BAKER CITY, OREGON
CITY COUNCIL MEETING AGENDA

MAYOR:
Randy Daugherty
COUNCILORS
Roger Coles
Loran Joseph
Helen Loennig
Doni Bruland
Gratton Miller
Randy Schiewe
CITY MANAGER
Barry Murphy

REGULAR MEETING
AUGUST 11, 2026 - 6:00 PM
CITY HALL COUNCIL CHAMBERS

Call to Order/Introduction

1. Call to Order	Mayor Daugherty	Procedural
2. Pledge of Allegiance	Mayor Daugherty	Procedural
3. Roll Call	Megan Langan	Procedural
4. Agenda Additions, Deletions, Modifications	Mayor Daugherty	Action Item
5. Public Comment	Mayor Daugherty	Procedural

Old Business

6. Consent Agenda	Mayor Daugherty	Action Item
7. Vacation Ordinance - Estes	Kara Miller	Ordinance

New Business

8. Social Media Platform Comments — Resolution 3994	Barry Murphy	Resolution
9. PW Equipment Purchase	Danielle Schuh	Action Item
10. Central Park Parking Lot Bid Award	Danielle Schuh	Action Item
11. City Council Goals Update	Barry Murphy	Discussion
12. 2024 Audit Report	Jeanie Dexter, Barry Murphy	Action Item

Updates and Future Items

13. Council Committee Updates	Mayor Daugherty	Information
14. City Manager / Director Updates	Barry Murphy	Information
15. City Council Comments	Mayor Daugherty	Information
16. Upcoming Agenda Items	Mayor Daugherty	Procedural

Adjourn

17. Adjourn	Mayor Daugherty	Procedural

Baker City operates under an EEO policy and complies with section 504 of the Rehabilitation Act of 1973 and the Americans with Disabilities Act. Assistance is available for individuals with disabilities by calling 541-523-6541.

BAKER CITY, OREGON

Date: August 11, 2026
Subject: Call to Order

BAKER CITY, OREGON

MAYOR:
Randy Daugherty
COUNCILORS
Roger Coles
Loran Joseph
Helen Loennig
Doni Bruland
Gratton Miller
Randy Schiewe
CITY MANAGER
Barry Murphy

Date: August 11, 2026
Subject: Pledge of Allegiance

BAKER CITY, OREGON

Date: August 11, 2026
Subject: Agenda Additions, Deletions, Modifications

BAKER CITY, OREGON

Date: August 11, 2026
Subject: Public Comment

BAKER CITY, OREGON

MAYOR:
Randy Daugherty
COUNCILORS
Roger Coles
Loran Joseph
Helen Loennig
Doni Bruland
Gratton Miller
Randy Schiewe
CITY MANAGER
Barry Murphy

Date: August 11, 2026
Subject: Consent Agenda

MAYOR:
Randy Daugherty
COUNCILORS
Roger Coles
Loran Joseph
Helen Loennig
Doni Bruland
Gratton Miller
Randy Schiewe
CITY MANAGER
Barry Murphy

BAKER CITY, OREGON
CITY COUNCIL
MEETING MINUTES

REGULAR MEETING
JULY 28, 2026 - 6:00 PM
CITY HALL COUNCIL CHAMBERS

Call to Order/Introduction

1. Call to Order	The meeting was called to order at 6:05pm by Mayor Daugherty in the Baker City Hall Council Chambers.
2. Pledge of Allegiance	Mayor Daugherty led the meeting in the Pledge of Allegiance.
3. Roll Call	Roll call was answered by Mayor Daugherty and Councilors Coles, Loennig, Bruland, Miller and Schiewe. Also present were City Manager Barry Murphy, Public Works Director Danielle Schuh, Police Chief Ty Duby, Fire Chief Michael Carlson, Human Resource Manager Andrew Crabtree, Community Development Coordinator Kara Miller, Finance Director Jeanie Dexter, Development Manager Rick Nichols, and City Recorder Megan Langan.
4. Agenda Additions, Deletions, Modifications	No agenda additions, deletions or modifications.
5. Public Comment	Kevin Luckini gave public comment regarding the building department. Bev Calder gave public comment asking the City Council to move forward with the recommendation of the Main St. Committee in reconfiguring Main St.

Old Business

6. Consent Agenda	The consent agenda includes meeting minutes from July 14th for the work session, regular meeting and executive session. MOTION MADE BY: Councilor Schiewe MOTION: Approve Consent agenda SECONDED: Councilor Coles IN FAVOR: Mayor Daugherty, Councilor Coles, Loennig, and Schiewe. OPPOSED: None Motion Passed. Councilors Bruland and Miller abstained.

New Business

7. Vacation Ordinance - Estes	Community Development Coordinator Kara Miller presented the staff report for the vacation of a portion of Estes St, Ordinance 3422. Mayor Daugherty read the introduction and opened the public hearing. MOTION MADE BY: Councilor Bruland MOTION: Read Ordinance 3422 in full for the first time SECONDED: Councilor Miller IN FAVOR: Mayor Daugherty, Councilor Coles, Loennig, Bruland, Miller and

	Schiewe. OPPOSED: None Motion Passed. City Manager Barry Murphy read Ordinance 3422 in full for the first time. MOTION MADE BY: Councilor Miller MOTION: Approve first reading of Ordinance 3422 SECONDED: Councilor Coles IN FAVOR: Mayor Daugherty, Councilor Coles, Loennig, Bruland, Miller and Schiewe. OPPOSED: None Motion Passed. MOTION MADE BY: Councilor Schiewe MOTION: Read Ordinance 3422 for the second time by title only SECONDED: Councilor Miller IN FAVOR: Mayor Daugherty, Councilor Coles, Loennig, Bruland, Miller and Schiewe. OPPOSED: None Motion Passed. City Manager Barry Murphy read Ordinance 3422 for the second time by title only. MOTION MADE BY: Councilor Miller MOTION: Approve second reading of Ordinance 3422 SECONDED: Councilor Coles IN FAVOR: Mayor Daugherty, Councilor Coles, Loennig, Bruland, Miller and Schiewe. OPPOSED: None Motion Passed.
8. Finance Monthly Update	Finance Director Jeanie Dexter gave the monthly financial update. Jeanie also stated that the audit will be on the next City Council agenda. Jeanie was able to answer questions from the City Council.
9. Right of Way Ordinance	City Manager Barry Murphy presented Ordinance 3421 regarding right of ways. The City Council will review the draft Ordinance, and it will be presented again at a future meeting.
10. LOC Voting	City Manager Barry Murphy presented the topics he and Councilor Miller reviewed and picked as the top 5 priorities they will present to LOC. Mayor Daugherty asked if the order of topics made a difference. He would like them ordered; 1. Prevailing Wage Changes 2. Administrative Procedures 3. Strengthening Economic and Workforce Development 4. Infrastructure Funding 5. Full Funding and Streamlining For Housing Production Mayor Daugherty stated that Public Meeting Law Clarity is important to all the Cities.
11. FD Response Policy Update	City Manager Barry Murphy presented the Fire Department Policy update. The City Council stated they were in favor of the update and did not have any further questions.

Updates and Future Items

12. Council Committee Updates	No Council committee updates.
13. City Manager / Director Updates	Rick Nichols, our new Development Manager, introduced himself. City Manager Barry Murphy provided an update on the Airport access road. Public Works Director Danielle Schuh provided an update on reaching 7,000 of the mountain line. Councilor Coles asked Danielle for an update on the fire truck she was asked to post for sale. She stated they are looking at a few sites, removing the decals and making sure it is running. Community Development Coordinator Kara Miller provided an update on TLT and planning. City Recorder Megan Langan stated that the Fire Department received a big donation from the Parma Fire Department of water and snacks for the firefighters working on the surrounding wildfires.
14. City Council Comments	Councilor Miller stated he would like to see the City Council move forward with the Main St. recommendation. Councilor Loennig stated she agreed with Councilor Miller as well. Mayor Daugherty made comments about the progress at the industrial park. The mayor thanked the City Staff for their help with Miners Jubilee. He also asked Barry how we could move forward with changing the speed limit on Main St. to 20mph. Barry stated he has it on his list to tackle. The Mayor also asked about the speed sign on Plum St that was installed by a homeowner. Lastly the Mayor stated he talked with Councilor Schiewe and City Manager Barry Murphy about updating the City Golf Board bylaws and function. Councilor Schiewe asked how the chip factory was coming along.
15. Upcoming Agenda Items	No additional upcoming agenda items.

Adjourn

16. Adjourn	Mayor Daugherty adjourned the meeting at 6:58pm.

Signed: ____

Mayor

Attest: ____

City Recorder

A link to this City Council meeting can be found www.bakercity.com or upon request to the City Recorder.

BAKER CITY, OREGON

Date: August 11, 2026
Subject: Vacation Ordinance - Estes

Vacate a south portion of the South 30 feet of Estes Street Right-of-Way between the West right-of-way line of Vacated Maxwell Street (Vacation Order 2507, Recorded in Book 170, page 012) and the center line of the Alley in Block 6 if extended North (Vacation Order 1599, Recorded in Book 168, page 604), all in Salley's Addition of Baker City, Oregon. More particularly describes as that portion of the South 30 feet of Estes Street adjacent to Blocks 3, 6, that portion vacated 18th (Lee Street) and the East half of that portion of vacated Alley in Block 6, all vacated in said Vacation Order #1599, being in said Salley's Addition. Said right of way is further described in Parcel 1 of Partition Plat PP2025-012, recorded November 25th, 2025, as B25470302.

BAKER CITY
OREGON

ORDINANCE NO. 3422
AN ORDINANCE VACATING A 30' x 369.91' SECTION OF ESTEST STREET RIGHT-OF-WAY IN PARCEL 1 OF PP-2025-012, BETWEEN 17TH AND 20TH STREETS TO BAKER CITY, OREGON.

WHEREAS, a petition was submitted to vacate a 30' x 369.91' Section of Estes Street Right-of-Way in Parcel 1 of PP-2025-012, between 17th and 20th Streets to Baker City; and

WHEREAS, the property abutting the vacated portion, all in Assessor's Map 09s40e19aa: Tax Lot 500 (owned by Kimberly and Anyelow Martinez), both of whom have consented to the vacation; and

WHEREAS, said petition has been filed in accordance with the provisions of Ordinance No. 2748 (codified as Chapter 51 of the Baker City Municipal Code); and

WHEREAS, notice was mailed to each property owner within 250 feet of the requested street vacation on June 23, 2026, via certified mail, return receipt requested, which was at least ten days prior to the Planning Commission hearing on the matter; and

WHEREAS, notice to the public was advertised in a newspaper of general circulation (July 1, 2026) prior to the Planning Commission hearing; and

WHEREAS, the Planning Commission held a public hearing on the matter and recommended the City Council approve the request for a street vacation.

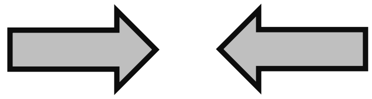
NOW THEREFORE, BE IT ORDAINED by the City Council of Baker City, Oregon:

SECTION 1: That the following described portion of a street is hereby vacated:

That portion of the South 30 feet of Estes Street Right-of-Way between the West right-of-way line of Vacated Maxwell Street (Vacation Order 2507, Recorded in Book 170, page 012) and the center line of the Alley in Block 6 if extended North (Vacation Order 1599, Recorded in Book 168, page 604), all in Salley's Addition of Baker City, Oregon. More particularly describes as that portion of the South 30 feet of Estes Street adjacent to Blocks 3, 6, that portion vacated 18th (Lee Street) and the East half of that portion of vacated Alley in Block 6, all vacated in said Vacation Order #1599, being in said Salley's Addition. Said right of way is further described in Parcel 1 of Partition Plat PP2025-012, recorded November 25th, 2025, as B25470302.

SECTION 2: That the title to the portion of a street so vacated shall vest in the abutting property owners and shall be vested in the same manner as the interest of said abutting owners might appear on title to the abutting property as provided by law.

SECTION 3: That attached hereto, marked as "Exhibit A", and by its reference incorporated herein, is a copy of the plat upon which the portion of the street to be vacated is indicated between two bold arrow symbols:



READ for the first time in full on this 28th day of July, 2026.

READ for the second time by title only on this 28th day of July, 2026.

READ for the third time by title only on this 11th day of August, 2026.

APPROVED by the City Council of Baker City, Oregon, and signed by the Mayor of Baker City, Oregon, this 11th day of August, 2026.

____
Randy Daugherty, Mayor

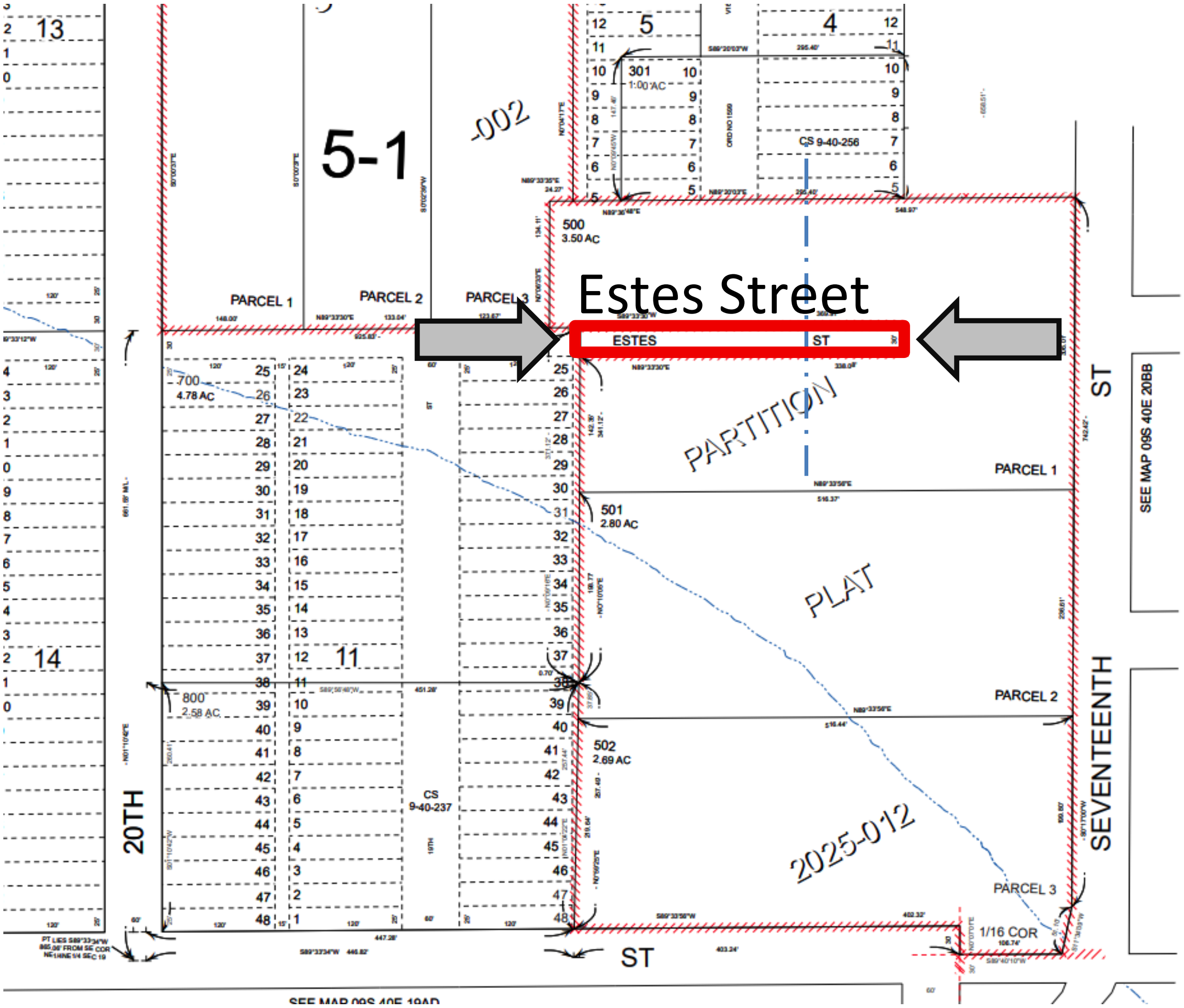
ATTEST:

____
Megan Langan, City Recorder

APPROVED AS TO FORM

____
Jeremy Green, City Attorney

Exhibit A



Estes Street
ESTES ST
PARTITION PLAT 2025-012
PARCEL 1
PARCEL 2
PARCEL 3
500 3.50 AC
501 2.80 AC
502 2.69 AC
700 4.78 AC
800 2.58 AC
5-1
-002
20TH
SEVENTEENTH ST
ST
CS 9-40-237
CS 9-40-256
1/16 COR
SEE MAP 09S 40E 20BB

BAKER CITY, OREGON

Date: August 11, 2026
Subject: Social Media Platform Comments — Resolution 3994

Action Statement

City Council can approve a resolution adopting a broadcast-only method for all City social media platforms.

Background

Based on advice from the City's attorney, the City recently put in place a temporary suspension of comments on social media platforms after significant challenges arose concerning the comments on a couple recent posts.

Analysis

The City's social media platforms are intended to broadcast information useful to City residents, and they are not intended to serve as a primary (or significant) source for receiving public comment. The primary source for public comment is the public testimony section of City Council meetings, which can be attended online or virtually. Other sources include emails or phone calls to individual Councilors, newspaper editorials, or sharing opinions directly with City staff via in-person, telephone, or email conversations.

The City will continue to share timely and accurate information concerning City services, programs, projects, meetings, emergencies, and public safety.

The proposed resolution is attached and has been reviewed and edited by our City Attorney.

Potential Motions

"I, Councilor __________, move to approve Resolution 3994."

CITY OF BAKER CITY,
OREGON

RESOLUTION NO. 3994

RESOLUTION OF THE CITY OF BAKER CITY, OREGON ADOPTING A BROADCAST-ONLY METHOD FOR ALL SOCIAL MEDIA PLATFORMS.

WHEREAS, the City Council of Baker City desires to use social media platforms, including, without limitation, Facebook and Instagram, to provide timely and accurate information concerning city services, programs, projects, meetings, emergencies, and public safety; and

WHEREAS, the city values public engagement and transparency, while also recognizing the need to maintain respectful, orderly, and legally compliant communication channels; and

WHEREAS, certain comments made on the city's social media platforms have presented challenges concerning misinformation, uncivil discourse, spam, harassment, and content inconsistent with the city's intended use of social media platforms; and

WHEREAS, in response to these challenges, the city temporarily suspended comment functionality on the city's social media platforms on or about July 23, 2026.

NOW, **THEREFORE**, **BE IT RESOLVED**, by and through the City Council of the City of Baker City, Oregon, the following:

1. Effective immediately, the city adopts a broadcast-only approach to all city social media platforms, including, without limitation, Facebook and Instagram. To this end, the city will permanently eliminate (or disable) comment functionality on all social media platforms. The city will use social media platforms to provide timely and accurate information concerning city services, programs, projects, meetings, emergencies, and public safety.

2. The council and city staff will remind interested citizens of other outlets and/or resources available to comment on city policies, proposed decisions, and/or other matters of interest, including, without limitation, public testimony at council meetings, emails or telephone calls to individual councilors, newspaper editorials, and sharing opinions directly with city staff via telephone or email.

3. The city manager (or his or her designee) is authorized to take all actions necessary or appropriate to implement and administer the council's adoption of a broadcast-only approach to the city's social medial platforms.

4. The provisions of this resolution are severable. If any section, subsection, sentence, clause, and/or portion of this resolution is for any reason held invalid, unenforceable, and/or unconstitutional, such invalid, unenforceable, and/or unconstitutional section, subsection, sentence, clause, and/or portion will (a) yield to a construction permitting enforcement to the maximum extent permitted by applicable law, and (b) not affect the validity, enforceability, and/or constitutionality of the remaining portion of this Resolution. This resolution will be in full force and effect immediately upon its passage by the council.

PASSED by the City Council of the City of Baker City, Oregon this 11th day of August 2026.

SIGNED by the Mayor of the City of Baker City, Oregon this 11th day of August 2026.

SIGNED ____ **ATTEST:** ________________________________
Randy Daugherty, Mayor **Megan Langan, City Recorder**

BAKER CITY, OREGON

Date: August 11, 2026
Subject: PW Equipment Purchase

Action Statement

Public Works requests that the City Council approve the purchase of a new grapple attachment for the Public Works Department to support maintenance operations associated with the City's locked-gate pipeline project and other Public Works activities.

Background

The Public Works Department is responsible for maintaining the City's locked-gate water pipeline located within the watershed. Recent changes to the U.S. Forest Service's management requirements now require the City to remove and haul all fallen trees and woody debris generated during maintenance activities out of the watershed as part of ongoing fuel reduction and wildfire mitigation efforts.

The proposed grapple will be compatible with existing Public Works equipment and will provide the capability to safely and efficiently move logs, brush, and other woody debris out of the watershed in compliance with U.S. Forest Service requirements. In addition, the grapple will enhance the Department's ability to clear vegetation and widen mountain access roads, improving access for maintenance activities and emergency response.

Analysis

Purchasing a grapple attachment will improve the efficiency and safety of watershed maintenance operations by allowing Public Works crews to quickly load and transport fallen timber in compliance with U.S. Forest Service requirements. The equipment will reduce the time and labor required to remove woody debris, and minimize the need for rented equipment or contracted services.

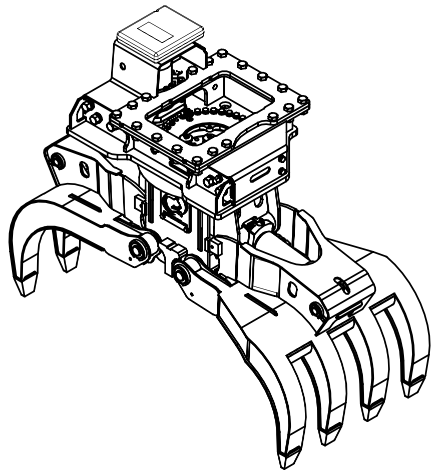
In addition to supporting the locked-gate pipeline project, the grapple will serve as a versatile tool for other Public Works operations, including storm cleanup, park and right-of-way maintenance, and debris removal throughout the City.

Staff worked with Arnold Machinery Company, an authorized equipment dealer, to obtain three quotes for a grapple attachment that met the department's operational needs. After evaluating the available options, the lowest-priced proposal is for a **Rake Grapple** in the amount of **$72,000**, including installation. Staff has determined that this equipment meets the City's operational requirements and provides the best value for the intended use.

Potential Motions

"I, Councilor __________, move to approve the purchase of a **Rake Grapple** from **Arnold Machinery Company** in the amount of **$72,000**, including installation."

Power Attachment
RPA3045R43 RGP-900

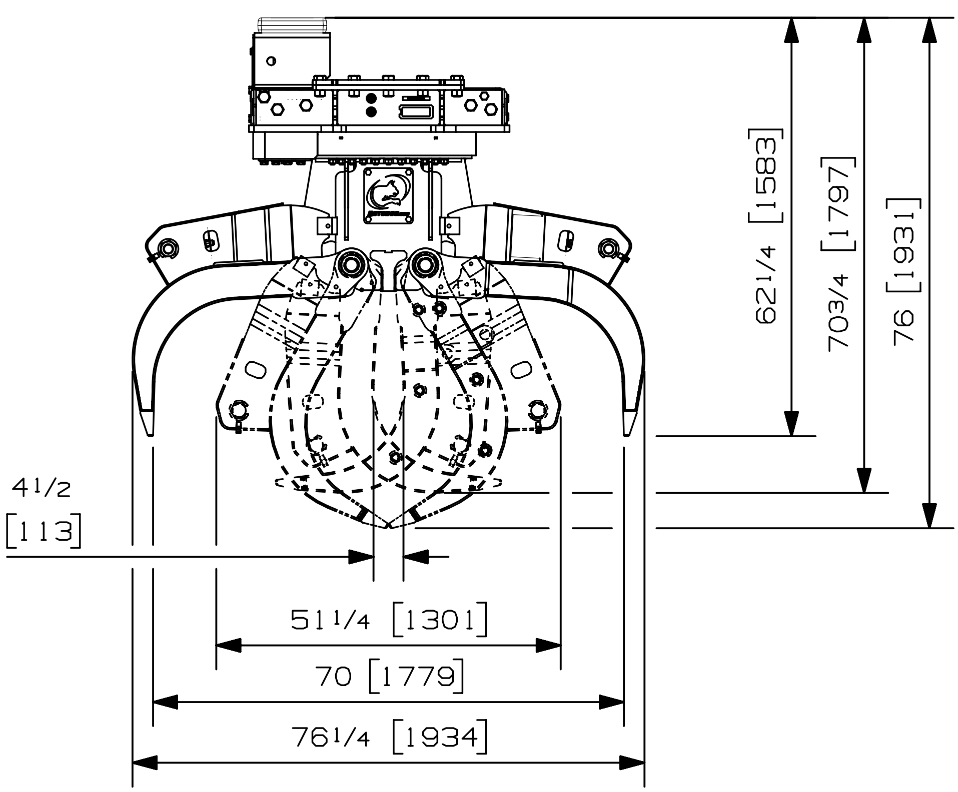


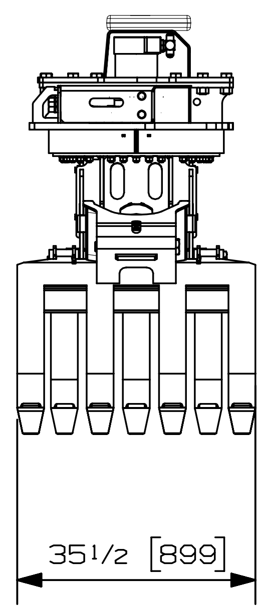
Max load:	n/a lb	n/a kg
Volume:	.25 cord of 8 ft	.91 m^3
Area tip to tip:	4.00 ft^2	.37 m^2
Rotator lifting capacity:	90000 lb	40823 kg
Torque at relief pressure:	148710 lb-in 2200 psi	16802 Nm 152 bars
Weight:	2760 lb	1252 kg

Rotator	**Maximum pressure:** 5000 psi 345 bars	**Recommended flow:** 28 gpm 106 l/min
Rotator recommended flow will produce a maximum speed of 15 rpm		

Cylinder	Diameter	Recommended pressure	Pressure range	Flow range	Lock valves
Standard	3 1/2 " (89 mm)	4000 psi (276 bars)	3000-5000 psi (207-345 bars)	14-20 gpm (53-76 l/min.)	no

Grapple cylinder maximum flow will theoretically produce a complete grapple open/close cycle in 4 seconds.





Options:

- Mini heel set (73 lbs / 33 kg)
- Load holding valve (20 lbs / 9 kg)
- Synchronisation + CounterBalance valve option (N/D)
- Saw bundle 404 (saw inclued) (520 lbs / 236 kg)
- Saw bundle 750 (saw inclued) (760 lbs / 345 kg)
- See also RGP-900 for more options

web site: www.rotobec.com **email: rotobec@rotobec.com**

Rotobec Inc.: Head office serving OEM's and Eastern Canada Ph: (418) 383-3002 Fax: (418) 383-5334
Rotobec West: Branch serving Western Canada and Western USA Ph: (250) 765-1161 Fax: (250) 765-0035
Rotobec USA: Branch serving Eastern and Central USA Ph: (603) 444-2103 Fax: (603) 444-0327

07008-0459
23/11/18 D.L.

