



City of Bend, Oregon
Annual Comprehensive Financial Report
for fiscal year ended June 30, 2022





CITY OF BEND

CITY OF BEND, OREGON

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2022

Prepared by the City of Bend Finance Department

Janette Townsend, Finance Director

City of Bend, Oregon
For the Year Ended June 30, 2022
TABLE OF CONTENTS

	PAGE
INTRODUCTORY SECTION	
Letter of Transmittal	i
GFOA Certificate of Achievement for Excellence in Financial Reporting	vii
Organization Chart	viii
Principal City Officials	ix
 FINANCIAL SECTION	
Report of Independent Auditors	1
Management's Discussion and Analysis	5
 Basic Financial Statements	
<u>Government-wide Financial Statements:</u>	
Statement of Net Position	18
Statement of Activities	19
 <u>Fund Financial Statements:</u>	
Balance Sheet - Governmental Funds	20
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	21
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - Governmental Funds	22
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to Statement of Activities	23
Statement of Net Position - Proprietary Funds	24
Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds	26
Statement of Cash Flows - Proprietary Funds	27
Statement of Net Position - Fiduciary Fund	29
Statement of Changes in Net Position - Fiduciary Fund	30
<u>Notes to the Basic Financial Statements</u>	31
 Required Supplementary Information	
<u>General Fund Major and Special Revenue Funds:</u>	
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual:	
General Fund	74
Streets & Operations Fund	75
Fire/EMS Fund	76
System Development Charges (SDC) Fund	77
Oregon Public Employee Retirement Pension Plan (OPERS) - Schedule of the City's Proportionate Share of the Net Pension Liability/(Asset)	78
Oregon Public Employee Retirement Pension Plan (OPERS) - Schedule of the City's Pension Plan Contributions	78
Oregon Public Employee Retirement Health Insurance Account (OPERS RHIA) - Schedule of the City's Proportionate Share of the Net OPEB Liability/(Asset)	79
Oregon Public Employee Retirement Health Insurance Account (OPERS RHIA) - Schedule of the City's OPEB Plan Contributions	79

City of Bend, Oregon
For the Year Ended June 30, 2022
TABLE OF CONTENTS

	PAGE
Health Insurance Continuation and Stand Alone Plans (HIC) - Schedule of Changes in the City's Total OPEB Liability and Related Ratios	80
Notes to the Required Supplementary Information	81
Other Supplementary Information	
Schedule of Expenditures and Other Uses by Appropriation Levels - General Fund and Major Special Revenue Funds	83
<u>Major Enterprise Funds:</u>	
Schedules of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual:	
Water Fund	84
Water Reclamation Fund	85
Schedule of Expenditures and Other Uses by Appropriation Levels - Other Major Funds	86
<u>Major and Nonmajor Governmental Funds:</u>	
Combining Balance Sheet - Nonmajor Governmental Funds	87
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - Nonmajor Governmental Funds	88
<u>Nonmajor Special Revenue Funds:</u>	
Combining Balance Sheet	89
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)	92
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual:	
Helen Lorenz Estate Fund	95
Building Fund	96
Planning Fund	97
Private Development Engineering Fund	98
Community Development Block Grant (CDBG) Fund	99
Affordable Housing Fund	100
Commercial and Industrial Construction Tax Fund	101
American Rescue Plan Act (ARPA) Fund	102
Business Advocacy Fund	103
Tourism Fund	104
Economic Improvement District (EID) Fund	105
Police Reserves Fund	106
Schedule of Expenditures and Other Uses by Appropriation Levels - Nonmajor Special Revenue Funds	107
<u>Nonmajor Debt Service Funds:</u>	
Combining Balance Sheet	109
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)	111
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - Budget and Actual:	
BURA Murphy Crossing Debt Service Fund	113
Fire Station Debt Service Fund	114

City of Bend, Oregon
For the Year Ended June 30, 2022
TABLE OF CONTENTS

	PAGE
PERS Debt Service Fund	115
BURA Juniper Ridge Debt Service Fund	116
BURA Core Area Debt Service Fund	117
2011 General Obligation Bond Debt Service Fund	118
2020 General Obligation Bond Debt Service Fund	119
Schedule of Expenditures and Other Uses by Appropriation Levels Non Major Debt Service Funds	120
<u>Major Capital Projects Fund:</u>	
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual:	
Transportation Construction Fund	121
Schedule of Expenditures and Other Uses by Appropriation Levels	122
<u>Nonmajor Capital Projects Funds:</u>	
Combining Balance Sheet	123
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)	125
Schedule of Revenues, Expenditures, and Changes in Fund Balances (Deficit) - Budget and Actual:	
Local Improvement District Construction (LID) Fund	127
BURA Murphy Crossing Construction Fund	128
BURA Juniper Ridge Construction Fund	129
BURA Core Area Construction Fund	130
Accessibility Construction Fund	131
2020 General Obligation Bond Construction Fund	132
Schedule of Expenditures and Other Uses by Appropriation Levels - Nonmajor Capital Projects Funds	133
<u>Nonmajor Permanent Fund:</u>	
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual:	
Cemetery Permanent Maintenance Fund	134
Schedule of Expenditures and Other Uses by Appropriation Levels - Nonmajor Permanent Fund	135
<u>Nonmajor Enterprise Funds:</u>	
Combining Statement of Net Position	136
Combining Statement of Revenues, Expenses, and Changes in Net Position	137
Combining Statement of Cash Flows	138
Schedules of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - Budget and Actual:	
Airport Fund	140
Cemetery Fund	141
Parking Services Fund	142
Stormwater Fund	143

City of Bend, Oregon
For the Year Ended June 30, 2022
TABLE OF CONTENTS

	PAGE
Schedule of Expenditures and Other Uses by Appropriation Levels - Nonmajor Enterprise Funds	144
<u>Internal Service Funds:</u>	
Combining Statement of Net Position	145
Combining Statement of Revenues, Expenses, and Changes in Net Position	146
Combining Statement of Cash Flows	147
Schedules of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual:	
Internal Service Fund - City Wide Administration	149
Internal Service Fund - Departmental Administration	151
Internal Service Fund - OPEB	152
Schedule of Expenditures and Other Uses by Appropriation Levels - Internal Service Funds	153
<u>Other Funds:</u>	
Combining Balance Sheet - General Fund	154
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits) - General Fund	155
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual:	
General Fund Revenue Stabilization Fund	156
Schedule of Expenditures and Other Uses by Appropriation Levels - General Fund Revenue Stabilization Fund	157
Other Financial Schedules	
Schedule of Property Tax Collections	158
Outstanding Long-Term Debt	159
Schedule of Future Debt Service Requirements:	
Full Faith & Credit Obligations	160
Revenue Bonds	161
General Obligation Bonds	162
Direct Borrowing and Direct Placement Obligations	163
STATISTICAL SECTION	
<u>Financial Trends:</u>	
Net Position by Component	170
Changes in Net Position	171
Fund Balances (Deficits), Governmental Funds	175
Changes in Fund Balances (Deficits), Governmental Funds	176
<u>Revenue Capacity:</u>	
Taxable Property Values	178
Property Tax Rates - Direct and Overlapping Governments	179
Principal Taxpayers	180
Property Taxes, Levies and Collections	181

City of Bend, Oregon
For the Year Ended June 30, 2022
TABLE OF CONTENTS

	PAGE
<u>Debt Capacity:</u>	
Ratios of Outstanding Debt by Type	182
Ratios of General Bonded Debt Outstanding	183
Computation of Direct and Overlapping Debt	184
Legal Debt Margin Information	185
<u>Demographic and Economic Information:</u>	
Demographic and Economic Statistics	186
Principal Employers	187
<u>Operating Information:</u>	
Full-Time Equivalent City Employees by Program	188
Operating Indicators by Program	189
Capital Asset Statistics by Program	190
 COMPLIANCE SECTION	
Report of Independent Auditors Required by Oregon State Regulations	191
 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 Governmental Auditing Standards	193
Report of Independent Auditors on Compliance for Each Major Federal Program and Report on Internal Control over Compliance as Required by the Uniform Guidance	195
Schedule of Expenditures of Federal Awards	198
Schedule of Findings and Questioned Costs	200



CITY OF BEND

This page intentionally left blank

INTRODUCTORY SECTION



CITY OF BEND

December 12, 2022

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

LOCATION

710 NW Wall Street
Downtown Bend

MAILING ADDRESS

PO Box 431
Bend, OR 97709

PHONE

(541) 388-5505
Relay Users Dial 7-1-1

FAX

(541) 385-6676

WEB

bendoregon.gov

MAYOR

Gena Goodman-Campbell

MAYOR PRO-TEM

Anthony Broadman

CITY COUNCILORS

Melanie Kebler
Megan Perkins
Barb Campbell
Mo Mitchell
Stephen Sehgal

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, 2022.

This report presents the City's financial position as of June 30, 2022 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, 2022. 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 37.2 square miles, including a fiscal year 2022 expansion from the purchase of 20 acres of land known as the Stevens Road Tract to be used for the development of affordable housing. 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, 2022 is 102,834. 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 is elected in a general election to a four-year term and Councilors select a mayor pro-tem among themselves. In fiscal year 2022, the mayor voluntarily submitted her resignation, as did another member of Council. In accordance with City Charter and Council Rules, Council appointed the mayor pro-tem to fill the position of mayor until the general elections in November 2022 elect a new mayor to begin in January 2023. Again, in accordance with City Charter and Council Rules, the two Council vacancies were then filled by Council appointment within the required 30 days. These appointments will expire at the end of term natural term of those two Council positions. 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 20 department heads with 766 full-time equivalent employees (FTE) as of June 30, 2022.

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 parking services.

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 established 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 2021-2023 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 *Milken Institute's 2020 Best-Performing Cities Report* for five years running, the City has dropped to No. 10 primarily due to concerns about the City's housing affordability and how that impacts long-term job growth.

The Milken Report coincides with the City's assessment. City Council and management have made housing and the creation of affordable housing in the City a priority goal as noted below. While the City and a majority of its community members have recovered from the health and financial impacts of the COVID-19 pandemic, its long-term social and economic effects are still being felt by classes of individuals within the City. Unfortunately, as is typically the case during economic instability, vulnerable populations are being disproportionately impacted with higher unemployment and income losses than the broader population. This inequity is recognized by City Council and has been incorporated into Council goals as discussed below. In addition to Council goal to create more affordable housing, it has focused on the creation of programs to provide transitional and temporary housing for houseless individuals as well as more permanent housing to those in underrepresented populations. The City has authorized a substantial portion of its American Rescue Plan Act (ARPA) funding, in addition to seeking and receiving funding from other resources, to address the inequity of housing and other needs in our lower income community members.

For the remainder of the biennium, as well as looking forward in the development of the 2023-2025 biennium budget, the City is focusing on achieving the existing biennium goals as well as augmenting them with continuing the programs developed under those goals. Ongoing funding for operating the houseless programs and shelters, for completing the infrastructure for transportation, utilities and future City government remain a priority and will be incorporated into the new goals. Efficient and equitable City services and public safety will remain a top consideration as the City looks to maintain its response times and customer service to the community.

Current forecasts from the Oregon Office of Economic Analysis indicate there is a strong probability of a mild recession in the near term. This would indicate slowing economic and employment growth coupled with inflation and rising interest rates as well as price increases for food and energy, goods and services. Of course, this means there is a very strong likelihood of a further disparity in equity between high-income households and low- and middle-income households which may result in a higher need for the City to provide the services being provided through Council goals. This economic outlook will result in a more conservative budget development process by the City. Higher costs and interest rates will also impact Council goals for infrastructure improvements in transportation, affordable housing and new City facilities.

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 2021-2023 biennium. These include complex, multi-year projects involving improvements to water, water reclamation, stormwater and transportation infrastructure. More information on these projects is discussed under the Transportation and Infrastructure goal below.

Major Initiatives for 2021-2023 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 2021-2023 biennium reflect a cohesive and ambitious plan to address the needs and concerns of community members. These goals can be summarized in six main categories:

- Shared Prosperity – Cultivate tomorrow's economy to assure that we are creating opportunity for all community members to equitably share in Bend's prosperity.
- Housing – Take meaningful action to make this statement a reality: People who live and work in Bend can afford housing in Bend.
- Transportation and Infrastructure – Design, build and maintain a connected multimodal transportation system that allows people to move around safely, equitably, and efficiently. Invest in Bend's infrastructure system to meet community expectations.
- Safety, Health, Accountability and Justice – Work to create an environment where all community members feel safe accessing the services they need and confident the right service will be provided. Delivery public safety services in ways that build community resiliency and trust.
- Environment and Climate – Improve quality of life for more people in Bend by increasing equitable access to clear air, water and to a healthy environment. Implement solutions that fulfill the City's commitment to being good stewards of our natural environment, decreasing carbon emissions and mitigating the effects of climate change.
- Accessible & Effective Governments – Meet the diverse and changing needs of the community and build connections between community members and City government by providing services in ways that work for everyone, build public trust, and promote civic engagement.

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

Shared Prosperity

The Council goal of Shared Prosperity has some large and diverse projects associated with it. Projects include developing infrastructure and financing plans to support jobs and housing in the City recent expansion of its Urban Growth Boundary, expansion of economic development at the City's Airport and using the City's ARPA funding to support economic recovery as well as address the negative impacts of COVID-19 on the City's diverse population. In August 2020, Council approved the Core Area Tax Increment Finance Plan that established the Core Area Tax Increment Finance Area and continues to encourage development in that area by offering tax incentive programs and exploring partnerships to promote development. The City is actively pursuing capital funding opportunities that will encourage development in the Core Area by providing easier access to the area through infrastructure improvements such as the Midtown Crossing project as well as expansion at the Airport by the addition of an air traffic control tower. Through June 30, 2022, the City disbursed ARPA funds to assist community members with utility payments, childcare training, and houseless services. In addition, the City continues work on pilot project to expand the UGB for affordable housing, in partnership with a developer for 108 deed-restricted homes and 240 market-rate units.

Housing

As noted in the *2022 Milken Institute's Best-Performing Cities Report*, the biggest impact to the City's long-term ability to be a best performing city is its housing market. Although Bend ranks high in five-year employment and wage growth (ranking 5th and 3rd, respectively, among its peer cities), the impact of housing affordability and short-term job growth (due to housing) is much lower (198th and 127th, respectively). Council recognizes this impact and has prioritized housing as a main goal in the 2021-2023 biennium. Projects related to housing include collaborative efforts on homelessness, creating housing or facilities for homeless individuals, creation of 1,000 units of rent and price restricting housing accessible and affordable to all and the implementation of middle-income housing programs. The City has partnered with Deschutes County and municipalities within Deschutes County to

create the Deschutes County and Cities of Bend, LaPine, Redmond and Sisters Coordinated Houselessness Response Office to collaborate on houseless solutions. Using a combination of state, local and ARPA funds, the City acquired three properties and is currently utilizing them for houseless shelter operations. In addition, the City is working with community partners to provide funding for a mix of alternatives such as temporary shelters, managed camps (or outdoor shelters) and safe parking sites and has provided over 380 beds to serve the houseless population. 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 \$2.9 million was loaned or granted for the creation of affordable housing units and providing services such as food, shelter and/or medical care to Bend community members.

Transportation and Infrastructure

In the 2019-2021 biennium, a Transportation System Plan (TSP) was adopted during the biennium dedicated to planning for transportation needs over the next 20 years. 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. A Transportation Bond Oversight Committee was formed to monitor the progress of the community-supported transportation projects financed with the bond measure. Council goals for 2021-2023 include implementation of projects and programs that improve safety and mobility access for all modes of travel based on the TSP and funded with the GO Bond. The first project to be GO bond-funded is the Wilson Avenue Corridor, a multi-phase project to improve safety and provide west-west connectivity for all users along Wilson Avenue from 2nd Street to 15th Street. The project is on time to be completed by the end of 2023 with two of three phases nearly complete and the third phase to be initiated in early 2023.

As noted in the Shared Prosperity goal, the City is also completing the Midtown Crossing Feasibility Study and pursuing potential funding sources for this project. During fiscal year 2022, the City completed projects from the prior biennium goals – The Murphy and Empire Corridor Improvements were substantially completed, including 2 roundabouts and a railway overcrossing, the Newport Corridor Improvements has made significant infrastructure improvements and is scheduled to be completed by the Spring of 2023, Phase 2 of the North Interceptor Sewer Line Project was completed in December of 2021. In addition to these large projects, significant improvements were made to the City's transportation system through the Neighborhood Greenways and Neighborhood Street Safety projects.

Safety, Health, Accountability and Justice

Public safety continues to be one of Council's highest priorities. The City 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. The City's Police Chief's Advisory Council was revised with a focus on community representation, transparency, public oversight and accountability. Other Council goals in this area include maintaining response times and cardiac survivability rates for Bend's Fire/Emergency Medical Services, to begin preparation to refer a Fire operating levy to voters in May 2023 and to update Bend Municipal Code to update camping policies.

Environment and Climate

For the 2021-2023 biennium, some of projects under the Environment and Climate goal include implementation of the Home Energy Score Program, development of a workplan for the state's Climate Friendly and Equitable Cities requirements, a revision of the City's Development Code and other standards to protect trees while balancing housing affordability and natural resource presentation and promotion of water conservation. These projects are on target for implementation by the end of the biennium.

Accessible and Effective Government

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. Projects to achieve these goals include improvement of City web site and customer service using a human centered design approach, adjusting staff resources to match service demands, continued facilities planning for a new City Hall and shared public works campus and creation of an equity framework for procurement and policy decision making. Substantial progress

has been made in designing and putting in place proposed improvements and ongoing efforts to meet the remaining goals are on target.

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, 2022. 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, 2021. 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 29 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 Lutz, Matt Kolb, Joseph Duvall, Alma Aguiar, Jennifer Elkins 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,



Janette Townsend
Finance Director



Eric King
City Manager



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Bend
Oregon**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

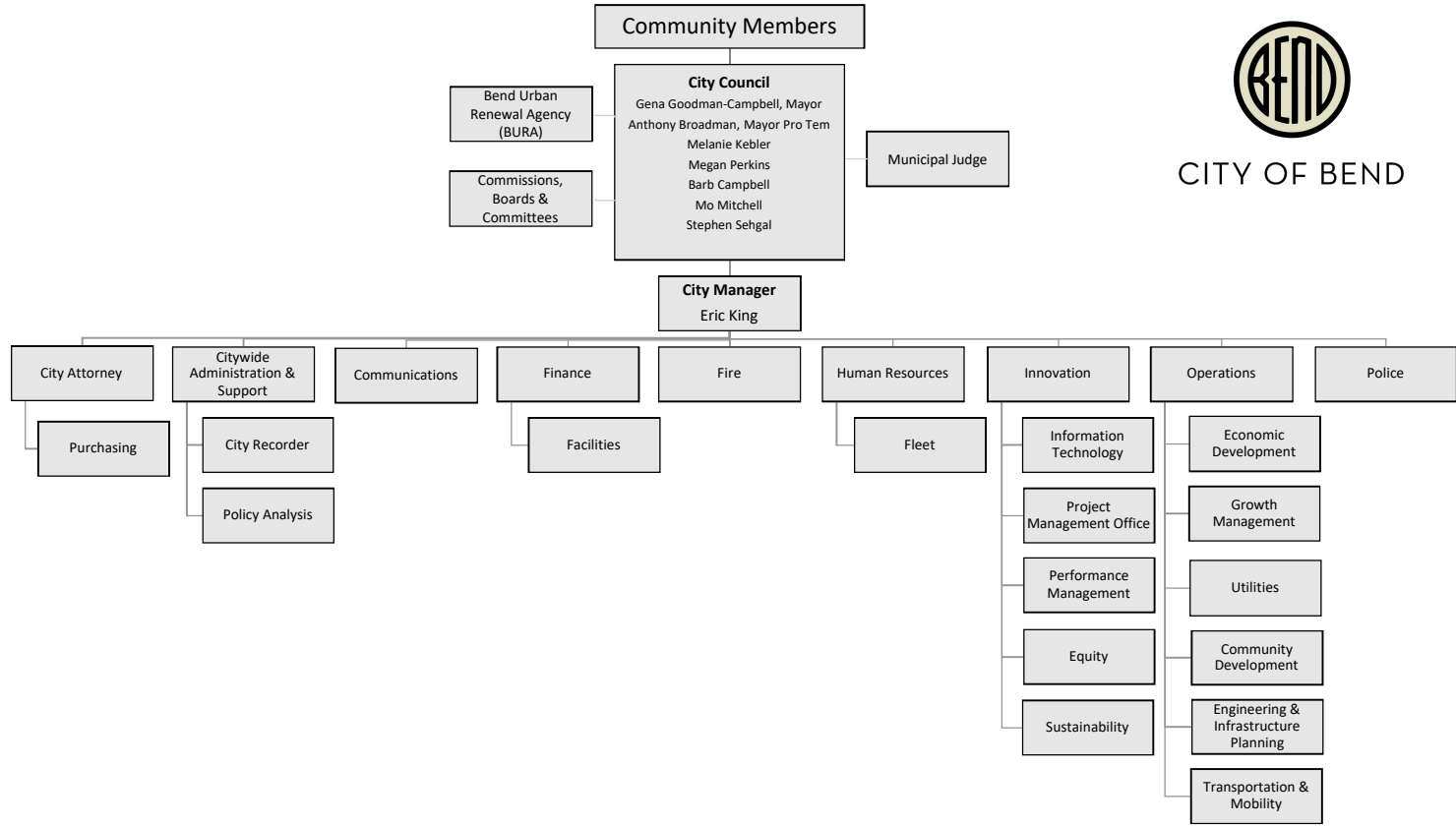
Executive Director/CEO



CITY OF BEND

This page intentionally left blank

City of Bend Organizational Chart





CITY OF BEND

This page intentionally left blank

The City of Bend, Oregon

City Officials as of June 30, 2022



Gena Goodman-Campbell
Mayor – December 2022



Anthony Broadman
Mayor Pro Tem – December 2024

Council Members & Term Expiration



Barb Campbell
Councilor – December 2022



Melanie Kebler
Councilor – December 2024



Megan Perkins
Councilor – December 2024



Mo Mitchell
Councilor – December 2022



Stephen Sehgal
Councilor – December 2022

Eric King
City Manager

Janette Townsend
Finance Director



CITY OF BEND

This page intentionally left blank

FINANCIAL SECTION



Report of Independent Auditors

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

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinion

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

Emphasis of Matter – Change in Accounting Principle

As discussed in Note 1 to the financial statements, in 2022, the City adopted new accounting guidance Governmental Accounting Standards Board Statement No. 87, *Leases*. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about City's ability to continue as a going concern for a reasonable period of time.

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

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 5 through 17 and 78 through 81 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 74 through 77 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 a 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 198 and 199, 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 83 through 163, 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

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

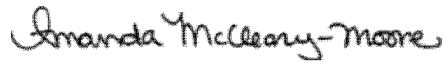
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2022, 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 12, 2022, on our consideration of the City's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



Amanda McCleary-Moore Partner,
for Moss Adams LLP
Medford, Oregon
December 12, 2022



CITY OF BEND

This page intentionally left blank

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2022

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, 2022. 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 \$1,113.2 million (net position). As shown on Table 1-A, \$146.2 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 \$50.8 million from fiscal year 2020-21 consisting of an increase of \$21.4 million in the net position of governmental activities, and an increase in net position of the business-type activities of \$29.4 million.
- The City's liabilities and deferred inflows totaled \$638.5 million at fiscal year-end. This increase of \$103.2 million is due mainly to increases of \$63.1 million to recognize lease liabilities and related deferred inflows of resources related to leases, a net increase of \$40.9 million due to the issuance of long term debt and related premiums of \$76.9 million less debt payments and amortization of premiums of \$36.0 million and an increase of \$5.2 million in unearned revenue related to the City's ARPA receipts. These increases were offset by decreases of \$3.7 million in accounts payable and other current liabilities and a net increase of \$2.3 in pension liabilities and related deferred inflows and outflows of resources related to pensions.
- The City's governmental funds reported combined ending fund balances of \$153.2 million, an increase of \$29.6 million, in comparison to fiscal year 2020-21. This increase is due to increases of \$75.7 million in debt and premium proceeds, \$8.3 million in taxes and franchise fees and \$5.2 million in charges for services offset by increases of \$39.0 million in capital outlay expenditures, \$9.9 million in operating expenditures, \$7.3 million in debt service expenditures and \$4.9 in unrealized investment losses. Of the combined ending fund balances, \$63.4 million, or 41.4%, 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 \$30.9 million or 89.6% 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.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2022

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

Note 1. Government-wide Financial Statements (Continued)

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.

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 18 - 19 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.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2022

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

Note 2. Fund Financial Statements (Continued)

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.

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 20 - 23 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 24 - 28 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 Administration ISF includes administration and financial services, legal and risk management, insurance, information technology, and facility management. The Departmental Administration ISF consists of fleet management, engineering, and public works laboratory. The Other Post Employment Benefits (OPEB) - ISF 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 29 - 30 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

MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2022

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

Note 3. Notes to the Basic Financial Statements (Continued)

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 31 - 73 of this report.

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 \$1,113.2 million at June 30, 2022, an increase of \$50.8 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	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 223.9	\$ 180.4	\$ 186.1	\$ 162.4	\$ 410.0	\$ 342.8
Capital assets	625.2	565.9	666.9	633.8	1,292.1	1,199.7
Total assets	<u>849.1</u>	<u>746.3</u>	<u>853.0</u>	<u>796.2</u>	<u>1,702.1</u>	<u>1,542.5</u>
Deferred outflows of resources	42.8	47.7	6.8	7.5	49.6	55.2
Total deferred outflows of resources	<u>42.8</u>	<u>47.7</u>	<u>6.8</u>	<u>7.5</u>	<u>49.6</u>	<u>55.2</u>
Current liabilities	37.7	31.0	16.9	20.2	54.6	51.2
Non-current liabilities	250.6	217.3	256.4	252.4	507.0	469.7
Total liabilities	<u>288.3</u>	<u>248.3</u>	<u>273.3</u>	<u>272.6</u>	<u>561.6</u>	<u>520.9</u>
Deferred inflows of resources	48.7	12.2	28.2	2.2	76.9	14.4
Total deferred inflows of resources	<u>48.7</u>	<u>12.2</u>	<u>28.2</u>	<u>2.2</u>	<u>76.9</u>	<u>14.4</u>
Net position						
Net investment in capital assets	480.2	465.0	410.0	383.5	890.2	848.5
Restricted	69.7	40.4	7.1	6.8	76.8	47.2
Unrestricted	5.0	28.1	141.2	138.6	146.2	166.7
Total net position	<u>\$ 554.9</u>	<u>\$ 533.5</u>	<u>\$ 558.3</u>	<u>\$ 528.9</u>	<u>\$ 1,113.2</u>	<u>\$ 1,062.4</u>

^Actual amounts may vary due to rounding.

Capital assets increased \$92.4 million. Of this increase, \$50.7 million is due to the extensive work on the City's transportation, water, water reclamation and stormwater infrastructure. Included in current and other assets above, restricted and unrestricted cash and investments increased \$38.4 million primarily due to the receipt of bond proceeds at the end of the fiscal year. These proceeds will be spent on transportation projects in fiscal 2023 and future years. In addition, an increase of \$41.7 million was due to the recognition of right to use lease assets.

Debt increased by \$40.9 million as discussed in further detail in the debt administration section on page 15.

The majority of the net position, (80.0%), 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.

MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Analysis of Net Position (Continued)

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.

Analysis of Changes in Net Position

The following is a comparison between the June 30, 2022 and 2021 Statement of Activities.

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

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues						
Program revenues:						
Charges for services	\$ 63.0	\$ 31.6	\$ 63.1	\$ 60.1	\$ 126.1	\$ 91.7
Operating grants and contributions	25.9	21.3	- *	0.3	25.9	21.6
Capital grants and contributions	13.1	31.7	15.1	14.2	28.2	45.9
General revenues:						
Taxes	60.4	54.1	-	-	60.4	54.1
Franchise fees	14.4	13.4	-	-	14.4	13.4
Unrestricted investment earnings	(5.4)	0.6	(4.8)	0.4	(10.2)	1.0
Total revenues	171.4	152.7	73.4	75.0	244.8	227.7
Expenses						
Governmental Activities:						
General government	30.1	35.7	-	-	30.1	35.7
Public safety	51.9	49.9	-	-	51.9	49.9
Infrastructure	29.0	28.4	-	-	29.0	28.4
Community and economic development	23.9	22.3	-	-	23.9	22.3
Urban renewal	0.3	1.5	-	-	0.3	1.5
Interest on long-term debt	4.8	4.5	-	-	4.8	4.5
Business-type activities:						
Water	-	-	18.7	18.2	18.7	18.2
Water reclamation	-	-	27.9	24.4	27.9	24.4
Airport	-	-	1.5	1.6	1.5	1.6
Cemetery	-	-	0.3	0.3	0.3	0.3
Parking services	-	-	1.7	1.5	1.7	1.5
Stormwater	-	-	3.9	3.5	3.9	3.5
Total expenses	140.0	142.3	54.0	49.5	194.0	191.8
Revenues over expenses	31.4	10.4	19.4	25.5	50.8	35.9
Transfers	(10.0)	(10.0)	10.0	10.0	-	-
Change in net position	21.4	0.3	29.4	35.5	50.8	35.9
Net position, beginning	533.5	533.2	528.8	493.3	1,062.4	1,026.0
Net position, ending	\$ 554.9	\$ 533.5	\$ 558.2	\$ 528.8	\$ 1,113.2	\$ 1,062.2

*Actual amount is too small to report

^Actual amounts vary due to rounding

MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2022

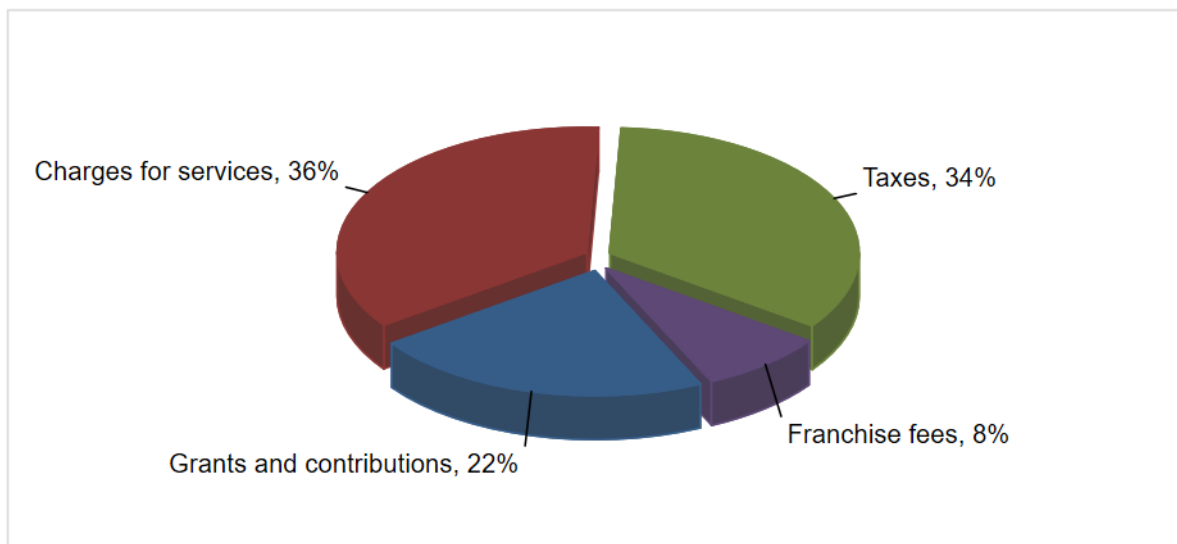
GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Governmental Activities

Governmental activities increased the City's net position by \$21.4 million for the year ended June 30, 2022. Key elements of the increase are as follows:

- Program revenues increased by \$17.4 million. Charges for services increased \$31.4 million. Of that increase, \$18.5 million was due to a reclassification of revenues that were previously reported as capital contributions. The remaining increase of \$12.9 million primarily due to a return to pre-COVID activity levels in substantially all departments coupled with council approved fee increases. Operating grants and contributions increased \$4.5 million due to increases in intergovernmental grants.
- Taxes, franchise fees, and investment income increased \$1.5 million due to increases in taxes of \$6.5 million, increases of \$1.0 million in franchise fee receipts offset by a \$6.0 million decrease in unrestricted investment income.
- Governmental expenses decreased by \$2.3 million, primarily driven by a net \$1.1 million increase due to changes in pension and OPEB liabilities, deferred outflows/inflows and other personnel related expenses. Additional increases of \$0.2 million in interest expense related to the City's increased outstanding debt. These increases were offset by a net \$3.6 million decrease in materials and service, depreciation, and other operational expenses.

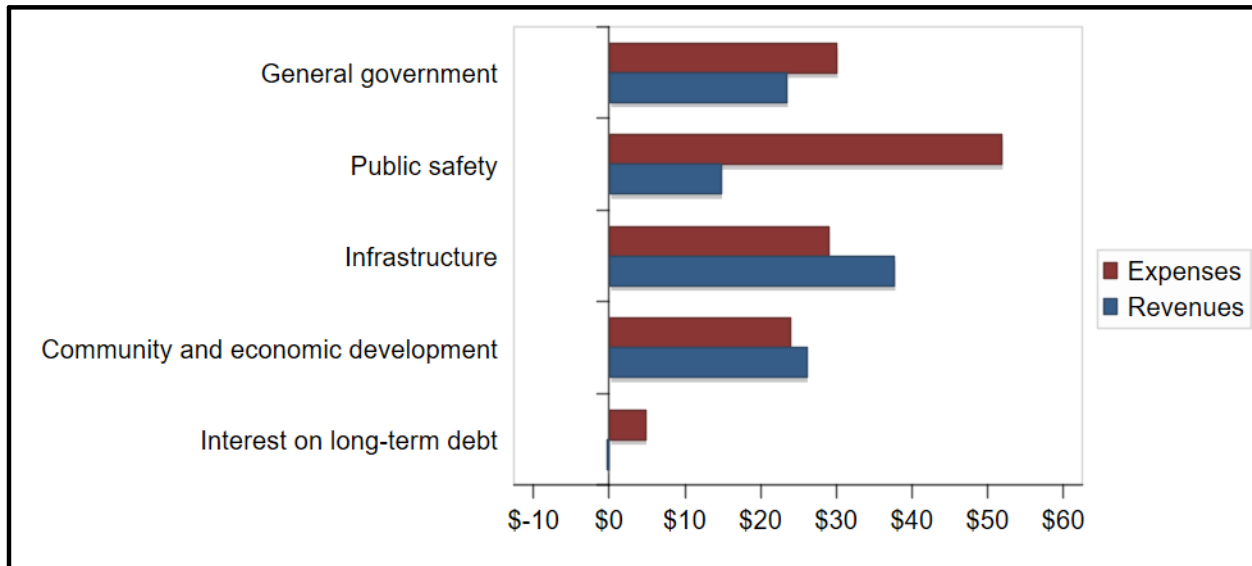
GOVERNMENTAL REVENUES BY TYPE



MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

GOVERNMENTAL ACTIVITIES PROGRAM REVENUES AND EXPENSES (in millions)



* 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, system development charges, 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

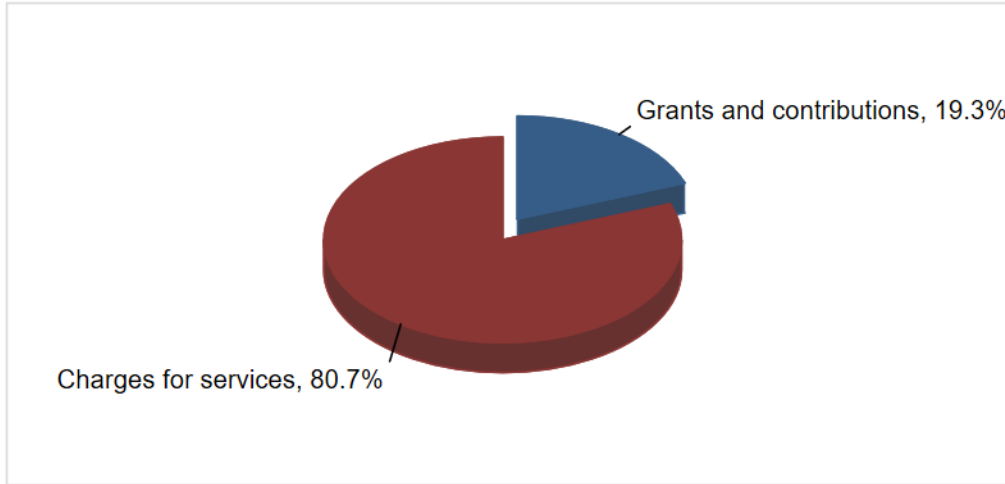
As shown in Table 2-A, business-type activities increased the City's net position by \$29.4 million. Water and water reclamation contributed \$7.6 million and \$10.7 million, respectively. Total revenues from business-type activities decreased by \$(1.6) million from the prior year. Increases in charges for services of \$3.0 million are primarily due to higher water and water reclamation charges. Capital grants and contributions increased by \$0.9 million due to increased developer contributed assets in the water, water reclamation, and stormwater funds.

Business-type expenses increased overall by \$4.5 million. Salary and benefits accounts for \$1.0 million of the increase primarily driven by changes in pension and OPEB liabilities and deferred outflows/inflows. Additional increases of \$3.5 million were for routine costs for internal charges and a \$0.8 million increase in depreciation and amortization. These increases were partially offset by a \$0.6 million decrease in materials and services and a \$0.3 million decrease in interest expenses.

MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2022

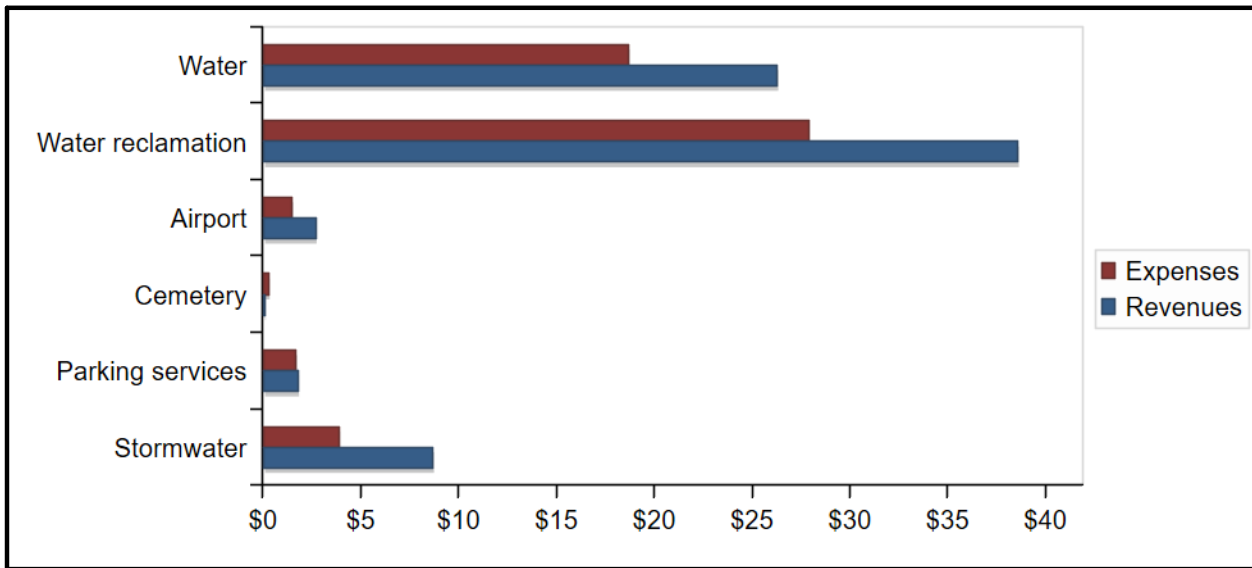
GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)
Business-type Activities (Continued)

BUSINESS-TYPE ACTIVITIES REVENUES BY TYPE



As shown in the pie chart above, charges for services accounted for 80.7% of total business-type revenue in fiscal year 2021-22 compared to 80.1% in fiscal year 2020-21.

BUSINESS-TYPE ACTIVITIES REVENUES AND EXPENSES (in millions)



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, 2022

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.

The City's governmental funds reported combined ending fund balances of \$153.2 million, an increase of \$29.6 million, in comparison to fiscal year 2020-21. This increase is due to increases of \$75.7 million in debt and premium proceeds, \$8.3 million in taxes and franchise fees and \$5.2 million in charges for services offset by increases of \$39.0 million in capital outlay expenditures, \$9.9 million in operating expenditures, \$7.3 million in debt service expenditures and \$4.9 million in unrealized investment losses. Of the combined ending fund balances, \$63.4 million, or 41.4%, is available for spending at the City's discretion subject to Council approved policies (assigned and unassigned fund balances).

Of the combined ending fund balance of \$153.2 million, \$4.8 million was nonspendable related to the assets held for resale and the Cemetery Permanent Maintenance Fund; \$69.1 million was restricted by creditors, grantors or by law; \$15.9 million was committed to specific purposes through City Council adopted resolution or ordinance; \$32.5 million was assigned by intent of the City to a specific purpose; and \$30.9 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 \$30.9 million, up \$11.3 million (57.7%) from the previous year. The unassigned fund balance represents 82.5% 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 \$0.1 million due to an increase in capital project expenditures. The Fire/EMS Fund's ending fund balance increased by \$0.8 million due to increased in charges for services in excess of increased operating expenditures offset by reduced debt service expenditures. The SDC Fund's ending fund balance decreased by \$(1.7) million primarily due to recognition of unrealized losses on investments.

The Transportation Construction Fund decreased by \$11.6 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 \$61.3 million, an increase of \$0.9 million. Net investment in capital assets increased by \$8.5 million 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 \$4.9 million.

In the Water Reclamation Fund, the unrestricted net position at the end of the year amounted to \$77.0 million, an increase of \$3.9 million. Overall net position increased \$14.0 million. Net investment in capital assets increased by \$9.9 million due to an increase in capital infrastructure in addition to a decrease in capital related debt. SDC's generated \$6.3 million of revenue and developer contributed infrastructure totaled \$4.9 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 decreased in the Water Fund by 0.2% and increased in the Water Reclamation Funds by 2.3% in fiscal year 2021-22 over fiscal year 2020-21.

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, 2022

GENERAL FUND BUDGETARY HIGHLIGHTS

The budgetary statement for the General Fund, which is located on page 74, shows the original budget, final budget, actual revenues and expenditures, and transfers in and out for the fiscal year ended June 30, 2022. During the 2021-2023 biennial budget cycle, General Fund budgeted resources changed as follows:

- Budgeted resources increased by \$8.9 million. Those changes included increases of \$7.3 million in transfers, \$0.3 million in room taxes and \$0.4 million in interfund transfers and an increase of \$0.9 in transfers from the ARPA fund.
- Budgeted expenditures and transfers out increased by \$16.3 million. Increase of \$4.8 million were for increased expenditures in the City's community projects program to fund shelter and other houseless projects, \$0.9 million in the police program as that department returned to full operations after the fiscal year 2021 budget cuts to address COVID-19 impacts, and \$10.2 million in transfers out to departments as other departments also returned to full operations after COVID-19 .

CAPITAL ASSETS

As of June 30, 2022 the City had invested \$1,292.1 million in capital assets, net of depreciation, as reflected in the following table. This represents a net increase (additions, disposals and depreciation) of \$92.4 million. Governmental capital assets totaled \$625.2 million while business-type capital assets totaled \$666.9 million.

Capital Assets as of June 30 (in millions)

	Governmental Activities		Business-type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land including right-of-way	\$ 154.7	\$ 149.7	\$ 6.4	\$ 6.4	\$ 161.1	\$ 156.1
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	15.9	14.0	16.3	16.5	32.2	30.5
Infrastructure	349.1	331.1	543.2	511.8	892.3	842.9
Right to use lease asset	41.7	-	-	-	41.7	-
Vehicles and equipment	10.6	10.0	2.8	2.8	13.4	12.8
Software	9.5	8.4	-	-	9.5	8.4
Construction in progress	43.0	52.0	96.8	94.8	139.8	146.8
	<u>\$ 625.2</u>	<u>\$ 565.9</u>	<u>\$ 666.9</u>	<u>\$ 633.8</u>	<u>\$ 1,292.1</u>	<u>\$ 1,199.7</u>

Activities affecting capital assets for fiscal year 2021-22 are as follows:

- Capital Assets increased by \$41.7 million to recognize the right to use lease assets associated with the implementation of GASB 87, Leases. See note 7 for more information on these leases and related right to use assets.
- 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 \$6.3 million in the current year.

MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2022

CAPITAL ASSETS (Continued)

- Transportation Construction - \$19.1 million went to the construction of new streets and transportation projects. Major projects included the completion of the Murphy and 15th and Murphy and Brosterhous Roundabouts and the Murphy Railway Overcrossing. Continuing work on the Newport Corridor Improvements, the Wilson Avenue Corridor Improvements and the start of the Midtown Crossing Improvements. Other improvements included Citywide safety improvements and the construction of Citywide bicycle greenways. These projects include funding from the 2020 GO Bond.
- Water Fund Improvements - \$5.3 million was expended on water improvements in 2021-2022. Projects 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 \$4.9 million in the current year.
- Water Reclamation Fund Improvements added to capital assets in 2021-2022 were \$21.1 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 \$4.9 million in the current year.
- Stormwater Improvements - Improvements to the City's stormwater system added \$5.9 million to capital assets. Significant projects were the Newport and Murphy Corridor improvements. Developer constructed infrastructure contributed to the City totaled \$3.8 million in the current year.

Please refer to Note 5 on pages 46 - 47 of the basic financial statements for further detailed information on capital assets.

DEBT ADMINISTRATION

As of June 30, 2022, the City had \$395.7 million in long-term debt and unamortized premiums and discounts, an increase of \$40.9 million from the prior year. The City has an unamortized balance of premiums and discounts on long-term debt issuances of \$29.7 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	
	2022	2021	2022	2021	2022	2021
Full faith & credit obligations	\$ 54.9	\$ 57.1	\$ 1.7	\$ 2.2	\$ 56.6	\$ 59.3
Revenue bonds	-	-	78.9	81.3	78.9	81.3
Notes payable	28.3	28.9	155.9	141.2	184.2	170.1
General obligation debt	46.3	16.9	-	-	46.3	16.9
	<u>129.5</u>	<u>102.9</u>	<u>236.5</u>	<u>224.7</u>	<u>366.0</u>	<u>327.6</u>
Unamortized premiums & discounts	10.7	7.2	19.0	20.0	29.7	27.2
Total outstanding debt	<u>\$ 140.2</u>	<u>\$ 110.1</u>	<u>\$ 255.5</u>	<u>\$ 244.7</u>	<u>\$ 395.7</u>	<u>\$ 354.8</u>

The significant changes in long-term debt include proceeds of \$46.3 million from the issuance of 2022 general obligation bonds, \$4.6 million in 2022 full faith and credit obligations for new projects, and \$21.3 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 \$4.7 million from the issuance of the 2022 general obligation bonds. The increases were offset by \$36.0 million in principal payments and amortization of premiums.

MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2022

DEBT ADMINISTRATION (Continued)

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 2021-22 value, the City's debt limitation is \$793.1 million. The City is well within its debt limitation with an amount of outstanding debt subject to this limitation of \$44.4 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 52 - 59 of the basic financial statements for further detailed information on long-term debt.

ECONOMIC FACTORS

Based on preliminary estimates from Portland State University, the population of the City of Bend as of July 1, 2022, was 102,834, 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 32.8% in the last 10 years and has grown nearly 78.1% in the last 20 years. This level of growth continues to put a huge demand on City services and City resources.

The 2021-2023 biennial budget was prepared to reflect the City's response to ongoing challenges of the COVID-19 pandemic while maintaining, if not expanding, services offered to the community. Also incorporated into this response is funding to address City Council's goals for the biennium. The original 2021-2023 budget adopted an overall 3% increase from the 2019-2021 revised biennium budget. The 2021-2023 adopted budget assumes the majority of revenues return to their pre-pandemic levels or higher. In addition, the budget reflects an increase in property tax levies related to the voter-approved Transportation General Obligation (GO) Bond Measure 9-135; assessments for these levies will begin in the second year of the biennium. Estimated increases in revenues include rate increases to fund ongoing operations as well as future needs of the City's Utility department and fee increases to support staffing needs in the City's Community and Economic Development Department.

City Council goals adopted for the 2021-2023 biennium were developed with community input and designed to address the concerns and needs of the community. As directed by Council, the City has been utilizing funding from the American Rescue Plan Act (ARPA) to address the immediate as well as long-term impacts of the COVID-19 pandemic with a special emphasis on addressing inequities in the City's most vulnerable populations. ARPA funding, in concert with other state and local funding, has and will be utilized to provide community assistance in paying utility bills, job training, childcare and after school programs, houseless assistance and the purchase, renovation and operations of three low barrier and temporary shelters and a Navigation center.

The economic outlook for the remainder of the biennium and into the next is cautious and conservative. The City completed negotiations with its three bargaining units in the Summer of 2022. Those new contracts included wage increases of 5-10% over the 3 years of the contracts as well as other benefits to help retain a healthy and productive workforce at the City. Current forecasts from the federal and state governments are indicating the potential for a recession. That, coupled with the current increase in inflation, across-the-board price increases and the committed wage increases, warrant a strong consideration to develop moderate expectations for future growth. The City anticipates developing its next biennium budget with an eye toward maintaining current services, addressing the inequities in its community that the current Council goals are addressing and being prepared to pivot on any subsequent changes in the economic forecast.

MANAGEMENT'S DISCUSSION AND ANALYSIS
Fiscal Year Ended June 30, 2022

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 Janette Townsend, City of Bend Finance Director, at 710 NW Wall Street, Bend, Oregon 97703. The telephone number for the City's Finance Department is 541-385-6682.

Basic Financial Statements

City of Bend, Oregon
Statement of Net Position
June 30, 2022

	Governmental Activities	Business-Type Activities	Total
Assets			
Pooled cash and investments	\$ 104,753,944	\$ 146,294,609	\$ 251,048,553
Receivables, net	10,112,846	9,598,897	19,711,743
Due from other governments	3,997,894	342,963	4,340,857
Restricted cash and investments	79,285,704	7,572,443	86,858,147
Other assets	995,543	125,088	1,120,631
Assessments receivable, net	6,366	42,724	49,090
Loans and notes receivable, net	16,781,818	1,332,665	18,114,483
Lease receivable	387,737	20,654,505	21,042,242
Right to use lease assets, net	41,681,159	20,693	41,701,852
Assets held for resale	6,205,226	-	6,205,226
Non-depreciable capital assets	198,473,579	104,613,105	303,086,684
Depreciable capital assets, net	385,086,872	562,244,869	947,331,741
Net OPEB asset	1,329,006	209,729	1,538,735
Total assets	849,097,694	853,052,290	1,702,149,984
Deferred Outflows of Resources			
Deferred outflows from pensions	35,808,510	5,650,922	41,459,432
Deferred outflows from OPEB	7,008,062	1,105,937	8,113,999
Deferred outflows from debt refunding	46,004	-	46,004
Total deferred outflows of resources	42,862,576	6,756,859	49,619,435
Liabilities			
Accounts payable	5,048,800	2,052,192	7,100,992
Other liabilities	10,750,385	3,279,355	14,029,740
Due to developers	25,933	-	25,933
Deposits	657,493	258,030	915,523
Unearned revenue	12,162,044	-	12,162,044
Lease liabilities due or payable within one year	482,485	13,071	495,556
Long-term debt due or payable within one year	8,527,461	11,268,226	19,795,687
Lease liabilities due or payable after one year	41,832,496	7,547	41,840,043
Long-term debt due or payable after one year	131,677,882	244,257,146	375,935,028
Net pension liability	40,583,824	6,404,507	46,988,331
Total OPEB liability	36,598,990	5,775,665	42,374,655
Total liabilities	288,347,793	273,315,739	561,663,532
Deferred Inflows of Resources			
Deferred inflows from leases	384,568	20,356,319	20,740,887
Deferred inflows from pensions	33,683,751	5,315,614	38,999,365
Deferred inflows from OPEB	14,592,337	2,302,811	16,895,148
Deferred inflows from debt refunding	25,096	243,665	268,761
Total deferred inflows of resources	48,685,752	28,218,409	76,904,161
Net Position			
Net investment in capital assets	480,158,547	410,026,316	890,184,863
Restricted for:			
Debt service	7,686,379	5,775,160	13,461,539
Capital projects	53,693,783	1,270,000	54,963,783
Affordable housing	4,337,906	-	4,337,906
Tourism	3,025,051	-	3,025,051
Permanent maintenance	658,521	-	658,521
Urban renewal	300,354	-	300,354
Grant activity	15,781	-	15,781
Unrestricted	5,050,403	141,203,525	146,253,928
Total net position	\$ 554,926,725	\$ 558,275,001	\$ 1,113,201,726

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



CITY OF BEND

This page intentionally left blank

City of Bend, Oregon
Statement of Activities
For the fiscal year ended June 30, 2022

	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	\$ 30,142,203	\$ 14,282,650	\$ 4,292,061	\$ 4,906,487	\$ (6,661,005)	\$ -	\$ (6,661,005)
Public safety	51,923,187	8,388,815	6,421,069	-	(37,113,303)	-	(37,113,303)
Infrastructure	29,010,430	19,669,734	9,820,605	8,220,648	8,700,557	-	8,700,557
Community and economic development	23,943,582	20,664,842	5,364,689	-	2,085,949	-	2,085,949
Permanent maintenance	5,797	6,136	-	-	339	-	339
Urban renewal	348,339	-	4,000	-	(344,339)	-	(344,339)
Interest on long-term debt	4,758,301	-	-	-	(4,758,301)	-	(4,758,301)
Total governmental activities	<u>140,131,839</u>	<u>63,012,177</u>	<u>25,902,424</u>	<u>13,127,135</u>	<u>(38,090,103)</u>	<u>-</u>	<u>(38,090,103)</u>
Business-Type Activities:							
Water	18,745,928	21,406,251	4,036	4,936,156	-	7,600,515	7,600,515
Water reclamation	27,842,358	33,693,387	-	4,925,964	-	10,776,993	10,776,993
Airport	1,491,151	1,232,420	-	1,456,875	-	1,198,144	1,198,144
Cemetery	288,098	100,491	-	-	-	(187,607)	(187,607)
Parking services	1,707,571	1,785,086	-	27,973	-	105,488	105,488
Stormwater	3,890,931	4,852,336	-	3,756,194	-	4,717,599	4,717,599
Total business-type activities	<u>53,966,037</u>	<u>63,069,971</u>	<u>4,036</u>	<u>15,103,162</u>	<u>-</u>	<u>24,211,132</u>	<u>24,211,132</u>
Total activities	<u>\$ 194,097,876</u>	<u>\$ 126,082,148</u>	<u>\$ 25,906,460</u>	<u>\$ 28,230,297</u>	<u>(38,090,103)</u>	<u>24,211,132</u>	<u>(13,878,971)</u>
General Revenues and Transfers:							
Taxes							
Property taxes, levied for general purpose					39,595,809	-	39,595,809
Property taxes, levied for debt service					4,708,747	-	4,708,747
Room taxes					14,577,615	-	14,577,615
Marijuana taxes					1,572,026	-	1,572,026
Construction excise taxes					104,048	-	104,048
Franchise fees					14,368,107	-	14,368,107
Unrestricted investment earnings					(5,396,642)	(4,815,650)	(10,212,292)
Transfers					(10,027,310)	10,027,310	-
Total general revenues and transfers					<u>59,502,400</u>	<u>5,211,660</u>	<u>64,714,060</u>
Change in net position					21,412,297	29,422,792	50,835,089
Net position, July 1, 2021					533,514,428	528,852,209	1,062,366,637
Net position, June 30, 2022					<u>\$ 554,926,725</u>	<u>\$ 558,275,001</u>	<u>\$ 1,113,201,726</u>

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

City of Bend, Oregon
Governmental Funds
Balance Sheet
June 30, 2022

	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	\$ 28,053,958	\$ 3,015,702	\$ 6,423,032	\$ -	\$ 14,678,546	\$ 28,067,815	\$ 80,239,053
Restricted cash and investments	2,539,329	74,321	333,654	19,845,119	2,615,860	52,876,047	78,284,330
Receivables							
Taxes	2,168,232	-	84,491	-	-	593,481	2,846,204
Accounts, net	3,637,179	241,571	1,417,186	175,617	292,404	161,737	5,925,694
Interest	1,168,380	-	-	2,246	-	157,487	1,328,113
Due from other funds	90,000	-	-	-	-	-	90,000
Due from other governments	880,692	2,411,366	615,469	-	-	90,367	3,997,894
Prepays and deposits	56,327	-	-	-	-	8,062	64,389
Assessments receivable, net	-	-	-	-	-	6,366	6,366
Loans and notes receivable, net	639,656	-	-	115,612	-	15,916,752	16,672,020
Assets held for resale	4,188,595	-	-	-	-	-	4,188,595
Total assets	<u>\$ 43,422,348</u>	<u>\$ 5,742,960</u>	<u>\$ 8,873,832</u>	<u>\$ 20,138,594</u>	<u>\$ 17,586,810</u>	<u>\$ 97,878,114</u>	<u>\$ 193,642,658</u>
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)							
Liabilities							
Accounts payable	1,268,501	191,273	346,870	-	1,651,817	693,886	4,152,347
Salaries and benefits payable	371,338	95,363	365,482	-	11,305	176,270	1,019,758
Retainage payable	-	17,111	-	-	1,100,752	3,009	1,120,872
Due to developers	-	-	-	25,933	-	-	25,933
Other accrued liabilities	964,672	-	-	-	-	100	964,772
Deposits - restricted	244,992	28,790	-	-	-	376,673	650,455
Unearned revenue	-	-	-	-	-	12,198,334	12,198,334
Due to other funds	-	-	-	-	-	90,000	90,000
Total liabilities	<u>2,849,503</u>	<u>332,537</u>	<u>712,352</u>	<u>25,933</u>	<u>2,763,874</u>	<u>13,538,272</u>	<u>20,222,471</u>
Deferred Inflows of Resources							
Unavailable revenue - property taxes	516,760	-	36,820	-	-	61,644	615,224
Unavailable revenue - assessments & loans	2,623,753	123	-	158,428	-	16,084,932	18,867,236
Unavailable revenue - other billings and fees	-	-	599,058	-	62,190	55,225	716,473
Total deferred inflows of resources	<u>3,140,513</u>	<u>123</u>	<u>635,878</u>	<u>158,428</u>	<u>62,190</u>	<u>16,201,801</u>	<u>20,198,933</u>
Fund Balances (Deficits)							
Nonspendable	4,188,595	-	-	-	-	658,522	4,847,117
Restricted	2,294,337	-	333,654	19,954,233	2,615,860	43,861,174	69,059,258
Committed	-	-	7,191,948	-	-	8,715,494	15,907,442
Assigned	-	5,410,300	-	-	12,144,886	14,902,851	32,458,037
Unassigned	30,949,400	-	-	-	-	-	30,949,400
Total fund balances (deficits)	<u>37,432,332</u>	<u>5,410,300</u>	<u>7,525,602</u>	<u>19,954,233</u>	<u>14,760,746</u>	<u>68,138,041</u>	<u>153,221,254</u>
Total liabilities, deferred inflows of resources and fund balances (deficits)	<u>\$ 43,422,348</u>	<u>\$ 5,742,960</u>	<u>\$ 8,873,832</u>	<u>\$ 20,138,594</u>	<u>\$ 17,586,810</u>	<u>\$ 97,878,114</u>	<u>\$ 193,642,658</u>

* The General Fund presented here includes the General Fund Revenue Stabilization Fund. Details of the combination are at page 154.

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, 2022

Total fund balances (deficits)	\$ 153,221,254
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets and right to use lease assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	594,290,492
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	40,942
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	615,224
Unavailable assessments and loans	18,867,236
Other unavailable revenues	752,763
Liabilities and deferred inflows of resources that are not due and payable in the current period, are not reported in the funds:	
Interest payable	(540,618)
Accrued compensated absences	(4,827,101)
Net pension activity	(29,375,302)
Other post-employment benefits	(32,732,389)
Accrued health insurance benefits	(8,107)
Leases payable	(41,637,994)
Long-term debt	(122,138,289)
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.	18,398,614
Total net position	<u>\$ 554,926,725</u>

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

City of Bend, Oregon
Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the fiscal year ended June 30, 2022

	General Fund*	Streets & Operations Fund	Fire/EMS Fund	System Development Charges (SDC) Fund	Transportation Construction Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues							
Taxes	\$ 48,344,992	\$ -	\$ 2,969,366	\$ -	\$ -	\$ 9,256,313	\$ 60,570,671
Franchise fees	9,282,111	1,489,539	-	-	2,672,499	890,662	14,334,811
Intergovernmental	4,573,692	9,537,515	5,846,565	-	2,000,000	3,110,650	25,068,422
Assessments	-	-	-	-	-	254,354	254,354
Licenses and permits	80,756	-	-	-	-	5,775,539	5,856,295
Charges for services	750,501	100,563	5,876,147	-	-	12,964,116	19,691,327
Rental income	60,000	-	-	-	-	-	60,000
System development charges	-	-	-	17,740,900	-	-	17,740,900
Contributions	-	-	6,565	-	192,410	62,536	261,511
Fines and forfeitures	683,809	-	-	-	-	-	683,809
Loan repayments	-	-	-	43,003	-	774,881	817,884
Permanent maintenance fees	-	-	-	-	-	6,136	6,136
Investment earnings (loss)	(1,238,577)	27,054	(255,762)	(1,448,811)	(262,829)	(1,244,643)	(4,423,568)
Miscellaneous	35,670	10,226	45,649	-	201	17	91,763
Total revenues	62,572,954	11,164,897	14,488,530	16,335,092	4,602,281	31,850,561	141,014,315
Expenditures							
Current							
Public safety	30,291,621	-	27,651,658	-	-	-	57,943,279
Infrastructure	-	10,925,056	-	190,500	4,160,695	1,180,352	16,456,603
Community and economic development	3,431,639	-	-	-	-	25,627,484	29,059,123
Permanent maintenance	-	-	-	-	-	5,797	5,797
Urban renewal	-	-	-	-	-	610,233	610,233
Debt service							
Principal	17,720	283,977	1,025,472	-	1,177,186	3,730,587	6,234,942
Interest	205	101,372	821,591	-	2,224,226	1,164,899	4,312,293
Capital outlay	815,010	3,152,139	42,909,483	-	16,468,429	3,501,968	66,847,029
Total expenditures	34,556,195	14,462,544	72,408,204	190,500	24,030,536	35,821,320	181,469,299
Excess (deficiency) of revenues over (under) expenditures	28,016,759	(3,297,647)	(57,919,674)	16,144,592	(19,428,255)	(3,970,759)	(40,454,984)
Other Financing Sources (Uses)							
Insurance proceeds	-	2,307	-	-	-	-	2,307
Issuance of long-term debt and lease financing	41,708	23,274	42,007,003	-	-	46,303,804	88,375,789
Premium on issuance of long-term debt	-	-	-	-	-	4,661,168	4,661,168
Payments to escrow agent on refunded debt	-	-	-	-	-	(15,640,000)	(15,640,000)
Proceeds from sale of capital assets	2,977,245	10,371	17,213	-	-	-	3,004,829
Transfers in	1,461,066	3,394,476	16,742,782	-	7,892,531	1,301,638	30,792,493
Transfers out	(20,768,731)	(51,527)	(65,115)	(17,829,956)	(56,250)	(2,398,124)	(41,169,703)
Total other financing sources (uses)	(16,288,712)	3,378,901	58,701,883	(17,829,956)	7,836,281	34,228,486	70,026,883
Net change in fund balances	11,728,047	81,254	782,209	(1,685,364)	(11,591,974)	30,257,727	29,571,899
Fund balances (deficits), July 1, 2021	25,704,285	5,329,046	6,743,393	21,639,597	26,352,720	37,880,314	123,649,355
Fund balances (deficits), June 30, 2022	\$ 37,432,332	\$ 5,410,300	\$ 7,525,602	\$ 19,954,233	\$ 14,760,746	\$ 68,138,041	\$ 153,221,254

*The General Fund presented here includes the General Fund Revenue Stabilization Fund. Details of the combination are at page 155.

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, 2022

Net change in fund balance		\$ 29,571,899
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 \$1,464,000 of non-capital outlay)	\$ 68,311,424	
Capital asset contributions	6,334,310	
Capital asset disposals	(194,068)	
Depreciation and amortization	<u>(20,809,519)</u>	53,642,147
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		3,108,140
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 and lease financing		(93,036,957)
Long-term debt principal repayments		21,874,942
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		(217,235)
Amortization of bond premiums and discounts		1,157,116
Amortization of deferred outflows		(6,824)
Accrued pension expense		(317,239)
Accrued compensated absences		(336,113)
Accrued OPEB expense		(436,361)
Accrued health insurance benefits		9,185
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>6,399,597</u>
Change in net position		<u>\$ 21,412,297</u>

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

City of Bend, Oregon
Proprietary Funds
Statement of Net Position
June 30, 2022

	Business-Type Activities - Enterprise Funds			Governmental	
	Water Fund	Water Reclamation Fund	Nonmajor Enterprise Funds	Total Proprietary Funds	Internal Service Funds
Assets					
Current assets					
Pooled cash and investments	\$ 62,951,353	\$ 79,958,584	\$ 3,384,672	\$ 146,294,609	\$ 24,514,891
Receivables					
Accounts, net	3,244,412	5,171,497	887,672	9,303,581	9,582
Interest	36,702	66,895	191,719	295,316	3,253
Due from other governments	109,580	-	233,383	342,963	-
Current portion of loans and notes receivable	40,899	-	-	40,899	-
Lease receivable - due within one year	98,148	-	490,415	588,563	33,600
Other assets	29,840	-	-	29,840	437,336
Prepays and deposits	88,374	6,574	300	95,248	493,818
Total current assets	66,599,308	85,203,550	5,188,161	156,991,019	25,492,480
Noncurrent assets					
Restricted cash and investments	217,221	5,775,160	1,580,062	7,572,443	1,001,374
Assessments receivable, net	-	42,724	-	42,724	-
Loans and notes receivable, net	1,284,639	7,127	-	1,291,766	109,798
Lease receivable	578,230	-	19,487,712	20,065,942	354,137
Right to use lease assets, net	8,924	11,629	140	20,693	667,209
Assets held for resale	-	-	-	-	2,016,631
Capital assets, net	187,167,648	387,263,867	92,426,459	666,857,974	30,283,908
Net OPEB asset	84,938	97,248	27,543	209,729	313,904
Total noncurrent assets	189,341,600	393,197,755	113,521,916	696,061,271	34,746,961
Total assets	255,940,908	478,401,305	118,710,077	853,052,290	60,239,441
Deferred Outflows of Resources					
Deferred outflows from pensions	2,288,561	2,620,236	742,125	5,650,922	8,457,724
Deferred outflows from OPEB	447,891	512,804	145,242	1,105,937	1,655,257
Deferred outflows from debt refunding	-	-	-	-	5,062
Total deferred outflows of resources	2,736,452	3,133,040	887,367	6,756,859	10,118,043
Liabilities					
Current liabilities					
Accounts payable	540,518	1,003,022	508,652	2,052,192	896,445
Salaries and benefits payable	87,886	106,306	25,920	220,112	380,582
Retainage payable	201,230	443,485	340,494	985,209	9,419
Other accrued liabilities					
Compensated absences	453,250	487,580	106,053	1,046,883	1,849,145
Interest payable	178,887	810,778	10,330	999,995	26,860
Insurance claims	619	870	354	1,843	3,151
Other	-	305	25,008	25,313	-
Deposits - restricted	217,221	-	40,809	258,030	7,038
Current portion of lease liabilities	5,987	6,943	141	13,071	325,990
Current portion of long term debt	2,683,338	8,233,712	351,176	11,268,226	1,912,724
Total current liabilities	4,368,936	11,093,001	1,408,937	16,870,874	5,411,354
Noncurrent liabilities:					
Lease liabilities, net	2,895	4,652	-	7,547	350,997
Long-term debt, net	49,899,513	189,647,217	4,710,416	244,257,146	16,154,330
Net pension liability	2,593,756	2,969,661	841,090	6,404,507	9,585,618
Total OPEB liability	2,339,081	2,678,077	758,507	5,775,665	8,644,428
Total noncurrent liabilities	54,835,245	195,299,607	6,310,013	256,444,865	34,735,373
Total liabilities	59,204,181	206,392,608	7,718,950	273,315,739	40,146,727

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

Continued on next page

City of Bend, Oregon
Proprietary Funds
Statement of Net Position (Continued)
June 30, 2022

	Business-Type Activities - Enterprise Funds			Governmental	
	Water Fund	Water Reclamation Fund	Nonmajor Enterprise Funds	Total Proprietary Funds	Internal Service Funds
<u>Deferred Inflows of Resources</u>					
Deferred inflows from leases	669,493	-	19,686,826	20,356,319	384,568
Deferred inflows from pensions	2,152,765	2,464,759	698,090	5,315,614	7,955,869
Deferred inflows from OPEB	932,612	1,067,773	302,426	2,302,811	3,446,610
Deferred inflows from debt refunding	243,665	-	-	243,665	25,096
Total deferred inflows of resources	<u>3,998,535</u>	<u>3,532,532</u>	<u>20,687,342</u>	<u>28,218,409</u>	<u>11,812,143</u>
<u>Net Position (Deficit)</u>					
Net investment in capital assets	134,132,988	188,872,971	87,020,357	410,026,316	11,674,786
Restricted					
Debt service	-	5,775,160	-	5,775,160	-
Capital projects	-	-	1,270,000	1,270,000	-
Unrestricted (deficit)	61,341,656	76,961,074	2,900,795	141,203,525	6,723,828
Total net position	<u>\$ 195,474,644</u>	<u>\$ 271,609,205</u>	<u>\$ 91,191,152</u>	<u>\$ 558,275,001</u>	<u>\$ 18,398,614</u>

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

City of Bend, Oregon
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Net Position
For the fiscal year ended June 30, 2022

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Water	Nonmajor	Total	Internal Service Funds	
	Water Fund	Reclamation Fund	Enterprise Funds		Proprietary Funds
Operating Revenues					
Licenses and permits	\$ -	\$ -	\$ 905,430	\$ 905,430	\$ 307,300
Charges for services	21,273,646	33,563,799	5,014,632	59,852,077	38,404,702
Rental income	-	-	1,390,677	1,390,677	35,054
Fines and forfeitures	-	-	638,917	638,917	-
Loan repayments	87,616	5,125	-	92,741	-
Miscellaneous	28,386	48,866	16,241	93,493	447,353
Total operating revenues	<u>21,389,648</u>	<u>33,617,790</u>	<u>7,965,897</u>	<u>62,973,335</u>	<u>39,194,409</u>
Operating Expenses					
Salaries and benefits	5,772,498	7,055,871	1,876,962	14,705,331	19,861,427
Materials and supplies	3,232,258	3,791,160	1,190,690	8,214,108	7,239,830
Internal services	3,083,758	6,221,768	1,559,279	10,864,805	2,868,149
Insurance premiums and claims	-	-	-	-	3,660,938
Depreciation and amortization	5,095,401	6,885,162	2,646,513	14,627,076	2,600,779
Total operating expenses	<u>17,183,915</u>	<u>23,953,961</u>	<u>7,273,444</u>	<u>48,411,320</u>	<u>36,231,123</u>
Operating income (loss)	<u>4,205,733</u>	<u>9,663,829</u>	<u>692,453</u>	<u>14,562,015</u>	<u>2,963,286</u>
Nonoperating Revenues (Expenses)					
Investment earnings (loss)	(2,123,452)	(2,942,852)	250,654	(4,815,650)	(973,074)
Forgiveness of debt	-	-	-	-	(800,000)
Insurance proceeds	-	-	1,230	1,230	20,000
Interest expense	(2,187,417)	(4,262,681)	(111,875)	(6,561,973)	(228,775)
Amortization of debt premiums and discounts	625,405	374,285	7,573	1,007,263	3,415
Gain (loss) on disposal of assets	16,600	75,597	3,202	95,399	158,356
Noncapital grants and contributions	4,036	-	-	4,036	-
Total nonoperating revenues (expenses)	<u>(3,664,828)</u>	<u>(6,755,651)</u>	<u>150,784</u>	<u>(10,269,695)</u>	<u>(1,820,078)</u>
Income (loss) before contributions and transfers	<u>540,905</u>	<u>2,908,178</u>	<u>843,237</u>	<u>4,292,320</u>	<u>1,143,208</u>
Contributions and Transfers					
Capital grants and contributions	4,936,156	4,925,964	4,441,042	14,303,162	4,906,487
Forgiveness of debt	-	-	800,000	800,000	-
Transfers in	4,162,303	6,252,614	261,993	10,676,910	1,075,773
Transfers out	(111,800)	(113,500)	(424,300)	(649,600)	(725,871)
Total contributions and transfers	<u>8,986,659</u>	<u>11,065,078</u>	<u>5,078,735</u>	<u>25,130,472</u>	<u>5,256,389</u>
Change in net position	9,527,564	13,973,256	5,921,972	29,422,792	6,399,597
Net position, July 1, 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>
Net position, June 30, 2022	<u>\$ 195,474,644</u>	<u>\$ 271,609,205</u>	<u>\$ 91,191,152</u>	<u>\$ 558,275,001</u>	<u>\$ 18,398,614</u>

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

City of Bend, Oregon
Proprietary Funds
Statement of Cash Flows
For the fiscal year ended June 30, 2022

	<u>Business-type Activities - Enterprise Funds</u>				Governmental
	Water	Water	Nonmajor	Total	Activities -
	Fund	Reclamation	Enterprise	Proprietary	Internal
	<u>Water Fund</u>	<u>Fund</u>	<u>Funds</u>	<u>Funds</u>	<u>Service Fund</u>
<u>Cash Flows from Operating Activities</u>					
Cash received from customers	\$ 21,709,937	\$ 33,550,604	\$ 7,393,023	\$ 62,653,564	\$ 753,137
Cash received from interfund services provided	158,909	62,173	27,736	248,818	38,123,606
Cash paid to employees for services	(5,699,289)	(6,765,225)	(1,798,782)	(14,263,296)	(18,119,468)
Cash paid to suppliers for goods and services	(3,058,902)	(3,034,340)	(702,061)	(6,795,303)	(9,867,383)
Cash paid for interfund services used	(3,094,375)	(6,221,769)	(1,615,287)	(10,931,431)	(2,912,772)
Net cash from operating activities	<u>10,016,280</u>	<u>17,591,443</u>	<u>3,304,629</u>	<u>30,912,352</u>	<u>7,977,120</u>
<u>Cash Flows from Noncapital Financing Activities</u>					
Transfers from other funds	4,162,303	6,252,614	261,993	10,676,910	1,075,773
Transfers to other funds	(111,800)	(113,500)	(424,300)	(649,600)	(725,871)
Noncapital grants and contributions	32,247	-	-	32,247	-
Net cash from noncapital financing activities	<u>4,082,750</u>	<u>6,139,114</u>	<u>(162,307)</u>	<u>10,059,557</u>	<u>349,902</u>
<u>Cash Flows from Capital and Related Financing Activities</u>					
Issuance of debt	-	21,294,488	-	21,294,488	4,601,964
Principal payments on capital debt	(1,987,737)	(7,151,113)	(332,801)	(9,471,651)	(2,860,551)
Interest payments on capital debt	(2,195,242)	(4,769,235)	(112,877)	(7,077,354)	(222,943)
Acquisition and construction of capital assets	(6,101,112)	(25,569,852)	(7,451,808)	(39,122,772)	(8,064,177)
Capital grants and contributions	(3,111)	131,607	395,292	523,788	2,500,000
Insurance proceeds	-	-	1,230	1,230	20,000
Proceeds from sale of capital assets	16,600	75,597	3,202	95,399	1,743,720
Net cash from capital and related financing activities	<u>(10,270,602)</u>	<u>(15,988,508)</u>	<u>(7,497,762)</u>	<u>(33,756,872)</u>	<u>(2,281,987)</u>
<u>Cash Flows from Investing Activities</u>					
Investment earnings	768,829	981,576	486,792	2,237,197	269,167
Net cash from investing activities	<u>768,829</u>	<u>981,576</u>	<u>486,792</u>	<u>2,237,197</u>	<u>269,167</u>
Net change in pooled cash and investments	4,597,257	8,723,625	(3,868,648)	9,452,234	6,314,202
Pooled cash and investments, July 1, 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>
Pooled cash and investments, June 30, 2022	<u>\$ 65,132,907</u>	<u>\$ 88,874,834</u>	<u>\$ 5,035,194</u>	<u>\$ 159,042,935</u>	<u>\$ 26,303,177</u>

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

Continued on next page

City of Bend, Oregon
Proprietary Funds
Statement of Cash Flows (Continued)
For the fiscal year ended June 30, 2022

Business-type Activities - Enterprise Funds

Water Fund	Water Reclamation Fund	Nonmajor Enterprise Funds	Total Proprietary Funds	Governmental Activities - Internal Service Fund
------------	------------------------------	---------------------------------	-------------------------------	--

**Reconciliation of Pooled Cash and Investments
to Statement of Net Position**

Pooled cash and investments	62,951,353	79,958,584	3,384,672	146,294,609	24,514,891
Restricted cash and investments	217,221	5,775,160	1,580,062	7,572,443	1,001,374
Unrealized (gain) loss on investments	1,964,333	3,141,090	70,460	5,175,883	786,912
Pooled cash and investments	65,132,907	88,874,834	5,035,194	159,042,935	26,303,177

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

Operating income (loss)	\$ 4,205,733	\$ 9,663,829	\$ 692,453	\$ 14,562,015	\$ 2,963,286
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation	5,095,401	6,885,162	2,646,513	14,627,076	2,600,780
Change in:					
Accounts receivable	437,285	1,048	(548,588)	(110,255)	350,444
Loan, notes and assessments receivable	38,641	3,731	-	42,372	6,748
Inventories	-	-	-	-	(96,771)
Prepays and deposits	(42,172)	(6,574)	-	(48,746)	1,099,615
Accounts payable	196,528	753,789	432,337	1,382,654	(689,292)
Salaries and benefits payable	2,574	6,547	(1,304)	7,817	74,157
Pension benefits	10,053	105,863	33,171	149,087	659,315
Other post-employment benefits	18,188	125,688	39,143	183,019	758,691
Compensated absences payable	42,777	53,015	7,374	103,166	252,445
Insurance claims payable	(384)	(476)	(202)	(1,062)	(2,648)
Prepays and deposits payable	11,656	(179)	3,732	15,209	350
Net cash from operating activities	\$ 10,016,280	\$ 17,591,443	\$ 3,304,629	\$ 30,912,352	\$ 7,977,120

Noncash Capital and Related Financing Activities

The City received donated buildings and infrastructure totaling \$4,936,156 in the Water fund, \$4,925,964 in the Water reclamation fund, \$3,934,617 in the nonmajor enterprise funds and \$2,406,487 in the internal service funds in the current year.

The City recognized additions to capital assets of \$3,454 in the Water fund and \$3,454 in the Water reclamation fund for right to use lease assets.

Acquisition of capital assets financed through accounts payable and retainage payable totaling \$208,184 in the water fund, \$509,999 in the water reclamation fund, \$344,510 in the nonmajor enterprise funds, and \$512,254 in the internal service funds for the current year.

The net book value of gain/(loss) on disposal in the internal service funds was \$3,601,955. Of this amount \$2,016,631 was recognized when those assets were transferred to assets held for resale.

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

City of Bend, Oregon
Statement of Net Position
Fiduciary Funds
June 30, 2022

	Custodial Fund
<u>Assets</u>	
Cash and investments	\$ 565,821
Accounts receivable, net	1,834
Total assets	567,655
<u>Liabilities</u>	
Accounts payable	15,841
Due to other governments	551,814
Total liabilities	567,655
Fiduciary net position (deficit)	\$ -

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

City of Bend, Oregon
Statement of Changes in Net Position
Fiduciary Funds
June 30, 2022

Custodial Fund

Additions

System development charges collected for other governments	\$	8,472,525
Assessments, fines, and fees collected for other governments		<u>940,437</u>
Total additions		<u>9,412,962</u>

Deductions

Payments of system development charges collected for other governments		8,345,437
Payments of assessments, fines, and fees collected for other governments		940,437
Administrative expense		<u>127,088</u>
Total deductions		<u>9,412,962</u>

Net increase (decrease) in fiduciary net position		-
Fiduciary net position, July 1, 2021		<u>-</u>
Fiduciary net position, June 30, 2022	\$	<u><u>-</u></u>

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

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 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 Custodial 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, 2022

Note 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, 2022

Note 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 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, 2022

Note 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.

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 based on the average daily balance of each participating fund. Pooled cash and investments have the general

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 1 - Summary of Significant Accounting Policies (Continued)

Cash and Investments (Continued)

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, 2022, the City had \$86,858,147 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.

Lease receivables are recognized per the lease terms and discounted back to present value at either the borrowing rate explicitly stated in the agreement or implicitly determined by the City, based on the City's incremental borrowing rate that would be charged for borrowing the lease payment amounts during the lease term. Management has determined that no allowance is necessary based on past collections.

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

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 1 - Summary of Significant Accounting Policies (Continued)

Due from Other Governments (Continued)

Housing and Urban Development for Community Development Block Grants, and from the Federal Aviation Administration for grant supported projects at the Airport.

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 (Juniper Ridge development costs and the Boyd Acres campus) 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. Amortization of Right to use lease assets is computed using the straight-line method over the term of the lease. 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
Right to use lease assets	3 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.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 1 - Summary of Significant Accounting Policies (Continued)

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.

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 assets 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 assets 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 leases, pensions, OPEB, and debt refundings as deferred inflows on the statement of financial position. The deferred inflows from leases represent the unamortized value of the rent payments of leases receivable. 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

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 1 - Summary of Significant Accounting Policies (Continued)

Net Position/Fund Balance (Continued)

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.

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

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 1 - Summary of Significant Accounting Policies (Continued)

Net Position/Fund Balance (Continued)

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.

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 2021-2023 biennium, the City will maintain General Fund unassigned reserves of at least 16% of the operating budget of the General Fund for the 2021-2023 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 \$26,299,183 and \$4,650,217 as of June 30, 2022 and represents 32% of the General Fund annual operating budget for the 2021-2023 biennium.

Governmental fund balances by classification for the fiscal year ended June 30, 2022, 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	\$ 4,188,595	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,188,595
Permanent maintenance funds	-	-	-	-	-	658,522	658,522
Restricted							
External grantor covenant	-	-	333,654	-	-	15,781	349,435
Outside debt covenant	-	-	-	-	-	7,986,734	7,986,734
Outside construction covenant	-	-	-	-	2,615,860	30,790,038	33,405,898
State law revenue restriction	2,294,337	-	-	19,954,233	-	5,068,621	27,317,191
Committed							
Fire service agreements	-	-	7,191,948	-	-	-	7,191,948
Planning support services	-	-	-	-	-	8,715,494	8,715,494
Assigned							
Construction activities	-	5,410,300	-	-	12,144,886	1,726,955	19,282,141
Building support services	-	-	-	-	-	12,550,180	12,550,180
Community development operations	-	-	-	-	-	232,872	232,872
Debt service	-	-	-	-	-	49,674	49,674
Reserves for police operations	-	-	-	-	-	343,170	343,170
Unassigned	30,949,400	-	-	-	-	-	30,949,400
Total Fund Balances (Deficits)	\$ 37,432,332	\$ 5,410,300	\$ 7,525,602	\$ 19,954,233	\$ 14,760,746	\$ 68,138,041	\$ 153,221,254

Leases

Leases are recognized in accordance with Government Accounting Standards Board (GASB) 87.

Lease Receivable

As Lessor, the City recognizes a lease receivable and a deferred inflow of resources. The lease receivable is recognized at the net present value of the rents to be received at a borrowing rate stated in the lease agreement or determined by the City. The receivable is reduced by the payments received. A deferred inflow of resources is recognized in an amount equal to the amount of the initial lease receivable. The deferred inflow of resources is amortized using the straight line method over the term of the lease.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 1 - Summary of Significant Accounting Policies (Continued)

Leases (Continued)

Lease Liabilities

Right to use lease assets and lease liabilities related to leases are reported in the Statement of Net Position of the government-wide and proprietary statements. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources and lease payments are reported as capital outlay and as issuance of long-term debt. Payments are recorded as principal and interest payments.

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.

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. Within each fund, appropriations are established at the program/division level.

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 2021-2023 biennium. All appropriations will terminate on June 30, 2023.

At June 30, 2022, two funds reported a deficit net position. The Cemetery Fund, a nonmajor enterprise fund, reported a net position of (\$18,507) primarily as a result of higher reported depreciation expense on maintenance equipment. The Departmental Administration Fund, an internal service fund, reported a net position of (\$2,607,443) which is the result of liabilities and deferred inflows of resources related to the fund's share of pension and OPEB liabilities. Without an increase in assets, these liabilities and deferred inflows will continue to cause a negative net position in the Departmental Administration Fund.

Adoption of New and Future GASB Pronouncements

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

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. See Notes 6 and 7 pertaining to leases, for more information.

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

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 1 - Summary of Significant Accounting Policies (Continued)

Adoption of New and Future GASB Pronouncements (Continued)

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 has several effective dates: Paragraphs 4-5, 11 and 13 were effective upon issue. The City implemented those sections where applicable with no material impact. Paragraphs 6-7 and 10 were effective during fiscal year ended June 30, 2022 and were implemented by the City with no material impact. Paragraphs 8-9 and 12 are effective during fiscal year ending June 30, 2023 and are noted below.

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 IBOR. GASB Statement No. 93 had no material impact on the City's financial statements.

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 objective of this Statement is to 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. The City has determined that it has not, nor will it consider the 457b Deferred Compensation Plan of the City a component unit. There is no impact to the City in implementing this pronouncement.

GASB Statement No. 99, Omnibus. Issued April 2022, the 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 certain GASB Statements, and accounting and financial reporting for financial guarantees. The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 were implemented by the City during fiscal year ended June 30, 2022. These sections had no material impact on the City. The remaining requirements of Statement 99 will be implemented in fiscal years ending June 30, 2023 and June 30, 2024, as further summarized below.

The following GASB pronouncements have been issued, but are not effective as of 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. Paragraphs 8-9 and 12 of GASB Statement No. 92 are effective for the City for fiscal year ending June 30, 2023. Other paragraphs of Statement 92 as described above, were implemented 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.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 1 - Summary of Significant Accounting Policies (Continued)

Adoption of New and Future GASB Pronouncements (Continued)

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. 99, Omnibus. Issued April 2022, the 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 certain GASB Statements, and accounting and financial reporting for financial guarantees. The requirements related to Private-Public and Public-Public Partnerships and Subscription-Based Information Technology Arrangements are effective for the City for fiscal year ending June 30, 2023. The requirements related to financial guarantees and the classification and reporting of derivative instruments are effective for the City for fiscal year ending June 30, 2024.

GASB Statement No. 100, Accounting Changes and Error Corrections - an amendment of GASB Statement No. 62. Issued June 2022, the primary objective of this statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. GASB Statement No. 100 is effective for the City for fiscal year ending June 30, 2024.

GASB Statement No. 101, Compensated Abscenses. Issued June 2022. This Statements amends the existing requirement to disclose the gross increases and decreases in a liability for compensated absences to allow governments to disclose only the net change in liability (as long as they identify it as a net change). In addition, governments are no longer required to disclose which governmental funds typically have been used to liquidate the liability for compensated absences. GASB Statement No. 101 will be effective for the City for fiscal year ending June 30, 2025.

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.

Note 2 - Cash and Investments

At June 30, 2022, the City's cash and investments are comprised of the following:

Cash on hand	\$ 4,092
Deposits with financial institutions	7,625,172
Deposits with trust custodians	685,548
State of Oregon Local Government Investment Pool	<u>45,095,471</u>
Total cash and cash equivalents	53,410,283
Investments:	
U.S. agency obligations	171,470,063
Obligations of the States of Oregon, California and Washington	37,219,139
Corporate notes	74,379,590
Commercial paper	<u>1,993,446</u>
Total Investments	<u>285,062,238</u>
Total pooled cash and investments	<u>\$ 338,472,521</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 2 - Cash and Investments (Continued)

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

	Governmental Activities	Business-Type Activities	Custodial Fund	Total
Pooled cash and investments	\$ 104,753,944	\$ 146,294,609	\$ 565,821	\$ 251,614,374
Restricted cash and investments	79,285,704	7,572,443	-	86,858,147
Total pooled cash and investments	<u>\$ 184,039,648</u>	<u>\$ 153,867,052</u>	<u>\$ 565,821</u>	<u>\$ 338,472,521</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, 2022 was \$9,869,035, of these deposits \$9,619,035 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, 2022	Actual at June 30, 2022
Less than 1 year	\$ 71,685,807	25 %
Less than 5 years	213,376,431	75 %
	<u>\$ 285,062,238</u>	<u>100 %</u>

As of June 30, 2022 the weighted-average maturity of the City's investment portfolio was 2.22 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, 2022, the City was in compliance with the above policy requirements with commercial paper and corporate bonds totaling 22% 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, 2022

Note 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, 2022 are categorized by rating as follows:

Investor Service Rating	U.S. Agency Obligations	State / Local Obligations	Corporate Notes	Commercial Paper	Total
Prime (AAA, Aaa, AAA)*	\$ 171,470,063	\$ 15,082,434	\$ 12,805,306	\$ -	\$ 199,357,803
High Grade (AA, Aa, AA)*	-	20,138,265	21,308,562	-	41,446,827
Upper Medium Grade (A, A, A)*	-	-	40,265,722	-	40,265,722
High Grade Short-term (A-1, P-1, F1)*	-	-	-	1,993,446	1,993,446
Unrated	-	1,998,440	-	-	1,998,440
	<u>\$ 171,470,063</u>	<u>\$ 37,219,139</u>	<u>\$ 74,379,590</u>	<u>\$ 1,993,446</u>	<u>\$ 285,062,238</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, 2022, 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.

