

CITY OF BOARDMAN
Morrow County, Oregon

Financial Statements and
Independent Auditors' Report

June 30, 2024

CITY OF BOARDMAN
Morrow County, Oregon

City Officials
Fiscal Year Ended June 30, 2024

Elected Officials:

Term Expires

Paul Keefer
Mayor

December 31, 2024

Heather Baumgartner
Council President

December 31, 2024

Brenda Profitt
Council Member

December 31, 2024

Cristina Cuevas
Council Member

December 31, 2024

Karen Pettigrew
Council Member

December 31, 2026

Richard Rockwell
Council Member

December 31, 2026

Ethan Salata
Council Member

December 31, 2026

Appointed Official:

Brandon Hammond
City Manager

Marta Barajas
Director of Finance

City Contact Information:

200 City Center Circle
P.O. Box 229
Boardman, OR 97818
(541) 481-9252
www.cityofboardman.com

CITY OF BOARDMAN
Morrow County, Oregon

Table of Contents
Fiscal Year Ended June 30, 2024

	<u>Page</u>
<u>FINANCIAL SECTION:</u>	
Independent Auditors' Report	6-8
Basic financial statements:	
Government-Wide Financial Statements:	
Statement of Net Position - Modified Cash Basis	11
Statement of Activities - Modified Cash Basis	12
Fund Financial Statements:	
Major Governmental Funds:	
Balance Sheet - Governmental Funds - Cash Basis	14
Reconciliation of the Governmental Funds Balance Sheet (Cash Basis) to the Statement of Net Position (Modified Cash Basis)	15
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds - Cash Basis	16
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances (Cash Basis) to the Statement of Activities (Modified Cash Basis)	17
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund	18
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Street Improvement Reserve Fund	19
Proprietary Funds:	
Statement of Net Position - Proprietary Funds - Modified Cash Basis	20
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds - Modified Cash Basis	21
Statement of Cash Flows - Proprietary Funds - Modified Cash Basis	22
Notes to the Financial Statements	24-44
Supplementary Information:	
Governmental Funds:	
Combining Balance Sheet - General Funds - Cash Basis	47
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - General Funds - Cash Basis	48
Budgetary Comparison Schedules:	
Fund #300 - General Improvements Reserve Fund	49
Combining Balance Sheet - Nonmajor Governmental Funds - Cash Basis	50
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds - Cash Basis	51

CITY OF BOARDMAN
Morrow County, Oregon

Table of Contents
Fiscal Year Ended June 30, 2024

Budgetary Comparison Schedule:

Fund #250 - State Tax Street Fund	52
Fund #815 - Urban Renewal Agency Central District Special Revenue Fund	53
Fund #819 - Urban Renewal Agency West District Special Revenue Fund	54

Proprietary Funds:

Combining Statement of Net Position - Water Utility Funds - Modified Cash Basis	56
Combining Statement of Revenues, Expenses, and Changes in Net Position - Water Utility Funds - Modified Cash Basis	57
Combining Statement of Net Position - Sewer Utility Funds - Modified Cash Basis	58
Combining Statement of Revenues, Expenses, and Changes in Net Position - Sewer Utility Funds - Modified Cash Basis	59
Combining Statement of Net Position - Capital Project Funds - Modified Cash Basis	60
Combining Statement of Revenues, Expenses, and Changes in Net Position - Capital Project Funds - Modified Cash Basis	61

Budgetary Comparison Schedules:

Fund #220 - Water Utility Fund	62
Fund #320 - Water System Improvements Reserve Fund	63
Fund #230 - Sewer Utility Fund	64
Fund #330 - Sewer System Improvements Reserve Fund	65
Fund #240 - Garbage Fund	66
Fund #260 - Building Fund	67
Fund #410 - Capital Project Fund	68
Fund #510 - G.O. Bond Debt Fund	69
Reconciliation of Fund Balances (Cash Basis) to Net Position (Modified Cash Basis) - Property Funds	70

REPORTS OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS:

Independent Auditors' Report Required by Oregon State Regulations	72-73
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FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Council
City of Boardman, Oregon

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Boardman (the City), as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements and the respective budgetary comparisons for the General Fund and the Street Improvement Reserve Fund, 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 modified cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Boardman, Oregon, as of June 30, 2024, and the respective changes in modified cash basis financial position, and where applicable cash flows thereof and the respective budgetary comparison for the General Fund and for the Street Improvement Reserve Fund for the year then ended in accordance with the basis of accounting described in Note 1D.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of City of Boardman, Oregon, 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.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1D of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to that matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1D, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, 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 City of Boardman, Oregon'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 of Boardman, Oregon'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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Boardman, Oregon's basic financial statements. The supplementary information section is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Reports on Other Legal and Regulatory Requirements

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have also issued our report dated February 16, 2026 on our consideration of the City's internal control over financial reporting and on tests of its compliance with the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.

Barnett & Moro, PC



Paul A. Barnett, Shareholder
Hermiston, Oregon
February 16, 2026

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF BOARDMAN
Morrow County, Oregon

Statement of Net Position - Modified Cash Basis
June 30, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<u>ASSETS:</u>			
Current Assets:			
Cash and Cash Equivalents	\$ 20,552,674	\$ 25,840,641	\$ 46,393,315
Noncurrent Assets:			
Capital Assets:			
Non-Depreciable	1,995,624	400,298	2,395,922
Depreciable, Net	10,137,855	29,341,734	39,479,589
Total Noncurrent Assets	12,133,479	29,742,032	41,875,511
Total Assets	32,686,153	55,582,673	88,268,826
<u>LIABILITIES:</u>			
Current Liabilities:			
Debt Obligations Due Within One Year	-	802,226	802,226
Noncurrent Liabilities Due in More Than One Year:			
General Obligation Bonds	-	19,003,575	19,003,575
Total Noncurrent Liabilities	-	19,003,575	19,003,575
Total liabilities	-	19,805,801	19,805,801
<u>NET POSITION:</u>			
Net investment in capital assets	12,133,479	10,696,231	22,829,710
Restricted for Urban Development	421,591	-	421,591
Restricted for Streets and Roads	9,918,006	-	9,918,006
Restricted for Tourism	454,617	-	454,617
Restricted for Debt Service	-	800,695	800,695
Unrestricted	9,758,460	24,279,946	34,038,406
Total net position	\$ 32,686,153	\$ 35,776,872	\$ 68,463,025

The notes to the basic financial statements
are an integral part of this statement.

CITY OF BOARDMAN
Morrow County, Oregon

Statement of Activities - Modified Cash Basis
Fiscal Year Ended June 30, 2024

Functions/Programs:	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position																																																																				
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions																																																																					
<u>Primary Government:</u>																																																																									
Governmental Activities:																																																																									
General Government	\$ 2,317,932	\$ 14,581	\$ -	\$ 4,194,693	\$ 1,891,342																																																																				
Public Safety	2,185,093	-	-	-	(2,185,093)																																																																				
Streets and Roads	432,248	-	-	-	(432,248)																																																																				
Culture and Recreation	167,202	-	-	-	(167,202)																																																																				
Total Governmental Activities	<u>5,102,475</u>	<u>14,581</u>	<u>-</u>	<u>4,194,693</u>	<u>(893,201)</u>																																																																				
Business-Type Activities:																																																																									
Water Utility	1,139,780	1,330,428	-	-	190,648																																																																				
Sewer Utility	630,608	954,725	-	-	324,117																																																																				
Garbage	762,140	918,409	-	-	156,269																																																																				
Building	2,816,857	7,218,141	-	-	4,401,284																																																																				
Total Business-Type Activities	<u>5,349,385</u>	<u>10,421,703</u>	<u>-</u>	<u>-</u>	<u>5,072,318</u>																																																																				
Total Primary Government	<u>\$ 10,451,860</u>	<u>\$ 10,436,284</u>	<u>\$ -</u>	<u>\$ 4,194,693</u>	<u>\$ 4,179,117</u>																																																																				
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<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 50%;"></th> <th style="width: 25%;">Governmental Activities</th> <th style="width: 25%;">Business-Type Activities</th> <th style="width: 10%;">Total</th> </tr> </thead> <tbody> <tr> <td>Net (Expenses) Revenue</td> <td style="text-align: right;">\$ (893,201)</td> <td style="text-align: right;">\$ 5,072,318</td> <td style="text-align: right;">\$ 4,179,117</td> </tr> <tr> <td>General Revenues:</td> <td></td> <td></td> <td></td> </tr> <tr> <td>Property Taxes for General Purposes</td> <td style="text-align: right;">2,658,115</td> <td></td> <td style="text-align: right;">2,658,115</td> </tr> <tr> <td>Property Taxes for Debt Service</td> <td style="text-align: right;">-</td> <td style="text-align: right;">1,319,121</td> <td style="text-align: right;">1,319,121</td> </tr> <tr> <td>Property Taxes for Urban Renewal Agency</td> <td style="text-align: right;">167,991</td> <td style="text-align: right;">-</td> <td style="text-align: right;">167,991</td> </tr> <tr> <td>Transient Room Taxes</td> <td style="text-align: right;">265,512</td> <td style="text-align: right;">-</td> <td style="text-align: right;">265,512</td> </tr> <tr> <td>Franchise Fees</td> <td style="text-align: right;">5,098,449</td> <td style="text-align: right;">-</td> <td style="text-align: right;">5,098,449</td> </tr> <tr> <td>Intergovernmental</td> <td style="text-align: right;">335,830</td> <td style="text-align: right;">376,072</td> <td style="text-align: right;">711,902</td> </tr> <tr> <td>Interest Income</td> <td style="text-align: right;">921,466</td> <td style="text-align: right;">1,165,632</td> <td style="text-align: right;">2,087,098</td> </tr> <tr> <td>Rental Income</td> <td style="text-align: right;">-</td> <td style="text-align: right;">29,378</td> <td style="text-align: right;">29,378</td> </tr> <tr> <td>Miscellaneous</td> <td style="text-align: right;">363,014</td> <td style="text-align: right;">493,434</td> <td style="text-align: right;">856,448</td> </tr> <tr> <td>Interfund Transfers</td> <td style="text-align: right;">(796,254)</td> <td style="text-align: right;">849,340</td> <td style="text-align: right;">53,086</td> </tr> <tr> <td>Total General Revenues and Interfund Transfers</td> <td style="text-align: right;"><u>9,014,123</u></td> <td style="text-align: right;"><u>4,232,977</u></td> <td style="text-align: right;"><u>13,247,100</u></td> </tr> <tr> <td>Change in Net Position</td> <td style="text-align: right;">8,120,922</td> <td style="text-align: right;">9,305,295</td> <td style="text-align: right;">17,426,217</td> </tr> <tr> <td>Net Position, Beginning</td> <td style="text-align: right;"><u>24,565,231</u></td> <td style="text-align: right;"><u>26,471,577</u></td> <td style="text-align: right;"><u>51,036,821</u></td> </tr> <tr> <td>Net Position, Ending</td> <td style="text-align: right;"><u>\$ 32,686,153</u></td> <td style="text-align: right;"><u>\$ 35,776,872</u></td> <td style="text-align: right;"><u>\$ 68,463,025</u></td> </tr> </tbody> </table>							Governmental Activities	Business-Type Activities	Total	Net (Expenses) Revenue	\$ (893,201)	\$ 5,072,318	\$ 4,179,117	General Revenues:				Property Taxes for General Purposes	2,658,115		2,658,115	Property Taxes for Debt Service	-	1,319,121	1,319,121	Property Taxes for Urban Renewal Agency	167,991	-	167,991	Transient Room Taxes	265,512	-	265,512	Franchise Fees	5,098,449	-	5,098,449	Intergovernmental	335,830	376,072	711,902	Interest Income	921,466	1,165,632	2,087,098	Rental Income	-	29,378	29,378	Miscellaneous	363,014	493,434	856,448	Interfund Transfers	(796,254)	849,340	53,086	Total General Revenues and Interfund Transfers	<u>9,014,123</u>	<u>4,232,977</u>	<u>13,247,100</u>	Change in Net Position	8,120,922	9,305,295	17,426,217	Net Position, Beginning	<u>24,565,231</u>	<u>26,471,577</u>	<u>51,036,821</u>	Net Position, Ending	<u>\$ 32,686,153</u>	<u>\$ 35,776,872</u>	<u>\$ 68,463,025</u>
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The notes to the basic financial statements are an integral part of this statement.

