



1991 - 92

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

The Dalles, Oregon
For Fiscal Year Ended June 30, 1992

CITY OF THE DALLES, OREGON

Comprehensive Annual Financial Report

Year Ended June 30, 1992

Prepared by: Finance Department
Donald W. Gower
Finance Director/
Treasurer

INTRODUCTORY SECTION



November 5, 1992

City Council
City of The Dalles
The Dalles, Oregon 97058

The Comprehensive Annual Financial Report of the City of The Dalles, Oregon, for the year ended June 30, 1992, is submitted herewith. This report presents a comprehensive and detailed picture of The Dalles' financial transactions during 1991-92 and the financial condition of the various funds and account groups at June 30, 1992. The report was prepared by the City's Finance Department. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including disclosures, rests with the City. To the best of our knowledge and belief, the report is accurate and complete in all material respects, including all funds, account groups, and financial transactions, and is presented fairly to disclose the financial position and the results of operations of the City at June 30, 1992, and for the year then ended. Further, it is our belief that all disclosures necessary to enable the reader to gain an understanding of the City's financial operations have been included. The organization and content of this report, including the financial statements, supplementary information and statistical tables, follow the standards for annual financial reporting recommended by the Governmental Accounting Standards Board.

The Columbia Gateway Urban Renewal Agency (Redevelopment Agency) was organized on August 23, 1990. All significant activities and organizations with which the City exercises oversight responsibility have been included in this report. The primary criteria considered by the City to determine oversight responsibility is financial interdependency, authority to appoint governing authority and management of the organization's ability to influence operations and accountability for fiscal matters. The Redevelopment Agency was formed to undertake urban renewal projects and activities pursuant to the City's redevelopment plan. The City Council has continuing oversight responsibility as determined on the basis of budget adoption, taxing authority,

Principal economic activities are agriculture, aluminum manufacture, tourism, health care, government, and retail services.

The major agricultural product of the City is sweet cherries. The Dalles is a primary producer for both domestic and overseas markets. There are in excess of 6,000 acres of cherry trees around the City. Wheat is another important agricultural product with 50,000 acres currently in cultivation in The Dalles area.

Northwest Aluminum Company, the largest manufacturing employer in the City, recently completed a new \$16 million smelter facility. The new facility allows the firm, which has produced primary metals, to move into the production of secondary metals and will add up to 60 jobs.

Tourism is a growing industry for the City. The Dalles has an excellent and diverse natural resource base. These include the Columbia River and its gorge, not only from the scenic and aesthetic perspective, but also because of water, transportation and power generation. The designated Columbia River Gorge Scenic Area is also a natural resource asset as are the views of the Cascade Mountains and the Columbia Plateau from parts of The Dalles.

The City is a strategic home base for year-round recreation. Water sport enthusiasts will find boating, excellent fishing, and one of the finest windsurfing areas in the United States on the Columbia River. To the east are substantial opportunities to camp, fish, hike, and sight-see. To the west, ski enthusiasts will have the opportunity to challenge the ski slopes of magnificent Mt. Hood; and there are numerous resorts that lie on Mt. Hood and at its base.

The Columbia Gorge Interpretive Center is proposed along the Columbia River bordering the City. Adjacent to this, an Oregon Trail Center is projected. Thousands of visitors are expected annually at these attractions.

Mid-Columbia Medical Center is the major hospital in the Mid-Columbia Region of Oregon and Washington. It is also the major trauma center in the region. This first class medical facility has attracted numerous health care professionals to The Dalles area.

Wasco County Courthouse and offices are located in the City. The Dalles Dam at the eastern edge of the City is a major power generating facility. Also at the eastern edge of the City is the Celilo Converter Station, one of the world's largest electric power converter stations.

Airport Master Plan

An Airport Master Plan study has been authorized by City Council. This is to be a comprehensive long-term improvement plan for all future development of The Dalles Municipal Airport and its property. This plan is to be completed during 1992-93.

Comprehensive Management and Growth Study

City Council authorized the Oregon State University Extension Sea Grant Program to conduct this study during 1991-92. This comprehensive study was presented to the City during July, 1992. It addresses the major community strengths and assets of material resources, geography, administration and management, development, finance, and community character. The study also addresses opportunities for improvement which include the areas of administration, management, community development, community services, finances, appearance and atmosphere, community change, tourism entrepreneurship, and intergovernmental relations. Some of the suggestions for improvement have been put in place and initial planning has commenced on others. It is anticipated the study will have a sizable impact on the City's future direction.

Computer and Accounting System

Installation of a new mid-range computer and accounting software system was started during April, 1990. This new accounting system became fully operational during 1991-92. Additional computer applications scheduled during 1992-93 include electronic meter reading and perpetual materials inventories.

Oregon Trail Celebration

The Convention and Visitors Bureau of the City assumed the leadership role for this celebration to be held May 15 to September 26, 1993. The celebration will be held on the future site of the Oregon Trail Center and Columbia Gorge Interpretive Center. Exhibits obtained for the celebration will also be used in the Oregon Trail Center. The Dalles was a decision point of the Oregon Trail, where the emigrants had to choose between going down river through the rapids and cascades or taking the Barlow Road, a toll road, across the south slopes of Mt. Hood.

Intergovernmental Cooperation

During 1991-92, the City donated various parks, land, and structures to the Northern Wasco County Parks and Recreation District. The District had assumed the operations of the park system from the City several years ago.

Such transfers require approval by the City Council. The City Council approved several appropriation transfer resolutions during the year ended June 30, 1992. Appropriations lapse at year end.

The City has established a procurement policy for the purchases of goods and services. All items purchased by the City require a purchase order. Purchase orders are initiated at the department level and are reviewed at the finance office. Purchase orders greater than \$7,500 require the approval of the City Manager and those greater than \$15,000 require approval from the City Council.

The City has a cash management policy which allows investing of cash funds which are in excess of immediate need. This policy coincides with Oregon statutes restricting the types of investments that may be made by municipalities. Primary importance is placed on the safety of principal and then on the maximization of interest income.

General Government Functions

Generic fund types included in the functions are the General, Special Revenue, Debt Service, and Capital Projects Funds.

Revenues/Other Financing Sources

Revenue for general government functions totaled \$5,571,670 compared to \$4,895,754 in 1990-91, an increase of \$675,916. General property taxes accounted for 41.9 percent of general revenue compared to 48.1 percent in 1990-91. The following table compares revenue and other financing sources for 1991-92 and 1990-91:

	<u>Amount of Revenue</u>	<u>Percentage of Total</u>	<u>Increase (Decrease) from Prior Year</u>	<u>Percent of Increase (Decrease)</u>
Revenue Sources:				
Taxes				
Property	\$ 2,336,298	27.4%	\$ (5,952)	(.3)%
Other	<u>496,672</u>	<u>5.8</u>	<u>(44,693)</u>	(8.3)
	\$ 2,832,970	33.2	(50,645)	(1.8)
Special Assessments	238,176	2.8	(67,470)	(22.1)
Intergovernmental	1,135,363	13.3	325,801	40.2
Franchise fees	328,689	3.8	10,561	3.3
Fines & Forfeits	73,190	.9	(3)	--
Charges for Services	408,935	4.8	185,120	82.7
Interest on Investments	305,833	3.6	108,879	55.3
Miscellaneous	<u>248,514</u>	<u>2.9</u>	<u>163,673</u>	192.9
	5,571,670	65.3	675,916	13.8
Other Financing Sources	<u>2,967,258</u>	<u>34.7</u>	<u>(234,509)</u>	(7.3)
Total Resources	<u>\$ 8,538,928</u>	<u>100.0%</u>	<u>\$ 441,407</u>	5.5

	<u>Amount of Expenditure</u>	<u>Percentage of Total</u>	<u>Increase (Decrease) from Prior Year</u>	<u>Percent of Increase (Decrease)</u>
General Government	\$ 1,443,187	25.8%	\$ (55,824)	(3.7)
Public Safety	1,714,254	30.7	240,481	16.3
Highway and Streets	552,431	9.9	59,920	12.2
Culture and Recreation	261,846	4.7	16,856	6.9
Capital Outlay	667,257	12.0	297,084	80.3
Debt Service	<u>569,928</u>	<u>10.2</u>	<u>7,209</u>	1.3
	5,208,903	93.3	565,726	12.2
Other Financing Uses	<u>375,100</u>	<u>6.7</u>	<u>(2,749,530)*</u>	(88.0)
Total Uses	<u>\$ 5,584,003</u>	<u>100.00%</u>	<u>\$(2,183,804)</u>	(28.1)

* The City was paying agent for a refunded bond issue which was called. Funds were received from the escrow trustee and disbursed by the City to the bond holders.

Note: This table includes expenditures of all general government fund types including general, special revenue, debt service, and capital projects funds.

The general government expenditures of the General Fund decreased \$244,729 during 1991-92. This decrease was offset by a \$241,040 increase in public safety expenditures for a net decrease of \$3,689 for these two major functions within the General Fund.

The substantial increase in capital outlay occurred within the Street and Storm Sewer Fund and the Columbia Gateway Urban Renewal Agency, a new capital projects fund.

The Special Revenue Funds account for revenue derived from specific sources which are restricted to finance particular functions or activities. Funds included in this fund category are the Street and Storm Sewer Fund, Tourist Promotion, Ambulance Reserve, Public Works Reserve, Unemployment Insurance Reserve, Vietnam Memorial, Street and Bridge Replacement, Kelly Avenue Landslide, Energy, Fire Equipment Reserve, Special Grants, Parks Reserve, and FAA Grant Master Plan. The results of operations include revenues and other sources of \$1,453,584 and expenditures and other uses of \$1,362,428.

