

**CITY OF COOS BAY
COOS COUNTY, OREGON**

FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2022



**12700 SW 72nd Ave.
Tigard, OR 97223**

CITY OF COOS BAY
COOS COUNTY, OREGON

For the Year Ended June 30, 2022

ANNUAL FINANCIAL REPORT

CITY OF COOS BAY
COOS COUNTY, OREGON

CITY COUNCIL

TERM EXPIRES

Joe Benetti, Mayor

November 2022

Lucinda DiNovo

November 2024

Drew Farmer

November 2024

Stephanie Kilmer

November 2024

Carmen Matthews

November 2022

Rob Miles, President

November 2022

Sara Stephens

November 2022

All council members receive mail at the address listed below.

ADMINISTRATION
Rodger Craddock, City Manager
City Hall
500 Central Avenue
Coos Bay, OR 97420

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COOS COUNTY, OREGON
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December 6, 2022

INDEPENDENT AUDITORS' REPORT

To the City Council
City of Coos Bay
Coos County, Oregon

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Coos Bay, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of The City of Coos Bay, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Coos Bay North Bend Water Board, which represent 27% percent, 4.0% percent, respectively, of the assets, and revenues of the Governmental Activities as of June 30, 2022, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended. Those statements were audited by other auditors whose report has been furnished to us, and our opinion insofar as it relates to the amounts included for the City, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

The City adopted new accounting guidance, GASB Statement No. 87- Leases during the fiscal year under audit. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about The City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and other required supplementary information as noted in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplementary information, as listed in the table of contents, and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CRF) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 auditing standards generally accepted in the United States of America. In our opinion, the supplementary information, as listed in the table of contents, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the other information, as listed in the table of contents, and the listing of board members containing their term expiration dates, located before the table of contents, but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Report on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2022 on our consideration of the internal control over financial reporting and on our tests of compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering internal control over financial reporting and compliance.

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 6, 2022 on our consideration of 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 compliance.



Tara Kamp, CPA
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City of Coos Bay

Finance Department

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MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

As management of the City of Coos Bay, Oregon, we offer the following narrative overview and analysis of the financial activities of the City of Coos Bay (the City) for the fiscal year ended June 30, 2022 (current year). Readers are encouraged to consider this overview and analysis in combination with the accompanying basic financial statements and notes to the financial statements.

FINANCIAL HIGHLIGHTS

- The assets of the City exceeded liabilities at close of fiscal year by \$147,647,685 (net position), an increase of \$1,234,969 from the prior year. Of this amount, \$9,899,879 (unrestricted net position) may be used to meet the government's ongoing obligations to the community and creditors.
- Net position decreased for governmental activities by \$3,959,269 or 3.52% from the prior year. Net position increased for business activities by \$5,194,238 or 15.28% from the prior year. Governmental funds' net position primarily decreased as a result of a current assets; business-type activities increased net position was primarily due to an increase in current assets.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$21,352,041, a decrease of \$4,362,682 or 16.97% from the prior year. Approximately \$4,473,091 or 20.95% of the total amount is available for spending at the City's discretion through the budget process (committed, assigned, and unassigned fund balance).
- At the end of current fiscal year, the total assigned and unassigned fund balance in the General Fund was \$4,335,059 which was 35.71% of the total General Fund operating expenditures of \$12,138,192. This increase of \$1,445,062 or 49.24% in the current year fund balance available for expenditures is primarily due to receipt of federal American Recovery Program Act grant funds.
- Total governmental activities debt decreased by \$1,212,761 or 7.80% during the current fiscal year. The decrease was result of paying all required debt payments and continued draw down of the Downtown 2020A Series bond. Total business-type activities debt increased by \$147,661 or 0.48%. The increase in business-type activities was the result of continued draw down of DEQ Revenue Secured loans to fund wastewater infrastructure improvement projects.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis intends to serve as an introduction to the City's basic financial statements which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements themselves.

Government-wide Financial Statements. These statements are designed to provide readers with a broad overview of the City finances, in a manner similar to private-sector business. They are represented beginning on page 2 of this report. Summarized versions of these statements are included in this MD&A and can be found on pages ii and iii.

The *Statement of Net Position*, page 2 of this report, presents information on all of the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between the components as net position. Over time, increases or decreases in net position may serve as a useful indicator of changes in the City's financial position.

The *Statement of Activities*, page 3 of this report, presents information showing how the City net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. This is the accrual basis of accounting. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (i.e., uncollected property taxes and earned but unused leave).

Both the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

The governmental activities of the City include police, fire, library, parks, general administration, and public works and community development. The business-type activities of the City include wastewater and building codes.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following tables, graphs, and analysis discuss the financial position and changes to the financial position for the City as a whole as of and for the current fiscal year.

Net Position. As previously noted, net position may serve over time as a useful indicator of a government's financial position. The City's net position, the amount by which assets plus deferred outflows of resources exceeded liabilities plus deferred inflows of resources, was \$147,647,685 at close of the current fiscal year. This represented a \$1,234,969 or 0.84% increase in net position from the prior fiscal year.

City of Coos Bay's Net Position at June 30						
	Governmental Activities		Business-Type Activities		Total	
	2021	2022	2021	2022	2021	2022
Current and Other Assets	\$ 34,111,443	\$ 27,356,884	\$ 10,819,515	\$ 16,224,957	\$ 44,930,958	\$ 43,581,841
Investment in Joint Venture	28,729,616	29,514,160	-	-	28,729,616	29,514,160
Non-current assets	-	225,001	-	-	\$ -	\$ 225,001
Capital Assets, net	84,065,792	83,101,717	56,980,722	57,316,239	141,046,514	140,417,956
Total Assets	<u>146,906,851</u>	<u>140,197,762</u>	<u>67,800,237</u>	<u>73,541,196</u>	<u>214,707,088</u>	<u>213,738,958</u>
Deferred Outflows of Resources	5,651,559	5,311,041	805,748	759,771	6,457,307	6,070,812
Long-term Liabilities Outstanding	33,182,702	23,729,820	33,251,920	31,228,058	66,434,622	54,957,878
Other Liabilities	5,580,051	4,063,190	1,167,003	2,524,043	6,747,054	6,587,233
Total Liabilities	<u>38,762,753</u>	<u>27,793,010</u>	<u>34,418,923</u>	<u>33,752,101</u>	<u>73,181,676</u>	<u>61,545,111</u>
Deferred Inflows of Resources	1,391,544	9,260,949	188,459	1,356,025	1,580,003	10,616,974
Net Position:						
Invested in Capital Assets, Net	70,252,490	70,086,829	25,956,439	26,144,295	96,208,929	96,231,124
Invested in Joint Venture	28,729,616	29,514,160	-	-	28,729,616	29,514,160
Restricted for Debt Service	7,645,408	1,624,063	-	-	7,645,408	1,624,063
Restricted for Capital Projects	2,740,677	4,608,874	-	-	2,740,677	4,608,874
Restricted for Other	5,945,300	5,769,585	-	-	5,945,300	5,769,585
Unrestricted	(2,899,378)	(3,148,667)	8,042,164	13,048,546	5,142,786	9,899,879
Total Net Position	<u>\$ 112,414,113</u>	<u>\$ 108,454,844</u>	<u>\$ 33,998,603</u>	<u>\$ 39,192,841</u>	<u>\$ 146,412,716</u>	<u>\$ 147,647,685</u>

The largest portion of the City's net position, \$96,231,124, reflects its net investment in capital assets. The City's asset category, investment in capital assets net of related debt, was used to acquire assets. This represents investment in land, infrastructure, buildings, equipment, and construction in progress, less accumulated depreciation and debt used to purchase those capital assets and was 65.18% of the total net position. The preceding table summarizes the detailed Statement of Net Position. The City's major assets are investment in infrastructure – the wastewater and stormwater systems of the treatment plants and collection/distribution facilities, and the street and sidewalk system. The City uses the capital assets to

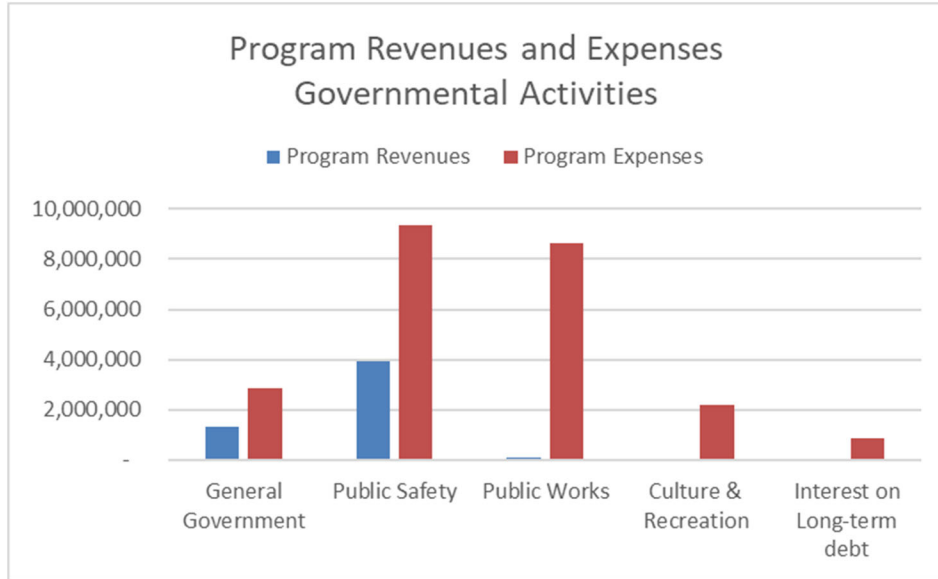
provide services to the community; consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay the debt must be provided from other resources since the capital assets themselves cannot be used to liquidate these liabilities.

The City's restricted net position totaled \$12,002,522 or 8.13% of the total net position representing resources that are subject to external restrictions on how they must be used. This represents a decrease of \$4,328,863 or 26.51% in the City's restricted net position from the prior fiscal year. The City's unrestricted net position, \$9,899,879, may be used to meet the City's ongoing obligations to the community and creditors. At the end of the current fiscal year, the City of Coos Bay reported positive balances in all three categories of net position.

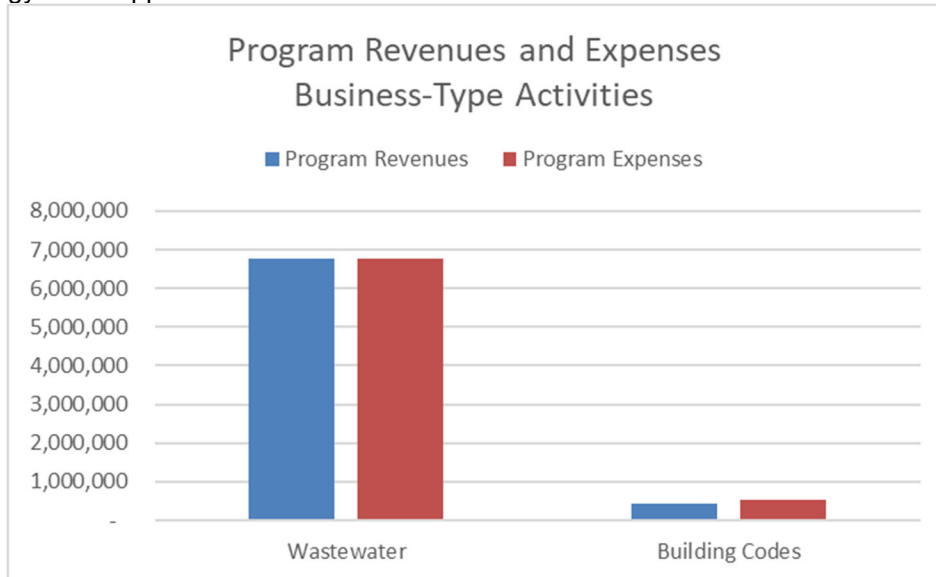
Changes in Net Position. Detail of the following summarized information can be found on the Statement of Activities.

City of Coos Bay's Change in Net Position at June 30						
	Governmental Activities		Business-Type Activities		Total	
	2021	2022	2021	2022	2021	2022
Revenues						
Program Revenues						
Charges for Services	\$ 1,332,645	\$ 1,257,532	\$ 7,222,595	\$ 7,615,420	\$ 8,555,240	\$ 8,872,952
Operating Grants & Contributions	3,917,029	3,835,709	-	-	3,917,029	3,835,709
Capital Grants & Contributions	76,756	-	-	-	76,756	-
General Revenues						
Property Taxes	9,549,127	10,222,503	-	-	9,549,127	10,222,503
Other Taxes	4,862,456	5,922,802	-	-	4,862,456	5,922,802
Intergovernmental	2,058,076	635,727	430,459	55,237	2,488,535	690,964
Gain on Joint Venture	1,011,515	784,544	-	-	1,011,515	784,544
Transfer	50,000	(5,423,458)	(50,000)	5,423,458	-	-
Investment Earnings	197,883	(80,452)	146,994	(67,374)	344,877	(147,826)
Miscellaneous Income	1,544,785	2,671,790	660,269	(531,221)	2,205,054	2,140,569
Total Revenues	24,600,272	19,826,697	8,410,317	12,495,520	33,010,589	32,322,217
Expenses						
General Government	2,623,712	2,861,978	-	-	2,623,712	2,861,978
Public Safety	10,356,947	9,356,170	-	-	10,356,947	9,356,170
Public Works	9,714,687	8,649,811	-	-	9,714,687	8,649,811
Culture & Recreation	2,255,197	2,171,475	-	-	2,255,197	2,171,475
Building Codes	-	-	458,435	538,001	458,435	538,001
Interest on Long-term Debt	1,378,255	841,046	-	-	1,378,255	841,046
Wastewater	-	-	6,938,779	6,763,281	6,938,779	6,763,281
Total Expenses	26,328,798	23,880,480	7,397,214	7,301,282	33,726,012	31,181,762
Change in Net Position	(1,728,526)	(4,053,783)	1,013,103	5,194,238	(715,423)	1,140,455
Net Position - Beginning	114,142,639	112,414,113	30,312,491	33,998,603	144,455,130	146,412,716
Prior Period Adjustment	-	94,514	-	-	-	94,514
Net Position - Ending	\$ 112,414,113	\$ 108,454,844	\$ 31,325,594	\$ 39,192,841	\$ 143,739,707	\$ 147,647,685

- Governmental activities decreased the City's net position by \$3,959,269 or 3.52%.



- Business-type activities increased the City's net position by \$5,194,238 or 15.28%. A rate increase of 5.5% for wastewater was implemented in 2022 which led to an overall increase in program revenue available to fund operating and maintenance costs as well as to build capacity for cash or debt funded infrastructure projects. Additionally, per City Charter, the City's building code program must be self-supporting through collection building permit and inspection fees. To ensure timely review of building plans, permit issuance, and building inspections, fees for building code related permits were increased 10% to support the additions of a full-time and part-time building codes inspector in fiscal year 2017-18. Discussion has begun regarding analysis of current permit and inspection fees to ensure self-supporting methodology is still applied.



FUND FINANCIAL STATEMENTS

The Fund Financial Statements are presented beginning on page 5 of this report. A *fund* is a grouping of related accounts used to maintain control over resources 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. The Agency uses only one fund, which is categorized as a governmental fund. All of the funds of the City can be divided into two categories: governmental and proprietary funds.

Governmental funds are used to account for essentially the same functions as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, which are on full accrual basis, 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, which is the modified accrual basis of accounting. Both the governmental funds balance sheet (5) and the governmental funds statement of revenues, expenditures and changes in fund balances (7) provide a reconciliation to the governmental activities portion of the government-wide financial statements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintained 31 governmental funds at current fiscal year end. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Jurisdictional Exchange Reserve, Revenue Bond, and Downtown Capital Projects, all of which were considered to be major funds. Data from the other governmental funds is combined into a single aggregated presentation. Fund data for each of these non-major governmental funds is disclosed as supplementary information in the form of statements and schedules.

The City adopts an annual appropriated budget for its General Fund, along with all other funds. Budgetary comparisons statements are provided in the basic financial statements, within the required supplementary information section, for the General Fund to demonstrate compliance with this budget. Budgetary comparisons for all other funds are provided as supplementary information.

Proprietary Funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses three enterprise funds to account for its Wastewater Operations, Wastewater Capital Improvements, and Building Codes Funds, all of which are considered to be major funds of the City of Coos Bay. Proprietary fund financial statements provide the same type of information as government-wide financial statements, only in more detail. The basic proprietary fund financial statements can be found on pages 9-11 of this report.

NOTES TO THE FINANCIAL STATEMENTS

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found beginning on page 14 of this report.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes the Other Postemployment Benefits Plan Schedule of Changes in Other Post-Employment Benefits (OPEB) Liability, Schedule of Funding Progress including the Schedule of Proportionate Share of Net Pension Liability (Asset) and the Schedule of Contributions, and the budgetary comparison schedule for the General Fund. This information can be found beginning on page 59 of this report.

SUPPLEMENTARY INFORMATION

Supplementary information includes the combining statements referred to earlier in connection with non-major governmental funds and other financial schedules. This information can be found beginning on page 63 of this report.

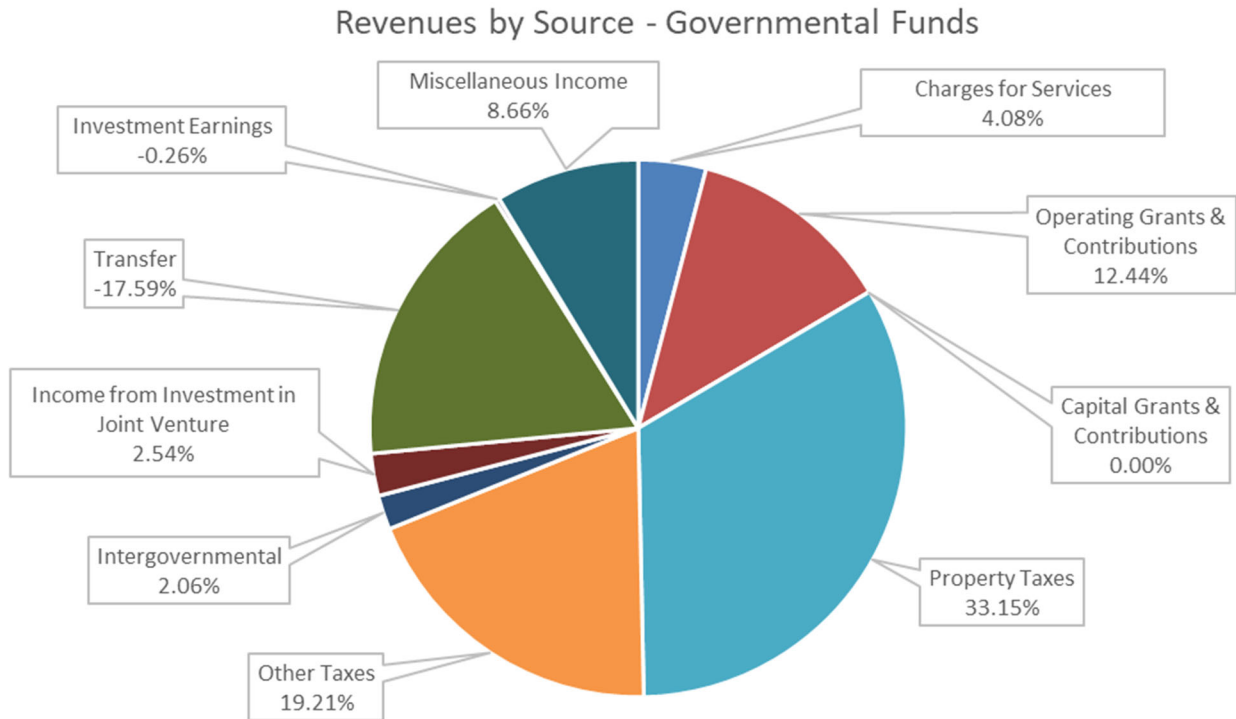
GOVERNMENT-WIDE FINANCIAL ANALYSIS

At the end of the current fiscal year, the City's Balance Sheet for Governmental Funds reported combined ending fund balances of \$21,352,041, a decrease of \$4,362,682 or 16.97% over the prior fiscal year. Business-type Funds reported combined ending net position of \$39,192,841, an increase over the prior fiscal year of \$5,194,238 or 15.28%.

**Changes in Fund Balance
Fiscal Year Ended June 30**

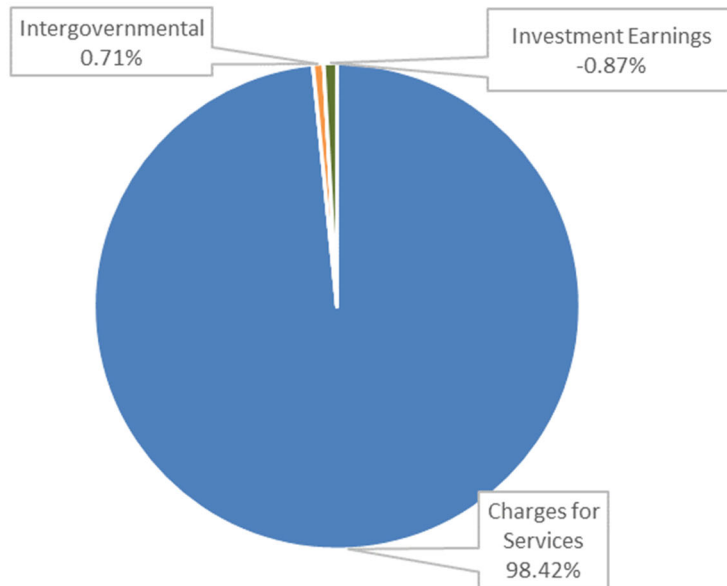
	<u>2021</u>	<u>2022</u>
Governmental Funds		
Major Funds		
General Fund	\$ 2,934,587	\$ 4,379,649
Jurisdictional Exchange Reserve	4,961,201	4,938,032
URA Downtown Capital Projects	<u>2,876,153</u>	<u>2,452,549</u>
Total Major Funds	10,771,941	11,770,230
Non Major Funds	<u>14,942,782</u>	<u>9,581,811</u>
Total Governmental Funds	<u>\$ 25,714,723</u>	<u>\$ 21,352,041</u>
Business-Type Funds		
Major Proprietary Funds		
Wastewater Operations	\$ 59,572,011	\$ 63,723,306
Wastewater Capital Improvements	(25,740,854)	(24,507,920)
Building Codes	<u>167,446</u>	<u>(22,545)</u>
Total Business-Type Funds	<u>\$ 33,998,603</u>	<u>\$ 39,192,841</u>

The City's total property tax revenue increased by \$673,376 or 7.05% due to an increase in taxable assessed values.



The business-type activities are wastewater (operations and capital improvements) and building codes. The primary source of revenue for wastewater operations is charges for services (sewer user fees) with the expenditures comprised of the daily operations. Loan proceeds continue to be drawn down on the State of Oregon's Infrastructure Financing Authority and Department of Environmental Quality State Revolving Fund, the major financing components for wastewater system capital improvement projects this fiscal year. The only revenue source for the building codes division is charges for services (permit fees) with the expenditures comprised of the daily operations of the permit center.

Revenues By Source - Business-Type Activities



Capital Assets. The City's capital assets for the current fiscal year totaled \$140,417,956, net of accumulated depreciation. This represents an overall decrease from the prior fiscal year of \$628,558 or 0.45% for the City as a whole; a decrease of \$964,075 or 1.15% for governmental activities and increase of \$335,517 or 0.59% for business-type activities. The decrease in governmental activities was a result of increased depreciation expense. Major additions to capital assets during the fiscal year included the following:

Governmental Activities

- Mingus Pool rehab
- Street improvements
- Vehicle purchases
- 911 Dispatch consoles
- Sidewalk improvements
- Coos Bay Village infrastructure improvements
- Eastside Boat Ramp improvements
- Empire Boat Ramp improvements
- Empire Fishing Dock improvements
- Library building design
- Library roof replacement

Business-Type Activities

- PS #1 Flow meter
- Vaccon Truck purchase
- Street Sweeper purchase
- WWTP #2 Improvements
- Sewer Collection line improvements
- Storm Infrastructure improvements
- PS 6 & 9 Design
- WWTP #1 Pre-design
- WWTP #1 Collection/Maintenance Building Remodel
- Tidegate Infrastructure Improvements

The following table provides a listing of the capital assets, net of accumulated depreciation. Additional information regarding the City's capital assets can be found in Note 4 of the financial statements.

	Governmental Activities		Business-Type Activities		Total	
	2021	2022	2021	2022	2021	2022
Land and Assets not Depreciated	\$ 5,733,413	\$ 5,753,460	\$ -	\$ -	\$ 5,733,413	\$ 5,753,460
Land Improvements	864,859	802,169	687,471	687,471	1,552,330	1,489,640
Buildings and Improvements	13,741,852	13,927,890	-	-	13,741,852	13,927,890
Machinery and Equipment	493,155	572,126	896,492	1,018,227	1,389,647	1,590,353
Vehicles	1,218,179	1,200,317	526,491	1,122,865	1,744,670	2,323,182
Infrastructure - Streets	56,188,083	59,417,282	-	-	56,188,083	59,417,282
Plant & Systems	-	-	53,458,553	52,191,604	53,458,553	52,191,604
Intangibles	30,098	26,017	-	-	30,098	26,017
Leased Right to Use Asset	-	10,831	-	-	-	10,831
Construction in Progress	5,796,153	1,391,625	1,411,715	2,296,072	7,207,868	3,687,697
Total	\$ 84,065,792	\$ 83,101,717	\$ 56,980,722	\$ 57,316,239	\$ 141,046,514	\$ 140,417,956

Long-term Liabilities. The City's total outstanding long-term debt was \$46,351,172 which was a decrease of \$1,038,057 or 2.19% over the prior fiscal year. At the current fiscal year end, the governmental and business-type long-term debt included loans to construct the new Wastewater Treatment Plant No. 2, IFA #1 and #2 through the State of Oregon Infrastructure Financing Authority, and Oregon Department of Environmental Quality (DEQ) State Revolving Fund (SRF); loans to be paid by the City's joint venture, the Coos Bay-North Bend Water Board, to fund drinking water infrastructure upgrades and new construction; a General Obligation Bond for the construction of the new Fire Station in 2008; OPEB liability; bond premium(s); Empire Urban Renewal Agency serial bonds to finance the acquisition of real property for the library site and repair the seawall contained within and located at the western terminus of the Newmark Avenue right-of-way and several street reconstruction projects, and street infrastructure reconstruction; Downtown Urban Renewal Agency serial bonds to provide financial support for traffic and safety infrastructure as part of the Coos Bay Village development at the old Central Dock site, 4th Street rehabilitation and pedestrian safety improvements, and various downtown area streetscape and street improvement projects.

