CITY OF WARRENTON, OREGON

FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION

FOR THE YEAR ENDED JUNE 30, 2024

WITH

INDEPENDENT AUDITOR'S REPORT

CITY OF WARRENTON, OREGON

Financial Statements and Supplemental Information

For the Year Ended June 30, 2024

Table of Contents

CITY OF WARRENTON, OREGON

Financial Statements and Supplemental Information

For the Year Ended June 30, 2024

Table of Contents, Continued

FINANCIAL SECTION, Continued

Combining and Individual Fund Statements and Schedules, Continued:

Table of Contents, Continued

THE CITY OF WARRENTON

OREGON

INTRODUCTORY SECTION

THE CITY OF WARRENTON

OREGON

CITY OF WARRENTON, OREGON

List of Elected and Appointed Officials

June 30, 2024

ELECTED OFFICIALS - CITY COMMISSION

Mayor	Henry Balensifer III
Position No. 1	Gerald Poe
Position No. 2	Vacant
Position No. 3	Tom M. Dyer
Position No. 4	Paul Mitchell

Mailing Address

PO Box 250
Warrenton, Oregon 97146

APPOINTED OFFICIALS

City Manager	Esther Moberg
City Recorder	Dawne Shaw
City Attorney	Beery, Elsner & Hammond

Mailing Address

PO Box 250
Warrenton, Oregon 97146

THE CITY OF WARRENTON
OREGON

FINANCIAL SECTION

THE CITY OF WARRENTON

OREGON

1976 Garden Ave.
Eugene, OR 97403
541.342.5161
www.islercpa.com

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Commission
City of Warrenton, Oregon

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Warrenton, ("City") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof , and the respective budgetary comparison for the General Fund, the State Tax Street Fund, and the Grant fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America 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 Commission's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor’s Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the Schedule of the Proportionate Share of the Net Pension Liability, the Schedule of Pension Contributions, the Notes to Required Supplementary Information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to 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.

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 combining and individual fund financial statements and schedules, and schedules of resources and requirements, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and the schedules of resources and requirements are 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 February 6, 2025, 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 City's internal control over financial reporting and compliance.

Report on Other Legal and Regulatory Requirements

In accordance with the Minimum Standards of Audits of Oregon Municipal Corporations, we have issued our report dated February 6, 2025 on our consideration of the City of Warrenton'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.

Isler CPA

By:

Paul R Nielson

Paul R Nielson, CPA, a member of the firm

Eugene, Oregon

February 6, 2025

Management's Discussion and Analysis

As management of the City of Warrenton, Oregon, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with the additional information that we have furnished in our annual financial report.

Financial Highlights

The City's total assets and deferred outflows at June 30, 2024 were $85,135,436.

The City's total liabilities and deferred inflows at June 30, 2024 were $16,858,773.

The net position of the City at June 30, 2024 was $68,276,663. Of this amount, $23,555,434 represents unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors.

At June 30, 2024, the City's governmental funds reported combined ending fund balances of $12,120,491.

At the end of the fiscal year, the City's total combined governmental funds had a restricted fund balance of $8,344,166, a committed fund balance of $218,066, an assigned fund balance of $955,493, and an unassigned fund balance of $2,595,758.

The General Fund's unassigned fund balance is $2,595,758 at the end of the current fiscal year, or 50.2% of General Fund expenditures and transfers out.

Overview of Financial Statements

This discussion and analysis provided here are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *statement of net position* presents financial information on all of the City's assets, liabilities, and deferred outflows/inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenue and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave). Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

The governmental activities of the City include the following:

General government
Fire and emergency medical services
Police
Planning and development
Library and culture
Public works
Interest on long term liabilities

The business-type activities of the City include the following:

Water utilities
Sewer utilities
Sanitation utilities
Marinas

The government-wide financial statements can be found in the basic financial statements as listed in the table of contents.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated 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 of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial 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. Such information may be useful in evaluating a government's near-term financing requirements.

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 the 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 financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Warrenton maintains individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, State Street Tax Fund, and Grant Fund, which are considered to be major funds. Data from the remaining governmental funds (nonmajor governmental funds) are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City of Warrenton adopts an annual appropriated budget for all governmental funds. A budgetary comparison statement has been provided for each fund to demonstrate compliance with the budget. To demonstrate compliance, budgetary comparison statements for all of the governmental funds have been prepared and can be found in the basic financial statements and supplemental information as listed in the table of contents.

The basic governmental fund financial statements and respective reconciliation can also be found in the basic financial statements as listed in the table of contents.

Proprietary funds. Proprietary funds are used to account for activities where the emphasis is placed on net income determination. The City of Warrenton maintains two types of proprietary funds: enterprise and internal service funds. The City uses enterprise funds to account for its water, sewer and sanitation utilities, and marinas. The City uses an internal service fund to account for engineering services provided to other departments/funds within the City. The internal service fund activity is included with the business-type activities on the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water, Sewer, and Sanitation utilities, all of which are considered to be major funds of the City of Warrenton. The Marina funds are considered to be nonmajor funds.

The City also adopts an annual appropriated budget for all proprietary funds. To demonstrate compliance with the budget, budgetary comparison statements have been provided for the enterprise funds as supplemental information, as listed in the table of contents. The proprietary fund financial statements can also be found in the basic financial statements as listed in the table of contents.

Notes to the basic financial statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found in the basic financial statements as listed in the table of contents.

Required Supplementary Information. Information regarding the City's share of the net pension liability and pension contributions can be found in the required supplementary information as listed in the table of contents.

Government-wide Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by $68,276,663 at the close of the most recent fiscal year.

By far, the largest portion of the City's net position, 51.6%, reflects its investment in capital assets (e.g. land, buildings, machinery and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position, 13.6%, represents resources that are subject to external restrictions on how they may be used. The remaining portion represents 34.5% of total net position, and may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net position, both for the government as a whole and for its separate business-type activities. The governmental activities category, unrestricted net position, is reported as negative $725,460.

City of Warrenton's Net Position

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and other assets	$ 15,059,437	$ 15,273,136	$27,763,146	$23,883,900	$42,822,583	$39,157,036
Capital assets, net	15,165,460	14,001,280	25,200,714	25,175,804	40,366,174	39,177,084
Total assets	30,224,897	29,274,416	52,963,860	49,059,704	83,188,757	78,334,120
Deferred outflows	1,215,115	1,243,066	731,564	714,829	1,946,679	1,957,895
Noncurrent liabilities	6,213,353	6,448,684	6,424,865	6,488,628	12,638,218	12,937,312
Other liabilities	1,310,259	1,935,934	1,393,268	959,475	2,703,527	2,895,409
Total liabilities	7,523,612	8,384,618	7,818,133	7,448,103	15,341,745	15,832,721
Deferred inflows	965,426	1,696,306	551,602	665,227	1,517,028	2,361,533
Net position:						
Net investment in capital assets	13,840,241	12,783,603	21,378,602	20,740,455	35,218,843	33,524,058
Restricted	8,385,273	8,608,488	1,117,113	981,670	9,502,386	9,590,158
Unrestricted	725,460	(955,533)	22,829,974	19,939,078	23,555,434	18,983,545
Total net position	$ 22,950,974	$ 20,436,558	$45,325,689	$41,661,203	$68,276,663	$62,097,761

The City's net position increased by $6,178,900 during the current fiscal year.

The City's total assets and deferred outflows at June 30, 2024 increased $4,843,421 from $80,292,015 to $85,135,436, or 6.03% from the prior year. Cash increased by $3,014,984, or 8.49% from the prior year. Receivables increased by $446,180, or 25.03% from the prior year. Capital assets, net, increased by $1,189,090, or 3.04%, from the prior year. The remaining current assets, prepayments, increased by $5,754, or 152.99%, from the prior year.

The City's total liabilities and deferred inflows at June 30, 2024 decreased by $1,335,481, or 7.34%, from the prior year. Accounts payable and other current liabilities increased $397,239, or 23.85%, from the prior year. Interest payable on long term debt decreased by $7,335 or 11.87% from the prior year. The City's outstanding debt decreased $1,411,891, or 16.94%.

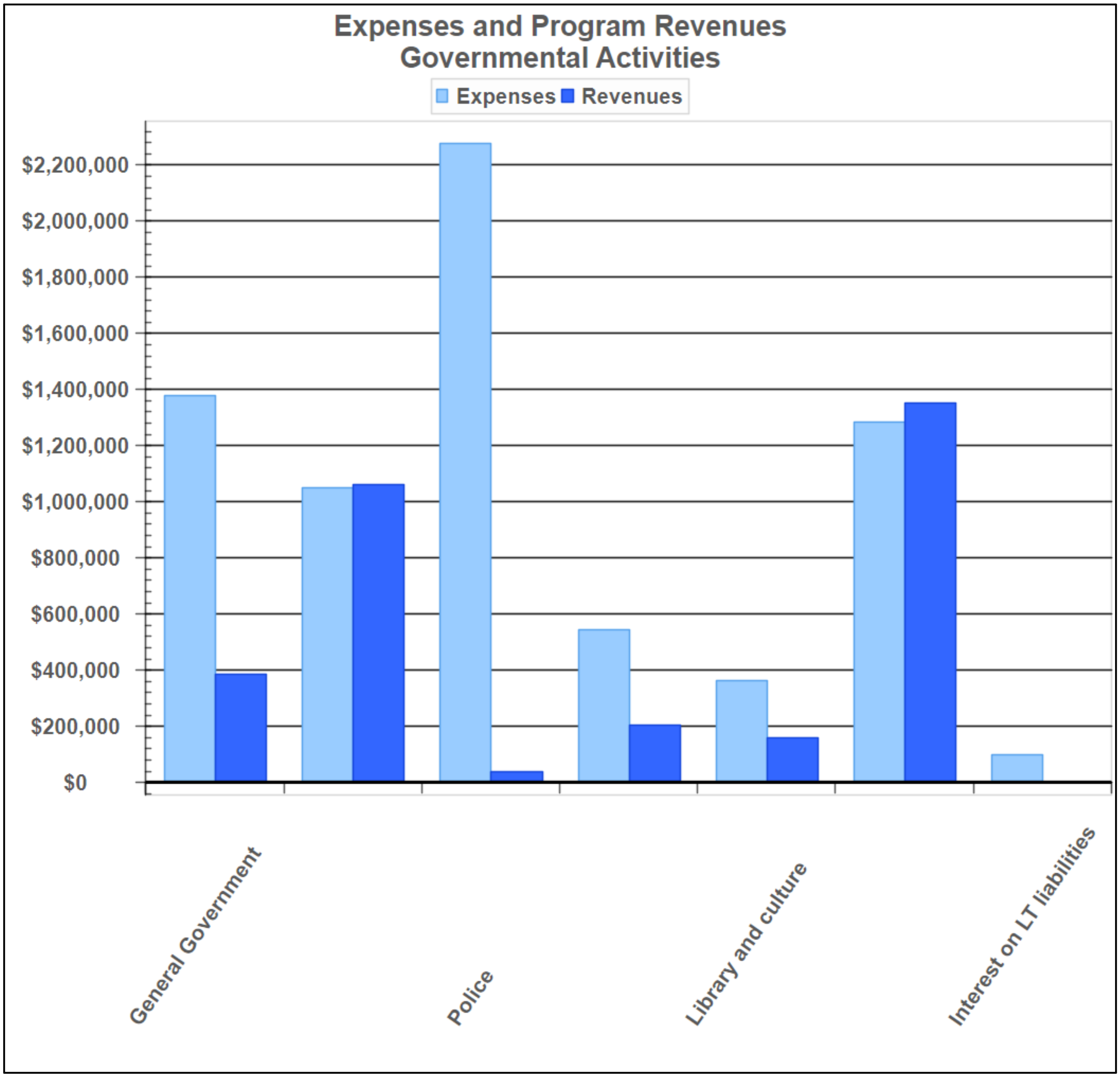
City of Warrenton's Change in Net Position

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program revenues:						
Fines, fees & charges for services	$ 884,069	$ 798,977	$10,698,026	$10,199,041	$11,582,095	$10,998,018
Operating grants & contributions	1,802,726	1,333,303	2,400	-	1,805,126	1,333,303
Capital grants & contributions	510,421	1,179,569	143,143	454,092	653,564	1,633,661
General revenues:						
Property taxes	3,072,990	3,018,942	-	-	3,072,990	3,018,942
Other taxes	1,350,668	1,321,857	235,051	231,002	1,585,719	1,552,859
Franchise fees	1,093,115	994,262	-	-	1,093,115	994,262
Unrestricted state revenue sharing	207,143	213,502	-	-	207,143	213,502
Gain on sale of assets	-	-	-	-	-	-
Unrestricted investment earnings	628,529	374,925	1,213,900	614,823	1,842,429	989,748
Total revenues	9,549,661	9,235,337	12,292,520	11,498,958	21,842,181	20,734,295
Expenses:						
General government	1,378,247	1,080,921	-	-	1,378,247	1,080,921
Fire & emergency medical services	1,050,110	935,878	-	-	1,050,110	935,878
Police	2,275,245	2,015,855	-	-	2,275,245	2,015,855
Planning and development	543,683	725,171	-	-	543,683	725,171
Library and cultural services	364,800	319,205	-	-	364,800	319,205
Public works	1,283,749	1,285,805	-	-	1,283,749	1,285,805
Interest on long-term liabilities	97,785	124,508	-	-	97,785	124,508
Water utility	-	-	2,968,034	3,023,740	2,968,034	3,023,740
Sewer utility	-	-	3,090,795	2,755,729	3,090,795	2,755,729
Sanitation utility	-	-	1,472,960	1,244,597	1,472,960	1,244,597
Marinas	-	-	1,137,873	1,230,156	1,137,873	1,230,156
Total expenses	6,993,619	6,487,343	8,669,662	8,254,222	15,663,281	14,741,565
Transfers	(41,626)	(41,626)	41,626	41,626	-	5,992,730
Change in net position	2,514,416	2,706,368	3,664,484	3,286,362	6,178,900	5,992,730
Net position, July 1 as restated	20,436,558	17,730,190	41,661,205	38,374,841	62,097,763	56,105,031
Net position, June 30	$22,950,974	$20,436,558	$45,325,689	$41,661,203	$68,276,663	$62,097,761

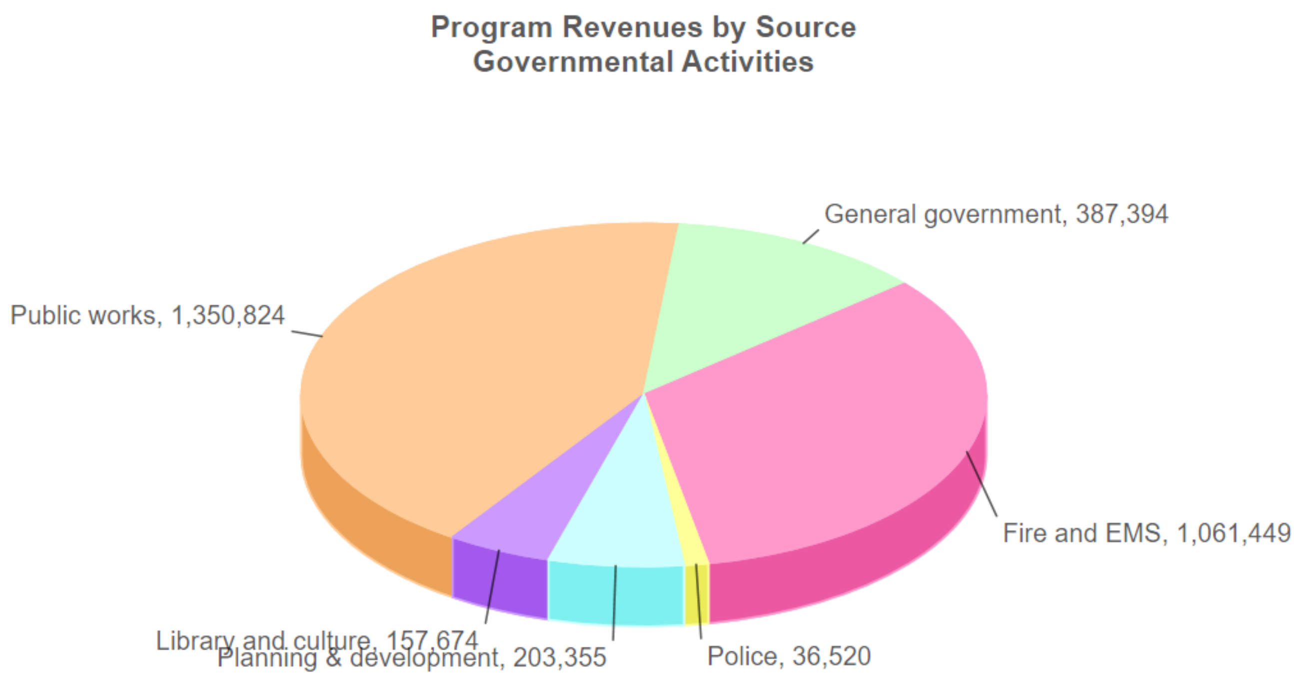
Governmental activities. Governmental activities increased the City's net position by $2,514,416. The primary elements of the change in total net position are as follows:

- Revenues overall increased $314,324 as program revenues decreased $114,633 and general revenues increased $428,957. The increase in program revenues relates to increased state gas taxes, capital grants for fire equipment and street projects.
- The General Fund permanent rate tax and Police Department local option tax increased $51,108, the Urban Renewal Agency's tax decreased $7,016 and the Library increased $7,601, and taxes to pay debt decreased $2,355.
- Franchise fees increased by $98,853 during the year. This revenue can be cyclical due to weather conditions and demand for telecommunication services.
- Unrestricted investment earnings (interest from bank accounts) decreased by $253,604 during the year.
- Interest expense on debt decreased $26,723 from the prior year.
- Total expenses increased by $506,276. This increase is mostly a result of increased street maintenance, and increases in administrative, police, planning, and fire departments from the prior year.

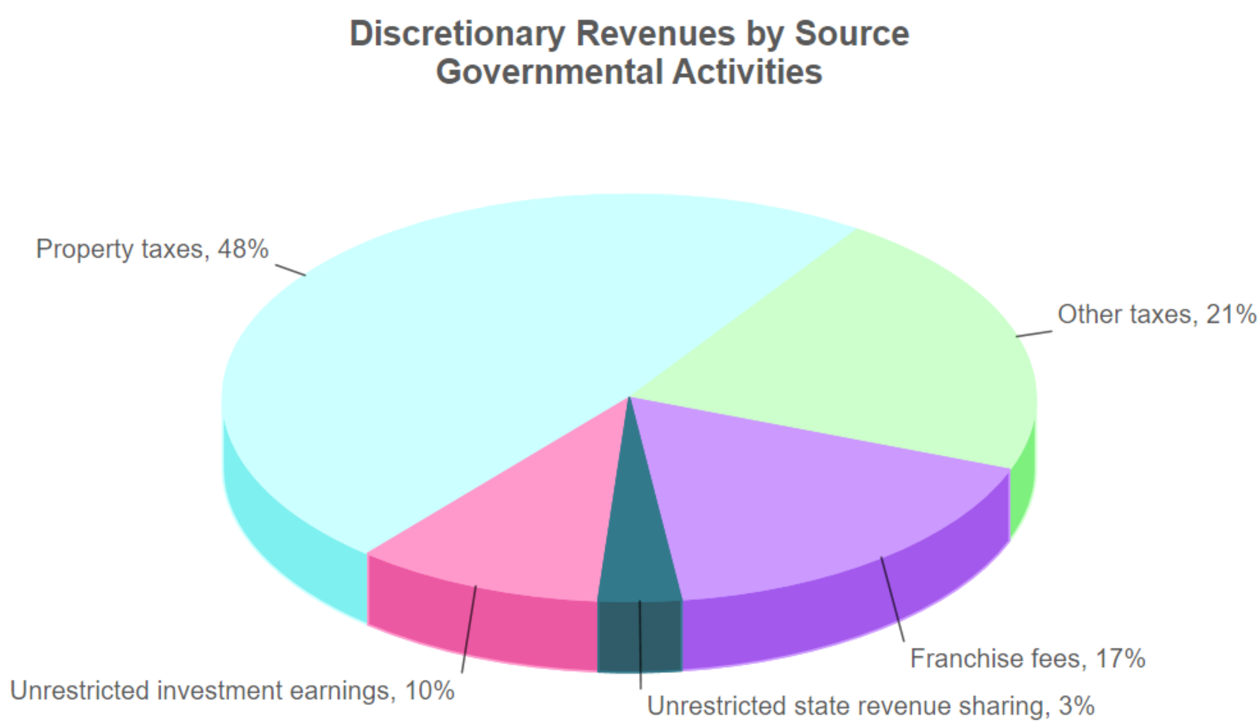
The following graph summarizes the 2023-2024 governmental activity program revenues and corresponding expenses. The revenues shown total $3,197,216, a decrease from the prior year of $114,633, are directly attributable to each activity (program revenues) and do not include property taxes, other taxes, franchise fees, unrestricted state revenue sharing, investment earnings, and other one-time or extraordinary revenue streams which are discretionary (general revenues). Discretionary revenues amount to $6,352,445, an increase of $428,957 from the prior year.



