

Tualatin Hills Park & Recreation District • Beaverton, Oregon

# Annual Comprehensive Financial Report

For the year ended June 30, 2022



The photos on the cover of the Annual Comprehensive Financial Statements are from the district's Talking Wall Project. Talking Walls are murals that are meant to visually express socially relevant themes. In the summer of 2020, with the national spotlight on systemic racism and injustice, THPRD staff developed this project as an expression of the district's values, and to stand with the community in solidarity for racial and social justice reform.

With grant support from Washington County, the district developed the Talking Walls concept with Color Outside the Lines, a social justice arts organization. The project pairs Black Indigenous people of color (BIPOC) professional artists with BIPOC student artists. Youth can develop their artistic talent and skills with mentorship from the professional artists. Community murals are developed, centered around themes of racial and social justice.

The photos on the cover of this book are from the district's first Talking Walls event at Sunset Sports Complex, produced with the talents of the Black Student Union at Sunset High School. A second set of murals was completed at Greenway Park in partnership with the Native American Youth and Family Center (NAYA). The district is currently in the process of seeking grant funding to support additional Talking Walls for this year.

**Tualatin Hills  
Park & Recreation District  
Beaverton, Oregon**

**Annual Comprehensive Financial Report**

**For the year ended June 30, 2022**



**Prepared by the  
Business Services Division  
Finance Department**

**Tualatin Hills  
Park & Recreation District  
Annual Comprehensive Financial Report  
For the year ended June 30, 2022**

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Tualatin Hills  
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**Annual Comprehensive Financial Report**  
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## Introductory Section





November 30, 2022

To the Honorable Members of the Board of Directors  
and the Patrons of the Tualatin Hills Park & Recreation District:

In accordance with state statutes, the Annual Comprehensive Financial Report (Annual Report) of the Tualatin Hills Park & Recreation District (district) for the fiscal year ended June 30, 2022 is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the district. All disclosures necessary to enable the reader to gain the maximum understanding of the district's financial activities have been included.

In developing and evaluating the district's accounting system, consideration is given to the adequacy of the internal accounting controls. Because the cost of internal controls should not outweigh their benefits, the district's framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free of material misstatement. Within this framework, management believes that the district's transactions are properly recorded, and the financial report is complete and reliable in all material respects.

As required by Oregon Revised Statutes Chapter 297, "the Municipal Audit Law", an independent audit must be conducted annually. Accordingly, the board of directors appointed the firm of Talbot, Korvola & Warwick, LLP (TKW) to complete the audit of the district's records.

TKW has issued an unmodified opinion on the district's financial statements for the year ended June 30, 2022. The independent auditor's report is located at the front of the financial section of this report. Immediately following, the reader will find Management's Discussion and Analysis (MD&A) that provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

### **Profile of the Government**

The Tualatin Hills Park & Recreation District is a special service district formed in 1955, operating under Oregon Revised Statutes Chapter 266 as a separate municipal corporation. The district is governed by a five-member board of directors, elected to four-year terms of office, with daily operations administered by a general manager. The district provides year-round park and recreation services to a diverse population of approximately 270,000 residents within 50 square miles of east Washington County, Oregon, including the City of Beaverton.

- District facilities include: five indoor and two outdoor swim centers; a combined recreation/aquatic center; two recreation centers; an athletic center with six indoor multi-purpose athletic courts and a running track; a senior center; historic sites (Jenkins Estate,



Fanno Farmhouse and John Quincy Adams Young House); a 220-acre Nature Park and Interpretive Center; the Cooper Mountain Nature Park and Interpretive Center; a tennis center with six indoor and eight outdoor courts (covered by two air structures for fall and winter season usage); and a camp for developmentally disabled youth.

- The district maintains, either through direct ownership or joint use agreement (including school sites): 50 outdoor basketball pads; 104 outdoor tennis courts; six indoor tennis courts; 147 soccer/football/lacrosse fields; 104 softball/baseball fields; three skate parks; four bocce courts; six volleyball courts; six long/high jump courts; and an outdoor hockey rink.
- The district has 305 park and recreation facility sites totaling approximately 2,495 acres, consisting of 1,371 acres of wetland/natural areas, and 1,124 acres of developed sites, including neighborhood, community, and regional parks. District sites include three lakes, 27 miles of stream corridor, and 68 miles of off-street pathways.
- District programs include: aquatics instruction, leagues and drop-in programs; youth and adult sports leagues and fitness programs; youth and adult general and specialized recreation programs; youth after-school and day camps; senior fitness and recreation programs; developmentally disabled and special needs recreation programs; and natural resource education programs.

The district is required to adopt a final budget by no later than the close of the preceding fiscal year. The annual budget is intended to serve as a financial plan, operational plan and operations guide for the district's activities. The budget is prepared and adopted by fund and organizational unit, or division. Most budget changes after adoption require either a resolution by the board of directors, or a supplemental budget process.

### **Factors Affecting Financial Conditions**

Because of the unique focus of a special district, the information presented in the financial statements may be best understood when considered from the broader perspective of the specific environment within which the district operates.

*Local economy* – due to Ballot Measure 50, passed by voters in May 1997, the district has a permanent tax rate of \$1.3073 per \$1,000 of assessed value. An annual 3.0 percent increase is allowed on maximum assessed valuation of existing properties, along with increases due to new construction, land partitions, zoning changes, etc. The district was able to maintain a stable revenue base throughout the last recession. Over the past several years the district experienced significant revenue growth from System Development Charge (SDC) fees due to increased construction within the district boundaries and a fee increase in fiscal year 2015/16 based on updated methodology. However, in fiscal year 2018/19, fees decreased by 30.8 percent compared to the previous year, as a result of timing of new construction projects subject to SDC fees. In fiscal year 2019/20, SDC fees increased by 49.6 percent compared to the previous year, as a result of increases in new construction projects subject to SDC fees. In fiscal year 2021/22, SDC revenues decreased by 23.1 percent compared to the previous year, as a result of decreases in new construction projects subject to SDC fees. The district updated the SDC methodology in fiscal year 2020/21. The update addressed three policy issues relating to equity: residential tiering, affordable housing, and level of service. SDC revenues are statutorily restricted to use for purchase or construction of new, or expansion of existing, facilities, improvements and land within the district, and do not fund district operations.



Because the district's 2022 assessed value is only 54.4 percent of market value, there is an inherent cushion in property tax collections on most properties. Fiscal year 2021/22 resulted in a growth of 3.5 percent in current year general fund property taxes over fiscal year 2020/21, consisting of approximately 3.0 percent approved valuation increase on existing properties, and 0.5 percent exception based growth (growth due to new development). Timing of collections on prior year property taxes resulted in a increase of 14.9 percent in revenues for the fiscal year. Property values are continuing to increase, and combined with three new urban expansion areas within the boundaries, the district is projecting growth in property taxes for fiscal year 2022/23 of 3.3 percent.

Beginning in March 2020, Washington County, the second most populous county in Oregon, experienced significant impacts to job growth and unemployment, as a result of state mandated stay at home orders, in response to the COVID-19 pandemic. County jobs declined 4.0 percent compared to the previous year. The following job categories showed a significant decline in jobs: retail trade, professional and business services, administrative and waste services, education and health services, and government. There was a total net decrease of 11,829 jobs on an annual average basis. The county's unemployment rate as of June 2022 was 3.0 percent, compared to unemployment in June 2021 of 4.4 percent (seasonally adjusted).

The district has continued to experience operational impacts due to the health emergency resulting from the COVID-19 pandemic, as all district facilities and programs were closed, under order of the Oregon governor, from March 23, 2020 through Fall 2020. The district continued with facility closures and reduced facility occupancy during fiscal year 2021/22. The district lost an estimated \$6.9 million in program revenues during fiscal year 2020/21 and an additional \$5.6 million in program revenues in fiscal year 2021/22 and is continuing to evaluate the impact of the closures and capacity reductions. The district responded by implementing cost reductions, including layoff of nearly 800 part-time and seasonal employees, and 24 full-time employees, as well as furlough of 39 employees from May 15, 2020 through and beyond the end of fiscal year 2019/20. The district has continued to operate with reduced staffing in fiscal year 2021/22 and now is dealing with the difficulties brought on by the tight labor market.

In planning for fiscal year 2022/23, the district adopted a budget that reflects regular operations but continues to monitor conditions each quarter and adjust actual spending plans in accordance with funding actuals throughout the year. The district plans to continue monitoring the situation and manage operations to reflect any impacts on the budget.

### **Long-term financial planning**

To address the ongoing funding and patron needs, the district continues to maintain the application of a long-term focus in decision making. The district has a comprehensive strategic planning process that begins with community visioning. The district completed a community visioning outreach process and adopted a Vision Action Plan in September 2020. The visioning work is the basis for updates to the Comprehensive Plan that are currently underway and soon to be adopted. The eight long-term strategic goals, included in the current Comprehensive Plan, remain the foundation of our annual budget process.

The Strategic Plan details goals and objectives for the district. The Service and Financial Sustainability Plan provides guidance on resource allocation for park district activities and establishes a service assessment tool to best determine the types of activities the district should offer.

The final step necessary for the district's long-term focus was the completion of the five functional plans. These plans address five key areas (parks, programs, natural resources, trails and athletic fields) and provide a structured approach for implementation of the recommendations generated from the three main plans.

To implement the key priorities as identified annually by the board of directors, the district will undertake to address or complete the following during the 2022/23 budget year:

Investing in our employees and technology. Key items in the budget for this include:

- Continue replacement of Finance Services' financial software to provide for growth and efficiency needs of the district; and
- Attracting and retaining exceptional employees and prioritizing employee professional development, support, and well-being.

Rebuilding programming with an emphasis on our Access for All work. Key items in the budget for this include:

- Focus on trying to return programming to pre-pandemic participation levels and offerings;
- Prioritize expanding program offerings;
- Continue to leverage and integrate our Access for All work;
- Provide FREE community programming; and
- Expand our efforts through grant-supported partnerships, community events, and broaden our financial aid services to people from various racial and ethnic backgrounds and underrepresented groups.

Planning for future natural areas, facility and trail needs, and funding resources. Key items in the budget for this include:

- Planning for our future through investments that will expedite the development and financial sustainability of parks, trails, and other facilities.

The district actively monitors deferred and projected maintenance replacements for both major and routine replacement needs. The five-year funding projection, prepared during the annual budget process, illustrates the importance of addressing this long-term need, to avoid a decline in district assets.

## **Major Initiatives**

### **Bond measure**

To facilitate the long-term vision of the district, a bond measure was developed for the November 2008 ballot, in the amount of \$100 million, payable by a dedicated property tax increase over the next 20 years. The measure provided funding for natural areas, trail expansions, athletic field additions, park additions and upgrades, building expansions and facility replacements and upgrades. Voters approved the measure, and subsequently, the district sold the first series of bonds (\$58.5 million) in April 2009, followed by sale of the second series (\$40.1 million) in September 2011.

In May 2015, the district advance refunded \$38.3 million of the Series 2009 issue to achieve an economic gain of over \$2.9 million and reduce the life of the debt by two years. Also, included in the Series 2015 borrowing was the final amount available (\$1.4 million) that fulfilled the \$100

million bond measure. In October 2016, the district advance refunded \$8.6 million of the Series 2011 issue to achieve an economic gain of \$0.7 million. In March 2021, the district advance refunded the remaining portion of the Series 2011 issue to achieve an economic gain of \$1.9 million. The district's debt structure, capital improvements and ultimately, the tax payers have benefitted significantly from the low interest rate environment within the last nine years.

As of June 30, 2022, \$2.6 million in funds are available for completion of the voter approved projects.

### **Future goals**

The district will continue to maintain a long-term focus, monitoring a forward-looking 10-year projection of financial position, including the deferred maintenance backlog. With completion of all five functional plans, key implementation items will be identified and prioritized within the eight long-term strategic goals.

### **Awards and Acknowledgements**

The Government Finance Officers Association (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to the district for its Annual Report for the fiscal year ended June 30, 2021. This was the seventeenth year of submission, and subsequent receipt, of this prestigious award. In order to be awarded the Certificate of Achievement, the district had to publish an easily readable and efficiently organized Annual Report that satisfied GFOA, accounting principles generally accepted in the United States of America (US GAAP), and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Staff believes that our current Annual Report continues to meet the Certificate of Achievement Program's requirements and will be submitting it to the GFOA to determine its eligibility for another certificate.

The district's Adopted Budget Document for the 2021/22 Fiscal Year received the *Distinguished Budget Presentation* award from GFOA. This is the seventeenth year that the district has received such an award. In order to qualify, the budget document must be judged proficient as a policy document, a financial plan, an operations guide and a communications device.

Finally, I would like to express my sincere gratitude to the personnel in the Finance Department who contributed in the preparation of this report. Without the efficient and dedicated services of the entire finance staff, completion of this report on a timely basis could not have been accomplished.

In closing, the dedication, commitment and professional contribution to the financial stability of the district made by the board of directors and general manager must be acknowledged. Their guidance and leadership are of invaluable assistance to the financial management of the district.

Respectfully submitted,



Jared Isaksen, CPA  
Finance Services Director/Chief Financial Officer



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Tualatin Hills Park and Recreation District  
Oregon**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2021

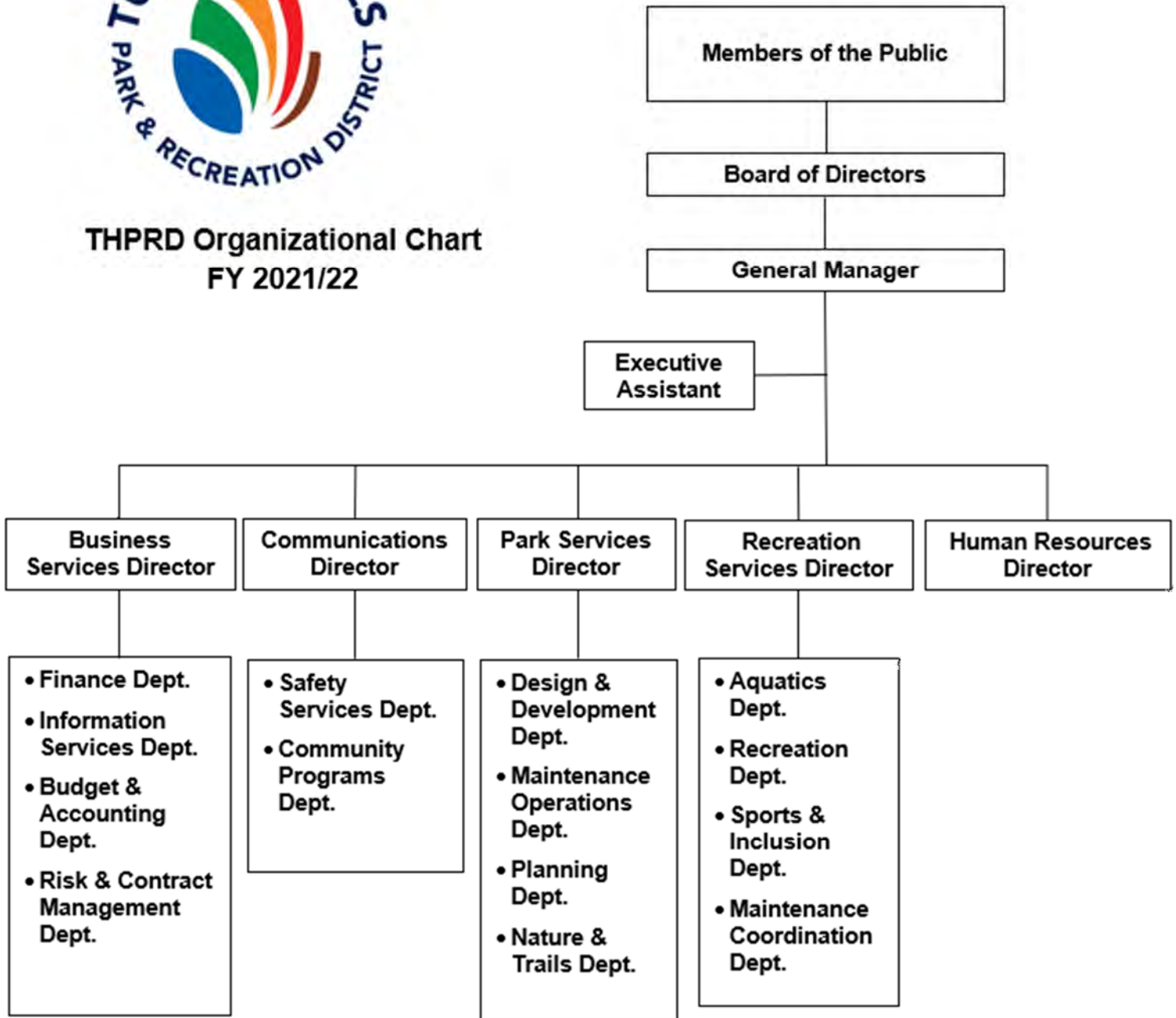
*Christopher P. Morill*

Executive Director/CEO





**THPRD Organizational Chart  
FY 2021/22**



**Tualatin Hills  
Park & Recreation District  
Directory of Officials**

Administrative Office  
15707 S.W. Walker Road  
Beaverton, Oregon 97006

**Board of Directors  
as of June 30, 2022**

<b><u>Name</u></b>	<b><u>Term Expires</u></b>
Tya Ping, President	June 30, 2023
Heidi Edwards, Secretary	June 30, 2023
Barbie Minor, Secretary Pro-tempore	June 30, 2025
Felicita Montebianco	June 30, 2025
Alfredo Moreno	June 30, 2025

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**Registered Agent and Office**

Doug Menke  
15707 S.W. Walker Road  
Beaverton, Oregon 97006

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General Manager  
Doug Menke

Finance Services Director  
Jared Isaksen



# Financial Section







Talbot, Korvola & Warwick, LLP 14945 SW Sequoia Parkway, Suite 150, Portland, Oregon 97224  
P 503.274.2849 F 503.274.2853 [www.tkw.com](http://www.tkw.com)

**INDEPENDENT AUDITOR'S REPORT**

Board of Directors  
Tualatin Hills Park & Recreation District  
Beaverton, Oregon

**Report on the Audit of the Financial Statements**

***Opinions***

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Tualatin Hills Park & Recreation District, Beaverton, Oregon (the District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the Table of Contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the District as of June 30, 2022, and the respective changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinions***

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

***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.



RSM US Alliance is a premier affiliation of independent accounting and consulting firms. RSM US Alliance provides its members with access to resources of RSM US LLP. RSM US Alliance member firms are separate and independent businesses and legal entities that are responsible for their own acts and omissions, and each are separate and independent from RSM US LLP. RSM US LLP is the U.S. member firm of RSM International, a global network of independent audit, tax, and consulting firms. Visit [rsmus.com/aboutus](http://rsmus.com/aboutus) for more information regarding RSM US LLP and RSM International. RSM US®, the RSM US Alliance logo and the RSM US Alliance signatures are proprietary to RSM US LLP, while RSM™ is used under license by RSM US LLP.



## INDEPENDENT AUDITOR'S REPORT (Continued)

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS, we:

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

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the required supplementary information, such as Management's Discussion and Analysis and the schedules and notes in the Required Supplementary Information Section, as listed in the Table of Contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## INDEPENDENT AUDITOR'S REPORT (Continued)

### **Supplemental Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying Supplemental Information, 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 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplemental Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

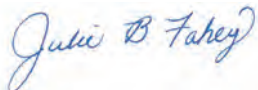
### **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the Introductory Section, Other Financial Schedules, and Statistical section, as listed in the Table of Contents, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

### **Other Reporting Required by Oregon Minimum Standards**

In accordance with *Minimum Standards for Audits of Oregon Municipal Corporations*, we have also issued our report dated November 30, 2022, on our consideration of the District's compliance with certain provisions of laws and regulations, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing, and not to provide an opinion on compliance.



For Talbot, Korvola & Warwick, LLP  
Portland, Oregon  
November 30, 2022

## Tualatin Hills Park & Recreation District Management's Discussion and Analysis

The following discussion and analysis of the financial activities of the Tualatin Hills Park & Recreation District (district), has been prepared to provide a narrative review for the reader. The focus is based on current year activities and resulting changes and should be read in conjunction with the basic financial statements, and notes to the basic financial statements that follow.

### **Financial Highlights**

- The COVID-19 pandemic has had a significant impact on our communities, and the district was similarly affected. The situation changed daily and our management team worked to stay ahead of this issue and plan for possible contingencies. The district closed indoor facilities, fields, play structures and other amenities in mid-March 2020, and slowly opened many facilities throughout this fiscal year. At fiscal year-end, part of the district's facilities are still closed. The district experienced program revenue losses during the closure period. To manage costs, the district implemented layoffs and furloughs of staff, and is continuing to evaluate steps to reopen all of the district's facilities and activities.
- The assets and deferred outflows of resources of the district exceeded its liabilities and deferred inflows at June 30, 2022 by \$233,136,838.
- Net investment in capital assets (net of accumulated depreciation and related debt) accounts for most of net position, with a value of \$200,271,924.
- Restricted net position of \$38,823,872 includes assets restricted for capital improvements and debt service.
- The remaining net position, (\$5,958,958) is negative as a result of expenses exceeding revenues during a time when the district was not fully recognizing pension expense. The district adopted a funding plan in January 2021 to address pension funding over the long-term, while continuing to meet the district's ongoing obligations to patrons and creditors.
- The district's total net position increased by \$23,054,454 or 11.0 percent over the previous year. The increase is mainly the result of increases in net investment in capital assets from improvements to park property, increases in property tax revenue, and decreases in expenses resulting from cost management actions taken in response to the impact of the COVID-19 pandemic.
- As of the close of the current fiscal year, the district's governmental funds reported combined ending fund balances of \$67,186,314, an increase of \$9,156,744, or 15.8 percent. Decreases were reported in the Bonded Debt Fund and Bond Capital Projects Fund. Increases were reported in the General Fund, due to increased property tax and program revenues and under-expenditure of budgeted costs, and the System Development Charges (SDC) Fund, due to under-expenditure of budgeted costs and higher than anticipated SDC revenue for the fiscal year. As of June 30, 2022, fund balance for the General Fund was \$25,609,896 or 60.0 percent of total general fund expenditures, on a modified accrual basis.

### **Overview of the Financial Statements**

This discussion and analysis provides an introduction and overview to the district's basic financial statements. The district's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the basic financial statements.

#### **Government-wide financial statements**

The government-wide financial statements are structured to provide readers with a broad overview of the district's finances, in a manner similar to a private-sector business.

## Tualatin Hills Park & Recreation District Management's Discussion and Analysis

The **statement of net position** presents information on the district's assets and deferred outflows of resources and the district's liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as one indicator of whether the financial position of the district is improving or deteriorating. Other indicators include the condition of the district's assets, changes in the property tax base, and general economic conditions within the area.

The **statement of activities** presents information showing how the district's net position changed during the current fiscal year. On this statement, program revenue (revenue generated by specific programs through charges for services, grants and contributions) is shown separately from general revenue (revenue provided by taxes and other sources not tied to a particular program). This shows the extent each program relies on taxes for funding. All changes in net position are reported using the accrual basis of accounting, which requires that revenues be reported when they are earned and expenses be reported when goods and services are received. Items such as uncollected taxes, unpaid vendor invoices for items received by June 30, 2022, and earned but unused vacation leave are included in the statement of activities as revenue and expense. However, the cash associated with these items was not received or distributed until after June 30, 2022.

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The district, like other state and local governments, uses fund accounting for compliance with finance-related legal requirements. All funds of the district fall into the governmental fund category, which accounts for the government's tax-supported activities.

### **Governmental Funds**

The Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balances present separate columns of financial data for the General Fund, the Bonded Debt Fund, the Bond Capital Projects Fund, and the SDC Fund, all of which are considered major funds. Data from the other governmental funds, the Mitigation Maintenance Fund and the Metro Bond Local Project Fund are shown in a single presentation.

A comparison of budget to actual is also presented for the General Fund within the basic financial statements. A detailed comparison of budget to actual for General Fund expenditures and other funds are presented in the supplemental information portion of this report.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Governmental fund financial statements focus on near-term, or current year, inflows and outflows of spendable resources and on balances of spendable resources available at the end of the fiscal year. Such information is useful in evaluating a government's near-term financing requirements in comparison to near-term resources available.

Because the focus of governmental fund financial statements is narrower than that of government-wide financial statements accrual focus, it is useful to compare information presented for **governmental funds** with similar information presented for **governmental activities** in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances, along with the Notes to the Basic Financial Statements, provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.



# Tualatin Hills Park & Recreation District Management's Discussion and Analysis

## Budgetary highlights

The district maintains budgetary controls over its operating funds. Budgetary controls ensure compliance with legal provisions embodied in the annual budget appropriations. Governmental fund budgets are established in accordance with state law and are adopted on a fund level except the General Fund. The General Fund budget is adopted on an organizational unit level.

## Notes to the basic financial statements

The notes provide additional information that is essential to a full understanding of the data provided and are an integral part of the government-wide and fund financial statements.

## Government-wide Financial Analysis

### Statement of Net Position

As noted earlier, net position may serve over time as an indicator of the district's financial position. As of June 30, 2022, the district's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$233,136,838.

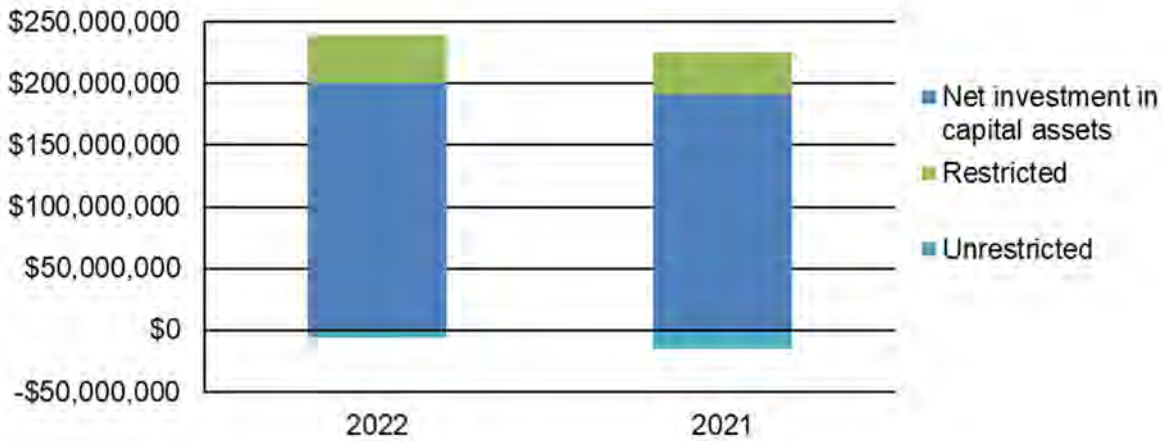
The following is a condensed version of the government-wide Statement of Net Position.