BAKER CITY, OREGON

Date: August 11, 2026
Subject: Central Park Parking Lot Bid Award

Action Statement

Public Works requests that the City Council approve the Notice of Award for the Central Park Parking Lot Project to **JAL Construction, Inc.**, the lowest responsive and responsible bidder, in the amount of **$279,957.50**.

Background

The City solicited competitive bids for the construction of a new public parking lot at Central Park to improve parking capacity, accessibility, and traffic circulation for park and splash pad users and community events. The project includes site preparation, grading, paving, striping, drainage improvements, ADA-compliant parking spaces, lighting, and associated site improvements.

Bids were publicly advertised and received in accordance with Oregon public contracting requirements. Following the bid opening and review process, staff determined that **JAL Construction, Inc.** submitted the lowest responsive and responsible bid.

Analysis

The bid submitted by **JAL Construction, Inc.** in the amount of **$279,957.50** is well below the City's approved project budget of **$400,000.00**. Awarding the contract at this amount allows the City to complete the project within budget while maintaining contingency funds for unforeseen conditions or other eligible project-related expenses.

Potential Motions

"I, Councilor __________, move to approve the Notice of Award for the Central Park Parking Lot Project to **JAL Construction, Inc.** in the amount of **$279,957.50**."

BIDDER'S PACKET

CITY OF

BAKER CITY, OREGON

CENTRAL PARK PARKING LOT IMPROVEMENTS

2026

Engineering Surveying Natural Resources GIS

TABLE OF CONTENTS

Bidder's Packet

BID FORM FOR CONSTRUCTION CONTRACT

The terms used in this Bid with initial capital letters have the meanings stated in the Instructions to Bidders, the General Conditions, and the Supplementary Conditions.

ARTICLE 1—OWNER AND BIDDER

1.01 This Bid is submitted to:

City of Baker City
P.O. Box 650 / 1655 1st Street
Baker City, Oregon 97814

1.02 The undersigned Bidder proposes and agrees, if this Bid is accepted, to enter into an Agreement with Owner in the form included in the Bidding Documents to perform all Work as specified or indicated in the Bidding Documents for the prices and within the times indicated in this Bid and in accordance with the other terms and conditions of the Bidding Documents.

ARTICLE 2—ATTACHMENTS TO THIS BID

2.01 The following documents are submitted with and made a condition of this Bid:

A. Required Bid security;

B. A completed First-Tier Subcontractor Disclosure Form (see instructions on the form).

C. A completed and signed Bidder's Performance and Payment Bond Statement.

D. A completed and signed Bidder's Certification Statement as required by certain Oregon Revised Statutes (ORS).

ARTICLE 3 – BID SCHEDULE

3.01 Bidder will complete the Work in accordance with the Contract Documents for the following price(s):

NO.	ITEM	UNIT	UNIT PRICE	AMOUNT	TOTAL PRICE
1.	Mobilization/Demobilization	L.S.	XXX	All Req'd	______________
2.	Temporary Protection and Direction of Traffic/Project Safety	L.S.	XXX	All Req'd	______________
3.	Job Photos	Each	$10.00	5	______________
4.	Erosion and Sediment Control	L.S.	XXX	All Req'd	______________
5.	Earthwork	L.S.	XXX	All Req'd	______________
6.	Remove Existing Sign	Each	______________	1	______________
7.	Remove Asphalt Pavement	S.Y.	______________	5	______________
8.	Remove Existing Tree	Each	______________	2	______________
9.	6-inch Vertical Curb	L.F.	______________	530	______________
10.	Curb Terminus	Each	______________	4	______________
11.	3-inch Asphalt Concrete Pavement	S.Y.	______________	640	______________
12.	3/4"-0 Aggregate Base (3-inch)	S.Y.	______________	45	______________
13.	1"-0 Aggregate Base (4-inch)	S.Y.	______________	640	______________
14.	Select Pit Run Base (10-inch)	S.Y.	______________	675	______________
15.	Geotextile Fabric	S.Y.	______________	675	______________
16.	Concrete Wheel Stop	Each	______________	10	______________
17.	Pavement Markings	L.S.	XXX	All Req'd	______________
18.	3-inch Conduit	L.F.	______________	660	______________
19.	Grass Seed Surface Restoration	S.Y.	______________	80	______________
20.	Asphalt Pavement Restoration	S.Y.	______________	1.5	______________
21.	Accessible Parking Sign	Each	______________	2	______________
				TOTAL BID PRICE	$____________

3.02 Bidder acknowledges that:

A. each Bid Unit Price includes an amount considered by Bidder to be adequate to cover Contractor's overhead and profit for each separately identified item, and

B. estimated quantities are not guaranteed, and are solely for the purpose of comparison of Bids, and final payment for all Unit Price Work will be based on actual quantities, determined as provided in the Contract Documents.

ARTICLE 4 – TIME OF COMPLETION

4.01 Bidder agrees that the Work will be substantially complete and will be completed and ready for final payment in accordance with Paragraph 15.06 of the General Conditions on or before the dates or within the number of calendar days indicated in the Agreement.

4.02 Bidder accepts the provisions of the Agreement as to liquidated damages.

ARTICLE 5 – BIDDER'S ACKNOWLEDGEMENTS: ACCEPTANCE PERIOD, INSTRUCTIONS, AND RECEIPT OF ADDENDA

5.01 *Bid Acceptance Period*

A. This Bid will remain subject to acceptance for 60 days after the Bid opening, or for such longer period of time that Bidder may agree to in writing upon request of Owner.

5.02 *Instructions to Bidders*

A. Bidder accepts all of the terms and conditions of the Instructions to Bidders, including without limitation those dealing with the disposition of Bid security.

5.03 *Receipt of Addenda*

A. Bidder hereby acknowledges receipt of the following Addenda:

Addendum Number	Addendum Date

ARTICLE 6 – BIDDER'S REPRESENTATIONS AND CERTIFICATIONS

6.01 *Bidder's Representations*

A. In submitting this Bid, Bidder represents the following:

1. Bidder has examined and carefully studied the Bidding Documents, including Addenda.
2. Bidder has visited the Site, conducted a thorough visual examination of the Site and adjacent areas, and become familiar with the general, local, and Site conditions that may affect cost, progress, and performance of the Work.
3. Bidder is familiar with all Laws and Regulations that may affect cost, progress, and performance of the Work.
4. Bidder has carefully studied the reports of explorations and tests of subsurface conditions at or adjacent to the Site and the drawings of physical conditions relating to existing surface or subsurface structures at the Site that have been identified in the

Supplementary Conditions, with respect to the Technical Data in such reports and drawings.

5. Bidder has carefully studied the reports and drawings relating to Hazardous Environmental Conditions, if any, at or adjacent to the Site that have been identified in the Supplementary Conditions, with respect to Technical Data in such reports and drawings.

6. Bidder has considered the information known to Bidder itself; information commonly known to contractors doing business in the locality of the Site; information and observations obtained from visits to the Site; the Bidding Documents; and the Technical Data identified in the Supplementary Conditions or by definition, with respect to the effect of such information, observations, and Technical Data on (a) the cost, progress, and performance of the Work; (b) the means, methods, techniques, sequences, and procedures of construction to be employed by Bidder, if selected as Contractor; and (c) Bidder's (Contractor's) safety precautions and programs.

7. Based on the information and observations referred to in the preceding paragraph, Bidder agrees that no further examinations, investigations, explorations, tests, studies, or data are necessary for the performance of the Work at the Contract Price, within the Contract Times, and in accordance with the other terms and conditions of the Contract.

8. Bidder is aware of the general nature of work to be performed by Owner and others at the Site that relates to the Work as indicated in the Bidding Documents.

9. Bidder has given Engineer written notice of all conflicts, errors, ambiguities, or discrepancies that Bidder has discovered in the Bidding Documents, and of discrepancies between Site conditions and the Contract Documents, and the written resolution thereof by Engineer is acceptable to Contractor.

10. The Bidding Documents are generally sufficient to indicate and convey understanding of all terms and conditions for performance and furnishing of the Work.

11. The submission of this Bid constitutes an incontrovertible representation by Bidder that without exception the Bid and all prices in the Bid are premised upon performing and furnishing the Work required by the Bidding Documents.

6.02 *Bidder's Certifications*

A. The Bidder certifies the following:

1. This Bid is genuine and not made in the interest of or on behalf of any undisclosed individual or entity and is not submitted in conformity with any collusive agreement or rules of any group, association, organization, or corporation.

2. Bidder has not directly or indirectly induced or solicited any other Bidder to submit a false or sham Bid.

3. Bidder has not solicited or induced any individual or entity to refrain from bidding.

4. Bidder has not engaged in corrupt, fraudulent, collusive, or coercive practices in competing for the Contract. For the purposes of this Paragraph 6.02.A:

   a. Corrupt practice means the offering, giving, receiving, or soliciting of anything of value likely to influence the action of a public official in the bidding process.

b. Fraudulent practice means an intentional misrepresentation of facts made (a) to influence the bidding process to the detriment of Owner, (b) to establish bid prices at artificial non-competitive levels, or (c) to deprive Owner of the benefits of free and open competition.

c. Collusive practice means a scheme or arrangement between two or more Bidders, with or without the knowledge of Owner, a purpose of which is to establish bid prices at artificial, non-competitive levels.

d. Coercive practice means harming or threatening to harm, directly or indirectly, persons or their property to influence their participation in the bidding process or affect the execution of the Contract.

BIDDER hereby submits this Bid as set forth above:

Bidder is: ☐ An Individual ☐ A Partnership ☐ A Corporation ☐ Joint Venture

(*Check correct designation.)*

Bidder:

____

(typed or printed name of organization)

By: ____

(individual's signature)

Name: ____

(typed or printed)

Title: ____

(typed or printed)

Date: ____

(typed or printed)

If Bidder is a corporation, a partnership, or a joint venture, attach evidence of authority to sign.

Attest: ____

(individual's signature)

Name: ____

(typed or printed)

Title: ____

(typed or printed)

Date: ____

(typed or printed)

Address for giving notices:

____

____

____

Bidder's Contact:

Name: ____

(typed or printed)

Title: ____

(typed or printed)

Phone: ______________________________

Email: ______________________________

Address:

____

____

____

State Contractor License No. ______________________________

Employer's Federal Tax ID No. ______________________________

A Joint Venture requires the signature of all parties involved. Attach evidence of authority to sign.

______________________ ______________________

______________________ ______________________

______________________ ______________________

______________________ ______________________

BID BOND (PENAL SUM FORM)

Bidder	**Surety**
Name: Address *(principal place of business)*:	Name: Address *(principal place of business)*:
Owner Name: **City of Baker City** Address *(principal place of business)*: **P.O. Box 650 / 1655 1st Street** **Baker City, Oregon 97814**	**Bid** Project *(name and location)*: **Central Park Parking Lot Improvements** **Baker City, Oregon** Bid Due Date:
Bond Penal Sum: Date of Bond:	

Surety and Bidder, intending to be legally bound hereby, subject to the terms set forth in this Bid Bond, do each cause this Bid Bond to be duly executed by an authorized officer, agent, or representative.

Bidder	Surety
(Full formal name of Bidder)	*(Full formal name of Surety) (corporate seal)*
By: ______________ *(Signature)*	By: ______________ *(Signature) (Attach Power of Attorney)*
Name: ______________ *(Printed or typed)*	Name: ______________ *(Printed or typed)*
Title: ______________	Title: ______________
Attest: ______________ *(Signature)*	Attest: ______________ *(Signature)*
Name: ______________ *(Printed or typed)*	Name: ______________ *(Printed or typed)*
Title:	Title:

Notes: (1) Note: Addresses are to be used for giving any required notice. (2) Provide execution by any additional parties, such as joint venturers, if necessary.

1. Bidder and Surety, jointly and severally, bind themselves, their heirs, executors, administrators, successors, and assigns to pay to Owner upon default of Bidder the penal sum set forth on the face of this Bond. Payment of the penal sum is the extent of Bidder's and Surety's liability. Recovery of such penal sum under the terms of this Bond will be Owner's sole and exclusive remedy upon default of Bidder.
2. Default of Bidder occurs upon the failure of Bidder to deliver within the time required by the Bidding Documents (or any extension thereof agreed to in writing by Owner) the executed Agreement required by the Bidding Documents and any performance and payment bonds required by the Bidding Documents.
3. This obligation will be null and void if:
    - 3.1. Owner accepts Bidder's Bid and Bidder delivers within the time required by the Bidding Documents (or any extension thereof agreed to in writing by Owner) the executed Agreement required by the Bidding Documents and any performance and payment bonds required by the Bidding Documents, or
    - 3.2. All Bids are rejected by Owner, or
    - 3.3. Owner fails to issue a Notice of Award to Bidder within the time specified in the Bidding Documents (or any extension thereof agreed to in writing by Bidder and, if applicable, consented to by Surety when required by Paragraph 5 hereof).
4. Payment under this Bond will be due and payable upon default of Bidder and within 30 calendar days after receipt by Bidder and Surety of written notice of default from Owner, which notice will be given with reasonable promptness, identifying this Bond and the Project and including a statement of the amount due.
5. Surety waives notice of any and all defenses based on or arising out of any time extension to issue Notice of Award agreed to in writing by Owner and Bidder, provided that the total time for issuing Notice of Award including extensions does not in the aggregate exceed 120 days from the Bid due date without Surety's written consent.
6. No suit or action will be commenced under this Bond prior to 30 calendar days after the notice of default required in Paragraph 4 above is received by Bidder and Surety, and in no case later than one year after the Bid due date.
7. Any suit or action under this Bond will be commenced only in a court of competent jurisdiction located in the state in which the Project is located.
8. Notices required hereunder must be in writing and sent to Bidder and Surety at their respective addresses shown on the face of this Bond. Such notices may be sent by personal delivery, commercial courier, or by United States Postal Service registered or certified mail, return receipt requested, postage pre-paid, and will be deemed to be effective upon receipt by the party concerned.
9. Surety shall cause to be attached to this Bond a current and effective Power of Attorney evidencing the authority of the officer, agent, or representative who executed this Bond on behalf of Surety to execute, seal, and deliver such Bond and bind the Surety thereby.
10. This Bond is intended to conform to all applicable statutory requirements. Any applicable requirement of any applicable statute that has been omitted from this Bond will be deemed to be included herein as if set forth at length. If any provision of this Bond conflicts with any applicable statute, then the provision of said statute governs and the remainder of this Bond that is not in conflict therewith continues in full force and effect.
11. The term "Bid" as used herein includes a Bid, offer, or proposal as applicable.

BIDDER'S PERFORMANCE AND PAYMENT BOND STATEMENT

(Name of Contractor) ____, hereinafter referred to as Bidder, is submitting a Bid to **City of Baker City, Oregon,** pursuant to the latter's Advertisement for Bids for the Project **Central Park Parking Lot Improvements**.

Bidder certifies that if it is awarded the Contract, Bidder has the financial ability to obtain good and sufficient bonds issued by a surety to the Owner in sums equal to the amount of the Bid providing for the faithful performance of the Contract and payment of labor and materials.

The surety requested to issue the Performance and Payment Bonds will be

____. Bidder hereby authorizes
(Surety Company)

____ to disclose any information
(Surety Company)

to the Owner concerning Bidder's ability to supply Performance and Payment Bonds in the amount of the Contract.

____
Bidder

____
By:

BIDDER'S CERTIFICATION STATEMENTS AS REQUIRED BY

CERTAIN OREGON REVISED STATUTES (ORS)

The Bidder, ___________________________________, certifies to the following:
(Company Name)

(1) Bidder is registered with the Oregon Construction Contractors Registration Board in accordance with ORS 701.035 through 701.055. The Bidder certifies that Registration Number _____________ allows his/her company to perform Work on Public Works Projects and that this registration is current and valid. The Bidder further certifies that, if awarded the Contract, all Subcontractors performing Work will be registered with the Construction Contractors Registration Board in accordance with ORS 701.035 through 701.055 before the Subcontractors commence Work under the Contract (reference ORS 279C.365).

(2) Bidder agrees to be bound by and will comply with the provisions of the Oregon Prevailing Wage Law (ORS 279C.800 through ORS 279C.870 and OAR 839-25) and, if applicable, the federal Davis-Bacon Act (40USC1371-1377), which provides for payment of not less than the applicable prevailing wage rate (state or federal, whichever is greater), including fringe benefits, the posting of wage rates on the jobsite, the furnishing of payroll certifications, and other requirements. In addition, the Bidder will comply with ORS 279C.520 and 279C.540 in the hours of employment and the payment of overtime.

(3) Bidder is in compliance with State of Oregon tax laws in accordance with ORS 305.385.

(4) Bidder, in accordance with ORS 279A.110, does not discriminate against minorities, women, or emerging small business enterprises in obtaining any subcontracts (reference ORS 279A.110).

(5) Bidder is a [*Non-resident Bidder*] or [*Resident Bidder*] **(circle correct designation)** as defined in ORS 279A.120. "Resident Bidder" means a Bidder that has paid unemployment taxes or income taxes in the State of Oregon during the 12 calendar months immediately preceding submission of the Bid and has a business address in the State of Oregon (reference ORS 279C.365).

(6) Bidder and Bidder's Subcontractors are not on the Oregon Construction Contractors Board list of corporations, partnerships, or other business entity of which the Contractor or Subcontractor is an owner, shareholder, or officer of the business or was an owner or officer of the business and who have been determined not to be qualified to hold or participate in a public contract for a public improvement.

(7) Bidder has an employee drug testing program that meets state and federal standards (reference ORS 279C.505).

Bidder: ____
(Signature)

Title: ____

Date: ____

Project: **City of Baker City, Oregon - Central Park Parking Lot Improvements**

FIRST-TIER SUBCONTRACTOR DISCLOSURE FORM
(OAR 137-049-0360)

PROJECT NAME: City of Baker City, Oregon - Central Park Parking Lot Improvements

BID CLOSING:	**Date: July 29, 2026**	**Time: 2:00 PM (Local Time)**
DISCLOSURE DEADLINE:	**Date: July 29, 2026**	**Time: 4:00 PM (Local Time)**
BID OPENING:	**Date: July 29, 2026**	**Time: 2:00 PM (Local Time)**

This form must be submitted within two working hours after the advertised Bid closing date and time, no later than the DISCLOSURE DEADLINE stated above. Working hours include the hours between 8 a.m. and 5 p.m.

List below the Name, Address, Type of Work Performed, Contact Name, and Telephone Number of each Subcontractor who will be furnishing labor or labor and materials that are required to be disclosed. Enter "NONE" if there are no Subcontractors who need to be disclosed. **(IF NEEDED, ATTACH ADDITIONAL SHEETS.)**

	NAME/ADDRESS	TYPE OF WORK PERFORMED	DOLLAR AMOUNT OF WORK	CONTACT NAME/ PHONE #
1)				
2)				
3)				

The above listed first-tier Subcontractor(s) are providing labor or labor and materials with a Dollar Value equal to or greater than:

a) Five (5) percent of the total Contract Price, but at least $15,000 (including all alternates). If the Dollar Value is less than $15,000, do not list the Subcontractor above; or

b) $350,000 regardless of the percentage of the total Contract Price.

FAILURE TO SUBMIT THIS FORM BY THE DISCLOSURE DEADLINE WILL RESULT IN A BID SUBMITTED BECOMING NON-RESPONSIVE, AND SUCH BIDS SHALL NOT BE CONSIDERED FOR AWARD!

Form Submitted By (Bidder Name): ______________________________

Contact Name: ______________________ Phone #: ______________________

Deliver Form to Owner: **City of Baker City, Oregon**

Person Designated to Receive Form: **Danielle Schuh, Public Works Director** Phone #: **541-524-2038** Fax #: **541-524-2024**

Owner's Address: **P.O. Box 650 / 1655 1st Street, Baker City, Oregon 97814**

IT IS THE RESPONSIBILITY OF BIDDERS TO SUBMIT THIS DISCLOSURE FORM AND ANY ADDITIONAL SHEETS, WITH THE PROJECT NAME CLEARLY MARKED, AT THE LOCATION INDICATED BY THE SPECIFIED DISCLOSURE DEADLINE. SEE INSTRUCTIONS TO BIDDERS.

INSTRUCTIONS FOR FIRST-TIER SUBCONTRACTOR DISCLOSURE FORM

1. This form must be submitted within two working hours of the advertised Bid closing date and time. (See disclosure deadline on Disclosure Form and location where form must be submitted.) Working hours include the hours between 8 a.m. and 5 p.m., excluding the noon hour.

2. This form may be submitted to the Owner by one of three means:

   a. Include the completed form in the envelope containing the Bid, and note on the outside of the envelope that the form is included.
   b. Submit the completed form to the Owner separately from the Bid, within the time required, to the address listed on the form.
   c. Fax the completed form to the fax number shown on the form.

3. Reference ARTICLE 21 in the Instructions to Bidders for further instructions relative to this disclosure.

NOTE: It shall be the Bidder's sole responsibility to ensure the form is delivered to the Owner within the required deadline. The Owner assumes no liability for a malfunction of the Owner's equipment or for any other cause. The resulted failure of the Owner to receive the Disclosure Form due to fax problems or any other problem will not relieve the Bidder from meeting the deadline.

ADDENDUM NO. 1

To the Bidder's Packet

City of Baker City, Oregon
Central Park Parking Lot Improvements

July 24, 2026

Bid Date: July 29, 2026
Bid Closing: 2:00 p.m.
Bid Opening: 2:00 p.m.

The following additions, deletions, and modifications shall be made to the Bidder's Packet. Please verify that all attachments are included.

REGISTERED PROFESSIONAL ENGINEER
106369PE
OREGON
SEPT. 9, 2025
MICHAEL O'REILLY
RENEWS 12-31-26

07/24/26

I. General

A. The sign-in sheet for the July 22, 2026, mandatory pre-bid conference is attached.

II. BIDDER'S PACKET

A. ***Bid Form for Construction Contract. Delete*** this form in its entirety, and ***replace*** it with the attached Bid Form for Construction Contract - Revised.

1. The quantities for the following bid items were updated on the Bid Schedule: 3-inch Asphalt Concrete Pavement, 3/4"-0 Aggregate Base (3-inch), 1"-0 Aggregate Base (4-inch), Select Pit Run Base (10-inch), Geotextile Fabric, Grass Seed Surface Restoration, and Asphalt Pavement Restoration.

- END OF ADDENDUM NO. 1 -

Attachments:
- Pre-bid Conference Sign-in Sheet
- Bid Form for Construction Contract - Revised

PRE-BID CONFERENCE
CITY OF BAKER CITY, OREGON
CENTRAL PARK PARKING LOT IMPROVEMENTS
JULY 22, 2026

NON-CONTRACTORS - ***(Please Print)***

NAME	ORGANIZATION	PHONE	EMAIL
Eli Childs	R6 Contracting Inc	541-910-9211	eli@r6contracting.com
Walter L. McDaniel	R6 Contracting	541-786-3610	walter@R6contracting.com
Jared Nash	JAL Construction Inc	541-390-1717	jaredn@jalconstruction.com
MICHAEL O'REILLY	ANDERSON PERRY	541-975-4220	MOREILLY@ANDERSONPERRY.COM
BRANDON MAHON	AP	541-263-1547	bmahon@andersonperry.com
DANIELLE Schuft	BCPW		pwadirector@bakercity.gov

CONTRACTORS - ***(Please Print)***

NAME	ORGANIZATION	PHONE	EMAIL
Michael Hampton	Hampton Paving	5417862311	Hampton Paving@[illegible].com

NAME	ORGANIZATION	PHONE	EMAIL

BID FORM FOR CONSTRUCTION CONTRACT - REVISED

The terms used in this Bid with initial capital letters have the meanings stated in the Instructions to Bidders, the General Conditions, and the Supplementary Conditions.

ARTICLE 1—OWNER AND BIDDER

1.01 This Bid is submitted to:

City of Baker City
P.O. Box 650 / 1655 1st Street
Baker City, Oregon 97814

1.02 The undersigned Bidder proposes and agrees, if this Bid is accepted, to enter into an Agreement with Owner in the form included in the Bidding Documents to perform all Work as specified or indicated in the Bidding Documents for the prices and within the times indicated in this Bid and in accordance with the other terms and conditions of the Bidding Documents.

ARTICLE 2—ATTACHMENTS TO THIS BID

2.01 The following documents are submitted with and made a condition of this Bid:

A. Required Bid security;

B. A completed First-Tier Subcontractor Disclosure Form (see instructions on the form).

C. A completed and signed Bidder's Performance and Payment Bond Statement.

D. A completed and signed Bidder's Certification Statement as required by certain Oregon Revised Statutes (ORS).

ARTICLE 7 – BID SCHEDULE

7.01 Bidder will complete the Work in accordance with the Contract Documents for the following price(s):

NO.	ITEM	UNIT	UNIT PRICE	AMOUNT	TOTAL PRICE
1.	Mobilization/Demobilization	L.S.	XXX	All Req'd	____________
2.	Temporary Protection and Direction of Traffic/Project Safety	L.S.	XXX	All Req'd	____________
3.	Job Photos	Each	$10.00	5	____________
4.	Erosion and Sediment Control	L.S.	XXX	All Req'd	____________
5.	Earthwork	L.S.	XXX	All Req'd	____________
6.	Remove Existing Sign	Each	____________	1	____________
7.	Remove Asphalt Pavement	S.Y.	____________	5	____________
8.	Remove Existing Tree	Each	____________	2	____________
9.	6-inch Vertical Curb	L.F.	____________	530	____________
10.	Curb Terminus	Each	____________	4	____________
11.	3-inch Asphalt Concrete Pavement	S.Y.	____________	1,920	____________
12.	3/4"-0 Aggregate Base (3-inch)	S.Y.	____________	135	____________
13.	1"-0 Aggregate Base (4-inch)	S.Y.	____________	1,920	____________
14.	Select Pit Run Base (10-inch)	S.Y.	____________	2,025	____________
15.	Geotextile Fabric	S.Y.	____________	2,025	____________
16.	Concrete Wheel Stop	Each	____________	10	____________
17.	Pavement Markings	L.S.	XXX	All Req'd	____________
18.	3-inch Conduit	L.F.	____________	660	____________
19.	Grass Seed Surface Restoration	S.Y.	____________	230	____________
20.	Asphalt Pavement Restoration	S.Y.	____________	5	____________
21.	Accessible Parking Sign	Each	____________	2	____________
				TOTAL BID PRICE	$____________

7.02 Bidder acknowledges that:

A. each Bid Unit Price includes an amount considered by Bidder to be adequate to cover Contractor's overhead and profit for each separately identified item, and

B. estimated quantities are not guaranteed, and are solely for the purpose of comparison of Bids, and final payment for all Unit Price Work will be based on actual quantities, determined as provided in the Contract Documents.

ARTICLE 8 – TIME OF COMPLETION

8.01 Bidder agrees that the Work will be substantially complete and will be completed and ready for final payment in accordance with Paragraph 15.06 of the General Conditions on or before the dates or within the number of calendar days indicated in the Agreement.

8.02 Bidder accepts the provisions of the Agreement as to liquidated damages.

ARTICLE 9 – BIDDER'S ACKNOWLEDGEMENTS: ACCEPTANCE PERIOD, INSTRUCTIONS, AND RECEIPT OF ADDENDA

9.01 *Bid Acceptance Period*

A. This Bid will remain subject to acceptance for 60 days after the Bid opening, or for such longer period of time that Bidder may agree to in writing upon request of Owner.