	Total	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
June 30, 2022				
US Treasury Securities	\$ 80,582,478	\$ 80,582,478	\$ -	\$ -
Federal Agency Securities	90,887,585	-	90,887,585	-
Commercial Paper	1,993,447	-	1,993,447	-
Corporate Notes	74,379,589	-	74,379,589	-
Municipal Bonds	37,219,139	-	37,219,139	-
Total assets	<u>\$ 285,062,238</u>	<u>\$ 80,582,478</u>	<u>\$ 204,479,760</u>	<u>\$ -</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 3 - Receivables

Receivables as of June 30, 2022 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	\$ 2,168,232	\$ -	\$ 84,491	\$ -	\$ -	\$ 593,481	\$ -	\$ 2,846,204
Accounts receivable	7,770,544	294,094	8,208,061	175,617	338,276	164,142	9,760	16,960,494
Allowance for doubtful accounts	(4,133,365)	(52,523)	(6,790,875)	-	(45,872)	(2,405)	(178)	(11,025,218)
Accounts, net	3,637,179	241,571	1,417,186	175,617	292,404	161,737	9,582	5,935,276
Interest receivable	1,168,380	-	-	2,246	-	157,487	3,253	1,331,366
Receivables, net	<u>\$ 6,973,791</u>	<u>\$ 241,571</u>	<u>\$ 1,501,677</u>	<u>\$ 177,863</u>	<u>\$ 292,404</u>	<u>\$ 912,705</u>	<u>\$ 12,835</u>	<u>\$ 10,112,846</u>

	Business-type Activities			Total
	Water Fund	Water Reclamation Fund	Nonmajor Enterprise Funds	
Accounts receivable	\$ 4,043,244	\$ 6,378,160	\$ 1,299,768	\$ 11,721,172
Allowance for doubtful accounts	(798,832)	(1,206,663)	(412,096)	(2,417,591)
Accounts, net	3,244,412	5,171,497	887,672	9,303,581
Interest receivable	36,702	66,895	191,719	295,316
Receivables, net	<u>\$ 3,281,114</u>	<u>\$ 5,238,392</u>	<u>\$ 1,079,391</u>	<u>\$ 9,598,897</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, 2022:

	Governmental Activities	Business-type Activities
<u>Assessments Receivable</u>		
Assessments receivable for downtown economic improvements	\$ 6,366	\$ -
Assessments receivable for local improvements, 10 year terms with 5% to 7.0% interest	-	56,965
Allowance for uncollectible assessments	-	(14,241)
Total assessments receivable	<u>6,366</u>	<u>42,724</u>
<u>Loans and Notes Receivable</u>		
Promissory notes receivable for system development charges, 5 to 10 year terms with 6.0% to 7.0% interest	115,611	9,503
Promissory notes receivable for system development charges due upon sale/transfer, 0% to 3.0% interest	840,481	-
Promissory notes receivable for building permits and energy efficiency upgrade deferrals due upon property sale/transfer, 0% interest	109,797	-
Community development block grant loans to qualified individuals or organizations, various terms with 0% to 5.0% interest	5,989,232	-
Affordable housing loans to qualified organizations, various terms with various interest	9,177,519	-
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	-	1,325,538
Allowance for uncollectible loans and notes receivable	(840,478)	(2,376)
Total loans and notes receivable	<u>16,781,818</u>	<u>1,332,665</u>
Total assessments, loans and notes receivables	<u>\$ 16,788,184</u>	<u>\$ 1,375,389</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 4 - Assets Held for Resale

The City has land and improvements to land held for resale in the Juniper Ridge Urban Renewal Area and its Boyd Acres Public Works facility.

<u>Governmental activities</u>	Balance July 1, 2021	Increases	Decreases	Transfers	Balance June 30, 2022
Assets held for resale - Juniper Ridge	\$ 4,416,668	\$ -	\$ (228,073)	\$ -	\$ 4,188,595
Assets held for resale - Boyd Acres	-	2,016,631	-	-	2,016,631
Total - Assets held for resale	<u>\$ 4,416,668</u>	<u>\$ 2,016,631</u>	<u>\$ (228,073)</u>	<u>\$ -</u>	<u>\$ 6,205,226</u>

Note 5 - Capital Assets

Governmental capital asset activity for the year ended June 30, 2022 was as follows:

<u>Governmental activities</u>	Restated Balance July 1, 2021	Increases	Decreases	Transfers	Balance June 30, 2022
Capital assets not depreciated or amortized:					
Land including right-of-way	\$ 149,670,581	\$ 6,335,319	\$ (1,676,260)	\$ 371,911	\$ 154,701,551
Land use rights	9,994	-	-	-	9,994
Works of art	719,215	-	-	-	719,215
Construction in progress	51,965,854	25,214,176	(12,425)	(34,124,783)	43,042,822
Total capital assets not depreciated or amortized	<u>202,365,644</u>	<u>31,549,495</u>	<u>(1,688,685)</u>	<u>(33,752,872)</u>	<u>198,473,582</u>
Capital assets being depreciated or amortized:					
Buildings and improvements	28,880,671	4,267,162	(5,701,194)	765,886	28,212,525
Buildings - lease assets	42,700,974	-	-	-	42,700,974
Infrastructure	621,409,321	6,434,775	(27,637)	29,481,859	657,298,318
Vehicles and equipment	29,869,047	1,409,351	(466,275)	1,345,653	32,157,776
Equipment - lease assets	99,660	66,325	-	-	165,985
Software	10,307,383	-	-	2,159,474	12,466,857
Total capital assets being depreciated or amortized	<u>733,267,056</u>	<u>12,177,613</u>	<u>(6,195,106)</u>	<u>33,752,872</u>	<u>773,002,435</u>
Less accumulated depreciation and amortization for:					
Buildings and improvements	14,847,665	1,094,714	(3,603,839)	-	12,338,540
Buildings - lease assets	-	1,133,560	-	-	1,133,560
Infrastructure	290,317,867	17,822,430	(17,614)	-	308,122,683
Vehicles and equipment	19,839,185	2,238,452	(466,275)	-	21,611,362
Equipment - lease assets	-	52,242	-	-	52,242
Software	1,907,121	1,068,899	-	-	2,976,020
Total accumulated depreciation and amortization	<u>326,911,838</u>	<u>23,410,297</u>	<u>(4,087,728)</u>	<u>-</u>	<u>346,234,407</u>
Total capital assets being depreciated or amortized, net	<u>406,355,218</u>	<u>(11,232,684)</u>	<u>(2,107,378)</u>	<u>33,752,872</u>	<u>426,768,028</u>
Governmental activities capital assets, net	<u>\$ 608,720,862</u>	<u>\$ 20,316,811</u>	<u>\$ (3,796,063)</u>	<u>\$ -</u>	<u>\$ 625,241,610</u>

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

<u>Governmental activities</u>	
General government	\$ 2,514,320
Public safety	2,336,076
Public ways and facilities	18,431,933
Community and economic development	54,023
Urban renewal	73,945
Governmental activities depreciation and amortization expense	<u>\$ 23,410,297</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 5 - Capital Assets (Continued)

Business-type capital asset activity for the year ended June 30, 2022 was as follows:

<u>Business-type activities</u>	Restated Balance July 1, 2021	Increases	Decreases	Transfers	Balance June 30, 2022
Capital assets not depreciated or amortized:					
Land including right-of-way	\$ 6,412,163	\$ -	\$ -	\$ 400	\$ 6,412,563
Land use rights	1,365,423	-	-	-	1,365,423
Construction in progress	94,832,747	32,816,046	-	(30,813,674)	96,835,119
Total capital assets not depreciated or amortized	<u>102,610,333</u>	<u>32,816,046</u>	<u>-</u>	<u>(30,813,274)</u>	<u>104,613,105</u>
Capital assets being depreciated or amortized:					
Buildings and improvements	26,852,934	435,332	-	-	27,288,266
Vehicles and equipment	13,972,304	643,547	(414,480)	-	14,201,371
Equipment - lease assets	31,988	6,908	-	-	38,896
Software	751,033	-	-	-	751,033
Water Infrastructure	226,808,256	4,936,156	-	4,531,017	236,275,429
Water reclamation infrastructure	354,352,399	4,925,964	-	25,505,291	384,783,654
Stormwater Infrastructure	56,826,724	3,756,194	-	776,966	61,359,884
Other infrastructure	30,283,785	178,423	-	-	30,462,208
Total capital assets being depreciated or amortized	<u>709,879,423</u>	<u>14,882,524</u>	<u>(414,480)</u>	<u>30,813,274</u>	<u>755,160,741</u>
Less accumulated depreciation and amortization for:					
Buildings and improvements	10,372,484	683,627	-	-	11,056,111
Vehicles and equipment	11,135,427	706,364	(414,480)	-	11,427,311
Equipment - lease assets	-	18,203	-	-	18,203
Software	703,403	10,585	-	-	713,988
Water Infrastructure	53,141,048	4,783,572	-	-	57,924,620
Water reclamation infrastructure	77,815,136	6,564,160	-	-	84,379,296
Stormwater infrastructure	20,002,021	1,221,309	-	-	21,223,330
Other infrastructure	5,513,068	639,256	-	-	6,152,324
Total accumulated depreciation and amortization	<u>178,682,587</u>	<u>14,627,076</u>	<u>(414,480)</u>	<u>-</u>	<u>192,895,183</u>
Total capital assets being depreciated or amortized, net	<u>531,196,836</u>	<u>255,448</u>	<u>-</u>	<u>30,813,274</u>	<u>562,265,558</u>
Business-type activities capital assets, net	<u>\$ 633,807,169</u>	<u>\$ 33,071,494</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 666,878,663</u>

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

<u>Business-type activities</u>	
Water	\$ 5,095,401
Water reclamation	6,885,162
Nonmajor:	
Airport	849,928
Cemetery	21,169
Parking services	428,551
Stormwater	1,346,865
Business-type activities depreciation and amortization expense	<u>\$ 14,627,076</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 6 - Lease Receivables

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

At June 30, 2022, the City was a lessor in multiple non-regulated leases for various space at the City's Airport, for use of City property for cell towers and for building and other office space in City-owned property. Based on a review of the leases it has been determined that the Airport leases disclosed are not regulated leases. The City's leases receivable are as follows:

	<u>Lease receivable at June 30, 2022</u>	<u>Deferred inflows of resources - leases for the year ended June 30, 2022</u>
Airport leases, interest ranging from 1.059% to 2.583%, monthly payments of \$20,247 and annual payments of \$309,511 with expiration dates through fiscal year ending June 30, 2077.	\$ 17,402,183	\$ 17,164,052
Building and space leases, interest ranging from 1.059% to 1.759%, total monthly payments of \$20,247 and total annual receipts of \$242,961 with expiration dates through fiscal year ending June 30, 2033.	2,549,793	2,497,415
Various leases for cell tower use, interest ranging from 0.727% to 2.300%, monthly receipts of \$10,129 and annual receipts of \$18,000 with expiration dates through fiscal year ending June 30, 2040.	<u>1,090,266</u>	<u>1,079,420</u>
Total	<u>\$ 21,042,242</u>	<u>\$ 20,740,887</u>

Inflows of resources from GASB Statement No. 87 leases recognized for the year ended June 30, 2022 were:

	<u>Governmental activities</u>	<u>Business-type activities</u>	<u>Total</u>
Lease revenue	\$ 95,054	\$ 1,513,554	\$ 1,608,608
Lease interest	7,960	416,471	424,431
Total inflows of resources for leases	<u>\$ 103,014</u>	<u>\$ 1,930,025</u>	<u>\$ 2,033,039</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 7 - Lease Obligations

At June 30, 2022 the City was a lessee in multiple lease agreements for an office building, six fire stations and 37 copiers with the following terms:

	Right to use lease assets, net at June 30, 2022	Lease liability at June 30, 2022
709 NW Wall Street Office building, interest at 0.0727%, monthly payments of \$25,839 with an expiration date of June 30, 2024	\$ 615,103	\$ 624,756
North, South, and East Fire Stations, Training Site and Storage, interest at 2.583%, semi-annual payments of \$94,374, with expiration dates of June 30, 2050 plus 5 renewal options of 10 years each, reasonably expected to be exercised	16,452,094	16,869,904
West Fire Station, interest at 0.00%, semi-annual payments of \$34,046, with an expiration date of June 30, 2050 plus 5 renewal options of 10 years each, reasonably expected to be exercised	16,051,902	16,189,605
Tumalo and Pilot Butte Fire Stations, interest at 4.00%, semi-annual payments of \$327,300, with an expiration date of June 30, 2043	8,448,316	8,516,943
Approximately 37 copier leases, interest ranging from 0.387% to 4.000%, monthly payments of \$6,758, expiration dates from August 31, 2024 to August 31, 2025	134,437	134,391
Total	\$ 41,701,852	\$ 42,335,599

At June 30, 2022, the City had the following right to use lease assets:

	Value of Right to use lease assets	Accumulated amortization	Right to use lease assets, net
Office building	\$ 929,645	\$ 314,541	\$ 615,104
Fire Station buildings	41,771,329	819,019	40,952,310
Copier equipment	204,881	70,443	134,438
Total	\$ 42,905,855	\$ 1,204,003	\$ 41,701,852

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 7 - Lease Obligations (Continued)

None of the leases have terms or conditions regarding residual value guarantees. Not included in the measurement of the lease liability are variable payments for the operation and maintenance, insurance, utilities and building supplies and other miscellaneous costs. The outflows of resources not included in the measurements of the lease liability were:

	Governmental Activities
Fire station maintenance	\$ 269,512
Utilities and insurance	114,786
Miscellaneous costs	105,416
Common area maintenance	37,171
Total	\$ 526,885

Principal and interest payments through maturity are:

Year ending June 30	Governmental activities		Business-type activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 482,485	\$ 779,541	\$ 13,071	\$ 117	\$ 495,556	\$ 779,658
2024	592,055	770,505	4,331	55	596,386	770,560
2025	105,394	761,153	2,630	20	108,024	761,173
2026	103,321	756,109	586	1	103,907	756,110
2027	116,637	751,041	-	-	116,637	751,041
2028-2032	793,434	3,659,212	-	-	793,434	3,659,212
2033-2037	1,239,383	3,448,969	-	-	1,239,383	3,448,969
2038-2042	1,811,338	3,153,007	-	-	1,811,338	3,153,007
2043-2047	23,575	2,895,927	-	-	23,575	2,895,927
2048-2052	(301,409)	3,001,448	-	-	(301,409)	3,001,448
2053-2057	25,120	3,104,965	-	-	25,120	3,104,965
2058-2062	454,938	3,173,688	-	-	454,938	3,173,688
2063-2067	1,011,518	3,195,054	-	-	1,011,518	3,195,054
2068-2072	1,723,032	3,153,537	-	-	1,723,032	3,153,537
2073-2077	2,623,234	3,030,046	-	-	2,623,234	3,030,046
2078-2082	3,752,496	2,801,206	-	-	3,752,496	2,801,206
2083-2087	5,159,031	2,438,505	-	-	5,159,031	2,438,505
2088-2092	6,900,340	1,907,287	-	-	6,900,340	1,907,287
2093-2097	9,044,908	1,165,546	-	-	9,044,908	1,165,546
2098-2101	6,654,154	237,005	-	-	6,654,154	237,005
	\$ 42,314,984	\$ 44,183,751	\$ 20,618	\$ 193	\$ 42,335,602	\$ 44,183,944

Note 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	90,000

Effective July 1, 2021 the City Council authorized forgiveness of the outstanding principal balance of \$800,000 on the interfund loan from the Insurance and Risk Management Division of the Internal Service Fund to the Airport Fund through Resolution 3264.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 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.

During the fiscal year ended June 30, 2022, 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	\$ 177,384	\$ 13,527	\$ 39,315	\$ -	\$ -	\$ 1,099,735	\$ 131,103
Streets & Operations	3,189,300	-	-	-	-	24,176	-
Fire / EMS	16,729,238	-	-	-	-	13,544	-
Transportation Construction	-	-	-	7,892,531	-	-	-
Nonmajor Governmental	225,234	-	5,000	-	56,250	772,654	-
Internal Services	285,875	38,000	20,800	-	-	471,985	33,013
Business-type activities:							
Water	-	-	-	4,021,864	-	-	140,439
Water Reclamation	-	-	-	5,915,561	-	-	337,053
Nonmajor Enterprise	161,700	-	-	-	-	16,030	84,263
Total transfers out	<u>\$ 20,768,731</u>	<u>\$ 51,527</u>	<u>\$ 65,115</u>	<u>\$ 17,829,956</u>	<u>\$ 56,250</u>	<u>\$ 2,398,124</u>	<u>\$ 725,871</u>

	Business-type activities			
	Water Fund	Water Reclamation Fund	Nonmajor Enterprise Funds	Total transfers in
Governmental activities:				
General	\$ -	\$ -	\$ -	\$ 1,461,064
Streets & Operations	-	-	181,000	3,394,476
Fire / EMS	-	-	-	16,742,782
Transportation Construction	-	-	-	7,892,531
Nonmajor Governmental	102,500	102,500	37,500	1,301,638
Internal Services	9,300	11,000	205,800	1,075,773
Business-type activities:				
Water	-	-	-	4,162,303
Water Reclamation	-	-	-	6,252,614
Nonmajor Enterprise	-	-	-	261,993
Total transfers out	<u>\$ 111,800</u>	<u>\$ 113,500</u>	<u>\$ 424,300</u>	<u>\$ 42,545,174</u>

Note 10 - Compensated Absences

Changes in compensated absences during the fiscal year ended June 30, 2022 were as follows and are included in other liabilities on the Statement of Net Position:

	Balance July 1, 2021	Earned	Used	Balance June 30, 2022	Due within one year
Governmental activities	\$ 6,087,688	\$ 6,027,855	\$(5,439,297)	\$ 6,676,246	\$ 6,676,246
Business-type activities	943,717	981,287	(878,121)	1,046,883	1,046,883
	<u>\$ 7,031,405</u>	<u>\$ 7,009,142</u>	<u>\$(6,317,418)</u>	<u>\$ 7,723,129</u>	<u>\$ 7,723,129</u>

The City considers all outstanding balances as current; historically balances have been paid out within the year.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 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
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
General obligation bonds, series 2022, refunding series 2012	13,420,000	3.00% to 5.00%	06/01/2032
General obligation bonds, series 2022	32,880,000	3.00% to 5.00%	06/01/2042
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
Fire equipment and facilities, series 2016	4,525,000	2.29 %	12/01/2031
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
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
Shelter projects, series 2022	5,800,000	3.45 %	12/01/2042

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 11 - Long-Term Debt (Continued)

<u>Governmental activities:</u>	<u>Balance</u> <u>July 1, 2021</u>	<u>Additions</u>	<u>Reductions/ Adjustments</u>	<u>Balance</u> <u>June 30, 2022</u>	<u>Due within</u> <u>one year</u>
Full faith & credit obligation bonds					
Pension obligation bonds, series 2004	\$ 8,715,000	\$ -	\$ (965,000)	\$ 7,750,000	\$ 1,085,000
Police facility, series 2012, refinance series 2002	325,000	-	(325,000)	-	-
Fire engine and energy projects, series 2020	2,764,607	-	(92,154)	2,672,453	98,980
Transportation and accessibility system improvements, series 2020	45,255,000	-	(755,000)	44,500,000	785,000
General obligation bonds					
General obligation bonds, series 2012	16,930,000	-	(16,930,000)	-	-
General obligation bonds, series 2022, refunding series 2012	-	13,420,000	-	13,420,000	965,000
General obligation bonds, series 2022	-	32,880,000	-	32,880,000	860,000
Direct borrowing and direct placement obligations:					
Transportation, series 2013, refinance series 2003	425,563	-	(425,563)	-	-
Juniper Ridge, series 2013, refinance line of credit	977,674	-	(386,762)	590,912	392,584
Fire equipment and facilities, series 2016	1,160,000	-	(1,160,000)	-	-
Accessibility, series 2021A, refunding 2010A	844,200	-	(272,200)	572,000	283,200
Fire stations, series 2021B, refunding 2010B	813,900	-	(267,400)	546,500	266,400
Murphy Crossing urban renewal, series 2021A, refunding 2015B	1,648,100	-	(210,300)	1,437,800	213,800
Fire equipment, series 2021A, refunding 2015B	1,359,400	-	(332,600)	1,026,800	337,700
Fire equipment and police expansion, series 2021A, refunding 2016	1,845,500	-	(208,400)	1,637,100	152,700
Fire equipment and facilities, series 2021A, refunding 2016	2,312,100	-	(195,600)	2,116,500	200,000

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 11 - Long-Term Debt (Continued)

<u>Governmental activities:</u>	<u>Balance July 1, 2021</u>	<u>Additions</u>	<u>Reductions/ Adjustments</u>	<u>Balance June 30, 2022</u>	<u>Due within one year</u>
Cooley road, police expansion, series 2021A, refunding 2016	1,971,100	-	(272,700)	1,698,400	276,100
Streets, ERP Refunding, series 2021A, refunding 2018	4,564,500	-	(628,322)	3,936,178	638,773
Enterprise resource project, series 2021A, refunding 2018	4,004,600	-	(375,100)	3,629,500	381,900
Fire equipment, series 2021A	1,359,200	-	(59,100)	1,300,100	60,400
Streets equipment, series 2021A	1,075,700	-	(103,200)	972,500	105,100
Enterprise resource project, series 2021A	1,905,800	-	(178,500)	1,727,300	181,700
Police facility, series 2021B, refunding 2012	1,881,600	-	(32,400)	1,849,200	362,900
Murphy crossing, 2021B	752,300	-	(122,400)	629,900	123,700
Shelter projects, series 2022	-	4,601,964	-	4,601,964	182,500
Long-term debt obligations	102,890,844	50,901,964	(24,297,700)	129,495,108	7,953,437
Premiums and discounts	7,207,931	4,661,168	(1,158,864)	10,710,235	574,024
	<u>\$110,098,775</u>	<u>\$55,563,132</u>	<u>\$(25,456,564)</u>	<u>\$140,205,343</u>	<u>\$ 8,527,461</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 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			
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
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 %	06/01/2042
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 %	12/01/2041
CWSRFL R14519	8,000,000	1.27 %	TBD
CWSRFL R14520	2,620,000	2.00 %	06/01/2041
CWSRFL R14521	10,000,000	1.75 %	12/01/2041
CWSRFL R14522	4,000,000	1.38 %	06/01/2042
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
CWSRFL R14528	3,950,000	1.16 %	TBD
CWSRFL R14529	750,000	0.53 %	TBD
CWSRFL R14530	1,750,000	0.53 %	TBD
CWSRFL R14531	1,400,000	1.31 %	TBD

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 11 - Long-Term Debt (Continued)

<u>Business-type activities</u>	<u>Balance July 1, 2021</u>	<u>Additions</u>	<u>Reductions/ Adjustments</u>	<u>Balance June 30, 2022</u>	<u>Due within one year</u>
Full faith & credit obligation bonds					
Sewer, series 2012, refinance series 2002	\$ 345,000	\$ -	\$ (345,000)	\$ -	\$ -
Parking improvements, series 2020	540,000	-	(50,000)	490,000	55,000
Energy projects, series 2020	1,285,393	-	(42,846)	1,242,547	46,020
Revenue bonds					
Water, series 2016	43,365,000	-	(1,815,000)	41,550,000	1,905,000
Sewer, series 2020	37,925,000	-	(620,000)	37,305,000	650,000
Direct borrowing and direct placement obligations					
Airport Eastside Improvement	437,802	-	(30,673)	407,129	30,914
Water, series 2021C, refunding RZEDB 2010	1,425,876	-	(135,441)	1,290,435	137,241
Sewer, series 2021C, refunding RZEDB 2010	6,652,024	-	(631,859)	6,020,165	640,259
Stormwater equipment, series 2021A, refunding 2018	589,000	-	(81,078)	507,922	82,427
Airport equipment, series 2021A	104,600	-	(9,900)	94,700	10,100
Cemetery equipment, series 2021A	27,800	-	(5,400)	22,400	5,500
Stormwater improvement, series 2021A	3,456,600	-	(150,200)	3,306,400	153,700
Sewer, series 2021B, refunding 2012	374,300	-	(7,400)	366,900	366,900
Clean Water State Revolving Fund Loan (CWSRFL)					
CWSRFL R14510	3,919,670	-	(256,127)	3,663,543	264,701
CWSRFL R14511	13,298,096	-	(615,305)	12,682,791	630,658
CWSRFL R14512	16,482,927	-	(822,316)	15,660,611	842,504
CWSRFL R14513	661,785	-	(661,785)	-	-
CWSRFL R14514	12,089,480	8,910,520	-	21,000,000	446,041
CWSRFL R14515	11,621,832	-	(580,260)	11,041,572	591,923
CWSRFL R14516	43,244,326	-	(2,273,016)	40,971,310	2,295,799
CWSRFL R14517	6,836,062	-	(310,535)	6,525,527	315,523
CWSRFL R14518	6,131,316	295,640	-	6,426,956	283,275
CWSRFL R14519	2,273,383	1,966,579	-	4,239,962	-
CWSRFL R14520	1,304,385	-	(27,511)	1,276,874	55,850
CWSRFL R14521	8,595,105	1,404,895	-	10,000,000	434,398
CWSRFL R14522	1,651,561	202,716	-	1,854,277	41,597
CWSRFL R14524	-	2,532,181	-	2,532,181	-
CWSRFL R14525	-	715,242	-	715,242	-
CWSRFL R14526	-	1,745,574	-	1,745,574	-
CWSRFL R14527	-	3,521,141	-	3,521,141	-
Long-term debt obligations	224,638,323	21,294,488	(9,471,652)	236,461,159	10,285,330
Premiums and discounts	20,047,109	-	(982,896)	19,064,213	982,896
	<u>\$ 244,685,432</u>	<u>\$21,294,488</u>	<u>\$(10,454,548)</u>	<u>\$255,525,372</u>	<u>\$11,268,226</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	\$ 54,922,453	\$ 1,732,547	\$ 56,655,000	\$ 2,070,000
Revenue bonds	-	78,855,000	78,855,000	2,555,000
Direct borrowing and direct placement obligations	28,272,655	155,873,612	184,146,267	11,788,767
General obligation bonds	46,300,000	-	46,300,000	1,825,000
Long-term debt obligations	129,495,108	236,461,159	365,956,267	18,238,767
Premiums and discounts	10,710,235	19,064,213	29,774,448	1,556,920
Total long-term debt obligations	<u>\$ 140,205,343</u>	<u>\$ 255,525,372</u>	<u>\$ 395,730,715</u>	<u>\$ 19,795,687</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 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
2023	\$ 7,953,438	\$ 5,496,572	\$ 10,285,330	\$ 7,654,236	\$ 18,238,768	\$ 13,150,808
2024	8,374,496	4,933,308	10,666,197	7,124,590	19,040,693	12,057,898
2025	7,950,475	4,656,135	11,503,768	6,643,430	19,454,243	11,299,565
2026	7,950,307	4,371,438	11,793,884	6,328,453	19,744,191	10,699,891
2027	8,340,624	4,064,092	12,096,247	5,986,955	20,436,871	10,051,047
2028-2032	29,407,422	16,187,992	63,939,887	24,450,485	93,347,309	40,638,477
2033-2037	18,498,345	11,204,319	67,554,867	14,414,123	86,053,212	25,618,442
2038-2042	21,735,001	7,376,712	31,059,474	6,390,642	52,794,475	13,767,354
2043-2047	11,160,000	3,759,750	10,761,504	3,181,018	21,921,504	6,940,768
2048-2052	8,125,000	825,500	6,800,001	691,250	14,925,001	1,516,750
	<u>\$129,495,108</u>	<u>\$ 62,875,818</u>	<u>\$236,461,159</u>	<u>\$ 82,865,182</u>	<u>\$365,956,267</u>	<u>\$145,741,000</u>

Debt service requirements include the principal outstanding at June 30, 2022 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 \$29,774,448, 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, shelter renovation 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 0.90% to 6.16% 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. The City refunded the remaining outstanding GO bonds for this issue in fiscal year 2022, for more information see the New Debt Issuance section below.

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. On December 16, 2020 the City added Section 1.20.130 to the Bend Municipal Code which established a bond oversight committee of community members to track and report to the community on project expenses, schedule, and progress.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 11 - Long-Term Debt (Continued)

Full Faith & Credit Obligation Bonds (Continued)

On March 31, 2022, the City issued \$46,300,000 in GO bonds. \$13,420,000 of this issue was to refund the GO bonds, series 2012 and \$32,880,000 was the first tranche of the bonds approved by measure 9-135. For more information see the New Debt Issuance section below.

Revenue Bonds

The City has pledged future water customer revenues, net of operating expenses, to repay \$41.55 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 \$59,052,500. Principal and interest paid for the current year and net revenues of the system were \$3,937,875 and \$11,179,813, respectively.

The City has pledged future sewer customer revenues, net of operating expenses, to repay \$37.31 million in sewer revenue bonds issued in 2020. Proceeds from the bonds provided financing for the expansion and improvement of the existing sewer system. The bonds are payable solely from sewer customer net revenues and are payable through fiscal year 2050. 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 \$69,909,700. Principal and interest paid for the current year and net revenues of the system were \$2,498,500 and \$19,779,369 respectively.

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 and water reclamation infrastructure improvements. Obligation maturities range from fiscal year 2024 through fiscal year 2043 and stated interest rates on specific maturities are 0.53% to 5.00%. Revenues from the airport 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 a long-term note payable with First Interstate Bank for Juniper Ridge project funding. The note matures in fiscal year 2023 and has a stated interest rates of 1.50%.

Outstanding obligations from direct borrowings and direct placements related to governmental activities of \$590,912 and business-type activities of \$407,129 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.

The City has long-term notes payable to Columbia Bank to provide funding for the ERP project, fire, street, airport and cemetery equipment, improvements to the stormwater infrastructure, finance affordable housing assistance in the Murphy Crossing Urban Renewal Area and refunding of debt. Obligation maturities range from fiscal year 2024 through fiscal year 2042 and stated interest rates on specific maturities are 0.90% to 3.45%.

The City issued new 2022 full faith & credit obligations with Banner Bank, for more information see New Debt Issuance section below.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 11 - Long-Term Debt (Continued)

New Debt Issuance

On January 11, 2022 the City secured a Clean Water State Revolving Fund (CWSRF) loan (R14528) of \$3,950,000 from ODEQ for Admiral and King Jehu Sewer Project which replaces septic systems with connection to sewers while meeting DEQ regulations for protecting ground water. This loan is secured by sewer system revenues and has a repayment period of 20 years with no repayment penalties. The loan has an interest rate of 1.16% and an annual fee of 0.50% of the outstanding loan amount. This loan is drawn on a reimbursement basis and as of June 30, 2022, there is no outstanding balance.

On March 31, 2022 the City issued \$46,300,000 in GO Bond obligations in two series: \$32,880,000 of new monies with final maturity in fiscal year 2042 and \$13,420,000 to refund the GO Bond, Series 2012 with final maturity in fiscal year 2032. Coupon rates are 5.00% from fiscal year 2023 to 2032, and 3.00% from fiscal year 2033 to 2042. Proceeds of this money were used for the following:

- \$32,880,000 of the obligations are being used to finance the traffic flow, east-west connections and neighborhood safety improvements city wide associated with Measure 9-135 which was passed by the City of Bend voters on November 3, 2020.
- \$13,420,000 of the proceeds are being used to refund the outstanding portion of the General obligation bonds, series 2012.
- The refunding was undertaken due to favorable market conditions which reduce the total future debt service payments by \$861,453. The transaction also resulted in an economic gain of \$738,090.

On May 27, 2022 the City secured a CWSRF loan (R14529) of \$750,000 from ODEQ for Water Reclamation Fund (WRF) Facilities Plan Update which falls in line with industry best practice recommendations of updating facility plans every 5 years. This loan is secured by sewer system revenues and has a repayment period ending no later than (a) five years after the completion date or (b) five years after the estimated completion date of June 30, 2023, whichever is earlier. The loan has an interest rate of 0.53%. This loan is drawn on a reimbursement basis and as of June 30, 2022, there is no outstanding balance.

On May 27, 2022 the City secured a CWSRF loan (R14530) of \$1,750,000 from ODEQ for Collection System Master Plan Update which falls in line with industry best practice recommendations of updating facility plans every 5 years. This loan is secured by sewer system revenues and has a repayment period ending no later than (a) five years after the completion date or (b) five years after the estimated completion date of June 30, 2023, whichever is earlier. The loan has an interest rate of 0.53%. This loan is drawn on a reimbursement basis and as of June 30, 2022, there is no outstanding balance.

On June 10, 2022 the City secured a CWSRF loan (R14531) of \$1,400,000 from ODEQ for Neff and Purcell Intersection Improvement Project which will improve sewer and stormwater utilities at this intersection. This loan is secured by sewer system revenues and has a repayment period of 20 years with no repayment penalties. The loan has an interest rate of 1.31% and an annual fee of 0.50% of the outstanding loan amount. This loan is drawn on a reimbursement basis and as of June 30, 2022, there is no outstanding balance.

On June 28, 2022 the City issued \$5,800,000 in full faith and credit obligations on a reimbursement basis with an interest rate of 3.45% and final maturity in fiscal year 2042. An initial advance of \$4,601,964 was made and is outstanding as of the close date of June 28, 2022. A repayment schedule was set for these obligations to start December 1, 2022 and mature December 1, 2042. Following any subsequent advance an updated repayment schedule that establishes repayment of all outstanding obligations will be made within 30 days of the advance or at the end of the advance period of June 30, 2024. The proceeds of the obligations are being used to finance the acquisition of the real property and to fund other capital projects.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 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 \$1,000,000; 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 \$13,100 for the probable and reasonable co-insurance claims.

Note 13 - Tax Abatements

As of June 30, 2022, 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, 2022

Note 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 2021-22
Nonprofit low income rental	\$ 50,078
Housing for low income rental	11,510
Enterprise zones	338,425
Construction in process in enterprise zones	12,922
Total	\$ 412,935

Note 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, 2022

Note 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, 2022

Note 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, 2022, PERS subject salary limits increased from \$197,730 to \$210,582 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, 2021. The rates in effect for the fiscal year ended June 30, 2022 were 20.40 percent for Tier One/Tier Two Members, 13.59 percent for OPSRP Pension Program General Service Members, 17.95 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, 2022, the City reported a liability of \$46,988,331 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019 rolled forward to June 30,

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 14 - Pension Plan (Continued)

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

2021. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2021, the City's proportion was 0.3926 percent, which increased 0.0106 percent from its proportion measured as of June 30, 2021. 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, 2022, the City's recognized a pension expense of \$11,107,641. At June 30, 2022, 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	\$ 4,398,415	\$ -
Changes of assumptions	11,762,593	123,662
Net difference between projected and actual earnings on pension plan investments	-	34,785,095
Changes in proportion and differences between contributions and proportionate share of contributions	3,373,626	4,090,608
Differences between employer contributions and proportionate share of contributions	<u>12,159,568</u>	<u>-</u>
Total (prior to post-measurement date contributions)	31,694,202	38,999,365
Contributions subsequent to the measurement date	<u>9,765,230</u>	<u>-</u>
Net deferred outflows/(inflows) of resources	<u>\$ 41,459,432</u>	<u>\$ 38,999,365</u>

Contributions totaling \$9,765,230 will be recognized fiscal year ending June 30, 2023. 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>
2023	\$ 756,356
2024	46,128
2025	(2,285,852)
2026	(7,169,634)
2027	1,347,839
Total	<u>\$ (7,305,163)</u>

Actuarial Assumptions

The employer contribution rates effective July 1, 2021 through June 30, 2022, 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

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 14 - Pension Plan (Continued)

Actuarial Assumptions (Continued)

amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

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

Valuation Date	December 31, 2019 rolled forward to June 30, 2021
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	2.40 percent
Investment Rate of Return	6.90 percent
Projected Salary Increases	3.40 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 June 2021 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 14 - Pension Plan (Continued)

Long-Term Expected Rate of Return (Continued)

Asset Class	Target Allocation	Compounded Annual Return (Geometric)
Global Equity	30.60 %	5.90 %
Private Equity	25.50 %	3.70 %
Core Fixed Income	23.80 %	2.70 %
Real Estate	12.30 %	5.70 %
Master Limited Partnership	0.80 %	5.70 %
Infrastructure	1.50 %	6.30 %
Commodities	0.60 %	3.10 %
Hedge Fund of Funds - Multistategy	1.30 %	5.10 %
Hedge Fund of Equity - Hedge	0.60 %	5.30 %
Hedge Fund - Macro	5.60 %	7.30 %
US Cash	(2.50)%	1.80 %
Assumed Inflation - Mean		2.40 %

Discount Rate

The discount rate used to measure the total pension liability was 6.90 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 6.9 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 (5.9 percent) or 1-percentage-point higher (7.9 percent) than the current rate.

	<u>1% Decrease (5.9%)</u>	<u>Discount Rates (6.9%)</u>	<u>1% Increase (7.9%)</u>
The City's proportionate share of the net pension liability (asset)	\$ 92,273,835	\$ 46,988,331	\$ 9,100,794

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.

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.

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 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, 2022 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	701
	903

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, 2022

Note 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, 2022 was \$42,374,655. The liability was determined by an actuarial valuation dated July 1, 2021 with a measurement date of June 30, 2022.

The total OPEB liability in the July 1, 2021 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:	3.50 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 6/30/2021	\$ 49,938,960
Changes for the year:	
Service cost	2,110,250
Interest	1,159,509
Changes of assumptions	(9,803,073)
Benefit payments	<u>(1,030,991)</u>
Net change in Total OPEB liability	<u>(7,564,305)</u>
Balance at 6/30/2022	<u>\$ 42,374,655</u>
Covered employee payroll	59,548,315
Total OPEB liability as a percentage of covered employee payroll	71.16 %

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

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

Health Insurance Continuation and Stand Alone Plans (Continued)

Total OPEB Liability (Continued)

At June 30, 2022, 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	\$ -	\$ 4,775,360
Changes of assumptions	<u>7,997,409</u>	<u>11,517,500</u>
Net Deferred Outflow/(Inflow) of Resources	<u>\$ 7,997,409</u>	<u>\$ 16,292,860</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>
2023	\$ (578,319)
2024	(578,319)
2025	(578,319)
2026	(578,319)
2027	(578,322)
Thereafter	<u>(5,403,853)</u>
	<u>\$ (8,295,451)</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 (2.50%) or 1-percentage-point higher (4.50%) than the current discount rate:

	<u>1% Decrease (2.50%)</u>	<u>Discount Rate (3.50%)</u>	<u>1% Increase (4.50%)</u>
Total OPEB liability (asset)	\$ 49,987,885	\$ 42,374,655	\$ 36,267,154

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)	\$ 34,940,549	\$ 42,374,655	\$ 52,019,686

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

Note 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, 2022 was \$9,211

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, 2022 the City reported an asset of \$1,538,735 for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation date as of December 31, 2019. 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, 2021 and June 30, 2020 was 0.44808754% and 0.30914873%, respectively.

	<u>Net OPEB Asset</u>	<u>Allocation</u>
Governmental Activities	\$ 1,329,006	86 %
Business-type Activities	209,729	14 %
Government-wide	<u>\$ 1,538,735</u>	<u>100 %</u>

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

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

OPERS Retirement Health Insurance Account (RHIA) (Continued)

Funding Policy (Continued)

For the year ended June 30, 2022, 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 6/30/2021	\$ (629,922)
Employer's proportionate share of collective system OPEB expenses (income)	(251,657)
Change in proportionate share	(20,221)
Benefit payments	(636,935)
Net OPEB liability/(asset) - end of year	<u>\$ (1,538,735)</u>

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 42,810
Changes of assumption	30,276	22,891
Net difference between projected and actual earnings on investments	-	365,685
Change of proportionate share	<u>77,103</u>	<u>170,902</u>
Total	107,379	602,288
Contributions subsequent to the measurement date	9,211	-
Net Deferred Outflow/(Inflow) of Resources	<u>\$ 116,590</u>	<u>\$ 602,288</u>

\$9,211 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, 2023. 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>
2023	\$ (151,989)
2024	(143,918)
2025	(83,487)
2026	(115,515)
Total	<u>\$ (494,909)</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 (5.90%) or on percentage point higher (7.90%).

	<u>1% Decrease (5.90%)</u>	<u>Discount Rate (6.90%)</u>	<u>1% Increase (7.90%)</u>
City's Proportionate Share of the Net OPEB Liability (Asset)	\$ (1,360,786)	\$ (1,538,735)	\$ (1,690,747)

City of Bend, Oregon
Notes to Financial Statements
For the Year Ended June 30, 2022

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

OPERS Retirement Health Insurance Account (RHIA) (Continued)

Funding Policy (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, 2019
Measurement Date	June 30, 2021
Experience Study	2018, published July 2019
Actuarial Assumptions:	
Actuarial cost method	Entry Age Normal
Inflation rate	2.40 percent
Long-term expected rate of return	6.90 percent
Discount rate	6.90 percent
Projected salary increases	3.40 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>

Note 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, 2022

Note 17 - Commitment and Contingencies

At June 30, 2022 the City was significantly committed on outstanding construction, engineering, consulting, service and equipment purchase contracts as follows:

Governmental activities:		
General Fund	\$	1,007,250
Transportation Construction Fund		2,204,039
Nonmajor Governmental Funds		3,997,501
		7,208,790
	\$	7,208,790
Business-type activities:		
Water Fund		798,779
Water Reclamation Fund		16,811,017
Nonmajor Business-type Funds		514,698
		18,124,494
	\$	18,124,494

The City expects to use fee revenues and/or discretionary funds to meet the commitments in the General Fund and system revenues to meet the commitments in the Water Fund. Debt proceeds will be used for commitments in the Transportation Construction, GO Bond 2020, 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, 2022 amounts collected and potentially due to developers totaled \$25,933 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 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, 2022, the General Fund has \$2.3 million in restricted fund balance equal to the increased allocation of room tax revenues through the end of fiscal year 2022. The City is currently assessing the alternatives for the use of the funds on tourism activities in accordance with state regulations. As of July 1, 2022, 35.4% of room tax revenues are being allocated directly to the tourism fund.

Note 18 - Subsequent Events

On October 11, 2022 the City entered into a Purchase and Sale Agreement with a third party to purchase 1.2 acres at 705 and 755 NE 1st Street. the agreed price is \$3.0 million, subject to an appraisal and the meeting of other conditions in the agreement. An earnest money deposit was put in an escrow account and will be applied to this purchase when closed or returned to the City.



