

City of Keizer

Marion County, Oregon

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2023



***CITY OF KEIZER
MARION COUNTY, OREGON
ANNUAL COMPREHENSIVE
FINANCIAL REPORT
Fiscal Year Ended June 30, 2023***

*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
CITY OFFICIALS
JUNE 30, 2023

MAYOR

Cathy Clark

Term Expires

January 2025

CITY COUNCIL

Position 1 – Laura Reid

January 2025

Position 2 – Shaney Starr

January 2025

Position 3 – Kyle Juran

January 2025

Position 4 – Soraida Cross

January 2027

Position 5 – Robert Husseman

January 2027

Position 6 – Dan Kohler

January 2027

City Officials may be contacted at:

Mailing Address
930 Chemawa Road NE
Keizer, Oregon 97303

STAFF

CITY MANAGER
Adam J. Brown

HUMAN RESOURCES DIRECTOR
Machell DePina

CHIEF OF POLICE
Andrew Copeland

PLANNING DIRECTOR
Shane Witham

CITY RECORDER
Melissa Bisset

PUBLIC WORKS DIRECTOR
Bill Lawyer

ASSISTANT CITY MANAGER
Timothy E. Wood

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 22, 2023

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, 2023. 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 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, 2023, there are 102 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 2023, the City's taxable assessed value increased 3.2% 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 3.6% as compared to 5.0% the previous year. The City's economy is supported by jobs in the service, technology/manufacturing, retail and government sectors.

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, 2022. This was the twenty-fourth 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.

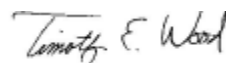
DISTINGUISHED BUDGET PRESENTATION AWARD

The City of Keizer received GFOA's Distinguished Budget Presentation Award for its FY 22-23 annual budget document and the FY 23-24 annual budget has been submitted. This is the ninth 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.

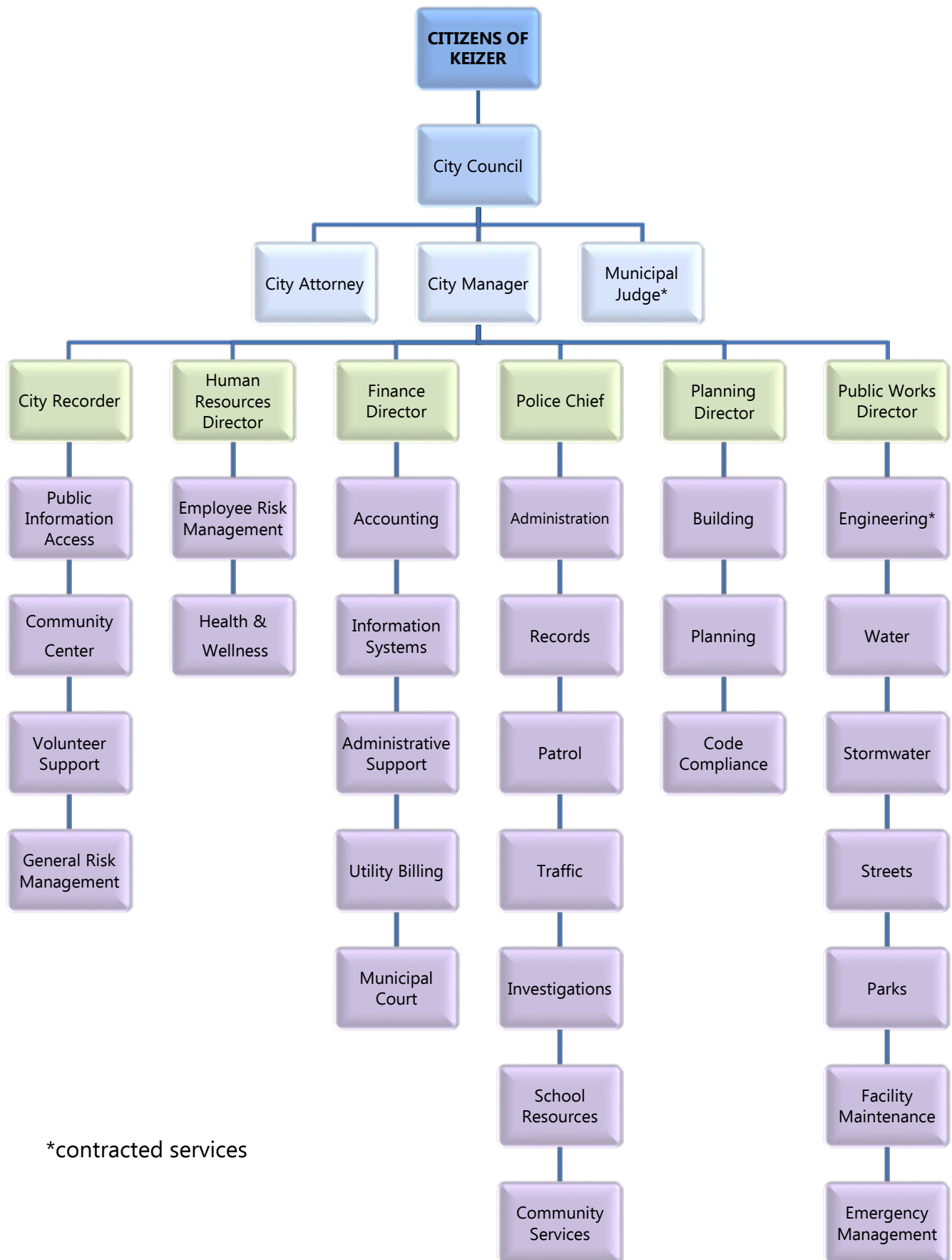
ACKNOWLEDGMENTS

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, 2022

Christopher P. Morill

Executive Director/CEO



GROVE, MUELLER & SWANK

redw
Advisors & CPAs

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Council Members
City of Keizer
Keizer, Oregon

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, 2023, 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, 2023 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), 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 22, 2023, 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
CERTIFIED PUBLIC ACCOUNTANTS*

By: 
Ryan T. Pasquarella, Principal
December 22, 2023

CITY OF KEIZER, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2023

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, 2023. 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 monies.

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	
	2023	2022	2023	2022	2023	2022
Cash and investments	\$ 23,984,611	\$ 19,276,500	\$ 5,042,480	\$ 5,038,561	\$ 29,027,091	\$ 24,315,061
Other assets	9,388,421	10,248,991	2,191,320	1,868,378	11,579,741	12,117,369
Capital assets	58,472,164	58,186,939	11,494,157	10,893,507	69,966,321	69,080,446
Total assets	91,845,196	87,712,430	18,727,957	17,800,446	110,573,153	105,512,876
Total deferred outflows of resources	4,885,162	5,225,422	1,319,192	1,424,158	6,204,354	6,649,580
Total assets and deferred outflows of resources	96,730,358	92,937,852	20,047,149	19,224,604	116,777,507	112,162,456
Other liabilities	12,602,217	9,846,195	4,135,032	3,284,609	16,737,249	13,130,804
Long-term debt	9,986,000	11,215,000	-	-	9,986,000	11,215,000
Total liabilities	22,588,217	21,061,195	4,135,032	3,284,609	26,723,249	24,345,804
Total deferred inflows of resources	4,000,956	6,230,425	1,075,408	1,804,835	5,076,364	8,035,260
Total liabilities and deferred inflows of resources	26,589,173	27,291,620	5,210,440	5,089,444	31,799,613	32,381,064
Net position						
Net investment in capital assets	48,486,164	46,971,939	11,494,157	10,893,507	59,980,321	57,865,446
Restricted	25,630,373	23,115,260	1,478,767	1,645,880	27,109,140	24,761,140
Unrestricted	(3,975,352)	(4,440,967)	1,863,785	1,595,773	(2,111,567)	(2,845,194)
Total net position	\$ 70,141,185	\$ 65,646,232	\$ 14,836,709	\$ 14,135,160	\$ 84,977,894	\$ 79,781,392

Overall the City's financial position increased by \$5.2 million. The majority of the increase is due to receiving \$4.4 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 \$4.5 million from \$65.6 million to \$70.1 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 \$4.7 million as the result of normal fluctuations in when cash is received in addition to receiving \$4.4 million in ARPA funds that are still on hand.
- Other assets decreased by \$0.9 million, as a result the ongoing collection of \$1.0 million in assessments associated with the Keizer Station Local Improvement District offset by \$0.2 million increase in receivable amounts at year end.
- Capital assets increased by \$0.3 million, primarily as a result of
 - \$3.8 million for acquisition of capital assets (primarily street resurfacing projects) offset by
 - \$3.5 million of depreciation expense and asset disposals.
- Deferred outflows of resources decreased by \$0.3 million as the result of a change in the underlying actuarial assumptions associated with the Oregon Public Employee Retirement System.
- Other liabilities increased by \$2.8 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 decreased by \$2.2 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 \$0.7 million from \$14.1 million to \$14.8 million. This increase is the change in net position reflected in the Statement of Net Position, and explained below:

- Cash and investments remained consistent at \$5.0 million for each year.
- Capital assets increased by \$0.6 million as a result of \$1.4 million investment in water and sewer systems and equipment and vehicles offset by \$0.8 million of depreciation expense.
- Deferred outflows of resources decreased by \$0.1 million as the result of a change in the underlying actuarial assumptions associated with the Oregon Public Employee Retirement System.
- Other liabilities increased by \$0.8 million as the result of a decrease in the Net Pension Liability associated with the Oregon Public Employee Retirement System.
- Deferred inflows of resources decreased by \$0.7 million 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	
	2023	2022	2023	2022	2023	2022
Program Revenues						
Fees, fines, and charges for services	\$ 2,307,423	\$ 2,211,573	\$ 12,876,902	\$ 12,104,825	\$ 15,184,325	\$ 14,316,398
Operating grants and contributions	8,102,096	8,884,920	-	-	8,102,096	8,884,920
Capital grants and contributions	654,707	595,188	81,436	74,502	736,143	669,690
Total program revenues	11,064,226	11,691,681	12,958,338	12,179,327	24,022,564	23,871,008
General Revenues						
Taxes and assessments	6,462,799	6,252,444	-	-	6,462,799	6,252,444
Franchise taxes	3,224,123	3,044,911	-	-	3,224,123	3,044,911
Intergovernmental	1,318,658	1,234,553	-	-	1,318,658	1,234,553
Gain on the sale of capital assets	5,100	12,526	74,370	-	79,470	12,526
Miscellaneous	1,110,230	717,344	541,400	321,210	1,651,630	1,038,554
Total general revenues	12,120,910	11,261,778	615,770	321,210	12,736,680	11,582,988
Total Revenues	23,185,136	22,953,459	13,574,108	12,500,537	36,759,244	35,453,996
Expenses						
Programs	18,169,183	17,408,574	13,393,559	12,421,597	31,562,742	29,830,171
Change in net position before transfers	5,015,953	5,544,885	180,549	78,940	5,196,502	5,623,825
Transfers	(521,000)	(528,300)	521,000	528,300	-	-
Change in net position	4,494,953	5,016,585	701,549	607,240	5,196,502	5,623,825
Beginning net position	65,646,232	60,629,647	14,135,160	13,527,920	79,781,392	74,157,567
Ending net position	\$ 70,141,185	\$ 65,646,232	\$ 14,836,709	\$ 14,135,160	\$ 84,977,894	\$ 79,781,392

Governmental Activities

The City's net position from governmental activities increased by \$4.5 million in the current year as compared to an increase of \$5.0 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 decreased by \$0.8 million as the result of the City not receiving \$0.8 million in ARPA funds from the State of Oregon during the current year.
- Capital grants and contributions remained consistent with the prior year.
- 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. Miscellaneous revenue increased \$0.4 million primarily as the result of higher interest rates and higher cash balances on hand.
- 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	2023		2022		Compared to Prior Year	
	Amount	%	Amount	%	Change	%
General government	\$ 2,862,703	15.8%	\$ 2,867,860	16.5%	\$ (5,157)	-0.2%
Community and youth services	45,561	0.3%	41,020	0.2%	4,541	11.1%
Community development	2,281,604	12.6%	2,257,319	13.0%	24,285	1.1%
Parks	984,481	5.4%	942,361	5.4%	42,120	4.5%
Public safety	9,425,192	51.9%	8,779,740	50.9%	645,452	7.4%
Public works	2,036,252	11.2%	1,928,221	11.1%	108,031	5.6%
Interest on long-term debt	533,390	2.9%	592,053	3.4%	(58,663)	-9.9%
Total expenses	\$ 18,169,183	100.0%	\$ 17,408,574	100.0%	\$ 760,609	4.4%

Program expenses increased by \$0.8 million from \$17.4 million in the prior year to \$18.2 million in the current year. The primary reason for the increases is being close to fully staffed in the Police Department.

Business-type Activities

The City's net position from business activities increased by \$0.7 million in the current year as compared to \$0.6 million in the previous year. This change in net position primarily reflects:

- Fees, fines, and charges for services increased by \$0.8 million from \$12.1 million in the prior year to \$12.9 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	2023		2022		Compared to Prior Year	
	Amount	%	Amount	%	Change	%
Water	\$ 3,551,307	26.5%	\$ 3,343,602	26.9%	\$ 207,705	6.2%
Sewer	7,004,670	52.3%	6,605,147	53.2%	399,523	6.0%
Stormwater	2,051,597	15.3%	1,791,322	14.4%	260,275	14.5%
Community center	356,893	2.7%	259,853	2.1%	97,040	37.3%
Street lighting	429,092	3.2%	421,673	3.4%	7,419	1.8%
Total expenses	<u>\$ 13,393,559</u>	<u>100.0%</u>	<u>\$ 12,421,597</u>	<u>100.0%</u>	<u>\$ 971,962</u>	<u>7.8%</u>

Program expenses increased by \$1.0 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. In addition, the Stormwater and Community Center programs were fully staffed during the year as opposed to the prior year which had several unfilled positions.

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	2023		2022		Compared to Prior Year	
	Amount	%	Amount	%	Change	%
General	\$ 4,967,261	21.2%	\$ 4,310,928	22.5%	\$ 656,333	15.2%
ARPA	7,077,777	30.2%	4,820,024	25.1%	2,257,753	100.0%
Streets	2,486,256	10.6%	2,015,183	10.5%	471,073	23.4%
Transportation Improvement	4,047,005	17.3%	3,631,614	27.1%	415,391	11.4%
Keizer Station LID	2,783,196	11.9%	2,697,467	14.1%	85,729	3.2%
Other governmental funds	2,075,149	8.9%	1,704,121	8.9%	371,028	21.8%
Total fund balances	<u>\$ 23,436,644</u>	<u>100.0%</u>	<u>\$ 19,179,337</u>	<u>108.2%</u>	<u>\$ 4,257,307</u>	<u>22.2%</u>

At June 30, 2023, the City's governmental funds reported combined fund balances of \$23.4 million, which is a increase of \$4.3 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 increased by \$0.8 million from \$13.2 million in the prior year to \$14.0 million in the current year. General fund revenue consisted of the following:

	2023		2022		Compared to Prior Year	
	Amount	%	Amount	%	Change	%
Taxes and assessments	\$ 6,459,521	46.1%	\$ 6,246,837	47.4%	\$ 212,684	3.4%
Licenses and permits	4,949,898	35.3%	4,587,951	34.8%	361,947	7.9%
Charges for services	2,501	0.0%	322	0.0%	2,179	100.0%
Intergovernmental	1,787,882	12.8%	1,700,559	12.9%	87,323	5.1%
Fines and forfeitures	317,582	2.3%	401,654	3.0%	(84,072)	-20.9%
Miscellaneous	485,944	3.5%	250,406	1.9%	235,538	94.1%
Total General fund revenue	<u>\$ 14,003,328</u>	<u>100.0%</u>	<u>\$ 13,187,729</u>	<u>100.0%</u>	<u>\$ 815,599</u>	<u>6.2%</u>

General fund expenditures consisted of the following:

	2023		2022		Compared to Prior Year	
	Amount	%	Amount	%	Change	%
General government	\$ 2,351,512	17.7%	\$ 2,600,479	20.3%	\$ (248,967)	-9.6%
Community and youth services	45,561	0.3%	41,020	0.3%	4,541	11.1%
Community development	512,873	3.8%	476,623	3.7%	36,250	7.6%
Parks	1,138,701	8.5%	952,792	7.4%	185,909	19.5%
Public safety	9,273,448	69.6%	8,740,258	68.2%	533,190	6.1%
Total General fund expenditures	<u>\$ 13,322,095</u>	<u>100.0%</u>	<u>\$ 12,811,172</u>	<u>100.0%</u>	<u>\$ 510,923</u>	<u>4.0%</u>

General government costs increased by \$0.5 million primarily as the result of less costs in the general government offset by an increase in Public safety. Public safety expenditures increased as the result of the Police Department 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 2022-23. The funds must be spent by December 31, 2026. The City has expended approximately \$2.2 million during Fiscal Year 2022-23 and \$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 decreased by \$0.1 million from \$3.4 million in the prior year to \$3.3 million in the current year, primarily as the result of a decrease in driving associated with the higher than anticipated gas prices.