FUND FINANCIAL STATEMENTS

CITY OF BOARDMAN
Morrow County, Oregon

Balance Sheets - Cash Basis
Governmental Funds
June 30, 2024

	General Funds	Street Improvement Reserve Fund	Nonmajor Governmental Funds	Total Governmental Funds
<u>ASSETS</u>				
Cash and Cash Equivalents	\$ 10,213,077	\$ 9,711,959	\$ 627,638	\$20,552,674
<u>FUND BALANCES</u>				
Restricted:				
Urban Development	\$ -	\$ -	\$ 421,591	\$ 421,591
Streets	-	9,711,959	206,047	9,918,006
Tourism	454,617	-	-	454,617
Committed:				
Capital Improvements	-	-	-	-
Streets	-	-	-	-
Unassigned	9,758,460	-	-	9,758,460
Total Fund Balances	\$ 10,213,077	\$ 9,711,959	\$ 627,638	\$20,552,674

The notes to the basic financial statements
are an integral part of this statement.

CITY OF BOARDMAN
Morrow County, Oregon

Reconciliation of the Governmental Funds Balance Sheet (Cash Basis)
to the Statement of Net Position (Modified Cash Basis)
June 30, 2024

Total Fund Balances - Governmental Funds	\$ 20,552,674
 Capital Assets used in governmental activities are not financial resources and therefore are not reported in the governmental fund financial statements. Amounts reported for governmental activities in the Statement of Net Position:	
Governmental Capital Assets	\$ 19,072,963
Governmental Accumulated Depreciation	<u>(6,939,484)</u>
	<u>12,133,479</u>
 Total Net Position - Governmental Activities	 <u><u>\$ 32,686,153</u></u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF BOARDMAN
Morrow County, Oregon

Statement of Revenues, Expenditures, and Changes in Fund Balances - Cash Basis

Governmental Funds
Fiscal Year Ended June 30, 2024

	General Funds	Street Improvement Reserve Fund	Nonmajor Governmental Funds	Total Governmental Funds
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u>REVENUES:</u>				
Property Taxes	\$ 2,658,070	\$ -	\$ 168,036	\$ 2,826,106
Transient Room Taxes	265,512	-	-	265,512
Franchise Taxes	4,162,395	-	-	4,162,395
Intergovernmental		-	335,830	335,830
Charges for Services	14,581	-	-	14,581
Grants	4,190,287	-	4,406	4,194,693
Interest Income	639,677	260,888	20,901	921,466
Miscellaneous	358,796	-	4,218	363,014
Total Revenues	<u>12,289,318</u>	<u>260,888</u>	<u>533,391</u>	<u>13,083,597</u>
<u>EXPENDITURES:</u>				
Current:				
General Government	890,290	-	-	890,290
Public Safety	2,185,093	-	-	2,185,093
Streets and Roads		12,858	419,390	432,248
Culture and Recreation	167,202	-	-	167,202
Capital Outlay	1,150,790	256,852	20,000	1,427,642
Total Expenditures	<u>4,393,375</u>	<u>269,710</u>	<u>439,390</u>	<u>5,102,475</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7,895,943</u>	<u>(8,822)</u>	<u>94,001</u>	<u>7,981,122</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers in	2,051,150	5,084,143	130,000	7,265,293
Transfers out	<u>(7,960,257)</u>	<u>-</u>	<u>(101,290)</u>	<u>(8,061,547)</u>
Total Other Financing Sources (Uses)	<u>(5,909,107)</u>	<u>5,084,143</u>	<u>28,710</u>	<u>(796,254)</u>
Net change in fund balances	1,986,836	5,075,321	122,711	7,184,868
Fund balances, beginning	<u>8,226,241</u>	<u>4,601,801</u>	<u>570,171</u>	<u>13,398,213</u>
Fund balances, ending	<u>\$10,213,077</u>	<u>\$9,677,122</u>	<u>\$ 692,882</u>	<u>\$20,583,081</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF BOARDMAN
Morrow County, Oregon

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes
in Fund Balances (Cash Basis) to the Statement of Activities (Modified Cash Basis)
Fiscal Year Ended June 30, 2024

Net Change in Fund Balances - Total Governmental Funds \$ 7,184,868

The acquisition of capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities.

Capital outlay reported in governmental fund financial statements	\$ 1,427,642	
Depreciation expense reported in the Statement of Activities	<u>(530,796)</u>	
Amount by which capital outlays are greater/(less) than depreciation in the current period.		<u>896,846</u>
Change in Net Position - Governmental Activities		<u>\$ 8,081,714</u>

CITY OF BOARDMAN
Morrow County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund #100
Fiscal Year Ended June 30, 2024

	Budget		Actual	Variance with Final Budget
	Original	Final		
<u>REVENUES:</u>				
Property Taxes	\$ 2,599,300	\$ 2,599,300	\$ 2,658,878	\$ 59,578
Transient Room Taxes	273,000	\$ 273,000	265,512	(7,488)
Franchise Taxes	3,528,600	\$ 3,528,600	4,160,555	631,955
Intergovernmental	168,900	\$ 168,900	159,692	(9,208)
Charges for Services	3,350	\$ 3,350	1,840	(1,510)
Interest Income	201,000	\$ 201,000	324,149	123,149
Grants	5,915,000	\$ 5,915,000	3,590,287	(2,324,713)
Miscellaneous	302,000	\$ 272,735	212,877	(59,858)
Total Revenues	<u>12,991,150</u>	<u>12,961,885</u>	<u>11,373,790</u>	<u>(1,588,095)</u>
<u>EXPENDITURES:</u>				
General Government:				
Personal Services	431,540	443,540	343,512	100,028
Materials and Services	374,055	424,305	294,175	130,130
Police Department:				
Personal Services	2,375,250	2,438,750	1,948,063	490,687
Materials and Services	350,495	379,895	237,031	142,864
Capital Outlay	380,000	510,300	472,509	37,791
Code Compliance:				
Personal Services	98,140	98,140	94,291	3,849
Materials and Services	40,905	42,105	19,104	23,001
Facilities:				
Materials and Services	193,670	222,170	140,842	81,328
Capital Outlay	88,000	718,000	678,281	39,719
Non-Departmental:				
Materials and Services	1,975,650	1,975,650	167,202	1,808,448
Capital Outlay	60,000	-	-	-
Contingency	299,400	56,250	-	56,250
Reserves	61,265	61,265	-	-
Total Expenditures	<u>6,728,370</u>	<u>7,309,105</u>	<u>4,395,010</u>	<u>2,914,095</u>
Excess of Revenues				
Over Expenditures	6,262,780	5,652,780	6,978,780	1,326,000
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers To Other Funds	(8,864,530)	(8,254,530)	(7,960,257)	(294,273)
Transfers From Other Funds	51,150	51,150	51,150	-
Total Other financial Sources (Uses)	<u>(8,813,380)</u>	<u>(8,203,380)</u>	<u>(7,909,107)</u>	<u>(294,273)</u>
Net change in Fund Balance	(2,550,600)	(2,550,600)	(930,327)	1,031,727
Fund Balance, Beginning	2,550,600	2,550,600	2,916,593	365,993
Fund Balance, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,986,266</u>	<u>\$ 1,397,720</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF BOARDMAN
Morrow County, Oregon

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Street Improvements Reserve Fund #350
Fiscal Year Ended June 30, 2024

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Interest Income	\$ 104,675	\$ 104,675	\$ 260,888	\$ 156,213
Other Income	50,500	50,500	-	(50,500)
Grant Income	380,000	380,000	-	(380,000)
Total Receipts	<u>535,175</u>	<u>535,175</u>	<u>260,888</u>	<u>(274,287)</u>
<u>EXPENDITURES:</u>				
Materials and Services	135,000	135,000	12,858	122,142
Capital Outlay	8,213,415	8,213,415	256,852	7,956,563
Contingency	450,000	450,000	-	450,000
Total Disbursements	<u>8,798,415</u>	<u>8,798,415</u>	<u>269,710</u>	<u>8,528,705</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,263,240)	(8,263,240)	(8,822)	8,254,418
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers From Other Funds	6,130,650	6,130,650	5,084,143	(1,046,507)
Net Change in Fund Balance	(2,132,590)	(2,132,590)	5,075,321	7,207,911
Fund Balance, Beginning	2,132,590	2,132,590	4,601,801	2,469,211
Fund Balances, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,677,122</u>	<u>\$ 9,677,122</u>

The notes to the basic financial statements
are an integral part of this statement.

CITY OF BOARDMAN
Morrow County, Oregon

Statement of Net Position - Modified Cash Basis
Proprietary Funds
June 30, 2024

Business-Type Activities-Enterprises Funds

	<u>Water Utility Funds</u>	<u>Sewer Utility Funds</u>	<u>Garbage Fund #240</u>	<u>Building Fund #260</u>	<u>Capital Project Funds</u>	<u>Total Proprietary Funds</u>
<u>ASSETS:</u>						
Current Assets:						
Cash and Cash Equivalents	\$ 3,308,419	\$ 4,012,566	\$ 408,434	\$14,346,611	\$ 2,779,191	\$24,855,221
Noncurrent Assets:						
Capital Assets, Net	5,875,822	3,275,430	-	3,788,791	16,801,990	29,742,033
Total Assets	<u>9,184,241</u>	<u>7,287,996</u>	<u>408,434</u>	<u>18,135,402</u>	<u>19,581,181</u>	<u>54,597,254</u>
<u>LIABILITIES:</u>						
Current Liabilities:						
Bonds payable within one year	-	-	-	-	802,226	802,226
Noncurrent Liabilities:						
Bonds payable in more than one year	-	-	-	-	19,003,575	19,003,575
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,805,801</u>	<u>19,805,801</u>
<u>NET POSITION (DEFICIT):</u>						
Net investment in capital assets	5,875,822	3,275,430	-	3,788,791	(224,620)	12,715,423
Restricted for urban development	-	-	-	-	-	-
Restricted for infrastructure	-	-	-	-	-	-
Restricted for debt service	-	-	-	-	-	-
Unrestricted	3,308,419	4,012,566	408,434	14,346,611	567,918	22,643,948
Total Net Position (Deficit)	<u>\$ 9,184,241</u>	<u>\$ 7,287,996</u>	<u>\$ 408,434</u>	<u>\$18,135,402</u>	<u>\$ 343,298</u>	<u>\$35,359,371</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF BOARDMAN
Morrow County, Oregon