CITY OF BEND

This page intentionally left blank

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget Over/Under
	Original	Final				
Revenues						
Property taxes						
Current year's property tax levy	\$ 74,850,900	\$ 74,850,900	\$ 36,431,036	\$ -	\$ 36,431,036	\$ (38,419,864)
Delinquent property taxes	1,440,000	1,440,000	501,995	-	501,995	(938,005)
Room taxes	16,239,500	16,570,500	9,735,887	-	9,735,887	(6,834,613)
Marijuana taxes	2,934,200	2,934,200	1,572,026	-	1,572,026	(1,362,174)
Construction excise taxes	1,100,000	1,100,000	104,048	-	104,048	(995,952)
Franchise fees	16,663,200	16,663,200	9,282,111	-	9,282,111	(7,381,089)
Intergovernmental	9,309,900	10,209,900	4,573,692	-	4,573,692	(5,636,208)
Licenses and permits	164,400	164,400	80,756	-	80,756	(83,644)
Charges for services						
Charges to others	901,600	901,600	750,501	-	750,501	(151,099)
Rental income	-	-	60,000	-	60,000	60,000
Fines and forfeitures	2,093,400	2,093,400	683,809	-	683,809	(1,409,591)
Investment earnings	302,200	302,200	354,768	-	354,768	52,568
Miscellaneous	18,200	18,200	35,670	-	35,670	17,470
Total revenues	126,017,500	127,248,500	64,166,299	-	64,166,299	(63,082,201)
Expenditures						
Municipal court program	1,926,100	1,926,900	828,537	-	828,537	1,098,363
Code enforcement program	1,575,100	1,587,300	747,336	-	747,336	839,964
Community projects program	6,941,000	11,739,600	1,695,612	-	1,695,612	10,043,988
Police program	69,787,300	70,642,700	30,238,696	-	30,238,696	40,404,004
Growth management program	2,494,100	3,045,100	1,004,306	-	1,004,306	2,040,794
Contingency	5,953,700	5,386,700	-	-	-	5,386,700
Reserves	2,680,800	2,680,800	-	-	-	2,680,800
Total expenditures	91,358,100	97,009,100	34,514,487	-	34,514,487	62,494,613
Excess (deficiency) of revenues over (under) expenditures	34,659,400	30,239,400	29,651,812	-	29,651,812	(587,588)
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	34,300	34,300	3,205,318	-	3,205,318	3,171,018
Advances to other governments	(200,000)	(200,000)	(54,000)	-	(54,000)	146,000
Repayments from other governments	200,000	200,000	70,000	-	70,000	(130,000)
Payment of interfund loan	(2,288,900)	(2,753,900)	(719,052)	-	(719,052)	2,034,848
Interfund loan repayments	2,288,900	2,753,900	646,053	-	646,053	(2,107,847)
Transfers in	326,300	7,552,300	1,025,424	-	1,025,424	(6,526,876)
Transfers out	(48,877,200)	(59,061,500)	(20,768,731)	-	(20,768,731)	38,292,769
Total other financing sources (uses)	(48,516,600)	(51,474,900)	(16,594,988)	-	(16,594,988)	34,879,912
Net changes in fund balance	(13,857,200)	(21,235,500)	13,056,824	-	13,056,824	34,292,324
Beginning fund balance	13,857,200	21,235,500	16,662,853	-	16,662,853	(4,572,647)
Ending fund balance (deficit)	\$ -	\$ -	\$ 29,719,677	\$ -	\$ 29,719,677	\$ 29,719,677

Reconciliation of Budgetary basis to GAAP basis

Stabilization fund budgeted as separate fund ⁽¹⁾	4,799,990
Unrealized gain/(loss) from investments	(1,419,930)
Advances to/from other governments	54,000
Advances to/from other funds	90,000
Assets held for resale	4,188,595
Combined ending fund balance - GAAP basis	<u>\$ 37,432,332</u>

⁽¹⁾ Includes: General Fund and General Fund Stabilization Fund (page 154).

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Franchise fees	\$ 2,542,700	\$ 2,542,700	\$ 1,489,539	\$ -	\$ 1,489,539	\$ (1,053,161)
Intergovernmental						
State highway fund apportionment	13,975,000	13,975,000	7,820,605	-	7,820,605	(6,154,395)
Grants and agreements	1,301,400	1,301,400	1,716,910	-	1,716,910	415,510
Charges for services						
Charges to other City funds	514,000	514,000	100,563	-	100,563	(413,437)
Investment earnings	24,800	24,800	27,054	-	27,054	2,254
Miscellaneous	60,000	60,000	10,226	-	10,226	(49,774)
Total revenues	18,417,900	18,417,900	11,164,897	-	11,164,897	(7,253,003)
Expenditures						
Current						
Infrastructure	28,543,200	28,715,600	10,866,794	-	10,866,794	17,848,806
Interfund charges	6,729,900	6,793,300	3,195,752	-	3,195,752	3,597,548
Debt service	889,000	889,000	376,726	-	376,726	512,274
Contingency	350,500	280,700	-	-	-	280,700
Total expenditures	36,512,600	36,678,600	14,439,272	-	14,439,272	22,239,328
Excess (deficiency) of revenues over (under) expenditures	(18,094,700)	(18,260,700)	(3,274,375)	-	(3,274,375)	14,986,325
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	10,371	-	10,371	10,371
Insurance proceeds	-	-	2,307	-	2,307	2,307
Issuance of long-term debt	1,326,000	1,326,000	-	-	-	(1,326,000)
Transfers in	12,197,600	12,363,600	3,394,476	-	3,394,476	(8,969,124)
Transfers out	(88,500)	(88,500)	(51,527)	-	(51,527)	36,973
Total other financing sources (uses)	13,435,100	13,601,100	3,355,627	-	3,355,627	(10,245,473)
Net changes in fund balance	(4,659,600)	(4,659,600)	81,252	-	81,252	4,740,852
Beginning fund balance (deficit)	4,659,600	4,659,600	5,246,645	-	5,246,645	587,045
Ending fund balance (deficit)	\$ -	\$ -	\$ 5,327,897	\$ -	\$ 5,327,897	\$ 5,327,897

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	<u>82,403</u>
Ending fund balance - GAAP basis	<u>\$ 5,410,300</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Property taxes						
Current year's property tax levy	\$ 5,413,900	\$ 5,413,900	\$ 2,641,590	\$ -	\$ 2,641,590	\$ (2,772,310)
Delinquent property taxes	101,600	101,600	36,217	-	36,217	(65,383)
Room taxes	486,300	486,300	291,559	-	291,559	(194,741)
Intergovernmental	11,996,200	12,396,200	5,846,565	-	5,846,565	(6,549,635)
Charges for services						
Charges to others	9,198,900	9,198,900	5,876,140	-	5,876,140	(3,322,760)
Charges to other City funds	11,200	11,200	-	-	-	(11,200)
Contributions	3,000	3,000	6,565	-	6,565	3,565
Investment earnings	52,000	52,000	78,631	-	78,631	26,631
Miscellaneous	130,400	130,400	45,649	-	45,649	(84,751)
Total revenues	27,393,500	27,793,500	14,822,916	-	14,822,916	(12,970,584)
Expenditures						
Current						
Public safety	55,794,600	57,912,400	25,970,551	-	25,970,551	31,941,849
Interfund charges	7,138,700	7,217,700	3,709,130	-	3,709,130	3,508,570
Debt service	1,575,000	1,575,000	721,524	-	721,524	853,476
Contingency	4,330,300	4,203,500	-	-	-	4,203,500
Reserved for maintenance	200,000	200,000	-	-	-	200,000
Total expenditures	69,038,600	71,108,600	30,401,205	-	30,401,205	40,707,395
Excess (deficiency) of revenues over (under) expenditures	(41,645,100)	(43,315,100)	(15,578,289)	-	(15,578,289)	27,736,811
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	17,213	-	17,213	17,213
Issuance of long-term debt	1,836,000	1,836,000	-	-	-	(1,836,000)
Transfers in	33,885,800	35,285,800	16,742,782	-	16,742,782	(18,543,018)
Transfers out	(77,700)	(77,700)	(65,115)	-	(65,115)	12,585
Total other financing sources (uses)	35,644,100	37,044,100	16,694,880	-	16,694,880	(20,349,220)
Net changes in fund balance	(6,001,000)	(6,271,000)	1,116,591	-	1,116,591	7,387,591
Beginning fund balance (deficit)	6,001,000	6,271,000	6,678,395	-	6,678,395	407,395
Ending fund balance (deficit)	\$ -	\$ -	\$ 7,794,986	\$ -	\$ 7,794,986	\$ 7,794,986
Reconciliation of Budgetary basis to GAAP basis						
Unrealized gain (loss) on investments					(269,384)	
Ending fund balance - GAAP basis					<u>\$ 7,525,602</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
System development charges	\$ 31,690,000	\$ 31,690,000	\$ 17,740,900	\$ -	\$ 17,740,900	\$ (13,949,100)
Loan repayments	54,600	54,600	43,003	-	43,003	(11,597)
Investment earnings	667,400	667,400	408,429	-	408,429	(258,971)
Total revenues	32,412,000	32,412,000	18,192,332	-	18,192,332	(14,219,668)
Expenditures						
Current						
Interfund charges	350,800	350,800	190,502	-	190,502	160,298
Reserved for construction	6,919,300	6,919,300	-	-	-	6,919,300
Total expenditures	7,270,100	7,270,100	190,502	-	190,502	7,079,598
Excess (deficiency) of revenues over (under) expenditures	25,141,900	25,141,900	18,001,830	-	18,001,830	(7,140,070)
Other Financing Sources (Uses)						
Transfers out	(42,675,900)	(42,675,900)	(17,829,956)	-	(17,829,956)	24,845,944
Total other financing sources (uses)	(42,675,900)	(42,675,900)	(17,829,956)	-	(17,829,956)	24,845,944
Net changes in fund balance	(17,534,000)	(17,534,000)	171,874	-	171,874	17,705,874
Beginning fund balance (deficit)	17,534,000	17,534,000	21,158,429	-	21,158,429	3,624,429
Ending fund balance (deficit)	\$ -	\$ -	\$ 21,330,303	\$ -	\$ 21,330,303	\$ 21,330,303

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	(1,376,070)
Ending fund balance - GAAP basis	<u>\$ 19,954,233</u>

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022
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	0.39266625
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	\$ 46,988,331
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	55,380,378
City's proportionate share of the net pension liability/(asset) as a percentage of its covered payroll	60.39 %	(23.36)%	64.11 %	158.16 %	138.71%	125.93%	145.41%	159.12%	78.91%
Plan fiduciary net position as a percentage of the total pension liability/(asset)	91.97 %	103.59 %	91.90 %	80.53 %	83.12%	82.07%	80.23%	75.79%	87.57%

(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	2022
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 \$	9,765,230
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)	(9,765,230)
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	59,548,315
Contributions as a percentage of its covered payroll	11.82 %	10.28 %	13.96 %	13.75 %	16.05 %	15.88 %	20.50 %	18.68 %	16.40 %

(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 the Net OPEB Liability/(Asset)
Last ten fiscal years⁽¹⁾

	2016 ⁽²⁾	2017	2018	2019	2020	2021	2022
City's proportion of the net pension liability/(asset)	-	0.42428630	0.42821716	0.44864579	0.46878896	0.30914873	0.44808754
City's proportionate share of the net pension liability/(asset)	\$ -	\$ 115,220	\$ (178,712)	\$ (500,810)	\$ (905,869)	\$ (629,922)	\$ (1,538,735)
City's covered payroll	-	35,860,584	38,825,140	46,751,374	50,507,661	52,405,828	55,380,378
City's proportionate share of the net pension liability/(asset) as a percentage of its covered payroll	- %	0.32 %	(0.46)%	(1.07)%	(1.79)%	(1.20)%	(2.58)%
Plan fiduciary net position as a percentage of the total pension liability/(asset)	- %	94.14 %	108.88 %	123.99 %	144.35 %	150.09 %	183.86 %

⁽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 ⁽³⁾	2022
Statutorily required contributions	\$ -	\$ -	\$ 217,236	\$ 215,341	\$ 232,794	\$ 11,989	\$ 9,211
Contributions in relation to the statutorily required contributions	-	-	(217,236)	(215,341)	(232,794)	(11,989)	(9,211)
City's covered payroll	-	-	46,751,374	50,507,661	52,405,828	55,380,378	59,548,315
Contributions as a percentage of its covered payroll	- %	- %	0.46 %	0.43 %	0.44 %	0.44 %	0.20 %

⁽¹⁾ Only years with available information are presented.

⁽²⁾ Actuarial information not available

⁽³⁾ 2021 corrected for an error.

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>	<u>2022</u>
Total OPEB liability - beginning	\$38,246,251	\$40,298,039	\$42,922,536	\$57,066,987	\$49,938,960
Service cost	1,509,570	1,562,405	1,634,918	1,692,140	2,110,250
Interest	1,350,885	1,450,435	1,984,877	1,311,295	1,159,509
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)	(9,803,073)
Benefit payments	<u>(808,667)</u>	<u>(838,883)</u>	<u>(898,149)</u>	<u>(958,732)</u>	<u>(1,030,991)</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>	<u>(7,564,305)</u>
Total OPEB liability - ending	<u>\$40,298,039</u>	<u>\$42,922,536</u>	<u>\$57,066,987</u>	<u>\$49,938,960</u>	<u>\$42,374,655</u>
Covered employee payroll	\$46,751,374	\$50,507,661	\$52,405,828	\$55,380,378	\$59,548,315
Total OPEB liability as a percentage of covered employee payroll	86.20 %	84.98 %	108.89 %	90.17 %	71.16 %

Notes:

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

⁽¹⁾ Only years with available information are presented.

City of Bend, Oregon
Notes to the Required Supplementary Information
For the Year Ended June 30, 2022

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 2021-23 biennium. All appropriations terminate on June 30, 2023.

City of Bend, Oregon
Notes to the Required Supplementary Information
For the Year Ended June 30, 2022

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	2022
Actuarial Valuation Date	December 31, 2013	December 31, 2014	December 31, 2015	December 31, 2016	December 31, 2017	December 31, 2018	December 31, 2019
Measurement Date	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
Actuarial Cost Method	Entry Age Normal	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	Market Value
Actuarial Assumption							
Inflation Rate	2.5 percent	2.5 percent	2.5 percent	2.5 percent	2.5 percent	2.5 percent	2.4 percent
Projected salary increases	3.5 percent	3.5 percent	3.5 percent	3.5 percent	3.5 percent	3.5 percent	3.4 percent
Investment rate of return	7.5 percent	7.5 percent	7.2 percent	7.2 percent	7.2 percent	7.2 percent	6.9 percent
Changes in assumptions	none	none	Investment rate of return decreased from 7.5% to 7.2%	none	none	none	Inflation rate decreased from 2.5% to 2.4%. Projected salary increases decreased from 3.5% to 3.4%. Investment rate of return decreased from 7.2% to 6.9%.

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	2022
Actuarial Valuation Date	July 1, 2017	July 1, 2018	July 1, 2019	July 1, 2019	July 1, 2021
Measurement Date	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022
Actuarial Assumptions					
Inflation Rate	2.5 percent	2.5 percent	2.5 percent	2.0 percent	2.0 percent
Discount Rate	3.5 percent	3.5 percent	2.25 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	4.5-6.5 percent
Changes in assumptions (1)	none	none	none	none	none

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



CITY OF BEND

This page intentionally left blank

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 ending June 30, 2023

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>General Fund</u>			
Code enforcement program	\$ 1,246,100	\$ 580,974	\$ 665,126
Community projects program	11,739,600	1,695,612	10,043,988
Growth management program	2,088,700	539,231	1,549,469
Municipal court program	1,357,300	542,137	815,163
Police program	59,636,900	24,831,973	34,804,927
Transfers	74,888,400	27,866,343	47,022,057
Contingency	5,386,700	-	5,386,700
Reserves	2,680,800	-	2,680,800
Total General Fund	<u>\$ 159,024,500</u>	<u>\$ 56,056,270</u>	<u>\$ 102,968,230</u>
<u>Streets & Operations Fund</u>			
Infrastructure program	\$ 28,715,600	\$ 10,866,794	\$ 17,848,806
Debt service	889,000	376,726	512,274
Transfers	6,881,800	3,247,279	3,634,521
Contingency	280,700	-	280,700
Total Streets & Operations Fund	<u>\$ 36,767,100</u>	<u>\$ 14,490,799</u>	<u>\$ 22,276,301</u>
<u>Fire/EMS Fund</u>			
Public safety program	\$ 57,912,400	\$ 25,970,551	\$ 31,941,849
Debt service	1,575,000	721,524	853,476
Transfers	7,295,400	3,774,245	3,521,155
Contingency	4,203,500	-	4,203,500
Reserves	200,000	-	200,000
Total Fire/EMS Fund	<u>\$ 71,186,300</u>	<u>\$ 30,466,320</u>	<u>\$ 40,719,980</u>
<u>System Development Charges (SDC) Fund</u>			
Transfers	\$ 43,026,700	\$ 18,020,458	\$ 25,006,242
Reserves	6,919,300	-	6,919,300
Total System Development Charges (SDC) Fund	<u>\$ 49,946,000</u>	<u>\$ 18,020,458</u>	<u>\$ 31,925,542</u>



CITY OF BEND

This page intentionally left blank

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ -	\$ -	\$ 4,036	\$ -	\$ 4,036	\$ 4,036
Charges for services						
Charges to others	45,259,000	45,259,000	21,276,480	-	21,276,480	(23,982,520)
Charges to other City funds	414,400	414,400	-	-	-	(414,400)
Loan repayments	182,000	182,000	87,616	-	87,616	(94,384)
Investment earnings	1,276,800	1,276,800	758,309	-	758,309	(518,491)
Miscellaneous	52,800	52,800	28,386	-	28,386	(24,414)
Total revenues	47,185,000	47,185,000	22,154,827	-	22,154,827	(25,030,173)
Expenditures						
Current						
Infrastructure	49,126,700	49,399,500	14,502,610	-	14,502,610	34,896,890
Interfund charges	6,779,500	6,951,300	3,370,258	-	3,370,258	3,581,042
Debt service	8,361,000	8,361,000	4,182,906	-	4,182,906	4,178,094
Contingency	4,865,800	4,674,600	-	-	-	4,674,600
Reserved for rate stabilization	1,500,000	1,500,000	-	-	-	1,500,000
Reserved for construction	41,714,500	41,714,500	-	-	-	41,714,500
Reserved for maintenance	5,000,000	5,000,000	-	-	-	5,000,000
Total expenditures	117,347,500	117,600,900	22,055,774	-	22,055,774	95,545,126
Excess (deficiency) of revenues over (under) expenditures	(70,162,500)	(70,415,900)	99,053	-	99,053	70,514,953
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	16,600	-	16,600	16,600
Transfers in	7,488,500	7,488,500	4,162,303	-	4,162,303	(3,326,197)
Transfers out	(223,600)	(223,600)	(111,800)	-	(111,800)	111,800
Total other financing sources (uses)	7,264,900	7,264,900	4,067,103	-	4,067,103	(3,197,797)
Net changes in fund balance	(62,897,600)	(63,151,000)	4,166,156	-	4,166,156	67,317,156
Beginning fund balance (deficit)	62,897,600	63,151,000	64,753,542	-	64,753,542	1,602,542
Ending fund balance (Deficit)	\$ -	\$ -	\$ 68,919,698	\$ -	\$ 68,919,698	\$ 68,919,698

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	(1,964,333)
Interest receivable	800
Lease receivable	676,378
Right to use lease assets, net	8,924
Capital assets, net	187,167,648
Deferred outflows from pensions	2,288,561
Deferred outflows from OPEB	447,891
Compensated absences	(453,250)
Insurance claims	(619)
Interest payable	(178,887)
Lease liabilities	(8,882)
Long-term debt	(52,582,851)
Net pension liability	(2,593,756)
OPEB liability/(asset)	(2,254,143)
Deferred inflows from leases	(669,493)
Deferred inflows from pensions	(2,152,765)
Deferred Inflow from OPEB	(932,612)
Deferred inflows from debt refunding	(243,665)
Net Position - GAAP Basis	\$ 195,474,644

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Charges for services						
Charges to others	\$ 69,428,100	\$ 69,428,100	\$ 33,523,799	\$ -	\$ 33,523,799	\$ (35,904,301)
Charges to other City funds	54,600	54,600	40,000	-	40,000	(14,600)
Loan repayments	11,000	11,000	5,125	-	5,125	(5,875)
Investment earnings	1,349,800	1,349,800	981,576	-	981,576	(368,224)
Miscellaneous	44,400	44,400	48,866	-	48,866	4,466
Total revenues	<u>70,887,900</u>	<u>70,887,900</u>	<u>34,599,366</u>	<u>-</u>	<u>34,599,366</u>	<u>(36,288,534)</u>
Expenditures						
Current						
Infrastructure	78,761,600	79,529,000	30,610,573	-	30,610,573	48,918,427
Interfund charges	15,592,700	15,903,100	7,844,475	-	7,844,475	8,058,625
Debt service	29,019,500	29,019,500	11,920,244	-	11,920,244	17,099,256
Contingency	3,616,600	3,288,800	-	-	-	3,288,800
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	5,625,200	5,625,200	-	-	-	5,625,200
Reserved for construction	34,642,500	34,642,500	-	-	-	34,642,500
Total expenditures	<u>173,258,100</u>	<u>174,008,100</u>	<u>50,375,292</u>	<u>-</u>	<u>50,375,292</u>	<u>123,632,808</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(102,370,200)</u>	<u>(103,120,200)</u>	<u>(15,775,926)</u>	<u>-</u>	<u>(15,775,926)</u>	<u>87,344,274</u>
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	40,000	40,000	75,597	-	75,597	35,597
Issuance of long-term debt	18,389,700	18,389,700	21,294,488	-	21,294,488	2,904,788
Transfers in	10,196,000	10,196,000	6,252,614	-	6,252,614	(3,943,386)
Transfers out	<u>(227,000)</u>	<u>(227,000)</u>	<u>(113,500)</u>	<u>-</u>	<u>(113,500)</u>	<u>113,500</u>
Total other financing sources (uses)	<u>28,398,700</u>	<u>28,398,700</u>	<u>27,509,199</u>	<u>-</u>	<u>27,509,199</u>	<u>(889,501)</u>
Net changes in fund balance	<u>(73,971,500)</u>	<u>(74,721,500)</u>	<u>11,733,273</u>	<u>-</u>	<u>11,733,273</u>	<u>86,454,773</u>
Beginning fund balance (Deficit)	73,971,500	74,721,500	80,883,261	-	80,883,261	6,161,761
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 92,616,534</u>	<u>\$ -</u>	<u>\$ 92,616,534</u>	<u>\$ 92,616,534</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	(3,141,090)
Right to use lease assets, net	11,629
Capital assets, net	387,263,867
Deferred outflows from pensions	2,620,236
Deferred outflows from OPEB	512,804
Compensated absences	(487,581)
Insurance claims	(870)
Interest payable	(810,778)
Lease liabilities	(11,595)
Long-term debt	(197,880,929)
Net pension liability	(2,969,661)
OPEB liability/(asset)	(2,580,829)
Deferred inflows from pensions	(2,464,759)
Deferred Inflow from OPEB	(1,067,773)
Net Position - GAAP Basis	<u>\$ 271,609,205</u>

City of Bend, Oregon
Other Major Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ending June 30, 2023

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>Water Fund</u>			
Infrastructure program	\$ 49,399,500	\$ 14,502,610	\$ 34,896,890
Debt service	8,361,000	4,182,906	4,178,094
Transfers	7,174,900	3,482,058	3,692,842
Contingency	4,674,600	-	4,674,600
Reserves	48,214,500	-	48,214,500
Total Water Fund	<u>\$ 117,824,500</u>	<u>\$ 22,167,574</u>	<u>\$ 95,656,926</u>
<u>Water Reclamation Fund</u>			
Infrastructure program	\$ 79,529,000	\$ 30,610,573	\$ 48,918,427
Debt service	29,019,500	11,920,244	17,099,256
Transfers	16,130,100	7,957,975	8,172,125
Contingency	3,288,800	-	3,288,800
Reserves	46,267,700	-	46,267,700
Total Water Reclamation Fund	<u>\$ 174,235,100</u>	<u>\$ 50,488,792</u>	<u>\$ 123,746,308</u>



CITY OF BEND

This page intentionally left blank

Major and Nonmajor Governmental Funds

City of Bend, Oregon
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2022

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Cemetery Permanent Maintenance Fund	Total Nonmajor Governmental Funds
Assets					
Pooled cash and investments	\$ 26,320,012	\$ 49,674	\$ 1,698,129	\$ -	\$ 28,067,815
Restricted cash and investments	13,104,984	7,960,436	31,151,925	658,702	52,876,047
Receivables					
Taxes	505,539	87,942	-	-	593,481
Accounts, net	71,609	-	90,128	-	161,737
Interest	157,487	-	-	-	157,487
Due from other governments	90,367	-	-	-	90,367
Prepays and deposits	8,062	-	-	-	8,062
Assessments receivable, net	6,366	-	-	-	6,366
Loans and notes receivable, net	15,166,752	-	750,000	-	15,916,752
Total assets	<u>\$ 55,431,178</u>	<u>\$ 8,098,052</u>	<u>\$ 33,690,182</u>	<u>\$ 658,702</u>	<u>\$ 97,878,114</u>
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)					
Liabilities					
Accounts payable	321,388	-	372,318	180	693,886
Salaries and benefits payable	163,583	-	12,687	-	176,270
Retainage payable	-	-	3,009	-	3,009
Other accrued liabilities	100	-	-	-	100
Deposits - restricted	376,673	-	-	-	376,673
Unearned revenue	12,198,334	-	-	-	12,198,334
Due to other funds	90,000	-	-	-	90,000
Total liabilities	<u>13,150,078</u>	<u>-</u>	<u>388,014</u>	<u>180</u>	<u>13,538,272</u>
Deferred Inflows of Resources					
Unavailable revenue - property taxes	-	61,644	-	-	61,644
Unavailable revenue - assessments & loans	15,334,932	-	750,000	-	16,084,932
Unavailable revenue - other billings and fees	20,050	-	35,175	-	55,225
Total deferred inflows of resources	<u>15,354,982</u>	<u>61,644</u>	<u>785,175</u>	<u>-</u>	<u>16,201,801</u>
Fund Balances (Deficits)					
Nonspendable					
Permanent maintenance funds	-	-	-	658,522	658,522
Restricted					
External grantor covenant	15,781	-	-	-	15,781
Outside debt covenant	-	7,986,734	-	-	7,986,734
Outside construction covenant	-	-	30,790,038	-	30,790,038
State law revenue restriction	5,068,621	-	-	-	5,068,621
Committed					
Planning support services	8,715,494	-	-	-	8,715,494
Assigned					
Construction activities	-	-	1,726,955	-	1,726,955
Building support services	12,550,180	-	-	-	12,550,180
Community development operations	232,872	-	-	-	232,872
Debt service	-	49,674	-	-	49,674
Reserves for police operations	343,170	-	-	-	343,170
Total fund balances (deficits)	<u>26,926,118</u>	<u>8,036,408</u>	<u>32,516,993</u>	<u>658,522</u>	<u>68,138,041</u>
Total liabilities, deferred inflows of resources and fund balances (deficits)	<u>\$ 55,431,178</u>	<u>\$ 8,098,052</u>	<u>\$ 33,690,182</u>	<u>\$ 658,702</u>	<u>\$ 97,878,114</u>

City of Bend, Oregon
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the fiscal year ended June 30, 2022

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Cemetery Permanent Maintenance Fund	Total Nonmajor Governmental Funds
Revenues					
Property taxes	\$ -	\$ 4,706,144	\$ -	\$ -	\$ 4,706,144
Room taxes	4,550,169	-	-	-	4,550,169
Franchise fees	-	-	890,662	-	890,662
Intergovernmental	2,866,049	244,601	-	-	3,110,650
Assessments	254,354	-	-	-	254,354
Licenses and permits	5,775,539	-	-	-	5,775,539
Charges for services	11,706,045	1,258,071	-	-	12,964,116
Contributions	58,536	-	4,000	-	62,536
Loan repayments	774,881	-	-	-	774,881
Permanent maintenance fees	-	-	-	6,136	6,136
Investment earnings (loss)	(899,643)	(301,705)	45,124	(88,419)	(1,244,643)
Miscellaneous	17	-	-	-	17
Total revenues	<u>25,085,947</u>	<u>5,907,111</u>	<u>939,786</u>	<u>(82,283)</u>	<u>31,850,561</u>
Expenditures					
Current					
Infrastructure	-	94,509	1,085,843	-	1,180,352
Community and economic development	25,627,484	-	-	-	25,627,484
Permanent maintenance	-	-	-	5,797	5,797
Urban renewal	-	-	610,233	-	610,233
Debt service					
Principal	2,682	3,452,329	275,576	-	3,730,587
Interest	8	1,144,280	20,611	-	1,164,899
Capital outlay	3,804	-	3,498,164	-	3,501,968
Total expenditures	<u>25,633,978</u>	<u>4,691,118</u>	<u>5,490,427</u>	<u>5,797</u>	<u>35,821,320</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(548,031)</u>	<u>1,215,993</u>	<u>(4,550,641)</u>	<u>(88,080)</u>	<u>(3,970,759)</u>
Other Financing Sources (Uses)					
Issuance of long-term debt	3,804	13,420,000	32,880,000	-	46,303,804
Premium on issuance of long-term debt	-	2,309,022	2,352,146	-	4,661,168
Payments to escrow agent on refunded debt	-	(15,640,000)	-	-	(15,640,000)
Transfers in	667,586	5,000	629,052	-	1,301,638
Transfers out	(1,702,227)	(645,367)	(34,500)	(16,030)	(2,398,124)
Total other financing sources (uses)	<u>(1,030,837)</u>	<u>(551,345)</u>	<u>35,826,698</u>	<u>(16,030)</u>	<u>34,228,486</u>
Net change in fund balances	(1,578,868)	664,648	31,276,057	(104,110)	30,257,727
Fund balances (deficits), July 1, 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>
Fund balances (deficits), June 30, 2022	<u>\$ 26,926,118</u>	<u>\$ 8,036,408</u>	<u>\$ 32,516,993</u>	<u>\$ 658,522</u>	<u>\$ 68,138,041</u>

Nonmajor Special Revenue Funds

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 Fund

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.

American Rescue Plan Act (ARPA) Fund

This fund accounts for funds received from the US Department of Treasury through the American Rescue Plan Act, Coronavirus State and Local Fiscal Recovery funds.

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
Nonmajor Special Revenue Funds
Combining Balance Sheet
June 30, 2022

	Helen Lorenz Estate Fund	Building Fund	Planning Fund	Private Development Engineering Fund	Community Development Block Grant (CDBG) Fund
Assets					
Pooled cash and investments	\$ -	\$ 12,639,943	\$ 3,936,418	\$ 4,845,844	\$ -
Restricted cash and investments	38,810	-	65,635	272,227	37,932
Receivables					
Taxes	-	-	-	-	-
Accounts, net	36,290	18,054	1,996	10,942	-
Interest	-	-	-	-	-
Due from other governments	-	-	636	-	89,731
Prepays and deposits	-	5,662	-	-	1,200
Assessments receivable, net	-	-	-	-	-
Loans and notes receivable, net	-	-	-	-	5,989,233
Total assets	\$ 75,100	\$ 12,663,659	\$ 4,004,685	\$ 5,129,013	\$ 6,118,096
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)					
Liabilities					
Accounts payable	-	15,604	5,657	1,186	19,832
Salaries and benefits payable	-	79,821	37,730	33,772	3,251
Other accrued liabilities	-	-	-	-	-
Deposits - restricted	38,810	-	65,636	272,227	-
Unearned revenue	36,290	-	-	-	-
Due to other funds	-	-	-	-	90,000
Total liabilities	75,100	95,425	109,023	307,185	113,083
Deferred Inflows of Resources					
Unavailable revenue - assessments and loans	-	-	-	-	5,989,232
Unavailable revenue - other billings and fees	-	18,054	1,996	-	-
Total deferred inflows of resources	-	18,054	1,996	-	5,989,232
Fund Balances (Deficits)					
Restricted					
External grantor covenant	-	-	-	-	15,781
State law revenue restriction	-	-	-	-	-
Committed					
Planning support services	-	-	3,893,666	4,821,828	-
Assigned					
Building support services	-	12,550,180	-	-	-
Community development operations	-	-	-	-	-
Reserves for police operations	-	-	-	-	-
Total fund balances (deficits)	-	12,550,180	3,893,666	4,821,828	15,781
Total liabilities, deferred Inflows of resources and fund balances (deficits)	\$ 75,100	\$ 12,663,659	\$ 4,004,685	\$ 5,129,013	\$ 6,118,096

Continued on next page

City of Bend, Oregon
Nonmajor Special Revenue Funds
Combining Balance Sheet (Continued)
June 30, 2022

	Affordable Housing Fund	Commercial and Industrial Construction Tax Fund	American Rescue Plan Act (ARPA) Fund	Business Advocacy Fund
Assets				
Pooled cash and investments	\$ 4,387,114	\$ -	\$ -	\$ 167,523
Restricted cash and investments	-	57,410	12,239,748	-
Receivables				
Taxes	-	-	-	-
Accounts, net	4,327	-	-	-
Interest	157,487	-	-	-
Due from other governments	-	-	-	-
Prepays and deposits	1,200	-	-	-
Assessments receivable, net	-	-	-	-
Loans and notes receivable, net	9,177,519	-	-	-
Total assets	<u>\$ 13,727,647</u>	<u>\$ 57,410</u>	<u>\$ 12,239,748</u>	<u>\$ 167,523</u>
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)				
Liabilities				
Accounts payable	101,202	-	-	9,859
Salaries and benefits payable	6,304	310	-	2,395
Other accrued liabilities	-	-	-	100
Deposits - restricted	-	-	-	-
Unearned revenue	-	-	12,162,044	-
Due to other funds	-	-	-	-
Total liabilities	<u>107,506</u>	<u>310</u>	<u>12,162,044</u>	<u>12,354</u>
Deferred Inflows of Resources				
Unavailable revenue - assessments and loans	9,339,334	-	-	-
Unavailable revenue - other billings and fees	-	-	-	-
Total deferred inflows of resources	<u>9,339,334</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficits)				
Restricted				
External grantor covenant	-	-	-	-
State law revenue restriction	4,280,807	57,100	-	-
Committed				
Planning support services	-	-	-	-
Assigned				
Building support services	-	-	-	-
Community development operations	-	-	77,704	155,169
Reserves for police operations	-	-	-	-
Total fund balances (deficits)	<u>4,280,807</u>	<u>57,100</u>	<u>77,704</u>	<u>155,169</u>
Total liabilities, deferred Inflows of resources and fund balances (deficits)	<u>\$ 13,727,647</u>	<u>\$ 57,410</u>	<u>\$ 12,239,748</u>	<u>\$ 167,523</u>

City of Bend, Oregon
Nonmajor Special Revenue Funds
Combining Balance Sheet (Continued)
June 30, 2022

	Tourism Fund	Economic Improvement District (EID) Fund	Police Reserves Fund	Total Special Revenue Funds
Assets				
Pooled cash and investments	\$ -	\$ -	\$ 343,170	\$ 26,320,012
Restricted cash and investments	390,323	2,899	-	13,104,984
Receivables				
Taxes	505,539	-	-	505,539
Accounts, net	-	-	-	71,609
Interest	-	-	-	157,487
Due from other governments	-	-	-	90,367
Prepays and deposits	-	-	-	8,062
Assessments receivable, net	-	6,366	-	6,366
Loans and notes receivable, net	-	-	-	15,166,752
Total assets	<u>\$ 895,862</u>	<u>\$ 9,265</u>	<u>\$ 343,170</u>	<u>\$ 55,431,178</u>
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)				
Liabilities				
Accounts payable	165,148	2,899	-	321,387
Salaries and benefits payable	-	-	-	163,583
Other accrued liabilities	-	-	-	100
Deposits - restricted	-	-	-	376,673
Unearned revenue	-	-	-	12,198,334
Due to other funds	-	-	-	90,000
Total liabilities	<u>165,148</u>	<u>2,899</u>	<u>-</u>	<u>13,150,077</u>
Deferred Inflows of Resources				
Unavailable revenue - assessments and loans	-	6,366	-	15,334,932
Unavailable revenue - other billings and fees	-	-	-	20,050
Total deferred inflows of resources	<u>-</u>	<u>6,366</u>	<u>-</u>	<u>15,354,982</u>
Fund Balances (Deficits)				
Restricted				
External grantor covenant	-	-	-	15,781
State law revenue restriction	730,714	-	-	5,068,621
Committed				
Planning support services	-	-	-	8,715,494
Assigned				
Building support services	-	-	-	12,550,180
Community development operations	-	-	-	232,873
Reserves for police operations	-	-	343,170	343,170
Total fund balances (deficits)	<u>730,714</u>	<u>-</u>	<u>343,170</u>	<u>26,926,119</u>
Total liabilities, deferred Inflows of resources and fund balances (deficits)	<u>\$ 895,862</u>	<u>\$ 9,265</u>	<u>\$ 343,170</u>	<u>\$ 55,431,178</u>

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, 2022

	Helen Lorenz Estate Fund	Building Fund	Planning Fund	Private Development Engineering Fund	Community Development Block Grant (CDBG) Fund
Revenues					
Room taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	1,313	-	950,352
Assessments	-	-	-	-	-
Licenses and permits	-	4,799,194	69,303	590,042	-
Charges for services	-	3,641,465	3,894,542	2,824,269	-
Contributions	58,536	-	-	-	-
Loan repayments	-	-	-	-	466,589
Investment earnings (loss)	-	(460,431)	(144,938)	(183,056)	156
Miscellaneous	-	17	-	-	-
Total revenues	<u>58,536</u>	<u>7,980,245</u>	<u>3,820,220</u>	<u>3,231,255</u>	<u>1,417,097</u>
Expenditures					
Current					
Community and economic development	-	8,166,868	3,866,399	3,310,687	1,508,270
Debt service					
Principal	-	1,341	-	1,341	-
Interest	-	4	-	4	-
Capital outlay	-	1,902	-	1,902	-
Total expenditures	<u>-</u>	<u>8,170,115</u>	<u>3,866,399</u>	<u>3,313,934</u>	<u>1,508,270</u>
Excess (deficiency) of revenues over expenditures	<u>58,536</u>	<u>(189,870)</u>	<u>(46,179)</u>	<u>(82,679)</u>	<u>(91,173)</u>
Other Financing Sources (Uses)					
Issuance of long-term debt	-	1,902	-	1,902	-
Transfers in	-	-	58,386	298,750	106,000
Transfers out	(58,536)	(700)	(24,988)	(35,570)	-
Total other financing sources (uses)	<u>(58,536)</u>	<u>1,202</u>	<u>33,398</u>	<u>265,082</u>	<u>106,000</u>
Net change in fund balances	-	(188,668)	(12,781)	182,403	14,827
Fund balances (deficits), July 1, 2021	-	12,738,848	3,906,447	4,639,425	954
Fund balances (deficits), June 30, 2022	<u>\$ -</u>	<u>\$ 12,550,180</u>	<u>\$ 3,893,666</u>	<u>\$ 4,821,828</u>	<u>\$ 15,781</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, 2022

	Affordable Housing Fund	Commercial and Industrial Construction Tax Fund	American Rescue Plan Act (ARPA) Fund	Business Advocacy Fund
Revenues				
Room taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	1,914,384	-
Assessments	-	-	-	-
Licenses and permits	-	-	-	317,000
Charges for services	1,345,769	-	-	-
Contributions	-	-	-	-
Loan repayments	308,292	-	-	-
Investment earnings (loss)	(154,130)	(2,793)	75,637	(3,485)
Miscellaneous	-	-	-	-
Total revenues	<u>1,499,931</u>	<u>(2,793)</u>	<u>1,990,021</u>	<u>313,515</u>
Expenditures				
Current				
Community and economic development	2,207,090	44,155	686,698	346,236
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>2,207,090</u>	<u>44,155</u>	<u>686,698</u>	<u>346,236</u>
Excess (deficiency) of revenues over expenditures	<u>(707,159)</u>	<u>(46,948)</u>	<u>1,303,323</u>	<u>(32,721)</u>
Other Financing Sources (Uses)				
Issuance of long-term debt	-	-	-	-
Transfers in	37,602	104,048	-	62,800
Transfers out	(106,000)	-	(1,225,619)	(814)
Total other financing sources (uses)	<u>(68,398)</u>	<u>104,048</u>	<u>(1,225,619)</u>	<u>61,986</u>
Net change in fund balances	(775,557)	57,100	77,704	29,265
Fund balances (deficits), July 1, 2021	5,056,364	-	-	125,904
Fund balances (deficits), June 30, 2022	<u>\$ 4,280,807</u>	<u>\$ 57,100</u>	<u>\$ 77,704</u>	<u>\$ 155,169</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, 2022

	Tourism Fund	Economic Improvement District (EID) Fund	Police Reserves Fund	Total Special Revenue Funds
Revenues				
Room taxes	\$ 4,550,169	\$ -	\$ -	\$ 4,550,169
Intergovernmental	-	-	-	2,866,049
Assessments	-	254,354	-	254,354
Licenses and permits	-	-	-	5,775,539
Charges for services	-	-	-	11,706,045
Contributions	-	-	-	58,536
Loan repayments	-	-	-	774,881
Investment earnings (loss)	(17,934)	270	(8,939)	(899,643)
Miscellaneous	-	-	-	17
Total revenues	<u>4,532,235</u>	<u>254,624</u>	<u>(8,939)</u>	<u>25,085,947</u>
Expenditures				
Current				
Community and economic development	5,236,456	254,624	-	25,627,483
Debt service				
Principal	-	-	-	2,682
Interest	-	-	-	8
Capital outlay	-	-	-	3,804
Total expenditures	<u>5,236,456</u>	<u>254,624</u>	<u>-</u>	<u>25,633,977</u>
Excess (deficiency) of revenues over expenditures	<u>(704,221)</u>	<u>-</u>	<u>(8,939)</u>	<u>(548,030)</u>
Other Financing Sources (Uses)				
Issuance of long-term debt	-	-	-	3,804
Transfers in	-	-	-	667,586
Transfers out	-	-	(250,000)	(1,702,227)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(250,000)</u>	<u>(1,030,837)</u>
Net change in fund balances	(704,221)	-	(258,939)	(1,578,867)
Fund balances (deficits), July 1, 2021	<u>1,434,935</u>	<u>-</u>	<u>602,109</u>	<u>28,504,986</u>
Fund balances (deficits), June 30, 2022	<u>\$ 730,714</u>	<u>\$ -</u>	<u>\$ 343,170</u>	<u>\$ 26,926,119</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Contributions	\$ 170,400	\$ 170,400	\$ 58,536	\$ -	\$ 58,536	\$ (111,864)
Total revenues	<u>170,400</u>	<u>170,400</u>	<u>58,536</u>	<u>-</u>	<u>58,536</u>	<u>(111,864)</u>
Excess (deficiency) of revenues over (under) expenditures	170,400	170,400	58,536	-	58,536	(111,864)
Other Financing Sources (Uses)						
Transfers out	(170,400)	(170,400)	(58,536)	-	(58,536)	111,864
Total other financing sources (uses)	<u>(170,400)</u>	<u>(170,400)</u>	<u>(58,536)</u>	<u>-</u>	<u>(58,536)</u>	<u>111,864</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, 2022**

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Licenses and permits	\$ 10,123,400	\$ 10,123,400	\$ 4,799,194	\$ -	\$ 4,799,194	\$ (5,324,206)
Charges for services						
Charges to others	3,652,500	3,652,500	3,641,465	-	3,641,465	(11,035)
Investment earnings	208,100	208,100	153,423	-	153,423	(54,677)
Miscellaneous	-	-	17	-	17	17
Total revenues	<u>13,984,000</u>	<u>13,984,000</u>	<u>8,594,099</u>	<u>-</u>	<u>8,594,099</u>	<u>(5,389,901)</u>
Expenditures						
Current						
Community and economic development	12,278,300	12,586,200	5,314,235	-	5,314,235	7,271,965
Interfund charges	6,288,400	6,680,500	2,853,980	-	2,853,980	3,826,520
Contingency	7,668,800	6,968,800	-	-	-	6,968,800
Total expenditures	<u>26,235,500</u>	<u>26,235,500</u>	<u>8,168,215</u>	<u>-</u>	<u>8,168,215</u>	<u>18,067,285</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(12,251,500)</u>	<u>(12,251,500)</u>	<u>425,884</u>	<u>-</u>	<u>425,884</u>	<u>12,677,384</u>
Other Financing Sources (Uses)						
Transfers out	(1,400)	(1,400)	(700)	-	(700)	700
Total other financing sources (uses)	<u>(1,400)</u>	<u>(1,400)</u>	<u>(700)</u>	<u>-</u>	<u>(700)</u>	<u>700</u>
Net changes in fund balance	(12,252,900)	(12,252,900)	425,184	-	425,184	12,678,084
Beginning fund balance (deficit)	12,252,900	12,252,900	12,455,175	-	12,455,175	202,275
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,880,359</u>	<u>\$ -</u>	<u>\$ 12,880,359</u>	<u>\$ 12,880,359</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	(330,179)
Ending fund balance - GAAP basis	<u>\$ 12,550,180</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, 2022**

