

City of Keizer

Marion County, Oregon

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2022



***CITY OF KEIZER
MARION COUNTY, OREGON
ANNUAL COMPREHENSIVE
FINANCIAL REPORT
Fiscal Year Ended June 30, 2022***

*Prepared by
City of Keizer - Finance Department
Timothy E. Wood, Assistant City Manager*

CITY OF KEIZER, OREGON
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CITY OF KEIZER, OREGON
JUNE 30, 2022

MAYOR

Cathy Clark

Term Expires

January 2023

CITY COUNCIL

Position 1 – Laura Reid

January 2025

Position 2 – Shaney Starr

January 2025

Position 3 – Kyle Juran

January 2025

Position 4 – Roland Herrera

January 2023

Position 5 – Elizabeth Smith

January 2023

Position 6 – Dan Kohler

January 2023

City Officials may be contacted at:

Mailing Address
930 Chemawa Road NE
Keizer, Oregon 97303

STAFF

INTERIM CITY MANAGER
R. Wes Hare

CHIEF OF POLICE
John Teague

CITY RECORDER
Tracy Davis

ASSISTANT CITY MANAGER
Timothy E. Wood

HUMAN RESOURCES DIRECTOR
Machell DePina

PLANNING DIRECTOR
Shane Witham

PUBLIC WORKS DIRECTOR
Bill Lawyer

CITY ATTORNEY
E. Shannon Johnson



City of Keizer

Phone: (503) 390-3700 • Fax: (503) 393-9437
930 Chemawa Rd. N.E. • P.O. Box 21000 • Keizer, OR 97307-1000

December 16, 2022

Citizens of Keizer
The Honorable Mayor Cathy Clark
Members of the City Council
Adam Brown, City Manager
930 Chemawa Road NE
Keizer, Oregon 97303

INTRODUCTION

The City of Keizer Finance Department is pleased to submit the Annual Comprehensive Financial Report (ACFR) of the City of Keizer, Oregon for the fiscal year ended June 30, 2022. This report is published in fulfillment of the Oregon Revised Statutes (ORS 297.425), which require that every general-purpose local government publish a complete set of audited financial statements within six months of the close of the fiscal year.

The financial statements and supporting schedules have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) and meet the requirements of the standards as prescribed by the Secretary of State. We believe the data, as presented, are accurate in all material respects and presented in a manner designed to fairly set forth the financial position and results of operations of the various funds of the City.

Responsibility for the completeness and reliability of the information contained in this report rests with the City's management and is based on an internal control structure designed for this purpose. The internal control structure is designed to provide reasonable, rather than absolute, assurance that these objectives are met because the cost of the internal control should not exceed the related benefits likely to be derived.

The accounting firm of Grove, Mueller & Swank, P.C. performed an audit of our financial statements and other information using generally accepted auditing standards. Their unmodified opinions are included in the Financial Section of the report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. It provides additional information to this letter and this letter should be read in conjunction with it.

THE CITY

The City of Keizer, Oregon (City) is a financially independent entity located in Marion County in the center of the Willamette Valley. The City is bordered on the western edge by the Willamette River, southern edge by the city of Salem, eastern edge by Interstate 5, and the northern edge by rural portions of Marion County. The City was incorporated in 1982 and operates under a charter that was adopted and has been periodically updated by the voters. The City of Keizer is the 15th largest city by population in the state of Oregon.

“Pride, Spirit and Volunteerism”

The City operates under a council-manager form of government. The council-manager form of government separates the legislative policy function from the professional administrative functions. The City Council consists of a Mayor and six Councilors, all of which are volunteers. The Mayor is the formal representative of the City, and is elected to a two-year term by the voters at-large on a non-partisan ballot. The City Council is composed of six non-partisan members elected to four-year terms, with half the council elected every two years. These seven officers comprise the Council who make the policy decisions for municipal activity and pass its ordinances and resolutions.

The Council appoints a City Manager who is responsible for the administration and execution of the City's policies and ordinances. As of June 30, 2022, there are 95 full-time city employees working in eight departments: City Manager, Finance, Human Resources, Public Works, Planning, City Recorder, Legal Services and Police Services. The City is subject to collective bargaining agreements with the Keizer Police Association and the Municipal Utility Workers' Local 737.

The City provides basic services. These services include police, municipal court, street construction and maintenance, water reservoirs, wells and water lines, storm drainage, land use planning and zoning, public improvements, parks and administrative services. The City contracts with the City of Salem, Oregon for maintenance of its sanitary sewer system and administers the billing function for use of this facility.

In June 1997, the City revised its tax base for the first time since 1986. Shortly thereafter, Oregon's tax system was overturned by Ballot Measure 50 and like all Oregon cities, Keizer had a permanent tax rate, replacing the existing tax base. The tax rate is constrained by the effects of Measure 5, which limits the consolidated tax rate that local governments can charge plus Measure 50, which limits growth in assessed value and places a tax rate limit that can be charged on each parcel of taxed property. The City's permanent levy rate is \$2.0838 per thousand. This amount will be applied to the taxable assessed value on the roll. The assessed value growth is limited to 3.0% plus any new construction, remodeling, or value increases due to property sales. In Fiscal Year 2022, the City's taxable assessed value increased 3.3% overall.

ECONOMIC CONDITION AND OUTLOOK

The City's economic condition is significantly influenced by the economic conditions of the neighboring cities, since the majority of the workforce that resides within the City commutes to Salem or the Portland Metro area for employment. The area's unemployment rate decreased to 5.0% as compared to 6.9% the previous year. The unemployment rate increased primarily as the result of social distance mandates issued by the Governor of Oregon in response to the COVID-19 outbreak. The City's economy is supported by jobs in the service, technology/manufacturing, retail and government sector.

When the City was incorporated, the City limits were aligned adjacent to the urban growth boundaries leaving little opportunity for annexation. In fact, the City's area has increased less than one-hundredth of one square mile since it was incorporated. This geographic constraint will result in new residential and commercial construction slowing over time as infill is completed. Despite the geographic constraint and the economic slowdown the City's real market value continues to exceed the assessed value.

FINANCIAL INFORMATION

ACCOUNTING SYSTEM AND BUDGETARY CONTROL

The City is required by state law to budget all funds. The budgeting process includes employee and citizen input through various stages of preparation, public hearings and adoption of the original budget by the City Council. Requirements not anticipated in the original budget may be added through the use of a supplemental budget. A supplemental budget requires publications in newspapers and adoption by the City Council. Original and supplemental budgets may also be modified by the use of appropriation transfers between the cost categories. Such transfers require approval by the City Council.

Budgetary control is maintained at the fund and/or departmental level by comparison of estimated purchase amounts with adopted appropriations prior to placing purchase orders to vendors. The City Manager and the seven department heads are responsible for ensuring their departments, funds and programs fall within appropriated amounts.

FINANCIAL PLANNING

The City will continue to have an ongoing need for new or expanded streets, water, stormwater, and sanitary sewer systems, public safety measures and cultural and recreation opportunities. The guiding principle for all of the City's long-term financial planning is a focus on sustainability. Service levels are set and planned for in a manner in which costs are not allowed to exceed revenue. The City actively engages in long-term financial planning through its annual budgetary process, the creation of master plans for certain services and through the development of a multi-year long-range financial plan.

CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate for Achievement of Excellence in Financial Reporting to the City of Keizer for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the twenty-third consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

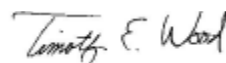
DISTINGUISHED BUDGET PRESENTATION AWARD

The City of Keizer received GFOA's Distinguished Budget Presentation Award for its FY 21-22 annual budget document and the FY 22-23 annual budget has been submitted. This is the eighth year that the City of Keizer has achieved the prestigious award of a distinguished presentation. The Distinguished Budget Presentation is the highest form of recognition in governmental budgeting. Its attainment represents a significant accomplishment by a government and its management. In order to receive the award, a governmental unit must publish a budget document that meets program criteria as a policy document, a communications medium, an operations guide, and a financial plan.

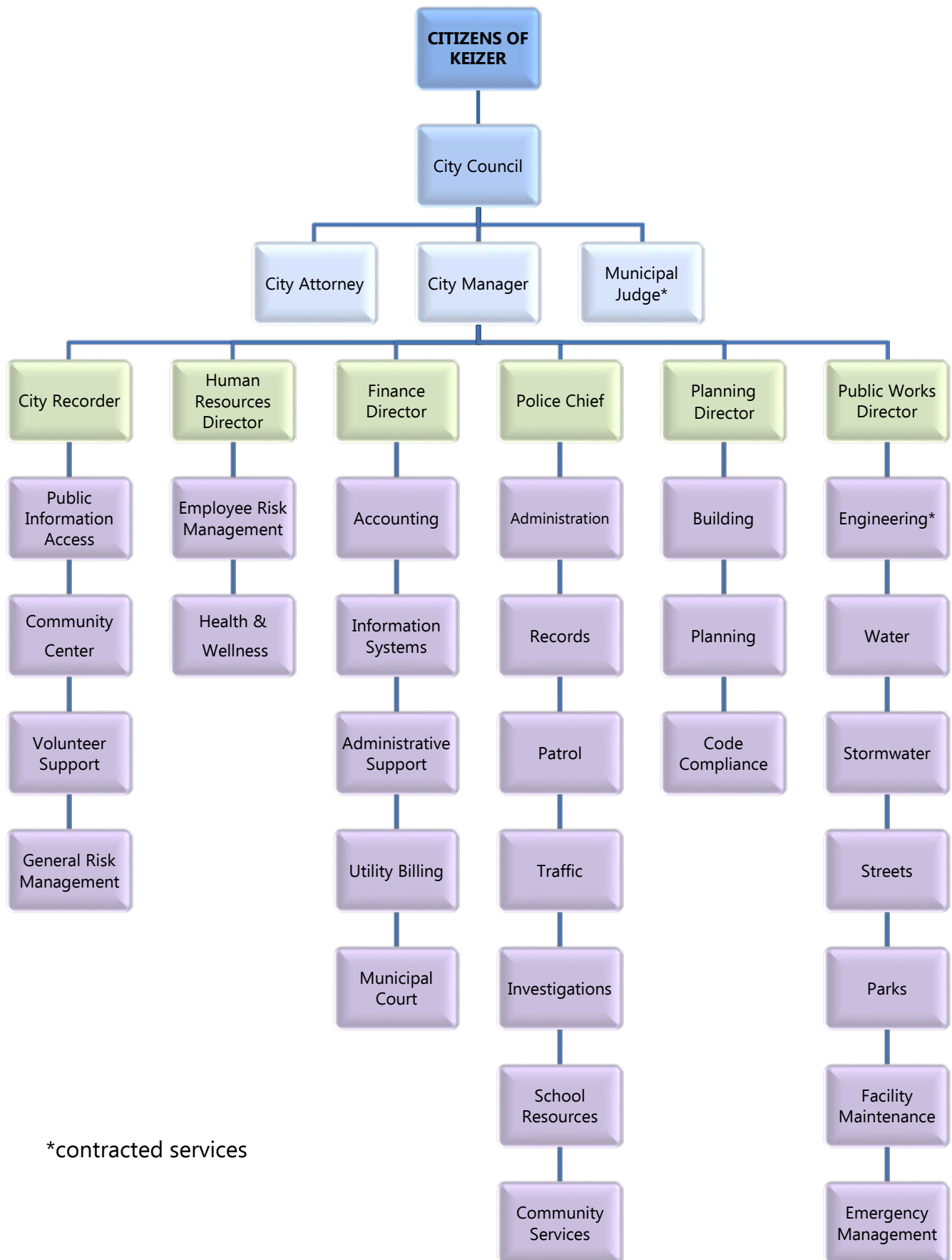
ACKNOWLEDGMENTS

Special recognition is given to the City's Finance staff whose hard work and dedication during the annual audit ensures the preparation of the Annual Comprehensive Financial Report on a timely basis. I also recognize and thank all other Departments within the City who provided supporting information for this report. I would like to express my appreciation to the Mayor, City Council members, the Audit Committee, the Budget Committee, and the City Manager for their leadership, support and dedication, to ensure the sound financial operations of the City of Keizer. Preparation of this report would not have been successful without that support.

Respectfully submitted,



Timothy E. Wood
Assistant City Manager



*contracted services



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Keizer
Oregon**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO



GROVE, MUELLER & SWANK, P.C.

Certified Public Accountants and Consultants

475 Cottage Street NE, Suite 200, Salem, OR 97301
(503) 581-7788 • FAX (503) 581-0152 • www.gms.cpa

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Council Members
City of Keizer
930 Chemawa Road NE
Keizer, Oregon 97303

Report on the Audit of the Financial Statements

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 Keizer, Oregon (the City) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, 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 Keizer, Oregon, as of June 30, 2022 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's 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.

Responsibilities of Management for the Financial Statements

The City's management is responsible for the preparation and fair presentation of the 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.

Auditor's 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 auditor's 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 GAAS 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 GAAS, 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 (MD&A) and the schedules of revenues, expenditures, and changes in fund balance – budget and actual for the General, American Rescue Plan Act, Street and Transportation Improvement funds ("the budgetary schedules"), the City's PERS schedules and the City's OPEB schedules 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 management's discussion and analysis, PERS schedules and OPEB schedules described in the preceding paragraph 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.

The budgetary schedules described above were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The budgetary schedules have 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 budgetary schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The other supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The other supplementary information 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 other supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.


Other Information Included in the Annual Comprehensive Financial Report (ACFR)

Management is responsible for the other information included in the ACFR. The other information comprises the introductory and statistical section of the ACFR but does not include the financial statements and our auditor's report thereon. Our opinions on the 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 financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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.

Reporting Required by Oregon Minimum Standards

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 16, 2022, on our consideration of the City's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and results of that testing and not to provide an opinion on compliance.

GROVE, MUELLER & SWANK, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

By: 
Ryan T. Pasquarella, Shareholder
December 16, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2022

This discussion and analysis of the City of Keizer's financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2022. Please read it in conjunction with the accompanying transmittal letter (beginning on page ii), the basic financial statements (beginning on page 16), and the accompanying notes to those basic financial statements (beginning on page 29).

THE FINANCIAL STATEMENTS

The financial statements presented herein include all of the activities of the City of Keizer (the City) and its component unit using the integrated approach as prescribed by GASB Statement No. 34. The *government-wide financial statements* (pages 16-18) present the financial picture of the City from the economic resources measurement focus using the accrual basis of accounting. Governmental activities and business type activities are presented separately. These statements include all assets of the City (including infrastructure) as well as all liabilities (including long-term debt). Additionally, certain eliminations have occurred as prescribed by Statement No. 34 in regards to interfund activity, payables and receivables.

The *fund financial statements* (pages 19-28) include statements for each of the categories of activities - governmental and proprietary. The governmental activities are prepared using the current financial resources measurement focus and the modified accrual basis of accounting. The proprietary activities are prepared using the economic resources measurement focus and the accrual basis of accounting. A reconciliation of the fund financial statements to the government-wide financial statements is provided to explain the differences created by the integrated approach.

REPORTING THE CITY AS A WHOLE

The **Statement of Net Position** and the **Statement of Activities** report financial information about the City as a whole and about its activities. These statements include *all* assets and liabilities of the City using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's *net position* and the changes in net position. Net position is the difference between assets and liabilities, which is one way to measure the City's financial health, or *financial position*. Over time, *increases or decreases* in the City's net position is one indicator of whether its *financial health* is improving or deteriorating. Other factors to consider are changes in the City's property tax base and the condition of the City's infrastructure. In these statements, City activities are separated as follows:

Governmental activities - Most of the City's basic services are reported in this category, including General Government, Public Safety, Community Development, and Parks and Public Works. Property taxes, state shared revenues, interest income, franchise fees, and state and federal grants finance these activities.

Business-type activities - The City's water, sewer, stormwater and street lighting activities are reported in this category. The City charges a fee to customers to cover all or most of the cost of certain services it provides.

REPORTING THE CITY'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds - not the City as a whole. Some funds are required to be established by State law and by bond covenants. However, management establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money.

Governmental funds - Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial* assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The reconciliation of differences between the governmental fund financial statements and the government-wide financial statements is explained in a section following each governmental fund financial statement.

Proprietary funds - When the City charges customers for the services it provides - whether to outside customers or to other units of the City - these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provide more detail and additional information, such as cash flows.

FINANCIAL ACTIVITIES OF THE CITY AS A WHOLE

Government-wide Financial Statements

Statement of Net Position

The following table reflects the condensed Statement of Net Position compared to the prior year.

Table 1
Statements of Net Position
As of June 30,

	Governmental Activities		Business-type Activities		Totals	
	2022	2021	2022	2021	2022	2021
Cash and investments	\$ 19,276,500	\$ 12,790,441	\$ 5,038,561	\$ 4,290,167	\$ 24,315,061	\$ 17,080,608
Other assets	10,248,991	10,939,537	1,868,378	1,915,272	12,117,369	12,854,809
Capital assets	58,186,939	60,230,412	10,893,507	10,913,845	69,080,446	71,144,257
Total assets	87,712,430	83,960,390	17,800,446	17,119,284	105,512,876	101,079,674
Total deferred outflows of resources	5,225,422	3,902,691	1,424,158	1,051,241	6,649,580	4,953,932
Total assets and deferred outflows of resources	92,937,852	87,863,081	19,224,604	18,170,525	112,162,456	106,033,606
Other liabilities	9,846,195	14,034,285	3,284,609	4,347,010	13,130,804	18,381,295
Long-term debt	11,215,000	12,371,000	-	-	11,215,000	12,371,000
Total liabilities	21,061,195	26,405,285	3,284,609	4,347,010	24,345,804	30,752,295
Total deferred inflows of resources	6,230,425	828,149	1,804,835	295,595	8,035,260	1,123,744
Total liabilities and deferred inflows of resources	27,291,620	27,233,434	5,089,444	4,642,605	32,381,064	31,876,039
Net position						
Net investment in capital assets	46,971,939	47,859,412	10,893,507	10,913,845	57,865,446	58,773,257
Restricted	23,115,260	17,810,620	1,645,880	1,533,001	24,761,140	19,343,621
Unrestricted	(4,440,967)	(5,040,385)	1,595,773	1,081,074	(2,845,194)	(3,959,311)
Total net position	\$ 65,646,232	\$ 60,629,647	\$ 14,135,160	\$ 13,527,920	\$ 79,781,392	\$ 74,157,567

Overall the City's financial position increased by \$5.6 million. The majority of the increase is due to receiving \$5.3 million in American Rescue Plan Act funds as part of the Federal and State COVID-19 pandemic relief efforts. The majority of the ARPA funds are still available as the projects are still in the planning stages. The Governmental Activities increase in financial position is joined by an increase in Business-type Activities.

Governmental Activities

The City's net position from governmental activities increased \$5.0 million from \$60.6 million to \$65.6 million. This increase is the change in net position reflected in the condensed Statement of Net Position, and explained below:

- Cash and investments increased by \$6.5 million as the result of normal fluctuations in when cash is received in addition to receiving \$5.6 million in ARPA funds of which \$4.8 million is still on hand.
- Other assets decreased by \$0.7 million, as a result the ongoing collection of \$1.0 million in assessments associated with the Keizer Station Local Improvement District offset by \$0.3 million increase in receivable amounts at year end.
- Capital assets decreased by \$2.0 million, primarily as a result of
 - \$1.4 million for acquisition of capital assets (primarily street resurfacing projects) offset by
 - \$3.4 million of depreciation expense and asset disposals.
- Deferred outflows of resources increased by \$1.3 million as the result of a change in the underlying actuarial assumptions associated with the Oregon Public Employee Retirement System.
- Other liabilities decreased by \$4.2 million as the result of a decrease in the Net Pension Liability associated with the Oregon Public Employee Retirement System.
- Long-term debt outstanding decreased by \$1.2 million, as the result of paying down the debt associated with the Keizer Station Local Improvement District bond and the Dearborn Bridge Replacement bank loan.
- Deferred inflows of resources increased by \$5.3 million as the result of the net difference between projected and actual earnings on Oregon Public Employee Retirement System's pension plan investments.

Business-type Activities

The City's net position from business-type activities increased by \$0.6 million from \$13.5 million to \$14.1 million. This increase is the change in net position reflected in the Statement of Net Position, and explained below:

- Cash and investments increased by \$0.7 million as the result of normal fluctuations in when cash is received.
- Capital assets remained consistent at \$10.9 million as a result of \$0.7 million investment in water and sewer systems and equipment and vehicles offset by \$0.7 million of depreciation expense.
- Deferred outflows of resources increased by \$0.4 million as the result of a change in the underlying actuarial assumptions associated with the Oregon Public Employee Retirement System.
- Other liabilities decreased by \$1.1 million as the result of a decrease in the Net Pension Liability associated with the Oregon Public Employee Retirement System.
- Deferred inflows of resources increased by \$1.5 as the result of the net difference between projected and actual earnings on Oregon Public Employee Retirement System's pension plan investments.

Statement of Activities

The following table reflects the condensed Statement of Activities and comparison to the prior year.

Table 2
Statements of Activities
For the years ended June 30,

	Governmental Activities		Business-type Activities		Totals	
	2022	2021	2022	2021	2022	2021
Program Revenues						
Fees, fines, and charges for services	\$ 2,211,573	\$ 2,167,092	\$ 12,104,825	\$ 11,900,151	\$ 14,316,398	\$ 14,067,243
Operating grants and contributions	8,884,920	4,672,078	-	-	8,884,920	4,672,078
Capital grants and contributions	595,188	170,880	74,502	40,642	669,690	211,522
Total program revenues	11,691,681	7,010,050	12,179,327	11,940,793	23,871,008	18,950,843
General Revenues						
Taxes and assessments	6,252,444	6,093,066	-	-	6,252,444	6,093,066
Franchise taxes	3,044,911	2,895,179	-	-	3,044,911	2,895,179
Intergovernmental	1,234,553	848,936	-	-	1,234,553	848,936
Gain on the sale of capital assets	12,526	26,000	-	-	12,526	26,000
Miscellaneous	717,344	726,350	321,210	178,647	1,038,554	904,997
Total general revenues	11,261,778	10,589,531	321,210	178,647	11,582,988	10,768,178
Total Revenues	22,953,459	17,599,581	12,500,537	12,119,440	35,453,996	29,719,021
Expenses						
Programs	17,408,574	18,897,986	12,421,597	12,132,815	29,830,171	31,030,801
Change in net position before transfers	5,544,885	(1,298,405)	78,940	(13,375)	5,623,825	(1,311,780)
Transfers	(528,300)	(541,651)	528,300	541,651	-	-
Change in net position	5,016,585	(1,840,056)	607,240	528,276	5,623,825	(1,311,780)
Beginning net position	60,629,647	62,469,703	13,527,920	12,999,644	74,157,567	75,469,347
Ending net position	\$ 65,646,232	\$ 60,629,647	\$ 14,135,160	\$ 13,527,920	\$ 79,781,392	\$ 74,157,567

Governmental Activities

The City's net position from governmental activities increased by \$5.0 million in the current year as compared to a decrease of \$1.8 million in the previous year. This change in net position primarily reflects:

- Fee, fines and charges for services remained consistent with the prior year as the result of ongoing lower planning and public works permit fees associated with a slowdown in construction stemming from the ongoing COVID-19 pandemic.
- Operating grants and contributions increased by \$4.2 million as the result of the City receiving approximately \$5.3 million in ARPA funds offset by \$1.1 million of CARES Act funds received in the previous year to support the relief and recovery from the COVID-19 Pandemic.
- Capital grants and contributions increased by \$0.4 million primarily as the result of receiving \$0.2 million in reimbursement for a street project.

