

MID-COLUMBIA FIRE & RESCUE
WASCO COUNTY, OREGON
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2024

MID-COLUMBIA FIRE & RESCUE
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2024

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MID-COLUMBIA FIRE & RESCUE

BOARD OF DIRECTORS AND ADMINISTRATIVE STAFF

FOR THE YEAR ENDED JUNE 30, 2024

BOARD OF DIRECTORS

<u>NAME</u>	<u>ADDRESS</u>	<u>POSITION</u>	<u>TERM EXPIRES</u>
David Jacobs	3350 Sandlin Road	President	6-30-25
Diana Bailey	1416 Nevada Street	Vice-President	6-30-27
Walter Denstedt	708 W 13 th Street	Director	6-30-27
Richard Schaffeld	3923 Browns Creek Road	Director	6-30-27
Corey Case	2425 E 18 th Street	Director	6-30-25

ADMINISTRATIVE STAFF

<u>NAME</u>	<u>ADDRESS</u>	<u>POSITION</u>
Robert Palmer	1902 West 13 th Street	Fire Chief
David Jensen	400 East 8 th Street	Assistant Chief
Jay Wood	P.O. Box 1931	Division Chief
Adam Cole	2923 Mill Creek Rd	Division Chief
Josh Beckner	2020 Liberty Way	Division Chief
Stephanie Zeigler	9701 Cook-Underwood Rd (Underwood, WA 98651)	Office Manager
Peachey, Davies & Myers, P.C.	401 E 3 rd Street, Suite 105	Attorney/Registered Agent
Jeff Griffin	P.O. Box 1421 Eugene, Oregon 97440	Insurance Agent of Record

(All addresses are The Dalles, Oregon 97058 except as noted)

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Fire Chief and Board of Directors
Mid-Columbia Fire & Rescue
The Dalles, Oregon

Report on the Financial Statements

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund and the corresponding budgetary comparisons, and aggregate remaining fund information of Mid-Columbia Fire & Rescue, as of June 30, 2024 and for the fiscal year then ended, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund and the corresponding budgetary comparisons, and the aggregate remaining fund information of Mid-Columbia Fire & Rescue, as of June 30, 2024, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis for Opinions

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

Emphasis of Matter--Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise the Mid-Columbia Fire and Rescue's basic financial statements. The combining and individual budgetary basis financial statements are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual budgetary basis financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Matters

Other Information

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

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

Report on Other Legal and Regulatory Requirements

In accordance with Minimum Standards for Audits of Oregon Municipal Corporations, we have issued our report dated November 18, 2024, on our consideration of 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.



For RTO & Company
The Dalles, OR
November 18, 2024

BASIC FINANCIAL STATEMENTS

MID-COLUMBIA FIRE & RESCUE

STATEMENT OF NET POSITION

MODIFIED CASH BASIS

JUNE 30, 2024

(all amounts are in dollars)

	<u>Primary Government Governmental Activities</u>
<u>Assets</u>	
Cash and Investments	6,555,081
Capital Assets:	
Depreciable	7,634,976
Non-Depreciable	<u>68,348</u>
 Total Assets	 <u>14,258,405</u>
 <u>Liabilities</u>	
Current Liabilities:	
Accrued Payroll & Related Liability	11,774
Noncurrent Liabilities:	
Long Term Debt - Due within one year	288,933
Long Term Debt - Due in more than one year	<u>2,862,144</u>
 Total Liabilities	 <u>3,162,851</u>
 <u>Net Position</u>	
Net Investment in Capital Assets	4,552,247
Restricted for Debt Service	118,683
Unrestricted	<u>6,424,624</u>
 <u>Total Net Position</u>	 <u>11,095,555</u>

(THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT)

MID-COLUMBIA FIRE & RESCUE

STATEMENT OF ACTIVITIES

MODIFIED CASH BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

<u>FUNCTIONS/PROGRAMS</u>	<u>PROGRAM REVENUES</u>			<u>NET (EXPENSES)</u>
	<u>FEES, FINES AND</u>	<u>OPERATING</u>	<u>CAPITAL GRANTS</u>	<u>REVENUES</u>
	<u>CHARGES FOR</u>	<u>GRANTS AND</u>	<u>AND</u>	<u>AND CHANGES IN</u>
	<u>SERVICES</u>	<u>CONTRIBUTIONS</u>	<u>CONTRIBUTIONS</u>	<u>NET POSITION</u>
Administration	1,270,126	-	-	(1,270,126)
Public Safety	6,356,763	2,185,045	35,000	(4,136,718)
Interest	86,043	-	-	(86,043)
TOTAL GOVERNMENTAL ACTIVITIES	7,712,932	2,185,045	35,000	(5,492,888)

General Revenues:

Property Taxes, levied for General Purposes	4,503,985
Property Taxes, levied for Debt Service	322,493
Interest and investment earnings	335,452
Miscellaneous	239,472
Gain/Loss on Disposal of Capital Assets	12,114
Total General Revenues	5,413,516

Change in Net Position (79,372)

Net Position, Beginning 11,174,926

Net Position, Ending 11,095,555

(THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT)

MID-COLUMBIA FIRE & RESCUE
BALANCE SHEET -- GOVERNMENTAL FUNDS

MODIFIED CASH BASIS

JUNE 30, 2024
(all amounts are in dollars)

	<u>GENERAL FUND</u>	<u>AGGREGATE REMAINING FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
<u>Assets:</u>			
Cash and Investments	6,182,331	372,750	6,555,081
<u>Total Assets</u>	<u>6,182,331</u>	<u>372,750</u>	<u>6,555,081</u>
<u>Liabilities and Fund Balance:</u>			
<u>Liabilities:</u>			
Accrued Payroll & Related Liability	11,774	-	11,774
<u>Total Liabilities</u>	<u>11,774</u>	<u>-</u>	<u>11,774</u>
<u>Fund Balances:</u>			
Restricted for:			
Debt Service	-	118,683	118,683
Committed to:			
Training	-	144,245	144,245
Stacker Butte	-	52,238	52,238
Fire Med	-	57,584	57,584
Assigned to:			
Equipment Reserve	866,776	-	866,776
Building Reserve	300,599	-	300,599
Fire Fighting Reserve	360,245	-	360,245
Technical Reserve	54,818	-	54,818
Retirement Reserve	133,464	-	133,464
Unassigned	4,454,656	-	4,454,656
<u>Total Fund Balances</u>	<u>6,170,557</u>	<u>372,750</u>	<u>6,543,307</u>
<u>Total Liabilities and Fund Balance</u>	<u>6,182,331</u>	<u>372,750</u>	<u>6,555,081</u>

(THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT)

MID-COLUMBIA FIRE & RESCUE

RECONCILIATION OF BALANCE SHEET TO STATEMENT OF NET POSITION

JUNE 30, 2024

(all amounts are in dollars)

Total Fund Balances - Governmental Funds		6,543,307
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
Governmental capital assets:		
Land	68,348	
Depreciable Assets	13,179,634	
Less accumulated depreciation	<u>(5,544,657)</u>	7,703,324
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.		
Bonds Payable		<u>(3,151,077)</u>
Net Position of Governmental Activities		<u><u>11,095,555</u></u>

(THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT)