Oregon Revised Statute 287A.050(2) limits the amount of general obligation debt a governmental entity may issue to three percent of the real market value of the taxable property within its boundary less existing outstanding general obligation debt. The current fiscal year real market value from the Coos County Summary of Assessment and Tax Roll was \$1,771,687,980 and the three percent limit less the principal outstanding for the 2009 Fire Station general obligation bond (refunded with the 2020 Series) of \$2,036,000 would allow for additional general obligation debt of \$51,114,639.

	Outstanding Debt					
	Fiscal Year Ended June 30					
	Governmental Activities		Business-type Activities		Total	
	2021	2022	2021	2022	2021	2022
OPEB Liability	\$ 815,217	\$ 842,260	\$ -	\$ -	\$ 815,217	\$ 842,260
Leases	-	10,770	-	-	-	10,770
Bond Premium	15,102	11,327	-	-	15,102	11,327
General Obligations	2,496,000	2,036,000	-	-	2,496,000	2,036,000
Revenue Bonds/Secured Loans	9,711,529	9,194,938	-	-	9,711,529	9,194,938
Revenue Secured Loans	61,325	55,753	-	-	61,325	55,753
Business Loans/Notes Payable	3,265,773	3,028,180	31,024,283	31,171,944	34,290,056	34,200,124
Total	\$ 16,364,946	\$ 15,179,228	\$ 31,024,283	\$ 31,171,944	\$ 47,389,229	\$ 46,351,172

BUDGETARY HIGHLIGHTS

The following factors currently affect the City of Coos Bay and were considered in developing the 2021-22 and subsequent 2022-2023 fiscal year budgets. Like all cities in Oregon, the City is operating under Measure 50, the ad valorem tax limitation measure approved by voters on May 20, 1997. This measure rolled back assessed values to 1995-96 levels and effectively limited increased property tax revenues the City could anticipate in future years to a maximum of three percent, with permitted allowances for increasing valuations based on new construction. No substantive changes to the basic provisions of Measure 50 have been enacted during subsequent Oregon Legislative sessions. The following table shows changes between the originally adopted budget and the final amended budget for the fiscal year ended June 30, 2022.

Changes in Budget - 2021-2022
Originally Adopted Budget versus Final Amended Budget

	Original Budget	Final Amended Budget	Change
Governmental Funds			
Major Funds			
General Fund	15,548,865	16,851,022	1,302,157
Jurisdictional Exchange Reserve	4,936,000	5,001,202	65,202
URA Downtown Capital Projects	4,041,939	5,178,968	1,137,029
Total Major Funds	24,526,804	27,031,192	2,504,388
Non Major Funds	32,880,306	33,710,187	829,881
Total Governmental Funds	<u>57,407,110</u>	<u>60,741,379</u>	<u>3,334,269</u>
Business-Type Funds			
Major Proprietary Funds			
Wastewater Operations	12,490,938	14,280,804	1,789,866
Wastewater Capital Improvements	9,055,000	10,305,445	1,250,445
Building Codes	749,500	842,712	93,212
Total Business-Type Funds	<u>22,295,438</u>	<u>25,428,961</u>	<u>3,133,523</u>
Total Entity-wide	<u>79,702,548</u>	<u>86,170,340</u>	<u>6,467,792</u>

- Budget amendments during the year were completed for appropriating grant funds and adjusting carryover balance to actual for funds with significant differences, the general fund being one of these funds.
- The City Council budgeted a 5.5% wastewater sewer rate increase for fiscal year 2022 pursuant to the June 2009 rate study plan.
- The City's permanent tax rate continues at \$6.3643.

ECONOMIC FACTORS

- The Coos Bay City Council identified economic development as a priority, specifically tourism, as an important sector of the city economy. Effective November 1, 2018 the Visitor and Convention Bureau's distribution was increased to 50% of transient lodging taxes collected, up from 29%. The city retains the remainder of the transit room tax. Effective April 1, 2019, the City of Coos Bay, City of North Bend and the Coquille Indian Tribe agreed to an increase in the transient lodging tax rate, adjusting the rate of 7% to 9.5%.
- The Coos Bay City Council established a transportation utility fee in FY19 to help support street improvements. For each single-family residential unit, the fee is \$10 per month. For commercial facilities, the fee is \$20 per month. These fees were added to the sewer billing already processed by the Coos Bay-North Bend Water Board, as a separate, identifiable item on each consumer's monthly bill.
- The PERS pension rates for the State of Oregon's 2021-2023 biennium increased an average of 12.59% over the previous PERS rates: Tiers 1 and 2, 26.88%; OPSRP General Service 16.75%; and OPSRP Police/Fire 21.11%.
- The collective bargaining agreement (CBA) for the American Federation of State, County and Municipal Employees (AFSCME) labor union was renegotiated prior to the June 30, 2022 expiration. The CBA for the International Association of Fire Fighters labor contract will expire June 30, 2023.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of Coos Bay's finances and to demonstrate the City's accountability. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to City of Coos Bay Finance Director at 500 Central Avenue, Coos Bay, Oregon, 97420. Financial Statements for the City of Coos Bay are available online at <https://www.coosbayor.gov/government/city-departments/finance-department/budget-audit-records> .



Melissa Olson, Finance Director

**CITY OF COOS BAY
COOS COUNTY, OREGON**

BASIC FINANCIAL STATEMENTS

CITY OF COOS BAY
COOS COUNTY, OREGON

STATEMENT OF NET POSITION
June 30, 2022

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 20,623,562	\$ 15,198,712	\$ 35,822,274
Receivables (Net of Allowance For Uncollectible)	2,140,828	942,190	3,083,018
Lease Receivables	8,836	-	8,836
Prepays	75,490	84,055	159,545
Supply Inventory	938	-	938
Investment in Joint Venture	29,514,160	-	29,514,160
Capital Assets:			
Capital Assets, Non-Depreciable	7,145,085	2,296,072	9,441,157
Capital Assets, Net of Depreciation	75,956,632	55,020,167	130,976,799
Noncurrent Assets:			
OPEB RHIA Asset	225,001	-	225,001
Note Receivable - Due Within One Year	702,706	-	702,706
Note Receivable - Due in More Than One Year	3,804,524	-	3,804,524
Total Assets	<u>140,197,762</u>	<u>73,541,196</u>	<u>213,738,958</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension Related Deferral	5,084,619	759,771	5,844,390
OPEB Related Deferral	167,943	-	167,943
OPEB Related Deferral - RHIA	8,025	-	8,025
Deferred Charge on Refunding	50,454	-	50,454
Total Deferred Outflows of Resources	<u>5,311,041</u>	<u>759,771</u>	<u>6,070,812</u>
LIABILITIES			
Accounts Payable	559,826	692,465	1,252,291
Payroll and Payroll Taxes Payable	205,339	-	205,339
Deposits Payable	25,000	(20)	24,980
Interest Payable	80,762	160,199	240,961
Accrued Compensated Absences	1,233,816	157,197	1,391,013
Noncurrent Liabilities:			
Due Within One Year:			
Long Term Debt	1,958,447	1,514,202	3,472,649
Due in More Than One Year:			
Proportionate Share of Net Pension Liability	10,509,039	1,570,316	12,079,355
OPEB Obligation	842,260	-	842,260
Long Term Debt	12,378,521	29,657,742	42,036,263
Total Liabilities	<u>27,793,010</u>	<u>33,752,101</u>	<u>61,545,111</u>
DEFERRED INFLOWS OF RESOURCES			
Net Deferred Pension Asset	9,074,942	1,356,025	10,430,967
OPEB Deferred	111,108	-	111,108
OPEB Deferred - RHIA	66,063	-	66,063
Lease Receivable Deferred	8,836	-	8,836
Total Deferred Inflows of Resources	<u>9,260,949</u>	<u>1,356,025</u>	<u>10,616,974</u>
NET POSITION			
Net Investment in Capital Assets	70,086,829	26,144,295	96,231,124
Invested in Joint Venture-Unrestricted	29,514,160	-	29,514,160
Restricted for:			
Capital Projects	4,608,874	-	4,608,874
Debt Services	1,624,063	-	1,624,063
Services and Contributions	5,769,585	-	5,769,585
Unrestricted	(3,148,667)	13,048,546	9,899,879
Total Net Position	<u>\$ 108,454,844</u>	<u>\$ 39,192,841</u>	<u>\$ 147,647,685</u>

See accompanying notes to basic financial statements

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2022**

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Government				
Governmental Activities				
General Government	\$ 2,861,978	\$ 120,317	\$ 3,384,655	\$ -
Public Safety	9,356,170	923,098	42,519	-
Public Works	8,649,811	204,389	251,500	-
Culture and Recreation	2,171,475	9,728	157,035	-
Interest on Long-term Debt	841,046	-	-	-
Total Governmental Activities	23,880,480	1,257,532	3,835,709	-
Business-Type Activities				
Wastewater	6,763,281	7,247,250	-	-
Building Codes	538,001	368,170	-	-
Total Business-Type Activities	7,301,282	7,615,420	-	-
Total Government	\$ 31,181,762	\$ 8,872,952	\$ 3,835,709	\$ -

General Revenues

Taxes:

Property
Transient Occupancy
Other Taxes

Intergovernmental

Franchise Fees

Gain (Loss) on Joint Venture

Investment Earnings

Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position - beginning of year

Prior Period Adjustment

Net Position - end of year

See accompanying notes to basic financial statements

**Net Revenue (Expenses) and
Changes in Net Position**

Governmental Activities	Business-Type Activities	Total
\$ 642,994	\$ -	\$ 642,994
(8,390,553)	-	(8,390,553)
(8,193,922)	-	(8,193,922)
(2,004,712)	-	(2,004,712)
(841,046)	-	(841,046)
<u>(18,787,239)</u>	<u>-</u>	<u>(18,787,239)</u>
-	483,969	483,969
-	(169,831)	(169,831)
<u>-</u>	<u>314,138</u>	<u>314,138</u>
<u>(18,787,239)</u>	<u>314,138</u>	<u>(18,473,101)</u>
10,222,503	-	10,222,503
1,124,897	-	1,124,897
2,718,466	-	2,718,466
635,727	55,237	690,964
2,079,439	-	2,079,439
784,544	-	784,544
(80,452)	(67,374)	(147,826)
2,671,790	(531,221)	2,140,569
(5,423,458)	5,423,458	-
<u>14,733,456</u>	<u>4,880,100</u>	<u>19,613,556</u>
(4,053,783)	5,194,238	1,140,455
<u>112,414,113</u>	<u>33,998,603</u>	<u>146,412,716</u>
<u>94,514</u>	<u>-</u>	<u>94,514</u>
<u>\$ 108,454,844</u>	<u>\$ 39,192,841</u>	<u>\$ 147,647,685</u>

See accompanying notes to basic financial statements

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2022**

	GENERAL	JURISDICTIONAL EXCHANGE RESERVE	URA DOWNTOWN CAPITAL	OTHER GOVERNMENTAL	TOTAL
ASSETS:					
Cash and Investments	\$ 4,060,796	\$ 4,938,032	\$ 2,505,789	\$ 9,118,945	\$ 20,623,562
Inventory	938	-	-	-	938
Receivables, Net					
Taxes	426,762	-	-	197,202	623,964
Accounts	627,696	-	-	629,487	1,257,183
Lease	8,836	-	-	-	8,836
Interest	42	-	-	-	42
Assessments	226,814	-	-	32,825	259,639
Prepaid Expenditures	33,202	-	-	42,288	75,490
Total Assets	<u>\$ 5,385,086</u>	<u>\$ 4,938,032</u>	<u>\$ 2,505,789</u>	<u>\$ 10,020,747</u>	<u>\$ 22,849,654</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE:					
Liabilities:					
Accounts Payable	\$ 264,514	\$ -	\$ 53,240	\$ 242,072	\$ 559,826
Payroll and Payroll Taxes Payable	205,339	-	-	-	205,339
Deposits	-	-	-	25,000	25,000
Total Liabilities	<u>469,853</u>	<u>-</u>	<u>53,240</u>	<u>267,072</u>	<u>790,165</u>
Deferred Inflows of Resources:					
Unavailable Revenue-Property Taxes	299,934	-	-	139,039	438,973
Unavailable Revenue-Lease	8,836	-	-	-	8,836
Unavailable Revenue-Special Assessments	226,814	-	-	32,825	259,639
Total Deferred Inflows of Resources	<u>535,584</u>	<u>-</u>	<u>-</u>	<u>171,864</u>	<u>707,448</u>
Fund Balance:					
Nonspendable	34,140	4,800,000	-	42,288	4,876,428
Restricted	10,450	-	2,452,549	9,539,523	12,002,522
Assigned	1,092,241	138,032	-	-	1,230,273
Unassigned	3,242,818	-	-	-	3,242,818
Total Fund Balance	<u>4,379,649</u>	<u>4,938,032</u>	<u>2,452,549</u>	<u>9,581,811</u>	<u>21,352,041</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 5,385,086</u>	<u>\$ 4,938,032</u>	<u>\$ 2,505,789</u>	<u>\$ 10,020,747</u>	<u>\$ 22,849,654</u>

See accompanying notes to basic financial statements

CITY OF COOS BAY
COOS COUNTY, OREGON

RECONCILIATION OF BALANCE SHEET OF GOVERNMENTAL FUNDS
TO STATEMENT OF NET POSITION

June 30, 2022

Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position.

Fund Balances		\$	21,352,041
<p>The cost of capital assets (land, buildings, improvements, machinery and equipment, infrastructure, and construction in progress) is reported as an expenditure in governmental funds. The statement of net position includes those capital assets among the assets of the City as a whole.</p>			
Net Capital Assets			83,101,717
<p>Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the statement of net position.</p>			
Long Term Debt	\$	(14,336,968)	
Deferred Charge on Refunding		50,454	
Accrued Interest		(80,762)	
Net Adjustment		(14,367,276)	(14,367,276)
<p>Accrued compensated absences are not due and payable in the current period and therefore are not reported in the funds.</p>			
Accrued Compensated Absences			(1,233,816)
OPEB Obligation is not reported as a liability in the Governmental Funds Balance Sheet			(842,260)
OPEB Related Deferrals			167,943
OPEB Deferred			(111,108)
OPEB RHIA Asset is not reported as an asset in the Governmental Funds Balance Sheet			225,001
OPEB RHIA Related Deferrals			8,025
OPEB RHIA Deferred			(66,063)
Net Pension Liability			(10,509,039)
Pension Related Deferrals			5,084,619
Net Deferred Pension Asset			(9,074,942)
<p>Other long-term assets are not available to pay for current-period expenditures and therefore are considered unavailable in the funds.</p>			
Unavailable Revenue			698,612
Joint Venture Note Receivable			4,507,230
Joint Venture Equity Investment			29,514,160
Total Net Position		\$	108,454,844

See accompanying notes to basic financial statements

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2022**

	GENERAL	JURISDICTIONAL EXCHANGE RESERVE	URA DOWNTOWN CAPITAL PROJECTS	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES					
Property Taxes	\$ 6,881,446	\$ -	\$ -	\$ 3,281,468	\$ 10,162,914
Other Taxes	-	-	-	3,843,363	3,843,363
Franchise Fees	2,079,439	-	-	-	2,079,439
Licenses and Permits	170,330	-	-	-	170,330
Intergovernmental	562,816	-	-	1,308,540	1,871,356
Grants	1,999,083	-	2,000	260,010	2,261,093
Other-Timber Sales	-	-	-	379,873	379,873
Charges for Services	1,376,676	-	-	7,371	1,384,047
Charges for Use of Money and Property	74,755	(23,169)	(10,035)	(15,964)	25,587
Fines and Forfeitures	84,342	-	-	-	84,342
Miscellaneous	1,711,085	-	12,808	1,294,019	3,017,912
Total Revenues	14,939,972	(23,169)	4,773	10,358,680	25,280,256
EXPENDITURES					
Current:					
General Government	2,390,242	-	-	253,134	2,643,376
Public Safety	8,794,839	-	-	353,653	9,148,492
Public Works	953,111	-	1,009,037	2,648,300	4,610,448
Culture and Recreation	-	-	-	2,139,445	2,139,445
Capital Outlay	-	-	1,603,142	2,146,937	3,750,079
Debt Service:					
Principal Retirement	688,803	-	-	2,067,085	2,755,888
Interest and Fiscal Charges	142,254	-	-	211,567	353,821
Total Expenditures	12,969,249	-	2,612,179	9,820,121	25,401,549
Excess of Revenues Over, (Under) Expenditures	1,970,723	(23,169)	(2,607,406)	538,559	(121,293)
OTHER FINANCING SOURCES (USES)					
Sale of Capital Assets	9,697	-	-	25,478	35,175
Debt Proceeds	-	-	1,051,207	-	1,051,207
Lease Proceeds	-	-	-	1,173	1,173
Transfers In	60,061	-	32,856	7,131,116	7,224,033
Transfers Out	(690,015)	-	-	(11,957,476)	(12,647,491)
Du Jour Financing - URA	1,509,503	-	1,099,739	409,682	3,018,924
Du Jour Financing - URA	(1,509,421)	-	-	(1,509,503)	(3,018,924)
Total Other Financing Sources, (Uses)	(620,175)	-	2,183,802	(5,899,530)	(4,335,903)
Net Change in Fund Balance	1,350,548	(23,169)	(423,604)	(5,360,971)	(4,457,196)
FUND BALANCE - BEGINNING OF YEAR	2,934,587	4,961,201	2,876,153	14,942,782	25,714,723
Prior Period Adjustment	94,514	-	-	-	94,514
FUND BALANCE - END OF YEAR	\$ 4,379,649	\$ 4,938,032	\$ 2,452,549	\$ 9,581,811	\$ 21,352,041

See accompanying notes to basic financial statements

CITY OF COOS BAY
COOS COUNTY, OREGON

**RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS - TO
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2022**

Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balance and the government-wide statement of activities

Excess of Revenues over Expenditures \$ (4,457,196)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capitalized Additions	\$ 3,610,799	
Depreciation Expense	<u>(4,590,237)</u>	
Net Adjustment		(979,438)

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis of accounting, expenses and liabilities are reported regardless of when financial resources are available. This adjustment combines the net changes in liability balances.

Deferred Charge on Refunding Amortization	\$ (16,818)	
Amortization of Bond Premium/Discount	3,775	
GO Bonds, Notes and Contracts Payable	2,275,556	
Debt Issuance	(1,051,207)	
Accrued Compensated Absences	(9,670)	
Net Pension Asset Changes	106,403	
OPEB RHIA Changes Obligation	166,963	
OPEB Obligation Changes	<u>(31,852)</u>	
Net Adjustment		1,443,150

Under the accrual basis of accounting, interest on long-term debt is accrued when payments are not due until after year end.

Accrued Interest		6,150
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Property Taxes		59,589
Assessments Receivable		(221,779)

The payments from joint ventures are recorded in the governmental funds as revenue because they provide current financial resources. In the Statement of Activities, the payments reduce the receivable from the joint venture.

Decrease in Joint Venture Receivable		(688,803)
Gain (Loss) from Joint Venture		<u>784,544</u>
Change in Net Position		<u><u>\$ (4,053,783)</u></u>

See accompanying notes to basic financial statements

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2022**

	Business-type Activities			
	MAJOR WASTEWATER FUND	WASTEWATER IMPROVEMENT FUND	BUILDING CODES FUND	TOTAL PROPRIETARY FUNDS
ASSETS				
Current Assets				
Cash and Investments	\$ 8,562,692	\$ 6,290,598	\$ 345,422	\$ 15,198,712
Receivables				
Accounts Receivable, Net	841,937	100,253	-	942,190
Prepaid Expenses	83,658	-	397	84,055
Capital Assets, Non-Depreciable	2,296,072	-	-	2,296,072
Capital Assets, Net of Depreciation	55,020,167	-	-	55,020,167
Total Assets	<u>66,804,526</u>	<u>6,390,851</u>	<u>345,819</u>	<u>73,541,196</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension Related Deferrals	642,883	-	116,888	759,771
Total Deferred Outflows of Resources	<u>642,883</u>	<u>-</u>	<u>116,888</u>	<u>759,771</u>
LIABILITIES				
Current Liabilities				
Accounts Payable and Accrued Liabilities	86,915	597,356	8,194	692,465
Deposits Payable	-	-	(20)	(20)
Accrued Compensated Absences	130,325	-	26,872	157,197
Interest Payable	7,315	152,884	-	160,199
Noncurrent Liabilities:				
Due within one year	133,772	1,380,430	-	1,514,202
Due in more than one year:				
Proportionate Share of Net Pension Liability	1,328,729	-	241,587	1,570,316
Long Term Debt	889,641	28,768,101	-	29,657,742
Total Liabilities	<u>2,576,697</u>	<u>30,898,771</u>	<u>276,633</u>	<u>33,752,101</u>
DEFERRED INFLOWS OF RESOURCES				
Net Deferred Pension Liability	1,147,406	-	208,619	1,356,025
Total Deferred Outflows of Resources	<u>1,147,406</u>	<u>-</u>	<u>208,619</u>	<u>1,356,025</u>
NET POSITION				
Net Investment in Capital Assets	56,292,826	-	-	56,292,826
Unrestricted	7,430,480	(24,507,920)	(22,545)	(17,099,985)
Total Net Position	<u>\$ 63,723,306</u>	<u>\$ (24,507,920)</u>	<u>\$ (22,545)</u>	<u>\$ 39,192,841</u>

See accompanying notes to basic financial statements

CITY OF COOS BAY
COOS COUNTY, OREGON

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

For the Year Ended June 30, 2022

	Business-type Activities			TOTAL PROPRIETARY FUNDS
	MAJOR WASTEWATER FUND	WASTEWATER IMPROVEMENT FUND	BUILDING CODES FUND	
OPERATING REVENUES				
Licenses and Permits	\$ 7,700	\$ -	\$ 368,170	\$ 375,870
Intergovernmental	13,796	41,441	-	55,237
Charges for Services	7,239,550	-	-	7,239,550
Total Operating Revenues	7,261,046	41,441	368,170	7,670,657
OPERATING EXPENSES				
Personnel Services	2,415,118	-	414,629	2,829,747
Materials and Services	2,556,174	-	123,372	2,679,546
Depreciation Expense	1,791,989	-	-	1,791,989
Total Operating Expenses	6,763,281	-	538,001	7,301,282
Income, (Loss) From Operations	497,765	41,441	(169,831)	369,375
NON-OPERATING REVENUES (EXPENSES)				
Interest on Investments	(35,097)	(31,268)	(1,009)	(67,374)
Interest Expense	(7,315)	(57,795)	-	(65,110)
Other Revenue, (Expenses)	71,633	(538,593)	849	(466,111)
Total Non-Operating Revenues	29,221	(627,656)	(160)	(598,595)
Income, (Loss) Before Contributions and Transfers	526,986	(586,215)	(169,991)	(229,220)
CONTRIBUTIONS AND TRANSFERS				
Capital Contributions	2,024,995	(2,024,995)	-	-
Contribution for Debt Service	(1,844,144)	1,844,144	-	-
Transfers In	5,563,458	2,000,000	-	7,563,458
Transfers Out	(2,120,000)	-	(20,000)	(2,140,000)
Total Contributions and Transfers	3,624,309	1,819,149	(20,000)	5,423,458
Change in Net Position	4,151,295	1,232,934	(189,991)	5,194,238
Beginning Net Position	59,572,011	(25,740,854)	167,446	33,998,603
Ending Net Position	<u>\$ 63,723,306</u>	<u>\$ (24,507,920)</u>	<u>\$ (22,545)</u>	<u>\$ 39,192,841</u>

See accompanying notes to basic financial statements

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
For the Year Ended June 30, 2022**

	Business-type Activities			TOTAL PROPRIETARY FUNDS
	MAJOR WASTEWATER FUND	WASTEWATER IMPROVEMENT FUND	BUILDING CODES FUND	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers	\$ 7,605,917	\$ 85	\$ 368,078	\$ 7,974,080
Payments to Suppliers	(2,758,580)	461,764	(134,664)	(2,431,480)
Payments to Employees	(2,407,605)	-	(401,437)	(2,809,042)
Net Cash Provided by Operating Activities	<u>2,439,732</u>	<u>461,849</u>	<u>(168,023)</u>	<u>2,733,558</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers from Other Funds	5,563,458	2,000,000	-	7,563,458
Transfers to Other Funds	(2,120,000)	-	(20,000)	(2,140,000)
Net Cash Provided, (Used) by Noncapital Financing Activities	<u>3,443,458</u>	<u>2,000,000</u>	<u>(20,000)</u>	<u>5,423,458</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Contribution for Debt Service	(1,844,144)	1,844,144	-	-
Long Term Debt Issuance	695,339	(547,678)	-	147,661
Interest Expense	(7,315)	-	-	(7,315)
Other Revenue, (Expenses)	(23,563)	(2,563,588)	849	(2,586,302)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(1,179,683)</u>	<u>(1,267,122)</u>	<u>849</u>	<u>(2,445,956)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on Investments	(35,097)	(31,268)	(1,009)	(67,374)
Net Increase, (Decrease) in Cash and Cash Equivalents	4,668,410	1,163,459	(188,183)	5,643,686
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>3,894,282</u>	<u>5,127,139</u>	<u>533,605</u>	<u>9,555,026</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 8,562,692</u>	<u>\$ 6,290,598</u>	<u>\$ 345,422</u>	<u>\$ 15,198,712</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating Income	\$ 497,765	\$ 41,441	\$ (169,831)	\$ 369,375
Adjustments				
Depreciation/Amortization	1,791,989	-	-	1,791,989
(Increase), Decrease in Accounts Receivable	344,871	(41,356)	-	303,515
(Increase), Decrease in Prepaids	(65,179)	-	(92)	(65,271)
Increase (Decrease) in Accrued Vacation	20,968	-	15,640	36,608
Increase (Decrease) in Deposits Payable	-	-	(20)	(20)
Increase, (Decrease) in Pension Items	(13,455)	-	(2,448)	(15,903)
Increase, (Decrease) in Accounts Payable/Accrued Liabilities	(137,227)	461,764	(11,272)	313,265
Net Cash From Operations	<u>\$ 2,439,732</u>	<u>\$ 461,849</u>	<u>\$ (168,023)</u>	<u>\$ 2,733,558</u>
Noncash Transactions:				
Capital Contributions	2,024,995	(2,024,995)		

See accompanying notes to basic financial statements

CITY OF COOS BAY
COOS COUNTY, OREGON

STATEMENT OF NET POSITION
FIDUCIARY FUND - CUSTODIAL
June 30, 2022

	FIDUCIARY FUND CUSTODIAL
ASSETS:	
Cash and Investments	\$ 279,990
Intergovernmental Receivable	91,738
Inventory	31,173
Prepaid Expense	11,225
Capital Assets, net	20,049
	<hr/>
Total Assets	434,175
	<hr/>
LIABILITIES:	
Accounts Payable	47,447
	<hr/>
NET POSITION:	
Net Investments in Capital Assets	20,049
Unrestricted	366,679
	<hr/>
Total Net Position	\$ 386,728
	<hr/> <hr/>

See accompanying notes to basic financial statements

CITY OF COOS BAY
COOS COUNTY, OREGON

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND - CUSTODIAL
For the Year Ended June 30, 2022

	FIDUCIARY FUND CUSTODIAL
ADDITIONS:	
Transient tax collections for other governments	\$ 1,039,587
Interest	(1,297)
Miscellaneous	37,730
	<hr/>
Total Additions	1,076,020
	<hr/>
DEDUCTIONS	
Tourism Promotion	1,113,094
	<hr/>
Total Deductions	1,113,094
	<hr/>
Net Increase (Decrease) in Fiduciary Net Position	(37,074)
Net Position - Beginning	423,802
	<hr/>
Net Position - Ending	\$ 386,728
	<hr/> <hr/>

See accompanying notes to basic financial statements

CITY OF COOS BAY
COOS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

THE FINANCIAL REPORTING ENTITY

The City of Coos Bay is a municipal corporation, incorporated in 1874 under the name of Marshfield. In 1944, the residents voted to change the name to Coos Bay. The City presently operates under a charter, which was approved by the voters. The Charter provides for a Council-Manager form of government and provides such services as are authorized by the Charter. The City is governed by a mayor and an elected six member council. Appointed officers provided by the Charter are the City Manager and Municipal Judge.