9.02 *Instructions to Bidders*

A. Bidder accepts all of the terms and conditions of the Instructions to Bidders, including without limitation those dealing with the disposition of Bid security.

9.03 *Receipt of Addenda*

A. Bidder hereby acknowledges receipt of the following Addenda:

Addendum Number	Addendum Date

ARTICLE 10 – BIDDER'S REPRESENTATIONS AND CERTIFICATIONS

10.01 *Bidder's Representations*

A. In submitting this Bid, Bidder represents the following:

1. Bidder has examined and carefully studied the Bidding Documents, including Addenda.

2. Bidder has visited the Site, conducted a thorough visual examination of the Site and adjacent areas, and become familiar with the general, local, and Site conditions that may affect cost, progress, and performance of the Work.

3. Bidder is familiar with all Laws and Regulations that may affect cost, progress, and performance of the Work.

4. Bidder has carefully studied the reports of explorations and tests of subsurface conditions at or adjacent to the Site and the drawings of physical conditions relating to existing surface or subsurface structures at the Site that have been identified in the

Supplementary Conditions, with respect to the Technical Data in such reports and drawings.

5. Bidder has carefully studied the reports and drawings relating to Hazardous Environmental Conditions, if any, at or adjacent to the Site that have been identified in the Supplementary Conditions, with respect to Technical Data in such reports and drawings.

6. Bidder has considered the information known to Bidder itself; information commonly known to contractors doing business in the locality of the Site; information and observations obtained from visits to the Site; the Bidding Documents; and the Technical Data identified in the Supplementary Conditions or by definition, with respect to the effect of such information, observations, and Technical Data on (a) the cost, progress, and performance of the Work; (b) the means, methods, techniques, sequences, and procedures of construction to be employed by Bidder, if selected as Contractor; and (c) Bidder's (Contractor's) safety precautions and programs.

7. Based on the information and observations referred to in the preceding paragraph, Bidder agrees that no further examinations, investigations, explorations, tests, studies, or data are necessary for the performance of the Work at the Contract Price, within the Contract Times, and in accordance with the other terms and conditions of the Contract.

8. Bidder is aware of the general nature of work to be performed by Owner and others at the Site that relates to the Work as indicated in the Bidding Documents.

9. Bidder has given Engineer written notice of all conflicts, errors, ambiguities, or discrepancies that Bidder has discovered in the Bidding Documents, and of discrepancies between Site conditions and the Contract Documents, and the written resolution thereof by Engineer is acceptable to Contractor.

10. The Bidding Documents are generally sufficient to indicate and convey understanding of all terms and conditions for performance and furnishing of the Work.

11. The submission of this Bid constitutes an incontrovertible representation by Bidder that without exception the Bid and all prices in the Bid are premised upon performing and furnishing the Work required by the Bidding Documents.

10.02 *Bidder's Certifications*

A. The Bidder certifies the following:

1. This Bid is genuine and not made in the interest of or on behalf of any undisclosed individual or entity and is not submitted in conformity with any collusive agreement or rules of any group, association, organization, or corporation.

2. Bidder has not directly or indirectly induced or solicited any other Bidder to submit a false or sham Bid.

3. Bidder has not solicited or induced any individual or entity to refrain from bidding.

4. Bidder has not engaged in corrupt, fraudulent, collusive, or coercive practices in competing for the Contract. For the purposes of this Paragraph 6.02.A:

   a. Corrupt practice means the offering, giving, receiving, or soliciting of anything of value likely to influence the action of a public official in the bidding process.

b. Fraudulent practice means an intentional misrepresentation of facts made (a) to influence the bidding process to the detriment of Owner, (b) to establish bid prices at artificial non-competitive levels, or (c) to deprive Owner of the benefits of free and open competition.

c. Collusive practice means a scheme or arrangement between two or more Bidders, with or without the knowledge of Owner, a purpose of which is to establish bid prices at artificial, non-competitive levels.

d. Coercive practice means harming or threatening to harm, directly or indirectly, persons or their property to influence their participation in the bidding process or affect the execution of the Contract.

BIDDER hereby submits this Bid as set forth above:

Bidder is: ☐ An Individual ☐ A Partnership ☐ A Corporation ☐ Joint Venture

(***Check correct designation.)***

Bidder:

____

(typed or printed name of organization)

By: ______________________________

(individual's signature)

Name: ______________________________

(typed or printed)

Title: ______________________________

(typed or printed)

Date: ______________________________

(typed or printed)

If Bidder is a corporation, a partnership, or a joint venture, attach evidence of authority to sign.

Attest: ______________________________

(individual's signature)

Name: ______________________________

(typed or printed)

Title: ______________________________

(typed or printed)

Date: ______________________________

(typed or printed)

Address for giving notices:

____

____

____

Bidder's Contact:

Name: ______________________________

(typed or printed)

Title: ______________________________

(typed or printed)

Phone: ______________________________

Email: ______________________________

Address:

____

____

____

State Contractor License No. ______________________________

Employer’s Federal Tax ID No. ______________________________

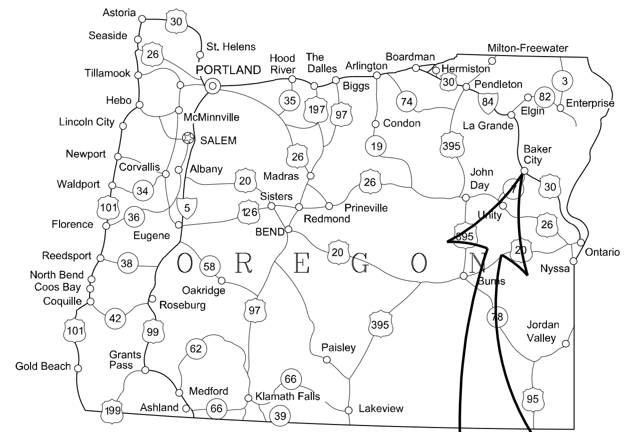
A Joint Venture requires the signature of all parties involved. Attach evidence of authority to sign.

______________________ ______________________

______________________ ______________________

______________________ ______________________

______________________ ______________________



CITY OF
BAKER CITY, OREGON
CENTRAL PARK PARKING LOT IMPROVEMENTS
2026

CITY COUNCIL

RANDY DAUGHERTY, Mayor
ROGER COLES
LORAN JOSEPH
HELON LOENNIG
DONI BRULAND
GRATTON MILLER
RANDY SCHIEWE

CITY OFFICIALS

BARRY MURPHY, City Manager
DANIELLE SCHUH, Public Works Director

VICINITY MAP

NTS

INDEX

CITY STANDARD DRAWINGS

R1	STRAIGHT CURB
R6	URBAN TYPICAL SECTION
R24	CURB TERMINATION

REGISTERED PROFESSIONAL ENGINEER
106369PE
Digitally Signed
OREGON
SEPT 9, 2025
MICHAEL O'REILLY
RENEWS 12-31-26

15/07/2026 14:18

FINAL ELECTRONIC DOCUMENTS AVAILABLE UPON REQUEST

anderson perry
Engineering Surveying Natural Resources GIS
1901 N. Fir Street - La Grande, OR 97850 Ph: (541) 963-8309 Fax: (541) 963-5456
LA GRANDE, OR WALLA WALLA, WA REDMOND, OR HERMISTON, OR ENTERPRISE, OR

X:\Clients\Baker City OR\781-63 Central Park Parking\Drafting\781-63-G-000.dwg, cover, 7/15/2026 2:13 PM, moreilly

GENERAL CONSTRUCTION NOTES

1. ALL WORK SHALL BE PERFORMED IN ACCORDANCE WITH THE CONTRACT DOCUMENTS, CITY OF BAKER CITY STANDARDS, AND THE OREGON STANDARD SPECIFICATIONS FOR CONSTRUCTION, 2021 VERSION.
2. INFORMATION SHOWN ON THE PLAN IS SCHEMATIC IN NATURE. THE RELATIVE LOCATION OF EXISTING FEATURES ARE APPROXIMATE ONLY, AND SOME DISCREPANCIES AND OMISSIONS IN LOCATION, TYPE, AND SIZE WILL OCCUR. THE EXACT LOCATION OF EXISTING FEATURES WILL REQUIRE FIELD VERIFICATION IN AREAS WHERE CONFLICT MAY OCCUR. FEATURES SHOWN ARE FOR THE CONVENIENCE OF THE CONTRACTOR. THIS VERIFICATION WORK SHALL BE PERFORMED PRIOR TO PERFORMING ANY NEW WORK TO ENSURE THAT CONFLICTS WITH THE EXISTING FEATURES DO NOT OCCUR. ADJUSTMENTS TO THE LOCATION OF THE NEW IMPROVEMENTS OR RELOCATION OF EXISTING FEATURES MAY BE NECESSARY TO PREVENT CONFLICTS. ALL ADJUSTMENTS SHALL BE REVIEWED AND APPROVED BY THE ENGINEER. THIS WORK SHALL BE CONSIDERED INCIDENTAL AND NO ADDITIONAL PAYMENT WILL BE MADE.
3. ENGINEER SHALL PROVIDE STAKING OF THE PARKING LOT, CURBING, AND DRIVEWAY ACCESS. ANY CONSTRUCTION STAKING NOT PROVIDED BY THE ENGINEER AND NEEDED BY THE CONTRACTOR TO COMPLETE THE IMPROVEMENTS AS SHOWN WILL BE THE RESPONSIBILITY OF THE CONTRACTOR TO PROVIDE. SEE "CONSTRUCTION STAKING" SECTION OF GENERAL REQUIREMENTS FOR ADDITIONAL INFORMATION.
4. THE CONTRACTOR SHALL BE RESPONSIBLE FOR THE ACTUAL LOCATION AND PROTECTION OF EXISTING UTILITIES. PRIOR TO THE COMMENCEMENT OF WORK, THE CONTRACTOR SHALL CONTACT EXISTING UTILITY COMPANIES FOR LOCATION OF ALL UTILITIES AFFECTED BY THE WORK. THE CONTRACTOR SHALL UTILIZE THE ONE CALL UTILITY NOTIFICATION CENTER AT 1-800-332-2344 OR 811.
5. SURFACE RESTORATION WORK TO BE PERFORMED IS NOT SPECIFICALLY CALLED OUT ON THE DRAWINGS. THE INTENT IS TO RESTORE ALL AREAS ADJACENT TO THE WORK AREA TO AN EQUIVALENT OR BETTER CONDITION THAN EXISTED PRIOR TO CONSTRUCTION. THE CONTRACTOR SHALL PERFORM ALL SURFACE RESTORATION WORK AS REQUIRED TO PROVIDE SMOOTH TRANSITIONS FROM THE NEW CONSTRUCTION TO EXISTING GROUND GRADE WITH SLOPES 1V:4H OR FLATTER. GRASS WATERING AND MAINTENANCE WILL BE DONE BY OTHERS.
6. THE CONTRACTOR SHALL WORK CLOSELY WITH THE UTILITY OWNERS TO ASSURE THAT ALL UTILITY COVERS ARE RAISED TO FINISHED GRADE.
7. CONTRACTOR IS RESPONSIBLE FOR MAINTAINING OR PROVIDING ACCESS TO ALL BUSINESSES AND RESIDENCES DURING CONSTRUCTION.
8. THE CONTRACTOR SHALL KEEP THE SITE IN A NEAT AND ORDERLY CONDITION. ALL TRASH GENERATED BY THE CONTRACTOR'S OPERATIONS SHALL BE PICKED UP AT THE END OF EACH DAY. EQUIPMENT, VEHICLES, AND MATERIALS SHALL BE STAGED EITHER OFF SITE OR ALONG SAFE PULL OFF SECTIONS OF THE ROAD.

GENERAL TRAFFIC CONTROL NOTES

1. APPROPRIATE METHODS OF PEDESTRIAN AND VEHICULAR TRAFFIC CONTROL, INCLUDING FLAGGERS, SHALL BE USED BY THE CONTRACTOR TO THE EXTENT DEEMED NECESSARY BY THE CONTRACTOR TO PROTECT WORKERS OR THIRD PARTIES.
2. ALL TRAFFIC CONTROL DEVICES SHALL BE IN ACCORDANCE WITH THE LATEST EDITION OF THE MUTCD.
3. REMOVE, COVER, OR RELOCATE SIGNS AS REQUIRED DURING VARIOUS CONSTRUCTION OPERATIONS.

PLAN LEGEND

	EXISTING	PROPOSED
INDEX CONTOUR	750	750
INTERMEDIATE CONTOUR	749	749
BURIED POWER		P
WOOD FENCE		
WIRE FENCE	X X X	
CHAIN LINK FENCE		
SIDEWALK, CURB, & GUTTER		
EASEMENT LINE		
RIGHT-OF-WAY		
PROPERTY LINE		
STREETLIGHT (LAMP POST)		
CONTROL POINT		
BOLLARD/POST		
SIGN		
ELECTRICAL TRANSISTOR	TR	
WATER METER		
TELEPHONE RISER		
ELECTRICAL METER	E	
FIRE HYDRANT		
DECIDUOUS TREE		
AC PAVED SURFACE		
GRASS/SOD LANDSCAPE		
GRAVEL SURFACE		
ROCK MULCH		

DRAFTING LEGEND

DETAIL DESIGNATION

SHEET WHERE DETAIL IS SHOWN

A

X-XXX

SECTION DESIGNATION

SHEET WHERE SECTION IS SHOWN

A

X-XXX

SECTION/DETAIL DESIGNATION

SHEET WHERE SECTION/DETAIL IS FROM

A

X-XXX

TITLE

NTS

SEE SHEET FOR CONTINUATION

#

#

REGISTERED PROFESSIONAL ENGINEER
106369PE
Digitally Signed
OREGON
SEPT 9, 2025
MICHAEL O'REILLY
RENEWS 12-31-26

15/07/2026 14:18

FINAL ELECTRONIC DOCUMENTS AVAILABLE UPON REQUEST

REVISION	BY	DATE

DESIGNED BY M. OREILLY

DRAWN BY M. OREILLY/A. GARCIA

REVIEWED BY B. HANSEN

JOB NUMBER 781-63 | DATE July 2026

ACAD FILE 781-63-G-001.dwg

anderson perry

CITY OF BAKER CITY

CENTRAL PARK PARKING LOT IMPROVEMENTS

LEGEND AND NOTES

SHEET

G-001

1 OF 4

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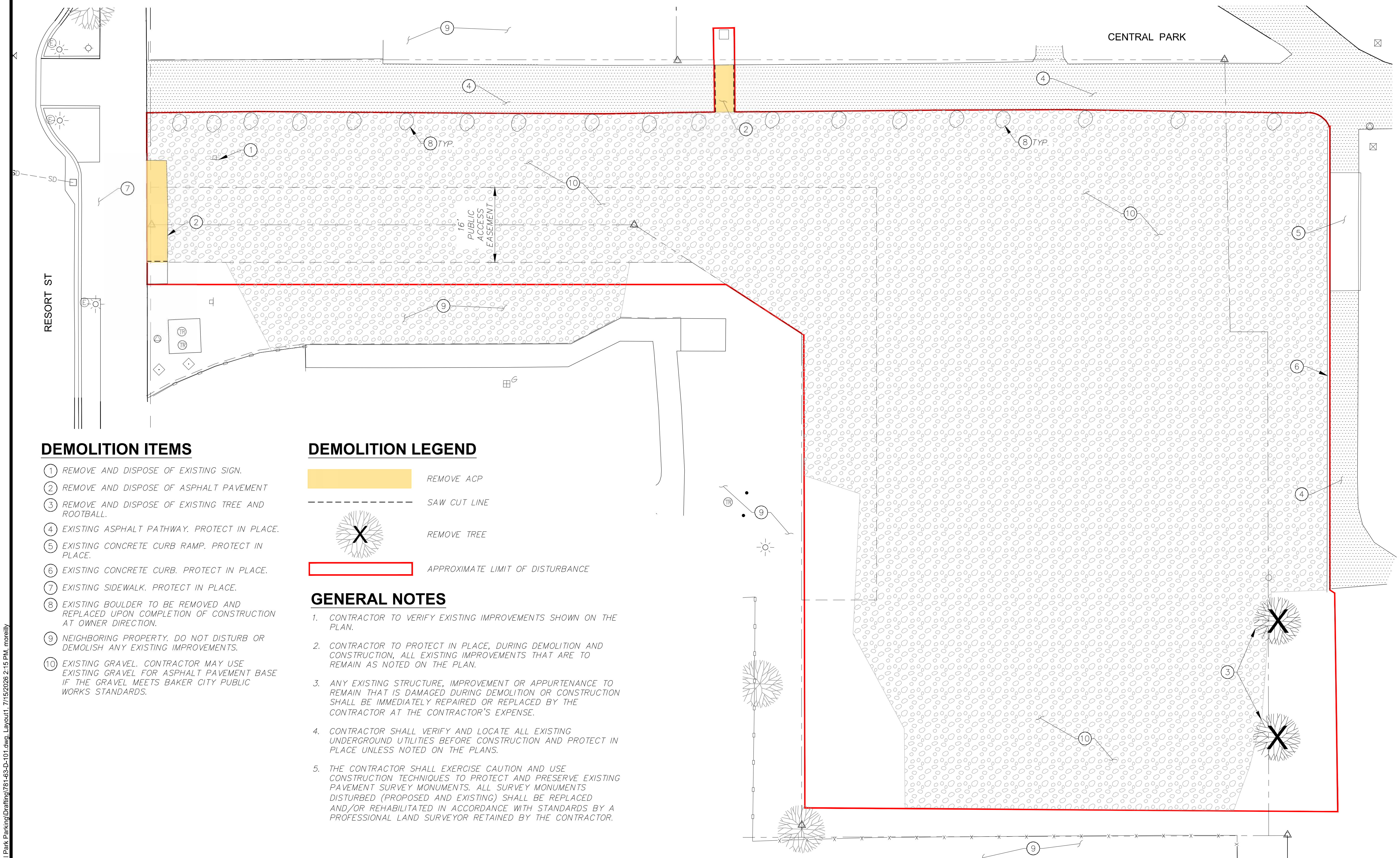

DEMOLITION ITEMS

1. REMOVE AND DISPOSE OF EXISTING SIGN.
2. REMOVE AND DISPOSE OF ASPHALT PAVEMENT
3. REMOVE AND DISPOSE OF EXISTING TREE AND ROOTBALL.
4. EXISTING ASPHALT PATHWAY. PROTECT IN PLACE.
5. EXISTING CONCRETE CURB RAMP. PROTECT IN PLACE.
6. EXISTING CONCRETE CURB. PROTECT IN PLACE.
7. EXISTING SIDEWALK. PROTECT IN PLACE.
8. EXISTING BOULDER TO BE REMOVED AND REPLACED UPON COMPLETION OF CONSTRUCTION AT OWNER DIRECTION.
9. NEIGHBORING PROPERTY. DO NOT DISTURB OR DEMOLISH ANY EXISTING IMPROVEMENTS.
10. EXISTING GRAVEL. CONTRACTOR MAY USE EXISTING GRAVEL FOR ASPHALT PAVEMENT BASE IF THE GRAVEL MEETS BAKER CITY PUBLIC WORKS STANDARDS.

DEMOLITION LEGEND

REMOVE ACP

SAW CUT LINE

REMOVE TREE

APPROXIMATE LIMIT OF DISTURBANCE

GENERAL NOTES

1. CONTRACTOR TO VERIFY EXISTING IMPROVEMENTS SHOWN ON THE PLAN.
2. CONTRACTOR TO PROTECT IN PLACE, DURING DEMOLITION AND CONSTRUCTION, ALL EXISTING IMPROVEMENTS THAT ARE TO REMAIN AS NOTED ON THE PLAN.
3. ANY EXISTING STRUCTURE, IMPROVEMENT OR APPURTENANCE TO REMAIN THAT IS DAMAGED DURING DEMOLITION OR CONSTRUCTION SHALL BE IMMEDIATELY REPAIRED OR REPLACED BY THE CONTRACTOR AT THE CONTRACTOR'S EXPENSE.
4. CONTRACTOR SHALL VERIFY AND LOCATE ALL EXISTING UNDERGROUND UTILITIES BEFORE CONSTRUCTION AND PROTECT IN PLACE UNLESS NOTED ON THE PLANS.
5. THE CONTRACTOR SHALL EXERCISE CAUTION AND USE CONSTRUCTION TECHNIQUES TO PROTECT AND PRESERVE EXISTING PAVEMENT SURVEY MONUMENTS. ALL SURVEY MONUMENTS DISTURBED (PROPOSED AND EXISTING) SHALL BE REPLACED AND/OR REHABILITATED IN ACCORDANCE WITH STANDARDS BY A PROFESSIONAL LAND SURVEYOR RETAINED BY THE CONTRACTOR.

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REGISTERED PROFESSIONAL ENGINEER 106369PE
Digitally Signed
OREGON
SEPT 9, 2025
MICHAEL O'REILLY
RENEWS 12-31-26
15/07/2026 14:18

FINAL ELECTRONIC DOCUMENTS AVAILABLE UPON REQUEST

REVISION	BY	DATE

DESIGNED BY M. OREILLY
DRAWN BY M. OREILLY/A. GARCIA
REVIEWED BY B. HANSEN

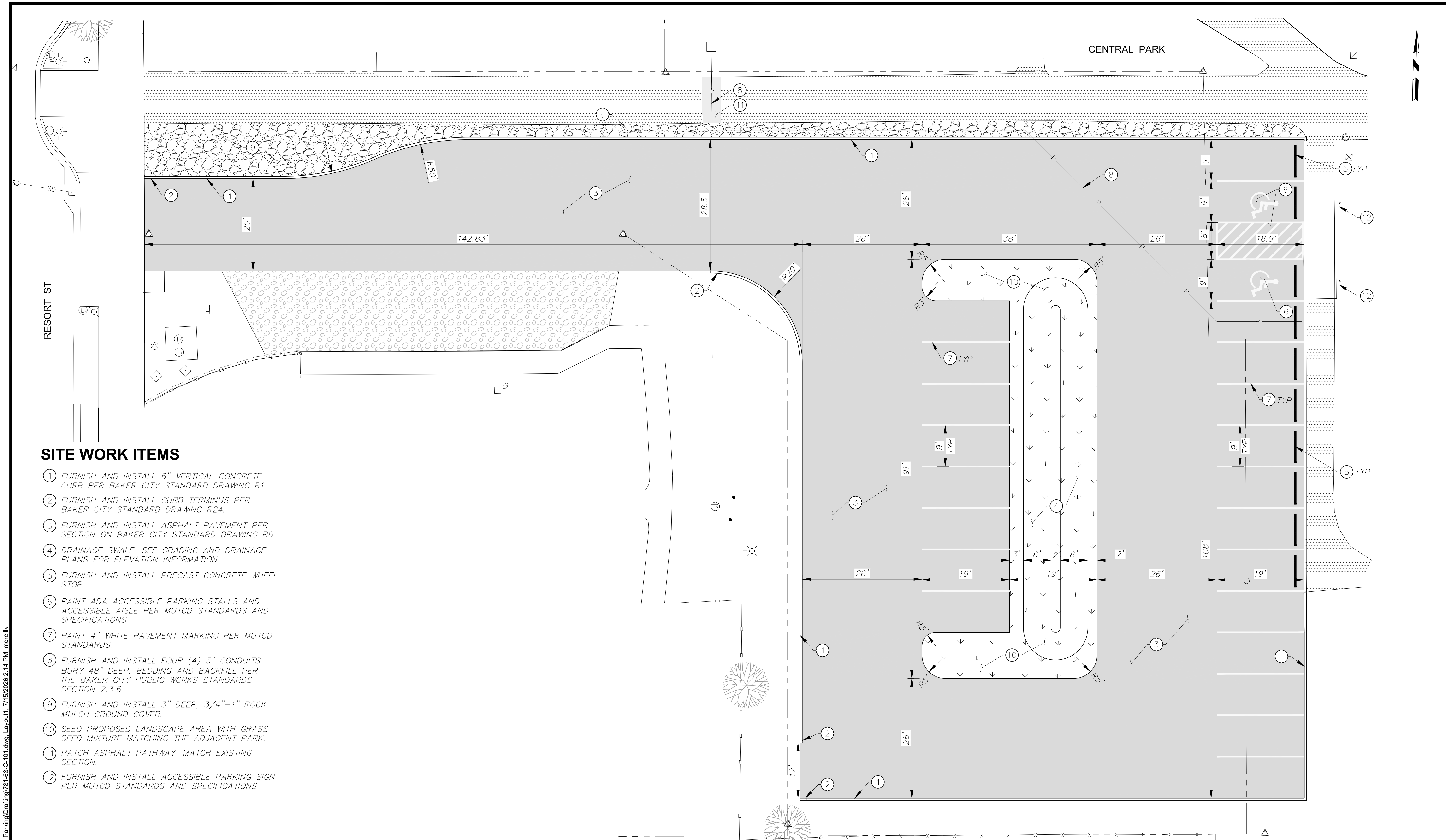
SCALE IN FEET: 10 0 10 20 30

JOB NUMBER 781-63 | DATE July 2026
ACAD FILE 781-63-D-101.dwg

anderson perry

CITY OF BAKER CITY
CENTRAL PARK PARKING LOT IMPROVEMENTS
EXISTING SITE AND DEMOLITION PLAN

SHEET D-101
2 OF 4



SITE WORK ITEMS

1. FURNISH AND INSTALL 6" VERTICAL CONCRETE CURB PER BAKER CITY STANDARD DRAWING R1.
2. FURNISH AND INSTALL CURB TERMINUS PER BAKER CITY STANDARD DRAWING R24.
3. FURNISH AND INSTALL ASPHALT PAVEMENT PER SECTION ON BAKER CITY STANDARD DRAWING R6.
4. DRAINAGE SWALE. SEE GRADING AND DRAINAGE PLANS FOR ELEVATION INFORMATION.
5. FURNISH AND INSTALL PRECAST CONCRETE WHEEL STOP.
6. PAINT ADA ACCESSIBLE PARKING STALLS AND ACCESSIBLE AISLE PER MUTCD STANDARDS AND SPECIFICATIONS.
7. PAINT 4" WHITE PAVEMENT MARKING PER MUTCD STANDARDS.
8. FURNISH AND INSTALL FOUR (4) 3" CONDUITS. BURY 48" DEEP. BEDDING AND BACKFILL PER THE BAKER CITY PUBLIC WORKS STANDARDS SECTION 2.3.6.
9. FURNISH AND INSTALL 3" DEEP, 3/4"-1" ROCK MULCH GROUND COVER.
10. SEED PROPOSED LANDSCAPE AREA WITH GRASS SEED MIXTURE MATCHING THE ADJACENT PARK.
11. PATCH ASPHALT PATHWAY. MATCH EXISTING SECTION.
12. FURNISH AND INSTALL ACCESSIBLE PARKING SIGN PER MUTCD STANDARDS AND SPECIFICATIONS.

