



**POPULAR ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2013**



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MISSION STATEMENT

Tualatin Valley Fire and Rescue is committed to creating safer communities through prevention, preparedness, and effective emergency response.

MESSAGE FROM THE FIRE CHIEF

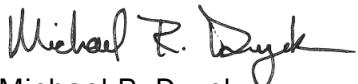


Dear Citizens and Friends of Tualatin Valley Fire and Rescue,

I am pleased to present Tualatin Valley Fire and Rescue's first Popular Annual Financial Report (PAFR) for the fiscal year ended June 30, 2013. This report is designed to provide a summary view of the financial activities of the District in a readily accessible and easily understandable manner. It is a high level report for citizens, entities, and individuals who wish to learn more about the District and its finances. The information in this report is drawn from the Tualatin Valley Fire and Rescue's [Comprehensive Annual Financial Report](#) (CAFR) for the fiscal year ended June 30, 2013. The CAFR is prepared annually by District management. It is audited by an independent audit firm and submitted to the State of Oregon each year, and provides detailed financial information and note disclosures. This PAFR is meant to provide an overview of the District's financial activities in an easy to understand format.

The District is proud to receive awards from the Government Finance Officers Association (GFOA) for local government finance for its budget documents and annual financial reports, and will apply for the GFOA's award for the District's PAFR. We believe participation in these programs helps us achieve our goals of transparency and full disclosure of our financial activities and to utilize financial best practices in our operations. All of these reports may be found on line at www.tvfr.com. We would be pleased to answer any questions or provide copies of any of these documents to our citizens.

Respectfully,

A handwritten signature in black ink, appearing to read 'Michael R. Duyck'.

Michael R. Duyck
Fire Chief



ABOUT US

Tualatin Valley Fire and Rescue (TVF&R), was formed in 1989 through the merger of two predecessor fire departments and has continued to grow through additional mergers and annexations. The District provides fire protection and emergency medical services to its approximately 454,000 citizens in the communities of Beaverton, Durham, King City, Rivergrove, Sherwood, Tigard, Tualatin, West Linn, Wilsonville, and portions of Washington, Clackamas, and Multnomah counties.

The District is dedicated to creating safer communities through education, prevention, preparedness, and emergency response. Emergency response services include fire suppression, emergency medical services, and technical rescue services. For several years, the District has served as a Regional Hazardous Material Response provider for the State of Oregon, with a service area ranging from the City of Portland boundary on the east to the Pacific Ocean on the west and from the District's northern boundary in Multnomah county south to Marion county.

The District's broad geographic base of almost 209 square miles serves a relatively strong area of Oregon's economic base with recovering employment and property tax values. The District's population is forecasted to continue to grow in the years ahead.

The District is accredited by the Commission on Fire Accreditation International (CFAI) through 2015 and is preparing for its next site visit and intensive review.



TVF&R is an internationally accredited agency.