- Taxes and assessments – These are revenues arising from property taxes, street lighting district assessments, local improvement district assessments and urban renewal tax increment revenues. Taxes and assessments increased \$0.2 million as the result of an increase in the assessed value of property within the City limits and additional construction resulting in more property tax collected.
- Miscellaneous – Revenues primarily consist of interest earnings on funds held for working capital needs and interest earned on assessments and reserves held over an extended period of time.
- Programs - These are direct expenses that are specifically associated with a service, program, or department and, thus, are clearly identifiable to a particular function. The following table reflects the changes in program expenses:

Table 3
Governmental Activities - Program Expenses
For the years ended June 30,

Programs	2022		2021		Compared to Prior Year	
	Amount	%	Amount	%	Change	%
General government	\$ 2,887,746	16.6%	\$ 3,107,038	16.4%	\$ (219,292)	-7.1%
Community and youth services	41,020	0.2%	34,124	0.2%	6,896	20.2%
Community development	2,257,319	13.0%	2,369,993	12.5%	(112,674)	-4.8%
Parks	942,361	5.4%	1,025,417	5.4%	(83,056)	-8.1%
Public safety	8,779,740	50.4%	9,601,858	50.9%	(822,118)	-8.6%
Public works	1,908,335	11.0%	2,109,276	11.2%	(200,941)	-9.5%
Interest on long-term debt	592,053	3.4%	650,280	3.4%	(58,227)	-9.0%
Total expenses	<u>\$ 17,408,574</u>	<u>100.0%</u>	<u>\$ 18,897,986</u>	<u>100.0%</u>	<u>\$ (1,489,412)</u>	<u>-7.9%</u>

Program expenses decreased by \$1.5 million from \$18.9 million in the prior year to \$17.4 million in the current year. The primary reason for the decrease is due to expenditures associated with the CARES Act grant of \$1.1 million and costs associated with the City recovering from the ice storm natural disaster that occurred during February 2021 didn't recur during the current year.

Business-type Activities

The City's net position from business activities increased by \$0.6 million in the current year as compared to \$0.5 million in the previous year. This change in net position primarily reflects:

- Fees, fines, and charges for services increased by \$0.2 million from \$11.9 million in the prior year to \$12.1 million in the current year. The increase is attributed to rate increases associated with water and sewer services.

Program expenses are direct expenses that are specifically associated with a service, program, or department and, thus, are clearly identifiable to a particular function. The following table reflects the changes in program expenses:

Table 4
Business-type Activities - Program Expenses
For the years ended June 30,

Programs	2022		2021		Compared to Prior Year	
	Amount	%	Amount	%	Change	%
Water	\$ 3,343,602	26.9%	\$ 3,272,934	27.0%	\$ 70,668	2.2%
Sewer	6,605,147	53.2%	6,463,650	53.2%	141,497	2.2%
Stormwater	1,791,322	14.4%	1,727,255	14.2%	64,067	3.7%
Community center	259,853	2.1%	274,021	2.3%	(14,168)	-5.2%
Street lighting	421,673	3.4%	394,955	3.3%	26,718	6.8%
Total expenses	<u>\$ 12,421,597</u>	<u>100.0%</u>	<u>\$ 12,132,815</u>	<u>100.0%</u>	<u>\$ 288,782</u>	<u>2.4%</u>

Program expenses increased by \$0.3 million primarily as the result of an increase in pass through sewer charges from the City of Salem who is responsible for maintaining the regional sewer system. The sewer increase was offset by lower than anticipated costs in the community center as the result closing the center due to the COVID-19 pandemic.

Fund Financial Statements - Governmental Funds

The following table reflects a summary of ending fund balances for governmental funds compared to the prior year.

Table 5
Governmental Funds - Fund Balances
As of June 30,

Major Funds	2022		2021		Compared to Prior Year	
	Amount	%	Amount	%	Change	%
General	\$ 4,310,928	22.5%	\$ 4,024,145	32.0%	\$ 286,783	7.1%
Streets	2,015,183	10.5%	1,033,393	8.2%	981,790	95.0%
ARPA	4,820,024	25.1%	-	0.0%	4,820,024	100.0%
Transportation Improvement	3,631,614	18.9%	3,394,392	27.1%	237,222	7.0%
Keizer Station LID	2,697,467	14.1%	2,683,235	21.3%	14,232	0.5%
Other governmental funds	1,704,121	8.9%	1,435,024	11.4%	269,097	18.8%
Total fund balances	<u>\$ 19,179,337</u>	<u>100.0%</u>	<u>\$ 12,570,189</u>	<u>100.0%</u>	<u>\$ 6,609,148</u>	<u>52.6%</u>

At June 30, 2022, the City's governmental funds reported combined fund balances of \$19.2 million, which is a increase of \$6.6 million compared with last year. In the fund financial statements, the fund balance for governmental funds is reported in classifications that comprise a hierarchy based on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

General

The General fund accounts for all of the financial resources of the City, which are not accounted for in any other fund. Principal sources of revenue are property taxes, franchise taxes, state shared revenues and fines and forfeitures. Principal expenditures are made for public safety, community development, administration, and parks.

The General fund revenue decreased by \$0.5 million from \$13.7 million in the prior year to \$13.2 million in the current year. General fund revenue consisted of the following:

	2022		2021		Compared to Prior Year	
	Amount	%	Amount	%	Change	%
Taxes and assessments	\$ 6,246,837	47.4%	\$ 6,107,528	44.5%	\$ 139,309	2.3%
Licenses and permits	4,587,951	34.8%	4,325,118	31.5%	262,833	6.1%
Charges for services	322	0.0%	1,738	0.0%	(1,416)	100.0%
Intergovernmental	1,700,559	12.9%	2,560,089	18.7%	(859,530)	-33.6%
Fines and forfeitures	401,654	3.0%	481,622	3.5%	(79,968)	-16.6%
Miscellaneous	250,406	1.9%	242,761	1.8%	7,645	3.1%
Total General fund revenue	<u>\$ 13,187,729</u>	<u>100.0%</u>	<u>\$ 13,718,856</u>	<u>100.0%</u>	<u>\$ (531,127)</u>	<u>-3.9%</u>

General fund expenditures consisted of the following:

	2022		2021		Compared to Prior Year	
	Amount	%	Amount	%	Change	%
General government	\$ 2,600,479	20.3%	\$ 3,018,998	23.3%	\$ (418,519)	-13.9%
Community and youth services	41,020	0.3%	34,124	0.3%	6,896	20.2%
Community development	476,623	3.7%	511,758	3.9%	(35,135)	-6.9%
Parks	952,792	7.4%	1,129,130	8.7%	(176,338)	-15.6%
Public safety	8,740,258	68.2%	8,270,260	63.8%	469,998	5.7%
Total General fund expenditures	<u>\$ 12,811,172</u>	<u>100.0%</u>	<u>\$ 12,964,270</u>	<u>100.0%</u>	<u>\$ (153,098)</u>	<u>-1.2%</u>

General government costs decreased by \$0.1 million primarily as the result of less costs in the general government and parks departments. Public safety expenditures increased as the result of the Police Department getting closer to being fully staffed.

American Rescue Plan Act (ARPA) Fund

The ARPA fund is used to account for the funds received from the U.S. Department of the Treasury as part of the Coronavirus State Fiscal Recover Fund. The City was awarded \$8.8 million of which \$4.4 million was received during Fiscal Year 2021-22. The funds must be spent by December 31, 2026. In addition, the City received \$850,000 in additional ARPA related funds from the State of Oregon. The City has expended approximately \$0.4 million during Fiscal Year 2021-22.

Street Fund

The Street fund accounts for the use of gas tax revenue received. Street fund revenues increased by \$0.5 million from \$2.9 million in the prior year to \$3.4 million in the current year, primarily as the result of an increase in driving associated with the reduction of stay at home measures recommended state wide in response to the COVID-19 pandemic.

Expenditures are restricted to street and bike-path related projects and costs, plus debt service on street-related debt. Expenditures were \$1.9 million in the current year as compared to \$2.5 million in the prior year. The decrease is

associated with delaying capital projects in light of the COVID-19 pandemics impact on contractor availability and the supply chain.

Transportation Improvement Fund

The Transportation Improvement fund is used to account for systems development charges designated for transportation improvements. These fees are collected from new development in the City. Improvements are included in the City Council adopted Transportation Master Plan and expenditures follow the adopted methodology.

Consistent with prior year the Transportation Improvement fund collected approximately \$0.2 million in revenues and did not have any expenditures.

Keizer Station LID Fund

The Keizer Station LID fund accounts for the improvements to the Keizer Station Development project. In fiscal year 2007 a line-of-credit was used to finance the construction phase of the project. The development was completed in fiscal year 2008 and the City paid off the line-of-credit by issuing long-term debt. The costs of the improvements have been assessed to the property owners who directly benefit from the project. The assessment payments will be used to pay off the long-term debt.

The Keizer Station LID fund revenues remained consistent at \$1.6 million in the current year as compared to the prior year.

The Keizer Station LID fund expenditures remained consistent at \$1.6 million in the current year as compared to the prior year. The \$1.6 million is principal and interest payments on the outstanding debt.

Other Governmental Funds

These funds are not presented separately in the basic financial statements, but are individually presented as supplementary information.

Fund Financial Statements - Proprietary Funds

The following table reflects a summary of net position for Proprietary Funds compared to the prior year.

Table 6
Proprietary Funds - Net Position
As of June 30,

Major Funds	2022		2021		Compared to Prior Year	
	Amount	%	Amount	%	Change	%
Sewer and Sewer Reserve	\$ 1,971,573	13.9%	\$ 2,009,751	14.9%	\$ (38,178)	-1.9%
Water and Water Facility	8,578,007	60.7%	8,391,136	62.0%	186,871	2.2%
Stormwater	2,835,703	20.1%	2,484,644	18.4%	351,059	14.1%
Other funds	749,877	5.3%	642,389	4.7%	107,488	16.7%
Total net position	<u>\$ 14,135,160</u>	<u>100.0%</u>	<u>\$ 13,527,920</u>	<u>100.0%</u>	<u>\$ 607,240</u>	<u>4.5%</u>

Water and Water Facility Funds

The Water and Water Facility funds account for the operations, maintenance, and capital construction of the water system. The primary sources of revenues are user fees, system development charges, and interest earnings.

The Water and Water Facility funds revenues increased by \$0.1 million from \$3.5 million in the prior year to \$3.5 million in the current year. The primary reason for the increase is a 4% rate increase that took effect January 1, 2021.

The Water and Water Facility funds expenses increased to \$3.5 million in the current year as compared to \$3.2 million in fiscal prior year. The increase is due to higher capital outlay associated with waterline replacement projects.

Sewer and Sewer Reserve Funds

The Sewer and Sewer Reserve funds account for the operations, maintenance, and capital construction of the water and wastewater collection systems. The primary sources of revenues are user fees, system development charges, and interest earnings. The City of Keizer contracts with the City of Salem to provide sewer services to Keizer residences. Much of the activity in the fund is “passed through”; it is collected from the customer and paid to the City of Salem for sewer services. A portion of each billing receipt is retained in the fund to pay the cost of administering the sewer accounts.

The Sewer fund revenues and expenses increased to \$6.6 million in the current year as compared to \$6.4 million in the prior year. The increase is due to a 3.0% rate increase that took effect January 1, 2022 offset by lower consumption charges.

Stormwater Fund

The Stormwater fund reflects a program designed to meet the Federal Clean Water Act. The primary sources of revenues are user fees, system development charges and gas tax revenues (transferred from the City’s Street fund).

The Stormwater fund revenues remained consistent at \$1.6 million during the year. The last rate increase took effect January 1, 2020.

The Stormwater fund expenses decreased \$0.1 million from \$1.9 million in the prior year to \$1.8 million in the current year. The decrease is primarily attributed to lower capital outlay.

Budgetary Highlights

The General fund budget was modified during the year to recognize and appropriate additional resources available as the result of entering into an agreement with the Salem Keizer School District for police support services. The additional resources provided for an additional \$187,000 in staff costs and \$80,000 for police vehicles.

The General fund expenditures were under the final amended budget by approximately \$0.8 million primarily due to having unfilled positions in the Police and Community Development departments.

Capital Assets

As of June 30, 2022, the City had invested \$69.1 million in capital assets as reflected in the following table, which represents a net decrease (additions, deductions, and depreciation) of \$2.1 million, when compared to the previous fiscal year.

Table 7
Capital Assets as of June 30,
(net of depreciation)

	Governmental Activities		Business-type Activities		Totals	
	2022	2021	2022	2021	2022	2021
Land	\$ 14,941,368	\$ 14,941,368	\$ 371,759	\$ 371,759	\$ 15,313,127	\$ 15,313,127
Building and improvements	60,309,124	59,162,399	1,065,730	1,065,730	61,374,854	60,228,129
Equipment and vehicles	3,506,848	3,372,736	1,466,658	1,435,286	4,973,506	4,808,022
Infrastructure	38,935,047	38,935,047	27,927,665	27,292,012	66,862,712	66,227,059
Accumulated depreciation	(59,505,448)	(56,181,138)	(19,938,305)	(19,250,942)	(79,443,753)	(75,432,080)
Net capital assets	<u>\$ 58,186,939</u>	<u>\$ 60,230,412</u>	<u>\$ 10,893,507</u>	<u>\$ 10,913,845</u>	<u>\$ 69,080,446</u>	<u>\$ 71,144,257</u>

The following table is a summarized reconciliation of the change in capital assets.

Table 8
Changes in Capital Assets
For the year ended June 30, 2022

	Governmental Activities	Business-type Activities	Total
Beginning balance	\$ 60,230,412	\$ 10,913,845	\$ 71,144,257
Additions	1,380,690	667,025	2,047,715
Depreciation	<u>(3,424,163)</u>	<u>(687,363)</u>	<u>(4,111,526)</u>
Net capital assets	<u>\$ 58,186,939</u>	<u>\$ 10,893,507</u>	<u>\$ 69,080,446</u>

For more detailed information see the Notes to Basic Financial Statements (pages 40-41).

The City depreciates all its capital assets except for land.

Debt Outstanding

As of June 30, 2022, the City had \$11.2 million in debt (bonds, notes, etc.) outstanding compared to the \$12.4 million last year.

Table 9
Outstanding Debt at Year End
As of June 30,

	Totals	
	2022	2021
Governmental Activities		
Gas Tax Revenue Loan 2018	\$ 1,400,000	\$ 1,506,000
Keizer Station LID Bonds 2008	9,815,000	10,865,000
Total Governmental Activities	<u>11,215,000</u>	<u>12,371,000</u>

For more detailed information see the Notes to Basic Financial Statements (pages 42-43).

ECONOMIC FACTORS

The economy of the City and its major initiatives are discussed in detail in the accompanying Transmittal Letter.

FINANCIAL CONTACT

The City's financial statements are designed to present users (citizens, taxpayers, customers, investors, and creditors) with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions about the report or need additional financial information, please contact the City's Finance Director at 930 Chemawa Road NE, Keizer, Oregon 97303.

BASIC FINANCIAL STATEMENTS

CITY OF KEIZER, OREGON
STATEMENT OF NET POSITION
JUNE 30, 2022

	Governmental Activities	Business-type Activities	Totals
ASSETS			
Cash and investments	\$ 19,276,500	\$ 5,038,561	\$ 24,315,061
Accounts receivable	1,229,018	1,680,361	2,909,379
Property taxes receivable	256,598	-	256,598
Assessment liens receivable, net	8,316,184	-	8,316,184
Prepaid items	13,883	-	13,883
Loans receivable	293,124	-	293,124
Inventories	-	148,982	148,982
Nondepreciable capital assets	14,941,368	371,759	15,313,127
Other capital assets, net of depreciation	43,245,571	10,521,748	53,767,319
Other post-employment benefits	140,184	39,035	179,219
<i>Total Assets</i>	87,712,430	17,800,446	105,512,876
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources related to OPEB	149,564	41,646	191,210
Deferred outflows of resources related to pensions	5,075,858	1,382,512	6,458,370
<i>Total Deferred Outflows of Resources</i>	5,225,422	1,424,158	6,649,580
LIABILITIES			
Accounts payable	707,725	783,622	1,491,347
Deposits	40,982	258,808	299,790
Accrued interest payable	46,090	-	46,090
Noncurrent liabilities:			
Due within one year:			
Bonds and notes payable	109,000	-	109,000
Accrued compensated absences	231,036	77,284	308,320
Due in more than one year:			
Bonds and notes payable	11,106,000	-	11,106,000
Accrued compensated absences	429,067	143,527	572,594
Other post-employment benefits	1,085,811	302,345	1,388,156
Net pension liability	7,305,484	1,719,023	9,024,507
<i>Total Liabilities</i>	21,061,195	3,284,609	24,345,804
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources related to OPEB	202,627	56,420	259,047
Deferred inflows of resources related to pensions	6,027,798	1,748,415	7,776,213
<i>Total Deferred Inflows of Resources</i>	6,230,425	1,804,835	8,035,260
NET POSITION			
Net investment in capital assets	46,971,939	10,893,507	57,865,446
Restricted for:			
Debt service	12,368,378	234,100	12,602,478
Construction	5,598,652	920,735	6,519,387
Other	5,148,230	491,045	5,639,275
Unrestricted	(4,440,967)	1,595,773	(2,845,194)
<i>Total Net Position</i>	\$ 65,646,232	\$ 14,135,160	\$ 79,781,392

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

CITY OF KEIZER, OREGON
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

		Program Revenues		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
	Expenses			
FUNCTIONS/PROGRAMS				
Governmental Activities:				
General government	\$ 2,887,746	\$ 164,657	\$ 5,275,425	\$ 189,751
Community and youth services	41,020	-	-	-
Community development	2,257,319	77,604	4,619	-
Parks	942,361	771,507	2,653	182,181
Public safety	8,779,740	1,145,312	468,692	-
Public works	1,908,335	16,984	3,133,531	223,256
Stadium operations	-	35,509	-	-
Interest on long-term debt	592,053	-	-	-
<i>Total Governmental Activities</i>	17,408,574	2,211,573	8,884,920	595,188
Business-type Activities:				
Water	3,343,602	3,437,752	-	74,502
Sewer	6,605,147	6,563,903	-	-
Stormwater	1,791,322	1,615,371	-	-
Community center	259,853	67,766	-	-
Street lighting	421,673	420,033	-	-
<i>Total Business-type Activities</i>	12,421,597	12,104,825	-	74,502
<i>Total Activities</i>	<u>\$ 29,830,171</u>	<u>\$ 14,316,398</u>	<u>\$ 8,884,920</u>	<u>\$ 669,690</u>

General Revenues:

Property taxes
Sales taxes
Franchise taxes
Intergovernmental - unrestricted
Gain on the sale of capital assets
Miscellaneous

Total General Revenues

Transfers

Change in Net Position

Net Position, July 1, 2021

Net Position, June 30, 2022

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

<i>Governmental Activities</i>	<i>Business-type Activities</i>	<i>Totals</i>
\$ 2,742,087	\$ -	\$ 2,742,087
(41,020)	-	(41,020)
(2,175,096)	-	(2,175,096)
13,980	-	13,980
(7,165,736)	-	(7,165,736)
1,465,436	-	1,465,436
35,509	-	35,509
(592,053)	-	(592,053)
(5,716,893)	-	(5,716,893)
-	168,652	168,652
-	(41,244)	(41,244)
-	(175,951)	(175,951)
-	(192,087)	(192,087)
-	(1,640)	(1,640)
-	(242,270)	(242,270)
(5,716,893)	(242,270)	(5,959,163)
6,079,430	-	6,079,430
173,014	-	173,014
3,044,911	-	3,044,911
1,234,553	-	1,234,553
12,526	-	12,526
717,344	321,210	1,038,554
11,261,778	321,210	11,582,988
(528,300)	528,300	-
5,016,585	607,240	5,623,825
60,629,647	13,527,920	74,157,567
<u>\$ 65,646,232</u>	<u>\$ 14,135,160</u>	<u>\$ 79,781,392</u>

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

CITY OF KEIZER, OREGON
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2022

		Special Revenue		
	General	ARPA	Street	Transportation Improvement
ASSETS				
Cash and investments	\$ 3,827,866	\$ 4,827,219	\$ 1,821,428	\$ 3,631,614
Accounts receivable	937,029	-	271,515	-
Loans receivable	-	-	-	-
Property taxes receivable	256,598	-	-	-
Assessment liens receivable, net	-	-	2,740	-
Prepaid items	13,883	-	-	-
Total Assets	\$ 5,035,376	\$ 4,827,219	\$ 2,095,683	\$ 3,631,614
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 180,151	\$ 7,195	\$ 77,760	\$ -
Accrued expenses payable	294,482	-	-	-
Deposits	40,982	-	-	-
Total Liabilities	515,615	7,195	77,760	-
Deferred Inflows				
Unavailable revenue	208,833	-	2,740	-
Fund Balances				
Nonspendable	13,883	-	-	-
Restricted for:				
Debt service	-	-	152,200	-
Construction	-	-	1,862,983	3,631,614
Other	-	4,820,024	-	-
Committed for:				
Police	245,356	-	-	-
Parks	464,043	-	-	-
Unassigned	3,587,646	-	-	-
Total Fund Balances	4,310,928	4,820,024	2,015,183	3,631,614
Total Liabilities, Deferred Inflows and Fund Balances	\$ 5,035,376	\$ 4,827,219	\$ 2,095,683	\$ 3,631,614

<i>Debt Service</i>	<i>Other</i>	
<i>Keizer</i>	<i>Governmental</i>	
<i>Station LID</i>	<i>Funds</i>	<i>Totals</i>
\$ 2,697,466	\$ 1,690,608	\$ 18,496,201
-	13,738	1,222,282
-	293,124	293,124
-	-	256,598
8,313,444	-	8,316,184
-	-	13,883
<u>\$ 11,010,910</u>	<u>\$ 1,997,470</u>	<u>\$ 28,598,272</u>
\$ -	\$ 225	\$ 265,331
-	-	294,482
-	-	40,982
-	225	600,795
8,313,443	293,124	8,818,140
-	-	13,883
2,697,467	-	2,849,667
-	1,375,915	6,870,512
-	328,206	5,148,230
-	-	245,356
-	-	464,043
-	-	3,587,646
<u>2,697,467</u>	<u>1,704,121</u>	<u>19,179,337</u>
<u>\$ 11,010,910</u>	<u>\$ 1,997,470</u>	<u>\$ 28,598,272</u>

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

CITY OF KEIZER, OREGON**RECONCILIATION OF BALANCE SHEET - GOVERNMENTAL FUNDS TO THE STATEMENT OF
NET POSITION****JUNE 30, 2022**