Statement of Revenues, Expenses, and Changes in Fund Net Position - Modified Cash Basis

Proprietary Funds

Fiscal Year Ended June 30, 2024

	Business-Type Activities-Enterprises Funds					
	Water Utility Funds	Sewer Utility Funds	Garbage Fund #240	Building Fund #260	Capital Project Funds	Total Proprietary Funds
<u>OPERATING REVENUES:</u>						
Charges for Services	\$ 1,360,655	\$ 819,903	\$ 918,409	\$ 7,218,141	\$ -	\$ 10,317,108
Other Income	52,495	23,541	-	614	-	76,650
Total Operating Revenues	<u>1,413,150</u>	<u>843,444</u>	<u>918,409</u>	<u>7,218,755</u>	<u>-</u>	<u>10,393,758</u>
<u>OPERATING EXPENSES:</u>						
Personal Services	506,299	302,808	24,626	480,204	-	1,313,937
Materials and Services	385,756	204,132	737,514	2,104,652	-	3,432,054
Depreciation Expense	247,725	123,668	-	51,473	-	422,866
Total Operating Expenses	<u>1,139,780</u>	<u>630,608</u>	<u>762,140</u>	<u>2,636,329</u>	<u>-</u>	<u>5,168,857</u>
Net Operating Income (Loss)	<u>273,370</u>	<u>212,836</u>	<u>156,269</u>	<u>4,582,426</u>	<u>-</u>	<u>5,224,901</u>
<u>NON-OPERATING REVENUES</u>						
<u>(EXPENSES):</u>						
Property Taxes	-	-	-	-	1,319,121	1,319,121
Interest Income	109,597	133,311	-	606,860	315,864	1,165,632
Grants	-	-	-	-	299,422	299,422
Rental Income	3,128	26,250	-	-	-	29,378
Interest Expense	-	-	-	-	-	-
Net Non-Operating Revenues (Expenses)	<u>112,725</u>	<u>159,561</u>	<u>-</u>	<u>606,860</u>	<u>1,934,407</u>	<u>2,813,553</u>
Net Operating Income (Loss) before transfers	386,095	372,397	156,269	5,189,286	1,934,407	8,038,454
Transfers in (out)	494,025	355,315	-	-	-	849,340
Change in Net Position	880,120	727,712	156,269	5,189,286	1,934,407	8,887,794
Net Position (Deficit), Beginning	8,304,121	6,560,284	252,165	12,946,116	(1,591,109)	26,471,577
Net Position (Deficit), Ending	<u>\$ 9,184,241</u>	<u>\$ 7,287,996</u>	<u>\$ 408,434</u>	<u>\$ 18,135,402</u>	<u>\$ 343,298</u>	<u>\$ 35,359,371</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF BOARDMAN
Morrow County, Oregon

Statement of Cash Flows - Modified Cash Basis
Proprietary Funds
Fiscal Year Ended June 30, 2024

	Business-Type Activities-Enterprises Funds					
	Water Utility Funds	Sewer Utility Funds	Garbage Fund #240	Building Fund #260	Capital Project Funds	Total Proprietary Funds
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>						
Receipts from Customers	\$ 1,369,209	\$ 956,682	\$ 918,409	\$ 7,218,755		\$10,463,055
Payments to Employees	(506,299)	(437,478)	(24,626)	(480,204)	-	(1,448,607)
Payments to Suppliers	(385,756)	(204,132)	(737,513)	(2,285,180)	-	(3,612,581)
Net Cash Provided (Used) by Operating Activities	<u>477,154</u>	<u>315,072</u>	<u>156,270</u>	<u>4,453,371</u>	<u>-</u>	<u>5,401,867</u>
<u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</u>						
Transfer to (from) other funds	(494,025)	355,315	-	130,964	(184,050)	-
Net Cash Provided (Used) by noncapital financing activities	<u>(494,025)</u>	<u>355,315</u>	<u>-</u>	<u>130,964</u>	<u>(184,050)</u>	<u>-</u>
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</u>						
Property Taxes on Bonded Debt Levies	-	-	-	-	1,319,121	1,319,121
Cash Received from Grantors	-	-	-	-	299,422	299,422
Purchases of Capital Assets	(20,395)	(302,116)	-	(2,680,040)	(8,512,519)	(11,515,070)
Cash Payments for Debt Service	-	-	-	-	-	-
Cash rents received	-	26,250	-	-	-	26,250
Net Cash Provided (Used) by Financing Activities	<u>(20,395)</u>	<u>(275,866)</u>	<u>-</u>	<u>(2,680,040)</u>	<u>(6,893,976)</u>	<u>(9,870,277)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>						
Interest Income	109,597	133,311	-	606,860	316,033	1,165,801
Net Increase (Decrease) in Cash and Cash Equivalents	72,331	172,517	156,270	2,380,191	(6,577,943)	(3,796,634)
Cash and Cash Equivalents, Beginning	2,594,870	3,463,301	252,165	11,835,622	10,725,916	28,871,874
Cash and Cash Equivalents, Ending	<u>\$ 2,667,201</u>	<u>\$ 3,635,818</u>	<u>\$ 408,435</u>	<u>\$ 14,215,813</u>	<u>\$ 4,147,973</u>	<u>\$25,075,240</u>
<u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</u>						
Operating income (Loss)	\$ (435,602)	\$ 549,417	\$ 156,269	\$ 2,459,683	\$ 8,196,818	\$10,926,585
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:						
Depreciation Expense	247,725	123,669	-	51,473	-	422,867
Net Cash Provided (Used) by Operating Activities	<u>\$ (187,877)</u>	<u>\$ 673,086</u>	<u>\$ 156,269</u>	<u>\$ 2,511,156</u>	<u>\$ 8,196,818</u>	<u>\$11,349,452</u>

The notes to the basic financial statements
are an integral part of this statement.

NOTES TO THE FINANCIAL STATEMENTS

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The accounting policies of the City of Boardman (the City), have been established in conformity with the modified cash basis of accounting, as discussed in Note 1D. The following is a summary of the most significant accounting policies:

A. Reporting Entity

Primary Government

The City of Boardman, Morrow County, Oregon was incorporated December 19, 1927. The present charter was enacted January 1, 1985. The City operates under a Council-Mayor form of government. The six council members and the Mayor are elected to a four-year term. The Council on a contract basis, which is reviewed annually, hires the City Manager. The City shall have all powers which the constitution, statutes, and common law of the United States and the State of Oregon, expressly or implicitly, grants or allows municipalities as fully as though the charter specifically enumerated each of those powers. The City charter is to be liberally construed, so that the City may have all powers necessary or convenient for the conduct of its municipal affairs.

A six-member council, along with the Mayor, exercise governance responsibilities over all activities related to City operations within the jurisdiction set by the State of Oregon. The Council receives funding from local, state, and federal government sources and must comply with the requirements of these funding sources. Council members are elected by the public and have decision-making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters. As required by the modified cash basis of accounting, all significant activities and organizations have been included in the basic financial statements. Component units are separate organizations that would be included in the City's reporting entity because of the significance of their operational or financial relationships with the City. Based on these criteria, there is one component unit.

Blended Component Unit

The Boardman Urban Renewal Agency (URA) was created in August of 2008. The URA consists of the Central Boardman Urban Renewal District (CBURD) formed to help develop the SE Front and Main Street of Boardman and the West Boardman Urban Renewal District (WBURD), created in November of 2013, to help develop the West Boardman Residential Area. The URA is a legally separate organization governed by a board that is appointed by the mayor and city council of the City of Boardman. Although legally separate from the City, the URA is reported as if it were a part of the primary government because its sole purpose is to oversee and participate, if necessary, in financing community development projects for the benefit of the City and its citizens. Furthermore, the URA is included as a component unit as the URA has no ability to issue debt or otherwise carry out its activities without the participation and agreement of the City or appropriation of funds by the city council. The operations of the two districts are included in the governmental fund financial statements as separate special revenue funds that are combined to represent the URA. Separate financial statements are not published for the URA, which follows the same accounting policies as the City of Boardman.

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

B. Basic Financial Statements - Government-Wide Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The City's public safety, streets and roads, culture and recreation, and general administrative services are classified as governmental activities. The City's water, sewer, and sanitation, and building regulation services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a modified cash, economic resource basis, which recognizes all long-term assets as well as long-term debt.

The government-wide Statement of Activities reports both the gross and net cost of each of the City's governmental and business-type activities. The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, etc.). The Statement of Activities reports gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the governmental function or a business-type activity. Operating grants include operating-specific and discretionary grants while the capital grants column reports capital-specific grants.

This government-wide statements' focus is more on the sustainability of the City as an entity and the change in the City's net position resulting from the current year's activities.

C. Basic Financial Statements - Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. Accounting standards establish criteria for the determination of major funds. The City can electively add funds as major funds if it believes the funds are of interest to financial statement users.

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

C. Basic Financial Statements - Fund Financial Statements (continued)

The City's fund structure is described below:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The City reports these major governmental funds and fund types:

General Fund

The General Fund is the primary operating fund of the City and always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain purposes. The City has one special revenue fund: State Tax Street Fund.

Capital Reserve Funds

Capital reserve funds are used to account for resources reserved at the direction of the council for specific capital projects or assets. The major source of revenue in this fund is grants or transfers-in from the General Fund. Major budgeted requirements are expenditures for major capital purchases or improvement projects. The City has three capital reserve funds: General Improvements Reserve Fund, Street Improvements Reserve Fund, and the CDBG Grant Fund.

The activities reported in these funds are reported as governmental activities in the government-wide financial statements.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The City reports the following proprietary fund types:

Enterprise Fund

The activities reported in the enterprise funds are reported as business-type activities in the government-wide financial statements. The City reports six enterprise funds: Water Utility Funds, Sewer Utility Funds, Garbage Fund, Building Fund and the Capital Project Fund. The purpose of the Capital Project Fund is to account for improvements to systems used by other enterprise funds financed by bonded debt.

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Enterprise Fund (Continued)

The Water Utility Funds include the Water Utility Operations Funds, the Water Reserve Fund and the Water Debt Service Fund. The Sewer Utilities Funds include the Sewer Utility Operations Fund, the Sewer Reserve Fund and the Sewer Debt Service Fund. The reserve funds account for utility operations funds budgeted to be set aside for future capital improvements. The debt service funds account for property taxes levied and collected on general obligation bonds used to make utility system improvements and for expansion and the related debt service disbursements.

Major and Nonmajor Funds

The funds are further classified as major or nonmajor as follows:

<u>Major Funds</u>	<u>Brief Description</u>
<u>Governmental Funds:</u>	
General Funds	This is the City's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund. The principal source of revenues is property taxes and its primary expenditures are for public safety and general government services.
Street Improvement Reserve Fund #350	This fund accumulates resources for major street repairs and improvements.
<u>Proprietary Funds:</u>	
Water Utility Funds	Accounts for activities related to providing water services to city residents.
Sewer Utility Funds	Accounts for activities related to providing wastewater services to city residents.
Garbage Fund #240	Accounts for activities related to providing garbage services to city residents.
Building Fund #260	Accounts for activities related to construction planning permitting and inspection.
Capital Project Fund #410	Accounts for the use of bond proceeds dedicated to improving utility systems.
Debt Service Fund #510	Accounts for the accumulation of funds to repay bonded debt.