Accounting principles generally accepted in the United States of America require that these financial statements represent the City (the primary government) and all component units, if any. Component units, as defined by the Governmental Accounting Standards Board (GASB) Statement No. 61, are separate organizations that are included in the City of Coos Bay's reporting entity because of the significance of their operational or financial relationships with the City.

Based on the above criteria, the following is a brief description of the component unit included in the City's reporting entity:

The Urban Renewal Agency of the City of Coos Bay was formed in December, 1966 to have urban renewal authority under Oregon law. Urban Renewal Agency of the City of Coos Bay has planning and economic development programs that focus on a downtown section of the City, and an Empire section of the City. The primary purpose of the Coos Bay Urban Renewal Agency is to revitalize the commercial area of the City and to attract new businesses and jobs. Receipts are primarily from property taxes. Disbursements are made for planning, economic development, and capital projects.

Although it is legally separate from the City, because of the significance of its financial relationship with the City, the Urban Renewal Agency of the City of Coos Bay is reported as if it were part of the reporting entity. The Agency is reported as a blended component unit in these financial statements. Separate financial statements for the Urban Renewal Agency of the City of Coos Bay may be obtained from the City administrative offices at Coos Bay City Hall.

The Coos Bay-North Bend Water Board (Note 13) was established by an intergovernmental agreement, authorized by State statutes, to operate a water board for the mutual advantage of the City of Coos Bay and the City of North Bend. The City of Coos Bay has a 50% equity interest in the Water Board and appoints two of its council members to the Board. The Water Board is presented as a Joint Venture Investment in the Government-Wide Financial Statements.

CITY OF COOS BAY
COOS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Entity excluded from the reporting entity:

The Coos Bay/North Bend Visitor and Convention Bureau is not a component unit of the City of Coos Bay because it is a separate legal entity and does not have a significant financial relationship with the City. Cash and investments are commingled with City accounts for bookkeeping purposes only.

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities and component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are 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. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the sewer function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

The statement of activities demonstrates the degree to which the direct expenses of a given function (i.e., general government, public safety, public works, etc.) is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function 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 revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Each fund is considered to be a separate accounting entity. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. Remaining governmental funds are aggregated and reported as non-major funds.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available (i.e. susceptible to accrual). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the revenues are considered to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims, and judgments are recorded only when payment is due.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual if collected within 60 days of fiscal year end. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received.

There are the following *major governmental funds*:

General Fund – This is the primary operating fund. It accounts for all the financial operations except those required to be accounted for in another fund. Principal sources of revenue are property taxes, licenses and permits, state shared revenues and charges for administrative services from other funds. Primary expenditures are for general government, police, fire protection, and culture and recreation.

Jurisdictional Exchange Reserve Fund – This fund is used to accumulate resources from an intergovernmental agreement with the Oregon Department of Transportation, along with interest earned thereon, for the City's authority to regulate and maintain certain highways within its jurisdiction.

URA Downtown Capital Fund – These funds are used to account for the capital projects related to the downtown URA.

There are the following *non-major governmental funds*:

Special Revenue Funds – These funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Capital Projects Funds – These funds are used to account for financial resources used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds).

Debt Service Funds – These funds account for principal and interest payments on general obligation bonds. The primary sources of revenue are property taxes and intergovernmental revenues.

There are the following *major proprietary funds*:

Wastewater Fund – This fund is used to account for the operations of the wastewater treatment facilities. The principle revenue is charges for services.

Wastewater Improvement Fund – This fund is used to accumulate resources of major wastewater equipment purchases. The primary sources of revenue are earnings on investments, operating transfers, and loan proceeds.

Building Codes Fund – This fund is used to account for building and mechanical permits along with plan check fees.

There is the following *agency fund*:

Agency Fund – This fund is used to accumulate and hold monies for the Coos Bay/North Bend Visitor and Convention Bureau.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation.

For net position, when both restricted and unrestricted resources are available for use, it is the policy to use restricted resources first, then unrestricted resources as they are needed.

BUDGETS

A budget is prepared for all funds, in accordance with the modified accrual basis of accounting and legal requirements set forth in the Oregon Local Budget Law. The budgetary basis of accounting is substantially the same as generally accepted accounting principles in the United States of America with the exceptions that capital outlay expenditures are expensed when purchased, depreciation is not calculated, inventories of supplies are budgeted as expenditures when purchased, debt is recorded as revenue when received and an expenditure when paid, OPEB obligation are recorded when paid instead of when incurred, and tax revenues are not recorded as revenue until received. The Council begins its budget process early in each fiscal year with the establishment of the Budget Committee. Recommendations are developed through late winter with the Budget Committee approving the budget in early spring. Public notices of the budget hearing are published generally in early spring with a public hearing being held approximately three weeks later. The Council may amend the budget prior to adoption; however, budgeted expenditures for each fund may not be increased by more than ten percent. The budget is then adopted, appropriations are made and the tax levy declared no later than June 30th.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

BUDGETS (CONTINUED)

Expenditure budgets are appropriated at the following levels for each fund other than the General Fund and the Wastewater Fund:

LEVEL OF CONTROL

Personnel Services	Interfund Transfers
Materials and Services	Debt Service
Capital Outlay	Operating Contingency
Du Jour Financing	

The General Fund and the Wastewater Fund is appropriated at the department level along with transfers and contingencies. Expenditures cannot legally exceed the above appropriation levels except in the case of grants which could not be estimated at the time of budget adoption. Appropriations lapse at the fiscal year-end. Management may amend line items in the budget without Council approval as long as appropriation levels (the legal level of control) are not changed. Supplemental appropriations may occur if the Council approves them due to a need which exists which was not determined at the time the budget was adopted.

Budget amounts shown in the basic financial statements reflect the original budget amount and appropriation transfers. All expenditures were within appropriations for year ended June 30, 2022.

ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

ASSETS, LIABILITIES, AND NET POSITION OR EQUITY

Deposits and Investments

The cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition, and cash and investments in the Local Governmental Investment Pool. Investments, including equity in pooled cash and investments, are stated at fair value.

Fair Value Inputs and Methodologies and Hierarchy

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Observable inputs are developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are developed based on the best information available about the assumptions market participants would use in pricing the asset. The classification of securities within the fair value hierarchy is based up on the activity level in the market for the security type and the inputs used to determine their fair value, as follows:

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Level 1 – unadjusted price quotations in active markets/exchanges for identical assets or liabilities that each Fund has the ability to access

Level 2 – other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, loss severities, credit risks and default rates) or other market–corroborated inputs)

Level 3 – unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including each Fund’s own assumptions used in determining the fair value of investments)

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/ from other funds” (i.e., the current portion of inter fund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

Property taxes receivable that are collected within 60 days after year-end are considered measurable and available and, therefore, are recognized as revenue. The remaining balance is recorded as unavailable revenue because it is not deemed necessary, as uncollectible taxes become a lien on the property. Property taxes are levied and become a lien on July 1. Collection dates are November 15, February 15, and May 15 following the lien date. Discounts are allowed if the amount due is received by November 15. Taxes unpaid and outstanding on May 16 are considered delinquent.

Uncollected property taxes are shown in the government-wide statement of net position. Uncollected taxes are deemed by management to be substantially collectible or recoverable through liens; therefore, no allowance for uncollectible taxes has been established.

Receivables of the enterprise funds are recognized as revenue when earned, including services provided but not billed. Receivables in governmental and enterprise funds are stated net of an allowance for uncollectibles.

Lease Receivables

Lease receivables are recognized at the net present value of the leased assets at a borrowing rate either explicitly described in the agreement or implicitly determined by the government, reduced by principal payments received.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

CITY OF COOS BAY
COOS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets

Capital assets, which include property, plant, and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of more than \$10,000 (amount not rounded) and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Additions or improvements and other capital outlays that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as the projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

Buildings and improvements	10-50 years
Improvements other than buildings	10-50 years
Machinery and equipment	5-20 years
Vehicles	5-20 years
Utility systems	10-40 years
Infrastructure – streets	20-40 years
Intangible assets	15-20 years

Gains or losses from sales or retirements of capital assets are included in operations of the current period.

Lease Assets - Intangibles

Lease assets are assets which the government leases for a term of more than one year. The value of leases is determined by the net present value of the leases at the government's incremental borrowing rate at the time of the lease agreement, amortized over the term of the agreement.

Supply Inventories

Inventories purchased are valued at cost (first-in, first-out method). Inventory is recorded as expenditures when consumed in the government-wide statements and expensed when purchased in the fund statements.

Retirement Plans

Substantially all of the City's employees are participants in the State of Oregon Public Employees Retirement System (PERS). For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about fiduciary net position of PERS and additions to/deductions from PERS's fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. GASB Statements 68 and 71 have been implemented as of July 1, 2014.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

It is the policy to permit employees to accumulate earned but unused vacation, compensatory, and sick leave benefits. Vacation accrual is limited based on the nonrepresented employees' personnel directives and the various union contracts. Any vacation accrual balances in excess of these limits will be forfeited. Accumulated vested vacation, compensatory, and sick pay is accrued as it is earned in the proprietary fund financial statements and the government-wide financial statements. Both the current and long-term liabilities are recorded. Government fund types recognize the expenditure when benefits are paid. Upon retirement an employee with ten or more years of service in a specific department shall be paid a percentage of their unused sick leave into a deferred compensation plan. The percentage shall be equal to the completed years of service.

Long-term Obligations

In the government-wide financial statements, and the proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the current period.

In the governmental fund-type financial statements, bond premiums and discounts, as well as bond issuance costs, are recognized during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Leases Payable

In the government-wide financial statements, leases payable are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources.

Net Position/Fund Balance

Net position comprises the various net earnings from operations, nonoperating revenues, expenses and contributions of capital. Net position is classified in the following three categories.

Invested in capital assets – consists of all capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – consists of external constraints placed on net position use by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position – consists of all other net position that are not included in the other categories previously mentioned.

In March 2009, the GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund-type Definitions*. The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund-type definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed on the use

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

of the resources reported in governmental funds. Under this standard, the fund balance classifications of reserved, designated, and unreserved/undesignated were replaced with five new classifications – nonspendable, restricted, committed, assigned, and unassigned.

- Nonspendable fund balance represents amounts that are not in a spendable form. The nonspendable fund balance represents inventories, prepaid items and a nonspendable jurisdictional exchange deposit.
- Restricted fund balance represents amounts that are legally restricted by outside parties for a specific purpose (such as debt covenants, grant requirements, donor requirements, or other governments) or are restricted by law (constitutionally or by enabling legislation).
- Committed fund balance represents funds formally set aside by the governing body for a particular purpose. The use of committed funds would be approved by resolution.
- Assigned fund balance represents amounts that are constrained by the expressed intent to use resources for specific purposes that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the governing body or by an official to whom that authority has been given by the governing body. The City Manager and Finance Director have the authority to classify portions of ending fund balances as assigned.
- Unassigned fund balance is the residual classification of the General Fund. Only the General Fund may report a positive unassigned fund balance. Other governmental funds would report any negative residual fund balance as unassigned.

The following order of spending regarding fund balance categories is used: Restricted resources are spent first when both restricted and unrestricted (committed, assigned or unassigned) resources are available for expenditures. When unrestricted resources are spent, the order of spending is committed (if applicable), assigned (if applicable) and unassigned.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred inflows and outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. The City's deferred outflows are clearly labeled on the face of the financial statements.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The City's deferred inflows are clearly labeled on the face of the financial statements.

2. CASH AND INVESTMENTS

The cash management policies are governed by state statutes. Statutes authorize investment in banker's acceptances, time certificates of deposit, repurchase agreements, obligations of the United States and its agencies and instrumentalities, and the Oregon State Treasurer's Local Government Investment Pool.

A cash pool is maintained that is available for use by all funds. Each fund type's portion of this pool is reported on the combined balance sheet as Cash and Investments.

CITY OF COOS BAY
COOS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

2. CASH AND INVESTMENTS (CONTINUED)

Cash and Investments (recorded at cost) consisted of:

Deposits with Financial Institutions:	
Petty Cash	\$ 550
Demand Deposits	948,238
Investments	<u>35,153,476</u>
 Total Cash and Investments	 <u>\$ 36,102,264</u>
 Reconciliation of Cash Reported in:	
Governmental Funds	\$ 20,623,562
Business Type Funds	15,198,712
Agency Fund	<u>279,990</u>
 Total Cash and Investments	 <u>\$ 36,102,264</u>

Deposits

Deposits with financial institutions consist of bank demand deposits. The total bank balance per the bank statements for all pooled cash is \$1,520,202. This balance includes cash belonging to the Urban Renewal Agency and the Visitor and Convention Bureau that is all held in the City's name for collateral purposes. Of these deposits, \$250,000 was covered by Federal Depository Insurance, and the remaining was deposited at an approved depository as prescribed by the Oregon State Treasurer.

The insurance and collateral requirements for deposits are established by banking regulations and Oregon law. Effective July 1, 2008, state statutes (ORS 295.002) allow public officials to deposit public funds in one or more depositories currently qualified pursuant to ORS 295.001 to 295.108. As long as the bank depository has entered into an agreement (ORS 295.008(2)(b)) and has deposited securities pursuant to state statutes (ORS 295.015(1)), there may now be on deposit at any one bank depository and its branches, a sum in excess of the amount insured by the Federal Deposit Insurance Corporation.

Custodial Credit Risk

In the case of deposits, this is the risk that in the event of a bank failure, the deposits may not be returned. There is no deposit policy for custodial credit risk. As of June 30, 2022, none of the bank balance was exposed to custodial credit risk because it was unsecured or collateralized.

Investments

State statutes authorize investment in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, certain commercial papers and the State Treasurer's Investment Pool, among others.

CITY OF COOS BAY
COOS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

2. CASH AND INVESTMENTS (CONTINUED)

As of June 30, 2022, the City had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in months)		
		Less than 3	3-17	18-19
State Treasurer's Investment Pool	<u>\$ 35,153,476</u>	<u>\$ 35,153,476</u>	<u>\$ -</u>	<u>\$ -</u>
Total	<u>\$ 35,153,476</u>	<u>\$ 35,153,476</u>	<u>\$ -</u>	<u>\$ -</u>

Investments in the Local Government Investment Pool (LGIP) are included in the Oregon Short-Term Fund, which is an external investment pool that is not a 2a-7-like external investment pool, and is not registered with the U.S. Securities and Exchange Commission as an investment company. Fair value of the LGIP is calculated at the same value as the number of pool shares owned. The unit of account is each share held, and the value of the position would be the fair value of the pool's share price multiplied by the number of shares held. Investments in the Short-Term Fund are governed by ORS 294.135, Oregon Investment Council, and portfolio guidelines issued by the Oregon Short-Term Fund Board (OSTFB), which establish diversification percentages and specify the types and maturities of investments. The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements. The fund appears to be in compliance with all portfolio guidelines at June 30, 2022. The LGIP seeks to exchange shares at \$1.00 per share; an investment in the LGIP is neither insured nor guaranteed by the FDIC or any other government agency. Although the LGIP seeks to maintain the value of share investments at \$1.00 per share, it is possible to lose money by investing in the pool. The pool is comprised of a variety of investments. These investments are characterized as a level 2 fair value measurement in the Oregon Short Term Fund's audited financial report. As of June 30, 2022, the fair value of the position in the LGIP is 98.98% of the value of the pool shares as reported in the Oregon Short Term Fund audited financial statements. Amounts in the State Treasurer's Local Government Investment Pool are not required to be collateralized.

The Oregon Short-Term Fund Board, established by the Oregon Legislature, advises the Oregon Investment Council and the Oregon State Treasury in the management and investments of the LGIP.

Interest Rate Risk

Oregon Revised Statutes require investments to not exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB. There are no investments that have a maturity beyond three months.

Custodial Credit Risk

Oregon Revised Statutes does not limit investments as to credit rating for securities purchased from US Government Agencies or USGSE. The State Investment Pool is not rated.

Concentration Risk

Concentration risk is the risk of loss due to a large portion of investments with a single issuer. To avoid incurring unreasonable risks inherent to over-investing in specific instruments or in individual financial institutions, the investment policy sets maximum limits on the percentage of the portfolio that can be invested in any one type of security. At June 30, 2022, all percentage restrictions were complied with. Oregon Revised Statutes require no more than 25 percent of the moneys of local government to be invested in bankers' acceptances of any qualified financial institution. Amounts in the State Treasurer's Local Government Investment Pool are not required by law to be collateralized. State statutes do not limit the percentage of investments in this instrument.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

3. LEASE RECEIVABLE AND DEFERRED INFLOW

For the year ended 6/30/2022, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessor is required to recognize a lease receivable and a deferred inflow of resources.

On 04/01/2022, the City entered into a 72 month lease as Lessor for the use of North Dock. An initial lease receivable was recorded in the amount of \$7,197. As of 06/30/2022, the value of the lease receivable is \$5,922. The lessee is required to make annual fixed payments of \$1,274. The lease has an interest rate of 2.49%. The Buildings estimated useful life was 0 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2022 was \$5,922, and the City recognized lease revenue of \$300 during the fiscal year. The lessee has 1 extension option(s), each for 36 months.

On 07/01/2021, the City entered into a 60 month lease as Lessor for the use of OSP Range. An initial lease receivable was recorded in the amount of \$3,629. As of 06/30/2022, the value of the lease receivable is \$2,914. The lessee is required to make annual fixed payments of \$750. The lease has an interest rate of 1.18%. The Land estimated useful life was 360 months as of the contract commencement. The value of the deferred inflow of resources as of 06/30/2022 was \$2,914, and the City recognized lease revenue of \$726 during the fiscal year.

GOVERNMENTAL ACTIVITIES:	Balance as of July 1, 2021	Additions	Reductions	Balance as of June 30, 2022
Lease Receivable				
Buildings				
North Dock	\$ -	\$ 7,197	\$ 1,275	\$ 5,922
OSP Range	-	3,629	715	2,914
	<u>\$ -</u>	<u>\$ 10,826</u>	<u>\$ 1,990</u>	<u>\$ 8,836</u>
Total Lease Receivable				
	<u>\$ -</u>	<u>\$ 10,826</u>	<u>\$ 1,990</u>	<u>\$ 8,836</u>
Deferred Inflow of Resources				
Buildings				
North Dock	\$ -	\$ 7,197	\$ 1,275	\$ 5,922
OSP Range	-	3,629	715	2,914
	<u>\$ -</u>	<u>\$ 10,826</u>	<u>\$ 1,990</u>	<u>\$ 8,836</u>
Total Deferred Inflow of Resources				
	<u>\$ -</u>	<u>\$ 10,826</u>	<u>\$ 1,990</u>	<u>\$ 8,836</u>

The deferred inflow is amortized on a straight line basis. Future maturities for the receivable are as follows:

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2023	\$ 1,843	\$ 182	\$ 2,025
2024	1,879	145	2,024
2025	1,916	108	2,024
2026	1,955	70	2,025
2027	1,243	31	1,274
	<u>\$ 8,836</u>	<u>\$ 536</u>	<u>\$ 9,372</u>
Total			
	<u>\$ 8,836</u>	<u>\$ 536</u>	<u>\$ 9,372</u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

4. ACCRUED COMPENSATED ABSENCES

The governmental funds compensated absences balances at June 30, 2022 and 2021 are \$1,233,816, and \$1,224,146, respectively. The business type funds compensated absences balances at June 30, 2022 and 2021 are \$157,197 and \$120,589, respectively.

<u>Compensated Absences</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental	\$ 1,224,146	\$ 775,772	\$ (766,102)	\$ 1,233,816
Business Type	120,589	109,930	(73,322)	157,197
Total	\$ 1,344,735	\$ 885,702	\$ (839,424)	\$ 1,391,013

5. CAPITAL ASSETS

Capital asset activity for governmental activities of the primary government for the year ended June 30, 2022 was as follows:

<u>GOVERNMENTAL ACTIVITIES CAPITAL ASSETS</u>				
<u>Description</u>	<u>June 30, 2021</u>	<u>Additions</u>	<u>Disposals</u>	<u>June 30, 2022</u>
Capital assets not being depreciated				
Land	\$ 4,836,164	\$ -	\$ -	\$ 4,836,164
Museum art works collection	897,249	20,047	-	917,296
Construction In Progress	5,796,153	880,093	(5,284,621)	1,391,625
Total Capital Assets not being depreciated	11,529,566	900,140	(5,284,621)	7,145,085
Other Capital Assets				
Land and Improvements	2,897,099	-	-	2,897,099
Buildings and Improvements	20,584,175	665,072	-	21,249,247
Machinery and Equipment	2,954,927	169,327	(6,982)	3,117,272
Vehicles	4,309,521	239,128	(92,907)	4,455,742
Intangibles	74,421	-	-	74,421
Infrastructure - streets	162,734,077	6,921,753	-	169,655,830
Leased Right to Use Asset	-	15,363	-	15,363
Total other Capital Assets	193,554,220	8,010,643	(99,889)	201,464,974
Less Accumulated Depreciation and Amortization				
Land Improvements	2,032,240	62,690	-	2,094,930
Buildings and Improvements	6,842,323	479,034	-	7,321,357
Machinery & Equipment	2,461,772	90,356	(6,982)	2,545,146
Vehicles	3,091,342	256,990	(92,907)	3,255,425
Intangibles	44,323	4,081	-	48,404
Infrastructure - streets	106,545,994	3,692,554	-	110,238,548
Leased Right to Use Asset	-	4,532	-	4,532
Total Accumulated Depreciation and Amortization	121,017,994	4,590,237	(99,889)	125,508,342
Total Governmental Activities	\$ 84,065,792	\$ 4,320,546	\$ (5,284,621)	\$ 83,101,717

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

5. CAPITAL ASSETS (CONTINUED)

Depreciation Expense for governmental activities is charged to functions as follows:

<u>Function</u>	<u>Governmental Funds</u>
General Government	\$ 112,473
Public Safety	321,978
Public Works	4,097,093
Culture and Recreation	<u>58,693</u>
 Total	 <u>\$ 4,590,237</u>

Capital asset activity for business type activities for the year ended June 30, 2022 was as follows:

<u>Description</u>	<u>BUSINESS TYPE ACTIVITIES</u>			
	<u>June 30, 2021</u>	<u>Additions</u>	<u>Disposals</u>	<u>June 30, 2022</u>
Capital assets not being depreciated				
Construction in Progress	\$ 1,411,715	\$ 1,102,109	\$ (217,752)	\$ 2,296,072
Total Capital Assets not being depreciated	<u>1,411,715</u>	<u>1,102,109</u>	<u>(217,752)</u>	<u>2,296,072</u>
Other Capital Assets				
Land and Improvements	2,576,662	-	-	2,576,662
Machinery & Equipment	4,190,321	221,992	-	4,412,313
Vehicles	1,664,918	695,459	(232,596)	2,127,781
Plant and System	<u>66,076,172</u>	<u>325,698</u>	<u>-</u>	<u>66,401,870</u>
Total other Capital Assets	<u>74,508,073</u>	<u>1,243,149</u>	<u>(232,596)</u>	<u>75,518,626</u>
Less Accumulated Depreciation				
Land and Improvements	1,889,191	-	-	1,889,191
Machinery & Equipment	3,293,829	100,257	-	3,394,086
Vehicles	1,138,427	99,085	(232,596)	1,004,916
Plant and System	<u>12,617,619</u>	<u>1,592,647</u>	<u>-</u>	<u>14,210,266</u>
Total Accumulated Depreciation	<u>18,939,066</u>	<u>1,791,989</u>	<u>(232,596)</u>	<u>20,498,459</u>
Total Business Type Activities	<u>\$ 56,980,722</u>	<u>\$ 553,269</u>	<u>\$ (217,752)</u>	<u>\$ 57,316,239</u>

Depreciation expense for business type activities is charged to functions as follows:

<u>Function</u>	<u>Business Type Funds</u>
Wastewater	<u>\$ 1,791,989</u>
Total	<u>\$ 1,791,989</u>

CITY OF COOS BAY
COOS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

6. EMPLOYEE RETIREMENT PLAN

Plan Description – The Oregon Public Employees Retirement System (PERS) consists of a single cost-sharing multiple-employer defined benefit plan. All benefits of the system are established by the legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Oregon PERS produces an independently audited Annual Comprehensive Financial Report which can be found at:

<https://www.oregon.gov/pers/Documents/Financials/CAFR/2021-ACFR.pdf>

If the link is expired please contact Oregon PERS for this information.

