372</u>	<u>5,742</u>
<b>Total Assets</b>	<u>\$ 27,347</u>	<u>\$ 499,405</u>	<u>\$ 148,820</u>	<u>\$ 34,303</u>	<u>\$ 709,875</u>	<u>\$ 652,467</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>Liabilities:</b>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17
Deferred Revenue	<u>823</u>	<u>2,246</u>	<u>2,057</u>	<u>2,246</u>	<u>7,372</u>	<u>5,742</u>
<b>Total Liabilities</b>	<u>823</u>	<u>2,246</u>	<u>2,057</u>	<u>2,246</u>	<u>7,372</u>	<u>5,759</u>
<b>Fund Balances:</b>						
Reserved for Systems Development	<u>26,524</u>	<u>497,159</u>	<u>146,763</u>	<u>32,057</u>	<u>702,503</u>	<u>646,708</u>
<b>Total Fund Balance</b>	<u>26,524</u>	<u>497,159</u>	<u>146,763</u>	<u>32,057</u>	<u>702,503</u>	<u>646,708</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 27,347</u>	<u>\$ 499,405</u>	<u>\$ 148,820</u>	<u>\$ 34,303</u>	<u>\$ 709,875</u>	<u>\$ 652,467</u>

CITY OF LEBANON  
Linn County, Oregon

ALL SPECIAL REVENUE FUNDS

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance

For the Fiscal Year Ended June 30, 1986

	Fire	Federal Revenue Sharing	State Revenue Sharing
<b>Revenues:</b>			
Federal Funds	\$ -	\$ 288,007	\$ -
State Funds	-	-	-
Rural Fire District	314,250	-	-
Seed Grower's Association	13,327	-	-
Interest on Investments	1,437	35,624	-
Sale of Equipment	-	-	-
City Matching	-	-	-
Fees, Assessments	-	-	-
Donations	-	-	-
Loan Repayments	-	-	-
Interest Income	-	-	-
Miscellaneous	694	-	-
<b>Total Revenues</b>	<u>329,708</u>	<u>323,631</u>	<u>-</u>
<b>Expenditures:</b>			
Personal Services	558,511	-	-
Materials and Services	127,640	-	-
Capital Outlay	149,543	97,692	-
<b>Total Expenditures</b>	<u>835,694</u>	<u>97,692</u>	<u>-</u>
<b>Excess of Revenues over (under) Expenditures</b>	<u>(505,986)</u>	<u>225,939</u>	<u>-</u>
<b>Other Financing Sources (Uses):</b>			
Transfers In	334,450	-	-
Transfers Out	-	-	-
Loans Granted	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>334,450</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Uses</b>	<u>(171,536)</u>	<u>225,939</u>	<u>-</u>
<b>Fund Balance at Beginning of Year</b>	196,477	347,851	90,545
Prior Year's Adjustment	(67,500)	-	-
Residual Transfer to General Fund	-	-	(90,545)
<b>Fund Balance at End of Year</b>	<u>(42,559)</u>	<u>573,790</u>	<u>-</u>
<b>Adjustments to GAAP Basis:</b>			
Compensated Absences Payable	(3,291)	-	-
Contributed Capital	62,500	-	-
<b>Fund Balance-GAAP Basis</b>	<u>\$ 16,650</u>	<u>\$ 573,790</u>	<u>\$ -</u>

Grant	State Tax and Road	Foot and Bike Path	Equipment Replacement, Acquisition	Systems Development	Totals (Memorandum Only)	
					June 30, 1986	June 30, 1985
\$ 89,750	\$ -	\$ -	\$ -	\$ -	\$ 377,757	\$ 612,783
61,372	195,050	1,970	-	-	258,392	289,791
-	-	-	-	-	314,250	315,090
-	-	-	-	-	13,327	8,484
12,281	-	1,414	-	52,291	103,047	97,719
-	-	-	1,994	-	1,994	1,557
15,832	-	-	-	-	15,832	3,124
-	-	-	-	20,467	20,467	22,177
1,140	-	-	-	-	1,140	12,953
22,246	-	-	-	-	22,246	4,071
6,168	-	-	-	694	6,862	6,196
4,778	-	-	-	-	5,472	10,599
<u>213,567</u>	<u>195,050</u>	<u>3,384</u>	<u>1,994</u>	<u>73,452</u>	<u>1,140,786</u>	<u>1,384,544</u>
24,322	-	-	-	-	582,833	532,219
38,425	-	-	-	-	166,065	155,005
38,664	-	-	21,823	17,657	325,379	157,171
<u>101,411</u>	<u>-</u>	<u>-</u>	<u>21,823</u>	<u>17,657</u>	<u>1,074,277</u>	<u>844,395</u>
112,156	195,050	3,384	(19,829)	55,795	66,509	540,149
-	-	-	-	-	334,450	350,309
(53,790)	(184,000)	-	-	-	(184,000)	(200,000)
<u>(53,790)</u>	<u>(184,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(53,790)</u>	<u>(264,750)</u>
(53,790)	(184,000)	-	-	-	96,660	114,441
58,366	11,050	3,384	(19,829)	55,795	163,169	425,708
151,066	83,537	16,475	37,332	646,708	1,569,991	-
-	-	-	-	-	(67,500)	-
<u>(6,264)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(96,809)</u>	<u>1,144,712</u>
203,168	94,587	19,859	17,503	702,503	1,568,851	1,570,420
188	-	-	-	-	(3,103)	(429)
-	-	-	-	-	62,500	-
<u>\$203,356</u>	<u>\$ 94,587</u>	<u>\$ 19,859</u>	<u>\$ 17,503</u>	<u>\$ 702,503</u>	<u>\$1,628,248</u>	<u>\$1,569,991</u>

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CITY OF LEBANON  
Linn County, Oregon

ALL FIRE FUNDS

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance

For the Fiscal Year Ended June 30, 1986

	FIRE SUPPRESSION	FIRE/ AMBULANCE EQUIPMENT	TOTALS	
			1986	1985
<b>Revenues:</b>				
Rural Fire District Contribution	\$ 314,250	\$ -	\$ 314,250	\$ 315,090
Seed Grower's Association	13,327	-	13,327	8,484
Sale of Equipment	-	-	-	1,557
Interest on Investments	142	1,295	1,437	15,449
Miscellaneous	694	-	694	9,945
<b>Total Revenues</b>	<b>328,413</b>	<b>1,295</b>	<b>329,708</b>	<b>350,525</b>
<b>Expenditures:</b>				
Personal Services	558,511	-	558,511	492,258
Material Services	127,640	-	127,640	93,490
Capital Outlay	34,743	114,800	149,543	46,019
<b>Total Expenditures</b>	<b>720,894</b>	<b>114,800</b>	<b>835,694</b>	<b>631,767</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(392,481)</b>	<b>(113,505)</b>	<b>(505,986)</b>	<b>(281,242)</b>
<b>Other Financing Sources (Uses):</b>				
Transfer from General Fund	334,450	-	334,450	340,309
<b>Total Other Financing Sources (Uses)</b>	<b>334,450</b>	<b>-</b>	<b>334,450</b>	<b>340,309</b>
<b>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</b>	<b>(58,031)</b>	<b>(113,505)</b>	<b>(171,536)</b>	<b>59,067</b>
<b>Fund Balance at Beginning of Year</b>	<b>(15,900)</b>	<b>212,377</b>	<b>196,477</b>	<b>137,410</b>
Prior Year's Adjustment	-	(67,500)	(67,500)	-
	<b>(73,931)</b>	<b>31,372</b>	<b>(42,559)</b>	<b>196,477</b>
<b>Adjustments to GAAP Basis:</b>				
Compensated Absences Payable	(3,291)	-	(3,291)	-
Contributed Capital	62,500	-	62,500	-
<b>Fund Balance - GAAP Basis</b>	<b>\$ (14,722)</b>	<b>\$ 31,372</b>	<b>\$ 16,650</b>	<b>\$ 196,477</b>

CITY OF LEBANON  
Linn County, Oregon

ALL GRANT FUNDS

Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
For the Fiscal Year Ended June 30, 1986

	RALSTON PARK GAZEBO	9-1-1 EMERGENCY COMMUNI- CATIONS	DIAL-A- BUS	FAU STREET OVERLAY	ECONOMIC DEVELOPMENT (TEKNETICS)	HISTORIC PRESER- VATION	MISC. INACTIVE GRANTS
<b>Revenues:</b>							
Federal Grant Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Grant Funds	-	30,249	-	-	-	-	-
Investment Interest	20	8,251	3,035	-	-	-	-
City Matching	-	-	-	-	-	-	-
Donations	1,140	-	-	-	-	-	-
Loan Repayments	-	-	-	-	14,324	-	-
Interest Income	-	-	-	-	4,768	-	-
Misc. Revenues	-	-	4,658	-	-	-	-
<b>Total Revenues</b>	<u>1,160</u>	<u>38,500</u>	<u>7,693</u>	<u>-</u>	<u>19,092</u>	<u>-</u>	<u>-</u>
<b>Expenditures:</b>							
Personal Services	-	-	23,322	-	-	-	-
Materials/Services	-	-	-	-	512	-	-
Capital Outlay	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>23,322</u>	<u>-</u>	<u>512</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues over (under) Expenditures</b>	<u>1,160</u>	<u>38,500</u>	<u>(15,629)</u>	<u>-</u>	<u>18,580</u>	<u>-</u>	<u>-</u>
<b>Other Financing Sources (Uses):</b>							
Transfer from Federal Revenue Sharing Fund	-	-	-	-	-	-	-
Loans Granted	-	-	-	-	-	-	-
<b>Total Other Finan- cing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess of Revenues Over (under) Expenditures and Other Financing Sources (Uses)</b>	<u>1,160</u>	<u>38,500</u>	<u>(15,629)</u>	<u>-</u>	<u>18,580</u>	<u>-</u>	<u>-</u>
<b>Fund Balance at Beginning of Year</b>	-	92,665	47,693	-	3,019	-	6,264
<b>Residual Transfer to General Fund</b>	-	-	-	-	-	-	(6,264)
<b>Fund Balance at End of Year</b>	<u>\$ 1,160</u>	<u>\$ 131,165</u>	<u>32,064</u>	<u>\$ -</u>	<u>\$ 21,599</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Adjustments to GAAP Basis:</b>							
Compensated Absences Payable			188				
<b>Fund Balance-GAAP Basis</b>			<u>\$ 32,252</u>				



LCDC ENERGY CONSERVATION	VAUGHN LANE ACRES PARK	SANTIAM CANAL IND. PARK MARKETING	83-84 HOUSING REHABILITATION	1985 HOUSING REHABILITATION	CENTURY PARK	TOTALS (MEMORANDUM ONLY)	
						JUNE 30, 1986	JUNE 30, 1985
\$ -	\$ -	\$ -	\$ -	\$ 89,750	\$ -	\$ 89,750	\$ 333,849
7,000	9,219	1,411	-	-	13,493	61,372	53,753
-	1,326	-	433	542	-	12,281	8,346
-	-	-	-	-	14,506	15,832	3,124
-	-	-	7,922	-	-	1,140	12,953
-	-	-	1,400	-	-	22,246	4,071
-	-	-	-	-	-	6,168	6,196
-	-	-	-	-	120	4,778	654
<u>7,000</u>	<u>10,545</u>	<u>1,411</u>	<u>9,755</u>	<u>90,292</u>	<u>28,119</u>	<u>213,567</u>	<u>422,946</u>
1,000	-	-	-	-	-	24,322	39,961
-	10,545	1,411	-	36,502	-	38,425	60,515
-	-	-	-	-	28,119	38,664	29,502
<u>1,000</u>	<u>10,545</u>	<u>1,411</u>	<u>-</u>	<u>36,502</u>	<u>28,119</u>	<u>101,411</u>	<u>129,978</u>
6,000	-	-	9,755	53,790	-	112,156	292,968
-	-	-	-	-	-	-	10,000
-	-	-	-	(53,790)	-	(53,790)	(264,750)
-	-	-	-	(53,790)	-	(53,790)	(254,750)
6,000	-	-	9,755	-	-	58,366	38,218
-	-	-	1,425	-	-	151,066	113,277
-	-	-	-	-	-	(6,264)	-
<u>\$ 6,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,180</u>	<u>-</u>	<u>\$ -</u>	<u>203,168</u>	<u>151,495</u>
						188	(429)
						<u>\$203,356</u>	<u>\$151,066</u>