Debt Service requirements for bonded and other long-term debt in fiscal year 1991-92 were \$569,928 as of June 30, 1992, a balance of \$2,620,000 of the City of The Dalles bonds and \$2,345,000 of Columbia Gateway Urban Renewal Agency bonds remains outstanding. The \$2,345,000 of Columbia Gateway Urban Renewal Agency bonds were defeased effective July 1, 1992, after year-end.

The Capital Projects Funds category includes the Capital Projects Fund (special assessments), the FAA Grant Improvement Fund, and the Columbia Gateway Urban Renewal Agency. The results of operations include revenues and other sources of \$3,074,197

	<u>1991-92</u>	<u>1990-91</u>	<u>Increase (Decrease)</u>
Service Charges and Fees	\$ 1,471,649	\$ 822,079	\$ 649,570
Interest Earnings	<u>67,328</u>	<u>81,944</u>	<u>(14,616)</u>
Totals	<u>\$ 1,538,977</u>	<u>\$ 904,023</u>	<u>\$ 634,954</u>

A substantial rate increase at the beginning of the year accounts for the increase in revenues. This rate increase is in accordance with the utility master plan to improve and replace the utility plant in service.

A comparative tabulation of operating expenses, including transfers to the general fund for services provided, is shown below:

	<u>1991-92</u>	<u>1990-91</u>	<u>Increase (Decrease)</u>
Salaries and Wages	\$ 485,604	\$ 305,339	\$ 180,265
Operating Supplies	27,341	20,184	7,157
Professional Services	34,232	1,348	32,884
Repairs and Maintenance	64,213	25,230	38,983
Utilities	55,175	50,466	4,709
Operation and Maintenance	21,028	60,687	(39,659)
General, Administrative and Engineering	122,432	85,321	37,111
Depreciation	66,157	64,967	1,190
Transfer to General Fund	<u>115,391</u>	<u>45,252</u>	<u>70,139</u>
Total	<u>\$ 991,573</u>	<u>\$ 658,794</u>	<u>\$ 332,779</u>

Salaries and wages increased because of an increase in personnel and negotiated cost-of-living increases.

Airport

Gross revenues and other financing sources decreased from \$210,885 in 1990-91 to \$153,491 in 1991-92, or \$57,394. A comparative tabulation is shown below:

	<u>1991-92</u>	<u>1990-91</u>	<u>Increase (Decrease)</u>
Service Charges and Fees	\$129,231	\$118,486	\$ 10,745
Rental Income	8,680	16,793	(8,113)
Interest Earnings	—	—	—
Other Non-operating Income	<u>8,530</u>	<u>4,480</u>	<u>4,050</u>
Sub-total	\$146,441	\$139,759	\$ 6,682
Operating Transfer from General Fund	<u>7,050</u>	<u>71,126</u>	<u>(64,076)</u>
Total	<u>\$153,491</u>	<u>\$210,885</u>	<u>\$(57,394)</u>

The \$71,126 transfer from the general fund in 1990-91 was to eliminate a budgetary fund deficit of \$65,655 at the beginning of

DEBT ADMINISTRATION

Long-term indebtedness totaled \$5,274,827 as of June 30, 1992. This total is represented by the following:

<u>City of The Dalles:</u>	
1988 Advance Refunding General Obligation Bonds	\$ 2,515,000
1978 State Office Building Revenue Bonds	105,000
Note Payable to Oregon Department of Energy	20,307
Capital lease	120,000
Compensated Absences Payable	<u>169,520</u>
City of The Dalles Total	<u>\$2,929,827</u>
 <u>Columbia Gateway Urban Renewal Agency:</u>	
1991 Urban Renewal Redevelopment Bonds:	
Series A	1,775,000
Series B	<u>570,000</u>
Columbia Gateway Urban Renewal Agency Total	<u>\$ 2,345,000</u>
Grand Total	<u>\$5,274,827</u>

The 1991 Urban Renewal and Redevelopment bonds are not an obligation of the City of The Dalles but are an obligation of the Columbia Gateway Urban Renewal Agency, a component unit included in this report.

The City's long-term debt per capita is \$261.59 based upon an estimated population of 11,200, as of June 30, 1992.

The ratio of the City's long-term debt to the assessed valuation as of June 30, 1992, is one percent.

RISK MANAGEMENT

The City continued to review and evaluate its risk management program during 1991-92. A city-wide safety program with regular committee meetings and inspections is in force. A risk manager has been employed beginning in 1992-93.

The City maintains property and liability insurance coverage. The City will continue to evaluate loss potential, risk retention, and insurance coverage to achieve optimum levels of risk management.

CITY OF THE DALLES, OREGON

OFFICIALS OF THE CITY

JUNE 30, 1992

CITY COUNCIL

	<u>Term Expires</u> <u>December 31,</u>
L. D. "Les" Cochenour, Mayor 319 West 20th Street The Dalles, Oregon 97058	1992
Dewanda Clark 900 East 16th Street The Dalles, Oregon 97058	1992
Bill Holt P. O. Box 1212 The Dalles, Oregon 97058	1994
Merritt M. Probstfield 2911 Old Dufur Road East The Dalles, Oregon 97058	1992
Judy Reid 200 West Ninth Street The Dalles, Oregon 97058	1992
Carolyn Wood 415 West 15th Street The Dalles, Oregon 97058	1994

CITY ADMINISTRATION

William B. Elliott	City Manager - Budget Officer
Julie Krueger	City Clerk
Donald W. Gower	Finance Director/Treasurer
Gene E. Parker	City Attorney

CITY ADDRESS

City Hall
313 Court Street
The Dalles, Oregon 97058

Types Capital Projects	Proprietary Fund Type	Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
	Enterprise	Agency	General Fixed Assets	General Long-Term Obligations	
\$ 3,093,816	\$ 719,449	\$ -	\$ -	\$ -	\$ 6,601,326
38,978	-	-	-	-	526,483
250,077	-	-	-	-	250,077
-	185,745	-	-	-	487,622
-	-	-	-	-	158,127
-	188,000	-	-	-	188,000
-	3,170,010	-	-	-	3,170,010
-	-	81,175	-	-	81,175
-	8,616,284	-	4,093,403	-	12,709,687
-	-	-	-	684,448	684,448
-	-	-	-	4,590,379	4,590,379
<u>\$ 3,382,871</u>	<u>\$12,879,488</u>	<u>\$ 81,175</u>	<u>\$ 4,093,403</u>	<u>\$ 5,274,827</u>	<u>\$29,447,334</u>
\$ 33,415	\$ 73,587	\$ -	\$ -	\$ -	\$ 218,868
-	14,665	-	-	-	19,136
-	63,872	-	-	169,520	233,392
-	-	81,175	-	-	81,175
37,464	-	-	-	-	500,466
250,077	-	-	-	-	250,077
-	-	-	-	-	295,189
-	-	-	-	20,307	20,307
-	-	-	-	2,620,000	2,620,000
-	-	-	-	2,345,000	2,345,000
-	-	-	-	120,000	120,000
<u>320,956</u>	<u>152,124</u>	<u>81,185</u>	<u>-</u>	<u>5,274,827</u>	<u>6,703,610</u>
-	-	-	4,093,403	-	4,093,403
-	2,420,571	-	-	-	2,420,571
-	3,170,114	-	-	-	3,170,114
-	7,136,679	-	-	-	7,136,679
529,431	-	-	-	-	684,448
2,532,484	-	-	-	-	5,238,509
<u>3,061,915</u>	<u>12,727,364</u>	<u>-</u>	<u>4,093,403</u>	<u>-</u>	<u>22,743,724</u>
<u>\$ 3,382,871</u>	<u>\$12,879,488</u>	<u>\$ 81,175</u>	<u>\$ 4,093,403</u>	<u>\$ 5,274,827</u>	<u>\$29,447,334</u>

CITY OF THE DALLES, OREGON

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES

YEAR ENDED JUNE 30, 1992

	<u>Governmental Fund Types</u>				<u>Totals (Memorandum Only)</u>
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	
REVENUES:					
Taxes	\$ 1,736,773	\$ 298,595	\$ 437,137	\$ 360,465	\$ 2,832,970
Special assessments	-	-	-	238,176	238,176
Intergovernmental	319,713	812,470	3,180	-	1,135,363
Franchise fees	328,689	-	-	-	328,689
Fines and forfeits	73,190	-	-	-	73,190
Charges for services	351,616	20,612	36,707	-	408,935
Interest on investments	65,053	95,507	12,678	132,595	305,833
Miscellaneous	224,419	21,400	10	2,685	248,514
Total revenues	<u>3,099,453</u>	<u>1,248,584</u>	<u>489,712</u>	<u>733,921</u>	<u>5,571,670</u>
EXPENDITURES:					
Current:					
General government	1,046,170	391,771	-	5,246	1,443,187
Public safety	1,714,254	-	-	-	1,714,254
Highways and streets	-	552,431	-	-	552,431
Culture and recreation	261,846	-	-	-	261,846
Capital outlay	121,437	284,895	-	260,925	667,257
Debt service:					
Principal	-	-	318,180	-	318,180
Interest	-	-	191,853	59,895	251,748
Total expenditures	<u>3,143,707</u>	<u>1,229,097</u>	<u>510,033</u>	<u>326,066</u>	<u>5,208,903</u>
Revenues over (under) expenditures	<u>(44,254)</u>	<u>19,487</u>	<u>(20,321)</u>	<u>407,855</u>	<u>362,767</u>
OTHER FINANCING SOURCES (USES):					
Urban renewal bond proceeds	-	-	-	2,330,857	2,330,857
Operating transfers in	421,982	205,000	-	9,419	636,401
Operating transfers out	(221,469)	(133,331)	-	(20,300)	(375,100)
Total other financing sources (uses)	<u>200,513</u>	<u>71,669</u>	<u>-</u>	<u>2,319,976</u>	<u>2,592,158</u>
Revenues and other financing sources over (under) expendi- tures and other financing uses	<u>156,259</u>	<u>91,156</u>	<u>(20,321)</u>	<u>2,727,831</u>	<u>2,954,925</u>
FUND BALANCES, July 1, 1991	<u>933,225</u>	<u>1,525,385</u>	<u>175,338</u>	<u>334,084</u>	<u>2,968,032</u>
FUND BALANCES, June 30, 1992	<u>\$ 1,089,484</u>	<u>\$ 1,616,541</u>	<u>\$ 155,017</u>	<u>\$ 3,061,915</u>	<u>\$ 5,922,957</u>

See notes to general purpose financial statements.

