

City of Bend, Oregon

ANNUAL COMPREHENSIVE FINANCIAL REPORT

for fiscal year ended June 30, 2021





CITY OF BEND

CITY OF BEND, OREGON

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2021

Prepared by the City of Bend Finance Department

Sharon Wojda, Chief Financial and Administrative Officer

City of Bend, Oregon
For the Year Ended June 30, 2021
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INTRODUCTORY SECTION



CITY OF BEND

December 13, 2021

Members of the City Council and
Community Members of the City of Bend, Oregon

710 NW WALL STREET
PO BOX 431
BEND, OR 97709
(541) 388-5505 tel
Relay Users Dial 7-1-1
(541) 385-6676 fax
bendoregon.gov

MAYOR
Sally Russell

MAYOR PRO TEM
Gena Goodman-Campbell

CITY COUNCILORS
Melanie Kebler
Anthony Broadman
Megan Perkins
Rita Schenkelberg
Barb Campbell

CITY MANAGER
Eric King

We are pleased to submit the Annual Comprehensive Financial Report (ACFR) of the City of Bend, Oregon (the City) for the fiscal year ended June 30, 2021.

This report presents the City's financial position as of June 30, 2021 and the results of its operations for the fiscal year then ended. The financial statements and supporting schedules have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) and meet the requirements of the standards as prescribed by the Secretary of State Audits Division. We believe the data, as presented, is accurate in all material respects and presented in a manner designed to fairly present the financial position and results of operations of the various funds of the City.

The accuracy of the City's financial statements and the completeness and fairness of their presentation are the responsibility of City management. The City maintains a system of internal accounting controls designed to provide reasonable assurance that assets are safeguarded against loss or unauthorized use and that financial records can be relied upon to produce financial statements in accordance with GAAP. The concept of reasonable assurance recognizes that the cost of maintaining the system of internal accounting controls should not exceed benefits likely to be derived.

Moss Adams LLP, Certified Public Accountants, has issued an unmodified or "clean" opinion on the City's financial statements for the fiscal year ended June 30, 2021. The independent auditor's report is located at page 1 in the Financial Section of this report.

GAAP requires management to provide a narrative introduction, along with an overview and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A is located on page 4 immediately following the independent auditor's report.

City Profile

The City is located in Central Oregon, just east of the Cascade mountain range and encompasses an area of 36.21 square miles, including an Urban Growth Boundary (UGB) expansion that brought an additional 2,380 acres of property into the City's boundary in 2016. Bend is the largest city east of the Cascades in Oregon and is the commercial, recreational, social and innovation center of Central Oregon. Portland State University's preliminary population estimate for Bend as of July 1, 2021 is 100,922. Bend serves as the seat for Deschutes County and as the hub of economic activity in a three-county region including Deschutes, Jefferson and Crook counties. Bend is the principal city of the Bend-Redmond Metropolitan Statistical Area (Bend MSA).

Incorporated in 1905, Bend is organized under a council/manager form of government and is served by a seven-member City Council. The Mayor and City Councilors are elected to four-year terms. The mayor was elected in a general election to a four-year term that began January 2019 and Councilors select a mayor pro-tem among themselves. The City Council sets policies and enacts ordinances. The City Council hires and directs a City Manager who is the City's Chief Executive Officer. The City Manager is responsible for the administration of the City and manages a staff of 18 department heads with 717 full-time equivalent employees (FTE) as of June 30, 2021.

The City provides a full range of municipal services which include police, fire protection and suppression, emergency medical services, construction and maintenance of streets, sidewalks and other public facilities, a municipal court, community development and planning, building permit and inspection activities, economic development, water, water reclamation and stormwater infrastructure construction and operations. The City also operates an airport, cemetery and downtown parking.

In addition to the above general government activities, the City has an urban renewal agency. The Bend Urban Renewal Agency (BURA) is a legally separate entity first established in 1984. BURA is currently managing three urban renewal areas. The Juniper Ridge Urban Renewal Plan was adopted in 2005 for development of approximately 700 acres of land in northeast Bend. The Murphy Crossing Urban Renewal Plan was adopted in 2008 for transportation and public utility improvements in southeast Bend. In August 2020, Council approved the Core Area Tax Increment Finance Plan that will establish the Core Area Tax Increment Finance Area. The Core Area includes the Bend Central District, East Downtown, inner Highway 20/Greenwood and KorPine opportunity areas. Up to \$195 million in tax increment financing will be used to support development and redevelopment of the 637-acre Core Area over a 30-year period. The accompanying financial statements include the activities of BURA.

The City's budget encompasses a 24-month period beginning July 1 of odd-numbered years. The City's budget is prepared in accordance with provisions of the Oregon Local Budget Law (ORS Chapter 294), which provides standard procedures for the preparation, presentation, administration and appraisal of budgets. The law mandates public involvement in budget preparation and public exposure of its proposed programs. The law also requires that the budget be balanced. A budget is prepared for each fund requiring appropriations. Expenditure budgets for the 2019-2021 biennium were appropriated by fund at the program level with the exception of interfund transfers, debt service and contingency, which are budgeted by fund at the category level. Budgeted expenditures may not legally be overspent at the appropriation level.

The budget is presented through public hearings held by a budget committee which consists of an equal number of City Council and community members. After giving due consideration to the input received through public comment, the City Council approves a resolution that adopts the budget and sets appropriations for the biennium. A separate resolution is also adopted that authorizes the levying of property taxes. The adopted budget serves as the foundation for the City's financial planning and control.

Local Economy and Outlook

Bend has shown its ability to promote and support growth in a variety of industries, most notably the high-tech and health care sectors. After ranking No. 1 or No. 2 in one-year and five-year growth for job growth and wage growth in each of the last five years, the effects of the COVID-19 pandemic on Bend appear in *Milken Institute's 2020 Best-Performing Cities Report* released in January 2021. Dropping from No. 1 Best-Performing Small City in 2020, Bend is now No. 13 mainly due to decreases in one-year indicators in high-tech GDP growth and short-term job growth. The report notes that although the concentration of high-tech GDP has dropped, the number of high-tech industries in Bend increased from 2020. The report also notes drops in score for affordability and short-term job growth as 17,000 residents filed unemployment claims in 2020. Although Bend's employment and economic bases have expanded to include a variety of businesses serving tourism, government, healthcare, utilities, high-tech, bio-science and microbreweries, over 16% of the City's employment comes from tourism which was the hardest hit industry in the 2020 COVID-19 pandemic. The Milken report noted that the City is still scoring high in the five-year indicators for jobs (ranked 3rd), wages (ranked 2nd) and high-tech GDP growth (ranked 5th). Given the current rate of recovery from the pandemic, it is likely the Milken rankings for the one-year indicators would also recover.

The Milken report coincides with the City's assessment. Prior reports stated that Bend-Redmond has "a collaborative, diverse economic make-up with a highly educated workforce provide an excellent platform for long-term growth" and recognized that Oregon State University-Cascades and Central Oregon Community College provide a skilled workforce for our local labor markets. Due to the expanding job growth of the last five years, the City is seeing increases in the local housing market as well as rapidly increasing home prices, making affordable housing a significant challenge. According to *Sperling's Best Places*, only 1.2% of Bend's houses and apartments are available for rent. The Bend rental market continues to see low vacancies in part due to a moratorium on evictions related to the pandemic and in part due to low housing stock. In addition, people are moving away from the big cities and electing to telecommute to their jobs from Bend which also appears to be impacting local home prices. Median single-family home sale prices are \$634,200 a 29.7% increase from August 2020 to August 2021.

Before the effects of the COVID-19 pandemic and its impact on Bend businesses, the unemployment rate in the Bend MSA was at a historically low level of 3.9%. During the state mandated lock down that started in March 2020, Bend's unemployment reached as high as 18.3% in April of 2020 (21.5% for the leisure and hospitality industry) (*State of Oregon Employment Development Department*). The reopening of businesses and schools has had and will continue to have a significant impact on the employment rate in Bend for the foreseeable future. As discussed in the "COVID-19 Effects and Response" section below, the City has focused many of its efforts on resources to help businesses and individuals weather the pandemic and the financial impacts of the shutdowns. The latest unemployment rate published for Deschutes County at of October 2021 was 4.9%. Total non-farm employment has largely recovered from the pandemic shock.

Long-Term Financial Planning

The City updates its long-term financial projections on an on-going basis and identifies both current and long-term funding needs and challenges to ensure the long-term financial stability of the City. The fiscal and investment policies are reviewed at least annually and updated as needed with Council approval.

The City maintains and updates long-term financial models on an annual basis for the following funds and programs: General Fund, airport, police, fire, transportation, water, water reclamation and stormwater. The financial models are updated in addition to maintaining a Capital Improvement Program (CIP) that identifies infrastructure improvement projects within a 5-year time period which are necessary to enhance service levels, address existing deficiencies, and provide for future growth. The 5-year CIP is also updated annually and is coordinated with other departments within the City, various committees, and stakeholders. The City continues to refine its CIP process as a means to enhance both financial planning and management decisions. A number of CIP projects were identified for funding during the 2019-2021 biennium. These include complex, multi-year projects involving improvements to water, water reclamation, stormwater and transportation infrastructure.

Major Initiatives for 2019-2021 Biennium

City Council elicited input from the community and then conducted a series of work sessions to ensure the budget and the Council's goals reflected community priorities. As a result, Council goals for the 2019-2021 biennium reflect a cohesive and ambitious plan to address the needs and concerns of community members. These goals can be summarized in four main categories:

- Economic Vitality – with a focus on housing, jobs, and managing growth, increase the supply of shovel ready land available and decrease development costs for housing development
- Transportation & Infrastructure – to address congestion relief, neighborhood safety, streets, sewer and water investment and mobility options
- Public Safety & Health – to ensure quick response times, traffic safety, crime prevention, wildfire resiliency and homelessness and mental health partnerships
- Effective & Efficient City Operations – to promote data and technology investments, community participation, public facility planning and diversity, equity and inclusion (DEI) programs

A number of significant initiatives, outlined below, are underway in Bend to accomplish Council's goals and vision for the future.

Economic Vitality

During the 2019-2021 biennium, Council prioritized the southeast expansion area and the central core of the City as being the most ready for redevelopment in the City's Urban Growth Boundary. Work to expand these areas includes detailed land use and financial plans to ensure growth in an efficient and cost-effective manner. In August 2020, Council approved the Core Area Tax Increment Finance Plan that will establish the Core Area Tax Increment Finance Area. The Core Area includes the Bend Central District, East Downtown, inner Highway 20/Greenwood and KorPine opportunity areas. Up to \$195 million in tax increment financing will be used to support development and redevelopment of the 637-acre Core Area over a 30-year period. In addition, the City won a pilot project proposal to expand the UGB for affordable housing, in partnership with a developer for 241 deed-restricted homes, 155 mid-range affordable homes and 80 market-rate units.

The City exceeded the Council goal to permit over 3,000 housing units City-wide by permitting approximately 3,800 residential housing units. In addition, a tax exemption program promoting affordable housing was implemented further reducing the cost of developing affordable housing. City code was amended to remove development barriers for additional housing supply. Over \$4.5 million was loaned or granted for the creation of 441 housing units and providing services such as food, shelter and/or medical care to more than 5,508 people in Bend as the COVID-19 pandemic made its effects in 2020.

Transportation and Infrastructure

The City has heard from community members that transportation infrastructure is a key priority for many. In response, Council set 2019-2021 goals to invest in expansion and improvements in the Bend's Transportation System.

Significant progress was made to build new connections to move people and goods across town, including completion of multi-modal Murphy Road and Empire Avenue corridor improvements. A new Neighborhood Street Safety Program was launched and three phases of the Neighborhood Greenways Program were completed. A Transportation System Plan (TSP) was adopted during the biennium dedicated to planning for transportation needs over the next 20 years. The TSP analyzes current and projected transportation conditions, and describes a feasible financial plan to accomplish the needed projects over the 20-year planning horizon. One of the outcomes of the TSP was a ballot measure for a \$190 million General Obligation (GO) Bond, which was approved by voters in November 2020. From that measure, a Transportation Bond Oversight Committee was formed that will monitor the progress of the community-supported transportation projects financed with the bond measure.

Other Council goals for Transportation and Infrastructure include developing a community-wide parking program, modernizing parking management, and continued investments in water, sewer, and stormwater treatment systems to keep pace with the growing demand, regulatory requirements, and maintenance needs. Substantial progress has been made on the North Interceptor Sewer Line Project to increase capacity and replace existing portions of the line, with an estimated completion date of Spring 2022.

Public Safety & Health

Public safety continues to be one of Council's highest priorities. Ongoing programs such as the Basic Life Support and Quick Response Vehicle Programs are examples of operational efficiencies and cost-effective service delivery methods implemented by the Fire Department. The programs increased staffing levels that resulted in quicker response times, making Bend safer while reducing costs.

The City also partnered with Deschutes County on the recent opening of a new 24/7 Stabilization Center that serves children and adults who are in need of short-term, mental health crisis assessment and stabilization. It also addresses the needs of citizens in mental health crisis who have been referred to law enforcement or the Emergency Department.

During the 2019-2021 biennium, the Police Department implemented a policy and practice for body-worn cameras, increased traffic safety programs including DUII, distracted driving and crash reduction. The Fire Department opened two new fire stations at 15th street and Highway 20 and in Tumalo and maintained emergency medical service response times under six minutes and cardiac resuscitation rates above 50 percent, which is one of the highest rates in the country.

Effective & Efficient City Operations

To accomplish the numerous and ambitious goals adopted by City Council, City management depends on a well-run and efficient support system to develop and implement those goals. During the 2019-2021 biennium, the City focused on community participation through support and improvement in the effectiveness of Neighborhood Associations. The City also made progress in the development of a diversity, equity, inclusion and accessibility program beginning with an organization assessment and formation of a task force to identify needs and priorities of underrepresented communities. Based on task force recommendations, the City Council adopted an ordinance in October 2020 that created a Human Rights and Equity Commission. The Commission began the process of developing a DEIA action plan and identifying opportunities to leverage community efforts through funding and staff support that was incorporated into the City's next biennial budget. In addition, the City implemented training programs for City Council, staff and volunteers and hired an Equity and Inclusion Director in Fall 2021. The City continued in fiscal year 2021 to modernize its technology, including the launch of several public-facing systems for its Online Permit Center which opened in December 2020, a new utility billing system that went live in June 2021 and a case management system for Municipal Court, which went live in September 2021.

COVID-19 Effects and Response

While the City's long-term goals and plans move forward, the short-term impact of the COVID-19 pandemic is also a priority. Unfortunately, as is typically the case during recessions, vulnerable populations are being disproportionately impacted with higher unemployment and income losses than the broader population.

Bend has long supported a strong economy in its leisure and hospitality industries, a segment that has been hard hit by COVID-19. Since March 2020, unemployment mushroomed to a peak of 18.3% in April 2020, dropping to 6.1% in the fall of 2020 and again down to 4.9% as of October 2021. Although unemployment has shown significant recovery, it still remains much higher than the 2.9% rate in October of 2019. In addition, because of reduced travel and social activity over most of fiscal year 2021, restaurants, lodging and entertainment businesses continue to face challenges as the State mandated new holds and freezes on re-openings and in-person activities. In response, City staff reached out to community business members to provide resources and assistance in addressing the challenges they faced.

The City applied for or was allocated a total of \$3.5 million of COVID-19 related assistance in late fiscal year 2020 and early fiscal year 2021. The City, in turn, used 70% of that allocation to provide direct assistance to Bend businesses and individuals hardest hit by the pandemic. The remaining amount was used to address public health issues and upgrade public facilities for social distancing and sanitization.

The City was awarded \$14.1 million of funding from the federal government through the American Rescue Plan Act of 2021 (ARPA). Council has directed staff to use the funds to address the negative impacts of the COVID-19 pandemic on its community members, with a special emphasis on addressing inequities in the City's most vulnerable populations and in accordance with Council's adopted goals. The first half of the award was received in May 2021 and Council has authorized expenditures starting in fiscal year 2022 in accordance with those goals. The second half of the award is anticipated in May 2022 at which time Council will again review and authorize expenditure of those funds.

Major Initiatives for 2021-2023 Biennium

The City, through community input and Council participation, develops goals for each biennium cycle. Starting in January 2021 goals were developed and the 2021-2023 biennial budget was developed in concert with those goals. The 2021-2023 goals build on the accomplishments and ongoing needs of the Bend community and contain goals from the 2019-2021 biennium as well as new goals. These goals are summarized as follows:

Accessible & Effective City Government

Actions within this goal include assessing and expanding community outreach, engagement and communication efforts; evaluating the feasibility of a new City Hall and City facilities to meet community needs; reducing barriers to accessing services and officials; increasing transparency with online data and striving for equity in investments and services across the City.

Environment & Climate

The City's commitment to being good stewards of our natural environment include initiatives to implement a Community Climate Action Plan to reduce fossil fuel use; develop a city-wide electric vehicle readiness plan; expanding water conservation efforts; develop and implement fire resiliency standards and reducing the carbon emissions of the City's fleet by investing in electric vehicles and other technologies.

Safety, Health, Accountability & Justice

Goals designed to promote accountability and justice, diversify the workforce and consider non-traditional approaches to public safety and increase and enhance community engagement efforts. Alternative responses are also being explored to create a mobile crisis intervention team for calls that aren't law enforcement-focused; increasing police engagement with neighborhood associations and other community groups; maintaining response times for fire and ambulance services and adopting regulations for fireworks to address fire risk and public safety concerns.

Shared Prosperity

Efforts to cultivate tomorrow's economy to assure opportunities for all community members are equitable include supporting businesses impacted by the COVI-019 pandemic; increasing childcare options; creating employment opportunities emphasizing green jobs and increasing opportunities for Black, Indigenous, People of Color (BIPOC) and women-owned businesses; modernizing the City's utility assistance program and catalyzing development in the City's Core Area with public-private partnerships.

Transportation & Infrastructure

Building on the prior biennium's success in designing, building and maintaining a transportation system that allows safe, equitable and efficient movement around the City, new biennium goals include creating standards and programs to reduce and eliminate traffic deaths and serious injuries; construction of projects contained in the voter-approved Transportation GO Bond; working in concert with Bend-LaPine Schools and Bend Park & Recreation District to create safe routes to schools and parks as well planning water and wastewater treatment facilities to keep pace with Bend's growth.

Housing

Although the City has been forward-thinking with affordable housing programs and policies for years, the new biennium goals also include an effort to address homelessness. These goals include working with Deschutes County and other partners to create a five-year community action plan to reduce and address homelessness; creating housing units for facilities to house 500 unhoused community members; changing regulations to allow more housing and shelter types in Bend and creating 1,000 units of affordable housing.

Other Financial Information

Independent Audit – State statutes require an annual audit by an independent certified public accountant. The accounting firm of Moss Adams LLP, selected by the City Council, performed the City's annual audit for the fiscal year ended June 30, 2021. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the Single Audit). The auditor's report on the financial statements and required supplementary information is included in the Financial Section of this report. The auditor's reports related specifically to the single audit are included in the Compliance Section.

Certificate of Achievement – The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Bend for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2020. The Certificate of Achievement is a prestigious national award that is an important recognition of conformance with the highest standards for preparation of state and local government financial reports. The City has received this certificate from the GFOA for 28 consecutive years since June 30, 1993. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR that conforms to program standards and satisfies both GAAP and applicable legal requirements. The City believes that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Distinguished Budget Presentation Award – The City has also received the Distinguished Budget Presentation Award from the GFOA for every budget document since 1998. The award represents the City's commitment to meeting the highest principles of governmental budgeting. The budget is rated in four major categories: as a policy document, an operations guide, a financial plan and a communications device. Budget documents must be rated "proficient" in all four categories to receive the award.

Acknowledgments – We wish to thank everyone who contributed to the preparation of this report with special thanks to Kymala Lovisone, Clayton Getsinger, Matt Kolb, Eric Baird and Tracy Stabler for their dedication and expertise in financial reporting. We would also like to express our appreciation to the City Council and the Audit and Budget Committees for their interest and support in planning and overseeing the operations of the City in a responsible and professional manner.

Respectfully submitted,



Sharon Wojda
Chief Financial and Administrative Officer



Eric King
City Manager



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Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Bend
Oregon**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

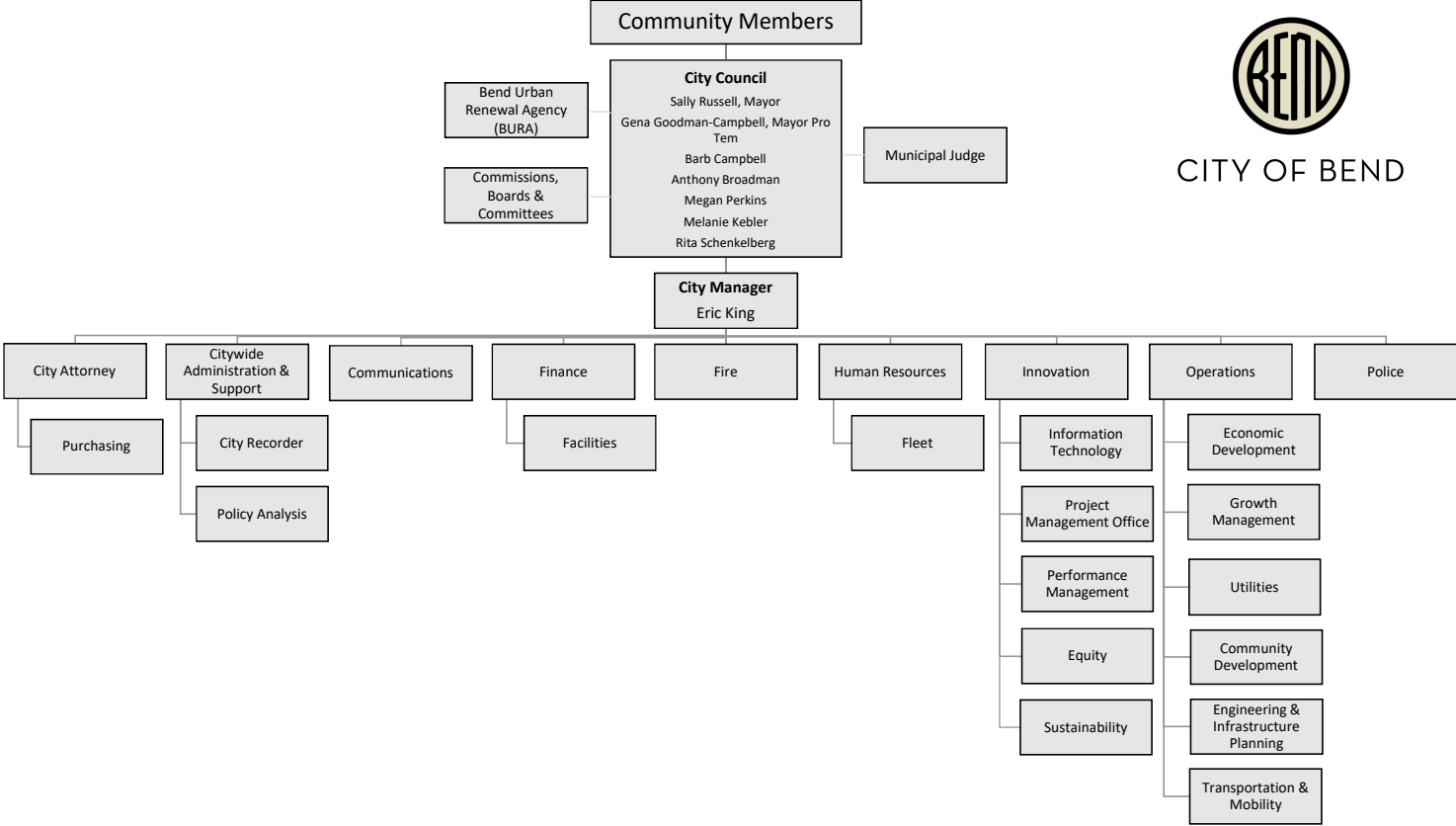
Executive Director/CEO



CITY OF BEND

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City of Bend Organizational Chart





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THE CITY OF BEND, OREGON

City Officials as of June 30, 2021



Sally Russell
Mayor – December 2022



Gena Goodman-Campbell
Mayor Pro Tem – December 2022

COUNCIL MEMBERS & TERM EXPIRATION



Anthony Broadman
Councilor – December 2024



Barb Campbell
Councilor – December 2022



Melanie Kebler
Councilor – December 2024



Megan Perkins
Councilor – December 2024



Rita Schenkelberg
Councilor – December 2024

CITY MANAGER
Eric King

**CHIEF FINANCIAL &
ADMINISTRATIVE OFFICER**
Sharon Wojda



CITY OF BEND

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FINANCIAL SECTION



Report of Independent Auditors

Honorable Mayor and City Council
City of Bend, Oregon
Bend, Oregon

Report on the Financial Statements

We have audited the accompanying financial statements governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Bend, Oregon (the City) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Schedule of the City's Proportionate Share of the Net Pension Liability/(Asset), the Schedule of the City's Pension Plan Contributions, the Schedule of the City's Proportionate Share of the Net OPEB Liability/(Asset), the Schedule of the City's OPEB Plan Contributions, the Schedule of Changes in the City's Total OPEB Liability and Related Ratios, and the notes to the Required Supplementary Information, as listed in the table of contents on pages 4 through 16 and 75 through 79 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information for the General Fund and major special revenue funds, as listed in the Table of Contents as Required Supplementary Information, on pages 71 through 74 be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. The required budgetary comparison information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 required budgetary comparison information is fairly stated, in all material respects, in relation to the basic financial statements as whole.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Schedule of Expenditures of Federal Awards and related notes on pages 192 and 193, as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the other supplementary information on pages 80 through 164, each as listed in the table of contents (collectively, the supplementary information), are presented for

purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

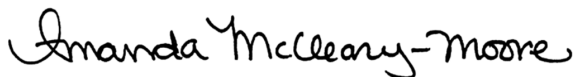
Reports on Other Legal and Regulatory Requirements

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2021, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Other Reporting Required by *Oregon Minimum Standards*

In accordance with *Minimum Standards for Audits of Oregon Municipal Corporations*, we have also issued our report dated December 13, 2021, on our consideration of the City's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



Amanda McCleary-Moore, Partner, for
Moss Adams LLP
Medford, Oregon
December 13, 2021



CITY OF BEND

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2021

This Management's Discussion and Analysis (MD&A) is presented to facilitate financial analysis and provide an overview of the financial activities of the City of Bend, Oregon (the City) for the fiscal year ended June 30, 2021. Information in the MD&A is based on currently known facts, decisions and conditions. Please read it in conjunction with the transmittal letter, the basic financial statements and the accompanying notes to those financial statements.

FINANCIAL HIGHLIGHTS

- The City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of fiscal year by \$1,062.4 million (net position). As shown on Table 1-A, \$166.7 million is unrestricted and may be used to meet the City's ongoing obligations and pay for daily operations.
- The City's total net position increased by \$35.8 million from fiscal year 2019-20 consisting of an increase of \$0.3 million in the net position of governmental activities, and an increase in net position of the business-type activities of \$35.5 million.
- The City's liabilities and deferred inflows totaled \$535.3 million at fiscal year-end. This increase of \$79.1 million from the prior year is due mainly to increases of \$10.0 million in the net pension liability, \$2.9 million in deferred inflows from pensions, \$7.0 million in unearned revenue, \$1.7 million in accrued liabilities and a net increase in debt of \$57.3 million due to the issuance of debt and premiums of \$71.3 million less current year scheduled debt payments of \$13.9 million.
- The City's governmental funds reported combined ending fund balances of \$123.6 million, a decrease of \$1.8 million, in comparison to fiscal year 2019-20. Of the combined ending governmental fund balances, \$63.6 million, or 51.4%, is available for spending at the City's discretion subject to Council approved policies (assigned and unassigned fund balances).
- The unassigned fund balance for the General Fund was \$19.6 million or 55.8% of total General Fund expenditures.

Overview of the Financial Statements

The Basic Financial Statements and Supplementary Information are presented using the integrated approach as prescribed by Governmental Accounting Standards Board (GASB) Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. The Basic Financial Statements are comprised of three components:

1. Government-wide financial statements
2. Fund financial statements
3. Notes to the basic financial statements

The Basic Financial Statements present financial information about the City as a whole and about its activities. Following the Basic Financial Statements are Required Supplementary Information and Other Supplementary Information, which provide budgetary comparisons for each fund. Finally, completing the document is a series of other financial and statistical schedules and the compliance section.

All financial statements are presented in whole dollars. Actual amounts may vary due to rounding.

Note 1. Government-wide Financial Statements

The government-wide financial statements are designed to present the financial picture of the City in a manner similar to a private-sector business, i.e. from the economic resources measurement focus using the accrual basis of accounting.

The Statement of Net Position includes all assets (including infrastructure), and deferred outflows of the City as well as all liabilities (including long-term debt), and deferred inflows. Net Position is the difference between assets and deferred outflows and liabilities and deferred inflows, which is one way to measure the City's financial health, or financial position. Over time, increases or decreases in the City's net position may be an indicator of whether its financial health is improving or deteriorating.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2021

Overview of the Financial Statements (Continued)

Note 1. Government-wide Financial Statements (Continued)

The Statement of Activities reports all revenues when earned and expenses when incurred regardless of the timing of related cash flows. The focus of the Statement of Activities is to present the major program costs, matching major resources with each. To the extent a program's costs are not recovered by grants and direct charges, the costs are paid from taxes and other general revenues. This statement summarizes and simplifies the user's analysis to determine the extent to which programs are self-supporting and/or subsidized by general revenues.

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

Governmental activities of the City are categorized as follows:

- General government – includes centralized services such as fleet management, information technology, facility management, public works laboratory, insurance, administration and financial services, legal and risk management, and other general functions not separately identified as a program.
- Public safety – includes police, fire and emergency medical services.
- Infrastructure – includes the City's street maintenance operations, street and local improvement construction and the City's engineering activities.
- Community and economic development – includes the City's community development, building inspection, planning, growth management, community development block grant, affordable housing, tourist promotion, and economic improvement district activities.
- Permanent Maintenance – includes the City's cemetery permanent maintenance collections.
- Urban renewal – consists of the activities of the Bend Urban Renewal Agency.

Business-type activities include the following:

- Water
- Water Reclamation
- Airport
- Cemetery
- Parking Services
- Stormwater

The government-wide financial statements can be found on pages 17 - 18 of this report.

Note 2. Fund Financial Statements

Following the government-wide statements is a section containing fund financial statements. The fund financial statements include statements for governmental funds and proprietary funds. Funds are used to segregate resources for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental Funds are used for essentially the same functions as governmental activities in the government-wide financial statements. Governmental fund statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. They are prepared using the current financial resources measurement focus and modified accrual basis of accounting.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term funding decisions.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2021

Overview of the Financial Statements (Continued)

Note 2. Fund Financial Statements (Continued)

The following reconciliations are provided to facilitate a comparison between governmental funds as reported in the fund financial statements and governmental activities as reported in the government-wide financial statements:

- A reconciliation of the fund balance reported in the governmental funds Balance Sheet to the net position reported on the government-wide Statement of Net Position, and
- A reconciliation of the change in fund balances reported in the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances to the change in net position reported in the government-wide Statement of Activities.

The City has 30 governmental funds. The governmental fund statements present five major funds separately: General Fund, Streets & Operations Fund, Fire/EMS Fund, System Development Charges (SDC) Fund, and the Transportation Construction Fund. The other 25 nonmajor funds are combined and presented in a single column as nonmajor governmental funds.

The basic governmental fund financial statements can be found on pages 19 - 22 of this report.

Proprietary Funds

Proprietary funds are used to account for activities supported by user charges and where the emphasis is on the sufficiency of revenues to cover expenses. There are two types of proprietary funds - enterprise funds and internal service funds.

The basic proprietary fund financial statements can be found on pages 23 - 27 of this report.

The City uses enterprise funds to account for its water, water reclamation, airport, cemetery, parking services and stormwater operations. The water and water reclamation funds are presented separately as major funds in the proprietary fund financial statements while the airport, cemetery, parking services, and stormwater funds are combined and presented in a single column as nonmajor enterprise funds.

Internal service funds (ISF) are generally used to accumulate and allocate the costs of the City's central services to all operating departments. The City has three internal service funds. The City-wide Support ISF includes administration and financial services, legal and risk management, insurance, information technology, and facility management. The Departmental Support ISF consists of fleet management, engineering, and public works laboratory. The ISF - Other Post Employment Benefits (OPEB) Fund accumulates reserves for future payments of OPEB costs. Because the internal service funds activities predominantly benefit governmental rather than business-type functions, their assets and liabilities have been included with governmental activities in the government-wide financial statements.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The City's only fiduciary fund is to collect and pass-through park system development charges (SDC's) for Bend Park and Recreation District, state assessments for building permits, and other fines and fees collected for the State of Oregon and Deschutes County. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 28 - 29 of this report.

Note 3. Notes to the Basic Financial Statements

The notes to the basic financial statements provide information that is essential for a full understanding of the data presented in the government-wide and fund financial statements (the basic financial statements). Information such as significant accounting policies and detail of certain assets, liabilities, and deferred inflows/outflows are included in the notes, which should be read in conjunction with the basic financial statements. The notes to the financial statements can be found on pages 30 - 70 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS

This section discusses and analyzes significant changes from the prior fiscal year in the government-wide financials.

Analysis of Net Position

As previously mentioned, the City's assets and deferred outflows exceeded liabilities and deferred inflows by \$1,062.4 million at June 30, 2021, an increase of \$35.8 million from the prior year. The following is a condensed statement of net position and an analysis of the change in the City's financial position from the previous year.

Table 1-A
Net Position as of June 30
(in millions)^

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 180.4	\$ 174.8	\$ 162.4	\$ 118.3	\$ 342.8	\$ 293.1
Capital assets	565.9	549.0	633.8	583.8	1,199.7	1,132.8
Total assets	<u>746.3</u>	<u>723.8</u>	<u>796.2</u>	<u>702.1</u>	<u>1,542.5</u>	<u>1,425.9</u>
Deferred outflows of resources	47.7	51.0	7.5	5.9	55.2	56.9
Total deferred outflows of resources	<u>47.7</u>	<u>51.0</u>	<u>7.5</u>	<u>5.9</u>	<u>55.2</u>	<u>56.9</u>
Current liabilities	31.0	25.6	20.2	17.3	51.2	42.9
Non-current liabilities	217.3	213.3	252.4	196.6	469.7	409.9
Total liabilities	<u>248.3</u>	<u>238.9</u>	<u>272.6</u>	<u>213.9</u>	<u>520.9</u>	<u>452.8</u>
Deferred inflows of resources	12.2	2.7	2.2	0.7	14.4	3.4
Total deferred inflows of resources	<u>12.2</u>	<u>2.7</u>	<u>2.2</u>	<u>0.7</u>	<u>14.4</u>	<u>3.4</u>
Net position						
Net investment in capital assets	465.0	476.9	383.5	396.3	848.5	873.2
Restricted	40.4	61.4	6.8	6.2	47.2	67.6
Unrestricted	28.1	(5.1)	138.6	90.9	166.7	85.8
Total net position	<u>\$ 533.5</u>	<u>\$ 533.2</u>	<u>\$ 528.9</u>	<u>\$ 493.4</u>	<u>\$ 1,062.4</u>	<u>\$ 1,026.6</u>

^Actual amounts may vary due to rounding.

Capital assets increased \$66.9 million as a result of extensive work on the City's transportation, water, water reclamation and stormwater infrastructure as discussed on page 13. Included in current and other assets above, restricted and unrestricted cash and investments increased \$49.7 million in large part due to increased water and water reclamation rates generating revenues in excess of direct expenditures for the purpose of future infrastructure spending and rate adjustment stabilization.

Debt increased by \$57.3 million as discussed in further detail in the debt administration section on page 14.

The majority of the net position, (79.9%), is invested in capital assets (land, buildings, infrastructure, etc.) less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to community members; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Analysis of Changes in Net Position

The following is a comparison between the June 30, 2021 and 2020 Statement of Activities.

Table 2-A
Changes in Net Position for the Year Ended June 30
(in millions)^

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
Program revenues:						
Charges for services	\$ 31.6	\$ 33.7	\$ 60.1	\$ 57.4	\$ 91.7	\$ 91.1
Operating grants and contributions	21.3	24.3	0.3	0.1	21.6	24.4
Capital grants and contributions	31.7	28.4	14.2	11.0	45.9	39.4
General revenues:						
Taxes	54.1	50.1	-	-	54.1	50.1
Franchise fees	13.4	11.8	-	-	13.4	11.8
Unrestricted investment earnings	0.6	5.2	0.4	4.8	1.0	10.0
Total revenues	<u>152.7</u>	<u>153.5</u>	<u>75.0</u>	<u>73.3</u>	<u>227.7</u>	<u>226.8</u>
Expenses						
Governmental Activities:						
General government	35.7	20.0	-	-	35.7	20.0
Public safety	49.9	54.6	-	-	49.9	54.6
Infrastructure	28.4	33.8	-	-	28.4	33.8
Community and economic development	22.3	22.0	-	-	22.3	22.0
Permanent maintenance	- *	- *	-	-	-	-
Urban renewal	1.5	0.9	-	-	1.5	0.9
Interest on long-term debt	4.5	2.3	-	-	4.5	2.3
Business-type activities:						
Water	-	-	18.2	19.7	18.2	19.7
Water reclamation	-	-	24.4	27.5	24.4	27.5
Airport	-	-	1.6	1.7	1.6	1.7
Cemetery	-	-	0.3	0.3	0.3	0.3
Parking services	-	-	1.5	1.3	1.5	1.3
Stormwater	-	-	3.5	3.5	3.5	3.5
Total expenses	<u>142.3</u>	<u>133.6</u>	<u>49.5</u>	<u>54.0</u>	<u>191.8</u>	<u>187.6</u>
Revenues over expenses	10.4	19.9	25.5	19.3	35.9	39.2
Transfers	(10.0)	(9.0)	10.0	9.0	-	-
Change in net position	0.3	10.9	35.5	28.3	35.9	39.2
Net position, beginning	533.2	522.3	493.3	465.0	1,026.3	987.1
Net position, ending	<u>\$ 533.5</u>	<u>\$ 533.2</u>	<u>\$ 528.8</u>	<u>\$ 493.3</u>	<u>\$ 1,062.2</u>	<u>\$ 1,026.3</u>

*Actual amount is too small to report

^Actual amounts vary due to rounding

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2021

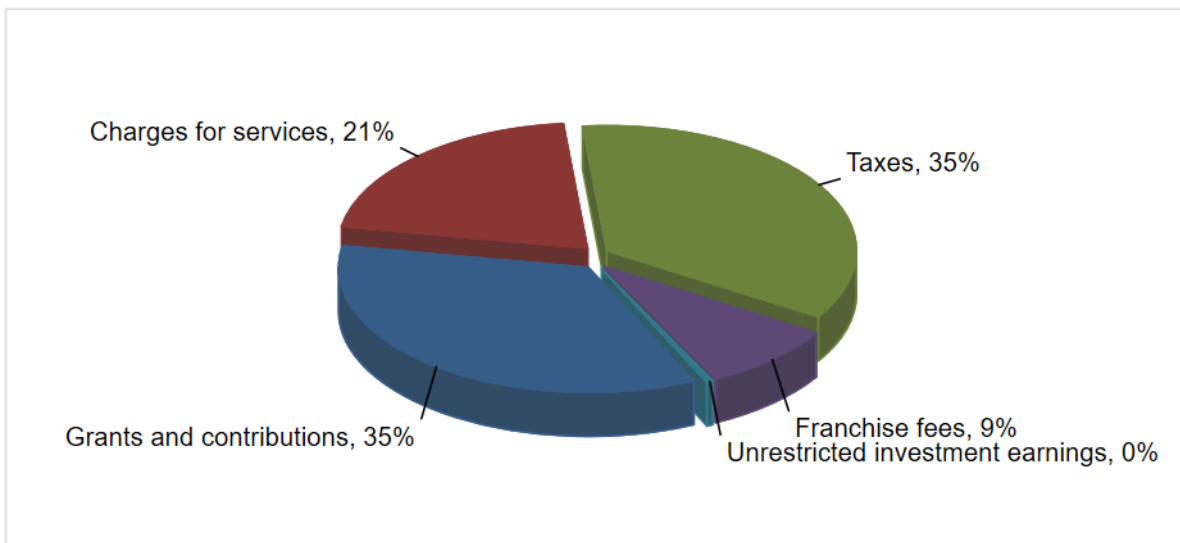
GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Governmental Activities

Governmental activities increased the City's net position by \$0.3 million for the year ended June 30, 2021. Key elements of the increase are as follows:

- Program revenues decreased by \$1.8 million. Charges for services decreased \$2.1 million due to decreased overhead charges to business-type activities and reductions in muni-court, police, and ambulances revenues. Capital and operating grants and contributions increased \$0.3 million due to increases in developer contributions and intergovernmental capital grants and shared revenues in excess of decreased operating grants.
- Taxes, franchise fees, and investment income increased \$1.0 million due to increases in property taxes of \$1.2 million, increases of \$1.9 million in tax and franchise fee receipts, and \$2.4 million increases in room tax offset by a \$4.6 million decrease in unrestricted investment income.
- Governmental expenses increased by \$8.7 million, primarily driven by a net \$5.8 million increase due to changes in pension and OPEB liabilities, deferred outflows/inflows and other personnel related expenses. Additional increases of \$2.2 million in interest expense related to the City's increased outstanding debt and a \$3.5 million increase in community grants and loans. These increases were offset by a net \$2.8 million decrease in materials and service, depreciation, and other operational expenses.

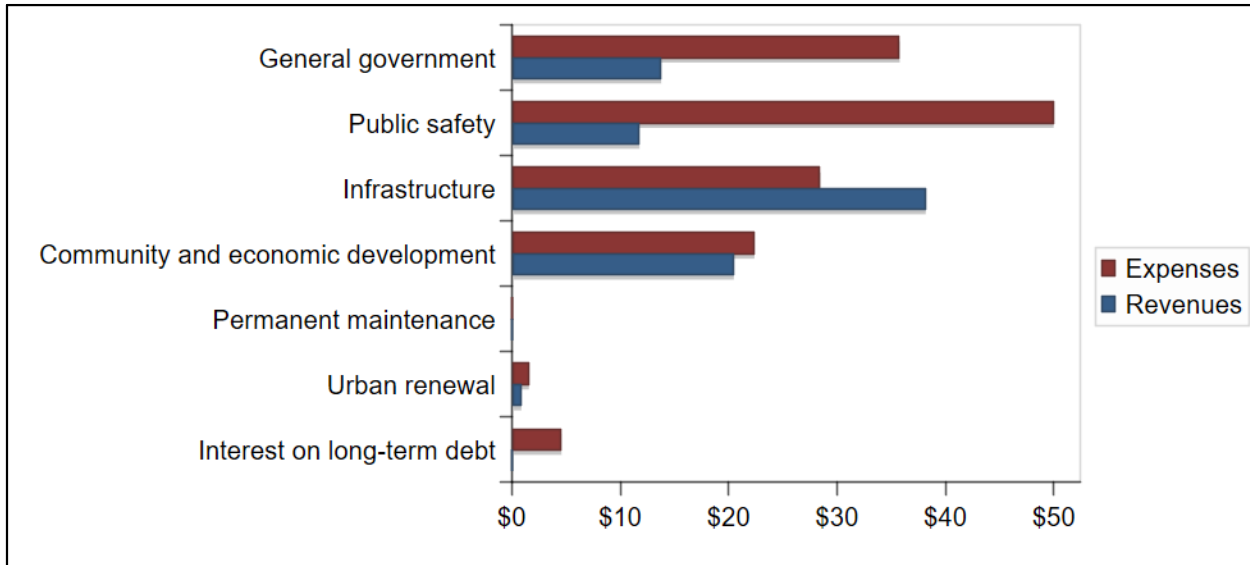
GOVERNMENTAL REVENUES BY TYPE



MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2021

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

GOVERNMENTAL ACTIVITIES PROGRAM REVENUES AND EXPENSES (in millions of dollars)



* The actual amount for Permanent maintenance is too small to report

The chart above compares the revenues, not including any subsidies from the general fund, and expenses for each of the City's programs and shows the extent of each program's dependence on general revenues for support in the current year.

General government activities include central services such as fleet management, information technology, facility management, engineering, public works laboratory, insurance, administration and financial services, and legal and risk management. These programs generate some external revenues but are primarily funded from charges to the city functions they support.

The Public Safety function (police, fire, and emergency services) generates program revenues as well, but property taxes and state shared revenues fund the majority of its costs.

Infrastructure is funded with intergovernmental revenues (primarily state gas taxes), developer contributions, SDC's, grant revenue, and franchise fees.

Community and Economic Development programs are funded with Federal Housing and Urban Development Department grant revenues, loan repayments, charges for building permits, and development planning and inspections fees.

Business-type Activities

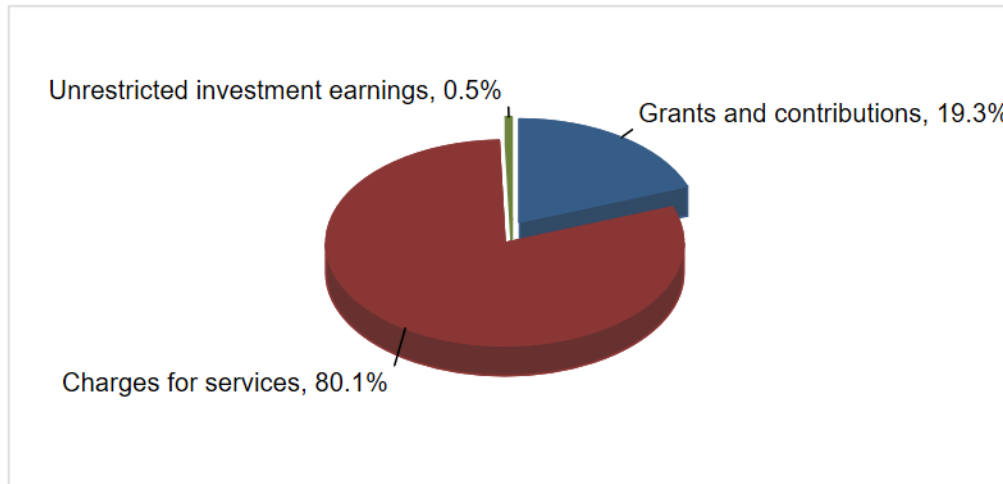
As shown in Table 2-A, business-type activities increased the City's net position by \$35.5 million. Water and water reclamation contributed \$8.3 million and \$13.8 million, respectively. Total revenues from business-type activities increased by \$1.7 million from the prior year. Increases in charges for services of \$2.7 million are primarily due to higher water and water reclamation charges. Capital grants and contributions increased by \$3.2 million due to increased developer contributed assets in the water, water reclamation, and stormwater funds.

Business-type expenses decreased overall by \$4.5 million. Decreased salary and benefits accounts for \$2.4 million of the decrease primarily driven by changes in pension and OPEB liabilities and deferred outflows/inflows. Additional decreases were due to a \$2.9 million decrease in routine costs for internal charges and a \$1.3 million decrease in depreciation of water reclamation infrastructure. These decreases were partially offset by a \$0.9 million increase in materials and services and a \$1.6 million increase in interest expenses due to increased outstanding debt for water reclamation.

MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2021

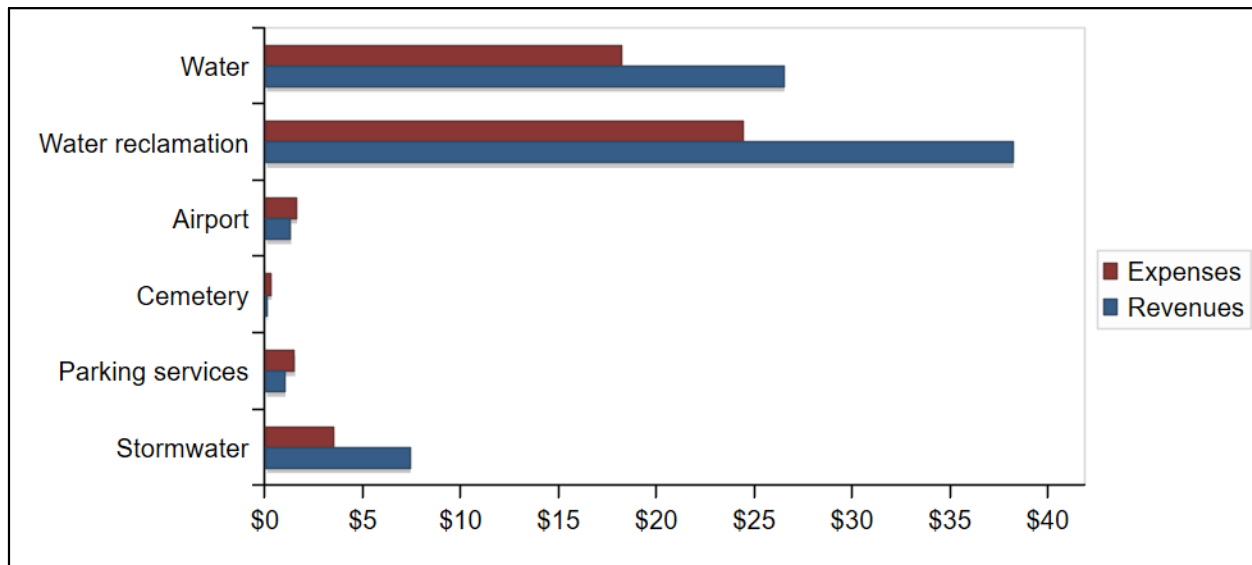
GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)
Business-type Activities (Continued)

BUSINESS-TYPE ACTIVITIES REVENUES BY TYPE



As shown in the pie chart above, charges for services accounted for 80.1% of total business-type revenue in fiscal year 2020-21 compared to 78.3% in fiscal year 2019-20.

BUSINESS-TYPE ACTIVITIES REVENUES AND EXPENSES (in millions of dollars)



The graph above shows that revenues for water and water reclamation operations are significantly higher than their respective direct expenses because water and water reclamation rates have been increased to generate revenues for infrastructure spending and stabilize rate adjustments over the next five years, and developer contributed assets are recognized as contribution revenue. Acquisitions of capital assets and principal payments on long-term debt are not reported as direct expenses, but are reported as additions to assets and reductions to liabilities respectively on the Statement of Net Position. Cemetery and parking services revenues are essentially equivalent to the related direct expenses as there are minimal capital improvements and minimal debt service for these two operations. Stormwater operations are funded by a monthly customer fee and allow the City to make needed improvements to the infrastructure.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2021

FUND ANALYSIS

The City uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds

The focus of the governmental funds is to provide information on near-term inflows, outflows and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of governmental funds reported by the City include the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds and Permanent Funds.

At the end of the current fiscal year, the City's governmental funds had combined ending fund balances of \$123.6 million which is a decrease of \$1.7 million from the prior fiscal year. This decrease is primarily a result of \$41.7 million less in debt proceeds from prior year offset by a \$10.4 million increase from taxes, franchise fees, and intergovernmental revenues and grants. Revenue decreases were offset by a \$13.3 million decrease in operational costs across funds, a \$3.0 million decrease in capital outlay, and \$8.0 million decrease in net transfer expenses.

Of the combined ending fund balance of \$123.6 million, \$5.2 million was nonspendable related to the assets held for resale and the Cemetery Permanent Maintenance Fund; \$39.6 million was restricted by creditors, grantors or by law; \$15.3 million was committed to specific purposes through City Council adopted resolution or ordinance; \$44.3 million was assigned by intent of the City to a specific purpose; and \$19.2 million was unassigned and available for spending by the City within the purposes specified for the City's funds.

The General Fund is the primary operating fund of the City. At the end of the fiscal year, the unassigned fund balance of the General Fund was \$19.6 million, up \$6.4 million (48.5%) from the previous year. The unassigned fund balance represents 76.3% of total General Fund requirements.

The other major governmental funds are the Streets & Operations Fund, Fire/EMS Fund, the System Development Charges (SDC) Fund and the Transportation Construction Fund. The Streets & Operation Fund's ending fund balance increased by \$2.7 million due to decreased capital project expenditures exceeding reductions in transfer in revenue. The Fire/EMS Fund's ending fund balance increased by \$1.8 million due to increased transfer in revenue in excess of reduced intergovernmental revenue in addition to decreased capital outlay expenditures. The SDC Fund's ending fund balance increased by \$1.4 million due to system development charges exceeding increased transfers out to Transportation Construction, Water, and Water Reclamation for allowable capital projects.

The Transportation Construction Fund decreased by \$14.6 million as a result of planned capital outlay expenditures from unspent debt proceeds issued in the prior fiscal year.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements where the focus is on the sufficiency of revenues to cover expenses. The City's two major proprietary funds are the Water Fund and the Water Reclamation Fund.

The unrestricted net position of the Water Fund at the end of the year amounted to \$60.4 million, an increase of \$6.2 million. Net investment in capital assets increased by \$6.6 due to an increase in capital infrastructure in addition to a decrease in capital related debt. SDC's generated \$4.2 million of revenue and developer contributed infrastructure totaled \$5.0 million.

In the Water Reclamation Fund, the unrestricted net position at the end of the year amounted to \$73.1 million, an increase of \$38.9 million. Overall net position increased \$20.0 million. In addition, SDC's generated \$6.1 million of revenue and developer contributed infrastructure totaled \$5.9 million.

SDC's are received in the SDC Fund (a major governmental fund) and transferred to the Water and Water Reclamation Funds as qualifying expenses are incurred. Revenues from these charges increased in the Water Fund by 35.5% and decreased in the Water Reclamation Funds by 1.6% in fiscal year 2020-21 over fiscal year 2019-20.

Other factors concerning the finances of the proprietary funds can be found in the previous discussion of the City's business-type activities.

MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2021

GENERAL FUND BUDGETARY HIGHLIGHTS

Original budget compared to final budget

The budgetary statement for the General Fund, which is located on page 71, shows the original budget, final budget, actual revenues and expenditures, and transfers in and out for the fiscal year ended June 30, 2021. During the 2019-2021 biennial budget cycle, General Fund budgeted resources changed as follows:

- Budgeted resources decreased by \$3.1 million primarily as a result of the COVID-19 pandemic impact on businesses and community members within the City. Those changes included decreases of \$1.2 million in property taxes, \$3.8 in million room taxes, and \$2.9 million in franchise fees offset by an increase of \$4.4 million in intergovernmental grants.
- Budgeted expenditures and transfers out were decreased by \$2.6 million. All City departments and programs were evaluated and, on average, reduced their operating budgets by 10% in response to the revenue shortfalls. Most reductions came from reduction of budgeted but vacant positions, deferred capital outlay and reduced interfund transfers and subsidies are a result of reduced internal services. Decreases were offset by increased community grants and the planned acquisition of the Division Street Shelter.

CAPITAL ASSETS

As of June 30, 2021 the City had invested \$1,199.7 million in capital assets, net of depreciation, as reflected in the following table. This represents a net increase (additions, disposals and depreciation) of \$66.9 million. Governmental capital assets totaled \$565.9 million while business-type capital assets totaled \$633.8 million.

Capital Assets as of June 30 (in millions)

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land including right-of-way	\$ 149.7	\$ 149.3	\$ 6.4	\$ 6.4	\$ 156.1	\$ 155.7
Land use rights	-	-	1.4	1.4	1.4	1.4
Works of art	0.7	0.7	-	-	0.7	0.7
Buildings and improvements	14.0	13.0	16.5	16.2	30.5	29.2
Infrastructure	331.1	317.8	511.8	492.7	842.9	810.5
Vehicles and equipment	10.0	10.8	2.8	3.0	12.8	13.8
Software	8.4	5.0	-	-	8.4	5.0
Construction in progress	52.0	52.5	94.8	64.1	146.8	116.6
	<u>\$ 565.9</u>	<u>\$ 549.1</u>	<u>\$ 633.8</u>	<u>\$ 583.8</u>	<u>\$ 1,199.7</u>	<u>\$ 1,132.9</u>

Major construction projects affecting capital assets for fiscal year 2020-21 are as follows:

- Street Construction - Improvement of various street infrastructure projects added \$2.8 million to capital assets. Projects included paving projects designed to improve and extend the life of approximately 65 lane miles of street surfaces. Developer constructed street infrastructure contributed to the City totaled \$7.8 million in the current year.
- Transportation Construction - \$21.9 million went to the construction of new streets and transportation projects. Major projects included substantial completion of the Empire Corridor Modernization improvements, including the Empire and 27th intersection and the Murphy Corridor improvements including the Murphy and 15th and Murphy and Brosterhous Roundabouts and the Murphy Railway Overcrossing. Other improvements included Citywide safety improvements and the construction of Citywide bicycle greenways.
- Water Fund Improvements - \$3.9 million was expended on water improvements 2020-2021 included improvements to the Empire, Murphy and Newport Corridors. Additional projects included Waterline Replacement on 2nd and 3rd street and an updated Water Master Plan. Developer constructed water infrastructure contributed to the City totaling \$5.0 million in the current year.

MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2021

CAPITAL ASSETS (Continued)

- Water Reclamation Fund Improvements added to capital assets in 2020-2021 were \$41.8 million. Significant projects were Capacity Improvements, the North Interceptor and Newport project, Collection System Enhancements and several individual Pump Station upgrades and decommissions. Developer constructed water reclamation infrastructure contributed to the City totaled \$5.8 million in the current year.
- Stormwater Improvements - Improvements to the City's stormwater system added \$3.3 million to capital assets. Significant projects were the Newport and Murphy Corridor improvements. Developer constructed infrastructure contributed to the City totaled \$3.0 million in the current year.

Please refer to Note 5 on pages 44 - 45 of the basic financial statements for further detailed information on capital assets.

DEBT ADMINISTRATION

As of June 30, 2021, the City had \$354.8 million in long-term debt and unamortized premiums and discounts, an increase of \$57.3 million from the prior year. The City has an unamortized balance of premiums and discounts on long-term debt issuances of \$27.2 million that are amortized over the life of the associated debt. Debt outstanding by type at year-end is as follows:

Outstanding Debt as of June 30
(in millions)

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Full faith & credit obligations	\$ 57.1	\$ 62.6	\$ 2.2	\$ 11.5	\$ 59.3	\$ 74.1
Revenue bonds	-	-	81.3	45.1	81.3	45.1
Notes payable	28.9	21.7	141.2	120.6	170.1	142.3
General obligation debt	16.9	18.2	-	-	16.9	18.2
	<u>102.9</u>	<u>102.5</u>	<u>224.7</u>	<u>177.2</u>	<u>327.6</u>	<u>279.7</u>
Unamortized premiums & discounts	7.2	7.7	20.0	10.0	27.2	17.7
Total outstanding debt	<u>\$ 110.1</u>	<u>\$ 110.2</u>	<u>\$ 244.7</u>	<u>\$ 187.2</u>	<u>\$ 354.8</u>	<u>\$ 297.4</u>

The significant changes in long-term debt include proceeds of \$37.9 million from the issuance of 2020 sewer bonds, \$10.2 million in 2021 full faith and credit obligations for new projects, and \$13.9 million for drawdowns of notes payable from the State of Oregon Department of Environmental Quality to fund construction on the water reclamation system. Unamortized premiums increased by \$9.5 million from the issuance of the 2020 sewer revenue bonds. The increases were offset by \$14.2 million in principal payments.

Debt Limitation and Ratings

Oregon Revised Statutes 287A.050 provides a limit on general obligation bonded indebtedness in excess of 3% of the real market value of all taxable property within the City. Based on the fiscal year - value, the City's debt limitation is \$696.9 million. The City is well within its debt limitation with an amount of outstanding debt subject to this limitation of \$15.1 million.

The City of Bend's long-term bonds are rated by Moody's Investors Service and/or Standard & Poor's Financial Services LLC as follows:

<u>Issue Type</u>	<u>Global Scale Rating</u>
General Obligation Bonds	Aa2
Full Faith and Credit Obligation Bonds	Aa2/AA+
Water Revenue Bond	Aa2/AA
Sewer Revenue Bond	AA

Please refer to Note 11 on pages 48 - 55 of the basic financial statements for further detailed information on long-term debt.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2021

ECONOMIC FACTORS

Based on preliminary estimates from Portland State University, the population of the City of Bend as of July 1, 2021, was 100,922, which is 49.6% of the population of Deschutes County. As noted in the Transmittal Letter, Bend continues to be one of the fastest growing cities in the country. Bend's population increased 31.2% in the last 10 years and has grown nearly 75.0% in the last 20 years. This level of growth continues to put a huge demand on City services and City resources.

2019-2021 Biennial Budget

Over the past decade, the City responded to this escalating growth by first addressing infrastructure needs in its essential services: water and sewer utilities, street maintenance and public safety. In response to community input, the 2019-2021 City Council goals focused on addressing the following priorities: economic vitality (including increasing the housing supply), transportation and infrastructure, public safety and health, and effective and efficient City operations. The 2019-2021 biennial budget represents an aggressive approach in addressing these key priorities. In addition, the City is invested in addressing ongoing issues facing our local community such as homelessness, mental health, and diversity, equity, inclusion and accessibility (DEIA) initiatives. Much work remains to plan for continued growth, including action on the adopted long-term transportation system plan and related funding package, which includes a \$190.0 million voter approved 2020 General Obligation Bond. Fiscal year 2019-2020 started the process, which continued throughout the 2019-2021 biennium and into the 2021-2023 biennium Council goal setting and budget process.

City Council set ambitious goals for the 2019-2021 biennium, which reflected a biennial budget that adopted a 78% increase in capital improvement spending from the 2017-2019 biennial budget. The City's five year Capital Improvement Program spending in fiscal year 2019-20 called for \$74 million on transportation projects, \$18 million in water system projects and \$136 million in water reclamation projects. To meet this increased expenditure level, the Council approved increases in City fees and rates. Staff were also authorized to issue over \$109 million of debt to ensure today's and future generations equally share in paying for investment and replacement of aging infrastructure, facilities and equipment. Fee adjustments included increases to utility rates, system development charges, and franchise fees. The overall financial strategy included reducing certain reserve levels to address ongoing street maintenance needs and the relative higher cost of deferment.

COVID-19 Response

In response to the COVID-19 pandemic, the City Manager called for budget reductions and a new forecast of revenues based on the anticipated financial impact of the pandemic. Significant reductions in room tax revenues, state-shared revenues for gas taxes, charges for services in parking and General Fund fines and forfeitures were anticipated. City departments responded by reducing budgets by roughly 10% while maintaining all City services and existing staffing. Vacant positions were frozen and eliminated, but no staff were laid off. While capital projects were examined and considered for deferral until after the full impacts of the pandemic were known, long term projects as identified through community input in transportation system were given priority. Other budget reductions included deferring the purchase of vehicles and equipment, reduced training and travel, scaling back on facility improvements that were initially anticipated for a growing workforce, and reducing contractual services. The implemented budget cuts were adjusted and reduced in alignment with experienced impacts through fiscal year 2020-2021. The City continues to monitor revenues and overall, the revenue forecasts have been fairly accurate to date.

The City received several COVID-19 related grants that were utilized to maintain City services, update City facilities for social distancing, to provide personal protective equipment to first responders and to sanitize public facilities to maintain public health.

- On March 11, 2021 the American Rescue Plan Act of 2021 (ARPA) was signed into law providing additional funding for state and local governments. The City was awarded \$14.1 million of ARPA funding, of which \$7.0 million was received in fiscal year 2021 and recognized as unearned revenue to be expended in the upcoming biennium within the community at the direction of City Council.
- \$2.9 million of Coronavirus relief funding through the state of Oregon was utilized within the community for public safety, economic hardship assistance, and city operations.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2021

ECONOMIC FACTORS (Continued)

- The US Department of Housing and Urban Development, awarded the City \$0.9 Million of Coronavirus Relief Funds for the City's Community Development Block Grant program. Through fiscal year 2021, \$0.4 million was spent on economic, housing, and vulnerable population assistance.
- \$0.2 million of other emergency relief funding from various entities was awarded for support of airport operations disrupted by COVID-19, Medicare assistance, and additional city precautions required due to COVID-19.

In total, the City was awarded \$18.1 million in COVID-19 related funding, of which \$0.7 million and \$2.7 million were expended in fiscal year 2020 and 2021 respectively, with the remaining \$14.7 million available for affordable housing initiatives and City Council directed community needs.

Throughout the state mandated shutdown and subsequent re-opening, social distancing, and workplace mandates, City services continued. There has been no slow down in development activity and all major construction projects have continued or were completed on schedule. In November 2020, voters approved Measure 9-135 for a \$190 million transportation bond to assist the City in achieving Council goals set for 2019-2021 biennium and transportation goals continued in the 2021-2023 biennium. We anticipate a continued increase in demand for City resources as people continue to choose Bend as a desirable place to work and live.

Summary

As a City over 100,000, Bend continues to evolve and update it's long-term planning for investments in transportation and other necessary infrastructure. The 2021-2023 biennial budget aligns City's resources with City Council goals to achieve a balance of economic development, environmental stewardship, housing affordability and a connected community sharing in the prosperity that living in Bend offers. City staff and City Council continue their commitment to addressing community priorities while maintaining the financial health of our organization, being good stewards of the public funds, providing excellent City services, and serving all people of Bend equitably.

REQUEST FOR INFORMATION

The City's financial statements are designed to present users with a general overview of the City's finances. Questions concerning any information provided in this report or requests for additional financial information should be addressed to Sharon Wojda, City of Bend Chief Financial and Administrative Officer, at 710 NW Wall Street, Bend, Oregon 97703. The telephone number for the City's Finance Department is 541-385-6682.



CITY OF BEND

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BASIC FINANCIAL STATEMENTS

City of Bend, Oregon
Statement of Net Position
June 30, 2021

	Governmental Activities	Business-Type Activities	Total
Assets			
Pooled cash and investments	\$ 101,821,770	\$ 143,482,528	\$ 245,304,298
Receivables, net	7,196,066	9,787,064	16,983,130
Due from other governments	2,006,727	388,531	2,395,258
Advances to/from other funds	800,000	(800,000)	-
Restricted cash and investments	46,328,515	7,985,137	54,313,652
Other assets	1,941,398	76,342	2,017,740
Assessments receivable, net	3,856	45,694	49,550
Loans and notes receivable, net	15,374,745	1,371,829	16,746,574
Assets held for resale	4,416,668	-	4,416,668
Non-depreciable capital assets	202,365,644	102,610,333	304,975,977
Depreciable capital assets, net	363,554,584	531,164,848	894,719,432
Net OPEB asset	543,997	85,925	629,922
Total Assets	746,353,970	796,198,231	1,542,552,201
Deferred Outflows of Resources			
Deferred outflows from pensions	39,385,810	6,220,732	45,606,542
Deferred outflows from OPEB	8,280,081	1,307,785	9,587,866
Deferred outflows from debt refunding	53,671	-	53,671
Total Deferred Outflows of Resources	47,719,562	7,528,517	55,248,079
Liabilities			
Accounts payable	5,832,956	5,649,772	11,482,728
Other liabilities	9,226,916	3,910,537	13,137,453
Due to developers	79,246	-	79,246
Deposits	903,784	246,421	1,150,205
Unearned revenue	7,038,214	-	7,038,214
Long-term debt due or payable within one year	7,901,981	10,427,036	18,329,017
Net pension liability	72,012,221	11,373,857	83,386,078
Total OPEB liability	43,127,284	6,811,676	49,938,960
Long-term debt due or payable after one year	102,196,794	234,258,396	336,455,190
Total Liabilities	248,319,396	272,677,695	520,997,091
Deferred Inflows of Resources			
Deferred inflows from pensions	4,856,101	766,987	5,623,088
Deferred inflows from OPEB	7,356,001	1,161,825	8,517,826
Deferred inflows from debt refunding	27,606	268,032	295,638
Total Deferred Inflows of Resources	12,239,708	2,196,844	14,436,552
Net Position			
Net investment in capital assets	464,989,968	383,467,222	848,457,190
Restricted for:			
Debt service	7,080,034	5,532,674	12,612,708
Capital projects	24,364,564	1,270,000	25,634,564
Affordable housing	5,056,364	-	5,056,364
Tourism	3,116,689	-	3,116,689
Permanent maintenance	762,632	-	762,632
Grant activity	954	-	954
Unrestricted	28,143,223	138,582,313	166,725,536
Total Net Position	\$ 533,514,428	\$ 528,852,209	\$ 1,062,366,637

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



CITY OF BEND

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City of Bend, Oregon
Statement of Activities
For the fiscal year ended June 30, 2021

	Program Revenues				Net (Expenses) Revenues and Changes in Net Position		
	Direct Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Function/Programs							
Governmental Activities:							
General government	\$ 35,659,666	\$ 10,097,309	\$ 3,590,833	\$ -	\$ (21,971,524)	\$ -	\$ (21,971,524)
Public safety	49,879,956	3,599,332	8,051,981	-	(38,228,643)	-	(38,228,643)
Infrastructure	28,404,752	1,432,350	7,467,170	29,242,946	9,737,714	-	9,737,714
Community and economic development	22,326,727	15,739,865	2,216,657	2,500,000	(1,870,205)	-	(1,870,205)
Permanent maintenance	5,192	5,144	-	-	(48)	-	(48)
Urban renewal	1,549,239	750,000	-	-	(799,239)	-	(799,239)
Interest on long-term debt	4,511,427	-	-	-	(4,511,427)	-	(4,511,427)
Total Governmental Activities	142,336,959	31,624,000	21,326,641	31,742,946	(57,643,372)	-	(57,643,372)
Business-Type Activities:							
Water	18,214,388	21,345,260	63,218	5,147,394	-	8,341,484	8,341,484
Water reclamation	24,370,142	32,126,915	216,391	5,874,765	-	13,847,929	13,847,929
Airport	1,627,908	1,155,158	-	120,796	-	(351,954)	(351,954)
Cemetery	283,490	84,907	-	-	-	(198,583)	(198,583)
Parking services	1,488,024	991,573	-	-	-	(496,451)	(496,451)
Stormwater	3,500,189	4,373,700	2,384	3,001,695	-	3,877,590	3,877,590
Total Business-Type Activities	49,484,141	60,077,513	281,993	14,144,650	-	25,020,015	25,020,015
Total Activities	\$ 191,821,100	\$ 91,701,513	\$ 21,608,634	\$ 45,887,596	(57,643,372)	25,020,015	(32,623,357)
General Revenues and Transfers:							
Taxes:							
Property taxes, levied for general purpose					37,657,525	-	37,657,525
Property taxes, levied for debt service					3,813,916	-	3,813,916
Room taxes					11,232,651	-	11,232,651
Marijuana taxes					1,356,461	-	1,356,461
Franchise fees					13,356,583	-	13,356,583
Unrestricted investment earnings					582,168	390,974	973,142
Transfers					(10,045,287)	10,045,287	-
Total General Revenues and Transfers					57,954,017	10,436,261	68,390,278
Change in Net Position					310,645	35,456,276	35,766,921
Net Position, July 1, 2020					533,203,783	493,395,933	1,026,599,716
Net Position, June 30, 2021					\$ 533,514,428	\$ 528,852,209	\$ 1,062,366,637

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

City of Bend, Oregon
Balance Sheet
Governmental Funds
June 30, 2021

	General Fund*	Streets & Operations Fund	Fire/EMS Fund	System Development Charges (SDC) Fund	Transportation Construction Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets							
Pooled cash and investments	\$ 16,754,028	\$ 4,118,696	\$ 6,337,612	\$ -	\$ 26,347,699	\$ 29,167,211	\$ 82,725,246
Restricted cash and investments	9,294,220	763,646	254,900	21,718,844	3,331,533	9,617,591	44,980,734
Receivables:							
Taxes	1,876,874	-	89,089	-	-	592,650	2,558,613
Accounts, net	1,406,929	110,945	1,204,740	40,570	443,672	150,902	3,357,758
Interest	1,127,267	-	-	1,007	-	142,362	1,270,636
Due from other funds	17,000	-	-	-	352,334	-	369,334
Due from other governments	832,184	1,031,977	-	-	-	142,566	2,006,727
Prepays and deposits	5,000	-	-	-	-	2,400	7,400
Assessments receivable, net	-	-	-	-	-	3,856	3,856
Loans and notes receivable, net	639,656	-	-	139,832	-	14,475,459	15,254,947
Assets held for resale	4,416,668	-	-	-	-	-	4,416,668
Total Assets	\$ 36,369,826	\$ 6,025,264	\$ 7,886,341	\$ 21,900,253	\$ 30,475,238	\$ 54,294,997	\$ 156,951,919
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)							
Liabilities							
Accounts payable	\$ 699,819	\$ 492,403	\$ 164,528	\$ -	\$ 3,508,301	\$ 474,323	\$ 5,339,374
Salaries and benefits payable	349,197	78,882	315,639	-	10,208	152,914	906,840
Retainage payable	-	95,002	17,710	-	568,471	6,554	687,737
Due to developers	-	-	-	79,246	-	-	79,246
Other accrued liabilities	857,539	-	-	-	-	100	857,639
Deposits - restricted	223,685	28,790	-	-	-	644,621	897,096
Unearned revenue	7,038,214	-	-	-	-	-	7,038,214
Due to other funds	-	-	-	-	-	369,334	369,334
Total Liabilities	9,168,454	695,077	497,877	79,246	4,086,980	1,647,846	16,175,480
Deferred Inflows of Resources							
Unavailable revenue - property taxes	531,789	-	37,767	-	-	58,094	627,650
Unavailable revenue - assessments & loans	965,298	1,141	-	181,410	-	14,680,212	15,828,061
Unavailable revenue - other billings and fees	-	-	607,304	-	35,538	28,531	671,373
Total Deferred Inflows of Resources	1,497,087	1,141	645,071	181,410	35,538	14,766,837	17,127,084
Fund Balances (Deficits)							
Nonspendable	4,416,668	-	-	-	-	762,632	5,179,300
Restricted	1,681,754	-	-	21,639,597	2,686,034	13,611,220	39,618,605
Committed	-	-	6,743,393	-	-	8,545,872	15,289,265
Assigned	-	5,329,046	-	-	23,666,686	15,312,924	44,308,656
Unassigned	19,605,863	-	-	-	-	(352,334)	19,253,529
Total Fund Balances (Deficits)	25,704,285	5,329,046	6,743,393	21,639,597	26,352,720	37,880,314	123,649,355
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	\$ 36,369,826	\$ 6,025,264	\$ 7,886,341	\$ 21,900,253	\$ 30,475,238	\$ 54,294,997	\$ 156,951,919

* The General Fund presented here includes the General Fund Revenue Stabilization Fund. Details of the combination are at page 150.

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

City of Bend, Oregon
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
June 30, 2021

Total Fund Balances (Deficits)	\$ 123,649,355
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	540,648,340
Other assets and deferred outflows of resources are not available to pay for current-period expenditures and therefore, are not reported in the funds:	
Deferred outflows of refunded debt	47,766
Deferred revenues are not available to pay for current-period expenditures and, therefore, are reported as unavailable revenue in the governmental funds' balance sheet	
Unavailable property taxes	627,650
Unavailable assessments and loans	15,828,061
Other unavailable revenues	671,373
Liabilities and deferred inflows of resources that are not due and payable in the current period, are not reported in the funds:	
Interest payable	(323,379)
Accrued compensated absences	(4,490,988)
Net pension activity	(29,058,064)
Other post-employment benefits	(32,296,021)
Accrued health insurance benefits	(17,296)
Long-term debt	(93,771,386)
The internal service funds are used by management to charge costs of certain activities such as garage, information technology, facility management, engineering, public works laboratory, insurance, legal and risk management, and administration and financial services to individual funds. The net position of the internal service funds are reported with governmental activities.	11,999,017
Total Net Position	<u>\$ 533,514,428</u>

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

City of Bend, Oregon
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Governmental Funds
For the fiscal year ended June 30, 2021

	General Fund*	Streets & Operations Fund	Fire/EMS Fund	System Development Charges (SDC) Fund	Transportation Construction Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues							
Taxes	\$ 44,079,427	\$ -	\$ 2,766,515	\$ -	\$ -	\$ 7,338,362	\$ 54,184,304
Franchise fees	8,518,649	1,284,221	-	-	2,635,952	853,692	13,292,514
Intergovernmental	5,944,745	7,616,891	5,886,208	-	2,459,398	3,449,832	25,357,074
Assessments	-	-	-	-	-	132,547	132,547
Licenses and permits	86,782	-	-	-	-	5,457,792	5,544,574
Charges for services	339,338	302,842	4,379,408	-	10,667	9,491,000	14,523,255
System development charges	-	-	-	18,687,705	-	-	18,687,705
Contributions	-	-	975	-	308,713	7,634	317,322
Fines and forfeitures	791,689	-	-	-	-	-	791,689
Loan repayments	-	-	-	112,750	-	656,037	768,787
Permanent maintenance fees	-	-	-	-	-	5,144	5,144
Investment earnings	26,926	9,892	11,168	134,076	118,969	211,318	512,349
Miscellaneous	65,591	34,094	66,732	-	105,731	1,297	273,445
Total Revenues	59,853,147	9,247,940	13,111,006	18,934,531	5,639,430	27,604,655	134,390,709
Expenditures							
Current:							
General government	229,786	-	-	-	-	-	229,786
Public safety	28,749,739	-	26,207,800	-	-	5,404	54,962,943
Infrastructure	-	10,465,293	-	191,206	2,088,721	273,031	13,018,251
Community and economic development	4,839,257	-	-	-	-	19,554,425	24,393,682
Permanent maintenance	-	-	-	-	-	5,192	5,192
Urban renewal	-	-	-	-	-	1,552,613	1,552,613
Debt service:							
Principal	-	993,617	3,258,832	-	1,701,924	8,766,399	14,720,772
Interest	-	111,638	130,855	-	2,583,788	1,368,836	4,195,117
Capital outlay	1,305,869	2,905,089	1,147,941	-	21,411,939	1,032,240	27,803,078
Total Expenditures	35,124,651	14,475,637	30,745,428	191,206	27,786,372	32,558,140	140,881,434
Excess (deficiency) of revenues over (under) expenditures	24,728,496	(5,227,697)	(17,634,422)	18,743,325	(22,146,942)	(4,953,485)	(6,490,725)
Other Financing Sources (Uses)							
Insurance proceeds	-	4,757	-	-	-	-	4,757
Issuance of long-term debt	-	1,959,200	4,127,495	-	430,000	6,186,405	12,703,100
Proceeds from sale of capital assets	2,043,245	69,468	42,367	-	449,031	-	2,604,111
Transfers in	1,634,447	6,026,469	15,339,600	-	7,040,552	1,134,519	31,175,587
Transfers out	(21,646,183)	(64,303)	(55,988)	(17,322,722)	(477,439)	(2,150,611)	(41,717,246)
Total Other Financing Sources (Uses)	(17,968,491)	7,995,591	19,453,474	(17,322,722)	7,442,144	5,170,313	4,770,309
Net change in fund balances	6,760,005	2,767,894	1,819,052	1,420,603	(14,704,798)	216,828	(1,720,416)
Fund Balances (Deficits), July 1, 2020	18,944,280	2,561,152	4,924,341	20,218,994	41,057,518	37,663,486	125,369,771
Fund Balances (Deficits), June 30, 2021	\$ 25,704,285	\$ 5,329,046	\$ 6,743,393	\$ 21,639,597	\$ 26,352,720	\$ 37,880,314	\$ 123,649,355

*The General Fund presented here includes the General Fund Revenue Stabilization Fund. Details of the combination are at page 151.

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

City of Bend, Oregon
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
For the fiscal year ended June 30, 2021

Net Change in Fund Balance		\$ (1,720,416)
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay was greater than depreciation.		
Capital asset additions (includes \$571,900 of non-capital outlay)	\$ 28,374,978	
Capital asset contributions	7,814,059	
Capital asset disposals	(571,045)	
Depreciation	<u>(19,291,879)</u>	16,326,113
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		(966,604)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Long-term debt proceeds		(12,703,100)
Long-term debt principal repayments		14,720,772
Some expenses (revenues) reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Accrued interest payable		82,354
Amortization of bond premiums and discounts		350,438
Amortization of deferred inflows		4,490
Amortization of deferred outflows		(6,824)
Accrued pension expense		(13,013,671)
Accrued compensated absences		(548,419)
Accrued OPEB expense		(1,370,101)
Accrued health insurance benefits		(2,238)
The internal service funds are used by management to charge costs of certain activities such as garage, information technology, facility management, engineering, public works laboratory, insurance, legal and risk management, and administration and financial services to individual funds. The net revenues and expenses of the internal service funds are reported with governmental activities.		
		<u>(842,149)</u>
Change in Net Position		<u><u>\$ 310,645</u></u>

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

City of Bend, Oregon
Statement of Fund Net Position
Proprietary Funds
June 30, 2021

	Business-Type Activities - Enterprise Funds			Governmental Activities	
	Water Fund	Water Reclamation Fund	Nonmajor Enterprise Funds	Total Proprietary Funds	Internal Service Funds
Assets					
Current assets:					
Pooled cash and investments	\$ 61,258,033	\$ 75,401,873	\$ 6,822,622	\$ 143,482,528	\$ 19,096,524
Receivables:					
Accounts, net	3,688,581	5,171,551	822,103	9,682,235	9,059
Interest	36,940	67,889	-	104,829	-
Due from other governments	134,679	131,606	122,246	388,531	-
Current portion of Loans and notes receivable	38,403	-	-	38,403	-
Current portion of advances to other funds	-	-	-	-	125,000
Other assets	29,840	-	-	29,840	340,565
Prepays and deposits	46,202	-	300	46,502	1,593,433
Total Current Assets	65,232,678	80,772,919	7,767,271	153,772,868	21,164,581
Noncurrent assets:					
Restricted cash and investments	205,565	5,532,674	2,246,898	7,985,137	1,347,781
Assessments receivable, net	-	45,694	-	45,694	-
Loans and notes receivable, net	1,325,538	7,888	-	1,333,426	119,798
Advances to other funds, net	-	-	-	-	675,000
Capital assets, net	181,472,018	367,552,864	84,750,299	633,775,181	25,271,888
Net OPEB asset	35,528	39,309	11,088	85,925	122,268
Total Noncurrent Assets	183,038,649	373,178,429	87,008,285	643,225,363	27,536,735
Total Assets	248,271,327	453,951,348	94,775,556	796,998,231	48,701,316
Deferred Outflows of Resources					
Deferred outflows from pensions	2,572,208	2,845,849	802,675	6,220,732	8,852,231
Deferred outflows from OPEB	540,757	598,283	168,745	1,307,785	1,861,008
Deferred outflows from debt refunding	-	-	-	-	5,905
Total Deferred Outflows of Resources	3,112,965	3,444,132	971,420	7,528,517	10,719,144
Liabilities					
Current liabilities:					
Accounts payable	653,605	3,632,526	1,363,641	5,649,772	493,582
Salaries and benefits payable	85,312	99,759	27,224	212,295	306,425
Retainage payable	137,809	959,807	116,914	1,214,530	13,085
Other accrued liabilities:					
Compensated absences	410,473	434,565	98,679	943,717	1,596,700
Interest payable	186,712	1,317,332	11,333	1,515,377	21,028
Insurance claims	1,003	1,346	556	2,905	5,799
Other	-	484	21,229	21,713	-
Deposits - restricted	205,565	-	40,856	246,421	6,688
Current portion of advances from other funds	-	-	125,000	125,000	-
Current portion of long term debt	2,588,775	7,497,887	340,374	10,427,036	1,797,299
Total Current Liabilities	4,269,254	13,943,706	2,145,806	20,358,766	4,240,606
Noncurrent liabilities:					
Advances from other funds, net	-	-	675,000	675,000	-
Net pension liability	4,702,973	5,203,291	1,467,593	11,373,857	16,185,237
Total OPEB liability	2,816,557	3,116,193	878,926	6,811,676	9,693,154
Long-term debt, net	52,582,850	176,613,953	5,061,593	234,258,396	14,530,090
Total Noncurrent Liabilities	60,102,380	184,933,437	8,083,112	253,118,929	40,408,481
Total Liabilities	64,371,634	198,877,143	10,228,918	273,477,695	44,649,087

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

Continued on next page

City of Bend, Oregon
Statement of Fund Net Position (Continued)
Proprietary Funds
June 30, 2021

	Business-Type Activities - Enterprise Funds			Governmental Activities	
	Water Fund	Water Reclamation Fund	Nonmajor Enterprise Funds	Total Proprietary Funds	Internal Service Funds
<u>Deferred Inflows of Resources</u>					
Deferred inflows from pensions	317,142	350,879	98,966	766,987	1,091,442
Deferred inflows from OPEB	480,404	531,509	149,912	1,161,825	1,653,308
Deferred inflows from debt refunding	268,032	-	-	268,032	27,606
Total Deferred Inflows of Resources	<u>1,065,578</u>	<u>882,388</u>	<u>248,878</u>	<u>2,196,844</u>	<u>2,772,356</u>
<u>Net Position (Deficit)</u>					
Net investment in capital assets	125,569,594	179,021,794	78,875,834	383,467,222	10,164,917
Restricted for:					
Debt service	-	5,532,674	-	5,532,674	-
Capital projects	-	-	1,270,000	1,270,000	-
Unrestricted (deficit)	60,377,486	73,081,481	5,123,346	138,582,313	1,834,100
Total Net Position	<u>\$ 185,947,080</u>	<u>\$ 257,635,949</u>	<u>\$ 85,269,180</u>	<u>\$ 528,852,209</u>	<u>\$ 11,999,017</u>

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



CITY OF BEND

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City of Bend, Oregon
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the fiscal year ended June 30, 2021

	Business-Type Activities - Enterprise Funds				Governmental
	Water	Water	Nonmajor	Total	Governmental
	Fund	Reclamation	Enterprise	Proprietary	Internal
	Water Fund	Fund	Funds	Funds	Service Funds
<u>Operating Revenues</u>					
Licenses and permits	\$ -	\$ -	\$ 394,330	\$ 394,330	\$ 247,610
Charges for services	21,082,959	32,032,049	5,475,645	58,590,653	26,447,048
Rental income	-	-	237,219	237,219	1,066,429
Fines and forfeitures	-	-	360,024	360,024	-
Loan repayments	90,023	23,940	-	113,963	-
Miscellaneous	217,575	45,575	24,502	287,652	161,514
Total Operating Revenues	<u>21,390,557</u>	<u>32,101,564</u>	<u>6,491,720</u>	<u>59,983,841</u>	<u>27,922,601</u>
<u>Operating Expenses</u>					
Salaries and benefits	5,656,054	6,230,021	1,825,832	13,711,907	17,110,320
Materials and supplies	3,805,997	3,761,307	1,230,806	8,798,110	5,863,114
Internal services	2,232,279	3,900,648	1,262,881	7,395,808	1,921,483
Insurance premiums and claims	-	-	-	-	2,307,462
Depreciation	4,836,787	6,487,436	2,543,774	13,867,997	1,983,679
Total Operating Expenses	<u>16,531,117</u>	<u>20,379,412</u>	<u>6,863,293</u>	<u>43,773,822</u>	<u>29,186,058</u>
Operating income (loss)	<u>4,859,440</u>	<u>11,722,152</u>	<u>(371,573)</u>	<u>16,210,019</u>	<u>(1,263,457)</u>
<u>Nonoperating Revenues (Expenses)</u>					
Investment earnings	184,699	185,688	20,587	390,974	58,119
Insurance proceeds	-	-	-	-	25,327
Interest expense	(2,317,198)	(4,459,405)	(92,532)	(6,869,135)	(386,964)
Amortization	625,405	461,437	7,573	1,094,415	136,367
Gain (loss) on disposal of assets	746	31,788	125,539	158,073	9,306
Noncapital grants and contributions	63,218	216,391	2,384	281,993	82,781
Total Nonoperating Revenues (Expenses)	<u>(1,443,130)</u>	<u>(3,564,101)</u>	<u>63,551</u>	<u>(4,943,680)</u>	<u>(75,064)</u>
Income (loss) before contributions and transfers	<u>3,416,310</u>	<u>8,158,051</u>	<u>(308,022)</u>	<u>11,266,339</u>	<u>(1,338,521)</u>
<u>Contributions and Transfers</u>					
Capital grants and contributions	5,147,394	5,874,765	3,122,491	14,144,650	-
Transfers in	4,171,414	6,111,756	235,086	10,518,256	1,206,375
Transfers out	(114,200)	(113,900)	(244,869)	(472,969)	(710,003)
Total Contributions and Transfers	<u>9,204,608</u>	<u>11,872,621</u>	<u>3,112,708</u>	<u>24,189,937</u>	<u>496,372</u>
Change in net position	12,620,918	20,030,672	2,804,686	35,456,276	(842,149)
Net Position, July 1, 2020	173,326,162	237,605,277	82,464,494	493,395,933	12,841,166
Net Position, June 30, 2021	<u>\$ 185,947,080</u>	<u>\$ 257,635,949</u>	<u>\$ 85,269,180</u>	<u>\$ 528,852,209</u>	<u>\$ 11,999,017</u>

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

City of Bend, Oregon
Statement of Cash Flows
Proprietary Funds
For the fiscal year ended June 30, 2021

	<u>Business-type Activities - Enterprise Funds</u>				Governmental
	Water Fund	Water Reclamation Fund	Nonmajor Enterprise Funds	Total Proprietary Funds	Activities - Internal Service Fund
<u>Cash Flows from Operating Activities</u>					
Cash received from customers	\$ 21,147,730	\$ 31,867,047	\$ 6,411,899	\$ 59,426,676	\$ 755,700
Cash received from interfund services provided	143,605	22,834	23,473	189,912	27,053,057
Cash paid to employees for services	(5,606,643)	(6,334,375)	(1,755,803)	(13,696,821)	(15,678,810)
Cash paid to suppliers for goods and services	(3,724,140)	(3,747,176)	(1,262,405)	(8,733,721)	(8,634,684)
Cash paid for interfund services used	(2,232,279)	(3,900,648)	(1,262,881)	(7,395,808)	(1,921,483)
Net Cash from Operating Activities	<u>9,728,273</u>	<u>17,907,682</u>	<u>2,154,283</u>	<u>29,790,238</u>	<u>1,573,780</u>
<u>Cash Flows from Noncapital Financing Activities</u>					
Transfers from other funds	4,171,414	6,111,756	235,086	10,518,256	1,205,910
Transfers to other funds	(114,200)	(113,900)	(244,869)	(472,969)	(710,003)
Interfund loan repayments	-	-	(250,000)	(250,000)	-
Noncapital grants and contributions	35,008	84,785	2,384	122,177	111,379
Net Cash from Noncapital Financing Activities	<u>4,092,222</u>	<u>6,082,641</u>	<u>(257,399)</u>	<u>9,917,464</u>	<u>607,286</u>
<u>Cash Flows from Capital and Related Financing Activities</u>					
Issuance of debt	1,425,876	58,881,065	4,178,000	64,484,941	16,083,732
Premium on issuance of debt	-	11,079,874	-	11,079,874	-
Principal payments on capital debt	(3,260,979)	(13,092,320)	(692,856)	(17,046,155)	(13,712,571)
Interest payments on capital debt	(2,337,010)	(3,792,959)	(78,590)	(6,208,559)	(409,586)
Acquisition and construction of capital assets	(4,246,094)	(42,403,650)	(2,599,403)	(49,249,147)	(2,513,877)
Repayment to/from other funds for capital activities	-	-	(100,000)	(100,000)	100,000
Interest paid/received for advances to/from other funds for capital activities	-	-	(11,700)	(11,700)	11,700
Capital grants and contributions	4,164	5,084	259,888	269,136	125,776
Insurance proceeds	-	-	-	-	25,327
Proceeds from sale of capital assets	746	31,788	125,539	158,073	9,306
Net Cash from Capital and Related Financing Activities	<u>(8,413,297)</u>	<u>10,708,882</u>	<u>1,080,878</u>	<u>3,376,463</u>	<u>(280,193)</u>
<u>Cash Flows from Investing Activities</u>					
Investment earnings	891,959	1,094,801	98,821	2,085,581	276,397
Net Cash from Investing Activities	<u>891,959</u>	<u>1,094,801</u>	<u>98,821</u>	<u>2,085,581</u>	<u>276,397</u>
Net change in pooled cash and investments	6,299,157	35,794,006	3,076,583	45,169,746	2,177,270
Pooled Cash and Investments, July 1, 2020	54,236,493	44,357,203	5,827,259	104,420,955	17,811,705
Pooled Cash and Investments, June 30, 2021	<u>\$ 60,535,650</u>	<u>\$ 80,151,209</u>	<u>\$ 8,903,842</u>	<u>\$ 149,590,701</u>	<u>\$ 19,988,975</u>

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

Continued on next page

City of Bend, Oregon
Statement of Cash Flows (Continued)
Proprietary Funds
For the fiscal year ended June 30, 2021

Business-type Activities - Enterprise Funds

	Water Fund	Water Reclamation Fund	Nonmajor Enterprise Funds	Total Proprietary Funds	Governmental Activities - Internal Service Fund
<u>Reconciliation of Pooled Cash and Investments to Statement of Net Position</u>					
Pooled cash and investments	61,258,033	75,401,873	6,822,622	143,482,528	19,096,524
Restricted cash and investments	205,565	5,532,674	2,246,898	7,985,137	1,347,781
less unrealized (gain) loss on investments	(927,948)	(783,338)	(165,678)	(1,876,964)	(455,330)
Pooled Cash and Investments	<u>60,535,650</u>	<u>80,151,209</u>	<u>8,903,842</u>	<u>149,590,701</u>	<u>19,988,975</u>

Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities

Operating income (loss)	\$ 4,859,440	\$ 11,722,152	\$ (371,573)	\$ 16,210,019	\$ (1,263,457)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation	4,836,787	6,487,436	2,543,774	13,867,997	1,983,679
Change in:					
Accounts receivable	(113,518)	(63,312)	(50,552)	(227,382)	5,954
Loan, notes and assessments receivable	37,036	3,750	-	40,786	(119,798)
Inventories	-	-	-	-	(340,217)
Prepays and deposits	2,238	-	(300)	1,938	(175,755)
Accounts payable	79,619	14,131	(31,299)	62,451	51,864
Salaries and benefits payable	2,783	3,753	640	7,176	18,827
Pension benefits	(105,868)	(160,787)	8,854	(257,801)	301,231
Other post-employment benefits	97,902	63,482	73,576	234,960	1,020,488
Compensated absences payable	55,002	(9,609)	(13,141)	32,252	90,001
Insurance claims payable	(408)	(1,193)	100	(1,501)	963
Prepays and deposits payable	(22,740)	(152,121)	(5,796)	(180,657)	-
Net Cash from Operating Activities	<u>\$ 9,728,273</u>	<u>\$ 17,907,682</u>	<u>\$ 2,154,283</u>	<u>\$ 29,790,238</u>	<u>\$ 1,573,780</u>

Noncash Capital and Related Financing Activities

The City received donated Water, Water Reclamation, and Nonmajor Enterprise Funds infrastructure totaling \$5,040,925, \$5,874,765, \$3,001,695, respectively, in the current year.

Acquisition of capital assets financed through accounts payable and retainage payable for the current year totaled \$462,767 in the Water Fund, \$4,419,230 in the Water Reclamation Fund, \$1,408,540 in the Nonmajor Enterprise Funds, and \$98,975 in the Internal Service Funds.

The net book value of capital assets contributed to other funds, or gain/(loss) on disposal was \$746 in the Water Fund, \$31,788 in the Water Reclamation Fund, \$125,539 in the Nonmajor Enterprise Funds, and \$9,306 in the Internal Service Funds in the current year.

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

City of Bend, Oregon
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2021

	Custodial Fund
<u>Assets</u>	
Cash and investments	\$ 534,754
Total Assets	534,754
<u>Liabilities</u>	
Accounts payable	19
Due to other governments	534,735
Total Liabilities	534,754
Fiduciary Net Position	\$ -

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

City of Bend, Oregon
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
June 30, 2021

	Custodial Fund
<u>Additions</u>	
System Development charges collected for other governments	\$ 7,198,717
Assessments, fines, and fees collected for other governments	720,815
Total additions	7,919,532
<u>Deductions</u>	
Payments of system development charges collected for other governments	7,090,928
Payments of assessments, fines, and fees collected for other governments	720,815
Administrative expense	107,789
Total deductions	7,919,532
Net Increase (decrease) in fiduciary net position	-
Net Position, July 1, 2020	-
Net Position, June 30, 2021	\$ -

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



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City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

1 - Summary of Significant Accounting Policies

The financial statements of the City of Bend, Oregon (the City) have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). GAAP statements require the application of all relevant Governmental Accounting Standards Board (GASB) pronouncements.

The Financial Reporting Entity

As required by GAAP, the financial reporting entity consists of the primary government, as well as its component unit, which is a legally separate organization for which the elected officials of the primary government are financially accountable or a legally separate organization that raises and holds economic resources for the direct benefit of the primary government. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

The accompanying financial statements present the City of Bend, Oregon (the primary government) and its component unit, the Bend Urban Renewal Agency. The component unit discussed in the next paragraph is blended and reported as if it is part of the City.

Blended Component Unit - The Bend Urban Renewal Agency (BURA), is a legally separate public body corporate and politic, created by ordinance of the City. The BURA board consists exclusively of members of the City Council. The City can impose its will on BURA through its ability to modify and approve the budget and govern the overall policies. The services of BURA are exclusively for the benefit of the City, and the assets, liabilities, revenues and expenses related to BURA are reported in the government-wide financial statements. BURA has a June 30 year-end and unless otherwise noted in this report, the accounting policies of this component unit are consistent with those described for the primary government.

BURA receives funds through tax increment financing pursuant to Oregon Revised Statutes (ORS) 457.420 through 457.450. Separate financial statements for BURA can be obtained from the finance department of the City of Bend, 710 NW Wall Street, Bend, OR 97703.

Organization

The City of Bend, Oregon is a municipal corporation governed by an elected council of seven members. The City (located in Deschutes County) was organized in 1904 and incorporated in 1905 under Article XI of the State of Oregon Constitution. The City operates under a council/manager form of government and provides the following services: police, fire, ambulance, municipal court, community and economic development, building, planning, growth management, street construction and maintenance, transportation facilities and airport, cemetery, public works and general government services, and water, water reclamation and stormwater utilities.

Financial Statement Presentation, Measurement Focus and Basis of Accounting

Government-wide Financial Statements

The Statement of Financial Position and the Statement of Activities report information on all activities of the primary government and its blended component unit. Governmental activities, which are supported by taxes, franchise fees, intergovernmental revenues and charges for services, are reported separately from business-type activities, which rely on fees charged to external parties for services. The City's Agency fund, which is used to account for money collected on behalf of the Bend Park and Recreation District, Deschutes County and the State of Oregon, has been excluded from the government-wide financial statements.

The Statement of Activities presents the direct expenses of a given function/program or business-type activity and the related program revenues categorized into charges for services, operating grants and contributions and capital grants and contributions. Direct expenses are those that are clearly identifiable with a specific function or program. Indirect expenses are those costs, usually administrative in nature, that support all City functions and enable direct services to be provided. Program revenues include 1) fees, fines and charges to customers who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or program. Taxes, franchise fees and investment income and other items not included among program revenues are reported as general revenues.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

1 - Summary of Significant Accounting Policies (Continued)

Financial Statement Presentation, Measurement Focus and Basis of Accounting (Continued)

Government-wide Financial Statements (Continued)

The government-wide financial statements are accounted for using an economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of timing of related cash flows. The City also receives revenue from non-exchange transactions, in which the City receives value without giving equal value in exchange; including property taxes, grants, entitlements and donations. Revenue from property taxes is recognized in the year for which the taxes are levied. Revenues from grants, entitlements and donations are recognized when all eligibility requirements have been satisfied. Interfund activity consists of transfers, services provided and/or used, reimbursements, advances, and loans. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule include interfund services provided and/or used between the governmental and business-type activities.

All financial statements are presented in whole dollars. Actual amounts may vary due to rounding.

Fund Financial Statements

The City uses funds to report its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate funds. Fund financial statements are provided for governmental, proprietary and fiduciary funds.

Governmental funds are used to account for most of the City's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the servicing of general long-term debt (debt service funds), the acquisition or construction of capital assets (capital projects funds), the legally restricted funds where only earnings, not principal, may be used for programs (permanent funds).

The governmental fund financial statements are accounted for using a current financial resources measurement focus whereby only current assets and liabilities generally are included in the Balance Sheet, and the Statement of Revenues, Expenditures, and Changes in Fund Balance presents increases and decreases in those current fund balances. Governmental funds use the modified accrual basis of accounting where revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available).

"Measurable" means the amount can be determined and "available" means collectible within the current period or soon enough thereafter (60 days) to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due.

The City considers taxes and franchise fees available and susceptible to accrual if they are collected within 60 days after fiscal year-end.

Intergovernmental revenues are recognized when all eligibility requirements are met. Eligibility requirements for intergovernmental revenues received on a reimbursement basis (i.e. where monies must be expended on specific projects or for a specific purpose before any amounts are paid to the City) are determined to be met when the underlying expenditures are recorded. Eligibility requirements for intergovernmental revenues which are unrestricted as to purpose of the expenditure and are usually revocable only for failure to comply with prescribed requirements are considered to be met at the time of receipt or when susceptible to accrual.

Special assessments and loan repayments are recognized as revenues when received.

Licenses and permits, charges for services and miscellaneous revenues are recognized as revenues when received because they are generally not measurable until actually received.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

1 - Summary of Significant Accounting Policies (Continued)

Fund Financial Statements (Continued)

The following are the City's major governmental funds:

General Fund – The General Fund accounts for the following operations: police, municipal court, code enforcement, growth management, accessibility, as well as allocation of general discretionary revenues and other general services of the City not accounted for in any other fund. Principal sources of revenue are property taxes, room taxes, franchise fees, intergovernmental revenues and municipal court fines.

Streets & Operations Fund – This fund accounts for the City's street and transportation operations, including street preservation, repair and maintenance, street lighting and landscaping. Resources consist primarily of state highway fund apportionment and support from the General Fund.

Fire/EMS Fund – This fund accounts for the City's fire suppression, prevention and emergency medical services. Revenues include General Fund support, the May 2014 voter approved fire local option levy, charges for emergency medical services, Firemed memberships and fire protection contracts.

System Development Charges (SDC) Fund – This fund accounts for the collection of SDC's for the City's street, water, and water reclamation systems. SDC's are fees collected for capital improvements to increase city-wide capacities for water, water reclamation, and transportation. Revenues are used to fund eligible construction projects.

Transportation Construction Fund – This fund accounts for the construction of streets, bridges, and trails. The principal sources of revenue are franchise fees, transfers from the SDC Fund, and proceeds from borrowings.

In addition, the City also reports the following governmental fund types:

Special Revenue Funds – These funds account for revenue sources that are restricted or committed to finance particular functions or activities.

Debt Service Funds – These funds account for resources that are restricted, committed or assigned to the payment of principal and interest on urban renewal bonds, special assessment bonds, general obligation bonds, fire station bonds and pension obligation bonds.

Capital Project Funds – These funds account for revenue sources that are restricted, committed or assigned to capital projects.

Permanent Funds – These funds account for resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the City's programs.

Proprietary Funds

Proprietary funds are used to account for activities similar to those found in the private sector where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments of the City (internal service fund). Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the funds' on-going operations. The principal operating revenues are charges to customers. Operating expenses include cost of materials and supplies, personnel costs, administration expenses and depreciation.

All proprietary funds are accounted for using a flow of economic resources measurement focus. With this measurement focus, all assets, liabilities, and deferred inflows/outflows associated with the operation of these funds are included on the *Statement of Fund Net Position*. The accrual basis of accounting is utilized by proprietary fund types where revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

1 - Summary of Significant Accounting Policies (Continued)

Proprietary Funds (Continued)

The following are the City's major enterprise funds:

Water Fund – This fund accounts for the maintenance, operation and construction of the City's water intake, purification and delivery systems. The principal sources of revenue are user fees and system development charges.

Water Reclamation Fund – This fund accounts for the maintenance, operation and construction of the City's wastewater collection and treatment system. The principal sources of revenue are user fees and system development charges.

Additionally, the City reports the following fund type:

Internal Service Funds – The Internal Service Funds account for those activities and services furnished internally to other departments within the City on a cost reimbursement basis. Charges are made to the various departments to support these activities. The City has three internal service funds. The City-wide Support Internal Service Fund includes administration and financial services, legal and risk management, insurance, information technology, and facility management. The Departmental Support Internal Service Fund consists of fleet management, engineering, and public works laboratory. The facility management, engineering, public works laboratory and administration and financial services divisions also charge external customers fees for services. The Internal Service Fund-Other Post Employment Benefits (OPEB) accumulates reserves for future payments of OPEB costs.

Fiduciary Fund

Assets held in a trustee capacity for others and not used to support the City's own programs qualify as fiduciary. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The City has the following fiduciary fund:

Custodial Fund – The Custodial Fund accounts primarily for the assets and liabilities of various monies received on behalf of the Bend Park and Recreation District, the State of Oregon, and Deschutes County. Custodial activity does not involve the measurement of results of operations.

Use of Estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred inflows of resources, liabilities, deferred outflows of resources, and disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

Cash and Investments

The City maintains a common cash and investment pool for all City funds. The types of investments in which the City may invest are restricted by State of Oregon statutes and a Council adopted investment policy. Authorized investments include general obligations of the United States Government and its agencies, obligations of the States of Oregon, California, Idaho and Washington that have a rating of AA- (or equivalent) or better, A-1 rated commercial paper and banker's acceptances, AA (or equivalent) rated corporate bonds, time deposits, repurchase agreements and the State of Oregon Local Government Investment Pool. Investments in the State of Oregon's Local Government Investment Pool (LGIP) are considered short-term and highly liquid where the remaining maturity at the time of purchase is one year or less and are stated at fair value. Fair value of the investment in the LGIP is the same as the value of the pool shares. The LGIP is governed by the Oregon Short Term Fund Board and audited by the Secretary of State, Audits Division.

All investments are stated at fair value. Fair value is determined as the quoted market price, if available; otherwise the fair value is estimated based on the amount at which the investment could be exchanged in a current transaction between willing parties. Earnings on pooled cash and investments are credited to each fund monthly

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

1 - Summary of Significant Accounting Policies (Continued)

Cash and Investments (Continued)

based on the average daily balance of each participating fund. Pooled cash and investments have the general characteristics of a demand deposit account in that any participating fund may deposit additional cash at any time and may also withdraw cash at any time without prior notice or penalty.

Restricted Cash and Investments

Restricted cash and investments are those whose use is restricted to specific purposes by state statute, bond indenture or otherwise. At June 30, 2021, the City had \$54,313,652 of cash and investments restricted for debt service, construction, building, tourism, permanent maintenance, urban renewal, grant activity, and deposits.

Receivables

Property taxes are assessed on a July 1st - June 30th fiscal year basis. Assessed valuation and tax levies are certified by the County Assessor in mid-October and property owners have the option of paying the full amount by November 15th or prior to February 15th and receiving a discount or paying in three installments, November 15th, February 15th and May 15th. Property taxes attach as an enforceable lien on July 1st and are considered delinquent if not paid by the following May 15th. The Deschutes County Treasurer is the tax collection agent for all taxing entities within the County. Tax revenue is considered received when in the hands of the County as the intermediary collection agency. In the governmental funds, tax revenue is recognized when collected and available to the City. Taxes receivable at June 30th, less tax collections received within sixty days subsequent to year end, are recorded as unavailable revenue. Management has determined that an allowance for uncollectible accounts is not required for property taxes. All other receivables are shown net of an allowance for uncollectible accounts.

Assessment receivables consist of assessments in both governmental funds for downtown economic improvements and enterprise funds for local utility improvements and are reported net of an allowance for uncollectible amounts based on past performance of uncollectible accounts.

Governmental fund loans and notes receivable consist of community block development loans to qualified individuals to promote affordable housing and affordable housing loans to qualified organizations to build affordable housing in the City. Loans in other funds consist of grant-funded loans for building permits and energy efficiency upgrades (which are due upon sale or transfer of the property), promissory notes for system development charges, for the sale of transit facilities and for the sale of water system assets, with terms ranging from 1 to 20 years and interest ranging from 0% to 7%. Loans are secured by the liens on real property.

Other receivables consist primarily of water, sewer, and stormwater utility receivables; but, also include ambulance, court, community development, and airport receivables. Ambulance and court receivables at June 30, less collections received within sixty days subsequent to year end, are recorded as unavailable revenue. In the proprietary funds, receivables include services provided, for which payment has not yet been received.

The enterprise funds' receivables include billings for residential and commercial customers utilizing the City's water, sewer, and storm water services and are reported net of an allowance for uncollectible amounts based on past performance of uncollectible accounts.

Governmental funds report unavailable revenue as deferred inflows in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognitions in connection with resources that have been received, but not yet earned.

Due from Other Governments

Due from other governments are amounts due primarily from granting agencies. The largest amount relates to receivables from the State of Oregon for state shared revenues in the General Fund and the Streets & Operations Fund. Other amounts include receivables from the State of Oregon Department of Transportation for street projects, from the Bend-LaPine School District for school safety resource officers, from the U.S. Department of Housing and Urban Development for Community Development Block Grants, and from the Federal Aviation Administration for grant supported projects at the Airport.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

1 - Summary of Significant Accounting Policies (Continued)

Inventories and Prepaid Items (Other Assets)

Within the proprietary funds, inventories are valued at lower of cost or market using the weighted average method and are accounted for using the consumption method. Within the governmental funds, inventories are accounted for using the purchases method.

Within the proprietary funds, prepaid items are accounted for using the consumption method. Within the governmental funds, prepaid items are accounted for using the purchases method.

Assets Held for Resale

Assets held for resale, including Juniper Ridge development costs, are recorded at lower of cost or market.

Capital Assets

Capital assets are stated at historical cost, or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at acquisition value at the date of donation. Capital assets include land, right-of-ways, buildings, improvements, infrastructure, vehicles and equipment costing over \$10,000 with an estimated life in excess of one year. Maintenance and repairs that do not add to the value of the assets or extend the assets' lives are charged to expense as incurred and are not capitalized.

Depreciation is computed using the straight-line method over the estimated useful lives of the related capital assets, except for land, right-of-ways, land use rights and works of art which are considered inexhaustible in nature and are not depreciated. The estimated useful lives of the various categories of assets are as follows:

Buildings and improvements	5 to 75 years
Infrastructure	10 to 75 years
Vehicles and equipment	3 to 20 years

Upon disposal of capital assets, the accounts are relieved of the related historical costs and accumulated depreciation, and if appropriate, resulting gains or losses are recognized.

Accounts Payable

Accounts payable to vendors and contractors include general accounts payable and other accrued liabilities not included in short-term or long-term liabilities. The City also reports retainage payable in connection with vendor contracts.

Other Liabilities

It is the City's policy to permit employees to accumulate earned but unused vacation and sick leave benefits. There is no liability reported for unpaid accumulated sick leave since the City by policy does not pay out sick leave banks when employees separate from service with the City. All vacation pay, and related payroll benefits, is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of termination or retirement. All compensated absences are paid by the individual funds as they become due. The General Fund and Fire/EMS Funds are primarily responsible for payment of this liability for the Governmental Activities.

Due to Developers

Due to developers is a liability associated with the improvement fee portion of the SDC charge that a developer can be granted a credit for on acceptance of a Qualified Public Improvement.

Pension Plan

The City reports its proportionate share of the Net Pension Liability of the Oregon Public Employees Retirement System (OPERS). For purposes of measuring the net pension liability, deferred outflows of resources, deferred inflows of resources, pension expense, information about the fiduciary net position of OPERS and the additions to/deductions from PERS's fiduciary net position have remained on the same basis as reported by OPERS.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

1 - Summary of Significant Accounting Policies (Continued)

Pension Plan (Continued)

For this purpose, benefit payments by PERS (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value by OPERS.

Other Post-Employment Benefits

In accordance with GASB Statement No. 75, Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions (OPEB), the City's total OPEB liability and net OPEB assets are actuarially determined and are recognized as a long-term liability and asset in the government-wide financial statements and in the proprietary funds statements. Please refer to Note 15 for more information.

Long-term Debt

Long-term debt is reported as a liability in the Statement of Net Position and proprietary fund financial statements. The related bond discounts and premiums are deferred and amortized over the term of the bonds using the straight-line method. In the governmental fund financial statements, the bond discounts and premiums are recognized when incurred and not deferred. The face amount of the debt issued and premiums received are reported as other financing sources while discounts are reported as other financing uses.

Deferred Inflows and Outflows of Resources

In accordance with Governmental Accounting Standards Board Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, the city reports deferred outflows of resources in the *Statement of Financial Position* in a separate section following Assets. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City reports deferred outflows from pensions, OPEB, and debt refundings as deferred outflows on the statement of financial position. The deferred outflows from pensions and OPEB are for plan contributions made subsequent to the measurement date of the pension liability and OPEB asset, as presented, and the deferred outflow from debt refundings represents the unamortized carrying value from the refunding.