<i>Fund Balances</i>	\$ 19,179,337
The Statement of Net Position reports receivables at their net realizable value. However, receivables not available to pay for current-period expenditures are deferred in governmental funds.	
	8,818,140
Net pension liability, deferred outflows of resources arising from contributions paid, and deferred inflows arising from changes in proportionate share of earnings in the current year are not financial resources in governmental funds, but are reported in the Statement of Net Position.	
Net pension liability	(7,305,484)
Deferred outflows	5,075,858
Deferred inflows	(6,027,798)
Capital assets are not financial resources in governmental funds, but are reported in the Statement of Net Position at their net depreciable value.	
Costs of capital assets	117,692,387
Accumulated depreciation	(59,505,448)
All liabilities are reported in the Statement of Net Position. However, if they are not due and payable in the current period, they are not recorded in governmental funds.	
Bonds and notes payable	(11,215,000)
Accrued interest payable	(46,090)
Accrued compensated absences	(660,103)
OPEB liability	(1,085,811)
OPEB asset	140,184
OPEB deferred outflows	149,564
OPEB deferred inflows	(202,627)
An internal service fund is used to charge the cost of technology, communications, administrative services and risk management to the individual funds. The assets and liabilities of the internal service fund is included in governmental activities in the the Statement of Net Position.	
	<u>639,123</u>
Net Position of governmental activities	<u><u>\$ 65,646,232</u></u>

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

CITY OF KEIZER, OREGON**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022**

	<i>General</i>	<i>Special Revenue</i>		
		<i>ARPA</i>	<i>Street</i>	<i>Transportation Improvement</i>
REVENUES				
Taxes and assessments	\$ 6,246,837	\$ -	\$ 307	\$ -
Licenses and permits	4,587,951	-	16,984	189,751
Charges for services	322	-	-	-
Intergovernmental	1,700,559	5,260,425	3,355,217	-
Fines and forfeitures	401,654	-	-	-
Miscellaneous	250,406	-	23,263	17,471
<i>Total Revenues</i>	13,187,729	5,260,425	3,395,771	207,222
EXPENDITURES				
Current operating				
General government	2,565,737	440,401	-	-
Community and youth services	41,020	-	-	-
Community development	476,623	-	-	-
Parks	679,935	-	-	-
Public safety	8,534,944	-	-	-
Public works	-	-	873,271	-
Capital outlay	512,913	-	867,777	-
Debt service				
Principal	-	-	106,000	-
Interest	-	-	45,933	-
<i>Total Expenditures</i>	12,811,172	440,401	1,892,981	-
REVENUES OVER (UNDER) EXPENDITURES	376,557	4,820,024	1,502,790	207,222
OTHER FINANCING SOURCES (USES)				
Proceeds from property sales	12,526	-	-	-
Transfers in	104,500	-	-	30,000
Transfers out	(206,800)	-	(521,000)	-
<i>Total Other Financing Sources (Uses)</i>	(89,774)	-	(521,000)	30,000
NET CHANGE IN FUND BALANCES	286,783	4,820,024	981,790	237,222
FUND BALANCES, Beginning of year	4,024,145	-	1,033,393	3,394,392
FUND BALANCES, End of year	\$ 4,310,928	\$ 4,820,024	\$ 2,015,183	\$ 3,631,614

<i>Debt Service</i>	<i>Other</i>	
<i>Keizer</i>	<i>Governmental</i>	
<i>Station LID</i>	<i>Funds</i>	<i>Totals</i>
\$ 1,030,231	\$ -	\$ 7,277,375
-	292,529	5,087,215
-	-	322
-	-	10,316,201
-	-	401,654
584,941	27,202	903,283
1,615,172	319,731	23,986,050
-	115,634	3,141,658
-	-	41,020
-	-	476,623
-	-	679,935
-	-	8,534,944
-	-	853,385
-	-	1,380,690
1,050,000	-	1,156,000
550,940	-	596,873
1,600,940	115,634	16,861,128
14,232	204,097	7,124,922
-	-	12,526
-	65,000	199,500
-	-	(727,800)
-	65,000	(515,774)
14,232	269,097	6,609,148
2,683,235	1,435,024	12,570,189
\$ 2,697,467	\$ 1,704,121	\$ 19,179,337

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

CITY OF KEIZER, OREGON**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022**

Net change in fund balances - total governmental funds \$ 6,609,148

Amounts reported for governmental activities in the statement of activities are different
because:

Governmental funds defer revenues that do not provide current financial resources.
However, the Statement of Activities recognizes such revenues at their net realizable
value when earned, regardless of when received. (1,045,117)

Governmental funds do not report expenditures for unpaid compensated absences
and other post employment benefits since they do not require the use of current
financial resources. However, the Statement of Activities reports such expenses
when incurred, regardless of when payment ultimately occurs. 22,957

Capital outlays are reported as expenditures in governmental funds. However, the
Statement of Activities allocates the cost of capital outlay over their estimated useful
lives as depreciation expense.

Capital outlays	1,380,690
Depreciation	(3,424,163)

Proceeds from the issuance of long-term debt provide current financial resources to
governmental funds and are reported as revenues. In the same way, repayment of
long-term debt use current financial resources and are reported as expenditures in
governmental funds. However, neither the receipt of debt proceeds nor the payment
of debt principal affect the Statement of Activities, but are reported as increases and
decreases in noncurrent liabilities in the Statement of Net Position.

Debt principal payments	1,156,000
Accrued interest payable	4,820

Current year pension expense related to change in net pension liability and other post
employment benefits are reported as expenses in the Statement of Activities but are
not recorded as expenditures in the governmental funds. 30,544

An internal service fund is used to charge technology, communications, administrative
services and risk management to the individual funds. The net revenue of certain
activities of the internal service fund is reported with governmental activities. 281,706

Change in net position of governmental activities \$ 5,016,585

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

CITY OF KEIZER, OREGON
STATEMENT OF FUND NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2022

	<i>Business-type Activities - Enterprise Funds</i>					<i>Governmental Activities</i>
	<i>Sewer and Sewer Reserve</i>	<i>Water and Water Facility</i>	<i>Stormwater</i>	<i>Other Enterprise Funds</i>	<i>Totals</i>	<i>Administrative Services Fund</i>
ASSETS						
Current Assets						
Cash and investments	\$ 626,667	\$ 1,903,142	\$ 1,658,980	\$ 849,772	\$ 5,038,561	\$ 780,299
Accounts receivable	936,484	413,604	220,060	110,213	1,680,361	6,736
Inventories	-	147,243	1,739	-	148,982	-
<i>Total Current Assets</i>	1,563,151	2,463,989	1,880,779	959,985	6,867,904	787,035
Noncurrent Assets						
Nondepreciable capital assets	-	371,759	-	-	371,759	-
Other capital assets, net of depreciation	1,086,925	7,473,162	1,935,580	26,081	10,521,748	-
OPEB asset	2,894	20,852	12,076	3,213	39,035	-
<i>Total Noncurrent Assets</i>	1,089,819	7,865,773	1,947,656	29,294	10,932,542	-
<i>Total Assets</i>	2,652,970	10,329,762	3,828,435	989,279	17,800,446	787,035
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflows related to OPEB	3,088	22,247	12,884	3,427	41,646	-
Deferred outflows related to pensions	89,473	727,543	460,316	105,180	1,382,512	-
<i>Total Deferred Outflows of Resources</i>	92,561	749,790	473,200	108,607	1,424,158	-
LIABILITIES						
Current Liabilities						
Accounts payable	494,475	137,269	118,371	33,507	783,622	147,912
Deposits	-	229,263	-	29,545	258,808	-
Accrued compensated absences	5,223	47,803	22,525	1,733	77,284	-
<i>Total Current Liabilities</i>	499,698	414,335	140,896	64,785	1,119,714	147,912
Noncurrent Liabilities						
Accrued compensated absences	9,699	88,776	41,833	3,219	143,527	-
Other post-employment benefits	22,416	161,507	93,537	24,885	302,345	-
Net pension liability	102,065	873,599	630,133	113,226	1,719,023	-
<i>Total Noncurrent Liabilities</i>	134,180	1,123,882	765,503	141,330	2,164,895	-
<i>Total Liabilities</i>	633,878	1,538,217	906,399	206,115	3,284,609	147,912
DEFERRED INFLOWS OF RESOURCES						
Deferred inflows related to OPEB	4,183	30,139	17,455	4,643	56,420	-
Deferred inflows related to pensions	135,897	933,189	542,078	137,251	1,748,415	-
<i>Total Deferred Inflows of Resources</i>	140,080	963,328	559,533	141,894	1,804,835	-
NET POSITION						
Net investment in capital assets	1,086,925	7,844,921	1,935,580	26,081	10,893,507	-
Restricted for:						
Construction	275,306	645,429	-	-	920,735	-
Debt service	-	234,100	-	-	234,100	-
Other	-	-	-	491,045	491,045	-
Unrestricted	609,342	(146,443)	900,123	232,751	1,595,773	639,123
<i>Total Net Position</i>	\$ 1,971,573	\$ 8,578,007	\$ 2,835,703	\$ 749,877	\$ 14,135,160	\$ 639,123

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

CITY OF KEIZER, OREGON**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION - PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022**

	Business-type Activities - Enterprise Funds					Governmental Activities
	Sewer and Sewer Reserve	Water and Water Facility	Stormwater	Other Enterprise Funds	Totals	Administrative Services Fund
OPERATING REVENUES						
Licenses and permits	\$ -	\$ 104,712	\$ 11,715	\$ -	\$ 116,427	\$ -
Charges for services	6,551,185	3,322,909	1,603,656	468,885	11,946,635	4,436,114
Miscellaneous	12,718	10,131	-	18,914	41,763	33,026
<i>Total Operating Revenues</i>	6,563,903	3,437,752	1,615,371	487,799	12,104,825	4,469,140
OPERATING EXPENSES						
Personnel services	3,015	1,241,109	823,148	77,512	2,144,784	2,869,389
Materials and services	6,529,788	1,606,684	863,312	589,666	9,589,450	1,318,045
Depreciation	72,344	495,809	104,862	14,348	687,363	-
<i>Total Operating Expenses</i>	6,605,147	3,343,602	1,791,322	681,526	12,421,597	4,187,434
OPERATING INCOME (LOSS)	(41,244)	94,150	(175,951)	(193,727)	(316,772)	281,706
NONOPERATING REVENUES (EXPENSES)						
Investment revenue	3,066	10,919	6,010	4,123	24,118	-
Miscellaneous	-	-	-	297,092	297,092	-
<i>Total Nonoperating Revenues (Expenses)</i>	3,066	10,919	6,010	301,215	321,210	-
CAPITAL CONTRIBUTIONS	-	74,502	-	-	74,502	-
INCOME (LOSS) BEFORE TRANSFERS	(38,178)	179,571	(169,941)	107,488	78,940	281,706
Transfers in	-	7,300	521,000	-	528,300	-
CHANGE IN NET POSITION	(38,178)	186,871	351,059	107,488	607,240	281,706
NET POSITION, Beginning of year	2,009,751	8,391,136	2,484,644	642,389	13,527,920	357,417
NET POSITION, End of year	\$ 1,971,573	\$ 8,578,007	\$ 2,835,703	\$ 749,877	\$ 14,135,160	\$ 639,123

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

CITY OF KEIZER, OREGON
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022

	<u>Sewer and Sewer Reserve</u>	<u>Water and Water Facility</u>	<u>Stormwater</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$ 6,551,253	\$ 3,582,610	\$ 1,615,636
Cash paid for employee services and benefits	(1,641)	(1,227,163)	(816,257)
Cash paid to suppliers for goods and services	(6,523,611)	(1,577,766)	(911,137)
<i>Net Cash Provided by (Used in) Operating Activities</i>	26,001	777,681	(111,758)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Taxes available for operating purposes	-	-	-
Transfers in	-	7,300	521,000
<i>Net Cash Provided by Non-Capital Financing Activities</i>	-	7,300	521,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of capital assets	-	(649,208)	(17,817)
Principal paid on contracts/bonds payable	-	-	-
Contribution of capital	-	74,502	-
<i>Net Cash Provided by (Used in) Capital Related Financing Activities</i>	-	(574,706)	(17,817)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investment	3,066	10,919	6,010
<i>Increase (Decrease) in Cash and Investments</i>	29,067	221,194	397,435
CASH AND INVESTMENTS, Beginning of year	597,600	1,681,948	1,261,545
CASH AND INVESTMENTS, End of year	<u>\$ 626,667</u>	<u>\$ 1,903,142</u>	<u>\$ 1,658,980</u>
RECONCILIATION OF CASH PROVIDED BY OPERATING ACTIVITIES TO OPERATING INCOME (LOSS)			
Operating income (loss)	\$ (41,244)	\$ 94,150	\$ (175,951)
Depreciation	72,344	495,809	104,862
<i>Change in assets and liabilities</i>			
Accounts receivable	(12,650)	136,451	265
Prepaid items	(9,441)	-	(181)
Inventory	-	(899)	208
Accounts payable	15,618	29,816	(47,852)
Accrued compensated absences	(207)	2,823	(1,507)
Net pension liability	(631)	(4,544)	(2,631)
Other post-employment benefits	2,212	15,667	11,029
Deposits payable	-	8,408	-
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u>\$ 26,001</u>	<u>\$ 777,681</u>	<u>\$ (111,758)</u>

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

<i>Other Enterprise Funds</i>	<i>Totals</i>	<i>Governmental Activities</i>	
		<i>Administrative</i>	<i>Services Fund</i>
\$ 508,012	\$ 12,257,511	\$ 4,464,459	
(75,453)	(2,120,514)	(2,869,389)	
(587,664)	(9,600,178)	(1,297,118)	
(155,105)	536,819	297,952	
251,680	251,680	-	
-	528,300	-	
251,680	779,980	-	
-	(667,025)	-	
-	-	-	
-	74,502	-	
-	(592,523)	-	
4,123	24,118	-	
100,698	748,394	297,952	
749,074	4,290,167	482,347	
<u>\$ 849,772</u>	<u>\$ 5,038,561</u>	<u>\$ 780,299</u>	
\$ (193,727)	\$ (316,772)	\$ 281,706	
14,348	687,363	-	
1,293	125,359	(4,681)	
18,920	9,298	-	
-	(691)	-	
2,002	(416)	20,927	
(1,038)	71	-	
(700)	(8,506)	-	
3,797	32,705	-	
-	8,408	-	
<u>\$ (155,105)</u>	<u>\$ 536,819</u>	<u>\$ 297,952</u>	

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

The City of Keizer, Oregon (the "City") was established in November 1982 and is a municipal corporation governed by an elected mayor and six-member council. The council appoints a City Manager to act as the administrative head of operations.

As required by accounting principles generally accepted in the United States of America, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

Basic Financial Statements

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

Government-wide financial statements display information about the reporting government as a whole. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are interfund services provided and used. Elimination of these charges would distort the direct costs and program revenues of the various functions concerned.

These statements focus on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. These aggregated statements consist of the Statement of Net Position and the Statement of Activities.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *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 or segment, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* 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 City's 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 non-operating revenues and expenses.

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2022

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basic Financial Statements (Continued)

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

Basis of Presentation

The financial transactions of the City are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, receipts and disbursements. The various funds are reported by generic classification within the financial statements.

The General Fund is used to account for all financial resources not accounted for in another fund.

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

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

Debt Service Funds are utilized to account for the accumulation of resources for, and the payment of, long-term debt principal and interest.

The reporting model sets forth minimum criteria (percentage of the assets liabilities, revenues or expenses of either fund category or the government and enterprise combined) for the determination of major funds.

The City reports the following major governmental funds:

General Fund - this fund accounts for the activities of the City which are not accounted for in any other fund. Principal sources of revenue are property taxes, franchise fees and state and county shared revenues. Primary expenditures are for public safety, parks, community development and general government. In accordance with GASB No. 54, the Police Services Fund and the Parks Services Funds, which are budgeted as subfunds of the General Fund, are combined with the General Fund for financial reporting purposes.

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2022

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Special Revenue Funds

Street Fund - this fund accounts for highway gas tax apportionments from the State of Oregon. Expenditures are as specified under Article IX, Section 3 of the Constitution of the State of Oregon.

American Rescue Plan Act Fund – this fund was established to account for the intergovernmental resources received from the U.S Department of the Treasury as part of the Coronavirus State and Local Fiscal Recovery Fund.

Transportation Improvement Fund - this fund was established to account for system development fees. The City charges a system development fee per dwelling unit or business type unit to help cover the cost of transportation improvements resulting from development.

Debt Service Fund

Keizer Station LID Fund - this fund is used to account for debt service on improvements made to real property to facilitate the construction of Keizer Station, a major shopping complex. Property owner assessments are the primary source of revenue.

The City reports the following non-major governmental funds:

Special Revenue Funds

Keizer Youth Peer Court – this fund accounts for donations received for the benefit of Keizer Youth Peer Court.

Public Education Government Fund - this fund accounts for franchise fees assessed on cable television bills. Expenditures are for governmental cable programming.

Park Improvement Fund - this fund accounts for money set aside for park purposes. System development fees and interest earnings are the primary source of revenue.

Housing Services Fund - this fund accounts for rehabilitation loans to qualifying borrowers. Revenues are primarily from grant revenue and loan repayments.

Energy Efficiency Revolving Loan Fund - this fund accounts for rehabilitation loans to qualifying borrowers. Revenues are primarily from grant revenue and loan repayments.

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2022

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City reports the following major proprietary funds:

Sewer Operations – sewer operations consists of the Sewer and Sewer Reserve Funds. These funds account for the operation of the City’s wastewater system.

Water Operations – water operations consists of the Water and Water Facility Replacement Reserve Funds. These funds account for the operation of the City’s water system.

Stormwater Fund – this fund accounts for the operation of the City’s stormwater system.

The City reports the following nonmajor proprietary funds:

Lighting Districts Fund - this fund accounts for assessments received to pay for street lighting.

Community Center Fund - This fund accounts for revenues from the use of the Community Center and related costs.

The City has one internal service fund, the Administrative Services Fund. This fund provides administrative services to other City funds.

Fund Balance

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

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

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

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

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2022

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balance (Continued)

Resources that are constrained by the City's intent to use them for a specific purpose, but are neither restricted nor committed, are reported as assigned fund balance. Intent is expressed when the City Council approves which resources should be "reserved" during the adoption of the annual budget.

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

When expenditures are paid for purposes in which multiple classifications of fund balance are available, the City deems committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Measurement Focus and Basis of Accounting

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

The government-wide financial statements and the proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the statement of net assets. Net assets are segregated into investment in capital assets, net of related debt, restricted and unrestricted components. Operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

The modified accrual basis of accounting is used by all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers property taxes as available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

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

Transfers between funds are to facilitate operations.

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2022

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of 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 reporting amounts of certain assets, liabilities, revenues and expenses as of and for the year ended June 30, 2022. Actual results may differ from such estimates.

Cash and Investments

Statutes authorize the City to invest in obligations of the U.S. Treasury and U.S. agencies, bankers' acceptances, repurchase agreements, commercial paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's Commercial paper Record, and the State Treasurer's Investment Pool. The City's investment policy is in compliance with the statutes.

Investments are stated at cost, which approximates fair value. Fair value is defined as the amount at which an investment could be exchanged between willing parties, other than in a forced or liquidation sale. The fair value adjustment is an "unrealized" gain or loss and is reported with other interest income. No investments are carried at amortized cost.

For purposes of the statement of cash flows, the proprietary funds consider cash and cash equivalents to include cash and investment pool amounts since they have the characteristics of demand deposits.

Receivables/Deferred Inflows of Resources

Receivables in governmental and business-type funds are stated net of any allowance for doubtful accounts.

Receivables for state, county and local shared revenues, included in accounts receivable, are recorded as revenue in the governmental funds as earned.

Receivables of the business-type funds are recorded as revenue as earned.

Property taxes receivable for the governmental fund types, which have been collected within sixty days subsequent to year end, are considered measurable and available and are recognized as revenues. All other property taxes are offset by unavailable property tax revenues and, accordingly, have not been recorded as revenue.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows, represents an acquisition that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has three items that qualify for reporting in this category: unavailable revenue, deferred inflows related to OPEB, and deferred inflows related to pensions. Unavailable revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and loans receivable. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The deferred pension and OPEB amounts result from differences between projected and actual investment earnings.

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2022

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Receivables/Deferred Inflows of Resources (Continued)

Real and personal property taxes are levied upon all taxable property within the City and become liens against the property as of July 1 of each year and are payable in three installments which are due on November 15, February 15, and May 15. Discounts are allowed if the amount due is received by February 15. Taxes unpaid and outstanding on May 16 are considered delinquent. Property taxes receivable by the City represent the City's allocated share of delinquent property taxes and other amounts to be collected from property owners within Marion County, Oregon.

Assessment liens in the governmental fund types are recognized as receivables at the time property owners are assessed for property improvements. All assessments receivable are offset by an unavailable revenue account and, accordingly, have not been recorded as revenue.

Interest earned on assessments in the governmental fund types is accrued when due and is offset by an unavailable revenue account and, accordingly, have not been recorded as revenue.

Inventory

Inventory in the business-type funds is stated at cost (first-in, first-out basis) and is charged to expense as used.

Capital Assets

Capital assets are stated at cost or estimated historical cost.

Normal maintenance and repairs are charged to operations as incurred. Major additions, improvements and replacements are capitalized. Gains or losses from sales or retirements of capital assets are included in operations.

Capital assets include land, right-of-way (included with land), buildings, improvements, equipment, infrastructure, and other tangible and intangible assets costing \$5,000 or more used in operations that have initial useful lives extending beyond one year. Infrastructure are those capital assets that are stationary in nature and can be preserved for a significantly greater number of years than most other capital assets. Infrastructure reported in governmental activities consists of roads, bridges, sidewalks, and traffic and lighting systems. Infrastructure reported in business-type activities consists of water, stormwater and wastewater collection systems.

As permitted by GAAP, the City has limited the retroactive capitalization of governmental fund infrastructure to fiscal years ended after June 30, 1980. Although, the majority of such infrastructure was placed in service before that date, it has not been included in these financial statements since they have been substantially depreciated.

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

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2022

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets (Continued)

Depreciation is computed over the estimated useful lives of the capital assets. All estimates of useful lives are based on actual experience by City departments with identical or similar capital assets. Depreciation is calculated on the straight-line basis. The estimated useful lives of the various categories of assets are as follows:

Buildings	20-50 years
Improvements other than buildings	20 years
Infrastructure	20-75 years
Equipment	5 years

Upon disposal of capital assets, cost and accumulated depreciation are removed from the accounts and, if appropriate, a gain or loss on the disposal is recognized. In accordance with the composite depreciation method, no gain or loss is recorded upon disposal, but rather, cost is removed from the capital asset account and charged to the accumulated depreciation account.

Long-Term Debt

Long-term debt directly related and expected to be paid from the enterprise funds is recorded in these funds. All other unmatured long-term debt is recorded on the Statement of Net Position. Water revenue loan is payable from water sales and system development fees. Gas tax loan is payable from gas tax revenues. Keizer Station LID bonds are payable from property owner assessments.

Deferred Outflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows, represents pension and OPEB related items that apply to future periods and so will not be recognized as an outflow of resources (expenditure) until then. The City reports deferred outflow of resources related to pensions and OPEB for contributions made after the June 30, 2020 measurement date, differences between expected and actual experience, and changes in proportionate share.

Compensated Absences

Compensated absences are accrued in the government-wide and enterprise funds financial statements as it is earned by employees. In governmental fund types the amounts, if any, which have matured and will be paid from available resources are accrued. Liabilities for accrued compensated absences are generally paid from funds which incur personnel service expenses.

