

REQUIRED SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements.

- Budgetary Comparison Schedules
 - General Fund - Generally Accepted Accounting Principles
 - Street Fund
 - Parks Development Fund
 - Transit Fund

CITY OF CANBY, OREGON
GENERAL FUND - GENERALLY ACCEPTED ACCOUNTING PRINCIPLES
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 953,000	\$ 973,000	\$ 1,028,515	\$ 55,515
Charges for services	276,763	276,763	277,853	1,090
Property taxes	3,700,000	3,700,000	3,679,102	(20,898)
Franchise	450,000	450,000	428,301	(21,699)
License fees permits	213,800	213,800	245,243	31,443
Fines and forfeitures	525,000	525,000	505,002	(19,998)
Grants & donations	6,000	6,000	12,870	6,870
Interest	15,700	15,700	12,190	(3,510)
Miscellaneous	16,700	16,700	17,870	1,170
Total revenues	<u>6,156,963</u>	<u>6,176,963</u>	<u>6,206,946</u>	<u>29,983</u>
EXPENDITURES:				
General government	2,583,178	2,672,045	2,403,919	268,126
Public safety	4,069,423	4,059,350	3,786,360	272,990
Culture and recreation	501,160	501,160	461,421	39,739
Community development	591,056	599,456	547,949	51,507
Capital outlay	437,881	437,881	237,593	200,288
Debt service:				
Principal	108,798	108,798	108,798	-
Interest	12,475	12,475	12,436	39
Contingency	898,695	1,258,746	-	1,258,746
Total expenditures	<u>9,202,666</u>	<u>9,649,911</u>	<u>7,558,476</u>	<u>2,091,435</u>
Revenues over (under) expenditures	(3,045,703)	(3,472,948)	(1,351,530)	2,121,418
OTHER FINANCING SOURCES (USES):				
Interfund loan proceeds (payments)	(21,853)	(21,853)	(21,853)	-
Debt proceeds	-	-	103,510	103,510
Transfers in	1,804,022	1,804,022	1,876,404	72,382
Transfers out	(846,497)	(876,139)	(874,472)	1,667
Total other financing sources (uses)	<u>935,672</u>	<u>906,030</u>	<u>1,083,589</u>	<u>177,559</u>
Net changes in fund balances	(2,110,031)	(2,566,918)	(267,941)	2,298,977
FUND BALANCE, BEGINNING BUDGETARY BASIS	<u>3,218,570</u>	<u>2,566,918</u>	<u>2,631,475</u>	<u>64,557</u>
FUND BALANCE, ENDING BUDGETARY BASIS	<u>\$ 1,108,539</u>	<u>\$ -</u>	<u>2,363,534</u>	<u>\$ 2,363,534</u>
Interfund loan			(46,925)	
TOTAL FUND BALANCE - GENERALLY ACCEPTED ACCOUNTING PRINCIPLES			<u>\$ 2,316,609</u>	

CITY OF CANBY, OREGON
STREET FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 1,711,200	\$ 1,711,200	\$ 1,055,556	\$ (655,644)
Charges for services	4,000	4,000	530,570	526,570
Interest	2,000	2,000	2,305	305
Miscellaneous	1,500	1,500	2,995	1,495
Excise tax	-	-	10,685	10,685
Total revenues	<u>1,718,700</u>	<u>1,718,700</u>	<u>1,602,111</u>	<u>(116,589)</u>
EXPENDITURES:				
Personal service	355,742	361,742	353,315	8,427
Materials and service	180,480	196,280	175,507	20,773
Capital outlay	4,500	4,500	-	4,500
Contingency	26,747	169,310	-	169,310
Total expenditures	<u>567,469</u>	<u>731,832</u>	<u>528,822</u>	<u>203,010</u>
Revenues over (under) expenditures	1,151,231	986,868	1,073,289	86,421
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(1,201,231)</u>	<u>(1,308,426)</u>	<u>(914,765)</u>	<u>393,661</u>
Total other financing sources (uses)	<u>(1,201,231)</u>	<u>(1,308,426)</u>	<u>(914,765)</u>	<u>393,661</u>
Net changes in fund balances	(50,000)	(321,558)	158,524	480,082
FUND BALANCES, BEGINNING	<u>50,000</u>	<u>321,558</u>	<u>321,557</u>	<u>(1)</u>
FUND BALANCES, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 480,081</u>	<u>\$ 480,081</u>

**CITY OF CANBY, OREGON
PARKS DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011**

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Grants & donations	\$ 25,000	\$ 25,000	\$ -	\$ (25,000)
Interest	6,000	6,000	3,942	(2,058)
Miscellaneous	600	600	800	200
System development charges	30,000	30,000	15,555	(14,445)
Total revenues	61,600	61,600	20,297	(41,303)
EXPENDITURES:				
Materials and service	10,000	10,000	-	10,000
Capital outlay	885,133	885,133	1,575	883,558
Total expenditures	895,133	895,133	1,575	893,558
Revenues over (under) expenditures	(833,533)	(833,533)	18,722	852,255
OTHER FINANCING SOURCES (USES):				
Interfund loan proceeds (payments)	30,706	30,706	30,706	-
Transfers in	3,427	3,427	3,427	-
Transfers out	(600)	(600)	(600)	-
Total other financing sources (uses)	33,533	33,533	33,533	-
Net changes in fund balances	(800,000)	(800,000)	52,255	852,255
FUND BALANCE, BEGINNING BUDGETARY BASIS	800,000	800,000	791,266	(8,734)
FUND BALANCE, ENDING BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	843,521	<u>\$ 843,521</u>
Interfund loan			49,152	
TOTAL FUND BALANCE - GENERALLY ACCEPTED ACCOUNTING PRINCIPLES			<u>\$ 892,673</u>	

CITY OF CANBY, OREGON
TRANSIT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Grants & donations	\$ 1,120,118	\$ 1,170,316	\$ 747,867	\$ (422,449)
Interest	1,000	1,000	6,708	5,708
Miscellaneous	-	-	4,180	4,180
Transit tax	875,000	875,000	849,806	(25,194)
Total revenues	1,996,118	2,046,316	1,608,561	(437,755)
EXPENDITURES:				
Personal service	115,044	115,044	111,814	3,230
Materials and service	1,016,404	1,016,404	1,014,856	1,548
Capital outlay	368,853	409,551	132,479	277,072
Debt service:				
Principal	89,475	89,475	89,475	-
Interest	10,113	10,113	10,113	-
Contingency	14,954	14,954	-	14,954
Total expenditures	1,614,843	1,655,541	1,358,737	296,804
Revenues over (under) expenditures	381,275	390,775	249,824	(140,951)
OTHER FINANCING SOURCES (USES):				
Transfers in	50,000	50,000	50,000	-
Transfers out	(431,275)	(440,775)	(440,722)	53
Total other financing sources (uses)	(381,275)	(390,775)	(390,722)	53
Net changes in fund balances	-	-	(140,898)	(140,898)
FUND BALANCES, BEGINNING	-	-	(89,449)	(89,449)
FUND BALANCES, ENDING	\$ -	\$ -	\$ (230,347)	\$ (230,347)

Stewardship, Compliance, and Accountability

A. Budgetary Information

Annual budgets for all funds are adopted on a basis consistent with Oregon Revised Statutes (ORS 294—Local Budget Law). The process under which the budget is adopted is described in the following paragraphs.