MID-COLUMBIA FIRE & RESCUE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -- GOVERNMENTAL FUNDS

MODIFIED CASH BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>GENERAL FUND</u>	<u>AGGREGATE REMAINING FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
<u>REVENUES:</u>			
Property Taxes	4,503,985	322,493	4,826,478
Fees	2,091,102	93,943	2,185,045
Interest Income	311,194	24,258	335,452
Grants	35,000	-	35,000
Miscellaneous	188,593	59,289	247,882
<u>TOTAL REVENUES</u>	<u>7,129,873</u>	<u>499,983</u>	<u>7,629,856</u>
<u>EXPENDITURES:</u>			
Current:			
Public Safety	5,459,964	54,870	5,514,833
Administration Expense	1,270,126	-	1,270,126
Capital Outlay	322,819	54,182	377,002
Debt Service:			
Principal Payments	-	272,871	272,871
Interest Payments	-	86,043	86,043
<u>TOTAL EXPENDITURES</u>	<u>7,052,909</u>	<u>467,966</u>	<u>7,520,875</u>
Excess of Revenues Over (Under) Expenditures	76,964	32,017	108,981
<u>OTHER FINANCING SOURCES (USES):</u>			
Fixed Asset Sales	21,550	-	21,550
Operating Transfers In	594,100	2,350	596,450
Operating Transfers Out	(591,450)	(5,000)	(596,450)
<u>TOTAL OTHER FINANCING SOURCES (USES)</u>	<u>24,200</u>	<u>(2,650)</u>	<u>21,550</u>
Net Change in Fund Balances	101,164	29,367	130,531
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>6,069,393</u>	<u>343,383</u>	<u>6,412,776</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>6,170,557</u>	<u>372,750</u>	<u>6,543,307</u>

(THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT)

MID-COLUMBIA FIRE & RESCUE

RECONCILIATION OF GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(all amounts are in dollars)

Total Net Change in Fund Balances - Governmental Funds 130,531

Amounts reported for governmental activities in the Statement of Activities
are different because:

Governmental funds report capital outlay as expenditures. However
in the Statement of Activities, the cost of those assets is depreciated over
their estimated useful lives.

Expenditures for Capital Assets	133,579	
Loss on Disposal of Capital Assets	(17,846)	
Less Current Year Depreciation	<u>(598,507)</u>	(482,774)

Repayment of principal is an expenditure in the governmental funds,
but the repayment reduces long-term liabilities in the Statement of
Net Assets. Interest on those bonds is a period cost.

Principal Payments	<u>272,871</u>
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Change in Net Position of Governmental Activities	<u><u>(79,372)</u></u>
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(THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT)

MAJOR GOVERNMENTAL FUNDS

MID-COLUMBIA FIRE & RESCUE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- GENERAL FUND

MODIFIED CASH BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Taxes - Current Year Levy	4,250,000	4,250,000	4,349,046	99,046
Taxes - Prior Years' Levies	110,000	110,000	154,939	44,939
Interest Income	60,000	60,000	248,925	188,925
Ambulance Revenue	1,575,000	1,575,000	1,687,226	112,226
Ambulance Revenue GEMT	505,000	505,000	403,876	(101,124)
Fire Protection Agreements	40,000	40,000	-	(40,000)
Grant Proceeds	35,000	35,000	35,000	-
Miscellaneous Revenue	104,000	188,000	188,593	593
TOTAL REVENUES	6,679,000	6,763,000	7,067,604	304,604
<u>EXPENDITURES:</u>				
<u>Current:</u>				
<u>ADMINISTRATION -- PERSONAL SERVICES:</u>				
Fire Chief	165,946	165,946	165,942	4
Assistant Chief	153,444	153,444	153,437	7
Division Chief Prevention/Public Education	150,521	150,521	150,514	7
Division Chief FEMA Funded	150,521	150,521	150,186	335
Division Chief Operations	134,760	134,760	134,679	81
Office Manager	63,632	63,632	63,626	6
Oregon Paid Leave Admin	3,400	3,400	2,834	566
Uniforms	5,000	5,000	4,594	406
Retirement	171,451	171,451	187,591	(16,140)
Workers' Compensation	3,960	3,960	1,510	2,450
Life Insurance	1,750	1,750	1,196	554
Health Insurance	163,100	163,100	142,566	20,534
Occupational Healthcare	6,000	6,000	3,672	2,328
Long Term Disability	4,141	4,141	4,170	(29)
Sick Leave	15,957	15,957	-	15,957
Medicare	12,283	12,283	10,997	1,286
Vacation	40,785	40,785	29,622	11,163
PEHP Plan	16,377	16,377	16,251	126
Defined Contribution Plan	47,580	47,580	46,739	841
TOTAL ADMINISTRATION -- PERSONAL SERVICES:	1,310,608	1,310,608	1,270,126	40,482

(THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT)

MID-COLUMBIA FIRE & RESCUE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- GENERAL FUND

MODIFIED CASH BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>EXPENDITURES CONTINUED:</u>				
<u>PUBLIC SAFETY -- PERSONAL SERVICES:</u>				
Captain	335,000	335,000	344,565	(9,565)
Lieutenant	297,900	297,900	285,583	12,317
Firefighter	1,829,450	1,829,450	1,447,356	382,094
Single Role EMS	368,000	368,000	161,426	206,574
Volunteer Program	22,250	22,250	13,307	8,943
Volunteer Reimbursement	7,000	7,000	270	6,730
Oregon Paid Leave	14,500	14,500	10,930	3,570
Vacation	44,058	44,058	-	44,058
Funeral Leave	-	-	5,718	(5,718)
Sick Leave Used	13,000	13,000	-	13,000
Payroll Expense	9,600	9,600	7,525	2,075
Uniforms	43,320	43,320	25,578	17,742
PEHP Plan	52,300	52,300	40,343	11,957
Retirement	663,205	663,205	531,933	131,272
Workers Comp	86,520	86,520	86,485	35
Life Insurance	18,128	18,128	10,767	7,361
Health Insurance	688,258	688,258	478,484	209,774
Occupational Healthcare	47,195	47,195	24,397	22,798
Long Term Disability	21,929	21,929	16,708	5,221
Medicare	51,905	51,905	41,116	10,789
Defined Contribution	132,600	132,600	128,977	3,623
Holiday	76,017	76,017	56,563	19,454
Overtime - Sick	88,200	88,200	101,916	(13,716)
Ambulance Stand By	12,000	12,000	29,386	(17,386)
Overtime - Fire	100,827	100,827	66,266	34,561
Overtime - Ambulance	86,520	86,520	139,607	(53,087)
Overtime - Tech Rescue	34,760	34,760	18,302	16,458
Overtime - Training	109,201	109,201	49,285	59,916
Overtime - Other	76,000	76,000	61,206	14,794
Overtime - FLSA	116,565	116,565	83,573	32,992
<u>TOTAL PUBLIC SAFETY -- PERSONAL SERVICES:</u>	<u>5,446,208</u>	<u>5,446,208</u>	<u>4,267,572</u>	<u>1,178,636</u>

(THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT)

MID-COLUMBIA FIRE & RESCUE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- GENERAL FUND

MODIFIED CASH BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>EXPENDITURES CONTINUED:</u>				
<u>PUBLIC SAFETY -- MATERIALS & SERVICES:</u>				
General Insurance	94,046	94,046	90,225	3,821
Advertising, Publications	6,000	6,000	5,759	241
Dues, Subscriptions	35,276	47,276	44,834	2,442
Office Expense	32,350	32,350	24,231	8,119
Office Equip Maintenance	1,600	1,600	1,623	(23)
Office Equipment Lease	-	-	830	(830)
Bank Charges	3,600	3,600	2,704	896
Janitorial Supplies	4,000	4,000	3,148	852
Residence Supplies	1,600	1,600	2,102	(502)
Gas and Diesel	75,000	75,000	62,323	12,677
Tire, Batteries	15,700	15,700	17,583	(1,883)
Equipment Maintenance	42,500	42,500	52,695	(10,195)
Communication Repair	4,600	4,600	3,505	1,095
Sm Eq Maint, Shop Supplies	1,250	1,250	1,947	(697)
Fire Equipment Maintenance	6,100	6,100	5,602	498
EMS Equipment Maintenance	14,334	14,334	6,346	7,988
Equipment Testing	11,266	11,266	6,262	5,004
Ambulance Billing Expense	191,218	191,218	169,997	21,221
Audit, Budget	22,910	22,910	21,830	1,080
Legal Services	72,800	72,800	18,243	54,557
Professional Services	166,072	201,472	179,374	22,098
Water	4,500	4,500	3,017	1,483
Natural Gas	16,500	16,500	12,324	4,176
Electricity	14,500	14,500	12,494	2,006
Telephone	18,028	18,028	19,837	(1,809)
Sewer	4,000	4,000	3,399	601
Garbage	6,780	6,780	6,682	98
EMS Training Supplies	6,275	6,275	6,281	(6)
EMS Dues	1,775	1,775	4,822	(3,047)
Physician Advisor	22,000	22,000	12,500	9,500

(THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT)

MID-COLUMBIA FIRE & RESCUE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- GENERAL FUND

MODIFIED CASH BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>EXPENDITURES CONTINUED:</u>				
<u>PUBLIC SAFETY -- MATERIALS & SERVICES:</u>				
Ambulance Transport Exp	11,000	11,000	9,639	1,361
Ambulance Expendables	95,000	95,000	89,290	5,710
Ambulance Non Expendable	10,560	10,560	8,287	2,273
Hazardous Materials	1,500	1,500	541	959
Firefighting Supplies	32,935	32,935	11,458	21,477
Fire Prevention Supplies	16,400	16,400	12,952	3,448
Public Education	25,500	25,500	8,870	16,630
Firefighting Supplies PPE	31,600	31,600	25,721	5,879
Fire Training Supplies	19,855	19,855	10,587	9,268
Fire Suppression Expense	325,000	325,000	14,788	310,212
Fire Board Meals, Lodging	6,900	6,900	2,547	4,353
Fire Board Conference	2,800	2,800	790	2,010
Bargaining Unit Vol Training	10,500	10,500	1,406	9,094
General Training All	92,650	92,650	66,580	26,070
Administrative Voluntary Training	5,400	5,400	3,257	2,143
Building Maintenance	17,154	17,154	9,828	7,326
Building Maintenance Agreements	7,000	7,000	7,702	(702)
Grounds Maintenance	3,500	3,500	3,320	180
Postage, Shipping	2,372	2,372	1,163	1,209
Miscellaneous Expense	7,550	7,550	4,407	3,143
Training Trailer Maintenance	3,000	3,000	504	2,496
911 Services	59,000	59,000	57,168	1,832
Volunteer	33,000	33,000	33,080	(80)
EMS Scholarships	3,200	3,200	2,800	400
<u>TOTAL PUBLIC SAFETY -- MATERIALS & SERVICES:</u>	<u>1,719,956</u>	<u>1,767,356</u>	<u>1,189,201</u>	<u>578,155</u>
<u>CAPITAL OUTLAY:</u>				
Firefighting Equipment	102,230	102,230	79,680	22,550
Fire Training Equipment	36,750	36,750	33,661	3,089
Office Equipment	4,000	4,000	3,936	64
Radio Equipment	6,875	6,875	5,730	1,145
<u>TOTAL CAPITAL OUTLAY</u>	<u>149,855</u>	<u>149,855</u>	<u>123,007</u>	<u>26,848</u>
<u>CONTINGENCY</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>100,000</u>
<u>TOTAL EXPENDITURES</u>	<u>8,726,627</u>	<u>8,774,027</u>	<u>6,849,906</u>	<u>1,924,121</u>

(THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT)

MID-COLUMBIA FIRE & RESCUE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- GENERAL FUND

MODIFIED CASH BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>TOTAL REVENUES</u>	<u>6,679,000</u>	<u>6,763,000</u>	<u>7,067,604</u>	<u>304,604</u>
<u>TOTAL EXPENDITURES</u>	<u>8,726,627</u>	<u>8,774,027</u>	<u>6,849,906</u>	<u>1,924,121</u>
Excess of Revenues Over/ (Under) Expenditures	(2,047,627)	(2,011,027)	217,698	2,228,725
<u>OTHER FINANCING SOURCES AND (USES):</u>				
Transfers In	96,242	96,242	35,000	(61,242)
Transfers Out	<u>(561,450)</u>	<u>(561,450)</u>	<u>(561,450)</u>	<u>-</u>
<u>TOTAL OTHER FINANCING SOURCES AND (USES)</u>	<u>(465,208)</u>	<u>(465,208)</u>	<u>(526,450)</u>	<u>(61,242)</u>
Net Change in Fund Balance	(2,512,835)	(2,476,235)	(308,752)	2,167,483
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>4,571,157</u>	<u>4,571,157</u>	<u>4,763,408</u>	<u>192,251</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>2,058,322</u>	<u>2,094,922</u>	<u>4,454,656</u>	<u>2,359,734</u>

(THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT)

MID-COLUMBIA FIRE & RESCUE

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

1. SIGNIFICANT ACCOUNTING POLICIES:

As discussed further in Note 1 – Basis of Accounting, these financial statements are presented on a modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) established by the Governmental Accounting Standards Board (GASB). These modified cash basis financial statements generally meet the presentation and disclosure requirements applicable to GAAP, in substance, but are limited to the elements presented in the financial statements and the constraints of the measurement and recognition criteria of the modified cash basis of accounting.

REPORTING ENTITY:

Mid-Columbia Fire and Rescue is governed by a five-member Board of Directors. Standards require that these financial statements present the Fire District (primary Government) and all component units, if any. Component units, as established by the Governmental Accounting Standards Board (GASB) Statement 61, are separate organizations that are included in the District's reporting entity because of the significance of their operational or financial relationships with the District. All significant activities and organizations with which the District exercises oversight responsibility have been considered for inclusion in the basic financial statements.

Based upon the application of the above criteria, the District has no potential component units. As a result, all significant activities and organizations have been included in the combined financial statements.

BASIS OF PRESENTATION:

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary governmental activities of the District. Eliminations have been made to minimize the double counting of internal activities. The Statement of Activities presents a comparison between direct expenses of the District's public safety and administration programs and program revenues. Direct expenses are those that are specifically associated with the public safety or administration function and, therefore, are clearly identifiable to that function. Program revenues include: (1) charges to other governments for fire protection and ambulance services and (2) operating grants and contributions. Property taxes, investment earnings, and other items that are not properly classified as program revenues are presented as general revenues.

The fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that

constitute its assets, deferred outflows, liabilities, deferred inflows, net position or fund balance, revenues, and expenditures or expenses. The District's funds are organized into one major category: governmental. The District has no proprietary or fiduciary funds. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the District or if it meets the following criteria:

- A. Total assets, deferred outflows, liabilities, deferred inflows, revenues, or expenditures or expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type.
- B. Total assets, deferred outflows, liabilities, deferred inflows, revenues, or expenditures or expenses of that individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

GASB 34 establishes criteria for the determination of major funds. Non-major funds are combined in a single column in the fund financial statements. The District reports the following major funds:

General Fund: The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The District currently has no fiduciary funds. Major individual governmental funds are reported in separate columns in the fund financial statements.

The funds of the financial reporting entity are described below:

GOVERNMENTAL FUND TYPES:

- General Fund: is the District's primary operating fund. It accounts for all resources of the District, except those required to be accounted for in another fund, either legally or by Board direction. The principal revenue source is property taxes. Primary expenditures are for public safety. The general fund is always reported as a major fund in the governmental fund statements.
- Debt Service Fund: is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.
- Special Revenue Funds: This fund type is used to account for the proceeds of specific revenue sources that are restricted by law or administrative action for specific purposes other than debt service or capital projects.

As a rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements.

Mid-Columbia Fire & Rescue chooses to present major fund budgetary comparison information in the basic financial statements for the General and major Special Revenue Funds (if applicable).