Expenditures are restricted to street and bike-path related projects and costs, plus debt service on street-related debt. Expenditures were \$2.3 million in the current year as compared to \$1.9 million in the prior year. The increase is associated with capital projects that were delayed in the prior year due to 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.

The Transportation Improvement fund collected approximately \$0.4 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 \$1.7 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	2023		2022		Compared to Prior Year	
	Amount	%	Amount	%	Change	%
Sewer and Sewer Reserve	\$ 1,956,254	13.2%	\$ 1,971,573	13.9%	\$ (15,319)	-0.8%
Water and Water Facility	8,851,850	59.7%	8,578,007	60.7%	273,843	3.2%
Stormwater	3,061,834	20.6%	2,835,703	20.1%	226,131	8.0%
Other funds	966,771	6.5%	749,877	5.3%	216,894	28.9%
Total net position	<u>\$ 14,836,709</u>	<u>100.0%</u>	<u>\$ 14,135,160</u>	<u>100.0%</u>	<u>\$ 701,549</u>	<u>5.0%</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 \$3.6 million in the prior year to \$3.7 million in the current year. The primary reason for the increase is a 4% rate increase that took effect January 1, 2023.

The Water and Water Facility funds expenses increased to \$3.6 million in the current year as compared to \$3.5 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 \$7.0 million in the current year as compared to \$6.6 million in the prior year. The increase is due to a 5.5% rate increase that took effect January 1, 2023 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 increased by \$0.3 million from \$1.8 million in the prior year to \$2.1 million in the current year. The increase is primarily attributed to additional capital outlay.

Budgetary Highlights

The General fund budget was modified during the year to recognize and appropriate additional resources available as the result of not purchasing police vehicles in the prior year. The additional resources provided for an additional \$55,000 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 Department.

Capital Assets

As of June 30, 2023, the City had invested \$70.0 million in capital assets as reflected in the following table, which represents a net decrease (additions, deductions, and depreciation) of \$0.9 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	
	2023	2022	2023	2022	2023	2022
Land	\$ 14,941,368	\$ 14,941,368	\$ 371,759	\$ 371,759	\$ 15,313,127	\$ 15,313,127
Construction in process	856,656	-	172,624	-	1,029,280	-
Building and improvements	62,043,087	60,309,124	1,065,730	1,065,730	63,108,817	61,374,854
Equipment and vehicles	3,899,490	3,506,848	1,722,796	1,466,658	5,622,286	4,973,506
Infrastructure	39,638,469	38,935,047	28,625,228	27,927,665	68,263,697	66,862,712
Accumulated depreciation	(62,906,906)	(59,505,448)	(20,463,980)	(19,938,305)	(83,370,886)	(79,443,753)
Net capital assets	<u>\$ 58,472,164</u>	<u>\$ 58,186,939</u>	<u>\$ 11,494,157</u>	<u>\$ 10,893,507</u>	<u>\$ 69,966,321</u>	<u>\$ 69,080,446</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, 2023

	Governmental Activities	Business-type Activities	Total
Beginning balance	\$ 58,186,939	\$ 10,893,507	\$ 69,080,446
Additions	3,770,079	1,402,490	5,172,569
Depreciation	(3,484,854)	(801,840)	(4,286,694)
Net capital assets	<u>\$ 58,472,164</u>	<u>\$ 11,494,157</u>	<u>\$ 69,966,321</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, 2023, the City had \$10.0 million in debt (bonds, notes, etc.) outstanding compared to the \$11.2 million last year.

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

	Totals	
	2023	2022
Governmental Activities		
Gas Tax Revenue Loan 2018	\$ 1,291,000	\$ 1,400,000
Keizer Station LID Bonds 2008	8,695,000	9,815,000
Total Governmental Activities	<u>9,986,000</u>	<u>11,215,000</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, 2023

	Governmental Activities	Business-type Activities	Totals
ASSETS			
Cash and investments	\$ 23,984,611	\$ 5,042,480	\$ 29,027,091
Accounts receivable	1,186,407	1,933,973	3,120,380
Property taxes receivable	265,199	-	265,199
Assessment liens receivable, net	7,225,313	-	7,225,313
Prepaid items	298,725	11,964	310,689
Loans receivable	277,018	-	277,018
Inventories	-	200,303	200,303
Nondepreciable capital assets	15,798,024	544,383	16,342,407
Other capital assets, net of depreciation	42,674,140	10,949,774	53,623,914
Other post-employment benefits	135,759	45,080	180,839
<i>Total Assets</i>	91,845,196	18,727,957	110,573,153
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources related to OPEB	110,609	36,727	147,336
Deferred outflows of resources related to pensions	4,774,553	1,282,465	6,057,018
<i>Total Deferred Outflows of Resources</i>	4,885,162	1,319,192	6,204,354
LIABILITIES			
Accounts payable	1,279,740	887,983	2,167,723
Deposits	118,452	236,044	354,496
Accrued interest payable	40,960	-	40,960
Noncurrent liabilities:			
Due within one year:			
Bonds and notes payable	112,000	-	112,000
Accrued compensated absences	234,700	79,975	314,675
Due in more than one year:			
Bonds and notes payable	9,874,000	-	9,874,000
Accrued compensated absences	435,872	153,770	589,642
Other post-employment benefits	750,484	249,196	999,680
Net pension liability	9,742,009	2,528,064	12,270,073
<i>Total Liabilities</i>	22,588,217	4,135,032	26,723,249
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources related to OPEB	470,856	156,344	627,200
Deferred inflows of resources related to pensions	3,530,100	919,064	4,449,164
<i>Total Deferred Inflows of Resources</i>	4,000,956	1,075,408	5,076,364
NET POSITION			
Net investment in capital assets	48,486,164	11,494,157	59,980,321
Restricted for:			
Debt service	11,259,521	234,100	11,493,621
Construction	7,025,698	764,366	7,790,064
Other	7,345,154	480,301	7,825,455
Unrestricted	(3,975,352)	1,863,785	(2,111,567)
<i>Total Net Position</i>	\$ 70,141,185	\$ 14,836,709	\$ 84,977,894

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

CITY OF KEIZER, OREGON
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

		Program Revenues		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
	Expenses			
FUNCTIONS/PROGRAMS				
Governmental Activities:				
General government	\$ 2,862,703	\$ 132,922	\$ 4,410,425	\$ 660
Community and youth services	45,561	-	-	-
Community development	2,281,604	86,012	-	-
Parks	984,481	782,214	3,603	392,381
Public safety	9,425,192	1,244,260	539,573	-
Public works	2,036,252	20,526	3,148,495	261,666
Stadium operations	-	41,489	-	-
Interest on long-term debt	533,390	-	-	-
<i>Total Governmental Activities</i>	18,169,183	2,307,423	8,102,096	654,707
Business-type Activities:				
Water	3,551,307	3,698,216	-	67,113
Sewer	7,004,670	6,953,675	-	14,323
Stormwater	2,051,597	1,640,534	-	-
Community center	356,893	183,471	-	-
Street lighting	429,092	401,006	-	-
<i>Total Business-type Activities</i>	13,393,559	12,876,902	-	81,436
<i>Total Activities</i>	<u>\$ 31,562,742</u>	<u>\$ 15,184,325</u>	<u>\$ 8,102,096</u>	<u>\$ 736,143</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, 2022

Net Position, June 30, 2023

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

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

<i>Governmental Activities</i>	<i>Business-type Activities</i>	<i>Totals</i>
\$ 1,681,304	\$ -	\$ 1,681,304
(45,561)	-	(45,561)
(2,195,592)	-	(2,195,592)
193,717	-	193,717
(7,641,359)	-	(7,641,359)
1,394,435	-	1,394,435
41,489	-	41,489
(533,390)	-	(533,390)
(7,104,957)	-	(7,104,957)
-	214,022	214,022
-	(36,672)	(36,672)
-	(411,063)	(411,063)
-	(173,422)	(173,422)
-	(28,086)	(28,086)
-	(435,221)	(435,221)
(7,104,957)	(435,221)	(7,540,178)
6,304,526	-	6,304,526
158,273	-	158,273
3,224,123	-	3,224,123
1,318,658	-	1,318,658
5,100	74,370	79,470
1,110,230	541,400	1,651,630
12,120,910	615,770	12,736,680
(521,000)	521,000	-
4,494,953	701,549	5,196,502
65,646,232	14,135,160	79,781,392
<u>\$ 70,141,185</u>	<u>\$ 14,836,709</u>	<u>\$ 84,977,894</u>

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

CITY OF KEIZER, OREGON
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2023

		<i>Special Revenue</i>		
	<i>General</i>	<i>ARPA</i>	<i>Street</i>	<i>Transportation Improvement</i>
ASSETS				
Cash and investments	\$ 4,423,392	\$ 7,363,484	\$ 2,514,323	\$ 4,047,005
Accounts receivable	872,896	-	292,450	-
Loans receivable	-	-	-	-
Property taxes receivable	265,199	-	-	-
Assessment liens receivable, net	-	-	2,310	-
Prepaid items	239,043	-	-	-
<i>Total Assets</i>	<u>\$ 5,800,530</u>	<u>\$ 7,363,484</u>	<u>\$ 2,809,083</u>	<u>\$ 4,047,005</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 153,268	\$ 285,707	\$ 320,517	\$ -
Accrued expenses payable	349,438	-	-	-
Deposits	118,452	-	-	-
<i>Total Liabilities</i>	621,158	285,707	320,517	-
Deferred Inflows				
Unavailable revenue	212,111	-	2,310	-
Fund Balances				
Nonspendable	239,043	-	-	-
Restricted for:				
Debt service	-	-	152,200	-
Construction	-	-	2,334,056	4,047,005
Other	-	7,077,777	-	-
Committed for:				
Police	331,793	-	-	-
Parks	513,210	-	-	-
Unassigned	3,883,215	-	-	-
<i>Total Fund Balances</i>	<u>4,967,261</u>	<u>7,077,777</u>	<u>2,486,256</u>	<u>4,047,005</u>
<i>Total Liabilities, Deferred Inflows and Fund Balances</i>	<u>\$ 5,800,530</u>	<u>\$ 7,363,484</u>	<u>\$ 2,809,083</u>	<u>\$ 4,047,005</u>

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

<i>Debt Service</i>	<i>Other</i>	
<i>Keizer</i>	<i>Governmental</i>	
<i>Station LID</i>	<i>Funds</i>	<i>Totals</i>
\$ 2,783,196	\$ 2,069,209	\$ 23,200,609
-	12,096	1,177,442
-	277,018	277,018
-	-	265,199
7,223,003	-	7,225,313
-	-	239,043
<u>\$ 10,006,199</u>	<u>\$ 2,358,323</u>	<u>\$ 32,384,624</u>
\$ -	\$ 6,156	\$ 765,648
-	-	349,438
-	-	118,452
-	6,156	1,233,538
7,223,003	277,018	7,714,442
-	-	239,043
2,783,196	-	2,935,396
-	1,807,772	8,188,833
-	267,377	7,345,154
-	-	331,793
-	-	513,210
-	-	3,883,215
<u>2,783,196</u>	<u>2,075,149</u>	<u>23,436,644</u>
<u>\$ 10,006,199</u>	<u>\$ 2,358,323</u>	<u>\$ 32,384,624</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, 2023**

<i>Fund Balances</i>	\$ 23,436,644
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.	7,714,442
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	(9,742,009)
Deferred outflows	4,774,553
Deferred inflows	(3,530,100)
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	121,379,070
Accumulated depreciation	(62,906,906)
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	(9,986,000)
Accrued interest payable	(40,960)
Accrued compensated absences	(670,572)
OPEB liability	(750,484)
OPEB asset	135,759
OPEB deferred outflows	110,609
OPEB deferred inflows	(470,856)
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>687,995</u>
Net Position of governmental activities	<u>\$ 70,141,185</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, 2023**

	<i>General</i>	<i>Special Revenue</i>		
		<i>ARPA</i>	<i>Street</i>	<i>Transportation Improvement</i>
REVENUES				
Taxes and assessments	\$ 6,459,521	\$ -	\$ 700	\$ -
Licenses and permits	4,949,898	-	20,526	261,666
Charges for services	2,501	-	-	-
Intergovernmental	1,787,882	4,410,425	3,107,245	-
Fines and forfeitures	317,582	-	-	-
Miscellaneous	485,944	-	139,191	123,725
<i>Total Revenues</i>	14,003,328	4,410,425	3,267,662	385,391
EXPENDITURES				
Current operating				
General government	2,290,354	435,737	-	-
Community and youth services	45,561	-	-	-
Community development	512,873	-	-	-
Parks	712,600	-	-	-
Public safety	9,006,740	-	-	-
Public works	-	-	879,685	-
Capital outlay	753,967	1,716,935	1,244,204	-
Debt service				
Principal	-	-	109,000	-
Interest	-	-	42,700	-
<i>Total Expenditures</i>	13,322,095	2,152,672	2,275,589	-
REVENUES OVER (UNDER) EXPENDITURES	681,233	2,257,753	992,073	385,391
OTHER FINANCING SOURCES (USES)				
Proceeds from property sales	5,100	-	-	-
Transfers in	147,000	-	-	30,000
Transfers out	(177,000)	-	(521,000)	-
<i>Total Other Financing Sources (Uses)</i>	(24,900)	-	(521,000)	30,000
NET CHANGE IN FUND BALANCES	656,333	2,257,753	471,073	415,391
FUND BALANCES, Beginning of year	4,310,928	4,820,024	2,015,183	3,631,614
FUND BALANCES, End of year	\$ 4,967,261	\$ 7,077,777	\$ 2,486,256	\$ 4,047,005

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

<i>Debt Service</i>	<i>Other</i>	
<i>Keizer</i>	<i>Governmental</i>	
<i>Station LID</i>	<i>Funds</i>	<i>Totals</i>
\$ 1,090,441	\$ -	\$ 7,550,662
-	440,349	5,672,439
-	-	2,501
-	-	9,305,552
-	-	317,582
611,108	75,030	1,434,998
1,701,549	515,379	24,283,734
-	89,378	2,815,469
-	-	45,561
-	-	512,873
-	-	712,600
-	-	9,006,740
-	-	879,685
-	54,973	3,770,079
1,120,000	-	1,229,000
495,820	-	538,520
1,615,820	144,351	19,510,527
85,729	371,028	4,773,207
-	-	5,100
-	-	177,000
-	-	(698,000)
-	-	(515,900)
85,729	371,028	4,257,307
2,697,467	1,704,121	19,179,337
\$ 2,783,196	\$ 2,075,149	\$ 23,436,644