The City has a policy which permits employees to accumulate unused sick pay at the rate of eight hours per month with no maximum accrual balance. Portions of sick pay accumulated at any point in time can be expected to be redeemed before termination of employment, however, such redemptions cannot be reasonably estimated.

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2022

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Restricted Assets

Amounts reported on the Statement of Net Position as restricted for special purposes represent net assets which are subject to restrictions that are either (1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or (2) imposed by law through constitutional provisions or enabling legislation.

When expenditures are paid for purposes in which both restricted and unrestricted resources are available, the City deems restricted resources to be spent first.

Operating Revenues and Expenses

The City, in its proprietary funds, distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise fund are charges to customers for sales and services. Operating expenses for the enterprise fund includes 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.

Budget and Budgetary Accounting

The City Council adopts the budget on a departmental basis for the General fund and object level for all other funds. Expenditures may not legally exceed that fund's appropriations. Management has no authority outside of budgeted appropriations. City Council may, by resolution, transfer appropriations. Public hearings before a budget committee and the City Council and formal newspaper publications of certain budgetary information must be conducted prior to the formal adoption of the budget by City resolution. The City Council may amend the budget to expend unforeseen receipts by supplemental appropriations. Supplemental budgets require newspaper publications, public hearings in certain circumstances and approval by the City Council prior to enactment. Budgets are adopted on the modified accrual basis of accounting. Appropriations lapse at year-end and may not be carried over.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oregon Public Employees Retirement System (OPERS) and additions to/deductions from OPERS's fiduciary net position have been determined on the same basis as they are reported by OPERS.

Other Post-employment Benefit Plans

The City's net other post-employment benefits plan (OPEB) asset/liability, deferred inflows and outflows related to OPEB and OPEB benefit/expense have been determined on the basis reported by Oregon Public Employees Retirement System (OPERS). Additionally, the City's total OPEB liability, deferred inflows and outflows related to OPEB, and OPEB benefit/expense for the implicit subsidy have been actuarially determined. These amounts are recognized in the government-wide financial statements.

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2022

CASH AND INVESTMENTS

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed as part of "cash and investments." At June 30, 2022 the carrying value of cash and investments and fair value are approximately equal. Cash and investments are comprised of the following at June 30, 2022:

Cash

Cash on hand	\$ 2,200
Deposits with financial institutions	5,987,633

Investments

Local Government Investment Pool	<u>18,325,228</u>
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<i>Total Cash and Investments</i>	<u><u>\$ 24,315,061</u></u>
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Deposits

At year end, the book balance of the City's bank deposits (checking and money market accounts) was \$5,987,633 and the bank balance was \$6,117,099. The difference is due to transactions in process. Deposits are secured to legal limits by federal deposit insurance. The remaining amount is secured in accordance with Oregon Revised Statutes 295 under a collateral program administered by the Oregon State Treasurer.

Custodial Credit Risk - Deposits

This is the risk that in the event of a bank failure, the City's deposits may not be returned. The Federal Depositary Insurance Corporation (FDIC) provides insurance for the City's deposits with financial institutions up to \$250,000 each for the aggregate of all demand accounts and the aggregate of all time deposit accounts at each institution. Deposits in excess of FDIC coverage are with institutions participating in the Oregon Public Funds Collateralization Program. The PFCP is a shared liability structure for participating bank depositories, better protecting public funds though still not guaranteeing that all funds are 100% protected. Barring any exceptions, a bank depository is required to pledge collateral valued at least 10% of their quarter-end public fund deposits if they are well capitalized, 25% of their quarter-end public fund deposits if they are adequately capitalized, or 110% of their quarter-end public fund deposits if they are undercapitalized or assigned to pledge 110% by the Office of the State Treasurer. In the event of a bank failure, the entire pool of collateral pledged by all qualified Oregon public funds bank depositories is available to repay deposits of public funds of government entities. As of June 30, 2022, \$5,867,099 of the City's bank balances were exposed to custodial credit risk as they were collateralized under PFCP.

Investments

The State Treasurer of the State of Oregon maintains the Oregon Short Term Fund, of which the Local Government Investment Pool is part. Participation by local governments is voluntary. The State of Oregon investment policies are governed by statute and the Oregon Investment Council. In accordance with Oregon Statutes, the investment funds are invested as a prudent investor would do, exercising reasonable care, skill and caution. The Oregon Short Term Fund is the LGIP for local governments and was established by the State Treasurer. It was created to meet the financial and administrative responsibilities of federal arbitrage regulations. At June 30, 2022, the fair value of the position in the Oregon State Treasurer's Short Term Investment Pool was approximately equal to the value of the pool shares. Separate financial statements for the Oregon Short Term Fund are available from the Oregon State Treasurer.

CITY OF KEIZER, OREGON**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)****YEAR ENDED JUNE 30, 2022****CASH AND INVESTMENTS (Continued)***Interest Rate Risk*

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

Custodial Credit Risk - Investments

For an investment, this is the risk that, in the event of a failure of the counterparty, the City will not be able to recover the value of its investments or collateralized securities that are in the possession of an outside party. Currently the City's investments are limited to the Local Government Investment Pool.

The LGIP is administered by the Oregon State Treasury with the advice of other state agencies and is not registered with the U.S. Securities and Exchange Commission. The LGIP is an open-ended no-load diversified portfolio offered to any agency, political subdivision, or public corporation of the state that by law is made the custodian of, or has control of any fund. The LGIP is commingled with the State's short-term funds. In seeking to best serve local governments of Oregon, the Oregon Legislature established the Oregon Short Term Fund Board, which has established diversification percentages and specifies the types and maturities of the investments. The purpose of the Board is to advise the Oregon State Treasury in the management and investment of the LGIP. These investments within the LGIP must be invested and managed as a prudent investor would, exercising reasonable care, skill and caution. The investment in the Oregon Short Term Fund is not subject to classification. Nevertheless, management does not believe that there is any substantial custodial risk related to investments in the LGIP. The LGIP is not rated for risk quality.

RECEIVABLES

<i>Fund</i>	<i>Accounts</i>	<i>Property Taxes</i>	<i>Assessments</i>	<i>Loans</i>
General	\$ 937,029	\$ 256,598	\$ -	\$ -
Street	271,515	-	2,740	-
Keizer Station LID	-	-	9,110,444	-
Other governmental funds	13,738	-	-	293,124
Sewer	936,484	-	-	-
Water	413,604	-	-	-
Stormwater	220,060	-	-	-
Administrative Services	6,736	-	-	-
Other business-type funds	110,213	-	-	-
Allowance for doubtful accounts	-	-	(797,000)	-
	<u>\$ 2,909,379</u>	<u>\$ 256,598</u>	<u>\$ 8,316,184</u>	<u>\$ 293,124</u>

CITY OF KEIZER, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2022

CAPITAL ASSETS

The summary of capital assets for the business-type activities for the year ended June 30, 2022 is as follows:

	Balances July 1, 2021	Additions	Deletions	Balances June 30, 2022
NON-DEPRECIABLE				
Land	\$ 371,759	\$ -	\$ -	\$ 371,759
DEPRECIABLE				
Buildings and improvements	1,065,730	-	-	1,065,730
Water and sewer systems	27,292,012	635,653	-	27,927,665
Equipment and vehicles	1,435,286	31,372	-	1,466,658
Total depreciable	29,793,028	667,025	-	30,460,053
ACCUMULATED DEPRECIATION				
Buildings	968,958	18,405	-	987,363
Water and sewer systems	17,076,554	570,204	-	17,646,758
Equipment and vehicles	1,205,430	98,754	-	1,304,184
Total accumulated depreciation	19,250,942	687,363	-	19,938,305
Business-type activities capital assets, net	<u>\$ 10,913,845</u>	<u>\$ (20,338)</u>	<u>\$ -</u>	<u>\$ 10,893,507</u>

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

Water	\$ 495,809
Sewer	72,344
Stormwater	104,862
Community center	14,348
Total depreciation expense for business-type activities	<u>\$ 687,363</u>

CITY OF KEIZER, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2022

CAPITAL ASSETS (continued)

The changes in the capital assets for governmental activities for the year ended June 30, 2022 are as follows:

	Balances July 1, 2021	Additions	Deletions	Balances June 30, 2022
NON-DEPRECIABLE				
Land	\$ 14,941,368	\$ -	\$ -	\$ 14,941,368
DEPRECIABLE				
Buildings and improvements	59,162,399	1,146,725	-	60,309,124
Equipment and vehicles	3,372,736	233,965	99,853	3,506,848
Infrastructure	38,935,047	-	-	38,935,047
Total depreciable	101,470,182	1,380,690	99,853	102,751,019
ACCUMULATED DEPRECIATION				
Buildings	30,762,288	1,789,057	-	32,551,345
Equipment and vehicles	2,681,823	353,807	99,853	2,935,777
Infrastructure	22,737,027	1,281,299	-	24,018,326
Total accumulated depreciation	56,181,138	3,424,163	99,853	59,505,448
Governmental activities capital assets, net	<u>\$ 60,230,412</u>	<u>\$ (2,043,473)</u>	<u>\$ -</u>	<u>\$ 58,186,939</u>

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

General government	\$ 42,473
Public safety	281,001
Public works	1,063,194
Community development	1,776,809
Parks	260,686
Total depreciation expense for governmental activities	<u>\$ 3,424,163</u>

CITY OF KEIZER, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2022

LONG-TERM OBLIGATIONS

Long-term debt transactions for the year were as follows:

	<u>Outstanding July 1, 2021</u>	<u>Issued</u>	<u>Matured/ Redeemed During Year</u>	<u>Outstanding June 30, 2022</u>	<u>Due in One Year</u>
Governmental Activities					
Notes from Direct Borrowings					
City of Keizer, Full Faith and Credit Financing 2018					
Initial issue \$1,800,000					
interest at 3.05%	\$ 1,506,000	\$ -	\$ (106,000)	\$ 1,400,000	\$ 109,000
General Obligation Bonds					
Keizer Station LID Bonds 2008					
Initial issue \$26,810,000,					
interest only at 5.20%	10,865,000	-	(1,050,000)	9,815,000	-
	<u>\$ 12,371,000</u>	<u>\$ -</u>	<u>\$ (1,156,000)</u>	<u>\$ 11,215,000</u>	<u>\$ 109,000</u>
Accrued compensated absences	<u>\$ 711,349</u>	<u>\$ 685,818</u>	<u>\$ (737,064)</u>	<u>\$ 660,103</u>	<u>\$ 231,036</u>
Business-type Activities					
Accrued compensated absences	<u>\$ 220,739</u>	<u>\$ 162,221</u>	<u>\$ (162,149)</u>	<u>\$ 220,811</u>	<u>\$ 77,284</u>

The City's outstanding note from direct borrowings related to governmental activities of \$1,400,000 is an unconditional obligation of the City, which is payable from all legally available funds. In addition, the City pledged its Gas Tax Revenues to pay the amounts due under this financing agreement. The financing agreement requires a reserve of \$152,200 which is included in the Street Fund.

The City's outstanding general obligation bond related to governmental activities of \$9,815,000 is an unconditional obligation of the City, which is payable from all legally available funds. In addition, the City pledged amounts required to be paid to the City under all contracts for installment payment of final assessments for the improvements, the net proceeds of foreclosing the liens securing those contracts, a bond reserve account and earnings on those amounts. The Keizer Station LID bonds require a reserve of \$2,681,000 which was included in the Keizer Station LID fund.

CITY OF KEIZER, OREGON**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)****YEAR ENDED JUNE 30, 2022****LONG-TERM OBLIGATIONS (Continued)**

The future maturities of obligations outstanding as of June 30, 2022:

<i>Fiscal Year Ending June 30,</i>	<i>Governmental Activities</i>			
	<i>Bonds</i>		<i>Notes from Direct borrowings</i>	
	<i>Principal</i>	<i>Interest</i>	<i>Principal</i>	<i>Interest</i>
2023	\$ -	\$ 510,380	\$ 109,000	\$ 42,700
2024	-	510,380	112,000	39,376
2025	-	510,380	116,000	35,960
2026	-	510,380	119,000	32,422
2027	-	510,380	123,000	28,792
2028-2030	-	1,531,140	392,000	63,379
2031-2033	9,815,000	510,380	429,000	26,412
	<u>\$ 9,815,000</u>	<u>\$ 4,593,420</u>	<u>\$ 1,400,000</u>	<u>\$ 269,041</u>

Compensated Absences

Compensated absences are liabilities of the fund in which the related payroll costs are accrued, primarily the General Fund, Street Fund, Water Fund, Stormwater Fund and Administrative Services Fund.

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2022

PENSION PLANS

Plan Description

Substantially all City employees are members in the Oregon Public Employees Retirement System (OPERS); a cost-sharing multiple-employer defined benefit pension plan that acts as a common investment and administrative agent for government units in the State of Oregon. Employees hired before August 29, 2003 belong to the Tier One/Tier Two Retirement Benefit Program (established pursuant to ORS Chapter 238), while employees hired on or after August 29, 2003 belong to the OPSRP Pension Program (established pursuant to ORS Chapter 238A). OPERS produces an independently audited ACFR which can be found at: [State of Oregon: EMPLOYERS - Actuarial & Financial Information](#).

Net pension liability are liabilities of the fund in which the related payroll costs are accrued, primarily the General Fund, Street Fund, Water Fund, and Stormwater Fund.

Benefits Provided

Tier One/Tier Two Retirement Benefit

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% for police and fire employees, 1.67% for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under either a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefit results.

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

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

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

Disability Benefits. A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member for disability benefit 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.

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2022

PENSION PLANS (Continued)

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

OPSRP Pension Program

Pension Benefits. The Pension Program (ORS Chapter 238A) provides benefits to members hired on or after August 29, 2003. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated by formula for members who attain normal retirement age. For general service members, 1.5% 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. For police and fire members, 1.8% 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.

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

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

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

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

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. Employer contribution rates for the period were based on the December 31, 2019 actuarial valuation. The rates based on a percentage of payroll, first became effective July 1, 2021. The City's contribution rates for the period were 24.13% for Tier One/Tier Two members, 15.04% for OPSRP General Service members, and 19.40% for OPSRP Police and Fire members. The City's total contributions exclusive of the 6% "pick-up" was \$1,480,477.

Covered employees are required to contribute 6% of their salary to the Plan, but the employer is allowed to pay any or all of the employees' contribution in addition to the required employers' contribution. The City has elected to contribute the 6% "pick-up" or \$431,121 of the employees' contribution.

CITY OF KEIZER, OREGON**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)****YEAR ENDED JUNE 30, 2022****PENSION PLANS (Continued)*****Pension Assets, Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions***

At June 30, 2022, the City reported a liability of \$9,024,507 for its proportionate share of the OPERS net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2019 rolled forward to June 30, 2021. 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. At June 30, 2021, the City's proportion was 0.07542% as compared to 0.06518% at the prior measurement date.

The Oregon Supreme Court (Court) ruled on April 30, 2015 that certain provisions of Senate Bill (SB) 861, signed into law in October 2013, were unconstitutional. SB 861 included provisions that limited post-retirement COLA on benefits accrued prior to the signing of the law. The Court ruled that benefits could be modified prospectively, but not retrospectively. As a result, those who retired before the bills were passed will continue to receive a COLA tied to the Consumer Price Index that normally results in a 2% increase annually. OPERS members who have accrued benefits before and after the effective dates of the 2013 legislation will have a blended COLA rate when they retire. This is a change in benefit terms prior to the measurement date of June 30, 2021, and has been included in the net pension asset/liability proportionate shares calculated by OPERS.

For the year ended June 30, 2022, the City recognized pension expense of \$39,049. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 844,760	\$ -
Changes in assumptions	2,259,172	23,905
Net difference between projected and actual earnings on pension plan investments	-	6,680,832
Changes in proportionate share	1,831,223	219,906
Difference between employer contributions and employer's proportionate share of system contributions	3,689	851,570
City contributions subsequent to the measurement date	1,519,526	-
Total	<u>\$ 6,458,370</u>	<u>\$ 7,776,213</u>

Deferred outflows of resources related to pensions of \$1,519,526 resulting from the City's contributions subsequent to the measurement date will be recognized as either a reduction of the net pension liability or an increase in the net pension asset in the year ending June 30, 2023. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2023	\$ (381,201)
2024	(458,027)
2025	(851,506)
2026	(1,438,685)
2027	292,050
Total	<u>\$ (2,837,369)</u>

CITY OF KEIZER, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2022

PENSION PLANS (Continued)

Actuarial Methods and Assumptions

The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Amortized as a level percentage of payroll as layered amortization bases over a closed period; Tier One/Tier Two UAL is amortized over 20 years and OPSRP pension UAL is amortized over 16 years
Asset Valuation Method	Market value of assets
Actuarial Assumptions:	
Inflation Rate	2.40%
Investment Rate of Return	6.90%
Projected Salary Increases	3.40%
Cost-of-living adjustments (COLA)	Blend of 2.00% COLA graded COLA (1.25%/0.15%) in accordance with Moro 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 Employees, 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 retirees, 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 the value of projected benefits 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 methods and assumptions shown above are based on the 2018 experience study which reviewed experience for the four-year period ending on December 31, 2018.

CITY OF KEIZER, OREGON**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)****YEAR ENDED JUNE 30, 2022****PENSION PLANS (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 was 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	Annual Arithmetic Return	20-Year Annualize Geometric Mean	Annual Standard Deviation
Global Equity	30.62%	7.11%	4.07%	17.05%
Private Equity	25.50%	11.35%	3.68%	30.00%
Core Fixed Income	23.75%	2.80%	5.19%	3.85%
Real Estate	12.25%	6.29%	5.74%	12.00%
Master Limited Partnerships	0.75%	7.65%	6.30%	21.30%
Infrastructure	1.50%	7.24%	6.68%	15.00%
Commodities	0.63%	4.68%	6.79%	18.85%
Hedge Fund of Funds - Multistrategy	1.25%	5.42%	6.91%	8.45%
Hedge Fund Equity - Hedge	0.63%	5.85%	7.69%	11.05%
Hedge Fund - Macro	5.62%	5.33%	7.25%	7.90%
US Cash	-2.50%	1.77%	3.79%	1.20%
Total	100.0%			
Assumed Inflation - Mean			2.40%	1.65%

Discount Rate

The discount rate used to measure the total pension liability was 6.90% for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those 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.

CITY OF KEIZER, OREGON**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)****YEAR ENDED JUNE 30, 2022**

PENSION PLANS (Continued)***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 (asset) calculated using the discount rate of 6.90%, as well as what the City's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90%) or 1-percentage-point higher (7.90%) than the current rate:

	1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
City's proportionate share of the net pension liability (asset)	\$ 17,722,132	\$ 9,024,507	\$ 1,747,900

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued OPERS financial report.

OTHER RETIREMENT AND DEFERRED COMPENSATION PLANS***Defined Contribution***

The City transitioned most previous non-PERS employees from a section 401(a) retirement plan to the Oregon PERS retirement fund during fiscal year 2010. At that time a few employees elected to continue with a section 401(a) qualified pension plan. The City Council has the authority to amend the plan provisions and contribution requirements. Contributions to the plan are 11 to 12 percent of compensation paid by the City. There are no employee contributions. Contributions for the year ended June 30, 2022, amounted to \$18,611. Plan assets are invested in registered mutual funds. Benefits are provided at normal retirement age or under other circumstances such as death or disability.

Deferred Compensation

The City offers its permanent, full-time employees a deferred compensation plan under Internal Revenue Code section 457 wherein they may defer amounts earned until a future date when certain circumstances are met. These circumstances are: termination by reason of death, disability, resignation or retirement. Payment to the employees will be made in a lump sum or by annuity. Under the plan the City will match employee contributions up to 6% of an employee's eligible salary, matching contributions totaled \$480,634 for the year ended June 30, 2022.

OTHER POST EMPLOYMENT BENEFITS***Post Employment Benefits Other than Pensions***

The other postemployment benefits (OPEB) for the City combines two separate plans. The City provides an implicit rate subsidy for retiree health insurance premiums, and a contribution to the State of Oregon's PERS cost-sharing multiple-employer defined health insurance benefit plan. OPEB are liabilities of the fund in which the related payroll costs are accrued, primarily the General Fund, Street Fund, Water Fund, and Stormwater Fund.

CITY OF KEIZER, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2022

OTHER POST EMPLOYMENT BENEFITS (Continued)

Financial Statement Presentation

The City's two OPEB plans are presented in the aggregate on the Statement of Net Position. The amounts on the financial statements relate to the plans as follows:

	Implicit Rate Subsidy Plan	PERS RHIA Plan	Total OPEB on Financials
Net OPEB Asset	\$ -	\$ 179,219	\$ 179,219
Deferred Outflows of Resources			
Contributions subsequent to the measurement date	31,936	1,254	33,190
Change of assumptions	109,905	-	109,905
Change in proportionate share	-	14,017	14,017
Net difference between projected and actual earnings	34,098	-	34,098
Total deferred outflows of resources	175,939	15,271	191,210
Total OPEB Liability	(1,388,156)	-	(1,388,156)
Deferred Inflows of Resources			
Differences between expected and actual experience	(158,973)	(4,986)	(163,959)
Change of assumptions	(34,342)	(2,666)	(37,008)
Net difference between projected and actual earnings	-	(42,592)	(42,592)
Changes in proportionate share	-	(15,488)	(15,488)
Total deferred inflows of resources	(193,315)	(65,732)	(259,047)
OPEB Expense (Included in program expenses on Statement of Activities)	82,526	(21,529)	60,997

Implicit Rate Subsidy

Plan Description - The City's single-employer defined benefit postemployment healthcare plan is administered by the City's health insurance providers. Benefit provisions are established through negotiations between the City and representatives of City or through resolutions passed by City Council. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided - The plan provides eligible retirees and their dependents under age 65 the same health care coverage at the same premium rates as offered to active employees. The retiree is responsible for the premiums. As of the valuation date of July 1, 2021, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries receiving benefits	2
Active employees	93
	<u>95</u>

CITY OF KEIZER, OREGON**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)****YEAR ENDED JUNE 30, 2022****OTHER POST EMPLOYMENT BENEFITS (Continued)**

Total OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - The City's total OPEB liability of \$1,388,156 was measured as of June 30, 2021, and was determined by an actuarial valuation as of July 1, 2020.

For the fiscal year ended June 30, 2022, the City recognized OPEB expense from this plan of \$82,526. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to this OPEB plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 34,098	\$ 158,973
Changes of assumptions or inputs	109,905	34,342
Benefits payments	31,936	-
Total	<u>\$ 175,939</u>	<u>\$ 193,315</u>

Deferred outflows of resources related to OPEB of \$31,936 resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	
2023	\$ (7,951)
2024	(7,951)
2025	(7,951)
2026	(7,951)
2027	(2,358)
Thereafter	(15,150)
Total	<u>\$ (49,312)</u>

Actuarial Assumptions and Other Inputs - The total OPEB liability for the June 30, 2021 valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified: inflation rate of 2.50%, projected salary increases of 3.50%, discount rate of 2.16% (change from 2.21% in the previous measurement period), medical and vision varies between 3.75% and 5.00%, dental at -0.25% to 4.00%, and mortality rates based on the Pub 2010 Healthy Annuitant, sex distinct mortality tables blended 50/50 blue collar and white collar, set back one year for males. Mortality is projected on a generational basis using the Unisex Social Security Data Scale.