The remainder of the City's funds are classified as nonmajor funds.

D. Measurement Focus and Basis of Accounting

The City's financial statements include the accounts of all City operations. The financial statements have been presented on a modified cash basis of accounting. The City only recognizes items that involve receipts or disbursements of cash, except for the following modifications which have substantial support in generally accepted accounting principles:

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Measurement Focus and Basis of Accounting (continued)

The City capitalizes assets with an original cost over \$5,000 and an estimated useful life longer than one year. Capital assets are depreciated using the straight-line method over estimated useful lives. The City reports long-term debt that relates to the acquisition of capital assets. The City reports prepayments received as unearned revenue.

Except for the modifications listed above, the City does not record transactions relating to revenues earned or expenses incurred until the period in which the cash is received or disbursed. Accordingly, receivables, payables, and accrued expenses are not reported.

E. Financial Statement Amounts

Cash, Cash Equivalents, and Investments

The City's "cash and cash equivalents" includes all cash on hand, demand deposits, and short-term investments with an original maturity of three months or less from the date of acquisition.

The City maintains a cash and investment pool that is available for use by all funds. In general, interest earning from pooled cash investments is allocated to each fund based on average earnings rate and average cash balance held by each fund.

State statutes authorize the City to invest primarily in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, high-grade commercial paper, and the State Treasurer's Local Government Investment Pool.

Property Taxes

The City is responsible for levying property taxes, but the taxes are collected by the County. Taxes are levied on September 1 based on assessed values at July 1. Property tax payments are due in three installments- November 15, February 15, and May 15. Taxes are considered delinquent 60 days after their due date and become a lien on the property at that time.

Interfund Activity

Activity between funds utilizing is referred to as "Due To / From Other Funds" in each fund at the end of each fiscal year in the fund financial statements. All interfund loan balances are considered current and are eliminated in the government-wide financial statements.

Inventories

Supplies inventory is not reported when the modified cash basis of accounting is used. The amount of unused supplies inventory at balance sheet date is considered immaterial by management for reporting purposes.

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

E. Financial Statement Amounts (continued)

Capital Assets

Capital assets are stated at cost or estimated historical cost. Donated assets are stated at their estimated fair market value on the date donated. Capital assets are defined as assets with an initial cost of more than \$5,000 and estimated life in excess of one year. Interest incurred during construction is not capitalized. Maintenance and repairs of a routine nature are charged to expenditures as incurred and not capitalized. Capital assets are depreciated using the straight-line method over the following useful lives:

<u>Asset</u>	<u>Years</u>
Buildings	30-40
Improvements	15-40
Equipment and Vehicles	5-15
Intangible Assets	3-5
Streets and Road	30-50
Utility Systems and Improvements	40

Leases

Lease assets and lease liabilities are not accrued using the modified cash basis of accounting.

Compensated Absences

Compensated absences are not accrued, since the modified cash basis of accounting is used. Vacation time accumulates at 6.8 hours to 13.33 hours per month based on years of employment and position. Unpaid vacation time is fully vested to employees at the time it is earned. All outstanding vacation leave is payable upon resignation, retirement, or death.

Long-Term Debt Obligations

Long-term debt and other long-term obligations are reported as liabilities in the government-wide and proprietary fund financial statements. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are treated as period costs in the year of issue and are shown as other financing uses.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources while discounts on debt issuances are reported as Other Financing Uses. Issuance costs are reported as debt service expenditures.

Retirement Plans

Substantially all employees are participants in the Oregon Public Employees Retirement Fund (OPERF), administered by the Oregon Public Employees Retirement System (OPERS). Contributions to OPERS are made on a current basis as required by the plan and are charged to expenditures / expenses as funded.

In addition, the City offers its administrators a tax deferred annuity plan established pursuant to Section 457(b) of the Internal Revenue Code.

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

E. Financial Statement Amounts (continued)

Net Position/Fund Balance

Government-wide and proprietary fund net position is divided into three components:

- Net Investment in Capital Assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted Net Position - Consists of restricted assets reduced by related liabilities with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- Unrestricted Net Position - Net amount of assets related liabilities not included in the determination of net investment in capital assets or the restricted component of net position.

In the fund financial statements, governmental fund balances are classified in the following categories:

- Non spendable - Amounts that cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.
- Restricted - Consists of restricted assets reduced by related liabilities with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. All of the City's restricted net position is restricted by enabling legislation.
- Committed - Amounts that can be used only for specific purposes determined by a formal action by City Council resolution.
- Assigned - Amounts that are designated by management for a particular purpose but are not spendable until a budget ordinance is passed or there is a majority vote approval (for capital projects or debt service) by City Council.
- Unassigned - All amounts not included in other spendable classifications.

When the option is available to use restricted or unrestricted resources for any purpose, the City expends restricted resources first. When the option is available to use committed, assigned, or unassigned resources for any purpose, the City expends committed resources before assigned resources, and assigned resources before unassigned resources.

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

E. Financial Statement Amounts (continued)

Operating Revenues and Expenses

The City's proprietary funds distinguish between operating and nonoperating revenues and expenses. Operating revenues and expenses of the City's water utility, sewer utility, garbage, and building funds consist of charges for services and the costs of providing those services, including depreciation and excluding interest cost. All other revenues and expenses are reported as nonoperating.

Use of Estimates

In preparing the City's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues during the reporting period. Actual results could differ from those estimates.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:

The City follows Oregon's Local Budget Law; the process under which the budget is adopted as described in the following paragraphs. A budget is prepared for each fund in accordance with the budgetary basis of accounting and legal requirements set forth in Oregon Local Budget Law. The budgetary basis of accounting is substantially the same as the modified cash basis of accounting with the following features:

- Capital outlay expenditures are expensed when purchased and depreciation is not calculated,
- Debt principal is recorded as an expense when paid instead of a liability reduction, and
- Debt issuance costs are expensed when paid rather than amortized.

Budget amounts shown in the financial statements include the original and supplemental budget amounts and all appropriation transfers approved by the City Council. The appointed budget officer develops a proposed budget for submission to the budget committee. The operating budget includes proposed expenditures and the means for financing them for the upcoming year, along with estimates for the current year and actual data for the two preceding years. After the proposed budget is prepared, the budget officer publishes a "Notice of Budget Committee Meeting" in at least one newspaper of general circulation. At the budget committee meeting, the budget message is delivered explaining the proposed budget and any significant changes in the City's financial position. The budget committee meets thereafter as many times as necessary until the budget document is completed.

After approval by the budget committee and the required "Public Hearing" and prior to July 1, the budget is adopted by the City Council, and appropriations are enacted by resolution. The resolution establishes appropriations for each fund and expenditures cannot legally exceed these appropriations. Appropriations lapse at year-end. Consistent with Oregon Local Budget Law, expenditures are appropriated for each legally adopted annual operating budget at the following levels of control:

- Personal Services
- Materials and Services
- Capital Outlay
- Debt Service
- Contingencies
- Unappropriated Ending Fund Balance.

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued):

The City Council adopted the 2023-2024 budget on May 16, 2023 totaling \$74,207,368.

The City Council adopted the 2024-2025 budget on June 4, 2024 totaling \$87,547,100.

Budgetary appropriations may not be legally over-expended except in the case of reimbursable grant expenditures and trust monies, which could not be reasonably estimated at the time the budget was adopted. After the original budget is adopted, the City Council may approve appropriation transfers between levels of control. There was one amended appropriation adopted by the City Council during the fiscal year under audit. After budget approval, the City Council may approve supplemental appropriations if any occurrence, condition or need exists which had not been anticipated at the time the budget was adopted. Expenditures of all the various funds were within authorized appropriation.

NOTE 3 - STATE CONSTITUTIONAL PROPERTY TAX LIMITS:

The State of Oregon has a constitutional limit on property taxes for schools and non-school government operations. Under the provisions of the limitation, tax revenues are separated into taxes for the public school system and taxes for local government operations other than the public school system. Property taxes levied for the payment of bonded indebtedness are exempt from the limitation, provided such bonds are either authorized by a specific provision of the Oregon Constitution or approved by the voters of the City for capital construction or improvements.

During May 1997, Oregon voters approved Measure 50 which limits taxes on each property by reducing the "assessed value" of each unit of property for the tax year 1998-1999 to its 1995-1996 value, less ten percent. Then a "permanent tax rate", representing the product of dividing the tax levy by the assessed value, was calculated. The new tax rates are the permanent constitutional rate limit for each jurisdiction and are used to calculate property taxes levied against each property.

The City's permanent tax rate is \$4.2114 per \$1,000 of assessed value.

NOTE 4 - DEPOSITS AND INVESTMENTS:

Deposits

Oregon Revised Statute (ORS) Chapter 295 governs the collateralization of Oregon public funds. ORS 295 requires the qualified depository to pledge collateral against any public funds deposits in excess of deposit insurance amounts. As of June 30, 2024, the total bank balances were \$673,697. The City maintains its funds at financial institutions deemed to be qualified depositories by the Office of the State Treasurer.

CITY OF BOARDMAN
Morrow County, Oregon

Notes to the Financial Statements
June 30, 2024

NOTE 4 - DEPOSITS AND INVESTMENTS (continued):

Custodial Credit Risk - Custodial credit risk for deposits is the risk that, in the event of bank failure, a government's deposits may not be returned to it. The City does not have a formal deposit policy for custodial credit risk.

Investments

The City invests funds in the Oregon Local Government Investment Pool (LGIP), which is an unrated external investment pool. The LGIP is included in the Oregon Short Term Fund (OSTF), which was established by the State Treasurer. OSTF is not subject to SEC regulation. OSTF is subject to requirements established in Oregon Revised Statutes, investment policies adopted by the Oregon Investment, and portfolio guidelines established by the OSTF Board. The Governor appoints the members of the Oregon Investment Council and the OSTF Board.

Custodial Credit Risk - State statutes authorize the City to invest primarily in general obligations of the US Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, certain commercial papers, and the State Treasurer's investment pool, among others. The City has no formal investment policy that further restricts its investment choices.

Concentration of Credit Risk - The City is required to provide information about the concentration of credit risk associated with its investments in one issuer that represent 5 percent or more of the total investments, excluding Investments in external investment pools or those issued and explicitly guaranteed by the U.S. Government. The City has no such investments.

Interest Rate Risk - The City has no formal investment policy that explicitly limits investment maturities as a means of managing its exposure to fair value loss arising from increasing interest rates.