MEASUREMENT FOCUS & BASIS OF ACCOUNTING:

Measurement focus is a term used to describe what transactions or events are recorded within the various financial statements. Basis of accounting refers to when and how transactions or events are recorded regardless of the measurement focus applied.

Measurement Focus

The government-wide financial statements are reported using the economic resources measurement focus, within the limitations of the modified cash basis of accounting. Under this measurement focus, all assets, deferred outflows, liabilities, and deferred inflows (whether current or noncurrent or financial or non-financial) associated with the activities are generally reported within the limitations of modified cash basis of accounting.

The governmental fund financial statements are reported using the current financial resources measurement focus within the limitations of the modified cash basis of accounting. Only current financial assets and liabilities are generally included on the balance sheets. The operating statement presents sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting

The financial statements are presented on a modified cash basis of accounting, which is a basis of accounting other than GAAP as established by GASB. This basis of accounting involves modifications to the cash basis of accounting to report in the Statements of Net Position or balance sheets cash transactions or events that provide a benefit or result in an obligation that covers a period greater than the period in which the cash transaction or event occurred. Such reported balances include investments, inter-fund receivables and payables, capital assets and related depreciation, and short-term and long-term liabilities arising from cash transactions or events.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expense and liabilities) are not recorded in these financial statements. In addition, other economic assets, deferred outflows, liabilities, and deferred inflows that do not arise from a cash transaction or event are not reported and the measurement of reported assets

and liabilities does not involve adjustment to fair value.

If the District utilized the basis of accounting recognized as generally accepted in the United States, the fund financial statements for the governmental funds would use the modified accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

ASSETS, LIABILITIES AND NET POSITION:

Capital Assets:

Capital assets arising from cash transactions or events are accounted for as assets in the Statement of Net Position. All capital assets are valued at historical cost or estimated historical cost if actual is unavailable. The District defines capital assets as assets with an initial cost of more than 5,000 and useful life extending beyond a single reporting period. Replacements, which improve or extend the lives of property, are capitalized. Interest incurred during construction is not capitalized on capital assets. Maintenance, repairs, and equipment replacements of a routine nature are charged to expenditures as incurred and are not capitalized.

Depreciation on exhaustible assets is recorded as an allocated expense in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Assets and is provided on the straight line basis over the following estimated useful lives:

<u>ASSET</u>	<u>Years</u>
Equipment	5 to 45 years
Building and Improvements	15 to 100 years

The District owns no infrastructure assets and, as such, none are included among the District's fixed assets.

One-half year of depreciation is taken in the year the assets are acquired or retired. Gains or losses from sales or retirements of capital assets are included in operations of the current period.

In the fund financial statements, capital assets arising from cash transactions or events acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Long Term Debt:

All long-term bonds, notes and any other debt arising from cash transactions or events to be repaid from the governmental resources are reported as liabilities in the government-wide statements.

In the fund financial statements, governmental fund types report the face amount of debt issued as other financing sources. Principal and interest payments are reported as debt service expenditures when paid.

Cash & Cash Equivalents:

For the purpose of reporting, "cash and cash equivalents" includes all demand and savings accounts and certificates of deposit or short-term investments with an original maturity of three months or less.

Investments:

The District's investments consist of monies invested in the State of Oregon Local Government Investment Pool (LGIP). Investments are carried at cost, which approximates fair value.

Inventories:

Inventory-type items are considered to be an expenditure when purchased. The amount of inventory at year end was not considered significant and is not reported on the balance sheet.

Revenues:

Program revenues for the District include fees and charges for fire and ambulance services.

Property taxes are levied on July 1 pursuant to Oregon Revised Statute 310.030. Taxes are payable in full on November 15 or are payable in three installments the last of which is due on May 15 of the year following the year in which imposed. Taxes become delinquent on personal property when any installment is not paid by its due date. Taxes become delinquent on real property if not paid by May 15. On January 1 and July 1 tax liens attach to personal and real property respectively to secure payment of all taxes, penalties, and interest ultimately imposed. Personal property is subject to summary and seizure and the responsible taxpayer is subject to warrant service 30 days after delinquency date. Foreclosure proceedings begin on real property after three years from the date taxes become delinquent.

Use of Estimates:

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense); accordingly, actual results could differ from those estimates.

Net Position is classified in the following three categories:

1. Net Investment in Capital Assets – This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of net investment in capital assets. Rather, that portion of the debt is included in the same net position component as the unspent proceeds.

2. Restricted – This component of net position consists of constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

3. Unrestricted Net Position – This component consists of all other net position that is not included in the other categories previously mentioned.

It is the District's policy to apply restricted net resources prior to the use of unrestricted net resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Fund Balance:

The difference among assets, deferred outflows, liabilities, and deferred inflows of governmental funds is reported as fund balance with respective levels of constraint. In the fund financial statements, Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting, and Governmental Fund Type Definitions* (GASB 54) define the different types of fund balances that a governmental entity must use for financial reporting purposes. GASB 54 requires the fund balance amounts to be properly reported within one of the five fund balance components listed below:

Nonspendable -- This component includes amounts that cannot be spent because they are either (1) not in spendable form or (2) legally or contractually required to be maintained intact.

Restricted -- This component consists of amounts that can be spent only for the specific purpose stipulated by external resource providers, constitutional provisions, or enabling legislation.

Committed -- This component consists of amounts that can only be used for the specific purposes determined by a formal action of the District's Board of Directors, which includes resolutions. Those committed amounts cannot be used for any other purpose unless the District removes or changes the specified use by taking the same type of action (resolution) it employed previously to commit those amounts.

Assigned -- This component consists of amounts that are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. The authority for assigning fund balance is expressed by the Board of Directors, or their designee as established in the District's Fund Balance Policy.

Unassigned -- This residual classification of fund balance that includes all spendable amounts that have not been restricted, committed, or assigned.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted

resources (committed, assigned and unassigned) as they are needed. When unrestricted resources (committed, assigned and unassigned) are available for use it is the District's policy to use committed resources first, then assigned, and then unassigned, as they are needed.

FUND BALANCE POLICY:

A fund balance policy is tailored to the needs of the District to insure against unanticipated events that would adversely affect the financial condition of the District and jeopardize the continuation of necessary public services. This policy will ensure the District maintains adequate fund balance and reserves in the District's various operating funds to provide the capacity to: (1) provide sufficient cash flow for daily financial needs, (2) offset significant economic downturns and revenue shortfalls, and (3) provide funds for unforeseen expenditures related to emergencies.

The District will maintain reservations of Fund Balance in the General Fund of the District. In the General Fund, there shall be a reservation (unrestricted / undesignated) of fund balance enough to sustain the District's regular operating expenditures for a minimum of four months.

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY:

Annual budgets for all funds are adopted on a basis consistent with Oregon Revised Statutes (*ORS 294 - Local Budget Law*). The budget is prepared on the modified cash basis of accounting for each fiscal year July 1 to June 30. The process under which the budget is adopted is described in the following paragraphs.

The budget process includes a series of notices and publications culminating with the budget hearing. After the public hearing has been held, the Board enacts the resolutions to adopt the budget, make appropriations, and declare the ad valorem tax levy for all funds except the Special Revenue and Reserve Funds. The Appropriations Resolution contains amounts for administration, public safety, personal services, materials and services, capital outlay, debt service, contingency and transfers to other funds as appropriate for each fund. This is the level of control for authorized expenditures. The level of expenditures is monitored throughout the year. Transfers are made from operating contingency or between the major object classifications of the appropriation for each fund as required to prevent an over-expenditure.

Appropriations for all funds lapse at the end of each fiscal year.

Excess of Expenditures over Appropriations: The District had no instances whereby expenditures exceeded appropriations for the fiscal year ended June 30, 2024.

Deficit Fund Balance: The District has no instances whereby any of its funds had a deficit fund balance as of June 30, 2024.