The discount rate was based on Bond Buyer 20-Year General Obligation Bond Index.

CITY OF KEIZER, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2022

OTHER POST EMPLOYMENT BENEFITS (Continued)

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance as of June 30, 2021	\$ 1,282,874
Changes for the year:	
Service cost	92,273
Interest on Total OPEB Liability	30,139
Effect of assumptions changes or inputs	5,770
Benefit payments	(22,900)
Balance as of June 30, 2022	<u>\$ 1,388,156</u>

Changes in assumptions is the result of the change in the discount rate from 2.21% to 2.16%.

Sensitivity of the Total OPEB Liability - The following presents the City's total OPEB liability, as well as what the liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16 percent) or 1-percentage-point higher (3.16 percent) than the current discount rate. A similar sensitivity analysis is then presented for changes in the healthcare trend assumption.

Discount Rate:

	1% Decrease (1.16%)	Current Discount Rate (2.16%)	1% Increase (3.16%)
Total OPEB Liability	\$ 1,510,693	\$ 1,388,156	\$ 1,273,890

Healthcare Cost Trend:

	1% Decrease (2.75% to 4.00%)	Current Healthcare Trend Rate (3.75% to 5.00%)	1% Increase (4.75% to 6.00%)
Total OPEB Liability	\$ 1,224,414	\$ 1,388,156	\$ 1,580,707

PERS Retirement Health Insurance Account

Plan Description - The City contributes to the PERS 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 PERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums for eligible retirees. 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 hired after August 29, 2003. PERS issues publicly available 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, or online at: <https://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx>.

CITY OF KEIZER, OREGON**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)****YEAR ENDED JUNE 30, 2022****OTHER POST EMPLOYMENT BENEFITS (Continued)**

Benefits Provided - 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 or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the RHIA established by the employer, and any monthly cost in excess of \$60 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 PERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in PERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in a PERS-sponsored health plan. A surviving spouse or dependent of a deceased PERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from PERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

Contributions - PERS funding policy provides for 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. Employer contribution rates for the period were based on the December 31, 2017 actuarial valuation. The rates based on a percentage of payroll, first became effective July 1, 2019. The City's contribution rates for the period were 0.05% for Tier One/Tier Two members, and 0.00% for OPSRP members. The City's total for the year ended June 30, 2022 contributions was \$2,801.

OPEB Assets, Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - At June 30, 2022, the City reported an asset of \$179,219 for its proportionate share of the OPERS net OPEB asset. The net OPEB asset was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2019 rolled forward to June 30, 2021. The City's proportion of the net OPEB asset was based on the City's contributions to the RHIA program during the measurement period relative to contributions from all participating employers. At June 30, 2021, the City's proportionate share was 0.0522%, which is a decrease from its proportion of 0.0396% as of June 30, 2020.

For the year ended June 30, 2022, the City recognized OPEB expense from this plan of (\$21,529). At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to this OPEB plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 4,986
Change of assumptions	-	2,666
Net difference between projected and actual earnings	-	42,592
Changes in proportionate share	14,017	15,488
Contributions subsequent to the measurement date	1,254	-
Total	<u>\$ 15,271</u>	<u>\$ 65,732</u>

CITY OF KEIZER, OREGON**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)****YEAR ENDED JUNE 30, 2022**

OTHER POST EMPLOYMENT BENEFITS (Continued)

Deferred outflows of resources related to OPEB of \$1,254 resulting from the City's contributions subsequent to the measurement date will be recognized as either a reduction of the net OPEB liability or an increase in the net OPEB asset in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense (income), as follows:

Year ended June 30:	
2023	\$ (10,076)
2024	(14,935)
2025	(9,724)
2026	(16,980)
Total	<u>\$ (51,715)</u>

Actuarial Methods and Assumptions - The healthcare cost trend rate ranges from 6.50% in 2018 to 4.20% in 2093. See OPERS Pension Plan footnote for additional information on Actuarial Assumptions and Methods, the Long-Term Expected Rate of Return, and the Discount Rate.

Sensitivity of the 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%, as well as what the City's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90%) or 1-percentage-point higher (7.90%) than the current rate:

	1% Decrease	Current	1% Increase
	(5.90%)	Discount Rate	(7.90%)
		(6.90%)	
Net OPEB (Asset)	\$ (158,493)	\$ (179,219)	\$ (196,924)

OPEB Plan Fiduciary Net Position - Detailed information about the pension plan's fiduciary net position is available in the separately issued OPERS financial report.

CITY OF KEIZER, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2022

TRANSFERS

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General	\$ -	\$ 102,300
Street	-	521,000
Park Improvement	65,000	-
Transportation Improvement	30,000	-
Water and Water Facility	7,300	-
Stormwater	521,000	-
	<u>\$ 623,300</u>	<u>\$ 623,300</u>

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

CONTINGENCIES

The City purchases commercial insurance to cover all commonly insurable risks, including property, liability, vehicles, fidelity bond, worker's compensation and unemployment. All policies carry a small deductible amount. No insurance claims settled in each of the prior three years have exceeded policy coverage.

The City is a defendant in various litigation proceedings. Management believes any losses arising from these actions will not materially affect the City's financial position.

SUBSEQUENT EVENTS

On August 5, 2021 the City entered into an agreement with the U.S. Department of the Treasury to receive approximately \$8.8 million under the American Rescue Plan Act (ARPA). The grant funds are to support local government actions in the nationwide fight against the Coronavirus by providing reimbursement of federally eligible expenses under the act. The grant funds are for costs incurred from March 3, 2021 through December 30, 2026. In August 2022 the City received the final \$4.4 million associated with this agreement.

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2022

NEW ACCOUNTING PRONOUNCEMENTS AND ACCOUNTING STANDARDS

During the fiscal year ended June 30, 2022, the City implemented the following GASB pronouncements:

GASB Statement No. 87, “Leases.” This statement increases the usefulness of governments’ financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. This statement is effective for the first reporting period beginning after June 15, 2021.

GASB Statement No. 97, “Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans-An amendment of GASB Statements No. 14 and No. 84, and supersession of GASB Statement No. 32.” This statement is effective for reporting periods beginning after June 15, 2021. There was no effect to the City’s financials as the result of implementing this standard.

The City will implement applicable new GASB pronouncements no later than the required fiscal year. Management has not determined the effect on the financial statements from implementing any of the following pronouncements.

GASB Statement No. 94, “Public-Private and Public-Public Partnerships and Availability Payment Arrangements.” This statement is effective for fiscal years beginning after June 15, 2022.

GASB Statement No. 96, “Subscription-Based Information Technology Arrangements.” This statement is effective for fiscal years beginning after June 15, 2022.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF KEIZER, OREGON**SCHEDULE OF CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)****OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM****LAST NINE FISCAL YEARS**

Year Ended June 30,	(a) City's proportion of the net pension liability (asset)	(b) City's proportionate share of the net pension liability (asset)	(c) City's covered payroll	(b/c) City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2022	0.0754%	\$ 9,024,507	\$ 7,559,737	119.4%	87.6%
2021	0.0675%	14,225,233	7,498,978	189.7%	75.8%
2020	0.0675%	11,670,980	7,450,379	156.6%	80.2%
2019	0.0598%	9,064,626	6,865,083	132.0%	82.1%
2018	0.0590%	7,955,648	6,419,498	123.9%	83.1%
2017	0.0619%	9,287,987	6,014,572	154.4%	80.5%
2016	0.0589%	3,383,841	6,235,184	54.3%	91.9%
2015	0.0582%	(1,319,368)	5,783,998	-22.8%	103.6%
2014	0.0582%	2,970,346	5,595,885	53.1%	92.0%

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

This schedule is 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 KEIZER, OREGON
SCHEDULE OF THE CITY'S CONTRIBUTIONS
OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST NINE FISCAL YEARS

Year Ended June 30,	(a) Statutorily required contribution	(b) Contributions in relation to the statutorily required contribution	(a-b) Contribution deficiency (excess)	(c) City's covered payroll	(b/c) Contributions as a percent of covered payroll
2022	\$ 2,488,777	\$ 2,488,777	\$ -	\$ 7,185,342	34.64%
2021	1,559,046	1,559,046	-	7,559,737	20.62%
2020	1,535,105	1,535,105	-	7,498,978	20.47%
2019	1,370,011	1,370,011	-	7,450,379	18.39%
2018	1,282,290	1,282,290	-	6,865,083	18.68%
2017	1,081,511	1,081,511	-	6,419,498	16.85%
2016	1,078,513	1,078,513	-	6,014,572	17.93%
2015	806,453	806,453	-	6,235,184	12.93%
2014	744,892	744,892	-	5,783,998	12.88%

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

This schedule is 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 KEIZER, OREGON**SCHEDULE OF CHANGES IN TOTAL OTHER POST-EMPLOYMENT BENEFITS****LIABILITY AND RELATED RATIOS – IMPLICIT RATE SUBSIDY****LAST FIVE FISCAL YEARS**

	Fiscal year Ending June 30,				
	2022	2021	2020	2019	2018
Service cost	\$ 92,273	\$ 75,680	\$ 67,100	\$ 53,289	\$ 60,950
Interest on total OPEB liability	30,139	48,233	48,250	38,835	31,517
Effect of economic/demographic gains or losses	-	(204,398)	-	58,894	-
Effect of assumption change or inputs	5,770	77,540	41,524	27,737	(74,277)
Benefit payments	(22,900)	(32,906)	(35,329)	(25,913)	(37,228)
Net change in total OPEB liability	105,282	(35,851)	121,545	152,842	(19,038)
Net OPEB liability, beginning	1,282,874	1,318,725	1,197,180	1,044,338	1,063,376
Net OPEB liability, ending	<u>\$ 1,388,156</u>	<u>\$ 1,282,874</u>	<u>\$ 1,318,725</u>	<u>\$ 1,197,180</u>	<u>\$ 1,044,338</u>
Covered employee payroll	\$ 7,185,342	\$ 7,559,737	\$ 7,498,978	\$ 7,450,379	\$ 7,263,146
Total OPEB liability as a % of covered employee payroll	19%	17%	18%	16%	14%

Notes:

The above table presents the most recent actuarial valuations for the City's post-employment health insurance benefits plan and provides information that approximates the funding progress of the plan.

There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

10-year trend information required by GASB Statement No. 75 will be presented prospectively.

CITY OF KEIZER, OREGON**SCHEDULE OF CITY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET)****OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM RETIREE HEALTH INSURANCE ACCOUNT****LAST SIX FISCAL YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's proportion of the net OPEB liability (asset)	0.0522%	0.0396%	0.0686%	0.0655%	0.0641%	0.0706%
City's proportionate share of the net OPEB liability (asset)	\$ (179,219)	\$ (80,739)	\$ (132,649)	\$ (73,109)	\$ (26,764)	\$ 19,168
City's covered payroll	7,819,449	7,498,978	7,450,379	6,865,083	6,419,498	6,014,572
City's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	-2.29%	-1.08%	-1.78%	-1.06%	-0.42%	0.32%
Plan fiduciary net position as a percentage of the total pension liability	183.9%	150.1%	144.4%	124.0%	108.9%	94.2%

CITY OF KEIZER, OREGON**SCHEDULE OF CITY'S CONTRIBUTIONS****OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM RETIREE HEALTH INSURANCE ACCOUNT****LAST SIX FISCAL YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required contributions	\$ 2,801	\$ 3,916	\$ 34,059	\$ 34,023	\$ 31,928	\$ 31,473
Contributions in relation to the contractually required contribution	<u>(2,801)</u>	<u>(3,916)</u>	<u>(34,059)</u>	<u>(34,023)</u>	<u>(31,928)</u>	<u>(31,473)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 7,819,449	\$ 7,559,737	\$ 7,498,978	\$ 7,450,379	\$ 6,865,083	\$ 6,419,498
Contributions as a percentage of covered payroll	-0.04%	-0.05%	-0.45%	-0.46%	-0.47%	-0.49%

10-year trend information required by GASB Statement No. 75 will be presented prospectively.

CITY OF KEIZER, OREGON**COMBINING BALANCE SHEET – BUDGETARY FUNDS REPORTED AS GENERAL OPERATING FUND**

JUNE 30, 2022

	Budgetary Funds			Total General Operating Fund
	General Fund	Police Services	Park Services	
ASSETS				
Cash and investments	\$ 3,144,786	\$ 170,611	\$ 512,469	\$ 3,827,866
Accounts receivable	801,422	74,745	60,862	937,029
Property taxes receivable	256,598	-	-	256,598
Prepaid items	13,883	-	-	13,883
<i>Total Assets</i>	<u>\$ 4,216,689</u>	<u>\$ 245,356</u>	<u>\$ 573,331</u>	<u>\$ 5,035,376</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 70,863	\$ -	\$ 109,288	\$ 180,151
Accrued expenses payable	294,482	-	-	294,482
Deposits	40,982	-	-	40,982
<i>Total Liabilities</i>	406,327	-	109,288	515,615
Deferred Inflows				
Unavailable revenue	208,833	-	-	208,833
Fund Balances				
Nonspendable	13,883	-	-	13,883
Committed	-	245,356	464,043	709,399
Assigned	-	-	-	-
Unassigned	3,587,646	-	-	3,587,646
<i>Total Fund Balances</i>	<u>3,601,529</u>	<u>245,356</u>	<u>464,043</u>	<u>4,310,928</u>
<i>Total Liabilities, Deferred Inflows and Fund Balances</i>	<u>\$ 4,216,689</u>	<u>\$ 245,356</u>	<u>\$ 573,331</u>	<u>\$ 5,035,376</u>

CITY OF KEIZER, OREGON**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGETARY FUNDS REPORTED AS GENERAL OPERATING FUND
YEAR ENDED JUNE 30, 2022**

	Budgetary Funds			Eliminate Interfund Activity	Total General Operating Fund
	General Fund	Police Services	Park Services		
REVENUES					
Taxes and assessments	\$ 6,246,837	\$ -	\$ -	\$ -	\$ 6,246,837
Licenses and permits	3,145,162	753,118	689,671	-	4,587,951
Charges for services	322	-	-	-	322
Intergovernmental	1,700,559	-	-	-	1,700,559
Fines and forfeitures	401,654	-	-	-	401,654
Miscellaneous	164,567	-	85,839	-	250,406
<i>Total Revenues</i>	11,659,101	753,118	775,510	-	13,187,729
EXPENDITURES					
Administration	2,600,479	-	-	-	2,600,479
Community and youth services	41,020	-	-	-	41,020
Parks	-	-	952,792	-	952,792
Community development	476,623	-	-	-	476,623
Police	8,546,387	-	-	-	8,546,387
Municipal court	193,871	-	-	-	193,871
<i>Total Expenditures</i>	11,858,380	-	952,792	-	12,811,172
REVENUES OVER (UNDER) EXPENDITURES	(199,279)	753,118	(177,282)	-	376,557
OTHER FINANCING SOURCES (USES)					
Proceeds from property sales	12,526	-	-	-	12,526
Transfers in	797,500	-	360,800	(1,053,800)	104,500
Transfers out	(390,800)	(797,500)	(72,300)	1,053,800	(206,800)
<i>Total Other Financing Sources (Uses)</i>	419,226	(797,500)	288,500	-	(89,774)
NET CHANGE IN FUND BALANCE	219,947	(44,382)	111,218	-	286,783
FUND BALANCE, Beginning of year	3,381,582	289,738	352,825	-	4,024,145
FUND BALANCE, End of year	<u>\$ 3,601,529</u>	<u>\$ 245,356</u>	<u>\$ 464,043</u>	<u>\$ -</u>	<u>\$ 4,310,928</u>

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>			
	<i>Original</i>	<i>Final</i>	<i>Actual</i>	<i>Variance</i>
REVENUES				
Taxes and assessments	\$ 6,163,600	\$ 6,163,600	\$ 6,246,837	\$ 83,237
Licenses and permits	2,930,100	2,930,100	3,145,162	215,062
Charges for services	5,000	5,000	322	(4,678)
Intergovernmental	1,390,700	1,657,700	1,700,559	42,859
Fines and forfeitures	402,700	402,700	401,654	(1,046)
Miscellaneous	114,000	114,000	177,093	63,093
<i>Total Revenues</i>	11,006,100	11,273,100	11,671,627	398,527
EXPENDITURES				
General services	2,670,000	2,670,000	2,641,499	28,501
Planning	528,000	528,000	476,623	51,377
Police	8,945,400	9,212,400	8,546,387	666,013
Municipal court	227,600	227,600	193,871	33,729
Contingency	50,000	50,000	-	50,000
<i>Total Expenditures</i>	12,421,000	12,688,000	11,858,380	829,620
REVENUES OVER (UNDER)				
EXPENDITURES	(1,414,900)	(1,414,900)	(186,753)	1,228,147
OTHER FINANCING SOURCES (USES)				
Transfers in	797,500	797,500	797,500	-
Transfers out	(390,800)	(390,800)	(390,800)	-
<i>Total Other Financing Sources (Uses)</i>	406,700	406,700	406,700	-
NET CHANGE IN FUND BALANCE	(1,008,200)	(1,008,200)	219,947	1,228,147
FUND BALANCE, Beginning of year	2,601,300	2,601,300	3,381,582	780,282
FUND BALANCE, End of year	\$ 1,593,100	\$ 1,593,100	\$ 3,601,529	\$ 2,008,429

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – POLICE SERVICES FUND
YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>			
	<i>Original</i>	<i>Final</i>	<i>Actual</i>	<i>Variance</i>
REVENUES				
License and fees	\$ 765,000	\$ 765,000	\$ 753,118	\$ (11,882)
EXPENDITURES				
Police Services				
Contingency	254,400	254,400	-	254,400
REVENUES OVER (UNDER)				
EXPENDITURES	510,600	510,600	753,118	242,518
OTHER FINANCING SOURCES (USES)				
Transfers out	(797,500)	(797,500)	(797,500)	-
NET CHANGE IN FUND BALANCES	(286,900)	(286,900)	(44,382)	242,518
FUND BALANCE, Beginning of year	286,900	286,900	289,738	2,838
FUND BALANCE, End of year	\$ -	\$ -	\$ 245,356	\$ 245,356

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – PARK SERVICES FUND
YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
License and fees	\$ 687,000	\$ 687,000	\$ 689,671	\$ 2,671
Intergovernmental	4,700	4,700	-	(4,700)
Miscellaneous	81,800	81,800	85,839	4,039
<i>Total Revenues</i>	773,500	773,500	775,510	2,010
EXPENDITURES				
Park Services				
Personnel services	418,200	418,200	407,901	10,299
Materials and services	290,600	290,600	269,111	21,489
Capital outlay	458,300	458,300	275,780	182,520
Contingency	100,000	100,000	-	100,000
<i>Total Expenditures</i>	1,267,100	1,267,100	952,792	314,308
REVENUES OVER (UNDER) EXPENDITURES	(493,600)	(493,600)	(177,282)	(179,849)
OTHER FINANCING SOURCES (USES)				
Transfers in	360,800	360,800	360,800	-
Transfers out	(72,300)	(72,300)	(72,300)	-
<i>Total Other Financing Sources (Uses)</i>	288,500	288,500	288,500	-
NET CHANGE IN FUND BALANCE	(205,100)	(205,100)	111,218	316,318
FUND BALANCE, Beginning of year	339,200	339,200	352,825	13,625
FUND BALANCE, End of year	\$ 134,100	\$ 134,100	\$ 464,043	\$ 329,943

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – AMERICAN RESCUE PLAN ACT (ARPA) FUND
YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
<i>REVENUES</i>				
Intergovernmental	\$ -	\$ 2,200,000	\$ 5,260,425	\$ 3,060,425
<i>EXPENDITURES</i>				
ARPA				
Materials and services	-	150,000	158,543	(8,543)
Capital outlay	-	2,050,000	281,858	1,768,142
<i>Total Expenditures</i>	-	2,200,000	440,401	1,759,599
<i>CHANGE IN FUND BALANCE</i>	-	-	4,820,024	4,820,024
<i>FUND BALANCE, Beginning of year</i>	-	-	-	-
<i>FUND BALANCE, End of year</i>	\$ -	\$ -	\$ 4,820,024	\$ 4,820,024

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - STREET FUND
YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>			
	<i>Original</i>	<i>Final</i>	<i>Actual</i>	<i>Variance</i>
REVENUES				
Licenses and permits	\$ 14,100	\$ 14,100	\$ 16,984	\$ 2,884
Intergovernmental	2,850,000	2,850,000	3,355,217	505,217
Taxes and assessments	-	-	307	307
Miscellaneous	20,500	20,500	23,263	2,763
<i>Total Revenues</i>	2,884,600	2,884,600	3,395,771	511,171
EXPENDITURES				
Streets				
Personnel services	140,800	140,800	134,446	6,354
Materials and services	880,300	880,300	718,939	161,361
Capital outlay	1,465,100	1,465,100	887,663	577,437
Debt service				
Principal	106,000	106,000	106,000	-
Interest	46,000	46,000	45,933	67
Contingency	46,000	46,000	-	46,000
<i>Total Expenditures</i>	2,684,200	2,684,200	1,892,981	791,219
REVENUES OVER (UNDER)				
EXPENDITURES	200,400	200,400	1,502,790	1,302,390
OTHER FINANCING SOURCES (USES)				
Transfers out	(521,000)	(521,000)	(521,000)	-
NET CHANGE IN FUND BALANCE	(320,600)	(320,600)	981,790	1,302,390
FUND BALANCE, Beginning of year	803,400	803,400	1,033,393	229,993
FUND BALANCE, End of year	\$ 482,800	\$ 482,800	\$ 2,015,183	\$ 1,532,383

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – TRANSPORTATION IMPROVEMENT FUND
YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Licenses and permits	\$ 29,000	\$ 29,000	\$ 189,751	\$ 160,751
Miscellaneous	25,000	25,000	17,471	(7,529)
<i>Total Revenues</i>	54,000	54,000	207,222	153,222
EXPENDITURES				
Transportation Improvement				
Capital outlay	3,459,500	3,459,500	-	3,459,500
REVENUES OVER (UNDER)				
EXPENDITURES	(3,405,500)	(3,405,500)	207,222	3,612,722
OTHER FINANCING SOURCES (USES)				
Transfers in	30,000	30,000	30,000	-
NET CHANGE IN FUND BALANCES	(3,375,500)	(3,375,500)	237,222	3,612,722
FUND BALANCE, Beginning of year	3,444,600	3,444,600	3,394,392	(50,208)
FUND BALANCE, End of year	\$ 69,100	\$ 69,100	\$ 3,631,614	\$ 3,562,514

OTHER SUPPLEMENTARY INFORMATION

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - KEIZER STATION LID FUND
YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>			
	<i>Original</i>	<i>Final</i>	<i>Actual</i>	<i>Variance</i>
REVENUES				
Taxes and assessments	\$ 1,030,300	\$ 1,030,300	\$ 1,030,231	\$ (69)
Miscellaneous	599,700	599,700	584,941	(14,759)
<i>Total Revenues</i>	1,630,000	1,630,000	1,615,172	(14,828)
EXPENDITURES				
Keizer Station LID				
Debt service				
Principal	1,090,000	1,090,000	1,050,000	40,000
Interest	551,000	551,000	550,940	60
<i>Total Expenditures</i>	1,641,000	1,641,000	1,600,940	40,060
CHANGE IN FUND BALANCE	(11,000)	(11,000)	14,232	25,232
FUND BALANCE, Beginning of year	2,698,400	2,698,400	2,683,235	(15,165)
FUND BALANCE, End of year	\$ 2,687,400	\$ 2,687,400	\$ 2,697,467	\$ 10,067