Similarly, the Statement of Financial Position reports deferred inflows of resources in a separate section following Liabilities. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City reports deferred inflows from pensions, OPEB, and debt refundings as deferred inflows on the statement of financial position. The deferred inflows from pension are for investment differences between the liability and assets. The deferred inflow from debt refundings represents the unamortized carrying value from bond refundings. The City also presents unavailable revenue as a deferred inflow of resources on the governmental funds balance sheet. The governmental funds report unavailable revenues from multiple sources: property taxes, ambulance billings, and assessments and loans receivable. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Net Position/Fund Balance

Net Position

In the financial statements, assets in excess of liabilities are presented in one of two ways depending on the measurement focus of the statement. On the Statement of Net Position for government-wide reporting and for the proprietary funds and fiduciary funds' Statement of Fiduciary Net Position, net position is segregated into three categories: net investment in capital assets; restricted net position; and unrestricted net position.

Net investment in capital assets represents total capital assets less accumulated depreciation and capital related debt and net of unspent bond proceeds. Deferred outflows of resources and deferred inflows of resources directly related debt should also be included in this section. Significant unspent deferred inflows of resources should not be included.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

1 - Summary of Significant Accounting Policies (Continued)

Net Position/Fund Balance (Continued)

Restricted net position represents net position that is not subject solely to the government's own discretion. Restrictions may be placed on net position by an external third party that provided the resources, by laws or regulations of other governments, by enabling legislation, by endowment agreements, or by the nature of the asset. Unspent bond proceeds for capital projects are used in the calculation of restricted net position.

Unrestricted surplus (deficit) net position represent amounts not included in other categories.

Fund Balance

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

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

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

Fund balance is reported as committed when the City Council passes a resolution that places specific constraints on how the resources may be used. The City Council can modify or rescind the resolution at any time through passage of an additional resolution.

Resources that are constrained by the government's intent to use them for a specific purpose, but are neither restricted nor committed, are reported as assigned fund balance. The City has a formal policy adopted by resolution that designates the authority to assign the fund balance in the General Fund to the Finance Director. When the adopted budget calls for spending down the existing fund balance in the ensuing biennium, an assignment is created through the budget process in the amount of that appropriation.

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

Finally, GASB Statement No. 54 requires a spending policy, as it relates to ending fund balance. The following hierarchy applies to the order in which funds are spent in all governmental funds:

1. Restricted Fund Balance
2. Committed Fund Balance
3. Assigned Fund Balance
4. Unassigned Fund Balance

City Council authorized the establishment of a stabilization reserve in fiscal year 2009-10 to provide temporary support to minimize the impacts to community members of severe economic downturns or major unforeseen events (as determined by Council action) where a significant portion of revenues supporting critical basic operations are projected to decline for more than 2 years or permanently, and such decline cannot be absorbed by the department or fund. In these events, the City will need time to affect reductions, consolidate operations, reprioritize critical programs or implement an alternate revenue source. The General Fund Revenue Stabilization Fund will provide temporary support to minimize the impacts to community members who rely on these critical operations. The Stabilization Fund will also be maintained to protect and enhance the City's credit rating. Additions to the stabilization reserves may include investment earnings and excess revenues and/or additional allocations from other funds. The stabilization funds may be spent for City Council approved temporary support for critical basic services and operations meeting the General Fund Revenue Stabilization Fund Policy.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

1 - Summary of Significant Accounting Policies (Continued)

Net Position/Fund Balance (Continued)

The reserves at the end of the 2017-2019 biennium exceeded the target of 17%, and use of those reserves is reflected in the 2019-2021 biennial budget. During June 2019, the City Council amended the fiscal policies to reduce the targeted ending reserve balance from 17% to 16% of the General Fund operating budget for the 2019-2021 biennium. The reduction in reserves is related to increased funding for transportation system improvements. Per the City Council adopted budget for the 2019-2021 biennium, the City will maintain General Fund unassigned reserves of at least 16% of the operating budget of the General Fund for the 2019-2021 biennium. Reserve balances in the General Fund Revenue Stabilization Fund will be considered when evaluating total General Fund reserve levels. Funding of General Fund reserves will generally come from excess revenues over expenditures or one-time revenues. Ending reserve levels will be evaluated annually and undesignated reserve balances in excess of the 16% target will be dedicated to improving the condition of the City's street and transportation system. The unassigned reserve balances in the General Fund and the General Stabilization Fund were \$15,238,678 and \$4,367,185 as of June 30, 2021 and represents 30% of the General Fund annual operating budget for the 2019-2021 biennium.

Governmental fund balances by classification for the fiscal year ended June 30, 2021, were as follows:

	General Fund	Streets & Operations Fund	Fire/EMS Fund	System Development Charges (SDC) Fund	Transportation Construction Fund	Nonmajor Governmental Funds	Total Governmental Funds
Fund Balances (Deficits)							
Nonspendable							
Assets held for resale	\$ 4,416,668	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,416,668
Permanent maintenance funds	-	-	-	-	-	762,632	762,632
Restricted for							
External grantor covenant	-	-	-	-	-	954	954
Outside debt covenant	-	-	-	-	-	7,080,034	7,080,034
Outside construction covenant	-	-	-	-	2,686,034	38,933	2,724,967
State law revenue restriction	1,681,754	-	-	21,639,597	-	6,491,299	29,812,650
Committed							
Fire service agreements	-	-	6,743,393	-	-	-	6,743,393
Planning support services	-	-	-	-	-	8,545,872	8,545,872
Assigned							
Construction activities	-	5,329,046	-	-	23,666,686	1,554,337	30,550,069
Building support services	-	-	-	-	-	12,738,848	12,738,848
Community development operations	-	-	-	-	-	125,904	125,904
Debt service	-	-	-	-	-	291,726	291,726
Reserves for police operations	-	-	-	-	-	602,109	602,109
Unassigned	19,605,863	-	-	-	-	(352,334)	19,253,529
Total Fund Balances (Deficits)	<u>\$ 25,704,285</u>	<u>\$ 5,329,046</u>	<u>\$ 6,743,393</u>	<u>\$ 21,639,597</u>	<u>\$ 26,352,720</u>	<u>\$ 37,880,314</u>	<u>\$ 123,649,355</u>

Stewardship

Municipal budgets are adopted on a basis consistent with Oregon Revised Statutes (ORS 294 – Local Budget Law). Any deviation between Oregon Budget Law and generally accepted accounting principles (GAAP) are treated as reconciling items on the budget to actual schedules. The City Manager is responsible for submitting a proposed budget to the Budget Committee comprised of the City Council and an equal number of citizens of the City. The City is required to prepare a budget for each fund that is balanced in accordance with Oregon Revised Statutes. Each fund is budgeted on the modified accrual basis of accounting.

The Budget Committee conducts public hearings for the purpose of obtaining citizens' comments, and then approves a budget and submits it to the City Council for final adoption. The approved expenditures for each fund may not be increased by more than 10 percent by Council without returning to the Budget Committee for a second approval. After the Council adopts the budget and certifies the total ad valorem taxes to be levied, no additional tax levy may be made for that budget period.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

1 - Summary of Significant Accounting Policies (Continued)

Stewardship (Continued)

The City Council legally adopts the biennial budget by resolution before July 1 of odd numbered years. The resolution establishes appropriations for each fund and sets the level by which expenditures and other uses cannot legally exceed appropriations. In the General Fund and the Internal Service Fund, the levels of budgetary control established by resolution are set at the program/division level. For all other funds, the levels of budgetary control are personal services, materials and services, debt service, capital outlay, transfers and operating contingency.

Appropriations lapse at the end of the biennium for goods or services not yet received. The City Council may modify the budget by transferring appropriations between levels of control and by adopting supplemental budgets. Unexpected additional resources may be added to the budget through the use of a supplemental budget. Some supplemental budgets require hearings before the public, publications in newspapers and approval by the City Council. Original and supplemental budgets may be modified by the use of appropriation transfers between the levels of control. Such transfers require approval by the City Council. Supplemental appropriations were approved by the City Council for the 2019-2021- biennium. All appropriations terminated on June 30, 2021.

Adoption of New and Future GASB Pronouncements

During the fiscal year ended June 30, 2021, the City implemented the following GASB Pronouncements:

GASB Statement No. 84, Fiduciary Activities. Issued January 2017, this statement establishes criteria for identifying fiduciary activities of all state and local governments. Implementation had no material effect on the City's financial statements.

GASB Statement No. 90, Majority Equity Interests. Issued August 2018, the primary objective of this statement is to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization; and to improve the relevance of financial statement information for certain component units. Implementation had no material effect on the City's financial statements.

GASB Statement No. 98, The Annual Comprehensive Financial Report. This statement replaces an existing term but does not otherwise establish new accounting and financial reporting requirements.

The following GASB pronouncements have been issued, but are not effective as of June 30, 2021:

GASB Statement No. 87, Leases. Issued June 2017 to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. and increases the usefulness of governments' financial statements. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. GASB Statement No. 87 will be effective for the City for fiscal year ending June 30, 2022.

GASB Statement No. 91, Conduit Debt Obligations. Issued May 2019, the primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. GASB Statement No. 91 will be effective for the City for fiscal year ending June 30, 2023.

GASB Statement No. 92, Omnibus 2020. Issued January 2020, the primary objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of GASB Statements. This Statement addresses a variety of topics including issues related to leases implementation, derivative instruments, postemployment benefits (pensions and other post-employment benefits [OPEB]), asset retirement obligations, risk pool and fair value measurements. GASB Statement No. 92 will be effective for the City of Fiscal years ending June 30, 2022 (for paragraphs 6 and 7) and June 30, 2023 (paragraphs 8, 9 and 12). In addition, paragraph 10 will be effective for government acquisitions occurring in reporting periods ending in fiscal year June 30, 2022. Paragraphs 6 and 7 of the Statement are effective immediately, however, the City has determined that it

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

1 - Summary of Significant Accounting Policies (Continued)

Adoption of New and Future GASB Pronouncements (Continued)

has no such transactions that meet the definitions of these paragraphs.

GASB Statement No. 93, Replacement of Interbank Offered Rates. Issued March 2020, the primary objective of this statement is to address those and other accounting and financial reporting implications that result from the replacement of an IBOR. GASB statement No. 93 will be effective for the City for fiscal year ending June 30, 2022.

GASB Statement No. 94, Public-Private and Public-Public Partnership and Availability Payment Arrangements. Issued March 2020, the primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). It also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). GASB Statement No. 94 will be effective for the City for fiscal year ending June 30, 2023.

GASB Statement No. 96, Subscription-Based Information Technology Arrangements (SBITAs). Issued May 2020, the primary objective of this Statement is to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscriptions asset - an intangible assets - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA, GASB Statement No. 96 will be effective for the City for fiscal year ending June 30, 2023.

GASB Statement No. 97, Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans - an amendment of GASB Statement No. 14 and No. 84, and a supersession of GASB Statement No. 32. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of the fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component unit in fiduciary fund financial statement; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. GASB No. 97 will be effective for the City for the fiscal year ending June 30, 2022. Paragraphs 4 and 5 of the Statement are effective immediately, however, the City has determined that it has no component units that meet the definitions of these paragraphs.

The City of Bend will implement new GASB pronouncements no later than the required effective date. The City is currently evaluating whether or not the above listed new GASB pronouncements will have a significant impact on the City's financial statements.

2 - Cash and Investments

At June 30, 2021, the City's cash and investments are comprised of the following:

Cash on hand	\$ 4,092
Deposits with financial institutions	1,736,239
Deposits with trust custodians	790,434
State of Oregon Local Government Investment Pool	51,007,819
Total cash and cash equivalents	<u>53,538,584</u>
Investments:	
U.S. agency obligations	160,640,134
Obligations of the States of Oregon, California and Washington	33,240,642
Corporate notes	52,733,344
Total Investments	<u>246,614,120</u>
Total pooled cash and investments	<u>\$ 300,152,704</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

2 - Cash and Investments (Continued)

Cash and investments are reflected on the basic financial statements as follows:

	Governmental Activities	Business-Type Activities	Agency Fund	Total
Pooled cash and investments	\$ 101,821,770	\$ 143,482,528	\$ 534,754	\$ 245,839,052
Restricted cash and investments	46,328,515	7,985,137	-	54,313,652
Total pooled cash and investments	<u>\$ 148,150,285</u>	<u>\$ 151,467,665</u>	<u>\$ 534,754</u>	<u>\$ 300,152,704</u>

Deposits with Financial Institutions

The City's cash deposits with financial institutions are in a public funds checking account and a public funds savings account that is insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC). The total cash in bank as of June 30, 2021 was \$5,060,948, of these deposits \$4,810,948 was not insured by the FDIC. The uninsured cash deposits are part of the Public Funds Collateralization Program. ORS Chapter 295 governs the collateralization of Oregon public funds and provides the statutory requirements for the Public Funds Collateralization Program. Bank depositories are required to pledge collateral against any public funds deposits in excess of deposit insurance amounts. This provides additional protection for public funds in the event of a bank loss. ORS Chapter 295 sets the specific value of the collateral, as well as the types of collateral that are acceptable. ORS Chapter 295 creates a shared liability structure for participating bank depositories, better protecting public funds though still not guaranteeing that all funds are 100% protected.

Interest Rate Risk

As a means to limit exposure to fair value loss arising from interest rates, the City's investment policy requires that the City's investments mature within seven years. Actual investment maturities for the City are as follows:

<u>Maturity</u>	Actual at June 30, 2021	Actual at June 30, 2021
Less than 30 days	\$ -	- %
Less than 1 year	55,255,244	22 %
Less than 5 years	191,358,876	78 %
	<u>\$ 246,614,120</u>	<u>100 %</u>

As of June 30, 2021 the weighted-average maturity of the City's investment portfolio was 1.84 years.

Credit Risk

The City's investment policy limits investments in commercial paper and corporate bonds to specific bond ratings as determined by nationally recognized rating agencies. Commercial paper must be rated at least A-1 by Standard & Poor's, P-1 by Moody's, or F-1 by Fitch at the time of purchase by each service which rates the commercial paper. Corporate bonds must be rated at least AA- by Standard & Poor's, Aa3 by Moody's, or AA by Fitch. In addition, ownership of commercial paper and corporate bonds is limited to a combined total of 35% of the portfolio with no more than 5% of the portfolio held in any one issuer. At June 30, 2021, the City was in compliance with the above policy requirements with commercial paper and corporate bonds totaling 21% of the portfolio. Investments in obligations of the States of Oregon, California, Idaho and Washington must be rated AA- (or an equivalent rating) or better and ownership of such obligations is limited to 25% of the portfolio with no more than 5% held in any one issuer.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

2 - Cash and Investments (Continued)

Credit Risk (Continued)

The State of Oregon Local Government Investment Pool and money market account are unrated. Investments held at June 30, 2021 are categorized by rating as follows:

<u>Investor Service Rating</u>	<u>U.S. Agency Obligations</u>	<u>State / Local Obligations</u>	<u>Corporate Notes</u>	<u>Total</u>
Prime (AAA, Aaa, AAA)*	\$ 160,640,134	\$ 13,426,766	\$ 8,408,490	\$ 182,475,390
High Grade (AA, Aa, AA)*	-	19,813,876	39,669,719	59,483,595
Upper Medium Grade (A, A, A)*	-	-	4,655,135	4,655,135
	<u>\$ 160,640,134</u>	<u>\$ 33,240,642</u>	<u>\$ 52,733,344</u>	<u>\$ 246,614,120</u>

* Respectively, the rating agencies are as follows: Standard & Poor's, Moody's, Fitch.

Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, the City will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The City's investment policy limits its exposure to custodial credit risk by requiring that all security transactions entered into by the City be conducted on a delivery-versus-payment basis. Securities are to be held by a third party custodian in a segregated account in the City's name. For each transaction, the broker or securities dealer issues a confirmation ticket to the City listing the specific instrument, issue, rating, coupon, maturity, CUSIP number, purchase or sale price, yield, transaction date, and other pertinent information. At June 30, 2021, the City does not have investments exposed to custodial credit risk.

Fair Value Measurement

GASB Statement No. 72, Fair Value Measurement and Application, specifies a hierarchy of valuation classifications based on whether the inputs to the valuation techniques used in each valuation classification are observable or unobservable. These classifications are summarized in the three broad levels listed below:

- Level 1 – Unadjusted quoted prices for identical instruments in active markets.
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly or indirectly, including quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as exchange rates, financing terms, interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risk and default rates).
- Level 3 – Valuations derived from valuation techniques in which significant inputs or significant valuation drivers are unobservable.

	<u>Total</u>	<u>Quoted Prices in Active Markets (Level 1)</u>	<u>Other Observable Inputs (Level 2)</u>	<u>Unobservable Inputs (Level 3)</u>
June 30, 2021				
US Treasury Securities	\$ 41,254,512	\$ 41,254,512	\$ -	-
Federal Agency Securities	119,385,622	-	119,385,622	-
Corporate Notes	52,733,344	-	52,733,344	-
Municipal Bonds	33,240,642	-	33,240,642	-
Total assets	<u>\$ 246,614,120</u>	<u>\$ 41,254,512</u>	<u>\$ 205,359,608</u>	<u>\$ -</u>



CITY OF BEND

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City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

3 - Receivables

Receivables as of June 30, 2021 are as follows:

	Governmental Activities							Total
	General Fund	Streets & Operations Fund	Fire/EMS Fund	System Development Charges (SDC) Fund	Transportation Construction Fund	Other Funds	Internal Service Funds	
Taxes receivable	\$ 1,876,874	\$ -	\$ 89,089	\$ -	\$ -	\$ 592,650	\$ -	\$ 2,558,613
Accounts receivable	6,954,544	162,450	6,636,980	40,570	496,260	153,307	9,235	14,453,346
Allowance for doubtful accounts	(5,547,615)	(51,505)	(5,432,240)	-	(52,588)	(2,405)	(176)	(11,086,529)
Accounts, net	1,406,929	110,945	1,204,740	40,570	443,672	150,902	9,059	3,366,817
Interest receivable	1,127,267	-	-	1,007	-	142,362	-	1,270,636
Receivables, net	<u>\$ 4,411,070</u>	<u>\$ 110,945</u>	<u>\$ 1,293,829</u>	<u>\$ 41,577</u>	<u>\$ 443,672</u>	<u>\$ 885,914</u>	<u>\$ 9,059</u>	<u>\$ 7,196,066</u>

	Business-type Activities			Total
	Water Fund	Water Reclamation Fund	Nonmajor Enterprise Funds	
Accounts receivable	\$ 4,662,959	\$ 6,476,515	\$ 1,067,828	\$ 12,207,302
Allowance for doubtful accounts	(974,378)	(1,304,964)	(245,725)	(2,525,067)
Accounts, net	3,688,581	5,171,551	822,103	9,682,235
Interest receivable	36,940	67,889	-	104,829
Receivables, net	<u>\$ 3,725,521</u>	<u>\$ 5,239,440</u>	<u>\$ 822,103</u>	<u>\$ 9,787,064</u>

Loans, Assessments, and Notes Receivable

Assessments receivable consist of amounts levied against benefited property owners for the cost of public improvements and attach as an enforceable lien on the property until paid. All the City's assessment loans are made over a period of 10 years and bear interest ranging from 1.50% to 7.00%. Promissory notes consist of System Development Charge (SDC) deferrals and loans over a period of 9 months to 10 years and bear interest ranging from 0.00% to 12.00%, building permit and energy efficiency upgrade deferrals due upon the sale/transfer of the property with no interest, and Community Development and Affordable Housing loans with variable terms.

Assessments, loans and notes receivable consisted of the following at June 30, 2021:

	Governmental Activities	Business-type Activities
<u>Assessments Receivable</u>		
Assessments receivable for downtown economic improvements	\$ 3,856	\$ -
Assessments receivable for local improvements, 10 year terms with 5% to 7.0% interest	-	60,925
Allowance for uncollectible assessments	-	(15,231)
Total assessments receivable	<u>3,856</u>	<u>45,694</u>

Loans and Notes Receivable

Promissory notes receivable for system development charges, 5 to 10 year terms with 6.0% to 7.0% interest	139,832	10,517
Promissory notes receivable for system development charges due upon sale/transfer, 0% to 3.0% interest	852,744	-
Promissory notes receivable for building permits and energy efficiency upgrade deferrals due upon property sale/transfer, 0% interest	119,798	-
Community development block grant loans to qualified individuals or organizations, various terms with 0% to 5.0% interest	5,850,511	-
Affordable housing loans to qualified organizations, various terms with various interest	7,874,948	-
Affordable housing loans to qualified organizations in the Murphy Crossing Urban Renewal Area, 20 year terms with 0% interest	750,000	-
Promissory note receivable for sale of transit facilities to Central Oregon Intergovernmental Council (C.O.I.C.), 20 year term, 0% interest	639,656	-
Promissory note receivable for the sale of Juniper Utility assets to Roats Water System, Inc., 20 year term, 6.5% interest	-	1,363,941
Allowance for uncollectible loans and notes receivable	(852,744)	(2,629)
Total loans and notes receivable	<u>15,374,745</u>	<u>1,371,829</u>
Total assessments, loans and notes receivables	<u>\$ 15,378,601</u>	<u>\$ 1,417,523</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

4 - Assets Held for Resale

The City has land and improvements to land held for resale in the Juniper Ridge Urban Renewal Area.

<u>Governmental activities</u>	Balance July 1, 2020	Increases	Decreases	Transfers	Balance June 30, 2021
Assets held for resale	\$ 4,487,276	\$ 188,293	\$ (258,901)	\$ -	\$ 4,416,668

5 - Capital Assets

Governmental capital asset activity for the year ended June 30, 2021 was as follows:

<u>Governmental activities</u>	Balance July 1, 2020	Increases	Decreases	Transfers	Balance June 30, 2021
Capital assets not depreciated:					
Land including right-of-way	\$ 149,284,068	\$ -	\$ (527,774)	\$ 914,287	\$ 149,670,581
Land use rights	9,994	-	-	-	9,994
Works of art	719,215	-	-	-	719,215
Construction in progress	52,467,304	29,286,050	-	(29,787,500)	51,965,854
Total capital assets not depreciated	202,480,581	29,286,050	(527,774)	(28,873,213)	202,365,644
Capital assets being depreciated:					
Buildings and improvements	26,816,369	35,667	-	2,028,635	28,880,671
Infrastructure	590,839,511	7,831,275	-	22,738,535	621,409,321
Vehicles and equipment	28,617,376	1,502,126	(264,469)	14,014	29,869,047
Software	6,169,124	46,230	-	4,092,029	10,307,383
Total capital assets being depreciated	652,442,380	9,415,298	(264,469)	28,873,213	690,466,422
Less accumulated depreciation for:					
Buildings and improvements	13,801,686	1,045,979	-	-	14,847,665
Infrastructure	273,046,544	17,271,323	-	-	290,317,867
Vehicles and equipment	17,847,397	2,212,984	(221,196)	-	19,839,185
Software	1,161,849	745,272	-	-	1,907,121
Total accumulated depreciation	305,857,476	21,275,558	(221,196)	-	326,911,838
Total capital assets being depreciated, net	346,584,904	(11,860,260)	(43,273)	28,873,213	363,554,584
Governmental activities capital assets, net	\$ 549,065,485	\$ 17,425,790	\$ (571,047)	\$ -	\$ 565,920,228

Depreciation and amortization expense was charged to governmental activities as follows:

<u>Governmental activities</u>	
General government	\$ 1,890,241
Public safety	1,448,980
Public ways and facilities	17,783,614
Community and economic development	78,026
Urban renewal	74,697
Governmental activities depreciation expense	<u>\$ 21,275,558</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

5 - Capital Assets (Continued)

Business-type capital asset activity for the year ended June 30, 2021 was as follows:

<u>Business-type activities</u>	Balance July 1, 2020	Increases	Decreases	Transfers	Balance June 30, 2021
Capital assets not depreciated:					
Land including right-of-way	\$ 6,412,163	\$ -	\$ -	\$ -	\$ 6,412,163
Land use rights	1,365,423	-	-	-	1,365,423
Construction in progress	64,116,230	49,244,670	-	(18,528,153)	94,832,747
Total capital assets not depreciated	<u>71,893,816</u>	<u>49,244,670</u>	<u>-</u>	<u>(18,528,153)</u>	<u>102,610,333</u>
Capital assets being depreciated:					
Buildings and improvements	25,918,273	84,529	-	850,132	26,852,934
Vehicles and equipment	14,007,189	567,553	(602,438)	-	13,972,304
Software	698,111	52,922	-	-	751,033
Water Infrastructure	217,785,686	5,040,925	-	3,981,645	226,808,256
Water reclamation infrastructure	336,764,929	5,874,765	-	11,712,705	354,352,399
Stormwater Infrastructure	51,841,359	3,001,694	-	1,983,671	56,826,724
Other infrastructure	30,283,785	-	-	-	30,283,785
Total capital assets being depreciated	<u>677,299,332</u>	<u>14,622,388</u>	<u>(602,438)</u>	<u>18,528,153</u>	<u>709,847,435</u>
Less accumulated depreciation for:					
Buildings and improvements	9,747,874	624,610	-	-	10,372,484
Vehicles and equipment	11,001,119	736,746	(602,438)	-	11,135,427
Software	698,111	5,292	-	-	703,403
Water Infrastructure	48,569,919	4,571,129	-	-	53,141,048
Water reclamation infrastructure	71,647,332	6,167,804	-	-	77,815,136
Stormwater infrastructure	18,877,076	1,124,945	-	-	20,002,021
Other infrastructure	4,875,597	637,471	-	-	5,513,068
Total accumulated depreciation	<u>165,417,028</u>	<u>13,867,997</u>	<u>(602,438)</u>	<u>-</u>	<u>178,682,587</u>
Total capital assets being depreciated, net	<u>511,882,304</u>	<u>754,391</u>	<u>-</u>	<u>18,528,153</u>	<u>531,164,848</u>
Business-type activities capital assets, net	<u>\$ 583,776,120</u>	<u>\$ 49,999,061</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 633,775,181</u>

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

<u>Business-type activities</u>	
Water	\$ 4,836,787
Water reclamation	6,487,436
Nonmajor:	
Airport	847,520
Cemetery	18,916
Parking services	411,272
Stormwater	1,266,066
Business-type activities depreciation expense	<u>\$ 13,867,997</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

6 - Lease Obligations

The City has existing fire station leases with Deschutes County Rural Fire Protection District No. 2 under operating lease agreements expiring in June 2050 with options to renew for five successive terms of ten years each. Lease payments are due semi-annually on December 1 and June 1 each year. Rental expense for the fiscal year ended June 30, 2021 totaled \$234,317. Minimum future lease payments not including annual consumer price index adjustments are \$244,601 each fiscal year from 2022 through 2050.

In fiscal year 2020, The City entered into a new lease agreement expiring in 2043 with Deschutes County Rural Fire Protection District No. 2 for the Tumalo and Pilot Butte Fire Stations. Lease payments are due semi-annually on December 1 and June 1 each year. Rental expense for the fiscal year ended June 30, 2021 totaled \$327,300. Minimum annual future lease payments are \$327,300 through 2024. In 2025, payments will increase to \$597,300 and reduce gradually each year through 2043 when the last payment will be \$590,425.

The City leases a building from Wall Street-Cookson, LLC. The term of the lease is five years, expiring June 2024 with options to renew for two successive terms of two years each. Rental expense for the fiscal year ended June 30, 2021 totaled \$343,649 and lease payments are due monthly. Minimum future lease payments not including annual consumer price index adjustments total \$1,127,700 for the remaining five years.

7 - Lease Receivables

The City is the lessor of numerous ground and hangar leases associated with the municipal airport. Most of these leases carry 20 year terms with current leases expiring through 2056. In general, the leases call for monthly rent payments based on square footage as defined in each lease agreement. Total lease revenue included in the Airport Fund for the fiscal year ended June 30, 2021 is \$1,032,628. Cost of leased assets totaled \$2,347,061 at June 30, 2021 with a carrying amount of \$883,616 and current year depreciation of \$41,460. Minimum future lease payments not including annual consumer price index adjustments are \$1,063,607 each fiscal year from 2022 through 2056.

8 - Due To / From Other Funds

The City provided interim financing for the following funds due to delayed grant funding reimbursements. These amounts are non-interest bearing and are repaid in the following fiscal year.

Description	Amount
Due to the General Fund from the Community Development Block Grant Fund	17,000
Due to the Transportation Construction Fund from the Nonmajor Governmental Funds	352,334
Due to the Internal Service Fund - City Wide Administration from Nonmajor Enterprise Funds	800,000

9 - Interfund Transfers

Transfers between funds provide support for various City programs in accordance with budgetary authorizations.

The primary purposes of significant transfers that occur on a regular bases are as follows: The General Fund transfers to the Streets & Operations Fund, Fire/EMS Fund, and Nonmajor Governmental Funds for general support.

In the governmental activities column of the statement of activities, transfers between governmental funds have been eliminated, and transfers between enterprise funds have been eliminated in the business-type activities column.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

9 - Interfund Transfers (Continued)

During the fiscal year ended June 30, 2021, the City made the following interfund transfers between its governmental activities and business-type activities:

	Governmental activities						
	General Fund	Streets & Operations Fund	Fire/EMS Fund	System Development Charges (SDC) Fund	Transportation Construction Fund	Nonmajor Governmental Funds	Internal Service Funds
Governmental activities:							
General	\$ 109,128	\$ 21,603	\$ 30,088	\$ -	\$ -	\$ 1,320,387	\$ 153,241
Streets & Operations	5,748,000	-	-	-	150,000	-	-
Fire / EMS	15,339,600	-	-	-	-	-	-
Transportation Construction	-	-	-	7,040,552	-	-	-
Nonmajor Governmental	61,000	-	5,000	-	43,460	782,559	-
Internal Services	173,555	42,700	20,900	-	282,979	27,479	556,762
Business-type activities:							
Water	-	-	-	4,170,414	1,000	-	-
Water Reclamation	-	-	-	6,111,756	-	-	-
Nonmajor Enterprise	214,900	-	-	-	-	20,186	-
Total transfers out	<u>\$ 21,646,183</u>	<u>\$ 64,303</u>	<u>\$ 55,988</u>	<u>\$ 17,322,722</u>	<u>\$ 477,439</u>	<u>\$ 2,150,611</u>	<u>\$ 710,003</u>

	Business-type activities			
	Water Fund	Water Reclamation Fund	Nonmajor Enterprise Funds	Total transfers in
Governmental activities:				
General	\$ -	\$ -	\$ -	\$ 1,634,447
Streets & Operations	-	-	128,469	6,026,469
Fire / EMS	-	-	-	15,339,600
Transportation Construction	-	-	-	7,040,552
Nonmajor Governmental	102,500	102,500	37,500	1,134,519
Internal Services	11,700	11,400	78,900	1,206,375
Business-type activities:				
Water	-	-	-	4,171,414
Water Reclamation	-	-	-	6,111,756
Nonmajor Enterprise	-	-	-	235,086
Total transfers out	<u>\$ 114,200</u>	<u>\$ 113,900</u>	<u>\$ 244,869</u>	<u>\$ 42,900,218</u>

10 - Compensated Absences

Changes in compensated absences during the fiscal year ended June 30, 2021 were as follows and are included in other liabilities on the Statement of Net Position:

	Balance July 1, 2020	Earned	Used	Balance June 30, 2021	Due within one year
Governmental activities	\$ 5,449,268	\$ 5,455,830	\$ (4,817,410)	\$ 6,087,688	\$ 6,087,688
Business-type activities	911,465	938,727	(906,475)	943,717	943,717
	<u>\$ 6,360,733</u>	<u>\$ 6,394,557</u>	<u>\$ (5,723,885)</u>	<u>\$ 7,031,405</u>	<u>\$ 7,031,405</u>

The City considers all outstanding balances as current; historically balances have been paid out within the year. However, due to effects of COVID-19 on staff absences, a significant amount of the liability rolled into fiscal year ending June 30, although it is expected to return to normal in fiscal year 2022.



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City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

11 - Long-Term Debt

In the following paragraphs and charts, long-term debt information is presented separately with respect to governmental and business-type activities. The following tables present current year changes in those obligations and the current portions due for each issue.

<u>Governmental activities:</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Maturity</u>
Full faith & credit obligation bonds:			
Pension obligation bonds, series 2004	\$ 13,725,000	2.13% to 6.095%	06/01/2028
Fire stations, series 2010, refinance series 1999	3,225,000	2.00% to 4.00%	06/01/2024
Transportation and accessibility system, series 2010, refinance series 2000	5,160,000	2.00% to 4.00%	06/01/2021
Accessibility, series 2010	3,265,000	0.75% to 5.00%	06/01/2024
Police facility, series 2012, refinance series 2002	4,670,000	3.00% to 4.00%	12/01/2026
Fire engine and energy projects, series 2020	2,764,607	4.00% to 5.00%	06/01/2040
Transportation and accessibility, system improvements, series 2020	45,255,000	4.00% to 5.00%	06/01/2050
General obligation bonds:			
General obligation bonds, series 2012	26,805,000	2.00% to 4.00%	06/01/2032
Direct borrowing and direct placement obligations:			
Transportation, series 2013, refinance series 2003	6,283,391	1.50 %	12/01/2021
Juniper Ridge, series 2013, refinance line of credit	3,700,000	1.50 %	12/01/2023
Murphy Crossing urban renewal, series 2015	3,000,000	2.65% to 3.65%	12/01/2029
Fire equipment, series 2015B	3,000,000	2.65 %	06/01/2025
Fire equipment and police expansion, series 2016, refinance series 2006	2,600,000	2.29 %	12/01/2031
Cooley road, police expansion, series 2016, refinance series 2008	2,740,000	2.29 %	12/01/2031
Fire equipment and facilities, series 2016	4,525,000	2.29 %	12/01/2031
Streets, ERP Refunding, series 2018	6,231,753	2.85% to 3.15%	06/01/2028
Enterprise resource project, series 2018	7,000,000	1.85 %	06/01/2021
Accessibility, series 2021A, refunding 2010A	1,101,900	1.26 %	06/01/2024
Fire stations, series 2021B, refunding 2010B	1,059,200	1.26 %	06/01/2024
Transportation, series 2021B, refunding 2010B	430,000	1.26 %	06/01/2021
Murphy Crossing urban renewal, series 2021A, refunding 2015B	1,648,100	1.36 %	06/01/2029
Fire equipment, series 2021A, refunding 2015B	1,359,400	1.36 %	06/01/2025
Fire equipment and police expansion, series 2021A, refunding 2016	1,845,500	1.36 %	12/01/2021
Fire equipment and facilities, series 2021A, refunding 2016	2,312,100	1.36 %	12/01/2031
Cooley road, police expansion, series 2021A, refunding 2016	1,971,100	1.36 %	12/01/2027
Streets, ERP Refunding, series 2021A, refunding 2018	4,564,500	1.36 %	06/01/2028
Enterprise resource project, series 2021A, refunding 2018	4,004,600	1.36 %	06/01/2031
Fire equipment, series 2021A	1,359,200	1.36 %	06/01/2041
Streets equipment, series 2021A	1,075,700	1.36 %	06/01/2033
Enterprise resource project, series 2021A	1,905,800	1.36 %	06/01/2031
Police facility, series 2021B, refunding 2012	1,881,600	0.90 %	12/01/2026
Murphy crossing, 2021B	752,300	0.90 %	12/01/2026

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

11 - Long-Term Debt (Continued)

<u>Governmental activities:</u>	<u>Balance</u> <u>July 1, 2020</u>	<u>Additions</u>	<u>Reductions/ Adjustments</u>	<u>Balance</u> <u>June 30, 2021</u>	<u>Due within</u> <u>one year</u>
Full faith & credit obligation bonds:					
Pension obligation bonds, series 2004	\$ 9,565,000	\$ -	\$ (850,000)	\$ 8,715,000	\$ 965,000
Fire stations, series 2010, refinance series 1999	1,050,000	-	(1,050,000)	-	-
Transportation and accessibility system, series 2010, refinance series 2000	430,000	-	(430,000)	-	-
Accessibility, series 2010	1,090,000	-	(1,090,000)	-	-
Police facility, series 2012, refinance series 2002	2,470,000	-	(2,145,000)	325,000	325,000
Fire engine and energy projects, series 2020	2,764,607	-	-	2,764,607	92,154
Transportation and accessibility system improvements, series 2020	45,255,000	-	-	45,255,000	755,000
General obligation bonds:					
General obligation bonds, series 2012	18,170,000	-	(1,240,000)	16,930,000	1,290,000
Direct borrowing and direct placement obligations:					
Transportation, series 2013, refinance series 2003	1,267,487	-	(841,924)	425,563	425,562
Juniper Ridge, series 2013, refinance line of credit	1,358,699	-	(381,025)	977,674	386,762
Murphy Crossing urban renewal, series 2015	1,834,421	-	(1,834,421)	-	-
Fire equipment, series 2015B	1,671,949	-	(1,671,949)	-	-
Fire equipment and police expansion, series 2016, refinance series 2006	2,040,000	-	(2,040,000)	-	-
Cooley road, police expansion, series 2016, refinance series 2008	2,220,000	-	(2,220,000)	-	-
Fire equipment and facilities, series 2016	3,740,000	-	(2,580,000)	1,160,000	95,000
Streets, ERP refunding, series 2018	5,133,688	-	(5,133,688)	-	-
Enterprise resource project, series 2018	2,476,504	1,515,832	(3,992,336)	-	-
Accessibility, series 2021A, refunding 2010A	-	1,101,900	(257,700)	844,200	272,200
Fire stations, series 2021B, refunding 2010B	-	1,059,200	(245,300)	813,900	267,400
Transportation, series 2021B, refunding 2010B	-	430,000	(430,000)	-	-
Murphy Crossing urban renewal, series 2021A, refunding 2015B	-	1,648,100	-	1,648,100	210,300
Fire equipment, series 2021A, refunding 2015B	-	1,359,400	-	1,359,400	332,600

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

11 - Long-Term Debt (Continued)

<u>Governmental activities:</u>	<u>Balance</u> <u>July 1, 2020</u>	<u>Additions</u>	<u>Reductions/ Adjustments</u>	<u>Balance</u> <u>June 30, 2021</u>	<u>Due within</u> <u>one year</u>
Fire equipment and police expansion, series 2021A, refunding 2016	-	1,845,500	-	1,845,500	208,400
Fire equipment and facilities, series 2021A, refunding 2016	-	2,312,100	-	2,312,100	195,600
Cooley road, police expansion, series 2021A, refunding 2016	-	1,971,100	-	1,971,100	272,700
Streets, ERP Refunding, series 2021A, refunding 2018	-	4,564,500	-	4,564,500	628,322
Enterprise resource project, series 2021A, refunding 2018	-	4,004,600	-	4,004,600	375,100
Fire equipment, series 2021A	-	1,359,200	-	1,359,200	59,100
Streets equipment, series 2021A	-	1,075,700	-	1,075,700	103,200
Enterprise resource project, series 2021A	-	1,905,800	-	1,905,800	178,500
Police facility, series 2021B, refunding 2012	-	1,881,600	-	1,881,600	32,400
Murphy crossing, 2021B	-	752,300	-	752,300	122,400
Long-term debt obligations	102,537,355	28,786,832	(28,433,343)	102,890,844	7,592,700
Premiums and discounts	7,693,069	-	(485,138)	7,207,931	309,281
	<u>\$110,230,424</u>	<u>\$28,786,832</u>	<u>\$(28,918,481)</u>	<u>\$110,098,775</u>	<u>\$ 7,901,981</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

11 - Long-Term Debt (Continued)

<u>Business-type activities:</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Maturity</u>
Full faith & credit obligation bonds:			
Water RZEDB, series 2010	2,300,000	1.50% to 6.20%	11/01/2030
Sewer RZEDB, series 2010	10,730,000	1.50% to 6.20%	11/01/2030
Sewer, series 2012, refinance series 2002	3,185,000	3.00% to 4.00%	12/01/2026
Parking improvements, series 2020	540,000	4.00% to 5.00%	06/01/2030
Energy projects, series 2020	1,285,393	4.00% to 5.00%	06/01/2040
Revenue bonds:			
Water, series 2016	49,910,000	3.00% to 5.00%	12/01/2036
Sewer, series 2020	37,925,000	4.00% to 5.00%	05/01/2050
Direct borrowing and direct placement obligations:			
Airport Eastside Improvement	867,335	4.00% to 5.00%	12/01/2031
Stormwater equipment, series 2018	804,097	2.85% to 3.15%	06/01/2028
Water, series 2021C, refunding RZEDB 2010	1,425,876	1.26 %	06/01/2031
Sewer, series 2021C, refunding RZEDB 2010	6,652,024	1.26 %	06/01/2031
Stormwater equipment, series 2021A, refunding 2018	589,000	1.36 %	06/01/2028
Airport equipment, series 2021A	104,600	1.36 %	06/01/2033
Cemetery equipment, series 2021A	27,800	1.36 %	06/01/2026
Stormwater improvement, series 2021A	3,456,600	1.36 %	06/01/2041
Sewer, series 2021B, refunding 2012	374,300	0.90 %	12/01/2022
Clean Water State Revolving Fund Loan (CWSRFL):			
CWSRFL R14510	5,482,336	3.32 %	12/01/2033
CWSRFL R14511	14,484,130	2.48 %	06/01/2039
CWSRFL R14512	18,833,534	2.44 %	12/01/2037
CWSRFL R14513	3,939,246	1.06 %	06/01/2022
CWSRFL R14514	21,000,000	1.93 %	TBD
CWSRFL R14515	13,620,000	2.00 %	06/01/2038
CWSRFL R14516	59,349,742	1.00 %	12/01/2038
CWSRFL R14517	5,450,000	1.60 %	12/01/2038
CWSRFL R14518	7,895,000	1.60 %	TBD
CWSRFL R14519	8,000,000	1.27 %	TBD
CWSRFL R14520	2,620,000	2.00 %	TBD
CWSRFL R14521	10,000,000	1.75 %	TBD
CWSRFL R14522	4,000,000	1.38 %	TBD
CWSRFL R14523	13,397,000	1.22 %	TBD
CWSRFL R14524	3,460,000	1.22 %	TBD
CWSRFL R14525	5,845,000	1.22 %	TBD
CWSRFL R14526	6,900,000	1.22 %	TBD
CWSRFL R14527	4,000,000	1.22 %	TBD

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

11 - Long-Term Debt (Continued)

<u>Business-type activities:</u>	<u>Balance July 1, 2020</u>	<u>Additions</u>	<u>Reductions/ Adjustments</u>	<u>Balance June 30, 2021</u>	<u>Due within one year</u>
Full faith & credit obligation bonds:					
Water RZEDB, series 2010	\$ 1,525,980	\$ -	\$ (1,525,980)	\$ -	\$ -
Sewer RZEDB, series 2010	7,119,020	-	(7,119,020)	-	-
Sewer, series 2012, refinance series 2002	1,040,000	-	(695,000)	345,000	345,000
Parking improvements, series 2020	540,000	-	-	540,000	50,000
Energy projects, series 2020	1,285,393	-	-	1,285,393	42,846
Revenue bonds:					
Water, series 2016	45,100,000	-	(1,735,000)	43,365,000	1,815,000
Sewer, series 2020	-	37,925,000	-	37,925,000	620,000
Direct borrowing and direct placement obligations:					
Airport Eastside Improvement	468,247	-	(30,445)	437,802	30,673
Stormwater equipment, series 2018	662,411	-	(662,411)	-	-
Water, series 2021C, refunding RZEDB 2010	-	1,425,876	-	1,425,876	135,441
Sewer, series 2021C, refunding RZEDB 2010	-	6,652,024	-	6,652,024	631,859
Stormwater equipment, series 2021A, refunding 2018	-	589,000	-	589,000	81,078
Airport equipment, series 2021A	-	104,600	-	104,600	9,900
Cemetery equipment, series 2021A	-	27,800	-	27,800	5,400
Stormwater improvement, series 2021A	-	3,456,600	-	3,456,600	150,200
Sewer, series 2021B, refunding 2012	-	374,300	-	374,300	7,400
Clean Water State Revolving Fund Loan (CWSRFL):					
CWSRFL R14510	4,167,501	-	(247,831)	3,919,670	256,127
CWSRFL R14511	13,898,421	-	(600,325)	13,298,096	615,305
CWSRFL R14512	17,285,540	-	(802,613)	16,482,927	822,316
CWSRFL R14513	1,316,614	-	(654,829)	661,785	661,786
CWSRFL R14514	9,524,996	2,564,484	-	12,089,480	-
CWSRFL R14515	12,190,660	-	(568,828)	11,621,832	580,260
CWSRFL R14516	45,494,778	-	(2,250,452)	43,244,326	2,273,014
CWSRFL R14517	6,989,483	-	(153,421)	6,836,062	310,535
CWSRFL R14518	5,660,198	471,118	-	6,131,316	-
CWSRFL R14519	1,680,654	592,729	-	2,273,383	-
CWSRFL R14520	1,249,641	54,744	-	1,304,385	-
CWSRFL R14521	-	8,595,105	-	8,595,105	-
CWSRFL R14522	-	1,651,561	-	1,651,561	-
Long-term debt obligations	177,199,537	64,484,941	(17,046,155)	224,638,323	9,444,140
Premiums and discounts	10,037,283	11,079,874	(1,070,048)	20,047,109	982,896
	<u>\$ 187,236,820</u>	<u>\$75,564,815</u>	<u>\$(18,116,203)</u>	<u>\$ 244,685,432</u>	<u>\$10,427,036</u>

<u>Total long-term debt obligations:</u>	<u>Governmental activities</u>	<u>Business-type activities</u>	<u>Total</u>	<u>Due within one year</u>
Full faith & credit obligation bonds	\$ 57,059,607	\$ 2,170,393	\$ 59,230,000	\$ 2,575,000
Revenue bonds	-	81,290,000	81,290,000	2,435,000
Direct borrowing and direct placement obligations	28,901,237	141,177,930	170,079,167	10,736,840
General obligation bonds	16,930,000	-	16,930,000	1,290,000
Long-term debt obligations	102,890,844	224,638,323	327,529,167	17,036,840
Premiums and discounts	7,207,931	20,047,109	27,255,040	1,292,177
Total long-term debt obligations	<u>\$ 110,098,775</u>	<u>\$ 244,685,432</u>	<u>\$ 354,784,207</u>	<u>\$ 18,329,017</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

11 - Long-Term Debt (Continued)

Annual debt service requirements to maturity for the City's obligations are as follows:

Year ending June 30	Governmental activities		Business-type activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 7,592,700	\$ 3,840,375	\$ 9,444,140	\$ 7,945,524	\$ 17,036,840	\$ 11,785,899
2023	7,380,938	3,624,697	10,325,465	6,854,356	17,706,403	10,479,053
2024	7,452,496	3,416,505	10,264,993	6,534,172	17,717,489	9,950,677
2025	6,976,522	3,199,348	10,528,576	6,234,943	17,505,098	9,434,291
2026	6,900,352	2,992,305	10,803,317	5,925,724	17,703,669	8,918,029
2027-2031	25,747,816	11,941,345	58,123,927	24,615,694	83,871,743	36,557,039
2032-2036	10,112,604	8,823,326	60,494,418	15,378,659	70,607,022	24,201,985
2037-2041	9,517,416	6,711,542	34,959,437	6,929,725	44,476,853	13,641,267
2042-2046	10,630,000	4,291,250	10,839,050	3,631,311	21,469,050	7,922,561
2047-2051	10,580,000	1,354,500	8,855,000	1,134,000	19,435,000	2,488,500
	<u>\$102,890,844</u>	<u>\$ 50,195,193</u>	<u>\$224,638,323</u>	<u>\$ 85,184,108</u>	<u>\$327,529,167</u>	<u>\$135,379,301</u>

Debt service requirements include the principal outstanding at June 30, 2021 for debt issued but not fully drawn. Amortization is estimated based on debt terms.

The balance of unamortized premiums and discounts on long-term debt issuances is \$27,255,040, which is amortized over the life of the associated debt.

All bond reserve requirements were met at the time of issuance and the City is in compliance with any ongoing reserve requirements. The City is in compliance with the bond covenants regarding debt service coverage. The City is also in compliance with federal arbitrage regulations for applicable debt issuances.

Full Faith & Credit Obligation Bonds

The City issued full faith & credit obligations to provide financing for the construction of police and fire facilities, airport, and street infrastructure and equipment, energy improvement projects, and to partially fund unfunded pension costs attributable to the unfunded actuarial liability in the Public Employees' Retirement System plan in which the City participates. These bonds are backed by the full faith and credit of the City with stated interest rates on specific maturities ranging from 0.75% to 6.20% and maturities through fiscal year 2050.

General Obligation Bonds

The City has issued general obligation (GO) bonds to finance the cost of capital construction and capital improvement to City streets, including new construction and improvements and repairs to city streets, bicycle lanes, sidewalks and related improvements and to repay interim financing. The GO bonds are for governmental activities only. Original issue amount was \$26,805,000 with interest rates ranging between 2.00% 4.00% and maturities going through fiscal year 2032. The City is authorized to levy ad valorem taxes sufficient to pay the debt service of the bonds.

On November 3, 2020, City of Bend voters approved Measure 9-135, City of Bend Bonds for Traffic Flow, East West Connections, Neighborhood Safety Improvements. The Measure allows the City to issue up to \$190 million of general obligations bonds to fund priority transportation and safety projects. The City will establish a bond oversight committee of community members to track and report to the community on project expenses, schedule, and progress. No bonds were issued under this authority during this fiscal year so there is no outstanding balance.

Revenue Bonds

The City has pledged future water customer revenues, net of operating expenses, to repay \$43.365 million in water revenue bonds issued in 2016. Proceeds from the bonds provided financing for the expansion and improvement of the existing water system. The bonds are payable solely from water customer net revenues and are payable through fiscal year 2037. Annual principal and interest payments on the bonds are expected to require less than 34 percent of net revenues. The total principal and interest remaining to be paid on the bonds is \$62,990,375. Principal and

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

11 - Long-Term Debt (Continued)

Revenue Bonds (Continued)

interest paid for the current year and net revenues of the system were \$2,202,950 and \$13,935,246, respectively.

The City issued new Sewer Revenue bonds in 2020, for more information see the New Debt Issuance section below.

Direct Borrowing and Direct Placement Obligations

The City has long-term notes payable to the State of Oregon Business Development Department (OBDD) and the Oregon Department of Environmental Quality (ODEQ) to provide funding for airport, water and water reclamation infrastructure improvements. Obligation maturities range from fiscal year 2022 through fiscal year 2043 and stated interest rates on specific maturities are 1.00% to 5.00%. Revenues from the airport, water, and water reclamation operations are utilized to repay the respective obligations.

The City has long-term notes payable to the Bank of New York, Columbia Bank, and First Interstate Bank to provide funding for fire equipment, facilities, transportation, street operations, airport and cemetery equipment and the ERP. The notes have maturities through fiscal year 2041 and stated interest rates on specific maturities of 0.90 % to 2.29%.

The City has long-term notes payable with First Interstate Bank for Juniper Ridge and Transportation project funding. The notes mature in fiscal year 2022 and 2023 and have stated interest rates of 1.50%.

The City issued new 2021 long-term bonds with Columbia bank for new projects and refunding of debt, for more information see New Debt issuance section below.

Outstanding obligations from direct borrowings and direct placements related to governmental activities of \$523,237 and business-type activities of \$437,802 contain provisions that, in the event of default, outstanding become immediately due if the City 1) fails to make any payment when due, 2) fails to comply with other terms, obligations, covenants or conditions contained in the notes; 3) makes material false or misleading statements, 4) becomes insolvent, is appointed a receiver, commences bankruptcy proceeding or forfeiture; 5) an adverse material change in the City's financial condition occurs.

New Debt Issuance

On September 30, 2020 the City issued \$37,925,000 in sewer bonds with an interest rate of 4.00% to 5.00% and final maturity in fiscal year 2050. The proceeds of the obligations are being used to finance sewer infrastructure improvements including the North Interceptor sewer line. The project allows for increased sewer capacity and necessary connection for the future East Interceptor.

On March 11, 2021 the City secured a CWSRF loan (R14523) of \$13,397,000 from ODEQ for Newport corridor drainage collection and conveyance system improvements. The loan is secured by sewer system revenues and has a repayment period of 20 years with no prepayment penalties. The loan has an interest rate of 1.22% and an annual fee of 0.50% of the outstanding loan amount. The loan is drawn on a reimbursement basis and as of June 30, 2021, there is no outstanding balance.

On March 11, 2021 the City secured a CWSRF loan (R14524) of \$3,460,000 from ODEQ for the installation of sewer mains and laterals primarily on Via Sandia, Cabin Court, and East Lake Drive. The loan is secured by sewer system revenues and has a repayment period of 20 years with no prepayment penalties. The loan has an interest rate of 1.22% and an annual fee of 0.50% of the outstanding loan amount. The loan is drawn on a reimbursement basis and as of June 30, 2021, there is no outstanding balance.

On March 11, 2021 the City secured a CWSRF loan (R14525) of \$5,845,000 from ODEQ for an alternatives analysis to identify the best overall design approach to serve the entire southwest sewer basin. The loan is secured by sewer system revenues and has a repayment period of 20 years with no prepayment penalties. The loan has an interest rate of 1.22% and an annual fee of 0.50% of the outstanding loan amount. The loan is drawn on a reimbursement basis and as of June 30, 2021, there is no outstanding balance.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

11 - Long-Term Debt (Continued)

New Debt Issuance (Continued)

On March 11, 2021 the City secured a CWSRF loan (R14526) of \$6,900,000 from ODEQ for solids handling improvement at the Water Reclamation Facility. The loan is secured by sewer system revenues and has a repayment period of 20 years with no prepayment penalties. The loan has an interest rate of 1.22% and an annual fee of 0.50% of the outstanding loan amount. The loan is drawn on a reimbursement basis and as of June 30, 2021, there is no outstanding balance.

On March 11, 2021 the City secured a CWSRF loan (R14527) of \$4,000,000 from ODEQ for Phase 1 of septic system replacement which replaces septic systems with connection to sewers while meeting DEQ regulations for protecting ground water. The loan is secured by sewer system revenues and has a repayment period of 20 years with no prepayment penalties. The loan has an interest rate of 1.22% and an annual fee of 0.50% of the outstanding loan amount. The loan is drawn on a reimbursement basis and as of June 30, 2021, there is no outstanding balance.

New Debt and Refunding Issuance

On February 18, 2021 the City issued \$10,669,000 in full faith and credit obligations, series 2021 refunding with an interest rate of 1.26%. The proceeds of the obligations are being used to refund the outstanding 2010 full faith and credit obligations due to favorable market conditions. The refunding was undertaken to reduce the total future debt service payments by \$817,866. The transaction also resulted in an economic gain of \$823,769.

On May 20, 2021 the City issued \$29,232,200 in full faith and credit obligations in two series: \$26,224,000 of tax exempt series 2021A with an interest rate of 1.36% and final maturity in fiscal year 2041 and \$3,008,200 of taxable series 2021B with an interest rate of 0.90% and final maturity in fiscal year 2027. Proceeds of this money were used for the following:

- \$8,682,000 of the proceeds are being used to finance the ERP project, fire, street, airport and cemetery equipment, improvements to the stormwater infrastructure, and finance affordable housing assistance in the Murphy Crossing Urban Renewal Area.
- \$18,294,300 of the proceeds are being used to refund the outstanding portion of the following:
 - Murphy Crossing urban renewal, series 2015
 - Fire equipment, series 2015B
 - Fire equipment, facilities and police expansion, series 2016, refinance series 2006
 - Cooley road, police expansion, series 2016, refinance series 2008
 - Streets, Stormwater, and ERP Refunding, series 2018
 - Enterprise resource project, series 2018
- \$2,255,900 of the proceeds are being used to refinance the 2012 series full faith and credit obligations with an interest rate of 2.04 to 2.60%. A portion of the proceeds were placed in an irrevocable trust to provide for the debt service payments on the 2012 obligations that are callable on December 1, 2021 in the amount of \$2,246,689. Accordingly, the trust account assets and the liability for the defeased bonds are not included on the City's financial statements. The 2012 obligations that mature on December 1, 2021 are reflected in The City's financial statements and will be paid when due.
- The refundings were undertaken due to favorable market conditions which reduce the total future debt service payments by \$392,039. The transactions also resulted in an economic gain of \$741,427.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

12 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City purchases insurance policies from commercial carriers and pays annual premiums for the following coverages: general and automobile liability limit of \$10,000,000 per occurrence or \$30,000,000 in the aggregate; commercial property policy, including building and contents, of \$200,000,000 which includes real, personal, and inland marine property coverage for actual replacement cost; a cyber liability up to \$500,000; crime coverage in the amount of \$500,000; airport liability in the amount of \$10,000,000; and pollution coverage in the amount of \$2,000,000 per occurrence and \$4,000,000 in the aggregate. The City carries a public employee dishonesty bond for claims up to \$100,000 covering the Finance Director and Assistant Finance Director. Additionally, the City carries a \$1,000,000 policy for workers' compensation. Employee health, life and disability coverages are also maintained. There has been no significant reduction in insurance coverage from the prior year. Settled claims from these risks have not exceeded commercial insurance limits in any of the past three fiscal years.

