

Council Business Meeting

December 15, 2020

Agenda Item	Acceptance of Fiscal Year 2020 (2019/2020) Comprehensive Annual Financial Report (CAFR) and Component Unit Financial Report (CUFR)	
From	Melanie Purcell	Finance Director
Contact	melanie.purcell@ashland.or.us (541) 552-2003	

SUMMARY

The City of Ashland prepares annual financial statements for review by its external auditor, Moss-Adams Assurance Services, LLP. The auditors review the City's financial reporting and internal controls according to state and national standards including those required by the State of Oregon and the Government Accounting Standards Board. The fiscal year (FY) 2020 Comprehensive Annual Financial Report (CAFR) or annual audit has received an unqualified opinion, meaning there are no material deficiencies or concerns with how the City's finances are reported.

POLICIES, PLANS & GOALS SUPPORTED

Administrative/Governance goal:

"To ensure on-going fiscal ability to provide desired and required services at an acceptable level"

PREVIOUS COUNCIL ACTION

The CAFR is presented to Council for acceptance every December.

BACKGROUND AND ADDITIONAL INFORMATION

The City of Ashland's FY2020 Comprehensive Annual Financial Report (CAFR) (including Ashland Parks and Recreation Commission's Component Unit Financial Report) provides a snapshot of the City's financial condition as of June 30, 2020. The CAFR has been audited by the City's external auditor Moss-Adams Assurance Services, LLP and determined to warrant an unqualified opinion, indicating the City meets the state and national standards for financial reporting. Moss-Adams also reviews the City's internal controls for compliance with these standards and makes recommendations for improvements. The City of Ashland Municipal Audit Commission met on December 2, 2020 to receive the audit from Moss-Adams and voted to accept it, 3-0. The meeting also included an interested citizen and members of the City staff.

FISCAL IMPACTS

No direct impacts. Issuance of an unqualified audit opinion and assurance of the City's healthy financial condition as indicated by fund balances and retained earnings assists the City in maintaining its bond rating and financial market position.

STAFF RECOMMENDATION

That the Council accept the attached FY2020 Comprehensive Annual Financial Report and the Component Unit Financial Report.

ACTIONS, OPTIONS & POTENTIAL MOTIONS

I move to accept the City of Ashland FY2020 Comprehensive Annual Financial Report and Component Unit Financial Report.

REFERENCES & ATTACHMENTS

Attachment 1: FY2020 Comprehensive Annual Financial Report

Attachment 2: FY2020 Component Unit Financial Report

CITY OF ASHLAND



STATE OF OREGON

COMPREHENSIVE ANNUAL FINANCIAL REPORT for the year ended June 30, 2020

Prepared by the Finance Department Melanie Purcell, Finance Director



TABLE OF CONTENTS

	<u>Page</u>
 INTRODUCTORY SECTION	
Letter of Transmittal and City Council Goals	9
Certificate of Achievement for Excellence in Financial Reporting	15
Elected City Officials	16
Appointed City Officials	17
Organization Chart	18
Map of City of Ashland	19
 FINANCIAL SECTION	
Report of Independent Auditors	23
Management's Discussion and Analysis (required supplementary information)	27
 BASIC FINANCIAL STATEMENTS	
<i>Government - Wide Financial Statements:</i>	
Statement of Net Position	38
Statement of Activities	40
<i>Fund Financial Statements:</i>	
Balance Sheet - Governmental Funds	42
Reconciliation of Balance Sheet of Governmental Funds to Statement of Net Position	43
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	44
Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to Statement of Activities	45
Statement of Net Position – Proprietary Funds	46
Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds	47
Statement of Cash Flows – Proprietary Funds	48
Notes to the Basic Financial Statements	53
 REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Changes in Other Post-Employment Benefits, Liability and Related Ratios - Medical Benefits	89
Schedule of the Proportionate Share of Net OPEB (Asset) Liability and Schedule of Contributions	90
Schedule of the Proportionate Share of Net Pension Liability and Schedule of Contributions	91
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – General Fund	92
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – Street Fund	93
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Parks and Recreation Fund	94
Notes to Required Supplementary Information	97
 SUPPLEMENTARY INFORMATION	
Combining Balance Sheet – All Non-Major Funds	99
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – All Non-Major Funds	100

	<u>Page</u>
<i>Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:</i>	
Housing Fund	101
CDBG Fund	102
Airport Fund	103
Capital Improvements Fund	104
Parks Capital Improvement Fund	105
Debt Service Fund	106
Cemetery Trust Fund	107
Reserve Fund	108
<i>Schedule of Revenues, Expenses and Changes in Net Position – Budget and Actual:</i>	
Water Fund	109
Wastewater Fund	110
Stormwater Fund	111
Electric Fund	112
Telecommunications Fund	113
Combining Balance Sheet – Internal Service Funds	114
Combining Statement of Revenues, Expenses and Changes in Net Position – Internal Service Funds	115
Combining Statement of Cash Flows – Internal Service Funds	116
<i>Schedule of Revenues, Expenses and Changes in Net Position – Budget and Actual:</i>	
Central Services Fund	117
Insurance Services Fund	118
Health Benefits Fund	119
Equipment Fund	120
 OTHER INFORMATION	
Capital Assets Used in the Operation of Governmental Funds by Source	123
Schedule of Assets Used in the Operation of Governmental Funds by Function and Activity	124
Schedule of Bond Principal and Interest Transactions	125
Schedule of Receipts, Disbursements and Balances-Elected Officials	127

STATISTICAL SECTION – TOTAL REPORTING ENTITY (UNAUDITED)

Financial Trends:

Table of Contents	131
Statement of Net Position-Total Primary Government	132
Statement of Net Position-Governmental Activities	134
Statement of Net Position-Business-Type Activities	136
Changes in Net Position-Total Primary Government	138
Changes in Net Position-Governmental Activities	140
Changes in Net Position-Business-Type Activities	142
Changes in Fund Balance - Governmental Funds	144
Fund Balances, Governmental Funds	146
Fund Balance Comparison	148

Page**Revenue Capacity:**

Assessed and Estimated Actual Value of Taxable Property	150
Property Tax Rates-Direct and Overlapping Governments	151
Property Value and New Construction History	152
Food and Beverage Tax Revenues by Fund	153
Principal Property Taxpayers	154
General Governmental Tax Revenues by Source	156
Property Tax Levies and Collections	157
Electric Utility Usage	158

Debt Capacity:

Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt per Capita	160
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Expenditures	162
Pledged Revenue Coverage-Water Fund	163
Ratios of Outstanding Debt by Type	164
Legal Debt Margin	165
Computation of Legal Debt Margin	166
Computation of Direct and Overlapping Bonded Debt-General Obligation Bonds	167

Economic and Demographic Information:

Principal Employers	169
Demographic Statistics	170

Operating Information:

Schedule of Major Insurance in Force	171
City Employee by Function/Program	172
Operating Indicators by Function/Program	173
Capital Assets and Infrastructure Statistics by Function/Program	174

AUDIT COMMENTS AND DISCLOSURES REQUIRED BY STATE REGULATIONS

Minimum Standards for Audits of Oregon Municipal Corporations	178
Report of Independent Auditors on Compliance and on Internal Control Over Financial Reporting on an Audit of Financial Statements Performed in Accordance with Oregon Minimum Audit Standards	179

GOVERNMENT AUDITING STANDARD COMPLIANCE REPORTS

Report of Independent Auditors on Compliance and on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	183
--	-----



INTRODUCTORY SECTION





December 3, 2020

RE: City of Ashland Comprehensive Annual Financial Report

To the Citizens of the City of Ashland:

The City of Ashland is pleased to submit our Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2020. State statutes require the City of Ashland to issue an annual report on its financial position and activity, and that this report be audited by an independent firm of certified public accountants licensed by the State of Oregon to conduct municipal audits.

This report must be published within six months of the end of each fiscal year. Management holds responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. To the best of our knowledge and belief, the enclosed data is accurate in all material aspects and is reported in a manner designed to fairly present the financial position and the results of operations of the various funds and component unit of the City of Ashland. All disclosures necessary to enable the reader to gain an understanding of the City of Ashland's activities have been included.

Based upon their audit, the independent auditor concluded that there was a reasonable basis for rendering an unmodified opinion and that the City's financial statements for the year ended June 30, 2020, are presented in conformity with Generally Accepted Accounting Principles (GAAP). The independent auditor's report is presented as the first component of the financial section of this report. It is followed by a Management Discussion and Analysis (MD&A). The reader is encouraged to review the MD&A for a better understanding of the City, its financial condition, and its activities for the year.

The financial reporting entity includes all the funds of the City of Ashland, as well as those of the component unit, the Parks and Recreation Commission. Component units are legally autonomous entities for which the primary government is financially accountable. The City provides a full range of services including police protection, fire protection, building inspection, planning services, economic development, social services, senior program, ambulance, electric, internet access, water, streets, storm drain, wastewater treatment, airport, cemetery, band, parks and recreation activities.

The Parks and Recreation Commission activities are reported as a blended component unit. The blended component unit information is included within the government-wide financial statements emphasizing that it is operated autonomously and accounted for separately from the primary government but significantly relies upon the oversight, policies and financial resources of the primary government.

GOVERNMENTAL STRUCTURE, ECONOMIC CONDITIONS AND OUTLOOK

The City, incorporated in 1874, is located in the southwest part of the state and currently has a land area of 6.52 square miles with a population of 20,960. The government has all powers necessary or convenient for the conduct of its municipal affairs, including the power to levy a property tax on both real and personal property located within its boundaries. The City also has the power, by state statute, to extend its corporate limits by annexation, which is done periodically when deemed appropriate by the City Council.

ADMINISTRATION

20 East Main Street
Ashland, Oregon 97520
www.ashland.or.us

Tel: 541-488-6002
Fax: 541-488-5311
TTY: 800-735-2900



2020 Introductory Section

The City operates under the council-administrator form of government. Policymaking and legislative authority are vested in the Mayor and City Council. The governing Mayor and Council are responsible for, among other things, passing ordinances, adopting the budget, appointing committees, and hiring the City Administrator and the City Attorney. The City Council consists of a mayor and six-member Council. The Mayor, who presides at the Council meetings, is elected at-large for a four-year term. Six Council members are elected at-large for four-year staggered terms with three Council members elected every two years. Other elected officials are the City Recorder/Treasurer, Municipal Judge, and the five-member Parks and Recreation Commission.

The City Administrator is charged with general oversight of all operational and management functions, with the exception of the Parks Commission. The City Administrator recommends the appointment or dismissal of department heads (Fire Chief, Police Chief, Public Works Director, Community Development Director, Administrative Services/Finance Director, Electric/Information Technology Director). The Mayor, with confirmation of the City Council, appoints the City Administrator, the City Attorney, department heads, and the City boards and commissions with the exception of the Budget Committee, which, by state law is appointed by the full Council. The City Administrator is responsible for carrying out the policies and ordinances of the City Council and overseeing the day-to-day operations of the City.

In addition to the help they receive from their appointed staff and employees, 20 standing advisory boards and commissions and various ad hoc committees assist the City Council. Over 150 Ashland citizens serve on these boards and commissions and make a valuable contribution to the City of Ashland.

The City of Ashland's economic base depends primarily on higher education and tourism, with a consistently high level of small, home occupation businesses and a number of niche manufacturing businesses. In addition, the U.S. Fish and Wildlife National Forensics Laboratory is located in Ashland. It is the only crime lab in the world dedicated entirely to wildlife and serves both the national and international communities. Ashland's downtown business district has a relatively high occupancy rate with a variety of shops, restaurants, hotels, commercial businesses, and financial institutions. The state has a major economic presence in the area in Southern Oregon University (SOU), which is located on a 175 acre campus within the city limits approximately one mile from the city center.

The tourism sector of the local economy, like most nationally, was impacted by the COVID-19 pandemic. Impacts will continue to be felt until federal government vaccine solutions ease the public health related regulatory constraints on the national, state and local economy. Housing values remain strong and the Transient Occupancy Tax and Food and Beverage Tax revenue impacts from COVID-19 were not as severe as initially projected and expenditure adjustments across affected Departments and programs were made to remain financially stable through the final quarter of fiscal year 2020.

Ashland is home to an educated population, with 97.3% of the population over the age of 25 with a High School Diploma or higher, and 58.5% with a Bachelor's Degree or higher. The Oregon Employment Division reports the larger sectors for payroll in Ashland to be 21% in accommodations & food, 17% in retail trade and 12% in health care services. Government (all sectors) represents approximately 6% of total payroll paid in Ashland.

The City Council has adopted the following strategic planning goals and objectives.

MISSION STATEMENT

To support a resilient, sustainable community that lives within its means and maintains the distinctive quality of life for which it has become known in the face of external change and internal development – via direct delivery of basic services and leveraged enablement of enhanced services.

https://www.ashland.or.us/Files/2019-27_Councils_2019-2021_Biennial_Goals.pdf

ADMINISTRATION

20 East Main Street
Ashland, Oregon 97520
www.ashland.or.us

Tel: 541-488-6002
Fax: 541-488-5311
TTY: 800-735-2900



CITY COUNCIL 2019-2021 BIENNIAL GOALS

Prioritize the "Essential Services", set forth below, including the associated infrastructure:

- a. Electric Services
- b. Municipal Court
- c. Planning & Building Inspections/Plan Review
- d. Sewer
- e. Streets
- f. Water
- g. Stormwater
- h. Fire
- i. Police
- j. Parks Maintenance

Develop/ and or enhance the following "Value Services" by leveraging the City's resources. The list of Value Services represents the priority Council is placing on these value added services, given the progress that has been made to date to address them and the urgency with which they need to be addressed.

- A. Tier 1: Higher Priority
 - a. Emergency Preparedness
 - b. Address Climate Change
- B. Tier 2: Moderate Priority
 - a. Reduce Wildfire and Smoke Risk
 - b. Economic Development
 - c. Housing Needs
 - d. Multi-Modal Transportation
 - e. Homeless Services
 - f. All-Age Friendly Community
- C. Tier 3: Lower Priority
 - a. Acquisition of New Parks
 - b. Downtown Parking
 - c. Water Conservation

Develop current and long-term budgetary resiliency.

Enhance and improve transparency and communication.

FINANCIAL INFORMATION

Management is responsible for establishing and maintaining an internal control structure designed to ensure that assets of the City are protected from loss or theft and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable assurances that: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) management must use its best judgment to value the costs and benefits as it relates to cost of internal control.

The City's system of internal accounting controls is designed to provide reasonable, although not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition.

As a frequent recipient of federal, state and local financial assistance, the City must also have an adequate internal control structure in place to ensure and document compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management and staff.

ADMINISTRATION

20 East Main Street
Ashland, Oregon 97520
www.ashland.or.us

Tel: 541-488-6002
Fax: 541-488-5311
TTY: 800-735-2900



Tests were made of the government's internal control structure and of its compliance with applicable laws and regulations, including those related to federal financial assistance programs. Although this testing was not sufficient to support an opinion on the City's internal control system or its compliance with laws and regulations related to non-major federal financial assistance programs, the audit for the year ended June 30, 2020, disclosed no material internal control weaknesses or material violations of laws and regulations.

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the biennium appropriations budget resolution adopted by the City Council. All funds are included in the biennium appropriated budget. The biennium 2019/21 budget was prepared on a fund basis with department, program, and line item detail.

Accounting principles generally accepted in the United States of America require that management provide a discussion and analysis to accompany the financial statements. This letter of transmittal compliments management's discussion and analysis, and should be read in conjunction with it. The City's Management's Discussion and Analysis can be found immediately following the independent auditors report.

Legal level of Budgetary Control:

Management cannot overspend the budget without the approval of the governing body. Management must request change to the appropriation level.

There are three ways in which to change appropriations after the budget is adopted.

1. A transfer of appropriations decreases an appropriation and increases another. This is the simplest budget change allowed under Oregon Budget Law. This does not increase the overall budget. This is approved by a City Council resolution.
2. A supplemental budget of less than 10 percent of total appropriations within an individual fund follows a process similar to the transfer of appropriations. This process includes a notice in a newspaper of record prior to Council taking action.
3. A supplemental budget in excess of 10 percent of total appropriations requires a longer process. This process includes a notice in the paper and a public hearing prior to the Council taking action.

Significant Impacts. The City's investment policy objectives are to preserve capital, maintain liquidity and diversification, and to attain a market rate of return throughout budgetary and economic cycles. Investments are valued at fair value, as required by GASB 72. Changes in the economy and investment market are prompting a review of the City's policy. As of June 30, 2020, the fair market value of the investment in the Local Government Investment Pool was 100 percent of the pool shares, as reported in Oregon Short Term Fund audited financial statements.

The City provides life and health coverage to its employees and their dependents. The City pays 95 percent of premiums for employees, with management and all five bargaining units paying the remaining five percent. Other optional supplemental insurances are available to employees and are paid entirely by the individuals electing to carry them. There has been a rising cost of employee benefits, especially health care and retirement. During 2012-2013 the City laid the foundation to become "self-insured" for employee health benefits and that was established beginning July 1, 2013. On July 1, 2019 the City dissolved its self-funded health insurance plan to mitigate rising costs and uncertain expenditures. The City agrees to an 18-month plan that provides the same benefits levels at the same premium. After the 18 months the City will then purchase insurance in the open market.

An actuarial review of other post-employment benefit programs was performed during the year, and the results from the study are incorporated in the *Notes to Basic Financial Statements* section.

ADMINISTRATION

20 East Main Street
Ashland, Oregon 97520
www.ashland.or.us

Tel: 541-488-6002
Fax: 541-488-5311
TTY: 800-735-2900



OTHER INFORMATION

Tax Limitation. Article IX of the Oregon Constitution contains various limitations of property taxes levied by local jurisdictions. The Constitution calls for taxes imposed upon property to be segregated into two categories: one to fund the public school system and community colleges and the other for local governments. The citizens of the State of Oregon approved a property tax limitation, commonly referred to as Measure 5, in November 1991. This constitutional amendment divides property taxes into an education category and an “all other” local government category.

The education category property taxes were limited to \$15.00 per thousand of real market value (RMV) initially, and have been lowered to \$5.00 per thousand. The local government category is limited to \$10.00 per thousand. The 2018-2019 local net general government tax rate in the City of Ashland was \$8.4461, Ashland Schools \$4.1601 and the City of Ashland \$4.286, within the limitation. Voter approved general obligation debt is not subject to the \$10.00 limitation.

In November 1996, the citizens of the State of Oregon approved another property tax limitation, commonly referred to as Measure 47. Prior to enactment, this measure was repealed and replaced by Measure 50, by special election on May 20, 1997. Measure 50 changed the property tax limitation on levies, rates assessment, and equalization, after the 1996-1997 fiscal year. Measure 50 includes a reduction of property tax to previous levels and a limit on the growth in assessed valuation, which will result in a limit on a tax increase in subsequent years. Specifically, Measure 50 rolled the assessed value of each unit of property for the tax year 1997-98 back to its 1995-96 “real market value” less ten percent. The measure limited increases in assessed value in future years to three percent per year. The measure also establishes a new permanent tax rate for each taxing district. Ashland’s permanent rate for the operating levies is set at \$4.2865, although the City chose to levy only \$4.286 of this amount in fiscal year 2019. The measure also provides for voter approved “Local Option Levies” for levies outside the limits. No local option levies were included in the biennium budget.

Awards. The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its Comprehensive Annual Financial Report for fiscal year ended June 30, 2019. This was the thirty-first year the City had submitted its report for review. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements. This award is valid for a period of one year. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program’s requirements, and we intend to submit it to the GFOA to determine its eligibility for another certificate.

In addition, the City of Ashland received the GFOA’s Award for Distinguished Budget Presentation for its biennial 2019/20 budget. In order to qualify for the Distinguished Budget Presentation Award, the City’s budget document was judged to be proficient in several categories, including policy documentation, as an operational guide, as a financial plan, and as a communication device.

Acknowledgments. The timely preparation of the Comprehensive Annual Financial Report was made possible by the dedicated service of the entire staff of the City of Ashland Finance Department, all other departments and the Ashland Parks and Recreation Commission staff. Each member has our sincere appreciation for the contribution made, with special thanks to the Accounting Division and Finance Administration staff for their dedicated efforts in maintaining the accounting systems, audit preparation and report writing.

Sincerely,



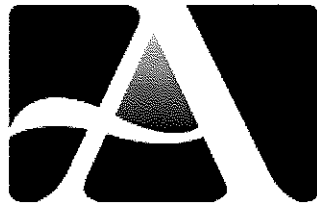
Adam Hanks
Interim City Administrator

ADMINISTRATION

20 East Main Street
Ashland, Oregon 97520
www.ashland.or.us

Tel: 541-488-6002
Fax: 541-488-5311
TTY: 800-735-2900







Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Ashland
Oregon**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO

**CITY OF ASHLAND
ELECTED CITY OFFICIALS
as of June 30, 2020**

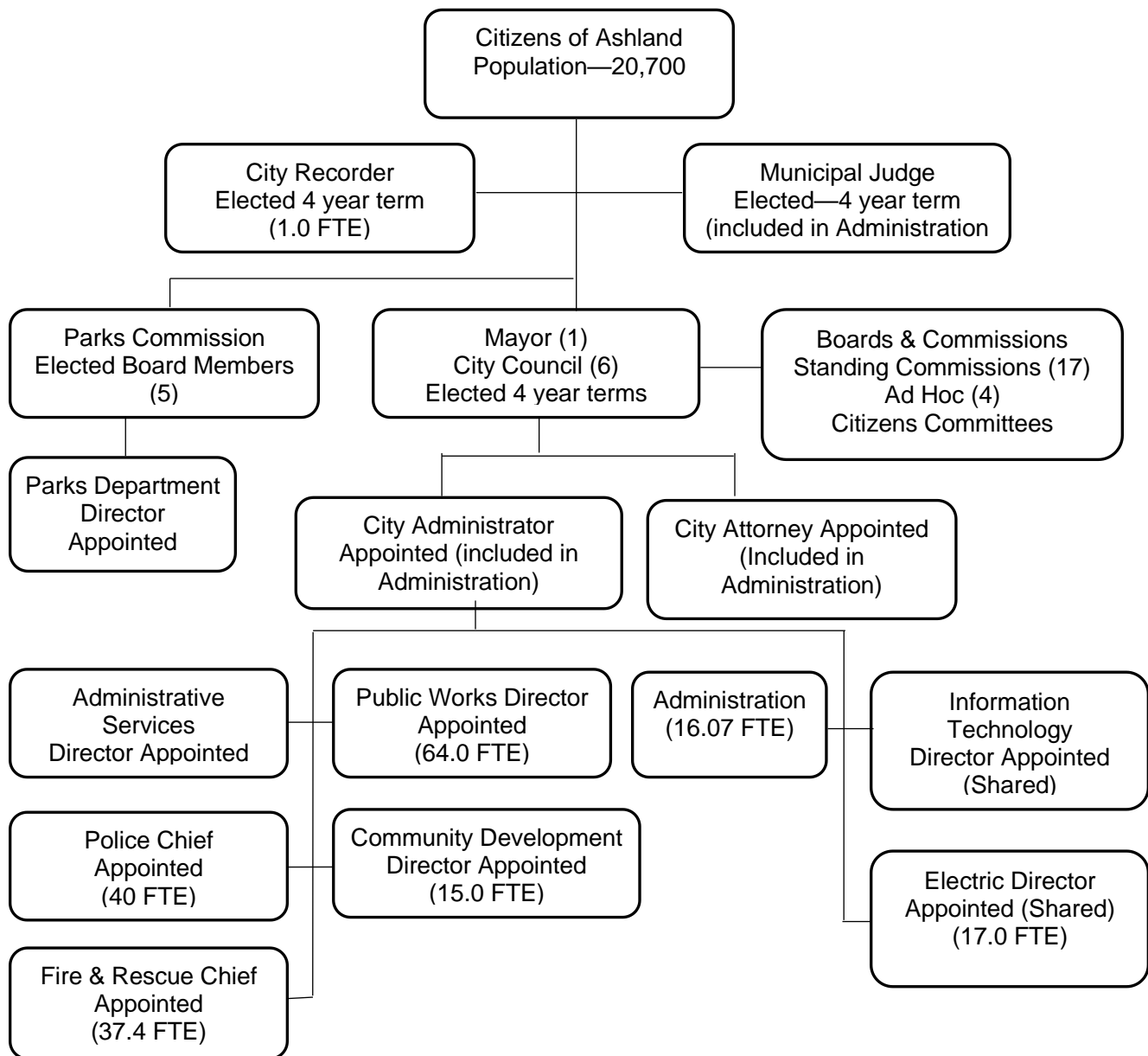
<u>Name</u>	<u>Position</u>	<u>Term Expires</u>
John Stromberg	Mayor	December 2020
Dennis Slattery	Council Member	December 2020
Tonya Graham	Council Member	December 2022
Julie Akins	Council Member	December 2020
Stefani Seffinger	Council Member	December 2022
Rich Rosenthal	Council Member	December 2020
Stephen Jensen	Council Member	December 2022
Melissa Huhtala	Recorder	December 2022
Pamela B. Turner	Municipal Judge	December 2022

**CITY OF ASHLAND
APPOINTED CITY OFFICIALS
as of June 30, 2020**

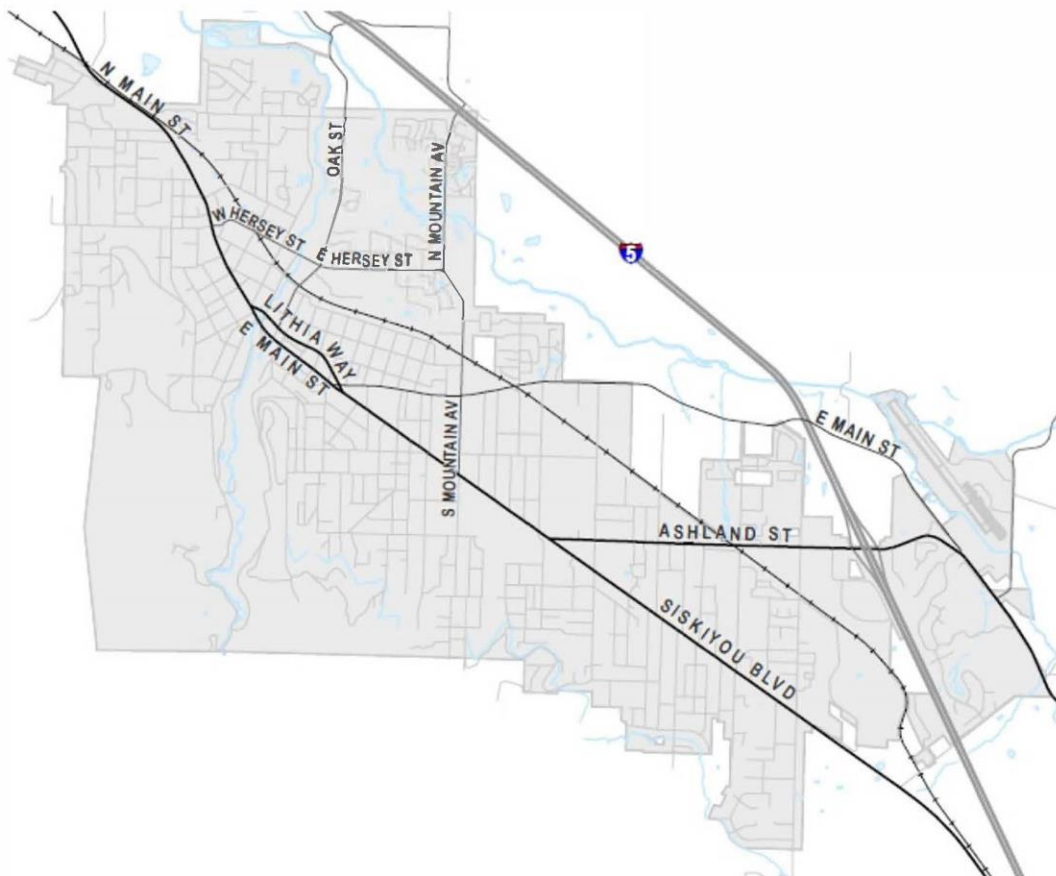
<u>Name</u>	<u>Position</u>
Adam Hanks	Interim City Administrator
David Lohman	City Attorney
Bryn Morrison	Interim Finance Director
Scott Fleury	Interim Public Works Director
Thomas McBartlett	Electric Director
William Molnar	Community Development Director
Tighe O'Meara	Police Chief
David Shepherd	Fire Chief
Michael Black	Parks and Recreation Director

City of Ashland

258.97 FTE



**CITY OF
ASHLAND**





FINANCIAL SECTION





Report of Independent Auditors

To the Mayor and City Council
City of Ashland, Oregon

Report on the Financial Statements

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 Ashland, Oregon (the City) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 27 through 35, schedule of changes in other post employment benefits liability and related ratios on page 89, schedule of proportionate share of net OPEB (asset) liability and schedule of contributions on page 90, schedule of proportionate share of net pension liability and schedule of contributions on page 91, and budgetary comparisons on pages 92 through 94, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the management's discussion and analysis, schedule of changes in other post employment benefits liability and related ratios, schedule of proportionate share of net OPEB (asset) liability and schedule of contributions, schedule of proportionate share of net pension liability and schedule of contributions 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The budgetary comparison information described above is the responsibility of management and is derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The budgetary comparison 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 budgetary comparison information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund statements and schedules on pages 109 to 113 and other information on pages 123 to 127 are presented for purposes of additional analysis and are not a required part of the basic financial statements each as listed in the table of contents (collectively, the supplementary information).

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

Other Information

The introductory section on pages 9 to 20 and statistical information on pages 132 to 175 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

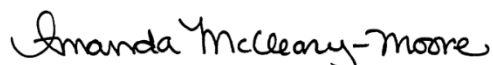
The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Reports on Other Legal and Regulatory Requirements***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 3, 2020 on our consideration of City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Other Reporting Required by Minimum Standards for Audits of Oregon Municipal Corporations

In accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*, we have issued our report dated December 3, 2020 on our consideration of the City's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



Amanda McCleary-Moore, Partner for
Moss Adams LLP
Medford, Oregon
December 3, 2020



MANAGEMENT DISCUSSION AND ANALYSIS

City of Ashland (the “City”) management offers this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2020 for its residents. Certain information has been provided for the Ashland Parks and Recreation Commission (APRC) which qualifies as a blended component unit of the City. Please read Management’s Discussion and Analysis (MD&A) in conjunction with the transmittal letter included in the introductory section of this report and the City’s Financial Statements which follow.

Overview of the Report

The City’s annual financial report consists of several sections that, taken together, provide a comprehensive financial look at the City. The components of the report include the following:

Management’s Discussion and Analysis

This section of the report provides financial highlights and overviews.

Basic Financial Statements

Includes Statements of Net Position, Statement of Activities, Fund Financial Statements and the Notes of the Financial Statements. Statements of Net Position and Activities focus on an entity-wide presentation using the accrual basis of accounting. They are designed to be more corporate-like in that all activities are consolidated into a total for the City.

- o The Statement of Net Position focuses on resources available for future operations. In simple terms, this statement presents a snapshot view of the assets the community owns, the liabilities it owes and the net difference.
- o The Statement of Activities focuses on gross and net costs of City programs and the extent to which such programs rely upon general tax and other revenues. This statement summarizes and simplifies the user’s analysis to determine the extent to which programs are self-supporting and/or subsidized by general revenues.
- o Fund Financial Statements focus separately on major governmental funds and proprietary funds. Governmental fund statements follow the more traditional presentation of financial statements. The City’s major governmental funds are presented in their own column and the remaining funds are combined into a column titled “Other Governmental Funds”.
- o The Notes to Basic Financial Statements provide additional disclosures required by governmental accounting standards and provide information to assist the reader in understanding the City’s financial condition.
- o Required Supplementary Information contains budgetary comparison statements for the major governmental fund types, presented in a Biennium format, as well, as OPEB and Pension schedules.

Supplementary Information

Readers desiring additional information can find it in the Supplementary Information section of this report. Components within this section include:

- o Major Fund Budgetary Schedules
- o Special Revenues Funds (non-major)
- o Debt Service Funds (non- major)
- o Capital Projects Fund (non- major)
- o Enterprise Funds (non- major)
- o Internal Service Funds
- o Schedule of Receipts, Disbursements and Balances by Elected Officials

2020 Financial Section

Statistical Section

This section includes trend information and demographics.

Audit Comments and Disclosures Required by State Regulations

This section includes supplemental communication on the City's compliance and internal controls as required by Oregon.

Financial Highlights

The following are the City's financial highlights for fiscal year ending June 30, 2020:

- Assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$124,225,435 (net position).
- The City of Ashland's total net position has increased by \$3,406,883. Governmental Activities of net position decreased by \$314,723 while Business-Type Activities increased net position by \$3,721,606.
- At the close of fiscal year 2019-2020, the City's governmental funds reported combined ending fund balances of \$13,166,841, a decrease of \$2,410,823 from the prior fiscal year of 2018-2019.

City of Ashland's Net Position
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	2020	2019	2020	2019	2020	2019	2020-2019
Current Assets:							
Cash equivalents and investments	\$ 19,503	\$ 20,041	\$ 24,061	\$ 22,132	\$ 43,564	\$ 42,173	3.3%
Receivables, net	4,152	4,150	3,443	4,104	7,595	8,254	-8.0%
Prepays	2	100	-	-	2	100	-98.0%
Inventories - supplies and materials	25	26	1,086	1,133	1,111	1,159	-4.1%
Internal balances	(3,784)	(3,022)	3,784	3,022	-	-	n/a
Restricted assets:							
Cash and cash equivalents	951	984	-	-	951	984	-3.4%
Total current assets:	20,849	22,279	32,374	30,391	53,223	52,670	1.0%
Non-current Assets:							
Capital assets	146,408	140,700	130,650	127,615	277,058	268,315	3.3%
Less accumulated depreciation	(78,343)	(75,249)	(64,557)	(61,935)	(142,900)	(137,184)	4.2%
Total non-current assets	68,065	65,451	66,093	65,680	134,158	131,131	2.3%
Total assets	88,914	87,730	98,467	96,071	187,381	183,801	1.9%
Deferred Outflows of Resources:							
Deferred outflows - Pensions GASB 68	10,245	10,385	2,524	2,558	12,769	12,943	-1.3%
Deferred outflows - OPEB 75	1,179	1,270	336	359	1,515	1,629	-7.0%
Total Deferred Outflows	11,424	11,655	2,860	2,917	14,284	14,572	
Current Liabilities:							
Accounts payable and accrued liabilities	6,151	4,593	4,455	3,173	10,606	7,766	36.6%
Total current liabilities	6,151	4,593	4,455	3,173	10,606	7,766	36.6%
Long-term liabilities:							
Proportional Share of Net Pensions	29,216	24,862	7,198	6,125	36,414	30,987	17.5%
Transitional Liability	603	656	-	-	603	656	-8.1%
Net OPEB Liability	2,784	3,011	781	829	3,565	3,840	-7.2%
Claims	110	17	-	-	110	17	547.1%
Long Term Debt	9,057	12,516	13,668	17,110	22,725	29,626	-23.3%
Total long-term liabilities	41,770	41,062	21,647	24,064	63,417	65,126	
Total liabilities	47,921	45,655	26,102	27,237	74,023	72,892	1.6%
Deferred Inflows of Resources:							
Deferred inflows - Pensions GASB 68	2,260	3,251	557	801	2,817	4,052	-30.5%
Deferred inflows - OPEB GASB 75	473	482	126	129	599	611	-2.0%
Total Deferred Inflows	2,733	3,733	683	930	3,416	4,663	-26.7%
Net Position:							
Net investment in capital assets	57,385	52,934	50,154	48,571	107,539	101,505	5.9%
Nonspendable	955	985	-	-	955	985	n/a
Restricted	4,299	4,341	3,332	3,602	7,631	7,943	-3.9%
Unrestricted	(12,956)	(8,263)	21,057	18,648	8,101	10,385	-22.0%
Total net position	\$ 49,683	\$ 49,997	\$ 74,543	\$ 70,821	\$ 124,226	\$ 120,818	2.8%

Changes in City of Ashland's Net Position (in thousands of dollars)

	Governmental Activities		Business-type Activities		Total		Total Percentage Change 2020-2019
	2020	2019	2020	2019	2020	2019	
Program revenues:							
Charges for services	\$ 7,810	\$ 8,698	\$ 34,613	\$ 33,994	\$ 42,423	\$ 42,692	-0.6%
Operating grants and contributions	9,246	8,810	223	80	9,469	8,890	6.5%
Capital grants and contributions	-	1,110	-	-	-	1,110	n/a
General revenues:							
Property taxes	12,207	11,772	-	-	12,207	11,772	3.7%
Other taxes	7,806	9,040	1,618	1,626	9,424	10,666	-11.6%
Interest	263	807	518	535	781	1,342	-41.8%
Other	57	84	114	652	171	736	-76.8%
Transfer	50	250	(50)	(250)	-	-	n/a
Total revenues	37,439	40,571	37,036	36,637	74,475	77,208	-3.5%
Program expenses:							
General government	6,475	5,131			6,475	5,131	26.2%
Public safety	18,927	17,929			18,927	17,929	5.6%
Highways and streets	4,127	5,449			4,127	5,449	-24.3%
Parks and Recreation	7,776	7,783			7,776	7,783	-0.1%
Interest on long-term debt	448	528			448	528	-15.2%
Water			7,112	5,683	7,112	5,683	25.1%
Wastewater			6,611	6,426	6,611	6,426	2.9%
Stormwater			921	703	921	703	N/A
Electric			16,431	14,788	16,431	14,788	11.1%
Telecommunications			2,239	2,018	2,239	2,018	11.0%
Total expenses	37,753	36,820	33,314	29,618	71,067	66,438	7.0%
Increase (decrease) in net position	(314)	3,751	3,722	7,019	3,408	10,770	-68.4%
Net position - Beginning	49,997	46,246	70,821	63,802	120,818	110,048	9.8%
Net position - Ending	\$ 49,683	\$ 49,997	\$ 74,543	\$ 70,821	\$ 124,226	\$ 120,818	2.8%

Financial Analysis

Governmental Funds. As of the end of the current year the City's governmental funds had a combined ending fund balance of \$13,166,841, a decrease from the prior year of \$2,410,823. This was primarily due to the completion of Hersey Street within the Street fund. This project was cash funded from the Food and Beverage Tax revenues.

The General Fund (pg 92) ended the year with expenditures higher than revenues. Revenues in this fund are primarily from taxes. One revenue source is from Transient Occupancy Tax, which is a tax on temporary or short-term lodging. This tax source significantly dropped due to COVID-19, an estimated \$1.040 million was not collected in this fiscal year. Although management made cost reductions to help offset the lost revenue, the impact of operating reductions were limited compared to the immediate loss in budgeted revenue. Also note that on a GAAP basis the Reserve Fund must roll into the General Fund the beginning of Biennium 2019-2021.

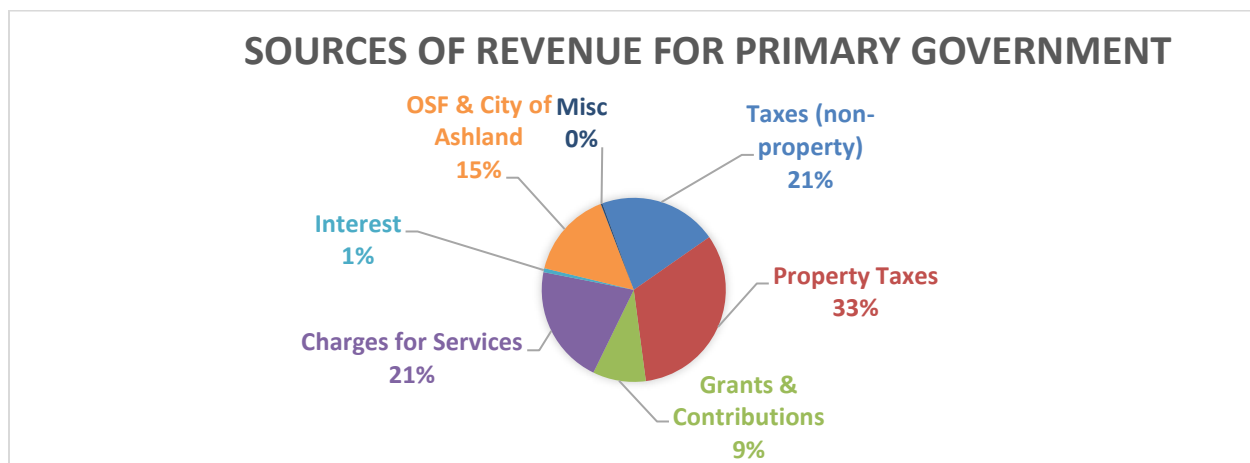
The Street Fund (**pg 93**) ended the year with revenues significantly lower than estimated. This is mainly due to COVID-19 and the impact on Food and Beverage Tax revenue decline. This revenue source estimated a loss of \$340,565. This fund spent \$3.265 million to fund balance this fiscal year on the rebuild of Hersey St, for a total project cost of \$3.861million. The fund balance dropped from \$4,815,939 to \$1,681,185.

The Parks and Recreation Fund (**pg 94**) ended with a fund balance of \$1,362,768. This was largely due to laying off six positions due to the direct revenue shortage from COVID-19.

The Non-Major funds are comprised of seven funds including: Housing Fund, Community Development Block Grant Fund, Airport Fund, Capital Improvements Fund, Parks Capital Improvements Fund, Debt Service Fund and Cemetery Trust Fund. These funds increased by a combined balance to \$5 million, an 8 percent increase over the prior year.

Two funds that increased the most were the Housing and Airport funds. Both funds are anticipating future large expenditures and will be depleting the fund balances in the future.

The Reserve Fund was established by Resolution #2010-18 and updated with Resolution #2020-09. This fund must be rolled into the General Fund on a GAAP basis until a stabilization policy is adopted by Council. This year's ending fund balance is \$39,256.



Business-type Funds. The City has five enterprise funds. These funds are the Water Fund, Wastewater Fund, Stormwater Fund, Electric Fund and Telecommunications Fund. Business type funds are paid by user fees for services provided.

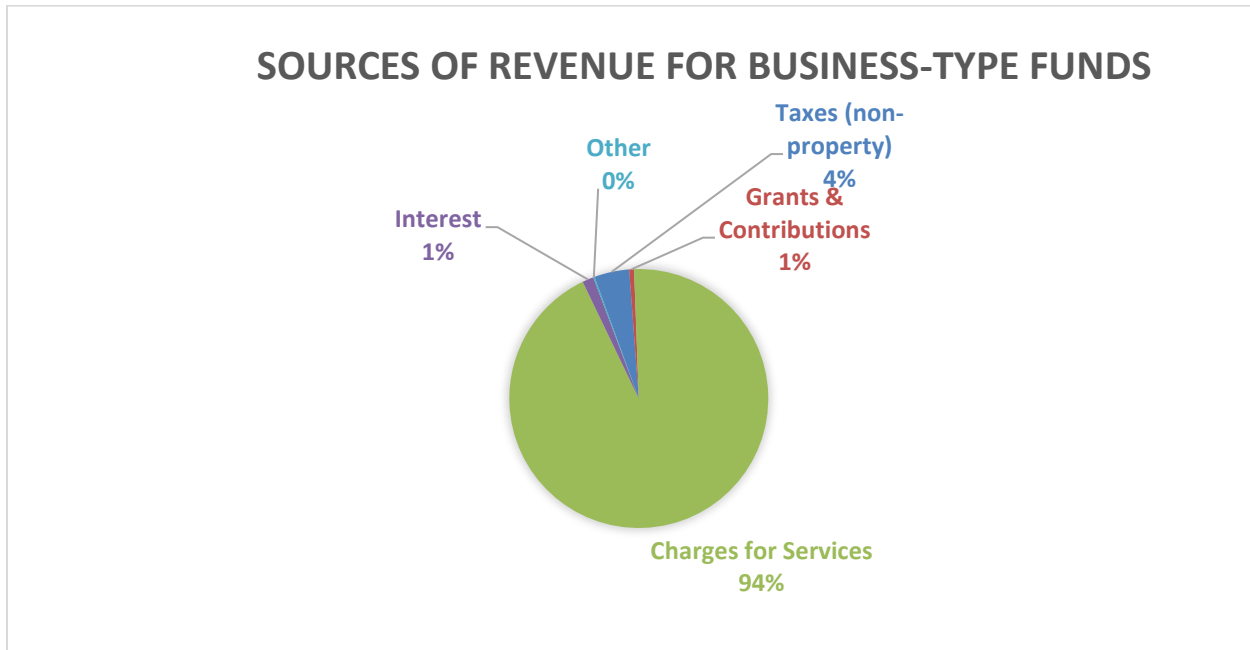
The Water Fund (**pg 109**) ended the year with an approximate \$355 thousand dollar excess of revenues over expenditures. This fund has begun the \$35 million dollar water treatment plant project. The fund balance is anticipated to drop significantly when the water treatment plant project gets under way in the second year of the 2019-2021 Biennium.

The Wastewater Fund (**pg 110**) ended the year with a \$1.2 million increase in fund balance. This fund is hoping to start the shading/riparian improvements of \$2.9 million in the second year of the Biennium.

The Stormwater Fund (**pg 111**) ended the year with a \$1.79 million fund balance. This fund has not completed the Master plan. A new Master plan for wastewater, when adopted, will require an update to infrastructure needs and associated rate design.

Shown on page **112**, the Electric Fund ended the year with expenditures over revenues of \$271,678. Historically and currently, most of its infrastructure improvements are covered on a cash basis.

The Telecommunications Fund (**pg 113**) ended in the positive with revenues exceeding expenditures. The fund balance is at \$1.5 million. However, this fund anticipates needing to pay for updating infrastructure in the near term.



Internal Service Funds. The City has four internal service funds: Central Service, Insurance Services, Health Benefits and Equipment Funds.

The Central Service Fund ended with a positive ending fund balance of \$1,573,000. This fund exceeded its expenditures to revenue by \$733,129 in the first year of the Biennium. This increase is primarily due to unfilled positions.

The Insurance Service Fund ended the year with a positive net change. This fund will continue to struggle with rising insurance costs in the coming years. This will impact operating departments in future years with increased charges for the rising costs.

The Health Benefits Fund ended with a fund balance of \$1,212,173. The City made a substantial change from being self-insured to returning to a pooled insurance market to help stabilize this fund. The City will continue to monitor health care benefits and its costs.

The Equipment Fund is currently being re-evaluated to prepare for future purchases and stabilize the health of the fund. Its fund balance did increase by \$523,153 over the previous year. However, departments will have increased charges to ensure coverage of future equipment purchases.

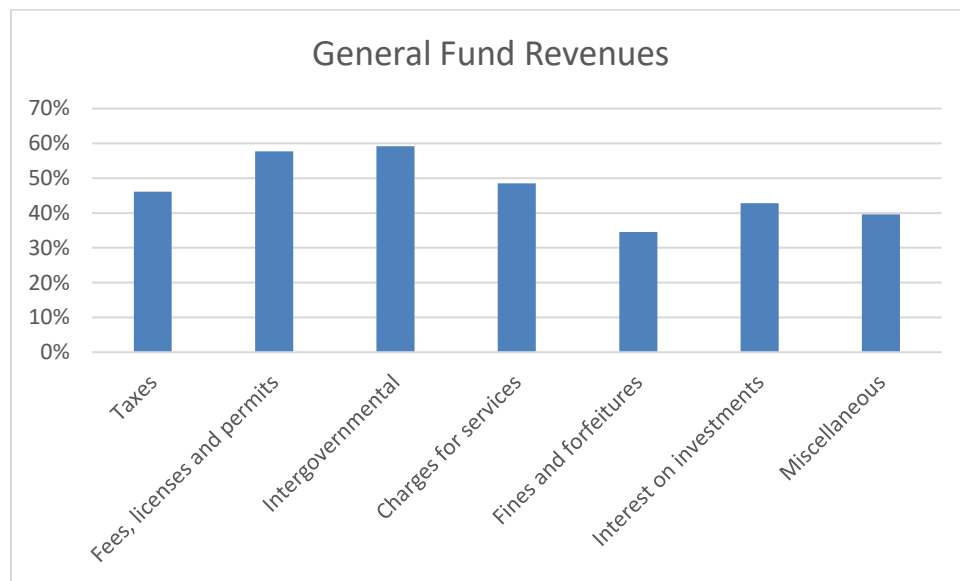
General Fund Budgetary Highlights. The City's final budget differs from the original budget in that it contains one supplemental appropriation during the first year of 2019-2021 Biennium approved by Council.

Below are authorized changes in the General Fund:

First year of the Biennium:

- Fire Department: Recognized grant money for four grants totaling \$665,820 for Ashland Forest Resiliency Program, Assistance to Firefighters, Smoke Management and CERT.
- Fire Department: Recognized reimbursement of \$68,530 for the City personnel deployed to the Kincadee fire.
- Fire Department: Recognized GEMT Federal sharing and additional revenue from Mercy Flights.

The General Fund ended this first year of the Biennium budget with revenues exceeding expenditures by \$90,471. The two major revenue categories in this fund that are trending well are Fees, licenses & permits and Intergovernmental. Taxes Revenue is lower than originally anticipated with the decline in Transient Occupancy Tax due to the impact from COVID-19.



Capital Assets and Debt Administration

- o **Capital Assets.** As of June 30, 2020, the City had \$134 million in capital assets. In the Governmental Activities, the most notable increase is Construction in Progress. Two of the largest projects are the Hersey Street rebuild and 7.5 MDG Water Treatment plant.

City of Ashland's Capital Assets
(in thousands dollars)

	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	2020	2019	2020	2019	2020	2019	2020-2019
Land	\$ 15,338	\$ 15,338	\$ 3,107	\$ 3,107	\$ 18,445	\$ 18,445	0.0%
Buildings and improvements	45,414	44,461	22,100	22,100	67,514	66,561	1.4%
Equipment	23,224	21,930	1,381	1,381	24,605	23,311	5.6%
Infrastructure	56,351	56,295	97,409	93,235	153,760	149,530	2.8%
Construction in progress	6,081	2,675	6,654	7,792	12,735	10,467	21.7%
Totals at historical cost	146,408	140,699	130,651	127,615	277,059	268,314	3.3%
Total accumulated depreciation	78,343	75,249	64,557	61,935	142,900	137,184	4.2%
Net capital assets	<u>\$ 68,065</u>	<u>\$ 65,450</u>	<u>\$ 66,094</u>	<u>\$ 65,680</u>	<u>\$ 134,159</u>	<u>\$ 131,130</u>	2.3%

Debt Administration. At end of year the City had \$26.6 million in debt outstanding. The City did incur new debts of \$1.227 million. These are drawdowns for the following:

- The Water Fund incurred \$1,103,851 from the State of Oregon for the new water treatment plant.
- The Wastewater Fund drew down \$122,729 for the riparian restoration and outfall relocation project on Ashland and Bear Creeks.

All other changes to debt were payments reducing the outstanding principal. For more specific data, please refer to the notes sections of Capital Assets (section C) and Long-Term Debt (section E)

City of Ashland's General Obligation Long Term Debt
(in thousands dollars)

	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	2020	2019	2020	2019	2020	2019	2020-2019
Bonds payable	\$ 8,615	\$ 10,205	\$ 5,722	\$ 7,607	\$14,337	\$17,812	-19.51%
Notes payable	2,065	2,311	10,217	9,502	12,282	11,813	3.97%
Total bonds and notes	<u>\$ 10,680</u>	<u>\$ 12,516</u>	<u>\$15,939</u>	<u>\$17,109</u>	<u>\$26,619</u>	<u>\$29,625</u>	-10.15%

Debt limitation. Oregon Revised Statutes provide a limit on non-self-supporting general obligation debt of 3% of the real market value of all taxable property within the City's boundaries. Based on the City's FY 2018-19 real market value, this debt limitation is \$130,394,992. The amount of outstanding City debt subject to this limitation is \$10,680,000.

Economic Factors and Next Year's Budget and Rates

- The City of Ashland has adopted its third Biennium budget for 2019-2021 of \$252,666,853 in total appropriations.
 - **Property Taxes.** This is the single largest source of revenue in the General Fund. This budget includes an increase of \$.0443 to the City's permanent tax rate. The maximum the City is permitted to levy is approximately \$4.2865 per \$1,000 of assessed valuation. This budget levies \$4.2865 per \$1,000, with the entire levy going into the General Fund. Operating property taxes, excluding prior year tax collections, are projected to increase by 3.5% in each year of the Biennium.
 - **Challenges**
- Our greatest assets are our employees; however, costs for personnel continue to rise faster than revenue. Funding Public Employees Retirement System (PERS) obligations has created a substantial financial challenge. The City of Ashland experienced an increase of 25% in its previous blended rate for this budget. High rate increases are expected to continue into the next several biennia across the country. Both the State of Oregon and the City of Ashland will monitor available options for managing the impact of pension obligations on operating budgets.

Health care, nationally, is increasing 5% annually. The City is addressing this with a change in higher deductible and employee co-pays in this budget and into the future.

With an understanding of the current and future financial conditions, the City Council developed the following goals and service level priorities.

1. Develop current and long-term budgetary resilience.
2. Analyze City departments/programs to gain efficiencies, reduce costs and improve services.
3. Enhance and improve transparency and communication.