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CITY OF LEBANON  
Linn County, Oregon

ALL SYSTEMS DEVELOPMENT FUNDS

Combining Statement of Revenues, Expenditures and Changes  
in Fund Balance

For the Fiscal Year Ended June 30, 1986

	PARKS	WASTEWATER	STREET	DRAINAGE	TOTALS	
					1986	1985
<b>Revenues:</b>						
Improvement Principal	\$ 2,345	\$ 6,947	\$ 5,427	\$ 5,748	\$ 20,467	\$ 21,777
Interest on Fees	117	308	188	81	694	615
Interest on Investments	2,246	36,880	10,847	2,318	52,291	68,434
<b>Total Revenues</b>	<b>4,708</b>	<b>44,135</b>	<b>16,462</b>	<b>8,147</b>	<b>73,452</b>	<b>90,826</b>
<b>Expenditures:</b>						
Capital Outlay	-	-	-	-	-	1,000
City Match Contribution	17,657	-	-	-	17,657	13,611
<b>Total Expenditures</b>	<b>17,657</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,657</b>	<b>14,611</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(12,949)</b>	<b>44,135</b>	<b>16,462</b>	<b>8,147</b>	<b>55,795</b>	<b>76,215</b>
<b>Fund Balance at Beginning of Year</b>	<b>39,473</b>	<b>453,024</b>	<b>130,301</b>	<b>23,910</b>	<b>646,708</b>	<b>570,493</b>
<b>Fund Balance at End of Year</b>	<b>\$ 26,524</b>	<b>\$ 497,159</b>	<b>\$ 146,763</b>	<b>\$ 32,057</b>	<b>\$ 702,503</b>	<b>\$ 646,708</b>

CITY OF LEBANON  
Linn County, Oregon

FIRE SUPPRESSION

Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget (Cash Basis) and Actual

Year Ended June 30, 1986

With comparative actual amounts for the year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
<b>Revenues:</b>				
Rural Fire District Contribution	\$ 313,700	\$ 314,250	\$ 550	\$ 315,090
Seed Grower's Assoc.	9,000	13,327	4,327	8,484
Interest on Investments	-	142	142	
Miscellaneous	4,662	694	(3,968)	9,175
<b>Total Revenues</b>	<u>327,362</u>	<u>328,413</u>	<u>1,051</u>	<u>332,749</u>
<b>Expenditures:</b>				
Personal Services	556,807	558,511	(1,704)	492,258
Materials & Services	127,014	127,640	(626)	93,490
Capital Outlay	30,491	34,743	(4,252)	17,462
<b>Total Expenditures</b>	<u>714,312</u>	<u>720,894</u>	<u>(6,582)</u>	<u>603,210</u>
<b>Excess of Revenues Over (Under) Expenditures</b>	<u>(386,950)</u>	<u>(392,481)</u>	<u>(5,531)</u>	<u>(270,461)</u>
<b>Other Financing Sources (Uses):</b>				
Transfer from General Fund	334,450	334,450	-	254,561
Transfer to General Fund	(15,000)	-	15,000	-
<b>Total Other Financing Sources (Uses)</b>	<u>319,450</u>	<u>334,450</u>	<u>15,000</u>	<u>254,561</u>
<b>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</b>	<u>(67,500)</u>	<u>(58,031)</u>	<u>9,469</u>	<u>(15,900)</u>
<b>Fund Balance at Beginning of Year</b>	<u>67,500</u>	<u>(15,900)</u>	<u>83,400</u>	<u>-</u>
<b>Fund Balance at End of Year</b>	<u>\$ -</u>	<u>(73,931)</u>	<u>\$ (73,931)</u>	<u>\$ (15,900)</u>
<b>Adjustments to GAAP Basis:</b>				
Compensated Absences Payable		(3,291)		
Contributed Capital		62,500		
<b>Fund Balance - GAAP Basis</b>		<u>\$ (14,722)</u>		

CITY OF LEBANON  
Linn County, Oregon

FIRE/AMBULANCE EQUIPMENT FUND

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
Sale of Equipment	\$ 2,000	\$ -	\$ (2,000)	\$ 1,557
Interest on Investments	-	1,295	1,295	15,449
Miscellaneous	-	-	-	770
Total Revenues	<u>2,000</u>	<u>1,295</u>	<u>(705)</u>	<u>17,776</u>
Expenditures:				
Capital Outlay	122,000	114,800	7,200	28,557
Operating Contingency	10,000	-	10,000	-
Total Expenditures	<u>132,000</u>	<u>114,800</u>	<u>17,200</u>	<u>28,557</u>
Excess of Revenues over (under) Expenditures	<u>(130,000)</u>	<u>(113,505)</u>	<u>16,495</u>	<u>(10,781)</u>
Other Financing Sources (Uses):				
Transfer from General Fund	-	-	-	<u>85,748</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures	(130,000)	(113,505)	16,495	74,967
Fund Balance at Beginning of Year	130,000	212,377	82,377	137,410
Prior Year's Adjustments	<u>-</u>	<u>(67,500)</u>	<u>(67,500)</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 31,372</u>	<u>\$ 31,372</u>	<u>\$ 212,377</u>

CITY OF LEBANON  
Linn County, Oregon

FEDERAL REVENUE SHARING FUND

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
<b>Revenues:</b>				
Federal Allocation	\$ 271,584	\$ 288,007	\$ 16,423	\$ 278,934
Interest on Investments	-	35,624	35,624	-
<b>Total Revenues</b>	<u>271,584</u>	<u>323,631</u>	<u>52,047</u>	<u>278,934</u>
<b>Expenditures:</b>				
Capital Outlay	605,000	97,692	507,308	45,498
Operating Contingency	59,584	-	59,584	-
<b>Total Expenditures</b>	<u>664,584</u>	<u>97,692</u>	<u>566,892</u>	<u>45,498</u>
<b>Excess of Revenues over (under) Expenditures</b>	<u>(393,000)</u>	<u>225,939</u>	<u>618,939</u>	<u>233,436</u>
<b>Other Financing Sources (Uses):</b>				
Transfer to General Fund	-	-	-	(60,000)
Transfer to Grant Fund	(7,000)	-	7,000	(10,000)
<b>Total Other Financing Sources (Uses)</b>	<u>(7,000)</u>	<u>-</u>	<u>7,000</u>	<u>(70,000)</u>
<b>Excess of Revenues over (under) Expenditures and Other Uses</b>	<u>(400,000)</u>	<u>225,939</u>	<u>625,939</u>	<u>163,436</u>
<b>Fund Balance at Beginning of Year</b>	<u>400,000</u>	<u>347,851</u>	<u>(52,149)</u>	<u>184,415</u>
<b>Fund Balance at End of Year</b>	<u>\$ -</u>	<u>\$ 573,790</u>	<u>\$ 573,790</u>	<u>\$ 347,851</u>

CITY OF LEBANON  
Linn County, Oregon

STATE REVENUE SHARING FUND

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
State Allocation	\$ -	\$ -	\$ -	\$ 52,804
Total Revenues	-	-	-	52,804
Expenditures:				
Operating Contingency	-	-	-	-
Total Expenditures	-	-	-	-
Other Financing Sources (Uses):				
Transfer to General Fund	-	-	-	-
Total Other Uses	-	-	-	-
Excess of Revenues over (under) Expenditures and Other Uses	-	-	-	52,804
Fund Balance at Beginning of Year	-	90,545	90,545	-
Residual Transfer to General Fund	-	(90,545)	(90,545)	37,741
Fund Balance at End of Year	\$ -	\$ -	\$ -	\$ 90,545

CITY OF LEBANON  
Linn County, Oregon

STATE TAX AND ROAD FUND

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
<b>Revenues:</b>				
State Vehicle Fuel Tax Allocation	\$ -	\$ 195,050	\$ 195,050	\$ 181,402
Interest on Investments	-	-	-	-
<b>Total Revenues</b>	<b>-</b>	<b>195,050</b>	<b>195,050</b>	<b>181,402</b>
<b>Expenditures:</b>				
Operating Contingency	-	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess of Revenues over (under) Expenditures</b>	<b>-</b>	<b>195,050</b>	<b>195,050</b>	<b>181,402</b>
<b>Other Financing Sources (Uses):</b>				
Transfer to General Fund	-	(184,000)	(184,000)	(130,000)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>(184,000)</b>	<b>(184,000)</b>	<b>(130,000)</b>
<b>Excess of Revenues over (under) Expenditures and Other Financing Uses</b>	<b>-</b>	<b>11,050</b>	<b>11,050</b>	<b>51,402</b>
<b>Fund Balance at Beginning of Year</b>	<b>-</b>	<b>83,537</b>	<b>83,537</b>	<b>32,135</b>
<b>Fund Balance at End of Year</b>	<b>\$ -</b>	<b>\$ 94,587</b>	<b>\$ 94,587</b>	<b>\$ 83,537</b>



CITY OF LEBANON  
Linn County, Oregon

FOOT AND BIKE PATH FUND

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
<b>Revenues:</b>				
State Vehicle Fuel Tax Allocation	\$ 1,300	\$ 1,970	\$ 670	\$ 1,832
Interest on Investments	100	1,414	1,314	1,430
<b>Total Revenues</b>	<u>1,400</u>	<u>3,384</u>	<u>1,984</u>	<u>3,262</u>
<b>Expenditures:</b>				
Capital Outlay	12,600	-	12,600	-
Operating Contingency	2,000	-	2,000	-
<b>Total Expenditures</b>	<u>14,600</u>	<u>-</u>	<u>14,600</u>	<u>-</u>
<b>Excess of Revenues over (under) Expenditures</b>	<b>(13,200)</b>	<b>3,384</b>	<b>16,584</b>	<b>3,262</b>
<b>Fund Balance at Beginning of Year</b>	<u>13,200</u>	<u>16,475</u>	<u>3,275</u>	<u>13,213</u>
<b>Fund Balance at End of Year</b>	<u>\$ -</u>	<u>\$ 19,859</u>	<u>\$ 19,859</u>	<u>\$ 16,475</u>

CITY OF LEBANON  
Linn County, Oregon

RALSTON PARK GAZEBO

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
Donations	\$ -	\$ 1,140	\$ 1,140	\$ -
Interest on Investments	-	20	20	-
Total Revenues	-	1,160	1,160	-
Expenditures:				
Capital Outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess of Revenues over (under) Expenditures	-	1,160	1,160	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	\$ -	\$ 1,160	\$ 1,160	\$ -