Debt Service Funds			Capital Projects Funds			Totals (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavor- able)	Budget	Actual	Variance Favorable (Unfavor- able)	Budget	Actual	Variance Favorable (Unfavor- able)
\$ 422,147	\$ 437,137	\$ 14,990	\$ 233,920	\$ 360,465	\$ 126,545	\$ 2,548,243	\$ 2,832,970	\$ 284,727
-	-	-	183,000	238,176	55,176	183,000	238,176	55,176
3,180	3,180	-	76,509	-	(76,509)	1,959,530	1,221,813	(737,717)
-	-	-	-	-	-	275,000	328,689	53,689
-	-	-	-	-	-	60,000	73,190	13,190
113,580	36,707	(76,873)	-	-	-	373,552	322,485	(51,067)
12,250	12,678	428	53,500	132,595	79,095	133,790	305,833	172,043
-	10	10	-	2,685	2,685	166,471	248,514	82,043
551,157	489,712	(61,445)	546,929	733,921	186,992	5,699,586	5,571,670	(127,916)
-	-	-	99,825	5,246	94,579	2,183,677	1,443,187	740,490
-	-	-	-	-	-	1,765,804	1,714,254	51,550
-	-	-	-	-	-	933,512	552,431	381,081
-	-	-	-	-	-	274,911	261,846	13,065
-	-	-	2,418,332	260,925	2,157,407	3,863,943	667,257	3,196,686
-	-	-	-	-	-	149,060	-	149,060
318,180	318,180	-	225,000	-	225,000	543,180	318,180	225,000
197,215	191,853	5,362	73,125	59,895	13,230	270,340	251,748	18,592
515,395	510,033	5,362	2,816,282	326,066	2,490,216	9,984,427	5,208,903	4,775,524
35,762	(20,321)	(56,083)	(2,269,353)	407,855	2,677,208	(4,284,841)	362,767	4,647,608
-	-	-	2,250,000	2,330,857	80,857	2,250,000	2,330,857	80,857
-	-	-	-	9,419	9,419	716,982	636,401	(80,581)
-	-	-	(26,300)	(20,300)	6,000	(454,631)	(375,100)	79,531
-	-	-	2,223,700	2,319,976	96,276	2,512,351	2,592,158	79,807
35,762	(20,321)	(56,083)	(45,653)	2,727,831	2,773,484	(1,772,490)	2,954,925	4,727,415
159,136	175,338	16,202	211,448	334,084	122,636	2,249,183	2,968,032	718,849
\$ 194,898	\$ 155,017	\$ (39,881)	\$ 165,795	\$ 3,061,915	\$ 2,896,120	\$ 476,693	\$ 5,922,957	\$ 5,446,264

CITY OF THE DALLES, OREGON

COMBINED STATEMENT OF CASH FLOWS -
PROPRIETARY FUND TYPE

YEAR ENDED JUNE 30, 1992

	<u>Enterprise</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Operating income	\$ 1,050,557
Adjustments to reconcile operating income to net cash provided by operations:	
Depreciation	214,059
Increase in accounts receivable	(62,971)
Decrease in inventories	10,692
Decrease in accounts payable	(14,910)
Increase in compensated absences payable	11,030
Increase in customer deposits	<u>14,665</u>
Net cash provided by operations	<u>1,223,122</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Grants received	8,530
Operating transfers in	707,050
Operating transfers out	<u>(968,351)</u>
Net cash used in noncapital financing activities	<u>(252,771)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Proceeds from sale of fixed assets	3,613
Acquisition of fixed assets	<u>(273,892)</u>
Net cash used in capital and related financing activities	<u>(270,279)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest earnings	<u>192,072</u>
NET INCREASE IN CASH	892,144
CASH AND CASH EQUIVALENTS, July 1, 1991	<u>2,997,315</u>
CASH AND CASH EQUIVALENTS, June 30, 1992	<u>\$ 3,889,459</u>

See notes to general purpose financial statements.

CITY OF THE DALLES, OREGON

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 1992

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Financial Reporting Entity (Continued)

The Columbia Gateway Urban Renewal Agency (Redevelopment Agency) was formed to undertake urban renewal projects and activities pursuant to the City's redevelopment plan. The City Council has continuing oversight responsibility as determined on the basis of budget adoption, taxing authority, funding and appointment of the governing body for the Redevelopment Agency. Accordingly, the City has included the financial operations of the Redevelopment Agency in the general purpose financial statements. Such operations are included as a Capital Projects Fund. There are various other governmental agencies and special service districts which provide services within the City's boundaries. However, the City does not manifest any oversight responsibility in accordance with the criteria described above. Therefore, financial information for these entities is not included in the general purpose financial statements.

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 net expendable available financial resources.

Funds are classified into three categories: governmental, proprietary and fiduciary. The governmental category is divided into separate fund types.

Governmental Fund Types:

General Fund - This fund accounts for the financial operations of the City not accounted for in any other fund. Principal sources of revenue are property taxes, franchise

CITY OF THE DALLES, OREGON

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 1992

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Accounting (Continued)

Account Groups:

General Fixed Assets Account Group - This account group accounts for the City's investment in fixed assets with the exception of those assets held by the proprietary fund type. Expenditures for the acquisition of general fixed assets are recorded in the various governmental fund types; the costs of such assets are capitalized in this account group.

General Long-Term Obligations Account Group - This account group accounts for long-term obligations not recorded in the enterprise funds. The long-term bonded indebtedness is backed by the full faith and credit of the City, except for bonds issued by Columbia Gateway Urban Renewal Agency.

Basis of Accounting

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

The proprietary fund type 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 (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net assets.

The governmental fund types are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded in the accounting period in which they become measurable and available as net current assets and expenditures are recorded at the time liabilities are incurred, except for:

CITY OF THE DALLES, OREGON

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 1992

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgets (Continued)

Public notices of the budget hearing are generally published in May or June and the hearing is held in June. The budget is adopted, appropriations are made and the tax levy is declared no later than June 30.

The ordinance authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. All funds, except the general fund, establish the levels of budgetary control at the personal services, materials and services, capital outlay, operating contingencies, debt service and all other requirements levels. For the general fund, appropriations are at the department level for city council, city manager, city clerk, legal and judicial, finance, personnel, community and economic development, police, fire, ambulance, library, city hall and other uses.

Unexpected additional resources may be added to the budget through the use of a supplemental budget and appropriations ordinance. A supplemental budget requires hearings before the public, publications in newspapers and approval by the City Council. Original and supplemental budgets may be modified by the use of appropriation transfers between the levels of control. Such transfers require approval by the City Council. The City Council approved several appropriation transfer resolutions during the year ended June 30, 1992. Appropriations lapse at year end.

Cash and Cash Equivalents

For financial reporting purposes, the City considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Receivables

Ad valorem property taxes are assessed on all taxable property as of July 1, the beginning of the fiscal year, and become a lien on that date. Property taxes are levied on November 15. Collection dates are November 15, February 15, and May 15. Discounts are allowed if the amount due is received by November 15 or February 15. Taxes unpaid and outstanding on May 16, are considered delinquent.

CITY OF THE DALLES, OREGON

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 1992

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fixed Assets (Continued)

Maintenance and repairs are charged to expenditures in various governmental funds as incurred and not capitalized. Depreciation is not recorded on general fixed assets. Upon disposal, the General Fixed Assets Account Group is relieved of the related cost; proceeds from sales of general fixed assets are recorded as revenues in the appropriate governmental fund.

Expenditures for public domain fixed assets (streets, sidewalks, curbs and gutters, lighting systems and similar assets) that are immovable and of value only to the City as a governmental unit are reported as expenditures as incurred and are not capitalized.

Fixed assets in the proprietary fund type are stated at cost or estimated cost when the original cost is not available. Donated fixed assets are recorded at their estimated fair market value at the time received. Maintenance and repairs are expensed as incurred. Replacements which improve or extend the lives of property are capitalized. Depreciation is computed on the straight-line method over the estimated useful lives of the related assets. Upon disposal of such assets, the accounts are relieved of the related costs and accumulated depreciation and resulting gains or losses are reflected in income. Depreciation taken on contributed fixed assets is recorded as an expense of operations and charged to retained earnings. Estimated useful lives used in computing depreciation are:

Buildings and improvements	45 years
Water and sewer lines	45 years
Equipment	5-20 years

Long-Term Debt

All unmatured long-term debt is recorded in the General Long-Term Obligations Account Group. Repayment of all General Long-Term Obligations Account Group liabilities except, compensated absences payable and Redevelopment Agency bonds are recorded in the debt service funds. Repayment of compensated absences payable will be made from the appropriate governmental fund and repayment of the Redevelopment Agency bonds will be made from the capital projects fund.