Each spring, the City Administrator submits a proposed budget to the Budget Committee (consisting of the City Council and an equal number of citizens of the City). The City is required to budget all funds except the Agency Fund. The City budgets each governmental fund type on a modified accrual (GAAP) basis. The City budgets proprietary funds on a working capital non-GAAP basis. The Electric and Water Funds are budgeted by the CUB on a non-GAAP basis, which includes several differences from budgets prepared in accordance with GAAP.

The Budget Committee conducts public hearings for the purpose of obtaining citizens' comments, and then approves a budget and submits it to the City Council for final adoption. The approved expenditures for each fund may not be increased by more than 10% by Council without returning to the Budget Committee for a second approval. After the Council adopts the budget and certifies the total of ad valorem taxes to be levied, no additional tax levy may be made for that fiscal year.

The City Council legally adopts the budget by resolution before July 1. The resolution establishes appropriations for each fund and expenditures cannot legally exceed these appropriations. The level of control established by the resolution for the General Fund is at the department level. The level of control for all other funds, except the Cemetery Perpetual Care and Debt Service Funds, which are controlled at the fund level, is by the expenditure categories of personal services, materials and services, capital outlay, service agencies and transfers. The City discloses budgetary expenditures by function. The budget document contains more specific, detailed information for the aforementioned expenditure categories. Appropriations lapse as of the year-end.

The City Council may change the budget throughout the year by transferring appropriations between levels of control and by adopting supplemental budgets as authorized by Oregon Revised Statutes. Unexpected additional resources may be added to the budget through the use of a supplemental budget. A supplemental budget requires hearings before the public, publications in newspapers and approval by the City Council. Expenditure appropriations may not be legally over-expended except in the case of grant receipts that could not be reasonably estimated at the time the budget was adopted, and for debt service on new debt issued during the budget year. Management may transfer budget amounts between individual line items within the legally adopted appropriation levels, but cannot make changes to those levels themselves. The city had two supplemental budgets and appropriation transfers during the year-ended June 30, 2011. Appropriations lapse as of year-end.

OTHER SUPPLEMENTARY INFORMATION

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such schedules include:

- Combining Schedules – Non-Major Governmental Funds
- Combining Schedules - General Fund - Generally Accepted Accounting Principles
- Fiduciary Fund
- Budgetary Comparison Schedules
- Other Financial Schedules

COMBINING STATEMENTS
Non-Major Governmental Funds

Special Revenue Funds

The Special Revenue Funds account for revenues derived from specific taxes or revenues from sources which are legally restricted to expenditures for specified purposes.

Forfeiture Fund

The Forfeiture Fund accounts for revenues and expenditures for public safety.

Library Endowment Fund

The Library Endowment Fund was established by a Library Fund transfer and accounts for donation revenues to be used for library improvements.

Library Fund

The Library Fund accounts for revenues and expenditures for the operation of the Canby Public Library.

Local Improvement District Fund*

The Local Improvement District Fund accounts for revenues and expenditures for special improvements to local property that receives a direct benefit from improvements to the property. The cost of the improvements is assessed as special assessment liens on the property benefited. The revenues are used to pay the special local improvement district debts as it matures.

911 Emergency Fund

The 911 Emergency Fund accounts for revenues from the State of Oregon which are used for the development and maintenance of emergency communications.

Cemetery Perpetual Care Fund

The Cemetery Perpetual Care Fund accounts for revenues and expenditures for the perpetual care of Zion cemetery.

Swim Center Local Option Tax Levy Fund

The Swim Center Local Option Tax Levy Fund accounts for the revenue from local option property taxes and expenditures for the swim center operations of the City.

Capital Project Funds

These funds are used to account for major capital outlay expenditures relating to the construction of City facilities and infrastructure.

Capital Reserve Fund

The Capital Reserve Fund accounts for revenues being accumulated for the acquisition or construction of capital facilities.

Logging Road Industrial Park Fund*

The Logging Road Industrial Park Fund accounts for financial resources to be used for acquisition or construction of major capital items and facilities.

* Fund closed during fiscal year 2011

CITY OF CANBY, OREGON
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2011

	Total Non-major Special Revenue Funds	Total Non-major Capital Projects Fund	Total
ASSETS			
Cash and cash equivalents	\$ 1,467,819	\$ 102,972	\$ 1,570,791
Due from other governments	2,668	-	2,668
Accounts receivable	23,682	-	23,682
Property taxes receivable	26,141	-	26,141
Due from other funds	46,925	-	46,925
	<u>1,567,235</u>	<u>102,972</u>	<u>1,670,207</u>
Total assets	<u>\$ 1,567,235</u>	<u>\$ 102,972</u>	<u>\$ 1,670,207</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES:			
Accounts payable and other current liabilities	\$ 35,319	\$ -	\$ 35,319
Due to other funds	-	49,152	49,152
Deferred revenue	23,723	-	23,723
	<u>59,042</u>	<u>49,152</u>	<u>108,194</u>
Total liabilities	<u>59,042</u>	<u>49,152</u>	<u>108,194</u>
FUND BALANCES:			
Restricted for:			
Drug enforcement and equipment	10,911	-	10,911
911 services	99,647	-	99,647
Assigned for:			
Library services and improvement	425,136	-	425,136
Cemetery care	792,547	-	792,547
Swim center	179,952	-	179,952
Capital projects	-	53,820	53,820
	<u>1,508,193</u>	<u>53,820</u>	<u>1,562,013</u>
Total fund equity	<u>1,508,193</u>	<u>53,820</u>	<u>1,562,013</u>
Total liabilities and fund equity	<u>\$ 1,567,235</u>	<u>\$ 102,972</u>	<u>\$ 1,670,207</u>

