

SCAPPOOSE *Oregon*

*Columbia County, Oregon
Annual Financial Report
Year Ending June 30, 2018*



CITY OF SCAPPOOSE, OREGON

CITY OFFICIALS

JUNE 30, 2018

CITY COUNCIL

Scott Burge, Mayor	33470 Chinook Plaza, #272 Scappoose, Oregon 97056
Mark Reed, Council President	33568 E Columbia Avenue Scappoose, Oregon 97056
Megan Greisen, Council Member	33568 E Columbia Avenue Scappoose, Oregon 97056
Joel Haugen, Council Member	33568 E Columbia Avenue Scappoose, Oregon 97056
Patrick Kessi,, Council Member	33568 E Columbia Avenue Scappoose, Oregon 97056
Rich Riffle, Council Member Resigned 1/2017	33568 E Columbia Avenue Scappoose, Oregon 97056
Natalie Sanders, Council Member	33568 E Columbia Avenue Scappoose, Oregon 97056
Josh Poling, Council Member Appointed 2/2018	33568 E Columbia Avenue Scappoose, Oregon 97056

ADMINISTRATION

Michael Sykes, City Manager

Jill Herr, Finance Administrator

Susan Reeves, City Recorder/Budget Secretary

Norman Miller, Chief of Police

Peter Watts, City Attorney

CITY OF SCAPPOOSE, OREGON
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FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and City Council
City of Scappoose, Oregon
33568 E Columbia Avenue
Scappoose, OR 97056

I have audited the accompanying cash-basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Scappoose as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in the "Summary of Significant Accounting Policies" in the notes to the financial statements. This includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Scappoose as of June 30, 2018, and the respective changes in cash basis financial position thereof for the year then ended in conformity with the cash basis of accounting described in the "Summary of Significant Accounting Policies" in the notes to the financial statements.

Basis of Accounting

I draw attention to the “Summary of Significant Accounting Policies” in the notes to the financial statements that describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. My opinions are not modified with respect to this matter.

Other Matters

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Scappoose’s basic financial statements. The combining and individual non-major fund financial statements and additional supporting schedules listed in the table of contents as Supplemental Information are presented for purposes of additional analysis and are not a required part of the basic financial statements of the City of Scappoose.

The budgetary comparison information on pages 40-50 and pages 53-60, and the combining fund financial statements on pages 38-39 and pages 51-52 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with cash basis of accounting. In my opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole on the basis of accounting described in “Summary of Significant Accounting Policies” in the notes to financial statements.

Management’s discussion and analysis on pages 3-8 and schedules listed in the table of contents as Other Schedules have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I do not express an opinion or provide any assurance on them.

Report on Other Legal and Regulatory Requirements

In accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*, we have issued our report dated January 7, 2019, on our consideration of the City of Scappoose’s compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on the City’s compliance.



Steve Tuchscherer, CPA
January 7, 2019

CITY OF SCAPPOOSE
MANAGEMENT’S DISCUSSION AND ANALYSIS
JUNE 30, 2018

As management of the City of Scappoose, we offer readers of the financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2018.

FINANCIAL HIGHLIGHTS

	June 30		Change
	2018	2017	
Net Position (Cash Basis)	\$ 13,269,882	\$ 11,384,112	\$ 1,885,770
Governmental net position (Cash Basis)	7,271,949	5,617,600	\$ 1,654,349
Proprietary net position (Cash Basis)	5,997,933	5,766,512	\$ 231,421

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City of Scappoose’s basic financial statements. The City’s basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City of Scappoose’s finances, in a manner similar to a private-sector business. These statements include:

The *Statement of Net Position (Cash Basis)*. The *statement of net position (Cash Basis)* presents information on all of the cash the City of Scappoose has of the date on the statement. Over time, increases or decreases in net position serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities (Cash Basis)*. The *statement of activities (Cash Basis)* presents information showing how the cash position of the City of Scappoose changed over the most recent fiscal year by tracking receipts and disbursements that increase or reduce cash position. In the government-wide financial statements, the City's activities are shown as governmental activities. All basic functions are shown here, such as police, planning, court, parks, community development and administration. These activities are primarily financed through property taxes and other intergovernmental receipts.

Fund financial statements. The fund financial statements provide more detailed information about the City of Scappoose’s funds, focusing on its most significant or “major” funds, not the City of Scappoose as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Scappoose can be divided into two categories: governmental funds and

proprietary funds.

Governmental funds. The governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government’s near-term financing requirements.

Proprietary funds. The City of Scappoose charges customers for the services it provides, whether to outside users or to other units of the City and these services are generally reported in proprietary funds. The City’s enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provide more detail and additional information.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *supplemental information* including the combined statements for the non-major funds and the budgetary comparison schedules.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position (Cash Basis).

As noted earlier, net position serves, over time, as a useful indicator of a government’s cash position. In the case of the City of Scappoose, assets totaled \$13,269,882 at June 30, 2018.

The Net Position - Restricted funds represent resources that are subject to external restrictions on their use, such as debt service reserves or construction of capital assets.

The Net Position - Unrestricted funds are available for general operations of the City of Scappoose.

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Cash and cash equivalents	\$ 7,271,949	\$ 5,617,600	\$ 5,997,933	\$ 5,766,512	\$ 13,269,882	\$ 11,384,112
Net position						
Restricted	4,012,149	3,117,795	2,290,559	2,444,423	6,302,708	5,562,218
Unrestricted	3,259,800	2,499,805	3,707,374	3,322,089	6,967,174	5,821,894
Total net position	\$ 7,271,949	\$ 5,617,600	\$ 5,997,933	\$ 5,766,512	\$ 13,269,882	\$ 11,384,112

Statement of Activities. During the current fiscal year, the City of Scappoose’s cash position increased by \$1,885,770. The key elements of the change in Scappoose’s cash position for the year ended June 30, 2018 are as follows:

- Fees, fines and charges for services increased by \$17,622 due to increased construction permit activity and related SDC receipts.
- Capital grants and contribution income increased by \$653,115 due to reimbursements related to infrastructure improvement projects.
- Disbursements increased \$2,091,990 largely due to increased spending related to infrastructure projects.

Financial Analysis of the City of Scappoose's Funds

As noted earlier, Scappoose uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Statement of Activities
For the years ended June 30,

	Governmental Activities		Business-type Activities		Totals	
	2018	2017	2018	2017	2018	2017
Revenues						
Program revenues						
Fines, fees, charges for services	\$ 1,140,896	\$ 1,243,515	\$ 3,909,773	\$ 3,789,532	\$ 5,050,669	\$ 5,033,047
Operating grants and contributions	722,692	534,921	-	-	722,692	534,921
Capital grants and contributions	2,680,136	1,116,040	697,153	1,608,134	3,377,289	2,724,174
General receipts						
Property tax	1,968,338	1,834,112	46,227	42,179	2,014,565	1,876,291
Franchise fees	467,932	424,192	-	-	467,932	424,192
Intergovernmental	823,860	-	-	-	823,860	-
Miscellaneous	67,112	69,915	95,018	48,862	162,130	118,777
Customer Deposits	-	230,059	17,340	127,945	17,340	358,004
Total revenues	7,870,966	5,452,754	4,765,511	5,616,652	12,636,477	11,069,406
Expenses						
General government	920,977	747,624	-	-	920,977	747,624
Court and police	1,863,844	1,839,395	-	-	1,863,844	1,839,395
Community services and development	392,663	396,422	-	-	392,663	396,422
Culture and recreation	949,974	951,191	-	-	949,974	951,191
Interest on long-term debt	16,690	22,589	-	-	16,690	22,589
Highways and streets	2,315,810	712,795	-	-	2,315,810	712,795
Storm Drain	-	-	287,496	33,991	287,496	33,991
Water	-	-	2,118,237	2,138,833	2,118,237	2,138,833
Sewer	-	-	1,885,016	1,815,877	1,885,016	1,815,877
Total expenses	6,459,958	4,670,016	4,290,749	3,988,701	10,750,707	8,658,717
Net assets before transfers	1,411,008	782,738	474,762	1,627,951	1,885,770	2,410,689
Transfers	243,341	233,814	(243,341)	(233,814)	-	-
Change in net positon	1,654,349	1,016,552	231,421	1,394,137	1,885,770	2,410,689
Net positon, beginning of year	5,617,600	4,601,048	5,766,512	4,372,375	11,384,112	8,973,423
Net positon, end of year	7,271,949	5,617,600	5,997,933	5,766,512	13,269,882	11,384,112

Governmental funds. The focus of the City of Scappoose's governmental funds is to provide information on relatively short-term cash flow and funding for future basic services. Such information is useful in assessing Scappoose's financing requirements. In particular, *unrestricted fund balance* serves as a useful measure of a government's net cash resources available for spending at the end of a fiscal year.

At June 30, 2018, the City's governmental funds reported combined ending fund balances of \$7,271,949.

As detailed in the notes to the financial statements, the City adopted the provisions of Governmental Accounting Standards Board (GASB) Statement #54 *Fund Balance Reporting and Governmental Fund*

Types Definitions. Among the changes required is that special revenue funds whose primary source of funding is transfers from the General Fund be reported as part of the General Fund. Therefore, in the Governmental Funds Balance Sheet and the Statement of Receipts, Disbursements and Changes in Fund Balances, the Unemployment Fund and the Watts Fund has been combined with the General Fund.

General Fund. The General Fund is the primary operating fund of the City. As of June 30, 2018, unrestricted fund balance was \$3,259,800. The fund balance increased by \$759,995 during the current fiscal year. As a measure of the fund’s liquidity, it may be useful to compare total fund balance to total fund disbursements. Fund balance represents 96 percent of total General Fund disbursements.

General Fund Budgetary Highlights

The city council made adjustments to the adopted budget for the fiscal year ended June 30, 2018, which are reflected in the schedules of budget to actual by fund.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. The City of Scappoose’s investment in capital assets includes land, buildings and associated improvements, vehicles and equipment. As of June 30, 2018, Scappoose had invested \$37,344,631 in capital assets, net of depreciation, as shown in the following table:

**Capital Assets
As of June 30, 2017 and 2018**

	Governmental Activities		Business-type Activities		Totals	
	2018	2017	2018	2017	2018	2017
Land	\$ 2,115,103	\$ 2,115,103	\$ 389,036	\$ 389,036	\$ 2,504,139	\$ 2,504,139
Buildings	3,620,121	3,593,246	4,881,065	4,809,739	8,501,187	8,402,985
Equipment	1,126,651	819,924	2,128,272	1,999,290	3,254,922	2,819,214
Vehicles	743,413	743,413	733,664	278,271	1,477,077	1,021,684
Infrastructure	63,766,914	61,988,405	-	-	63,766,914	61,988,405
Water and sewer system		-	21,609,664	20,509,632	21,609,664	20,509,632
	71,372,202	69,260,091	29,741,701	27,985,968	101,113,903	97,246,059
Less: accumulated depreciation	(49,813,120)	(48,000,178)	(13,956,152)	(13,288,670)	(63,769,272)	(61,288,848)
Net capital assets	<u>\$21,559,082</u>	<u>\$21,259,913</u>	<u>\$15,785,549</u>	<u>\$14,697,298</u>	<u>\$37,344,631</u>	<u>\$35,957,211</u>

During fiscal year 2017-18, the City’s investment in capital assets decreased by \$1,387,420.

Additional information regarding the City’s capital assets can be found in the notes to basic financial statements of this report. Under the cash basis of accounting expenditures are not required to be reported in the financial statements, and depreciation is not recorded. When a capital asset is retired or sold, any proceeds are recorded as receipts.

Long-term debt. At the end of the current fiscal year, the City of Scappoose had total bonded debt (general obligation and revenue bonds) outstanding of \$4,808,310 and capital leases in the amount of \$312,262. During the current fiscal year, the City’s total debt decreased by \$747,818. Additional information on the City’s long-term debt can be found in the notes to the basic financial

statements of this report. Under the cash basis of accounting, long term debt is not recorded in the financial statements. The following information is reported for disclosure purposes only.

As of June 30, 2017 and 2018

	Governmental Activities		Business-type Activities		Totals	
	2018	2017	2018	2017	2018	2017
Notes Payable	\$ 26,202	557,306	4,490,037	\$ 4,875,792	\$ 4,516,239	\$ 5,433,098
Bonds Payable		-	292,071	352,765	292,071	352,765
Capital lease	90,154	49,490	222,108	33,037	312,262	82,527
	<u>\$ 116,356</u>	<u>606,796</u>	<u>5,004,216</u>	<u>\$ 5,261,594</u>	<u>\$ 5,120,572</u>	<u>\$ 5,868,390</u>

ECONOMIC FACTORS AND NEXT YEAR’S BUDGET

The City of Scappoose’s Budget Committee considered all the following factors while preparing the budget for the 2017-18 fiscal year.