This next chart shows the total functional revenues for each program in the amount of $3,197,216 by its source.



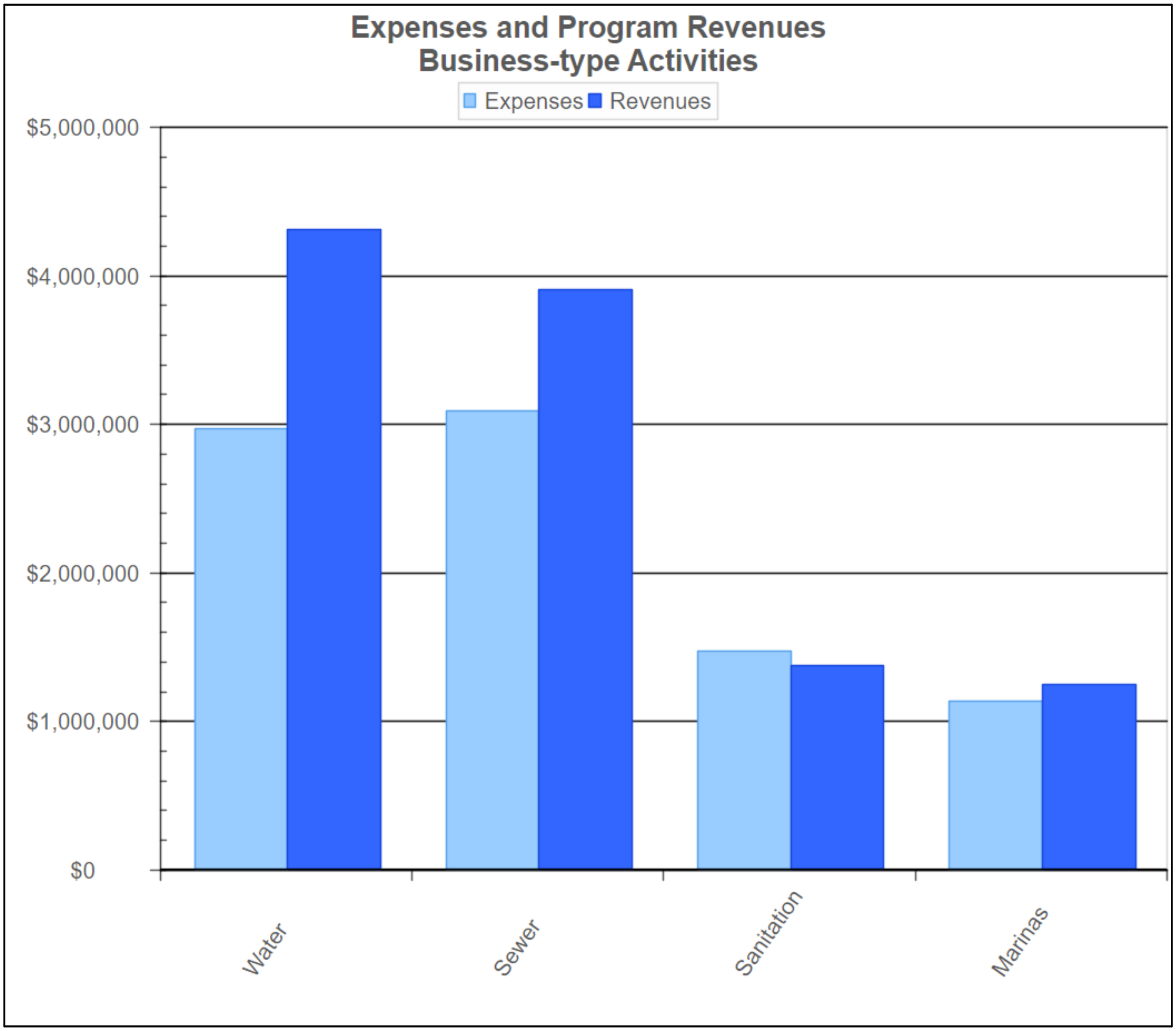
As the next chart reflects, most 2023-2024 governmental activities relied on general discretionary revenues to support the function. This graph shows total discretionary revenues in the amount of $6,352,445 by percentage in each category



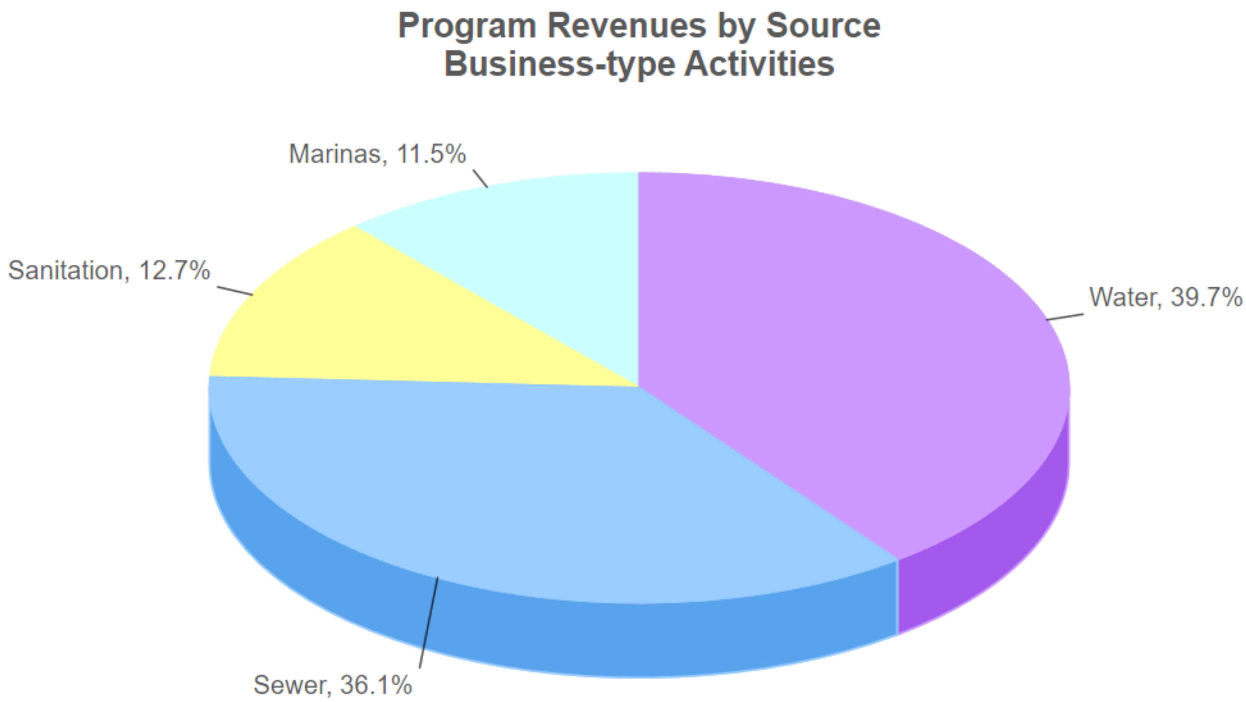
Business-type activities. Business-type activities increased the City's net position by $3,664,484. Key elements of this increase are as follows:

- Fines, fees, and charges for services had a net increase this year of $498,985 from the prior year. Revenues decreased in the Water fund, this year by $365,954, they increased in the Sewer Fund by $193,966, and increased in the Sanitation Fund by $72,384, and the Marinas show increases of $28,081. Gross water sales decreased by $42,032, or 1.00%, from the prior year, as a result of water consumption increases of approximately 32.7 million gallons.
- Combined operating and capital grants and contributions decreased this year by $308,549 and are mostly due to higher sewer system development charges.
- Unrestricted investment earnings (interest from bank accounts) increased by $599,077 during the year.
- Total business-type activity revenues increased by $793,562.
- Total operating expenses increased from the prior year in the amount of $415,440.

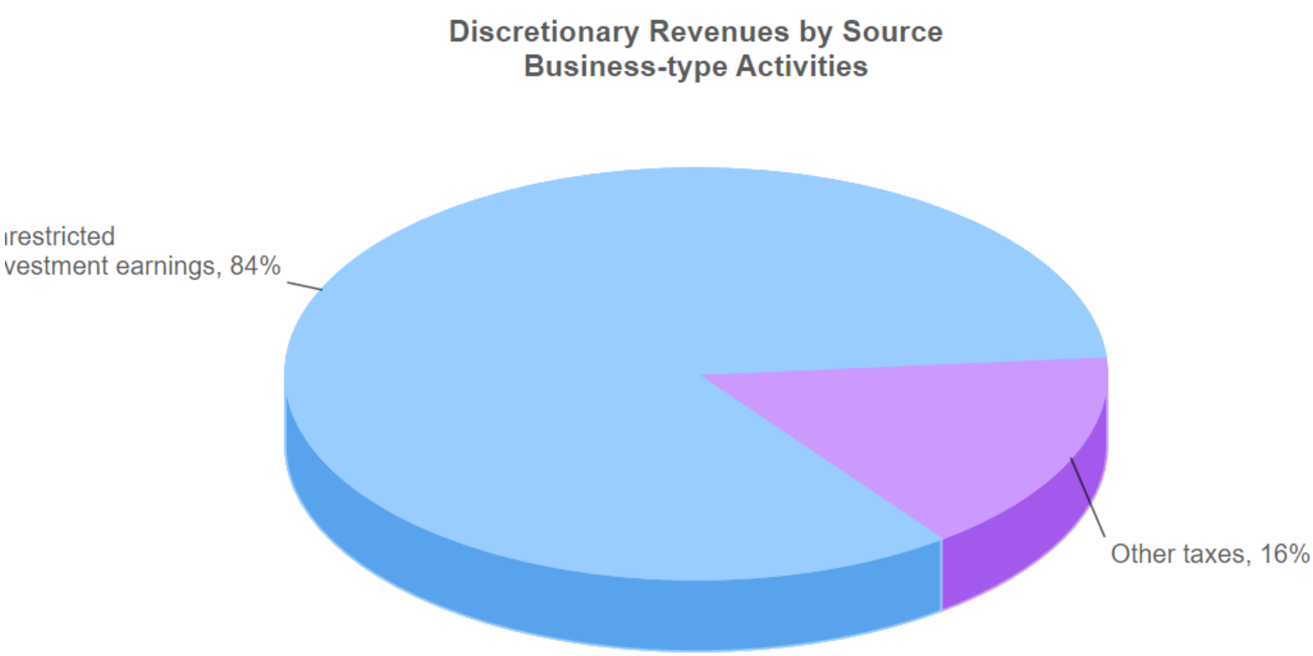
Business-type activities of the City of Warrenton are supported by charges for utility service, capital contributions, development fees, and other grants. The graph below summarizes the 2023-2024 expenses and revenues of those funds.



Total program revenues in the business-type activities of the City total $10,843,569 as represented by the percentages in the chart below for 2023-2024.



In the following graph, discretionary revenues amount to $1,448,951, consisting of transient room tax dedicated to the Hammond Marina in the amount of $235,051 and unrestricted investment earnings of $1,213,900.



Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of $12,120,491, an increase of $537,992 in comparison with the prior year. Approximately 21.4% of this amount ($2,595,758) constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of the fund balance is either*, nonspendable, restricted, committed, or assigned* to indicate that it is 1) not in spendable form ($7,008), 2) restricted for particular purposes ($8,344,166), 3) committed for particular purposes ($218,066), or 4) assigned for particular purposes ($955,493).

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the total fund balance of the General Fund was $2,602,003. This balance increased from the prior year, in the amount of $409,619. As a measure of the General Fund's liquidity, it may be useful to compare the categories of restrictions placed on the fund balance to total fund expenditures. Total fund balance represents approximately 43.5% of total General Fund expenditures and transfers out.

The fund balance of the City's General Fund increased by $409,619 during the current fiscal year. While revenues increased $518,165, expenditures also increased by $640,017.

Key elements of the increase to fund balance are as follows:

- Taxes increased by $52,955 during the year. Revenue in this category comes mostly from property taxes and land sales which increased by $35,583 and transient room tax which increased by $17,372.
- Franchise fees increased by $98,853. This revenue stream can be quite cyclical.
- Intergovernmental receipts from Oregon state revenue sharing for cigarette, liquor and marijuana taxes and fees decreased by $6,360.
- Charges for services decreased by $14,628. This decrease is primarily from the fire department.
- Lease receipts increased by $37,981 due to scheduled increases per lease agreements as well as new lease agreemnts.
- Fines and fees from Municipal Court decreased by $9,556.
- Investment (interest) earnings increased by $51,785.
- Indirect cost allocations decreased by $273,391.
- Expenditures and other financing sources and uses in the General Fund increased $839,025 from the prior year. There were increases in fire and emergency medical services ($66,359) in general government (Administration, Commission, Finance and Municipal Court) ($297,007), police ($294,877), public works ($75,599) and transfers out ($173,689) offset by a decrease in planning and development of $11,261.

The State Tax Street Fund has a total fund balance of $3,241,762, all of which is restricted to road maintenance. The net increase in fund balance during the current year was $19,208.

- Revenue, from all sources decreased from the prior year by $321,354. Increases in state and city fuels taxes of $5,777, investment income of $77,488, and miscellaneous income of $9,585 were offset by a decrease in sidewalk in lieu fees of $15,869 and grants and donations of $263,545.
- Total expenses increased this year by $746,051. Operational expenses increased this year by $94,274 and capital project costs this year increased by $840,325.

Proprietary funds. The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Water, Sewer, and Sanitation utilities amount to $21,100,551, and those for the marinas amount to $1,728,859.

The total change in net position for all funds was $3,574,197. Other factors concerning the finances of these funds have already been addressed in the discussion of the City's business-type activities.

Budgetary Highlights

The Commission approved changes to the original budget of the Grants Fund. An adjustment was approved and adopted in the Grants Fund for a specific purpose grant to increase both resources and appropriations by $35,000 to allow for temporary seasonal staffing in the Fire Department.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities as of June 30, 2024, amounts to $40,504,871. This investment in capital assets includes land, buildings and improvements, furniture and equipment, heavy equipment, vehicles, facilities (utilities) and work in progress. Net capital assets increased by $1,327,787 during the year because capital asset additions of $3,972,527, net of current year deletions, less current year depreciation of $2,258,978, are the significant factors in the overall increase of capital assets at the end of the year.

City of Warrenton's Capital Assets, Net of Accumulated Depreciation

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	$ 2,404,558	$ 2,405,374	$ 422,041	$ 422,041	$ 2,826,599	$ 2,827,415
Buildings	2,780,262	2,652,158	1,284,206	1,398,885	4,064,468	4,051,043
Equipment	2,311,913	1,951,183	713,774	620,964	3,025,687	2,572,147
Improvements	1,187,064	924,318	1,035,932	1,143,249	2,222,996	2,067,567
Facilities	-	-	18,830,378	19,415,592	18,830,378	19,415,592
Infrastructure	5,519,560	4,499,826	-	-	5,519,560	4,499,826
Right to use asset	138,966	-	-	-	138,966	-
Construction in progress	962,103	1,568,421	2,914,114	2,175,073	3,876,217	3,743,494
Total	$15,304,426	$14,001,280	$25,200,445	$25,175,804	$40,504,871	$39,177,084

Major capital asset additions during the current fiscal year included the following:

Equipment acquisitions amounted to a total of $705,695 for patrol vehicles, mobile body cam and video server, mobile computer replacments, and a radar trailer for the police department; a fire utility vehicle, command staff vehicles, rehab cert ems response trailer, sldh hose roller, e-tools, and a digital fire extinguisher trainer for the fire department; and a tractor and boom mower for public works.

Major capital improvements were as follows:

- Safe Routes to School Grade School to Main Avenue in the amount of $533,330
- West Hammond Drainage Project in the amount of $331,501.
- Hammond Water Line in the amount of $273,766
- SW 9th St Intersection Improvement in the amount of $240,282.
- Raw Water Upstream for Reservoir in the amount of $235,560.
- Bank Stabilization in the amount of $196,844.
- Harbor & Heron Force Main in the amount of $98,267
- The Warrenton Urban Renewal Agency spent $940,750 in capital improvements this year primarily in building purchases, building refurbishments and food pod parking lot improvements.

Overall, these construction and equipment additions total $3,555,995 and represent approximately 89% of the total additions.

Additional information regarding the City's capital assets can be found at Note III C.

Long-term Debt. At the end of the current fiscal year, the City had total long-term debt of $6,466,517. Of this amount, $3,822,111 is proprietary fund secured loans and $2,506,110 represents outstanding bonded indebtedness. The bonded indebtedness represents debt backed by the full faith and credit of the government.

City of Warrenton's Outstanding Debt

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
General obligation bonds	$ 1,319,187	$ 1,820,502	$ -	$ -	$ 1,319,187	$ 1,820,502
Tax increment financial bonds	1,186,923	1,499,908	-	-	1,186,923	1,499,908
Notes payable	138,296	204,663	3,822,111	4,435,349	3,960,407	4,640,012
Total	$ 2,644,406	$ 3,525,073	$ 3,822,111	$ 4,435,349	$ 6,466,517	$ 7,960,422

Additional information on the City of Warrenton's long-term debt can be found in Note III F.

Economic Factors and Next Year's Budgets and Rates

During the preparation of the budget for the ensuing fiscal year, the long-term impacts of the local economy were examined in conjunction with business decisions made by the City. The following are the major assumptions used in developing the FY 2025 budget:

A 3% increase in assessed property values resulting in the same increase in property tax revenue.

Cost of living adjustment to wages of 4% for police association members and 5% for general union and non- union employees.

A 4% increase in water utility, sewer utility and storm sewer rates.

Interest rates on money market and savings accounts showed increases over the past fiscal year and we used the assumption that they would hold steady for this upcoming year.

The City of Warrenton continues to purchase a catastrophic liability insurance policy to protect itself from unforeseen losses in excess of $5 million.