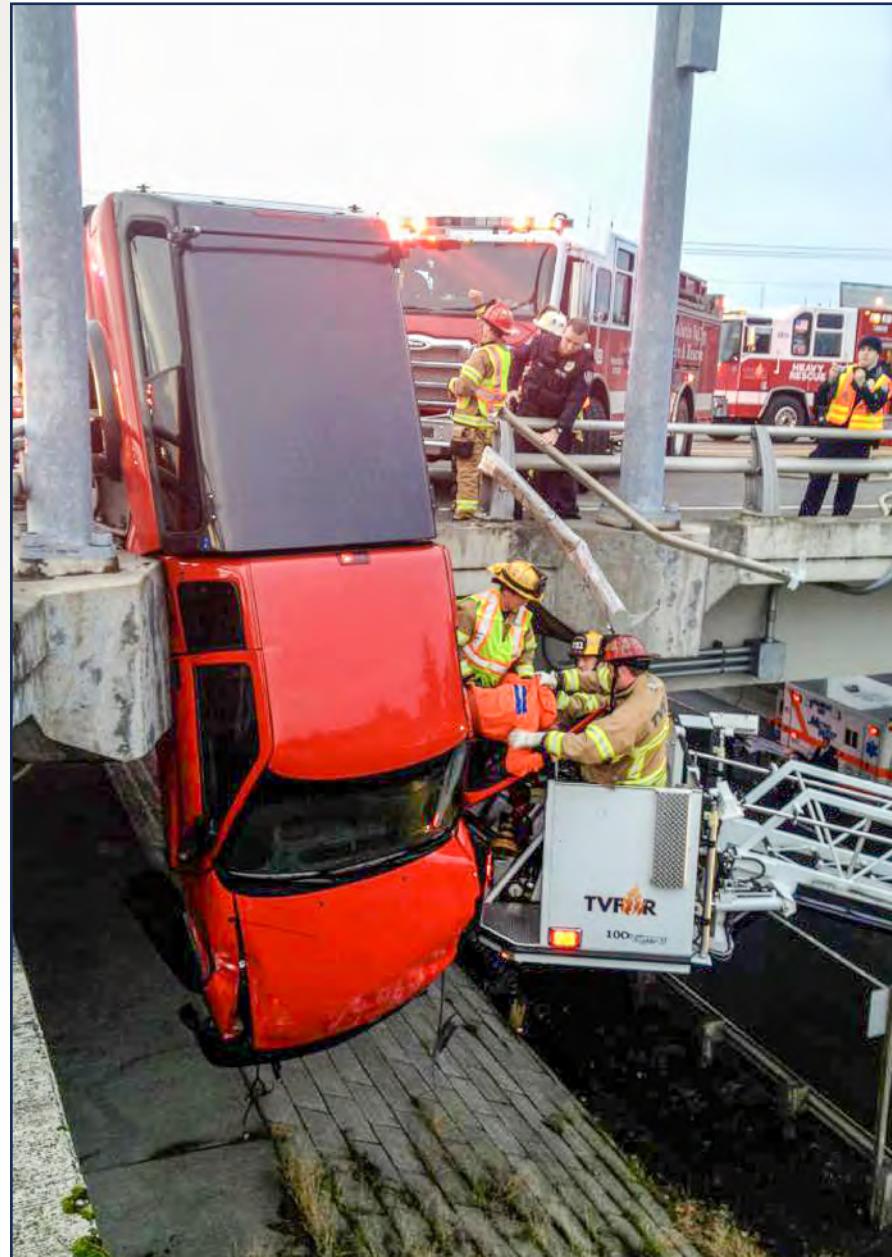




CREATING SAFER COMMUNITIES

Whether it's a fire, medical incident, hazardous material incident, rescue situation, or natural disaster, our firefighters are trained and ready to respond.

- Every one of our firefighters is certified as an emergency medical technician (EMT) or paramedic.
- Every response unit includes at least one paramedic to ensure that patients with the most serious conditions can be stabilized and treated prior to being transported to a hospital.
- We have three specialty rescue teams that respond to incidents involving:
 - Hazardous materials
 - Technical rescues involving rope rescue and structural collapse
 - Water rescue



((PulsePoint))



Two steps to save a life:



Call Right Away!



**Push Hard & Fast in
the Center of the Chest!**



STRATEGIC INNOVATION

- TVF&R was one of the first fire departments in the country to add cars to its response fleet.
- Car response units are staffed with one paramedic and respond to non-life threatening medical and public service calls.
- In January 2013, TVF&R implemented Oregon's first PulsePoint app - a smart phone app that alerts nearby subscribers to a cardiac arrest in a public place.
- TVF&R was one of the first adopters of the Philips' Advance Life Support monitor eight years ago and became the first fire department in the nation to use the device's capability to wirelessly transmit EKG results from the field to the emergency room.
- TVF&R continually looks for ways to strategically prevent or reduce the severity of emergencies.
- For more details visit tvfr.com.