An Insurance Division in the City's Internal Service Fund accounts for the City's risk management activities. All funds of the City participate in the Insurance Division. Amounts payable to the Insurance Division are based on cost estimates necessary to pay premiums, and if applicable, prior and current year claims and to establish a reserve for catastrophic losses. Workers' compensation is insured under a premium plan where premiums are accrued based on payroll and an experience mod rating.

The City has a high-deductible health insurance plan. The City shares responsibility for 62.5% of the co-insurance claims on this plan with employees. The City has recognized an estimated co-insurance liability of \$26,000 for the probable and reasonable co-insurance claims.

13 - Tax Abatements

As of June 30, 2021, the City provides tax abatements through four programs:

Nonprofit low income rental (ORS 307.541) - In 1985, Oregon legislature authorized a property tax exemption for low-income housing held by charitable, nonprofit organizations. The tax exemption is intended to benefit low-income renters by alleviating the property tax burden on those agencies that provide this type of housing.

Charitable, nonprofit organizations that provide housing to low-income persons are eligible, and must be certified by the Internal Revenue Service as 501(c)(3) or (4) organization. Organizations must own or have a leasehold interest in the property or participate in a partnership as long as the nonprofit organization is responsible for the day-to-day management of the property. Applicants who are leaseholders must have a signed leasehold agreement by the application deadline. Vacant land intended to be developed as low-income housing is also eligible for the exemption.

Housing for low income rental (ORS 307.517) - An exemption is allowed for property or a portion of property if it meets certain criteria. The property must be offered for rent or held for the purpose of developing low income rental housing, be occupied by low income persons, and have a rent required payment that reflects the full value of the tax exemption.

Enterprise zones (ORS 285C.175) - The Oregon Enterprise Zone program is a State of Oregon economic development program that allows for property tax exemptions for up to five years. In exchange for receiving property tax exemption, participating firms are required to meet the program requirements set by state statute and the local sponsor.

The Enterprise Zone program allows industrial firms that will be making a substantial new capital investment a waiver of 100% of the amount of real property taxes attributable to the new investment for up to 5 years after completion. Land or existing machinery or equipment is not tax exempt; therefore, there is no loss of current property tax levies to local taxing jurisdiction.

Construction in process in enterprise zones (ORS 285C.170) - The Oregon Enterprise Zone program is a State of Oregon economic development program that allows for property tax exemptions. A Construction-in-Process exemption is available for qualifying properties currently under construction in an Enterprise Zone.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

13 - Tax Abatements (Continued)

To qualify, the property must be owned or leased by an authorized business that is contractually obligated to own or lease the property until placed in service, it may not be previously subject to exemption as a commercial facility (ORS 307.330), and may not be operated, in all or part, as a hotel, motel, or destination resort.

Property may be exempt for no more than two tax years, which must be consecutive, and is not dependent on the property already receiving or being qualified to receive the Enterprise Zone exemption.

Tax Abatement Program	Estimated Taxes Abated During 2020-21
Nonprofit low income rental	\$ 48,064
Housing for low income rental	10,874
Enterprise zones	295,228
Construction in process in enterprise zones	2,561
Total	\$ 356,727

14 - Pension Plan

Plan Description

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

Benefits provided

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

Pension Benefits

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

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

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

14 - Pension Plan (Continued)

Benefits provided (Continued)

1. Tier One/Tier Two Retirement Benefit ORS Chapter 238 (Continued)

Death Benefits

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

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

Disability Benefits

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

Benefit Changes After Retirement

After retirement, members may choose to continue participation in a variable equities investment account 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.

2. OPSRP Pension Program (OPSRP DB)

Pension Benefits

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

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

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

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

Death Benefits

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

Disability Benefits

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

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

14 - Pension Plan (Continued)

Benefits provided (Continued)

2. OPSRP Pension Program (OPSRP DB) (Continued)

Benefit Changes After Retirement

Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA in fiscal year 2014-15 and beyond will vary based on 1.25 percent on the first \$60,000 of annual benefit and 0.15 percent on annual benefits above \$60,000.

3. OPSRP Individual Account Program (OPSRP IAP)

Pension Benefits

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

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

Death Benefits

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

Plan Changes

Starting July 1, 2020, Senate Bill 1049 required member contributions to their IAP accounts to be redirected to the Defined Benefit Fund. If the member earns more than \$2,500 a month, 0.75% for OPSRP members and 2.5% Tier One and Tier Two members salaries that were previously contributed to the member's IAP began funding the new Employee Pension Stability Accounts to help fund the cost of future pension benefits without changing those benefits, which means reduced contributions to the member's IAP account. Senate Bill 1049 also requires employers to pay contributions on reemployed PERS retirees' salary as if they were an active member, excluding IAP (6%) contributions. Beginning January 1, 2021, PERS subject salary limits increased from \$195,000 to \$197,730 per year in accordance with the Consumer Price Index for the West Region.

Contributions

PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. This funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans.

The rates based on a percentage of payroll, first became effective July 1, 2019. The rates in effect for the fiscal year ended June 30, 2021 were 24.88 percent for Tier One/Tier Two Members, 16.20 percent for OPSRP Pension Program General Service Members, 20.83 percent for OPSRP Pension Program Police and Fire Members, and 6 percent for OPSRP Individual Account Program Members.

Pension Liabilities, Pension Expense, and Deferred Outflows/(Inflows) of Resources Related to Pensions

At June 30, 2021, the City reported a liability of \$83,386,078 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018 rolled forward to June 30, 2020. The City's proportion of the net pension liability was based on a projection of the City's long-term share of

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

14 - Pension Plan (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows/(Inflows) of Resources Related to Pensions
(Continued)

contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2020, the City's proportion was 0.3821 percent, which decreased 0.0425 percent from its proportion measured as of June 30, 2019. The changes from the prior year are primarily due to changes in the estimates and assumptions used by the PERS actuary.

For the year ended June 30, 2021, the City's recognized a pension expense of \$22,752,449. At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 3,669,996	\$ -
Changes of assumptions	4,475,067	156,797
Net difference between projected and actual earnings on pension plan investments	9,805,119	-
Changes in proportion and differences between contributions and proportionate share of contributions	3,054,976	5,466,291
Differences between employer contributions and proportionate share of contributions	<u>14,254,108</u>	<u>-</u>
Total (prior to post-measurement date contributions)	35,259,266	5,623,088
Contributions subsequent to the measurement date	<u>10,347,276</u>	<u>-</u>
Net deferred outflows/(inflows) of resources	<u>\$ 45,606,542</u>	<u>\$ 5,623,088</u>

Contributions totaling \$10,347,276 will be recognized fiscal year ending June 30, 2022. Net deferred inflows and outflows of resources related to pensions will be recognized in pension expense in future years as follows:

<u>Year Ending June 30</u>	<u>Net Deferred Outflow/(Inflow) of Resources</u>
2022	\$ 7,588,754
2023	8,379,880
2024	7,679,996
2025	5,388,917
2026	598,631
Total	<u>\$ 29,636,178</u>

Actuarial Assumptions

The employer contribution rates effective July 1, 2020 through June 30, 2021, were set using the Entry Age Normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 20 years. For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

14 - Pension Plan (Continued)

Actuarial Assumptions (Continued)

The economic assumptions used for the actuarial valuation are shown as follows:

Valuation Date	December 31, 2018 rolled forward to June 30, 2020
Experience Study Report	2018, published July 2019
Actuarial Cost Method	Entry Age Normal
Amortization Method	Amortized as a level percentage of payroll as layered amortization bases over a closed period: Tier One/Tier Two UAL is amortized over 20 years and OPSRP pension UAL is amortized over 16 years.
Asset Valuation Method	Market Value of Assets
Actuarial Assumptions:	
Inflation Rate	2.50 percent
Investment Rate of Return	7.20 percent
Projected Salary Increases	3.50 percent
Cost of Living Adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with moro decision; blend based on service.
Mortality	<p>Healthy retirees and beneficiaries: Pub-2010 Sex Distinct, generational projection with unisex social security data scale with job category adjustments and set-backs as described in valuation.</p> <p>Active members: Pub-2010 Sex distinct, generational with unisex, social security data scale, with collar adjustments and set backs as described in valuation.</p> <p>Disabled retirees: Pub-2010 disabled retirees, Sex distinct, generational with unisex social security data scale.</p>

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

Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in July 2017 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

14 - Pension Plan (Continued)

Long-Term Expected Rate of Return (Continued)

Asset Class	Target Allocation	Compounded Annual Return (Geometric)
Core Fixed Income	9.60 %	4.10 %
Short-Term Bonds	9.60 %	3.70 %
Intermediate-Term Bonds	3.60 %	5.20 %
High Yield Bonds	1.20 %	5.70 %
Large/Mid Cap US Equities	16.20 %	6.30 %
Small Cap US Equities	1.40 %	6.70 %
Micro Cap US Equities	1.40 %	6.80 %
Developed Foreign Equities	13.50 %	6.90 %
Emerging Foreign Equities	4.20 %	7.70 %
Non-US Small Cap Equities	1.90 %	7.30 %
Private Equities	17.50 %	8.30 %
Real Estate (Property)	10.00 %	5.60 %
Real Estate (REITS)	2.50 %	6.70 %
Hedge Fund of Funds - Diversified	1.50 %	4.10 %
Hedge Fund - Event-driven	0.40 %	5.60 %
Timber	1.10 %	5.60 %
Farmland	1.10 %	6.10 %
Infrastructure	2.30 %	6.70 %
Commodities	1.10 %	3.80 %
Assumed Inflation - Mean		2.50 %

Discount Rate

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

Sensitivity of the City's Proportionate Share of the Net Pension Liability/(Asset) to Changes in the Discount Rate

The following presents the City's proportionate share of the net pension liability/(asset) calculated using the discount rate of 7.2 percent, as well as what the City's proportionate share of the net pension liability/(asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.2 percent) or 1-percentage-point higher (8.2 percent) than the current rate.

	<u>1% Decrease (6.2%)</u>	<u>Discount Rates (7.2%)</u>	<u>1% Increase (8.2%)</u>
The City's proportionate share of the net pension liability (asset)	\$ 123,821,435	\$ 83,386,078	\$ 49,479,152

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued OPERS financial report that can be obtained at www.oregon.gov/pers/EMP/Pages/Actuarial-Financial-Information.aspx.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

14 - Pension Plan (Continued)

Funding Policy

Members of OPERS and OPSRP are required to contribute 6 percent of their salary covered under the plan. Pursuant to collective bargaining agreements, the required employee contribution of 6 percent of covered compensation is paid by the City for all OPERS and OPSRP eligible employees. Effective January 1, 2004, this 6 percent contribution is remitted to the Individual Account Program. The contribution requirements for plan members and the City are established by ORS Chapter 238 and may be amended by an act of the Oregon Legislature. Senate bill 1049 requires member contributions to their IAP accounts to be redirected to the Defined Benefit Fund. If a member earns more than \$2,500 a month, 0.75% for OPSRP members and 2.5% for Tier One and Tier Two members must be redirected to the Defined Benefit Fund.

15 - Other Post Employment Benefits (OPEB)

The City has adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The OPEB for the City combines three separate plans. The City provides an implicit rate subsidy for retiree Health Insurance Continuation premiums, a stand-alone plan for employees meeting certain eligibility requirements, and a contribution to the State of Oregon's OPERS cost-sharing multiple-employer defined benefit plan.

Employees covered by benefit terms: At June 30, 2021 the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	129
Inactive employees entitled to but not yet receiving benefit payments	73
Active participants	666
	868

Health Insurance Continuation and Stand Alone Plans

Plan Description

The OPEB for the City includes an implicit rate subsidy for retiree health insurance. Per ORS 243.303, the City provides a single-employer plan to provide retirees with group health and dental insurance from the date of retirement to age 65 and the premium cannot be separately rated from the group for health care insurance coverage of officers and employees of the City. Retirees pay the full premium for coverage elected unless the premium is paid for by the City as described below. Providing the same rate to retirees as provided to active employees constitutes an implicit rate subsidy for OPEB. This "plan" is not a stand-alone plan and therefore does not issue its own financial statements.

Based on negotiated union agreements, the City provides retiree health benefits to retired employees with at least 15 years of service prior to retirement when the retiree reaches age 62 (age 60 for emergency personnel). The City will pay the premium for retiree coverage if the retiree has continuously maintained City retiree or OPERS group insurance since date of retirement until the qualifying age of 62 (age 60 for emergency personnel). The City will pay the OPERS sponsored supplement to Medicare insurance beginning at age 65 if the retiree has continuously maintained coverage. The City is not responsible for any costs associated with retiree health care insurance coverage including Medicare and supplement to Medicare insurance for non-represented employees hired after December 31, 2010, City of Bend Employees Association (COBEA) members hired after August 31, 2011, Fire Association employees hired after June 30, 2012, and Police Association employees hired after June 30, 2013.

Funding Policy

The City has not established a trust fund to supplement the costs for the net OPEB obligation. Contribution requirements are negotiated between the City and union representatives. The City's funding policy provides for contributions at amounts sufficient to fund benefits on a pay-as-you-go basis.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

15 - Other Post Employment Benefits (OPEB) (Continued)

Health Insurance Continuation and Stand Alone Plans (Continued)

Total OPEB Liability

The City's total OPEB liability at June 30, 2021 was \$49,938,960. The liability was determined by an actuarial valuation dated July 1, 2020 with a measurement date of June 30, 2021.

The total OPEB liability in the July 1, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs based on the most recent actuarial experience study for Oregon PERS.

Actuarial Assumptions:	
Inflation Rate	2.00 percent per year
Discount rate at municipal bond rate:	2.25 percent
Healthcare cost trend rates:	4.50-6.50 percent
Mortality	General Service and Beneficiary table: Pub 2010 General Employees table, separate Employee/Healthy Annuitant, sex Distinct, generational, set back 12 months for males, no set back for females. Police & Fire table: Pub-2010 Public Safety table, Employee/Healthy Annuitant, sex distinct, generational, no set back for males, set back 12 months for females. Unisex Social Security Data Scale

Changes of assumptions

Assumed premium increase rates were revised to better reflect anticipated experience.

Interest and payroll growth assumptions were lowered to better reflect the current economic environment.

Demographic assumptions were revised to match (as closely as possible) those developed in the most recent Oregon PERS experience study

Changes in Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at 6/30/2020	\$ 57,066,987
Changes for the year:	
Service cost	1,692,140
Interest	1,311,295
Differences between expected and actual experience	(5,804,312)
Changes of assumptions	(3,368,418)
Benefit payments	<u>(958,732)</u>
Net change in Total OPEB liability	<u>(7,128,027)</u>
Balance at 6/30/2021	<u>\$ 49,938,960</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

15 - Other Post Employment Benefits (OPEB) (Continued)

Health Insurance Continuation and Stand Alone Plans (Continued)

Total OPEB Liability (Continued)

At June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB Health Insurance Continuation and Stand Alone Plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 5,382,173
Changes of assumptions	<u>9,343,052</u>	<u>3,031,576</u>
Net Deferred Outflow/(Inflow) of Resources	<u>\$ 9,343,052</u>	<u>\$ 8,413,749</u>

Net deferred inflows and outflows of resources related to the Health Insurance Continuation and Stand Alone Plan will be recognized in benefit expense in future years as follows:

<u>Year Ending June 30</u>	<u>Net Deferred Outflow/(Inflow) of Resources</u>
2022	\$ 401,988
2023	401,988
2024	401,988
2025	401,988
2026	401,988
Thereafter	<u>(1,080,637)</u>
	<u>\$ 929,303</u>

Sensitivity of the City's Total OPEB Liability to Changes in Rates

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using discount rate that is 1-percentage-point lower (1.25%) or 1-percentage-point higher (3.25%) than the current discount rate:

	<u>1% Decrease (1.25%)</u>	<u>Discount Rate (2.25%)</u>	<u>1% Increase (3.25%)</u>
Total OPEB liability (asset)	\$ 59,816,639	\$ 49,938,960	\$ 42,133,120

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.5% decreasing to 4.5%) or 1-percentage-point higher (7.5% decreasing to 5.5%) than the current healthcare cost trend rates:

	<u>Cost</u>		
	<u>1% Decrease (5.5% Graded Down to 3.5%)</u>	<u>Trend Rate (6.5% Graded Down to 4.5%)</u>	<u>1% Increase (7.5% Graded down to 5.5%)</u>
Total OPEB liability (asset)	\$ 40,809,598	\$ 49,938,960	\$ 61,951,348

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

15 - Other Post Employment Benefits (OPEB) (Continued)

OPERS Retirement Health Insurance Account (RHIA)

Plan Description

As a member of Oregon Public Employees Retirement System (OPERS), the City contributes to the Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other post employment benefit plan administered by OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. Oregon Revised Statute (ORS) 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants after January 1, 2004. OPERS issues a publicly available financial report that includes financial statements and Required Supplementary Information. That report may be obtained by writing to Oregon Public Employees Retirement System, PO Box 23700, Tigard, OR 97281-3700, or by calling (888) 320-7377.

Funding Policy

Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to \$60 or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the Retirement Health Insurance Account established by the employer, and any monthly cost in excess of \$60 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. 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.

Participating cities are contractually required to contribute to RHIA at a rate assessed each year by OPERS, currently 0.59% of annual covered payroll for Tier 1 & 2 and 0.49% for OPSRP. The OPERS Board of Trustees sets the employer contribution rate based on the annual required contribution of the employers (ARC), an amount actuarially determined by PERS as an amount that is expected to finance the costs of benefits earned by employees during the year. The City's contributions to RHIA for the year ended June 30, 2021 was \$11,989.

The City's funding policy provides for actuarially determined annual contributions, which include the normal cost and amortization of the unfunded actuarial accrued liability

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

At June 30, 2021 the City reported an asset of \$629,922 for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation date as of December 31, 2018. The City's proportionate share of the RHIA net OPEB asset has been determined based on the City's contributions to the RHIA program (as reported by PERS) during the measurement period ending on the corresponding measurement date. The City's proportionate share at June 30, 2020 and June 30, 2019 was 0.30914873% and 0.46878896%, respectively.

	<u>Net OPEB Asset</u>	<u>Allocation</u>
Governmental Activities	\$ 543,997	86 %
Business-type Activities	85,925	14 %
Government-wide	<u>\$ 629,922</u>	<u>100 %</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

15 - Other Post Employment Benefits (OPEB) (Continued)

OPERS Retirement Health Insurance Account (RHIA) (Continued)

OPEB Assets, Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

For the year ended June 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to the Retiree Health Insurance Account OPEB from the following sources:

	<u>Total OPEB Liability/(Asset)</u>
Balance at 6/30/2020	\$ (905,869)
Employer's proportionate share of collective system OPEB expenses (income)	(101,317)
Change in proportionate share	79,231
Benefit payments	298,033
Net OPEB liability/(asset) - end of year	<u>\$ (629,922)</u>

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 64,396
Changes of assumption	-	33,483
Net difference between projected and actual earnings on investments	70,052	-
Change of proportionate share	<u>162,773</u>	<u>6,198</u>
Total	232,825	104,077
Contributions subsequent to the measurement date	11,989	-
Net Deferred Outflow/(Inflow) of Resources	<u>\$ 244,814</u>	<u>\$ 104,077</u>

\$11,989 of the amount reported as deferred outflows of resources are City contributions subsequent to the measurement date that will be recognized as an increase of the net OPEB asset in the year ended June 30, 2022. Total amounts reported as net deferred outflows/(inflows) of resources related to OPEB will be recognized in OPEB expense in future years as follows:

Fiscal Year Ended June 30	<u>Net Deferred Outflow/(Inflow) of Resources</u>
2022	\$ 17,189
2023	63,566
2024	25,896
2025	22,097
Total	<u>\$ 128,748</u>

Sensitivity of the City's proportionate share of the net OPEB liability/(asset), as well as what the City's proportionate share of the net OPEB liability/(asset) would be if it were calculated using a discount rate that in one percentage point lower (6.20%) or on percentage point higher (8.20%).

	<u>1% Decrease (6.20%)</u>	<u>Discount Rate (7.20%)</u>	<u>1% Increase (8.20%)</u>
City's Proportionate Share of the Net OPEB Liability (Asset)	\$ (508,566)	\$ (629,922)	\$ (733,695)

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

15 - Other Post Employment Benefits (OPEB) (Continued)

OPERS Retirement Health Insurance Account (RHIA) (Continued)

Actuarial Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employments, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the City are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Valuation Date	December 31, 2018
Measurement Date	June 30, 2020
Experience Study	2018, published July 2019
Actuarial Assumptions:	
Actuarial cost method	Entry Age Normal
Inflation rate	2.50 percent
Long-term expected rate of return	7.20 percent
Discount rate	7.20 percent
Projected salary increases	3.50 percent
Retiree healthcare participation	Not applicable
Mortality	<p>Healthy retirees and beneficiaries: PUB-2010 Healthy Retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p>Active members: Mortality rates are a percentage of the PUB-2010 Employee, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p>Disabled retirees: Mortality rates are a percentage of the PUB-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale with job category adjustments and set-backs as described in the valuation.</p>

16 - Deferred Compensation Plan

The City has a deferred compensation plan created in accordance with the Internal Revenue Code Section 457(g). The plan is administered by independent plan administrators through administrative service agreements. The plan is available to all employees of the City. Employees may defer a portion of their salary until future years. Deferred compensation is not available to employees until termination, retirement, death or financial hardship. The plan's assets are held in custodial accounts for the exclusive benefit of participants and beneficiaries and are not subject to the claims of the City's creditors, nor can they be used by the City for any purpose other than the payment of benefits to the plan participants. Accordingly, these plan assets and related liability are not recorded in the City's basic financial statements.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

17 - Commitment and Contingencies

At June 30, 2021 the City was significantly committed on outstanding construction, engineering, consulting, service and equipment purchase contracts as follows:

Governmental activities:	
General Fund	\$ 2,014,500
Streets & Operations Fund	1,394,222
Transportation Construction Fund	36,682,609
Internal Service Funds	2,318,431
	<u>\$ 42,409,762</u>
Business-type activities:	
Water Fund	1,567,991
Water Reclamation Fund	24,237,292
Nonmajor Business-type Funds	54,830
	<u>\$ 25,860,113</u>

The City expects to use fee revenues and/or discretionary funds to meet the commitments in the General and Streets & Operations Funds and system revenues to meet the commitments in the Water Fund. Debt proceeds will be used for commitments in the Transportation Construction, Internal Service, Water Reclamation and Stormwater Funds.

The City has agreements to reimburse various developers for the construction of certain transportation, water and water reclamation infrastructure through system development charges or recovery fees collected from properties established as reimbursement or recovery areas. As of June 30, 2021 amounts collected and potentially due to developers totaled \$79,245 and are recorded as a liability in the System Development Charges Fund.

The City receives notices of potential tort claims from time to time. If litigation materializes, it is defended and covered by the City's insurance carrier, Citycounty Insurance Services (CIS). Because of the insurance coverage, these cases do not create a risk of direct financial loss, other than the extent of the City's insurance deductible.

Various claims and lawsuits involving the City can be pending at any given time. These claims are either covered by insurance or are the types which are normal in view of the City's operations and which do not present any material risk of financial disruption. City management believes that the total amount of liability, if any, which may arise from such claims and lawsuits beyond that which is covered by insurance would not have a material effect on the City's financial condition or its ability to carry on its activities substantially as now conducted.

In conjunction with one case that was at the Court of Appeals, the City was required to secure a letter of credit in an amount equal to the judgement of approximately \$350,000. The City has supplied such letter of credit, and has taken budgeting steps to reserve funds in a dedicated account. The case concluded in August 2021, and the City did not experience any financial consequences that were not planned. Please refer to Note 18 for additional details.

18 - Subsequent Events

On July 7, 2021 the city purchased a motel property located at 2346 NE Division St for use as a managed transitional shelter for a total purchase price of \$2,518,350. The City received a \$2.95 million grant (Project Turnkey) from the Oregon Community Foundation for the purchase and future rehabilitation improvements to the property.

On July 21, 2021 the City sold property located at 62295 Boyd Acres Road for net proceeds of \$1,727,806. On August 24, 2021 the land sale proceeds were used to pay off the outstanding \$1,160,000 principal balance of the Fire equipment and facilities, series 2016 Direct borrowing and direct placement obligation for the Boyd Acres facility.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2021

18 - Subsequent Events (Continued)

The City sold four lots in the Juniper Ridge Employment Subdistrict Phase 1 & 2 for a total of \$1,832,321 between July 1, 2021 and October 27, 2021. Proceeds from the land sales are held in the City's General Fund and will primarily be used to facilitate the additional development and management of City-owned property in Juniper Ridge.

In August 2021, a case involving the legality of 2017 changes to the City's room tax code was decided by the Oregon Court of Appeals. The court concluded state law requires that the City must allocate no less than 35.4% of its total room tax revenues to tourism purposes, rather than the 31.2% allocation made effective through a 2017 change to the City code. To respond to the ruling, the City recently amended its code to restore the 35.4% allocation. Because the City accounted for the possibility of the outcome, the decision is not expected to have an unexpected impact on the City's financial position. As of June 30, 2021, the General Fund had \$1.7 million in restricted fund balance equal to the increased allocation of room tax revenues for tourism purposes, which will be transferred to the Tourism Fund in fiscal year 2022.

On September 13, 2021 the city acquired property located at 275 NE Street for a total purchase price of \$2,002,883 for the purpose of converting the existing warming shelter to a year-round shelter for community members experiencing houselessness.



CITY OF BEND

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REQUIRED SUPPLEMENTARY INFORMATION

GENERAL FUND AND MAJOR SPECIAL REVENUE FUNDS

General Fund

This fund accounts for the City's police and municipal court operations, allocation of general discretionary revenues and other general services of the City not accounted for in any other fund. Principal sources of revenue are property taxes, transient room taxes, franchise fees, intergovernmental revenues and municipal court fines. Primary expenditures are for police and municipal court operations and transfers of general discretionary revenues to other governmental funds.

Streets & Operations Fund

This fund accounts for the City's street maintenance and transportation engineering operations that are funded mainly by state highway apportionment, garbage franchise fees, charges for services, grants, and allocation of general discretionary revenues.

Fire/EMS Fund

This fund accounts for the fire suppression, prevention, and emergency medical services which are funded primarily by general fund discretionary revenues, fire protection contracts, charges for emergency medical services, property taxes, and transient room taxes.

System Development Charges (SDC) Fund

This fund accounts for the collection of system development charges for street, water and water reclamation systems. Revenues are used to fund eligible construction projects.

**City of Bend, Oregon
General Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021**

	Biennium Budget		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget Over/Under
	Original	Final				
Revenues						
Property taxes:						
Current year's property tax levy	\$ 67,297,000	\$ 65,785,600	\$ 32,725,899	\$ 34,584,249	\$ 67,310,148	\$ 1,524,548
Delinquent property taxes	1,444,000	1,727,000	1,247,737	635,306	1,883,043	156,043
Room taxes	14,385,000	10,605,700	5,879,199	7,503,411	13,382,610	2,776,910
Marijuana taxes	3,054,300	2,363,600	1,066,470	1,356,461	2,422,931	59,331
Construction excise taxes	-	120,000	-	-	-	(120,000)
Franchise fees	19,134,600	16,272,200	8,186,174	8,518,649	16,704,823	432,623
Intergovernmental	8,306,700	12,695,350	3,810,586	5,944,745	9,755,331	(2,940,019)
Licenses and permits	207,800	207,800	91,288	86,782	178,070	(29,730)
Charges for services:						
Charges to others	768,400	2,045,000	683,514	1,462,630	2,146,144	101,144
Contributions	-	-	6,000	-	6,000	6,000
Fines and forfeitures	2,367,400	2,085,100	1,059,436	791,689	1,851,125	(233,975)
Investment earnings	413,200	413,200	213,453	218,256	431,709	18,509
Miscellaneous	40,600	40,600	10,631	65,591	76,222	35,622
Total Revenues	117,419,000	114,361,150	54,980,387	61,167,769	116,148,156	1,787,006
Expenditures						
Accessibility program	583,900	585,800	283,740	229,786	513,526	72,274
Municipal court program	1,806,000	1,720,300	876,788	765,963	1,642,751	77,549
Code enforcement program	1,449,300	1,429,700	706,021	626,741	1,332,762	96,938
Community projects program	3,113,100	8,316,350	1,568,669	3,110,651	4,679,320	3,637,030
Police program	61,757,700	58,997,000	28,635,004	29,285,520	57,920,524	1,076,476
Growth management program	3,797,100	3,259,800	1,592,808	1,126,405	2,719,213	540,587
Contingency	5,080,900	4,623,600	-	-	-	4,623,600
Reserves	1,679,300	1,679,300	-	-	-	1,679,300
Total Expenditures	79,267,300	80,611,850	33,663,030	35,145,066	68,808,096	11,803,754
Excess (deficiency) of revenues over (under) expenditures	38,151,700	33,749,300	21,317,357	26,022,703	47,340,060	13,590,760
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	207,500	215,302	2,134,268	2,349,570	2,142,070
Insurance proceeds	-	-	6,335	-	6,335	6,335
Advances to other governments	(200,000)	(200,000)	(57,000)	(70,000)	(127,000)	73,000
Repayments from other governments	170,000	170,000	56,000	57,000	113,000	(57,000)
Payment of interfund loan	(1,389,300)	(1,827,600)	(390,000)	(565,780)	(955,780)	871,820
Interfund loan repayments	1,889,300	2,327,600	1,055,000	798,780	1,853,780	(473,820)
Transfers in	170,000	270,000	78,249	122,676	200,925	(69,075)
Transfers out	(48,385,100)	(44,445,000)	(22,220,029)	(21,646,183)	(43,866,212)	578,788
Total Other Financing Sources (Uses)	(47,745,100)	(43,497,500)	(21,256,143)	(19,169,239)	(40,425,382)	3,072,118
Net changes in fund balance	(9,593,400)	(9,748,200)	61,214	6,853,464	6,914,678	16,662,878
Beginning Fund Balance	9,593,400	9,748,200	9,748,175	9,809,389	9,748,175	(25)
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 9,809,389	\$ 16,662,853	\$ 16,662,853	\$ 16,662,853

Reconciliation of Budgetary basis to GAAP basis

Stabilization fund budgeted as separate fund (1)	4,310,400
Advances to/from other governments reported as receivables on GAAP basis	70,000
Advances to/from other funds reported as receivables on GAAP basis	17,000
Assets held for resale	4,416,668
Unrealized gain/(loss) from investments	227,364
Combined Ending Fund Balance - GAAP Basis	<u>\$ 25,704,285</u>

(1) Includes: General Fund and General Fund Stabilization Fund (page 150).

City of Bend, Oregon
Streets & Operations Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	Biennium Budget		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Franchise fees	\$ 1,765,200	\$ 2,366,100	\$ 859,323	\$ 1,284,221	\$ 2,143,544	\$ (222,556)
Intergovernmental:						
State highway fund apportionment	15,228,000	13,024,700	6,207,514	6,860,481	13,067,995	43,295
Grants and agreements	1,381,800	2,622,400	1,966,691	756,410	2,723,101	100,701
Charges for services:						
Charges to others	-	-	-	22,456	22,456	22,456
Charges to other City funds	486,000	486,000	184,171	280,386	464,557	(21,443)
Investment earnings	39,400	39,400	4,310	43,205	47,515	8,115
Miscellaneous	48,000	48,000	180,677	34,094	214,771	166,771
Total Revenues	18,948,400	18,586,600	9,402,686	9,281,253	18,683,939	97,339
Expenditures						
Current:						
Infrastructure	33,854,900	28,905,400	14,325,880	10,188,439	24,514,319	4,391,081
Interfund charges	6,697,000	6,348,200	3,041,839	3,181,943	6,223,782	124,418
Debt service	641,000	1,538,000	343,443	1,105,255	1,448,698	89,302
Contingency	351,200	351,200	-	-	-	351,200
Total Expenditures	41,544,100	37,142,800	17,711,162	14,475,637	32,186,799	4,956,001
Excess (deficiency) of revenues over (under) expenditures	(22,595,700)	(18,556,200)	(8,308,476)	(5,194,384)	(13,502,860)	5,053,340
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	60,940	69,468	130,408	130,408
Insurance proceeds	-	-	-	4,757	4,757	4,757
Issuance of long-term debt	2,856,000	3,756,000	1,519,741	1,959,200	3,478,941	(277,059)
Premium on issuance of long-term debt	-	-	221,872	-	221,872	221,872
Transfers in	15,697,700	13,183,000	7,273,995	6,026,469	13,300,464	117,464
Transfers out	(105,100)	(105,100)	(44,855)	(64,303)	(109,158)	(4,058)
Total Other Financing Sources (Uses)	18,448,600	16,833,900	9,031,693	7,995,591	17,027,284	193,384
Net changes in fund balance	(4,147,100)	(1,722,300)	723,217	2,801,207	3,524,424	5,246,724
Beginning Fund Balance (Deficit)	4,147,100	1,722,300	1,722,221	2,445,438	1,722,221	(79)
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 2,445,438	\$ 5,246,645	\$ 5,246,645	\$ 5,246,645

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	82,401
Ending Fund Balance - GAAP Basis	<u>\$ 5,329,046</u>

**City of Bend, Oregon
Fire/EMS Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021**

	Biennium Budget		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Property taxes:						
Current year's property tax levy	\$ 4,857,200	\$ 4,748,600	\$ 2,362,314	\$ 2,496,137	\$ 4,858,451	\$ 109,851
Delinquent property taxes	78,900	104,200	84,685	45,725	130,410	26,210
Room taxes	430,700	334,100	176,024	224,653	400,677	66,577
Intergovernmental	8,592,200	11,745,000	6,712,520	5,886,208	12,598,728	853,728
Charges for services:						
Charges to others	10,385,700	8,651,400	4,310,455	4,374,464	8,684,919	33,519
Charges to other City funds	9,800	9,800	4,925	4,944	9,869	69
Contributions	4,400	4,400	825	975	1,800	(2,600)
Investment earnings	138,800	138,800	30,071	60,175	90,246	(48,554)
Miscellaneous	123,000	123,000	52,210	66,732	118,942	(4,058)
Total Revenues	24,620,700	25,859,300	13,734,029	13,160,013	26,894,042	1,034,742
Expenditures						
Current:						
Public safety	49,751,400	50,899,100	24,628,795	24,295,406	48,924,201	1,974,899
Interfund charges	7,010,100	6,962,700	3,841,614	3,060,335	6,901,949	60,751
Debt service	1,262,000	4,053,000	575,561	3,389,687	3,965,248	87,752
Contingency	3,547,000	3,402,400	-	-	-	3,402,400
Reserved for maintenance	100,000	100,000	-	-	-	100,000
Total Expenditures	61,670,500	65,417,200	29,045,970	30,745,428	59,791,398	5,625,802
Excess (deficiency) of revenues over (under) expenditures	(37,049,800)	(39,557,900)	(15,311,941)	(17,585,415)	(32,897,356)	6,660,544
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	36,450	42,367	78,817	78,817
Issuance of long-term debt	3,242,600	5,332,400	1,003,470	4,127,495	5,130,965	(201,435)
Premium on issuance of long-term debt	-	-	146,500	-	146,500	146,500
Transfers in	30,281,000	30,015,400	14,645,466	15,339,600	29,985,066	(30,334)
Transfers out	(121,200)	(121,200)	(40,935)	(55,988)	(96,923)	24,277
Total Other Financing Sources (Uses)	33,402,400	35,226,600	15,790,951	19,453,474	35,244,425	17,825
Net changes in fund balance	(3,647,400)	(4,331,300)	479,010	1,868,059	2,347,069	6,678,369
Beginning Fund Balance (Deficit)	3,647,400	4,331,300	4,331,326	4,810,336	4,331,326	26
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 4,810,336	\$ 6,678,395	\$ 6,678,395	\$ 6,678,395

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	64,998
Ending Fund Balance - GAAP Basis	<u>\$ 6,743,393</u>

City of Bend, Oregon
System Development Charges (SDC) Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
System development charges	\$ 29,046,500	\$ 37,073,600	\$ 18,516,062	\$ 18,687,705	\$ 37,203,767	\$ 130,167
Loan repayments	18,800	18,800	9,697	112,750	122,447	103,647
Investment earnings	273,700	273,700	217,182	495,334	712,516	438,816
Total Revenues	<u>29,339,000</u>	<u>37,366,100</u>	<u>18,742,941</u>	<u>19,295,789</u>	<u>38,038,730</u>	<u>672,630</u>
Expenditures						
Current:						
Interfund charges	344,600	344,600	177,930	191,206	369,136	(24,536)
Reserved for construction	3,973,800	3,973,800	-	-	-	3,973,800
Total Expenditures	<u>4,318,400</u>	<u>4,318,400</u>	<u>177,930</u>	<u>191,206</u>	<u>369,136</u>	<u>3,949,264</u>
Excess (deficiency) of revenues over (under) expenditures	<u>25,020,600</u>	<u>33,047,700</u>	<u>18,565,011</u>	<u>19,104,583</u>	<u>37,669,594</u>	<u>4,621,894</u>
Other Financing Sources (Uses)						
Transfers out	<u>(35,629,700)</u>	<u>(43,656,800)</u>	<u>(13,275,884)</u>	<u>(17,322,722)</u>	<u>(30,598,606)</u>	<u>13,058,194</u>
Total Other Financing Sources (Uses)	<u>(35,629,700)</u>	<u>(43,656,800)</u>	<u>(13,275,884)</u>	<u>(17,322,722)</u>	<u>(30,598,606)</u>	<u>13,058,194</u>
Net changes in fund balance	(10,609,100)	(10,609,100)	5,289,127	1,781,861	7,070,988	17,680,088
Beginning Fund Balance (Deficit)	10,609,100	10,609,100	14,087,441	19,376,568	14,087,441	3,478,341
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,376,568</u>	<u>\$ 21,158,429</u>	<u>\$ 21,158,429</u>	<u>\$ 21,158,429</u>
Reconciliation of Budgetary basis to GAAP basis						
Unrealized gain (loss) on investments					481,168	
Ending Fund Balance - GAAP Basis					<u>\$ 21,639,597</u>	

City of Bend, Oregon
Oregon Public Employee Retirement Pension Plan (OPERS)
Schedule of the City's Proportionate Share of Net Pension Liability/(Asset)
Last ten fiscal years (1)

	2014	2015	2016	2017	2018	2019	2020	2021
City's proportion of the net pension liability/(asset)	0.37690343	0.37690343	0.37689702	0.37779751	0.39951843	0.38864905	0.42459686	0.38209410
City's proportionate share of the net pension liability/(asset)	\$ 19,233,934	\$ (8,543,325)	\$ 21,639,397	\$ 56,716,178	\$ 53,855,238	\$ 58,875,212	\$ 73,445,091	\$ 83,386,078
City's covered payroll	31,848,035	36,565,264	33,753,314	35,860,584	38,825,140	46,751,374	50,507,661	52,405,828
City's proportionate share of the net pension (asset)/liability as a percentage of its covered payroll	60.39 %	(23.36)%	64.11 %	158.16%	138.71%	125.93%	145.41%	159.12%
Plan fiduciary net position as a percentage of the total pension (asset)/liability	91.97 %	103.59 %	91.90 %	80.53%	83.12%	82.07%	80.23%	75.79%

(1) Only years with available information are presented.

Oregon Public Employee Retirement Pension Plan (OPERS)
Schedule of the City's Pension Plan Contributions
Last ten fiscal years (1)

	2014	2015	2016	2017	2018	2019	2020	2021
Contractually required Contributions	\$ 3,765,119	\$ 3,758,247	\$ 5,005,056	\$ 5,338,248	\$ 7,503,113	\$ 8,021,340	\$ 10,741,226	\$10,347,276
Contributions in relation to the contractually required contributions	(3,765,119)	(3,758,247)	(5,005,056)	(5,338,248)	(7,503,113)	(8,021,340)	(10,741,226)	(10,347,276)
Contribution deficiency / (excess)	-	-	-	-	-	-	(14,067,924)	-
City's covered payroll	36,565,264	33,753,314	35,860,584	38,825,140	46,751,374	50,507,661	52,405,828	55,380,378
Contributions as a percentage of its covered payroll	11.82 %	10.28 %	13.96 %	13.75 %	16.05 %	15.88 %	20.50 %	18.68 %

(1) Only years with available information are presented.

City of Bend, Oregon
Oregon Public Employee Retirement Health Insurance Account (OPERS RHIA)
Schedule of the City's Proportionate Share of Net OPEB Liability/(Asset)
Last ten fiscal years (1)

	2016 (2)	2017	2018	2019	2020	2021
City's proportion of the net pension (asset)/liability	-	0.42428630	0.42821716	0.44864579	0.46878896	0.30914873
City's proportionate share of the net pension liability/(asset)	\$ -	\$ 115,220	\$ (178,712)	\$ (500,810)	\$ (905,869)	\$ (629,922)
City's covered payroll	-	35,860,584	38,825,140	46,751,374	50,507,661	52,405,828
City's proportionate share of the net pension (asset)/liability as a percentage of its covered payroll	- %	0.32 %	(0.46)%	(1.07)%	(1.79)%	(1.20)%
Plan Fiduciary net position as a percentage of the total pension (asset)/liability	- %	94.14 %	108.88 %	123.99 %	144.35 %	150.09 %

(1) Only years with available information are presented.

(2) Actuarial information not available

Oregon Public Employee Retirement Health Insurance Account (OPERS RHIA)
Schedule of the City's OPEB Plan Contributions
Last ten fiscal years (1)

	2016 (2)	2017 (2)	2018	2019	2020	2021
Statutorily required contributions	\$ -	\$ -	\$ 217,236	\$ 215,341	\$ 232,794	\$ 244,814
Contributions in relation to the statutorily required contributions	-	-	(217,236)	(215,341)	(232,794)	(244,814)
City's covered payroll	-	-	46,751,374	50,507,661	52,405,828	55,380,378
Contributions as a percentage of its covered payroll	- %	- %	0.46 %	0.43 %	0.44 %	0.44 %

(1) Only years with available information are presented.

(2) Actuarial information not available

City of Bend, Oregon
Health Insurance Continuation and Stand Alone Plans (HIC)
Schedule of Changes in the City's Total OPEB Liability and Related Ratios
Last ten fiscal years (1)

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Total OPEB liability - beginning	\$38,246,251	\$40,298,039	\$42,922,536	\$57,066,987
Service cost	1,509,570	1,562,405	1,634,918	1,692,140
Interest	1,350,885	1,450,435	1,984,877	1,311,295
Differences between expected and actual experience	-	(237,439)	-	(5,804,312)
Changes of assumption or other input	-	687,979	11,422,805	(3,368,418)
Benefit payments	<u>(808,667)</u>	<u>(838,883)</u>	<u>(898,149)</u>	<u>(958,732)</u>
Net change in total OPEB liability	<u>2,051,788</u>	<u>2,624,497</u>	<u>14,144,451</u>	<u>(7,128,027)</u>
Total OPEB liability - ending	\$40,298,039	\$42,922,536	\$57,066,987	\$49,938,960
Covered employee payroll	46,751,374	50,507,661	52,405,828	55,380,378
Total OPEB liability as a percentage of covered employee payroll	86.20 %	84.98 %	108.89 %	90.17 %

(1) Only years with available information are presented.

City of Bend, Oregon
Notes to the Required Supplementary Information
Fiscal Year Ended June 30, 2021

Required Supplementary Information includes budgetary comparisons for the General Fund, the Transportation Operations Fund, the Fire/EMS Fund, and the System Development Charges Fund. The budgetary comparison information for all other funds can be found in Other Supplementary Information which follows this section.

Note 1 - Budgetary Information

Municipal budgets are adopted on a basis consistent with Oregon Revised Statutes (ORS 294 – Local Budget Law) and generally accepted accounting principles (GAAP). The City Manager is responsible for submitting a proposed budget to the Budget Committee comprised of the City Council and an equal number of citizens of the City. The City is required to prepare a budget for each fund that is balanced in accordance with Oregon Revised Statutes. Each fund is budgeted on the modified accrual basis of accounting.

The Budget Committee conducts public hearings for the purpose of obtaining citizens' comments, and then approves a budget and submits it to the City Council for final adoption. The approved expenditures for each fund may not be increased by more than 10 percent by Council without returning to the Budget Committee for a second approval. After the Council adopts the budget and certifies the total ad valorem taxes to be levied, no additional tax levy may be made for that budget period.

The City Council legally adopts the biennial budget by resolution before July 1 of odd numbered years. The resolution establishes appropriations for each fund and sets the level by which expenditures and other uses cannot legally exceed appropriations. In the General Fund and the Internal Service Fund, the levels of budgetary control established by resolution are set at the program/division level. For all other funds, the levels of budgetary control are personal services, materials and services, debt service, capital outlay, transfers and operating contingency.

Appropriations lapse at the end of the biennium for goods or services not yet received. The City Council may modify the budget by transferring appropriations between levels of control and by adopting supplemental budgets. Unexpected additional resources may be added to the budget through the use of a supplemental budget. Some supplemental budgets require hearings before the public, publications in newspapers and approval by the City Council. Original and supplemental budgets may be modified by the use of appropriation transfers between the levels of control. Such transfers require approval by the City Council. Supplemental appropriations were approved by the City Council for the 2019-21 biennium. All appropriations terminate on June 30, 2021.

City of Bend, Oregon
Notes to the Required Supplementary Information
Fiscal Year Ended June 30, 2021

Note 2 - OPERS Actuarial Assumptions and Methods Used to Actuarially Determine Contributions

The following actuarial assumptions accompany the following schedules: OPERS Schedule of the City's Proportionate Share of Net Pension Liability/(Asset), OPERS Schedule of the City's Pension Plan Contributions, OPERS RHIA Schedule of the City's proportionate Share of Net OPEB Liability/(Asset), and OPERS RHIA Schedule of the City's OPEB Plan Contributions.

	2016	2017	2018	2019	2020	2021
Actuarial Valuation Date	December 31, 2013	December 31, 2014	December 31, 2015	December 31, 2016	December 31, 2017	December 31, 2018
Measurement Date	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Actuarial Valuation Method	Market Value	Market Value	Market Value	Market Value	Market Value	Market Value
Actuarial Assumption						
Inflation Rate	2.5 percent	2.5 percent	2.5 percent	2.5 percent	2.5 percent	2.5 percent
Projected salary increases	3.5 percent	3.5 percent	3.5 percent	3.5 percent	3.5 percent	3.5 percent
Investment rate of return	7.5 percent	7.5 percent	7.2 percent	7.2 percent	7.2 percent	7.2 percent
Changes in assumptions	none	none	Investment rate of return decreased from 7.5% to 7.2%	none	none	none

Note 3 - OPEB Actuarial Assumptions and Methods to Actuarially Determine Contributions

The following actuarial assumptions accompany the Schedule of Changes in the City's Total OPEB Liability and Related Ratios.

	2018	2019	2020	2021
Actuarial Valuation Date	July 1, 2017	July 1, 2018	July 1, 2018	July 1, 2020
Measurement Date	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
Actuarial Assumptions				
Inflation Rate	2.5 percent	2.5 percent	2.5 percent	2.0 percent
Discount Rate	3.5 percent	3.5 percent	2.25 percent	2.25 percent
Healthcare cost trend rates	5.0-6.4 percent	5.0-7.0 percent	5.0-7.0 percent	4.5-6.5 percent
Changes in assumptions (1)	none	none	none	none

(1) Changes in assumptions are changes other than rate changes which are shown year over year above.



CITY OF BEND

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OTHER SUPPLEMENTARY INFORMATION

City of Bend, Oregon
General Fund and Major Special Revenue Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ended June 30, 2021

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>General Fund</u>			
Code enforcement program	\$ 1,217,300	\$ 1,122,693	\$ 94,607
Community projects program	8,316,350	4,679,320	3,637,030
Growth management program	2,494,400	1,954,309	540,091
Accessibility program	427,000	354,726	72,274
Municipal court program	1,299,300	1,221,751	77,549
Police program	51,105,200	50,002,830	1,102,370
Transfers	55,922,000	54,421,459	1,500,541
Contingency	4,623,600	-	4,623,600
Reserves	1,679,300	-	1,679,300
Total General Fund	<u>\$ 127,084,450</u>	<u>\$ 113,757,088</u>	<u>\$ 13,327,362</u>
<u>Streets & Operations Fund</u>			
Infrastructure program	\$ 28,905,400	\$ 24,514,319	\$ 4,391,081
Debt service	1,538,000	1,448,698	89,302
Transfers	6,453,300	6,332,940	120,360
Contingency	351,200	-	351,200
Total Streets & Operations Fund	<u>\$ 37,247,900</u>	<u>\$ 32,295,957</u>	<u>\$ 4,951,943</u>
<u>Fire/EMS Fund</u>			
Public Safety program	\$ 50,899,100	\$ 48,924,201	\$ 1,974,899
Debt service	4,053,000	3,965,248	87,752
Transfers	7,083,900	6,998,872	85,028
Contingency	3,402,400	-	3,402,400
Reserves	100,000	-	100,000
Total Fire/EMS Fund	<u>\$ 65,538,400</u>	<u>\$ 59,888,321</u>	<u>\$ 5,650,079</u>
<u>System Development Charges (SDC) Fund</u>			
Transfers	\$ 44,001,400	\$ 30,967,742	\$ 13,033,658
Reserves	3,973,800	-	3,973,800
Total System Development Charges (SDC) Fund	<u>\$ 47,975,200</u>	<u>\$ 30,967,742</u>	<u>\$ 17,007,458</u>



CITY OF BEND

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MAJOR ENTERPRISE FUNDS

Water Fund

This fund accounts for the maintenance, operation and construction of the City's water intake, purification and delivery systems. Primary revenues are user fees and system development charges.

Water Reclamation Fund

This fund accounts for the maintenance, operation and construction of the City's wastewater collection and treatment system. Primary revenues are user fees, system development charges, and proceeds from the issuance of debt.