CITY OF LEBANON  
Linn County, Oregon

EMERGENCY COMMUNICATIONS  
9-1-1 EMERGENCY TELEPHONE TAX

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
State Funds	\$ 15,000	\$ 30,249	\$ 15,249	\$ 30,451
Interest on Investments	1,000	8,251	7,251	7,757
Total Revenues	<u>16,000</u>	<u>38,500</u>	<u>22,500</u>	<u>38,208</u>
Expenditures:				
Capital Outlay	61,000	-	61,000	-
Materials & Services	-	-	-	3,632
Total Expenditures	<u>61,000</u>	<u>-</u>	<u>61,000</u>	<u>3,632</u>
Excess of Revenues Over Expenditures	(45,000)	38,500	83,500	34,576
Fund Balance at Beginning of Year	<u>45,000</u>	<u>92,665</u>	<u>47,665</u>	<u>58,089</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 131,165</u>	<u>\$ 131,165</u>	<u>\$ 92,665</u>

CITY OF LEBANON  
Linn County, Oregon

DIAL-A-BUS

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
<b>Revenues:</b>				
Federal Funds, Reimbursements	\$ -	\$ 4,658	\$ 4,658	\$ 3,151
Interest on Investments	1,000	3,035	2,035	100
Donations	-	-	-	12,953
Miscellaneous	-	-	-	654
<b>Total Revenues</b>	<u>1,000</u>	<u>7,693</u>	<u>6,693</u>	<u>16,858</u>
<b>Expenditures:</b>				
Personal Services	23,801	23,322	479	21,339
Materials & Services	22,199	-	22,199	-
Operating Contingency	5,000	-	5,000	-
<b>Total Expenditures</b>	<u>51,000</u>	<u>23,322</u>	<u>27,678</u>	<u>21,339</u>
<b>Excess of Revenues over (under) Expenditures</b>	<b>(50,000)</b>	<b>(15,629)</b>	<b>34,371</b>	<b>(4,481)</b>
<b>Fund Balance at Beginning of Year</b>	<u>50,000</u>	<u>47,693</u>	<u>(2,307)</u>	<u>52,603</u>
<b>Fund Balance at End of Year</b>	<u>\$ -</u>	<u>32,064</u>	<u>\$ 32,064</u>	<u>48,122</u>
<b>Adjustments to GAAP Basis:</b>				
Compensated Absences Payable		<u>188</u>		<u>(429)</u>
<b>Fund Balance - GAAP Basis</b>		<u>\$ 32,252</u>		<u>\$ 47,693</u>

CITY OF LEBANON  
Linn County, Oregon

FAU STREET OVERLAY  
CITY STREETS IMPROVEMENT, FEDERAL AID NUMBER: M-0000(59), M-0000(66)

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
State Grant Funds	\$ -	\$ -	\$ -	\$ -
Federal Grant Funds	3,000	-	3,000	13,193
City Matching	-	-	-	1,300
Interest on Investments	-	-	-	-
<b>Total Revenues</b>	<u>3,000</u>	<u>-</u>	<u>3,000</u>	<u>14,493</u>
Expenditures:				
Personal Services	-	-	-	12,705
Materials and Services	10,000	-	10,000	488
Capital Outlay	-	-	-	11,300
<b>Total Expenditures</b>	<u>10,000</u>	<u>-</u>	<u>10,000</u>	<u>24,493</u>
Excess of Revenues over (under) Expenditures	<u>(7,000)</u>	<u>-</u>	<u>(7,000)</u>	<u>(10,000)</u>
Other Financing Sources:				
Transfer from Federal Revenue Sharing	<u>7,000</u>	<u>-</u>	<u>7,000</u>	<u>10,000</u>
Excess of Revenues over (under) Expenditures and Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF LEBANON  
Linn County, Oregon

1984 ECONOMIC DEVELOPMENT (TEKNETICS)  
OREGON COMMUNITY DEVELOPMENT GRANT #84-314-ED

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

Year Ended June 30, 1986  
With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
<b>Revenues:</b>				
Federal Grant Funds	\$ -	\$ -	\$ -	\$ 124,000
Loan Repayments, Principal	6,000	14,324	8,324	-
Interest Income	<u>3,000</u>	<u>4,768</u>	<u>1,768</u>	<u>3,032</u>
Total Revenues	<u>9,000</u>	<u>19,092</u>	<u>10,092</u>	<u>127,032</u>
<b>Expenditures:</b>				
Materials and Services	<u>11,400</u>	<u>512</u>	<u>10,888</u>	<u>4,013</u>
Total Expenditures	<u>11,400</u>	<u>512</u>	<u>10,888</u>	<u>4,013</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,400)</u>	<u>18,580</u>	<u>20,980</u>	<u>123,019</u>
<b>Other Financing (Uses):</b>				
Loans Granted	<u>-</u>	<u>-</u>	<u>-</u>	<u>(120,000)</u>
Total Other Financing (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(120,000)</u>
Excess of Revenues Over Expenditures and Other Financing Uses	<u>(2,400)</u>	<u>18,580</u>	<u>20,980</u>	<u>3,019</u>
Fund Balance at Beginning of Year	<u>2,400</u>	<u>3,019</u>	<u>619</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 21,599</u>	<u>\$ 21,599</u>	<u>\$ 3,019</u>
Grant Award:		<u>\$ 128,000</u>		
Received		\$ 124,000		
Earned		400		
Available		<u>3,600</u>		
Total		<u>\$ 128,000</u>		

CITY OF LEBANON  
Linn County, Oregon

MISCELLANEOUS INACTIVE GRANTS

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
Donations	\$ -	\$ -	\$ -	\$ -
Interest on Investments	-	-	-	-
Miscellaneous Revenues	-	-	-	-
<u>Total Revenues</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at Beginning of Year:				
Grant Administration	-	525	525	525
Weldwood Park	-	4,799	4,799	4,799
Landfill	-	890	890	890
Crime-Youth Services	-	50	50	50
Residual Transfer to General Fund	-	(6,264)	(6,264)	-
<u>Fund Balance at End     of Year</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,264</u>

CITY OF LEBANON  
Linn County, Oregon

LCDC-ENERGY CONSERVATION  
POST ACKNOWLEDGMENT PLANNING GRANT P-84005 AND  
PLAN MAINTENANCE GRANT M-85097

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
State Grant Funds	\$ 3,000	\$ 7,000	\$ 4,000	\$ 3,000
Total Revenues	<u>3,000</u>	<u>7,000</u>	<u>4,000</u>	<u>3,000</u>
Expenditures:				
Personal Services	1,000	1,000	-	3,000
Operating Contingency	<u>5,000</u>	<u>-</u>	<u>5,000</u>	<u>-</u>
Total Expenditures	<u>6,000</u>	<u>1,000</u>	<u>5,000</u>	<u>3,000</u>
Excess of Revenues over (under) Expenditures	(3,000)	6,000	9,000	-
Fund Balance at Beginning of Year	<u>3,000</u>	<u>-</u>	<u>(3,000)</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 6,000</u>	<u>\$ 6,000</u>	<u>\$ -</u>



CITY OF LEBANON  
Linn County, Oregon

VAUGHN LANE ACRES PARK  
NATIONAL PARK SERVICE PROJECT No. 41-01296, OP 2004

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986			1985 ACTUAL
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
Revenues:				
State Grant Funds	\$ -	\$ 9,219	\$ 9,219	\$ 12,746
Miscellaneous Revenues	-	-	-	1,824
City Contribution	-	1,326	1,326	-
Total Revenues	-	10,545	10,545	14,570
Expenditures:				
Capital Outlay	-	10,545	10,545	14,570
Total Expenditures	-	10,545	10,545	14,570
Excess of Revenues over (under) Expenditures	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	\$ -	\$ -	\$ -	\$ -

CITY OF LEBANON  
Linn County, Oregon

SANTIAM CANAL INDUSTRIAL PARK MARKETING  
COMMUNITY SERVICES CONSORTIUM GRANT

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
Grant Income	\$ -	\$ 1,411	\$ 1,411	\$ -
Total Revenues	-	1,411	1,411	-
Expenditures:				
Materials and Services	-	1,411	(1,411)	-
Total Expenditures	-	1,411	(1,411)	-
Excess of Revenues over (under) Expenditures	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	\$ -	\$ -	\$ -	\$ -

CITY OF LEBANON  
Linn County, Oregon

1983/84 HOUSING REHABILITATION  
OREGON COMMUNITY DEVELOPMENT GRANT No. 83-21-139-H

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

Year Ended June 30, 1986  
With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
Federal Grant Income	\$ -	\$ -	\$ -	\$ 165,791
Loan Repayments, Principal	10,000	7,922	(2,078)	4,071
Interest Income	2,000	1,400	(600)	3,164
Interest on Investment	-	433	433	-
Total Revenues	<u>12,000</u>	<u>9,755</u>	<u>(2,245)</u>	<u>173,026</u>
Expenditures:				
Materials and Services	12,000	-	12,000	26,851
Total Expenditures	<u>12,000</u>	<u>-</u>	<u>12,000</u>	<u>26,851</u>
Excess of Revenues over Expenditures	<u>-</u>	<u>9,755</u>	<u>9,755</u>	<u>146,175</u>
Other Financing (Uses):				
Rehabilitation Loans	-	-	-	(144,750)
Total Financing (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(144,750)</u>
Excess of Revenue Over (Under) Expenditures and Other Financing Uses	<u>-</u>	<u>9,755</u>	<u>9,755</u>	<u>1,425</u>
Fund Balance at Beginning of Year	<u>-</u>	<u>1,425</u>	<u>1,425</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 11,180</u>	<u>\$ 11,180</u>	<u>\$ 1,425</u>

CITY OF LEBANON  
Linn County, Oregon

1985 HOUSING REHABILITATION  
OREGON COMMUNITY DEVELOPMENT GRANT #85-116-HCF

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
Federal Grant Income	\$ 309,400	\$ 89,750	\$ (219,650)	\$ 10,466
Interest on Investments	-	542	542	-
Total Revenues	<u>309,400</u>	<u>90,292</u>	<u>(219,108)</u>	<u>10,466</u>
Expenditures:				
Materials and Services	309,400	36,502	272,898	10,466
Total Expenditures	<u>309,400</u>	<u>36,502</u>	<u>272,898</u>	<u>10,466</u>
Excess of Revenues over Expenditures	<u>-</u>	<u>53,790</u>	<u>53,790</u>	<u>-</u>
Other Financing (Uses):				
Rehabilitation Loans	-	(53,790)	(53,790)	-
Total Financing (Uses)	<u>-</u>	<u>(53,790)</u>	<u>(53,790)</u>	<u>-</u>
Excess of Revenue Over (Under) Expenditures and Other Financing (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Grant Award:		<u>\$ 309,400</u>		
Received, earned		\$ 100,216		
Received, unearned		34,935		
Available		<u>174,249</u>		
Total Grant		<u>\$ 309,400</u>		

CITY OF LEBANON  
Linn County, Oregon

CENTURY PARK GRANTS  
OREGON PARKS DIVISION GRANTS NO. 2048 AND 2086

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986			1985 ACTUAL
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
Revenues:				
State Grant Income	\$ -	\$ 13,493	\$ (13,493)	\$ -
City Contribution	-	14,506	(14,506)	-
Miscellaneous Income	-	120	(120)	-
Total Revenues	-	28,119	(28,119)	-
Expenditures:				
Capital Outlay	-	28,119	(28,119)	-
Total Expenditures	-	28,119	(28,119)	-
Excess of Revenues over (under) Expenditures	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	\$ -	\$ -	\$ -	\$ -

