

LEBANON

OREGON

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CITY OF LEBANON, OREGON
ANNUAL FINANCIAL REPORT
Year Ended June 30, 1997



CITY OF LEBANON, OREGON

CITY OFFICIALS

June 30, 1991

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CITY ADMINISTRATOR

Joseph A. Windell
550 East Vine Street
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Faler, Grove & Mueller, P.C.

Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of the City Council
City of Lebanon
Lebanon, Oregon

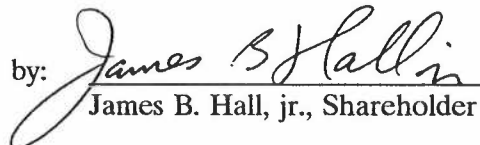
We have audited the accompanying general purpose financial statements of the City of Lebanon as of and for the year ended June 30, 1991, as listed in the foregoing table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, and the Minimum Standards for Audits of Oregon Municipal Corporations. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Lebanon, as of June 30, 1991, and the results of its operations and cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and supplemental information listed in the foregoing table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the City of Lebanon. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

FALER, GROVE & MUELLER, PC

by: 
James B. Hall, jr., Shareholder

October 1, 1991

GENERAL PURPOSE FINANCIAL STATEMENTS

CITY OF LEBANON, OREGON

COMBINED BALANCE SHEET

June 30, 1991

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS AND OTHER DEBITS				
Assets:				
Cash and investments	\$ 294,522	\$ 438,800	\$ 113,872	\$ 869,054
Receivables:				
Court fines	542,062	-	-	-
Property taxes	264,853	35,482	12,855	-
Accounts	48,972	38,089	1,567	344
Special assessments/loans	-	404,874	308,075	55,067
Due from other funds	236	13,567	-	83,150
Prepaid expenses	-	-	2,569	-
Fixed assets	-	-	-	-
Accumulated depreciation	-	-	-	-
Other debits:				
Amount available for debt retirement	-	-	-	-
Amount to be provided for debt retirement	-	-	-	-
 Total assets	 \$ <u>1,150,645</u>	 \$ <u>930,812</u>	 \$ <u>438,938</u>	 \$ <u>1,007,615</u>

Proprietary Fund Type	Fiduciary Fund Types		Account Groups		Total (Memorandum Only)
	Expendable Trust	Agency	General Long Term Debt	General Fixed Assets	
Enterprise					
\$ 4,778,163	\$ 21,422	\$ 116,848	\$ -	\$ -	\$ 6,632,681
-	-	-	-	-	542,062
1,200	-	-	-	-	314,390
286,351	2,950	-	-	-	378,273
-	-	-	-	-	768,016
122,000	-	-	-	-	218,953
83,150	-	-	-	-	85,719
12,788,836	-	-	-	3,305,919	16,094,755
(2,445,555)	-	-	-	-	(2,445,555)
-	-	-	101,705	-	101,705
-	-	-	1,025,110	-	1,025,110
<u>\$ 15,614,145</u>	<u>\$ 24,372</u>	<u>\$ 116,848</u>	<u>1,126,815</u>	<u>\$ 3,305,919</u>	<u>\$ 23,716,109</u>

The accompanying notes and independent auditors' report are an integral part of the financial statements.

CITY OF LEBANON, OREGON

COMBINED BALANCE SHEET (Continued)

June 30, 1991

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
LIABILITIES, EQUITY AND OTHER CREDITS				
Liabilities:				
Accounts payable	\$ 48,531	\$ 16,320	\$ -	\$ 5,837
Deposits	1,620	-	-	-
Due to other funds	-	236	13,567	-
Loan payable	-	-	-	-
Coupon interest payable	-	-	167	-
Bonds payable	-	-	-	-
Bond discount	-	-	-	-
Interest payable	-	-	-	-
Paid absences and deferred comp payable	40,172	3,919	-	26
Deferred revenues	815,080	453,923	323,499	55,067
Total liabilities	905,403	474,398	337,233	60,930
Equity and other credits:				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained earnings (deficit)	-	-	-	-
Fund balances:				
Reserved for claims	58,878	13,120	-	-
Reserved for petty cash	1,025	-	-	-
Unreserved, undesignated	185,339	443,294	101,705	946,685
Total equity and other credits	245,242	456,414	101,705	946,685
Total liabilities, equity, and other credits	\$ 1,150,645	\$ 930,812	\$ 438,938	\$ 1,007,615

Proprietary Fund Type	Fiduciary Fund Types		Account Groups		Total (Memorandum Only)
	Expendable Trust	Agency	General Long Term Debt	General Fixed Assets	
\$ 13,593	\$ 21,568	\$ -	-	\$ -	\$ 105,849
22,786	-	-	-	-	24,406
205,150	-	-	-	-	218,953
27,615	-	-	146,415	-	174,030
-	-	-	-	-	167
9,163,870	-	-	725,849	-	9,889,719
(149,639)	-	-	-	-	(149,639)
7,914	-	-	14,643	-	22,557
80,969	-	116,848	239,908	-	481,842
-	-	-	-	-	1,647,569
<u>9,372,258</u>	<u>21,568</u>	<u>116,848</u>	<u>1,126,815</u>	<u>-</u>	<u>12,415,453</u>
-	-	-	-	3,305,919	3,305,919
7,388,152	-	-	-	-	7,388,152
(1,170,310)	-	-	-	-	(1,170,310)
24,045	-	-	-	-	96,043
-	-	-	-	-	1,025
-	2,804	-	-	-	1,679,827
<u>6,241,887</u>	<u>2,804</u>	<u>-</u>	<u>-</u>	<u>3,305,919</u>	<u>11,300,656</u>
<u>\$ 15,614,145</u>	<u>\$ 24,372</u>	<u>\$ 116,848</u>	<u>1,126,815</u>	<u>\$ 3,305,919</u>	<u>\$ 23,716,109</u>

The accompanying notes and independent auditors' report are an integral part of the financial statements.

CITY OF LEBANON, OREGON

COMBINED STATEMENT OF REVENUES, EXPENDITURES,
 EXPENDITURES, AND CHANGES IN FUND BALANCE
 - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS

For the Year Ended June 30, 1991

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenues:				
Taxes and assessments	\$ 1,510,467	\$ 217,497	\$ 191,693	\$ 55,192
Licenses and permits	361,803	-	-	-
Fines and forfeits	169,986	9,200	-	-
Intergovernmental	151,240	440,826	-	231,341
Charges for services	4,658	-	-	-
Miscellaneous	99,375	61,178	53,757	67,154
Total revenues	<u>2,297,529</u>	<u>728,701</u>	<u>245,450</u>	<u>353,687</u>
Expenditures:				
Personal services	1,661,595	270,415	-	1,988
Materials and services	567,751	324,588	12,443	12,202
Capital outlay	75,534	58,815	129,305	51,932
Other requirements	23,193	51,150	129,189	-
Total expenditures	<u>2,328,073</u>	<u>704,967</u>	<u>270,937</u>	<u>66,122</u>
Excess (deficiency) of revenues over expenditures	<u>(30,544)</u>	<u>23,734</u>	<u>(25,487)</u>	<u>287,565</u>
Other financing sources (uses):				
Bond sale proceeds	-	-	80,849	-
Bank loans	-	-	-	-
Transfers in	44,519	107,978	-	70,160
Transfers out	(89,788)	(90,769)	(500)	-
Net change in reserves	18,538	3,227	-	-
Loan repayment	-	-	-	-
Total other financing sources (uses)	<u>(26,731)</u>	<u>20,436</u>	<u>80,349</u>	<u>70,160</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(57,275)</u>	<u>44,170</u>	<u>54,862</u>	<u>357,725</u>
Fund balance - July 1	<u>302,517</u>	<u>412,244</u>	<u>46,843</u>	<u>588,960</u>
Fund balance - June 30	<u>\$ 245,242</u>	<u>\$ 456,414</u>	<u>\$ 101,705</u>	<u>\$ 946,685</u>

Fiduciary Fund Type Expendable Trust	Total (Memorandum Only)
\$ -	\$ 1,974,849
-	361,803
56,311	235,497
-	823,407
-	4,658
<u>29,927</u>	<u>311,391</u>
<u>86,238</u>	<u>3,711,605</u>
-	1,933,998
-	916,984
-	315,586
<u>90,877</u>	<u>294,409</u>
<u>90,877</u>	<u>3,460,976</u>
<u>(4,639)</u>	<u>250,629</u>
-	80,849
-	-
-	222,657
-	(181,057)
-	21,765
-	-
<u>-</u>	<u>144,214</u>
(4,639)	394,843
<u>7,443</u>	<u>1,358,007</u>
<u>\$ 2,804</u>	<u>\$ 1,752,850</u>

The accompanying notes and independent auditors' report are an integral part of the financial statements.