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REGISTERED PROFESSIONAL ENGINEER
106369PE
Digitally Signed
OREGON
SEPT 9, 2025
MICHAEL O'REILLY
15/07/2026 14:18
RENEWS 12-31-26

FINAL ELECTRONIC DOCUMENTS AVAILABLE UPON REQUEST

REVISION	BY	DATE

DESIGNED BY: M. OREILLY
DRAWN BY: M. OREILLY/A. GARCIA
REVIEWED BY: B. HANSEN

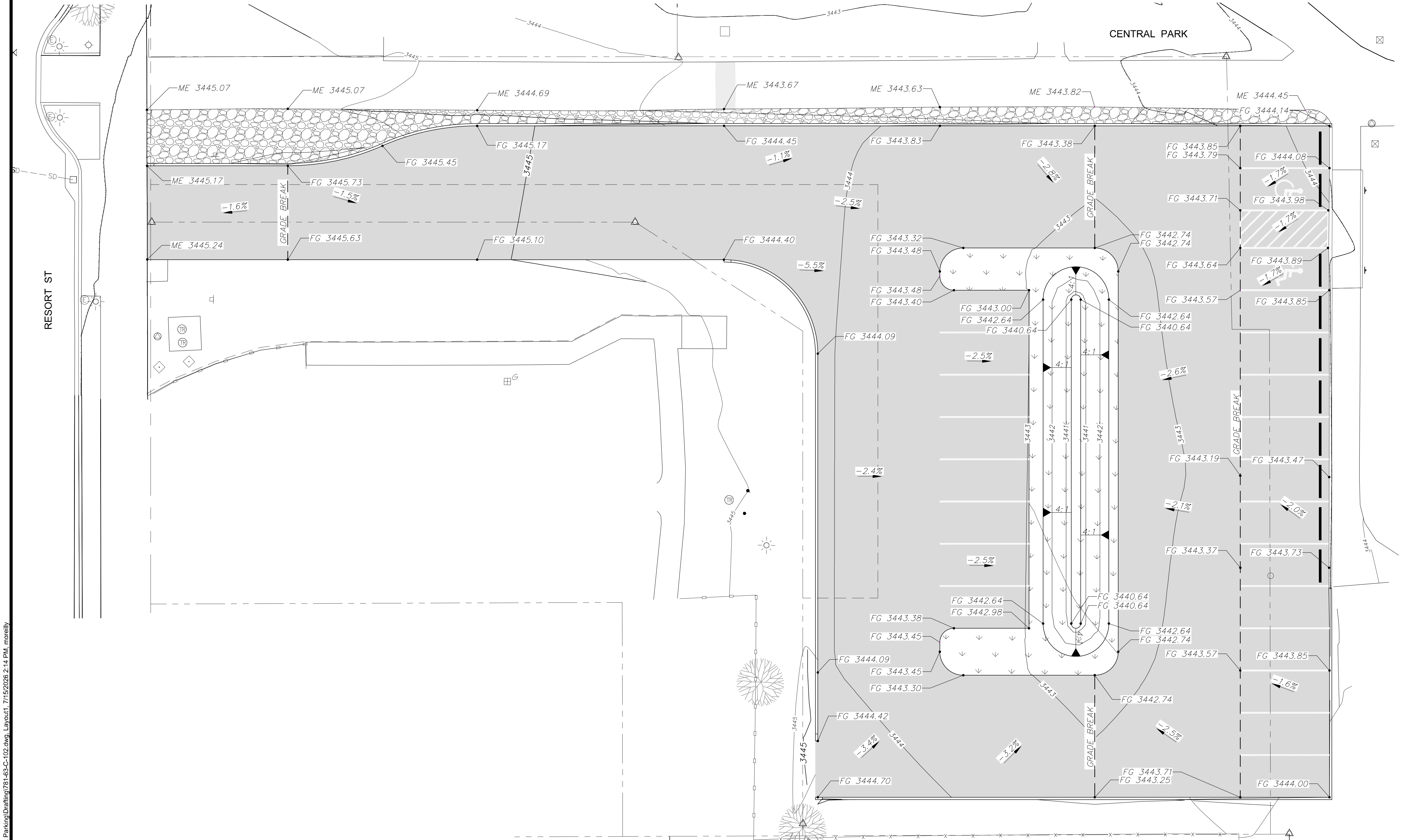
10 0 10 20 30
SCALE IN FEET

JOB NUMBER: 781-63
DATE: July 2026
ACAD FILE: 781-63-C-101.dwg

anderson perry

CITY OF BAKER CITY
CENTRAL PARK PARKING LOT IMPROVEMENTS
SITE PLAN

SHEET
C-101
3 OF 4



REVISION	BY	DATE

DESIGNED BY M. OREILLY
DRAWN BY M. OREILLY/A. GARCIA
REVIEWED BY B. HANSEN

SCALE IN FEET: 10 0 10 20 30

JOB NUMBER 781-63
DATE July 2026
ACAD FILE 781-63-C-102.dwg

anderson perry

CITY OF BAKER CITY

CENTRAL PARK PARKING LOT IMPROVEMENTS

GRADING PLAN

SHEET C-102

4 OF 4

REGISTERED PROFESSIONAL ENGINEER
106369PE
Digitally Signed
OREGON
SEPT. 9, 2025
MICHAEL O'REILLY
RENEWS 12-31-26

15/07/2026 14:18

FINAL ELECTRONIC DOCUMENTS AVAILABLE UPON REQUEST

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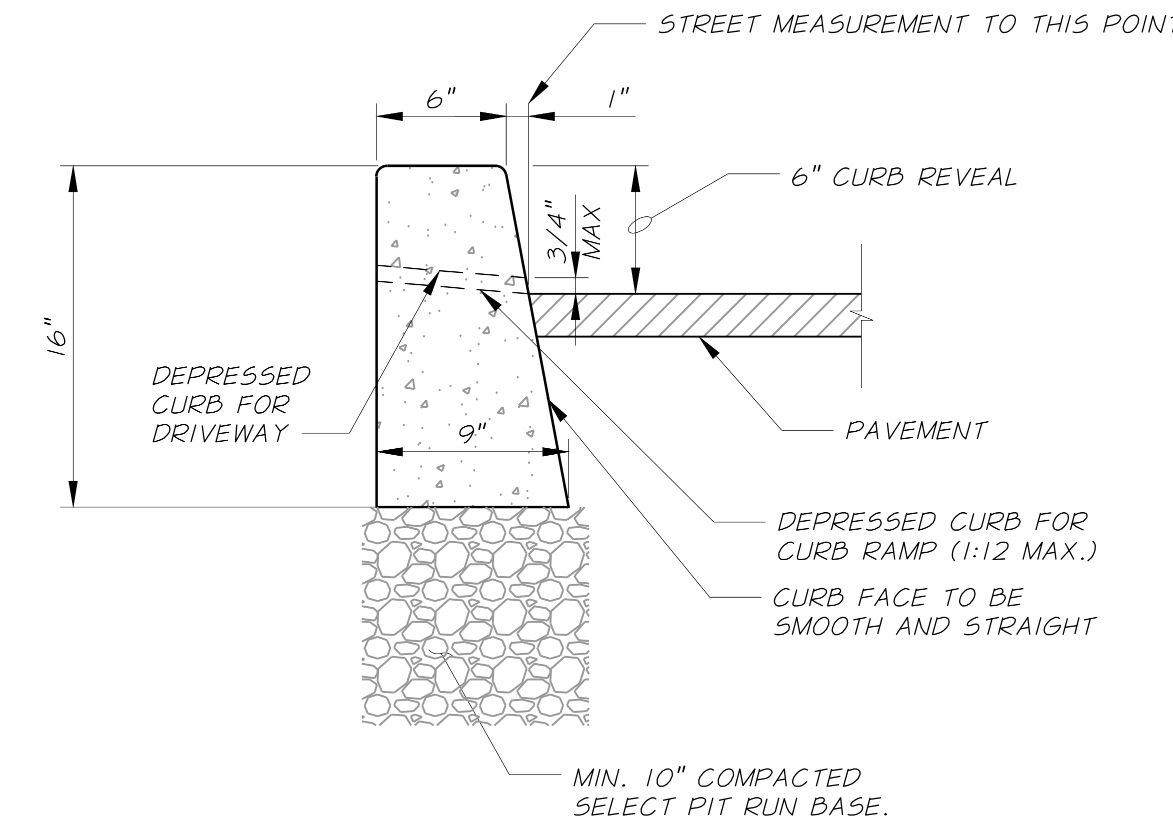
NOTES

1. ALL RADII SHALL BE 3/4" EXCEPT AS OTHERWISE SHOWN.
2. ISOLATION JOINTS SHALL BE PLACED ONLY AS REQUIRED BY CITY.
3. CONTRACTION JOINTS SHALL BE PLACED AT 10-FT. INTERVALS FOR AC CONCRETE STREETS AND SHALL EXTEND FULL WIDTH OF THE CURB AND TO WITHIN 3 INCHED OF THE BOTTOM OF THE CURB.
4. CONTACT BETWEEN CURB AND STREET SHALL NOT VARY BY MORE THAN 1/2") FROM A STRAIGHT LINE.
5. CURB CONTRACTION JOINTS FOR P.O.C. PAVEMENT STREETS SHALL MATCH TRANSVERSE STREET JOINTS. A LAYOUT PLAN MUST BE SUBMITTED FOR CITY APPROVAL.
6. CURB MUST HAVE MIN. 10" OF COMPACTED SELECT PIT RUN BASE



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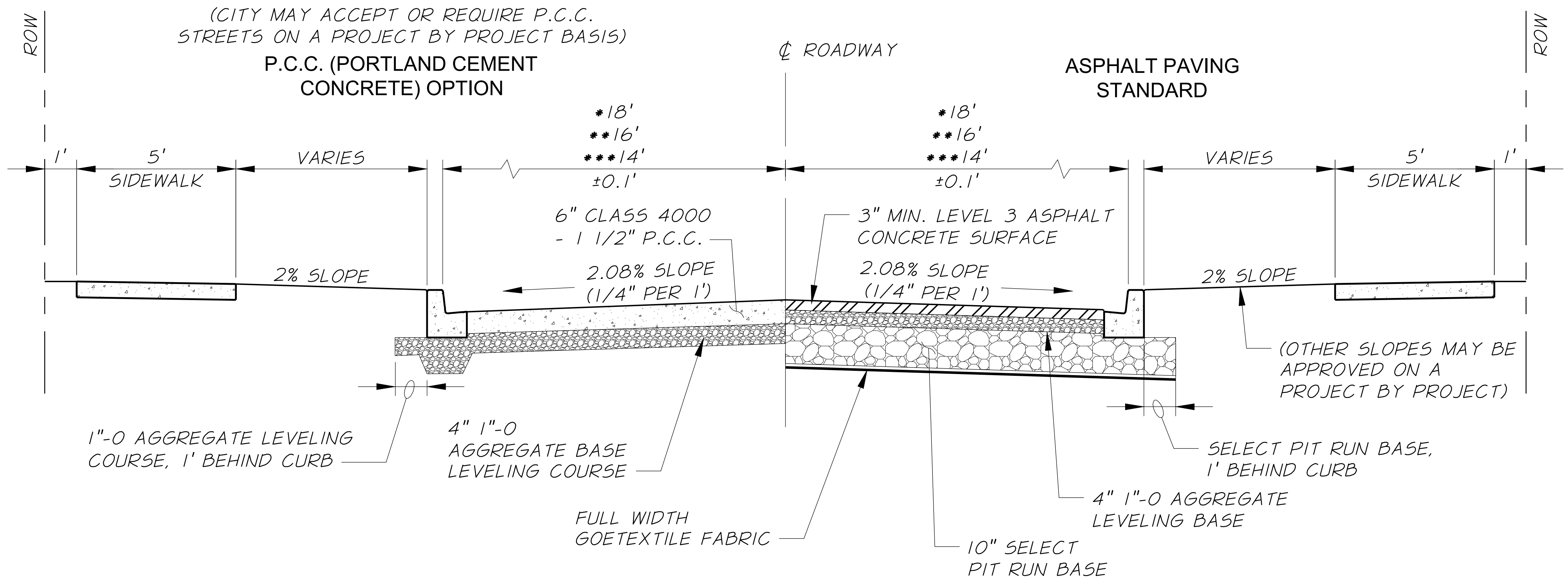
REVISION	DATE

CITY OF
BAKER CITY, OREGON
OFFICE OF TECHNICAL SERVICES

STANDARD STREET DETAILS

TYPICAL STRAIGHT CURB DETAIL

FIGURE
R1



LEGEND

* URBAN MINOR COLECTOR
** URBAN RESIDENTIAL AND CUL-DE-SAC
*** MODIFIED URBAN RESIDENTIAL OR CUL-DE-SAC
(USE OF THE MODIFIED RESIDENTIAL OR CUL-DE-SAC SECTION CAN ONLY BE AUTHORIZED BY BAKER CITY COUNCIL ACTION. PARKING IS GENERALLY ALLOWED ON ONE SIDE ONLY.

NOTE

SPECIFIED DEPTH ARE MINIMUMS. ADDITIONAL DEPTH MAY BE ADDED TO COMPENSATE FOR CONSTRUCTION VARIATIONS OR OTHER ENGINEER CONCERNS. IF ADDITIONAL DEPTH IS ADDED, SUBGRADE SHOULD BE ADJUSTED SO THAT FINISHED SURFACE GRADE IS AS DESIGNED.

REVISION	DATE

CITY OF
BAKER CITY, OREGON
OFFICE OF TECHNICAL SERVICES

STANDARD STREET DETAILS
URBAN TYPICAL SECT. MINOR CONNECTOR, CUL-DE-SAC AND RESIDENTIAL STREETS

FIGURE
R6

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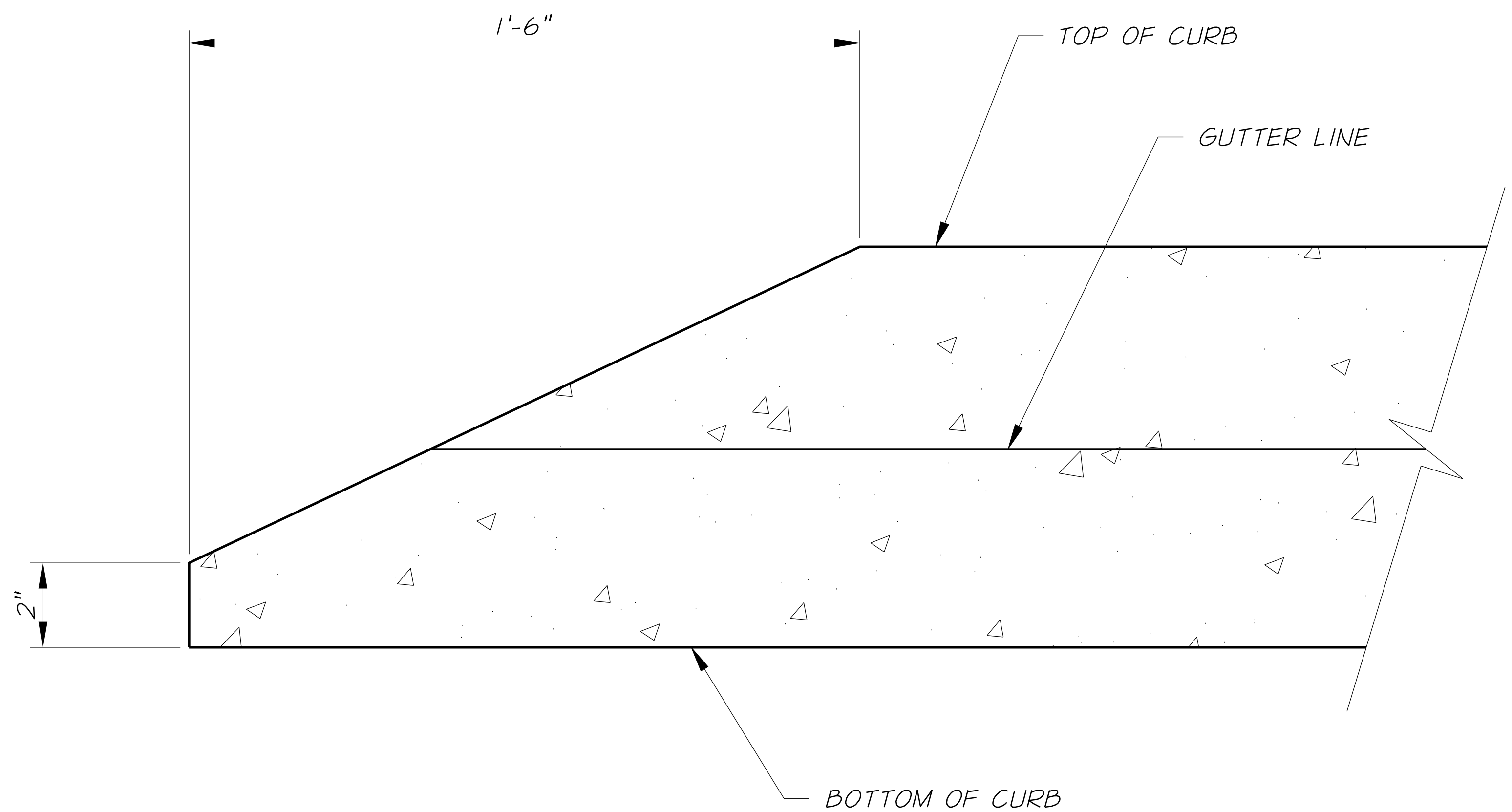

CURB TERMINATION DETAIL

N.T.S.

REVISION	DATE

CITY OF
BAKER CITY, OREGON
OFFICE OF TECHNICAL SERVICES

STANDARD STREET DETAILS
CURB TERMINATION DETAIL

FIGURE
R24

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BID TABULATION

ANDERSON PERRY & ASSOCIATES, INC.									OWNER:	City of Baker City	
P.O. Box 1107				PROJECT:	**City of Baker City, Oregon**					P.O. Box 650 / 1655 1st Street	
La Grande, Oregon 97850					**Central Park Parking Lot Improvements**					Baker City, Oregon 97814	
Bid Opening: 2:00 p.m., July 29, 2026, at City of Baker City, 1655 1st Street, Baker City, Oregon 97814				BIDDERS							
				Engineer's Estimate		JAL Construction, Inc.		Hampton Paving, LLC		R6 Contracting, Inc.	
Item	Description	Unit	Amount	Unit Price	Total	Unit Price	Total	Unit Price	Total	Unit Price	Total
1	Mobilization/Demobilization	L.S.	1	$54,875.00	$54,875.00	$58,000.00	$58,000.00	$33,073.42	$33,073.42	$45,000.00	$45,000.00
2	Temporary Protection and Direction of Traffic/Project Safety	L.S.	1	$1,500.00	$1,500.00	$1,500.00	$1,500.00	$1,500.00	$1,500.00	$10,000.00	$10,000.00
3	Job Photos	Each	5	$10.00	$50.00	$10.00	$50.00	$10.00	$50.00	$10.00	$50.00
4	Erosion and Sediment Control	L.S.	1	$5,000.00	$5,000.00	$500.00	$500.00	$3,975.00	$3,975.00	$7,000.00	$7,000.00
5	Earthwork	L.S.	1	$56,000.00	$56,000.00	$38,000.00	$38,000.00	$30,115.36	$30,115.36	$58,000.00	$58,000.00
6	Remove Existing Sign	Each	1	$500.00	$500.00	$250.00	$250.00	$200.00	$200.00	$550.00	$550.00
7	Remove Asphalt Pavement	S.Y.	5	$60.00	$300.00	$50.00	$250.00	$120.00	$600.00	$200.00	$1,000.00
8	Remove Existing Tree	Each	2	$1,500.00	$3,000.00	$500.00	$1,000.00	$1,047.42	$2,094.84	$1,500.00	$3,000.00
9	6-inch Vertical Curb	L.F.	530	$52.00	$27,560.00	$55.00	$29,150.00	$55.00	$29,150.00	$41.50	$21,995.00
10	Curb Terminus	Each	4	$500.00	$2,000.00	$500.00	$2,000.00	$360.00	$1,440.00	$500.00	$2,000.00
11	3-inch Asphalt Concrete Pavement	S.Y.	1,920	$38.00	$72,960.00	$26.00	$49,920.00	$34.43	$66,105.60	$44.55	$85,536.00
12	3/4”-0 Aggregate Base (3-inch)	S.Y.	135	$22.00	$2,970.00	$12.50	$1,687.50	$47.00	$6,345.00	$33.50	$4,522.50
13	1”-0 Aggregate Base (4-inch)	S.Y.	1,920	$18.00	$34,560.00	$12.50	$24,000.00	$14.57	$27,974.40	$4.75	$9,120.00
14	Select Pit Run Base (10-inch)	S.Y.	2,025	$17.00	$34,425.00	$20.00	$40,500.00	$34.43	$69,720.75	$9.00	$18,225.00
15	Geotextile Fabric	S.Y.	2,025	$2.00	$4,050.00	$2.00	$4,050.00	$1.70	$3,442.50	$4.50	$9,112.50
16	Concrete Wheel Stop	Each	10	$250.00	$2,500.00	$300.00	$3,000.00	$250.00	$2,500.00	$202.50	$2,025.00
17	Pavement Markings	L.S.	1	$5,000.00	$5,000.00	$4,000.00	$4,000.00	$1,500.00	$1,500.00	$1,600.00	$1,600.00
18	3-inch Conduit	L.F.	660	$15.00	$9,900.00	$20.00	$13,200.00	$7.80	$5,148.00	$20.50	$13,530.00
19	Grass Seed Surface Restoration	S.Y.	230	$20.00	$4,600.00	$30.00	$6,900.00	$4.40	$1,012.00	$12.00	$2,760.00
20	Asphalt Pavement Restoration	S.Y.	5	$150.00	$750.00	$100.00	$500.00	$110.75	$553.75	$200.00	$1,000.00
21	Accessible Parking Sign	Each	2	$1,250.00	$2,500.00	$750.00	$1,500.00	$150.00	$300.00	$1,250.00	$2,500.00
		TOTAL BID PRICE			**$325,000.00**		**$279,957.50**		**$286,800.62**		**$298,526.00**
	*Denotes math or rounding error.										

NOTICE OF INTENT TO AWARD CONTRACT

TO: **All Bidders for the Project Listed Below**

DATE OF NOTICE: **August __5__, 2026**

PROJECT NAME: **City of Baker City, Oregon**
Central Park Parking Lot Improvements

NOTICE IS HEREBY GIVEN that the City of Baker City, Oregon (Owner) intends to award the above-described Contract to the following apparent low Bidder:

JAL Construction, Inc.
P.O. Box 6269
Bend, Oregon 97708

NOTICE IS FURTHER GIVEN that any protest of the Owner's Notice of Intent to Award Contract must be filed with City of Baker City, P.O. Box 650 / 1655 1st Street, Baker City, Oregon 97814 on or before seven calendar days from the date of this Notice. Protests must be in writing stating the basis of the protest in detail as provided by Oregon Law and be physically received at the above address on or before said date.

If no protest is filed on or prior to said date, the Owner will thereafter award the above-described Contract to the Bidder named above by issuance of a Notice of Award of Contract to said Bidder.

Dated this 12th day of August 2026.

City of Baker City, Oregon

By Danielle Schuh
Danielle Schuh, Public Works Director

BAKER CITY, OREGON

Date: August 11, 2026
Subject: City Council Goals Update

Action Statement

City Council will receive an update on the Council's goals for 2026.

Background

Earlier this year, the Council approved a set of goals for this calendar year, 2026. Staff have prepared an update on progress towards these goals.

Analysis

On the whole, the City is doing well at achieving its goals. We did not meet the timeline on the two overdue audits, but the 2023-24 audit report is complete and up for approval by the Council for this Council meeting. We will continue diligently working to complete the next audit as quickly as possible. More disaster response preparation is needed as well as additional steps to streamline the development process and establish the new hire policy. All other short term goals are either complete or on track for completion. Mid and long-term goals have seen positive movement, but they are still rated as "yellow" due to the need for additional effort over time.

Potential Motions

N/A, discussion only.

BAKER CITY GOALS 2026

SHORT TERM GOALS

1. **Finalize Plans to Fix Known Issues**
2. **Prioritize Economic Development & Reduce Bureaucracy**
3. **Improve Baker City's Financial Position**

1. FIXING KNOWN ISSUES

PROBLEM	INVIDUAL RESPONSIBLE	GOAL DATE	PROGRESS	DETAILS
Ambulance Billings	Fire Chief	30-Jun-26		All Medicare and Medicaid paperwork is complete; billings have been submitted to Pioneer and Pioneer is actively submitting on the city's behalf. City has received at least one payment. City has also successfully received 3 or 4 fire response billing payments for responding to accidents on the freeway.
Sidewalk and pothole issues	Public Works Director	30-Sep-26		Public works have stressed this effort over the summer. They have used 3,300 lbs of cold mix asphalt, filling 250-260 potholes since March. They've also poured 15 sidewalk replacement panels.
Golf course well	Public Works Director	30-Jun-26		The golf course well is in operation and approved. It is listed with OHA as a back-up emergency well and used several hours per month. The ASR well at the reservoir produces more than enough water to keep up with demand. Golf course well (ASR 2) is programed to automatically start with a drop in pressure of 6 psi in the distribution system.
Audit (2023-24)	Finance Director	30-Jun-26		We did not meet the audit timeline. The 2023-24 audit report is complete now and will be submitted to the Council on 8/11/26. Multiple actions for the 2024-25 audit have already been accomplished to help accelerate the timeline of that audit.
Increase value of public communication and engagement	City Mgr	(Throughout year)		City has been consistently posting information for city residents. In addition, the city published 4 to 5 posts ahead of the Budget Board explaining all the purposes of the various funds, the budget process, and many other areas of information.
Strengthen disaster response	City Mgr	(Throughout year)		The City has responded to multiple requests for mutual aid during the wildfire season and improved its messaging to residents about fire risks during the season. We also have started coordinating a discussion on mass evacuations with the County and other key players to discuss logistics in those scenarios. That will likely happen in the late summer. City still needs to review more disaster checklists and ensure proper preparation for other scenarios.

BAKER CITY GOALS 2026

SHORT TERM GOALS

1. **Finalize Plans to Fix Known Issues**
2. **Prioritize Economic Development & Reduce Bureaucracy**
3. **Improve Baker City's Financial Position**

2. Prioritize Near-Term Econ Develpment & Reduce Bureaucracy

PROBLEM	INVIDUAL RESPONSIBLE	GOAL DATE	PROGRESS	DETAILS
Finalize TLT Transition	Development Manager	31-Oct-26		This goal is mostly complete. The city successfully collected TLT revenue throughout the year, started the new marketing campaign, fixed the challenges with online lodging TLT submissions, and ensured all short-term rentals and loding partners were all registered. The only remaining step is evaluating how the second summer went (compared to the previous summer) and doing an initial assessment on the effectiveness of our marketing. That will be complete by October.
Finalize Planning Transition	City Mgr	31-Dec-26		This goal is on track for completion. We hired a Development Manager, are successfully processing all planning applications, and have improved the planning process and timelines significantly. There are still additional steps needed to improve the AI software we're using and ensure that planning is seamlessly integrated into building and public works processes when it comes to development. Those efforts are underway.
Streamline Development Process	Planning/Building/PW	31-Dec-26		This goal is mostly on track. In addition to the planning-related notes from the goal above, the city has also implemented new water/wastewater connection fees, finished the development survey and implementing associated changes, and ensuring significant more cross talk between departments for new development projects. Items still in the works are: development code changes, rolling out enhanced customer "back to basics" mindset, and gathering additional feedback after changes.