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, 2023**

<i>Net change in fund balances - total governmental funds</i>	\$ 4,257,307
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.	(1,103,698)
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.	13,249
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	3,770,079
Depreciation	(3,484,854)
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	1,229,000
Accrued interest payable	5,130
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.	(240,132)
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.	48,872
<i>Change in net position of governmental activities</i>	<u>\$ 4,494,953</u>

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

CITY OF KEIZER, OREGON
STATEMENT OF FUND NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2023

	<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	\$ 647,791	\$ 1,677,739	\$ 1,634,631	\$ 1,082,319	\$ 5,042,480	\$ 784,002
Accounts receivable	1,017,273	577,636	222,819	116,245	1,933,973	8,965
Prepaid items	-	11,964	-	-	11,964	59,682
Inventories	-	197,588	2,715	-	200,303	-
<i>Total Current Assets</i>	<u>1,665,064</u>	<u>2,464,927</u>	<u>1,860,165</u>	<u>1,198,564</u>	<u>7,188,720</u>	<u>852,649</u>
Noncurrent Assets						
Nondepreciable capital assets	-	390,982	153,401	-	544,383	-
Other capital assets, net of depreciation	1,014,581	7,792,396	2,117,407	25,390	10,949,774	-
OPEB asset	2,896	23,389	15,204	3,591	45,080	-
<i>Total Noncurrent Assets</i>	<u>1,017,477</u>	<u>8,206,767</u>	<u>2,286,012</u>	<u>28,981</u>	<u>11,539,237</u>	<u>-</u>
<i>Total Assets</i>	<u>2,682,541</u>	<u>10,671,694</u>	<u>4,146,177</u>	<u>1,227,545</u>	<u>18,727,957</u>	<u>852,649</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflows related to OPEB	2,360	19,056	12,387	2,924	36,727	-
Deferred outflows related to pensions	83,047	675,635	426,573	97,210	1,282,465	-
<i>Total Deferred Outflows of Resources</i>	<u>85,407</u>	<u>694,691</u>	<u>438,960</u>	<u>100,134</u>	<u>1,319,192</u>	<u>-</u>
LIABILITIES						
Current Liabilities						
Accounts payable	534,668	161,874	150,903	40,538	887,983	164,654
Deposits	-	207,031	-	29,013	236,044	-
Accrued compensated absences	5,011	48,639	24,592	1,733	79,975	-
<i>Total Current Liabilities</i>	<u>539,679</u>	<u>417,544</u>	<u>175,495</u>	<u>71,284</u>	<u>1,204,002</u>	<u>164,654</u>
Noncurrent Liabilities						
Accrued compensated absences	9,307	90,330	45,670	8,463	153,770	-
Other post-employment benefits	16,007	129,293	84,047	19,849	249,196	-
Net pension liability	154,035	1,293,361	902,999	177,669	2,528,064	-
<i>Total Noncurrent Liabilities</i>	<u>179,349</u>	<u>1,512,984</u>	<u>1,032,716</u>	<u>205,981</u>	<u>2,931,030</u>	<u>-</u>
<i>Total Liabilities</i>	<u>719,028</u>	<u>1,930,528</u>	<u>1,208,211</u>	<u>277,265</u>	<u>4,135,032</u>	<u>164,654</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred inflows related to OPEB	10,043	81,118	52,731	12,452	156,344	-
Deferred inflows related to pensions	82,623	502,889	262,361	71,191	919,064	-
<i>Total Deferred Inflows of Resources</i>	<u>92,666</u>	<u>584,007</u>	<u>315,092</u>	<u>83,643</u>	<u>1,075,408</u>	<u>-</u>
NET POSITION						
Net investment in capital assets	1,014,581	8,183,378	2,270,808	25,390	11,494,157	-
Restricted for:						
Construction	298,970	465,396	-	-	764,366	-
Debt service	-	234,100	-	-	234,100	-
Other	-	-	-	480,301	480,301	-
Unrestricted	642,703	(31,024)	791,026	461,080	1,863,785	687,995
<i>Total Net Position</i>	<u>\$ 1,956,254</u>	<u>\$ 8,851,850</u>	<u>\$ 3,061,834</u>	<u>\$ 966,771</u>	<u>\$ 14,836,709</u>	<u>\$ 687,995</u>

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, 2023

	<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>Administrative Services Fund</i>
				<i>Totals</i>	
OPERATING REVENUES					
Licenses and permits	\$ -	\$ 121,287	\$ 15,251	\$ -	\$ 136,538
Charges for services	6,944,922	3,560,062	1,607,192	572,124	12,684,300
Miscellaneous	8,753	16,867	677	12,353	38,650
<i>Total Operating Revenues</i>	6,953,675	3,698,216	1,640,534	584,477	12,876,902
OPERATING EXPENSES					
Personnel services	6,580	1,362,242	999,103	156,694	2,524,619
Materials and services	6,925,746	1,649,634	878,556	613,164	10,067,100
Depreciation	72,344	539,431	173,938	16,127	801,840
<i>Total Operating Expenses</i>	7,004,670	3,551,307	2,051,597	785,985	13,393,559
OPERATING INCOME (LOSS)	(50,995)	146,909	(411,063)	(201,508)	(516,657)
NONOPERATING REVENUES (EXPENSES)					
Investment revenue	21,353	59,821	41,824	33,212	156,210
Miscellaneous	-	-	-	385,190	385,190
Proceeds from property sales	-	-	74,370	-	74,370
<i>Total Nonoperating Revenues (Expenses)</i>	21,353	59,821	116,194	418,402	615,770
CAPITAL CONTRIBUTIONS	14,323	67,113	-	-	81,436
INCOME (LOSS) BEFORE TRANSFERS	(15,319)	273,843	(294,869)	216,894	180,549
Transfers in	-	-	521,000	-	521,000
CHANGE IN NET POSITION	(15,319)	273,843	226,131	216,894	701,549
NET POSITION, Beginning of year	1,971,573	8,578,007	2,835,703	749,877	14,135,160
NET POSITION, End of year	\$ 1,956,254	\$ 8,851,850	\$ 3,061,834	\$ 966,771	\$ 14,836,709

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, 2023

	<u>Sewer and Sewer Reserve</u>	<u>Water and Water Facility</u>	<u>Stormwater</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$ 6,894,263	\$ 3,511,951	\$ 1,639,175
Cash paid for employee services and benefits	(1,885)	(1,299,063)	(943,152)
Cash paid to suppliers for goods and services	(6,906,930)	(1,687,337)	(848,400)
<i>Net Cash Provided by (Used in) Operating Activities</i>	(14,552)	525,551	(152,377)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Taxes available for operating purposes	-	-	-
Transfers in	-	-	521,000
<i>Net Cash Provided by Non-Capital Financing Activities</i>	-	-	521,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of capital assets	-	(877,888)	(509,166)
Contribution of capital	14,323	67,113	-
Proceeds from property sales	-	-	74,370
<i>Net Cash Provided by (Used in) Capital Related Financing Activities</i>	14,323	(810,775)	(434,796)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investment	21,353	59,821	41,824
<i>Increase (Decrease) in Cash and Investments</i>	21,124	(225,403)	(24,349)
CASH AND INVESTMENTS, Beginning of year	626,667	1,903,142	1,658,980
CASH AND INVESTMENTS, End of year	<u>\$ 647,791</u>	<u>\$ 1,677,739</u>	<u>\$ 1,634,631</u>
RECONCILIATION OF CASH PROVIDED BY OPERATING ACTIVITIES TO OPERATING INCOME (LOSS)			
Operating income (loss)	\$ (50,995)	\$ 146,909	\$ (411,063)
Depreciation	72,344	539,431	173,938
<i>Change in assets and liabilities</i>			
Accounts receivable	(59,412)	(164,032)	(1,359)
Prepaid items	(21,377)	(11,964)	(1,400)
Inventory	-	(50,345)	(976)
Accounts payable	40,193	24,605	32,532
Accrued compensated absences	(604)	2,390	5,904
Net pension liability	5,122	41,370	26,892
Other post-employment benefits	177	19,419	23,155
Deposits payable	-	(22,232)	-
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u>\$ (14,552)</u>	<u>\$ 525,551</u>	<u>\$ (152,377)</u>

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

<i>Other Enterprise Funds</i>	<i>Totals</i>	<i>Governmental Activities Administrative Services Fund</i>
\$ 589,609	\$ 12,634,998	\$ 4,402,799
(142,199)	(2,386,299)	(2,915,236)
(606,133)	(10,048,800)	(1,483,860)
(158,723)	199,899	3,703
373,494	373,494	-
-	521,000	-
373,494	894,494	-
(15,436)	(1,402,490)	-
-	81,436	-
-	74,370	-
(15,436)	(1,246,684)	-
33,212	156,210	-
232,547	3,919	3,703
849,772	5,038,561	780,299
<u>\$ 1,082,319</u>	<u>\$ 5,042,480</u>	<u>\$ 784,002</u>

\$ (201,508)	\$ (516,657)	\$ 48,872
16,127	801,840	-
5,664	(219,139)	(2,229)
(532)	(35,273)	(59,682)
-	(51,321)	-
7,031	104,361	16,742
5,244	12,934	-
6,353	79,737	-
2,898	45,649	-
-	(22,232)	-
<u>\$ (158,723)</u>	<u>\$ 199,899</u>	<u>\$ 3,703</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, 2023

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, 2023

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Special Revenue Funds

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.

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.

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, 2023

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:

Street 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, 2023

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, 2023

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, 2023

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, 2023

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 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, 2023

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, 2023

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, 2023 the carrying value of cash and investments and fair value are approximately equal. Cash and investments are comprised of the following at June 30, 2023:

Cash

Cash on hand	\$ 2,200
Deposits with financial institutions	4,941,345

Investments

Local Government Investment Pool	<u>24,083,546</u>
<i>Total Cash and Investments</i>	<u><u>\$ 29,027,091</u></u>

Deposits

At year end, the book balance of the City's bank deposits (checking and money market accounts) was \$4,941,345 and the bank balance was \$5,218,753. 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, 2023, \$4,968,757 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, 2023, 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, 2023****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	\$ 872,896	\$ 265,199	\$ -	\$ -
Street	292,450	-	2,310	-
Keizer Station LID	-	-	8,020,003	-
Other governmental funds	12,096	-	-	277,018
Sewer	1,017,273	-	-	-
Water	577,636	-	-	-
Stormwater	222,819	-	-	-
Administrative Services	8,965	-	-	-
Other business-type funds	116,245	-	-	-
Allowance for doubtful accounts	-	-	(797,000)	-
	<u>\$ 3,120,380</u>	<u>\$ 265,199</u>	<u>\$ 7,225,313</u>	<u>\$ 277,018</u>

CITY OF KEIZER, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2023

CAPITAL ASSETS

The changes in the capital assets for governmental activities for the year ended June 30, 2023 are as follows:

	Balances July 1, 2022	Additions	Deletions	Balances June 30, 2023
NON-DEPRECIABLE				
Land	\$ 14,941,368	\$ -	\$ -	\$ 14,941,368
Construction work-in-progress	-	856,656		856,656
Total non-depreciable	14,941,368	856,656	-	15,798,024
DEPRECIABLE				
Buildings and improvements	60,309,124	1,733,963	-	62,043,087
Equipment and vehicles	3,506,848	476,038	83,396	3,899,490
Infrastructure	38,935,047	703,422	-	39,638,469
Total depreciable	102,751,019	2,913,423	83,396	105,581,046
ACCUMULATED DEPRECIATION				
Buildings	32,551,345	1,880,832	-	34,432,177
Equipment and vehicles	2,935,777	324,058	83,396	3,176,439
Infrastructure	24,018,326	1,279,964	-	25,298,290
Total accumulated depreciation	59,505,448	3,484,854	83,396	62,906,906
<i>Governmental activities capital assets, net</i>	<u>\$ 58,186,939</u>	<u>\$ 285,225</u>	<u>\$ -</u>	<u>\$ 58,472,164</u>

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

General government	\$ 57,517
Public safety	245,896
Public works	1,148,384
Community development	1,758,657
Parks	274,400
<i>Total depreciation expense for governmental activities</i>	<u>\$ 3,484,854</u>

CITY OF KEIZER, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2023

CAPITAL ASSETS (continued)

The summary of capital assets for the business-type activities for the year ended June 30, 2023 is as follows:

	Balances July 1, 2022	Additions	Deletions	Balances June 30, 2023
NON-DEPRECIABLE				
Land	\$ 371,759	\$ -	\$ -	\$ 371,759
Construction work-in-progress	-	172,624	-	172,624
Total non-depreciable	371,759	172,624	-	544,383
DEPRECIABLE				
Buildings and improvements	1,065,730	-	-	1,065,730
Water and sewer systems	27,927,665	697,563	-	28,625,228
Equipment and vehicles	1,466,658	532,303	276,165	1,722,796
Total depreciable	30,460,053	1,229,866	276,165	31,413,754
ACCUMULATED DEPRECIATION				
Buildings	987,363	18,405	-	1,005,768
Water and sewer systems	17,646,758	593,456	-	18,240,214
Equipment and vehicles	1,304,184	189,979	276,165	1,217,998
Total accumulated depreciation	19,938,305	801,840	276,165	20,463,980
<i>Business-type activities capital assets, net</i>	<u>\$ 10,893,507</u>	<u>\$ 600,650</u>	<u>\$ -</u>	<u>\$ 11,494,157</u>

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

Water	\$ 539,431
Sewer	72,344
Stormwater	173,938
Community center	16,127
Total depreciation expense for business-type activities	<u>\$ 801,840</u>

CITY OF KEIZER, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2023

LONG-TERM OBLIGATIONS

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

	<u>Outstanding July 1, 2022</u>	<u>Issued</u>	<u>Matured/ Redeemed During Year</u>	<u>Outstanding June 30, 2023</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%	\$ 1,400,000	\$ -	\$ (109,000)	\$ 1,291,000	\$ 112,000
General Obligation Bonds					
Keizer Station LID Bonds 2008					
Initial issue \$26,810,000,					
interest only at 5.20%	9,815,000	-	(1,120,000)	8,695,000	-
	<u>\$ 11,215,000</u>	<u>\$ -</u>	<u>\$ (1,229,000)</u>	<u>\$ 9,986,000</u>	<u>\$ 112,000</u>
Accrued compensated absences	<u>\$ 660,103</u>	<u>\$ 885,790</u>	<u>\$ (875,321)</u>	<u>\$ 670,572</u>	<u>\$ 234,700</u>
Business-type Activities					
Accrued compensated absences	<u>\$ 220,811</u>	<u>\$ 226,686</u>	<u>\$ (213,752)</u>	<u>\$ 233,745</u>	<u>\$ 81,811</u>

The City's outstanding note from direct borrowings related to governmental activities of \$1,291,000 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 \$8,695,000 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, 2023

LONG-TERM OBLIGATIONS (Continued)

The future maturities of obligations outstanding as of June 30, 2023:

<i>Fiscal Year Ending June 30,</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2024	\$ 112,000	\$ 491,516	\$ 603,516
2025	116,000	488,100	604,100
2026	119,000	484,562	603,562
2027	123,000	480,932	603,932
2028	127,000	477,181	604,181
2029-2033	9,389,000	1,421,171	10,810,171
	<u>\$ 9,986,000</u>	<u>\$ 3,843,462</u>	<u>\$ 13,829,462</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, 2023

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, 2023

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 \$1,577,036.

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 \$453,162 of the employees' contribution.