City of Bend, Oregon
Water Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	Biennium Budget		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ 70,200	\$ 80,100	\$ 23,819	\$ 169,687	\$ 193,506	\$ 113,406
Charges for services:						
Charges to others	42,102,600	42,102,600	19,777,901	20,939,354	40,717,255	(1,385,345)
Charges to other City funds	444,800	444,800	147,118	143,605	290,723	(154,077)
Contributions	-	-	60,341	-	60,341	60,341
Loan repayments	218,000	218,000	91,000	90,023	181,023	(36,977)
Investment earnings	1,973,000	1,973,000	647,821	891,959	1,539,780	(433,220)
Miscellaneous	61,200	61,200	20,063	217,575	237,638	176,438
Total Revenues	44,869,800	44,879,700	20,768,063	22,452,203	43,220,266	(1,659,434)
Expenditures						
Current:						
Infrastructure	36,704,400	34,108,100	14,440,791	13,488,741	27,929,532	6,178,568
Interfund charges	6,415,000	5,865,400	3,261,256	2,576,644	5,837,900	27,500
Debt service	8,389,000	9,880,000	4,138,824	5,391,465	9,530,289	349,711
Contingency	4,853,600	4,853,600	-	-	-	4,853,600
Reserved for rate stabilization	1,500,000	1,500,000	-	-	-	1,500,000
Reserved for construction	41,554,800	44,606,200	-	-	-	44,606,200
Reserved for maintenance	5,000,000	5,000,000	-	-	-	5,000,000
Total Expenditures	104,416,800	105,813,300	21,840,871	21,456,850	43,297,721	62,515,579
Excess (deficiency) of revenues over (under) expenditures	(59,547,000)	(60,933,600)	(1,072,808)	995,353	(77,455)	60,856,145
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	55,460	746	56,206	56,206
Issuance of long-term debt	1,295,400	2,795,400	1,118,882	1,425,876	2,544,758	(250,642)
Premium on issuance of long-term debt	-	-	163,349	-	163,349	163,349
Transfers in	5,984,200	6,023,400	3,126,416	4,171,414	7,297,830	1,274,430
Transfers out	(228,400)	(381,000)	(114,200)	(114,200)	(228,400)	152,600
Total Other Financing Sources (Uses)	7,051,200	8,437,800	4,349,907	5,483,836	9,833,743	1,395,943
Net changes in fund balance	(52,495,800)	(52,495,800)	3,277,099	6,479,189	9,756,288	62,252,088
Beginning Fund Balance (Deficit)	52,495,800	52,495,800	54,997,254	58,274,353	54,997,254	2,501,454
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 58,274,353	\$ 64,753,542	\$ 64,753,542	\$ 64,753,542

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	927,948
Capital assets, net of accumulated depreciation	181,472,018
Deferred outflows from pensions	2,572,208
Deferred outflows from OPEB	540,757
Compensated absences	(410,473)
Interest Payable	(186,712)
Long-term debt	(55,171,625)
Other post-employment benefits payable	(2,781,029)
Net pension liability	(4,702,973)
Deferred inflows from pensions	(317,142)
Deferred Inflow from OPEB	(480,404)
Deferred inflows from debt refunding	(268,032)
Insurance claims	(1,003)
Net Position - GAAP Basis	\$ 185,947,080

City of Bend, Oregon
Water Reclamation Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ 319,800	\$ 326,200	\$ 93,238	\$ 216,391	\$ 309,629	\$ (16,571)
Charges for services:						
Charges to others	64,726,300	64,726,300	30,968,594	32,009,215	62,977,809	(1,748,491)
Charges to other City funds	59,000	59,000	22,234	22,834	45,068	(13,932)
Loan repayments	-	-	1,381	23,940	25,321	25,321
Investment earnings	1,610,400	1,610,400	566,481	1,094,801	1,661,282	50,882
Miscellaneous	24,800	24,800	50,194	45,575	95,769	70,969
Total Revenues	66,740,300	66,746,700	31,702,122	33,412,756	65,114,878	(1,631,822)
Expenditures						
Current:						
Infrastructure	114,875,800	118,953,600	49,459,803	50,321,846	99,781,649	19,171,951
Interfund charges	15,408,100	13,376,400	7,732,073	5,562,123	13,294,196	82,204
Debt service	22,978,000	30,038,000	8,753,277	16,234,393	24,987,670	5,050,330
Contingency	3,128,600	3,128,600	-	-	-	3,128,600
Reserved for maintenance	5,000,000	5,000,000	-	-	-	5,000,000
Reserved for rate stabilization	1,000,000	1,000,000	-	-	-	1,000,000
Reserved for debt service	4,611,500	4,611,500	-	-	-	4,611,500
Reserved for construction	25,338,200	25,535,500	-	-	-	25,535,500
Total Expenditures	192,340,200	201,643,600	65,945,153	72,118,362	138,063,515	63,580,085
Excess (deficiency) of revenues over (under) expenditures	(125,599,900)	(134,896,900)	(34,243,031)	(38,705,606)	(72,948,637)	61,948,263
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	19,880	31,788	51,668	51,668
Issuance of long-term debt	50,671,000	57,771,000	4,068,875	58,881,065	62,949,940	5,178,940
Premium on issuance of long-term debt	-	-	-	11,079,874	11,079,874	11,079,874
Transfers in	9,292,100	11,680,000	6,242,286	6,111,756	12,354,042	674,042
Transfers out	(227,400)	(418,300)	(118,500)	(113,900)	(232,400)	185,900
Total Other Financing Sources (Uses)	59,735,700	69,032,700	10,212,541	75,990,583	86,203,124	17,170,424
Net changes in fund balance	(65,864,200)	(65,864,200)	(24,030,490)	37,284,977	13,254,487	79,118,687
Beginning Fund Balance (Deficit)	65,864,200	65,864,200	67,628,774	43,598,284	67,628,774	1,764,574
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,598,284</u>	<u>\$ 80,883,261</u>	<u>\$ 80,883,261</u>	<u>\$ 80,883,261</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	783,338
Capital assets, net of accumulated depreciation	367,552,864
Deferred outflows from pensions	2,845,849
Deferred outflows from OPEB	598,283
Compensated absences	(434,565)
Interest Payable	(1,317,332)
Long-term debt	(184,111,840)
Other post-employment benefits payable	(3,076,884)
Net pension liability	(5,203,291)
Deferred inflows from pensions	(350,879)
Deferred Inflow from OPEB	(531,509)
Insurance claims	(1,346)
Net Position - GAAP Basis	<u><u>\$ 257,635,949</u></u>

City of Bend, Oregon
Other Major Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ended June 30, 2021

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>Water Fund</u>			
Infrastructure program	\$ 34,108,100	\$ 27,929,532	\$ 6,178,568
Debt service	9,880,000	9,530,289	349,711
Transfers	6,246,400	6,066,300	180,100
Contingency	4,853,600	-	4,853,600
Reserves	51,106,200	-	51,106,200
Total Water Fund	<u>\$ 106,194,300</u>	<u>\$ 43,526,121</u>	<u>\$ 62,668,179</u>
<u>Water Reclamation Fund</u>			
Infrastructure program	\$ 118,953,600	\$ 99,781,649	\$ 19,171,951
Debt service	30,038,000	24,987,670	5,050,330
Transfers	13,794,700	13,526,596	268,104
Contingency	3,128,600	-	3,128,600
Reserves	36,147,000	-	36,147,000
Total Water Reclamation Fund	<u>\$ 202,061,900</u>	<u>\$ 138,295,915</u>	<u>\$ 63,765,985</u>



CITY OF BEND

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MAJOR AND NONMAJOR GOVERNMENTAL FUNDS

City of Bend, Oregon
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2021

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Cemetery Permanent Maintenance Fund	Total Nonmajor Governmental Funds
Assets					
Pooled cash and investments	\$ 27,358,713	\$ 291,726	\$ 1,516,772	\$ -	\$ 29,167,211
Restricted cash and investments	1,574,194	7,051,399	229,366	762,632	9,617,591
Receivables:					
Taxes	505,921	86,729	-	-	592,650
Accounts, net	58,536	-	92,366	-	150,902
Interest	142,362	-	-	-	142,362
Due from other governments	131,249	-	11,317	-	142,566
Prepays and deposits	2,400	-	-	-	2,400
Assessments receivable, net	3,856	-	-	-	3,856
Loans and notes receivable, net	13,725,459	-	750,000	-	14,475,459
Total Assets	<u>\$ 43,502,690</u>	<u>\$ 7,429,854</u>	<u>\$ 2,599,821</u>	<u>\$ 762,632</u>	<u>\$ 54,294,997</u>
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)					
Liabilities					
Accounts payable	\$ 255,746	\$ -	\$ 218,577	\$ -	\$ 474,323
Salaries and benefits payable	150,025	-	2,889	-	152,914
Retainage payable	-	-	6,554	-	6,554
Other accrued liabilities	100	-	-	-	100
Deposits - restricted	644,621	-	-	-	644,621
Due to other funds	17,000	-	352,334	-	369,334
Total Liabilities	<u>1,067,492</u>	<u>-</u>	<u>580,354</u>	<u>-</u>	<u>1,647,846</u>
Deferred Inflows of Resources					
Unavailable revenue - property taxes	-	58,094	-	-	58,094
Unavailable revenue - assessments & loans	13,930,212	-	750,000	-	14,680,212
Unavailable revenue - other billings and fees	-	-	28,531	-	28,531
Total Deferred Inflows of Resources	<u>13,930,212</u>	<u>58,094</u>	<u>778,531</u>	<u>-</u>	<u>14,766,837</u>
Fund Balances (Deficits)					
Nonspendable:					
Permanent maintenance funds	-	-	-	762,632	762,632
Restricted for:					
External grantor covenant	954	-	-	-	954
Outside debt covenant	-	7,080,034	-	-	7,080,034
Outside construction covenant	-	-	38,933	-	38,933
State law revenue restriction	6,491,299	-	-	-	6,491,299
Committed:					
Planning support services	8,545,872	-	-	-	8,545,872
Assigned:					
Construction activities	-	-	1,554,337	-	1,554,337
Building support services	12,738,848	-	-	-	12,738,848
Community development operations	125,904	-	-	-	125,904
Debt service	-	291,726	-	-	291,726
Reserves for police operations	602,109	-	-	-	602,109
Unassigned	-	-	(352,334)	-	(352,334)
Total Fund Balances (Deficits)	<u>28,504,986</u>	<u>7,371,760</u>	<u>1,240,936</u>	<u>762,632</u>	<u>37,880,314</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 43,502,690</u>	<u>\$ 7,429,854</u>	<u>\$ 2,599,821</u>	<u>\$ 762,632</u>	<u>\$ 54,294,997</u>

City of Bend, Oregon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Nonmajor Governmental Funds
For the fiscal year ended June 30, 2021

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Cemetery Permanent Maintenance Fund	Total Nonmajor Governmental Funds
Revenues					
Property taxes	\$ -	\$ 3,833,775	\$ -	\$ -	\$ 3,833,775
Room taxes	3,504,587	-	-	-	3,504,587
Franchise fees	-	-	853,692	-	853,692
Intergovernmental	3,185,497	234,317	30,018	-	3,449,832
Assessments	132,547	-	-	-	132,547
Licenses and permits	5,457,792	-	-	-	5,457,792
Charges for services	8,348,889	1,142,111	-	-	9,491,000
Contributions	7,634	-	-	-	7,634
Loan repayments	656,037	-	-	-	656,037
Permanent maintenance fees	-	-	-	5,144	5,144
Investment earnings	92,280	23,854	9,680	85,504	211,318
Miscellaneous	1,297	-	-	-	1,297
Total Revenues	<u>21,386,560</u>	<u>5,234,057</u>	<u>893,390</u>	<u>90,648</u>	<u>27,604,655</u>
Expenditures					
Current:					
Public safety	-	5,404	-	-	5,404
Infrastructure	-	500	272,531	-	273,031
Community and economic development	19,554,425	-	-	-	19,554,425
Permanent maintenance	-	-	-	5,192	5,192
Urban renewal	182,874	10,331	1,359,408	-	1,552,613
Debt service:					
Principal	-	7,418,699	1,347,700	-	8,766,399
Interest	-	1,314,724	54,112	-	1,368,836
Capital outlay	36,200	-	996,040	-	1,032,240
Total Expenditures	<u>19,773,499</u>	<u>8,749,658</u>	<u>4,029,791</u>	<u>5,192</u>	<u>32,558,140</u>
Excess (deficiency) of revenues over expenditures	<u>1,613,061</u>	<u>(3,515,601)</u>	<u>(3,136,401)</u>	<u>85,456</u>	<u>(4,953,485)</u>
Other Financing Sources (Uses)					
Issuance of long-term debt	-	4,332,205	1,854,200	-	6,186,405
Transfers in	564,124	5,000	565,395	-	1,134,519
Transfers out	(371,668)	(568,595)	(1,190,162)	(20,186)	(2,150,611)
Total Other Financing Sources (Uses)	<u>192,456</u>	<u>3,768,610</u>	<u>1,229,433</u>	<u>(20,186)</u>	<u>5,170,313</u>
Net change in fund balances	1,805,517	253,009	(1,906,968)	65,270	216,828
Fund Balances (Deficits), July 1, 2020	<u>26,699,469</u>	<u>7,118,751</u>	<u>3,147,904</u>	<u>697,362</u>	<u>37,663,486</u>
Fund Balances (Deficits), June 30, 2021	<u>\$ 28,504,986</u>	<u>\$ 7,371,760</u>	<u>\$ 1,240,936</u>	<u>\$ 762,632</u>	<u>\$ 37,880,314</u>

NONMAJOR SPECIAL REVENUE FUNDS

BURA General Fund

This fund accounts for the operation and general service related to Urban Renewal. In fiscal year 2021 the BURA General Fund was closed and the Juniper Ridge Urban Renewal Construction Fund will serve as the BURA General Fund in future years.

Energy American Recovery and Reinvestment Act (ARRA) Grant Fund

This fund accounts for grant revenues and expenditures received for energy efficient related projects. In fiscal year 2021 the ARRA Grant Fund was closed and transferred to the ISF City-Wide Fund.

Helen Lorenz Estate Fund

This fund accounts for earnings received from the Helen Lorenz estate and expenditures to fund Public Safety purposes.

Building Fund

This fund accounts for the City's building permitting, inspection and compliance operations. The principal sources of revenues are permit fees and other fees charged for services provided.

Planning Fund

This fund accounts for the City's current planning activities. Revenues include plan review fees and transfers from other City Funds.

Private Development Engineering Fund

This fund is responsible for ensuring that all public improvements made in conjunction with community development are constructed to development standards so they can be accepted into the inventory of public assets in perpetuity. Revenue is mainly generated by user fees.

Community Development Block Grant (CDBG) Fund

This fund accounts for monies received from federal Community Development Block Grants. Revenues include grant receipts, as well as loan repayments from prior loan recipients. Expenditures are for the distribution of grants for qualified projects and/or loans to qualified recipients.

Affordable Housing Fund

This fund accounts for the affordable housing program. Funding is provided by a fee of one-third of one percent of the total building permit valuation for all building permits issued. Expenditures are for housing opportunities for residents at or below 80% of the median income.

Commercial and Industrial Construction Tax

This fund accounts for the Commercial and Industrial Construction Tax in accordance with Bend Code Chapter 9.45. Tax revenues are initially recorded in the City's General Fund and then transferred in to this Tax fund. Revenue is generated by a tax of one-third of one percent of permit valuation assessed for all building permits for commercial and industrial improvements that result in a new structure or additional square footage .

Business Advocacy Fund

This fund accounts for business license revenues and expenditures for the purpose of providing a liaison function between businesses and the City.

Tourism Fund

This fund accounts for tourism promotion sponsored by the City. The principal source of revenue is transient room tax allocations. Expenditures are to other agencies to promote tourism and economic development efforts.

Economic Improvement District (EID) Fund

This fund accounts for the collection and disbursement of assessments from the Downtown Economic Improvement District.

Police Reserves Fund

This fund accounts for the reserves of the police department.

City of Bend, Oregon
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2021

	BURA General Fund	Energy ARRA Grant Fund	Helen Lorenz Estate Fund	Building Fund
Assets				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ 12,821,273
Restricted cash and investments	-	-	38,810	3,317
Receivables:				
Taxes	-	-	-	-
Accounts, net	-	-	58,536	-
Interest	-	-	-	-
Due from other governments	-	-	-	-
Prepays and deposits	-	-	-	-
Assessments receivable, net	-	-	-	-
Loans and notes receivable, net	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 97,346</u>	<u>\$ 12,824,590</u>
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)				
Liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ 4,540
Salaries and benefits payable	-	-	-	77,885
Other accrued liabilities	-	-	-	-
Deposits - restricted	-	-	38,810	3,317
Due to other funds	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>38,810</u>	<u>85,742</u>
Deferred Inflows of Resources				
Unavailable revenue - assessments & loans	-	-	58,536	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>58,536</u>	<u>-</u>
Fund Balances (Deficits)				
Restricted for:				
External grantor covenant	-	-	-	-
State law revenue restriction	-	-	-	-
Committed:				
Planning support services	-	-	-	-
Assigned:				
Building support services	-	-	-	12,738,848
Community development operations	-	-	-	-
Reserves for police operations	-	-	-	-
Total Fund Balances (Deficits)	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,738,848</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 97,346</u>	<u>\$ 12,824,590</u>

City of Bend, Oregon
Combining Balance Sheet (Continued)
Nonmajor Special Revenue Funds
June 30, 2021

	Planning Fund	Private Development Engineering Fund	Community Development Block Grant (CDBG) Fund	Affordable Housing Fund
Assets				
Pooled cash and investments	\$ 3,994,694	\$ 4,667,567	\$ -	\$ 5,132,716
Restricted cash and investments	51,191	551,303	559	-
Receivables:				
Taxes	-	-	-	-
Accounts, net	-	-	-	-
Interest	-	-	11	142,351
Due from other governments	1,000	-	130,249	-
Prepays and deposits	-	-	1,200	1,200
Assessments receivable, net	-	-	-	-
Loans and notes receivable, net	-	-	5,850,511	7,874,948
Total Assets	\$ 4,046,885	\$ 5,218,870	\$ 5,982,530	\$ 13,151,215
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)				
Liabilities				
Accounts payable	\$ 53,728	\$ 1,602	\$ 109,735	\$ 74,663
Salaries and benefits payable	35,519	26,540	4,320	2,889
Other accrued liabilities	-	-	-	-
Deposits - restricted	51,191	551,303	-	-
Due to other funds	-	-	17,000	-
Total Liabilities	140,438	579,445	131,055	77,552
Deferred Inflows of Resources				
Unavailable revenue - assessments & loans	-	-	5,850,521	8,017,299
Total Deferred Inflows of Resources	-	-	5,850,521	8,017,299
Fund Balances (Deficits)				
Restricted for:				
External grantor covenant	-	-	954	-
State law revenue restriction	-	-	-	5,056,364
Committed:				
Planning support services	3,906,447	4,639,425	-	-
Assigned:				
Building support services	-	-	-	-
Community development operations	-	-	-	-
Reserves for police operations	-	-	-	-
Total Fund Balances (Deficits)	3,906,447	4,639,425	954	5,056,364
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	\$ 4,046,885	\$ 5,218,870	\$ 5,982,530	\$ 13,151,215

City of Bend, Oregon
Combining Balance Sheet (Continued)
Nonmajor Special Revenue Funds
June 30, 2021

	Business Advocacy Fund	Tourism Fund	Economic Improvement District (EID) Fund	Police Reserves Fund	Total Special Revenue Funds
Assets					
Pooled cash and investments	\$ 139,886	\$ -	\$ 468	\$ 602,109	\$ 27,358,713
Restricted cash and investments	-	929,014	-	-	1,574,194
Receivables:					
Taxes	-	505,921	-	-	505,921
Accounts, net	-	-	-	-	58,536
Interest	-	-	-	-	142,362
Due from other governments	-	-	-	-	131,249
Prepays and deposits	-	-	-	-	2,400
Assessments receivable, net	-	-	3,856	-	3,856
Loans and notes receivable, net	-	-	-	-	13,725,459
Total Assets	\$ 139,886	\$ 1,434,935	\$ 4,324	\$ 602,109	\$ 43,502,690
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)					
Liabilities					
Accounts payable	\$ 11,010	\$ -	\$ 468	\$ -	\$ 255,746
Salaries and benefits payable	2,872	-	-	-	150,025
Other accrued liabilities	100	-	-	-	100
Deposits - restricted	-	-	-	-	644,621
Due to other funds	-	-	-	-	17,000
Total Liabilities	13,982	-	468	-	1,067,492
Deferred Inflows of Resources					
Unavailable revenue - assessments & loans	-	-	3,856	-	13,930,212
Total Deferred Inflows of Resources	-	-	3,856	-	13,930,212
Fund Balances (Deficits)					
Restricted for:					
External grantor covenant	-	-	-	-	954
State law revenue restriction	-	1,434,935	-	-	6,491,299
Committed:					
Planning support services	-	-	-	-	8,545,872
Assigned:					
Building support services	-	-	-	-	12,738,848
Community development operations	125,904	-	-	-	125,904
Reserves for police operations	-	-	-	602,109	602,109
Total Fund Balances (Deficits)	125,904	1,434,935	-	602,109	28,504,986
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	\$ 139,886	\$ 1,434,935	\$ 4,324	\$ 602,109	\$ 43,502,690



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City of Bend, Oregon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Nonmajor Special Revenue Funds
For the fiscal year ended June 30, 2021

	BURA General Fund	Energy ARRA Grant Fund	Helen Lorenz Estate Fund	Building Fund
Revenues				
Room taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	2,710
Assessments	-	-	-	-
Licenses and permits	-	-	-	4,511,626
Charges for services	-	-	-	2,092,431
Contributions	-	-	7,634	-
Loan repayments	-	13,270	-	-
Investment earnings	326	112	-	45,929
Miscellaneous	-	-	-	75
Total Revenues	<u>326</u>	<u>13,382</u>	<u>7,634</u>	<u>6,652,771</u>
Expenditures				
Current:				
Community and economic development	-	-	-	7,608,605
Urban renewal	182,874	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	<u>182,874</u>	<u>-</u>	<u>-</u>	<u>7,608,605</u>
Excess (deficiency) of revenues over expenditures	<u>(182,548)</u>	<u>13,382</u>	<u>7,634</u>	<u>(955,834)</u>
Other Financing Sources (Uses)				
Transfers in	54,124	-	-	-
Transfers out	(10,655)	(13,879)	(7,634)	(300)
Total Other Financing Sources (Uses)	<u>43,469</u>	<u>(13,879)</u>	<u>(7,634)</u>	<u>(300)</u>
Net change in fund balances	(139,079)	(497)	-	(956,134)
Fund Balances (Deficits), July 1, 2020	139,079	497	-	13,694,982
Fund Balances (Deficits), June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,738,848</u>

City of Bend, Oregon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits) (Continued)
Nonmajor Special Revenue Funds
For the fiscal year ended June 30, 2021

	Planning Fund	Private Development Engineering Fund	Community Development Block Grant (CDBG) Fund	Affordable Housing Fund
Revenues				
Room taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	21,605	-	618,682	2,500,000
Assessments	-	-	-	-
Licenses and permits	77,104	552,577	-	-
Charges for services	2,709,801	2,558,172	-	988,485
Contributions	-	-	-	-
Loan repayments	-	-	212,603	430,164
Investment earnings	15,085	14,828	3,918	8,506
Miscellaneous	-	-	-	1,222
Total Revenues	<u>2,823,595</u>	<u>3,125,577</u>	<u>835,203</u>	<u>3,928,377</u>
Expenditures				
Current:				
Community and economic development	3,333,820	2,348,706	1,441,164	2,002,538
Urban renewal	-	-	-	-
Capital outlay	-	-	36,200	-
Total Expenditures	<u>3,333,820</u>	<u>2,348,706</u>	<u>1,477,364</u>	<u>2,002,538</u>
Excess (deficiency) of revenues over expenditures	<u>(510,225)</u>	<u>776,871</u>	<u>(642,161)</u>	<u>1,925,839</u>
Other Financing Sources (Uses)				
Transfers in	-	280,000	169,000	-
Transfers out	<u>(33,585)</u>	<u>(35,765)</u>	<u>-</u>	<u>(169,000)</u>
Total Other Financing Sources (Uses)	<u>(33,585)</u>	<u>244,235</u>	<u>169,000</u>	<u>(169,000)</u>
Net change in fund balances	(543,810)	1,021,106	(473,161)	1,756,839
Fund Balances (Deficits), July 1, 2020	4,450,257	3,618,319	474,115	3,299,525
Fund Balances (Deficits), June 30, 2021	<u>\$ 3,906,447</u>	<u>\$ 4,639,425</u>	<u>\$ 954</u>	<u>\$ 5,056,364</u>

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City of Bend, Oregon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits) (Continued)
Nonmajor Special Revenue Funds
For the fiscal year ended June 30, 2021

	Business Advocacy Fund	Tourism Fund	Economic Improvement District (EID) Fund	Police Reserves Fund	Total Special Revenue Funds
Revenues					
Room taxes	\$ -	\$ 3,504,587	\$ -	\$ -	\$ 3,504,587
Intergovernmental	42,500	-	-	-	3,185,497
Assessments	-	-	132,547	-	132,547
Licenses and permits	316,485	-	-	-	5,457,792
Charges for services	-	-	-	-	8,348,889
Contributions	-	-	-	-	7,634
Loan repayments	-	-	-	-	656,037
Investment earnings	343	462	398	2,373	92,280
Miscellaneous	-	-	-	-	1,297
Total Revenues	<u>359,328</u>	<u>3,505,049</u>	<u>132,945</u>	<u>2,373</u>	<u>21,386,560</u>
Expenditures					
Current:					
Community and economic development	414,091	2,272,556	132,945	-	19,554,425
Urban renewal	-	-	-	-	182,874
Capital outlay	-	-	-	-	36,200
Total Expenditures	<u>414,091</u>	<u>2,272,556</u>	<u>132,945</u>	<u>-</u>	<u>19,773,499</u>
Excess (deficiency) of revenues over expenditures	<u>(54,763)</u>	<u>1,232,493</u>	<u>-</u>	<u>2,373</u>	<u>1,613,061</u>
Other Financing Sources (Uses)					
Transfers in	61,000	-	-	-	564,124
Transfers out	(850)	-	-	(100,000)	(371,668)
Total Other Financing Sources (Uses)	<u>60,150</u>	<u>-</u>	<u>-</u>	<u>(100,000)</u>	<u>192,456</u>
Net change in fund balances	5,387	1,232,493	-	(97,627)	1,805,517
Fund Balances (Deficits), July 1, 2020	120,517	202,442	-	699,736	26,699,469
Fund Balances (Deficits), June 30, 2021	<u>\$ 125,904</u>	<u>\$ 1,434,935</u>	<u>\$ -</u>	<u>\$ 602,109</u>	<u>\$ 28,504,986</u>

City of Bend, Oregon
Bend Urban Renewal Agency (BURA) General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Charges for services:						
Charges to others	\$ -	\$ -	\$ -	\$ 54,124	\$ 54,124	\$ 54,124
Investment earnings	-	-	1,729	797	2,526	2,526
Total Revenues	-	-	1,729	54,921	56,650	56,650
Expenditures						
Current:						
Community and economic development	659,100	608,600	332,804	182,874	515,678	92,922
Contingency	-	50,500	-	-	-	50,500
Total Expenditures	659,100	659,100	332,804	182,874	515,678	143,422
Excess (deficiency) of revenues over (under) expenditures	(659,100)	(659,100)	(331,075)	(127,953)	(459,028)	200,072
Other Financing Sources (Uses)						
Transfers in	225,700	225,700	-	-	-	(225,700)
Total Other Financing Sources (Uses)	225,700	225,700	-	-	-	(225,700)
Net changes in fund balance	(433,400)	(433,400)	(331,075)	(127,953)	(459,028)	(25,628)
Beginning Fund Balance (Deficit)	433,400	433,400	459,028	127,953	459,028	25,628
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 127,953	\$ -	\$ -	\$ -

City of Bend, Oregon
Energy ARRA Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>				Total Actual Budget Basis	Variance with Final Budget - Over/Under
	<u>Original</u>	<u>Final</u>	FY2019-20 Actual	FY2020-21 Actual		
<u>Revenues</u>						
Loan repayments	\$ -	\$ -	\$ 16,823	\$ 13,270	\$ 30,093	\$ 30,093
Investment earnings	70,200	70,200	213	144	357	(69,843)
Total Revenues	<u>70,200</u>	<u>70,200</u>	<u>17,036</u>	<u>13,414</u>	<u>30,450</u>	<u>(39,750)</u>
<u>Expenditures</u>						
Current:						
General government	83,900	-	-	-	-	-
Total Expenditures	<u>83,900</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(13,700)</u>	<u>70,200</u>	<u>17,036</u>	<u>13,414</u>	<u>30,450</u>	<u>(39,750)</u>
<u>Other Financing Sources (Uses)</u>						
Transfers out	-	(83,900)	(31,038)	(13,414)	(44,452)	39,448
Total Other Financing Sources (Uses)	<u>-</u>	<u>(83,900)</u>	<u>(31,038)</u>	<u>(13,414)</u>	<u>(44,452)</u>	<u>39,448</u>
Net changes in fund balance	(13,700)	(13,700)	(14,002)	-	(14,002)	(302)
Beginning Fund Balance (Deficit)	13,700	13,700	14,002	-	14,002	302
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Bend, Oregon
Helen Lorenz Estate Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
<u>Revenues</u>						
Contributions	\$ 180,000	\$ 180,000	\$ 33,030	\$ 7,634	\$ 40,664	\$ (139,336)
Total Revenues	<u>180,000</u>	<u>180,000</u>	<u>33,030</u>	<u>7,634</u>	<u>40,664</u>	<u>(139,336)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>180,000</u>	<u>180,000</u>	<u>33,030</u>	<u>7,634</u>	<u>40,664</u>	<u>(139,336)</u>
<u>Other Financing Sources (Uses)</u>						
Transfers out	(180,000)	(180,000)	(33,030)	(7,634)	(40,664)	139,336
Total Other Financing Sources (Uses)	<u>(180,000)</u>	<u>(180,000)</u>	<u>(33,030)</u>	<u>(7,634)</u>	<u>(40,664)</u>	<u>139,336</u>
Net changes in fund balance	-	-	-	-	-	-
Beginning Fund Balance (Deficit)	-	-	-	-	-	-
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Bend, Oregon
Building Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ -	\$ 9,700	\$ 9,595	\$ 2,710	\$ 12,305	\$ 2,605
Licenses and permits	10,554,900	10,554,900	5,666,211	4,511,626	10,177,837	(377,063)
Charges for services:						
Charges to others	2,747,900	2,747,900	1,538,141	2,092,431	3,630,572	882,672
Investment earnings	344,000	344,000	162,322	205,147	367,469	23,469
Miscellaneous	2,000	2,000	970	75	1,045	(955)
Total Revenues	13,648,800	13,658,500	7,377,239	6,811,989	14,189,228	530,728
Expenditures						
Current:						
Community and economic development	11,777,400	11,474,900	5,546,763	5,559,647	11,106,410	368,490
Interfund charges	4,980,700	4,625,100	2,558,398	2,048,958	4,607,356	17,744
Contingency	8,961,300	9,629,100	-	-	-	9,629,100
Reserves	1,200,000	1,200,000	-	-	-	1,200,000
Total Expenditures	26,919,400	26,929,100	8,105,161	7,608,605	15,713,766	11,215,334
Excess (deficiency) of revenues over (under) expenditures	(13,270,600)	(13,270,600)	(727,922)	(796,616)	(1,524,538)	11,746,062
Other Financing Sources (Uses)						
Transfers out	(600)	(600)	(300)	(300)	(600)	-
Total Other Financing Sources (Uses)	(600)	(600)	(300)	(300)	(600)	-
Net changes in fund balance	(13,271,200)	(13,271,200)	(728,222)	(796,916)	(1,525,138)	11,746,062
Beginning Fund Balance (Deficit)	13,271,200	13,271,200	13,980,313	13,252,091	13,980,313	709,113
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 13,252,091	\$ 12,455,175	\$ 12,455,175	\$ 12,455,175

Reconciliation of Budgetary basis to GAAP basis

Urealized gain/(loss) from investments	283,673
Ending Fund Balance - GAAP Basis	<u>\$ 12,738,848</u>

City of Bend, Oregon
Planning Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ -	\$ -	\$ 6,959	\$ 21,605	\$ 28,564	\$ 28,564
Licenses and permits	175,500	175,500	83,398	77,104	160,502	(14,998)
Charges for services:						
Charges to others	5,560,000	5,648,900	2,934,529	2,709,801	5,644,330	(4,570)
Investment earnings	130,400	140,400	54,132	66,971	121,103	(19,297)
Miscellaneous	400	400	96	-	96	(304)
Total Revenues	5,866,300	5,965,200	3,079,114	2,875,481	5,954,595	(10,605)
Expenditures						
Current:						
Community and economic development	5,370,600	5,162,600	2,425,083	2,380,125	4,805,208	357,392
Interfund charges	2,385,400	2,177,400	1,223,423	953,695	2,177,118	282
Contingency	3,069,300	3,574,200	-	-	-	3,574,200
Total Expenditures	10,825,300	10,914,200	3,648,506	3,333,820	6,982,326	3,931,874
Excess (deficiency) of revenues over (under) expenditures	(4,959,000)	(4,949,000)	(569,392)	(458,339)	(1,027,731)	3,921,269
Other Financing Sources (Uses)						
Transfers out	(65,400)	(75,400)	(27,166)	(33,585)	(60,751)	14,649
Total Other Financing Sources (Uses)	(65,400)	(75,400)	(27,166)	(33,585)	(60,751)	14,649
Net changes in fund balance	(5,024,400)	(5,024,400)	(596,558)	(491,924)	(1,088,482)	3,935,918
Beginning Fund Balance (Deficit)	5,024,400	5,024,400	4,891,304	4,294,746	4,891,304	(133,096)
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,294,746</u>	<u>\$ 3,802,822</u>	<u>\$ 3,802,822</u>	<u>\$ 3,802,822</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	103,625
Ending Fund Balance - GAAP Basis	<u>\$ 3,906,447</u>

City of Bend, Oregon
Private Development Engineering Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ -	\$ -	\$ 136	\$ -	\$ 136	\$ 136
Licenses and permits	885,000	885,000	471,156	552,577	1,023,733	138,733
Charges for services:						
Charges to others	4,029,100	4,160,900	2,751,698	2,558,172	5,309,870	1,148,970
Investment earnings	93,200	108,200	42,714	71,131	113,845	5,645
Miscellaneous	-	-	76	-	76	76
Total Revenues	5,007,300	5,154,100	3,265,780	3,181,880	6,447,660	1,293,560
Expenditures						
Current:						
Community and economic development	4,060,300	3,692,600	1,632,022	1,738,366	3,370,388	322,212
Interfund charges	1,501,600	1,397,800	775,349	610,340	1,385,689	12,111
Contingency	2,300,700	2,904,000	-	-	-	2,904,000
Total Expenditures	7,862,600	7,994,400	2,407,371	2,348,706	4,756,077	3,238,323
Excess (deficiency) of revenues over (under) expenditures	(2,855,300)	(2,840,300)	858,409	833,174	1,691,583	4,531,883
Other Financing Sources (Uses)						
Transfers in	560,000	560,000	280,000	280,000	560,000	-
Transfers out	(47,000)	(62,000)	(21,557)	(35,765)	(57,322)	4,678
Total Other Financing Sources (Uses)	513,000	498,000	258,443	244,235	502,678	4,678
Net changes in fund balance	(2,342,300)	(2,342,300)	1,116,852	1,077,409	2,194,261	4,536,561
Beginning Fund Balance (Deficit)	2,342,300	2,342,300	2,400,378	3,517,230	2,400,378	58,078
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 3,517,230	\$ 4,594,639	\$ 4,594,639	\$ 4,594,639

Reconciliation of Budgetary basis to GAAP basis

Urealized gain/(loss) from investments	44,786
Ending Fund Balance - GAAP Basis	<u>\$ 4,639,425</u>

City of Bend, Oregon
Community Development Block Grant (CDBG) Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	Biennium Budget		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ 1,884,600	\$ 2,795,700	\$ 1,232,753	\$ 618,682	\$ 1,851,435	\$ (944,265)
Loan repayments	260,000	260,000	385,565	212,603	598,168	338,168
Investment earnings	90,000	90,000	-	3,918	3,918	(86,082)
Total Revenues	2,234,600	3,145,700	1,618,318	835,203	2,453,521	(692,179)
Expenditures						
Current:						
Community and economic development	2,493,900	3,407,200	1,398,012	1,430,964	2,828,976	578,224
Interfund charges	139,100	118,300	71,900	46,400	118,300	-
Reserves	190,000	190,000	-	-	-	190,000
Total Expenditures	2,823,000	3,715,500	1,469,912	1,477,364	2,947,276	768,224
Excess (deficiency) of revenues over (under) expenditures	(588,400)	(569,800)	148,406	(642,161)	(493,755)	76,045
Other Financing Sources (Uses)						
Interfund loan proceeds	200,000	200,000	-	17,000	17,000	(183,000)
Interfund loan repayments	(200,000)	(200,000)	-	-	-	200,000
Transfers in	400,000	381,400	179,000	169,000	348,000	(33,400)
Total Other Financing Sources (Uses)	400,000	381,400	179,000	186,000	365,000	(16,400)
Net changes in fund balance	(188,400)	(188,400)	327,406	(456,161)	(128,755)	59,645
Beginning Fund Balance (Deficit)	188,400	188,400	146,709	474,115	146,709	(41,691)
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 474,115</u>	<u>\$ 17,954</u>	<u>\$ 17,954</u>	<u>\$ 17,954</u>

Reconciliation of Budgetary basis to GAAP basis

Advance from other funds	(17,000)
Ending Fund Balance - GAAP Basis	<u>\$ 954</u>

City of Bend, Oregon
Affordable Housing Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ -	\$ -	\$ 43	\$ 2,500,000	\$ 2,500,043	\$ 2,500,043
Charges for services:						
Charges to others	2,580,600	2,580,600	1,510,594	988,485	2,499,079	(81,521)
Loan repayments	127,400	127,400	163,944	430,164	594,108	466,708
Investment earnings	98,200	98,200	41,845	38,420	80,265	(17,935)
Miscellaneous	-	-	816	1,222	2,038	2,038
Total Revenues	2,806,200	2,806,200	1,717,242	3,958,291	5,675,533	2,869,333
Expenditures						
Current:						
Community and economic development	5,069,300	4,995,000	1,402,312	1,889,638	3,291,950	1,703,050
Interfund charges	306,600	270,400	157,500	112,900	270,400	-
Contingency	120,000	249,100	-	-	-	249,100
Total Expenditures	5,495,900	5,514,500	1,559,812	2,002,538	3,562,350	1,952,150
Excess (deficiency) of revenues over (under) expenditures	(2,689,700)	(2,708,300)	157,430	1,955,753	2,113,183	4,821,483
Other Financing Sources (Uses)						
Transfers out	(400,000)	(381,400)	(179,000)	(169,000)	(348,000)	33,400
Total Other Financing Sources (Uses)	(400,000)	(381,400)	(179,000)	(169,000)	(348,000)	33,400
Net changes in fund balance	(3,089,700)	(3,089,700)	(21,570)	1,786,753	1,765,183	4,854,883
Beginning Fund Balance (Deficit)	3,089,700	3,089,700	3,214,844	3,193,274	3,214,844	125,144
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 3,193,274	\$ 4,980,027	\$ 4,980,027	\$ 4,980,027

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	76,337
Ending Fund Balance - GAAP Basis	<u>\$ 5,056,364</u>

City of Bend, Oregon
Commercial and Industrial Construction Tax Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
<u>Expenditures</u>						
Current:						
Community and economic development	\$ -	\$ 120,000	\$ -	\$ -	\$ -	\$ 120,000
Total expenditures	-	120,000	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	(120,000)	-	-	-	-
<u>Other Financing Sources (Uses)</u>						
Transfers in	-	120,000	-	-	-	(120,000)
Total other financing sources (uses)	-	120,000	-	-	-	(120,000)
Net changes in fund balance	-	-	-	-	-	-
Beginning fund balance (deficit)	-	-	-	-	-	-
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Note:

The combining statements exclude this fund due to no activity during the fiscal year and no fund balance at year end.

City of Bend, Oregon
Business Advocacy Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ -	\$ 80,200	\$ 35,129	\$ 42,500	\$ 77,629	\$ (2,571)
Licenses and permits	724,400	724,400	302,150	316,485	618,635	(105,765)
Investment earnings	4,400	4,400	1,084	1,699	2,783	(1,617)
Total Revenues	728,800	809,000	338,363	360,684	699,047	(109,953)
Expenditures						
Current:						
Community and economic development	717,600	771,200	329,257	356,191	685,448	85,752
Interfund charges	155,400	137,800	79,900	57,900	137,800	-
Contingency	96,600	140,800	-	-	-	140,800
Total Expenditures	969,600	1,049,800	409,157	414,091	823,248	226,552
Excess (deficiency) of revenues over (under) expenditures	(240,800)	(240,800)	(70,794)	(53,407)	(124,201)	116,599
Other Financing Sources (Uses)						
Transfers in	120,000	120,000	59,000	61,000	120,000	-
Transfers out	(2,200)	(2,200)	(542)	(850)	(1,392)	808
Total Other Financing Sources (Uses)	117,800	117,800	58,458	60,150	118,608	808
Net changes in fund balance	(123,000)	(123,000)	(12,336)	6,743	(5,593)	117,407
Beginning Fund Balance (Deficit)	123,000	123,000	128,890	116,554	128,890	5,890
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 116,554	\$ 123,297	\$ 123,297	\$ 123,297

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	2,607
Ending Fund Balance - GAAP Basis	<u>\$ 125,904</u>

City of Bend, Oregon
Tourism Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
<u>Revenues</u>						
Room taxes	\$ 6,718,700	\$ 6,718,700	\$ 2,745,973	\$ 3,504,587	\$ 6,250,560	\$ (468,140)
Investment earnings	1,000	1,000	651	2,457	3,108	2,108
Total Revenues	<u>6,719,700</u>	<u>6,719,700</u>	<u>2,746,624</u>	<u>3,507,044</u>	<u>6,253,668</u>	<u>(466,032)</u>
<u>Expenditures</u>						
Current:						
Community and economic development	6,585,300	6,585,300	2,822,115	2,207,437	5,029,552	1,555,748
Interfund charges	134,400	134,400	58,748	65,119	123,867	10,533
Contingency	210,600	210,600	-	-	-	210,600
Total Expenditures	<u>6,930,300</u>	<u>6,930,300</u>	<u>2,880,863</u>	<u>2,272,556</u>	<u>5,153,419</u>	<u>1,776,881</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(210,600)</u>	<u>(210,600)</u>	<u>(134,239)</u>	<u>1,234,488</u>	<u>1,100,249</u>	<u>1,310,849</u>
Beginning Fund Balance (Deficit)	210,600	210,600	332,667	198,428	332,667	122,067
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 198,428</u>	<u>\$ 1,432,916</u>	<u>\$ 1,432,916</u>	<u>\$ 1,432,916</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	2,019
Ending Fund Balance - GAAP Basis	<u>\$ 1,434,935</u>

City of Bend, Oregon
Economic Improvement District (EID) Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	<u>Original</u>	<u>Final</u>				
<u>Revenues</u>						
Assessments	\$ 480,000	\$ 480,000	\$ 131,601	\$ 132,547	\$ 264,148	\$ (215,852)
Investment earnings	400	400	315	398	713	313
Total Revenues	480,400	480,400	131,916	132,945	264,861	(215,539)
<u>Expenditures</u>						
Current:						
Community and economic development	456,400	456,400	125,336	126,318	251,654	204,746
Interfund charges	24,000	24,000	6,580	6,627	13,207	10,793
Total Expenditures	480,400	480,400	131,916	132,945	264,861	215,539
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-	-
Beginning Fund Balance (Deficit)	-	-	-	-	-	-
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

City of Bend, Oregon
Police Reserves Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
<u>Revenues</u>						
Investment earnings	\$ 11,600	\$ 11,600	\$ 7,858	\$ 10,835	\$ 18,693	\$ 7,093
Total Revenues	<u>11,600</u>	<u>11,600</u>	<u>7,858</u>	<u>10,835</u>	<u>18,693</u>	<u>7,093</u>
<u>Expenditures</u>						
Reserves	668,500	568,500	-	-	-	568,500
Total Expenditures	<u>668,500</u>	<u>568,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>568,500</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(656,900)</u>	<u>(566,900)</u>	<u>7,858</u>	<u>10,835</u>	<u>18,693</u>	<u>575,593</u>
<u>Other Financing Sources (Uses)</u>						
Transfers out	-	(100,000)	-	(100,000)	(100,000)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(100,000)</u>	<u>-</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>
Net changes in fund balance	(656,900)	(656,900)	7,858	(89,165)	(81,307)	575,593
Beginning Fund Balance (Deficit)	656,900	656,900	670,635	678,493	670,635	13,735
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 678,493</u>	<u>\$ 589,328</u>	<u>\$ 589,328</u>	<u>\$ 589,328</u>
<u>Reconciliation of Budgetary basis to GAAP basis</u>						
Unrealized gain/(loss) from investments					12,781	
Ending Fund Balance - GAAP Basis					<u>\$ 602,109</u>	

City of Bend, Oregon
Nonmajor Special Revenue Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ended June 30, 2021

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>BURA General Fund</u>			
Community & Economic Development Program	\$ 608,600	\$ 515,678	\$ 92,922
Contingency	50,500	-	50,500
Total BURA General Fund	<u>\$ 659,100</u>	<u>\$ 515,678</u>	<u>\$ 143,422</u>
<u>Energy ARRA Grant Fund</u>			
Transfers	\$ 83,900	\$ 44,452	\$ 39,448
Total Energy ARRA Grant Fund	<u>\$ 83,900</u>	<u>\$ 44,452</u>	<u>\$ 39,448</u>
<u>Helen Lorenz Estate Fund</u>			
Transfers	\$ 180,000	\$ 40,664	\$ 139,336
Total Helen Lorenz Estate Fund	<u>\$ 180,000</u>	<u>\$ 40,664</u>	<u>\$ 139,336</u>
<u>Building Fund</u>			
Community & Economic Development Program	\$ 11,474,900	\$ 11,106,410	\$ 368,490
Transfers	4,625,700	4,607,956	17,744
Contingency	9,629,100	-	9,629,100
Reserves	1,200,000	-	1,200,000
Total Building Fund	<u>\$ 26,929,700</u>	<u>\$ 15,714,366</u>	<u>\$ 11,215,334</u>
<u>Planning Fund</u>			
Community & Economic Development Program	\$ 5,162,600	\$ 4,805,208	\$ 357,392
Transfers	2,252,800	2,237,869	14,931
Contingency	3,574,200	-	3,574,200
Total Planning Fund	<u>\$ 10,989,600</u>	<u>\$ 7,043,077</u>	<u>\$ 3,946,523</u>
<u>Private Development Engineering Fund</u>			
Community & Economic Development Program	\$ 3,692,600	\$ 3,370,388	\$ 322,212
Transfers	1,459,800	1,443,011	16,789
Contingency	2,904,000	-	2,904,000
Total Private Development Engineering Fund	<u>\$ 8,056,400</u>	<u>\$ 4,813,399</u>	<u>\$ 3,243,001</u>
<u>Community Development Block Grant (CDBG) Fund</u>			
Community & Economic Development Program	\$ 3,407,200	\$ 2,828,976	\$ 578,224
Debt service	200,000	-	200,000
Transfers	118,300	118,300	-
Reserves	190,000	-	190,000
Total Community Development Block Grant (CDBG) Fund	<u>\$ 3,915,500</u>	<u>\$ 2,947,276</u>	<u>\$ 968,224</u>
<u>Affordable Housing Fund</u>			
Community & Economic Development Program	\$ 4,995,000	\$ 3,291,950	\$ 1,703,050
Transfers	651,800	618,400	33,400
Contingency	249,100	-	249,100
Total Affordable Housing Fund	<u>\$ 5,895,900</u>	<u>\$ 3,910,350</u>	<u>\$ 1,985,550</u>

Continued on next page

City of Bend, Oregon
Nonmajor Special Revenue Funds
Schedule of Expenditures and Other Uses by Appropriation Levels (Continued)
For the biennium ended June 30, 2021

	Appropriation	Actual Expenditures	Variance with Final Budget - Over/Under
<u>Commercial and Industrial Construction Tax Fund</u>			
Community & Economic Development Program	\$ 120,000	\$ -	\$ 120,000
Total Commercial and Industrial Construction Tax Fund	<u>\$ 120,000</u>	<u>\$ -</u>	<u>\$ 120,000</u>
<u>Business Advocacy Fund</u>			
Community & Economic Development Program	\$ 771,200	\$ 685,448	\$ 85,752
Transfers	140,000	139,192	808
Contingency	140,800	-	140,800
Total Business Advocacy Fund	<u>\$ 1,052,000</u>	<u>\$ 824,640</u>	<u>\$ 227,360</u>
<u>Tourism Fund</u>			
Community & Economic Development Program	\$ 6,585,300	\$ 5,029,552	\$ 1,555,748
Transfers	134,400	123,867	10,533
Contingency	210,600	-	210,600
Total Tourism Fund	<u>\$ 6,930,300</u>	<u>\$ 5,153,419</u>	<u>\$ 1,776,881</u>
<u>Economic Improvement District (EID) Fund</u>			
Community & Economic Development Program	\$ 456,400	\$ 251,654	\$ 204,746
Transfers	24,000	13,207	10,793
Total Economic Improvement District (EID) Fund	<u>\$ 480,400</u>	<u>\$ 264,861</u>	<u>\$ 215,539</u>
<u>Police Reserves Fund</u>			
Transfers	\$ 100,000	\$ 100,000	\$ -
Reserves	568,500	-	568,500
Total Police Reserves Fund	<u>\$ 668,500</u>	<u>\$ 100,000</u>	<u>\$ 568,500</u>

NONMAJOR DEBT SERVICE FUNDS

BURA Murphy Crossing Debt Service Fund

This fund accounts for the debt-related activities of the Bend Urban Renewal Agency's Murphy Crossing urban renewal district. The principal source of revenue is property taxes which will be used to pay the principal and interest on outstanding tax increment bonds.

Fire Station Debt Service Fund

This fund accounts for the servicing of bonds issued to fund construction of new fire stations. The principal source of revenue is payments from the Deschutes County Rural Fire Protection District. Expenditures are for principal and interest payments on the outstanding debt.

PERS Debt Service Fund

This fund accounts for the servicing of pension obligation bonds issued to reduce the City's unfunded actuarial liability.

BURA Juniper Ridge Debt Service Fund

This fund accounts for the debt-related activities of the Bend Urban Renewal Agency's Juniper Ridge urban renewal district. The principal source of revenue is property taxes which will be used to pay principal and interest on outstanding tax increment bonds.

2011 General Obligation Bond Debt Service Fund

This fund accounts for the collection of property taxes and the servicing of the related general obligation bonds.



CITY OF BEND

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City of Bend, Oregon
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2021

	BURA Murphy Crossing Debt Service Fund	Fire Station Debt Service Fund	PERS Debt Service Fund
<u>Assets</u>			
Pooled cash and investments	\$ -	\$ 7,372	\$ 284,354
Restricted cash and investments	1,460,461	-	-
Receivables:			
Taxes	11,797	-	-
Total Assets	<u>\$ 1,472,258</u>	<u>\$ 7,372</u>	<u>\$ 284,354</u>
<u>Deferred Inflows of Resources and Fund Balances (Deficits)</u>			
Deferred Inflows of Resources			
Unavailable revenue - property taxes	\$ 7,852	\$ -	\$ -
Total Deferred Inflows of Resources	<u>7,852</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficits)			
Restricted for:			
Outside debt covenant	1,464,406	-	-
Assigned:			
Debt service	-	7,372	284,354
Total Fund Balances (Deficits)	<u>1,464,406</u>	<u>7,372</u>	<u>284,354</u>
Total Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 1,472,258</u>	<u>\$ 7,372</u>	<u>\$ 284,354</u>

City of Bend, Oregon
Combining Balance Sheet (Continued)
Nonmajor Debt Service Funds
June 30, 2021

	<u>BURA Juniper</u>	<u>2011 General</u>	<u>Total Debt</u>
	<u>Ridge Debt</u>	<u>Obligation</u>	<u>Service Funds</u>
	<u>Service Fund</u>	<u>Bond Debt</u>	<u>Service Funds</u>
<u>Assets</u>			
Pooled cash and investments	\$ -	\$ -	\$ 291,726
Restricted cash and investments	3,790,409	1,800,529	7,051,399
Receivables:			
Taxes	30,230	44,702	86,729
Total Assets	<u>\$ 3,820,639</u>	<u>\$ 1,845,231</u>	<u>\$ 7,429,854</u>
<u>Deferred Inflows of Resources and Fund Balances (Deficits)</u>			
<u>Deferred Inflows of Resources</u>			
Unavailable revenue - property taxes	\$ 20,251	\$ 29,991	\$ 58,094
Total Deferred Inflows of Resources	<u>20,251</u>	<u>29,991</u>	<u>58,094</u>
<u>Fund Balances (Deficits)</u>			
Restricted for:			
Outside debt covenant	3,800,388	1,815,240	7,080,034
Assigned:			
Debt service	-	-	291,726
Total Fund Balances (Deficits)	<u>3,800,388</u>	<u>1,815,240</u>	<u>7,371,760</u>
Total Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 3,820,639</u>	<u>\$ 1,845,231</u>	<u>\$ 7,429,854</u>

City of Bend, Oregon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Nonmajor Debt Service Funds
For the fiscal year ended June 30, 2021

	<u>BURA Murphy Crossing Debt Service Fund</u>	<u>Fire Station Debt Service Fund</u>	<u>PERS Debt Service Fund</u>
<u>Revenues</u>			
Property taxes	\$ 543,124	\$ -	\$ -
Intergovernmental	-	234,317	-
Charges for services	-	-	1,142,111
Investment earnings	2,575	122	2,731
Total Revenues	<u>545,699</u>	<u>234,439</u>	<u>1,144,842</u>
<u>Expenditures</u>			
Current:			
Public safety	-	5,404	-
Infrastructure	-	-	-
Urban renewal	5,009	-	-
Debt service:			
Principal	1,834,421	1,141,098	850,000
Interest	50,470	25,528	580,667
Total Expenditures	<u>1,889,900</u>	<u>1,172,030</u>	<u>1,430,667</u>
Excess (deficiency) of revenues over expenditures	<u>(1,344,201)</u>	<u>(937,591)</u>	<u>(285,825)</u>
<u>Other Financing Sources (Uses)</u>			
Issuance of long-term debt	1,648,100	933,105	-
Transfers in	-	5,000	-
Transfers out	(10,465)	(5,465)	(14,350)
Total Other Financing Sources (Uses)	<u>1,637,635</u>	<u>932,640</u>	<u>(14,350)</u>
Net change in fund balances	293,434	(4,951)	(300,175)
Fund Balances (Deficits), July 1, 2020	1,170,972	12,323	584,529
Fund Balances (Deficits), June 30, 2021	<u>\$ 1,464,406</u>	<u>\$ 7,372</u>	<u>\$ 284,354</u>

City of Bend, Oregon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits) (Continued)
Nonmajor Debt Service Funds
For the fiscal year ended June 30, 2021

	<u>BURA Juniper Ridge Debt Service Fund</u>	<u>2011 General Obligation Bond Debt Service Fund</u>	<u>Total Debt Service Funds</u>
<u>Revenues</u>			
Property taxes	\$ 1,356,460	\$ 1,934,191	\$ 3,833,775
Intergovernmental	-	-	234,317
Charges for services	-	-	1,142,111
Investment earnings	12,516	5,910	23,854
Total Revenues	<u>1,368,976</u>	<u>1,940,101</u>	<u>5,234,057</u>
<u>Expenditures</u>			
Current:			
Public safety	-	-	5,404
Infrastructure	-	500	500
Urban renewal	5,322	-	10,331
Debt service:			
Principal	2,353,180	1,240,000	7,418,699
Interest	60,309	597,750	1,314,724
Total Expenditures	<u>2,418,811</u>	<u>1,838,250</u>	<u>8,749,658</u>
Excess (deficiency) of revenues over expenditures	<u>(1,049,835)</u>	<u>101,851</u>	<u>(3,515,601)</u>
<u>Other Financing Sources (Uses)</u>			
Issuance of long-term debt	1,751,000	-	4,332,205
Transfers in	-	-	5,000
Transfers out	(538,315)	-	(568,595)
Total Other Financing Sources (Uses)	<u>1,212,685</u>	<u>-</u>	<u>3,768,610</u>
Net change in fund balances	162,850	101,851	253,009
Fund Balances (Deficits), July 1, 2020	3,637,538	1,713,389	7,118,751
Fund Balances (Deficits), June 30, 2021	<u>\$ 3,800,388</u>	<u>\$ 1,815,240</u>	<u>\$ 7,371,760</u>

City of Bend, Oregon
BURA Murphy Crossing Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Property taxes:						
Current year's property tax levy	\$ 983,000	\$ 983,000	\$ 489,471	\$ 533,960	\$ 1,023,431	\$ 40,431
Delinquent property taxes	11,500	11,500	14,581	9,164	23,745	12,245
Investment earnings	80,000	80,000	15,151	19,737	34,888	(45,112)
Total Revenues	1,074,500	1,074,500	519,203	562,861	1,082,064	7,564
Expenditures						
Current:						
Community and economic development	-	6,000	-	5,009	5,009	991
Debt service	548,100	2,440,200	253,682	1,895,356	2,149,038	291,162
Reserved for debt service	1,374,900	1,124,900	-	-	-	1,124,900
Total Expenditures	1,923,000	3,571,100	253,682	1,900,365	2,154,047	1,417,053
Excess (deficiency) of revenues over (under) expenditures	(848,500)	(2,496,600)	265,521	(1,337,504)	(1,071,983)	1,424,617
Other Financing Sources (Uses)						
Issuance of long-term debt	-	1,648,100	-	1,648,100	1,648,100	-
Total Other Financing Sources (Uses)	-	1,648,100	-	1,648,100	1,648,100	-
Net changes in fund balance	(848,500)	(848,500)	265,521	310,596	576,117	1,424,617
Beginning Fund Balance (Deficit)	848,500	848,500	873,275	1,138,796	873,275	24,775
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 1,138,796	\$ 1,449,392	\$ 1,449,392	\$ 1,449,392

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	15,014
Reclass debt service for budgetary reporting	10,465
Transfers out to Construction Fund for debt service	(10,465)
Ending Fund Balance - GAAP Basis	\$ 1,464,406

City of Bend, Oregon
Fire Station Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ 496,000	\$ 496,000	\$ 246,210	\$ 234,317	\$ 480,527	\$ (15,473)
Investment earnings	4,800	4,800	1,042	931	1,973	(2,827)
Total Revenues	<u>500,800</u>	<u>500,800</u>	<u>247,252</u>	<u>235,248</u>	<u>482,500</u>	<u>(18,300)</u>
Expenditures						
Current:						
Public safety	600	6,600	-	5,404	5,404	1,196
Debt service	496,000	1,440,000	246,210	1,166,626	1,412,836	27,164
Reserved for debt service	10,800	10,800	-	-	-	10,800
Total Expenditures	<u>507,400</u>	<u>1,457,400</u>	<u>246,210</u>	<u>1,172,030</u>	<u>1,418,240</u>	<u>39,160</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,600)</u>	<u>(956,600)</u>	<u>1,042</u>	<u>(936,782)</u>	<u>(935,740)</u>	<u>20,860</u>
Other Financing Sources (Uses)						
Issuance of long-term debt	-	950,000	-	933,105	933,105	(16,895)
Transfers in	10,000	10,000	5,000	5,000	10,000	-
Transfers out	(12,400)	(12,400)	(5,521)	(5,465)	(10,986)	1,414
Total Other Financing Sources (Uses)	<u>(2,400)</u>	<u>947,600</u>	<u>(521)</u>	<u>932,640</u>	<u>932,119</u>	<u>(15,481)</u>
Net changes in fund balance	(9,000)	(9,000)	521	(4,142)	(3,621)	5,379
Beginning Fund Balance (Deficit)	9,000	9,000	10,633	11,154	10,633	1,633
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,154</u>	<u>\$ 7,012</u>	<u>\$ 7,012</u>	<u>\$ 7,012</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	360
Ending Fund Balance - GAAP Basis	<u>\$ 7,372</u>

City of Bend, Oregon
PERS Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Charges for services:						
Charges to others	\$ 4,784,500	\$ 2,497,000	\$ 9,500	\$ -	\$ 9,500	\$ (2,487,500)
Charges to other City funds	-	9,244,900	3,392,028	1,142,111	4,534,139	(4,710,761)
Investment earnings	159,600	159,600	(4,080)	12,699	8,619	(150,981)
Total Revenues	<u>4,944,100</u>	<u>11,901,500</u>	<u>3,397,448</u>	<u>1,154,810</u>	<u>4,552,258</u>	<u>(7,349,242)</u>
Expenditures						
Current:						
Administration & central services	4,297,000	11,254,400	11,254,338	-	11,254,338	62
Debt service	2,808,000	2,808,000	1,374,629	1,430,667	2,805,296	2,704
Reserved for debt service	615,600	615,600	-	-	-	615,600
Total Expenditures	<u>7,720,600</u>	<u>14,678,000</u>	<u>12,628,967</u>	<u>1,430,667</u>	<u>14,059,634</u>	<u>618,366</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,776,500)</u>	<u>(2,776,500)</u>	<u>(9,231,519)</u>	<u>(275,857)</u>	<u>(9,507,376)</u>	<u>(6,730,876)</u>
Other Financing Sources (Uses)						
Transfers in	-	-	6,957,339	-	6,957,339	6,957,339
Transfers out	(95,800)	(95,800)	(8,000)	(14,350)	(22,350)	73,450
Total Other Financing Sources (Uses)	<u>(95,800)</u>	<u>(95,800)</u>	<u>6,949,339</u>	<u>(14,350)</u>	<u>6,934,989</u>	<u>7,030,789</u>
Net changes in fund balance	(2,872,300)	(2,872,300)	(2,282,180)	(290,207)	(2,572,387)	299,913
Beginning Fund Balance (Deficit)	2,872,300	2,872,300	2,822,216	540,036	2,822,216	(50,084)
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 540,036</u>	<u>\$ 249,829</u>	<u>\$ 249,829</u>	<u>\$ 249,829</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	<u>34,525</u>
Ending Fund Balance - GAAP Basis	<u>\$ 284,354</u>

City of Bend, Oregon
BURA Juniper Ridge Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>				Total Actual Budget Basis	Variance with Final Budget - Over/Under
	<u>Original</u>	<u>Final</u>	FY2019-20 Actual	FY2020-21 Actual		
<u>Revenues</u>						
Property taxes:						
Current year's property tax levy	\$ 2,399,500	\$ 2,685,500	\$ 1,304,650	\$ 1,332,410	\$ 2,637,060	\$ (48,440)
Delinquent property taxes	28,400	28,400	45,652	24,050	69,702	41,302
Investment earnings	171,500	171,500	46,090	63,121	109,211	(62,289)
Total Revenues	<u>2,599,400</u>	<u>2,885,400</u>	<u>1,396,392</u>	<u>1,419,581</u>	<u>2,815,973</u>	<u>(69,427)</u>
<u>Expenditures</u>						
Current:						
Community and economic development	-	6,000	-	5,322	5,322	678
Debt service	1,478,200	3,751,500	799,696	2,951,804	3,751,500	-
Reserved for debt service	4,003,400	3,751,100	-	-	-	3,751,100
Total Expenditures	<u>5,481,600</u>	<u>7,508,600</u>	<u>799,696</u>	<u>2,957,126</u>	<u>3,756,822</u>	<u>3,751,778</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,882,200)</u>	<u>(4,623,200)</u>	<u>596,696</u>	<u>(1,537,545)</u>	<u>(940,849)</u>	<u>3,682,351</u>
<u>Other Financing Sources (Uses)</u>						
Issuance of long-term debt	-	1,741,000	-	1,751,000	1,751,000	10,000
Total Other Financing Sources (Uses)	<u>-</u>	<u>1,741,000</u>	<u>-</u>	<u>1,751,000</u>	<u>1,751,000</u>	<u>10,000</u>
Net changes in fund balance	(2,882,200)	(2,882,200)	596,696	213,455	810,151	3,692,351
Beginning Fund Balance (Deficit)	2,882,200	2,882,200	2,937,097	3,533,793	2,937,097	54,897
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,533,793</u>	<u>\$ 3,747,248</u>	<u>\$ 3,747,248</u>	<u>\$ 3,747,248</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	53,140
Reclass debt service for budgetary reporting	538,315
Transfers out to Construction Fund for debt service	(538,315)
Ending Fund Balance - GAAP Basis	<u>\$ 3,800,388</u>

City of Bend, Oregon
2011 General Obligation Bond Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>				Total Actual Budget Basis	Variance with Final Budget - Over/Under
	<u>Original</u>	<u>Final</u>	FY2019-20 Actual	FY2020-21 Actual		
<u>Revenues</u>						
Property taxes:						
Current year's property tax levy	\$ 3,680,000	\$ 3,680,000	\$ 1,889,483	\$ 1,894,146	\$ 3,783,629	\$ 103,629
Delinquent property taxes	80,600	80,600	80,090	40,045	120,135	39,535
Investment earnings	89,100	89,100	36,597	36,783	73,380	(15,720)
Total Revenues	<u>3,849,700</u>	<u>3,849,700</u>	<u>2,006,170</u>	<u>1,970,974</u>	<u>3,977,144</u>	<u>127,444</u>
<u>Expenditures</u>						
Current:						
Infrastructure	1,000	1,000	500	500	1,000	-
Debt service	3,677,000	3,677,000	1,838,900	1,837,750	3,676,650	350
Reserved for debt service	1,583,900	1,583,900	-	-	-	1,583,900
Total Expenditures	<u>5,261,900</u>	<u>5,261,900</u>	<u>1,839,400</u>	<u>1,838,250</u>	<u>3,677,650</u>	<u>1,584,250</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,412,200)</u>	<u>(1,412,200)</u>	<u>166,770</u>	<u>132,724</u>	<u>299,494</u>	<u>1,711,694</u>
Beginning Fund Balance (Deficit)	<u>1,412,200</u>	<u>1,412,200</u>	<u>1,482,378</u>	<u>1,649,148</u>	<u>1,482,378</u>	<u>70,178</u>
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,649,148</u>	<u>\$ 1,781,872</u>	<u>\$ 1,781,872</u>	<u>\$ 1,781,872</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	<u>33,368</u>
Ending Fund Balance - GAAP Basis	<u>\$ 1,815,240</u>

City of Bend, Oregon
Nonmajor Debt Service Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ended June 30, 2021

	Appropriation	Actual Expenditures	Variance with Final Budget - Over/Under
<u>BURA Murphy Crossing Debt Service Fund</u>			
Community & Economic Development Program	\$ 6,000	\$ 5,009	\$ 991
Debt service	2,440,200	2,149,038	291,162
Reserves	1,124,900	-	1,124,900
Total BURA Murphy Crossing Debt Service Fund	<u>\$ 3,571,100</u>	<u>\$ 2,154,047</u>	<u>\$ 1,417,053</u>
<u>Fire Station Debt Service Fund</u>			
Public Safety Program	\$ 6,600	\$ 5,404	\$ 1,196
Debt service	1,440,000	1,412,836	27,164
Transfers	12,400	10,986	1,414
Reserves	10,800	-	10,800
Total Fire Station Debt Service Fund	<u>\$ 1,469,800</u>	<u>\$ 1,429,226</u>	<u>\$ 40,574</u>
<u>PERS Debt Service Fund</u>			
Administration & Central Services Program	\$ 11,254,400	\$ 11,254,338	\$ 62
Debt service	2,808,000	2,805,296	2,704
Transfers	95,800	22,350	73,450
Reserves	615,600	-	615,600
Total PERS Debt Service Fund	<u>\$ 14,773,800</u>	<u>\$ 14,081,984</u>	<u>\$ 691,816</u>
<u>BURA Juniper Ridge Debt Service Fund</u>			
Community & Economic Development Program	\$ 6,000	\$ 5,322	\$ 678
Debt service	3,751,500	3,751,500	-
Reserves	3,751,100	-	3,751,100
Total BURA Juniper Ridge Debt Service Fund	<u>\$ 7,508,600</u>	<u>\$ 3,756,822</u>	<u>\$ 3,751,778</u>
<u>2011 General Obligation Bond Debt Service Fund</u>			
Infrastructure Program	\$ 1,000	\$ 1,000	\$ -
Debt service	3,677,000	3,676,650	350
Reserves	1,583,900	-	1,583,900
Total 2011 General Obligation Bond Debt Service Fund	<u>\$ 5,261,900</u>	<u>\$ 3,677,650</u>	<u>\$ 1,584,250</u>



CITY OF BEND

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MAJOR CAPITAL PROJECTS FUNDS

Transportation Construction Fund

This fund accounts for the construction of streets, bridges, and trails. The principal sources of revenue are franchise fees, transfers from the System Development Charges (SDC) Fund, and proceeds from borrowings.