	<b>Governmental Activities</b>	
	June 30, 2022	June 30, 2021
Cash and investments	\$ 71,472,467	\$ 60,741,193
Other assets	6,812,067	2,331,597
Capital assets	254,730,616	255,869,147
Total assets	333,015,150	318,941,937
Deferred outflow of resources - pension	2,187,088	1,102,316
Deferred outflow of resources - opeb	385,596	34,139
Deferred outflow of resources - charge on debt refunding	2,869,305	3,373,818
Total deferred outflow of resources	5,441,989	4,510,273
Total assets and deferred outflow of resources	338,457,139	323,452,210
Other liabilities	7,580,120	5,853,350
Debt liabilities	59,920,320	68,005,079
Net pension and opeb liabilities	20,404,446	23,303,198
Total liabilities	87,904,886	97,161,627
Deferred inflow of resources - pension	12,461,863	15,431,086
Deferred inflow of resources - opeb	574,793	777,113
Deferred inflow of resources - lease resources	4,378,759	-
Total deferred inflow of resources	17,415,415	16,208,199
Total liabilities and deferred inflow of resources	105,320,301	113,369,826
Net investment in capital assets	200,271,924	191,237,885
Restricted	38,823,872	33,701,226
Unrestricted	(5,958,958)	(14,856,727)
Total net position	\$ 233,136,838	\$ 210,082,384

The largest portion of the district's net position, \$200,271,924 reflects its investment in capital assets, less any related debt used to acquire these assets still outstanding. The district's assets (recorded at cost) are used to provide services to patrons. Consequently, these assets are not

## Tualatin Hills Park & Recreation District Management's Discussion and Analysis

available for future spending, and debt repayment must be provided from other sources. An additional portion of the district's net position, \$38,823,872 represents resources that are subject to external restrictions on how they may be used. The remaining net position, (\$5,958,958) is negative as a result of expenses exceeding revenues during a time when the district was not fully recording pension expense. In January 2021, the district developed a long-term funding plan to address pension funding over the long-term, while continuing to meet the district's ongoing obligations to patrons and creditors.

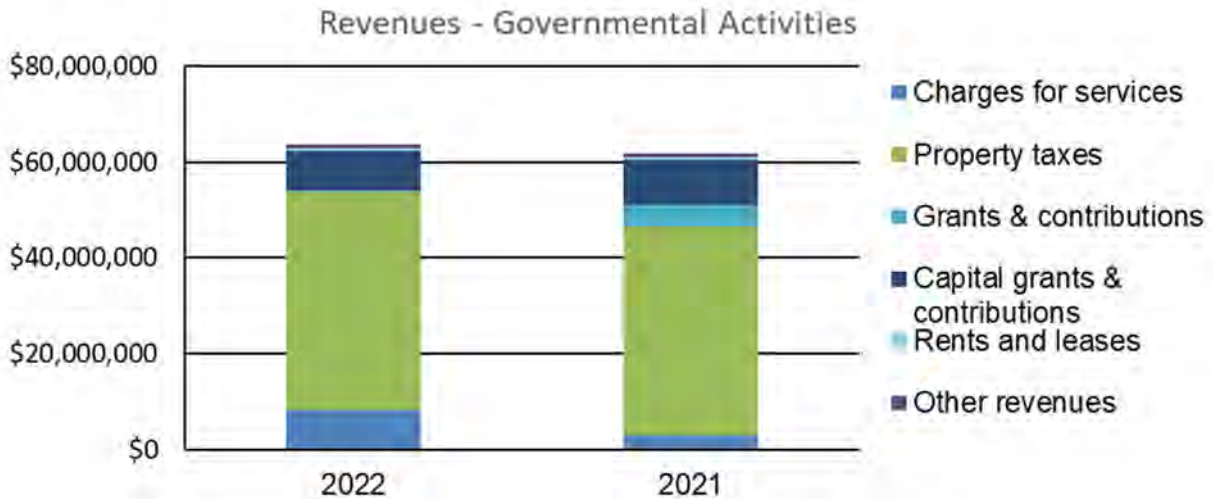


### Statement of Activities

Governmental activities increased the district's net position by \$23,054,454 in this fiscal year. Key elements of this increase are included in the condensed version of the government-wide Statement of Changes in Net Position as follows:

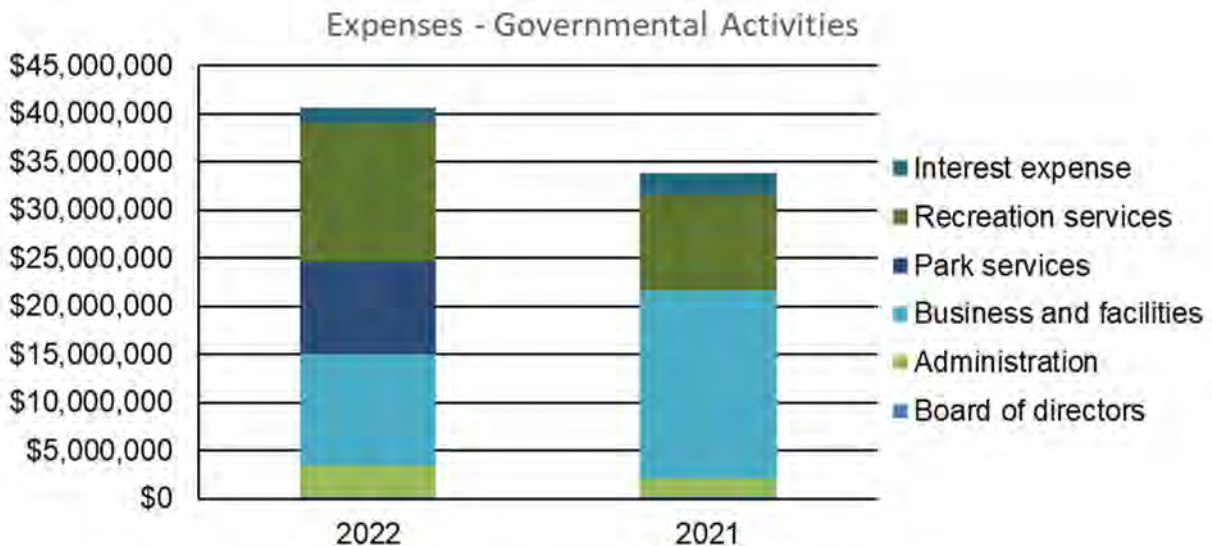
	<b>Governmental Activities</b>	
	For the year ended	
	June 30, 2022	June 30, 2021
<b>Revenues:</b>		
Program revenues:		
Charges for services	\$ 8,300,331	\$ 2,910,204
Operating grants and contributions	382,591	4,565,805
Capital grants and contributions	8,301,147	9,510,849
Rents and leases	598,733	557,072
General revenues:		
Property taxes	45,371,462	43,587,273
Other	734,195	648,166
Total revenues	<u>63,688,459</u>	<u>61,779,369</u>
<b>Expenses:</b>		
Board of directors	199,592	202,902
Administration	3,245,954	1,894,447
Business and facilities	11,587,219	19,577,534
Park services	9,554,414	-
Recreation services	14,368,060	9,894,243
Interest on long-term debt	1,678,766	2,243,378
Total expenses	<u>40,634,005</u>	<u>33,812,504</u>
Change in net position	23,054,454	27,966,865
Net position - beginning	210,082,384	182,115,519
Net position - ending	<u>\$ 233,136,838</u>	<u>\$ 210,082,384</u>

## Tualatin Hills Park & Recreation District Management's Discussion and Analysis



Property taxes increased \$1,784,189, or 4.1 percent. The increase is due primarily to statutorily allowed increases in assessed value of existing properties and new construction within the district boundaries. Charges for services increased \$5,390,127 or 185.2 percent, resulting from reopening of district facilities and programs throughout the fiscal year, which were closed in the prior fiscal year due to the COVID-19 pandemic. Capital grants and contributions decreased \$1,209,702, or 12.7 percent due to a decrease in land contributions in the current year. Operating grants and contributions decreased \$4,183,214 or 91.6 percent, due primarily to federal grant funding received via passthrough grants from Washington County for pandemic related costs in the prior fiscal year but not in the current fiscal year.

Expenses for the district increased by 20.2 percent over last year due to reopening of district facilities and programs throughout the fiscal year.



### Financial Analysis of the District's Funds

As noted earlier, the district uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

## Tualatin Hills Park & Recreation District Management's Discussion and Analysis

### Governmental funds analysis

The focus of the district's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the district's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The district has four major funds, reported as the General Fund, a debt service fund, and two capital project funds.

During the fiscal year ended June 30, 2022, the district's governmental funds reported an increase in combined ending fund balances of \$9,156,744. The General Fund and SDC Fund reported increases within the year while the remaining major funds reported decreases. The previous fiscal year had an increase of \$12,151,792, attributable primarily to the receipt of federal grants and the under-expenditure of budgeted costs in response to the state-ordered closures resulting from the pandemic.

The **General Fund** is the chief operating fund of the district. At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$25,296,956. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 58.8 percent of total General Fund expenditures, exceeding the district's financial policy guideline of 10.0 percent.

The following is a condensed version of the Statement of Revenues, Expenditures and Changes in Fund Balance for the General Fund:

	For the year ended	
	June 30, 2022	June 30, 2021
Revenues:		
Program revenues	\$ 8,300,331	\$ 2,910,204
Property taxes	36,999,109	35,692,368
Other revenues	2,692,900	6,453,258
Total revenues	<u>47,992,340</u>	<u>45,055,830</u>
Expenditures:		
Board of directors	199,592	202,902
Administration	4,145,290	2,284,691
Business and facilities	5,202,235	16,688,637
Park services	12,250,007	-
Recreation services	16,747,616	12,856,307
Capital outlay	3,549,939	2,010,407
Debt service	905,918	879,553
Total expenditures	<u>43,000,597</u>	<u>34,922,497</u>
Other financing sources (uses):		
Transfer out	<u>(650,000)</u>	-
Change in fund balance	4,341,743	10,133,333
Fund balance - beginning	21,268,153	11,134,820
Fund balance - ending	<u>\$ 25,609,896</u>	<u>\$ 21,268,153</u>

Fund balance of the General Fund increased by \$4,341,743 or 20.4 percent on the modified accrual method of accounting, due to measured reopening of district facilities and programs that had closed due to the COVID-19 pandemic.

## Tualatin Hills Park & Recreation District Management's Discussion and Analysis

Program revenues increased \$5,390,127 or 185.2 percent. All categories of program revenues experienced increases because the prior fiscal year facilities were closed due to the COVID-19 pandemic. Revenues other than program revenues changed as follows:

- Increase of 3.7 percent or \$1,306,741 in property tax revenues related primarily to statutorily allowable growth in assessed property values, new construction in the district.
- Other revenues decreased \$3,760,358 or 58.3 percent, due primarily to the receipt of federal passthrough grant dollars in the prior fiscal year intended to assist the district in covering pandemic related costs.

Non-capital and non-debt service operating expenditures increased 20.3 percent or \$6,512,203 primarily due to increases in personnel service costs including budgeted cost-of-living and merit increases, increases in health insurance costs, increased retirement plan costs and payroll taxes, offset in part by vacant staffing positions and the inability to fill those positions. Capital expenditures increased from the previous year by \$1,539,532 or 76.6 percent due to timing of construction projects, which were delayed or eliminated in the prior fiscal year and began again in the current fiscal year.

The **Bonded Debt Fund** has a total fund balance of \$439,309, a decrease of \$63,374 versus the previous year, and is restricted for payment of debt service on existing general obligation debt.

The **Bond Capital Projects Fund** accounts for the proceeds received from the sale of the general obligation bonds, Series 2009 for \$58,505,000 and Series 2011 for \$40,060,000, and Series 2015 for \$1,435,000 (new monies only). In November 2008, district voters authorized a total levy of \$100 million to target a specific list of projects and land acquisitions throughout the district. A total of \$322,032 was expended during the current fiscal year. The majority of capital projects have been substantially completed; however, natural resource land restoration and development of one new athletic facility continued during the current year and will do so in future years. As of the end of the year, total fund balance in this fund restricted for capital project development is \$2,565,293.

The **SDC Fund** accounts for development impact fees assessed on new construction within the district boundaries. Total revenues decreased by \$2,112,828 or 25.0 percent over last year, due to timing of new construction activity in the district. Total expenditures decreased by \$2,022,947 or 52.7 percent due to timing of construction on district projects. Fund balance increased by \$5,186,020 or 15.6 percent over the previous year. This total fund balance of \$38,384,563 is restricted for parks acquisition and development and improvements related to capacity expansion.

### **General Fund Budgetary Highlights**

The district prepares and adopts its budget on an annual basis using a modified cash basis of accounting. General Fund revenues were less than budgeted by 11.4 percent, largely due to measured reopening of programs and facilities closed due to the COVID-19 pandemic. This led to program revenues falling short of budgeted amounts by \$5,568,016. Expenditures stayed well under budget by 28.1 percent, primarily due to functioning on a revised operating plan. This plan was put into place to provide a measured approach to reopening the district facilities and programs. The district also struggled with filling vacant positions and therefore was not able to offer all of the programs/classes that were offered pre-pandemic.

**Tualatin Hills Park & Recreation District  
Management's Discussion and Analysis**

**Capital Asset and Debt Administration**

**Capital assets**

The district's investment in capital assets as of June 30, 2022 amounts to \$254,730,616 (net of accumulated depreciation). This investment in capital assets includes land, parks, sites and planning development, buildings and improvements, equipment and furnishings, construction in progress, and intangible assets. The net decrease in the district's capital assets for the current fiscal year was \$1,138,531 or 0.4 percent, which reflected asset additions of \$5,983,654 and depreciation of \$7,121,128.

Additions of \$1,233,290 in land were primarily related to new acquisitions of park and natural area parcels. Additions of \$5,636,608 in park sites was due primarily to the completion of the Crowell Woods Park project. Additions of \$2,335,941 in buildings and improvements was primarily due to the renovation of the Conestoga pool tank and deck. Construction in process had additions of \$4,535,283 which included the Conestoga pool tank and deck project, Highland Park, renovations at Harman Swim Center, replacement of the boiler at Cedar Hills, and work on the Lombard Baker and North-West neighborhood parks, offset by transfers out for completed projects of \$8,030,453. Deferred maintenance was funded for both buildings and parks improvements, to the extent of available funds.

**Capital Assets (net of depreciation)**

	June 30	
	2022	2021
Land	\$ 121,136,527	\$ 119,903,237
Parks, sites and planning development	80,317,599	79,357,193
Buildings and improvements	42,215,817	41,907,591
Equipment and furnishings	744,194	875,256
Intangible assets	954	15,175
Construction in progress	10,315,525	13,810,695
Total	\$ 254,730,616	\$ 255,869,147

Additional information on the district's capital assets can be found in Note IV.C of the Notes to Basic Financial Statements section of this report.

**Long-term debt and other long-term obligations**

At June 30, 2022, the district had \$59,892,775 in debt and other long-term obligations outstanding compared to \$68,005,079 last year. \$8,201,304 of the debt outstanding and other long-term obligations at June 30, 2022 is due within one year. Debt decreased by a net of \$8,112,304, mainly due to the principal payments made on existing debt.

**Outstanding Debt and Obligations**

	June 30	
	2022	2021
General obligation bonds	\$ 44,310,000	\$ 50,490,000
Premiums	5,109,979	6,541,108
Full faith and credit obligations	10,265,000	10,735,000
Direct borrowing and loans	207,796	238,971
Total	\$ 59,892,775	\$ 68,005,079



## Tualatin Hills Park & Recreation District Management's Discussion and Analysis

The district's most recent credit rating was "Aa1", received from Moody's in March 2021 for the general obligation bonds. The full faith and credit obligations received a "Aa1" credit rating from Moody's in January 2020. Previously, the district received ratings of "AA" from Standard & Poor's on both general obligation and full faith and credit obligations.

Due to the district's strong credit rating, bond insurance was not financially advantageous, nor necessary, for the series 2015, 2016 and 2021 general obligation issues or the series 2020 and 2021 full faith issues.

Additional information on the district's long-term obligations can be found in Note IV.G of the Notes to Basic Financial Statements section of this report.

### **Economic Factors and Next Year's Budget and Rates**

#### **Impact of COVID-19 Pandemic**

In planning for the future the district has to acknowledge the ongoing impacts from the COVID-19 pandemic. In March 2020, the district closed all facilities, programs and certain outdoor amenities including fields and playgrounds under order of the Oregon governor, and those facilities remained closed for months. By June 30, 2022, more than two years later, the district is still not back to full operations. The pandemic resulted in life-altering changes to how staff interact with each other and how the world is navigated. It brought forth new necessary health and safety guidelines, limitations on activities, changes in people's comfort levels in how they choose to recreate, and it spurred tremendous lifestyle changes ranging from working from home to people choosing to leave the workforce altogether. The district, like most employers is facing unprecedented changes in the labor market. The district has positions, such as aquatics professionals, with huge numbers of vacancies that are difficult to fill, causing limitations in class offerings and programming options. At June 30, 2022 the district had over 100 vacant positions to fill in aquatics and the district was only able to offer a fraction of the swim classes and programming that typically would be offered due to the staffing shortages.

The tight labor market means the district must rethink our employee attraction and retention strategies. Wages for part-time workers have been increasing as well as additional benefit offerings to attract applicants.

#### **Fiscal Year 2022/23 Budget**

Because so much is unknown, the district is continuing the approach developed last fiscal year to develop a full budget appropriation for the upcoming fiscal year but continue to monitor conditions each quarter and adjust actual spending plans in accordance with funding actuals throughout the year. District staff have done an excellent job learning to manage within even shorter planning cycles, adjusting the district's spending each quarter, in alignment with ever-changing realities brought on by the pandemic.

Some of the factors considered during the preparation of the 2022/23 budget were:

- Assessed value on property was estimated to increase by approximately 3.3 percent over the previous year.
- Cost of living increases of 3.0 percent for full and regular part-time staff and pension funding in compliance with the board approved pension funding policy.
- The budget includes moving the remainder of the Business and Facilities division in with the Administration division.

## **Tualatin Hills Park & Recreation District Management's Discussion and Analysis**

Property taxes have been increased by the statutorily allowed 3.0 percent of assessed value on all properties. New development growth is estimated at 0.3 percent, for the combined rate of 3.3 percent. The district will continue to closely analyze the various properties to accurately estimate future resources. However, with the increased rate of new growth within district boundaries, and returning property values on existing homes, future resource growth should be strong and steady. Historically, property tax revenues have shown stability even during times of economic downturn and recession.

The district funds maintenance replacement at the maximum level available and it will continue to be a critical component of future budgetary plans. The district has seen growth in rental income from various properties and will actively target additional grant and contribution opportunities.

The district Board approved an updated district pension funding that will allow the district to address the funding level of the defined benefit pension plan. If investment results for the plan meet projections, the funding plan will allow for close to 100% funding of the plan's pension liability within a three-year period.

In order to remain financially sustainable, the district will continue with the long-term focus that has served well during the past years. Continued implementation of the strategic and financial sustainability plans, and resulting functional plans, will assist in identification of key items to incorporate within the board approved long term strategic goals. Local parks and recreation programs offer an affordable alternative for families of all sizes and economic backgrounds, as reflected by our residents' involvement. The district will continue to examine existing programs, along with new and trending activities, to ensure we remain competitive and accessible for all.

### **Requests for Information**

These financial statements are designed to provide a general overview of the district's finances for all those with an interest, and to demonstrate the district's accountability. Questions concerning any of the information provided within this report, or requests for further financial information, should be addressed to Business Services Division, Finance Department, 15707 SW Walker Road, Beaverton, Oregon 97006



## Basic Financial Statements



Tualatin Hills Park & Recreation District  
**Statement of Net Position**  
**June 30, 2022**

	<b>Governmental</b>	<b>Component Unit -</b>
	<b>Activities</b>	<b>Tualatin Hills Park</b>
	<b>Foundation</b>	
<b>Assets:</b>		
Cash and cash equivalents	\$ 59,471,820	\$ 698,218
Investments	11,976,564	66,815
Due from other governments	521,980	-
Receivables (net of reserve for uncollectible accounts)	1,433,777	74,853
Lease receivables	4,516,340	-
Inventory	154,710	-
Prepays	158,230	-
Cash and cash equivalents - restricted	24,083	-
Capital assets (net of accumulated depreciation):		
Land	121,136,527	-
Parks, sites and planning development	80,317,599	-
Buildings and improvements	42,215,817	-
Equipment and furnishings	744,194	-
Intangible assets	954	-
Construction in progress	10,315,525	-
Lease assets, net	27,030	-
Total assets	333,015,150	839,886
<b>Deferred Outflows of Resources:</b>		
Deferred outflows - pension	2,187,088	-
Deferred outflows - opeb	385,596	-
Deferred outflows - charge on debt refunding	2,869,305	-
Total deferred outflows of resources	5,441,989	-
<b>Liabilities:</b>		
Accounts payable and other current liabilities	3,799,931	28,039
Accrued interest payable	193,216	-
Unearned revenue	2,376,857	-
Due within one year:		
Long-term debt	8,201,304	-
Compensated absences	570,018	-
Lease payable	25,594	-
Due in more than one year:		
Long-term debt	51,691,471	-
Compensated absences	640,098	-
Lease payable	1,951	-
Net pension liability	19,458,100	-
Net other post-employment benefits liability	946,346	-
Total liabilities	87,904,886	28,039
<b>Deferred Inflows of Resources:</b>		
Deferred inflows - pension	12,461,863	-
Deferred inflows - opeb	574,793	-
Deferred inflows - lease resources	4,378,759	-
Total deferred inflows of resources	17,415,415	-
<b>Net Position:</b>		
Net investment in capital assets	200,271,924	-
Restricted for:		
Debt service	439,309	-
Capital improvements	38,384,563	-
With donor restrictions	-	164,829
Unrestricted	(5,958,958)	647,018
Total net position	\$ 233,136,838	\$ 811,847

The notes to the basic financial statements are an integral part of this statement.

Tualatin Hills Park & Recreation District  
**Statement of Activities**  
For the Year Ended June 30, 2022

Functions/Programs	Program Revenues					Net Revenue (Expense) and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Rents and Leases	Governmental Activities	Component Unit - Tualatin Hills Park Foundation
<b>Primary government:</b>							
Governmental activities:							
Board of Directors	\$ 199,592	\$ -	\$ -	\$ -	\$ -	\$ (199,592)	
Administration	3,245,954	-	-	-	-	(3,245,954)	
Business and facilities	11,587,219	-	-	8,301,147	598,733	(2,687,339)	
Park services	9,554,414	-	-	-	-	(9,554,414)	
Recreation services	14,368,060	8,300,331	382,591	-	-	(5,685,138)	
Interest on long-term debt	1,678,766	-	-	-	-	(1,678,766)	
<b>Total primary government</b>	<b>\$ 40,634,005</b>	<b>\$ 8,300,331</b>	<b>\$ 382,591</b>	<b>\$ 8,301,147</b>	<b>\$ 598,733</b>	<b>(23,051,203)</b>	
<b>Component unit:</b>							
Tualatin Hills Park Foundation	\$ 166,745	\$ -	\$ 69,190	\$ -	\$ -		\$ (97,555)
				General revenues:			
				Property taxes levied for general purposes	37,008,926	-	
				Property taxes levied for debt service	8,362,536	-	
				Grants and contributions not restricted to specific programs	-	103,352	
				Unrestricted investments earnings	417,820	140	
				Miscellaneous	316,375	11,020	
				<b>Total general revenues</b>	<b>46,105,657</b>	<b>114,512</b>	
				Change in net position	23,054,454	16,957	
				Net position - beginning	210,082,384	794,890	
				Net position - ending	<b>\$ 233,136,838</b>	<b>\$ 811,847</b>	

The notes to the basic financial statements are an integral part of this statement.



Tualatin Hills Park & Recreation District  
**Balance Sheet - Governmental Funds**  
**June 30, 2022**

	General Fund	Bonded Debt Fund	Bond Capital Projects Fund	System Development Charges Fund	Other Governmental Fund	Total Governmental Funds
<b>Assets</b>						
Assets:						
Cash and cash equivalents	\$ 30,160,297	\$ 396,743	\$ 2,612,388	\$ 26,115,139	\$ 187,253	\$ 59,471,820
Investments	-	-	-	11,976,564	-	11,976,564
Receivables:						
Interest	360	141	-	-	-	501
Property taxes, net	608,590	136,927	-	-	-	745,517
Accounts receivable	687,759	-	-	-	-	687,759
Leases	4,516,340	-	-	-	-	4,516,340
Intergovernmental	60,598	-	-	461,382	-	521,980
Cash and cash equivalents - restrictec	-	-	-	24,083	-	24,083
Prepays	158,230	-	-	-	-	158,230
Inventory	154,710	-	-	-	-	154,710
Total assets	<u>\$ 36,346,884</u>	<u>\$ 533,811</u>	<u>\$ 2,612,388</u>	<u>\$ 38,577,168</u>	<u>\$ 187,253</u>	<u>\$ 78,257,504</u>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>						
Liabilities:						
Accounts payable	\$ 1,882,085	\$ -	\$ 44,219	\$ 171,905	\$ -	\$ 2,098,209
Salaries payable	355,807	-	-	-	-	355,807
Retainages payable	98,458	-	2,876	20,700	-	122,034
Other current liabilities payable	1,223,881	-	-	-	-	1,223,881
Unearned revenue	2,376,857	-	-	-	-	2,376,857
Total liabilities	<u>5,937,088</u>	<u>-</u>	<u>47,095</u>	<u>192,605</u>	<u>-</u>	<u>6,176,788</u>
Deferred inflows:						
Unavailable revenue - taxes	421,141	94,502	-	-	-	515,643
Unavailable revenue - leases	4,378,759	-	-	-	-	4,378,759
Total deferred inflows	<u>4,799,900</u>	<u>94,502</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,894,402</u>
Fund balances:						
Nonspendable:						
Prepays	158,230	-	-	-	-	158,230
Inventory	154,710	-	-	-	-	154,710
Restricted:						
Debt service	-	439,309	-	-	-	439,309
Capital improvements	-	-	2,565,293	38,384,563	-	40,949,856
Committed - mitigation maintenance	-	-	-	-	187,253	187,253
Unassigned	25,296,956	-	-	-	-	25,296,956
Total fund balance	<u>25,609,896</u>	<u>439,309</u>	<u>2,565,293</u>	<u>38,384,563</u>	<u>187,253</u>	<u>67,186,314</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 36,346,884</u>	<u>\$ 533,811</u>	<u>\$ 2,612,388</u>	<u>\$ 38,577,168</u>	<u>\$ 187,253</u>	<u>\$ 78,257,504</u>

The notes to the basic financial statements are an integral part of this statement



**Tualatin Hills Park & Recreation District**  
**Reconciliation of the Balance Sheet - Governmental Funds**  
**to the Statement of Net Position**  
**June 30, 2022**

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

Fund balances - total governmental funds:	\$	67,186,314
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		254,730,616
Lease assets are not financial resources and therefore are not reported in the governmental funds		27,030
Unavailable revenues for those amounts that were not available to pay current period expenditures.		515,643
Other long-term items are not available to pay for current period expenditures and, therefore, are deferred in the fund statements:		
Deferred outflows - pension		2,187,088
Deferred outflows - other post employment benefits		385,596
Deferred outflow - charge on debt refunding		2,869,305
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Accrued interest payable		(193,216)
Bonds, FFC and loans payable		(59,892,775)
Compensated absences		(1,210,116)
Lease payable		(27,545)
Net opeb liability		(946,346)
Deferred inflows - pension		(12,461,863)
Deferred inflows - other post employment benefits		(574,793)
Net pension liability		(19,458,100)
Net position of governmental activities	<u>\$</u>	<u>233,136,838</u>

The notes to the basic financial statements are an integral part of this statement

**Tualatin Hills Park & Recreation District**  
**Statement of Revenues, Expenditures and Changes in Fund Balances -**  
**Governmental Funds**  
**For the Year Ended June 30, 2022**