- Expected rates and consumption for business-type funds
- Staffing requirements and the desired level of service
- Capital outlay

REQUESTS FOR INFORMATION

This financial report is designed to present the user (citizens, taxpayers, investors, and creditors) with a general overview of the City of Scappoose’s finances and to demonstrate the City’s accountability. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

City of Scappoose
 Attn: City Recorder
 33568 E Columbia Avenue
 Scappoose, OR 97056
 (503)543-7146

BASIC FINANCIAL STATEMENTS

CITY OF SCAPPOOSE, OREGON
STATEMENT OF NET POSITION (CASH BASIS)
YEAR ENDED JUNE 30, 2018

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
ASSETS			
Cash and cash equivalents	\$ 7,271,949	\$ 5,997,933	\$ 13,269,882
<i>Total Assets</i>	<u>7,271,949</u>	<u>5,997,933</u>	<u>13,269,882</u>
NET POSITION			
Restricted			-
Customer Deposits	-	17,340	17,340
Capital Projects	2,054,726	2,273,219	4,327,945
Unemployment	72,086		72,086
Special Revenue	1,885,337		1,885,337
Unrestricted	<u>3,259,800</u>	<u>3,707,374</u>	<u>6,967,174</u>
<i>Total Net Position</i>	<u>\$ 7,271,949</u>	<u>\$ 5,997,933</u>	<u>\$ 13,269,882</u>

The accompanying notes are an integral part of the financial statements

CITY OF SCAPPOOSE, OREGON
STATEMENT OF ACTIVITIES (CASH BASIS)
YEAR ENDED JUNE 30, 2018

RECEIPTS	Cash Disbursements	Program Receipts			Net Changes in Net Position		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Totals
Functions/Programs							
Governmental activities:							
General government	\$ 920,977	\$ 403,656	\$ 293,300	\$ -	\$ (224,021)	\$ -	\$ (224,021)
Public safety	1,863,844	208,119	-	15,108	(1,640,617)	-	(1,640,617)
Culture and recreation	949,974	200,000	-	155,902	(594,072)	-	(594,072)
Community development	392,663	329,121	-	-	(63,542)	-	(63,542)
Highways and streets	2,315,810	-	429,392	2,509,126	622,708	-	622,708
Interest on long-term debt	16,690	-	-	-	(16,690)	-	(16,690)
<i>Total Governmental Activities</i>	6,459,958	1,140,896	722,692	2,680,136	(1,916,234)	-	(1,916,234)
Business-type activities:							
Water	2,118,237	1,995,974	-	366,391	-	244,128	244,128
Sewer	1,885,016	1,740,813	-	290,201	-	145,998	145,998
Storm Drain	287,496	172,986	-	40,561	-	(73,949)	(73,949)
<i>Total Business-type Activities</i>	4,290,749	3,909,773	-	697,153	-	316,177	316,177
<i>Total Activities</i>	\$ 10,750,707	\$ 5,050,669	\$ 722,692	\$ 3,377,289	(1,916,234)	316,177	(1,600,057)
General Receipts:							
Property taxes					1,968,338	46,227	2,014,565
Franchise taxes					467,932	-	467,932
Intergovernmental					823,860		823,860
Fines and forfeitures					1,649		1,649
Miscellaneous					65,463	95,018	160,481
Customer Deposits					-	17,340	17,340
<i>Total General Receipts</i>					3,327,242	158,585	3,485,827
Transfers					243,341	(243,341)	-
Change in net Position					1,654,349	231,421	1,885,770
Net position, July 1, 2017					5,617,600	5,766,512	11,384,112
Net Position, June 30, 2018					7,271,949	5,997,933	13,269,882

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

CITY OF SCAPPOOSE, OREGON

STATEMENT OF CASH ASSETS AND FUND BALANCES (CASH BASIS) - GOVERNMENTAL FUNDS

YEAR ENDED JUNE 30, 2018

	<i>General</i>	<i>Special Revenue</i> <i>Street</i>	<i>Capital Projects</i> <i>Street</i> <i>SDC</i>	<i>Other</i> <i>Governmental</i> <i>Funds</i>	<i>Totals</i>
CASH ASSETS					
Cash and cash equivalents	\$ 3,331,886	1,311,867	897,520	1,730,676	\$ 7,271,949
FUND BALANCES					
Restricted for					
Capital Projects				899,847	899,847
Customer Deposits	-				-
Unemployment	72,086				72,086
Capital Projects			897,520	257,359	1,154,879
Special Revenue		1,311,867		573,470	1,885,337
Unassigned	3,259,800				3,259,800
<i>Total Fund Balances</i>	<i>\$ 3,331,886</i>	<i>\$ 1,311,867</i>	<i>\$ 897,520</i>	<i>\$ 1,730,676</i>	<i>\$ 7,271,949</i>

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

CITY OF SCAPPOOSE, OREGON
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES-
(CASH BASIS) – GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	<u>General</u>	<u>Special Revenue</u> <i>Street</i>	<u>Capital Projects</u> <i>Street SDC</i>	<u>Other Governmental Funds</u>	<u>Totals</u>
CASH RECEIPTS					
Taxes and assessments	\$ 1,968,338	\$ -	\$ -	\$ -	\$ 1,968,338
Licenses and permits	489,132	8,331	181,587	456,103	1,135,153
Charges for services	423,215	-	-	24,547	447,762
Intergovernmental	417,706	2,754,243	-	828,197	4,000,146
Miscellaneous	266,778	11,395	14,325	27,069	319,567
<i>Total Receipts</i>	<u>3,565,169</u>	<u>2,773,969</u>	<u>195,912</u>	<u>1,335,916</u>	<u>7,870,966</u>
DISBURSEMENTS					
General government	912,683	-	-	253,192	1,165,875
Court and police	1,775,789	-	-	-	1,775,789
Highways and streets	-	449,157	-	9,090	458,247
Culture and recreation	267,465	-	-	15,151	282,616
Community development	139,470	-	-	-	139,470
Capital outlay	226,659	1,813,612	-	7,145	2,047,416
Debt service	45,735	-	56,213	488,597	590,545
<i>Total Disbursements</i>	<u>3,367,801</u>	<u>2,262,769</u>	<u>56,213</u>	<u>773,175</u>	<u>6,459,958</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	197,368	511,200	139,699	562,741	1,411,008
OTHER FINANCING SOURCES (USES)					
Transfers in	498,892	35,000	-	-	533,892
Transfers out	(165,132)	(83,388)	(7,816)	(34,215)	(290,551)
<i>Total Other Financing Sources (Uses)</i>	<u>333,760</u>	<u>(48,388)</u>	<u>(7,816)</u>	<u>(34,215)</u>	<u>243,341</u>
NET CHANGE IN FUND BALANCES	531,128	462,812	131,883	528,526	1,654,349
FUND BALANCES, Beginning of year	<u>2,800,758</u>	<u>849,055</u>	<u>765,637</u>	<u>1,202,150</u>	<u>5,617,600</u>
FUND BALANCES, End of year	<u>\$ 3,331,886</u>	<u>\$ 1,311,867</u>	<u>\$ 897,520</u>	<u>\$ 1,730,676</u>	<u>\$ 7,271,949</u>

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

CITY OF SCAPPOOSE, OREGON

STATEMENT OF NET POSITION – (CASH BASIS) – PROPRIETARY FUNDS

YEAR ENDED JUNE 30, 2018

	<u>Water Utility</u>	<u>Waste Water Utility</u>	<u>Waste Water SDC</u>	<u>Other Business-type Funds</u>	<u>Totals</u>
CASH ASSETS					
Cash and cash equivalents	\$ 2,734,412	990,302	1,017,486	1,255,733	\$ 5,997,933
NET POSITION					
Restricted	17,340	-	1,017,486	1,255,733	2,290,559
Unrestricted	2,717,072	990,302	-	-	3,707,374
<i>Total Net Position</i>	\$ 2,734,412	\$ 990,302	\$ 1,017,486	\$ 1,255,733	\$ 5,997,933
<i>Total Liabilities and Net Assets</i>	\$ 2,734,412	\$ 990,302	\$ 1,017,486	\$ 1,255,733	\$ 5,997,933

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

CITY OF SCAPPOOSE, OREGON
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH POSITION -
(CASH BASIS) – PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2018

	<i>Water Utility</i>	<i>Waste Water Utility</i>	<i>Waste Water SDC</i>	<i>Other Business-type Funds</i>	<i>Totals</i>
OPERATING RECEIPTS					
Taxes and assessments	\$ -	\$ -	\$ -	\$ 46,227	\$ 46,227
Licenses and permits	9,602	4,361	-	368,393	382,356
Charges for services	1,986,269	1,726,452	290,201	172,986	4,175,908
Intergovernmental	20,000	10,000	-	18,559	48,559
Fines and forfeitures	-	-	-	-	-
Miscellaneous	41,438	14,829	16,703	22,151	95,121
Customer water security deposits	17,340	-	-	-	17,340
<i>Total Operating Receipts</i>	<u>2,074,649</u>	<u>1,755,642</u>	<u>306,904</u>	<u>628,316</u>	<u>4,765,511</u>
OPERATING DISBURSEMENTS					
Personal services	721,366	730,262	-	-	1,451,628
Materials and services	291,463	378,406	-	32,644	702,513
Capital outlay	580,423	378,111	271,953	254,853	1,485,340
<i>Total Operating Disbursements</i>	<u>1,593,252</u>	<u>1,486,779</u>	<u>271,953</u>	<u>287,497</u>	<u>3,639,481</u>
OPERATING RECEIPTS OVER (UNDER) OPERATING DISBURSEMENTS					
	481,397	268,863	34,951	340,819	1,126,030
NON OPERATING RECEIPTS (DISBURSEMENTS)					
Loan proceeds	-	-	-	-	-
Debt service					
Principal	(132,406)	(117,642)	-	(275,762)	(525,810)
Interest	(31,561)	(8,645)	-	(85,252)	(125,458)
<i>Total Non Operating Receipts (Disbursements)</i>	<u>(163,967)</u>	<u>(126,287)</u>	<u>-</u>	<u>(361,014)</u>	<u>(651,268)</u>
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS					
System development revenue		-	-	-	-
Transfers in	77,382	-	-	94,637	172,019
Transfers out	(138,932)	(123,776)	(17,771)	(134,881)	(415,360)
NET CHANGES IN POSITION	255,880	18,800	17,180	(60,439)	231,421
NET POSITION, Beginning of year	<u>2,478,532</u>	<u>971,502</u>	<u>1,000,306</u>	<u>1,316,172</u>	<u>5,766,512</u>
NET POSITION, End of year	<u>\$ 2,734,412</u>	<u>\$ 990,302</u>	<u>\$ 1,017,486</u>	<u>\$ 1,255,733</u>	<u>\$ 5,997,933</u>

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

CITY OF SCAPPOOSE, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City is governed by an elected mayor and six council members who comprise the City Council. The City provides various services as authorized by its charter, including water and wastewater utilities.

There are certain governmental agencies and various service districts which provide services within the City. These agencies have independently elected governing boards and the City is not financially accountable for these organizations. Therefore, financial information for these agencies is not included in the accompanying basic financial statements.

As discussed further under *Measurement Focus and Basis of Accounting*, these financial statements are presented on a cash basis of accounting, which is a basis of accounting other than Generally Accepted Accounting Principles (GAAP) accepted in the United States of America, established by the Governmental Accounting Standards Board (GASB). These cash basis financial statements generally meet the presentation and disclosure requirements applicable to GAAP, in substance, but are limited to the elements presented in the financial statements and the constraints of the measurement and recognition criteria of the cash basis of accounting.

Basic Financial Statements

Basic financial statements are presented at both the government-wide and fund financial level. Both levels of statements categorize primary activities as either governmental or business-type. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

Government-wide financial statements display information about the reporting government as a whole. For the most part, the effect of interfund activity has been removed from these statements. These statements focus on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. These aggregated statements consist of the Statement of Net Position (Cash Basis) and the Statement of Activities (Cash Basis).

The Statement of Net Position (Cash Basis) presents information about the reporting government as a whole. The information includes all funds of the reporting entity. The statement distinguishes between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues and other revenues. Business-type activities are financed in whole or in part by fees charged to external parties for services.

The Statement of Activities (Cash Basis) demonstrates the degree to which the direct disbursements of a given function or segment are offset by program revenues. *Direct disbursements* are those that are clearly identifiable with a specific function or segment. *Program receipts* include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program receipts are reported instead as *general receipts*.

Fund financial statements display information at the individual fund level. Each fund is considered to be a separate accounting entity. Funds are classified and summarized as governmental, proprietary, or fiduciary. Currently, the City has governmental and proprietary type funds. Major individual governmental funds, and major individual enterprise funds are reported as separate columns in the fund financial statements. Non-major funds are consolidated into a single column within each fund type in the financial section of the basic financial statements

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

and are detailed in the other supplementary information.