CITY OF THE DALLES, OREGON

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 1992

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Totals (Memorandum Only) Columns

The totals column on the general purpose financial statements is captioned "Memorandum Only" to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

CASH AND CASH EQUIVALENTS

The City maintains a pooled cash account that is available for use by all funds. Additionally, cash and cash equivalents are separately held by several of the City's funds.

Cash and cash equivalents are comprised of the following at June 30, 1992:

Petty cash	\$ 2,200
Deposits with financial institutions	(1,601)
Deposits with County Treasurer	41,217
Local government investment pool	<u>9,712,148</u>
	<u>\$ 9,753,964</u>

Cash and cash equivalents are reflected on the combined balance sheet as follows:

Cash and cash equivalents:	
Unrestricted	\$ 6,601,326
Restricted	3,170,010
Cash overdrafts included in accounts payable	<u>(17,372)</u>
	<u>\$ 9,753,964</u>

Total financial institution (bank) balances at June 30, 1992, per the bank statements, were \$570,837. These deposits were fully covered by federal depository insurance or were collateralized with securities held by financial institutions acting as the agents of the City in the City's name. Oregon Revised Statutes require the depository institution to maintain on deposit with a collateral

CITY OF THE DALLES, OREGON

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 1992

FIXED ASSETS

Fixed assets, by major classes, and changes for the year ended June 30, 1992 are as follows:

General Fixed Assets:

	<u>Land</u>	<u>Buildings and Improve- ments</u>	<u>Machinery and Equipment</u>	<u>Total</u>
Balance, July 1, 1991, as previously reported	\$ 281,900	\$ 1,683,378	\$ 2,425,012	\$ 4,390,290
Prior period adjustments and transfers	<u>(100,885)</u>	<u>(27,605)</u>	<u>(256,150)</u>	<u>(384,640)</u>
Balance, July 1, 1991, as restated	181,015	1,655,773	2,168,862	4,005,650
Add expenditures from:				
General Fund	-	24,405	93,097	117,502
Special Revenue Funds	-	17,693	160,062	177,755
Deduct dispositions	<u>(63,730)</u>	<u>(114,149)</u>	<u>(29,625)</u>	<u>(207,504)</u>
Balance, June 30, 1992	<u>\$ 117,285</u>	<u>\$ 1,583,722</u>	<u>\$ 2,392,396</u>	<u>\$ 4,093,403</u>

Enterprise Fund:

	<u>Land</u>	<u>Buildings and Improve- ments</u>	<u>Wells and Land Improve- ments</u>	<u>Machinery and Equipment</u>	<u>Accumulated Depreciation</u>	<u>Total</u>
Balance, July 1, 1991, as previously reported	\$ 3,941,205	\$ 4,452,647	\$ 1,313,100	\$ 2,494,362	\$ (3,309,726)	\$ 8,891,588
Prior period adjustments and transfers	<u>(42,561)</u>	<u>35,386</u>	<u>480,509</u>	<u>(1,207,766)</u>	<u>399,296</u>	<u>(335,136)</u>
Balance, July 1, 1991, as restated	3,898,644	4,488,033	1,793,609	1,286,596	(2,910,430)	8,556,452
Additions	<u>49,806</u>	<u>14,586</u>	<u>48,080</u>	<u>161,419</u>	<u>(214,059)</u>	<u>59,832</u>
Balance, June 30, 1992	<u>\$ 3,948,450</u>	<u>\$ 4,502,619</u>	<u>\$ 1,841,689</u>	<u>\$ 1,448,015</u>	<u>\$ (3,124,489)</u>	<u>\$ 8,616,284</u>

A fixed asset inventory was completed during the year ended June 30, 1992. Adjustments required as a result of this inventory and transfers were accounted for as a prior period adjustment as detailed above. In addition, beginning retained earnings in the Enterprise Funds was reduced by \$335,136.

NOTE PAYABLE

During June 1986, the City entered into a loan agreement with the State of Oregon's Department of Energy, Small Scale Energy Loan Program, to finance the purchase of energy equipment for the Senior

CITY OF THE DALLES, OREGON

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 1992

BONDS PAYABLE (Continued)

Future maturities of bond principal and interest are as follows:

<u>Fiscal Year</u>	<u>1978 State Office Building Revenue Bonds</u>		<u>1988 Advance Refunding Bonds</u>		<u>1991 Urban Renewal and Redevelopment Bonds Series A</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
1993	\$ 105,000	\$ 5,512	\$ 225,000	\$ 165,837	\$ 45,000	\$ 117,520
1994	-	-	240,000	151,888	50,000	115,082
1995	-	-	250,000	136,767	50,000	112,395
1996	-	-	265,000	120,768	55,000	109,439
1997	-	-	280,000	103,542	60,000	106,058
Thereafter	-	-	1,255,000	218,350	1,515,000	921,346
	<u>\$ 105,000</u>	<u>\$ 5,512</u>	<u>\$2,515,000</u>	<u>\$ 897,152</u>	<u>\$1,775,000</u>	<u>\$1,481,840</u>

<u>Fiscal Year</u>	<u>1991 Urban Renewal and Redevelopment Bonds Series B</u>		<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
1993	\$ 15,000	\$ 39,375	\$ 390,000	\$ 328,244
1994	15,000	38,325	305,000	305,295
1995	15,000	37,275	315,000	286,437
1996	15,000	36,225	335,000	266,432
1997	20,000	35,000	360,000	244,600
Thereafter	490,000	299,600	3,260,000	1,439,296
	<u>\$ 570,000</u>	<u>\$ 485,800</u>	<u>\$4,965,000</u>	<u>\$2,870,304</u>

OBLIGATION UNDER CAPITAL LEASE

During April 1990, the City entered into a five-year lease purchase agreement for the purpose of financing the acquisition of a new computer system. The lease amount is \$196,000 payable in annual installments with interest at 7.25% annually, payable in semi-annual installments.

CITY OF THE DALLES, OREGON

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 1992

PENSION PLAN (Continued)

department employees may contribute up to an additional 2.4% of their compensation and other employees up to 10% of their compensation. All contributions to the plan are fully vested when made. The City's total payroll for the year ended June 30, 1992 was \$2,938,983. The City's payroll for employees covered by the plan was \$2,440,011. The City's employer and mandatory employee contribution for the year ended June 30, 1992 was \$376,948 or 15.45% of the year's covered payroll.

DEFERRED COMPENSATION PAYABLE

The City offers all employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan permits the employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts deferred under the plan and all income attributable to those amounts are solely the property of the City until paid or made available to the employee or other beneficiary (without being restricted to the provisions of benefits under the plan), and are subject only to the claims of the City's general creditors. Participants' rights under the plan are equal to those of general creditors of the City in an amount equal to the fair market value of the deferred account for each participant.

The amounts contributed and held by the City, as well as income from the invested funds, are included as Agency Fund assets with the obligation recognized as a liability.

SEGMENT INFORMATION - ENTERPRISE FUNDS

The City's Enterprise Funds account for the acquisition, operation, and maintenance of water, wastewater and airport facilities which are supported by user charges. Segment information for the year ended June 30, 1992 is as follows:

CITY OF THE DALLES, OREGON

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 1992

SUBSEQUENT EVENTS (Continued)

escrow agent to accomplish this in-substance defeasance. This amount was certified by consultants to be sufficient to pay principal and interest to date of redemption for the bonds.

In May 1992, the Oregon Tax Court ruled that tax increment financing for urban renewal was subject to the constitutional limitations on property taxes (see property tax limitation note). On September 3, 1992, the Oregon Supreme Court upheld the Oregon Tax Court ruling.

CITY OF THE DALLES, OREGON

ENERGY FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavor- able)</u>
REVENUES:			
Interest on investments	\$ 1,803	\$ 2,039	\$ 236
Total revenues	<u>1,803</u>	<u>2,039</u>	<u>236</u>
EXPENDITURES:			
Materials and services	<u>37,865</u>	<u>-</u>	<u>37,865</u>
Total expenditures	<u>37,865</u>	<u>-</u>	<u>37,865</u>
REVENUES OVER (UNDER) EXPENDITURES	(36,062)	2,039	38,101
FUND BALANCE, July 1, 1991	<u>36,062</u>	<u>35,910</u>	<u>(152)</u>
FUND BALANCE, June 30, 1992	<u>\$ -</u>	<u>\$ 37,949</u>	<u>\$ 37,949</u>

CITY OF THE DALLES, OREGON

STREET AND BRIDGE REPLACEMENT FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavor- able)</u>
REVENUES:			
Interest on investments	\$ 6,000	\$ 5,858	\$ (142)
Total revenues	6,000	5,858	(142)
EXPENDITURES:			
Capital outlay	113,384	-	113,384
Total expenditures	113,384	-	113,384
REVENUES OVER (UNDER) EXPENDITURES	(107,384)	5,858	113,242
FUND BALANCE, July 1, 1991	107,384	100,507	(6,877)
FUND BALANCE, June 30, 1992	<u>\$ -</u>	<u>\$ 106,365</u>	<u>\$ 106,365</u>