City of Bend, Oregon
Transportation Construction Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	Biennium Budget		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Franchise fees	\$ 3,317,900	\$ 3,317,900	\$ 1,919,939	\$ 2,635,952	\$ 4,555,891	\$ 1,237,991
Intergovernmental	370,000	5,070,000	246,285	2,459,398	2,705,683	(2,364,317)
Charges for services:						
Charges to other City funds	22,200	22,200	8,686	10,667	19,353	(2,847)
Contributions	-	-	204,242	308,713	512,955	512,955
Investment earnings	610,900	610,900	208,980	525,147	734,127	123,227
Miscellaneous	1,400	1,400	99	105,731	105,830	104,430
Total Revenues	4,322,400	9,022,400	2,588,231	6,045,608	8,633,839	(388,561)
Expenditures						
Current:						
Infrastructure	57,824,100	57,448,800	23,524,852	22,472,948	45,997,800	11,451,000
Interfund charges	3,514,600	2,869,800	1,692,600	1,027,712	2,720,312	149,488
Debt service	2,608,000	5,655,000	1,298,718	4,285,712	5,584,430	70,570
Contingency	614,400	614,400	-	-	-	614,400
Reserved for construction	5,561,800	7,350,400	-	-	-	7,350,400
Reserved for debt service	4,598,800	4,598,800	-	-	-	4,598,800
Reserves	3,000,000	3,000,000	-	-	-	3,000,000
Reserved for developer exaction	1,091,300	1,062,700	-	-	-	1,062,700
Total Expenditures	78,813,000	82,599,900	26,516,170	27,786,372	54,302,542	28,297,358
Excess (deficiency) of revenues over (under) expenditures	(74,490,600)	(73,577,500)	(23,927,939)	(21,740,764)	(45,668,703)	27,908,797
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	449,031	449,031	449,031
Issuance of long-term debt	44,382,000	44,832,000	45,052,660	430,000	45,482,660	650,660
Premium on issuance of long-term debt	-	-	6,205,091	-	6,205,091	6,205,091
Payment of interfund loan	-	(700,000)	-	(352,334)	(352,334)	347,666
Transfers in	21,353,400	20,718,900	3,920,510	7,040,552	10,961,062	(9,757,838)
Transfers out	(1,733,300)	(1,761,900)	(358,764)	(477,439)	(836,203)	925,697
Total Other Financing Sources (Uses)	64,002,100	63,089,000	54,819,497	7,089,810	61,909,307	(1,179,693)
Net changes in fund balance	(10,488,500)	(10,488,500)	30,891,558	(14,650,954)	16,240,604	26,729,104
Beginning Fund Balance (Deficit)	10,488,500	10,488,500	9,886,252	40,777,810	9,886,252	(602,248)
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 40,777,810	\$ 26,126,856	\$ 26,126,856	\$ 26,126,856

Reconciliation of Budgetary basis to GAAP basis

Advances to/from other funds reported as receivables on GAAP basis	352,334
Unrealized gain/(loss) from investments	(126,470)
Ending Fund Balance - GAAP Basis	<u>\$ 26,352,720</u>

City of Bend, Oregon
Major Capital Projects Fund
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ended June 30, 2021

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>Transportation Construction Fund</u>			
Infrastructure Program	\$ 57,448,800	\$ 45,997,800	\$ 11,451,000
Debt service	5,655,000	5,584,430	70,570
Transfers	5,331,700	3,908,849	1,422,851
Contingency	614,400	-	614,400
Reserves	16,011,900	-	16,011,900
Total transportation construction fund	<u>\$ 85,061,800</u>	<u>\$ 55,491,079</u>	<u>\$ 29,570,721</u>

NONMAJOR CAPITAL PROJECTS FUNDS

Local Improvement District Construction Fund

This fund accounts for the cost of construction and related interim financing for public improvements which primarily benefit the property owners against whose properties are levied a special assessment. Construction period financing is obtained through short-term borrowing or interfund loans.

BURA Murphy Crossing Construction Fund

This fund accounts for the cost of construction and related interim financing for transportation and public utility improvements and other land use development. The principal source of revenue is proceeds from borrowings.

BURA Juniper Ridge Construction Fund

This fund accounts for the cost of construction and related interim financing for transportation and public utility improvements and other land use development. The principal source of revenue is contributions from other funds and proceeds from borrowings.

Accessibility Construction Fund

This fund accounts for construction and debt service activities related to improving accessibility. Funding is provided from the General Fund and franchise fees.

2011 General Obligation Bond Construction Fund

This fund accounts for the construction of transportation improvements funded by general obligation bonds in the City's Capital Improvement Program.

2020 General Obligation Bond Construction Fund

This fund accounts for construction projects related to the Transportation Bond measure that passed in November 2020 for traffic flow, east-west connections, and neighborhood safety improvements.



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City of Bend, Oregon
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2021

	Local Improvement District Construction (LID) Fund	BURA Murphy Crossing Construction Fund	BURA Juniper Ridge Construction Fund
Assets			
Pooled cash and investments	\$ 645,202	\$ -	\$ -
Restricted cash and investments	-	190	42,464
Receivables:			
Accounts, net	-	-	-
Due from other governments	-	-	-
Loans and notes receivable, net	-	750,000	-
Total Assets	<u>\$ 645,202</u>	<u>\$ 750,190</u>	<u>\$ 42,464</u>
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)			
Liabilities			
Accounts payable	\$ -	\$ -	\$ 1,900
Salaries and benefits payable	-	-	1,821
Retainage payable	-	-	-
Due to other funds	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>3,721</u>
Deferred Inflows of Resources			
Unavailable revenue - assessments & loans	-	750,000	-
Unavailable revenue - other billings and fees	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>750,000</u>	<u>-</u>
Fund Balances (Deficits)			
Restricted for:			
Outside construction covenant	-	190	38,743
Assigned:			
Construction activities	645,202	-	-
Unassigned	-	-	-
Total Fund Balances (Deficits)	<u>645,202</u>	<u>190</u>	<u>38,743</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 645,202</u>	<u>\$ 750,190</u>	<u>\$ 42,464</u>

City of Bend, Oregon
Combining Balance Sheet (Continued)
Nonmajor Capital Projects Funds
June 30, 2021

	<u>Accessibility Construction Fund</u>	<u>2020 General Obligation Bond Construction Fund</u>	<u>Total Capital Projects Funds</u>
Assets			
Pooled cash and investments	\$ 871,570	\$ -	\$ 1,516,772
Restricted cash and investments	-	186,712	229,366
Receivables:			
Accounts, net	92,366	-	92,366
Due from other governments	11,317	-	11,317
Loans and notes receivable, net	-	-	750,000
Total Assets	<u>\$ 975,253</u>	<u>\$ 186,712</u>	<u>\$ 2,599,821</u>
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)			
Liabilities			
Accounts payable	\$ 36,519	\$ 180,158	\$ 218,577
Salaries and benefits payable	1,068	-	2,889
Retainage payable	-	6,554	6,554
Due to other funds	-	352,334	352,334
Total Liabilities	<u>37,587</u>	<u>539,046</u>	<u>580,354</u>
Deferred Inflows of Resources			
Unavailable revenue - assessments & loans	-	-	750,000
Unavailable revenue - other billings and fees	28,531	-	28,531
Total Deferred Inflows of Resources	<u>28,531</u>	<u>-</u>	<u>778,531</u>
Fund Balances (Deficits)			
Restricted for:			
Outside construction covenant	-	-	38,933
Assigned:			
Construction activities	909,135	-	1,554,337
Unassigned	-	(352,334)	(352,334)
Total Fund Balances (Deficits)	<u>909,135</u>	<u>(352,334)</u>	<u>1,240,936</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 975,253</u>	<u>\$ 186,712</u>	<u>\$ 2,599,821</u>

City of Bend, Oregon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Nonmajor Capital Projects Funds
For the fiscal year ended June 30, 2021

	Local Improvement District Construction (LID) Fund	BURA Murphy Crossing Construction Fund	BURA Juniper Ridge Construction Fund
<u>Revenues</u>			
Franchise fees	\$ -	\$ -	\$ -
Intergovernmental	-	-	-
Investment earnings	2,201	-	3,967
Total Revenues	<u>2,201</u>	<u>-</u>	<u>3,967</u>
<u>Expenditures</u>			
Current:			
Infrastructure	-	-	-
Urban renewal	-	763,976	595,432
Debt service:			
Principal	-	-	-
Interest	-	-	-
Capital outlay	-	-	-
Total Expenditures	<u>-</u>	<u>763,976</u>	<u>595,432</u>
Excess (deficiency) of revenues over expenditures	<u>2,201</u>	<u>(763,976)</u>	<u>(591,465)</u>
<u>Other Financing Sources (Uses)</u>			
Issuance of long-term debt	-	752,300	-
Transfers in	-	10,465	548,970
Transfers out	(5,018)	-	(1,177,416)
Total Other Financing Sources (Uses)	<u>(5,018)</u>	<u>762,765</u>	<u>(628,446)</u>
Net change in fund balances	(2,817)	(1,211)	(1,219,911)
Fund Balances (Deficits), July 1, 2020	648,019	1,401	1,258,654
Fund Balances (Deficits), June 30, 2021	<u>\$ 645,202</u>	<u>\$ 190</u>	<u>\$ 38,743</u>

City of Bend, Oregon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits) (Continued)
Nonmajor Capital Projects Funds
For the fiscal year ended June 30, 2021

	Accessibility Construction Fund	2020 General Obligation Bond Construction Fund	Total Capital Projects Funds
<u>Revenues</u>			
Franchise fees	\$ 853,692	\$ -	\$ 853,692
Intergovernmental	30,018	-	30,018
Investment earnings	3,512	-	9,680
Total Revenues	<u>887,222</u>	<u>-</u>	<u>893,390</u>
<u>Expenditures</u>			
Current:			
Infrastructure	270,588	1,943	272,531
Urban renewal	-	-	1,359,408
Debt service:			
Principal	1,347,700	-	1,347,700
Interest	54,112	-	54,112
Capital outlay	639,689	356,351	996,040
Total Expenditures	<u>2,312,089</u>	<u>358,294</u>	<u>4,029,791</u>
Excess (deficiency) of revenues over expenditures	<u>(1,424,867)</u>	<u>(358,294)</u>	<u>(3,136,401)</u>
<u>Other Financing Sources (Uses)</u>			
Issuance of long-term debt	1,101,900	-	1,854,200
Transfers in	-	5,960	565,395
Transfers out	(7,728)	-	(1,190,162)
Total Other Financing Sources (Uses)	<u>1,094,172</u>	<u>5,960</u>	<u>1,229,433</u>
Net change in fund balances	(330,695)	(352,334)	(1,906,968)
Fund Balances (Deficits), July 1, 2020	1,239,830	-	3,147,904
Fund Balances (Deficits), June 30, 2021	<u>\$ 909,135</u>	<u>\$ (352,334)</u>	<u>\$ 1,240,936</u>

City of Bend, Oregon
Local Improvement District Construction (LID) Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Investment earnings	\$ 25,600	\$ 25,600	\$ 7,276	\$ 10,036	\$ 17,312	\$ (8,288)
Total Revenues	<u>25,600</u>	<u>25,600</u>	<u>7,276</u>	<u>10,036</u>	<u>17,312</u>	<u>(8,288)</u>
Expenditures						
Current:						
Infrastructure	12,800	-	-	-	-	-
Reserved for construction	624,300	624,300	-	-	-	624,300
Total Expenditures	<u>637,100</u>	<u>624,300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>624,300</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(611,500)</u>	<u>(598,700)</u>	<u>7,276</u>	<u>10,036</u>	<u>17,312</u>	<u>616,012</u>
Other Financing Sources (Uses)						
Transfers out	-	(12,800)	(3,638)	(5,018)	(8,656)	4,144
Total Other Financing Sources (Uses)	<u>-</u>	<u>(12,800)</u>	<u>(3,638)</u>	<u>(5,018)</u>	<u>(8,656)</u>	<u>4,144</u>
Net changes in fund balance	(611,500)	(611,500)	3,638	5,018	8,656	620,156
Beginning Fund Balance (Deficit)	611,500	611,500	624,531	628,169	624,531	13,031
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 628,169</u>	<u>\$ 633,187</u>	<u>\$ 633,187</u>	<u>\$ 633,187</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	12,015
Ending Fund Balance - GAAP Basis	<u>\$ 645,202</u>

City of Bend, Oregon
BURA Murphy Crossing Construction Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
<u>Expenditures</u>						
Current:						
Community and economic development	\$ 57,100	\$ 1,132,100	\$ 15,581	\$ 763,976	\$ 779,557	\$ 352,543
Contingency	4,100	4,100	-	-	-	4,100
Total Expenditures	61,200	1,136,200	15,581	763,976	779,557	356,643
Excess (deficiency) of revenues over (under) expenditures	(61,200)	(1,136,200)	(15,581)	(763,976)	(779,557)	356,643
<u>Other Financing Sources (Uses)</u>						
Interfund loan proceeds	57,100	307,100	10,000	10,465	20,465	(286,635)
Issuance of long-term debt	-	825,000	-	752,300	752,300	(72,700)
Total Other Financing Sources (Uses)	57,100	1,132,100	10,000	762,765	772,765	(359,335)
Net changes in fund balance	(4,100)	(4,100)	(5,581)	(1,211)	(6,792)	(2,692)
Beginning Fund Balance (Deficit)	4,100	4,100	6,792	1,211	6,792	2,692
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,211</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	190
Transfers in to Construction Fund for debt service	10,465
Reclass loan proceeds for budgetary reporting	(10,465)
Ending Fund Balance - GAAP Basis	<u>\$ 190</u>

City of Bend, Oregon
BURA Juniper Ridge Construction Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ -	\$ -	\$ 1,894	\$ -	\$ 1,894	\$ 1,894
Investment earnings	132,500	132,500	14,602	16,922	31,524	(100,976)
Total Revenues	<u>132,500</u>	<u>132,500</u>	<u>16,496</u>	<u>16,922</u>	<u>33,418</u>	<u>(99,082)</u>
Expenditures						
Current:						
Community and economic development	911,900	2,132,100	251,637	1,772,848	2,024,485	107,615
Interfund charges	4,900	-	-	-	-	-
Contingency	399,600	102,800	-	-	-	102,800
Total Expenditures	<u>1,316,400</u>	<u>2,234,900</u>	<u>251,637</u>	<u>1,772,848</u>	<u>2,024,485</u>	<u>210,415</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,183,900)</u>	<u>(2,102,400)</u>	<u>(235,141)</u>	<u>(1,755,926)</u>	<u>(1,991,067)</u>	<u>111,333</u>
Other Financing Sources (Uses)						
Interfund loan proceeds	132,200	325,000	130,000	538,315	668,315	343,315
Issuance of long-term debt	-	500,000	-	-	-	(500,000)
Transfers out	(225,700)	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>(93,500)</u>	<u>825,000</u>	<u>130,000</u>	<u>538,315</u>	<u>668,315</u>	<u>(156,685)</u>
Net changes in fund balance	(1,277,400)	(1,277,400)	(105,141)	(1,217,611)	(1,322,752)	(45,352)
Beginning Fund Balance (Deficit)	1,277,400	1,277,400	1,322,752	1,217,611	1,322,752	45,352
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,217,611</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	38,743
Transfers in to Construction Fund for debt service	538,315
Reclass loan proceeds for budgetary reporting	(538,315)
Ending Fund Balance - GAAP Basis	<u>\$ 38,743</u>

City of Bend, Oregon
Accessibility Construction Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Franchise fees	\$ 1,389,400	\$ 1,389,400	\$ 825,238	\$ 853,692	\$ 1,678,930	\$ 289,530
Intergovernmental	49,600	49,600	13,580	30,018	43,598	(6,002)
Investment earnings	4,200	14,200	13,322	15,456	28,778	14,578
Total Revenues	1,443,200	1,453,200	852,140	899,166	1,751,306	298,106
Expenditures						
Current:						
Infrastructure	2,151,300	1,996,400	654,366	715,672	1,370,038	626,362
Interfund charges	567,100	483,900	254,508	194,605	449,113	34,787
Debt service	700,000	1,893,000	304,138	1,401,812	1,705,950	187,050
Contingency	10,000	10,000	-	-	-	10,000
Reserved for construction	531,800	435,900	-	-	-	435,900
Total Expenditures	3,960,200	4,819,200	1,213,012	2,312,089	3,525,101	1,294,099
Excess (deficiency) of revenues over (under) expenditures	<u>(2,517,000)</u>	<u>(3,366,000)</u>	<u>(360,872)</u>	<u>(1,412,923)</u>	<u>(1,773,795)</u>	<u>1,592,205</u>
Other Financing Sources (Uses)						
Issuance of long-term debt	885,700	2,085,700	202,340	1,101,900	1,304,240	(781,460)
Premium on issuance of long-term debt	-	-	27,868	-	27,868	27,868
Transfers in	346,000	5,000	-	-	-	(5,000)
Transfers out	(2,100)	(12,100)	(6,661)	(7,728)	(14,389)	(2,289)
Total Other Financing Sources (Uses)	1,229,600	2,078,600	223,547	1,094,172	1,317,719	(760,881)
Net changes in fund balance	(1,287,400)	(1,287,400)	(137,325)	(318,751)	(456,076)	831,324
Beginning Fund Balance (Deficit)	1,287,400	1,287,400	1,334,679	1,197,354	1,334,679	47,279
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 1,197,354	\$ 878,603	\$ 878,603	\$ 878,603

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	30,532
Ending Fund Balance - GAAP Basis	<u>\$ 909,135</u>

City of Bend, Oregon
2011 General Obligation Bond Construction Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>				Total Actual Budget Basis	Variance with Final Budget - Over/Under
	<u>Original</u>	<u>Final</u>	<u>FY2019-20 Actual</u>	<u>FY2020-21 Actual</u>		
<u>Other Financing Sources (Uses)</u>						
Transfers out	\$ -	\$ (8,600)	\$ (8,528)	\$ -	\$ (8,528)	\$ 72
Total Other Financing Sources (Uses)	<u>-</u>	<u>(8,600)</u>	<u>(8,528)</u>	<u>-</u>	<u>(8,528)</u>	<u>72</u>
Net changes in fund balance	-	(8,600)	(8,528)	-	(8,528)	72
Beginning Fund Balance (Deficit)	-	8,600	8,528	-	8,528	(72)
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Note:

The combining statements exclude this fund due to no activity during the fiscal year and no fund balance at year end.

City of Bend, Oregon
2020 General Obligation Bond Construction Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with
	Original	Final				Final Budget - Over/Under
<u>Expenditures</u>						
Current:						
Infrastructure	\$ -	\$ 1,000,000	\$ -	\$ 358,294	\$ 358,294	\$ 641,706
Total expenditures	-	1,000,000	-	358,294	358,294	641,706
Excess (deficiency) of revenues over (under) expenditures	-	(1,000,000)	-	(358,294)	(358,294)	641,706
<u>Other Financing Sources (Uses)</u>						
Interfund loan proceeds	-	1,000,000	-	352,334	352,334	(647,666)
Transfers in	-	-	-	5,960	5,960	5,960
Total other financing sources (uses)	-	1,000,000	-	358,294	358,294	(641,706)
Net changes in fund balance	-	-	-	-	-	-
Beginning fund balance (deficit)	-	-	-	-	-	-
Ending fund balance (deficit)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>Reconciliation of Budgetary basis to GAAP basis</u>						
Advance from other funds					(352,334)	
Ending Fund Balance - GAAP Basis					<u>\$ (352,334)</u>	

City of Bend, Oregon
Nonmajor Capital Projects Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ended June 30, 2021

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>Local Improvement District Construction (LID) Fund</u>			
Transfers	\$ 12,800	\$ 8,656	\$ 4,144
Reserves	624,300	-	624,300
Total Local Improvement District Construction (LID) Fund	<u>\$ 637,100</u>	<u>\$ 8,656</u>	<u>\$ 628,444</u>
<u>BURA Murphy Crossing Construction Fund</u>			
Community & Economic Development Program	\$ 1,132,100	\$ 779,557	\$ 352,543
Contingency	4,100	-	4,100
Total BURA Murphy Crossing Construction Fund	<u>\$ 1,136,200</u>	<u>\$ 779,557</u>	<u>\$ 356,643</u>
<u>BURA Juniper Ridge Construction Fund</u>			
Community & Economic Development Program	\$ 2,132,100	\$ 2,024,485	\$ 107,615
Contingency	102,800	-	102,800
Total BURA Juniper Ridge Construction Fund	<u>\$ 2,234,900</u>	<u>\$ 2,024,485</u>	<u>\$ 210,415</u>
<u>Accessibility Construction Fund</u>			
Infrastructure Program	\$ 1,996,400	\$ 1,370,038	\$ 626,362
Debt service	1,893,000	1,705,950	187,050
Transfers	496,000	463,502	32,498
Contingency	10,000	-	10,000
Reserves	435,900	-	435,900
Total Accessibility Construction Fund	<u>\$ 4,831,300</u>	<u>\$ 3,539,490</u>	<u>\$ 1,291,810</u>
<u>2011 General Obligation Bond Construction Fund</u>			
Transfers	\$ 8,600	\$ 8,528	\$ 72
Total 2011 General Obligation Bond Construction Fund	<u>\$ 8,600</u>	<u>\$ 8,528</u>	<u>\$ 72</u>
<u>2020 General Obligation Bond Construction Fund</u>			
Infrastructure Program	\$ 1,000,000	\$ 358,294	\$ 641,706
Total 2020 General Obligation Bond Construction Fund	<u>\$ 1,000,000</u>	<u>\$ 358,294</u>	<u>\$ 641,706</u>

NONMAJOR PERMANENT FUNDS

Cemetery Permanent Maintenance Fund

This fund accounts for the collection of cemetery permanent maintenance revenues. The earnings, not principal, from the permanent maintenance collections are used to support Cemetery Fund operations.

City of Bend, Oregon
Cemetery Permanent Maintenance Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
<u>Revenues</u>						
Permanent maintenance fees	\$ 13,400	\$ 13,400	\$ 6,546	\$ 5,144	\$ 11,690	\$ (1,710)
Investment earnings	45,000	45,000	(20,996)	32,771	11,775	(33,225)
Total Revenues	<u>58,400</u>	<u>58,400</u>	<u>(14,450)</u>	<u>37,915</u>	<u>23,465</u>	<u>(34,935)</u>
<u>Expenditures</u>						
Current:						
Infrastructure	10,800	10,800	5,303	5,192	10,495	305
Reserved for permanent maintenance	658,100	658,100	-	-	-	658,100
Total Expenditures	<u>668,900</u>	<u>668,900</u>	<u>5,303</u>	<u>5,192</u>	<u>10,495</u>	<u>658,405</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(610,500)</u>	<u>(610,500)</u>	<u>(19,753)</u>	<u>32,723</u>	<u>12,970</u>	<u>623,470</u>
<u>Other Financing Sources (Uses)</u>						
Transfers out	(45,000)	(45,000)	(20,594)	(20,186)	(40,780)	4,220
Total Other Financing Sources (Uses)	<u>(45,000)</u>	<u>(45,000)</u>	<u>(20,594)</u>	<u>(20,186)</u>	<u>(40,780)</u>	<u>4,220</u>
Net changes in fund balance	(655,500)	(655,500)	(40,347)	12,537	(27,810)	627,690
Beginning Fund Balance (Deficit)	655,500	655,500	680,364	640,017	680,364	24,864
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 640,017</u>	<u>\$ 652,554</u>	<u>\$ 652,554</u>	<u>\$ 652,554</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	<u>110,078</u>
Ending Fund Balance - GAAP Basis	<u>\$ 762,632</u>

City of Bend, Oregon
Nonmajor Permanent Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ended June 30, 2021

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>Cemetery Permanent Maintenance Fund</u>			
Infrastructure Program	\$ 10,800	\$ 10,495	\$ 305
Transfers	45,000	40,780	4,220
Reserves	658,100	-	658,100
Total Cemetery Permanent Maintenance Fund	<u>\$ 713,900</u>	<u>\$ 51,275</u>	<u>\$ 662,625</u>

NONMAJOR ENTERPRISE FUNDS

Airport Fund

This fund accounts for the operations of the City's municipal airport. The principal sources of revenue are grants, and hangar, ground and operator leases. Expenses are for maintenance and improvements of airport facilities.

Cemetery Fund

This fund accounts for the operations of the City cemetery. The principal sources of revenues are user charges and interest income which are used to fund maintenance and capital improvements at the cemetery.

Parking Services Fund

This fund accounts for the operation of City-owned parking facilities. Revenue sources include parking fees, fines and rental charges. The revenue is used for program administration and management.

Stormwater Fund

This fund accounts for the operation of the City's stormwater facilities. The primary revenue source is user fees.

City of Bend, Oregon
Combining Statement of Fund Net Position
Nonmajor Enterprise Funds
June 30, 2021

	Airport Fund	Cemetery Fund	Parking Services Fund	Stormwater Fund	Total Nonmajor Enterprise Funds
<u>Assets</u>					
Current assets:					
Pooled cash and investments	\$ 203,406	\$ 41,814	\$ 809,145	\$ 5,768,257	\$ 6,822,622
Receivables:					
Accounts, net	15,092	-	143,224	663,787	822,103
Due from other governments	122,246	-	-	-	122,246
Prepays and deposits	300	-	-	-	300
Total Current Assets	341,044	41,814	952,369	6,432,044	7,767,271
Noncurrent assets:					
Restricted cash and investments	24,203	-	1,286,793	935,902	2,246,898
Capital assets, net	29,742,913	160,236	11,813,406	43,033,744	84,750,299
Net OPEB asset	1,449	1,071	819	7,749	11,088
Total Noncurrent Assets	29,768,565	161,307	13,101,018	43,977,395	87,008,285
Total Assets	30,109,609	203,121	14,053,387	50,409,439	94,775,556
<u>Deferred Outflows of Resources</u>					
Deferred outflows from pensions	104,895	77,531	59,289	560,960	802,675
Deferred outflows from OPEB	22,052	16,299	12,464	117,930	168,745
Total Deferred Outflows of Resources	126,947	93,830	71,753	678,890	971,420
<u>Liabilities</u>					
Current liabilities:					
Accounts payable	34,658	7,912	42,086	1,278,985	1,363,641
Salaries and benefits payable	4,458	2,033	2,176	18,557	27,224
Retainage payable	-	-	10,223	106,691	116,914
Other accrued liabilities:					
Compensated absences	21,890	16,234	6,661	53,894	98,679
Interest payable	3,690	33	2,745	4,865	11,333
Insurance claims	191	-	57	308	556
Other	21,229	-	-	-	21,229
Deposits - restricted	24,063	-	16,793	-	40,856
Current portion of advances from other funds	125,000	-	-	-	125,000
Current portion of long term debt	40,573	5,400	63,123	231,278	340,374
Total Current Liabilities	275,752	31,612	143,864	1,694,578	2,145,806
Noncurrent liabilities:					
Advances from other funds, net	675,000	-	-	-	675,000
Net pension liability	191,788	141,756	108,401	1,025,648	1,467,593
Total OPEB liability	114,860	84,896	64,921	614,249	878,926
Long-term debt, net	501,829	22,400	723,042	3,814,322	5,061,593
Total Noncurrent liabilities	1,483,477	249,052	896,364	5,454,219	8,083,112
Total Liabilities	1,759,229	280,664	1,040,228	7,148,797	10,228,918
<u>Deferred Inflows of Resources</u>					
Deferred inflows from pensions	12,933	9,559	7,310	69,164	98,966
Deferred inflows from OPEB	19,591	14,480	11,073	104,768	149,912
Total Deferred Inflows of Resources	32,524	24,039	18,383	173,932	248,878
<u>Net Position (Deficit)</u>					
Net investment in capital assets	29,172,811	132,436	11,017,018	38,553,569	78,875,834
Restricted for:					
Capital projects	-	-	1,270,000	-	1,270,000
Unrestricted (deficit)	(728,008)	(140,188)	779,511	5,212,031	5,123,346
Total Net Position (Deficit)	\$ 28,444,803	\$ (7,752)	\$ 13,066,529	\$ 43,765,600	\$ 85,269,180



CITY OF BEND

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City of Bend, Oregon
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Nonmajor Enterprise Funds
For the fiscal year ended June 30, 2021

	Airport Fund	Cemetery Fund	Parking Services Fund	Stormwater Fund	Total Nonmajor Enterprise Funds
<u>Operating Revenues</u>					
Licenses and permits	\$ -	\$ -	\$ 394,330	\$ -	\$ 394,330
Charges for services	1,113,529	81,047	-	4,281,069	5,475,645
Rental income	-	-	237,219	-	237,219
Fines and forfeitures	-	-	360,024	-	360,024
Miscellaneous	24,450	-	-	52	24,502
Total Operating Revenues	<u>1,137,979</u>	<u>81,047</u>	<u>991,573</u>	<u>4,281,121</u>	<u>6,491,720</u>
<u>Operating Expenses</u>					
Salaries and benefits	283,669	146,809	183,135	1,212,219	1,825,832
Materials and supplies	133,905	48,191	678,597	370,113	1,230,806
Internal services	333,101	105,320	193,812	630,648	1,262,881
Depreciation	847,520	18,916	411,272	1,266,066	2,543,774
Total Operating Expenses	<u>1,598,195</u>	<u>319,236</u>	<u>1,466,816</u>	<u>3,479,046</u>	<u>6,863,293</u>
Operating income (loss)	<u>(460,216)</u>	<u>(238,189)</u>	<u>(475,243)</u>	<u>802,075</u>	<u>(371,573)</u>
<u>Nonoperating Revenues (Expenses)</u>					
Investment earnings	(276)	184	8,180	12,499	20,587
Interest expense	(34,442)	(33)	(36,914)	(21,143)	(92,532)
Amortization	-	-	7,573	-	7,573
Gain (loss) on disposal of assets	17,179	3,860	-	104,500	125,539
Noncapital grants and contributions	-	-	-	2,384	2,384
Total Nonoperating Revenues (Expenses)	<u>(17,539)</u>	<u>4,011</u>	<u>(21,161)</u>	<u>98,240</u>	<u>63,551</u>
Income (loss) before contributions and transfers	(477,755)	(234,178)	(496,404)	900,315	(308,022)
<u>Contributions and Transfers</u>					
Capital grants and contributions	120,796	-	-	3,001,695	3,122,491
Transfers in	-	235,086	-	-	235,086
Transfers out	(9,200)	(1,100)	(67,000)	(167,569)	(244,869)
Total Contributions and Transfers	<u>111,596</u>	<u>233,986</u>	<u>(67,000)</u>	<u>2,834,126</u>	<u>3,112,708</u>
Change in net position	(366,159)	(192)	(563,404)	3,734,441	2,804,686
Net Position (Deficit), July 1, 2020	28,810,962	(7,560)	13,629,933	40,031,159	82,464,494
Net Position (Deficit), June 30, 2021	<u>\$ 28,444,803</u>	<u>\$ (7,752)</u>	<u>\$ 13,066,529</u>	<u>\$ 43,765,600</u>	<u>\$ 85,269,180</u>

City of Bend, Oregon
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the fiscal year ended June 30, 2021

	Airport Fund	Cemetery Fund	Parking Services Fund	Stormwater Fund	Total
<u>Cash Flows from Operating Activities</u>					
Cash received from customers	\$ 1,137,523	\$ 81,047	\$ 890,890	\$ 4,302,439	\$ 6,411,899
Cash received from interfund services provided	-	-	-	23,473	23,473
Cash paid to employees for services	(280,088)	(136,236)	(138,538)	(1,200,941)	(1,755,803)
Cash paid to suppliers for goods and services	(138,527)	(43,659)	(694,633)	(385,586)	(1,262,405)
Cash paid for interfund services used	(333,101)	(105,320)	(193,812)	(630,648)	(1,262,881)
Net Cash from Operating Activities	<u>385,807</u>	<u>(204,168)</u>	<u>(136,093)</u>	<u>2,108,737</u>	<u>2,154,283</u>
<u>Cash Flows from Noncapital Financing Activities</u>					
Transfers from other funds	-	235,086	-	-	235,086
Transfers to other funds	(9,200)	(1,100)	(67,000)	(167,569)	(244,869)
Interfund loan repayments	(250,000)	-	-	-	(250,000)
Noncapital grants and contributions	-	-	-	2,384	2,384
Net Cash from Noncapital Financing Activities	<u>(259,200)</u>	<u>233,986</u>	<u>(67,000)</u>	<u>(165,185)</u>	<u>(257,399)</u>
<u>Cash Flows from Capital and Related Financing Activities</u>					
Issuance of debt	104,600	27,800	-	4,045,600	4,178,000
Principal payments on capital debt	(30,445)	-	-	(662,411)	(692,856)
Interest payments on capital debt	(22,863)	-	(37,876)	(17,851)	(78,590)
Acquisition and construction of capital assets	(142,920)	(57,459)	(100,472)	(2,298,552)	(2,599,403)
Repayment to/from other funds for capital activities	(100,000)	-	-	-	(100,000)
Interest paid/received for advances to/from other funds for capital activities	(11,700)	-	-	-	(11,700)
Capital grants and contributions	259,267	-	507	114	259,888
Proceeds from sale of capital assets	17,179	3,860	-	104,500	125,539
Net Cash from Capital and Related Financing Activities	<u>73,118</u>	<u>(25,799)</u>	<u>(137,841)</u>	<u>1,171,400</u>	<u>1,080,878</u>
<u>Cash flows from investing activities</u>					
Investment earnings	911	792	35,741	61,377	98,821
Net Cash from Investing Activities	<u>911</u>	<u>792</u>	<u>35,741</u>	<u>61,377</u>	<u>98,821</u>
Net change in pooled cash and investments	200,636	4,811	(305,193)	3,176,329	3,076,583
Pooled Cash and Investments, July 1, 2020	28,160	37,611	2,370,455	3,391,033	5,827,259
Pooled Cash and Investments, June 30, 2021	<u>\$ 228,796</u>	<u>\$ 42,422</u>	<u>\$ 2,065,262</u>	<u>\$ 6,567,362</u>	<u>\$ 8,903,842</u>

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City of Bend, Oregon
Combining Statement of Cash Flows (Continued)
Nonmajor Enterprise Funds
For the fiscal year ended June 30, 2021

	Airport Fund	Cemetery Fund	Parking Services Fund	Stormwater Fund	Total
<u>Reconciliation of Pooled Cash and Investments to Statement of Net Position:</u>					
Pooled cash and investments	203,406	41,814	809,145	5,768,257	6,822,622
Restricted cash and investments	24,203	-	1,286,793	935,902	2,246,898
less unrealized (gain) loss on investments	1,187	608	(30,676)	(136,797)	(165,678)
Pooled Cash and Investments	<u>228,796</u>	<u>42,422</u>	<u>2,065,262</u>	<u>6,567,362</u>	<u>8,903,842</u>

<u>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</u>					
Operating income (loss)	\$ (460,216)	\$ (238,189)	\$ (475,243)	\$ 802,075	\$ (371,573)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation	847,520	18,916	411,272	1,266,066	2,543,774
Change in:					
Accounts receivable	5,340	-	(100,683)	44,791	(50,552)
Prepays and deposits	(300)	-	-	-	(300)
Accounts payable	(4,322)	4,532	(16,036)	(15,473)	(31,299)
Salaries and benefits payable	607	(96)	(392)	521	640
Pension benefits	(6,766)	2,723	20,891	(7,994)	8,854
Other post-employment benefits	1,478	9,024	26,221	36,853	73,576
Compensated absences payable	8,236	(1,078)	(2,180)	(18,119)	(13,141)
Insurance claims payable	26	-	57	17	100
Prepays and deposits payable	(5,796)	-	-	-	(5,796)
Net Cash Provided (Used) by Operating Activities	<u>\$ 385,807</u>	<u>\$ (204,168)</u>	<u>\$ (136,093)</u>	<u>\$ 2,108,737</u>	<u>\$ 2,154,283</u>

Noncash Capital and Related Financing Activities

The City received donated stormwater infrastructure totaling \$3,001,695 in the current year.

Acquisition of capital assets financed through accounts payable or retainage payable for the current year totaled \$27,839 in the Airport Fund, \$10,223 in the Parking Services Fund, and \$1,370,477 in the Stormwater Fund.

City of Bend, Oregon
Airport Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ 486,600	\$ 590,500	\$ 211,366	\$ 120,796	\$ 332,162	\$ (258,338)
Charges to others	1,959,600	1,855,900	888,408	1,042,192	1,930,600	74,700
Rental income:						
Rental income from others	127,700	131,300	61,868	71,337	133,205	1,905
Investment earnings	(400)	(15,900)	-	911	911	16,811
Miscellaneous	6,000	9,600	6,642	24,450	31,092	21,492
Total Revenues	2,579,500	2,571,400	1,168,284	1,259,686	2,427,970	(143,430)
Expenditures						
Current:						
Community and economic development	1,710,700	1,656,300	617,370	585,364	1,202,734	453,566
Interfund charges	794,000	744,200	413,650	332,156	745,806	(1,606)
Debt service	1,834,700	1,847,700	1,095,105	411,197	1,506,302	341,398
Contingency	467,900	425,000	-	-	-	425,000
Total Expenditures	4,807,300	4,673,200	2,126,125	1,328,717	3,454,842	1,218,358
Excess (deficiency) of revenues over (under) expenditures	(2,227,800)	(2,101,800)	(957,841)	(69,031)	(1,026,872)	1,074,928
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	80	17,179	17,259	17,259
Issuance of long-term debt	122,400	122,400	-	104,600	104,600	(17,800)
Issuance of short-term debt	1,000,000	1,000,000	250,000	-	250,000	(750,000)
Transfers in	130,000	72,200	-	-	-	(72,200)
Transfers out	(18,400)	(48,300)	(9,200)	(9,200)	(18,400)	29,900
Total Other Financing Sources (Uses)	1,234,000	1,146,300	240,880	112,579	353,459	(792,841)
Net changes in fund balance	(993,800)	(955,500)	(716,961)	43,548	(673,413)	282,087
Beginning Fund Balance (Deficit)	993,800	955,500	955,439	238,478	955,439	(61)
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 238,478	\$ 282,026	\$ 282,026	\$ 282,026

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	(1,187)
Capital assets, net of accumulated depreciation	29,742,913
Deferred outflows from pensions	104,895
Deferred outflows from OPEB	22,052
Compensated absences	(21,890)
Interest Payable	(3,690)
Advance from other funds	(800,000)
Long-term debt	(542,402)
Other post-employment benefits payable	(113,411)
Net pension liability	(191,788)
Deferred inflows from pensions	(12,933)
Deferred Inflow from OPEB	(19,591)
Insurance claims	(191)
Net Position - GAAP Basis	\$ 28,444,803

**City of Bend, Oregon
Cemetery Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021**

	Biennium Budget		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Burial and lot fees	\$ 244,000	\$ 169,800	\$ 85,415	\$ 81,047	\$ 166,462	\$ (3,338)
Investment earnings	1,000	(1,100)	-	792	792	1,892
Total Revenues	<u>245,000</u>	<u>168,700</u>	<u>85,415</u>	<u>81,839</u>	<u>167,254</u>	<u>(1,446)</u>
Expenditures						
Current:						
Infrastructure	495,400	489,300	197,194	246,536	443,730	45,570
Interfund charges	254,500	255,700	97,228	100,574	197,802	57,898
Contingency	16,800	16,800	-	-	-	16,800
Total Expenditures	<u>766,700</u>	<u>761,800</u>	<u>294,422</u>	<u>347,110</u>	<u>641,532</u>	<u>120,268</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(521,700)</u>	<u>(593,100)</u>	<u>(209,007)</u>	<u>(265,271)</u>	<u>(474,278)</u>	<u>118,822</u>
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	9,094	3,860	12,954	12,954
Issuance of long-term debt	40,800	40,800	-	27,800	27,800	(13,000)
Transfers in	452,900	509,400	188,094	235,086	423,180	(86,220)
Transfers out	(2,600)	(2,400)	(1,300)	(1,100)	(2,400)	-
Total Other Financing Sources (Uses)	<u>491,100</u>	<u>547,800</u>	<u>195,888</u>	<u>265,646</u>	<u>461,534</u>	<u>(86,266)</u>
Net changes in fund balance	(30,600)	(45,300)	(13,119)	375	(12,744)	32,556
Beginning Fund Balance (Deficit)	30,600	45,300	45,221	32,102	45,221	(79)
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,102</u>	<u>\$ 32,477</u>	<u>\$ 32,477</u>	<u>\$ 32,477</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	(608)
Capital assets, net of accumulated depreciation	160,236
Deferred outflows from pensions	77,531
Deferred outflows from OPEB	16,299
Compensated absences	(16,234)
Interest Payable	(33)
Long-term debt	(27,800)
Other post-employment benefits payable	(83,825)
Net pension liability	(141,756)
Deferred inflows from pensions	(9,559)
Deferred Inflow from OPEB	(14,480)
Net Position - GAAP Basis	<u>\$ (7,752)</u>

City of Bend, Oregon
Parking Services Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ -	\$ 8,500	\$ 9,022	\$ -	\$ 9,022	\$ 522
Licenses and permits	1,359,500	994,300	540,900	394,330	935,230	(59,070)
Charges for services:						
Rental income	473,300	426,100	236,922	237,219	474,141	48,041
Fines and lot rental fees	724,300	380,900	232,999	360,024	593,023	212,123
Investment earnings	123,400	69,300	22,561	35,741	58,302	(10,998)
Miscellaneous	800	800	4,296	-	4,296	3,496
Total Revenues	2,681,300	1,879,900	1,046,700	1,027,314	2,074,014	194,114
Expenditures						
Current:						
Infrastructure	2,717,300	2,102,000	901,863	918,910	1,820,773	281,227
Interfund charges	434,000	424,700	219,519	193,083	412,602	12,098
Debt service	103,000	103,000	3,707	34,169	37,876	65,124
Contingency	281,100	281,100	-	-	-	281,100
Reserved for construction	1,270,000	1,270,000	-	-	-	1,270,000
Reserved for maintenance	200,000	200,000	-	-	-	200,000
Total Expenditures	5,005,400	4,380,800	1,125,089	1,146,162	2,271,251	2,109,549
Excess (deficiency) of revenues over (under) expenditures	(2,324,100)	(2,500,900)	(78,389)	(118,848)	(197,237)	2,303,663
Other Financing Sources (Uses)						
Issuance of long-term debt	855,800	695,500	706,511	-	706,511	11,011
Premium on issuance of long-term debt	-	96,100	88,970	-	88,970	(7,130)
Transfers in	121,500	170,300	-	-	-	(170,300)
Transfers out	(134,000)	(134,000)	(67,000)	(67,000)	(134,000)	-
Total Other Financing Sources (Uses)	843,300	827,900	728,481	(67,000)	661,481	(166,419)
Net changes in fund balance	(1,480,800)	(1,673,000)	650,092	(185,848)	464,244	2,137,244
Beginning Fund Balance (Deficit)	1,480,800	1,673,000	1,672,964	2,323,056	1,672,964	(36)
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 2,323,056	\$ 2,137,208	\$ 2,137,208	\$ 2,137,208

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	30,676
Capital assets, net of accumulated depreciation	11,813,406
Deferred outflows from pensions	59,289
Deferred outflows from OPEB	12,464
Compensated absences	(6,661)
Interest Payable	(2,745)
Long-term debt	(786,165)
Other post-employment benefits payable	(64,102)
Net pension liability	(108,401)
Deferred inflows from pensions	(7,310)
Deferred Inflow from OPEB	(11,073)
Insurance claims	(57)
Net Position - GAAP Basis	\$ 13,066,529

City of Bend, Oregon
Stormwater Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ -	\$ -	\$ 5,116	\$ 3,384	\$ 8,500	\$ 8,500
Charges for services:						
Charges to others	8,532,600	8,532,600	4,160,290	4,256,596	8,416,886	(115,714)
Charges to other City funds	53,200	53,200	25,279	23,473	48,752	(4,448)
Investment earnings	67,200	67,200	38,852	61,377	100,229	33,029
Miscellaneous	-	-	804	52	856	856
Total Revenues	8,653,000	8,653,000	4,230,341	4,344,882	8,575,223	(77,777)
Expenditures						
Current:						
Infrastructure	10,403,200	11,994,100	5,130,651	4,868,962	9,999,613	1,994,487
Interfund charges	1,544,600	1,444,000	774,713	652,648	1,427,361	16,639
Debt service	190,000	788,000	93,454	678,689	772,143	15,857
Contingency	684,700	1,166,700	-	-	-	1,166,700
Reserved for construction	6,396,600	6,396,600	-	-	-	6,396,600
Total Expenditures	19,219,100	21,789,400	5,998,818	6,200,299	12,199,117	9,590,283
Excess (deficiency) of revenues over (under) expenditures	(10,566,100)	(13,136,400)	(1,768,477)	(1,855,417)	(3,623,894)	9,512,506
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	-	104,500	104,500	104,500
Issuance of long-term debt	5,610,000	8,218,500	-	4,045,600	4,045,600	(4,172,900)
Transfers out	(446,300)	(484,500)	(217,600)	(167,569)	(385,169)	99,331
Total Other Financing Sources (Uses)	5,163,700	7,734,000	(217,600)	3,982,531	3,764,931	(3,969,069)
Net changes in fund balance	(5,402,400)	(5,402,400)	(1,986,077)	2,127,114	141,037	5,543,437
Beginning Fund Balance (Deficit)	5,402,400	5,402,400	5,685,879	3,699,802	5,685,879	283,479
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,699,802</u>	<u>\$ 5,826,916</u>	<u>\$ 5,826,916</u>	<u>\$ 5,826,916</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	136,797
Capital assets, net of accumulated depreciation	43,033,744
Deferred outflows from pensions	560,960
Deferred outflows from OPEB	117,930
Compensated absences	(53,894)
Interest Payable	(4,865)
Long-term debt	(4,045,600)
Other post-employment benefits payable	(606,500)
Net pension liability	(1,025,648)
Deferred inflows from pensions	(69,164)
Deferred Inflow from OPEB	(104,768)
Insurance claims	(308)
Net Position - GAAP Basis	<u><u>\$ 43,765,600</u></u>

City of Bend, Oregon
Nonmajor Enterprise Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ended June 30, 2021

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>Airport Fund</u>			
Community & Economic Development Program	\$ 1,656,300	\$ 1,202,734	\$ 453,566
Debt service	1,847,700	1,506,302	341,398
Transfers	792,500	764,206	28,294
Contingency	425,000	-	425,000
Total Airport Fund	<u>\$ 4,721,500</u>	<u>\$ 3,473,242</u>	<u>\$ 1,248,258</u>
<u>Cemetery Fund</u>			
Infrastructure Program	\$ 489,300	\$ 443,730	\$ 45,570
Transfers	258,100	200,202	57,898
Contingency	16,800	-	16,800
Total Cemetery Fund	<u>\$ 764,200</u>	<u>\$ 643,932</u>	<u>\$ 120,268</u>
<u>Parking Services Fund</u>			
Community & Economic Development Program	\$ 2,102,000	\$ 1,820,773	\$ 281,227
Debt service	103,000	37,876	65,124
Transfers	558,700	546,602	12,098
Contingency	281,100	-	281,100
Reserves	1,470,000	-	1,470,000
Total Parking Services Fund	<u>\$ 4,514,800</u>	<u>\$ 2,405,251</u>	<u>\$ 2,109,549</u>
<u>Stormwater Fund</u>			
Infrastructure Program	\$ 11,994,100	\$ 9,999,613	\$ 1,994,487
Debt service	788,000	772,143	15,857
Transfers	1,928,500	1,812,530	115,970
Contingency	1,166,700	-	1,166,700
Reserves	6,396,600	-	6,396,600
Total Stormwater Fund	<u>\$ 22,273,900</u>	<u>\$ 12,584,286</u>	<u>\$ 9,689,614</u>

INTERNAL SERVICE FUNDS

Internal Service Fund - City Wide Administration

Administration and Central Services Program

To account for the general government and finance functions. User charges are generated to cover the full cost of operations of the City Council, City Manager's office, Volunteer Program, Communications, Human Resources, Purchasing and Finance.

Internal Service Fund - Department Administration

Administration and Central Services Program

To account for the maintenance and service of all City vehicles and heavy equipment, excluding the police department fleet. Revenue is generated by charges to the departments receiving service.

Community and Economic Development Program

To account for the support services provided to the operational divisions within the Community Development Department: Building, Planning, and Private Development Engineering.

Infrastructure Program

The Utilities Laboratory and Engineering & Infrastructure Planning activities provide services to the other City departments or function. Revenue is generated from overhead allocation through the City's cost allocation plan to the departments or funds receiving services.

Internal Service Fund - OPEB

Administration and Central Services Program

To account for the accumulation of reserves for future payments of OPEB liabilities. Revenue is from charges to other funds.