Accounting principles generally accepted in the United States of America set forth minimum criteria (percentage of the assets, liabilities, receipts or disbursements of either fund category or the government and enterprise combined) for the determination of major funds.

Basis of Presentation

The City reports the following major governmental funds:

General Fund - to account for the financial operations of the City not accounted for in any other fund. Principal sources of receipts are property taxes, licenses and permits, franchise fees and State shared revenues. Primary disbursements are for police protection, insurance and general administration.

Combined with the General Fund are the Unemployment Fund and the Watts House Fund— accounts for unemployment disbursements and repairs and improvement of the Watts House.

Street Fund – accounts for gasoline tax apportionments and disbursements for street improvements.

Street SDC Fund - accounts for the system development charges.

Special Revenue Funds are used to account for the proceeds from specific sources that are either legally restricted to disbursements for specified purposes or designated to finance particular functions or activities of the City. The City reports the following non major governmental funds:

PEG Fee Fund – accounts for Public Education Governmental receipts from cable fees and disbursements related to public access and education.

Building Fund - accounts for the operations of the City's building receipts.

Law Enforcement Fund – accounts for municipal court receipts assessed for the purpose of law enforcement activities.

Recreation Reserve Fund – accounts for receipts and future construction of the City's pool.

Foot Path and Bike Trails Fund – accounts for 1% of gasoline tax and improvements to foot path and bike trails.

Parks SDC Fund – to account for receipts and disbursements associated with parks capital projects.

Proprietary Funds are used to account for the acquisition, operation, and maintenance of the wastewater and water systems. These funds are entirely or predominantly self-supported through user charges to customers.

The City reports the following major proprietary funds:

Water Utility Fund - to account for the operation of the City's water system.

Wastewater Utility Fund - to account for the operation of the City's wastewater system.

CITY OF SCAPPOOSE, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2018

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Wastewater SDC Fund - to account for receipts and disbursements associated with wastewater capital projects.

The City reports the following non major proprietary funds:

Storm Drain Fund - to account for the operation of the City's storm drain system.

Storm Drain SDC Fund - to account for receipts and disbursements associated with storm drain capital projects.

Water SDC Fund - to account for receipts and disbursements associated with water capital projects.

Airpark Water Line – to accounts for receipts and disbursements associated with this capital project.

G O Bond Water-Wastewater Fund - to account for receipts applicable to the retirement of bonds and related interest.

Fund Balance

In the fund financial statements, the fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Governmental type fund balances are reported in the following classifications:

Fund balance is reported as nonspendable when the resources cannot be spent because they are either in a nonspendable form or legally or contractually required to be maintained intact. Resources in nonspendable form include inventories, prepaid and deposits, and assets held for resale.

Fund balance is reported as restricted when the constraints placed on the use of resources are either: (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Fund balance is reported as committed when the City Council takes formal action that places specific constraints on how the resources may be used. The City Council can modify or rescind the commitment at any time through taking a similar formal action.

Resources that are constrained by the City's intent to use them for a specific purpose, but are neither restricted nor committed, are reported as assigned fund balance. Intent is expressed when the City Council approves which resources should be "reserved" during the adoption of the annual budget. The City's Finance Administrator uses that information to determine whether those resources should be classified as assigned or unrestricted for presentation in the City's Annual Financial Report.

Unrestricted fund balance is the residual classification for the General Fund. This classification represents fund balance that has not been restricted, committed, or assigned within the General Fund. This classification is also used to report any negative fund balance amounts in other governmental funds.

CITY OF SCAPPOOSE, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2018

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Definitions of Governmental Fund Types

The General Fund is used to account for all financial resources not accounted for in another fund. In addition, certain Special Revenue Funds are reported as part of the General Fund because their source of funds is primarily transfers from the General Fund.

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The term "proceeds of specific revenues sources" means that the revenue sources for the fund must be from restricted or committed sources, specifically that a substantial portion of the revenue must be from these sources and be expended in accordance with those requirements.

Capital Projects Funds are utilized to account for financial resources to be used for the acquisition or construction of capital equipment and facilities.

The City adopted the provisions of GASB Statement #54 *Fund Balance Reporting and Governmental Fund Types Definitions*. Among the changes required is that Special Revenue Funds whose primary source of funding is transfers from the General Fund be reported as part of the General Fund. Therefore, in the Governmental Funds Balance Sheet (Cash Basis) and the Statement of Cash Receipts, Disbursements and Changes in Fund Balances (Cash Basis), the Unemployment Fund and the Watts Fund has been combined with the General Fund.

Measurement Focus and Basis of Accounting

The financial statements are presented on a cash basis of accounting, which is a basis of accounting other than GAAP as established by GASB. The cash basis of accounting differs from GAAP primarily because certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected and other accrued revenue and receivables) and certain liabilities and their related expenses or expenditures (such as accounts payable and expenses for goods and services received but not yet paid and other accrued expenses and liabilities) are not recorded in these financial statements. In addition, other economic assets, deferred outflows, liabilities, and deferred inflows that do not arise from a cash transaction or event are not reported, and the measurement of reported assets and liabilities does not involve adjustment to fair value. Additionally, capital assets such as property and equipment, and long-term liabilities such as debt are only reported in the notes to the financial statements.

If the City utilized the basis of accounting recognized as generally accepted in the United States of America, the fund financial statements for the governmental funds would use the modified accrual basis of accounting, and the fund financial statements for the enterprise funds would use the accrual basis of accounting. All government-wide financial statements would be presented on the accrual basis of accounting.

The City's policy, although not in accordance with accounting principles generally accepted in the United States of America, is acceptable under Oregon Law (ORS 294.333), which leaves the selection of the method of accounting to the discretion of the municipal corporation.

Enterprise funds distinguish between operating receipts and disbursements and non-operating items. Operating receipts and disbursements result from providing services to customers in connection with ongoing utility operations. The principal operating revenues are charges to customers for service. Operating disbursements

CITY OF SCAPPOOSE, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2018

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

include payroll and related costs, and materials and supplies. All receipts not considered operating are reported as non-operating items.

Use of Estimates

The preparation of financial statements in conformity with the cash basis of accounting do not require management to make estimates or assumptions that affect reporting amounts. Capital Asset values and depreciation amounts reported in the Management Discussion & Analysis (M D & A) notes include estimates, but these amounts are not included in the financial statements.

Cash and Cash Equivalents

The City maintains cash in a common pool that is available for use by all funds. Each fund type's portion of this pool is displayed as cash and cash equivalents. The City considers cash on hand, demand deposits and savings accounts, and short-term investments with an original maturity of three months or less from the date of acquisition to be cash and cash equivalents.

Oregon Revised Statutes authorize the City to invest in certificates of deposit, savings accounts, bank repurchase agreements, bankers' acceptances, general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities and the State Treasurer's Local Government Investment Pool, among others.

For the purpose of financial reporting, cash and cash equivalents includes all demand and savings accounts and certificates of deposit or short-term investments with an original maturity of three months or less.

Investments in the Local Governmental Investment Pool are stated at cost, which approximates fair value.

Property Taxes

Property taxes are levied by the County Assessor and collected by the County tax collector. The taxes are levied and become a lien as of July 1. They may be paid in three equal installments, the payments are due November 15, February 15, and May 15. The City's property tax collection records show that most of the property taxes due are collected during the year of levy and delinquent taxes are collected in the next few years.

Capital Assets

Capital assets (items costing more than \$5,000 and lasting more than one year) are reported in the applicable governmental or business-type activities in the notes to the financial statements. In the fund statements, capital assets are charged as disbursements as purchased. Capital assets are recorded at cost or estimated historical cost where records are available. Donated assets are not recorded. Replacements which improve or extend the lives of property are recorded as disbursements in the financial statement and added to capital assets in the note disclosures.

Capital assets are depreciated unless they are inexhaustible in nature (e.g., land and right-of-ways). Depreciation is an accounting process to allocate the cost of capital assets in a systematic and rational manner to those periods expected to benefit from the use of capital assets. Depreciation is not intended to represent an estimate in the decline of fair market value, nor are capital assets, net of accumulated depreciation, intended to represent an estimate of the current condition of the assets, or the maintenance requirements needed to maintain the assets at their current level of condition.

CITY OF SCAPPOOSE, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2018

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Depreciation is computed over the estimated useful lives of the capital assets. Depreciation is calculated on the straight-line basis. The estimated useful lives of the various categories of assets are as follows:

Buildings and improvements	30 - 40 years
Water and Wastewater Systems	20 - 50 years
Infrastructure	20 - 50 years
Equipment	5 - 30 years

Upon disposal of capital assets, cost and accumulated depreciation are removed from the capital assets.

Long-Term Debt

Long-term debt is presented only in the notes to the financial statements. Payments of principal and interest are recorded as disbursements when paid.

Use of Restricted Assets

When disbursements are made for purposes in which both net position - restricted and net position - unrestricted are available, the City deems net position - restricted to be spent first.

Accrued Compensated Absences

Accumulated unpaid vacation pay is not accrued. Earned but unpaid sick pay is recorded as a disbursement when paid.

Budgets and Budgetary Accounting

The City adopts the budget on an object (personnel services, materials and services, capital outlay, debt service) basis, therefore, disbursements of a specific object may not legally exceed that object's appropriation. The City Council may amend the budget to expend unforeseen receipts by supplemental appropriations. All supplemental appropriations are included in the budget comparison statements. Appropriations lapse at year-end and may not be carried over. The City does not use encumbrance accounting.

CASH

Cash and investments are comprised of the following at June 30, 2018:

	<u>Carrying Value</u>	<u>Fair Value</u>
Cash		
Petty cash	\$ 400	\$ 400
Cash in checking	301,081	301,081
Restricted cash-deposits for business activities	145,285	145,285
Cash deposits	84,345	84,345
Investments		
Local Government Investment Pool	12,738,771	12,738,771
	<u>\$ 13,269,882</u>	<u>\$ 13,269,882</u>

CITY OF SCAPPOOSE, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2018

CASH (continued)

Deposits

At year end, the book balance of the City's bank deposits (checking) was \$301,083 and the bank balance was \$513,813. The difference is due to transactions in process. All deposits not covered by FDIC insurance are covered by the Public Funds Collateralization Program (PFCP) of the State of Oregon.

Custodial Credit Risk - Deposits

This is the risk that in the event of a bank failure, the City's deposits may not be returned. The Federal Depository Insurance Corporation (FDIC) provides insurance for the City's deposits with financial institutions up to \$250,000 each for the aggregate of all non-interest bearing accounts and the aggregate of all interest bearing accounts at each institution. Deposits in excess of FDIC coverage are with institutions participating in the Oregon Public Funds Collateralization Program. The PFCP is a shared liability structure for participating bank depositories, better protecting public funds though still not guaranteeing that all funds are 100% protected. Barring any exceptions, a bank depository is required to pledge collateral valued at least 10% of their quarter-end public fund deposits if they are well capitalized, 25% of their quarter-end public fund deposits if they are adequately capitalized, or 110% of their quarter-end public fund deposits if they are undercapitalized or assigned to pledge 110% by the Office of the State Treasurer. In the event of a bank failure, the entire pool of collateral pledged by all qualified Oregon public funds bank depositories is available to repay deposits of public funds of government entities. As of June 30, 2018, none of the City's bank balances were exposed to custodial credit risk as the balances are under FDIC insurance limits.

Investments

The State Treasurer of the State of Oregon maintains the Oregon Short-Term Fund, of which the Local Government Investment Pool is part. Participation by local governments is voluntary. The State of Oregon investment policies are governed by statute and the Oregon Investment Council. In accordance with Oregon Statutes, the investment funds are invested as a prudent investor would do, exercising reasonable care, skill and caution. The Oregon Short-Term Fund is the LGIP for local governments and was established by the State Treasurer. It was created to meet the financial and administrative responsibilities of federal arbitrage regulations. The investments are regulated by the Oregon Short-Term Fund Board and approved by the Oregon Investment Council (ORS 294.805 to 294.895). At June 30, 2018, the fair value of the position in the Oregon State

Treasurer's Short-Term Investment Pool was approximately equal to the value of the pool shares. The investment in the Oregon Short-Term Fund is not rated for credit quality. Separate financial statements for the Oregon Short-Term Fund are available from the Oregon State Treasurer.

Interest Rate Risk

In accordance with its investment policy, the City manages its exposure to declines in fair value of its investments by limiting the weighted average maturity of its investments through use of the Local Government Investment Pool.

Treasurer's Short-Term Investment Pool was approximately equal to the value of the pool shares. The investment in the Oregon Short-Term Fund is not rated for credit quality. Separate financial statements for the Oregon Short-Term Fund are available from the Oregon State Treasurer.