CITY OF CANBY, OREGON
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2011

	Total Non-major Special Revenue Funds	Total Non-major Capital Projects Fund	Total
REVENUES:			
Intergovernmental	\$ 752,744	\$ -	\$ 752,744
Charges for services	207,177	-	207,177
Property taxes	436,672	-	436,672
License fees permits	-	23,948	23,948
Special assessments	9,261	-	9,261
Grants & donations	29,803	-	29,803
Interest	7,704	973	8,677
Miscellaneous	24,013	-	24,013
Excise tax	77,317	-	77,317
	<u>1,544,691</u>	<u>24,921</u>	<u>1,569,612</u>
Total revenues			
EXPENDITURES:			
General government	12,653	-	12,653
Public safety	145,077	-	145,077
Culture and recreation	1,266,292	-	1,266,292
Capital outlay	38,341	22,057	60,398
Debt service:			
Principal	-	50,700	50,700
Interest	-	19,317	19,317
	<u>1,462,363</u>	<u>92,074</u>	<u>1,554,437</u>
Total expenditures			
Revenues over (under) expenditures	82,328	(67,153)	15,175
OTHER FINANCING SOURCES (USES):			
Transfers in	252,783	12,400	265,183
Transfers out	(251,406)	(68,089)	(319,495)
	<u>1,377</u>	<u>(55,689)</u>	<u>(54,312)</u>
Total other financing sources (uses)			
Net changes in fund balances	83,705	(122,842)	(39,137)
FUND BALANCES, BEGINNING	<u>1,424,488</u>	<u>176,662</u>	<u>1,601,150</u>
FUND BALANCES, ENDING	<u>\$ 1,508,193</u>	<u>\$ 53,820</u>	<u>\$ 1,562,013</u>

CITY OF CANBY, OREGON
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
June 30, 2011

	<u>Forfeiture Fund</u>	<u>Library Endowment Fund</u>	<u>Library Fund</u>	<u>Local Improvement District Fund*</u>
ASSETS				
Cash and cash equivalents	\$ 39,851	\$ 135,315	\$ 291,824	\$ -
Due from other governments	-	-	-	-
Accounts receivable	-	-	-	-
Property taxes receivable	-	-	-	-
Due from other funds	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 39,851</u>	<u>\$ 135,315</u>	<u>\$ 291,824</u>	<u>\$ -</u>
 LIABILITIES AND FUND BALANCES				
LIABILITIES:				
Accounts payable and other current liabilities	\$ 28,940	\$ -	\$ 2,003	\$ -
Deferred revenue	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>28,940</u>	<u>-</u>	<u>2,003</u>	<u>-</u>
 FUND BALANCES:				
Restricted for:				
Drug enforcement and equipment	10,911	-	-	-
911 services	-	-	-	-
Assigned for:				
Library services and improvement	-	135,315	289,821	-
Cemetery care	-	-	-	-
Swim center	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund equity	<u>10,911</u>	<u>135,315</u>	<u>289,821</u>	<u>-</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund equity	<u>\$ 39,851</u>	<u>\$ 135,315</u>	<u>\$ 291,824</u>	<u>\$ -</u>

* Fund closed during fiscal year 2011

<u>911 Emergency Fund</u>	<u>Cemetery Perpetual Care Fund</u>	<u>Swim Center Local Option Tax Levy Fund</u>	<u>Total</u>
\$ 79,679	\$ 745,622	\$ 175,528	\$ 1,467,819
-	-	2,668	2,668
19,968	-	3,714	23,682
-	-	26,141	26,141
-	46,925	-	46,925
<u>\$ 99,647</u>	<u>\$ 792,547</u>	<u>\$ 208,051</u>	<u>\$ 1,567,235</u>

\$ -	\$ -	\$ 4,376	\$ 35,319
-	-	23,723	23,723
-	-	28,099	59,042

-	-	-	10,911
99,647	-	-	99,647
-	-	-	425,136
-	792,547	-	792,547
-	-	179,952	179,952
<u>99,647</u>	<u>792,547</u>	<u>179,952</u>	<u>1,508,193</u>
<u>\$ 99,647</u>	<u>\$ 792,547</u>	<u>\$ 208,051</u>	<u>\$ 1,567,235</u>

CITY OF CANBY, OREGON
NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2011

	Forfeiture Fund	Library Endowment Fund	Library Fund
	<u> </u>	<u> </u>	<u> </u>
REVENUES:			
Intergovernmental	\$ 12,440	\$ -	\$ 740,304
Charges for services	-	-	3,389
Property taxes	-	-	-
Special assessments	-	-	-
Grants & donations	-	-	29,728
Interest	198	651	1,513
Miscellaneous	-	-	24,013
Excise tax	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total revenues	<u>12,638</u>	<u>651</u>	<u>798,947</u>
EXPENDITURES:			
General government	12,653	-	-
Public safety	-	-	-
Culture and recreation	-	-	752,778
Capital outlay	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	<u>12,653</u>	<u>-</u>	<u>752,778</u>
Revenues over (under) expenditures	(15)	651	46,169
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	200,000
Transfers out	(600)	(600)	(177,680)
	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	<u>(600)</u>	<u>(600)</u>	<u>22,320</u>
Net changes in fund balances	(615)	51	68,489
FUND BALANCES, BEGINNING	<u>11,526</u>	<u>135,264</u>	<u>221,332</u>
FUND BALANCES, ENDING	<u><u>\$ 10,911</u></u>	<u><u>\$ 135,315</u></u>	<u><u>\$ 289,821</u></u>

* Fund closed during fiscal year 2011

Local Improvement District Fund*	911 Emergency Fund	Cemetery Perpetual Care Fund	Swim Center Local Option Tax Levy Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ 752,744
-	-	13,750	190,038	207,177
-	-	-	436,672	436,672
9,261	-	-	-	9,261
-	-	75	-	29,803
646	434	3,485	777	7,704
-	-	-	-	24,013
-	77,317	-	-	77,317
<u>9,907</u>	<u>77,751</u>	<u>17,310</u>	<u>627,487</u>	<u>1,544,691</u>
-	-	-	-	12,653
-	145,077	-	-	145,077
-	-	-	513,514	1,266,292
-	-	-	38,341	38,341
<u>-</u>	<u>145,077</u>	<u>-</u>	<u>551,855</u>	<u>1,462,363</u>
9,907	(67,326)	17,310	75,632	82,328
-	50,000	2,783	-	252,783
(21,395)	(600)	(600)	(49,931)	(251,406)
<u>(21,395)</u>	<u>49,400</u>	<u>2,183</u>	<u>(49,931)</u>	<u>1,377</u>
(11,488)	(17,926)	19,493	25,701	83,705
<u>11,488</u>	<u>117,573</u>	<u>773,054</u>	<u>154,251</u>	<u>1,424,488</u>
<u>\$ -</u>	<u>\$ 99,647</u>	<u>\$ 792,547</u>	<u>\$ 179,952</u>	<u>\$ 1,508,193</u>

CITY OF CANBY, OREGON
NON-MAJOR CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET
June 30, 2011

	Capital Reserve Fund	Logging Road Industrial Park Fund*	Total
ASSETS			
Cash and cash equivalents	\$ 102,972	\$ -	\$ 102,972
Total assets	<u>\$ 102,972</u>	<u>\$ -</u>	<u>\$ 102,972</u>
LIABILITIES AND FUND EQUITY			
LIABILITIES:			
Due to other funds	\$ 49,152	\$ -	\$ 49,152
Total liabilities	<u>49,152</u>	<u>-</u>	<u>49,152</u>
FUND BALANCES:			
Assigned for:			
Capital projects	<u>53,820</u>	<u>-</u>	<u>53,820</u>
Total fund equity	<u>53,820</u>	<u>-</u>	<u>53,820</u>
Total liabilities and fund equity	<u>\$ 102,972</u>	<u>\$ -</u>	<u>\$ 102,972</u>