City of Bend, Oregon
Combining Statement of Fund Net Position
Internal Service Funds
June 30, 2021

	Internal Service Fund - City Wide Administration	Internal Service Fund - Departmental Administration	Internal Service Fund - OPEB	Total Internal Service Funds
Assets				
Current assets:				
Pooled cash and investments	\$ 9,381,752	\$ 3,525,909	\$ 6,188,863	\$ 19,096,524
Receivables:				
Accounts, net	9,059	-	-	9,059
Current portion of advances to other funds	125,000	-	-	125,000
Other assets	-	340,565	-	340,565
Prepays and deposits	1,593,433	-	-	1,593,433
Total Current Assets	11,109,244	3,866,474	6,188,863	21,164,581
Noncurrent assets:				
Restricted cash and investments	1,343,593	4,188	-	1,347,781
Loans and notes receivable, net	119,798	-	-	119,798
Advances to other funds, net	675,000	-	-	675,000
Capital assets, net	24,747,327	524,561	-	25,271,888
Net OPEB asset	77,291	44,977	-	122,268
Total Noncurrent Assets	26,963,009	573,726	-	27,536,735
Total Assets	38,072,253	4,440,200	6,188,863	48,701,316
Deferred Outflows of Resources				
Deferred outflows from pensions	5,595,924	3,256,307	-	8,852,231
Deferred outflows from OPEB	1,176,434	684,574	-	1,861,008
Deferred outflows from debt refunding	5,905	-	-	5,905
Total Deferred Outflows of Resources	6,778,263	3,940,881	-	10,719,144
Liabilities				
Current liabilities:				
Accounts payable	362,051	131,531	-	493,582
Salaries and benefits payable	200,339	106,086	-	306,425
Retainage payable	13,085	-	-	13,085
Other accrued liabilities:				
Compensated absences	957,514	639,186	-	1,596,700
Interest payable	21,028	-	-	21,028
Insurance claims	3,349	2,450	-	5,799
Deposits - restricted	2,500	4,188	-	6,688
Current portion of long term debt	1,797,299	-	-	1,797,299
Total Current Liabilities	3,357,165	883,441	-	4,240,606
Noncurrent liabilities:				
Net pension liability	10,231,471	5,953,766	-	16,185,237
Total OPEB liability	6,127,512	3,565,642	-	9,693,154
Long-term debt, net	14,530,090	-	-	14,530,090
Total Noncurrent Liabilities	30,889,073	9,519,408	-	40,408,481
Total Liabilities	34,246,238	10,402,849	-	44,649,087
Deferred Inflows of Resources				
Deferred inflows from pensions	689,953	401,489	-	1,091,442
Deferred inflows from OPEB	1,045,137	608,171	-	1,653,308
Deferred inflows from debt refunding	27,606	-	-	27,606
Total Deferred Inflows of Resources	1,762,696	1,009,660	-	2,772,356
Net Position (Deficit)				
Net investment in capital assets	9,651,538	513,379	-	10,164,917
Unrestricted (deficit)	(809,956)	(3,544,807)	6,188,863	1,834,100
Total Net Position (Deficit)	\$ 8,841,582	\$ (3,031,428)	\$ 6,188,863	\$ 11,999,017



CITY OF BEND

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City of Bend, Oregon
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Internal Service Funds
For the fiscal year ended June 30, 2021

	Internal Service Fund - City Wide Administration	Internal Service Fund - Departmental Administration	Internal Service Fund - OPEB	Total Internal Service Funds
<u>Operating Revenues</u>				
Licenses and permits	\$ -	\$ 247,610	\$ -	\$ 247,610
Charges for services	16,771,554	8,061,747	1,613,747	26,447,048
Rental income:				
Rental income from others	36,429	-	-	36,429
Rental income from other City funds	1,030,000	-	-	1,030,000
Miscellaneous	153,753	7,761	-	161,514
Total Operating Revenues	<u>17,991,736</u>	<u>8,317,118</u>	<u>1,613,747</u>	<u>27,922,601</u>
<u>Expenses</u>				
Salaries and benefits	12,316,989	4,793,331	-	17,110,320
Materials and supplies	4,271,733	1,591,381	-	5,863,114
Internal services	431,297	1,490,186	-	1,921,483
Insurance premiums and claims	2,305,282	2,180	-	2,307,462
Depreciation	1,847,371	136,308	-	1,983,679
Total Expenses	<u>21,172,672</u>	<u>8,013,386</u>	<u>-</u>	<u>29,186,058</u>
Operating income (loss)	<u>(3,180,936)</u>	<u>303,732</u>	<u>1,613,747</u>	<u>(1,263,457)</u>
<u>Nonoperating Revenues (Expenses)</u>				
Investment earnings	32,209	9,531	16,379	58,119
Insurance proceeds	15,042	10,285	-	25,327
Interest expense	(386,964)	-	-	(386,964)
Amortization	136,367	-	-	136,367
Gain (loss) on disposal of assets	-	9,306	-	9,306
Noncapital grants and contributions	72,041	10,740	-	82,781
Total Nonoperating Revenues (Expenses)	<u>(131,305)</u>	<u>39,862</u>	<u>16,379</u>	<u>(75,064)</u>
Income (loss) before contributions and transfers	<u>(3,312,241)</u>	<u>343,594</u>	<u>1,630,126</u>	<u>(1,338,521)</u>
<u>Transfers</u>				
Transfers in	908,313	298,062	-	1,206,375
Transfers out	(646,400)	(24,050)	(39,553)	(710,003)
Total Transfers	<u>261,913</u>	<u>274,012</u>	<u>(39,553)</u>	<u>496,372</u>
Change in net position	<u>(3,050,328)</u>	<u>617,606</u>	<u>1,590,573</u>	<u>(842,149)</u>
Net Position (Deficit), July 1, 2020	<u>11,891,910</u>	<u>(3,649,034)</u>	<u>4,598,290</u>	<u>12,841,166</u>
Net Position (Deficit), June 30, 2021	<u>\$ 8,841,582</u>	<u>\$ (3,031,428)</u>	<u>\$ 6,188,863</u>	<u>\$ 11,999,017</u>

City of Bend, Oregon
Combining Statement of Cash Flows
Internal Service Fund
For the fiscal year ended June 30, 2021

	Internal Service Fund - City Wide Administration	Internal Service Fund - Departmental Administration	Internal Service Fund - OPEB	Total
<u>Cash Flows from Operating Activities</u>				
Cash received from customers	\$ 364,381	\$ 391,319	\$ -	\$ 755,700
Cash received from interfund services provided	17,513,511	7,925,799	1,613,747	27,053,057
Cash paid to employees for services	(10,942,331)	(4,736,479)	-	(15,678,810)
Cash paid to suppliers for goods and services	(6,737,800)	(1,896,884)	-	(8,634,684)
Cash paid for interfund services used	(431,297)	(1,490,186)	-	(1,921,483)
Net Cash from Operating Activities	<u>(233,536)</u>	<u>193,569</u>	<u>1,613,747</u>	<u>1,573,780</u>
<u>Cash Flows from Noncapital Financing Activities</u>				
Transfers from other funds	907,848	298,062	-	1,205,910
Transfers to other funds	(646,400)	(24,050)	(39,553)	(710,003)
Noncapital grants and contributions	72,041	39,338	-	111,379
Net Cash from Noncapital Financing Activities	<u>333,489</u>	<u>313,350</u>	<u>(39,553)</u>	<u>607,286</u>
<u>Cash Flows from Capital and Related Financing Activities</u>				
<u>Activities</u>				
Issuance of debt	16,083,732	-	-	16,083,732
Principal payments on capital debt	(13,712,571)	-	-	(13,712,571)
Interest payments on capital debt	(409,586)	-	-	(409,586)
Acquisition and construction of capital assets	(2,488,698)	(25,179)	-	(2,513,877)
Repayment to/from other funds for capital activities	100,000	-	-	100,000
Interest paid/received for advances to/from other funds for capital activities	11,700	-	-	11,700
Capital grants and contributions	125,776	-	-	125,776
Insurance proceeds	15,042	10,285	-	25,327
Proceeds from sale of capital assets	-	9,306	-	9,306
Net Cash from Capital and Related Financing Activities	<u>(274,605)</u>	<u>(5,588)</u>	<u>-</u>	<u>(280,193)</u>
<u>Cash Flows from Investing Activities</u>				
Investment earnings	150,991	46,300	79,106	276,397
Net Cash from Investing Activities	<u>150,991</u>	<u>46,300</u>	<u>79,106</u>	<u>276,397</u>
Net change in pooled cash and investments	(23,661)	547,631	1,653,300	2,177,270
Pooled Cash and Investments, July 1, 2020	10,579,638	2,948,356	4,283,711	17,811,705
Pooled Cash and Investments, June 30, 2021	<u>\$ 10,555,977</u>	<u>\$ 3,495,987</u>	<u>\$ 5,937,011</u>	<u>\$ 19,988,975</u>

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City of Bend, Oregon
Combining Statement of Cash Flows (Continued)
Internal Service Fund
For the fiscal year ended June 30, 2021

	Internal Service Fund - City Wide Administration	Internal Service Fund - Departmental Administration	Internal Service Fund - OPEB	Total
<u>Reconciliation of Pooled Cash and Investments to Statement of Net Position:</u>				
Pooled cash and investments	9,381,752	3,525,909	6,188,863	19,096,524
Restricted cash and investments	1,343,593	4,188	-	1,347,781
less unrealized (gain) loss on investments	(169,368)	(34,110)	(251,852)	(455,330)
Pooled Cash and Investments	<u>10,555,977</u>	<u>3,495,987</u>	<u>5,937,011</u>	<u>19,988,975</u>

**Reconciliation of Operating Income (Loss) to Net
Cash Provided (Used) by Operating Activities**

Operating income (loss)	\$ (3,180,936)	\$ 303,732	\$ 1,613,747	\$ (1,263,457)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities				
Depreciation	1,847,371	136,308	-	1,983,679
Change in:				
Accounts receivable	5,954	-	-	5,954
Loan, notes and assessments receivable	(119,798)	-	-	(119,798)
Inventories	-	(340,217)	-	(340,217)
Prepays and deposits	(175,755)	-	-	(175,755)
Accounts payable	14,970	36,894	-	51,864
Salaries and benefits payable	20,231	(1,404)	-	18,827
Pension benefits	440,023	(138,792)	-	301,231
Other post-employment benefits	901,445	119,043	-	1,020,488
Compensated absences payable	12,111	77,890	-	90,001
Insurance claims payable	848	115	-	963
Net Cash Provided (Used) by Operating Activities	<u>\$ (233,536)</u>	<u>\$ 193,569</u>	<u>\$ 1,613,747</u>	<u>\$ 1,573,780</u>

Noncash Capital and Related Financing Activities

Acquisition of capital assets financed through accounts payable or retainage payable for the current year totaled \$87,793 in the City-Wide Administration Fund and \$11,182 in the Departmental Administration Fund.

City of Bend, Oregon
Internal Service Fund - City Wide Administration
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ 115,000	\$ 392,400	\$ 167,278	\$ 72,041	\$ 239,319	\$ (153,081)
Charges for services:						
Charges to others	1,998,700	426,200	245,415	238,146	483,561	57,361
Charges to other City funds	37,323,100	35,531,800	19,434,740	16,413,611	35,848,351	316,551
Rental income:						
Rental income from others	107,200	107,200	56,648	36,429	93,077	(14,123)
Rental income from other City funds	4,293,200	3,176,600	2,146,600	1,030,000	3,176,600	-
Contributions	-	-	15,000	-	15,000	15,000
Investment earnings	1,067,600	776,500	108,648	150,991	259,639	(516,861)
Miscellaneous	545,600	583,500	570,032	153,753	723,785	140,285
Total Revenues	45,450,400	40,994,200	22,744,361	18,094,971	40,839,332	(154,868)
Expenditures						
Current:						
Administration & Central Services	49,369,900	46,181,900	18,404,981	20,033,586	38,438,567	7,743,333
Interfund charges	2,063,200	1,640,600	1,180,786	427,840	1,608,626	31,974
Debt service	9,383,000	18,042,000	1,456,595	14,090,207	15,546,802	2,495,198
Contingency	599,600	538,800	-	-	-	538,800
Reserves	5,090,600	5,090,600	-	-	-	5,090,600
Total Expenditures	66,506,300	71,493,900	21,042,362	34,551,633	55,593,995	15,899,905
Excess (deficiency) of revenues over (under) expenditures	(21,055,900)	(30,499,700)	1,701,999	(16,456,662)	(14,754,663)	15,745,037
Other Financing Sources (Uses)						
Insurance proceeds	50,000	50,000	16,270	15,042	31,312	(18,688)
Issuance of long-term debt	11,279,300	20,055,600	1,132,946	16,083,732	17,216,678	(2,838,922)
Premium on issuance of long-term debt	-	-	35,242	-	35,242	35,242
Interfund loan repayments	224,700	224,700	126,000	111,700	237,700	13,000
Transfers in	2,063,200	2,063,200	728,147	907,848	1,635,995	(427,205)
Transfers out	(1,308,400)	(1,308,400)	(385,540)	(646,400)	(1,031,940)	276,460
Total Other Financing Sources (Uses)	12,308,800	21,085,100	1,653,065	16,471,922	18,124,987	(2,960,113)
Net changes in fund balance	(8,747,100)	(9,414,600)	3,355,064	15,260	3,370,324	12,784,924
Beginning Fund Balance (Deficit)	8,747,100	9,414,600	8,210,170	11,565,234	8,210,170	(1,204,430)
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 11,565,234	\$ 11,580,494	\$ 11,580,494	\$ 11,580,494

City of Bend, Oregon
Internal Service Fund - City Wide Administration
Schedule of Revenues, Expenses, and Changes in Fund Balance (Deficit) - Budget and Actual (Continued)
For the fiscal year ended June 30, 2021

Reconciliation of Budgetary basis to GAAP basis

Ending Fund Balance - Budgetary Basis	\$ 11,580,494
Advance to other funds	800,000
Loans and notes receivable, net	119,798
Unrealized gain (loss) on investments	169,368
Capital assets, net of accumulated depreciation	24,747,327
Deferred outflows from pensions	5,595,924
Deferred outflows from OPEB	1,176,434
Deferred outflows from debt refunding	5,905
Compensated absences	(957,514)
Interest Payable	(21,028)
Long-term debt	(16,327,389)
Other post-employment benefits payable	(6,050,221)
Net pension liability	(10,231,471)
Deferred inflows from pensions	(689,953)
Deferred Inflow from OPEB	(1,045,137)
Deferred inflows from debt refunding	(27,606)
Insurance claims	<u>(3,349)</u>
Net Position - GAAP Basis	<u>\$ 8,841,582</u>

City of Bend, Oregon
Internal Service Fund - Departmental Administration
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ -	\$ 33,200	\$ 28,880	\$ 10,740	\$ 39,620	\$ 6,420
Licenses and permits	473,600	468,000	256,536	247,610	504,146	36,146
Charges for services:						
Charges to others	224,800	224,800	99,771	135,948	235,719	10,919
Charges to other City funds	24,473,400	22,291,000	11,901,236	10,527,199	22,428,435	137,435
Investment earnings	42,600	66,600	28,496	46,300	74,796	8,196
Miscellaneous	2,000	2,000	1,726	7,761	9,487	7,487
Total Revenues	25,216,400	23,085,600	12,316,645	10,975,558	23,292,203	206,603
Expenditures						
Current:						
Administration & Central Services	6,318,000	6,041,600	2,853,541	2,902,983	5,756,524	285,076
Community and economic development	3,581,800	3,289,200	1,447,499	1,630,552	3,078,051	211,149
Infrastructure	13,465,500	11,426,200	4,788,958	4,758,827	9,547,785	1,878,415
Interfund charges	4,303,400	3,756,200	2,261,666	1,490,186	3,751,852	4,348
Contingency	589,800	1,366,500	-	-	-	1,366,500
Total Expenditures	28,258,500	25,879,700	11,351,664	10,782,548	22,134,212	3,745,488
Excess (deficiency) of revenues over (under) expenditures	(3,042,100)	(2,794,100)	964,981	193,010	1,157,991	3,952,091
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	6,994	9,306	16,300	16,300
Insurance proceeds	-	-	-	10,285	10,285	10,285
Transfers in	1,265,900	1,266,100	235,892	298,062	533,954	(732,146)
Transfers out	(22,700)	(46,900)	(14,948)	(24,050)	(38,998)	7,902
Total Other Financing Sources (Uses)	1,243,200	1,219,200	227,938	293,603	521,541	(697,659)
Net changes in fund balance	(1,798,900)	(1,574,900)	1,192,919	486,613	1,679,532	3,254,432
Beginning Fund Balance (Deficit)	1,798,900	1,574,900	1,536,141	2,729,060	1,536,141	(38,759)
Ending Fund Balance (Deficit)	\$ -	\$ -	\$ 2,729,060	\$ 3,215,673	\$ 3,215,673	\$ 3,215,673

Reconciliation of Budgetary basis to GAAP basis

Inventories	340,565
Unrealized gain (loss) on investments	34,110
Capital assets, net of accumulated depreciation	524,561
Deferred outflows from pensions	3,256,307
Deferred outflows from OPEB	684,574
Compensated absences	(639,186)
Other post-employment benefits payable	(3,520,665)
Net pension liability	(5,953,766)
Deferred inflows from pensions	(401,489)
Deferred Inflow from OPEB	(608,171)
Transfer GAAP vacation accrual to governmental fund	38,509
Insurance claims	(2,450)
Net Position - GAAP Basis	\$ (3,031,428)

City of Bend, Oregon
Internal Service Fund - OPEB
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
<u>Revenues</u>						
Charges for services:						
Charges to other City funds	\$ 3,410,400	\$ 3,410,400	\$ 1,596,055	\$ 1,613,747	\$ 3,209,802	\$ (200,598)
Investment earnings	318,000	318,000	123,147	79,106	202,253	(115,747)
Total revenues	<u>3,728,400</u>	<u>3,728,400</u>	<u>1,719,202</u>	<u>1,692,853</u>	<u>3,412,055</u>	<u>(316,345)</u>
<u>Expenditures</u>						
Reserves for Future Liability	12,941,400	5,984,000	-	-	-	5,984,000
Total expenditures	<u>12,941,400</u>	<u>5,984,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,984,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(9,213,000)</u>	<u>(2,255,600)</u>	<u>1,719,202</u>	<u>1,692,853</u>	<u>3,412,055</u>	<u>5,667,655</u>
<u>Other Financing Sources (Uses)</u>						
Transfers out	(159,000)	(7,116,400)	(7,018,913)	(39,553)	(7,058,466)	57,934
Total Other Financing Sources (Uses)	<u>(159,000)</u>	<u>(7,116,400)</u>	<u>(7,018,913)</u>	<u>(39,553)</u>	<u>(7,058,466)</u>	<u>57,934</u>
Net changes in fund balance	(9,372,000)	(9,372,000)	(5,299,711)	1,653,300	(3,646,411)	5,725,589
Beginning Fund Balance (Deficit)	9,372,000	9,372,000	9,583,422	4,283,711	9,583,422	211,422
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,283,711</u>	<u>\$ 5,937,011</u>	<u>\$ 5,937,011</u>	<u>\$ 5,937,011</u>
<u>Reconciliation of Budgetary basis to GAAP basis</u>						
Unrealized gain (loss) on investments					251,852	
Net Position - GAAP Basis					<u>\$ 6,188,863</u>	

City of Bend, Oregon
Internal Service Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ended June 30, 2021

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>Internal Service Fund - City Wide Administration</u>			
Administrative & Central Services Program	\$ 46,181,900	\$ 38,438,567	\$ 7,743,333
Debt service	18,042,000	15,546,802	2,495,198
Transfers	2,949,000	2,640,566	308,434
Contingency	538,800	-	538,800
Reserves	5,090,600	-	5,090,600
Total Internal Service Fund - City Wide Administration	<u>\$ 72,802,300</u>	<u>\$ 56,625,935</u>	<u>\$ 16,176,365</u>
<u>Internal Service Fund - Departmental Administration</u>			
Administration & Central Services Program	\$ 6,041,600	\$ 5,756,524	\$ 285,076
Community & Economic Development Program	3,289,200	3,078,051	211,149
Infrastructure Program	11,426,200	9,547,785	1,878,415
Transfers	3,803,100	3,790,850	12,250
Contingency	1,366,500	-	1,366,500
Total Internal Service Fund - Departmental Administration	<u>\$ 25,926,600</u>	<u>\$ 22,173,210</u>	<u>\$ 3,753,390</u>
<u>Internal Service Fund - OPEB</u>			
Transfers	7,116,400	7,058,466	57,934
Reserves	<u>\$ 5,984,000</u>	<u>\$ -</u>	<u>\$ 5,984,000</u>
Total Internal Service Fund - OPEB	<u>\$ 13,100,400</u>	<u>\$ 7,058,466</u>	<u>\$ 6,041,934</u>

OTHER FUNDS

City of Bend, Oregon
Combining Balance Sheet
General Fund
June 30, 2021

	<u>General Fund</u>	<u>General Fund Revenue Stabilization Fund</u>	<u>Total General Fund</u>
<u>Assets</u>			
Pooled cash and investments	\$ 12,386,843	\$ 4,367,185	\$ 16,754,028
Restricted cash and investments	9,294,220	-	9,294,220
Receivables:			
Taxes	1,876,874	-	1,876,874
Accounts, net	1,406,929	-	1,406,929
Interest	1,127,267	-	1,127,267
Due from other funds	17,000	-	17,000
Due from other governments	832,184	-	832,184
Prepays and deposits	5,000	-	5,000
Loans and notes receivable, net	639,656	-	639,656
Assets held for resale	4,416,668	-	4,416,668
Total Assets	<u>\$ 32,002,641</u>	<u>\$ 4,367,185</u>	<u>\$ 36,369,826</u>
<u>Liabilities, Deferred Inflows of Resources and Fund Balances (Deficit)</u>			
Liabilities			
Accounts payable	\$ 699,819	\$ -	\$ 699,819
Salaries and benefits payable	349,197	-	349,197
Other accrued liabilities	857,539	-	857,539
Deposits - restricted	223,685	-	223,685
Unearned revenue	7,038,214	-	7,038,214
Total Liabilities	<u>9,168,454</u>	<u>-</u>	<u>9,168,454</u>
Deferred Inflows of Resources			
Unavailable revenue - property taxes	531,789	-	531,789
Unavailable revenue - assessments & loans	965,298	-	965,298
Total Deferred Inflows of Resources	<u>1,497,087</u>	<u>-</u>	<u>1,497,087</u>
Fund Balances (Deficits)			
Nonspendable:			
Assets held for resale	4,416,668	-	4,416,668
Restricted	1,681,754	-	1,681,754
Unassigned	15,238,678	4,367,185	19,605,863
Total Fund Balances (Deficits)	<u>21,337,100</u>	<u>4,367,185</u>	<u>25,704,285</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficit)	<u>\$ 32,002,641</u>	<u>\$ 4,367,185</u>	<u>\$ 36,369,826</u>

City of Bend, Oregon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
General Fund
For the fiscal year ended June 30, 2021

	General Fund	General Fund Revenue Stabilization Fund	Total General Fund
<u>Revenues</u>			
Taxes	\$ 44,079,427	\$ -	\$ 44,079,427
Franchise fees	8,518,649	-	8,518,649
Intergovernmental	5,944,745	-	5,944,745
Licenses and permits	86,782	-	86,782
Charges for services	339,338	-	339,338
Fines and forfeitures	791,689	-	791,689
Investment earnings	13,929	12,997	26,926
Miscellaneous	65,591	-	65,591
Total Revenues	<u>59,840,150</u>	<u>12,997</u>	<u>59,853,147</u>
<u>Expenditures</u>			
Current:			
General government	229,786	-	229,786
Public safety	28,749,739	-	28,749,739
Community and economic development	4,839,257	-	4,839,257
Capital outlay	1,305,869	-	1,305,869
Total Expenditures	<u>35,124,651</u>	<u>-</u>	<u>35,124,651</u>
Excess (deficiency) of revenues over expenditures	<u>24,715,499</u>	<u>12,997</u>	<u>24,728,496</u>
<u>Other Financing Sources (Uses)</u>			
Proceeds from sale of capital assets	2,043,245	-	2,043,245
Transfers in	1,245,968	388,479	1,634,447
Transfers out	(21,646,183)	-	(21,646,183)
Total Other Financing Sources (Uses)	<u>(18,356,970)</u>	<u>388,479</u>	<u>(17,968,491)</u>
Net change in fund balances	6,358,529	401,476	6,760,005
Fund Balances (Deficits), July 1, 2020	14,978,571	3,965,709	18,944,280
Fund Balances (Deficits), June 30, 2021	<u>\$ 21,337,100</u>	<u>\$ 4,367,185</u>	<u>\$ 25,704,285</u>

City of Bend, Oregon
General Fund Revenue Stabilization Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2021

	<u>Biennium Budget</u>		FY2019-20 Actual	FY2020-21 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Investment earnings	\$ 154,700	\$ 154,700	\$ 44,902	\$ 61,144	\$ 106,046	\$ (48,654)
Total Revenues	<u>154,700</u>	<u>154,700</u>	<u>44,902</u>	<u>61,144</u>	<u>106,046</u>	<u>(48,654)</u>
Expenditures						
Reserves	4,794,800	4,794,800	-	-	-	4,794,800
Total Expenditures	<u>4,794,800</u>	<u>4,794,800</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,794,800</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,640,100)</u>	<u>(4,640,100)</u>	<u>44,902</u>	<u>61,144</u>	<u>106,046</u>	<u>4,746,146</u>
Other Financing Sources (Uses)						
Transfers in	1,220,900	1,220,900	313,848	388,479	702,327	(518,573)
Total Other Financing Sources (Uses)	<u>1,220,900</u>	<u>1,220,900</u>	<u>313,848</u>	<u>388,479</u>	<u>702,327</u>	<u>(518,573)</u>
Net changes in fund balance	(3,419,200)	(3,419,200)	358,750	449,623	808,373	4,227,573
Beginning Fund Balance (Deficit)	3,419,200	3,419,200	3,502,027	3,860,777	3,502,027	82,827
Ending Fund Balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,860,777</u>	<u>\$ 4,310,400</u>	<u>\$ 4,310,400</u>	<u>\$ 4,310,400</u>
Reconciliation of Budgetary basis to GAAP basis						
Unrealized gain (loss) on investments					56,785	
Ending Fund Balance - GAAP Basis					<u>\$ 4,367,185</u>	

City of Bend, Oregon
General Fund Revenue Stabilization Fund
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ended June 30, 2021

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>General Fund Revenue Stabilization Fund</u>			
Reserves	\$ 4,794,800	\$ -	\$ 4,794,800
Total General Fund Revenue Stabilization Fund	<u>\$ 4,794,800</u>	<u>\$ -</u>	<u>\$ 4,794,800</u>

OTHER FINANCIAL SCHEDULES

City of Bend, Oregon
Schedule of Property Tax Collections
For the fiscal year ended June 30, 2021

Fiscal Year	Uncollected Balances June 30, 2020	Current Year's Levy	Adjustments, Interest and Discounts	Net Collections	Uncollected Balances June 30, 2021
Prior	\$ 6,842	\$ -	\$ 646	\$ (1,579)	\$ 5,909
2011-12	1,034	-	48	(147)	935
2012-13	1,094	-	75	(266)	903
2013-14	1,607	-	113	(439)	1,281
2014-15*	7,124	-	1,270	(5,519)	2,875
2015-16*	4,771	-	1,258	(6,842)	(813)
2016-17*	54,062	-	7,086	(54,444)	6,704
2017-18	115,925	-	15,192	(88,473)	42,644
2018-19	246,184	-	(18,810)	(134,556)	92,818
2019-20	623,169	-	16,089	(449,435)	189,823
2020-21	-	42,594,340	(1,219,518)	(40,780,830)	593,992
Totals	<u>\$ 1,061,812</u>	<u>\$ 42,594,340</u>	<u>\$ (1,196,551)</u>	<u>\$ (41,522,530)</u>	<u>\$ 937,071</u>

Other distributions:

Interest earned on unsegregated taxes	\$ (7,273)
Other tax distributions and credits	<u>(66,381)</u>
Total Property Tax Cash Collections	<u>\$ (41,596,184)</u>

Reconciliation to revenues:

Collections	\$ 41,596,184
Change in accrued revenue	<u>(992)</u>
Property Tax Revenues Governmental Funds	41,595,192
Change in unavailable revenue	<u>(123,751)</u>
Total Property Tax Revenues Governmental Activities	<u>\$ 41,471,441</u>

Summary by fund:

	Revenues	Property Tax Receivable
General Fund	\$ 35,219,555	\$ 793,685
Fire/EMS Fund	2,541,862	56,658
BURA Juniper Ridge Debt Service Fund	1,356,460	30,230
BURA Murphy Crossing Debt Service Fund	543,124	11,797
2011 General Obligation Bond Debt Service Fund	1,934,191	44,702
Totals	<u>\$ 41,595,192</u>	<u>\$ 937,072</u>

* This schedule includes corrections to prior year amounts.

City of Bend, Oregon
Outstanding Long-Term Debt
June 30, 2021

	Repayment Source	Issued Date	Maturity Date	Amount of Original Issue	Amount Outstanding June 30, 2021
General Obligation Bonds:					
General obligation refunding bonds, series 2012	Ad Valorem Taxes	09/20/12	06/01/32	\$ 26,805,000	\$ 16,930,000
Total General Obligation Bonds				<u>26,805,000</u>	<u>16,930,000</u>
Debt Secured by the General Fund (1):					
Pension obligation bonds, series 2004	Department Budgets	05/27/04	06/01/28	\$ 13,725,000	\$ 8,715,000
Oregon Business Development Department: Airport eastside improvements 2007	Airport Revenues	01/31/07	12/01/31	867,335	437,802
Street equipment, Sewer, Police facilities, series 2012, refinance 2002	Sewer Revenues/Interfund Transfer	04/19/12	12/01/26	9,280,000	670,000
Transportation, series 2013, refinance 2003	Transportation SDCs	11/22/13	12/01/23	6,283,391	425,563
Juniper Ridge, series 2013, refinance 2003	Urban Renewal Taxes	11/22/13	12/01/23	3,700,000	977,674
Facilities, series 2016	Interfund Transfers	12/20/16	12/01/31	9,865,000	1,160,000
Fire engine and energy projects, Transportation and Accessibility system improvements, Parking improvements, series 2020	Fire/EMS Revenues/Franchise Fees/Parking Revenues/Transportation SDCs/Interfund Transfers	04/07/20	06/01/50	49,845,000	49,845,000
Accessibility, series 2021A, refunding 2010A	General Fund	02/18/21	06/01/24	1,101,900	844,200
Fire Stations and Transportation, series 2021B, refunding 2010B	Fire/EMS Revenues	02/18/21	06/01/24	1,489,200	813,900
Water and Sewer, series 2021C, refunding RZEDB 2010	Water and Sewer Revenues	02/18/21	06/01/31	8,077,900	8,077,900
Fire equipment and Police expansion, Cooley Road, Streets, ERP, Murphy Crossing, Cemetery equipment, Airport equipment, and Stormwater improvement series 2021A	Fire/EMS Revenues/Interfund Transfers/Urban Renewal Taxes/Street Operations Revenues/Cemetery Revenues/Airport Revenues/Stormwater Revenues	05/20/21	06/01/41	26,224,000	26,224,000
Police facility, Murphy Crossing, and Sewer, series 2021B	Interfund Transfers/Urban Renewal Taxes/Sewer Revenues	05/20/21	12/01/26	3,008,200	3,008,200
Total Debt Secured by the General Fund				<u>133,466,926</u>	<u>101,199,239</u>
Debt Secured by System Revenues:					
Water System Revenue Bonds					
Water, series 2016		07/07/16	12/01/36	49,910,000	43,365,000
Sewer System Revenue Bonds					
Sewer, series 2020		09/30/20	05/01/50	37,925,000	37,925,000
Total Debt Secured by System Revenues				<u>87,835,000</u>	<u>81,290,000</u>
DEQ Loans:					
Clean Water State Revolving Fund Loan (CWSRFL):					
CWSRFL R14510	Sewer revenues	06/10/11	12/01/33	5,482,336	3,919,670
CWSRFL R14511	Sewer revenues	11/01/11	06/01/39	14,484,130	13,298,096
CWSRFL R14512	Sewer revenues	10/02/12	12/01/37	18,833,534	16,482,927
CWSRFL R14513	Sewer revenues	02/09/15	06/01/22	3,939,246	661,785
CWSRFL R14514	Sewer revenues	12/11/15	TBD	21,000,000	12,089,480
CWSRFL R14515	Sewer revenues	03/03/16	06/01/38	13,620,000	11,621,832
CWSRFL R14516	Sewer revenues	12/11/15	12/01/38	59,349,742	43,244,326
CWSRFL R14517	Sewer revenues	11/29/16	12/01/38	5,450,000	6,836,062
CWSRFL R14518	Sewer revenues	12/29/16	TBD	7,895,000	6,131,316
CWSRFL R14519	Sewer revenues	04/08/19	TBD	8,000,000	2,273,383
CWSRFL R14520	Sewer revenues	07/16/19	TBD	2,620,000	1,304,385
CWSRFL R14521	Sewer revenues	07/16/19	TBD	10,000,000	8,595,105
CWSRFL R14522	Sewer revenues	11/20/19	TBD	4,000,000	1,651,561
Total DEQ Loans				<u>174,673,988</u>	<u>128,109,928</u>
Total Long-Term Debt				<u>422,780,914</u>	<u>\$ 327,529,167</u>

(1) The City has loans outstanding with Oregon Department of Environmental Quality ("DEQ") in total amount not to exceed \$198.2 million, of which the City had drawn \$128.1 million as of June 30, 2021 as shown above. The repayment source of the loans is sewer system revenues. The DEQ loans are secured by the City's allocation of state shared revenues, which are recorded in the General Fund.

City of Bend, Oregon
Schedule of Future Debt Service Requirements of Full Faith & Credit Obligations
For the fiscal year ended June 30, 2021

Fiscal Year	Total Requirements			Pension Obligation Bonds Series 2004		Street, Sewer, Police, Facilities Series 2012		Energy, Fire, Parking, and Transportation System Improvements, Series 2020	
	Principal	Interest	Total	Principal	Interest	Principal	Interest	Principal	Interest
2021-22	\$ 2,575,000	\$ 2,995,139	\$ 5,570,139	\$ 965,000	\$ 529,539	\$ 670,000	\$ 13,400	\$ 940,000	\$ 2,452,200
2022-23	2,070,000	2,886,095	4,956,095	1,085,000	471,495	-	-	985,000	2,414,600
2023-24	2,235,000	2,781,432	5,016,432	1,215,000	406,232	-	-	1,020,000	2,375,200
2024-25	2,420,000	2,666,578	5,086,578	1,360,000	332,178	-	-	1,060,000	2,334,400
2025-26	2,615,000	2,541,286	5,156,286	1,515,000	249,286	-	-	1,100,000	2,292,000
2026-27	2,835,000	2,393,946	5,228,946	1,680,000	156,946	-	-	1,155,000	2,237,000
2027-28	2,105,000	2,233,803	4,338,803	895,000	54,553	-	-	1,210,000	2,179,250
2028-29	1,275,000	2,118,750	3,393,750	-	-	-	-	1,275,000	2,118,750
2029-30	1,335,000	2,055,000	3,390,000	-	-	-	-	1,335,000	2,055,000
2030-31	1,330,000	1,988,250	3,318,250	-	-	-	-	1,330,000	1,988,250
2031-32	1,395,000	1,921,750	3,316,750	-	-	-	-	1,395,000	1,921,750
2032-33	1,465,000	1,852,000	3,317,000	-	-	-	-	1,465,000	1,852,000
2033-34	1,535,000	1,778,750	3,313,750	-	-	-	-	1,535,000	1,778,750
2034-35	1,615,000	1,702,000	3,317,000	-	-	-	-	1,615,000	1,702,000
2035-36	1,695,000	1,621,250	3,316,250	-	-	-	-	1,695,000	1,621,250
2036-37	1,785,000	1,536,500	3,321,500	-	-	-	-	1,785,000	1,536,500
2037-38	1,875,000	1,447,250	3,322,250	-	-	-	-	1,875,000	1,447,250
2038-39	1,965,000	1,353,500	3,318,500	-	-	-	-	1,965,000	1,353,500
2039-40	2,065,000	1,255,250	3,320,250	-	-	-	-	2,065,000	1,255,250
2040-41	1,830,000	1,152,000	2,982,000	-	-	-	-	1,830,000	1,152,000
2041-42	1,925,000	1,060,500	2,985,500	-	-	-	-	1,925,000	1,060,500
2042-43	2,020,000	964,250	2,984,250	-	-	-	-	2,020,000	964,250
2043-44	2,120,000	863,250	2,983,250	-	-	-	-	2,120,000	863,250
2044-45	2,225,000	757,250	2,982,250	-	-	-	-	2,225,000	757,250
2045-46	2,340,000	646,000	2,986,000	-	-	-	-	2,340,000	646,000
2046-47	2,455,000	529,000	2,984,000	-	-	-	-	2,455,000	529,000
2047-48	2,580,000	406,250	2,986,250	-	-	-	-	2,580,000	406,250
2048-49	2,705,000	277,250	2,982,250	-	-	-	-	2,705,000	277,250
2049-50	2,840,000	142,000	2,982,000	-	-	-	-	2,840,000	142,000
Total	\$ 59,230,000	\$ 45,926,279	\$105,156,279	\$ 8,715,000	\$ 2,200,229	\$ 670,000	\$ 13,400	\$ 49,845,000	\$ 43,712,650

City of Bend, Oregon
Schedule of Future Debt Service Requirements of Revenue Bonds
For the fiscal year ended June 30, 2021

Fiscal Year	Total Requirements			Series 2016		Series 2020	
	Principal	Interest	Total	Principal	Interest	Principal	Interest
2021-22	\$ 2,435,000	\$ 4,001,375	\$ 6,436,375	\$ 1,815,000	\$ 2,122,875	\$ 620,000	\$ 1,878,500
2022-23	2,555,000	3,877,375	6,432,375	1,905,000	2,029,875	650,000	1,847,500
2023-24	2,685,000	3,747,125	6,432,125	2,005,000	1,932,125	680,000	1,815,000
2024-25	2,825,000	3,610,250	6,435,250	2,110,000	1,829,250	715,000	1,781,000
2025-26	2,965,000	3,466,375	6,431,375	2,215,000	1,721,125	750,000	1,745,250
2026-27	3,120,000	3,315,250	6,435,250	2,330,000	1,607,500	790,000	1,707,750
2027-28	3,280,000	3,156,250	6,436,250	2,450,000	1,488,000	830,000	1,668,250
2028-29	3,445,000	2,989,125	6,434,125	2,575,000	1,362,375	870,000	1,626,750
2029-30	3,610,000	2,822,325	6,432,325	2,705,000	1,230,375	905,000	1,591,950
2030-31	3,785,000	2,647,375	6,432,375	2,845,000	1,091,625	940,000	1,555,750
2031-32	3,980,000	2,454,500	6,434,500	2,990,000	945,750	990,000	1,508,750
2032-33	4,180,000	2,251,625	6,431,625	3,145,000	792,375	1,035,000	1,459,250
2033-34	4,395,000	2,038,625	6,433,625	3,305,000	631,125	1,090,000	1,407,500
2034-35	4,620,000	1,814,625	6,434,625	3,475,000	461,625	1,145,000	1,353,000
2035-36	4,855,000	1,579,125	6,434,125	3,655,000	283,375	1,200,000	1,295,750
2036-37	5,100,000	1,331,750	6,431,750	3,840,000	96,000	1,260,000	1,235,750
2037-38	1,325,000	1,172,750	2,497,750	-	-	1,325,000	1,172,750
2038-39	1,390,000	1,106,500	2,496,500	-	-	1,390,000	1,106,500
2039-40	1,460,000	1,037,000	2,497,000	-	-	1,460,000	1,037,000
2040-41	1,530,000	964,000	2,494,000	-	-	1,530,000	964,000
2041-42	1,610,000	887,500	2,497,500	-	-	1,610,000	887,500
2042-43	1,690,000	807,000	2,497,000	-	-	1,690,000	807,000
2043-44	1,775,000	722,500	2,497,500	-	-	1,775,000	722,500
2044-45	1,865,000	633,750	2,498,750	-	-	1,865,000	633,750
2045-46	1,955,000	540,500	2,495,500	-	-	1,955,000	540,500
2046-47	2,055,000	442,750	2,497,750	-	-	2,055,000	442,750
2047-48	2,155,000	340,000	2,495,000	-	-	2,155,000	340,000
2048-49	2,265,000	232,250	2,497,250	-	-	2,265,000	232,250
2049-50	2,380,000	119,000	2,499,000	-	-	2,380,000	119,000
Total	\$ 81,290,000	\$ 54,108,575	\$ 135,398,575	\$ 43,365,000	\$ 19,625,375	\$ 37,925,000	\$ 34,483,200

City of Bend, Oregon
Schedule of Future Debt Service Requirements of General Obligation Bonds
For the fiscal year ended June 30, 2021

Fiscal Year	Total Requirements			GO Bond Construction Series 2012	
	Principal	Interest	Total	Principal	Interest
2021-22	\$ 1,290,000	\$ 548,150	\$ 1,838,150	\$ 1,290,000	\$ 548,150
2022-23	1,340,000	496,550	1,836,550	1,340,000	496,550
2023-24	1,395,000	442,950	1,837,950	1,395,000	442,950
2024-25	1,450,000	387,150	1,837,150	1,450,000	387,150
2025-26	1,495,000	343,650	1,838,650	1,495,000	343,650
2026-27	1,540,000	298,800	1,838,800	1,540,000	298,800
2027-28	1,585,000	252,600	1,837,600	1,585,000	252,600
2028-29	1,635,000	205,050	1,840,050	1,635,000	205,050
2029-30	1,680,000	156,000	1,836,000	1,680,000	156,000
2030-31	1,735,000	105,600	1,840,600	1,735,000	105,600
2031-32	1,785,000	53,550	1,838,550	1,785,000	53,550
Total	\$ 16,930,000	\$ 3,290,050	\$ 20,220,050	\$ 16,930,000	\$ 3,290,050

City of Bend, Oregon
Schedule of Future Debt Service Requirements of Direct Borrowing and Direct Placement Obligations
For the fiscal year ended June 30, 2021

Fiscal Year	Total Requirements			Airport Eastside Improvements 2007		CWSRL Fund Loan R14510	
	Principal	Interest	Total	Principal	Interest	Principal	Interest
2021-22	\$ 10,736,840	\$ 4,241,234	\$ 14,978,074	\$ 30,673	\$ 21,385	\$ 256,127	\$ 147,623
2022-23	11,741,402	3,219,035	14,960,437	30,914	19,894	264,701	137,769
2023-24	11,402,489	2,979,170	14,381,659	36,166	18,392	273,562	127,584
2024-25	10,810,096	2,770,314	13,580,410	36,430	16,627	282,720	117,058
2025-26	10,628,670	2,566,720	13,195,390	36,711	14,846	292,185	106,180
2026-27	10,799,517	2,364,267	13,163,784	42,006	13,052	301,965	94,939
2027-28	10,456,094	2,160,357	12,616,451	42,312	10,996	312,073	83,321
2028-29	9,362,054	1,957,152	11,319,206	42,632	8,926	322,521	71,313
2029-30	9,398,046	1,765,431	11,163,477	42,966	6,842	333,317	58,904
2030-31	9,561,029	1,571,707	11,132,736	48,314	4,743	344,475	46,079
2031-32	8,233,859	1,374,051	9,607,910	48,678	2,380	356,007	32,825
2032-33	7,802,232	1,196,261	8,998,493	-	-	367,924	19,128
2033-34	7,697,983	1,021,176	8,719,159	-	-	212,093	4,581
2034-35	7,612,165	854,098	8,466,263	-	-	-	-
2035-36	7,740,781	688,599	8,429,380	-	-	-	-
2036-37	7,871,886	520,039	8,391,925	-	-	-	-
2037-38	7,395,646	348,350	7,743,996	-	-	-	-
2038-39	4,265,217	205,011	4,470,228	-	-	-	-
2039-40	2,498,555	131,012	2,629,567	-	-	-	-
2040-41	2,120,550	80,357	2,200,907	-	-	-	-
2041-42	1,879,927	39,332	1,919,259	-	-	-	-
2042-43	64,129	728	64,857	-	-	-	-
Total	\$170,079,167	\$ 32,054,401	\$202,133,568	\$ 437,802	\$ 138,083	\$ 3,919,670	\$ 1,047,304

Notes:

Clean Water State Revolving Loan has been abbreviated to CWSRL

* Total Debt Service Requirements of Direct Borrowing and Direct Placement Obligations include preliminary repayment schedules for Clean Water State Revolving Fund loans that are based on current amounts outstanding. Final repayment schedules will be determined when the final loan amount is drawn down.

City of Bend, Oregon
Schedule of Future Debt Service Requirements of Direct Borrowing and Direct Placement Obligations
(Continued)
For the fiscal year ended June 30, 2021

Fiscal Year	CWSRL Fund Loan R14511		CWSRL Fund Loan R14512		CWSRL Fund Loan R14513		CWSRL Fund Loan R14514*	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2021-22	\$ 615,305	\$ 392,491	\$ 822,316	\$ 479,613	\$ 661,785	\$ 5,265	\$ -	\$ 876,225
2022-23	630,658	374,062	842,504	455,313	-	-	500,577	277,589
2023-24	646,397	355,170	863,186	430,419	-	-	510,285	279,160
2024-25	662,526	335,809	884,376	404,913	-	-	520,181	266,713
2025-26	679,058	315,964	906,086	378,781	-	-	530,269	254,024
2026-27	696,004	295,623	928,330	352,006	-	-	540,552	241,089
2027-28	713,372	274,775	951,119	324,576	-	-	551,035	227,903
2028-29	731,173	253,407	974,468	296,471	-	-	561,722	214,462
2029-30	749,418	231,506	998,390	267,677	-	-	572,615	200,759
2030-31	768,119	209,058	1,022,900	238,175	-	-	583,720	186,792
2031-32	787,287	186,049	1,048,010	207,950	-	-	595,040	172,553
2032-33	806,932	162,468	1,073,738	176,982	-	-	606,580	158,038
2033-34	827,068	138,297	1,100,096	145,256	-	-	618,343	143,242
2034-35	847,707	113,523	1,127,103	112,748	-	-	630,335	128,158
2035-36	868,860	88,131	1,154,772	79,444	-	-	642,559	112,782
2036-37	890,542	62,105	1,183,120	45,322	-	-	655,020	97,108
2037-38	912,764	35,430	602,413	10,361	-	-	667,723	81,130
2038-39	464,906	8,090	-	-	-	-	680,673	64,843
2039-40	-	-	-	-	-	-	693,873	48,239
2040-41	-	-	-	-	-	-	707,329	31,313
2041-42	-	-	-	-	-	-	721,049	15,870
2042-43	-	-	-	-	-	-	-	-
Total	\$ 13,298,096	\$ 3,831,958	\$ 16,482,927	\$ 4,406,007	\$ 661,785	\$ 5,265	\$ 12,089,480	\$ 4,077,992

* Total Debt Service Requirements of Direct Borrowing and Direct Placement Obligations include preliminary repayment schedules for Clean Water State Revolving Fund loans that are based on current amounts outstanding. Final repayment schedules will be determined when the final loan amount is drawn down.

City of Bend, Oregon
Schedule of Future Debt Service Requirements of Direct Borrowing and Direct Placement Obligations
(Continued)
For the fiscal year ended June 30, 2021

Fiscal Year	CWSRL Fund Loan R14515		CWSRL Fund Loan R14516		CWSRL Fund Loan R14517		CWSRL Fund Loan R14518*	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2021-22	\$ 580,260	\$ 286,215	\$ 2,273,014	\$ 642,996	\$ 310,535	\$ 141,546	\$ -	\$ 398,595
2022-23	591,923	271,622	2,295,799	608,846	315,523	134,993	262,386	120,723
2023-24	603,822	256,735	2,318,815	574,351	320,591	128,335	266,601	122,185
2024-25	615,958	241,549	2,342,061	539,510	325,741	121,569	270,884	116,570
2025-26	628,339	226,058	2,365,541	504,320	330,974	114,694	275,236	110,864
2026-27	640,968	210,255	2,389,255	468,778	336,290	107,710	279,657	105,066
2027-28	653,851	194,136	2,413,208	432,879	341,693	100,612	284,149	99,176
2028-29	666,994	177,691	2,437,401	396,620	347,181	93,402	288,714	93,190
2029-30	680,401	160,916	2,461,834	360,000	352,759	86,074	293,352	87,109
2030-31	694,077	143,803	2,486,515	323,010	358,426	78,629	298,064	80,930
2031-32	708,028	126,347	2,511,443	285,649	364,183	71,066	302,852	74,651
2032-33	722,259	108,541	2,536,619	247,916	370,034	63,379	307,717	68,272
2033-34	736,777	90,375	2,562,049	209,803	375,978	55,570	312,661	61,790
2034-35	751,586	71,845	2,587,733	171,309	382,018	47,636	317,683	55,204
2035-36	766,693	52,943	2,613,676	132,427	388,154	39,574	322,786	48,513
2036-37	782,103	33,661	2,639,878	93,157	394,389	31,383	327,972	41,713
2037-38	797,793	13,990	2,666,342	53,493	400,725	23,059	333,240	34,805
2038-39	-	-	1,343,143	13,432	407,162	14,602	338,593	27,786
2039-40	-	-	-	-	413,706	6,009	344,033	20,653
2040-41	-	-	-	-	-	-	349,559	13,407
2041-42	-	-	-	-	-	-	355,177	6,935
2042-43	-	-	-	-	-	-	-	-
Total	\$ 11,621,832	\$ 2,666,682	\$ 43,244,326	\$ 6,058,496	\$ 6,836,062	\$ 1,459,842	\$ 6,131,316	\$ 1,788,137

* Total Debt Service Requirements of Direct Borrowing and Direct Placement Obligations include preliminary repayment schedules for Clean Water State Revolving Fund loans that are based on current amounts outstanding. Final repayment schedules will be determined when the final loan amount is drawn down.

City of Bend, Oregon
Schedule of Future Debt Service Requirements of Direct Borrowing and Direct Placement Obligations
(Continued)
For the fiscal year ended June 30, 2021

Fiscal Year	CWSRL Fund Loan R14519*		CWSRL Fund Loan R14520*		CWSRL Fund Loan R14521*		CWSRL Fund Loan R14522*	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2021-22	\$ -	\$ -	\$ -	\$ 98,085	\$ -	\$ 98,085	\$ -	\$ 98,085
2022-23	50,101	103,603	53,631	30,856	362,363	182,013	72,237	28,918
2023-24	101,159	38,780	54,709	30,997	368,732	183,631	73,237	29,439
2024-25	102,447	36,982	55,808	29,623	375,213	175,306	74,251	28,059
2025-26	103,753	35,161	56,930	28,223	381,808	166,835	75,280	26,660
2026-27	105,075	33,317	58,074	26,794	388,519	158,215	76,322	25,241
2027-28	106,413	31,450	59,242	25,336	395,348	149,443	77,379	23,802
2028-29	107,769	29,559	60,432	23,849	402,297	140,518	78,450	22,344
2029-30	109,142	27,644	61,647	22,332	409,368	131,435	79,537	20,865
2030-31	110,532	25,704	62,886	20,785	416,563	122,193	80,638	19,366
2031-32	111,941	23,740	64,150	19,206	423,885	112,789	81,755	17,846
2032-33	113,367	21,750	65,440	17,596	431,335	103,219	82,887	16,306
2033-34	114,811	19,735	66,755	15,954	438,917	93,481	84,035	14,743
2034-35	116,274	17,695	68,097	14,278	446,631	83,572	85,198	13,159
2035-36	117,755	15,628	69,466	12,569	454,482	73,488	86,378	11,554
2036-37	119,256	13,536	70,862	10,825	462,470	63,227	87,574	9,926
2037-38	120,775	11,416	72,286	9,047	470,598	52,787	88,787	8,275
2038-39	122,314	9,270	73,739	7,232	478,870	42,162	90,017	6,602
2039-40	123,872	7,096	75,221	5,382	487,287	31,351	91,263	4,905
2040-41	125,450	4,895	76,733	3,493	495,852	20,350	92,527	3,185
2041-42	127,048	2,665	78,277	1,764	504,567	10,422	93,809	1,676
2042-43	64,129	728	-	-	-	-	-	-
Total	\$ 2,273,383	\$ 510,354	\$ 1,304,385	\$ 454,226	\$ 8,595,105	\$ 2,194,522	\$ 1,651,561	\$ 430,956

* Total Debt Service Requirements of Direct Borrowing and Direct Placement Obligations include preliminary repayment schedules for Clean Water State Revolving Fund loans that are based on current amounts outstanding. Final repayment schedules will be determined when the final loan amount is drawn down.

City of Bend, Oregon
Schedule of Future Debt Service Requirements of Direct Borrowing and Direct Placement Obligations
(Continued)
For the fiscal year ended June 30, 2021

Fiscal Year	Transportation System Series 2013		Juniper Ridge Series 2013		Facilities Series 2016		2021A FF&C Refunding 2010	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2021-22	\$ 425,563	\$ 3,535	\$ 386,762	\$ 13,227	\$ 95,000	\$ 25,476	\$ 272,200	\$ 10,637
2022-23	-	-	392,585	7,404	95,000	23,301	283,200	7,207
2023-24	-	-	198,327	1,666	100,000	21,068	288,800	3,639
2024-25	-	-	-	-	100,000	18,778	-	-
2025-26	-	-	-	-	105,000	16,431	-	-
2026-27	-	-	-	-	105,000	14,026	-	-
2027-28	-	-	-	-	105,000	11,622	-	-
2028-29	-	-	-	-	110,000	9,160	-	-
2029-30	-	-	-	-	110,000	6,641	-	-
2030-31	-	-	-	-	115,000	4,065	-	-
2031-32	-	-	-	-	120,000	1,374	-	-
2032-33	-	-	-	-	-	-	-	-
2033-34	-	-	-	-	-	-	-	-
2034-35	-	-	-	-	-	-	-	-
2035-36	-	-	-	-	-	-	-	-
2036-37	-	-	-	-	-	-	-	-
2037-38	-	-	-	-	-	-	-	-
2038-39	-	-	-	-	-	-	-	-
2039-40	-	-	-	-	-	-	-	-
2040-41	-	-	-	-	-	-	-	-
2041-42	-	-	-	-	-	-	-	-
2042-43	-	-	-	-	-	-	-	-
Total	\$ 425,563	\$ 3,535	\$ 977,674	\$ 22,297	\$ 1,160,000	\$ 151,942	\$ 844,200	\$ 21,483

* Total Debt Service Requirements of Direct Borrowing and Direct Placement Obligations include preliminary repayment schedules for Clean Water State Revolving Fund loans that are based on current amounts outstanding. Final repayment schedules will be determined when the final loan amount is drawn down.

City of Bend, Oregon
Schedule of Future Debt Service Requirements of Direct Borrowing and Direct Placement Obligations
(Continued)
For the fiscal year ended June 30, 2021

Fiscal Year	2021B FF&C Refunding 2010		2021C FF&C Refunding 2010		2021A FF&C		2021B FF&C	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2021-22	\$ 267,400	\$ 10,255	\$ 767,300	\$ 101,782	\$ 2,810,400	\$ 362,942	\$ 162,200	\$ 27,171
2022-23	266,400	6,886	777,500	92,114	2,799,900	314,149	853,500	21,773
2023-24	280,100	3,529	786,200	82,317	2,823,200	276,039	488,600	15,734
2024-25	-	-	793,300	72,411	2,869,500	237,546	498,700	11,291
2025-26	-	-	804,200	62,415	2,559,200	198,459	498,100	6,805
2026-27	-	-	813,800	52,282	2,590,600	163,592	507,100	2,282
2027-28	-	-	821,800	42,029	2,628,100	128,301	-	-
2028-29	-	-	828,300	31,674	1,402,000	94,566	-	-
2029-30	-	-	838,400	21,237	1,304,900	75,490	-	-
2030-31	-	-	847,100	10,673	1,323,700	57,702	-	-
2031-32	-	-	-	-	710,600	39,626	-	-
2032-33	-	-	-	-	317,400	32,666	-	-
2033-34	-	-	-	-	248,400	28,349	-	-
2034-35	-	-	-	-	251,800	24,971	-	-
2035-36	-	-	-	-	255,200	21,546	-	-
2036-37	-	-	-	-	258,700	18,076	-	-
2037-38	-	-	-	-	262,200	14,557	-	-
2038-39	-	-	-	-	265,800	10,992	-	-
2039-40	-	-	-	-	269,300	7,377	-	-
2040-41	-	-	-	-	273,100	3,714	-	-
2041-42	-	-	-	-	-	-	-	-
2042-43	-	-	-	-	-	-	-	-
Total	\$ 813,900	\$ 20,670	\$ 8,077,900	\$ 568,934	\$ 26,224,000	\$ 2,110,660	\$ 3,008,200	\$ 85,056

* Total Debt Service Requirements of Direct Borrowing and Direct Placement Obligations include preliminary repayment schedules for Clean Water State Revolving Fund loans that are based on current amounts outstanding. Final repayment schedules will be determined when the final loan amount is drawn down.