CITY OF SCAPPOOSE, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2018

CASH (continued)

Treasurer's Short-Term Investment Pool was approximately equal to the value of the pool shares. The investment in the Oregon Short-Term Fund is not rated for credit quality. Separate financial statements for the Oregon Short-Term Fund are available from the Oregon State Treasurer.

Interest Rate Risk

In accordance with its investment policy, the City manages its exposure to declines in fair value of its investments by limiting the weighted average maturity of its investments through use of the Local Government Investment Pool.

Custodial Risk - Investments

For an investment, there is the risk that, in the event of a counterparty failure, the City will not be able to recover the value of its investments or collateralized securities in the possession of an outside party. The City's investment policy limits the types of investments that may be held and does not allow securities to be held by the counterparty. The LGIP is administered by the Oregon State Treasury with the advice of other state agencies and is not registered with the U.S. Securities and Exchange Commission. The LGIP is an open-ended, no-loan, diversified portfolio offered to any agency, political subdivision, or public corporation of the state that by law is made the custodian of, or has control of any fund. The LGIP is commingled with the State's short-term funds. In seeking to best serve local governments of Oregon, the Oregon Legislature established the Oregon Short Term Fund Board, which has established diversification percentages and specifies the types and maturities of the investments. The purpose of the Board is to advise the Oregon State Treasury in the management and investment of the LGIP. These investments within the LGIP must be invested and managed as a prudent investor would, exercising reasonable care, skill and caution. Professional standards indicate that the investments in external investment pools are not subject to custodial risk because they are not evidenced by securities that exist in physical or book entry form. Nevertheless, management does not believe that there is any substantial custodial risk related to investments in the LGIP.

CITY OF SCAPPOOSE, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2018

CAPITAL ASSETS

As a result of the use of the cash basis of accounting in this report, capital assets are not reported in the financial statements. The summary of capital assets for the business-type activities for the year ended June 30, 2018 are as follows:

	<i>Balances July 1, 2017</i>	<i>Additions</i>	<i>Retirements</i>	<i>Balances June 30, 2018</i>
NON-DEPRECIABLE				
Land	\$ 389,036	\$ -	\$ -	\$ 389,036
Construction in progress	-	-	-	\$ -
<i>Total Non-depreciable</i>	389,036	-	-	389,036
DEPRECIABLE				
Buildings and improvements	4,809,739	71,326	-	4,881,065
Equipment	1,999,290	128,982	-	2,128,272
Vehicles	278,271	455,393	-	733,664
Water and sewer systems	20,509,632	1,100,032	-	21,609,664
	27,596,932	1,755,733	-	29,352,665
ACCUMULATED DEPRECIATION				
Buildings and improvements	(2,969,123)	(121,225)	-	(3,090,348)
Equipment	(1,940,244)	(27,961)	-	(1,968,205)
Vehicles	(235,404)	(46,062)	-	(281,466)
Water and sewer systems	(8,143,898)	(472,234)	-	(8,616,132)
	(13,288,669)	(667,482)	-	(13,956,151)
<i>Business-type activities capital assets, net</i>	<u>\$ 14,697,299</u>	<u>\$ 1,088,251</u>	<u>\$ -</u>	<u>\$ 15,785,550</u>

CITY OF SCAPPOOSE, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2018

CAPITAL ASSETS (Continued)

As a result of the use of the cash basis of accounting in this report, capital assets are not reported in the financial statements. The changes in the capital assets for governmental activities for the year ending June 30, 2018 are as follows:

	<i>Balances July 1, 2017</i>	<i>Additions</i>	<i>Retirements</i>	<i>Balances June 30, 2018</i>
NON-DEPRECIABLE				
Land	\$ 2,115,103	\$ -	\$ -	\$ 2,115,103
Construction in process	-	-	-	-
	<u>2,115,103</u>	<u>-</u>	<u>-</u>	<u>2,115,103</u>
DEPRECIABLE				
Buildings	3,593,246	26,875	-	3,620,121
Equipment	819,924	306,726	-	1,126,650
Vehicles	743,413	-	-	743,413
Infrastructure	61,988,405	1,778,509	-	63,766,914
	<u>67,144,988</u>	<u>2,112,111</u>	<u>-</u>	<u>69,257,099</u>
<i>Total depreciable</i>	67,144,988	2,112,111	-	69,257,099
ACCUMULATED DEPRECIATION				
Buildings	(1,542,025)	(93,970)	-	(1,635,995)
Equipment	(381,107)	(67,068)	-	(448,175)
Vehicles	(607,195)	(49,435)	-	(656,630)
Infrastructure	(45,469,851)	(1,602,469)	-	(47,072,320)
	<u>(48,000,178)</u>	<u>(1,812,942)</u>	<u>-</u>	<u>(49,813,120)</u>
<i>Total accumulated depreciation</i>	(48,000,178)	(1,812,942)	-	(49,813,120)
<i>Governmental activities capital assets, net</i>	<u>\$ 21,259,913</u>	<u>\$ 299,169</u>	<u>\$ -</u>	<u>\$ 21,559,082</u>

CITY OF SCAPPOOSE, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2018

LONG-TERM DEBT

As a result of the use of the cash basis of accounting in this report, obligations related to long-term debt and other obligations are not reported as liabilities in the financial statements. Long-term debt transactions for the year were as follows:

	<i>Outstanding July 1, 2017</i>	<i>Issued</i>	<i>Matured/ Redeemed During Year</i>	<i>Outstanding June 30, 2018</i>	<i>Due Within One Year</i>	
Governmental Activities						
Crown Zellerbach Road	79,245	-	53,043	26,202	26,202	
US National Bank- Park Land	478,061	-	478,061	-	-	
	557,306	-	531,104	26,202	26,202	
Capital leases payable	49,490	83,454	42,790	90,154	40,203	
	606,796	83,454	573,894	116,356	66,405	
Business-type Activities						
	<i>Outstanding July 1, 2017</i>	<i>Issued</i>	<i>Forgiven/ Discounted</i>	<i>Matured/ Redeemed During Year</i>	<i>Outstanding June 30, 2018</i>	<i>Due Within One Year</i>
Airpark Waterline Notes Payable	30,318	-	-	30,318	-	-
Water Treatment Plant GO Bonds	114,608	-	-	43,052	71,556	45,107
Water Line Safe Drinking Water Notes	824,862	-	-	51,084	773,778	52,964
Water Treatment Plant Water Notes	1,024,299	-	-	72,515	951,784	78,063
Storage Reservoir Safe Drinking Water Notes	2,596,313	-	-	131,838	2,464,475	133,157
Wastewater Plant Improvements DEQ Loan	238,157	-	-	17,642	220,515	17,642
Wastewater Line Relocation US Bank Loan	400,000	-	-	100,000	300,000	100,000
	5,228,557	-	-	446,449	4,782,108	426,933
Capital leases payable	33,037	270,393	-	81,322	222,108	71,026
	5,261,594	270,393	-	527,771	5,004,216	497,959

CITY OF SCAPPOOSE, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2018

LONG-TERM DEBT (Continued)

U S Bank Park Land– On June 13th 2014, the City entered into a contract with US Bank to borrow \$764,897 for the purpose of refinancing the Veteran Park property and the Aquatics and Community Center property. The interest rate is 2.38%. This past year the City entered into a land sales agreement to sell the property located on SE 2nd Street. The proceeds from the sale paid off this loan in full.

Crown Zellerbach Road – On November 8, 2002, the City entered into a contract with the State of Oregon’s, Department of Transportation to construct a roadway with a traffic signal and a signalized railroad crossing for US 30 to West Lane to improve truck access on to Crown Zellerbach Road. The total estimate project cost of \$2,562,850 consisted of Oregon Transportation Investment (OTIA) grants \$1,782,850 and the City’s matching fund of \$780,000. To cover this matching amount the City made a loan agreement with the principal amount of \$625,000 (interest rate 4%) with Oregon Department of Transportation on August 28, 2003.

Airpark Water Line Notes Payable – The City entered into loan contracts with the Oregon Economic Development Department to extend water to the Scappoose Airport project. The loans are payable from Water and Wastewater SDC charges. The loans were issued in Sept 1997 and in July and Sept of 1998 totaling \$1,372,245. The interest rate is 6% and the loans mature in 2017 and 2018.

Treatment Plant General Obligation Bonds- The City issued general obligation bonds in the amount of \$2,581,300 to provide funds for the acquisition and construction of utility systems. The interest rate is 5%. The water bonds mature in 2019.

Water Treatment Plant Phase 1 & 2 and Safe Drinking Water Project Notes – On December 4, 2002, the City entered into a contract with Oregon Economic and Community Development Department (OECDD) for water system improvement projects phase 1 & 2. Total estimated costs for both projects are \$6,974,000 which consists of water grants \$500,000, a water loan \$1,814,000 (interest rate 4.4%), a Safe Drinking water revolving loan \$4,000,000 (interest 1%), including a forgivable note of \$250,000 and the City’s matching funds of \$660,000. The loans mature in 2028 and 2034.

Dutch Canyon Waterline Notes is at 3.68% interest. This project was contingent and part of the financing of the Water Treatment Plant Phase 1 & 2. Upon completion of the Water Treatment Plant Phase 1 & 2 project the Dutch Canyon water line was constructed. The original loan amount was \$1,274,143 and the loan matures in 2029.

Wastewater Treatment Plant Improvements Clean Water DEQ Bond – The City entered into a contract in 2010 for the purpose of construction pump and filter upgrades for the Waste Water Treatment Plant and Springlake Park Pump Station. The loan amount is \$705,660, and the interest rate is 0%. The loan has a provision of 50% loan forgiveness referred to as the “ARRA Forgivable Loan” if the project is completed in compliance and there is no default of terms. The loan matures in 2031.

Wastewater Line Relocation U S Bank – On December 2013 the City entered in to a loan agreement to funds movement of the waste water line located on JP West Road. Columbia County constructed a new, wider bridge, which required our waste water line to be relocated. The loan amount is \$700,000, the interest rate is 2.47%. The agreement requires semi-annual principal and interest payments due December and June for 7 years, the balance will be paid in full 2020.

CITY OF SCAPPOOSE, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2018

LONG-TERM DEBT (Continued)

Future debt service requirements are as follows:

Governmental Activities			
Fiscal Year Ending	Principal	Interest	Total
June 30,			
2019	26,202	1,048	27,250
2020	-	-	-
2021	-	-	-
2022	-	-	-
	<u>26,202</u>	<u>1,048</u>	<u>27,250</u>
Business-type Activities			
Fiscal Year Ending	Principal	Interest	Total
June 30,			
2019	426,932	109,879	536,811
2020	412,142	98,891	511,033
2021	394,687	85,432	480,119
2022	303,811	76,783	380,594
2023	308,065	68,966	377,031
2024-2028	1,673,768	218,439	1,892,207
2029-2033	941,638	46,751	988,389
2034-2037	321,065	4,977	326,042
	<u>\$ 4,782,108</u>	<u>\$ 710,118</u>	<u>\$ 5,492,226</u>

CAPITAL LEASES

The City has entered into four separate lease agreements as lessee for financing the acquisition of police vehicles and heavy equipment with Ford Financing Motor Credit Company. The City also entered into a lease agreement with KS Bank to purchase police vehicle and body camera equipment. The lease agreements qualify as capital leases for accounting purposes.

CAPITAL LEASES

Year Ending	Principal	Interest	Total
June 30,			
2019	111,230	17,033	128,263
2020	72,793	11,067	83,860
2021	62,413	7,015	69,428
2022	65,827	3,601	69,428
	<u>312,263</u>	<u>38,716</u>	<u>350,979</u>

OPERATING LEASES

On November 12, 2007, the City entered into a 5-year lease agreement with Brian Rosenthal to rent office space at 52610 NE 1st Street, Units 120 and 130 in Scappoose, Oregon. In January of 2013 the City signed an extension of the lease agreement for an additional 5-years. On March 8, 2017 the City signed an additional extension of the lease agreement for an additional 5-years commencing on 11/1/2017. For the fiscal year ended June 30, 2018, rent expense was \$33,300.

CITY OF SCAPPOOSE, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2018

OPERATING LEASES (Continued)

OPERATING LEASE

Year Ending June 30,	Space 120/130	Total
2019	33,300	33,300
2020	33,300	33,300
2021	33,300	33,300
2022	33,300	33,300
	<u>133,200</u>	<u>-</u>
		<u>133,200</u>

PENSION PLAN

Plan Description

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

Benefits Provided

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

Pension Benefits

The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0 percent for police and fire employees, 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefit results.

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General Service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50. Tier One general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and fire member benefits are reduced if retirement occurs prior to age 55 with fewer than 25 years of service. Tier Two members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.