	General Fund	Bonded Debt Fund	Bond Capital Projects Fund	System Development Charges Fund	Other Governmental Fund	Total Governmental Funds
Revenues:						
Property taxes	\$ 36,999,109	\$ 8,361,247	\$ -	\$ -	\$ -	\$ 45,360,356
Aquatic programs	1,508,034	-	-	-	-	1,508,034
Tennis center	1,079,714	-	-	-	-	1,079,714
Sports programs	1,818,627	-	-	-	-	1,818,627
Recreation programs	3,893,956	-	-	-	-	3,893,956
Grants and sponsorships	1,199,718	-	-	-	-	1,199,718
Rents and leases	598,733	-	-	-	-	598,733
System development charges	-	-	-	6,374,376	-	6,374,376
Interest earned	396,926	29,640	13,330	(23,133)	1,057	417,820
Charges for services	181,148	-	-	-	-	181,148
Miscellaneous revenues	316,375	-	-	-	-	316,375
Total revenues	<u>47,992,340</u>	<u>8,390,887</u>	<u>13,330</u>	<u>6,351,243</u>	<u>1,057</u>	<u>62,748,857</u>
Expenditures:						
Current:						
Board of Directors	199,592	-	-	-	-	199,592
Administration	4,145,290	-	-	-	-	4,145,290
Business and facilities	5,202,235	-	-	-	-	5,202,235
Park services	12,250,007	-	-	-	-	12,250,007
Recreation services	16,747,616	-	-	-	-	16,747,616
Capital outlay	3,549,939	-	322,032	1,801,305	-	5,673,276
Materials and services - SDC	-	-	-	13,918	-	13,918
Debt service	905,918	8,454,261	-	-	-	9,360,179
Total expenditures	<u>43,000,597</u>	<u>8,454,261</u>	<u>322,032</u>	<u>1,815,223</u>	<u>-</u>	<u>53,592,113</u>
Excess (deficiency) of revenues over (under) expenditures	4,991,743	(63,374)	(308,702)	4,536,020	1,057	9,156,744
Other financing sources (uses):						
Transfer in	-	-	-	650,000	-	650,000
Transfer out	(650,000)	-	-	-	-	(650,000)
Total other finance sources (uses)	<u>(650,000)</u>	<u>-</u>	<u>-</u>	<u>650,000</u>	<u>-</u>	<u>-</u>
Net change in fund balances	4,341,743	(63,374)	(308,702)	5,186,020	1,057	9,156,744
Fund balances at beginning of year	<u>21,268,153</u>	<u>502,683</u>	<u>2,873,995</u>	<u>33,198,543</u>	<u>186,196</u>	<u>58,029,570</u>
Fund balances at end of year	<u>\$ 25,609,896</u>	<u>\$ 439,309</u>	<u>\$ 2,565,293</u>	<u>\$ 38,384,563</u>	<u>\$ 187,253</u>	<u>\$ 67,186,314</u>

The notes to the basic financial statements are an integral part of this statement

**Tualatin Hills Park & Recreation District  
Reconciliation of the Statement of Revenues, Expenditures  
and Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
For the Year Ended June 30, 2022**

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

Net changes in fund balances - total governmental funds	\$ 9,156,744
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (for capitalized assets) exceeded depreciation in the current period.	(2,247,118)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net position.	1,108,587
Governmental funds report lease financing as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as amortization expense. This is the amount by which amortization exceeded lease financing.	(515)
Governmental funds defer revenues that do not provide current financial resources. However, the Statement of Activities recognizes such revenues at their net realizable value when earned, regardless of when received.	11,106
The issuance of long-term debt (e.g., bond, loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	7,607,791
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Accrued interest payable	26,809
Accrued compensated absences payable	(115,474)
Net OPEB liability and related deferrals	61,974
Net pension liability and related deferrals	7,444,550
Change in net position of governmental activities	\$ 23,054,454

The notes to the basic financial statements are an integral part of this statement

Tualatin Hills Park & Recreation District  
**Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
General Fund  
For the Year Ended June 30, 2022**

	<b>Original and Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget - Positive (Negative)</b>
Revenues:			
Property taxes	\$ 36,714,068	\$ 36,999,109	\$ 285,041
Aquatic programs	3,698,641	1,508,034	(2,190,607)
Tennis center	1,238,412	1,079,714	(158,698)
Sports programs	3,802,679	1,818,627	(1,984,052)
Recreation programs	5,128,615	3,893,956	(1,234,659)
Grants and sponsorships	1,956,869	1,199,718	(757,151)
Rents and leases	645,000	598,733	(46,267)
Interest earned	300,000	396,926	96,926
Charges for services	500,000	181,148	(318,852)
Miscellaneous revenues	206,448	316,375	109,927
Total revenues	<u>54,190,732</u>	<u>47,992,340</u>	<u>(6,198,392)</u>
Expenditures:			
Board of Directors	304,755	199,592	105,163
Administration	5,158,127	4,145,290	1,012,837
Business and facilities	7,263,148	6,285,376	977,772
Park services	15,451,400	12,436,895	3,014,505
Recreation services	26,359,152	16,747,616	9,611,536
Capital outlay	5,301,625	3,185,828	2,115,797
Total expenditures	<u>59,838,207</u>	<u>43,000,597</u>	<u>16,837,610</u>
Other financing sources (uses):			
Transfers out	(779,000)	(650,000)	129,000
Contingency	(2,500,000)	-	2,500,000
Capital replacement reserve	(1,500,000)	-	1,500,000
Total other financing sources (uses)	<u>(4,779,000)</u>	<u>(650,000)</u>	<u>4,129,000</u>
Change in fund balance	<u>(10,426,475)</u>	<u>4,341,743</u>	<u>(18,907,002)</u>
Fund balances at beginning of year	<u>10,426,475</u>	<u>21,268,153</u>	<u>10,841,678</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ 25,609,896</u>	<u>\$ 25,609,896</u>

The notes to the basic financial statements are an integral part of this statement

**Tualatin Hills Park & Recreation District**  
**Statement of Fiduciary Net Position**  
**June 30, 2022**

	<b>Pension and OPEB Trust Funds</b>
<b>Assets</b>	
Cash	\$ 97,487
Investments @ fair value	
Mutual funds	20,089,979
Accrued interest	67
Loan receivable	13,998
Total assets	20,201,531
<b>Net Position</b>	
Restricted for pension	18,454,579
Restricted for other post-employment benefits	1,746,952
Total net position held in trust	\$ 20,201,531

The notes to the basic financial statements are an integral part of this statement

**Tualatin Hills Park & Recreation District**  
**Statement of Changes in Fiduciary Net Position**  
**For the Year Ended June 30, 2022**

	<u>Pension and OPEB Trust Funds</u>
<b>Additions:</b>	
Contributions	
Employer	\$ 8,500,000
Employee	762,147
Other	<u>10,938</u>
Total contributions	<u>9,273,085</u>
Investment earnings (loss)	<u>(2,495,697)</u>
Total additions	<u>6,777,388</u>
<b>Deductions:</b>	
Benefits paid	(1,342,851)
Administrative expenses	<u>(50,503)</u>
Total deductions	<u>(1,393,354)</u>
Change in net position	5,384,034
Net position, at beginning of year	<u>14,817,497</u>
Net position, at end of year	<u><u>\$ 20,201,531</u></u>

The notes to the basic financial statements are an integral part of this statement



Tualatin Hills Park & Recreation District  
Notes to Basic Financial Statements

**I. Summary of significant accounting policies**

**A. Reporting entity**

Tualatin Hills Park & Recreation District (the district) is a special service district governed by an elected five-member Board of Directors (the board) and operates as a separate municipal corporation. The district, as a primary government, is a financial reporting entity, which has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments. As required by accounting principles generally accepted in the United States (GAAP), these financial statements present the financial status and activities of the district and its component unit. The discretely presented component unit, Tualatin Hills Park Foundation (the foundation), is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the district. The district has no other potential component units.

Discretely Presented Component Unit

Tualatin Hills Park Foundation, formed in 1958, is a publicly supported non-profit, tax-exempt organization dedicated to benefit the district by enhancing the recreational opportunities within the community. The Board of Trustees elects trustees by majority vote, with one member from the district board. The nature and significance of the relationship is such that the exclusion of the foundation statement would cause the district's financial statements to be misleading or incomplete. The foundation has a June 30 year end. The complete financial statements of the Tualatin Hills Park Foundation may be obtained at the district's administrative office.

**B. Government-wide and fund financial statements**

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the district.

The statement of net position presents the financial condition of the district at fiscal year-end.

The statement of activities demonstrates the degree to which the direct expenses of a given division or function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific division or function. *Program revenues* include 1) charges to patrons who purchase, use, or directly benefit from goods, services or privileges provided by a given division or function, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular division or function. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Fund Financial Statements

Separate financial statements are provided for governmental, proprietary, and fiduciary funds. Each fund is considered to be a separate accounting entity. Funds are reported separately to aid in financial management and to help demonstrate legal compliance in use of these funds. Currently, the district has only governmental funds and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. Fiduciary trust funds for pension and other post-employment benefits are reported separately.

Tualatin Hills Park & Recreation District  
Notes to Basic Financial Statements

**C. Measurement focus, basis of accounting and financial statement presentation**

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Property taxes, received by the district within 60 days, system development impact fees and interest associated with the current year are all considered to be susceptible to accrual and so have been recognized as revenues of the year. All other revenue items are considered to be measurable and available only when cash is received by the district.

Activities between funds, which are similar to lending/borrowing arrangements, are reported as “due to/due from other funds”, when outstanding at the end of the fiscal year. Such balances are eliminated in the government-wide financial statements.

The district reports the following major governmental funds:

The *General Fund* is the district’s primary operating fund. It accounts for all financial resources of the district, except those required to be accounted for in another fund. The major sources of revenue are property taxes and user fees.

The *Bonded Debt Fund* accounts for the accumulation of resources to pay principal and interest on certain general obligation long-term bonded debt. The primary source of revenue is property taxes.

The *Bond Capital Projects Fund* accounts for the financial resources received from the voter approved general obligation bonds. This fund details the acquisition and construction of the approved capital projects, utilizing the bond proceeds.

The *System Development Charges Fund* accounts for financial resources used for the acquisition of capital assets or construction of major capital projects. This fund accounts for fees charged to developers to provide for expanding capacity of the district’s facilities.

The other governmental fund includes the nonmajor funds of the district. The *Mitigation Maintenance Fund* is a special revenue fund that accounts for mitigation funds received from development impacting park property. This fund is accumulated for and committed to use on natural area restoration projects. The *Metro Bond Local Project Fund* is a fund that accounts for

## Tualatin Hills Park & Recreation District Notes to Basic Financial Statements

dollars set aside for the local match to the Metro bond grants to support clean water, protect and restore culturally significant native plant communities, protect and improve fish and wildlife habitat, reduce impacts of climate change, enhance trail networks, and make parks and natural areas more accessible and inclusive.

Additionally, the district reports fiduciary funds as follows:

The *Pension Trust Fund* accounts for activities of the district's defined benefit and defined contribution pension plans.

The *Other Post-employment Benefits (OPEB) Trust Fund* accounts for activities of the district's other post-employment benefits plan.

### Flow of resources

When both restricted and unrestricted resources are available for use, normally it is the district's policy to use restricted resources first, and then unrestricted resources as they are needed. However, this flow assumption is determined annually through the budget process and reflected in the approved appropriations.

### **D. Assets, liabilities, deferred outflows/inflows of resources and net position or fund balance**

#### *1. Cash, cash equivalents and investments*

The cash and cash equivalents of the district are cash on hand, demand deposits and funds invested with the Oregon State Treasurer's Local Government Investment Pool (LGIP), with interest accruing to the benefit of each individual fund. The district considers cash on hand, demand deposits and short-term highly liquid investments with a maturity of three months or less, when purchased, to be cash and cash equivalents. Restricted cash and cash equivalents consist of short-term deposits pledged in lieu of performance bonds for capital projects in progress.

State statutes and the district's investment policy authorize the district to invest in obligations of the U.S. Treasury, commercial paper, repurchase agreements, bankers' acceptances, municipal bonds, mutual funds and the LGIP. Investments are reported at fair value, based on quoted prices for identical investments.

The LGIP operates in accordance with appropriate state laws and regulations, but is not regulated by other laws, organizations, or regulations. The reported value of the LGIP is equal to cash value. Investments are regulated by the Oregon Short-Term Fund Board (OSTF) and approved by the Oregon Investment Council (ORS 294.805 to 294.895). The LGIP is not registered with the SEC as an investment company. While the LGIP is not currently rated by an independent rating agency, the LGIP's holdings provide very strong protection against losses from credit defaults.

#### *2. Receivables and payables*

Recorded property taxes receivable that are collected within 60 days after year-end are considered measurable and available and, therefore, are recognized as revenue in the fund financial statements. The remaining balance is recorded as unavailable revenue because it is

Tualatin Hills Park & Recreation District  
Notes to Basic Financial Statements

not deemed available to finance operations of the current period in the fund financial statements. An allowance for doubtful accounts is estimated based upon the history of collections of property tax, and any information received from the county related to settlements for outstanding tax balances. Property taxes are levied and become a lien on July 1. Collection dates are November 15, February 15, and May 15 following the lien date. 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.

*3. Lease receivables*

Lease receivables are recognized at the net present value of the future lease payments at an interest rate either explicitly described in the agreement or implicitly determined by the district, reduced by principal payments received.

*4. Inventory and prepaid items*

Inventories, consisting of expendable maintenance and program supplies, are valued at cost, which approximates market value, using the first-in, first-out method. The cost of inventory is recorded as an expenditure/expense when consumed, rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses at the time of consumption, rather than when purchased.

*5. Capital assets*

Capital assets, which include property, equipment, furnishings, improvements, and intangible assets, such as software, are reported in the government-wide financial statements. The district defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset life are not capitalized. Major outlays for capital assets and improvements are capitalized in the government-wide statements as projects are constructed. All capital outlay costs are recorded as expenditures in the fund financial statements.

Property, improvements, equipment, and intangible assets are depreciated using the straight-line method in the government-wide financial statements over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Building improvements	20
Park sites and planning development	20–50
Equipment and furnishings	5
Intangible assets	5

Tualatin Hills Park & Recreation District  
Notes to Basic Financial Statements

6. *Lease assets*

Lease assets are assets which the district leases for a term of more than one year. The value of lease assets are determined by the net present value of the leases at the district's incremental borrowing rate at the time of the lease agreement, amortized over the term of the agreement.

7. *Deferred outflows/inflows of resources*

In addition to assets, another financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The items that qualify in this category are deferred charges from refunding, and the following items that relate to the defined benefit pension plan and OPEB plan: the difference between expected and actual experience, and the net difference between projected and actual investment earnings and changes in assumptions or inputs. All four items are reported in the government-wide statement of net position. Deferred charges, resulting from the carrying value of refunded debt and its reacquisition price, are deferred and amortized over the shorter of the life of the refunded debt or refunding debt.

In addition to liabilities, a separate section may also be required for *deferred inflows of resources*, representing acquisition of net assets or fund balance that applies to a future period, and so will not be recognized as an inflow of resources (revenue) until that time. Both the statement of net position and the governmental funds balance sheet may report a separate section for deferred inflows of resources. The district has unavailable revenue, property taxes, that qualify for reporting in this category in the governmental funds balance sheet and deferred inflows for differences between expected and actual experience and changes in assumptions or inputs that relates to the OPEB and pension plans and deferred lease resources.

8. *Unearned revenue*

Governmental funds recognize unearned revenue in connection with resources that have been received, but not yet earned. The government-wide financial statements and governmental funds balance sheet report unearned revenue only for amounts that are received but not earned, relating to payments received for recreation programs that occur July 1 or after.

9. *Compensated absences*

District policy permits employees to accumulate earned but unused vacation, compensatory and sick pay benefits. There is no liability for unpaid accumulated sick leave since the district does not have a policy to pay any amounts to employees upon separation of service. All vacation and compensatory pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

10. *Long-term obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

## Tualatin Hills Park & Recreation District

### Notes to Basic Financial Statements

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

#### *11. Lease payable*

In the government-wide financial statements, leases payable are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources.

#### *12. Fund balance*

In the fund financial statements, fund balance classifications comprise a hierarchy based on the constraints imposed on the use of resources as reported in governmental funds. The five fund balance classifications are described below:

- Nonspendable fund balance represents amounts that are not in a spendable form, or are either legally or contractually required to be maintained intact. The nonspendable fund balance represents inventories and prepaid items.
- Restricted fund balance represents amounts that are legally restricted by outside parties for a specific purpose (such as debt covenants, grant or donor requirements, other governments) or are restricted by law (constitutionally or by enabling legislation).
- Committed fund balance represents funds formally set aside by the governing body for a particular purpose. The board may set, modify or rescind commitments by resolution.
- Assigned fund balance represents amounts that are constrained by expressed intent to use resources for a specific purpose that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the board or designee to whom that authority has been given by the board, normally the General Manager or Finance Services Director.
- Unassigned fund balance is the residual classification of the General Fund. Only the General Fund may report a positive unassigned fund balance. Other governmental funds would report any negative residual fund balance as unassigned.

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

To ensure financial stability, the board has adopted a policy stating that the minimum level of ending fund balance will be at least 10 percent of operating expenses in the year. In any year in which the district is not at the targeted fund level, the budgeted contingency will be increased by 1 percent of property tax revenues.

Tualatin Hills Park & Recreation District  
Notes to Basic Financial Statements

**II. Reconciliation of government-wide and fund financial statements**

**A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position**

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$(59,892,775) difference are as follows:

Bonds payable	\$ (44,310,000)
Plus: Issuance premiums (to be amortized over life of debt)	(4,073,569)
Full faith and credit obligations	(10,265,000)
Plus: Issuance premiums (to be amortized over life of debt)	(1,036,410)
Direct debt and loans payable	<u>(207,796)</u>
Net adjustment to decrease <i>fund balance - total governmental funds</i> to arrive at <i>net position - governmental activities</i>	<u><u>\$ (59,892,775)</u></u>

**B. Explanation of certain differences between the governmental fund statement of revenues, expenditures and changes in fund balances and the government-wide statement of activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliations between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$(2,247,118) difference are as follows:

Capital outlay (for capitalized assets)	\$ 4,874,010
Depreciation expense	<u>(7,121,128)</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at changes in <i>net position of governmental activities</i>	<u><u>\$ (2,247,118)</u></u>



Tualatin Hills Park & Recreation District  
Notes to Basic Financial Statements

Another element of that reconciliation states “the net effect of various miscellaneous transactions involving capital assets (i.e. donations) is to increase net position.” The details of this \$1,108,587 difference are as follows:

Donations of capital assets increase the net position in the statement of net position, but do not appear in the governmental funds because they are not financial resources	\$ 1,109,644
Deletions of capital assets decrease the net position in the statement of net position, but do not appear in the governmental funds because they are not financial resources	<u>(1,057)</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u>\$ 1,108,587</u>

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The details of this \$7,607,791 difference are as follows:

Principal repayments:	
General obligation debt	\$ 6,180,000
Other long-term debt	501,175
Amortization of premiums	1,431,129
Amortization of deferred charges/inflows on refundings	<u>(504,513)</u>
Net adjustments to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u>\$ 7,607,791</u>

**III. Stewardship, compliance and accountability**

**Budgetary information**

Annual budgets are prepared for each fund in accordance with a modified accrual basis of accounting and with the legal requirements set forth in the Oregon Local Budget Law. The district budgets each governmental fund type on a modified accrual basis. The resolution authorizing appropriations for each fund set the level by which expenditures cannot legally exceed appropriations. All annual appropriations lapse at year-end. On or before the third week of February, departmental budgets are submitted to management for compilation of the proposed budget document. Initial budget review meetings begin in April, with the final public hearing and adoption completed before June 30 of each year.

Governmental fund budgets are established in accordance with state law and are adopted on a fund level except the General Fund. The General Fund budget is adopted on an organizational unit level. Organizational units are the levels of control for all funds established by the resolution. The detail budget document, however, is required to contain more specific information for the above-mentioned appropriation levels. Unexpected additional resources may be added to the

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budget through a supplemental budget. A supplemental budget requires hearings before the public, publications in newspapers and approval by the board. Original and supplemental budgets may be modified by appropriations transfers between the levels of control. Such transfers require approval by the board. In the year ended June 30, 2022 there weren't any supplemental budgets or budget transfers.

**IV. Detailed notes on all funds**

**A. Cash, cash equivalents and investments**

Deposits with financial institutions include bank demand deposits and deposits in the LGIP, as authorized by Oregon statutes.

At June 30, 2022, the district had the following cash, cash equivalents and investments at fair value:

Governmental funds:	
Demand deposits	\$ 6,305,788
Commercial paper	539,735
Investments in the State Treasurer's LGIP	52,650,380
Government and agency obligations	11,976,564
Total governmental funds cash, cash equivalents and investments	71,472,467
Fiduciary funds:	
Cash	97,487
Mutual funds	20,089,979
Other	67
Total cash, cash equivalents and investments at fair value	\$ 91,660,000

Cash, cash equivalents and investments are reflected in the financial statements as follows:

Cash and cash equivalents	\$ 59,471,820
Investments	11,976,564
Cash, cash equivalents and investments - restricted	24,083
Total cash, cash equivalents and investments - governmental activities	71,472,467
Cash and investments - fiduciary activities	20,187,533
Total cash, cash equivalents and investments - fiduciary activities	20,187,533
Total cash, cash equivalents and investments	\$ 91,660,000

The district categorizes its investments according to the fair value hierarchy established by GAAP. GASB Statement No. 72, *Fair value Measurement and Application*, provides a fair value hierarchy based on valuation inputs to measure the fair value of the investment. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other

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observable inputs; Level 3 inputs are significant unobservable inputs. Assets valued at fair value as of June 30, 2022 are as follows:

	Level 1	Level 2
Commercial paper	\$ -	\$ 539,735
Government and agency obligations	-	11,976,564
Mutual funds	20,089,979	-
Other	-	67
<b>Total</b>	<b>\$ 20,089,979</b>	<b>\$ 12,516,366</b>

Current investments ratings and weighted average maturities are:

	Moody's AAA	Total	Weighted Average Maturity (years)
Commercial paper	\$ 539,735	\$ 539,735	0.10
Government and agency obligations	11,976,564	11,976,564	0.50

The LGIP and mutual funds are unrated.

**1. Interest rate risk**

In accordance with its investment policy, the district manages its exposure to declines in fair values by limiting the weighted average maturity to ensure securities mature to meet cash requirements for ongoing operations and investing operating funds primarily in shorter-term securities or short-term investment pools.

Investments in the LGIP are stated at share value, which approximates fair value, and is the value at which the shares can be withdrawn. The LGIP does not report all investments at fair value in accordance with the provisions of GASB Statement No. 31. The LGIP is required by Oregon Revised Statutes (ORS) to compute the fair value of all investments maturing more than 270 days from the date the computation is made. If the fair value totals more than one percent of the balance of the LGIP in terms of unrealized gain or loss, the amount is required to be distributed to the pool participants. Fifty percent of the LGIP portfolio must mature within 93 days. Up to 25 percent of the LGIP portfolio may mature in over one year and no investment may mature in over three years. At June 30, 2022, the district's share of the amount of unrealized gain reported by the LGIP was considered immaterial.

**2. Credit risk**

As incorporated into the district's investment policy, State statute allows the district to invest in general obligations of the U.S. Government and its agencies, bank repurchase agreements, bankers' acceptances, municipal bonds, commercial paper of at least an A1/A+ rating, and the LGIP among others. The district's investments in U.S. government securities are not required to be rated.

**3. Concentration of credit risk**

The district's investment policy stipulates diversification of investments by limiting over-concentration in securities from a specific issuer or business sector (excluding U.S. Treasury

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securities), limiting investment in high credit risk securities, investing with varying maturities, and maintaining a portion of the portfolio in readily available funds.

In accordance with GASB Statement No. 40, the district is required to report all individual non-federal investments, which exceed 5 percent of total invested funds. As of June 30, 2022, the district did not hold any non-federal investments exceeding 5 percent of invested funds.

**4. Custodial credit risk – deposits**

Deposits with financial institutions are comprised of bank demand deposits and certificates of deposit. The combined total bank balance is \$6,554,979. Of these deposits, \$250,000 is covered by federal depository insurance. As required by ORS, deposits in excess of federal depository insurance were held at a qualified depository for public funds. All qualified depositories for public funds are included in the multiple financial institution collateral pool that is maintained by and in the name of the Office of the State Treasurer.

**5. Custodial credit risk – investments**

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the district will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The district's investment policy minimizes this risk by evaluating the safety of securities, pre-qualifying the financial institutions and broker/dealers, diversifying the portfolio and actively monitoring the holdings for ratings changes and market conditions.

**B. Lease receivables**

	<b>Restated Outstanding June 30, 2021</b>	<b>Additions</b>	<b>Decrease</b>	<b>Outstanding June 30, 2022</b>
Training Facility Lease, interest at 4.30%, principal and interest ranges from \$222,863 to \$270,212 annually, due 2031	\$ 1,948,142	\$ -	\$ 139,093	\$ 1,809,049
Land & House Lease, interest at 2.41%, principal and interest of \$30,591 annually, due 2024	87,521	-	28,482	59,039
Garden Home Tenant, interest at 2.36%, principal and interest of \$2,426 monthly, due 2023	28,737	-	21,489	7,248
Garden Home Tenant, interest at 2.79%, principal and interest ranges from \$3,740 to \$5,576 monthly, due 2024	184,943	-	56,818	128,125
Garden Home Telecom, interest at 2.90%, principal and interest ranges from \$10,000 to \$14,569 annually, due 2041	-	179,027	4,808	174,219
Garden Home Telecom, interest at 3.62%, principal and interest ranges from \$1,145 to \$1,329 monthly, due 2037	177,428	-	7,497	169,931

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Continued	<b>Restated Outstanding June 30, 2021</b>	<b>Additions</b>	<b>Decrease</b>	<b>Outstanding June 30, 2022</b>
Garden Home Telecom, interest at 5.52%, principal and interest ranges from \$2,327 to \$2,420 monthly, due 2036	294,708	-	11,955	282,753
Garden Home Telecom, interest at 4.41%, principal and interest ranges from \$995 to \$1,596 monthly, due 2038	174,777	-	4,412	170,365
Morgan's Run Telecom, interest at 2.95%, principal and interest ranges from \$992 to \$1,519 monthly, due 2042	1,613	234,516	6,090	230,039
Murray Hill Telecom, interest at 4.41%, principal and interest ranges from \$800 to \$1,124 monthly, due 2037	130,741	-	4,849	125,892
Murray Hill Telecom, interest at 3.74%, principal and interest ranges from \$800 to \$1,354 monthly, due 2037	150,235	-	5,062	145,173
Murray Hill Telecom, interest at 4.26%, principal and interest ranges from \$10,800 to \$14,375 annually, due 2038	150,232	-	4,400	145,832
Stoller Farms Telecom, interest at 3.70%, principal and interest ranges from \$12,200 to \$21,394 annually, due 2041	220,803	-	4,030	216,773
Stoller Farms Telecom, interest at 3.63%, principal and interest ranges from \$11,042 to \$14,696 annually, due 2041	-	176,187	4,646	171,541
Waterhouse Telecom, interest at 6.81%, principal and interest ranges from \$661 to \$760 monthly, due 2027	39,837	-	6,285	33,552
Hart Meadows Telecom, interest at 4.32%, principal and interest ranges from \$1,725 to \$2,282 monthly, due 2036	257,383	-	9,774	247,609
Sunset Park Telecom, interest at 4.40%, principal and interest ranges from \$16,617 to \$27,670 annually, due 2035	217,377	-	7,052	210,325
Lehman Telecom, interest at 3.72%, principal and interest ranges from \$1,134 to \$1,525 monthly, due 2032	133,580	-	9,167	124,413
Summercrest East Telecom, interest at 7.12%, principal and interest ranges from \$1,129 to \$1,264 monthly, due 2028	73,111	-	8,649	64,462
	<u>\$ 4,271,168</u>	<u>\$ 589,730</u>	<u>\$ 344,558</u>	<u>\$ 4,516,340</u>

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Future maturities are as follows:

<b>Fiscal Year Ending</b>	<b>Principal</b>	<b>Interest</b>
2023	\$ 358,047	\$ 184,327
2024	375,381	170,246
2025	299,631	156,059
2026	321,321	142,683
2027	342,485	128,410
2028 - 2032	1,709,433	410,540
2033 - 2037	830,017	132,076
2038 - 2042	280,025	21,787
	<b>\$ 4,516,340</b>	<b>\$ 1,346,128</b>

Deferred inflow of resources mirror the principal payment maturities described above.