Component Unit

Warrenton Urban Renewal District is a blended component unit of the City of Warrenton and is therefore an integral part of this report. The Warrenton Urban Renewal District issues a separate audit report.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be directed to the following address:

Finance Director
City of Warrenton
P. O. Box 250
Warrenton, OR 97146

BASIC FINANCIAL STATEMENTS

THE CITY OF WARRENTON
OREGON

CITY OF WARRENTON

Statement of Net Position

June 30, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	$ 12,165,994	$ 26,369,647	$ 38,535,641
Receivables	1,222,499	1,005,944	2,228,443
Leases receivable, current	80,000	12,000	92,000
Prepaid items	7,007	2,508	9,515
Noncurrent assets:			
Restricted cash	-	63,012	63,012
Lease receivable	1,583,937	310,035	1,893,972
Capital assets:			
Nondepreciable assets	3,366,661	3,336,154	6,702,815
Depreciable assets, net	11,798,799	21,864,560	33,663,359
Total assets	30,224,897	52,963,860	83,188,757
DEFERRED OUTFLOWS OF RESOURCES			
Related to pensions	1,215,115	731,564	1,946,679
Total assets and deferred outflows	31,440,012	53,695,424	85,135,436
LIABILITIES			
Accounts payable	1,086,980	975,964	2,062,944
Accrued interest payable	6,991	47,452	54,443
Compensated absences	173,721	109,484	283,205
Unearned revenue	42,567	260,368	302,935
Noncurrent liabilities:			
Debt Due within one year	905,554	426,954	1,332,508
Debt Due in more than one year	1,738,853	3,849,224	5,588,077
Net pension liability	3,568,946	2,148,687	5,717,633
Total liabilities	7,523,612	7,818,133	15,341,745
DEFERRED INFLOWS OF RESOURCES			
Related to pensions	400,562	241,160	641,722
Deferred Inflows -Leases Receivable	564,864	310,442	875,306
Total deferred inflows	965,426	551,602	1,517,028
Total liabilities and deferred inflows	8,489,038	8,369,735	16,858,773
NET POSITION			
Net investment in capital assets	13,840,241	21,378,602	35,218,843
Restricted for:			
Debt service	2,474,137	63,012	2,537,149
Building inspection program	479,733	-	479,733
Road maintenance	3,236,078	-	3,236,078
Urban renewal improvements	6,487	-	6,487
Library and culture	230,687	-	230,687
Public works	305,045	-	305,045
System development	1,653,106	1,054,101	2,707,207
Unrestricted	725,460	22,829,974	23,555,434
Total net position	$ 22,950,974	$ 45,325,689	$ 68,276,663

CITY OF WARRENTON

Statement of Activities

For the Year Ended June 30, 2024

Functions/Programs	Expenses	Indirect Expense Allocation	Program Revenues: Fees, Fines, and Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental activities:					
General government	$ 2,782,055	$(1,403,808)	$ 378,779	$ 8,615	$ -
Fire and emergency medical services	965,391	84,719	130,626	888,842	41,981
Police	2,199,414	75,831	28,008	8,512	-
Planning and development	514,583	29,100	203,355	-	-
Library and culture	323,659	41,141	140,409	17,265	-
Public works	1,192,150	91,599	2,892	879,492	468,440
Interest on long-term liabilities	97,785	-	-	-	-
Total governmental activities	8,075,037	(1,081,418)	884,069	1,802,726	510,421
Business-type activities:					
Water utilities	2,581,281	386,753	4,258,819	-	51,257
Sewer utilities	2,650,716	440,079	3,874,366	-	35,578
Sanitation utilities	1,372,760	100,200	1,373,479	-	-
Marinas	983,487	154,386	1,191,362	2,400	56,308
Total business-type activities	7,588,244	1,081,418	10,698,026	2,400	143,143
Total activities	$15,663,281	$ -	$ 11,582,095	$ 1,805,126	$ 653,564

General revenues:
- Taxes:
  - Property taxes levied for general purpose
  - Property taxes levied for debt service
  - Other taxes
- Franchise fees
- Unrestricted state revenue sharing
- Unrestricted investment earnings

Total general revenues

Transfers

Total general revenues and transfers

Change in net position

Net position, beginning

Net position, ending

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

Governmental Activities	Business-type Activities	Total
$ (990,853)	$ -	$ (990,853)
11,339	-	11,339
(2,238,725)	-	(2,238,725)
(340,328)	-	(340,328)
(207,126)	-	(207,126)
67,075	-	67,075
(97,785)	-	(97,785)
(3,796,403)	-	(3,796,403)
-	1,342,042	1,342,042
-	819,149	819,149
-	(99,481)	(99,481)
-	112,197	112,197
-	2,173,907	2,173,907
(3,796,403)	2,173,907	(1,622,496)
1,659,240	-	1,659,240
1,413,750	-	1,413,750
1,350,668	235,051	1,585,719
1,093,115	-	1,093,115
207,143	-	207,143
628,529	1,213,900	1,842,429
6,352,445	1,448,951	7,801,396
(41,626)	41,626	-
6,310,819	1,490,577	7,801,396
2,514,416	3,664,484	6,178,900
20,436,558	41,661,205	62,097,763
$ 22,950,974	$ 45,325,689	$ 68,276,663

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

CITY OF WARRENTON

GOVERNMENTAL FUNDS

Balance Sheet

June 30, 2024

	General (001)	State Tax Street (040)	Grant (015)	Nonmajor Governmental Funds	Total
ASSETS					
Cash and cash equivalents	$ 2,633,887	$ 3,217,398	$ 38,907	$ 6,275,802	$ 12,165,994
Receivables:					
Taxes	61,231	-	-	87,132	148,363
Accounts	356,413	-	-	97,493	453,906
Rehabilitation loans	39,430	-	-	-	39,430
Intergovernmental	39,348	111,823	-	41,981	193,152
Grants	-	380,044	653	-	380,697
Other	6,950	-	-	-	6,950
Prepaid items	6,245	-	-	763	7,008
Leases Receivable	1,663,938	-	-	-	1,663,938
Total assets	$ 4,807,442	$ 3,709,265	$ 39,560	$ 6,503,171	$ 15,059,438
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 458,536	$ 467,503	$ -	$ 160,938	$ 1,086,977
Unearned revenue	-	-	-	6,260	6,260
Deferred revenue	1,307	-	35,000	-	36,307
Total liabilities	459,843	467,503	35,000	167,198	1,129,544
Deferred Inflows of Resources:					
Unavailable revenue - Property Taxes	42,228	-	-	63,807	106,035
Deferred Inflows - Loans Receivable	39,430	-	-	-	39,430
Deferred Inflows - Leases Receivable	1,663,938	-	-	-	1,663,938
Total deferred inflows of resources	1,745,596	-	-	63,807	1,809,403
Fund Balances:					
Nonspendable - Prepaid items	6,245	-	-	763	7,008
Restricted for:					
Road maintenance	-	3,241,762	-	-	3,241,762
Debt service	-	-	-	2,423,301	2,423,301
Library and culture	-	-	-	228,536	228,536
Public works	-	-	-	305,045	305,045
Urban renewal improvements	-	-	-	9,334	9,334
Building inspection program	-	-	-	483,082	483,082
System development	-	-	-	1,653,106	1,653,106
Committed to:					
Library and culture	-	-	-	213,506	213,506
Grant expenditures	-	-	4,560	-	4,560
Assigned to:					
Capital projects	-	-	-	955,493	955,493
Unassigned	2,595,758	-	-	-	2,595,758
Total fund balances	2,602,003	3,241,762	4,560	6,272,166	12,120,491
Total liabilities, deferred inflows of resources and fund balances	$ 4,807,442	$ 3,709,265	$ 39,560	$ 6,503,171	$ 15,059,438

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

CITY OF WARRENTON

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

June 30, 2024

Amounts reported for governmental activities in the statement of net position are different because:		
Fund balances - governmental funds		$ 12,120,491
Certain receivables are not available to pay for current period expenditures:		
Property taxes receivable	106,035	
Loans receivable	39,430	
Leases receivable and related deferred inflows	1,099,070	
		1,244,535
Capital assets used in governmental activities are not financial resources and, therefore are not reported in the funds:		
Nondepreciable assets	$ 3,366,661	
Depreciable assets	11,798,799	
		15,165,460
Assets, liabilities, deferred inflows and deferred outflows related to the City's portion of the State-wide pension plan are not current resources or requirements and therefore are not reported in the funds:		
Deferred outflows of resources related to pensions	1,215,115	
Net pension liability	(3,568,946)	
Deferred inflows of resources related to pensions	(400,562)	
		(2,754,393)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:		
Compensated absences	(173,721)	
Accrued interest payable	(6,991)	
Long-term debt	(2,644,407)	
		(2,825,119)
Net position of governmental activities		$ 22,950,974

CITY OF WARRENTON

GOVERNMENTAL FUNDS

Statement of Revenues, Expenditures, and Changes in Fund Balances

For the Year Ended June 30, 2024

	General (001)	State Tax Street (040)	Grant (015)	Nonmajor Governmental Funds	Total
Revenues:					
Taxes	$ 2,049,053	$ 372,115	$ -	$ 1,982,009	$ 4,403,177
Franchise fees	1,093,115	-	-	-	1,093,115
Licenses and permits	600	-	-	233,923	234,523
Intergovernmental	207,143	1,258,666	897,350	41,981	2,405,140
Charges for services	202,321	-	-	49,983	252,304
Lease receipts	250,990	-	-	-	250,990
Fines and forfeits	77,396	-	-	270	77,666
Investment earnings	137,867	164,098	-	326,568	628,533
Donations	871	-	-	66,134	67,005
Indirect cost allocation	1,433,481	-	-	-	1,433,481
Other revenue	82,970	1,532	-	12,476	96,978
Total revenues	5,535,807	1,796,411	897,350	2,713,344	10,942,912
Expenditures:					
Current:					
General government	1,587,181	-	-	469,938	2,057,119
Fire and emergency medical services	869,597	-	35,000	-	904,597
Police	2,170,870	-	8,512	-	2,179,382
Planning and development	274,408	-	-	271,484	545,892
Library and culture	-	-	-	347,068	347,068
Public works	172,711	882,435	-	2,058	1,057,204
Debt service:					
Principal retirement	66,367	-	-	814,300	880,667
Interest expense	5,667	-	-	94,754	100,421
Capital outlay	19,260	894,768	-	1,416,443	2,330,471
Total expenditures	5,166,061	1,777,203	43,512	3,416,045	10,402,821
Excess (deficiency) of revenues over (under) expenditures	369,746	19,208	853,838	(702,701)	540,091
Other Financing Sources (Uses):					
Transfers in	856,842	-	-	1,769,564	2,626,406
Transfers out	(816,969)	-	(853,842)	(997,221)	(2,668,032)
Capital contributions	-	-	-	39,527	39,527
Total other financing sources (uses)	39,873	-	(853,842)	811,870	(2,099)
Net change in fund balances	409,619	19,208	(4)	109,169	537,992
Fund Balances:					
Beginning of year	2,192,384	3,222,554	4,564	6,162,997	11,582,499
End of year	$ 2,602,003	$ 3,241,762	$ 4,560	$ 6,272,166	$ 12,120,491

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

CITY OF WARRENTON

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities

June 30, 2024

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - governmental funds		$ 537,992
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Change in unavailable revenues	(11,958)	
Net change in leases and deferred amounts related to leases	(31,338)	
		(43,296)
Capital outlays are reported as expenditures in governmental funds. However, the Statement of Activities allocates the cost of capital outlays over their estimated useful lives as depreciation expense.		
Expenditures for capital assets	$ 1,805,468	
Current year depreciation	(637,719)	
Disposition of capital assets	191	
		1,167,940
Some expenses 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.		
Change in:		
Compensated absences	(39,997)	
Accrued interest payable	2,636	
Expenses related to pension obligations	8,474	
		(28,887)
Proceeds from the issuance of long-term debt provide current financial resources to governmental funds and are reported as other financing sources. In the same way, repayments of long-term debt use current financial resources and are reported as expenditures in governmental funds. However, neither the receipt of debt proceeds nor the payment of debt principal affect the Statement of Activities, but are reported as increases and decreases in noncurrent liabilities in the Statement of Net Position.		
Repayment of long-term debt	880,667	
		880,667
Change in net position of governmental activities		$ 2,514,416

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

CITY OF WARRENTON

General Fund

Statement of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 1,400,000	$ 1,400,000	$ 2,192,384	$ 792,384
Taxes	2,025,456	2,025,456	2,049,053	23,597
Franchise fees	959,911	959,911	1,093,115	133,204
Licenses and permits	625	625	600	(25)
Intergovernmental	209,754	209,754	207,143	(2,611)
Charges for services	247,624	247,624	202,321	(45,303)
Lease receipts	221,913	221,913	250,990	29,077
Fines and forfeits	103,200	103,200	77,396	(25,804)
Investment earnings	50,000	50,000	137,867	87,867
Donations	-	-	871	871
Indirect cost allocation	1,496,499	1,496,499	1,433,481	(63,018)
Other revenue	3,000	3,000	82,970	79,970
Transfers in	974,812	974,812	856,842	(117,970)
Total resources	$ 7,692,794	$ 7,692,794	$ 8,585,033	$ 892,239
Requirements				
Municipal Court	$ 195,278	$ 195,278	$ 153,699	$ 41,579
Administration/Commission	1,496,499	1,496,499	1,433,481	63,018
Community Development	445,507	445,507	274,408	171,099
Police	2,331,713	2,331,713	2,170,870	160,843
Fire	1,149,355	1,149,355	955,714	193,641
Parks	237,467	237,467	177,889	59,578
Contingency	682,448	682,448	-	682,448
Transfers	871,641	871,641	816,969	54,672
Total department requirements	7,409,908	7,409,908	5,983,030	1,426,878
Ending fund balance	282,886	282,886	2,602,003	(2,319,117)
Total requirements	$ 7,692,794	$ 7,692,794	$ 8,585,033	$ (892,239)

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

CITY OF WARRENTON

State Tax Street Fund

Statement of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 3,000,000	$ 3,000,000	$ 3,222,554	$ 222,554
Taxes	368,134	368,134	372,115	3,981
Intergovernmental	4,370,213	4,370,213	1,258,666	(3,111,547)
Investment earnings	50,000	50,000	164,098	114,098
Capital contributions	5,000	5,000	-	(5,000)
Other revenue	-	-	1,532	1,532
Total resources	$ 7,793,347	$ 7,793,347	$ 5,018,965	$ (2,774,382)
Requirements:				
Public Works:				
Personal services	$ 271,171	$ 271,171	$ 192,932	$ 78,239
Materials and services	712,001	712,001	689,503	22,498
Capital outlay	5,845,850	5,845,850	894,768	4,951,082
Total department expenditures *	6,829,022	6,829,022	1,777,203	5,051,819
Contingency	500,000	500,000	-	500,000
Total expenditures	7,329,022	7,329,022	1,777,203	5,551,819
Ending fund balance	464,325	464,325	3,241,761	(2,777,436)
Total requirements	$ 7,793,347	$ 7,793,347	$ 5,018,964	$ 2,774,383

* Budget appropriation level

CITY OF WARRENTON

Grant Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 3,947	$ 3,947	$ 4,564	$ 617
Intergovernmental	1,146,812	1,146,812	897,350	(249,462)
Total resources	$ 1,150,759	$ 1,150,759	$ 901,914	$ (248,845)
Requirements:				
Police Department	$ 23,000	$ 23,000	$ 8,512	$ 14,488
Fire Department	-	-	35,000	(35,000)
Transfers out	971,812	971,812	853,842	117,970
Total expenditures	994,812	994,812	897,354	97,458
Ending fund balance	3,947	3,947	4,560	(613)
Total requirements	$ 998,759	$ 998,759	$ 901,914	$ 96,845

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

CITY OF WARRENTON

PROPRIETARY FUNDS

Statement of Net Position

June 30, 2024

	Business-type Activities - Enterprise Funds					Business-type Activities
	Water Enterprise Fund	Sewer Enterprise Fund	Sanitation Enterprise Fund	Nonmajor Enterprise Funds	Total	Engineering Internal Service Fund (042)
ASSETS						
Current assets:						
Cash and cash equivalents	$10,487,685	$12,782,307	$ 1,000,903	$ 2,098,188	$26,369,083	$ 564
Accounts receivable	351,167	372,571	133,233	63,431	920,402	-
Intergovernmental receivables	-	-	-	83,015	83,015	-
Other receivables	-	2,527	-	-	2,527	-
Prepaid expenses	1,083	978	447	-	2,508	-
Total current assets	10,839,935	13,158,383	1,134,583	2,244,634	27,377,535	564
Noncurrent assets:						
Restricted cash	-	63,012	-	-	63,012	-
Lease Receivable, less current portion	-	-	-	322,035	322,035	-
Capital assets:						
Nondepreciable assets	2,136,573	881,384	29,669	288,528	3,336,154	-
Depreciable assets, net	11,383,001	7,644,470	322,820	2,514,269	21,864,560	-
Total noncurrent assets	13,519,574	8,588,866	352,489	3,124,832	25,585,761	-
Total assets	24,359,509	21,747,249	1,487,072	5,369,466	52,963,296	564
DEFERRED OUTFLOWS OF RESOURCES						
Related to pensions	269,908	235,452	48,278	177,926	731,564	-
LIABILITIES						
Current liabilities:						
Accounts payable	133,734	668,225	87,148	86,857	975,964	-
Accrued interest payable	39,212	8,240	-	-	47,452	-
Compensated absences	44,211	30,730	7,719	26,824	109,484	-
Unearned revenue	250,000	-	-	10,368	260,368	-
Loans payable - current	256,618	150,486	-	-	407,104	-
Landfill postclosure care - current	-	-	19,850	-	19,850	-
Total current liabilities	723,775	857,681	114,717	124,049	1,820,222	-
Noncurrent liabilities:						
Loans payable	2,297,872	1,117,136	-	-	3,415,008	-
Landfill postclosure care liability	-	-	434,216	-	434,216	-
Net pension liability	792,750	691,548	141,797	522,592	2,148,687	-
Total liabilities	3,814,397	2,666,365	690,730	646,641	7,818,133	-
DEFERRED INFLOWS OF RESOURCES						
Related to pensions	88,975	77,617	15,915	58,653	241,160	-
Deferred Inflows - Leases Receivable	-	-	-	310,442	310,442	-
Total deferred Inflows of resources	88,975	77,617	15,915	369,095	551,602	-
NET POSITION						
Net investment in capital assets	10,965,084	7,258,232	352,489	2,802,797	21,378,602	-
Restricted for debt service	-	63,012	-	-	63,012	-
Restricted for system development	391,122	662,979	-	-	1,054,101	-
Unrestricted	9,369,839	11,254,496	476,216	1,728,859	22,829,410	564
Total net position	$20,726,045	$19,238,719	$ 828,705	$ 4,531,656	$45,325,125	$ 564

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

CITY OF WARRENTON

Reconciliation of the Statement of Net Position of Enterprise Funds to the Statement of Net Position

June 30, 2024

Amounts reported for business-type activities in the statement of net position are different because:

Net position - enterprise funds	$ 45,325,125
Internal service funds are used by management to charge the cost of engineering to individual funds. The assets, deferred outflows of resources, liabilities and deferred inflows of resources of the internal service fund are included in business-type activities in the statement of net position.	564
Net position of business-type activities	$ 45,325,689

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

CITY OF WARRENTON

PROPRIETARY FUNDS

Statement of Revenues, Expenses, and Changes in Net Position

For the Year Ended June 30, 2024

	Business-type Activities - Enterprise Funds					Business-type Activities
	Water Enterprise Fund	Sewer Enterprise Fund	Sanitation Enterprise Fund	Nonmajor Enterprise Funds	Total	Engineering Internal Service Fund (042)
Operating Revenues:						
Charges for services	$ 4,251,954	$ 3,776,348	$ 1,372,365	$ 1,148,016	$ 10,548,683	$ -
Lease receipts	-	-	-	29,853	29,853	-
Other revenue	6,865	98,018	1,114	13,493	119,490	78,764
Total operating revenues	4,258,819	3,874,366	1,373,479	1,191,362	10,698,026	78,764
Operating Expenses:						
Payroll and payroll benefits	1,212,083	1,074,276	261,707	550,601	3,098,667	-
Contracted services	112,879	289,194	904,877	18,441	1,325,391	-
Utilities and telephone	183,989	211,049	6,776	121,792	523,606	-
Repairs and maintenance	355,191	253,639	69,223	162,278	840,331	-
Other operating expenses	256,864	306,081	109,709	64,888	737,542	-
Overhead cost allocation	183,919	209,278	47,650	73,417	514,264	-
Depreciation	632,734	757,527	73,018	157,979	1,621,258	-
Total operating expenses	2,937,659	3,101,044	1,472,960	1,149,396	8,661,059	-
Operating income (loss)	1,321,160	773,322	(99,481)	41,966	2,036,967	78,764
Nonoperating Revenues (Expenses):						
Investment earnings	475,512	573,108	44,747	120,533	1,213,900	-
Taxes	-	-	-	235,051	235,051	-
Intergovernmental	-	-	-	58,708	58,708	-
Interest expense	(69,757)	(29,133)	-	-	(98,890)	-
Total nonoperating revenues (expenses)	405,755	543,975	44,747	414,292	1,408,769	-
Income (loss) before contributions	1,726,915	1,317,297	(54,734)	456,258	3,445,736	78,764
Capital contributions	51,257	35,578	-	-	86,835	-
Transfers, net	-	-	-	41,626	41,626	-
Change in net position	1,778,172	1,352,875	(54,734)	497,884	3,574,197	78,764
Net Position:						
Beginning of year	18,947,873	17,885,844	883,439	4,022,249	41,739,405	(78,200)
End of year	$ 20,726,045	$ 19,238,719	$ 828,705	$ 4,520,133	$ 45,313,602	$ 564