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ -	\$ -	\$ 1,313	\$ -	\$ 1,313	\$ 1,313
Licenses and permits	175,500	175,500	69,303	-	69,303	(106,197)
Charges for services						
Charges to others	5,846,800	5,846,800	3,894,542	-	3,894,542	(1,952,258)
Investment earnings	37,900	37,900	49,976	-	49,976	12,076
Total revenues	<u>6,060,200</u>	<u>6,060,200</u>	<u>4,015,134</u>	<u>-</u>	<u>4,015,134</u>	<u>(2,045,066)</u>
Expenditures						
Current						
Community and economic development	6,068,500	6,251,800	2,432,874	-	2,432,874	3,818,926
Interfund charges	2,724,800	2,910,300	1,433,525	-	1,433,525	1,476,775
Contingency	1,292,600	923,800	-	-	-	923,800
Total expenditures	<u>10,085,900</u>	<u>10,085,900</u>	<u>3,866,399</u>	<u>-</u>	<u>3,866,399</u>	<u>6,219,501</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,025,700)</u>	<u>(4,025,700)</u>	<u>148,735</u>	<u>-</u>	<u>148,735</u>	<u>4,174,435</u>
Other Financing Sources (Uses)						
Transfers in	305,000	305,000	58,386	-	58,386	(246,614)
Transfers out	(19,000)	(19,000)	(24,988)	-	(24,988)	(5,988)
Total other financing sources (uses)	<u>286,000</u>	<u>286,000</u>	<u>33,398</u>	<u>-</u>	<u>33,398</u>	<u>(252,602)</u>
Net changes in fund balance	(3,739,700)	(3,739,700)	182,133	-	182,133	3,921,833
Beginning fund balance (deficit)	3,739,700	3,739,700	3,802,822	-	3,802,822	63,122
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,984,955</u>	<u>\$ -</u>	<u>\$ 3,984,955</u>	<u>\$ 3,984,955</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	(91,289)
Ending fund balance - GAAP basis	<u>\$ 3,893,666</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Licenses and permits	\$ 1,190,500	\$ 1,190,500	\$ 590,042	\$ -	\$ 590,042	\$ (600,458)
Charges for services						
Charges to others	5,467,600	5,467,600	2,824,269	-	2,824,269	(2,643,331)
Investment earnings	118,100	118,100	70,740	-	70,740	(47,360)
Total revenues	<u>6,776,200</u>	<u>6,776,200</u>	<u>3,485,051</u>	<u>-</u>	<u>3,485,051</u>	<u>(3,291,149)</u>
Expenditures						
Current						
Community and economic development	4,470,900	4,965,500	1,976,175	-	1,976,175	2,989,325
Interfund charges	1,630,200	2,702,100	1,335,858	-	1,335,858	1,366,242
Contingency	5,720,500	4,154,000	-	-	-	4,154,000
Total expenditures	<u>11,821,600</u>	<u>11,821,600</u>	<u>3,312,033</u>	<u>-</u>	<u>3,312,033</u>	<u>8,509,567</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,045,400)</u>	<u>(5,045,400)</u>	<u>173,018</u>	<u>-</u>	<u>173,018</u>	<u>5,218,418</u>
Other Financing Sources (Uses)						
Transfers in	560,000	560,000	298,750	-	298,750	(261,250)
Transfers out	(59,500)	(59,500)	(35,570)	-	(35,570)	23,930
Total other financing sources (uses)	<u>500,500</u>	<u>500,500</u>	<u>263,180</u>	<u>-</u>	<u>263,180</u>	<u>(237,320)</u>
Net changes in fund balance	(4,544,900)	(4,544,900)	436,198	-	436,198	4,981,098
Beginning fund balance (deficit)	4,544,900	4,544,900	4,594,639	-	4,594,639	49,739
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,030,837</u>	<u>\$ -</u>	<u>\$ 5,030,837</u>	<u>\$ 5,030,837</u>
Reconciliation of Budgetary basis to GAAP basis						
Unrealized gain/(loss) from investments					(209,009)	
Ending fund balance - GAAP basis					<u>\$ 4,821,828</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ 1,072,000	\$ 1,907,000	\$ 950,352	\$ -	\$ 950,352	\$ (956,648)
Loan repayments	309,600	474,600	466,589	-	466,589	(8,011)
Investment earnings	8,800	8,800	156	-	156	(8,644)
Total revenues	<u>1,390,400</u>	<u>2,390,400</u>	<u>1,417,097</u>	<u>-</u>	<u>1,417,097</u>	<u>(973,303)</u>
Expenditures						
Current						
Community and economic development	1,591,400	2,591,400	1,440,269	-	1,440,269	1,151,131
Interfund charges	130,000	141,200	68,000	-	68,000	73,200
Contingency	-	(11,200)	-	-	-	(11,200)
Reserves	100,000	100,000	-	-	-	100,000
Total expenditures	<u>1,821,400</u>	<u>2,821,400</u>	<u>1,508,269</u>	<u>-</u>	<u>1,508,269</u>	<u>1,313,131</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(431,000)</u>	<u>(431,000)</u>	<u>(91,172)</u>	<u>-</u>	<u>(91,172)</u>	<u>339,828</u>
Other Financing Sources (Uses)						
Interfund loan proceeds	200,000	200,000	90,000	-	90,000	(110,000)
Interfund loan repayments	(200,000)	(200,000)	(17,000)	-	(17,000)	183,000
Transfers in	331,000	331,000	106,000	-	106,000	(225,000)
Total other financing sources (uses)	<u>331,000</u>	<u>331,000</u>	<u>179,000</u>	<u>-</u>	<u>179,000</u>	<u>(152,000)</u>
Net changes in fund balance	(100,000)	(100,000)	87,828	-	87,828	187,828
Beginning fund balance (deficit)	100,000	100,000	17,954	-	17,954	(82,046)
Ending fund balance (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 105,782</u>	<u>\$ -</u>	<u>\$ 105,782</u>	<u>\$ 105,782</u>

Reconciliation of Budgetary basis to GAAP basis

Advance from other funds	<u>(90,000)</u>
Ending fund balance - GAAP basis	<u>\$ 15,782</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Charges for services						
Charges to others	\$ 2,400,000	\$ 2,400,000	\$ 1,345,769	\$ -	\$ 1,345,769	\$ (1,054,231)
Loan repayments	332,600	332,600	308,292	-	308,292	(24,308)
Investment earnings	52,600	52,600	59,935	-	59,935	7,335
Total revenues	<u>2,785,200</u>	<u>2,785,200</u>	<u>1,713,996</u>	<u>-</u>	<u>1,713,996</u>	<u>(1,071,204)</u>
Expenditures						
Current						
Community and economic development	3,847,700	4,947,100	1,996,291	-	1,996,291	2,950,809
Interfund charges	408,000	436,600	210,800	-	210,800	225,800
Contingency	100,000	71,400	-	-	-	71,400
Total expenditures	<u>4,355,700</u>	<u>5,455,100</u>	<u>2,207,091</u>	<u>-</u>	<u>2,207,091</u>	<u>3,248,009</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,570,500)</u>	<u>(2,669,900)</u>	<u>(493,095)</u>	<u>-</u>	<u>(493,095)</u>	<u>2,176,805</u>
Other Financing Sources (Uses)						
Transfers in	-	1,099,400	37,602	-	37,602	(1,061,798)
Transfers out	(331,000)	(2,831,000)	(106,000)	-	(106,000)	2,725,000
Total other financing sources (uses)	<u>(331,000)</u>	<u>(1,731,600)</u>	<u>(68,398)</u>	<u>-</u>	<u>(68,398)</u>	<u>1,663,202</u>
Net changes in fund balance	(1,901,500)	(4,401,500)	(561,493)	-	(561,493)	3,840,007
Beginning fund balance (deficit)	1,901,500	4,401,500	4,980,027	-	4,980,027	578,527
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,418,534</u>	<u>\$ -</u>	<u>\$ 4,418,534</u>	<u>\$ 4,418,534</u>
Reconciliation of Budgetary basis to GAAP basis						
Unrealized gain/(loss) from investments					<u>(137,727)</u>	
Ending fund balance - GAAP basis					<u>\$ 4,280,807</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Investment earnings	\$ 4,800	\$ 4,800	\$ 59	\$ -	\$ 59	\$ (4,741)
Total revenues	<u>4,800</u>	<u>4,800</u>	<u>59</u>	<u>-</u>	<u>59</u>	<u>(4,741)</u>
Expenditures						
Current						
Community and economic development	1,131,800	1,131,800	22,655	-	22,655	1,109,145
Interfund charges	43,000	43,000	21,500	-	21,500	21,500
Contingency	50,000	50,000	-	-	-	50,000
Total expenditures	<u>1,224,800</u>	<u>1,224,800</u>	<u>44,155</u>	<u>-</u>	<u>44,155</u>	<u>1,180,645</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,220,000)</u>	<u>(1,220,000)</u>	<u>(44,096)</u>	<u>-</u>	<u>(44,096)</u>	<u>1,175,904</u>
Other Financing Sources (Uses)						
Transfers in	1,100,000	1,100,000	104,048	-	104,048	(995,952)
Total other financing sources (uses)	<u>1,100,000</u>	<u>1,100,000</u>	<u>104,048</u>	<u>-</u>	<u>104,048</u>	<u>(995,952)</u>
Net changes in fund balance	(120,000)	(120,000)	59,952	-	59,952	179,952
Beginning fund balance (deficit)	120,000	120,000	-	-	-	(120,000)
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 59,952</u>	<u>\$ -</u>	<u>\$ 59,952</u>	<u>\$ 59,952</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	\$ (2,852)
Ending fund balance - GAAP basis	<u>\$ 57,100</u>

City of Bend, Oregon
American Rescue Plan Act (ARPA) Fund
Schedule of Revenues and Expenditures - Budget and Actual
For the fiscal year ended June 30, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
<u>Revenues</u>						
Intergovernmental	\$ -	\$ 14,076,600	\$ 1,914,384	\$ -	\$ 1,914,384	\$ (12,162,216)
Investment earnings	-	-	75,637	-	75,637	75,637
Total revenues	-	14,076,600	1,990,021	-	1,990,021	(12,086,579)
<u>Expenditures</u>						
Current						
Community and economic development	-	1,289,000	686,698	-	686,698	602,302
Reserves	-	4,886,700	-	-	-	4,886,700
Total expenditures	-	6,175,700	686,698	-	686,698	5,489,002
Excess (deficiency) of revenues over (under) expenditures	-	7,900,900	1,303,323	-	1,303,323	(6,597,577)
<u>Other Financing Sources (Uses)</u>						
Transfers out	-	(7,900,900)	(1,225,619)	-	(1,225,619)	6,675,281
Total other financing sources (uses)	-	(7,900,900)	(1,225,619)	-	(1,225,619)	6,675,281
Net changes in fund balance	-	-	77,704	-	77,704	77,704
Beginning fund balance (deficit)	-	-	-	-	-	-
Ending fund balance (deficit)	\$ -	\$ -	\$ 77,704	\$ -	\$ 77,704	\$ 77,704

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Licenses and permits	\$ 676,200	\$ 676,200	\$ 317,000	\$ -	\$ 317,000	\$ (359,200)
Investment earnings	1,600	1,600	1,628	-	1,628	28
Total revenues	<u>677,800</u>	<u>677,800</u>	<u>318,628</u>	<u>-</u>	<u>318,628</u>	<u>(359,172)</u>
Expenditures						
Current						
Community and economic development	855,100	1,105,100	290,737	-	290,737	814,363
Interfund charges	107,200	113,600	55,500	-	55,500	58,100
Contingency	26,500	20,100	-	-	-	20,100
Total expenditures	<u>988,800</u>	<u>1,238,800</u>	<u>346,237</u>	<u>-</u>	<u>346,237</u>	<u>892,563</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(311,000)</u>	<u>(561,000)</u>	<u>(27,609)</u>	<u>-</u>	<u>(27,609)</u>	<u>533,391</u>
Other Financing Sources (Uses)						
Transfers in	225,600	475,600	62,800	-	62,800	(412,800)
Transfers out	(600)	(600)	(814)	-	(814)	(214)
Total other financing sources (uses)	<u>225,000</u>	<u>475,000</u>	<u>61,986</u>	<u>-</u>	<u>61,986</u>	<u>(413,014)</u>
Net changes in fund balance	(86,000)	(86,000)	34,377	-	34,377	120,377
Beginning fund balance (deficit)	86,000	86,000	123,297	-	123,297	37,297
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 157,674</u>	<u>\$ -</u>	<u>\$ 157,674</u>	<u>\$ 157,674</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	(2,505)
Ending fund balance - GAAP basis	<u>\$ 155,169</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Room taxes	\$ 7,584,800	\$ 10,258,800	\$ 4,550,169	\$ -	\$ 4,550,169	\$ (5,708,631)
Investment earnings	2,000	2,000	1,357	-	1,357	(643)
Total revenues	<u>7,586,800</u>	<u>10,260,800</u>	<u>4,551,526</u>	<u>-</u>	<u>4,551,526</u>	<u>(5,709,274)</u>
Expenditures						
Current						
Community and economic development	8,520,500	11,482,600	5,162,456	-	5,162,456	6,320,144
Interfund charges	150,600	211,100	74,000	-	74,000	137,100
Total expenditures	<u>8,671,100</u>	<u>11,693,700</u>	<u>5,236,456</u>	<u>-</u>	<u>5,236,456</u>	<u>6,457,244</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,084,300)</u>	<u>(1,432,900)</u>	<u>(684,930)</u>	<u>-</u>	<u>(684,930)</u>	<u>747,970</u>
Beginning fund balance (deficit)	<u>1,084,300</u>	<u>1,432,900</u>	<u>1,432,916</u>	<u>-</u>	<u>1,432,916</u>	<u>16</u>
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 747,986</u>	<u>\$ -</u>	<u>\$ 747,986</u>	<u>\$ 747,986</u>
Reconciliation of Budgetary basis to GAAP basis						
Unrealized gain/(loss) from investments					<u>(17,272)</u>	
Ending fund balance - GAAP basis					<u>\$ 730,714</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, 2022

	<u>Biennium Budget</u>				Total Actual Budget Basis	Variance with Final Budget - Over/Under
	<u>Original</u>	<u>Final</u>	FY2021-22 Actual	FY2022-23 Actual		
Revenues						
Assessments	\$ 580,200	\$ 580,200	\$ 254,354	\$ -	\$ 254,354	\$ (325,846)
Investment earnings	600	600	270	-	270	(330)
Total revenues	<u>580,800</u>	<u>580,800</u>	<u>254,624</u>	<u>-</u>	<u>254,624</u>	<u>(326,176)</u>
Expenditures						
Current						
Community and economic development	551,400	551,400	246,993	-	246,993	304,407
Interfund charges	29,400	29,400	7,631	-	7,631	21,769
Total expenditures	<u>580,800</u>	<u>580,800</u>	<u>254,624</u>	<u>-</u>	<u>254,624</u>	<u>326,176</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Beginning fund balance (deficit)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Investment earnings	\$ 9,600	\$ 9,600	\$ 7,475	\$ -	\$ 7,475	\$ (2,125)
Total revenues	<u>9,600</u>	<u>9,600</u>	<u>7,475</u>	<u>-</u>	<u>7,475</u>	<u>(2,125)</u>
Expenditures						
Reserves	348,500	348,500	-	-	-	348,500
Total expenditures	<u>348,500</u>	<u>348,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>348,500</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(338,900)</u>	<u>(338,900)</u>	<u>7,475</u>	<u>-</u>	<u>7,475</u>	<u>346,375</u>
Other Financing Sources (Uses)						
Transfers out	(250,000)	(250,000)	(250,000)	-	(250,000)	-
Total other financing sources (uses)	<u>(250,000)</u>	<u>(250,000)</u>	<u>(250,000)</u>	<u>-</u>	<u>(250,000)</u>	<u>-</u>
Net changes in fund balance	(588,900)	(588,900)	(242,525)	-	(242,525)	346,375
Beginning fund balance (deficit)	588,900	588,900	589,328	-	589,328	428
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 346,803</u>	<u>\$ -</u>	<u>\$ 346,803</u>	<u>\$ 346,803</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	(3,633)
Ending fund balance - GAAP basis	<u>\$ 343,170</u>

City of Bend, Oregon
Nonmajor Special Revenue Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ending June 30, 2023

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>Helen Lorenz Estate Fund</u>			
Transfers	\$ 170,400	\$ 58,536	\$ 111,864
Total Helen Lorenz Estate Fund	<u>\$ 170,400</u>	<u>\$ 58,536</u>	<u>\$ 111,864</u>
<u>Building Fund</u>			
Community and economic development program	\$ 12,586,200	\$ 5,314,235	\$ 7,271,965
Transfers	6,681,900	2,854,680	3,827,220
Contingency	6,968,800	-	6,968,800
Total Building Fund	<u>\$ 26,236,900</u>	<u>\$ 8,168,915</u>	<u>\$ 18,067,985</u>
<u>Planning Fund</u>			
Community and economic development program	\$ 6,251,800	\$ 2,432,874	\$ 3,818,926
Transfers	2,929,300	1,458,513	1,470,787
Contingency	923,800	-	923,800
Total Planning Fund	<u>\$ 10,104,900</u>	<u>\$ 3,891,387</u>	<u>\$ 6,213,513</u>
<u>Private Development Engineering Fund</u>			
Community and economic development program	\$ 4,965,500	\$ 1,976,175	\$ 2,989,325
Transfers	2,761,600	1,371,428	1,390,172
Contingency	4,154,000	-	4,154,000
Total Private Development Engineering Fund	<u>\$ 11,881,100</u>	<u>\$ 3,347,603</u>	<u>\$ 8,533,497</u>
<u>Community Development Block Grant (CDBG) Fund</u>			
Community and economic development program	\$ 2,591,400	\$ 1,440,269	\$ 1,151,131
Debt service	200,000	17,000	183,000
Transfers	141,200	68,000	73,200
Contingency	(11,200)	-	(11,200)
Reserves	100,000	-	100,000
Total Community Development Block Grant (CDBG) Fund	<u>\$ 3,021,400</u>	<u>\$ 1,525,269</u>	<u>\$ 1,496,131</u>
<u>Affordable Housing Fund</u>			
Community and economic development program	\$ 4,947,100	\$ 1,996,291	\$ 2,950,809
Transfers	3,267,600	316,800	2,950,800
Contingency	71,400	-	71,400
Total Affordable Housing Fund	<u>\$ 8,286,100</u>	<u>\$ 2,313,091</u>	<u>\$ 5,973,009</u>

City of Bend, Oregon
Nonmajor Special Revenue Funds
Schedule of Expenditures and Other Uses by Appropriation Levels (Continued)
For the biennium ending June 30, 2023

	Appropriation	Actual Expenditures	Variance with Final Budget - Over/Under
<u>Commercial and Industrial Construction Tax Fund</u>			
Community and economic development program	\$ 1,131,800	\$ 22,655	\$ 1,109,145
Transfers	43,000	21,500	21,500
Contingency	50,000	-	50,000
Total Commercial and Industrial Construction Tax Fund	<u>\$ 1,224,800</u>	<u>\$ 44,155</u>	<u>\$ 1,180,645</u>
<u>American Rescue Plan Act (ARPA) Fund</u>			
Community and economic development program	\$ 1,289,000	\$ 686,698	\$ 602,302
Transfers	7,900,900	1,225,619	6,675,281
Reserves	4,886,700	-	4,886,700
Total American Rescue Plan Act (ARPA) Fund	<u>\$ 14,076,600</u>	<u>\$ 1,912,317</u>	<u>\$ 12,164,283</u>
<u>Business Advocacy Fund</u>			
Community and economic development program	\$ 1,105,100	\$ 290,737	\$ 814,363
Transfers	114,200	56,314	57,886
Contingency	20,100	-	20,100
Total Business Advocacy Fund	<u>\$ 1,239,400</u>	<u>\$ 347,051</u>	<u>\$ 892,349</u>
<u>Tourism Fund</u>			
Community and economic development program	\$ 11,482,600	\$ 5,162,456	\$ 6,320,144
Transfers	211,100	74,000	137,100
Total Tourism Fund	<u>\$ 11,693,700</u>	<u>\$ 5,236,456</u>	<u>\$ 6,457,244</u>
<u>Economic Improvement District (EID) Fund</u>			
Community and economic development program	\$ 551,400	\$ 246,993	\$ 304,407
Transfers	29,400	7,631	21,769
Total Economic Improvement District (EID) Fund	<u>\$ 580,800</u>	<u>\$ 254,624</u>	<u>\$ 326,176</u>
<u>Police Reserves Fund</u>			
Transfers	\$ 250,000	\$ 250,000	\$ -
Reserves	348,500	-	348,500
Total Police Reserves Fund	<u>\$ 598,500</u>	<u>\$ 250,000</u>	<u>\$ 348,500</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 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.

BURA Core Area Debt Service Fund

This fund accounts for the debt-related activities of the Bend Urban Renewal Agency's Core Area tax increment financing (TIF) district. The principal source of revenue is property taxes on new growth or assessed value increment within the Core Area TIF District.

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.

2020 General Obligation Bond Debt Service Fund

This fund accounts for the debt service associated with the General Obligation (GO) Bonds issued for transportation construction projects included in the GO Bond approved by voters in November 2020. The principal source of revenue to pay the debt comes from property taxes.

City of Bend, Oregon
Nonmajor Debt Service Funds
Combining Balance Sheet
June 30, 2022

	BURA Murphy Crossing Debt Service Fund	Fire Station Debt Service Fund	PERS Debt Service Fund	BURA Juniper Ridge Debt Service Fund
<u>Assets</u>				
Pooled cash and investments	\$ -	\$ 7,348	\$ 42,326	\$ -
Restricted cash and investments	1,423,713	-	-	4,398,404
Receivables				
Taxes	11,605	-	-	29,786
Total assets	<u>\$ 1,435,318</u>	<u>\$ 7,348</u>	<u>\$ 42,326</u>	<u>\$ 4,428,190</u>
<u>Deferred Inflows of Resources and Fund Balances (Deficits)</u>				
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - property taxes	8,155	-	-	20,974
Total deferred inflows of resources	<u>8,155</u>	<u>-</u>	<u>-</u>	<u>20,974</u>
<u>Fund Balances (Deficits)</u>				
Restricted				
Outside debt covenant	1,427,163	-	-	4,407,216
Assigned				
Debt service	-	7,348	42,326	-
Total fund balances (deficits)	<u>1,427,163</u>	<u>7,348</u>	<u>42,326</u>	<u>4,407,216</u>
Total deferred inflows of resources and fund balances (deficits)	<u>\$ 1,435,318</u>	<u>\$ 7,348</u>	<u>\$ 42,326</u>	<u>\$ 4,428,190</u>

City of Bend, Oregon
Nonmajor Debt Service Funds
Combining Balance Sheet (Continued)
June 30, 2022

	BURA Core Area Debt Service Fund	2011 General Obligation Bond Debt Service Fund	Total Debt Service Funds
<u>Assets</u>			
Pooled cash and investments	\$ -	\$ -	\$ 49,674
Restricted cash and investments	297,699	1,840,620	7,960,436
Receivables			
Taxes	7,427	39,124	87,942
Total assets	<u>\$ 305,126</u>	<u>\$ 1,879,744</u>	<u>\$ 8,098,052</u>
<u>Deferred Inflows of Resources and Fund Balances (Deficits)</u>			
<u>Deferred Inflows of Resources</u>			
Unavailable revenue - property taxes	4,772	27,743	61,644
Total deferred inflows of resources	<u>4,772</u>	<u>27,743</u>	<u>61,644</u>
<u>Fund Balances (Deficits)</u>			
Restricted			
Outside debt covenant	300,354	1,852,001	7,986,734
Assigned			
Debt service	-	-	49,674
Total fund balances (deficits)	<u>300,354</u>	<u>1,852,001</u>	<u>8,036,408</u>
Total deferred inflows of resources and fund balances (deficits)	<u>\$ 305,126</u>	<u>\$ 1,879,744</u>	<u>\$ 8,098,052</u>

City of Bend, Oregon
Nonmajor Debt Service Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the fiscal year ended June 30, 2022

	BURA Murphy Crossing Debt Service Fund	Fire Station Debt Service Fund	PERS Debt Service Fund	BURA Juniper Ridge Debt Service Fund
<u>Revenues</u>				
Property taxes	\$ 615,815	\$ -	\$ -	\$ 1,571,021
Intergovernmental	-	244,601	-	-
Charges for services	-	-	1,258,071	-
Investment earnings (loss)	(59,999)	317	5,416	(166,291)
Total revenues	<u>555,816</u>	<u>244,918</u>	<u>1,263,487</u>	<u>1,404,730</u>
<u>Expenditures</u>				
Current				
Infrastructure	-	-	-	-
Debt service				
Principal	332,700	235,567	965,000	629,062
Interest	29,526	9,035	529,540	36,121
Total expenditures	<u>362,226</u>	<u>244,602</u>	<u>1,494,540</u>	<u>665,183</u>
Excess (deficiency) of revenues over (under) expenditures	<u>193,590</u>	<u>316</u>	<u>(231,053)</u>	<u>739,547</u>
<u>Other Financing Sources (Uses)</u>				
Issuance of long-term debt	-	-	-	-
Premium on issuance of long-term debt	-	-	-	-
Payments to escrow agent on refunded debt	-	-	-	-
Transfers in	-	5,000	-	-
Transfers out	(230,833)	(5,340)	(10,975)	(132,719)
Total other financing sources (uses)	<u>(230,833)</u>	<u>(340)</u>	<u>(10,975)</u>	<u>(132,719)</u>
Net change in fund balances	(37,243)	(24)	(242,028)	606,828
Fund balances (deficits), July 1, 2021	1,464,406	7,372	284,354	3,800,388
Fund balances (deficits), June 30, 2022	<u>\$ 1,427,163</u>	<u>\$ 7,348</u>	<u>\$ 42,326</u>	<u>\$ 4,407,216</u>

City of Bend, Oregon
Nonmajor Debt Service Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits) (Continued)
For the fiscal year ended June 30, 2022

	BURA Core Area Debt Service Fund	2011 General Obligation Bond Debt Service Fund	Total Debt Service Funds
<u>Revenues</u>			
Property taxes	\$ 589,445	\$ 1,929,863	\$ 4,706,144
Intergovernmental	-	-	244,601
Charges for services	-	-	1,258,071
Investment earnings (loss)	(23,591)	(57,557)	(301,705)
Total revenues	565,854	1,872,306	5,907,111
<u>Expenditures</u>			
Current			
Infrastructure	-	94,509	94,509
Debt service			
Principal	-	1,290,000	3,452,329
Interest	-	540,058	1,144,280
Total expenditures	-	1,924,567	4,691,118
Excess (deficiency) of revenues over (under) expenditures	565,854	(52,261)	1,215,993
<u>Other Financing Sources (Uses)</u>			
Issuance of long-term debt	-	13,420,000	13,420,000
Premium on issuance of long-term debt	-	2,309,022	2,309,022
Payments to escrow agent on refunded debt	-	(15,640,000)	(15,640,000)
Transfers in	-	-	5,000
Transfers out	(265,500)	-	(645,367)
Total other financing sources (uses)	(265,500)	89,022	(551,345)
Net change in fund balances	300,354	36,761	664,648
Fund balances (deficits), July 1, 2021	-	1,815,240	7,371,760
Fund balances (deficits), June 30, 2022	\$ 300,354	\$ 1,852,001	\$ 8,036,408

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Property taxes						
Current year's property tax levy	\$ 1,245,400	\$ 1,245,400	\$ 608,070	\$ -	\$ 608,070	\$ (637,330)
Delinquent property taxes	23,100	23,100	7,745	-	7,745	(15,355)
Investment earnings	39,400	39,400	21,452	-	21,452	(17,948)
Total revenues	<u>1,307,900</u>	<u>1,307,900</u>	<u>637,267</u>	<u>-</u>	<u>637,267</u>	<u>(670,633)</u>
Expenditures						
Debt service	986,300	1,146,300	593,059	-	593,059	553,241
Reserved for debt service	1,521,200	1,361,200	-	-	-	1,361,200
Total expenditures	<u>2,507,500</u>	<u>2,507,500</u>	<u>593,059</u>	<u>-</u>	<u>593,059</u>	<u>1,914,441</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,199,600)</u>	<u>(1,199,600)</u>	<u>44,208</u>	<u>-</u>	<u>44,208</u>	<u>1,243,808</u>
Other Financing Sources (Uses)						
Net changes in fund balance	(1,199,600)	(1,199,600)	44,208	-	44,208	1,243,808
Beginning fund balance (deficit)	1,199,600	1,199,600	1,449,392	-	1,449,392	249,792
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,493,600</u>	<u>\$ -</u>	<u>\$ 1,493,600</u>	<u>\$ 1,493,600</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	(66,437)
Reclass debt service for budgetary reporting	230,833
Transfers out to Construction Fund for debt service	(230,833)
Ending fund balance - GAAP basis	<u>\$ 1,427,163</u>

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ 485,600	\$ 485,600	\$ 244,601	\$ -	\$ 244,601	\$ (240,999)
Investment earnings	600	600	681	-	681	81
Total revenues	<u>486,200</u>	<u>486,200</u>	<u>245,282</u>	<u>-</u>	<u>245,282</u>	<u>(240,918)</u>
Expenditures						
Debt service	485,600	485,600	244,601	-	244,601	240,999
Reserved for debt service	6,400	6,400	-	-	-	6,400
Total expenditures	<u>492,000</u>	<u>492,000</u>	<u>244,601</u>	<u>-</u>	<u>244,601</u>	<u>247,399</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,800)</u>	<u>(5,800)</u>	<u>681</u>	<u>-</u>	<u>681</u>	<u>6,481</u>
Other Financing Sources (Uses)						
Transfers in	10,000	10,000	5,000	-	5,000	(5,000)
Transfers out	(10,300)	(10,300)	(5,340)	-	(5,340)	4,960
Total other financing sources (uses)	<u>(300)</u>	<u>(300)</u>	<u>(340)</u>	<u>-</u>	<u>(340)</u>	<u>(40)</u>
Net changes in fund balance	(6,100)	(6,100)	341	-	341	6,441
Beginning fund balance (deficit)	6,100	6,100	7,012	-	7,012	912
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,353</u>	<u>\$ -</u>	<u>\$ 7,353</u>	<u>\$ 7,353</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	<u>(5)</u>
Ending fund balance - GAAP basis	<u>\$ 7,348</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Charges for services						
Charges to other City funds	\$ 3,462,200	\$ 3,462,200	\$ 1,258,071	\$ -	\$ 1,258,071	\$ (2,204,129)
Investment earnings	39,300	39,300	5,951	-	5,951	(33,349)
Total revenues	<u>3,501,500</u>	<u>3,501,500</u>	<u>1,264,022</u>	<u>-</u>	<u>1,264,022</u>	<u>(2,237,478)</u>
Expenditures						
Debt service	3,052,000	3,052,000	1,494,540	-	1,494,540	1,557,460
Reserved for debt service	735,700	735,700	-	-	-	735,700
Total expenditures	<u>3,787,700</u>	<u>3,787,700</u>	<u>1,494,540</u>	<u>-</u>	<u>1,494,540</u>	<u>2,293,160</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(286,200)</u>	<u>(286,200)</u>	<u>(230,518)</u>	<u>-</u>	<u>(230,518)</u>	<u>55,682</u>
Other Financing Sources (Uses)						
Transfers out	(16,000)	(16,000)	(10,975)	-	(10,975)	5,025
Total other financing sources (uses)	<u>(16,000)</u>	<u>(16,000)</u>	<u>(10,975)</u>	<u>-</u>	<u>(10,975)</u>	<u>5,025</u>
Net changes in fund balance	(302,200)	(302,200)	(241,493)	-	(241,493)	60,707
Beginning fund balance (deficit)	302,200	302,200	249,829	-	249,829	(52,371)
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,336</u>	<u>\$ -</u>	<u>\$ 8,336</u>	<u>\$ 8,336</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	33,990
Ending fund balance - GAAP basis	<u>\$ 42,326</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Property taxes						
Current year's property tax levy	\$ 2,853,300	\$ 2,853,300	\$ 1,551,156	\$ -	\$ 1,551,156	\$ (1,302,144)
Delinquent property taxes	53,700	53,700	19,865	-	19,865	(33,835)
Investment earnings	109,500	109,500	56,173	-	56,173	(53,327)
Total revenues	<u>3,016,500</u>	<u>3,016,500</u>	<u>1,627,194</u>	<u>-</u>	<u>1,627,194</u>	<u>(1,389,306)</u>
Expenditures						
Debt service	2,187,800	2,187,800	797,902	-	797,902	1,389,898
Reserved for debt service	4,445,500	4,445,500	-	-	-	4,445,500
Total expenditures	<u>6,633,300</u>	<u>6,633,300</u>	<u>797,902</u>	<u>-</u>	<u>797,902</u>	<u>5,835,398</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,616,800)</u>	<u>(3,616,800)</u>	<u>829,292</u>	<u>-</u>	<u>829,292</u>	<u>4,446,092</u>
Net changes in fund balance	(3,616,800)	(3,616,800)	829,292	-	829,292	4,446,092
Beginning fund balance (deficit)	3,616,800	3,616,800	3,747,248	-	3,747,248	130,448
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,576,540</u>	<u>\$ -</u>	<u>\$ 4,576,540</u>	<u>\$ 4,576,540</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	(169,324)
Reclass debt service for budgetary reporting	132,719
Transfers out to construction fund for debt service	(132,719)
Ending fund balance - GAAP basis	<u>\$ 4,407,216</u>

City of Bend, Oregon
BURA Core Area Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Property taxes						
Current year's property tax levy	\$ 1,262,700	\$ 1,262,700	\$ 586,722	\$ -	\$ 586,722	\$ (675,978)
Delinquent property taxes	1,800	1,800	2,723	-	2,723	923
Investment earnings	10,000	10,000	4,389	-	4,389	(5,611)
Total revenues	1,274,500	1,274,500	593,834	-	593,834	(680,666)
Expenditures						
Debt service	672,800	977,800	265,500	-	265,500	712,300
Reserves	601,700	296,700	-	-	-	296,700
Total expenditures	1,274,500	1,274,500	265,500	-	265,500	1,009,000
Excess (deficiency) of revenues over (under) expenditures	-	-	328,334	-	328,334	328,334
Net changes in fund balance	-	-	328,334	-	328,334	328,334
Beginning fund balance (deficit)	-	-	-	-	-	-
Ending fund balance (deficit)	\$ -	\$ -	\$ 328,334	\$ -	\$ 328,334	\$ 328,334

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	(27,980)
Reclass debt service for budgetary reporting	265,500
Transfers out to construction fund for debt service	(265,500)
Ending fund balance - GAAP basis	\$ 300,354

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Property taxes						
Current year's property tax levy	\$ 3,680,000	\$ 3,680,000	\$ 1,901,993	\$ -	\$ 1,901,993	\$ (1,778,007)
Delinquent property taxes	44,400	44,400	27,870	-	27,870	(16,530)
Investment earnings	52,600	52,600	32,227	-	32,227	(20,373)
Total revenues	3,777,000	3,777,000	1,962,090	-	1,962,090	(1,814,910)
Expenditures						
Current						
Infrastructure	1,000	98,100	94,509	-	94,509	3,591
Debt service	3,676,000	19,308,000	1,830,058	-	1,830,058	17,477,942
Reserved for debt service	1,805,600	1,805,600	-	-	-	1,805,600
Total expenditures	5,482,600	21,211,700	1,924,567	-	1,924,567	19,287,133
Excess (deficiency) of revenues over (under) expenditures	(1,705,600)	(17,434,700)	37,523	-	37,523	17,472,223
Other Financing Sources (Uses)						
Issuance of long-term debt	-	15,729,100	13,420,000	-	13,420,000	(2,309,100)
Premium on issuance of long-term debt	-	-	2,309,022	-	2,309,022	2,309,022
Payments to escrow agent on refunded debt	-	-	(15,640,000)	-	(15,640,000)	(15,640,000)
Total other financing sources (uses)	-	15,729,100	89,022	-	89,022	(15,640,078)
Net changes in fund balance	(1,705,600)	(1,705,600)	126,545	-	126,545	1,832,145
Beginning fund balance (deficit)	1,705,600	1,705,600	1,781,872	-	1,781,872	76,272
Ending fund balance (deficit)	\$ -	\$ -	\$ 1,908,417	\$ -	\$ 1,908,417	\$ 1,908,417

Reconciliation of Budgetary basis to GAAP basis

Urealized gain/(loss) from investments	(56,416)
Ending fund balance - GAAP basis	<u>\$ 1,852,001</u>

City of Bend, Oregon
2020 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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
<u>Revenues</u>						
Property taxes						
Current year's property tax levy	\$ 2,092,000	\$ 2,468,000	\$ -	\$ -	-	\$ (2,468,000)
Investment earnings	5,300	5,300	-	-	-	(5,300)
Total revenues	<u>2,097,300</u>	<u>2,473,300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,473,300)</u>
<u>Expenditures</u>						
Current						
Infrastructure	1,000	1,000	-	-	-	1,000
Debt service	1,944,000	2,320,000	-	-	-	2,320,000
Reserves	152,300	152,300	-	-	-	152,300
Total expenditures	<u>2,097,300</u>	<u>2,473,300</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,473,300</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>

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
Nonmajor Debt Service Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ending June 30, 2023

	Appropriation	Actual Expenditures	Variance with Final Budget - Over/Under
<u>BURA Murphy Crossing Debt Service Fund</u>			
Debt service	\$ 1,146,300	\$ 593,059	\$ 553,241
Reserves	1,361,200	-	1,361,200
Total BURA Murphy Crossing Debt Service Fund	<u>\$ 2,507,500</u>	<u>\$ 593,059</u>	<u>\$ 1,914,441</u>
<u>Fire Station Debt Service Fund</u>			
Debt service	\$ 485,600	\$ 244,601	\$ 240,999
Transfers	10,300	5,340	4,960
Reserves	6,400	-	6,400
Total Fire Station Debt Service Fund	<u>\$ 502,300</u>	<u>\$ 249,941</u>	<u>\$ 252,359</u>
<u>PERS Debt Service Fund</u>			
Debt service	\$ 3,052,000	\$ 1,494,540	\$ 1,557,460
Transfers	16,000	10,975	5,025
Reserves	735,700	-	735,700
Total PERS Debt Service Fund	<u>\$ 3,803,700</u>	<u>\$ 1,505,515</u>	<u>\$ 2,298,185</u>
<u>BURA Juniper Ridge Debt Service Fund</u>			
Debt service	\$ 2,187,800	\$ 797,902	\$ 1,389,898
Reserves	4,445,500	-	4,445,500
Total BURA Juniper Ridge Debt Service Fund	<u>\$ 6,633,300</u>	<u>\$ 797,902</u>	<u>\$ 5,835,398</u>
<u>BURA Core Area Debt Service Fund</u>			
Debt service	\$ 977,800	\$ 265,500	\$ 712,300
Reserves	296,700	-	296,700
Total BURA Core Area Debt Service Fund	<u>\$ 1,274,500</u>	<u>\$ 265,500</u>	<u>\$ 1,009,000</u>
<u>2011 General Obligation Bond Debt Service Fund</u>			
Infrastructure program	\$ 98,100	\$ 94,509	\$ 3,591
Debt service	19,308,000	1,830,058	17,477,942
Reserves	1,805,600	-	1,805,600
Total 2011 General Obligation Bond Debt Service Fund	<u>\$ 21,211,700</u>	<u>\$ 1,924,567</u>	<u>\$ 19,287,133</u>
<u>2020 General Obligation Bond Debt Service Fund</u>			
Infrastructure program	\$ 1,000	-	\$ 1,000
Debt service	2,320,000	-	2,320,000
Reserves	152,300	-	152,300
Total 2020 General Obligation Bond Debt Service Fund	<u>\$ 2,473,300</u>	<u>\$ -</u>	<u>\$ 2,473,300</u>

Major Capital Projects Fund

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Franchise fees	\$ 5,564,200	\$ 5,564,200	\$ 2,672,499	\$ -	\$ 2,672,499	\$ (2,891,701)
Intergovernmental	2,000,000	2,000,000	2,000,000	-	2,000,000	-
Charges for services						
Charges to other City funds	33,200	33,200	-	-	-	(33,200)
Contributions	-	-	192,410	-	192,410	192,410
Loan repayments	261,800	261,800	-	-	-	(261,800)
Investment earnings	724,200	724,200	210,535	-	210,535	(513,665)
Miscellaneous	1,000	1,000	201	-	201	(799)
Total revenues	8,584,400	8,584,400	5,075,645	-	5,075,645	(3,508,755)
Expenditures						
Current						
Infrastructure	37,255,000	46,177,800	17,571,123	-	17,571,123	28,606,677
Interfund charges	6,044,200	6,246,200	3,058,000	-	3,058,000	3,188,200
Debt service	7,157,000	7,157,000	3,401,412	-	3,401,412	3,755,588
Contingency	909,300	707,300	-	-	-	707,300
Reserved for construction	8,768,800	4,568,800	-	-	-	4,568,800
Reserved for debt service	7,508,000	7,508,000	-	-	-	7,508,000
Reserved for developer exaction	698,900	698,900	-	-	-	698,900
Total expenditures	68,341,200	73,064,000	24,030,535	-	24,030,535	49,033,465
Excess (deficiency) of revenues over (under) expenditures	<u>(59,756,800)</u>	<u>(64,479,600)</u>	<u>(18,954,890)</u>	<u>-</u>	<u>(18,954,890)</u>	<u>45,524,710</u>
Other Financing Sources (Uses)						
Issuance of long-term debt	14,737,500	14,737,500	-	-	-	(14,737,500)
Interfund loan repayments	1,064,500	1,064,500	352,334	-	352,334	(712,166)
Transfers in	24,991,400	24,991,400	7,892,531	-	7,892,531	(17,098,869)
Transfers out	(203,100)	(203,100)	(56,250)	-	(56,250)	146,850
Total other financing sources (uses)	40,590,300	40,590,300	8,188,615	-	8,188,615	(32,401,685)
Net changes in fund balance	(19,166,500)	(23,889,300)	(10,766,275)	-	(10,766,275)	13,123,025
Beginning fund balance (deficit)	19,166,500	23,889,300	26,126,856	-	26,126,856	2,237,556
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,360,581</u>	<u>\$ -</u>	<u>\$ 15,360,581</u>	<u>\$ 15,360,581</u>
Reconciliation of Budgetary basis to GAAP basis						
Unrealized gain/(loss) from investments					(599,835)	
Ending fund balance - GAAP basis					<u>\$ 14,760,746</u>	

City of Bend, Oregon
Major Capital Projects Fund
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ending June 30, 2023

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>Transportation Construction Fund</u>			
Infrastructure program	\$ 46,177,800	\$ 17,571,123	\$ 28,606,677
Debt service	7,157,000	3,401,412	3,755,588
Transfers	6,449,300	3,114,250	3,335,050
Contingency	707,300	-	707,300
Reserves	12,775,700	-	12,775,700
Total transportation construction fund	<u>\$ 73,267,100</u>	<u>\$ 24,086,785</u>	<u>\$ 49,180,315</u>

Nonmajor Capital Projects Funds

Local Improvement District Construction (LID) 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.

BURA Core Area Construction Fund

This fund accounts for projects in the Core Area tax increment financing district. The principal source of revenue is 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.

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.