CITY OF THE DALLES, OREGON

UNEMPLOYMENT INSURANCE RESERVE FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavor- able)</u>
REVENUES:			
Interest on investments	\$ 3,500	\$ 3,322	\$ (178)
Total revenues	3,500	3,322	(178)
EXPENDITURES:			
Materials and services	63,576	19,558	44,018
Total expenditures	63,576	19,558	44,018
EXPENDITURES OVER REVENUES	(60,076)	(16,236)	43,840
FUND BALANCE, July 1, 1991	60,076	58,886	(1,190)
FUND BALANCE, June 30, 1992	<u>\$ -</u>	<u>\$ 42,650</u>	<u>\$ 42,650</u>

CITY OF THE DALLES, OREGON

AMBULANCE RESERVE FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavor- able)</u>
REVENUES:			
Interest on investments	\$ -	\$ 465	\$ 465
Total revenues	-	465	465
EXPENDITURES:			
Capital outlay	16,450	-	16,450
Total expenditures	16,450	-	16,450
REVENUES OVER (UNDER) EXPENDITURES	(16,450)	465	16,915
OTHER FINANCING SOURCES:			
Operating transfers in	15,000	15,000	-
Total other financing sources	15,000	15,000	-
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDI- TURES	(1,450)	15,465	16,915
FUND BALANCE, July 1, 1991	1,450	1,446	(4)
FUND BALANCE, June 30, 1992	<u>\$ -</u>	<u>\$ 16,911</u>	<u>\$ 16,911</u>

CITY OF THE DALLES, OREGON

STREET AND STORM SEWER FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavor- able)</u>
REVENUES:			
Taxes	\$ 306,000	\$ 292,135	\$ (13,865)
Intergovernmental	700,821	673,374	(27,447)
Charges and services	27,972	20,612	(7,360)
Interest on investments	35,000	67,144	32,144
Other miscellaneous revenues	<u>-</u>	<u>8,500</u>	<u>8,500</u>
Total revenue	<u>1,069,793</u>	<u>1,061,765</u>	<u>(8,028)</u>
EXPENDITURES:			
Personal services	405,251	344,083	61,168
Materials and services	390,382	208,348	182,034
Capital outlay	794,033	251,640	542,393
Contingency	<u>137,879</u>	<u>-</u>	<u>137,879</u>
Total expenditures	<u>1,727,545</u>	<u>804,071</u>	<u>923,474</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(657,752)</u>	<u>257,694</u>	<u>915,446</u>
OTHER FINANCING USES:			
Operating transfers out	<u>(133,331)</u>	<u>(133,331)</u>	<u>-</u>
Total other financing uses	<u>(133,331)</u>	<u>(133,331)</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDI- TURES AND OTHER FINANCING USES	<u>(791,083)</u>	<u>124,363</u>	<u>915,446</u>
FUND BALANCE, July 1, 1991	<u>791,083</u>	<u>986,150</u>	<u>195,067</u>
FUND BALANCE, June 30, 1992	<u>\$ -</u>	<u>\$ 1,110,513</u>	<u>\$ 1,110,513</u>

CITY OF THE DALLES, OREGON

SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 1992

	Street and Storm Sewer	Tourist Promotion	Ambulance Reserve	Public Works Reserve	Unemploy- ment Insurance Reserve	Vietnam Memorial
REVENUES:						
Taxes	\$ 292,135	\$ 4,720	\$ -	\$ -	\$ -	\$ -
Intergovernmental	673,374	90,237	-	-	-	-
Charges for services	20,612	-	-	-	-	-
Interest on investments	67,144	394	465	7,270	3,322	22
Miscellaneous revenues	8,500	-	-	-	-	100
Total revenues	<u>1,061,765</u>	<u>95,351</u>	<u>465</u>	<u>7,270</u>	<u>3,322</u>	<u>122</u>
EXPENDITURES:						
General government	-	282,790	-	-	19,558	375
Highways and streets	552,431	-	-	-	-	-
Capital outlay	<u>251,640</u>	<u>15,043</u>	<u>-</u>	<u>11,192</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>804,071</u>	<u>297,833</u>	<u>-</u>	<u>11,192</u>	<u>19,558</u>	<u>375</u>
Revenues over (under) expenditures	<u>257,694</u>	<u>(202,482)</u>	<u>465</u>	<u>(3,922)</u>	<u>(16,236)</u>	<u>(253)</u>
OTHER FINANCING SOURCES (USES):						
Operating transfers in	-	190,000	15,000	-	-	-
Operating transfers out	<u>(133,331)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(133,331)</u>	<u>190,000</u>	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues and other financing sources over (under) expenditures and other financing uses	124,363	(12,482)	15,465	(3,922)	(16,236)	(253)
FUND BALANCES, July 1, 1991	<u>986,150</u>	<u>12,952</u>	<u>1,446</u>	<u>127,130</u>	<u>58,886</u>	<u>1,910</u>
FUND BALANCES, June 30, 1992	<u>\$1,110,513</u>	<u>\$ 470</u>	<u>\$ 16,911</u>	<u>\$ 123,208</u>	<u>\$ 42,650</u>	<u>\$ 1,657</u>

CITY OF THE DALLES, OREGON

SPECIAL REVENUE FUNDS

COMBINING BALANCE SHEET

JUNE 30, 1992

	Street and Storm Sewer	Tourist Promotion	Ambulance Reserve	Public Works Reserve	Unemploy- ment Insurance Reserve	Vietnam Memorial
ASSETS						
Cash and cash equivalents	\$1,138,024	\$ 5,704	\$ 16,911	\$ 123,208	\$ 42,650	\$ 1,657
Property taxes receivable	-	-	-	-	-	-
Accounts receivable	479	-	-	-	-	-
Total assets	<u>\$1,138,503</u>	<u>\$ 5,704</u>	<u>\$ 16,911</u>	<u>\$ 123,208</u>	<u>\$ 42,650</u>	<u>\$ 1,657</u>
LIABILITIES AND FUND EQUITY						
Liabilities:						
Accounts payable	\$ 27,990	\$ 5,234	\$ -	\$ -	\$ -	\$ -
Deferred revenue	-	-	-	-	-	-
Total liabilities	<u>27,990</u>	<u>5,234</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund equity:						
Fund balances:						
Unreserved:						
Undesignated	<u>1,110,513</u>	<u>470</u>	<u>16,911</u>	<u>123,208</u>	<u>42,650</u>	<u>1,657</u>
Total fund equity	<u>1,110,513</u>	<u>470</u>	<u>16,911</u>	<u>123,208</u>	<u>42,650</u>	<u>1,657</u>
Total liabilities and fund equity	<u>\$1,138,503</u>	<u>\$ 5,704</u>	<u>\$ 16,911</u>	<u>\$ 123,208</u>	<u>\$ 42,650</u>	<u>\$ 1,657</u>

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CITY OF THE DALLES, OREGON

GENERAL FUND

STATEMENT OF REVENUES -
BUDGET AND ACTUAL - BUDGETARY BASIS

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavor- able)</u>
REVENUES:			
Local:			
Property taxes:			
Current year taxes	\$ 1,208,376	\$ 1,307,822	\$ 99,446
Prior year taxes	<u>176,300</u>	<u>229,134</u>	<u>52,834</u>
Total property taxes	<u>1,384,676</u>	<u>1,536,956</u>	<u>152,280</u>
Hotel-motel tax	200,000	199,817	(183)
Franchise fees	275,000	328,689	53,689
Ambulance services	232,000	265,166	33,166
Fines and forfeitures	60,000	73,190	13,190
Miscellaneous local revenue	<u>150,471</u>	<u>224,419</u>	<u>73,948</u>
Total local revenues	<u>917,471</u>	<u>1,091,281</u>	<u>173,810</u>
Intergovernmental:			
State for library	3,809	4,428	619
County for library	133,081	133,081	-
State liquor and amusement tax	89,760	79,350	(10,410)
State cigarette tax	34,890	35,138	248
State revenue sharing	46,000	60,314	14,314
Urban renewal services	87,150	86,450	(700)
Other intergovernmental revenue	<u>218,330</u>	<u>7,402</u>	<u>(210,928)</u>
Total intergovern- mental revenues	<u>613,020</u>	<u>406,163</u>	<u>(206,857)</u>
Investment income	15,000	65,053	50,053
Operating transfers in	<u>511,982</u>	<u>421,982</u>	<u>(90,000)</u>
TOTAL REVENUES	<u>\$ 3,442,149</u>	<u>\$ 3,521,435</u>	<u>\$ 79,286</u>

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CITY OF THE DALLES, OREGON

FIRE EQUIPMENT RESERVE FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavor- able)
REVENUES:			
Interest on investments	\$ 750	\$ 486	\$ (264)
Total revenues	750	486	(264)
EXPENDITURES:			
Capital outlay	13,557	1,178	12,379
Total expenditures	13,557	1,178	12,379
EXPENDITURES OVER REVENUES	(12,807)	(692)	12,115
FUND BALANCE, July 1, 1991	12,807	9,196	(3,611)
FUND BALANCE, June 30, 1992	<u>\$ -</u>	<u>\$ 8,504</u>	<u>\$ 8,504</u>

CITY OF THE DALLES, OREGON

PARKS RESERVE FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavor- able)</u>
REVENUES:			
Taxes	\$ -	\$ 270	\$ 270
Interest on investments	85	-	(85)
Miscellaneous revenues	-	1,800	1,800
Total revenues	85	2,070	1,985
EXPENDITURES:			
Materials and services	1,545	-	1,545
Total expenditures	1,545	-	1,545
REVENUES OVER (UNDER) EXPENDITURES	(1,460)	2,070	3,530
FUND BALANCE, July 1, 1991	1,460	5,361	3,901
FUND BALANCE, June 30, 1992	<u>\$ -</u>	<u>\$ 7,431</u>	<u>\$ 7,431</u>