Financial Contact:

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City's Finance Department 20 East Main, Ashland, Oregon, 97520 or (541) 488-5300.



BASIC FINANCIAL STATEMENTS

2020 Basic Financial Statements

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets:			
Current assets:			
Cash equivalents and investments	\$ 19,502,847	\$ 24,061,181	\$ 43,564,028
Receivables (net of allowance for uncollectible)	4,151,559	3,442,665	7,594,224
Prepays	1,615	-	1,615
Inventories	25,004	1,085,677	1,110,681
Internal balances	(3,784,001)	3,784,001	-
Restricted assets:			
Cash and cash equivalents	951,447	-	951,447
Noncurrent assets:			
Capital assets:			
Land	15,338,439	3,106,925	18,445,364
Buildings	45,413,558	22,099,664	67,513,222
Machinery and equipment	23,223,547	1,380,879	24,604,426
Infrastructure	56,350,836	97,409,400	153,760,236
Construction in progress	6,081,316	6,653,617	12,734,933
Accumulated depreciation	(78,343,149)	(64,557,218)	(142,900,367)
Total assets	88,913,018	98,466,791	187,379,809
Deferred Outflows of Resources:			
Deferred outflows - Pension	10,245,060	2,524,118	12,769,178
Deferred outflows - OPEB	1,178,645	335,600	1,514,245
Total Deferred Outflows	11,423,705	2,859,718	14,283,423
Liabilities:			
Current liabilities:			
Accounts payable and other	4,407,662	2,099,214	6,506,876
Claims and judgment	50,000	-	50,000
Bonds and notes	1,623,000	2,271,192	3,894,192
Accrued interest payable	69,992	84,243	154,235
Noncurrent liabilities:			
Proportional Share of Net Pension Liability	29,216,371	7,198,156	36,414,527
Transitional Liability	603,272	-	603,272
OPEB Liability	2,783,899	780,622	3,564,521
Claims and judgment	110,093	-	110,093
Bonds and notes	9,057,000	13,667,681	22,724,681
Total liabilities	47,921,289	26,101,108	74,022,397
Deferred Inflows of Resources:			
Deferred inflows - Pension	2,260,347	556,892	2,817,239
Deferred inflows - OPEB	472,642	125,519	598,161
Total Deferred Inflows	2,732,989	682,411	3,415,400
Net Position:			
Net investment in capital assets	57,384,547	50,154,394	107,538,941
Restricted for:			
Non-expendable: Perpetual care	954,825	-	954,825
Asset forfeiture	35,217	-	35,217
Transient Occupancy Tax - tourism	501,558	-	501,558
System development	1,845,725	3,331,631	5,177,356
The Community Development Block Grant restriction	36,620	-	36,620
Debt service	1,037,697	-	1,037,697
Unrestricted (deficit)	(12,113,744)	21,056,965	8,943,221
Total Net Position	\$ 49,682,445	\$ 74,542,990	\$ 124,225,435

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

This page left blank intentionally

CITY OF ASHLAND, OREGON
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General government	\$ 6,475,196	\$ 2,163,101	\$ 732,823	\$ -
Public safety	18,926,690	2,675,547	1,279,769	-
Highways and streets	4,126,947	2,003,993	1,479,134	-
Parks and recreation	7,775,649	967,035	5,753,946	-
Interest on long-term debt	447,633	-	-	-
Total governmental activities	37,752,115	7,809,676	9,245,672	-
Business-type Activities:				
Water	7,107,776	8,582,394	-	-
Wastewater	6,612,485	6,298,894	-	-
Stormwater	923,299	744,379	-	-
Electric	16,425,728	16,478,238	222,556	-
Telecommunications	2,244,566	2,508,889	-	-
Total business-type activities	33,313,854	34,612,794	222,556	-
Total primary government	\$ 71,065,969	\$ 42,422,470	\$ 9,468,228	\$ -

General Revenues and Transfers:

Property taxes
Utility users tax
Users taxes
Unrestricted interest earnings
Miscellaneous
Transfers
Total general revenues and transfers
Change in net position

Net position - beginning

Net position - ending

CITY OF ASHLAND, OREGON
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020 (continued)

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (3,579,272)	\$ -	\$ (3,579,272)
(14,971,374)	-	(14,971,374)
(643,820)	-	(643,820)
(1,054,668)	-	(1,054,668)
(447,633)	-	(447,633)
(20,696,767)	-	(20,696,767)
-	1,474,618	1,474,618
-	(313,591)	(313,591)
-	(178,920)	(178,920)
-	275,066	275,066
-	264,323	264,323
-	1,521,496	1,521,496
\$ (20,696,767)	\$ 1,521,496	\$ (19,175,271)
12,206,619	-	12,206,619
3,446,443	-	3,446,443
4,359,308	1,617,688	5,976,996
262,664	518,384	781,048
57,010	114,038	171,048
50,000	(50,000)	-
20,382,044	2,200,110	22,582,154
(314,723)	3,721,606	3,406,883
49,997,168	70,821,384	120,818,552
\$ 49,682,445	\$ 74,542,990	\$ 124,225,435

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

CITY OF ASHLAND, OREGON
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2020

	General	Street	Parks	Other Governmental Funds	Total Governmental Funds
Assets:					
Cash and investments	\$ 4,577,338	\$ 2,079,739	\$ 1,405,707	\$ 4,070,056	\$ 12,132,840
Receivables (net of allowance for uncollectible)	3,115,091	243,917	140,861	333,938	3,833,807
Prepays	14	-	-	-	14
Cash - restricted	-	-	-	951,447	951,447
Total assets	\$ 7,692,443	\$ 2,323,656	\$ 1,546,568	\$ 5,355,441	\$ 16,918,108
Liabilities:					
Accounts payable	1,509,241	627,271	183,800	180,866	2,501,178
Total liabilities	1,509,241	627,271	183,800	180,866	2,501,178
Deferred Inflows of Resources:					
Unavailable revenue - property taxes	620,519	-	-	33,291	653,810
Unavailable revenue - special assessments & other	469,778	15,200	-	111,301	596,279
Total Deferred Inflows of Resources	1,090,297	15,200	-	144,592	1,250,089
Fund Balances:					
Nonspendable:					
Perpetual care	-	-	-	954,825	954,825
Restricted for:					
Asset forfeiture	35,217	-	-	-	35,217
Transient Occupancy Tax - tourism	501,558	-	-	-	501,558
System development charges	-	1,681,185	-	164,540	1,845,725
Community Development Block Grant	-	-	-	36,620	36,620
Debt commitment	-	-	-	1,037,697	1,037,697
Committed for:					
General fund	875,885	-	-	-	875,885
Housing Fund	-	-	-	109,079	109,079
Special revenue funds	-	-	-	376,568	376,568
Parks activities	-	-	1,362,768	1,596,623	2,959,391
Capital projects funds	-	-	-	754,031	754,031
Unassigned	3,680,245	-	-	-	3,680,245
Total fund balances	5,092,905	1,681,185	1,362,768	5,029,983	13,166,841
Total liabilities, deferred inflows and fund balances	\$ 7,692,443	\$ 2,323,656	\$ 1,546,568	\$ 5,355,441	\$ 16,918,108

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

CITY OF ASHLAND, OREGON
RECONCILIATION OF BALANCE SHEET OF GOVERNMENTAL FUNDS
TO STATEMENT OF NET POSITION
June 30, 2020

Explanation of certain differences between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position.

Fund Balances	\$ 13,166,841
<p>The cost of capital assets (land, buildings, improvements, machinery and equipment, infrastructure, and construction in progress) is reported as an expenditure in governmental funds. The Statement of Net Position includes those capital assets among the assets of the City as a whole.</p>	
Net capital assets	62,931,659
<p>Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position.</p>	
Long-term liabilities	(10,680,000)
Accrued interest on liabilities	(69,992)
<p>The net pension assets (liability), and deferred inflows and outflows related to the Net Pension Liability is the difference between the total pension liability and the assets set aside to pay benefits earned to the past and current employees and beneficiaries.</p>	
	(15,666,143)
<p>The OPEB assets (liability), and deferred inflows and outflows related to the OPEB Asset is the difference between the total OPEB liability and the assets set aside to pay benefits earned to the past and current employees and beneficiaries.</p>	
	(1,405,066)
<p>Accrued compensated absences are not due and payable in the current period and, therefore, are not reported in the funds.</p>	
Accrued vacation and sick leave	(1,172,527)
<p>Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.</p>	
Unavailable revenue:	
Unavailable - Property Taxes	653,810
Unavailable - Special Assessments and All others	596,279
<p>Internal Service Funds are used by the City to account for the fleet operations, support services, and administrative and insurance services that are provided to the other departments and agencies on a cost reimbursement basis. The assets and liabilities of the Internal Service Funds are included in governmental activities in the Statement of Net Position.</p>	
Internal Service Fund net position	1,327,584
Total net position	\$ 49,682,445

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

CITY OF ASHLAND, OREGON
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

	General Fund	Street Fund	Parks Fund	Other Governmental Funds	Total Government
Revenues:					
Taxes	\$ 22,071,780	\$ 398,771	\$ -	\$ 1,248,204	\$ 23,718,755
Fees, licenses and permits	1,095,600	-	-	-	1,095,600
Intergovernmental	2,217,898	1,502,423	190,356	479,051	4,389,728
Charges for services	1,671,137	1,867,077	6,358,935	2,593,390	12,490,539
System development charges	-	11,576	-	87,981	99,557
Assessments	-	3,319	-	-	3,319
Fines and forfeitures	418,514	-	-	-	418,514
Interest on investments	108,300	65,516	24,821	221,274	419,911
Miscellaneous	55,509	587	48,118	7,521	111,735
Total revenues	<u>27,638,738</u>	<u>3,849,269</u>	<u>6,622,230</u>	<u>4,637,421</u>	<u>42,747,658</u>
Expenditures:					
Current:					
General government	9,948,706	-	-	1,467,861	11,416,567
Public safety	17,818,233	-	-	-	17,818,233
Highways and streets	-	2,468,937	-	-	2,468,937
Parks and Recreation	-	-	6,407,903	511,617	6,919,520
Debt service	-	367,830	-	2,026,211	2,394,041
Capital outlay	-	4,147,256	143,927	-	4,291,183
Total expenditures	<u>27,766,939</u>	<u>6,984,023</u>	<u>6,551,830</u>	<u>4,005,689</u>	<u>45,308,481</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(128,201)</u>	<u>(3,134,754)</u>	<u>70,400</u>	<u>631,732</u>	<u>(2,560,823)</u>
Other financing sources (uses)					
Transfers In	219,988	-	185,000	110,500	515,488
Transfers Out	(500)	-	-	(364,988)	(365,488)
Total other financing sources (uses)	<u>219,488</u>	<u>-</u>	<u>185,000</u>	<u>(254,488)</u>	<u>150,000</u>
Net change in fund balance	91,287	(3,134,754)	255,400	377,244	(2,410,823)
Fund balance, July 1, 2019	<u>5,001,618</u>	<u>4,815,939</u>	<u>1,107,368</u>	<u>4,652,739</u>	<u>15,577,664</u>
Fund balance, June 30, 2020	<u>\$ 5,092,905</u>	<u>\$ 1,681,185</u>	<u>\$ 1,362,768</u>	<u>\$ 5,029,983</u>	<u>\$ 13,166,841</u>

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

CITY OF ASHLAND, OREGON
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO STATEMENT OF ACTIVITIES
For the year ended June 30, 2020

Explanation of certain differences between the Net Changes in Fund Balance and the Government-wide Statement of Activities.

Changes in net fund balance	\$	(2,410,823)
-----------------------------	----	-------------

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlay expenditures capitalized		5,018,236
Depreciation expense		(2,563,102)

The Pension Expense and the changes in the deferred inflows and outflows related to the changes in the Net Pension Assets (Liability) from year to year due to changes in total pension liability and the fair value of pension plan net position available to pay pension benefits.		(2,432,500)
--	--	-------------

The OPEB Expense and the changes in the deferred inflows and outflows related to the changes in the total OPEB Assets (Liability) from year to year due to changes in total OPEB liability and the fair value of OPEB plan net position available to pay benefits.		110,376
--	--	---------

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transitions that are not normally paid with expendable available financial resources. However, in the Statement of Activities (which is presented on the accrual basis of accounting) expenses and liabilities are reported, regardless of when financial resources are available. This adjustment combines the net changes in liability balances.

General obligation bonds and notes payable		1,836,000
Compensated absences		(8,886)
Accrued interest		10,401

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds.

Property taxes		(47,285)
Special assessments		(92,471)
Other		78,925

Internal Service Funds are used by the City to account for the fleet operations and support/administrative/insurance services that are provided to other departments and agencies on a cost reimbursement basis. The revenues and expenses of the internal service funds are included in governmental activities in the Statement of Activities.

Internal Service Fund change in net position		186,406
Change in net position	\$	(314,723)

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

CITY OF ASHLAND, OREGON
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2020

	Business - Type activities - Enterprise Funds					Governmental Activities	
	Water Fund	Wastewater Fund	Stormwater Fund	Electric Fund	Tele-communications Fund	Total	Internal Service Funds
ASSETS							
Current assets:							
Cash equivalents and investments	\$ 9,815,199	\$ 9,022,223	\$ 1,734,262	\$ 2,190,575	\$ 1,298,922	\$ 24,061,181	\$ 7,370,007
Interest and accounts receivable, net	854,745	1,295,776	74,140	799,315	300,665	3,324,641	305,444
Notes and contracts receivable	-	-	-	118,023	-	118,023	12,308
Prepays	-	-	-	-	-	-	1,601
Inventories	399,300	4,237	-	682,140	-	1,085,677	25,004
Total current assets	11,069,244	10,322,236	1,808,402	3,790,053	1,599,587	28,589,522	7,714,364
Noncurrent Capital assets:							
Capital assets, not being depreciated or amortized:							
Land	956,587	2,150,338	-	-	-	3,106,925	-
Construction in process	4,291,731	1,108,702	-	1,253,185	-	6,653,617	646,363
Capital assets, being depreciated or amortized:							
Capital assets	42,243,273	52,018,022	1,521,867	15,378,982	9,727,799	120,889,943	16,666,915
Accumulated depreciation	(20,940,220)	(23,975,761)	(867,509)	(9,471,513)	(9,302,215)	(64,557,218)	(12,180,388)
Capital assets, net	26,551,371	31,301,301	654,358	7,160,654	425,584	66,093,267	5,132,890
Total assets	37,620,615	41,623,537	2,462,760	10,950,707	2,025,171	94,682,789	12,847,254
Deferred Outflows of Resources:							
Deferred Outflows - Pension	726,016	546,932	137,943	822,820	290,407	2,524,118	2,976,667
Deferred Outflows - OPEB	96,530	72,720	18,340	109,399	38,611	335,600	395,769
Total deferred outflows of resources	822,546	619,652	156,283	932,219	329,018	2,859,718	3,372,436
Current liabilities:							
Accounts payable	139,018	172,222	63	661,043	30,861	1,003,207	206,351
Accrued salaries, vacation and payroll taxes	192,630	156,639	21,675	412,361	56,938	840,243	527,608
Accrued interest payable	54,658	29,107	456	22	-	84,243	-
Other liabilities	-	-	-	255,764	-	255,764	-
Revenue bonds payable, Current	202,606	107,585	-	21,714	-	331,905	-
General obligation bonds payable, Current	400,501	1,528,786	10,000	-	-	1,939,287	-
Total current liabilities	989,413	1,994,339	32,194	1,350,904	87,799	4,454,649	733,959
Noncurrent liabilities:							
OPEB Liability	224,532	169,148	42,661	254,469	89,812	780,622	920,578
Proportionate Share of Net Pension Liability	2,070,419	1,559,714	393,380	2,346,475	828,168	7,198,156	8,488,718
Accrued claims	-	-	-	-	-	-	160,093
Revenue bonds payable, net	7,667,554	2,195,903	-	21,715	-	9,885,172	-
General obligation bonds payable, net	1,818,756	1,888,753	75,000	-	-	3,782,509	-
Total noncurrent liabilities	11,781,261	5,813,518	511,041	2,622,659	917,980	21,646,459	9,569,389
Total liabilities	12,770,674	7,807,857	543,235	3,973,563	1,005,779	26,101,108	10,303,348
Deferred Inflows of Resources:							
Deferred inflows - Pension	160,180	120,669	30,434	181,537	64,072	556,892	656,736
Deferred inflows - OPEB	36,103	27,198	6,860	40,917	14,441	125,519	148,021
Total deferred inflows of resources	196,283	147,867	37,294	222,454	78,513	682,411	804,757
Net Position:							
Net Position (deficit):							
Net Investment in capital assets	16,862,455	27,109,060	579,358	7,117,225	425,584	52,093,681	5,132,890
Restricted for system development	1,212,880	2,118,751	-	-	-	3,331,631	-
Unrestricted	7,400,870	5,059,654	1,459,156	569,682	844,313	15,333,676	(21,304)
Total Net Position	\$ 25,476,204	\$ 34,287,465	\$ 2,038,514	\$ 7,686,909	\$ 1,269,897	\$ 70,758,989	\$ 5,111,586
Total Net Position						\$ 70,758,989	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds						3,784,001	
Net Position of business-type activities						\$ 74,542,990	

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

CITY OF ASHLAND, OREGON
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the year ended June 30, 2020

	Business - Type activities - Enterprise Funds						Governmental Activities Internal Service Funds
	Water Fund	Wastewater Fund	Stormwater Fund	Electric Fund	Tele-communications Fund	Total	
Operating revenues:							
Charges for services	\$ 8,582,394	\$ 6,298,894	\$ 744,379	\$ 16,478,238	\$ 2,508,889	\$ 34,612,794	\$ 17,983,827
Miscellaneous	41,749	1,610	-	70,679	-	114,038	293,018
Total operating revenues	8,624,143	6,300,504	744,379	16,548,917	2,508,889	34,726,832	18,276,845
Operating expenses:							
Cost of sales and services	5,053,528	5,149,065	884,926	16,535,105	2,233,464	29,856,088	17,095,337
Depreciation and amortization	924,955	1,289,119	58,603	284,455	65,014	2,622,146	608,688
Total operating expenses	5,978,483	6,438,184	943,529	16,819,560	2,298,478	32,478,234	17,704,025
Operating income (loss)	2,645,660	(137,680)	(199,150)	(270,643)	210,411	2,248,598	572,820
Non-operating income (expenses):							
Taxes	-	1,617,688	-	-	-	1,617,688	53,166
Intergovernmental	6,331	3,409	2,597	205,315	4,904	222,556	283,450
Interest income	216,316	188,367	37,214	54,149	22,338	518,384	138,763
Interest expense	(1,269,522)	(325,312)	(1,901)	(679)	-	(1,597,414)	-
Total non-operating income (expenses)	(1,046,875)	1,484,152	37,910	258,785	27,242	761,214	475,379
Transfers							
Transfer In (Out)	(50,000)	-	-	-	-	(50,000)	(100,000)
Total transfers	(50,000)	-	-	-	-	(50,000)	(100,000)
Change in net position	1,548,785	1,346,472	(161,240)	(11,858)	237,653	2,959,813	948,199
Total Net Position - Beginning	23,927,419	32,940,993	2,199,754	7,698,765	1,032,244	67,799,175	4,163,388
Total Net Position - Ending	\$ 25,476,204	\$ 34,287,465	\$ 2,038,514	\$ 7,686,907	\$ 1,269,897	\$ 70,758,988	\$ 5,111,587
Change in Net Position						\$ 2,959,813	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds						761,793	
Change in Net Position of business-type activities - Statement of Activities						<u>\$ 3,721,606</u>	

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

CITY OF ASHLAND, OREGON
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the year ended June 30, 2020

	Business-type Activities - Enterprise Funds					Governmental	
	Water Fund	Wastewater Fund	Stormwater Fund	Electric Fund	Tele-communications Fund	Activities Internal Service Funds	
Cash flows from operating activities:							
Receipts from customers and users	\$ 9,100,780	\$ 6,325,624	\$ 736,789	\$ 16,750,254	\$ 2,474,355	\$ 35,387,802	\$ 18,241,417
Payments to suppliers	(3,104,256)	(3,578,008)	(553,408)	(14,279,786)	(1,454,259)	(22,969,717)	(10,053,581)
Payments to employees	(1,842,768)	(1,355,934)	(316,368)	(2,841,691)	(637,073)	(6,993,834)	(6,622,390)
Net cash from operating activities	4,153,756	1,391,682	(132,987)	(371,223)	383,023	5,424,251	1,565,446
Cash flows from noncapital financing activities:							
Taxes collected	-	1,617,688	-	-	-	1,617,688	53,166
Transfers In (Out)	(50,000)	-	-	-	-	(50,000)	(100,000)
Intergovernmental	6,331	3,409	2,597	205,315	4,904	222,556	283,450
Net cash from noncapital financing activities	(43,669)	1,621,097	2,597	205,315	4,904	1,790,244	236,616
Cash flows from capital and related financing activities:							
Acquisition and construction of capital assets	(2,640,838)	(109,097)	-	(285,275)	-	(3,035,210)	(767,705)
Proceeds from issuance of debt	1,103,851	122,729	-	-	-	1,226,580	-
Principal paid on bonds, contracts and notes	(781,636)	(1,584,169)	(10,000)	(21,714)	-	(2,397,519)	-
Interest paid on debt	(1,269,520)	(325,312)	(1,901)	(679)	-	(1,597,412)	-
Net cash from capital and related financing activities	(3,588,143)	(1,895,849)	(11,901)	(307,668)	-	(5,803,561)	(767,705)
Cash flows from investing activities:							
Interest from investments and other income	216,316	188,368	37,214	54,146	22,336	518,382	138,762
Net increase (decrease) in cash and investments	738,260	1,305,298	(105,077)	(419,430)	410,263	1,929,314	1,173,119
Cash and investments, beginning of year	9,076,939	7,716,925	1,839,339	2,610,005	888,659	22,131,867	6,196,888
Cash and investments, end of year	\$ 9,815,199	\$ 9,022,223	\$ 1,734,262	\$ 2,190,575	\$ 1,298,922	\$ 24,061,181	\$ 7,370,007
Reconciliation of operating income to net cash provided by operating activities:							
Operating income (loss)	2,645,660	(137,680)	(199,150)	(270,643)	210,411	2,248,598	572,820
Depreciation and amortization	924,955	1,289,119	58,603	284,455	65,014	2,622,146	608,688
Change in assets and liabilities:							
(Increase) decrease in:							
Receivables	476,636	25,120	(7,590)	201,337	(34,534)	660,969	(35,429)
Net Pension Liability	248,246	(3,783)	(955)	(5,696)	(2,011)	235,801	1,017,806
Total OPEB Liability	(8,319)	184,528	46,542	277,613	97,982	598,346	(34,108)
Inventories	17,817	2,990	-	23,876	2,500	47,183	259
Increase (decrease) in:							
Accounts payable and accrued liabilities	(191,648)	(23,412)	(31,838)	(990,356)	22,005	(1,215,249)	(662,284)
Other liabilities	40,409	54,800	1,401	108,191	21,656	226,457	97,694
Net cash from operating activities	\$ 4,153,756	\$ 1,391,682	\$ (132,987)	\$ (371,223)	\$ 383,023	\$ 5,424,251	\$ 1,565,446

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

This page left blank intentionally



NOTES TO BASIC FINANCIAL STATEMENTS



CITY OF ASHLAND, JACKSON COUNTY, OREGON
Notes to Basic Financial Statements

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Ashland, Oregon (the City) is a municipal corporation, governed by an elected mayor and a six-member council. The accompanying financial statements present the City and its component unit, an entity for which the City is considered to be financially accountable. The Blended component unit, although legally separate entity, is, in substance, part of the City's operations.

Blended Component Unit. The Parks and Recreation Commission (the Commission) was created by vote of qualified electors of the City of Ashland at a special election on December 15, 1908. By City Charter, the Commission has control over all park designated lands within the City. By City Charter, the Commission may not own any park lands within the City, but has responsibility for maintenance of parks and certain other facilities. The members of the Commission's governing board are elected by the voters. However, the Commission is fiscally dependent upon the City because, by state law and City Charter, the Commission budget and tax levy must be included as part of the City's. The City must also approve any debt issuance. Additionally, the City has ultimate financial responsibility for the Commission. The City of Ashland has the financial benefit and burden to access the component Unit's resource. The component unit's total debt outstanding is expected to be repaid entirely or almost entirely with the resources of the primary government.

B. Government-wide and Fund Financial Statements

Governmental Accounting Standards Boards Statement No. 34 (GASBS 34)

The presentation of financial information required by GASBS 34 for Basic Financial Statements and Supplementary Information are described below and in the Management's Discussion and Analysis located earlier in this document. The government-wide financial statements (i.e. the Statement of Net Position and the Statement of Activities) report information on the activities of the primary government and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported 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.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds financial statements. Revenues are recorded when earned and expenses are reported when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue 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. The budgetary basis of accounting is the same as Generally Accepted Accounting Principles (GAAP). Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the 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. 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 the payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are accruable and so have been recognized as revenues of the current 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:

- o The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- o The Street Fund accounts for the resources and operating expenditures related to the maintenance, operation and construction of the City's streets and storm water collection infrastructure. While a substantial portion of revenues come from user fees, the primary source is state-shared highway funds.
- o The Parks Fund accounts for the resources and operating expenditures related to the Parks operations, recreational and the golf course. The parks fund is the general fund for the Ashland Parks and Recreation Commission. The Ashland Parks and Recreation Commission receives all the majority of its funding directly from the City of Ashland.

The City reports the following major proprietary funds:

- o The Water Fund accounts for the resources and expenses related to supply, treatment and distribution of water throughout the City. The primary source of revenue is user fees.
- o The Wastewater Fund accounts for the resources and expenses related to collection and treatment of wastewater throughout the City. The primary source of revenue is user fees.
- o The Stormwater Fund accounts for the resources and expenses related to collection and treatment of stormwater throughout the City. The primary source of revenue is user fees.

- o The Electric Fund accounts for the resources and expenses related to distribution of electricity throughout the City. The primary source of revenue is user fees.
- o The Telecommunications Fund accounts for the resources and expenses related to broadband and high-speed data transmission services throughout the City. The primary source of revenue is user fees.

Additionally, the City reports the following fund types:

- o Internal Service Funds account for general and public works administration, finance, information services, and fleet management services primarily provided to other departments or agencies of the City, or to other governments, on a cost reimbursement basis.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are payment-in-lieu of taxes and other charges between the City's various utility funds and the other functions of the City. The enterprise funds which operate water, wastewater, and electric services are charged franchise fees by the General Fund. As such franchise fees would be charged to any such operation under local ordinance, these fees are recognized as direct operating expenses in those funds and as revenue to the General Fund rather than transfers. Payments for Fy2020 includes \$689,205 by the Water Fund, \$502,050 by the Wastewater Fund, and \$1,659,800 by the Electric Fund. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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 non-operating items. Operating revenues and expenses result from providing, producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The enterprise and internal service funds are charges to customers for sales and services.

Where applicable, enterprises also recognize the portion of System Development Charges intended to recover the cost of connecting new customers to the system as operating revenue. Operating expenses for enterprise and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources to the limits of the policies and statutes governing them first, then unrestricted resources as they are needed.

D. Assets, Liabilities and Net Position

1. Cash and Investments

The City's cash and cash equivalents are comprised of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the City to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds and the State Treasurer's Investment Pool.

Investments for the City, as well as for its component unit, are reported at fair value. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of pool shares.

2. Restricted Cash

All cash in the debt service fund is restricted for debt payment. The balances of the restricted assets accounts in the governmental and business-type are as follows:

	General Government
Restricted Cash:	
Cemetery Trust Fund	<u>\$ 951,447</u>
	<u>\$ 951,447</u>

3. Receivables and Payables

Activity between funds that are representative of lending and borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds." Any residual balances outstanding between the governmental and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not expendable available financial resources.

All trade and property taxes receivable are shown at net of an allowance for uncollectibles. Trade accounts receivable in excess of 120 days comprise the trade accounts receivable allowance for uncollectibles.

Property taxes are levied as of July 1 on property assessed as of the same date. The tax levy is due November 15, with an optional payment method of 1/3 due November 15, 1/3 due January 15, and 1/3 due March 15. Taxes paid in full November 15 are provided a 3 percent discount. The billings are considered delinquent after the appropriate due date, at which time the applicable property is subject to lien, and penalties and interest are assessed.

Notes and contracts receivable are recorded at par. Interest assessed is recorded as revenue when the payment becomes due.

4. Inventories

All inventories are stated at moving average cost. Inventories are recorded as expenditures when consumed rather than when purchased.

5. Prepaid items and Advances

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

6. Restricted Assets

Certain proceeds of the water enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the Statement of Net Position because they are maintained in separate bank accounts (not in the City's control) and their use is limited by applicable bond covenants.

7. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure (e.g. streets, roads, bridges, sidewalks and similar public domain items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined in the City's capitalization policy (dated 2010) as having a historic cost or market value in excess of \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

Donated assets, donated works of art and similar items, and capital assets received in a service concession arrangement will be reported 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.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as a part of the capitalized value of the asset constructed. No interest was capitalized in the current accounting period. Any asset that is internal development will be capitalized if the actual or estimated cost is \$25,000 or more. The useful life of the assets will be determined by the developing department, the Administrative Services Department and the City Administrator.

Property, plant and equipment of the primary government, as well as the component unit, is depreciated using the straight-line method over the following estimated useful lives of the related assets:

Buildings and improvements	33 to 50 years
Electric power generation and distribution systems	40 to 70 years
Water, wastewater and storm water systems	15 to 50 years
Public domain infrastructure	15 to 25 years
Equipment	2 to 20 years

8. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Since the City does not have a policy to pay any amounts when employees separate from service with the City, there is no liability for unpaid accumulated sick leave. All vacation pay is 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, or are taken and paid from current resources.

9. Long-Term Liabilities

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term liabilities 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 bond using the effective interest method. Bonds payable are reported net of the applicable bonding premium or discount.

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

10. Net Position/Fund Balance

In governmental fund types, the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources is called "fund balance." The City's governmental funds report the following categories of fund balance, based on the nature of any limitations requiring the use of resources for specific purposes.

Non-spendable fund balance represents amounts that are not in a spendable form. The non-spendable fund balance represents perpetual care.

Restricted fund balance represents amounts that are legally restricted by outside parties for a specific purpose (such as debt covenants, grant requirements, donor requirements, or other governments) or are restricted by law (constitutionally or by enabling legislation).

Committed fund balance represents funds formally set aside by the governing body for a particular purpose. The use of committed funds would be approved by City Council resolution.

Assigned fund balance represents amounts that are constrained by the expressed intent to use resources for specific purposes that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the governing body or by an official to whom that authority has been given by the governing body. Currently, management does not have authority to assign fund balance.

Unassigned fund balance is the residual classification of the General Fund. Only the General Fund may report a positive unassigned fund balance. Other governmental funds would report any negative residual fund balance as unassigned.

The governing body has approved the following order of spending regarding fund balance categories: restricted resources are spent first when both restricted and unrestricted (committed, assigned or unassigned) resources are available for expenditures. When unrestricted resources are spent, the order of spending is committed (if applicable), assigned (if applicable) and unassigned.

To preserve a sound financial system and to provide a stable financial base, the governing body has adopted a minimum fund balance policy. Resolution No. 2010-05 was established February 9, 2010. The targets for fund balances are generally a function of estimated annual operating revenue and are intended to help maintain financial viability of each fund. They vary based on how susceptible a fund is to revenue fluctuations and based on the riskiness of the activities in each different fund.

11. Deferred Outflows/Inflow of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

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

12. Fair Value Inputs and Methodologies and Hierarchy

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Observable inputs are developed based on market data obtained from sources independent of the reporting entity.

Unobservable inputs are developed based on the best information available about the assumptions market participants would use in pricing the asset. The classification of securities within the fair value hierarchy is based upon the activity level in the market for the security type and the inputs used to determine their fair value, as follows:

Level 1 – unadjusted price quotations in active markets/exchanges for identical assets or liabilities that each Fund has the ability to access

Level 2 – other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, loss severities, credit risks and default rates) or other market-corroborated inputs)

Level 3 – unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including each Fund's own assumptions used in determining the fair value of investments)

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

13. NEW ACCOUNTING PRONOUNCEMENT

GASB Statement 95, "Postponement of the Effective Dates of Certain Authoritative Guidance". The primary objective of this Statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. The requirements of this Statement are effective immediately.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

The City has adopted a biennial budget for all funds on a basis consistent with generally accepted accounting principles for governmental funds. The City Council resolution adopting the budget and authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations.

Appropriations are at the department (organizational unit) level for funds with more than one department and by total personal services, materials and services, capital outlay, debt service, transfers, and contingency for those funds with only one department or function. The detail budget document, however, is required to contain more specific, detailed information for the above-mentioned expenditure categories. The City budgets debt service principal and interest on a cash basis, it is reported on the statement of changes in revenues, expenses and changes in position.

Unexpected additional resources may be added to the budget through the use of a supplemental budget. The supplemental budget process requires hearings before the public, publications in newspapers, and approval by the City Council. Original and supplemental budgets may be modified only by the City Council through the use of appropriation transfers between the levels of control. In addition, Oregon Local Budget Law provides certain specific exceptions to the supplemental budget process to increase appropriations. Such transfers and increases require approval by the City Council by adoption of a resolution. Budget appropriation amounts shown in the financial statements include the original and revised budget appropriations as approved by the City Council. Appropriations are limited to a biennium budget period of 2019-2021; therefore, all spending authority of the City lapses at the end of the biennial period.

- In Fiscal year 2019-2020, the City made one appropriation adjustment for transfers and supplemental budget adjustments. This budget amendment were all adopted by resolution.

Expenditures of the various funds were within authorized appropriations for the year ended June 30, 2020.

Deficit fund equity:

Generally accepted accounting principles and Oregon state law requires fund disclosure of deficit fund balance/total net position. At June 30, 2020 one fund reported a deficit net position in the GAAP basis financial statements:

Internal Service Fund:	
Central Service Fund	\$ 4,003,656

The Central Service Fund, an internal service fund, reported deficit net position of \$4,003,656. The deficit net position is a result of the liabilities for Public Employees Retirement System (PERS). Without an increase in assets, the PERS liability will continue to cause a negative net position for the Central Service Fund.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

	Total Primary Government
Petty cash	\$ 5,740
Deposits with financial institutions	4,176,615
Imprest Cash	120,000
Investments	40,213,120
	<u>\$ 44,515,475</u>
Governmental - unrestricted	\$ 43,564,028
Governmental - restricted:	
Cemetery trust fund	951,447
	<u>\$ 44,515,475</u>

1. Deposits

Deposits with financial institutions include bank demand deposits. Oregon Revised Statutes require deposits to be adequately covered by federal depository insurance or deposited at an approved depository as identified by the Treasury.

2. Credit Risk Deposits

There is a risk that, in the event of a bank failure, the City's deposits may not be returned. The City's deposit policy is in accordance with ORS 295. All deposits are collateralized with eligible securities in amounts determined by the Oregon State Treasury (OST). The OST's custodian, Federal Home Loan Bank of Des Moines, is the agent of the depository bank. The securities pledged are designated as subject to the Pledge Agreement between the Depository Bank, Custodian Bank and OST and are held for the benefit of the OST on behalf of the public depositors. The City's deposit policy requires that all deposits are covered by the Federal Deposit Insurance Corporation (FDIC), and/or are collateralized as required by and in compliance with ORS 295. The FDIC's standard insurance amount is \$250,000 per depositor, per insured bank, for each account ownership category.

3. Investments

Policies officially adopted by the City's board allows the entity to invest in: U.S. Treasury Obligations (bills, notes and bonds), U.S. Government Agency Securities and Instrumentalities of Government Sponsored Corporations, Banker's Acceptances, Certificates of Deposit (at commercial banks that have a branch in Oregon and Savings & Loan Associations that have a branch in Oregon), State and Local Government Securities, Commercial Paper (A1, AA, P1), State of Oregon Investment Pool, and Repurchase Transactions.

Cash and Investment Note

Investments in the Local Government Investment Pool (LGIP) are included in the Oregon Short-Term Fund, which is an external investment pool that is not a 2a-7-like external investment pool, and is not registered with the U.S. Securities and Exchange Commission as an investment company. Fair value of the LGIP is calculated at the same value as the number of pool shares owned. The unit of account is each share held, and the value of the position would be the fair value of the pool's share price multiplied by the number of shares held. Investments in the Short-Term Fund are governed by ORS 294.135, Oregon Investment Council, and portfolio guidelines issued by the Oregon Short-Term Fund Board, which establish diversification percentages and specify the types and maturities of investments. The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements. The fund appears to be in compliance with all portfolio guidelines at June 30, 2020. The LGIP seeks to exchange shares at \$1.00 per share; an investment in the LGIP is neither insured nor guaranteed by the FDIC or any other government agency. Although the LGIP seeks to maintain the value of share investments at \$1.00 per share, it is possible to lose money by investing in the pool. These investments are measured at book value since it approximates fair value. The pool is comprised of a variety of investments. These investments are characterized as a level 2 fair value measurement in the Oregon Short Term Fund's audited financial report. As of June 30, 2020, the fair value of the position in the LGIP is 100.88% of the value of the pool shares as reported in the Oregon Short Term Fund audited financial statements. Amounts in the State Treasurer's Local Government Investment Pool are not required to be collateralized.

As of June 30, 2020, the City had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in months)		
		Less than 3	3-17	18-59
State Treasurer's investment pool	40,213,120	40,213,120	-	-
	\$ 40,213,120	\$ 40,213,120	\$ -	\$ -

Interest Rate Risk

As a means of limiting its exposure to fair value losses resulting from rising interest rates, the City's investment policy allows only the purchase of investments that can be held to maturity. Investments cannot be made predicated upon selling the security prior to maturity.

1. Under 30 days 10% minimum
2. Under 90 days 25% minimum
3. Under 270 days 50% minimum
4. Under 1 year 75% minimum
5. Under 18 months 80% minimum
6. Under 3 years 100% minimum

Oregon Revised Statutes require that investments do not exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB.

The City limits investment maturities as follows:

Credit Risk

Neither the Oregon Revised Statutes nor the City's investment policy limits investments as to credit rating for securities purchased from U.S. Government Agencies. The City's investments in U.S. Government Agencies were rated AA+ by Standard & Poor's and AA+ by Moody's Investor Service. The state pool is unrated. Oregon Revised Statutes require Banker's Acceptances to be guaranteed by and carried on the books of, a qualified financial institution, eligible for discount by the Federal Reserve System, and issued by a qualified financial institution whose short-term letter of credit rating is rated in the highest category by one or more nationally recognized statistical rating organizations.

Concentration of Credit Risk

To avoid incurring unreasonable risks inherent to over-investing in specific instruments or in individual financial institutions, the City's investment policy sets maximum limits on the percentage of the portfolio that can be invested in any one type of security. At June 30, 2020, the City was in compliance with all percentage restrictions.

Oregon Revised Statutes require that no more than 25 percent of the monies of local government to be invested in Bankers Acceptances of any singular qualified financial institution. Amounts in the State Treasurer's LGIP are not required by law to be collateralized.

No more than the stated percentage of the overall portfolio will be invested in each of the following categories of securities:

U.S. Treasury Obligations	100%
U.S. Government Agency Securities and Instrumentalities of Government Sponsored Corp.	100%
Bankers' Acceptances	50%
Certificates of Deposit	35%
State and Local Government Securities	35%
Repurchase Transactions	25%
Commercial Paper (AA, A1, P1)	10%
State of Oregon Investment Pool Securities	100%

B. Receivables

As of year end, receivables for the government's individual major funds and non-major, internal service in aggregate, including the applicable allowances for uncollectable accounts, are as follows:

Governmental funds report unearned and unavailable revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unavailable revenue and unearned revenue reported in all funds were as follows:

	<u>Balance</u>
<u>Governmental Activities:</u>	
Property Tax	\$ 717,417
Business Licenses	146,195
Ambulance billing	430,933
Utility Receivables	599,343
Misc. Receivables	463,492
Grant Receivables	1,382,368
Hotel/Motel Receivables	270,258
Rehabilitation loans	59,252
Special Assessments	15,200
Notes Receivable	15,052
SDC receivable	<u>52,049</u>
Total	<u><u>\$ 4,151,559</u></u>
<u>Business-type Activities:</u>	
Utility Receivables	2,491,781
Food & Beverage Receivables	605,789
Grants Receivables	158,739
Misc. Receivables	68,333
Conservation loans	<u>118,023</u>
Total	<u><u>\$ 3,442,665</u></u>
Accounts, Net	<u><u>\$ 7,594,224</u></u>

C. Capital Assets

Capital asset activity for the year ended June 30, 2020, was as follows:

	Balance June 30, 2019	Additions and Reclasses	Retirements and Reclasses	Balance June 30, 2020
Governmental Activities:				
Capital assets, not being depreciated				
Land	\$ 15,338,439	\$ -	\$ -	\$ 15,338,439
Construction in progress	2,674,665	4,363,022	956,371	6,081,316
Total capital assets, not being depreciated	18,013,104	4,363,022	956,371	21,419,755
Buildings	44,460,767	952,791	-	45,413,558
Infrastructure	56,295,204	55,632	-	56,350,836
Machinery and equipment	21,930,383	1,592,275	299,111	23,223,547
Total capital assets, being depreciated	122,686,354	2,600,698	299,111	124,987,941
Less accumulated depreciation for:				
Buildings	(18,180,273)	(1,204,915)	-	(19,385,188)
Infrastructure	(40,297,076)	(1,092,529)	-	(41,389,605)
Machinery and equipment	(16,771,713)	(1,095,754)	(299,111)	(17,568,356)
Total accumulated depreciation	(75,249,062)	(3,393,198)	(299,111)	(78,343,149)
Total capital assets being depreciated, net	47,437,292	(792,500)	-	46,644,792
Governmental activities capital assets, net	\$ 65,450,396	\$ 3,570,522	\$ 956,371	\$ 68,064,547
	Balance June 30, 2019	Additions and Reclasses	Retirements and Reclasses	Balance June 30, 2020
Business-type activities:				
Capital assets, not being depreciated	-	-	-	-
Land	\$ 3,106,925	\$ -	\$ -	\$ 3,106,925
Construction in progress	7,792,550	3,147,723	4,286,653	6,653,620
Total capital assets, not being depreciated	10,899,475	3,147,723	4,286,653	9,760,545
Buildings	22,099,664	-	-	22,099,664
Infrastructure	93,235,257	4,174,143	-	97,409,400
Machinery and equipment	1,380,879	-	-	1,380,879
Total capital assets, being depreciated	116,715,800	4,174,143	-	120,889,943
Less accumulated depreciation for:				
Buildings	(8,172,313)	(436,148)	-	(8,608,461)
Infrastructure	(52,559,689)	(2,127,722)	-	(54,687,411)
Machinery and equipment	(1,203,073)	(58,276)	-	(1,261,349)
Total accumulated depreciation	(61,935,075)	(2,622,146)	-	(64,557,221)
Total capital assets being depreciated, net	54,780,727	1,551,997	-	56,332,722
Business-type activities capital assets, net	\$ 65,680,202	\$ 4,699,720	\$ 4,286,653	\$ 66,093,267

Depreciation expense for the governmental activities as charged to functions/programs of the primary government as follows:

General government	\$	1,060,836
Public safety		180,770
Highways and streets		1,060,943
Parks and Rec		1,090,649
Total	\$	<u>3,393,198</u>

Depreciation expense for the business type activities as charged to functions/programs of the primary government as follows:

Water Fund	\$	924,955
Wastewater Fund		1,289,119
Stormwater Fund		58,603
Electric Fund		284,455
Telecommunication Fund		65,014
Total	\$	<u>2,622,146</u>

Construction Commitments

The government has active construction projects as of June 30, 2020. The projects include construction of various infrastructure improvements and additions to the transportation, storm water, water, wastewater and telecommunications systems. The City has remaining commitments under construction contracts of approximately \$5,667,218 at June 30, 2020.

D. Interfund Receivable, Payable and Transfers

The internal transfers are budgeted and recorded to show legal and operational commitments between funds such as cost sharing or debt service. Interfund loans are used to assure adequate fund balances in funds where operations do not currently (on a short term basis) generate enough support through revenues.

The composition of interfund balances as of June 30, 2020, is as follows:

Fund	Transfers	
	In	Out
General fund	\$ 219,988	\$ 500
Parks fund	185,000	-
Non-major governmental	110,500	364,988
Internal Service Funds - Health Benefits Fund	-	100,000
Water Fund	-	50,000
Total	<u>\$ 515,488</u>	<u>\$ 515,488</u>

E. Long-term Debt**1. Unbonded Long-term Debt (Notes and Contracts)****The government has three promissory note agreements for financing:**

- Garfield Park – In 2016 the City borrowed \$870,000 for upgrade for the water park within Garfield Park. The debt is funded by park's share of food and beverage tax.
- Biscoe School – In 2018 the City agreed to purchase Biscoe School from the Ashland School District for \$1,540,000 at zero percent interest. The debt is paid by lease agreement.
- Biscoe Park – In 2018 the City agreed to purchase Biscoe Park from the Ashland School District for \$500,000 at zero percent interest. The debt is paid by park's share of food and beverage tax.

Promissory notes outstanding at year end are as follows;

Purpose	Activity	Original Amount	Interest Rates	Amount Outstanding
Upgrade to Garfield Water Park	Government	\$ 870,000	2.12%	\$ 505,000
Purchase of Biscoe School Building	Government	\$ 1,540,000	0.00%	1,210,000
Purchase of Biscoe School Yard	Government	\$ 500,000	0.00%	350,000
				<u>\$ 2,065,000</u>

Promissory note debt service requirement to maturity is as follows:

Year ending June 30,	Governmental Activities	
	Principal	Interest
2021	\$ 248,000	\$ 10,240
2022	250,000	8,363
2023	251,000	6,455
2024	253,000	4,516
2025	255,000	2,533
2026-2030	698,000	509
2031-2035	110,000	-
	<u>\$ 2,065,000</u>	<u>\$ 32,616</u>

2. General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities over the previous fiscal years. No new debt was issued in the category of General Obligation Bonds.

The following schedule shows the debt service requirements for GO bonds as of June 30, 2020:

Purpose	Activity	Original Amount	Interest Rates	Amount Outstanding
2005 Fire Station #1	Government activities	\$ 2,560,000	3.5-5.0%	\$ -
2011 Fire Station #2	Government activities	2,960,000	2.0-4.00%	1,820,000
2013 AFN Debt	Government activities	11,675,000	2-2.8%	5,920,000
2013 GO Bonds New Construction	Government activities	1,520,000	2-2.5%	875,000
2009 GO Bonds	Business-type activities	1,000,000	4.95%	341,796
2010 GO Bonds	Business-type activities	15,440,000	2 - 4%	2,980,000
2013 Water Debt GO Bonds	Business-type activities	1,580,000	2.00%	545,000
2013 GO Bonds New Construction	Business-type activities	3,245,000	2-2.5%	1,855,000
				<u>\$14,336,796</u>

Government Activities:

- The citizens of Ashland authorized by vote in November 1999 for the construction of Fire Station #1. In 2005, the Fire Station #1 bond was issued as a refunding bond in 2005 resulting in a savings of at least 3%. This debt is being paid by property tax.
- The citizens of Ashland authorized by vote in May 2011 for the construction of Fire Station #2. This debt is being paid by property tax.
- In 2013, a new issue for AFN Debt as Full Faith and credit bonds was a result of refinancing a previous debt for AFN. The previous debt was at 5.328 to 2.80 interest. This debt is paid by rates.
- In 2013 a new debt of \$ 4,765,000 as Full Faith and credit bonds was issued for 15 years. The purpose for these bonds are projects in the Street & Parks (\$1,520,000) and Water, Wastewater and Stormwater Funds (\$3,245,000). This debt is paid by user fees.

Business-Type Activities:

- In 2009, the City financed construction project of \$1,000,000 for the Water and Wastewater Fund. This debt is paid by user fees.
- In 2010, the City refinanced the loan for the Wastewater treatment plant project. The refinancing generated approximately \$1.34 million in net present value savings on the total debt. This debt is paid by Food and Beverage Tax.
- In 2013, the City refunded a portion of the 2003 Water Revenue Bonds in the amount of \$1,580,000. The refund resulted in \$162,000 gross savings, equivalent to \$151,000 in net present value. This debt is paid by user fees.
- In 2013, a new debt of \$ 4,765,000 as Full Faith and credit bonds was issued for 15 years. The purpose of this for these bonds are projects in the Street & Parks (\$1,520,000) and Water, Wastewater and Stormwater Funds (\$3,245,000). This debt is paid by user fees.

Future maturities of bond principal and interest at June 30, 2020, are as follows:

Year Ending June 30,	2009 GO Bonds		2010 GO Bonds		2011 GO Bonds Fire Station #2	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	79,287	15,950	\$ 1,465,000	\$ 119,200	\$ 140,000	\$ 62,938
2022	83,261	11,976	1,515,000	60,600	145,000	58,738
2023	87,433	7,804	-	-	145,000	54,388
2024	91,814	3,423	-	-	150,000	50,038
2025	-	-	-	-	160,000	45,538
2026-2030	-	-	-	-	875,000	144,288
2031-2035	-	-	-	-	205,000	82,000
2036-2040	-	-	-	-	-	-
	<u>\$ 341,795</u>	<u>\$ 39,153</u>	<u>\$ 2,980,000</u>	<u>\$ 179,800</u>	<u>\$ 1,820,000</u>	<u>\$ 497,927</u>

Year Ending June 30,	2013 AFN Debt		2013 Water Debt GO Bonds		2013 GO Bonds New Construction	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 1,130,000	\$ 133,410	\$ 180,000	\$ 9,100	\$ 320,000	\$ 55,925
2022	1,155,000	109,116	180,000	5,500	325,000	49,475
2023	1,180,000	81,373	185,000	1,850	330,000	42,925
2024	1,210,000	50,741	-	-	330,000	36,325
2025	1,245,000	17,430	-	-	340,000	29,413
2026-2030	-	-	-	-	1,085,000	40,201
2031-2035	-	-	-	-	-	-
2036-2040	-	-	-	-	-	-
	<u>\$ 5,920,000</u>	<u>\$ 392,070</u>	<u>\$ 545,000</u>	<u>\$ 16,450</u>	<u>\$ 2,730,000</u>	<u>\$ 254,264</u>

Year Ending June 30,	Total	
	Principal	Interest
2021	3,314,287	396,523
2022	3,403,261	295,405
2023	1,927,433	188,339
2024	1,781,814	140,527
2025	1,745,000	92,381
2026-2030	1,960,000	184,489
2031-2035	205,000	82,000
2036-2040	-	-
	<u>\$ 14,336,795</u>	<u>\$ 1,379,664</u>

3. Revenue Bonds

The government also issues bonds on which the government pledges income derived from the acquired or constructed assets to pay debt service.

Purpose	Activity	Original Amount	Interest Rates	Amount Outstanding
Crebs	Business-type activities	\$ 304,000	3.8-6.01%	\$ 43,428
IFA S14005 - Water	Business-type activities	3,515,200	1.00%	3,460,752
DEQ R11751 - Wastewater	Business-type activities	1,645,280	1.00%	1,485,900
Medford Water Commission	Business-type activities	2,358,076	3.42%	1,859,818
IFA S16021 - Water	Business-type activities	1,445,740	1.00%	2,549,591
DEQ R11754 - Wastewater	Business-type activities	694,859	1.00%	817,588
				<u>\$ 10,217,077</u>

- Clean Renewable Energy Bonds, authorized by U.S. Treasury, is for construction of a renewable resource photovoltaic system to generate “green power” for the city’s electrical system. Electric rate revenue is pledged to pay the related debt service.
- IFA #S14005 is complete as of this fiscal year, this loan was for three projects; TAP, Terrace St Pump Station and Park Estates Pump Station. This loan received \$950,000 in principal forgiveness. Water revenue was pledged.
- The DEQ #R11751 loan is for the wastewater treatment plant for the membrane system upgrade in the amount of \$1,645,280. This project is complete and the City is now paying on this loan.
- The Medford Water Commission loan is for the City’s portion of receiving services for TAP. This is being paid by SDC’s Revenue.
- IFA #S16021 is for the new water treatment plant. Total drawdown for this fiscal year was \$1,103,851 bringing the loan to \$2,549,591. No payments will be made until the project is complete. This loan is for a total of \$14,811,865 with \$1,030,000 in principal forgiveness.
- DEQ #R11753 is for the Ashland Canal Piping project. This project was cancelled. The drawdown of \$231,697 was returned.
- DEQ #R11754 is for the Riparian Restoration and Outfall Relocation project. This loan is for a total of \$4,829,000. To date, \$817,588 has been received as a drawdown.

The City of Ashland has signed agreements in the amount of \$23,426,065 as June 30, 2020. Of that amount, the City drew down a total of \$1,226,580.