**C. Capital assets**

Capital asset activity for the year ended June 30, 2022 was as follows:

	Beginning Balance 6/30/21	Increases	Decreases	Transfers	Ending Balance 6/30/22
<b>Non-depreciable</b>					
Land	\$ 119,903,237	\$ 1,109,644	\$ -	\$ 123,646	\$ 121,136,527
Construction in progress	13,810,695	4,535,283	-	(8,030,453)	10,315,525
Total non-depreciable	133,713,932	5,644,927	-	(7,906,807)	131,452,052
<b>Depreciable</b>					
Parks, sites and planning development	130,527,406	24,941	-	5,611,667	136,164,014
Buildings and improvements	78,208,241	40,801	-	2,295,140	80,544,182
Equipment and furnishings	8,837,372	272,985	(276,576)	-	8,833,781
Intangible assets	341,762	-	-	-	341,762
Total depreciable	217,914,781	338,727	(276,576)	7,906,807	225,883,739
<b>Accumulated depreciation</b>					
Parks, sites and planning development	(51,170,213)	(4,676,202)	-	-	(55,846,415)
Buildings and improvements	(36,300,650)	(2,027,715)	-	-	(38,328,365)
Equipment and furnishings	(7,962,116)	(402,990)	275,519	-	(8,089,587)
Intangible assets	(326,587)	(14,221)	-	-	(340,808)
Total accumulated depreciation	(95,759,566)	(7,121,128)	275,519	-	(102,605,175)
Net depreciable assets	122,155,215	(6,782,401)	(1,057)	7,906,807	123,278,564
Capital assets, net	\$ 255,869,147	\$ (1,137,474)	\$ (1,057)	\$ -	\$ 254,730,616

Depreciation expense of \$7,121,128 for governmental activities was charged to the business and facilities function.

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The district has the following significant construction commitments related to projects begun prior to June 30, 2022:

	Commitments made before 6/30/22	Commitments made after 6/30/22	Total Commitments
Permanent Restroom - Greenway Park	\$ 4,487	\$ -	\$ 4,487
Permanent Restrooms - Hazeldale and Schiffler Parks	80,579	6,300	86,879
Harman Swim Center ADA Improvements	137,419	8,523	145,942
155th Ave Trail Development	49,957	-	49,957
Neighborhood Park SEQ-2 La Raiz	170,546	52,112	222,658
Neighborhood Park NWQ-5 Abbey Creek	173,757	-	173,757
Neighborhood Park NEQ-3 Pointer Rd	80,550	-	80,550
Youth Athletic Fields - SW Quadrant	68,859	-	68,859
	<u>\$ 766,154</u>	<u>\$ 66,935</u>	<u>\$ 833,089</u>

**D. Lease assets**

Lease activity for the year ended June 30, 2022, was as follows:

	<b>Restated Balance June 30, 2021</b>	<b>Additions</b>	<b>Balance June 30, 2022</b>
Leased assets:			
Building	\$ 66,652	\$ -	\$ 66,652
Equipment	7,706	-	7,706
	<u>74,358</u>	<u>-</u>	<u>74,358</u>
Total leased assets	<u>74,358</u>	<u>-</u>	<u>74,358</u>
Less accumulated amortization for:			
Building	-	(44,436)	(44,436)
Equipment	-	(2,892)	(2,892)
	<u>-</u>	<u>(47,328)</u>	<u>(47,328)</u>
Total accumulated amortization	<u>-</u>	<u>(47,328)</u>	<u>(47,328)</u>
Total leased assets being amortized, net	<u>\$ 74,358</u>	<u>\$(47,328)</u>	<u>\$ 27,030</u>

Amortization expense in governmental activities is recognized in the general government function.

**E. Interfund transfers**

The General Fund transferred \$650,000 to the System Development Charges Fund for a land purchase.



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**F. Accrued compensated absences**

The district's compensated absences are liquidated by the General Fund. The change in the balance of accrued compensated absences for the fiscal year was as follows:

	Beginning Balance 6/30/21	Increase	Repayments	Ending Balance 6/30/22	Due within one year
Compensated absences	\$ 1,094,642	\$ 765,543	\$ (650,069)	\$1,210,116	\$ 570,018

**G. Long-term debt**

The table below presents current year changes in long-term debt, and the current portions due for each issue:

	Beginning Balance 6/30/21	Increase	Repayments	Ending Balance 6/30/22	Due within one year
<b>General Obligation Bonds</b>					
Series 2015	\$ 28,515,000	\$ -	\$ (3,980,000)	\$ 24,535,000	\$ 4,340,000
Series 2016	8,710,000	-	-	8,710,000	-
Series 2021	13,265,000	-	(2,200,000)	11,065,000	2,100,000
Premium	5,393,275	-	(1,319,706)	4,073,569	1,136,738
Total General Obligation Bonds	55,883,275	-	(7,499,706)	48,383,569	7,576,738
<b>Full Faith &amp; Credit</b>					
Series 2020	9,610,000	-	(380,000)	9,230,000	390,000
Series 2021	1,125,000	-	(90,000)	1,035,000	95,000
Premium	1,147,833	-	(111,423)	1,036,410	107,452
Total Full Faith & Credit	11,882,833	-	(581,423)	11,301,410	592,452
<b>Direct Borrowing</b>					
Energy Savings Contract	238,971	-	(31,175)	207,796	32,114
Total Direct Borrowing	238,971	-	(31,175)	207,796	32,114
<b>Total Long-term debt</b>	<b>\$ 68,005,079</b>	<b>\$ -</b>	<b>\$ (8,112,304)</b>	<b>\$ 59,892,775</b>	<b>\$ 8,201,304</b>

**General Obligations Bonds**

The district issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities and improvements. General obligation bonds are direct obligations and pledge the full faith and credit of the district.

On May 5, 2015, the district issued \$37,880,000 in general obligation bonds with interest rates ranging from 2.0% to 5.0%. From the proceeds, \$1,435,000 fulfilled the final series of the 2008 bond measure, and the balance was used to advance refund \$38,340,000, a portion of the Series 2009 general obligation issue. The net proceeds of \$43,401,471 (including a \$6,987,825 premium and payment of \$222,658 in closing costs) along with \$850,725 in resources were deposited in an irrevocable trust fund with an escrow agent to provide funds for the future debt service payment on the refunded bonds. As a result, this portion of the Series 2009 bond is considered defeased and the liability was removed from the statement of net position. The reacquisition price exceeded the net carrying amount of the old debt by \$4,840,819. This amount is amortized over the remaining life of the refunding debt. The refunding bonds will be paid

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annually, with interest payments semi-annually, over a term of fourteen years. As of June 30, 2022, there are no bonds outstanding that are considered defeased.

On October 12, 2016, the district issued \$8,710,000 in general obligation bonds with interest rates between 3.0% and 4.0%. The proceeds were used to advance refund \$8,620,000 of the Series 2011 general obligation issue. The net proceeds of \$9,874,696 (including a \$1,283,919 premium and payment of \$119,223 in closing costs) were deposited in an irrevocable trust fund with an escrow agent to provide funds for future debt service payment on the refunded bonds. As a result, this portion of the Series 2011 bond is considered defeased and the liability was removed from the statement of net position. The reacquisition price exceeded the net carrying amount of the old debt by \$1,254,696. This amount is amortized over the remaining life of the refunding debt. The refunding bonds will be paid annually, with interest payments semi-annually, over a term of twelve years. As of June 30, 2022, there are no bonds outstanding that are considered defeased.

On March 30, 2021, the district issued \$13,265,000 in general obligation bonds with interest rates between 3.0% and 4.0%. The proceeds were used to advance refund \$15,525,000 of the Series 2011 general obligation issue. The net proceeds of \$15,792,984 (including a \$2,527,984 premium and payment of \$155,837 in closing costs) were deposited in an irrevocable trust fund with an escrow agent to provide funds for future debt service payment on the refunded bonds. As a result, the remainder of the Series 2011 bonds are considered defeased and the liability was removed from the statement of net position. The difference between the reacquisition and the net carrying amount of the prior debt is being amortized over the remaining life of the refunding debt. The refunding bonds will be paid annually, with interest payments semi-annually, over a term of eight years. As of June 30, 2022, there are no bonds outstanding that are considered defeased.

Full Faith and Credit Obligations

On February 12, 2020, the district issued \$9,900,000 in full faith and credit bonds with interest rates between 3.0% and 4.0%. The proceeds were used to advance refund \$6,820,000 of the Series 2010B full faith and credit issue and \$4,000,000 of the 2019 direct borrowing. The net proceeds of \$11,194,716 (including a \$1,294,716 premium and payment of \$126,325 in closing costs) were deposited in an irrevocable trust fund with an escrow agent to provide funds for future debt service payment on the refunded bonds. As a result, this portion of the Series 2010 bond is considered defeased and the liability was removed from the statement of net position and the 2019 direct borrowing was paid in full. The reacquisition price exceeded the net carrying amount of the old debt by \$398,392. This amount is amortized over the remaining life of the refunding debt. The refunding bonds will be paid annually, with interest payments semi-annually, over a term of twenty years. As of June 30, 2022, there are no bonds outstanding that are considered defeased.

On February 11, 2021, the district issued \$1,125,000 in full faith and credit bonds with an interest rate of 1.45% through November 30, 2025, and 1.95% from that date through the end of the term of the debt. The proceeds were used to refund \$1,080,000 of the Series 2010A full faith and credit obligations and \$38,687 in issuance costs. The obligations are paid annually, with interest payments semi-annually, through December 1, 2030.

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**Direct Borrowing**

On February 15, 2013, the district borrowed \$457,100 for the purchase and implementation of various continued energy conservation measures. This loan bears an interest rate of 2.99%, and is payable over fifteen years. This loan is not collateralized.

The district's outstanding notes from direct borrowings and direct placements contain an event of default provision that allows the escrow agent to enforce the financing agreement.

Annual principal requirements for all issues are as follows:

Year Ending June 30,	General Obligation Series			Full Faith & Credit		Direct Borrowing	Total
	2015	2016	2021	2020	2021	Energy Contract	
2023	\$ 4,340,000	\$ -	\$ 2,100,000	\$ 390,000	\$ 95,000	\$ 32,114	\$ 6,957,114
2024	4,725,000	-	2,305,000	395,000	100,000	33,082	7,558,082
2025	5,125,000	-	2,525,000	415,000	105,000	34,079	8,204,079
2026	5,545,000	3,125,000	-	440,000	110,000	35,105	9,255,105
2027	4,800,000	3,355,000	-	450,000	120,000	36,163	8,761,163
2028-2032	-	2,230,000	4,135,000	2,505,000	505,000	37,253	9,412,253
2033-2037	-	-	-	2,915,000	-	-	2,915,000
2038-2042	-	-	-	1,720,000	-	-	1,720,000
	<u>\$ 24,535,000</u>	<u>\$ 8,710,000</u>	<u>\$ 11,065,000</u>	<u>\$ 9,230,000</u>	<u>\$ 1,035,000</u>	<u>\$ 207,796</u>	<u>\$ 54,782,796</u>

Annual interest requirements for all issues are as follows:

Year Ending June 30,	General Obligation Series			Full Faith & Credit		Direct Borrowing	Total
	2015	2016	2021	2020	2021	Energy Contract	
2023	\$ 1,120,750	\$ 292,550	\$ 553,250	\$ 308,450	\$ 14,319	\$ 5,975	\$ 2,295,294
2024	903,750	292,550	448,250	296,750	12,905	5,007	1,959,212
2025	667,500	292,550	333,000	280,950	11,419	4,011	1,589,430
2026	421,250	292,550	206,750	264,350	11,423	2,984	1,199,307
2027	144,000	167,550	206,750	246,750	11,018	1,927	777,995
2028-2032	-	66,900	372,000	954,900	19,548	838	1,414,186
2033-2037	-	-	-	525,900	-	-	525,900
2038-2042	-	-	-	97,050	-	-	97,050
	<u>\$ 3,257,250</u>	<u>\$ 1,404,650</u>	<u>\$ 2,120,000</u>	<u>\$ 2,975,100</u>	<u>\$ 80,632</u>	<u>\$ 20,742</u>	<u>\$ 9,858,374</u>

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**H. Lease payable**

	<b>Restated Outstanding June 30, 2021</b>	<b>Additions</b>	<b>Decrease</b>	<b>Outstanding June 30, 2022</b>
Facility Lease, interest at 1.75%, principal and interest ranges from \$3,659 to \$3,805 monthly, due 2023	\$ 66,652	\$ -	\$ 43,957	\$ 22,695
Finance Copier Lease, interest at 1.50%, principal and interest of \$246 monthly, due 2024	7,706	-	2,856	4,850
	<u>\$ 74,358</u>	<u>\$ -</u>	<u>\$ 46,813</u>	<u>\$ 27,545</u>

Future maturities are as follows:

<b>Fiscal Year Ending</b>	<b>Principal</b>	<b>Interest</b>
2023	\$ 25,594	\$ 188
2024	1,951	17
	<u>\$ 27,545</u>	<u>\$ 205</u>

**V. Other information**

**A. Defined benefit pension plan**

The district maintains a single-employer defined benefit pension plan (“plan”) trustees by U.S. Bank National Association. The plan provides retirement and death benefits (pre-retirement) to plan members and beneficiaries. The plan does not issue a publicly available financial statement. Financial statements for the plan are included as Trust Funds in the Basic Financial Statements, and combining statements are included in the Supplemental Information. The plan’s authority for vesting and benefit provisions is provided by the Plan Agreement (last restatement July 1, 2016) and is governed by the district’s Board of Directors. Amendments to the plan require approval of the Board of Directors.

***General Information About the Pension Plan***

Plan Description

Within the plan, Tier I, a defined benefit plan, applies to all full-time employees hired before July 1, 2010, and is now closed to new enrollment. Tier II, a hybrid plan consisting of two components, applies to all full-time employees hired on or after July 1, 2010, and all regular part-time (RPT) employees. The two components are the employer paid pension fund and an Individual Account Program (IAP). Employees in both Tier I and Tier II were/are eligible for participation in the defined benefit plan after six months of service.

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Membership in the Plan as of June 30, 2021 was:

Active members	144
Vested inactive members	40
Retirees	20
Total	<u>204</u>

Benefits Provided

The Tier I normal retirement benefit, as authorized by the Board of Directors, is equal to 1.9% of the participant's average monthly earnings multiplied by the years and months of employment with the district. Normal retirement age is 58, or an employee may elect early retirement at a reduced benefit of 5% per year after age 55 with ten years of service. Active participants that have reached normal retirement age (58) and accrued 20 years of benefit service may elect to receive an "in-service" distribution of the benefits accrued to the date of distribution. Tier I retiring employees may choose between several annuity options or a single lump sum benefit payment.

The Tier II normal retirement benefit is equal to 1.5% of the participant's average monthly earnings multiplied by the years and months of employment with the district. Normal retirement age is 65, or an employee may elect early retirement at a reduced benefit of 5% per year after age 55 with ten years of service. Retiring employees may choose between several annuity options. There is no "in-service" distribution or single lump sum benefit payment allowed within the Tier II plan.

Average monthly earnings are based upon eligible compensation paid during the 36 consecutive month period which produces the highest average. For Tier I participants only, eligible compensation also includes upon termination or in-service distribution, 100% of unused vacation leave, and 50% of unused sick leave.

The plan does not have a disability benefit, but a participant qualified under a program administered by the Social Security Administration will continue to earn vesting service credits during the period of disability. In the event of death prior to retirement, an amount equal to the present value of the vested accrued benefit will be paid. Death benefits paid post-retirement are provided only by the annuity form elected at the time of retirement. Terminated employees who have completed five years of vesting service are entitled to receive a vested monthly benefit starting at normal retirement date. A participant is always 100% vested in mandatory/IAP and voluntary employee accounts.

Benefit terms allow the plan administrator to periodically apply a cost-of-living adjustment (COLA) up to 2% (or negative 2%) to amounts being distributed to retirees. In no event shall the amount of any participant's monthly benefit be less than would have been paid had no COLA been applied.

Contributions

The plan is funded by a combination of employer and employee contributions. Employer contributions used to liquidate the net pension liability are funded by the General Fund. The terms of the plan dictate that employee contributions are made on a pre-tax basis at a rate of 6% of eligible earnings for Tier I. Tier II employees are required to participate in the Individual Account Program Pension Plan, a defined contribution plan (see Note V.B. below). Per board direction, the employer contributions are based on an actuarially determined rate to contribute

Tualatin Hills Park & Recreation District  
Notes to Basic Financial Statements

whatever amounts are required in addition to employee contributions, to provide benefits and pay expenses of the plan. Contributions are funded by the General Fund for the district. Total actual contributions to the plan for the year ended June 30, 2022 totaled \$8,500,000 which is 75.3 percent of annual covered payroll of \$11,284,534. Pension expense (benefit) for the fiscal year ended June 30, 2022 was \$1,055,450.

Tier I participants may make voluntary contributions up to a maximum of 10% of monthly salary. Benefits derived from such contributions are in addition to other Plan benefits. Both mandatory and voluntary contributions are fully vested at all times.

***Net Pension Liability***

Actuarial Valuation Assumptions

The total pension liability reported as of June 30, 2022 with a measurement date of June 30, 2022, was determined using the following actuarial assumptions, applied to all periods included in the measurement:

<p>Actuarial cost method Mortality assumptions</p>	<p>Entry age normal <u>Retirees and beneficiaries:</u> 2019 adopted assumption for Oregon PERS General Service retirees (Pub-2010 General Employees retiree tables, generationally projected with unisex Social Security data scale, one year setback for males only). <u>Active members:</u> 2019 adopted assumption for Oregon PERS General Service employees (Pub-2010 General Employees employee tables, generationally projected with unisex Social Security data scale, one year setback for males only, multiplied by 1.15 for males and 1.25 for females).</p>
<p>Discount rate</p>	<p>6.0%</p>
<p>Salary growth assumption</p>	<p>4.0%</p>
<p>Inflation (post retirement COLA)</p>	<p>2.0%</p>
<p>Investment rate of return (net of expenses)</p>	<p>6.0%</p>
<p>Likelihood of a member electing lump sum form of payment</p>	<p>50%</p>

*Discount rate* - the projection of cash flows used to determine the discount rate assumed the district contributions will be made at actuarially determined contribution rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Investment rate of return* - the long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future



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Notes to Basic Financial Statements

real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Changes in Net Pension Liability

The following table presents the changes in the net pension liability for the fiscal year ended June 30, 2022 based on the measurement date of June 30, 2022:

	Increases (Decreases)		
	Total Pension Liability	Plan Net Position	Net Pension Liability
Balances @ 6/30/2021	\$ 32,572,943	\$ 9,724,288	\$ 22,848,655
Changes for the year:			
Service cost	1,519,232	-	1,519,232
Interest	2,016,335	-	2,016,335
Effect of plan changes	-	-	-
Effect of economic/demographic gains	-	-	-
Effect of changes in assumptions or inputs	-	-	-
Benefit payments	(987,569)	(987,569)	-
Employer contributions	-	8,500,000	(8,500,000)
Member contributions	-	290,824	(290,824)
Net investment income	-	(1,823,081)	1,823,081
Administration expense	-	(41,621)	41,621
Net changes	<u>2,547,998</u>	<u>5,938,553</u>	<u>(3,390,555)</u>
Balances @ 6/30/2022	<u>\$ 35,120,941</u>	<u>\$ 15,662,841</u>	<u>\$ 19,458,100</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following table presents the sensitivity of the net pension liability calculation to a one percent increase or decrease in the discount rate used to measure the total pension liability:

	1% Decrease (5.00%)	Discount rate (6.00%)	1% Increase (7.00%)
Total pension liability	\$ 40,194,507	\$ 35,120,941	\$ 30,980,830
Fiduciary net position	15,662,841	15,662,841	15,662,841
Net pension liability	24,531,666	19,458,100	15,317,989

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Notes to Basic Financial Statements

Pension Expense/(Income) and Deferred Inflows/Outflows of Resources Related to the Pension Plan

For the year ended June 30, 2022, the district recognized pension expense of \$1,055,450. The following table presents the components of deferred inflows and outflows of resources for the fiscal year ended June 30, 2022:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 3,549,408
Change of assumptions or inputs	908,927	8,912,455
Net difference between projected and actual earnings	1,278,161	-
Total	\$ 2,187,088	\$ 12,461,863

The following table, presents the future amortization of deferred outflows and inflows of resources to be recognized in pension expense:

Fiscal Years Ended June 30,	Deferred Outflows (Inflows) of Resources
2023	\$ (1,418,001)
2024	(1,446,737)
2025	(1,473,621)
2026	(1,169,240)
2027	(1,754,458)
Thereafter	(3,012,718)
	\$ (10,274,775)

**B. Individual account program pension**

Effective July 1, 2020, the district transitioned the Individual Account Program (IAP), a single employer defined contribution plan, to a separate trust. ICMA-RC is the administrator of the trust. Funding of the IAP occurs on a perpetual basis as part of the District's normal payroll processes. The plan does not issue a publicly available financial statement. Financial statements for the plan are included as Trust Funds in the Basic Financial Statements and combining schedules are included in the supplemental information.

Plan Description

The IAP is a defined contribution plan funded by mandatory pre-tax contributions from Tier II participants of the district defined benefit pension plan and voluntary contributions from Tier I participants. Effective July 1, 2020, the district adopted the IAP, allowing for segregation of funds invested in participant directed accounts. Participants are eligible for the plan upon hire and are fully vested at all times. The IAP is governed by the district's Board of Directors. Amendments to the plan require approval of the Board of Directors.

Plan Investments

Plan investments are reported at fair value. The district categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of an asset. Level 1

Tualatin Hills Park & Recreation District  
Notes to Basic Financial Statements

inputs are quoted prices in active markets for identical assets. Investments in the IAP are valued using quoted market prices (Level 1 inputs).

As of June 30, 2022, there were 116 active employees, respectively, covered by the IAP.

**C. Deferred compensation plan**

The district offers all employees a deferred compensation plan created in accordance with Internal Revenue Code (IRC) Section 457(b). The plan permits employees to defer a portion of their current salary until termination, retirement, death, or financial hardship. All assets and income of the plan are in a trust for the exclusive benefit of the participants and their beneficiaries. Plan participant investments are determined by the employee participants. A committee performs the administrative and fiduciary responsibilities of the employer under the plan.

**D. Other post-employment benefits (OPEB)**

***General Information About OPEB***

Plan Description

The district administers a single-employer defined benefit healthcare plan per the requirements of the collective bargaining agreement. The plan provides the opportunity for postretirement healthcare insurance for eligible retirees from the Tier I plan, and their spouses, through the district's group health care insurance plan, which covers both active and retired participants.

The plan, as authorized by the board, provides a Tier I participant who terminates employment the monthly benefit of \$10 per year of benefit service, with a minimum monthly benefit of \$60, and a maximum monthly benefit of \$200. This benefit is payable from retirement to age 65, at which point the monthly benefit will be reduced to one-half the original benefit, with a minimum of \$60. In no event will the monthly medical premium benefit be greater than the actual medical premium. This medical premium benefit is payable for life, and is extended to retirees selecting the lump sum benefit retirement payment option. The benefits may be amended by the board.

Funding Policy

The net OPEB liability is liquidated via employer contributions from the General Fund. The district does not pay any portion of the health insurance premium for retirees; however the retirees do receive benefits, as described below, through the district's retirement plan. Also, retirees receive an implicit benefit of a tiered healthcare premium at the same rate provided to active employees. Retirees may not convert either benefit into an in-lieu payment to secure coverage under independent plans. At June 30, 2022, 170 retirees were receiving post-employment healthcare benefits.

Tualatin Hills Park & Recreation District  
Notes to Basic Financial Statements

**Net OPEB Liability**

Actuarial Valuation Assumptions

The total OPEB liability reported as of June 30, 2022, with a measurement date of June 30, 2022, was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial cost method	Entry age normal, level percent of salary
Mortality assumptions	Active employees: PUB 2010 Employee Tables for General Employees, sex distinct, projected generationally.  Active employee adjustments: 115 percent of published rates for males set back 12 months, 125 percent of published rates for females with no set back  Retirees: PUB 2010 Retiree Tables for General Employees, sex distinct, projected generationally.  Beneficiaries: PUB 2010 Employee and Retiree Tables for General Employees, sex distinct, set back 12 months, projected generationally. Beneficiary adjustments: Set back 12 months for males, no set back for females.
Discount rate	Improvement Sale: Unisex Social Security Data Scale (60 year average), with data through 2017. 6.0 percent per year, based on the expected rate of return on assets. Based on the district's contribution history, we expect the plan to remain solvent indefinitely.
Payroll growth	3.5 percent per year.
Inflation (post retirement COLA)	2.0 percent per year.
Investment rate of return (net of expenses)	6.0 percent per year.
Healthcare cost trend rates	6.5 percent in 2022/23, declining annual by 0.1% until 2042, 4.5 percent thereafter

*Discount rate* - the projection of cash flows used to determine the discount rate assumed the district contributions will be made at actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Tualatin Hills Park & Recreation District  
Notes to Basic Financial Statements

Changes in Net OPEB Liability

The following table presents the changes in the net OPEB liability for the fiscal year ended June 30, 2022 based on the measurement date of June 30, 2022:

	Increases (Decreases)		
	Total OPEB Liability	Plan Net Position	Net OPEB Liability
Balances @ 6/30/2021	\$ 2,480,640	\$ 2,026,097	\$ 454,543
Changes for the year:			
Service cost	48,502	-	48,502
Interest	170,283	-	170,283
Differences between expected and actual experience	(19,106)	-	(19,106)
Changes of assumptions or other input	206,027	-	206,027
Employer contributions	-	111,240	(111,240)
Employee contributions	-	2,400	(2,400)
Net investment income	-	(199,737)	199,737
Benefit payments	(193,048)	(193,048)	-
Net changes	212,658	(279,145)	491,803
Balances @ 6/30/2022	<u>\$ 2,693,298</u>	<u>\$ 1,746,952</u>	<u>\$ 946,346</u>

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following table presents the sensitivity of the net OPEB liability calculation to a one percent increase or decrease in the discount rate used to measure the total OPEB liability:

	1% Decrease (5.00%)	Discount rate (6.00%)	1% Increase (7.00%)
Net OPEB liability	\$ 1,189,957	\$ 946,346	\$ 729,967

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The following table presents the sensitivity of the net OPEB liability calculation to a one percent increase or decrease in the current healthcare cost trend rate used to measure the total OPEB liability:

	1% Decrease	Current trend rate	1% Increase
Net OPEB liability	\$ 812,186	\$ 946,346	\$ 1,100,967

**Tualatin Hills Park & Recreation District**  
**Notes to Basic Financial Statements**

**OPEB Expense/(Income) and Deferred Outflows of Resources Related to the OPEB Plan**

For the year ended June 30, 2022, the district recognized OPEB expense of \$49,266. The following table presents the components of deferred outflows and deferred inflows of resources for the fiscal year ended June 30, 2022:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 574,793
Changes in assumptions or other inputs	212,397	-
Net difference between expected and actual earnings on investments	173,199	-
	\$ 385,596	\$ 574,793

The following table presents the future amortization of deferred outflows and inflows of resources to be recognized in other post-employment benefits expense:

Fiscal Years Ending June 30,	Deferred Outflows (Inflows) of Resources
2023	\$ (28,071)
2024	(30,161)
2025	(38,292)
2026	435
2027	(67,322)
Thereafter	(25,786)
	\$ (189,197)

**E. Risk management**

The district is a member of the Special Districts Association of Oregon. In 1985, SDAO created a self-insured Trust, Special District Insurance Services (SDIS) for the purpose of providing a pooling mechanism for members to control insurance costs by jointly pooling resources to self-insure for property, liability, auto, health, dental, and workers' compensation coverage. SDIS has over 900 members and is governed by a seven-member board of directors who are appointed to three-year terms. In-house services of SDIS include risk management consultation & training, claims and litigation administration, pre-loss legal, investigation and compliance reviews, and loss analyses. SDAO contracts for specialists in land use problems and lobbyist services. SDIS is fully funded by its members, who pay annual assessments on an experience rated basis, as determined by an outside, independent actuary. The assessment covers loss, loss adjustment, and administrative expenses. New members initially contract for a one-year term, and thereafter renew on an annual basis. Termination does not relieve a former member from its unresolved loss history incurred during membership. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

**F. Commitments and contingencies**

The district is a defendant in various claims and litigation proceedings. These claims are either covered by insurance or are the types which are normal in the view of the district's operations. Management believes the total amount of liability, if any, which may arise from such claims and

Tualatin Hills Park & Recreation District  
Notes to Basic Financial Statements

litigation, beyond what is covered by insurance, would not have a material effect on the district's financial condition or its ability to carry on its activities substantially as now conducted.