BAKER CITY GOALS 2026

SHORT TERM GOALS

1. **Finalize Plans to Fix Known Issues**
2. **Prioritize Economic Development & Reduce Bureaucracy**
3. **Improve Baker City's Financial Position**

3. Improve Baker City's Financial Position

PROBLEM	INVIDUAL RESPONSIBLE	GOAL DATE	PROGRESS	DETAILS
Establish General Fund Capital Plan	City Mgr / Finance Directo	30-Jun-26		The GF Capital Plan was approved by Council for submission to the Budget Board and approved by the Budget Board / adopted by City Council.
Establish New Hire Policy	City Mgr / HR Director	31-Jul-27		New hire policy established for BCEA and non-rep; working to get it into PD contract currently under negotiation; FD next spring/summer.
Continue Grant Efforts	All Directors	N/A		2x Leo Adler grants, federal CIP, state capital funding, Assistance to Firefighters, and OR cemetery grants are among the many grants we have applied for.

BAKER CITY GOALS 2026

MID TERM GOAL (3-5 Years)	STATUS
Increase Opportunities for Citizens and Make City More Attractive	
- Encourage development of new business	Notes: the city is seeing an uptick in new development requests
- Visible Progress Improving Commercial Corridors & City Infrastructur	There has also been improvements to city parks, cemetery,
	specific city streets and city facilities.

LONG TERM GOAL (5+ Years)	STATUS
Sustainable Infrastructure & Job/Community Amenities	
- Plans in place for sustainable infrastructure lasting the next two decade	Notes: continued discussions with school district, county, and
- On track for right mix of jobs in Baker City	other relevant organizations to ensure we are trying to create new
- On track for right mix of community amenities in Baker City	opportunities for Baker residents. Examples include the lineman
	school, Elkhorn Industrial development, D&B expansion, new
	pharmacy, new commercial business building by Albertsons, etc.

BAKER CITY, OREGON

Date: August 11, 2026
Subject: 2024 Audit Report

Action Statement

City Council can approve the 2024 Audit Report for Baker City.

Background

The attached audit completes the annual audit requirement for the budget year 2023-2024.

Analysis

The City has been behind on two audits over the last three years. The 2023-24 audit took a substantial amount of work due to the required changes from the period of time when Baker City did not have a Finance Director with municipal accounting experience. The audit is now complete and the process also streamlined most areas to help speed the drafting of the additional audit that is overdue (2024-25).

Potential Motions

"I, Councilor __________, move to approve the 2024 audit report submitted by Zwygart John & Associates CPAs."

BAKER CITY, OREGON

ANNUAL FINANCIAL REPORT
AND BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2024

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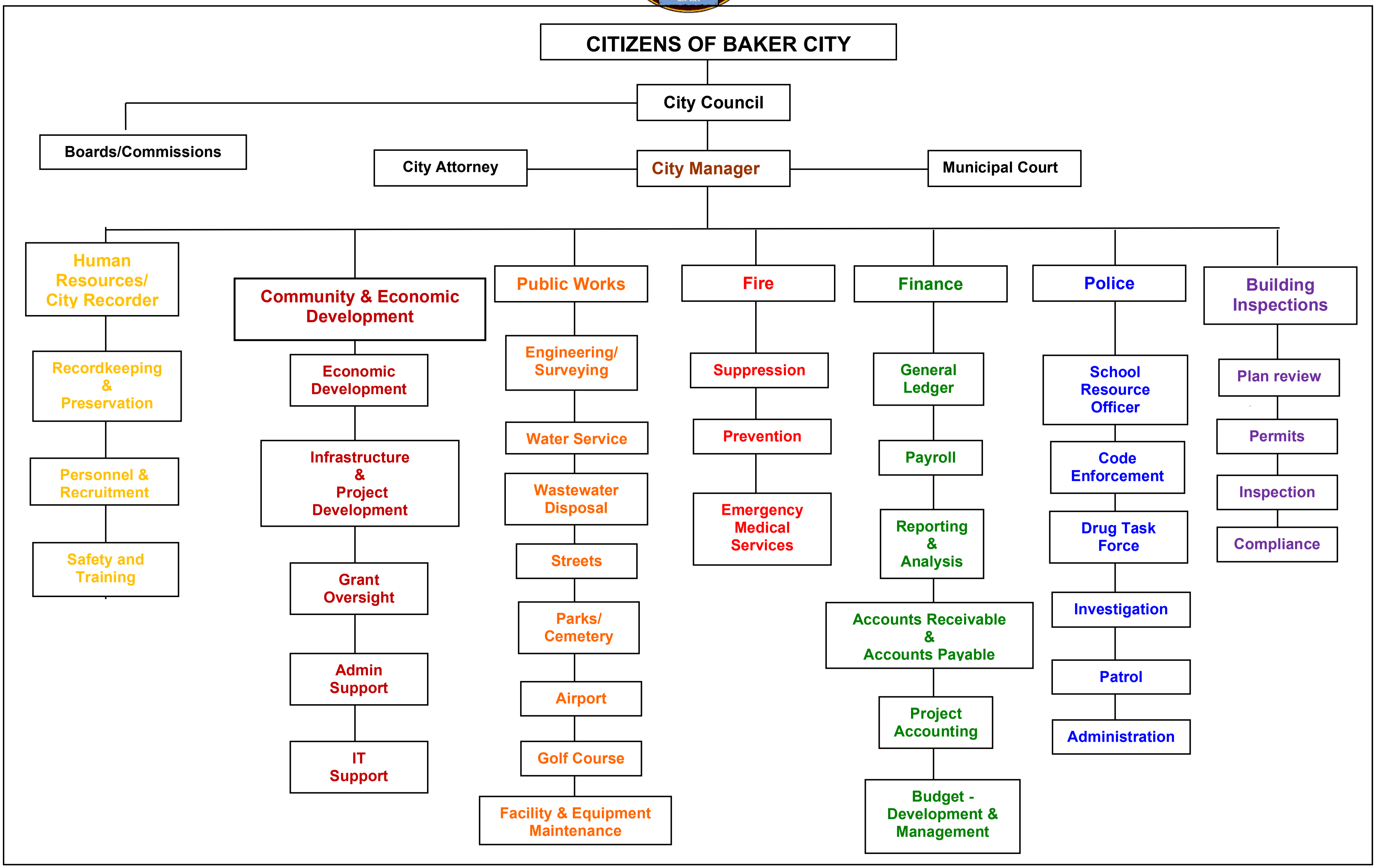
Introductory Section

City of Baker City



BAKER CITY
City Hall
1655 1st Street
Baker City, Oregon 97814

ELECTED MAYOR AND CITY COUNCIL AT JUNE 30, 2024

	Term Expiration
Mayor:	
Randy Daugherty 2900 Colorado Street	December 31, 2025
Council Members:	
Doni Bruland 1246 Broadway Avenue	December 31, 2025
Nic Carmen 35 Foothill Drive	December 31, 2025
Roger Coles 2526 Auburn Avenue	December 31, 2025
Loran Joseph 2464 Baker Street	December 31, 2025
Helen Loennig 1638 Broadway Street	December 31, 2025
Larry Pearson 2970 Grandview Drive	December 31, 2025

APPOINTED CITY OFFICERS AS OF JUNE 30, 2024

City Manager:

Timothy Barry Murphy

City Finance Director:

Kent Bailey

City Attorney:

Dan Van Thiel

Municipal Judge:

Brent Kerns

Financial Section

ZJ
ZWYGART JOHN
CERTIFIED PUBLIC ACCOUNTANTS
Zwygart John & Associates CPAs, PLLC
16130 North Merchant Way, Suite 120 ◆ Nampa, Idaho 83687
Phone: 208-459-4649 ◆ FAX: 208-229-0404

Independent Auditor's Report

Honorable Mayor and City Council
Baker City, Oregon

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Baker City, Oregon (the City), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Commission 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.

Management's Responsibility for the Financial Statements

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

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 City's ability to continue as a going concern for one year after the date that the financial statements are issued.

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 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City'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 City'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 Management's Discussion and Analysis, the budgetary comparison schedules, schedules of the City's Proportionate Share of the Net Pension Liability (Asset), and the City's Contributions to the Oregon Public Employees Retirement System (OPERS), Schedule of Proportionate Share of Net OPEB Liability (Asset), Schedule of Contributions to the OPERS Retirement Health Insurance Account, Schedule of Changes to the City's OPEB Liability and Related Ratios and Notes to Required Supplementary Information (as listed in the Table of Contents) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the 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.

The budget and actual schedules for the General Fund and Special Revenue Funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare 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 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Supplemental Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying supplemental information, as listed in the Table of Contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other recurds used to prepare the basic financial statements or 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 are 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 Organization Chart, List of City Officials, and the Summary of Property Tax Transactions but does not include the basic financial statements and our auditor's opinion thereon. Our opinions on the basic financial statements do no 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 August 5, 2026 on our consideration of Baker City, Oregon's internal control over financial reporting and on tests of its compliance with the provisions of Oregon Revised Statutes as specified in the Oregon Administrative Rules OAR 162-10-000 to 162-10-320. 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.

Zwygart John and Associates, CPAs PLLC

Nampa, Idaho
August 5, 2026

Management's Discussion & Analysis

The management of the City of Baker City, Oregon (City) presents this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2024. This Management's Discussion and Analysis (MD&A) is based upon currently known facts, decisions, and conditions that existed as of the date of the independent auditor's report.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

The *Statement of Net Position.* The statement of net position presents information on all the assets and liabilities of the City at year end. Net position is what remains after the liabilities have been paid or otherwise satisfied. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

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

Both government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*).

The government-wide financial statements can be found on pages 22-23 of this report.

Fund financial statements provide more detailed information about the City's funds, focusing on its most significant or "major" funds – not the City as a whole. A fund is a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

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

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

The City maintains thirteen governmental funds. Information is presented separately in the governmental fund statements for the General Fund and the Street Fund which are considered major funds. The basic governmental fund financial statements can be found on pages 24-27 of this report. Data from the other governmental funds are combined into a single, aggregated presentation on these statements. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements on pages 80-88.

Proprietary funds - the City maintains six proprietary funds. Functions that are intended to recover all or a significant portion of their costs through user fees and charges are accounted for in proprietary funds. Proprietary funds are further designated as either enterprise funds or internal service funds.

Enterprise funds are used to account for services provided to outside entities. Four of the City's proprietary funds are Enterprise funds. These funds are used to account for financial transactions related to the City's water utility, wastewater utility, building inspections, and golf course.

Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses two internal service funds to account for its equipment maintenance and replacement and inventory functions.

The basic proprietary fund financial statements can be found on pages 28-30 of this report.

Notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 31-70 of this report.

Other statements – Major funds are included within the basic financial statements, where non-major funds are presented here as "combining statements." These statements include balance sheets and statements of revenues, expenditures, and changes in fund balances. A final type of report is the budgetary comparison schedules. These are presented for all funds.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Analysis of Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Baker City, assets and deferred outflows exceeded liabilities and deferred inflows by $64,086,570 at the close of the most recent fiscal year.

By far the largest portion of the City's net position (79 percent) reflects its investment in capital assets (e.g. land, buildings, and equipment) less any related debt that is still outstanding that was used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided by other sources, since capital and leased assets cannot be used to liquidate these liabilities. The following is a summary of net position:

BAKER CITY SUMMARY OF NET POSITION

	2024			2023		
	Governmental Activities	Business - Type Activities	Total	Governmental Activities	Business - Type Activities	Total
ASSETS						
Current and Other Assets	$ 10,496,767	$ 12,069,368	$ 22,566,135	$ 2,652,948	$ 11,015,971	$ 13,668,919
Capital Assets	19,186,577	38,574,268	57,760,845	20,213,293	37,675,700	57,888,993
Total Assets	29,683,344	50,643,636	80,326,980	22,866,241	48,691,671	71,557,912
DEFERRED OUTFLOWS	2,176,576	1,080,903	3,257,479	1,775,942	75,600	1,851,542
LIABILITIES						
Long-Term Liabilities	6,059,740	9,846,064	15,905,804	4,608,533	8,850,212	13,458,745
Other Liabilities	1,285,516	1,084,919	2,370,435	1,435,483	1,461,696	2,897,179
Total Liabilities	7,345,256	10,930,983	18,276,239	6,044,016	10,311,908	16,355,924
DEFERRED INFLOWS	832,493	389,157	1,221,650	1,821,618	770,264	2,591,882
NET POSITION						
Investment in Capital Assets, Net of Related Debt	19,186,577	31,337,326	50,523,903	20,114,902	30,545,115	50,660,017
Restricted	1,293,582	275,000	1,568,582	1,955,177	275,000	2,230,177
Unrestricted	3,202,012	8,792,073	11,994,085	706,470	7,545,384	8,251,854
Total Net Position	$ 23,682,171	$ 40,404,399	$ 64,086,570	$ 22,776,549	$ 38,365,499	$ 61,142,048

An additional portion of the City's net position (2.4 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position ($11,994,085) may be used to meet the City's ongoing obligations to citizens and creditors.

Net position for the City as a whole increased by $2,944,522 during the fiscal year ended, June 30, 2024. The following is an analysis of this increase.

Analysis of Changes in Net Position

BAKER CITY SUMMARY OF CHANGES IN NET POSITION

	2024			2023		
	Governmental Activities	Business - Type Activities	Total	Governmental Activities	Business - Type Activities	Total
REVENUES						
Program Revenues:						
Fines, Fees and Charges for Service	$ 257,792	$ 5,993,136	$ 6,250,928	$ 293,369	$ 6,923,563	$ 7,216,932
Operating Grants and Contributions	1,312,316	-	1,312,316	1,629,050	-	1,629,050
Capital Grants and Contributions	614,584	-	614,584	315,439	1,030	316,469
General Revenues:						
Property Taxes	4,696,974	-	4,696,974	4,109,765	-	4,109,765
Franchise Taxes and Public Service Taxes	1,219,029	-	1,219,029	1,408,607	-	1,408,607
Grants and Contributions not Restricted	326,657	-	326,657	-	-	-
Investment Earnings	431,459	447,051	878,510	367,938	243,369	611,307
Miscellaneous	135,862	830,339	966,201	13,813	-	13,813
Total Revenues	8,994,673	7,270,526	16,265,199	8,137,981	7,167,962	15,305,943
EXPENSES						
General Government	672,360	-	672,360	1,348,826	-	1,348,826
Public Safety	4,731,018	-		3,873,703	-	3,873,703
Transportation and Streets	1,585,458	-		1,765,282	-	1,765,282
Culture and Recreation	427,262	-		451,087	-	451,087
Economic Development	44,095	-		234,127	-	234,127
Cemetery	173,208	-		171,283	-	171,283
Airport	259,057	-		10,594	-	10,594
Hydro-Electric Plant	4,173	-		15,524	-	15,524
Interest on Long-Term Debt	3,911	-		7,821	-	7,821
Water	-	2,656,304		-	2,349,163	2,349,163
Wastewater	-	1,827,676		-	1,730,876	1,730,876
Golf Course	-	64,415		-	42,044	42,044
Building Department	-	732,083	732,083	-	668,877	668,877
Total Expenses	7,900,542	5,280,478	1,404,443	7,878,247	4,790,960	12,669,207
Operating Transfers	(54,371)	54,371	-	(135,000)	135,000	-
Change in Net Position	1,039,760	2,044,419	3,084,179	124,734	2,512,002	2,636,736
Net Position - Beginning of Year	22,776,549	38,365,499	61,142,048	22,872,473	36,008,657	58,881,130
Prior Period Adjustments	(134,138)	(5,519)	(139,657)	(220,658)	(155,160)	(375,818)
Total Net Position	$ 23,682,171	$ 40,404,399	$64,086,570	$ 22,776,549	$ 38,365,499	$61,142,048

Governmental activities: During the fiscal year ended June 30, 2024, net position of the governmental activities increased by $905,622. This increase included the change in net position of $1,039,760 reduced by prior period adjustments of $134,138.

Analysis of Changes in Net Position – Governmental activities (continued)

More than half of the increase in net position resulted from the receipt and recognition of $587,209 in additional property tax revenue. This increase was primarily attributable to the recognition of potential property tax refund credits related to assessments under litigation. Other contributing factors included $149,747 in public safety fee revenue, approved by resolution on May 14, 2024; recognition of $163,560 in federal American Rescue Plan Act grant revenue; and increased interest earnings resulting from higher cash balances and changes in interest rates.

Business-type activities: During the fiscal year ended June 30, 2024, the net position of governmental activities increased by $2,038,900. This amount reflects an increase in net position of $2,044,419, offset by prior-period adjustments of $5,519.

The net position of the Water Utility Fund increased by $856,588, while the net position of the Wastewater Utility Fund increased by $689,035. The City continues to accumulate and use resources for significant infrastructure projects, including the repair and replacement of water transmission and distribution lines and completion of the required wastewater storage and effluent disposal project.

The net position of the Golf Course Fund increased by $447,663, primarily due to the City's efforts to secure funding for replacement of the irrigation system serving the front nine holes of the City-owned golf course.

Net position in the Building Inspection Fund decreased by $85,153. Building activity is influenced by economic conditions and typically slows during periods of higher inflation and interest rates. City management has made a concerted effort to maintain adequate reserves, allowing the City to provide consistent building inspection services during temporary seasonal or economic downturns.

FUND ANALYSIS

The following is an analysis of the difference in the ending fund balance of each of the City's major funds.

Major Governmental Funds

General Fund: During the fiscal year ended June 30, 2024, the ending fund balance of the General Fund increased from $1,556,950 to $1,559,107. The General Fund is on the modified accrual basis of accounting where revenue is recognized when both measurable and available. Revenues are determined to be available if they are received within two months of the end of the reporting period. Certain revenue in the General Fund was not received within two months of the end of the fiscal year and was therefore, was not reported in the fiscal year ended June 30, 2024. These deferred revenues are outlined on page 41 in the notes to the financial statements.

State Tax Street Fund: The ending fund balance of the Street Fund increased from $2,352,667 to $3,085,963. Despite increases in road and property tax revenues, the City must accumulate reserves over multiple fiscal years to finance significant street improvement projects. By completing larger projects periodically, the City is also able to achieve economies of scale and reduce overall project costs.

Enterprise Funds

Water Fund: The ending funding balance of the Water Fund increased from $26,317,589 to $27,174,177. Water utility rates have been established at a level sufficient to support major infrastructure improvements. The City is currently replacing several miles of transmission and distribution lines that convey water from the watershed to the City.

Wastewater Fund: The ending fund balance of the Wastewater Fund increased from $9,530,488 to $10,219,523. The City is completing approximately $8,000,000 in infrastructure improvements required to comply with Oregon Department of Environmental Quality standards for wastewater effluent disposal. The project is being financed through Wastewater Fund reserves and debt proceeds from the State of Oregon's DEQ sewer financing program. Wastewater rates have been increased to provide sufficient resources for future debt service obligations.

Golf Course Fund (Non-Major): The ending fund balance of the Golf Course Fund increased from $1,265,688 to $1,713,351. The increase of $447,663 was due to donations and grants received for replacement of the irrigation system serving the original nine holes of the golf course. The golf course is operated by a concessionaire who works closely with City management in a collaborative effort to make this City asset financially self-sustaining.

Building Inspections Fund: The ending net position of the Building Inspections Fund decreased from $440,700 to $355,547. The decrease was primarily attributable to a decline in permit activity within Baker City and Baker County, which resulted in a $153,000 reduction in permit revenue. This reduction was partially offset by approximately $63,000 in operating expense savings. Certain building inspection costs, including the State of Oregon surcharge and contracted inspection services, vary with permit revenue and generally decrease when permit activity declines.

BUDGETARY HIGHLIGHTS

The following are explanations for budget resolutions that were approved by City Council throughout the fiscal year to make changes to the 2023-24 adopted budget:

- The City received a $25,000 unanticipated Leo Adler Foundation grant for fire engine repairs. This grant was appropriated in the Fire Equipment Reserve Fund, Fire & Emergency Services Equipment Department.

- The City received a $7,500 unanticipated CityCounty Insurance Services grant for the purchase of police body cameras. This grant was appropriated in the State and Federal Grants Fund, Tactical Equipment Department.

- The City received a $25,000 unanticipated Leo Adler Foundation grant for the railroad Quiet Zone Project. This grant was appropriated in the State and Federal Grants Fund, Quiet Zone Department.

- The City received a $35,000 unanticipated State of Oregon, Wildfire Staffing grant to fund part-time firefighter salaries and any overtime costs incurred for wildland firefighting. This grant was appropriated in the General Fund, Fire Department.

CAPITAL ASSET AND DEBT ACTIVITY

Capital asset activity for the fiscal year ended June 30, 2024, is summarized on pages 43-45 in the notes to the financial statements. The following is a summary of the assets purchased, constructed or received through contributions during the fiscal year ended June 30, 2024:

Governmental Activities	
Central Park Splash Pad (In Process)	$ 103,357
Airport Taxiway Improvements (In Process)	86,157
Airport Master Plan (In Process)	181,098
Cold Planer (Split with Business-Type)	10,978
Housing Production Strategy	17,054
Park Springs Road Paving (Contributed Asset)	80,748
Park Springs Road Curbs and Sidewalks (Contributed Asset)	43,153
Thirteenth Street Paving (Contributed Asset)	24,075
Total Governmental Activities	$ 546,620
Business-Type Activities	
Wastewater System Enhancements (In Process)	$ 86,533
Golf Course Well and Well House	206,629
Vactor Truck	400,000
Cold Planer (Split with Governmental Activities)	21,954
UV Camera and Locator	10,502
Vacuum	8,922
Can Am Side-by-Side	19,699
Water System Enhancements	1,217,259
Wastewater Cured-In-Place Pipelining	164,280
Wastewater System Enhancements	149,821
Total Business-Type Activities	2,285,599
Grand Total	$ 2,832,219

CONDITIONS AFFECTING THE CITY'S FINANCIAL SITUATION

The following are currently known facts, decisions, or conditions that are expected to have a significant impact on the City's financial health:

- Measure 50 and Measure 5, tax limitation measures, continue to suppress revenue from property taxes. The annual increase in property taxes alone is not enough to keep up with annual salary, health insurance and PERS benefits.

- The City enacted several resolutions and ordinances to improve its revenue positions in several areas. It encouraged more economic growth, particularly in the Elkhorn Industrial Park which will lead to additional tax revenue. It increased franchise fee rates for all current agreements and started to update contracts related to the golf course and airport to improve both financial positions. The City put in place an effort to receive funds from the County's transient lodging tax (of which the City contributes approximately 80% of that revenue). The City enacted a Public Safety Fee to help cover the shortfall in the Police and Fire budgets which will help stabilize the financial position of both departments.

- AFSCME Local 2175 Baker City Employees Association, Baker City Police Association and Baker City Professional Firefighters labor contracts were negotiated for staggered periods of three-plus years. Increases for non-represented staff are now based on performance and should be reviewed during the budget process each year. The known impacts of these actions are listed in the table below.

	Police	Fire	AFSCME	Non-Represented
July 1, 2024 Salary Increase	4.3%	4%	4.3%	TBD
July 1, 2025 Salary Increase	2.7%	3%	2.7%	TBD
July 1, 2026 Salary Increase	TBD	3%	2.6%	TBD
July 1, 2027 Salary Increase	TBD	TBD	2-5%	TBD

TBD – to be determined.

- The PERS rates, which are set for a period of two years, continue to increase. Oregon PERS board has published the rates for July 1, 2025 to June 30, 2027. These rates are based on a December 31, 2023 valuation.

	Tier 1 & Tier 2	OPSRP General Service	OPSRP Police & Fire
Rates for July 1, 2023 to June 30, 2025	27.45%	21.72%	26.51%
July 1, 2025 to June 30, 2027	29.30%	24.12%	29.39%

- Street fund resources (mainly state gas taxes and property taxes) are not sufficient to keep the City's streets in good condition. The costs of asphalt and concrete continue to rise sharply. If the City's streets are not properly maintained (i.e. overlays, chip sealing, fog sealing, crack sealing) they will continue to deteriorate. The 2023 pavement management plan highlighted this need with 48.38% of the City's streets listed as fair condition and 9.17% listed as poor condition.

- Due to state and federal regulatory requirements restricting the discharge of effluent water into the Powder River, the City constructed an additional wastewater lagoon to increase storage capacity. The City continues to work through litigation related to the lagoon liner and is still unable to utilize the wastewater lagoon at this time.

REQUESTS FOR INFORMATION

The City's financial statements are designed to present the users with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions about the report or need additional financial information please contact the City's Finance Director, Jeanie Dexter at PO Box 650, Baker City, OR 97814 or via email at financeadmin@bakercity.com.

Basic Financial Statements

BAKER CITY
STATEMENT OF NET POSITION
JUNE 30, 2024

	Governmental Activities	Business-type Activities	Total
Assets			
Cash and Cash Equivalents	$ 7,591,927	$ 10,018,625	$ 17,610,552
Receivables:			
Accounts Receivables, Net	287,202	669,326	956,528
Taxes Receivable	467,970	-	467,970
Interest Receivable	3,858	-	3,858
Notes and Assessments	573,031	11,091	584,122
Intergovernmental	235,976	-	235,976
Prepaid Items	55,662	32,574	88,236
Internal Balances	(1,032,431)	1,032,431	-
Inventories	429,332	-	429,332
Restricted Assets:			
Temporarily Restricted Cash and Cash Equivalents	510,628	275,000	785,628
Permanently Restricted Cash and Cash Equivalents	782,954	-	782,954
Member Capital Credits	315,807	-	315,807
Other Assets	889		889
Net OPEB Asset	91,720	30,321	122,041
Leased Assets, Net of Amortization	182,242	-	182,242
Capital Assets:			
Land	1,729,655	1,503,077	3,232,732
Construction in Process	625,037	6,852,930	7,477,967
Depreciable Assets, Net of Depreciation	16,831,885	30,218,261	47,050,146
Total Assets	$ 29,683,344	$ 50,643,636	$ 80,326,980
Deferred Outflows of Resources			
Deferred Outflows Related to Pension	2,156,905	1,074,400	3,231,305
Deferred Outflows Related to OPEB	19,671	6,503	26,174
Total Deferred Outflows of Resources	2,176,576	1,080,903	3,257,479
Liabilities			
Accounts Payable	$ 297,623	$ 355,614	$ 653,237
Customer Deposits and Other Payables	-	87,000	87,000
Wages, Payroll Taxes and Benefits Payable	303,477	153,229	456,706
Unearned Revenue	450,000	197,339	647,339
Compensated Absences Payable	234,416	137,674	372,090
Accrued Interest Payable	-	154,063	154,063
Long-term Obiligations:			
Due Within One Year:			
Long-term Liabilities	53,968	84,317	138,285
Due in More than One Year:			
Long-term Liabilities	49,549	6,842,495	6,892,044
Net Post-Employment Benefits Liability	284,554	94,070	378,624
Net Pension Liability	5,671,669	2,825,182	8,496,851
Total Liabilities	7,345,256	10,930,983	18,276,239
Deferred Inflows of Resources			
Deferred Inflows Related to Pension	680,124	338,785	1,018,909
Deferred Inflows Related to OPEB	152,369	50,372	202,741
Total Deferred Inflows	832,493	389,157	1,221,650
Net Position			
Net Investment in Capital Assets	19,186,577	31,493,393	50,679,970
Restricted:			
Cemetery Care	274,453	-	274,453
Tile Replacement	2,174	-	
2089 Celebration	3,490	-	3,490
Street Trees	121,781	-	121,781
Railroad Quiet Zone	108,730	-	108,730
Wastewater Debt Reserve	-	275,000	275,000
Street Trees Permanent Trust	782,954	-	782,954
Unrestricted	3,202,012	8,636,006	11,838,018
Total Net Position	$ 23,682,171	$ 40,404,399	$ 64,084,396

The accompanying notes are an integral
part of the financial statement.

