

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2010



12700 SW 72nd Ave.
Tigard, OR 97223

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2010

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CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

2009-10 FINANCIAL REPORT

Mike Ragsdale, President	June 30, 2013
Deona Twenge, Vice President	June 30, 2013
Larry Anderson, Secretary-Treasurer	June 30, 2011
Don Loving, Director	June 30, 2011
Mike McBride, Director	June 30, 2013

Board members receive mail at the District address listed below

ADMINISTRATION

W. Don Clements, Superintendent
and Registered Agent
125 South Elliott Road
Newberg, Oregon 97132

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YAMHILL COUNTY, OREGON
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CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

INTRODUCTORY SECTION

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PAULY, ROGERS AND CO., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

-
- 12700 SW 72ND AVENUE • TIGARD, OREGON 97223
 - (503) 620-2632 • FAX (503) 684-7523

February 28, 2011

To the Board of Directors
Chehalem Parks and Recreation District
Newberg, Oregon

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities and each major fund of the Chehalem Parks and Recreation District as of and for the year ended June 30, 2010, which collectively comprise the basic financial statements as listed in the table of contents. These financial statements are the responsibility of management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and each major fund of the Chehalem Parks and Recreation District, Newberg, Oregon, at June 30, 2010, and the results of its operations for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis, as listed in the table of contents, is not a required part of the basic financial statements, but is supplementary information required by generally accepted accounting principles in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information; however, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Chehalem Parks and Recreation District's basic financial statements. The Supplementary Information, except as noted below, including budgetary comparison schedules (which are required supplementary information for major governmental funds) as listed in the Table of Contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

The schedule of expenditures by department on pages 24a through 24n has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

Pauly, Rogers and Co., P.C.
PAULY, ROGERS AND CO., P.C.

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**CHEHALEM PARK AND RECREATION DISTRICT
NEWBERG, OREGON
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**

This section of Chehalem Park and Recreation District's annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year ended June 30, 2010. Please read it in conjunction with the District's financial statements and notes, which follow this section.

FINANCIAL HIGHLIGHTS

- The District's total net assets were \$15,733,246 at June 30, 2010.
- During the year, the District's net assets increased by \$225,476.
- The general fund reported a fund balance this year of \$706,270.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

This annual report consists of three parts: *management's discussion and analysis* (this section), the *basic financial statements*, and *supplementary information*. The basic financial statements include two kinds of statements that present different views of the District:

Government-wide Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. These statements include:

The Statement of Net Assets: The statement of net assets presents information on all of the assets and liabilities of the District at year-end. Net assets are what remain after the liabilities have been paid or otherwise satisfied. Over time, increases or decreases in net assets serve as a useful indicator of whether the financial position of the District is improving or deteriorating. It also provides the basis for evaluating the capital structure of the District and assessing the liquidity and financial flexibility of the District.

The Statement of Activities: The statement of activities presents information showing how the net assets of the District changed over the year tracking revenues, expenses and other transactions that increase or reduce net assets. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

In the government-wide financial statements the District's activities are shown in one category:

- *Governmental activities* – The District's basic functions are shown here, such as parks and facilities expense. These activities are primarily financed through user fees and property taxes.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant *funds* - not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes. The District has four funds, each considered to be major funds under the provisions of GASB 34.

Most of the District's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The District's main sources of revenue are taxes. The District's main disbursements are personnel services.

	<u>2009-2010</u>	<u>2008-2009</u>
ASSETS:		
Current Assets	\$ 1,456,891	\$ 2,114,000
Capital Assets	<u>21,584,913</u>	<u>21,233,568</u>
Total Assets	<u>23,041,804</u>	<u>23,347,686</u>
LIABILITIES:		
Current Liabilities	143,558	169,916
Noncurrent Liabilities	<u>7,165,000</u>	<u>7,670,000</u>
Total Liabilities	<u>7,308,558</u>	<u>7,839,916</u>
NET ASSETS:		
Invested in Capital Assets	14,419,913	13,507,944
Restricted	82,623	82,172
Unrestricted	<u>1,230,710</u>	<u>1,917,654</u>
Total Net Assets	<u>\$ 15,733,246</u>	<u>\$ 15,507,770</u>

	2009-2010	2008-09
REVENUES:		
General Revenues		
Charges for Services	\$ 2,917,168	\$ 3,012,494
Property Taxes	2,066,175	2,079,773
Interest and Investment Earnings	7,039	25,379
Contribution Revenue	-	485,000
Miscellaneous	264,107	381,349
Total Revenues	<u>5,254,489</u>	<u>5,983,995</u>
EXPENSES:		
Parks	4,700,606	4,396,178
Interest on Long-Term Debt	<u>328,407</u>	<u>366,229</u>
Total Expenses	<u>5,029,013</u>	<u>4,762,407</u>
Change in Net Assets	225,476	1,221,588
Beginning Net Assets	<u>15,507,770</u>	<u>14,286,182</u>
Ending Net Assets	<u>\$ 15,733,246</u>	<u>\$ 15,507,770</u>

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Governmental fund balances totaled \$972,787 at June 30, 2010. A summary of changes in governmental fund balances follows:

CHANGES IN GOVERNMENTAL FUND BALANCES

	June 30, 2010	June 30, 2009	Change
General Fund	\$ 706,270	1,006,983	\$ (300,713)
System Development Fund	183,894	554,348	(370,454)
Reserve for Equipment	52,864	52,631	233
Debt Service	<u>29,759</u>	<u>29,541</u>	<u>218</u>
	<u>\$ 972,787</u>	<u>\$ 1,643,503</u>	<u>\$ (670,716)</u>

CAPITAL ASSETS

At June 30, 2010, the District had \$21,584,913 invested in capital assets net of depreciation. More detailed information about the District's capital assets is presented in the notes to the financial statements.

LONG-TERM DEBT

At June 30, 2010, the District had outstanding debt payable of \$7,165,000. More detailed information about the District's long-term debt is presented in the notes to the financial statements.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

Our financial report is designed to provide our taxpayers, ratepayers, investors and creditors with an overview of the District's finances. If you have any questions about this report or need any clarification of information please contact the Chehalem Park and Recreation District. Our address is: 125 S Elliott Rd, Newberg, OR 97132.

A handwritten signature in black ink, appearing to read "William P. Buehler". The signature is fluid and cursive, with the first name "William" and last name "Buehler" clearly distinguishable.

Superintendent

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

BASIC FINANCIAL STATEMENTS

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CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

STATEMENT OF NET ASSETS
At June 30, 2010

ASSETS

Cash and Cash Equivalents	\$ 1,039,089
Accounts Receivable	97,240
Taxes Receivable	200,189
Supply Inventory	68,522
Prepaid Expenditures	51,851
Capital Assets not being depreciated	11,846,421
Capital Assets, net of accumulated depreciation	<u>9,738,492</u>
 Total Assets	 <u>23,041,804</u>

LIABILITIES:

Accounts Payable	63,702
Payroll Liabilities	28,156
Compensated Absences	51,700
Noncurrent Liabilities	
Due within one year	520,000
Due in more than one year	<u>6,645,000</u>
 Total Liabilities	 <u>7,308,558</u>

NET ASSETS:

Invested in capital assets, net of related debt	14,419,913
Reserved for:	
Debt Service	29,759
Equipment	52,864
System Development	183,894
Unrestricted	<u>1,046,816</u>
 Total Net Assets	 <u>\$ 15,733,246</u>

See accompanying notes to basic financial statements

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2010

FUNCTIONS	EXPENSES	PROGRAM REVENUES	NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS
		CHARGES FOR SERVICES	
Parks	\$ 4,700,606	\$ 2,917,168	\$ (1,783,438)
Interest on Long-Term Debt	328,407	0	(328,407)
Total Governmental Activities	<u>\$ 5,029,013</u>	<u>\$ 2,917,168</u>	<u>(2,111,845)</u>
General Revenues			
Property Taxes			2,066,175
Interest and Investment Earnings			7,039
Contribution Revenue			-
Miscellaneous			<u>264,107</u>
Total General Revenues			<u>2,337,321</u>
Changes in Net Assets			225,476
Net Assets - Beginning			<u>15,507,770</u>
Net Assets - Ending			<u>\$ 15,733,246</u>