A reconciliation of cash and cash equivalents as shown on the statement of assets, liabilities and equity arising from cash transactions are as follows:

Banking Institutions:	
Banner Bank	\$ (50,120)
Bank of Eastern Oregon	723,817
Oregon Local Government Investment Pool	43,472,876
Credit Card Processor	<u>1,260,805</u>
Total Governmental & Business-Type Activities	<u>\$ 45,407,378</u>

CITY OF BOARDMAN
Morrow County, Oregon

Notes to the Financial Statements
June 30, 2024

NOTE 5 - CAPITAL ASSETS:

Governmental Activities	Beginning Balance	Increases	Decreases	Ending Balance
Non-Depreciable Capital Assets:				
Land	\$ 936,889	\$ 603,456	\$ -	\$ 1,540,345
Construction in Progress	455,279	-	-	455,279
Total Non-Depreciable Capital Assets	1,392,168	603,456	-	1,995,624
Depreciable Capital Assets:				
Buildings and Equipment	8,010,645	893,788	-	8,904,433
Intangible Assets	15,155	-	-	15,155
Infrastructure	8,157,751	-	-	8,157,751
Total Non-Depreciable Capital Assets	16,183,551	893,788	-	17,077,339
Accumulated Depreciation:				
Buildings and Equipment	(2,528,478)	(356,149)	-	(2,884,627)
Intangible Assets	(11,114)	(3,031)	-	(14,145)
Infrastructure	(3,869,096)	(171,616)	-	(4,040,712)
Total Accumulated Depreciation	(6,408,688)	(530,796)	-	(6,939,484)
Total Governmental Capital Assets, Net	\$11,167,031	\$ 966,448	\$ -	\$12,133,479

Depreciation expense was charged to governmental activities as follows:

Functions/Programs:	
General Government	\$ 186,137
Public Safety	142,205
Streets and Roads	185,810
Culture and Recreation	16,644
Total Depreciation Expense	\$ 530,796

CITY OF BOARDMAN
Morrow County, Oregon

Notes to the Financial Statements
June 30, 2024

NOTE 5 - CAPITAL ASSETS (continued):

<u>Business-Type Activities</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Non-Depreciable Capital Assets:				
Land	\$ 189,208	\$ -	\$ -	\$ 189,208
Construction in Progress	9,715,546	2,301,872	-	12,017,418
Total Non-Depreciable Capital Assets	9,904,754	2,301,872	-	12,206,626
Depreciation Capital Assets:				
Equipment and Vehicles	1,268,572	427,897	(67,972)	1,628,497
Intangible Assets	169,719	-	-	169,719
Utility Systems and Improvements	16,770,500	-	-	16,770,500
Total Depreciable Capital Assets	18,208,791	427,897	(67,972)	18,568,716
Accumulated Depreciation:				
Equipment and Vehicles	(924,907)	(70,417)	31,503	(963,821)
Intangible Assets	(157,819)	(3,400)	-	(161,219)
Utility Systems and Improvements	(8,824,620)	(339,458)	-	(9,164,078)
Total Accumulated Depreciation	(9,907,346)	(413,275)	31,503	(10,289,118)
Total Business-Type Capital Assets, Net	\$18,206,199	\$ 2,316,494	\$ (36,469)	\$20,486,224

Depreciation expense was charged to business-type activities as follows:

Functions/Programs:	
Water Utility	\$ 247,725
Sewer Utility	123,669
Building	41,881
Total Depreciation Expense	\$ 413,275

CITY OF BOARDMAN
Morrow County, Oregon

Notes to the Financial Statements
June 30, 2024

NOTE 6 - LONG-TERM DEBT OBLIGATIONS:

During the fiscal year ended June 30, 2024, changes in long-term debt for the City's governmental activities are as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
<u>Business-Type Activities:</u>					
2021 General Obligation Bond	\$19,265,000	\$ -	\$ (580,000)	\$18,685,000	\$ 581,531
2021 Bond Premiums	1,341,496	-	(220,695)	1,120,801	220,695
Total Business-Type Debt	<u>20,606,496</u>	<u>-</u>	<u>(800,695)</u>	<u>19,805,801</u>	<u>802,226</u>
Total Government-Wide Debt	<u>\$20,606,496</u>	<u>\$ -</u>	<u>\$ (800,695)</u>	<u>\$19,805,801</u>	<u>\$ 802,226</u>

CITY OF BOARDMAN
Morrow County, Oregon

Notes to the Financial Statements
June 30, 2024

NOTE 6 - LONG-TERM DEBT OBLIGATIONS (continued):

Bonded Debt

Annual debt service requirements to maturity for debt in the City's business-type activities are as follows:

Fiscal Year Ending June 30,	Interest	Principal	Total
2025	581,531	605,000	1,186,531
2026	557,331	630,000	1,187,331
2027	532,131	655,000	1,187,131
2028	505,931	680,000	1,185,931
2029-33	2,098,855	3,835,000	5,933,855
2034-38	1,297,055	4,635,000	5,932,055
2039-43	592,293	5,345,000	5,937,293
2040-48	73,525	2,300,000	2,373,525
	<u>\$ 6,238,652</u>	<u>\$18,685,000</u>	<u>\$ 24,923,652</u>

NOTE 7 - NET INVESTMENT IN CAPITAL ASSETS:

	Governmental Activities	Business-Type Activities	Total
Capital Assets Net of Depreciation	\$12,133,479	\$20,486,224	\$ 32,619,703
Debt to Acquire Capital Assets	-	(19,265,000)	(19,265,000)
Net Investment in Capital Assets	<u>\$12,133,479</u>	<u>\$ 1,221,224</u>	<u>\$ 13,354,703</u>

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 8 - PENSION PLAN:

Because the financial statements have been prepared on a modified cash basis of accounting, pension and other post-employment benefit liabilities and the related deferred inflows and outflows of resources have not been recorded in the financial statements. Pension expenditures are recorded when the disbursements are made. If the financial statements were prepared in accordance with accounting principles generally accepted in the United States of America, the following information would have been included:

A Name of the Pension Plan

The Oregon Public Employees Retirement System (OPERS) is a cost-sharing multiple-employer defined benefit plan.

B. Plan Description

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

C. Benefits Provided Under ORS Chapter 238 - Tier One / Tier Two

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

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

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

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 8 - PENSION PLAN (continued):

C. Benefits Provided Under ORS Chapter 238 - Tier One / Tier Two (continued)

3. **Disability Benefits** - A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job- incurred injury or illness qualifies a member (including PERS judge members) for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.
4. **Benefit Changes After Retirement** - 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 is 2.0%.

D. Benefits Provided Under ORS Chapter 238A - OPSRP Pension Program (OPSRP DB)

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

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

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

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.

2. **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.
3. **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.

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 8 - PENSION PLAN (continued):

D. Benefits Provided Under ORS Chapter 238A - OPSRP Pension Program (OPSRP DB) (continued)

4. 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 will vary; 1.25 percent for beneficiaries receiving yearly benefits below \$60,000 or \$750 plus 0.15 percent for beneficiaries receiving yearly benefits above \$60,000.

E. Benefits Provided Under the OPSRP Individual Account Program (OPSRP IAP)

1. Pension Benefits - The Individual Account Program (IAP) is a defined contribution pension plan. An IAP member becomes vested on the date the employee account is established or on the date the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies.

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

2. Death Benefits - Upon the death of a non-retired member, the beneficiary receives in a lump sum the member's account balance, rollover account balance, and vested employer optional contribution account balance. If a retired member dies before the installment payments are completed, the beneficiary may receive the remaining installment payments or choose a lump-sum payment.
3. Recordkeeping - OPERS contracts with VOYA Financial to maintain IAP participant records.

F. Contributions

OPERS 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. This funding policy applies to the OPERS Defined Benefit Plan and the Other Postemployment Benefit Plans.

Employer contribution rates during the period were based on the December 31, 2021 actuarial valuation. The rates based on a percentage of payroll, first became effective July 1, 2023.

Employer contributions for the fiscal year ended June 30, 2024 were \$533,551, excluding amounts to fund employer specific liabilities. The rates in effect for the fiscal year ended June 30, 2024 were: Tier One / Tier Two General Service - 25.88 percent, OPSRP Pension Program General Service - 20.29 percent, and OPSRP Pension Program Police and Fire - 24.65 percent.

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 8 - PENSION PLAN (continued):

G. Pension Liabilities, Pension Expense, and Deferred Inflows and Outflows of Resources

At June 30, 2024, the City had a liability of \$2,781,656 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021. At June 30, 2024, the City's proportion was 0.01441397%, which was a decrease from its proportion of 0.01816650% at June 30, 2023.

For the year ended June 30, 2024, 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	132,030	10,705
Changes of assumption	239,837	1,788
Net differences between projected and actual earnings on investments	48,527	-
Changes in proportionate share	367,586	459,289
Differences between employer contributions and proportionate share of contributions	1,596,259	194,369
Contributions subsequent to the measurement date	589,481	-
	\$ 2,973,720	\$ 666,151

H. Changes in Plan Provisions

The were no changes to the pension plan or postemployment health insurance plan during or subsequent to the June 30, 2023 measurement period that require disclosure.

I. Tax Sheltered Annuity

The City offers its administrators a tax deferred annuity program established pursuant to Section 457(b) of the Internal Revenue Code (the Code). Contributions are made through salary reductions from participating employees up to the amounts specified in the Code. No contributions are required from the City. As of June 30, 2024, 17 employees were participating in the plan.

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS (OPEB):

A. Name of the Other Post-Employment Benefit Plan

The Retirement Health Insurance Account (RHIA) is a cost-sharing multiple-employer defined other post-employment benefit plan administered by OPERS.

B. Plan Description

Eligible retirees of the City are provided a monthly contribution toward the cost of Medicare companion health insurance premiums through RHIA. This trust fund is established by the Oregon legislature pursuant to Oregon Revised Statute (ORS) 238.420. The ORS Chapter 238 Other Post-Employment Benefit Plan is closed to new members hired on or after January 1, 2004. OPERS issues a publicly available financial report that can be obtained at <http://www.oregon.gov/pers/Pages/section/financialreports/financials.aspx>.

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 9 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (continued):

C. Benefits Provided Under ORS Chapter 238.420 - Retiree Healthcare

1. **Plan Benefits** - ORS 238.420 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 OPERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in OPERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in a OPERS-sponsored health plan.
2. **Death Benefits** - A surviving spouse or dependent of a deceased OPERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from OPERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

D Contributions

PERS employers contributed 0.06 percent of PERS-covered salaries for Tier One and Tier Two members to fund the normal cost portion of RHIA benefits.

E. OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2024, the City reported an asset of \$31,282 for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2023. The total OPEB asset used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2021 and rolled forward to the measurement date of June 30, 2023. The basis for the employer's proportion is determined by comparing the employer's actual, legally required contributions made during the fiscal year to the Plan with the total actuarial contributions in the fiscal year of all employers. At June 30, 2024, the City's proportion was 0.01007709% compared to its proportion of 0.00880365% at June 30, 2023.

For the year ended June 30, 2024, the City recognized OPEB income of \$4,840. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 924
Change of assumptions	-	397
Net differences between projected and actual earnings on investments	104	-
Changes in proportionate share	647	2,177
Contributions subsequent to the measurement date	18	-
	\$ 769	\$ 3,498

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 10 - INTERFUND TRANSFERS:

The following transfers between funds were budgeted and made for the year:

Fund	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund #100	\$ 51,150	\$ 8,061,547
Street Fund #250	130,000	-
General Improvements Reserve Fund #300	2,000,000	-
Street Improvements Reserve Fund #350	5,084,143	-
Total Governmental Funds	<u>7,265,293</u>	<u>8,061,547</u>
General Obligation Bond Debt Fund #510	-	184,050
Water Utility Fund #220	-	218,000
Water System Improvements Reserve Fund #320	712,025	-
Water Bond Fund # 520	-	-
Sewer Utility Fund #230	-	443,000
Sewer System Improvements Reserve Fund #330	798,315	-
Sewer Bond Fund #530	-	-
Building Fund #260	146,114	15,150
Total Proprietary Funds	<u>1,656,454</u>	<u>860,200</u>
	<u>\$ 8,921,747</u>	<u>\$ 8,921,747</u>

The City regularly makes transfers from the general fund and from utility funds to reserve funds to separate funds intended for future capital improvements.