CITY OF LEBANON  
Linn County, Oregon

EQUIPMENT REPLACEMENT AND ACQUISITION FUND

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986			1985 ACTUAL
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
Revenues:				
Interest on Investments	\$ 500	\$ 1,994	\$ 1,494	\$ 3,845
Sale of Equipment	-	-	-	-
Total Revenues	<u>500</u>	<u>1,994</u>	<u>1,494</u>	<u>3,845</u>
Expenditures:				
Capital Outlay	28,500	21,823	6,677	22,541
Operating Contingency	<u>5,028</u>	-	<u>5,028</u>	-
Total Expenditures	<u>33,528</u>	<u>21,823</u>	<u>11,705</u>	<u>22,541</u>
Excess of Revenues over (under) Expenditures	(33,028)	(19,829)	13,199	(18,696)
Fund Balance at Beginning of Year	<u>33,028</u>	<u>37,332</u>	<u>4,304</u>	<u>56,028</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 17,503</u>	<u>\$ 17,503</u>	<u>\$ 37,332</u>

CITY OF LEBANON  
Linn County, Oregon

SDC PARK FUND

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

Year Ended June 30, 1986  
With comparative actual amounts for year ended June 30, 1985

	1986			1985 ACTUAL
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
Revenues:				
SDC Principal	\$ 500	\$ 2,345	\$ 1,845	\$ 2,336
SDC Interest	100	117	17	-
Interest on Investments	1,000	2,246	1,246	5,238
Miscellaneous	34,000	-	(34,000)	-
Total Revenues	<u>35,600</u>	<u>4,708</u>	<u>(30,892)</u>	<u>7,574</u>
Expenditures:				
Materials and Services	-	-	-	250
Capital Outlay	52,700	-	52,700	13,611
City Match Contribution	-	17,657	(17,657)	-
Operating Contingency	3,900	-	3,900	-
Total Expenditures	<u>56,600</u>	<u>17,657</u>	<u>38,943</u>	<u>13,861</u>
Excess of Revenues over (under) Expenditures	(21,000)	(12,949)	8,051	(6,287)
Fund Balance at Beginning of Year	<u>21,000</u>	<u>39,473</u>	<u>18,473</u>	<u>45,760</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 26,524</u>	<u>\$ 26,524</u>	<u>\$ 39,473</u>

CITY OF LEBANON  
Linn County, Oregon

SDC WASTEWATER FUND

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
SDC Principal	\$ 1,000	\$ 6,947	\$ 5,947	\$ 8,065
SDC Interest	200	308	108	-
Interest on Investments	<u>25,000</u>	<u>36,880</u>	<u>11,880</u>	<u>47,284</u>
Total Revenues	<u>26,200</u>	<u>44,135</u>	<u>17,935</u>	<u>55,349</u>
Expenditures:				
Materials and Services	-	-	-	250
Capital Outlay	366,340	-	366,340	-
Operating Contingency	<u>64,648</u>	<u>-</u>	<u>64,648</u>	<u>-</u>
Total Expenditures	<u>430,988</u>	<u>-</u>	<u>430,988</u>	<u>250</u>
Excess of Revenues over (under) Expenditures	(404,788)	44,135	448,923	55,099
Fund Balance at Beginning of Year	<u>404,788</u>	<u>453,024</u>	<u>48,236</u>	<u>397,925</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 497,159</u>	<u>\$ 497,159</u>	<u>\$ 453,024</u>



CITY OF LEBANON  
Linn County, Oregon

SDC STREET FUND

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
SDC Principal	\$ 1,200	\$ 5,427	\$ 4,227	\$ 5,840
SDC Interest	100	188	88	-
Interest on Investments	10,000	10,847	847	13,712
Total Revenues	11,300	16,462	5,162	19,552
Expenditures:				
Materials and Services	-	-	-	250
Capital Outlay	108,000	-	108,000	-
Operating Contingency	19,300	-	19,300	-
Total Expenditures	127,300	-	127,300	250
Excess of Revenues over (under) Expenditures	(116,000)	16,462	132,462	19,302
Fund Balance at Beginning of Year	116,000	130,301	14,301	110,999
Fund Balance at End of Year	\$ -	\$ 146,763	\$ 146,763	\$ 130,301

CITY OF LEBANON  
Linn County, Oregon

SDC DRAINAGE FUND

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986			1985 ACTUAL
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
Revenues:				
SDC Principal	\$ 500	\$ 5,748	\$ 5,248	\$ 5,936
SDC Interest	100	81	(19)	-
Interest on Investments	300	2,318	2,018	2,415
Total Revenues	<u>900</u>	<u>8,147</u>	<u>7,247</u>	<u>8,351</u>
Expenditures:				
Materials and Services	-	-	-	250
Capital Outlay	17,300	-	17,300	-
Operating Contingency	3,600	-	3,600	-
Total Expenditures	<u>20,900</u>	<u>-</u>	<u>20,900</u>	<u>250</u>
Excess of Revenues over (under) Expenditures	(20,000)	8,147	28,147	8,101
Fund Balance at Beginning of Year	<u>20,000</u>	<u>23,910</u>	<u>3,910</u>	<u>15,809</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 32,057</u>	<u>\$ 32,057</u>	<u>\$ 23,910</u>

### SPECIAL ASSESSMENT FUND

This fund was established to account for the financing of public improvements or services deemed to benefit the properties against which special assessments are levied. Projects undertaken by the City and the Lebanon Urban Renewal Agency are governed by ORS Chapter 223 and 457. The City, at present, maintains three special assessment funds:

Urban Renewal District Fund - Accounts for the financial activities of the Lebanon Urban Renewal Agency. Specifically the fund records cost of the South Main Road/Second Street/Walker Road Redevelopment Project.

Public Improvement Fund - Accounts for the construction costs of the 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 ten years in equal semi-annual installments, together with interest 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.

CITY OF LEBANON  
Linn County, Oregon

SPECIAL ASSESSMENT FUNDS

COMBINING BALANCE SHEET

June 30, 1986  
With Comparative Totals for June 30, 1985

	URBAN RENEWAL FUND	PUBLIC IMPROVEMENT FUND	BANCROFT BOND FUND	TOTALS	
				1986	1985
<b>ASSETS:</b>					
Cash	\$ 516,796	\$ (57,302)	\$ 403,470	\$ 862,964	\$1,385,255
Accounts Receivable:					
Assessments	-	3,729	562,571	566,300	654,142
Property taxes	42,801	-	-	42,801	42,854
Miscellaneous	-	3,541	-	3,541	3,541
Prepaid Costs	-	2,569	-	2,569	2,569
<b>Total Assets</b>	<u>\$ 559,597</u>	<u>\$ (47,463)</u>	<u>\$ 966,041</u>	<u>\$1,478,175</u>	<u>\$2,088,361</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts Payable	\$ 698	\$ -	\$ -	\$ 698	\$ 53,888
Matured Bonds Payable	-	-	-	-	5,000
Matured Interest	-	-	-	-	-
Coupons	-	-	-	-	533
Bonds Payable	405,000	-	665,000	1,070,000	843,642
Deferred Revenue	42,801	9,839	562,571	615,211	703,106
<b>Total Liabilities</b>	<u>448,499</u>	<u>9,839</u>	<u>1,227,571</u>	<u>1,685,909</u>	<u>1,606,169</u>
<b>Fund Balances:</b>					
Unreserved Fund Balance	111,098	(57,302)	(261,530)	(207,734)	482,192
<b>Total Fund Balances</b>	<u>111,098</u>	<u>(57,302)</u>	<u>(261,530)</u>	<u>(207,734)</u>	<u>482,192</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 559,597</u>	<u>\$ (47,463)</u>	<u>\$ 966,041</u>	<u>\$1,478,175</u>	<u>\$2,088,361</u>

CITY OF LEBANON  
Linn County, Oregon

SPECIAL ASSESSMENT FUNDS

Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances

Year ended June 30, 1986  
With Comparative Totals for Year Ended June 30, 1985

	URBAN	PUBLIC	BANCROFT	TOTALS	
	RENEWAL FUND	IMPROVEMENT FUND	BOND FUND	1986	1985
<b>Revenues:</b>					
Assessment Principal	\$ -	\$ -	\$ 87,831	\$ 87,831	\$ 83,150
Assessment Interest	-	-	33,401	33,401	30,642
Interest on Investments	37,739	-	29,508	67,247	130,527
Urban Renewal-Taxes	173,622	-	-	173,622	162,128
Miscellaneous	542	-	-	542	3,355
<b>Total Revenues</b>	<b>211,903</b>	<b>-</b>	<b>150,740</b>	<b>362,643</b>	<b>409,802</b>
<b>Expenditures:</b>					
Personal Services	-	12,024	-	12,024	-
Materials and Services	31,953	8,955	-	40,908	67,753
Capital Outlay	485,655	310	-	485,965	144,244
Debt Services	55,600	-	231,714	287,314	282,121
<b>Total Expenditures</b>	<b>573,208</b>	<b>21,289</b>	<b>231,714</b>	<b>826,211</b>	<b>464,118</b>
Excess of Revenues over (under) Expenditures	(361,305)	(21,289)	(80,974)	(463,568)	54,316
<b>Other Financing Sources (Uses):</b>					
Bond Proceeds	-	-	-	-	470,554
Transfers Out	-	-	-	-	(30,750)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>739,804</b>
Excess of Revenues and Other Sources over (under) Expenditures	(361,305)	(21,289)	(80,974)	(463,568)	385,488
Fund Balance at Beginning of Year	877,403	(36,013)	(359,198)	482,192	(17,852)
Fund Balance at End of Year	516,098	(57,302)	(440,172)	18,624	367,636
<b>Adjustments to GAAP Basis:</b>					
(Increase) decrease in Bonds Payable	15,000	-	178,642	193,642	126,358
Prior Year's Adjustment Projects in Progress	(420,000)	-	-	(420,000)	-
	-	-	-	-	(11,802)
<b>Fund Balance - GAAP Basis</b>	<b>\$ 111,098</b>	<b>\$ (57,302)</b>	<b>\$ (261,530)</b>	<b>\$ (207,734)</b>	<b>\$ 482,192</b>

CITY OF LEBANON  
Linn County, Oregon

URBAN RENEWAL AGENCY FUND

Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget (Cash Basis) and Actual

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE UNFAVORABLE	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
Urban Renewal Taxes				
Current	\$ 143,000	\$ 147,500	\$ 4,500	\$ 161,608
Urban Renewal Taxes prior	18,590	26,122	7,532	-
Interest on Taxes	-	530	(530)	520
Interest on Investments	30,000	37,739	7,739	76,372
Miscellaneous	-	12	12	147
Total Revenues	<u>191,590</u>	<u>211,903</u>	<u>20,313</u>	<u>238,647</u>
Expenditures:				
Materials and Services	57,000	31,953	25,047	61,926
Capital Outlay	780,851	485,655	295,196	90,896
Operating Contingency	163,739	-	163,739	-
Debt Service	55,600	55,600	-	20,750
Total Expenditures	<u>1,057,190</u>	<u>573,208</u>	<u>483,982</u>	<u>173,572</u>
Excess of Revenues Over (Under) Expenditures	<u>865,600</u>	<u>(361,305)</u>	<u>504,295</u>	<u>65,075</u>
Other Financing Sources:				
Bond Proceeds	-	-	-	420,000
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>420,000</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses	(865,600)	(361,305)	504,295	485,075
Fund Balance at Beginning of Year	<u>900,000</u>	<u>877,403</u>	<u>(22,597)</u>	<u>392,328</u>
Fund Balance at End of Year	<u>\$ 34,400</u>	516,098	<u>\$ 481,698</u>	<u>\$ 877,403</u>
Adjustments to GAAP Basis:				
(Increase) decrease in Bonds Payable		15,000		
Prior Year's Adjustment		(420,000)		
Fund Balance - GAAP Basis		<u>\$ 111,098</u>		