Purpose	Activity	Signed Agreements	Balance June 30, 2019	Drawdowns	Reclass	Balance June 30, 2020
IFA S14005 - Water	Business-type activities	3,515,200	\$ 3,515,200	\$ -	\$ 3,515,200	\$ -
IFA S16021 - Water	Business-type activities	13,781,865	1,445,740	1,103,851	-	2,549,591
DEQ R11753 - Water	Business-type activities	1,300,000	231,697	-	231,697	-
DEQ R11754 - Wastewater	Business-type activities	4,829,000	694,859	122,729	-	817,588
		<u>\$ 23,426,065</u>	<u>\$ 5,887,496</u>	<u>\$ 1,226,580</u>	<u>\$ 3,746,897</u>	<u>\$ 3,367,179</u>

Revenue bond debt service requirements to maturity are as follows:

Year Ending June 30,	Principal	Interest
2021	\$ 631,905	\$ 162,517
2022	637,483	156,127
2023	621,489	149,725
2024	627,355	143,307
2025	633,370	136,735
2026-2030	2,957,520	504,703
2031-2035	2,282,645	216,849
2036-2040	601,685	79,351
2040-2044	632,377	48,660
2045-2049	591,248	15,780
	<u>\$ 10,217,076</u>	<u>\$ 1,613,753</u>

Moody's Investors Services assigned an "A1" rating to both the Tax-Exempt Bonds and the Taxable Bonds. The following table on page 72 shows the activities for both Governmental and Business type as they relate to long term liabilities.

4. Changes in Long-term Liabilities

Long-term liability activity for the year ended June 30, 2020, was as follows:

	Beginning Balance	Additions and Adjustments	Reductions	Ending Balance	Due within One Year
Governmental Activities:					
Bonds payable:					
General obligation	\$ 10,205,000	\$ -	\$ 1,590,000	\$ 8,615,000	\$ 1,375,000
Total bonds payable, net of premiums and discounts	10,205,000	-	1,590,000	8,615,000	1,375,000
Notes and contracts	2,311,000	-	246,000	2,065,000	248,000
Claims and judgements	17,247	32,753	-	50,000	50,000
Government Activities:					
Long-term liabilities	<u>\$ 12,533,247</u>	<u>\$ 32,753</u>	<u>\$ 1,836,000</u>	<u>\$ 10,730,000</u>	<u>\$ 1,673,000</u>
Business-type Activities:					
Bonds Payable:					
General obligation	\$ 7,607,299	\$ -	\$ 1,885,503	\$ 5,721,796	\$ 1,939,287
Revenue	9,502,511	1,226,580	512,014	10,217,077	331,905
Total bonds payable, net of premiums and discounts	17,109,810	1,226,580	2,397,517	15,938,873	2,271,192
Business-type Activities:					
Long-term liabilities	<u>\$ 17,109,810</u>	<u>\$ 1,226,580</u>	<u>\$ 2,397,517</u>	<u>\$ 15,938,873</u>	<u>\$ 2,271,192</u>

F. Compensated Absences

Internal service funds predominantly serve governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end, \$281,121 of the Internal Service Fund was compensated absences.

The General Fund is typically used to liquidate the compensated absences for governmental funds. The balances of the compensated absences in accounts payable in the governmental and business-type are as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due within a Year
Governmental Activities:	\$ 1,163,640	\$ 8,887	\$ -	\$ 1,172,527	\$ 293,132
Business-type Activities:	637,004	69,149	4,273	701,880	175,470
Total compensated absences payable	<u>\$ 1,800,644</u>	<u>\$ 78,036</u>	<u>\$ 4,273</u>	<u>\$ 1,874,407</u>	<u>\$ 468,602</u>

IV. OTHER INFORMATION

A. Risk Management

The government is exposed to various risks of loss related to: torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; workers' compensation; and post retirement benefits for which the government is self-insured to defined levels. The government has established limited risk management programs for liability and workers' compensation.

The government purchases re-insurance above defined loss levels in each program. Premiums are paid into the Insurance Services internal service fund by all other funds, component units, and potential component units, and are available to pay claims, claim reserves, and administrative costs of the programs. These interfund and agency premiums are used to offset the amount of claims expenditures reported. As of June 30, 2020, such premiums did not exceed paid claims and reserves.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, change in legal doctrines, and damage awards. Accordingly, claims are re-evaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. Liability claims have a seven year statute of limitations and open claims, not in litigation, are frozen. An excess insurance policy covers claims after an aggregate annual settlement of \$50,000.

The City has not had significant reductions in insurance coverage from prior years.

Settlements have not exceeded coverages in each of the last three fiscal years. Workers' compensation claims are carried and reviewed from the date of self-insurance, July 1, 1989. An excess insurance policy covers individual claims in excess of \$300,000. Changes in the balances of claims liability during the past two years are as follows:

	Year ended June 30, 2020	Year ended June 30, 2019
Unpaid claims, beginning of fiscal year	\$ 17,247	\$ 17,247
Incurred claims (including IBNRs)	32,753	-
Unpaid claims, end of fiscal year	\$ 50,000	\$ 17,247

On July 1, 2019 the City dissolved its self-funded health insurance plan to mitigate rising costs and uncertain expenditures. The City agrees to an 18-month plan that provides the same benefits levels at the same premium. After the 18 months the City will then purchase insurance in the open market.

B. Other Post Employment Benefit Plans

Insurance Subsidy

The post employment Health Insurance Subsidy is administered by the City of Ashland. The City has elected to use the project unit credit cost method.

Plan Description - The City operates a single-employer retiree benefit plan that provides post employment health, dental, vision and life insurance benefits to eligible employees and their spouses. There are active and retired members in the plan. Benefits and eligibility for members are established through the collective bargaining agreements. The City's post-retirement healthcare plan was established in accordance with Oregon Revised Statutes (ORS) 243.303. ORS stipulated that for the purpose of establishing healthcare premiums, the rate must be based on all plan members, including both active employees and retirees.

The difference between retiree claims cost (which is generally higher in comparison to all plan members because of the effect of age) and the amount of retiree healthcare premiums represents the City's implicit employer contribution.

The City did not establish an irrevocable trust (or equivalent arrangement) to account for the plan.

Funding Policy – The benefits from this program are paid by the retired employees on a self-pay basis and the required contribution is based on projected pay-as-you go financing requirements. There is no obligation on the part of the City to fund these benefits in advance.

Annual OPEB Cost and Total OPEB Liability - The City's annual Other Post Employment Benefit (OPEB) cost is calculated based on the annual required contribution (ARC) of the employer and an amount actuarially determined in accordance within the parameters of GASBS 75. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

Actuarial Methods and Assumptions – The ARC for the current year was determined as part of the July 1, 2018 actuarial valuation, using the present value of projected benefits discounted at the valuation interest rate (6.75 percent). The assumed health costs will increase 7 percent in the first year (July 1, 2018, premiums compared with July 1, 2017, premiums). In future years, the medical and vision cost trend varies from 7.00 percent to 4.75 percent depending upon the timing of the excise tax scheduled to affect health care benefits beginning in 2022. The demographic assumptions, such as mortality rates, disability incidence rates, retirement rates and withdrawal rates, are the same as those used by Oregon PERS for cities.

2020 Notes to Basic Financial Statements

Changes in the total OPEB liability:

	2020
Total OPEB Liability, beginning of year	\$ 3,840,270
<u>Changes for the year:</u>	
Service Cost	133,242
Interest	147,300
Changes of Benefit Terms	-
Differences between expected and actual exp	-
Changes of economic/demographic gains	-
Changes of assumptions or other input	131,690
Benefit Payments	(337,855)
Net change for the year	<u>74,377</u>
Total OPEB Liability, end of year	<u>\$ 3,914,647</u>

At June 30, 2020 the City reported deferred inflows and outflows of resources related to OPEB from the following source:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 1,111,425	\$ -
Changes in assumptions	115,559	(524,296)
Net changes in proportionate share	-	-
Difference between the City contributions and proportionate share of contributions	<u>-</u>	<u>-</u>
Subtotal - Amortized Deferrals (below)	1,226,984	(524,296)
City Contributions subsequent to measurement date	<u>286,850</u>	<u>-</u>
Net Deferred outflow (inflow) of resources	<u>\$ 1,513,834</u>	<u>\$ (524,296)</u>

Other amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expenses as follows:

Year ending June 30,	Amount
2021	\$ 109,576
2022	109,576
2023	109,576
2024	109,576
2025	110,813
Thereafter	153,571
Total	<u>\$ 702,688</u>

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher.

	1% Decrease 2.50%	Discounted Rate 3.50%	1% Increase 4.50%
Total OPEB Liability	\$ 4,300,485	\$ 3,914,647	\$ 3,578,140

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using health care cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current health care trend rates.

	Healthcare Cost Trend Rates (6.50% - decreasing to 3.50%)	Healthcare Cost Trend Rates (7.50% - decreasing to 4.50%)	Healthcare Cost Trend Rates (8.50% - decreasing to 5.50%)
Total OPEB Liability	\$ 3,680,769	\$ 3,914,647	\$ 4,190,322

Retirement Health Insurance Account

Plan Description:

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

Funding Policy:

Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to \$60 dollars or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the Retirement Health Insurance Account established by the employer, and any monthly cost in excess of \$60 dollars shall be paid by the eligible retired member in the manner provided in ORS 238.410. To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in OPERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in OPERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in an OPERS-sponsored health plan. A surviving spouse or dependent of a deceased OPERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from OPERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

2020 Notes to Basic Financial Statements

Participating cities are contractually required to contribute to RHIA at a rate assessed each year by OPERS, and the City currently contributes 0.06 of annual covered OPERS payroll and nothing for OPSRP payroll under a contractual requirement in effect until June 30, 2020. The OPERS Board of Trustees sets the employer contribution rates based on the annual required contribution of the employers (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 74. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The City's contributions to RHIA for the years ended June 30, 2020 was \$4,400 respectively, which equaled the required contributions each year.

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ -	\$ 46,171
Changes in assumptions	-	363
Net difference between projected and actual earnings on OPEB plan investments	-	21,611
Net changes in proportionate share	411	5,720
Difference between the City contributions and proportionate share of contributions	-	-
Subtotal - Amortized Deferrals (below)	411	73,865
City Contributions subsequent to measurement date	-	-
Net Deferred outflow (inflow) of resources	<u>\$ 411</u>	<u>\$ 73,865</u>

Amounts reported as deferred outflows or inflow of resources related to pension will be recognized in pension expense as follows:

Year ending June 30,	Amount
2021	\$ (37,627)
2022	(33,798)
2023	(4,255)
2024	2,226
2025	-
Thereafter	-
Total	<u>\$ (73,454)</u>

Sensitivity of the Parks proportionate share of the net pension liability to changes in the discount rate – The following presents the Parks proportionate share of the net pension liability calculated using the discount rate of 7.20 percent, as well as what the Parks proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate.

	Decrease (6.2%)	Rate (7.2%)	Increase (8.2%)
City's proportionate share of the net OPEB asset	\$ (271,438)	\$ (350,126)	\$ (417,173)

C. Employee Retirement System and Pension Plan

Plan Description – The Oregon Public Employees Retirement System (PERS) consists of a single cost-sharing multiple-employer defined benefit plan. All benefits of the system are established by the legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Oregon PERS produces an independently audited Comprehensive Annual Financial Report which can be found at <https://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-information.aspx>

- a. **PERS Pension (Chapter 238).** The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003.
 - i. **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, and 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 benefits 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 1 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 2 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.
 - ii. **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 on or more of the following contributions are met:
 - member was employed by PERS employer at the time of death,
 - member died within 120 days after termination of PERS covered employment,
 - member died as a result of injury sustained while employed in a PERS-covered job, or
 - member was on an official leave of absence from a PERS-covered job at the time of death.

- iii. **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.
 - iv. **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 equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on the amount of the annual benefit.
- b. **OPSRP Pension Program (OPSRP DB).** The ORS Chapter 238A Defined Benefit Pension Program provides benefits to members hired on or after August 29, 2003.
- i. **Pension Benefits.** 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 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.
 - ii. **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.
 - iii. **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.
 - iv. **Benefit Changes After Retirement.** Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on the amount of the annual benefit.

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. The 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, 2017 actuarial valuation, which became effective July 1, 2019. The state of Oregon and certain schools, community colleges, and political subdivision have made unfunded actuarial liability payments and their rates have been reduced. Employer contributions for the year ended June 30, 2020 were \$4,625,633, excluding amounts to fund employer specific liabilities. In addition, approximately \$1,191,979 in employee contributions were paid or picked up by the City in fiscal 2020. At June 30, 2020, the City reported a net pension liability of \$36,414,527 for its proportionate share of the net pension liability. The pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation dated December 31, 2017. 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 employers, actuarially determined. As of the measurement date of June 30, 2020, the City's proportion was .21 percent. Pension expense for the year ended June 30, 2020 was \$5,817,613.

The rates in effect for the year ended June 30, 2020 were:

- (1) Tier 1/Tier 2 – 21.43%
- (2) OPSRP general services – 14.49%
- (3) Tier 1/Tier 2 Police and Fire – 26.39%
- (4) OPSRP Police and Fire – 19.26%

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 2,008,154	\$ -
Changes in assumptions	4,940,046	-
Net difference between projected and actual earnings on pension plan investments	-	1,032,315
Net changes in proportionate share	594,352	1,747,335
Difference between the Commission contributions and proportionate share of contributions	600,993	37,589
Subtotal - Amortized Deferrals (below)	8,143,545	2,817,239
City Contributions subsequent to measurement date	4,625,633	-
Net Deferred outflow (inflow) of resources	\$ 12,769,178	\$ 2,817,239

The amount of contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the fiscal year ended June 30, 2021.

2020 Notes to Basic Financial Statements

Amounts reported as deferred outflows or inflow of resources related to pension will be recognized in pension expense as follows:

<u>Year ending June 30,</u>	<u>Amount</u>
2021	\$ 3,079,973
2022	134,098
2023	1,035,059
2024	985,415
2025	91,761
Thereafter	-
Total	<u>\$ 5,326,306</u>

Actuarial Valuations – The employer contribution rates effective July 1, 2019 through June 30, 2021, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (estimated amount necessary to finance benefits earned by employees during the current service year), (2) an amount for the amortization unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an actuarially determined amount for funding a disability benefit component, and (c) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

Valuation date	December 31, 2017
Measurement date	June 30, 2019
Experience Study	2016, published July 26, 2017
Actuarial cost method	Entry age normal
Actuarial assumptions:	
Inflation rate	2.50%
Investment rate of return	7.20%
Discount rate	7.20%
Projected salary increases	3.50%
Cost of living adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with Moro decision; blend based on service
Mortality	Healthy retirees and beneficiaries: RP-2014 Healthy annuitant, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Active Member: RP-2014 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Disable retirees: RP-2014 Disabled Retirees, sex-distinct, generation with Unisex, Social Security Data Scale.

Actuarial Methods and Assumptions:

Actuarial valuations of an ongoing plan involve estimates of value of reported amounts 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 method and assumptions shown are based on the 2016 Experience Study which is reviewed for the four-year period ending December 31, 2016.

Assumed Asset Allocation:

Asset Class/Strategy	Low Range	High Range	OIC Target
Cash	0.0%	3.0%	0.0%
Debt Securities	15.0%	25.0%	20.0%
Public Equity	32.5%	42.5%	37.5%
Real Estate	9.5%	15.5%	12.5%
Private Equity	14.0%	21.0%	17.5%
Alternative Equity	0.0%	12.5%	12.5%
Opportunity Portfolio	0.0%	3.0%	0.0%
Total			100%

Long-Term Expected Rate of Return:

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

Asset Class	Target	Compound Annual Return (Geometric)
Core Fixed Income	8.00%	4.00%
Short-Term Bonds	8.00%	3.61%
Bank/Leveraged Loans	3.00%	5.42%
High Yield Bonds	1.00%	6.20%
Large/Mid Cap US Equities	15.75%	6.70%
Small Cap US Equities	1.31%	6.99%
Micro Cap US Equities	1.31%	7.01%
Developed Foreign Equities	13.13%	6.73%
Emerging Market Equities	4.12%	7.25%
Non-US Small Cap Equities	1.88%	7.22%
Private Equity	17.50%	7.97%
Real Estate (Property)	10.00%	5.84%
Real Estate (REITS)	2.50%	6.69%
Hedge Fund of Funds - Diversified	2.50%	4.64%
Hedge Fund - Event-driven	0.63%	6.72%
Timber	1.88%	5.85%
Farmland	1.88%	6.37%
Infrastructure	3.75%	7.13%
Commodities	1.88%	4.58%
Assumed Inflation - Mean		2.50%

Discount Rate – The discount rate used to measure the total pension liability was 7.20 percent for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from the 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.

The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.20 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 (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate.

	Decrease (6.2%)	Rate (7.2%)	Increase (8.2%)
City's proportionate share of the net pension liability	\$ 58,314,635	\$ 36,414,527	\$ 18,087,155

Changes Subsequent to the Measurement Date

As described above, GASB 67 and GASB 68 require the Total Pension Liability to be determined based on the benefit terms in effect at the Measurement Date. Any changes to benefit terms that occurs after that date are reflected in amounts reported for the subsequent Measurement Date. However, Paragraph 80f of GASB 68 requires employers to briefly describe any changes between the Measurement Date and the employer's reporting date that are expected to have a significant effect on the employer's share of the collective Net Pension Liability, along with an estimate of the resulting change, if available.

On June 11, 2019, Senate Bill 1049 was enacted by the People of the State of Oregon. The elements of the bill include a variety of policy and program changes which will affect the City's pension plan. Most prominent are a one time 22-year re-amortization of unamortized actuarial liability for Tier 1 and Tier 2 employees and contributions rate adjustments. In August 2019, a petition was filed with the Oregon Supreme Court challenging the constitutionality of certain portions of SB 1049. The city cannot predict whether the petitioners will be successful in whole or in part nor what the impact of a successful challenge will be.

Deferred Compensation Plan

A deferred compensation plan is available to employees wherein they may execute an individual agreement with the City for amounts earned by them to not be paid until a future date when certain circumstances are met. These circumstances are: termination by reason of death, disability, resignation, or retirement. Payment to the employee will be made over a period not to exceed 15 years. The deferred compensation plan is one which is authorized under IRC Section 457 and has been approved in its specifics by a private ruling from the Internal Revenue Service. The assets of the plan are held by the administrator for the sole benefit of the plan participants and are not considered assets or liabilities of the City.

OPSRP Individual Account Program (OPSRP IAP)*Plan Description:*

Employees of the City are provided with pensions through OPERS. All the benefits of OPERS are established by the Oregon legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003. Chapter 238A created the Oregon Public Service Retirement Plan (OPSRP), which consists of the Defined Benefit Pension Program and the Individual Account Program (IAP). Membership includes public employees hired on or after August 29, 2003. PERS members retain their existing defined benefit plan accounts, but member contributions are deposited into the member's IAP account. OPSRP is part of OPERS, and is administered by the OPERS Board.

Pension Benefits:

Participants in OPERS defined benefit pension plans also participate in their defined contribution plan. 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 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.

Contributions:

PERS has a mandatory retirement contribution from employees. However, the City pays six (6) percent of their covered payroll as a money-saving concession that was negotiated in collective bargaining agreements. The City did not make any optional contributions to member's IAP accounts for the year ended June 30, 2020.

E. Fund Balance Constraints

The specific purposes for each of the categories of the fund balance as of June 30, 2020, are as follows:

Fund Balances:	General Fund	Street Fund	Parks	Non Major Funds	Total
Nonspendable:					
Perpetual care	\$ -	\$ -	\$ -	\$ 954,825	\$ 954,825
Restricted for:					
Asset forfeiture	35,217	-	-	-	35,217
TOT tourism	501,558	-	-	-	501,558
CDBG restriction	-	-	-	36,620	36,620
SDC - Transportation	-	1,681,185	-	-	1,681,185
SDC - Parks	-	-	-	164,540	164,540
Debt commitment	-	-	-	1,037,697	1,037,697
Committed for:					
Parking surcharge	397,017	-	-	-	397,017
Public art	43,075	-	-	-	43,075
Future Downtown parking supply restriction	413,558	-	-	-	413,558
Affordable housing	-	-	-	109,079	109,079
Grubbs Case	22,235	-	-	-	22,235
Street activities	-	-	-	-	-
Parks activities	-	-	1,362,768	1,596,623	2,959,391
Airport activities	-	-	-	376,568	376,568
Food and beverage tax	-	-	-	-	-
CIP - Facilities	-	-	-	754,031	754,031
Assigned for:					
N/A					
Unassigned:	3,680,245	-		-	3,680,245
Total fund balances:	\$ 5,092,905	\$ 1,681,185	\$ 1,362,768	\$ 5,029,983	\$ 13,166,841

F. Service Concession Agreement

The City of Ashland contracts with Skinner Aviation to operate the City owned airport. Skinner Aviation has been the airport's Fixed Base Operator since 1993 and is responsible for all oversight of the airport facilities including radio control, fuel facility, aircraft maintenance, hangar rental collection, flight training and facility maintenance. They collect the income for the City and remit the City's revenue on a monthly basis. They keep 25% of the monthly revenue and receive a credit for Water and Garbage services. No upfront monies were exchanged by either party when the contract was executed, so thus there is not an asset or liability to recognize in the financial statements.

G. Tax Abatements

As of June 30, 2020, City of Ashland provides tax abatements through one significant program: Enterprise Zone.

Enterprise Zone (ORS 285C.175):

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

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

For the fiscal year ended June 30, 2020, City of Ashland abated property taxes under these program in FY 19/20 for \$3,890.

H. Contingency

The City is involved in various claims and legal matters relating to its operations which have all been tended to and are either being adjusted by the City's liability carrier or are being defended by attorneys retained by the City's liability carrier. The status of these matters is uncertain at this time. Any potential loss is also uncertain.

I. Covid-19

In March 2020, the World Health Organization declared the novel coronavirus outbreak a public health emergency. The duration and magnitude of the impact of the novel coronavirus and resulting disruption to the City operations is not quantifiable at the time of this report.

REQUIRED SUPPLEMENTARY INFORMATION



CITY OF ASHLAND, OREGON
Required Supplemental Information
SCHEDULE OF CHANGES IN OTHER POST EMPLOYMENT BENEFITS (OPEB)
LIABILITY AND RELATED RATIOS MEDICAL BENEFIT
For the year ended June 30, 2020

	2020	2019	2018
Total OPEB Liability based on measurement date at June 30	\$ 3,840,270	\$ 2,928,939	\$ 3,065,279
<u>Changes for the year:</u>			
Service Cost	133,242	151,823	161,964
Interest	147,300	105,593	88,807
Changes of Benefit Terms	-	-	-
Differences between expected and actual experience	-	-	-
Changes of economic/demographic gains	-	1,471,245	-
Changes of assumptions or other input	131,690	(552,532)	(163,128)
Benefit Payments	(337,855)	(264,798)	(223,681)
Net change for the year	74,377	911,331	(136,038)
Total OPEB Liability at June 30	\$ 3,914,647	\$ 3,840,270	\$ 2,929,241
Fiduciary Net Position - Beginning	\$ -	\$ -	\$ -
Contributions - Employer	-	-	-
Contributions - Employee	337,855	264,798	223,681
Net Investment Income	-	-	-
Benefit Payments	-	-	-
Administrative Expense	(337,855)	(264,798)	(223,681)
Net change in Fiduciary Net Position	-	-	-
Fiduciary Net Position - End of Year	-	-	-
Total OPEB Liability at End of Year	\$ 3,914,647	\$ 3,840,270	\$ 2,929,241
Fiduciary Net Position as a percentage of the total Single Employer OPEB Liability	0%	0%	0%
Covered Payroll	\$ 19,757,586	\$ 19,642,352	\$ 18,161,024
Net Single Employer OPEB Plan as a Percentage of Covered Payroll	19.8%	19.6%	16.1%

Note: This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full year trend has been complied, information is presented for the years for which the required supplementary schedule information is available.

CITY OF ASHLAND, OREGON
Required Supplemental Information

Schedule of Proportionate Share of Net OPEB Asset - PERS

<u>Measurement date as of June 30:</u>	2019
Proportion of the net OPEB liability (asset)	0.2046%
Proportionate share of the net OPEB liability (asset)	(280,916)
Covered payroll	17,561,324
Proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	1.60
Plan net position as percentage of the total OPEB Liability	10.1%

Schedule of OPEB Contributions

<u>Fiscal year ended June 30:</u>	2020
Contractually required contribution	\$ 4,829,711
Contributions in relation to the contractually required contribution	<u>\$ 4,829,711</u>
Contribution deficiency (excess)	<u>-</u>
 Covered payroll	 17,460,741
Contributions as a percentage of covered payroll	27.7%

Note: This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full year trend has been complied, information is presented for the years for which the required supplementary schedule information is available.

REQUIRED SUPPLEMENTARY INFORMATION
For the year ended June 30, 2020

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ended June 30,	(a) Employer's proportion of the net pension liability (NPL)	(b) Employer's proportionate share of the net pension liability (NPL)	(c) covered payroll	(b/c) NPL as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2020	0.2046%	\$ (36,414,527)	\$ 17,561,324	(207.4) %	80.2 %
2019	0.2046%	(30,987,200)	16,232,406	(190.9)	80.6
2018	0.2157%	(29,084,032)	15,950,222	(182.3)	83.1
2017	0.2157%	(34,849,280)	15,571,834	(223.8)	80.5
2016	0.2590%	(14,910,215)	14,948,474	(99.7)	91.9
2015	0.2424%	(5,498,618)	17,016,281	(32.3)	103.6
2014	0.2424%	(12,379,260)	16,753,124	(73.9)	92.0

The amounts presented for each fiscal year were actuarial determined at 12/31 and rolled forward to the measurement date.

These schedules are presented to illustrate the requirements to show information for 10 years. However until a full 10 year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

SCHEDULE OF CONTRIBUTIONS

Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	covered payroll	Contributions as a percent of covered payroll
2020	\$ 4,157,228	\$ 4,157,228	\$ -	\$ 17,460,741	23.8 %
2019	3,396,359	3,396,359	-	17,561,324	19.3
2018	3,162,190	3,162,190	-	16,232,406	19.5
2017	2,774,267	2,774,267	-	15,950,222	17.4
2016	2,805,936	2,805,936	-	15,571,834	18.0
2015	2,389,586	2,389,586	-	14,948,474	16.0
2014	2,604,925	2,604,925	-	17,016,281	15.3

The amounts presented for each fiscal year were actuarial determined at 12/31 and rolled forward to the measurement date.

These schedules are presented to illustrate the requirements to show information for 10 years. However until a full 10 year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
Revenues:	Original	Final			
Taxes	\$ 47,833,328	\$ 47,833,328	\$ 22,071,780	\$ 22,071,780	\$ (25,761,548)
Fees, licenses and permits	1,898,300	1,898,300	1,095,600	1,095,600	(802,700)
Intergovernmental	3,013,342	3,747,692	2,217,898	2,217,898	(1,529,794)
Charges for services	3,328,001	3,441,833	1,671,137	1,671,137	(1,770,696)
Fines and forfeitures	1,210,800	1,210,800	418,514	418,514	(792,286)
Interest on investments	251,250	251,250	107,484	107,484	(143,766)
Miscellaneous	140,245	140,245	55,509	55,509	(84,736)
Total revenues	57,675,266	58,523,448	27,637,922	27,637,922	(30,885,526)
Expenditures:					
General Government:					
Administration	2,559,724	2,559,724	1,329,759	1,329,759	1,229,965
Finance :					
Band	132,733	132,733	48,382	48,382	84,351
Parks Services	10,783,800	10,783,800	5,391,900	5,391,900	5,391,900
Public Works:					
Cemetery	1,075,095	1,075,095	459,164	459,164	615,931
Community Development:					
Planning	3,463,963	3,463,963	1,769,254	1,769,254	1,694,709
Building	1,677,657	1,677,657	793,354	793,354	884,303
Social services	268,000	268,000	134,000	134,000	134,000
Miscellaneous	38,000	38,000	22,893	22,893	15,107
Total general government	19,998,972	19,998,972	9,948,706	9,948,706	10,050,266
Public Safety:					
Police	16,719,886	16,719,886	7,768,441	7,768,441	8,951,445
Municipal court	1,406,655	1,406,655	653,523	653,523	753,132
Fire and rescue	19,255,049	20,103,231	9,396,269	9,396,269	10,706,962
Total public safety	37,381,590	38,229,772	17,818,233	17,818,233	20,411,539
Contingency	800,000	800,000	-	-	800,000
Total expenditures	58,180,562	59,028,744	27,766,939	27,766,939	31,261,805
Excess (deficiency) of revenues over (under) expenditures	(505,296)	(505,296)	(129,017)	(129,017)	376,279
Other financing sources (uses):					
Transfers in	850,000	850,000	219,988	219,988	(630,012)
Transfers out	(211,000)	(211,000)	(500)	(500)	210,500
Total other financing sources (uses)	639,000	639,000	219,488	219,488	(419,512)
Net change in fund balance	133,704	133,704	90,471	90,471	(43,233)
Fund balance, Beginning	4,119,443	4,119,443	4,963,178	4,963,178	843,735
Fund balance, Ending	\$ 4,253,147	\$ 4,253,147	\$ 5,053,649	\$ 5,053,649	\$ 800,502

Reconciliation to GAAP fund balance :

Reserve fund balance:

39,256
\$ 5,092,905

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
STREET FUND

For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Taxes	\$ 1,548,000	\$ 1,548,000	\$ 398,771	\$ 398,771	\$ (1,149,229)
Intergovernmental	5,007,336	5,007,336	1,502,423	1,502,423	(3,504,913)
Charges for services	3,304,000	3,304,000	1,867,077	1,867,077	(1,436,923)
System development charges (SDC)	200,000	200,000	11,576	11,576	(188,424)
Assessments	60,000	60,000	3,319	3,319	(56,681)
Interest on investments	200,000	200,000	65,516	65,516	(134,484)
Miscellaneous	168,290	168,290	587	587	(167,703)
Total revenues	10,487,626	10,487,626	3,849,269	3,849,269	(6,638,357)
Expenditures:					
Highways and streets:					
Operations and maintenance	20,364,474	20,364,474	6,262,347	6,262,347	14,102,127
Transportation SDCs	930,213	930,213	353,846	353,846	576,367
Total highways and streets	21,294,687	21,294,687	6,616,193	6,616,193	14,678,494
Debt Service:					
Operations and maintenance Debt	251,460	251,460	367,830	367,830	(116,370)
Total Debt	251,460	251,460	367,830	367,830	(116,370)
Contingency	43,700	43,700	-	-	43,700
Total expenditures	21,589,847	21,589,847	6,984,023	6,984,023	14,605,824
Excess (deficiency) of revenues over (under) expenditures	(11,102,221)	(11,102,221)	(3,134,754)	(3,134,754)	7,967,467
Other financing sources (uses):					
Bond proceeds	11,000,000	11,000,000	-	-	(11,000,000)
Total other financing sources (uses)	11,000,000	11,000,000	-	-	(11,000,000)
Net change in fund balance	(102,221)	(102,221)	(3,134,754)	(3,134,754)	(3,032,533)
Fund balance, Beginning	3,762,408	3,762,408	4,815,939	4,815,939	1,053,531
Fund balance, Ending	\$ 3,660,187	\$ 3,660,187	\$ 1,681,185	\$ 1,681,185	\$ (1,979,002)

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PARKS AND RECREATION FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Intergovernmental	\$ 30,000	\$ 77,500	\$ 190,356	\$ 190,356	\$ 112,856
Charges for services - External	2,346,575	2,346,575	819,535	819,535	(1,527,040)
Charges for services - Internal	10,783,800	10,783,800	5,391,900	5,391,900	(5,391,900)
Interest on investments	46,853	46,853	19,232	19,232	(27,621)
Miscellaneous	62,000	69,209	33,425	33,425	(35,784)
Total revenues	13,269,228	13,323,937	6,454,448	6,454,448	(6,869,489)
Expenditures:					
Parks and Recreation:					
Operations and maintenance	8,209,415	8,226,915	3,769,517	3,769,517	4,457,398
Recreation	2,957,983	2,965,598	1,261,136	1,261,136	1,704,462
Forestry Division	985,619	1,014,695	481,257	481,257	533,438
Senior Service Division	700,180	700,698	317,639	317,639	383,059
Golf Course	1,195,850	1,195,850	578,354	578,354	617,496
Total Parks and Recreation	14,049,047	14,103,756	6,407,903	6,407,903	7,695,853
Contingency	150,000	150,000	-	-	150,000
Total expenditures	14,199,047	14,253,756	6,407,903	6,407,903	7,845,853
Excess (deficiency) of revenues over (under) expenditures	(929,819)	(929,819)	46,545	46,545	976,364
Other financing sources (uses):					
Transfers in	370,000	370,000	185,000	185,000	(185,000)
Total other financing sources (uses)	370,000	370,000	185,000	185,000	(185,000)
Net change in fund balance	(559,819)	(559,819)	231,545	231,545	791,364
Fund balance, Beginning	611,076	611,076	842,877	842,877	231,801
Fund balance, Ending	\$ 51,257	\$ 51,257	\$1,074,422	\$ 1,074,422	\$ 1,023,165
(1) Appropriation level					
Reconciliation to GAAP fund balance :					
Equipment fund balance:			288,346		
Total GAAP fund balance			<u>\$1,362,768</u>		

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

The budgetary basis differs from GAAP when the City has interfund loan transactions. For the budgetary basis, it is considered another financing source; for GAAP it is purely a balance sheet transaction



SUPPLEMENTARY INFORMATION

Combining Individual Fund Statements and
Other Financial Schedules



CITY OF ASHLAND, OREGON
COMBINING BALANCE SHEET
ALL NON-MAJOR FUNDS
June 30, 2020

	Governmental Fund Types						Permanent	Total Other
	Housing Fund	CDBG Fund	Airport Fund	Capital Improvements Fund	Parks Capital Improvements Fund	Debt Service Fund	Fund Type Cemetery Trust Fund	
ASSETS								
Cash and cash equivalents	\$ 110,580	\$ 41,857	\$ 298,221	\$ 975,982	\$ 1,612,734	\$ 1,030,682	\$ -	\$ 4,070,056
Receivables (net of allowance for uncollectible)	59,252	79,542	97,354	54,106	-	40,306	3,378	333,938
Cash - restricted	-	-	-	-	-	-	951,447	951,447
Total assets	169,832	121,399	395,575	1,030,088	1,612,734	1,070,988	954,825	5,355,441
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES								
Accounts payable	1,501	84,779	19,007	59,468	16,111	-	-	180,866
Total liabilities	1,501	84,779	19,007	59,468	16,111	-	-	180,866
Deferred Inflows of Resources:								
Unavailable revenue - property taxes	-	-	-	-	-	33,291	-	33,291
Unavailable revenue - special assessments	59,252	-	-	52,049	-	-	-	111,301
	<u>59,252</u>	<u>-</u>	<u>-</u>	<u>52,049</u>	<u>-</u>	<u>33,291</u>	<u>-</u>	<u>144,592</u>
Fund Balances:								
Non Spendable: Perpetual care	-	-	-	-	-	-	954,825	954,825
Restricted for:								
CDBG restriction	-	36,620	-	-	-	-	-	36,620
Systems development charges	-	-	-	164,540	-	-	-	164,540
Debt service	-	-	-	-	-	1,037,697	-	1,037,697
Committed for:								
Housing Fund	109,079	-	-	-	-	-	-	109,079
Special revenue funds	-	-	376,568	-	-	-	-	376,568
Parks activities	-	-	-	-	1,596,623	-	-	1,596,623
Capital projects funds	-	-	-	754,031	-	-	-	754,031
Total fund balances	109,079	36,620	376,568	918,571	1,596,623	1,037,697	954,825	5,029,983
Total liabilities, deferred inflows and fund balances	\$ 169,832	\$ 121,399	\$ 395,575	\$ 1,030,088	\$ 1,612,734	\$ 1,070,988	\$ 954,825	\$ 5,355,441

CITY OF ASHLAND, OREGON
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
ALL NON-MAJOR FUNDS
For the year ended June 30, 2020

	Governmental Fund Types						Permanent	Total Other
	Housing Fund	CDBG Fund	Airport Fund	Capital Improvements Fund	Parks Capital Improvements Fund	Debt Service Fund	Fund Type Cemetery Nonexpendable Trust Fund	
Revenues:								
Taxes	\$ 100,000	\$ -	\$ -	\$ -	\$ 664,577	\$ 483,627	\$ -	\$ 1,248,204
Intergovernmental	-	238,255	67,245	1,861	171,690	-	-	479,051
Charges for services	-	-	165,347	1,149,332	-	1,259,300	19,411	2,593,390
System development charges	-	-	-	59,994	27,987	-	-	87,981
Interest on investments	1,996	-	5,062	19,103	-	175,125	19,988	221,274
Miscellaneous	2,215	-	1,000	4,306	-	-	-	7,521
Total revenues	104,211	238,255	238,654	1,234,596	864,254	1,918,052	39,399	4,637,421
Expenditures:								
General government	65,118	238,255	97,745	1,066,743	511,617	-	-	1,979,478
Debt service	-	-	-	-	-	2,026,211	-	2,026,211
Total expenditures	65,118	238,255	97,745	1,066,743	511,617	2,026,211	-	4,005,689
Excess (deficiency) of revenues over (under) expenditures	39,093	-	140,909	167,853	352,637	(108,159)	39,399	631,732
Other financing sources (uses):								
Transfers in	-	-	-	-	-	110,000	500	110,500
Transfers out	-	-	-	(110,000)	(185,000)	-	(69,988)	(364,988)
Total other financing sources (uses)	-	-	-	(110,000)	(185,000)	110,000	(69,488)	(254,488)
Net change in fund balance	39,093	-	140,909	57,853	167,637	1,841	(30,089)	377,244
Fund balance, Beginning	69,986	36,620	235,659	860,718	1,428,986	1,035,856	984,914	4,652,739
Fund balance, Ending	\$ 109,079	\$ 36,620	\$ 376,568	\$ 918,571	\$ 1,596,623	\$ 1,037,697	\$ 954,825	\$ 5,029,983

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
HOUSING FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Taxes	\$ 200,000	\$ 200,000	\$ 100,000	\$ 100,000	\$ (100,000)
Interest on investments	-	-	1,996	1,996	1,996
Miscellaneous	-	-	2,215	2,215	2,215
Total revenues	<u>200,000</u>	<u>200,000</u>	<u>104,211</u>	<u>104,211</u>	<u>(95,789)</u>
Expenditures:					
General government:					
Materials and services	247,000	247,000	65,118	65,118	181,882
Total general government	<u>247,000</u>	<u>247,000</u>	<u>65,118</u>	<u>65,118</u>	<u>181,882</u>
Total expenditures	<u>247,000</u>	<u>247,000</u>	<u>65,118</u>	<u>65,118</u>	<u>181,882</u>
Other financing sources (uses):					
Transfers In	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(47,000)	(47,000)	39,093	39,093	86,093
Fund balance, Beginning	<u>451,668</u>	<u>451,668</u>	<u>69,986</u>	<u>69,986</u>	<u>(381,682)</u>
Fund balance, Ending	<u>\$ 404,668</u>	<u>\$ 404,668</u>	<u>\$ 109,079</u>	<u>\$ 109,079</u>	<u>\$ (295,589)</u>

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT BLOCK GRANT FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Intergovernmental	\$ 526,727	\$ 526,727	\$ 238,255	\$ 238,255	\$ (288,472)
Total revenues	<u>526,727</u>	<u>526,727</u>	<u>238,255</u>	<u>238,255</u>	<u>(288,472)</u>
Expenditures:					
General government:					
Personal services	70,528	70,528	49,322	49,322	21,206
Material and services	456,199	456,199	188,933	188,933	267,266
Total general government	<u>526,727</u>	<u>526,727</u>	<u>238,255</u>	<u>238,255</u>	<u>288,472</u>
Total expenditures	<u>526,727</u>	<u>526,727</u>	<u>238,255</u>	<u>238,255</u>	<u>288,472</u>
Net change in fund balance	-	-	-	-	-
Fund balance, Beginning	-	-	36,620	36,620	36,620
Fund balance, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,620</u>	<u>\$ 36,620</u>	<u>\$ 36,620</u>

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
AIRPORT FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Intergovernmental	\$ 468,800	\$ 468,800	\$ 67,245	\$ 67,245	\$ (401,555)
Charges for services	322,000	322,000	165,347	165,347	(156,653)
Interest on investments	1,000	1,000	5,062	5,062	4,062
Miscellaneous	-	-	1,000	1,000	1,000
Total revenues	<u>791,800</u>	<u>791,800</u>	<u>238,654</u>	<u>238,654</u>	<u>(553,146)</u>
Expenditures:					
General government:					
Materials and services	266,088	266,088	63,591	63,591	202,497
Capital outlay	340,000	340,000	34,154	34,154	305,846
Total general government	<u>606,088</u>	<u>606,088</u>	<u>97,745</u>	<u>97,745</u>	<u>508,343</u>
Debt service	-	-	-	-	-
Contingency	-	-	-	-	-
Total expenditures	<u>606,088</u>	<u>606,088</u>	<u>97,745</u>	<u>97,745</u>	<u>508,343</u>
Net change in fund balance	185,712	185,712	140,909	140,909	(44,803)
Fund balance, Beginning	<u>225,306</u>	<u>225,306</u>	<u>235,659</u>	<u>235,659</u>	<u>10,353</u>
Fund balance, Ending	<u>\$ 411,018</u>	<u>\$ 411,018</u>	<u>\$ 376,568</u>	<u>\$ 376,568</u>	<u>\$ (34,450)</u>

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL IMPROVEMENTS FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Intergovernmental	\$ -	\$ -	\$ 1,861	\$ 1,861	\$ 1,861
Charges for services	1,982,340	1,982,340	1,149,332	1,149,332	(833,008)
System development charges	103,000	103,000	59,994	59,994	(43,006)
Interest on investments	26,000	26,000	19,103	19,103	(6,897)
Miscellaneous	20,000	20,000	4,306	4,306	(15,694)
Total revenues	2,131,340	2,131,340	1,234,596	1,234,596	(896,744)
Expenditures:					
General government:					
Public works - facilities	2,968,879	2,968,879	1,066,743	1,066,743	1,902,136
Admin services - parks open space	150,000	150,000	-	-	150,000
Total cost of service	3,118,879	3,118,879	1,066,743	1,066,743	2,052,136
Contingency	60,000	60,000	-	-	60,000
Total expenditures	3,178,879	3,178,879	1,066,743	1,066,743	2,112,136
Excess (Deficiency) of revenues	(1,047,539)	(1,047,539)	167,853	167,853	1,215,392
Other financing sources (uses):					
Transfers in	100,000	100,000	-	-	100,000
Transfers Out	(220,000)	(220,000)	(110,000)	(110,000)	(110,000)
Total other financing sources (uses):	(120,000)	(120,000)	(110,000)	(110,000)	(10,000)
Net change in fund balance	(1,167,539)	(1,167,539)	57,853	57,853	1,225,392
Fund balance, Beginning	1,349,174	1,349,174	860,718	860,718	(488,456)
Fund balance, Ending	\$ 181,635	\$ 181,635	\$ 918,571	\$ 918,571	\$ 736,936

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PARKS CAPITAL IMPROVEMENTS FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Taxes	\$ 1,513,800	\$ 1,513,800	\$ 664,577	\$ 664,577	\$ (849,223)
Intergovernmental	2,990,000	2,990,000	171,690	171,690	(2,818,310)
Interest on investments	40,000	40,000	27,987	27,987	(12,013)
Miscellaneous	1,500,000	1,500,000	-	-	(1,500,000)
Total revenues	6,043,800	6,043,800	864,254	864,254	(5,179,546)
Expenditures:					
General government:					
Material and Services	-	9,000	8,574	8,574	426
Capital outlay	5,020,000	4,961,000	503,043	503,043	4,457,957
Total cost of service	5,020,000	4,970,000	511,617	511,617	4,458,383
Contingency	-	-	-	-	-
Total expenditures	5,020,000	4,970,000	511,617	511,617	4,458,383
Excess (Deficiency) of revenues over (under) expenditures	1,023,800	1,073,800	352,637	352,637	(721,163)
Other financing sources (uses):					
Transfers Out	(793,828)	(843,828)	(185,000)	(185,000)	658,828
Total other financing sources (uses):	(793,828)	(843,828)	(185,000)	(185,000)	658,828
Net change in fund balance	229,972	229,972	167,637	167,637	(62,335)
Fund balance, Beginning	1,139,000	1,139,000	1,428,986	1,428,986	289,986
Fund balance, Ending	\$ 1,368,972	\$ 1,368,972	\$ 1,596,623	\$ 1,596,623	\$ 227,651

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
DEBT SERVICE FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Taxes	\$ 698,000	\$ 698,000	\$ 483,627	\$ 483,627	\$ (214,373)
Charges for services	2,308,600	2,308,600	1,259,300	1,259,300	(1,049,300)
Interest on investments	26,130	26,130	175,125	175,125	148,995
Total revenues	<u>3,032,730</u>	<u>3,032,730</u>	<u>1,918,052</u>	<u>1,918,052</u>	<u>(1,114,678)</u>
Expenditures:					
Debt service:					
General Obligation	3,790,874	3,790,874	2,026,211	2,026,211	1,764,663
Total expenditures	<u>3,790,874</u>	<u>3,790,874</u>	<u>2,026,211 (1)</u>	<u>2,026,211 (1)</u>	<u>1,764,663</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(758,144)</u>	<u>(758,144)</u>	<u>(108,159)</u>	<u>(108,159)</u>	<u>649,985</u>
Other financing sources (uses):					
Transfers in	753,828	753,828	110,000	110,000	(643,828)
Total other financing sources (uses):	<u>753,828</u>	<u>753,828</u>	<u>110,000</u>	<u>110,000</u>	<u>(643,828)</u>
Net change in fund balance	<u>(4,316)</u>	<u>(4,316)</u>	<u>1,841</u>	<u>1,841</u>	<u>6,157</u>
Fund balance, Beginning	<u>1,424,054</u>	<u>1,424,054</u>	<u>1,035,856</u>	<u>1,035,856</u>	<u>(388,198)</u>
Fund balance, Ending	<u>\$ 1,419,738</u>	<u>\$ 1,419,738</u>	<u>\$ 1,037,697</u>	<u>\$ 1,037,697</u>	<u>\$ (382,041)</u>

(1) Appropriation level

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CEMETERY TRUST FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Charges for services	\$ 50,000	\$ 50,000	\$ 19,411	\$ 19,411	\$ (30,589)
Interest on investments	13,000	13,000	19,988	19,988	6,988
Total revenues	<u>63,000</u>	<u>63,000</u>	<u>39,399</u>	<u>39,399</u>	<u>(23,601)</u>
Other financing sources (uses):					
Transfers In	1,000	1,000	500	500	(500)
Transfers Out	(150,000)	(150,000)	(69,988)	(69,988)	80,012
Total other financing sources (uses):	<u>(149,000)</u>	<u>(149,000)</u>	<u>(69,488)</u>	<u>(69,488)</u>	<u>79,512</u>
Net change in fund balance	(86,000)	(86,000)	(30,089)	(30,089)	55,911
Fund balance, Beginning	<u>1,009,964</u>	<u>1,009,964</u>	<u>984,914</u>	<u>984,914</u>	<u>(25,050)</u>
Fund balance, Ending	<u>\$ 923,964</u>	<u>\$ 923,964</u>	<u>\$ 954,825</u>	<u>\$ 954,825</u>	<u>\$ 30,861</u>

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
RESERVE FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Interest on investments	\$ 700	\$ 700	\$ 816	\$ 816	\$ 116
Total revenues	<u>700</u>	<u>700</u>	<u>816</u>	<u>816</u>	<u>116</u>
Excess (deficiency) of revenues over (under) expenditures	<u>700</u>	<u>700</u>	<u>816</u>	<u>816</u>	<u>116</u>
Net change in fund balance	<u>700</u>	<u>700</u>	<u>816</u>	<u>816</u>	<u>116</u>
Fund balance, Beginning	<u>38,410</u>	<u>38,410</u>	<u>38,440</u>	<u>38,440</u>	<u>30</u>
Fund balance, Ending	<u>\$ 39,110</u>	<u>\$ 39,110</u>	<u>\$ 39,256</u>	<u>\$ 39,256</u>	<u>\$ 146</u>
Reconciliation to GAAP fund balance					
Reserve fund to the General Fund			<u>\$ (39,256)</u>		
			<u>\$ -</u>		

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Intergovernmental	\$ -	\$ -	\$ 6,331	\$ 6,331	\$ 6,331
Charges for services	16,974,000	16,974,000	8,355,413	8,355,413	(8,618,587)
System developments charges	200,000	200,000	226,981	226,981	26,981
Interest on investments	291,450	291,450	216,316	216,316	(75,134)
Miscellaneous	50,000	50,000	41,749	41,749	(8,251)
Total revenues	17,515,450	17,515,450	8,846,790	8,846,790	(8,668,660)
Expenditures:					
Cost of services:					
Administration: Water conservation	578,660	578,660	201,734	201,734	376,926
Public works water supply	4,382,522	4,382,522	762,548	762,548	3,619,974
Public works water treatment	18,225,395	18,225,395	3,219,746	3,219,746	15,005,649
Public works water distribution	9,219,893	9,219,893	3,984,957	3,984,957	5,234,936
Public works improvements SDCs	4,153,000	4,153,000	385,229	385,229	3,767,771
Total Cost of Service	36,559,470	36,559,470	8,554,214	8,554,214	28,005,256
Debt service	1,251,136	1,757,543	991,033	991,033	766,510
Contingency	685,000	178,593	-	-	178,593
Total expenditures	38,495,606	38,495,606	9,545,247	9,545,247	28,950,359
Excess (Deficiency) of revenues over (under) expenditures	(20,980,156)	(20,980,156)	(698,457)	(698,457)	(20,281,699)
Other financing sources (uses):					
Loan proceeds	28,505,124	28,505,124	1,103,851	1,103,851	(27,401,273)
Transfer Out	(500,000)	(500,000)	(50,000)	(100,000)	400,000
Total other financing sources (uses)	28,005,124	28,005,124	1,053,851	1,003,851	(27,001,273)
Net change in fund balance	7,024,968	7,024,968	355,394	305,394	(6,719,574)
Fund balance, Beginning	12,575,444	12,575,444	10,495,072	10,495,072	(2,080,372)
Fund balance, Ending	\$ 19,600,412	\$ 19,600,412	\$ 10,850,466	\$ 10,800,466	\$ (8,799,946)
Reconciliation to Net Position:					
Deferred Outflow - Pension			\$ 726,016		
Deferred Outflow - OPEB			96,530		
Capital assets, net			26,551,370		
Compensated absences			(112,869)		
OPEB implicit rate liability			(224,532)		
Net Pension liability			(2,070,419)		
Deferred Inflow - Pension			(160,180)		
Deferred Inflow- OPEB			(36,103)		
Accrued interest			(54,658)		
GO bonds payable			(2,219,257)		
Revenue bonds payable			(7,870,160)		
Rounding					
Total Net Position			<u>\$ 25,476,204</u>		

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
WASTEWATER FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Taxes	\$ 3,250,000	\$ 3,250,000	\$ 1,617,688	\$ 1,617,688	\$ (1,632,312)
Intergovernmental	-	-	3,409	3,409	3,409
Charges for services	11,343,000	11,343,000	6,086,169	6,086,169	(5,256,831)
System developments charges	200,000	200,000	212,725	212,725	12,725
Interest on investments	291,450	291,450	188,367	188,367	(103,083)
Miscellaneous	2,000	2,000	1,610	1,610	(390)
Total revenues	15,086,450	15,086,450	8,109,968	8,109,968	(6,976,482)
Expenditures:					
Cost of services:					
Public works wastewater collection	5,741,660	5,741,660	2,579,229	2,579,229	3,162,431
Public works wastewater treatment	8,319,440	8,319,440	2,487,997	2,487,997	5,831,443
Public works reimbursements SDC's	1,109,750	1,109,750	109,481	109,481	1,000,269
Total cost of service	15,170,850	15,170,850	5,176,707	5,176,707	9,994,143
Debt service	3,585,867	3,585,867	1,796,856	1,796,856	1,789,011
Contingency	325,000	325,000	-	-	325,000
Total expenditures	19,081,717	19,081,717	6,973,563	6,973,563	12,108,154
Excess (deficiency) of revenues over (under) expenditures	(3,995,267)	(3,995,267)	1,136,405	1,136,405	5,131,672
Other financing sources (uses):					
Loan proceeds	9,900,000	9,900,000	122,729	122,729	(9,777,271)
Total other financing sources (uses)	9,900,000	9,900,000	122,729	122,729	(9,777,271)
Net change in fund balance	5,904,733	5,904,733	1,259,134	1,259,134	(4,645,599)
Fund balance, Beginning	9,328,398	9,328,398	8,826,689	8,826,689	(501,709)
Fund balance, Ending	\$ 15,233,131	\$ 15,233,131	\$ 10,085,823	\$ 10,085,823	\$ (5,147,308)
Reconciliation to Net Position:					
Deferred Outflow - Pension			\$ 546,932		
Deferred Outflow - OPEB			72,720		
Capital assets, net			31,301,301		
Compensated absences			(92,449)		
OPEB implicit rate liability			(169,148)		
Net Pension liability			(1,559,714)		
Deferred Inflow - Pension			(120,669)		
Deferred Inflow - OPEB			(27,198)		
Accrued interest			(29,107)		
GO bonds payable			(3,417,539)		
Revenue bonds payable			(2,303,488)		
Rounding			1		
Total Net Position			<u>\$ 34,287,465</u>		