Reconciliation of the Statement of Revenues, Expenses, and Changes in Net Position of Enterprise Funds to the Statement of Activities

Amounts reported for business-type activities in the statement of activities are different because:

Change in net position - enterprise funds	$ 3,574,197
The internal service fund is used by management to charge the cost of engineering services to individual funds. The net revenue is reported with business-type activities in the statement of activities	78,764
Change in net position of business-type activities	$ 3,652,961

CITY OF WARRENTON

PROPRIETARY FUNDS

Statement of Cash Flows

For the Year Ended June 30, 2024

	Business-type Activities - Enterprise Funds					Business-type Activities
	Water Enterprise Fund	Sewer Enterprise Fund	Sanitation Enterprise Fund	Nonmajor Enterprise Funds	Total	
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from customers	$ 4,569,568	$ 3,871,087	$1,368,823	$1,141,081	$ 10,950,559	$ -
Payments to suppliers and contractors	(974,751)	(572,324)	(998,583)	(646,237)	(3,191,895)	-
Payments to employees	(888,134)	(766,134)	(220,085)	(413,680)	(2,288,033)	-
Payments for interfund services	(386,753)	(488,961)	(100,200)	(154,386)	(1,130,300)	-
Net cash provided by (used in) operating	2,319,930	2,043,668	49,955	(73,222)	4,340,331	-
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Taxes collected	-	-	-	235,051	235,051	-
Transfers in	-	-	-	41,626	41,626	-
Net cash provided by (used in) noncapital financing activities	-	-	-	276,677	276,677	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Intergovernmental capital grants	-	-	-	59,161	59,161	-
Proceeds from disposition of capital assets	-	40,118	-	-	40,118	-
Capital contributions	51,257	35,578	-	-	86,835	-
Acquisition and construction of capital assets	(645,176)	(662,418)	-	(378,692)	(1,686,286)	-
Principal paid on debt	(466,991)	(146,246)	-	-	(613,237)	-
Interest paid on debt	(73,038)	(30,551)	-	-	(103,589)	-
Net cash used in capital and related financing activities	(1,133,948)	(763,519)	-	(319,531)	(2,216,998)	-
CASH FLOWS FROM INVESTING ACTIVITIES						
Interest and dividends received	475,513	573,108	44,747	120,533	1,213,901	-
Net change in cash and cash equivalents	1,661,495	1,853,257	94,702	4,457	3,613,911	-
Cash and cash equivalents:						
Beginning of year	8,826,190	10,992,062	906,201	2,093,731	22,818,184	564
End of year	$10,487,685	$ 12,845,319	$1,000,903	$2,098,188	$26,432,095	$ 564

Cash and cash equivalents are reported on the Statement of Net Position as follows:

Cash and cash equivalents	$10,487,685	$ 12,782,307	$1,000,903	$2,098,188	$26,369,083	$ 564
Restricted cash	-	63,012	-	-	63,012	-
	$10,487,685	$ 12,845,319	$1,000,903	$2,098,188	$26,432,095	$ 564

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

PROPRIETARY FUNDS

Statement of Cash Flows, Continued

For the Year Ended June 30, 2024

Continued on next page

	Business-type Activities - Enterprise Funds					Business-type Activities
	Water Enterprise Fund	Sewer Enterprise Fund	Sanitation Enterprise Fund	Nonmajor Enterprise Funds	Total	
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:						
Operating income (loss)	$ 1,321,160	$ 773,322	$ (99,481)	$ 41,966	$ 2,036,967	$ 78,764
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:						
Depreciation	632,734	757,527	73,018	157,979	1,621,258	-
Pension adjustments	113,990	60,254	(12,847)	(13,135)	148,262	(78,764)
(Increase) decrease in assets:						
Receivables	60,749	(3,549)	(4,656)	(42,812)	9,732	-
Leases receivable	-	-	-	(7,818)	(7,818)	-
Prepaid expenses	(50)	(40)	(12)	-	(102)	-
Increase (decrease) in liabilities:						
Accounts payable	(65,778)	464,703	10,001	(197,871)	211,055	-
Compensated absences	7,125	(8,549)	1,919	(11,880)	(11,385)	-
Unearned revenue	250,000	-	-	(11,174)	238,826	-
Landfill postclosure care liability	-	-	82,013	-	82,013	-
Net cash provided by (used in) operating activities	$ 2,319,930	$ 2,043,668	$ 49,955	$ (84,745)	$ 4,328,808	$ -

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

Note I - Summary of Significant Accounting Policies

A. Reporting Entity

The City of Warrenton, Oregon ("City") is a municipal corporation incorporated on February 11, 1899. The City operates under a council-city manager form of government. The governing body (City Commission) consists of five elected members who serve four-year terms. The City Manager administers policies and coordinates the activities of the City. The City Manager reports to, and is responsible to the City Commission. The heads of various departments, formed to provide various services, are under the direct supervision of the City Manager.

The City has the authority to levy taxes on property within the city for basic services and for payment of general obligation bonds. It has exercised that authority for several years.

Blended component unit. The Warrenton Urban Renewal Agency ("Agency") serves all citizens of the City and is governed by a Board comprised of members of the City Commission. The Agency was formed by the City to implement various public improvement programs in the revitalization plan of the City. Projects are funded through tax increment dollars. Separate financial statements for the Agency can be obtained from the City.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements display information about the reporting government as a whole. For the most part, the effect of interfund activity has been removed from these statements. These statements focus on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. These aggregated statements consist of the statement of net position and the statement of activities.

The statement of activities demonstrates the degree to which the direct and allocated indirect expenses of a given function or program are offset by program revenues. *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, programs, 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 and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated in a single column on these statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide and proprietary funds financial statements are reported using the *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 the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and *available*. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Except for leases receivable. The City records lease revenue on a cash basis Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Note I - Summary of Significant Accounting Policies, Continued

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation, Continued

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The City reports the following major governmental funds:

The G*eneral Fund* is the government's primary operating fund. It accounts for all of the financial operations of the City except those required to be accounted for in another fund. Principal sources of revenue are property taxes, licenses and permits, state and county shared revenues and charges for administrative services from other funds. Primary expenditures are for general government and police and fire protection.

The S*tate Tax Street Fund* accounts for funds provided by the Oregon State Department of Transportation and State Highway Trust Fund that are set aside for bicycle lanes, pedestrian paths, street maintenance and repair, and street lighting. The fund also accounts for the City fuel tax.

The *Grant Fund* accounts for grants received from a variety of sources.

Additionally, the City reports the following nonmajor funds within the governmental fund type:

Special revenue funds account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specific purposes.

Debt service funds account for the servicing of general long-term debt. Revenue sources are property taxes levied for general obligation bonds and other general governmental revenues.

Capital project funds account for financial resources used for the acquisition or construction of major capital facilities (other than those financed by business-type or proprietary funds).

The City reports the following major proprietary funds:

The W*ater Enterprise Fund* (a combination of the operating, system development, and capital reserve funds) accounts for the costs of operating the water system of the City and paying for its costs and renovation. User fees provide revenue.

The S*ewer Enterprise Fund* (a combination of the operating, system development, capital reserve, storm sewer, and storm sewer system development funds) accounts for the costs of operating the sewer and storm facilities. User fees provide the revenue.

The S*anitation Enterprise Fund* (a combination of the operating and capital reserve funds) accounts for the costs of providing trash removal services. User fees provide the revenue.

Additionally, the City reports the *Engineering Internal Service Fund* to account for the cost of providing engineering services to other departments of the City. Internal user fees provide revenue to the fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the City's enterprise funds and various other functions of the City. The City allocates charges as reimbursement for services provided by the general fund in support of those functions based on levels of service provided. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. These charges are included in direct program expenses.

Note I - Summary of Significant Accounting Policies, Continued

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation, Continued

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services. Significant operating expenses include personnel, contracted services, repairs and maintenance, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance

1. Deposits and Investments

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and investments in the State of Oregon Local Government Investment Pool ("LGIP").

State statutes authorize the City to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, and repurchase agreements.

2. Receivables and Payables

Service and property taxes receivables that meet the measurable and available criteria for revenue recognition are accrued as revenue in the governmental funds financial statements. Receivables in the government-wide and proprietary fund financial statements are accrued as revenue when earned. In governmental funds, any revenues not meeting the revenue recognition criteria are offset by unavailable revenue accounts.

Special assessments receivable in the governmental funds and proprietary funds are recognized at the time the property owners are assessed for property improvements. In governmental funds special assessments receivable are offset by unavailable revenue accounts and, accordingly, have not been recognized as revenue.

Property taxes are levied and become a lien on July 1st. Property taxes are assessed in October and tax payments are due November 15th of the same year. Under the partial payment schedule, the first one-third of taxes are due November 15th of the same year, the second one-third on February 15th, and the remaining one-third on May 15th. A three percent discount is allowed if full payment is made by November 15th and a two percent discount is allowed if two-thirds payment is made by November 15th. Taxes become delinquent if not paid by the due date and interest accrues after each trimester at a rate of one percent per month. Property foreclosure proceedings are initiated four years after the due date.

Receivables for housing rehabilitation loans in the general fund are recognized at the time the loan is made. The loans receivable are offset by an unavailable revenue account and accordingly, have not been recognized as revenue in the governmental fund financial statements.

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

In the government-wide financial statements any residual balances outstanding between the governmental and business-type activities are reported as "internal balances."

Note I - Summary of Significant Accounting Policies, Continued

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance, Continued

3. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

4. Restricted Cash

Cash whose use is restricted for construction, debt service or by other agreement are segregated on the government-wide statement and the proprietary funds statement of net position and the governmental funds balance sheet.

5. Capital Assets

Capital assets, which include land, right-of-way (included with land), buildings, improvements, equipment, infrastructure, and other tangible assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than $5,000 and an estimated useful life beyond a single reporting period. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of the donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

No depreciation is taken in the year the assets are acquired. Gains or losses from sales or retirements of capital assets are included in operations of the current period.

Capital assets of the City are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Parking and land improvements	10 - 50
Buildings	10 - 50
Equipment and vehicles	5 - 40
Dike and flood control	20 - 40
Infrastructure	20 - 25
Utility facilities	5 - 40

6. Deferred Outflows/Inflows of Resources

In addition to assets, a separate section for deferred outflows of resources will sometimes be reported. 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.

In addition to liabilities, a separate section for deferred inflows of resources will sometimes be reported. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Note I - Summary of Significant Accounting Policies, Continued

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance, Continued

7. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the government does not have a policy to pay any amounts when employees separate from service with the government. All vacation payable and accrued comp-time are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The compensated absences liability is extinguished by the fund in which the liability is incurred.

8. Leases

Lessee: At the commencement of a lease, the City initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straightline basis over its useful life.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with longterm debt on the statement of net position.

Lessor: The City is a lessor for several noncancellable leases of land and moorage space. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and proprietary fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term in a systematic and rational manner.

Note I - Summary of Significant Accounting Policies, Continued

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance, Continued

8. Leases, Continued

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

9. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the bonds-outstanding method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures in the year the debt is issued.

10. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oregon Public Employees Retirement System (OPERS) and additions to/deductions from OPERS's fiduciary net position have been determined on the same basis as they are reported by OPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

11. Net Position Flow Assumptions

Sometimes the City will fund outlays for a particular resource from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Note I - Summary of Significant Accounting Policies, Continued

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance, Continued

12. Fund Balance Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to considered restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

13. Fund Balance Policies

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. The fund balance classifications are:

Nonspendable - resources cannot be spent because they are either in a nonspendable form or legally or contractually required to be maintained intact. Resources in nonspendable form include inventories, prepaids and deposits, and assets held for sale.

Restricted - constraints placed on the use of resources are either: (a) externally imposed by creditors (such as through debt covenants), grants, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed - the City Commission passes an ordinance that places specific constraints on how the resources may be used. The City Commission can modify or rescind the ordinance at any time through passage of an additional ordinance.

Assigned - resources that are constrained by the City's intent to use them for a specific purpose, but are neither restricted, nor committed. Intent is expressed when the City Commission approves which resources should be "reserved" during the adoption of the annual budget.

Unassigned - resources that have 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.

Note I - Summary of Significant Accounting Policies, Continued

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance, Continued

14. Use of Estimates

The preparation of basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Note II - Stewardship, Compliance, and Accountability

A. Budgetary Information

Annual budgets are adopted on a basis consistent with Oregon Revised Statutes (ORS 294 - Local Budget Law).

A budget is prepared by the City Manager in the early winter preceding the fiscal year the budget will be used. The City is required to budget for all funds. The City's budget is prepared for each fund on the modified accrual basis of accounting. The budget committee, with public input, deliberates and approves the budget for transmittal to the City Commission in early spring. After public notices and a hearing, the final budget is adopted, appropriations made, and a tax levy declared no later than June 30.

The City Commission resolution adopting the budget and authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriation. The level of control for all City funds is by department, debt service, interfund transfers, and contingency. The level of control for the Warrenton Urban Renewal Agency funds is by materials and services, capital outlay, debt service, interfund transfers, and contingency. Appropriations lapse as of year-end.

Expenditures cannot legally exceed appropriations except in the case of grants which could not be estimated at the time of budget adoption. Supplemental appropriations and appropriation transfers may occur with notice and City Commission action.

B. Excess of Expenditures Over Appropriations

For the year ended June 30, 2024, Fire Department expenditures exceeded appropriations in the Grant Department fund by $35,000.

Note III - Detailed Notes On All Funds

A. Deposits and Investments

The City maintains a cash and investment pool for its cash and cash equivalents in which each fund participates. Cash and investments comprise the following:

Petty cash	$ 700
Deposits with financial institutions	1,433,701
State of Oregon Local Government Investment Pool	37,164,252
Total	$ 38,598,653

Cash and investments are reflected in the government-wide Statement of Net Position as follows:

Cash and cash equivalents	$ 38,535,641
Restricted cash	63,012
Total	$ 38,598,653

Deposits. All deposits not covered by FDIC insurance are covered by the Public Funds Collateralization Program ("PFCP") of the State of Oregon. The PFCP is a shared liability structure for participating bank depositories. Barring any exceptions, a bank depository is required to pledge collateral valued at least 10% of their quarter-end public fund deposits if they are well capitalized, 25% of their quarter end public fund deposits if they are adequately capitalized, or 110% of their quarter-end public fund deposits if they are undercapitalized or assigned to pledge 110% by the Office of State Treasurer. In the event of a bank failure, the entire pool of collateral pledged by all qualified Oregon public funds bank depositories is available to repay deposits of public funds of government entities.

<u>Note III - Detailed Notes On All Funds, Continued</u>

A. Deposits and Investments, Continued

The Oregon Local Government Investment Pool (LGIP) is an open-ended, no-load diversified portfolio offered to any municipality, political subdivision or public corporation of the State that by law is made the custodian of, or has control of, any public funds. The Office of the State Treasurer (OST) manages the LGIP. The LGIP is commingled with other State funds in the Oregon Short-Term Fund (OSTF). The OSTF is not managed as a stable net asset value fund; therefore, the preservation of principal is not assured. Additional information about the OSTF can be obtained at *www.ost.state.or.us* and *www.oregon.gov/treasury*.

Custodial Credit Risk. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. At June 30, 2024, the City's deposits were covered and collateralized by federal depository insurance and the PFCP.

Credit Risk - Investments. The City has no investment policy for credit risk, but in practice follows state statutes which authorize the City to invest primarily in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers acceptances, certain commercial papers and the State Treasurer's Investment Pool, among others. The LGIP is not rated by a national rating service.

Interest Rate Risk. The City does not have a formal investment policy that explicitly limits investment maturities as a means of managing its exposure to fair value loss arising from increasing interest rates. The weighted-average maturity of LGIP is less than one year.

B. Receivables and Deferred Inflows of Resources

Housing rehabilitation loans

The City has lent money to qualifying property owners through a federally funded low-income housing rehabilitation program. The loans are non interest-bearing and become a lien against the property, payable upon sale of the property or death of the owner.

Unavailable revenues

At the end of the current fiscal year, the components of unavailable revenue reported in the governmental funds were as follows:

	General Fund	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Total
Property taxes receivable	$ 42,228	$ 7,895	$ 55,912	$ 106,035
Rehabilitation loans	39,430	-	-	39,430
Total unavailable revenues	$ 81,658	$ 7,895	$ 55,912	$ 145,465

Note III - Detailed Notes On All Funds, Continued

C. Capital Assets

Capital asset activity for the year ended June 30, 2024 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	$ 2,405,374	$ -	$ (816)	$ -	$ 2,404,558
Construction in progress	1,568,421	617,966	-	(1,224,284)	962,103
Total capital assets, not being depreciated	3,973,795	617,966	(816)	(1,224,284)	3,366,661
Capital assets, being depreciated:					
Parking and land improvements	1,674,202	195,864	(1,642)	126,303	1,994,727
Buildings	4,458,379	226,061	-	-	4,684,440
Equipment and vehicles	3,979,724	528,754	(32,812)	62,657	4,538,323
Infrastructure	7,244,786	236,823	-	1,035,324	8,516,933
Total capital assets, being depreciated	17,357,091	1,187,502	(34,454)	1,224,284	19,734,423
Less accumulated depreciation for:					
Parking and land improvements	(749,884)	(59,421)	1,642	-	(807,663)
Buildings	(1,806,221)	(97,957)	-	-	(1,904,178)
Equipment and vehicles	(2,028,541)	(227,928)	30,059	-	(2,226,410)
Infrastructure	(2,744,960)	(252,413)	-	-	(2,997,373)
Total accumulated depreciation	(7,329,606)	(637,719)	31,701	-	(7,935,624)
Total capital assets, being depreciated, net	10,027,485	549,783	(2,753)	1,224,284	11,798,799
Governmental activities capital assets, net	$ 14,001,280	$ 1,167,749	$ (3,569)	$ -	$ 15,165,460

Note III - Detailed Notes On All Funds, Continued

C. Capital Assets, Continued

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-type activities:					
Capital assets, not being depreciated:					
Land	$ 422,041	$ -	$ -	$ -	$ 422,041
Construction in progress	2,175,073	1,189,253	-	(450,212)	2,914,114
Total capital assets, not being depreciated	2,597,114	1,189,253	-	(450,212)	3,336,155
Capital assets, being depreciated:					
Parking areas	1,515,321	-	-	-	1,515,321
Buildings	2,897,024	-	(47,198)	-	2,849,826
Equipment and vehicles	5,144,583	202,115	-	-	5,346,698
Utility facilities	44,520,542	294,649	-	450,212	45,265,403
Total capital assets, being depreciated	54,077,470	496,764	(47,198)	450,212	54,977,248
Less accumulated depreciation for:					
Parking areas	(372,072)	(107,317)	-	-	(479,389)
Buildings	(1,498,139)	(74,561)	7,080	-	(1,565,620)
Equipment and vehicles	(4,523,619)	(109,305)	-	-	(4,632,924)
Utility facilities	(25,104,950)	(1,330,075)	-	-	(26,435,025)
Total accumulated depreciation	(31,498,780)	(1,621,258)	7,080	-	(33,112,958)
Total capital assets, being depreciated, net	22,578,690	(1,124,494)	(40,118)	450,212	21,864,290
Business-type activities capital assets, net	$ 25,175,804	$ 64,759	$ (40,118)	$ -	$ 25,200,445

Note III - Detailed Notes On All Funds, Continued

C. Capital Assets, Continued

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:		
General government	$	189,333
Fire and emergency medical services		141,655
Police		66,050
Planning and development		5,897
Library and culture		10,028
Public works		224,756
Total depreciation expense - governmental activities	$	637,719
Business-type activities:		
Water utilities	$	632,734
Sewer utilities		757,527
Sanitation utilities		73,018
Marinas		157,979
Total depreciation expense - business-type activities	$	1,621,258

D. Interfund Receivables, Payables, and Transfers

During the year ended June 30, 2024 the general fund transferred $775,343 to nonmajor governmental funds and $41,626 to enterprise funds. Interfund transfers were used to provide funds for contribute towards the cost of capital projects, and to provide operational resources.