CITY OF LEBANON, OREGON

COMBINED STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
- ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS

For the Year Ended June 30, 1991

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Taxes and assessments	\$ 1,477,205	\$ 1,510,467	\$ 33,262
Licenses and permits	326,100	361,803	35,703
Fines and forfeits	180,000	169,986	(10,014)
Intergovernmental	144,000	151,240	7,240
Charges for services	5,000	4,658	(342)
Miscellaneous	104,050	99,139	(4,911)
Total revenues	<u>2,236,355</u>	<u>2,297,293</u>	<u>60,938</u>
Expenditures:			
Personal services		1,663,913	
Materials and services		567,751	
Capital outlay		75,534	
Other requirements		23,193	
Total expenditures	<u>2,438,419</u>	<u>2,330,391</u>	<u>108,028</u>
Excess (deficiency) of revenues over expenditures	<u>(202,064)</u>	<u>(33,098)</u>	<u>(47,090)</u>
Other financing sources (uses):			
Bond sale proceeds	-	-	-
Bank loans	335,000	335,000	-
Transfers in	47,000	44,519	(2,481)
Transfers out	(89,788)	(89,788)	-
Net change in reserves	-	18,538	18,538
Loan repayment	(335,000)	(335,000)	-
Total other financing sources (uses)	<u>(42,788)</u>	<u>(26,731)</u>	<u>16,057</u>
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	<u>(244,852)</u>	<u>(59,829)</u>	<u>185,023</u>
Fund balance - July 1, budget basis	<u>244,852</u>	<u>345,007</u>	<u>100,155</u>
Fund balance - June 30, budget basis	\$ <u>-</u>	\$ 285,178	\$ <u>285,178</u>
Adjustments to GAAP basis		<u>(39,936)</u>	
Fund balance - June 30, GAAP basis		\$ <u>245,242</u>	

Special Revenue Fund			Debt Service Fund		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 213,500	\$ 217,497	\$ 3,997	\$ 112,392	\$ 191,693	\$ 79,301
-	-	-	-	-	-
5,000	9,200	4,200	-	-	-
498,761	440,826	(57,935)	-	-	-
-	-	-	-	-	-
116,600	61,178	(55,422)	65,200	53,757	(11,443)
833,861	728,701	(105,160)	177,592	245,450	67,858
	266,099				
	324,352			12,443	
	58,815			129,305	
	51,150			129,189	
2,896,213	700,416	2,195,797	386,961	270,937	116,024
(2,062,352)	28,285	2,090,637	(209,369)	(25,487)	183,882
1,717,880	-	(1,717,880)	205,200	80,849	(124,351)
-	-	-	-	-	-
107,978	107,978	-	-	-	-
(90,769)	(90,769)	-	(3,000)	(500)	2,500
-	3,227	3,227	-	-	-
-	-	-	-	-	-
1,735,089	20,436	(1,714,653)	202,200	80,349	(121,851)
(327,263)	48,721	375,984	(7,169)	54,862	62,031
327,263	411,848	84,585	70,363	60,410	(9,953)
\$ -	460,569	\$ 460,569	\$ 63,194	115,272	\$ 52,078
	(4,155)			(13,567)	
	\$ 456,414		\$ 101,705		

The accompanying notes and independent auditors' report are an integral part of the financial statements.

CITY OF LEBANON, OREGON

COMBINED STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
- ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS (Continued)

For the Year Ended June 30, 1991

	Capital Projects Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes and assessments	\$ 24,600	\$ 55,192	\$ 30,592
Licenses and permits	-	-	-
Fines and foreits	-	-	-
Intergovernmental	6,000,000	231,341	(5,768,659)
Charges for services	-	-	-
Miscellaneous	91,813	66,810	(25,003)
Total revenues	6,116,413	353,343	(5,763,070)
Expenditures:			
Personal services		1,962	
Materials and services		12,202	
Capital outlay		51,932	
Other requirements		-	
Total expenditures	6,753,326	66,096	6,687,230
Excess (deficiency) of revenues over expenditures	(636,913)	287,247	924,160
Other financing sources (uses):			
Bond sale proceeds	-	-	-
Bank loans	-	-	-
Transfers in	70,160	70,160	-
Transfers out	-	-	-
Net change in reserves	-	-	-
Loan repayment	-	-	-
Total other financing sources (uses)	70,160	70,160	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(566,753)	357,407	924,160
Fund balance - July 1, budget basis	566,753	588,960	22,207
Fund balance - June 30, budget basis	\$ -	946,367	\$ 946,367
Adjustments to GAAP basis		318	
Fund balance, June 30, GAAP basis		\$ 946,685	

Trust and Agency Fund			Totals (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 1,827,697	\$ 1,974,849	\$ 147,152
-	-	-	326,100	361,803	35,703
106,000	56,311	(49,689)	291,000	235,497	(55,503)
-	-	-	6,642,761	823,407	(5,819,354)
-	-	-	5,000	4,658	(342)
-	29,927	29,927	377,663	310,811	(66,852)
106,000	86,238	(19,762)	9,470,221	3,711,025	(5,759,196)
-	-	-		1,931,974	
-	-	-		916,748	
-	-	-		315,586	
106,000	90,877	15,123		294,409	
106,000	90,877	15,123	12,580,919	3,458,717	9,122,202
-	(4,639)	(4,639)	(3,110,698)	252,308	3,363,006
-	-	-	1,923,080	80,849	(1,842,231)
-	-	-	335,000	335,000	-
-	-	-	225,138	222,657	(2,481)
-	-	-	(183,557)	(181,057)	2,500
-	-	-	-	21,765	21,765
-	-	-	(335,000)	(335,000)	-
-	-	-	1,964,661	144,214	(1,820,447)
-	(4,639)	(4,639)	(1,146,037)	396,522	1,542,559
-	7,443	7,443	1,209,231	1,413,668	204,437
\$ -	2,804	\$ 2,804	\$ 63,194	1,810,190	\$ 1,746,996
-	-	-		(57,340)	
	\$ 2,804			\$ 1,752,850	

The accompanying notes and independent auditors' report are an integral part of the financial statements.

CITY OF LEBANON, OREGON

STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN RETAINED EARNINGS - PROPRIETARY FUND TYPE -
ENTERPRISE FUND

For the Year Ended June 30, 1991

Operating revenues:	
Charges for services	\$ 2,091,792
Miscellaneous	<u>412,323</u>
Total operating revenues	<u>2,504,115</u>
Operating expenses:	
Personal services	508,457
Materials and services	801,208
Depreciation	194,846
Interest	<u>621,642</u>
Total operating expenses	<u>2,126,153</u>
Operating income (loss)	<u>377,962</u>
Nonoperating revenue (expenses):	
Transfers (to) from other funds	(41,600)
Increase in appropriated retained earnings	<u>4,452</u>
Net income (loss)	340,814
Net retained earnings (deficit) July 1	<u>(1,487,079)</u>
Net retained earnings (deficit) June 30	\$ <u><u>(1,146,265)</u></u>
Appropriated for claims	\$ 24,045
Retained earnings (deficit) June 30	<u>(1,170,310)</u>
	\$ <u><u>(1,146,265)</u></u>

The accompanying notes and independent auditors' report are an integral part of the financial statements.

CITY OF LEBANON, OREGON

STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPE
ENTERPRISE FUND

For the Year Ended June 30, 1991

Cash flows from operating activities:	
Net income	\$ 340,812
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	198,024
Amortization	5,808
(Increase) decrease in:	
Trade accounts receivable	(36,754)
Prepaid expenses	(83,150)
Increase (decrease) in:	
Trade accounts payable	(750)
Accrued liabilities	<u>11,978</u>
Net cash provided by operating activities	435,968
Cash flows from noncapital financing activities:	
Net interfund borrowing	83,150
Cash flows used by capital and related financing activities:	
Purchase of equipment and construction in progress	(266,096)
Repayment of long-term debt	(195,805)
Bond sale expenses	<u>(117,847)</u>
Net cash used by capital and related financing activities	<u>(579,748)</u>
Net (decrease) in cash and investments	(60,630)
Cash and investments at beginning of year	<u>4,838,793</u>
Cash and investments at end of year	<u>\$ 4,778,163</u>

The accompanying notes and independent auditors' report are an integral part of the financial statements.

NOTES TO FINANCIAL STATEMENTS

CITY OF LEBANON, OREGON

NOTES TO COMBINED FINANCIAL STATEMENTS

JUNE 30, 1991

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Lebanon have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Reporting Entity

The financial statements include the accounts of the City of Lebanon, the Lebanon Urban Renewal District, and the Lebanon Northwest Urban Renewal District. The City and the Urban Renewal Districts are governed by a mayor and a six member City Council.

B. Fund Accounting

The City uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain City functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect the net expendable financial resources.

Funds are classified into three categories: governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate "fund types."

Governmental funds are used to account for all or most of the City's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general fixed assets (capital project funds), and the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the City not accounted for in some other fund.

C. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and expendable trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The proprietary fund is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g. expenses) in net total assets.