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
STORMWATER FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Intergovernmental	\$ -	\$ -	\$ 2,597	\$ 2,597	\$ 2,597
Charges for services	1,560,000	1,560,000	727,545	727,545	(832,455)
System developments charges	80,000	80,000	16,834	16,834	(63,166)
Interest on investments	60,300	60,300	37,214	37,214	(23,086)
Miscellaneous	-	-	-	-	-
Total revenues	<u>1,700,300</u>	<u>1,700,300</u>	<u>784,190</u>	<u>784,190</u>	<u>(916,110)</u>
Expenditures:					
Cost of services:					
Public works stormwater operations	1,888,482	1,888,482	756,257	756,257	1,132,225
Public works stormwater SDC's	316,000	316,000	87,356	87,356	228,644
Total cost of service	<u>2,204,482</u>	<u>2,204,482</u>	<u>843,613</u>	<u>843,613</u>	<u>1,360,869</u>
Debt service	23,700	23,700	11,950	11,950	11,750
Contingency	30,000	30,000	-	-	30,000
Total expenditures	<u>2,258,182</u>	<u>2,258,182</u>	<u>855,563</u>	<u>855,563</u>	<u>1,402,619</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(557,882)</u>	<u>(557,882)</u>	<u>(71,373)</u>	<u>(71,373)</u>	<u>486,509</u>
Net change in fund balance	<u>(557,882)</u>	<u>(557,882)</u>	<u>(71,373)</u>	<u>(71,373)</u>	<u>486,509</u>
Fund balance, Beginning	<u>1,784,746</u>	<u>1,784,746</u>	<u>1,866,537</u>	<u>1,866,537</u>	<u>3,651,283</u>
Fund balance, Ending	<u>\$ 1,226,864</u>	<u>\$ 1,226,864</u>	<u>\$ 1,795,164</u>	<u>\$ 1,795,164</u>	<u>\$ 568,300</u>
Reconciliation to Net Position:					
Deferred Outflow - Pension			\$ 137,943		
Deferred Outflow - OPEB			18,340		
Capital assets, net			654,358		
Compensated absences			(8,500)		
OPEB implicit rate liability			(42,661)		
Net Pension liability			(393,380)		
Deferred Inflow - Pension			(30,434)		
Deferred Inflow - OPEB			(6,860)		
Accrued interest			(456)		
GO bonds payable			(85,000)		
Rounding					
Total Net Position			<u>\$ 2,038,514</u>		

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
ELECTRIC FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Intergovernmental	\$ 420,000	\$ 420,000	\$ 205,315	\$ 205,315	\$ (214,685)
Charges for services	34,641,320	34,641,320	16,478,238	16,478,238	(18,163,082)
Interest on investments	74,295	74,295	54,149	54,149	(20,146)
Miscellaneous	195,560	195,560	74,069	74,069	(121,491)
Total revenues	35,331,175	35,331,175	16,811,771	16,811,771	(18,519,404)
Expenditures:					
Cost of Services:					
Administration - Conservation	1,830,754	1,830,754	788,117	788,117	1,042,637
Electric - supply	16,114,835	16,114,835	7,446,726	7,446,726	8,668,109
Electric distribution	16,896,919	16,896,919	7,388,997	7,388,997	9,507,922
Electric transmission	2,665,970	2,665,970	893,860	893,860	1,772,110
Total cost of service	37,508,478	37,508,478	16,517,700	16,517,700	20,990,778
Debt service	44,517	44,517	22,393	22,393	22,124
Contingency	225,000	225,000	-	-	225,000
Total expenditures	37,777,995	37,777,995	16,540,093	16,540,093	21,237,902
Net change in fund balance	(2,446,820)	(2,446,820)	271,678	271,678	2,718,498
Fund balance, Beginning	3,208,518	3,208,518	2,249,388	2,249,388	(959,130)
Fund balance, Ending	\$ 761,698	\$ 761,698	\$ 2,521,066	\$ 2,521,066	\$ 1,759,368
Reconciliation to Net Position:					
Deferred Outflow - Pension			\$ 822,820		
Deferred Outflow - OPEB			109,399		
Capital assets, net			7,160,654		
Compensated absences			(178,205)		
OPEB implicit rate liability			(254,469)		
Net Pension liability			(2,346,475)		
Deferred Inflow - Pension			(181,537)		
Deferred Inflow - OPEB			(40,917)		
Accrued interest			(22)		
Revenue bonds payable			(43,429)		
Deferred revenue			118,023		
Rounding			(1)		
Total Net Position			<u>\$ 7,686,907</u>		

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
TELECOMMUNICATIONS FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Intergovernmental	\$ -	\$ -	\$ 4,904	\$ 4,904	\$ 4,904
Charges for services	4,836,905	4,836,905	2,508,889	2,508,889	(2,328,016)
Interest on investments	4,000	4,000	22,338	22,338	18,338
Miscellaneous	2,000	2,000	-	-	(2,000)
Total revenues	<u>4,842,905</u>	<u>4,842,905</u>	<u>2,536,131</u>	<u>2,536,131</u>	<u>(2,306,774)</u>
Expenditures:					
Cost of services:					
Personal services	1,619,782	1,619,782	658,729	658,729	961,053
Materials and services	2,801,123	2,801,123	1,466,128	1,466,128	1,334,995
Capital outlay	130,000	130,000	6,060	6,060	123,940
Total cost of service	<u>4,550,905</u>	<u>4,550,905</u>	<u>2,130,917</u>	<u>2,130,917</u>	<u>2,419,988</u>
Contingency	105,000	105,000	-	-	105,000
Total expenditures	<u>4,655,905</u>	<u>4,655,905</u>	<u>2,130,917</u>	<u>2,130,917</u>	<u>2,524,988</u>
Excess (deficiency) of revenues over (under) expenditures	<u>187,000</u>	<u>187,000</u>	<u>405,214</u>	<u>405,214</u>	<u>218,214</u>
Net change in fund balance	<u>187,000</u>	<u>187,000</u>	<u>405,214</u>	<u>405,214</u>	<u>218,214</u>
Fund balance, Beginning	<u>1,081,142</u>	<u>1,081,142</u>	<u>1,135,311</u>	<u>1,135,311</u>	<u>54,169</u>
Fund balance, Ending	<u>\$ 1,268,142</u>	<u>\$ 1,268,142</u>	<u>\$ 1,540,525</u>	<u>\$ 1,540,525</u>	<u>\$ 272,383</u>
Reconciliation to net position:					
Deferred Outflow - Pension			\$ 290,407		
Deferred Outflow - OPEB			38,611		
Capital assets, net			425,584		
Compensated absences			(28,737)		
OPEB implicit rate liability			(89,812)		
Net pension liability			(828,168)		
Deferred Inflow - Pension			(64,072)		
Deferred Inflow - OPEB			(14,441)		
Rounding					
Total Net Position			<u>\$ 1,269,897</u>		

CITY OF ASHLAND, OREGON
COMBINING BALANCE SHEET
INTERNAL SERVICE FUNDS
For the year ended June 30, 2020

	Central Services Fund	Insurance Services Fund	Health Benefits Fund	Equipment Fund	Totals
ASSETS					
Current assets:					
Cash and investments	\$ 1,625,480	\$ 602,930	\$ 1,209,510	\$ 3,932,087	\$ 7,370,007
Interest and accounts receivable, net	215,657	69,141	2,663	17,984	305,444
Notes receivable	-	12,308	-	-	12,308
Prepays	-	1,601	-	-	1,601
Inventories	9,575	-	-	15,429	25,004
Total current assets	1,850,712	685,980	1,212,173	3,965,500	7,714,364
Non-Current assets:					
Non-Current capital assets	1,459,855	-	-	15,853,423	17,313,278
Accumulated depreciation	(659,658)	-	-	(11,520,730)	(12,180,388)
Capital assets, net	800,197	-	-	4,332,693	5,132,890
Total Assets	2,650,909	685,980	1,212,173	8,298,193	12,847,254
Deferred Outflows of Resources:					
Deferred Outflows - Pension	2,662,060	-	-	314,607	2,976,667
Deferred Outflows - OPEB	353,940	-	-	41,829	395,769
Total Deferred Outflows	3,016,000	-	-	356,436	3,372,436
LIABILITIES, DEFERRED INFLOWS AND FUND EQUITY					
Current liabilities:					
Accounts payable	58,500	61,087	-	86,764	206,351
Accrued salaries, vacation and payroll taxes	477,546	-	-	50,062	527,608
Total current liabilities	536,046	61,087	-	136,826	733,959
Long-term liabilities:					
OPEB Liability	823,281	-	-	97,297	920,578
Proportionate Share of Net Pension Liability	7,591,536	-	-	897,182	8,488,718
Accrued claims	-	160,093	-	-	160,093
Total long-term liabilities	8,414,817	160,093	-	994,479	9,569,389
Total liabilities	8,950,863	221,180	-	1,131,305	10,303,348
Deferred Inflows of Resources:					
Deferred Inflows - Pensions	587,325	-	-	69,411	656,736
Deferred Inflows - OPEB	132,377	-	-	15,644	148,021
Total Deferred Inflows	719,702	-	-	85,055	804,757
Net Position:					
Net Investment in Capital Assets	800,197	-	-	4,332,693	5,132,890
Unrestricted	(4,803,853)	464,800	1,212,173	3,105,576	(21,304)
Total net position:	(4,003,656)	464,800	1,212,173	7,438,269	5,111,586
Total liabilities, deferred inflows and net position	\$ 5,666,909	\$ 685,980	\$ 1,212,173	\$ 8,654,629	\$ 16,219,691

CITY OF ASHLAND, OREGON
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
For the year ended June 30, 2020

	Central Service Fund	Insurance Service Fund	Health Benefits Fund	Equipment Fund	Totals
Operating revenues:					
Service charges and fees	\$ 7,891,080	\$ 1,288,503	\$ 5,771,133	\$ 3,033,111	\$ 17,983,827
Miscellaneous	9,122	243,694	2,933	37,269	293,018
Total revenues	<u>7,900,202</u>	<u>1,532,197</u>	<u>5,774,066</u>	<u>3,070,380</u>	<u>18,276,845</u>
Operating expenses:					
Cost of service	8,587,913	1,356,846	5,412,841	1,737,737	17,095,337
Depreciation	27,970	-	-	580,718	608,688
Total operating expenses	<u>8,615,883</u>	<u>1,356,846</u>	<u>5,412,841</u>	<u>2,318,455</u>	<u>17,704,025</u>
Operating income (loss)	<u>(715,681)</u>	<u>175,351</u>	<u>361,225</u>	<u>751,925</u>	<u>572,820</u>
Nonoperating income (expense):					
Taxes	53,166	-	-	-	53,166
Intergovernmental	215,509	63,998	-	3,943	283,450
Interest income	31,499	1,746	18,573	86,945	138,763
Total nonoperating income (expense)	<u>300,174</u>	<u>65,744</u>	<u>18,573</u>	<u>90,888</u>	<u>475,379</u>
Other financing sources (uses):					
Transfers Out	-	-	(100,000)	-	(100,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(100,000)</u>	<u>-</u>	<u>(100,000)</u>
Change in Net Position	(415,507)	241,095	279,798	842,813	948,199
Total Net Position - beginning	<u>(3,588,149)</u>	<u>223,705</u>	<u>932,375</u>	<u>6,595,456</u>	<u>4,163,387</u>
Total Net Position - ending	<u>\$ (4,003,656)</u>	<u>\$ 464,800</u>	<u>\$ 1,212,173</u>	<u>\$ 7,438,269</u>	<u>\$ 5,111,586</u>

CITY OF ASHLAND, OREGON
COMBINING INTERNAL SERVICE FUND
STATEMENT OF CASH FLOWS
For the year ended June 30, 2020

	Central Service Fund	Insurance Service Fund	Health Benefits Fund	Equipment Fund	Total
Cash flows from operating activities:					
Receipts from customers and users	\$ 7,738,463	\$ 1,576,108	\$ 5,863,199	\$ 3,063,646	\$ 18,241,417
Payments to suppliers	(1,843,940)	(1,256,904)	(5,414,667)	(1,538,070)	(10,053,581)
Payments to employees	(5,811,549)	(227,264)	-	(583,576)	(6,622,390)
Net cash from operating activities	82,974	91,940	448,532	942,000	1,565,446
Cash flows from noncapital financing activities:					
Taxes collected	53,166	-	-	-	53,166
Transfers In (Out)	-	-	(100,000)	-	(100,000)
Intergovernmental	215,509	63,998	-	3,943	283,450
Net cash from noncapital financing activities	268,675	63,998	(100,000)	3,943	236,616
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	239,590	-	-	(1,007,295)	(767,705)
Net cash from capital and related financing activities	239,590	-	-	(1,007,295)	(767,705)
Cash flows from investing activities:					
Interest from investments and other income	31,498	1,746	18,573	86,945	138,762
Net increase (decrease) in cash and investments	622,737	157,684	367,105	25,593	1,173,119
Cash and investments, beginning of year	1,002,743	445,246	842,405	3,906,494	6,196,888
Cash and investments, end of year	\$ 1,625,480	\$ 602,930	\$ 1,209,510	\$ 3,932,087	\$ 7,370,007
Reconciliation of operating income to net cash provided by operating activities:					
Operating income (loss)	(715,681)	175,351	361,225	751,925	572,820
Depreciation and amortization	27,970	-	-	580,718	608,688
Change in assets and liabilities:					
(Increase) decrease in:					
Receivables	(161,739)	43,911	89,133	(6,734)	(35,429)
Net Pension Assets, Outflows/Inflows	910,232	-	-	107,574	1,017,806
OPEB, Outflows/Inflows	(30,503)	-	-	(3,605)	(34,108)
Inventories	3,507	(1,601)	-	(1,647)	259
Increase (decrease) in:					
Accounts payable and accrued liabilities	(32,143)	(125,721)	(1,826)	(502,594)	(662,284)
Other liabilities	81,331	-	-	16,363	97,694
Net cash from operating activities	\$ 82,974	\$ 91,940	\$ 448,532	\$ 942,000	\$ 1,565,446

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
CENTRAL SERVICES FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Taxes	\$ 165,100	\$ 165,100	\$ 53,166	\$ 53,166	\$ (111,934)
Intergovernmental revenues	-	-	215,509	215,509	215,509
Charges for services	17,121,969	17,121,969	7,891,080	7,891,080	(9,230,889)
Interest on investments	59,570	59,570	31,499	31,499	(28,071)
Miscellaneous	-	-	9,122	9,122	9,122
Total revenues	17,346,639	17,346,639	8,200,376	8,200,376	(9,146,263)
Expenditures:					
Cost of services:					
Administration department	3,578,160	3,578,160	1,474,265	1,474,265	2,103,895
IT - Information Services	2,996,167	2,996,167	1,299,078	1,299,078	1,697,089
Finance department	5,877,867	5,877,867	2,342,606	2,342,606	3,535,261
City Recorder department	375,849	375,849	183,363	183,363	192,486
Public Works department	5,008,021	5,008,021	2,167,935	2,167,935	2,840,086
Contingency	210,418	210,418	-	-	210,418
Total expenditures	18,046,482	18,046,482	7,467,247	7,467,247	10,579,235
Net change in fund balance	(699,843)	(699,843)	733,129	733,129	1,432,972
Fund balance, Beginning	751,050	751,050	839,735	839,735	88,685
Fund balance, Ending	\$ 51,207	\$ 51,207	\$ 1,572,864	\$ 1,572,864	\$ 1,521,657
Reconciliation to Net Position:					
Deferred Outflow - Pension			\$ 2,662,060		
Deferred Outflow - OPEB			353,940		
Capital assets, net			800,197		
Accrued compensated absences			(258,198)		
OPEB implicit rate liability			(823,281)		
Net Pension liability			(7,591,536)		
Deferred Inflow - Pension			(587,325)		
Deferred Inflow - OPEB			(132,377)		
Rounding					
Total Net Position			<u>\$ (4,003,656)</u>		

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
INSURANCE SERVICES FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Intergovernmental	\$ -	\$ -	\$ 63,998	\$ 63,998	\$ 63,998
Charges for services	1,425,888	1,425,888	1,288,503	1,288,503	(137,385)
Interest on investments	17,500	17,500	1,746	1,746	(15,754)
Miscellaneous	80,000	307,265	243,694	243,694	(63,571)
Total revenues	1,523,388	1,750,653	1,597,941	1,597,941	(152,712)
Expenditures:					
Cost of services:					
Personal services	-	227,265	227,264	227,264	1
Materials and services	2,112,012	2,112,012	1,129,582	1,129,582	982,430
Total cost of services	2,112,012	2,339,277	1,356,846	1,356,846	982,431
Contingency	-	-	-	-	-
Total expenditures	2,112,012	2,339,277	1,356,846	1,356,846	982,431
Net change in fund balance	(588,624)	(588,624)	241,095	241,095	829,719
Fund balance, Beginning	831,976	831,976	8,140	8,140	(823,836)
Fund balance, Ending	\$ 243,352	\$ 243,352	\$ 249,235	\$ 249,235	\$ 5,883
Reconciliation to net position:					
Accrued claims and judgments			\$ (160,093)		
Deferred Revenues			375,658		
Total Net Position			<u>\$ 464,800</u>		

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
HEALTH BENEFITS FUND
For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Charges for services	\$ 13,053,921	\$ 13,053,921	\$ 5,771,133	\$ 5,771,133	\$ (7,282,788)
Interest on investments	19,687	19,687	18,573	18,573	(1,114)
Miscellaneous	-	-	2,933	2,933	2,933
Total revenues	13,073,608	13,073,608	5,792,639	5,792,639	(7,280,969)
Expenditures:					
Cost of services:					
Materials and services	12,732,303	12,732,303	5,412,841	5,412,841	7,319,462
Total cost of services	12,732,303	12,732,303	5,412,841	5,412,841	7,319,462
Contingency	100,000	100,000	-	-	100,000
Total expenditures	12,832,303	12,832,303	5,412,841	5,412,841	7,419,462
Other financing sources (uses):					
Transfer Out	(200,000)	(200,000)	(100,000)	(100,000)	100,000
Total other financing sources (uses)	(200,000)	(200,000)	(100,000)	(100,000)	100,000
Net change in fund balance	41,305	41,305	279,798	279,798	238,493
Fund balance, Beginning	882,648	882,648	932,375	932,375	49,727
Fund balance, Ending	\$ 923,953	\$ 923,953	\$ 1,212,173	\$ 1,212,173	\$ 288,220

CITY OF ASHLAND, OREGON
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
EQUIPMENT FUND

For the year ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Intergovernmental	\$ -	\$ -	\$ 3,943	\$ 3,943	\$ 3,943
Charges for services	5,028,342	5,028,342	3,033,111	3,033,111	(1,995,231)
Interest on investments	136,680	136,680	86,945	86,945	(49,735)
Miscellaneous	150,000	150,000	37,269	37,269	(112,731)
Total revenues	5,315,022	5,315,022	3,161,268	3,161,268	(2,153,754)
Expenditures:					
Cost of services:					
Public works maintenance	3,715,299	3,715,299	1,580,214	1,580,214	2,135,085
Total cost of service	3,715,299	3,715,299	1,580,214	1,580,214	2,135,085
Capital outlay	3,877,500	3,877,500	1,057,901	1,057,901	2,819,599
Contingency	100,000	100,000	-	-	100,000
Total expenditures	7,692,799	7,692,799	2,638,115	2,638,115	5,054,684
Net change in fund balance	(2,377,777)	(2,377,777)	523,153	523,153	2,900,930
Fund balance, Beginning	2,424,868	2,424,868	3,328,444	3,328,444	903,576
Fund balance, Ending	\$ 47,091	\$ 47,091	\$ 3,851,597	\$ 3,851,597	\$ 3,804,506
Reconciliation to Net Position:					
Deferred Outflow - Pension			\$ 314,607		
Deferred Outflow - OPEB			41,829		
Capital assets, net			4,332,694		
Accrued compensated absences			(22,923)		
OPEB implicit rate liability			(97,297)		
Net Pension liability			(897,182)		
Deferred Inflow - Pension			(69,411)		
Deferred Inflow - OPEB			(15,644)		
Rounding			(1)		
Total Net Position			<u>\$ 7,438,269</u>		

OTHER INFORMATION



CITY OF ASHLAND, OREGON
CAPITAL ASSETS USED
IN THE OPERATION OF GOVERNMENTAL FUNDS
BY SOURCE
June 30, 2020

Governmental funds capital assets:		
Land	\$	15,239,669
Buildings and improvements		45,095,048
Improvements other than buildings		55,906,431
Machinery and equipment		7,418,316
Construction in progress		5,434,952
Total capital assets		<u><u>129,094,416</u></u>
Investments in governmental funds capital assets by source:		
General and capital projects funds		62,882,228
Special revenue funds		51,647,441
Leased to other agencies		14,564,747
Total investments in governmental funds capital assets	\$	<u><u>129,094,416</u></u>

This schedule represents only the capital asset balances related to governmental funds before accumulated depreciation. Accordingly, the capital assets reported in *Internal Service Funds* are excluded from the above amounts. Generally, the capital assets of internal service funds are included as the appropriate business activity or governmental activity in the *Statement of Net Position*.

CITY OF ASHLAND, OREGON
SCHEDULE OF ASSETS USED
IN THE OPERATION OF GOVERNMENTAL FUNDS
BY FUNCTION AND ACTIVITY
June 30, 2020

Function and Activity	Land	Buildings	Machinery and Equipment	Improvements other than Buildings	Construction in Progress	Total
General government:						
Community development	\$ 985,235	\$ 1,120,947	\$ 378,138	\$ -	\$ -	\$ 2,484,320
Public buildings	1,971,601	1,971,174	270,067	554,773	102,108	4,869,723
Leased to other agencies	253,000	8,744,018	1,609,780	3,957,949	-	14,564,747
Other - unclassified	2,660,200	2,809,244	553,922	1,425,556	-	7,448,922
Total general government	5,870,036	14,645,383	2,811,907	5,938,278	102,108	29,367,712
Public safety:						
Police	80,000	694,565	620,634	1,515,652	-	2,910,851
Fire	998,400	6,173,371	523,199	300,000	-	7,994,970
Total public safety	1,078,400	6,867,936	1,143,833	1,815,652	-	10,905,821
Highway and streets:						
Public thoroughfares	589,276	647,984	783,522	39,251,986	4,979,344	46,252,112
Total highways and streets	589,276	647,984	783,522	39,251,986	4,979,344	46,252,112
Airports	176,566	1,029,780	15,740	4,173,243	-	5,395,329
Culture and recreation	7,525,391	21,903,965	2,663,314	4,727,272	353,500	37,173,442
Total governmental funds capital assets	\$ 15,239,669	\$ 45,095,048	\$ 7,418,316	\$ 55,906,431	\$ 5,434,952	\$ 129,094,416

This schedule represents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in *Internal Service Funds* are excluded from the above amounts. Generally, the capital assets of internal service funds are included as the appropriate business activity or governmental activity in the *Statement of Net Position*.

CITY OF ASHLAND, OREGON
SCHEDULE OF BOND PRINCIPAL
AND BOND INTEREST TRANSACTIONS
June 30, 2020

		Bond Principal Transactions	
	Original Issue	Outstanding June 30, 2019	Issued
General Obligation Bonds			
**Re-funding Bonds, issued December 1, 2005 - Fire Station #1 interest variable	2,560,000	260,000	-
Water and Wastewater, Series 2009, issued May 15, 2009 interest at 4.95%	1,000,000	417,299	-
Wastewater, issued October 13, 2010 interest at 2.00% to 4.00%	15,440,000	4,395,000	-
**Fire Station #2, issued November 1, 2011 interest at 2.00% to 4.00%	2,960,000	1,955,000	-
**Ashland Fiber Network Bonds, (Refinanced 2004) issued March 7, 2013 interest at 2.00% to 2.80%	11,675,000	7,020,000	-
Water debt (Refinanced 2003), issued March 7, 2013 interest at 2.00%	1,580,000	725,000	-
New Construction for Street, CIP, Water and Wastewater, issued March 7, 2013 interest at 2.00% to 2.50%	4,765,000	3,040,000	-
Revenue Bonds			
Electric, Series 2008, issued June 20, 2008 interest at 3.8% to 6.01%	304,000	65,143	-
Water, DEQ loan interest at 1.00%	979,630	3,515,200	-
Wastewater, DEQ Loan interest at 1.00%	1,645,280	1,592,418	-
Medford Water Commission - Duff Treatment Plant - Issued 3/26/2014 interest at 3.42%	-	1,957,456	-
Water, DEQ loan interest at 1.00%	-	1,445,740	1,103,851
Water, IFA #R11754 interest at 1.00%	-	231,697	-
Wastewater, DEQ loan interest at 1.00%	-	694,859	122,729
	<u>\$ 42,908,910</u>	<u>\$ 27,314,812</u>	<u>\$ 1,226,580</u>

** Paid by Property Taxes

CITY OF ASHLAND, OREGON
SCHEDULE OF BOND PRINCIPAL
AND BOND INTEREST TRANSACTIONS
For the year ended June 30, 2020 (continued)

Bond Principal Transactions			Interest Transactions			
Matured	Paid	Outstanding June 30, 2020	Outstanding June 30, 2019	Matured	Paid	Outstanding June 30, 2020
\$ 260,000	\$ 260,000	\$ -	\$ -	\$ 13,000	\$ 13,000	\$ -
75,504	75,504	341,795	-	19,733	19,733	-
1,415,000	1,415,000	2,980,000	-	175,800	175,800	-
135,000	135,000	1,820,000	-	66,988	66,988	-
1,100,000	1,100,000	5,920,000	-	155,710	155,710	-
180,000	180,000	545,000	-	12,700	12,700	-
310,000	310,000	2,730,000	-	62,225	62,225	-
21,714	21,714	43,429	-	679	679	-
54,448	54,448	3,460,752	-	81,759	81,759	-
106,518	106,518	1,485,900	-	15,658	15,658	-
97,638	97,638	1,859,818	-	66,117	66,117	-
-	-	2,549,591	-	-	-	-
231,697	231,697	-	-	-	-	-
-	-	817,588	-	-	-	-
<u>\$ 3,755,822</u>	<u>\$ 3,755,822</u>	<u>\$ 24,553,873</u>	<u>\$ -</u>	<u>\$ 670,369</u>	<u>\$ 670,369</u>	<u>\$ -</u>

CITY OF ASHLAND, OREGON
SCHEDULE OF RECEIPTS, DISBURSEMENTS AND BALANCES
ELECTED OFFICIALS
June 30, 2020

	Cash Balance July 1, 2019	Receipts	Turnovers to			Cash Balance June 30, 2020
			Treasurer	State	Other	
City Recorder	\$ 43,157,781	\$ 285,199,388	\$ -	\$ -	\$ 283,841,694	\$ 44,515,475
Judge	-	336,338	289,858	46,480	-	-
	<u>\$ 43,157,781</u>	<u>\$ 285,535,726</u>	<u>\$ 289,858</u>	<u>\$ 46,480</u>	<u>\$ 283,841,694</u>	<u>\$ 44,515,475</u>



STATISTICAL SECTION



CITY OF ASHLAND, OREGON
STATISTICAL SECTION
Unaudited

This part of the City of Ashland's comprehensive annual financial report presents detailed information as a context for understanding this year's financial statements, notes, and supplementary information. This information has not been audited by the independent auditors.

Financial Trends	Page
These tables contain trend information that may assist the reader in assessing the City's current financial performance by placing it in historical perspective.	132-149
Revenue Capacity	
These tables contain information that may assist the reader in assessing the viability of the City's revenue sources.	150-159
Debt Capacity	
These tables present information that may assist the reader in analyzing the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	160-168
Economic and Demographic Information	
These tables offer economic and demographic indicators that are commonly used for financial analysis that can help the reader understand the City's present and ongoing financial status.	169-170
Operating Information	
These tables contain service and infrastructure indicators that can help the reader understand how the information in the City's financial statements relate to the services the City provides and the activities it performs.	171-175

CITY OF ASHLAND, OREGON
STATEMENT OF NET POSITION
TOTAL PRIMARY GOVERNMENT
Last ten years
For the year ended June 30

ASSETS	2020	2019	2018	2017
Assets:				
Cash and cash equivalents	\$ 43,564,028	\$ 42,173,319	\$ 39,515,544	\$ 36,235,307
Receivables (net of allowance for uncollectible)	7,594,224	8,253,374	8,135,704	7,314,031
Prepays	1,615	-	-	-
Inventories	1,110,681	1,259,272	1,275,359	1,302,116
Deferred charges	-	-	-	68,734
Internal balances	-	-	-	-
Restricted assets:				
Cash and cash equivalents	951,447	984,463	967,771	954,262
Proportional Share of Net Pension Assets	-	-	-	-
Capital assets:				
Land	18,445,364	18,445,364	17,445,364	14,733,964
Buildings and improvements	67,513,222	66,560,431	65,362,359	61,939,633
Machinery and equipment	24,604,426	23,311,261	20,929,013	20,275,179
Infrastructure	153,760,236	149,530,462	148,657,284	146,223,864
Construction in progress	12,734,933	10,467,215	5,648,364	5,049,759
Accumulated depreciation	(142,900,367)	(137,184,134)	(131,265,122)	(125,204,692)
Total assets	187,379,809	183,801,027	176,671,640	168,892,157
Deferred Outflows of Resources:				
Deferred outflows - pensions GASB 68	12,769,178	12,943,236	11,329,398	18,799,685
Deferred outflows - pensions GASB 73	-	-	75,818	107,279
Deferred outflows - OPEB GASB 75	1,514,245	1,629,190	264,798	-
Liabilities:				
Current liabilities:				
Accounts payable and other	6,506,876	7,403,730	7,114,423	6,002,038
Claims and judgment	50,000	-	-	-
Bonds	3,894,192	4,527,757	3,773,933	3,548,507
Accrued interest payable	154,235	218,523	230,728	180,176
Noncurrent liabilities:				
Proportional Share of Net Pension Liability	36,414,527	31,643,235	29,786,911	34,849,281
Transitional Liability	603,272	-	-	-
Total OPEB Liability	3,564,521	3,840,269	2,929,241	1,857,483
Medical Stipend	-	-	4,037,004	3,934,756
Claims and judgement	110,093	160,093	17,247	17,247
Bonds	22,724,681	25,098,055	27,563,046	28,725,935
Total liabilities	74,022,397	72,891,662	75,452,533	79,115,423
Deferred Inflows of Resources:				
Deferred inflows - pensions GASB 68	2,817,239	4,052,489	2,431,258	1,744,314
Deferred inflows - pensions GASB 73	-	-	264,478	374,221
Deferred inflows - OPEB GASB 75	598,161	610,761	144,694	-
Net position:				
Net investment in capital assets	107,538,941	101,504,787	95,440,283	90,743,265
Perpetual care: nonexpendable	954,825	1,035,856	970,304	955,356
Restricted for:				
Asset forfeiture	35,217	34,459	23,972	32,313
TOT tourism	501,558	487,873	425,141	338,658
Library Levy	-	-	-	-
System development	5,177,356	6,348,034	6,089,130	6,194,373
Debt service	1,037,697	1,955,218	1,027,297	976,090
CDBG restriction	36,620	36,620	33,804	33,801
Unrestricted	8,943,221	9,415,693	6,038,760	7,291,307
Total net position	\$ 124,225,435	\$ 120,818,540	\$ 110,048,691	\$ 106,565,163

CITY OF ASHLAND, OREGON
STATEMENT OF NET POSITION
TOTAL PRIMARY GOVERNMENT
Last ten years
For the year ended June 30 (continued)

2016	2015	2014	2013	2012	2011
\$ 34,302,519	\$ 30,706,665	\$ 30,294,891	\$ 27,318,469	\$ 24,217,823	\$ 19,512,941
6,875,708	6,952,616	6,965,083	8,944,226	6,007,813	6,493,381
-	-	-	-	-	-
1,181,124	1,241,570	1,097,205	955,594	960,976	795,017
178,703	288,672	488,135	607,054	725,973	844,892
-	-	-	-	-	-
943,355	855,545	1,149,616	1,140,881	976,265	802,870
-	5,498,618	-	-	-	-
14,373,273	14,373,273	14,346,985	14,346,985	14,142,444	14,281,247
58,071,284	57,939,461	57,828,552	44,478,937	41,652,492	41,652,492
19,404,748	18,388,604	17,823,317	14,229,072	13,784,934	14,559,643
140,152,030	139,206,796	137,340,186	139,493,296	137,079,527	132,399,171
8,810,424	7,403,156	4,689,277	7,574,458	6,145,626	6,846,006
(119,389,812)	(113,263,213)	(106,839,820)	(102,158,683)	(95,803,201)	(90,617,885)
164,903,356	169,591,763	165,183,427	156,930,289	149,890,672	147,569,775
3,903,782	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
9,384,143	9,674,563	9,981,681	7,948,346	6,218,719	7,307,355
-	-	-	-	-	-
3,706,477	2,562,893	3,441,773	3,296,002	2,737,562	2,825,112
204,769	222,149	253,863	238,254	488,516	506,888
14,910,215	-	-	-	-	-
-	-	-	-	-	-
1,751,480	-	-	-	-	-
-	-	-	-	-	-
17,247	122,107	-	-	-	-
31,644,402	34,633,001	34,142,648	34,937,044	32,990,512	32,602,528
61,618,733	47,214,713	47,819,965	46,419,646	42,435,309	43,241,883
3,463,962	8,220,518	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
86,071,068	86,852,183	87,604,076	79,731,019	81,273,748	83,693,034
895,931	922,667	896,572	874,045	861,244	831,603
25,784	29,678	28,897	14,579	224,361	187,864
129,763	99,108	116,131	-	102,786	105,063
-	56,587	142,497	-	-	-
7,086,198	6,760,284	6,710,884	6,441,906	6,385,161	5,741,175
1,028,912	1,737,051	1,670,185	1,661,313	1,858,140	875,490
33,804	33,797	33,801	33,801	33,798	34,424
8,452,983	17,665,177	20,160,419	21,753,980	16,716,125	12,859,239
\$ 103,724,443	\$ 114,156,532	\$ 117,363,462	\$ 110,510,643	\$ 107,455,363	\$ 104,327,892

CITY OF ASHLAND, OREGON
STATEMENT OF NET POSITION
GOVERNMENTAL ACTIVITIES
Last ten years
For the year ended June 30

ASSETS	2020	2019	2018	2017
Assets:				
Cash and cash equivalents	\$ 19,502,847	\$ 20,041,451	\$ 20,136,422	\$ 21,109,299
Receivables (net of allowance for uncollectible)	4,151,559	4,149,741	4,150,698	3,955,520
Prepays	1,615	-	-	-
Inventories	25,004	126,413	53,407	60,258
Internal balances	(3,784,001)	(3,022,208)	(736,580)	(690,424)
Restricted assets:				
Temporarily restricted:				
Cash and cash equivalents	951,447	984,463	967,771	954,262
Proportional Share of Net Pension Assets		-	-	-
Capital assets:				
Land	15,338,439	15,338,439	14,338,439	12,827,039
Buildings and improvements	45,413,558	44,460,767	43,262,695	39,839,969
Machinery and equipment	23,223,547	21,930,382	19,548,134	18,901,908
Infrastructure	56,350,836	56,295,205	56,217,158	56,008,878
Construction in progress	6,081,316	2,674,665	2,401,188	3,126,490
Accumulated depreciation	(78,343,149)	(75,249,062)	(71,921,238)	(69,116,513)
Total assets	88,913,018	87,730,256	88,418,094	86,976,686
Deferred Outflows of Resources:				
Deferred outflows - pensions GASB 68	10,245,060	10,384,712	9,089,887	14,873,379
Deferred outflows - pensions GASB 73	-	-	75,818	107,279
Deferred outflows - OPEB GASB 75	1,178,645	1,270,634	264,798	-
Liabilities:				
Current liabilities:				
Accounts payable and other	4,407,662	4,369,603.00	4,460,514.00	4,038,455.00
Claims and judgment	50,000	-	-	-
Bonds	1,623,000	2,311,000	1,835,936	1,682,087
Accrued interest payable	69,992	80,400	91,799	109,425
Noncurrent liabilities:				
Proportional Share of Net Pension Liability	29,216,371	25,517,913	24,037,793	27,571,024
Transitional Liability	603,272	-	-	-
Total OPEB Liability	2,783,899	3,011,185	2,246,442	1,361,013
Medical Stipend	-	-	4,037,004	3,934,756
Claims and judgement	110,093	160,093	17,247	17,247
Bonds	9,057,000	10,205,000	12,516,000	12,817,735
Total liabilities	47,921,289	45,655,194	49,242,735	51,531,742
Deferred Inflows of Resources:				
Deferred inflows - pensions GASB 68	2,260,347	3,251,423	1,950,665	1,380,015
Deferred inflows - pensions GASB 73	-	-	264,478	374,221
Deferred inflows - OPEB GASB 75	472,642	481,829	144,694	-
Net position:				
Net investment in capital assets	57,384,547	52,934,396	49,494,440	47,087,949
Perpetual care: nonexpendable	954,825	1,035,856	970,304	955,356
Restricted for:				
Asset forfeiture	35,217	34,459	23,972	32,313
TOT tourism	501,558	487,873	425,141	338,658
Library Levy	-	-	-	-
System development	1,845,725	2,745,614	2,540,793	2,746,404
Debt service	1,037,697	1,955,218	1,027,297	976,090
CDBG restriction	36,620	36,620	33,804	33,801
Unrestricted	(12,113,744)	(9,232,880)	(8,269,726)	(3,499,205)
Total net position	\$ 49,682,445	\$ 49,997,156	\$ 46,246,025	\$ 48,671,366

CITY OF ASHLAND, OREGON
STATEMENT OF NET POSITION
GOVERNMENTAL ACTIVITIES
Last ten years
For the year ended June 30 (continued)

2016	2015	2014	2013	2012	2011
\$ 21,839,880	\$ 20,251,175	\$ 19,534,572	\$ 17,585,953	\$ 18,062,202	\$ 12,769,637
3,338,266	4,167,775	3,471,767	3,688,713	3,462,383	4,085,185
-	-	-	-	-	-
65,010	187,511	73,094	74,943	61,605	54,579
(113,519)	(1,945,133)	(1,392,782)	(1,122,695)	(690,129)	(354,295)
943,355	855,545	1,149,616	1,140,881	976,265	802,870
-	4,350,234	-	-	-	-
12,466,348	12,466,348	12,466,348	12,466,348	12,261,807	12,400,610
35,982,031	35,850,207	35,739,298	22,389,683	19,563,238	19,563,238
18,115,158	17,116,629	16,653,654	13,169,274	12,890,582	13,487,439
55,745,615	54,917,223	53,668,418	49,724,924	48,193,897	44,589,519
1,390,232	1,614,351	1,620,133	3,541,161	2,692,359	3,510,539
(65,662,055)	(61,946,174)	(58,028,592)	(48,437,198)	(46,093,174)	(44,589,333)
84,110,321	87,885,691	84,955,526	74,221,987	71,381,035	66,319,988
3,088,480	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 6,921,351	7,163,036	7,116,594	5,271,651	4,811,345	5,715,843
-	-	-	-	-	-
730,000	793,836	1,555,932	1,452,982	1,127,229	1,067,338
121,564	130,429	155,091	130,897	382,895	393,592
11,796,223	-	-	-	-	-
-	-	-	-	-	-
1,276,128	-	-	-	-	-
-	-	-	-	-	-
17,247	122,107	-	-	-	-
15,401,707	16,009,707	16,925,776	18,337,270	17,779,689	15,781,372
36,264,220	24,219,115	25,753,393	25,192,800	24,101,158	22,958,145
2,740,515	6,503,667	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
41,905,622	43,215,041	43,637,551	33,063,940	30,601,791	32,113,302
895,931	922,667	896,572	874,045	861,244	831,603
25,784	29,678	28,897	14,579	224,361	187,864
129,763	99,108	116,131	-	102,786	105,063
-	56,587	142,497	-	-	-
3,226,398	3,036,906	2,924,188	2,835,567	2,763,714	2,345,201
1,028,912	861,561	794,695	785,823	982,650	-
33,804	33,797	33,801	33,801	33,798	34,424
947,852	8,907,564	10,627,801	11,421,432	11,709,533	7,744,386
\$ 48,194,066	\$ 57,162,909	\$ 59,202,133	\$ 49,029,187	\$ 47,279,877	\$ 43,361,843

CITY OF ASHLAND, OREGON
STATEMENT OF NET POSITION
BUSINESS TYPE ACTIVITIES
Last ten years
For the year ended June 30

ASSETS	2020	2019	2018	2017
Assets:				
Cash and cash equivalents	\$ 24,061,181	\$ 22,131,868	\$ 19,379,122	\$ 15,126,008
Receivables (net of allowance for uncollectible)	3,442,665	4,103,633	3,985,006	3,358,511
Inventories	1,085,677	1,132,859	1,221,952	1,241,858
Deferred charges	-	-	-	68,734
Internal balances	3,784,001	3,022,208	736,580	690,424
Restricted assets:				
Proportional Share of Net Pension Assets	-	-	-	-
Capital assets:				
Land	3,106,925	3,106,925	3,106,925	1,906,925
Buildings and improvements	22,099,664	22,099,664	22,099,664	22,099,664
Machinery and equipment	1,380,879	1,380,879	1,380,879	1,373,271
Infrastructure	97,409,400	93,235,257	92,440,126	90,214,986
Construction in progress	6,653,617	7,792,550	3,247,176	1,923,269
Accumulated depreciation	(64,557,218)	(61,935,072)	(59,343,884)	(56,088,179)
Total assets	98,466,791	96,070,771	88,253,546	81,915,471
Deferred Outflows of Resources:				
Deferred outflows - pensions GASB 68	2,524,118	2,558,524	2,239,511	3,926,306
Deferred outflows - pensions GASB 75	335,600	358,556	-	-
Liabilities:				
Current liabilities:				
Accounts payable and other	2,099,214	3,034,127	2,653,909	1,963,580
Bonds	2,271,192	2,216,757	1,937,997	1,866,420
Accrued interest payable	84,243	138,123	138,929	70,754
Noncurrent liabilities:		-		
Proportional Share of Net Pension Liability	7,198,156	6,125,322	5,749,118	7,278,257
Total OPEB Liability	780,622	829,084	682,799	496,470
Bonds	13,667,681	14,893,055	15,047,046	15,908,200
Total liabilities	26,101,108	27,236,468	26,209,798	27,583,681
Deferred Inflows of Resources:				
Deferred inflows - pensions GASB 68	556,892	801,066	480,593	364,299
Deferred inflows - pensions GASB 75	125,519	128,932	-	-
Net position:				
Net investment in capital assets	50,154,394	48,570,391	45,945,843	43,655,316
Restricted for:				
System development	3,331,631	3,602,420	3,548,337	3,447,969
Debt service	-	-	-	-
Unrestricted	21,056,965	18,648,573	14,308,486	10,790,512
Total net position	\$ 74,542,990	\$ 70,821,384	\$ 63,802,666	\$ 57,893,797

CITY OF ASHLAND, OREGON
STATEMENT OF NET POSITION
BUSINESS TYPE ACTIVITIES
Last ten years
For the year ended June 30 (continued)

2016	2015	2014	2013	2012	2011
\$ 12,462,639	\$ 10,455,490	\$ 10,760,319	\$ 9,732,516	\$ 6,155,621	\$ 6,743,304
3,537,442	2,780,841	3,493,316	5,255,513	2,545,430	2,408,196
1,116,114	1,054,059	1,024,111	880,651	899,374	740,438
178,703	288,672	488,135	607,054	725,973	844,892
113,519	1,949,133	1,392,782	1,122,695	690,129	354,295
-	1,148,384	-	-	-	-
1,906,925	1,906,925	1,880,637	1,880,637	1,880,637	1,880,637
22,089,253	22,089,254	22,089,254	22,089,254	22,089,254	22,089,254
1,289,590	1,271,975	1,169,663	1,059,798	894,352	1,072,204
84,406,415	84,289,573	83,671,768	89,768,372	88,885,630	87,809,652
7,420,192	5,788,805	3,069,144	4,033,297	3,453,267	3,335,467
(53,727,757)	(51,317,039)	(48,811,228)	(53,721,485)	(49,710,027)	(46,028,522)
80,793,035	81,706,072	80,227,901	82,708,302	78,509,640	81,249,817
815,302	-	-	-	-	-
-	-	-	-	-	-
2,938,144	2,511,527	2,865,087	2,798,666	1,407,377	1,591,542
2,976,477	1,769,057	1,885,841	1,843,020	1,610,333	1,757,774
83,205	91,720	98,772	107,357	105,621	113,296
3,113,992	-	-	-	-	-
-	-	-	-	-	-
16,242,695	18,623,294	17,216,872	16,477,803	15,210,823	16,821,156
25,354,513	22,995,598	22,066,572	21,226,846	18,334,154	20,283,768
723,447	1,716,851	-	-	-	-
-	-	-	-	-	-
44,165,446	43,637,142	43,966,525	46,789,050	50,671,957	51,579,762
3,859,800	3,723,378	3,786,696	3,606,339	3,621,447	3,395,974
-	875,490	875,490	875,490	875,490	875,490
7,505,131	8,757,613	9,532,618	10,210,577	5,006,592	5,114,823
\$ 55,530,377	\$ 56,993,623	\$ 58,161,329	\$ 61,481,456	\$ 60,175,486	\$ 60,966,049

CITY OF ASHLAND, OREGON **CHANGES IN NET POSITION** **TOTAL PRIMARY GOVERNMENT**

Last ten years
For the year ended June 30

Program Revenues:	2020	2019	2018	2017
Governmental Activities				
General government:				
Charges for services	\$ 2,163,101	\$ 1,756,664	\$ 391,169	\$ 910,241
Operating grants and contributions	732,823	262,489	129,380	129,380
Capital grants and contributions	-	-	-	-
Public safety:				
Charges for services	2,675,547	2,548,153	1,606,504	1,688,843
Operating grants and contributions	1,279,769	1,623,913	104,913	582,508
Capital grants and contributions	-	-	-	-
Highways and streets:				
Charges for services	2,003,993	3,249,260	2,023,624	2,944,784
Operating grants and contributions	1,479,134	1,511,605	-	-
Capital grants and contributions	-	-	-	-
Parks and Recreation :				
Charges for Services	967,035	1,144,135	1,096,063	1,139,709
Operating Grants and Contributions	5,753,946	5,412,257	7,086,738	-
Total Governmental Activities Program Expenses	17,055,348	17,508,476	12,438,391	7,395,465
Business-Type Activities				
Water:				
Charges for services	\$ 8,582,394	\$ 8,536,154	\$ 8,109,860	\$ 7,639,625
Capital grants and contributions	-	-	-	-
Capital system development charges	-	-	-	-
Wastewater:				
Charges for services	6,298,894	6,156,129	6,025,937	5,606,470
Capital system development charges	-	-	-	-
Stormwater:				
Charges for services	744,379	738,913	731,273	-
Electric:				
Charges for services	16,478,238	16,182,698	15,917,213	14,913,883
Operating grants and contributions	222,556	80,914	259,094	126,497
Telecommunications:				
Charges for services	2,508,889	2,379,809	2,252,527	2,094,810
Total Business-Type Program Revenues	34,835,350	34,074,617	33,295,904	30,381,285
Total Program Revenues	51,890,698	51,583,093	45,734,295	37,776,750
Program Expenses:				
Governmental Activities				
General government	6,475,196	5,131,091	7,543,912	5,496,540
Public safety	18,926,690	17,929,057	19,412,731	16,623,123
Highways and streets	4,126,947	5,448,730	4,404,007	5,783,911
Parks and Recreation	7,775,649	6,674,183	6,260,320	6,957,300
Interest on long-term debt	447,633	277,965	657,711	262,979
Total Governmental Activities Program Expenses	37,752,115	35,461,026	38,278,681	35,123,853
Business-Type Activities				
Water	7,112,003	5,933,108	6,171,718	6,308,939
Wastewater	6,610,862	6,425,838	6,426,131	6,550,650
Stormwater	921,169	703,372	243,016	-
Electric	16,430,442	14,788,411	15,878,525	15,324,892
Telecommunications	2,239,378	2,018,513	1,837,333	2,158,040
Total Business-Type Program Expenses	33,313,854	29,869,242	30,556,723	30,342,521
Total Program Expenses	71,065,969	65,330,268	68,835,404	65,466,374
Net (Expense) Revenue:				
Governmental Activities	(20,696,767)	(17,952,550)	(25,840,290)	(27,728,388)
Business-Type Activities	1,521,496	4,205,375	2,739,181	38,764
	(19,175,271)	(13,747,175)	(23,101,109)	(27,689,624)
General Revenues:				
Property taxes	12,206,619	11,772,192	11,373,320	10,907,541
Utility users tax	3,446,443	3,378,833	5,179,602	4,871,486
Users taxes	5,976,996	7,287,844	5,479,524	5,708,277
Unrestricted interest earnings	781,048	1,341,448	708,809	346,860
Miscellaneous	171,048	736,719	5,241,962	7,615,593
OSF Donated Capital	-	-	-	3,440,453
Transfers:				
Total general revenues and transfers	22,582,154	24,517,036	27,983,217	32,890,210
Change in net position	3,406,883	10,769,861	4,882,108	5,200,586
Net position - beginning, restated	120,818,551	110,048,690	106,565,162	103,724,442
Restatements	-	-	(1,398,580)	(2,359,866)
Recognition of prior infrastructure	-	-	-	-
Net position - ending	\$ 124,225,434	\$ 120,818,551	\$ 110,048,690	\$ 106,565,162

**CITY OF ASHLAND, OREGON
CHANGES IN NET POSITION
TOTAL PRIMARY GOVERNMENT**

**Last ten years
For the year ended June 30 (continued)**

2016	2015	2014	2013	2012	2011
\$ 1,041,323	\$ 1,777,397	\$ 2,022,814	\$ 6,054,232	\$ 6,915,050	\$ 6,969,111
162,143	611,864	252,742	199,701	290,097	19,793
-	-	-	-	99,591	1,428,253
1,563,986	1,805,092	1,412,785	1,722,410	1,525,061	1,551,370
438,074	132,061	180,422	77,257	37,537	189,248
-	-	-	-	3,060,434	-
2,845,870	2,248,027	2,093,705	2,090,907	3,024,262	2,006,385
-	25,712	-	620,913	-	-
-	-	-	-	868,543	-
1,153,455	1,149,154	1,578,123	-	-	-
92	320,539	-	-	-	-
7,204,943	8,069,846	7,540,591	10,765,420	15,820,575	12,164,160
\$ 6,937,651	\$ 6,163,924	\$ 5,913,633	\$ 5,547,560	\$ 4,891,233	\$ 4,250,255
14,898	70,473	89,747	1,969,979	461,964	344,396
277,247	328,414	269,029	266,196	491,612	180,604
5,093,609	4,651,836	4,171,230	3,928,342	3,601,900	3,385,748
107,655	112,989	80,570	95,132	81,998	68,956
-	-	-	-	-	-
14,600,751	13,817,822	13,671,443	12,938,039	12,402,857	12,238,716
395,149	157,698	178,002	148,642	125,123	187,436
2,010,444	1,960,462	1,929,101	1,896,106	1,931,126	1,944,758
29,437,404	27,263,618	26,302,755	26,789,996	23,987,813	22,600,869
36,642,347	35,333,464	33,843,346	37,555,416	39,808,388	34,765,029
6,914,541	4,010,499	4,921,674	7,269,820	6,086,034	5,963,977
19,474,413	11,271,574	14,677,285	10,352,003	13,893,641	10,457,134
5,490,894	4,536,755	5,420,004	3,080,513	3,923,526	3,650,817
8,802,091	5,452,550	5,881,480	-	-	-
293,944	322,330	435,790	1,618,065	966,063	976,011
40,975,883	25,593,708	31,336,233	22,320,401	24,869,264	21,047,939
7,271,424	7,832,250	6,852,085	7,581,708	5,256,110	5,260,907
6,838,563	5,359,115	7,475,207	3,846,640	5,035,171	4,300,986
-	-	-	-	-	-
16,708,504	13,521,819	15,825,968	13,613,715	13,673,739	12,516,992
2,557,101	1,945,375	2,240,951	3,233,961	3,308,448	3,535,592
33,375,592	28,658,559	32,394,211	28,276,024	27,273,468	25,614,477
74,351,475	54,252,267	63,730,444	50,596,425	52,142,732	46,662,416
(33,770,940)	(17,523,862)	(23,795,642)	(11,554,981)	(9,048,689)	(8,883,779)
(3,938,188)	(1,394,941)	(6,091,456)	(1,486,028)	(3,285,655)	(3,013,608)
(37,709,128)	(18,918,803)	(29,887,098)	(13,041,009)	(12,334,344)	(11,897,387)
10,452,785	10,203,218	10,216,080	5,783,168	5,416,909	5,093,848
4,763,832	4,607,586	4,572,352	4,306,761	4,209,696	4,170,896
5,603,646	4,628,130	4,676,572	4,528,236	4,254,933	3,908,851
187,447	192,577	342,638	346,084	329,126	224,016
5,919,329	5,854,694	5,600,322	1,132,040	1,251,148	1,377,187
-	-	-	-	-	-
350,000	-	(90,000)	-	-	-
27,277,039	25,486,205	25,317,964	16,096,289	15,461,812	14,774,798
(10,432,089)	6,567,402	(4,569,134)	3,055,280	3,127,468	2,877,411
114,156,531	117,363,461	110,510,643	107,455,363	104,327,895	101,450,481
-	(9,774,332)	-	-	-	-
-	-	11,421,952	-	-	-
\$ 103,724,442	\$ 114,156,531	\$ 117,363,461	\$ 110,510,643	\$ 107,455,363	\$ 104,327,892

