

## **Basic Financial Statements**

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Tualatin Valley Fire and Rescue  
**Governmental Funds Balance Sheet/  
Statement of Net Assets**  
June 30, 2011

	General Fund	Capital Projects Fund	Nonmajor Funds	Total Funds	Adjustments	Statement of Net Assets
<b>Assets</b>						
Cash and cash equivalents	\$ 52,337,858		\$ 7,416,847	\$ 59,754,705	\$ 641,317	\$ 60,396,022
Receivables:						
Property taxes receivable	3,157,786		184,915	3,342,701		3,342,701
Accounts receivable	549,277	\$ 15,738	89,172	654,187		654,187
Prepays			18,670	18,670	1,093,098	1,111,768
Due from other funds	71,033			71,033	(71,033)	
Supplies inventory	283,918			283,918		283,918
Bond issuance costs					229,530	229,530
Other post employment benefit					31,014	31,014
Restricted assets:						
Cash and cash equivalents		27,192,457		27,192,457		27,192,457
Capital assets, not being depreciated:						
Land					11,425,560	11,425,560
Construction in progress					2,724,136	2,724,136
Capital assets, net of accumulated depreciation:						
Buildings and improvements					37,621,184	37,621,184
Fire apparatus and other vehicles					15,030,668	15,030,668
Furniture, fixtures, and equipment					3,946,197	3,946,197
Total assets	<u>\$ 56,399,872</u>	<u>\$ 27,208,195</u>	<u>\$ 7,709,604</u>	<u>\$ 91,317,671</u>	<u>\$ 72,671,671</u>	<u>\$ 163,989,342</u>
<b>Liabilities and Fund Balances</b>						
Liabilities:						
Accounts payable	\$ 1,236,600	\$ 798,028		\$ 2,034,628	\$ 2,205	\$ 2,036,833
Accrued salaries and benefits payable	4,008,470			4,008,470		4,008,470
Accrued interest payable					408,334	408,334
Due to other funds	53,756		\$ 17,277	71,033	(71,033)	
Deferred revenue	2,732,415		159,336	2,891,751	(2,891,751)	
Accrued compensated absences,						
Due within one year					3,655,820	3,655,820
Due in more than one year					2,551,005	2,551,005
Net pension obligation						
due in more than one year					774,807	774,807
Bonds payable, net of unamortized premium/discount:						
Due within one year					3,477,585	3,477,585
Due in more than one year					63,951,633	63,951,633
Total liabilities	<u>8,031,241</u>	<u>798,028</u>	<u>176,613</u>	<u>9,005,882</u>	<u>71,858,605</u>	<u>80,864,487</u>

(Continued)

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

Tualatin Valley Fire and Rescue  
**Governmental Funds Balance Sheet/  
Statement of Net Assets (continued)**

June 30, 2011

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Nonmajor Funds</u>	<u>Total Funds</u>	<u>Adjustments</u>	<u>Statement of Net Assets</u>
Fund balances:						
Non-spendable	283,918		18,670	302,588	(302,588)	
Restricted for capital projects		26,410,167		26,410,167	(26,410,167)	
Restricted for grant staffing			71,895	71,895	(71,895)	
Restricted for debt service			1,240,387	1,240,387	(1,240,387)	
Committed to capital purchases	7,824,666			7,824,666	(7,824,666)	
Committed to postemployment health benefits	179,482			179,482	(179,482)	
Assigned to capital projects			6,202,039	6,202,039	(6,202,039)	
Unassigned	40,080,565			40,080,565	(40,080,565)	
Total fund balances	<u>48,368,631</u>	<u>26,410,167</u>	<u>7,532,991</u>	<u>82,311,789</u>	<u>(82,311,789)</u>	
 Total liabilities and fund balances	 <u>\$56,399,872</u>	 <u>\$ 27,208,195</u>	 <u>\$ 7,709,604</u>	 <u>\$ 91,317,671</u>		
Net Assets:						
Invested in capital assets, net of related debt						\$ 30,510,984
Restricted for:						
Debt service						1,240,387
Staffing						71,895
Unrestricted						51,301,589
Total net assets					<u>\$ 83,124,855</u>	<u>\$ 83,124,855</u>

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

**Tualatin Valley Fire and Rescue**  
**Statement of Governmental Fund Revenues, Expenditures,**  
**and Changes in Fund Balances/Statement of Activities**  
For the Year Ended June 30, 2011