CITY OF KEIZER, OREGON**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)****YEAR ENDED JUNE 30, 2023****PENSION PLANS (Continued)*****Pension Assets, Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions***

At June 30, 2023, the City reported a liability of \$12,270,073 for its proportionate share of the OPERS net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2020 rolled forward to June 30, 2022. 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, 2022, the City's proportion was 0.08013% as compared to 0.07541% 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, 2022, and has been included in the net pension asset/liability proportionate shares calculated by OPERS.

For the year ended June 30, 2023, the City recognized pension expense of \$319,866. At June 30, 2023, 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	\$ 595,618	\$ 76,519
Changes in assumptions	1,925,305	17,765
Net difference between projected and actual earnings on pension plan investments	-	2,193,669
Changes in proportionate share	1,963,140	143,877
Difference between employer contributions and employer's proportionate share of system contributions	-	2,017,334
City contributions subsequent to the measurement date	1,572,955	-
Total	<u>\$ 6,057,018</u>	<u>\$ 4,449,164</u>

Deferred outflows of resources related to pensions of \$1,572,955 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, 2024. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended June 30:</u>	
2024	\$ 185,144
2025	(226,591)
2026	(855,501)
2027	989,164
2028	(57,317)
Total	<u>\$ 34,899</u>

CITY OF KEIZER, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS (Continued)
YEAR ENDED JUNE 30, 2023

PENSION PLANS (Continued)

Actuarial Methods and Assumptions

The total pension liability in the December 31, 2020 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 2020 experience study which reviewed experience for the four-year period ending on December 31, 2020.

CITY OF KEIZER, OREGON**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)****YEAR ENDED JUNE 30, 2023****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%	5.85%	17.05%
Private Equity	25.50%	11.35%	7.71%	30.00%
Core Fixed Income	23.75%	2.80%	2.73%	3.85%
Real Estate	12.25%	6.29%	5.66%	12.00%
Master Limited Partnerships	0.75%	7.65%	5.71%	21.30%
Infrastructure	1.50%	7.24%	6.26%	15.00%
Commodities	0.63%	4.68%	3.10%	18.85%
Hedge Fund of Funds - Multistrategy	1.25%	5.42%	5.11%	8.45%
Hedge Fund Equity - Hedge	0.63%	5.85%	5.31%	11.05%
Hedge Fund - Macro	5.62%	5.33%	5.06%	7.90%
US Cash	-2.50%	1.77%	1.76%	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, 2023

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)	\$ 21,760,089	\$ 12,270,073	\$ 4,327,550

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, 2023, amounted to \$19,653. 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 \$530,619 for the year ended June 30, 2023.

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, 2023

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	\$ -	\$ 180,839	\$ 180,839
Deferred Outflows of Resources			
Contributions subsequent to the measurement date	21,437	1,251	22,688
Change of assumptions	93,357	1,416	94,773
Change in proportionate share	-	1,976	1,976
Net difference between projected and actual experience	27,899	-	27,899
Total deferred outflows of resources	142,693	4,643	147,336
Total OPEB Liability	(999,680)	-	(999,680)
Deferred Inflows of Resources			
Differences between expected and actual experience	(305,230)	(4,901)	(310,131)
Change of assumptions	(290,906)	(6,028)	(296,934)
Net difference between projected and actual earnings	-	(13,791)	(13,791)
Changes in proportionate share	-	(6,344)	(6,344)
Total deferred inflows of resources	(596,136)	(31,064)	(627,200)
OPEB Expense (Included in program expenses on Statement of Activities)	47,592	(25,659)	21,933

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, 2022, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries receiving benefits	2
Active employees	95
	<u>97</u>

CITY OF KEIZER, OREGON**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)****YEAR ENDED JUNE 30, 2023****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 \$999,680 was measured as of June 30, 2022, and was determined by an actuarial valuation as of July 1, 2022.

For the fiscal year ended June 30, 2023, the City recognized OPEB expense from this plan of \$47,592. At June 30, 2023, 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	\$ 27,899	\$ 305,230
Changes of assumptions or inputs	93,357	290,906
Benefits payments	21,437	-
Total	<u>\$ 142,693</u>	<u>\$ 596,136</u>

Deferred outflows of resources related to OPEB of \$21,437 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, 2024. 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:	
2024	\$ (57,780)
2025	(57,780)
2026	(57,780)
2027	(52,187)
2028	(54,352)
Thereafter	(195,001)
Total	<u>\$ (474,880)</u>

Actuarial Assumptions and Other Inputs - The total OPEB liability for the June 30, 2022 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 2.40%, projected salary increases of 3.40%, discount rate of 3.54% (change from 2.16% in the previous measurement period), medical and vision varies between 3.75% and 6.75%, dental at 1.75% 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, 2023

OTHER POST EMPLOYMENT BENEFITS (Continued)

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance as of June 30, 2022	\$ 1,388,157
Changes for the year:	
Service cost	95,113
Interest on Total OPEB Liability	31,696
Effect of economic/demographic gains or losses	(188,387)
Effect of assumptions changes or inputs	(294,963)
Benefit payments	(31,936)
Balance as of June 30, 2023	<u>\$ 999,680</u>

Changes in assumptions is the result of the change in the discount rate from 2.16% to 3.54%.

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 (2.54 percent) or 1-percentage-point higher (4.54 percent) than the current discount rate. A similar sensitivity analysis is then presented for changes in the healthcare trend assumption.

Discount Rate:

	1% Decrease (2.54%)	Current Discount Rate (3.54%)	1% Increase (4.54%)
Total OPEB Liability	\$ 1,088,889	\$ 999,680	\$ 917,524

Healthcare Cost Trend:

	1% Decrease (2.75% to 5.75%)	Current Healthcare Trend Rate (3.75% to 6.75%)	1% Increase (4.75 to 7.75%)
Total OPEB Liability	\$ 887,425	\$ 999,680	\$ 1,131,431

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, 2023

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, 2020 actuarial valuation. The rates based on a percentage of payroll, first became effective July 1, 2023. The City's contribution rates for the period were 0.04% for Tier One/Tier Two members, and 0.00% for OPSRP members. The City's total for the year ended June 30, 2023 contributions was \$1,251.

OPEB Assets, Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - At June 30, 2023, the City reported an asset of \$180,839 for its proportionate share of the OPERS net OPEB asset. The net OPEB asset was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2020 rolled forward to June 30, 2022. 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, 2022, the City's proportionate share was 0.0509%, which is an increase from its proportion of 0.0522% as of June 30, 2021.

For the year ended June 30, 2023, the City recognized OPEB expense from this plan of (\$25,659). At June 30, 2023, 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	\$ -	\$ 4,901
Change of assumptions	1,416	6,028
Net difference between projected and actual earnings	-	13,791
Changes in proportionate share	1,976	6,344
Contributions subsequent to the measurement date	1,251	-
Total	<u>\$ 4,643</u>	<u>\$ 31,064</u>

CITY OF KEIZER, OREGON**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)****YEAR ENDED JUNE 30, 2023**

OTHER POST EMPLOYMENT BENEFITS (Continued)

Deferred outflows of resources related to OPEB of \$1,251 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, 2024. 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:		
2024	\$	(15,649)
2025		(7,737)
2026		(8,703)
2027		4,417
Total	\$	<u>(27,672)</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)	\$ (162,986)	\$ (180,839)	\$ (196,142)

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, 2023**

INTERFUND TRANSFERS

<i><u>Fund</u></i>	<i><u>Transfer In</u></i>	<i><u>Transfer Out</u></i>
General	\$ 147,000	\$ 177,000
Street	-	521,000
Transportation Improvement	30,000	-
Stormwater	521,000	-
	<u>\$ 698,000</u>	<u>\$ 698,000</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

In November 2023 the City of Keizer received a staff determination letter from PERS regarding whether the employer contribution to the 457 deferred compensation plan should be considered subject salary for purposes of calculating PERS retirement contributions and benefits. The staff determination letter indicated that for Tier One and Tier Two members the employer contribution should be included as subject salary however for Tier Three (OPSRP) members it may be reported as non-subject salary.

The City will be working with accounting and actuarial professional to identify the financial impact of complying with the legal obligations to current and former employees.

CITY OF KEIZER, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2023

NEW ACCOUNTING PRONOUNCEMENTS AND ACCOUNTING STANDARDS

During the fiscal year ended June 30, 2023, the City implemented the following GASB pronouncements:

GASB Statement No. 94, Public-Private and Public-Public Partnership and Availability Payment Arrangements. This Statement was issued March 2020 to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). It also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). Under this Statement, a transferor is required to recognize the receivables for installment payments to be submitted by the operator and a deferred inflow of resources, while an operator is required to recognize a liability for installment payments to be submitted and a deferred outflow of resources, which taken together enhance the relevance and consistency of information about governments' outsourcing of functions to external operators. The City did not have any agreements covered by GASB Statement No. 94 in the fiscal year.

GASB Statement No. 96, "Subscription-Based Information Technology Arrangements (SBITAs)." This statement was issued in May 2020 to better meet the information needs of financial statement users by establishing a definition for SBITAs and prescribe accounting and financial reporting by governments. The implementation of GASB Statement No. 96 did not have material impact in the fiscal year.

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. 99, Omnibus 2022. This statement was issued April 2022 and enhances comparability in accounting and financial reporting to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements and accounting and financial reporting for financial guarantees. This Statement addresses a variety of topics including issues related to leases implementation, derivative instruments, nonmonetary transactions, public-private and public-public partnerships and availability payment arrangements, subscription-based information technology arrangements, LIBOR, SNAP and other terminology updates. GASB Statement No. 99 will be effective for the City for the fiscal year ending June 30, 2024.

GASB Statement No. 100, Accounting Changes and Error Corrections. This statement is an amendment of GASB Statement No. 62, and was issued June 2022 to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. This Statement also addresses corrections of errors in previously issued financial statements. GASB Statement No. 100 will be effective for the City for the fiscal year ending June 30, 2024.

GASB Statement No. 101, Compensated Absences. This statement was issued June 2022 to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. GASB Statement No. 101 will be effective for the City for the fiscal year ending June 30, 2025.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF KEIZER, OREGON**SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)****OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM****LAST TEN 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
2023	0.0801%	\$ 12,270,091	\$ 7,743,098	158.5%	84.5%
2022	0.7540%	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.

CITY OF KEIZER, OREGON
SCHEDULE OF THE CITY'S CONTRIBUTIONS
OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN 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
2023	\$ 3,229,540	\$ 3,229,540	\$ -	\$ 7,743,098	41.71%
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.

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

	Fiscal year Ending June 30,					
	2023	2022	2021	2020	2019	2018
Service cost	\$ 95,113	\$ 92,273	\$ 75,680	\$ 67,100	\$ 53,289	\$ 60,950
Interest on total OPEB liability	31,696	30,139	48,233	48,250	38,835	31,517
Effect of economic/demographic gains or losses	(188,387)	-	(204,398)	-	58,894	-
Effect of assumption change or inputs	(294,962)	5,770	77,540	41,524	27,737	(74,277)
Benefit payments	(31,936)	(22,900)	(32,906)	(35,329)	(25,913)	(37,228)
Net change in total OPEB liability	(388,476)	105,282	(35,851)	121,545	152,842	(19,038)
Net OPEB liability, beginning	1,388,156	1,282,874	1,318,725	1,197,180	1,044,338	1,063,376
Net OPEB liability, ending	<u>\$ 999,680</u>	<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	\$ 7,743,098	\$ 7,185,342	\$ 7,559,737	\$ 7,498,978	\$ 7,450,379	\$ 7,263,146
Total OPEB liability as a % of covered employee payroll	13%	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 THE CITY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET)
OREGON PUBLIC EMPLOYEES RETIREMENT SYSTEM RETIREE HEALTH INSURANCE ACCOUNT
LAST SEVEN FISCAL YEARS**

	2023	2022	2021	2020	2019	2018	2017
City's proportion of the net OPEB liability (asset)	0.0509%	0.0522%	0.0396%	0.0686%	0.0655%	0.0641%	0.0706%
City's proportionate share of the net OPEB liability (asset)	\$ (180,838)	\$ (179,219)	\$ (80,739)	\$ (132,649)	\$ (73,109)	\$ (26,764)	\$ 19,168
City's covered payroll	7,743,098	7,559,737	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	-2.34%	-2.37%	-1.08%	-1.78%	-1.06%	-0.42%	0.32%
Plan fiduciary net position as a percentage of the total pension liability	169.7%	183.9%	150.1%	144.4%	124.0%	108.9%	94.2%

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually required contributions	\$ 1,251	\$ 2,801	\$ 3,916	\$ 34,059	\$ 34,023	\$ 31,928	\$ 31,473
Contributions in relation to the contractually required contribution	<u>(1,251)</u>	<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>	<u>\$ -</u>
City's covered payroll	\$7,743,098	\$7,559,737	\$7,498,978	\$7,450,379	\$6,865,083	\$6,419,498	\$6,014,572
Contributions as a percentage of covered payroll	-0.02%	-0.04%	-0.05%	-0.46%	-0.50%	-0.50%	-0.52%

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, 2023

	Budgetary Funds			Total General Operating Fund
	General Fund	Police Services	Park Services	
ASSETS				
Cash and investments	\$ 3,661,252	\$ 241,527	\$ 520,613	\$ 4,423,392
Accounts receivable	720,750	90,266	61,880	872,896
Property taxes receivable	265,199	-	-	265,199
Prepaid items	239,043	-	-	239,043
<i>Total Assets</i>	<u>\$ 4,886,244</u>	<u>\$ 331,793</u>	<u>\$ 582,493</u>	<u>\$ 5,800,530</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 83,985	\$ -	\$ 69,283	\$ 153,268
Accrued expenses payable	349,438	-	-	349,438
Deposits	118,452	-	-	118,452
<i>Total Liabilities</i>	551,875	-	69,283	621,158
Deferred Inflows				
Unavailable revenue	212,111	-	-	212,111
Fund Balances				
Nonspendable	239,043	-	-	239,043
Committed	-	331,793	513,210	845,003
Assigned	-	-	-	-
Unassigned	3,883,215	-	-	3,883,215
<i>Total Fund Balances</i>	<u>4,122,258</u>	<u>331,793</u>	<u>513,210</u>	<u>4,967,261</u>
<i>Total Liabilities, Deferred Inflows and Fund Balances</i>	<u>\$ 4,886,244</u>	<u>\$ 331,793</u>	<u>\$ 582,493</u>	<u>\$ 5,800,530</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, 2023**

	Budgetary Funds			Eliminate Interfund Activity	Total General Operating Fund
	General Fund	Police Services	Park Services		
REVENUES					
Taxes and assessments	\$ 6,459,521	\$ -	\$ -	\$ -	\$ 6,459,521
Licenses and permits	3,328,429	926,437	695,032	-	4,949,898
Charges for services	2,501	-	-	-	2,501
Intergovernmental	1,787,882	-	-	-	1,787,882
Fines and forfeitures	317,582	-	-	-	317,582
Miscellaneous	353,908	-	132,036	-	485,944
<i>Total Revenues</i>	12,249,823	926,437	827,068	-	14,003,328
EXPENDITURES					
Administration	2,351,512	-	-	-	2,351,512
Community and youth services	45,561	-	-	-	45,561
Parks	-	-	1,138,701	-	1,138,701
Community development	512,873	-	-	-	512,873
Police	9,066,595	-	-	-	9,066,595
Municipal court	206,853	-	-	-	206,853
<i>Total Expenditures</i>	12,183,394	-	1,138,701	-	13,322,095
REVENUES OVER (UNDER) EXPENDITURES	66,429	926,437	(311,633)	-	681,233
OTHER FINANCING SOURCES (USES)					
Proceeds from property sales	5,100	-	-	-	5,100
Transfers in	840,000	-	360,800	(1,053,800)	147,000
Transfers out	(390,800)	(840,000)	-	1,053,800	(177,000)
<i>Total Other Financing Sources (Uses)</i>	454,300	(840,000)	360,800	-	(24,900)
NET CHANGE IN FUND BALANCE	520,729	86,437	49,167	-	656,333
FUND BALANCE, Beginning of year	3,601,529	245,356	464,043	-	4,310,928
FUND BALANCE, End of year	\$ 4,122,258	\$ 331,793	\$ 513,210	\$ -	\$ 4,967,261