1. **PERS Pension (Chapter 238).** The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003.
 - i. **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, and 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 benefits 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 1 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 2 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.
 - ii. **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 contributions are met:
 - member was employed by PERS employer at the time of death,
 - member died within 120 days after termination of PERS covered employment,
 - member died as a result of injury sustained while employed in a PERS-covered job, or
 - member was on an official leave of absence from a PERS-covered job at the time of death.
 - iii. **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.
 - iv. **Benefit Changes After Retirement.** Members may choose to continue participation in their variable account after retiring and may experience annual benefit fluctuations due to changes in the fair value of the underlying global equity investments of that account. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes (COLA). The COLA is capped at 2.0 percent.

CITY OF COOS BAY
COOS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

6. EMPLOYEE RETIREMENT PLAN (CONTINUED)

2. **OPSRP Pension Program (OPSRP DB).** The ORS Chapter 238A Defined Benefit Pension Program provides benefits to members hired on or after August 29, 2003.
- i. **Pension Benefits.** 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 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.
 - ii. **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. The surviving spouse may elect to delay payment of the death benefit, but payment must commence no later than December 31 of the calendar year in which the member would have reached 70½ years.
 - iii. **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.

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 benefits when due. The 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, 2019 actuarial valuation, which became effective July 1, 2021. The state of Oregon and certain schools, community colleges, and political subdivision have made unfunded actuarial liability payments and their rates have been reduced. Employer contributions for the year ended June 30, 2022 were \$1,043,178, excluding amounts to fund employer specific liabilities. In addition approximately \$494,215 in employee contributions were paid or picked up by the City in fiscal 2022. At June 30, 2022, the City reported a net pension liability of \$12,079,355 for its proportionate share of the net pension liability. The pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation dated December 31, 2019. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. As of the measurement date of June 30, 2021 and 2020, the City's proportion was .10 percent and .09 percent, respectively. Pension expense for the year ended June 30, 2022 was (\$122,305).

The rates in effect for the year ended June 30, 2022 were:

- (1) Tier 1/Tier 2 – 18.07%
- (2) OPSRP general services – 7.94%
- (3) OPSRP police and fire – 12.30%

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

6. EMPLOYEE RETIREMENT PLAN (CONTINUED)

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Difference between expected and actual experience	\$ 1,130,707	\$ -
Changes in assumptions	3,023,826	31,790
Net difference between projected and actual earnings on pension plan investments	-	8,942,253
Net changes in proportionate share	646,679	78,785
Differences between contributions and proportionate share of contributions	-	1,378,139
Subtotal - Amortized Deferrals (below)	<u>4,801,212</u>	<u>10,430,967</u>
Contributions subsequent to measuring date	1,043,178	-
Deferred outflow (inflow) of resources	<u>\$ 5,844,390</u>	<u>\$ 10,430,967</u>

The amount of contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the fiscal year ended June 30, 2023.

Amounts reported as deferred outflows or inflows of resources related to pension will be recognized in pension expense as follows:

<u>Year ending June 30,</u>	<u>Amount</u>
2023	\$ (1,100,180)
2024	(1,103,701)
2025	(1,435,500)
2026	(2,243,238)
2027	252,863
Thereafter	-
Total	<u>\$ (5,629,756)</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated February 25, 2022. Oregon PERS produces an independently audited ACFR which can be found at:

<https://www.oregon.gov/pers/Documents/Financials/CAFR/2021-ACFR.pdf>

Actuarial Valuations – The employer contribution rates effective July 1, 2021 through June 30, 2023, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (estimated amount necessary to finance benefits earned by employees during the current service year), (2) an amount for the amortization unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an actuarially determined amount for funding a disability benefit component, and (c) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

6. EMPLOYEE RETIREMENT PLAN (CONTINUED)

Actuarial Methods and Assumptions:

Valuation date	December 31, 2019
Experience Study Report	2018, Published July 24, 2019
Actuarial cost method	Entry Age Normal
Amortization method	Level percentage of payroll
Asset valuation method	Market value of assets
Inflation rate	2.40 percent (reduced from 2.50 percent)
Investment rate of return	6.90 percent (reduced from 7.20 percent)
Discount rate	6.90 percent (reduced from 7.20 percent)
Projected salary increase	3.40 percent (reduced from 3.50 percent)
Cost of Living Adjustment	Blend of 2% COLA and graded COLA (1.25%/0.15%) in accordance with <i>Moro</i> decision; blend based on service
Mortality	Healthy retirees and beneficiaries: Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Active members: Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Disabled retirees: Pub-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

Actuarial valuations of an ongoing plan involve estimates of value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The method and assumptions shown are based on the 2018 Experience Study which is reviewed for the four-year period ending December 31, 2019.

Assumed Asset Allocation:

Asset Class/Strategy	Low Range	High Range	OIC Target
Debt Securities	15.0%	25.0%	20.0%
Public Equity	27.5%	37.5%	32.5%
Real Estate	9.5%	15.5%	12.5%
Private Equity	14.0%	21.0%	17.5%
Alternatives Portfolio	7.5%	17.5%	15.0%
Opportunity Portfolio	0.0%	5.0%	0.0%
Risk Parity	0.0%	2.5%	2.5%
Total			100.0%

(Source: June 30, 2021 PERS ACFR; p. 104)

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

6. EMPLOYEE RETIREMENT PLAN (CONTINUED)

Long-Term Expected Rate of Return:

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2021 the PERS Board reviewed long-term assumptions developed by both Milliman’s capital market assumptions team and the Oregon Investment Council’s (OIC) investment advisors. The table below shows Milliman’s assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC’s description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Asset Class	Target Allocation	Compound Annual (Geometric) Return
Global Equity	30.62%	5.85%
Private Equity	25.50%	7.71%
Core Fixed Income	23.75%	2.73%
Real Estate	12.25%	5.66%
Master Limited Partnerships	0.75%	5.71%
Infrastructure	1.50%	6.26%
Commodities	0.63%	3.10%
Hedge Fund of Funds - Multistrategy	1.25%	5.11%
Hedge Fund Equity - Hedge	0.63%	5.31%
Hedge Fund - Macro	5.62%	5.06%
US Cash	-2.50%	1.76%
<i>Assumed Inflation - Mean</i>		2.40%

(Source: June 30, 2021 PERS ACFR; p. 74)

Discount Rate – The discount rate used to measure the total pension liability was 6.90 percent for the Defined Benefit Pension Plan, a reduction approved by the Board from 7.20 percent in the prior fiscal year. The projection of cash flows used to determine the discount rate assumed that contributions from the plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City’s proportionate share of the net pension liability to changes in the discount rate – the following presents the City’s proportionate share of the net pension liability calculated using the discount rate of 6.90 percent, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percent lower (5.90 percent) or one percent higher (7.90 percent) than the current rate

	1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
Proportionate share of the net pension liability	\$ 23,720,963	\$ 12,079,355	\$ 2,339,554

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

6. EMPLOYEE RETIREMENT PLAN (CONTINUED)

Changes Subsequent to the Measurement Date

As described above, GASB 67 and GASB 68 require the Total Pension Liability to be determined based on the benefit terms in effect at the Measurement Date. Any changes to benefit terms that occurs after that date are reflected in amounts reported for the subsequent Measurement Date. However, Paragraph 80f of GASB 68 requires employers to briefly describe any changes between the Measurement Date and the employer's reporting date that are expected to have a significant effect on the employer's share of the collective Net Pension Liability, along with an estimate of the resulting change, if available.

There are no changes subsequent to the June 30, 2021 Measurement Date that meet this requirement and thus would require a brief description under the GASB standard.

Deferred Compensation Plan

A deferred compensation plan is available to employees wherein they may execute an individual agreement with the City for amounts earned by them to not be paid until a future date when certain circumstances are met. These circumstances are: termination by reason of resignation, death, disability, or retirement; unforeseeable emergency; or by requesting a de minimis distribution from inactive accounts valued less than \$5,000. Payment to the employee will be made over a period not to exceed 15 years. The deferred compensation plan is one which is authorized under IRC Section 457 and has been approved in its specifics by a private ruling from the Internal Revenue Service. The assets of the plan are held by the administrator for the sole benefit of the plan participants and are not considered assets or liabilities of the City.

OPSRP Individual Account Program (OPSRP IAP)

Plan Description:

Employees of the City are provided with pensions through OPERS. All the benefits of OPERS are established by the Oregon legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003. Chapter 238A created the Oregon Public Service Retirement Plan (OPSRP), which consists of the Defined Benefit Pension Program and the Individual Account Program (IAP). Membership includes public employees hired on or after August 29, 2003. PERS members retain their existing defined benefit plan accounts, but member contributions are deposited into the member's IAP account. OPSRP is part of OPERS, and is administered by the OPERS Board.

Pension Benefits:

Participants in OPERS defined benefit pension plans also participate in their defined contribution plan. 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 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.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

6. EMPLOYEE RETIREMENT PLAN (CONTINUED)

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.

Contributions:

Employees of the City pay six (6) percent of their covered payroll. Effective July 1, 2020, currently employed Tier 1/Tier 2 and OPSRP members earning \$2,500 or more per month (increased to \$2,535 per month on January 1, 2021) will have a portion of their 6 percent monthly IAP contributions redirected to an Employee Pension Stability Account. The Employee Pension Stability Account will be used to pay part of the member's future benefit. Of the 6 percent monthly IAP contribution, Tier 1/Tier 2 will have 2.5 percent redirected to the Employee Pension Stability Account and OPSRP will have 0.75 percent redirected to the Employee Pension Stability Account, with the remaining going to the member's existing IAP account. Members may voluntarily choose to make additional after-tax contributions into their IAP account to make a full 6 percent contribution to the IAP. The City made optional contributions to member IAP accounts in the amount of \$3,747 for the year ended June 30, 2022.

7. OTHER POST EMPLOYMENT BENEFITS - RHIA

Retirement Health Insurance Account

Plan Description:

As a member of Oregon Public Employees Retirement System (OPERS) the City contributes to the Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other postemployment benefit plan administered by OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. Oregon Revised Statute (ORS) 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants after January 1, 2004. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, PO Box 23700, Tigard, OR 97281-3700.

Funding Policy:

Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to \$60 dollars or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the Retirement Health Insurance Account established by the employer, and any monthly cost in excess of \$60 dollars shall be paid by the eligible retired member in the manner provided in ORS 238.410. 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 OPERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in OPERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in an OPERS-sponsored health plan. A surviving spouse or dependent of a deceased OPERS 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 OPERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

7. OTHER POST EMPLOYMENT BENEFITS - RHIA

Participating districts are contractually required to contribute to RHIA at a rate assessed each year by OPERS, and the City currently contributes 0.05% of annual covered OPERF payroll and 0.00% of OPSRP payroll under a contractual requirement in effect until June 30, 2022. Consistent with GASB Statement 75, the OPERS Board of Trustees sets the employer contribution rates as a measure of the proportionate relationship of the employer to all employers consistent with the manner in which contributions to the OPEB plan are determined. The basis for the employer's portion is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the plan with the total actual contributions made in the fiscal year of all employers. The City's contributions to RHIA for the years ended June 30, 2020, 2021 and 2022 were \$1,750, \$437 and \$1,352, respectively, which equaled the required contributions each year.

At June 30, 2022, the City reported a net OPEB liability/(asset) of (\$225,001) for its proportionate share of the net OPEB liability/(asset). The OPEB liability/(asset) was measured as of June 30, 2021, and the total OPEB liability/(asset) used to calculate the net OPEB liability/(asset) was determined by an actuarial valuation as of December 31, 2019. Consistent with GASB Statement No. 75, paragraph 59(a), the City's proportion of the net OPEB liability/(asset) is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the Plan with the total actual contributions made in the fiscal year of all employers. As of the measurement date of June 30, 2021 and 2020, the City's proportion was .07 percent and .06 percent, respectively. OPEB expense for the year ended June 30, 2022 was (\$166,963).

Components of OPEB Expense/(Income):

Employer's proportionate share of collective system OPEB Expense/(Income)	\$ (36,798)
Net amortization of employer-specific deferred amounts from:	
- Changes in proportionate share (per paragraph 64 of GASB 75)	683
- Differences between employer contributions and employer's proportionate share of system contributions (per paragraph 65 of GASB 75)	-
Employer's Total OPEB Expense/(Income)	<u>\$ (36,115)</u>

Components of Deferred Outflows/Inflows of Resources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Difference between expected and actual experience	\$ -	\$ 6,260
Changes in assumptions	4,427	3,347
Net difference between projected and actual earnings on pension plan investments	-	53,472
Net changes in proportionate share	2,246	2,984
Differences between contributions and proportionate share of contributions	-	-
Subtotal - Amortized Deferrals (below)	<u>6,673</u>	<u>66,063</u>
Contributions subsequent to measuring date	1,352	-
Deferred outflow (inflow) of resources	<u>\$ 8,025</u>	<u>\$ 66,063</u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

7. OTHER POST EMPLOYMENT BENEFITS - RHIA

The amount of contributions subsequent to the measurement date will be included as a reduction of the net OPEB liability/(asset) in the fiscal year ended June 30, 2023.

Amounts reported as deferred outflows or inflows of resources related to pension will be recognized in pension expense as follows:

<u>Year ending June 30,</u>	<u>Amount</u>
2023	\$ (18,280)
2024	(12,011)
2025	(12,208)
2026	(16,891)
2027	-
Thereafter	-
Total	<u>\$ (59,390)</u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS Retirement Health Insurance Account Cost-Sharing Multiple-Employer Other Postemployment Benefit (OPEB) Plan Schedules of Employer Allocations and OPEB Amounts by Employer report, as of and for the Year Ended June 30, 2021. That independently audited report was dated February 25, 2022 and can be found at:

<https://www.oregon.gov/pers/EMP/Documents/GASB/2022/Oregon%20PERS%20-%20GASB%2075%20RHIA%20Employer%20Schedules%20-%20FYE%2006-30-2021.pdf>

Actuarial Methods and Assumptions:

Valuation Date	December 31, 2019
Experience Study Report	2018, Published July 24, 2019
Actuarial cost method	Entry Age Normal
Inflation rate	2.40 percent (reduced from 2.50 percent)
Investment rate of return	6.90 percent (reduced from 7.20 percent)
Discount rate	6.90 percent (reduced from 7.20 percent)
Projected salary increase	3.40 percent (reduced from 3.50 percent)
Retiree healthcare participation	Healthy retirees: 32%; Disabled retirees: 20%
Mortality	Healthy retirees and beneficiaries: Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Active members: Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Disabled retirees: Pub-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

7. OTHER POST EMPLOYMENT BENEFITS - RHIA

Actuarial valuations of an ongoing plan involve estimates of value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The method and assumptions shown are based on the 2018 Experience Study which is reviewed for the four-year period ending December 31, 2019.

Discount Rate:

The discount rate used to measure the total OPEB liability as of the measurement date of June 30, 2021 was 6.90 percent. The projection of cash flows used to determine the discount rate assumed that contributions from contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the RHIA plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments for the RHIA plan was applied to all periods of projected benefit payments to determine the total OPEB liability.

Long-Term Expected Rate of Return:

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2021 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Asset Class	Target Allocation	Compound Annual (Geometric) Return
Global Equity	30.62%	5.85%
Private Equity	25.50%	7.71%
Core Fixed Income	23.75%	2.73%
Real Estate	12.25%	5.66%
Master Limited Partnerships	0.75%	5.71%
Infrastructure	1.50%	6.26%
Commodities	0.63%	3.10%
Hedge Fund of Funds - Multistrategy	1.25%	5.11%
Hedge Fund Equity - Hedge	0.63%	5.31%
Hedge Fund - Macro	5.62%	5.06%
US Cash	-2.50%	1.76%
<i>Assumed Inflation - Mean</i>		2.40%

(Source: June 30, 2021 PERS ACFR; p. 74)

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

7. OTHER POST EMPLOYMENT BENEFITS - RHIA

Sensitivity of the City's proportionate share of the net OPEB liability/(asset) to changes in the discount rate – The following presents the City's proportionate share of the net OPEB liability/(asset) calculated using the discount rate of 6.90 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percent lower (5.90 percent) or one percent higher (7.90 percent) than the current rate.

	1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
Proportionate share of the net OPEB liability (asset)	\$ (198,980)	\$ (225,001)	\$ (247,228)

Changes Subsequent to the Measurement Date

There are no changes subsequent to the June 30, 2021 Measurement Date that meet this requirement and thus would require a brief description under the GASB standard.

8. DEFERRED COMPENSATION

Four deferred compensation trust plans are offered to employees and were created in accordance with Internal Revenue Code Section 457. The trusts hold the assets for the exclusive benefits of plan participants and their beneficiaries.

9. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Description: The City operates a single-employer retiree benefit plan that provides postemployment health, dental and vision insurance benefits to eligible employees and their spouses. There are active and retired members in the plan. All classes of employee are eligible to continue coverage upon retirement. Qualified spouses, domestic partners, and children may qualify for coverage. Coverage for retirees and eligible dependents continues until Medicare eligibility for each individual (or until dependent children become ineligible).

Benefits and eligibility for members are established through the collective bargaining agreements. The post-retirement healthcare plan is established in accordance with Oregon Revised Statutes (ORS) 243.303. ORS stipulated that for the purpose of establishing healthcare premiums, the rate must be based on all plan members, including both active employees and retirees. The difference between retiree claims cost, which because of the effect of age is generally higher in comparison to all plan members, and the amount of retiree healthcare premiums represents the City's implicit employer contribution. The City did not establish an irrevocable trust (or equivalent arrangement) to account for the plan.

Funding Policy: The benefits from this program are paid by the City on a self-pay basis and the required contribution is based on projected pay-as-you go financing requirements. There is not obligation on the part of the City to fund these benefits in advance.

CITY OF COOS BAY
COOS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

9. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Actuarial Methods and Assumptions: The City engaged an actuary to perform an evaluation as of July 1, 2020 using entry age normal, level percent of salary Actuarial Cost Method. The Single Employer Pension Plan liability was determined using the following actuarial assumptions, applied to all periods including the measurement:

Discount Rate per year	2.16%
General Inflation Rate per year	2.50%
Salary Scale per year	3.50%

Health Care Cost Trend for Medical and Vision:

<u>Year</u>	<u>Trend</u>
2020	3.75%
2021	5.75%
2022	5.25%
2023-25	5.00%
2026-40	4.75%
2041-49	5.00%
2050-64	4.75%
2065-67	4.50%
2068-71	4.25%

Dental Care Cost Trend: -1.25% for 2020, 4.00% per year thereafter.

Mortality rates were based on the Pub 2010 General and Safety Employee and Healthy Retiree tables, sex distinct, for members and dependents, with a one year setback for male general service employees and female safety employees.

Turnover rates were based on percentages developed for the valuation of benefits under Oregon PERS and vary by years of service.

Disability was not used.

Retirement rates were based on percentages developed for the valuation of benefits under Oregon PERS and vary by years of service.

The projection of benefits for financial reporting purpose does not explicitly incorporate the potential effects of legal or contractual funding limitations.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

9. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Changes in Medical Benefit OPEB Liability:

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total OPEB Liability - Beginning	\$ 815,217	\$ 800,752	\$ 758,910
Changes for the Year:			
Service Cost	48,867	45,055	40,053
Interest	18,618	28,662	29,932
Changes of Benefit Terms	-	-	-
Economic Gains or Losses	-	116,431	-
Changes of Assumptions or Other Input	3,088	(121,435)	23,414
Benefit Payments	<u>(43,530)</u>	<u>(54,248)</u>	<u>(51,557)</u>
Net Changes for the Year	27,043	14,465	41,842
Total OPEB Liability - Ending	<u>\$ 842,260</u>	<u>\$ 815,217</u>	<u>\$ 800,752</u>

Sensitivity of the Net Other Post-Employment Benefit Liability to Changes in Discount and Trend Rates: The following presents the other post-employment benefit liability (NOL), calculated using the discount rate of 2.16 percent, as well as what the liability would be if it was calculated using a discount rate 1-percentage-point lower (1.16 percent) or 1-percentage-point higher (3.16 percent) than the current rate:

	<u>1%</u> <u>Decrease</u>	<u>Current</u> <u>Discount Rate</u>	<u>1%</u> <u>Increase</u>
Total OPEB Liability	\$ 906,713	\$ 842,260	\$ 781,992

The following a sensitivity analysis for changes in healthcare cost trend assumptions.

	<u>1%</u> <u>Decrease</u>	<u>Current</u> <u>Trend Rate</u>	<u>1%</u> <u>Increase</u>
Total OPEB Liability	\$ 757,891	\$ 842,260	\$ 940,737

Amounts reported as deferred outflows or inflow of resources related to pension will be recognized in pension expense as follows:

	<u>Deferred (Inflows)</u> <u>of Resources</u>	<u>Deferred Outflows</u> <u>of Resources</u>
Differences between expected and actual experience	\$ -	\$ 99,318
Changes of assumptions or inputs	(111,108)	30,336
Benefit Payments	-	38,289
Total as of June 30	<u>\$ (111,108)</u>	<u>\$ 167,943</u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

9. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

<u>Year ending June 30,</u>	<u>Amount</u>
2023	\$ 2,656
2024	2,656
2025	2,656
2026	4,131
2027	5,051
Thereafter	1,396
Total	<u><u>\$ 18,546</u></u>

10. LONG TERM DEBT

There is long term debt associated with governmental and business type activities.

Governmental Activities – Direct Borrowings and Placements

Revenue Secured Bond:

In November 2016, \$3,200,000 in Refunding Bonds were issued, the proceeds of which were utilized to refund the 2006 water secured bonds. These water bonds, although general obligation bonds of the City, are a primary obligation of the Coos Bay-North Bend Water Board, and are being retired from revenues turned over by that agency. The refunding reduced total debt payments by \$296,673. The Water Board, by resolution, is pledged to establish, maintain and collect rates and charges for water service that will produce sufficient revenue, after deducting the expenses for operation and maintenance, to meet principal and interest payments when due. Upon the occurrence of any event of default the Lender may exercise any remedy available at law or in equity. In addition, and upon the occurrence of an event of default the outstanding balance shall bear interest at the default rate until such event of default is remedied. The default rate is an additional 1.5 of interest%.

The future requirements for amortization of this November 2016 Revenue Secured Bond debt are as follows:

Fiscal Year	<u>Issue of November 2016</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022-2023	\$ 410,000	\$ 18,375	\$ 428,375
2023-2024	420,000	11,113	431,113
2024-2025	425,000	3,719	428,719
Total	<u><u>\$ 1,255,000</u></u>	<u><u>\$ 33,207</u></u>	<u><u>\$ 1,288,207</u></u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

Revenue Secured Loan:

On June 14, 2005, the Water Board secured a revenue loan with O.E.C.D.D. in the amount of \$125,000. The loan is a primary obligation of the City, for its portion of the water line Bay Crossing Project construction to be paid over 25 years at 4.97% annual interest. The Water Board, by resolution, is pledged to establish, maintain, and collect rates and charges for water service that will produce sufficient revenue to meet principal and interest payments when due. In the event of default, the State shall have the right to take any action permitted or required pursuant to the loan agreement or any other loan document and to take whatever other action at law or in equity may appear necessary or desirable to collect the amounts then due. The future requirements for amortization of this revenue secured loan are as follows:

Fiscal Year	Issue of November 2016		
	Principal	Interest	Total
2022-2023	\$ 5,849	\$ 2,771	\$ 8,620
2023-2024	6,140	2,480	8,620
2024-2025	6,445	2,175	8,620
2025-2026	6,765	1,855	8,620
2026-2027	7,102	1,518	8,620
2027-2032	23,452	2,368	25,820
Total	<u>\$ 55,753</u>	<u>\$ 13,167</u>	<u>\$ 68,920</u>

Economic Development Loan:

During 2009-10, the Water Board, a City of Coos Bay Joint Venture, began a project to increase the capacity of the Pony Creek water treatment plant from 8 MGD to 12 MGD. Engineering began in 2009-10 and construction began in 2010-11, continuing into 2012-13. The cities of Coos Bay and North Bend each borrowed approximately \$5 million dollars on the Water Board's behalf to finance the project. The Water Board will pledge its revenue stream to the two cities for repayment of the debt when it is due. Debt repayment will begin on December 1st of the year in which the project is completed. Upon the occurrence of an event of default under this contract, State may pursue any or all of the remedies set forth herein or in the loan agreement or any of the loan documents and any other remedies available at law or in equity. Such remedies may include, but are not limited to: i. termination of this contract or loan agreement, ii. termination of State's obligations to make the loan or any disbursement under this contract or the loan agreement, iii. repayment of the loan, iv. payment of interest earned by Recipient on the loan proceeds, v. acceleration of the loan, vi. declaration of Recipient's ineligibility to receive future awards, and vii. the withholding pursuant to ORS 285A.213(6) and OAR 123-049-0040 of other State funds due Recipient.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

The future requirements for amortization of the debt service payments are as follows:

Fiscal Year	Issue of December 1, 2013		
	Principal	Interest	Total
2022-2023	\$ 245,672	\$ 102,958	\$ 348,630
2023-2024	254,024	94,605	348,629
2024-2025	262,661	85,968	348,629
2025-2026	271,592	77,038	348,630
2026-2027	280,826	67,804	348,630
2027-2032	1,554,011	189,138	1,743,149
2032-2037	159,394	5,419	164,813
Total	<u>\$ 3,028,180</u>	<u>\$ 622,930</u>	<u>\$ 3,651,110</u>

URA Empire Banner Bank Bond 2018:

\$1,435,000 of the urban renewal serial bond was issued on June 26, 2018 of which the full amount has been drawn down and which are payable from the tax increment revenues from the Empire Urban Renewal Area. The fixed interest rate over a 10 year period is 2.97%. In the event of default the Bank may exercise any remedy allowed by law and may increase the interest rate by 1.5%. The Bond shall not be subject to acceleration. The future requirements for amortization of the debt service payments are as follows:

Fiscal Year	Issue of June 26, 2018		
	Principal	Interest	Total
2022-2023	\$ 142,726	\$ 24,277	\$ 167,003
2023-2024	144,845	20,007	164,852
2024-2025	146,996	15,673	162,669
2025-2026	149,179	11,275	160,454
2026-2027	151,394	6,811	158,205
2027-2032	153,643	2,282	155,925
Total	<u>\$ 888,783</u>	<u>\$ 80,325</u>	<u>\$ 969,108</u>

URA Downtown Banner Bank Bond 2019:

\$3,300,000 of the urban renewal serial bond was issued on April 16, 2019 which are payable from the tax increment revenues from the Downtown Urban Renewal Area. During the fiscal year the bond was refunded with the Series 2020B Bond described below.