CITY OF ASHLAND, OREGON
CHANGES IN NET POSITION
GOVERNMENTAL ACTIVITIES

Last ten years

For the year ended June 30

Program Revenues:	2020	2019	2018	2017
General government:				
Charges for services	\$ 2,163,101	\$ 1,756,664	\$ 391,169	\$ 910,241
Operating grants and contributions	732,823	262,489	129,380	129,380
Capital grants and contributions	-	-	-	-
Capital system development charges	-	-	-	-
Public safety:				
Charges for services	2,675,547	2,548,153	1,606,504	1,688,843
Operating grants and contributions	1,279,769	1,623,913	104,913	58,208
Capital grants and contributions	-	-	-	-
Highways and streets:				
Charges for services	2,003,993	3,249,260	2,023,624	2,944,784
Operating grants and contributions	1,479,134	1,511,605	-	-
Capital grants and contributions	-	-	-	-
Parks and Recreation :				
Charges for Services	967,035	1,144,135	1,096,063	1,139,709
Operating Grants and Contributions	5,753,946	5,412,257	7,086,738	-
	<u>17,055,348</u>	<u>17,508,476</u>	<u>12,438,391</u>	<u>6,871,165</u>
Program Expenses:				
General government	6,475,196	5,131,091	7,543,912	5,496,540
Public safety	18,926,690	17,929,057	19,412,731	16,623,123
Highways and streets	4,126,947	5,448,730	4,404,007	5,783,911
Parks and Recreation	7,775,649	6,674,183	6,260,320	6,957,300
Interest on long-term debt	447,633	277,965	657,711	262,979
	<u>37,752,115</u>	<u>35,461,026</u>	<u>38,278,681</u>	<u>35,123,853</u>
Net (Expense) Revenue:				
General government	(3,579,272)	(3,111,938)	(7,023,363)	(4,456,919)
Public safety	(14,971,374)	(13,756,991)	(17,701,314)	(14,351,772)
Highways and streets	(643,820)	(687,865)	(2,380,383)	(2,839,127)
Parks and Recreation	(1,054,668)	(117,791)	1,922,481	(5,817,591)
Interest on long-term debt	(447,633)	(277,965)	(657,711)	(262,979)
	<u>(20,696,767)</u>	<u>(17,952,550)</u>	<u>(25,840,290)</u>	<u>(27,728,388)</u>
General Revenues:				
Property taxes	12,206,619	11,772,192	11,373,320	10,907,541
Utility users tax	3,446,443	3,378,833	5,179,602	4,871,486
Users taxes	4,359,308	5,661,545	3,851,111	3,702,721
Unrestricted interest earnings	262,664	806,851	369,819	188,869
Miscellaneous	57,010	84,272	5,104,961	7,454,484
OSF Donated Capital	-	-	-	3,440,453
Transfers:	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total general revenues and transfers	<u>20,382,044</u>	<u>21,703,693</u>	<u>25,878,813</u>	<u>30,565,554</u>
Change in net position	(314,723)	3,751,143	38,523	2,837,166
Net position - beginning, restated	49,997,168	46,246,025	48,671,366	48,194,066
Restatements	-	-	(2,463,864)	(2,359,866)
Recognition of prior infrastructure	-	-	-	-
Net position - ending	<u><u>\$ 49,682,445</u></u>	<u><u>\$ 49,997,168</u></u>	<u><u>\$ 46,246,025</u></u>	<u><u>\$ 48,671,366</u></u>

**CITY OF ASHLAND, OREGON
CHANGES IN NET POSITION
GOVERNMENTAL ACTIVITIES**

Last ten years

For the year ended June 30 (continued)

2016	2015	2014	2013	2012	2011
\$ 1,041,323	\$ 1,777,397	\$ 2,022,814	\$ 6,054,232	\$ 6,915,050	\$ 6,946,410
162,143	611,864	252,742	199,701	290,097	19,793
-	-	-	-	99,591	1,428,253
-	-	-	-	-	22,701
1,563,986	1,805,092	1,412,785	1,722,410	1,525,601	1,551,370
438,074	132,061	180,422	77,257	37,537	189,248
-	-	-	-	3,060,434	-
2,845,870	2,248,027	2,093,705	2,090,907	3,024,262	2,006,385
-	25,712	-	620,913	-	-
-	-	-	-	868,543	-
1,153,455	1,149,154	1,578,123	-	-	-
92	320,539	-	-	-	-
7,204,943	8,069,846	7,540,591	10,765,420	15,821,115	12,164,160
6,914,541	4,010,499	4,921,674	7,269,820	6,086,034	5,963,977
19,474,413	11,271,574	14,677,285	10,352,003	13,893,641	10,457,134
5,490,894	4,536,755	5,420,004	3,080,513	3,923,526	3,650,817
8,802,091	5,452,550	5,881,480	-	-	-
293,944	322,330	435,790	1,618,065	966,063	976,011
40,975,883	25,593,708	31,336,233	22,320,401	24,869,264	21,047,939
(5,711,075)	(1,621,238)	(2,646,118)	(1,015,887)	1,218,704	2,453,180
(17,472,353)	(9,334,421)	(13,084,078)	(8,552,336)	(9,270,609)	(8,716,516)
(2,645,024)	(2,263,016)	(3,326,299)	(368,693)	(30,721)	(1,644,432)
(7,648,544)	(3,982,857)	(4,303,357)	-	-	-
(293,944)	(322,330)	(435,790)	(1,618,065)	(966,063)	(976,011)
(33,770,940)	(17,523,862)	(23,795,642)	(11,554,981)	(9,048,689)	(8,883,779)
10,452,785	10,203,218	10,216,080	5,783,168	5,416,909	5,093,848
4,763,832	4,607,586	4,572,352	4,306,761	4,209,696	4,170,896
3,343,859	2,547,514	2,784,842	2,688,525	2,547,854	2,315,909
110,363	137,558	186,146	179,794	173,648	117,112
5,781,258	5,721,728	4,877,216	346,043	618,616	263,461
-	-	-	-	-	-
350,000	-	(90,000)	-	-	-
24,802,097	23,217,604	22,546,636	13,304,291	12,966,723	11,961,226
(8,968,843)	5,693,742	(1,249,006)	1,749,310	3,918,034	3,077,447
57,162,909	59,202,133	49,029,187	47,279,877	43,361,843	40,284,396
-	(7,732,966)	-	-	-	-
-	-	11,421,952	-	-	-
\$ 48,194,066	\$ 57,162,909	\$ 59,202,133	\$ 49,029,187	\$ 47,279,877	\$ 43,361,843

**CITY OF ASHLAND, OREGON
CHANGES IN NET POSITION
BUSINESS TYPE ACTIVITIES**

**Last ten years
For the year ended June 30**

Program Revenues:	2020	2019	2018	2017
Water:				
Charges for services	\$ 8,582,394	\$ 8,536,154	\$ 8,109,860	\$ 7,639,625
Capital grants and contributions	-	-	-	-
Capital system development charges	-	-	-	-
Wastewater:				
Charges for services	6,298,894	6,156,129	6,025,937	5,606,470
Capital system development charges	-	-	-	-
Stormwater:				
Charges for services	744,379	738,913	731,273	-
Electric:				
Charges for services	16,478,238	16,182,698	15,917,213	14,913,883
Operating grants and contributions	222,556	80,914	259,094	126,497
Telecommunications:				
Charges for services	2,508,889	2,379,809	2,252,527	2,094,810
	<u>34,835,350</u>	<u>34,074,617</u>	<u>33,295,904</u>	<u>30,381,285</u>
Program Expenses:				
Water	7,112,003	5,933,108	6,171,718	6,308,939
Wastewater	6,610,862	6,425,838	6,426,131	6,550,650
Stormwater	921,169	703,372	243,016	-
Electric	16,430,442	14,788,411	15,878,525	15,324,892
Telecommunications	2,239,378	2,018,513	1,837,333	2,158,040
	<u>33,313,854</u>	<u>29,869,242</u>	<u>30,556,723</u>	<u>30,342,521</u>
Net (Expense) Revenue:				
Water	1,470,391	2,603,046	1,938,142	1,330,686
Wastewater	(311,968)	(269,709)	(400,194)	(944,180)
Stormwater	(176,790)	35,541	488,257	-
Electric	270,352	1,475,201	297,782	(284,512)
Telecommunications	269,511	361,296	415,194	(63,230)
	<u>1,521,496</u>	<u>4,205,375</u>	<u>2,739,181</u>	<u>38,764</u>
General Revenues:				
Users taxes	1,617,688	1,626,299	1,628,413	2,005,556
Unrestricted interest earnings	518,384	534,597	338,990	157,991
Miscellaneous	114,038	652,448	137,001	161,109
Transfers:	<u>(50,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total general revenues and transfers	<u>2,200,110</u>	<u>2,813,344</u>	<u>2,104,404</u>	<u>2,324,656</u>
Change in net position	3,721,606	7,018,719	4,843,585	2,363,420
Net position - beginning, Restated	70,821,383	63,802,665	57,893,797	55,530,377
Restatement	-	-	1,065,283	-
Net position - ending	<u><u>\$ 74,542,989</u></u>	<u><u>\$ 70,821,384</u></u>	<u><u>\$ 63,802,665</u></u>	<u><u>\$ 57,893,797</u></u>

**CITY OF ASHLAND, OREGON
CHANGES IN NET POSITION
BUSINESS TYPE ACTIVITIES**

**Last ten years
For the year ended June 30 (continued)**

2016	2015	2014	2013	2012	2011
\$ 7,214,898	\$ 6,163,924	\$ 5,913,633	\$ 5,547,560	\$ 4,891,233	\$ 4,250,255
14,898	70,473	89,747	1,969,979	461,964	344,396
277,247	328,414	269,029	266,196	491,612	180,604
5,201,264	4,651,836	4,171,230	3,928,342	3,601,900	3,385,748
107,655	112,989	80,570	95,132	81,998	68,956
-	-	-	-	-	-
14,600,751	13,817,822	13,671,443	12,938,039	12,402,857	12,238,716
395,149	157,698	178,002	148,642	125,123	187,436
2,010,444	1,960,462	1,929,101	1,896,106	1,931,126	1,944,758
29,822,306	27,263,618	26,302,755	26,789,996	23,987,813	22,600,869
7,271,424	7,832,250	6,852,085	7,581,708	5,256,110	5,260,907
6,838,563	5,359,115	7,475,207	3,846,640	5,035,171	4,300,986
-	-	-	-	-	-
16,708,504	13,521,819	15,825,968	13,613,715	13,673,739	12,516,992
2,557,101	1,945,375	2,240,951	3,233,961	3,308,448	3,535,592
33,375,592	28,658,559	32,394,211	28,276,024	27,273,468	25,614,477
235,619	(1,269,439)	(579,676)	202,027	588,699	(485,652)
(1,529,644)	(594,290)	(3,223,407)	176,834	(1,351,273)	(846,282)
-	-	-	-	-	-
(1,712,604)	453,701	(1,976,523)	(527,034)	(1,145,759)	(90,840)
(546,657)	15,087	(311,850)	(1,337,855)	(1,377,322)	(1,590,834)
(3,553,286)	(1,394,941)	(6,091,456)	(1,486,028)	(3,285,655)	(3,013,608)
2,259,787	2,080,616	1,891,730	1,839,710	1,707,079	1,592,942
77,084	55,019	156,492	166,290	155,478	106,904
138,071	132,966	723,106	785,997	632,532	1,113,726
-	-	-	-	-	-
2,474,942	2,268,601	2,771,328	2,791,997	2,495,089	2,813,572
(1,463,246)	873,660	(3,320,128)	1,305,969	(790,566)	(200,036)
56,993,623	58,161,329	61,481,457	60,175,486	60,966,052	61,166,085
-	(2,041,366)	-	-	-	-
\$ 55,530,377	\$ 56,993,623	\$ 58,161,329	\$ 61,481,456	\$ 60,175,486	\$ 60,966,049

CITY OF ASHLAND, OREGON
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Last ten years
For the year ended June 30

Revenues:	2020	2019	2018	2017
Taxes	\$ 23,718,755	\$ 24,250,159	\$ 23,320,298	\$ 21,503,597
Fees, licenses and permits	1,095,600	859,045	838,832	1,306,346
Intergovernmental	4,389,728	4,049,917	3,679,646	2,493,399
Special assessments	12,490,539	12,426,073	17,535	101,006
Charges for services	99,557	99,436	11,984,766	13,030,993
System development charges	3,319	8,924	78,232	232,171
Fines and forfeitures	418,514	588,070	545,835	365,365
Interest on investments	419,911	344,270	257,293	188,869
Miscellaneous	111,735	1,499,847	1,062,344	292,318
Total revenues	42,747,658	44,125,741	41,784,781	39,514,064
Expenditures:				
General government	11,416,567	12,499,041	11,377,907	10,760,734
Public safety	17,818,233	18,052,832	17,005,350	15,305,740
Highways and streets	2,468,937	3,462,082	2,577,597	3,338,576
Parks and recreation	6,919,520	6,574,529	6,303,621	7,150,182
Capital outlay	4,291,183	906,840	951,063	872,683
Debt service	2,394,041	2,068,345	1,910,697	1,907,003
Principal	1,836,000	1,835,935	1,537,000	1,631,885
Interest	558,041	232,410	373,697	275,118
Total expenditures	45,308,481	43,563,669	40,126,235	39,334,918
Excess (deficiency) of revenues over expenditures	(2,560,823)	562,073	1,658,546	179,146
Other financing sources (uses):				
Proceeds from debt issuance	-	-	-	-
Interfund loans	-	-	-	-
Interfund loans forgiveness	-	-	(840,544)	-
Transfers in	515,488	734,143	622,954	396,205
Transfers out	(365,488)	(791,098)	(1,572,954)	(146,205)
Total other financing sources (uses)	150,000	(56,955)	(1,790,544)	250,000
Net change in fund balance	\$ (2,410,823)	\$ 505,118	\$ (131,998)	\$ 429,146
Non-capital expenditures:				
Total expenditures (Debt excluded)	\$ 45,308,481	\$ 43,563,669	\$ 40,126,235	\$ 39,334,918
Less: capital assets expenditures	(5,018,236)	(2,288,414)	(5,269,130)	(5,822,754)
Non-capital expenditures:	\$ 40,290,245	\$ 41,275,255	\$ 34,857,105	\$ 33,512,164
Ratio of debt service to noncapital expenditures	5.94%	5.01%	5.48%	5.69%

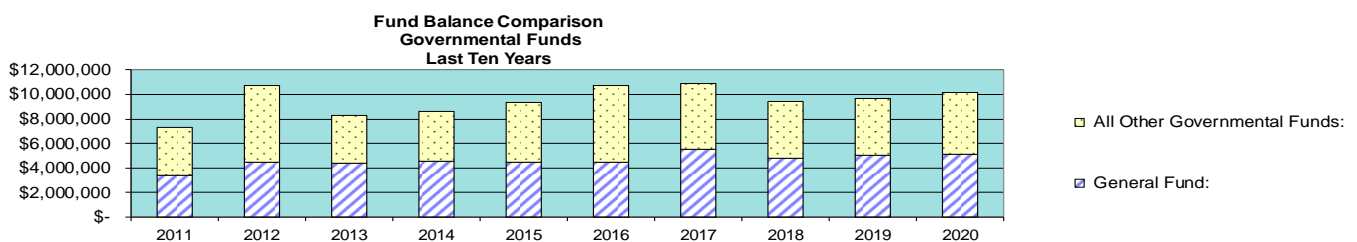
**CITY OF ASHLAND, OREGON
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

**Last ten years
For the year ended June 30 (continued)**

2016	2015	2014	2013	2012	2011
\$ 20,473,799	\$ 19,210,392	\$ 18,850,869	\$ 13,661,986	\$ 13,270,221	\$ 12,978,142
835,278	1,205,381	667,416	583,679	1,340,102	482,275
2,394,661	2,774,500	2,847,336	2,500,297	2,878,726	3,642,108
32,831	67,508	59,483	41,048	43,542	17,867
13,548,958	12,358,624	10,835,737	6,319,508	6,520,263	6,315,976
232,752	-	-	-	-	-
180,638	178,455	183,732	196,535	168,305	183,239
110,363	79,835	86,025	72,312	87,553	62,062
208,355	221,293	410,589	559,195	262,858	272,814
<u>38,017,635</u>	<u>36,095,988</u>	<u>33,941,187</u>	<u>23,934,560</u>	<u>24,571,570</u>	<u>23,954,483</u>
10,488,718	9,346,850	9,381,555	4,820,740	4,631,724	4,300,262
14,846,892	13,328,400	13,102,433	11,868,980	11,411,045	10,914,166
3,067,591	2,762,562	1,974,219	2,529,333	2,422,483	3,778,610
6,214,551	6,591,385	6,854,314			
1,434,986	959,542	1,636,407	4,984,031	2,374,574	1,859,097
1,844,645	1,902,924	1,842,374	2,754,188	2,172,846	2,562,886
1,541,836	1,454,442	1,320,000	1,732,744	1,196,086	1,563,425
302,016	447,689	522,374	1,021,444	976,760	999,461
<u>37,897,383</u>	<u>34,891,663</u>	<u>34,791,302</u>	<u>26,957,272</u>	<u>23,012,672</u>	<u>23,415,021</u>
120,252	1,204,325	(850,115)	(3,022,712)	1,558,898	539,462
870,000	-	-	1,767,459	-	-
-	-	-	208,000	-	(208,000)
-	-	-	-	-	-
612,162	556,515	750,927	41,461	203,105	997,349
(262,162)	(556,515)	(840,927)	(41,461)	(203,105)	(997,349)
1,220,000	-	(90,000)	1,975,459	-	(208,000)
<u>\$ 1,340,252</u>	<u>\$ 1,204,325</u>	<u>\$ (940,115)</u>	<u>\$ (1,047,253)</u>	<u>\$ 1,558,898</u>	<u>\$ 331,462</u>
\$ 37,897,383	\$ 34,891,663	\$ 34,791,302	\$ 26,957,272	\$ 23,012,672	\$ 23,415,021
(1,139,673)	(959,542)	(1,636,407)	(4,984,031)	(2,374,574)	(1,859,097)
<u>\$ 36,757,710</u>	<u>\$ 33,932,121</u>	<u>\$ 33,154,895</u>	<u>\$ 21,973,241</u>	<u>\$ 20,638,098</u>	<u>\$ 21,555,924</u>

CITY OF ASHLAND, OREGON
FUND BALANCES, GOVERNMENTAL FUNDS
Last ten years
For the year ended June 30

General Fund:	2020	2019	2018	2017
Restricted for:				
Asset forfeiture	\$ 35,217	\$ 34,459	\$ 23,972	\$ 32,313
Transient Occupancy Tax - tourism	501,558	487,873	425,141	338,658
Library services	-	-	-	-
Committed for:				
Parking surcharge	397,017	370,085	370,085	370,085
Public art	43,075	21,392	19,919	99,324
Future Downtown Parking supply	413,558	241,326	-	-
Affordable housing	-	-	-	166,351
Grubbs case	22,235	22,235	22,235	22,235
Unassigned, reported in:				
General fund	3,680,245	3,824,249	3,968,680	4,527,421
Total general fund	5,092,905	5,001,619	4,830,032	5,556,387
Street Fund:				
Restricted for:				
System development charges	1,681,185	2,641,068	2,511,605	2,431,470
Committed reported in:				
Special revenue funds	-	2,174,869	2,323,501	3,231,966
Total street fund	1,681,185	4,815,937	4,835,106	5,663,436
Parks Fund:				
Committed reported in:				
Parks Activities	1,362,768	1,107,369	788,308	386,186
Total parks fund	1,362,768	1,107,369	788,308	386,186
All Other Governmental Funds:				
Restricted for:				
System development charges	164,540	104,546	29,187	314,934
Community Development Grant Block funding	36,620	36,620	33,804	33,801
Restricted for debt service	1,037,697	1,035,856	1,027,297	976,090
Cemetery perpetual care	954,825	984,914	970,304	955,357
Committed for:				
Committed for parks activities	1,596,623	1,428,986	981,826	852,407
Committed for airport activities	376,568	235,659	202,017	-
Committed for affordable housing	109,079	69,986	-	-
Committed for food and beverage	-	-	-	-
Committed for facilities	754,031	756,172	1,110,763	2,000,302
Special revenue funds	-	-	263,903	173,227
Total all other governmental funds	5,029,983	4,652,739	4,619,101	5,306,118
Total governmental funds	\$ 13,166,841	\$ 15,577,664	\$ 15,072,547	\$ 16,912,127



CITY OF ASHLAND, OREGON
FUND BALANCES, GOVERNMENTAL FUNDS
Last ten years
For the year ended June 30 (continued)

2016	2015	2014	2013	2012	2011
\$ 25,784	\$ 29,678	\$ 28,897	\$ 14,579	\$ 224,361	\$ 187,864
129,763	99,108	116,131	-	102,786	100,563
-	56,587	142,497	-	-	-
370,085	334,949	287,725	273,965	247,725	232,497
109,938	85,667	78,154	82,849	73,011	28,113
-	-	-	-	-	-
166,351	166,351	148,426	148,426	148,426	23,367
22,235	22,235	22,230	22,230	21,230	-
3,636,527	3,671,969	3,731,916	3,863,212	3,692,190	2,875,653
4,460,683	4,466,544	4,555,976	4,405,261	4,509,729	3,448,057
2,619,729	2,479,609	2,415,789	2,376,109	2,352,315	1,980,292
2,795,238	2,798,621	2,321,834	2,041,013	690,977	256,008
5,414,967	5,278,230	4,737,623	4,417,122	3,043,292	2,236,300
313,140	503,626	583,394	-	-	-
313,140	503,626	583,394	-	-	-
606,669	557,297	508,399	459,458	411,399	364,909
33,804	33,797	33,801	33,801	33,798	34,424
1,028,912	861,560	794,695	785,823	982,650	809,249
944,552	922,667	896,572	874,045	861,244	831,603
1,536,623	209,302	332,482	-	-	-
138,905	117,516	80,488	97,697	83,711	60,083
-	-	-	-	-	-
-	524,663	470,422	365,466	365,466	526,148
2,004,725	1,667,528	944,553	1,268,783	3,463,420	1,241,604
-	-	-	-	-	-
6,294,190	4,894,330	4,061,412	3,885,073	6,201,688	3,868,020
\$ 16,482,980	\$ 15,142,730	\$ 13,938,405	\$ 12,707,456	\$ 13,754,709	\$ 9,552,377

CITY OF ASHLAND, OREGON
FUND BALANCE COMPARISON
Last ten years
For the year ended June 30

Fund Balances	2020	2019	2018	2017
	Adopted	Adopted	Adopted	Adopted
City Component				
General Fund	\$ 4,253,147	\$ 2,464,474	\$ 2,464,474	\$ 252,360
Housing Fund	404,668	-	-	-
Community Development Block Grant Fund	-	1	1	1
Reserve Fund	39,110	25,085	25,085	38,580
Street Fund	3,660,187	3,959,022	3,959,022	2,022,280
Airport Fund	411,018	143,947	143,947	70,236
Capital Improvements Fund	181,635	1,705,906	1,705,906	1,536,953
Debt Service Fund	1,419,738	1,208,002	1,208,002	849,354
Water Fund	19,600,412	8,954,820	8,954,820	2,072,024
Wastewater Fund	15,233,131	6,872,543	6,872,543	2,193,032
Stormwater Fund	1,226,864	1,544,630	1,544,630	-
Electric Fund	761,698	819,118	819,118	368,237
Telecommunications Fund	1,268,142	200,299	200,299	327,302
Central Services Fund	51,207	490,440	490,440	16,549
Insurance Services Fund	243,352	623,899	623,899	136,638
Health Benefits Fund	923,953	84,755	84,755	33,370
Equipment Fund	47,091	2,385,539	2,385,539	1,968,694
Cemetery Trust Fund	923,964	984,270	984,270	974,046
Total city component	50,649,317	32,466,750	32,466,750	12,859,656
Parks Component				
Parks and Recreation Fund	51,257	(24,876)	(24,876)	4,014
Youth Activities Levy Fund	-	-	-	-
Parks Capital Improvements Fund	1,368,972	(743,870)	(743,870)	308,617
Parks Equipment Fund	215,744	164,364	164,364	40,000
Total parks component	1,635,973	(604,382)	(604,382)	352,631
Total budget	\$ 52,285,290	\$ 31,862,368	\$ 31,862,368	\$ 13,212,287

Fund Balances	2020	2019	2018	2017
	Actual	Actual	Actual	Actual
City Component				
General Fund	\$ 5,053,649	\$ 4,963,179	\$ 4,792,507	\$ 4,687,675
Housing Fund	109,079	69,986	263,903	-
Community Development Block Grant Fund	36,620	36,620	33,801	33,801
Reserve Fund	39,256	38,440	37,524	28,168
Street Fund	1,681,185	4,815,937	4,835,107	5,663,436
Airport Fund	376,568	235,659	202,016	173,227
Capital Improvements Fund	918,571	860,718	1,139,950	2,315,236
Debt Service Fund	1,037,697	1,035,856	1,027,296	976,090
Water Fund	10,850,466	10,495,072	9,432,724	7,795,562
Wastewater Fund	10,085,823	8,826,689	7,636,846	7,842,215
Stormwater Fund	1,795,164	1,866,537	1,768,991	-
Electric Fund	2,521,066	2,249,388	2,468,855	2,026,665
Telecommunications Fund	1,540,525	1,135,311	834,108	599,420
Central Services Fund	1,572,864	839,735	1,092,453	281,575
Insurance Services Fund	204,852	8,140	586,216	1,017,579
Health Benefits Fund	1,212,173	932,375	4,695	396,418
Equipment Fund	3,851,597	3,328,444	3,579,502	3,404,966
Cemetery Trust Fund	954,825	984,914	970,305	955,357
Total city component	43,841,980	42,723,000	40,706,799	38,197,390
Parks Component				
Parks and Recreation Fund	1,074,422	842,878	661,453	209,332
Youth Activities Levy Fund	-	-	-	-
Parks Capital Improvements Fund	1,596,623	1,428,986	981,825	852,407
Parks Equipment Fund	288,346	264,491	126,854	176,854
Total parks component	2,959,391	2,536,355	1,770,132	1,238,593
Total actual	\$ 46,801,371	\$ 45,259,355	\$ 42,476,931	\$ 39,435,983

**CITY OF ASHLAND, OREGON
FUND BALANCE COMPARISON**

Last ten years

For the year ended June 30 (continued)

2016	2015	2014	2013	2012	2011
Adopted	Adopted	Adopted	Adopted	Adopted	Adopted
\$ 1,646,957	\$ 777,434	\$ 2,594,256	\$ 1,563,870	\$ 1,729,188	\$ 1,484,490
-	-	-	-	-	-
1	-	-	(34,424)	-	-
221,580	454,910	336,910	1,018,502	869,172	151,500
3,694,376	1,059,860	1,403,337	1,669,993	2,205,420	2,199,998
71,735	64,468	34,564	99,276	44,387	10,804
1,363,411	1,890,308	1,858,486	545,638	1,828,450	1,493,676
803,151	606,593	637,043	949,626	1,020,546	790,646
4,711,984	3,559,316	3,575,115	2,383,044	1,121,531	4,302,000
2,803,471	2,305,611	2,415,670	2,235,859	233,204	2,328,958
-	-	-	-	-	-
537,900	590,117	1,012,411	1,077,114	1,091,591	1,387,036
172,269	30,968	210,594	153,998	339,464	281,732
232,353	392,031	754,268	32,508	10,026	70,593
318,938	429,287	622,602	477,568	646,302	394,466
(291,630)	86,718	348,359	-	-	-
1,657,459	1,280,781	1,233,835	2,553,013	1,124,500	88,202
948,546	937,744	912,244	892,603	852,797	826,753
18,892,501	14,466,146	17,949,694	15,618,188	13,116,578	15,810,854
184,915	666,289	583,396	1,290,439	1,703,840	1,409,225
-	-	-	-	-	-
(674,924)	302,132	270,032	242,067	193,504	195,991
192,000	-	-	-	-	-
(298,009)	968,421	853,428	1,532,506	1,897,344	1,605,216
\$ 18,594,492	\$ 15,434,567	\$ 18,803,122	\$ 17,150,694	\$ 15,013,922	\$ 17,416,070
2016	2015	2014	2013	2012	2011
Actual	Actual	Actual	Actual	Actual	Actual
\$ 3,603,674	\$ 3,620,264	\$ 3,719,809	\$ 3,385,681	\$ 3,495,819	\$ 2,938,556
-	-	-	-	-	-
33,804	33,797	33,801	33,801	33,798	34,424
166,465	196,279	336,167	1,019,580	1,013,910	509,502
5,414,967	5,278,231	4,737,624	4,417,121	3,043,292	2,236,300
138,905	117,516	80,488	116,697	83,710	60,083
2,802,016	2,749,488	1,923,374	2,094,707	4,449,285	2,132,661
1,028,912	861,560	1,159,490	1,150,618	982,649	809,248
6,081,537	5,208,592	6,273,413	6,437,576	2,708,910	2,212,401
6,499,438	5,095,342	4,271,386	4,290,774	2,794,806	3,250,111
-	-	-	-	-	-
1,863,131	900,609	1,899,104	2,327,540	2,418,099	2,476,294
365,637	305,058	479,997	587,624	586,943	517,916
579,888	870,190	870,190	853,280	-	491,546
1,160,957	1,766,284	1,584,721	848,857	761,552	605,943
140,764	473,726	169,366	-	-	-
3,134,593	2,937,105	2,540,413	3,357,663	2,479,905	1,858,969
944,553	922,667	896,572	874,045	861,243	831,602
33,959,241	31,336,708	30,975,915	31,795,564	25,713,921	20,965,556
254,306	503,628	583,396	1,783,433	2,242,227	2,214,031
-	-	-	-	20,326	9,899
1,346,001	209,302	332,482	387,632	449,131	432,866
58,834	-	-	-	-	-
1,659,141	712,930	915,878	2,171,065	2,711,684	2,656,796
\$ 35,618,382	\$ 32,049,638	\$ 31,891,793	\$ 33,966,629	\$ 28,425,605	\$ 23,622,352

**CITY OF ASHLAND, OREGON
ASSESSED AND ESTIMATED ACTUAL
VALUE OF TAXABLE PROPERTY
Last ten years - Unaudited**

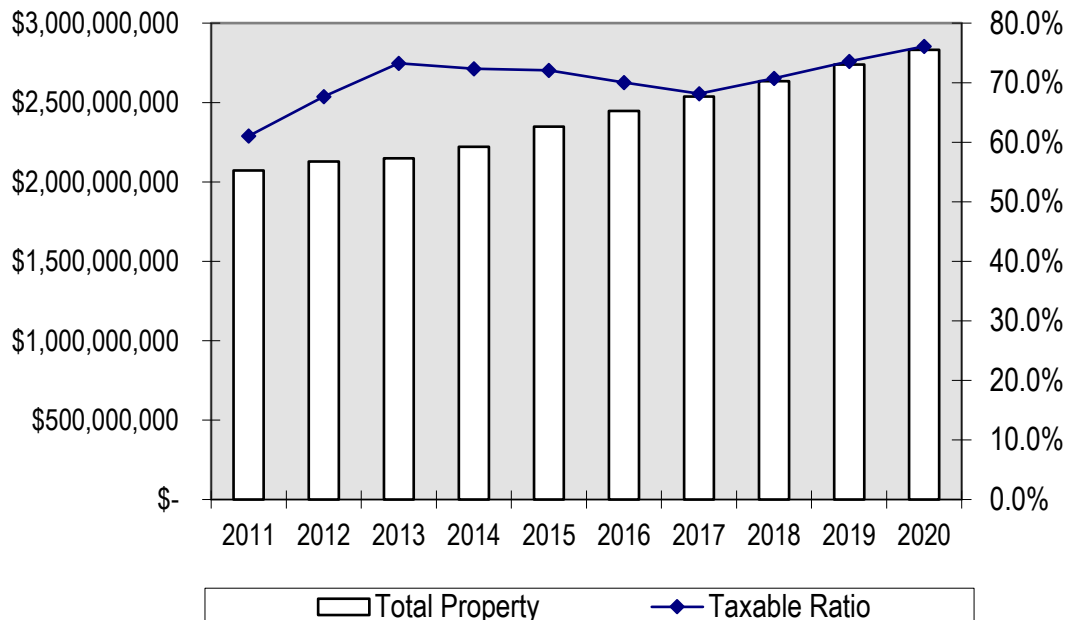
Fiscal Year Ended June 30,	Real Property	Mobile Home	Personal (1)	Utilities	Total	Property Tax Rate	Taxable ratio (True Cash Value to Assessed)
2020	\$ 2,745,946,271	\$ 7,428,132	\$ 39,388,970	\$ 39,719,700	\$ 2,832,483,073	\$ 4.47	76.1%
2019	2,648,762,575	7,176,174	40,011,240	42,200,100	2,738,150,089	4.43	73.6%
2018	2,550,677,170	6,701,376	37,518,450	38,356,118	2,633,253,114	4.44	70.7%
2017	2,458,564,994	6,700,924	37,949,290	34,169,600	2,537,384,808	4.40	68.2%
2016	2,367,355,356	6,526,881	40,417,280	31,573,600	2,445,873,117	4.41	70.0%
2015	2,274,534,883	6,445,605	38,438,560	29,027,740	2,348,446,788	4.61	72.1%
2014	2,154,231,164	6,060,576	36,756,490	24,858,300	2,221,906,530	4.61	72.3%
2013	2,079,286,927	6,060,300	36,739,550	26,166,700	2,148,253,477	4.63	73.3%
2012	2,055,111,118	6,318,010	40,939,090	26,290,929	2,128,659,147	4.71	67.7%
2011	2,000,563,826	5,956,110	41,057,580	24,422,710	2,072,000,226	4.60	61.0%

All property is evaluated once every six years as required by state statute

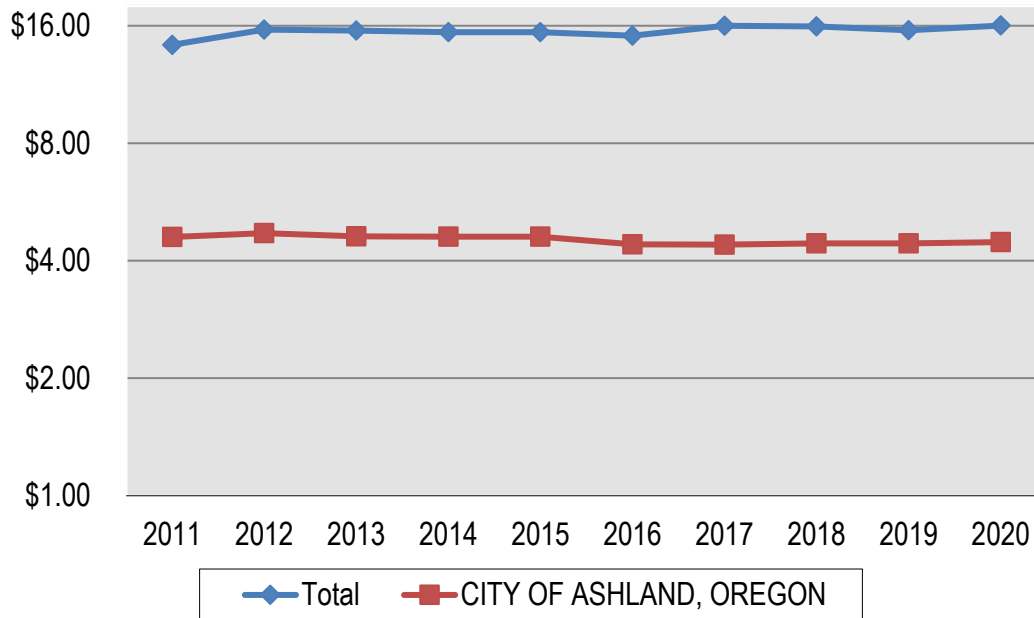
(1) Includes non-profit housing

Source: Jackson County Assessor tax roll property values

**Real Property Value and Taxable Ratio
Last Ten Years**



**City of Ashland Property Tax Rate
Compared to Total Rate per Thousand**



**CITY OF ASHLAND, OREGON
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
(Per \$1,000 of Assessed Valuation)
Last ten years - Unaudited**

Fiscal Year Ended June 30,	City of Ashland Permanent rate	City of Ashland Local Option Levies	City of Ashland Bonded Debt	City of Ashland Component Unit	City of Ashland Total Tax Rate	Net Jackson Co Tax Rate	Net General Government Tax Rate	Net School Support Tax Rate	Total
2020	\$ 4.29	-	\$ 0.18	-	\$ 4.47	\$ 3.09	\$ 7.56	\$ 8.46	\$ 16.02
2019	4.24	-	0.19	-	4.43	3.10	7.53	8.06	15.58
2018	4.24	-	0.20	-	4.44	3.12	7.55	8.38	15.93
2017	4.20	-	0.20	-	4.40	3.14	7.54	8.45	15.98
2016	4.20	-	0.21	-	4.41	2.28	6.69	8.41	15.10
2015	4.20	0.19	0.22	-	4.61	2.47	7.08	8.33	15.41
2014	4.20	0.19	0.22	-	4.61	2.47	7.08	8.34	15.41
2013	2.10	0.19	0.24	2.09	4.62	2.55	7.17	8.38	15.55
2012	2.10	0.19	0.32	2.09	4.71	2.55	7.26	8.38	15.64
2011	2.12	0.19	0.20	2.09	4.60	2.55	7.15	7.14	14.29

(1) Oregon Measure 47 combined with Jackson County tax rate since 1997-98

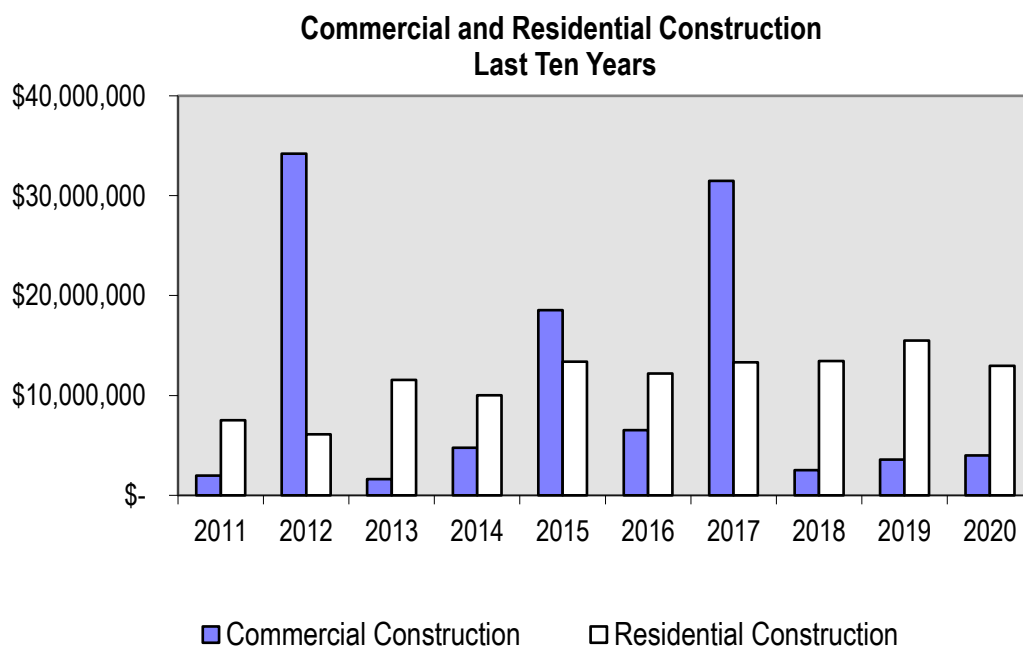
Source: Jackson County Assessor and Tax Collector

CITY OF ASHLAND, OREGON
PROPERTY VALUE AND NEW CONSTRUCTION HISTORY
Last ten years - Unaudited

Fiscal Year Ended June 30,	Property Value (1)	Commercial Construction		Residential Construction	
		Number of Units	Value	Number of Units	Value
2020	2,832,483,073	4	\$ 4,006,566	83	\$ 12,950,709
2019	2,738,150,089	3	3,576,094	94	15,513,154
2018	2,633,253,114	6	2,525,849	80	13,441,485
2017	2,537,384,808	7	31,479,266	70	13,313,136
2016	2,445,873,117	6	6,513,734	57	12,204,836
2015	2,348,446,788	8	18,530,998	62	13,371,460
2014	2,262,503,440	9	4,770,334	50	10,032,795
2013	2,079,286,927	8	1,632,075	56	11,568,784
2012	2,128,659,147	10	34,221,808	33	6,123,270
2011	2,072,000,226	11	1,989,421	47	7,531,926

(1) Property value is assessed valuation

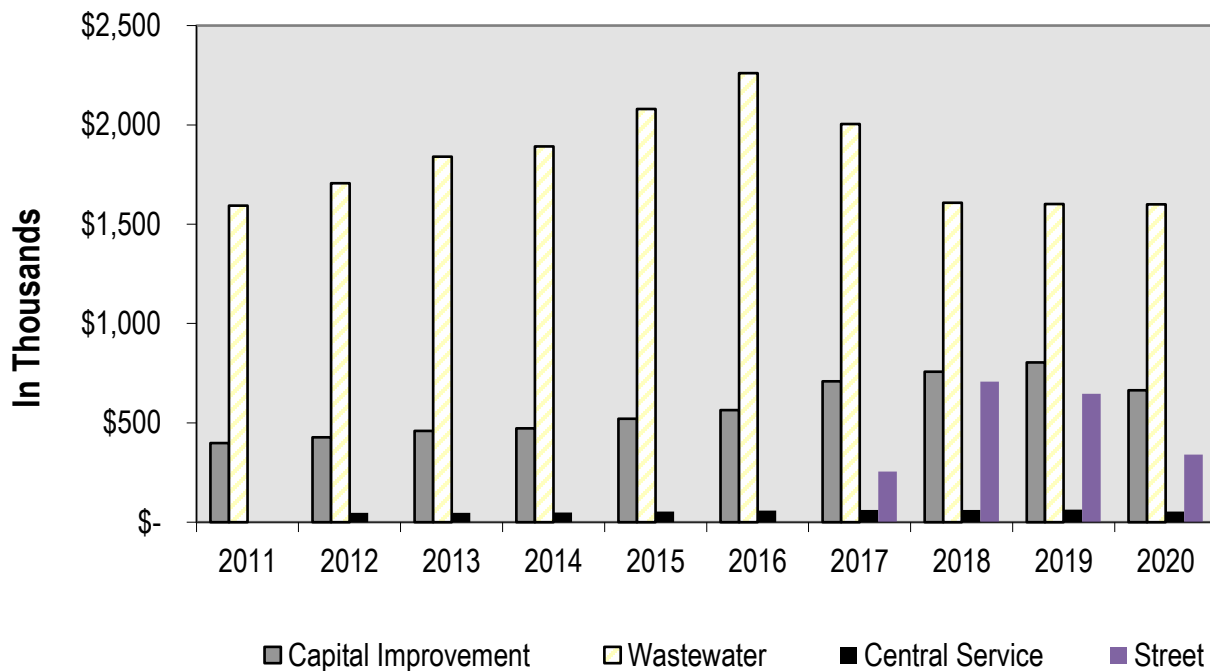
Source: City of Ashland, Community Development Department
Jackson County Assessor



CITY OF ASHLAND, OREGON
FOOD AND BEVERAGE TAX REVENUES BY FUND
(amounts expressed in thousands)
Last ten years - Unaudited

Fiscal Year Ended June 30,	Street Fund	Capital Improvement	Wastewater	Central Service	Total	Cumulative
2020	341	664	1,600	53	\$ 2,658	\$ 53,008
2019	646	804	1,601	64	3,115	50,350
2018	708	758	1,608	61	3,135	47,235
2017	255	709	2,005	61	3,030	44,100
2016	-	565	2,260	58	2,883	41,070
2015	-	520	2,080	53	2,653	38,187
2014	-	473	1,892	48	2,413	35,534
2013	-	460	1,840	47	2,347	33,121
2012	-	427	1,707	47	2,181	30,774
2011	-	398	1,593	31	2,022	28,593

Food and Beverage Tax Revenues by Fund
Last Ten Years



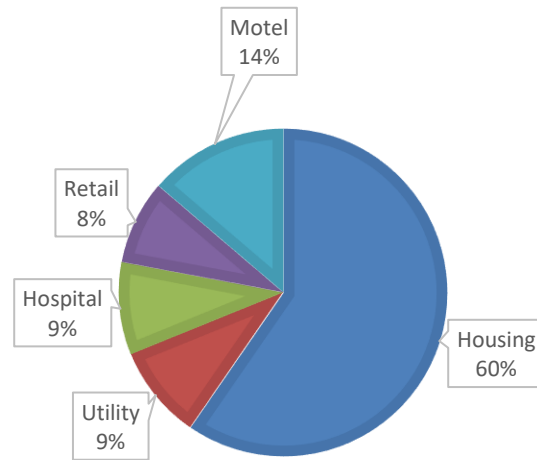
CITY OF ASHLAND, OREGON
PRINCIPAL PROPERTY TAXPAYERS
Current and ten years ago

Taxpayers	Type of Business	Percentage	
		2020 Assessed Valuation	of Total Assessed Valuation
Deluca Ronald L Trustee	Housing	21,519,190	0.76%
Deluca Ronald L Trustee ET AL	Housing	21,316,920	0.75%
Deluca Revocable Trust ET AL	Housing	16,246,830	0.57%
Ashlander Ashland LLC	Housing	14,842,900	0.52%
Avista Corp	Utility	13,445,000	0.47%
Ashland Community Hopsital	Hospital	13,162,510	0.46%
Deluca Ronald L Trustee ET AL	Housing	12,245,070	0.43%
Ashland Shopping Center LLC	Retail	12,015,100	0.42%
Ashland Hills Hotel LLC	Motel	10,038,820	0.35%
Plaza Hospitality	Motel	9,805,160	0.35%
All other		2,687,845,573	94.89%
Total		\$ 2,832,483,073	100.00%

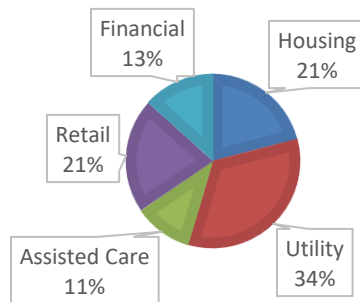
Taxpayers	Type of Business	Percentage	
		2011 Assessed Valuation	of Total Assessed Valuation
Ronald L. Deluca	Housing	\$ 9,816,140	0.47%
Qwest Corporation	Utility	8,413,100	0.41%
Ashland Community Hospital	Hospital	8,010,680	0.39%
Avista Corp.	Utility	7,355,000	0.35%
Pacific Financial, Inc.	Financial	6,222,260	0.30%
Windmill Inns of America, Inc	Motels	5,174,385	0.25%
Michael D & Beverly Rydbom	Retail	5,166,930	0.25%
Skylark Assisted Living	Assisted Care	5,078,730	0.25%
Bard's Inn	Motels	4,861,820	0.23%
Summit Investment	Retail	4,816,300	0.23%
All other		2,007,084,881	96.87%
Total		\$ 2,072,000,226	100.00%

Source: Jackson County Assessor

2020 PRINCIPAL PROPERTY TAX PAYERS



2011 PRINCIPAL PROPERTY TAX PAYERS



CITY OF ASHLAND, OREGON
GENERAL GOVERNMENTAL TAX REVENUES
BY SOURCE
(amounts expressed in thousands)
Last ten years - Unaudited

Fiscal Year Ended June 30,	Combined Property Taxes	Electric Utility Franchise (1)	Utility Users Tax (1)	Other Franchise and Privilege Taxes	Transient Occupancy Tax	Food and Beverage Tax (2)	Water Surcharge Tax	Public Safety Tax	Marijuana Tax	Business & Other Related Business Tax	Total
2020	\$ 12,254	\$ 1,660	\$ 3,446	\$ 2,047	\$ 2,239	\$ 1,005	\$ 387	\$ 218	\$ 228	\$ 235	\$ 23,719
2019	11,776	1,630	3,379	2,047	3,142	1,450	177	211	184	254	24,250
2018	11,347	1,598	3,330	1,967	2,910	1,466	175	69	207	234	23,303
2017	10,898	1,496	3,130	1,949	2,819	964	176	N/A	N/A	248	21,680
2016	10,508	1,466	3,077	1,604	2,055	565	171	N/A	N/A	237	19,683
2015	10,133	1,390	2,923	1,513	2,460	520	N/A	N/A	N/A	209	19,148
2014	10,268	1,373	2,895	1,530	2,091	473	N/A	N/A	N/A	208	18,838
2013	9,874	1,311	2,704	1,518	2,009	460	N/A	N/A	N/A	208	18,084
2012	9,759	1,251	2,627	1,436	1,911	427	N/A	N/A	N/A	202	17,613
2011	9,246	1,228	2,603	1,591	1,918	398	N/A	N/A	N/A	197	17,181

(1) Derived from city-owned electric utility operations

(2) Tax enacted July 1, 1993

CITY OF ASHLAND, OREGON
PROPERTY TAX LEVIES AND COLLECTIONS
Last ten years - Unaudited

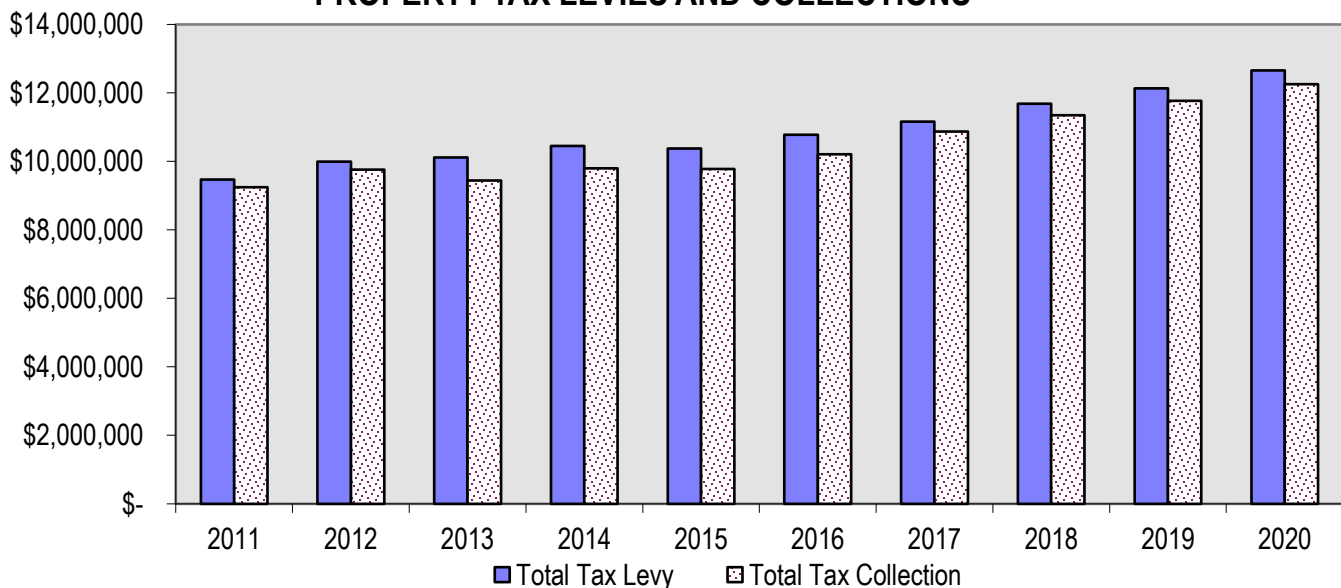
Fiscal Year Ended June 30,	Total Tax Levy (1)	Current Tax Collections (2)	Percent of Levy Collected	Delinquent Tax Collections (2)(3)	Total Tax Collections	Percent of Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes	Percent of Delinquent Taxes to Tax Levy
2020	\$ 12,656,862	\$ 11,970,900	94.58%	\$ 283,003	\$ 12,253,903	96.82%	717,417	6%
2019	12,133,433	11,465,438	94.49%	300,603	11,766,041	96.97%	741,442	6%
2018	11,686,504	11,077,325	94.79%	270,018	11,347,343	97.10%	744,932	6%
2017	11,165,588	10,584,077	94.79%	292,706	10,876,783	97.41%	718,956	6%
2016	10,782,252	10,204,495	94.64%	303,781	10,508,276	97.46%	698,038	6%
2015	10,374,563	9,774,296	94.21%	358,851	10,133,147	97.67%	768,885	7%
2014	10,453,597	9,799,116	93.74%	468,669	10,267,785	98.22%	704,806	7%
2013	10,119,532	9,440,360	93.29%	394,679	9,835,039	97.19%	785,377	8%
2012	9,997,229	9,322,678	93.25%	436,198	9,758,876	97.62%	755,098	8%
2011	9,470,164	8,885,987	93.83%	359,767	9,245,754	97.63%	773,714	8%