City of Bend, Oregon
Nonmajor Capital Projects Funds
Combining Balance Sheet
June 30, 2022

	Local Improvement District Construction (LID) Fund	BURA Murphy Crossing Construction Fund	BURA Juniper Ridge Construction Fund	BURA Core Area Construction Fund
Assets				
Pooled cash and investments	\$ 618,822	\$ -	\$ -	\$ -
Restricted cash and investments	-	488	59,999	6,962
Receivables				
Accounts, net	-	-	-	-
Loans and notes receivable, net	-	750,000	-	-
Total assets	<u>618,822</u>	<u>750,488</u>	<u>59,999</u>	<u>6,962</u>
Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)				
Liabilities				
Accounts payable	-	298	20,415	4,375
Salaries and benefits payable	-	-	-	2,587
Retainage payable	-	-	841	-
Total liabilities	<u>-</u>	<u>298</u>	<u>21,256</u>	<u>6,962</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>	<u>-</u>
Fund Balances (Deficits)				
Restricted				
Outside construction covenant	-	190	38,743	-
Assigned				
Construction activities	<u>618,822</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances (deficits)	<u>618,822</u>	<u>190</u>	<u>38,743</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances (deficits)	<u>\$ 618,822</u>	<u>\$ 750,488</u>	<u>\$ 59,999</u>	<u>\$ 6,962</u>

Continued on next page

City of Bend, Oregon
Nonmajor Capital Projects Funds
Combining Balance Sheet (Continued)
June 30, 2022

	Accessibility Construction Fund	2020 General Obligation Bond Construction Fund	Total Capital Projects Funds
<u>Assets</u>			
Pooled cash and investments	\$ 1,079,307	\$ -	\$ 1,698,129
Restricted cash and investments	-	31,084,476	31,151,925
Receivables			
Accounts, net	90,128	-	90,128
Loans and notes receivable, net	-	-	750,000
Total assets	<u>1,169,435</u>	<u>31,084,476</u>	<u>33,690,182</u>
<u>Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)</u>			
Liabilities			
Accounts payable	26,127	321,103	372,318
Salaries and benefits payable	-	10,100	12,687
Retainage payable	-	2,168	3,009
Total liabilities	<u>26,127</u>	<u>333,371</u>	<u>388,014</u>
Deferred Inflows of Resources			
Unavailable revenue - assessments & loans	-	-	750,000
Unavailable revenue - other billings and fees	35,175	-	35,175
Total deferred inflows of resources	<u>35,175</u>	<u>-</u>	<u>785,175</u>
Fund Balances (Deficits)			
Restricted			
Outside construction covenant	-	30,751,105	30,790,038
Assigned			
Construction activities	1,108,133	-	1,726,955
Total fund balances (deficits)	<u>1,108,133</u>	<u>30,751,105</u>	<u>32,516,993</u>
Total liabilities, deferred inflows of resources and fund balances (deficits)	<u>\$ 1,169,435</u>	<u>\$ 31,084,476</u>	<u>\$ 33,690,182</u>

City of Bend, Oregon
Nonmajor Capital Projects Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the fiscal year ended June 30, 2022

	Local Improvement District Construction (LID) Fund	BURA Murphy Crossing Construction Fund	BURA Juniper Ridge Construction Fund	BURA Core Area Construction Fund
<u>Revenues</u>				
Franchise fees	\$ -	\$ -	\$ -	\$ -
Contributions	-	-	-	4,000
Investment earnings (loss)	(22,418)	-	1,357	-
Total revenues	<u>(22,418)</u>	<u>-</u>	<u>1,357</u>	<u>4,000</u>
<u>Expenditures</u>				
Current				
Infrastructure	-	-	-	-
Urban renewal	-	230,833	109,900	269,500
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>230,833</u>	<u>109,900</u>	<u>269,500</u>
Excess (deficiency) of revenues over expenditures	<u>(22,418)</u>	<u>(230,833)</u>	<u>(108,543)</u>	<u>(265,500)</u>
<u>Other Financing Sources (Uses)</u>				
Issuance of long-term debt	-	-	-	-
Premium on issuance of long-term debt	-	-	-	-
Transfers in	-	230,833	132,719	265,500
Transfers out	(3,962)	-	(24,176)	-
Total other financing sources (uses)	<u>(3,962)</u>	<u>230,833</u>	<u>108,543</u>	<u>265,500</u>
Net change in fund balances	(26,380)	-	-	-
Fund balances (deficits), July 1, 2021	645,202	190	38,743	-
Fund balances (deficits), June 30, 2022	<u>\$ 618,822</u>	<u>\$ 190</u>	<u>\$ 38,743</u>	<u>\$ -</u>

City of Bend, Oregon
Nonmajor Capital Projects Funds
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits) (Continued)
For the fiscal year ended June 30, 2022

	Accessibility Construction Fund	2020 General Obligation Bond Construction Fund	Total Capital Projects Funds
<u>Revenues</u>			
Franchise fees	\$ 890,662	\$ -	\$ 890,662
Contributions	-	-	4,000
Investment earnings (loss)	(39,696)	105,881	45,124
Total revenues	<u>850,966</u>	<u>105,881</u>	<u>939,786</u>
<u>Expenditures</u>			
Current			
Infrastructure	290,146	795,697	1,085,843
Urban renewal	-	-	610,233
Debt service			
Principal	275,576	-	275,576
Interest	20,611	-	20,611
Capital outlay	59,273	3,438,891	3,498,164
Total expenditures	<u>645,606</u>	<u>4,234,588</u>	<u>5,490,427</u>
Excess (deficiency) of revenues over expenditures	<u>205,360</u>	<u>(4,128,707)</u>	<u>(4,550,641)</u>
<u>Other Financing Sources (Uses)</u>			
Issuance of long-term debt	-	32,880,000	32,880,000
Premium on issuance of long-term debt	-	2,352,146	2,352,146
Transfers in	-	-	629,052
Transfers out	(6,362)	-	(34,500)
Total other financing sources (uses)	<u>(6,362)</u>	<u>35,232,146</u>	<u>35,826,698</u>
Net change in fund balances	198,998	31,103,439	31,276,057
Fund balances (deficits), July 1, 2021	909,135	(352,334)	1,240,936
Fund balances (deficits), June 30, 2022	<u>\$ 1,108,133</u>	<u>\$ 30,751,105</u>	<u>\$ 32,516,993</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Investment earnings	\$ 15,000	\$ 15,000	\$ 7,925	\$ -	\$ 7,925	\$ (7,075)
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>7,925</u>	<u>-</u>	<u>7,925</u>	<u>(7,075)</u>
Expenditures						
Reserved for construction	640,400	640,400	-	-	-	640,400
Total expenditures	<u>640,400</u>	<u>640,400</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>640,400</u>
Excess (deficiency) of revenues over (under) expenditures	(625,400)	(625,400)	7,925	-	7,925	633,325
Other Financing Sources (Uses)						
Transfers out	(7,600)	(7,600)	(3,962)	-	(3,962)	3,638
Total other financing sources (uses)	<u>(7,600)</u>	<u>(7,600)</u>	<u>(3,962)</u>	<u>-</u>	<u>(3,962)</u>	<u>3,638</u>
Net changes in fund balance	(633,000)	(633,000)	3,963	-	3,963	636,963
Beginning fund balance (deficit)	633,000	633,000	633,187	-	633,187	187
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 637,150</u>	<u>\$ -</u>	<u>\$ 637,150</u>	<u>\$ 637,150</u>
Reconciliation of Budgetary basis to GAAP basis						
Unrealized gain/(loss) from investments					(18,328)	
Ending fund balance - GAAP basis					<u>\$ 618,822</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
<u>Expenditures</u>						
Current						
Community and economic development	\$ 262,700	\$ 413,100	\$ 165,633	\$ -	\$ 165,633	\$ 247,467
Interfund charges	126,600	136,200	65,200	-	65,200	71,000
Total expenditures	<u>389,300</u>	<u>549,300</u>	<u>230,833</u>	<u>-</u>	<u>230,833</u>	<u>318,467</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(389,300)</u>	<u>(549,300)</u>	<u>(230,833)</u>	<u>-</u>	<u>(230,833)</u>	<u>318,467</u>
<u>Other Financing Sources (Uses)</u>						
Interfund loan proceeds	389,300	549,300	230,833	-	230,833	(318,467)
Total other financing sources (uses)	<u>389,300</u>	<u>549,300</u>	<u>230,833</u>	<u>-</u>	<u>230,833</u>	<u>(318,467)</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>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	190
Transfers in to construction fund for debt service	230,833
Reclass loan proceeds for budgetary reporting	(230,833)
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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Investment earnings	\$ -	\$ -	\$ 1,357	\$ -	\$ 1,357	\$ 1,357
Total revenues	<u>-</u>	<u>-</u>	<u>1,357</u>	<u>-</u>	<u>1,357</u>	<u>1,357</u>
Expenditures						
Current						
Community and economic development	3,082,800	4,049,800	9,700	-	9,700	4,040,100
Interfund charges	196,000	204,000	100,200	-	100,200	103,800
Total expenditures	<u>3,278,800</u>	<u>4,253,800</u>	<u>109,900</u>	<u>-</u>	<u>109,900</u>	<u>4,143,900</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,278,800)</u>	<u>(4,253,800)</u>	<u>(108,543)</u>	<u>-</u>	<u>(108,543)</u>	<u>4,145,257</u>
Other Financing Sources (Uses)						
Interfund loan proceeds	626,800	626,800	132,719	-	132,719	(494,081)
Issuance of long-term debt	2,652,000	3,627,000	-	-	-	(3,627,000)
Transfers out	-	-	(24,176)	-	(24,176)	(24,176)
Total other financing sources (uses)	<u>3,278,800</u>	<u>4,253,800</u>	<u>108,543</u>	<u>-</u>	<u>108,543</u>	<u>(4,145,257)</u>
Beginning fund balance (deficit)	-	-	-	-	-	-
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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	132,719
Reclass loan proceeds for budgetary reporting	(132,719)
Ending fund balance - GAAP basis	<u>\$ 38,743</u>

City of Bend, Oregon
BURA Core Area Construction Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Contributions	\$ -	\$ -	\$ 4,000	\$ -	\$ 4,000	\$ 4,000
Total revenues	<u>-</u>	<u>-</u>	<u>4,000</u>	<u>-</u>	<u>4,000</u>	<u>4,000</u>
Expenditures						
Current						
Community and economic development	769,800	759,400	161,100	-	161,100	598,300
Interfund charges	208,000	218,400	108,400	-	108,400	110,000
Total expenditures	<u>977,800</u>	<u>977,800</u>	<u>269,500</u>	<u>-</u>	<u>269,500</u>	<u>708,300</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(977,800)</u>	<u>(977,800)</u>	<u>(265,500)</u>	<u>-</u>	<u>(265,500)</u>	<u>712,300</u>
Other Financing Sources (Uses)						
Interfund loan proceeds	977,800	977,800	265,500	-	265,500	(712,300)
Total other financing sources (uses)	<u>977,800</u>	<u>977,800</u>	<u>265,500</u>	<u>-</u>	<u>265,500</u>	<u>(712,300)</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
Accessibility Construction Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance (Deficit) - Budget and Actual
For the fiscal year ended June 30, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Franchise fees	\$ 1,854,700	\$ 1,854,700	\$ 890,662	\$ -	\$ 890,662	\$ (964,038)
Contributions	112,000	112,000	-	-	-	(112,000)
Investment earnings	59,100	59,100	12,723	-	12,723	(46,377)
Total revenues	<u>2,025,800</u>	<u>2,025,800</u>	<u>903,385</u>	<u>-</u>	<u>903,385</u>	<u>(1,122,415)</u>
Expenditures						
Current						
Infrastructure	1,468,700	1,553,700	61,320	-	61,320	1,492,380
Interfund charges	672,000	681,400	288,100	-	288,100	393,300
Debt service	670,000	670,000	296,187	-	296,187	373,813
Contingency	33,400	24,000	-	-	-	24,000
Reserved for construction	751,000	751,000	-	-	-	751,000
Total expenditures	<u>3,595,100</u>	<u>3,680,100</u>	<u>645,607</u>	<u>-</u>	<u>645,607</u>	<u>3,034,493</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,569,300)</u>	<u>(1,654,300)</u>	<u>257,778</u>	<u>-</u>	<u>257,778</u>	<u>1,912,078</u>
Other Financing Sources (Uses)						
Issuance of long-term debt	816,000	816,000	-	-	-	(816,000)
Transfers out	(29,600)	(29,600)	(6,362)	-	(6,362)	23,238
Total other financing sources (uses)	<u>786,400</u>	<u>786,400</u>	<u>(6,362)</u>	<u>-</u>	<u>(6,362)</u>	<u>(792,762)</u>
Net changes in fund balance	(782,900)	(867,900)	251,416	-	251,416	1,119,316
Beginning fund balance (deficit)	782,900	867,900	878,603	-	878,603	10,703
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,130,019</u>	<u>\$ -</u>	<u>\$ 1,130,019</u>	<u>\$ 1,130,019</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	(21,886)
Ending fund balance - GAAP basis	<u>\$ 1,108,133</u>

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Investment earnings	\$ 140,000	\$ 140,000	\$ 105,881	\$ -	\$ 105,881	\$ (34,119)
Total revenues	<u>140,000</u>	<u>140,000</u>	<u>105,881</u>	<u>-</u>	<u>105,881</u>	<u>(34,119)</u>
Expenditures						
Current						
Infrastructure	14,732,500	20,732,300	4,234,588	-	4,234,588	16,497,712
Reserved for construction	8,577,100	13,822,100	-	-	-	13,822,100
Total expenditures	<u>23,309,600</u>	<u>34,554,400</u>	<u>4,234,588</u>	<u>-</u>	<u>4,234,588</u>	<u>30,319,812</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(23,169,600)</u>	<u>(34,414,400)</u>	<u>(4,128,707)</u>	<u>-</u>	<u>(4,128,707)</u>	<u>30,285,693</u>
Other Financing Sources (Uses)						
Issuance of long-term debt	24,206,000	35,450,800	32,880,000	-	32,880,000	(2,570,800)
Premium on issuance of long-term debt	-	-	2,352,146	-	2,352,146	2,352,146
Interfund loan repayments	(1,064,500)	(1,064,500)	(352,334)	-	(352,334)	712,166
Transfers in	28,100	28,100	-	-	-	(28,100)
Total other financing sources (uses)	<u>23,169,600</u>	<u>34,414,400</u>	<u>34,879,812</u>	<u>-</u>	<u>34,879,812</u>	<u>465,412</u>
Net changes in fund balance	-	-	30,751,105	-	30,751,105	30,751,105
Beginning fund balance (deficit)	-	-	-	-	-	-
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,751,105</u>	<u>\$ -</u>	<u>\$ 30,751,105</u>	<u>\$ 30,751,105</u>

City of Bend, Oregon
Nonmajor Capital Projects Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ending June 30, 2023

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>Local Improvement District Construction (LID) Fund</u>			
Transfers	\$ 7,600	\$ 3,962	\$ 3,638
Reserves	640,400	-	640,400
Total Local Improvement District Construction (LID) Fund	<u>\$ 648,000</u>	<u>\$ 3,962</u>	<u>\$ 644,038</u>
<u>BURA Murphy Crossing Construction Fund</u>			
Community and economic development program	\$ 413,100	\$ 165,633	\$ 247,467
Transfers	136,200	65,200	71,000
Total BURA Murphy Crossing Construction Fund	<u>\$ 549,300</u>	<u>\$ 230,833</u>	<u>\$ 318,467</u>
<u>BURA Juniper Ridge Construction Fund</u>			
Community and economic development program	\$ 4,049,800	\$ 9,700	\$ 4,040,100
Transfers	204,000	124,376	79,624
Total BURA Juniper Ridge Construction Fund	<u>\$ 4,253,800</u>	<u>\$ 134,076</u>	<u>\$ 4,119,724</u>
<u>BURA Core Area Construction Fund</u>			
Community and economic development program	\$ 759,400	\$ 161,100	\$ 598,300
Transfers	218,400	108,400	110,000
Total BURA Core Area Construction Fund	<u>\$ 977,800</u>	<u>\$ 269,500</u>	<u>\$ 708,300</u>
<u>Accessibility Construction Fund</u>			
Infrastructure program	\$ 1,553,700	\$ 61,320	\$ 1,492,380
Debt service	670,000	296,187	373,813
Transfers	711,000	294,462	416,538
Contingency	24,000	-	24,000
Reserves	751,000	-	751,000
Total Accessibility Construction Fund	<u>\$ 3,709,700</u>	<u>\$ 651,969</u>	<u>\$ 3,057,731</u>
<u>2020 General Obligation Bond Construction Fund</u>			
Infrastructure program	\$ 20,732,300	\$ 4,234,588	\$ 16,497,712
Reserves	13,822,100	-	13,822,100
Total 2020 General Obligation Bond Construction Fund	<u>\$ 34,554,400</u>	<u>\$ 4,234,588</u>	<u>\$ 30,319,812</u>

Nonmajor Permanent Fund

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Permanent maintenance fees	\$ 15,400	\$ 15,400	\$ 6,136	\$ -	\$ 6,136	\$ (9,264)
Investment earnings	34,200	34,200	36,530	-	36,530	2,330
Total revenues	<u>49,600</u>	<u>49,600</u>	<u>42,666</u>	<u>-</u>	<u>42,666</u>	<u>(6,934)</u>
Expenditures						
Current						
Infrastructure	10,800	10,800	5,797	-	5,797	5,003
Reserved for permanent maintenance	660,900	660,900	-	-	-	660,900
Total expenditures	<u>671,700</u>	<u>671,700</u>	<u>5,797</u>	<u>-</u>	<u>5,797</u>	<u>665,903</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(622,100)</u>	<u>(622,100)</u>	<u>36,869</u>	<u>-</u>	<u>36,869</u>	<u>658,969</u>
Other Financing Sources (Uses)						
Transfers out	(23,400)	(23,400)	(16,030)	-	(16,030)	7,370
Total other financing sources (uses)	<u>(23,400)</u>	<u>(23,400)</u>	<u>(16,030)</u>	<u>-</u>	<u>(16,030)</u>	<u>7,370</u>
Net changes in fund balance	(645,500)	(645,500)	20,839	-	20,839	666,339
Beginning fund balance (deficit)	645,500	645,500	652,554	-	652,554	7,054
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 673,393</u>	<u>\$ -</u>	<u>\$ 673,393</u>	<u>\$ 673,393</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain/(loss) from investments	<u>(14,871)</u>
Ending fund balance - GAAP basis	<u>\$ 658,522</u>

City of Bend, Oregon
Nonmajor Permanent Fund
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ending June 30, 2023

	<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	\$ 5,797	\$ 5,003
Transfers	23,400	16,030	7,370
Reserves	660,900	-	660,900
Total Cemetery Permanent Maintenance Fund	<u>\$ 695,100</u>	<u>\$ 21,827</u>	<u>\$ 673,273</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
Nonmajor Enterprise Funds
Combining Statement of Net Position
June 30, 2022

	Airport Fund	Cemetery Fund	Parking Services Fund	Stormwater Fund	Total Nonmajor Enterprise Funds
Assets					
Current assets					
Pooled cash and investments	\$ 485,678	\$ 45,247	\$ 1,102,108	\$ 1,751,639	\$ 3,384,672
Receivables					
Accounts, net	9,825	-	181,164	696,683	887,672
Interest	190,432	-	1,287	-	191,719
Due from other governments	233,383	-	-	-	233,383
Lease receivable - due within one year	291,883	-	198,532	-	490,415
Prepays and deposits	300	-	-	-	300
Total current assets	1,211,501	45,247	1,483,091	2,448,322	5,188,161
Noncurrent assets					
Restricted cash and investments	24,156	-	1,286,793	269,113	1,580,062
Lease receivable	17,249,387	-	2,238,325	-	19,487,712
Right to use lease assets, net	-	-	-	140	140
Capital assets, net	29,513,913	139,067	11,400,763	51,372,716	92,426,459
Net OPEB asset	3,539	2,616	3,077	18,311	27,543
Total noncurrent assets	46,790,995	141,683	14,928,958	51,660,280	113,521,916
Total assets	48,002,496	186,930	16,412,049	54,108,602	118,710,077
Deferred Outflows of Resources					
Deferred outflows from pensions	95,357	70,481	82,919	493,368	742,125
Deferred outflows from OPEB	18,662	13,794	16,229	96,557	145,242
Total deferred outflows of resources	114,019	84,275	99,148	589,925	887,367
Liabilities					
Current liabilities					
Accounts payable	16,360	1,752	50,589	439,951	508,652
Salaries and benefits payable	3,715	2,244	3,513	16,448	25,920
Retainage payable	-	-	-	340,494	340,494
Other accrued liabilities					
Compensated absences	22,849	16,345	13,049	53,810	106,053
Interest payable	3,423	25	2,559	4,323	10,330
Insurance claims	82	8	93	171	354
Other	25,008	-	-	-	25,008
Deposits - restricted	24,016	-	16,793	-	40,809
Current portion of lease liabilities	-	-	-	141	141
Current portion of long term debt	41,014	5,500	68,535	236,127	351,176
Total current liabilities	136,467	25,874	155,131	1,091,465	1,408,937
Noncurrent liabilities					
Long-term debt, net	460,815	16,900	654,506	3,578,195	4,710,416
Net pension liability	108,073	79,880	93,976	559,161	841,090
Total OPEB liability	97,462	72,037	84,749	504,259	758,507
Total noncurrent liabilities	666,350	168,817	833,231	4,641,615	6,310,013
Total liabilities	802,817	194,691	988,362	5,733,080	7,718,950
Deferred Inflows of Resources					
Deferred inflows from leases	17,300,154	-	2,386,672	-	19,686,826
Deferred inflows from pensions	89,699	66,299	77,999	464,093	698,090
Deferred inflows from OPEB	38,859	28,722	33,791	201,054	302,426
Total deferred inflows of resources	17,428,712	95,021	2,498,462	665,147	20,687,342
Net Position (Deficit)					
Net investment in capital assets	29,012,083	116,667	10,677,723	47,213,884	87,020,357
Restricted					
Capital projects	-	-	1,270,000	-	1,270,000
Unrestricted (deficit)	872,903	(135,174)	1,076,650	1,086,416	2,900,795
Total net position (deficit)	\$ 29,884,986	\$ (18,507)	\$ 13,024,373	\$ 48,300,300	\$ 91,191,152

City of Bend, Oregon
Nonmajor Enterprise Funds
Combining Statement of Revenues, Expenses, and Changes in Net Position
For the fiscal year ended June 30, 2022

	Airport Fund	Cemetery Fund	Parking Services Fund	Stormwater Fund	Total Nonmajor Enterprise Funds
Operating Revenues					
Licenses and permits	\$ -	\$ -	\$ 905,430	\$ -	\$ 905,430
Charges for services	68,716	93,582	-	4,852,334	5,014,632
Rental income	1,151,168	-	239,509	-	1,390,677
Fines and forfeitures	-	-	638,917	-	638,917
Miscellaneous	12,532	3,707	-	2	16,241
Total operating revenues	<u>1,232,416</u>	<u>97,289</u>	<u>1,783,856</u>	<u>4,852,336</u>	<u>7,965,897</u>
Operating Expenses					
Salaries and benefits	235,517	147,532	281,803	1,212,110	1,876,962
Materials and supplies	108,718	71,567	725,746	284,659	1,190,690
Internal services	274,402	47,447	246,293	991,137	1,559,279
Depreciation and amortization	849,928	21,169	428,551	1,346,865	2,646,513
Total operating expenses	<u>1,468,565</u>	<u>287,715</u>	<u>1,682,393</u>	<u>3,834,771</u>	<u>7,273,444</u>
Operating income (loss)	<u>(236,149)</u>	<u>(190,426)</u>	<u>101,463</u>	<u>1,017,565</u>	<u>692,453</u>
Nonoperating Revenues (Expenses)					
Investment earnings (loss)	344,041	121	(46,646)	(46,862)	250,654
Insurance proceeds	-	-	1,230	-	1,230
Interest expense	(22,584)	(382)	(32,749)	(56,160)	(111,875)
Amortization of debt premiums and discounts	-	-	7,573	-	7,573
Gain (loss) on disposal of assets	-	3,202	-	-	3,202
Total nonoperating revenues (expenses)	<u>321,457</u>	<u>2,941</u>	<u>(70,592)</u>	<u>(103,022)</u>	<u>150,784</u>
Income (loss) before contributions and transfers	85,308	(187,485)	30,871	914,543	843,237
Contributions and Transfers					
Capital grants and contributions	656,875	-	27,973	3,756,194	4,441,042
Forgiveness of debt	800,000	-	-	-	800,000
Transfers in	-	177,730	-	84,263	261,993
Transfers out	(102,000)	(1,000)	(101,000)	(220,300)	(424,300)
Total contributions and transfers	<u>1,354,875</u>	<u>176,730</u>	<u>(73,027)</u>	<u>3,620,157</u>	<u>5,078,735</u>
Change in net position	1,440,183	(10,755)	(42,156)	4,534,700	5,921,972
Net position (deficit), July 1, 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>
Net position (deficit), June 30, 2022	<u>\$ 29,884,986</u>	<u>\$ (18,507)</u>	<u>\$ 13,024,373</u>	<u>\$ 48,300,300</u>	<u>\$ 91,191,152</u>

City of Bend, Oregon
Nonmajor Enterprise Fund
Combining Statement of Cash Flows
For the fiscal year ended June 30, 2022

	<u>Airport Fund</u>	<u>Cemetery Fund</u>	<u>Parking Services Fund</u>	<u>Stormwater Fund</u>	<u>Total</u>
<u>Cash Flows from Operating Activities</u>					
Cash received from customers	\$ 809,867	\$ 97,289	\$ 1,694,442	\$ 4,791,425	\$ 7,393,023
Cash received from interfund services provided	-	-	-	27,736	27,736
Cash paid to employees for services	(229,652)	(142,944)	(204,886)	(1,221,300)	(1,798,782)
Cash paid to suppliers for goods and services	(94,422)	(35,971)	(708,272)	136,604	(702,061)
Cash paid for interfund services used	(279,161)	(89,204)	(255,262)	(991,660)	(1,615,287)
Net cash from operating activities	<u>206,632</u>	<u>(170,830)</u>	<u>526,022</u>	<u>2,742,805</u>	<u>3,304,629</u>
<u>Cash Flows from Noncapital Financing Activities</u>					
Transfers from other funds	-	177,730	-	84,263	261,993
Transfers to other funds	(102,000)	(1,000)	(101,000)	(220,300)	(424,300)
Net cash from noncapital financing activities	<u>(102,000)</u>	<u>176,730</u>	<u>(101,000)</u>	<u>(136,037)</u>	<u>(162,307)</u>
<u>Cash Flows from Capital and Related Financing Activities</u>					
Principal payments on capital debt	(40,573)	(5,400)	(55,550)	(231,278)	(332,801)
Interest payments on capital debt	(22,851)	(390)	(32,935)	(56,701)	(112,877)
Acquisition and construction of capital assets	(470,344)	-	(26,131)	(6,955,333)	(7,451,808)
Capital grants and contributions	367,319	-	27,973	-	395,292
Insurance proceeds	-	-	1,230	-	1,230
Proceeds from sale of capital assets	-	3,202	-	-	3,202
Net cash from capital and related financing activities	<u>(166,449)</u>	<u>(2,588)</u>	<u>(85,413)</u>	<u>(7,243,312)</u>	<u>(7,497,762)</u>
<u>Cash flows from investing activities</u>					
Investment earnings	369,429	121	70,510	46,732	486,792
Net cash from investing activities	<u>369,429</u>	<u>121</u>	<u>70,510</u>	<u>46,732</u>	<u>486,792</u>
Net change in pooled cash and investments	307,612	3,433	410,119	(4,589,812)	(3,868,648)
Pooled cash and investments, July 1, 2021	228,796	42,422	2,065,262	6,567,362	8,903,842
Pooled cash and investments, June 30, 2022	<u>\$ 536,408</u>	<u>\$ 45,855</u>	<u>\$ 2,475,381</u>	<u>\$ 1,977,550</u>	<u>\$ 5,035,194</u>

City of Bend, Oregon
Combining Statement of Cash Flows (Continued)
Nonmajor Enterprise Funds
For the fiscal year ended June 30, 2022

	<u>Airport Fund</u>	<u>Cemetery Fund</u>	<u>Parking Services Fund</u>	<u>Stormwater Fund</u>	<u>Total</u>
<u>Reconciliation of Pooled Cash and Investments to Statement of Net Position:</u>					
Pooled cash and investments	485,678	45,247	1,102,108	1,751,639	3,384,672
Restricted cash and investments	24,156	-	1,286,793	269,113	1,580,062
Unrealized (gain) loss on investments	26,574	608	86,480	(43,202)	70,460
Pooled cash and investments	<u>536,408</u>	<u>45,855</u>	<u>2,475,381</u>	<u>1,977,550</u>	<u>5,035,194</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</u>					
Operating income (loss)	\$ (236,149)	\$ (190,426)	\$ 101,463	\$ 1,017,565	\$ 692,453
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation	849,928	21,169	428,551	1,346,865	2,646,513
Change in					
Accounts receivable	(426,281)	-	(89,412)	(32,895)	(548,588)
Accounts payable	9,536	(6,160)	8,502	420,459	432,337
Salaries and benefits payable	(743)	211	1,337	(2,109)	(1,304)
Pension benefits	2,589	1,914	32,634	(3,966)	33,171
Other post-employment benefits	3,170	2,343	36,523	(2,893)	39,143
Compensated absences payable	959	111	6,388	(84)	7,374
Insurance claims payable	(109)	8	36	(137)	(202)
Prepays and deposits payable	3,732	-	-	-	3,732
Net cash provided (used) by operating activities	<u>\$ 206,632</u>	<u>\$ (170,830)</u>	<u>\$ 526,022</u>	<u>\$ 2,742,805</u>	<u>\$ 3,304,629</u>

Noncash Capital and Related Financing Activities

The City received donated Airport infrastructure totaling \$178,423 and Stormwater infrastructure totaling \$3,756,194 in the current year.

Acquisition of capital assets financed through accounts payable or retainage payable for the current year totaled \$344,510 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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ 825,500	\$ 1,030,500	\$ 478,452	\$ -	\$ 478,452	\$ (552,048)
Charges for services						
Charges to others	92,800	92,800	68,716	-	68,716	(24,084)
Rental income from others	2,109,000	2,154,000	1,084,302	-	1,084,302	(1,069,698)
Investment earnings	400	400	4,746	-	4,746	4,346
Miscellaneous	-	-	12,532	-	12,532	12,532
Total revenues	<u>3,027,700</u>	<u>3,277,700</u>	<u>1,648,748</u>	<u>-</u>	<u>1,648,748</u>	<u>(1,628,952)</u>
Expenditures						
Current						
Community and economic development	2,075,200	2,337,500	780,132	-	780,132	1,557,368
Interfund charges	557,000	939,300	274,402	-	274,402	664,898
Debt service	532,000	532,000	63,424	-	63,424	468,576
Contingency	420,800	26,200	-	-	-	26,200
Total expenditures	<u>3,585,000</u>	<u>3,835,000</u>	<u>1,117,958</u>	<u>-</u>	<u>1,117,958</u>	<u>2,717,042</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(557,300)</u>	<u>(557,300)</u>	<u>530,790</u>	<u>-</u>	<u>530,790</u>	<u>1,088,090</u>
Other Financing Sources (Uses)						
Issuance of long-term debt	37,300	37,300	-	-	-	(37,300)
Issuance of short-term debt	400,000	400,000	-	-	-	(400,000)
Transfers out	(204,600)	(204,600)	(102,000)	-	(102,000)	102,600
Total other financing sources (uses)	<u>232,700</u>	<u>232,700</u>	<u>(102,000)</u>	<u>-</u>	<u>(102,000)</u>	<u>(334,700)</u>
Net changes in fund balance	(324,600)	(324,600)	428,790	-	428,790	753,390
Beginning fund balance (deficit)	324,600	324,600	282,026	-	282,026	(42,574)
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 710,816</u>	<u>\$ -</u>	<u>\$ 710,816</u>	<u>\$ 710,816</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	(26,574)
Interest receivable	190,433
Lease receivable	17,541,270
Capital assets, net	29,513,913
Deferred outflows from pensions	95,357
Deferred outflows from OPEB	18,662
Compensated absences	(22,849)
Insurance claims	(82)
Interest payable	(3,423)
Long-term debt	(501,829)
Net pension liability	(108,073)
OPEB liability/(asset)	(93,923)
Deferred inflows from leases	(17,300,154)
Deferred inflows from pensions	(89,699)
Deferred Inflow from OPEB	(38,859)
Net position - GAAP basis	<u>\$ 29,884,986</u>

**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, 2022**

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Burial and lot fees	\$ 230,800	\$ 230,800	\$ 93,582	\$ -	\$ 93,582	\$ (137,218)
Investment earnings	1,200	1,200	121	-	121	(1,079)
Miscellaneous	-	-	3,707	-	3,707	3,707
Total revenues	232,000	232,000	97,410	-	97,410	(134,590)
Expenditures						
Current						
Infrastructure	441,800	538,700	214,724	-	214,724	323,976
Interfund charges	210,200	123,500	47,447	-	47,447	76,053
Debt service	14,000	14,000	5,790	-	5,790	8,210
Contingency	32,200	22,000	-	-	-	22,000
Total expenditures	698,200	698,200	267,961	-	267,961	430,239
Excess (deficiency) of revenues over (under) expenditures	(466,200)	(466,200)	(170,551)	-	(170,551)	295,649
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	3,202	-	3,202	3,202
Transfers in	467,600	467,600	177,730	-	177,730	(289,870)
Transfers out	(2,000)	(2,000)	(1,000)	-	(1,000)	1,000
Total other financing sources (uses)	465,600	465,600	179,932	-	179,932	(285,668)
Net changes in fund balance	(600)	(600)	9,381	-	9,381	9,981
Beginning fund balance (deficit)	600	600	32,477	-	32,477	31,877
Ending fund balance (deficit)	\$ -	\$ -	\$ 41,858	\$ -	\$ 41,858	\$ 41,858

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	(608)
Capital assets, net	139,067
Deferred outflows from pensions	70,481
Deferred outflows from OPEB	13,794
Compensated absences	(16,344)
Insurance claims	(8)
Interest payable	(25)
Long-term debt	(22,400)
Net pension liability	(79,880)
OPEB liability/(asset)	(69,421)
Deferred inflows from pensions	(66,299)
Deferred Inflow from OPEB	(28,722)
Net position - GAAP basis	\$ (18,507)

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Licenses and permits	\$ 1,011,000	\$ 1,114,500	\$ 905,430	\$ -	\$ 905,430	\$ (209,070)
Rental income	490,800	490,800	229,306	-	229,306	(261,494)
Contributions	-	-	27,973	-	27,973	27,973
Fines and lot rental fees	641,500	725,000	638,917	-	638,917	(86,083)
Investment earnings	34,800	34,800	29,241	-	29,241	(5,559)
Total revenues	<u>2,178,100</u>	<u>2,365,100</u>	<u>1,830,867</u>	<u>-</u>	<u>1,830,867</u>	<u>(534,233)</u>
Expenditures						
Current						
Community and economic development	1,760,600	1,996,900	947,879	-	947,879	1,049,021
Interfund charges	502,100	526,000	246,293	-	246,293	279,707
Debt service	182,000	182,000	88,485	-	88,485	93,515
Contingency	136,700	93,900	-	-	-	93,900
Reserved for construction	1,270,000	1,270,000	-	-	-	1,270,000
Total expenditures	<u>3,851,400</u>	<u>4,068,800</u>	<u>1,282,657</u>	<u>-</u>	<u>1,282,657</u>	<u>2,786,143</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,673,300)</u>	<u>(1,703,700)</u>	<u>548,210</u>	<u>-</u>	<u>548,210</u>	<u>2,251,910</u>
Other Financing Sources (Uses)						
Insurance proceeds	-	-	1,230	-	1,230	1,230
Transfers in	-	30,400	-	-	-	(30,400)
Transfers out	(202,000)	(202,000)	(101,000)	-	(101,000)	101,000
Total other financing sources (uses)	<u>(202,000)</u>	<u>(171,600)</u>	<u>(99,770)</u>	<u>-</u>	<u>(99,770)</u>	<u>71,830</u>
Net changes in fund balance	(1,875,300)	(1,875,300)	448,440	-	448,440	2,323,740
Beginning fund balance (deficit)	1,875,300	1,875,300	2,137,208	-	2,137,208	261,908
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,585,648</u>	<u>\$ -</u>	<u>\$ 2,585,648</u>	<u>\$ 2,585,648</u>

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	(86,480)
Interest receivable	1,289
Lease receivable	2,436,857
Capital assets, net	11,400,763
Deferred outflows from pensions	82,919
Deferred outflows from OPEB	16,229
Compensated absences	(13,049)
Insurance claims	(93)
Interest payable	(2,559)
Long-term debt	(723,041)
Net pension liability	(93,976)
OPEB liability/(asset)	(81,672)
Deferred inflows from leases	(2,386,672)
Deferred inflows from pensions	(77,999)
Deferred Inflow from OPEB	(33,791)
Net position - GAAP basis	<u>\$ 13,024,373</u>

**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, 2022**

	Biennium Budget		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Charges for services						
Charges to others	\$ 10,025,700	\$ 10,025,700	\$ 4,852,334	\$ -	\$ 4,852,334	\$ (5,173,366)
Charges to other City funds	60,300	60,300	-	-	-	(60,300)
Investment earnings	150,500	150,500	46,732	-	46,732	(103,768)
Miscellaneous	200	200	2	-	2	(198)
Total revenues	10,236,700	10,236,700	4,899,068	-	4,899,068	(5,337,632)
Expenditures						
Current						
Infrastructure	15,661,100	17,900,800	7,306,192	-	7,306,192	10,594,608
Interfund charges	2,213,600	2,264,000	1,118,437	-	1,118,437	1,145,563
Debt service	693,000	693,000	287,979	-	287,979	405,021
Contingency	792,200	741,800	-	-	-	741,800
Reserved for construction	6,388,100	4,852,400	-	-	-	4,852,400
Reserved for debt service	453,900	453,900	-	-	-	453,900
Total expenditures	26,201,900	26,905,900	8,712,608	-	8,712,608	18,193,292
Excess (deficiency) of revenues over (under) expenditures	(15,965,200)	(16,669,200)	(3,813,540)	-	(3,813,540)	12,855,660
Other Financing Sources (Uses)						
Issuance of long-term debt	9,168,000	9,872,000	-	-	-	(9,872,000)
Transfers in	-	-	84,263	-	84,263	84,263
Transfers out	(451,300)	(451,300)	(220,300)	-	(220,300)	231,000
Total other financing sources (uses)	8,716,700	9,420,700	(136,037)	-	(136,037)	(9,556,737)
Net changes in fund balance	(7,248,500)	(7,248,500)	(3,949,577)	-	(3,949,577)	3,298,923
Beginning fund balance (deficit)	7,248,500	7,248,500	5,826,916	-	5,826,916	(1,421,584)
Ending fund balance (deficit)	\$ -	\$ -	\$ 1,877,339	\$ -	\$ 1,877,339	\$ 1,877,339

Reconciliation of Budgetary basis to GAAP basis

Unrealized gain (loss) on investments	43,202
Right to use lease assets, net	140
Capital assets, net	51,372,716
Deferred outflows from pensions	493,368
Deferred outflows from OPEB	96,557
Compensated absences	(53,809)
Insurance claims	(171)
Interest payable	(4,323)
Long-term debt	(3,814,322)
Net pension liability	(559,161)
OPEB liability/(asset)	(485,948)
Lease liabilities	(141)
Deferred inflows from pensions	(464,093)
Deferred Inflow from OPEB	(201,054)
Net position - GAAP basis	\$ 48,300,300

City of Bend, Oregon
Nonmajor Enterprise Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ending June 30, 2023

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>Airport Fund</u>			
Community and economic development program	\$ 2,337,500	\$ 780,132	\$ 1,557,368
Debt service	532,000	63,424	468,576
Transfers	1,143,900	376,402	767,498
Contingency	26,200	-	26,200
Total Airport Fund	<u>\$ 4,039,600</u>	<u>\$ 1,219,958</u>	<u>\$ 2,819,642</u>
<u>Cemetery Fund</u>			
Infrastructure program	\$ 538,700	\$ 214,724	\$ 323,976
Debt service	14,000	5,790	8,210
Transfers	125,500	48,447	77,053
Contingency	22,000	-	22,000
Total Cemetery Fund	<u>\$ 700,200</u>	<u>\$ 268,961</u>	<u>\$ 431,239</u>
<u>Parking Services Fund</u>			
Community and economic development program	\$ 1,996,900	\$ 947,879	\$ 1,049,021
Debt service	182,000	88,485	93,515
Transfers	728,000	347,293	380,707
Contingency	93,900	-	93,900
Reserves	1,270,000	-	1,270,000
Total Parking Services Fund	<u>\$ 4,270,800</u>	<u>\$ 1,383,657</u>	<u>\$ 2,887,143</u>
<u>Stormwater Fund</u>			
Infrastructure program	\$ 17,900,800	\$ 7,306,192	\$ 10,594,608
Debt service	693,000	287,979	405,021
Transfers	2,715,300	1,338,737	1,376,563
Contingency	741,800	-	741,800
Reserves	5,306,300	-	5,306,300
Total Stormwater Fund	<u>\$ 27,357,200</u>	<u>\$ 8,932,908</u>	<u>\$ 18,424,292</u>



CITY OF BEND

This page intentionally left blank

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 - Departmental 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
Internal Service Funds
Combining Statement of Fund Net Position
June 30, 2022

	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	\$ 12,365,487	\$ 4,820,967	\$ 7,328,437	\$ 24,514,891
Receivables				
Accounts, net	9,582	-	-	9,582
Interest	3,253	-	-	3,253
Lease receivable - due within one year	33,600	-	-	33,600
Other assets	-	437,336	-	437,336
Prepays and deposits	468,049	25,769	-	493,818
Total current assets	12,879,971	5,284,072	7,328,437	25,492,480
Noncurrent assets				
Restricted cash and investments	996,836	4,538	-	1,001,374
Lease receivable	354,137	-	-	354,137
Right to use lease assets, net	636,613	30,596	-	667,209
Assets held for resale	2,016,631	-	-	2,016,631
Loans and notes receivable, net	109,798	-	-	109,798
Capital assets, net	29,797,015	486,893	-	30,283,908
Net OPEB asset	202,807	111,097	-	313,904
Total noncurrent assets	34,113,837	633,124	-	34,746,961
Total assets	46,993,808	5,917,196	7,328,437	60,239,441
Deferred Outflows of Resources				
Deferred outflows from pensions	5,464,353	2,993,371	-	8,457,724
Deferred outflows from OPEB	1,069,427	585,830	-	1,655,257
Deferred outflows from debt refunding	5,062	-	-	5,062
Total deferred outflows of resources	6,538,842	3,579,201	-	10,118,043
Liabilities				
Current liabilities				
Accounts payable	724,318	172,127	-	896,445
Salaries and benefits payable	251,118	129,464	-	380,582
Retainage payable	9,419	-	-	9,419
Other accrued liabilities				
Compensated absences	1,110,782	738,363	-	1,849,145
Interest payable	26,835	25	-	26,860
Insurance claims	2,037	1,114	-	3,151
Deposits - restricted	2,500	4,538	-	7,038
Current portion of lease liabilities	314,765	11,225	-	325,990
Current portion of long term debt	1,912,724	-	-	1,912,724
Total current liabilities	4,354,498	1,056,856	-	5,411,354
Noncurrent liabilities				
Lease liabilities, net	331,605	19,392	-	350,997
Long-term debt, net	16,154,330	-	-	16,154,330
Net pension liability	6,193,060	3,392,558	-	9,585,618
Total OPEB liability	5,584,978	3,059,450	-	8,644,428
Total noncurrent liabilities	28,263,973	6,471,400	-	34,735,373
Total liabilities	32,618,471	7,528,256	-	40,146,727
Deferred Inflows of Resources				
Deferred inflows from leases	384,568	-	-	384,568
Deferred inflows from pensions	5,140,115	2,815,754	-	7,955,869
Deferred inflows from OPEB	2,226,780	1,219,830	-	3,446,610
Deferred inflows from debt refunding	25,096	-	-	25,096
Total deferred inflows of resources	7,776,559	4,035,584	-	11,812,143
Net Position (Deficit)				
Net investment in capital assets	11,194,973	479,813	-	11,674,786
Unrestricted (deficit)	1,942,647	(2,547,256)	7,328,437	6,723,828
Total net position (deficit)	\$ 13,137,620	\$ (2,067,443)	\$ 7,328,437	\$ 18,398,614



CITY OF BEND

This page intentionally left blank

City of Bend, Oregon
Internal Service Funds
Combining Statement of Revenues, Expenses, and Changes in Net Position
For the fiscal year ended June 30, 2022

	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	\$ 1,150	\$ 306,150	\$ -	\$ 307,300
Charges for services	26,889,976	10,063,282	1,451,444	38,404,702
Rental income				
Rental income from others	35,054	-	-	35,054
Miscellaneous	446,145	1,208	-	447,353
Total operating revenues	<u>27,372,325</u>	<u>10,370,640</u>	<u>1,451,444</u>	<u>39,194,409</u>
<u>Expenses</u>				
Salaries and benefits	15,256,468	4,604,959	-	19,861,427
Materials and supplies	5,011,273	2,228,557	-	7,239,830
Internal services	556,139	2,312,010	-	2,868,149
Insurance premiums and claims	3,658,303	2,635	-	3,660,938
Depreciation	2,450,415	150,364	-	2,600,779
Total expenses	<u>26,932,598</u>	<u>9,298,525</u>	<u>-</u>	<u>36,231,123</u>
Operating income (loss)	<u>439,727</u>	<u>1,072,115</u>	<u>1,451,444</u>	<u>2,963,286</u>
<u>Nonoperating Revenues (Expenses)</u>				
Investment earnings (loss)	(514,077)	(188,893)	(270,104)	(973,074)
Advances to other funds	(800,000)	-	-	(800,000)
Insurance proceeds	20,000	-	-	20,000
Interest expense	(228,570)	(205)	-	(228,775)
Amortization	3,415	-	-	3,415
Gain (loss) on disposal of assets	154,330	4,026	-	158,356
Total nonoperating revenues (expenses)	<u>(1,364,902)</u>	<u>(185,072)</u>	<u>(270,104)</u>	<u>(1,820,078)</u>
Income (loss) before contributions and transfers	(925,175)	887,043	1,181,340	1,143,208
<u>Contributions and Transfers</u>				
Capital grants and contributions	4,906,487	-	-	4,906,487
Transfers in	975,493	100,280	-	1,075,773
Transfers out	(660,767)	(23,338)	(41,766)	(725,871)
Total contributions and transfers	<u>5,221,213</u>	<u>76,942</u>	<u>(41,766)</u>	<u>5,256,389</u>
Change in net position	4,296,038	963,985	1,139,574	6,399,597
Net position (deficit), July 1, 2021	8,841,582	(3,031,428)	6,188,863	11,999,017
Net position (deficit), June 30, 2022	<u>\$ 13,137,620</u>	<u>\$ (2,067,443)</u>	<u>\$ 7,328,437</u>	<u>\$ 18,398,614</u>

City of Bend, Oregon
Combining Statement of Cash Flows
Internal Service Fund
For the fiscal year ended June 30, 2022

	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	\$ 304,187	\$ 448,950	\$ -	\$ 753,137
Cash received from interfund services provided	26,759,494	9,912,668	1,451,444	38,123,606
Cash paid to employees for services	(13,889,814)	(4,229,654)	-	(18,119,468)
Cash paid to suppliers for goods and services	(7,558,368)	(2,309,015)	-	(9,867,383)
Cash paid for interfund services used	(600,762)	(2,312,010)	-	(2,912,772)
Net cash from operating activities	<u>5,014,737</u>	<u>1,510,939</u>	<u>1,451,444</u>	<u>7,977,120</u>
<u>Cash Flows from Noncapital Financing Activities</u>				
Transfers from other funds	975,493	100,280	-	1,075,773
Transfers to other funds	(660,767)	(23,338)	(41,766)	(725,871)
Net cash from noncapital financing activities	<u>314,726</u>	<u>76,942</u>	<u>(41,766)</u>	<u>349,902</u>
<u>Cash Flows from Capital and Related Financing Activities</u>				
Issuance of debt	4,601,964	-	-	4,601,964
Principal payments on capital debt	(2,860,551)	-	-	(2,860,551)
Interest payments on capital debt	(222,763)	(180)	-	(222,943)
Acquisition and construction of capital assets	(7,956,752)	(107,425)	-	(8,064,177)
Capital grants and contributions	2,500,000	-	-	2,500,000
Insurance proceeds	20,000	-	-	20,000
Proceeds from sale of capital assets	1,739,694	4,026	-	1,743,720
Net cash from capital and related financing activities	<u>(2,178,408)</u>	<u>(103,579)</u>	<u>-</u>	<u>(2,281,987)</u>
<u>Cash Flows from Investing Activities</u>				
Investment earnings	139,958	45,676	83,533	269,167
Net cash from investing activities	<u>139,958</u>	<u>45,676</u>	<u>83,533</u>	<u>269,167</u>
Net change in pooled cash and investments	3,291,013	1,529,978	1,493,211	6,314,202
Pooled cash and investments, July 1, 2021	10,555,977	3,495,987	5,937,011	19,988,975
Pooled cash and investments, June 30, 2022	<u>\$ 13,846,990</u>	<u>\$ 5,025,965</u>	<u>\$ 7,430,222</u>	<u>\$ 26,303,177</u>

Continued on next page

City of Bend, Oregon
Combining Statement of Cash Flows (Continued)
Internal Service Fund
For the fiscal year ended June 30, 2022

	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	12,365,487	4,820,967	7,328,437	24,514,891
Restricted cash and investments	996,836	4,538	-	1,001,374
Unrealized (gain) loss on investments	484,667	200,460	101,785	786,912
Pooled cash and investments	<u>13,846,990</u>	<u>5,025,965</u>	<u>7,430,222</u>	<u>26,303,177</u>

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

Operating income (loss)	\$ 439,727	\$ 1,072,115	\$ 1,451,444	\$ 2,963,286
Adjustments to reconcile operating income (loss) to net cash provided by operating activities				
Depreciation	2,450,416	150,364	-	2,600,780
Change in				
Accounts receivable	350,444	-	-	350,444
Loan, notes and assessments receivable	6,748	-	-	6,748
Inventories	-	(96,771)	-	(96,771)
Prepays and deposits	1,125,384	(25,769)	-	1,099,615
Accounts payable	(724,639)	35,347	-	(689,292)
Salaries and benefits payable	50,779	23,378	-	74,157
Pension benefits	543,322	115,993	-	659,315
Other post-employment benefits	620,600	138,091	-	758,691
Compensated absences payable	153,268	99,177	-	252,445
Insurance claims payable	(1,312)	(1,336)	-	(2,648)
Prepays and deposits payable	-	350	-	350
Net cash provided (used) by operating activities	<u>\$ 5,014,737</u>	<u>\$ 1,510,939</u>	<u>\$ 1,451,444</u>	<u>\$ 7,977,120</u>

Noncash Capital and Related Financing Activities

Acquisition of capital assets financed through accounts payable or retainage payable for the current year totaled \$505,196 in the City-Wide Administration Fund and \$7,058 in the Departmental Administration Fund.