CITY OF COOS BAY
COOS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

URA Downtown 2020B Refunding Bond

On November 24, 2020, \$2,772,250 was issued of a refunding bond. The proceeds of the Series 2020B Bond shall be used solely to refund the Agency's outstanding Downtown Urban Renewal Area Urban Renewal Bond, Series 2019A and costs associated with the issuance of the Series 2020B Bond. The refunding was undertaken to reduce the total debt service payments by \$450,358 and resulted in an economic gain of \$111,443. Upon the occurrence and continuance of any Event of Default hereunder the Owners of ten percent or more of the principal amount of affected Bonds then Outstanding may take whatever action may appear necessary or desirable to enforce or to protect any of the rights of the Owners of Bonds, either at law or in equity or in bankruptcy or otherwise, whether for the specific enforcement of any covenant or agreement contained in this Master Bond Declaration or in aid of the exercise of any power granted in this Master Bond Declaration or for the enforcement of any other legal or equitable right vested in the Owners of Bonds by this Master Bond Declaration or by law. However: the Bonds shall not be subject to acceleration; and, neither the City nor the Agency shall be required to pay any amounts to Owners (other than Tax Increment Revenues, and amounts in the Tax Increment Fund. The future requirements for amortization of the debt service payments are as follows:

Fiscal Year	Issue of November 24, 2020		
	Principal	Interest	Total
2022-2023	\$ 346,258	\$ 34,097	\$ 380,355
2023-2024	351,526	28,828	380,354
2024-2025	356,875	23,480	380,355
2025-2026	362,304	18,050	380,354
2026-2027	367,816	12,538	380,354
2027-2032	646,403	9,002	655,405
Total	<u>\$ 2,431,182</u>	<u>\$ 125,995</u>	<u>\$ 2,557,177</u>

URA Empire Banner Bank Bond 2019

\$2,855,000 of the urban renewal serial bond was issued on August 6, 2019 of which the full amount was drawn down by 6/30/2021, which are payable from the tax increment revenues from the Downtown Urban Renewal Area. The fixed interest rate over a 10 year period is 2.46%. Upon the occurrence and continuance of any Event of Default hereunder the Owners percent or more of the principal amount of affected Bonds then Outstanding may take whatever action may appear necessary or desirable to enforce or to protect any of the rights of Owners of Bonds, either at law or in equity or in bankruptcy or otherwise, whether for the specific enforcement of any covenant or agreement contained in this Master Bond Declaration or in aid of the exercise of any power granted in this Master Bond Declaration or for the enforcement of any other legal or equitable right vested in the Owners of Bonds by this Master Bond Declaration or by law. However, the Bonds shall not be subject to acceleration; and, neither the City nor the Agency shall be required to pay any amounts to Owners (other than Tax Increment Revenues, and amounts in the Tax Increment Fund) because of an Event of Default. The future requirements for amortization of the debt service payments are as follows:

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

Fiscal Year	Issue of June 26, 2018		
	Principal	Interest	Total
2022-2023	\$ 295,700	\$ 51,980	\$ 347,680
2023-2024	303,100	44,624	347,724
2024-2025	310,700	36,858	347,558
2025-2026	318,400	29,013	347,413
2026-2027	326,300	20,973	347,273
2027-2032	677,300	17,043	694,343
Total	\$ 2,231,500	\$ 200,491	\$ 2,431,991

URA Downtown Pacific Premier Bank Bond 2020:

\$3,400,000 of the urban renewal serial bond was issued on March 31, 2020 of which \$2,714,617 was drawn down as of 6/30/2022, which are payable from the tax increment revenues from the Downtown Urban Renewal Area. The fixed interest rate over a 10 year period is 2.28%. If an Event of Default occurs, the Bank may exercise any remedy available at law or inequity and as set forth in the Declaration. However, the Series 2020A Bond shall not be subject to acceleration. Additionally, upon the occurrence and continuance of an Event of Default, at its election the Bank may increase the interest rate applicable to the Outstanding Balance by three percent (3.00%) until such time as the Event of Default is remedied. The right of the Bank under this paragraph shall not be subject to any waiver of rights and remedies. The future requirements for amortization will be finalized and reported when the drawdown is completed and all are considered due in more than one year.

OTIB #0059 Water Board Loan:

At March 31, 2016, a \$404,000 loan was received for construction of water mains in South Empire Boulevard. The loan is payable over ten years at a fixed interest rate of 1.34%. If an event of default occurs, the Bank may exercise any remedy available at law or in equity; however, the amounts due under this agreement and the note shall not be subject to acceleration. In addition to all other remedies, the Bank may bring suit to compel the City to appropriate funds to pay the principal, premium, if any, and interest due on the agreement and the note during a fiscal year when the City's governing body fails or refuses to appropriate moneys for such purpose in the fiscal year. No remedy shall be exclusive. The future requirements for amortization of the debt service payments are as follows:

Fiscal Year	Issue of March 31, 2016		
	Principal	Interest	Total
2022-2023	\$ 41,185	\$ 2,117	\$ 43,302
2023-2024	41,738	1,564	43,302
2024-2025	42,299	1,003	43,302
2025-2026	43,074	434	43,508
Total	\$ 168,296	\$ 5,118	\$ 173,414

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

Governmental Activities – General Obligation Bonds

General Obligation 2020 Refunding Bond

In October of 2020 refunding bonds were issued in the amount of \$2,963,000 to refund the 2009 Fire Station Bonds. The refunding resulted in a present value savings of \$775,889. Upon an Event of Default the Bank may exercise any remedy available at law or in equity. However, the Bond shall not be subject to acceleration. No remedy shall be exclusive. The Bank may waive any Event of Default, but no such waiver shall extend to a subsequent Event of Default. No delay or omission of the Bank to exercise any right or power arising upon the happening of an Event of Default shall impair any right or power or shall be construed to be a waiver of any such Event of Default or to be an acquiescence therein; and every power and remedy given by this Section to the Bank may be exercised from time to time and as often as may be deemed expedient by the Bank. The future requirements for amortization of the debt service payments are as follows:

Fiscal Year	Issue of April 15, 2009		
	Principal	Interest	Total
2022-2023	\$ 466,000	\$ 24,636	\$ 490,636
2023-2024	471,000	18,997	489,997
2024-2025	476,000	13,298	489,298
2025-2026	485,000	7,538	492,538
2026-2027	138,000	1,670	139,670
Total	<u>\$ 2,036,000</u>	<u>\$ 66,139</u>	<u>\$ 2,102,139</u>

Interest rate: 1.210% fixed annual rate.

Governmental Activities – Other - Leases

For the year ended 6/30/2022, the financial statements include the adoption of GASB Statement No. 87, Leases. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

On 07/01/2021, the City entered into a 33 month lease as Lessee for the use of Pitney Bowes - Public Library. An initial lease liability was recorded in the amount of \$4,560. As of 06/30/2022, the value of the lease liability is \$2,911. The City is required to make quarterly fixed payments of \$419. The lease has an interest rate of 0.8453%. The Equipment estimated useful life was 33 months as of the contract commencement. The value of the right to use asset as of 06/30/2022 of \$4,560 with accumulated amortization of \$1,620 is included with Equipment in the Capital Asset note disclosure.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

On 07/01/2021, the City entered into a 26 month lease as Lessee for the use of Xerox Multifunction Printer. An initial lease liability was recorded in the amount of \$3,097. As of 06/30/2022, the value of the lease liability is \$1,672. The City is required to make monthly fixed payments of \$120. The lease has an interest rate of 0.5925%. The Equipment estimated useful life was 26 months as of the contract commencement. The value of the right to use asset as of 06/30/2022 of \$3,097 with accumulated amortization of \$1,388 is included with Equipment in the Capital Asset note disclosure.

On 07/01/2021, the City entered into a 56 month lease as Lessee for the use of Xerox Color Multifunction Printer. An initial lease liability was recorded in the amount of \$6,533. As of 06/30/2022, the value of the lease liability is \$5,161. The City is required to make monthly fixed payments of \$120. The lease has an interest rate of 1.1771%. The Equipment estimated useful life was 56 months as of the contract commencement. The value of the right to use asset as of 06/30/2022 of \$6,533 with accumulated amortization of \$1,387 is included with Equipment in the Capital Asset note disclosure.

On 04/07/2022, the City entered into a 24 month lease as Lessee for the use of Iphone 11. An initial lease liability was recorded in the amount of \$1,173. As of 06/30/2022, the value of the lease liability is \$1,026. The City is required to make monthly fixed payments of \$50. The lease has an interest rate of 2.3463%. The Equipment estimated useful life was 24 months as of the contract commencement. The value of the right to use asset as of 06/30/2022 of \$1,173 with accumulated amortization of \$137 is included with Equipment in the Capital Asset note disclosure.

The future requirements for amortization of the debt service payments are as follows:

Fiscal Year	Leases		
	Principal	Interest	Total
2022-2023	\$ 5,057	\$ 97	\$ 5,154
2023-2024	3,339	47	3,386
2024-2025	1,419	20	1,439
2025-2026	955	4	959
Total	<u>\$ 10,770</u>	<u>\$ 168</u>	<u>\$ 10,938</u>

Business Type Activities - Direct Borrowings and Placements

IFA Wastewater Loan 2012 # Y12005: The City entered into this loan on June 28, 2012 for a wastewater project. The loan is payable at a fixed interest rate of 1.94%. The loan is secured by the full faith and credit of the City. Upon any event of default, the IFA may pursue any or all remedies available at law or in equity to collect amounts due or to become due or to enforce the performance of any obligation of recipient. Remedies may include, but are not limited to: (1) Terminating IFA's commitment and obligation to make the loan or disbursements under the contract. (2) Declaring all payments under the note and all other amounts due under any of the financing documents immediately due and payable, and upon notice to recipient the same become due and payable without further notice or demand. (3) Barring recipient from applying for future awards. (4) Withholding amounts otherwise due to recipient for application to the payment of amounts due under this contract, including as provided in ORS 285B.599; however, this provision is not to be construed in a way that recipient's obligations would constitute debt that violates Section 10, Article XI of the Oregon Constitution. (5) Foreclosing liens or security interests pursuant to the contract or any other financing document. (6) Requiring repayment of the grant

CITY OF COOS BAY
COOS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

and all interest earned by recipient on those grant funds. The future requirements for amortization of the debt service payments are as follows:

Fiscal Year	Issue of June 28, 2012		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022-2023	\$ 183,564	\$ 69,620	\$ 253,184
2023-2024	187,127	66,059	253,186
2024-2025	190,756	62,429	253,185
2025-2026	194,457	58,728	253,185
2026-2027	198,229	54,955	253,184
2027-2032	1,050,344	215,579	1,265,923
2032-2037	1,156,259	109,665	1,265,924
2037-2042	427,923	11,858	439,781
Total	<u>\$ 3,588,659</u>	<u>\$ 648,893</u>	<u>\$ 4,237,552</u>

Interest rate: 1.94% fixed annual rate.

IFA Wastewater Loan 2013 #Y14002: The City entered into this loan on December 16, 2013 for a wastewater project. The loan is payable at a fixed interest rate of 1.00%. The loan is secured by the full faith and credit of the City. Upon any event of default, the IFA may pursue any or all remedies available at law or in equity to collect amounts due or to become due or to enforce the performance of any obligation of recipient. Remedies may include, but are not limited to: (1) Terminating IFA's commitment and obligation to make the loan or disbursements under the contract, (2) Declaring all payments under the note and all other amounts due under any of the financing documents immediately due and payable, and upon notice to recipient the same become due and payable without further notice or demand, (3) Barring recipient from applying for future awards, (4) Withholding amounts otherwise due to recipient for application to the payment of amounts due under this contract, including as provided in ORS 285B.599; however, this provision is not to be construed in a way that recipient's obligations would constitute debt that violates Section 10, Article XI of the Oregon Constitution, (5) Foreclosing liens or security interests pursuant to the contract or any other financing document, (6) Requiring repayment of the grant and all interest earned by recipient on those grant funds.

CITY OF COOS BAY
COOS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

The future requirements for amortization of the debt service payments are as follows:

Fiscal Year	Issue of June 16, 2013		
	Principal	Interest	Total
2022-2023	\$ 336,694	\$ 66,042	\$ 402,736
2023-2024	340,061	62,675	402,736
2024-2025	343,461	59,274	402,735
2025-2026	346,896	55,839	402,735
2026-2027	350,365	52,371	402,736
2027-2032	1,805,084	208,591	2,013,675
2032-2037	1,897,162	116,514	2,013,676
2037-2042	1,184,439	23,768	1,208,207
Total	<u>\$ 6,604,162</u>	<u>\$ 645,074</u>	<u>\$ 7,249,236</u>

Interest rate: 1.00% fixed annual rate.

Oregon DEQ SRF R24000 Wastewater Loan: The City entered into this loan on May 10th 2016 for a wastewater project. The loan is payable at a fixed interest rate of 1.00%, unless the project is not completed on time whereas the interest rate is payable at a fixed rate of 2.00%. The loan is secured by the full faith and credit of the City. If DEQ determines that an event of default has occurred, DEQ may, without further notice: (1) Declare the outstanding loan amount plus any unpaid accrued interest, fees and any other amounts due hereunder immediately due and payable; (2) Cease making disbursement of loan proceeds or make some disbursements of loan proceeds and withhold or refuse to make other disbursements; (3) Appoint a receiver, at the borrower's expense, to operate the facility that produces the pledged revenues and collect the gross revenues; (4) Set and collect utility rates and charges; (5) Pay, compromise or settle any liens on the facility or the project or pay other sums required to be paid by the borrower in connection with the project, at DEQ's discretion, using the loan proceeds and such additional money as may be required. If DEQ pays any encumbrance, lien, claim, or demand, it shall be subrogated, to the extent of the amount of such payment, to all the rights, powers, privileges, and remedies of the holder of the encumbrance, lien, claim, or demand, as the case may be. Any such subrogation rights shall be additional cumulative security for the amounts due under this loan agreement; (6) Direct the State Treasurer to withhold any amounts otherwise due to the borrower from the State of Oregon and, to the extent permitted by law, direct that such funds be applied to the amounts due DEQ under the loan agreement and be deposited into the SRF; and (7) Pursue any other legal or equitable remedy it may have.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

The future requirements for amortization of the debt service payments are as follows:

Fiscal Year	Issue of May 10, 2016		
	Principal	Interest	Total
2022-2023	\$ 740,779	\$ 147,907	\$ 888,686
2023-2024	748,204	140,482	888,686
2024-2025	755,705	132,981	888,686
2025-2026	763,281	125,405	888,686
2026-2027	770,933	117,753	888,686
2027-2032	3,972,158	471,272	4,443,430
2032-2037	4,175,295	268,135	4,443,430
2037-2042	3,049,129	59,076	3,108,205
Total	<u>\$ 14,975,484</u>	<u>\$ 1,463,011</u>	<u>\$ 16,438,495</u>

Interest rate: 1.00% fixed annual rate.

Oregon DEQ SRF R24001 Wastewater Loan: The City entered into this loan on May 10th 2016 for a wastewater project. The loan is payable at a fixed interest rate of 1.00%, unless the project is not completed on time whereas the interest rate is payable at a fixed rate of 2.00%. The loan is secured by the full faith and credit of the City. If DEQ determines that an event of default has occurred, DEQ may, without further notice: (1) Declare the outstanding loan amount plus any unpaid accrued interest, fees and any other amounts due hereunder immediately due and payable; (2) Cease making disbursement of loan proceeds or make some disbursements of loan proceeds and withhold or refuse to make other disbursements; (3) Appoint a receiver, at the borrower's expense, to operate the facility that produces the pledged revenues and collect the gross revenues; (4) Set and collect utility rates and charges; (5) Pay, compromise or settle any liens on the facility or the project or pay other sums required to be paid by the borrower in connection with the project, at DEQ's discretion, using the loan proceeds and such additional money as may be required. If DEQ pays any encumbrance, lien, claim, or demand, it shall be subrogated, to the extent of the amount of such payment, to all the rights, powers, privileges, and remedies of the holder of the encumbrance, lien, claim, or demand, as the case may be. Any such subrogation rights shall be additional cumulative security for the amounts due under this loan agreement; (6) Direct the State Treasurer to withhold any amounts otherwise due to the borrower from the State of Oregon and, to the extent permitted by law, direct that such funds be applied to the amounts due DEQ under the loan agreement and be deposited into the SRF; and (7) Pursue any other legal or equitable remedy it may have. As of the fiscal year end the City has drawn down \$1,035,548. Final amortization schedule will be reported when the loan is fully drawn down.

Oregon DEQ SRF R24002 Wastewater Loan: The City entered into this loan on June 4, 2019 for a wastewater project. The loan is payable at a fixed interest rate of 1.00%, unless the project is not completed on time whereas the interest rate is payable at a fixed rate of 2.00%. The loan is secured by the full faith and credit of the City. If DEQ determines that an event of default has occurred, DEQ may, without further notice: (1) Declare the outstanding loan amount plus any unpaid accrued interest, fees and any other amounts due hereunder immediately due and payable; (2) Cease making disbursement of loan proceeds or make some disbursements of loan proceeds and withhold or refuse to make other disbursements; (3) Appoint a receiver, at the borrower's expense, to operate the facility that produces the pledged revenues and collect the gross revenues; (4) Set and collect utility rates and charges; (5) Pay, compromise or settle any liens on the facility or the project or pay other sums required to be paid by the borrower in connection with the project, at DEQ's discretion, using the loan proceeds and such additional money as may be required. If DEQ pays any encumbrance, lien, claim, or demand, it shall be subrogated, to the

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

extent of the amount of such payment, to all the rights, powers, privileges, and remedies of the holder of the encumbrance, lien, claim, or demand, as the case may be. Any such subrogation rights shall be additional cumulative security for the amounts due under this loan agreement; (6) Direct the State Treasurer to withhold any amounts otherwise due to the borrower from the State of Oregon and, to the extent permitted by law, direct that such funds be applied to the amounts due DEQ under the loan agreement and be deposited into the SRF; and (7) Pursue any other legal or equitable remedy it may have.

The future requirements for amortization of the debt service payments are as follows:

Fiscal Year	Issue of June 4, 2019		
	Principal	Interest	Total
2022-2023	\$ 119,393	\$ 62,903	\$ 182,296
2023-2024	122,119	60,177	182,296
2024-2025	124,907	57,389	182,296
2025-2026	127,759	54,537	182,296
2026-2027	130,675	51,621	182,296
2027-2032	699,507	211,973	911,480
2032-2037	783,080	128,400	911,480
2037-2042	693,290	35,876	729,166
Total	<u>\$ 2,800,730</u>	<u>\$ 662,876</u>	<u>\$ 3,463,606</u>

Interest rate: 1.00% fixed annual rate.

Oregon DEQ SRF R24004 Wastewater Loan: The City entered into this loan on July 16, 2019 for a wastewater project. The loan is payable at a fixed interest rate of 2.27%. The loan is secured by the full faith and credit of the City. If DEQ determines that an Event of Default has occurred, DEQ may, without further notice: (1) Declare the Outstanding Loan Amount plus any unpaid accrued interest, fees and any other amounts due hereunder immediately due and payable; (2) Cease making disbursement of Loan proceeds or make some disbursements of Loan proceeds and withhold or refuse to make other disbursements; (3) Appoint a receiver, at the Borrower's expense, to operate the Facility that produces the pledged revenues and collect the Gross Revenues; (4) Set and collect utility rates and charges; (5) Pay, compromise or settle any liens on the Facility or the Project or pay other sums required to be paid by the Borrower in connection with the Project, at DEQ's discretion, using the Loan proceeds and such additional money as may be required. If DEQ pays any encumbrance, lien, claim, or demand, DEQ shall be subrogated, to the extent of the amount of such payment, to all the rights, powers, privileges, and remedies of the holder of the encumbrance, lien, claim, or demand, as the case may be. Any such subrogation rights shall be additional, cumulative security for the amounts due under this Loan Agreement; (6) Direct the State Treasurer to withhold any amounts otherwise due to the Borrower from the State of Oregon and, to the extent permitted by law, direct that such funds be applied to the amounts due DEQ under this Loan Agreement and be deposited into the SRF; and (7) Pursue any other legal or equitable remedy it may have. As of the fiscal year end the City has drawn down \$778,293. Final amortization schedule will be reported when the loan is fully drawn down.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

Oregon DEQ SRF R24005 Wastewater Loan: The City entered into this loan on July 16, 2019 for a wastewater project. The loan is payable at a fixed interest rate of 2.27%. The loan is secured by the full faith and credit of the City. If DEQ determines that an Event of Default has occurred, DEQ may, without further notice: (1) Declare the Outstanding Loan Amount plus any unpaid accrued interest, fees and any other amounts due hereunder immediately due and payable; (2) Cease making disbursement of Loan proceeds or make some disbursements of Loan proceeds and withhold or refuse to make other disbursements; (3) Appoint a receiver, at the Borrower's expense, to operate the Facility that produces the pledged revenues and collect the Gross Revenues; (4) Set and collect utility rates and charges; (5) Pay, compromise or settle any liens on the Facility or the Project or pay other sums required to be paid by the Borrower in connection with the Project, at DEQ's discretion, using the Loan proceeds and such additional money as may be required. If DEQ pays any encumbrance, lien, claim, or demand, DEQ shall be subrogated, to the extent of the amount of such payment, to all the rights, powers, privileges, and remedies of the holder of the encumbrance, lien, claim, or demand, as the case may be. Any such subrogation rights shall be additional, cumulative security for the amounts due under this Loan Agreement; (6) Direct the State Treasurer to withhold any amounts otherwise due to the Borrower from the State of Oregon and, to the extent permitted by law, direct that such funds be applied to the amounts due DEQ under this Loan Agreement and be deposited into the SRF; and (7) Pursue any other legal or equitable remedy it may have. As of the fiscal year end the City has drawn down \$693,729. Final amortization schedule will be reported when the loan is fully drawn down.

Business Type Activities – Other Debt – Financed Purchases

Vacon Truck Financed Purchase: The City entered into this loan on September 17, 2021 for a Vacon Truck in the amount of \$437,588. The loan is payable at a fixed interest rate of 1.650%. Principal and Interest payments are due on a yearly basis.

The future requirements for amortization of the debt service payments are as follows:

Fiscal Year	Issue of September 17, 2021		
	Principal	Interest	Total
2022-2023	\$ 84,677	\$ 7,220	\$ 91,897
2023-2024	86,074	5,823	91,897
2024-2025	87,494	4,403	91,897
2025-2026	88,938	2,959	91,897
2026-2027	90,405	1,420	91,825
Total	<u>\$ 437,588</u>	<u>\$ 21,825</u>	<u>\$ 459,413</u>

Street Sweeper Financed Purchase: The City entered into this loan on September 17, 2021 for a Street Sweeper in the amount of \$257,751. The loan is payable at a fixed interest rate of 2.440%. Principal and Interest payments are due on a yearly basis.

The future requirements for amortization of the debt service payments are as follows:

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

Fiscal Year	Issue of September 17, 2021		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022-2023	\$ 49,095	\$ 6,289	\$ 55,384
2023-2024	50,293	5,091	55,384
2024-2025	51,520	3,864	55,384
2025-2026	52,777	2,607	55,384
2026-2027	54,066	1,319	55,385
Total	<u>\$ 257,751</u>	<u>\$ 19,170</u>	<u>\$ 276,921</u>

Changes in Long-Term Liabilities: During the year ended June 30, 2022, the following changes occurred in long-term liabilities:

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

10. LONG TERM DEBT (CONTINUED)

Governmental Activities	Balance 7/1/2021	Additions	Reductions	Balance 6/30/2022	Due in One Year
Direct Borrowings and Placements					
Water Bonds					
June 14, 2005 (refunding)	\$ 61,325	\$ -	\$ (5,572)	\$ 55,753	\$ 5,849
Revenue Secured Bond:					
November 2016 (refunding)	1,660,000	-	(405,000)	1,255,000	410,000
Economic Development Loan					
June 30, 2011	3,265,773	-	(237,593)	3,028,180	245,672
URA Banner Bank Empire Bond 2018A	1,029,421	-	(140,638)	888,783	142,726
URA Banner Bank Empire Bond 2019A	2,520,100	-	(288,600)	2,231,500	295,700
URA Pacific Premier Bank Downtown Bond 2020A	1,520,824	1,051,207	(351,854)	2,220,177	-
URA 2020B Refunding Bond	2,772,250	-	(341,068)	2,431,182	346,258
OTIB #0059 Water Board Loan	208,934	-	(40,638)	168,296	41,185
2020 Refunding Bond-direct placement	2,496,000	-	(460,000)	2,036,000	466,000
Premium	15,102	-	(3,775)	11,327	-
Other Debt					
Lease Liability	-	15,363	(4,593)	10,770	5,057
Total	\$ 15,549,729	\$ 1,066,570	\$ (2,279,331)	\$ 14,336,968	\$ 1,958,447
Business-Type Activities	Balance 7/1/2021	Additions	Reductions	Balance 6/30/2022	Due in One Year
Direct Borrowings and Placements					
IFA Wastewater Loan 2012 #Y12005	\$ 3,768,731	\$ -	\$ (180,072)	\$ 3,588,659	\$ 183,564
IFA Wastewater Loan 2013 #Y14002	6,937,522	-	(333,360)	6,604,162	336,694
OR DEQ SRF R 24000 Wastewater Loan	15,708,909	-	(733,425)	14,975,484	740,779
OR DEQ SRF R 24001 Wastewater Loan	953,501	82,047	-	1,035,548	-
OR DEQ SRF R 24002 Wastewater Loan	2,859,424	-	(58,694)	2,800,730	119,393
OR DEQ SRF R 24004 Wastewater Loan	697,309	80,984	-	778,293	-
OR DEQ SRF R 24005 Wastewater Loan	98,887	594,842	-	693,729	-
Other Debt					
Financed Purchase - Vacon Truck	-	437,588	-	437,588	84,677
Financed Purchase - Street Sweeper	-	257,751	-	257,751	49,095
Total	\$ 31,024,283	\$ 1,453,212	\$ (1,305,551)	\$ 31,171,944	\$ 1,514,202

CITY OF COOS BAY
COOS COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

11. PROPERTY TAX LIMITATIONS

The State of Oregon has a constitutional limit on property taxes for schools and nonschool government operations. The limitation provides that property taxes for nonschool operations are limited to \$10.00 for each \$1,000 of property market value. This limitation does not apply to taxes levied for principal and interest on general obligation bonded debt.