COMMUNITY AND ORGANIZATIONAL GOALS

Community Goals and Outcomes

1. Reduce the number and severity of emergency incidents.
2. Increase communities' participation in their safety and preparedness, and knowledge and support of the District's services.

Organizational Goals and Outcomes

3. Enhance preparedness for catastrophic and unforeseen events.
4. Foster an environment conducive to the safety and health of all members.
5. Develop and enhance a workforce that understands and respects individual and group differences, and builds trust in the communities we serve.
6. Promote craftsmanship, innovation, and excellence throughout the organization.
7. Leverage use of existing resources and seek efficiencies for the greatest community good.
8. Ensure ongoing financial and business operations stability and predictability.





BY THE NUMBERS

Tualatin Valley Fire & Rescue is Oregon's second largest fire department. Our service area includes nine cities and portions of three unincorporated counties.

| | | | |
|-----------|------------|-------------|-------------------|
| Beaverton | Rivergrove | Tualatin | Clackamas County |
| Durham | Sherwood | West Linn | Multnomah County |
| King City | Tigard | Wilsonville | Washington County |

Our 21 fire stations, three operating centers, and training facility (depicted on map at right) are strategically located throughout our service area, ensuring a quick and immediate response to any situation.

| Response Resources | |
|---------------------|-----|
| Fire Stations | 21 |
| Full Time Employees | 455 |
| Volunteer | 50 |

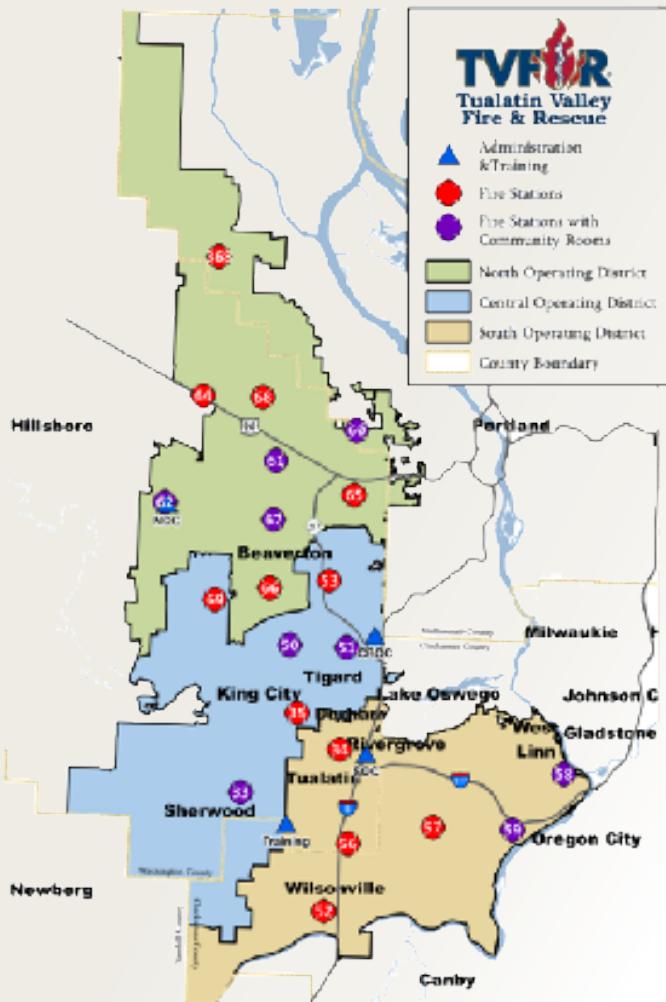
| 2012 Public Education (calendar year) | Events | Attendees |
|---------------------------------------|--------|-----------|
| Community Events / Station Tours | 735 | 54,774 |
| Safety House Events | 31 | 5,226 |
| Landlord Training Workshops | 4 | 168 |
| Total | 770 | 60,168 |