CITY OF LEBANON, OREGON

NOTES TO COMBINED FINANCIAL STATEMENTS (Continued)

JUNE 30, 1991

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The modified accrual basis of accounting is used by all governmental fund types, expendable trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period. The City considers property taxes as available if they are collected within 30 days after the year end. Undistributed taxes held by the County Treasurer are included in the balance as accounts receivable at year end. A one-year available period is used for revenue recognition for all other governmental fund revenues. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are property taxes, franchise taxes, special assessments, licenses, interest revenue and charges for services. Fines and permits are not susceptible to accrual because generally they are not measurable until received in cash.

The accrual basis of accounting is utilized by the proprietary fund type. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The City reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the City before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

D. Budgets

Budgets for governmental funds are adopted on a basis consistent with generally accepted accounting principles, except for compensated absences (as described in H. below). Annual appropriated budgets are adopted for the general, special revenue, debt service, and capital projects funds. All annual appropriations lapse at fiscal year end. The City complies with the budgetary process requirements established by the appropriate sections of the Oregon Revised Statutes. The budget for the Enterprise Fund is adopted on the same basis as the budgets for the governmental funds, except for revenues, which are budgeted as revenue when received.

CITY OF LEBANON, OREGON

NOTES TO COMBINED FINANCIAL STATEMENTS (Continued)

JUNE 30, 1991

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Cash and Investments

Cash includes amounts in demand deposits as well as short-term investments.

State statutes authorize the City to invest in legally issued general obligations of the United States, the agencies and instrumentalities of the United States and the States of Oregon, Washington, Idaho, or California, certain interest bearing bonds, time deposit open accounts, certificates of deposit and savings accounts in banks, mutual savings banks and savings and loan associations which maintain a head office or a branch in this state in the capacity of a bank, mutual savings bank or savings and loan association, and share accounts and savings accounts in credit unions in the name of, or for the benefit of, a member of the credit union pursuant to a plan of deferred compensation.

F. Short-term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

G. Fixed Assets

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed asset account group. All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received. Public domain, or infrastructure fixed assets such as roads, sidewalks, and curbs are not capitalized.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable. Applicable interest costs incurred in acquiring fixed assets are also capitalized.

Assets in the general fixed assets account group are not depreciated.

H. Compensated Absences

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure when paid for budgetary purposes. In accordance with the provisions of Statement of Financial Accounting Standards No. 43, Accounting for Compensated Absences, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

JUNE 30, 1991

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Long-term Obligations

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligation is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

J. Fund Equity

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds. Reserves represent those portions of fund equity not appropriate for expenditure or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

K. Bond Discounts/Issuance Costs

Bond discounts and issuance costs for proprietary fund types are deferred and amortized over the term of the bonds using the straight-line method.

L. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

M. Memorandum Only - Total Columns

Total columns on the general purpose financial 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 cash flows in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

CITY OF LEBANON, OREGON

NOTES TO COMBINED FINANCIAL STATEMENTS (Continued)

JUNE 30, 1991

NOTE 2 - LEGAL COMPLIANCE - BUDGETS

- A. The Budget Officer prepares a budget for the Budget Committee to review.
- B. The budget is then printed in proposed form and is presented for public hearings to obtain taxpayer comments and approval from the Budget Committee.
- C. Prior to July 1, the budget is legally adopted by the City Council through passage of a resolution.
- D. The Council is authorized to transfer budgeted amounts between departments and line items within any fund by resolution order. Supplemental budgets must follow the same criteria as the original budget, except that portion involving the Budget Committee.
- E. Appropriations lapse at year end.
- F. The basis of budgeting for the City's various funds are the same as the basis of accounting used by the funds except for the Proprietary Fund Types, which budget on the modified accrual basis instead of on the full accrual basis used in their financial reporting. The City complies with the budgetary process requirements established by the appropriate sections of the Oregon Revised Statutes.
- G. Expenditures may not legally exceed budgeted appropriations.

NOTE 3 - CASH AND INVESTMENTS

Investments - The City's investment policies are governed by state statutes. Permissible investments include bankers acceptances, repurchase agreements, time certificates of deposit, obligations of the United States, its agencies and instrumentalities, and the Oregon State Treasurer's Local Government Investment Pool, among others. The City's investments are categorized as follows:

- 1. Insured for which the securities are held by the City.
- 2. Uninsured for which the securities are held by the bank's trust department in the City's name.
- 3. Uninsured for which the securities are held by the bank in the bank's name.

CITY OF LEBANON, OREGON

NOTES TO COMBINED FINANCIAL STATEMENTS (Continued)

JUNE 30, 1991

NOTE 3 - CASH AND INVESTMENTS (Continued)

Deposits and investments at June 30, 1991 were comprised of the following:

	Category			Carrying Amount	Market Value
	1	2	3		
Investments with financial institutions:					
Commercial paper	\$ -	\$ 741,232	\$ -	\$ 741,232	\$ 746,672
Investment in Oregon State Treasurer's Local Government Investment Pool				5,698,194	5,698,194
Total investments				6,439,426	6,444,866
Demand deposits				41,107	41,107
Held by other governmental agencies				34,275	34,275
Cash with ICMA				116,848	116,848
Total cash deposits				192,229	192,229
Petty cash				1,025	1,025
Total cash and investments				\$ 6,632,681	\$ 6,638,121

Due to the significant higher cash flows at certain times during the year than at year end, the City's investments in commercial paper, for which the underlying securities were held by the bank, varies. Consequently, the amounts held in Category 2 at certain times during the year were different at year end.

The City's investment in the Local Government Investment Pool of \$5,698,194 represents approximately .1% of the equity of the Pool at June 30, 1991. As of June 30, 1991 the Local Government Investment Pool had the following investment portfolio:

Security Description	Par Value (000's omitted)	% of Total Portfolio	Difference Between Cost & Market (000's omitted)
Time certificates of deposit	\$ 38,280	\$ 1.01%	\$ -
Commercial paper	1,609,073	42.33%	-
Masternote	-	-	-
Bankers acceptances	321,595	8.46%	-
State loans	77	-	-
US Treasury notes/bonds/bills	1,268,000	33.35%	1,445.82
US Agency fixed & FRN's	562,770	14.80%	249.58
Mortgage pass-throughs	1,835	0.05%	(118.70)
Total	\$ 3,801,630	100.00%	\$ (118.70)

CITY OF LEBANON, OREGON

NOTES TO COMBINED FINANCIAL STATEMENTS (Continued)

JUNE 30, 1991

NOTE 3 - CASH AND INVESTMENTS (Continued)

Market Value = 100.04% of par

<u>Maturity</u>	<u>Amount (x1000)</u>	<u>% of Total</u>
01-30 Days	\$ 921,255	24.23%
31-60 Days	702,099	18.47%
61-93 Days	426,903	11.23%
94-360 Days	1,449,538	38.13%
1-3 Years	300,000	7.89%
Over 3 Years	1,835	0.05%
Total	\$ 3,801,630	100.00%

NOTE 4 - PROPERTY TAXES RECEIVABLE AND DEFERRED REVENUE

The real property tax is levied each July 1 and personal property tax on each January 1 on the assessed value of the property located in the City as of January 1. Taxes are payable November 15 in full or, at the election of the taxpayer, in three equal installments on November 15, February 15, and May 15. Taxes become delinquent after each payment date. Uncollected taxes at June 30, 1991 were as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Available</u>	<u>Deferred</u>
General Fund	\$ 264,853	\$ -	\$ 264,853
Debt Service Fund	12,855	-	12,855
Urban Renewal Fund	35,209	-	35,209
NW Urban Renewal Fund	273	-	273
Enterprise Fund	<u>1,200</u>	<u>1,200</u>	<u>-</u>
Total	<u>\$ 314,390</u>	<u>\$ 1,200</u>	<u>\$ 313,190</u>

NOTE 5 - FIXED ASSETS

Fixed assets are stated at actual cost and estimated cost. Purchases of general fixed assets are recorded as expenditures in governmental funds and capitalized in the General Fixed Asset Account Group for recent years. Other recorded assets are at estimated cost.

Depreciation is not computed on general fixed assets. Upon disposal, the General Fixed Asset Account Group is relieved of the related cost of estimated cost if identified; any receipt from such disposal is accounted for as revenue of the General Fund.

CITY OF LEBANON, OREGON

NOTES TO COMBINED FINANCIAL STATEMENTS (Continued)

JUNE 30, 1991

NOTE 5 - FIXED ASSETS (Continued)

A summary of changes in general fixed assets follows:

	Balance, July 1, 1990	Additions	Deletions	Balance, June 30, 1991
Total Fixed Assets	\$ 3,160,552	\$ 147,982	\$ 2,615	\$ 3,305,919

The following is a summary of proprietary fund-type fixed assets at June 30, 1991:

	Water	Waste Water	Railroad
Balance, July 1, 1990	\$ 4,673,680	\$ 7,871,672	\$ -
Additions	27,903	35,613	1,482
Deletions	(22,611)	-	-
Balance, June 30, 1991	4,678,972	7,907,285	1,482
Less: accumulated depreciation	(842,059)	(1,703,348)	(148)
Net property, plant, and equipment	3,836,913	6,303,937	1,334
Construction in-progress	67,479	133,618	-
Net fixed assets	\$ 3,904,392	\$ 6,437,555	\$ 1,334

In proprietary funds, the following estimated useful lives are used to compute depreciation:

Buildings	50 years
Plant equipment	40 years
Office equipment	5 years

NOTE 6 - LONG-TERM DEBT

The bonds payable of \$9,889,719 consist of unmatured bonds of serial issues as detailed below. All bonds outstanding are general obligation bonds. Under Oregon laws, the City has continuing authority to levy taxes annually to retire bonds and interest coupons as they mature.