NOTE 11 - RISK MANAGEMENT:

The City is exposed to various risks or losses related to torts, theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City purchases commercial insurance for all claims other than that represented by minimal deductible amount per loss. There have been no significant reductions in insurance coverage from coverage in prior years in any of the major categories of risk. Amounts of any settlements or claims have not exceeded insurance coverage in any of the past three years.

NOTE 12 - CONTINGENCIES:

The City has elected to be self-insured for unemployment tax purposes. The City has not set up a reserve fund to cover any future liability as any costs will be covered by that year's current appropriations. Accordingly, no tax is paid or expense recorded until a claim is made against the City.

NOTE 13 – TAX ABATEMENTS:

The City is subject to tax abatements granted by Morrow County, Oregon. Morrow County grants exemptions from property taxes within enterprise zones as authorized in ORS 285C.

Property tax revenues were reduced as follows:

	<u>City of Boardman</u>	<u>URA West District</u>	<u>URA Central District</u>
Enterprise Zones	\$ 49,736	\$ 1,127	\$ 945
Long-term Rural Enterprise Zones	11,643,728	263,825	221,309
	<u>\$ 11,693,464</u>	<u>\$ 264,952</u>	<u>\$ 222,254</u>

City of Boardman also received \$299,422 of in lieu of monies from Lamb Weston Inc through the Long-term Rural Enterprise Zone exemption program.

CITY OF BOARDMAN
Morrow County, Oregon

Notes to Basic Financial Statements
June 30, 2024

NOTE 14 - EVALUATION OF SUBSEQUENT EVENTS:

Management evaluated all activity of the City through the report date, which is the date on which the financial statements were available to be issued and concluded that no other subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

SUPPLEMENTARY INFORMATION

GOVERNMENTAL FUND SUPPLEMENTAL INFORMATION

CITY OF BOARDMAN
Morrow County, Oregon

Combining Balance Sheet - Cash Basis
General Funds
June 30, 2024

	<u>General Fund #100</u>	<u>General Improvements Reserve Fund #300</u>	<u>Total General Funds</u>
<u>ASSETS:</u>			
Cash and Cash Equivalents	<u>\$ 1,987,901</u>	<u>\$8,225,176</u>	<u>\$ 10,213,077</u>
<u>FUND BALANCES:</u>			
Fund Balances:			
Restricted	\$ 454,617	\$ -	\$ 454,617
Committed	-	8,225,176	8,225,176
Unassigned	<u>1,533,284</u>	<u>-</u>	<u>1,533,284</u>
Total Fund Balance	<u>\$ 1,987,901</u>	<u>\$8,225,176</u>	<u>\$ 10,213,077</u>
	ok	ok	ok

CITY OF BOARDMAN
Morrow County, Oregon

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Cash Basis

General Funds

Fiscal Year Ended June 30, 2024

	<u>General Fund #100</u>	<u>General Improvements Reserve Fund #300</u>	<u>Total General Funds</u>
<u>REVENUES:</u>			
Property Taxes	\$ 2,658,070	\$ -	\$ 2,658,070
Transient Room Taxes	265,512	-	265,512
Franchise Taxes	4,162,395	-	4,162,395
Intergovernmental	-	-	-
Charges for Services	14,581	-	14,581
Grants	3,590,287	600,000	4,190,287
Interest Income	324,149	315,528	639,677
Miscellaneous	358,796	-	358,796
Total Revenues	11,373,790	915,528	12,289,318
<u>EXPENDITURES:</u>			
Current:			
General Government	637,687	-	637,687
Public Safety	2,657,603	-	2,657,603
Culture and Recreation	278,962	-	278,962
Capital Outlay	1,150,790	-	1,150,790
Total Expenditures	4,725,042	-	4,725,042
Excess of Revenues Over Expenditures	6,648,748	915,528	7,564,276
<u>OTHER FINANCING SOURCES (USES):</u>			
Transfers (To) From Other Funds	(7,909,107)	2,000,000	(5,909,107)
Total Other Financial Sources (Uses)	(7,909,107)	2,000,000	(5,909,107)
Net Change in Fund Balances	(1,260,359)	2,915,528	1,655,169
Fund Balances, Beginning	2,916,593	5,309,648	8,226,241
Fund Balances, Ending	\$ 1,656,234	\$ 8,225,176	\$ 9,881,410

CITY OF BOARDMAN
Morrow County, Oregon

Budgetary Comparison Schedule
General Improvements Reserve Fund #300
Fiscal Year Ended June 30, 2024

	Budget		Actual	Variance with Final Budget
	Original	Final		
<u>REVENUES:</u>				
Grants	\$ -	\$ -	\$ 600,000	\$ 600,000
Interest Income	112,500	112,500	315,528	203,028
Total Revenues	112,500	112,500	915,528	803,028
<u>EXPENDITURES:</u>				
Material and Services	20,000	20,000	-	20,000
Capital Outlay	480,000	480,000	-	480,000
Debt Service	2,000,000	2,000,000	-	2,000,000
Contingency	600,000	600,000	-	600,000
Total Expenditures	3,100,000	3,100,000	-	3,100,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,987,500)	(2,987,500)	915,528	3,903,028
<u>OTHER FINANCING SOURCES:</u>				
Transfers From Other Funds	2,000,000	2,000,000	2,000,000	-
Total Other Financial Sources	2,000,000	2,000,000	2,000,000	-
Net Change in Fund Balances	(987,500)	(987,500)	2,915,528	3,903,028
Fund Balances, Beginning	987,500	987,500	5,309,648	4,322,148
Fund Balances, Ending	\$ -	\$ -	\$ 8,225,176	\$ 8,225,176

CITY OF BOARDMAN
Morrow County, Oregon

Combining Balance Sheet - Cash Basis
Nonmajor Governmental Funds
June 30, 2024

	<u>State Tax Street Fund #250</u>	<u>URA Central District Special Revenue Fund #815</u>	<u>URA West District Special Revenue Fund #819</u>	<u>Total Nonmajor Governmental Funds</u>
<u>ASSETS:</u>				
Cash and Cash Equivalents	\$ 206,047	\$ 334,209	\$ 87,382	\$ 627,638
<u>FUND BALANCES:</u>				
Fund Balances:				
Restricted	206,047	334,209	87,382	627,638
Total Fund Balances	\$ 206,047	\$ 334,209	\$ 87,382	\$ 627,638

CITY OF BOARDMAN
Morrow County, Oregon

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances - Cash Basis
Nonmajor Governmental Funds
Fiscal Year Ended June 30, 2024

	State Tax Street Fund #250	URA Central District Special Revenue Fund #815	URA West District Special Revenue Fund #819	Total Nonmajor Governmental Funds
<u>REVENUES:</u>				
Property Taxes	\$ -	\$ 76,970	\$ 91,066	\$ 168,036
Operating Grants	-	4,406	-	4,406
State Highway Apportionments	335,830	-	-	335,830
Other Income	4,174	-	44	4,218
Interest Income	-	14,505	6,396	20,901
Total Revenues	<u>340,004</u>	<u>95,881</u>	<u>97,506</u>	<u>533,391</u>
<u>EXPENDITURES:</u>				
Current:				
Personal Services	291,168	-	-	291,168
Material and Services	128,222	-	-	128,222
Capital Outlay	20,000	-	-	20,000
Total Expenditures	<u>439,390</u>	<u>-</u>	<u>-</u>	<u>439,390</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(99,386)	95,881	97,506	94,001
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers In (Out)	<u>130,000</u>	<u>-</u>	<u>(101,290)</u>	<u>28,710</u>
Net Change in Fund Balances	30,614	95,881	(3,784)	122,711
Fund Balances, Beginning	<u>175,433</u>	<u>238,328</u>	<u>91,166</u>	<u>504,927</u>
Fund Balances, Ending	<u>\$ 206,047</u>	<u>\$ 334,209</u>	<u>\$ 87,382</u>	<u>\$ 627,638</u>

CITY OF BOARDMAN
Morrow County, Oregon

Budgetary Comparison Schedule
State Tax Street Fund #250
Fiscal Year Ended June 30, 2024

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
State Highway Apportionments	\$ 327,100	\$ 327,100	\$ 335,829	\$ 8,729
Miscellaneous	7,800	7,800	4,174	(3,626)
Total Revenues	<u>334,900</u>	<u>334,900</u>	<u>340,003</u>	<u>5,103</u>
<u>EXPENDITURES:</u>				
Personal Services	319,690	319,690	291,200	28,490
Material and Services	296,300	296,300	128,222	168,078
Capital Outlay	20,000	20,000	20,000	-
Contingency	8,910	8,910	-	8,910
Total Expenditures	<u>644,900</u>	<u>644,900</u>	<u>439,422</u>	<u>205,478</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(310,000)	(310,000)	(99,419)	210,581
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers In	<u>130,000</u>	<u>130,000</u>	<u>130,000</u>	<u>-</u>
Net Change in Fund Balances	(180,000)	(180,000)	30,581	210,581
Fund Balance, Beginning	<u>180,000</u>	<u>180,000</u>	<u>175,466</u>	<u>(4,534)</u>
Fund Balances, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 206,047</u>	<u>\$ 206,047</u>

CITY OF BOARDMAN
Morrow County, Oregon

Budgetary Comparison Schedule
Urban Renewal Agency Central District Special Revenue Fund #815
Fiscal Year Ended June 30, 2024

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Property Taxes	\$ 86,225	\$ 86,225	\$ 76,970	\$ (9,255)
Grants	2,040,000	2,040,000	4,406	(2,035,594)
Interest Income	750	750	14,505	13,755
Total Revenues	<u>2,126,975</u>	<u>2,126,975</u>	<u>95,881</u>	<u>(2,031,094)</u>
<u>EXPENDITURES:</u>				
Materials and Services	80,400	80,400	-	80,400
Capital Outlay	2,000,000	2,000,000	-	2,000,000
Contingency	281,575	281,575	-	281,575
Total Expenditures	<u>2,361,975</u>	<u>2,361,975</u>	<u>-</u>	<u>2,361,975</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(235,000)	(235,000)	95,881	330,881
Fund Balances, Beginning	<u>235,000</u>	<u>235,000</u>	<u>238,328</u>	<u>3,328</u>
Fund Balances, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 334,209</u>	<u>\$ 334,209</u>

CITY OF BOARDMAN
Morrow County, Oregon

Budgetary Comparison Schedule
Urban Renewal Agency West District Special Revenue Fund #819
Fiscal Year Ended June 30, 2024