During the year ended June 30, 2024 $1,851,063 was transferred within nonmajor governmental funds for debt capital expenditures.

E. Leases

Leases Receivable

The City has one lease receivable for land leased by a wood fiber processing company. This lease began October 1995, and continues through December 31, 2035. This lease balance at June 30, 2024 was $1,663,927. Lease payments during the year were $76,692 and $131,530 in principal and interest respectively.

The City has several leases receivable for land in the nonmajor enterprise funds. These leases began at various times and end at various times. These leases had a balance of $322,035 at June 30, 2024. Lease payments during the year were $11,498 and $11,889 in principal and interest respectively.

Note III - Detailed Notes On All Funds, Continued

F. Long-Term Debt

Long-term liability activity for the year ended June 30, 2024 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
General obligation bonds payable	$ 1,820,502	$ -	$ (501,315)	$ 1,319,187	$ 516,162
Direct Borrowings:					
Tax increment financial bonds	1,499,908	-	(312,985)	1,186,923	321,188
Notes/loans payable	204,663	-	(66,367)	138,296	1,837
Total long-term debt	3,525,073	-	(880,667)	2,644,406	839,187
Net pension liability	2,923,610	645,336	-	3,568,946	-
Compensated absences	133,724	173,721	(133,724)	173,721	173,721
Governmental activities long-term liabilities	$ 6,582,407	$ 819,057	$ (1,014,391)	$ 6,387,073	$ 1,012,908
Business-Type Activities:					
Loans payable - direct borrowings	$ 4,435,349	$ -	$ (613,238)	$ 3,822,111	$ 407,104
Landfill postclosure care (see note IV.D.)	372,053	107,094	(25,081)	454,066	19,850
Total noncurrent liabilities	4,807,402	107,094	(638,319)	4,276,177	426,954
Net pension liability	1,681,226	467,460	-	2,148,686	-
Compensated absences	120,869	109,484	(120,869)	109,484	109,484
Business-type activities long-term liabilities	$ 6,609,497	$ 684,038	$ (759,188)	$ 6,534,347	$ 536,438

General obligation bonds outstanding at June 30, 2024 were as follows:

Purpose	Interest Rates	Governmental Activities
The general obligation bonds series 2007 in the original amount of $8,079,696 were facilities bonds. The bonds were authorized by taxpayers in November 2006 to finance improvements to the wastewater treatment and disposal system of the City. These general obligation bonds are direct obligations and pledge the full faith and credit of the City. The Wastewater Treatment GO Bond fund is used to liquidate these bonds. Final maturity of these 20-year bonds is December 1, 2026.	2.94% plus 0.5% annual fee	$ 1,319,187
Total general obligation bonds outstanding		1,319,187
Less current portion		(516,162)
Long-term portion		$ 803,025

Note III - Detailed Notes On All Funds, Continued

F. Long-Term Debt, Continued

Tax increment financial bonds outstanding at June 30, 2024 were as follows:

Purpose	Interest Rates	Governmental Activities
The urban renewal bond series 2012, in the original amount of $1,640,000, was used to finance urban renewal projects. This tax increment financing is secured by assignment of incremental tax revenues. The Warrenton Urban Renewal Agency Debt Service fund is used to liquidate these bonds. The bond matures on June 15, 2027.	3.75%	$ 404,128
The urban renewal bond series 2016, in the original amount of $2,200,000, was used to finance urban renewal projects. This tax increment financing is secured by assignment of incremental tax revenues. The Warrenton Urban Renewal Agency Debt Service fund is used to liquidate these bonds. The bond matures on June 1, 2028.	1.86%	782,794
Total debt outstanding		1,186,922
Less current portion		(321,188)
Long-term portion		$ 865,734

If an event of default occurs on any of the direct borrowings Columbia Bank (Bank) may exercise any remedy available at law or in equity under the provisions of the Master Resolution. If an event of default occurs due to nonpayment of principal, interest, fees or other amounts when due, or failure to maintain the tax-exempt status of the obligation, then the Bank may increase the interest rate to 8.75% on the series 2012 bonds or 5% on the series 2016 bonds.

Notes/loans outstanding at June 30, 2024 were as follows:

Purpose	Interest Rates	Governmental Activities	Business-Type Activities
The Full Faith and Credit Note, Series 2015, in the original amount of $621,771, was used as a deposit on the purchase of an aerial fire truck that was purchased in FY2017. The General fund is used to liquidate this note. The loan is secured by Warrenton Fiber Revenues and matures on December 29, 2025. If an event of default occurs, the interest rate on the note shall be equal to the 10-year US Treasury rate plus 2%.	2.7690%	$ 138,297	$ -
The Oregon Economic Development Department loan G99001B in the original amount of $300,000 was used in the water enterprise for equipment and facilities. The loan matures on December 1, 2024 and is secured by water facilities.	5.16%	-	58,723
The Oregon Economic Development Department loan S02011 in the original amount of $2,657,000 was used in the water enterprise for equipment and facilities. The loan matures on December 1, 2031 and is secured by water facilities.	1.0%	-	787,771

Note III - Detailed Notes On All Funds, Continued

F. Long-Term Debt, Continued

Purpose	Interest Rates	Governmental Activities	Business-Type Activities
The Oregon Infrastructure Finance Authority loan SZ9012 was issued in the original amount up to $5,399,048 and was used in the design and construction of a new covered-water reservoir. $2,699,524 of the loan was forgiven upon completion of the project and was recognized as a capital contribution in 2013. The loan matures on December 1, 2033 and is secured by the net revenues of the water fund.	3.0%	$ -	$ 1,404,318
The Oregon Infrastructure Finance Authority loan S17016 was issued in the original amount up to $1,100,000 and was used to replace manual-read water meters with radio-read water meters. $629,708 of the loan was forgiven upon completion of the project and was recognized as a capital contribution in 2019. The loan matures on December 1, 2037 and is secured by the net revenues of the water fund.	1.0%	-	303,677
The Oregon Economic Development Department loan Y04001 in the original amount of $506,000 was used in the sewer enterprise for equipment and facilities. The loan matures on December 1, 2024 and is secured by sewer and general revenues.	4.62%	-	37,569
The Oregon Department of Environmental Quality loan R94942 in the original amount of $1,200,000 was used in the sewer enterprise for biosolids removal. The loan matures on June 1, 2025 and is secured by sewer revenues.	2.91% plus 0.5% annual fee	-	67,286
The Oregon Department of Environmental Quality loan R94945 was issued in the original amount up to $1,920,304 and was used to make upgrades to the wastewater treatment plant. DEQ forgave $500,000 of the loan during the year ended June 30, 2018. The loan matures on February 1, 2048 and is secured by sewer revenues.	1.45% plus 0.5% annual fee	-	1,152,374
The Oregon Infrastructure Finance Authority loan V16013 was issued in the original amount up to $35,000 and was used to complete an inflow and infiltration reduction study for the wastewater system. The loan matures on December 1, 2025 and the City pledges its full faith and credit.	1.69%	-	10,393
Total notes/loans outstanding		138,297	3,822,111
Less current portion		(1,837)	(407,104)
Long-term portion		$ 136,460	$ 3,415,007

Note III - Detailed Notes On All Funds, Continued

F. Long-Term Debt, Continued

Loan covenants require the City to establish reserves as follows:

	Business-Type Activities
Oregon Department of Environmental Quality:	
Loan R94942	$ 34,553
Loan R94945	28,459
Total	$ 63,012

The reserves are reported as restricted cash on the statement of net position.

Upon the event of default on loans with the Oregon Economic Development Department or Oregon Infrastructure Finance Authority, the State may pursue any or all of the remedies set forth in the agreement or available at law or in equity. Such remedies may include, but are not limited to, termination of the contract, acceleration of the contract, return of the grant/loan funds, payment of amounts earned from the investment of the proceeds of the loan, declaration of the City's ineligibility to receive future lottery funded awards, withholding pursuant to ORS 285B.599, ORS 285A.213(6), or OAR 123-049-0040 of other State funds due to the Borrower, foreclosing liens or security interest and exercising any remedy listed in OAR 123-049-0040.

Annual debt service requirements to maturity for long-term debt at June 30, 2024 are as follows:

	Governmental Activities				Business-Type Activities	
Year Ending	GO Bonds		Direct Borrowings		Direct Borrowings	
June 30,	Principal	Interest	Principal	Interest	Principal	Interest
2025	$ 516,162	$ 40,333	$ 389,392	$ 32,659	$ 407,103	$ 154,845
2026	531,449	22,427	399,723	22,326	308,684	116,557
2027	271,576	3,992	338,324	11,693	310,018	80,636
2028	-	-	197,780	2,743	295,134	60,739
2029	-	-	-	-	300,956	513,963
2030 - 2034	-	-	-	-	1,390,241	61,728
2035 - 2039	-	-	-	-	330,441	35,233
2040 - 2044	-	-	-	-	258,691	-
2045 - 2049	-	-	-	-	220,843	-
Total	$ 1,319,187	$ 66,752	$ 1,325,219	$ 69,421	$ 3,822,111	$ 1,023,701

G. Pension Plans

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 Comprehensive Annual Financial Report and Actuarial Valuation that can be obtained at:

https://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx

Note III - Detailed Notes On All Funds, Continued

G. Pension Plans, Continued

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.

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, members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the market value of equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes. Under current law, the cap on the COLA for creditable service earned before October 2013 is 2.0 percent. The COLA for creditable service after October 2013 is calculated at 1.25 percent on the first $60,000 of annual benefit and 0.15 percent on annual benefits above $60,000.

<u>Note III - Detailed Notes On All Funds, Continued</u>

G. Pension Plans, Continued

2. OPSRP Pension Program (OPSRP DB)

Pension Benefits.

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

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.

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 for creditable service earned before October 2013 is 2.0 percent. The COLA for creditable service after October 2013 is calculated at 1.25 percent on the first $60,000 of annual benefit and 0.15 percent on annual benefits above $60,000.

Note III - Detailed Notes On All Funds, Continued

G. Pension Plans, Continued

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.

Recordkeeping

OPERS contracts with VOYA Financial to maintain IAP participant records.

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. Employer contribution rates during the period were based on the December 31, 2019 actuarial valuation. The rates based on a percentage of payroll, first became effective July 1, 2022. Employer contributions for the year ended June 30, 2024 were $1,084,971 excluding amounts to fund employer specific liabilities. The rates in effect for the fiscal year ended June 30, 2024 were 27.17 percent for Tier One/Tier Two General Service Members, 27.17 percent for Tier One/Tier Two Police and Fire, 21.30 percent for OPSRP Pension Program General Services, 26.09 percent for OPSRP Police and Fire members and 6 percent for OPSRP Individual Account Program.

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

At June 30, 2024 the City reported a liability of $5,717,632 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021 rolled forward to June 30, 2023. 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, 2023, the City's proportion was 0.03052548 percent, which was changed from its proportion measured as of June 30, 2022 of 0.03007337 percent.

Note III - Detailed Notes On All Funds, Continued

G. Pension Plans, Continued

For the year ended June 30, 2024 the City recognized pension expense of $884,179. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 279,610	$ 22,671
Change in assumptions	507,921	3,787
Net difference between projected and actual earnings on pension plan investments	102,769	-
Changes in proportionate share	231,641	232,533
Differences between City contributions and proportionate share of contributions	8,497	382,730
Subtotal before post-measurement date contributions	1,130,438	641,721
City contributions subsequent to the measurement date	816,241	-
Total	$ 1,946,679	$ 641,721

Deferred outflows of resources related to pensions of $816,241 resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Net deferred outflows (inflows) of resources of $488,717 will be recognized in pension expense as follows:

Year Ended June 30,	
2025	$ 58,688
2026	(266,402)
2027	498,618
2028	180,438
2029	17,375
Total	$ 488,717

Note III - Detailed Notes On All Funds, Continued

G. Pension Plans, Continued

Actuarial Methods and Assumptions:

The total pension liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	December 31, 2021
Measurement Date	June 30, 2023
Experience Study Report	2020, published July 21, 2021
Actuarial Cost Method	Entry Age normal
Actuarial Assumptions:	
Inflation Rate	2.40 percent
Long-Term Expected Rate of Return	6.90 percent
Discount Rate	6.90 percent
Project Salary Increases	3.40% overall payroll growth; salaries for individuals are assumed to grow at 3.40% plus assumed rates of merit/longevity increases based on service Mortality Healthy retirees and beneficiaries:
Cost of Living Adjustments (COLA)	Blend of 2.00% COLA and Graded COLA (1.25%/.015%) in accordance with *Moro* decision; blend based on service.
Mortality	Healthy retirees and beneficiaries: Pub-2010 Healthy Retiree, sex-distinct, generational with Unisex, Social Security Date Scale, with job category adjustments and set-backs as described in the valuation. Active Members: Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. Disabled retirees: Pub-2010 Disabled retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The methods and assumptions shown above are based on the 2020 Experience Study which reviewed experience for the four-year period ending on December 31, 2020.

<u>Note III - Detailed Notes On All Funds, Continued</u>

G. Pension Plans, Continued

Long-term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2021 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team and the Oregon Investment Council's (OIC) investment advisors. 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. For more information on the Plan's portfolio, assumed asset allocation, and the long-term expected rate of return for each major asset class, calculated using both arithmetic and geometric means, see PERS' audited financial statements at:

https://www.oregon.gov/pers/pages/financials/actuarial-financial-information.aspx

Depletion Date Projection

GASB 68 generally requires that a blended discount rate be used to measure the total pension liability (the actuarial accrued liability calculated using the Individual Entry Age Normal Cost Method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's fiduciary net position is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the fiduciary net position is not projected to cover benefit payments and administrative expenses. Determining the discount rate under GASB 68 will often require that the actuary perform complex projections of future benefit payments and pension plan investments. GASB 68 (paragraph 67) does allow for alternative evaluations of projected solvency, if such evaluation can reliably be made. GASB does not contemplate a specific method for making an alternative evaluation of sufficiency; it is left to professional judgment.

The following circumstances justify an alternative evaluation of sufficiency for PERS:

- PERS has a formal written policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.
- The ADC is based on a closed, layered amortization period, which means that payment of the full ADC each year will bring the plan to a 100% funded position by the end of the amortization period if future experience follows assumption.
- GASB 68 specifies that the projections regarding future solvency assume that plan assets earn the assumed rate return and there are no future changes in the plan provisions or actuarial methods and assumptions, which means that the projections would not reflect any adverse future experience which might impact the plan's funded position.

Based on these circumstances, it is PERS' independent actuary's opinion that the detailed depletion date projections outlined in GASB 68 would clearly indicate that the fiduciary net position is always projected to be sufficient to cover benefit payments and administrative expenses.

Discount Rate

The discount rate used to measure the total pension liability of the Plan was 6.90 percent. 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.

Note III - Detailed Notes On All Funds, Continued

G. Pension Plans, Continued

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

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

	1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
Proportionate Share of Net Pension Liability	$ 9,444,451	$ 5,717,632	$ 2,598,679

Pension Plan Fiduciary Net Position

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

Note IV - Other Information

A. 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; and natural disasters for which the government carries commercial insurance. In 1981, the League of Oregon Cities joined together with the Association of Oregon Cities to form City County Insurance Services ("CCIS"), a public entity risk pool currently operating a common risk management and insurance program. The City pays an annual premium to CCIS for insurance coverage. Based on the experience of the City and CCIS, the City may be liable for an additional premium of up to 20% of its initial premium or it may receive a refund. The City has not had to pay an additional premium. Predetermined limits and deductible amounts are stated in the policy. Settled claims have not exceeded commercial insurance coverage in any of the past three years.

B. Contingencies Under Grant Provisions

Under terms of federal and state grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under terms of the grants. Such audits could lead to reimbursement to the grantor agencies. The City believes disallowances, if any, will be immaterial.

C. Contingent Liabilities

The City is contingently liable with respect to lawsuits and other claims incidental to the ordinary course of its operations and capital projects. Management intends to contest these matters and does not believe their ultimate resolution will have a material effect upon the City's financial position, results of operations, or cash flows.

Note IV - Other Information, Continued

D. Postclosure Landfill Care

The Municipal Solid Waste Landfill ("MSWLF") ceased accepting solid waste in the fall of 1985 and final cover was applied subsequently in conformity with state regulations. The landfill closure permit for the MSWLF was renewed by the Oregon Department of Environmental Quality on February 20, 1997. State and federal laws and regulations require the City to perform certain maintenance and monitoring functions at the site.

The City has recorded a liability for the estimated costs of landfill postclosure care. Annually, the City evaluates the liability by examining the estimated costs needed to perform the postclosure care over the next 20 years and adjusts the liability accordingly. During the year ended June 30, 2024, the City's estimated liability changed as follows:

	Landfill postclosure care liability
Balance at June 30, 2023	$ 372,053
Change in estimate	107,094
Maintenance costs paid in 2024	(25,081)
Balance at June 30, 2024	$ 454,066

All current year changes in the liability are included in contracted services in the Sanitation Enterprise Fund. The estimated future costs to maintain and monitor the landfill may change due to one or more of the following factors: inflation, deflation, changes in technology or changes to applicable laws or regulations.

THE CITY OF WARRENTON
OREGON

REQUIRED SUPPLEMENTARY INFORMATION

THE CITY OF WARRENTON
OREGON

CITY OF WARRENTON

Required Supplementary Information

June 30, 2024

Schedule of the Proportionate Share of the Net Pension Liability

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Proportion of the net pension liability (asset)	0.03052548 %	0.03007337 %	0.02975192 %	0.03270945 %	0.02871178 %	0.03023090 %	0.03216011 %	0.03340720 %	0.03518114 %	0.03043630 %
Proportionate share of the net pension liability (asset)	$ 5,717,632	$ 4,604,836	$ 3,560,258	$ 7,138,327	$ 4,966,450	$ 4,579,583	$ 4,335,195	$ 5,015,196	$ 2,019,912	$ (689,903)
Covered payroll	$ 3,496,251	$ 3,496,251	$ 3,342,216	$ 3,397,193	$ 3,370,391	$ 3,172,039	$ 3,074,084	$ 3,036,331	$ 2,744,201	$ 2,594,589
Proportionate share of the pension liability (asset) as a percentage of its covered employee payroll	163.54 %	131.71 %	106.52 %	210.12 %	147.36 %	144.37 %	141.02 %	165.17 %	73.61 %	(26.59)%
Plan net position as a percentage of the total pension liability	81.7 %	84.5 %	87.6 %	75.8 %	80.2 %	82.1 %	83.1 %	80.5 %	91.9 %	103.6 %

Schedule of Pension Contributions

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	$ 1,084,971	$ 859,769	$ 859,769	$ 814,318	$ 856,834	$ 728,293	$ 650,268	$ 557,802	$ 545,611	$ 475,054
Contributions in relation to the contractually required contribution	1,084,971	859,769	859,769	814,318	856,834	728,293	650,268	557,802	545,611	475,054
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered employee payroll	$ 3,890,946	$ 3,496,251	$ 3,496,251	$ 3,342,216	$ 3,397,193	$ 3,370,391	$ 3,172,039	$ 3,074,084	$ 3,036,331	$ 2,744,201
Contributions as a percentage of covered employee payroll	27.88 %	24.59 %	24.59 %	24.36 %	25.22 %	21.61 %	20.50 %	18.15 %	17.97 %	17.31 %

Note I - Measurement Period

Amounts presented are for the measurement period, which for FY 2024 is July 1, 2022 - June 30, 2023.

Note II - Changes in Benefit Terms

The 2013 Oregon Legislature made a series of changes to PERS that lowered projected future benefit payments from the System. These changes included reductions to future Cost of Living Adjustments (COLA) made through Senate Bills 822 and 861. Senate Bill 822 also required the contribution rates scheduled to be in effect from July 2013 to June 2015 to be reduced. The Oregon Supreme Court decision in Moro v. State of Oregon, issued on April 30, 2015, reversed a significant portion of the reductions the 2013 Oregon Legislature made to future System Cost of Living Adjustments (COLA) through Senate Bills 822 and 861. This reversal increased the total pension liability as of June 30, 2015 compared to June 30, 2014 total pension liability.