The district operated under a three-year collective bargaining agreement during the fiscal year, that was effective July 1, 2019, with an employee union defining compensation and other considerations that expires at June 30, 2022. A new collective bargaining agreement was settled prior to the end of the fiscal year and will be effective July 1, 2022 through June 30, 2025.

**G. Tax abatements**

The district is subject to two property tax abatements granted by Washington County and one granted by the City of Beaverton, as allowed by State of Oregon Statutes.

Under the Enterprise Zone Exemption (ORS 285C.175), businesses locating or expanding into specific local enterprise zones are eligible for up to three years of tax exemptions for 100 percent of the qualified property's assessed value. The purpose of this program is to enhance and encourage local business investment opportunities.

The Vertical Housing Program is a partial property tax exemption program (ORS 307.864) for new mixed-use development. The program is administered by the Oregon Housing and Community Services Department. To qualify, a project must have improved, leasable, non-residential development on the ground floor and residential development on the floors above.

Under the Nonprofit Corporation Low Income Housing exemption (ORS 307.541), properties held by nonprofit corporations and used to provide low-income housing are eligible for tax exemptions. To qualify for the exemptions, the property must be held by a corporation qualified under section 501(c)(3) or (4) of the Internal Revenue Code and occupied by low-income persons or held for future development of low-income housing. This exemption will expire upon repeal of the statute, on June 30, 2027. The purpose of this program is to benefit low-income renters by encouraging construction and rehabilitation of qualified low-income rental housing.

The amount of tax abated during the year ended June 30, 2022 is:

Abatement Category	Abatement
Enterprise zone	\$ 4,000
Vertical housing	39,000
Nonprofit corporations low income housing	57,000
	\$ 100,000





## Required Supplementary Information





**Tualatin Hills Park & Recreation District**  
**Required Supplementary Information**  
**Pension Plan**  
**Schedule of Changes in Net Pension Liability and Related Ratios**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Total pension liability:</b>								
Service cost	\$ 1,519,232	\$ 1,433,237	\$ 3,160,771	\$ 3,516,445	\$ 1,387,648	\$ 1,489,089	\$ 1,440,139	\$ 1,212,449
Interest	2,016,335	1,948,393	2,158,354	2,596,664	2,246,552	2,408,620	2,319,600	2,114,196
Effect of plan changes	-	-	(3,594,865)	-	-	-	-	-
Effect of changes in assumptions or inputs	-	-	(12,963,571)	1,682,483	-	-	-	-
Effect of economic/demographic gains	-	(462,157)	(4,650,603)	-	-	-	-	-
Benefit payments	(987,569)	(2,733,218)	(20,285,282)	(5,576,144)	(5,348,750)	(9,378,957)	(1,920,016)	(4,052,930)
Difference between expected and actual experience	-	-	-	-	1,252,327	3,112,507	-	2,366,480
Net change in total pension liability	2,547,998	186,255	(36,175,196)	2,219,448	(462,223)	(2,368,741)	1,839,723	1,640,195
Total pension liability, beginning	32,572,943	32,386,688	68,561,884	31,665,774	32,127,997	34,496,738	32,657,015	31,016,820
Restatement of total pension liability, beginning	-	-	-	34,676,662	-	-	-	-
Restated total pension liability, beginning	32,572,943	32,386,688	68,561,884	66,342,436	32,127,997	34,496,738	32,657,015	31,016,820
Total pension liability, ending	35,120,941	32,572,943	32,386,688	68,561,884	31,665,774	32,127,997	34,496,738	32,657,015
<b>Plan fiduciary net position:</b>								
Total contributions	8,790,824	8,866,891	10,909,277	4,848,951	3,385,841	3,288,096	3,103,438	3,191,093
Net investment income (expense)	(1,823,081)	1,812,578	191,472	418,421	1,986,626	(73,994)	(471,679)	2,972,365
Benefit payments	(987,569)	(2,733,218)	(20,285,282)	(5,576,144)	(5,348,750)	(9,378,957)	(1,920,016)	(3,999,039)
Administrative expense	(41,621)	(87,460)	(195,260)	(93,204)	(84,431)	(111,684)	(111,881)	(104,035)
Net change in plan net position	5,938,553	7,858,791	(9,379,793)	(401,976)	(60,714)	(6,276,539)	599,862	2,060,384
Plan net position, beginning	9,724,288	1,865,497	11,245,290	17,190,301	17,251,015	23,527,554	22,927,692	20,867,308
Restatement of plan net position, beginning	-	-	-	(5,543,035)	-	-	-	-
Restated plan net position, beginning	9,724,288	1,865,497	11,245,290	11,647,266	17,251,015	23,527,554	22,927,692	20,867,308
Plan net position, ending	15,662,841	9,724,288	1,865,497	11,245,290	17,190,301	17,251,015	23,527,554	22,927,692
Net pension liability	<u>\$ 19,458,100</u>	<u>\$ 22,848,655</u>	<u>\$ 30,521,191</u>	<u>\$ 57,316,594</u>	<u>\$ 14,475,473</u>	<u>\$ 14,876,982</u>	<u>\$ 10,969,184</u>	<u>\$ 9,729,323</u>
Plan fiduciary net position as a percent of total pension liability	44.6%	29.9%	5.8%	16.4%	54.3%	53.7%	68.2%	70.2%
Covered payroll	\$ 11,284,534	\$ 10,850,513	\$ 11,833,548	\$ 13,759,095	\$ 13,159,789	\$ 12,331,990	\$ 13,874,307	\$ 12,442,910
Net pension liability as a percent of covered payroll	172.4%	210.6%	257.9%	416.6%	110.0%	120.6%	79.1%	78.2%
Annual money-weighted return on pension plan investments	-14.5%	12.2%	3.7%	3.7%	12.2%	-0.4%	-0.1%	2.2%

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

**Tualatin Hills Park & Recreation District  
Required Supplementary Information  
Pension Plan  
Schedule of Contributions**

	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Actuarially determined contribution	\$ 8,500,000	\$ 8,500,000	\$ 10,000,223	\$ 4,022,258	\$ 3,590,968	\$ 3,384,945	\$ 3,286,864	\$ 3,098,289	\$ 3,191,093
Contributions recognized by the plan	8,500,000	8,500,000	10,000,223	4,022,258	3,590,968	3,384,945	3,286,864	3,098,289	3,191,093
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 11,284,534	\$ 10,850,513	\$ 11,833,548	\$ 13,759,095	\$ 13,613,440	\$ 13,159,789	\$ 12,331,990	\$ 13,874,307	\$ 12,442,910
Contributions as a percent of covered payroll	75.3%	78.3%	84.5%	29.2%	26.4%	25.7%	26.7%	22.3%	25.6%

**Notes to Schedule**

Valuation date:	June 30, 2021
Measurement Date:	June 30, 2022
Actuarial cost method:	Entry age normal
Amortization method:	Level percentage of payroll, closed
Inflation (post retirement COLA)	2.0%
Discount rate	6.0%
Salary growth assumption:	4.0%
Investment rate of return (net of expenses):	6.0%
Mortality assumptions:	2019 adopted assumption for Oregon PERS General Service retirees (Pub-2010 General Employees retiree tables, generationally projected with unisex Social Security data scale, one year set back for males only).

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

**Tualatin Hills Park and Recreation District  
Required Supplementary Information  
Other Post-Employment Benefits Plan  
Schedule of Changes in Net OPEB Liability and Related Ratios**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Total OPEB liability:</b>					
Service cost	\$ 48,502	\$ 46,862	\$ 76,153	\$ 73,577	\$ 71,089
Interest	170,283	168,126	214,629	205,773	195,921
Differences between expected and actual experience	(19,106)	-	43,893	-	-
Changes of assumptions or other input	206,027	-	(836,714)	-	-
Benefit payments	<u>(193,048)</u>	<u>(178,572)</u>	<u>(163,574)</u>	<u>(144,672)</u>	<u>(110,357)</u>
Net change in total OPEB liability	212,658	36,416	(665,613)	134,678	156,653
Total OPEB liability, beginning	<u>2,480,640</u>	<u>2,444,224</u>	<u>3,109,837</u>	<u>2,975,159</u>	<u>2,818,506</u>
Total OPEB liability, ending	<u>2,693,298</u>	<u>2,480,640</u>	<u>2,444,224</u>	<u>3,109,837</u>	<u>2,975,159</u>
<b>Plan fiduciary net position:</b>					
Total contributions	113,640	90,732	91,389	101,524	60,016
Net investment income	(199,737)	316,460	82,265	109,441	136,475
Benefit payments	(193,048)	(178,572)	(163,574)	(144,672)	(110,357)
Administrative expense	-	(2,396)	(4,323)	(6,483)	(5,410)
Net change in plan net position	<u>(279,145)</u>	<u>226,224</u>	<u>5,757</u>	<u>59,810</u>	<u>80,724</u>
Plan net position, beginning	<u>2,026,097</u>	<u>1,799,873</u>	<u>1,794,116</u>	<u>1,734,306</u>	<u>1,653,582</u>
Plan net position, ending	<u>1,746,952</u>	<u>2,026,097</u>	<u>1,799,873</u>	<u>1,794,116</u>	<u>1,734,306</u>
Net OPEB liability	<u>\$ 946,346</u>	<u>\$ 454,543</u>	<u>\$ 644,351</u>	<u>\$ 1,315,721</u>	<u>\$ 1,240,853</u>
Plan fiduciary net position as a percent of total OPEB liability	64.9%	81.7%	73.6%	57.7%	58.3%
Covered payroll	\$ 14,101,029	\$ 11,474,146	\$ 14,434,641	\$ 13,759,095	\$ 13,613,440
Net OPEB liability as a percent of covered payroll	6.7%	4.0%	4.5%	9.6%	9.1%
Annual money-weighted return on OPEB investments	-10.6%	16.6%	4.6%	6.2%	8.4%

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

**Tualatin Hills Park and Recreation District  
Required Supplementary Information  
Other Post-Employment Benefits Plan  
Schedule of Contributions**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially determined contribution	\$ 111,240	\$ 90,732	\$ 91,389	\$ 101,524	\$ 60,016
Contributions recognized by the plan	111,240	90,732	91,389	101,524	60,016
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 14,101,029	\$ 11,474,146	\$ 14,434,641	\$ 13,759,095	\$ 13,613,440
Contributions as a percent of covered payroll	0.8%	0.8%	0.6%	0.7%	0.4%

**Notes to Schedule**

Valuation date:	July 1, 2022	July 1, 2020	July 1, 2020	July 1, 2017	July 1, 2017
Measurement Date:	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Actuarial determined contribution method:	Aggregate cost	Aggregate cost	Aggregate cost	Aggregate cost	Aggregate cost
Actuarial cost method:	Entry age normal	Entry age normal	Entry age normal	Entry age normal	Entry age normal
Amortization method:	Level percentage of payroll, closed	Level percentage of payroll, closed	Level percentage of payroll, closed	Level percentage of payroll, closed	Level percentage of payroll, closed
Inflation (post retirement COLA)	2.0%	2.0%	2.0%	2.0%	2.5%
Discount rate	6.0%	7.0%	7.0%	7.0%	7.0%
Salary growth assumption:	3.5%	3.5%	3.5%	3.5%	3.5%
Investment rate of return (net of expenses):	6.0%	7.0%	7.0%	7.0%	7.0%
Mortality assumptions:	Pub-2010 General employees table	Pub-2010 General employees table	Pub-2010 General employees table	RP-2014, adjusted to 2006	RP-2014, adjusted to 2006
Medical inflation rate:	6.5% in 2023-23, declining annually by 0.1% until 2042; 4.5% thereafter	6.7% in 2021-22, declining annually by 0.1% until 2038; 5.0% thereafter	6.8% in 2020-21, declining annually by 0.1% until 2038; 5.0% thereafter	6.8% in 2019-20, declining annually by 0.1% until 2037; 5.0% thereafter	6.9% in 2018-19, declining annually by 0.1% until 2037; 5.0% thereafter

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.



## Supplemental Information



**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final</b>
	<b>Original</b>	<b>Final</b>		
<b>BOARD OF DIRECTORS:</b>				
Part time salaries	\$ 12,000	\$ 12,000	\$ 6,750	\$ 5,250
Payroll taxes	1,860	1,860	607	1,253
<b>Personnel services</b>	<u>13,860</u>	<u>13,860</u>	<u>7,357</u>	<u>6,503</u>
Professional and technical services	255,700	255,700	187,289	68,411
Supplies	5,345	5,345	2,784	2,561
Training, travel and memberships	29,850	29,850	2,162	27,688
<b>Materials and services</b>	<u>290,895</u>	<u>290,895</u>	<u>192,235</u>	<u>98,660</u>
<b>TOTAL BOARD OF DIRECTORS</b>	<u>304,755</u>	<u>304,755</u>	<u>199,592</u>	<u>105,163</u>
<b>ADMINISTRATION:</b>				
<b>General Manager</b>				
Full time salaries	395,456	395,456	379,065	16,391
Employee benefits	264,335	264,335	252,179	12,156
Payroll taxes	46,756	46,756	31,519	15,237
<b>Personnel services</b>	<u>706,547</u>	<u>706,547</u>	<u>662,763</u>	<u>43,784</u>
Professional and technical services	8,000	8,000	4,200	3,800
Communications	2,600	2,600	2,174	426
Supplies	9,500	9,500	2,917	6,583
Training, travel and memberships	58,231	58,231	25,158	33,073
Small furniture & equipment	1,000	1,000	9,238	(8,238)
<b>Materials and services</b>	<u>79,331</u>	<u>79,331</u>	<u>43,687</u>	<u>35,644</u>
<b>Total General Manager</b>	<u>785,878</u>	<u>785,878</u>	<u>706,450</u>	<u>79,428</u>
<b>Communications</b>				
Full time salaries	511,004	511,004	490,082	20,922
Part time salaries	13,550	13,550	8,840	4,710
Employee benefits	413,490	413,490	380,666	32,824
Payroll taxes	72,144	72,144	47,814	24,330
<b>Personnel services</b>	<u>1,010,188</u>	<u>1,010,188</u>	<u>927,402</u>	<u>82,786</u>
Professional and technical services	159,954	159,954	85,906	74,048
Communications	351,713	351,713	192,157	159,556
Supplies	53,249	53,249	25,120	28,129
Training, travel and memberships	14,853	14,853	12,644	2,209
Small furniture & equipment	2,500	2,500	2,353	147
<b>Materials and services</b>	<u>582,269</u>	<u>582,269</u>	<u>318,180</u>	<u>264,089</u>
<b>Total Communications</b>	<u>1,592,457</u>	<u>1,592,457</u>	<u>1,245,582</u>	<u>346,875</u>
<b>Security Operations</b>				
Full time salaries	177,501	177,501	158,660	18,841
Part time salaries	137,960	137,960	133,133	4,827
Employee benefits	142,255	142,255	131,021	11,234
Payroll taxes	49,623	49,623	26,648	22,975
<b>Personnel services</b>	<u>507,339</u>	<u>507,339</u>	<u>449,462</u>	<u>57,877</u>



**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final</b>
	<b>Original</b>	<b>Final</b>		
Professional and technical services	\$ 63,483	\$ 63,483	\$ 51,755	\$ 11,728
Other services	2,500	2,500	985	1,515
Communications	3,467	3,467	3,801	(334)
Supplies	8,500	8,500	8,865	(365)
Training, travel and memberships	1,250	1,250	160	1,090
Small furniture & equipment	350	350	-	350
<b>Materials and services</b>	<b>79,550</b>	<b>79,550</b>	<b>65,566</b>	<b>13,984</b>
<b>Total Security Operations</b>	<b>586,889</b>	<b>586,889</b>	<b>515,028</b>	<b>71,861</b>
<b>Community programs</b>				
Full time salaries	356,792	356,792	228,522	128,270
Part time salaries	167,812	167,812	72,900	94,912
Employee benefits	285,594	285,594	263,675	21,919
Payroll taxes	78,985	78,985	28,143	50,842
<b>Personnel services</b>	<b>889,183</b>	<b>889,183</b>	<b>593,240</b>	<b>295,943</b>
Professional and technical services	54,185	54,185	34,880	19,305
Rental facility	2,400	2,400	2,400	-
Communications	1,538	1,538	1,095	443
Supplies	50,553	50,553	7,171	43,382
Training, travel and memberships	9,340	9,340	570	8,770
<b>Materials and services</b>	<b>118,016</b>	<b>118,016</b>	<b>46,116</b>	<b>71,900</b>
<b>Total Community Programs</b>	<b>1,007,199</b>	<b>1,007,199</b>	<b>639,356</b>	<b>367,843</b>
<b>Human Resources</b>				
Full time salaries	439,217	439,217	416,420	22,797
Part time salaries	41,390	41,390	35,245	6,145
Employee benefits	355,726	355,726	328,327	27,399
Payroll taxes	66,790	66,790	43,460	23,330
<b>Personnel services</b>	<b>903,123</b>	<b>903,123</b>	<b>823,452</b>	<b>79,671</b>
Professional and technical services	227,224	227,224	172,471	54,753
Communications	14,890	14,890	9,490	5,400
Supplies	13,500	13,500	8,779	4,721
Training, travel and memberships	25,967	25,967	23,984	1,983
Small furniture & equipment	1,000	1,000	698	302
<b>Materials and services</b>	<b>282,581</b>	<b>282,581</b>	<b>215,422</b>	<b>67,159</b>
<b>Total Human Resources</b>	<b>1,185,704</b>	<b>1,185,704</b>	<b>1,038,874</b>	<b>146,830</b>
<b>TOTAL ADMINISTRATION</b>	<b>5,158,127</b>	<b>5,158,127</b>	<b>4,145,290</b>	<b>1,012,837</b>
<b>BUSINESS AND FACILITIES:</b>				
<b>Director of Business and Facilities</b>				
Full time salaries	261,293	261,293	255,854	5,439
Employee benefits	189,278	189,278	176,829	12,449
Payroll taxes	33,976	33,976	19,438	14,538
<b>Personnel services</b>	<b>484,547</b>	<b>484,547</b>	<b>452,121</b>	<b>32,426</b>

**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final</b>
	<b>Original</b>	<b>Final</b>		
Professional and technical services	\$ 182,063	\$ 182,063	\$ 407,759	\$ (225,696)
Rental equipment	84,000	84,000	45,922	38,078
Other services	12,000	12,000	5,550	6,450
Communications	71,380	71,380	15,663	55,717
Supplies	48,000	48,000	8,773	39,227
Training, travel and memberships	35,522	35,522	7,934	27,588
Small furniture & equipment	2,500	2,500	-	2,500
<b>Materials and services</b>	<b>435,465</b>	<b>435,465</b>	<b>491,601</b>	<b>(56,136)</b>
Principal	121,175	121,175	547,988	(426,813)
Interest	872,424	872,424	357,930	514,494
<b>Debt service</b>	<b>993,599</b>	<b>993,599</b>	<b>905,918</b>	<b>87,681</b>
<b>Total Director of Business and Facilities</b>	<b>1,913,611</b>	<b>1,913,611</b>	<b>1,849,640</b>	<b>63,971</b>
<b>Finance</b>				
Full time salaries	531,853	531,853	484,776	47,077
Part time salaries	217,430	217,430	6,728	210,702
Employee benefits	446,438	446,438	408,981	37,457
Payroll taxes	109,178	109,178	47,689	61,489
<b>Personnel services</b>	<b>1,304,899</b>	<b>1,304,899</b>	<b>948,174</b>	<b>356,725</b>
Professional and technical services	235,540	235,540	227,547	7,993
Rental facility	45,679	45,679	92	45,587
Other services	18,000	18,000	22,127	(4,127)
Communications	6,475	6,475	3,523	2,952
Supplies	500	500	-	500
Training, travel and memberships	9,710	9,710	751	8,959
Small furniture & equipment	106	106	-	106
<b>Materials and services</b>	<b>316,010</b>	<b>316,010</b>	<b>254,040</b>	<b>61,970</b>
<b>Total Finance</b>	<b>1,620,909</b>	<b>1,620,909</b>	<b>1,202,214</b>	<b>418,695</b>
<b>Budget &amp; Accounting</b>				
Full time salaries	296,555	296,555	272,522	24,033
Employee benefits	229,828	229,828	213,220	16,608
Payroll taxes	41,730	41,730	26,403	15,327
<b>Personnel services</b>	<b>568,113</b>	<b>568,113</b>	<b>512,145</b>	<b>55,968</b>
Professional and technical services	1,800	1,800	810	990
Communications	2,400	2,400	2,049	351
Supplies	200	200	-	200
Training, travel and memberships	4,100	4,100	669	3,431
Small furniture & equipment	500	500	-	500
<b>Materials and services</b>	<b>9,000</b>	<b>9,000</b>	<b>3,528</b>	<b>5,472</b>
<b>Total Budget &amp; Accounting</b>	<b>577,113</b>	<b>577,113</b>	<b>515,673</b>	<b>61,440</b>
<b>Information Services</b>				
Full time salaries	587,938	587,938	566,030	21,908
Employee benefits	456,699	456,699	422,475	34,224
Payroll taxes	83,253	83,253	55,483	27,770
<b>Personnel services</b>	<b>1,127,890</b>	<b>1,127,890</b>	<b>1,043,988</b>	<b>83,902</b>



**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final</b>
	<b>Original</b>	<b>Final</b>		
Professional and technical services	\$ 466,340	\$ 466,340	\$ 317,553	\$ 148,787
Communications	120,000	120,000	129,109	(9,109)
Supplies	5,000	5,000	28,505	(23,505)
Training, travel and memberships	9,478	9,478	-	9,478
Small furniture & equipment	4,000	4,000	652	3,348
<b>Materials and services</b>	<b>604,818</b>	<b>604,818</b>	<b>475,819</b>	<b>128,999</b>
Computer technology replacement	275,000	275,000	177,223	97,777
<b>Total Information Services</b>	<b>2,007,708</b>	<b>2,007,708</b>	<b>1,697,030</b>	<b>310,678</b>
<b>Risk and Contract Management</b>				
Full time salaries	221,256	221,256	215,288	5,968
Part time salaries	6,552	6,552	-	6,552
Employee benefits	166,531	166,531	155,650	10,881
Payroll taxes	31,176	31,176	20,222	10,954
<b>Personnel services</b>	<b>425,515</b>	<b>425,515</b>	<b>391,160</b>	<b>34,355</b>
Professional and technical services	17,300	17,300	5,637	11,663
Insurance	490,751	490,751	449,475	41,276
Communications	3,120	3,120	1,667	1,453
Supplies	15,037	15,037	1,858	13,179
Training, travel and memberships	9,200	9,200	4,641	4,559
<b>Materials and services</b>	<b>535,408</b>	<b>535,408</b>	<b>463,278</b>	<b>72,130</b>
<b>Total Risk and Contract Management</b>	<b>960,923</b>	<b>960,923</b>	<b>854,438</b>	<b>106,485</b>
<b>Safety Services</b>				
Full time salaries	84,403	84,403	83,326	1,077
Employee benefits	68,418	68,418	63,089	5,329
Payroll taxes	11,513	11,513	8,104	3,409
<b>Personnel services</b>	<b>164,334</b>	<b>164,334</b>	<b>154,519</b>	<b>9,815</b>
Professional and technical services	2,000	2,000	5,537	(3,537)
Supplies	7,600	7,600	4,787	2,813
Training, travel and memberships	8,450	8,450	1,415	7,035
Small furniture & equipment	500	500	123	377
<b>Materials and services</b>	<b>18,550</b>	<b>18,550</b>	<b>11,862</b>	<b>6,688</b>
<b>Total Safety Services</b>	<b>182,884</b>	<b>182,884</b>	<b>166,381</b>	<b>16,503</b>
<b>TOTAL BUSINESS AND FACILITIES</b>	<b>7,263,148</b>	<b>7,263,148</b>	<b>6,285,376</b>	<b>977,772</b>
<b>PARK SERVICES:</b>				
<b>Director of Park Services</b>				
Full time salaries	175,705	175,705	191,723	(16,018)
Employee benefits	141,037	141,037	129,069	11,968
Payroll taxes	25,045	25,045	16,058	8,987
<b>Personnel services</b>	<b>341,787</b>	<b>341,787</b>	<b>336,850</b>	<b>4,937</b>
Professional and technical services	85,000	85,000	16,874	68,126
Communications	2,720	2,720	41	2,679
Supplies	2,060	2,060	1,667	393
Training, travel and memberships	10,220	10,220	8,246	1,974
<b>Materials and services</b>	<b>100,000</b>	<b>100,000</b>	<b>26,828</b>	<b>73,172</b>
<b>Total Director of Park Services</b>	<b>441,787</b>	<b>441,787</b>	<b>363,678</b>	<b>78,109</b>

**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>		
<b>Manager of Maintenance Operations</b>				
Full time salaries	\$ 205,198	\$ 205,198	\$ 203,458	\$ 1,740
Part time salaries	24,650	24,650	-	24,650
Employee benefits	157,447	157,447	146,637	10,810
Payroll taxes	32,261	32,261	19,291	12,970
<b>Personnel services</b>	<u>419,556</u>	<u>419,556</u>	<u>369,386</u>	<u>50,170</u>
Professional and technical services	3,750	3,750	558	3,192
Communications	2,451	2,451	1,438	1,013
Supplies	5,208	5,208	2,531	2,677
Training, travel and memberships	3,630	3,630	674	2,956
<b>Materials and services</b>	<u>15,039</u>	<u>15,039</u>	<u>5,201</u>	<u>9,838</u>
<b>Total Manager of Maintenance Operations</b>	<u>434,595</u>	<u>434,595</u>	<u>374,587</u>	<u>60,008</u>
<b>Park Maintenance North</b>				
Full time salaries	971,722	971,722	927,050	44,672
Part time salaries	669,293	669,293	325,882	343,411
Employee benefits	841,890	841,890	767,125	74,765
Payroll taxes	256,280	256,280	116,468	139,812
<b>Personnel services</b>	<u>2,739,185</u>	<u>2,739,185</u>	<u>2,136,525</u>	<u>602,660</u>
Professional and technical services	277,000	277,000	232,710	44,290
Rental equipment	3,000	3,000	1,760	1,240
Communication	38,800	38,800	31,580	7,220
Supplies	395,962	395,962	230,113	165,849
Training, travel and memberships	5,540	5,540	2,517	3,023
Utilities	911,214	911,214	698,501	212,713
<b>Materials and services</b>	<u>1,631,516</u>	<u>1,631,516</u>	<u>1,197,181</u>	<u>434,335</u>
<b>Total Park Maintenance North</b>	<u>4,370,701</u>	<u>4,370,701</u>	<u>3,333,706</u>	<u>1,036,995</u>
<b>Park Maintenance South</b>				
Full time salaries	938,178	938,178	905,110	33,068
Part time salaries	471,636	471,636	133,513	338,123
Employee benefits	800,716	800,716	731,466	69,250
Payroll taxes	219,999	219,999	94,332	125,667
<b>Personnel services</b>	<u>2,430,529</u>	<u>2,430,529</u>	<u>1,864,421</u>	<u>566,108</u>
Professional and technical services	159,300	159,300	169,162	(9,862)
Rental equipment	4,500	4,500	1,682	2,818
Communication	19,000	19,000	16,292	2,708
Supplies	209,165	209,165	163,002	46,163
Training, travel and memberships	6,800	6,800	435	6,365
Utilities	399,125	399,125	297,826	101,299
Small furniture & equipment	500	500	-	500
<b>Materials and services</b>	<u>798,390</u>	<u>798,390</u>	<u>648,399</u>	<u>149,991</u>
<b>Total Park Maintenance South</b>	<u>3,228,919</u>	<u>3,228,919</u>	<u>2,512,820</u>	<u>716,099</u>
<b>Facility Maintenance</b>				
Full time salaries	643,857	643,857	581,215	62,642
Part time salaries	44,947	44,947	-	44,947
Employee benefits	530,422	530,422	491,728	38,694
Payroll taxes	106,599	106,599	54,222	52,377
<b>Personnel services</b>	<u>1,325,825</u>	<u>1,325,825</u>	<u>1,127,165</u>	<u>198,660</u>