CITY OF LEBANON  
Linn County, Oregon

PUBLIC IMPROVEMENT FUND

Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget (Cash Basis) and Actual

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
Non Bonded Assessments:				
Principal	\$ 12,282	\$ -	\$ (12,282)	\$ -
Miscellaneous	-	-	-	631
Weed Abatement	-	-	-	2,577
Total Revenues	<u>12,282</u>	<u>-</u>	<u>(12,282)</u>	<u>3,208</u>
Expenditures:				
Personal Services	17,282	12,024	5,258	-
Materials and Services	10,400	8,955	1,445	5,827
Capital Outlay	91,600	310	91,290	53,348
Total Expenditures	<u>119,282</u>	<u>21,289</u>	<u>97,993</u>	<u>59,175</u>
Excess of Revenues Over (Under) Expenditures	<u>(107,000)</u>	<u>(21,289)</u>	<u>85,711</u>	<u>(55,967)</u>
Other Financing Sources (Uses):				
Bond Proceed	102,000	-	(102,000)	44,975
Transfer from Federal Revenue Sharing Fund	5,000	-	(5,000)	-
Transfer (to) General Fund	-	-	-	(10,000)
Total Other Financing Sources (Uses)	<u>107,000</u>	<u>-</u>	<u>(107,000)</u>	<u>34,975</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>-</u>	<u>(21,289)</u>	<u>(21,289)</u>	<u>(20,992)</u>
Fund Balance at Beginning of Year	<u>-</u>	<u>(36,013)</u>	<u>(36,013)</u>	<u>(3,219)</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ (57,302)</u>	<u>\$ (57,302)</u>	<u>(24,211)</u>
Adjustments to GAAP Basis:				
Projects in Progress				(11,802)
Fund Balance - GAAP Basis				<u>\$ (36,013)</u>

CITY OF LEBANON  
Linn County, Oregon

BANCROFT BOND FUND

Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget (Cash Basis) and Actual

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
Bonded Assessments:				
Principal	\$ 58,156	\$ 87,831	\$ 29,675	\$ 83,150
Interest	30,590	33,401	2,811	30,642
Interest on Investments	-	29,508	29,508	54,155
Total Revenues	<u>88,746</u>	<u>150,740</u>	<u>61,994</u>	<u>167,947</u>
Expenditures:				
Debt Service	<u>231,716</u>	<u>231,714</u>	<u>2</u>	<u>252,121</u>
Total Expenditures	<u>231,716</u>	<u>231,714</u>	<u>2</u>	<u>252,121</u>
Excess of Revenues over (under) Expenditures	(142,970)	(80,974)	61,996	(84,174)
Other Financing Sources:				
Bond Proceeds	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,579</u>
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,579</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(142,970)	(80,974)	61,996	(78,595)
Fund Balance at Beginning of Year	<u>319,075</u>	<u>(359,198)</u>	<u>(678,273)</u>	<u>(406,961)</u>
Fund Balance at End of Year	<u>\$ 176,105</u>	(440,172)	<u>\$ (616,277)</u>	(485,556)
Adjustments to GAAP Basis: (Increase) decrease in Bonds Payable		<u>178,642</u>		<u>126,358</u>
Fund Balance - GAAP Basis		<u>\$ (261,530)</u>		<u>\$ (359,198)</u>



DEBT SERVICE FUND

The fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

CITY OF LEBANON  
Linn County, Oregon

DEBT SERVICE FUND

Comparative Balance Sheet

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	JUNE 30, 1986	JUNE 30, 1985
<b>ASSETS</b>		
Cash	\$ (1,748)	\$ 19,955
Property Taxes Receivable	<u>26,399</u>	<u>32,147</u>
Total Assets	<u>\$ 24,651</u>	<u>\$ 52,102</u>
<b>LIABILITIES</b>		
Interest Payable	\$ 2,900	\$ 1,632
Deferred Revenue	<u>26,399</u>	<u>32,147</u>
Total Liabilities	<u>29,299</u>	<u>33,779</u>
<b>FUND EQUITY</b>		
Unreserved Fund Balance	<u>(4,648)</u>	<u>18,323</u>
Total Fund Equity	<u>(4,648)</u>	<u>18,323</u>
Total Liabilities and Fund Equity	<u>\$ 24,651</u>	<u>\$ 52,102</u>

CITY OF LEBANON  
Linn County, Oregon

DEBT SERVICE FUND

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
Taxes:				
Current Year's Levy	\$ 73,969	\$ 72,987	\$ (982)	\$ 75,384
Prior Year's Levies	-	20,725	20,725	19,616
Interest on Taxes	-	264	264	277
Interest on Investments	1,000	26	(974)	1,790
Total Revenues	<u>74,969</u>	<u>94,002</u>	<u>19,033</u>	<u>97,067</u>
Expenditures:				
Debt Service	109,969	109,969	-	114,369
Total Expenditures	<u>109,969</u>	<u>109,969</u>	<u>-</u>	<u>114,369</u>
Excess of Revenues over (under) Expenditures	<u>(35,000)</u>	<u>(15,967)</u>	<u>19,033</u>	<u>(17,302)</u>
Fund Balance at Beginning of Year	35,000	18,323	(16,677)	35,625
Prior Year's Ajustment	-	(7,004)	(7,004)	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ (4,648)</u>	<u>\$ (4,648)</u>	<u>\$ 18,323</u>

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CAPITAL PROJECTS FUND

This fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds, Special Assessment, and Trust Funds). Expenditure of these monies is restricted to either the retirement of sewer constructions bonds or to further expansion of the sewer system.

CITY OF LEBANON  
Linn County, Oregon

CAPITAL PROJECTS FUND

Comparative Balance Sheet

---

	JUNE 30, 1986	JUNE 30, 1985
<b>ASSETS</b>		
Cash	\$ 59,054	\$ 42,309
Property Taxes Receivable	13	13
Due from Other Funds	<u>1,500</u>	<u>14,000</u>
Total Assets	<u>\$ 60,567</u>	<u>\$ 56,322</u>
<b>LIABILITIES</b>		
Deferred Revenue	<u>\$ 1,513</u>	<u>\$ 14,013</u>
Total Liabilities	<u>1,513</u>	<u>14,013</u>
<b>FUND EQUITY</b>		
Reserved for Sewer Extension	46,358	46,358
Unreserved Fund Balance	<u>12,696</u>	<u>(4,049)</u>
Total Fund Equity	<u>59,054</u>	<u>42,309</u>
Total Liabilities and Fund Equity	<u>\$ 60,567</u>	<u>\$ 56,322</u>

CITY OF LEBANON  
Linn County, Oregon

CAPITAL PROJECTS FUND

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

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Revenues:				
Interest on Investments	\$ 1,000	\$ 4,245	\$ 3,245	\$ 3,929
Total Revenues	<u>1,000</u>	<u>4,245</u>	<u>3,245</u>	<u>3,929</u>
Expenditures:				
Capital Outlay	47,280	-	47,280	-
Contingency	8,380	-	8,380	-
Total Expenditures	<u>55,660</u>	<u>-</u>	<u>55,660</u>	<u>-</u>
Excess of Revenues over (under) Expenditures	<u>(54,660)</u>	<u>4,245</u>	<u>58,905</u>	<u>3,929</u>
Other Financing Sources (Uses):				
Transfer from General Fund	26,280	12,500	(13,780)	10,000
Total other Financing Sources (Uses)	<u>26,280</u>	<u>12,500</u>	<u>(13,780)</u>	<u>10,000</u>
Excess of Revenues over (under) Expenditures and Other Sources (Uses)	<u>(28,380)</u>	<u>16,745</u>	<u>45,125</u>	<u>13,929</u>
Fund Balance at Beginning of Year	<u>28,380</u>	<u>42,309</u>	<u>13,929</u>	<u>28,380</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 59,054</u>	<u>\$ 59,054</u>	<u>\$ 42,309</u>

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### ENTERPRISE FUNDS

These funds are used to finance and account for the acquisition, operation, and maintenance of ambulance, sewer and water services which are supported by 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 Lebanon 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.

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

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CITY OF LEBANON  
Linn County, Oregon

ENTERPRISE FUNDS

Combining Balance Sheet

Year Ended June 30, 1986

With comparative amounts for the period June 30, 1985

	AMBULANCE FUND	SEWER SERVICE FUND	WATER SERVICE FUND	TOTALS	
				1986	1985
<b>ASSETS</b>					
Cash	\$ 82,402	\$ 302,702	\$ 531,432	\$ 916,536	\$ 835,124
Cash with Escrow agent	-	-	4,310,919	4,310,919	4,336,500
Accounts Receivable:					
Property Taxes	16	17,124	-	17,140	14,700
Service Charges	95,872	102,008	129,698	327,578	327,124
Fixed Assets	139,916	7,746,239	4,160,382	12,046,537	11,806,097
Accumulated Depreciation	(64,462)	(1,162,452)	(182,705)	(1,409,619)	(1,206,469)
<b>Total Assets</b>	<b>\$ 253,744</b>	<b>\$7,005,621</b>	<b>\$8,949,726</b>	<b>\$16,209,091</b>	<b>\$16,113,076</b>
<b>LIABILITIES AND FUND EQUITY</b>					
<b>Liabilities:</b>					
Accounts Payable	\$ 3,467	\$ 102	\$ 30,992	\$ 34,561	\$ 5,859
Accrued Absences Payable-					
Current Portion	4,610	1,709	2,263	8,582	10,770
Long-Term Portion	6,513	2,537	1,331	10,381	17,474
Bonds Payable	-	-	8,835,000	8,835,000	8,895,000
Bond Discount	-	-	(82,773)	(82,773)	(86,222)
Deposits	-	-	27,735	27,735	2,670
<b>Total Liabilities</b>	<b>14,590</b>	<b>4,348</b>	<b>8,814,548</b>	<b>8,833,486</b>	<b>8,845,551</b>
<b>Fund Equity:</b>					
<b>Contributed Capital:</b>					
Customers	-	2,787,929	-	2,787,929	2,787,929
Municipality	33,753	5,210	-	38,963	30,187
State and Federal Governments	107,026	3,344,312	-	3,451,338	3,451,338
Sewer Improvement Fund	-	91,210	-	91,210	91,210
Sewage Treatment Plant Construction Fund	-	1,128,476	-	1,128,476	1,128,476
<b>Retained Earnings:</b>					
Unrestricted	98,375	(355,864)	-	(257,489)	(260,855)
Reserved for Bond Debt Service	-	-	135,178	135,178	39,240
<b>Total Fund Equity</b>	<b>239,154</b>	<b>7,001,273</b>	<b>135,178</b>	<b>7,375,605</b>	<b>7,267,525</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 253,744</b>	<b>\$7,005,621</b>	<b>\$8,949,726</b>	<b>\$16,209,091</b>	<b>\$16,113,076</b>