* Fund closed during fiscal year 2011

CITY OF CANBY, OREGON
NON-MAJOR CAPITAL PROJECT FUNDS
COMBINING SCHEDULE OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Fiscal Year Ended June 30, 2011

	Capital Reserve Fund	Logging Road Industrial Park Fund*	Total
REVENUES:			
License fees permits	\$ 23,948	\$ -	\$ 23,948
Interest	541	432	973
Total revenues	<u>24,489</u>	<u>432</u>	<u>24,921</u>
EXPENDITURES:			
Capital outlay	22,057	-	22,057
Debt service:			
Principal	-	50,700	50,700
Interest	-	19,317	19,317
Total expenditures	<u>22,057</u>	<u>70,017</u>	<u>92,074</u>
Revenues over (under) expenditures	2,432	(69,585)	(67,153)
OTHER FINANCING SOURCES (USES):			
Transfers in	12,400	-	12,400
Transfers out	(4,027)	(64,062)	(68,089)
Total other financing sources (uses)	<u>8,373</u>	<u>(64,062)</u>	<u>(55,689)</u>
Net changes in fund balances	10,805	(133,647)	(122,842)
FUND BALANCES, BEGINNING	<u>43,015</u>	<u>133,647</u>	<u>176,662</u>
FUND BALANCES, ENDING	<u><u>\$ 53,820</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 53,820</u></u>

* Fund closed during fiscal year 2011

CITY OF CANBY, OREGON
GENERAL FUND - GENERALLY ACCEPTED ACCOUNTING PRINCIPLES
COMBINING BALANCE SHEET
June 30, 2011

	<u>General Fund - Budgetary Basis</u>	<u>Fleet Services Combined Fund - Budgetary Basis</u>	<u>Technical Services Combined Fund - Budgetary Basis</u>	<u>Total General Fund - Generally Accepted Accounting Principles</u>
ASSETS				
Cash and cash equivalents	\$ 1,219,716	\$ 278,626	\$ 338,266	\$ 1,836,608
Due from other governments	22,177	-	-	22,177
Accounts receivable	157,217	2,593	-	159,810
Property taxes receivable	217,029	-	-	217,029
Due from other funds	378,880	-	-	378,880
	<u>378,880</u>	<u>-</u>	<u>-</u>	<u>378,880</u>
Total assets	<u>\$ 1,995,019</u>	<u>\$ 281,219</u>	<u>\$ 338,266</u>	<u>\$ 2,614,504</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES:				
Accounts payable and other current liabilities	\$ 33,541	\$ 9,170	\$ 9,480	\$ 52,191
Due to other funds	46,925	-	-	46,925
Deferred revenue	198,779	-	-	198,779
	<u>198,779</u>	<u>-</u>	<u>-</u>	<u>198,779</u>
Total liabilities	<u>279,245</u>	<u>9,170</u>	<u>9,480</u>	<u>297,895</u>
FUND BALANCES:				
Assigned for:				
Capital asset acquisition/maintenance	-	272,049	-	272,049
Information technology services	-	-	328,786	328,786
Unassigned	1,715,774	-	-	1,715,774
	<u>1,715,774</u>	<u>-</u>	<u>-</u>	<u>1,715,774</u>
Total fund equity	<u>1,715,774</u>	<u>272,049</u>	<u>328,786</u>	<u>2,316,609</u>
Total liabilities and fund equity	<u>\$ 1,995,019</u>	<u>\$ 281,219</u>	<u>\$ 338,266</u>	<u>\$ 2,614,504</u>

CITY OF CANBY, OREGON
GENERAL FUND - GENERALLY ACCPETED ACCOUNTING PRINCIPLES
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2011

	General Fund - Budgetary Basis	Fleet Services Combined Fund - Budgetary	Technical Services Combined Fund - Budgetary Basis	Total General Fund - Generally Accepted Accounting Principles
REVENUES:				
Intergovernmental	\$ 1,028,515	\$ -	\$ -	\$ 1,028,515
Charges for services	268,720	9,133	-	277,853
Property taxes	3,679,102	-	-	3,679,102
Franchise	428,301	-	-	428,301
License fees permits	245,243	-	-	245,243
Fines and forfeitures	505,002	-	-	505,002
Grants & donations	12,870	-	-	12,870
Interest	9,348	1,163	1,679	12,190
Miscellaneous	15,448	2,422	-	17,870
Total revenues	6,192,549	12,718	1,679	6,206,946
EXPENDITURES:				
General government	1,557,155	703,715	143,049	2,403,919
Public safety	3,786,360	-	-	3,786,360
Culture and recreation	461,421	-	-	461,421
Community development	547,949	-	-	547,949
Capital outlay	59,821	127,980	49,792	237,593
Debt service:				
Principal	-	108,798	-	108,798
Interest	-	12,436	-	12,436
Total expenditures	6,412,706	952,929	192,841	7,558,476
Revenues over (under) expenditures	(220,157)	(940,211)	(191,162)	(1,351,530)
OTHER FINANCING SOURCES (USES):				
Interfund loan proceeds (payments)	(21,853)	-	-	(21,853)
Debt proceeds	-	103,510	-	103,510
Transfers in	660,436	1,024,968	191,000	1,876,404
Transfers out	(782,706)	(9,336)	(82,430)	(874,472)
Total other financing sources (uses)	(144,123)	1,119,142	108,570	1,083,589
Net changes in fund balances	(364,280)	178,931	(82,592)	(267,941)
FUND BALANCES, BEGINNING - BUDGETARY BASIS	2,126,979	93,118	411,378	2,631,475
FUND BALANCES, ENDING - BUDGETARY BASIS	1,762,699	272,049	328,786	2,363,534
Interfund loan	(46,925)	-	-	(46,925)
TOTAL FUND BALANCE - GENERALLY ACCEPTED ACCOUNTING PRINCIPLES	<u>\$ 1,715,774</u>	<u>\$ 272,049</u>	<u>\$ 328,786</u>	<u>\$ 2,316,609</u>

CITY OF CANBY, OREGON
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the Fiscal Year Ended June 30, 2011

	Balance June 30, 2010	Additions	Deductions	Balance June 30, 2011
Municipal Court Fund				
Assets				
Cash	\$ 2,062	\$ 1,209	\$ -	\$ 3,271
Liabilities				
Other current liabilities	\$ 2,062	\$ 1,209	\$ -	\$ 3,271

BUDGETARY COMPARISON SCHEDULES
Governmental Funds

Pursuant to the provisions of Oregon Revised Statute, an individual schedule of revenues, expenditures, and changes in fund balances - budget and actual be displayed for each fund where legally adopted budgets are required.