CITY OF LEBANON, OREGON

NOTES TO COMBINED FINANCIAL STATEMENTS (Continued)

JUNE 30, 1991

NOTE 6 - LONG-TERM DEBT (Continued)

<u>Type of Bond</u>	<u>Outstanding June 30, 1990</u>	<u>Issued</u>	<u>Matured and Retired</u>	<u>Outstanding June 30, 1991</u>
Bancroft	\$ 110,000	\$ 80,849	\$ 30,000	\$ 160,849
General obligation	635,000	-	70,000	565,000
Revenue supported				
general obligation	4,850,000	-	120,000	4,730,000
Wastewater Revenue				
supported	<u>4,508,870</u>	<u>-</u>	<u>75,000</u>	<u>4,433,870</u>
 Total	 <u>\$ 10,103,870</u>	 <u>\$ 80,849</u>	 <u>\$ 295,000</u>	 <u>\$ 9,889,719</u>

Annual debt service requirements to maturity for all bonds, including interest of \$10,635,157 are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1991-92	\$ 315,849	\$ 677,262	\$ 993,111
1992-93	330,000	657,887	987,887
1993-94	235,000	635,050	870,050
1994-95	330,000	618,655	948,655
1995-96	350,000	595,759	945,759
1996-97	315,000	573,116	888,116
1997-98	340,000	550,407	890,407
1998-99	365,000	525,794	890,794
1999-00	395,000	498,763	893,763
2000-01	370,000	472,590	842,590
2001-02	385,000	445,494	830,494
2002-03	415,000	417,781	832,781
2003-04	440,000	387,963	827,963
2004-05	480,000	355,853	835,853
2005-06	389,984	445,916	835,900
2006-07	409,984	427,369	837,353
2007-08	435,302	406,373	841,675
2008-09	455,930	382,920	838,850
2009-10	492,670	357,080	848,750
Thereafter	<u>2,640,000</u>	<u>1,204,125</u>	<u>3,844,125</u>
 Totals	 <u>\$ 9,889,719</u>	 <u>\$ 10,635,157</u>	 <u>\$ 20,524,876</u>

CITY OF LEBANON, OREGON

NOTES TO COMBINED FINANCIAL STATEMENTS (Continued)

JUNE 30, 1991

NOTE 7 - CONTRIBUTED CAPITAL

The following is a summary of contributed capital:

	<u>Waste Water</u>	<u>Railroad</u>	<u>Total</u>
Contributed capital July 1, 1990	\$ 7,367,002	\$ 21,150	\$ 7,388,152
Additions	<u>-</u>	<u>-</u>	<u>-</u>
Contributed capital June 30, 1991	<u>\$ 7,367,002</u>	<u>\$ 21,150</u>	<u>\$ 7,388,152</u>

NOTE 8 - EMPLOYEE RETIREMENT SYSTEMS

All full time employees after six months of employment with the City participate in the multiple-employer State of Oregon Public Employees' Retirement System (PERS). The total payroll was \$1,852,440, and the contribution for the year was \$217,743.

Assets available to meet benefit commitments are shown on two bases: the actuarial value of assets and an estimate of the book value of assets.

The Pension Benefit Obligation is a standardized disclosure measure of the pension benefits. It is adjusted for the effects of projected salary increases estimated to be payable in the future as a result of employee service to date. The measure is the actuarial present value of "Credited Projected Benefits" and is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons with other systems.

The measure is independent of the actuarial funding method used to determine contributions. The Pension Benefit Obligation was determined as part of the actuarial valuation at December 31, 1989.

Statement No. 5 of the Governmental Accounting Standards Board defines "Credited Projected Benefits" as those benefits based on service already performed and salary projected to the actual date of assumed termination or retirement. The Pension Benefit Obligation presented in this statement was determined using the following assumptions:

- a. Future service was considered only to the extent that it would permit active plan participants to become eligible for benefits attributable to service rendered prior to the date of determination.
- b. Regular valuation assumptions were used as to mortality, withdrawal, retirement ages, disability, future salaries, and investment return.

CITY OF LEBANON, OREGON

NOTES TO COMBINED FINANCIAL STATEMENTS (Continued)

JUNE 30, 1991

NOTE 8 - EMPLOYEE RETIREMENT SYSTEMS (Continued)

The actuarial present values were calculated using actuarial assumptions that were based on the presumption that the System will continue. Were the system to terminate, different actuarial assumptions and other factors might be applicable in determining the Pension Benefit Obligation. The values presented in this statement should not be confused with information presented elsewhere regarding funding requirements.

Pension benefit obligation:		<u>12/31/89</u>
Member account balances	\$	1,197,935
Vested accrued benefits		1,050,047
Nonvested accrued benefits		<u>205,722</u>
 Total Pension Benefit Obligation	 \$	 <u>2,453,704</u>
 Actuarial value of assets	 \$	 <u>4,920,970</u>

Ten-year historical trend information presenting the PERS' progress in accumulating sufficient assets to pay benefits when due is contained in the PERS December 31, 1989 financial report.

Funding Methods and Assumptions

A fundamental principle in financing the liabilities of a retirement program is that the cost of its benefits should be related to when those benefits are earned, rather than to when they are paid. There are a number of methods in use for making such a determination. The method used for this valuation is technically referred to as the "entry age actuarial cost method."

Common stock and real estate investments are valued at market, and bonds, mortgages and loans are valued at an adjusted price which would yield 8.0% interest to maturity. The actuarial value of asset includes member account balances.

The actuarial assumptions used in this valuation have been chosen on the basis of recent experience of the System and on current expectations as to future economic conditions. The assumptions are intended to estimate the future experience of the members of the System and of the System itself in areas which affect the projected benefit flow and anticipated investment earnings. Any variations in future experience from these assumptions will result in corresponding changes in estimated costs of the System's benefits.

CITY OF LEBANON, OREGON

NOTES TO COMBINED FINANCIAL STATEMENTS (Continued)

JUNE 30, 1991

NOTE 9 - LIABILITY FOR DEFERRED COMPENSATION

The City of Lebanon by Council action, authorized a deferred compensation plan to be made available to its employees wherein they may execute an individual agreement with the City for amounts earned by them to not be paid until a future date when certain circumstances are met. These circumstances are: termination by reason of death, disability, resignation or retirement. Payment to the employee will be made over a period not to exceed 15 years. The deferred compensation plan is one which is authorized under IRC Section 457 and has been approved in its specifics by a private ruling from the Internal Revenue Service.

Contributions made to the plan are executed under a salary reduction agreement and represent no obligation for funding or contribution by the City.

Monies accumulated by the City under its deferred compensation plan have been deposited with a financial institution. These deposits are not subject to the collateral requirements of ORS Chapter 295.

ORS 295.361, as amended by Chapter 102, Oregon laws 1977, provides that amounts accumulated by the City under approved deferred compensation plan shall not be included as resources for budgetary purposes. Such amounts represent a general liability by the City to its employees whose rights are equal to but no greater than the rights of other general creditors with respect to such amounts.

Similarly, ORS 294.326, as amended by Chapter 102, Oregon laws 1977, stipulates that disbursement of funds to employees under the plan, once circumstances of termination occur, shall not be included as an expenditure for budgetary purposes.

The Deferred Compensation assets at June 30, 1991, valued at market, include \$116,848 which is attributable to the accumulation of amounts deferred since the inception of the plan and investment earnings thereon. However, this separation is maintained for purposes of satisfying the legal requirement for excluding such amounts as budgetary resources only, and does not represent a segregation of fund balances with respect to these accumulations which grants any preference to the claims of one group of creditors over another.