CITY OF BEND

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Statistical Section

STATISTICAL SECTION

This part of the City of Bend's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

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

City of Bend, Oregon
Net Position by Component
Last ten fiscal years
(accrual basis of accounting; amounts expressed in thousands)

	2012	2013	Restated 2014	2015	2016	2017	2018	2019	2020	2021
<u>Governmental Activities</u>										
Net investment in capital assets	\$ 474,505	\$ 474,356	\$ 472,258	\$ 477,809	\$ 476,817	\$ 468,971	\$ 461,728	\$ 481,503	\$ 476,852	\$ 464,990
Restricted	13,637	16,565	29,652	29,319	42,451	52,371	51,169	29,193	61,435	40,381
Unrestricted	30,167	29,610	4,056	18,412	11,632	12,839	6,672	11,566	(5,083)	28,143
Total governmental activities net position	<u>\$ 518,309</u>	<u>\$ 520,531</u>	<u>\$ 505,966</u>	<u>\$ 525,540</u>	<u>\$ 530,900</u>	<u>\$ 534,181</u>	<u>\$ 519,569</u>	<u>\$ 522,262</u>	<u>\$ 533,204</u>	<u>\$ 533,514</u>
<u>Business-type Activities</u>										
Net investment in capital assets	\$ 256,230	\$ 263,975	\$ 278,857	\$ 293,753	\$ 321,457	\$ 306,517	\$ 321,740	\$ 346,275	\$ 396,321	\$ 383,467
Restricted	676	1,289	1,265	1,678	3,536	3,784	4,613	4,509	6,211	6,803
Unrestricted	33,405	38,215	36,565	45,677	43,822	92,608	105,771	114,247	90,864	138,582
Total business-type activities net position	<u>\$ 290,311</u>	<u>\$ 303,479</u>	<u>\$ 316,687</u>	<u>\$ 341,108</u>	<u>\$ 368,815</u>	<u>\$ 402,909</u>	<u>\$ 432,124</u>	<u>\$ 465,031</u>	<u>\$ 493,396</u>	<u>\$ 528,852</u>
<u>Primary Government</u>										
Net investment in capital assets	\$ 730,735	\$ 738,331	\$ 751,115	\$ 771,562	\$ 798,274	\$ 775,488	\$ 783,468	\$ 827,778	\$ 873,173	\$ 848,457
Restricted	14,313	17,854	30,917	30,997	45,987	56,155	55,782	33,702	67,646	47,184
Unrestricted	63,572	67,825	40,621	64,089	55,454	105,447	112,443	125,813	85,781	166,725
Total primary government net position	<u>\$ 808,620</u>	<u>\$ 824,010</u>	<u>\$ 822,653</u>	<u>\$ 866,648</u>	<u>\$ 899,715</u>	<u>\$ 937,090</u>	<u>\$ 951,693</u>	<u>\$ 987,293</u>	<u>\$ 1,026,600</u>	<u>\$ 1,062,366</u>

City of Bend, Oregon
Changes in Net Position
Last ten fiscal years
(modified accrual basis of accounting; amounts expressed in thousands)

	2012	2013	2014	2015	2016
Expenses					
Governmental Activities:					
General government	\$ 21,164	\$ 15,300	\$ 17,436	\$ 17,185	\$ 23,006
Public safety	28,952	30,695	30,873	26,332	44,350
Infrastructure	17,318	18,208	19,733	19,550	20,631
Community and economic development	7,031	7,771	8,720	7,249	14,248
Permanent maintenance	-	4	5	5	5
Urban renewal	1,567	30	64	41	40
Interest on long-term debt	1,772	2,335	2,321	2,171	2,164
Total governmental activities expenses	<u>77,804</u>	<u>74,343</u>	<u>79,152</u>	<u>72,533</u>	<u>104,444</u>
Business-Type Activities:					
Water	\$ 11,701	\$ 12,576	\$ 14,032	\$ 12,821	\$ 14,889
Water reclamation	12,528	13,968	14,427	13,196	17,197
Airport	1,010	1,053	1,243	1,279	1,359
Cemetery	85	83	134	125	149
Parking services	875	869	875	924	1,091
Stormwater	2,216	2,400	2,843	2,648	3,256
Total business-type activities expenses	<u>28,415</u>	<u>30,949</u>	<u>33,554</u>	<u>30,993</u>	<u>37,941</u>
Total primary government expenses	<u>\$ 106,219</u>	<u>\$ 105,292</u>	<u>\$ 112,706</u>	<u>\$ 103,526</u>	<u>\$ 142,385</u>
Program Revenues					
Governmental Activities:					
Charges for Services:					
General government	\$ 5,404	\$ 6,475	\$ 7,827	\$ 8,279	\$ 9,516
Public safety	3,615	3,285	3,255	5,052	4,865
Infrastructure	1,736	2,507	3,652	2,722	3,091
Community and economic development	3,853	5,957	8,843	9,525	11,192
Permanent maintenance	4	6	3	5	13
Urban renewal	18	-	-	-	-
Operating grants and contributions	12,175	13,359	12,963	11,952	13,350
Capital grants and contributions	7,075	11,720	12,725	15,661	27,301
Total governmental activities program revenues	<u>33,880</u>	<u>43,309</u>	<u>49,268</u>	<u>53,196</u>	<u>69,328</u>
Business-Type Activities:					
Charges for Services:					
Water	\$ 14,809	\$ 15,815	\$ 17,296	\$ 17,768	\$ 18,708
Water reclamation	15,973	17,092	18,487	20,327	21,543
Airport	833	794	879	911	953
Cemetery	58	66	44	79	107
Parking services	569	639	753	825	919
Stormwater	2,519	2,534	2,540	2,599	3,228
Other business activities	10	-	-	-	-
Operating grants and contributions	-	-	-	-	-
Water	-	-	-	-	-
Water reclamation	-	-	-	-	-
Parking services	-	-	-	-	-
Stormwater	-	-	-	-	-
Capital grants and contributions	7,815	2,767	3,809	6,548	10,916
Total business-type activities	<u>42,586</u>	<u>39,707</u>	<u>43,808</u>	<u>49,057</u>	<u>56,374</u>
Total primary government program revenues	<u>\$ 76,466</u>	<u>\$ 83,016</u>	<u>\$ 93,076</u>	<u>\$ 102,253</u>	<u>\$ 125,702</u>
Net Revenues (Expenses)					
Governmental Activities	\$ (43,924)	\$ (31,034)	\$ (29,884)	\$ (19,337)	\$ (35,116)
Business-Type Activities	14,171	8,758	10,254	18,064	18,433
Total primary government net revenues (expenses)	<u>\$ (29,753)</u>	<u>\$ (22,276)</u>	<u>\$ (19,630)</u>	<u>\$ (1,273)</u>	<u>\$ (16,683)</u>

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City of Bend, Oregon
Changes in Net Position (Continued)
Last ten fiscal years

(modified accrual basis of accounting; amounts expressed in thousands)

	2017	2018	2019	2020	2021
Expenses					
Governmental Activities:					
General government	\$ 18,459	\$ 20,484	\$ 26,145	\$ 20,015	\$ 35,660
Public safety	41,593	49,030	47,115	54,578	49,880
Infrastructure	23,640	28,526	29,455	33,834	28,405
Community and economic development	15,083	16,172	16,512	21,964	22,327
Permanent maintenance	5	5	5	5	5
Urban renewal	53	45	310	929	1,549
Interest on long-term debt	2,055	1,888	1,747	2,265	4,511
Total governmental activities expenses	<u>100,888</u>	<u>116,150</u>	<u>121,289</u>	<u>133,590</u>	<u>142,337</u>
Business-Type Activities:					
Water	\$ 19,998	\$ 16,815	\$ 19,487	\$ 19,730	\$ 18,214
Water reclamation	14,196	18,393	22,717	27,527	24,370
Airport	1,394	1,357	1,625	1,691	1,628
Cemetery	139	212	176	294	284
Parking services	1,134	1,290	1,522	1,287	1,488
Stormwater	3,214	3,544	3,432	3,516	3,500
Total business-type activities expenses	<u>40,075</u>	<u>41,611</u>	<u>48,959</u>	<u>54,045</u>	<u>49,484</u>
Total primary government expenses	<u>\$ 140,963</u>	<u>\$ 157,761</u>	<u>\$ 170,248</u>	<u>\$ 187,635</u>	<u>\$ 191,821</u>
Program Revenues					
Governmental Activities:					
Charges for Services:					
General government	\$ 8,855	\$ 10,756	\$ 11,073	\$ 11,953	\$ 10,097
Public safety	5,181	5,997	6,381	4,469	3,599
Infrastructure	3,629	329	5,110	1,783	1,433
Community and economic development	11,134	15,851	13,117	15,545	15,740
Permanent maintenance	5	5	6	7	5
Urban renewal	-	-	-	-	750
Operating grants and contributions	14,684	18,194	15,664	24,261	21,327
Capital grants and contributions	19,299	20,791	20,313	28,418	31,743
Total governmental activities program revenues	<u>62,787</u>	<u>71,923</u>	<u>71,664</u>	<u>86,436</u>	<u>84,694</u>
Business-Type Activities:					
Charges for Services:					
Water	\$ 21,280	\$ 19,775	\$ 21,099	\$ 20,051	\$ 21,345
Water reclamation	24,062	26,930	29,532	31,058	32,127
Airport	858	923	893	957	1,155
Cemetery	70	61	73	95	85
Parking services	996	1,100	1,097	1,024	992
Stormwater	3,478	3,770	4,077	4,179	4,374
Other business activities	-	-	-	-	-
Operating grants and contributions					
Water	-	-	-	24	63
Water reclamation	-	-	-	93	216
Parking services	-	-	-	1	-
Stormwater	-	-	-	-	2
	-	-	-	118	281
Capital grants and contributions	12,930	11,143	10,422	11,052	14,145
Total business-type activities	<u>63,674</u>	<u>63,702</u>	<u>67,193</u>	<u>68,534</u>	<u>74,504</u>
Total primary government program revenues	<u>\$ 126,461</u>	<u>\$ 135,625</u>	<u>\$ 138,857</u>	<u>\$ 154,970</u>	<u>\$ 159,198</u>
Net Revenues (Expenses)					
Governmental Activities	\$ (38,101)	\$ (44,227)	\$ (49,625)	\$ (47,154)	\$ (57,643)
Business-Type Activities	23,599	22,091	18,234	14,489	25,020
Total primary government net revenues (expenses)	<u>\$ (14,502)</u>	<u>\$ (22,136)</u>	<u>\$ (31,391)</u>	<u>\$ (32,665)</u>	<u>\$ (32,623)</u>

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City of Bend, Oregon
Changes in Net Position (Continued)
Last ten fiscal years
(modified accrual basis of accounting; amounts expressed in thousands)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<u>General Revenues and Other Changes in Net Position</u>					
Governmental Activities:					
Taxes:					
Property taxes, levied for general purpose and debt service	\$ 25,751	\$ 25,649	\$ 26,753	\$ 30,179	\$ 31,971
Room taxes	3,575	3,945	4,710	6,397	7,931
Marijuana taxes	-	-	-	-	-
Franchise fees	7,204	7,170	7,645	7,834	8,280
Unrestricted investment earnings	338	546	703	636	1,118
Other revenues	1,456	43	-	-	-
Transfers	(2,216)	(4,169)	(5,246)	(6,135)	(8,821)
Total governmental activities	<u>36,108</u>	<u>33,184</u>	<u>34,565</u>	<u>38,911</u>	<u>40,479</u>
Business-type Activities:					
Unrestricted investment earnings	225	243	290	221	453
Transfers	2,216	4,169	5,246	6,135	8,821
Total business-type activities	<u>2,441</u>	<u>4,412</u>	<u>5,536</u>	<u>6,356</u>	<u>9,274</u>
Total primary government	<u>\$ 38,549</u>	<u>\$ 37,596</u>	<u>\$ 40,101</u>	<u>\$ 45,267</u>	<u>\$ 49,753</u>
<u>Change in Net Position</u>					
Governmental Activities	\$ (7,816)	\$ 2,150	\$ 4,681	\$ 19,574	\$ 5,363
Business-type Activities	16,612	13,170	15,790	24,420	27,707
Total primary government	<u>\$ 8,796</u>	<u>\$ 15,320</u>	<u>\$ 20,471</u>	<u>\$ 43,994</u>	<u>\$ 33,070</u>

City of Bend, Oregon
Changes in Net Position (Continued)
Last ten fiscal years
(modified accrual basis of accounting; amounts expressed in thousands)

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<u>General Revenues and Other Changes in Net Position</u>					
Governmental Activities:					
Taxes:					
Property taxes, levied for general purpose and debt service	\$ 33,316	\$ 35,340	\$ 37,574	\$ 40,281	\$ 41,471
Room taxes	8,990	9,700	10,239	8,801	11,233
Marijuana taxes	-	-	-	1,066	1,356
Franchise fees	8,794	9,035	9,650	11,791	13,357
Unrestricted investment earnings	556	737	4,797	5,185	582
Other revenues	-	-	-	-	-
Transfers	(10,273)	(10,122)	(9,944)	(9,029)	(10,045)
Total governmental activities	<u>41,383</u>	<u>44,690</u>	<u>52,316</u>	<u>58,095</u>	<u>57,954</u>
Business-type Activities:					
Unrestricted investment earnings	222	449	4,726	4,847	391
Transfers	10,273	10,122	9,944	9,029	10,045
Total business-type activities	<u>10,495</u>	<u>10,571</u>	<u>14,670</u>	<u>13,876</u>	<u>10,436</u>
Total primary government	<u>\$ 51,878</u>	<u>\$ 55,261</u>	<u>\$ 66,986</u>	<u>\$ 71,971</u>	<u>\$ 68,390</u>
<u>Change in Net Position</u>					
Governmental Activities	\$ 3,282	\$ 463	\$ 2,691	\$ 10,941	\$ 311
Business-type Activities	34,094	32,662	32,904	28,365	35,456
Total primary government	<u>\$ 37,376</u>	<u>\$ 33,125</u>	<u>\$ 35,595</u>	<u>\$ 39,306</u>	<u>\$ 35,767</u>



CITY OF BEND

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City of Bend, Oregon
Fund Balances (Deficits), Governmental Funds
Last ten fiscal years
(modified accrual basis of accounting; amounts expressed in thousands)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<u>General Fund</u>										
Nonspendable	\$ 4,594	\$ 4,581	\$ 4,562	\$ 4,555	\$ 4,555	\$ 4,555	\$ 4,487	\$ 4,487	\$ 4,487	\$ 4,416
Restricted	-	-	-	-	-	-	411	839	1,234	1,682
Committed	1,483	1,709	1,855	2,092	2,281	2,519	2,823	-	-	-
Assigned	-	-	-	4,232	5,411	6,651	-	-	-	-
Unassigned	10,669	10,325	11,030	10,775	9,378	9,463	10,446	13,360	13,223	19,606
Total general fund	<u>\$ 16,746</u>	<u>\$ 16,615</u>	<u>\$ 17,447</u>	<u>\$ 21,654</u>	<u>\$ 21,625</u>	<u>\$ 23,188</u>	<u>\$ 18,167</u>	<u>\$ 18,686</u>	<u>\$ 18,944</u>	<u>\$ 25,704</u>
<u>All Other Governmental Funds</u>										
Nonspendable	\$ 591	\$ 596	\$ 599	\$ 605	\$ 629	\$ 633	\$ 627	\$ 633	\$ 697	\$ 762
Restricted	6,903	26,669	29,413	23,189	22,551	41,099	38,897	27,721	59,490	37,937
Committed	11,032	12,997	11,792	12,342	18,947	7,630	6,797	11,623	12,940	15,289
Assigned	5,642	6,587	8,254	16,794	21,925	21,420	24,081	28,392	33,298	44,309
Unassigned	(340)	(360)	(360)	(360)	(360)	-	1,433	-	-	(352)
Total all other governmental funds	<u>\$ 23,828</u>	<u>\$ 46,489</u>	<u>\$ 49,698</u>	<u>\$ 52,570</u>	<u>\$ 63,692</u>	<u>\$ 70,782</u>	<u>\$ 71,835</u>	<u>\$ 68,369</u>	<u>\$ 106,425</u>	<u>\$ 97,945</u>

City of Bend, Oregon
Changes in Fund Balances (Deficits), Governmental Funds
Last ten fiscal years
(modified accrual basis of accounting, amounts expressed in thousands)

	2012	2013	2014	2015	2016
Revenues					
Taxes	\$ 29,684	\$ 29,990	\$ 31,612	\$ 36,686	\$ 39,917
Franchise fees	7,188	7,154	7,641	7,973	8,280
Intergovernmental	12,444	12,745	12,471	11,715	12,515
Assessments	145	158	175	165	171
Licenses and permits	2,991	4,274	5,860	6,946	8,247
Charges for services	6,136	6,779	8,568	9,315	10,234
System development charges	4,133	7,113	9,091	10,239	18,414
Contributions	261	104	153	415	158
Fines and forfeitures	1,108	955	927	900	947
Loan repayments	1,131	1,189	1,223	1,502	738
Permanent maintenance fees	4	6	3	5	13
Investment earnings	269	473	615	545	968
Miscellaneous	83	47	89	99	94
Total revenues	65,577	70,987	78,428	86,506	100,696
Expenditures					
General government	2,208	2,266	2,253	2,319	2,240
Public safety	31,307	31,848	33,924	36,474	39,357
Infrastructure	7,714	7,771	8,118	10,960	8,835
Community and economic development	8,039	8,309	9,505	9,880	14,504
Permanent maintenance	-	4	5	5	5
Urban renewal	871	32	66	60	41
Debt service:					
Principal	5,372	5,606	13,466	3,917	4,252
Interest	1,755	2,275	2,340	2,174	2,168
Capital outlay	6,078	13,376	9,814	12,922	11,967
Total expenditures	63,344	71,487	79,491	78,711	83,369
Other Financing Sources (Uses)					
Insurance proceeds	25	17	16	31	14
Issuance of long-term debt	1,425	26,805	9,983	3,055	2,945
Premium on issuance of long-term debt	103	1,550	-	-	-
Discount on issuance of long-term debt	-	-	-	(3)	-
Proceeds from sale of capital assets	816	43	565	-	53
Issuance of short-term debt	3,000	-	-	-	-
Interfund loan proceeds	1	1	-	-	-
Transfers in	15,040	16,744	15,723	17,992	23,217
Transfers out	(18,591)	(22,131)	(21,772)	(24,351)	(32,464)
Total other financing sources (uses)	1,819	23,029	4,515	(3,276)	(6,235)
Net changes in fund balances (deficits)	\$ 4,052	\$ 22,529	\$ 3,452	\$ 4,519	\$ 11,092
Debt services as a percentage of non-capital expenditures	12.0 %	14.0 %	23.0 %	9.0 %	9.0 %

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City of Bend, Oregon
Changes in Fund Balances (Deficits), Governmental Funds (Continued)
Last ten fiscal years
(modified accrual basis of accounting; amounts expressed in thousands)

	2017	2018	2019	2020	2021
Revenues					
Taxes	\$ 42,257	\$ 45,084	\$ 47,832	\$ 50,112	\$ 54,184
Franchise fees	8,794	9,035	9,650	11,791	13,293
Intergovernmental	12,185	17,122	14,745	20,490	25,357
Assessments	151	242	218	132	133
Licenses and permits	5,798	6,390	6,001	6,614	5,545
Charges for services	12,556	13,146	13,724	17,328	14,523
System development charges	16,828	15,221	16,392	18,516	18,688
Contributions	249	134	1,740	244	317
Fines and forfeitures	1,038	1,089	1,301	1,081	792
Loan repayments	1,717	429	258	576	769
Permanent maintenance fees	5	5	6	7	5
Investment earnings	419	684	3,953	4,226	512
Miscellaneous	187	128	81	246	273
Total revenues	102,185	108,708	115,901	131,362	134,391
Expenditures					
General government	2,589	2,525	2,512	11,538	230
Public safety	42,008	47,520	48,490	55,921	54,963
Infrastructure	10,159	10,564	11,855	14,994	13,018
Community and economic development	16,180	18,362	18,635	24,410	24,393
Permanent maintenance	5	5	5	5	5
Urban renewal	59	99	227	600	1,553
Debt service:					
Principal	4,555	4,699	5,187	5,226	14,721
Interest	2,079	1,947	1,838	1,669	4,195
Capital outlay	9,147	14,268	20,213	30,809	27,803
Total expenditures	86,781	99,989	108,962	145,172	140,881
Other Financing Sources (Uses)					
Insurance proceeds	52	12	-	6	5
Issuance of long-term debt	4,297	1,206	-	47,778	12,703
Premium on issuance of long-term debt	-	-	-	6,601	-
Discount on issuance of long-term debt	-	-	-	-	-
Proceeds from sale of capital assets	270	1,945	47	313	2,604
Issuance of short-term debt	-	-	-	-	-
Interfund loan proceeds	-	-	-	-	-
Transfers in	21,335	30,069	32,629	33,852	31,176
Transfers out	(30,031)	(45,918)	(42,562)	(36,426)	(41,717)
Total other financing sources (uses)	(4,077)	(12,686)	(9,887)	52,125	4,770
Net changes in fund balances (deficits)	\$ 11,327	\$ (3,967)	\$ (2,948)	\$ 38,315	\$ (1,720)
Debt services as a percentage of non-capital expenditures	8.5 %	7.8 %	7.9 %	6.0 %	16.7 %

City of Bend, Oregon
Taxable Property Values
Last Ten Fiscal Years

Fiscal Year		Real Market Value ⁽¹⁾	Total Assessed Value ⁽²⁾	Urban Renewal Excess	Assessed Value Used to Calculate Rates ⁽³⁾	AV as % of RMV	Total Direct Tax Rate
2012	(4)	\$ 9,814,582,275	\$ 8,181,021,182	\$ 138,616,120	\$ 8,042,405,062	82 %	\$ 3.23
2013	(4)	9,745,467,924	8,325,527,874	82,348,340	8,243,179,534	85 %	3.16
2014		10,551,368,975	8,766,651,445	87,551,264	8,679,100,181	82 %	3.12
2015		12,409,417,619	9,331,010,777	100,012,150	9,230,998,627	74 %	3.32
2016		14,324,209,631	9,991,920,678	108,639,719	9,883,280,959	69 %	3.30
2017		16,026,167,867	10,439,007,017	107,657,138	10,331,349,879	64 %	3.28
2018		18,293,572,585	11,057,097,220	115,049,200	10,942,048,020	60 %	3.28
2019		20,557,554,789	11,736,052,767	136,146,487	11,599,906,280	56 %	3.28
2020		22,306,374,380	12,362,179,543	145,845,139	12,216,334,404	55 %	3.28
2021		23,667,021,120	13,010,455,952	151,112,488	12,859,343,464	54 %	3.27

Source:

Deschutes County Assessor's Office

- (1) Value represents the real market value of taxable properties, including special assessed properties such as farms. This value is also commonly referred to as the "Measure 5 value" by county assessors.
- (2) Total assessed value as shown here is Total Assessed Value less Veterans exemption.
- (3) Assessed value of property in the City on which the lower rate is applied to derive ad valorem property taxes, excluding urban renewal and any other offsets.
- (4) The drop in RMV in 2012-2013 is due to market decline in real estate as an aftermath of the 2008 recession.

City of Bend, Oregon
Property Tax Rates - Direct and Overlapping Governments
Last ten fiscal years
(amounts expressed per \$1,000 of assessed value)

Fiscal Year	City Direct Rates			Overlapping Rates							Total
	City of Bend	Bend Urban Renewal District	Total Direct	Bend Metro Park and Recreation District	Deschutes County ⁽¹⁾	County Library	Education Service District	Central Oregon Community College	Bend La-Pine Administrative School District #1		
2012	\$ 3.00	\$ 0.23	\$ 3.23	\$ 1.45	\$ 2.92	\$ 0.54	\$ 0.10	\$ 0.74	\$ 6.26	\$ 15.24	
2013	3.04	0.12	3.16	1.46	2.96	0.54	0.10	0.75	6.18	15.15	
2014	3.00	0.12	3.12	1.66	2.84	0.54	0.10	0.74	6.16	15.16	
2015	3.19	0.13	3.32	1.65	2.72	0.54	0.10	0.73	6.20	15.26	
2016	3.17	0.13	3.30	1.63	2.78	0.54	0.10	0.73	6.18	15.26	
2017	3.16	0.12	3.28	1.63	2.78	0.54	0.10	0.74	6.17	15.24	
2018	3.15	0.13	3.28	1.62	2.63	0.54	0.10	0.73	6.62	15.52	
2019	3.14	0.14	3.28	1.61	2.65	0.54	0.10	0.72	6.61	15.51	
2020	3.13	0.15	3.28	1.59	2.65	0.54	0.10	0.72	6.62	15.50	
2021	3.12	0.15	3.27	1.59	2.65	0.54	0.10	0.72	6.61	15.48	

Source:
Deschutes County Assessor's Office

Notes:
(1) Property tax rates are for a representative tax code area (1-001) within the City and include operating and debt service levies. Deschutes County includes the following: Deschutes County \$1.2043, Countywide Law Enforcement \$1.0675, County Extension/4H \$0.0223, and 9-1-1 \$0.3577.

City of Bend, Oregon
Principal Taxpayers
For the fiscal years ended June 30, 2021 and June 30, 2012
(amounts expressed in thousands)

Taxpayer	Type of Business	2021			2012		
		Rank	Taxable Assessed Value	Percentage of Total Net Assessed Valuation ⁽¹⁾	Rank	Taxable Assessed Value	Percentage of Total Net Assessed Value ⁽¹⁾
TDS Baja Broadband LLC	Cable utility	1	\$ 74,933	0.6 %		\$ -	0.0 %
Pacificcorp (PP&L)	Electric utility	2	62,750	0.5 %	1	38,811	0.5 %
Touchmark at Mount Bachelor Village LLC	Retirement community	3	51,549	0.4 %	2	34,092	0.4 %
Suterra LLC	Biorational products	4	49,322	0.4 %	4	31,859	0.4 %
CVSC LLC	Shopping center	5	45,755	0.4 %	3	32,148	0.4 %
Deschutes Brewery Inc	Microbrewery	6	46,507	0.4 %	5	28,982	0.4 %
Cascade Natural Gas Corp	Gas utility	7	42,892	0.3 %		-	0.0 %
BDC/Bend SPE LLC	Real estate developer	8	31,320	0.2 %		-	0.0 %
CenturyLink Property Tax	Telephone utility	9	31,845	0.2 %		-	0.0 %
Forum Holdings LLC	Shopping center	10	30,525	0.2 %	10	23,063	0.3 %
Deschutes Properties LLC	Real estate developer		-	- %	6	27,647	0.4 %
Qwest Corporation	Telephone Utility		-	- %	7	27,226	0.3 %
West Bend Property Company LLC	Real estate developer		-	- %	8	10,740	0.1 %
Bend Cable Communications LLC	Cable Utility		-	- %	9	23,542	0.3 %
Total			\$ 467,398	3.6 %		\$ 278,110	3.6 %

Source:

Deschutes County Assessor's Office

Notes:

(1) Percent of total net assessed valuation represents percent of taxpayer's net assessed value to City's total assessed value of \$13,010,455,952 for 2021 and \$7,800,935,000 for 2012.

City of Bend, Oregon
Property Taxes Levies and Collections
Last ten fiscal years
(amounts expressed in thousands)

Fiscal Year	Total Tax Levy	Collected within the Fiscal Year of the Levy			Total Collections to Date		
		Amount	Percentage of Levy Collected	Collections in Subsequent Years	Amount	Percentage of Levy Collected	
2012	\$ 26,393	\$ 24,843	94.1 %	\$ 1,001	\$ 25,844	97.9 %	
2013	26,356	24,849	94.3 %	727	25,576	97.0 %	
2014	27,457	26,065	94.9 %	700	26,765	97.5 %	
2015	30,965	29,504	95.3 %	661	30,165	97.4 %	
2016	33,014	31,341	94.9 %	836	32,177	97.5 %	
2017	34,323	32,669	95.2 %	776	33,445	97.4 %	
2018	36,280	34,702	95.7 %	676	35,378	97.5 %	
2019	38,622	36,951	95.7 %	676	37,627	97.4 %	
2020	40,646	38,934	95.8 %	449	39,383	96.9 %	
2021	42,594	40,781	95.7 %	-	40,781	95.7 %	

Source:
Deschutes County Assessor's Office

City of Bend, Oregon
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Governmental Activities						Business-Type Activities						Total Primary Government	Total Debt Percentage of Personal Income	Total Debt per Capita
	Full Faith & Credit Obligation Bonds	General Obligations	Urban Renewal Tax Increment Bonds	Notes Payable	Line of Credit	Premiums/ Discounts	Full Faith & Credit Obligation Bonds	Revenue Bonds	Notes Payable	Line of Credit	Premiums/ Discounts				
2012	\$ 46,809	\$ -	\$ -	\$ -	\$ 5,209	\$ 669	\$ 18,621	\$ 14,960	\$ 5,568	\$ -	\$ 241	\$ 92,077	3.34 %	\$ 1,185	
2013	43,203	25,950	-	-	3,709	2,087	17,622	13,686	9,630	-	217	116,104	3.90 %	1,469	
2014	33,803	24,920	-	9,591	-	1,949	15,907	12,625	27,928	-	199	126,922	4.29 %	1,594	
2015	31,783	23,860	-	11,434	403	1,815	14,902	11,530	41,830	30,000	180	167,737	5.32 %	2,072	
2016	28,268	22,780	-	12,937	1,332	1,685	13,877	7,365	63,405	30,000	169	181,818	5.37 %	2,213	
2017	20,803	21,680	-	21,192	3,926	1,486	12,832	56,835	89,434	-	11,629	239,817	6.01 %	2,715	
2018	18,733	20,545	-	25,916	-	1,360	11,762	54,835	110,391	-	11,015	254,557	5.78 %	2,900	
2019	16,740	19,375	-	23,837	-	1,235	10,670	46,765	121,666	-	10,397	250,685	4.97 %	2,743	
2020	62,625	18,170	-	21,743	-	7,693	11,510	45,100	120,589	-	10,037	297,467	5.68 %	3,204	
2021	57,060	16,930	-	28,901	-	-	2,170	81,290	141,178	-	27,255	354,784	5.74 %	3,515	

Source:

Population and personal income data can be found in the Demographic and Economic Statistics schedule. Per capita income figures are for the Bend Metropolitan Statistical Area and are obtained from the US. Department of Commerce, Bureau of Economic Analysis.

Notes:

Details regarding the City's outstanding debt can be found in the notes to the financial statements.

City of Bend, Oregon
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amounts)

Fiscal Year	General Bonded Debt Outstanding			Amounts Restricted for Debt Service	Net General Bonded Debt Outstanding	Total Assessed Value	Ratio of Bonded Debt to Assessed Value	Population	General Bonded Debt Per Capita
	Full Faith & Credit Obligation Bonds	General Obligations	Total						
2012	\$ 65,430	\$ -	\$ 65,430	\$ 1,997	\$ 63,433	\$ 8,193,497	0.80	76,925	\$ 851
2013	60,825	25,950	86,775	1,471	85,304	8,338,066	1.04	77,455	1,120
2014	49,710	24,920	74,630	2,559	72,071	8,779,653	0.85	78,280	953
2015	46,685	23,860	70,545	2,831	67,714	9,345,229	0.75	79,985	882
2016	42,145	22,780	64,925	5,969	58,956	10,007,089	0.65	81,310	798
2017	33,635	21,680	55,315	6,406	48,909	10,454,190	0.53	83,500	662
2018	30,495	20,545	51,040	6,978	44,062	11,073,004	0.46	89,505	570
2019	27,410	19,375	46,785	8,126	38,659	11,752,965	0.40	91,385	512
2020	74,135	18,170	92,305	7,119	85,186	12,380,293	0.75	92,840	994
2021	59,230	16,930	76,160	7,080	69,080	13,029,334	0.58	100,922	755

Source:
Population and personal income data can be found in the Demographic and Economic Statistics schedule. Per capita income figures are for the Bend Metropolitan Statistical Area and are obtained from the US. Department of Commerce, Bureau of Economic Analysis.

Notes:
Details regarding the City's outstanding debt can be found in the notes to the financial statements.

City of Bend, Oregon
Computation of Direct and Overlapping Debt
For the Year Ended June 30, 2021

<u>Jurisdiction</u>	<u>Net Property - Tax Backed Debt Outstanding⁽¹⁾</u>	<u>Percentage Applicable to City of Bend⁽²⁾</u>	<u>Amount Applicable to City of Bend</u>
Direct Debt			
City of Bend	\$ 102,890,844	100.00 %	\$ 102,890,844
Overlapping Debt			
Bend Metro Park & Rec District	23,457,096	95.67 %	22,440,372
Central Oregon Community College	46,500,000	41.79 %	19,431,606
Deschutes County	11,750,000	49.44 %	5,809,588
Deschutes Cty SD 1 (Bend-Lapine)	424,672,566	68.60 %	291,318,161
Deschutes Public Library District	195,000,000	49.44 %	96,414,435
High Desert ESD	2,738,089	45.13 %	1,235,746
Total overlapping debt	<u>704,117,751</u>	<u>62.01 %</u>	<u>436,649,908</u>
Total direct debt and overlapping debt	<u>\$ 807,008,595</u>	<u>66.86 %</u>	<u>\$ 539,540,752</u>

Source:

State of Oregon, Treasury Department

Notes:

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Bend. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and therefore responsible for repaying the debt, of each overlapping government.

(1) Net property-tax backed debt includes all Full Faith and Credit Obligations, limited-tax general obligation bonds, and unlimited-tax general obligation bonds. \$47,425,393 of this total is being repaid by sources other than taxes. Total direct debt reported does not include Revenue Bonds and Direct Borrowing and Direct Placement Obligations.

(2) Percent applicable to City of Bend represents the City's real market value as a percent of the real market value of the respective jurisdictions.

City of Bend, Oregon
Legal Debt Margin Information
Last Ten Fiscal Years

	June 30, 2021
Real market value	\$ 23,734,666,331
	3 %
General obligation debt limit at 3% of real market value	712,039,990
General obligation debt subject to limit per ORS 287A.050(2) *	16,930,000
Less: Funds applicable to the payment of General obligation debt service fund	(1,815,240)
Net debt subject to 3% limitation	15,114,760
Legal debt margin	\$ 696,925,230
Debt capacity percent	98 %

Fiscal Years Ended June 30,				
Fiscal Year	3% Debt Limit ⁽¹⁾	Net Debt Subject to 3% Limit ⁽¹⁾	Legal Debt Margin ⁽¹⁾	Debt Capacity Percent
2012	\$ 295,949	\$ -	\$ 295,949	100 %
2013	293,805	25,950	268,631	91 %
2014	318,074	24,920	294,035	92 %
2015	373,925	23,860	351,062	94 %
2016	431,489	22,780	354,727	82 %
2017	482,684	20,481	462,203	96 %
2018	550,806	19,232	531,574	97 %
2019	618,615	17,893	600,722	97 %
2020	670,981	16,457	654,524	98 %
2021	712,040	15,115	696,925	98 %

Source:

Real Market Value obtained from Deschutes County Assessor's Office

Notes:

(1) Amounts expressed in thousands.

* Oregon Revised Statutes (ORS) 287A.050(2) states: "Unless the city charter provides a lesser limitation, a city may not issue or have outstanding at the time of issuance general obligation bonds in a principal amount that exceeds three percent of the real market value of the taxable property within its boundaries, calculated as provided in ORS 308.207."

City of Bend, Oregon
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population ⁽¹⁾	Area (square miles) ⁽²⁾	Average Density (person / square miles)	Personal Income (expressed in thousands) ⁽³⁾	Per Capita Income ⁽³⁾	School Enrollment ⁽⁴⁾	Unemployment Rate ⁽⁵⁾
2012	76,925	32.5	2,367	2,759,607	35,874	15,519	10.5
2013	77,455	32.5	2,383	2,977,990	38,448	16,473	10.0
2014	78,280	32.5	2,409	2,955,383	37,754	16,863	8.1
2015	79,985	32.5	2,461	3,155,888	39,456	17,163	6.2
2016	81,310	36.2	2,246	3,388,594	41,675	17,517	5.2
2017	83,500	36.2	2,307	3,992,052	47,809	18,375	3.8
2018	89,505	36.2	2,473	4,404,989	49,215	18,428	3.9
2019	91,385	36.2	2,524	5,039,243	55,143	18,587	3.9
2020 ⁽⁶⁾	92,840	36.2	2,565	5,240,539	56,447	18,672	12.3
2021	100,922	36.2	2,788	6,178,041	61,216	18,432	5.2

Source:

(1) Population figures obtained from Portland State University Population Research Center.

(2) Square mileage increased due to the Urban Growth Boundary expansion in 2016.

(3) Per capita personal income figures are for the Bend-Redmond Metropolitan Statistical Area and are obtained from the U.S. Department of Commerce, Bureau of Economic Analysis. Although the Bureau of Economic Analysis provides annual revisions to prior year data, the City, for consistency, continues to report the data that was originally reported in prior years.

(4) School enrollment figures obtained from Bend-LaPine Administrative School District No. 1 and does not include alternative schools.

(5) Unemployment rates represent June seasonally adjusted unemployment rates for the Bend Metropolitan Statistical Area obtained from the US Department of Labor, Bureau of Labor Statistics. Seasonally adjusted data for metropolitan areas and metropolitan divisions based on the 2010 Office of Management and Budget (OMB) delineations were introduced on July 1, 2015.

(6) Increase in unemployment rate in fiscal year 2020 was a result of COVID-19 and the statewide mandated shutdown.

City of Bend, Oregon
Principal Employers
For the fiscal years ended June 30, 2021 and June 30, 2012

Employer	Product or Service	2021			2012		
		Rank	Employees	Percentage of Total City Employment ⁽¹⁾	Rank	Employees	Percentage of Total City Employment ⁽¹⁾
St. Charles Medical Center	Health care	1	3,648	3.8 %	1	2,842	4.0 %
Bend La Pine School District	Education	2	2,160	2.2 %	2	1,686	2.4 %
Deschutes County	Government	3	1,011	1.0 %	3	904	1.3 %
Mt. Bachelor	Resort	4	860	0.9 %	6	749	1.0 %
City of Bend	Government	5	679	0.7 %	9	450	0.6 %
Central Oregon Community College	Education	6	665	0.7 %		-	- %
Summit Memorial Group	Health care	7	587	0.6 %	7	575	0.8 %
Safeway	Grocery chain	8	439	0.5 %	8	575	0.8 %
Lonza	Pharmaceutical	9	438	0.5 %		-	- %
Oregon State University OSU- Cascades	Education	10	416	0.4 %		-	- %
Sunriver Resort	Resort		-	- %	4	900	1.3 %
Les Schwab	Tire manufacturer		-	- %	5	870	1.2 %
TRG Customer Solutions	Call center		-	- %	10	442	0.6 %
	Total		10,903	11.3 %		9,993	14.0 %

Sources:

Economic Development for Central Oregon, 2021 Bend Largest Employers.
Bureau of Labor Statistics

Note:

(1) Percent of total city employment represents percent of employer's employees to total employment for the Bend-Redmond Metropolitan Statistical Area of 96,430 for June 2021 and 71,556 for June 2012

City of Bend, Oregon
Full Time Equivalent City Employees by Program
Last ten fiscal years

<u>Program</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General Government										
Administration, finance & legal	38.0	38.0	37.5	48.5	51.0	53.3	58.4	51.8	60.0	68.0
Information technology	13.0	14.0	14.0	17.0	22.0	21.0	21.0	23.0	23.0	19.0
Public works										
administration/laboratory	14.0	12.0	13.0	13.0	7.0	7.0	7.0	7.0	9.0	9.0
Facility management	4.5	3.0	3.0	4.0	5.0	5.0	6.0	7.0	8.0	10.0
Fleet management	8.0	7.0	6.7	6.7	7.7	7.7	9.0	9.7	11.8	11.8
Diversity, Equity, Inclusion and										
Accessibility (DEIA)	-	-	-	-	-	-	-	-	-	2.5
Sustainability	-	-	-	-	-	-	-	-	-	1.0
Accessibility program	1.5	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.5	-
Economic development										
administration*	2.0	2.0	2.0	2.0	2.0	3.0	1.0	4.0	4.0	-
Public Safety										
Police	108.0	108.0	112.0	120.0	122.0	122.0	132.0	135.0	136.0	145.0
Fire/EMS	87.8	87.5	85.5	112.7	129.7	124.7	123.1	123.1	128.6	131.6
Municipal Court	4.0	4.0	4.0	4.0	4.0	4.0	4.5	5.5	4.0	4.0
Public Ways and Facilities										
Street operations	31.0	31.0	34.5	38.5	41.0	42.0	44.0	46.0	49.0	52.0
Engineering	16.0	18.0	20.0	21.0	22.0	22.0	27.0	29.0	28.0	33.0
Community and Economic Development										
Community development										
administration	1.0	1.0	1.0	1.0	-	-	15.0	13.0	11.0	16.5
Planning	13.0	12.0	15.0	14.0	11.0	15.0	17.0	18.0	17.0	20.0
Building	18.0	21.0	28.0	34.0	41.0	45.0	40.5	40.0	39.0	39.0
Private development engineering	1.0	1.0	4.0	6.0	9.0	8.0	14.0	14.0	13.0	17.0
Economic development	-	-	-	-	-	-	-	-	-	6.0
Code enforcement	1.0	1.0	2.0	4.0	4.0	4.0	4.0	4.0	5.0	5.0
Growth management	-	-	-	8.0	8.5	9.0	9.5	10.5	8.0	5.5
Business advocacy	-	-	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Community development block grant										
program	2.0	2.0	3.0	2.0	2.0	3.0	1.0	2.0	2.0	3.5
Other										
Airport	1.5	1.8	1.8	1.8	2.3	2.5	2.5	2.3	2.2	2.3
Water	29.5	30.5	29.5	32.0	37.0	40.0	40.5	41.5	40.0	41.0
Water reclamation	34.0	33.0	34.0	36.0	34.0	32.0	32.5	32.5	30.5	32.5
Stormwater	6.0	6.0	6.0	6.0	8.0	8.0	8.0	8.0	8.0	8.0
Utility support division	14.5	14.5	7.5	9.5	14.0	14.0	14.0	25.6	25.0	25.0
Data support division	-	-	5.0	5.0	6.0	6.0	6.0	6.0	6.0	6.0
Other business-type	1.0	1.0	1.0	1.0	1.0	1.0	1.0	2.0	2.0	2.0
Total	450.3	450.3	472.0	549.7	593.2	601.2	640.5	662.5	672.6	717.2

* Economic development program moved from General Government to Community and Economic Development in FY 2021.

City of Bend, Oregon
Operating Indicators by Program
Last ten fiscal years

<u>Program</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Public Safety										
Police:										
Physical arrest ⁽¹⁾	3,843.0	3,652.0	3,916.0	3,504.0	3,453.0	3,556.0	3,729.0	4,427.0	3,614.0	2,732.0
Traffic violations ⁽¹⁾	10,119.0	12,878.0	11,432.0	11,802.0	10,717.0	9,008.0	8,971.0	11,769.0	10,165.0	5,880.0
Calls for service	53,973.0	49,286.0	48,676.0	46,943.0	48,763.0	51,374.0	50,295.0	51,643.0	51,320.0	50,454.0
Fire/EMS:										
Fire responses	1,535.0	1,492.0	1,671.0	1,633.0	1,781.0	1,897.0	1,880.0	1,883.0	1,840.0	2,101.0
Ambulance response	6,484.0	6,755.0	7,292.0	7,585.0	7,928.0	8,514.0	8,924.0	9,260.0	9,134.0	9,436.0
Inspections conducted	2,073.0	1,476.0	1,385.0	1,271.0	2,015.0	1,761.0	1,835.0	1,611.0	1,712.0	1,337.0
Public Ways and Facilities										
Streets resurfaced (lane miles)	39.0	28.0	47.2	41.0	62.5	93.8	83.5	119.5	76.9	65.0
Streets cleaned (lane miles) ⁽²⁾	29,000.0	23,111.0	29,930.0	26,107.0	19,912.0	18,239.0	17,986.0	19,811.0	27,607.0	28,492.0
Street signs repaired/ replaced ⁽³⁾	665.0	1,216.0	632.0	777.0	835.0	268.0	836.0	1,952.0	1,046.0	1,103.0
Community and Economic Development										
Permits issued	5,919.0	8,894.0	9,799.0	10,963.0	12,959.0	12,938.0	12,408.0	10,978.0	10,546.0	10,555.0
Building inspections performed	20,221.0	30,775.0	33,947.0	43,189.0	44,270.0	53,668.0	53,466.0	49,060.0	45,119.0	50,772.0
Water										
New connections ⁽⁴⁾	147.0	377.0	667.0	597.0	769.0	668.0	641.0	786.0	540.0	349.0
Maximum Day Demand (MDD) (million gallons)	21.9	22.0	24.8	25.9	27.1	26.4	28.0	26.3	26.3	26.3
Water Reclamation										
New connections	373.0	566.0	555.0	1,146.0	1,423.0	776.0	906.0	682.0	717.0	305.0
Daily average treatment (million gallons)	5.5	5.4	5.7	5.8	5.8	6.0	6.0	6.1	6.1	6.3
Sewerlines cleaned (miles)	126.7	78.1	94.7	97.7	46.3	61.8	88.9	79.8	103.8	59.5
Parking Services										
Tickets issued	11,194.0	10,378.0	11,574.0	13,671.0	15,271.0	14,586.0	16,924.0	11,365.0	13,614.0	18,112.0
Permits issued	5,004.0	4,779.0	5,337.0	6,923.0	8,009.0	9,483.0	10,645.0	11,648.0	10,477.0	13,714.0

(1) Physical Arrests and Traffic Violation figures were corrected back to 2013 in Fiscal Year 2016

(2) Starting in 2017, street miles swept is being tracked more accurately by job. In previous years, it was based solely on odometer readings, which did not accurately convey the lane miles swept. A correction for an error for 2017, was made in 2020.

(3) Street signs repaired/replaced decreased in 2017 due to having less resources available.

(4) In FY 2016-17, the City of Bend sold a portion of the water system to two other water providers. This sale affected the number of new connections.

City of Bend, Oregon
Capital Asset Statistics by Program
Last ten fiscal years

<u>Program</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Public Safety										
Police:										
Main station	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Patrol units	37.0	37.0	37.0	37.0	37.0	37.0	37.0	37.0	37.0	37.0
Fire/EMS stations	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	7.0	6.0
Public Ways and Facilities										
Street (lane miles) ⁽¹⁾	831.0	1,157.0	1,157.0	1,161.0	1,143.0	850.0	850.0	850.0	865.0	870.0
Streetlights ⁽²⁾	2,051.0	2,051.0	2,051.0	2,051.0	2,595.0	2,595.0	2,595.0	2,574.0	2,540.0	2,540.0
Traffic signals ⁽³⁾	65.0	65.0	36.0	35.0	35.0	36.0	36.0	36.0	35.0	34.0
Roundabouts (RABs)	25.0	28.0	28.0	30.0	31.0	32.0	32.0	32.0	33.0	41.0
Airport										
Runway (feet)	5,200.0	5,200.0	5,200.0	5,200.0	5,200.0	5,200.0	5,200.0	5,200.0	5,200.0	5,200.0
Hangars	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0
Water										
Water mains (miles) ⁽⁶⁾	461.0	463.0	466.0	475.0	479.0	471.0	474.0	455.0	464.0	467.0
Reservoirs	16.0	16.0	16.0	16.0	16.0	16.0	16.0	16.0	16.0	16.0
Wells ⁽⁴⁾	22.0	23.0	23.0	23.0	23.0	21.0	21.0	21.0	21.0	21.0
Fire hydrants	5,073.0	5,108.0	5,168.0	5,245.0	5,285.0	5,327.0	5,313.0	5,326.0	5,368.0	5,490.0
Total Reservoir Capacity (million gallons)	31.0	30.4	30.4	30.4	30.5	30.5	30.5	30.5	30.5	30.5
Service connections	23,622.0	23,999.0	23,457.0	24,228.0	24,997.0	24,548.0	25,332.0	26,118.0	26,486.0	26,835.0
Water Reclamation										
Treatment plant	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Sewerlines (miles) ⁽⁶⁾	430.0	412.0	446.0	453.0	457.0	453.0	457.0	464.0	473.0	477.0
Large pump stations	88.0	88.0	88.0	88.0	88.0	88.0	82.0	74.0	72.0	71.0
Small pump stations	325.0	326.0	326.0	326.0	326.0	326.0	330.0	330.0	330.0	331.0
Maximum daily capacity of plant (million gallons) ⁽⁵⁾	12.0	12.0	12.0	12.0	12.0	12.0	12.0	8.5	8.5	7.4
Service connections	27,913.0	28,479.0	27,420.0	28,672.0	30,095.0	30,783.0	31,929.0	32,611.0	33,917.0	34,222.0
Parking Services										
Parking garages	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0

(1) GIS based calculation; includes bike paths and paved shoulders

(2) Includes Cascade Electric Coop (152), Pacific Power & Light (2,184) and City of Bend (204)

(3) 2014-Removed state-owned signals from count.

(4) In FY 2016-17, the City of Bend sold a portion of the water system to two other water providers, this included two wells.

(5) Amounts in 2016, 2017, and 2018 were corrected for a prior error.

(6) Amounts in 2017, 2018, and 2019 were corrected for a prior error.

Compliance Section



Report of Independent Auditors on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Oregon Minimum Audit Standards*

Honorable Mayor and City Council
City of Bend, Oregon
Bend, Oregon

We have audited the basic financial statements of the City of Bend, Oregon (the City) as of and for the year ended June 30, 2021, and have issued our report thereon dated December 13, 2021. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the provisions of the *Minimum Standards for Audits of Oregon Municipal Corporations*, prescribed by the Secretary of State. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free from material misstatement.

Compliance

As part of obtaining reasonable assurance about whether the City's basic financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules OAR 162-010-0000 to 162-010-0330, as set forth below, noncompliance with which could have a direct and material effect on the determination of financial statement amounts:

- The use of approved depositories to secure the deposit of public funds.
- The requirements relating to debt.
- The requirements relating to the preparation, adoption and execution of the biennium budget for the biennium periods July 1, 2019 to June 30, 2021 and July 1, 2021 to June 30, 2023.
- The requirements relating to insurance and fidelity bond coverage.
- The appropriate laws, rules and regulations pertaining to programs funded wholly or partially by other governmental agencies.
- The requirements pertaining to the use of revenue from taxes on motor vehicle use fuel funds.
- The statutory requirements pertaining to the investment of public funds.
- The requirements pertaining to the awarding of public contracts and the construction of public improvements.

However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our test disclosed no instances of noncompliance that are required to be reported under *Minimum Standards for Audits of Oregon Municipal Corporations*, prescribed by the Secretary of State.

Internal Control Over Financial Reporting

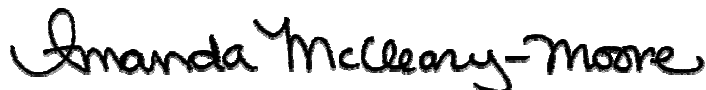
In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and does not provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Minimum Standards for Audits of Oregon Municipal Corporations*, prescribed by the Secretary of State, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Amanda McCleary-Moore, Partner, for
Moss Adams LLP
Medford, Oregon
December 13, 2021

Single Audit Compliance



Report of Independent Auditors on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Honorable Mayor and City Council
City of Bend, Oregon
Bend, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Bend, Oregon (the City) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon December 13, 2021.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Mass Adams LLP

Medford, Oregon
December 13, 2021

Report of Independent Auditors on Compliance for the Major Federal Program and Report on Internal Control Over Compliance as Required by the Uniform Guidance

Honorable Mayor and City Council
City of Bend, Oregon
Bend, Oregon

Report on Compliance for the Major Federal Program

We have audited the City of Bend, Oregon's (the City) compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on the City's major federal program for the year ended June 30, 2021. The City's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the City's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on the Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

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

Mass Adams LLP

Medford, Oregon
December 13, 2021



CITY OF BEND

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City of Bend, Oregon
Schedule of Expenditures of Federal Awards
For the fiscal year ended June 30, 2021

<u>Federal Grantor/ Pass-through Agency/ Program or Cluster Title</u>	<u>Assistance Listing Number</u>	<u>Federal Grant/ State Pass-Through Number</u>	<u>Direct Expenditures</u>	<u>Pass-Through Expenditures to Subrecipients</u>	<u>Total Federal Expenditures</u>
U.S. Department of Housing and Urban Development					
CDBG - Entitlement Grants Cluster					
Direct Programs:					
Community Development Block Grants/Entitlement Grants	14.218	B-18-MC-41-0010	\$ -	\$ 19,168	\$ 19,168
Community Development Block Grants/Entitlement Grants	14.218	B-19-MC-41-0010		43,845	43,845
Community Development Block Grants/Entitlement Grants	14.218	B-20-MC-41-0010	112,103	768,710	880,813
Community Development Block Grants/Entitlement Grants	14.218	B-20-MW-41-0010	46,128	314,136	360,264
Total CDBG - Entitlement Grants Cluster			158,231	1,145,860	1,304,090
Total U.S. Department of Housing and Urban Development			158,231	1,145,860	1,304,090
National Park Service					
Passed through:					
State Parks and Recreation, Oregon					
Historic Preservation Fund Grants-in-Aid	15.904	OR-19-02	4,538	-	4,538
Total National Park Service			4,538	-	4,538
U.S. Department of Justice					
Direct Programs:					
Bureau of Justice Assistance					
Bulletproof Vest Partnership Program	16.607	N/A	10,431	-	10,431
Total U.S. Department of Justice			10,431	-	10,431
U.S. Department of Transportation					
Direct Programs:					
Federal Aviation Administration					
Airport Improvement Program	20.106	3-41-0007-027-2018	48,840	-	48,840
Airport Improvement Program	20.106	3-41-0007-029-2021	16,505	-	16,505
Total Airport Improvement Program			65,345	-	65,345
Passed through:					
Highway Safety Cluster					
National Highway Traffic Safety Administration					
Oregon Impact					
Statewide Distracted Driving Enforcement Campaign (DD)	20.600	69A375130000405eORC	4,157	-	4,157
Total Highway Safety Cluster			4,157	-	4,157
National Highway Traffic Safety Administration					
Oregon Impact					
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	69A37518300001640RA	6,133	-	6,133
Total U.S. Department of Transportation			75,634	-	75,634
U.S. Department of The Treasury					
Passed through:					
Oregon Department of Administrative Services					
COVID-19 - Coronavirus Relief Fund	21.019	1042	2,368,916	-	2,368,916
Total U.S. Department of The Treasury			2,368,916	-	2,368,916
Environmental Protection Agency					
Passed through:					
Clean Water State Revolving Fund Cluster					
State of Oregon Department of Environmental Quality					
Capitalization Grants for Clean Water State Revolving Funds	66.458	R14514	950,720	-	950,720
Capitalization Grants for Clean Water State Revolving Funds	66.458	R14519	434,523	-	434,523
Capitalization Grants for Clean Water State Revolving Funds	66.458	R14521	5,188,303	-	5,188,303
Capitalization Grants for Clean Water State Revolving Funds	66.458	R14522	956,573	-	956,573
Total Clean Water State Revolving Fund Cluster			7,530,119	-	7,530,119
Total Environmental Protection Agency			7,530,119	-	7,530,119

City of Bend, Oregon
Schedule of Expenditures of Federal Awards (Continued)
For the fiscal year ended June 30, 2021

<u>Federal Grantor/ Pass-through Agency/ Program or Cluster Title</u>	<u>Assistance Listing Number</u>	<u>Federal Grant/ State Pass-Through Number</u>	<u>Direct Expenditures</u>	<u>Pass-Through Expenditures to Subrecipients</u>	<u>Total Federal Expenditures</u>
U.S. Environmental Protection Agency					
Passed through:					
Drinking Water State Revolving Cluster					
Oregon Business Development Department					
Safe Drinking Water State Revolving Fund	66.468	U19007	10,782	-	10,782
Total Drinking Water State Revolving Cluster			10,782	-	10,782
Total Environmental Protection Agency			10,782	-	10,782
U.S. Department of Energy					
Direct Programs:					
ARRA - Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128		13,414	-	13,414
Total U.S. Department of Energy			13,414	-	13,414
Executive Office of the President					
Passed through:					
Oregon Department of Justice/Deschutes County					
High Intensity Drug Trafficking Area Program	95.001	N/A	5,418	-	5,418
Total Executive Office of the President			5,418	-	5,418
U.S. Department of Homeland Security					
Passed through:					
Federal Emergency Management Agency					
Oregon Military Department, Office of Emergency Management					
Emergency Management Performance Grants (EMPG)	97.042	18-538	20,000	-	20,000
Total U.S. Department of Homeland Security			20,000	-	20,000
Total Federal Expenditures			\$ 10,197,482	\$ 1,145,860	\$ 11,343,342

Note 1 - Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal grant activity of the City of Bend under programs of the federal government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The City has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note 3 - Program Income

The City received Program Income from repayment of federally funded loans receivable and/or interest income on repaid funds which accounted for a portion of federal expenditures for the associated Federal CFDA Number.

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount</u>
ARRA - Energy Efficiency and Conservation Block Grant Program (EECBG) (Recovery Act Funded)	81.128	\$ 13,414
Community Development Block Grants/Entitlement Grants	14.218	685,409
		<u>\$ 698,823</u>

In addition, in fiscal year 2021, the City received \$159,806 from loan repayment of federally funded Neighborhood Stabilization loans that have not yet been lent back out as of June 30, 2021.

**CITY OF BEND, OREGON
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021**

Section I - Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes No

Identification of major federal programs and type of auditor's report issued on compliance for the major federal program:

<i>Federal Assistance Listing Number</i>	<i>Name of Federal Program or Cluster</i>	<i>Type of Auditor's Report Issued on Compliance for Major Federal Programs</i>
21.019	COVID-19 Coronavirus Relief Fund	Unmodified

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

Auditee qualified as low-risk auditee? Yes No

Section II - Financial Statement Findings

None reported

Section III - Federal Award Findings and Questioned Costs

None reported