The net book value of gain/(loss) on disposal in the internal service funds was \$3,601,955. Of this amount \$2,016,631 was recognized when those assets were transferred to assets held for resale

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Intergovernmental	\$ -	\$ 2,000,000	\$ 2,000,000	\$ -	\$ 2,000,000	\$ -
Licenses and permits	-	-	1,150	-	1,150	1,150
Charges for services						
Charges to others	39,000	39,000	137,583	-	137,583	98,583
Charges to other City funds	52,742,900	54,671,000	26,752,393	-	26,752,393	(27,918,607)
Rental income						
Rental income from others	77,500	77,500	36,591	-	36,591	(40,909)
Contributions	-	3,000,000	2,906,487	-	2,906,487	(93,513)
Investment earnings	250,600	250,600	131,998	-	131,998	(118,602)
Miscellaneous	401,100	401,100	446,145	-	446,145	45,045
Total revenues	<u>53,511,100</u>	<u>60,439,200</u>	<u>32,412,347</u>	<u>-</u>	<u>32,412,347</u>	<u>(28,026,853)</u>
Expenditures						
Current						
Administration and central services	54,951,200	69,829,800	33,707,829	-	33,707,829	36,121,971
Interfund charges	1,188,800	1,111,800	556,139	-	556,139	555,661
Debt service	4,332,000	5,497,000	3,077,995	-	3,077,995	2,419,005
Contingency	818,100	813,300	-	-	-	813,300
Reserves	5,947,200	5,947,200	-	-	-	5,947,200
Total expenditures	<u>67,237,300</u>	<u>83,199,100</u>	<u>37,341,963</u>	<u>-</u>	<u>37,341,963</u>	<u>45,857,137</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(13,726,200)</u>	<u>(22,759,900)</u>	<u>(4,929,616)</u>	<u>-</u>	<u>(4,929,616)</u>	<u>17,830,284</u>
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	1,727,800	1,739,694	-	1,739,694	11,894
Loan repayments	13,400	13,400	10,000	-	10,000	(3,400)
Insurance proceeds	-	-	20,000	-	20,000	20,000
Issuance of long-term debt	2,938,700	7,488,700	4,601,964	-	4,601,964	(2,886,736)
Transfers in	1,649,100	4,442,800	975,493	-	975,493	(3,467,307)
Transfers out	(248,200)	(811,000)	(660,767)	-	(660,767)	150,233
Total other financing sources (uses)	<u>4,353,000</u>	<u>12,861,700</u>	<u>6,686,384</u>	<u>-</u>	<u>6,686,384</u>	<u>(6,175,316)</u>
Net changes in fund balance	(9,373,200)	(9,898,200)	1,756,768	-	1,756,768	11,654,968
Beginning fund balance (deficit)	9,373,200	9,898,200	11,580,494	-	11,580,494	1,682,294
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,337,262</u>	<u>\$ -</u>	<u>\$ 13,337,262</u>	<u>\$ 13,337,262</u>

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, 2022

Reconciliation of Budgetary basis to GAAP basis

Ending fund balance - Budgetary basis	\$ 13,337,262
Unrealized gain (loss) on investments	(484,667)
Loans and notes receivable, net	109,798
Interest receivable	3,257
Lease receivable	387,737
Right to use lease assets, net	636,613
Assets held for resale	2,016,631
Capital assets, net	29,797,015
Deferred outflows from pensions	5,464,353
Deferred outflows from OPEB	1,069,427
Deferred outflows from debt refunding	5,062
Compensated absences	(1,110,782)
Insurance claims	(2,037)
Interest payable	(26,835)
Long-term debt	(18,067,054)
OPEB liability/(asset)	(5,382,171)
Lease liabilities	(646,370)
Net pension liability	(6,193,060)
Deferred inflows from leases	(384,568)
Deferred inflows from pensions	(5,140,115)
Deferred Inflow from OPEB	(2,226,780)
Deferred inflows from debt refunding	(25,096)
Net position - GAAP basis	<u>\$ 13,137,620</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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Licenses and permits	\$ 582,000	\$ 582,000	\$ 306,150	\$ -	\$ 306,150	\$ (275,850)
Charges for services						
Charges to others	287,800	287,800	150,613	-	150,613	(137,187)
Charges to other City funds	26,256,600	27,478,300	13,423,969	-	13,423,969	(14,054,331)
Investment earnings	24,700	24,700	45,676	-	45,676	20,976
Miscellaneous	1,000	1,000	1,208	-	1,208	208
Total revenues	<u>27,152,100</u>	<u>28,373,800</u>	<u>13,927,616</u>	<u>-</u>	<u>13,927,616</u>	<u>(14,446,184)</u>
Expenditures						
Current						
Administration and central services	6,932,300	7,503,100	3,124,094	-	3,124,094	4,379,006
Community and economic development	4,864,300	5,679,400	1,867,160	-	1,867,160	3,812,240
Infrastructure	13,374,400	13,374,400	5,213,900	-	5,213,900	8,160,500
Interfund charges	4,487,400	4,562,800	2,312,010	-	2,312,010	2,250,790
Debt service	8,000	8,000	-	-	-	8,000
Contingency	280,300	252,500	-	-	-	252,500
Reserves	400,400	400,400	-	-	-	400,400
Total expenditures	<u>30,347,100</u>	<u>31,780,600</u>	<u>12,517,164</u>	<u>-</u>	<u>12,517,164</u>	<u>19,263,436</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,195,000)</u>	<u>(3,406,800)</u>	<u>1,410,452</u>	<u>-</u>	<u>1,410,452</u>	<u>4,817,252</u>
Other Financing Sources (Uses)						
Proceeds from sale of capital assets	-	-	4,026	-	4,026	4,026
Issuance of long-term debt	55,100	55,100	-	-	-	(55,100)
Transfers in	207,600	419,400	100,280	-	100,280	(319,120)
Transfers out	(13,400)	(13,400)	(23,338)	-	(23,338)	(9,938)
Total other financing sources (uses)	<u>249,300</u>	<u>461,100</u>	<u>80,968</u>	<u>-</u>	<u>80,968</u>	<u>(380,132)</u>
Net changes in fund balance	(2,945,700)	(2,945,700)	1,491,420	-	1,491,420	4,437,120
Beginning fund balance (deficit)	2,945,700	2,945,700	3,215,673	-	3,215,673	269,973
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,707,093</u>	<u>\$ -</u>	<u>\$ 4,707,093</u>	<u>\$ 4,707,093</u>

Reconciliation of Budgetary basis to GAAP basis

Inventories	437,336
Unrealized gain (loss) on investments	(200,460)
Right to use lease assets, net	30,596
Capital assets, net	486,893
Deferred outflows from pensions	2,993,371
Deferred outflows from OPEB	585,830
Compensated absences	(738,360)
Insurance claims	(1,114)
Interest payable	(25)
Lease liabilities	(30,617)
Net pension liability	(3,392,558)
OPEB liability/(asset)	(2,948,353)
Deferred inflows from pensions	(2,815,754)
Deferred Inflow from OPEB	(1,219,830)
Transfer GAAP vacation accrual to governmental fund	38,509
Net Position - GAAP Basis	<u><u>\$ (2,067,443)</u></u>

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, 2022

	<u>Biennium Budget</u>		FY2021-22 Actual	FY2022-23 Actual	Total Actual Budget Basis	Variance with Final Budget - Over/Under
	Original	Final				
Revenues						
Charges for services						
Charges to other City funds	\$ 2,205,800	\$ 2,205,800	\$ 1,451,444	\$ -	\$ 1,451,444	\$ (754,356)
Investment earnings	115,800	115,800	83,532	-	83,532	(32,268)
Total revenues	<u>2,321,600</u>	<u>2,321,600</u>	<u>1,534,976</u>	<u>-</u>	<u>1,534,976</u>	<u>(786,624)</u>
Expenditures						
Reserves	<u>8,194,600</u>	<u>8,194,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,194,600</u>
Total expenditures	<u>8,194,600</u>	<u>8,194,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,194,600</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,873,000)</u>	<u>(5,873,000)</u>	<u>1,534,976</u>	<u>-</u>	<u>1,534,976</u>	<u>7,407,976</u>
Other Financing Sources (Uses)						
Transfers out	<u>(57,900)</u>	<u>(57,900)</u>	<u>(41,766)</u>	<u>-</u>	<u>(41,766)</u>	<u>16,134</u>
Total other financing sources (uses)	<u>(57,900)</u>	<u>(57,900)</u>	<u>(41,766)</u>	<u>-</u>	<u>(41,766)</u>	<u>16,134</u>
Net changes in fund balance	<u>(5,930,900)</u>	<u>(5,930,900)</u>	<u>1,493,210</u>	<u>-</u>	<u>1,493,210</u>	<u>7,424,110</u>
Beginning fund balance (deficit)	<u>5,930,900</u>	<u>5,930,900</u>	<u>5,937,011</u>	<u>-</u>	<u>5,937,011</u>	<u>6,111</u>
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,430,221</u>	<u>\$ -</u>	<u>\$ 7,430,221</u>	<u>\$ 7,430,221</u>
Reconciliation of Budgetary basis to GAAP basis						
Unrealized gain (loss) on investments					<u>(101,785)</u>	
Net position - GAAP basis					<u>\$ 7,328,436</u>	

City of Bend, Oregon
Internal Service Funds
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ending June 30, 2023

	<u>Appropriation</u>	<u>Actual Expenditures</u>	<u>Variance with Final Budget - Over/Under</u>
<u>Internal Service Fund - City Wide Administration</u>			
Administrative and central services program	\$ 69,829,800	\$ 33,707,829	\$ 36,121,971
Debt service	5,497,000	3,077,995	2,419,005
Transfers	1,922,800	1,216,906	705,894
Contingency	813,300	-	813,300
Reserves	5,947,200	-	5,947,200
Total Internal Service Fund - City Wide Administration	<u>\$ 84,010,100</u>	<u>\$ 38,002,730</u>	<u>\$ 46,007,370</u>
<u>Internal Service Fund - Departmental Administration</u>			
Administration and central services program	\$ 7,503,100	\$ 3,124,094	\$ 4,379,006
Community and economic development program	5,679,400	1,867,160	3,812,240
Infrastructure program	13,374,400	5,213,900	8,160,500
Debt service	8,000	-	8,000
Transfers	4,576,200	2,335,348	2,240,852
Contingency	252,500	-	252,500
Reserves	400,400	-	400,400
Total Internal Service Fund - Departmental Administration	<u>\$ 31,794,000</u>	<u>\$ 12,540,502</u>	<u>\$ 19,253,498</u>
<u>Internal Service Fund - OPEB</u>			
Transfers	\$ 57,900	\$ 41,766	\$ 16,134
Reserves	8,194,600	-	8,194,600
Total Internal Service Fund - OPEB	<u>\$ 8,252,500</u>	<u>\$ 41,766</u>	<u>\$ 8,210,734</u>



CITY OF BEND

This page intentionally left blank

Other Funds

General Fund Revenue Stabilization Fund

This revenue stabilization fund is established and maintained to ensure the continued delivery of City services. Fund will be available for emergency situations, temporary revenue shortfalls, or to provide stability during economic cycles.

City of Bend, Oregon
General Fund
Combining Balance Sheet
June 30, 2022

	<u>General Fund</u>	<u>General Fund Revenue Stabilization Fund</u>	<u>Total General Fund</u>
<u>Assets</u>			
Pooled cash and investments	\$ 23,403,741	\$ 4,650,217	\$ 28,053,958
Restricted cash and investments	2,539,329	-	2,539,329
Receivables			
Taxes	2,168,232	-	2,168,232
Accounts, net	3,637,179	-	3,637,179
Interest	1,168,380	-	1,168,380
Due from other funds	90,000	-	90,000
Due from other governments	880,692	-	880,692
Prepays and deposits	56,327	-	56,327
Loans and notes receivable, net	639,656	-	639,656
Assets held for resale	4,188,595	-	4,188,595
Total assets	<u>\$ 38,772,131</u>	<u>\$ 4,650,217</u>	<u>\$ 43,422,348</u>
<u>Liabilities, Deferred Inflows of Resources and Fund Balances (Deficit)</u>			
<u>Liabilities</u>			
Accounts payable	1,268,501	-	1,268,501
Salaries and benefits payable	371,338	-	371,338
Other accrued liabilities	964,672	-	964,672
Deposits - restricted	244,992	-	244,992
Total liabilities	<u>2,849,503</u>	<u>-</u>	<u>2,849,503</u>
<u>Deferred Inflows of Resources</u>			
Unavailable revenue - property taxes	516,760	-	516,760
Unavailable revenue - assessments & loans	2,623,753	-	2,623,753
Total deferred inflows of resources	<u>3,140,513</u>	<u>-</u>	<u>3,140,513</u>
<u>Fund Balances (Deficits)</u>			
Nonspendable			
Assets held for resale	4,188,595	-	4,188,595
Restricted	2,294,337	-	2,294,337
Unassigned	26,299,183	4,650,217	30,949,400
Total fund balances (deficits)	<u>32,782,115</u>	<u>4,650,217</u>	<u>37,432,332</u>
Total liabilities, deferred inflows of resources and fund balances (deficit)	<u>\$ 38,772,131</u>	<u>\$ 4,650,217</u>	<u>\$ 43,422,348</u>

City of Bend, Oregon
General Fund
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
For the fiscal year ended June 30, 2022

	<u>General Fund</u>	<u>General Fund Revenue Stabilization Fund</u>	<u>Total General Fund</u>
<u>Revenues</u>			
Taxes	\$ 48,344,992	\$ -	\$ 48,344,992
Franchise fees	9,282,111	-	9,282,111
Intergovernmental	4,573,692	-	4,573,692
Licenses and permits	80,756	-	80,756
Charges for services	750,501	-	750,501
Rental income	60,000	-	60,000
Fines and forfeitures	683,809	-	683,809
Investment earnings (loss)	(1,085,968)	(152,609)	(1,238,577)
Miscellaneous	35,670	-	35,670
Total revenues	<u>62,725,563</u>	<u>(152,609)</u>	<u>62,572,954</u>
<u>Expenditures</u>			
Current			
Public safety	30,291,621	-	30,291,621
Community and economic development	3,431,639	-	3,431,639
Debt service			
Principal	17,720	-	17,720
Interest	205	-	205
Capital outlay	815,010	-	815,010
Total expenditures	<u>34,556,195</u>	<u>-</u>	<u>34,556,195</u>
Excess (deficiency) of revenues over expenditures	<u>28,169,368</u>	<u>(152,609)</u>	<u>28,016,759</u>
<u>Other Financing Sources (Uses)</u>			
Issuance of long-term debt	41,708	-	41,708
Proceeds from sale of capital assets	2,977,245	-	2,977,245
Transfers in	1,025,425	435,641	1,461,066
Transfers out	(20,768,731)	-	(20,768,731)
Total other financing sources (uses)	<u>(16,724,353)</u>	<u>435,641</u>	<u>(16,288,712)</u>
Net change in fund balances	11,445,015	283,032	11,728,047
Fund balances (deficits), July 1, 2021	21,337,100	4,367,185	25,704,285
Fund balances (deficits), June 30, 2022	<u>\$ 32,782,115</u>	<u>\$ 4,650,217</u>	<u>\$ 37,432,332</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, 2022

	<u>Biennium Budget</u>				Total Actual Budget Basis	Variance with Final Budget - Over/Under
	<u>Original</u>	<u>Final</u>	FY2021-22 Actual	FY2022-23 Actual		
Revenues						
Investment earnings	\$ 150,700	\$ 150,700	\$ 53,948	\$ -	\$ 53,948	\$ (96,752)
Total revenues	<u>150,700</u>	<u>150,700</u>	<u>53,948</u>	<u>-</u>	<u>53,948</u>	<u>(96,752)</u>
Expenditures						
Reserves	4,934,900	4,934,900	-	-	-	4,934,900
Total expenditures	<u>4,934,900</u>	<u>4,934,900</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,934,900</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,784,200)</u>	<u>(4,784,200)</u>	<u>53,948</u>	<u>-</u>	<u>53,948</u>	<u>4,838,148</u>
Other Financing Sources (Uses)						
Transfers in	501,600	501,600	435,642	-	435,642	(65,958)
Total other financing sources (uses)	<u>501,600</u>	<u>501,600</u>	<u>435,642</u>	<u>-</u>	<u>435,642</u>	<u>(65,958)</u>
Net changes in fund balance	(4,282,600)	(4,282,600)	489,590	-	489,590	4,772,190
Beginning fund balance (deficit)	4,282,600	4,282,600	4,310,400	-	4,310,400	27,800
Ending fund balance (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,799,990</u>	<u>\$ -</u>	<u>\$ 4,799,990</u>	<u>\$ 4,799,990</u>
Reconciliation of Budgetary basis to GAAP basis						
Unrealized gain (loss) on investments					(149,773)	
Ending fund balance - GAAP basis					<u>\$ 4,650,217</u>	

City of Bend, Oregon
General Fund Revenue Stabilization Fund
Schedule of Expenditures and Other Uses by Appropriation Levels
For the biennium ending June 30, 2023

	<u>Appropriation</u>	<u>Actual</u> <u>Expenditures</u>		<u>Variance with</u> <u>Final Budget -</u> <u>Over/Under</u>
<u>General Fund Revenue Stabilization Fund</u>				
Reserves	\$ 4,934,900	\$ -	-	\$ 4,934,900
Total General Fund Revenue Stabilization Fund	<u>\$ 4,934,900</u>	<u>\$ -</u>	<u>-</u>	<u>\$ 4,934,900</u>

Other Financial Schedules

City of Bend, Oregon
Schedule of Property Tax Collections
For the fiscal year ended June 30, 2022

Fiscal Year	Uncollected Balances June 30, 2021	Current Year's Levy	Adjustments, Interest and Discounts	Net Collections	Uncollected Balances June 30, 2022
Prior	\$ 6,844	\$ -	\$ 407	\$ (901)	\$ 6,350
2012-13	903	-	16	(68)	851
2013-14	1,282	-	23	(97)	1,208
2014-15*	2,875	-	235	(565)	2,545
2015-16*	(813)	-	1,010	(3,058)	(2,861)
2016-17*	6,704	-	1,212	(4,414)	3,502
2017-18	42,643	-	5,450	(39,655)	8,438
2018-19	92,818	-	13,141	(62,658)	43,301
2019-20	189,823	-	7,467	(105,739)	91,551
2020-21	593,992	-	(80,605)	(352,069)	161,318
2021-22	-	45,522,016	(1,274,631)	(43,694,241)	553,144
Totals	\$ 937,071	\$ 45,522,016	\$ (1,326,275)	\$ (44,263,465)	\$ 869,347

Other distributions:

Interest earned on unsegregated taxes	\$ (5,285)
Other tax distributions and credits	(103,556)
Total Property Tax Cash Collections	\$ (44,372,306)

Reconciliation to revenues:

Collections	\$ 44,372,306
Change in accrued revenue	(55,298)
Property Tax Revenues Governmental Funds	44,317,008
Change in unavailable revenue	(12,426)
Total Property Tax Revenues Governmental Activities	\$ 44,304,582

<u>Summary by fund:</u>	<u>Revenues</u>	<u>Property Tax Receivable</u>
General Fund	\$ 36,933,031	\$ 729,202
Fire/EMS Fund	2,677,807	52,203
BURA Juniper Ridge Debt Service Fund	1,571,021	29,786
BURA Murphy Crossing Debt Service Fund	615,815	11,605
BURA Core Area Debt Service Fund	589,445	7,427
2011 General Obligation Bond Debt Service Fund	1,929,863	39,124
Totals	\$ 44,316,982	\$ 869,347

* This schedule includes corrections to prior year amounts.

City of Bend, Oregon
Outstanding Long-Term Debt
June 30, 2022

	Repayment Source	Issued Date	Maturity Date	Amount of Original Issue	Amount Outstanding June 30, 2022
General Obligation Bonds:					
General obligation bonds, series 2022, refunding series 2012	Ad Valorem Taxes	03/31/22	06/01/32	\$ 13,420,000	\$ 13,420,000
General obligation bonds, series 2022	Ad Valorem Taxes	03/31/22	06/01/42	<u>32,880,000</u>	<u>32,880,000</u>
Total General Obligation Bonds				<u>46,300,000</u>	<u>46,300,000</u>
Debt Secured by the General Fund: ⁽¹⁾					
Pension obligation bonds, series 2004	Department Budgets	05/27/04	06/01/28	13,725,000	7,750,000
Oregon Business Development Department: Airport eastside improvements 2007	Airport Revenues	01/31/07	12/01/31	867,335	407,129
Juniper Ridge, series 2013, refinance 2003	Urban Renewal Taxes	11/22/13	12/01/23	3,700,000	590,912
Fire engine and energy projects, Transportation and Accessibility system improvements, Parking improvements, series 2020	Fire/EMS Revenues/Franchise Fees/Parking Revenues/Transportation SDGs/Interfund Transfers	04/07/20	06/01/50	49,845,000	48,905,000
Accessibility, series 2021A, refunding 2010A	General Fund	02/18/21	06/01/24	1,101,900	572,000
Fire Stations and Transportation, series 2021B, refunding 2010B	Fire/EMS Revenues	02/18/21	06/01/24	1,489,200	546,500
Water and Sewer, series 2021C, refunding RZEDB 2010	Water and Sewer Revenues	02/18/21	06/01/31	8,077,900	7,310,600
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	23,413,600
Police facility, Murphy Crossing, and Sewer, series 2021B	Interfund Transfers/Urban Renewal Taxes/Sewer Revenues	05/20/21	12/01/26	3,008,200	2,846,000
Shelter projects, series 2022	Interfund Transfers	06/28/22	06/30/42	<u>5,800,000</u>	<u>4,601,964</u>
Total Debt Secured by the General Fund				<u>113,838,535</u>	<u>96,943,705</u>
Debt Secured by System Revenues:					
Water System Revenue Bonds					
Water, series 2016		07/07/16	12/01/36	49,910,000	41,550,000
Sewer System Revenue Bonds					
Sewer, series 2020		09/30/20	05/01/50	<u>37,925,000</u>	<u>37,305,000</u>
Total Debt Secured by System Revenues				<u>87,835,000</u>	<u>78,855,000</u>
DEQ Loans:					
Clean Water State Revolving Fund Loan (CWSRFL):					
CWSRFL R14510	Sewer revenues	06/10/11	12/01/33	5,482,336	3,663,543
CWSRFL R14511	Sewer revenues	11/01/11	06/01/39	14,484,130	12,682,791
CWSRFL R14512	Sewer revenues	10/02/12	12/01/37	18,833,534	15,660,611
CWSRFL R14514	Sewer revenues	12/11/15	06/01/42	21,000,000	21,000,000
CWSRFL R14515	Sewer revenues	03/03/16	06/01/38	13,620,000	11,041,572
CWSRFL R14516	Sewer revenues	12/11/15	12/01/38	59,349,742	40,971,310
CWSRFL R14517	Sewer revenues	11/29/16	12/01/38	5,450,000	6,525,527
CWSRFL R14518	Sewer revenues	12/29/16	12/01/41	7,895,000	6,426,956
CWSRFL R14519	Sewer revenues	04/08/19	TBD	8,000,000	4,239,962
CWSRFL R14520	Sewer revenues	07/16/19	06/01/41	2,620,000	1,276,875
CWSRFL R14521	Sewer revenues	07/16/19	12/01/41	10,000,000	10,000,000
CWSRFL R14522	Sewer revenues	11/20/19	06/01/41	4,000,000	1,854,277
CWSRFL R14524	Sewer revenues	03/11/21	TBD	3,460,000	2,532,181
CWSRFL R14525	Sewer revenues	03/11/21	TBD	5,845,000	715,242
CWSRFL R14526	Sewer revenues	03/11/21	TBD	6,900,000	1,745,574
CWSRFL R14527	Sewer revenues	03/11/21	TBD	<u>4,000,000</u>	<u>3,521,141</u>
Total DEQ Loans				<u>190,939,742</u>	<u>143,857,562</u>
Total Long-Term Debt				<u>\$ 438,913,277</u>	<u>\$ 365,956,267</u>

⁽¹⁾ The City has loans outstanding with Oregon Department of Environmental Quality ("DEQ") in total amount not to exceed \$203.1 million, of which the City had drawn \$143.9 million as of June 30, 2022 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, 2022

Fiscal Year	Total Requirements			Pension Obligation Bonds, Series 2004		Energy, Fire, Parking, and Transportation System Improvements, Series 2020	
	Principal	Interest	Total	Principal	Interest	Principal	Interest
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	\$ 56,655,000	\$ 42,931,140	\$ 99,586,140	\$ 7,750,000	\$ 1,670,690	\$ 48,905,000	\$ 41,260,450

City of Bend, Oregon
Schedule of Future Debt Service Requirements of Revenue Bonds
For the fiscal year ended June 30, 2022

Fiscal Year	Total Requirements			Water, Series 2016		Sewer, Series 2020	
	Principal	Interest	Total	Principal	Interest	Principal	Interest
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	\$ 78,855,000	\$ 50,107,200	\$ 128,962,200	\$ 41,550,000	\$ 17,502,500	\$ 37,305,000	\$ 32,604,700

City of Bend, Oregon
Schedule of Future Debt Service Requirements of General Obligation Bonds
For the fiscal year ended June 30, 2022

Fiscal Year	Total Requirements			GO Bond, Series 2022, Refunding Series 2012		GO Bond, Series 2022	
	Principal	Interest	Total	Principal	Interest	Principal	Interest
2022-23	\$ 1,825,000	\$ 2,244,865	\$ 4,069,865	\$ 965,000	\$ 784,697	\$ 860,000	\$ 1,460,168
2023-24	2,240,000	1,828,350	4,068,350	1,130,000	622,750	1,110,000	1,205,600
2024-25	2,350,000	1,716,350	4,066,350	1,185,000	566,250	1,165,000	1,150,100
2025-26	2,470,000	1,598,850	4,068,850	1,245,000	507,000	1,225,000	1,091,850
2026-27	2,595,000	1,475,350	4,070,350	1,310,000	444,750	1,285,000	1,030,600
2027-28	2,720,000	1,345,600	4,065,600	1,370,000	379,250	1,350,000	966,350
2028-29	2,865,000	1,209,600	4,074,600	1,445,000	310,750	1,420,000	898,850
2029-30	3,000,000	1,066,350	4,066,350	1,510,000	238,500	1,490,000	827,850
2030-31	3,155,000	916,350	4,071,350	1,590,000	163,000	1,565,000	753,350
2031-32	3,310,000	758,600	4,068,600	1,670,000	83,500	1,640,000	675,100
2032-33	1,725,000	593,100	2,318,100	-	-	1,725,000	593,100
2033-34	1,775,000	541,350	2,316,350	-	-	1,775,000	541,350
2034-35	1,830,000	488,100	2,318,100	-	-	1,830,000	488,100
2035-36	1,885,000	433,200	2,318,200	-	-	1,885,000	433,200
2036-37	1,940,000	376,650	2,316,650	-	-	1,940,000	376,650
2037-38	2,000,000	318,450	2,318,450	-	-	2,000,000	318,450
2038-39	2,060,000	258,450	2,318,450	-	-	2,060,000	258,450
2039-40	2,120,000	196,650	2,316,650	-	-	2,120,000	196,650
2040-41	2,185,000	133,050	2,318,050	-	-	2,185,000	133,050
2041-42	2,250,000	67,500	2,317,500	-	-	2,250,000	67,500
Total	\$ 46,300,000	\$ 17,566,765	\$ 63,866,765	\$ 13,420,000	\$ 4,100,447	\$ 32,880,000	\$ 13,466,318

City of Bend, Oregon
Schedule of Future Debt Service Requirements of Direct Borrowing and Direct Placement Obligations
For the fiscal year ended June 30, 2022

Fiscal Year	Total Requirements			Airport Eastside Improvements 2007		CWSRL Fund Loan R14510	
	Principal	Interest	Total	Principal	Interest	Principal	Interest
2022-23	\$ 11,788,767	\$ 4,142,473	\$ 15,931,240	\$ 30,914	\$ 19,894	\$ 264,701	\$ 137,769
2023-24	11,880,694	3,700,992	15,581,686	36,166	18,392	273,562	127,584
2024-25	11,859,242	3,306,387	15,165,629	36,430	16,627	282,720	117,058
2025-26	11,694,191	3,093,381	14,787,572	36,711	14,846	292,185	106,180
2026-27	11,886,871	2,866,500	14,753,371	42,006	13,052	301,965	94,939
2027-28	11,565,754	2,637,611	14,203,365	42,312	10,996	312,073	83,321
2028-29	10,489,505	2,408,914	12,898,419	42,632	8,926	322,521	71,313
2029-30	10,548,783	2,191,183	12,739,966	42,966	6,842	333,317	58,904
2030-31	10,730,563	1,970,941	12,701,504	48,314	4,743	344,475	46,079
2031-32	9,422,707	1,746,225	11,168,932	48,678	2,380	356,007	32,825
2032-33	9,135,930	1,539,464	10,675,394	-	-	367,924	19,128
2033-34	9,057,078	1,333,400	10,390,478	-	-	212,093	4,581
2034-35	8,997,222	1,134,691	10,131,913	-	-	-	-
2035-36	9,152,374	936,891	10,089,265	-	-	-	-
2036-37	9,310,608	735,351	10,045,959	-	-	-	-
2037-38	8,862,103	529,980	9,392,083	-	-	-	-
2038-39	5,760,027	352,241	6,112,268	-	-	-	-
2039-40	4,022,362	243,111	4,265,473	-	-	-	-
2040-41	3,674,027	156,574	3,830,601	-	-	-	-
2041-42	2,885,957	75,099	2,961,056	-	-	-	-
2042-43	706,371	22,509	728,880	-	-	-	-
2043-44	715,131	12,009	727,140	-	-	-	-
Total	\$ 184,146,267	\$ 35,135,927	\$ 219,282,194	\$ 407,129	\$ 116,698	\$ 3,663,543	\$ 899,681

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 and Shelter Projects, Series 2022 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, 2022

Fiscal Year	CWSRL Fund Loan R14511		CWSRL Fund Loan R14512		CWSRL Fund Loan R14514	
	Principal	Interest	Principal	Interest	Principal	Interest
2022-23	\$ 630,658	\$ 374,062	\$ 842,504	\$ 455,313	\$ 446,041	\$ 1,096,968
2023-24	646,397	355,170	863,186	430,419	905,036	492,864
2024-25	662,526	335,809	884,376	404,913	922,588	470,743
2025-26	679,058	315,964	906,086	378,781	940,480	448,194
2026-27	696,004	295,623	928,330	352,006	958,718	425,208
2027-28	713,372	274,775	951,119	324,576	977,311	401,775
2028-29	731,173	253,407	974,468	296,471	996,264	377,888
2029-30	749,418	231,506	998,390	267,677	1,015,585	353,538
2030-31	768,119	209,058	1,022,900	238,175	1,035,281	328,715
2031-32	787,287	186,049	1,048,010	207,950	1,055,358	303,412
2032-33	806,932	162,468	1,073,738	176,982	1,075,824	277,618
2033-34	827,068	138,297	1,100,096	145,256	1,096,688	251,323
2034-35	847,707	113,523	1,127,103	112,748	1,117,956	224,519
2035-36	868,860	88,131	1,154,772	79,444	1,139,637	197,194
2036-37	890,542	62,105	1,183,120	45,322	1,161,738	169,340
2037-38	912,764	35,430	602,413	10,361	1,184,267	140,946
2038-39	464,906	8,090	-	-	1,207,235	112,000
2039-40	-	-	-	-	1,230,646	82,494
2040-41	-	-	-	-	1,254,512	52,416
2041-42	-	-	-	-	1,278,835	21,753
2042-43	-	-	-	-	-	-
2043-44	-	-	-	-	-	-
Total	\$ 12,682,791	\$ 3,439,467	\$ 15,660,611	\$ 3,926,394	\$ 21,000,000	\$ 6,228,908

* Total Debt Service Requirements of Direct Borrowing and Direct Placement Obligations include preliminary repayment schedules for Clean Water State Revolving Fund and Shelter Projects, Series 2022 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, 2022

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
2022-23	\$ 591,923	\$ 271,622	\$ 2,295,799	\$ 608,846	\$ 315,523	\$ 134,993	\$ 283,275	\$ 133,838
2023-24	603,822	256,735	2,318,815	574,351	320,591	128,335	287,826	127,870
2024-25	615,958	241,549	2,342,061	539,510	325,741	121,569	292,449	121,808
2025-26	628,339	226,058	2,365,541	504,320	330,974	114,694	297,148	115,647
2026-27	640,968	210,255	2,389,255	468,778	336,290	107,710	301,921	109,388
2027-28	653,851	194,136	2,413,208	432,879	341,693	100,612	306,770	103,030
2028-29	666,994	177,691	2,437,401	396,620	347,181	93,402	311,698	96,568
2029-30	680,401	160,916	2,461,834	360,000	352,759	86,074	316,706	90,001
2030-31	694,077	143,803	2,486,515	323,010	358,426	78,629	321,794	83,330
2031-32	708,028	126,347	2,511,443	285,649	364,183	71,066	326,963	76,552
2032-33	722,259	108,541	2,536,619	247,916	370,034	63,379	332,215	69,665
2033-34	736,777	90,375	2,562,049	209,803	375,978	55,570	337,551	62,668
2034-35	751,586	71,845	2,587,733	171,309	382,018	47,636	342,974	55,557
2035-36	766,693	52,943	2,613,676	132,427	388,154	39,574	348,484	48,332
2036-37	782,103	33,661	2,639,878	93,157	394,389	31,383	354,082	40,992
2037-38	797,793	13,990	2,666,342	53,493	400,725	23,059	359,770	33,534
2038-39	-	-	1,343,141	13,432	407,162	14,602	365,549	25,956
2039-40	-	-	-	-	413,706	6,009	371,422	18,255
2040-41	-	-	-	-	-	-	377,388	10,432
2041-42	-	-	-	-	-	-	190,971	2,483
2042-43	-	-	-	-	-	-	-	-
2043-44	-	-	-	-	-	-	-	-
Total	\$ 11,041,572	\$ 2,380,467	\$ 40,971,310	\$ 5,415,500	\$ 6,525,527	\$ 1,318,296	\$ 6,426,956	\$ 1,425,906

* Total Debt Service Requirements of Direct Borrowing and Direct Placement Obligations include preliminary repayment schedules for Clean Water State Revolving Fund and Shelter Projects, Series 2022 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, 2022

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
2022-23	\$ -	\$ -	\$ 55,850	\$ 31,505	\$ 434,398	\$ 223,108	\$ 41,597	\$ 58,162
2023-24	-	80,392	56,973	30,100	442,033	213,301	84,059	33,579
2024-25	187,475	69,620	58,118	28,668	449,803	203,321	85,223	31,992
2025-26	189,864	71,128	59,287	27,205	457,709	193,166	86,403	30,383
2026-27	192,282	67,760	60,478	25,715	465,754	182,832	87,599	28,752
2027-28	194,732	64,349	61,693	24,194	473,940	172,318	88,812	27,098
2028-29	197,213	60,894	62,933	22,643	482,271	161,617	90,042	25,421
2029-30	199,726	57,395	64,199	21,059	490,747	150,729	91,288	23,721
2030-31	202,270	53,852	65,489	19,445	499,373	139,650	92,552	21,998
2031-32	204,847	50,264	66,805	17,798	508,150	128,376	93,834	20,250
2032-33	207,457	46,630	68,149	16,117	517,082	116,903	95,133	18,478
2033-34	210,100	42,950	69,518	14,404	526,170	105,230	96,451	16,681
2034-35	212,777	39,222	70,915	12,656	535,418	93,351	97,786	14,861
2035-36	215,488	35,448	72,340	10,872	544,829	81,263	99,141	13,013
2036-37	218,233	31,625	73,795	9,052	554,405	68,963	100,514	11,141
2037-38	221,013	27,753	75,278	7,196	564,150	56,446	101,905	9,244
2038-39	223,829	23,832	76,790	5,304	574,066	43,709	103,317	7,319
2039-40	226,681	19,862	78,334	3,372	584,156	30,749	104,748	5,368
2040-41	229,569	15,840	79,930	1,402	594,423	17,561	106,197	3,392
2041-42	232,494	11,768	-	-	301,123	4,141	107,676	1,386
2042-43	235,456	7,643	-	-	-	-	-	-
2043-44	238,456	4,064	-	-	-	-	-	-
Total	\$ 4,239,962	\$ 882,291	\$ 1,276,874	\$ 328,707	\$ 10,000,000	\$ 2,386,734	\$ 1,854,277	\$ 402,239

* Total Debt Service Requirements of Direct Borrowing and Direct Placement Obligations include preliminary repayment schedules for Clean Water State Revolving Fund and Shelter Projects, Series 2022 loans that are based on current amounts outstanding. Final repayment schedules will be determined when the final loan amount is drawn down.

Continued on next page

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, 2022

Fiscal Year	CWSRL Fund Loan R14524*		CWSRL Fund Loan R14525*		CWSRL Fund Loan R14526*		CWSRL Fund Loan R14527*	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2022-23	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2023-24	-	210,645	-	35,571	-	19,604	-	30,684
2024-25	112,516	40,325	31,781	11,390	77,564	27,798	156,460	56,074
2025-26	113,893	41,272	32,170	11,658	78,513	28,451	158,375	57,391
2026-27	115,287	39,309	32,564	11,103	79,474	27,098	160,313	54,661
2027-28	116,698	37,321	32,963	10,542	80,446	25,728	162,275	51,898
2028-29	118,126	35,310	33,366	9,974	81,431	24,341	164,261	49,100
2029-30	119,571	33,274	33,774	9,399	82,427	22,937	166,271	46,269
2030-31	121,034	31,213	34,188	8,816	83,436	21,517	168,305	43,403
2031-32	122,516	29,126	34,606	8,227	84,457	20,078	170,365	40,502
2032-33	124,015	27,015	35,029	7,631	85,490	18,623	172,450	37,565
2033-34	125,532	24,877	35,458	7,027	86,537	17,149	174,560	34,593
2034-35	127,069	22,713	35,892	6,416	87,596	15,657	176,696	31,584
2035-36	128,624	20,523	36,331	5,797	88,667	14,148	178,858	28,538
2036-37	130,198	18,306	36,776	5,171	89,752	12,619	181,047	25,455
2037-38	131,791	16,061	37,226	4,537	90,851	11,072	183,263	22,334
2038-39	133,404	13,790	37,681	3,895	91,963	9,506	185,505	19,175
2039-40	135,036	11,490	38,142	3,246	93,088	7,921	187,775	15,978
2040-41	136,689	9,163	38,609	2,588	94,227	6,316	190,073	12,741
2041-42	138,361	6,806	39,082	1,923	95,380	4,692	192,399	9,465
2042-43	140,054	4,421	39,560	1,249	96,547	3,048	194,754	6,148
2043-44	141,767	2,363	40,044	667	97,728	1,629	197,136	3,286
Total	\$ 2,532,181	\$ 675,323	\$ 715,242	\$ 166,827	\$ 1,745,574	\$ 339,932	\$ 3,521,141	\$ 676,844

* Total Debt Service Requirements of Direct Borrowing and Direct Placement Obligations include preliminary repayment schedules for Clean Water State Revolving Fund and Shelter Projects, Series 2022 loans that are based on current amounts outstanding. Final repayment schedules will be determined when the final loan amount is drawn down.