Note III - Changes in Assumptions

The PERS Board adopted assumption changes that were used to measure the June 30, 2016 total pension liability, which contributes to the net pension liability reported by the City for fiscal year 2017. The changes include the lowering of the long-term expected rate of return to 7.50 percent and lowering the assumed inflation to 2.50 percent. In addition, the healthy mortality assumption was changed to reflect an updated mortality improvement scale for all groups, and assumptions were updated for merit increases, unused sick leave, and vacation pay.

The June 30, 2018 total pension liability includes the effect of PERS Board adopting a change to the long-term expected rate of return, reducing it from 7.50 to 7.20 percent. This contributes to the net pension liability reported by the City for fiscal year 2019.

The June 30, 2021 total pension liability includes the effect of the PERS Board adopting a change to the long-term expected rate of return, reducing it from 7.20 percent to 6.90 percent. This contributes to the net pension liability reported by the City for fiscal year 2022.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

THE CITY OF WARRENTON

OREGON

CITY OF WARRENTON

Nonmajor Governmental Funds

Combining Balance Sheet

June 30, 2024

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
ASSETS				
Cash and cash equivalents	$ 1,249,138	$ 2,403,552	$ 2,623,112	$ 6,275,802
Receivables:				
Taxes	11,471	75,661	-	87,132
Accounts	97,493	-	-	97,493
Intergovernmental	-	-	41,981	41,981
Prepaid items	763	-	-	763
Total assets	$ 1,358,865	$ 2,479,213	$ 2,665,093	$ 6,503,171
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 110,931	$ -	$ 50,007	$ 160,938
Deferred revenue	6,260	-	-	6,260
Total liabilities	117,191	-	50,007	167,198
Deferred Inflows of Resources:				
Unavailable revenue - Property Taxes	7,895	55,912	-	63,807
Fund Balances:				
Nonspendable - Prepaid items	763	-	-	763
Restricted for:				
Debt service	-	2,423,301	-	2,423,301
Library and culture	228,536	-	-	228,536
Public works	305,045	-	-	305,045
Urban renewal improvements	2,847	-	6,487	9,334
Building inspection program	483,082	-	-	483,082
System development	-	-	1,653,106	1,653,106
Committed to:				
Library and culture	213,506	-	-	213,506
Assigned to:				
Capital projects	-	-	955,493	955,493
Total fund balances	1,233,779	2,423,301	2,615,086	6,272,166
Total liabilities, deferred inflows of resources and fund balances	$ 1,358,865	$ 2,479,213	$ 2,665,093	$ 6,503,171

CITY OF WARRENTON

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

For the Year Ended June 30, 2024

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
Revenues:				
Taxes	$ 574,611	$ 1,407,398	$ -	$ 1,982,009
Licenses and permits	233,923	-	-	233,923
Intergovernmental	-	-	41,981	41,981
Charges for services	49,983	-	-	49,983
Fines and forfeits	270	-	-	270
Investment earnings	59,490	148,566	118,512	326,568
Donations	66,134	-	-	66,134
Other revenue	6,062	-	6,414	12,476
Total revenues	990,473	1,555,964	166,907	2,713,344
Expenditures:				
Current:				
General government	311,074	-	158,864	469,938
Planning and development	271,484	-	-	271,484
Library and culture	337,956	-	9,112	347,068
Public works	2,058	-	-	2,058
Debt service:				
Principal retirement	-	814,300	-	814,300
Interest expense	-	94,754	-	94,754
Capital outlay	8,471	-	1,407,972	1,416,443
Total expenditures	931,043	909,054	1,575,948	3,416,045
Excess (deficiency) of revenues over (under) expenditures	59,430	646,910	(1,409,041)	(702,701)
Other Financing Sources (Uses):				
Transfers in	-	-	1,769,564	1,769,564
Transfers out	(11,000)	(986,221)	-	(997,221)
Capital contributions	-	-	39,527	39,527
Total other financing sources (uses)	(11,000)	(986,221)	1,809,091	811,870
Net change in fund balances	48,430	(339,311)	400,050	109,169
Fund Balances:				
Beginning of year	1,185,349	2,762,612	2,215,036	6,162,997
End of year	$ 1,233,779	$ 2,423,301	$ 2,615,086	$ 6,272,166

NONMAJOR SPECIAL REVENUES FUNDS

Special Revenue Funds account for revenues derived from specific tax or other earmarked revenue sources, including federal and state grant awards, which are restricted to finance particular functions or activities. Funds included in this fund category are:

Community Center - Accounts for the operational activities of the Community Center.

Warrenton Business License - Accounts for revenues from the sale of business licenses. The goal of the WBL fund is to enhance the economy and livability within the City by providing funds for programs and projects such as nuisance abatement, beautification of the City, grants to Main Street programs for funding events, festivals and projects, assisting with public safety programs and equipment purchases, and other similar tasks and projects as recommended and approved by City Commission.

Library - Accounts for the operational activity of the library.

Building Department - Accounts for the activities of the Building Division, which is responsible for the enforcement of building, plumbing, mechanical, fire and life safety codes of the State of Oregon.

Transient Room Tax - Accounts for transient room tax to be expended on police, first response medical assistance and infrastructure usage by tourists and other short term visitors, as well as to provide funds for tourist promotion.

Quincy Robinson Park Trust - Accounts for the establishment and maintenance of public parks.

CITY OF WARRENTON

Nonmajor Special Revenues Funds

Combining Balance Sheet

June 30, 2024

	Community Center (005)	Warrenton Business License (006)	Library (020)	Building Department (021)
ASSETS				
Cash and cash equivalents	$ 71,844	$ 152,865	$ 228,482	$ 488,844
Receivables:				
Taxes	-	-	11,471	-
Accounts	-	-	-	-
Prepaid items	-	-	763	-
Total assets	$ 71,844	$ 152,865	$ 240,716	$ 488,844
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 2,865	$ 2,078	$ 3,522	$ 5,762
Unearned revenue	6,260	-	-	-
Total liabilities	9,125	2,078	3,522	5,762
Deferred Inflows of Resources:				
Unavailable revenue - Property Taxes	-	-	7,895	-
Fund Balances:				
Nonspendable - Prepaid items	-	-	763	-
Restricted for:				
Library and culture	-	-	228,536	-
Public works	-	-	-	-
Urban renewal improvements	-	-	-	-
Building inspection program	-	-	-	483,082
Committed to:				
Library and culture	62,719	150,787	-	-
Total fund balances	62,719	150,787	229,299	483,082
Total liabilities, deferred inflows of resources and fund balances	$ 71,844	$ 152,865	$ 240,716	$ 488,844

Transient Room Tax (024)	Quincy Robinson Park Trust (065)	Total Nonmajor Special Revenues Funds
$ -	$ 307,103	$ 1,249,138
-	-	11,471
97,493	-	97,493
-	-	763
$ 97,493	$ 307,103	$ 1,358,865
$ 94,646	$ 2,058	$ 110,931
-	-	6,260
94,646	2,058	117,191
-	-	7,895
-	-	763
-	-	228,536
-	305,045	305,045
2,847	-	2,847
-	-	483,082
-	-	213,506
2,847	305,045	1,233,779
$ 97,493	$ 307,103	$ 1,358,865

CITY OF WARRENTON

Nonmajor Special Revenues Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

For the Year Ended June 30, 2024

	Community Center (005)	Warrenton Business License (006)	Library (020)	Building Department (021)
Revenues:				
Taxes	$ -	$ -	$ 260,690	$ -
Licenses and permits	-	84,408	-	149,515
Charges for services	49,983	-	-	-
Fines and forfeits	-	-	270	-
Investment earnings	3,169	7,280	11,327	25,146
Donations	6,748	-	10,517	-
Other revenue	22	-	5,727	313
Total revenues	59,922	91,688	288,531	174,974
Expenditures:				
Current:				
General government	-	-	-	-
Planning and development	-	-	-	271,484
Library and culture	24,435	43,998	269,523	-
Public works	-	-	-	-
Capital outlay	-	8,471	-	-
Total expenditures	24,435	52,469	269,523	271,484
Excess (deficiency) of revenues over (under) expenditures	35,487	39,219	19,008	(96,510)
Other Financing Sources (Uses):				
Transfers out	(8,000)	(3,000)	-	-
Net change in fund balances	27,487	36,219	19,008	(96,510)
Fund Balances:				
Beginning of year	35,232	114,568	210,291	579,592
End of year	$ 62,719	$ 150,787	$ 229,299	$ 483,082

Transient Room Tax (024)	Quincy Robinson Park Trust (065)	Total Nonmajor Special Revenues Funds
$ 313,921	$ -	$ 574,611
-	-	233,923
-	-	49,983
-	-	270
-	12,568	59,490
-	48,869	66,134
-	-	6,062
313,921	61,437	990,473
311,074	-	311,074
-	-	271,484
-	-	337,956
-	2,058	2,058
-	-	8,471
311,074	2,058	931,043
2,847	59,379	59,430
-	-	(11,000)
2,847	59,379	48,430
-	245,666	1,185,349
$ 2,847	$ 305,045	$ 1,233,779

CITY OF WARRENTON

Community Center Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 30,000	$ 30,000	$ 35,232	$ 5,232
Charges for services	20,000	20,000	49,983	29,983
Investment earnings	650	650	3,169	2,519
Donations	5,300	5,300	6,748	1,448
Other revenue	-	-	22	22
Total resources	$ 55,950	$ 55,950	$ 95,154	$ 39,204
Requirements:				
Community Center:				
Personal services	$ 8,274	$ 8,274	$ 7,020	$ 1,254
Materials and services	18,258	18,258	17,415	843
Total department expenditures	26,532	26,532	24,435	2,097
Contingency	5,000	5,000	-	5,000
Transfers out	8,000	8,000	8,000	-
Total expenditures	39,532	39,532	32,435	7,097
Ending fund balance	16,418	16,418	62,718	(46,300)
Total requirements	$ 55,950	$ 55,950	$ 95,153	$ (39,203)

CITY OF WARRENTON

Warrenton Business License Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 109,000	$ 109,000	$ 114,568	$ 5,568
Licenses and permits	86,000	86,000	84,408	(1,592)
Investment earnings	1,800	1,800	7,280	5,480
Total resources	$ 196,800	$ 196,800	$ 206,256	$ 9,456
Requirements:				
WBL Program:				
Personal services	$ 4,371	$ 4,371	$ 3,985	$ 386
Materials and services	50,610	50,610	40,013	10,597
Capital outlay	10,000	10,000	8,471	1,529
Total department expenditures	64,981	64,981	52,469	12,512
Transfers out	3,000	3,000	3,000	-
Total expenditures	67,981	67,981	55,469	12,512
Ending fund balance	128,819	128,819	150,786	(21,967)
Total requirements	$ 196,800	$ 196,800	$ 206,255	$ (9,455)

CITY OF WARRENTON

Library Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 185,000	$ 185,000	$ 210,291	$ 25,291
Taxes	258,654	258,654	260,690	2,036
Fines and forfeits	300	300	270	(30)
Investment earnings	4,000	4,000	11,327	7,327
Donations	10,826	10,826	10,517	(309)
Other revenue	2,500	2,500	5,727	3,227
Total resources	$ 461,280	$ 461,280	$ 498,822	$ 37,542
Requirements:				
Library:				
Personal services	$ 190,282	$ 190,282	$ 171,583	$ 18,699
Materials and services	123,041	123,041	97,940	25,101
Total department expenditures	313,323	313,323	269,523	43,800
Contingency	25,000	25,000	-	25,000
Total expenditures	338,323	338,323	269,523	68,800
Ending fund balance	122,957	122,957	229,299	(106,342)
Total requirements	$ 461,280	$ 461,280	$ 498,822	$ (37,542)

CITY OF WARRENTON

Building Department Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 620,000	$ 620,000	$ 579,592	$ (40,408)
Licenses and permits	267,998	267,998	149,515	(118,483)
Investment earnings	15,000	15,000	25,146	10,146
Other revenue	-	-	313	313
Total resources	$ 902,998	$ 902,998	$ 754,566	$ (148,432)
Requirements:				
Building Department:				
Personal services	$ 357,397	$ 357,397	$ 224,106	$ 133,291
Materials and services	164,448	164,448	47,378	117,070
Total department expenditures	521,845	521,845	271,484	250,361
Contingency	40,000	40,000	-	40,000
Total expenditures	561,845	561,845	271,484	290,361
Ending fund balance	341,153	341,153	483,082	(141,929)
Total requirements	$ 902,998	$ 902,998	$ 754,566	$ 148,432

CITY OF WARRENTON

Transient Room Tax Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ -	$ -	$ -	$ -
Taxes	345,000	345,000	313,921	(31,079)
Total resources	$ 345,000	$ 345,000	$ 313,921	$ (31,079)
Requirements:				
Transient Room Tax Program:				
Materials and services	$ 345,000	$ 345,000	$ 311,074	$ 33,926
Ending fund balance	-	-	2,847	(2,847)
Total requirements	$ 345,000	$ 345,000	$ 313,921	$ 31,079

CITY OF WARRENTON

Quincy Robinson Park Trust Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 225,497	$ 225,497	$ 245,666	$ 20,169
Investment earnings	3,000	3,000	12,568	9,568
Donations	43,000	43,000	48,869	5,869
Total resources	$ 271,497	$ 271,497	$ 307,103	$ 35,606
Requirements:				
Parks Department:				
Materials and services	$ 25,000	$ 25,000	$ 2,058	$ 22,942
Capital outlay	115,000	115,000	-	115,000
Ending fund balance	131,497	131,497	305,045	(173,548)
Total requirements	$ 271,497	$ 271,497	$ 307,103	$ (35,606)

NONMAJOR DEBT SERVICE FUND

Debt Service Funds account for the accumulation of resources for and payment of general long-term debt principal and interest. Funds included in this category are:

Wastewater Treatment GO Bond - Accounts for the payment of principal and interest on the general obligation bonds approved by voters on November 7, 2006 for the construction of the wastewater treatment facility.

Warrenton Urban Renewal Agency Debt Service - Accounts for the payment of principal and interest on the debt related to improvements of the downtown area funded through the Warrenton Urban Renewal Agency.

Warrenton Urban Renewal Agency Debt Reserve - Accounts for funds set aside for the payment of principal and interest on the debt related to improvements of the downtown area funded through the Warrenton Urban Renewal Agency.

THE CITY OF WARRENTON

OREGON

CITY OF WARRENTON

Nonmajor Debt Service Fund

Combining Balance Sheet

June 30, 2024

	Wastewater Treatment GO Bond (059)	Warrenton Urban Renewal Agency Debt Service (300)	Warrenton Urban Renewal Agency Debt Reserve (400)	Total Nonmajor Debt Service Fund
ASSETS				
Cash and cash equivalents	$ 76,089	$ 1,977,446	$ 350,017	$ 2,403,552
Receivables:				
Taxes	25,129	50,532	-	75,661
Total assets	$ 101,218	$ 2,027,978	$ 350,017	$ 2,479,213
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Deferred Inflows of Resources:				
Unavailable revenue - Property Taxes	$ 17,438	$ 38,474	$ -	$ 55,912
Fund Balances:				
Restricted for:				
Debt service	83,780	1,989,504	350,017	2,423,301
Total liabilities, deferred inflows of resources and fund balances	$ 101,218	$ 2,027,978	$ 350,017	$ 2,479,213

CITY OF WARRENTON

Nonmajor Debt Service Fund

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

For the Year Ended June 30, 2024

	Wastewater Treatment GO Bond (059)	Warrenton Urban Renewal Agency Debt Service (300)	Warrenton Urban Renewal Agency Debt Reserve (400)	Total Nonmajor Special Revenues Funds
Revenues:				
Taxes	$ 541,765	$ 865,633	$ -	$ 1,407,398
Investment earnings	11,409	137,157	-	148,566
Total revenues	553,174	1,002,790	-	1,555,964
Expenditures:				
Debt service:				
Principal retirement	501,315	312,985	-	814,300
Interest expense	57,723	37,031	-	94,754
Total expenditures	559,038	350,016	-	909,054
Excess (deficiency) of revenues over (under) expenditures	(5,864)	652,774	-	646,910
Other Financing Sources (Uses):				
Transfers out	-	(986,221)	-	(986,221)
Net change in fund balances	(5,864)	(333,447)	-	(339,311)
Fund Balances:				
Beginning of year	89,644	2,322,951	350,017	2,762,612
End of year	$ 83,780	$ 1,989,504	$ 350,017	$ 2,423,301

CITY OF WARRENTON

Wastewater Treatment GO Bond Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 54,000	$ 54,000	$ 89,644	$ 35,644
Taxes	543,461	543,461	541,765	(1,696)
Investment earnings	6,300	6,300	11,409	5,109
Total resources	$ 603,761	$ 603,761	$ 642,818	$ 39,057
Requirements:				
Debt service	$ 559,038	$ 559,038	$ 559,038	$ -
Ending fund balance	44,723	44,723	83,780	(39,057)
Total requirements	$ 603,761	$ 603,761	$ 642,818	$ (39,057)

CITY OF WARRENTON

Warrenton Urban Renewal Agency Debt Service Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 2,269,936	$ 2,269,936	$ 2,322,951	$ 53,015
Taxes	867,233	867,233	865,633	(1,600)
Investment earnings	40,000	40,000	137,157	97,157
Total resources	$ 3,177,169	$ 3,177,169	$ 3,325,741	$ 148,572
Requirements:				
Debt service	$ 550,017	$ 550,017	$ 350,016	$ 200,001
Transfers out	2,300,000	2,300,000	986,221	1,313,779
Total expenditures	2,850,017	2,850,017	1,336,237	1,513,780
Ending fund balance	327,152	327,152	1,989,504	(1,662,352)
Total requirements	$ 3,177,169	$ 3,177,169	$ 3,325,741	$ (148,572)

CITY OF WARRENTON

Warrenton Urban Renewal Agency Debt Reserve Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 350,017	$ 350,017	$ 350,017	$ -
Transfers in	200,000	200,000	-	(200,000)
Total resources	$ 550,017	$ 550,017	$ 350,017	$ (200,000)
Requirements:				
Debt service	$ 550,017	$ 550,017	$ -	$ 550,017
Ending fund balance	-	-	350,017	(350,017)
Total requirements	$ 550,017	$ 550,017	$ 350,017	$ 200,000

THE CITY OF WARRENTON

OREGON

NONMAJOR CAPITAL PROJECTS FUND

Capital Project Funds are used to account for the acquisition or construction of major capital facilities. Funds included in this category are:

Parks System Development Charges Fund - Accounts for fees on new construction that are used for capital projects and improvements made necessary by the increased usage of infrastructure caused by development within the community.

Community Center Capital Reserve Fund - Accumulates resources from the operational surplus of the Community Center Fund for the financing of services, projects, property, and equipment purchases.

Facilities Maintenance Fund - Accumulates money for financing the costs of major maintenance and capital improvements of the Municipal Building, Head Start Building, and Park Facilities.

Streets System Development Charges Fund - Accounts for fees on new construction that are used for capital projects and improvements made necessary by the increased usage of infrastructure caused by development within the community.

Police Vehicle Replacement Fund - Accumulates money for financing the costs of police vehicles.

Fire Apparatus Replacement Fund - Accumulates money for financing the costs of fire apparatus.

Tansy Point Dock Capital Reserve Fund - Accumulates money for financing the costs of major maintenance and capital improvements to the Tansy Point Dock.

Warrenton Urban Renewal Agency Capital Projects Fund - Accounts for the property tax revenue collected and improvements to the downtown area completed through the Warrenton Urban Renewal Agency.