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Property Taxes	\$ 86,140	\$ 86,140	\$ 91,137	\$ 4,997
Grants	35,950	35,950	-	(35,950)
Interest Income	500	500	6,369	5,869
Total Revenues	<u>122,590</u>	<u>122,590</u>	<u>97,506</u>	<u>(25,084)</u>
<u>EXPENDITURES:</u>				
Materials and Services	2,300	2,300	-	2,300
Contingency	-	-	-	-
Total Expenditures	<u>2,300</u>	<u>2,300</u>	<u>-</u>	<u>2,300</u>
Change in Fund Balance Before Other Financial Sources (Uses)	120,290	120,290	97,506	(22,784)
Other Financing Sources (Uses) Transfers From (To) Other Funds	<u>(210,290)</u>	<u>(210,290)</u>	<u>(101,290)</u>	<u>(109,000)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(90,000)	(90,000)	(3,784)	(131,784)
Fund Balances, Beginning	90,000	90,000	91,166	1,166
Fund Balances, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 87,382</u>	<u>\$ (130,618)</u>

PROPRIETARY FUNDS SUPPLEMENTAL INFORMATION

CITY OF BOARDMAN
Morrow County, Oregon

Combining Statement of Net Position - Modified Cash Basis
Water Utility Funds
June 30, 2024

	<u>Water Utility Fund #220</u>	<u>Water System Improvements Reserve Fund #320</u>	<u>Total Water Utility Funds</u>
<u>ASSETS:</u>			
Current Assets:			
Cash and Cash Equivalents	\$ 675,445	\$ 2,632,974	\$ 3,308,419
Noncurrent Assets:			
Capital Assets, Net	<u>5,875,822</u>	<u>-</u>	<u>5,875,822</u>
Total Assets	<u>6,551,267</u>	<u>2,632,974</u>	<u>9,184,241</u>
<u>LIABILITIES:</u>			
<u>NET POSITION:</u>			
Net Investment in Capital Assets	5,875,822	-	5,875,822
Unrestricted	<u>675,445</u>	<u>2,632,974</u>	<u>3,308,419</u>
Total Net Position	<u><u>\$ 6,551,267</u></u>	<u><u>\$ 2,632,974</u></u>	<u><u>\$ 9,184,241</u></u>

CITY OF BOARDMAN
Morrow County, Oregon

Combining Statement of Revenues, Expenses, and Changes in Net Position - Modified
Cash Basis
Water Utility Funds
Fiscal Year Ended June 30, 2024

	Water Utility Fund #220	Water System Improvements Reserve Fund #320	Total Water Utility Funds
<u>OPERATING REVENUES:</u>			
Charges and Services	\$ 1,268,902	\$ 70,884	\$ 1,339,786
Other Income	26,295	16,842	43,137
Total Operating Revenues	<u>1,295,197</u>	<u>87,726</u>	<u>1,382,923</u>
<u>OPERATING EXPENSES:</u>			
Personal Services	506,297	-	506,297
Materials and Services	397,053	402,996	800,049
Depreciation Expense	247,725	-	247,725
Total Operating Expenses	<u>1,151,075</u>	<u>402,996</u>	<u>1,554,071</u>
Operating Income	<u>144,122</u>	<u>(315,270)</u>	<u>(171,148)</u>
<u>NON-OPERATING REVENUES:</u>			
Interest Income	-	109,597	109,597
Rental Income	-	3,128	3,128
Total Non-Operating Revenues	<u>-</u>	<u>112,725</u>	<u>112,725</u>
Net Income Before Transfers	<u>144,122</u>	<u>(202,545)</u>	<u>(58,423)</u>
<u>TRANSFERS:</u>			
Contributed Capital	-	-	-
Transfers In	-	712,025	712,025
Transfers Out	(218,000)	-	(218,000)
Total Transfers	<u>(218,000)</u>	<u>712,025</u>	<u>494,025</u>
Change in Net Position	(73,878)	509,480	435,602
Net Position, Beginning	<u>6,211,000</u>	<u>2,093,121</u>	<u>8,304,121</u>
Net Position, Ending	<u>\$ 6,137,122</u>	<u>\$ 2,602,601</u>	<u>\$ 8,739,723</u>
	\$ 6,551,267	2632974	

CITY OF BOARDMAN
Morrow County, Oregon

Combining Statement of Net Position - Modified Cash Basis
Sewer Utility Funds
June 30, 2024

	<u>Sewer Utility Fund #230</u>	<u>Sewer System Improvement Reserve Fund #330</u>	<u>Total Sewer Utility Funds</u>
<u>ASSETS:</u>			
Current Assets:			
Cash and Cash Equivalents	\$ 310,937	\$ 3,701,630	\$ 4,012,567
Total Current Assets	310,937	3,701,630	4,012,567
Noncurrent Assets:			
Capital Assets, Net	3,275,430	-	3,275,430
Total Assets	3,586,367	3,701,630	7,287,997
<u>LIABILITIES:</u>			
Current Liabilities:			
Interfund Loans	-	-	-
Total Liabilities	-	-	-
<u>NET POSITION:</u>			
Net Investment in Capital Assets	3,275,430	-	3,275,430
Unrestricted	310,937	3,701,630	4,012,567
Total Net Position	\$ 3,586,367	\$ 3,701,630	\$ 7,287,997

CITY OF BOARDMAN
Morrow County, Oregon

Combining Statement of Revenues, Expenses, and Changes in Net Position - Modified Cash Basis

Sewer Utility Funds

Fiscal Year Ended June 30, 2024

	Sewer Utility Fund #230	Sewer System Improvement Reserve Fund #330	Total Sewer Utility Funds
<u>OPERATING REVENUES:</u>			
Charges for Services	\$ 1,167,834	\$ 59,143	\$ 1,226,977
Other Income	6,303	5,525	11,828
Total Operating Revenues	<u>1,174,137</u>	<u>64,668</u>	<u>1,238,805</u>
<u>OPERATING EXPENSES:</u>			
Personal Services	436,841	-	436,841
Material and Services	179,037	25,095	204,132
Depreciation Expense	123,669	-	123,669
Total Operating Expenses	<u>739,547</u>	<u>25,095</u>	<u>764,642</u>
Net Operating Income	<u>434,590</u>	<u>39,573</u>	<u>474,163</u>
<u>NON-OPERATING REVENUES:</u>			
Property Taxes	-	-	-
Interest Income	-	133,311	133,311
Interest Expense	-	-	-
Rental Income	26,250	-	26,250
Total Non-Operating Revenues	<u>26,250</u>	<u>133,311</u>	<u>159,561</u>
Net Income Before Contributions and Transfers	<u>460,840</u>	<u>172,884</u>	<u>633,724</u>
Contributed Capital	20,395	(281,721)	(261,326)
Transfers In	-	798,315	798,315
Transfers Out	(443,000)	-	(443,000)
Total Contributions and Transfers	<u>(422,605)</u>	<u>516,594</u>	<u>93,989</u>
Change in Net Position	38,235	689,478	727,713
Net Position (Deficit), Beginning	<u>3,548,132</u>	<u>3,012,152</u>	<u>6,560,284</u>
Net Position, Ending	<u>\$ 3,586,367</u>	<u>\$ 3,701,630</u>	<u>\$ 7,287,997</u>

CITY OF BOARDMAN
Morrow County, Oregon

Combining Statement of Net Position - Modified Cash Basis

Capital Project Funds

June 30, 2024

	<u>Capital Project Fund #410</u>	<u>G.O. Bond Debt Fund #510</u>	<u>Total Capital Project Funds</u>
<u>ASSETS:</u>			
Current Assets:			
Cash and Cash Equivalents	\$ 2,524,233	\$ 254,958	\$ 2,779,191
Noncurrent Assets:			
Capital Assets, Net	<u>16,801,990</u>	<u>-</u>	<u>16,801,990</u>
Total Assets	<u>19,326,223</u>	<u>254,958</u>	<u>19,581,181</u>
<u>LIABILITIES:</u>			
Current Liabilities:			
Bonds payable within one year	-	803,992	803,992
Noncurrent Liabilities:			
Bonds payable in more than one year	<u>-</u>	<u>19,001,809</u>	<u>19,001,809</u>
Total Liabilities	<u>-</u>	<u>19,805,801</u>	<u>19,805,801</u>
<u>NET POSITION (DEFICIT):</u>			
Net investment in capital assets	16,801,990	(22,330,034)	(5,528,044)
Restricted for infrastructure	2,524,233	2,524,233	5,048,466
Restricted for debt service	-	254,958	254,958
Total Position (Deficit)	<u>\$19,326,223</u>	<u>\$(19,550,843)</u>	<u>\$ (224,620)</u>

CITY OF BOARDMAN
Morrow County, Oregon

Combining Statement of Revenues, Expenses, and Changes in Net Position - Modified Cash Basis

Capital Project Funds
Fiscal Year Ended June 30, 2024

	<u>Capital Project Fund #410</u>	<u>G.O. Bond Debt Fund #510</u>	<u>Total Capital Project Funds</u>
<u>NON-OPERATING REVENUES</u>			
<u>(EXPENSES)</u>			
Property Taxes	\$ -	\$ 1,319,120	\$ 1,319,120
Interest Income	315,701	163	315,864
Grants	-	-	-
Interest Expense	-	(384,036)	(384,036)
Other Revenue	-	299,591	299,591
Total Non-Operating Revenues (Expenses)	<u>315,701</u>	<u>1,234,838</u>	<u>1,550,539</u>
Net Operating Income (Loss) before transfers	315,701	1,234,838	1,550,539
Operating transfers in	-	-	-
Operating transfers out	-	(184,050)	(184,050)
Change in Net Position	315,701	1,050,788	1,366,489
Net Position (Deficit), Beginning	<u>19,010,522</u>	<u>(20,601,631)</u>	<u>(1,591,109)</u>
Net Position (Deficit), Ending	<u>\$ 19,326,223</u>	<u>\$ (19,550,843)</u>	<u>\$ (224,620)</u>

CITY OF BOARDMAN
Morrow County, Oregon

Budgetary Comparison Schedule
Water Utility Funds #220
Fiscal Year Ended June 30, 2024

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Water Fees and Services	\$ 1,187,500	\$ 1,187,500	\$ 1,259,545	\$ 72,045
Other Income	46,500	46,500	35,654	(10,846)
Total Revenues	<u>1,234,000</u>	<u>1,234,000</u>	<u>1,295,199</u>	<u>61,199</u>
<u>EXPENDITURES:</u>				
Personal Services	575,920	597,920	506,298	91,622
Materials and Services	533,795	649,695	376,658	273,037
Capital Outlay	123,785	123,785	20,395	103,390
Contingency	153,000	35,100	-	35,100
Total Expenditures	<u>1,386,500</u>	<u>1,406,500</u>	<u>903,351</u>	<u>503,149</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(152,500)	(172,500)	391,848	564,348
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers To Other Funds	<u>(218,000)</u>	<u>(218,000)</u>	<u>(218,000)</u>	<u>-</u>
Change in Net Position	(370,500)	(390,500)	173,848	564,348
Net Position, Beginning	<u>370,500</u>	<u>390,500</u>	<u>501,749</u>	<u>111,249</u>
Net Position, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 675,597</u>	<u>\$ 675,597</u>

CITY OF BOARDMAN
Morrow County, Oregon

Budgetary Comparison Schedule
Water System Improvements Reserve Fund #320
Fiscal Year Ended June 30, 2024