(1) Includes levy within the tax base, levy for bonded indebtedness, miscellaneous assessment payments in lieu of tax, and tax levy shared offsets

(2) Includes adjustments, rounding and discounts

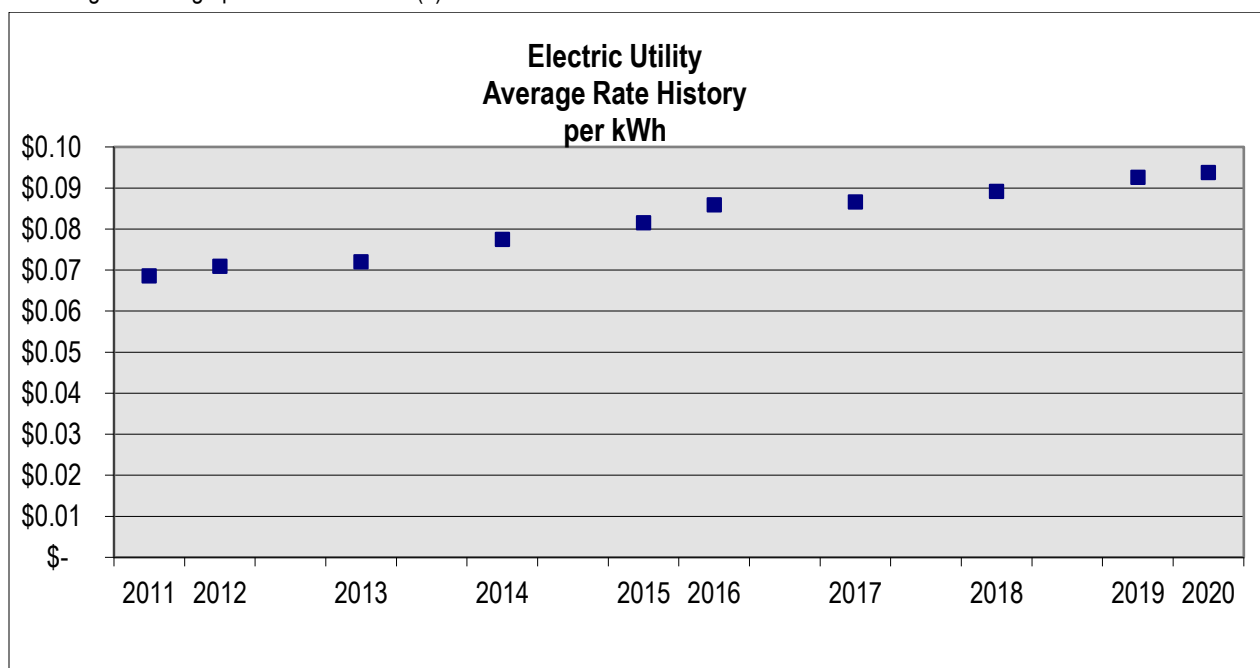
(3) Delinquent taxes collected represent accumulative amounts for the specific fiscal year

PROPERTY TAX LEVIES AND COLLECTIONS



**CITY OF ASHLAND, OREGON
ELECTRIC UTILITY USAGE
IN KILOWATT HOURS (kWh)
Last ten years - Unaudited**

	2020	2019	2018	2017
Electric:				
Commercial	51,506,423	52,595,231	56,199,380	54,212,204
Governmental	20,121,422	25,722,896	20,663,724	16,881,982
Municipal	15,074,710	10,801,152	7,642,747	6,489,407
Residential	83,083,258	88,361,322	89,213,217	89,500,760
Electric usage total	169,785,813	177,480,601	173,719,068	167,084,353
Total electric revenue	\$ 15,928,428	\$ 16,440,849	\$ 15,486,694	\$ 14,465,963
Average consumption rate per kWh	\$ 0.094	\$ 0.093	\$ 0.089	\$ 0.087
BPA surcharge revenue	NA	NA	NA	NA
Average surcharge per consumed kWh (1)	NA	NA	NA	NA

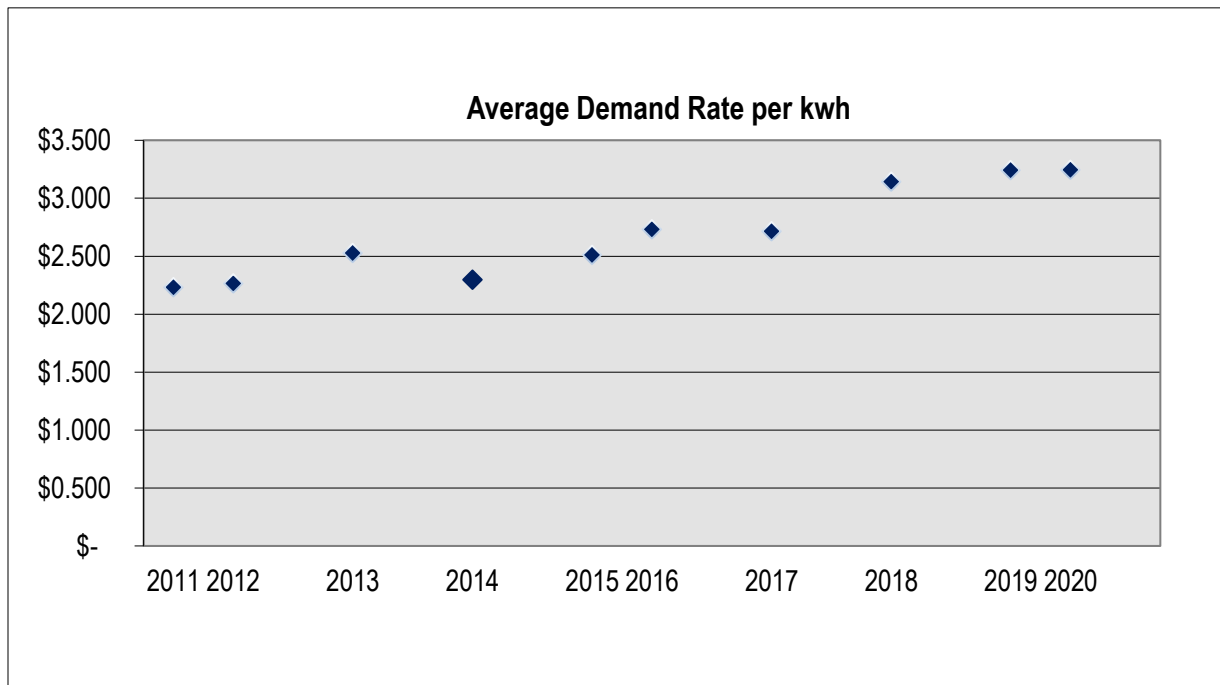


(1) Council implemented the surcharge due to increasing costs and changes in the wholesale power industry in FY 2002

	2020	2019	2018	2017
Demand:				
Commercial	137,519	138,373	157,991	152,791
Governmental/Municipal	86,822	87,101	67,663	67,095
Demand usage total	224,341	225,474	225,654	219,886
Total demand revenue	\$ 728,631	\$ 731,766	\$ 709,540	\$ 597,188
Average demand rate per kWh	\$ 3.248	\$ 3.245	\$ 3.144	\$ 2.716

**CITY OF ASHLAND, OREGON
ELECTRIC UTILITY USAGE
IN KILOWATT HOURS (kwh)
Last ten years - Unaudited (continued)**

2016	2015	2014	2013	2012	2011
55,434,978	57,241,622	57,351,533	58,984,152	55,628,874	55,617,369
17,084,620	18,894,191	19,552,546	19,934,831	20,136,246	20,539,286
7,607,560	6,439,200	6,410,372	5,978,193	6,164,885	6,107,945
86,749,323	85,448,299	91,309,827	89,637,162	91,550,691	94,402,343
166,876,481	168,023,312	174,624,278	174,534,338	173,480,696	176,666,943
\$ 14,338,555	\$ 13,700,057	\$ 13,536,923	\$ 12,575,449	\$ 12,305,176	\$ 12,126,401
\$ 0.086	\$ 0.082	\$ 0.078	\$ 0.072	\$ 0.071	\$ 0.069
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA



2016	2015	2014	2013	2012	2011
159,344	209,020	158,829	175,675	164,566	162,175
67,850	66,037	67,481	67,388	71,111	68,480
227,194	275,057	226,310	243,063	235,677	230,655
\$ 620,772	\$ 691,225	\$ 519,458	\$ 614,862	\$ 533,947	\$ 515,481
\$ 2.732	\$ 2.513	\$ 2.295	\$ 2.530	\$ 2.266	\$ 2.235

CITY OF ASHLAND, OREGON
RATIO OF NET GENERAL OBLIGATION BONDED DEBT
TO ASSESSED VALUE AND
NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
Last ten years - Unaudited

Fiscal Year Ended June 30,	Population (1)	Percentage Change	Assessed Value (2)	Gross Bonded Debt (3)	Debt Service Fund Monies Available
2020	20,960	0.70%	\$ 2,832,483,073	\$ 8,615,000	\$ 1,030,682
2019	20,815	0.56%	2,738,150,089	10,205,000	1,028,592
2018	20,700	0.39%	2,633,253,114	11,760,000	1,025,376
2017	20,620	1.05%	2,537,384,808	13,395,000	973,878
2016	20,405	0.32%	2,445,873,117	14,880,000	855,545
2015	20,340	0.22%	2,348,446,788	37,195,894	861,561
2014	20,295	-0.15%	2,262,503,440	37,462,187	794,695
2013	20,325	-5.29%	2,186,388,026	38,111,076	785,823
2012	21,460	6.79%	2,128,659,147	35,728,075	976,265
2011	20,095	-6.56%	2,072,000,226	35,331,935	804,633

Source:

(1) Center for Population Research and Census, Portland State University

(2) Jackson County Assessor tax roll property value records

(3) City of Ashland financial records - includes all long-term general obligation debt, including general obligation special assessments, general obligation bonds, and general obligation warrants.

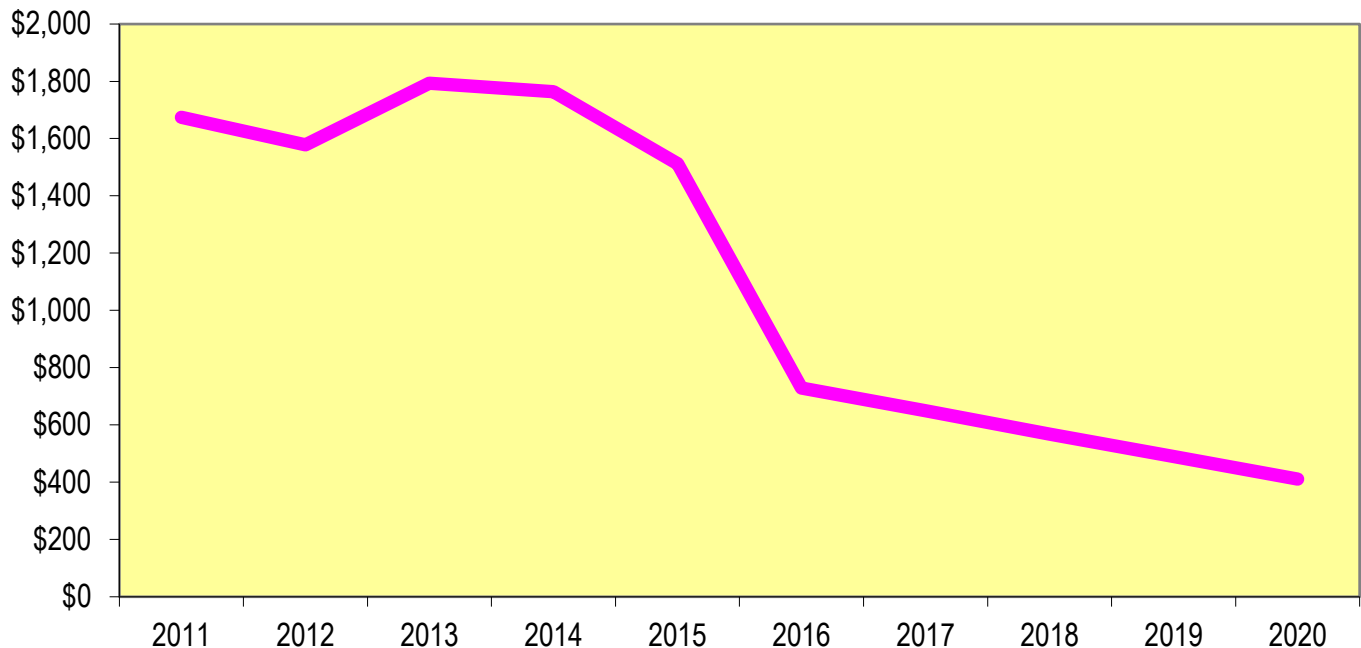
(4) Includes general obligation debt paid from Hospital Enterprise Fund operations, Utility Services Revenue, fund operations, and special assessment payments from benefited property owners.

(5) Includes Gross Bonded Debt reduced by Debt Service Fund and Enterprise Fund monies available to pay General Obligation Bonded Debt.

CITY OF ASHLAND, OREGON
RATIO OF NET GENERAL OBLIGATION BONDED DEBT
TO ASSESSED VALUE AND
NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
Last ten years - Unaudited (continued)

Enterprise Fund Monies Available	Debt Payable for Enterprise Revenues (4)	Net General Obligation Bonded Debt (5)	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita
875,490	\$ 15,938,873	8,615,000	0.30%	\$ 411.02
875,490	17,109,812	10,205,000	0.37%	490.27
875,490	16,985,043	11,760,000	0.45%	568.12
875,490	17,774,620	13,395,000	0.53%	649.61
875,490	19,219,172	14,880,000	0.61%	729.23
875,490	20,392,351	30,764,962	1.31%	1,512.53
875,490	19,102,713	35,792,002	1.58%	1,763.59
875,490	18,320,823	36,449,763	1.67%	1,793.35
875,490	16,821,156	33,876,320	1.59%	1,578.58
875,490	18,578,931	33,651,812	1.62%	1,674.64

Net Bonded Debt Per Capita
Last Ten Years

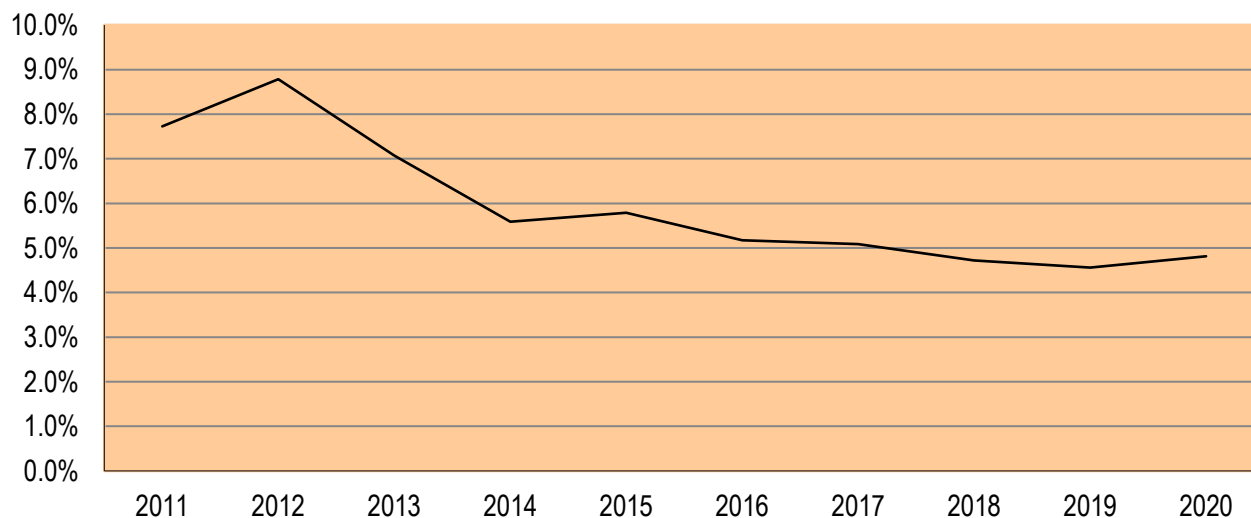


CITY OF ASHLAND, OREGON
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
Last ten years - Unaudited

Fiscal Year Ended June 30,	Principal	Interest	Total Debt Service (1)	Total General Governmental Expenditures	Ratio of Debt Service to General Governmental Expenditures
2020	\$ 1,590,000	\$ 267,623	\$ 1,857,623	\$ 38,623,257	4.8%
2019	1,555,000	295,651	1,850,651	40,588,484	4.6%
2018	1,455,000	318,747	1,773,747	37,564,475	4.7%
2017	1,485,000	375,091	1,860,091	36,555,232	5.1%
2016	1,445,000	418,422	1,863,422	36,033,961	5.2%
2015	1,495,000	415,879	1,910,879	32,988,739	5.8%
2014	1,320,000	522,374	1,842,374	32,948,928	5.6%
2013	1,000,000	906,689	1,906,689	26,957,272	7.1%
2012	1,105,000	916,434	2,021,434	23,012,672	8.8%
2011	905,000	904,149	1,809,149	23,415,021	7.7%

(1) Includes General, Special Revenue Funds, and Debt Service Funds

**Ratio of Debt Service
to General Governmental Expenditures
Last Ten Years**



CITY OF ASHLAND, OREGON
PLEDGED REVENUE COVERAGE
WATER FUND
Last ten years - Unaudited

Fiscal Year Ended June 30,	Gross Revenues (1)	Operating Expenses (2)	Fund Balance	Net Revenues Available for Debt Service	Debt Service Requirements (4)			
					Principal	Interest	Total	Coverage
2020	\$ 8,846,790	\$ 8,554,214	\$ 10,495,072	\$ 10,787,648	781,636	209,398	\$ 991,034	10.89
2019	8,791,274	9,657,102	9,432,722	8,566,894	479,713	137,914	617,627	13.87
2018	8,290,162	6,520,984	-	1,769,178	464,164	150,069	614,233	2.88
2017	7,756,012	4,706,339	-	3,049,673	453,835	161,855	615,690	4.95
2016	7,289,715	4,225,107	-	3,064,608	443,717	173,330	617,046	4.97
2015	6,604,339	4,256,299	-	2,348,040	899,952	147,300	1,047,251	2.24
2014	6,322,142	4,244,890	-	2,077,252	584,414	129,093	713,507	2.91
2013	8,280,514	5,776,098	-	2,504,416	412,533	82,471	495,004	5.06
2012	5,745,624	3,597,970	-	2,147,654	580,742	127,436	708,178	3.03
2011	4,806,603	3,597,701	-	1,208,902	394,036	135,574	529,610	2.28

(1) Total Operating Revenues, including System Development Charges

(2) Total operating expenses, not including Interfund Loan, Capital Outlay, Existing Debt, and Franchise Taxes paid

(3) Gross revenues in excess of those necessary to meet current debt service obligations by covenant available to assure coverage in future fiscal periods

(4) Includes Revenue Bond principal and interest amounts transferred to registered paying agent irrespective of actual bond maturities

CITY OF ASHLAND, OREGON
RATIOS OF OUTSTANDING DEBT
BY TYPE
Last ten years

Governmental Activities			Notes and Contracts		
Fiscal Year	General	Percent of			
Ended	Obligation	Assessed	Promissory	OECDD (1)	Per
June 30,	Bonds	Value	Notes	Loans	Capita (2)
2020	\$ 8,615,000	0.30%	\$ 2,065,000		\$ 509.54
2019	10,205,000	0.37%	2,311,000	-	\$ 601.30
2018	11,760,000	0.45%	2,591,936	-	693.33
2017	13,395,000	0.53%	1,104,821	-	703.19
2016	14,880,000	0.61%	1,251,707	-	790.58
2015	16,325,000	0.70%	478,543	-	812.39
2014	17,820,000	0.79%	539,474	-	901.48
2013	19,140,000	0.88%	650,253	-	973.69
2012	17,550,000	0.82%	681,780	675,138	853.51
2011	15,695,000	0.76%	354,502	703,502	833.69

Business - Type Activities					
Fiscal Year	General	Percent of			
Ended	Obligation	Assessed	Revenue Bonds	DEQ (3)	Per
June 30,	Bonds	Value	and Notes	Loan	Capita (2)
2020	\$ 5,721,796	0.20%	7,913,589	2,303,488	\$ 760.44
2019	7,607,299	0.28%	6,983,538	2,518,974	821.99
2018	9,429,200	0.36%	5,406,100	2,149,744	820.53
2017	11,077,669	0.44%	4,634,074	2,062,878	932.06
2016	12,777,871	0.52%	4,628,555	1,812,747	941.89
2015	14,439,962	0.61%	4,193,067	1,759,323	985.90
2014	16,054,089	0.71%	3,048,624	-	937.97
2013	17,490,395	0.80%	830,429	-	901.39
2012	14,034,014	0.66%	2,787,143	-	783.84
2011	15,400,074	0.74%	3,178,857	-	924.55

Total Outstanding Debt			
Fiscal Year	Total		Debt as a
Ended	Outstanding		Percentage of
June 30,	Debt	Personal Income (4)	Personal Income
2020	\$ 26,618,873	unavailable	NA
2019	29,625,811	unavailable	NA
2018	31,336,980	unavailable	NA
2017	32,274,442	unavailable	NA
2016	35,350,879	unavailable	NA
2015	37,195,894	unavailable	NA
2014	37,462,187	unavailable	NA
2013	38,111,077	unavailable	NA
2012	35,728,075	unavailable	NA
2011	35,331,935	unavailable	NA

(1) OECDD - Oregon Economic and Community Development Department

(2) *Per Capita* is calculated using the total debt for the category divided by population shown on *Ratio of Net General Obligation Bonded Debt to Assessed Value* Schedule

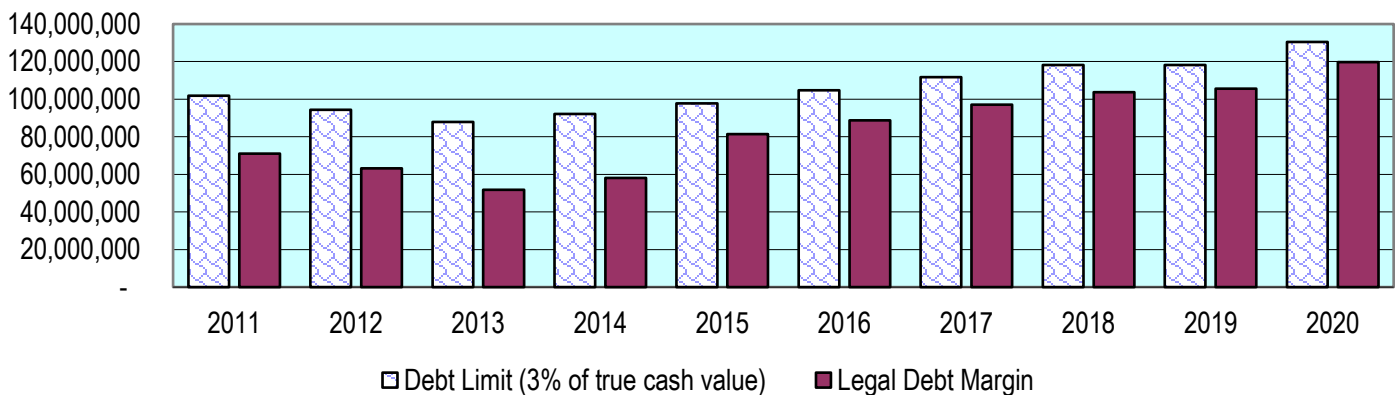
(3) DEQ - Oregon Department of Environmental Quality

(4) Oregon Department of Revenue Personal Income Tax Statistics

CITY OF ASHLAND, OREGON
LEGAL DEBT MARGIN
Last ten years
For the year ended June 30

	2020	2019	2018	2017
True Cash Value	\$ 4,346,499,745	\$ 3,937,719,581	\$ 3,937,719,581	\$ 3,722,306,182
Legal Debt Margin				
Debt limit (3% of true cash value)	130,394,992	118,131,587	118,131,587	111,669,185
Net Bonded Debt:				
Gross bonded debt	10,680,000	12,516,000	14,351,936	14,499,821
Less amounts exempted:				
Water	-	-	-	-
Special assessment	-	-	-	-
Re-funding	-	-	-	-
Water re-funding	-	-	-	-
Total debt applicable to margin	10,680,000	12,516,000	14,351,936	14,499,821
Legal Debt Margin	\$ 119,714,992	\$ 105,615,587	\$ 103,779,652	\$ 97,169,364

Legal Debt Margin
Compared to Debt Limit
Last Ten Years



CITY OF ASHLAND, OREGON
LEGAL DEBT MARGIN
Last ten years
For the year ended June 30 (continued)

2016	2015	2014	2013	2012	2011
\$ 3,493,732,448	\$ 3,258,618,439	\$ 3,072,079,759	\$ 2,931,862,235	\$ 3,145,655,451	\$ 3,394,416,254
104,811,973	97,758,553	92,162,393	87,955,867	94,369,664	101,832,488
16,131,707	16,325,000	34,295,413	36,630,395	31,584,014	31,095,074
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(250,000)	(375,000)	(370,000)	(360,000)
16,131,707	16,325,000	34,045,413	36,255,395	31,214,014	30,735,074
\$ 88,680,267	\$ 81,433,553	\$ 58,116,980	\$ 51,700,472	\$ 63,155,650	\$ 71,097,414

CITY OF ASHLAND, OREGON
COMPUTATION OF LEGAL DEBT MARGIN
June 30, 2020 - Unaudited

True cash value	\$	4,346,499,745	
3% of true cash value		<u>0.03</u>	
	\$		130,394,992
NET BONDED DEBT:			
Gross bonded debt		10,680,000	
Less amounts exempted:			
Water			
Water re-funding		<u>-</u>	
Total debt applicable to margin			<u>10,680,000</u>
LEGAL DEBT MARGIN	\$		<u><u>119,714,992</u></u>

ORS 287.004 provides a debt limit of three percent of the true cash value of all taxable property within the Municipality's boundaries. According to ORS 287.004, the three percent limitation does not apply to bonds issued for water, sanitary or storm sewers, sewage disposal plants, hospitals, power or lighting purposes, nor to bonds issued pursuant to applications to pay assessments for improvements or installments for benefited property owners.

Source: Jackson County Assessor's Office
Audited Financial Statements
Oregon Revised Statutes (ORS) 287.004

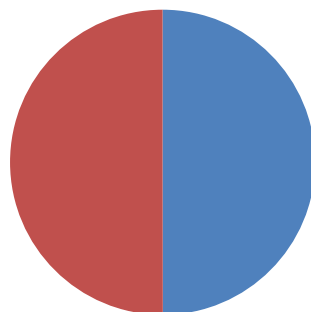
**CITY OF ASHLAND, OREGON
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
GENERAL OBLIGATION BONDS
June 30, 2020 - Unaudited**

Jurisdiction	Net General Obligation Bonded Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to City
Direct:			
City of Ashland - Governmental Activities only	\$ 10,680,000	100.00%	\$ 10,680,000
Overlapping:			
Jackson County	3,254,674	13.64%	443,938
School District #5	85,003,576	80.30%	68,257,872
Rogue Community College	1,756,589	10.12%	177,767
Rogue Community College (Jackson Cty Bond)	1,367,590	13.64%	186,539
Jackson County Housing Authority	476,753	13.64%	65,029
Rogue Valley Transit District	59,081	17.91%	10,581
	<u>\$ 10,739,081</u>		<u>\$ 10,690,581</u>

(1) Percentage of overlap is calculated on real market value.

Source: State of Oregon, Office of Treasurer - overlapping debt report, debt for governmental activities only

**City of Ashland
Direct Bonded Debt for Governmental
Activities and Applicable Overlapping
Debt**



**CITY OF ASHLAND, OREGON
PRINCIPAL EMPLOYERS
Current and ten years ago**

<u>2020</u>		
<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total City Employment</u>
Southern Oregon University	Not available	Not available
Oregon Shakespeare Festival*	500	46%
Ashland Public Schools	Not available	Not available
Asante Ashland Community Hospital	317	29%
City of Ashland**	258.97	24%
Subtotal	Not available	Not available
Estimated Total City Employment	Not Available	
<u>2011</u>		
<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total City Employment</u>
Southern Oregon University	776	8.62%
Oregon Shakespeare Festival	500	5.56%
Ashland Public Schools	350	3.89%
Asante Ashland Community Hospital	380	4.22%
City of Ashland**	250	2.78%
Subtotal	2,256	25.07%
Estimated Total City Employment	9,000	

** Excludes Ashland Parks Commission

Source: Employer Listed

**CITY OF ASHLAND, OREGON
DEMOGRAPHIC STATISTICS
Last ten years - Unaudited**

Fiscal Year Ended June 30, 2020	Population (1)	Percentage Change	Per Capita Income	Total Personal Income (2)	School Enrollment (3)	Jackson County Unemployment Rate (4)
2020	20,960	0.70%	-	unavailable	2,992	11.5%
2019	20,815	0.56%	-	unavailable	2,976	4.6%
2018	20,700	0.39%	36,561	756,817	2,940	4.8%
2017	20,620	1.05%	34,061	702,342	2,921	4.8%
2016	20,405	0.32%	30,947	631,468	2,883	6.1%
2015	20,340	0.22%	29,987	609,934	2,782	7.0%
2014	20,295	-0.15%	28,296	574,277	2,765	8.3%
2013	20,325	-5.29%	25,235	512,899	2,759	9.9%
2012	21,460	6.79%	28,363	608,663	2,720	11.3%
2011	20,095	-6.56%	21,792	437,910	2,737	12.1%

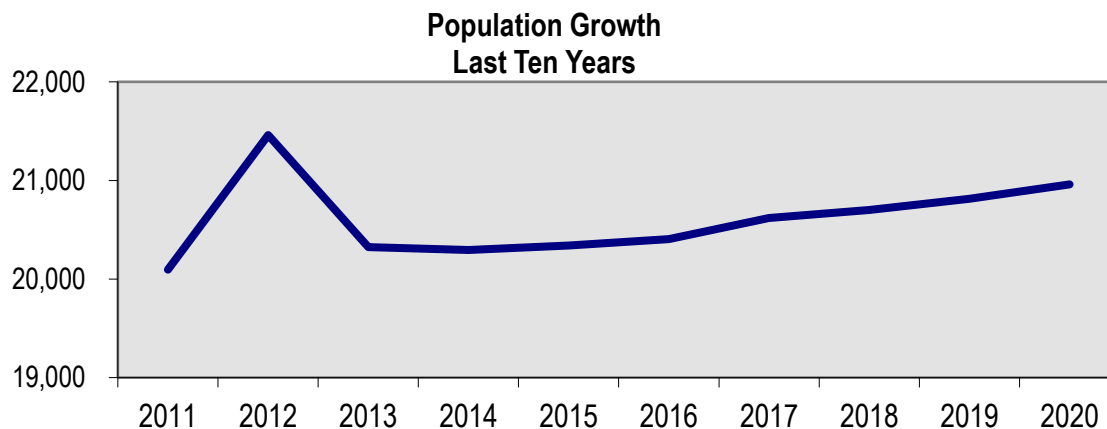
Sources:

(1) Center for Population and Research and Census, Portland State University

(2) Oregon Department of Revenue

(3) Ashland School District

(4) US Bureau of Labor Statistics



CITY OF ASHLAND, OREGON
SCHEDULE OF MAJOR INSURANCE IN FORCE
June 30, 2020

Company	Coverage	Policy Period	Annual Aggregate/Each Occurrence	Premium
City County Insurance Services	General Liability			\$305,047
	Commercial General Liability	07/01/2019-07/01/2020	\$15,000,000 / \$5,000,000	Included above
	Public Officials Liability	07/01/2019-07/01/2020	\$15,000,000 / \$5,000,000	Included above
	Employment Practices	07/01/2019-07/01/2020	\$15,000,000 / \$5,000,000	Included above
	Automobile Liability			\$39,431
	Scheduled Autos	07/01/2019-07/01/2020	None / \$5,000,000	Included above
	Hired Autos/Non Owned	07/01/2019-07/01/2020	None / \$5,000,000	Included above
	Uninsured Motorist	07/01/2019-07/01/2020	None / \$5,000,000	Included above
	Auto Physical Damage			\$22,528
	Scheduled Autos	07/01/2019-07/01/2020	Per Filed Value	Included above
	Rented or Leased	07/01/2019-07/01/2020	Per Filed Value	Included above
	Newly Acquired Autos	07/01/2019-07/01/2020	Per Filed Value	Included above
	Property			\$112,639
	Buildings	07/01/2019-07/01/2020	Per Filed Value	Included above
	Mobile Equipment	07/01/2019-07/01/2020	Per Filed Value	Included above
	Boiler and Machinery	07/01/2019-07/01/2020	Replacement Cost of Machinery & Equipment not covered elsewhere	Included above
	Excess Crime	07/01/2019-07/01/2020	Per Loss / \$750,000	\$2,281
	Excess Earthquake	07/01/2019-07/01/2020	Each Occur. \$5,000,000	\$27,000
	Excess Flood	07/01/2019-07/01/2020	Each Occur. \$5,000,000	\$45,000
Travelers Casualty Ins Co of Amer	Excess Cyber Liability	07/01/2019-07/01/2020	\$450,000 / \$450,000	\$15,788
ACE Group	Airport Liability	07/01/2019-07/01/2020	\$4,000,000 / \$4,000,000	\$2,448
Wright National Flood Ins. Co.	Flood	07/01/2019-07/01/2020	\$100,000	\$1,346
Safety National Casualty Corp.	Workers' Compensation Self-Insured Bond	07/01/2019-07/01/2020	\$400,000	\$6,000
Midwest Employers Casualty Co	Excess Workers' Compensation	07/01/2019-07/01/2020	Statutory / \$1,000,000	\$76,102
Philadelphia Indemnity Ins Co	Volunteer Accident Ins	07/01/2019-07/01/2020	\$100,000 max medical expense	\$1,601
ACE Group	Underground Storage Tank	07/01/2019-07/01/2020	\$2,000,000 / \$1,000,000	\$1,186

CITY OF ASHLAND, OREGON
CITY EMPLOYEE BY FUNCTION/PROGRAM
Last ten years
For the year ended June 30

Function/Program	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Administration	4.00	4.00	4.00	3.00	3.00	4.00	4.00	4.00	5.00	4.00
Human Resources	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Legal	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Information Technology	9.00	9.00	9.00	8.75	8.75	8.80	8.80	8.80	8.80	8.80
Finance	16.75	16.75	16.75	16.75	16.75	16.25	16.25	16.25	16.25	16.25
Municipal Court	4.07	4.07	4.07	4.15	4.15	4.15	4.15	4.15	3.15	3.65
City Recorder/Treasurer	1.00	1.00	1.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Police	40.00	40.00	40.00	36.75	36.75	36.75	36.75	36.30	35.30	34.80
Fire	37.40	37.40	37.40	37.60	37.60	34.75	34.75	34.75	33.75	32.00
Streets	8.35	8.35	8.35	10.70	10.70	10.70	10.70	10.95	9.90	9.90
Water	14.00	14.00	14.00	15.00	15.00	14.50	14.50	14.50	14.50	14.50
Wastewater	13.65	13.65	13.65	11.30	11.30	11.30	11.30	11.30	10.30	10.30
Public Works Administration	8.50	8.50	8.50	7.00	7.00	7.00	7.00	7.00	6.00	7.50
Engineering	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	6.00	5.00
Facilities Maintenance / Cemetery	5.50	5.50	5.50	5.50	5.50	4.00	4.00	4.50	4.50	4.50
Fleet Maintenance	5.00	5.00	5.00	4.00	4.00	4.80	4.80	4.80	4.80	5.00
Planning	10.90	10.90	10.90	9.00	9.00	9.00	9.00	9.00	8.90	8.90
Building	4.10	4.10	4.10	4.00	4.00	4.00	4.00	4.00	3.70	3.60
Electric	17.00	17.00	17.00	17.00	17.00	17.25	17.25	17.25	17.75	17.75
Telecommunication	5.50	5.50	5.50	5.75	5.75	5.70	5.70	5.70	6.70	6.20
Conservation	5.00	5.00	5.00	4.00	4.00	3.50	3.50	3.50	3.00	3.00
Subtotal	221.72	221.72	221.72	214.25	214.25	210.45	210.45	210.75	205.30	202.65
Parks	37.25	37.25	37.25	48.00	48.00	43.80	43.80	43.80	43.80	43.45
Total	258.97	258.97	258.97	262.25	262.25	254.25	254.25	254.55	249.10	246.10

CITY OF ASHLAND, OREGON
OPERATING INDICATORS
BY FUNCTION / PROGRAM
Last ten years

Function/Program	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Police										
Physical arrests, juvenile and adult	1,448	2,056	2,439	2,083	2,042	2,591	2,509	2,868	2,670	2,343
Traffic violations	1,737	2,830	2,849	2,155	2,065	2,969	3,461	3,061	2,679	2,868
Fire										
Fire alarm responses	1,119	1,024	994	1,004	819	462	398	390	379	291
Emergency medical responses	2,779	2,776	2,873	2,900	2,718	3,144	3,098	2,927	3,105	2,694
Non-emergency public service responses	364	355	316	274	248	261	155	97	94	79
Fire & Life Safety code enforcements	600	616	746	486	507	499	404	380	246	215
Total calls for service	4,262	4,155	4,183	4,178	4,063	3,867	3,533	3,414	3,577	3,327
Total ambulance patient transports	1,967	2,016	2,069	1,972	1,942	1,895	1,600	1,523	1,635	1,611
Water										
Service connections	9,342	9,239	8,841	9,155	7,689	8,738	8,870	9,038	9,071	8,678
Daily average consumption in millions of gallons	N/A	3.00	3.00	2.70	4.10	3.00	2.90	2.70	2.70	4.61
Maximum daily capacity of plant in million gallons	N/A	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00
Sewer										
Service connections	8,551	8,426	8,440	8,394	8,414	8,308	8,295	8,181	7,850	8,181
Daily average treatment in million of gallons	N/A	2.10	2.15	2.20	2.20	2.40	2.25	2.20	2.20	2.10
Maximum daily capacity in millions of gallons	N/A	4.00	4.00	4.00	4.00	4.00	4.00	4.00	3.30	4.00
Electric										
Service connections	13,249	13,205	12,817	11,864**	12,706	12,678	12,662	11,914	12,148	11,985
Telecommunications										
Cable TV	973	1,000	1,125	1,200	1,350	1,306	1,400	1,840	0	0
Cable modem	4,021	4,002	3,884	3,800	3,833	3,866	3,888	4,005	4,066	4,454
Potential station capacity	140	140	140	140	140	140	140	140	140	140

** Actual service connections, previous information provided was by billed services

CITY OF ASHLAND, OREGON
CAPITAL ASSETS AND INFRASTRUCTURE STATISTICS
BY FUNCTION/PROGRAM
Last ten years

Function/Program	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Contact station	1	1	1	1	1	1	1	1	1	1
Patrol units (vehicles)	8	8	8	8	8	8	8	8	8	8
Sworn officers	29	30	32	28	28	28	28	28	25	25
Fire										
Stations	2	2	2	2	2	2	2	2	2	2
Firefighters	29	30	30	30	26	27	27	27	26	26
Streets										
Miles of paved streets	93.84	93.84	93.84	93	93	92	92	92	92	92
Miles of gravel streets	9.54	9.54	9.54	10	10	9	9	9	9	9
Miles of storm sewers	94.54	94.54	94.54	94	94	93	93	93	93	93
Water										
Miles of water mains	133.5	132.9	133	132	132.76	130	130	130	130	130
Hydrants	1,281	1,269	1266	1263	1263	1267	1,266	1,262	1,248	1,248
Water treatment plant	1	1	1	1	1	1	1	1	1	1
Sewer										
Miles of sanitary sewers	113	110	111.7	110	110	110	110	110	110	110
Treatment plant	1	1	1	1	1	1	1	1	1	1

¹ Identifies integration of Cartegraph System with GIS that has provided more accurate figures.

CITY OF ASHLAND, OREGON
CAPITAL ASSETS AND INFRASTRUCTURE
STATISTICS BY FUNCTION/PROGRAM
Last ten years (continued)

Function/Program	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Electric										
Street lights	1,927	1,888	1,884	1,865	1,865	1,864	1,864	1,858	1,827	1,827
Electrical transformers	2,099	2,087	2,071	2,052	2,049	2,040	2,032	2,025	2,007	2,007
Poles	3,603	3,603	3,601	3,600	3,600	3,602	3,605	3,600	3,506	3,506
Substations	3	3	3	3	3	3	3	3	3	3
Telecommunications										
Miles of fiber	60	60	60	25	25	25	25	25	25	25
Miles of coax	119	119	119	119	119	119	119	119	119	119
Parks and Recreation										
Community centers	3	3	3	3	3	3	3	3	3	3
Parks	18	18	18	19	19	19	19	16	16	16
Park acreage	797	797	772		831	642	642	642	642	642
Golf courses	1	1	1	1	1	1	1	1	1	1
Swimming pools	1	1	1	1	1	1	1	1	1	1
Ice skating rinks	1	1	1	1	1	1	1	1	1	1
Skateboard parks	1	1	1	1	1	1	1	1	1	1
Tennis courts	11	12	12	12	12	12	12	12	12	12
Trails (miles)	48	48	48	48	41	40	29	29	29	29
Health Care										
Hospital	1	1	1	1	1	1	1	1	1	1
Hospital beds	49	49	49	49	49	49	49	49	49	49
Education										
Elementary schools	4	4	4	4	4	4	4	4	4	4
Elementary school instructors	N/A	N/A	71	70	78	75	69	69	69	69
Secondary schools	2	2	2	2	2	2	2	2	2	2
Secondary school instructors	N/A	N/A	135	101	105	103	91	91	91	91
State universities	1	1	1	1	1	1	1	1	1	1



AUDIT COMMENTS AND DISCLOSURES

Required by State Regulations

Oregon Administrative Rules 162-10-0000 through 162-10-0330, the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, comments, and disclosures required in audit reports. The required financial statements and schedules are set forth in preceding sections of this report. Required comments and disclosures related to the audit of such statements and schedules are set forth following.



Report of Independent Auditors on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Oregon Minimum Audit Standards

To the Mayor and City Council
City of Ashland, Oregon

We have audited the basic financial statements of the City of Ashland, Oregon (the City) as of and for the year ended June 30, 2020 and have issued our report thereon dated December 3, 2020. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the provisions of the *Minimum Standards for Audits of Oregon Municipal Corporations*, prescribed by the Secretary of State. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement.

Compliance

As part of obtaining reasonable assurance about whether the City's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, grants, including provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules OAR 162-10-0000 to 162-10-0330, as set forth below, noncompliance with which could have a direct and material effect on the determination of financial statement amounts:

- The use of approved depositories to secure the deposit of public funds.
- The requirements relating to debt.
- The requirements relating to the preparation, adoption and execution of the biennium budget for biennium period July 1, 2019 to June 30, 2021.
- The requirements relating to insurance and fidelity bond coverage.
- The appropriate laws, rules and, regulations pertaining to programs funded wholly or partially by other governmental agencies.
- The statutory requirements pertaining to the investment of public funds.
- The requirements pertaining to the awarding of public contracts and the construction of public improvements.

However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our test disclosed no instances of noncompliance that are required to be reported under *Minimum Standards for Audits of Oregon Municipal Corporations*, prescribed by the Oregon Secretary of State.

Internal Control Over Financial Reporting

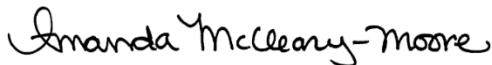
In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance

Our consideration of internal control 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 that might be deficiencies, significant deficiencies or material weaknesses. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Minimum Standards for Audits of Oregon Municipal Corporations*, prescribed by the Secretary of State, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Amanda McCleary-Moore, Partner, for
Moss Adams LLP
Medford, Oregon
December 3, 2020

GOVERNMENT AUDITING STANDARDS COMPLIANCE REPORTS





Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the *Major and City Council*
City of Ashland, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ashland, Oregon (the City) as of and for the year ended *June 30, 2020*, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 3, 2020.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mass Adams LLP

Medford, Oregon
December 3, 2020

This page left blank intentionally

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For year ended June 30, 2020



ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of the City of Ashland, Oregon)

JACKSON COUNTY

STATE OF OREGON



**ASHLAND PARKS AND RECREATION COMMISSION
JACKSON COUNTY, OREGON**

(A Component Unit of the City of Ashland, Oregon)

COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the year ended June 30, 2020

Michael Black
Ashland Parks and Recreation Director
340 South Pioneer Street
Ashland, OR 97520

Prepared by:
City of Ashland
Administrative Services Department



TABLE OF CONTENTS

INTRODUCTORY SECTION	<u>Page</u>
Letter of Transmittal	9
Certificate of Achievement for Excellence in Financial Reporting	13
Parks and Recreation Organization Chart	14
Elected and Appointed City Officials	15
Municipal Audit Committee Report	16
 FINANCIAL SECTION	
Report of Independent Auditors	19
Management's Discussion and Analysis	23
 BASIC FINANCIAL STATEMENTS	
<i>Government - Wide Financial Statements:</i>	
Statement of Net Position	30
Statement of Activities	31
<i>Fund Financial Statements:</i>	
Balance Sheet - Governmental Funds	32
Reconciliation of the Governmental Funds Balance Sheet to Statement of Net Position	33
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	34
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	35
Notes to the Basic Financial Statements	39
 REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of the Proportionate Share of Net Pension Liability and Schedule of Contributions	61
Schedule of the Proportionate Share of Net OPEB Asset and Schedule of Contributions	62
Schedule of Changes in Other Post-Employment Benefits, Liability and Related Ratios - Medical Benefits	63
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual, Parks and Recreation (General Fund)	64
 SUPPLEMENTARY INFORMATION	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Parks Capital Improvement Fund	67
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget to Actual Equipment Fund	68
<i>Capital Assets:</i>	
Schedule of Capital Assets - By Sources	69
Schedule of Changes in Capital Assets - By Sources	70
Schedule of Capital Assets - By Function and Activity	71
Schedule of Changes in Capital Assets - By Function and Activity	72
 STATISTICAL SECTION	
Table of Contents	75
Statement of Net Position	76
Change in Net Position	78
Fund Balances	80
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	82
Adopted and Actual Fund Balance	84
Assessed and Estimated Actual Value of Taxable Property	86
Property Tax Rates, Direct and Overlapping Governments	87

	<u>Page</u>
Property Value and New Construction History	88
Principal Property Tax Payers	89
Property Tax Levies and Collections	90
Computation of Direct and Overlapping Bonded Debt - General Obligation Bonds.....	91
Principal Employers	92
Demographic Statistics	93
Commission Employee by Function/Program.....	94
Operating Indicators, Capital Assets, and Infrastructure by Function/Program	96
Miscellaneous Statistics	98
General Government Expenditures by Function.....	99
General Government Revenues by Source	100

AUDIT COMMENTS AND DISCLOSURES REQUIRED BY STATE REGULATIONS

Report of Independent Auditors on Compliance and on Internal Control over Financial Reporting Based on and Audit of Financial Statement Performed in Accordance with Oregon Minimum Audit Standards.....	103
--	-----

INTRODUCTORY SECTION



ASHLAND PARKS & RECREATION COMMISSION

340 S PIONEER STREET • ASHLAND, OREGON 97520

COMMISSIONERS:

Mike Gardiner
Joel Heller
Rick ~~Ladd~~
Jim Lewis
Julian Bell



Michael A. Black, AICP
Director

541.488.5340
AshlandParksandRec.org
parksinfo@ashland.or.us

December 3, 2020

To the Chair and Commissioners
of the Ashland Parks and Recreation Commission (APRC):

State law requires that all general-purpose governments publish to the Government Finance Officers Association (GFOA), within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report (CAFR) of the Ashland Parks and Recreation Commission (the "Commission") for the fiscal year ended June 30, 2020.

This report consists of management's representations concerning the finances of the Commission. Consequently, the Commission assumes full responsibility for the completeness and reliability of the information presented in this report. To provide a reasonable basis for making these representations, the Commission has established a comprehensive internal control framework that is designed to both protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for preparation of the Commission's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Commission's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements issued will be free from material misstatement. Management asserts that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The licensed and certified public accounting firm of Moss Adams has audited the Commission's financial statements. The goal of the independent audit was to provide reasonable assurance that the Commission's financial statements for the fiscal year ended June 30, 2020, were free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by the Commission; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion about the Commission's financial statements for the fiscal year ended June 30, 2020, which were fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that the Commission provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Commission's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE GOVERNMENT

Turn of the century Ashland residents voted to establish the Ashland Parks and Recreation Commission (a component unit of the City of Ashland, Oregon) to provide a full range of parks and recreation services to the community. The Commission derives its authority from the City of Ashland's Charter, Articles XIX and XXII. The five-member Commission, elected by and directly accountable to Ashland's citizens, is responsible for the financing and administration of Ashland's parks and recreation system. The parks and recreation system includes approximately 191.4 acres of developed parkland and approximately 605.4 acres of undeveloped and natural parkland, including a network of 48 miles of maintained trails. Recreational facilities include a municipal golf course, five community centers, twelve tennis courts and a seasonal swimming pool and ice rink.

The City Charter provides for a continuing millage levy dedicated to the care, maintenance and development of Ashland's park system. Historically, the amount raised by the continuing millage levy changed as property tax values changed, but the millage rate remained constant. In 1997 a statewide ballot measure eliminated all existing special millage and serial levies, incorporating these levies into the overall rate that could be levied citywide. The Commission and City Council have completed a Memorandum of Understanding (MOU) identifying each body's responsibilities for the delivery and administration of duties associated with Ashland Parks and Recreation Commission.

The Commission operates under a commission-director form of government. The Commission is responsible for, among other things, adopting the biennium budget, appointing the APRC Director and setting APRC policy. The APRC Director is responsible for carrying out the directives and policies of the Commission and overseeing the day-to-day operation of APRC.

The Commission maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council of the City of Ashland. The biennial budget serves as the foundation for the Commission's financial planning and control. The APRC Director develops a proposed APRC budget every other year to present to the Commission. After review and gathering of public input, the Commission submits the proposed biennium budget to the City of Ashland for inclusion in the budget process. The City's Budget Committee holds public meetings before approving the budget and setting the property tax rate. City Council adoption of the budget for the following biennial year period must be done in a public hearing no later than June 30 every other year. The level of budgetary controls (i.e., the level at which expenditures cannot legally exceed the appropriated amounts) is established by function and activity within an individual fund. Appropriations are limited to each biennium year period. Therefore, all spending authority of the Commission lapses upon conclusion of the biennial period. Budget-to-actual comparisons are provided in this report for each of the three funds as part of the basic financial statements.

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Commission operates.

Local economy: Ashland's major economic sectors—retail, service, education and tourism—support the relatively strong and stable local economy. While Ashland's population numbers have dropped (based on ten-year census numbers issued), we are seeing higher collections rates for property tax revenues.

Long-term financial planning: In 1990, Ashland residents confirmed their commitment to parks and open space by passing a charter amendment that established an Open Space Plan and map.

Working jointly with the Ashland City Council, the Commission has added approximately 400 acres of park and open space land to the City's inventory over the past 30 years.

The Commission is currently working on the development of an infrastructure inventory, to begin putting a long-term plan in place for upgrade and replacement or removal of current infrastructure that is deteriorating as a result of age or use.

Major initiatives: With the update of the food and beverage tax approval, the Commission has focused its efforts on updating and expanding its Capital Improvements Plan. New to the updated and voter-approved food and beverage tax are provisions that allow for major improvements to, or rehabilitation of, existing facilities under the management of the Commission. The result is Commission discussion occurring on the potential use of leveraging future funds to "front load" certain projects that would benefit the citizens of Ashland.

Relevant financial policies: Periodically the Commission's ending fund balance exceeds its budgeted projections. This is usually the result of collection of more revenue than originally anticipated, expending less on services than originally anticipated or a combination of both. The Commission and Council have completed a MOU that redefines their relationship, including budgeting and management responsibilities. The Commission and Council are continuing to work on an incentive policy for APRC that encourages entrepreneurial opportunities.

AWARDS AND ACKNOWLEDGEMENTS

The GFOA awarded a Certificate of Achievement for Excellence in Financial Reporting to the Commission for its CAFR for the fiscal year ending June 30, 2019. This was the thirty-first consecutive year that the Commission achieved this prestigious award. In order to be awarded a Certificate of Achievement, the Commission published an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. I believe our current CAFR continues to meet the Certificate of Achievement Program's requirements and it is being submitted to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of APRC. I express my appreciation to all members of the organization who assisted and contributed to its preparation. I also thank the Commissioners for their interest and support in planning and conducting the financial operations of the organization in a responsible and progressive manner.