**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final</b>
	<b>Original</b>	<b>Final</b>		
Professional and technical services	\$ 103,215	\$ 103,215	\$ 75,952	\$ 27,263
Communication	51,471	51,471	39,457	12,014
Supplies	54,536	54,536	65,198	(10,662)
Training, travel and memberships	7,446	7,446	1,775	5,671
<b>Materials and services</b>	<b>216,668</b>	<b>216,668</b>	<b>182,382</b>	<b>34,286</b>
<b>Total Facility Maintenance</b>	<b>1,542,493</b>	<b>1,542,493</b>	<b>1,309,547</b>	<b>232,946</b>
<b>Fleet Maintenance</b>				
Full time salaries	401,592	401,592	225,264	176,328
Part time salaries	25,349	25,349	22,820	2,529
Employee benefits	330,973	330,973	286,518	44,455
Payroll taxes	65,674	65,674	22,525	43,149
<b>Personnel services</b>	<b>823,588</b>	<b>823,588</b>	<b>557,127</b>	<b>266,461</b>
Professional and technical services	145,792	145,792	113,770	32,022
Rental equipment	1,500	1,500	-	1,500
Communication	2,563	2,563	2,446	117
Supplies	10,477	10,477	3,327	7,150
Vehicle & equipment parts	21,813	21,813	20,401	1,412
Vehicle & equipment services	28,174	28,174	20,161	8,013
Gas & oil (vehicles)	177,576	177,576	161,630	15,946
Training, travel and memberships	2,100	2,100	380	1,720
<b>Materials and services</b>	<b>389,995</b>	<b>389,995</b>	<b>322,115</b>	<b>67,880</b>
Maintenance equipment	182,218	182,218	186,888	(4,670)
<b>Capital outlay</b>	<b>182,218</b>	<b>182,218</b>	<b>186,888</b>	<b>(4,670)</b>
<b>Total Fleet Maintenance</b>	<b>1,395,801</b>	<b>1,395,801</b>	<b>1,066,130</b>	<b>329,671</b>
<b>Nature and Trails</b>				
Full time salaries	719,581	719,581	702,360	17,221
Part time salaries	176,768	176,768	59,670	117,098
Employee benefits	593,688	593,688	546,925	46,763
Payroll taxes	138,360	138,360	69,929	68,431
<b>Personnel services</b>	<b>1,628,397</b>	<b>1,628,397</b>	<b>1,378,884</b>	<b>249,513</b>
Professional and technical services	133,538	133,538	168,346	(34,808)
Rental equipment	1,900	1,900	1,455	445
Communication	5,800	5,800	6,981	(1,181)
Supplies	88,141	88,141	62,663	25,478
Training, travel and memberships	9,920	9,920	2,386	7,534
Small furniture & equipment	1,900	1,900	1,925	(25)
<b>Materials and services</b>	<b>241,199</b>	<b>241,199</b>	<b>243,756</b>	<b>(2,557)</b>
<b>Total Nature and Trails</b>	<b>1,869,596</b>	<b>1,869,596</b>	<b>1,622,640</b>	<b>246,956</b>
<b>Planning</b>				
Full time salaries	396,867	396,867	349,862	47,005
Employee benefits	307,831	307,831	285,629	22,202
Payroll taxes	54,061	54,061	33,500	20,561
<b>Personnel services</b>	<b>758,759</b>	<b>758,759</b>	<b>668,991</b>	<b>89,768</b>
Professional and technical services	23,501	23,501	4,481	19,020
Communication	3,100	3,100	1,330	1,770
Supplies	325	325	79	246
Training, travel and memberships	9,984	9,984	1,591	8,393
<b>Materials and services</b>	<b>36,910</b>	<b>36,910</b>	<b>7,481</b>	<b>29,429</b>

**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>		
<b>Total Planning</b>	\$ 795,669	\$ 795,669	\$ 676,472	\$ 119,197
<b>Design and Development</b>				
Full time salaries	678,468	678,468	600,795	77,673
Part time salaries	25,973	25,973	17,517	8,456
Employee benefits	528,658	528,658	490,321	38,337
Payroll taxes	96,365	96,365	58,600	37,765
<b>Personnel services</b>	<u>1,329,464</u>	<u>1,329,464</u>	<u>1,167,233</u>	<u>162,231</u>
Professional and technical services	14,000	14,000	440	13,560
Communication	4,010	4,010	4,099	(89)
Supplies	15,040	15,040	2,348	12,692
Training, travel and memberships	8,325	8,325	3,195	5,130
Small furniture & equipment	1,000	1,000	-	1,000
<b>Materials and services</b>	<u>42,375</u>	<u>42,375</u>	<u>10,082</u>	<u>32,293</u>
<b>Total Design and Development</b>	<u>1,371,839</u>	<u>1,371,839</u>	<u>1,177,315</u>	<u>194,524</u>
<b>TOTAL PARK SERVICES</b>	<u>15,451,400</u>	<u>15,451,400</u>	<u>12,436,895</u>	<u>3,014,505</u>
<b>RECREATION SERVICES:</b>				
<b>Office of the Director</b>				
Full time salaries	251,016	251,016	106,791	144,225
Part time salaries	36,950	36,950	28,192	8,758
Employee benefits	183,173	183,173	211,451	(28,278)
Payroll taxes	38,449	38,449	12,051	26,398
<b>Personnel services</b>	<u>509,588</u>	<u>509,588</u>	<u>358,485</u>	<u>151,103</u>
Professional and technical services	54,000	54,000	15,185	38,815
Fee reductions-scholarship program	443,879	443,879	272,748	171,131
Communication	1,500	1,500	1,506	(6)
Supplies	9,610	9,610	4,628	4,982
Training, travel and memberships	35,120	35,120	10,154	24,966
<b>Materials and services</b>	<u>544,109</u>	<u>544,109</u>	<u>304,221</u>	<u>239,888</u>
<b>Total Office of the Director</b>	<u>1,053,697</u>	<u>1,053,697</u>	<u>662,706</u>	<u>390,991</u>
<b>Manager of Aquatics</b>				
Full time salaries	61,139	61,139	-	61,139
Employee benefits	55,703	55,703	10	55,693
Payroll taxes	9,080	9,080	-	9,080
<b>Personnel services</b>	<u>125,922</u>	<u>125,922</u>	<u>10</u>	<u>125,912</u>
Communication	5,000	5,000	3,201	1,799
Supplies	10,675	10,675	5,650	5,025
Training, travel and memberships	27,525	27,525	3,387	24,138
<b>Materials and services</b>	<u>43,200</u>	<u>43,200</u>	<u>12,238</u>	<u>30,962</u>
<b>Total Manager of Aquatics</b>	<u>169,122</u>	<u>169,122</u>	<u>12,248</u>	<u>156,874</u>
<b>Aloha Swim Center</b>				
Full time salaries	299,860	299,860	-	299,860
Part time salaries	303,548	303,548	168	303,380
Employee benefits	252,777	252,777	49	252,728
Payroll taxes	92,908	92,908	8	92,900
<b>Personnel services</b>	<u>949,093</u>	<u>949,093</u>	<u>225</u>	<u>948,868</u>

**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	Budgeted Amounts		Actual Amounts	Variance with Final
	Original	Final		
Communication	\$ -	\$ -	\$ 1,679	\$ (1,679)
Supplies	9,171	9,171	887	8,284
Maintenance services & supplies	35,671	35,671	10,792	24,879
Utilities	82,330	82,330	44,530	37,800
Bank charges and fees	8,461	8,461	-	8,461
<b>Materials and services</b>	<u>135,633</u>	<u>135,633</u>	<u>57,888</u>	<u>77,745</u>
<b>Total Aloha Swim Center</b>	<u>1,084,726</u>	<u>1,084,726</u>	<u>58,113</u>	<u>1,026,613</u>
<b>Tualatin Hills Aquatic Center</b>				
Full time salaries	577,365	577,365	568,369	8,996
Part time salaries	456,218	456,218	383,160	73,058
Employee benefits	495,429	495,429	540,990	(45,561)
Payroll taxes	158,361	158,361	87,556	70,805
<b>Personnel services</b>	<u>1,687,373</u>	<u>1,687,373</u>	<u>1,580,075</u>	<u>107,298</u>
Communication	500	500	-	500
Supplies	12,787	12,787	12,674	113
Maintenance services & supplies	89,739	89,739	71,153	18,586
Utilities	186,740	186,740	173,274	13,466
Bank charges and fees	10,752	10,752	7,684	3,068
<b>Materials and services</b>	<u>300,518</u>	<u>300,518</u>	<u>264,785</u>	<u>35,733</u>
<b>Total Tualatin Hills Aquatic Center</b>	<u>1,987,891</u>	<u>1,987,891</u>	<u>1,844,860</u>	<u>143,031</u>
<b>Beaverton Swim Center</b>				
Full time salaries	304,011	304,011	132,996	171,015
Part time salaries	311,559	311,559	214,563	96,996
Employee benefits	255,041	255,041	982	254,059
Payroll taxes	94,810	94,810	31,118	63,692
<b>Personnel services</b>	<u>965,421</u>	<u>965,421</u>	<u>379,659</u>	<u>585,762</u>
Communication	500	500	1,485	(985)
Supplies	18,710	18,710	7,918	10,792
Maintenance services & supplies	38,891	38,891	30,020	8,871
Utilities	87,726	87,726	100,030	(12,304)
Bank charges and fees	9,150	9,150	6,554	2,596
<b>Materials and services</b>	<u>154,977</u>	<u>154,977</u>	<u>146,007</u>	<u>8,970</u>
<b>Total Beaverton Swim Center</b>	<u>1,120,398</u>	<u>1,120,398</u>	<u>525,666</u>	<u>594,732</u>
<b>Harman Swim Center</b>				
Full time salaries	287,135	287,135	-	287,135
Part time salaries	273,953	273,953	-	273,953
Employee benefits	245,554	245,554	46	245,508
Payroll taxes	85,529	85,529	-	85,529
<b>Personnel services</b>	<u>892,171</u>	<u>892,171</u>	<u>46</u>	<u>892,125</u>
Communication	-	-	1,619	(1,619)
Supplies	8,946	8,946	1,216	7,730
Maintenance services & supplies	38,481	38,481	11,427	27,054
Utilities	85,396	85,396	47,473	37,923
Bank charges and fees	7,469	7,469	-	7,469
<b>Materials and services</b>	<u>140,292</u>	<u>140,292</u>	<u>61,735</u>	<u>78,557</u>
<b>Total Harman Swim Center</b>	<u>1,032,463</u>	<u>1,032,463</u>	<u>61,781</u>	<u>970,682</u>

**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final</b>
	<b>Original</b>	<b>Final</b>		
<b>Sunset Swim Center</b>				
Full time salaries	\$ 304,011	\$ 304,011	\$ 7,918	\$ 296,093
Part time salaries	266,055	266,055	284	265,771
Employee benefits	255,077	255,077	49	255,028
Payroll taxes	87,757	87,757	798	86,959
<b>Personnel services</b>	<b>912,900</b>	<b>912,900</b>	<b>9,049</b>	<b>903,851</b>
Supplies	14,475	14,475	1,866	12,609
Maintenance services & supplies	32,148	32,148	10,632	21,516
Utilities	95,877	95,877	51,889	43,988
Bank charges and fees	6,964	6,964	-	6,964
<b>Materials and services</b>	<b>149,464</b>	<b>149,464</b>	<b>64,387</b>	<b>85,077</b>
<b>Total Sunset Swim Center</b>	<b>1,062,364</b>	<b>1,062,364</b>	<b>73,436</b>	<b>988,928</b>
<b>Raleigh Swim Center</b>				
Part time salaries	100,978	100,978	78,944	22,034
Payroll taxes	15,652	15,652	7,681	7,971
<b>Personnel services</b>	<b>116,630</b>	<b>116,630</b>	<b>86,625</b>	<b>30,005</b>
Communication	-	-	999	(999)
Supplies	5,574	5,574	2,229	3,345
Maintenance services & supplies	13,968	13,968	20,170	(6,202)
Utilities	28,622	28,622	41,145	(12,523)
Bank charges and fees	2,534	2,534	1,799	735
<b>Materials and services</b>	<b>50,698</b>	<b>50,698</b>	<b>66,342</b>	<b>(15,644)</b>
<b>Total Raleigh Swim Center</b>	<b>167,328</b>	<b>167,328</b>	<b>152,967</b>	<b>14,361</b>
<b>Somerset Swim Center</b>				
Part time salaries	110,765	110,765	32,780	77,985
Payroll taxes	17,169	17,169	3,321	13,848
<b>Personnel services</b>	<b>127,934</b>	<b>127,934</b>	<b>36,101</b>	<b>91,833</b>
Communication	-	-	1,629	(1,629)
Supplies	5,994	5,994	2,045	3,949
Maintenance services & supplies	15,343	15,343	9,943	5,400
Utilities	28,003	28,003	31,397	(3,394)
Bank charges and fees	2,245	2,245	2,124	121
<b>Materials and services</b>	<b>51,585</b>	<b>51,585</b>	<b>47,138</b>	<b>4,447</b>
<b>Total Somerset Swim Center</b>	<b>179,519</b>	<b>179,519</b>	<b>83,239</b>	<b>96,280</b>
<b>Total Aquatics Expenditures</b>	<b>6,803,811</b>	<b>6,803,811</b>	<b>2,812,310</b>	<b>3,991,501</b>
<b>Sports &amp; Inclusion Services Manager</b>				
Full time salaries	122,875	122,875	127,750	(4,875)
Part time salaries	14,853	14,853	-	14,853
Employee benefits	90,179	90,179	104,021	(13,842)
Payroll taxes	19,053	19,053	12,422	6,631
<b>Personnel services</b>	<b>246,960</b>	<b>246,960</b>	<b>244,193</b>	<b>2,767</b>

**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final</b>
	<b>Original</b>	<b>Final</b>		
Communication	\$ 7,279	\$ 7,279	\$ 10,670	\$ (3,391)
Supplies	1,815	1,815	2,542	(727)
Training, travel and memberships	4,284	4,284	-	4,284
Small furniture & equipment	150	150	-	150
<b>Materials and services</b>	<b>13,528</b>	<b>13,528</b>	<b>13,212</b>	<b>316</b>
<b>Total Sports &amp; Inclusion Services Manager</b>	<b>260,488</b>	<b>260,488</b>	<b>257,405</b>	<b>3,083</b>
<b>Tualatin Hills Athletic Center</b>				
Full time salaries	684,680	684,680	676,314	8,366
Part time salaries	954,072	954,072	619,746	334,326
Employee benefits	606,247	606,247	657,489	(51,242)
Payroll taxes	252,901	252,901	121,061	131,840
<b>Personnel services</b>	<b>2,497,900</b>	<b>2,497,900</b>	<b>2,074,610</b>	<b>423,290</b>
Professional and technical services	79,900	79,900	65,493	14,407
Communication	350	350	164	186
Supplies	265,828	265,828	76,364	189,464
Utilities	82,524	82,524	104,124	(21,600)
Bank charges and fees	32,669	32,669	23,734	8,935
Training, travel and memberships	2,200	2,200	359	1,841
Small furniture & equipment	3,500	3,500	1,209	2,291
<b>Materials and services</b>	<b>466,971</b>	<b>466,971</b>	<b>271,447</b>	<b>195,524</b>
<b>Total Tualatin Hills Athletic Center</b>	<b>2,964,871</b>	<b>2,964,871</b>	<b>2,346,057</b>	<b>618,814</b>
<b>Babette Horenstein Tennis Center</b>				
Full time salaries	284,619	284,619	233,934	50,685
Part time salaries	318,255	318,255	287,165	31,090
Employee benefits	254,791	254,791	275,457	(20,666)
Payroll taxes	91,924	91,924	48,984	42,940
<b>Personnel services</b>	<b>949,589</b>	<b>949,589</b>	<b>845,540</b>	<b>104,049</b>
Professional and technical services	30,140	30,140	40,472	(10,332)
Rental equipment	1,891	1,891	-	1,891
Supplies	36,292	36,292	23,128	13,164
Utilities	125,643	125,643	100,464	25,179
Bank charges and fees	21,672	21,672	24,360	(2,688)
Training, travel and memberships	100	100	329	(229)
<b>Materials and services</b>	<b>215,738</b>	<b>215,738</b>	<b>188,753</b>	<b>26,985</b>
<b>Total Babette Horenstein Tennis Center</b>	<b>1,165,327</b>	<b>1,165,327</b>	<b>1,034,293</b>	<b>131,034</b>
<b>Elsie Stuhr Center</b>				
Full time salaries	464,987	464,987	263,153	201,834
Part time salaries	291,576	291,576	117,060	174,516
Employee benefits	419,360	419,360	312,680	106,680
Payroll taxes	114,311	114,311	35,549	78,762
<b>Personnel services</b>	<b>1,290,234</b>	<b>1,290,234</b>	<b>728,442</b>	<b>561,792</b>

**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final</b>
	<b>Original</b>	<b>Final</b>		
Professional and technical services	\$ 604	\$ 604	\$ 1,489	\$ (885)
Communication	1,000	1,000	1,619	(619)
Supplies	54,565	54,565	23,203	31,362
Utilities	62,700	62,700	45,016	17,684
Bank charges and fees	8,717	8,717	1,332	7,385
Training, travel and memberships	705	705	179	526
<b>Materials and services</b>	<b>128,291</b>	<b>128,291</b>	<b>72,838</b>	<b>55,453</b>
<b>Total Elsie Stuhr Center</b>	<b>1,418,525</b>	<b>1,418,525</b>	<b>801,280</b>	<b>617,245</b>
<b>Garden Home Recreation Center</b>				
Full time salaries	504,047	504,047	487,334	16,713
Part time salaries	806,844	806,844	397,588	409,256
Employee benefits	441,075	441,075	479,593	(38,518)
Payroll taxes	200,601	200,601	83,388	117,213
<b>Personnel services</b>	<b>1,952,567</b>	<b>1,952,567</b>	<b>1,447,903</b>	<b>504,664</b>
Professional and technical services	241	241	2,135	(1,894)
Communication	1,538	1,538	2,133	(595)
Supplies	168,155	168,155	151,306	16,849
Utilities	83,001	83,001	71,519	11,482
Bank charges and fees	23,418	23,418	11,563	11,855
Training, travel and memberships	1,354	1,354	342	1,012
<b>Materials and services</b>	<b>277,707</b>	<b>277,707</b>	<b>238,998</b>	<b>38,709</b>
<b>Total Garden Home Recreation Center</b>	<b>2,230,274</b>	<b>2,230,274</b>	<b>1,686,901</b>	<b>543,373</b>
<b>Camp Rivendale</b>				
Part time salaries	98,874	98,874	19,008	79,866
Payroll taxes	15,325	15,325	1,655	13,670
<b>Personnel services</b>	<b>114,199</b>	<b>114,199</b>	<b>20,663</b>	<b>93,536</b>
Rental equipment	29,000	29,000	-	29,000
Supplies	12,052	12,052	5,444	6,608
Utilities	10,265	10,265	-	10,265
<b>Materials and services</b>	<b>51,317</b>	<b>51,317</b>	<b>5,444</b>	<b>45,873</b>
<b>Total Camp Rivendale</b>	<b>165,516</b>	<b>165,516</b>	<b>26,107</b>	<b>139,409</b>
<b>Total Sports &amp; Inclusion Expenditures</b>	<b>8,205,001</b>	<b>8,205,001</b>	<b>6,152,043</b>	<b>2,052,958</b>
<b>Recreation Manager</b>				
Full time salaries	125,228	125,228	130,810	(5,582)
Part time salaries	88,970	88,970	-	88,970
Employee benefits	91,497	91,497	105,703	(14,206)
Payroll taxes	30,861	30,861	12,719	18,142
<b>Personnel services</b>	<b>336,556</b>	<b>336,556</b>	<b>249,232</b>	<b>87,324</b>
Communication	5,520	5,520	14,197	(8,677)
Supplies	13,600	13,600	1,972	11,628
Training, travel and memberships	10,610	10,610	120	10,490
Small furniture & equipment	-	-	60	(60)
<b>Materials and services</b>	<b>29,730</b>	<b>29,730</b>	<b>16,349</b>	<b>13,381</b>
<b>Total Recreation Manager</b>	<b>366,286</b>	<b>366,286</b>	<b>265,581</b>	<b>100,705</b>



**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>		
<b>Cedar Hills Recreation Center</b>				
Full time salaries	\$ 546,824	\$ 546,824	\$ 572,226	\$ (25,402)
Part time salaries	1,206,605	1,206,605	617,238	589,367
Employee benefits	476,353	476,353	520,282	(43,929)
Payroll taxes	270,100	270,100	109,736	160,364
<b>Personnel services</b>	<u>2,499,882</u>	<u>2,499,882</u>	<u>1,819,482</u>	<u>680,400</u>
Professional and technical services	400	400	1,192	(792)
Communication	4,100	4,100	289	3,811
Supplies	195,515	195,515	60,638	134,877
Utilities	82,263	82,263	54,473	27,790
Bank charges and fees	39,565	39,565	28,351	11,214
Training, travel and memberships	970	970	107	863
Small furniture & equipment	3,400	3,400	18	3,382
<b>Materials and services</b>	<u>326,213</u>	<u>326,213</u>	<u>145,068</u>	<u>181,145</u>
<b>Total Cedar Hills Recreation Center</b>	<u>2,826,095</u>	<u>2,826,095</u>	<u>1,964,550</u>	<u>861,545</u>
<b>Conestoga Recreation &amp; Aquatic Center</b>				
Full time salaries	847,959	847,959	695,663	152,296
Part time salaries	1,500,297	1,500,297	713,270	787,027
Employee benefits	730,192	730,192	857,245	(127,053)
Payroll taxes	361,672	361,672	130,548	231,124
<b>Personnel services</b>	<u>3,440,120</u>	<u>3,440,120</u>	<u>2,396,726</u>	<u>1,043,394</u>
Professional and technical services	10,110	10,110	6,103	4,007
Communication	-	-	3,455	(3,455)
Supplies	235,939	235,939	96,874	139,065
Utilities	207,654	207,654	143,346	64,308
Bank charges and fees	49,074	49,074	24,087	24,987
Training, travel and memberships	-	-	51	(51)
Small furniture & equipment	4,800	4,800	-	4,800
<b>Materials and services</b>	<u>507,577</u>	<u>507,577</u>	<u>273,916</u>	<u>233,661</u>
<b>Total Conestoga Recreation &amp; Aquatic Center</b>	<u>3,947,697</u>	<u>3,947,697</u>	<u>2,670,642</u>	<u>1,277,055</u>
<b>Interpretive Programs</b>				
Full time salaries	672,238	672,238	527,522	144,716
Part time salaries	652,512	652,512	362,782	289,730
Employee benefits	588,401	588,401	641,849	(53,448)
Payroll taxes	201,996	201,996	81,591	120,405
<b>Personnel services</b>	<u>2,115,147</u>	<u>2,115,147</u>	<u>1,613,744</u>	<u>501,403</u>
Professional and technical services	3,850	3,850	2,334	1,516
Rental equipment	17,700	17,700	1,032	16,668
Communication	5,800	5,800	7,582	(1,782)
Supplies	71,555	71,555	58,026	13,529
Utilities	24,278	24,278	17,779	6,499
Bank charges and fees	10,426	10,426	8,111	2,315
Training, travel and memberships	4,600	4,600	3,491	1,109
Small furniture & equipment	1,500	1,500	4,204	(2,704)
<b>Materials and services</b>	<u>139,709</u>	<u>139,709</u>	<u>102,559</u>	<u>37,150</u>
<b>Total Interpretive Programs</b>	<u>2,254,856</u>	<u>2,254,856</u>	<u>1,716,303</u>	<u>538,553</u>
<b>Total Recreation Expenditures</b>	<u>9,394,934</u>	<u>9,394,934</u>	<u>6,617,076</u>	<u>2,777,858</u>

**Tualatin Hills Park & Recreation District**  
**General Fund**  
**Schedule of Expenditures - Budget to Actual**  
**For the Year Ended June 30, 2022**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final</b>
	<b>Original</b>	<b>Final</b>		
<b>Maintenance Coordination</b>				
Full time salaries	\$ 171,025	\$ 171,025	\$ 85,264	\$ 85,761
Part time salaries	257,441	257,441	34,900	222,541
Employee benefits	138,995	138,995	94,305	44,690
Payroll taxes	67,114	67,114	11,036	56,078
<b>Personnel services</b>	<u>634,575</u>	<u>634,575</u>	<u>225,505</u>	<u>409,070</u>
Professional and technical services	9,756	9,756	8,995	761
Communication	13,121	13,121	8,460	4,661
Supplies	18,087	18,087	7,772	10,315
Utilities	219,949	219,949	251,666	(31,717)
Training, travel and memberships	6,221	6,221	1,083	5,138
<b>Materials and services</b>	<u>267,134</u>	<u>267,134</u>	<u>277,976</u>	<u>(10,842)</u>
<b>Total Maintenance Coordination</b>	<u>901,709</u>	<u>901,709</u>	<u>503,481</u>	<u>398,228</u>
<b>TOTAL RECREATION SERVICES</b>	<u>26,359,152</u>	<u>26,359,152</u>	<u>16,747,616</u>	<u>9,611,536</u>
<b>CAPITAL OUTLAY</b>				
Carryforward projects	3,149,975	3,149,975	2,437,645	712,330
Athletic facility replacements	25,000	25,000	11,600	13,400
Park and trail replacement	215,650	215,650	214,220	1,430
Park and trail improvements	928,000	928,000	101,621	826,379
Building replacement	385,000	385,000	207,748	177,252
ADA projects	558,000	558,000	207,075	350,925
Program facility challenge grants	40,000	40,000	5,919	34,081
<b>TOTAL CAPITAL OUTLAY</b>	<u>5,301,625</u>	<u>5,301,625</u>	<u>3,185,828</u>	<u>2,115,797</u>
<b>TRANSFERS TO OTHER FUNDS</b>	779,000	779,000	650,000	129,000
<b>CONTINGENCY</b>	2,500,000	2,500,000	-	2,500,000
<b>CAPITAL REPLACEMENT RESERVE</b>	1,500,000	1,500,000	-	1,500,000
<b>Total General Fund Expenditures</b>	<u>\$ 64,617,207</u>	<u>\$ 64,617,207</u>	<u>\$ 43,650,597</u>	<u>\$ 20,966,610</u>