Governmental Budgetary Comparison schedules include the following:

- General Fund - Budgetary Basis Schedule of Revenues, Expenditures and Changes in Fund Balance
- General Fund - Budgetary Basis Schedule of Expenditures
- Fleet Services Combined Fund - Budgetary Basis Schedule of Revenues, Expenditures and Changes in Fund Balance
- Technical Services Combined Fund - Budgetary Basis Schedule of Revenues, Expenditures and Changes in Fund Balance
- Major Capital Project Funds
 - Street Reserve Fund
 - Urban Renewal Agency - General Fund
- Major Debt Service Funds
 - Urban Renewal Debt Service Fund
- Nonmajor Special Revenue Funds
 - Forfeiture Fund
 - Library Endowment Fund
 - Library Fund
 - Local Improvement District Fund*
 - 911 Emergency Fund
 - Cemetery Perpetual Care Fund
 - Swim Center Local Option Tax Levy Fund
- Nonmajor Capital Project Fund
 - Capital Reserve Fund
 - Logging Road Industrial Park Fund*

CITY OF CANBY, OREGON
GENERAL FUND - BUDGETARY BASIS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
REVENUES:				
Intergovernmental	\$ 953,000	\$ 973,000	\$ 1,028,515	\$ 55,515
Charges for services	269,763	269,763	268,720	(1,043)
Property taxes	3,700,000	3,700,000	3,679,102	(20,898)
Franchise	450,000	450,000	428,301	(21,699)
License fees permits	213,800	213,800	245,243	31,443
Fines and forfeitures	525,000	525,000	505,002	(19,998)
Grants & donations	6,000	6,000	12,870	6,870
Interest	14,000	14,000	9,348	(4,652)
Miscellaneous	16,000	16,000	15,448	(552)
Total revenues	6,147,563	6,167,563	6,192,549	24,986
EXPENDITURES:				
General government	1,547,807	1,626,674	1,557,155	69,519
Public safety	4,069,423	4,059,350	3,786,360	272,990
Culture and recreation	501,160	501,160	461,421	39,739
Community development	591,056	599,456	547,949	51,507
Capital outlay	75,000	75,000	59,821	15,179
Contingency	864,028	1,165,962	-	1,165,962
Total expenditures	7,648,474	8,027,602	6,412,706	1,614,896
Revenues over (under) expenditures	(1,500,911)	(1,860,039)	(220,157)	1,639,882
OTHER FINANCING SOURCES (USES):				
Interfund loan proceeds (payments)	(21,853)	(21,853)	(21,853)	-
Transfers in	586,034	586,034	660,436	74,402
Transfers out	(754,731)	(784,373)	(782,706)	1,667
Total other financing sources (uses)	(190,550)	(220,192)	(144,123)	76,069
Net changes in fund balances	(1,691,461)	(2,080,231)	(364,280)	1,715,951
FUND BALANCE, BEGINNING BUDGETARY BASIS	2,800,000	2,080,231	2,126,979	46,748
FUND BALANCE, ENDING BUDGETARY BASIS	\$ 1,108,539	\$ -	\$ 1,762,699	\$ 1,762,699

CITY OF CANBY, OREGON
GENERAL FUND - BUDGETARY BASIS
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Administration department:				
Personal services	\$ 691,183	\$ 754,259	\$ 734,111	\$ 20,148
Materials and services	421,905	422,193	393,362	28,831
Contingency	864,028	1,157,423	-	1,157,423
Subtotal	1,977,116	2,333,875	1,127,473	1,206,402
Planning department:				
Personal services	262,007	262,007	247,530	14,477
Materials and services	75,879	84,279	78,494	5,785
Subtotal	337,886	346,286	326,024	20,262
Municipal court:				
Personal services	225,179	224,748	219,564	5,184
Materials and services	64,250	64,250	59,442	4,808
Subtotal	289,429	288,998	279,006	9,992
Police department:				
Personal services	3,505,069	3,495,427	3,242,063	253,364
Materials and services	274,925	274,925	265,291	9,634
Capital outlay	15,000	15,000	-	15,000
Subtotal	3,794,994	3,785,352	3,507,354	277,998
Parks department:				
Personal services	323,541	323,541	303,562	19,979
Materials and services	73,742	73,742	60,221	13,521
Capital outlay	60,000	60,000	59,821	179
Subtotal	457,283	457,283	423,604	33,679
Building department:				
Personal services	183,181	186,181	183,187	2,994
Materials and services	69,989	66,989	38,738	28,251
Contingency	8,539	8,539	-	8,539
Subtotal	261,709	261,709	221,925	39,784
Cemetery department:				
Personal services	3,877	3,877	3,842	35
Materials and services	100,000	100,000	93,796	6,204
Subtotal	103,877	103,877	97,638	6,239
Finance department:				
Personal services	343,679	345,682	340,806	4,876
Materials and services	91,040	104,540	88,876	15,664
Subtotal	434,719	450,222	429,682	20,540
Total expenditures	\$ 7,657,013	\$ 8,027,602	\$ 6,412,706	\$ 1,614,896

CITY OF CANBY, OREGON
FLEET SERVICES COMBINED FUND - BUDGETARY BASIS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services	\$ 7,000	\$ 7,000	\$ 9,133	\$ 2,133
Interest	700	700	1,163	463
Miscellaneous	700	700	2,422	1,722
Total revenues	<u>8,400</u>	<u>8,400</u>	<u>12,718</u>	<u>4,318</u>
EXPENDITURES:				
Personal service	324,233	324,233	284,137	40,096
Materials and service	557,667	567,667	419,578	148,089
Capital outlay	40,000	40,000	127,980	(87,980)
Debt service:				
Principal	108,798	108,798	108,798	-
Interest	12,475	12,475	12,436	39
Contingency	7,879	65,996	-	65,996
Total expenditures	<u>1,051,052</u>	<u>1,119,169</u>	<u>952,929</u>	<u>166,240</u>
Revenues over (under) expenditures	(1,042,652)	(1,110,769)	(940,211)	170,558
OTHER FINANCING SOURCES (USES):				
Debt proceeds	-	-	103,510	103,510
Transfers in	1,026,988	1,026,988	1,024,968	(2,020)
Transfers out	(9,336)	(9,336)	(9,336)	-
Total other financing sources (uses)	<u>1,017,652</u>	<u>1,017,652</u>	<u>1,119,142</u>	<u>101,490</u>
Net changes in fund balances	(25,000)	(93,117)	178,931	272,048
FUND BALANCES, BEGINNING BUDGETARY BASIS	<u>25,000</u>	<u>93,117</u>	<u>93,118</u>	<u>1</u>
FUND BALANCES, ENDING BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 272,049</u>	<u>\$ 272,049</u>