Respectfully submitted,
Michael A. Black, Director
Ashland Parks and Recreation Commission





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Ashland Parks and Recreation Commission
Oregon**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

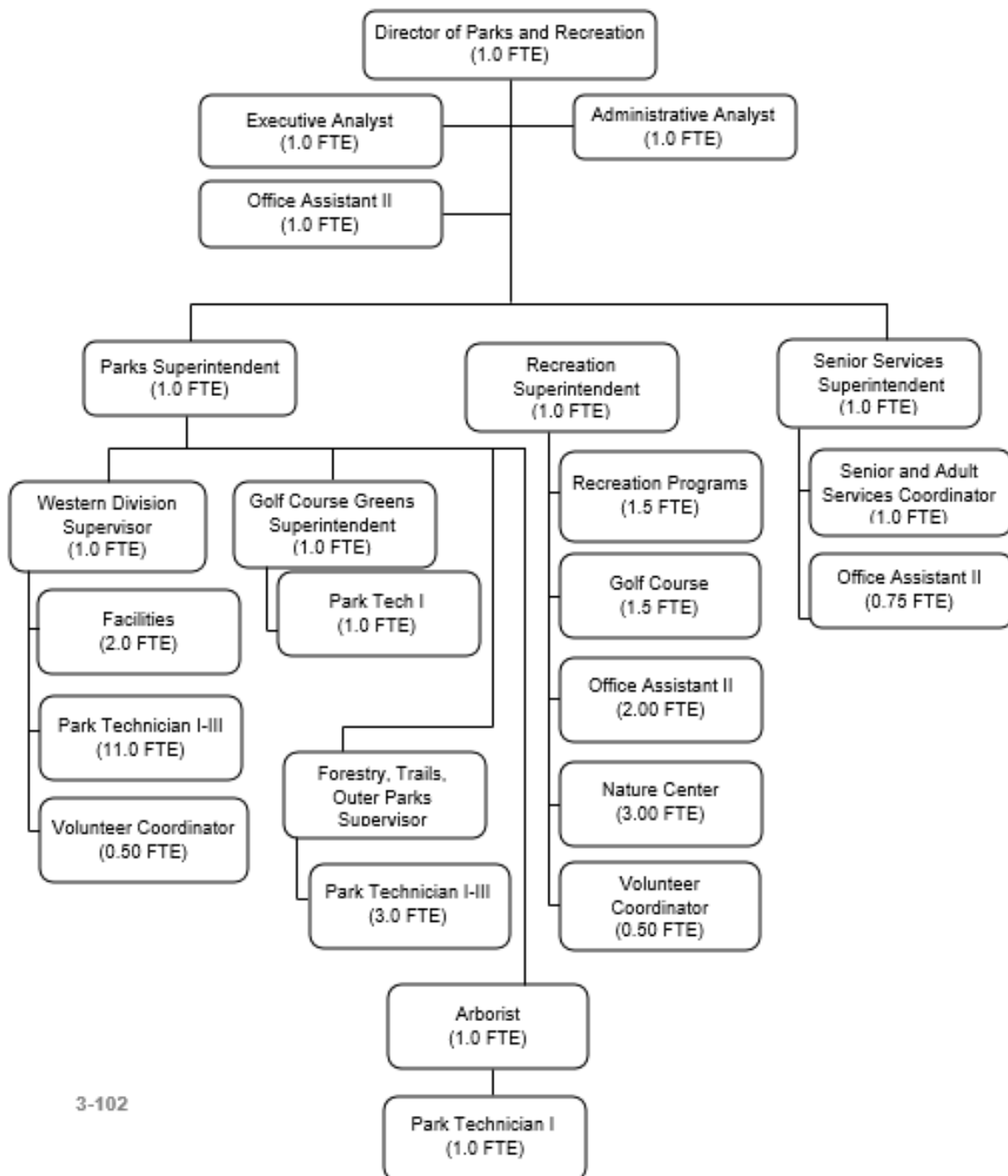
Christopher P. Morill

Executive Director/CEO

Parks and Recreation Department

37.25 FTE

(As budgeted 2019-21)



3-102

ASHLAND PARKS AND RECREATION DEPARTMENT
(A Component Unit of the City of Ashland, Oregon)
ELECTED OFFICIALS
as of June 30, 2020

<u>Name</u>	<u>Position</u>	<u>Term Expires</u>
Joel Heller	Commissioner	December 2020
Jim Lewis	Commissioner	December 2020
Mike Gardiner	Commissioner	December 2022
Julian Bell	Commissioner	December 2022
Rick Landt	Commissioner	December 2022

Appointed Official

Michael Black	Parks and Recreation Director
---------------	-------------------------------



FINANCIAL SECTION





Report of Independent Auditors

To the Chair and Commissioners
Ashland Parks and Recreation Commission

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of Ashland Parks and Recreation Commission (the Commission), a component unit of the City of Ashland, Oregon, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Commission's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Commission as of June 30, 2019, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of the proportionate share of net pension liability and schedule of contributions, schedule of the proportionate share of net OPEB asset and schedule of contributions, schedule of changes in other post-employment benefits liability and related ratios - medical benefit, and budgetary comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the management's discussion and analysis, schedule of the proportionate share of net pension liability and schedule of contributions, schedule of the proportionate share of net OPEB asset and schedule of contributions, and schedule of changes in other post-employment benefits liability and related ratios - medical benefit 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Commission's basic financial statements. The budgetary comparison information described above is the responsibility of management and is derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The budgetary comparison 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 budgetary comparison information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Commission's basic financial statements. The individual nonmajor fund financial statements and capital asset information (collectively, the supplementary information) are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

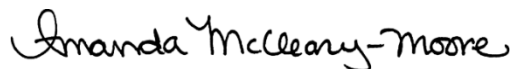
Other Information

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

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

Other Reporting Required by Minimum Standards for Audits of Oregon Municipal Corporations

In accordance with the Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated December 3, 2020, on our consideration of the Commission's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



Amanda McCleary-Moore, Partner, for
Moss Adams LLP
Medford, Oregon
December 3, 2020



Management's Discussion and Analysis

As management of the Ashland Parks and Recreation Commission, we offer readers of the Ashland Parks and Recreation Commission's financial statements this narrative overview and analysis of the financial activities of the Ashland Parks and Recreation Commission for the fiscal year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Financial Highlights

- Assets and deferred outflows of resources of the Ashland Parks and Recreation Commission exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$15,324,747 (net position).
- The Parks and Recreation Commission's total net position has decreased by \$289,165.
- As of the close of the current fiscal year, the Ashland Parks and Recreation Commission's governmental funds reported combined ending fund balances of \$2,959,393, an increase of \$423,037 from the prior fiscal year.

Overview of Financial Statements

This discussion and analysis is intended to serve as an introduction to the Ashland Parks and Recreation Commission's basic financial statements, which are comprised of three components:

- 1) Government-wide financial statements (entity-wide)
- 2) Fund financial statements
- 3) Notes to the financial statements

This report also contains other supplementary information in addition to the basic financial statements themselves.

Entity-wide financial statements. The *entity-wide financial statements* are designed to provide readers with a broad overview of the Ashland Parks and Recreation Commission's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Ashland Parks and Recreation Commission's assets and liabilities, with the difference between the two reported as *net position*.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year.

Both of the entity-wide financial statements distinguish functions of the Ashland Parks and Recreation Commission 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 Ashland Parks and Recreation Commission include general park operations, recreation, and golf course operation.

The government-wide financial statements can be found on pages 30 and 31 of this report.

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.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements.

Because the focus of governmental funds is narrower than that of the entity-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements.

The Ashland Parks and Recreation Commission maintains two individual governmental funds.

The Ashland Parks and Recreation Commission develops a budget for both its general & capital funds, which is included in the City's Biennium budget. A budgetary statement has been provided for all funds, to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 32-35 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the entity-wide and fund financial statements. The notes to the financial statements can be found after the Basic Financial Statements in this report.

Government-wide Financial Analysis

While the Ashland Park and Recreation Commission is not a wholly independent government entity, Net position may serve over time as a useful indicator of a government's financial position. In the case of the Ashland Parks and Recreation Commission, assets and deferred outflows exceeded liabilities and deferred inflows by \$15,324,747 at the close of the 2020 fiscal year.

Ashland Parks and Recreation Commission Net Position

	June 30, 2020	June 30, 2019	Change
Assets:			
Current and other assets	\$ 3,159,303	\$ 2,699,891	17.0%
Capital assets	16,504,367	16,647,370	-0.9%
Total assets	<u>19,663,670</u>	<u>19,347,261</u>	1.6%
Deferred Outflows of Resources:			
Deferred outflows - Pensions	1,802,941	1,827,517	-1.3%
Deferred outflows - OPEB	56,205	71,414	-21.3%
Total Deferred Outflows	<u>1,859,146</u>	<u>1,898,931</u>	-2.1%
Liabilities:			
Short term liabilities	199,910	163,534	22.2%
Proportionate Share of Net Pension Liability	5,141,540	4,375,230	17.5%
Long term liabilities	406,002	470,719	-13.8%
Total liabilities	<u>5,747,452</u>	<u>5,009,483</u>	14.7%
Deferred Inflows of Resources:			
Deferred inflows - Pensions	397,779	572,190	-30.5%
Deferred inflows - OPEB	52,838	50,606	4.4%
Total Deferred Inflows	<u>450,617</u>	<u>622,796</u>	-27.7%
Net Position:			
Net investment in capital assets	16,504,367	16,647,370	-0.9%
Unassigned	(1,179,620)	(1,033,459)	14.1%
Total net position	<u>\$ 15,324,747</u>	<u>\$ 15,613,912</u>	-1.9%

Ashland Parks and Recreation Commission's Net Position

At the end of the current fiscal year, the Ashland Parks and Recreation Commission is able to report positive balances in all categories of net position, both for the entity as a whole, as well as for its two separate governmental funds.

**Ashland Parks and Recreation Commission
Change in Net Position
For the Year Ended June 30, 2020**

	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>Change</u>
Revenues:			
Program revenues:			
Charges for services	\$ 967,035	\$ 1,144,135	-15.5%
Operating grants and contributions	5,753,946	5,412,257	6.3%
Capital grants and contributions	-	1,109,687	n/a
General revenues:			
Taxes	664,577	803,844	-17.3%
Miscellaneous	52,808	72,031	-26.7%
Interest	48,118	49,575	-2.9%
Total revenues	<u>7,486,484</u>	<u>8,591,529</u>	-12.9%
Expenses:			
Parks and Recreation	<u>7,775,649</u>	<u>7,783,871</u>	-0.1%
Total expenses	<u>7,775,649</u>	<u>7,783,871</u>	-0.1%
Change in net position	(289,165)	807,658	-135.8%
Net Position - Beginning	<u>15,613,912</u>	<u>14,806,254</u>	5.5%
Net position - Ending	<u>\$ 15,324,747</u>	<u>\$ 15,613,912</u>	-1.9%

Governmental activities. Net Position has decreased \$289,165 from last year. Significant factor in the change of net position was due to COVID-19. Ashland Parks and Recreation Commission reduced their recreation programs and closed facilities from March into the end of the fiscal year, for the safety of the community and staff. The closures resulted in lost revenue. Due to the significant loss of revenue, the decision was made to layoff valued employees, resulting in six staff members being laid off. Three from the Recreation Division and three from the Parks Division.

Governmental funds. At the end of the current fiscal year, the Ashland Parks and Recreation Commission's governmental funds reported a combined ending fund balance of \$2,959,393, an increase of \$423,037 from the prior fiscal year.

The General Fund is the chief operating fund of the Ashland Parks and Recreation Commission. As of the end of the current fiscal year, the General Fund's fund balance was \$1,362,770, an increase of \$255,400 from the prior year. The General Fund's balance represents 46 percent of the combined governmental funds balance.

The Capital Projects Fund has a total fund balance of \$1,596,623 all of which is reserved for future capital projects. The large upcoming projects are the Japanese garden – which is grant funded, development of the East Main Park/Bike Skill area and the rebuild of the Daniel Meyer Pool.

General Fund Budgetary Highlights

The Ashland Parks and Recreation Commission did revise its budget once during the first year of this biennium. It was for the receipt of a grant and a transfer from capital to cover appraisal fees and cost of Biscoe Park.

The general fund's revenue ended at 48 percent of the biennium budget and expenditures ended at 45 percent of budget. The Parks management staff had to reduce programs and reduced staff due to COVID-19.

Capital Asset and Debt Administration

Capital assets. The Ashland Parks and Recreation Commission's investment in capital assets for its governmental activity as of June 30, 2020 amounted to \$16,507,367 (net of accumulated depreciation).

A major portion of the Ashland Parks and Recreation Commission's investment in capital assets includes leasehold improvements of \$9,999,107 (net of accumulated depreciation) related to a long-term lease with the Oregon Shakespeare Festival Association. The detail is shown in the Notes to the Basic Financial Statements section.

Long-term debt. At the end of the current fiscal year, the Ashland Parks and Recreation Commission had no long-term debt outstanding.

Requests for Information

This financial report is designed to provide a general overview of the Ashland Parks and Recreation Commission's finances for all those with an interest in the government's finances. Copies of this report may be obtained at:

340 South Pioneer Street
Ashland, OR 97520



BASIC FINANCIAL STATEMENTS

ASHLAND PARKS AND RECREATION COMMISSION
ASHLAND, OREGON
STATEMENT OF NET POSITION
June 30, 2020

	<u>Primary Government Governmental Activities</u>
Assets:	
Current Assets:	
Cash and cash equivalents	\$ 3,018,441
Accounts Receivable	140,862
Capital Assets:	
Land and Construction in Process	205,763
Other Capital assets, net of Accumulated Depreciation	16,298,604
Total Assets	<u>19,663,670</u>
Deferred Outflows of Resources:	
Deferred outflows - Pensions	1,802,941
Deferred outflows - OPEB	56,205
Total Deferred Outflows:	<u>1,859,146</u>
Liabilities:	
Accounts payable	91,047
Payroll Liabilities	108,863
Non-Current Liabilities:	
Proportionate Share of Net Pension Liability	5,141,540
OPEB Liability	173,049
Compensated Absences:	
Due Within 1 Year:	
Vacation and Sick Payable	58,238
Due In More than 1 Year:	
Vacation and Sick Payable	174,715
Total Liabilities	<u>5,747,452</u>
Deferred Inflows of Resources:	
Deferred inflows - Pensions	397,779
Deferred inflows - OPEB	52,838
Total Deferred Inflows:	<u>450,617</u>
Net Position	
Net investment in Capital Assets	16,504,367
Unrestricted:	(1,179,620)
Total Net Position	<u>\$ 15,324,747</u>

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

**ASHLAND PARKS AND RECREATION COMMISSION
ASHLAND, OREGON
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020**

Functions	Expenses	Program Revenues			Primary Government Governmental Activities
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Net (Expense) Revenue and Change in Net Position
Parks and Recreation	\$ 7,775,649	\$ 967,035	\$ 5,753,946	\$ -	\$ (1,054,668)
General Revenues:					
Food and Beverage Taxes					664,577
Interest and Investment Earnings					52,808
Miscellaneous					48,118
Total General Revenues					<u>765,503</u>
Change in Net Position					(289,165)
Net Position - Beginning					<u>15,613,912</u>
Net Position - Ending					<u><u>\$ 15,324,747</u></u>

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

**ASHLAND PARKS AND RECREATION COMMISSION
ASHLAND, OREGON
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2020**

	General	Capital Improvement	Total Governmental Funds
ASSETS			
Assets:			
Cash and cash equivalents	\$ 1,405,707	\$ 1,612,734	\$ 3,018,441
Receivables:			
Accounts	140,862	-	140,862
Total Assets	<u>\$ 1,546,569</u>	<u>\$ 1,612,734</u>	<u>\$ 3,159,303</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 74,936	\$ 16,111	\$ 91,047
Payroll Liabilities	108,863	-	108,863
Total Liabilities	<u>183,799</u>	<u>16,111</u>	<u>199,910</u>
Fund Balances:			
Committed for:			
Open Space Improvements	-	1,596,623	1,596,623
Equipment Replacement	288,346	-	288,346
Unassigned	1,074,424	-	1,074,424
Total fund balances	<u>1,362,770</u>	<u>1,596,623</u>	<u>2,959,393</u>
Total liabilities and fund balances	<u>\$ 1,546,569</u>	<u>\$ 1,612,734</u>	<u>\$ 3,159,303</u>

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

**ASHLAND PARKS AND RECREATION COMMISSION
ASHLAND, OREGON
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
June 30, 2020**

Total Fund Balances - Governmental Funds	\$	2,959,393
--	----	-----------

The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Position includes those capital assets among the assets of the Commission as a whole.

Net Capital Assets		16,504,367
--------------------	--	------------

The net pension assets (liability), and related deferred inflows and outflows is the difference between the total pension liability and the assets set aside to pay benefits earned to the past and current employees and beneficiaries.		(3,736,378)
--	--	-------------

The net OPEB assets (liability), and related deferred inflows and outflows is the difference between the total pension liability and the assets set aside to pay benefits earned to the past and current employees and beneficiaries.		(169,682)
---	--	-----------

Accrued compensated absences are not due and payable in the current period and, therefore, are not reported in the funds.

Accrued vacation and sick leave		(232,953)
---------------------------------	--	-----------

Net Position	\$	15,324,747
--------------	----	------------

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

ASHLAND PARKS AND RECREATION COMMISSION
ASHLAND, OREGON
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2020

	Governmental Fund Types		Total
	General	Capital Projects	Governmental Funds
Revenues:			
Taxes	\$ -	\$ 664,577	\$ 664,577
Intergovernmental	190,356	171,690	362,046
Charges for Services	6,358,935	-	6,358,935
Interest on Investments	24,821	27,987	52,808
Miscellaneous	48,118	-	48,118
Total Revenues	6,622,230	864,254	7,486,484
Expenditures:			
Current:			
Parks	4,568,413	-	4,568,413
Recreation	1,261,136	-	1,261,136
Golf Course	578,354	-	578,354
Capital Outlay	143,927	511,617	655,544
Total Expenditures	6,551,830	511,617	7,063,447
Excess (Deficiency) of Revenues over Expenditures	70,400	352,637	423,037
Other financing sources (uses):			
Transfers in	185,000	-	185,000
Transfers out	-	(185,000)	(185,000)
Total other financing sources (uses):	185,000	(185,000)	-
Net Change in Fund Balance	255,400	167,637	423,037
Fund Balance, July 1, 2019	1,107,370	1,428,986	2,536,356
Fund Balance, June 30, 2020	\$ 1,362,770	\$ 1,596,623	\$ 2,959,393

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

ASHLAND PARKS AND RECREATION COMMISSION
ASHLAND, OREGON
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2020

Total Net Changes in Fund Balances - Governmental Funds	\$	423,037
---	----	---------

Capital asset additions are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is capitalized and allocated over their estimated useful lives as depreciation expense.

Capital Asset Additions	\$	264,137	
Capital Asset Additions - Capital Contributions		683,508	
Depreciation Expense		(1,090,649)	(143,004)

The Pension Expense and the changes in the deferred inflows and outflows related to the changes in the Net Pension Assets (Liability) from year to year due to changes in total pension liability and the fair value of pension plan net position available to pay pension benefits.		(616,475)
--	--	-----------

The OPEB Expense and the changes in the deferred inflows and outflows related to the changes in the Net Pension OPEB (Liability) from year to year due to changes in total OPEB liability and the fair value of OPEB plan net position available to pay OPEB benefits.		47,752
--	--	--------

Change in compensated absences is an expense on the Statement of Activities but it is not an expenditure to the governmental fund, unless matured.

Compensated Absences		(476)
----------------------	--	-------

Change in Net Position of Governmental Activities	\$	(289,166)
---	----	-----------

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



NOTES TO THE BASIC FINANCIAL STATEMENTS

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020



ASHLAND PARKS AND RECREATION COMMISSION
(A Component Unit of City of Ashland)
Notes to Basic Financial Statements
Year Ended June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Ashland Parks and Recreation Commission (Parks or the Commission) have been prepared in conformity with accounting principles generally accepted in the United States of America (aka generally accepted accounting principles-GAAP), as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant Parks and Recreation Commission accounting policies are described below.

A. THE FINANCIAL REPORTING ENTITY

The Ashland Parks and Recreation Commission (the Commission) was created by vote of qualified electors of the City of Ashland, Oregon (the City) , at a special election on December 15, 1908. The Commission presently operates under the charter of the City. Currently, the Commission has control of over 637 acres of park-designated lands, which includes 19 parks ranging in size from .33 to 270 acres and a network of over 29 miles of developed and maintained trails. The Commission also maintains and operates several athletic fields on property owned by Jackson County School Commission No. 5 and Southern Oregon University (SOU), under contractual agreements with Commission No. 5 and the State of Oregon. Five commissioners elected to serve four-year terms govern the Commission. The Commissioners serve without pay. The City charter also provides for an appointed director.

The basic financial statements include all financial activities, organizations, and functions for which the Commission is considered to be financially accountable and a financial benefit or burden exists. Financial accountability exists if the Commission appoints a voting majority of the component unit's board and the ability to impose will by the primary government. A financial burden/benefit exists between Parks and the City due to the fact that the City has access to most of the Parks resources, and that Parks doesn't have their own property tax levy, but instead gets an allocation of monies from the City to fund operations. The Commission has no component units, but is a blended component unit of the City and, as such, is included in the basic financial statements of the City as a blended component unit. Although the members of the Commission's governing board are elected by the voters, the Commission is fiscally dependent upon the City because, by state law and City charter, the Commission's budget and tax levy must be included as part of the City's. The City must also approve any debt issuance and has ultimate financial responsibility for the Commission.

B. MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND BASIS OF PRESENTATION

GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole.

The Statement of Net Position and the Statement of Activities are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33 "Accounting and Financial Reporting for nonexchange Transactions."

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the Commission's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the Commission's general revenues.

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020

The Commission reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Interest of general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

In the process of aggregating data for the Statement of Net Position and the Statement of Activities, some amounts reported as inter-fund activity and balances in the funds were eliminated or reclassified. Inter-fund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities.

FUND FINANCIAL STATEMENTS

The accounts of the Commission are organized and operated on the basis of fund accounting. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained in consistency with legal and managerial requirements.

GOVERNMENTAL FUND TYPES

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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. 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.

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. Only the portion of special assessments receivable due within the current fiscal period is considered to be measurable to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The Commission reports the following major funds:

GENERAL FUND

This fund (also referred to as the Parks and Recreation Fund) accounts for all financial resources and expenditures of the Commission, except those required to be accounted for in another fund. The principal revenue sources are charges for services. Major expenditures are for personal services, operating supplies, maintenance, and supporting services related to the administrative functions of the Commission. The General Fund is also used to account for financial resources used for the operation and maintenance of the Oak Knoll Golf Course.

CAPITAL IMPROVEMENT FUND

The Parks Capital Improvement Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities. Principal resources and revenues are inter-fund transfers, charges for services, and interest earnings.

EQUIPMENT FUND

This is a budgetary fund reported as part of the general Fund. This fund is for the placement of major motorized equipment and vehicles.

ASHLAND PARKS AND RECREATION COMMISSION
(A Component Unit of City of Ashland)
Notes to Basic Financial Statements
Year Ended June 30, 2020

C. BUDGET

As a component unit of the City, the budget of the Commission is included in the budget of the City. A budget is prepared and legally adopted for each governmental fund type on the modified accrual basis of accounting in the main program categories required by Oregon Local Budget Law. The budgets for all budgeted funds are adopted on a basis consistent with generally accepted accounting principles.

The City begins its budget process early for the biennium budget with the establishment of the Budget Committee. Recommendations are developed through late winter, with the Budget Committee approving the budget in early spring. Public notices of the budget hearing are published generally in early spring, with a public hearing being held approximately three weeks later. The Council may amend the budget prior to adoption; however, budgeted expenditures for each fund may not be increased by more than ten percent (10%). The budget is then adopted. Appropriations are made and the tax levy is declared no later than June 30th.

Appropriations are at the department (organizational unit) level for funds with more than one department and by total personal services, materials and services, capital outlay, debt service, operating transfers, and contingency for those funds with only one department or function at the levels of control established by resolution.

Expenditures cannot legally exceed the above appropriation levels, except in the case of grants that could not be estimated at the time of budget adoption. Appropriations lapse at the end of the biennium. Management may amend line items in the budget without Council approval as long as appropriation levels (the legal level of control) are not changed. Supplemental appropriations may occur if the Council approves them due to a need that exists that was not determined at the time the budget was adopted. Budget amounts shown in the Basic Financial Statements reflect the original budget and one appropriation transfer.

Expenditures of the various funds were within authorized appropriations.

D. ACCOUNTS RECEIVABLE

There is no allowance for bad debts based on historically low write offs.

E. CAPITAL ASSETS

Capital assets are recorded at the original or estimated cost. Donated capital assets are recorded at their acquisition value on the date donated. The Commission defines capital assets as assets with an initial cost of more than \$5,000 and an estimated life beyond a single reporting period. Interest incurred during construction, maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following useful lives:

Buildings and improvements	33 to 50 years
Public domain infrastructure	15 to 25 years
Vehicles, furniture, and equipment	5 to 15 years

F. RETIREMENT PLAN

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

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020

G. VESTED COMPENSATED ABSENCES

It is the Commission's policy to permit employees to accumulate earned unused vacation and sick pay benefits. There is a liability for unpaid accumulated sick leave. The Commission approved the following "at separation, for employees with accrued sick leave balances between 101 and 1000 hours, a transfer of equivalent funding to their HRA VEBA accounts." All unused vacation and sick pay are accrued when earned in the Government-wide Financial Statements.

H. ESTIMATES

In conformance to accounting principles generally accepted in the United States of America, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of revenue and expenditures during the reporting period when preparing financial statements. Actual results could differ from those estimates.

I. LONG TERM DEBT

In the Government-wide Financial Statements, long-term debt is reported as a liability in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the Fund Financial Statements, bond premiums and discounts are recognized when incurred and are not deferred. The face amount of the debt issued, premiums received on debt issuances, and discounts are reported as other financing sources and uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. No long term debt was reported as of June 30, 2020.

J. NET POSITION/FUND BALANCE

In governmental fund types, the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources is called "fund balance. The Commission's governmental funds report the following categories of fund balance, based on the nature of any limitations requiring the use of resources for specific purposes.

- Nonspendable fund balance represents amounts that are not in a spendable form.
- Restricted fund balance represents amounts that are legally restricted by outside parties for a specific purpose (such as debt covenants, grant requirements, donor requirements, or other governments) or are restricted by law (constitutionally or by enabling legislation).
- Committed fund balance represents funds formally set aside by the governing body for a particular purpose. The use of committed funds would be approved by resolution by City of Ashland City Council.
- Assigned fund balance represents amounts that are constrained by the expressed intent to use resources for specific purposes that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the governing body or by an official to whom that authority has been given by the governing body. The Commission has not authorized staff to assign funds.
- Unassigned fund balance is the residual classification of the General Fund. Only the General Fund may report a positive unassigned fund balance. Other governmental funds would report any negative residual fund balance as unassigned.

ASHLAND PARKS AND RECREATION COMMISSION
(A Component Unit of City of Ashland)
Notes to Basic Financial Statements
Year Ended June 30, 2020

The governing body has approved the following order of spending regarding fund balance categories: Restricted resources are spent first when both restricted and unrestricted (committed, assigned or unassigned) resources are available for expenditures. When unrestricted resources are spent, the order of spending is committed (if applicable), assigned (if applicable) and unassigned.

K. DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflow of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

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

L. FAIR VALUE INPUTS AND METHODOLOGIES AND HIERARCHY

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Observable inputs are developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are developed based on the best information available about the assumptions market participants would use in pricing the asset. The classification of securities within the fair value hierarchy is based up on the activity level in the market for the security type and the inputs used to determine their fair value, as follows:

Level 1 – unadjusted price quotations in active markets/exchanges for identical assets or liabilities that each Fund has the ability to access

Level 2 – other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, loss severities, credit risks and default rates) or other market-corroborated inputs)

Level 3 – unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including each Fund's own assumptions used in determining the fair value of investments)

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

M. NEW ACCOUNTING PRONOUNCEMENT

GASB Statement 95, "Postponement of the Effective Dates of Certain Authoritative Guidance". The primary objective of this Statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. The requirements of this Statement are effective immediately.

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020

2. CASH AND EQUIVALENTS

Cash and cash equivalents

The cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

	2020
Petty Cash	\$ 1,100
Demand Deposit	10,000
City Investment Pool	3,007,341
Total	<u>\$ 3,018,441</u>

As of June 30, 2020, the Commission had the following investments and maturities.

Investment Type	Fair Value	Investment Maturities (in months)		
		Less than 3	3-17	18-59
State Treasurer's investment pool	3,007,341	3,007,341	-	-
Total	<u>\$ 3,007,341</u>	<u>\$ 3,007,341</u>	<u>\$ -</u>	<u>\$ -</u>

Cash and Investment Note

Investments in the Local Government Investment Pool (LGIP) are included in the Oregon Short-Term Fund, which is an external investment pool that is not a 2a-7-like external investment pool, and is not registered with the U.S. Securities and Exchange Commission as an investment company. Fair value of the LGIP is calculated at the same value as the number of pool shares owned. The unit of account is each share held, and the value of the position would be the fair value of the pool's share price multiplied by the number of shares held. Investments in the Short-Term Fund are governed by ORS 294.135, Oregon Investment Council, and portfolio guidelines issued by the Oregon Short-Term Fund Board, which establish diversification percentages and specify the types and maturities of investments. The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements. The fund appears to be in compliance with all portfolio guidelines at June 30, 2020. The LGIP seeks to exchange shares at \$1.00 per share; an investment in the LGIP is neither insured nor guaranteed by the FDIC or any other government agency.

Although the LGIP seeks to maintain the value of share investments at \$1.00 per share, it is possible to lose money by investing in the pool. We intend to measure these investments at book value since it approximates fair value. The pool is comprised of a variety of investments. These investments are characterized as a level 2 fair value measurement in the Oregon Short Term Fund's audited financial report. As of June 30, 2020, the fair value of the position in the LGIP is 100.88% of the value of the pool shares as reported in the Oregon Short Term Fund audited financial statements. Amounts in the State Treasurer's Local Government Investment Pool are not required to be collateralized.

ASHLAND PARKS AND RECREATION COMMISSION
(A Component Unit of City of Ashland)
Notes to Basic Financial Statements
Year Ended June 30, 2020

Interest Rate Risk

As a means of limiting its exposure to fair value losses resulting from rising interest rates, the City's investment policy allows only the purchase of investments that can be held to maturity. Investments cannot be made predicated upon selling the security prior to maturity.

Oregon Revised Statutes require that investments do not exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB.

The City limits investment maturities as follows:

1.	<i>Under 30 days</i>	<i>10% minimum</i>
2.	<i>Under 90 days</i>	<i>25% minimum</i>
3.	<i>Under 270 days</i>	<i>50% minimum</i>
4.	<i>Under 1 year</i>	<i>75% minimum</i>
5.	<i>Under 18 months</i>	<i>80% minimum</i>
6.	<i>Under 3 years</i>	<i>100% minimum</i>

Credit Risk

Neither the Oregon Revised Statutes nor the City's investment policy limits investments as to credit rating for securities purchased from U.S. Government Agencies. The City's investments in U.S. Government Agencies were rated AAA by Standard & Poor's and AAA by Moody's Investor Service. The State Pool is unrated. Oregon Revised Statutes require that Bankers Acceptances be guaranteed by, and carried on the books of, a qualified financial institution eligible for discount by the Federal Reserve System, and issued by a qualified financial institution whose short-term letter of credit rating is rated in the highest category by one or more nationally recognized statistical rating organizations.

Concentration of Credit Risk

To avoid incurring unreasonable risks inherent to over-investing in specific instruments or in individual financial institutions, the City's investment policy sets maximum limits on the percentage of the portfolio that can be invested in any one type of security. At June 30, 2020, the City was in compliance with all percentage restrictions.

Oregon Revised Statutes require that no more than 25% of the monies of local government be invested in Bankers Acceptances of any singular qualified financial institution. Amounts in the State Treasurer's LGIP are not required by law to be collateralized.

No more than the stated percentage of the overall portfolio will be invested in each of the following categories of securities:

U.S. Treasury Obligations	100%
U.S. Government Agency Securities and Instrumentalities of Government Sponsored Corp.	100%
Bankers' Acceptances	50%
Certificates of Deposit	35%
State and Local Government Securities	35%
Repurchase Transactions	25%
Commercial Paper (AA,A1,P1)	10%
State of Oregon Investment Pool Securities	100%

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020

3. CAPITAL ASSETS

The changes in capital assets for the year ended June 30, 2020 is as follows:

	Balance June 30, 2019	Additions & Reclasses	Retirements & Reclasses	Balance June 30, 2020
Governmental activities:				
Capital assets, not being depreciated:				
Construction in progress	\$ 353,499	\$ 362,381	\$ 510,117	\$ 205,763
Total capital assets, not being depreciated	353,499	362,381	510,117	205,763
Capital assets, being depreciated:				
Buildings	20,951,174	952,791	-	21,903,965
Equipment	2,663,313	142,591	26,500	2,779,404
Improvements Other than Buildings	4,727,272	-	-	4,727,272
Total capital assets, being depreciated	28,341,759	1,095,382	26,500	29,410,641
Less accumulated depreciation for:				
Buildings	8,424,564	689,692	-	9,114,256
Equipment	1,802,723	174,098	26,500	1,950,321
Improvements Other than Buildings	1,820,601	226,859	-	2,047,460
Total accumulated depreciation	12,047,888	1,090,649	26,500	13,112,037
Total capital assets being depreciated, net	<u>\$ 16,647,370</u>	<u>\$ 367,114</u>	<u>\$ 510,117</u>	<u>\$ 16,504,367</u>

Depreciation expense for the year was charged to the following functions:

	Depreciation Expense
	2020
Parks	\$ 940,262
Recreation	85,841
Golf	64,546
Total	<u>\$ 1,090,649</u>

ASHLAND PARKS AND RECREATION COMMISSION
(A Component Unit of City of Ashland)
Notes to Basic Financial Statements
Year Ended June 30, 2020

4. COMPENSATED ABSENCES

The General Fund is used to liquidate the compensated absences. The balances of the compensated absences accounts are as follows:

	June 30, 2019 Balance	Additions	Reductions	June 30, 2020 Balance	Due Within a Year
Total Compensated Absences Payable	\$ 232,477	\$ 476	\$ -	\$ 232,953	\$ 58,238

5. OTHER POST EMPLOYMENT BENEFITS

Post-Employment Health Insurance Subsidy

The post-employment Health Insurance Subsidy is administrated by the Park Commission. The Parks has elected to use the entry age actuarial cost method.

Plan Description – The Parks operates a single-employer retiree benefit plan that provides post-employment health, dental, vision and life insurance benefits to eligible employees and their spouses. There are active and retired members in the plan. Benefits and eligibility for members are established through the collective bargaining agreements. The Parks post-retirement healthcare plan was established in accordance with Oregon Revised Statutes (ORS) 243.303. ORS stipulated that for the purpose of establishing health care premiums, the rate must be based on all plan members, including both active employees and retirees.

The difference between retiree claims cost (which is generally higher in comparison to all plan members because of the effect of age) and the amount of retiree healthcare premiums represents the Parks implicit employer contribution.

The Parks Commission did not establish an irrevocable trust (or equivalent arrangement) to account for the plan. The General Fund is used to liquidate the OPEB.

Funding Policy – The benefits from this program are paid by the retired employees on a self-pay basis and the required contribution is based on projected pay-as-you go financing requirements. There is no obligation on the part of the Parks to fund these benefits in advance.

Annual Pension Cost and Total OPEB Liability – The Park's annual Other Post Employment Benefit (OPEB) cost is calculated based on the annual required contribution (ARC) of the employer and an amount actuarially determined in accordance within the parameters of GASBS 75. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the OPEB liability at the end of the year.

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020

Actuarial Methods and Assumptions – The ARC for the current year was determined as part of the July 1, 2018 actuarial valuation, using the present value of projected benefits discounted at the valuation interest rate (6.75 percent). The assumed health costs will increase 7 percent in the first year (July 1, 2018, premiums compared with July 1, 2017, premiums). In future years, the medical and vision cost trend varies from 7.00 percent to 4.75 percent depending upon the timing of the excise tax scheduled to affect health care benefits beginning in 2022. The demographic assumptions, such as mortality rates, disability incidence rates, retirement rates and withdrawal rates, are the same as those used by Oregon PERS for cities.

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 27,122	\$ -
Changes in assumptions	4,712	(42,409)
Net difference between projected and actual earnings on OPEB plan investments	-	-
Net changes in proportionate share		
Difference between the Commission contributions and proportionate share of contributions	-	-
Subtotal - Amortized Deferrals (below)	31,834	(42,409)
Parks Contributions subsequent to measurement date	24,313	-
Net Deferred outflow (inflow) of resources	<u>\$ 56,147</u>	<u>\$ (42,409)</u>

Other amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expenses as follows:

Year ending June 30,	Amount
2021	\$ (2,438)
2022	(2,438)
2023	(2,438)
2024	(2,438)
2025	(1,201)
Thereafter	378
Total	<u>\$ (10,575)</u>

The following presents the total OPEB liability of the Parks, as well as what the City's total OPEB liability would be if it were calculated using a discount rate of that is 1-percentage-point lower or 1-percentage-point higher.

	1% Decrease 2.50%	Discounted Rate 3.50%	1% Increase 4.50%
Total OPEB Liability	\$ 236,983	\$ 222,485	\$ 209,165

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020

The following presents the total OPEB liability of the Parks, as well as what the Parks total OPEB liability would be if it were calculated using health care cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current health care trend rates.

	Healthcare Cost Trend Rates (6.50% - decreasing to 3.50%)	Healthcare Cost Trend Rates (7.50% - decreasing to 4.50%)	Healthcare Cost Trend Rates (8.50% - decreasing to 5.50%)
Total OPEB Liability	\$ 205,236	\$ 222,485	\$ 242,798

Retirement Health Insurance Account

Plan Description:

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

Funding Policy:

Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to \$60 dollars or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the Retirement Health Insurance Account established by the employer, and any monthly cost in excess of \$60 dollars shall be paid by the eligible retired member in the manner provided in ORS 238.410. To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in OPERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in OPERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in an OPERS-sponsored health plan. A surviving spouse or dependent of a deceased OPERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from OPERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020

Participating cities are contractually required to contribute to RHIA at a rate assessed each year by OPERS, and the Parks currently contributes 0.06% of PERS annual covered OPERF payroll and nothing for OPSRP payroll under a contractual requirement in effect until June 30, 2020. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The Parks contributions to RHIA for the years ended June 30, 2020 was \$603 which equaled the required contributions each year.

	Deferred Inflow of Resources	Deferred Outflow of Resources
Difference between expected and actual experience	\$ -	\$ 6,519
Changes in assumptions	-	51
Net difference between projected and actual earnings on OPEB plan investments	-	3,051
Net changes in proportionate share	58	808
Difference between the Commission contributions and proportionate share of contributions	-	-
Subtotal - Amortized Deferrals (below)	58	10,429
Parks Contributions subsequent to measurement date	-	-
Net Deferred outflow (inflow) of resources	\$ 58	\$ 10,429

Amounts reported as deferred outflows or inflow of resources related to OPEB will be recognized in OPEB expense as follows:

Year ending June 30,	Amount
2021	\$ (5,313)
2022	(4,772)
2023	(601)
2024	314
2025	-
Thereafter	
Total	\$ (10,371)

Sensitivity of the Parks proportionate share of the net OPEB asset to changes in the discount rate – The following presents the Parks proportionate share of the net OPEB asset calculated using the discount rate of 7.20 percent, as well as what the Parks proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate.

	Decrease (6.2%)	Rate (7.2%)	Increase (8.2%)
Parks proportionate share of the net OPEB asset	\$ (38,326)	\$ (49,438)	\$ (58,903)

6. DEFINED BENEFIT PENSION PLAN

Plan Description – The Oregon Public Employees Retirement System (PERS) consists of a single cost-sharing multiple-employer defined benefit plan. All benefits of the system are established by the legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Oregon PERS produces an independently audited Comprehensive Annual Financial Report which can be found at:

<https://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-information.aspx>

- a. **PERS Pension (Chapter 238).** The ORS Chapter 238 Defined Benefit Plan is closed to new members hired on or after August 29, 2003.
 - i. **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, and 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 benefits 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 1 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 2 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.
 - ii. **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 on or more of the following contributions are met:
 - member was employed by PERS employer at the time of death,
 - member died within 120 days after termination of PERS covered employment,
 - member died as a result of injury sustained while employed in a PERS-covered job, or
 - member was on an official leave of absence from a PERS-covered job at the time of death.
 - iii. **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.
 - iv. **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 equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on the amount of the annual benefit.

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020

- b. **OPSRP Pension Program (OPSRP DB).** The ORS Chapter 238A Defined Benefit Pension Program provides benefits to members hired on or after August 29, 2003.
- i. **Pension Benefits.** 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 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.
- ii. **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.
- iii. **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.
- iv. **Benefit Changes After Retirement.** Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes. The cap on the COLA will vary based on the amount of the annual benefit.

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. The 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, 2017 actuarial valuation, which became effective July 1, 2019. The state of Oregon and certain schools, community colleges, and political subdivision have made unfunded actuarial liability payments and their rates have been reduced. Employer contributions for the year ended June 30, 2020 were \$468,406, excluding amounts to fund employer specific liabilities. In addition, approximately \$138,385 in employee contributions were paid or picked up by the Parks in fiscal 2020. At June 30, 2020, the Parks reported a net pension liability of \$5,141,540 for its proportionate share of the net pension liability. The pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation dated December 31, 2017. The Parks proportion of the net pension liability was based on a projection of the Parks long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. As of the measurement date of June 30, 2019, the Parks proportion was .14 percent. Pension expense for the year ended June 30, 2020 was \$606,791.

ASHLAND PARKS AND RECREATION COMMISSION
(A Component Unit of City of Ashland)
Notes to Basic Financial Statements
Year Ended June 30, 2020

The rates in effect for the year ended June 30, 2020 were:

- (1) Tier 1/Tier 2 – 21.43%
- (2) OPSRP general services – 14.49%

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 283,541	\$ -
Changes in assumptions	697,509	-
Net difference between projected and actual earnings on pension plan investments	-	145,758
Net changes in proportionate share and	83,919	246,715
Difference between the Commission contributions and proportionate share of contributions	<u>84,857</u>	<u>5,307</u>
Subtotal - Amortized Deferrals (below)	1,149,826	397,779
Parks Contributions subsequent to measurement date	<u>653,115</u>	<u>-</u>
Net Deferred outflow (inflow) of resources	<u><u>\$ 1,802,942</u></u>	<u><u>\$ 397,779</u></u>

The amount of contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the fiscal year ended June 30, 2021.

Amounts reported as deferred outflows or inflow of resources related to pension will be recognized in pension expense as follows:

Year ending June 30,	Amount
2021	\$ 434,876
2022	18,934
2023	146,145
2024	139,135
2025	12,956
Thereafter	-
Total	<u><u>\$ 752,047</u></u>

All assumptions, methods and plan provisions used in these calculations are described in the Oregon PERS system-wide GASB 68 reporting summary dated March 4, 2020. Oregon PERS produces an independently audited CAFR which can be found at:

<https://www.oregon.gov/pers/EMP/Pages/GASB.aspx>

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020

Actuarial Valuations – The employer contribution rates effective July 1, 2019 through June 30, 2021, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (estimated amount necessary to finance benefits earned by employees during the current service year), (2) an amount for the amortization unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial liabilities being amortized over 20 years.

For the OPSRP Pension Program component of the PERS Defined Benefit Plan, this method produced an employer rate consisting of (a) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (b) an actuarially determined amount for funding a disability benefit component, and (c) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 16 years.

Actuarial Methods and Assumptions:

Valuation date	December 31, 2017
Measurement date	June 30, 2019
Experience Study	2016, published July 26, 2017
Actuarial cost method	Entry age normal
Actuarial assumptions:	
Inflation rate	2.50%
Investment rate of return	7.20%
Discount rate	7.20%
Projected salary increases	3.50%
Cost of living adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with Moro decision; blend based on service
Mortality	Healthy retirees and beneficiaries: RP-2014 Healthy annuitant, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Active Member: RP-2014 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with collar adjustments and set-backs as described in the valuation. Disable retirees: RP-2014 Disabled Retirees, sex-distinct, generation with Unisex, Social Security Data Scale.

Actuarial valuations of an ongoing plan involve estimates of value of reported amounts 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 method and assumptions shown are based on the 2016 Experience Study which is reviewed for the four-year period ending December 31, 2016.

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020

Assumed Asset Allocation:

Asset Class/Strategy	Low Range	High Range	OIC Target
Cash	0.0%	3.0%	0.0%
Debt Securities	15.0%	25.0%	20.0%
Public Equity	32.5%	42.5%	37.5%
Real Estate	9.5%	15.5%	12.5%
Private Equity	14.0%	21.0%	17.5%
Alternative Equity	0.0%	12.5%	12.5%
Opportunity Portfolio	0.0%	3.0%	0.0%
Total			100%

Long-Term Expected Rate of Return:

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

Asset Class	Target	Compound Annual Return (Geometric)
Core Fixed Income	8.00%	4.00%
Short-Term Bonds	8.00%	3.61%
Bank/Leveraged Loans	3.00%	5.42%
High Yield Bonds	1.00%	6.20%
Large/Mid Cap US Equities	15.75%	6.70%
Small Cap US Equities	1.31%	6.99%
Micro Cap US Equities	1.31%	7.01%
Developed Foreign Equities	13.13%	6.73%
Emerging Market Equities	4.12%	7.25%
Non-US Small Cap Equities	1.88%	7.22%
Private Equity	17.50%	7.97%
Real Estate (Property)	10.00%	5.84%
Real Estate (REITS)	2.50%	6.69%
Hedge Fund of Funds - Diversified	2.50%	4.64%
Hedge Fund - Event-driven	0.63%	6.72%
Timber	1.88%	5.85%
Farmland	1.88%	6.37%
Infrastructure	3.75%	7.13%
Commodities	1.88%	4.58%
Assumed Inflation - Mean		2.50%

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020

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

Sensitivity of the Parks proportionate share of the net pension liability to changes in the discount rate – The following presents the Parks proportionate share of the net pension liability calculated using the discount rate of 7.20 percent, as well as what the Parks proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate.

	Decrease (6.2%)	Rate (7.2%)	Increase (8.2%)
Parks proportionate share of the net pension liability	\$ 8,233,723	\$ 5,141,540	\$ 2,553,812

Changes Subsequent to the Measurement Date

As described above, GASB 67 and GASB 68 require the Total Pension Liability to be determined based on the benefit terms in effect at the Measurement Date. Any changes to benefit terms that occurs after that date are reflected in amounts reported for the subsequent Measurement Date. However, Paragraph 80f of GASB 68 requires employers to briefly describe any changes between the Measurement Date and the employer's reporting date that are expected to have a significant effect on the employer's share of the collective Net Pension Liability, along with an estimate of the resulting change, if available.

On June 11, 2019, Senate Bill 1049 was enacted by the People of the State of Oregon. The elements of the bill include a variety of policy and program changes which will affect the City's pension plan. Most prominent are a one-time 22-year reamortization of unamortized actuarial liability for Tier 1 and Tier 2 employees and contributions rate adjustments. In August 2019, a petition was filed with the Oregon Supreme Court challenging the constitutionality of certain portions of SB 1049. The city cannot predict whether the petitioners will be successful in whole or in part nor what the impact of a successful challenge will be.

Deferred Compensation Plan

A deferred compensation plan is available to employees wherein they may execute an individual agreement with the Parks for amounts earned by them to not be paid until a future date when certain circumstances are met. These circumstances are: termination by reason of death, disability, resignation, or retirement. Payment to the employee will be made over a period not to exceed 15 years. The deferred compensation plan is one which is authorized under IRC Section 457 and has been approved in its specifics by a private ruling from the Internal Revenue Service. The assets of the plan are held by the administrator for the sole benefit of the plan participants and are not considered assets or liabilities of the Parks.

ASHLAND PARKS AND RECREATION COMMISSION
(A Component Unit of City of Ashland)
Notes to Basic Financial Statements
Year Ended June 30, 2020

OPSRP Individual Account Program (OPSRP IAP)

Plan Description:

Employees of the Parks are provided with pensions through OPERS. All the benefits of OPERS are established by the Oregon legislature pursuant to Oregon Revised Statute (ORS) Chapters 238 and 238A. Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003. Chapter 238A created the Oregon Public Service Retirement Plan (OPSRP), which consists of the Defined Benefit Pension Program and the Individual Account Program (IAP). Membership includes public employees hired on or after August 29, 2003. PERS members retain their existing defined benefit plan accounts, but member contributions are deposited into the member's IAP account. OPSRP is part of OPERS, and is administered by the OPERS Board.

Pension Benefits:

Participants in OPERS defined benefit pension plans also participate in their defined contribution plan. 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 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.

Contributions:

Employees of the Parks pay six (6) percent of their covered payroll. The Parks did not make any optional contributions to member IAP accounts for the year ended June 30, 2020.

7. RISK MANAGEMENT

As a component unit of the City of Ashland, the Ashland Parks and Recreation Commission is included in the City's risk management program. The City directly manages the Commission's participation. The City is exposed to various risks of loss related to general liability, property, automobile, and workers' compensation. The City purchases its auto, property, and liability insurance from City County Insurance Services, a member-owned trust. The City is self-insured for the first annual cumulative deductible of \$50,000 under its general liability insurance policy. Workers' compensation is self-insured for \$450,000 per occurrence for claims incurred; excess coverage above this retention limit is purchased from commercial insurers on a stop-loss basis. The Commission, and all participating City funds, pay contributions based on prior experience, exposure, insurance premiums, and administrative costs. Settlements have not exceeded insurance coverage in each of the past three years.

ASHLAND PARKS AND RECREATION COMMISSION

(A Component Unit of City of Ashland)

Notes to Basic Financial Statements

Year Ended June 30, 2020

8. TRANSFERS

The purpose of the transfer was for ongoing maintenance of parks per ordinance #3331.

Fund	Transfers	Transfers
	In	Out
General Fund	\$ 185,000	\$ -
Capital Improvements	-	185,000
Total	<u>\$ 185,000</u>	<u>\$ 185,000</u>

9. TRANSACTIONS WITH PRIMARY GOVERNMENT (CITY OF ASHLAND)

The City of Ashland paid a total of \$6,055,577 to the Ashland Parks Commission. Of the total, \$5,391,000 was paid to Parks General Fund to pay for parks and recreation services rendered to the community. \$664,577 was paid to the Capital Project Fund for their share of Food and Beverage revenue received per Ordinance # 3331.

10. COVID-19

In March 2020, the World Health Organization declared the novel coronavirus outbreak a public health emergency. The duration and magnitude of the impact of the novel coronavirus and resulting disruption to the Agency operations is not quantifiable at the time of this report

REQUIRED SUPPLEMENTARY INFORMATION

Notes to Required Supplementary Information – the basis of budgeting is the same as GAAP



SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Year Ended June 30,	Employer's proportion of the net pension liability (NPL) (a)	Employer's proportionate share of the net pension liability (NPL) (b)	covered payroll (c)	NPL as a percentage of covered payroll (b/c)	Plan fiduciary net position as a percentage of the total pension liability
2020	0.04%	\$ (5,141,540)	\$ 2,081,027	(247.1) %	80.2 %
2019	0.04%	(4,375,232)	1,928,618	(226.9)	80.6
2018	0.04%	(4,106,513)	2,174,306	(188.9)	83.1
2017	0.04%	(6,003,534)	2,071,981	(289.7)	80.5
2016	0.04%	(2,568,803)	1,848,032	(139.0)	91.9
2015	0.04%	947,255	1,962,898	48.3	103.6
2014	0.04%	(2,132,592)	1,734,423	(123.0)	92.0

The amounts presented for each fiscal year were actuarial determined at 12/31 and rolled forward to the measurement date. These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

SCHEDULE OF CONTRIBUTIONS

Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution deficiency (excess)	Employer's covered payroll	Contributions as a percent of covered payroll
2020	\$ 468,406	\$ 468,406	\$ -	\$ 2,296,845	20.4 %
2019	332,043	332,043	-	2,081,027	16.0 %
2018	309,012	309,012	-	1,928,618	16.0
2017	277,768	277,768	-	2,174,306	12.8
2016	283,273	283,273	-	2,071,981	13.7
2015	411,657	411,657	-	1,848,032	22.3
2014	448,754	448,754	-	1,962,898	22.9

The amounts above are presented for each fiscal year. These schedules are presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.

ASHLAND PARKS AND RECREATION COMMISSION
Required Supplemental Information

Schedule of Proportionate Share of Net OPEB Asset - PERS

<u>Measurement date as of June 30:</u>	2019
Proportion of the net OPEB liability (asset)	0.040%
Proportionate share of the net OPEB liability (asset)	(49,436)
Covered payroll	2,081,027
Proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	(2.38)
Plan net position as percentage of the total OPEB Liability	29.0%

Schedule of OPEB Contributions

<u>Fiscal year ended June 30:</u>	2020
Contractually required contribution	77,118
Contributions in relation to the contractually required contribution	<u>77,118</u>
Contribution deficiency (excess)	<u><u>-</u></u>
Covered payroll	2,296,845
Contributions as a percentage of covered payroll	3.4%

Note: This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full year trend has been complied, information is presented for the years for which the required supplementary schedule information is available.