**Tualatin Hills Park & Recreation District  
Bonded Debt Fund  
Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2022**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Property taxes	\$ 8,180,550	\$ 8,361,247	\$ 180,697
Interest earned	25,000	29,640	4,640
Total revenues	<u>8,205,550</u>	<u>8,390,887</u>	<u>185,337</u>
Expenditures:			
Debt service	<u>8,455,550</u>	<u>8,454,261</u>	<u>1,289</u>
Total expenditures	<u>8,455,550</u>	<u>8,454,261</u>	<u>1,289</u>
Excess (deficiency) of revenues over (under) expenditures	(250,000)	(63,374)	186,626
Fund balance at beginning of year	<u>250,000</u>	<u>502,683</u>	<u>252,683</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 439,309</u>	<u>\$ 439,309</u>

**Tualatin Hills Park & Recreation District**  
**Bond Capital Projects Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget to Actual**  
**For the Year Ended June 30, 2022**

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	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Interest earned	\$ 14,500	\$ 13,330	\$ (1,170)
Total revenues	<u>14,500</u>	<u>13,330</u>	<u>(1,170)</u>
Expenditures:			
Capital outlay	3,353,321	322,032	3,031,289
Total expenditures	<u>3,353,321</u>	<u>322,032</u>	<u>3,031,289</u>
Excess (deficiency) of revenues over (under) expenditures	(3,338,821)	(308,702)	3,030,119
Fund balances at beginning of year	<u>3,338,821</u>	<u>2,873,995</u>	<u>(464,826)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ 2,565,293</u>	<u>\$ 2,565,293</u>

**Tualatin Hills Park & Recreation District  
System Development Charges Fund  
Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual  
For the Year Ended June 30, 2022**

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
System development charges	\$ 9,611,435	\$ 6,374,376	\$ (3,237,059)
Interest earned	146,600	(23,133)	(169,733)
Total revenues	<u>9,758,035</u>	<u>6,351,243</u>	<u>(3,406,792)</u>
Expenditures:			
Materials and services	100,000	13,918	86,082
Capital outlay	46,417,438	1,801,305	44,616,133
Total expenditures	<u>46,517,438</u>	<u>1,815,223</u>	<u>44,702,215</u>
Excess (deficiency) of revenues over (under) expenditures	(36,759,403)	4,536,020	41,295,423
Other financing sources:			
Transfers in	<u>779,000</u>	<u>650,000</u>	<u>(129,000)</u>
Net change in fund balance	(35,980,403)	5,186,020	41,166,423
Fund balances at beginning of year	<u>35,980,403</u>	<u>33,198,543</u>	<u>(2,781,860)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ 38,384,563</u>	<u>\$ 38,384,563</u>

**Tualatin Hills Park & Recreation District**  
**Mitigation Maintenance Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended June 30, 2022**

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	<b>Original and Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget- Positive (Negative)</b>
Revenues:			
Interest earned	\$ 2,000	\$ 1,057	\$ (943)
Expenditures:			
Materials and services	188,400	-	188,400
Excess (deficiency) of revenues over (under) expenditures	(186,400)	1,057	187,457
Fund balance at beginning of year	186,400	186,196	(204)
Fund balance at end of year	\$ -	\$ 187,253	\$ 187,253

**Tualatin Hills Park & Recreation District**  
**Metro Bond Local Project Fund**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Year Ended June 30, 2022**

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	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental revenue	\$ 8,628,870	\$ -	\$ (8,628,870)
Expenditures:			
Capital outlay	8,628,870	-	8,628,870
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Tualatin Hills Park & Recreation District  
**Trust Funds**  
**Combining Balance Sheet**  
**June 30, 2022**

	<u>Pension Trust Fund</u>		<u>OPEB Trust Fund</u>	<u>Total Trust Funds</u>
	<u>Defined Benefit</u>	<u>Defined Contribution</u>		
<b>Assets</b>				
Cash	\$ 80,149	\$ -	\$ 17,338	\$ 97,487
Investments @ fair value	15,582,631	2,777,740	1,729,608	20,089,979
Accrued interest	61	-	6	67
Loan receivable	-	13,998	-	13,998
	<u>15,662,841</u>	<u>2,791,738</u>	<u>1,746,952</u>	<u>20,201,531</u>
<b>Total assets</b>				
	<u>15,662,841</u>	<u>2,791,738</u>	<u>1,746,952</u>	<u>20,201,531</u>
<b>Net Position</b>				
Net position restricted for pension	15,662,841	2,791,738	-	18,454,579
Net position restricted for other post-employment benefits	-	-	1,746,952	1,746,952
	<u>-</u>	<u>-</u>	<u>1,746,952</u>	<u>1,746,952</u>
<b>Total net position</b>	<u>\$ 15,662,841</u>	<u>\$ 2,791,738</u>	<u>\$ 1,746,952</u>	<u>\$ 20,201,531</u>



**Tualatin Hills Park & Recreation District  
Trust Funds  
Statement of Changes in Net Position  
For the Year Ended June 30, 2022**

	<u>Pension Trust Fund</u>			<u>Total Trust Funds</u>
	<u>Defined Benefit</u>	<u>Defined Contribution</u>	<u>OPEB Trust Fund</u>	
<b>Additions</b>				
Contributions				
Employer	\$ 8,500,000	\$ -	\$ -	\$ 8,500,000
Employee	290,824	468,923	2,400	762,147
Other	10,938	-	-	10,938
Total contributions	<u>8,801,762</u>	<u>468,923</u>	<u>2,400</u>	<u>9,273,085</u>
Investment earnings (loss)	<u>(1,825,269)</u>	<u>(470,691)</u>	<u>(199,737)</u>	<u>(2,495,697)</u>
Total additions	<u>6,976,493</u>	<u>(1,768)</u>	<u>(197,337)</u>	<u>6,777,388</u>
<b>Deductions</b>				
Benefits paid	(987,569)	(273,474)	(81,808)	(1,342,851)
Administrative expenses	<u>(50,371)</u>	<u>(132)</u>	-	<u>(50,503)</u>
Total deductions	<u>(1,037,940)</u>	<u>(273,606)</u>	<u>(81,808)</u>	<u>(1,393,354)</u>
Change in net position	5,938,553	(275,374)	(279,145)	5,384,034
Net position at beginning of year	<u>9,724,288</u>	<u>3,067,112</u>	<u>2,026,097</u>	<u>14,817,497</u>
Net position at end of year	<u><u>\$ 15,662,841</u></u>	<u><u>\$ 2,791,738</u></u>	<u><u>\$ 1,746,952</u></u>	<u><u>\$ 20,201,531</u></u>



## Other Financial Schedules



**Tualatin Hills Park & Recreation District  
Schedule of Property Tax Transactions and Outstanding Balances  
For the Year Ended June 30, 2022**

	Taxes Uncollected June 30, 2021	Add Levy as Extended by Assessor	Add (Deduct) Discounts Allowed	Add Interest Received	Add (Deduct) Cancellations and Adjustments	Deduct Interest and Tax Collected	Taxes Uncollected June 30, 2022
2021-2022	\$ -	\$ 46,552,271	\$ (1,285,563)	\$ 7,680	\$ (91,816)	\$ (44,773,041)	\$ 409,531
2020-2021	438,352	-	309	13,203	19,826	(339,471)	132,219
2019-2020	144,654	-	213	10,020	17,024	(104,682)	67,229
2018-2019	66,277	-	330	8,116	11,318	(60,205)	25,836
2017-2018	23,319	-	6	4,024	9,996	(29,995)	7,350
2016-2017	7,458	-	-	896	2,528	(6,581)	4,301
Prior Years	18,245	-	985	1,840	5,459	(11,050)	15,479
	<u>\$ 698,305</u>	<u>\$ 46,552,271</u>	<u>\$ (1,283,720)</u>	<u>\$ 45,779</u>	<u>\$ (25,665)</u>	<u>\$ (45,325,025)</u>	<u>661,945</u>
							June property tax receivable collected by the County 103,572
							Less allowance for uncollectibility (20,000)
							<u>\$ 745,517</u>
<b>General Fund</b>							
	\$ 568,302						\$ 539,150
							June property tax receivable collected by the County 84,440
							Less allowance for uncollectibility (15,000)
							<u>608,590</u>
<b>Debt Service Fund</b>							
	130,003						122,795
							June property tax receivable collected by the County 19,132
							Less allowance for uncollectibility (5,000)
							<u>136,927</u>
	<u>\$ 698,305</u>						<u>\$ 745,517</u>

**Tualatin Hills Park & Recreation District  
Schedule of District Pension Contributions  
Last Ten Fiscal Years**

Fiscal Year	Actuarially Determined Contribution (ADC)	District Contributions	District Contributions as a Percentage of ADC	Contribution Deficiency (Excess)
2013	\$ 2,294,355	\$ 2,198,333	95.81 %	\$ 96,022
2014	2,331,957	2,423,313	103.92	(91,356)
2015	2,321,835	2,318,042	99.84	3,793
2016	2,491,300	2,491,219	100.00	81
2017	2,582,219	2,582,762	100.02	(543)
2018	2,773,861	2,774,158	100.01	(297)
2019	4,022,258	4,022,258	100.00	-
2020	10,000,223	10,000,223	100.00	-
2021	8,500,000	8,500,000	100.00	-
2022	8,500,000	8,500,000	100.00	-

Source: The Standard Tualatin Hills Park & Recreation District Retirement Plan Actuarial Valuations (2013-2018);  
Milliman Actuarial Valuations (2019-2022)





# Statistical Section



This part of the Tualatin Hills Park & Recreation District's annual comprehensive financial report presents detail information as a context for understanding what the information in the financial statements and note disclosures say about the district's overall financial health.

<b>CONTENTS</b>	<b>Page</b>
Financial Trends <i>These schedules contain trend information to help the reader understand how the district's financial performance and well-being have changed over time.</i>	97
Revenue Capacity <i>These schedules contain information to help the reader assess the district's most significant local revenue source, property tax revenue.</i>	101
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.</i>	107
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.</i>	111
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.</i>	114

Sources: Unless otherwise noted, the information in these schedules is derived from the annual financial reports for the relevant year.

Tualatin Hills Park & Recreation District  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	<b>2013</b>	<b>2014</b>	<b>2015 (as restated)</b>	<b>2016</b>	<b>2017 (as restated)</b>	<b>2018 (as restated)</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
Governmental activities										
Net investment in capital assets	\$ 115,214,103	\$ 120,178,588	\$ 118,443,566	\$ 135,202,585	\$ 152,863,521	\$ 161,615,483	\$ 174,412,777	\$ 185,215,804	\$ 191,237,885	\$ 200,271,924
Restricted	5,506,718	8,113,102	13,104,560	12,350,287	9,760,567	17,307,632	22,307,182	29,300,471	33,701,226	38,823,872
Unrestricted	7,578,867	7,413,183	9,444,786	6,814,560	6,307,713	(40,874,234)	(40,145,774)	(32,400,756)	(14,856,727)	(5,958,958)
Total primary government net position	<u>\$ 128,299,688</u>	<u>\$ 135,704,873</u>	<u>\$ 140,992,912</u>	<u>\$ 154,367,432</u>	<u>\$ 168,931,801</u>	<u>\$ 138,048,881</u>	<u>\$ 156,574,185</u>	<u>\$ 182,115,519</u>	<u>\$ 210,082,384</u>	<u>\$ 233,136,838</u>

**Tualatin Hills Park & Recreation District**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Expenses</b>										
Board of Directors	\$ 200,248	\$ 154,475	\$ 218,847	\$ 178,381	\$ 209,412	\$ 183,678	\$ 287,244	\$ 239,325	\$ 202,902	\$ 199,592
Administration	1,717,417	1,963,226	1,860,162	2,048,290	2,210,239	2,313,893	2,465,436	2,090,232	1,894,447	3,245,954 <sup>6)</sup>
Business services <sup>(4)</sup>	14,917,033	15,126,974	14,575,963	16,447,289	23,818,025	24,953,742	25,269,252	21,184,639	19,577,534	11,587,219 <sup>3) 5) 6)</sup>
Planning and development	800,198	897,304	554,465	550,044	-	-	-	-	-	- <sup>2)</sup>
Recreation services <sup>(4)</sup>	19,536,037	19,758,250	19,188,743	21,180,758	15,186,213	16,186,439	20,303,450	16,108,717	9,894,243	14,368,060 <sup>3) 5)</sup>
Park services <sup>(4)</sup>	-	-	-	-	-	-	-	-	-	9,554,414 <sup>4) 5)</sup>
Interest on long-term debt	4,124,974	3,946,193	3,853,264	3,334,042	3,074,328	2,965,355	2,878,707	2,673,373	2,243,378	1,678,766
<b>Total expenses</b>	<b>\$ 41,295,907</b>	<b>\$ 41,846,422</b>	<b>\$ 40,251,444</b>	<b>\$ 43,738,804</b>	<b>\$ 44,498,217</b>	<b>\$ 46,603,107</b>	<b>\$ 51,204,089</b>	<b>\$ 42,296,286</b>	<b>\$ 33,812,504</b>	<b>\$ 40,634,005</b>
<b>Program Revenues</b>										
Park and recreation services:										
Charges for services	\$ 10,248,497	\$ 10,244,780	\$ 10,633,560	\$ 10,485,707	\$ 10,641,932	\$ 11,830,934	\$ 12,141,602	\$ 8,716,600	\$ 2,910,204	\$ 8,300,331
Operating grants and contributions	173,616	214,865	91,112	32,385	161,744	56,719	87,829	67,081	4,565,805	382,591
Capital grants and contributions	3,925,320	4,685,175	7,096,827	9,994,683	10,276,395	13,795,425	14,485,201	15,073,128	9,510,849	8,301,147
Rents and leases	-	-	-	648,897	635,913	591,040	548,759	573,847	557,072	598,733 <sup>1)</sup>
<b>Total program revenues</b>	<b>\$ 14,347,433</b>	<b>\$ 15,144,820</b>	<b>\$ 17,821,499</b>	<b>\$ 21,161,672</b>	<b>\$ 21,715,984</b>	<b>\$ 26,274,118</b>	<b>\$ 27,263,391</b>	<b>\$ 24,430,656</b>	<b>\$ 17,543,930</b>	<b>\$ 17,582,802</b>
<b>Total primary government net expense</b>	<b>\$ (26,948,474)</b>	<b>\$ (26,701,602)</b>	<b>\$ (22,429,945)</b>	<b>\$ (22,577,132)</b>	<b>\$ (22,782,233)</b>	<b>\$ (20,328,989)</b>	<b>\$ (23,940,698)</b>	<b>\$ (17,865,630)</b>	<b>\$ (16,268,574)</b>	<b>\$ (23,051,203)</b>
<b>General Revenues and Other Changes in Net Position</b>										
Property taxes	\$ 32,998,488	\$ 34,325,378	\$ 35,389,201	\$ 35,118,802	\$ 36,692,351	\$ 37,548,487	\$ 40,631,613	\$ 42,020,224	\$ 43,587,273	\$ 45,371,462
Unrestricted grants and contributions	245,112	237,636	261,528	185,805	183,894	184,024	184,637	92,506	-	-
Investment earnings	447,101	365,782	380,671	458,566	516,989	872,511	1,391,423	1,160,881	422,449	417,820
Gain on sale of capital assets	-	-	-	-	945,760	-	-	-	-	-
Miscellaneous	139,083	159,819	203,731	188,479	172,235	289,943	258,329	133,353	225,717	316,375
<b>Total general revenue and other changes in net position</b>	<b>\$ 33,829,784</b>	<b>\$ 35,088,615</b>	<b>\$ 36,235,131</b>	<b>\$ 35,951,652</b>	<b>\$ 38,511,229</b>	<b>\$ 38,894,965</b>	<b>\$ 42,466,002</b>	<b>\$ 43,406,964</b>	<b>\$ 44,235,439</b>	<b>\$ 46,105,657</b>
<b>Total change in net position</b>	<b>\$ 6,881,310</b>	<b>\$ 8,387,013</b>	<b>\$ 13,805,186</b>	<b>\$ 13,374,520</b>	<b>\$ 15,728,996</b>	<b>\$ 18,565,976</b>	<b>\$ 18,525,304</b>	<b>\$ 25,541,334</b>	<b>\$ 27,966,865</b>	<b>\$ 23,054,454</b>

<sup>1)</sup> In FY 2016, revenues from Rents and Leases was reported separately (previously in Grants & Contributions, Program and Miscellaneous revenues).

<sup>2)</sup> In FY 2017, the Planning and Design & Development departments were moved into Business and facilities.

<sup>3)</sup> In FY 2017, capital outlay and depreciation expenses were moved from Park and recreation services to Business and facilities.

<sup>4)</sup> In FY 2022, the Business and facilities division was renamed to Business services. Additionally, the Park and Recreation services division was split into Park services and Recreation services.

<sup>5)</sup> In FY 2022, the Maintenance, Planning, and Design & Development departments were moved from Business services to Park services. Nature & Trails and Community Programs were moved from Recreation Services to Park Services.

<sup>6)</sup> In FY 2022, the Human Resources department was moved from Business Services to Administration.



Tualatin Hills Park & Recreation District  
**Fund Balance Of Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General fund										
Nonspendable	\$ 211,223	\$ 225,668	\$ 172,449	\$ 316,161	\$ 179,842	\$ 182,432	\$ 383,337	\$ 250,319	\$ 241,886	\$ 312,940
Unassigned	4,895,327	5,302,635	8,264,609	8,955,176	9,740,569	12,401,382	14,456,882	10,884,501	21,026,267	25,296,956
<b>Total general fund</b>	<b>\$ 5,106,550</b>	<b>\$ 5,528,303</b>	<b>\$ 8,437,058</b>	<b>\$ 9,271,337</b>	<b>\$ 9,920,411</b>	<b>\$ 12,583,814</b>	<b>\$ 14,840,219</b>	<b>\$ 11,134,820</b>	<b>\$ 21,268,153</b>	<b>\$ 25,609,896</b>
All other governmental funds										
Restricted, reported in:										
Debt service fund	\$ 440,064	\$ 477,206	\$ 450,745	\$ 286,350	\$ 153,507	\$ -	\$ 509,991	\$ 727,829	\$ 502,683	\$ 439,309
Capital project funds	56,750,162	42,117,723	42,833,171	39,290,859	25,899,989	31,956,484	31,285,596	33,830,367	36,072,538	40,949,856
Committed, reported in:										
Special revenue fund	182,071	163,989	166,364	164,356	166,052	168,952	178,481	184,762	186,196	187,253
Unassigned, reported in:										
Debt service fund	-	-	-	-	-	(44,480)	-	-	-	-
<b>Total all other governmental funds</b>	<b>\$ 57,372,297</b>	<b>\$ 42,758,918</b>	<b>\$ 43,450,280</b>	<b>\$ 39,741,565</b>	<b>\$ 26,219,548</b>	<b>\$ 32,080,956</b>	<b>\$ 31,974,068</b>	<b>\$ 34,742,958</b>	<b>\$ 36,761,417</b>	<b>\$ 41,576,418</b>

**Tualatin Hills Park & Recreation District**  
**Changes In Fund Balances Of Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Revenues</b>										
Property taxes	\$ 33,076,378	\$ 34,203,849	\$ 35,471,678	\$ 34,952,393	\$ 36,541,016	\$ 38,014,442	\$ 41,267,126	\$ 41,990,380	\$ 43,641,694	\$ 45,360,356
Aquatic programs	2,680,571	2,567,782	2,761,776	2,450,847	2,732,311	3,028,311	3,207,755	2,086,197	581,351	1,508,034
Tennis center	881,620	952,762	1,025,969	1,017,285	978,178	1,062,214	1,061,398	886,052	264,137	1,079,714
Sports programs	1,338,838	1,424,626	1,423,992	1,565,716	1,631,316	1,840,300	1,913,715	1,280,082	1,112,604	1,818,627
Recreation programs	5,295,594	5,177,432	5,060,475	5,451,861	5,300,127	5,900,109	5,958,734	4,464,269	952,112	3,893,956
Grants and sponsorships	1,608,261	1,275,106	1,300,759	279,707	806,995	1,718,491	611,325	1,264,767	5,192,604	1,199,718
Rents and leases	-	-	-	648,896	635,913	591,040	548,759	573,847	557,072	598,733 <sup>1)</sup>
System development charges	2,676,196	3,858,370	5,855,512	5,367,366	9,631,364	12,287,677	8,500,336	12,716,580	8,290,454	6,374,376
Interest earned	447,101	365,782	380,671	458,566	516,988	872,511	1,391,423	1,160,881	422,449	417,820
Charges for services	689,931	579,099	511,362	328,170	367,696	337,469	294,820	312,357	415,568	181,148
Miscellaneous	190,957	281,997	565,079	188,479	172,235	289,943	258,329	157,029	183,013	316,375
<b>Total revenues</b>	<b>48,885,447</b>	<b>50,686,805</b>	<b>54,357,273</b>	<b>52,709,286</b>	<b>59,314,139</b>	<b>65,942,507</b>	<b>65,013,720</b>	<b>66,892,441</b>	<b>61,613,058</b>	<b>62,748,857</b>
<b>Expenditures</b>										
Board of Directors	200,248	154,475	218,847	178,381	274,731	226,289	287,244	239,325	202,902	199,592
Administration	1,713,305	1,953,992	2,028,622	2,104,826	2,193,086	2,334,048	2,379,832	2,923,275	2,443,312	4,159,208 <sup>5)</sup>
Business services <sup>(3)</sup>	14,590,241	14,901,004	15,621,414	16,074,842	17,489,302	18,502,519	17,816,512	19,480,998	16,731,341	5,202,235 <sup>4)</sup> <sup>5)</sup>
Planning and development	1,503,184	1,497,804	1,211,690	1,262,721	-	-	-	-	-	- <sup>2)</sup>
Recreation services <sup>(3)</sup>	14,476,812	14,593,069	14,725,729	15,501,975	15,022,217	16,152,894	19,625,019	21,322,667	12,856,307	16,747,616 <sup>4)</sup>
Park services <sup>(3)</sup>	-	-	-	-	-	-	-	-	-	12,250,007 <sup>4)</sup>
Capital outlay	19,924,569	22,563,320	9,421,194	12,539,440	30,504,743	11,841,833	18,141,926	14,937,760	8,180,257	5,673,276
Debt service										
Principal	4,605,000	5,018,988	5,390,327	3,961,090	4,436,876	4,817,686	5,208,520	5,784,379	6,270,264	6,727,988
Interest	4,346,236	4,195,779	4,225,622	3,960,447	3,789,741	3,542,427	3,405,150	3,116,870	2,819,587	2,632,191
<b>Total expenditures</b>	<b>61,359,595</b>	<b>64,878,431</b>	<b>52,843,445</b>	<b>55,583,722</b>	<b>73,710,696</b>	<b>57,417,696</b>	<b>66,864,203</b>	<b>67,805,274</b>	<b>49,503,970</b>	<b>53,592,113</b>
Excess of revenues over (under) expenditures	(12,474,148)	(14,191,626)	1,513,828	(2,874,436)	(14,396,557)	8,524,811	(1,850,483)	(912,833)	12,109,088	9,156,744
<b>Other financing sources (uses)</b>										
Proceeds from debt issuance	-	-	37,880,000	-	8,710,000	-	4,000,000	9,900,000	14,390,000	-
Premiums on debt issuance	-	-	6,987,825	-	1,283,919	-	-	1,294,716	2,527,984	-
Proceeds from sale of capital assets	-	-	399,283	-	1,404,391	-	-	-	-	-
Payment to escrow	-	-	(43,180,819)	-	(9,874,696)	-	-	(11,218,392)	(16,875,280)	-
Transfer in	-	-	-	-	-	-	-	-	-	650,000
Transfer out	-	-	-	-	-	-	-	-	-	(650,000)
Loan proceeds	457,100	-	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>457,100</b>	<b>-</b>	<b>2,086,289</b>	<b>-</b>	<b>1,523,614</b>	<b>-</b>	<b>4,000,000</b>	<b>(23,676)</b>	<b>42,704</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (12,017,048)</b>	<b>\$ (14,191,626)</b>	<b>\$ 3,600,117</b>	<b>\$ (2,874,436)</b>	<b>\$ (12,872,943)</b>	<b>\$ 8,524,811</b>	<b>\$ 2,149,517</b>	<b>\$ (936,509)</b>	<b>\$ 12,151,792</b>	<b>\$ 9,156,744</b>
Debt service as a percentage of noncapital expenditures	21.2%	21.5%	21.9%	18.0%	18.8%	18.1%	17.4%	16.9%	21.9%	19.2%

<sup>1)</sup> In FY 2016, revenues from Rents and Leases was reported separately (previously in Grants & Contributions, Program and Miscellaneous revenues).

<sup>2)</sup> In FY 2017, Planning and Development expenditures were moved to Business and Facilities.

<sup>3)</sup> In FY 2022, the Business and facilities division was renamed to Business services. Additionally, the Park and Recreation services division was split into Park services and Recreation services.

<sup>4)</sup> In FY 2022, the Maintenance, Planning, and Design & Development departments were moved from Business services to Park services. Nature & Trails and Community Programs were moved from Recreation Services to Park Services.

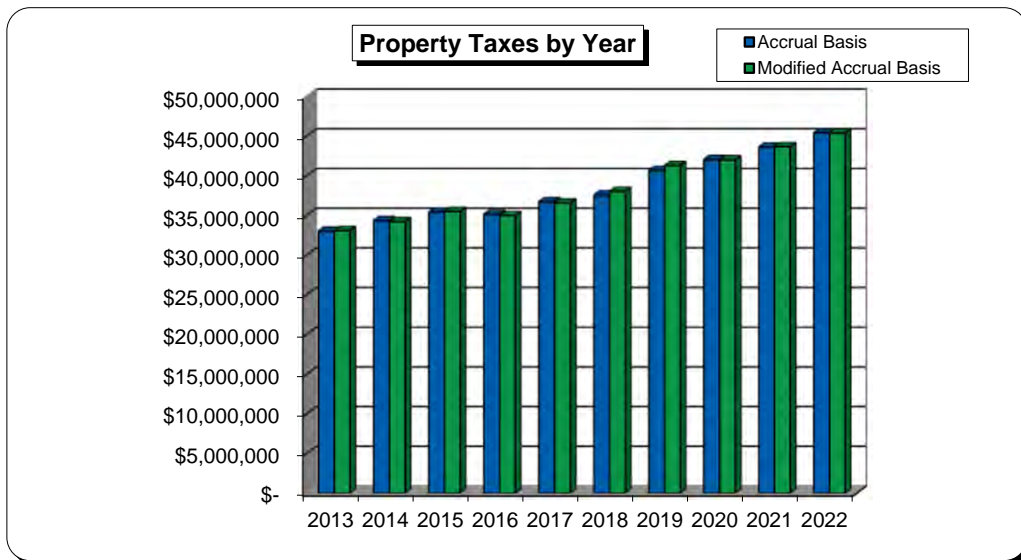
<sup>5)</sup> In FY 2022, the Human Resources department was moved from Business Services to Administration.