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts			
	Original	Final	Actual	Variance
REVENUES				
Taxes and assessments	\$ 6,335,000	\$ 6,335,000	\$ 6,459,521	\$ 124,521
Licenses and permits	3,013,000	3,013,000	3,328,429	315,429
Charges for services	2,000	2,000	2,501	501
Intergovernmental	1,674,000	1,674,000	1,787,882	113,882
Fines and forfeitures	318,000	318,000	317,582	(418)
Miscellaneous	82,800	82,800	359,008	276,208
Total Revenues	11,424,800	11,424,800	12,254,923	830,123
EXPENDITURES				
General services	2,567,800	2,567,800	2,397,073	170,727
Planning	591,300	591,300	512,873	78,427
Police	9,354,800	9,409,800	9,066,595	343,205
Municipal court	230,300	230,300	206,853	23,447
Contingency	150,000	150,000	-	150,000
Total Expenditures	12,894,200	12,949,200	12,183,394	765,806
REVENUES OVER (UNDER) EXPENDITURES				
	(1,469,400)	(1,524,400)	71,529	1,595,929
OTHER FINANCING SOURCES (USES)				
Transfers in	840,000	840,000	840,000	-
Transfers out	(390,800)	(390,800)	(390,800)	-
Total Other Financing Sources (Uses)	449,200	449,200	449,200	-
NET CHANGE IN FUND BALANCE	(1,020,200)	(1,075,200)	520,729	1,595,929
FUND BALANCE, Beginning of year	3,270,300	3,325,300	3,601,529	276,229
FUND BALANCE, End of year	\$ 2,250,100	\$ 2,250,100	\$ 4,122,258	\$ 1,872,158

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – POLICE SERVICES FUND
YEAR ENDED JUNE 30, 2023**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
<i>REVENUES</i>				
License and fees	\$ 920,100	\$ 920,100	\$ 926,437	\$ 6,337
<i>EXPENDITURES</i>				
Police Services				
Contingency	324,800	324,800	-	324,800
<i>REVENUES OVER (UNDER)</i>				
<i>EXPENDITURES</i>	595,300	595,300	926,437	331,137
<i>OTHER FINANCING SOURCES (USES)</i>				
Transfers out	(840,000)	(840,000)	(840,000)	-
<i>NET CHANGE IN FUND BALANCES</i>	(244,700)	(244,700)	86,437	331,137
<i>FUND BALANCE, Beginning of year</i>	244,700	244,700	245,356	656
<i>FUND BALANCE, End of year</i>	\$ -	\$ -	\$ 331,793	\$ 331,793

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -****BUDGET AND ACTUAL – PARK SERVICES FUND****YEAR ENDED JUNE 30, 2023**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
License and fees	\$ 689,000	\$ 689,000	\$ 695,032	\$ 6,032
Intergovernmental	4,700	4,700	-	(4,700)
Miscellaneous	84,000	84,000	132,036	48,036
<i>Total Revenues</i>	777,700	777,700	827,068	49,368
EXPENDITURES				
Park Services				
Personnel services	447,400	447,400	425,378	22,022
Materials and services	300,400	300,400	287,222	13,178
Capital outlay	511,800	691,800	426,101	265,699
Contingency	100,000	100,000	-	100,000
<i>Total Expenditures</i>	1,359,600	1,539,600	1,138,701	400,899
REVENUES OVER (UNDER)				
EXPENDITURES	(581,900)	(761,900)	(311,633)	(259,667)
OTHER FINANCING SOURCES (USES)				
Transfers in	360,800	360,800	360,800	-
NET CHANGE IN FUND BALANCE	(221,100)	(401,100)	49,167	450,267
FUND BALANCE, Beginning of year	401,200	581,200	464,043	(117,157)
FUND BALANCE, End of year	\$ 180,100	\$ 180,100	\$ 513,210	\$ 333,110

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, 2023**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Intergovernmental	\$ 4,410,400	\$ 4,410,400	\$ 4,410,425	\$ 25
EXPENDITURES				
ARPA				
Personnel services	700,000	1,095,000	170,420	924,580
Materials and services	694,700	694,700	280,316	414,384
Capital outlay	3,096,000	3,096,000	1,701,936	1,394,064
Contingency	4,380,100	3,985,100	-	3,985,100
<i>Total Expenditures</i>	<u>8,870,800</u>	<u>8,870,800</u>	<u>2,152,672</u>	<u>6,718,128</u>
CHANGE IN FUND BALANCE	(4,460,400)	(4,460,400)	2,257,753	6,718,153
FUND BALANCE, Beginning of year	<u>4,460,400</u>	<u>4,460,400</u>	<u>4,820,024</u>	<u>359,624</u>
FUND BALANCE, End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,077,777</u>	<u>\$ 7,077,777</u>

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - STREET FUND
YEAR ENDED JUNE 30, 2023**

	<i>Budgeted Amounts</i>			
	<i>Original</i>	<i>Final</i>	<i>Actual</i>	<i>Variance</i>
REVENUES				
Licenses and permits	\$ 14,100	\$ 14,100	\$ 20,526	\$ 6,426
Intergovernmental	2,900,000	2,900,000	3,107,245	207,245
Taxes and assessments	-	-	700	700
Miscellaneous	5,500	5,500	139,191	133,691
<i>Total Revenues</i>	2,919,600	2,919,600	3,267,662	348,062
EXPENDITURES				
Streets				
Personnel services	153,300	153,300	143,815	9,485
Materials and services	895,600	895,600	732,759	162,841
Capital outlay	2,118,600	2,568,600	1,247,315	1,321,285
Debt service				
Principal	109,000	109,000	109,000	-
Interest	42,700	42,700	42,700	-
Contingency	56,100	56,100	-	56,100
<i>Total Expenditures</i>	3,375,300	3,825,300	2,275,589	1,549,711
REVENUES OVER (UNDER)				
EXPENDITURES	(455,700)	(905,700)	992,073	1,897,773
OTHER FINANCING SOURCES (USES)				
Transfers out	(521,000)	(521,000)	(521,000)	-
NET CHANGE IN FUND BALANCE	(976,700)	(1,426,700)	471,073	1,897,773
FUND BALANCE, Beginning of year	1,485,900	1,935,900	2,015,183	79,283
FUND BALANCE, End of year	\$ 509,200	\$ 509,200	\$ 2,486,256	\$ 1,977,056

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – TRANSPORTATION IMPROVEMENT FUND
YEAR ENDED JUNE 30, 2023**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Licenses and permits	\$ 29,000	\$ 29,000	\$ 261,666	\$ 232,666
Miscellaneous	15,000	15,000	123,725	108,725
<i>Total Revenues</i>	44,000	44,000	385,391	341,391
EXPENDITURES				
Transportation Improvement				
Capital outlay	3,459,500	3,459,500	-	3,459,500
REVENUES OVER (UNDER)				
EXPENDITURES	(3,415,500)	(3,415,500)	385,391	3,800,891
OTHER FINANCING SOURCES (USES)				
Transfers in	30,000	30,000	30,000	-
NET CHANGE IN FUND BALANCES	(3,385,500)	(3,385,500)	415,391	3,800,891
FUND BALANCE, Beginning of year	3,564,400	3,564,400	3,631,614	67,214
FUND BALANCE, End of year	\$ 178,900	\$ 178,900	\$ 4,047,005	\$ 3,868,105

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, 2023**

	<i>Budgeted Amounts</i>			
	<i>Original</i>	<i>Final</i>	<i>Actual</i>	<i>Variance</i>
REVENUES				
Taxes and assessments	\$ 1,090,400	\$ 1,090,400	\$ 1,090,441	\$ 41
Miscellaneous	519,400	519,400	611,108	91,708
<i>Total Revenues</i>	1,609,800	1,609,800	1,701,549	91,749
EXPENDITURES				
Keizer Station LID				
Debt service				
Principal	1,120,000	1,120,000	1,120,000	-
Interest	496,100	496,100	495,820	280
<i>Total Expenditures</i>	1,616,100	1,616,100	1,615,820	280
CHANGE IN FUND BALANCE	(6,300)	(6,300)	85,729	92,029
FUND BALANCE, Beginning of year	2,692,000	2,692,000	2,697,467	5,467
FUND BALANCE, End of year	\$ 2,685,700	\$ 2,685,700	\$ 2,783,196	\$ 97,496

CITY OF KEIZER, OREGON
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

			<i><u>Special Revenue</u></i>
	<i><u>Keizer Youth Peer Court</u></i>	<i><u>Public Education Government</u></i>	<i><u>Park Improvement</u></i>
ASSETS			
Cash and investments	\$ 12,315	\$ 249,122	\$ 1,645,355
Accounts receivable	-	12,096	-
Loans receivable	-	-	-
<i>Total Assets</i>	<i><u>\$ 12,315</u></i>	<i><u>\$ 261,218</u></i>	<i><u>\$ 1,645,355</u></i>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES			
Liabilities			
Accounts payable	\$ -	\$ 6,156	\$ -
Deferred inflows			
Unavailable revenue	-	-	-
Fund Balances			
Restricted			
Construction	-	-	1,645,355
Other	12,315	255,062	-
<i>Total Fund Balance</i>	<i><u>12,315</u></i>	<i><u>255,062</u></i>	<i><u>1,645,355</u></i>
<i>Total Liabilities, Deferred Inflows and Fund Balances</i>	<i><u>\$ 12,315</u></i>	<i><u>\$ 261,218</u></i>	<i><u>\$ 1,645,355</u></i>

<i>Housing Services</i>	<i>Energy Efficiency Revolving Loan</i>	<i>Totals</i>
\$ 135,768	\$ 26,649	\$ 2,069,209
-	-	12,096
205,648	71,370	277,018
<u>\$ 341,416</u>	<u>\$ 98,019</u>	<u>\$ 2,358,323</u>
\$ -	\$ -	\$ 6,156
205,648	71,370	277,018
135,768	26,649	1,807,772
-	-	267,377
<u>135,768</u>	<u>26,649</u>	<u>2,075,149</u>
<u>\$ 341,416</u>	<u>\$ 98,019</u>	<u>\$ 2,358,323</u>

CITY OF KEIZER, OREGON**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023**

	<i>Special Revenue</i>		
	<i>Keizer Youth Peer Court</i>	<i>Public Education Government</i>	<i>Park Improvement</i>
REVENUES			
Licenses and permits	\$ -	\$ 50,739	\$ 389,610
Miscellaneous	543	8,623	49,758
<i>Total Revenues</i>	543	59,362	439,368
EXPENDITURES			
Current operating			
General government	-	89,378	-
Capital outlay	-	31,356	23,617
<i>Total Expenditures</i>	-	120,734	23,617
REVENUES OVER (UNDER) EXPENDITURES	543	(61,372)	415,751
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
NET CHANGE IN FUND BALANCES	543	(61,372)	415,751
FUND BALANCES, Beginning of year	11,772	316,434	1,229,604
FUND BALANCES, End of year	\$ 12,315	\$ 255,062	\$ 1,645,355

<i>Housing Services</i>	<i>Energy Efficiency Revolving Loan</i>	<i>Totals</i>
\$ -	\$ -	\$ 440,349
11,353	4,753	75,030
11,353	4,753	515,379
-	-	89,378
-	-	54,973
-	-	144,351
11,353	4,753	371,028
-	-	-
11,353	4,753	371,028
124,415	21,896	1,704,121
\$ 135,768	\$ 26,649	\$ 2,075,149

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, 2023**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Miscellaneous	\$ 100	\$ 100	\$ 543	\$ 443
FUND BALANCE, Beginning of year	11,800	11,800	11,772	(28)
FUND BALANCE, End of year	<u>\$ 11,900</u>	<u>\$ 11,900</u>	<u>\$ 12,315</u>	<u>\$ 415</u>

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - PUBLIC EDUCATION GOVERNMENT FUND
YEAR ENDED JUNE 30, 2023**

	<i>Budgeted Amounts</i>			
	<i>Original</i>	<i>Final</i>	<i>Actual</i>	<i>Variance</i>
REVENUES				
Licenses and permits	\$ 68,400	\$ 68,400	\$ 50,739	\$ (17,661)
Miscellaneous	1,500	1,500	8,623	7,123
<i>Total Revenues</i>	69,900	69,900	59,362	(10,538)
EXPENDITURES				
Public Education Government				
Materials and services	120,200	120,200	89,378	30,822
Capital outlay	50,000	50,000	31,356	18,644
Contingency	100,000	100,000	-	100,000
<i>Total Expenditures</i>	270,200	270,200	120,734	149,466
CHANGE IN FUND BALANCE	(200,300)	(200,300)	(61,372)	138,928
FUND BALANCE, Beginning of year	269,900	269,900	316,434	46,534
FUND BALANCE, End of year	\$ 69,600	\$ 69,600	\$ 255,062	\$ 185,462

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – PARK IMPROVEMENT FUND
YEAR ENDED JUNE 30, 2023**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Licenses and permits	\$ 40,000	\$ 40,000	\$ 389,610	\$ 349,610
Miscellaneous	4,000	4,000	49,758	45,758
<i>Total Revenues</i>	44,000	44,000	439,368	395,368
EXPENDITURES				
Park Improvement				
Capital outlay	775,000	775,000	23,617	751,383
CHANGE IN FUND BALANCE	(731,000)	(731,000)	415,751	1,146,751
FUND BALANCE, Beginning of year	1,176,500	1,176,500	1,229,604	53,104
FUND BALANCE, End of year	\$ 445,500	\$ 445,500	\$ 1,645,355	\$ 1,199,855

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - HOUSING SERVICES FUND
YEAR ENDED JUNE 30, 2023**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Miscellaneous	\$ 30,000	\$ 30,000	\$ 11,353	\$ (18,647)
EXPENDITURES				
Housing Services				
Materials and services	154,400	154,400	-	154,400
CHANGE IN FUND BALANCE	(124,400)	(124,400)	11,353	135,753
FUND BALANCE, Beginning of year	124,400	124,400	124,415	15
FUND BALANCE, End of year	\$ -	\$ -	\$ 135,768	\$ 135,768

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, 2023**

	<i>Budgeted Amounts</i>		<i>Actual</i>	<i>Variance</i>
	<i>Original</i>	<i>Final</i>		
REVENUES				
Miscellaneous	\$ 15,000	\$ 15,000	\$ 4,753	\$ (10,247)
EXPENDITURES				
Energy Efficiency Revolving Loan				
Materials and services	36,900	36,900	-	36,900
CHANGE IN FUND BALANCE	(21,900)	(21,900)	4,753	26,653
FUND BALANCE, Beginning of year	21,900	21,900	21,896	(4)
FUND BALANCE, End of year	\$ -	\$ -	\$ 26,649	\$ 26,649

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – ADMINISTRATIVE SERVICES FUND
YEAR ENDED JUNE 30, 2023**

	<i>Budgeted Amounts</i>			
	<i>Original</i>	<i>Final</i>	<i>Actual</i>	<i>Variance</i>
REVENUES				
Charges for services	\$ 4,714,600	\$ 4,714,600	\$ 4,339,966	\$ (374,634)
Miscellaneous	-	-	65,062	65,062
<i>Total Revenues</i>	4,714,600	4,714,600	4,405,028	(309,572)
EXPENDITURES				
Administrative services - general	365,700	365,700	347,536	18,164
City manager	294,700	294,700	275,616	19,084
City attorney	367,500	367,500	349,678	17,822
City recorder	300,800	300,800	297,027	3,773
Human resources	403,500	403,500	390,590	12,910
Finance - non-departmental	528,700	528,700	486,316	42,384
Finance - information systems	711,800	711,800	687,011	24,789
Finance - utility billing	480,800	480,800	468,657	12,143
Public works - non-departmental	664,400	664,400	621,737	42,663
Public works - facility maintenance	483,800	483,800	431,988	51,812
Contingency	407,600	407,600	-	407,600
<i>Total Expenditures</i>	5,009,300	5,009,300	4,356,156	653,144
CHANGE IN FUND BALANCE	(294,700)	(294,700)	48,872	343,572
FUND BALANCE, Beginning of year	294,700	294,700	639,123	344,423
FUND BALANCE, End of year	\$ -	\$ -	\$ 687,995	\$ 687,995