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
System Development Charges	\$ 120,610	\$ 120,610	\$ 70,884	\$ (49,726)
Miscellaneous Revenues	-	-	19,970	19,970
Interest Income	79,000	79,000	109,597	30,597
Total Revenues	<u>199,610</u>	<u>199,610</u>	<u>200,451</u>	<u>841</u>
<u>EXPENDITURES:</u>				
Materials and Services	25,000	25,000	9,098	15,902
Capital Outlay	2,907,535	2,907,535	393,898	2,513,637
Contingency	250,000	250,000	-	250,000
Total Expenditures	<u>3,182,535</u>	<u>3,182,535</u>	<u>402,996</u>	<u>2,779,539</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,982,925)	(2,982,925)	(202,545)	2,780,380
<u>OTHER FINANCING SOURCES:</u>				
Transfers From Other Funds	712,025	712,025	712,025	-
Transfers To Other Funds	-	-	-	-
Total Other financial Sources (Uses)	<u>712,025</u>	<u>712,025</u>	<u>712,025</u>	<u>-</u>
Change in Net Position	(2,270,900)	(2,270,900)	509,480	2,780,380
Net Position, Beginning	<u>2,270,900</u>	<u>2,270,900</u>	<u>2,093,121</u>	<u>(177,779)</u>
Net Position, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,602,601</u>	<u>\$ 2,602,601</u>

CITY OF BOARDMAN
Morrow County, Oregon

Budgetary Comparison Schedule
Sewer Utility Funds #230
Fiscal Year Ended June 30, 2024

	Budget		Actual	Variance with Final Budget
	Original	Final		
<u>REVENUES:</u>				
Charges for Services	\$ 837,100	\$ 837,100	\$ 892,014	\$ 54,914
Other Income	32,050	32,050	47,834	15,784
Total Revenues	<u>869,150</u>	<u>869,150</u>	<u>939,848</u>	<u>70,698</u>
<u>EXPENDITURES:</u>				
Personal Services	555,750	574,750	437,478	137,272
Material and Services	284,615	299,115	179,188	119,927
Capital Outlay	211,285	211,285	20,395	190,890
Contingency	275,000	241,500	-	241,500
Total Expenditures	<u>1,326,650</u>	<u>1,326,650</u>	<u>637,061</u>	<u>689,589</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(457,500)	(457,500)	302,787	760,287
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers To Other Funds	<u>(443,000)</u>	<u>(443,000)</u>	<u>(443,000)</u>	<u>-</u>
Change in Net Position	(900,500)	(900,500)	(140,213)	760,287
Net Position, Beginning	<u>900,500</u>	<u>900,500</u>	<u>451,149</u>	<u>(449,351)</u>
Net Position, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 310,936</u>	<u>\$ 310,936</u>

CITY OF BOARDMAN
Morrow County, Oregon

Budgetary Comparison Schedule
Sewer System Improvements Reserve Fund #330
Fiscal Year Ended June 30, 2024

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
System Development Charges	\$ 101,000	\$ 101,000	\$ 59,143	\$ (41,857)
Miscellaneous	400,000	400,000	5,525	(394,475)
Interest Income	90,850	90,850	133,311	42,461
Total Revenues	<u>591,850</u>	<u>591,850</u>	<u>197,979</u>	<u>(393,871)</u>
<u>EXPENDITURES:</u>				
Materials and Services	55,000	55,000	25,095	29,905
Capital Outlay	3,356,275	3,571,275	281,721	3,289,554
Contingency	400,000	185,000	-	185,000
Total Expenditures	<u>3,811,275</u>	<u>3,811,275</u>	<u>306,816</u>	<u>3,504,459</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,219,425)	(3,219,425)	(108,837)	3,110,588
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers From Other Funds	737,025	737,025	798,315	61,290
Transfers To Other Funds	-	-	-	-
Total Other Financial Sources (Uses)	<u>737,025</u>	<u>737,025</u>	<u>798,315</u>	<u>61,290</u>
Change in Net Position	(2,482,400)	(2,482,400)	689,478	3,171,878
Net Position, Beginning	<u>2,482,400</u>	<u>2,482,400</u>	<u>3,012,152</u>	<u>529,752</u>
Net Position, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,701,630</u>	<u>\$ 3,701,630</u>

CITY OF BOARDMAN
Morrow County, Oregon

Budgetary Comparison Schedule
Garbage Fund #240
Fiscal Year Ended June 30, 2024

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Charges for Services	\$ 814,000	\$ 814,000	\$ 918,224	\$ 104,224
Other Income	\$ 250,000	\$ 250,000	\$ 185	\$ (249,815)
Total Revenue	<u>\$ 1,064,000</u>	<u>\$ 1,064,000</u>	<u>\$ 918,409</u>	<u>\$ (145,591)</u>
<u>EXPENDITURES:</u>				
Personal Services	29,580	29,580	24,626	4,954
Materials and Services	907,565	999,565	737,513	262,052
Capital Outlay	86,055	86,055		
Contingency	304,500	212,500	-	212,500
Total Expenditures	<u>1,327,700</u>	<u>1,327,700</u>	<u>762,139</u>	<u>479,506</u>
Change in Net Position	(263,700)	(513,700)	156,270	669,970
Net Position, Beginning	<u>263,700</u>	<u>263,700</u>	<u>252,165</u>	<u>(11,535)</u>
Net Position, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 408,435</u>	<u>\$ 658,435</u>

CITY OF BOARDMAN
Morrow County, Oregon

Budgetary Comparison Schedule
Building Fund #260
Fiscal Year Ended June 30, 2024

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Permit Surcharge Fees	3,396,250	3,396,250	4,385,640	989,390
Plan Reviews	1,926,005	1,926,005	2,832,501	906,496
Interest Income	300,000	300,000	606,860	306,860
Miscellaneous	6,000	6,000	614	(5,386)
Total Revenues	<u>5,628,255</u>	<u>5,628,255</u>	<u>7,825,615</u>	<u>2,197,360</u>
<u>EXPENDITURES:</u>				
Personal Services	902,950	931,950	480,244	451,706
Materials and Services	1,652,010	2,762,610	2,285,306	477,304
Capital Outlay	10,915,760	11,139,760	2,680,040	8,459,720
Contingency	2,195,000	2,369,900	-	2,369,900
Total Expenditures	<u>15,665,720</u>	<u>17,204,220</u>	<u>5,445,590</u>	<u>11,758,630</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,037,465)	(11,575,965)	2,380,025	13,955,990
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers to Other Funds	15,150	15,150	15,150	-
Transfers from Other Funds	146,115	146,115	146,114	1
Total Other Financial Sources (Uses)	<u>130,965</u>	<u>130,965</u>	<u>130,964</u>	<u>1</u>
Change in Net Position	(9,906,500)	(11,445,000)	2,510,989	13,955,991
Net Position, Beginning	<u>9,906,500</u>	<u>11,445,000</u>	<u>11,835,622</u>	<u>390,622</u>
Net Position, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,346,611</u>	<u>\$ 14,346,613</u>

CITY OF BOARDMAN
Morrow County, Oregon

Budgetary Comparison Schedule
Capital Project Fund #410
Fiscal Year Ended June 30, 2024

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Interest Income	\$ 316,000	\$ 316,000	\$ 315,701	\$ (299)
Total Revenues	<u>316,000</u>	<u>316,000</u>	<u>315,701</u>	<u>(299)</u>
<u>EXPENDITURES:</u>				
Capital Outlay	10,607,115	10,607,115	8,512,518	2,094,597
Contingency	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>10,607,115</u>	<u>10,607,115</u>	<u>8,512,518</u>	<u>2,094,597</u>
Change in Net Position	(10,291,115)	(10,291,115)	(8,196,817)	2,094,298
Net Position, Beginning	<u>10,291,115</u>	<u>10,291,115</u>	<u>10,721,051</u>	<u>429,936</u>
Net Position, Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,524,234</u></u>	<u><u>\$ 2,524,234</u></u>

CITY OF BOARDMAN
Morrow County, Oregon

Budgetary Comparison Schedule
G.O. Bond Debt Fund #510
Fiscal Year Ended June 30, 2024

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES:</u>				
Property Taxes	\$ 1,332,736	\$ 1,332,736	\$ 1,319,120	\$ (13,616)
Other Revenue	261,660	261,660	299,754	38,094
Total Revenues	<u>1,594,396</u>	<u>1,594,396</u>	<u>1,618,874</u>	<u>24,478</u>
<u>EXPENDITURES:</u>				
Capital Outlay	225,617	225,617	0	225,617
Debt Service:				
Principal	580,000	580,000	580,000	-
Interest	604,731	604,731	604,731	-
Total Expenditures	<u>1,410,348</u>	<u>1,410,348</u>	<u>1,184,731</u>	<u>225,617</u>
Change in Fund Balance Before Other Financial Sources (Uses)	184,048	184,048	434,143	250,095
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers in From Other Funds	-	-	-	-
Transfers out From Other Funds	184,050	184,050	184,050	-
Net Other Financing Sources	<u>(184,050)</u>	<u>(184,050)</u>	<u>(184,050)</u>	<u>-</u>
Change in Net Position	(2)	(2)	250,093	250,095
Net Position, Beginning	2	2	4,865	4,863
Net Position, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 254,958</u>	<u>\$ 254,958</u>

CITY OF BOARDMAN
Morrow County, Oregon

Reconciliation of Fund Balances (Cash Basis) to Net Position (Modified Cash Basis)
Proprietary Funds
June 30, 2024

Business-Type Activities - Enterprise Funds

	<u>Water Utility Funds</u>	<u>Sewer Utility Funds</u>	<u>Garbage Fund #240</u>	<u>Building Fund #260</u>	<u>Capital Project Funds</u>	<u>Total Proprietary Final Budget</u>
Budgetary Balance	\$ 3,308,419	\$ 4,012,567	\$ 408,434	\$ 14,346,611	\$ 2,779,191	\$ 24,855,222
Add:						
Capital Assets, Net	5,875,822	3,275,429	-	3,788,791	16,801,990	29,742,032
Less:						
Bonded Debt Outstanding	-	-	-	-	(19,805,801)	(19,805,801)
Net Position (Deficit)	<u>\$ 9,184,241</u>	<u>\$ 7,287,996</u>	<u>\$ 408,434</u>	<u>\$ 18,135,402</u>	<u>\$ (224,620)</u>	<u>\$ 34,791,453</u>

Water Utility Funds Include:

 Water Utility Funds #220

 Water System Improvements Reserve Fund #320

Sewer Utility Funds Include:

 Sewer Utility Funds #230

 Sewer System Improvements Reserve Fund #330

Capital Project Funds Include:

 Capital Project Fund #410

 G.O. Bond Debt Fund #510

REPORTS OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS



INDEPENDENT AUDITORS' REPORT
REQUIRED BY OREGON STATE REGULATIONS

To Mayor, City Council and Management
City of Boardman
Boardman, Oregon 97818

We have audited the modified cash basis financial statements of the City of Boardman (the City) as of and for the fiscal year ended June 30, 2024, and have issued our report thereon dated February 9, 2026. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

Compliance

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

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

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

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

To Mayor, City Council and Management
City of Boardman
Page two

OAR 162-10-0230 Internal Control

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

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

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

Restrictions on Use

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

Barnett & Moro, P.C.

By: 

Paul A. Barnett, Shareholder
Hermiston, Oregon
February 16, 2026