**Tualatin Hills Park & Recreation District  
Governmental Activities Tax Revenues By Source  
Last Ten Fiscal Years  
(accrual basis of accounting)**

<u>Fiscal Year</u>	<u>Property Tax</u>
2013	\$ 32,998,488
2014	34,325,378
2015	35,389,201
2016	35,118,802
2017	36,692,351
2018	37,548,487
2019	40,631,613
2020	42,020,224
2021	43,587,273
2022	45,371,462

**Governmental Activities Tax Revenues By Source  
(modified accrual basis of accounting)**

<u>Fiscal Year</u>	<u>Property Tax</u>
2013	\$ 33,076,378
2014	34,203,849
2015	35,471,678
2016	34,952,393
2017	36,541,016
2018	38,014,442
2019	41,267,126
2020	41,990,380
2021	43,641,694
2022	45,360,356



**Tualatin Hills Park & Recreation District  
Assessed Values And Estimated Actual Value  
Of Taxable Property  
Last Ten Fiscal Years**

Fiscal Year Ended June 30	Real Property		Personal Property and Manufactured Structures		Public Utilities		Total		Assessed Value as a Percentage of Market Value	Direct Tax Rate per \$1,000
	Market Value	Assessed Value	Market Value	Assessed Value	Market Value	Assessed Value	Market Value	Assessed Value		
2013	\$ 23,607,540,340	\$ 18,581,040,050	\$ 617,142,106	\$ 610,830,076	\$ 624,892,048	\$ 559,899,100	\$ 24,849,574,494	\$ 19,751,769,226	79.49%	\$ 1.7298
2014	25,100,916,650	19,261,563,030	607,228,905	600,748,735	637,019,227	565,666,850	26,345,164,782	20,427,978,615	77.54	1.7282
2015	27,933,899,694	20,049,326,753	610,281,231	603,605,791	647,433,574	592,184,300	29,191,614,499	21,245,116,844	72.78	1.7167
2016	30,055,910,584	21,034,184,283	661,326,115	652,465,905	701,056,667	598,739,300	31,418,293,366	22,285,389,488	70.93	1.6246
2017	33,870,049,729	22,045,761,923	697,114,641	683,052,351	721,904,470	704,324,200	35,289,068,840	23,433,138,474	66.40	1.6192
2018	37,964,311,493	23,143,902,554	736,600,520	712,522,070	736,796,581	712,342,161	39,437,708,594	24,568,766,785	62.30	1.6111
2019	42,018,755,716	24,394,680,474	788,727,155	746,681,555	643,170,899	642,837,559	43,450,653,770	25,784,199,588	59.34	1.6241
2020	43,446,117,853	25,553,688,704	913,544,961	859,280,751	617,118,119	616,705,600	44,976,780,933	27,029,675,055	60.10	1.6141
2021	48,929,480,488	26,821,395,980	971,453,085	856,536,938	708,812,991	708,263,500	50,609,746,564	28,386,196,418	56.09	1.5936
2022	52,389,758,350	27,821,862,220	975,702,040	889,373,503	713,237,896	712,265,500	54,078,698,286	29,423,501,223	54.41	1.5978

Source: Washington County, Department of Assessment and Taxation

**Tualatin Hills Park & Recreation District  
Property Tax Rates  
Direct and Overlapping Governments  
Last Ten Fiscal Years**

	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
<b>Direct Government:</b>										
Tualatin Hills Park and Recreation District										
Permanent Tax Rate	\$ 1.3073	\$ 1.3073	\$ 1.3073	\$ 1.3073	\$ 1.3073	\$ 1.3073	\$ 1.3073	\$ 1.3073	\$ 1.3073	\$ 1.3073
Bond Levy Tax Rate	0.4225	0.4209	0.4094	0.3173	0.3119	0.3038	0.3168	0.3068	0.2863	0.2905
Total Tax Rate	1.7298	1.7282	1.7167	1.6246	1.6192	1.6111	1.6241	1.6141	1.5936	1.5978
<b>Overlapping Government:</b>										
Washington County	2.9670	2.9605	2.8254	2.8235	2.9354	2.9584	2.9583	2.8918	2.8767	2.9123
Washington County - Enhanced Patrol	1.2285	1.3165	1.3165	1.3165	1.3165	1.3165	1.3165	1.3165	1.3165	1.3165
Washington County - Road Maintenance	0.2456	0.2456	0.2456	0.2456	0.2456	0.2456	0.2456	0.2456	0.2456	0.2456
Washington County - RFPD #2	1.6919	1.6919	1.6919	1.6919	1.6919	1.6919	-	-	-	-
Washington County - North Bethany SD	1.0000	1.2500	1.2500	1.2500	1.2500	1.2500	1.2500	1.2500	1.2500	1.2500
Northwest Regional ESD	0.1536	0.1534	0.1530	0.1528	0.1523	0.1538	0.1538	0.1494	0.1485	0.1475
Multnomah ESD	0.4576	0.4576	0.4576	0.4576	0.4576	0.4576	0.4576	0.4576	0.4576	0.4576
Portland Community College	0.6646	0.7329	0.7199	0.5837	0.6756	0.6756	0.6874	0.6769	0.6700	0.6514
School District No. 48, Beaverton	6.7749	8.0537	8.0368	7.9571	7.9205	8.0527	8.0205	7.9075	8.0257	8.0299
School District No. 1J, Hillsboro	7.4881	7.3794	7.3812	7.1812	7.1268	7.1512	7.1388	7.0178	7.0560	6.8779
School District No. 1J, Portland	7.2681	8.3571	8.3535	8.3632	8.3304	8.8052	9.7571	9.6734	9.6698	9.6016
Tualatin Valley Fire and Rescue District	1.9145	1.9061	1.8911	2.1078	2.0978	2.0457	2.0839	2.0725	2.1167	2.1163
Port of Portland	0.0701	0.0699	0.0697	0.0697	0.0694	0.0693	0.0701	0.0681	0.0677	0.0673
City of Beaverton	4.2350	4.3662	4.3517	4.3279	4.3109	4.2851	4.3196	4.3037	4.2793	4.2775
Urban Renewal - Beaverton	-	0.0361	0.0929	0.1731	0.2233	0.2961	0.3718	0.4052	0.4525	0.4904
City of Hillsboro	5.3815	5.3755	5.3652	5.3621	5.3485	5.3387	5.3147	5.2823	5.2614	5.2338
Urban Renewal - Hillsboro	0.0187	0.0415	0.0776	0.0867	0.1374	0.0856	0.1296	0.3514	0.4223	0.5035
City of Portland	7.0558	7.2043	7.1759	7.0455	6.9712	4.7097	4.7353	4.6867	7.3130	8.4871
Urban Renewal - Portland	1.1529	1.1727	1.0878	1.0608	1.1069	3.5073	3.5890	3.5492	1.1896	0.7600
Metro Service District	0.4043	0.4667	0.4575	0.3876	0.3960	0.3777	0.4342	0.6601	0.5867	0.5660

Rate per \$1,000 of assessed valuation

Source: Washington County, Department of Assessment and Taxation

**Tualatin Hills Park & Recreation District  
District Principal Property Taxpayers  
Current Year and Nine Years Ago**

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Nike, Inc.	\$ 1,399,415,324	1	4.76 %	\$ 386,162,519	1	1.96 %
Portland General Electric	206,233,720	2	0.70	139,599,620	2	0.71
Northwest Natural Gas Co.	152,685,000	3	0.52	105,845,500	6	0.54
Maxim Integrated Products, Inc.	148,411,520	4	0.50	108,396,540	5	0.55
Comcast Corporation	146,994,000	5	0.50	132,852,200	3	0.67
Beaverton LLC	118,470,960	6	0.40	100,648,820	7	0.51
Northwest Fiber LLC	80,841,300	7	0.27			
Portland 2 LLC	73,547,120	8	0.25			
MG Pallas Apartments MOS LLC	67,910,460	9	0.23			
G+I X Nimbus Corp Ctr LLC	66,597,538	10	0.23			
PS Business Parks LP				112,151,006	4	0.57
Frontier Communications				100,298,000	8	0.51
Bernard Properties Partnership				58,656,390	9	0.30
Nimbus Center LLC				58,015,753	10	0.29
All other taxpayers	26,962,394,281		91.64	18,449,142,878		93.39
Totals	<u>\$ 29,423,501,223</u>		<u>100.00 %</u>	<u>\$ 19,751,769,226</u>		<u>100.00 %</u>

Source: Washington County, Department of Assessment and Taxation

**Tualatin Hills Park & Recreation District  
Property Tax Levies And Collections  
Last Ten Fiscal Years**

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2013	\$ 34,166,612	\$ 32,623,087	95.5 %	730,946	33,354,033	97.6 %
2014	35,308,500	33,590,906	95.1	719,005	34,309,911	97.2
2015	36,433,185	34,828,560	95.6	592,945	35,421,505	97.2
2016	36,088,203	34,488,930	95.6	471,661	34,960,591	96.9
2017	37,804,820	36,089,763	95.5	437,624	36,527,387	96.6
2018	39,400,040	37,551,090	95.3	495,112	38,046,202	96.6
2019	41,606,766	39,939,463	96.0	403,506	40,342,969	97.0
2020	43,274,691	41,507,632	95.9	398,008	41,905,640	96.8
2021	44,818,066	43,047,680	96.0	326,268	43,373,948	96.8
2022	46,552,271	44,765,361	96.2	-	44,765,361	96.2

**Tualatin Hills Park & Recreation District  
System Development Charge Revenue Schedule  
Last Ten Fiscal Years**

Fiscal Year Ended June 30	Rate per Type of Dwelling Unit		
	Single Family	Multi-Family	Non-residential
2013	\$ 5,247	\$ 3,924	\$ 136
2014	5,524	4,131	143
2015	6,450	4,824	167
2016	6,450	4,824	167
2017	10,800	8,619	360
2018	10,800	8,619	360
2019	11,545	9,214	385
2020	11,895	9,494	397
2021	11,787	8,840	466
2022	11,787	8,840	466

Source: Tualatin Hills Park and Recreation District



**Tualatin Hills Park & Recreation District  
Ratios Of Outstanding Debt By Type  
Last Ten Fiscal Years**

Fiscal Year	Governmental Activities				Percentage of Personal Income <sup>a)</sup>	Per Capita <sup>b)</sup>
	General Obligation Bonds	Full Faith & Credit Obligations	Direct Borrowing	Total Primary Government		
2013	\$ 93,313,622	\$ 9,851,204	\$ 477,100	\$ 103,641,926	0.417 %	\$ 446.27
2014	88,345,559	9,634,002	433,112	98,412,673	0.374	418.73
2015	89,388,275	9,407,542	407,785	99,203,602	0.333	417.09
2016	84,691,847	9,161,865	381,695	94,235,407	0.298	391.51
2017	80,802,769	8,907,017	354,819	90,064,605	0.267	369.74
2018	75,200,647	8,633,003	327,133	84,160,783	0.231	341.41
2019	69,241,413	8,349,901	4,298,613	81,889,927	0.215	328.26
2020	62,922,793	12,395,037	269,235	75,587,065	0.187	299.40
2021	55,883,275	11,882,833	238,971	68,005,079	n/a	266.44
2022	48,383,569	11,301,410	207,796	59,892,775	n/a	219.09

n/a - not available at time of printing

<sup>a)</sup> based on Washington County total population

<sup>b)</sup> based on estimated population of district

Sources: State of Oregon, OLMIS  
Portland State University Center for Population Research and Census  
U.S. Department of Commerce, Bureau of Economic Analysis

**Tualatin Hills Park & Recreation District  
 Ratios Of General Bonded Debt Outstanding  
 Last Ten Fiscal Years**

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Assessed Taxable Value of Property	Per Capita <sup>a)</sup>
2013	\$ 93,313,622	\$ 440,064	\$ 92,873,558	0.47 %	\$ 404.70
2014	88,345,559	477,206	87,868,353	0.43	378.35
2015	89,388,275	450,745	88,937,530	0.42	378.42
2016	84,691,847	286,350	84,405,497	0.38	354.87
2017	80,802,769	153,507	80,649,262	0.34	335.06
2018	75,200,647	-	75,200,647	0.31	308.72
2019	69,241,413	509,991	68,731,422	0.27	278.82
2020	62,922,793	727,829	62,194,964	0.23	249.31
2021	55,883,275	502,683	55,380,592	0.20	219.36
2022	48,383,569	439,309	47,944,260	0.16	187.84

<sup>a)</sup> per capita based on estimated district population

Source: Portland State University Center for Population Research and Census

**Tualatin Hills Park & Recreation District  
Direct And Overlapping Governmental Activities Debt  
June 30, 2022**

<u>Overlapping Government</u>	<u>Overlapping Debt</u>	<u>Percentage Applicable</u>	<u>Estimated Share of Overlapping Net Direct Debt</u>
Debt repaid with property taxes:			
Tualatin Hills Park & Recreation District	\$ 48,383,569	100.00 %	\$ 48,383,569
Direct debt	<u>48,383,569</u>		<u>48,383,569</u>
City of Beaverton	31,357,988	99.00	31,044,000
City of Hillsboro	72,815,000	0.11	82,427
City of Portland	738,727,223	0.01	51,711
Metro	897,955,000	13.16	118,136,756
Multnomah County SD 1J, Portland	1,732,229,650	0.40	6,845,772
Multnomah ESD	81,553,416	0.30	241,747
Northwest Regional ESD	1,400,557	32.66	457,362
Port of Portland	45,725,000	12.10	5,534,051
Portland Community College	550,500,000	16.53	91,001,504
Tualatin Valley Fire & Rescue	67,035,000	43.50	29,159,219
Washington County	181,686,051	40.88	74,277,800
Washington County SD 1J Hillsboro	529,453,543	3.05	16,154,686
Washington County SD 23J Tigard Tualatin	311,603,983	0.03	100,336
Washington County SD 48J Beaverton	907,677,133	82.78	751,339,731
Overlapping debt	<u>6,149,719,544</u>		<u>1,124,427,102</u>
Other Debt:			
Tualatin Hills Park & Recreation District	11,509,206	100.00	11,509,206
Direct debt	<u>11,509,206</u>		<u>11,509,206</u>
City Of Beaverton	259,873,431	99.00	257,274,697
City Of Hillsboro	324,738,713	0.11	357,213
City Of Portland	2,870,278,695	0.01	287,028
Clean Water Services	130,195,000	42.65	55,528,168
HFA Hillsboro	11,815,000	0.11	12,997
Home Forward	109,369,976	0.01	10,937
Metro	48,845,000	13.16	6,428,002
Port Of Portland	1,831,747,273	12.10	221,641,420
Tri-Met	1,023,090,000	13.71	140,265,639
Tualatin Valley Water District	450,359,551	63.63	286,563,782
Washington County Housing Authority	146,323,611	43.50	63,650,771
Washington Cty SD 1J (Hillsboro)	1,563,318	3.05	47,681
West Slope Water District	1,910,000	100.00	1,910,000
Overlapping debt	<u>7,210,109,568</u>		<u>1,033,978,335</u>
Total Tualatin Hills Park & Recreation District	59,892,775		59,892,775
Total overlapping debt	13,359,829,112		2,158,405,437
Total direct and overlapping debt	<u>\$ 13,419,721,887</u>		<u>\$ 2,218,298,212</u>

Note: Overlapping taxing jurisdictions are those that coincide, at least in part, with the geographic boundaries of the district. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the district.

Source: Oregon State Treasury, Municipal Debt Information System

**Tualatin Hills Park & Recreation District  
Legal Debt Margin Information  
Last Ten Fiscal Years**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Debt limit	\$ 621,239,362	\$ 658,629,120	\$ 729,790,362	\$ 785,457,334	\$ 882,226,721	\$ 985,942,715	\$ 1,086,266,344	\$ 1,124,419,523	\$ 1,265,243,664	\$ 1,351,967,457
Total net debt application to limit	<u>93,313,622</u>	<u>88,345,559</u>	<u>89,388,275</u>	<u>84,691,847</u>	<u>80,802,769</u>	<u>75,200,647</u>	<u>69,241,413</u>	<u>62,922,793</u>	<u>55,883,275</u>	<u>48,383,569</u>
Legal debt margin	<u>\$ 527,925,740</u>	<u>\$ 570,283,561</u>	<u>\$ 640,402,087</u>	<u>\$ 700,765,487</u>	<u>\$ 801,423,952</u>	<u>\$ 910,742,068</u>	<u>\$ 1,017,024,931</u>	<u>\$ 1,061,496,730</u>	<u>\$ 1,209,360,389</u>	<u>\$ 1,303,583,888</u>
Total net debt applicable to the limit as a percentage of debt limit	15.02%	13.41%	12.25%	10.78%	9.16%	7.63%	6.37%	5.60%	4.42%	3.58%

**Legal Debt Margin Calculation for Fiscal Year 2022**

Real market value (2021/22)	\$ 54,078,698,286
General obligation debt capacity (2.5% of Real market value)	1,351,967,457
Less: Outstanding debt	<u>48,383,569</u>
Remaining legal debt capacity	<u>\$ 1,303,583,888</u>

Source: Tualatin Hills Park and Recreation District

**Tualatin Hills Park & Recreation District  
Demographic And Economic Statistics  
Last Ten Fiscal Years**

<b>Washington County</b>							
Fiscal Year	District Population (estimated)	Population (estimated) <sup>a)</sup>	Personal Income (amounts expressed in thousands) <sup>b)</sup>	Per Capita Personal Income <sup>b)</sup>	Unemployment Rate <sup>c)</sup>	School Enrollment <sup>d)</sup>	
2013	232,239	554,996	\$ 25,919,173	\$ 46,735	6.6	38,775	
2014	235,026	562,998	28,387,146	50,542	5.8	39,088	
2015	237,847	574,326	30,840,797	53,878	5.0	40,725	
2016	240,701	582,779	32,076,558	55,044	4.6	40,715	
2017	243,589	589,957	33,765,596	57,331	3.7	40,912	
2018	246,512	597,695	36,442,209	60,999	3.6	41,016	
2019	249,470	600,933	38,114,149	63,425	3.4	40,860	
2020	252,464	603,514	40,333,177	66,831	10.4	41,215	
2021	255,493	n/a	n/a	n/a	4.4	39,515	
2022	273,375	n/a	n/a	n/a	3.0	38,975	

Source: <sup>a)</sup> U.S. Census Bureau  
<sup>b)</sup> U.S. Dept. of Commerce, Bureau of Economic Analysis  
<sup>c)</sup> U.S. Dept. of Labor, Metropolitan District  
<sup>d)</sup> Beaverton School District

n/a data not available at time of printing

**Tualatin Hills Park & Recreation District  
Major Employment Industries In Washington County  
Current Year and Nine Years Ago**

Industry	2022		2013	
	Annual Average	Percentage of Total County Employment	Annual Average	Percentage of Total County Employment
Mining and logging	400	0.1 %	300	0.1 %
Construction	18,600	6.2	12,500	5.0
Manufacturing:				
Computer and electronic products	29,900		27,000	
Other durable goods	15,200		11,900	
Non-durable goods	8,000		5,300	
	53,100	17.8	44,200	17.7
Trade, transportation and utilities:				
Wholesale trade	13,900		17,600	
Retail trade	31,400		28,500	
Transportation, warehousing and utilities	7,500		3,800	
	52,800	17.6	49,900	19.9
Information	7,500	2.5	7,900	3.2
Financial activities	17,900	6.0	15,300	6.1
Professional and business services:				
Professional and technical services	16,200		12,600	
Management of companies and enterprises	16,100		4,700	
Administrative and waste services	21,900		21,500	
	54,200	18.1	38,800	15.5
Educational and health services	38,000	12.7	30,600	12.2
Leisure and hospitality	24,500	8.2	20,700	8.3
Other services	9,700	3.2	7,500	3.0
Government:				
Federal government	900		700	
State government	2,200		2,800	
Local government	8,400		7,600	
Local education	11,200		11,400	
	22,700	7.6	22,500	9.0
Total non-farm employment	299,400	100.0 %	250,200	100.0 %

Source: Oregon Labor Market Information System

**Tualatin Hills Park & Recreation District  
Full-Time Equivalent Employees By Function  
Last Ten Fiscal Years**

<b>Function</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
<b>Administration</b>										
Office of the General Manager	2	2	3	3	3	3	3	3	3	2
Communications	6	7	7	7	8	8	8	8	8	6
Safety services	4	4	4	4	4	5	5	5	5	6
Community partnerships	-	-	1	1	1	1	1	1	1	-
Human resources	-	-	-	-	-	-	-	-	-	6
Community programs	-	-	-	-	-	-	-	-	-	9
<b>Business and facilities</b>										
Director	4	4	4	4	3	3	3	3	3	2
Finance services	7	7	7	7	6	7	7	10	10	8
Information services	5	5	5	5	5	6	6	6	6	6
Human resources	3	3	4	4	4	4	4	5	5	-
Risk and contract management	2	2	2	2	2	2	2	3	3	3
Budget and accounting	-	-	-	-	2	2	2	2	2	3
<b>Maintenance</b>										
Operations Manager	5	5	6	7	7	7	7	5	5	-
Park maintenance	43	43	45	45	46	-	-	-	-	-
Fleet maintenance	6	6	6	6	6	6	6	6	6	-
Athletic facilities	25	25	26	26	27	-	-	-	-	-
Building and pool maintenance	50	51	49	48	48	27	27	25	23	-
Park and athletic facilities north	-	-	-	-	-	35	35	36	36	-
Park and athletic facilities south	-	-	-	-	-	31	31	31	28	-
Planning	3	3	3	3	3	4	4	4	4	-
Design and development	11	9	8	7	6	7	7	7	7	-
<b>Park services</b>										
Director	-	-	-	-	-	-	-	-	-	2
Planning	-	-	-	-	-	-	-	-	-	4
Design and development	-	-	-	-	-	-	-	-	-	8
Nature and trails	-	-	-	-	-	-	-	-	-	15
<b>Maintenance</b>										
Operations Manager	-	-	-	-	-	-	-	-	-	2
Facility maintenance	-	-	-	-	-	-	-	-	-	8
Fleet maintenance	-	-	-	-	-	-	-	-	-	6
Park and athletic facilities north	-	-	-	-	-	-	-	-	-	35
Park and athletic facilities south	-	-	-	-	-	-	-	-	-	28
<b>Recreation services</b>										
Director	3	3	3	3	4	3	3	3	3	3
Maintenance coordination	-	-	-	-	-	-	-	-	-	10
Aquatics	74	77	79	83	78	78	78	80	76	79
Sports and Inclusion	31	29	30	45	58	62	62	63	61	105
Community programs	42	42	38	23	14	18	4	7	9	-
Recreation	102	100	100	101	108	130	144	151	149	135
Nature and trails	25	25	27	29	29	38	38	38	37	-
<b>Total full-time equivalent employees</b>	<b>453</b>	<b>452</b>	<b>457</b>	<b>463</b>	<b>472</b>	<b>487</b>	<b>487</b>	<b>502</b>	<b>490</b>	<b>491</b>

Source: Tualatin Hills Park and Recreation District

**Tualatin Hills Park & Recreation District  
Operating Indicators By Function  
Last Ten Fiscal Years**

	<b>2013 actual</b>	<b>2014 actual</b>	<b>2015 actual</b>	<b>2016 actual</b>	<b>2017 actual</b>	<b>2018 actual</b>	<b>2019 actual</b>	<b>2020 actual</b>	<b>2021 actual</b>	<b>2022 estimate</b>
<b>Parks and Recreation</b>										
<b>Cultural and recreational activities:</b>										
Aquatics										
Attendance at open/drop-in programs and classes	558,152	531,824	539,836	511,251	481,665	524,137	496,844	323,044	63,190	202,517
Number of classes held	5,282	4,823	5,029	5,237	4,289	4,128	5,347	3,816	-	729
Sports										
Attendance at open/drop-in programs and classes	650,623	607,130	781,490	792,878	652,680	750,272	755,094	608,480	93,949	500,582
Number of classes held	527	537	1,985	2,205	2,030	2,331	2,177	1,695	428	1,205
Recreation										
Attendance at open/drop-in programs and classes	945,676	1,022,117	929,397	983,487	984,343	995,770	973,541	941,337	455,732	55,852
Number of classes held	4,236	4,199	4,184	3,919	4,111	4,379	3,611	3,745	697	1,412
Community programs										
Attendance at open/drop-in programs and classes	285,698	265,174	140,440	141,000	143,000	145,000	148,198	21,050	-	25,000
Number of classes held	1,819	2,283	575	580	580	591	575	16	-	40
Nature and trails										
Attendance at open/drop-in programs and classes	198,997	197,877	233,790	234,967	249,189	250,310	249,407	279,528	239,012	225,000
Number of classes held	647	707	664	720	678	711	691	471	219	225
<b>Maintenance activities:</b>										
Buildings maintained (shown per 1,000 sq. ft)	461	461	461	461	461	461	461	461	461	461
Cost per sq. ft. of buildings	\$6.52	\$6.61	\$6.63	\$7.07	\$7.00	\$6.55	\$6.52	\$8.83	\$8.76	n/a
Pool facilities maintained (shown per 1,000 sq. ft.)	117	117	117	125	125	125	125	125	125	125
Cost per sq. ft. of pools	\$16.15	\$16.29	\$17.28	\$15.35	\$15.34	\$16.66	\$16.42	\$18.49	\$20.33	n/a
Parks maintained - developed acres	1,024	1,052	1,062	1,067	1,089	1,089	1,098	1,103	1,114	1,114
Cost per developed acre	\$2,720	\$2,740	\$2,892	\$3,133	\$3,288	\$3,288	\$2,737	\$2,843	\$2,433	\$3,571
Parks maintained - undeveloped acres	1,233	1,236	1,244	1,276	1,290	1,290	1,308	1,346	1,371	1,371
Cost per undeveloped acre	\$254	\$260	\$274	\$293	\$308	\$308	\$255	\$259	\$224	\$324
Vehicle and equipment units maintained	472	490	490	502	514	530	540	657	651	673
Cost per vehicle and equipment unit	\$1,757	\$1,801	\$1,768	\$1,653	\$1,720	\$1,709	\$1,677	\$1,564	\$1,579	\$1,720

Source: Tualatin Hills Park & Recreation District



**Tualatin Hills Park & Recreation District  
Capital Asset Statistics By Function  
June 30, 2022**

<b>Parks and Recreation:</b>	
Number of parks	305
Park acreage:	
Developed sites (neighborhood, community and regional parks)	1,124
Undeveloped sites (wetlands and natural areas)	1,379
Pathways and trails mileage	68
Lakes	3
Stream corridor mileage	27
 Facilities:	
Swim Centers:	
Indoor	5
Outdoor	2
Recreation Centers	2
Combined Recreation/Aquatic Center	1
Athletic Center	1
Senior Center	1
Historical Facilities (weddings, meetings, community events)	3
Interpretive Centers/Nature Parks	2
Tennis Center	1
Camp Rivendale (developmentally disabled patrons)	1
 Fields and courts:	
Tennis:	
Indoor	6
Outdoor <sup>1)</sup>	104
Basketball:	
Indoor	10
Outdoor <sup>1)</sup>	50
Volleyball <sup>1)</sup>	6
Sports fields: <sup>1)</sup>	
Soccer/football/lacrosse	147
Softball/baseball	104
Bocce	4
Hockey	1
Indoor running track	1
Skate park	3

<sup>1)</sup> these facilities are maintained either through direct ownership or joint use agreement

Source: Tualatin Hills Park and Recreation District



## Audit Comments and Disclosures





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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND INTERNAL CONTROL  
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
OREGON STATE REGULATIONS**

Board of Directors  
Tualatin Hills Park & Recreation District  
Beaverton, Oregon

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Tualatin Hills Park & Recreation District, Beaverton, Oregon (the District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 30, 2022. 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 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 162-10-330 of the *Minimum Standards for Audits of Oregon Municipal Corporations*, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

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

- Deposit of public funds with financial institutions (ORS Chapter 295).
- Indebtedness limitations, restrictions and repayment.
- Budgets legally required (ORS Chapter 294).
- Insurance and fidelity bonds in force or required by law.
- Programs funded from outside sources.
- Authorized investment of surplus funds (ORS Chapter 294).
- Public contracts and purchasing (ORS Chapters 279A, 279B, 279C).

In connection with our testing, nothing came to our attention that caused us to believe the 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 162-10-330 of the *Minimum Standards for Audits of Oregon Municipal Corporations*.



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND INTERNAL CONTROL  
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
OREGON STATE REGULATIONS (Continued)**

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

**Purpose of This Report**

This report is intended solely for the information and use of the Board of Directors, 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.

*Talbot, Korwold & Warwick, LLP*

Portland, Oregon  
November 30, 2022