BUDGET TO FUND FINANCIAL STATEMENT RECONCILIATION:

For Fund Financial Statements reporting purposes, the District reports three special revenue funds: The Training Fund, the Fire Med Fund and the Stacker Butte Fund. However, for budgetary purposes the District reports five additional reserve funds: The Equipment Reserve Fund, Building Reserve Fund, Fire Fighting Equipment Reserve Fund, Technical Rescue Fund, and Retirement Liability Fund. These funds do not meet the criteria to be reported as special revenue funds under Governmental Accounting Standards Board Statement No. 54 and, therefore, have been combined with the General Fund in the Fund Financial Statements.

The following schedule reconciles the amounts on the Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds – Modified Cash Basis to the amounts on the Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund -- Modified Cash Basis:

Net Change in Fund Balance on a Budgetary Basis:	(308,752)
Net Change in Fund Balance for other funds that do not meet the definition of Special Revenue Funds for GASB Statement No. 54:	
Equipment Reserve Fund	393,942
Building Reserve Fund	(3,690)
Fire Fighting Equipment Reserve Fund	10,130
Technical Rescue Fund	(6,834)
Retirement Liability Fund	<u>16,367</u>
Net Change in Fund Balance under GASB 54	<u><u>101,164</u></u>

2. CASH AND INVESTMENTS:

Cash and Investments consist of the following at June 30, 2024:

Checking Account & Money Market	488,395
Local Government Investment Pool	6,066,561
Cash on Hand	<u>125</u>
<u>TOTAL DEPOSITS AND INVESTMENTS</u>	<u><u>6,555,081</u></u>

Custodial Credit Risk – Deposits: Custodial credit risk for deposits is the risk that in the event of a bank failure, the government’s deposits may not be returned to it. In order to minimize this risk, state statutes require banks holding public funds to become members of the Public Funds Collateralization Program (PFCP, a multiple financial institution collateral pool created by the Office of the State Treasurer.) To qualify, participating banks must pledge collateral against any public fund deposits in excess of deposit insurance. The amount of collateral is set by the PFCP between

10% and 110% of each bank's public fund deposits based on their net worth and level of capitalization. Although the PFCP creates a shared liability structure for participating bank depositories, it does not guarantee that all funds are 100% protected. At June 30, 2024, the District did not have any deposits exposed to custodial credit risk or any formal policy to limit custodial credit risk.

Investments: The District's cash management policies are governed by state statutes. Statutes authorize the District to invest in general obligations of the U.S. Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, bankers' acceptances, and the State Treasurer's Investment Pool, among others. Investments of the District are valued at cost, which approximates market.

The District participates in an external investment pool (State of Oregon Treasury Local Government Investment Pool). The Pool is not registered with the U.S. Securities and Exchange Commission as an investment company and is not rated. The State's investment policies are governed by the ORS and the Oregon Investment Council (OIC). The State Treasurer is the investment officer for the OIC and is responsible for all funds in the State Treasury. These funds are invested exercising reasonable care, skill and caution. Investments in the Pool are further governed by portfolio guidelines issued by the Oregon Short-Term Fund Board, which establishes diversification percentages and specifies the types and maturities of investments. That portion of the external investment pool which belongs to local government participants is reported in an Investment Trust Fund in the State's Comprehensive Annual Financial Report. A copy of the State's Comprehensive Annual Financial Report may be obtained at the Oregon State Treasury, 340 Winter St. NE., Salem, Oregon 97310-0840.

The District's position in the Pool at June 30, 2024 is stated at cost which approximates the fair value.

Credit Risk – Investments: Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The District's investments with the State of Oregon Treasury Local Government Investment Pool is unrated.

Foreign Currency Risk – Investments: Oregon Revised Statutes prohibit investments that are not U.S. Dollar-denominated; therefore, the District is not exposed to this risk.

Custodial Credit Risk – Investments: Custodial credit risk for investments is the risk that, in the event of failure of the counterparty (e.g., broker dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in possession of another party. At June 30, 2024, the District did not have any investments exposed to custodial credit risk.

Concentration of Credit Risk – Investments: Concentration of credit risk is the risk of loss attributed to the magnitude of an entity's investment in a single issuer. There are no investments in any one issuer that represent five percent or more of the District's

total investments.

Interest Rate Risk – Investments: Interest rate risk is the risk that changes in interest rates demanded by the market will adversely affect the value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its value to changes in market interest rates. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

3. LONG-TERM DEBT AND LEASES:

GENERAL OBLIGATION BONDS, SERIES 2018:

The District issued bonds as Mid-Columbia Fire & Rescue, Wasco County, Oregon, General Obligation Bonds, Series 2018 in February 2018 in the amount of 3,850,000 for use in apparatus replacement and facility improvement.

The scheduled maturity of debt principal and interest at June 30, 2024 is as follows:

<u>DUE DATE</u>	<u>RATE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2024-2025	2.68%	235,000	73,700	308,700
2025-2026	2.68%	255,000	67,402	322,402
2026-2027	2.68%	270,000	60,568	330,568
2027-2028	2.68%	285,000	53,332	338,332
2028-2029	2.68%	305,000	45,694	350,694
2029-2033	2.68%	<u>1,400,000</u>	<u>91,321</u>	<u>1,491,321</u>
		<u>2,750,000</u>	<u>392,017</u>	<u>3,142,017</u>

FULL FAITH AND CREDIT OBLIGATIONS:

In December 2016 the District issued 795,000 in Full Faith and Credit Obligations Series 2016 with an interest rate of 2.01% and issuance costs of 15,000. On December 15, 2026, the interest rate will reset to a fixed rate of 1.12% pursuant to the terms of the financing agreement for the principal payments due each December 15th in the years 2027-2031. The proceeds were used for capital outlay expenditures on a training tower.

Maturity of debt principal and interest at June 30, 2024 is as follows:

<u>DUE DATE</u>	<u>RATE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2024-2025	2.01%	53,933	5,462	59,396
2025-2026	2.01%	55,017	4,378	59,396
2026-2027	2.01%	56,123	3,272	59,396
2027-2028	1.70%	57,251	2,643	59,896
2028-2029	1.70%	58,402	2,002	60,405
2029-2031	1.70%	120,350	2,029	122,378
		<u>401,077</u>	<u>19,785</u>	<u>420,868</u>

CHANGES IN LONG-TERM DEBT:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due In One Year</u>
General Obligation Bonds 2018	2,970,000	-	(220,000)	2,750,000	235,000
Training Tower Obligations 2016	453,948	-	(52,871)	401,077	53,933
	<u>3,423,948</u>	<u>-</u>	<u>(272,871)</u>	<u>3,151,077</u>	<u>288,933</u>

LEASES:

The District leases office equipment under noncancellable lease agreements with Pacific Office Automation for a copier based on metered usage each month. Total lease costs (not including per page costs) were 808 during the fiscal year. This lease does not constitute a cash transaction when agreed upon thus no liability is recorded in the modified cash basis financial statements. All future payments will be based on usage in addition to the minimum lease payments. The minimum lease obligation for fiscal years ending June 30, is as follows:

<u>Year</u>	<u>Payment</u>
2024-25	808
2025-26	808
2026-27	808
2027-28	404
Total minimum lease payments	<u>2,828</u>

4. PENSION PLANS:

The District maintains a Qualified 457(b) Deferred Compensation Plan managed by Oliver Capital Management and matches employees monthly deferred compensation contribution up to a maximum of 4% (8% for the fire chief) of the employees base hourly rate per month. This plan is a defined contribution plan with the Board of Directors being responsible for amendments to plan provisions and contributions. A total of 274,011 was contributed to the plan during the fiscal year ended June 30, 2024 with 179,093 contributed by the District and the remaining 94,918 contributed by

employees.