CITY OF WARRENTON

Nonmajor Capital Projects Fund

Combining Balance Sheet

June 30, 2024

	Parks System Development Charges (003)	Community Center Capital Reserve (004)	Facilities Maintenance (035)	Streets System Development Charges (041)
ASSETS				
Cash and cash equivalents	$ 264,720	$ 10,700	$ 231,612	$ 1,388,386
Receivables:				
Intergovernmental	-	-	-	-
Total assets	$ 264,720	$ 10,700	$ 231,612	$ 1,388,386
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ -	$ -	$ 46,116	$ -
Fund Balances:				
Restricted for:				
Urban renewal improvements	-	-	-	-
System development	264,720	-	-	1,388,386
Assigned to:				
Capital projects	-	10,700	185,496	-
Total fund balances	264,720	10,700	185,496	1,388,386
Total liabilities and fund balances	$ 264,720	$ 10,700	$ 231,612	$ 1,388,386

Police Vehicle Replacement (070)	Fire Apparatus Replacement (071)	Tansy Point Dock Capital Reserve (072)	Warrenton Urban Renewal Agency Capital Projects (200)	Total Nonmajor Capital Projects Fund
$ 226,973	$ 217,543	$ 274,640	$ 8,538	$ 2,623,112
-	41,981	-	-	41,981
$ 226,973	$ 259,524	$ 274,640	$ 8,538	$ 2,665,093
$ 1,840	$ -	$ -	$ 2,051	$ 50,007
-	-	-	6,487	6,487
-	-	-	-	1,653,106
225,133	259,524	274,640	-	955,493
225,133	259,524	274,640	6,487	2,615,086
$ 226,973	$ 259,524	$ 274,640	$ 8,538	$ 2,665,093

CITY OF WARRENTON

Nonmajor Capital Projects Fund

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

For the Year Ended June 30, 2024

	Parks System Development Charges (003)	Community Center Capital Reserve (004)	Facilities Maintenance (035)	Streets System Development Charges (041)
Revenues:				
Intergovernmental	$ -	$ -	$ -	$ -
Investment earnings	12,410	-	6,018	66,439
Other revenue	-	-	-	-
Total revenues	12,410	-	6,018	66,439
Expenditures:				
Current:				
General government	-	-	111,596	-
Library and culture	-	9,112	-	-
Capital outlay	-	-	84,816	-
Total expenditures	-	9,112	196,412	-
Excess (deficiency) of revenues over (under) expenditures	12,410	(9,112)	(190,394)	66,439
Other Financing Sources (Uses):				
Transfers in	-	8,000	244,917	-
Capital contributions	19,767	-	-	19,760
Net change in fund balances	32,177	(1,112)	54,523	86,199
Fund Balances:				
Beginning of year	232,543	11,812	130,973	1,302,187
End of year	$ 264,720	$ 10,700	$ 185,496	$ 1,388,386

Police Vehicle Replacement (070)	Fire Apparatus Replacement (071)	Tansy Point Dock Capital Reserve (072)	Warrenton Urban Renewal Agency Capital Projects (200)	Total Nonmajor Capital Projects Fund
$ -	$ 41,981	$ -	$ -	$ 41,981
11,147	9,548	12,636	314	118,512
-	6,414	-	-	6,414
11,147	57,943	12,636	314	166,907
-	-	-	47,268	158,864
-	-	-	-	9,112
204,362	178,044	-	940,750	1,407,972
204,362	178,044	-	988,018	1,575,948
(193,215)	(120,101)	12,636	(987,704)	(1,409,041)
258,264	251,384	20,778	986,221	1,769,564
-	-	-	-	39,527
65,049	131,283	33,414	(1,483)	400,050
160,084	128,241	241,226	7,970	2,215,036
$ 225,133	$ 259,524	$ 274,640	$ 6,487	$ 2,615,086

CITY OF WARRENTON

Parks System Development Charges Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 215,460	$ 215,460	$ 232,543	$ 17,083
Investment earnings	6,400	6,400	12,410	6,010
Capital contributions	13,000	13,000	19,767	6,767
Total resources	$ 234,860	$ 234,860	$ 264,720	$ 29,860
Requirements:				
Ending fund balance	$ 234,860	$ 234,860	$ 264,720	$ (29,860)
Total requirements	$ 234,860	$ 234,860	$ 264,720	$ (29,860)

CITY OF WARRENTON

Community Center Capital Reserve Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources				
Beginning fund balance	$ 11,812	$ 11,812	$ 11,812	$ -
Transfers in	8,000	8,000	8,000	-
Total resources	$ 19,812	$ 19,812	$ 19,812	$ -
Requirements:				
Community Center:				
Materials and services	$ 19,812	$ 19,812	$ 9,112	$ 10,700
Ending fund balance	-	-	10,700	(10,700)
Total requirements	$ 19,812	$ 19,812	$ 19,812	$ -

CITY OF WARRENTON

Facilities Maintenance Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 74,000	$ 74,000	$ 130,973	$ 56,973
Investment earnings	2,000	2,000	6,018	4,018
Transfers in	307,937	307,937	244,917	(63,020)
Total resources	$ 383,937	$ 383,937	$ 381,908	$ (2,029)
Requirements:				
Facilities Maintenance:				
Materials and services	$ 117,135	$ 117,135	$ 111,596	$ 5,539
Capital outlay	182,937	182,937	84,816	98,121
Contingency	50,000	50,000	-	50,000
Total expenditures	350,072	350,072	196,412	153,660
Ending fund balance	33,865	33,865	185,496	(151,631)
Total requirements	$ 383,937	$ 383,937	$ 381,908	$ 2,029

CITY OF WARRENTON

Streets System Development Charges Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 1,282,100	$ 1,282,100	$ 1,302,187	$ 20,087
Investment earnings	3,800	3,800	66,439	62,639
Capital contributions	160,000	160,000	19,760	(140,240)
Total resources	$ 1,445,900	$ 1,445,900	$ 1,388,386	$ (57,514)
Requirements:				
Ending fund balance	$ 1,445,900	$ 1,445,900	$ 1,388,386	$ 57,514
Total requirements	$ 1,445,900	$ 1,445,900	$ 1,388,386	$ 57,514

CITY OF WARRENTON

Police Vehicle Replacement Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 151,754	$ 151,754	$ 160,084	$ 8,330
Investment earnings	-	-	11,147	11,147
Transfers in	254,800	254,800	258,264	3,464
Total resources	$ 406,554	$ 406,554	$ 429,495	$ 22,941
Requirements:				
Police Department:				
Capital outlay	$ 204,800	$ 204,800	$ 204,361	$ 439
Ending fund balance	201,754	201,754	225,133	(23,379)
Total requirements	$ 406,554	$ 406,554	$ 429,494	$ (22,940)

CITY OF WARRENTON

Fire Apparatus Replacement Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 125,000	$ 125,000	$ 128,241	$ 3,241
Intergovernmental	584,250	584,250	41,981	(542,269)
Investment earnings	1,500	1,500	9,548	8,048
Other revenue	-	-	6,414	6,414
Transfers in	246,500	246,500	251,384	4,884
Total resources	$ 957,250	$ 957,250	$ 437,568	$ (519,682)
Requirements:				
Fire Department:				
Capital outlay	$ 781,500	$ 781,500	$ 178,043	$ 603,457
Ending fund balance	175,750	175,750	259,524	(83,774)
Total requirements	$ 957,250	$ 957,250	$ 437,567	$ 519,683

CITY OF WARRENTON

Tansy Point Dock Capital Reserve Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 240,000	$ 240,000	$ 241,226	$ 1,226
Investment earnings	4,000	4,000	12,636	8,636
Transfers in	20,778	20,778	20,778	-
Total resources	$ 264,778	$ 264,778	$ 274,640	$ 9,862
Requirements:				
Administration:				
Materials and services	$ 30,000	$ 30,000	$ -	$ 30,000
Capital outlay	234,778	234,778	-	234,778
Ending fund balance	-	-	274,640	(274,640)
Total requirements	$ 264,778	$ 264,778	$ 274,640	$ (9,862)

CITY OF WARRENTON

Warrenton Urban Renewal Agency Capital Projects Fund

Statement of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 6,100	$ 6,100	$ 7,970	$ 1,870
Investment earnings	-	-	314	314
Transfers in	2,100,000	2,100,000	986,221	(1,113,779)
Loan proceeds	3,084,828	3,084,828	-	(3,084,828)
Total resources	$ 5,190,928	$ 5,190,928	$ 994,505	$ (4,196,423)
Requirements:				
Materials and services	$ 179,000	$ 179,000	$ 47,268	$ 131,732
Capital outlay	4,192,000	4,192,000	940,750	3,251,250
Total expenditures	4,371,000	4,371,000	988,018	3,382,982
Ending fund balance	819,928	819,928	6,487	813,441
Total requirements	$ 5,190,928	$ 5,190,928	$ 994,505	$ 4,196,423

THE CITY OF WARRENTON

OREGON

ENTERPRISE FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that the costs of providing services are financed or recovered primarily through user charges. Funds included in this category are:

Water Operating Fund - Accounts for the operation, maintenance, and improvements of the water treatment, transmission and distribution systems.

Water System Development - Accounts for fees on new construction that are used for capital projects and improvements made necessary by the increased usage of infrastructure caused by development.

Water Capital Reserve Fund - Accumulates money for major maintenance and capital improvement projects.

Sewer Operating Fund - Accounts for the operation, maintenance, and improvements of the sewer system.

Sewer System Development - Accounts for fees on new construction that are used for capital projects and improvements made necessary by the increased usage of infrastructure caused by development.

Sewer Capital Reserve Fund - Accumulates money for major maintenance and capital improvement projects.

Storm Sewer Operating Fund - Accounts for the storm sewer surcharge on all sewer bills and is used to expand and improve storm drainage systems.

Storm System Development Charges Fund - Accounts for fees on new construction that are used for capital projects and improvements made necessary by the increased usage of infrastructure caused by development within the community.

Sanitation Operating Fund - Accounts for the operations of the residential and commercial trash collection unit.

Sanitation Capital Reserve Fund - Accumulates money for major maintenance and capital improvement projects.

Warrenton Marina Fund - Accounts for the operation, maintenance and improvements of the Marina.

Warrenton Marina Capital Reserve Fund - Accumulates money for major maintenance and capital improvement projects.

Hammond Marina Fund - Accounts for the operation, maintenance and improvements of the Marina.

Hammond Marina Capital Reserve Fund - Accumulates money for major maintenance and capital improvement projects.

THE CITY OF WARRENTON

OREGON

CITY OF WARRENTON

Water Enterprise

Combining Statement of Net Position

June 30, 2024

	Operating (025)	System Development (026)	Capital Reserve (029)	Total Water Enterprise
ASSETS				
Current assets:				
Cash and cash equivalents	$ 2,113,526	$ 391,122	$ 7,983,037	$ 10,487,685
Accounts receivable	351,167	-	-	351,167
Prepaid expenses	1,083	-	-	1,083
Total current assets	2,465,776	391,122	7,983,037	10,839,935
Noncurrent assets:				
Capital assets:				
Nondepreciable assets	2,136,573	-	-	2,136,573
Depreciable assets, net	11,383,001	-	-	11,383,001
Total noncurrent assets	13,519,574	-	-	13,519,574
Total assets	15,985,350	391,122	7,983,037	24,359,509
DEFERRED OUTFLOWS OF RESOURCES				
Related to pensions	269,908	-	-	269,908
LIABILITIES				
Current liabilities:				
Accounts payable	114,014	-	19,720	133,734
Accrued interest payable	39,212	-	-	39,212
Compensated absences	44,211	-	-	44,211
Deferred revenue	250,000	-	-	250,000
Loans payable - current	256,618	-	-	256,618
Total current liabilities	704,055	-	19,720	723,775
Noncurrent liabilities:				
Loans payable	2,297,872	-	-	2,297,872
Net pension liability	792,750	-	-	792,750
Total liabilities	3,794,677	-	19,720	3,814,397
DEFERRED INFLOWS OF RESOURCES				
Related to pensions	88,975	-	-	88,975
NET POSITION				
Net investment in capital assets	10,965,084	-	-	10,965,084
Restricted for system development	-	391,122	-	391,122
Unrestricted	1,406,522	-	7,963,317	9,369,839
Total net position	$ 12,371,606	$ 391,122	$ 7,963,317	$ 20,726,045

CITY OF WARRENTON

Water Enterprise

Combining Statement of Revenues, Expenses, and Changes in Net Position

For the Year Ended June 30, 2024

	Operating (025)	System Development (026)	Capital Reserve (029)	Total Water Enterprise
Operating Revenues:				
Charges for services	$ 4,251,954	$ -	$ -	$ 4,251,954
Other revenue	6,865	-	-	6,865
Total operating revenues	4,258,819	-	-	4,258,819
Operating Expenses:				
Payroll and payroll benefits	1,212,083	-	-	1,212,083
Contracted services	112,879	-	-	112,879
Utilities and telephone	183,989	-	-	183,989
Repairs and maintenance	355,191	-	-	355,191
Other operating expenses	256,864	-	-	256,864
Overhead cost allocation	183,919	-	-	183,919
Depreciation	632,734	-	-	632,734
Total operating expenses	2,937,659	-	-	2,937,659
Operating income (loss)	1,321,160	-	-	1,321,160
Nonoperating Revenues (Expenses):				
Investment earnings	458,127	17,385	-	475,512
Interest expense	(69,757)	-	-	(69,757)
Total nonoperating revenues (expenses)	388,370	17,385	-	405,755
Income (loss) before contributions	1,709,530	17,385	-	1,726,915
Capital contributions	-	51,257	-	51,257
Capital transfers, net	645,177	-	(645,177)	-
Net transfers within enterprise	(1,500,000)	-	1,500,000	-
Change in net position	854,707	68,642	854,823	1,778,172
Net Position:				
Beginning of year	11,516,899	322,480	7,108,494	18,947,873
End of year	$ 12,371,606	$ 391,122	$ 7,963,317	$ 20,726,045

CITY OF WARRENTON

Sewer Enterprise

Combining Statement of Net Position

June 30, 2024

	Sewer Operating (030)	System Development (036)	Capital Reserve (038)	Storm Sewer Operating (028)	Storm System Development Charges (051)	Total Sewer Enterprise
ASSETS						
Current assets:						
Cash and cash equivalents	$ 3,104,095	$ 543,596	$ 6,742,628	$ 2,272,605	$ 119,383	$ 12,782,307
Accounts receivable	313,278	-	-	59,293	-	372,571
Other receivables	2,527	-	-	-	-	2,527
Prepaid expenses	868	-	-	110	-	978
Total current assets	3,420,768	543,596	6,742,628	2,332,008	119,383	13,158,383
Noncurrent assets:						
Restricted cash	63,012	-	-	-	-	63,012
Capital assets:						
Nondepreciable assets	399,472	-	-	481,912	-	881,384
Depreciable assets, net	7,043,378	-	-	601,092	-	7,644,470
Total noncurrent assets	7,505,862	-	-	1,083,004	-	8,588,866
Total assets	10,926,630	543,596	6,742,628	3,415,012	119,383	21,747,249
DEFERRED OUTFLOWS OF RESOURCES						
Related to pensions	211,118	-	-	24,334	-	235,452
LIABILITIES						
Current liabilities:						
Accounts payable	128,227	-	45,294	494,704	-	668,225
Accrued interest payable	8,240	-	-	-	-	8,240
Compensated absences	27,858	-	-	2,872	-	30,730
Loans payable - current	150,486	-	-	-	-	150,486
Total current liabilities	314,811	-	45,294	497,576	-	857,681
Noncurrent liabilities:						
Loans payable	1,117,136	-	-	-	-	1,117,136
Net pension liability	620,078	-	-	71,470	-	691,548
Total liabilities	2,052,025	-	45,294	569,046	-	2,666,365
DEFERRED INFLOWS OF RESOURCES						
Related to pensions	69,596	-	-	8,021	-	77,617
NET POSITION						
Net investment in capital assets	6,175,228	-	-	1,083,004	-	7,258,232
Restricted for debt service	63,012	-	-	-	-	63,012
Restricted for system development	-	543,596	-	-	119,383	662,979
Unrestricted	2,777,887	-	6,697,334	1,779,275	-	11,254,496
Total net position	$ 9,016,127	$ 543,596	$ 6,697,334	$ 2,862,279	$ 119,383	$ 19,238,719

CITY OF WARRENTON

Sewer Enterprise

Combining Statement of Revenues, Expenses, and Changes in Net Position

For the Year Ended June 30, 2024

	Sewer Operating (030)	System Development (036)	Capital Reserve (038)	Storm Sewer Operating (028)	Storm System Development Charges (051)	Total Sewer Enterprise
Operating Revenues:						
Charges for services	$ 3,176,801	$ -	$ -	$ 599,547	$ -	$ 3,776,348
Other revenue	96,903	-	-	1,115	-	98,018
Total operating revenues	3,273,704	-	-	600,662	-	3,874,366
Operating Expenses:						
Payroll and payroll benefits	936,331	-	-	137,945	-	1,074,276
Contracted services	130,822	-	-	158,372	-	289,194
Utilities and telephone	199,132	-	-	11,917	-	211,049
Repairs and maintenance	226,778	-	-	26,861	-	253,639
Other operating expenses	297,483	-	-	8,598	-	306,081
Overhead cost allocation	186,032	-	-	23,246	-	209,278
Depreciation	710,910	-	-	46,617	-	757,527
Total operating expenses	2,687,488	-	-	413,556	-	3,101,044
Operating income (loss)	586,216	-	-	187,106	-	773,322
Nonoperating Revenues (Expenses):						
Investment earnings	435,696	25,546	-	106,189	5,677	573,108
Interest expense	(29,133)	-	-	-	-	(29,133)
Total nonoperating revenues (expenses)	406,563	25,546	-	106,189	5,677	543,975
Income (loss) before contributions	992,779	25,546	-	293,295	5,677	1,317,297
Capital contributions	-	31,732	-	-	3,846	35,578
Capital transfers, net	124,848	-	(124,848)	-	-	-
Net transfers within enterprise	(1,700,000)	-	1,700,000	-	-	-
Change in net position	(582,373)	57,278	1,575,152	293,295	9,523	1,352,875
Net Position:						
Beginning of year	9,598,500	486,318	5,122,182	2,568,984	109,860	17,885,844
End of year	$ 9,016,127	$ 543,596	$ 6,697,334	$ 2,862,279	$ 119,383	$19,238,719

CITY OF WARRENTON

Sanitation Enterprise

Combining Statement of Net Position

June 30, 2024

	Operating (032)	Capital Reserve (034)	Total Sanitation Enterprise
ASSETS			
Current assets:			
Cash and cash equivalents	$ 546,509	$ 454,394	$ 1,000,903
Accounts receivable	133,233	-	133,233
Prepaid expenses	447	-	447
Total current assets	680,189	454,394	1,134,583
Noncurrent assets:			
Capital assets:			
Nondepreciable assets	29,669	-	29,669
Depreciable assets, net	322,820	-	322,820
Total noncurrent assets	352,489	-	352,489
Total assets	1,032,678	454,394	1,487,072
DEFERRED OUTFLOWS OF RESOURCES			
Related to pensions	48,278	-	48,278
LIABILITIES			
Current liabilities:			
Accounts payable	87,149	-	87,149
Compensated absences	7,719	-	7,719
Landfill postclosure care - current	19,850	-	19,850
Total current liabilities	114,718	-	114,718
Noncurrent liabilities:			
Landfill postclosure care liability	434,216	-	434,216
Net pension liability	141,797	-	141,797
Total liabilities	690,731	-	690,731
DEFERRED INFLOWS OF RESOURCES			
Related to pensions	15,915	-	15,915
NET POSITION			
Net investment in capital assets	352,489	-	352,489
Unrestricted	21,822	454,394	476,216
Total net position	$ 374,311	$ 454,394	$ 828,705

CITY OF WARRENTON

Sanitation Enterprise

Combining Statement of Revenues, Expenses, and Changes in Net Position

For the Year Ended June 30, 2024

	Operating (032)	Capital Reserve (034)	Total Sanitation Enterprise
Operating Revenues:			
Charges for services	$ 1,372,365	$ -	$ 1,372,365
Other revenue	1,114	-	1,114
Total operating revenues	1,373,479	-	1,373,479
Operating Expenses:			
Payroll and payroll benefits	261,707	-	261,707
Contracted services	904,877	-	904,877
Utilities and telephone	6,776	-	6,776
Repairs and maintenance	69,223	-	69,223
Other operating expenses	109,709	-	109,709
Overhead cost allocation	47,650	-	47,650
Depreciation	73,018	-	73,018
Total operating expenses	1,472,960	-	1,472,960
Operating income (loss)	(99,481)	-	(99,481)
Nonoperating Revenues (Expenses):			
Investment earnings	44,745	-	44,745
Total nonoperating revenues (expenses)	44,745	-	44,745
Income (loss) before contributions	(54,736)	-	(54,736)
Net transfers within enterprise	(65,000)	65,000	-
Change in net position	(119,736)	65,000	(54,736)
Net Position:			
Beginning of year	494,045	389,394	883,439
End of year	$ 374,309	$ 454,394	$ 828,703