CITY OF CANBY, OREGON
TECHNICAL SERVICES COMBINED FUND - BUDGETARY BASIS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Interest	\$ 1,000	\$ 1,000	\$ 1,679	\$ 679
Total revenues	1,000	1,000	1,679	679
EXPENDITURES:				
Personal service	57,171	57,171	53,420	3,751
Materials and service	96,300	96,300	89,629	6,671
Capital outlay	322,881	322,881	49,792	273,089
Contingency	26,788	26,788	-	26,788
Total expenditures	503,140	503,140	192,841	310,299
Revenues over (under) expenditures	(502,140)	(502,140)	(191,162)	310,978
OTHER FINANCING SOURCES (USES):				
Transfers in	191,000	191,000	191,000	-
Transfers out	(82,430)	(82,430)	(82,430)	-
Total other financing sources (uses)	108,570	108,570	108,570	-
Net changes in fund balances	(393,570)	(393,570)	(82,592)	310,978
FUND BALANCES, BEGINNING BUDGETARY BASIS	<u>393,570</u>	<u>393,570</u>	<u>411,378</u>	<u>17,808</u>
FUND BALANCES, ENDING BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 328,786</u>	<u>\$ 328,786</u>

CITY OF CANBY, OREGON
STREET RESERVE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Grants & donations	\$ 200,000	\$ 200,000	\$ -	\$ (200,000)
Interest	-	-	7,131	7,131
System development charges	-	-	25,957	25,957
Total revenues	200,000	200,000	33,088	(166,912)
EXPENDITURES:				
Capital outlay	3,660,900	3,057,724	721,774	2,335,950
Total expenditures	3,660,900	3,057,724	721,774	2,335,950
Revenues over (under) expenditures	(3,460,900)	(2,857,724)	(688,686)	2,169,038
OTHER FINANCING SOURCES (USES):				
Transfers in	961,500	1,078,695	710,332	(368,363)
Transfers out	(600)	(600)	(600)	-
Total other financing sources (uses)	960,900	1,078,095	709,732	(368,363)
Net changes in fund balances	(2,500,000)	(1,779,629)	21,046	1,800,675
FUND BALANCE, BEGINNING BUDGETARY BASIS	2,500,000	1,779,629	1,779,629	-
FUND BALANCE, ENDING BUDGETARY BASIS	\$ -	\$ -	\$ 1,800,675	\$ 1,800,675

CITY OF CANBY, OREGON
URBAN RENEWAL AGENCY - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services	\$ -	\$ -	\$ 300	\$ 300
Grants & donations	-	-	171,946	171,946
Interest	8,250	8,250	10,085	1,835
Miscellaneous	3,000	3,000	-	(3,000)
Total revenues	11,250	11,250	182,331	171,081
EXPENDITURES:				
Materials and service	432,543	432,543	334,718	97,825
Capital outlay	4,851,213	4,851,213	1,488,379	3,362,834
Contingency	155,105	155,105	-	155,105
Total expenditures	5,438,861	5,438,861	1,823,097	3,615,764
Revenues over (under) expenditures	(5,427,611)	(5,427,611)	(1,640,766)	3,786,845
OTHER FINANCING SOURCES (USES):				
Debt proceeds	2,500,000	2,500,000	2,848,558	348,558
Transfers in	2,000,000	2,000,000	1,500,000	(500,000)
Transfers out	(72,389)	(72,389)	(72,389)	-
Total other financing sources (uses)	4,427,611	4,427,611	4,276,169	(151,442)
Net changes in fund balances	(1,000,000)	(1,000,000)	2,635,403	3,635,403
FUND BALANCES, BEGINNING	1,000,000	1,000,000	366,532	(633,468)
FUND BALANCES, ENDING	\$ -	\$ -	\$ 3,001,935	\$ 3,001,935

CITY OF CANBY, OREGON
URBAN RENEWAL DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Property taxes	\$ 2,207,352	\$ 2,207,352	\$ 1,870,093	\$ (337,259)
Special assessments	-	-	255,984	255,984
Grants & donations	-	-	31,256	31,256
Interest	10,620	10,620	20,146	9,526
Total revenues	<u>2,217,972</u>	<u>2,217,972</u>	<u>2,177,479</u>	<u>(40,493)</u>
EXPENDITURES:				
Debt service:				
Principal	386,840	386,840	386,840	-
Interest	596,132	596,132	301,433	294,699
Total expenditures	<u>982,972</u>	<u>982,972</u>	<u>688,273</u>	<u>294,699</u>
Revenues over (under) expenditures	<u>1,235,000</u>	<u>1,235,000</u>	<u>1,489,206</u>	<u>254,206</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>(1,500,000)</u>	<u>500,000</u>
Total other financing sources (uses)	<u>(2,000,000)</u>	<u>(2,000,000)</u>	<u>(1,500,000)</u>	<u>500,000</u>
Net changes in fund balances	(765,000)	(765,000)	(10,794)	754,206
FUND BALANCES, BEGINNING	<u>765,000</u>	<u>765,000</u>	<u>467,340</u>	<u>(297,660)</u>
FUND BALANCES, ENDING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 456,546</u>	<u>\$ 456,546</u>

CITY OF CANBY, OREGON
FORFEITURE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 12,440	\$ 12,440
Interest	-	-	198	198
Miscellaneous	5,500	5,500	-	(5,500)
Total revenues	5,500	5,500	12,638	7,138
EXPENDITURES:				
Materials and service	16,400	16,400	12,653	3,747
Total expenditures	16,400	16,400	12,653	3,747
Revenues over (under) expenditures	(10,900)	(10,900)	(15)	10,885
OTHER FINANCING SOURCES (USES):				
Transfers out	(600)	(600)	(600)	-
Total other financing sources (uses)	(600)	(600)	(600)	-
Net changes in fund balances	(11,500)	(11,500)	(615)	10,885
FUND BALANCES, BEGINNING	11,500	11,500	11,526	26
FUND BALANCES, ENDING	\$ -	\$ -	\$ 10,911	\$ 10,911

CITY OF CANBY, OREGON
LIBRARY ENDOWMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Interest	\$ 1,000	1,000	\$ 651	\$ (349)
Total revenues	1,000	1,000	651	(349)
EXPENDITURES:				
Capital outlay	135,400	135,400	-	135,400
Total expenditures	135,400	135,400	-	135,400
Revenues over (under) expenditures	(134,400)	(134,400)	651	135,051
OTHER FINANCING SOURCES (USES):				
Transfers out	(600)	(600)	(600)	-
Total other financing sources (uses)	(600)	(600)	(600)	-
Net changes in fund balances	(135,000)	(135,000)	51	135,051
FUND BALANCES, BEGINNING	135,000	135,000	135,264	264
FUND BALANCES, ENDING	\$ -	\$ -	\$ 135,315	\$ 135,315