See accompanying notes to basic financial statements

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

BALANCE SHEET - GOVERNMENTAL FUNDS

At June 30, 2010

	SPECIAL REVENUE FUNDS				TOTAL GOVERNMENTAL FUNDS
	GENERAL	SYSTEM DEVELOPMENT FUND	RESERVE FOR EQUIPMENT	DEBT SERVICE	
ASSETS:					
Cash and Investments	\$ 772,572	\$ 183,894	\$ 52,864	\$ 29,759	\$ 1,039,089
Accounts Receivable	97,240	0	0	0	97,240
Taxes Receivable	200,189	0	0	0	200,189
Total Assets	\$ 1,070,001	\$ 183,894	\$ 52,864	\$ 29,759	\$ 1,336,518
LIABILITIES AND FUND BALANCE:					
Liabilities:					
Payroll Liabilities	\$ 28,156	\$ 0	\$ 0	\$ 0	\$ 28,156
Accounts Payable	63,702	0	0	0	63,702
Deferred Revenues	271,873	0	0	0	271,873
Total Liabilities	363,731	0	0	0	363,731
Fund Balance:					
Reserved for:					
System Development	0	183,894	0	0	183,894
Equipment	0	0	52,864	0	52,864
Debt Service	0	0	0	29,759	29,759
Unreserved:	706,270	0	0	0	706,270
Total Fund Balance	706,270	183,894	52,864	29,759	972,787
Total Liabilities and Fund Balance	\$ 1,070,001	\$ 183,894	\$ 52,864	\$ 29,759	\$ 1,336,518

See accompanying notes to basic financial statements

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Assets
June 30, 2010

Total Fund Balances - Governmental Funds	\$ 972,787
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The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The statement of Net Assets includes those capital assets among the assets as a whole.

Net Capital Assets	21,584,913
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Inventory is not accounted for in the governmental funds as it is recorded on the purchase method instead of the consumption method	68,522
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Prepaid expenses are not accounted for in the governmental funds because all expenses are charged currently instead of to the period they apply	51,851
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Long-term liabilities applicable to the governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long term, are reported in the Statement of Net Assets.

Long term Liabilities

Bonds payable	\$ (6,505,000)	
Capital lease obligations payable	<u>(660,000)</u>	
		(7,165,000)

Compensated Absences Payable not accounted for in governmental funds	(51,700)
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Property taxes receivable and other receivables will be collected this year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds	<u>271,873</u>
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Net Assets	<u><u>\$ 15,733,246</u></u>
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See accompanying notes to basic financial statements

**CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2010**

REVENUES:	GENERAL	SYSTEM DEVELOPMENT FUND	RESERVE FOR EQUIPMENT	DEBT SERVICE	TOTALS
Taxes	\$ 2,129,239	\$ 0	\$ 0	\$ 0	\$ 2,129,239
Parks	14,896	0	0	0	14,896
Pool Receipts	375,871	0	0	0	375,871
Sports Receipts	273,615	0	0	0	273,615
Recreation Income	120,688	0	0	0	120,688
Earnings on Investments	5,277	1,309	233	219	7,038
Concession Income	10,945	0	0	0	10,945
Preschool Income	33,755	0	0	0	33,755
Quilt Club Income	185	0	0	0	185
Community School	39,099	0	0	0	39,099
Community Center	66,478	0	0	0	66,478
Golf Club House	1,674,877	0	0	0	1,674,877
Playgrounds/Centers	306,759	0	0	0	306,759
Miscellaneous Income	53,588	129,795	0	0	183,383
Total Revenues	5,105,272	131,104	233	219	5,236,828
EXPENDITURES:					
Personnel Services	1,894,215	0	0	0	1,894,215
Materials and Services	2,033,486	0	0	0	2,033,486
Capital Outlay	644,877	501,558	0	0	1,146,435
Debt Service:					
Principal	0	0	0	506,637	506,637
Interest	0	0	0	326,771	326,771
Total Expenditures:	4,572,578	501,558	0	833,408	5,907,544
Excess of Revenues Over, -Under Expenditures	532,694	-370,454	233	-833,189	-670,716
Other Financing Sources, -Uses:					
Transfers In	0	0	0	833,407	833,407
Transfers Out	-833,407	0	0	0	-833,407
Total Other Financing Sources, -Uses	-833,407	0	0	833,407	0
Net Change in Fund Balance	-300,713	-370,454	233	218	-670,716
Beginning Fund Balance	1,006,983	554,348	52,631	29,541	1,643,503
Ending Fund Balance	\$ 706,270	\$ 183,894	\$ 52,864	\$ 29,759	\$ 972,787

See accompanying notes to basic financial statements

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
to the Statement of Activities
For the Year Ended June 30, 2010

Total Net Changes in Fund Balances - Governmental Funds \$ (670,716)

Repayment of bond principal, capital leases and post retirement obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. Additions to bond principal, capital leases and post retirement obligations is an expense for the Statement of Net Assets but not the governmental funds.

Long-Term Debt Principal Reduction	\$	505,000	
Compensated Absences		<u>3,924</u>	
			508,924

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

Capital Asset Additions	\$	987,394	
Depreciation Expense		<u>(636,049)</u>	
			351,345

In the governmental funds inventory and prepaid insurance are accounted for with a reserve account. In the Statement of Activities the changes in these assets during the year are recognized as expenses.

Change in Prepaids	\$	12,580	
Change in Inventory		<u>5,683</u>	
			18,263

Because some property taxes and other receivables will not be collected for several months after the District's fiscal year end, they are not considered as "available" revenues in the governmental funds, and are instead recorded as deferred revenue. They are, however recorded as revenue in the Statement of Activities.

17,660

Change in Net Assets of Governmental Activities	\$	<u><u>225,476</u></u>
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See accompanying notes to basic financial statements

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. THE FINANCIAL REPORTING ENTITY

The Chehalem Park and Recreation District is a municipal corporation governed by an elected five member board. Accounting principles generally accepted in the United States of America require that these financial statements present Chehalem Park and Recreation District (the primary government) and all component units, if any. Component units, as established by the Governmental Accounting Standards Board (GASB) Statement No. 39, are separate organizations that are included in the 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. There are no component units.

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

GOVERNMENT-WIDE FINANCIAL STATEMENTS (GWFS)

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

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

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

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

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

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FUND FINANCIAL STATEMENTS

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

GOVERNMENTAL FUNDS

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, revenues are considered to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, fees, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be measurable to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received.

The District reports the following major funds:

GENERAL FUND

This fund accounts for all financial resources and expenditures, except those required to be accounted for in another fund. The principal revenue sources are property taxes, pool receipts, golf receipts, recreational income and state grants.

SPECIAL REVENUE FUNDS

The Special Revenue Funds account for revenue and expenditures for special projects or programs. Funds included in the Special Revenue Funds category are:

SYSTEM DEVELOPMENT FUND

The System Development Fund was established to handle monies received from new homes built within Newberg city limits to help fund expansions due to a larger volume of residents in the area utilizing the facilities.

RESERVE FOR EQUIPMENT AND MAJOR MAINTENANCE FUND

The Reserve for Equipment and Major Maintenance Fund was established to accumulate funds for future equipment purchases and major maintenance work. Its main financing source is transfers from the General Fund.

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

DEBT SERVICE FUND

The Debt Service Fund was established to account for payments made to retire lease purchases. The principal financing source is transfers from the general fund.

C. BUDGET

A budget is prepared and legally adopted for each governmental fund type on the modified accrual basis of accounting in the main program categories required by Oregon Local Budget Law. The budgets for all budgeted funds are adopted on a basis consistent with generally accepted accounting principles except for budgetary purposes depreciation is not recorded, capital outlay and supply inventory are expensed when purchased, taxes are recorded as revenue when received, and debt is an expenditure when paid.