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – SEWER AND SEWER RESERVE COMBINED****YEAR ENDED JUNE 30, 2023**

	Budgetary Funds		Total Sewer and
	Sewer	Sewer Reserve	Sewer Reserve
REVENUES			
Charges for services	\$ 6,923,545	\$ -	\$ 6,923,545
Miscellaneous	20,765	9,341	30,106
<i>Total Revenues</i>	6,944,310	23,664	6,967,974
EXPENDITURES			
Personnel services	1,885	-	1,885
Materials and services	6,925,746	-	6,925,746
<i>Total Expenditures</i>	6,927,631	-	6,927,631
CHANGE IN FUND BALANCE	16,679	23,664	40,343
FUND BALANCE, Beginning of year	481,794	275,306	757,100
FUND BALANCE, End of year	<u>\$ 498,473</u>	<u>\$ 298,970</u>	797,443
RECONCILIATION TO NET POSITION - GAAP BASIS			
Accrued receivables			332,953
OPEB Asset			2,896
Capital assets, net			1,014,581
Deferred outflows related to pensions			83,047
Deferred outflows related to OPEB			2,360
Accrued compensated absences			(14,318)
Deferred inflows related to pensions			(82,623)
Deferred inflows related to OPEB			(10,043)
Net pension liability			(154,035)
OPEB Liability			(16,007)
NET POSITION			<u>\$ 1,956,254</u>

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -****BUDGET AND ACTUAL - SEWER FUND****YEAR ENDED JUNE 30, 2023**

	<i>Budgeted Amounts</i>		<i>Budget</i>	
	<i>Original</i>	<i>Final</i>	<i>Basis</i>	<i>Variance</i>
REVENUES				
Charges for services	\$ 6,805,000	\$ 6,955,000	\$ 6,923,545	\$ (31,455)
Miscellaneous	1,000	1,000	20,765	19,765
<i>Total Revenues</i>	6,806,000	6,956,000	6,944,310	(11,690)
EXPENDITURES				
Sewer				
Personnel services	2,400	2,400	1,885	515
Materials and services	6,832,300	6,982,300	6,925,746	56,554
Contingency	40,000	40,000	-	40,000
<i>Total Expenditures</i>	6,874,700	7,024,700	6,927,631	97,069
CHANGE IN FUND BALANCE	(68,700)	(68,700)	16,679	85,379
FUND BALANCE, Beginning of year	470,400	470,400	481,794	11,394
FUND BALANCE, End of year	\$ 401,700	\$ 401,700	\$ 498,473	\$ 96,773

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - SEWER RESERVE FUND
YEAR ENDED JUNE 30, 2023**

	<i>Budgeted Amounts</i>		<i>Budget</i>	
	<i>Original</i>	<i>Final</i>	<i>Basis</i>	<i>Variance</i>
<i>REVENUES</i>				
Licenses and permits	\$ 15,000	\$ 15,000	\$ 14,323	\$ (677)
Miscellaneous	1,000	1,000	9,341	8,341
<i>Total Revenues</i>	16,000	16,000	23,664	7,664
<i>EXPENDITURES</i>				
Sewer Reserve				
Capital outlay	295,900	295,900	-	295,900
<i>CHANGE IN FUND BALANCE</i>	(279,900)	(279,900)	23,664	303,564
<i>FUND BALANCE, Beginning of year</i>	279,900	279,900	275,306	(4,594)
<i>FUND BALANCE, End of year</i>	\$ -	\$ -	\$ 298,970	\$ 298,970

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – WATER AND WATER FACILITY FUNDS COMBINED
YEAR ENDED JUNE 30, 2023**

	Budgetary Funds		Interfund	Total Water and
	Water	Water Facility	Activity	Water Facility
REVENUES				
Licenses and permits	\$ 121,287	\$ 67,113	\$ -	\$ 188,400
Charges for services	3,466,630	-	-	3,466,630
Miscellaneous	57,048	19,640	-	76,688
<i>Total Revenues</i>	3,644,965	86,753	-	3,731,718
EXPENDITURES				
Personnel services	1,299,063	-	-	1,299,063
Materials and services	1,696,677	-	-	1,696,677
Capital outlay	164,404	716,786	-	881,190
<i>Total Expenditures</i>	3,160,144	716,786	-	3,876,930
REVENUES OVER (UNDER)				
EXPENDITURES	484,821	(630,033)	-	(145,212)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	450,000	(450,000)	-
Transfers out	(450,000)	-	450,000	-
<i>Total Other Financing Sources (Uses)</i>	(450,000)	450,000	-	-
NET CHANGE IN FUND BALANCE	34,821	(180,033)	-	(145,212)
FUND BALANCE, Beginning of year	1,146,669	645,428	-	1,792,097
FUND BALANCE, End of year	\$ 1,181,490	\$ 465,395	\$ -	1,646,885
RECONCILIATION TO NET POSITION - GAAP BASIS				
Inventories				197,588
Accrued receivables				251,549
OPEB Asset				23,389
Capital assets, net				8,183,378
Deferred outflows related to pensions				675,635
Deferred outflows related to OPEB				19,056
Accrued compensated absences				(138,969)
Deferred inflows related to pensions				(502,889)
Deferred inflows related to OPEB				(81,118)
Net pension liability				(1,293,361)
OPEB Liability				(129,293)
NET POSITION				\$ 8,851,850

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - WATER FUND
YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Budget	
	Original	Final	Basis	Variance
REVENUES				
Licenses and permits	\$ 75,000	\$ 75,000	\$ 121,287	\$ 46,287
Charges for services	3,476,000	3,476,000	3,466,630	(9,370)
Miscellaneous	12,000	12,000	57,048	45,048
<i>Total Revenues</i>	3,563,000	3,563,000	3,644,965	81,965
EXPENDITURES				
Water				
Personnel services	1,371,500	1,371,500	1,299,063	72,437
Materials and services	1,728,100	1,728,100	1,696,677	31,423
Capital outlay	146,000	271,000	164,404	106,596
Contingency	125,000	125,000	-	125,000
<i>Total Expenditures</i>	3,370,600	3,495,600	3,160,144	335,456
REVENUES OVER (UNDER)				
EXPENDITURES	192,400	67,400	484,821	417,421
OTHER FINANCING SOURCES (USES)				
Transfers out	(650,000)	(650,000)	(450,000)	200,000
CHANGE IN FUND BALANCE	(457,600)	(582,600)	34,821	617,421
FUND BALANCE, Beginning of year	956,100	1,081,100	1,146,669	65,569
FUND BALANCE, End of year	\$ 498,500	\$ 498,500	\$ 1,181,490	\$ 682,990

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, 2023**

	Budgeted Amounts		Budget	
	Original	Final	Basis	Variance
REVENUES				
Licenses and permits	\$ 25,000	\$ 25,000	\$ 67,113	\$ 42,113
Miscellaneous	2,500	2,500	19,640	17,140
<i>Total Revenues</i>	27,500	27,500	86,753	59,253
EXPENDITURES				
Water Facility Replacement Reserve				
Capital outlay	490,000	940,000	716,786	223,214
REVENUES OVER (UNDER)				
EXPENDITURES	(462,500)	(912,500)	(630,033)	282,467
OTHER FINANCING SOURCES (USES)				
Transfers in	650,000	650,000	450,000	200,000
CHANGE IN FUND BALANCE	187,500	(262,500)	(180,033)	82,467
FUND BALANCE, Beginning of year	287,500	737,500	645,428	(92,072)
FUND BALANCE, End of year	\$ 475,000	\$ 475,000	\$ 465,395	\$ (9,605)

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – STORMWATER FUND
YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Budget	
	Original	Final	Basis	Variance
REVENUES				
Licenses and permits	\$ 10,000	\$ 10,000	\$ 15,251	\$ 5,251
Charges for services	1,602,000	1,602,000	1,605,792	3,792
Intergovernmental	-	-	17,414	17,414
Miscellaneous	2,000	2,000	42,501	40,501
<i>Total Revenues</i>	1,614,000	1,614,000	1,680,958	66,958
EXPENDITURES				
Stormwater				
Personnel services	971,600	971,600	943,152	28,448
Materials and services	925,300	925,300	878,465	46,835
Capital outlay	757,100	1,132,100	510,233	621,867
Contingency	149,100	149,100	-	149,100
<i>Total Expenditures</i>	2,803,100	3,178,100	2,331,850	846,250
REVENUES OVER (UNDER)				
EXPENDITURES	(1,189,100)	(1,564,100)	(650,892)	913,208
OTHER FINANCING SOURCES (USES)				
Proceeds from property sales	-	-	74,370	74,370
Transfers in	521,000	521,000	521,000	-
<i>Total Other Financing Sources (Uses)</i>	521,000	521,000	595,370	74,370
CHANGE IN FUND BALANCE	(668,100)	(1,043,100)	(55,522)	987,578
FUND BALANCE, Beginning of year	1,255,900	1,630,900	1,687,093	56,193
FUND BALANCE, End of year	\$ 587,800	\$ 587,800	1,631,571	\$ 1,043,771
RECONCILIATION TO NET POSITION - GAAP BASIS				
Inventories			2,715	
Accrued receivables			74,976	
OPEB asset			15,204	
Capital assets, net			2,270,808	
Deferred outflows related to pensions			426,573	
Deferred outflows related to OPEB			12,387	
Accrued compensated absences			(70,262)	
Deferred inflows related to pensions			(262,361)	
Deferred inflows related to OPEB			(52,731)	
Net pension liability			(902,999)	
OPEB Liability			(84,047)	
NET POSITION			\$ 3,061,834	

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

JUNE 30, 2023

	<i>Street Lighting Districts</i>	<i>Community Center</i>	<i>Totals</i>
ASSETS			
Current Assets			
Cash and investments	\$ 522,100	\$ 560,219	\$ 1,082,319
Accounts receivable	11,176	105,069	116,245
<i>Total Current Assets</i>	533,276	665,288	1,198,564
Noncurrent Assets			
Other capital assets, net of depreciation	-	25,390	25,390
Other post-employment benefits	420	3,171	3,591
<i>Total Noncurrent Assets</i>	420	28,561	28,981
<i>Total Assets</i>	533,696	693,849	1,227,545
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to OPEB	341	2,583	2,924
Deferred outflows related to pensions	10,444	86,766	97,210
<i>Total Deferred Outflows of Resources</i>	10,785	89,349	100,134
LIABILITIES			
Current Liabilities			
Accounts payable	28,249	12,289	40,538
Accrued compensated absences	342	1,391	1,733
Deposits	-	29,013	29,013
<i>Total Current Liabilities</i>	28,591	42,693	71,284
Noncurrent Liabilities			
Accrued compensated absences	788	7,675	8,463
Other post-employment benefits	2,320	17,529	19,849
Net pension liability	25,150	152,519	177,669
<i>Total Noncurrent Liabilities</i>	28,258	177,723	205,981
<i>Total Liabilities</i>	56,849	220,416	277,265
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to OPEB	1,455	10,997	12,452
Deferred inflows related to pensions	5,876	65,315	71,191
<i>Total Deferred Inflows of Resources</i>	7,331	76,312	83,643
NET POSITION			
Net investment in capital assets	-	25,390	25,390
Restricted	480,301	-	480,301
Unrestricted	-	461,080	461,080
<i>Total Net Position</i>	\$ 480,301	\$ 486,470	\$ 966,771

CITY OF KEIZER, OREGON**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION -
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2023**

	<i>Street Lighting Districts</i>	<i>Community Center</i>	<i>Totals</i>
OPERATING REVENUES			
Charges for services	\$ 388,653	\$ 183,471	\$ 572,124
Miscellaneous	12,353	-	12,353
<i>Total Operating Revenues</i>	401,006	183,471	584,477
OPERATING EXPENSES			
Personnel services	1,899	154,795	156,694
Materials and services	427,193	185,971	613,164
Depreciation	-	16,127	16,127
<i>Total Operating Expenses</i>	429,092	356,893	785,985
OPERATING INCOME (LOSS)	(28,086)	(173,422)	(201,508)
NONOPERATING REVENUES (EXPENSES)			
Investment revenue	17,342	15,870	33,212
Miscellaneous	-	385,190	385,190
<i>Total Nonoperating Revenues (Expenses)</i>	17,342	401,060	418,402
CHANGE IN NET POSITION	(10,744)	227,638	216,894
NET POSITION, Beginning of year	491,045	258,832	749,877
NET POSITION, End of year	\$ 480,301	\$ 486,470	\$ 966,771

CITY OF KEIZER, OREGON**COMBINING STATEMENT OF CASH FLOWS - NONMAJOR ENTERPRISE FUNDS****YEAR ENDED JUNE 30, 2023**

	<i>Street Lighting Districts</i>	<i>Community Center</i>	<i>Totals</i>
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$ 406,670	\$ 182,939	\$ 589,609
Cash paid to employees for services	-	(142,199)	(142,199)
Cash paid to suppliers for goods and services	(429,899)	(176,234)	(606,133)
<i>Net Cash Provided by (Used in) Operating Activities</i>	(23,229)	(135,494)	(158,723)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Taxes available for operating purposes	-	373,494	373,494
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investment	17,342	15,870	33,212
<i>Increase (decrease) in Cash and Investments</i>	(5,887)	238,434	232,547
CASH AND INVESTMENTS, Beginning of year	527,987	321,785	849,772
CASH AND INVESTMENTS, End of year	\$ 522,100	\$ 560,219	\$ 1,082,319
RECONCILIATION OF CASH PROVIDED BY OPERATING ACTIVITIES TO OPERATING INCOME (LOSS)			
Operating income (loss)	\$ (28,086)	\$ (173,422)	\$ (201,508)
Depreciation	-	16,127	16,127
<i>Change in assets and liabilities</i>			
Accounts receivable	5,664	-	5,664
Deposits	-	(532)	(532)
Accounts payable	(2,706)	9,737	7,031
Accrued compensated absences	154	5,090	5,244
Net pension liability	744	5,609	6,353
Other post-employment benefits	1,001	1,897	2,898
<i>Net Cash Provided by (Used in) Operating Activities</i>	\$ (23,229)	\$ (135,494)	\$ (158,723)

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – STREET LIGHTING DISTRICTS FUND
YEAR ENDED JUNE 30, 2023**

	<i>Budgeted Amounts</i>		<i>Budget</i>	
	<i>Original</i>	<i>Final</i>	<i>Basis</i>	<i>Variance</i>
REVENUES				
Charges for services	\$ 410,000	\$ 410,000	\$ 394,339	\$ (15,661)
Miscellaneous	9,000	9,000	29,695	20,695
<i>Total Revenues</i>	419,000	419,000	424,034	5,034
EXPENDITURES				
Street Lighting Districts				
Materials and services	427,800	427,800	427,193	607
Contingency	120,000	120,000	-	120,000
<i>Total Expenditures</i>	547,800	547,800	427,193	120,607
CHANGE IN FUND BALANCE	(128,800)	(128,800)	(3,159)	125,641
FUND BALANCE, Beginning of year	488,200	488,200	496,689	8,489
FUND BALANCE, End of year	<u>\$ 359,400</u>	<u>\$ 359,400</u>	493,530	<u>\$ 134,130</u>
RECONCILIATION TO NET POSITION - GAAP BASIS				
Accrued receivables			11,497	
OPEB Asset			420	
Deferred outflows related to pensions			10,444	
Deferred outflows related to OPEB			341	
Accrued compensated absences			(1,130)	
Deferred inflows related to pensions			(5,876)	
Deferred inflows related to OPEB			(1,455)	
Net pension liability			(25,150)	
OPEB Liability			<u>(2,320)</u>	
NET POSITION			<u>\$ 480,301</u>	