CITY OF CANBY, OREGON
LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ 771,000	\$ 737,400	\$ 740,304	\$ 2,904
Charges for services	3,000	3,000	3,389	389
Grants & donations	29,500	29,500	29,728	228
Interest	1,000	1,000	1,513	513
Miscellaneous	20,000	20,000	24,013	4,013
Total revenues	824,500	790,900	798,947	8,047
EXPENDITURES:				
Personal service	577,978	578,978	562,346	16,632
Materials and service	191,061	252,061	190,432	61,629
Contingency	202,781	203,513	-	203,513
Total expenditures	971,820	1,034,552	752,778	281,774
Revenues over (under) expenditures	(147,320)	(243,652)	46,169	289,821
OTHER FINANCING SOURCES (USES):				
Transfers in	200,000	200,000	200,000	-
Transfers out	(177,680)	(177,680)	(177,680)	-
Total other financing sources (uses)	22,320	22,320	22,320	-
Net changes in fund balances	(125,000)	(221,332)	68,489	289,821
FUND BALANCES, BEGINNING	125,000	221,332	221,332	-
FUND BALANCES, ENDING	\$ -	\$ -	\$ 289,821	\$ 289,821

CITY OF CANBY, OREGON
LOCAL IMPROVEMENT DISTRICT FUND*
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Special assessments	\$ 9,261	9,261	\$ 9,261	\$ -
Interest	594	594	646	52
Total revenues	9,855	9,855	9,907	52
OTHER FINANCING SOURCES (USES):				
Transfers out	(10,455)	(21,395)	(21,395)	-
Total other financing sources (uses)	(10,455)	(21,395)	(21,395)	-
Net changes in fund balances	(600)	(11,540)	(11,488)	52
FUND BALANCES, BEGINNING	600	11,540	11,488	(52)
FUND BALANCES, ENDING	\$ -	\$ -	\$ -	\$ -

* Fund closed during fiscal year 2011

CITY OF CANBY, OREGON
911 EMERGENCY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Interest	\$ 600	\$ 600	\$ 434	\$ (166)
Excise tax	76,000	76,000	77,317	1,317
Total revenues	76,600	76,600	77,751	1,151
EXPENDITURES:				
Materials and service	242,000	242,000	145,077	96,923
Total expenditures	242,000	242,000	145,077	96,923
Revenues over (under) expenditures	(165,400)	(165,400)	(67,326)	98,074
OTHER FINANCING SOURCES (USES):				
Transfers in	50,000	50,000	50,000	-
Transfers out	(600)	(600)	(600)	-
Total other financing sources (uses)	49,400	49,400	49,400	-
Net changes in fund balances	(116,000)	(116,000)	(17,926)	98,074
FUND BALANCES, BEGINNING	116,000	116,000	117,573	1,573
FUND BALANCES, ENDING	\$ -	\$ -	\$ 99,647	\$ 99,647

CITY OF CANBY, OREGON
CEMETERY PERPETUAL CARE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services	\$ 11,120	\$ 11,120	\$ 13,750	\$ 2,630
Grants & donations	100	100	75	(25)
Interest	3,700	3,700	3,485	(215)
Total revenues	14,920	14,920	17,310	2,390
EXPENDITURES:				
Capital outlay	741,956	741,956	-	741,956
Total expenditures	741,956	741,956	-	741,956
Revenues over (under) expenditures	(727,036)	(727,036)	17,310	744,346
OTHER FINANCING SOURCES (USES):				
Interfund loan proceeds (payments)	21,853	21,853	21,853	-
Transfers in	2,783	2,783	2,783	-
Transfers out	(600)	(600)	(600)	-
Total other financing sources (uses)	24,036	24,036	24,036	-
Net changes in fund balances	(703,000)	(703,000)	41,346	744,346
FUND BALANCE, BEGINNING BUDGETARY BASIS	<u>703,000</u>	<u>703,000</u>	<u>704,276</u>	<u>1,276</u>
FUND BALANCE, ENDING BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>745,622</u>	<u>\$ 745,622</u>
Interfund loan			<u>46,925</u>	
Total fund balance - generally accepted accounting principles			<u>\$ 792,547</u>	

CITY OF CANBY, OREGON
SWIM CENTER LOCAL OPTION TAX LEVY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services	\$ 165,000	\$ 165,000	\$ 190,038	\$ 25,038
Property taxes	421,000	421,000	436,672	15,672
Interest	750	750	777	27
Total revenues	586,750	586,750	627,487	40,737
EXPENDITURES:				
Personal service	407,083	407,083	403,710	3,373
Materials and service	118,290	125,490	109,804	15,686
Capital outlay	40,000	40,000	38,341	1,659
Contingency	131,446	112,894	-	112,894
Total expenditures	696,819	685,467	551,855	133,612
Revenues over (under) expenditures	(110,069)	(98,717)	75,632	174,349
OTHER FINANCING SOURCES (USES):				
Transfers out	(49,931)	(49,931)	(49,931)	-
Total other financing sources (uses)	(49,931)	(49,931)	(49,931)	-
Net changes in fund balances	(160,000)	(148,648)	25,701	174,349
FUND BALANCES, BEGINNING	160,000	148,648	154,251	5,603
FUND BALANCES, ENDING	\$ -	\$ -	\$ 179,952	\$ 179,952

CITY OF CANBY, OREGON
CAPITAL RESERVE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
License fees permits	\$ -	\$ -	\$ 23,948	\$ 23,948
Interest	800	800	541	(259)
Total revenues	800	800	24,489	23,689
EXPENDITURES:				
Capital outlay	85,467	101,340	22,057	79,283
Total expenditures	85,467	101,340	22,057	79,283
Revenues over (under) expenditures	(84,667)	(100,540)	2,432	102,972
OTHER FINANCING SOURCES (USES):				
Interfund loan proceeds (payments)	(30,706)	(30,706)	(30,706)	-
Transfers in	12,400	12,400	12,400	-
Transfers out	(4,027)	(4,027)	(4,027)	-
Total other financing sources (uses)	(22,333)	(22,333)	(22,333)	-
Net changes in fund balances	(107,000)	(122,873)	(19,901)	102,972
FUND BALANCE, BEGINNING	107,000	122,873	122,873	-
FUND BALANCE, ENDING	<u>\$ -</u>	<u>\$ -</u>	102,972	<u>\$ 102,972</u>
Interfund loan			(49,152)	
Total fund balance - generally accepted accounting principles			<u>\$ 53,820</u>	

CITY OF CANBY, OREGON
LOGGING ROAD INDUSTRIAL PARK FUND*
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Interest	\$ 400	\$ 400	\$ 432	\$ 32
Total revenues	400	400	432	32
EXPENDITURES:				
Capital outlay	63,253	-	-	-
Debt service:				
Principal	50,700	50,700	50,700	-
Interest	19,317	19,317	19,317	-
Total expenditures	133,270	70,017	70,017	-
Revenues over (under) expenditures	(132,870)	(69,617)	(69,585)	32
OTHER FINANCING SOURCES (USES):				
Transfers out	(600)	(64,062)	(64,062)	-
Total other financing sources (uses)	(600)	(64,062)	(64,062)	-
Net changes in fund balances	(133,470)	(133,679)	(133,647)	32
FUND BALANCE, BEGINNING	133,470	133,679	133,647	(32)
FUND BALANCE, ENDING	\$ -	\$ -	\$ -	\$ -

* Fund closed during fiscal year 2011

BUDGETARY COMPARISON SCHEDULES
Proprietary Funds

Pursuant to the provisions of Oregon Revised Statute, an individual schedule of revenues, expenditures, and changes in fund balances - budget and actual be displayed for each fund where legally adopted budgets are required.