BAKER CITY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
Functions / Programs	Expenses	Fines, Fees and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
General Government	$ 672,360	$ 33,296	$ 750	$ 15,713	$ (622,601)	$ -	$ (622,601)
Public Safety	4,731,018	47,705	255,665	25,600	(4,402,048)	-	(4,402,048)
Highways and Streets	1,585,458	17,249	1,055,901	147,976	(364,332)	-	(364,332)
Culture and Recreation	427,262	40	-	99,883	(327,339)	-	(327,339)
Airport	259,057	10,743	-	244,801	(3,513)	-	(3,513)
Cemetery	173,208	94,473	-	-	(78,735)	-	(78,735)
Hydro-electric Plant	4,173	54,286	-	-	50,113	-	50,113
Economic and Community Development	44,095	-	-	80,611	36,516	-	36,516
Interest on Long Term Debt	3,911	-	-	-	(3,911)	-	(3,911)
Total Governmental Activities	7,900,542	257,792	1,312,316	614,584	(5,715,850)	-	(5,715,850)
Business-type Activities:							
Water Utility	2,656,304	3,190,016	-	-	-	533,712	533,712
Wastewater Utility	1,827,676	2,185,913	-	-	-	358,237	358,237
Golf Operation	64,415	5,500	-	-	-	(58,915)	(58,915)
Building Inspection	732,083	611,707	-	-	-	(120,376)	(120,376)
Total Business-type Activities	5,280,478	5,993,136	-	-	-	712,658	712,658
Total Government	$ 13,181,020	$ 6,250,928	$ 1,312,316	$ 614,584	(5,715,850)	712,658	(5,003,192)
General Revenues:							
Property Taxes					4,696,974	-	4,696,974
Franchise and Public Services Taxes					1,219,029	-	1,219,029
Grants and Contributions Not Restricted to a Particular Program					326,657	-	326,657
Rental Income					33,103	3,771	36,874
Interest on Investments					431,459	447,051	878,510
SAIF Refund					16,295	-	16,295
Miscellaneous					86,464	826,568	913,032
Transfers:							
Operating					(54,371)	54,371	-
Total General Revenue and Transfers					6,755,610	1,331,761	8,087,371
Change in Net Position					1,039,760	2,044,419	3,084,179
Net Position July 1, 2023					22,776,549	38,365,499	61,142,048
Restatement of Beginning Net Position					(134,138)	(5,519)	(139,657)
Net Position June 30, 2024					$ 23,682,171	$ 40,404,399	$ 64,086,570

The accompanying notes are an integral part of the financial statement.

BAKER CITY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	General Fund	State Tax Street Fund	Other Governmental Funds	Total Governmental Funds
Assets:				
Cash and Cash Equivalents	$ 1,802,997	$ 3,073,951	$ 3,283,049	$ 8,159,997
Accounts Receivable (Net of Allowance for Uncollectible Accounts)	286,566	636	-	287,202
Intergovernmental Receivable	80,345	72,613	83,018	235,976
Interest Receivable	-	-	3,858	3,858
Prepaid Items	45,778	6,367	467	52,612
Taxes Receivable	369,182	86,434	12,354	467,970
Notes and Assessments Receivable	-	-	573,031	573,031
Other Assets	315,807	-	889	316,696
Total Assets	$ 2,900,675	$ 3,240,001	$ 3,956,666	$ 10,097,342
Liabilities:				
Accounts Payable	$ 219,042	$ 38,114	$ 27,663	$ 284,819
Wages, Payroll Taxes and Benefits Payable	255,050	33,631	-	288,681
Unearned Revenues	150,000	-	300,000	450,000
Total Liabilities	624,092	71,745	327,663	1,023,500
Deferred Inflows of Resources:				
Unavailable Revenues	717,475	82,293	306,988	1,106,756
Fund Balances:				
Nonspendable	-	-	782,954	782,954
Restricted for Pavilion Tile Replacement	-	-	2,174	2,174
Restricted for 2089 Celebration	-	-	3,490	3,490
Restricted for Cemetery Care	-	-	274,453	274,453
Restricted for Street Trees	-	-	121,781	121,781
Restricted for Railroad Quiet Zone	-	-	108,730	108,730
Committed for Cemetery Care	-	-	506,084	506,084
Assigned for Public Safety	-	-	28,072	28,072
Assigned for Parks and Recreation	-	-	63,012	63,012
Assigned for Public Art	-	-	15,436	15,436
Assigned for Skate Park	-	-	32,916	32,916
Assigned for Employee Wellness	-	-	1,978	1,978
Assigned for Economic & Community Dev.	-	-	780,803	780,803
Assigned for Fire Equipment	-	-	426,056	426,056
Assigned for Samo Swim Maintenance	-	-	99,306	99,306
Assigned for Streets	-	3,085,963	-	3,085,963
Unassigned	1,559,108	-	74,770	1,633,878
Total Fund Balances	1,559,108	3,085,963	3,322,015	7,967,086
Total Liabilities, Deferred Inflows and Fund Balances	$ 2,900,675	$ 3,240,001	$ 3,956,666	$ 10,097,342

The accompanying notes are an integral part of the financial statement.

BAKER CITY
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2024

Total Fund Balances of Governmental Funds		$ 7,967,086
The Statement of Net Position reports receivables at their net realizable value. However, receivables not available to pay for current period expenditures are deferred in governmental funds.		1,106,756
Capital assets are not financial resources in governmental funds, but are reported in the Statement of Net Position at their net depreciable value.		18,034,680
Leased assets and their related leases payable are not financial resources or payable in the current period and are not reported in the funds.		78,725
All liabilities are reported in the Statement of Net Position. However, if they are not due and payable in the current period, they are not recorded in governmental funds.		
- Compensated absences payable		(223,620)
Internal service funds are proprietary-type funds and are not reported with the governmental funds. However, because internal service funds are expected to benefit primarily governmental activities, their assets, liabilities, and net position are reported along with governmental activities in the Statement of Net Position.		
- Current assets and interfund receivable	$ 1,157,896	
- Noncurrent assets - other post-employment benefits asset	2,819	
- Capital assets - net	1,151,896	
- Current liabilities and interfund payable	(118,230)	
- Compensated absences payable	(10,797)	
- Noncurrent liabilities - other post-employment benefits liability	(8,746)	
- Deferred outflows related to other post-employment benefits obligations	605	
- Deferred inflows related to other post-employment benefits obligations	(4,683)	
- Noncurrent liabilities - net pension liability	(328,253)	
- Deferred outflows related to pension obligations	124,833	
- Deferred inflows related to pension obligations	(39,363)	
Subtotal		1,927,977
That portion of internal service fund net position arising from transactions with enterprise-type funds are included in internal balances between governmental activities and business-type activities on the Statement of Net Position.		(941,801)
Pension and other-post employment benefits assets (OPEB), liabilities and deferred outflows are recorded based on actuarially determined amounts in the statement of net position but are not recorded in the fund financial statements as they are not expected to be liquidated with current resources:		
- Net other post-employment benefits asset	88,901	
- Net other post-employment benefits liability	(275,808)	
- Deferred outflows related to other post-employment benefits	19,066	
- Deferred inflows related to other post-employment benefits	(147,686)	
- Net pension liability	(5,343,416)	
- Deferred outflows related to pensions	2,032,072	
- Deferred inflows related to pensions	(640,761)	
Subtotal		(4,267,632)
Net Position of Governmental Activities		$ 23,682,171

The accompanying notes are an integral part of the financial statement.

BAKER CITY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
JUNE 30, 2024

	General Fund	State Tax Street Fund	Other Governmental Funds	Total Governmental Funds
Revenues:				
Taxes:				
Property	$ 3,472,946	$ 813,147	$ 116,120	$ 4,402,213
Franchise	1,068,909	-	-	1,068,909
Licenses and Permits	5,335	-	-	5,335
Intergovernmental	602,448	1,055,959	226,987	1,885,394
Charges for Services	210,840	17,249	297	228,386
Fines and Forfeitures	25,208	-	-	25,208
Rental Income	38,904	-	-	38,904
Assessments	-	-	17,020	17,020
Interest and Dividends	136,031	117,440	144,808	398,279
SAIF Refund	16,295	-	-	16,295
Public Safety Fee	149,747	-	-	149,747
Miscellaneous	91,768	1,175	171,007	263,950
Total Revenue	5,818,431	2,004,970	676,239	8,499,640
Expenditures:				
Current:				
General Government	664,216	-	312	664,528
Public Safety	4,656,781	-	12,963	4,669,744
Highways and Streets	-	1,112,720	-	1,112,720
Parks and Recreation	118,116	-	130,230	248,346
Airport	54,929	-	-	54,929
Cemetery	168,394	-	-	168,394
Hydro-electric Plant	1,397	-	-	1,397
Economic and Community Development	24,118	-	10,548	34,666
Capital Outlay:				
General Government	17,054	-	-	17,054
Highways and Streets	-	115,801	-	115,801
Curbs and Sidewalks	-	43,153	-	43,153
Parks and Recreation	-	-	103,357	103,357
Airport	-	-	267,255	267,255
Total Expenditures:	5,705,005	1,271,674	524,665	7,501,344
Excess (Deficit) of Revenues Over Expenditures	113,426	733,296	151,574	998,296
Other Financing Sources (Uses):				
Lease Financing	(33,914)	-	-	(33,914)
Transfers In	51,422	-	10,000	61,422
Transfers Out	(64,371)	-	(51,421)	(115,792)
Total Other Financing Sources (Uses)	(46,863)	-	(41,421)	(88,284)
Net Change in Fund Balance	66,563	733,296	110,153	910,012
Fund Balance, July 1, 2023	1,556,960	2,352,667	3,143,594	7,053,221
Restatement of Beginning Fund Balance	(64,416)	-	68,269	3,853
Fund Balance, June 30, 2024	$ 1,559,107	$ 3,085,963	$ 3,322,016	$ 7,967,086

The accompanying notes are an integral part of the financial statement.

BAKER CITY
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Net Change in Fund Balances - Total Governmental Funds		$ 910,012
Governmental funds defer revenue that does not provide current financial resources. However, the Statement of Activities recognizes such revenues at their net realizable value when earned, regardless of when received.		433,286
Capital outlays net of dispositions, are reported as expenditures in Governmental Activities Funds. However, the Statement of Activities allocates the cost of capital outlays over their estimated useful lives as depreciation expense.		
- Capital asset additions	398,057	
- Depreciation expense	(921,998)	
		(523,941)
Some expenses reported in the Statement of Activities do not require the use of current financial resources, and are not reported as expenditures in governmental funds.		
- Change in lease assets and liabilities	23,452	
- Change in compensated absences payable	9,009	
		32,461
Donations of capital assets are not reported in the fund financial statements as they do not affect current resources. However, the resulting increase in net position is reported in the Statement of Activities.		
- Contributed infrastructure		147,976
Internal Service Funds are used by management to charge the costs of certain activities, such as inventory and fleet management. The net revenue (expense) of certain internal service funds are reported with governmental activities.		237,371
That portion of the change in net position of internal service funds arising from transactions with business-type funds is an adjustment to internal balances between governmental activities and business-type activities on the Statement of Net Position.		(130,767)
Other post-employment benefit costs are determined based on actuarially determined amounts. The change in the actuarially determined liability amount is reported as an increase or decrease in the Statement of Net Position.		24,807
Pension costs are determined based on actuarially determined amounts. The change in the actuarially determined liability amount is reported as an increase or decrease in the Statement of Net Position.		(91,445)
Change in Net Position of Governmental Activities		$ 1,039,760

The accompanying notes are an integral part of the financial statement.

BAKER CITY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

	Business-Type Activities - Enterprise Funds					
	Water Utility	Wastewater Utility	Non-Major Golf Course Operation	Building Inspections	Totals	Governmental Activities - Internal Service Funds
Assets						
Current Assets:						
Cash and Cash Equivalents	$ 4,469,034	$ 4,286,588	$ 487,402	$ 866,231	$ 10,109,255	$ 725,512
Accounts Receivable, Net of Allowance	426,984	242,342	-	-	669,326	-
Prepaid Items	17,115	9,093	41	6,325	32,574	3,052
Assessments Receivable	-	3,477	-	-	3,477	-
Inventories	-	-	-	-	-	429,332
Total Current Assets	4,913,133	4,541,500	487,443	872,556	10,814,632	1,157,896
Noncurrent Assets:						
Restricted Cash and Cash Equivalents	-	275,000	-	-	275,000	-
Net Other Post Employment Benefits (OPEB) Asset	17,396	10,862	57	2,006	30,321	2,819
Assessments Receivable	-	7,614	-	-	7,614	-
Capital Assets:						
Land	180,258	264,715	1,058,104	-	1,503,077	-
Construction in Process	-	6,732,930	120,000	-	6,852,930	-
Depreciable Assets, Net of Depreciation	24,552,191	5,555,940	71,454	38,676	30,218,261	1,151,896
Total Noncurrent Assets	24,749,845	12,847,061	1,249,615	40,682	38,887,203	1,154,715
Other Assets:						
Net Pension Asset	-	-	-	-	-	-
Total Assets	29,662,978	17,388,561	1,737,058	913,238	49,701,835	2,312,611
Deferred Outflows of Resources						
Deferred Outflows Related to Pension	480,527	379,219	10,922	203,732	1,074,400	124,833
Deferred Outflows Related to OPEB	3,731	2,330	12	430	6,503	605
Total Deferred Outflows of Resources	484,258	381,549	10,934	204,162	1,080,903	125,438
Liabilities						
Current Liabilities:						
Accounts Payable	108,807	191,566	1,429	53,812	355,614	12,804
Customer Deposits	87,000	-	-	-	87,000	-
Due to Other Funds	-	-	-	-	-	90,630
Wages, Payroll Taxes and Benefits Payable	71,327	53,105	775	28,022	153,229	14,796
Unearned Revenue	-	150,000	-	47,339	197,339	-
Compensated Absences Payable	75,912	38,604	-	23,158	137,674	10,797
Accrued Interest Payable	22,968	131,095	-	-	154,063	-
Current Portion of Long Term Debt	84,317	-	-	-	84,317	-
Total Current Liabilities	450,331	564,370	2,204	152,331	1,169,236	129,027
Non-Current Liabilities:						
Non-Current Portion of Long-Term Debt	1,024,771	5,817,724	-	-	6,842,495	-
OPEB Liability	53,969	33,700	177	6,224	94,070	8,746
Net Pension Liability	1,263,567	997,171	28,721	535,723	2,825,182	328,253
Total Non-Current Liabilities	2,342,307	6,848,595	28,898	541,947	9,761,747	336,999
Total Liabilities	2,792,638	7,412,965	31,102	694,278	10,930,983	466,026
Deferred Inflows of Resources						
Deferred Inflows Related to Pension	151,522	119,577	3,444	64,242	338,785	39,363
Deferred Inflows Related to OPEB	28,899	18,045	95	3,333	50,372	4,683
Total Deferred Inflows of Resources	180,421	137,622	3,539	67,575	389,157	44,046
Net Position						
Net Investment in Capital Assets	23,443,103	6,735,861	1,249,558	40,682	31,469,204	1,151,896
Restricted for Wastewater Debt Reserve	-	275,000	-	-	275,000	-
Unrestricted	3,731,074	3,208,662	463,793	314,865	7,718,394	776,081
Total Net Position	$ 27,174,177	$ 10,219,523	$ 1,713,351	$ 355,547	39,462,598	$ 1,927,977
Adjustment to Reflect the Consolidation of Internal Service Fund Activity					941,801	
Net Position of Business-Type Activities					$ 40,404,399	

The accompanying notes are an integral
part of the financial statement.

BAKER CITY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Business-Type Activities - Enterprise Funds					
	Water Utility	**Wastewater Utility**	**Golf Course Operation (Non-Major)**	**Building Inspections**	**Totals**	**Governmental Activities - Internal Service Funds**
Operating Revenues						
Charges for Sales and Services	$ 3,190,016	$ 2,185,913	$ 5,500	$ 611,707	$ 5,993,136	$ 984,479
Miscellaneous	167,699	207,297	451,250	322	826,568	2,644
Total Operating Revenues	3,357,715	2,393,210	456,750	612,029	6,819,704	987,123
Operating Expenses						
Cost of Sales and Services	1,994,001	1,555,064	53,664	728,482	4,331,211	639,318
Depreciation	705,531	266,313	11,587	3,601	987,032	158,065
Total Operating Expenses	2,699,532	1,821,377	65,251	732,083	5,318,243	797,383
Operating Income (Loss)	658,183	571,833	391,499	(120,054)	1,501,461	189,740
Nonoperating Revenues (Expenses):						
Gain (Loss) on Disposal of Capital Assets	-	-	-	-	-	18,100
Interest on Investments	238,982	170,987	2,181	34,901	447,051	29,531
Rental Income	-	3,771	-	-	3,771	-
Interest Expense	(40,577)	(52,037)	(388)	-	(93,002)	-
Total Nonoperating Revenue (Expense)	198,405	122,721	1,793	34,901	357,820	47,631
Income (Loss) Before Transfers	856,588	694,554	393,292	(85,153)	1,859,281	237,371
Other Financing Sources (Uses):						
Loan Proceeds						
Transfers In	-	-	54,371	-	54,371	-
Transfers Out	-	-	-	-	-	-
Total Other Financing Sources	-	-	54,371	-	54,371	-
Change in Net Position	856,588	694,554	447,663	(85,153)	1,913,652	237,371
Net Position, July 1, 2023	26,317,589	9,530,488	1,265,688	440,700		1,690,801
Restatement of Beginning Net Position	-	(5,519)	-	-	(5,519)	(195)
Net Position, June 30, 2024	$ 27,174,177	$ 10,219,523	$ 1,713,351	$ 355,547		$ 1,927,977
Adjustment to Reflect the Consolidation of Internal Service Fund Activities Related to Enterprise Funds					130,767	
Change in Net Position of Business-Type Activities					$ 2,044,419	

BAKER CITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Business-type Activities - Enterprise Funds					Governmental Activities--
	Water Utility	Wastewater Utility	Golf Course Operation	Building Inspections	Totals	Internal Service Funds
Cash From Operating Activities						
Receipts from Customers and Users	$ 3,180,361	$ 2,112,414	$ 5,500	$ 594,295	$ 5,892,570	$ 1,155
Receipts from Interfund Services Provided	-	-	-	-	-	983,603
Other Receipts	167,699	207,297	451,250	322	826,568	2,644
Payments to Suppliers	(637,114)	(364,493)	(14,262)	(121,450)	(1,137,319)	(444,723)
Payments to Employees	(943,969)	(718,386)	(19,348)	(464,317)	(2,146,020)	(221,840)
Payments for Interfund Services Used	(468,721)	(379,827)	(6,736)	(45,567)	(900,851)	-
Net Cash Provided (Used) by Operating Activities	1,298,256	857,005	416,404	(36,717)	2,534,948	320,839
Cash Flows From Non-Capital Financing Activities						
Advances from (to) Other Funds	-	-	-	-	-	90,630
Advances and Transfers from (to) Other Funds	-	-	(90,630)	-	(90,630)	-
Repayments from LID for Line Extension	-	4,252	-	-	4,252	-
Repayments from (to) Other Funds	43,451	-	-	-	43,451	(13,862)
Net Cash Provided (Used) by Non-capital Financing Activities	43,451	4,252	(90,630)	-	(42,927)	76,768
Cash Flows From Capital and Related Financing Activities						
Receipts from the Sale of Capital Assets	-	-	-	-	-	18,100
Acquisition/Construction of Capital Assets	(1,808,998)	(282,739)	-	-	(2,091,737)	(400,000)
Other Receipts	-	-	54,371	-	54,371	-
Principal Paid on Long Term or Interfund Debt	(81,426)	-	(49,543)	-	(130,969)	-
Interest Paid on Long Term or Interfund Debt	(42,263)	-	(388)	-	(42,651)	-
Net Cash Provided (Used) from Capital and Related Financing Activities	(1,932,687)	(282,739)	4,440	-	(2,210,986)	(381,900)
Cash Flows From Investing Activities						
Rental Income	-	3,771	-	-	3,771	-
Interest on Investments	238,982	170,987	2,181	34,901	447,051	29,531
Net Cash Provided (Used) by Investing Activities	238,982	174,758	2,181	34,901	450,822	29,531
Net Increase (Decrease) in Cash and Cash Equivalents	(351,998)	753,276	332,395	(1,816)	731,857	45,238
Cash and Cash Equivalents, July 1, 2023	4,821,032	3,808,312	64,377	868,047	9,561,768	680,274
Cash and Cash Equivalents, June 30, 2024	$ 4,469,034	$ 4,561,588	$ 396,772	$ 866,231	$ 10,293,625	$ 725,512
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities						
Operating Income (Loss)	$ 658,183	$ 571,833	$ 391,499	$ (120,054)	$ 1,501,461	$ 189,740
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:						
Depreciation Expense	705,531	266,313	11,587	3,601	987,032	158,065
Accounts Receivable, Net of Allowance	(23,777)	6,663	-	1,992	(15,122)	280
Prepaid Items	1,036	1,036	-	-	2,072	(719)
Inventories	-	-	-	-	-	(63,078)
Customer Deposits	4,845	-	-	-	4,845	-
Net Other Post-Employment Benefits (OPEB) Asset	-	-	-	-	-	172
Deferred Outflows Related to Pension	-	-	-	-	-	(52,002)
Deferred Outflows Related to OPEB	-	-	-	-	-	312
Increase (Decrease) in:						
Accounts Payable Related to Operating Activities	(11)	186	-	3,577	3,752	(37,402)
Wages, Payroll Taxes and Benefits Payable	-	-	-	-	-	8,226
Compensated Absences Payable	(15,181)	1,200	-	869	(13,112)	722
Other Post-Employment Benefits (OPEB) Liability	(5,393)	775	-	(4,321)	(8,939)	(1,098)
Net Pension Liability	-	-	-	-	-	149,220
Deferred Inflows Related to Pension	-	-	-	760	760	(29,622)
Deferred Inflows Related to OPEB	55,766	5,569	-	(11,061)	50,274	(1,977)
Net Cash Provided (Used) by Operating Activities	$ 1,380,999	$ 853,575	$ 403,086	$ (124,637)	$ 2,513,023	$ 320,839

*Increase (Decrease) in accounts payable related to the acquistion/construction of capital assets is as follows - Water Fund ($0); Wastewater Fund $0; Golf Course Operations Fund ($0).

*Equipment & Vehicle Fund - a $0 non-cash deposit was applied towards the purchase of capital assets in the year ended June 30, 2024.

The accompanying notes are an integral part of the financial statement.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Baker City is an Oregon municipal corporation governed by a separately elected seven-member council, which includes a mayor. The current City Charter was originally voted by the people and adopted on May 16, 1952, and was amended May 2006, May 2020, and November 2022. The City Charter sets forth a Council-Manager form of Government. The accompanying financial statements present the City in its entirety. There are no other entities for which the City is considered to be financially accountable.

Government-Wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities report information on all activities of the City of Baker City, except fiduciary activities. Eliminations have been made to minimize the double counting of interfund activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Eliminations have been made to minimize the double counting of internal activities in the Statement of Activities. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, (2) operating grants and contributions that are restricted to a particular function or segment and (3) capital grants or contributions that are restricted to a particular function or segment. Revenues that are not classified as program revenues, including property taxes and franchise taxes, are presented as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Net position is reported as restricted when constraints placed on net asset use are either externally restricted, imposed by creditors (such as through grantors, contributors or laws) or through constitutional provisions or enabling resolutions.

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, as are the proprietary fund and fiduciary fund financial statements. 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, donations and similar items are recognized as revenues in the fiscal year in which all eligibility requirements have been satisfied.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

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

Property taxes, franchise taxes, intergovernmental revenues, licenses, grants, airport revenue, ambulance revenue and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

- The General Fund is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.

- The State Tax Street Fund accounts for gas tax apportionments received from the State of Oregon. In accordance with state law, these funds are restricted for the maintenance and improvement of the City's street system. The fund also accounts for property taxes allocated by the City for street maintenance and repair activities.

The City reports the following major proprietary funds:

- The Water Utility Fund accounts for the operation and maintenance of the City's Water service and distribution facilities.

- The Wastewater Utility Fund accounts for the operation and maintenance of the City's sewer system including the collection lines and the sewage treatment lagoons.

- The Building Inspections Fund accounts for county-wide building inspection activity.

Additionally, the City reports the following fund types:

- Special revenue funds account for funds restricted to a particular purpose. These include property taxes allocated to swimming pool operation, state and federal grants, revenues dedicated to cemetery operation and improvements and revenues dedicated to economic and community development.

- The capital projects fund accounts for the accumulation of money for major fire and emergency medical supply (EMS) equipment purchases.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

- Internal service funds account for fleet and inventory management provided to other departments or agencies of the City on a cost reimbursement basis.

- The City has four permanent funds: the One Hundred Year Trust Fund, the Mt. Hope Trust Fund, John Schmitz Memorial Trust Fund, and the Anthony Silvers Street Tree Trust Fund. The One Hundred Year Trust Fund was started with donations in 1989 and will be used to accumulate money to fund a public amenity, fund a community celebration in the year 2089, and provide seed money for another one-hundred-year trust. By city ordinance the Mt. Hope Trust Fund's trust corpus cannot be spent but the investment earnings are to be used for cemetery maintenance. Also, by city ordinance the John Schmitz Memorial Trust fund accounts for monies left to the City to be used for cemetery operations. The Anthony Silvers Street Tree Trust Fund was created by a bequest from Anthony Silvers and its corpus can never be spent but the investment earnings are to be used for planting and/or replanting of street trees within the City of Baker City.

- The debt service reserve fund was established to meet the Oregon Department of Environmental Quality's (DEQ) Clean Water State Revolving Fund loan requirements. These loan proceeds will be used for the City's wastewater treatment and effluent disposal improvement project that is currently in process.

- The LID Repayment Fund is used to track the payments and outstanding balances of local improvement district receivables.

- The non-major proprietary fund accounts for the revenues and expenses from the lease of the City's 18-hole golf course.

As a general rule, the effects of interfund activity have been eliminated from the government-wide financial statements. For example, the General Fund charges other funds for centralized expenses, and the related revenues and expenses in the General Fund are reduced by the amounts charged to those funds.

Exceptions to this general rule include payments in lieu of franchise taxes and other charges between the government's water and wastewater functions and other governmental functions. Eliminating these charges would distort the direct costs and program revenues reported for the affected functions.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services or producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

The primary operating revenues of the Water Utility, Wastewater Utility, and Building Inspections funds are charges to customers for sales and services. The City also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, interest expense, and depreciation on capital assets. Revenues and expenses that do not meet this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, and then unrestricted resources as they are needed.

Assets, Liabilities, and Net Position or Fund Balance

Cash, Cash Equivalents and Investments

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

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

Investments for the City consisted of the State Treasurer's Investment Pool (LGIP). The City's investments are stated at cost which approximates fair value.

The Oregon State Treasury administers the LGIP. It is an open-ended no-load diversified portfolio offered to any agency, political subdivision or public corporation of the State that by law is made the custodian of, or has control of, any fund. The LGIP is commingled with the State's short-term funds. In seeking to best serve local governments of Oregon, the Oregon Legislature established the Oregon Short-Term Fund Board. The purpose of the Board is to advise the Oregon State Treasury in the management and investment options of the LGIP.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade receivables are shown net of an allowance for uncollectible accounts. The allowance for uncollectible accounts is calculated for each type of receivable based on past collection history. Property taxes receivable are deemed to be 100% collectible as they are secured by a lien on real property with foreclosure proceedings to commence at four years past due.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Assets, Liabilities, and Net Position or Fund Balance (Continued)

Receivables and Payables (Continued)

Property taxes are levied July 1 on property values assessed as of January 1. The tax levy is divided into three installments: the first installment is due on November 15, the second installment is due February 15, and the third installment is due May 15. The taxes are considered past due after May 15, at which time the applicable property is subject to penalties and interest.