DEBT SERVICE FUNDS

CITY OF THE DALLES, OREGON

DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 1992

	<u>Debt Service</u>	<u>Water Bond Debt</u>	<u>Senior Center Grant Debt Service</u>	<u>Total</u>
REVENUES:				
Property taxes	\$ -	\$ 437,137	\$ -	\$ 437,137
Intergovernmental	-	-	3,180	3,180
Rentals	36,707	-	-	36,707
Interest on investments	5,675	7,003	-	12,678
Miscellaneous revenues	-	10	-	10
Total revenues	<u>42,382</u>	<u>444,150</u>	<u>3,180</u>	<u>489,712</u>
EXPENDITURES:				
Debt service:				
Bond principal	101,436	215,500	1,244	318,180
Interest	<u>10,762</u>	<u>179,155</u>	<u>1,936</u>	<u>191,853</u>
Total expenditures	<u>112,198</u>	<u>394,655</u>	<u>3,180</u>	<u>510,033</u>
REVENUES OVER (UNDER) EXPENDITURES	(69,816)	49,495	-	(20,321)
FUND BALANCES, July 1, 1991	<u>94,369</u>	<u>80,969</u>	<u>-</u>	<u>175,338</u>
FUND BALANCES, June 30, 1992	<u>\$ 24,553</u>	<u>\$ 130,464</u>	<u>\$ -</u>	<u>\$ 155,017</u>

CITY OF THE DALLES, OREGON

WATER BOND DEBT FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavor- able)</u>
REVENUES:			
Taxes	\$ 422,147	\$ 437,137	\$ 14,990
Interest on investments	4,250	7,003	2,753
Miscellaneous revenues	-	10	10
Total revenues	<u>426,397</u>	<u>444,150</u>	<u>17,753</u>
EXPENDITURES:			
Debt service:			
Principal	215,000	215,000	-
Interest	178,953	178,953	-
Trustee fees	<u>3,500</u>	<u>702</u>	<u>2,798</u>
Total expenditures	<u>397,453(1)</u>	<u>394,655</u>	<u>2,798</u>
REVENUES OVER EXPENDITURES	28,944	49,495	20,551
FUND BALANCE, July 1 1991	<u>53,975</u>	<u>80,969</u>	<u>26,994</u>
FUND BALANCE, June 30, 1992	<u>\$ 82,919</u>	<u>\$ 130,464</u>	<u>\$ 47,545</u>

(1) Legally adopted appropriation level.

CAPITAL PROJECTS FUNDS

CITY OF THE DALLES, OREGON

CAPITAL PROJECTS FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

YEAR ENDED JUNE 30, 1992

	Capital Projects	FAA Grant Improve- ment	Subtotal	Columbia Gateway Urban Renewal Agency	Total
REVENUES:					
Property taxes	\$ -	\$ -	\$ -	\$ 360,465	\$ 360,465
Interest on investments	26,116	-	26,116	106,479	132,595
Assessment collections	238,176	-	238,176	-	238,176
Miscellaneous revenues	2,685	-	2,685	-	2,685
Total revenues	266,977	-	266,977	466,944	733,921
EXPENDITURES:					
Materials and services	3,726	1,520	5,246	-	5,246
Capital outlay	79,779	-	79,779	181,146	260,925
Debt service:					
Interest	-	-	-	59,895	59,895
Total expenditures	83,505	1,520	85,025	241,041	326,066
REVENUES OVER (UNDER) EXPENDITURES	183,472	(1,520)	181,952	225,903	407,855
OTHER FINANCING SOURCES (USES):					
Bond proceeds	-	-	-	2,330,857	2,330,857
Operating transfers in	-	9,419	9,419	-	9,419
Operating transfers out	(20,300)	-	(20,300)	-	(20,300)
Total other financing sources (uses)	(20,300)	9,419	(10,881)	2,330,857	2,319,976
REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	163,172	7,899	171,071	2,556,760	2,727,831
FUND BALANCES (DEFICIT), July 1, 1991	341,983	(7,899)	334,084	-	334,084
FUND BALANCES, June 30, 1992	\$ 505,155	\$ -	\$ 505,155	\$2,556,760	\$3,061,915

CITY OF THE DALLES, OREGON

FAA GRANT IMPROVEMENT FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavor- able)</u>
REVENUES:			
Intergovernmental	\$ 76,509	\$ -	\$ (76,509)
Total revenues	76,509	-	(76,509)
EXPENDITURES:			
Materials and services	73,025	1,520	71,505
Total expenditures	73,025	1,520	71,505
REVENUES OVER (UNDER) EXPENDITURES	3,484	(1,520)	(5,004)
OTHER FINANCING SOURCES:			
Operating transfers in	-	9,419	9,419
Total other financing sources	-	9,419	9,419
REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	3,484	7,899	4,415
FUND BALANCE (DEFICIT), July 1, 1991	(3,484)	(7,899)	(4,415)
FUND BALANCE, June 30, 1992	\$ -	\$ -	\$ -

ENTERPRISE FUNDS

CITY OF THE DALLES, OREGON

ENTERPRISE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS

YEAR ENDED JUNE 30, 1992

	Water Utility	Wastewater Utility	Airport	Total
OPERATING REVENUES:				
Service charges and fees	\$ 1,807,260	\$ 1,471,649	\$ 129,231	\$ 3,408,140
Rental income	-	-	8,680	8,680
Total operating revenues	<u>1,807,260</u>	<u>1,471,649</u>	<u>137,911</u>	<u>3,416,820</u>
OPERATING EXPENSES:				
Salaries and wages	664,479	485,604	6,944	1,157,027
Operating supplies	89,667	27,341	267	117,275
Professional services	57,022	34,232	32,378	123,632
Repairs and maintenance	55,516	64,213	16,150	135,879
Utilities	96,456	55,175	6,076	157,707
Operation and maintenance	68,424	21,028	81,435	170,887
General, administrative and engineering	151,350	122,432	16,015	289,797
Depreciation	<u>147,686</u>	<u>66,157</u>	<u>216</u>	<u>214,059</u>
Total operating expenses	<u>1,330,600</u>	<u>876,182</u>	<u>159,481</u>	<u>2,366,263</u>
Operating income (loss)	<u>476,660</u>	<u>595,467</u>	<u>(21,570)</u>	<u>1,050,557</u>
NON-OPERATING INCOME:				
Interest earnings	124,744	67,328	-	192,072
Other non-operating income	<u>3,613</u>	<u>-</u>	<u>8,530</u>	<u>12,143</u>
Total non-operating income	<u>128,357</u>	<u>67,328</u>	<u>8,530</u>	<u>204,215</u>
Net income (loss) before operating transfers	<u>605,017</u>	<u>662,795</u>	<u>(13,040)</u>	<u>1,254,772</u>
OPERATING TRANSFERS:				
Transfers in	200,000	500,000	7,050	707,050
Transfers out	<u>(352,960)</u>	<u>(615,391)</u>	<u>-</u>	<u>(968,351)</u>
Net operating transfers	<u>(152,960)</u>	<u>(115,391)</u>	<u>7,050</u>	<u>(261,301)</u>
Net income (loss)	<u>452,057</u>	<u>547,404</u>	<u>(5,990)</u>	<u>993,471</u>
RETAINED EARNINGS, July 1, 1991, as previously reported	7,902,339	1,229,147	516,972	9,648,458
Prior period adjustments	<u>(239,721)</u>	<u>(95,415)</u>	<u>-</u>	<u>(335,136)</u>
RETAINED EARNINGS, July 1, 1991, as restated	<u>7,662,618</u>	<u>1,133,732</u>	<u>516,972</u>	<u>9,313,322</u>
RETAINED EARNINGS, June 30, 1992	<u>\$ 8,114,675</u>	<u>\$ 1,681,136</u>	<u>\$ 510,982</u>	<u>\$10,306,793</u>

CITY OF THE DALLES, OREGON

WATER UTILITY FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavor-</u> <u>able)</u>
REVENUES:			
Charges and services	\$ 1,997,756	\$ 1,792,616	\$ (205,140)
Interest on investments	21,000	18,623	(2,377)
Other miscellaneous revenues	32,000	3,613	(28,387)
Total revenues	<u>2,050,756</u>	<u>1,814,852</u>	<u>(235,904)</u>
EXPENDITURES:			
Personal services	659,657	664,479	(4,822)
Materials and services	656,013	439,752	216,261
Capital outlay	388,460	146,982	241,478
Contingency	74,926	-	74,926
Total expenditures	<u>1,779,056</u>	<u>1,251,213</u>	<u>527,843</u>
REVENUES OVER			
EXPENDITURES	<u>271,700</u>	<u>563,639</u>	<u>291,939</u>
OTHER FINANCING USES:			
Operating transfers out	<u>(352,960)</u>	<u>(352,960)</u>	<u>-</u>
Total other financing uses	<u>(352,960)</u>	<u>(352,960)</u>	<u>-</u>
REVENUES OVER (UNDER)			
EXPENDITURES AND			
OTHER FINANCING USES	<u>(81,260)</u>	<u>210,679</u>	<u>291,939</u>
FUND BALANCE, July 1,			
1991 (budgetary basis)	<u>81,260</u>	<u>206,727</u>	<u>125,467</u>
FUND BALANCE, June 30,			
1992 (budgetary basis)	<u>\$ -</u>	<u>\$ 417,406</u>	<u>\$ 417,406</u>