NOTE 10 - ADJUSTMENT TO BEGINNING FUND BALANCE

During the prior fiscal year a loan payable to the Urban Renewal Fund was not recorded as a liability in the Bancroft Bond Fund. To correct this error, beginning fund balance (GAAP basis) of the Bancroft Bond Fund has been adjusted as follows:

As originally reported	\$ 46,147
Adjustment to record liability Urban Renewal Fund	<u>(13,567)</u>
Beginning fund balance, as adjusted	<u>\$ 32,580</u>

CITY OF LEBANON, OREGON

NOTES TO COMBINED FINANCIAL STATEMENTS (Continued)

JUNE 30, 1991

NOTE 11 - RECONCILIATION OF BUDGETARY TO GAAP BASIS

A reconciliation of revenues and expenditures per the budgetary basis to revenues and expenditures per the GAAP basis is as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Enterprise</u>
Revenues and other financing sources:					
Per budgetary basis	\$ 2,695,349	\$ 839,906	\$ 326,299	\$ 423,503	\$ 2,689,299
Adjustments for:					
Accounts receivable	(236)	-	-	344	16,268
Loan proceeds	<u>(335,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(122,000)</u>
Per GAAP basis	<u>\$ 2,360,113</u>	<u>\$ 839,906</u>	<u>\$ 326,299</u>	<u>\$ 423,847</u>	<u>\$ 2,583,567</u>
Expenditures and other financing sources:					
Per budgetary basis	\$ 2,755,179	\$ 667,622	\$ 271,437	\$ 66,096	\$ 2,751,647
Adjustments for:					
Change in accrued compensated absences	(2,318)	4,323	-	26	1,774
Loan repayments	(335,000)	-	-	-	(309,892)
Capital outlay	-	-	-	-	(404,608)
Depreciation	-	-	-	-	198,024
Amortization	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,808</u>
Per GAAP basis	<u>\$ 2,417,861</u>	<u>\$ 671,945</u>	<u>\$ 271,437</u>	<u>\$ 66,122</u>	<u>\$ 2,242,753</u>

NOTE 12 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosure, as part of the general purpose financial statements, of certain information concerning individual funds including:

- A. Excess of expenditures over appropriations in individual funds. The City did not overexpend any appropriations for the year ended June 30, 1991.
- B. Deficit fund balances or retained earnings balances of individual funds. There were no deficit fund balances at June 30, 1991 for budgetary purposes.
- C. Individual fund interfund receivable and payable balances. Such balances at June 30, 1991 were:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 236	\$ -
Intergovernmental Fund	-	236
Urban Renewal Fund	13,567	-
Bancroft Bond Fund	-	13,567
Capital Projects Fund	83,150	-
Enterprise Fund	<u>122,000</u>	<u>205,150</u>
Totals	<u>\$ 218,953</u>	<u>\$ 218,953</u>

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS

GENERAL FUND

The General Fund accounts for financial operations of the City not accounted for in any other fund. Principal sources of revenue are property taxes, franchise fees, and State shared revenues. Primary expenditures are for police protection and general administration.

CITY OF LEBANON, OREGON

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended June 30, 1991

	Budget	Actual		
		Budget Basis	Adjustments	GAAP Basis
Revenues:				
Taxes and assessments	\$ 1,477,205	\$ 1,510,467	\$ -	\$ 1,510,467
Licenses and permits	326,100	361,803	-	361,803
Fines and forfeits	180,000	169,986	-	169,986
Intergovernmental	144,000	151,240	-	151,240
Charges for services	5,000	4,658	-	4,658
Miscellaneous	104,050	99,139	(236)	99,375
Total revenues	2,236,355	2,297,293	(236)	2,297,529
Expenditures:				
Administration	51,437	49,014	(2,318)	46,696
City attorney	20,275	19,776	-	19,776
Community & Economic Development	44,015	42,347	-	42,347
Planning	36,969	36,966	-	36,966
Building inspection	53,826	48,327	-	48,327
Public works	30,828	29,910	-	29,910
Parks	204,276	145,274	-	145,274
Finance	84,879	79,592	-	79,592
Legislative	25,893	25,450	-	25,450
Library	202,186	192,898	-	192,898
Municipal court	125,385	116,626	-	116,626
Police	1,252,615	1,250,773	-	1,250,773
Senior services	103,045	96,065	-	96,065
Nondepartmental	202,790	197,373	-	197,373
Total expenditures	2,438,419	2,330,391	(2,318)	2,328,073
Excess (deficiency) of revenues over expenditures	(202,064)	(33,098)	2,554	(30,544)
Other financing sources (uses):				
Loan proceeds	335,000	335,000	335,000	-
Transfers in	47,000	44,519	-	44,519
Transfers out	(89,788)	(89,788)	-	(89,788)
Net change in reserves	-	18,538	-	18,538
Loan repayment	(335,000)	(335,000)	(335,000)	-
Total other financing sources (uses)	(42,788)	(26,731)	-	(26,731)
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	(244,852)	(59,829)	2,554	(57,275)
Fund balance, July 1	244,852	345,007	(42,490)	302,517
Fund balance, June 30	\$ -	\$ 285,178	\$ (39,936)	\$ 245,242

SPECIAL REVENUE FUNDS

These funds account for revenues designated for specific purposes, including state grants which are legally restricted to finance particular functions or activities. The City's special revenue funds include the following:

- Intergovernmental Fund
- Urban Renewal District Fund
- NW Urban Renewal District Fund

CITY OF LEBANON, OREGON

COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS

JUNE 30, 1991

	Inter- governmental Fund	Urban Renewal Fund	NW Urban Renewal Fund	Total
ASSETS				
Cash and investments	\$ 173,713	\$ 264,906	\$ 181	\$ 438,800
Receivables:				
Property taxes	-	35,209	273	35,482
Accounts	33,899	4,160	30	38,089
Special Assessments/Loans	404,874	-	-	404,874
Due from other funds	-	13,567	-	13,567
Total assets	\$ 612,486	\$ 317,842	\$ 484	\$ 930,812
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 16,317	\$ 3	\$ -	\$ 16,320
Due to other funds	236	-	-	236
Compensated absences payable	3,805	114	-	3,919
Deferred revenues	404,874	48,776	273	453,923
Total liabilities	425,232	48,893	273	474,398
Fund Balances:				
Reserved for claims	13,120	-	-	13,120
Unreserved, undesignated	174,134	268,949	211	443,294
Total fund balance	187,254	268,949	211	456,414
Total liabilities and fund equity	\$ 612,486	\$ 317,842	\$ 484	\$ 930,812

CITY OF LEBANON, OREGON

COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCES - SPECIAL REVENUE FUND

For the Year Ended June 30, 1991

	Inter- governmental Fund	Urban Renewal Fund	NW Urban Renewal Fund	Total
Revenues:				
Taxes and assessments	\$ 487	\$ 214,240	\$ 2,770	217,497
Fines and forfeits	9,200	-	-	9,200
Intergovernmental	440,826	-	-	440,826
Miscellaneous	48,465	12,675	38	61,178
Total revenues	<u>498,978</u>	<u>226,915</u>	<u>2,808</u>	<u>728,701</u>
Expenditures:				
Personal services	264,957	5,458	-	270,415
Materials and services	317,605	4,385	2,598	324,588
Capital outlay	30,728	28,087	-	58,815
Debt service	-	51,150	-	51,150
Total expenditures	<u>613,290</u>	<u>89,080</u>	<u>2,598</u>	<u>704,967</u>
Excess (deficiency) of revenues over expenditures	(114,312)	137,835	211	23,734
Other financing sources (uses):				
Transfers in	107,978	-	-	107,978
Transfers out	(58,769)	(32,000)	-	(90,769)
Net change in reserves	3,227	-	-	3,227
Total other financing sources (uses)	<u>52,436</u>	<u>(32,000)</u>	<u>-</u>	<u>20,436</u>
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	(61,876)	105,835	211	44,170
Fund balance, July 1	<u>249,130</u>	<u>163,114</u>	<u>-</u>	<u>412,244</u>
Fund balance, June 30	<u>\$ 187,254</u>	<u>\$ 268,949</u>	<u>\$ 211</u>	<u>\$ 456,414</u>

CITY OF LEBANON, OREGON

STATEMENT OF REVENUE AND EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - INTERGOVERNMENTAL FUND

For the Year Ended June 30, 1991

	Budget	Actual		
		Budget Basis	Adjustments	GAAP Basis
Revenues:				
Taxes and assessments	\$ -	\$ 487	\$ -	\$ 487
Fines and forfeits	5,000	9,200	-	9,200
Intergovernmental	498,761	440,826	-	440,826
Miscellaneous	45,600	48,465	-	48,465
Total revenues	549,361	498,978	-	498,978
Expenditures:				
Teknetics	45,400	21,703	-	21,703
OTSC Grant	300	-	-	-
Bikepath	86,171	59,300	-	59,300
Streets	433,707	395,148	3,935	399,083
Storm drains	70,022	60,135	518	60,653
Dial-a-bus	33,631	31,280	(476)	30,804
FAU streets	23,573	10,138	224	10,362
Entrepreneurial grant	24,600	14,700	-	14,700
Special events sign grant	3,600	-	-	-
Civil forfeitures	5,000	3,246	-	3,246
Wetland grant	12,100	-	-	-
LCDC grant	4,941	321	-	321
85-86 Rehab (unrestricted)	5,000	-	-	-
1983-84 Rehab	10,557	10,557	236	10,793
1985-86 Rehab	3,100	-	-	-
Gills Landing	4,973	434	-	434
Vaughn Lane	187	-	-	-
Plan assistance	7,680	1,891	-	1,891
Total expenditures	774,542	608,853	4,437	613,290
Excess (deficiency) of revenues over expenditures	(225,181)	(109,875)	(4,437)	(114,312)
Other financing (uses):				
Transfers in	107,978	107,978	-	107,978
Transfers out	(58,769)	(58,769)	-	(58,769)
Net changes in reserves	-	3,227	-	3,227
Total other financing sources (uses)	49,209	52,436	-	52,436
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(175,972)	(57,439)	(4,437)	(61,876)
Fund balance, July 1	175,972	248,734	396	249,130
Fund Balance June 30	\$ -	\$ 191,295	\$ (4,041)	\$ 187,254