Inventories and Prepaid Items

Inventories in the Central Stores Fund are valued using the average cost method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

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

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government 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 estimated fair market value at the date of donation. The costs of normal maintenance and repair that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant, and equipment of the City are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings & Improvements	25-40
Land Improvements	10-20
Machinery & Equipment	5-10
Vehicles	5-10
Utility Systems	25-40
Infrastructure	20-40

Lease Assets

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Assets, Liabilities, and Net Position or Fund Balance (Continued)

Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the government does not have a policy to pay any amounts when employees separate from service with the government. Vacation liabilities are accrued when earned.

Long-Term Obligations

In the government-wide financial statements and fund financial statements (proprietary funds) long-term debt and other long-term obligations are reported as liabilities of the applicable governmental activities. Business-type discounts and issuance costs are deferred and amortized over the life of the debt using the effective interest method. Debt payable is reported net of the applicable bond premium or discount. Debt issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize issuance costs, as well as premiums and discounts 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 while discounts on debt issuances are reported as other financing uses.

Issuance costs, whether withheld from the actual debt proceeds received or not, are reported as debt service expenditures.

Leases 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.

Pensions

For purposes of measuring the net pension liability; the net OPEB liability; deferred outflows of resources and deferred inflows of resources related to pensions and OPEB; pension expense; OPEB expense; information about the fiduciary net position of the Oregon Public Employees Retirement System (OPERS) and the Retiree Health Insurance Account (RHIA) and additions to/deductions from OPERS's fiduciary net position (OPERS and RHIA) have been determined on the same basis as they are reported by OPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms and investments are reported at fair value.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Assets, Liabilities, and Net Position or Fund Balance (Continued)

Government-Wide Statements

Fund balance is classified as net position and displayed in the following four components:

- *Net investment in capital assets* – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

- *Restricted net position* – Consists of net position with constraints placed on their use either by external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or law through constitutional provisions or enabling legislation.

- *Unrestricted net position* – All other net position that does not meet the definition of "restricted" or "net investment in capital assets".

- *Nonexpendable* – Includes permanent endowments and permanent fund principal amounts and is required to be retained in perpetuity.

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

Fund Financial Statements

Proprietary fund balance is classified the same as in the government-wide statements. Governmental fund balance is classified in the following categories:

- *Nonspendable* – amounts that are not in a spendable form (such as inventory and electric cooperative capital credits) or are required to remain intact (such as the corpus of an endowment fund).

- *Restricted* – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation.

- *Committed* – amounts constrained to specific purposes by the City itself at the highest level of authority. This generally occurs by the adoption of an ordinance by the City Council.

- *Assigned* – amounts the City intends to use for a specific purpose. Assignment can be made by the designation of revenue sources to a particular fund, such as franchise fees designated to be received by the Street Fund, by informal motion of the City Council or by decision of management.

- *Unassigned* – amounts that are available for any purpose.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Assets, Liabilities, and Net Position or Fund Balance (Continued)

Fund Financial Statements (Continued)

When more than one class of fund balance is available it is the City's policy to first expend the fund balance from the class with the highest level of restriction. Restricted fund balance is comprised of the following:

The John Schmitz Memorial Trust was established from funds bequeathed to the City through the will of John Schmitz, to be used exclusively for the benefit of Mt. Hope Cemetery. Ordinance No. 2663 requires that the trust funds be maintained for cemetery purposes and that investment income be used for cemetery maintenance, upkeep, improvements, or other cemetery benefits. This is accomplished by transferring interest income to the General Fund. The City annually expends significantly more than the amount of interest earned for cemetery maintenance.

On November 15, 1989, the City entered into a trust agreement establishing the One Hundred Year Trust Fund. Under the terms of the agreement, both principal and interest are to accumulate for 100 years. In 2089, the funds are to be used for a community-wide celebration, to establish the next One-Hundred-Year Trust fund with $5,000, and to construct a public amenity related to public recreation.

The Anthony Silvers Street Tree Trust Fund was established from funds bequeathed to the City through the will of Anthony Silvers. The terms of the bequest require the principal to be perpetually maintained in a fund designated as the Anthony Silvers Street Tree Trust Fund, with the income used solely for the costs of planting and/or replanting of street trees within the City of Baker City.

Amounts restricted for community development, golf course irrigation replacement, Quiet Zone implementation, car seats for low-income households, and other purposes were restricted by their grantors.

Use of Estimates

The preparation of the City's general purpose financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Actual results could differ from the estimates.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Defining Operating Revenues and Expenses

The City's proprietary funds distinguish between operating and non-operating revenues and expenses. Operating revenues and expenses of City's water, wastewater, and building inspection operations consist of charges for services and the costs of providing those services, including depreciation and excluding interest costs. All other revenues and expenses are reported as non-operating.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - CONTINUED

Budgetary Information

Annual budgets are adopted on a basis consistent with Oregon Local Budget Law for Municipal Corporations for all funds. All annual appropriations lapse at fiscal year end.

Prior to June 30, the proposed budget is presented to the City's budget committee for review. The Committee holds public hearings, makes changes as approved by the majority, and then approves the budget. The budget then goes to the City Council for an additional hearing, final changes and approval. The final budget must be prepared and adopted no later than June 30.

The budget is prepared by fund and program unit. The government's department heads may make transfers of appropriations within a program unit. Transfers of appropriations between program units require the approval of the Council. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the program unit, and where there is no clearly defined program unit legal budgetary control is by fund and category. The Council made several transfers of budgetary appropriations throughout the year.

Deferred Inflows and Outflows of Resources

In the governmental fund statements, amounts that will not be collected within two months of the fiscal year end are considered deferred inflows. These amounts include past due property taxes, franchise fees, intergovernmental revenues, ambulance revenue and trade accounts receivable. In the proprietary fund and government-wide statements deferred inflows and outflows relate to pension activity, OPEB and building permits with outstanding inspections.

For purposes of measuring the net pension liability; the net OPEB liability; deferred outflows of resources and deferred inflows of resources related to pensions and OPEB; pension expense; OPEB expense; information about the fiduciary net position of the Oregon Public Employees Retirement System (OPERS) and the Retiree Health Insurance Account (RHIA) and additions to/deductions from OPERS's fiduciary net position (OPERS and RHIA) have been determined on the same basis as they are reported by OPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms and investments are reported at fair value.

Total OPEB Liability, deferred inflows and deferred outflows of resources related to OPEB, and OPEB expenses for the City's Implicit Rate Subsidy Plan have been determined by an actuarial valuation prepared by Milliman in compliance with Governmental Accounting Standards Board (GASB) Statement No. 75. For this purpose, deferred outflows of resources relate to the expected benefit payments (related to the estimated additional health care cost for active employees) in the current fiscal year.

Building permit revenue (including plumbing, mechanical and electrical permits) received by June 30, 2024, are considered deferred inflows if building inspections required by those permits are still outstanding at June 30, 2024. Deferred inflows for these permits are estimated by multiplying the estimated number of inspections remaining by the inspection billing rate. Revenue is recognized in the Building Inspection Fund as outstanding inspections for building permits are completed.

NOTE 3 – DETAILED NOTES ON ALL FUNDS

Deposits and Investments

At June 30, 2024, the City's carrying amount of deposits was $185,208, and the related bank balance was $584,905. In addition, the City had $475 of cash on hand and $110,350 that was held in a temporary holding account with Xpress Bill Pay the City's third party merchant processing company.

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned. The City does not have a formal investment policy; however, it manages custodial credit risk in accordance with the requirements of Oregon Revised Statutes (ORS) Chapter 295.

Effective July 1, 2008, the Oregon State Treasurer became responsible for monitoring public funds held by qualified bank depositories that exceed FDIC insurance limits. ORS Chapter 295 requires depository banks to pledge securities with a third-party bank custodian in an amount equal to 10%, 25%, or 110% of public funds on deposit in excess of FDIC insurance limits, depending on the capitalization level of the depository bank. The pledged collateral is held in the name of the Oregon State Treasurer.

If a bank holding public funds in excess of FDIC insurance limits fails, the Oregon State Treasurer has the authority to recover losses of public funds resulting from the bank failure from the collateral pledged by the failed bank. If the pledged collateral is insufficient, the Treasurer may recover the deficiency from collateral pledged by all banks participating in the public funds collateralization program.

All of the City's banks participate in this program. However, because the collateral is not held in the City's name, deposits in excess of FDIC insurance limits are considered exposed to custodial credit risk. As of June 30, 2024, the City's bank deposit balance was categorized by custodial credit risk as follows:

Insured by FDIC	$ 264,500
Uninsured and uncollateralized	320,405
	$ 584,905

At June 30, 2024, the City had an investment of $18,882,624 in the Oregon Short Term Fund (OSTF), an external investment pool administered by the Oregon State Treasurer. The OSTF is regulated under the statutes of the State of Oregon (ORS 294.805-294.895). The OSTF invests in US Agency Securities, Corporate Bonds, Commercial Paper and Certificates of Deposit. The City considers its investment in the OSTF to be a cash equivalent since there is no limitation on the withdrawal of these funds.

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expenditure/expense) until then. The City has deferred amounts related to pensions and other post-employment benefits (OPEB) that are recognized as inflows/outflows of resources in the period when the City recognizes the (revenue) or expenditure/expense. Governmental activities reported on the Government-Wide Statement of Net Position related to pensions is ($23,850) and related to OPEB is ($22,216). Business-Type Activities related to pensions is $305,626 and related to OPEB is $15,648.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City reports deferred amounts related to pensions and OPEB. These amounts are deferred and recognized as inflows of resources in the period when the City recognized income. Unavailable revenues from property taxes, accounts receivable, franchise fees, intergovernmental receivables, special assessments and capital credits are reported in the governmental funds balance sheet and are deferred and recognized as an inflow of resources in the period that amounts become available. Deferred inflows are included in the Government-Wide Statement of Net Position.

At the end of the current fiscal year, the various components of deferred inflows reported in the Governmental Activity funds were as follows:

	General Fund	Street Fund	Non-Major and Other Funds	Total
Interest	$ -	$ -	$ 3,858	$ 3,858
Property Taxes	351,496	82,293	11,763	445,552
Franchise Taxes	31,245	-	-	31,245
Trade Accounts, Net of Allowance	18,927	-	-	18,927
Special Assessments	-	-	161,811	161,811
LID Assessments	-	-	55,615	55,615
Intergovernmental	-	-	73,941	73,941
OTEC Capital Credits	315,807	-	-	315,807
Total Deferred Inflows	$ 717,475	$ 82,293	$ 306,988	$ 1,106,756

Internal Service Funds which are included with governmental activities in the Statement of Net Position had no trade accounts receivable at year-end.

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Restricted Cash

The City holds cash balances that are restricted by external donors, lenders, or grantors. Some restrictions are temporary for a specific purpose or for use within a specific period. Other restrictions are intended to be permanent. Cash balances are not reported as restricted cash in the Statement of Net Position nor on the governmental Balance Sheet. The Statement of Net Position reports these amounts as restrictions of net position. Permanently restricted balances are shown as Nonspendable Fund Balance on the governmental Balance Sheet. Other governmental restricted amounts are included in the Restricted Fund Balance shown on the Balance Sheet. Restricted cash amounts are as follows:

	Tree City Fund	State and Federal Grants Fund	Tile Replacement Fund	One Hundred Year Trust Fund	John Schmitz Trust Fund	Anthony Silvers Street Tree Trust Fund	Wastewater Utility Fund	Total
Restricted for Trees	$ 5,481	$ -	$ -	$ -	$ -	$ 116,300	$ -	$ 121,781
Restricted for Railroad Quiet Zone	-	108,730	-	-	-	-	-	108,730
Restricted for Tile Replacement	-	-	2,174	-	-	-	-	2,174
Restricted for 2089 Celebration	-	-	-	3,490	-	-	-	3,490
Restricted for Cemetery Care	-	-	-	-	274,453	-	-	274,453
Restricted for Debt Service	-	-	-	-	-	-	275,000	275,000
Temporarily Restricted	5,481	108,730	2,174	3,490	274,453	116,300	275,000	785,628
Permanently Restircted	-	-	-	-	-	782,954	-	782,954
Total	$ 5,481	$ 108,730	$ 2,174	$ 3,490	$ 274,453	$ 899,254	$ 275,000	$ 1,568,582

Accounts Receivable

The City reports trade accounts receivable net of an allowance for uncollectible accounts (bad debt). The following shows additional detail about the breakdown of accounts receivable and related allowance accounts.

	General Fund	State Tax Street Fund	Other Governmental Funds	Water Utility Fund	Wastewater Utility Fund	Total
Utility Billing Receivable	$ -	$ -	$ -	$ 448,927	$ 240,423	$ 689,350
Other Accounts Receivable	310,707	711	73,941	12,960	21,075	419,394
Less Allowance for Bad Debts	(24,140)	(75)	-	(34,901)	(19,158)	(78,274)
Net Accounts Receivable	286,567	636	73,941	426,986	242,340	1,030,470
Due From Other Governments	80,345	72,613	9,077	-	-	162,035
Total	$ 366,912	$ 73,249	$ 83,018	$ 426,986	$ 242,340	$ 1,192,505

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Capital Assets

Capital asset activity for governmental activity funds for the year ended June 30, 2024, was as follows:

	Governmental Activities			
	Balance July 01, 2023	Additions	Disposals	Balance June 30, 2024
Capital Assets Not Being Depreciated:				
Construction in Progress	$ 292,470	$ 387,666	$ (55,099)	$ 625,037
Land Held for Resale, Restated	403,927	-	(403,927)	-
Land	1,729,655	-	-	1,729,655
Total Nondepreciable Assets	2,426,052	387,666	(459,026)	2,354,692
Capital Assets Being Depreciated:				
Buildings	5,762,013	-	-	5,762,013
Improvements Other Than Buildings	430,416	-	-	430,416
Machinery and Equipment	4,276,809	411,701	(69,422)	4,619,088
Vehicles	2,066,039	9,969	(185,807)	1,890,201
Infrastructure	41,240,554	203,075	(219,678)	41,223,951
Total Depreciable Assets	53,775,831	624,745	(474,907)	53,925,669
Less: Accumulated Depreciation:				
Buildings	(3,967,475)	(108,828)	-	(4,076,303)
Improvements Other Than Buildings	(160,646)	(16,803)	-	(177,449)
Machinery and Equipment	(3,035,244)	(215,866)	85,417	(3,165,693)
Vehicles	(1,814,114)	(42,350)	158,927	(1,697,537)
Infrastructure	(27,302,560)	(696,216)	21,972	(27,976,804)
Total Accumulated Depreciation	(36,280,039)	(1,080,063)	266,316	(37,093,786)
Total Capital Assets Being Depreciated, Net	17,495,792	(455,318)	(208,591)	16,831,883
Governmental Activities Capital Assets, Net	$ 19,921,844	$ (67,652)	$ (667,617)	$ 19,186,575

As of June 30, 2024, construction in process for governmental activities of $625,037 is comprised of the following projects: airport master plan $435,523; taxiway north apron rehabilitation project $86,157; Central Park Splash Pad $103,357.

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Capital Assets (Continued)

Capital asset activity for business-type activity funds for the year ended June 30, 2024, was as follows:

	Business-Type Activities			
	Balance July 01, 2023	Additions	Disposals	Balance June 30, 2024
Capital Assets Not Being Depreciated:				
Construction in Progress	$ 8,937,390	$ 293,163	$ (2,377,623)	$ 6,852,930
Land	1,503,077	-	-	1,503,077
Total Nondepreciable Assets	10,440,467	293,163	(2,377,623)	8,356,007
Capital Assets Being Depreciated:				
Buildings	621,095	-	-	621,095
Improvements Other Than Buildings	361,790	-	-	361,790
Machinery and Equipment	1,434,534	61,077	-	1,495,611
Infrastructure	43,944,417	3,908,982	-	47,853,399
Total Depreciable Assets	46,361,836	3,970,059	-	50,331,895
Less: Accumulated Depreciation:				
Buildings	(294,140)	(27,295)	-	(321,435)
Improvements Other Than Buildings	(368,711)	(2,738)	5,506	(365,943)
Machinery and Equipment	(1,061,938)	(61,489)	(19,968)	(1,143,395)
Infrastructure	(17,401,814)	(895,510)	14,462	(18,282,862)
Total Accumulated Depreciation	(19,126,603)	(987,032)	-	(20,113,635)
Total Capital Assets Being Depreciated, Net	27,235,233	2,983,027	-	30,218,260
Governmental Activities Capital Assets, Net	$ 37,675,700	$ 3,276,190	$ (2,377,623)	$ 38,574,267

As of June 30, 2024, construction in process for business-type activities of $6,852,930 is comprised of the following projects: wastewater treatment facility and effluent disposal improvement project $6,732,930; golf course irrigation project $120,000.

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Capital Assets (Continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:	
General Government	$ 12,623
Hyrdo-Electric Plant	2,757
Public Safety	111,054
Highways and Streets, Including Infrastructure	394,336
Culture and Recreation	181,955
Economic and Community Development	9,350
Airport	204,263
Cemetery	5,660
Internal Service Funds	158,065
Total Depreciation	$ 1,080,063
Business-type Activities:	
Water Utility	$ 705,531
Wastewater Utility	266,313
Building Inspections	3,601
Golf Operations	11,587
Total Depreciation	$ 987,032

Leased Assets

Lease activities for the year ended June 30, 2024, was as follows:

	Governmental Activities			
	Balance July 01, 2023	Additions	Disposals	Balance June 30, 2024
Leased Assets:				
Leased Vehicles	$ 291,872	$ 61,839	$ -	$ 353,711
Leased Equipment	9,246	-	-	9,246
Lease Amortization	(147,455)	(33,260)	-	(180,715)
Total	153,663	28,579	-	182,242

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Interfund Advances and Transfers

Advances from/to other funds (interfund loans due after one year):

Advances From	Advances To	Amount
Equipment and Vehicle	Golf Course Operations	$ 90,360

Interfund balances are primarily used to fund activities that would normally be financed with loans from outside sources. The City has determined that it is in the City's economic interest for the City funds with excess cash to loan money to funds short on cash and pay interest internally rather than to third parties.

Routine transfers made during the year ended June 30, 2024, are as follows:

	General Fund	Nonmajor Governmental Funds	Enterprise Funds	Total
Transfer From:				
General Fund	$ -	$ 10,000	$ 54,371	$ 64,371
Non-Major Governmental Funds	51,422	-	-	51,422
Total Transfers	$ 51,422	$ 10,000	$ 54,371	$ 115,793

The City uses interfund transfers on a routine basis to transfer interest earnings from the permanent funds to be used for cemetery maintenance; for matching grant funds; to transfer funds to pay for capital assets.

Debt Obligations

Governmental Activities

The liability for compensated absences in the Governmental Activity funds is $234,416 including $10,797 for the Internal Service Funds.

Business-Type Activities

The liability for compensated absences in the Business-Type Activity funds is $137,674.

The following is a summary of the City's business-type long-term debt activity:

	Business-Type Activities				
	Balance July 01, 2023	Additions	Reductions	Balance June 30, 2024	Due in One Year
Loans from Direct Borrowings:					
Business Oregon - Water Utility Fund	$ 1,190,514	$ -	$ 81,426	$ 1,109,088	$ 84,317
Oregon Department of Environmental Quality - Wastewater Utility Fund	5,817,724	-	-	5,817,724	-
Total Business-Type Activites	$ 7,008,238	$ -	$ 81,426	$ 6,926,812	$ 84,317

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Debt Obligations (Continued)

Water Fund

The note payable to Business Oregon for $1,750,000 dated May 2014 for the construction of the U.V. treatment facility, the first annual installment of $130,940 began December 2015 with annual installments of $123,690 due each December 1, thereafter, including interest at 3.55%. The agreement is secured by the pledge of the City's full faith and credit and taxing power within the limitations of Article XI, Section 11 and 11b, of the Oregon Constitution and by the "Net Revenues" of the City's water system after payment of operation and maintenance costs of the system.

The following is a summary of scheduled debt maturities of the Water Utility Fund debt obligation:

Debt Maturities - Water Utility Fund

Fiscal Year	Interest	Principal	Total	June 30, Balance
2024-2025	$ 39,373	$ 84,317	$ 123,690	$ 1,024,771
2025-2026	36,379	87,310	123,689	937,461
2026-2027	33,280	90,410	123,690	847,051
2027-2028	30,071	93,619	123,690	753,432
2028-2029	26,747	96,943	123,690	656,489
2029-2034	79,604	538,846	618,450	117,643
2034-2035	4,176	117,643	121,819	-
Total	$ 249,630	$ 1,109,088	$ 1,358,718	

Wastewater Fund

The note payable to Oregon Department of Environmental Quality (DEQ), Clean Water State Revolving Fund, for $8,000,000, dated November 2020 was for the wastewater treatment facility and effluent disposal improvement project. As of June 30, 2024, the City had drawn $5,817,724 of the $8,000,000 in available funds. The project is currently on hold due to issues discovered with the new lagoon liner making the system nonoperational. The matter is now under litigation between the City and the engineering firm who designed the project.

The following is a summary of the preliminarily scheduled debt maturities of the Wastewater Utility Fund debt obligation:

NOTE 3 – DETAILED NOTES ON ALL FUNDS (CONTINUED)

Debt Obligations (Continued)

Preliminary Debt Maturities (If Fully Funded) - Wastewater Utility Fund

Fiscal Year	Interest	Annual Fee	Principal	Total	June 30, Balance
2023-2024	$ -	$ -	$ -	$ -	$ 8,000,000
2024-2025	104,567	40,000	239,331	383,898	7,760,669
2025-2026	66,224	38,803	241,394	346,421	7,519,275
2026-2027	64,144	37,596	243,474	345,214	7,275,801
2027-2028	62,045	36,379	245,573	343,997	7,030,228
2028-2029	59,929	35,151	247,689	342,769	6,782,539
2029-2034	267,251	156,965	1,270,839	1,695,055	5,511,700
2034-2039	211,537	124,641	1,326,553	1,662,731	4,185,147
2039-2044	153,378	90,901	1,384,712	1,628,991	2,800,435
2044-2049	92,670	55,679	1,445,420	1,593,769	1,355,015
2049-2054	29,299	18,917	1,355,015	1,403,231	-
Total	$ 1,111,044	$ 635,032	$ 8,000,000	$ 9,746,076	

NOTE 4 – LEASES PAYABLE

Lease payable activity and future maturities for the year ended June 30, 2024, is as follows:

	Governmental Activities				
	Balance July 01, 2023	Increases	Decreases	Balance June 30, 2024	Due Within One Year
Leased Assets:					
Leased Vehicles	$ 91,984	$ 61,838	$ (55,205)	$ 98,617	$ 52,089
Leased Equipment	6,406	-	(1,506)	4,900	1,879
Total	98,390	61,838	(56,711)	103,517	53,968

Debt Maturities - Governmental Activities

Year Ending Jue 30	Principal	Interest	Total
2025	$ 53,968	$ 6,987	$ 60,955
2026	32,428	3,473	35,901
2027	17,121	1,213	18,334
Total	$ 103,517	$ 11,673	$ 115,190

NOTE 5 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; and natural disasters for which the City carries commercial insurance. There have been no significant decreases in coverage from the prior year, and settlements have not exceeded coverage in the past three years. The City obtains most of its insurance coverage through CityCounty Insurance Services (CIS) under an insurance pooling arrangement in which many cities and counties in Oregon participate. The City maintains a retrospective liability plan with CIS for its general liability insurance. This type of plan provides for a reduced upfront premium cost with the City repaying CIS for any liability claims up to a set amount each plan year. The City believes that any such future payments will not be significant.

NOTE 6 – COMMITMENTS, CONTINGENCIES, AND SUBSEQUENT EVENTS

Accrued liabilities do not include sick leave that was earned as of June 30, 2024, but that is payable only for absences from work under the City's employee handbook and collective bargaining agreements.

Amounts received or receivable from grants agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

There have been issues discovered with the pond liner of the new wastewater lagoon and the lagoon was determined to be non-operational and the issue is now under litigation between the City and engineering firm who designed the project. The City is involved in certain other legal matters that, in the opinion of the City's legal counsel, will not have a material adverse effect on the financial condition of the City.

As of February 15, 2017, the City entered into a Mutual Agreement and Order (MAO) with the Department of Environmental Quality (DEQ) to maintain compliance with regards to the discharge of its adequately treated wastewaters into the Powder River. This MAO requires the City to complete an alternate method of disposal of its treated wastewater, as approved by DEQ. The City's current timeline to complete its DEQ approved wastewater storage and effluent disposal project will meet the DEQ's required date of completion. In the event the City does not meet the deadline or obtain an appropriate extension of time, the MOA set the fines at $1,600 per day for each day of non-compliance after the deadline date.

The City sold all remaining Industrial Park property with the last sale occurring in late June 2024; however, one lot was both repurchased and resold for $30,000 in the 2025-26 fiscal year.

The City Council approved the replacement of the irrigation system in the oldest section of the golf course. This project was funded in part by local community support, the Leo Adler Foundation, and Baker County from transient lodging taxes. The remainder of this project was funded with an interfund loan from the Anthony Silvers Street Tree Trust Fund to the Golf Course Capital Projects Fund approved by City Council on May 13, 2025 for $588,141. This loan is intended to be repaid in five years including a variable interest rate of the Oregon Short Term Fund (OSTF) for the Local Government Investment Pool plus 1%.

In July 2025, the City Council withdrew its consent for Baker County to impose and collect transient lodging tax on behalf of the City. These taxes are collected by the City to be used for tourism promotion and tourism-related facilities. The City is authorized to transfer up to 30% of the taxes collected to the General Fund to help cover administrative costs.

NOTE 7 – PRIOR PERIOD ADJUSTMENTS

The City recorded prior period adjustments for the following:

Fund Statements

Fund	Change in Fund Balance: Increase (Decrease)	Description
General Fund	$ (68,269)	Transfer Prior Excess Allocation of COVID Emergency Funds to General Fund
State and Federal Grants Fund	68,269	Transfer Prior Excess Allocation of COVID Emergency Funds to General Fund
General Fund	3,853	Correction of beginning cash balance
Equipment and Vehicle Fund	(195)	Correction of beginning pension liability

Governmental Activities

Function	Change in Net Position: Increase (Decrease)	Description
Economic Development	$ (137,786)	Correction to convert previously reported income from change in value of assets held for sale to a reduction to the cost basis of capital assets
General Government	3,648	Correction for omitted cash balance

Business-Type Activities

Function	Change in Net Position: Increase (Decrease)	Description
Wastewater	$ (5,519)	Correction of beginning assessment receivable

NOTE 8 – DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT SYSTEM

Plan Description

Employees of the City are provided with pensions through the Oregon Public Employees Retirement System (OPERS) a cost-sharing multiple-employer defined benefit pension plan. The Oregon Legislature has delegated authority to the Public Employees Retirement Board to administer and manage the system. All benefits of the System are established by the legislature pursuant to ORS Chapters 238 and 238A. Tier One/Tier Two Retirement Benefit plan, established by ORS Chapter 238, is closed to new members hired on or after August 29, 2003.