CITY OF KEIZER, OREGON
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

			<i>Special Revenue</i>
	<i>Keizer Youth Peer Court</i>	<i>Public Education Government</i>	<i>Park Improvement</i>
ASSETS			
Cash and investments	\$ 11,772	\$ 302,921	\$ 1,229,604
Accounts receivable	-	13,738	-
Loans receivable	-	-	-
<i>Total Assets</i>	<u>\$ 11,772</u>	<u>\$ 316,659</u>	<u>\$ 1,229,604</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES			
<i>Liabilities</i>			
Accounts payable	\$ -	\$ 225	\$ -
<i>Deferred inflows</i>			
Unavailable revenue	-	-	-
<i>Fund Balances</i>			
Restricted			
Construction	-	-	1,229,604
Other	11,772	316,434	-
<i>Total Fund Balance</i>	<u>11,772</u>	<u>316,434</u>	<u>1,229,604</u>
<i>Total Liabilities, Deferred Inflows and Fund Balances</i>	<u>\$ 11,772</u>	<u>\$ 316,659</u>	<u>\$ 1,229,604</u>

<i>Housing Services</i>	<i>Energy Efficiency Revolving Loan</i>	<i>Totals</i>
\$ 124,415	\$ 21,896	\$ 1,690,608
-	-	13,738
217,001	76,123	293,124
<u>\$ 341,416</u>	<u>\$ 98,019</u>	<u>\$ 1,997,470</u>
\$ -	\$ -	\$ 225
217,001	76,123	293,124
124,415	21,896	1,375,915
-	-	328,206
<u>124,415</u>	<u>21,896</u>	<u>1,704,121</u>
<u>\$ 341,416</u>	<u>\$ 98,019</u>	<u>\$ 1,997,470</u>

CITY OF KEIZER, OREGON**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022**

	<i>Special Revenue</i>		
	<i>Keizer Youth Peer Court</i>	<i>Public Education Government</i>	<i>Park Improvement</i>
REVENUES			
Licenses and permits	\$ -	\$ 110,360	\$ 182,169
Miscellaneous	258	1,523	5,422
<i>Total Revenues</i>	258	111,883	187,591
EXPENDITURES			
Current operating			
General government	-	103,089	-
Capital outlay	-	12,545	-
<i>Total Expenditures</i>	-	115,634	-
REVENUES OVER (UNDER) EXPENDITURES	258	(3,751)	187,591
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	65,000
NET CHANGE IN FUND BALANCES	258	(3,751)	252,591
FUND BALANCES, Beginning of year	11,514	320,185	977,013
FUND BALANCES, End of year	<u>\$ 11,772</u>	<u>\$ 316,434</u>	<u>\$ 1,229,604</u>

<i>Housing Services</i>	<i>Energy Efficiency Revolving Loan</i>	<i>Totals</i>
\$ -	\$ -	\$ 292,529
16,402	3,597	27,202
16,402	3,597	319,731
-	-	103,089
-	-	12,545
-	-	115,634
16,402	3,597	204,097
-	-	65,000
16,402	3,597	269,097
108,013	18,299	1,435,024
\$ 124,415	\$ 21,896	\$ 1,704,121

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -****BUDGET AND ACTUAL – KEIZER YOUTH PEER COURT FUND****YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Miscellaneous	\$ -	\$ -	\$ 258	\$ 258
FUND BALANCE, Beginning of year	-	-	11,514	11,514
FUND BALANCE, End of year	\$ -	\$ -	\$ 11,772	\$ 11,772

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - PUBLIC EDUCATION GOVERNMENT FUND
YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>			
	<i>Original</i>	<i>Final</i>	<i>Actual</i>	<i>Variance</i>
REVENUES				
Licenses and permits	\$ 68,400	\$ 68,400	\$ 110,360	\$ 41,960
Miscellaneous	1,500	1,500	1,523	23
<i>Total Revenues</i>	69,900	69,900	111,883	41,983
EXPENDITURES				
Public Education Government				
Materials and services	120,000	120,000	103,089	16,911
Capital outlay	50,000	50,000	12,545	37,455
Contingency	100,000	100,000	-	100,000
<i>Total Expenditures</i>	270,000	270,000	115,634	154,366
CHANGE IN FUND BALANCE	(200,100)	(200,100)	(3,751)	196,349
FUND BALANCE, Beginning of year	308,000	308,000	320,185	12,185
FUND BALANCE, End of year	\$ 107,900	\$ 107,900	\$ 316,434	\$ 208,534

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – PARK IMPROVEMENT FUND
YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Licenses and permits	\$ 39,400	\$ 39,400	\$ 182,169	\$ 142,769
Miscellaneous	10,000	10,000	5,422	(4,578)
<i>Total Revenues</i>	49,400	49,400	187,591	138,191
EXPENDITURES				
Park Improvement				
Capital outlay	525,000	525,000	-	525,000
REVENUES OVER (UNDER) EXPENDITURES	(475,600)	(475,600)	187,591	663,191
OTHER FINANCING SOURCES (USES)				
Transfers in	65,000	65,000	65,000	-
NET CHANGE IN FUND BALANCE	(410,600)	(410,600)	252,591	663,191
FUND BALANCE, Beginning of year	968,300	968,300	977,013	8,713
FUND BALANCE, End of year	\$ 557,700	\$ 557,700	\$ 1,229,604	\$ 671,904

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - HOUSING SERVICES FUND
YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Miscellaneous	\$ 30,000	\$ 30,000	\$ 16,402	\$ (13,598)
EXPENDITURES				
Housing Services				
Materials and services	138,500	138,500	-	138,500
CHANGE IN FUND BALANCE	(108,500)	(108,500)	16,402	124,902
FUND BALANCE, Beginning of year	108,500	108,500	108,013	(487)
FUND BALANCE, End of year	\$ -	\$ -	\$ 124,415	\$ 124,415

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – ENERGY EFFICIENCY REVOLVING LOAN FUND
YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Miscellaneous	\$ 15,000	\$ 15,000	\$ 3,597	\$ (11,403)
EXPENDITURES				
Energy Efficiency Revolving Loan				
Materials and services	34,000	34,000	-	34,000
CHANGE IN FUND BALANCE	(19,000)	(19,000)	3,597	22,597
FUND BALANCE, Beginning of year	19,000	19,000	18,299	(701)
FUND BALANCE, End of year	\$ -	\$ -	\$ 21,896	\$ 21,896

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – ADMINISTRATIVE SERVICES FUND
YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Charges for services	\$ 4,540,500	\$ 4,540,500	\$ 4,436,114	\$ (104,386)
Miscellaneous	-	-	33,026	33,026
<i>Total Revenues</i>	4,540,500	4,540,500	4,469,140	(71,360)
EXPENDITURES				
Administrative services - general	318,000	328,000	326,939	1,061
City manager	319,800	319,800	301,577	18,223
City attorney	359,900	407,900	377,864	30,036
City recorder	294,900	308,400	286,742	21,658
Human resources	398,300	428,800	408,861	19,939
Finance - non-departmental	504,400	519,400	493,056	26,344
Finance - information systems	689,800	689,800	595,952	93,848
Finance - utility billing	410,500	425,500	407,571	17,929
Public works - non-departmental	669,200	669,200	633,708	35,492
Public works - facility maintenance	450,400	450,400	355,164	95,236
Contingency	340,000	330,000	-	330,000
<i>Total Expenditures</i>	4,755,200	4,877,200	4,187,434	689,766
CHANGE IN FUND BALANCE	(214,700)	(336,700)	281,706	618,406
FUND BALANCE, Beginning of year	214,700	336,700	357,417	20,717
FUND BALANCE, End of year	\$ -	\$ -	\$ 639,123	\$ 639,123

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – SEWER AND SEWER RESERVE COMBINED****YEAR ENDED JUNE 30, 2022**

	Budgetary Funds		Total Sewer and
	Sewer	Sewer Reserve	Sewer Reserve
REVENUES			
Charges for services	\$ 6,541,744	\$ -	\$ 6,541,744
Miscellaneous	14,422	1,362	15,784
<i>Total Revenues</i>	6,556,166	1,362	6,557,528
EXPENDITURES			
Personnel services	1,641	-	1,641
Materials and services	6,529,788	-	6,529,788
<i>Total Expenditures</i>	6,531,429	-	6,531,429
CHANGE IN FUND BALANCE	24,737	1,362	26,099
FUND BALANCE, Beginning of year	457,057	273,944	731,001
FUND BALANCE, End of year	<u>\$ 481,794</u>	<u>\$ 275,306</u>	757,100
RECONCILIATION TO NET POSITION - GAAP BASIS			
Accrued receivables			311,576
OPEB Asset			2,894
Capital assets, net			1,086,925
Deferred outflows related to pensions			89,473
Deferred outflows related to OPEB			3,088
Accrued compensated absences			(14,922)
Deferred inflows related to pensions			(135,897)
Deferred inflows related to OPEB			(4,183)
Net pension liability			(102,065)
OPEB Liability			<u>(22,416)</u>
NET POSITION			<u>\$ 1,971,573</u>

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -****BUDGET AND ACTUAL - SEWER FUND****YEAR ENDED JUNE 30, 2022**

	<i>Budgeted Amounts</i>		<i>Budget</i>	
	<i>Original</i>	<i>Final</i>	<i>Basis</i>	<i>Variance</i>
REVENUES				
Charges for services	\$ 6,616,800	\$ 6,616,800	\$ 6,541,744	\$ (75,056)
Miscellaneous	1,000	1,000	14,422	13,422
<i>Total Revenues</i>	6,617,800	6,617,800	6,556,166	(61,634)
EXPENDITURES				
Sewer				
Personnel services	2,400	2,400	1,641	759
Materials and services	6,605,800	6,605,800	6,529,788	76,012
Contingency	40,000	40,000	-	40,000
<i>Total Expenditures</i>	6,648,200	6,648,200	6,531,429	116,771
CHANGE IN FUND BALANCE	(30,400)	(30,400)	24,737	55,137
FUND BALANCE, Beginning of year	540,100	540,100	457,057	(83,043)
FUND BALANCE, End of year	\$ 509,700	\$ 509,700	\$ 481,794	\$ (27,906)

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SEWER RESERVE FUND
YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Budget Basis	Variance
	Original	Final		
REVENUES				
Licenses and permits	\$ 15,000	\$ 15,000	\$ -	\$ (15,000)
Miscellaneous	2,000	2,000	1,362	(638)
<i>Total Revenues</i>	17,000	17,000	1,362	(15,638)
EXPENDITURES				
Sewer Reserve				
Capital outlay	291,700	291,700	-	291,700
CHANGE IN FUND BALANCE	(274,700)	(274,700)	1,362	276,062
FUND BALANCE, Beginning of year	274,700	274,700	273,944	(756)
FUND BALANCE, End of year	\$ -	\$ -	\$ 275,306	\$ 275,306

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – WATER AND WATER FACILITY FUNDS COMBINED
YEAR ENDED JUNE 30, 2022**

	Budgetary Funds		Eliminate	Total Water and
	Water	Water Facility	Interfund Activity	Water Facility
REVENUES				
Licenses and permits	\$ 104,712	\$ 74,502	\$ -	\$ 179,214
Charges for services	3,392,658	-	-	3,392,658
Miscellaneous	17,282	3,768	-	21,050
<i>Total Revenues</i>	3,514,652	78,270	-	3,592,922
EXPENDITURES				
Personnel services	1,227,163	-	-	1,227,163
Materials and services	1,605,005	-	-	1,605,005
Capital outlay	33,950	617,836	-	651,786
<i>Total Expenditures</i>	2,866,118	617,836	-	3,483,954
REVENUES OVER (UNDER) EXPENDITURES	648,534	(539,566)	-	108,968
OTHER FINANCING SOURCES (USES)				
Transfers in	7,300	650,000	(550,000)	107,300
Transfers out	(650,000)	-	550,000	(100,000)
<i>Total Other Financing Sources (Uses)</i>	(642,700)	650,000	-	7,300
NET CHANGE IN FUND BALANCE	5,834	110,434	-	116,268
FUND BALANCE, Beginning of year	1,140,835	534,994	-	1,675,829
FUND BALANCE, End of year	\$ 1,146,669	\$ 645,428	\$ -	1,792,097
RECONCILIATION TO NET POSITION - GAAP BASIS				
Inventories				147,243
Accrued receivables				158,117
OPEB Asset				20,852
Capital assets, net				7,844,921
Deferred outflows related to pensions				727,543
Deferred outflows related to OPEB				22,247
Accrued compensated absences				(136,579)
Deferred inflows related to pensions				(933,189)
Deferred inflows related to OPEB				(30,139)
Net pension liability				(873,599)
OPEB Liability				(161,507)
NET POSITION				\$ 8,578,007

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -****BUDGET AND ACTUAL - WATER FUND****YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Budget	
	Original	Final	Basis	Variance
REVENUES				
Licenses and permits	\$ 55,500	\$ 55,500	\$ 104,712	\$ 49,212
Charges for services	3,342,600	3,342,600	3,392,658	50,058
Miscellaneous	16,000	16,000	17,282	1,282
<i>Total Revenues</i>	3,414,100	3,414,100	3,514,652	100,552
EXPENDITURES				
Water				
Personnel services	1,292,100	1,292,100	1,227,163	64,937
Materials and services	1,660,800	1,660,800	1,605,005	55,795
Capital outlay	177,300	177,300	33,950	143,350
Contingency	125,000	125,000	-	125,000
<i>Total Expenditures</i>	3,255,200	3,255,200	2,866,118	389,082
REVENUES OVER (UNDER)				
EXPENDITURES	158,900	158,900	648,534	489,634
OTHER FINANCING SOURCES (USES)				
Transfers in	7,300	7,300	7,300	-
Transfers out	(650,000)	(650,000)	(650,000)	-
<i>Total Other Financing Sources (Uses)</i>	(642,700)	(642,700)	(642,700)	-
CHANGE IN FUND BALANCE	(483,800)	(483,800)	5,834	489,634
FUND BALANCE, Beginning of year	1,020,000	1,020,000	1,140,835	120,835
FUND BALANCE, End of year	\$ 536,200	\$ 536,200	\$ 1,146,669	\$ 610,469

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - WATER FACILITY REPLACEMENT RESERVE FUND
YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Budget	
	Original	Final	Basis	Variance
REVENUES				
Licenses and permits	\$ 19,000	\$ 19,000	\$ 74,502	\$ 55,502
Miscellaneous	2,500	2,500	3,768	1,268
<i>Total Revenues</i>	21,500	21,500	78,270	56,770
EXPENDITURES				
Water Facility Replacement Reserve				
Capital outlay	1,100,000	1,100,000	617,836	482,164
<i>Total Expenditures</i>	1,100,000	1,100,000	617,836	482,164
REVENUES OVER (UNDER)				
EXPENDITURES	(1,078,500)	(1,078,500)	(539,566)	538,934
OTHER FINANCING SOURCES (USES)				
Transfers in	650,000	650,000	650,000	-
CHANGE IN FUND BALANCE	(428,500)	(428,500)	110,434	538,934
FUND BALANCE, Beginning of year	504,500	504,500	534,994	30,494
FUND BALANCE, End of year	\$ 76,000	\$ 76,000	\$ 645,428	\$ 569,428

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – STORMWATER FUND
YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Budget	
	Original	Final	Basis	Variance
REVENUES				
Licenses and permits	\$ 10,000	\$ 10,000	\$ 11,715	\$ 1,715
Charges for services	1,592,000	1,592,000	1,603,475	11,475
Miscellaneous	2,000	2,000	6,010	4,010
<i>Total Revenues</i>	1,604,000	1,604,000	1,621,200	17,200
EXPENDITURES				
Stormwater				
Personnel services	922,300	922,300	816,257	106,043
Materials and services	896,200	896,200	860,613	35,587
Capital outlay	830,000	830,000	20,308	809,692
Contingency	149,100	149,100	-	149,100
<i>Total Expenditures</i>	2,797,600	2,797,600	1,697,178	1,100,422
REVENUES OVER (UNDER)				
EXPENDITURES	(1,193,600)	(1,193,600)	(75,978)	1,117,622
OTHER FINANCING SOURCES (USES)				
Transfers in	521,000	521,000	521,000	-
CHANGE IN FUND BALANCE	(672,600)	(672,600)	445,022	1,117,622
FUND BALANCE, Beginning of year	1,135,700	1,135,700	1,242,071	106,371
FUND BALANCE, End of year	\$ 463,100	\$ 463,100	1,687,093	\$ 1,223,993
RECONCILIATION TO NET POSITION - GAAP BASIS				
Inventories			1,739	
Accrued receivables			73,576	
OPEB asset			12,076	
Capital assets, net			1,935,580	
Deferred outflows related to pensions			460,316	
Deferred outflows related to OPEB			12,884	
Accrued compensated absences			(64,358)	
Deferred inflows related to pensions			(542,078)	
Deferred inflows related to OPEB			(17,455)	
Net pension liability			(630,133)	
OPEB Liability			(93,537)	
NET POSITION			\$ 2,835,703	

CITY OF KEIZER, OREGON**COMBINING STATEMENT OF FUND NET POSITION - NONMAJOR ENTERPRISE FUNDS**

JUNE 30, 2022

	<i>Street Lighting Districts</i>	<i>Community Center</i>	<i>Totals</i>
ASSETS			
Current Assets			
Cash and investments	\$ 527,987	\$ 321,785	\$ 849,772
Accounts receivable	16,840	93,373	110,213
<i>Total Current Assets</i>	544,827	415,158	959,985
Noncurrent Assets			
Other capital assets, net of depreciation	-	26,081	26,081
Other post-employment benefits	283	2,930	3,213
<i>Total Noncurrent Assets</i>	283	29,011	29,294
<i>Total Assets</i>	545,110	444,169	989,279
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to OPEB	301	3,126	3,427
Deferred outflows related to pensions	11,376	93,804	105,180
<i>Total Deferred Outflows of Resources</i>	11,677	96,930	108,607
LIABILITIES			
Current Liabilities			
Accounts payable	30,955	2,552	33,507
Accrued compensated absences	342	1,391	1,733
Deposits	-	29,545	29,545
<i>Total Current Liabilities</i>	31,297	33,488	64,785
Noncurrent Liabilities			
Accrued compensated absences	634	2,585	3,219
Other post-employment benefits	2,189	22,696	24,885
Net pension liability	17,617	95,609	113,226
<i>Total Noncurrent Liabilities</i>	20,440	120,890	141,330
<i>Total Liabilities</i>	51,737	154,378	206,115
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to OPEB	408	4,235	4,643
Deferred inflows related to pensions	13,597	123,654	137,251
<i>Total Deferred Inflows of Resources</i>	14,005	127,889	141,894
NET POSITION			
Net investment in capital assets	-	26,081	26,081
Restricted	491,045	-	491,045
Unrestricted	-	232,751	232,751
<i>Total Net Position</i>	\$ 491,045	\$ 258,832	\$ 749,877

CITY OF KEIZER, OREGON**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION -
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2022**

	<i>Street Lighting Districts</i>	<i>Community Center</i>	<i>Totals</i>
OPERATING REVENUES			
Charges for services	\$ 401,119	\$ 67,766	\$ 468,885
Miscellaneous	18,914	-	18,914
<i>Total Operating Revenues</i>	420,033	67,766	487,799
OPERATING EXPENSES			
Personnel services	(1,057)	78,569	77,512
Materials and services	422,730	166,936	589,666
Depreciation	-	14,348	14,348
<i>Total Operating Expenses</i>	421,673	259,853	681,526
OPERATING INCOME (LOSS)	(1,640)	(192,087)	(193,727)
NONOPERATING REVENUES (EXPENSES)			
Investment revenue	2,723	1,400	4,123
Miscellaneous	-	297,092	297,092
<i>Total Nonoperating Revenues (Expenses)</i>	2,723	298,492	301,215
CHANGE IN NET POSITION	1,083	106,405	107,488
NET POSITION, Beginning of year	489,962	152,427	642,389
NET POSITION, End of year	<u>\$ 491,045</u>	<u>\$ 258,832</u>	<u>\$ 749,877</u>

CITY OF KEIZER, OREGON**COMBINING STATEMENT OF CASH FLOWS - NONMAJOR ENTERPRISE FUNDS****YEAR ENDED JUNE 30, 2022**

	<i>Street Lighting Districts</i>	<i>Community Center</i>	<i>Totals</i>
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$ 421,326	\$ 86,686	\$ 508,012
Cash paid to employees for services	-	(75,453)	(75,453)
Cash paid to suppliers for goods and services	(421,881)	(165,783)	(587,664)
<i>Net Cash Provided by (Used in) Operating Activities</i>	(555)	(154,550)	(155,105)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Taxes available for operating purposes	-	251,680	251,680
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investment	2,723	1,400	4,123
<i>Increase (decrease) in Cash and Investments</i>	2,168	98,530	100,698
CASH AND INVESTMENTS, Beginning of year	525,819	223,255	749,074
CASH AND INVESTMENTS, End of year	\$ 527,987	\$ 321,785	\$ 849,772
RECONCILIATION OF CASH PROVIDED BY OPERATING ACTIVITIES TO OPERATING INCOME (LOSS)			
Operating income (loss)	\$ (1,640)	\$ (192,087)	\$ (193,727)
Depreciation	-	14,348	14,348
<i>Change in assets and liabilities</i>			
Accounts receivable	1,293	-	1,293
Deposits	-	18,920	18,920
Accounts payable	849	1,153	2,002
Accrued compensated absences	(447)	(591)	(1,038)
Net pension liability	(62)	(638)	(700)
Other post-employment benefits	(548)	4,345	3,797
<i>Net Cash Provided by (Used in) Operating Activities</i>	\$ (555)	\$ (154,550)	\$ (155,105)

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – STREET LIGHTING DISTRICTS FUND
YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Budget	
	Original	Final	Basis	Variance
REVENUES				
Charges for services	\$ 410,000	\$ 410,000	\$ 402,111	\$ (7,889)
Miscellaneous	8,000	8,000	21,637	13,637
<i>Total Revenues</i>	418,000	418,000	423,748	5,748
EXPENDITURES				
Street Lighting Districts				
Materials and services	429,200	429,200	422,730	6,470
Contingency	105,000	105,000	-	105,000
<i>Total Expenditures</i>	534,200	534,200	422,730	111,470
CHANGE IN FUND BALANCE	(116,200)	(116,200)	1,018	117,218
FUND BALANCE, Beginning of year	475,800	475,800	495,671	19,871
FUND BALANCE, End of year	<u>\$ 359,600</u>	<u>\$ 359,600</u>	496,689	<u>\$ 137,089</u>
RECONCILIATION TO NET POSITION - GAAP BASIS				
Accrued receivables			17,183	
OPEB Asset			283	
Deferred outflows related to pensions			11,376	
Deferred outflows related to OPEB			301	
Accrued compensated absences			(976)	
Deferred inflows related to pensions			(13,597)	
Deferred inflows related to OPEB			(408)	
Net pension liability			(17,617)	
OPEB Liability			(2,189)	
NET POSITION			<u>\$ 491,045</u>	

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – COMMUNITY CENTER FUND
YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Budget	
	Original	Final	Basis	Variance
REVENUES				
Charges for services	\$ 150,000	\$ 150,000	\$ 67,766	\$ (82,234)
Miscellaneous	152,000	152,000	298,492	146,492
<i>Total Revenues</i>	302,000	302,000	366,258	64,258
EXPENDITURES				
Community Center				
Personnel services	126,900	126,900	75,453	51,447
Materials and services	178,800	178,800	166,338	12,462
Capital outlay/depreciation	50,000	50,000	598	49,402
Contingency	20,000	20,000	-	20,000
<i>Total Expenditures</i>	375,700	375,700	242,389	133,311
CHANGE IN FUND BALANCE	(73,700)	(73,700)	123,869	197,569
FUND BALANCE, Beginning of year	180,700	180,700	259,192	78,492
FUND BALANCE, End of year	<u>\$ 107,000</u>	<u>\$ 107,000</u>	383,061	<u>\$ 276,061</u>
RECONCILIATION TO NET POSITION - GAAP BASIS				
OPEB asset			2,930	
Capital assets, net			26,081	
Deferred outflows related to pensions			93,804	
Deferred outflows related to OPEB			3,126	
Accrued compensated absences			(3,976)	
Deferred inflows related to pensions			(123,654)	
Deferred inflows related to OPEB			(4,235)	
Net pension liability			(95,609)	
OPEB Liability			<u>(22,696)</u>	
NET POSITION			<u>\$ 258,832</u>	

STATISTICAL SECTION

STATISTICAL SECTION

The Statistical Section of the annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the overall financial health of the City of Keizer.