OPSRP Pension Program:

This plan is a hybrid retirement plan with two components: the pension program (defined benefit; established and maintained as a tax-qualified governmental defined benefit plan) and the individual account program (defined contribution; established and maintained as a tax-qualified governmental defined contribution plan). The 2003 Oregon Legislature established OPSRP. Public employees hired on or after August 29, 2003, become part of OPSRP, unless membership was previously established in PERS Tier I/Tier II.

OPSRP Individual Account Program (IAP):

Plan Description: Employees of the District are provided with pensions through PERS. All the benefits of PERS 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 PERS and is administered by the PERS 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 nonretired 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: The District makes the optional 6 percent contribution to employees IAP accounts and no amounts are withheld from employees paychecks for PERS benefits.

Employer contribution rates during the period were based on the December 31, 2021 actuarial valuation. The District's contribution rates in effect for the fiscal year ended

June 30, 2024 were 13.04% for Tier 1/Tier Two members, 11.84% for OPSRP general service members, and 16.63% for OPSRP uniformed members. For 2023-24 the District's annual pension costs for PERS was equal to the District's required and actual contributions.

The District's contribution information for years ended June 30, are as follows:

<u>Fiscal Year</u> <u>Ending</u>	<u>Required</u> <u>Contributions</u>	<u>Percentage of</u> <u>Required Contributions</u> <u>Contributed</u>
6/30/2022	490,608	100%
6/30/2023	479,648	100%
6/30/2024	719,524	100%

5. COMMITMENTS AND CONTINGENT LIABILITIES:

The District is billed by the State of Oregon for unemployment compensation benefits paid to eligible employees. At June 30, 2024, there was no way of estimating the District's unemployment compensation liability to the State of Oregon.

6. INTERFUND TRANSACTIONS:

Funds are transferred from one fund to finance expenditures of other funds in accordance with the authority established for the individual fund. Transfers between fund types during the fiscal year ended June 30, 2024, were:

	<u>Transfers</u> <u>Out</u>	<u>Transfers</u> <u>In</u>
General Fund	561,450	35,000
Building Reserve Fund	-	42,500
Equipment Reserve Fund	-	419,000
Retirement Liability Fund	30,000	40,600
FF Equip Reserve Fund	-	57,000
Fire Med Fund	5,000	-
Stacker Butte Fund	-	2,350
Total	<u>596,450</u>	<u>596,450</u>

7. CAPITAL ASSETS:

The following schedule shows the changes in Capital Assets for the year ended June 30, 2024:

	BEGINNING BALANCE	ADDITIONS	DELETIONS	ENDING BALANCE
<u>Non-Depreciable Capital Assets</u>				
Land	68,348	-	-	68,348
<u>Depreciable Capital Assets</u>				
Building & Structures	5,713,839	7,500	-	5,721,339
Improvements/Infrastructure	3,160	-	-	3,160
Machinery & Equipment	7,422,510	126,079	(93,454)	7,455,135
Total	13,139,509	133,579	(93,454)	13,179,633
<u>Accumulated Depreciation</u>				
Building & Structures	(2,359,826)	(157,051)	-	(2,516,877)
Improvements/Infrastructure	(3,160)	-	-	(3,160)
Machinery & Equipment	(2,658,772)	(441,456)	75,608	(3,024,620)
Total	(5,021,758)	(598,507)	75,608	(5,544,657)
<u>NET CAPITAL ASSETS</u>	8,186,099	(464,928)	(17,846)	7,703,325

All depreciation expense of 598,507 was charged to Public Safety for this fiscal year.

8. **POST EMPLOYEMENT HEALTH PLANS:**

The District has a defined contribution post-employment health plan with Nationwide for its employees. The benefit plan and its provisions are established under authority of the Internal Revenue Code 501(c)(9). The contribution requirements of the employer are to contribute 2% of each employee's base pay rate per pay period. Employees aren't required to contribute to the plan. The District contributed 56,594 for the fiscal year ended June 30, 2024.

Oregon Public Employees Retirement System – Retirement Health Insurance Account (RHIA)

Plan Description: As a member of Oregon Public Employees Retirement System (OPERS) the District 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 (currently 60 per month) toward the cost of Medicare companion health insurance premiums of eligible retirees. Oregon Revised Statute (ORS) 238.340 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 employer were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to 60, or the total monthly cost of Medicare companion health

insurance premiums coverage, whichever is less, shall be paid from the RHIA account established by the employer, and any monthly cost in excess of 60 shall be paid by the eligible retired member in the manner provided in ORS 238.410. To be eligible to receive this monthly payment toward the premium cost the member must: 1) have eight years or more of qualifying service in PERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in PERS, 2) receive both Medicare Parts A and B coverage, and 3) enroll in a PERS-sponsored health plan. A surviving spouse or dependent of a deceased PERS 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 PERS or 2) was insured at the time the member died and the member retired before May 1, 1991.

Contributions: PERS funding policy provides for 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. Employer contribution rates for the period were based on the December 31, 2021 actuarial valuation. The rates based on a percentage of payroll, first became effective July 1, 2023. The District's contribution rates for the period were 0.00% for Tier One/Tier Two members, and 0.00% for OPSRP members. The District's contributions to RHIA, which equaled the required contributions each year, were included with the payments for the retirement plan described in note 4 above.

9. RISK MANAGEMENT:

The District purchases commercial insurance policies to insure against most hazards. There have been no significant reductions in the District's insurance coverage, in any risk category, from coverage in the prior year. Settlements have not exceeded insurance coverage in any of the prior three years.

10. TAX ABATEMENTS:

Wasco County has authorized tax-exempt status for two qualified firms within the County: Hix The Dalles and Design, LLC. All properties are required to meet State and Federal funding requirements which include annual physical inspections and an annual audit of financial activity and programmatic compliance. The property tax exemption may be removed if the property is no longer eligible under that stated provisions of ORS 307.540 to 307.548. Section E of the renewal application requires the applicant to acknowledge compliance with the requirements annually. For fiscal year ending June 30, 2024, the forgone property tax revenue is 3,382,028.

11. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through the date of this financial statement with management. The date of this financial statement is also the issuance date. Management is not aware of any subsequent events that require recognition or disclosure in the financial statements.

Other Information

NONMAJOR GOVERNMENTAL FUNDS

COMBINING AND INDIVIDUAL FINANCIAL STATEMENTS & SCHEDULES

Special Revenue Funds: are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes.

The funds meeting the above definition are as follows:

TRAINING FUND: This fund was established for the purpose of accumulating resources to fund outside training/education and purchase training props. Resources are derived from training class revenue, grants, and enterprise zone payments.

FIRE MED FUND: This fund was established for ground/air ambulance advance EMS training, equipment and membership promotional supplies. Resources are derived from citizen membership fees.

STACKER BUTTE FUND: This fund was established for accumulating resources to maintain a communications tower site at Stacker Butte. Resources include Sub lease and rental fees of the tower with other governmental and business entities.

Debt Service Fund: The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

The remaining funds below are presented for Oregon Budget Law purposes and are combined with the General Fund in the Basic Financial Statements:

EQUIPMENT RESERVE FUND: This fund was established for accumulating monies to purchase and maintain apparatus.

FIRE FIGHTING EQUIPMENT RESERVE FUND: This fund was established to accumulate resources for the replacement of fire suppression equipment.

BUILDING RESERVE FUND: This fund was established for the purpose of accumulating monies for station capital projects and for building maintenance and repairs.

TECHNICAL RESCUE FUND: This fund was established for accumulating resources to develop and maintain a technical rescue program.

RETIREMENT LIABILITY FUND: Established to accumulate monies for retirement of employees in the future.