An additional limit reduces the amount of operating property tax revenues available. This reduction was accomplished by rolling property values for 1997-98 back to their 1995-96 values less 10% and limiting future tax value growth of each property to no more than 3% per year, subject to certain exceptions. Taxes levied to support bonded debt are exempted from the reductions. The Constitution also sets restrictive voter approval requirements for most tax and many fee increases and new bond issues.

12. RISK MANAGEMENT

There is exposure to various risks of loss related to torts; theft of, damage to, and destruction of assets; and omissions; injuries to employees; and natural disasters. Commercial insurance is purchased to minimize its exposure to these risks. Settled claims have not exceeded this commercial coverage for any of the past three years.

13. INVESTMENT IN JOINT VENTURE

Pursuant to an intergovernmental agreement authorized by state statutes, the City of Coos Bay joined with the City of North Bend to establish and operate a Water Board for the mutual advantage of the two governments. The City of Coos Bay's share of assets, liabilities, and fund equity is 50 percent. Following is a summary of the most recent audited financial information as of, and for the year ended June 30, 2022:

Cash and investments	\$ 7,550,165
Other assets	<u>64,635,276</u>
Total assets	<u>72,185,441</u>
Deferred outflows of resources	<u>830,584</u>
Total assets and deferred outflows	<u>\$ 73,016,025</u>
Total liabilities and deferred inflows	\$ 13,987,706
Total equity	<u>59,028,319</u>
Total liabilities and equity	<u>\$ 73,016,025</u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

13. INVESTMENT IN JOINT VENTURE (CONTINUED)

Changes in the investment in the joint venture are as follows:

Balance July 1, 2021	Increases	Decreases	Balance June 30, 2022
\$ 28,729,616	\$ 784,544	\$ -	\$ 29,514,160

An investment in joint venture in the amount of \$29,514,160 million was booked as an asset (Investment in Joint Venture) in Fiscal Year 2021, for the 50% equity interest that the City of Coos Bay has in the Coos Bay/North Bend Water Board. The Coos Bay/North Bend Water Board issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Coos Bay/North Bend Water Board, P.O. Box 539, Coos Bay, OR 97420 or by calling (541) 267-3128.

14. RELATED PARTY TRANSACTIONS

All sewer service charges are billed by the Water Board as an accommodation for the Cities of Coos Bay and North Bend, Oregon, and collections thereon are remitted to the cities, less a handling fee, for providing these services. During the year ended June 30, 2022, the Water Board remitted \$8,036,442 to the City of Coos Bay, Oregon, which included sewer user fee revenues, alum sludge disposal fees, transportation utility fee, and interest earnings, net of the handling fee of \$76,688.

15. NOTES RECEIVABLE

There is a note receivable carried on the statement of net position. The note is the result of an agreement between the City and the Water Board wherein the City obtained a loan on behalf of the Water Board. The amount receivable by the City as of June 30, 2022 is \$4,507,230. This includes the 2005, 2006 and 2016 refunding issues as well as the OTIB Loan. The Water Board also pays the interest on these issues (see footnote 10).

16. TRANSFERS

Transfers made during the year are summarized as follows:

Fund:	Transfer In	Transfer Out
Governmental Funds:		
General	\$ 60,061	\$ 690,015
URA Capital Projects	32,856	
Other Governmental	7,131,116	11,957,476
Business Type Funds	7,563,458	2,140,000
Total Transfers	\$ 14,787,491	\$ 14,787,491

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

16. TRANSFERS (CONTINUED)

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

17. FUND BALANCE CONSTRAINTS

The specific purposes for each of the categories of fund balance as of June 30, 2022 are as follows:

Fund Balances:	<u>General Fund</u>	<u>Jurisdictional Exchange Reserve</u>	<u>URA Downtown Capital</u>	<u>Non Major Funds</u>	<u>Total</u>
<u>Nonspendable:</u>					
Prepaid Expenses	\$ 33,202	\$ -	-	\$ 42,288	\$ 75,490
Inventory	938	-	-	-	938
Jurisdictional Exchange	-	4,800,000	-	-	4,800,000
Total	<u>34,140</u>	<u>4,800,000</u>	<u>-</u>	<u>42,288</u>	<u>4,876,428</u>
<u>Restricted:</u>					
Memorial Bricks	193	-	-	-	193
DUII Task Force	9,641	-	-	-	9,641
Mingus Park Flag Pole	616	-	-	-	616
Hotel Motel Tax	-	-	-	275,888	275,888
Debt Service	-	-	-	1,624,063	1,624,063
Streets - Gas Tax	-	-	-	870,547	870,547
911 Services	-	-	-	161,298	161,298
Library	-	-	-	1,848,695	1,848,695
Choshi Garden Foundation	-	-	-	-	-
Capital Projects	-	-	2,452,549	4,759,032	7,211,581
Total	<u>10,450</u>	<u>-</u>	<u>2,452,549</u>	<u>9,539,523</u>	<u>12,002,522</u>
<u>Assigned:</u>					
Canine	7,662	-	-	-	7,662
Unclaimed Property Liability	3,407	-	-	-	3,407
DUII Impact Panel	9,641	-	-	-	9,641
Rainy Day Reserve Fund	1,071,531	-	-	-	1,071,531
Jurisdictional Exchange	-	138,032	-	-	138,032
Total	<u>1,092,241</u>	<u>138,032</u>	<u>-</u>	<u>-</u>	<u>1,230,273</u>
Unassigned:	<u>3,242,818</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,242,818</u>
Total Fund Balances	<u>\$ 4,379,649</u>	<u>\$ 4,938,032</u>	<u>\$ 2,452,549</u>	<u>\$ 9,581,811</u>	<u>\$ 21,352,041</u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

NOTES TO BASIC FINANCIAL STATEMENTS

18. CONTINGENCIES

A number of federal and state assisted programs are participated in. These grants are subject to audit by the grantors or their representatives. Such audits could result in requests for reimbursement to grantor agencies for expenditures disallowed under the terms of the grant. Management believes that such disallowance, if any, will be immaterial.

19. NEGATIVE NET POSITION

The Wastewater Improvement Fund has a negative net position of (\$24,507,920). This is the result of capital construction and capital contributions to the Wastewater Fund as well as debt for capital assets held by the Wastewater Fund. The net position will become positive as more reimbursements are received for the project.

The Building Codes Fund has a negative net position of (\$22,545). This is the result of pension obligation items recorded as a result of GASB Statement No. 68.

20. PRIOR PERIOD ADJUSTMENT

A prior period adjustment of \$94,514 is reported for the adjustment of Assessments Receivable clean up that was conducted in the current year.

CITY OF COOS BAY
COOS COUNTY, OREGON

REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN OTHER POST-EMPLOYMENT BENEFITS (OPEB) LIABILITY
For the Year Ended June 30, 2022**

	2022	2021	2020	2019	2018
Total OPEB Liability - Beginning	\$ 815,217	\$ 800,752	758,910	\$ 686,642	\$ 695,980
Changes for the year:					
Service Cost	48,867	45,055	40,053	37,376	40,285
Interest	18,618	28,662	29,932	25,327	20,597
Changes of Benefit Terms	-	-	-	-	-
Effect of economic/demographic change	-	116,431	-	19,427	-
Changes of Assumptions or Other Input	3,088	(121,435)	23,414	23,542	(42,895)
Benefit Payments	(43,530)	(54,248)	(51,557)	(33,404)	(27,325)
Net changes for the year	27,043	14,465	41,842	72,268	(9,338)
Total OPEB Liability - Ending	\$ 842,260	\$ 815,217	800,752	\$ 758,910	\$ 686,642
Covered Payroll	\$9,765,259	\$7,858,623	\$7,533,032	\$7,313,978	6,993,970
Total OPEB Liability as a Percentage of Covered P	8.63%	10.37%	10.63%	10.38%	9.82%

Note: This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full year trend has been compiled, information is presented for the years for which the required supplementary schedule information is available. The City implemented and GASB Statement No. 75 in the fiscal year ended June 30, 2018.

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
For the Year Ended June 30, 2022**

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ended June 30,	Employer's proportion of the net pension liability (NPL) (a)	Employer's proportionate share of the net pension liability (NPL) (b)	Covered payroll (c)	NPL as a percentage of covered payroll (b/c)	Plan fiduciary net position as a percentage of the total pension liability
2022	0.100943 %	\$12,079,355	\$7,858,623.0	154%	87.6%
2021	0.098686 %	21,536,626	7,533,032	286%	75.8%
2020	0.096263 %	16,651,209	7,313,978	228%	80.2%
2019	0.094009 %	14,241,146	6,993,970	204%	82.1%
2018	0.096247 %	12,974,119	7,043,536	184%	83.1%
2017	0.101738 %	15,273,229	6,979,113	219%	80.5%
2016	0.109596 %	6,292,423	6,539,770	96%	91.9%
2015	0.095125 %	(2,156,209)	6,404,247	-34%	104%
2014	0.095125 %	4,854,360	6,449,947	75%	92%

The amounts presented for each fiscal year were actuarially determined at 12/31 and rolled forward to the measurement date.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

SCHEDULE OF CONTRIBUTIONS

Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2022	\$ 1,043,178	\$ 1,043,178	\$ -	\$ 9,765,259	10.68%
2021	1,113,758	1,113,758	-	7,858,623	14.17%
2020	1,047,695	1,047,695	-	7,533,032	13.91%
2019	1,009,913	1,009,913	-	7,313,978	13.81%
2018	1,019,229	1,019,229	-	6,993,970	14.57%
2017	873,648	873,648	-	7,043,536	12.40%
2016	1,001,449	1,001,449	-	6,979,113	14.35%
2015	730,435	730,435	-	6,539,770	11.17%
2014	727,026	727,026	-	6,404,247	11.08%

The amounts presented for each fiscal year were actuarially determined at 12/31 and rolled forward to the measurement date.

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

CITY OF COOS BAY
COOS COUNTY, OREGON

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
For the Year Ended June 30, 2022

SCHEDULE OF CHANGES IN THE TOTAL OPEB - RHIA LIABILITY (ASSET)

Year Ended June 30,	Service Cost	Difference Between Expected and Actual Experience	Changes in Assumptions	Difference Between Projected and Actual Investment Earnings	Employer Actual Contributions	Changes in Employer Proportion	Employer Total Expense
2022	\$ -	\$ (6,260)	\$ 1,080	\$ (53,472)	\$ 1,352	\$ (738)	\$ (36,115)
2021	-	(13,143)	(6,834)	14,297	437	4,670	(18,431)
2020	-	(17,263)	(136)	(8,080)	1,750	(319)	(17,387)
2019	-	(4,262)	(239)	(16,213)	2,939	(375)	(18,779)

SCHEDULE OF TOTAL OPEB LIABILITY AND RELATED RATIOS

Year Ended June 30,	Total OPEB Liability Beginning (Asset)	Net Change in Total OPEB Liability (Asset)	Total OPEB Liability (Asset) Ending	Covered Payroll	Total OPEB Liability (Asset) as a Percentage of Covered Payroll	Discount Rate	
2022	\$ (128,563)	\$ (96,438)	\$ (225,001)	\$ 9,765,259	-2.30%	6.90%	#
2021	(130,908)	2,345	(128,563)	7,858,623	-1.64%	7.20%	
2020	(75,200)	(55,708)	(130,908)	7,533,032	-1.74%	7.20%	
2019	(28,850)	(46,350)	(75,200)	7,313,978	-1.03%	7.20%	

These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET - BUDGETARY BASIS
For the Year Ended June 30, 2022

	<u>GENERAL FUND</u>			VARIANCE WITH FINAL BUDGET
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
REVENUES				
Property Taxes	\$ 6,751,945	\$ 6,751,945	\$ 6,881,446	\$ 129,501
Franchise Fees	2,020,000	2,020,000	2,079,439	59,439
Licenses and Permits	153,200	153,200	170,330	17,130
Intergovernmental	536,400	546,400	562,816	16,416
Federal Financial Assistance	87,000	1,916,308	1,999,083	82,775
Charges for Services	1,333,021	1,333,021	1,376,676	43,655
Charges for Use of Money and Property	81,000	81,000	80,362	(638)
Fines and Forfeitures	70,750	70,750	84,342	13,592
Miscellaneous	1,023,550	1,023,550	1,226,159	202,609
Total Revenue	12,056,866	13,896,174	14,460,653	564,479
EXPENDITURES				
General Government	2,165,547	2,868,347 (1)	2,390,242	478,105
Public Safety	9,057,444	9,357,679 (1)	8,794,839	562,840
Public Works	1,040,590	1,215,591 (1)	953,111	262,480
Special Payments	12,000	12,000 (1)	-	12,000
Debt Service	848,000	848,000 (1)	831,057	16,943
Contingency	268,569	223,777 (1)	-	223,777
Total Expenditures	13,392,150	14,525,394	12,969,249	1,556,145
Excess of Revenues Over, (Under) Expenditures	(1,335,284)	(629,220)	1,491,404	2,120,624
OTHER FINANCING SOURCES, (USES)				
Transfers Out	(728,415)	(778,415) (1)	(690,015)	88,400
Sale of Capital Asset	-	-	9,697	9,697
Du Jour Financing - URA In	1,428,500	1,547,413	1,509,503	(37,910)
Debt Service (Du Jour Financing - URA Out)	(1,428,300)	(1,547,213) (1)	(1,509,421)	37,792
Total Other Financing Sources, (Uses)	(728,215)	(778,215)	(680,236)	97,979
Net Change in Fund Balance	(2,063,499)	(1,407,435)	811,168	2,218,603
FUND BALANCE - BEGINNING OF YEAR	3,058,499	2,402,435	2,402,436	1
Prior Period Adjustment	-	-	94,514	94,514
FUND BALANCE - END OF YEAR	\$ 995,000	\$ 995,000	\$ 3,308,118	\$ 2,313,118

(1) Appropriation Level

Reconciliation to Governmental Balance Sheet Fund Balance

Ending Fund Balance - combined due to requirements of GASB 54

Rainy Day Reserve Fund

	1,071,531
GAAP General Fund Balance	<u>\$ 4,379,649</u>

CITY OF COOS BAY
COOS COUNTY, OREGON

SUPPLEMENTARY INFORMATION

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022**

JURISDICTIONAL EXCHANGE RESERVE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
Interest on Investments	\$ 40,000	\$ 40,000	\$ (23,169)	\$ (63,169)
Total Revenues	40,000	40,000	(23,169)	(63,169)
EXPENDITURES				
Public Works				
Materials and Services	136,000	201,202 (1)	-	201,202
Total Expenditures	136,000	201,202	-	201,202
Net Change in Fund Balance	(96,000)	(161,202)	(23,169)	138,033
FUND BALANCE - BEGINNING OF YEAR	4,896,000	4,961,202	4,961,201	(1)
FUND BALANCE - END OF YEAR	\$ 4,800,000	\$ 4,800,000	\$ 4,938,032	\$ 138,032

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

URA DOWNTOWN CAPITAL PROJECTS FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES				
Grants	\$ -	\$ -	\$ 2,000	\$ 2,000
Interest on Investments	15,000	15,000	(10,035)	(25,035)
Miscellaneous	25,000	25,000	12,808	(12,192)
Total Revenues	<u>40,000</u>	<u>40,000</u>	<u>4,773</u>	<u>(35,227)</u>
EXPENDITURES				
Materials and Services	1,430,978	1,858,007 (1)	1,009,037	848,970
Capital Outlay	2,610,961	3,320,961 (1)	1,603,142	1,717,819
Total Expenditures	<u>4,041,939</u>	<u>5,178,968</u>	<u>2,612,179</u>	<u>2,566,789</u>
Excess of Revenues Over, (Under) Expenditures	(4,001,939)	(5,138,968)	(2,607,406)	2,531,562
OTHER FINANCING SOURCES, (USES)				
Bond Proceeds	420,000	1,130,000	1,051,207	(78,793)
Du Jour Financing - URA	1,099,939	1,099,939	1,099,739	(200)
Transfers In	32,000	32,875	32,856	(19)
Total Other Financing Sources, (Uses)	<u>1,551,939</u>	<u>2,262,814</u>	<u>2,183,802</u>	<u>(79,012)</u>
Net Change in Fund Balance	(2,450,000)	(2,876,154)	(423,604)	2,452,550
FUND BALANCE - BEGINNING OF YEAR	<u>2,450,000</u>	<u>2,876,154</u>	<u>2,876,153</u>	<u>(1)</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,452,549</u>	<u>\$ 2,452,549</u>

(1) Appropriation Level

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022**

	<u>WASTEWATER FUND</u>			VARIANCE TO FINAL BUDGET
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
REVENUES				
Charleston	\$ 342,000	\$ 342,000	\$ 319,009	\$ (22,991)
Bunker Hill	48,000	48,000	(187,387)	(235,387)
Federal Financial Assistance	-	13,796	13,796	-
Sewer Permits	8,000	8,000	7,700	(300)
Sewer Use Fees	7,000,000	7,000,000	7,019,093	19,093
Recreational Vehicle Dump Fees	6,000	6,000	7,612	1,612
Alum Sludge Disposal Fees	60,000	60,000	81,223	21,223
Interest on Investments	35,000	35,000	(35,097)	(70,097)
Miscellaneous	1,000	1,000	71,633	70,633
Total Revenues	<u>7,500,000</u>	<u>7,513,796</u>	<u>7,297,582</u>	<u>(216,214)</u>
EXPENDITURES				
Wastewater Collection and Treatment				
Personnel Services	3,187,179	3,187,179	2,407,605	779,574
Materials and Services	2,734,333	2,832,333	1,957,689	874,644
Capital Outlay	773,000	1,175,000	700,996	474,004
Total Wastewater Collection and Treatment	6,694,512	7,194,512 (1)	5,066,290	2,128,222
Debt Service	1,744,035	1,944,035 (1)	1,844,144	99,891
Contingency	1,992,391	2,062,257 (1)	-	2,062,257
Total Expenditures	<u>10,430,938</u>	<u>11,200,804</u>	<u>6,910,434</u>	<u>4,290,370</u>
Excess of Revenues Over, (Under) Expenditures	(2,930,938)	(3,687,008)	387,148	4,074,156
Other Financing Sources, (Uses)				
Loan Proceeds	-	-	695,339	695,339
Transfer In	5,850,938	5,850,938	5,563,458	(287,480)
Transfers Out	(2,060,000)	(3,080,000) (1)	(2,120,000)	960,000
Total Other Financing Sources, (Uses)	<u>3,790,938</u>	<u>2,770,938</u>	<u>4,138,797</u>	<u>1,367,859</u>
Net Change in Fund Balance	860,000	(916,070)	4,525,945	5,442,015
FUND BALANCE - BEGINNING OF YEAR	<u>2,990,000</u>	<u>4,766,070</u>	<u>4,875,427</u>	<u>109,357</u>
FUND BALANCE - END OF YEAR	<u>\$ 3,850,000</u>	<u>\$ 3,850,000</u>	<u>\$ 9,401,372</u>	<u>\$ 5,551,372</u>
Reconciliation to Net Position:				
Capital Assets, Net			57,316,239	
Unavailable Revenue			-	
Pension Related Deferrals			642,883	
Pension Liability			(1,328,729)	
Net Deferred Pension Asset			(1,147,406)	
Long Term Debt			(1,023,413)	
Interest Payable			(7,315)	
Accrued Compensated Absences			(130,325)	
Total Net Position			<u>\$ 63,723,306</u>	

(1) Appropriation Level

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET - BUDGETARY BASIS
For the Year Ended June 30, 2022**

WASTEWATER IMPROVEMENT FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
State Grants	\$ -	\$ 100,000	\$ 41,441	\$ (58,559)
Interest on Investments	55,000	55,000	(31,268)	(86,268)
Total Revenues	55,000	155,000	10,173	(144,827)
EXPENDITURES				
Capital Outlay	7,055,000	8,305,445 (1)	2,024,995	6,280,450
Total Expenditures	7,055,000	8,305,445	2,024,995	6,280,450
Excess of Revenues Over, (Under) Expenditures	(7,000,000)	(8,150,445)	(2,014,822)	6,135,623
OTHER FINANCING SOURCES, (USES)				
Loan Proceeds	3,000,000	3,100,000	757,873	(2,342,127)
Transfers In	2,000,000	2,000,000	2,000,000	-
Total Other Financing Sources, (Uses)	5,000,000	5,100,000	2,757,873	(2,342,127)
Net Change in Fund Balance	(2,000,000)	(3,050,445)	743,051	3,793,496
FUND BALANCE - BEGINNING OF YEAR	4,000,000	5,050,445	5,050,444	(1)
FUND BALANCE - END OF YEAR	\$ 2,000,000	\$ 2,000,000	\$ 5,793,495	\$ 3,793,495
Reconciliation to Net Position:				
			(30,148,531)	
			(152,884)	
			\$ (24,507,920)	

(1) Appropriation Level

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET - BUDGETARY BASIS
For the Year Ended June 30, 2022**

<u>BUILDING CODES FUND</u>				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
Licenses and Permits	\$ 334,300	\$ 334,300	\$ 368,170	\$ 33,870
Interest on Investments	4,000	4,000	(1,009)	(5,009)
Intergovernmental Revenue	1,000	1,000	-	(1,000)
Miscellaneous	200	200	849	649
Total Revenues	<u>339,500</u>	<u>339,500</u>	<u>368,010</u>	<u>28,510</u>
EXPENDITURES				
Building Codes				
Personnel Services	512,435	512,435	401,437	110,998
Materials and Services	77,600	77,600	44,836	32,764
Total Building Codes Operations	<u>590,035</u>	<u>590,035 (1)</u>	<u>446,273</u>	<u>143,762</u>
Capital Outlay	50,000	125,000 (1)	78,536	46,464
Contingency	89,465	107,677 (1)	-	107,677
Total Expenditures	<u>729,500</u>	<u>822,712</u>	<u>524,809</u>	<u>297,903</u>
Excess of Revenues Over, (Under) Expenditures	(390,000)	(483,212)	(156,799)	326,413
OTHER FINANCING SOURCES, (USES)				
Transfers Out	(20,000)	(20,000) (1)	(20,000)	-
Total Other Financing Sources, (Uses)	<u>(20,000)</u>	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
Net Change in Fund Balance	(410,000)	(503,212)	(176,799)	326,413
FUND BALANCE - BEGINNING OF YEAR	<u>410,000</u>	<u>503,212</u>	<u>514,444</u>	<u>11,232</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>337,645</u>	<u>\$ 337,645</u>
Reconciliation to Net Position:				
			(333,318)	
			(26,872)	
Total Net Position			<u>\$ (22,545)</u>	

(1) Appropriation Level

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**COMBINING BALANCE SHEET
ALL NON-MAJOR GOVERNMENTAL FUNDS
June 30, 2022**

	COMBINED NONMAJOR SPECIAL REVENUE FUNDS	COMBINED NONMAJOR DEBT SERVICE FUNDS	COMBINED NONMAJOR CAPITAL PROJECT FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS:				
Cash and Investments	\$ 2,824,503	\$ 1,614,077	\$ 4,680,365	\$ 9,118,945
Prepaid Expense	39,971	-	2,317	42,288
Receivables				
Taxes	163,599	33,603	-	197,202
Accounts	545,897	-	83,590	629,487
Assessments	-	-	32,825	32,825
Total Assets	<u>\$ 3,573,970</u>	<u>\$ 1,647,680</u>	<u>\$ 4,799,097</u>	<u>\$ 10,020,747</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:				
Liabilities				
Accounts Payable	\$ 111,991	\$ -	\$ 130,081	\$ 242,072
Deposits	-	-	25,000	25,000
Total Liabilities	<u>111,991</u>	<u>-</u>	<u>155,081</u>	<u>267,072</u>
Deferred Inflows of Resources				
Unavailable Revenue - Property Taxes	115,422	23,617	-	139,039
Unavailable Revenue - Special Assessments	-	-	32,825	32,825
Total Deferred Inflows of Resources	<u>115,422</u>	<u>23,617</u>	<u>32,825</u>	<u>171,864</u>
Fund Balances				
Nonspendable	39,971	-	2,317	42,288
Restricted	3,306,586	1,624,063	4,608,874	9,539,523
Total Fund Balances	<u>3,346,557</u>	<u>1,624,063</u>	<u>4,611,191</u>	<u>9,581,811</u>
Total Liabilities Deferred Inflows and Fund Balances	<u>\$ 3,573,970</u>	<u>\$ 1,647,680</u>	<u>\$ 4,799,097</u>	<u>\$ 10,020,747</u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
June 30, 2022**