Expenditure budgets are appropriated at the following levels for each fund:

- Personnel Services
- Material and Services
- Capital Outlay, Development, Improvement, and Acquisition
- Interfund Transfers
- Debt Service
- Contingency

Expenditures cannot legally exceed appropriations except in the case of grants which could not be estimated at the time of budget adoption. Appropriations lapse at the fiscal year end. Management may amend line items in the budget without Board approval as long as appropriation levels (the legal levels of control) are not changed. Supplemental appropriations may occur if the Board approves them due to a need which exists which was not determined at the time the budget was adopted.

Budget amounts shown in the basic financial statements include the original budget amounts. Appropriations lapse at the end of the year.

Expenditures of the various funds were within authorized appropriations except in the General Fund where capital outlay was over expended by \$1,170.

D. PROPERTY TAXES RECEIVABLE

In the Government-Wide Financial Statements uncollected property taxes are recorded on the Statement of Net Assets. In the Fund Financial Statements property taxes that are collected within 60 days after year-end are considered measurable and available and, therefore, are recognized as revenue. The remaining balance is recorded as deferred revenue because it is not deemed available to finance operations of the current period. An allowance for doubtful accounts is not deemed necessary by management, as uncollectible taxes become a lien on the property. Property taxes are levied on all taxable property as of July 1, the beginning of the fiscal year, and become a lien on that date. Property taxes are payable on November 15, February 15, and May 15. Discounts are allowed if the amount due is received by November 15 or February 15. Taxes unpaid and outstanding on May 16 are considered delinquent.

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. CAPITAL ASSETS

Capital assets are recorded at the original or estimated cost. Donated capital assets are recorded at their estimated fair market value on the date donated. Capital assets are defined as assets with an initial cost of more than \$5,000 and an estimated life in excess of three years. Interest incurred during construction, maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are not capitalized.

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

Buildings	30 years
Equipment	10 to 20 years

F. PENSION PLAN

A defined contribution 401K pension plan is participated in through Principal Mutual Life Insurance Company. Employees have the option of whether to participate in the plan.

G. VESTED COMPENSATED ABSENCES

It is the policy to permit employees to accumulate earned unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since there is no policy to pay any amounts when employees separate from service. All unused vacation pay is accrued when earned in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignation and retirements.

H. SUPPLY INVENTORIES & PREPAIDS

Inventories purchased are valued at cost (first-in, first-out method). Any donated inventories are valued at their estimated fair market value. Inventories purchased have been charged as expenditures in the financial statements when purchased in the budgetary statements.

I. ESTIMATES

The preparation of financial statements, in conformity with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

J. LONG TERM DEBT

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

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. LONG TERM DEBT (CONTINUED)

In the fund financial statements bond premiums and discounts, as well as bond issuance costs, are recognized when incurred and not deferred. The face amount of the debt issued, premiums received on debt issuances, and discounts are reported as other financing sources and uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

K. NET ASSETS

Net assets comprise the various net earnings from operations, nonoperating revenues, expenses and contributions of capital. Net assets are classified in the following three categories.

Invested in capital assets, net of related debt – consists of all capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Reserved – consists of external constraints placed on net asset use by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted net assets – consists of all other net assets that are not included in the other categories previously mentioned.

When both restricted and unrestricted assets are available, it is the District's policy to first use restricted assets, then unrestricted as needed.

2. CASH AND INVESTMENTS

DEPOSITS

Deposits with financial institutions consist of bank demand deposits. For the fiscal year ended June 30, 2010, the bank balances were \$489,500. Of the bank balance, \$489,500 was covered by Federal Depository Insurance. Oregon Revised Statutes require deposits to be adequately covered by federal depository insurance or deposited at an approved depository as identified by the Treasury. Effective July 1, 2008, state statutes (ORS 295.002) allow public officials to deposit public funds in one or more depositories currently qualified pursuant to ORS 295.001 to 295.108. As long as the bank depository has entered into an agreement (ORS 295.008(2)(b)) and has deposited securities pursuant to state statutes (ORS 295.015(1)), there may now be on deposit at any one bank depository and its branches, a sum in excess of the amount insured by the Federal Deposit Insurance Corporation.

CUSTODIAL CREDIT RISK – DEPOSITS

In the case of deposits, this is the risk that in the event of a bank failure, the deposits may not be returned. There is no deposit policy for custodial credit risk. As of June 30, 2010, none of the bank balance was exposed to custodial credit risk because it was insured or collateralized.

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

2. CASH AND INVESTMENTS (CONTINUED)

INVESTMENTS

State statutes governing cash management are followed. Statutes authorize investing in banker's acceptances, time certificates of deposit, repurchase agreements, obligations of the United States and its agencies and instrumentalities, and the Oregon State Treasurer's Local Government Investment Pool.

The State Treasurer's Local Government Investment Pool is not registered with the U.S. Securities and Exchange Commission as an investment company. The Oregon Revised Statutes and the Oregon Investment Council govern the State's investment policies. The State Treasurer is the investment officer for the Council and is responsible for all funds in the State Treasury. These funds must be invested, and the investments managed, as a prudent investor would, exercising reasonable care, skill and caution. Investments in the Fund are further governed by portfolio guidelines issued by the Oregon Short-Term Fund Board (OSTFB), which establish diversification percentages and specify the types and maturities of investments. The portfolio guidelines permit securities lending transactions as well as investments in repurchase agreements and reverse repurchase agreements.

Amounts in the State Treasurer's Local Government Investment Pool are not required to be collateralized. As of June 30, 2010 the fair value of the position in the LGIP is 99.56% of the value of the pool shares as reported in the Oregon Short Term Fund audited financial statements.

Cash and Investments at June 30, 2010 (recorded at fair value) consisted of:

Deposits With Financial Institutions:	2010
Petty Cash	\$ 25
Demand Deposits	399,960
Investments	<u>639,104</u>
Total	<u>\$ 1,039,089</u>

There are the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less than 3</u>	<u>3-17</u>	<u>18-59</u>
State Treasurer's Investment Pool	<u>\$ 639,104</u>	<u>\$ 639,104</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 639,104</u>	<u>\$ 639,104</u>	<u>\$ 0</u>	<u>\$ 0</u>

Interest Rate Risk

Oregon Revised Statutes require investments to not exceed a maturity of 18 months, except when the local government has adopted a written investment policy that was submitted to and reviewed by the OSTFB. There are no investments that have a maturity date beyond three months.

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

2. CASH AND INVESTMENTS (CONTINUED)

Custodial Credit Risk

Oregon Revised Statutes does not limit investments as to credit rating for securities purchased from US Government Agencies or USGSE. The State Investment Pool is not rated.

Concentration of Credit Risk

At June 30, 2010, 100% of total investments were in the State Treasurer's Investment Pool. State statutes do not limit the percentage of investments in either of these instruments. Oregon Revised Statutes require no more than 25 percent of the moneys of local government to be invested in bankers' acceptances of any qualified financial institution. At June 30, 2010, all percentage restrictions were complied with.

3. CAPITAL ASSETS

The changes in capital assets for the 2009-10 fiscal year are as follows:

	BALANCE JULY 1, 2009	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2010
Land & Improvements	\$ 11,777,525	\$ 68,896	\$ -	\$ 11,846,421
Buildings & Improvements	6,578,142	907,100	-	7,485,242
Golf Course	5,332,132	-	-	5,332,132
Vehicles & Equipment	2,136,203	11,398	-	2,147,601
Subtotal	25,824,002	987,394	-	26,811,396
Accumulated Depreciation:				
Buildings & Improvements	3,325,999	258,871	-	3,584,870
Golf Course	469,113	-	-	469,113
Vehicles & Equipment	795,322	377,178	-	1,172,500
Subtotal	4,590,434	636,049	-	5,226,483
Capital Assets, Net	<u>\$ 21,233,568</u>	<u>\$ 351,345</u>	<u>\$ -</u>	<u>\$ 21,584,913</u>

4. PENSION PLAN

Pension benefits are provided to all full-time employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. An employee may participate in the plan which is a 401K plan offered through Principal Mutual Life Insurance. They can contribute 1 to 10 percent of their salary to the plan. In addition, the District will pay 8 percent of the employee's salary if the employee contributes 4 or more percent. If the employee contributes less than 4 percent the District will pay according to a sliding scale. Contributions for 2009-10 and 2008-09 were \$115,240 and \$99,359, respectively. The plan was fully funded on June 30, 2010.