CITY OF LEBANON, OREGON

STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
URBAN RENEWAL FUND

For the Year Ended June 30, 1991

	Budget	Actual		GAAP Basis
		Budget Basis	Adjustments	
Revenues:				
Taxes and assessments	\$ 204,500	\$ 214,240	\$ -	\$ 214,240
Miscellaneous	11,000	12,675	-	12,675
Total revenues	<u>215,500</u>	<u>226,915</u>	<u>-</u>	<u>226,915</u>
Expenditures:				
Personal services	5,770	5,343	(114)	5,458
Materials and services	5,000	4,385	-	4,385
Capital outlay	256,191	28,087	-	28,087
Debt service	51,150	51,150	-	51,150
Operating contingency	16,680	-	-	-
Total expenditures	<u>334,791</u>	<u>88,966</u>	<u>(114)</u>	<u>89,080</u>
Excess (deficiency) of revenues over expenditures	(119,291)	137,949	(114)	137,835
Other financing (uses):				
Transfers out	<u>(32,000)</u>	<u>(32,000)</u>	<u>-</u>	<u>(32,000)</u>
Excess (deficiency) of revenues over expenditures and other financing uses	(151,291)	105,949	(114)	105,835
Fund balance, July 1	<u>151,291</u>	<u>163,114</u>	<u>-</u>	<u>163,114</u>
Fund balance, June 30	\$ <u><u>-</u></u>	\$ <u><u>269,063</u></u>	\$ <u><u>(114)</u></u>	\$ <u><u>268,949</u></u>

CITY OF LEBANON, OREGON

STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
NW URBAN RENEWAL FUND

For the Year Ended June 30, 1991

	Budget	Actual		GAAP Basis
		Budget Basis	Adjustments	
Revenues:				
Taxes and assessments	\$ 9,000	\$ 2,770	\$ -	\$ 2,770
Miscellaneous	60,000	38	-	38
Total revenues	69,000	2,808	-	2,808
Expenditures:				
Materials and services	226,080	2,598	-	2,598
Capital outlay	1,465,800	-	-	-
Debt service	95,000	-	-	-
Total expenditures	1,786,880	2,598	-	2,598
Excess (deficiency) of revenues over expenditures	(1,717,880)	211	-	211
Other financing sources:				
Bond sale proceeds	1,717,880	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	211	-	211
Fund balance, July 1	-	-	-	-
Fund balance, June 30	\$ -	\$ 211	\$ -	\$ 211

DEBT SERVICE FUNDS

These funds account for the payment of principal and interest on long term debt. The principal sources of revenue are property taxes and collections on assessments. The City's debt service funds include the following:

- Debt Service Fund
- Bancroft Bond Fund

CITY OF LEBANON, OREGON

COMBINING BALANCE SHEET - DEBT SERVICE FUNDS

June 30, 1991

	Debt Service Fund	Bancroft Bond Redemption Fund	Total
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and investments	\$ 9,822	\$ 104,050	\$ 113,872
Receivables:			
Property taxes	12,855	-	12,855
Accounts	1,567	-	1,567
Special assessments and loans	-	308,075	308,075
Prepayments	-	2,569	2,569
	<u> </u>	<u> </u>	<u> </u>
Total assets	\$ 24,244	\$ 414,694	\$ 438,938
	<u> </u>	<u> </u>	<u> </u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Matured interest coupons payable	167	-	167
Due to other funds	-	13,567	13,567
Deferred revenue	12,855	310,644	323,499
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	13,022	324,211	337,233
Fund balances:			
Undesignated, unreserved	11,222	90,483	101,705
	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balances	\$ 24,244	\$ 414,694	\$ 438,938
	<u> </u>	<u> </u>	<u> </u>

CITY OF LEBANON, OREGON

COMBINING STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCE - DEBT SERVICE FUNDS

For the Year Ended June 30, 1991

	Debt Service Fund	Bancroft Bond Redemption Fund	Total
Revenues:			
Taxes and assessments	\$ 64,975	\$ 126,718	\$ 191,693
Miscellaneous	809	52,948	53,757
Total revenues	<u>65,784</u>	<u>179,666</u>	<u>245,450</u>
Expenditures:			
Materials & services	-	12,443	12,443
Capital outlay	-	129,305	129,305
Debt service	68,825	60,364	129,189
Total expenditures	<u>68,825</u>	<u>202,112</u>	<u>270,937</u>
Excess (deficiency) of revenues over expenditures	<u>(3,041)</u>	<u>(22,446)</u>	<u>(25,487)</u>
Other financing sources (uses):			
Bond sale proceeds	-	80,849	80,849
Transfer out	-	(500)	(500)
Total other financing sources (uses)	<u>-</u>	<u>80,349</u>	<u>80,349</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(3,041)	57,903	54,862
Fund balance, July 1	<u>14,263</u>	<u>32,580</u>	<u>46,843</u>
Fund balances, June 30	<u>\$ 11,222</u>	<u>\$ 90,483</u>	<u>\$ 101,705</u>

CITY OF LEBANON, OREGON

COMBINING STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND

For the Year Ended June 30, 1991

	Budget	Actual		GAAP Basis
		Budget Basis	Adjustments	
Revenues:				
Taxes and assessments	\$ 63,650	\$ 64,975	\$ -	\$ 64,975
Miscellaneous	1,700	809	-	809
Total revenues	65,350	65,784	-	65,784
Expenditures:				
Debt service	68,850	68,825	-	68,825
Excess (deficiency) of revenues over expenditures	(3,500)	(3,041)	-	(3,041)
Fund balance, July 1	14,000	14,263	-	14,263
Fund balance, June 30	\$ 10,500	\$ 11,222	\$ -	\$ 11,222

CITY OF LEBANON, OREGON

STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BANCROFT BOND FUND

For the Year Ended June 30, 1991

	Budget	Actual		GAAP Basis
		Budget Basis	Adjustments	
Revenues:				
Taxes and assessments	\$ 48,742	\$ 126,718	\$ -	\$ 126,718
Miscellaneous	63,500	52,948	-	52,948
Total revenue	112,242	179,666	-	179,666
Expenditures:				
Material and services	16,800	12,443	-	12,443
Capital outlay	191,000	129,305	-	129,305
Debt service	99,811	60,364	-	60,364
Operating contingency	10,500	-	-	-
Total expenditures	318,111	202,112	-	202,112
Excess (deficiency) of revenues over expenditures	(205,869)	(22,446)	-	(22,446)
Other financing sources (uses):				
Bond sale proceeds	205,200	80,849	-	80,849
Transfers out	(3,000)	(500)	-	(500)
Total other financing sources (uses)	202,200	80,349	-	80,349
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(3,669)	57,903	-	57,903
Fund balance, July 1	56,363	46,147	(13,567)	32,580
Fund balance, June 30	\$ 52,694	\$ 104,050	\$ (13,567)	\$ 90,483

CAPITAL PROJECTS FUND

This fund accounts for the accumulation and expenditure of resources for capital construction projects. Intergovernmental revenues and transfers from other funds are the primary sources of revenue. The City has only one capital projects fund.

CITY OF LEBANON, OREGON

STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND

For the Year Ended June 30, 1991

	Budget	Actual		GAAP Basis
		Budget Basis	Adjustments	
Revenues:				
Taxes and assessments	\$ 24,600	\$ 55,192	\$ -	\$ 55,192
Intergovernmental	6,000,000	231,341	-	231,341
Miscellaneous	91,813	66,810	344	67,154
Total revenues	6,116,413	353,343	344	353,687
Expenditures:				
Equipment acquisition	84,693	11,412	-	11,412
Pioneer Cemetery	5,100	-	-	-
Interview room	400	-	-	-
Library	1,687	450	-	450
Streets capital projects	6,000,000	303	-	303
Senior services	44,604	10,857	-	10,857
Ridgeway Butte	52,000	-	-	-
SDC Drainage	33,079	10,219	-	10,219
SDC Park	42,243	2,083	26	2,109
SDC Wastewater	347,900	120	-	120
SDC Streets	112,020	21,425	-	21,425
SDC Water	17,600	3,422	-	3,422
Police	12,000	5,805	-	5,805
Total expenditures	6,753,326	66,096	26	66,122
Excess (deficiency) of revenues over expenditures	(636,913)	287,247	318	287,565
Other financing sources:				
Transfers in	70,160	70,160	-	70,160
Transfers out	-	-	-	-
Total other financing sources (uses)	70,160	70,160	-	70,160
Excess of revenue and other financing sources over expenditures	(566,753)	357,407	318	357,725
Fund balance, July 1	566,753	588,960	-	588,960
Fund balance, June 30	\$ -	\$ 946,367	\$ 318	\$ 946,685

ENTERPRISE FUND

The City's enterprise fund accounts for the operation of the City's water and wastewater utility system. User charges are the primary source of revenue. Expenditures are primarily for personal services and system operating expenses.