FINANCIAL TRENDS

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

REVENUE CAPACITY

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

DEBT CAPACITY

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

DEMOGRAPHIC AND ECONOMIC INFORMATION

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

OPERATING INFORMATION

These schedules contain service and infrastructure data to help the reader understand how the information in the financial report relates to the services the City provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

STATISTICAL SECTION

FINANCIAL TRENDS

CITY OF KEIZER, OREGON
SCHEDULE OF NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS - UNAUDITED

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Governmental activities:				
Net investment in capital assets	\$ 46,971,939	\$ 47,859,412	\$ 47,733,476	\$ 47,700,192
Restricted for special purposes	23,115,260	17,810,620	18,850,018	19,880,698
Unrestricted	<u>(4,440,967)</u>	<u>(5,040,385)</u>	<u>(4,113,791)</u>	<u>(2,605,390)</u>
Total governmental activities net position	65,646,232	60,629,647	62,469,703	64,975,500
Business-type activities:				
Net investment in capital assets	10,893,507	10,913,845	10,535,251	9,835,157
Restricted for special purposes	1,645,880	1,533,001	1,306,037	1,291,976
Unrestricted	<u>1,595,773</u>	<u>1,081,074</u>	<u>1,158,356</u>	<u>1,437,175</u>
Total business-type activities net position	14,135,160	13,527,920	12,999,644	12,564,308
Total government				
Net investment in capital assets	57,865,446	58,773,257	58,268,727	57,535,349
Restricted for special purposes	24,761,140	19,343,621	20,156,055	21,172,674
Unrestricted	<u>(2,845,194)</u>	<u>(3,959,311)</u>	<u>(2,955,435)</u>	<u>(1,168,215)</u>
Total government net position	<u>\$ 79,781,392</u>	<u>\$ 74,157,567</u>	<u>\$ 75,469,347</u>	<u>\$ 77,539,808</u>

Financial trend schedule: Net position by component is intended to provide the user with summary data to analyze changes in the components of net position.

Accompanying schedule: Changes in net position provides the user with additional detail for analytical purposes.

<i>Fiscal Year</i>					
<i>2018</i>	<i>2017</i>	<i>2016</i>	<i>2015</i>	<i>2014</i>	<i>2013</i>
\$ 46,907,730	\$ 46,386,969	\$ 47,885,058	\$ 48,396,074	\$ 47,862,183	\$ 39,605,284
20,441,015	22,063,736	21,760,454	22,270,151	25,606,003	32,206,315
(2,260,937)	(4,187,227)	(3,326,175)	(1,078,821)	634,849	912,419
65,087,808	64,263,478	66,319,337	69,587,404	74,103,035	72,724,018
9,750,061	9,297,623	8,809,630	8,400,648	7,989,214	8,164,309
1,040,844	1,064,417	1,035,403	906,164	956,861	965,652
951,313	343,622	570,549	1,132,641	1,296,459	1,376,408
11,742,218	10,705,662	10,415,582	10,439,453	10,242,534	10,506,369
56,657,791	55,684,592	56,694,688	56,796,722	55,851,397	47,769,593
21,481,859	23,128,153	22,795,857	23,176,315	26,562,864	33,171,967
(1,309,624)	(3,843,905)	(2,755,626)	53,820	1,931,308	2,288,827
<u>\$ 76,830,026</u>	<u>\$ 74,968,840</u>	<u>\$ 76,734,919</u>	<u>\$ 80,026,857</u>	<u>\$ 84,345,569</u>	<u>\$ 83,230,387</u>

CITY OF KEIZER, OREGON
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS - UNAUDITED

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Expenses:				
Governmental activities:				
General government	\$ 2,887,746	\$ 3,107,038	\$ 2,563,675	\$ 2,269,514
Community and youth services	41,020	34,124	29,150	36,052
Community development	2,257,319	2,369,993	2,596,946	2,453,365
Parks	942,361	1,025,417	817,655	763,928
Public safety	8,779,740	9,601,858	9,315,013	8,445,721
Public works	1,908,335	2,109,276	1,919,138	1,651,007
Interest on long-term debt	592,053	650,280	705,215	758,089
Total governmental activities expense	<u>17,408,574</u>	<u>18,897,986</u>	<u>17,946,792</u>	<u>16,377,676</u>
Business-type activities:				
Water	3,343,602	3,272,934	3,332,794	3,002,331
Sewer	6,605,147	6,463,650	6,307,715	6,056,382
Storm water	1,791,322	1,727,255	1,663,489	1,560,693
Community center and Amphitheater	259,853	274,021	331,501	308,389
Street lighting	421,673	394,955	393,220	387,478
Total business-type activities expense	<u>12,421,597</u>	<u>12,132,815</u>	<u>12,028,719</u>	<u>11,315,273</u>
Total City expenses	<u>29,830,171</u>	<u>31,030,801</u>	<u>29,975,511</u>	<u>27,692,949</u>
Program Revenues:				
Governmental activities:				
Fees, fines, and charges for services:				
General government	164,657	170,643	181,828	177,439
Community development	77,604	49,645	78,325	107,672
Parks	771,507	764,337	755,669	763,722
Public safety	1,145,312	1,130,652	1,122,846	1,125,409
Public works	16,984	16,723	11,470	62,022
Stadium operations	35,509	35,092	42,406	48,888
Operating grants and contributions	8,884,920	4,672,078	3,077,220	3,292,210
Capital grants and contributions	595,188	170,880	180,414	736,312
Total governmental activities program revenues	<u>11,691,681</u>	<u>7,010,050</u>	<u>5,450,178</u>	<u>6,313,674</u>
Business-type activities:				
Fees, fines, and charges for services:				
Water	3,437,752	3,490,153	3,252,417	3,225,447
Sewer and storm water	8,179,274	8,002,743	7,802,180	7,485,786
Community center and Amphitheater	67,766	1,810	146,699	236,280
Street lighting	420,033	405,445	395,748	412,175
Capital grants and contributions	74,502	40,642	71,525	37,453
Total business-type activities program revenues	<u>12,179,327</u>	<u>11,940,793</u>	<u>11,668,569</u>	<u>11,397,141</u>
Total City program revenues	<u>23,871,008</u>	<u>18,950,843</u>	<u>17,118,747</u>	<u>17,710,815</u>

<i>Fiscal Year</i>						
<i>2018</i>	<i>2017</i>	<i>2016</i>	<i>2015</i>	<i>2014</i>	<i>2013</i>	
\$ 2,034,704	\$ 2,057,330	\$ 2,130,033	\$ 2,100,607	\$ 2,992,312	\$ 1,753,597	
22,187	14,926	29,317	19,493	15,971	5,530	
2,453,238	2,512,532	2,704,035	4,500,288	2,789,728	3,805,625	
723,829	453,211	483,174	388,200	392,258	386,174	
7,912,602	7,574,569	8,539,975	5,644,121	6,390,471	6,342,334	
1,701,588	1,605,167	1,658,334	1,415,078	1,692,960	1,648,403	
757,863	791,570	866,363	924,296	1,164,981	1,272,365	
15,606,011	15,009,305	16,411,231	14,992,083	15,438,681	15,214,028	
2,842,910	2,773,955	2,920,211	2,419,921	2,751,772	2,590,864	
5,938,158	5,811,582	5,711,828	5,522,545	5,379,925	5,188,916	
1,580,629	1,531,923	1,507,343	1,106,176	1,170,447	983,980	
290,796	247,938	250,248	171,525	121,246	151,428	
413,605	393,511	410,320	409,131	443,225	405,658	
11,066,098	10,758,909	10,799,950	9,629,298	9,866,615	9,320,846	
26,672,109	25,768,214	27,211,181	24,621,381	25,305,296	24,534,874	
184,271	253,265	284,394	234,703	180,800	176,993	
83,190	106,065	121,808	99,652	60,510	49,810	
495,460	11,470	15,472	7,456	17,107	7,216	
802,300	402,479	406,195	325,818	418,237	507,154	
9,404	12,904	65,063	26,236	21,178	7,225	
52,333	52,494	54,631	48,899	46,449	45,922	
2,871,026	2,625,522	2,543,156	2,555,870	2,520,561	2,799,523	
214,983	224,701	773,529	613,253	218,513	811,621	
4,712,967	3,688,900	4,264,248	3,911,887	3,483,355	4,405,464	
3,198,816	2,872,830	2,947,965	2,732,223	2,536,257	2,508,264	
7,234,915	7,000,564	6,728,498	6,445,708	6,511,153	6,045,064	
192,826	156,536	154,416	125,844	108,356	108,293	
418,908	419,990	313,399	519,563	416,965	405,585	
41,764	55,482	116,962	105,151	51,963	24,203	
11,087,229	10,505,402	10,261,240	9,928,489	9,624,694	9,091,409	
15,800,196	14,194,302	14,525,488	13,840,376	13,108,049	13,496,873	

CITY OF KEIZER, OREGON
CHANGES IN NET POSITION (Continued)
LAST TEN FISCAL YEARS - UNAUDITED

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Net (Expense) Revenue				
Governmental activities	\$ (5,716,893)	\$ (11,887,936)	\$ (12,496,614)	\$ (10,064,002)
Business-type activities	(242,270)	(192,022)	(360,150)	81,868
Total City activities	(5,959,163)	(12,079,958)	(12,856,764)	(9,982,134)
General Revenues and Other Changes in Net Position				
Governmental activities				
Taxes and assessments	6,252,444	6,093,066	5,939,247	5,743,098
Franchise taxes	3,044,911	2,895,179	2,788,920	2,763,692
Intergovernmental	1,234,553	848,936	917,426	865,271
Miscellaneous	717,344	726,350	886,273	1,080,033
Gain (loss) on sale of capital assets	12,526	26,000	-	-
Transfers	(528,300)	(541,651)	(541,049)	(500,400)
Total governmental activities	10,733,478	10,047,880	9,990,817	9,951,694
Business-type activities				
Miscellaneous	321,210	178,647	254,437	239,822
Transfers	528,300	541,651	541,049	500,400
Total business-type activities	849,510	720,298	795,486	740,222
Total City revenues	11,582,988	10,768,178	10,786,303	10,691,916
Change in Net Position				
Governmental activities	5,016,585	(1,840,056)	(2,505,797)	(112,308)
Business-type activities	607,240	528,276	435,336	822,090
	5,623,825	(1,311,780)	(2,070,461)	709,782
Net Position, July 1				
Governmental activities	60,629,647	62,469,703	64,975,500	65,087,808
Business-type activities	13,527,920	12,999,644	12,564,308	11,742,218
	74,157,567	75,469,347	77,539,808	76,830,026
Governmental activities - restatement	-	-	-	-
Business-type activities - restatement	-	-	-	-
Governmental activities - loss on impairment	-	-	-	-
Total Government	74,157,567	75,469,347	77,539,808	76,830,026
Net Position, June 30				
Governmental activities	65,646,232	60,629,647	62,469,703	64,975,500
Business-type activities	14,135,160	13,527,920	12,999,644	12,564,308
Total Government	<u>\$ 79,781,392</u>	<u>\$ 74,157,567</u>	<u>\$ 75,469,347</u>	<u>\$ 77,539,808</u>

<i>Fiscal Year</i>					
<i>2018</i>	<i>2017</i>	<i>2016</i>	<i>2015</i>	<i>2014</i>	<i>2013</i>
\$ (10,893,044)	\$ (11,320,405)	\$ (12,146,983)	\$ (11,080,196)	\$ (11,955,326)	\$ (10,808,564)
21,131	(253,507)	(538,710)	299,191	(241,921)	(229,437)
(10,871,913)	(11,573,912)	(12,685,693)	(10,781,005)	(12,197,247)	(11,038,001)
5,613,585	5,007,045	4,852,373	5,521,449	5,416,357	5,545,135
2,764,326	2,729,145	2,606,744	2,539,863	2,490,463	2,433,345
828,085	786,466	743,428	803,880	768,187	770,249
904,857	1,148,390	1,076,723	195,193	4,631,567	1,658,468
8,500	17,000	(10,050)	-	-	-
(460,400)	(423,800)	(390,302)	(393,336)	27,769	(62,792)
9,658,953	9,264,246	8,878,916	8,667,049	13,334,343	10,344,405
149,050	119,787	124,537	4,601	5,855	6,608
460,400	423,800	390,302	393,336	(27,769)	62,792
609,450	543,587	514,839	397,937	(21,914)	69,400
10,268,403	9,807,833	9,393,755	9,064,986	13,312,429	10,413,805
(1,234,091)	(2,056,159)	(3,268,067)	(2,413,147)	1,386,654	(464,159)
630,581	290,080	(23,871)	697,128	(271,472)	(160,037)
(603,510)	(1,766,079)	(3,291,938)	(1,716,019)	1,115,182	(624,196)
64,263,178	66,319,337	69,587,404	74,103,035	72,724,018	73,534,214
10,705,662	10,415,582	10,439,453	10,242,534	10,506,369	10,666,406
74,968,840	76,734,919	80,026,857	84,345,569	83,230,387	84,200,620
2,058,721	-	-	(2,102,484)	-	-
405,975	-	-	(500,209)	-	-
-	-	-	-	-	346,037
77,433,536	76,734,919	80,026,857	81,742,876	83,230,387	84,546,657
65,087,808	64,263,178	66,319,337	69,587,404	74,103,035	72,724,018
11,742,218	10,705,662	10,415,582	10,439,453	10,242,534	10,506,369
\$ 76,830,026	\$ 74,968,840	\$ 76,734,919	\$ 80,026,857	\$ 84,345,569	\$ 83,230,387

CITY OF KEIZER, OREGON
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS - UNAUDITED

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
General fund				
Non-spendable	\$ 13,883	\$ -	\$ -	\$ -
Committed	709,399	642,563	691,515	548,404
Unassigned	<u>3,601,529</u>	<u>3,381,582</u>	<u>2,505,195</u>	<u>2,469,017</u>
Total General Fund	<u>\$ 4,324,811</u>	<u>\$ 4,024,145</u>	<u>\$ 3,196,710</u>	<u>\$ 3,017,421</u>
 All Other Governmental Funds				
Unreserved, reported in:				
Restricted	<u>\$ 14,854,526</u>	<u>\$ 8,546,044</u>	<u>\$ 8,612,026</u>	<u>\$ 10,037,855</u>
Total all other governmental funds	<u>\$ 14,854,526</u>	<u>\$ 8,546,044</u>	<u>\$ 8,612,026</u>	<u>\$ 10,037,855</u>

<i>Fiscal Year</i>					
<i>2018</i>	<i>2017</i>	<i>2016</i>	<i>2015</i>	<i>2014</i>	<i>2013</i>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
2,331,161	2,231,504	1,898,504	2,252,430	2,241,954	2,144,797
<u>2,331,161</u>	<u>2,231,504</u>	<u>1,898,504</u>	<u>2,252,430</u>	<u>2,241,954</u>	<u>2,144,797</u>
\$ 10,018,743	\$ 9,156,723	\$ 8,073,301	\$ 7,141,457	\$ 6,970,715	\$ 12,636,124
<u>10,018,743</u>	<u>9,156,723</u>	<u>8,073,301</u>	<u>7,141,457</u>	<u>6,970,715</u>	<u>12,636,124</u>

CITY OF KEIZER, OREGON
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS - UNAUDITED

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Revenues				
Taxes and assessments	\$ 7,277,375	\$ 7,081,366	\$ 6,852,338	\$ 6,712,056
Licenses and permits	5,087,215	4,647,886	4,580,919	4,755,060
Charges for services	322	1,738	2,370	-
Intergovernmental	10,316,201	5,430,731	3,967,110	4,505,694
Fines and forfeitures	401,654	481,622	444,041	472,783
Miscellaneous	903,283	942,849	1,086,731	1,298,998
Total revenues	23,986,050	18,586,192	16,933,509	17,744,591
Expenditures				
Current operating:				
General government	3,141,658	2,924,183	2,337,221	2,187,866
Community and youth services	41,020	34,124	29,150	36,052
Community development	476,623	511,758	682,662	563,072
Parks	679,935	722,508	527,408	547,578
Public safety	8,534,944	7,945,906	7,795,994	7,725,741
Public works	853,385	988,495	894,522	811,574
Capital outlay	1,380,690	2,363,979	3,589,364	2,882,018
Debt service				
Principal	1,156,000	1,163,000	1,073,000	1,018,000
Interest	596,873	655,135	709,679	766,918
Total expenditures	16,861,128	17,309,088	17,639,000	16,538,819
Revenues over (under) expenditures	7,124,922	1,277,104	(705,491)	1,205,772
Other financing sources (uses)				
Issuance of debt	-	-	-	-
Proceeds from the sale of capital assets	12,526	26,000	-	-
Transfers in	199,500	228,900	285,000	100,000
Transfers out	(727,800)	(770,551)	(826,049)	(600,400)
Total other financing sources (uses)	(515,774)	(515,651)	(541,049)	(500,400)
Net change in fund balances	6,609,148	761,453	(1,246,540)	705,372
Fund balance, beginning of year	12,570,189	11,808,736	13,055,276	12,349,904
Fund balance, end of year	<u>\$ 19,179,337</u>	<u>\$ 12,570,189</u>	<u>\$ 11,808,736</u>	<u>\$ 13,055,276</u>
Debt service as a percentage of noncapital expenditures	11.3%	12.2%	12.7%	13.1%

<i>Fiscal Year</i>					
<i>2018</i>	<i>2017</i>	<i>2016</i>	<i>2015</i>	<i>2014</i>	<i>2013</i>
\$ 6,335,201	\$ 5,803,798	\$ 6,287,872	\$ 6,444,385	\$ 9,984,150	\$ 7,009,859
4,093,764	3,246,930	3,685,709	3,319,557	2,919,492	2,767,306
-	-	-	-	-	-
3,663,137	3,398,159	3,267,481	3,237,002	3,158,760	3,803,537
387,003	423,291	415,874	386,984	448,615	571,525
1,066,267	1,324,651	1,284,531	1,236,979	1,248,775	1,613,364
15,545,372	14,196,829	14,941,467	14,624,907	17,759,792	15,765,591
2,109,767	1,947,167	2,280,259	1,645,180	2,912,876	1,728,960
22,187	14,926	29,317	19,493	15,971	5,530
520,647	492,419	532,274	584,370	740,748	671,543
421,668	300,842	306,683	281,119	269,821	293,089
7,120,604	6,625,239	6,529,017	6,170,100	5,951,077	5,822,788
902,689	787,918	807,639	704,993	976,579	909,450
3,221,793	600,016	1,152,734	1,676,533	4,993,159	4,050,924
860,000	810,000	1,490,000	2,030,000	6,294,000	1,668,000
752,440	795,080	872,820	938,565	1,201,582	1,280,764
15,931,795	12,373,607	14,000,743	14,050,353	23,355,813	16,431,048
(386,423)	1,823,222	940,724	574,554	(5,596,021)	(665,457)
1,800,000	-	-	-	-	-
8,500	17,000	27,496	-	-	-
215,700	-	-	76,481	4,217,166	1,036,256
(676,100)	(423,800)	(390,302)	(469,817)	(4,189,397)	(1,099,048)
1,348,100	(406,800)	(362,806)	(393,336)	27,769	(62,792)
961,677	1,416,422	577,918	181,218	(5,568,252)	(728,249)
11,388,227	9,971,805	9,393,887	9,212,669	14,780,921	15,509,170
\$ 12,349,904	\$ 11,388,227	\$ 9,971,805	\$ 9,393,887	\$ 9,212,669	\$ 14,780,921
12.7%	13.6%	18.4%	24.0%	40.8%	23.8%

STATISTICAL SECTION

REVENUE CAPACITY

CITY OF KEIZER, OREGON**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY****LAST TEN FISCAL YEARS - UNAUDITED (in thousands of dollars)**

<i>June 30,</i>	<i>Residential Property</i>	<i>Farm Property</i>	<i>Commercial Property</i>	<i>Industrial Property</i>
2012-13	\$ 1,632,503	\$ 2,047	\$ 422,279	\$ 2,620
2013-14	1,685,116	1,991	434,358	-
2014-15	1,767,018	2,088	445,738	-
2015-16	1,834,924	2,011	467,014	-
2016-17	1,912,682	2,115	491,943	-
2017-18	1,985,939	2,337	526,220	-
2018-19	2,055,468	2,299	565,050	-
2019-20	2,124,999	1,906	584,633	-
2020-21	2,198,895	1,993	604,083	-
2021-22	2,275,819	1,952	621,876	-

* Per \$1,000 of assessed value

Source: Marion County Assessor's Office

<i>Personal Property</i>	<i>Utility Property</i>	<i>Total Measure 50 Assessed Value</i>	<i>Total Direct Tax Rate *</i>	<i>Real Market Value</i>
\$ 27,604	\$ 37,470	\$ 2,124,523	\$ 2.08	\$ 2,604,791
27,136	33,960	2,182,561	2.08	2,669,051
28,348	35,228	2,278,420	2.08	2,878,298
31,126	38,504	2,373,579	2.08	3,034,894
31,312	38,882	2,476,934	2.08	3,272,616
33,013	48,389	2,595,898	2.08	3,729,329
33,678	54,179	2,710,674	2.08	4,116,926
33,044	54,517	2,799,099	2.08	4,449,357
35,922	50,517	2,891,410	2.08	4,650,919
36,518	49,916	2,986,081	2.08	4,810,956

CITY OF KEIZER, OREGON**DIRECT AND OVERLAPPING PROPERTY TAXES****LAST TEN FISCAL YEARS - UNAUDITED (rate per \$1,000 of assessed value)**