CITY OF LEBANON  
Linn County, Oregon

AMBULANCE FUND

Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget (Cash Basis) and Actual

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
<b>Revenues:</b>				
Charges for Services:				
Fire-Med Subscriptions	\$ -	\$ 54,950	\$ 54,950	\$ -
Current Service Charges	149,225	171,472	22,247	146,034
Delinquent Service Charges	5,925	1,771	(4,154)	7,032
Rural Fire District	45,750	45,750	-	60,000
Miscellaneous Revenues	-	-	-	669
Interest on Investments	-	2,310	(2,310)	-
Sale of Equipment	-	-	-	1,800
<b>Total Revenues</b>	<u>200,900</u>	<u>276,253</u>	<u>75,353</u>	<u>215,535</u>
<b>Expenditures:</b>				
Personal Services	191,656	172,642	19,014	165,474
Materials & Services	40,003	51,407	(11,404)	46,603
Capital Outlay	7,991	14,114	(6,123)	11,322
Operating Contingency	7,000	-	7,000	-
<b>Total Expenditures</b>	<u>246,650</u>	<u>238,163</u>	<u>8,487</u>	<u>223,399</u>
<b>Excess of Revenues over (under) Expenditures</b>	<u>(45,750)</u>	<u>38,090</u>	<u>83,840</u>	<u>(7,864)</u>
<b>Other Financing Sources (Uses):</b>				
Transfer from Federal Revenue Sharing Fund	45,750	-	(45,750)	-
Transfer from General Fund	-	45,756	45,756	60,000
Transfer to General Fund	-	-	-	(43,177)
<b>Total Other Financing Souces (Uses)</b>	<u>45,750</u>	<u>45,756</u>	<u>6</u>	<u>16,823</u>
<b>Excess of Revenues over (under) Expenditures and Other Uses</b>	<u>-</u>	<u>83,846</u>	<u>83,846</u>	<u>8,959</u>
<b>Fund Balance at Beginning of Year</b>	<u>-</u>	<u>116,572</u>	<u>116,572</u>	<u>98,366</u>
<b>Fund Balance End of Year</b>	<u>\$ -</u>	<u>200,418</u>	<u>\$ 200,418</u>	<u>107,325</u>
<b>Adjustments to GAAP Basis:</b>				
Change in Assets belonging to Rural Fire District		3,566		4,821
Basis of Assets Sold		(92)		(1,885)
Fixed Assets Purchased		12,045		9,149
Change in Receivables		34,818		10,712
Depreciation		(19,085)		(20,855)
Accrued Absences Payable		7,484		3,358
Assets Contributed by Other Funds		-		3,947
<b>Fund Balance-GAAP Basis</b>		<u>\$ 239,154</u>		<u>\$ 116,572</u>

CITY OF LEBANON  
Linn County, Oregon

SEWER SERVICE FUND

Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget (Cash Basis) and Actual

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
<b>Revenues:</b>				
Sewer Service Charges	\$ 552,000	\$ 476,147	\$ (75,853)	\$ 502,837
Sewer Certified	5,750	70,844	65,094	71,106
Interest on Taxes	-	228	228	
Interest on Investments	1,000	18,700	17,700	29,135
Miscellaneous Receipts	100	19,002	18,902	240
<b>Total Revenues</b>	<u>558,850</u>	<u>584,921</u>	<u>26,071</u>	<u>603,318</u>
<b>Expenditures:</b>				
<b>Sewer Service:</b>				
Personal Services	171,231	169,686	1,545	59,889
Materials & Services	514,485	416,260	98,225	393,712
Capital Outlay	1,000	1,806	(806)	1,140
Operating Contingency	62,134	-	62,134	-
<b>Total Expenditures</b>	<u>748,850</u>	<u>587,752</u>	<u>161,098</u>	<u>454,741</u>
Excess of Revenues over (under) Expenditures	<u>(190,000)</u>	<u>(2,831)</u>	<u>187,169</u>	<u>148,577</u>
<b>Other Financing Sources (Uses):</b>				
Transfer to General Fund	-	-	-	(33,000)
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(33,000)</u>
Excess of Revenues over (under) Expenditures and Other Uses	<u>(190,000)</u>	<u>(2,831)</u>	<u>187,169</u>	<u>115,577</u>
Fund Balance at Beginning of Year	190,000	7,111,713	6,921,713	7,086,208
Fund Balance End of Year	<u>\$ -</u>	<u>7,108,882</u>	<u>\$7,108,882</u>	<u>7,201,785</u>
<b>Adjustments to GAAP Basis:</b>				
Fixed Assets Purchased		1,806		1,140
Change in Receivables		(29,604)		(1,027)
Depreciation		(88,051)		(88,195)
Accrued Absences Payable		3,203		(1,990)
Disposition of Assets		(173)		-
Contribution by General Fund		5,210		-
<b>Fund Balance-GAAP Basis</b>		<u>\$7,001,273</u>		<u>\$7,111,713</u>

CITY OF LEBANON  
Linn County, Oregon

WATER SERVICE FUND

Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget (Cash Basis) and Actual

Year Ended June 30, 1986

With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
<b>Revenues:</b>				
Water Service Charges	\$1,134,000	\$ 993,139	\$ (140,861)	\$ 433,824
Deposits	10,000	36,593	26,593	2,670
Interest on Investments	10,000	38,988	28,988	36,656
Miscellaneous Receipts	-	39,920	39,920	2,895
Interest on Bonds	-	359,337	359,337	46,906
<b>Total Revenues</b>	<u>1,154,000</u>	<u>1,467,977</u>	<u>313,977</u>	<u>522,951</u>
<b>Expenditures:</b>				
<b>Water Service:</b>				
Personal Services	175,577	173,403	2,174	72,565
Materials and Services	390,934	308,400	82,534	228,403
Capital Outlay	579,000	234,742	344,258	3,931,160
Debt Service	806,920	805,318	1,602	181,400
Operating Contingency	56,489	-	56,489	-
<b>Total Expenditures</b>	<u>2,008,920</u>	<u>1,521,863</u>	<u>487,057</u>	<u>4,413,528</u>
<b>Excess of Revenues over (under) Expenditures</b>	<u>(854,920)</u>	<u>(53,886)</u>	<u>801,034</u>	<u>(3,890,577)</u>

CITY OF LEBANON  
Linn County, Oregon

WATER SERVICE FUND (Cont.)

Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget (Cash Basis) and Actual

Year Ended June 30, 1986  
With comparative actual amounts for year ended June 30, 1985

	1986		VARIANCE FAVORABLE (UNFAVORABLE)	1985 ACTUAL
	BUDGET	ACTUAL		
Other Financing Sources:				
Bond Proceeds (Net of Issuance Cost)	\$ -	\$ -	\$ -	\$8,755,821
Total Other Financing Sources	-	-	-	8,755,821
Excess of Revenues Over (Under) Expenditures and Other Sources	(854,920)	(53,886)	801,034	4,865,244
Fund Balance at Beginning of Year	<u>4,830,000</u>	<u>39,240</u>	<u>(4,790,760)</u>	<u>4,865,244</u>
Fund Balance at End of Year	<u>\$3,975,080</u>	(14,646)	<u>\$ (3,989,726)</u>	4,865,244
Adjustments to GAAP Basis:				
Fixed Assets Purchased		234,445		3,925,937
Change in Receivables		(2,319)		132,018
Depreciation		(112,381)		(70,324)
Accrued Absenses Payable		(1,407)		(2,187)
Change in Deposits		(25,065)		(2,670)
Change in Bonds Payable Net of Discount		<u>56,551</u>		<u>(8,808,778)</u>
Fund Balance-GAAP Basis		<u>\$ 135,178</u>		<u>\$ 39,240</u>

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 234,445. -  
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TRUST AND AGENCY FUNDS

These funds account for resources received and held by the City in a fiduciary capacity. Disbursements from these funds are made in accordance with the trust agreement or conditions of the trust for that particular fund.

CITY OF LEBANON  
Linn County, Oregon

TRUST AND AGENCY FUNDS

Combining Balance Sheet

June 30, 1986  
With comparative totals for June 30, 1985

	MUNICIPAL COURT ACCOUNT	OTHER SUSPENSE ACCOUNTS	TOTALS	
			1986	1985
<b>ASSETS</b>				
Cash	\$ 9,458	\$ 4,108	\$ 13,566	\$ 6,147
Inventory	-	-	-	1,037
Accounts Receivable	-	1,217	1,217	450
<b>Total Assets</b>	<u>\$ 9,458</u>	<u>\$ 5,325</u>	<u>\$ 14,783</u>	<u>\$ 7,634</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts Payable	\$ 5,641	\$ 520	\$ 6,161	\$ 7,899
Other Payables	3,817	4,805	8,622	-
<b>Total Liabilities</b>	<u>9,458</u>	<u>5,325</u>	<u>14,783</u>	<u>7,899</u>
<b>Fund Balances:</b>				
<b>Reserved For:</b>				
Inventory	-	-	-	1,037
Trust and Agency	-	-	-	(1,302)
<b>Total Fund Balances</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(265)</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 9,458</u>	<u>\$ 5,325</u>	<u>\$ 14,783</u>	<u>\$ 7,634</u>

CITY OF LEBANON  
Linn County, Oregon

TRUST AND AGENCY FUNDS

Statement of Revenues, Expenditures and Changes in Fund Balances

For the Fiscal Year Ended June 30, 1986  
With Comparative Totals for June 30, 1985

	1986			1985 ACTUAL
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	
<b>Revenues:</b>				
Bail and other court collections	\$ 60,000	\$ 32,092	\$ (27,908)	\$ 28,559
Miscellaneous	-	11,541	11,541	4,123
Sales - Central Stores	-	4,591	4,591	9,744
<b>Total Revenues</b>	<u>60,000</u>	<u>48,224</u>	<u>(11,776)</u>	<u>42,426</u>
<b>Expenditures:</b>				
Materials and Services	60,000	46,922	13,078	42,366
<b>Total Expenditures</b>	<u>60,000</u>	<u>46,922</u>	<u>13,078</u>	<u>42,366</u>
Excess of Revenues over (under) Expenditures	-	1,302	1,302	60
Fund Balance at Beginning of Year	-	(265)	(265)	(325)
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 1,037</u>	<u>\$ 1,037</u>	<u>\$ (265)</u>
<b>Adjustment to GAAP Basis:</b>				
Inventory expensed to other funds		(1,037)		
Fund Balance - GAAP Basis		<u>\$ -</u>		

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SUPPLEMENTAL SCHEDULES

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CITY OF LEBANON  
Linn County, Oregon

CASH AND INVESTMENTS BY LOCATION  
June 30, 1986

	BALANCE PER DEPOSITORY	CASH ON HAND	DEPOSITS IN TRANSIT	OUTSTANDING CHECKS	BALANCE PER BOOKS
Petty Cash	\$ -	\$ 1,075	\$ -	\$ -	\$ 1,075
Cash in hands of County Treasurer	-	39,440	-	-	39,440
Citizens Valley Bank, Lebanon Branch:					
General Checking Account	320,290	-	5,170	(216,060)	109,400
Payroll Account	19,415	-	83,666	(80,956)	22,125
First Interstate Bank, Investment Division, Portland:					
Sweep Investment Account (Repurchase Agreements)	538,958	-	-	-	538,958
First Interstate Bank, Lebanon Branch:					
Cash Management Account	1,000	-	2,724	-	3,724
Corvallis Branch:					
OCD Housing Rehab Account	10,780	-	-	-	10,780
85 Housing Rehab Account	19,333	-	-	-	19,333
State Investment Pool	2,964,740	-	-	-	2,964,740
First Interstate Bank Corporate Trust Department, Portland:					
Escrow Account for Bond Proceeds	4,310,919	-	-	-	4,310,919
Cash with Community Services Consortium	20,480	-	-	-	20,480
Cash with District 4 Council of Governments	21,999	-	-	-	21,999
	<u>\$8,227,914</u>	<u>\$40,515</u>	<u>\$ 91,560</u>	<u>\$ (297,016)</u>	<u>\$8,062,973</u>