CITY OF LEBANON, OREGON

STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ENTERPRISE FUND

For the Year Ended June 30, 1991

	Budget	Actual		GAAP Basis
		Budget Basis	Adjustments	
Revenues:				
Charges for services	\$ 1,980,650	\$ 2,060,141	\$ 31,651	\$ 2,091,792
Miscellaneous	366,420	427,706	(15,383)	412,323
Total revenues	2,347,070	2,487,847	16,268	2,504,115
Expenditures:				
Personal services	657,329	619,639	(111,182)	508,457
Material and services	1,200,433	1,008,725	(207,517)	801,208
Capital outlay	709,576	75,149	119,697	194,846
Other requirements	2,161,123	809,534	(187,892)	621,642
Total expenditures	4,728,461	2,513,047	(386,894)	2,126,153
Excess (deficiency) of revenues over expenditures	(2,381,391)	(25,200)	403,162	377,962
Other financing sources (uses):				
Bond proceeds	4,500,000	-	-	-
Transfer in	75,000	75,000	-	75,000
Transfer out	(116,600)	(116,600)	-	(116,600)
Interdepartmental loan proceeds	122,000	123,300	(122,000)	1,300
Increase in appropriated retained earnings	-	3,152	-	3,152
Indepartmental loan disbursements	(122,000)	(122,000)	122,000	-
Total other financing sources (uses)	4,458,400	(37,148)	-	(37,148)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	2,077,009	(62,348)	403,162	340,814
Retained earnings, July 1	232,326	4,827,319	(6,314,398)	(1,487,079)
Retained earnings, June 30	\$ 2,309,335	\$ 4,764,971	\$ (5,911,236)	\$ (1,146,265)

CITY OF LEBANON, OREGON

STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
WATER DEPARTMENT

For the Year Ended June 30, 1991

	Budget	Actual		GAAP Basis
		Budget Basis	Adjustments	
Revenues:				
Charges for services	\$ 1,230,000	\$ 1,220,707	\$ 18,792	\$ 1,239,499
Miscellaneous	27,900	51,970	(22,953)	29,017
Total revenues	1,257,900	1,272,677	(4,161)	1,268,516
Expenditures:				
Personal services	323,810	304,038	5,945	309,983
Material and services	422,650	408,753	(34,856)	373,897
Capital outlay	35,480	13,447	92,057	105,504
Other requirements	565,818	439,988	(120,000)	319,988
Total expenditures	1,347,758	1,166,226	(56,854)	1,109,372
Excess (deficiency) of revenues over expenditures	(89,858)	106,451	52,693	159,144
Other financing sources (uses):				
Bond proceeds	-	-	-	-
Transfer in	-	-	-	-
Transfer out	(19,000)	(19,000)	-	(19,000)
Interdepartmental loan proceeds	-	-	-	-
Increase in appropriated retained earnings	-	3,152	-	3,152
Indepartmental loan disbursements	-	-	-	-
Total other financing sources (uses)	(19,000)	(15,848)	-	(15,848)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(108,858)	90,603	52,693	143,296
Retained earnings, July 1	108,858	159,847	(798,216)	(638,369)
Retained earnings, June 30	\$ -	\$ 250,450	\$ (745,523)	\$ (495,073)

CITY OF LEBANON, OREGON

STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
WATER CAPITAL IMPROVEMENT DEPARTMENT

For the Year Ended June 30, 1991

	Budget	Actual		GAAP Basis
		Budget Basis	Adjustments	
Revenues:				
Charges for services	\$ -	\$ -	\$ -	\$ -
Miscellaneous	1,000	4,512	-	4,512
Total revenues	1,000	4,512	-	4,512
Expenditures:				
Personal services	50,630	47,046	(47,046)	-
Material and services	39,730	10,750	(10,750)	-
Capital outlay	6,575	12,182	(12,182)	-
Other requirements	25,365	-	7,914	7,914
Total expenditures	122,300	69,978	(62,064)	7,914
Excess (deficiency) of revenues over expenditures	(121,300)	(65,466)	62,064	(3,402)
Other financing sources (uses):				
Bond proceeds	-	-	-	-
Transfer in	-	-	-	-
Transfer out	(700)	(700)	-	(700)
Interdepartmental loan proceeds	122,000	122,000	(122,000)	-
Increase in appropriated retained earnings	-	-	-	-
Interdepartmental loan disbursements	-	-	-	-
Total other financing sources (uses)	121,300	121,300	(122,000)	(700)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	55,834	(59,936)	(4,102)
Retained earnings, July 1	-	-	-	-
Retained earnings, June 30	\$ -	\$ 55,834	\$ (59,936)	\$ (4,102)

CITY OF LEBANON, OREGON

STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
WASTEWATER DEPARTMENT

For the Year Ended June 30, 1991

	Budget	Actual		GAAP Basis
		Budget Basis	Adjustments	
Revenues:				
Charges for services	\$ 750,650	\$ 839,434	\$ 12,860	\$ 852,294
Miscellaneous	11,020	11,536	-	11,536
Total revenues	761,670	850,970	12,860	863,830
Expenditures:				
Personal services	209,014	199,529	(4,171)	195,358
Material and services	451,041	430,160	(17,691)	412,469
Capital outlay	9,375	8,009	81,185	89,194
Other requirements	91,040	3,216	(806)	2,410
Total expenditures	760,470	640,914	58,517	699,431
Excess (deficiency) of revenues over expenditures	1,200	210,056	(45,657)	164,399
Other financing sources (uses):				
Bond proceeds	-	-	-	-
Transfer in	-	-	-	-
Transfer out	(96,200)	(96,200)	-	(96,200)
Interdepartmental loan proceeds	-	1,300	-	1,300
Increase in appropriated retained earnings	-	-	-	-
Interdepartmental loan disbursements	-	-	-	-
Total other financing sources (uses)	(96,200)	(94,900)	-	(94,900)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(95,000)	115,156	(45,657)	69,499
Retained earnings, July 1	95,000	129,869	(986,163)	(856,294)
Retained earnings, June 30	\$ -	\$ 245,025	\$ (1,031,820)	\$ (786,795)

CITY OF LEBANON, OREGON

STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
WASTEWATER CAPITAL IMPROVEMENT DEPARTMENT

For the Year Ended June 30, 1991

	Budget	Actual		GAAP Basis
		Budget Basis	Adjustments	
Revenues:				
Charges for services	\$ -	\$ -	\$ -	\$ -
Miscellaneous	325,000	356,913	7,570	364,483
Total revenues	325,000	356,913	7,570	364,483
Expenditures:				
Personal services	70,715	65,910	(65,910)	-
Material and services	279,675	153,246	(153,246)	-
Capital outlay	638,675	31,407	(31,407)	-
Other requirements	1,478,900	366,330	(75,000)	291,330
Total expenditures	2,467,965	616,893	(325,563)	291,330
Excess (deficiency) of revenues over expenditures	(2,142,965)	(259,980)	333,133	73,153
Other financing sources (uses):				
Bond proceeds	4,500,000	-	-	-
Transfer in	75,000	75,000	-	75,000
Transfer out	(700)	(700)	-	(700)
Interdepartmental loan proceeds	-	-	-	-
Increase in appropriated retained earnings	-	-	-	-
Indepartmental loan disbursements	(122,000)	(122,000)	122,000	-
Total other financing sources (uses)	4,452,300	(47,700)	122,000	74,300
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	2,309,335	(307,680)	455,133	147,453
Retained earnings, July 1	-	4,508,870	(4,508,870)	-
Retained earnings, June 30	\$ 2,309,335	\$ 4,201,190	\$ (4,053,737)	\$ 147,453

CITY OF LEBANON, OREGON

STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RAILROAD DEPARTMENT

For the Year Ended June 30, 1991

	Budget	Actual		GAAP Basis
		Budget Basis	Adjustments	
Revenues:				
Charges for services	\$ -	\$ -	\$ -	\$ -
Miscellaneous	1,500	2,775	-	2,775
Total revenues	1,500	2,775	-	2,775
Expenditures:				
Personal services	3,160	3,116	-	3,116
Material and services	7,337	5,816	9,026	14,842
Capital outlay	19,471	10,104	(9,956)	148
Other requirements	-	-	-	-
Total expenditures	29,968	19,036	(930)	18,106
Excess (deficiency) of revenues over expenditures	(28,468)	(16,261)	930	(15,331)
Other financing sources (uses):				
Bond proceeds	-	-	-	-
Transfer in	-	-	-	-
Transfer out	-	-	-	-
Interdepartmental loan proceeds	-	-	-	-
Increase in appropriated retained earnings	-	-	-	-
Indepartmental loan disbursements	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(28,468)	(16,261)	930	(15,331)
Retained earnings, July 1	28,468	28,733	(21,150)	7,583
Retained earnings, June 30	\$ -	\$ 12,472	\$ (20,220)	\$ (7,748)

TRUST AND AGENCY FUNDS

Resources held in trust for third parties are accounted for in the City's trust fund. Resources set aside to pay deferred compensation payable are accounted for in the City's agency fund.