2012 Commercial Fire & Life Safety Inspections 6,434

| Tax Rate 2012-13 |
|---|
| \$1.9145 (per \$1,000/Assessed Value) |
| (\$1.5252 permanent rate; \$0.25 local option levy; \$0.1393 general obligation bond) |

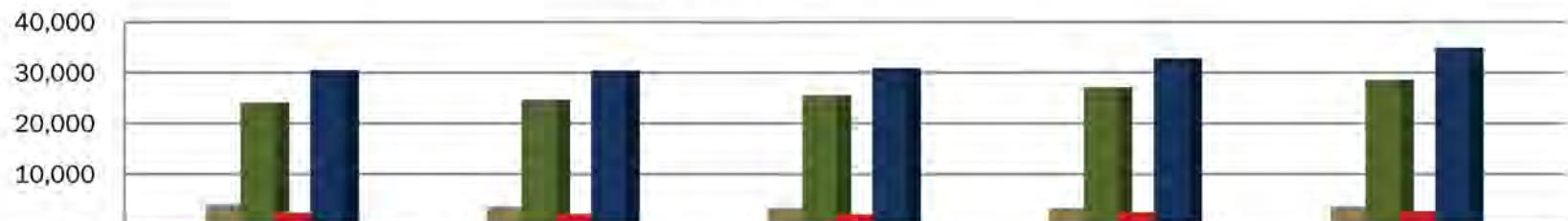
| Moody's Bond Rating |
|--|
| The District's bond rating is Aaa, the highest rating available. |

| Dispatched Incidents (by calendar year) | 2012 |
|---|--------|
| Medical | 27,118 |
| Fire | 3,282 |
| Public Service | 1,795 |
| Hazardous Conditions | 630 |
| Total | 32,825 |

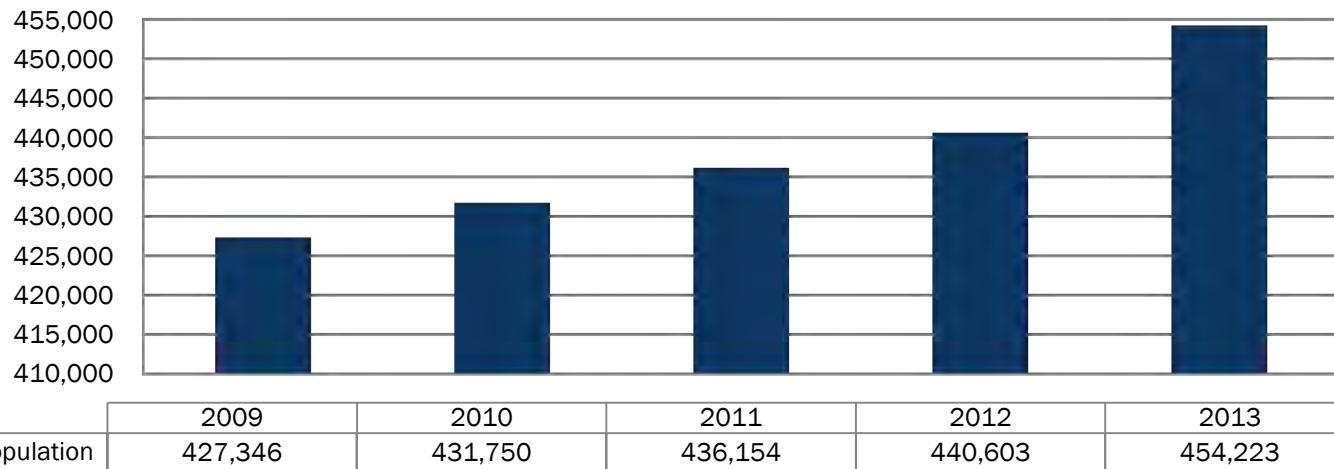


BY THE NUMBERS

Dispatched Calls By Type
By Calendar Year



District Population



STATEMENT OF NET POSITION

The Statement of Net Position reflects a healthy financial condition as of June 30, 2013. This statement reflects that the District's assets exceed its liabilities by almost \$91 million at the close of the 2013 fiscal year.