	General Fund	Capital Projects Fund	Nonmajor Funds	Total Funds	Adjustments	Statement of Activities
<b>Expenditures/expenses</b>						
Current:						
Public Safety	\$ 67,000,319	\$ 195,991	\$ 94,924	\$ 67,291,234	\$ 4,670,175	\$ 71,961,409
Debt service:						
Principal			2,520,000	2,520,000	(2,520,000)	
Interest			1,738,673	1,738,673	22,776	1,761,449
Capital outlay	3,189,636	9,037,215	766,291	12,993,142	(12,993,142)	
Total expenditures	<u>70,189,955</u>	<u>9,233,206</u>	<u>5,119,888</u>	<u>84,543,049</u>	<u>(10,820,191)</u>	<u>73,722,858</u>
<b>Revenues</b>						
Program Revenues:						
Charges for services	763,085			763,085	(24,921)	738,164
Operating grants and contributions	62,016		94,935	156,951	121,457	278,408
General Revenues:						
Taxes	70,775,306		4,278,149	75,053,455	(147,519)	74,905,936
Interest	224,314	25,527	46,245	296,086	3,307	299,393
Insurance refunds	655,797			655,797		655,797
Miscellaneous	77,900	15,738		93,638	19,994	113,632
Total revenues	<u>72,558,418</u>	<u>41,265</u>	<u>4,419,329</u>	<u>77,019,012</u>	<u>(27,682)</u>	<u>76,991,330</u>
Excess (deficiency) of revenues over (under) expenditures/expenses	<u>2,368,463</u>	<u>(9,191,941)</u>	<u>(700,559)</u>	<u>(7,524,037)</u>	<u>10,792,509</u>	<u>3,268,472</u>
<b>Other Financing Sources (Uses)</b>						
Proceeds on sale of surplus property	22,340		2,850	25,190	(25,190)	
Transfers out	(339,434)			(339,434)	339,434	
Proceeds from debt issuance		23,500,000		23,500,000	(23,500,000)	
Premium on debt issuance		1,249,264		1,249,264	(1,249,264)	
Total other financing sources (uses)	<u>(317,094)</u>	<u>24,749,264</u>	<u>2,850</u>	<u>24,435,020</u>	<u>(24,435,020)</u>	
Net change in fund balances/net assets	<u>2,051,369</u>	<u>15,557,323</u>	<u>(697,709)</u>	<u>16,910,983</u>	<u>(13,642,511)</u>	<u>3,268,472</u>
Fund balances/net assets:						
Beginning of the year, as previously reported	38,261,159	10,852,844	16,286,803	65,400,806		79,856,383
Restatement (Note IV.G)	8,056,103		(8,056,103)			
Beginning of the year, as restated	<u>46,317,262</u>	<u>10,852,844</u>	<u>8,230,700</u>	<u>65,400,806</u>		
End of the year	<u>\$ 48,368,631</u>	<u>\$ 26,410,167</u>	<u>\$ 7,532,991</u>	<u>\$ 82,311,789</u>		<u>\$ 83,124,855</u>

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

**Tualatin Valley Fire and Rescue**  
**General Fund**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual**  
For the Year Ended June 30, 2011

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>Revenues</b>				
Property taxes:				
Current year's levy	\$ 67,443,676	\$ 67,443,676	\$68,859,043	\$ 1,415,367
Prior years' levies	1,219,729	1,219,729	1,915,434	695,705
Taxes in lieu of property taxes	12,353	12,353	829	(11,524)
Interest on unsegregated property taxes	15,612	15,612	18,221	2,609
Interest on taxes	18,828	18,828	1,387	(17,441)
Interest on investments	294,791	294,791	160,927	(133,864)
Contracted services	168,600			
Special service charges	82,530	82,530	166,735	84,205
Maintenance services	266,460	435,060	464,662	29,602
Rental income	122,779	122,779	125,002	2,223
Plan review fees	1,999	1,999	6,686	4,687
Insurance refunds			655,797	655,797
Grants and donations			62,016	62,016
Miscellaneous	22,500	22,500	78,750	56,250
<b>Total revenues</b>	<u>69,669,857</u>	<u>69,669,857</u>	<u>72,515,489</u>	<u>2,845,632</u>
<b>Expenditures</b>				
Current				
<b>Public Safety</b>				
<b>Command Directorate:</b>				
Personnel services	2,855,387	2,676,405	2,407,487	268,918
Materials and services	604,023	642,723	530,880	111,843
<b>Total Command Directorate</b>	<u>3,459,410</u>	<u>3,319,128</u>	<u>2,938,367</u>	<u>380,761</u>
<b>Integrated Operations Directorate:</b>				
Personnel services	55,304,434	55,646,881	51,551,671	4,095,210
Materials and services	3,545,231	3,505,231	2,781,028	724,203
<b>Total Integrated Operations Directorate</b>	<u>58,849,665</u>	<u>59,152,112</u>	<u>54,332,699</u>	<u>4,819,413</u>
<b>Finance Directorate:</b>				
Personnel services	1,257,464	1,257,464	1,000,121	257,343
Materials and services	534,945	534,945	408,642	126,303
<b>Total Finance Directorate</b>	<u>1,792,409</u>	<u>1,792,409</u>	<u>1,408,763</u>	<u>383,646</u>
<b>Business Operations Directorate:</b>				
Personnel services	6,440,198	6,440,198	5,244,699	1,195,499
Materials and services	4,681,576	4,688,156	4,062,763	625,393
<b>Total Business Operations Directorate</b>	<u>11,121,774</u>	<u>11,128,354</u>	<u>9,307,462</u>	<u>1,820,892</u>
<b>Total Public Safety</b>	<u>\$ 75,223,258</u>	<u>\$ 75,392,003</u>	<u>\$67,987,291</u>	<u>\$ 7,404,712</u>