	<u>2021-22</u>	<u>2020-21</u>	<u>2019-20</u>	<u>2018-19</u>	<u>2017-18</u>
City of Keizer	\$ 2.08	\$ 2.08	\$ 2.08	\$ 2.08	\$ 2.08
Overlapping Governments:					
Marion County	3.03	3.03	3.03	3.03	3.03
Keizer Fire District	2.08	2.09	2.03	2.07	2.08
Marion County Fire District	2.49	2.21	2.90	2.91	2.92
Marion County Soil & Water	0.05	0.05	0.05	0.04	0.05
Marion County Extension and 4-H	0.05	0.05	0.05	0.05	0.05
School District	7.27	7.26	7.15	7.37	6.08
Willamette Regional ESD	0.30	0.30	0.30	0.30	0.30
Community College	0.89	0.89	0.89	0.90	0.90
Regional Library	0.08	0.08	0.08	0.08	0.08
Transit District	<u>0.76</u>	<u>0.76</u>	<u>0.76</u>	<u>0.76</u>	<u>0.76</u>
Total	<u>\$ 19.08</u>	<u>\$ 18.80</u>	<u>\$ 19.32</u>	<u>\$ 19.58</u>	<u>\$ 18.32</u>

Source: Marion County Assessor's Office

<u>2016-17</u>		<u>2015-16</u>		<u>2014-15</u>		<u>2013-14</u>		<u>2012-13</u>	
\$	2.08	\$	2.08	\$	2.08	\$	2.08	\$	2.08
	3.03		3.03		3.02		3.02		3.02
	2.08		2.04		2.05		1.81		1.82
	2.93		2.51		2.52		2.53		2.47
	0.05		0.05		0.05		0.05		0.05
	0.05		0.05		-		-		-
	5.87		6.52		6.40		6.67		6.69
	0.30		0.30		0.30		0.30		0.30
	0.90		0.92		0.89		0.86		0.90
	0.08		0.08		0.08		0.08		0.08
	0.76		0.76		0.76		0.76		0.76
<hr/>		<hr/>		<hr/>		<hr/>		<hr/>	
\$	18.13	\$	18.35	\$	18.15	\$	18.16	\$	18.17
<hr/>		<hr/>		<hr/>		<hr/>		<hr/>	

CITY OF KEIZER, OREGON
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO - UNAUDITED

Private Enterprise	Industry	Rank	2022	
			Assessed Valuation	Percent of Total Assessed Value
Donahue Schriber Realty Group LP	Real Estate	1	\$ 71,471,930	1.49%
MWIC Keizer LLC	Real Estate	2	15,895,040	0.33%
MWSH Keizer LLC	Real Estate	3	14,925,200	0.31%
Lowe's HIW Inc	Retail	4	13,426,510	0.28%
Target Corporation	Retail	5	13,262,540	0.28%
CCP Keizer 1526 LLC	Retirement Center	6	13,178,450	0.27%
Emerald Pointe LLC	Real Estate	7	13,057,910	0.27%
Hawk's Point Apartments LLC	Real Estate	8	12,777,540	0.27%
Keizer OR Senior Property LLC	Retirement Center	9	11,752,010	0.24%
Keizer Road Apartments LLC	Real Estate	10	10,891,960	0.23%
Hidden Creek Loop Apartments	Real Estate		-	-
Keizer Schoolhouse LLC	Real Estate		-	-
Nationwide Health Properties Inc	Retirement Center		-	-
Trail Development LLC	Real Estate		-	-
Public Utilities				
Northwest Natural Gas Co	Natural Gas		20,772,000	0.43%
Portland General Electric Co	Electricity		16,727,000	0.35%
Government				
City of Keizer*	Municipality		7,843,250	0.16%
All other taxpayers			4,569,948,706	95.09%
			<u>\$ 4,805,930,046</u>	<u>100.00%</u>

Source: Marion County Assessor's Office

*Related to baseball stadium property

2013		
Rank	Assessed Valuation	Percent of Total Assessed Value
1	\$ 50,244,950	2.09%
	-	-
	-	-
2	11,923,617	0.50%
4	10,319,826	0.43%
	-	-
3	11,080,939	0.46%
6	9,792,990	0.41%
	-	-
7	8,807,520	0.37%
9	6,181,160	0.26%
8	8,333,100	0.35%
5	10,100,270	0.42%
10	5,681,530	0.24%
	14,475,000	0.60%
	14,583,000	0.61%
	5,522,780	0.23%
	<u>2,237,305,563</u>	<u>93.05%</u>
	<u>\$ 2,404,352,245</u>	<u>100.00%</u>

CITY OF KEIZER, OREGON
GENERAL FUND PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS - UNAUDITED

<i>Fiscal year ended June 30,</i>	<i>Taxes levied in the fiscal year</i>		<i>Collected in fiscal year of levy</i>		<i>Collections in subsequent years</i>	<i>Total Collections</i>				
			<i>Amount</i>	<i>% of Levy</i>		<i>Amount</i>	<i>% of Levy</i>			
2012-13	\$	4,215,696	\$	4,070,606	96.56%	\$	144,365	\$	4,214,971	99.98%
2013-14		4,380,096		4,249,504	97.02%		129,390		4,378,894	99.97%
2014-15		4,556,032		4,437,265	97.39%		117,128		4,554,393	99.96%
2015-16		4,948,959		4,840,799	97.81%		106,322		4,947,121	99.96%
2016-17		5,165,626		5,004,062	96.87%		158,728		5,162,790	99.95%
2017-18		5,409,298		5,238,586	96.84%		166,180		5,404,766	99.92%
2018-19		5,650,021		5,480,648	97.00%		157,816		5,638,464	99.80%
2019-20		5,834,255		5,664,681	97.09%		143,931		5,808,612	99.56%
2020-21		6,025,257		5,918,723	98.23%		66,166		5,984,889	99.33%
2021-22		6,222,608		6,062,294	97.42%		-		6,062,294	97.42%

Source: Marion County Assessor's Office

STATISTICAL SECTION

DEBT CAPACITY

CITY OF KEIZER, OREGON**RATIO OF BONDED DIRECT DEBT TO ASSESSED VALUE AND BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS**

<i>Fiscal Year</i>	<i>Population</i>	<i>Assessed Value (in thousands)</i>	<i>Gross Bonded Debt</i>	<i>Less Debt Service Money Available</i>	<i>Net Bonded Debt</i>	<i>Ratio of Net Bonded Debt Per Capita</i>	<i>Ratio of Net Bonded Debt to Assessed Value</i>	<i>Percentage of Total Personal Income*</i>
2012-13	36,715	\$ 2,124,523	\$ 22,050,000	\$ 2,687,875	\$ 19,362,125	527.36	1.04%	1.73%
2013-14	36,735	2,182,561	19,050,000	2,685,746	16,364,254	445.47	0.87%	1.48%
2014-15	36,795	2,278,420	16,985,000	2,685,804	14,299,196	388.62	0.75%	1.30%
2015-16	36,985	2,373,579	15,495,000	2,693,208	12,801,792	346.13	0.65%	1.13%
2016-17	37,505	2,476,934	14,685,000	2,704,120	11,980,880	319.45	0.59%	1.03%
2017-18	38,345	2,595,898	13,825,000	2,716,376	11,108,624	289.70	0.53%	0.88%
2018-19	38,505	2,710,674	12,895,000	2,724,408	10,170,592	264.14	0.48%	0.78%
2019-20	38,580	2,799,099	11,925,000	2,735,391	9,189,609	238.20	0.43%	0.68%
2020-21	38,585	2,891,410	10,865,000	2,683,235	8,181,765	212.05	0.38%	0.59%
2021-22	39,458	2,986,081	9,815,000	2,697,467	7,117,533	180.38	0.33%	N/A

Source:

Marion County Assessor's Office

Portland State University, Population Research and Census Center

City of Keizer Finance Department

CITY OF KEIZER, OREGON
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

<i>Fiscal Year</i>	<i>Governmental Activities</i>		<i>Business-type</i>	<i>Total Outstanding Debt</i>	<i>Percentage of Personal Income</i>	<i>Population</i>	<i>Debt per Capita</i>
	<i>General Obligation Bonds Debt</i>	<i>Private Placement Notes</i>	<i>Private Placement Notes</i>				
2012-13	\$ 22,055,000	\$ -	\$ 1,575,000	\$ 23,630,000	1.86%	36,715	643.61
2013-14	17,755,000	-	1,405,000	19,160,000	1.48%	36,735	521.57
2014-15	16,985,000	-	1,225,000	18,210,000	1.39%	36,795	494.90
2015-16	15,495,000	-	1,040,000	16,535,000	1.20%	36,985	447.07
2016-17	14,685,000	-	850,000	15,535,000	1.09%	37,505	414.21
2017-18	13,825,000	1,800,000	650,000	16,275,000	1.03%	38,345	424.44
2018-19	12,895,000	1,712,000	440,000	15,047,000	0.91%	38,505	390.78
2019-20	11,925,000	1,609,000	225,000	13,759,000	0.79%	38,580	356.64
2020-21	10,865,000	1,506,000	-	12,371,000	0.67%	38,585	320.62
2021-22	9,815,000	1,400,000	-	11,215,000	N/A	39,458	284.23

Source:
Marion County Assessor's Office
Portland State University, Population Research and Census Center
City of Keizer Finance Department

CITY OF KEIZER, OREGON
DIRECT AND OVERLAPPING DEBT
AS OF JUNE 30, 2022 - UNAUDITED

<i>Governmental unit</i>	<i>Real Market Value (In Thousands)</i>	<i>Percent Overlapping</i>	<i>Overlapping</i>	
			<i>Gross Property-tax Backed Debt</i>	<i>Net Property-tax Backed Debt</i>
Direct:				
City of Keizer	\$ 4,810,956	100.00%	\$ 11,215,000	\$ 11,215,000
Overlapping:				
Marion County	49,733,124	15.54%	9,712,270	4,837,802
Keizer Fire District	4,582,854	99.10%	5,153,164	2,903,609
Marion County Fire District	6,659,877	9.18%	343,474	22,041
Salem-Keizer School District 24J	30,552,599	20.52%	185,346,548	185,346,548
Gervais School District 1	1,553,865	0.01%	948	948
Chemeketa Community College	49,733,124	10.66%	13,374,296	10,069,860
Willamette ESD	49,447,719	9.71%	1,671,522	622,961
Total Overlapping			215,602,222	203,803,769
Total Direct and Overlapping Debt			\$ 226,817,222	\$ 215,018,769

Note: Overlapping taxing jurisdictions are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates portion of the outstanding debt of those overlapping governments that is borne by the residents and business of the City of Keizer.

Source: Oregon State Treasury

CITY OF KEIZER, OREGON
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS - UNAUDITED

<i>Fiscal Year</i>	<i>Debt Limit</i>	<i>Total Debt Applicable to Limit</i>	<i>Legal Debt Margin *</i>	<i>Total Net Debt Applicable</i>
2012-13	\$ 78,143,734	\$ 22,050,000	\$ 56,093,734	28.22%
2013-14	80,071,541	17,755,000	62,316,541	22.17%
2014-15	86,348,943	16,985,000	69,363,943	19.67%
2015-16	91,046,830	15,495,000	75,551,830	17.02%
2016-17	98,178,467	14,685,000	83,493,467	14.96%
2017-18	111,879,882	15,625,000	96,254,882	13.97%
2018-19	123,507,779	14,607,000	108,900,779	11.83%
2019-20	133,480,718	13,534,000	119,946,718	10.14%
2020-21	139,527,569	12,371,000	127,156,569	8.87%
2021-22	169,545,745	11,215,000	158,330,745	6.61%

ORS 287.004 provides a debt limit of 3% of the true cash value (market) of all taxable property within the City boundaries.

Source:
Marion County Tax Assessors Office
City of Keizer Finance Department

* The legal debt margin has been calculated in accordance with the provisions of ORS 287.004.

CITY OF KEIZER, OREGON
PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS - UNAUDITED

Fiscal Year	Gross Revenues	Less Direct Operating Expenses	Net Revenues Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
				STREET FUND - GAS TAX LOAN			
2012-13	\$ 2,073,957	\$ 3,163,773	\$ (1,089,816)	\$ 183,000	\$ 26,872	\$ 209,872	(5.2)
2013-14	2,128,602	1,779,211	349,391	190,000	19,561	209,561	1.7
2014-15	2,168,436	1,757,477	410,959	-	-	-	-
2015-16	2,291,471	1,844,554	446,917	-	-	-	-
2016-17	2,458,630	1,261,008	1,197,622	-	-	-	-
2017-18	2,483,189	2,956,710	(473,521)	-	-	-	-
2018-19	3,033,210	959,812	2,073,398	88,000	60,238	148,238	14.0
2019-20	2,676,014	1,049,661	1,626,353	103,000	52,139	155,139	10.5
2020-21	2,892,647	1,137,159	1,755,488	103,000	49,075	152,075	11.5
2021-22	3,395,771	1,005,318	2,390,453	106,000	45,933	151,933	15.7
WATER FUND LOAN							
2011-12	\$ 2,430,151	\$ 1,919,503	\$ 510,648	\$ 155,000	\$ 74,518	\$ 229,518	2.2
2012-13	2,537,001	1,967,837	569,164	165,000	67,958	232,958	2.4
2013-14	2,591,882	2,125,666	466,216	170,000	61,090	231,090	2.0
2014-15	2,840,186	2,172,980	667,206	180,000	53,915	233,915	2.9
2015-16	3,068,231	2,488,202	580,029	185,000	46,433	231,433	2.5
2016-17	2,934,480	2,322,705	611,775	190,000	38,745	228,745	2.7
2017-18	3,249,509	2,401,793	847,716	200,000	30,750	230,750	3.7
2018-19	3,284,318	2,466,926	817,392	210,000	22,345	232,345	3.5
2019-20	3,359,859	2,584,931	774,928	215,000	13,633	228,633	3.4
2020-21	3,592,922	2,832,168	760,754	225,000	14,980	239,980	3.2

STATISTICAL SECTION

DEMOGRAPHIC AND ECONOMIC INFORMATION

CITY OF KEIZER, OREGON
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS - UNAUDITED

<i>Fiscal Year</i>	<i>Population at July 1</i>	<i>Area (square mile)</i>	<i>Average Density (persons/ square mile)</i>	<i>Total Personal Income</i>	<i>Per Capita Personal Income</i>	<i>School Enrollment</i>	<i>Average Annual Unemployment</i>
2012-13	36,715	7.36	4,988	\$ 1,271,917,745	\$ 34,643	7,256	8.4%
2013-14	36,735	7.36	4,991	1,290,610,755	35,133	7,478	7.3%
2014-15	36,795	7.36	4,999	1,305,817,755	35,489	7,332	6.1%
2015-16	36,985	7.36	5,025	1,375,805,015	37,199	7,354	5.2%
2016-17	37,505	7.36	5,096	1,431,490,840	38,168	7,466	4.4%
2017-18	38,345	7.36	5,210	1,575,711,085	41,093	7,676	4.1%
2018-19	38,505	7.36	5,232	1,657,332,210	43,042	7,663	4.2%
2019-20	38,580	7.36	5,242	1,742,195,640	45,158	7,600	6.3%
2020-21	38,585	7.36	5,243	1,838,112,230	47,638	6,822	6.2%
2021-22	39,458	7.36	5,361	N/A	N/A	6,752	5.0%

Sources:
Portland State University, Population Research and Census Center
City of Keizer Community Development Department
Bureau of Economic Analysis
US Department of Labor, Bureau of Labor Statistics
Salem Keizer School District

CITY OF KEIZER, OREGON**PRINCIPAL EMPLOYERS****CURRENT YEAR AND NINE YEARS AGO – UNAUDITED**

<i>Name</i>	<i>Industry</i>	<i>Number of employees</i>	
		<i>2022</i>	<i>2013</i>
State of Oregon	State	20,100	22,000
Salem Hospital	Healthcare	5,100	3,900
Salem-Keizer School District	Primary and secondary public schools	5,000	5,000
Norpac Foods, Incorporated	Food processor	-	1,000
Marion County	County	1,800	1,438
U.S. Federal Agencies	Federal	1,800	1,300
City of Salem	Municipal	1,300	1,334
State Accident Insurance Fund	Insurance	1,100	837
Chemeketa Community College	State college of higher education	950	700
Willamette University	Private University	685	850

STATISTICAL SECTION

OPERATING INFORMATION

CITY OF KEIZER, OREGON
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS - UNAUDITED

	<u>2021-22</u>	<u>2020-21</u>	<u>2019-20</u>	<u>2018-19</u>
GOVERNMENT ACTIVITIES:				
General Government:				
Number of municipal court citations processed	1,281	1,667	1,700	2,198
Number of land use applications processed	16	21	22	-
Number of building permits:				
Single family dwellings	29	20	35	30
Multi-family units	122	8	28	-
Valuation of permits issued (expressed in thousands)	\$ 24,978	\$ 5,023	\$ 12,202	\$ 9,761
Public Safety:				
Number of arrests by patrol officers	N/A	N/A	N/A	2,029
Number of traffic violations cited	1,281	1,667	1,770	1,774
BUSINESS-TYPE ACTIVITIES:				
Water:				
Number of meters				
Single-family residential	10,890	10,212	10,335	10,308
Multi-family residential	265	256	258	259
Commercial	394	372	465	466
Consumption (ccf)				
Single-family residential	1,040,782	1,068,985	1,031,793	1,078,405
Multi-family residential	375,758	376,793	338,444	330,753
Commercial	165,738	166,635	156,527	149,471
Number of private fire lines	101	82	82	83
Sewer				
Number of accounts	10,740	10,721	10,684	10,696

Based on active meters at fiscal year end

Source: City of Keizer Community Development Department
City of Keizer Police Department

<i>2017-18</i>	<i>2016-17</i>	<i>2015-16</i>	<i>2014-15</i>	<i>2013-14</i>	<i>2012-13</i>
1,702	2,016	2,036	1,263	1,712	2,499
25	36	23	17	23	15
28	47	91	68	45	33
17	3	19	69	-	-
\$ 8,255	\$ 34,503	\$ 69,190	\$ 32,464	\$ 26,236	\$ 17,198
1,854	1,165	1,171	1,698	1,844	1,725
1,264	2,303	1,757	1,374	1,932	2,102
10,334	10,304	10,235	10,108	9,956	9,431
259	261	254	250	249	254
466	452	447	449	426	387
1,047,355	1,021,708	1,115,548	1,068,653	1,041,894	1,039,564
317,031	327,037	393,083	320,347	320,741	302,744
147,110	167,630	173,790	161,668	153,453	150,256
83	80	76	70	65	60
10,655	10,557	10,343	10,274	10,189	10,136

CITY OF KEIZER, OREGON
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS - UNAUDITED

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
GOVERNMENT ACTIVITIES:				
General Government:				
Number of City owned building facilities	3	3	3	3
Public Safety:				
Number of jail facilities (holding cells)	2	2	2	2
Parks and Recreation:				
Number of Parks and Acreage:				
Neighborhood parks (15)	65.5	65.5	65.5	65.5
Community parks (2)	27	27	27	27
Regional park (1)	148	148	148	148
Landscape areas (1)	0.5	0.5	0.5	0.5
Historical areas (1)	0.5	0.5	0.5	0.5
Streets:				
Miles of streets and alleys:				
Streets - Lane Miles	224	206	206	206
Alleys	2	2	2	2
Number of street, pedestrian, and other bridges	7	7	7	7
Number of traffic signals	22	22	22	21
BUSINESS-TYPE ACTIVITIES:				
Water System:				
Number of reservoirs	3	3	3	3
Storage capacity (in millions of gallons)	2.75	2.75	2.75	2.75
Annual production (in millions of cubic feet)	171.6	190.7	167	187.6
Miles of water line	127.4	126.7	126.7	126.7
Number of pump stations	15	15	15	15
Number of public hydrants	954	907	907	907
Sewer System:				
Miles of storm drains	76	73	73	73
Miles of sewer lines	117	105	105	105
Number of lift stations	1	1	1	1

Source: City of Keizer Public Works Department and Police Department

2018	2017	2016	2015	2014	2013
3	3	3	3	3	3
2	2	2	2	2	2
65.5	65.5	65.5	65.5	65.5	65.5
27	27	27	27	27	27
148	148	148	148	148	148
0.5	0.5	0.5	0.5	0.5	0.5
0.5	0.5	0.5	0.5	0.5	0.5
206	206	206	205	204	204
2	2	2	2	2	2
7	7	7	7	7	7
21	21	21	21	20	20
3	3	3	3	3	3
2.75	2.75	2.75	2.75	2.75	2.75
187.6	173.1	177.2	179.4	165.5	172.5
125	125	107	107	106	106
15	15	16	16	16	16
898	898	898	898	859	859
73	73	80	80	80	80
105	105	105	105	105	105
1	1	1	1	1	1

CITY OF KEIZER, OREGON
BUDGETED CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS - UNAUDITED

<i>Fiscal Year</i>	<i>Planning</i>	<i>General Government</i>	<i>Parks</i>	<i>Public Safety</i>	<i>Public Works</i>	<i>Total</i>
2012-13	4.00	17.00	2.00	45.00	23.00	91.00
2013-14	4.00	18.00	2.00	45.00	24.00	93.00
2014-15	5.00	19.00	2.00	45.00	24.00	95.00
2015-16	5.00	18.00	2.00	46.00	24.00	95.00
2016-17	5.00	18.00	2.00	45.00	23.00	93.00
2017-18	5.00	18.00	4.00	49.50	24.00	100.50
2018-19	5.00	18.00	4.00	49.50	24.00	100.50
2019-20	5.00	18.00	4.00	49.50	25.00	101.50
2020-21	5.00	19.00	4.00	50.00	25.00	103.00
2021-22	4.00	19.00	4.00	50.00	25.00	102.00

Source: City of Keizer Finance Department

COMPLIANCE SECTION



GROVE, MUELLER & SWANK, P.C.

Certified Public Accountants and Consultants

475 Cottage Street NE, Suite 200, Salem, OR 97301
(503) 581-7788 • FAX (503) 581-0152 • www.gms.cpa

INDEPENDENT AUDITOR'S REPORT REQUIRED BY OREGON STATE REGULATIONS

Honorable Mayor and Council Members
City of Keizer
930 Chemawa Road NE
Keizer, Oregon 97303

We have audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the City of Keizer, Oregon (the City) as of and for the year ended June 30, 2022 and have issued our report thereon dated December 16, 2022.

Compliance and Other Matters

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

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

- **Deposit of public funds with financial institutions (ORS Chapter 295).**
- **Indebtedness limitations, restrictions and repayment.**
- **Budgets legally required (ORS Chapter 294).**
- **Insurance and fidelity bonds in force or required by law.**
- **Programs funded from outside sources.**
- **Highway revenues used for public highways, roads, and streets.**
- **Authorized investment of surplus funds (ORS Chapter 294).**
- **Public contracts and purchasing (ORS Chapters 279A, 279B, 279C).**
- **Accountability for collecting or receiving money by elected officials – no money was collected or received by elected officials.**

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


Internal Control Over Financial Reporting

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

Restriction on Use

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

GROVE, MUELLER & SWANK, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

By: 

Ryan T. Pasquarella, Shareholder
December 16, 2022

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