CITY OF SCAPPOOSE, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2018

PENSION PLAN (Continued)

Death Benefits

Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided one or more of the following conditions are met:

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

Disability Benefits

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

Benefit Changes

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

2. OPSRP Pension Program (OPSRP DB)

Pension Benefits

The Pension Program (ORS Chapter 238A) provides benefits to members hired on or after August 29, 2003. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:

Police and fire: 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire members is age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.

General Service: 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.

A member of the OPSRP Pension Program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.

PENSION PLAN (Continued)

Death Benefits

Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse, receives for life 50 percent of the pension that would otherwise have been paid to the deceased member.

Disability Benefits

A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45 percent of the member's salary determined as of the last full month of employment before the disability occurred.

Benefit Changes after Retirement

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

3. OPSRP Individual Account Program (OPSRP IAP)

Pension Benefits

An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies.

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

Death Benefits

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

Recordkeeping

OPERS contracts with VOYA Financial to maintain IAP participant records.

Contributions

PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay

CITY OF SCAPPOOSE, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2018

PENSION PLAN (Continued)

benefits when due. This funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2016 actuarial valuation as subsequently modified by 2015 legislated changes in benefit provisions. The rates based on a percentage of payroll, first became effective July 1, 2015. Employer contributions for the year ended June 30, 2018 were \$570,913, excluding amounts to fund employer specific liabilities. The employer contribution rates are updated every two years. The City’s PERS contribution rates for the year ended June 30, 2018 and the rates for the new year are shown below:

Rate Category	FY 16-17 Net Rate	FY 17-18 Net Rate
Tier 1 / Tier 2	17.95%	22.43%
OPSRP General	11.26%	14.32%
OPSRP Police and Fire	15.37%	19.09%

The City’s contributions to PERS for the fiscal years ending June 30, 2015, 2016, 2017 and 2018.

Year Ended June 30	Annual Pension Costs (APC)	Percentage of APC Contributed
2015	\$ 343,565	100%
2016	\$ 436,244	100%
2017	\$ 478,985	100%
2018	\$ 570,913	100%

4. Oregon Public Employees Retirement Systems’ (PERS) Retiree Health Insurance Account (RHIA)

Plan Description

The District contributes to the Oregon Public Employees Retirement Systems’ (PERS) Retiree Health Insurance Account (RHIA), a cost-sharing multiple-employer defined benefit post-employment healthcare plan administered by the Oregon Public Employees Retirement Board (OPERB). The plan, which was established under Oregon Revised Statutes 238.420, provides a payment of up to \$60 per month towards the costs of health insurance for eligible PERS retirees. RHIA post-employment benefits are set by state statute. The plan was closed to new entrants hired on or after August 29, 2003.

To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in PERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in PERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in a PERS-sponsored health plan. A surviving spouse or dependent of a deceased PERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from PERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

CITY OF SCAPPOOSE, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2018

PENSION PLAN *(Continued)*

A comprehensive annual financial report of the funds administered by the OPERB may be obtained by writing to Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, OR 97281-3700, by calling (503) 598-7377, or by accessing the PERS web site at <http://oregon.gov/PERS/>.

Funding Policy

Participating employers are contractually required to contribute at a rate assessed bi-annually by the OPERB, currently 0.50% of annual covered PERS payroll and 0.45% for OPSRP payroll. The OPERB sets the employer contribution rate based on the annual required contribution of the employers (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that,

if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years.

5. Other Post-Employment Benefits (OPEB) EBS

EBS Health Insurance Subsidy

The EBS net OPEB liability is not reported for the current year financial reporting. No actuarial report was obtained for the current fiscal year.

Plan Description

The City operates a single employer retiree benefit plan through CityCounty Insurance Services that provides post-employment health, dental and vision insurance benefits to eligible employees and their spouses. The City is required by Oregon Revised Statutes 243.303 to provide retirees and their dependents with group health insurance from the date of retirement to age 65 at the same rate provided to current employees. Premiums for retirees are tiered and based upon the premium rates available to active employees. The retiree is responsible for any portion of the premiums not paid by the Employer. The implicit employer subsidy is measured as the expected health care cost per retiree and dependent, less the gross premiums charged by the insurance carrier for that coverage. The subsidy is only measured for retirees and spouses younger than age 65, at which point such retirees and spouses typically become eligible for Medicare. GASB Statement 75 is applicable to the City due only to this implicit rate subsidy. This “plan” is not a stand-alone plan, and therefore, does not issue its own financial statements.

Funding Policy

When the City has retirees participating in their health insurance plan, it will, when applicable, collect insurance premiums from all retirees each month and deposit them. The City will then pay healthcare insurance premiums for all retirees at the applicable rate for each family classification.

CITY OF SCAPPOOSE, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2018

INTERFUND TRANSFERS

	<u>Transfer in</u>	<u>Transfer from</u>
General Fund	\$ 478,892	165,132
Building Fund	-	26,182
Street SDC Fund	-	7,816
Street Fund	35,000	83,388
Parks SDC Fund	-	8,033
Watts House Fund	20,000	-
Water Fund	77,382	138,932
Water SDC Fund	94,637	20,077
Wastewater Fund	-	123,776
Wastewater SDC Fund	-	17,771
Storm Drain Fund	-	35,000
Storm Drain SDC Fund	-	2,422
Airpark Water Line Fund	-	77,382
	<u>\$ 705,911</u>	<u>\$ 705,911</u>

Transfers are used to (1) move revenues from the fund that is required by statute or budget to collect them to the fund required by statute or budget to expend them, (2) move receipts restricted to debt service from the collector fund to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

CONTINGENCIES

The City purchases commercial insurance to cover all commonly insurable risks, which includes property damage, liability and employee bonds. Most policies carry a small deductible amount. No insurance claims settled in each of the prior three years have exceeded policy coverage.

SUPPLEMENTAL INFORMATION

CITY OF SCAPPOOSE, OREGON
RECONCILIATION OF BUDGETARY TO REPORTING FUNDS
BALANCE SHEET (CASH BASIS) – GENERAL FUND
YEAR ENDED JUNE 30, 2018

	<u>General</u>	<u>Budgetary funds</u>		<u>Total</u>
		<u>Unemployment</u>	<u>Watts House</u>	<u>(reported as</u>
				<u>General Fund)</u>
ASSETS				
Cash and cash equivalents	\$ 3,212,561	\$ 72,086	\$ 47,239	\$ 3,331,886
Fund Balances				
Committed for:				
For customer deposits	-			
Unemployment	-	72,086		72,086
Unassigned:	3,212,561		47,239	3,259,800
Total Fund Balances	<u>3,212,561</u>	<u>72,086</u>	<u>47,239</u>	<u>3,331,886</u>
Total Liabilities and Fund Balances	<u>\$ 3,212,561</u>	<u>\$ 72,086</u>	<u>\$ 47,239</u>	<u>\$ 3,331,886</u>

CITY OF SCAPPOOSE, OREGON
RECONCILIATION OF BUDGETARY TO REPORTING FUNDS
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE-
(CASH BASIS) GENERAL FUND
YEAR ENDED JUNE 30, 2018

	<i>Budgetary funds</i>			<i>Total</i>
	<i>General</i>	<i>Unemployment</i>	<i>Watts House</i>	<i>(reported as General Fund)</i>
CASH RECEIPTS				
Taxes and assessments	\$ 1,968,338			\$ 1,968,338
Licenses and permits	489,132			489,132
Charges for services	423,215			423,215
Intergovernmental	417,706		-	417,706
Miscellaneous	262,435	1,192	3,151	266,778
<i>Total Receipts</i>	3,560,826	1,192	3,151	3,565,169
DISBURSEMENTS				
General government	907,367	-	5,316	912,683
Court and police	1,775,789			1,775,789
Community services & development	139,470			139,470
Culture and recreation	267,465			267,465
Capital outlay	226,659		-	226,659
Debt service	45,735			45,735
<i>Total Disbursements</i>	3,362,485	-	5,316	3,367,801
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	198,341	1,192	(2,165)	197,368
OTHER FINANCING SOURCES (USES)				
Transfers in	478,892	-	20,000	498,892
Transfers out	(165,132)	-	-	(165,132)
<i>Total Other Financing Sources (Uses)</i>	313,760	-	20,000	333,760
NET CHANGE IN FUND BALANCES	512,101	1,192	17,835	531,128
FUND BALANCES, Beginning of year	2,700,460	70,894	29,404	2,800,758
FUND BALANCES, End of year	\$ 3,212,561	\$ 72,086	\$ 47,239	\$ 3,331,886

CITY OF SCAPPOOSE, OREGON
COMBINING BALANCE SHEET (CASH BASIS) -
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Special Revenue						
	<u>Building</u>	<u>Peg Fee</u>	<u>Law Enforcement</u>	<u>Recreation Reserve</u>	<u>Bike Trails</u>	<u>Parks SDC</u>	<u>Totals</u>
ASSETS							
Cash and cash equivalents	\$ 435,843	104,380	33,247	257,359	38,053	861,794	\$ 1,730,676
FUND BALANCES							
Restricted for							
Capital Projects					38,053	861,794	899,847
Committed for							-
Capital Projects				257,359			257,359
Special Revenue	435,843	104,380	33,247				573,470
<i>Total Fund Balances</i>	\$ 435,843	\$ 104,380	\$ 33,247	\$ 257,359	\$ 38,053	\$ 861,794	\$ 1,730,676

CITY OF SCAPPOOSE, OREGON
COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES
(CASH BASIS) - NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Special Revenue						Totals
	Building	PEG Fee	Law Enforcement	Recreation Reserve	Foot Paths & Bicycle Trails	Parks SDC	
RECEIPTS							
Licenses and permits	\$ 300,201	-	-	-	-	155,902	\$ 456,103
Charges for services	-	9,439	15,108	-	-	-	24,547
Intergovernmental	-	-	-	182,600	4,337	641,260	828,197
Miscellaneous	12,875	1,770	563	5,738	593	5,530	27,069
<i>Total Receipts</i>	<u>313,076</u>	<u>11,209</u>	<u>15,671</u>	<u>188,338</u>	<u>4,930</u>	<u>802,692</u>	<u>1,335,916</u>
DISBURSEMENTS							
Current operating	-	-	-	-	-	-	-
General government	253,192	-	-	-	-	-	253,192
Highways and streets	-	-	9,090	-	-	-	9,090
Culture and recreation	-	15,151	-	-	-	-	15,151
Capital outlay	-	-	7,145	-	-	-	7,145
Debt service	-	-	-	293,140	-	195,457	488,597
<i>Total Disbursements</i>	<u>253,192</u>	<u>15,151</u>	<u>16,235</u>	<u>293,140</u>	<u>-</u>	<u>195,457</u>	<u>773,175</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	59,884	(3,942)	(564)	(104,802)	4,930	607,235	562,741
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	-	-
Transfers out	(26,182)	-	-	-	-	(8,033)	(34,215)
<i>Total Other Financing Sources (Uses)</i>	<u>(26,182)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(8,033)</u>	<u>(34,215)</u>
NET CHANGE IN FUND BALANCES	33,702	(3,942)	(564)	(104,802)	4,930	599,202	528,526
FUND BALANCES, Beginning of year	402,141	108,322	33,811	362,161	33,123	262,592	1,202,150
FUND BALANCES, End of year	<u>\$ 435,843</u>	<u>\$ 104,380</u>	<u>\$ 33,247</u>	<u>\$ 257,359</u>	<u>\$ 38,053</u>	<u>\$ 861,794</u>	<u>\$ 1,730,676</u>

CITY OF SCAPPOOSE, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE

(CASH BASIS) - BUDGET AND ACTUAL - GENERAL FUND

YEAR ENDED JUNE 30, 2018

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Taxes and assessments	\$ 1,881,990	1,881,990	\$ 1,968,338	\$ 86,348
Licenses and permits	479,000	479,000	489,132	10,132
Charges for services	495,950	495,950	423,215	(72,735)
Intergovernmental	949,510	949,510	417,706	(531,804)
Miscellaneous	48,000	48,000	262,435	214,435
Total Receipts	3,854,450	3,854,450	3,560,826	(293,624)
DISBURSEMENTS				
General government	1,136,078	1,136,078	907,367	228,711
Police and court	2,118,743	2,118,743	1,775,789	342,954
Culture and recreation	319,050	319,050	267,465	51,585
Community development	193,799	193,799	139,470	54,329
Capital outlay	840,509	821,748	226,659	595,089
Debt service	26,975	45,736	45,735	1
Contingency	610,940	610,940	-	610,940
Total Disbursements	5,246,094	5,246,094	3,362,485	1,883,609
RECEIPTS OVER (UNDER) DISBURSEMENTS	(1,391,644)	(1,391,644)	198,341	1,589,985
OTHER FINANCING SOURCES (USES)				
Transfer in	478,892	478,892	478,892	-
Transfers out	(165,132)	(165,132)	(165,132)	-
Total Other Financing Sources (Uses)	313,760	313,760	313,760	-
NET CHANGE IN FUND BALANCE	(1,077,884)	(1,077,884)	512,101	1,589,985
FUND BALANCE, Beginning of year	2,177,884	2,177,884	2,700,460	522,576
FUND BALANCE, End of year	\$ 1,100,000	1,100,000	\$ 3,212,561	\$ 2,112,561