MID-COLUMBIA FIRE & RESCUE

COMBINING BALANCE SHEET

NON-MAJOR FUNDS

MODIFIED CASH BASIS

JUNE 30, 2024

(all amounts are in dollars)

	<u>TRAINING TOWER FUND</u>	<u>FIRE MED FUND</u>	<u>STACKER BUTTE FUND</u>	<u>DEBT SERVICE FUND</u>	<u>TOTAL NONMAJOR GOVERNMENTAL FUNDS</u>
<u>Assets:</u>					
Local Government Investment Pool	<u>144,245</u>	<u>57,584</u>	<u>52,238</u>	<u>118,683</u>	<u>372,750</u>
<u>Total Assets</u>	<u>144,245</u>	<u>57,584</u>	<u>52,238</u>	<u>118,683</u>	<u>372,750</u>
<u>Liabilities and Fund Balance:</u>					
<u>Liabilities</u>	-	-	-	-	-
<u>Fund Balance:</u>					
Restricted	-	-	-	118,683	118,683
Committed	<u>144,245</u>	<u>57,584</u>	<u>52,238</u>	-	<u>254,067</u>
Total Fund Balances	<u>144,245</u>	<u>57,584</u>	<u>52,238</u>	<u>118,683</u>	<u>372,750</u>
<u>Total Liabilities and Fund Balance</u>	<u>144,245</u>	<u>57,584</u>	<u>52,238</u>	<u>118,683</u>	<u>372,750</u>

MID-COLUMBIA FIRE & RESCUE

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

MODIFIED CASH BASIS

NON-MAJOR FUNDS

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>TRAINING TOWER FUND</u>	<u>FIRE MED FUND</u>	<u>STACKER BUTTE FUND</u>	<u>DEBT SERVICE FUND</u>	<u>TOTAL NONMAJOR GOVERNMENTAL FUNDS</u>
<u>REVENUES:</u>					
Taxes	-	-	-	322,493	322,493
Charges for Services	35,100	40,348	18,496	-	93,943
Interest	7,644	2,579	2,325	11,710	24,258
Miscellaneous	56,000	-	3,289	-	59,289
<u>TOTAL REVENUES</u>	<u>98,744</u>	<u>42,927</u>	<u>24,110</u>	<u>334,203</u>	<u>499,983</u>
<u>EXPENDITURES:</u>					
Current:					
Materials & Services	33,109	-	21,760	-	54,870
Capital Outlay	-	54,182	-	-	54,182
Debt Service:					
Principal Payments	52,871	-	-	220,000	272,871
Interest Payments	6,481	-	-	79,562	86,043
<u>TOTAL EXPENDITURES</u>	<u>92,461</u>	<u>54,182</u>	<u>21,760</u>	<u>299,562</u>	<u>467,966</u>
Excess of Revenues Over/ (Under) Expenditures	6,283	(11,256)	2,349	34,641	32,017
<u>OTHER FINANCING SOURCES (USES):</u>					
Transfers In	-	-	2,350	-	2,350
Transfers Out	-	(5,000)	-	-	(5,000)
<u>TOTAL OTHER FINANCING SOURCES (USES)</u>	<u>-</u>	<u>(5,000)</u>	<u>2,350</u>	<u>-</u>	<u>(2,650)</u>
Net Change in Fund Balance	6,283	(16,256)	4,699	34,641	29,367
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>137,962</u>	<u>73,840</u>	<u>47,539</u>	<u>84,043</u>	<u>343,383</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>144,245</u>	<u>57,584</u>	<u>52,238</u>	<u>118,683</u>	<u>372,750</u>

MID-COLUMBIA FIRE & RESCUE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- MODIFIED CASH BASIS

TRAINING FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>			
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<u>REVENUES:</u>				
Enterprise Zone Payments	56,000	56,000	56,000	-
Training Class Income	33,000	33,000	35,100	2,100
Interest Earned	2,000	2,000	7,644	5,644
<u>TOTAL REVENUES</u>	<u>91,000</u>	<u>91,000</u>	<u>98,744</u>	<u>7,744</u>
<u>EXPENDITURES:</u>				
<u>Current:</u>				
Materials & Services	34,500	34,500	33,109	1,391
Capital Outlay	181,033	181,033	-	181,033
<u>Debt Service:</u>				
Principal Payments	52,871	52,871	52,871	-
Interest Payments	6,526	6,526	6,481	45
<u>TOTAL EXPENDITURES</u>	<u>274,930</u>	<u>274,930</u>	<u>92,461</u>	<u>182,469</u>
Net Change in Fund Balance	(183,930)	(183,930)	6,283	190,213
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>183,930</u>	<u>183,930</u>	<u>137,962</u>	<u>(45,968)</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>144,245</u>	<u>144,245</u>

MID-COLUMBIA FIRE & RESCUE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- MODIFIED CASH BASIS

FIRE MED FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>			
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<u>REVENUES:</u>				
Interest Earned	1,000	1,000	2,579	1,579
FireMed Fees	41,000	41,000	40,348	(653)
<u>TOTAL REVENUES</u>	<u>42,000</u>	<u>42,000</u>	<u>42,927</u>	<u>927</u>
<u>EXPENDITURES:</u>				
Current:				
Materials & Services	8,000	8,000	-	8,000
Capital Outlay	92,563	92,563	54,182	38,381
<u>TOTAL EXPENDITURES</u>	<u>100,563</u>	<u>100,563</u>	<u>54,182</u>	<u>46,381</u>
Excess of Revenues Over/ (Under) Expenditures	(58,563)	(58,563)	(11,256)	47,307
<u>OTHER FINANCING SOURCES AND (USES):</u>				
Transfers Out	(5,000)	(5,000)	(5,000)	-
<u>TOTAL OTHER FINANCING SOURCES AND (USES)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Net Change in Fund Balance	(63,563)	(63,563)	(16,256)	47,307
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>63,563</u>	<u>63,563</u>	<u>73,840</u>	<u>10,277</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>57,584</u>	<u>57,584</u>

MID-COLUMBIA FIRE & RESCUE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- MODIFIED CASH BASIS

STACKER BUTTE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>			
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<u>REVENUES:</u>				
Interest Earned	750	750	2,325	1,575
SB Consortium Utilities	9,625	9,625	3,289	(6,336)
Sub Lease & Rental Fees	20,088	20,088	18,496	(1,592)
<u>TOTAL REVENUES</u>	<u>30,463</u>	<u>30,463</u>	<u>24,110</u>	<u>(6,353)</u>
<u>EXPENDITURES:</u>				
Current:				
Materials & Services	28,510	28,510	21,760	6,750
Capital Outlay	5,000	5,000	-	5,000
<u>TOTAL EXPENDITURES</u>	<u>33,510</u>	<u>33,510</u>	<u>21,760</u>	<u>11,750</u>
Excess of Revenues Over/ (Under) Expenditures	(3,047)	(3,047)	2,349	5,396
<u>OTHER FINANCING SOURCES AND (USES):</u>				
Transfers In	2,350	2,350	2,350	-
<u>TOTAL OTHER FINANCING SOURCES AND (USES)</u>	<u>2,350</u>	<u>2,350</u>	<u>2,350</u>	<u>-</u>
Net Change in Fund Balance	(697)	(697)	4,699	5,396
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>41,404</u>	<u>41,404</u>	<u>47,539</u>	<u>6,135</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>40,707</u>	<u>40,707</u>	<u>52,238</u>	<u>11,531</u>