	<u>STATE GAS TAX</u>	<u>HOTEL/ MOTEL TAX</u>	<u>LIBRARY</u>	<u>LIBRARY ESO</u>	<u>911 TAX</u>
ASSETS:					
Cash and Investments	\$ 801,188	\$ 7,549	\$ 1,370,636	\$ 426,225	\$ 116,924
Prepaid Expense	480	5,548	13,881	18,828	1,234
Receivables					
Property Taxes	-	-	-	-	-
Accounts	109,327	276,836	68,559	46,215	44,960
Total Assets	<u>\$ 910,995</u>	<u>\$ 289,933</u>	<u>\$ 1,453,076</u>	<u>\$ 491,268</u>	<u>\$ 163,118</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:					
Liabilities					
Accounts Payable	<u>\$ 39,968</u>	<u>\$ 8,497</u>	<u>\$ 40,992</u>	<u>\$ 21,948</u>	<u>\$ 586</u>
Total Liabilities	<u>39,968</u>	<u>8,497</u>	<u>40,992</u>	<u>21,948</u>	<u>586</u>
Deferred Inflows of Resources					
Unavailable Revenue - Property Taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances					
Nonspendable	480	5,548	13,881	18,828	1,234
Restricted	<u>870,547</u>	<u>275,888</u>	<u>1,398,203</u>	<u>450,492</u>	<u>161,298</u>
Total Fund Balances	<u>871,027</u>	<u>281,436</u>	<u>1,412,084</u>	<u>469,320</u>	<u>162,532</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 910,995</u>	<u>\$ 289,933</u>	<u>\$ 1,453,076</u>	<u>\$ 491,268</u>	<u>\$ 163,118</u>

<u>URA DOWNTOWN SPECIAL REVENUE</u>	<u>URA EMPIRE SPECIAL REVENUE</u>	<u>URA EMPIRE PROGRAM</u>	<u>URA DOWNTOWN PROGRAM</u>	<u>TOTAL</u>
\$ 75,556	\$ 26,425	\$ -	\$ -	\$ 2,824,503
-	-	-	-	39,971
110,620	52,979	-	-	163,599
-	-	-	-	545,897
<u>\$ 186,176</u>	<u>\$ 79,404</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,573,970</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 111,991</u>
-	-	-	-	111,991
<u>78,084</u>	<u>37,338</u>	<u>-</u>	<u>-</u>	<u>115,422</u>
<u>78,084</u>	<u>37,338</u>	<u>-</u>	<u>-</u>	<u>115,422</u>
-	-	-	-	39,971
<u>108,092</u>	<u>42,066</u>	<u>-</u>	<u>-</u>	<u>3,306,586</u>
<u>108,092</u>	<u>42,066</u>	<u>-</u>	<u>-</u>	<u>3,346,557</u>
<u>\$ 186,176</u>	<u>\$ 79,404</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,573,970</u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**COMBINING BALANCE SHEET
NON-MAJOR DEBT SERVICE FUNDS
June 30, 2022**

	GO BOND REDEMPTION	REVENUE BOND	URA DOWNTOWN BOND	URA EMPIRE BOND	URA DOWNTOWN BOND RESERVE	URA EMPIRE BOND RESERVE	TOTAL
ASSETS:							
Cash and Investments	\$ 128,569	\$ -	\$ 961,266	\$ 524,242	\$ -	\$ -	\$ 1,614,077
Receivables							
Taxes	33,603	-	-	-	-	-	33,603
Total Assets	<u>\$ 162,172</u>	<u>\$ -</u>	<u>\$ 961,266</u>	<u>\$ 524,242</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,647,680</u>
LIABILITIES DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:							
Liabilities							
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Liabilities	-	-	-	-	-	-	-
Deferred Inflows of Resources							
Unavailable Rev.-Property Taxes	23,617	-	-	-	-	-	23,617
Total Deferred Inflows of Resources	23,617	-	-	-	-	-	23,617
Fund Balances							
Restricted	138,555	-	961,266	524,242	-	-	1,624,063
Total Fund Balances	138,555	-	961,266	524,242	-	-	1,624,063
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 162,172</u>	<u>\$ -</u>	<u>\$ 961,266</u>	<u>\$ 524,242</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,647,680</u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**COMBINING BALANCE SHEET
NON-MAJOR CAPITAL PROJECTS FUNDS
June 30, 2022**

	<u>STREET IMPROVEMENT</u>	<u>PARKS IMPROVEMENT</u>	<u>BIKE/ PEDESTRIAN PATH</u>	<u>SPECIAL IMPROVEMENT</u>
ASSETS:				
Cash and Investments	\$ -	\$ -	\$ -	\$ -
Receivables				
Accounts	-	-	-	-
Assessments	-	-	-	-
Interfund Receivable	-	-	-	-
Prepaid Expense	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:				
Liabilities				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Deposits	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources				
Unavailable Rev.-Special Assessments	-	-	-	-
Total Deferred Outflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>TECHNOLOGY RESERVE</u>	<u>TRANSPORTATION SDC</u>	<u>WASTEWATER SDC</u>	<u>CAPITAL IMPROVEMENT</u>	<u>STORMWATER SDC</u>	<u>MAJOR CAPITAL RESERVE</u>
\$ -	\$ -	\$ -	\$ 2,249,931	\$ -	\$ -
-	-	-	83,590	-	-
-	-	-	32,825	-	-
-	-	-	-	-	-
-	-	-	2,317	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,368,663</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ 18,671	\$ -	\$ -
-	-	-	25,000	-	-
-	-	-	43,671	-	-
-	-	-	32,825	-	-
-	-	-	32,825	-	-
-	-	-	2,317	-	-
-	-	-	2,289,850	-	-
-	-	-	2,292,167	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,368,663</u>	<u>\$ -</u>	<u>\$ -</u>

<u>CAD GROUP RESERVE FUND</u>	<u>FIRE DEPT EQUIPMENT RESERVE</u>	<u>URA EMPIRE CAPITAL PROJECTS</u>	<u>SYSTEM DEVELOPMENT CHARGES</u>	<u>TOTAL</u>
\$ 17,926	\$ 64,671	\$ 2,057,965	\$ 289,872	\$ 4,680,365
-	-	-	-	83,590
-	-	-	-	32,825
-	-	-	-	-
-	-	-	-	2,317
<u>\$ 17,926</u>	<u>\$ 64,671</u>	<u>\$ 2,057,965</u>	<u>\$ 289,872</u>	<u>\$ 4,799,097</u>
\$ 71	\$ -	\$ 111,339	\$ -	\$ 130,081
-	-	-	-	25,000
<u>71</u>	<u>-</u>	<u>111,339</u>	<u>-</u>	<u>155,081</u>
-	-	-	-	32,825
-	-	-	-	32,825
-	-	-	-	2,317
<u>17,855</u>	<u>64,671</u>	<u>1,946,626</u>	<u>289,872</u>	<u>4,608,874</u>
<u>17,855</u>	<u>64,671</u>	<u>1,946,626</u>	<u>289,872</u>	<u>4,611,191</u>
<u>\$ 17,926</u>	<u>\$ 64,671</u>	<u>\$ 2,057,965</u>	<u>\$ 289,872</u>	<u>\$ 4,799,097</u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2022**

	COMBINED NON-MAJOR SPECIAL REVENUE FUNDS	COMBINED NON-MAJOR DEBT SERVICE FUNDS	COMBINED NON-MAJOR CAPITAL PROJECT FUNDS	TOTAL NON-MAJOR GOVERNMENTAL FUNDS
REVENUES				
Property Taxes	\$ 2,741,020	\$ 540,448	\$ -	\$ 3,281,468
Other Taxes	3,843,363	-	-	3,843,363
Intergovernmental Revenues	943,576	-	364,964	1,308,540
Federal Financial Assistance	260,010	-	-	260,010
Charges for Services	7,371	-	-	7,371
Charges for Use of Money and Property	15,105	(14,042)	(17,027)	(15,964)
Other - Timber Sales	-	-	379,873	379,873
Miscellaneous	223,024	-	1,070,995	1,294,019
	<u>8,033,469</u>	<u>526,406</u>	<u>1,798,805</u>	<u>10,358,680</u>
EXPENDITURES				
Current:				
General Government	-	-	253,134	253,134
Public Safety	352,798	-	855	353,653
Public Works	2,174,696	-	473,604	2,648,300
Culture and Recreation	2,139,445	-	-	2,139,445
Capital Outlay	-	-	2,146,937	2,146,937
Debt Service:				
Principal Retirement	-	2,067,085	-	2,067,085
Interest and Fiscal Charges	-	211,567	-	211,567
	<u>4,666,939</u>	<u>2,278,652</u>	<u>2,874,530</u>	<u>9,820,121</u>
Excess of Revenues Over, (Under) Expenditures	3,366,530	(1,752,246)	(1,075,725)	538,559
OTHER FINANCING SOURCES, (USES)				
Sale of Capital Assets	-	-	25,478	25,478
Du Jour Financing	-	(1,509,503)	409,682	(1,099,821)
Lease Proceeds	1,173	-	-	1,173
Transfers In	303,582	3,969,862	2,857,672	7,131,116
Transfers Out	(3,617,581)	(6,729,458)	(1,610,437)	(11,957,476)
	<u>(3,312,826)</u>	<u>(4,269,099)</u>	<u>1,682,395</u>	<u>(5,899,530)</u>
Net Change in Fund Balance	53,704	(6,021,345)	606,670	(5,360,971)
FUND BALANCES - BEGINNING OF YEAR	<u>3,292,853</u>	<u>7,645,408</u>	<u>4,004,521</u>	<u>14,942,782</u>
FUND BALANCES - END OF YEAR	<u>\$ 3,346,557</u>	<u>\$ 1,624,063</u>	<u>\$ 4,611,191</u>	<u>\$ 9,581,811</u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
For the Year Ended June 30, 2022**

	<u>STATE GAS TAX</u>	<u>HOTEL/ MOTEL TAX</u>	<u>LIBRARY</u>	<u>LIBRARY ESO</u>	<u>911 TAX</u>
REVENUES					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Other Taxes	1,295,165	1,124,897	1,423,301	-	-
Charges for Use of Money and Property	(4,810)	854	19,993	(2,009)	(616)
Intergovernmental Revenues	-	-	13,000	490,000	440,576
Grants	251,500	-	2,374	6,136	-
Charges for Services	-	-	7,315	56	-
Miscellaneous	23,853	1,684	142,360	55,084	43
Total Revenues	<u>1,565,708</u>	<u>1,127,435</u>	<u>1,608,343</u>	<u>549,267</u>	<u>440,003</u>
EXPENDITURES					
Current					
Public Safety	-	-	-	-	352,798
Public Works	1,105,685	1,069,011	-	-	-
Culture and Recreation	-	-	1,443,105	696,340	-
Total Expenditures	<u>1,105,685</u>	<u>1,069,011</u>	<u>1,443,105</u>	<u>696,340</u>	<u>352,798</u>
Excess of Revenues Over, (Under) Expenditures	460,023	58,424	165,238	(147,073)	87,205
OTHER FINANCING SOURCES, (USES)					
Lease Proceeds	-	-	-	1,173	-
Transfers In	303,582	-	-	-	-
Transfers Out	(303,582)	-	-	-	-
Total Other Financing Sources, (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,173</u>	<u>-</u>
Net Change in Fund Balance	460,023	58,424	165,238	(145,900)	87,205
FUND BALANCES - BEGINNING OF YEAR	<u>411,004</u>	<u>223,012</u>	<u>1,246,846</u>	<u>615,220</u>	<u>75,327</u>
FUND BALANCES - END OF YEAR	<u>\$ 871,027</u>	<u>\$ 281,436</u>	<u>\$ 1,412,084</u>	<u>\$ 469,320</u>	<u>\$ 162,532</u>

URA DOWNTOWN SPECIAL REVENUE	URA EMPIRE SPECIAL REVENUE	URA EMPIRE PROGRAM	URA DOWNTOWN PROGRAM	TOTAL
\$ 1,867,888	\$ 873,132	\$ -	\$ -	\$ 2,741,020
-	-	-	-	3,843,363
1,205	488	-	-	15,105
-	-	-	-	943,576
-	-	-	-	260,010
-	-	-	-	7,371
-	-	-	-	223,024
<u>1,869,093</u>	<u>873,620</u>	<u>-</u>	<u>-</u>	<u>8,033,469</u>
-	-	-	-	352,798
-	-	-	-	2,174,696
-	-	-	-	2,139,445
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,666,939</u>
1,869,093	873,620	-	-	3,366,530
-	-	-	-	1,173
-	-	-	-	303,582
<u>(1,899,157)</u>	<u>(904,705)</u>	<u>(477,281)</u>	<u>(32,856)</u>	<u>(3,617,581)</u>
<u>(1,899,157)</u>	<u>(904,705)</u>	<u>(477,281)</u>	<u>(32,856)</u>	<u>(3,312,826)</u>
(30,064)	(31,085)	(477,281)	(32,856)	53,704
<u>138,156</u>	<u>73,151</u>	<u>477,281</u>	<u>32,856</u>	<u>3,292,853</u>
<u>\$ 108,092</u>	<u>\$ 42,066</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,346,557</u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR DEBT SERVICE FUNDS
For the Year Ended June 30, 2022**

	GO BOND REDEMPTION	REVENUE BOND	URA DOWNTOWN BOND	URA EMPIRE BOND	URA DOWNTOWN BOND RESERVE	URA EMPIRE BOND RESERVE	TOTAL
REVENUES							
Property Taxes	\$ 540,448	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 540,448
Charges for Use of Money and Property	1,266	-	(9,906)	(5,402)	-	-	(14,042)
Total Revenues	<u>541,714</u>	<u>-</u>	<u>(9,906)</u>	<u>(5,402)</u>	<u>-</u>	<u>-</u>	<u>526,406</u>
EXPENDITURES							
Debt Services:							
Principal Retirement	944,926	-	692,922	429,237	-	-	2,067,085
Interest and Fiscal Charges	30,155	-	93,700	87,712	-	-	211,567
Total Expenditures	<u>975,081</u>	<u>-</u>	<u>786,622</u>	<u>516,949</u>	<u>-</u>	<u>-</u>	<u>2,278,652</u>
Excess of Revenues Over, (Under) Expenditures	(433,367)	-	(796,528)	(522,351)	-	-	(1,752,246)
OTHER FINANCING SOURCES, (USES)							
Du Jour Financing	-	-	(1,099,799)	(409,704)	-	-	(1,509,503)
Transfers In	-	-	2,539,157	1,430,705	-	-	3,969,862
Transfers Out	-	(5,563,458)	-	-	(640,000)	(526,000)	(6,729,458)
Total Other Financing Sources, (Uses)	<u>-</u>	<u>(5,563,458)</u>	<u>1,439,358</u>	<u>1,021,001</u>	<u>(640,000)</u>	<u>(526,000)</u>	<u>(4,269,099)</u>
Net Change in Fund Balance	(433,367)	(5,563,458)	642,830	498,650	(640,000)	(526,000)	(6,021,345)
FUND BALANCES - BEGINNING OF YEAR	<u>571,922</u>	<u>5,563,458</u>	<u>318,436</u>	<u>25,592</u>	<u>640,000</u>	<u>526,000</u>	<u>7,645,408</u>
FUND BALANCES - END OF YEAR	<u>\$ 138,555</u>	<u>\$ -</u>	<u>\$ 961,266</u>	<u>\$ 524,242</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,624,063</u>

CITY OF COOS BAY
COOS COUNTY, OREGON

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR CAPITAL PROJECT FUNDS
For the Year Ended June 30, 2022

	STREET IMPROVEMENT	PARKS IMPROVEMENT	BIKE/ PEDESTRIAN IMPROVEMENT	SPECIAL IMPROVEMENT
REVENUES				
Intergovernmental Revenues	\$ -	\$ -	\$ -	\$ -
Charges for Use of Money and Property	-	-	-	-
Other - Timber Sales	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
Materials and Services	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess of Revenues Over, (Under) Expenditures	-	-	-	-
OTHER FINANCING SOURCES, (USES)				
Sale of Capital Assets	-	-	-	-
Du Jour Financing	-	-	-	-
Transfer In	-	-	-	-
Transfer Out	(771,657)	(69,486)	(5,916)	(179,910)
Total Other Financing Sources, (Uses)	(771,657)	(69,486)	(5,916)	(179,910)
Net Changes in Fund Balance	(771,657)	(69,486)	(5,916)	(179,910)
FUND BALANCES - BEGINNING OF YEAR	771,657	69,486	5,916	179,910
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ -

<u>TECHNOLOGY RESERVE</u>	<u>WASTEWATER SDC</u>	<u>CAPITAL IMPROVEMENT</u>	<u>STORMWATER SDC</u>	<u>MAJOR CAPITAL RESERVE</u>
\$ -	\$ -	\$ 364,964	\$ -	\$ -
-	-	(9,669)	-	-
-	-	379,873	-	-
-	-	1,065,890	-	-
-	-	1,801,058	-	-
-	-	253,134	-	-
-	-	1,338,099	-	-
-	-	1,591,233	-	-
-	-	209,825	-	-
-	-	25,478	-	-
-	-	-	-	-
-	-	2,066,864	-	-
(119,684)	(270,336)	(10,000)	(20,819)	(162,629)
(119,684)	(270,336)	2,082,342	(20,819)	(162,629)
(119,684)	(270,336)	2,292,167	(20,819)	(162,629)
119,684	270,336	-	20,819	162,629
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,292,167</u>	<u>\$ -</u>	<u>\$ -</u>

<u>CAD GROUP RESERVE FUND</u>	<u>FIRE DEPT EQUIPMENT RESERVE</u>	<u>URA EMPIRE CAPITAL PROJECTS</u>	<u>SYSTEM DEVELOPMENT CHARGES</u>	<u>TOTAL</u>
\$ -	\$ -	\$ -	\$ -	\$ 364,964
(100)	(344)	(5,631)	(1,283)	(17,027)
-	-	-	-	379,873
-	5,000	105	-	1,070,995
<u>(100)</u>	<u>4,656</u>	<u>(5,526)</u>	<u>(1,283)</u>	<u>1,798,805</u>
855	-	473,604	-	727,593
-	-	808,838	-	2,146,937
<u>855</u>	<u>-</u>	<u>1,282,442</u>	<u>-</u>	<u>2,874,530</u>
(955)	4,656	(1,287,968)	(1,283)	(1,075,725)
-	-	-	-	25,478
-	-	409,682	-	409,682
10,000	12,372	477,281	291,155	2,857,672
-	-	-	-	(1,610,437)
<u>10,000</u>	<u>12,372</u>	<u>886,963</u>	<u>291,155</u>	<u>1,682,395</u>
9,045	17,028	(401,005)	289,872	606,670
<u>8,810</u>	<u>47,643</u>	<u>2,347,631</u>	<u>-</u>	<u>4,004,521</u>
<u>\$ 17,855</u>	<u>\$ 64,671</u>	<u>\$ 1,946,626</u>	<u>\$ 289,872</u>	<u>\$ 4,611,191</u>

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022**

	<u>STATE GAS TAX FUND</u>			
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
State Gas Tax	\$ 1,150,000	\$ 1,150,000	\$ 1,295,165	\$ 145,165
Grants	-	251,500	251,500	-
Interest on Investments	1,000	1,000	(4,810)	(5,810)
Miscellaneous	10,500	10,500	23,853	13,353
Total Revenues	<u>1,161,500</u>	<u>1,413,000</u>	<u>1,565,708</u>	<u>152,708</u>
EXPENDITURES				
Street Maintenance				
Personnel Services	597,613	597,613	534,659	62,954
Materials and Services	700,500	725,504	571,026	154,478
Total Street Maintenance	1,298,113	1,323,117 (1)	1,105,685	217,432
Capital Outlay	65,000	65,000 (1)	-	65,000
Debt Service	106,000	203,500 (1)	-	203,500
Contingency	220,387	220,387 (1)	-	220,387
Total Expenditures	<u>1,689,500</u>	<u>1,812,004</u>	<u>1,105,685</u>	<u>706,319</u>
Excess of Revenues Over, (Under) Expenditures	(528,000)	(399,004)	460,023	(553,611)
OTHER FINANCING SOURCES, (USES)				
Transfers In	313,500	313,500	303,582	(9,918)
Transfers Out	(325,500)	(325,500) (1)	(303,582)	21,918
Total Other Financing Sources, (Uses)	<u>(12,000)</u>	<u>(12,000)</u>	<u>-</u>	<u>12,000</u>
Net Change in Fund Balance	(540,000)	(411,004)	460,023	871,027
FUND BALANCE - BEGINNING OF YEAR	<u>540,000</u>	<u>411,004</u>	<u>411,004</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 871,027</u>	<u>\$ 871,027</u>

(1) Appropriation Level

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022**

<u>HOTEL/MOTEL TAX FUND</u>				
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Taxes				
Hotel/Motel Tax	\$ 850,000	\$ 850,000	\$ 1,124,897	\$ 274,897
Interest on Investments	1,000	1,000	854	(146)
Miscellaneous Income	500	500	1,684	1,184
	<u>851,500</u>	<u>851,500</u>	<u>1,127,435</u>	<u>275,935</u>
Total Revenues				
EXPENDITURES				
Tourism Promotion Program				
Personnel Services	312,619	312,619	249,249	63,370
Materials and Services	781,575	761,894	819,762	(57,868)
	<u>1,094,194</u>	<u>1,074,513 (1)</u>	<u>1,069,011</u>	<u>5,502</u>
Total Tourism Promotion Program				
Contingency	32,306	51,987 (1)	-	51,987
	<u>1,126,500</u>	<u>1,126,500</u>	<u>1,069,011</u>	<u>57,489</u>
Total Expenditures				
Net Change in Fund Balance	(275,000)	(275,000)	58,424	333,424
FUND BALANCE - BEGINNING OF YEAR	<u>275,000</u>	<u>275,000</u>	<u>223,012</u>	<u>(51,988)</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 281,436</u>	<u>\$ 281,436</u>

(1) Appropriation Level

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022**

<u>LIBRARY FUND</u>				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
County Serial Levy	\$ 1,150,000	\$ 1,150,000	\$ 1,423,301	\$ 273,301
State Library Grant	1,500	1,500	2,374	874
Federal Financial Assistance	6,000	6,000	13,000	7,000
Copies	7,000	7,000	3,732	(3,268)
Library Fees	2,000	2,000	3,583	1,583
Interest on Investments	8,000	8,000	(6,104)	(14,104)
Property Rentals	28,000	28,000	26,097	(1,903)
Donations	5,000	5,000	140,091	135,091
Miscellaneous	1,100	1,100	2,269	1,169
	<u>1,208,600</u>	<u>1,208,600</u>	<u>1,608,343</u>	<u>399,743</u>
EXPENDITURES				
Library				
Personnel Services	1,565,970	1,565,970	962,930	603,040
Materials and Services	626,700	626,700	475,621	151,079
Capital Outlay	10,000	10,000	-	10,000
Debt Service	-	-	4,554	4,554
	<u>2,202,670</u>	<u>2,202,670</u>	<u>1,443,105</u>	<u>759,565</u>
Total Library Operations	2,202,670	2,202,670 (1)	1,443,105	759,565
Contingency	193,424	90,270 (1)	-	90,270
	<u>2,396,094</u>	<u>2,292,940</u>	<u>1,443,105</u>	<u>849,835</u>
Total Expenditures	2,396,094	2,292,940	1,443,105	849,835
Net Change in Fund Balance	(1,187,494)	(1,084,340)	165,238	1,249,578
FUND BALANCE - BEGINNING OF YEAR	<u>1,350,000</u>	<u>1,246,846</u>	<u>1,246,846</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 162,506</u>	<u>\$ 162,506</u>	<u>\$ 1,412,084</u>	<u>\$ 1,249,578</u>

(1) Appropriation Level

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022**

LIBRARY ESO FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
ESO Intergovernmental Revenue	\$ 490,000	\$ 490,000	\$ 490,000	\$ -
State Library Grant	6,200	6,200	6,136	(64)
Reimbursements/Fees	200	200	56	(144)
Interest on Investments	1,000	1,000	(2,009)	(3,009)
Miscellaneous	5,200	5,200	55,084	49,884
	<u>502,600</u>	<u>502,600</u>	<u>549,267</u>	<u>46,667</u>
Total Revenues				
EXPENDITURES				
Library				
Personnel Services	337,214	337,214	251,024	86,190
Materials and Services	421,025	471,244	443,993	27,251
Debt Service	-	-	150	(150)
	<u>758,239</u>	<u>808,458</u>	<u>695,167</u>	<u>113,291</u>
Total Library Operations				
Capital Outlay	100,000	145,000 (1)	1,173	143,827
Contingency	154,361	154,361 (1)	-	154,361
	<u>1,012,600</u>	<u>1,107,819</u>	<u>696,340</u>	<u>411,479</u>
Total Expenditures				
Excess of Revenues Over, (Under) Expenditures	(510,000)	(605,219)	(147,073)	458,146
OTHER FINANCING SOURCES, (USES)				
Lease Proceeds	-	-	1,173	1,173
	<u>-</u>	<u>-</u>	<u>1,173</u>	<u>1,173</u>
Total Other Financing Sources, (Uses)				
Net Change in Fund Balance	(510,000)	(605,219)	(145,900)	459,319
FUND BALANCE - BEGINNING OF YEAR	<u>520,000</u>	<u>615,219</u>	<u>615,220</u>	<u>1</u>
FUND BALANCE - END OF YEAR	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 469,320</u>	<u>\$ 459,320</u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

911 TAX FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
911 Revenue	\$ 243,500	\$ 343,500	\$ 440,576	\$ 97,076
Interest on Investments	250	250	(616)	(866)
Miscellaneous Revenue	-	-	43	43
	<u>243,750</u>	<u>343,750</u>	<u>440,003</u>	<u>96,253</u>
EXPENDITURES				
9-1-1 Communications Operations				
Personnel Services	235,612	380,612	342,760	37,852
Materials and Services	28,138	28,465	10,038	18,427
	<u>263,750</u>	<u>409,077</u>	<u>352,798</u>	<u>56,279</u>
Total 9-1-1 Communications Operations	<u>263,750</u>	<u>409,077</u>	<u>352,798</u>	<u>56,279</u>
Total Expenditures	<u>263,750</u>	<u>409,077</u>	<u>352,798</u>	<u>56,279</u>
Net Change in Fund Balance	(20,000)	(65,327)	87,205	152,532
FUND BALANCE - BEGINNING OF YEAR	<u>30,000</u>	<u>75,327</u>	<u>75,327</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 162,532</u>	<u>\$ 152,532</u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