CITY OF SCAPPOOSE, OREGON**SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES****(CASH BASIS) - BUDGET AND ACTUAL – UNEMPLOYMENT FUND****YEAR ENDED JUNE 30, 2018**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Miscellaneous	\$ 725	725	\$ 1,192	467
<i>Total Receipts</i>	725	725	1,192	467
DISBURSEMENTS				
Materials and services	35,500	35,500	-	35,500
Contingency	36,083	36,083	-	36,083
<i>Total Disbursements</i>	71,583	71,583	-	71,583
RECEIPTS OVER (UNDER) DISBURSEMENTS	(70,858)	(70,858)	1,192	72,050
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
<i>Total Other Financing Sources (Uses)</i>	-	-	-	-
NET CHANGE IN FUND BALANCE	(70,858)	(70,858)	1,192	72,050
FUND BALANCE, Beginning of year	70,858	70,858	70,894	36
FUND BALANCE, End of year	\$ -	\$ -	\$ 72,086	\$ 72,086

CITY OF SCAPPOOSE, OREGON**SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCE****(CASH BASIS) - BUDGET AND ACTUAL – WATTS HOUSE FUND****YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual	Variance
	Original	Final		
RECEIPTS				
Intergovernmental	\$ 20,000	20,000	\$ -	(20,000)
Miscellaneous	200	200	3,151	2,951
<i>Total Receipts</i>	20,200	20,200	3,151	(17,049)
DISBURSEMENTS				
Materials and services	9,880	9,880	5,316	4,564
Capital outlay	50,000	50,000	-	50,000
Contingency	7,105	7,105	-	7,105
<i>Total Disbursements</i>	66,985	66,985	5,316	61,669
RECEIPTS OVER (UNDER) DISBURSEMENTS	(46,785)	(46,785)	(2,165)	44,620
OTHER FINANCING SOURCES (USES)				
Transfers in	20,000	20,000	20,000	-
<i>Total Other Financing Sources (Uses)</i>	20,000	20,000	20,000	-
NET CHANGE IN FUND BALANCE	(26,785)	(26,785)	17,835	44,620
FUND BALANCE, Beginning of year	26,785	26,785	29,404	2,619
FUND BALANCE, End of year	\$ -	\$ -	\$ 47,239	\$ 47,239

CITY OF SCAPPOOSE, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES

(CASH BASIS)- BUDGET AND ACTUAL - STREET FUND

YEAR ENDED JUNE 30, 2018

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Intergovernmental	\$ 1,865,359	1,865,359	\$ 2,754,243	888,884
Licenses and permits	40,000	40,000	8,331	(31,669)
Miscellaneous	4,700	4,700	11,395	6,695
<i>Total Receipts</i>	1,910,059	1,910,059	2,773,969	863,910
DISBURSEMENTS				
Personal services	397,244	397,244	319,755	77,489
Materials and services	244,404	244,404	129,402	115,002
Capital outlay	2,114,045	2,114,045	1,813,612	300,433
Debt service	-	-	-	-
Contingency	54,419	54,419	-	54,419
<i>Total Disbursements</i>	2,810,112	2,810,112	2,262,769	547,343
RECEIPTS OVER (UNDER) DISBURSEMENTS	(900,053)	(900,053)	511,200	1,411,253
OTHER FINANCING SOURCES (USES)				
Transfers in	35,000	35,000	35,000	-
Transfers out	(83,388)	(83,388)	(83,388)	-
<i>Total Other Financing Sources (Uses)</i>	(48,388)	(48,388)	(48,388)	-
NET CHANGE IN FUND BALANCE	(948,441)	(948,441)	462,812	1,411,253
FUND BALANCE, Beginning of year	948,441	948,441	849,055	(99,386)
FUND BALANCE, End of year	\$ -	\$ -	\$ 1,311,867	\$ 1,311,867

CITY OF SCAPPOOSE, OREGON**SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES****(CASH BASIS) - BUDGET AND ACTUAL – STREET SDC FUND****YEAR ENDED JUNE 30, 2018**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Licenses and permits	\$ 156,320	156,320	\$ 181,587	25,267
Miscellaneous	5,500	5,500	14,325	8,825
<i>Total Receipts</i>	161,820	161,820	195,912	34,092
DISBURSEMENTS				
Capital outlay	300,000	300,000	-	300,000
Debt service	56,213	56,213	56,213	-
Contingency	502,738	502,738	-	502,738
<i>Total Disbursements</i>	858,951	858,951	56,213	802,738
RECEIPTS OVER (UNDER) DISBURSEMENTS	(697,131)	(697,131)	139,699	836,830
OTHER FINANCING SOURCES (USES)				
Transfers out	(7,816)	(7,816)	(7,816)	-
<i>Total Other Financing Sources (Uses)</i>	(7,816)	(7,816)	(7,816)	-
NET CHANGE IN FUND BALANCE	(704,947)	(704,947)	131,883	836,830
FUND BALANCE, Beginning of year	704,947	704,947	765,637	60,690
FUND BALANCE, End of year	\$ -	\$ -	\$ 897,520	\$ 897,520

CITY OF SCAPPOOSE, OREGON
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES
(CASH BASIS) - BUDGET AND ACTUAL – BUILDING FUND
YEAR ENDED JUNE 30, 2018

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Licenses and permits	\$ 280,000	280,000	\$ 300,201	20,201
Miscellaneous	1,400	1,400	12,875	11,475
<i>Total Receipts</i>	<u>281,400</u>	<u>281,400</u>	<u>313,076</u>	<u>31,676</u>
DISBURSEMENTS				
Personal services	259,932	259,932	197,574	62,358
Materials and services	63,140	63,140	55,618	7,522
Capital outlay	30,000	30,000	-	30,000
Contingency	130,052	130,052	-	130,052
<i>Total Disbursements</i>	<u>483,124</u>	<u>483,124</u>	<u>253,192</u>	<u>229,932</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	(201,724)	(201,724)	59,884	261,608
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(26,182)	(26,182)	(26,182)	-
<i>Total Other Financing Sources (Uses)</i>	<u>(26,182)</u>	<u>(26,182)</u>	<u>(26,182)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(227,906)	(227,906)	33,702	261,608
FUND BALANCE, Beginning of year	<u>227,906</u>	<u>227,906</u>	<u>402,141</u>	<u>174,235</u>
FUND BALANCE, End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 435,843</u>	<u>\$ 435,843</u>

CITY OF SCAPPOOSE, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES

(CASH BASIS) - BUDGET AND ACTUAL – PEG FEE FUND

YEAR ENDED JUNE 30, 2018

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Charges for services	\$ 9,600	9,600	\$ 9,439	(161)
Miscellaneous	1,200	1,200	1,770	570
<i>Total Receipts</i>	10,800	10,800	11,209	409
DISBURSEMENTS				
Materials and services	35,200	35,200	15,151	20,049
Capital outlay	-	-	-	-
Contingency	76,349	76,349	-	76,349
<i>Total Disbursements</i>	111,549	111,549	15,151	96,398
RECEIPTS OVER (UNDER) DISBURSEMENTS	(100,749)	(100,749)	(3,942)	96,807
NET CHANGE IN FUND BALANCE	(100,749)	(100,749)	(3,942)	96,807
FUND BALANCE, Beginning of year	100,749	100,749	108,322	7,573
FUND BALANCE, End of year	\$ -	\$ -	\$ 104,380	\$ 104,380

CITY OF SCAPPOOSE, OREGON**SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES****(CASH BASIS) - BUDGET AND ACTUAL – LAW ENFORCEMENT FUND****YEAR ENDED JUNE 30, 2018**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Charges for services	\$ 15,000	15,000	\$ 15,108	108
Miscellaneous	220	220	563	343
<i>Total Receipts</i>	15,220	15,220	15,671	451
DISBURSEMENTS				
Materials and services	15,000	15,000	9,090	5,910
Capital outlay	15,000	15,000	7,145	7,855
Debt service	-	-	-	-
Contingency	17,488	17,488	-	17,488
<i>Total Disbursements</i>	47,488	47,488	16,235	31,253
RECEIPTS OVER (UNDER) DISBURSEMENTS	(32,268)	(32,268)	(564)	31,704
NET CHANGE IN FUND BALANCE	(32,268)	(32,268)	(564)	31,704
FUND BALANCE, Beginning of year	32,268	32,268	33,811	1,543
FUND BALANCE, End of year	\$ -	\$ -	\$ 33,247	\$ 33,247

CITY OF SCAPPOOSE, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES

(CASH BASIS) - BUDGET AND ACTUAL – RECREATION RESERVE FUND

YEAR ENDED JUNE 30, 2018

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Intergovernmental		229,346	182,600	
Miscellaneous	\$ 4,000	4,000	\$ 5,738	1,738
<i>Total Receipts</i>	4,000	233,346	188,338	1,738
DISBURSEMENTS				
Materials and services	-	-	-	-
Capital outlay	-	-	-	-
Debt service	63,794	293,140	293,140	-
Contingency	302,174	302,174	-	302,174
<i>Total Disbursements</i>	365,968	595,314	293,140	302,174
RECEIPTS OVER (UNDER) DISBURSEMENTS	(361,968)	(361,968)	(104,802)	303,912
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	
Transfers out				
<i>Total Other Financing Sources (Uses)</i>	-	-	-	302,174
NET CHANGE IN FUND BALANCE	(361,968)	(361,968)	(104,802)	303,912
FUND BALANCE, Beginning of year	361,968	361,968	362,161	193
FUND BALANCE, End of year	\$ -	\$ -	\$ 257,359	\$ 304,105

CITY OF SCAPPOOSE, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES

(CASH BASIS) - BUDGET AND ACTUAL – FOOT PATH & BIKE TRAILS FUND

YEAR ENDED JUNE 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
RECEIPTS				
Intergovernmental	\$ 3,909	3,909	\$ 4,337	428
Miscellaneous	350	350	593	243
<i>Total Receipts</i>	4,259	4,259	4,930	671
DISBURSEMENTS				
Materials and services	3,000	3,000	-	3,000
Capital outlay	30,000	30,000	-	30,000
Contingency	4,306	4,306	-	4,306
<i>Total Disbursements</i>	37,306	37,306	-	37,306
RECEIPTS OVER (UNDER) DISBURSEMENTS	(33,047)	(33,047)	4,930	37,977
NET CHANGE IN FUND BALANCE	(33,047)	(33,047)	4,930	37,977
FUND BALANCE, Beginning of year	33,047	33,047	33,123	76
FUND BALANCE, End of year	\$ -	\$ -	\$ 38,053	\$ 38,053

CITY OF SCAPPOOSE, OREGON**SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES****(CASH BASIS) - BUDGET AND ACTUAL – PARKS SDC FUND****YEAR ENDED JUNE 30, 2018**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Licenses and permits	\$ 160,654	160,654	\$ 155,902	(4,752)
Intergovernmental			641,260	641,260
Miscellaneous	350	350	5,530	5,180
<i>Total Receipts</i>	161,004	161,004	802,692	641,688
DISBURSEMENTS				
Capital outlay	300,000	147,169	-	147,169
Debt service	42,626	195,457	195,457	-
Contingency	49,199	49,199	-	49,199
<i>Total Disbursements</i>	391,825	391,825	195,457	196,368
RECEIPTS OVER (UNDER) DISBURSEMENTS	(230,821)	(230,821)	607,235	838,056
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(8,033)	(8,033)	(8,033)	-
<i>Total Other Financing Sources (Uses)</i>	(8,033)	(8,033)	(8,033)	-
NET CHANGE IN FUND BALANCE	(238,854)	(238,854)	599,202	838,056
FUND BALANCE, Beginning of year	238,854	238,854	262,592	23,738
FUND BALANCE, End of year	\$ -	\$ -	\$ 861,794	\$ 861,794

CITY OF SCAPPOOSE, OREGON
COMBINING STATEMENT OF NET POSITION (CASH BASIS) -
NONMAJOR PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2018

	<u>Storm Drain</u>	<u>Storm Drain SDC</u>	<u>Water SDC</u>	<u>Airpark Water Line</u>	<u>G.O. Water-Sewer</u>	<u>Totals</u>
ASSETS						
Cash and cash equivalents	\$ 240,669	486,938	472,291	90,655	25,619	\$ 1,316,172
NET POSITION:						
Restricted	94,915	533,756	605,912	-	21,150	1,255,733
<i>Total net position</i>	<u>\$ 94,915</u>	<u>\$ 533,756</u>	<u>\$ 605,912</u>	<u>\$ -</u>	<u>\$ 21,150</u>	<u>\$ 1,255,733</u>