CITY OF LEBANON  
Linn County, Oregon

STATEMENT OF PROPERTY TAXES RECEIVABLE  
Year Ended June 30, 1986

<u>TAX YEAR</u>	<u>TAXES RECEIVABLE JULY 1, 1985</u>	<u>1985-86 LEVY</u>	<u>DISCOUNTS</u>	<u>TAX ROLL ADJUSTMENT</u>
1985-86	\$ -	\$1,705,987	\$ (33,513)	\$ (3,543)
1984-85	215,837			(741)
1983-84	123,521	-	-	624
1982-83	70,729	-	-	3,301
1981-82	30,696	-	-	106
1980-81	4,827	-	-	41
1979-80	1,540	-	-	(47)
1978-79	733	-	-	(1)
1977-78	501	-	-	(2)
1976-77	496	-	-	(1)
1975-76	189	-	-	(1)
1974-75	182	-	-	(1)
1973-74	14	-	-	2
Prior	185	-	-	-
	<u>\$ 449,450</u>	<u>\$1,705,987</u>	<u>\$ (33,513)</u>	<u>\$ (263)</u>

Other Items:

Severance Tax  
Severance Offsets  
Total Turnovers to City

SUMMARY OF COLLECTIONS AND  
TAXES RECEIVABLE:

General Fund  
Ambulance Fund  
Sewer Fund  
Capital Improvement Funds  
Urban Renewal Fund  
General Obligation Bond Fund  
Fire-Ambulance Equipment Fund

Totals



<u>INTEREST</u>	<u>(COLLECTIONS)</u>	<u>TAXES RECEIVABLE JUNE 30, 1986</u>
\$ 1,804	\$ 1,464,304	\$ 206,431
8,344	98,352	125,088
11,986	63,267	72,864
15,478	62,551	26,957
10,618	35,631	5,789
1,007	3,015	2,860
320	830	983
245	558	419
47	99	447
6	11	490
4	7	185
2	4	179
2	5	13
-	-	185
<u>\$ 49,863</u>	<u>1,728,634</u>	<u>\$ 442,890</u>

202  
77  
\$ 1,728,913

<u>Collections</u>				<u>TAXES RECEIVABLE</u>
<u>CURRENT YEAR</u>	<u>PRIOR YEARS</u>	<u>OTHER ITEMS</u>	<u>TOTAL</u>	
\$1,180,601	\$209,871	\$263	\$1,390,735	\$ 356,534
-	-	-	-	19
63,233	7,611	-	70,844	17,124
-	-	-	-	13
147,500	26,122	-	173,622	42,801
72,970	20,726	16	93,712	26,399
-	-	-	-	3
<u>\$1,464,304</u>	<u>\$264,330</u>	<u>\$279</u>	<u>\$1,728,913</u>	<u>\$ 442,890</u>

CITY OF LEBANON  
Linn County, Oregon

SCHEDULE OF ASSESSMENTS RECEIVABLE  
For the Fiscal Year Ended June 30, 1986

	<u>DOCKET NUMBER</u>	<u>BALANCE JULY 1, 1985 WITHIN CITY BOUNDARIES</u>	<u>OUTSIDE CITY BOUNDARIES</u>	<u>ASSESSMENTS BONDED</u>
Public	24	\$ -	\$ 1,286	\$ -
Improvement	26	-	1,283	-
Fund	30	256	-	-
	31	3,473	-	-
	35	560	-	(560)
	38	16,020	-	(16,020)
		<u>\$ 20,309</u>	<u>\$ 2,569</u>	<u>\$ (16,580)</u>
Bancroft	28	\$ 318	\$ -	\$ -
Bond	30	3,142	-	-
Fund	31	6,659	-	-
	32	8,476	-	-
	33	441,720	-	-
	34	138,159	-	-
	35	-	-	560
	36	12,974	-	-
	37	22,385	-	-
	38	-	-	16,020
		<u>\$ 633,833</u>	<u>\$ -</u>	<u>\$ 16,580</u>

<u>PRINCIPAL COLLECTIONS ADJUSTMENTS</u>	<u>BALANCE JUNE 30, 1986</u>		<u>INTEREST COLLECTIONS</u>
	<u>WITHIN CITY BOUNDARIES</u>	<u>OUTSIDE CITY BOUNDARIES</u>	
\$ -	\$ -	\$ 1,286	\$ -
-	-	1,283	-
-	256	-	-
-	3,473	-	-
-	-	-	-
-	-	-	-
<u>\$ -</u>	<u>\$ 3,729</u>	<u>\$ 2,569</u>	<u>\$ -</u>
\$ -	\$ 318	\$ -	\$ -
1,284	1,858	-	118
2,989	3,670	-	778
3,637	4,839	-	515
40,708	401,012	-	10,776
15,697	122,462	-	15,717
44	516	-	-
2,419	10,555	-	-
13,987	17,341	-	-
16,020	-	-	-
<u>\$ 87,842</u>	<u>\$ 562,571</u>	<u>\$ -</u>	<u>\$ 5,497</u>
			<u>\$ 33,401</u>

CITY OF LEBANON  
Linn County, Oregon

SCHEDULE OF BOND PRINCIPAL AND INTEREST TRANSACTIONS  
For the Fiscal Year Ended June 30, 1986

BOND ISSUE	DATE OF ISSUE	RATE OF INTEREST		UNMATURED BONDS OUTSTANDING 6-30-85	MATURED BONDS OUTSTANDING 6-30-86
		FROM	TO		
GENERAL OBLIGATION BONDS:					
GENERAL DEBT:					
Fire Hall	7-1-74	6.00	6.25	\$ 25,000	\$ -
Sewage Treatment	12-1-75	4.25	7.00	550,000	-
Total General Debt				<u>575,000</u>	<u>-</u>
URBAN RENEWAL AGENCY DEBT:					
Street Improvements	11-1-84	8.75	12.00	420,000	-
Total				<u>995,000</u>	<u>-</u>
BANCROFT BONDS:					
1974	5-1-74	5.58	6.00	-	5,000
1975 Series B	1-1-76	5.00	5.60	35,000	-
1976	8-1-76	5.10	6.00	30,000	-
1977	9-1-77	4.25	6.00	60,000	-
1979	9-1-79	5.60	7.00	460,000	-
1982	8-1-83	9.25	11.25	195,000	-
1985	11-1-84	8.30	12.00	63,642	-
Total				<u>843,642</u>	<u>5,000</u>
GENERAL OBLIGATION REVENUE SUPPORTED BONDS:					
Water Service	10-1-84	8.00	10.00	4,535,000	-
Water Service Refinancing	5-5-85	7.37	9.20	4,360,000	-
Total				<u>8,895,000</u>	<u>-</u>
Total All Issues				<u>\$10,733,642</u>	<u>\$ 5,000</u>

Interest is paid by investment income of refunding bonds.

<u>7-1-85 TO 6-30-86</u>		UNMATURED BONDS OUTSTANDING 6-30-86	INTEREST COUPON TRANSACTIONS			OUTSTANDING MATURED 6-30-86
<u>MATURED</u>	<u>REDEEMED</u>		<u>OUTSTANDING MATURED 6-30-85</u>	<u>MATURED</u>	<u>REDEEMED</u>	
\$ 25,000	\$ 25,000	\$ -	\$ -	\$ 782	\$ 782	\$ -
50,000	50,000	500,000	1,633	34,187	32,920	2,900
<u>75,000</u>	<u>75,000</u>	<u>500,000</u>	<u>1,633</u>	<u>34,969</u>	<u>33,702</u>	<u>2,900</u>
15,000	15,000	405,000	-	40,600	40,600	-
90,000	90,000	905,000	1,633	75,569	74,302	2,900
-	5,000	-	-	-	-	-
35,000	35,000	-	420	1,960	2,380	-
15,000	15,000	15,000	-	1,207	1,207	-
20,000	20,000	40,000	112	2,310	2,422	-
80,000	80,000	380,000	-	23,765	23,765	-
25,000	25,000	170,000	-	18,036	18,036	-
3,642	3,642	60,000	-	5,794	5,794	-
<u>178,642</u>	<u>183,642</u>	<u>665,000</u>	<u>532</u>	<u>53,072</u>	<u>53,604</u>	<u>-</u>
60,000	60,000	4,475,000	-	360,400	360,400	-
-	-	4,360,000	-	384,918	384,918	-
<u>60,000</u>	<u>60,000</u>	<u>8,835,000</u>	<u>-</u>	<u>745,318</u>	<u>745,318</u>	<u>-</u>
<u>\$328,642</u>	<u>\$333,642</u>	<u>\$10,405,000</u>	<u>\$ 2,165</u>	<u>\$873,959</u>	<u>\$873,224</u>	<u>\$ 2,900</u>

CITY OF LEBANON  
Linn County, Oregon

FUTURE BONDED DEBT REQUIREMENTS - GENERAL OBLIGATION BONDS  
June 30, 1986

<u>FISCAL YEAR</u>	<u>TOTAL REQUIREMENTS</u>		
	<u>TOTAL</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
1986-87	\$ 135,075	\$ 65,000	\$ 70,075
1987-88	130,375	65,000	65,375
1988-89	130,450	70,000	60,450
1989-90	125,200	70,000	55,200
1990-91	120,000	70,000	50,000
1991-92	119,681	75,000	44,681
1992-93	114,088	75,000	39,088
1993-94	113,157	80,000	33,157
1994-95	106,893	80,000	26,893
1995-96	105,302	85,000	20,302
1996-97	50,166	35,000	15,166
1997-98	51,480	40,000	11,480
1998-99	52,250	45,000	7,250
1999-2000	52,500	50,000	2,500
	<u>\$1,406,617</u>	<u>\$ 905,000</u>	<u>\$501,617</u>

GENERAL DEBT	
1975 ISSUE	
PRINCIPAL	INTEREST
\$ 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>500,000</u>	<u>169,175</u>

URBAN RENEWAL	
AGENCY DEBT	
1984 ISSUE	
PRINCIPAL	INTEREST
\$ 15,000	\$ 38,800
15,000	37,075
20,000	35,200
20,000	33,100
20,000	31,150
25,000	29,156
25,000	26,938
30,000	24,432
30,000	21,643
35,000	18,552
35,000	15,166
40,000	11,480
45,000	7,250
50,000	2,500
<u>405,000</u>	<u>332,442</u>

CITY OF LEBANON  
Linn County, Oregon

FUTURE BOND DEBT REQUIREMENTS - BANCROFT BONDS  
June 30, 1986

	TOTAL REQUIREMENTS	<u>1986-87</u>	<u>1987-88</u>	<u>1988-89</u>
1976 Issue:				
Principal	\$ 15,000	\$ 15,000	\$ -	\$ -
Interest	405	405	-	-
1977 Issue:				
Principal	40,000	20,000	20,000	-
Interest	1,870	1,400	470	-
1979 Issue:				
Principal	380,000	90,000	90,000	100,000
Interest	44,347	19,005	13,942	8,550
1982 Issue:				
Principal	170,000	25,000	25,000	25,000
Interest	57,921	15,443	13,099	10,755
1984 Issue:				
Principal	60,000	5,000	5,000	5,000
Interest	<u>28,618</u>	<u>5,275</u>	<u>4,706</u>	<u>4,238</u>
 Total	 <u>\$ 798,161</u>	 <u>\$ 196,528</u>	 <u>\$ 172,217</u>	 <u>\$ 153,543</u>
 Principal	 \$ 665,000	 \$ 155,000	 \$ 140,000	 \$ 130,000
Interest	<u>133,161</u>	<u>41,528</u>	<u>32,217</u>	<u>23,543</u>
 Total	 <u>\$ 798,161</u>	 <u>\$ 196,528</u>	 <u>\$ 172,217</u>	 <u>\$ 153,543</u>