CITY OF KEIZER, OREGON**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL – COMMUNITY CENTER FUND
YEAR ENDED JUNE 30, 2023**

	Budgeted Amounts		Budget	
	Original	Final	Basis	Variance
REVENUES				
Charges for services	\$ 150,000	\$ 150,000	\$ 183,471	\$ 33,471
Miscellaneous	201,000	201,000	401,060	200,060
<i>Total Revenues</i>	351,000	351,000	584,531	233,531
EXPENDITURES				
Community Center				
Personnel services	209,000	209,000	142,199	66,801
Materials and services	189,200	189,200	185,971	3,229
Capital outlay/depreciation	50,000	50,000	15,436	34,564
Contingency	20,000	20,000	-	20,000
<i>Total Expenditures</i>	468,200	468,200	343,606	124,594
CHANGE IN FUND BALANCE	(117,200)	(117,200)	240,925	358,125
FUND BALANCE, Beginning of year	196,400	196,400	383,061	186,661
FUND BALANCE, End of year	<u>\$ 79,200</u>	<u>\$ 79,200</u>	623,986	<u>\$ 544,786</u>
RECONCILIATION TO NET POSITION - GAAP BASIS				
OPEB asset			3,171	
Capital assets, net			25,390	
Deferred outflows related to pensions			86,766	
Deferred outflows related to OPEB			2,583	
Accrued compensated absences			(9,066)	
Deferred inflows related to pensions			(65,315)	
Deferred inflows related to OPEB			(10,997)	
Net pension liability			(152,519)	
OPEB Liability			(17,529)	
NET POSITION			<u>\$ 486,470</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>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Governmental activities:				
Net investment in capital assets	\$ 48,486,164	\$ 46,971,939	\$ 47,859,412	\$ 47,733,476
Restricted for special purposes	25,630,373	23,115,260	17,810,620	18,850,018
Unrestricted	<u>(3,975,352)</u>	<u>(4,440,967)</u>	<u>(5,040,385)</u>	<u>(4,113,791)</u>
Total governmental activities net position	70,141,185	65,646,232	60,629,647	62,469,703
Business-type activities:				
Net investment in capital assets	11,494,157	10,893,507	10,913,845	10,535,251
Restricted for special purposes	1,478,767	1,645,880	1,533,001	1,306,037
Unrestricted	<u>1,863,785</u>	<u>1,595,773</u>	<u>1,081,074</u>	<u>1,158,356</u>
Total business-type activities net position	14,836,709	14,135,160	13,527,920	12,999,644
Total government				
Net investment in capital assets	59,980,321	57,865,446	58,773,257	58,268,727
Restricted for special purposes	27,109,140	24,761,140	19,343,621	20,156,055
Unrestricted	<u>(2,111,567)</u>	<u>(2,845,194)</u>	<u>(3,959,311)</u>	<u>(2,955,435)</u>
Total government net position	<u>\$ 84,977,894</u>	<u>\$ 79,781,392</u>	<u>\$ 74,157,567</u>	<u>\$ 75,469,347</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>2019</i>	<i>2018</i>	<i>2017</i>	<i>2016</i>	<i>2015</i>	<i>2014</i>
\$ 47,700,192	\$ 46,907,730	\$ 46,386,969	\$ 47,885,058	\$ 48,396,074	\$ 47,862,183
19,880,698	20,441,015	22,063,736	21,760,454	22,270,151	25,606,003
(2,605,390)	(2,260,937)	(4,187,227)	(3,326,175)	(1,078,821)	634,849
64,975,500	65,087,808	64,263,478	66,319,337	69,587,404	74,103,035
9,835,157	9,750,061	9,297,623	8,809,630	8,400,648	7,989,214
1,291,976	1,040,844	1,064,417	1,035,403	906,164	956,861
1,437,175	951,313	343,622	570,549	1,132,641	1,296,459
12,564,308	11,742,218	10,705,662	10,415,582	10,439,453	10,242,534
57,535,349	56,657,791	55,684,592	56,694,688	56,796,722	55,851,397
21,172,674	21,481,859	23,128,153	22,795,857	23,176,315	26,562,864
(1,168,215)	(1,309,624)	(3,843,905)	(2,755,626)	53,820	1,931,308
<u>\$ 77,539,808</u>	<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>

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

	2023	2022	2021	2020
Expenses:				
Governmental activities:				
General government	\$ 2,862,703	\$ 2,867,860	\$ 3,107,038	\$ 2,563,675
Community and youth services	45,561	41,020	34,124	29,150
Community development	2,281,604	2,257,319	2,369,993	2,596,946
Parks	984,481	942,361	1,025,417	817,655
Public safety	9,425,192	8,779,740	9,601,858	9,315,013
Public works	2,036,252	1,928,221	2,109,276	1,919,138
Interest on long-term debt	533,390	592,053	650,280	705,215
Total governmental activities expense	<u>18,169,183</u>	<u>17,408,574</u>	<u>18,897,986</u>	<u>17,946,792</u>
Business-type activities:				
Water	3,551,307	3,343,602	3,272,934	3,332,794
Sewer	7,004,670	6,605,147	6,463,650	6,307,715
Storm water	2,051,597	1,791,322	1,727,255	1,663,489
Community center and Amphitheater	356,893	259,853	274,021	331,501
Street lighting	429,092	421,673	394,955	393,220
Total business-type activities expense	<u>13,393,559</u>	<u>12,421,597</u>	<u>12,132,815</u>	<u>12,028,719</u>
Total City expenses	<u>31,562,742</u>	<u>29,830,171</u>	<u>31,030,801</u>	<u>29,975,511</u>
Program Revenues:				
Governmental activities:				
Fees, fines, and charges for services:				
General government	132,922	164,657	170,643	181,828
Community development	86,012	77,604	49,645	78,325
Parks	782,214	771,507	764,337	755,669
Public safety	1,244,260	1,145,312	1,130,652	1,122,846
Public works	20,526	16,984	16,723	11,470
Stadium operations	41,489	35,509	35,092	42,406
Operating grants and contributions	8,102,096	8,884,920	4,672,078	3,077,220
Capital grants and contributions	654,707	595,188	170,880	180,414
Total governmental activities program revenues	<u>11,064,226</u>	<u>11,691,681</u>	<u>7,010,050</u>	<u>5,450,178</u>
Business-type activities:				
Fees, fines, and charges for services:				
Water	3,698,216	3,437,752	3,490,153	3,252,417
Sewer and storm water	8,594,209	8,179,274	8,002,743	7,802,180
Community center and Amphitheater	183,471	67,766	1,810	146,699
Street lighting	401,006	420,033	405,445	395,748
Capital grants and contributions	81,436	74,502	40,642	71,525
Total business-type activities program revenues	<u>12,958,338</u>	<u>12,179,327</u>	<u>11,940,793</u>	<u>11,668,569</u>
Total City program revenues	<u>24,022,564</u>	<u>23,871,008</u>	<u>18,950,843</u>	<u>17,118,747</u>

<i>Fiscal Year</i>					
<i>2019</i>	<i>2018</i>	<i>2017</i>	<i>2016</i>	<i>2015</i>	<i>2014</i>
\$ 2,269,514	\$ 2,034,704	\$ 2,057,330	\$ 2,130,033	\$ 2,100,607	\$ 2,992,312
36,052	22,187	14,926	29,317	19,493	15,971
2,453,365	2,453,238	2,512,532	2,704,035	4,500,288	2,789,728
763,928	723,829	453,211	483,174	388,200	392,258
8,445,721	7,912,602	7,574,569	8,539,975	5,644,121	6,390,471
1,651,007	1,701,588	1,605,167	1,658,334	1,415,078	1,692,960
758,089	757,863	791,570	866,363	924,296	1,164,981
16,377,676	15,606,011	15,009,305	16,411,231	14,992,083	15,438,681
3,002,331	2,842,910	2,773,955	2,920,211	2,419,921	2,751,772
6,056,382	5,938,158	5,811,582	5,711,828	5,522,545	5,379,925
1,560,693	1,580,629	1,531,923	1,507,343	1,106,176	1,170,447
308,389	290,796	247,938	250,248	171,525	121,246
387,478	413,605	393,511	410,320	409,131	443,225
11,315,273	11,066,098	10,758,909	10,799,950	9,629,298	9,866,615
27,692,949	26,672,109	25,768,214	27,211,181	24,621,381	25,305,296
177,439	184,271	253,265	284,394	234,703	180,800
107,672	83,190	106,065	121,808	99,652	60,510
763,722	495,460	11,470	15,472	7,456	17,107
1,125,409	802,300	402,479	406,195	325,818	418,237
62,022	9,404	12,904	65,063	26,236	21,178
48,888	52,333	52,494	54,631	48,899	46,449
3,292,210	2,871,026	2,625,522	2,543,156	2,555,870	2,520,561
736,312	214,983	224,701	773,529	613,253	218,513
6,313,674	4,712,967	3,688,900	4,264,248	3,911,887	3,483,355
3,225,447	3,198,816	2,872,830	2,947,965	2,732,223	2,536,257
7,485,786	7,234,915	7,000,564	6,728,498	6,445,708	6,511,153
236,280	192,826	156,536	154,416	125,844	108,356
412,175	418,908	419,990	313,399	519,563	416,965
37,453	41,764	55,482	116,962	105,151	51,963
11,397,141	11,087,229	10,505,402	10,261,240	9,928,489	9,624,694
17,710,815	15,800,196	14,194,302	14,525,488	13,840,376	13,108,049

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Net (Expense) Revenue				
Governmental activities	\$ (7,104,957)	\$ (5,716,893)	\$ (11,887,936)	\$ (12,496,614)
Business-type activities	(435,221)	(242,270)	(192,022)	(360,150)
Total City activities	(7,540,178)	(5,959,163)	(12,079,958)	(12,856,764)
General Revenues and Other Changes in Net Position				
Governmental activities				
Taxes and assessments	6,462,799	6,252,444	6,093,066	5,939,247
Franchise taxes	3,224,123	3,044,911	2,895,179	2,788,920
Intergovernmental	1,318,658	1,234,553	848,936	917,426
Miscellaneous	1,110,230	717,344	726,350	886,273
Gain (loss) on sale of capital assets	5,100	12,526	26,000	-
Transfers	(521,000)	(528,300)	(541,651)	(541,049)
Total governmental activities	11,599,910	10,733,478	10,047,880	9,990,817
Business-type activities				
Miscellaneous	541,400	321,210	178,647	254,437
Gain (loss) on sale of capital assets	74,370	-	-	-
Transfers	521,000	528,300	541,651	541,049
Total business-type activities	1,136,770	849,510	720,298	795,486
Total City revenues	12,736,680	11,582,988	10,768,178	10,786,303
Change in Net Position				
Governmental activities	4,494,953	5,016,585	(1,840,056)	(2,505,797)
Business-type activities	701,549	607,240	528,276	435,336
	5,196,502	5,623,825	(1,311,780)	(2,070,461)
Net Position, July 1				
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
	79,781,392	74,157,567	75,469,347	77,539,808
Governmental activities - restatement	-	-	-	-
Business-type activities - restatement	-	-	-	-
Total Government	79,781,392	74,157,567	75,469,347	77,539,808
Net Position, June 30				
Governmental activities	70,141,185	65,646,232	60,629,647	62,469,703
Business-type activities	14,836,709	14,135,160	13,527,920	12,999,644
Total Government	<u>\$ 84,977,894</u>	<u>\$ 79,781,392</u>	<u>\$ 74,157,567</u>	<u>\$ 75,469,347</u>

<i>Fiscal Year</i>					
<i>2019</i>	<i>2018</i>	<i>2017</i>	<i>2016</i>	<i>2015</i>	<i>2014</i>
\$ (10,064,002)	\$ (10,893,044)	\$ (11,320,405)	\$ (12,146,983)	\$ (11,080,196)	\$ (11,955,326)
81,868	21,131	(253,507)	(538,710)	299,191	(241,921)
(9,982,134)	(10,871,913)	(11,573,912)	(12,685,693)	(10,781,005)	(12,197,247)
5,743,098	5,613,585	5,007,045	4,852,373	5,521,449	5,416,357
2,763,692	2,764,326	2,729,145	2,606,744	2,539,863	2,490,463
865,271	828,085	786,466	743,428	803,880	768,187
1,080,033	904,857	1,148,390	1,076,723	195,193	4,631,567
-	8,500	17,000	(10,050)	-	-
(500,400)	(460,400)	(423,800)	(390,302)	(393,336)	27,769
9,951,694	9,658,953	9,264,246	8,878,916	8,667,049	13,334,343
239,822	149,050	119,787	124,537	4,601	5,855
-	-	-	-	-	-
500,400	460,400	423,800	390,302	393,336	(27,769)
740,222	609,450	543,587	514,839	397,937	(21,914)
10,691,916	10,268,403	9,807,833	9,393,755	9,064,986	13,312,429
(112,308)	(1,234,091)	(2,056,159)	(3,268,067)	(2,413,147)	1,386,654
822,090	630,581	290,080	(23,871)	697,128	(271,472)
709,782	(603,510)	(1,766,079)	(3,291,938)	(1,716,019)	1,115,182
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
-	2,058,721	-	-	(2,102,484)	-
-	405,975	-	-	(500,209)	-
76,830,026	77,433,536	76,734,919	80,026,857	81,742,876	83,230,387
64,975,500	65,087,808	64,263,178	66,319,337	69,587,404	74,103,035
12,564,308	11,742,218	10,705,662	10,415,582	10,439,453	10,242,534
\$ 77,539,808	\$ 76,830,026	\$ 74,968,840	\$ 76,734,919	\$ 80,026,857	\$ 84,345,569

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
General fund				
Non-spendable	\$ 239,043	\$ 13,883	\$ -	\$ -
Committed	845,003	709,399	642,563	691,515
Unassigned	3,883,215	3,601,529	3,381,582	2,505,195
Total General Fund	<u>\$ 4,967,261</u>	<u>\$ 4,324,811</u>	<u>\$ 4,024,145</u>	<u>\$ 3,196,710</u>
All Other Governmental Funds				
Restricted	\$ 18,469,383	\$ 14,854,526	\$ 8,546,044	\$ 8,612,026
Total all other governmental funds	<u>\$ 18,469,383</u>	<u>\$ 14,854,526</u>	<u>\$ 8,546,044</u>	<u>\$ 8,612,026</u>

<i>Fiscal Year</i>					
<i>2019</i>	<i>2018</i>	<i>2017</i>	<i>2016</i>	<i>2015</i>	<i>2014</i>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
548,404	-	-	-	-	-
2,469,017	2,331,161	2,231,504	1,898,504	2,252,430	2,241,954
<u>\$ 3,017,421</u>	<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>\$ 10,037,855</u>	<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>\$ 10,037,855</u>	<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>