CITY OF SCAPPOOSE, OREGON

COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN NET POSITION

(CASH BASIS) - NONMAJOR PROPRIETARY FUNDS

YEAR ENDED JUNE 30, 2018

	<i>Storm Drain</i>	<i>Storm Drain SDC</i>	<i>Water SDC</i>	<i>Airpark Water Line</i>	<i>G.O. Water-Sewer</i>	<i>Totals</i>
OPERATING RECEIPTS						
Taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ 46,227	\$ 46,227
Licenses and permits	-	40,561	327,832	-	-	368,393
Charges for services	172,986	-	-	-	-	172,986
Intergovernmental	-	-	-	18,559	-	18,559
Fines and forfeitures	-	-	-	-	-	-
Miscellaneous	3,758	8,679	9,572	2	140	22,151
<i>Total Operating Receipts</i>	<u>176,744</u>	<u>49,240</u>	<u>337,404</u>	<u>18,561</u>	<u>46,367</u>	<u>628,316</u>
OPERATING DISBURSEMENTS						
Personal services	-	-	-	-	-	-
Materials and services	32,644	-	-	-	-	32,644
Capital outlay	254,853	-	-	-	-	254,853
<i>Total Operating Disbursements</i>	<u>287,497</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>287,497</u>
OPERATING RECEIPTS OVER (UNDER)						
OPERATING DISBURSEMENTS	(110,753)	49,240	337,404	18,561	46,367	340,819
NON OPERATING REVENUES (DISBURSEMENTS)						
Debt proceeds	-	-	-	-	-	-
Debt service						
Principal	-	-	204,353	30,318	41,091	275,762
Interest	-	-	73,990	1,516	9,746	85,252
<i>Total Non Operating Revenues (Disbursements)</i>	<u>-</u>	<u>-</u>	<u>278,343</u>	<u>31,834</u>	<u>50,837</u>	<u>361,014</u>
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS						
Transfers in	-	-	94,637	-	-	94,637
Transfers out	(35,000)	(2,422)	(20,077)	(77,382)	-	(134,881)
CHANGE IN NET POSITION	<u>(145,753)</u>	<u>46,818</u>	<u>133,621</u>	<u>(90,655)</u>	<u>(4,470)</u>	<u>(60,439)</u>
NET POSITION, Beginning of the year	<u>240,668</u>	<u>486,938</u>	<u>472,291</u>	<u>90,655</u>	<u>25,620</u>	<u>1,316,172</u>
NET POSITION, End of the year	<u>\$ 94,915</u>	<u>\$ 533,756</u>	<u>\$ 605,912</u>	<u>\$ -</u>	<u>\$ 21,150</u>	<u>\$ 1,255,733</u>

CITY OF SCAPPOOSE, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES

(CASH BASIS) - BUDGET AND ACTUAL – STORM DRAINAGE FUND

YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Actual	Variance
	Original	Final		
RECEIPTS				
Charges for services	\$ 163,420	163,420	\$ 172,986	9,566
Miscellaneous	1,800	1,800	3,758	1,958
<i>Total Receipts</i>	165,220	165,220	176,744	11,524
DISBURSEMENTS				
Materials and services	104,600	104,600	32,644	71,956
Capital outlay	108,000	108,000	254,853	(146,853)
Debt service	-	-	-	-
Contingency	148,548	148,548	-	148,548
<i>Total Disbursements</i>	361,148	361,148	287,497	73,651
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	(195,928)	(195,928)	(110,753)	85,175
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(35,000)	(35,000)	(35,000)	-
<i>Total Other Financing Sources (Uses)</i>	(35,000)	(35,000)	(35,000)	-
NET CHANGE IN FUND BALANCE	(230,928)	(230,928)	(145,753)	85,175
FUND BALANCE,				
<i>Beginning of year</i>	230,928	230,928	240,668	9,740
FUND BALANCE,				
<i>End of year</i>	\$ -	\$ -	\$ 94,915	\$ 94,915

CITY OF SCAPPOOSE, OREGON
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES
(CASH BASIS) - BUDGET AND ACTUAL – STORM DRAINAGE SDC FUND
YEAR ENDED JUNE 30, 2018

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Licenses and permits	\$ 48,441	48,441	\$ 40,561	(7,880)
Miscellaneous	3,600	3,600	8,679	5,079
<i>Total Receipts</i>	52,041	52,041	49,240	(2,801)
DISBURSEMENTS				
Capital outlay	200,000	200,000	-	200,000
Contingency	329,039	329,039	-	329,039
<i>Total Disbursements</i>	529,039	529,039	-	529,039
RECEIPTS OVER (UNDER) DISBURSEMENTS	(476,998)	(476,998)	49,240	526,238
OTHER FINANCING SOURCES (USES)				
Transfers out	(2,422)	(2,422)	(2,422)	-
<i>Total Other Financing Sources (Uses)</i>	(2,422)	(2,422)	(2,422)	-
NET CHANGE IN FUND BALANCE	(479,420)	(479,420)	46,818	526,238
FUND BALANCE, Beginning of year	479,420	479,420	486,938	7,518
FUND BALANCE, End of year	\$ -	\$ -	\$ 533,756	\$ 533,756

CITY OF SCAPPOOSE, OREGON

SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES

(CASH BASIS) - BUDGET AND ACTUAL – WATER SDC FUND

YEAR ENDED JUNE 30, 2018

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Licenses and permits	\$ 401,530	401,530	\$ 327,832	(73,698)
Miscellaneous	400	400	9,572	9,172
	<u>401,930</u>	<u>401,930</u>	<u>337,404</u>	<u>(64,526)</u>
<i>Total Receipts</i>				
DISBURSEMENTS				
Capital outlay	100,000	100,000		100,000
Debt service	278,343	278,343	278,343	-
Contingency	499,149	499,149	-	499,149
	<u>877,492</u>	<u>877,492</u>	<u>278,343</u>	<u>599,149</u>
<i>Total Disbursements</i>				
RECEIPTS OVER (UNDER) DISBURSEMENTS	(475,562)	(475,562)	59,061	534,623
OTHER FINANCING SOURCES (USES)				
Transfers in	94,637	94,637	94,637	-
Transfers out	(20,077)	(20,077)	(20,077)	-
	<u>74,560</u>	<u>74,560</u>	<u>74,560</u>	<u>-</u>
<i>Total Other Financing Sources (Uses)</i>				
NET CHANGE IN FUND BALANCE	(401,002)	(401,002)	133,621	534,623
FUND BALANCE, Beginning of year	401,002	401,002	472,291	71,289
FUND BALANCE, End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 605,912</u>	<u>\$ 605,912</u>

CITY OF SCAPPOOSE, OREGON**SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES****(CASH BASIS) - BUDGET AND ACTUAL – AIRPARK WATER LINE FUND****YEAR ENDED JUNE 30, 2018**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Intergovernmental	\$ 18,560	18,560	\$ 18,559	(1)
Miscellaneous	-	-	2	2
<i>Total Receipts</i>	18,560	18,560	18,561	1
DISBURSEMENTS				
Debt service	31,834	31,834	31,834	-
Contingency	-	-	-	-
<i>Total Disbursements</i>	31,834	31,834	31,834	-
RECEIPTS OVER (UNDER) DISBURSEMENTS				
	(13,274)	(13,274)	(13,273)	1
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(77,382)	(77,382)	(77,382)	-
<i>Total Other Financing Sources (Uses)</i>	(77,382)	(77,382)	(77,382)	-
NET CHANGE IN FUND BALANCE				
	(90,656)	(90,656)	(90,655)	1
FUND BALANCE, Beginning of year				
	90,656	90,656	90,655	(1)
FUND BALANCE, End of year				
	\$ -	\$ -	\$ -	\$ -

CITY OF SCAPPOOSE, OREGON
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES
(CASH BASIS) - BUDGET AND ACTUAL - GO WATER- WASTEWATER BOND FUND
YEAR ENDED JUNE 30, 2018

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Taxes and assessments	\$ 44,632	44,632	\$ 46,227	1,595
Miscellaneous	150	150	140	(10)
<i>Total Receipts</i>	44,782	44,782	46,367	1,585
DISBURSEMENTS				
Debt service	50,837	50,837	50,837	-
Contingency	317	317	-	317
<i>Total Disbursements</i>	51,154	51,154	50,837	317
RECEIPTS OVER (UNDER) DISBURSEMENTS	(6,372)	(6,372)	(4,470)	1,902
OTHER FINANCING SOURCES (USES)				
NET CHANGE IN FUND BALANCE	(6,372)	(6,372)	(4,470)	1,902
FUND BALANCE, Beginning of year	26,372	26,372	25,620	(752)
FUND BALANCE, End of year	\$ 20,000	\$ 20,000	\$ 21,150	1,150

CITY OF SCAPPOOSE, OREGON
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES
(CASH BASIS) - BUDGET AND ACTUAL - WATER FUND
YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Actual	Variance
	Original	Final		
RECEIPTS				
Licenses and permits	\$ 44,800	44,800	\$ 9,602	(35,198)
Charges for services	1,995,518	1,995,518	1,986,269	(9,249)
Intergovernmental	20,000	20,000	20,000	-
Miscellaneous	23,000	9,500	41,438	31,938
Customer water security deposits			17,340	17,340
<i>Total Receipts</i>	<u>2,083,318</u>	<u>2,069,818</u>	<u>2,074,649</u>	<u>4,831</u>
DISBURSEMENTS				
Personal services	822,807	822,807	721,366	101,441
Materials and services	544,849	544,849	291,463	253,386
Capital outlay	1,061,470	1,061,470	580,423	481,047
Debt service	175,867	175,867	163,967	11,900
Contingency	572,157	572,157	-	572,157
<i>Total Disbursements</i>	<u>3,177,150</u>	<u>3,177,150</u>	<u>1,757,219</u>	<u>1,419,931</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	(1,093,832)	(1,093,832)	317,430	1,424,762
OTHER FINANCING SOURCES (USES)				
Transfers in	77,382	77,382	77,382	
Transfers out	(138,932)	(138,932)	(138,932)	-
<i>Total Other Financing Sources (Uses)</i>	<u>(61,550)</u>	<u>(61,550)</u>	<u>(61,550)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(1,155,382)	(1,155,382)	255,880	1,424,762
FUND BALANCE, Beginning of year	<u>2,155,382</u>	<u>2,155,382</u>	<u>2,478,532</u>	<u>323,150</u>
FUND BALANCE, End of year	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 2,734,412</u>	<u>\$ 1,747,912</u>

CITY OF SCAPPOOSE, OREGON
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES
(CASH BASIS) - BUDGET AND ACTUAL – WASTEWATER FUND
YEAR ENDED JUNE 30, 2018

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Licenses and permits	\$ 40,000	40,000	\$ 4,361	(35,639)
Charges for services	1,731,000	1,731,000	1,726,452	(4,548)
Intergovernmental			10,000	10,000
Miscellaneous	10,000	10,000	14,829	4,829
<i>Total Receipts</i>	1,781,000	1,781,000	1,755,642	(25,358)
DISBURSEMENTS				
Personal services	813,089	813,089	730,262	82,827
Materials and services	565,685	565,685	378,406	187,279
Capital outlay	504,795	504,795	378,111	126,684
Debt service	126,287	126,287	126,287	-
Contingency	238,727	238,727	-	238,727
<i>Total Disbursements</i>	2,248,583	2,248,583	1,613,066	635,517
RECEIPTS OVER (UNDER) DISBURSEMENTS	(467,583)	(467,583)	142,576	610,159
OTHER FINANCING SOURCES (USES)				
Transfers out	(123,776)	(123,776)	(123,776)	-
<i>Total Other Financing Sources (Uses)</i>	(123,776)	(123,776)	(123,776)	-
NET CHANGE IN FUND BALANCE	(591,359)	(591,359)	18,800	610,159
FUND BALANCE, Beginning of year	891,359	891,359	971,502	80,143
FUND BALANCE, End of year	\$ 300,000	\$ 300,000	\$ 990,302	\$ 690,302