ASHLAND PARKS AND RECREATION COMMISSION
Required Supplemental Information
SCHEDULE OF CHANGES IN OTHER POST EMPLOYMENT BENEFITS (OPEB)
LIABILITY AND RELATED RATIOS MEDICAL BENEFIT
For the Year Ended June 30, 2020

	2020	2019	2018
Total OPEB Liability based on a measurement date at June 30,	\$ 238,242	\$ 262,240	\$ 279,094
<u>Changes for the year:</u>			
Service Cost	9,239	17,812	18,591
Interest	8,825	9,333	8,026
Changes of Benefit Terms	-	-	-
Differences between expected and actual experience		37,168	
Changes of assumptions or other input	5,448	(49,239)	(11,107)
Benefit Payments	(39,269)	(39,072)	(32,364)
Net change for the year	(15,757)	(23,998)	(16,854)
Total OPEB Liability at June 30,	\$ 222,485	\$ 238,242	\$ 262,240
Fiduciary Net Position - Beginning	\$ -	\$ -	\$ -
Contributions - Employer	-	-	-
Contributions - Employee	39,269	39,072	32,364
Net Investment Income	-	-	-
Benefit Payments	-	-	-
Administrative Expense	(39,269)	(39,072)	(32,364)
Net change in Fiduciary Net Position	-	-	-
Fiduciary Net Position - End of Year	-	-	-
Net OPEB Liability at End of Year	\$ 222,485	\$ 238,242	\$ 262,240
Fiduciary Net Position as a percentage of the total Single Employer OPEB Liability	0%	0%	0%
Covered Payroll	\$ 2,296,846	\$ 1,928,618	\$ 2,081,028
Net Single Employer OPEB Plan as a Percentage of Covered Payroll	9.7%	12.4%	12.6%

Note: This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full year trend has been compiled, information is presented for the years for which the required supplementary schedule information is available.

ASHLAND PARKS AND RECREATION COMMISSION
(A COMPONENT UNIT OF CITY OF ASHLAND, OREGON)
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PARKS AND RECREATION FUND (GENERAL FUND)
For the Year Ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Intergovernmental	\$ 30,000	\$ 77,500	\$ 190,356	\$ 190,356	\$ 112,856
Charges for services - External	2,346,575	2,346,575	819,535	819,535	(1,527,040)
Charges for services - Internal	10,783,800	10,783,800	5,391,900	5,391,900	(5,391,900)
Interest on investments	46,853	46,853	19,232	19,232	(27,621)
Miscellaneous	62,000	69,209	33,425	33,425	(35,784)
Total revenues	13,269,228	13,323,937	6,454,448	6,454,448	(6,869,489)
Expenditures:					
Parks and Recreation:					
Operations and maintenance	8,209,415	8,226,915	3,769,517 (1)	3,769,517	4,457,398
Recreation	2,957,983	2,965,598	1,261,136 (1)	1,261,136	1,704,462
Golf Course	1,195,851	1,195,851	578,354 (1)	578,354	617,497
Senior Services Division	700,180	700,698	317,639 (1)	317,639	383,059
Parks Forestry Division	985,619	1,014,695	481,257 (1)	481,257	533,438
Total Parks and Recreation	14,049,048	14,103,757	6,407,903	6,407,903	7,695,854
Contingency	150,000	150,000	-	-	150,000
Total expenditures	14,199,048	14,253,757	6,407,903	6,407,903	7,845,854
Excess (deficiency) of revenues over (under) expenditures	(929,820)	(929,820)	46,545	46,545	976,365
Other financing sources (uses):					
Transfer in	370,000	370,000	185,000	185,000	(185,000)
Transfers out	-	-	-	-	-
Total other financing sources (uses)	370,000	370,000	185,000	185,000	(185,000)
Net change in fund balance	(559,820)	(559,820)	231,545	231,545	791,365
Fund balance, Beginning	611,076	611,076	842,879	842,879	231,803
Fund balance, Ending	\$ 51,256	\$ 51,256	\$ 1,074,424	\$ 1,074,424	\$ 1,023,168
(1) Appropriation level					
Reconciliation to GAAP fund balance :					
Equipment fund balance:			288,346		
Total GAAP fund balance			<u>\$ 1,362,770</u>		

SUPPLEMENTARY INFORMATION



ASHLAND PARKS AND RECREATION COMMISSION
(A COMPONENT UNIT OF CITY OF ASHLAND, OREGON)
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PARKS CAPITAL IMPROVEMENTS FUND
For the Year Ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Taxes	\$ 1,513,800	\$ 1,513,800	\$ 664,577	\$ 664,577	\$ (849,223)
Intergovernmental	2,990,000	2,990,000	171,690	171,690	(2,818,310)
Interest on investments	40,000	40,000	27,987	27,987	(12,013)
Total revenues	4,543,800	4,543,800	864,254	864,254	(3,679,546)
Expenditures:					
General government:					
Material and Services	-	9,000	8,574	8,574	426
Capital outlay	5,020,000	4,961,000	503,043	503,043	4,457,957
Total cost of service	5,020,000	4,970,000	511,617	511,617	4,458,383
Contingency	-	-	-	-	-
Total expenditures	5,020,000	4,970,000	511,617	511,617	4,458,383
Excess (Deficiency) of revenues over (under) expenditures	(476,200)	(426,200)	352,637	352,637	778,837
Other financing sources (uses):					
Loan proceeds	1,500,000	1,500,000	-	-	(1,500,000)
Transfers Out	(793,828)	(843,828)	(185,000)	(185,000)	658,828
Total other financing sources (uses):	706,172	656,172	(185,000)	(185,000)	(841,172)
Net change in fund balance	229,972	229,972	167,637	167,637	(62,335)
Fund balance, Beginning	1,139,000	1,139,000	1,428,986	1,428,986	289,986
Fund balance, Ending	\$ 1,368,972	\$ 1,368,972	\$ 1,596,623	\$ 1,596,623	\$ 227,651

ASHLAND PARKS AND RECREATION COMMISSION, ASHLAND, OREGON
(A COMPONENT UNIT OF CITY OF ASHLAND, OREGON)
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - BUDGET TO ACTUAL
EQUIPMENT FUND
For the Year Ended June 30, 2020

	BN 2019-2021 Biennium Budget Amounts		First Year Actual FY 2019-20	Total Actual for budget period	Variance with Final Budget Over/Under
	Original	Final			
Revenues:					
Charges for Services	\$ 304,200	\$ 304,200	\$ 147,500	\$ 147,500	\$ (156,700)
Interest on Investments	1,450	1,450	5,589	5,589	4,139
Miscellaneous	-	5,000	14,693	14,693	9,693
Total Revenues	<u>305,650</u>	<u>310,650</u>	<u>167,782</u>	<u>167,782</u>	<u>(142,868)</u>
Expenditures:					
Materials and Services	-	5,000	1,336	1,336	3,664
Capital Outlay	300,000	300,000	142,591	142,591	157,409
Total Parks	300,000	305,000	143,927	143,927	161,073
Total Expenditures	<u>300,000</u>	<u>305,000</u>	<u>143,927</u>	<u>143,927</u>	<u>161,073</u>
Net Change in Fund Balance	5,650	5,650	23,855	23,855	18,205
Fund balance, Beginning	210,094	210,094	264,491	264,491	54,397
Fund balance, Ending	<u>\$ 215,744</u>	<u>\$ 215,744</u>	<u>\$ 288,346</u>	<u>\$ 288,346</u>	<u>\$ 72,602</u>

Per GASB 54 fund combined with
General Fund for GAAP reporting:

(288,346)
\$ -

(1) Appropriation Level

ASHLAND PARKS AND RECREATION COMMISSION
ASHLAND, OREGON
SCHEDULE OF CAPITAL ASSETS - BY SOURCES
For the Year Ended June 30, 2020

Capital Assets:	
Buildings and improvements	\$ 21,903,965
Equipment	2,779,404
Improvements other than Building	4,727,273
Construction in Process	<u>205,762</u>
Total capital assets	<u><u>\$ 29,616,404</u></u>
Sources of Investment in Capital Assets:	
General Fund	\$ 12,823,902
Shakespeare Festival	<u>16,792,502</u>
Total sources of investment in capital assets	<u><u>\$ 29,616,404</u></u>
Depreciation in Capital Assets:	
General Fund - depreciation	\$ 6,318,642
Shakespeare Festival- depreciation	<u>6,793,395</u>
Total depreciation in capital assets	<u><u>\$ 13,112,037</u></u>

**ASHLAND PARKS AND RECREATION COMMISSION
ASHLAND, OREGON
SCHEDULE OF CHANGES IN CAPITAL ASSETS - BY SOURCES
For the Year Ended June 30, 2020**

		<u>Total</u>	<u>Buildings and Improvements</u>	<u>Equipment</u>	<u>Improvements other than Buildings</u>	<u>CIP</u>
Capital Assets, July 1, 2019		\$ 28,695,258	\$ 20,951,174	\$ 2,663,313	\$ 4,727,272	\$ 353,499
Additions:						
	General Fund Shakespeare Festival	774,255	269,283	142,591	-	362,381
		<u>683,508</u>	<u>683,508</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>1,457,763</u>	<u>952,791</u>	<u>142,591</u>	<u>-</u>	<u>362,381</u>
Deletions:						
	General Fund Shakespeare Festival	536,617	-	26,500	-	510,117
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>536,617</u>	<u>-</u>	<u>26,500</u>	<u>-</u>	<u>510,117</u>
Capital Assets, June 30, 2020		<u>\$ 29,616,404</u>	<u>\$ 21,903,965</u>	<u>\$ 2,779,404</u>	<u>\$ 4,727,272</u>	<u>\$ 205,763</u>

ASHLAND PARKS AND RECREATION COMMISSION
ASHLAND, OREGON
SCHEDULE OF CAPITAL ASSETS - BY FUNCTION AND ACTIVITY
For the Year Ended June 30, 2020

Function and Activity	<u>Total</u>	<u>Buildings and Improvements</u>	<u>Equipment</u>	<u>Improvements other than Buildings</u>	<u>CIP</u>
Parks and Recreation	<u>\$ 29,616,404</u>	<u>\$ 21,903,965</u>	<u>\$ 2,779,404</u>	<u>\$ 4,727,272</u>	<u>\$ 205,763</u>

**ASHLAND PARKS AND RECREATION COMMISSION
ASHLAND, OREGON
SCHEDULE OF CHANGES IN CAPITAL ASSETS - BY FUNCTION AND ACTIVITY
For the Year Ended June 30, 2020**

Function and Activity	Capital Assets July 1, 2019	Additions	Deletions	Capital Assets June 30, 2020
Parks and Recreation	\$ 28,695,258	\$ 1,188,480	\$ 267,334	\$ 29,616,404

STATISTICAL SECTION



ASHLAND PARKS AND RECREATION COMMISSION STATISTICAL SECTION (Unaudited)

This part of the Ashland Parks and Recreation Commission comprehensive annual financial report presents detailed information as a context for understanding this year's financial statements, notes, and supplementary information. This information has not been audited by the independent auditors.

	<u>Page</u>
Financial Trends	
These tables contain trend information that may assist the reader in assessing the Commission's current financial performance by placing it in historical perspective.	76-85
Revenue Capacity	
These tables contain information that may assist the reader is assessing the viability of the revenue sources.	86-90
Debt Capacity	
These tables present information that may assist the reader in analyzing the affordability of the Commission's current levels of outstanding debt and the Commission's ability to issue additional debt in the future.	91
Economic & Demographic Information	
These tables offer economic and demographic indicators that are commonly used for financial analysis and that can help the reader understand the Commission's present and ongoing financial status.	92-93
Operating Information	
These tables contain service and infrastructure indicators that can help the reader understand how the information in the Commission's financial statements relates to the services the Commission provides and the activities it performs.	94-100

Source:

Unless otherwise noted, the information in these tables is derived from the annual financial reports for the Ashland Parks Commission and the annual financial reports for the City of Ashland.

ASHLAND PARKS AND RECREATION COMMISSION
STATEMENT OF NET POSITION
For the last ten fiscal years

	2020	2019	2018	2017
ASSETS				
Cash and cash equivalents	\$ 3,018,441	\$ 2,678,449	\$ 2,081,610	\$ 1,442,365
Receivables:				
Accounts	140,862	21,442	33,620	26,434
Taxes	-	-	-	-
Proportional share of net pension assets	-	-	-	-
Land and Construction in Process	205,763	353,499		
Capital assets, net of Accumulated Depreciation	16,298,604	16,293,871	16,373,500	14,402,273
Total Assets	19,663,670	19,347,261	18,488,730	15,871,072
Deferred Outflows of Resources:				
Deferred outflows - Pensions	1,802,941	1,827,517	1,599,652	3,238,648
Deferred outflows - OPEB	56,205	71,414	39,072	-
LIABILITIES:				
Accounts payable	91,046	106,098	289,630	187,473
Payroll liabilities	108,863	57,436	55,466	42,733
Vacation payable		-	-	-
Noncurrent liabilities		-	-	-
Proportionate share of net pension liability	5,141,540	4,375,230	4,106,513	6,003,534
Net OPEB liability	173,049	238,242	262,240	-
Compensated Absences:				
Due within one year	58,238	58,119	64,126	60,620
Due in more than one year	174,715	174,358	190,380	181,863
Total Liabilities	5,747,451	5,009,483	4,968,355	6,476,223
Deferred Inflows of Resources:				
Deferred inflows - Pensions	397,779	572,190	343,281	300,495
Deferred inflows - OPEB	52,838	50,606	9,564	-
NET POSITION:				
Net investment in capital assets	16,504,367	16,647,370	16,373,500	14,402,273
Restricted for: YAL		-	-	-
Unrestricted	(1,179,620)	(1,033,458)	(1,567,246)	(2,069,271)
Total Net Position	\$ 15,324,747	\$ 15,613,912	\$ 14,806,254	\$ 12,333,002

ASHLAND PARKS AND RECREATION COMMISSION
STATEMENT OF NET POSITION
For the last ten fiscal years (continued)

2016	2015	2014	2013	2012	2011
\$ 2,077,124	\$ 981,557	\$ 1,193,676	\$ 2,416,468	\$ 2,829,756	\$ 2,855,465
19,650	85,472	99,470	90,512	112,138	24,666
-	-	-	-	370,792	382,865
-	947,255	-	-	-	-
10,112,652	10,397,953	10,478,922	9,527,217	9,592,447	9,114,880
12,209,426	12,412,237	11,772,068	12,034,197	12,905,133	12,377,876
672,510	-	-	-	-	-
-	-	-	-	-	-
225,677	187,564	232,707	216,013	131,911	163,169
211,956	166,538	144,563	119,902	116,978	92,725
-	-	-	-	-	-
-	-	-	-	-	-
2,568,603	-	-	-	-	-
-	-	-	-	-	-
74,671	62,583	63,800	69,083	23,511	22,062
224,011	187,747	191,402	207,247	70,532	66,185
3,304,918	604,432	632,472	612,245	342,932	344,141
596,742	1,416,160	-	-	-	-
-	-	-	-	-	-
10,112,652	10,397,953	10,478,922	9,527,217	9,592,447	9,114,880
-	-	-	-	20,325	9,898
(1,132,376)	(6,308)	660,674	1,894,735	2,949,429	2,908,957
\$ 8,980,276	\$ 10,391,645	\$ 11,139,596	\$ 11,421,952	\$ 12,562,201	\$ 12,033,735

ASHLAND PARKS AND RECREATION COMMISSION
CHANGE IN NET POSITION
For the last ten fiscal years

	2020	2019	2018	2017
Revenues:				
Program revenues:				
Charges for services	\$ 967,035	\$ 1,144,135	\$ 1,096,063	\$ 1,139,709
Operating grants and contributions	5,753,946	5,412,257	7,086,738	-
Capital grants and contributions	-	1,109,687	-	-
General revenues:				
City of Ashland	-	-	-	5,681,770
Property taxes	-	-	-	-
Taxes	664,577	803,844	758,101	-
Interest	52,808	49,575	26,752	14,791
Other	48,118	72,031	45,012	33,303
Donated Capital Assets - OSF	-	-	-	3,440,453
Total revenues	7,486,484	8,591,529	9,012,666	10,310,026
Expenses:				
Parks	5,701,984	5,539,098	4,386,659	4,947,282
Recreation	1,443,565	1,704,951	1,356,339	1,582,389
Golf course	630,100	539,823	517,322	427,630
Debt service	-	-	-	-
Total expenses	7,775,649	7,783,871	6,260,320	6,957,301
Increase (Decrease) in net position	(289,165)	807,658	2,752,346	3,352,725
Net position - Beginning, Restated	15,613,912	14,806,254	12,053,908	8,980,276
Prior period adjustment	-	-	-	-
Net position - Ending	\$ 15,324,747	\$ 15,613,912	\$ 14,806,254	\$ 12,333,001

ASHLAND PARKS AND RECREATION COMMISSION
CHANGE IN NET POSITION
For the last ten fiscal years (continued)

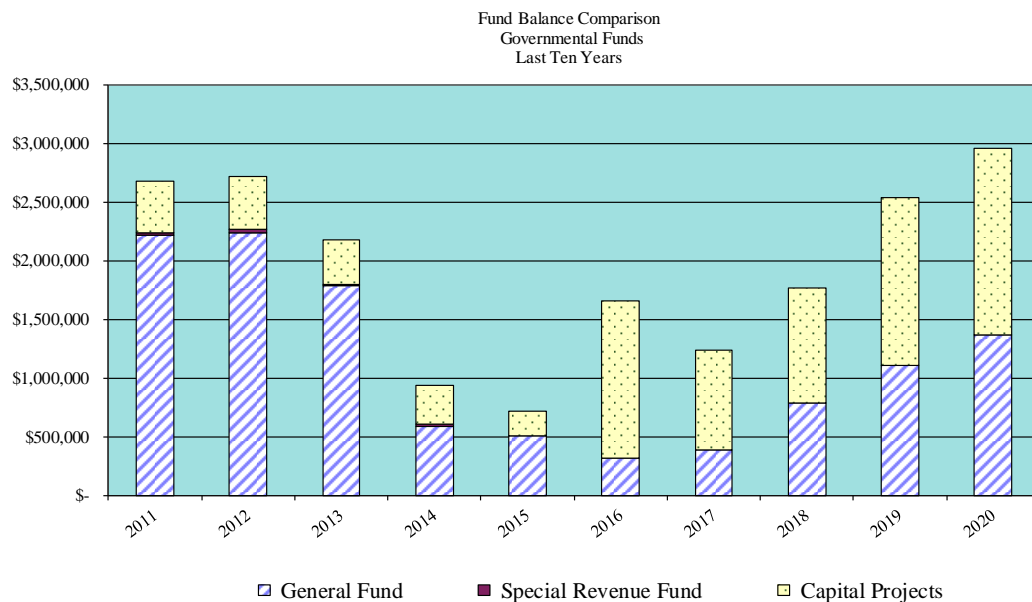
2016	2015	2014	2013	2012	2011
\$ 1,153,455	\$ 1,149,154	\$ 1,578,123	\$ 932,235	\$ 968,436	\$ 1,101,358
92	320,539	-	-	33,117	21,140
-	-	-	-	-	-
6,210,271	4,896,167	3,959,833	-	-	-
-	-	-	4,082,108	4,349,737	4,210,320
-	-	-	-	-	-
9,700	4,957	7,934	16,133	20,698	16,096
17,204	17,620	53,234	67,690	35,648	47,888
-	-	-	-	-	-
<u>7,390,722</u>	<u>6,388,437</u>	<u>5,599,124</u>	<u>5,098,166</u>	<u>5,407,636</u>	<u>5,396,802</u>
6,151,387	3,921,790	4,372,964	4,515,960	3,363,614	3,557,166
1,863,782	1,124,584	935,821	1,207,171	1,060,887	1,141,094
786,922	406,176	572,695	371,911	454,669	346,057
-	-	-	-	-	-
<u>8,802,091</u>	<u>5,452,550</u>	<u>5,881,480</u>	<u>6,095,042</u>	<u>4,879,170</u>	<u>5,044,317</u>
(1,411,369)	935,887	(282,356)	(996,876)	528,466	352,485
10,391,645	9,455,758	11,421,952	12,562,201	12,033,735	11,681,250
-	-	-	(143,373)	-	-
<u>\$ 8,980,276</u>	<u>\$ 10,391,645</u>	<u>\$ 11,139,596</u>	<u>\$ 11,421,952</u>	<u>\$ 12,562,201</u>	<u>\$ 12,033,735</u>

ASHLAND PARKS AND RECREATION COMMISSION
FUND BALANCES
For the last ten fiscal years

	2020	2019	2018	2017
General Fund				
Unassigned, reported in:				
General Fund	\$ 1,362,770	\$ 1,107,370	\$ 788,308	\$ 386,186
Total General Fund	<u>1,362,770</u>	<u>1,107,370</u>	<u>788,308</u>	<u>386,186</u>
Special Revenue Fund				
Restricted, reported in:				
Special revenue funds	-	-	-	-
Total Special Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital Projects				
Committed, reported in:				
Capital projects funds	1,596,623	1,428,986	981,826	852,407
Total Capital Projects	<u>1,596,623</u>	<u>1,428,986</u>	<u>981,826</u>	<u>852,407</u>
Total Governmental Funds	<u>\$ 2,959,393</u>	<u>\$ 2,536,356</u>	<u>\$ 1,770,134</u>	<u>\$ 1,238,593</u>

ASHLAND PARKS AND RECREATION COMMISSION
FUND BALANCES
For the last ten fiscal years (continued)

2016	2015	2014	2013	2012	2011
\$ 313,140	\$ 503,626	\$ 583,394	\$ 1,783,433	\$ 2,242,227	\$ 2,214,031
313,140	503,626	583,394	1,783,433	2,242,227	2,214,031
-	-	-	-	20,325	9,898
-	-	-	-	20,325	9,898
1,346,001	209,302	332,482	387,632	449,132	432,867
1,346,001	209,302	332,482	387,632	449,132	432,867
\$ 1,659,141	\$ 712,928	\$ 915,876	\$ 2,171,065	\$ 2,711,684	\$ 2,656,796



ASHLAND PARKS AND RECREATION
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - GOVERNMENT FUNDS
For the last ten fiscal years

	2020	2019	2018	2017
REVENUES:				
Property Taxes:	\$ -	\$ -	\$ -	\$ -
Taxes	664,577	803,844	758,101	-
City of Ashland	5,391,900	5,391,900	5,209,500	5,681,770
Intergovernmental revenues	362,046	20,357	5,445	-
Charges for services	967,035	1,144,135	1,096,063	1,139,709
Interest on Investments	52,808	49,575	26,751	14,791
Miscellaneous revenue	48,118	72,032	45,012	33,303
Total Revenues	7,486,484	7,481,843	7,140,872	6,869,573
EXPENDITURES:				
Current:				
Parks	4,568,413	4,151,758	3,890,304	4,044,004
Recreation	1,261,136	1,552,403	1,348,844	1,412,516
Golf Course	578,354	554,750	502,118	509,634
Capital Outlay	655,544	456,710	868,065	1,323,967
Debt Service	-	-	-	-
Ratio of debt service to non capital expenditures	0.00%	0.00%	0.00%	0.00%
Total Expenditures	7,063,447	6,715,621	6,609,331	7,290,121
Excess of revenues over, (under)				
Expenditures	423,037	766,222	531,541	(420,548)
Other Financing Sources, (Uses)				
Transfers In	185,000	85,000	85,000	-
Transfers out	(185,000)	(85,000)	(85,000)	-
Total Other Financing Sources, (Uses)	-	-	-	-
Net changes in fund balance	423,037	766,222	531,541	(420,548)
Fund Balance - Beginning of Year,	2,536,356	1,770,134	1,238,593	1,659,141
Prior period adjustment	-	-	-	-
Fund Balance - End of Year	\$ 2,959,393	\$ 2,536,356	\$ 1,770,134	\$ 1,238,593

ASHLAND PARKS AND RECREATION
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - GOVERNMENT FUNDS
For the last ten fiscal years (continued)

2016	2015	2014	2013	2012	2011
\$ -	\$ -	\$ -	\$ 4,434,223	\$ 4,349,737	\$ 4,210,320
-	-	-	-	-	-
6,210,271	4,896,167	3,959,833	-	-	-
92	320,539	724,634	-	33,117	21,140
1,153,455	1,149,154	853,490	932,235	968,436	1,101,358
9,700	4,957	7,934	16,133	20,698	16,096
17,204	17,620	53,234	67,690	35,648	47,888
<u>7,390,722</u>	<u>6,388,437</u>	<u>5,599,125</u>	<u>5,450,281</u>	<u>5,407,636</u>	<u>5,396,802</u>
3,895,295	3,753,591	3,719,517	3,855,744	3,800,834	3,277,305
1,409,208	1,300,196	1,207,579	1,184,863	1,032,591	1,080,917
547,280	501,458	524,969	419,249	414,374	281,834
592,727	1,036,140	1,402,249	531,044	104,949	163,129
-	-	-	-	-	-
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<u>6,444,510</u>	<u>6,591,385</u>	<u>6,854,314</u>	<u>5,990,900</u>	<u>5,352,748</u>	<u>4,803,185</u>
946,213	(202,948)	(1,255,189)	(540,619)	54,888	593,617
80,000	320,000	602,000	370,325	-	-
(80,000)	(320,000)	(602,000)	(370,325)	-	-
-	-	-	-	-	-
946,213	(202,948)	(1,255,189)	(540,619)	54,888	593,617
712,928	915,876	2,171,065	2,711,684	2,656,796	2,063,179
-	-	-	-	-	-
<u>\$ 1,659,141</u>	<u>\$ 712,928</u>	<u>\$ 915,876</u>	<u>\$ 2,171,065</u>	<u>\$ 2,711,684</u>	<u>\$ 2,656,796</u>

ASHLAND PARKS AND RECREATION COMMISSION
ADOPTED AND ACTUAL FUND BALANCE
For the last ten fiscal years

Fund Balances	2020	2019	2018	2017
	Adopted	Adopted	Adopted	Adopted
Parks Component				
Parks and Recreation Fund	\$ 51,256	\$ 258,055	\$ 258,055	\$ 4,014
Youth Activities Levy Fund	-	-	-	-
Parks Capital Improvements Fund	1,368,972	460,485	460,485	308,617
Parks Equipment Fund	215,744	152,589	152,589	40,000
Total Budget	1,635,972	871,129	871,129	352,631
For the Fiscal Year Ended June 30,	2020	2019	2018	2017
Fund Balances	Actual	Actual	Actual	Actual
Parks Component				
Parks and Recreation Fund	1,074,424	842,878	661,454	209,332
Youth Activities Levy Fund	-	-	-	-
Parks Capital Improvements Fund	1,596,623	1,428,986	981,826	852,407
Parks Equipment Fund	288,346	264,491	126,855	176,854
Total Actual	\$ 2,959,393	\$ 2,536,355	\$ 1,770,135	\$ 1,238,593

ASHLAND PARKS AND RECREATION COMMISSION
ADOPTED AND ACTUAL FUND BALANCE
For the last ten fiscal years (continued)

2016 Adopted	2015 Adopted	2014 Adopted	2013 Adopted	2012 Adopted	2011 Adopted
\$ 184,915	\$ 666,289	\$ 666,289	\$ 1,290,439	\$ 1,703,840	\$ 1,409,225
-	-	-	-	-	-
(674,924)	302,132	302,132	242,067	193,504	167,739
192,000	-	-	-	-	-
(298,009)	968,421	968,421	1,532,506	1,897,344	1,576,964
2016 Actual	2015 Actual	2014 Actual	2013 Actual	2012 Actual	2011 Actual
254,306	503,626	583,394	1,783,433	2,242,227	2,214,031
-	-	-	-	20,325	9,898
1,346,001	209,302	332,482	387,632	449,132	432,867
58,834	-	-	-	-	-
\$ 1,659,141	\$ 712,928	\$ 915,876	\$ 2,171,065	\$ 2,711,684	\$ 2,656,796

**ASHLAND PARKS AND RECREATION COMMISSION
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
For the last ten fiscal years - Unaudited**

Fiscal Year Ended June 30	Real (1)	Mobile Home	Personal	Utilities	Total	Property Tax Rate	Taxable ratio (True Cash Value to Assessed)
2019-20	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2018-19	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2017-18	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2016-17	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2015-16	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2014-15	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2013-14	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2012-13	2,079,286,927	6,060,300	36,739,550	26,166,700	2,148,253,477	2.09	73.3%
2011-12	2,055,111,118	6,318,010	40,939,090	26,290,929	2,128,659,147	2.09	67.7%
2010-11	2,000,563,826	5,956,110	41,057,580	24,422,710	2,072,000,226	2.09	61.0%

All property is evaluated once every six years as required by State Statute.

N/A: As of July 1st, 2013 the Ashland Parks and Recreation does not receive Property Taxes

Source: County Assessor tax roll property values.

ASHLAND PARKS AND RECREATION COMMISSION
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATION)
For the last ten fiscal years - Unaudited

Fiscal Year	Parks Commission	Parks YAL	City of Ashland Permanent	City of Ashland Bonded Debt	City of Ashland Local Option Levies	City of Ashland Total Tax Rate	Net General Government Tax Rate	Net School Support Tax Rate	Total
2019-20	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2018-19	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2017-18	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2016-17	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2015-16	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2014-15	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2013-14	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2012-13	2.09	-	2.10	0.24	0.19	4.62	7.16	8.38	15.54
2011-12	2.09	-	2.10	0.24	0.19	4.63	7.18	8.38	15.56
2010-11	2.09	-	2.10	0.32	0.19	4.70	7.25	7.14	14.39

N/A: As of July 1st, 2013 the Ashland Parks and Recreation does not receive Property Taxes

(1) Oregon Measure 5 limited the effective tax rates of General Government and School Support after December 7, 1990. At the present time, only school support tax rates have been compressed and limited.

(2) Oregon Measure 47 combined with Jackson County tax rate since 1997-98.

Source: Jackson County Assessor and Tax Collector

**ASHLAND PARKS AND RECREATION COMMISSION
PROPERTY VALUE AND NEW CONSTRUCTION HISTORY
FOR THE CITY OF ASHLAND, OREGON
For the last ten fiscal years - Unaudited**

Fiscal Year Ended June 30	Property Value (1)	Commercial Construction		Residential Construction	
		Number of Units	Value	Number of Units	Value
2019-20	N/A		N/A		N/A
2018-19	N/A		N/A		N/A
2017-18	N/A		N/A		N/A
2016-17	N/A		N/A		N/A
2015-16	N/A		N/A		N/A
2014-15	N/A		N/A		N/A
2013-14	N/A		N/A		N/A
2012-13	2,079,286,927	8	1,632,075	56	11,568,784
2011-12	2,148,253,477	10	34,221,808	33	6,123,270
2010-11	2,072,000,226	11	1,989,421	47	7,531,926

N/A: As of July 1st, 2013 the Ashland Parks and Recreation does not receive Property Taxes

(1) Property value is assessed valuation

Sources: State of Oregon Department of Insurance and Finance,
Division of Finance and Corporate Securities

City of Ashland, Department of Community Development

Jackson County Assessor

ASHLAND PARKS AND RECREATION COMMISSION
PRINCIPAL PROPERTY TAX PAYERS
Current year and ten years ago

Taxpayers	Type of Business	2020 Assessed Valuation	Percentage of Total Assessed Valuation
Deluca Ronald L Trustee	Housing	\$ 21,519,190	0.76%
Deluca Ronald L Trustee ET AL	Housing	21,316,920	0.75%
Deluca Revocable Trust ET AL	Housing	16,246,830	0.57%
Ashlander Ashland LLC	Housing	14,842,900	0.52%
Avista Corp	Utility	13,445,000	0.47%
Ashland Community Hospital	Hospital	13,162,510	0.46%
Deluca Ronald L Trustee ET AL	Housing	12,245,070	0.43%
Ashland Shopping Center LLC	Retail	12,015,100	0.42%
Ashland Hills Hotel LLC	Motel	10,038,820	0.35%
Plaza Hospitality	Motel	9,805,160	0.35%
All other		2,687,845,573	94.89%
Total		\$ 2,832,483,073	100.00%

Taxpayers	Type of Business	2011 Assessed Valuation	of Total Assessed Valuation
Ronald L. Deluca	Housing	\$ 9,816,140	0.47%
Qwest Corporation	Utility	8,413,100	0.41%
Ashland Community Hospital	Hospital	8,010,680	0.39%
Avista Corp.	Utility	7,355,000	0.35%
Pacific Financial, Inc.	Financial	6,222,260	0.30%
Windmill Inns of America, Inc	Motels	5,174,385	0.25%
Michael D & Beverly Rydbom	Retail	5,166,930	0.25%
Skylark Assisted Living	Assisted Care	5,078,730	0.25%
Bard's Inn	Motels	4,861,820	0.23%
Summit Investment	Retail	4,816,300	0.23%
All other		\$ 2,007,084,881	96.87%
Total		\$ 2,072,000,226	100%

Source: Jackson County Assessor

**ASHLAND PARKS AND RECREATION COMMISSION
PROPERTY TAX LEVIES AND COLLECTIONS
For the last ten fiscal years - Unaudited**

Fiscal Year Ended June 30	Total Tax Levy (1)	Current Tax Collections	Percent of Levy Collected	Tax Collections (2)(3)	Total Tax Collections	Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes	Delinquent Taxes to Tax Levy
2019-20	N/A	N/A	N/A	N/A	N/A	N/A	-	-
2018-19	N/A	N/A	N/A	N/A	N/A	N/A	-	-
2017-18	N/A	N/A	N/A	N/A	N/A	N/A	-	-
2016-17	N/A	N/A	N/A	N/A	N/A	N/A	-	-
2015-16	N/A	N/A	N/A	N/A	N/A	N/A	-	-
2014-15	N/A	N/A	N/A	N/A	N/A	N/A	-	-
2013-14	N/A	N/A	N/A	N/A	N/A	N/A	-	-
2012-13	4,566,229	4,290,892	94.0%	143,331	4,434,223	97.1%	-	-
2011-12	4,444,689	4,150,020	93.4%	199,717	4,349,737	97.9%	370,792	8.3%
2010-11	4,303,634	4,033,202	93.7%	177,118	4,210,320	97.8%	382,865	8.9%

N/A: As of July 1st, 2013 the Ashland Parks and Recreation does not receive Property Taxes

**Note: The City of Ashland has retained the rights to taxes and receivables for FY 2013-2014 and the foreseeable future thus no receivable is recorded for Ashland Park Commission.

Sources: Basic financial statements; Ashland Parks and Recreation Commission financial records

ASHLAND PARKS AND RECREATION COMMISSION
COMPUTATION OF DIRECT AND OVERLAPING BONDED DEBT - GENERAL OBLIGATION BONDS

For the year ended June 30, 2020 - Unaudited

<u>Jurisdiction</u>	<u>Net General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to Parks</u>	<u>Amount Applicable to Parks</u>
Direct:			
Parks Commission	N/A	(1)	N/A
Overlapping:			
Jackson County	3,254,674	13.64%	443,938
School District #5	85,003,576	80.30%	68,257,872
Rogue Community College	1,756,589 (2)	10.12%	177,767
Rogue Community College (Jackson County Bond)	1,367,590	13.64%	186,539
Jackson County Housing Authority	476,753	13.64%	65,029
Rogue Valley Transit District	59,081	17.91%	10,581
	<u>\$ 91,918,263</u>		<u>\$ 69,141,726</u>

(1) Excluding general obligation bonds reported in the Enterprise
Funds supported by non-tax revenue sources

(2) Net tax supported debt

Source: City of Ashland Financial Statements and Records
County Treasurer Statements of Bonded Indebtedness.

**CITY OF ASHLAND, OREGON
PRINCIPAL EMPLOYERS
Current and ten years ago**

<u>2020</u>		
<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total City Employment</u>
Southern Oregon University	Not available	Not available
Oregon Shakespeare Festival*	500	46%
Ashland Public Schools	Not available	Not available
Asante Ashland Community Hospital	317	29%
City of Ashland**	259	24%
Subtotal	Not available	Not available
Estimated Total City Employment	Not available	
<u>2011</u>		
<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total City Employment</u>
Southern Oregon University	776	8.62%
Oregon Shakespeare Festival	500	5.56%
Ashland Public Schools	350	3.89%
Asante Ashland Community Hospital	380	4.22%
City of Ashland**	250	2.78%
Subtotal	2,256	25.07%
Estimated Total City Employment	9,000	

** Excludes Ashland Parks Commission

Source: Employer Listed

**CITY OF ASHLAND, OREGON
DEMOGRAPHIC STATISTICS
Last ten years - Unaudited**

Fiscal Year Ended June 30, 2020	Population (1)	Percentage Change	Per Capita Income	Total Personal Income (2)	School Enrollment (3)	Jackson County Unemployment Rate (4)
2020	20,960	0.70%	-	unavailable	2,992	11.5%
2019	20,815	0.56%	-	unavailable	2,976	4.6%
2018	20,700	0.39%	36,561	756,817	2,940	4.8%
2017	20,620	1.05%	34,061	702,342	2,921	4.8%
2016	20,405	0.32%	30,947	631,468	2,883	6.1%
2015	20,340	0.22%	29,987	609,934	2,782	7.0%
2014	20,295	-0.15%	28,296	574,277	2,765	8.3%
2013	20,325	-5.29%	25,235	512,899	2,759	9.9%
2012	21,460	6.79%	28,363	608,663	2,720	11.3%
2011	20,095	-6.56%	21,792	437,910	2,737	12.1%

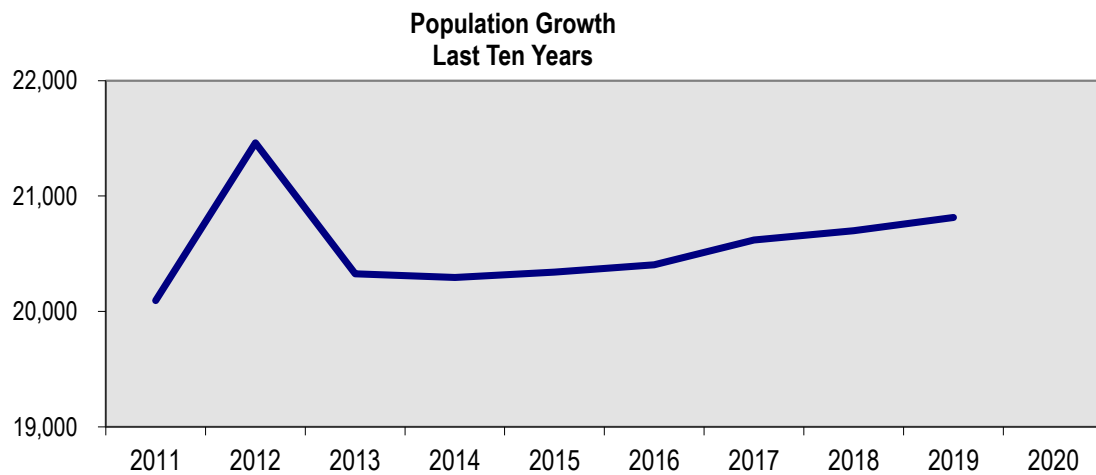
Sources:

(1) Center for Population and Research and Census, Portland State University

(2) Oregon Department of Revenue

(3) Ashland School District

(4) US Bureau of Labor Statistics



ASHLAND PARKS AND RECREATION COMMISSION
COMMISSION EMPLOYEE BY FUNCTION/PROGRAM (UNAUDITED)
For the last ten fiscal years

Function/Program	2020	2019	2018	2017
Parks Division				
Director	1.00	1.00	1.00	1.00
Parks Superintendent	1.00	1.00	1.00	1.00
Western Division Supervisor	1.00	1.00	1.00	1.00
Forestry, Trails, and Outer Parks Supervisor	1.00	1.00	1.00	1.00
Executive Secretary	1.00	1.00	1.00	1.00
Administrative Assistant	1.00	1.00	1.00	1.00
Office Assistant I	0.00	0.00	0.00	0.40
Lead Custodian	1.00	1.00	1.00	1.00
Custodian	1.00	1.00	1.00	1.00
Volunteer Coordinator	1.00	1.00	1.00	1.00
Park Worker				
Park Technician I	10.00	10.00	10.00	10.00
Park Technician II	3.00	3.00	3.00	4.00
Park Technician III	3.00	3.00	3.00	2.00
Temps	0.00	0.00	0.00	0.50
Recreation Division				
Recreation Superintendent	1.00	1.00	1.00	1.00
CC/Recreation Facilities Manager				
Recreation Coordinator	1.00	1.00	1.00	1.00
Nature Center Manager	1.00	1.00	1.00	1.00
Nature Center Coordinator	1.00	1.00	1.00	1.00
Office Assistant I	0.00	0.00	0.00	1.40
Environmental Education Coordinator	0.00	0.00	0.00	0.80
Promotions Coordinator	1.00	1.00	1.00	1.00
Senior Program Manager	1.00	1.00	1.00	1.00
Customer Services Specialist	1.00	1.00	1.00	
Senior Center Information/Reference Specialist	0.25	0.25	0.25	
Senior Program Specialist				0.25
Senior Program Support Specialist				0.50
Office Assistant II	2.50	2.50	2.50	1.00
Environmental Ed Assistant				
Temps	0.00	0.00	0.00	9.15
Golf Division				
Golf Manager	1.00	1.00	1.00	1.00
Assistant Manager	0.50	0.50	0.50	1.00
Greens Superintendent	1.00	1.00	1.00	1.00
Park Technician I				1.00
	<u>37.25</u>	<u>37.25</u>	<u>37.25</u>	<u>49.00</u>

ASHLAND PARKS AND RECREATION COMMISSION
COMMISSION EMPLOYEE BY FUNCTION/PROGRAM (UNAUDITED)
For the last ten fiscal years (continued)

2016	2015	2014	2013	2012	2011
1.00	1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00	1.00
1.00					
1.00					
1.00	1.00	1.00	1.00	1.00	1.00
1.00					
0.40					
1.00	1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00	1.00
					5.00
10.00	12.20	12.20	12.20	12.20	6.00
4.00	3.00	3.00	3.00	3.00	6.00
2.00	3.00	3.00	3.00	3.00	2.00
0.50	3.00	3.00	3.00	3.00	3.00
1.00	1.00	1.00	1.00	1.00	1.00
	0.25	0.25	0.25	0.25	
1.00	1.00	1.00	1.00	1.00	1.00
1.00					
1.40					
0.80	1.80	1.80	1.80	1.80	2.00
1.00	1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00	0.80
0.25	0.70	0.70	0.70	0.70	0.80
0.50	0.55	0.55	0.55	0.55	0.35
1.00	1.00	1.00	1.00	1.00	0.00
	1.00	1.00	1.00	1.00	2.00
9.15	3.70	3.70	3.70	3.70	3.70
1.00	1.00	1.00	1.00	1.00	1.00
1.00	0.80	0.80	0.80	0.80	
1.00	1.00	1.00	1.00	1.00	1.00
1.00	0.80	0.80	0.80	0.80	1.00
<u>49.00</u>	<u>43.80</u>	<u>43.80</u>	<u>43.80</u>	<u>43.80</u>	<u>43.65</u>

ASHLAND PARKS AND RECREATION COMMISSION OPERATING INDICATORS AND CAPITAL ASSETS AND INFRASTRUCTURE BY FUNCTION/PROGRAM

For the last ten fiscal years

Function/Program	Actual 2020	Actual 2019	Actual 2018	Actual 2017	Actual 2016
Forestry, Trails, and Natural Resources					
Acres treated/retreated for fuel reduction	170	245	unavailable	265	239
Miles of trail maintained	48	48	48	48	41
Horticulture					
Trees maintained	5,500	5,400	340	5,140	5,125
Number of trees planted	89	116	118	45	30
Number of plants planted	10,000	unavailable	1,236	1,450	1,350
Acres mowed- athletic area	46	46	48	46	46
Parks and Recreation Community Facilities					
Community Center Rentals	0%	28%	35%	37%	37%
Pioneer Hall Rentals	16%**	25%	29%	26%	26%
Hunter Park usage	65%	53%	37%	40%	44%
Lithia Park Reservations	3.5%**	6%	8%	5%	5%
The Grove usage		20%	25%	20%	25%
(% rented of available rental hours)					
Aquatic Facilities					
Recreational swimmers	10,097	12,012	*13,504	9,246	8,500
Lesson participants	473	182	**228	358	337
Accidents per season	-	1	1	2	4
Number of seasonal employees	22	20	20	18	22
Ice Rink Facilities					
Number of admissions	24,121	19,139	21,309	20,397	18,462
Accidents per season	1	3	17	***28	2
Number of seasonal employees	14	20	18	23	17
Golf Division					
Total rounds of golf	10,758	^8,626	11,400	14,300	13,109

*winter/spring use of pool

** Summer Smoke

*** more thorough tracking of accidents

^Rounds data for FY 18/19 was collected by running a combination of the Merchandise Report and Revenue Report by GL (0211.440302).

Prior to January 1st 2019, rounds were not rung in through the point of sale "tee sheet". This policy was changed on January 1st by management to ensure each and every customer paid the correct price and that we were tracking every round accurately.

**ASHLAND PARKS AND RECREATION COMMISSION
OPERATING INDICATORS AND CAPITAL ASSETS AND
INFRASTRUCTURE BY FUNCTION/PROGRAM
For the last ten fiscal years (continued)**

Actual 2015	Actual 2014	Actual 2013	Actual 2012	Actual 2011
197	166	166	142	98
40	29	29	29	29
5,058	5,058	5,058	5,000	5,000
58	58	58	40	40
11,093	11,093	11,093	15,250	15,250
46	46	46	46	46
39%	38%	42%	42%	38%
28%	28%	22%	17%	23%
49%	49%	21%	25%	21%
3%	4%	4%	3%	3%
25%	20%	11%	11%	11%
9,299	10,000 (est)	10,000	10,000 (est)	10,000 (est)
341	317	275	282	286
6	-	-	-	-
23	23*	14	13	17
15,049	14,500 (est)	14,500 (est)	14,500	14,500 *
9	1	1	-	-
17	14	12	10	10
16,998	17,859	17,916	17,528	16,820 **

ASHLAND PARKS AND RECREATION COMMISSION
MISCELLANEOUS STATISTICS
For the year ended June 30, 2020

Dedicated Park Land	796.83
----------------------------	--------

Developed Parks	18.00
------------------------	-------

Undeveloped Parks & Open Space Parcels	19.00
---	-------

Acid Castle Rocks	45.79
Ashland Creek Greenway	2.75
Ashland Creek Park	7.16
Ashland Pond	22.05
Bear Creek Greenway	10.85
Bear Creek Floodplain	5.94
Bluebird Park	0.14
BMX Park	1.00
Briscoe Geology Park	1.76
Briscoe School Park	1.76
Burnson Property	12.13
Calle Guanajuato	1.33
Chitwood Property	2.41
Clay Street Park	4.00
Cottle-Phillips Property	3.96
Dog Park	3.75
O East Main	5.52
Evergreen Property	0.57
Garden Way Park	1.74
Garfield Park	2.92
Glenwood Park	2.24
Granite Street Property	6.26
Hald-Strawberry Property	31.55
Hunter Park	9.37
Keener Property	2.03
Kestrel Property	4.47
Lawrence Property	31.79
Liberty Street Property	0.99
Lithia Springs Gun Club	25.84
Lithia Park	99.83
North Mountain Park	37.89
Oak Knoll Golf Course	72.00
Railroad District Park	1.71
Riverwalk	28.34
Scenic Park	1.55
Sherwood Park	0.88
Skate Park	0.56
Siskiyou Mtn Park / Oredson-Todd Woods	300.00
Triangle Park	0.67
Westwood Park	9.57

Number of Parks and Recreation Facilities

Community Centers	3
Swimming Pool	1
Tennis Courts	11
Playgrounds	10
Golf Course	1
Seasonal Ice Rink	1
Skateboard Facility	1
Trails	48 miles

Number of Parks and Recreation Employees	36.75
---	-------

(not including temporary or part time employees)

Usage Agreements:

The Ashland Parks and Recreation Commission has joint usage agreements with the Ashland School District for community/school park sites located at all the elementary schools in Ashland.

ASHLAND PARKS AND RECREATION COMMISSION
GENERAL GOVERNMENT EXPENDITURES BY FUNCTION (1)
For the last ten fiscal years - Unaudited

Fiscal Year Ended June 30	Parks and Recreation	Equipment Fund (2)	Capital Outlay	Debt Service	Total Expenditures
2019-20	\$ 6,407,903	\$ 143,927	\$ 511,617	-	\$ 7,063,447
2018-19	6,117,819	141,092	456,710	-	6,715,621
2017-18	5,741,266	305,710	562,355	-	6,609,331
2016-17	5,837,418	130,252	1,322,451	-	7,290,121
2015-16	5,854,414	229,958	360,137	-	6,444,509
2014-15	5,555,245	-	1,036,140	-	6,591,385
2013-14	5,452,065	-	1,402,249	-	6,854,314
2012-13	5,459,855	-	531,044	-	5,990,899
2011-12	5,247,799	-	101,949	-	5,349,748
2010-11	4,633,591	-	94,830	-	4,728,421

(1) Includes General, Special Revenue and Capital Projects Funds

(2) This fund is a new internal service fund that provides for the replacement of major motorized equipment and vehicles.

Sources: Basic financial statements; Ashland Parks
and Recreation Commission financial records

**ASHLAND PARKS AND RECREATION COMMISSION
GENERAL GOVERNMENT REVENUES BY SOURCE (1)
For the last ten fiscal years - Unaudited**

Fiscal Year Ended June 30	Property Taxes	Taxes	City of Ashland	Intergovernmental	Charges for Services	Interest	Miscellaneous	Total Revenues
2019-20	\$ -	\$ 664,577	\$ 5,391,100	\$ 362,046	\$ 967,835	\$ 52,808	\$ 48,118	\$ 7,486,484
2018-19	-	803,844	5,391,000	20,357	1,145,035	49,575	72,030	7,481,841
2017-18	-	758,101	5,209,500	5,445	1,096,063	26,751	45,012	7,140,872
2016-17	-	-	5,681,770	-	1,139,709	14,791	33,303	6,869,573
2015-16	-	-	6,210,271	92	1,153,455	9,700	-	7,373,518
2014-15	-	-	4,896,167	320,539	1,149,154	4,957	17,620	6,388,437
2013-14	-	-	3,959,833	-	1,578,123	7,934	53,234	5,599,124
2012-13	4,082,108	4,082,108	-	-	932,235	16,133	67,690	5,098,166
2011-12	4,349,737	4,349,737	33,117	33,117	968,436	20,698	35,648	5,407,636
2010-11	4,210,320	4,210,320	21,140	21,140	1,101,358	16,096	47,888	5,396,802
2009-10	4,082,522	4,082,522	9,983	9,983	1,010,118	17,639	21,785	5,142,047

(1) Includes General, Special Revenue and Capital Projects Funds

Source: Basic financial statements; Ashland Parks
and Recreation Commission financial records

2019-20 AUDITORS' COMMENTS AND DISCLOSURES





Report of Independent Auditors on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Oregon Minimum Audit Standards

To the Chair and Commissioners
Ashland Parks and Recreation Commission

We have audited the basic financial statements of the Ashland Parks and Recreation Commission (the Commission) as of and for the year ended June 30, 2020 and have issued our report thereon dated December 3, 2020. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the provisions of the *Minimum Standards for Audits of Oregon Municipal Corporations*, prescribed by the Secretary of State. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement.

Compliance

As part of obtaining reasonable assurance about whether the Commission's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, grants, including provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules OAR 162-10-0000 to 162-10-0330, as set forth below, noncompliance with which could have a direct and material effect on the determination of financial statement amounts:

- The use of approved depositories to secure the deposit of public funds.
- The requirements relating to debt.
- The requirements relating to the preparation, adoption and execution of the biennium budget for biennium period July 1, 2019 to June 30, 2021.
- The requirements relating to insurance and fidelity bond coverage.
- The appropriate laws, rules and, regulations pertaining to programs funded wholly or partially by other governmental agencies.
- The statutory requirements pertaining to the investment of public funds.
- The requirements pertaining to the awarding of public contracts and the construction of public improvements.

However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our test disclosed no instances of noncompliance that are required to be reported under *Minimum Standards for Audits of Oregon Municipal Corporations*, prescribed by the Oregon Secretary of State.

Internal Control Over Financial Reporting

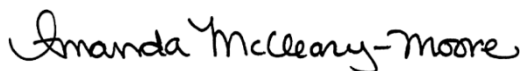
In planning and performing our audit, we considered the Commission's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Commission'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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control 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 that might be deficiencies, significant deficiencies or material weaknesses. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Minimum Standards for Audits of Oregon Municipal Corporations*, prescribed by the Secretary of State, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Amanda McCleary-Moore, Partner, for
Moss Adams LLP
Medford, Oregon
December 3, 2020