CITY OF WARRENTON

Nonmajor Enterprise Funds

Combining Statement of Net Position

June 30, 2024

	Warrenton Marina (010)	Warrenton Marina Capital Reserve (012)	Hammond Marina (011)	Hammond Marina Capital Reserve (013)	Total Nonmajor Enterprise Funds
ASSETS					
Current assets:					
Cash and cash equivalents	$ 439,402	$ 292,857	$ 334,661	$ 1,031,268	$ 2,098,188
Accounts receivable	61,661	-	1,770	-	63,431
Intergovernmental receivables	-	-	-	83,015	83,015
Total current assets	501,063	292,857	336,431	1,114,283	2,244,634
Noncurrent assets:					
Lease Receivable	322,035	-	-	-	322,035
Capital assets:					
Nondepreciable assets	227,489	-	61,039	-	288,528
Depreciable assets, net	474,036	-	2,040,233	-	2,514,269
Total noncurrent assets	1,023,560	-	2,101,272	-	3,124,832
Total assets	1,524,623	292,857	2,437,703	1,114,283	5,369,466
DEFERRED OUTFLOWS OF RESOURCES					
Related to pensions	112,712	-	65,214	-	177,926
LIABILITIES					
Current liabilities:					
Accounts payable	43,294	32,752	10,811	-	86,857
Compensated absences	15,985	-	10,839	-	26,824
Unearned revenue	7,043	-	3,325	-	10,368
Total current liabilities	66,322	32,752	24,975	-	124,049
Noncurrent liabilities:					
Net pension liability	331,051	-	191,541	-	522,592
Total liabilities	397,373	32,752	216,516	-	646,641
DEFERRED INFLOWS OF RESOURCES					
Related to pensions	37,156	-	21,497	-	58,653
Deferred Inflows -leases receivable	310,442	-	-	-	310,442
Total deferred inflows of resources	347,598	-	21,497	-	369,095
NET POSITION					
Net investment in capital assets	701,525	-	2,101,272	-	2,802,797
Unrestricted	190,839	260,105	163,632	1,114,283	1,728,859
Total net position	$ 892,364	$ 260,105	$ 2,264,904	$ 1,114,283	$ 4,531,656

CITY OF WARRENTON

Nonmajor Enterprise Funds

Combining Statement of Revenues, Expenses, and Changes in Net Position

For the Year Ended June 30, 2024

	Warrenton Marina (010)	Warrenton Marina Capital Reserve (012)	Hammond Marina (011)	Hammond Marina Capital Reserve (013)	Total Nonmajor Enterprise Funds
Operating Revenues:					
Charges for services	$ 746,203	$ -	$ 401,813	$ -	$ 1,148,016
Lease receipts	17,248	-	12,605	-	29,853
Other revenue	11,873	-	1,620	-	13,493
Total operating revenues	775,324	-	416,038	-	1,191,362
Operating Expenses:					
Payroll and payroll benefits	328,916	-	221,685	-	550,601
Contracted services	11,555	-	6,886	-	18,441
Utilities and telephone	93,579	-	28,213	-	121,792
Repairs and maintenance	106,270	-	56,008	-	162,278
Other operating expenses	36,467	-	28,421	-	64,888
Overhead cost allocation	43,764	-	29,653	-	73,417
Depreciation	13,729	-	144,250	-	157,979
Total operating expenses	634,280	-	515,116	-	1,149,396
Operating income (loss)	141,044	-	(99,078)	-	41,966
Nonoperating Revenues (Expenses):					
Investment earnings	52,107	-	68,426	-	120,533
Taxes	-	-	-	235,051	235,051
Intergovernmental	2,400	-	-	56,308	58,708
Total nonoperating revenues (expenses)	54,507	-	68,426	291,359	414,292
Income (loss) before contributions	195,551	-	(30,652)	291,359	456,258
Capital transfers, net	169,786	(169,786)	209,367	(209,367)	-
Net transfers	(90,000)	131,626	(50,000)	50,000	41,626
Change in net position	275,337	(38,160)	128,715	131,992	497,884
Net Position:					
Beginning of year	617,027	298,265	2,136,189	970,768	4,022,249
End of year	$ 892,364	$ 260,105	$ 2,264,904	$ 1,102,760	$ 4,520,133

CITY OF WARRENTON

Water Operating Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 1,400,000	$ 1,400,000	$ 1,608,655	$ 208,655
Intergovernmental	1,000,000	1,000,000	-	(1,000,000)
Charges for services	4,284,202	4,284,202	4,251,954	(32,248)
Investment earnings	145,000	145,000	458,127	313,127
Other revenue	1,400	1,400	6,865	5,465
Loan proceeds	1,645,000	1,645,000	-	(1,645,000)
Total resources	$ 8,475,602	$ 8,475,602	$ 6,325,601	$ (2,150,001)
Requirements:				
Public Works:				
Personal services	$ 1,449,857	$ 1,449,857	$ 1,090,969	$ 358,888
Materials and services	1,195,126	1,195,126	1,092,841	102,285
Total department expenditures	2,644,983	2,644,983	2,183,810	461,173
Debt service	540,031	540,031	540,030	1
Contingency	500,000	500,000	-	500,000
Transfers out	4,145,000	4,145,000	1,500,000	2,645,000
Total expenditures	7,830,014	7,830,014	4,223,840	3,606,174
Ending fund balance	645,588	645,588	2,101,761	(1,456,173)
Total requirements	$ 8,475,602	$ 8,475,602	$ 6,325,601	$ 2,150,001

Reconciliation to GAAP Basis:

Ending fund balance - budget basis	$ 2,101,761
Capital assets	13,519,575
Deferred outflows of resources related to pensions	269,908
Accrued interest payable	(39,212)
Compensated absences	(44,211)
Net pension liability	(792,750)
Loans payable	(2,554,490)
Deferred inflow of resources related to pensions	(88,975)
Ending net position - GAAP basis	$ 12,371,606

CITY OF WARRENTON

Water System Development

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 301,410	$ 301,410	$ 322,480	$ 21,070
Investment earnings	8,500	8,500	17,385	8,885
Capital contributions	100,000	100,000	51,257	(48,743)
Total resources	$ 409,910	$ 409,910	$ 391,122	$ (18,788)
Requirements:				
Ending fund balance	409,910	409,910	391,122	18,788
Total requirements	$ 409,910	$ 409,910	$ 391,122	$ 18,788

CITY OF WARRENTON

Water Capital Reserve Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 6,900,000	$ 6,900,000	$ 7,108,494	$ 208,494
Transfers in	4,145,000	4,145,000	1,500,000	(2,645,000)
Total resources	$ 11,045,000	$ 11,045,000	$ 8,608,494	$ (2,436,506)
Requirements:				
Public Works:				
Capital outlay	$ 7,470,800	$ 7,470,800	$ 645,177	$ 6,825,623
Ending fund balance	3,574,200	3,574,200	7,963,317	(4,389,117)
Total requirements	$ 11,045,000	$ 11,045,000	$ 8,608,494	$ 2,436,506

CITY OF WARRENTON

Sewer Operating Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 2,900,000	$ 2,900,000	$ 3,430,433	$ 530,433
Charges for services	2,925,029	2,925,029	3,176,801	251,772
Investment earnings	140,000	140,000	435,696	295,696
Other revenue	-	-	96,903	96,903
Total resources	$ 5,965,029	$ 5,965,029	$ 7,139,833	$ 1,174,804
Requirements:				
Public Works:				
Personal services	$ 1,187,484	$ 1,187,484	$ 907,086	$ 280,398
Materials and services	1,346,523	1,346,523	1,000,399	346,124
Total department expenditures	2,534,007	2,534,007	1,907,485	626,522
Debt service	176,798	176,798	176,798	-
Contingency	600,000	600,000	-	600,000
Transfers out	1,700,000	1,700,000	1,700,000	-
Total expenditures	5,010,805	5,010,805	3,784,283	1,226,522
Ending fund balance	954,224	954,224	3,355,550	(2,401,326)
Total requirements	$ 5,965,029	$ 5,965,029	$ 7,139,833	$ (1,174,804)

Reconciliation to GAAP Basis:	
Ending fund balance - budget basis	$ 3,355,550
Capital Assets	7,442,851
Deferred outflows of resources related to pensions	211,118
Accrued interest payable	(8,240)
Compensated absences	(27,858)
Net pension liability	(620,078)
Loans payable	(1,267,622)
Deferred inflow of resources related to pensions	(69,596)
Ending net position - GAAP basis	$ 9,016,125

CITY OF WARRENTON

Sewer System Development

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 217,900	$ 217,900	$ 486,318	$ 268,418
Investment earnings	6,000	6,000	25,546	19,546
Capital contributions	60,000	60,000	31,732	(28,268)
Total resources	$ 283,900	$ 283,900	$ 543,596	$ 259,696
Requirements:				
Ending fund balance	$ 283,900	$ 283,900	$ 543,596	$ (259,696)
Total requirements	$ 283,900	$ 283,900	$ 543,596	$ (259,696)

CITY OF WARRENTON

Sewer Capital Reserve Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 4,800,000	$ 4,800,000	$ 5,122,182	$ 322,182
Transfers in	1,700,000	1,700,000	1,700,000	-
Total resources	$ 6,500,000	$ 6,500,000	$ 6,822,182	$ 322,182
Requirements:				
Public Works:				
Capital outlay	$ 1,428,400	$ 1,428,400	$ 124,848	$ 1,303,552
Ending fund balance	5,071,600	5,071,600	6,697,334	(1,625,734)
Total requirements	$ 6,500,000	$ 6,500,000	$ 6,822,182	$ (322,182)

CITY OF WARRENTON

Storm Sewer Operating Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 1,680,000	$ 1,680,000	$ 2,012,233	$ 332,233
Intergovernmental	300,000	300,000	-	(300,000)
Charges for services	548,340	548,340	599,547	51,207
Investment earnings	35,000	35,000	106,189	71,189
Other revenue	-	-	1,115	1,115
Total resources	$ 2,563,340	$ 2,563,340	$ 2,719,084	$ 155,744
Requirements:				
Storm Sewer Department:				
Personal services	$ 160,809	$ 160,809	$ 115,486	$ 45,323
Materials and services	482,706	482,706	228,994	253,712
Capital outlay	1,359,487	1,359,487	537,300	822,187
Total department expenditures	2,003,002	2,003,002	881,780	1,121,222
Contingency	125,000	125,000	-	125,000
Total expenditures	2,128,002	2,128,002	881,780	1,246,222
Ending fund balance	435,338	435,338	1,837,304	(1,401,966)
Total requirements	$ 2,563,340	$ 2,563,340	$ 2,719,084	$ (155,744)

Reconciliation to GAAP Basis:	
Ending fund balance - budget basis	$ 1,837,304
Capital Assets	1,083,004
Deferred outflows of resources related to pensions	24,334
Compensated absences	(2,872)
Net pension liability	(71,470)
Deferred inflow of resources related to pensions	(8,021)
Ending net position - GAAP basis	$ 2,862,279

CITY OF WARRENTON

Storm System Development Charges Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 109,300	$ 109,300	$ 109,860	$ 560
Investment earnings	3,000	3,000	5,677	2,677
Capital contributions	25,000	25,000	3,846	(21,154)
Total resources	$ 137,300	$ 137,300	$ 119,383	$ (17,917)
Requirements:				
Ending fund balance	$ 137,300	$ 137,300	$ 119,383	$ 17,917
Total requirements	$ 137,300	$ 137,300	$ 119,383	$ 17,917

CITY OF WARRENTON

Sanitation Operating Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 445,000	$ 445,000	$ 568,673	$ 123,673
Charges for services	1,307,595	1,307,595	1,372,365	64,770
Investment earnings	15,000	15,000	44,745	29,745
Other revenue	-	-	1,114	1,114
Total resources	$ 1,767,595	$ 1,767,595	$ 1,986,897	$ 219,302
Requirements:				
Public works:				
Personal services	$ 333,431	$ 333,431	$ 272,635	$ 60,796
Materials and services	1,104,806	1,104,806	1,056,221	48,585
Total department expenditures	1,438,237	1,438,237	1,328,856	109,381
Contingency	175,000	175,000	-	175,000
Transfers out	65,000	65,000	65,000	-
Total expenditures	1,678,237	1,678,237	1,393,856	284,381
Ending fund balance	89,358	89,358	593,041	(503,683)
Total requirements	$ 1,767,595	$ 1,767,595	$ 1,986,897	$ (219,302)

Reconciliation to GAAP Basis:

Ending fund balance - budget basis	$ 593,041
Capital Assets	352,489
Deferred outflows of resources related to pensions	48,278
Compensated absences	(7,719)
Net pension liability	(141,797)
Landfill postclosure care liability	(454,066)
Deferred inflow of resources related to pensions	(15,915)
Ending net position - GAAP basis	$ 374,311

CITY OF WARRENTON

Sanitation Capital Reserve Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 380,000	$ 380,000	$ 389,394	$ 9,394
Transfers in	65,000	65,000	65,000	-
Total resources	$ 445,000	$ 445,000	$ 454,394	$ 9,394
Requirements:				
Public Works:				
Capital outlay	$ 50,700	$ 50,700	$ -	$ 50,700
Ending fund balance	394,300	394,300	454,394	(60,094)
Total requirements	$ 445,000	$ 445,000	$ 454,394	$ (9,394)

CITY OF WARRENTON

Warrenton Marina Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 330,000	$ 330,000	$ 353,642	$ 23,642
Intergovernmental	2,400	2,400	2,400	-
Charges for services	702,000	702,000	746,463	44,463
Lease receipts	16,595	16,595	7,754	(8,841)
Investment earnings	25,000	25,000	52,107	27,107
Other revenue	2,000	2,000	11,873	9,873
Total resources	$ 1,077,995	$ 1,077,995	$ 1,174,239	$ 96,244
Requirements:				
Marinas:				
Personal services	$ 423,485	$ 423,485	$ 341,497	$ 81,988
Materials and services	352,825	352,825	291,635	61,190
Total department expenditures	776,310	776,310	633,132	143,178
Contingency	125,000	125,000	-	125,000
Transfers out	90,000	90,000	90,000	-
Total expenditures	991,310	991,310	723,132	268,178
Ending fund balance	86,685	86,685	451,107	(364,422)
Total requirements	$ 1,077,995	$ 1,077,995	$ 1,174,239	$ (96,244)

Reconciliation to GAAP Basis:

Ending fund balance - budget basis	$ 451,107
Allowance for doubtful accounts	(380)
Capital Assets	701,524
Deferred outflows of resources related to pensions	112,712
Leases receivable	322,035
Compensated absences	(15,985)
Net pension liability	(331,051)
Deferred inflow of resources related to leases	(310,442)
Deferred inflow of resources related to pensions	(37,156)
Ending net position - GAAP basis	$ 892,364

CITY OF WARRENTON

Warrenton Marina Capital Reserve Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 317,840	$ 317,840	$ 298,265	$ (19,575)
Transfers in	131,626	131,626	131,626	-
Total resources	$ 449,466	$ 449,466	$ 429,891	$ (19,575)
Requirements:				
Marinas:				
Capital outlay	$ 280,000	$ 280,000	$ 169,786	$ 110,214
Ending fund balance	169,466	169,466	260,105	(90,639)
Total requirements	$ 449,466	$ 449,466	$ 429,891	$ 19,575

CITY OF WARRENTON

Hammond Marina Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 240,000	$ 240,000	$ 269,706	$ 29,706
Charges for services	386,000	386,000	401,813	15,813
Lease receipts	10,161	10,161	13,568	3,407
Investment earnings	20,000	20,000	68,426	48,426
Other revenue	3,000	3,000	1,620	(1,380)
Total resources	$ 659,161	$ 659,161	$ 755,133	$ 95,972
Resources:				
Marinas:				
Personal services	$ 296,524	$ 296,524	$ 234,119	$ 62,405
Materials and services	198,921	198,921	148,719	50,202
Total department expenditures	495,445	495,445	382,838	112,607
Contingency	90,000	90,000	-	90,000
Transfers out	50,000	50,000	50,000	-
Total expenditures	635,445	635,445	432,838	202,607
Ending fund balance	23,716	23,716	322,296	(298,580)
Total requirements	$ 659,161	$ 659,161	$ 755,134	$ (95,973)

Reconciliation to GAAP Basis:	
Ending fund balance - budget basis	$ 322,296
Depreciable assets, net	2,101,272
Deferred outflows of resources related to pensions	65,214
Compensated absences	(10,839)
Net pension liability	(191,541)
Deferred inflow of resources related to pensions	(21,497)
Ending net position - GAAP basis	$ 2,264,905

CITY OF WARRENTON

Hammond Marina Capital Reserve Fund

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 975,000	$ 975,000	$ 970,768	$ (4,232)
Taxes	231,000	231,000	235,051	4,051
Intergovernmental	55,000	55,000	56,308	1,308
Transfers in	50,000	50,000	50,000	-
Total resources	$ 1,311,000	$ 1,311,000	$ 1,312,127	$ 1,127
Requirements:				
Marinas:				
Capital outlay	$ 400,000	$ 400,000	$ 197,844	$ 202,156
Ending fund balance	911,000	911,000	1,114,283	(203,283)
Total requirements	$ 1,311,000	$ 1,311,000	$ 1,312,127	$ (1,127)

INTERNAL SERVICE FUND

Internal Service Funds are used to report activity that provides goods or services to other funds, departments, or agencies of the primary government and its component units, or other governments, on a cost reimbursement basis. Funds included in this category are:

Engineer ISF - The City began using an in-house engineer in 2016. The costs associated with the engineer are accumulated in this fund and reimbursed by the appropriate departments and projects.

THE CITY OF WARRENTON

OREGON

CITY OF WARRENTON

Engineer ISF

Schedule of Resources and Requirements
Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance
Resources:				
Beginning fund balance	$ 564	$ 564	$ 564	$ -
Charges for services	143,058	143,058	-	(143,058)
Total resources	$ 143,622	$ 143,622	$ 564	$ (143,058)
Requirements:				
Engineering Department:				
Personal services	$ 134,622	$ 134,622	$ -	$ 134,622
Materials and services	9,000	9,000	-	9,000
Total department expenditures	143,622	143,622	-	143,622
Ending fund balance	-	-	564	(564)
Total requirements	$ 143,622	$ 143,622	$ 564	$ 143,058

THE CITY OF WARRENTON

OREGON

COMPLIANCE SECTION

THE CITY OF WARRENTON

OREGON

1976 Garden Ave.
Eugene, OR 97403
541.342.5161
www.islercpa.com

COMMENTS AND DISCLOSURES OF INDEPENDENT
AUDITOR REQUIRED BY STATE STATUTE

Honorable Mayor and City Commission
City of Warrenton, Oregon

We have audited the basic financial statements of the City of Warrenton, Oregon ("City") as of and for the year ended June 30, 2024, and have issued our report thereon dated February 6, 2025. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

Compliance

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

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

Deposits of public funds with financial institutions (ORS Chapter 295).

Indebtedness limitations, restrictions and repayment.

Budgets legally required (ORS Chapter 294).

Insurance and fidelity bonds in force or required by law.

Programs funded from outside sources.

Highway revenues used for public highways, roads, and streets.

Authorized investment of surplus funds (ORS Chapter 294).

Public contracts and purchasing (ORS Chapters 279A, 279B, 279C).

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

OAR 162-10-0230 Internal Control

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

This report is intended for the information of the City Commission and the Secretary of State Division of Audits of the State of Oregon. However, this report is a matter of public record and is not intended to be and should not be used by anyone other than these parties.

Isler CPA

By

Paul R Nielson

Paul R Nielson, CPA, a member of the firm

Eugene, Oregon

February 6, 2025