5. LEASES

Several parks are leased from the City of Newberg at no cost. During 1994-95, these leases were extended for 99 years. Crabtree Park is leased from Yamhill County at no cost for a 25 year period ending on May 9, 2018. Leasehold improvements made to these parks will revert to the owners of the property in the event of non-renewal of the lease.

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

6. JOINT VENTURES

During 1994-95 an intergovernmental agreement was entered into with the Newberg School District and the City of Newberg. The agreement was made to undertake the Combined Crater Site Projects which include, among other things, construction of an elementary school, a middle school, a Senior Center and four official tournament-sized softball fields on property owned by the School District and the District. The District is responsible for costs related to operation of the Senior Center and softball fields. The agreement also includes an operating lease whereby the District leases the property for the Senior Center from the school district for \$1 per year for a term of 99 years.

Both the District and the School District shall have sole responsibility for the cost of maintenance of the facilities located upon the property owned by each party, except that the District shall have the sole responsibility for the cost of maintenance for the Senior Center on property leased from the school district. The District and the School District have each capitalized their own portion of the above projects; therefore, there is not a separate financial statement of the joint venture.

7. RISK MANAGEMENT

There is exposure to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Commercial insurance is purchased to minimize its exposure to these risks. Settled claims for the last three years have not exceeded this commercial coverage.

8. LONG-TERM DEBT

All long-term debt obligations are payable from the general fund and the debt service fund. The following changes occurred in long term debt for the year ended June 30, 2010:

	VESTED COMPENSATED ABSENCES	CAPITAL LEASES	REFUNDING COP	FULL FAITH & CREDIT BONDS	TOTAL	INTEREST RATES (4.2-6.5%)
Balance 7/01/09	\$ 55,624	\$ 505,000	\$ 340,000	\$ 6,825,000	\$ 7,725,624	
Additions	-	-	-	-	-	
Reductions	(3,924)	(75,000)	(110,000)	(320,000)	(508,924)	
Balance 6/30/10	<u>51,700</u>	<u>430,000</u>	<u>230,000</u>	<u>6,505,000</u>	<u>7,216,700</u>	

Amounts Payable in Fiscal Year:

2010-2011	51,700	80,000	110,000	330,000	571,700	415,196
2011-2012	-	80,000	120,000	340,000	540,000	411,396
2012-2013	-	85,000	-	360,000	445,000	399,755
2013-2014	-	90,000	-	375,000	465,000	383,825
2014-2015	-	95,000	-	390,000	485,000	368,971
2015-2020	-	-	-	2,200,000	2,200,000	1,552,670
2020-2025	-	-	-	1,390,000	1,390,000	814,521
2025-2030	-	-	-	1,120,000	1,120,000	56,000
	<u>\$ 51,700</u>	<u>\$ 430,000</u>	<u>\$ 230,000</u>	<u>\$ 6,505,000</u>	<u>\$ 7,216,700</u>	<u>\$ 4,402,334</u>

Refunding Certificates of Participation

In February of 2002 a refunding certificate of participation was issued. The proceeds of the new debt were placed in an irrevocable trust to provide for future debt service payments on the 1995, 1996, and 1997 capital leases. Accordingly, the trust account assets and liability for the defeased capital leases are not included in the basic financial statements. The amount payable represents future payments payable to U.S. Bank.

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

8. LONG-TERM DEBT (CONTINUED)

Full Faith and Credit Bonds

Full faith and credit obligation bonds are direct obligations and pledge the full faith and credit of the District. Full faith and credit obligation bonds are issued to provide funds for the acquisition and construction of a golf course. The original amount of full faith and credit obligation bonds issued in 2005 was \$2,750,000. An additional \$4,865,000 was issued in 2007.

Flex Lease

There is the following Flex Lease issue at June 30, 2010:

<u>ISSUE</u>	<u>ORIGINAL AMOUNT</u>	<u>INTEREST RATES</u>	<u>FINAL MATURITY</u>	<u>PRINCIPAL BALANCE</u>
05/01/05	775,000	4.5-6.5%	01/01/15	\$ 430,000

9. PROPERTY TAX LIMITATIONS

The State of Oregon imposes a constitutional limit on property taxes for schools and nonschool government operations. School operations include community colleges, local school districts, and education service districts. The limitation provides that property taxes for nonschool operations are limited to \$10.00 for each \$1,000 of property market value. This limitation does not apply to taxes levied for principal and interest on general obligation bonded debt.

The State further reduced property taxes by replacing the previous constitutional limits on tax bases with a rate and value limit in 1997. This reduction is accomplished by rolling property values back to their 1995-96 values less 10% and limiting future tax value growth of each property to no more than 3% per year, subject to certain exceptions. Taxes levied to support bonded debt are exempted from the reductions. The State Constitution sets restrictive voter approval requirements for most tax and many fee increases and new bond issues, and requires the State to minimize the impact to school districts from the impact of the tax cuts.

10. OPERATING LEASES

Operating lease agreements have been entered into for seven copier and printers for use throughout the District's facilities. The monthly payments range from \$46 to \$813. One lease will be completed in the 2011-12 fiscal year, one in 2012-13, and the other five will be completed in the 2014-15 fiscal year.

At June 30, 2010, the approximate minimum rental commitments under the operating leases are as follows:

2010-11	\$ 25,525
2011-12	25,435
2012-13	14,151
2013-14	12,751
2014-15	<u>3,921</u>
	<u>\$ 81,783</u>

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

NOTES TO BASIC FINANCIAL STATEMENTS

10. INTERFUND TRANSFERS

The following transfers occurred during fiscal year 2009-10 to fund debt payments:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 833,407
Debt Service Fund	<u>833,407</u>	<u>-</u>
Total	<u>\$ 833,407</u>	<u>\$ 833,407</u>

11. POST EMPLOYMENT BENEFITS

The actuary has determined that there was no implicit rate subsidy required to be recognized under GASB 45.

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SUPPLEMENTARY INFORMATION

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CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 2010

	<u>GENERAL FUND</u>			VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>POSITIVE</u>
	<u>BUDGET</u>	<u>BUDGET</u>		<u>-NEGATIVE</u>
REVENUES:				
Property Tax:				
Current Year's	\$ 2,004,888	\$ 2,004,888	\$ 2,052,333	\$ 47,445
Prior Year's	33,000	33,000	76,906	43,906
Parks	5,837	5,837	14,896	9,059
Pool Receipts	379,950	379,950	375,871	-4,079
Sports Receipts	305,855	305,855	273,615	-32,240
Recreation Income	149,900	149,900	120,688	-29,212
Earnings on Investments	8,000	8,000	5,277	-2,723
Concession Income	50,500	50,500	10,945	-39,555
Preschool Income	44,105	44,105	33,755	-10,350
Bambino League Income	22,000	22,000	0	-22,000
Chehalam Tiger Volleyball Income	20,000	20,000	0	-20,000
Newberg Theatre Group	10,000	10,000	0	-10,000
Quilt Club Income	1,500	1,500	185	-1,315
Community School	63,200	63,200	39,099	-24,101
Community Center	98,500	98,500	66,478	-32,022
Golf Club House	1,821,334	1,821,334	1,674,877	-146,457
Playgrounds/Centers	398,000	398,000	306,759	-91,241
Short Term Loan	350,000	350,000	0	-350,000
Miscellaneous Income	66,500	66,500	53,588	-12,912
Bond Proceeds	0	0	0	0
Total Revenues	5,833,069	5,833,069	5,105,272	-727,797

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CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 2010

	<u>GENERAL FUND</u>			VARIANCE POSITIVE -NEGATIVE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
EXPENDITURES:				
Personnel Services	\$ 2,154,098	\$ 2,154,098 (1)	\$ 1,894,215	\$ 259,883
Materials & Services	2,344,707	2,514,707 (1)	2,033,486	481,221
Capital Outlay, Development, Improvement & Acquisition	243,707	643,707 (1)	644,877	0 -1,170
Total Expenditures *	<u>4,742,512</u>	<u>5,312,512</u>	<u>4,572,578</u>	<u>739,934</u>
Excess of Revenues Over, -Under Expenditures	1,090,557	520,557	532,694	12,137
Other Financing Sources, -Uses:				
Loan Proceeds	0	0	0	0
Transfers Out	-1,200,000	-1,200,000 (1)	-833,407	366,593
Contingency	<u>-100,000</u>	<u>0 (1)</u>	<u>0</u>	<u>0</u>
Total Other Financing Sources, -Uses:	<u>-1,300,000</u>	<u>-1,200,000</u>	<u>-833,407</u>	<u>366,593</u>
Change in Fund Balance	-209,443	-679,443	-300,713	378,730
Beginning Fund Balance	<u>279,443</u>	<u>679,443</u>	<u>1,006,983</u>	<u>327,540</u>
Ending Fund Balance	<u>\$ 70,000</u>	<u>\$ 0</u>	<u>\$ 706,270</u>	<u>\$ 706,270</u>

(1) Appropriation level

* Expenditure detail by Department follows on pages 24a through 24n.