CITY OF LEBANON, OREGON

STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TRUST FUND

For the Year Ended June 30, 1991

	Budget	Actual		GAAP Basis
		Budget Basis	Adjustments	
Revenues:				
Fines and forfeits	\$ 106,000	\$ 56,311	\$ -	\$ 56,311
Miscellaneous	-	29,927	-	29,927
	<u>106,000</u>	<u>86,238</u>	<u>-</u>	<u>86,238</u>
Expenditures:				
Other requirements	<u>106,000</u>	<u>90,877</u>	<u>-</u>	<u>90,877</u>
Excess (deficiency) of revenues over expenditures	-	(4,639)	-	(4,639)
Fund Balance, July 1	<u>-</u>	<u>7,443</u>	<u>-</u>	<u>7,443</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 2,804</u>	<u>\$ -</u>	<u>\$ 2,804</u>

SUPPLEMENTAL INFORMATION

CITY OF LEBANON, OREGON

SCHEDULE OF PROPERTY TAX TRANSACTIONS

JUNE 30, 1991

Tax Year	Taxes Receivable July 1, 1990	Levy	Discounts and Adjustments	Total Linn County Collections
1990-91	\$ 328,782	\$ 1,761,820	\$ (25,168)	\$ 1,581,232
Prior years	<u>328,782</u>	<u>-</u>	<u>26,449</u>	<u>196,261</u>
Totals	<u>\$ 657,564</u>	<u>\$ 1,761,820</u>	<u>\$ 1,281</u>	<u>\$ 1,777,493</u>
Cash with County Treasurer, July 1, 1990				<u>-</u>
Total cash available				1,777,493
Taxes received by City during 1990-91				<u>1,777,493</u>
Cash with County Treasurer, June 30, 1991				<u>\$ -</u>

Summary of taxes receivable by fund:
 General Fund
 Debt Service Fund
 Urban Renewal Fund
 NW Urban Renewal Fund
 Enterprise Fund

Taxes
Receivable
June 30, 1991

\$ 155,420
158,970
314,390

\$ 264,853
12,855
35,209
273
1,200
\$ 314,390

CITY OF LEBANON, OREGON

SCHEDULE OF BOND TRANSACTIONS

June 30, 1991

Issue	Date of Issue	Interest Rate		Outstanding June 30, 1990	
		From	To	Matured	Unmatured
Special Assessment					
1979					
1982	08/01/83	9.250	11.250	\$ -	\$ 70,000
1985	11/01/84	8.300	12.000	-	40,000
1990	10/01/90	6.000	12.000	-	-
				<u>-</u>	<u>110,000</u>
General					
Sewage Treatment	12/01/75	4.250	7.000	-	300,000
Urban Renewal	11/01/84	8.750	12.000	-	335,000
				<u>-</u>	<u>635,000</u>
Revenue Supported General Obligation					
Water service refinancing	11/01/86	6.000	6.750	-	4,850,000
Revenue					
Wastewater	06/01/90	7.125	7.500	-	4,508,870
				<u>\$ -</u>	<u>\$ 10,103,870</u>

1990-91 Transactions		Outstanding June 30, 1991	
Issued	Matured and Retired	Matured	Unmatured
\$ -	\$ 25,000	\$ -	\$ 45,000
-	5,000	-	35,000
<u>80,849</u>	-	-	<u>80,849</u>
<u>80,849</u>	<u>30,000</u>	-	<u>160,849</u>
-	50,000	-	250,000
-	<u>20,000</u>	-	<u>315,000</u>
-	70,000	-	<u>565,000</u>
-	<u>120,000</u>	-	<u>4,730,000</u>
-	75,000	-	<u>4,433,870</u>
\$ <u>80,849</u>	\$ <u>295,000</u>	\$ -	\$ <u>9,889,719</u>

CITY OF LEBANON, OREGON

SCHEDULE OF FUTURE BONDED DEBT REQUIREMENTS

June 30, 1991

Fiscal Year	Wastewater Revenue Supported Bonds		
	Total	Bonds	Coupons
1991-92	\$ 390,556	\$ 80,000	\$ 310,556
1992-93	389,856	85,000	304,856
1993-94	298,800	-	298,800
1994-95	383,800	85,000	298,800
1995-96	387,744	95,000	292,744
1996-97	385,975	100,000	285,975
1997-98	383,850	105,000	278,850
1998-99	386,369	115,000	271,369
1999-2000	383,175	120,000	263,175
2000-01	384,625	130,000	254,625
2001-02	384,875	140,000	244,875
2002-03	384,375	150,000	234,375
2003-04	383,125	160,000	223,125
2004-05	386,125	175,000	211,125
2005-06	383,000	59,984	323,016
2006-07	383,000	54,984	328,016
2007-08	383,000	50,302	332,698
2008-09	383,000	45,930	337,070
2009-10	383,000	42,670	340,330
Thereafter	3,844,125	2,640,000	1,204,125
	<u>\$ 11,072,375</u>	<u>\$ 4,433,870</u>	<u>\$ 6,638,505</u>

CITY OF LEBANON, OREGON

SCHEDULE OF FUTURE BONDED DEBT REQUIREMENTS (Continued)

JUNE 30, 1991

Revenue Supported Bonds General Obligation			Total Requirements	Fiscal Year
Totals	Bonds	Coupons	All Issues	
\$ 437,638	\$ 125,000	\$ 312,638	\$ 993,111	1991-92
439,837	135,000	304,837	987,887	1992-93
436,588	140,000	296,588	870,050	1993-94
437,887	150,000	287,887	948,655	1994-95
438,508	160,000	278,508	945,759	1995-96
438,315	170,000	268,315	888,116	1996-97
442,082	185,000	257,082	890,407	1997-98
439,825	195,000	244,825	890,794	1998-99
446,393	215,000	231,393	893,763	1999-2000
446,592	230,000	216,592	842,590	2000-01
445,619	245,000	200,619	830,494	2001-02
448,406	265,000	183,406	832,781	2002-03
444,838	280,000	164,838	827,963	2003-04
449,728	305,000	144,728	835,853	2004-05
452,900	330,000	122,900	835,900	2005-06
454,353	355,000	99,353	837,353	2006-07
458,675	385,000	73,675	841,675	2007-08
455,850	410,000	45,850	838,850	2008-09
465,750	450,000	15,750	848,750	2009-10
-	-	-	3,844,125	Thereafter
<u>\$ 8,479,784</u>	<u>\$ 4,730,000</u>	<u>\$ 3,749,784</u>	<u>\$ 20,524,876</u>	

AUDITORS COMMENTS

CITY OF LEBANON, OREGON

AUDITORS' COMMENTS

Oregon Administrative Rules 162-10-050 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations; prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, comments, and disclosures required in audit reports. The required comments and disclosures not included in preceding sections of this report are set forth as follows:

Statement of Accountability for Independently Elected Officials (OAR 162-10-140)

The City has no independently elected officials.

Statement of Endorsed Warrants Outstanding (OAR 162-10-180)

The City had no endorsed warrants outstanding at June 30, 1991.

Accounting and Internal Control Systems (OAR 162-10-230)

In general the condition of the accounting records and the accounting and internal control systems were adequate for audit purposes.

Collateral (OAR 162-10-250)

Our audit of the City disclosed no instances of noncompliance pertaining to the amount and adequacy of collateral pledged to secure the deposit of public funds.

Indebtedness (OAR 162-10-250)

The City has not exceeded its legal debt limitation as provided in ORS 440.375, and is in compliance with all provisions of bond indentures and other agreements.

Budget (OAR 162-10-260)

The City's compliance with the provisions of the Oregon Statutes as they apply to the preparation, adoption, and execution of the annual budget for the 1990-91 fiscal year and preparation and adoption of the annual budget for the 1991-1992 fiscal year was reviewed. Our review showed that there was compliance with the statutes.

Insurance and Fidelity Bonds (OAR 162-10-270)

The City's insurance and fidelity bond coverage was reviewed and found to be in compliance with the Oregon Statutes relating thereto. We do not express an opinion as to the adequacy of insurance coverage, since we are not trained in this regard.

Financial Reporting Requirements (OAR 162-10-290)

Financial reports and related data filed with other governmental agencies are in agreement with and are supported by the accounting records.

CITY OF LEBANON, OREGON

AUDITORS' COMMENTS (Continued)

Investments (OAR 162-10-300)

Our audit of the City disclosed compliance with the statutes applicable to the investment of public funds.

Public Contracts and Purchasing (OAR 162-10-310)

The City is in compliance with the provisions of ORS 279 pertaining to the awarding of public contracts and the construction of public improvements.