URA DOWNTOWN SPECIAL REVENUE FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES				
Property Taxes	\$ 1,748,000	\$ 1,748,000	\$ 1,867,888	\$ 119,888
Interest on Investments	<u>3,000</u>	<u>3,000</u>	<u>1,205</u>	<u>(1,795)</u>
Total Revenues	<u>1,751,000</u>	<u>1,751,000</u>	<u>1,869,093</u>	<u>118,093</u>
Excess of Revenues Over, (Under) Expenditures	1,751,000	1,751,000	1,869,093	118,093
OTHER FINANCING SOURCES, (USES)				
Transfers Out	<u>(1,861,000)</u>	<u>(1,899,157) (1)</u>	<u>(1,899,157)</u>	<u>-</u>
Total Other Financing Sources, (Uses)	<u>(1,861,000)</u>	<u>(1,899,157)</u>	<u>(1,899,157)</u>	<u>-</u>
Net Change in Fund Balance	(110,000)	(148,157)	(30,064)	118,093
FUND BALANCE - BEGINNING OF YEAR	<u>110,000</u>	<u>148,157</u>	<u>138,156</u>	<u>(10,001)</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 108,092</u>	<u>\$ 108,092</u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

URA EMPIRE SPECIAL REVENUE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES				
Property Taxes	\$ 875,000	\$ 875,000	\$ 873,132	\$ (1,868)
Interest on Investments	2,500	2,500	488	(2,012)
Total Revenues	877,500	877,500	873,620	(3,880)
Excess of Revenues Over, (Under) Expenditures	877,500	877,500	873,620	(3,880)
OTHER FINANCING SOURCES, (USES)				
Transfers Out	(942,500)	(942,500) (1)	(904,705)	37,795
Total Other Financing Sources, (Uses)	(942,500)	(942,500)	(904,705)	37,795
Net Change in Fund Balance	(65,000)	(65,000)	(31,085)	33,915
FUND BALANCE - BEGINNING OF YEAR	65,000	65,000	73,151	8,151
FUND BALANCE - END OF YEAR	\$ -	\$ -	\$ 42,066	\$ 42,066

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

URA EMPIRE PROGRAM FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
OTHER FINANCING SOURCES, (USES)				
Transfer Out	\$ (477,000)	\$ (477,290) (1)	\$ (477,281)	\$ 9
Total Other Financing Sources, (Uses)	<u>(477,000)</u>	<u>(477,290)</u>	<u>(477,281)</u>	<u>9</u>
Net Change in Fund Balance	(477,000)	(477,290)	(477,281)	9
FUND BALANCE - BEGINNING OF YEAR	<u>477,000</u>	<u>477,290</u>	<u>477,281</u>	<u>(9)</u>
FUND BALANCE - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

URA DOWNTOWN PROGRAM FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	\$ (32,000)	\$ (32,875) (1)	\$ (32,856)	\$ 19
Total Other Financing Sources, (Uses)	<u>(32,000)</u>	<u>(32,875)</u>	<u>(32,856)</u>	<u>19</u>
Net Change in Fund Balance	(32,000)	(32,875)	(32,856)	19
FUND BALANCE - BEGINNING OF YEAR	<u>32,000</u>	<u>32,875</u>	<u>32,856</u>	<u>(19)</u>
FUND BALANCE - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

GENERAL OBLIGATION BOND REDEMPTION FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
Taxes	\$ 510,000	\$ 510,000	\$ 540,448	\$ 30,448
Interest on Investments	2,000	2,000	1,266	(734)
Total Revenues	<u>512,000</u>	<u>512,000</u>	<u>541,714</u>	<u>29,714</u>
EXPENDITURES				
Debt Service				
Principal	970,000	970,000	944,926	25,074
Interest	42,000	42,000	30,155	11,845
Total Expenditures	<u>1,012,000</u>	<u>1,012,000 (1)</u>	<u>975,081</u>	<u>36,919</u>
Net Change in Fund Balance	(500,000)	(500,000)	(433,367)	66,633
FUND BALANCE - BEGINNING OF YEAR	<u>500,000</u>	<u>500,000</u>	<u>571,922</u>	<u>71,922</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 138,555</u>	<u>\$ 138,555</u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

<u>REVENUE BOND FUND</u>				
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
OTHER FINANCING SOURCES, (USES)				
Transfers Out	\$ (5,850,938)	\$ (5,850,938) (1)	\$ (5,563,458)	\$ 287,480
Total Other Financing Sources, (Uses)	(5,850,938)	(5,850,938)	(5,563,458)	287,480
Net Change in Fund Balance	(5,850,938)	(5,850,938)	(5,563,458)	287,480
FUND BALANCE - BEGINNING OF YEAR	5,850,938	5,850,938	5,563,458	(287,480)
FUND BALANCE - END OF YEAR	\$ -	\$ -	\$ -	\$ -

(1) Appropriation level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

	<u>URA DOWNTOWN BOND FUND</u>			
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES				
Interest on Investments	\$ -	\$ -	\$ (9,906)	\$ (9,906)
Total Revenues	-	-	(9,906)	(9,906)
EXPENDITURES				
Debt Service				
Principal	657,000	883,157	692,922	190,235
Interest	108,000	108,000	93,700	14,300
Total Expenditures	765,000	991,157 (2)	786,622	204,535
Excess of Revenues Over, (Under) Expenditures	(765,000)	(991,157)	(796,528)	194,629
OTHER FINANCING SOURCES, (USES)				
Du Jour Financing	(1,100,000)	(1,100,000) (2)	(1,099,799)	201
Transfers In	2,501,000	2,539,157	2,539,157	-
Total Other Financing Sources, (Uses)	1,401,000	1,439,157	1,439,358	201
Net Change in Fund Balance	636,000	448,000	642,830	194,830
FUND BALANCE - BEGINNING OF YEAR	<u>130,000</u>	<u>318,000</u>	<u>318,436</u>	<u>436</u>
FUND BALANCE - END OF YEAR	<u>\$ 766,000</u>	<u>\$ 766,000</u>	<u>\$ 961,266</u>	<u>\$ 195,266</u>

(2) The sum totals the appropriation level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

	<u>URA EMPIRE BOND FUND</u>			
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
REVENUES				
Interest on Investments	\$ -	\$ -	\$ (5,402)	\$ (5,402)
Total Revenues	-	-	(5,402)	(5,402)
EXPENDITURES				
Debt Service				
Principal	430,000	430,000	429,237	763
Interest	89,000	89,000	87,712	1,288
Total Expenditures	519,000	519,000 (2)	516,949	2,051
Excess of Revenues Over, (Under) Expenditures	(519,000)	(519,000)	(522,351)	(3,351)
OTHER FINANCING SOURCES, (USES)				
Du Jour Financing (Debt Service)	(447,500)	(447,500) (2)	(409,704)	37,796
Transfers In	1,468,500	1,468,500	1,430,705	(37,795)
Total Other Financing Sources, (Uses)	1,021,000	1,021,000	1,021,001	1
Net Change in Fund Balance	502,000	502,000	498,650	(3,350)
FUND BALANCE - BEGINNING OF YEAR	<u>15,000</u>	<u>15,000</u>	<u>25,592</u>	<u>10,592</u>
FUND BALANCE - END OF YEAR	<u>\$ 517,000</u>	<u>\$ 517,000</u>	<u>\$ 524,242</u>	<u>\$ 7,242</u>

(2) Sum equal appropriation level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

URA DOWNTOWN BOND RESERVE FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET</u>
OTHER FINANCING SOURCES, (USES)				
Transfers Out	\$ (640,000)	\$ (640,000) (1)	\$ (640,000)	\$ -
Total Other Financing Sources, (Uses)	<u>(640,000)</u>	<u>(640,000)</u>	<u>(640,000)</u>	<u>-</u>
Net Change in Fund Balance	(640,000)	(640,000)	(640,000)	-
FUND BALANCE - BEGINNING OF YEAR	<u>640,000</u>	<u>640,000</u>	<u>640,000</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(1) - Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

URA EMPIRE BOND RESERVE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
OTHER FINANCING SOURCES (USES)				
Transfers Out	\$ (526,000)	\$ (526,000) (1)	\$ (526,000)	\$ -
Total Other Financing Sources (Uses)	(526,000)	(526,000)	(526,000)	-
Net Change in Fund Balance	(526,000)	(526,000)	(526,000)	-
FUND BALANCE - BEGINNING OF YEAR	526,000	526,000	526,000	-
FUND BALANCE - END OF YEAR	\$ -	\$ -	\$ -	\$ -

(1) - Appropriation Level

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022**

STREET IMPROVEMENT FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
OTHER FINANCING SOURCES, (USES)				
Transfers Out	\$ (1,200,000)	\$ (1,200,000)	(1) \$ (771,657)	\$ 428,343
Total Other Financing Sources, (Uses)	<u>(1,200,000)</u>	<u>(1,200,000)</u>	<u>(771,657)</u>	<u>428,343</u>
Net Change in Fund Balance	(1,200,000)	(1,200,000)	(771,657)	428,343
FUND BALANCE - BEGINNING OF YEAR	<u>1,200,000</u>	<u>1,200,000</u>	<u>771,657</u>	<u>(428,343)</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

PARKS IMPROVEMENT FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
OTHER FINANCING SOURCES, (USES)				
Transfers Out	\$ (75,000)	\$ (75,000) (1)	\$ (69,486)	\$ 5,514
Total Other Financing Sources, (Uses)	<u>(75,000)</u>	<u>(75,000)</u>	<u>(69,486)</u>	<u>5,514</u>
Net Change in Fund Balance	(75,000)	(75,000)	(69,486)	5,514
FUND BALANCE - BEGINNING OF YEAR	<u>75,000</u>	<u>75,000</u>	<u>69,486</u>	<u>(5,514)</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

<u>BICYCLE/PEDESTRIAN PATH FUND</u>				
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	\$ (10,000)	\$ (10,000) (1)	\$ (5,916)	\$ 4,084
Total Other Financing Sources (Uses)	<u>(10,000)</u>	<u>(10,000)</u>	<u>(5,916)</u>	<u>4,084</u>
Net Change in Fund Balance	(10,000)	(10,000)	(5,916)	4,084
FUND BALANCE - BEGINNING OF YEAR	<u>10,000</u>	<u>10,000</u>	<u>5,916</u>	<u>(4,084)</u>
FUND BALANCE - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

SPECIAL IMPROVEMENT FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	\$ (182,000)	\$ (182,000) (1)	\$ (179,910)	\$ 2,090
Total Other Financing Sources (Uses)	<u>(182,000)</u>	<u>(182,000)</u>	<u>(179,910)</u>	<u>2,090</u>
Net Change in Fund Balance	(182,000)	(182,000)	(179,910)	2,090
FUND BALANCE - BEGINNING OF YEAR	<u>182,000</u>	<u>182,000</u>	<u>179,910</u>	<u>(2,090)</u>
FUND BALANCE - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET - BUDGETARY BASIS
For the Year Ended June 30, 2022

TECHNOLOGY RESERVE FUND

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
OTHER FINANCING SOURCES, (USES)				
Transfers Out	\$ (165,000)	\$ (165,000) (1)	\$ (119,684)	\$ 45,316
Total Other Financing Sources, (Uses)	<u>(165,000)</u>	<u>(165,000)</u>	<u>(119,684)</u>	<u>45,316</u>
Net Change in Fund Balance	(165,000)	(165,000)	(119,684)	45,316
FUND BALANCE - BEGINNING OF YEAR	<u>165,000</u>	<u>165,000</u>	<u>119,684</u>	<u>(45,316)</u>
FUND BALANCE - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

	<u>WASTEWATER SDC FUND</u>			
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
Other Financing Sources, (Uses)				
Transfers Out	\$ (272,000)	\$ (272,000) (1)	\$ (270,336)	\$ 1,664
Total Other Financing Sources, (Uses)	<u>(272,000)</u>	<u>(272,000)</u>	<u>(270,336)</u>	<u>1,664</u>
Net Change in Fund Balance	(272,000)	(272,000)	(270,336)	1,664
FUND BALANCE - BEGINNING OF YEAR	<u>272,000</u>	<u>272,000</u>	<u>270,336</u>	<u>(1,664)</u>
FUND BALANCE - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

CAPITAL IMPROVEMENT FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
Grants	\$ 975,000	\$ 1,398,572	\$ 101,350	\$ (1,297,222)
State Gas Tax	10,000	10,000	13,082	3,082
STP Funds	165,000	165,000	250,532	85,532
Transportation Utility Fee	960,000	960,000	1,030,278	70,278
Technology Fee	40,000	40,000	32,938	(7,062)
Timber Sales	250,000	250,000	379,873	129,873
Interest on Investments	15,000	15,000	(9,669)	(24,669)
Miscellaneous	6,000	256,531	2,674	(253,857)
Total Revenues	2,421,000	3,095,103	1,801,058	(1,294,045)
EXPENDITURES				
Materials and Services	347,000	347,000	(1) 253,134	93,866
Capital Outlay	4,717,500	4,542,310	(1) 1,338,099	3,204,211
Public Safety	-	376,194	(1) -	376,194
Total Expenditures	5,064,500	5,265,504	1,591,233	376,194
Excess of Revenues Over (Under) Expenditures	(2,643,500)	(2,170,401)	209,825	2,380,226
OTHER FINANCING SOURCES (USES)				
Sale of Capital Assets	2,000	2,000	25,478	23,478
Transfer In	2,651,500	2,178,401	2,066,864	(111,537)
Transfer Out	(10,000)	(10,000)	(1) (10,000)	-
Total Other Financing Sources, (Uses)	2,643,500	2,170,401	2,082,342	(88,059)
Net Change in Fund Balance	-	-	2,292,167	2,292,167
FUND BALANCE - BEGINNING OF YEAR	-	-	-	-
FUND BALANCE - END OF YEAR	\$ -	\$ -	\$ 2,292,167	\$ 2,292,167

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

<u>STORMWATER SDC FUND</u>				
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
Other Financing Sources, (Uses)				
Transfers Out	\$ (20,800)	\$ (20,820) (1)	\$ (20,819)	\$ 1
Total Other Financing Sources, (Uses)	<u>(20,800)</u>	<u>(20,820)</u>	<u>(20,819)</u>	<u>1</u>
Net Change in Fund Balance	(20,800)	(20,820)	(20,819)	1
FUND BALANCE - BEGINNING OF YEAR	<u>20,800</u>	<u>20,820</u>	<u>20,819</u>	<u>(1)</u>
FUND BALANCE - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(1) Appropriation Level

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022**

MAJOR CAPITAL RESERVE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
Other Financing Sources, (Uses)				
Transfers Out	\$ (300,000)	\$ (300,000) (1)	\$ (162,629)	\$ 137,371
Total Other Financing Sources, (Uses)	(300,000)	(300,000)	(162,629)	137,371
Net Change in Fund Balance	(300,000)	(300,000)	(162,629)	137,371
FUND BALANCE - BEGINNING OF YEAR	300,000	300,000	162,629	(137,371)
FUND BALANCE - END OF YEAR	\$ -	\$ -	\$ -	\$ -

(1) Appropriation Level

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022**

COUNTY-WIDE CAD CORE RESERVE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
Interest on Investments	\$ 200	\$ 200	\$ (100)	\$ (300)
Revenue from Other Agencies	2,000	2,000	-	(2,000)
Total Revenues	<u>2,200</u>	<u>2,200</u>	<u>(100)</u>	<u>(2,300)</u>
EXPENDITURES				
Materials and Services	4,200	6,510 (1)	855	5,655
Capital Outlay	14,500	14,500 (1)	-	14,500
Total Expenditures	<u>18,700</u>	<u>21,010</u>	<u>855</u>	<u>20,155</u>
Excess of Revenues Over, (Under) Expenditures	(16,500)	(18,810)	(955)	17,855
OTHER FINANCING SOURCES, (USES)				
Transfers In	10,000	10,000	10,000	-
Total Other Financing Sources, (Uses)	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Net Change in Fund Balance	(6,500)	(8,810)	9,045	17,855
FUND BALANCE - BEGINNING OF YEAR	<u>6,500</u>	<u>8,810</u>	<u>8,810</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,855</u>	<u>\$ 17,855</u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

<u>FIRE DEPT EQUIPMENT RESERVE FUND</u>				
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
REVENUES				
Interest on Investments	\$ 200	\$ 200	\$ (344)	\$ (544)
Miscellaneous	-	-	5,000	5,000
Total Revenues	<u>200</u>	<u>200</u>	<u>4,656</u>	<u>4,456</u>
EXPENDITURES				
Capital Outlay	<u>71,552</u>	<u>72,295 (1)</u>	<u>-</u>	<u>72,295</u>
Total Expenditures	<u>71,552</u>	<u>72,295</u>	<u>-</u>	<u>72,295</u>
Excess of Revenues Over, (Under) Expenditures	(71,352)	(72,095)	4,656	76,751
OTHER FINANCING SOURCES, (USES)				
Transfers In	<u>24,452</u>	<u>24,452</u>	<u>12,372</u>	<u>(12,080)</u>
Total Other Financing Sources, (Uses)	<u>24,452</u>	<u>24,452</u>	<u>12,372</u>	<u>(12,080)</u>
Net Change in Fund Balance	(46,900)	(47,643)	17,028	64,671
FUND BALANCE - BEGINNING OF YEAR	<u>46,900</u>	<u>47,643</u>	<u>47,643</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,671</u>	<u>\$ 64,671</u>

(1) Appropriation Level

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022

URA EMPIRE CAPITAL PROJECTS FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
REVENUES				
Interest on Investments	\$ 15,000	\$ 15,000	\$ (5,631)	\$ (20,631)
Miscellaneous Revenue	-	-	105	105
Total Revenues	15,000	15,000	(5,526)	(20,526)
EXPENDITURES				
Materials and Services	705,425	705,425 (1)	473,604	231,821
Capital Outlay	2,459,049	2,556,971 (1)	808,838	1,748,133
Contingency	25,000	25,000 (1)	-	25,000
Total Expenditures	3,189,474	3,287,396	1,282,442	2,004,954
Excess of Revenues Over, (Under) Expenditures	(3,174,474)	(3,272,396)	(1,287,968)	1,984,428
OTHER FINANCING SOURCES, (USES)				
Du Jour Financing	447,474	447,474	409,682	(37,792)
Transfers In	477,000	477,290	477,281	(9)
Total Other Financing Sources, (Uses)	924,474	924,764	886,963	(37,801)
Net Change in Fund Balance	(2,250,000)	(2,347,632)	(401,005)	1,946,627
FUND BALANCE - BEGINNING OF YEAR	2,250,000	2,347,632	2,347,631	(1)
FUND BALANCE - END OF YEAR	\$ -	\$ -	\$ 1,946,626	\$ 1,946,626

(1) Appropriation Level

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022**

SYSTEM DEVELOPMENT CHARGES FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
Interest on Investments	\$ 2,000	\$ 2,000	\$ (1,283)	\$ (3,283)
Total Revenues	2,000	2,000	(1,283)	(3,283)
EXPENDITURES				
Capital Outlay	294,800	293,155 (1)	-	293,155
Total Expenditures	294,800	293,155	-	293,155
Excess of Revenues Over (Under) Expenditures	(292,800)	(291,155)	(1,283)	289,872
OTHER FINANCING SOURCES (USES)				
Transfer In	292,800	291,155	291,155	-
Total Other Financing Sources, (Uses)	292,800	291,155	291,155	-
Net Change in Fund Balance	-	-	289,872	289,872
FUND BALANCE - BEGINNING OF YEAR	-	-	-	-
FUND BALANCE - END OF YEAR	\$ -	\$ -	\$ 289,872	\$ 289,872

(1) Appropriation Level

**CITY OF COOS BAY
COOS COUNTY, OREGON**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL AND BUDGET- BUDGETARY BASIS
For the Year Ended June 30, 2022**

RAINY DAY RESERVE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
Interest on Investments	\$ 7,500	\$ 7,500	\$ (5,607)	\$ (13,107)
Miscellaneous	490,000	490,000	484,926	(5,074)
Total Revenues	497,500	497,500	479,319	(18,181)
EXPENDITURES				
Capital Outlay	1,085,500	1,089,652 (1)	-	1,089,652
Total Expenditures	1,085,500	1,089,652	-	1,089,652
Excess of Revenues Over, (Under) Expenditures	(588,000)	(592,152)	479,319	1,071,471
OTHER FINANCING SOURCES, (USES)				
Transfers In	60,000	60,000	60,061	61
Total Other Financing Sources, (Uses)	60,000	60,000	60,061	61
Net Change in Fund Balance	(528,000)	(532,152)	539,380	1,071,532
FUND BALANCE - BEGINNING OF YEAR	528,000	532,152	532,151	(1)
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,071,531</u>	<u>\$ 1,071,531</u>

(1) Appropriation Level

Note: This fund's activities have been combined with the General Fund activities in accordance with GASB #54 due to its financing resources being derived primarily from General Fund transfers.

CITY OF COOS BAY
COOS COUNTY, OREGON

INDEPENDENT AUDITORS' REPORT REQUIRED
BY OREGON STATE REGULATIONS



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December 6, 2022

Independent Auditors' Report Required by Oregon State Regulations

We have audited the basic financial statements of the City of Coos Bay, Oregon as of and for the year ended June 30, 2022, and have issued our report thereon dated December 6, 2022. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards.

Compliance

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of 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.**
- **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)**
- **Programs funded from outside sources**

In connection with our testing nothing came to our attention that caused us to believe the City of Coos Bay, Oregon 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 internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the internal controls over financial reporting.

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



Tara M. Kamp, CPA
PAULY, ROGERS AND CO., P.C.

CITY OF COOS BAY
COOS COUNTY, OREGON

GRANT COMPLIANCE REVIEW

CITY OF COOS BAY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2022

FEDERAL GRANTOR/ PROGRAM TITLE	PASS THROUGH ORGANIZATION	PASS THROUGH GRANT NUMBER	FEDERAL AL NUMBER	PERIOD COVERED	TOTAL EXPENDED	PASS THROUGH EXPENDITURES
U.S. Department of Homeland Security						
Homeland Security Grant	Oregon Military	EMW-2020-SS- 00091-S01	97.067	10/1/20-9/30/21	8,784	-
Total U.S. Department of Homeland Security					<u>8,784</u>	<u>-</u>
U.S. Department of Interior						
Historic Preservation Grant	Oregon Parks and Recreation	OR-20-05	15.904	4/1/20-8/31/21	12,000	-
Total U.S. Department of Interior					<u>12,000</u>	<u>-</u>
U.S. Department of Justice						
Bullet Proof Vest Partnership Grant Program	Direct	N/A	16.607	9/1/20-8/31/22	3,010	-
Total U.S. Department of Justice					<u>3,010</u>	<u>-</u>
U.S. Department of Housing and Urban Development						
Community Development Block Grant	Oregon Business Development	H20008	14.228	5/5/20-5/31/22	418,220	-
Total U.S. Department of Housing and Urban Development					<u>418,220</u>	<u>-</u>
U.S. Department of Transportation						
Highway Planning and Construction-COVID-19	ODOT	COVID20210701C OOSBAY	20.205	7/14/21-9/30/24	250,531	-
State and Community Highway Traffic Safety Grant Cluster						
Minimum Penalties for Repeat Offenders While Driving Intoxicated	Oregon Impact	10-187-5545	20.616	10/1/21-9/30/22	813	-
State and Community Highway Safety Cluster	Oregon Impact	10-187-5545	20.616	10/1/21-9/30/22	4,113	-
State and Community Highway Safety Cluster	ODOT	OP-20-45-03999	20.600	10/1/21-9/30/22	5,369	-
Total State and Community Highway Traffic Safety					<u>10,295</u>	<u>-</u>
Total U.S. Department of Transportation					<u>260,826</u>	<u>-</u>
U.S. Department of Treasury						
Coronavirus State and Local Fiscal Recovery Funds	Oregon DAS	OR8035	21.027	3/1/20-12/30/22	1,817,011	-
Total U.S. Department of Treasury					<u>1,817,011 (1)</u>	<u>-</u>
Total Federal Expenditures					<u>\$ 2,519,851</u>	<u>\$ -</u>

(1) Major Program



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December 6, 2022

**To the City Council
Coos Bay, Oregon**

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Coos Bay as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the basic financial statements, and have issued our report thereon dated December 6, 2022.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of internal control. Accordingly, we do not express an opinion on the effectiveness of internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented, or detected and corrected on a timely basis.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the financial statements are free from material misstatement, we performed tests of compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Tara M. Kamp, CPA
PAULY, ROGERS AND CO., P.C.



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December 6, 2022

**To the City Council
Coos Bay, Oregon**

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Coos Bay's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the major federal programs for the year ended June 30, 2022. The major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City of Coos Bay complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of Coos Bay and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to its federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in black ink that reads "Tara M. Kamp, CPA". The signature is written in a cursive, flowing style.

Tara M. Kamp, CPA
PAULY, ROGERS AND CO., P.C.

CITY OF COOS BAY
COOS COUNTY, OREGON
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2022

SECTION I – SUMMARY OF AUDITORS’ RESULTS

FINANCIAL STATEMENTS

Type of auditors’ report issued Unmodified

Internal control over financial reporting:

 Material weakness(es) identified? yes no

 Significant deficiency(s) identified that are not considered to be material weaknesses? yes none reported

Noncompliance material to financial statements noted? yes no

Any GAGAS audit findings disclosed that are required to be reporting in accordance with the Uniform Guidance? yes no

FEDERAL AWARDS

Internal control over major programs:

 Material weakness(es) identified? yes no

 Significant deficiency(s) identified that are not considered to be material weaknesses? yes none reported

Type of auditors’ report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? yes no

CITY OF COOS BAY
COOS COUNTY, OREGON

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2021

IDENTIFICATION OF MAJOR PROGRAMS

21.027 Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low risk auditee?

yes

no

SECTION II – FINANCIAL STATEMENT FINDINGS

NONE NOTED

SECTION III – FEDERAL AWARD FINDINGS

NONE NOTED

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity under programs of the federal government. The information in this schedule is presented in accordance with the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations, it is not intended to and does not present the net position, changes in net position or cash flows of the entity.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. The entity has not elected to use the ten percent de minimus indirect cost rate as allowed under the Uniform Guidance.