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010

	<u>GENERAL FUND</u>			VARIANCE POSITIVE -NEGATIVE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
EXPENDITURES:				
ADMINISTRATION:				
Personnel Services:				
Superintendent	\$ 90,392	\$ 90,392	\$ 90,378	\$ 14
Administrative Coordinator	32,125	32,375	32,340	35
Part-time Clerk	25,486	25,486	17,968	7,518
Payroll Taxes, Benefits	54,054	54,204	42,839	11,365
Total Personnel Services	202,057	202,457	183,525	18,932
Materials and Services:				
Office Supplies	10,000	10,000	10,044	-44
Postage Supplies	1,500	1,500	128	1,372
Program Supplies	1,500	1,500	1,250	250
Classified Ads	1,200	1,200	730	470
Brochure	1,000	1,000	0	1,000
Flyers and Schedules	200	200	0	200
Directors Fees	360	360	0	360
Professional Dues	9,000	9,000	4,805	4,195
Conferences/Workshops	6,000	6,000	4,919	1,081
Staff Mileage	300	1,050	784	266
Staff Expenses	6,000	6,000	5,465	535
Telephone	6,250	6,250	3,947	2,303
Miscellaneous	300	300	109	191
Maintenance	3,500	3,500	151	3,349
Legal Services	35,000	85,000	93,912	-8,912
Audit Services	14,000	14,000	3,890	10,110
Program Contracts	16,000	66,000	68,626	-2,626
Insurance Services	7,750	7,750	6,541	1,209
Interest	1,500	1,500	80	1,420
Equipment Maintenance Contracts	3,000	3,000	0	3,000
Consultants	12,000	12,000	9,973	2,027
Property Taxes	5,750	5,750	5,656	94
Elections	8,500	8,500	0	8,500
Rental/Lease	2,000	2,000	0	2,000
Total Materials and Services	152,610	253,360	221,010	32,350
TOTAL ADMINISTRATION	354,667	455,817	404,535	51,282

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010

	<u>GENERAL FUND</u>			VARIANCE POSITIVE -NEGATIVE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
EXPENDITURES:				
PARKS DEPARTMENT				
Personnel Services:				
Park Supervisor	\$ 63,604	\$ 63,604	\$ 63,362	\$ 242
Park Coordinator	36,304	36,304	35,424	880
Park Technicians	45,714	45,714	21,674	24,040
Maintenance Supervisor	51,078	51,078	49,441	1,637
Park Laborer/Secretaries	58,698	60,698	59,778	920
Payroll Taxes, Benefits	133,347	133,347	93,945	39,402
	<u>388,745</u>	<u>390,745</u>	<u>323,624</u>	<u>67,121</u>
Total Personnel Services				
Materials and Services:				
Office Supplies	2,000	2,000	2,024	-24
Postage Supplies	300	300	300	0
Program Supplies	2,000	2,250	2,055	195
Small Tools	2,000	2,000	2,022	-22
Janitorial Supplies	15,300	15,300	13,805	1,495
Chemical/Agricultural Supplies	9,250	9,250	5,016	4,234
Gas/Oil Supplies	14,600	14,600	11,392	3,208
Classifieds	225	225	16	209
Brochures	2,000	2,000	1,239	761
Flyers	1,500	1,500	221	1,279
Professional Dues	2,750	2,750	2,513	237
Conferences/Workshops	1,750	1,750	743	1,007
Staff Mileage	600	600	384	216
Staff Expense	700	700	953	-253
Utilities	0	0	0	0
Electricity	48,748	48,748	38,263	10,485
Natural Gas	24,826	24,826	19,729	5,097
Water/Sewer	102,000	112,000	112,087	-87
Telephone	4,000	4,000	3,965	35
Fees	450	450	157	293
Garbage Expense	6,800	6,800	6,746	54
Building Maintenance	14,500	14,500	15,531	-1,031
Structure Maintenance	6,750	6,750	3,318	3,432
Equipment Maintenance	35,000	35,000	34,422	578
Grounds Maintenance	26,000	26,000	19,016	6,984
Program Contracts	109,905	109,905	86,156	23,749
Insurance Services	24,440	24,440	21,453	2,987
Equipment Maintenance Contracts	0	0	356	-356
Equipment Rental	2,000	2,000	1,066	934
Buildings and Structures	8,500	11,500	10,095	1,405
	<u>468,894</u>	<u>482,144</u>	<u>415,043</u>	<u>67,101</u>
Total Materials and Services				
TOTAL PARKS DEPARTMENT	<u>857,639</u>	<u>872,889</u>	<u>738,667</u>	<u>134,222</u>

**CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON**

**SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010**

	<u>GENERAL FUND</u>			VARIANCE POSITIVE -NEGATIVE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
EXPENDITURES:				
AQUATICS:				
Personnel Services:				
Aquatic Coordinator	\$ 36,304	\$ 36,304	\$ 35,424	\$ 880
Aquatics Technician	0	0	0	0
Secretary	26,429	26,429	25,265	1,164
Guards, Instructors, and Cashiers	137,622	142,122	121,917	20,205
Carlton Contracts	0	0	0	0
Coaches	900	900	768	132
Payroll Taxes, Benefits	65,609	65,609	58,391	7,218
Total Personnel Services	266,864	271,364	241,765	29,599
Materials and Services:				
Office Supplies	2,800	2,800	2,068	732
Postage Supplies	2,875	2,875	187	2,688
Program Supplies	5,200	5,200	4,775	425
Chemical and Agricultural Supplies	10,300	10,300	10,302	-2
Store Supplies	4,000	6,500	5,579	921
Classifieds	250	250	70	180
Brochure	3,600	8,100	7,086	1,014
Flyers	1,500	1,500	1,098	402
Professional Dues	2,090	2,090	1,404	686
Conferences/Workshops	750	950	830	120
Staff Mileage	400	400	254	146
Staff Expenses	400	400	389	11
Electricity	52,000	52,000	48,473	3,527
Natural Gas	75,025	77,525	81,225	-3,700
Water/Sewer	16,500	16,500	16,104	396
Telephone	4,900	4,900	5,134	-234
Fees	7,500	10,500	9,346	1,154
Miscellaneous	0	0	0	0
Equipment Maintenance	0	0	0	0
Program Contracts	19,000	19,000	16,648	2,352
Insurance Services	22,500	22,500	21,240	1,260
Refunds	2,000	2,000	335	1,665
Buildings and Structures	0	0	0	0
Total Materials and Services	233,590	246,290	232,547	13,743
TOTAL AQUATICS	500,454	517,654	474,312	43,342

**CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON**

**SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010**

	<u>GENERAL FUND</u>			VARIANCE POSITIVE -NEGATIVE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
EXPENDITURES:				
RECREATION - ADULT SPORTS:				
Personnel Services:				
Sports Supervisor	\$ 9,541	\$ 9,541	\$ 9,504	\$ 37
Sports Technician	9,178	9,178	8,752	426
Sports Leaders/Secretaries	4,242	4,992	4,311	681
Payroll Taxes, Benefits	11,712	11,712	10,660	1,052
Total Personnel Services	34,673	35,423	33,227	2,196
Materials and Services				
Office Supplies	900	900	890	10
Postage Supplies	200	200	33	167
Program Supplies	2,586	2,586	1,650	936
Classified Ads	100	100	0	100
Brochure	850	850	686	164
Flyers and Schedules	200	200	54	146
Professional Dues	575	575	399	176
Conferences/Workshops	350	350	10	340
Staff Mileage	250	250	23	227
Staff Expenses	95	95	54	41
Electricity	1,400	1,400	32	1,368
Water & Sewer	0	0	0	0
Telephone	1,050	1,050	866	184
Fees	1,000	2,000	1,270	730
Equipment Maintenance	225	225	194	31
Program Contracts	17,610	17,610	9,758	7,852
Insurance	3,400	3,400	3,275	125
Refunds	650	650	69	581
Equipment Rental	450	450	0	450
Buildings and Structures	500	500	0	500
Total Materials and Services	32,391	33,391	19,263	14,128
TOTAL ADULT SPORTS	67,064	68,814	52,490	16,324

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010

	<u>GENERAL FUND</u>			VARIANCE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>POSITIVE -NEGATIVE</u>
EXPENDITURES:				
RECREATION - YOUTH SPORTS:				
Personnel Services:				
Sports Supervisor	\$ 33,074	\$ 33,074	\$ 32,951	\$ 123
Sports Technician	21,417	21,417	19,296	2,121
Sports Leaders/Secretaries	15,960	26,460	25,779	681
Payroll Taxes, Benefits	33,109	34,159	30,551	3,608
Total Personnel Services	103,560	115,110	108,577	6,533
Materials and Services				
Office Supplies	2,200	5,200	4,856	344
Postage Supplies	300	300	137	163
Program Supplies	43,263	43,263	38,721	4,542
Gas and Oil Supplies	600	1,100	805	295
Classifieds	100	100	0	100
Brochures	250	1,750	1,664	86
Flyers	1,000	1,000	282	718
Professional Dues	770	870	774	96
Conferences/Workshops	450	450	10	440
Staff Mileage	325	325	86	239
Staff Expenses	300	450	327	123
Electricity	2,200	2,200	32	2,168
Water & Sewer	0	0	0	0
Telephone	2,450	2,450	2,002	448
Fees	4,250	4,250	4,152	98
Equipment Maintenance	400	400	335	65
Program Contracts	49,411	49,411	49,186	225
Insurance Services	6,500	6,500	5,186	1,314
Refunds	1,600	1,600	1,193	407
Equipment Rental	6,000	6,000	5,383	617
Buildings & Structures	0	0	0	0
Total Materials and Services	122,369	127,619	115,131	12,488
TOTAL YOUTH SPORTS	225,929	242,729	223,708	19,021

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010

	<u>GENERAL FUND</u>			VARIANCE POSITIVE -NEGATIVE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
EXPENDITURES:				
RECREATION - CLASSES & ACTIVITIES				
Personnel Services:				
Recreation Supervisor	\$ 10,813	\$ 10,813	\$ 10,770	\$ 43
Recreation Coordinator	29,138	29,138	28,503	635
Special Events Staff/Secretaries	1,500	1,850	1,611	239
Payroll Taxes, Benefits	31,072	31,072	28,339	2,733
Total Personnel Services	72,523	72,873	69,223	3,650
Materials and Services				
Office Supplies	1,400	2,150	1,867	283
Postage Supplies	400	400	160	240
Program Supplies	2,200	2,200	2,195	5
Gas and Oil Supplies	200	200	0	200
Classifieds	200	200	117	83
Brochures	7,000	7,000	4,927	2,073
Flyers	900	900	263	637
Professional Dues	500	500	185	315
Conferences/Workshops	600	600	430	170
Staff Mileage	200	300	248	52
Staff Expenses	100	250	248	2
Telephone	2,000	2,000	1,491	509
Fees	2,400	2,400	2,202	198
Equipment Maintenance	200	200	174	26
Professional Services	0	0	368	-368
Program Contracts	77,000	77,000	75,775	1,225
Insurance Services	3,700	3,875	3,853	22
Equipment Maintenance Contract	150	150	58	92
Refunds	300	300	163	137
Buildings and Structures	0	0	0	0
Equipment Rental	100	100	0	100
Total Materials and Services	99,550	100,725	94,724	6,001
TOTAL CLASSES & ACTIVITIES	172,073	173,598	163,947	9,651

**CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON**

**SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010**

	<u>GENERAL FUND</u>		<u>ACTUAL</u>	<u>VARIANCE POSITIVE -NEGATIVE</u>
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>		
EXPENDITURES:				
RECREATION - PLAYGROUNDS & CENTERS				
Personnel Services:				
Recreation Supervisor	\$ 10,176	\$ 10,176	\$ 10,140	\$ 36
Care Technician	35,418	35,418	34,371	1,047
Specials Events Staff/Secretary	200,941	200,941	174,052	26,889
Payroll Taxes, Benefits	46,439	46,439	39,783	6,656
Total Personnel Services	292,974	292,974	258,346	34,628
Materials and Services				
Office Supplies	3,200	3,200	2,283	917
Postage Supplies	600	600	358	242
Program Supplies	33,000	33,000	23,774	9,226
Gas and Oil Supplies	1,500	1,500	1,252	248
Classifieds	100	100	102	-2
Brochures	1,900	1,900	844	1,056
Flyers	600	1,325	1,083	242
Professional Dues	350	350	106	244
Conferences/Workshops	700	700	465	235
Staff Mileage	100	100	48	52
Staff Expenses	300	300	154	146
Telephone	6,500	6,500	4,263	2,237
Fees	6,000	6,000	6,094	-94
Equipment Maintenance	200	200	117	83
Legal	300	300	2	298
Program Contracts	2,000	5,000	4,262	738
Insurance Services	3,000	3,000	2,303	697
Refunds	300	300	0	300
Contracts-Admissions	11,000	11,000	8,968	2,032
Equipment Rental	7,000	7,000	4,995	2,005
Total Materials and Services	78,650	82,375	61,473	20,902
TOTAL PLAYGROUNDS & CENTERS	371,624	375,349	319,819	55,530

**CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON**

**SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010**

	<u>GENERAL FUND</u>			VARIANCE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>POSITIVE -NEGATIVE</u>
EXPENDITURES:				
COMMUNITY CENTER/SCOUT HOUSE				
Personnel Services:				
Senior Center Specialist	\$ 27,751	\$ 27,751	\$ 27,202	\$ 549
Building Leaders	9,019	9,219	9,124	95
Payroll Taxes, Benefits	23,067	23,067	19,639	3,428
Total Personnel Services	59,837	60,037	55,965	4,072
Materials and Services				
Office Supplies	1,400	2,900	2,560	340
Postage Supplies	1,000	1,500	1,372	128
Program Supplies	5,000	5,000	4,178	822
Gas and Oil	1,800	1,800	1,193	607
Classifieds	100	200	178	22
Brochures	3,500	3,500	2,586	914
Flyers	2,000	2,000	1,441	559
Professional Dues	150	550	457	93
Conferences/Workshops	600	600	376	224
Staff Mileage	400	400	422	-22
Staff Expense	400	400	42	358
Electricity	0	0	0	0
Natural Gas	0	0	0	0
Water/Sewer	0	0	0	0
Telephone	1,000	1,500	1,607	-107
Fees	400	500	364	136
Equipment Maintenance	200	200	62	138
Program Contracts	20,000	20,000	9,532	10,468
Equipment Maintenance Contracts	500	1,100	227	873
Insurance Services	2,000	22,000	21,721	279
Senior Trips	5,000	5,000	3,800	1,200
Refunds	50	50	0	50
Total Materials and Services	45,500	69,200	52,118	17,082
TOTAL COMMUNITY CENTER SCOUT HOUSE	105,337	129,237	108,083	21,154