Statement of Net Position

| | 2013 | 2012 |
|---------------------------|----------------------|----------------------|
| Current and other assets | \$ 90,991,605 | \$ 92,248,106 |
| Capital assets | 76,280,759 | 73,007,397 |
| Total assets | 167,272,364 | 165,255,503 |
| | | |
| Current liabilities | 17,753,764 | 15,706,249 |
| Long-term debt | 58,976,371 | 62,762,442 |
| Total liabilities | 76,730,135 | 78,468,691 |
| Total net position | \$ 90,542,229 | \$ 86,786,812 |

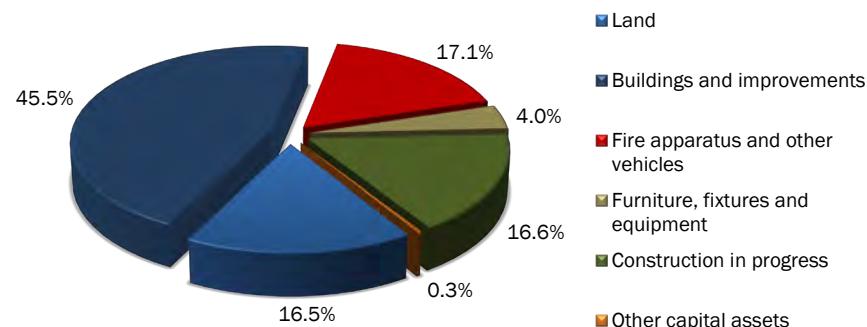
- The District's current and other assets consist of cash, cash equivalents, and property tax receivables, which are used for operating expenses and capital asset investment.
- The District's current and other assets include \$15 million of unspent bond proceeds as of June 30, 2013, dedicated toward continuing seismic and other response improvements to our fire stations.
- The capital assets of the District increased by \$3.3 million due to investment of bond dollars in fire station construction projects and purchases of fire apparatus and equipment of over \$8 million, offset in part by depreciation and the sale of a replaced fire station.
- Current liabilities represent amounts owed within one year to vendors and accrued employee salaries and benefits payable at year end.
- Long-term debt is the total of outstanding bonds payable that were sold to buy fire station land, build and improve fire stations, and purchase emergency response apparatus and other employee and pension obligations that are payable past fiscal year 2013-14.

STATEMENT OF NET POSITION

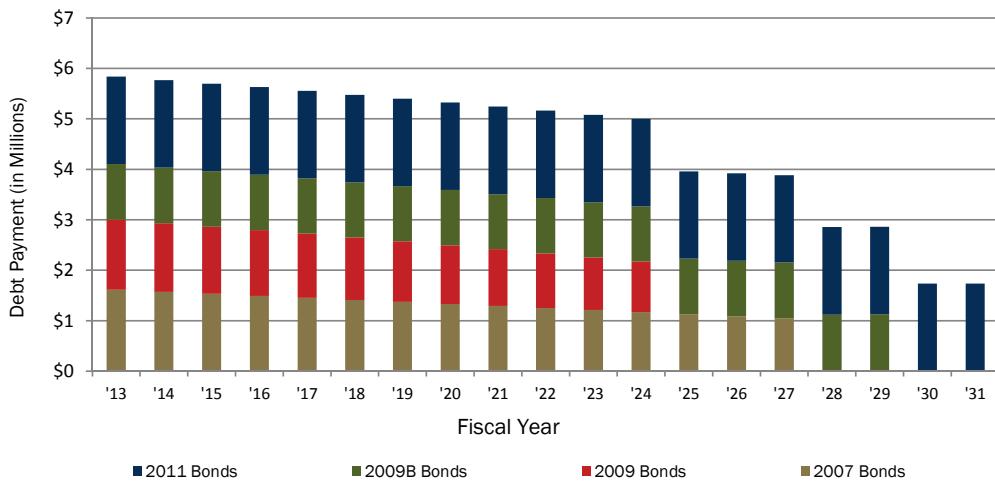
The District's capital assets represent the District's investment in its 21 fire stations, three operating centers, and a multi-purpose training center (\$60 million).