CITY OF SCAPPOOSE, OREGON**SCHEDULE OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES****(CASH BASIS) - BUDGET AND ACTUAL – WASTEWATER SDC FUND****YEAR ENDED JUNE 30, 2018**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
RECEIPTS				
Licenses and permits	\$ 355,425	355,425	\$ 290,201	(65,224)
Miscellaneous	6,000	6,000	16,703	10,703
<i>Total Receipts</i>	361,425	361,425	306,904	(54,521)
DISBURSEMENTS				
Capital outlay	310,375	310,375	271,953	38,422
Contingency	844,364	844,364	-	844,364
<i>Total Disbursements</i>	1,154,739	1,154,739	271,953	882,786
RECEIPTS OVER (UNDER) DISBURSEMENTS	(793,314)	(793,314)	34,951	828,265
OTHER FINANCING SOURCES (USES)				
Transfers out	(17,771)	(17,771)	(17,771)	-
<i>Total Other Financing Sources (Uses)</i>	(17,771)	(17,771)	(17,771)	-
NET CHANGE IN FUND BALANCE	(811,085)	(811,085)	17,180	828,265
FUND BALANCE, Beginning of year	811,085	811,085	1,000,306	189,221
FUND BALANCE, End of year	\$ -	\$ -	\$ 1,017,486	\$ 1,017,486

OTHER SCHEDULES

CITY OF SCAPPOOSE, OREGON**OTHER SCHEDULES-SCHEDULE OF PROPERTY TAX TRANSACTIONS (CASH BASIS)****YEAR ENDED JUNE 30, 2018**

SCHEDULE OF PROPERTY TAXES

<i>Tax Year</i>	<i>Uncollected Balances July 1, 2017</i>	<i>2016-2017 Levy</i>	<i>Interest, Discounts & Adjustments</i>	<i>Turnovers</i>	<i>Uncollected Balances June 30, 2018</i>
2017	\$ -	\$ 2,068,800	\$ (58,746)	\$ (1,936,026)	\$ 74,028
2016	75,652	-	(1,633)	(42,292)	31,727
2015	32,757	-	1,654	(16,363)	18,049
2014	18,416	-	1,779	(11,377)	8,818
2013	7,763	-	1,329	(6,988)	2,105
2012	2,334	-	84	(745)	1,673
2011	1,483	-	12	(305)	1,191
2010	1,132	-	106	(354)	884
Prior Years	3,697	-	154	(544)	3,307
Total	<u>\$ 143,234</u>	<u>2,068,800</u>	<u>(55,260)</u>	<u>(2,014,992)</u>	<u>141,782</u>

CITY OF SCAPPOOSE, OREGON

**OTHER SCHEDULES-SCHEDULE OF LONG-TERM DEBT TRANSACTIONS (CASH BASIS)-
YEAR ENDED JUNE 30, 2018**

SCHEDULE OF LONG-TERM DEBT TRANSACTIONS (PRINCIPAL)

	<i>Interest Rates</i>	<i>Date of Issue</i>	<i>Fiscal Year of Maturity</i>	<i>Outstanding July 1, 2017</i>	<i>New Issued</i>	<i>Redeemed/ Refinanced</i>	<i>Principal Paid</i>	<i>Outstanding June 30, 2018</i>
PRINCIPAL TRANSACTIONS								
General Obligations								
Crown Zellerbach Road	4.00%	2002	2019	79,245	-	-	53,043	26,202
US Bank-Park Land	2.38%	2014	2022	478,061	-	39	478,022	-
Enterprise Obligations								
Airpark Line Notes Payable	4.74%	1998	2018	30,318	-	-	30,318	-
Water Treatment Plant GO Bonds	5.00%	1979	2020	114,608	-	-	43,052	71,556
Safe Drinking Water Line Notes	3.68%	2010	2031	824,862	-	-	51,084	773,778
Water Treatment Plant Notes	4.43%	2002	2028	1,024,299	-	-	72,515	951,784
Safe Drinking Water Reservoir Notes	1.00%	2004	2034	2,596,313	-	-	131,838	2,464,475
Wastewater Plant Improvements DEQ Loan	0.00%	2011	2031	238,157	-	-	17,642	220,515
Wastewater Line Relocation US Bank Loan	2.47%	2014	2020	400,000	-	-	100,000	300,000
				<u>\$ 5,785,863</u>	<u>\$ -</u>	<u>\$ 39</u>	<u>\$ 977,514</u>	<u>\$ 4,808,310</u>

SCHEDULE OF LONG-TERM DEBT TRANSACTIONS (INTEREST)

	<i>Interest Rates</i>	<i>Date of Issue</i>	<i>Unmatured Interest July 1, 2017</i>	<i>New Issued</i>	<i>Redeemed/ Refinanced</i>	<i>Interest Paid</i>	<i>Unmatured Interest June 30, 2018</i>
INTEREST TRANSACTIONS							
General Obligations							
Crown Zellerbach Road	4.00%	2002	4,218	-	-	3,170	1,048
US Bank-Park Land	2.38%	2014	31,289	-	20,714	10,575	-
Enterprise Obligations							
Airpark Line Notes Payable	4.74%	1998	1,516	-	-	1,516	-
Water Treatment Plant GO Bonds	5.00%	1979	17,520	-	-	7,785	9,735
Safe Drinking Water Line Notes	3.68%	2010	226,251	-	-	30,355	195,896
Water Treatment Plant Notes	4.43%	2002	312,811	-	-	48,027	264,784
Safe Drinking Water Reservoir Notes	1.00%	2004	254,551	-	-	25,963	228,588
Wastewater Line Relocation US Bank Loan	2.47%	2014	19,760	-	-	8,645	11,115
			<u>\$ 867,916</u>	<u>\$ -</u>	<u>\$ 20,714</u>	<u>136,036</u>	<u>711,166</u>

CITY OF SCAPPOOSE, OREGON

**OTHER SCHEDULES-SCHEDULE OF FUTURE DEBT REQUIREMENTS-GOVERNMENT WIDE (CASH BASIS)-
YEAR ENDED JUNE 30, 2018**

SCHEDULE OF FUTURE DEBT REQUIREMENTS - GOVERNMENT-WIDE

Fiscal Year Ending June 30,	Crown Zellerbach Road			Total Governmental		
	Principal	Interest	Total	Principal	Interest	Total
2019	26,202	1,048	27,250	26,202	1,048	27,250
2020			-	-	-	-
2021			-	-	-	-
2022			-	-	-	-
	\$ 26,202	\$ 1,048	\$ 27,250	\$ 26,202	\$ 1,048	\$ 27,250

CITY OF SCAPPOOSE, OREGON

OTHER SCHEDULES-SCHEDULE OF FUTURE DEBT BY ISSUE BUSINESS-TYPE (CASH BASIS)

YEAR ENDED JUNE 30, 2018

SCHEDULE OF FUTURE DEBT REQUIREMENTS - BUSINESS TYPE

Fiscal Year Ending June 30,	Water Treatment Plant GO Bonds (45) GMAC 01-0507801			Miller Road Water Treatment Plant Safe Drinking Water #GO 3003 (50)			Storage Reservoir Safe Drinking Water #SO3003 (50)		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
	2019	45,107	5,730	50,837	78,063	44,854	122,917	133,157	24,645
2020	26,449	4,005	30,454	78,650	41,342	119,992	134,488	23,313	157,802
2021	-	-	-	84,278	37,724	122,002	135,833	21,968	157,802
2022	-	-	-	89,949	33,763	123,712	137,192	20,610	157,802
2023	-	-	-	90,659	29,490	120,149	138,563	19,238	157,802
2024	-	-	-	96,403	25,184	121,587	139,949	17,852	157,802
2025	-	-	-	102,182	20,605	122,787	141,349	16,453	157,802
2026	-	-	-	107,998	15,751	123,749	142,762	15,039	157,802
2027	-	-	-	108,853	10,621	119,474	144,190	13,612	157,802
2028	-	-	-	114,749	5,450	120,199	145,632	12,170	157,802
2029	-	-	-	-	-	-	147,088	10,714	157,802
2030	-	-	-	-	-	-	148,559	9,243	157,802
2031	-	-	-	-	-	-	150,044	7,757	157,802
2032	-	-	-	-	-	-	151,545	6,257	157,802
2033	-	-	-	-	-	-	153,060	4,741	157,802
2034	-	-	-	-	-	-	154,591	3,211	157,802
2035	-	-	-	-	-	-	156,137	1,665	157,802
2036	-	-	-	-	-	-	10,336	103	10,439
2037	-	-	-	-	-	-	-	-	-
2038	-	-	-	-	-	-	-	-	-
2039	-	-	-	-	-	-	-	-	-
2040	-	-	-	-	-	-	-	-	-
2041	-	-	-	-	-	-	-	-	-
	<u>114,608</u>	<u>17,520</u>	<u>132,128</u>	<u>1,024,299</u>	<u>312,811</u>	<u>1,337,110</u>	<u>2,596,313</u>	<u>254,553</u>	<u>2,850,866</u>

CITY OF SCAPPOOSE, OREGON
OTHER SCHEDULES-SCHEDULE OF FUTURE DEBT BY ISSUE BUSINESS-TYPE (CASH BASIS)
YEAR ENDED JUNE 30, 2018

SCHEDULE OF FUTURE DEBT REQUIREMENTS - BUSINESS TYPE

Fiscal Year Ending June 30,	Dutch Canyon Water Line (40) Safe Drinking Water S03003B			Wastewater Plant Improvements (41) DEQ State Revolving Fund			Wastewater Line Relocation (41) US Bank Sewer Loan			Total Business-Type		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
	2019	52,964	28,475	81,439	17,642	-	17,642	100,000	6,175	106,175	426,932	109,879
2020	54,913	26,526	81,439	17,642	-	17,642	100,000	3,705	103,705	412,142	98,891	511,033
2021	56,934	24,505	81,439	17,642	-	17,642	100,000	1,235	101,235	394,687	85,432	480,119
2022	59,029	22,410	81,439	17,642	-	17,642	-	-	-	303,811	76,783	380,594
2023	61,201	20,238	81,439	17,642	-	17,642	-	-	-	308,065	68,966	377,032
2024	63,453	17,986	81,439	17,642	-	17,642	-	-	-	317,447	61,022	378,470
2025	65,788	15,651	81,439	17,642	-	17,642	-	-	-	326,961	52,709	379,670
2026	68,209	13,229	81,438	17,642	-	17,642	-	-	-	336,611	44,019	380,631
2027	70,719	10,719	81,438	17,642	-	17,642	-	-	-	341,404	34,952	376,356
2028	73,322	8,117	81,439	17,642	-	17,642	-	-	-	351,344	25,737	377,081
2029	76,020	5,419	81,439	17,642	-	17,642	-	-	-	240,750	16,133	256,883
2030	71,227	2,621	73,848	17,642	-	17,642	-	-	-	237,427	11,864	249,291
2031	-	-	-	8,811	-	8,811	-	-	-	158,855	7,757	166,613
2032	-	-	-	-	-	-	-	-	-	151,545	6,257	157,802
2033	-	-	-	-	-	-	-	-	-	153,060	4,741	157,802
2034	-	-	-	-	-	-	-	-	-	154,591	3,211	157,802
2035	-	-	-	-	-	-	-	-	-	156,137	1,665	157,802
2036	-	-	-	-	-	-	-	-	-	10,336	103	10,439
2037	-	-	-	-	-	-	-	-	-	-	-	-
2038	-	-	-	-	-	-	-	-	-	-	-	-
2039	-	-	-	-	-	-	-	-	-	-	-	-
2040	-	-	-	-	-	-	-	-	-	-	-	-
2041	-	-	-	-	-	-	-	-	-	-	-	-
	<u>773,779</u>	<u>195,896</u>	<u>969,675</u>	<u>220,515</u>	<u>-</u>	<u>220,515</u>	<u>300,000</u>	<u>11,115</u>	<u>311,115</u>	<u>4,782,108</u>	<u>710,120</u>	<u>5,492,228</u>

REGULATORY SECTION

To the Governing Body of the City of Scappoose
Scappoose, Oregon

We have audited the basic financial statements of the City of Scappoose as of and for the year ended June 30, 2018, and, have issued our report thereon dated January 7, 2019. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

Compliance

As part of obtaining reasonable assurance about whether the City of Scappoose's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

We performed procedures to the extent we considered necessary to address the required comments and disclosures which included, but were not limited to the following:

- **Deposit of public funds with financial institutions (ORS Chapter 295).**
- **Indebtedness limitations, restrictions and repayment.**
- **Budgets legally required (ORS Chapter 294).**
- **Insurance and fidelity bonds in force or required by law.**
- **Programs funded from outside sources.**
- **Highway revenues used for public highways, roads, and streets.**
- **Authorized investment of surplus funds (ORS Chapter 294).**
- **Public contracts and purchasing (ORS Chapters 279A, 279B, 279C).**

In connection with our testing nothing came to our attention that caused us to believe the City was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-10-000 through 162-10-320 of the Minimum Standards for Audits of Oregon Municipal Corporations.

OAR 162-10-0230 Internal Control

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

This report is intended solely for the information and use of the City Council and management of City of Scappoose and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.



Steve Tuchscherer, CPA, PC
Roseburg, Oregon
January 7, 2019