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010

	<u>GENERAL FUND</u>			VARIANCE POSITIVE -NEGATIVE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
EXPENDITURES:				
COMMUNITY SCHOOLS				
Personnel Services:				
Part-time & Temp & Full-time	\$ 23,886	\$ 25,386	\$ 24,794	\$ 592
Payroll Taxes, Benefits	3,078	3,278	2,030	1,248
Total Personnel Services	26,964	28,664	26,824	1,840
Materials and Services:				
Office Supplies	1,650	1,650	1,633	17
Postage Supplies	400	500	439	61
Program Supplies	5,000	6,000	6,026	-26
Small Tools	0	0	0	0
Store Supplies	0	0	0	0
Gas and Oil	0	0	0	0
Snacks & Food	1,800	1,800	1,636	164
Classifieds	100	200	101	99
Brochures	1,600	1,600	1,314	286
Flyers	1,000	1,000	390	610
Professional Dues	150	150	75	75
Conferences/Workshops	800	800	571	229
Staff Mileage	150	150	109	41
Staff Expense	0	0	0	0
Telephone	700	1,000	1,027	-27
Computer & Cable	700	1,700	787	913
Fees	0	0	0	0
Equipment Maintenance	100	200	165	35
Audit Services	0	0	0	0
Program Contracts	19,000	19,000	19,633	-633
Insurance Services	1,200	1,200	1,101	99
Equipment Maintenance Contracts	0	0	0	0
Refunds	100	100	0	100
Total Materials and Services	34,450	37,050	35,007	2,043
TOTAL COMMUNITY SCHOOLS PROGRAM	61,414	65,714	61,831	3,883

**CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON**

**SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010**

	<u>GENERAL FUND</u>			VARIANCE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>POSITIVE -NEGATIVE</u>
EXPENDITURES:				
GOLF COURSE MAINTENANCE				
Personnel Services:				
Golf Course Supervisor	\$ 63,604	\$ 63,604	\$ 63,482	\$ 122
Golf Course Technician	26,429	26,429	25,169	1,260
Golf Mechanic	30,595	30,595	29,183	1,412
Part-time & Temp	126,909	126,909	122,395	4,514
Payroll Taxes, Benefits	87,882	87,882	73,000	14,882
Total Personnel Services	335,419	335,419	313,229	22,190
Materials and Services:				
Office Supplies	1,375	1,375	1,059	316
Postage Supplies	400	400	7	393
Program Supplies	15,000	15,000	9,097	5,903
Small Tools	8,400	8,400	3,396	5,004
Janitorial Supplies	1,400	1,400	553	847
Chemical & Agricultural Supplies	112,500	112,500	45,824	66,676
Store Supplies	0	0	0	0
Gas & Oil Supplies	41,641	41,641	23,463	18,178
Snacks & Food	600	600	176	424
Uniforms	1,900	1,900	1,420	480
Classifieds	400	400	0	400
Brochures/Flyers	0	0	0	0
Professional Dues	1,185	1,685	1,658	27
Conferences & Workshops	4,655	4,655	1,970	2,685
Staff Mileage	100	100	52	48
Staff Expense	170	370	236	134
Electric	21,080	21,080	8,601	12,479
Water & Sewer	246,600	246,600	185,375	61,225
Telephone	1,440	1,940	2,006	-66
Garbage Expense	1,200	1,200	0	1,200
Fees	0	0	0	0
Buildings Maintenance	2,600	2,600	1,767	833
Equipment	23,000	41,000	37,273	3,727
Grounds	44,500	44,500	46,815	-2,315
Vehicles	1,000	1,000	15	985
Program Contracts	2,000	7,000	5,226	1,774
Insurance Services	12,000	12,000	5,211	6,789
Equipment Rentals	1,300	14,800	13,439	1,361
Buildings & Structures	0	0	0	0
Total Materials and Services	546,446	584,146	394,639	189,507
TOTAL GOLF COURSE MAINTENANCE	881,865	919,565	707,868	211,697

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010

	<u>GENERAL FUND</u>		<u>ACTUAL</u>	<u>VARIANCE POSITIVE -NEGATIVE</u>
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>		
EXPENDITURES:				
GOLF CLUB HOUSE				
Personnel Services:				
Club House Supervisor	\$ 63,604	\$ 63,604	\$ 63,362	\$ 242
Club House Assistant	50,884	50,884	25,814	25,070
Part-time & Temp	143,230	143,230	118,029	25,201
Payroll Taxes, Benefits	64,784	64,784	54,035	10,749
Total Personnel Services	<u>322,502</u>	<u>322,502</u>	<u>261,240</u>	<u>61,262</u>
Materials and Services:				
Office Supplies	1,200	1,200	958	242
Postage Supplies	800	800	556	244
Program Supplies	31,750	32,250	33,691	-1,441
Small Tools	1,050	1,050	12	1,038
Janitorial Supplies	3,600	3,600	2,923	677
Store Supplies	153,861	153,861	171,021	-17,160
Gas & Oil Supplies	2,040	2,040	63	1,977
Snacks & Food	600	600	98	502
Uniforms	3,110	3,110	1,557	1,553
Classifieds	300	300	0	300
Brochures	1,500	1,500	897	603
Flyers	13,500	13,500	11,188	2,312
Professional Dues	2,000	3,000	3,471	-471
Conferences & Workshops	3,000	3,000	3,930	-930
Staff Mileage	600	600	549	51
Staff Expense	600	1,350	1,185	165
Electric	15,000	16,200	16,415	-215
Water & Sewer	1,200	1,200	50	1,150
Telephone	4,440	4,440	3,372	1,068
Fees	0	0	0	0
Computer & Cable	34,785	37,785	35,317	2,468
Garbage Expense	2,700	2,700	2,650	50
Buildings Maintenance	3,600	3,600	3,178	422
Structures	600	600	0	600
Equipment	4,500	8,500	8,005	495
Grounds	1,500	1,500	242	1,258
Legal Services	1,200	1,200	0	1,200
Program Contracts	27,720	27,720	23,506	4,214
Insurance Services	15,000	15,000	5,681	9,319
Equipment Maintenance	2,500	2,500	0	2,500
Consultant Services	0	0	300	-300
Refunds	0	0	0	0
Equipment Rentals	51,746	51,746	45,882	5,864
Buildings & Structures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Materials and Services	<u>386,002</u>	<u>396,452</u>	<u>376,697</u>	<u>19,755</u>
TOTAL GOLF CLUB HOUSE	<u>708,504</u>	<u>718,954</u>	<u>637,937</u>	<u>81,017</u>

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CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010

	<u>GENERAL FUND</u>			VARIANCE POSITIVE -NEGATIVE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
EXPENDITURES:				
JAQUITH CONCESSION				
Personnel Services:				
Concession Attendant	\$ 13,440	\$ 100	\$ 0	\$ 100
Payroll Taxes, Benefits	1,732	214	0	214
Total Personnel Services	15,172	314	0	314
Materials and Services:				
Office Supplies	50	50	0	50
Postage	30	30	0	30
Program Supplies	12,900	12,900	50	12,850
Classifieds	75	75	0	75
Flyers	125	125	0	125
Conferences & Workshops	675	675	0	675
Professional Dues	500	500	0	500
Concession Mileage	250	250	0	250
Concession Contracts	0	0	0	0
Concession Telephone	1,440	1,440	0	1,440
Concession Insurance	1,600	1,600	851	749
Concession Electricity	1,500	1,500	0	1,500
Equipment Maintenance	300	300	591	-291
Total Materials and Services	19,445	19,445	1,492	17,953
TOTAL JAQUITH CONCESSION	34,617	19,759	1,492	18,267