<u>1989-90</u>	<u>1990-91</u>	<u>1991-92</u>	<u>1992-93</u>	<u>1993-94</u>	<u>1994-95</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
100,000	-	-	-	-	-
2,850	-	-	-	-	-
25,000	25,000	25,000	20,000	-	-
8,349	5,880	3,355	1,040	-	-
5,000	5,000	5,000	10,000	10,000	10,000
<u>3,830</u>	<u>3,410</u>	<u>2,979</u>	<u>2,310</u>	<u>1,400</u>	<u>470</u>
<u>\$ 145,029</u>	<u>\$ 39,290</u>	<u>\$ 36,334</u>	<u>\$ 33,350</u>	<u>\$ 11,400</u>	<u>\$ 10,470</u>
\$ 130,000	\$ 30,000	\$ 30,000	\$ 30,000	\$ 10,000	\$ 10,000
15,029	9,290	6,334	3,350	1,400	470
<u>\$145,029</u>	<u>\$ 39,290</u>	<u>\$ 36,334</u>	<u>\$ 33,350</u>	<u>\$ 11,400</u>	<u>\$ 10,470</u>

CITY OF LEBANON  
Linn County, Oregon

FUTURE BONDED DEBT REQUIREMENTS - GENERAL OBLIGATION  
REVENUE SUPPORTED BONDS - WATER FUND  
June 30, 1986

FISCAL YEAR	TOTAL REQUIREMENTS			1984 ISSUE	
	TOTAL	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
1986-87	\$ 805,319	\$ 65,000	\$ 740,319	\$ 65,000	\$ 355,400
1987-88	438,860	70,000	368,860	70,000	176,400
	4,340,000	4,340,000	-	4,340,000 <sup>2)</sup>	-
	192,459	-	192,459	-	-
1988-89	452,337	70,000	382,337	-	-
1989-90	451,991	75,000	376,991	-	-
1990-91	451,275	80,000	371,275	-	-
1991-92	450,138	85,000	365,138	-	-
1992-93	453,269	95,000	358,269	-	-
1993-94	450,588	100,000	350,588	-	-
1994-95	452,077	110,000	342,077	-	-
1995-96	452,527	120,000	332,527	-	-
1996-97	451,897	130,000	321,897	-	-
1997-98	455,000	145,000	310,000	-	-
1998-99	451,911	155,000	296,911	-	-
1999-00	457,430	175,000	282,430	-	-
2000-01	456,275	190,000	266,275	-	-
2001-02	458,370	210,000	248,370	-	-
2002-03	458,570	230,000	228,570	-	-
2003-04	456,970	250,000	206,970	-	-
2004-05	458,345	275,000	183,345	-	-
2005-06	462,245	305,000	157,245	-	-
2006-07	463,110	335,000	128,110	-	-
2007-08	465,680	370,000	95,680	-	-
2008-09	465,030	405,000	60,030	-	-
2009-10	470,700	450,000	20,700	-	-
	<u>\$15,822,373</u>	<u>\$8,835,000</u>	<u>\$6,987,373</u>	<u>\$4,475,000</u>	<u>\$ 531,800</u>

1) Interest of \$577,379 to be repaid by investment of refunding bond proceeds.

2) Call of bonds 11-1-1987 to be repaid with refunding bond proceeds.

1984 REFUNDING ISSUE

<u>PRINCIPAL</u>	<u>INTEREST</u>
\$ -	\$ 384,919 <sup>1)</sup>
-	192,460 <sup>1)</sup>
-	-
-	192,459
7,000	382,337
7,500	376,991
80,000	371,275
85,000	365,138
95,000	358,269
100,000	350,588
110,000	342,077
120,000	332,527
130,000	321,897
145,000	310,000
155,000	296,911
175,000	282,430
190,000	266,275
210,000	248,370
230,000	228,570
250,000	206,970
275,000	183,345
305,000	157,245
335,000	128,110
370,000	95,680
405,000	60,030
450,000	20,700
<u>\$ 4,360,000</u>	<u>\$ 6,455,573</u>

CITY OF LEBANON  
Linn County, Oregon

INSURANCE COVERAGE AND FIDELITY BONDS IN FORCE  
June 30, 1986

(Unaudited)

<u>COMPANY</u>	<u>TYPE OF COVERAGE</u>	<u>POLICY NUMBER</u>
Industrial Insurance Company of Hawaii	Comprehensive General Liability Bodily Injury and Property Damage	JJ 8951200823
Great American Insurance Company	Property Insurance Plate Glass Coverage Valuable Papers Inland Marine Equipment	UAP 6783832
Industrial Insurance Company of Hawaii	Automobile Liability/Physical Damage Bodily Injury and Property Damage Personal Injury Protection Uninsured Motorists	JJ 8951200823
California Union	Umbrella Liability Policy	ZCX 008265
National Union Fire Insurance	Volunteer Workers Accident Policy	
Kemper Insurance Company	Boiler and Machinery Policy	3XM 043586
Great American Insurance Company	Public Employee Blanket Bond	FS 6792560
Great American Insurance Company	Position Bond	FS 6439554
Great American Insurance Company	Position Bond	FS 6792554

TERM		AMOUNT OF COVERAGE	
FROM	TO		
7-1-85	7-1-86	\$ 100/50/300,000	Bodily Injury per person, Property Damage, per occurrence. \$250/500 deductible.
10-1-85	10-1-86	\$ 5,000,000	Building & contents per statement of values. \$1,000 deductible
		\$ 500,000	\$250 deductible.
		\$ 127,174	\$1,000 deductible.
7-1-85	7-1-86	\$ 100/50/300,000	Bodily Injury per person, Property Damage, per occurrence.
		\$ 5,000	
		\$ 300,000	
7-1-85	7-1-86	\$ 2,000,000	
1-11-86	1-11-87	\$ 1,000	Medical Expenses-Volunteer Workers
10-1-85	10-1-86	\$ 1,000,000	\$1,000 deductible, \$25,000 expediting expenses.
1-1-86	1-1-87	\$ 10,000	Faithful Performance
7-23-85	7-23-86	\$ 100,000	City Treasurer, Joseph A. Windell
1-1-86	1-1-87	\$ 10,000	City Administrator, Allen L. Henderson

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COMPLIANCE AND INTERNAL CONTROL REPORTS  
STATE REGULATION COMMENTS AND DISCLOSURES

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COMPLIANCE REPORT

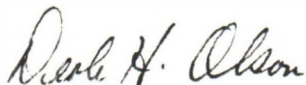
I have examined the combined financial statements of the City of Lebanon as of June 30, 1986, and for the year then ended and have issued our report thereon. My examination was made in accordance with generally accepted auditing standards, the General Accounting Office "Standards for Audit of Governmental Organizations, Programs, Activities, and Functions," and the provisions of Office of Management and Budget (OMB) Circular A-102, Uniform Administrative Requirements for Grants-in-Aid to State and Local Governments, Attachment P "Audit Requirements," and the Compliance Supplement for Single Audits of State and Local Governments with its addendums. My examination included such tests of the accounting records and such other auditing procedures as I considered necessary in the circumstances.

In connection with the examination referred to above, a representative number of charges to grant awards were selected to determine if funds are being expended in accordance with the terms of applicable agreements and those provisions of law or regulations that could have a material effect on the financial statements or on the awards tested. The results of our tests indicate that for the items tested, the City of Lebanon complied with the material terms and conditions of the award agreements.

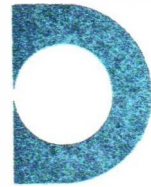
Federal Revenue Sharing and Entitlement Funds: I reviewed and tested the City's participation in the Federal Revenue Sharing Program for financial compliance as directed in the audit guide issued by the Office of Revenue Sharing. My inquiry of the Equal Employment Opportunity Commission did not indicate any discrimination cases filed against the City.

The Housing and Urban Development Rehabilitation Loan grants were tested for compliance by McCracken, Mason and Maas, Certified Public Accountants, as part of their audit of the Community Services Consortium, the administrative agent for these grants.

Based upon mine and other auditors examinations, nothing came to our attention to indicate that the City has not complied with the significant compliance terms and conditions of its grants and entitlements.



Derle H. Olson  
Certified Public Accountant  
November 15, 1986



Derle H. Olson  
Certified  
Public  
Accountant

812 NW 4th  
P.O. Box 985  
Corvallis, Oregon 97339  
(503) 757-1128

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## INTERNAL ACCOUNTING CONTROL REPORT



Derle H. Olson  
Certified  
Public  
Accountant

As a part of my examination of the financial statements of the City of Lebanon for the year ended June 30, 1986, I reviewed and tested the accounting records and the system of internal 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. My study and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control 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.

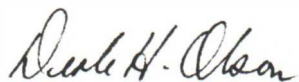
There are inherent limitations that should be recognized in considering the potential effectiveness of any system of internal accounting control. Errors can result from misunderstanding of instructions, mistakes in judgement, carelessness or other personnel factors and control procedures, whose effectiveness depends upon segregation of duties, can be circumvented intentionally by management personnel. Further, projection of an 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.

812 NW 4th  
P.O. Box 985  
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(503) 757-1128

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My study and evaluation of the City's system of internal accounting control for the year ended, June 30, 1986, which was made for the limited purpose set forth in the first paragraph, would not necessarily disclose all material weaknesses in the system. Accordingly, we do not express an opinion on the system of internal accounting control of the City of Lebanon, Oregon, taken as a whole. However, our study and evaluation disclosed no condition that we believed to be a material weakness.

This report is intended solely for the use of the City of Lebanon and federal and state audit agencies and should not be used for any other purpose.



Derle H. Olson, CPA  
November 15, 1986

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CITY OF LEBANON  
Linn County, Oregon

STATE REGULATION COMMENTS AND DISCLOSURES

1. BUDGET 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 year. During the year ended June 30, 1986, transfers were made after appropriations were overexpended which is of variance with ORS 294.435. These overexpenditures are not reflected in the next paragraphs.

Expenditures exceeded legal appropriations: Vaughn Lane Acres Park capital outlay of \$10,545 was not budgeted, even though the grant fund was in existence in the prior year.

State Tax and Road Fund transfer out of \$184,000 was not budgeted.

2. LEGAL REQUIREMENTS RELATING TO DEBT

During the examination, nothing came to our attention that caused us to believe the City is not in compliance with statutory and charter requirements. The City has remained within its legal debt limitation during the year.

3. INVESTMENTS OF PUBLIC MONEYS

ORS 294.035 specifies the legally authorized types of investments for surplus funds of political subdivisions. The City has complied with the legal requirements related to investment of public moneys.

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 these insured by the Federal Deposit Insurance Corporation. Collateral securing deposits of the City of Lebanon were sufficient during the fiscal year.

5. INSURANCE AND FIDELITY BOND COVERAGE

Insurance and Fidelity Bonds in force at June 30, 1986, are presented in the supplemental information. I am not competent by training to state whether the insurance policies covering City owned property in June 30, 1986 are adequate.

STATE REGULATION COMMENTS AND DISCLOSURES (CONT.)

6. PUBLIC CONTRACTING

ORS chapter 279 establishes the legal requirements for public contracting. During the examination nothing came to our attention that caused us to believe that the City is not in compliance related to the awarding of public contracts and the construction of public improvements.

7. OTHER REPORTING REQUIRMENTS

Reports filed with other governmental agencies are in agreement with, and supported by, the accounting records.