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

**Tualatin Valley Fire and Rescue**  
**General Fund**  
**Statement of Revenues, Expenditures and Changes in Fund Balances -**  
**Budget and Actual (continued)**  
For the Year Ended June 30, 2011

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
<b>Expenditures, Continued</b>				
Operating contingency	\$ 5,838,104	\$ 5,669,359		\$ 5,669,359
Total expenditures	<u>81,061,362</u>	<u>81,061,362</u>	<u>\$67,987,291</u>	<u>13,074,071</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(11,391,505)</u>	<u>(11,391,505)</u>	<u>4,528,198</u>	<u>15,919,703</u>
<b>Other Financing Uses</b>				
Transfers out	(3,756,398)	(3,756,398)	(3,525,319)	231,079
Total other financing uses	<u>(3,756,398)</u>	<u>(3,756,398)</u>	<u>(3,525,319)</u>	<u>231,079</u>
Net change in fund balances	<u>(15,147,903)</u>	<u>(15,147,903)</u>	<u>1,002,879</u>	<u>16,150,782</u>
Fund balances - July 1, 2010	<u>32,090,296</u>	<u>32,090,296</u>	<u>32,870,970</u>	<u>780,674</u>
Fund balances - June 30, 2011	<u>\$ 16,942,393</u>	<u>\$ 16,942,393</u>	<u>\$33,873,849</u>	<u>\$ 16,931,456</u>

**Reconciliation of Budgetary Fund Balance  
to GAAP Fund Balance:**

Fund Balance:	
Budgetary Fund Balance:	\$33,873,849
Advanced recognition of retirement obligation not a GAAP expense	<u>6,490,633</u>
GAAP Fund Balance	<u>\$40,364,482</u>

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

**Tualatin Valley Fire and Rescue**  
**Statement of Net Assets**  
**Internal Service Fund**  
June 30, 2011

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	<u>Governmental Activities - Internal Service Fund</u>
<b>Assets</b>	
Current assets:	
Cash and cash equivalents	\$ 641,317
Total assets	<u>641,317</u>
<b>Liabilities</b>	
Current liabilities:	
Accounts payable	<u>2,205</u>
Total liabilities	<u>2,205</u>
<b>Net Assets</b>	
Unrestricted total net assets	<u>\$ 639,112</u>

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**Tualatin Valley Fire and Rescue**  
**Statement of Revenues, Expenses, and Change in Net Assets**  
**Internal Service Fund**  
For the Year Ended June 30, 2011

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	<b>Governmental Activities - Internal Service Fund</b>
<b>Operating Expense</b>	
Insurance claims	\$ 16,120
Total operating expenses	16,120
Operating loss	(16,120)
<b>Nonoperating Revenue</b>	
Interest income	3,307
Total nonoperating revenue	3,307
Change in net assets	(12,813)
Net assets, June 30, 2010	651,925
Net assets, June 30, 2011	\$ 639,112

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

**Tualatin Valley Fire and Rescue**  
**Statement of Cash Flows**  
**Internal Service Fund**  
For the Year Ended June 30, 2011

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	<b>Governmental Activities - Internal Service Fund</b>
<b>Cash Flows From Operating Activities</b>	
Paid for insurance claims	\$ (14,131)
Net cash from operating activities	<u>(14,131)</u>
<b>Cash Flows From Investing Activities</b>	
Interest received on investments	<u>3,307</u>
Net cash from investing activities	<u>3,307</u>
Net decrease in cash and cash equivalents	(10,824)
Cash and cash equivalents, June 30, 2010	<u>652,141</u>
Cash and cash equivalents, June 30, 2011	<u><u>\$ 641,317</u></u>
<b>Reconciliation of operating loss to net cash from operating activities</b>	
Operating loss	\$ (16,120)
Increase in accounts payable	<u>1,989</u>
Net cash from operating activities	<u><u>\$ (14,131)</u></u>

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

**Tualatin Valley Fire and Rescue**  
**Statement of Net Assets**  
**Fiduciary Funds**  
June 30, 2011

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	<u>Pension Trust Funds</u>
<b>Assets</b>	
Cash and cash equivalents	\$ 416,750
Investments, mutual funds at fair value	<u>507,796</u>
Total assets	<u>924,546</u>
<b>Net Assets</b>	
Held in trust for pension benefits	<u>\$ 924,546</u>

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

**Tualatin Valley Fire and Rescue**  
**Statement of Changes in Net Assets**  
**Fiduciary Funds**  
For the Year Ended June 30, 2011

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	<b>Pension Trust Funds</b>
<b>Additions</b>	
Contributions:	
Employer	\$ 339,434
Miscellaneous	480
Investment earnings	110,035
Total additions	449,949
<b>Deductions</b>	
Benefits	328,754
Total deductions	328,754
Change in net assets	121,195
Total net assets, July 1, 2010	803,351
Total net assets, June 30, 2011	\$ 924,546

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