CITY OF THE DALLES, OREGON

WATER CAPITAL RESERVE FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavor- able)</u>
REVENUES:			
Charges and services	\$ -	\$ 14,644	\$ 14,644
Interest on investments	<u>13,000</u>	<u>21,048</u>	<u>8,048</u>
Total revenues	<u>13,000</u>	<u>35,692</u>	<u>22,692</u>
EXPENDITURES:			
Capital outlay	<u>452,554</u>	<u>-</u>	<u>452,554</u>
Total expenditures	<u>452,554</u>	<u>-</u>	<u>452,554</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(439,554)</u>	<u>35,692</u>	<u>475,246</u>
OTHER FINANCING SOURCES:			
Operating transfers in	<u>200,000</u>	<u>200,000</u>	<u>-</u>
Total other financing sources	<u>200,000</u>	<u>200,000</u>	<u>-</u>
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDI- TURES	<u>(239,554)</u>	<u>235,692</u>	<u>475,246</u>
FUND BALANCE, July 1, 1991 (budgetary basis)	<u>239,554</u>	<u>266,298</u>	<u>26,744</u>
FUND BALANCE, June 30, 1992 (budgetary basis)	<u>\$ -</u>	<u>\$ 501,990</u>	<u>\$ 501,990</u>

CITY OF THE DALLES, OREGON

SPECIAL SEWER RESERVE FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavor- able)</u>
REVENUES:			
Charges and services	\$ 35,000	\$ 88,656	\$ 53,656
Interest on investments	<u>51,000</u>	<u>48,838</u>	<u>(2,162)</u>
Total revenues	<u>86,000</u>	<u>137,494</u>	<u>51,494</u>
EXPENDITURES:			
Materials and services	80,000	79,128	872
Capital outlay	<u>1,001,584</u>	<u>48,647</u>	<u>952,937</u>
Total expenditures	<u>1,081,584</u>	<u>127,775</u>	<u>953,809</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(995,584)</u>	<u>9,719</u>	<u>1,005,303</u>
OTHER FINANCING SOURCES:			
Operating transfers in	<u>500,695</u>	<u>500,694</u>	<u>(1)</u>
Total other financing sources	<u>500,695</u>	<u>500,694</u>	<u>(1)</u>
REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDI- TURES	<u>(494,889)</u>	<u>510,413</u>	<u>1,005,302</u>
FUND BALANCE, July 1, 1991 (budgetary basis)	<u>494,889</u>	<u>625,071</u>	<u>130,182</u>
FUND BALANCE, June 30, 1992 (budgetary basis)	<u>\$ -</u>	<u>\$ 1,135,484</u>	<u>\$ 1,135,484</u>

CITY OF THE DALLES, OREGON

AIRPORT FUND

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

YEAR ENDED JUNE 30, 1992

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavor- able)</u>
REVENUES:			
Charges and services (net of sales taxes)	\$ 212,060	\$ 129,231	\$ (82,829)
Rental income	23,994	8,680	(15,314)
Intergovernmental revenue - grants	<u>4,500</u>	<u>8,530</u>	<u>4,030</u>
Total revenues	<u>240,554</u>	<u>146,441</u>	<u>(94,113)</u>
EXPENDITURES:			
Personal services	7,500	6,944	556
Materials and services	226,000	146,547	79,453
Capital outlay	<u>12,100</u>	<u>-</u>	<u>12,100</u>
Total expenditures	<u>245,600</u>	<u>153,491</u>	<u>92,109</u>
EXPENDITURES OVER REVENUES	<u>(5,046)</u>	<u>(7,050)</u>	<u>(2,004)</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	90,000	7,050	(82,950)
Operating transfers out	<u>(90,000)</u>	<u>-</u>	<u>90,000</u>
Total other financing sources (uses)	<u>-</u>	<u>7,050</u>	<u>7,050</u>
EXPENDITURES AND OTHER FINANCING USES OVER REVENUES AND OTHER FINANCING SOURCES	<u>(5,046)</u>	<u>-</u>	<u>5,046</u>
FUND BALANCE, July 1, 1991 (budgetary basis)	<u>5,046</u>	<u>-</u>	<u>(5,046)</u>
FUND BALANCE, June 30, 1992 (budgetary basis)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

AGENCY FUND

GENERAL FIXED ASSETS

CITY OF THE DALLES, OREGON

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY SOURCE

YEAR ENDED JUNE 30, 1992

	<u>Land and Land Improve- ments</u>	<u>Buildings and Improve- ments</u>	<u>Machinery and Equipment</u>	<u>Totals</u>
General fixed assets at July 1, 1991, as previously reported	\$ 281,900	\$ 1,683,378	\$ 2,425,012	\$ 4,390,290
Prior period adjustments and transfers:				
General fund	(43,967)	-	(367,791)	(411,758)
Special revenue funds	(56,918)	(27,605)	111,641	27,118
Total prior period adjustments and transfers	(100,885)	(27,605)	(256,150)	(384,640)
General fixed assets at July 1, 1991, as restated	181,015	1,655,773	2,168,862	4,005,650
Add expenditures from:				
General fund	-	24,405	93,097	117,502
Special revenue funds	-	17,693	160,062	177,755
Total additions	-	42,098	253,159	295,257
Deduct retirements from:				
General fund	(63,730)	(114,149)	(29,625)	(207,504)
Total deductions	(63,730)	(114,149)	(29,625)	(207,504)
General fixed assets at June 30, 1992	<u>\$ 117,285</u>	<u>\$ 1,583,722</u>	<u>\$ 2,392,396</u>	<u>\$ 4,093,403</u>

<u>Principal</u>		<u>Interest</u>			
<u>Redeemed</u>	<u>Outstanding at June 30, 1992</u>	<u>Outstanding at July 1, 1991</u>	<u>Matured</u>	<u>Redeemed</u>	<u>Outstanding at June 30, 1992</u>
\$ 215,000	\$ 2,515,000	\$ -	\$ 178,953	\$ 178,953	\$ -
100,000	105,000	-	10,762	10,762	-
315,000	2,620,000	-	189,715	189,715	-
-	1,775,000	-	44,822	44,822	-
-	570,000	-	15,073	15,073	-
-	2,345,000	-	59,895	59,895	-
<u>\$ 315,000</u>	<u>\$ 4,965,000</u>	<u>\$ -</u>	<u>\$ 249,610</u>	<u>\$ 249,610</u>	<u>\$ -</u>

Total City of The Dalles
Outstanding Issues

(Continued)

Urban Renewal and Redevelopment
Bonds, 1991 Series B

<u>Principal</u>	<u>Interest</u>	<u>Total</u>
\$ 15,000	\$ 39,375	\$ 54,375
15,000	38,325	53,325
15,000	37,275	52,275
15,000	36,225	51,225
20,000	35,000	55,000
20,000	33,600	53,600
20,000	32,200	52,200
20,000	30,800	50,800
25,000	29,225	54,225
25,000	27,475	52,475
30,000	25,550	55,550
30,000	23,450	53,450
30,000	21,350	51,350
35,000	19,075	54,075
35,000	16,625	51,625
40,000	14,000	54,000
40,000	11,200	51,200
45,000	8,225	53,225
45,000	5,075	50,075
50,000	1,750	51,750
<u>\$ 570,000</u>	<u>\$ 485,800</u>	<u>\$1,055,800</u>

Total Outstanding Issues

<u>Principal</u>	<u>Interest</u>	<u>Total</u>
\$ 390,000	\$ 328,244	\$ 718,244
305,000	305,295	610,295
315,000	286,437	601,437
335,000	266,432	601,432
360,000	244,600	604,600
370,000	221,060	591,060
395,000	196,306	591,306
410,000	169,643	579,643
435,000	141,557	576,557
105,000	111,705	216,705
115,000	104,125	219,125
120,000	95,900	215,900
125,000	87,325	212,325
140,000	78,050	218,050
145,000	68,075	213,075
160,000	57,400	217,400
165,000	46,025	211,025
180,000	33,950	213,950
190,000	21,000	211,000
205,000	7,175	212,175
<u>\$4,965,000</u>	<u>\$2,870,304</u>	<u>\$7,835,304</u>

<u>Interest</u>	<u>Adjustments</u>	<u>Collections</u>	<u>Uncollected June 30, 1992</u>
\$ 1,042	\$ (8,608)	\$ (1,302,339)	\$ 142,203
6,884	(3,095)	(85,789)	126,895
10,312	(1,474)	(56,388)	85,696
16,520	(1,968)	(60,917)	38,513
7,735	(1,913)	(27,359)	4,671
888	(2,324)	(3,448)	3,111
<u>1,013</u>	<u>(11,805)</u>	<u>(3,424)</u>	<u>3,537</u>
<u>43,352</u>	<u>(22,579)</u>	<u>(237,325)</u>	<u>262,423</u>
<u>44,394</u>	<u>(31,187)</u>	<u>(1,539,664)</u>	<u>404,626</u>
<u>322</u>	<u>(2,660)</u>	<u>(402,333)</u>	<u>43,235</u>
1,107	(498)	(13,797)	20,407
1,495	(214)	(8,176)	12,426
1,815	(216)	(6,694)	4,231
1,178	(291)	(4,165)	712
169	(442)	(656)	593
<u>244</u>	<u>(3,393)</u>	<u>(822)</u>	<u>876</u>
<u>6,008</u>	<u>(5,054)</u>	<u>(34,310)</u>	<u>39,245</u>
<u>6,330</u>	<u>(7,714)</u>	<u>(436,643)</u>	<u>82,480</u>
<u>660</u>	<u>(163)</u>	<u>(2,336)</u>	<u>399</u>
<u>287</u>	<u>(2,368)</u>	<u>(358,314)</u>	<u>38,978</u>
<u>\$ 51,671</u>	<u>\$ (41,432)</u>	<u>\$ (2,336,957)</u>	<u>\$ 526,483</u>

**AUDIT COMMENTS AND DISCLOSURES
REQUIRED BY STATE REGULATIONS**

Talbot, Korvola & Warwick
Certified Public Accountants

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**AUDIT COMMENTS AND DISCLOSURES
REQUIRED BY STATE REGULATIONS**

October 16, 1992

City Council
City of The Dalles
The Dalles, Oregon

We have audited the general purpose financial statements of the City of The Dalles, Oregon, for the year ended June 30, 1992, and have issued our report thereon dated October 16, 1992. We have 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 general purpose financial statements are free of material misstatement.