Proprietary Budgetary Comparison schedules include the following:

- Sewer Combined Fund

CITY OF CANBY, OREGON
SEWER COMBINED FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
REVENUES:				
Charges for services	\$ 2,537,820	\$ 2,537,820	\$ 2,550,765	\$ 12,945
Interest	18,000	18,000	8,615	(9,385)
Miscellaneous	2,500	2,500	3,587	1,087
System development charges	6,600	6,600	25,353	18,753
Total revenues	<u>2,564,920</u>	<u>2,564,920</u>	<u>2,588,320</u>	<u>23,400</u>
EXPENDITURES:				
Personal service	857,835	857,835	687,140	170,695
Materials and service	572,903	574,142	485,838	88,304
Capital outlay	1,585,629	2,505,629	1,368,295	1,137,334
Debt service:				
Principal	225,000	225,000	225,000	-
Interest	71,872	71,872	71,872	-
Contingency	295,235	462,826	-	462,826
Total expenditures	<u>3,608,474</u>	<u>4,697,304</u>	<u>2,838,145</u>	<u>1,859,159</u>
Revenues over (under) expenditures	(1,043,554)	(2,132,384)	(249,825)	1,882,559
OTHER FINANCING SOURCES (USES):				
Transfers in	8,624	8,624	8,624	-
Transfers out	(295,070)	(296,331)	(290,927)	5,404
Total other financing sources (uses)	<u>(286,446)</u>	<u>(287,707)</u>	<u>(282,303)</u>	<u>5,404</u>
Net changes in fund balances	(1,330,000)	(2,420,091)	(532,128)	1,887,963
FUND BALANCE, BEGINNING BUDGETARY BASIS	<u>1,330,000</u>	<u>2,420,091</u>	<u>4,295,157</u>	<u>1,875,066</u>
FUND BALANCE, ENDING BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,763,029</u>	<u>\$ 3,763,029</u>
			<u>Revenues</u>	<u>Expenditures</u>
Total revenues and expenditures above			\$ 2,588,320	\$ 2,838,145
Transfers in/out			-	282,303
Expenditures capitalized			-	(1,358,156)
Debt service principal payments			-	(225,000)
Bond costs			-	3,504
Depreciation and amortization expense			-	246,136
Interest revenue/expense			-	(680)
OPEB liability			-	7,865
Accrued vacation			-	4,969
Total revenues and expenses - generally accepted accounting principles			<u>\$ 2,588,320</u>	<u>1,799,086</u>
Net income (loss)				<u>\$ 789,234</u>

OTHER FINANCIAL SCHEDULES

CITY OF CANBY, OREGON
SCHEDULE OF PROPERTY TAX TRANSACTIONS
AND OUTSTANDING BALANCES
For the Fiscal Year Ended June 30, 2011

<u>Fiscal Year</u>	<u>Uncollected Balance June 30, 2010</u>	<u>Levy</u>	<u>Collections</u>	<u>Comcast Reserve</u>	<u>Discounts and Adjustments</u>	<u>Uncollected Balance June 30, 2011</u>
2010-11	\$ -	\$ 6,170,088	\$ (5,773,785)	\$ (18,164)	\$ (179,970)	\$ 198,169
2009-10	221,971	-	(120,658)	-	(14,052)	87,261
2008-09	91,626	-	(44,582)	-	(3,952)	43,092
2007-08	33,497	-	(20,260)	-	(1,377)	11,860
2006-07	9,569	-	(6,023)	-	(615)	2,931
2005-06	1,998	-	(489)	-	(235)	1,274
2004-05	1,374	-	(271)	-	(238)	865
2003-04	1,455	-	(55)	-	(539)	861
2002-03	1,124	-	(56)	-	(626)	442
Prior years	1,820	-	(44)	-	(624)	1,152
Totals	<u>\$ 364,434</u>	<u>\$ 6,170,088</u>	<u>\$ (5,966,223)</u>	<u>\$ (18,164)</u>	<u>\$ (202,228)</u>	<u>\$ 347,907</u>

Taxes receivable classified by fund:

General fund	\$ 217,029
Urban renewal debt service fund	104,737
Non-major funds	26,141
	<u>\$ 347,907</u>



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**REPORTS OF INDEPENDENT
CERTIFIED PUBLIC ACCOUNTANTS**

**INDEPENDENT AUDITOR'S REPORT
REQUIRED BY OREGON STATE REGULATION**

We have audited the basic financial statements of the City of Canby, Oregon (the City), as of and for the year ended June 30, 2011 and have issued our report thereon dated December 29, 2011. 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.

Compliance

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including the provisions of Oregon Revised Statutes as specified in the Oregon Administrative Rules 162-010-0000 through 162-010-0320 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:

- Deposits of public funds with financial institutions (ORS Chapter 295).
- Indebtedness, limitations, restrictions, and repayments.
- Budgets legally required (ORS Chapter 294).
- Insurance and fidelity bonds in force or required by law.
- Programs funded from outside sources.
- Highway revenues used for public highways, roads, and streets.
- Authorized investment of surplus funds. (ORS Chapter 294).
- Public contracts and purchasing (ORS Chapters 279A, 279B, and 279C).
- Accountability for collecting or receiving money by elected officials. The City does not have any elected officials collecting or receiving money.

In connection with our testing, nothing came to our attention that caused us to believe the City was not in substantial compliance with certain provisions of laws, regulations, contracts, and grants, included the provisions of Oregon Revised Statutes as specified in the Oregon Administrative Rules 162-010-000 through 162-010-320 of the *Minimum Standards for Audits of Oregon Municipal Corporations*.

OAR 162-10-0230 Internal Control

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions 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 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. 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. We identified certain deficiencies in internal control that we consider to be significant deficiencies and have communicated them in a separately issued letter dated December 29, 2011.

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 significant deficiencies or material weaknesses and therefore, there can be no assurance that all such deficiencies have been identified.

This report is intended solely for the information and use of the Honorable Mayor, City Council, Oregon Secretary of State Audits Division, and management, and is not intended to be and should not be used by anyone other than these specified parties.



Merina & Company, LLP
West Linn, Oregon
December 29, 2011