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Revenues				
Taxes and assessments	\$ 7,550,662	\$ 7,277,375	\$ 7,081,366	\$ 6,852,338
Licenses and permits	5,672,439	5,087,215	4,647,886	4,580,919
Charges for services	2,501	322	1,738	2,370
Intergovernmental	9,305,552	10,316,201	5,430,731	3,967,110
Fines and forfeitures	317,582	401,654	481,622	444,041
Miscellaneous	1,434,998	903,283	942,849	1,086,731
Total revenues	24,283,734	23,986,050	18,586,192	16,933,509
Expenditures				
Current operating:				
General government	2,815,469	3,121,772	2,924,183	2,337,221
Community and youth services	45,561	41,020	34,124	29,150
Community development	512,873	476,623	511,758	682,662
Parks	712,600	679,935	722,508	527,408
Public safety	9,006,740	8,534,944	7,945,906	7,795,994
Public works	879,685	873,271	988,495	894,522
Capital outlay	3,770,079	1,380,690	2,363,979	3,589,364
Debt service				
Principal	1,229,000	1,156,000	1,163,000	1,073,000
Interest	538,520	596,873	655,135	709,679
Total expenditures	19,510,527	16,861,128	17,309,088	17,639,000
Revenues over (under) expenditures	4,773,207	7,124,922	1,277,104	(705,491)
Other financing sources (uses)				
Issuance of debt	-	-	-	-
Proceeds from the sale of capital assets	5,100	12,526	26,000	-
Transfers in	177,000	199,500	228,900	285,000
Transfers out	(698,000)	(727,800)	(770,551)	(826,049)
Total other financing sources (uses)	(515,900)	(515,774)	(515,651)	(541,049)
Net change in fund balances	4,257,307	6,609,148	761,453	(1,246,540)
Fund balance, beginning of year	19,179,337	12,570,189	11,808,736	13,055,276
Fund balance, end of year	<u>\$ 23,436,644</u>	<u>\$ 19,179,337</u>	<u>\$ 12,570,189</u>	<u>\$ 11,808,736</u>
Debt service as a percentage of noncapital expenditures	11.2%	11.3%	12.2%	12.7%

<i>Fiscal Year</i>					
<i>2019</i>	<i>2018</i>	<i>2017</i>	<i>2016</i>	<i>2015</i>	<i>2014</i>
\$ 6,712,056	\$ 6,335,201	\$ 5,803,798	\$ 6,287,872	\$ 6,444,385	\$ 9,984,150
4,755,060	4,093,764	3,246,930	3,685,709	3,319,557	2,919,492
-	-	-	-	-	-
4,505,694	3,663,137	3,398,159	3,267,481	3,237,002	3,158,760
472,783	387,003	423,291	415,874	386,984	448,615
1,298,998	1,066,267	1,324,651	1,284,531	1,236,979	1,248,775
17,744,591	15,545,372	14,196,829	14,941,467	14,624,907	17,759,792
2,187,866	2,109,767	1,947,167	2,280,259	1,645,180	2,912,876
36,052	22,187	14,926	29,317	19,493	15,971
563,072	520,647	492,419	532,274	584,370	740,748
547,578	421,668	300,842	306,683	281,119	269,821
7,725,741	7,120,604	6,625,239	6,529,017	6,170,100	5,951,077
811,574	902,689	787,918	807,639	704,993	976,579
2,882,018	3,221,793	600,016	1,152,734	1,676,533	4,993,159
1,018,000	860,000	810,000	1,490,000	2,030,000	6,294,000
766,918	752,440	795,080	872,820	938,565	1,201,582
16,538,819	15,931,795	12,373,607	14,000,743	14,050,353	23,355,813
1,205,772	(386,423)	1,823,222	940,724	574,554	(5,596,021)
-	1,800,000	-	-	-	-
-	8,500	17,000	27,496	-	-
100,000	215,700	-	-	76,481	4,217,166
(600,400)	(676,100)	(423,800)	(390,302)	(469,817)	(4,189,397)
(500,400)	1,348,100	(406,800)	(362,806)	(393,336)	27,769
705,372	961,677	1,416,422	577,918	181,218	(5,568,252)
12,349,904	11,388,227	9,971,805	9,393,887	9,212,669	14,780,921
<u>\$ 13,055,276</u>	<u>\$ 12,349,904</u>	<u>\$ 11,388,227</u>	<u>\$ 9,971,805</u>	<u>\$ 9,393,887</u>	<u>\$ 9,212,669</u>
13.1%	12.7%	13.6%	18.4%	24.0%	40.8%

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>Personal Property</i>
2013-14	\$ 1,685,116	\$ 1,991	\$ 434,358	\$ 27,136
2014-15	1,767,018	2,088	445,738	28,348
2015-16	1,834,924	2,011	467,014	31,126
2016-17	1,912,682	2,115	491,943	31,312
2017-18	1,985,939	2,337	526,220	33,013
2018-19	2,055,468	2,299	565,050	33,678
2019-20	2,124,999	1,906	584,633	33,044
2020-21	2,198,895	1,993	604,083	35,922
2021-22	2,275,819	1,952	621,876	36,518
2022-23	2,350,209	1,926	640,178	35,062

* Per \$1,000 of assessed value

Source: Marion County Assessor's Office

<i>Utility</i>		<i>Total Measure</i>	<i>Total Direct</i>	<i>Real Market</i>
<i>Property</i>		<i>50 Assessed</i>	<i>Tax Rate *</i>	<i>Value</i>
		<i>Value</i>		
\$	33,960	\$ 2,182,561	\$ 2.08	\$ 2,669,051
	35,228	2,278,420	2.08	2,878,298
	38,504	2,373,579	2.08	3,034,894
	38,882	2,476,934	2.08	3,272,616
	48,389	2,595,898	2.08	3,729,329
	54,179	2,710,674	2.08	4,116,926
	54,517	2,799,099	2.08	4,449,357
	50,517	2,891,410	2.08	4,650,919
	49,916	2,986,081	2.08	5,136,388
	54,079	3,081,454	2.08	5,651,370

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

	<u>2022-23</u>	<u>2021-22</u>	<u>2020-21</u>	<u>2019-20</u>	<u>2018-19</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	2.08	2.09	2.03	2.07
Marion County Fire District	2.49	2.49	2.21	2.90	2.91
Marion County Soil & Water	0.05	0.05	0.05	0.05	0.04
Marion County Extension and 4-H	0.05	0.05	0.05	0.05	0.05
School District	7.27	7.27	7.26	7.15	7.37
Willamette Regional ESD	0.30	0.30	0.30	0.30	0.30
Community College	0.89	0.89	0.89	0.89	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>\$ 19.08</u>	<u>\$ 18.80</u>	<u>\$ 19.32</u>	<u>\$ 19.58</u>

Source: Marion County Assessor's Office

<u>2017-18</u>		<u>2016-17</u>		<u>2015-16</u>		<u>2014-15</u>		<u>2013-14</u>	
\$	2.08	\$	2.08	\$	2.08	\$	2.08	\$	2.08
	3.03		3.03		3.03		3.02		3.02
	2.08		2.08		2.04		2.05		1.81
	2.92		2.93		2.51		2.52		2.53
	0.05		0.05		0.05		0.05		0.05
	0.05		0.05		0.05		-		-
	6.08		5.87		6.52		6.40		6.67
	0.30		0.30		0.30		0.30		0.30
	0.90		0.90		0.92		0.89		0.86
	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/>	
\$	18.32	\$	18.13	\$	18.35	\$	18.15	\$	18.16
<hr/>		<hr/>		<hr/>		<hr/>		<hr/>	

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

Private Enterprise	Industry	Rank	2023	
			Assessed Valuation	Percent of Total Assessed Value
GRI Keizer	Real Estate	1	\$ 74,258,510	2.41%
MWIC Keizer LLC	Real Estate	2	16,371,880	0.53%
MWSH Keizer LLC	Real Estate	3	15,372,950	0.50%
CCP Keizer 1526 LLC	Retirement Center	4	13,573,790	0.44%
Emerald Pointe LLC	Real Estate	5	13,404,950	0.44%
Lowe's HIW Inc	Retail	6	13,426,040	0.44%
Hawk's Point Apartments LLC	Real Estate	7	13,160,860	0.43%
Target Corporation	Retail	8	13,013,820	0.42%
Keizer OR Senior Property LLC	Retirement Center	9	12,104,570	0.39%
Keizer Road Apartments LLC	Real Estate	10	11,218,700	0.36%
Donahue Schriber Realty Group LP	Real Estate		-	0.00%
Nationwide Health Properties Inc	Retirement Center		-	-
Keizer Schoolhouse LLC	Real Estate		-	-
Bob & Mary LLC	Real Estate		-	-
Hidden Creek Loop Apartments	Real Estate		-	-
Public Utilities				
Northwest Natural Gas Co	Natural Gas		23,270,000	0.76%
Portland General Electric Co	Electricity		18,190,000	0.59%
Government				
City of Keizer*	Municipality		5,376,620	0.17%
All other taxpayers			2,838,497,802	92.12%
			<u>\$ 3,081,240,492</u>	<u>100.00%</u>

Source: Marion County Assessor's Office

*Related to baseball stadium property

2014		
Rank	Assessed Valuation	Percent of Total Assessed Value
	\$ -	0.00%
	-	-
	-	-
	-	-
4	11,279,584	0.52%
2	12,337,837	0.57%
6	10,389,370	0.48%
3	11,301,222	0.52%
	-	-
8	8,685,820	0.40%
1	50,817,650	2.33%
5	10,715,350	0.49%
7	8,862,540	0.41%
9	8,128,200	0.37%
10	6,557,570	0.30%
	15,143,600	0.69%
	11,346,000	0.52%
	5,856,560	0.27%
	2,011,140,105	92.15%
	<u>\$ 2,182,561,408</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>			
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%		118,087		4,555,352	99.99%
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%		159,620		5,163,682	99.96%
2017-18		5,409,298		5,238,586	96.84%		167,613		5,406,199	99.94%
2018-19		5,650,021		5,480,648	97.00%		164,734		5,645,382	99.92%
2019-20		5,834,255		5,664,681	97.09%		158,176		5,822,857	99.80%
2020-21		6,025,257		5,918,723	98.23%		82,183		6,000,906	99.60%
2021-22		6,222,608		6,062,294	97.42%		116,933		6,179,227	99.30%
2022-23		6,425,345		6,312,438	98.24%		-		6,312,438	98.24%

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>Net Bonded Debt Per Capita</i>	<i>Ratio of Net Bonded Debt to Assessed Value</i>	<i>Percentage of Total Personal Income*</i>
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%	0.46%
2022-23	39,561	3,081,454	8,695,000	2,783,196	5,911,804	149.44	0.28%	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>				
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	0.53%	39,458	284.23
2022-23	8,695,000	1,291,000	-	9,986,000	N/A	39,561	252.42

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, 2023 - 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	\$ 5,651,370	100.00%	\$ 9,986,000	\$ 9,986,000
Overlapping:				
Marion County	57,702,819	10.24%	54,403,263	28,678,990
Keizer Fire District	5,071,893	99.46%	4,965,000	2,805,000
Marion County Fire District	7,635,519	9.36%	3,371,384	-
Salem-Keizer School District 24J	35,801,286	13.77%	859,047,207	859,047,207
Chemeketa Community College	57,702,819	6.79%	111,856,920	83,385,000
Willamette ESD	57,301,910	6.19%	16,034,976	5,724,823
Total Overlapping			1,049,678,750	979,641,020
Total Direct and Overlapping Debt			\$ 1,059,664,750	\$ 989,627,020

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>
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	154,091,627	11,215,000	142,876,627	7.28%
2022-23	169,541,109	9,986,000	159,555,109	5.89%

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							
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
2022-23	3,267,662	1,028,274	2,239,388	109,000	42,700	151,700	14.8
WATER FUND LOAN							
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	3,731,718	2,995,740	735,978	225,000	14,980	239,980	3.1
2021-22	-	-	-	-	-	-	-
2022-23	-	-	-	-	-	-	-

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>
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	2,114,514,762	53,589	6,752	5.0%
2022-23	39,561	7.36	5,375	N/A	N/A	6,795	3.6%

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>2023</i>	<i>2014</i>
State of Oregon	State	20,500	21,000
Salem Health Hospital and Clinics	Healthcare	5,400	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	1,600	1,600
U.S. Federal Agencies	Federal	1,400	1,400
City of Salem	Municipal	1,300	1,150
State Accident Insurance Fund	Insurance	1,100	850
Chemeketa Community College	State college of higher education	800	740
Willamette University	Private University	800	850

STATISTICAL SECTION

OPERATING INFORMATION

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

	<u>2022-23</u>	<u>2021-22</u>	<u>2020-21</u>	<u>2019-20</u>
GOVERNMENT ACTIVITIES:				
General Government:				
Number of municipal court citations processed	1,690	1,281	1,667	1,700
Number of land use applications processed	23	16	21	22
Number of building permits:				
Single family dwellings	16	29	20	35
Multi-family units	191	122	8	28
Valuation of permits issued (expressed in thousands)	\$ 31,318	\$ 24,978	\$ 5,023	\$ 12,202
Public Safety:				
Number of arrests by patrol officers	N/A	N/A	N/A	N/A
Number of traffic violations cited	1,690	1,281	1,667	1,770
BUSINESS-TYPE ACTIVITIES:				
Water:				
Number of meters				
Single-family residential	10,799	10,890	10,212	10,335
Multi-family residential	274	265	256	258
Commercial	399	394	372	465
Consumption (ccf)				
Single-family residential	1,057,190	1,040,782	1,068,985	1,031,793
Multi-family residential	366,662	375,758	376,793	338,444
Commercial	157,832	165,738	166,635	156,527
Number of private fire lines	101	101	82	82
Sewer				
Number of accounts	10,751	10,740	10,721	10,684

Based on active meters at fiscal year end

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

<i>2018-19</i>	<i>2017-18</i>	<i>2016-17</i>	<i>2015-16</i>	<i>2014-15</i>	<i>2013-14</i>
2,198	1,702	2,016	2,036	1,263	1,712
-	25	36	23	17	23
30	28	47	91	68	45
-	17	3	19	69	-
\$ 9,761	\$ 8,255	\$ 34,503	\$ 69,190	\$ 32,464	\$ 26,236
2,029	1,854	1,165	1,171	1,698	1,844
1,774	1,264	2,303	1,757	1,374	1,932
10,308	10,334	10,304	10,235	10,108	9,956
259	259	261	254	250	249
466	466	452	447	449	426
1,078,405	1,047,355	1,021,708	1,115,548	1,068,653	1,041,894
330,753	317,031	327,037	393,083	320,347	320,741
149,471	147,110	167,630	173,790	161,668	153,453
83	83	80	76	70	65
10,696	10,655	10,557	10,343	10,274	10,189

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</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	224	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	22
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)	195.5	171.6	190.7	167
Miles of water line	127.4	127.4	126.7	126.7
Number of pump stations	15	15	15	15
Number of public hydrants	954	954	907	907
Sewer System:				
Miles of storm drains	76	76	73	73
Miles of sewer lines	117	117	105	105
Number of lift stations	1	1	1	1

Source: City of Keizer Public Works Department and Police Department

2019	2018	2017	2016	2015	2014
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	206	205	204
2	2	2	2	2	2
7	7	7	7	7	7
21	21	21	21	21	20
3	3	3	3	3	3
2.75	2.75	2.75	2.75	2.75	2.75
187.6	187.6	173.1	177.2	179.4	165.5
126.7	125	125	107	107	106
15	15	15	16	16	16
907	898	898	898	898	859
73	73	73	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>
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
2022-23	4.00	19.00	4.00	50.00	25.00	102.00

Source: City of Keizer Finance Department

COMPLIANCE SECTION



GROVE, MUELLER & SWANK

redw
Advisors & CPAs

INDEPENDENT AUDITOR'S REPORT REQUIRED BY OREGON STATE REGULATIONS

Honorable Mayor and Council Members
City of Keizer
Keizer, Oregon

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, 2023 and have issued our report thereon dated December 22, 2023.

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
CERTIFIED PUBLIC ACCOUNTANTS

By: 
Ryan T. Pasquarella, Principal
December 22, 2023

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