Continued on next page

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, 2022

Fiscal Year	Shelter Projects, Series 2022*		Juniper Ridge Series 2013		2021A FF&C Refunding Series 2010A		2021B FF&C Refunding Series 2010B	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2022-23	\$ 182,500	\$ 146,860	\$ 392,584	\$ 7,404	\$ 283,200	\$ 7,207	\$ 266,400	\$ 6,886
2023-24	177,000	152,472	198,328	1,666	288,800	3,639	280,100	3,529
2024-25	173,953	146,365	-	-	-	-	-	-
2025-26	179,955	140,364	-	-	-	-	-	-
2026-27	186,163	134,155	-	-	-	-	-	-
2027-28	192,586	127,733	-	-	-	-	-	-
2028-29	199,230	121,088	-	-	-	-	-	-
2029-30	206,104	114,215	-	-	-	-	-	-
2030-31	213,214	107,104	-	-	-	-	-	-
2031-32	220,570	99,748	-	-	-	-	-	-
2032-33	228,180	92,139	-	-	-	-	-	-
2033-34	236,052	84,267	-	-	-	-	-	-
2034-35	244,196	76,123	-	-	-	-	-	-
2035-36	252,620	67,698	-	-	-	-	-	-
2036-37	261,336	58,983	-	-	-	-	-	-
2037-38	270,352	49,967	-	-	-	-	-	-
2038-39	279,679	40,639	-	-	-	-	-	-
2039-40	289,328	30,990	-	-	-	-	-	-
2040-41	299,310	21,009	-	-	-	-	-	-
2041-42	309,636	10,682	-	-	-	-	-	-
2042-43	-	-	-	-	-	-	-	-
2043-44	-	-	-	-	-	-	-	-
Total	\$ 4,601,964	\$ 1,822,601	\$ 590,912	\$ 9,070	\$ 572,000	\$ 10,846	\$ 546,500	\$ 10,415

* Total Debt Service Requirements of Direct Borrowing and Direct Placement Obligations include preliminary repayment schedules for Clean Water State Revolving Fund and Shelter Projects, Series 2022 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, 2022

Fiscal Year	2021C FF&C Refunding Series 2010C		Equipment, ERP, Stormwater Improvements, Refundings, 2021A FF&C		BURA, Refundings, 2021B FF&C	
	Principal	Interest	Principal	Interest	Principal	Interest
	2022-23	\$ 777,500	\$ 92,114	\$ 2,799,900	\$ 314,149	\$ 853,500
2023-24	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	847,101	10,673	1,323,700	57,728	-	-
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	-	-	-	-	-	-
2043-44	-	-	-	-	-	-
Total	\$ 7,310,601	\$ 467,152	\$ 23,413,600	\$ 1,747,744	\$ 2,846,000	\$ 57,885

* Total Debt Service Requirements of Direct Borrowing and Direct Placement Obligations include preliminary repayment schedules for Clean Water State Revolving Fund and Shelter Projects, Series 2022 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

This page intentionally left blank

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

This page intentionally left blank

City of Bend, Oregon
Net Position by Component
Last ten fiscal years
(accrual basis of accounting; in thousands)

	2013	Restated 2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
Net investment in capital assets	\$ 474,356	\$ 472,258	\$ 477,809	\$ 476,817	\$ 468,971	\$ 461,728	\$ 481,503	\$ 476,852	\$ 464,990	\$ 480,159
Restricted	16,565	29,652	29,319	42,451	52,371	51,169	29,193	61,435	40,381	69,718
Unrestricted	29,610	4,056	18,412	11,632	12,839	6,672	11,566	(5,083)	28,143	5,050
Total governmental activities net position	<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>\$ 554,927</u>
Business-type Activities										
Net investment in capital assets	\$ 263,975	\$ 278,857	\$ 293,753	\$ 321,457	\$ 306,517	\$ 321,740	\$ 346,275	\$ 396,321	\$ 383,467	\$ 410,026
Restricted	1,289	1,265	1,678	3,536	3,784	4,613	4,509	6,211	6,803	7,045
Unrestricted	38,215	36,565	45,677	43,822	92,608	105,771	114,247	90,864	138,582	141,204
Total business-type activities net position	<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>\$ 558,275</u>
Primary Government										
Net investment in capital assets	\$ 738,331	\$ 751,115	\$ 771,562	\$ 798,274	\$ 775,488	\$ 783,468	\$ 827,778	\$ 873,173	\$ 848,457	\$ 890,185
Restricted	17,854	30,917	30,997	45,987	56,155	55,782	33,702	67,646	47,184	76,763
Unrestricted	67,825	40,621	64,089	55,454	105,447	112,443	125,813	85,781	166,725	146,254
Total primary government net position	<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>	<u>\$ 1,113,202</u>

City of Bend, Oregon
Changes in Net Position
Last ten fiscal years
(modified accrual basis of accounting; in thousands)

	2013	2014	2015	2016	2017
Expenses					
Governmental activities					
General government	\$ 15,300	\$ 17,436	\$ 17,185	\$ 23,006	\$ 18,459
Public safety	30,695	30,873	26,332	44,350	41,593
Infrastructure	18,208	19,733	19,550	20,631	23,640
Community and economic development	7,771	8,720	7,249	14,248	15,083
Permanent maintenance	4	5	5	5	5
Urban renewal	30	64	41	40	53
Interest on long-term debt	2,335	2,321	2,171	2,164	2,055
Total governmental activities expenses	74,343	79,152	72,533	104,444	100,888
Business-type activities					
Water	12,576	14,032	12,821	14,889	19,998
Water reclamation	13,968	14,427	13,196	17,197	14,196
Airport	1,053	1,243	1,279	1,359	1,394
Cemetery	83	134	125	149	139
Parking services	869	875	924	1,091	1,134
Stormwater	2,400	2,843	2,648	3,256	3,214
Total business-type activities expenses	30,949	33,554	30,993	37,941	40,075
Total primary government expenses	105,292	112,706	103,526	142,385	140,963
Program Revenues					
Governmental activities					
Charges for services					
General government	6,475	7,827	8,279	9,516	8,855
Public safety	3,285	3,255	5,052	4,865	5,181
Infrastructure	2,507	3,652	2,722	3,091	3,629
Community and economic development	5,957	8,843	9,525	11,192	11,134
Permanent maintenance	6	3	5	13	5
Urban renewal	-	-	-	-	-
Operating grants and contributions	13,359	12,963	11,952	13,350	14,684
Capital grants and contributions	11,720	12,725	15,661	27,301	19,299
Total governmental activities program revenues	43,309	49,268	53,196	69,328	62,787
Business-type activities					
Charges for services					
Water	15,815	17,296	17,768	18,708	21,280
Water reclamation	17,092	18,487	20,327	21,543	24,062
Airport	794	879	911	953	858
Cemetery	66	44	79	107	70
Parking services	639	753	825	919	996
Stormwater	2,534	2,540	2,599	3,228	3,478
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	2,767	3,809	6,548	10,916	12,930
Total business-type activities	39,707	43,808	49,057	56,374	63,674
Total primary government program revenues	\$ 83,016	\$ 93,076	\$ 102,253	\$ 125,702	\$ 126,461
Net Revenues (Expenses)					
Governmental activities	\$ (31,034)	\$ (29,884)	\$ (19,337)	\$ (35,116)	\$ (38,101)
Business-type activities	8,758	10,254	18,064	18,433	23,599
Total primary government net revenues (expenses)	\$ (22,276)	\$ (19,630)	\$ (1,273)	\$ (16,683)	\$ (14,502)

City of Bend, Oregon
Changes in Net Position (Continued)
Last ten fiscal years
(modified accrual basis of accounting; in thousands)

	2018	2019	2020	2021	2022
Expenses					
Governmental activities					
General government	\$ 20,484	\$ 26,145	\$ 20,015	\$ 35,660	\$ 30,142
Public safety	49,030	47,115	54,578	49,880	51,923
Infrastructure	28,526	29,455	33,834	28,405	29,010
Community and economic development	16,172	16,512	21,964	22,327	23,944
Permanent maintenance	5	5	5	5	6
Urban renewal	45	310	929	1,549	348
Interest on long-term debt	1,888	1,747	2,265	4,511	4,758
Total governmental activities expenses	116,150	121,289	133,590	142,337	140,131
Business-type activities					
Water	16,815	19,487	19,730	18,214	18,746
Water reclamation	18,393	22,717	27,527	24,370	27,842
Airport	1,357	1,625	1,691	1,628	1,491
Cemetery	212	176	294	284	288
Parking services	1,290	1,522	1,287	1,488	1,708
Stormwater	3,544	3,432	3,516	3,500	3,891
Total business-type activities expenses	41,611	48,959	54,045	49,484	53,966
Total primary government expenses	157,761	170,248	187,635	191,821	194,097
Program Revenues					
Governmental activities					
Charges for services					
General government	10,756	11,073	11,953	10,097	14,283
Public safety	5,997	6,381	4,469	3,599	8,389
Infrastructure	329	5,110	1,783	1,433	19,670
Community and economic development	15,851	13,117	15,545	15,740	20,665
Permanent maintenance	5	6	7	5	6
Urban renewal	-	-	-	750	-
Operating grants and contributions	18,194	15,664	24,261	21,327	25,903
Capital grants and contributions	20,791	20,313	28,418	31,743	13,127
Total governmental activities program revenues	71,923	71,664	86,436	84,694	102,043
Business-type activities					
Charges for services					
Water	19,775	21,099	20,051	21,345	21,406
Water reclamation	26,930	29,532	31,058	32,127	33,693
Airport	923	893	957	1,155	1,232
Cemetery	61	73	95	85	100
Parking services	1,100	1,097	1,024	992	1,785
Stormwater	3,770	4,077	4,179	4,374	4,852
Operating grants and contributions	-	-	118	281	4
Capital grants and contributions	11,143	10,422	11,052	14,145	15,103
Total business-type activities	63,702	67,193	68,534	74,504	78,175
Total primary government program revenues	\$ 135,625	\$ 138,857	\$ 154,970	\$ 159,198	\$ 180,218
Net Revenues (Expenses)					
Governmental activities	\$ (44,227)	\$ (49,625)	\$ (47,154)	\$ (57,643)	\$ (38,090)
Business-type activities	22,091	18,234	14,489	25,020	24,211
Total primary government net revenues (expenses)	\$ (22,136)	\$ (31,391)	\$ (32,665)	\$ (32,623)	\$ (13,879)

City of Bend, Oregon
Changes in Net Position (Continued)
Last ten fiscal years
(modified accrual basis of accounting; in thousands)

	2013	2014	2015	2016	2017
General Revenues and Other Changes in Net Position					
Governmental activities					
Taxes					
Property taxes, levied for general purpose and debt service	\$ 25,649	\$ 26,753	\$ 30,179	\$ 31,971	\$ 33,316
Room taxes	3,945	4,710	6,397	7,931	8,990
Marijuana taxes	-	-	-	-	-
Construction excise taxes	-	-	-	-	-
Franchise fees	7,170	7,645	7,834	8,280	8,794
Unrestricted investment earnings	546	703	636	1,118	556
Other revenues	43	-	-	-	-
Transfers	(4,169)	(5,246)	(6,135)	(8,821)	(10,273)
Total governmental activities	<u>33,184</u>	<u>34,565</u>	<u>38,911</u>	<u>40,479</u>	<u>41,383</u>
Business-type activities					
Unrestricted investment earnings	243	290	221	453	222
Transfers	4,169	5,246	6,135	8,821	10,273
Total business-type activities	<u>4,412</u>	<u>5,536</u>	<u>6,356</u>	<u>9,274</u>	<u>10,495</u>
Total primary government	<u>\$ 37,596</u>	<u>\$ 40,101</u>	<u>\$ 45,267</u>	<u>\$ 49,753</u>	<u>\$ 51,878</u>
Change in Net Position					
Governmental activities	\$ 2,150	\$ 4,681	\$ 19,574	\$ 5,363	\$ 3,282
Business-type activities	13,170	15,790	24,420	27,707	34,094
Total primary government	<u>\$ 15,320</u>	<u>\$ 20,471</u>	<u>\$ 43,994</u>	<u>\$ 33,070</u>	<u>\$ 37,376</u>

City of Bend, Oregon
Changes in Net Position (Continued)
Last ten fiscal years
(modified accrual basis of accounting; in thousands)

	2018	2019	2020	2021	2022
General Revenues and Other Changes in Net Position					
Governmental activities					
Taxes					
Property taxes, levied for general purpose and debt service	\$ 35,340	\$ 37,574	\$ 40,281	\$ 41,471	\$ 44,305
Room taxes	9,700	10,239	8,801	11,233	14,578
Marijuana taxes	-	-	1,066	1,356	1,572
Construction excise taxes	-	-	-	-	104
Franchise fees	9,035	9,650	11,791	13,357	14,368
Unrestricted investment earnings	737	4,797	5,185	582	(5,397)
Other revenues	-	-	-	-	-
Transfers	(10,122)	(9,944)	(9,029)	(10,045)	(10,027)
Total governmental activities	<u>44,690</u>	<u>52,316</u>	<u>58,095</u>	<u>57,954</u>	<u>59,503</u>
Business-type activities					
Unrestricted investment earnings	449	4,726	4,847	391	(4,816)
Transfers	10,122	9,944	9,029	10,045	10,027
Total business-type activities	<u>10,571</u>	<u>14,670</u>	<u>13,876</u>	<u>10,436</u>	<u>5,211</u>
Total primary government	<u>\$ 55,261</u>	<u>\$ 66,986</u>	<u>\$ 71,971</u>	<u>\$ 68,390</u>	<u>\$ 64,714</u>
Change in Net Position					
Governmental activities	\$ 463	\$ 2,691	\$ 10,941	\$ 311	\$ 21,410
Business-type activities	32,662	32,904	28,365	35,456	29,425
Total primary government	<u>\$ 33,125</u>	<u>\$ 35,595</u>	<u>\$ 39,306</u>	<u>\$ 35,767</u>	<u>\$ 50,835</u>

City of Bend, Oregon
Fund Balances (Deficits), Governmental Funds
Last ten fiscal years
(modified accrual basis of accounting; in thousands)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Nonspendable	\$ 4,581	\$ 4,562	\$ 4,555	\$ 4,555	\$ 4,555	\$ 4,487	\$ 4,487	\$ 4,487	\$ 4,416	\$ 4,189
Restricted	-	-	-	-	-	411	839	1,234	1,682	2,294
Committed	1,709	1,855	2,092	2,281	2,519	2,823	-	-	-	-
Assigned	-	-	4,232	5,411	6,651	-	-	-	-	-
Unassigned	10,325	11,030	10,775	9,378	9,463	10,446	13,360	13,223	19,606	30,949
Total general fund	<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>\$ 37,432</u>
All Other Governmental Funds										
Nonspendable	\$ 596	\$ 599	\$ 605	\$ 629	\$ 633	\$ 627	\$ 633	\$ 697	\$ 762	\$ 658
Restricted	26,669	29,413	23,189	22,551	41,099	38,897	27,721	59,490	37,937	66,765
Committed	12,997	11,792	12,342	18,947	7,630	6,797	11,623	12,940	15,289	15,907
Assigned	6,587	8,254	16,794	21,925	21,420	24,081	28,392	33,298	44,309	32,458
Unassigned	(360)	(360)	(360)	(360)	-	1,433	-	-	(352)	-
Total all other governmental funds	<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>	<u>\$ 115,788</u>

City of Bend, Oregon
Changes in Fund Balances (Deficits), Governmental Funds
Last ten fiscal years
(modified accrual basis of accounting, in thousands)

	2013	2014	2015	2016	2017
Revenues					
Taxes	\$ 29,990	\$ 31,612	\$ 36,686	\$ 39,917	\$ 42,257
Franchise fees	7,154	7,641	7,973	8,280	8,794
Intergovernmental	12,745	12,471	11,715	12,515	12,185
Assessments	158	175	165	171	151
Licenses and permits	4,274	5,860	6,946	8,247	5,798
Charges for services	6,779	8,568	9,315	10,234	12,556
Rental income	-	-	-	-	-
System development charges	7,113	9,091	10,239	18,414	16,828
Contributions	104	153	415	158	249
Fines and forfeitures	955	927	900	947	1,038
Loan repayments	1,189	1,223	1,502	738	1,717
Permanent maintenance fees	6	3	5	13	5
Investment earnings (loss)	473	615	545	968	419
Miscellaneous	47	89	99	94	187
Total revenues	70,987	78,428	86,506	100,696	102,185
Expenditures					
General government	2,266	2,253	2,319	2,240	2,589
Public safety	31,848	33,924	36,474	39,357	42,008
Infrastructure	7,771	8,118	10,960	8,835	10,159
Community and economic development	8,309	9,505	9,880	14,504	16,180
Permanent maintenance	4	5	5	5	5
Urban renewal	32	66	60	41	59
Debt service					
Principal	5,606	13,466	3,917	4,252	4,555
Interest	2,275	2,340	2,174	2,168	2,079
Capital outlay	13,376	9,814	12,922	11,967	9,147
Total expenditures	71,487	79,491	78,711	83,369	86,781
Other Financing Sources (Uses)					
Insurance proceeds	17	16	31	14	52
Issuance of long-term debt	26,805	9,983	3,055	2,945	4,297
Premium on issuance of long-term debt	1,550	-	-	-	-
Discount on issuance of long-term debt	-	-	(3)	-	-
Proceeds from sale of capital assets	43	565	-	53	270
Payments to escrow agent on refunded debt	-	-	-	-	-
Interfund loan proceeds	1	-	-	-	-
Transfers in	16,744	15,723	17,992	23,217	21,335
Transfers out	(22,131)	(21,772)	(24,351)	(32,464)	(30,031)
Total other financing sources (uses)	23,029	4,515	(3,276)	(6,235)	(4,077)
Net changes in fund balances (deficits)	\$ 22,529	\$ 3,452	\$ 4,519	\$ 11,092	\$ 11,327
Debt services as a percentage of non-capital expenditures	14.0 %	23.0 %	9.0 %	9.0 %	8.5 %

City of Bend, Oregon
Changes in Fund Balances (Deficits), Governmental Funds (Continued)
Last ten fiscal years
(modified accrual basis of accounting; in thousands)

	2018	2019	2020	2021	2022
Revenues					
Taxes	\$ 45,084	\$ 47,832	\$ 50,112	\$ 54,184	\$ 60,571
Franchise fees	9,035	9,650	11,791	13,293	14,335
Intergovernmental	17,122	14,745	20,490	25,357	25,068
Assessments	242	218	132	133	254
Licenses and permits	6,390	6,001	6,614	5,545	5,856
Charges for services	13,146	13,724	17,328	14,523	19,691
Rental income	-	-	-	-	60
System development charges	15,221	16,392	18,516	18,688	17,741
Contributions	134	1,740	244	317	262
Fines and forfeitures	1,089	1,301	1,081	792	684
Loan repayments	429	258	576	769	818
Permanent maintenance fees	5	6	7	5	6
Investment earnings (loss)	684	3,953	4,226	512	(4,424)
Miscellaneous	128	81	246	273	92
Total revenues	108,708	115,901	131,362	134,391	141,015
Expenditures					
General government	2,525	2,512	11,538	230	-
Public safety	47,520	48,490	55,921	54,963	57,943
Infrastructure	10,564	11,855	14,994	13,018	16,457
Community and economic development	18,362	18,635	24,410	24,393	29,059
Permanent maintenance	5	5	5	5	6
Urban renewal	99	227	600	1,553	610
Debt service					
Principal	4,699	5,187	5,226	14,721	6,235
Interest	1,947	1,838	1,669	4,195	4,312
Capital outlay	14,268	20,213	30,809	27,803	66,847
Total expenditures	99,989	108,962	145,172	140,881	181,469
Other Financing Sources (Uses)					
Insurance proceeds	12	-	6	5	2
Issuance of long-term debt	1,206	-	47,778	12,703	88,376
Premium on issuance of long-term debt	-	-	6,601	-	4,661
Discount on issuance of long-term debt	-	-	-	-	-
Proceeds from sale of capital assets	1,945	47	313	2,604	3,004
Payments to escrow agent on refunded debt	-	-	-	-	(15,640)
Interfund loan proceeds	-	-	-	-	-
Transfers in	30,069	32,629	33,852	31,176	30,792
Transfers out	(45,918)	(42,562)	(36,426)	(41,717)	(41,170)
Total other financing sources (uses)	(12,686)	(9,887)	52,125	4,770	70,026
Net changes in fund balances (deficits)	\$ (3,967)	\$ (2,948)	\$ 38,315	\$ (1,720)	\$ 29,572
Debt services as a percentage of non-capital expenditures	7.8 %	7.9 %	6.0 %	16.7 %	9.2 %

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
2013 (4)	\$ 9,745,467,924	\$ 8,325,527,874	\$ 82,348,340	\$ 8,243,179,534	84.6 %	\$ 3.16
2014	10,551,368,975	8,766,651,445	87,551,264	8,679,100,181	82.3 %	3.12
2015	12,409,417,619	9,331,010,777	100,012,150	9,230,998,627	74.4 %	3.32
2016	14,324,209,631	9,991,920,678	108,639,719	9,883,280,959	69.0 %	3.30
2017	16,026,167,867	10,439,007,017	107,657,138	10,331,349,879	64.5 %	3.28
2018	18,293,572,585	11,057,097,220	115,049,200	10,942,048,020	59.8 %	3.28
2019	20,557,554,789	11,736,052,767	136,146,487	11,599,906,280	56.4 %	3.28
2020	22,306,374,380	12,362,179,543	145,845,139	12,216,334,404	54.8 %	3.28
2021	23,667,021,120	13,010,455,952	151,112,488	12,859,343,464	54.3 %	3.27
2022 (5)	27,871,755,362	13,734,056,228	222,505,316	13,511,550,912	48.5 %	3.31

Sources:

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 2013 is due to market decline in real estate as an aftermath of the 2008 recession.
- (5) Increase in Urban Renewal Excess is due to the addition of the Core Area Tax Increment Financing District.

City of Bend, Oregon
Property Tax Rates - Direct and Overlapping Governments
Last ten fiscal years
(per \$1,000 of assessed value)

Fiscal Year	City Direct Rates			Overlapping Rates							Total
	City of Bend ⁽¹⁾	Bend Urban Renewal District	Total Direct	Bend Metro Park and Recreation District	Deschutes County ⁽²⁾	County Library ⁽³⁾	Education Service District	Central Oregon Community College	Bend La-Pine Administrative School District #1		
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	
2022	3.10	0.21	3.31	1.57	2.61	0.98	0.10	0.71	6.57	15.85	

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.
 - (2) Deschutes County includes the following: Deschutes County \$1.1987, Countywide Law Enforcement \$1.0332, County Extension/4H \$0.0222, and 9-1-1 \$0.3561.
 - (3) Includes Deschutes County Library Bond passed in November of 2020.

City of Bend, Oregon
Principal Taxpayers
For the fiscal years ended June 30, 2022 and June 30, 2013
(in thousands)

Taxpayer	Type of Business	2022			2013		
		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	\$ 81,927	0.6 %		\$ -	0.0 %
Pacificcorp (PP&L)	Electric utility	2	65,288	0.5 %	1	41,132	0.5 %
Touchmark at Mount Bachelor Village LLC	Retirement community	3	53,095	0.4 %	3	34,656	0.4 %
Cascade Natural Gas Corp	Gas utility	4	51,943	0.4 %	9	23,810	0.3 %
Deschutes Brewery Inc	Microbrewery	5	50,007	0.4 %	2	36,391	0.4 %
CVSC LLC	Shopping center	6	47,136	0.3 %	4	32,140	0.4 %
Suterra LLC	Biorational products	7	48,251	0.4 %	5	33,737	0.4 %
Forum Westside LLC	Shopping center	8	40,791	0.3 %		-	0.0 %
BDC/Bend SPE LLC	Real estate developer	9	32,259	0.2 %		-	0.0 %
Forum Holdings LLC	Shopping center	10	31,441	0.2 %	8	23,641	0.3 %
Bend Cable Communications LLC	Cable utility		-	- %	6	27,807	0.3 %
Deschutes Properties LLC	Real estate developer		-	- %	7	25,086	0.3 %
Rivers Edge Investments LLC	Real estate developer		-	- %	10	20,461	0.2 %
Total			\$ 502,138	3.7 %		\$ 298,861	3.6 %

Source:

Deschutes County Assessor's Office

Note:

(1) Percent of total net assessed valuation represents percent of taxpayer's net assessed value to City's total assessed value of \$13,734,056,228 for 2022 and \$8,325,528,000 for 2013.

City of Bend, Oregon
Property Taxes, Levies and Collections
Last ten fiscal years
(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	
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 %	839	32,180	97.5 %	
2017	34,323	32,669	95.2 %	780	33,449	97.5 %	
2018	36,280	34,702	95.7 %	716	35,418	97.6 %	
2019	38,622	36,951	95.7 %	739	37,690	97.6 %	
2020	40,646	38,934	95.8 %	555	39,489	97.2 %	
2021	42,594	40,781	95.7 %	352	41,133	96.6 %	
2022	45,522	43,694	96.0 %	-	43,694	96.0 %	

Source:
Deschutes County Assessor's Office

City of Bend, Oregon
Ratios of Outstanding Debt by Type
Last ten fiscal years
(in thousands)

Fiscal Year	Governmental Activities							Business-Type Activities						Total Debt Percentage of Personal Income ⁽²⁾	Total Debt per Capita ⁽²⁾
	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	Total Primary Government			
2013	\$ 43,203	\$ 25,950	\$ -	\$ -	\$ 3,709	\$ 2,087	\$ 17,622	\$ 13,686	\$ 9,630	\$ -	\$ 217	\$ 116,104	4.2 %	\$ 1,509	
2014	33,803	24,920	-	9,591	-	1,949	15,907	12,625	27,928	-	199	126,922	4.3 %	1,594	
2015	31,783	23,860	-	11,434	403	1,815	14,902	11,530	41,830	30,000	180	167,737	5.7 %	2,072	
2016	28,268	22,780	-	12,937	1,332	1,685	13,877	7,365	63,405	30,000	169	181,818	5.8 %	2,213	
2017	20,803	21,680	-	21,192	3,926	1,486	12,832	56,835	89,434	-	11,629	239,817	7.1 %	2,715	
2018	18,733	20,545	-	25,916	-	1,360	11,762	54,835	110,391	-	11,015	254,557	6.4 %	2,900	
2019	16,740	19,375	-	23,837	-	1,235	10,670	46,765	121,666	-	10,397	250,685	5.7 %	2,743	
2020	62,625	18,170	-	21,743	-	7,693	11,510	45,100	120,589	-	10,037	297,467	5.9 %	3,204	
2021 ⁽¹⁾	57,060	16,930	-	28,901	-	7,208	2,170	81,290	141,178	-	20,047	354,784	6.8 %	3,515	
2022	82,604	46,300	-	591	-	10,710	13,341	78,855	144,265	-	19,064	395,730	6.4 %	3,921	

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.

⁽¹⁾ Year 2021 was corrected to properly reflect the premiums/discounts of the governmental activities and business type activities.

⁽²⁾ Population numbers used the most current population number available when the statements are published. All prior years were updated for consistency. This has changed the Total Debt Percentage of Personal Income percentage and Total Debt per Capita accordingly for years 2013 - 2021.

City of Bend, Oregon
Ratios of General Bonded Debt Outstanding
Last ten fiscal years
(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		General Bonded Debt Per Capita ⁽¹⁾
	Full Faith & Credit Obligations	General Obligations	Total				Assessed Value	Population ⁽¹⁾	
2013	\$ 60,825	\$ 25,950	\$ 86,775	\$ 1,471	\$ 85,304	\$ 8,338,066	1.04	76,925	\$ 1,128
2014	49,710	24,920	74,630	2,559	72,071	8,779,653	0.85	77,455	946
2015	46,685	23,860	70,545	2,831	67,714	9,345,229	0.75	78,280	901
2016	42,145	22,780	64,925	5,969	58,956	10,007,089	0.65	79,985	812
2017	33,635	21,680	55,315	6,406	48,909	10,454,190	0.53	81,310	680
2018	30,495	20,545	51,040	6,978	44,062	11,073,004	0.46	83,500	611
2019	27,410	19,375	46,785	8,126	38,659	11,752,965	0.40	89,505	523
2020	74,135	18,170	92,305	7,119	85,186	12,380,293	0.75	91,385	1,010
2021	59,230	16,930	76,160	7,080	69,080	13,029,334	0.58	92,840	820
2022	95,946	46,300	142,246	7,600	134,646	13,753,544	1.03	100,922	1,409

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.

⁽¹⁾ Population numbers used the most current population number available when the statements are published. All prior years were updated for consistency. This has changed the General Bonded Debt Per Capita accordingly for years 2013 - 2021.

City of Bend, Oregon
Computation of Direct and Overlapping Debt
For the year ended June 30, 2022

<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	\$ 136,100,729	100.00 %	\$ 136,100,729
Overlapping Debt			
Bend Metro Park & Rec District	21,772,013	95.32 %	20,753,758
Central Oregon Community College	41,835,000	42.42 %	17,744,859
Central Oregon Regional Housing Authority	1,650,200	49.70 %	820,073
Deschutes County	26,155,000	49.70 %	12,997,832
Deschutes Cty SD 1 (Bend-Lapine)	399,120,000	68.52 %	273,482,612
Deschutes Public Library District	192,640,000	49.70 %	95,733,219
High Desert ESD	<u>2,526,324</u>	<u>45.42 %</u>	<u>1,147,411</u>
Total overlapping debt	<u>685,698,537</u>	<u>61.64 %</u>	<u>422,679,764</u>
Total direct debt and overlapping debt	<u>\$ 821,799,266</u>	<u>67.99 %</u>	<u>\$ 558,780,493</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, 2022
Real market value	\$ 27,919,637,039
	3 %
General obligation debt limit at 3% of real market value	837,589,111
General obligation debt subject to limit per ORS 287A.050(2) ⁽¹⁾	46,300,000
Less: Funds applicable to the payment of General obligation debt service fund	(1,852,001)
Net debt subject to 3% limitation	44,447,999
Legal debt margin	\$ 793,141,112
Debt capacity percent	95 %

Fiscal Years Ended June 30,
(in thousands)

Fiscal Year	3% Debt Limit	Net Debt Subject to 3% Limit	Legal Debt Margin	Debt Capacity Percent
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 %
2022	837,589	44,448	793,141	95 %

Source:

Real Market Value obtained from Deschutes County Assessor's Office

Notes:

⁽¹⁾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⁾
2013	76,925	32.5	2,367	2,759,607	35,874	16,473	10.0
2014	77,455	32.5	2,383	2,977,990	38,448	16,863	8.1
2015	78,280	32.5	2,409	2,955,383	37,754	17,163	6.2
2016	79,985	36.2	2,210	3,155,888	39,456	17,517	5.2
2017	81,310	36.2	2,246	3,388,594	41,675	18,375	3.8
2018	83,500	36.2	2,307	3,992,052	47,809	18,428	3.9
2019	89,505	36.2	2,473	4,404,989	49,215	18,587	3.9
2020 ⁽⁶⁾	91,385	36.2	2,524	5,039,243	55,143	18,672	12.3
2021	92,840	36.2	2,565	5,240,539	56,447	18,432	5.2
2022	100,922	37.2	2,713	6,178,041	61,216	17,552	3.4

Sources:

- (1) Population figures obtained from Portland State University Population Research Center. Population numbers used the most current population number available when the statements are published. This has changed the Average Density and Per Capita Income accordingly for years 2015 - 2021.
- (2) Square mileage increased due to the Urban Growth Boundary expansion in 2016. The increase in Fiscal 2022's square mileage is due to the annexation of the Stevens Ranch tract.
- (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, 2022 and June 30, 2013

Employer	Product or Service	Rank	2022		2013		
			Employees	Percentage of Total City Employment ⁽¹⁾	Rank	Employees	Percentage of Total City Employment ⁽¹⁾
St. Charles Medical Center	Health care	1	3,527	3.5 %	1	2,158	2.8 %
Bend La Pine School District	Education	2	2,160	2.1 %	2	1,686	2.2 %
Deschutes County	Government	3	1,043	1.0 %	3	1,044	1.3 %
Mt. Bachelor	Resort	4	894	0.9 %	4	743	1.0 %
City of Bend	Government	5	702	0.7 %	9	455	0.6 %
Central Oregon Community College	Education	6	653	0.6 %	6	628	0.8 %
Summit Memorial Group	Health care	7	612	0.6 %	7	582	0.8 %
Oregon State University OSU-Cascades	Education	8	442	0.4 %		-	- %
Lonza	Pharmaceutical	9	440	0.4 %		-	- %
Les Schwab	Tire Manufacturer	10	398	0.4 %		-	- %
TRG Customer Solutions	Call center		-	- %	5	650	0.8 %
Dept. of Forestry	Government		-	- %	8	568	0.7 %
Walmart	Retailer		-	- %	10	400	0.5 %
	Total		10,871	10.7 %		8,914	11.5 %

Sources:

Economic Development for Central Oregon, 2022 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 101,794 for June 2022 and 77,455 for June 2013

City of Bend, Oregon
Full-Time Equivalent City Employees by Program
Last ten fiscal years

<u>Program</u>	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Government										
Administration, finance & legal	38.0	37.5	48.5	51.0	53.3	58.4	51.8	60.0	68.0	85.8
Information technology	14.0	14.0	17.0	22.0	21.0	21.0	23.0	23.0	19.0	20.0
Public works administration/laboratory	12.0	13.0	13.0	7.0	7.0	7.0	7.0	9.0	9.0	9.0
Facility management	3.0	3.0	4.0	5.0	5.0	6.0	7.0	8.0	10.0	10.0
Fleet management	7.0	6.7	6.7	7.7	7.7	9.0	9.7	11.8	11.8	12.0
Diversity, equity, inclusion and accessibility (DEIA)	-	-	-	-	-	-	-	-	2.5	3.5
Sustainability	-	-	-	-	-	-	-	-	1.0	1.0
Accessibility program	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	3.0	1.0	4.0	4.0	-	-
Public Safety										
Police	108.0	112.0	120.0	122.0	122.0	132.0	135.0	136.0	145.0	149.5
Fire/EMS	87.5	85.5	112.7	129.7	124.7	123.1	123.1	128.6	131.6	141.6
Municipal court	4.0	4.0	4.0	4.0	4.0	4.5	5.5	4.0	4.0	4.0
Public Ways and Facilities										
Street operations	31.0	34.5	38.5	41.0	42.0	44.0	46.0	49.0	52.0	57.0
Engineering	18.0	20.0	21.0	22.0	22.0	27.0	29.0	28.0	33.0	34.0
Community and Economic Development										
Community development administration	1.0	1.0	1.0	-	-	15.0	13.0	11.0	16.5	20.8
Planning	12.0	15.0	14.0	11.0	15.0	17.0	18.0	17.0	20.0	20.0
Building	21.0	28.0	34.0	41.0	45.0	40.5	40.0	39.0	39.0	44.0
Private development engineering	1.0	4.0	6.0	9.0	8.0	14.0	14.0	13.0	17.0	19.0
Economic development	-	-	-	-	-	-	-	-	6.0	-
Code enforcement	1.0	2.0	4.0	4.0	4.0	4.0	4.0	5.0	5.0	5.0
Growth management	-	-	8.0	8.5	9.0	9.5	10.5	8.0	5.5	6.0
Business advocacy	-	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Community development block grant program	2.0	3.0	2.0	2.0	3.0	1.0	2.0	2.0	3.5	6.0
Other										
Urban renewal	-	-	-	-	-	-	-	-	-	2.0
Airport	1.8	1.8	1.8	2.3	2.5	2.5	2.3	2.2	2.3	2.5
Water	30.5	29.5	32.0	37.0	40.0	40.5	41.5	40.0	41.0	42.0
Water reclamation	33.0	34.0	36.0	34.0	32.0	32.5	32.5	30.5	32.5	34.0
Stormwater	6.0	6.0	6.0	8.0	8.0	8.0	8.0	8.0	8.0	7.0
Utility support division	14.5	7.5	9.5	14.0	14.0	14.0	25.6	25.0	25.0	27.0
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	2.0	2.0	2.0	2.0
Total	450.3	472.0	549.7	593.2	601.2	640.5	662.5	672.6	717.2	765.7

* 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>	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Public Safety										
Police										
Physical arrest ⁽¹⁾	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	2,363.0
Traffic violations ⁽¹⁾	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	6,486.0
Calls for service	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	55,802.0
Fire/EMS:										
Fire responses	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	2,134.0
Ambulance response	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	10,896.0
Inspections conducted	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	2,385.0
Public Ways and Facilities										
Streets resurfaced (lane miles)	28.0	47.2	41.0	62.5	93.8	83.5	119.5	76.9	65.0	51.0
Streets cleaned (lane miles) ⁽²⁾	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	28,334.0
Street signs repaired/ replaced ⁽³⁾	1,216.0	632.0	777.0	835.0	268.0	836.0	1,952.0	1,046.0	1,103.0	856.0
Community and Economic Development										
Permits issued	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	12,733.0
Building inspections performed	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	52,116.0
Water										
New connections ⁽⁴⁾	377.0	667.0	597.0	769.0	668.0	641.0	786.0	540.0	349.0	577.0
Maximum day demand (MDD) (million gallons)	22.0	24.8	25.9	27.1	26.4	28.0	26.3	26.3	26.3	26.0
Water Reclamation										
New connections	566.0	555.0	1,146.0	1,423.0	776.0	906.0	682.0	717.0	305.0	653.0
Daily average treatment (million gallons)	5.4	5.7	5.8	5.8	6.0	6.0	6.1	6.1	6.3	6.3
Sewerlines cleaned (miles)	78.1	94.7	97.7	46.3	61.8	88.9	79.8	103.8	59.5	89.5
Parking Services										
Tickets issued	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	22,720.0
Permits issued	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	24,423.0

(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>	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
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	7.0	6.0	6.0
Public Ways and Facilities										
Street (lane miles) ⁽¹⁾	1,157.0	1,157.0	1,161.0	1,143.0	850.0	850.0	850.0	865.0	870.0	889.0
Streetlights ⁽²⁾	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	2,640.0
Traffic signals ⁽³⁾	65.0	36.0	35.0	35.0	36.0	36.0	36.0	35.0	34.0	34.0
Roundabouts (RABs)	28.0	28.0	30.0	31.0	32.0	32.0	32.0	33.0	41.0	47.0
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⁾	463.0	466.0	475.0	479.0	471.0	474.0	455.0	464.0	467.0	473.0
Reservoirs	16.0	16.0	16.0	16.0	16.0	16.0	16.0	16.0	16.0	16.0
Wells ⁽⁴⁾	23.0	23.0	23.0	23.0	21.0	21.0	21.0	21.0	21.0	21.0
Fire hydrants	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	5,567.0
Total reservoir capacity (million gallons)	30.4	30.4	30.4	30.5	30.5	30.5	30.5	30.5	30.5	30.5
Service connections	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	27,379.0
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⁾	412.0	446.0	453.0	457.0	453.0	457.0	464.0	473.0	477.0	484.0
Large pump stations	88.0	88.0	88.0	88.0	88.0	82.0	74.0	72.0	71.0	67.0
Small pump stations	326.0	326.0	326.0	326.0	326.0	330.0	330.0	330.0	331.0	321.0
Maximum daily capacity of plant (million gallons) ⁽⁵⁾	12.0	12.0	12.0	12.0	12.0	12.0	8.5	8.5	7.4	8.5
Service connections	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	34,761.0
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 (172), Pacific Power & Light (2,264) 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.



CITY OF BEND

This page intentionally left blank

COMPLIANCE SECTION



Report of Independent Auditors Required by Oregon State Regulations

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

We have audited, 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 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, 2022, and the related notes to the financial statements, which collectively comprise the City of Bend’s basic financial statements, and have issued our report thereon dated December 12, 2022.

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 grant agreements, including provisions of Oregon Revised Statutes (ORS) as specified in Oregon Administrative Rules (OAR) 162-010-0000 to 162-010-0330, of the Minimum Standards for Audits of Oregon Municipal Corporations, 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.

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

- Accounting records and internal control
- Public fund deposits
- Indebtedness
- Budget
- Insurance and fidelity bonds
- Programs funded from outside sources
- Highway funds
- Investments
- Public contracts and purchasing

In connection with our testing, nothing came to our attention that caused us to believe the City was not in substantial compliance with certain provisions of laws, regulations, contracts, and grant agreements, including the provisions of ORS as specified in OAR 162-010-0000 through 162-010-0330 of the Minimum Standards for Audits of Oregon Municipal Corporations.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (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.

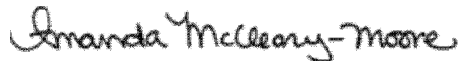
A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination 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 or significant deficiencies 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 not to provide an opinion on the effectiveness of the entity's internal control or on compliance. Accordingly, this communication is not suitable for any other purpose.

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



Amanda McCleary-Moore Partner,
for Moss Adams LLP
Medford, Oregon
December 12, 2022

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, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 12, 2022.

Report on 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 or significant deficiencies may exist that were not identified.

Report on 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.

A handwritten signature in cursive script that reads "Moss Adams LLP".

Medford, Oregon
December 12, 2022



Report of Independent Auditors on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

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

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

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

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

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

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

A handwritten signature in cursive script that reads "Moss Adams LLP".

Medford, Oregon
December 12, 2022

City of Bend, Oregon
Schedule of Expenditures of Federal Awards
For the fiscal year ended June 30, 2022

<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-15-MC-41-0010		\$ 1,294	\$ 1,294
Community Development Block Grants/Entitlement Grants	14.218	B-19-MC-41-0010		210,514	210,514
Community Development Block Grants/Entitlement Grants	14.218	B-20-MC-41-0010		152,822	152,822
Community Development Block Grants/Entitlement Grants	14.218	B-20-MW-41-0010	23,012	338,775	361,787
Community Development Block Grants/Entitlement Grants	14.218	B-21-MC-41-0010	140,899	534,833	675,731
Total CDBG - Entitlement Grants Cluster			163,911	1,238,237	1,402,148
Total U.S. Department of Housing and Urban Development			163,911	1,238,237	1,402,148
National Park Service					
Passed through:					
State Parks and Recreation, Oregon					
Historic Preservation Fund Grants-in-Aid	15.904	OR-21-01	1,313	-	1,313
Total National Park Service			1,313	-	1,313
U.S. Department of Justice					
Direct Programs:					
Bureau of Justice Assistance					
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-21-GG-01755-JAGX	18,954	-	18,954
Total U.S. Department of Justice			18,954	-	18,954
U.S. Department of Transportation					
Direct Programs:					
Federal Aviation Administration					
Airport Rescue Grant	20.106	3-41-0007-031-2021	148,000	-	148,000
Airport Improvement Program	20.106	3-41-0007-029-2021	224,097	-	224,097
COVID-19 Airport Coronavirus Relief Grant Program	20.106	3-41-0007-030-2021	57,000	-	57,000
Total Airport Improvement Program			429,097	-	429,097
Highway Safety Cluster					
Passed through:					
National Highway Traffic Safety Administration					
Oregon Impact					
Statewide Distracted Driving Enforcement Campaign (DD)	20.616	69A3752030000405eORC	6,046	-	6,046
National Highway Traffic Safety Administration					
Oregon Impact					
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.616	69A3752030000405DORM	5,987	-	5,987
Total Highway Safety Cluster			12,033	-	12,033
Total U.S. Department of Transportation			441,130	-	441,130
U.S. Department of The Treasury					
Direct Programs:					
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	SLFRP171	1,444,739	469,645	1,914,384
Passed through:					
Oregon Department of Administrative Services					
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	SLFRP4454	2,000,000	-	2,000,000
Total U.S. Department of The Treasury			3,444,739	469,645	3,914,384
Environmental Protection Agency					
Clean Water State Revolving Fund Cluster					
Passed through:					
State of Oregon Department of Environmental Quality					
Capitalization Grants for Clean Water State Revolving Funds	66.458	R14514	2,015,351	-	2,015,351
Capitalization Grants for Clean Water State Revolving Funds	66.458	R14519	1,800,511	-	1,800,511
Capitalization Grants for Clean Water State Revolving Funds	66.458	R14524	1,731,008	-	1,731,008
Capitalization Grants for Clean Water State Revolving Funds	66.458	R14526	1,745,574	-	1,745,574
Capitalization Grants for Clean Water State Revolving Funds	66.458	R14527	3,163,784	-	3,163,784
Total Clean Water State Revolving Fund Cluster			10,456,228	-	10,456,228

City of Bend, Oregon
Schedule of Expenditures of Federal Awards (Continued)
For the fiscal year ended June 30, 2022

	<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>
Drinking Water State Revolving Cluster					
Passed through:					
Oregon Business Development Department					
Safe Drinking Water State Revolving Fund	66.468	U19007	3,657	-	3,657
Total Drinking Water State Revolving Cluster			<u>3,657</u>	<u>-</u>	<u>3,657</u>
Total Environmental Protection Agency			10,459,885	-	10,459,885
Executive Office of the President					
Passed through:					
Oregon Department of Justice/Deschutes County					
High Intensity Drug Trafficking Area Program	95.001	N/A	12,866	-	12,866
Total Executive Office of the President			12,866	-	12,866
Total Federal Expenditures			\$ 14,542,798	\$ 1,707,882	\$ 16,250,680

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, 2022. 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 Assistance Listing Number (ALN).

<u>Program Title</u>	<u>ALN</u>	<u>Amount</u>
Community Development Block Grants/Entitlement Grants	14.218	466,589
		<u>\$ 466,589</u>

In addition, in fiscal year 2022, the City received \$187,096 from loan repayment of federally funded Neighborhood Stabilization loans that have not yet been lent back out as of June 30, 2022.

**CITY OF BEND, OREGON
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022**

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>
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds	<i>Unmodified</i>
66.458	Clean Water State Revolving Fund Cluster	<i>Unmodified</i>

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