MID-COLUMBIA FIRE & RESCUE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- MODIFIED CASH BASIS

DEBT SERVICE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Current Year Taxes	299,596	299,596	310,528	10,932
Prior Year Taxes	6,000	6,000	11,965	5,965
Interest Earned	2,500	2,500	11,710	9,210
<u>TOTAL REVENUES</u>	<u>308,096</u>	<u>308,096</u>	<u>334,203</u>	<u>26,107</u>
<u>EXPENDITURES:</u>				
Debt Service:				
Principal Payments	220,000	220,000	220,000	-
Interest Payments	79,596	79,596	79,562	34
<u>TOTAL DEBT SERVICE</u>	<u>299,596</u>	<u>299,596</u>	<u>299,562</u>	<u>34</u>
<u>TOTAL EXPENDITURES</u>	<u>299,596</u>	<u>299,596</u>	<u>299,562</u>	<u>34</u>
Net Change in Fund Balance	8,500	8,500	34,641	26,141
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>66,893</u>	<u>66,893</u>	<u>84,043</u>	<u>17,150</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>75,393</u>	<u>75,393</u>	<u>118,683</u>	<u>43,290</u>

MID-COLUMBIA FIRE & RESCUE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- MODIFIED CASH BASIS

EQUIPMENT RESERVE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Interest Earned	5,000	5,000	24,261	19,261
<u>TOTAL REVENUES</u>	<u>5,000</u>	<u>5,000</u>	<u>24,261</u>	<u>19,261</u>
<u>EXPENDITURES:</u>				
Capital Outlay	1,030,988	1,030,988	70,869	960,119
<u>TOTAL EXPENDITURES</u>	<u>1,030,988</u>	<u>1,030,988</u>	<u>70,869</u>	<u>960,119</u>
Excess of Revenues Over/ (Under) Expenditures	(1,025,988)	(1,025,988)	(46,608)	979,380
<u>OTHER FINANCING SOURCES AND (USES):</u>				
Fixed Asset Sales	64,000	64,000	21,550	(42,450)
Transfers In	419,000	419,000	419,000	-
<u>TOTAL OTHER FINANCING SOURCES AND (USES)</u>	<u>483,000</u>	<u>483,000</u>	<u>440,550</u>	<u>(42,450)</u>
Net Change in Fund Balance	(542,988)	(542,988)	393,942	936,930
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>542,988</u>	<u>542,988</u>	<u>472,833</u>	<u>(70,155)</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>866,776</u>	<u>866,776</u>

MID-COLUMBIA FIRE & RESCUE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- MODIFIED CASH BASIS

FIRE FIGHTING EQUIPMENT RESERVE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Interest Earned	3,500	3,500	15,430	11,930
<u>TOTAL REVENUES</u>	<u>3,500</u>	<u>3,500</u>	<u>15,430</u>	<u>11,930</u>
<u>EXPENDITURES:</u>				
Current:				
Materials & Services	50,000	50,000	-	50,000
Capital Outlay	337,759	337,759	62,301	275,458
<u>TOTAL EXPENDITURES</u>	<u>387,759</u>	<u>387,759</u>	<u>62,301</u>	<u>325,458</u>
Excess of Revenues Over/ (Under) Expenditures	(384,259)	(384,259)	(46,870)	337,389
<u>OTHER FINANCING SOURCES AND (USES):</u>				
Transfers In	57,000	57,000	57,000	-
<u>TOTAL OTHER FINANCING SOURCES AND (USES)</u>	<u>57,000</u>	<u>57,000</u>	<u>57,000</u>	<u>-</u>
Net Change in Fund Balance	(327,259)	(327,259)	10,130	(337,389)
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>327,259</u>	<u>327,259</u>	<u>350,115</u>	<u>22,856</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>360,245</u>	<u>360,245</u>

MID-COLUMBIA FIRE & RESCUE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- MODIFIED CASH BASIS

BUILDING RESERVE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>			
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<u>REVENUES:</u>				
Interest Earned	1,200	1,200	13,961	12,761
<u>TOTAL REVENUES</u>	<u>1,200</u>	<u>1,200</u>	<u>13,961</u>	<u>12,761</u>
<u>EXPENDITURES:</u>				
Capital Outlay	354,799	354,799	60,150	294,649
<u>TOTAL EXPENDITURES</u>	<u>354,799</u>	<u>354,799</u>	<u>60,150</u>	<u>294,649</u>
Excess of Revenues Over/ (Under) Expenditures	(353,599)	(353,599)	(46,190)	307,409
<u>OTHER FINANCING SOURCES:</u>				
Transfers In	42,500	42,500	42,500	-
<u>TOTAL OTHER FINANCING SOURCES AND (USES)</u>	<u>42,500</u>	<u>42,500</u>	<u>42,500</u>	<u>-</u>
Net Change in Fund Balance	(311,099)	(311,099)	(3,690)	307,409
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>311,099</u>	<u>311,099</u>	<u>304,288</u>	<u>(6,811)</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>300,599</u>	<u>300,599</u>

MID-COLUMBIA FIRE & RESCUE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL -- MODIFIED CASH BASIS

TECHNICAL RESCUE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	BUDGETED AMOUNTS		ACTUAL	VARIANCE
	ORIGINAL	FINAL		
<u>REVENUES:</u>				
Interest Earned	1,000	1,000	2,849	1,849
<u>TOTAL REVENUES</u>	<u>1,000</u>	<u>1,000</u>	<u>2,849</u>	<u>1,849</u>
<u>EXPENDITURES:</u>				
Current:				
Materials & Services	5,425	5,425	3,191	2,234
Capital Outlay	57,768	57,768	6,493	51,275
<u>TOTAL EXPENDITURES</u>	<u>63,193</u>	<u>63,193</u>	<u>9,683</u>	<u>53,510</u>
Net Change in Fund Balance	(62,193)	(62,193)	(6,834)	55,359
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>62,193</u>	<u>62,193</u>	<u>61,652</u>	<u>(541)</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>-</u>	<u>-</u>	<u>54,818</u>	<u>54,818</u>

MID-COLUMBIA FIRE & RESCUE

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

WITH BUDGET COMPARISONS -- BUDGETARY BASIS

RETIREMENT LIABILITY FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(all amounts are in dollars)

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<u>REVENUES:</u>				
Interest Earned	1,500	1,500	5,767	4,266
<u>TOTAL REVENUES</u>	1,500	1,500	5,767	4,266
<u>EXPENDITURES:</u>				
<u>TOTAL EXPENDITURES</u>	-	-	-	-
Excess of Revenues Over/ (Under) Expenditures	1,500	1,500	5,767	4,267
<u>OTHER FINANCING SOURCES:</u>				
Transfers In	40,600	40,600	40,600	-
Transfers Out	(91,242)	(91,242)	(30,000)	61,242
<u>TOTAL OTHER FINANCING SOURCES AND (USES)</u>	(50,642)	(50,642)	10,600	61,242
Net Change in Fund Balance	(49,142)	(49,142)	16,367	65,509
<u>FUND BALANCE - BEGINNING OF YEAR</u>	110,733	110,733	117,096	6,363
<u>FUND BALANCE - END OF YEAR</u>	61,591	61,591	133,464	71,873



**Independent Auditor's Report
Required by Oregon State Regulations**

We have audited the basic financial statements of Mid-Columbia Fire & Rescue as of and for the year ended June 30, 2024, and have issued our report thereon dated November 18, 2024. We conducted our audit in accordance with auditing standards generally accepted in the United States of America.

Compliance

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

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

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

Indebtedness limitations, restrictions and repayment.

Budgets legally required (ORS Chapter 294).

Insurance and fidelity bonds in force or required by law.

Programs funded from outside sources.

Authorized investment of surplus funds (ORS Chapter 294).

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

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

- 1) The District's adopted Budget Resolution does not consistently appropriate by

organizational unit or program.

2) The District's Budget Resolution does not consistently tie to the Budget Document.

ORS 162-10-0230 Internal Control

In planning and performing our audit, we considered Mid-Columbia Fire & Rescue'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 Mid-Columbia Fire & Rescue's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

Restriction on Use

This report is intended solely for the information and use of the Board of Directors and management of Mid-Columbia Fire & Rescue and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.



For RTO & Company
The Dalles, Oregon
November 18, 2024