The other \$16 million are investments in apparatus and equipment for emergency and non-emergency response, investigation, and other purposes.

Capital Assets
June 30, 2013



Future Bond and Interest Payments
By Fiscal Year



The District separately levies the necessary amount each year to pay the following year's payments on its general obligation bonds. The levy for the 2013-14 fiscal year is 13 cents, down from 14 cents in 2012-13.

STATEMENT OF ACTIVITIES - GOVERNMENTAL FUNDS

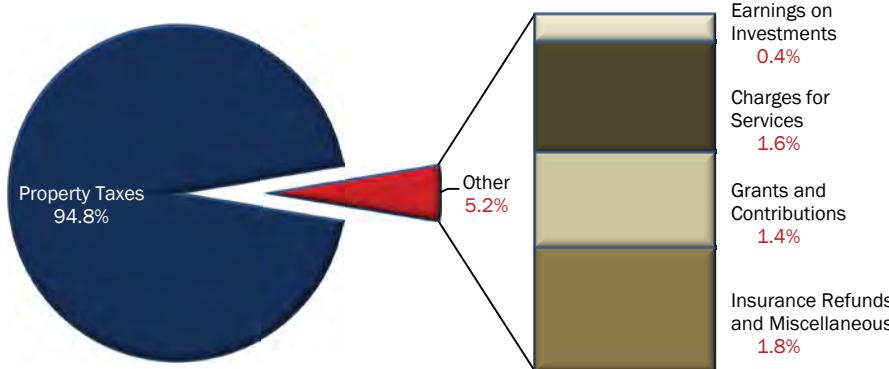
Statement of Activities

| | 2013 | 2012 |
|-------------------------------|----------------------|----------------------|
| Program revenues | \$ 2,544,056 | \$ 2,457,415 |
| Property tax revenues | 79,853,105 | 79,303,750 |
| Other revenues | 1,816,253 | 756,378 |
| Total revenues | 84,213,414 | 82,517,543 |
| | | |
| Public safety-fire protection | 78,142,770 | 76,438,386 |
| Interest on long-term debt | 2,315,227 | 2,417,200 |
| Total expenses | 80,457,997 | 78,855,586 |
| | | |
| Change in net position | 3,755,417 | 3,661,957 |
| Beginning net position | 86,786,812 | 83,124,855 |
| Ending net position | \$ 90,542,229 | \$ 86,786,812 |

- Program revenues include \$1.4 million of fleet services and other revenue and \$1.1 million of grant revenue that provided for nine additional firefighters.
- Property tax revenues provide 95% of the funding for the District.
- Property taxes are not received until the end of the fifth month of each new year.
- Due to the District's dependence on a single revenue source, the District's Board of Directors has adopted policies to:
 - Adopt budgets that will achieve long-term financial plans.
 - Ensure retention of five months of operational reserves in the General Fund to cover the operating period each year before receipt of property taxes.
 - Maintain capital reserves to fund periodic capital replacement and reserves for fire stations, equipment and station land.

STATEMENT OF ACTIVITIES - GOVERNMENTAL FUNDS

Revenue Sources - Governmental Activities
Fiscal Year 2013



The District operates on revenues received from property taxes. These taxes are levied on the assessed value of real property through the District's permanent rate of \$1.5252, the voter-approved local option levy of \$.25, and the separate levy for bond repayment.

As a single-purpose government, property tax revenues fund the public safety operations of the fire district.

Expenditures - Govermental Activities
Fiscal Year 2013