ACCOUNTING AND INTERNAL CONTROL STRUCTURE

In planning and performing our audit of the general purpose financial statements of the City of The Dalles, Oregon, for the year ended June 30, 1992, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control structure. Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above. However, we noted certain matters involving the internal control structure and its operation that we have reported to the management of the City of The Dalles in a separate letter dated October 16, 1992.

AUDIT COMMENTS AND DISCLOSURES
REQUIRED BY STATE REGULATIONS
Page 3

BUDGET COMPLIANCE (Continued)

Special Revenue Funds:	
Tourist Promotion Fund:	
Capital outlay	\$ 1,043
Water Fund:	
Personal services	4,822
Wastewater Fund:	
Personal services	1,700

In preparing a supplemental budget for 1992, the City complied with Local Budget Law except that the supplemental budget was not distributed to the County Assessor, County Clerk, and Oregon Department of Revenue.

INSURANCE POLICIES AND FIDELITY BONDS

We have reviewed the City's insurance and fidelity bond coverage at June 30, 1992. We ascertained that such policies appeared to be in force and comply with legal requirements relating to insurance and fidelity bond coverage. We are not competent by training to comment on the adequacy of the insurance policies covering City-owned property at June 30, 1992.

PROGRAMS FUNDED FROM OUTSIDE SOURCES

Based upon our review, the City appears to be in compliance with appropriate laws, rules, and regulations pertaining to programs funded wholly or partially by other governmental agencies.

FINANCIAL REPORTING REQUIREMENTS

We have reviewed the City's compliance with federal and state financial reporting requirements. Based on audit procedures performed, it appears that required reports and related data are filed with appropriate governmental agencies and such reports are in agreement with and supported by accounting records.

STATISTICAL SECTION

<u>Fines and Forfeitures</u>	<u>Investment Income</u>	<u>Special Assessments</u>	<u>Other Revenues</u>	<u>Totals</u>
\$ 102,771	\$ 158,353	\$ 530,406	\$ 277,120	\$ 4,003,437
103,072	201,557	27,303	137,183	3,363,658
77,667	143,570	71,553	103,731	3,455,738
51,790	87,731	220,503	228,173	3,229,111
60,956	111,268	132,114	221,110	4,084,795
81,882	218,201	214,087	423,069	4,724,184
77,631	192,975	59,120	54,540	3,930,737
106,012	185,252	242,622	392,490	4,806,530
73,193	196,954	305,646	84,841	4,895,754
73,190	305,833	238,176	237,514	5,571,670

<u>Culture and Recreation</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Totals</u>
\$ 355,477	\$ 179,252	\$ 128,165	\$ 3,469,492
338,934	595,776	128,117	3,341,552
431,936	96,864	127,631	3,609,406
335,453	416,942	143,991	3,149,264
183,687	703,926	510,709	3,450,512
216,726	955,876	512,802	4,321,251
221,916	407,931	339,144	3,990,217
227,172	618,986	505,885	4,764,752
244,990	370,173	562,719	4,643,177
261,846	734,932	569,928	5,208,903

CITY OF THE DALLES, OREGON

ASSESSED AND TRUE CASH
VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS

<u>Year</u>	<u>Assessed Value</u>	<u>True Cash Value</u>	<u>Ratio of Assessed Value To True Cash Value</u>
1983	\$265,675,468	\$222,636,042	83.80%
1984	278,905,449	251,851,620	90.30
1985	297,431,942	285,534,664	96.00
1986	277,468,751	277,468,751	100.00
1987	270,712,403	270,712,403	100.00
1988	235,636,929	235,636,929	100.00
1989	238,595,098	238,595,098	100.00
1990	250,408,479	250,408,479	100.00
1991	261,778,914	261,778,914	100.00
1992	305,002,343	305,002,343	100.00

Source: Wasco County Department of Assessment and Taxation.

<u>School District No. 12</u>	<u>School District No. 9</u>	<u>School District No. 14</u>	<u>Wasco County Educa- tional Service District</u>	<u>Columbia Gorge Community College</u>
\$ 14.04	\$ 18.20	\$ 14.58	\$ 1.29	\$.71
13.43	18.58	12.20	1.21	.71
13.02	19.67	13.76	1.30	.71
16.98	18.19	12.46	1.06	.78
17.33	22.05	13.96	1.38	.85
19.98	24.48	15.40	1.74	1.03
19.74	19.65	15.51	1.84	1.08
19.74	23.24	15.20	1.87	1.16
18.80	22.93	10.37	1.71	1.06
22.60	21.54	13.94	1.72	1.06

CITY OF THE DALLES, OREGON

RATIOS OF NET GENERAL BONDED DEBT TO
ASSESSED VALUE; AND NET BONDED DEBT PER CAPITA

LAST TEN FISCAL YEARS

<u>Year</u>	<u>Net General Bonded Debt</u>	<u>Assessed Value</u>	<u>Ratio of Net General Bonded Debt to Assessed Value</u>	<u>Popula- tion</u>	<u>Net Bonded Debt Per Capita</u>
1983	\$3,515,000	\$265,675,468	1.32%	11,050	\$ 318
1984	3,385,000	278,905,449	1.21	10,960	309
1985	3,250,000	297,431,942	1.09	10,900	298
1986	3,100,000	277,468,751	1.12	10,630	292
1987	2,945,000	270,712,403	1.09	10,265	287
1988	2,825,000	235,636,929	1.20	10,715	264
1989	3,125,000	238,595,098	1.31	10,590	295
1990	2,935,000	250,408,479	1.17	11,060	265
1991	2,730,000	261,778,914	1.04	11,130	245
1992	2,515,000	305,002,343	.82	11,200	225

Notes: Population information for fiscal year ended June 30,
1992 estimated.
1980 Water Utility Bond issue was defeased during fiscal
year 1988-89 through a refunding issue.

Sources: Wasco County Department of Assessment and Taxation.
Statements of Bond Transactions by Year.
Center for Population Research and Census, Portland State
University.

CITY OF THE DALLES, OREGON

DIRECT AND OVERLAPPING GROSS BONDED DEBT

JUNE 30, 1992

	<u>Percent Within the City</u>	<u>Gross Bonded Debt</u>
<u>GOVERNMENTS:</u>		
City of The Dalles	100.00%	\$ 2,515,000
Wasco County	43.67	86,905
Northern Wasco Parks and Recreation District	77.48	615,984
Port of The Dalles	55.77	2,431,402
Wasco Rural Fire Protection District	19.28	12,236
Wasco County School District 12	81.35	528,753

Note: The above schedule does not include \$2,345,000 of tax
increment bonds of Columbia Gateway Urban Renewal Agency.

Source: Municipal Debt Advisory Commission, State of Oregon.

CITY OF THE DALLES, OREGON

DEMOGRAPHIC STATISTICS

LAST TEN FISCAL YEARS

<u>Year</u>	<u>Population</u>	<u>Per Capita Income</u>	<u>Unemploy- ment Rate</u>
1983	11,050	\$ 11,412	12.40%
1984	10,960	11,587	12.10
1985	10,900	11,237	14.90
1986	10,630	12,040	14.00
1987	10,265	13,014	9.00
1988	10,715	14,400	7.80
1989	10,590	15,506	8.30
1990	11,060	16,501	7.60
1991	11,130	-	7.70
1992	11,200*	-	-

*Estimated

Notes: Per capita income and unemployment rate figures are stated for Wasco County in its entirety.
Per capita information for 1990 is the most recent available.
Population and unemployment rate information for 1991 is the most recent available.

Sources: U.S. Bureau of Economic Analysis.
Center for Population and Census, Portland State University.

CITY OF THE DALLES, OREGON

PRIMARY TAXPAYERS

1992

	<u>Assessed Valuation</u>	<u>Percentage of Total District's Assessed Value</u>
United Telephone Co.	\$ 6,879,564	2.26%
Northern Wasco County P.U.D.	5,247,965	1.72
GFI The Dalles Investment LTD.	4,783,860	1.57
Portland Fixture	3,989,040	1.31
Union Pacific Railroad Company	3,675,878	1.21
Metropolitan Life Insurance Company	3,082,450	1.01
Fedderly, Michael W. Sr.	2,965,920	.96
Oregon Cherry Growers, Inc.	2,947,660	.96
Stadelman, Lorraine et al	2,892,790	.95
Martin & Martin, Inc.	<u>2,554,020</u>	<u>.84</u>
Subtotal	39,019,147	12.79
All other taxpayers	<u>265,983,196</u>	<u>87.21</u>
Grand total	<u>\$305,002,343</u>	<u>100.00%</u>

Source: Wasco County Department of Assessment and Taxation.