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010

	<u>GENERAL FUND</u>			VARIANCE POSITIVE -NEGATIVE
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	
EXPENDITURES:				
PRESCHOOL				
Personnel Services:				
Head Instructor	\$ 0	\$ 0	\$ 0	\$ 0
Instructors	22,288	22,288	17,139	5,149
Payroll Taxes, Benefits	2,020	2,020	1,531	489
Total Personnel Services	24,308	24,308	18,670	5,638
Materials and Services:				
Office Supplies	700	1,000	916	84
Postage	250	250	181	69
Program Supplies	2,000	2,000	1,545	455
Classifieds	75	75	168	-93
Brochures	500	500	530	-30
Flyers	100	100	0	100
Dues	100	100	25	75
Conferences & Workshops	50	50	0	50
Staff Mileage	0	0	0	0
Electricity	450	550	273	277
Natural Gas	850	900	865	35
Water/Sewer	550	550	521	29
Telephone	750	750	758	-8
Computer & Cable	600	0	0	0
Fees	0	1,100	907	193
Refunds	75	75	0	75
Insurance	1,000	1,000	901	99
Total Materials and Services	8,050	9,000	7,590	1,410
TOTAL PRESCHOOL	32,358	33,308	26,260	7,048
MISCELLANEOUS DEPARTMENTS				
Materials and Services:				
Dundee Community Progress Team	20,000	20,000	0	20,000
Babe Ruth League	8,000	6,550	4,318	2,232
Little League	22,000	100	0	100
Chehalem Volleyball Club	20,000	100	0	100
Quilt Club	1,500	1,500	2,434	-934
Ewing Young	5,260	5,260	0	5,260
Newberg Historic Friends	30,000	30,000	0	30,000
Newberg Theatre Group	10,000	10,000	0	10,000
TOTAL MISCELLANEOUS DEPARTMENTS	116,760	73,510	6,752	66,758
NDOT				
Personnel Services:				
Payroll	8,500	1,908	0	1,908
TOTAL NDOT	8,500	1,908	0	1,908

**CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON**

**SCHEDULE OF EXPENDITURES BY DEPARTMENT
For the Year Ended June 30, 2010**

	<u>GENERAL FUND</u>		<u>ACTUAL</u>	<u>VARIANCE POSITIVE -NEGATIVE</u>
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>		
EXPENDITURES:				
ACQUISITION AND IMPROVEMENT				
Capital Outlay, Development, Improvement, and Acquisition	<u>\$ 243,707</u>	<u>\$ 643,707</u>	<u>\$ 644,877</u>	<u>\$ -1,170</u>
TOTAL ACQUISITION AND IMPROVEMENT	<u> 243,707</u>	<u> 643,707</u>	<u> 644,877</u>	<u> -1,170</u>
TOTAL EXPENDITURES	<u><u>\$ 4,742,512</u></u>	<u><u>\$ 5,312,512</u></u>	<u><u>\$ 4,572,578</u></u>	<u><u>\$ 739,934</u></u>

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 2010

SYSTEM DEVELOPMENT FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE -NEGATIVE
REVENUES:				
SDC Income	\$ 300,000	\$ 300,000	\$ 129,795	\$ -170,205
Interest Earned	1,000	1,000	1,309	309
Total Revenues	301,000	301,000	131,104	-169,896
EXPENDITURES:				
Development	801,000	801,000	501,558	299,442
Total Expenditures	801,000	801,000 (1)	501,558	299,442
Change in Fund Balance	-500,000	-500,000	-370,454	129,546
Beginning Fund Balance	500,000	500,000	554,348	54,348
Ending Fund Balance	\$ 0	\$ 0	\$ 183,894	\$ 183,894

(1) Appropriation level

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 2010

RESERVE FOR EQUIPMENT AND
MAJOR MAINTENANCE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE -NEGATIVE
REVENUES:				
Interest Earned	\$ 800	\$ 800	\$ 233	\$ -567
Total Revenues	800	800	233	-567
EXPENDITURES:				
Maintenance and Equipment	53,281	53,281	0	53,281
Total Expenditures	53,281	53,281 (1)	0	53,281
Change in Fund Balance	-52,481	-52,481	233	52,714
Beginning Fund Balance	52,481	52,481	52,631	150
Ending Fund Balance	\$ 0	\$ 0	\$ 52,864	\$ 52,864

(1) Appropriation level

CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 2010

<u>DEBT SERVICE FUND</u>				
	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE POSITIVE -NEGATIVE</u>
REVENUES:				
Interest	\$ 100	\$ 100	\$ 219	\$ 119
Total Revenues	100	100	219	119
EXPENDITURES:				
Debt Service				
Principal	850,000	850,000	506,637	343,363
Interest	350,100	350,100	326,771	23,329
Total Expenditures	1,200,100	1,200,100 (1)	833,408	366,692
Excess of Revenues Over, -Under Expenditures	-1,200,000	-1,200,000	-833,189	366,811
Other Financing Sources, -Uses:				
Transfers In	850,000	850,000	833,407	-16,593
Loan Proceeds	350,100	350,100	0	-350,100
Total Other Financing Sources, -Uses	1,200,100	1,200,100	833,407	-366,693
Change in Fund Balance	100	100	218	118
Beginning Fund Balance	850,000	850,000	29,541	-820,459
Ending Fund Balance	<u>\$ 850,100</u>	<u>\$ 850,100</u>	<u>\$ 29,759</u>	<u>\$ -820,341</u>

(1) Appropriation level

**CHEHALEM PARK AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON**

**SCHEDULE OF PROPERTY TAX TRANSACTIONS AND BALANCES
OF TAXES UNCOLLECTED
For the Year Ended June 30, 2010**

<u>TAX YEAR</u>	<u>ORIGINAL LEVY OR BALANCE UNCOLLECTED 07/01/09</u>	<u>DEDUCT DISCOUNTS</u>	<u>ADJUSTMENTS TO ROLLS</u>	<u>ADD INTEREST</u>	<u>CASH COLLECTION BY COUNTY TREASURER</u>	<u>BALANCE UNCOLLECTED/ UNSEGREGATED AT 6/30/10</u>
<u>GENERAL FUND:</u>						
CURRENT:						
2009-10	\$ 2,227,608	\$ 52,919	\$ -9,660	\$ 1,384	\$ 2,051,727	\$ 114,686
PRIOR YEARS:						
2008-09	\$ 103,622	\$ 0	\$ -7,095	\$ 3,698	\$ 53,990	\$ 46,235
2007-08	33,958	0	-2,663	2,108	11,810	21,593
2006-07	14,113	0	-2,354	2,024	6,921	6,862
2005-06	5,430	0	-1,327	1,067	2,921	2,249
Prior	9,793	0	-971	514	772	8,564
Total Prior	166,916	0	-14,410	9,411	76,414	85,503
Total General Fund	<u>\$ 2,394,524</u>	<u>\$ 52,919</u>	<u>\$ -24,070</u>	<u>\$ 10,795</u>	<u>\$ 2,128,141</u>	<u>\$ 200,189</u>

RECONCILIATION OF REVENUE:

	<u>GENERAL FUND</u>
Cash Collections by County Treasurer Above	\$ 2,128,141
Accrual of Receivables:	
Taxes In Lieu	1,205
June 30, 2009	-9,146
June 30, 2010	9,039
Total Revenue	<u>\$ 2,129,239</u>

CHEHALEM PARKS AND RECREATION DISTRICT
YAMHILL COUNTY, OREGON

Independent Auditors' Report Required by Oregon State Regulations

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PAULY, ROGERS AND CO., P.C.

CERTIFIED PUBLIC ACCOUNTANTS

-
- 12700 SW 72ND AVENUE • TIGARD, OREGON 97223
• (503) 620-2632 • FAX (503) 684-7523

February 28, 2011

Independent Auditors' Report Required by Oregon State Regulations

We have audited the basic financial statements of the Chehalem Parks and Recreation District as of and for the year ended June 30, 2010, and have issued our report thereon dated February 28, 2011. 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 the Chehalem Parks and Recreation District'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 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 statements 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.**
- **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 the Chehalem Parks and Recreation District 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 as follows:

1. Expenditures were within authorized appropriations, except as noted on page 14.

OAR 162-10-0230 Internal Control

In planning and performing our audit, we considered the internal controls 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 internal controls over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the internal controls over financial reporting.

We noted matters involving the internal control structure and its operation that we consider to be significant deficiencies under standards established by the American Institute of Certified Public Accountants, which are noted in our management letter dated February 28, 2011.

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

Pauly, Rogers and Co., P.C.
PAULY, ROGERS AND CO., P.C.

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