The Pension Program, established by ORS Chapter 238A, provides benefits to members hired on or after August 29, 2003. OPERS' issues a publicly available Comprehensive Annual Financial Report and Actuarial Valuation that can be obtained at:
http://www.oregon.gov/pers/emp/Page/Actuarial-Financial-Information.aspx.

NOTE 8 – DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT SYSTEM

1. Tier One/Tier Two Retirement Benefit ORS Chapter 238

Pension Benefits

The PERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2.0 percent for police and fire employees, 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefit results. Monthly payments must be a minimum of $200 per month or the member will receive a lump-sum payment of the actuarial equivalent of the benefits to which the member is entitled.

Under Senate Bill 1049, passed during the 2019 legislative session, the salary included in the determination of Final Average Salary will be limited for all members beginning in 2020. The limit was $232,976 in 2024 and $238,567 in 2025 and will be indexed with inflation in later years.

A member is considered vested and will be eligible at minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General Service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50. Tier One general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and fire member benefits are reduced if retirement occurs prior to age 55 with fewer than 25 years of service. Tier Two members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.

Death Benefits

Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member’s account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided one or more of the following conditions are met:

- the member was employed by a PERS employer at the time of death,
- the member died within 120 days after termination of PERS-covered employment,
- the member died as a result of injury sustained while employed in a PERS-covered job, or
- the member was on an official leave of absence from a PERS-covered job at the time of death.

NOTE 8 – DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT SYSTEM

1. Tier One/Tier Two Retirement Benefit ORS Chapter 238 (Continued)

Disability Benefits

A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member (including PERS judge members) for disability benefits regardless of the length of PERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.

Benefit Changes After Retirement

Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the market value of equity investments. Under ORS 238.360 monthly benefits are adjusted annually through cost-of-living changes (COLA). The COLA is capped at 2.0 percent.

2. OPSRP Pension Program (OPSRP DB)

Pension Benefits

The Pension Program (ORS Chapter 238A) provides benefits to members hired on or after August 29, 2003. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated with the following formula for members who attain normal retirement age:

Police and Fire: 1.8 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for police and fire members is age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.

General Service: 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit.
Under Senate Bill 1049, passed during the 2019 legislative session, the salary included in the determination of Final Average Salary will be limited for all members beginning in 2020. The limit was $232,976 in 2024 and $238,567 in 2025 and will be indexed with inflation in later years.

A member of the OPSRP Pension Program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.

NOTE 8 – DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT SYSTEM

2. OPSRP Pension Program (OPSRP DB) (Continued)

Death Benefits

Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse receives for life 50 percent of the pension that would otherwise have been paid to the deceased member.

Disability Benefits

A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45 percent of the member's salary determined as of the last full month of employment before the disability occurred.

Benefit Changes after Retirement

Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living changes (COLA). Under current law, the cap on the COLA in fiscal year 2015 and beyond will vary based on 1.25 percent on the first $60,000 of annual benefit and $750 plus 0.15 percent on annual benefits above $60,000.

3. OPSRP Individual Account Program (OPSRP IAP)

Pension Benefits

The Individual Account-Based Program (IAP) is a PERS tax-qualified governmental plan as defined under ORS 238A.400.

An IAP member becomes vested on the date the employee account is established or on the date the rollover account is established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies. The IAP accounts fall under Internal Revenue Code Section 401(a).

Upon retirement, a member of the OPSRP Individual Account Program (IAP) may receive the amounts in their employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a $200 minimum distribution limit.

Death Benefits

Upon the death of a non-retired member, the beneficiary receives in a lump sum the member's account balance, rollover account balance, and vested employer optional contribution account balance. If a retired member dies before the installment payments are completed, the beneficiary may receive the remaining installment payments or choose a lump-sum payment.

NOTE 8 – DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT SYSTEM

3. OPSRP Individual Account Program (OPSRP IAP) (Continued)

Recordkeeping

PERS contracts with VOYA Financial to maintain IAP participant records.

Contributions

Employer Contributions

PERS funding policy provides for monthly employer contributions at actuarially determined rates. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. This funding policy applies to the PERS Defined Benefit Plan and the Other Postemployment Benefit Plans. Employer contribution rates during the period were based on the December 31, 2021, actuarial valuation which became effective July 1, 2023. Effective January 1, 2020, Senate Bill 1049 required employers to pay contributions on re-employed PERS retirees' salary as if they were an active member, excluding IAP (6 percent) contributions. Employer contributions for the year ended June 30, 2024, were $942,346, excluding amounts to fund the retirement health insurance account (RHIA). The net rates in effect for the fiscal year ended June 30, 2024, (excluding the RHIA rate of 0.05% for Tier One/Tier Two members and 0.00% for OPSRP members) were 27.45% for Tier One/Two Members; 21.72% for OPSRP Pension Program General Service Members; 26.51% for OPSRP Pension Program Police and Fire Members; and 6% for OPSRP IAP.

Employee Contributions

Beginning January 1, 2004, all employee contributions were placed in the OPSRP Individual Account Program (IAP), a defined contribution pension plan established by the Oregon Legislature. Prior to that date, all member contributions were credited to the Defined Benefit Pension Plan. Member contributions are set by statute at 6.0 percent of salary and are remitted by participating employers. The contributions are either deducted from member salaries or paid by the employers on the members' behalf. The IAP member accounts represent member contributions made on or after January 1, 2004, plus earnings allocations less disbursements for refunds, death benefits, and retirements. Contributions of $206,654 were made to the OPSRP IAP member accounts during the fiscal year ended June 30, 2024.

Beginning July 1, 2020, Senate Bill 1049 required a portion of member contributions to their IAP accounts to be redirected to the Defined Benefit Fund. If the member earns more than $3,333 per month 0.75 percent (OPSRP members) or 2.5 percent (Tier One/Tier Two members) of the member's contributions that were previously contributed to the member's IAP are now used to fund the new Employee Pension Stability Accounts (EPSA). The EPSA accounts will be used to fund the cost of future pension benefits without changing those benefits, which means reduced contributions to the member's IAP account. Members may elect to make voluntary contributions equal to the amount redirected. Voluntary member contributions during fiscal year ended June 30, 2024 were $7,442.

NOTE 8 – DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT SYSTEM

Pension Assets, Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2024, the City reported a liability of $8,496,850 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021 rolled forward to June 30, 2023. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. As of June 30, 2023, the City's proportionate share was 0.04536326 percent, which was decreased from its proportionate share of 0.04006342 percent measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the City recognized pension expense (income) of $281,724. The City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources as of June 30, 2024:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 415,522	$ 33,691
Change of Assumptions	754,810	5,628
Net difference between projected and actual earnings on investments	152,723	-
Changes in proportionate share	821,277	412,091
Differences between employer contributions and proprotionate share of system contributions	-	567,499
Total (prior to post-measurement date contributions)	2,144,332	1,018,909
Contributions subsequent to Measurement Date	1,086,973	-
Total (prior to post-measurement date contributions)	$ 3,231,305	$ 1,018,909

NOTE 8 – DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT SYSTEM

Pension Assets, Liabilities, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Deferred outflows of resources related to pensions resulting from the City's contributions of $1,086,973 subsequent to the measurement date will be recognized as a reduction of the net pension liability in the next fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Deferred Inflows/Outflows	
Amortization Period	
2024-2025	$ 72,683
2025-2026	(236,730)
2026-2027	871,884
2027-2028	349,339
2028-2029	68,248
Total	$ 1,125,424

Actuarial Assumptions

The employer contribution rates effective July 1, 2023, through June 30, 2025, were set using the entry age normal actuarial cost method. For the Tier One/Tier Two component of the PERS Defined Benefit Plan, this method produced an employer contribution rate consisting of (1) an amount for normal cost (the estimated amount necessary to finance benefits earned by the employees during the current service year), (2) an amount for the amortization of unfunded actuarial accrued liabilities, which are being amortized over a fixed period with new unfunded actuarial accrued liabilities being amortized over 20 years.

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

NOTE 8 – DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT SYSTEM

Actuarial Assumptions (Continued)

The total pension liability in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions:

Valuation Date	December 31, 2021
Measurement Date	June 30, 2023
Experience study report	2020, published July 20, 2021
Actuarial cost method	Entry age normal
Actuarial assumptions:	
Inflation rate	2.40%
Investment rate of return	6.90%
Discount rate	6.90%
Projected salary increases	3.40%
Cost of living adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with Moro decision, blend based on service
Mortality	**Healthy retirees and beneficiaries:**
	Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation
	Active members:
	Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation
	Disabled retirees:
	Pub-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The methods and assumptions shown above are based on the 2020 Experience Study which reviewed experience for the four-year period ending on December 31, 2021.

NOTE 8 – DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT SYSTEM

Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2023 the PERS Board reviewed long-term assumptions developed by both Milliman's capital market assumptions team (PERS actuary) and the Oregon Investment Council's (OIC) investment advisors. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes adjustment for the inflation assumption. These assumptions are not based on historical returns but instead are based on a forward-looking capital market economic model.

	Assumed Asset Allocation		
Asset Class/Strategy	Low Range	High Range	OIC Target
Debt Securities	20.0%	30.0%	25.0%
Public Equity	22.5%	32.5%	27.5%
Private Equity	17.5%	27.5%	20.0%
Real Estate	9.0%	16.5%	12.5%
Opportunity Portfolio	0.0%	5.0%	0.0%
Real Assets	2.5%	10.0%	7.5%
Diversifying Stategies	2.5%	10.0%	7.5%
Total			100.0%

Asset Class	Target Allocation	20-Year Annualized Geometric Mean
Global Equity	27.5%	7.07%
Private Equity	25.5%	8.83%
Core Fixed Income	25.0%	4.50%
Real Estate	12.3%	5.83%
Master Limited Partnerships	75.0%	6.02%
Infrastructure	1.5%	6.51%
Hedge Fund of Funds - Multistrategy	1.3%	6.27%
Hedge Fund Equity - Hedge	63.0%	6.48%
Hedge Fun - Macro	5.6%	4.83%
Assumed Inflation - Mean		2.35%

NOTE 8 – DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT SYSTEM

Depletion Date Projection

GASB 68 generally requires that a blended discount rate be used to measure the Total Pension Liability (the actuarial accrued liability calculated using the Individual Entry Age Normal Cost Method). The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's Fiduciary Net Position is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the Fiduciary Net Position is not projected to cover benefit payments and administrative expenses. Determining the discount rate under GASB 68 will often require that the actuary perform complex projections of future benefit payments and pension plan investments. GASB 68 (paragraph 67) does allow for alternative evaluations of projected solvency, if such evaluation can reliably be made. GASB 68 does not contemplate a specific method for making an alternative evaluation of sufficiency; it is left to professional judgement.

The following circumstances justify an alternative evaluation of sufficiency for PERS:

- PERS has a formal written policy to calculate an Actuarially Determined Contribution (ADC), which is articulated in the actuarial valuation report.
- The ADC is based on a closed, layered amortization period, which means that payment of the full ADC each year will bring the plan to a 100% funded position by the end of the amortization period if future experience follows assumption.
- GASB 68 specifies that the projections regarding future solvency assume that plan assets earn the assumed rate of return and there are no future changes in the plan provisions or actuarial methods and assumptions, which means that the projections would not reflect any adverse future experience which might impact the plan's funded position.

Based on these circumstances, it is the independent actuary's opinion that the detailed depletion date projections outlined in GASB 68 would clearly indicate that the Fiduciary Net Position is always projected to be sufficient to cover benefit payments and administrative expenses.

Discount Rate

The discount rate used to measure the total pension liability was 6.9 percent for the Defined Benefit Pension Plan. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Defined Benefit Pension Plan was applied to all periods of projected benefit payments to determine the total pension liability.

NOTE 8 – DEFINED BENEFIT PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT SYSTEM

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 6.9 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percent lower (5.9 percent) or 1-percent higher (7.9 percent) than the current rate:

	1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
City's proportionate share of the net pension liability (asset)	$ 14,035,196	$ 8,496,851	$ 3,861,841

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued OPERS financial report.

Payables to the Pension Plan

The City reports payables in the amount of $44,813 to the pension plan as of June 30, 2024.

Changes in Plan Provisions Subsequent to the Measurement Date

There were no changes subsequent to the June 30, 2023, measurement period that require disclosure.

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (OPEB)

The City implemented GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits other than Pensions in the fiscal year ended June 30, 2018. This statement addresses how state and local governments should account for and report their costs and obligations related to Other Postemployment Benefits (OPEB). This statement replaces the requirements of Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, as amended, and No. 57, OPEB Measurements by Agency Employers and Agent Multiple-Employer Plans.

The scope of this statement addresses accounting and financial reporting for OPEB that is provided to the employees of state and local government employers. It establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For Defined Benefit OPEB, this statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service.

The other postemployment benefits (OPEB) for the City combines two separate plans. The City provides an implicit rate subsidy for retiree Health Insurance Continuation (HIC) premiums, and a contribution to the State of Oregon's PERS cost-sharing multiple-employer defined benefit plan Retirement Health Insurance Account (RHIA).

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Baker City Retiree Health Plan Description

The City does not have a formal post-employment benefits plan for any employee group. However, the City is required by Oregon Revised Statutes 243.303 to provide retirees with group health insurance from the date of retirement to age 65 at the same rate provided to current employees, which is considered a single employer plan. Although the City does not pay any portion of the retirees' healthcare insurance, a retired employee receives the implicit benefit of a lower healthcare premium which is subsidized among the premium cost of coverage for active employees. GASB Statement 75 is applicable to the City for this implicit rate subsidy. This "plan" is not a stand-alone plan and therefore does not issue its own financial statements. A separate, audited GAAP-basis postemployment benefit plan report is not available for this plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. The City had 0 retired members and 63 active members in its plan on July 1, 2022, the date of its most recent actuarial valuation.

The City's defined benefit postemployment healthcare plan is administered by CityCounty Insurance Services (CIS), a public entity insurance trust. CIS was formed by the League of Oregon Cities and the Association of Oregon Counties to meet the risk management and employee benefit needs of Oregon cities, counties and other eligible local governments. The CIS Board of Trustees administers the CIS Trust which includes the CIS Property/Casualty Trust and the two CIS Benefits trusts: EBS (cities) and AOCIT (counties). The plan provides eligible retirees and their dependents under age 65 the same health care coverage at the same premium rates as offered to active employees. The retiree is responsible for the premiums. Benefit provisions are established through negotiations between the City and representatives of collective bargaining units or through resolutions passed by City Council.

Total OPEB Liability

The City's total OPEB liability of $378,624 was measured as of June 30, 2022, and was determined by an actuarial valuation as of July 1, 2022.

Actuarial Assumptions and Other Inputs

The total OPEB liability for the July 1, 2022, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Actuarial Assumptions and Other Inputs (Continued)

Implicit Rate Subsidy

Valuation Date	July 1, 2022
Measurement Date	June 30, 2022
Actuarial cost method	Entry age normal
Actuarial assumptions:	
Inflation rate	2.40%
Discount rate	3.54% based on a 20-year general obligation bond yield index published the The Bond Buyer
Projected salary increases	3.40%
Healthcare cost trend rates	Medical and vision: 2022 - 4.25%, 2023 6 6.75% and between 3.75% and 6.75% for the subsequent 47+ years. Dental - 2022: 1.75%, 4% until 2072, then 3.75$ thereafter
Cost of living adjustments (COLA)	3.4% per year, based on general inflation and the likelihood of raises throughout participating careers
Mortality	Pub-2010 General and Safety Employee and Healthy Retiree tables, sex distinct for members and dependents, with one-year setback for male general service employees and female safety employees

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Sensitivity of the Total OPEB Liability

The following presents the City's total OPEB liability, as well as what the liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.54%) or 1 percentage point higher (4.54%) than the current discount rate:

Discount Rate	1% Decrease (2.54%)	Discount Rate (3.54%)	1% Increase (4.54%)
Total OPEB Liability	$ 415,703	$ 378,624	$ 344,381

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

	Implicit Rate Subsidy Plan		
Healthcare Cost Trend	1% Decrease	Current Healthcare Trend Rate	1% Increase
Total OPEB Liability	$ 329,664	$ 378,624	$ 436,358

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2024, the City recognized OPEB expense of $1,556. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

OPEB - Implicit Rate Subsidy Plan	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 6,799	$ (103,186)
Change of Assumptions or Inputs	15,220	(85,731)
Total (prior to post-measurement date contributions)	22,019	(188,917)
Contributions subsequent to Measurement Date	3,676	N/A
Total (prior to post-measurement date contributions)	$ 25,695	$ (188,917)

Deferred outflows of resources related to OPEB resulting from the City's contributions of $3,676 subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the next fiscal year. Other amounts reported as deferred outflows of resources related to OPEB will be recognized in expense as follows:

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Implicit Rate Subsidy Plan

Deferred Inflows/Outflows		
Amortization Period		
2024-2025	$	(20,296)
2025-2026		(20,296)
2026-2027		(20,036)
2027-2028		(17,688)
2028-2029		(17,382)
Thereafter		(71,200)
Total	$	(166,898)

Retirement Health Insurance Account (RHIA)

Plan Description

As a member of Oregon Public Employees Retirement System (OPERS), the City contributes to the Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other post-employment benefit plan administered by OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums for eligible retirees. ORS 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants after January 1, 2004. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained online at https://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx.

Outline of Plan Provisions

The provisions that must be met for OPEB benefits to be eligible to retirees are listed below:

I. The retiree must be eligible to receive benefits from Oregon PERS.
II. Eligibility requirements for earliest retirement under Oregon PERS are:
    a. The earlier of age 55, or any age with 30 years of service for Tier 1/Tier 2 employees, and
    b. Age 55 with 5 years of service for OPSRP employees.
III. All classes of employees are eligible to continue medical benefit coverage upon retirement.
IV. Qualified spouse, domestic partner, and children may qualify for coverage.
V. Coverage for retirees and eligible dependents continues until medical eligibility for each individual (or until dependent children become ineligible).
VI. The retirees will contribute the full health plan premiums.
VII. There is an implicit rate subsidy with respect to retired employees because the medical premium rates charged for coverage typically are less than they would be if the retirees were in a separately rated health plan.

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Funding Policy

Since RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. The Oregon Revised Statutes requires that an amount equal to $60 of the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the RHIA established by the employer, and any monthly cost in excess of $60 shall be paid by the eligible by the eligible retired member in the manner provided in ORS 238.410. The plan was closed to new entrants hired after August 29, 2003. To be eligible to receive this monthly payment toward the premium cost, the member must: 1) have eight years or more of qualifying service in PERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in PERS, 2) receive both Medicare Part A and B coverage, and 3) enroll in a PERS-sponsored health plan. A surviving spouse or dependent of a deceased PERS retiree who was eligible to receive the subsidy is eligible if 1) they are receiving a retirement benefit or allowance from PERS or 2) they were insured at the time the member died and the member retired before May 1, 1991.

Participating governments are contractually required to contribute to RHIA at a rate assessed each year by OPERS, currently 0.05% of annual covered payroll for Tier 1 and Tier 2 employees and 0.00% for OPSRP employees. The OPERS Board of Trustees sets the employer contribution rate based on the annual required contribution of the employers (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 75. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The City's contributions to RHIA for the years ended June 30, 2024, June 30, 2023 and June 30, 2022 were $713, $657 and $711, respectively.

Assets, Liabilities, Expenses, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB

At June 30, 2024, the City reported an asset of $122,042 for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2021, rolled forward to June 30, 2023. The City's proportionate share of the net OPEB asset was based on a projection of the City's long-term share of contributions to the plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2023, the City's proportionate share was 0.03332973%, an increase from the City's June 30, 2022, proportionate share of 0.2884128%. For the fiscal year ended June 30, 2024, the City recognized OPEB expense of $1,556. At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Assets, Liabilities, Expenses, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB (Continued)

OPEB - OPERS RHIA	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ 3,064
Change of Assumptions or Inputs	$ -	$ 1,316
Net difference between projected and actual earnings on investments	$ 346	$ -
Changes in proportionate share	-	9,444
Total (prior to post-measurement date contributions)	346	13,824
Contributions subsequent to Measurement Date	133	N/A
Total (prior to post-measurement date contributions)	$ 479	$ 13,824

Deferred outflows of resources related to OPEB resulting from the City's contributions of $133 subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the next fiscal year. Other amounts reported as deferred outflows of resources related to OPEB will be recognized in expense as follows:

OPERS Retirement Health Insurance

	Deferred Inflows/Outflows
Amortization Period	
2024-2025	$ (13,204)
2025-2026	(6,401)
2026-2027	4,510
2027-2028	1,750
2028-2029	-
Total	$ (13,345)

Actuarial Assumptions

The RHIA plan is unaffected by health care cost trends since the benefit is limited to a $60 monthly payment toward Medicare companion insurance premiums. Consequently, the disclosure of healthcare cost trend is not applicable. Other significant actuarial assumptions are as follows:

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Actuarial Assumptions (Continued)

OPERS RHIA Plan

Valuation Date	December 31, 2021
Measurement Date	June 30, 2023
Experience study report	2020, published July 20, 2021
Actuarial cost method	Entry age normal
Actuarial assumptions:	
Inflation rate	2.40%
Investment rate of return	6.90%
Discount rate	6.90%
Projected salary increases	3.40%
Retiree healthcare participation	Healthy retirees: 27.5%l Disabled retirees: 15%
Mortality	**Healthy retirees and beneficiaries:**
	Pub-2010 Healthy Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation
	Active members:
	Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation
	Disabled retirees:
	Pub-2010 Disabled Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation

Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in June 2023 the PERS Board reviewed long-term assumptions developed by both Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the OIC long-term target asset allocation. The OIC's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes adjustment for the inflation assumption. These assumptions are not based on historical returns but instead are based on a forward-looking capital market economic model.

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Discount Rate

The discount rate used to measure the OPEB asset was 6.90 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total OPEB asset.

Depletion Date Projection

GASB 75 generally requires that a blended discount rate be used to measure the Total OPEB asset/liability. The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's Fiduciary Net Position (fair market value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where the Fiduciary Net Position is not projected to cover benefit payments and administrative expenses. The actuary's opinion is that the plan's fiduciary net position is projected to be sufficient to cover benefit payments and administrative expenses.

Sensitivity of the City's Proportionate Share of the Net OPEB Asset to Changes in the Discount Rate

The following presents the City's proportionate share of the net OPEB asset calculated using the discount rate of 6.9%, as well as what the City's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is 1 percentage point lower (5.9%) or 1 percentage point higher (7.9%) than the current rate:

	OPERS Retirement Health Insurance Account (RHIA)		
Discount Rate	1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
Net OPEB Liability (Asset)	$ (110,936)	$ (122,041)	$ (131,571)

OPEB Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued OPERS financial report.

Changes in Plan Provisions During the Measurement Period

There were no changes during the June 30, 2023 measurement period that require disclosure.

Changes in Plan Provisions Subsequent to the Measurement Date

We are not aware of any changes subsequent to the June 30, 2023 measurement date that require disclosure.

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Aggregate Net OPEB Asset/Liability and Deferred Outflows/Inflows

The aggregate Net OPEB asset/liability was reported as a net liability in the financial statement. A summary of the aggregate Net OPEB asset/liability and Deferred Outflows/Inflows for the two plans is as follows:

	Implicit Rate Subsidy Plan	PERS RHIA Plan	Total OPEB
Net OPEB Asset	$ -	$ 122,042	$ 122,042
Deferred Outflows of Resources			
Contributions After the Measurement Date	3,676	133	3,809
Changes in Proportionate Share	-	-	-
Difference in Earnings	-	346	346
Difference in Experience	6,799	-	6,799
Change in Assumptions	15,220	-	15,220
Total OPEB Liability	378,624	-	378,624
Deferred Inflows of Resources			
Changes in Proportionate Share	-	9,444	9,444
Change in Assumptions	85,731	1,316	87,047
Difference in Experience	103,186	3,064	106,250
OPEB Expense	(22,257)	20,323	(1,934)
(Included in program expenses on Statement of Activities)			

Required Supplementary Information

BAKER CITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
GENERAL FUND					
Revenues:					
Property Taxes	$ 3,043,900	$ 3,043,900	$ 3,472,946	$ -	$ 3,472,946
Franchise Taxes	1,003,000	1,003,000	1,068,909	-	1,068,909
Licenses and Permits	6,600	6,600	5,335	-	5,335
Intergovernmental	424,891	449,891	602,448	-	602,448
Charges for Services	188,505	188,505	210,840	-	210,840
Fines and Forfeitures	28,000	28,000	25,208	-	25,208
Rental Income	36,000	36,000	38,904	-	38,904
Interest and Dividends	70,000	70,000	136,031	-	136,031
SAIF Refund	20,000	20,000	16,295	-	16,295
Public Safety Fee	-	-	149,747	-	149,747
Miscellaneous	12,750	12,750	91,768	-	91,768
Overhead Charges to Other Funds	628,974	628,974	504,421	(504,421)	-
Total Revenues	5,462,620	5,487,620	6,322,852	(504,421)	5,818,431
Expenditures:					
General Government:					
Administration	1,421,670	1,446,670	1,484,177	(904,751)	579,426
Planning	83,500	83,500	101,844	-	101,844
Total General Government	1,505,170	1,530,170	1,586,021	(904,751)	681,270
Public Safety:					
Police	2,801,709	2,826,709	2,865,735	400,330	3,266,065
Fire	1,842,431	1,867,431	1,424,630	-	1,424,630
Total Public Safety	4,644,140	4,694,140	4,290,365	400,330	4,690,695
Parks and Recreation:					
Parks & Recreation	124,579	124,579	118,116	-	118,116
Airport	111,256	111,256	54,929	-	54,929
Cemetery	197,411	197,411	168,394	-	168,394
Hydro Electric Plant	11,809	11,809	1,397	-	1,397
Economic & Community Development	15,879	15,879	24,118	-	24,118
Operating Contingency	98,267	48,267	-	-	-
Total Expenditures	6,708,511	6,733,511	6,243,340	(504,421)	5,738,919
Excess (Deficit) of Revenues Over Expenditures	(1,245,891)	(1,245,891)	79,512	-	79,512
Other Financing Sources (Uses):					
Transfers In	498,000	498,000	51,422	-	51,422
Transfers Out	(64,371)	(64,371)	(64,371)	-	(64,371)
Total Other Financing Sources (Uses)	433,629	433,629	(12,949)	-	(12,949)
Net Change in Fund Balance	(812,262)	(812,262)	66,563	-	66,563
Fund Balance, July 1, 2023	1,605,374	1,605,374	1,556,960	-	1,556,960
Restatement of Beginning Fund Balance	-	-	(64,416)	-	(64,416)
Fund Balance, June 30, 2024	$ 793,112	$ 793,112	$ 1,559,107	$ -	$ 1,559,107

BAKER CITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - STATE TAX STREET FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
Revenues:					
Taxes	$ 693,324	$ 693,324	$ 813,147	$ -	$ 813,147
Intergovernmental	1,082,528	1,082,528	1,055,959	-	1,055,959
Charges for Services	15,000	15,000	17,249	-	17,249
Interest on Investments	44,000	44,000	117,440	-	117,440
Miscellaneous	1,091	1,091	1,175	-	1,175
Total Revenues	1,835,943	1,835,943	2,004,970	-	2,004,970
Expenditures:					
Maintenance	1,729,408	1,729,408	791,650	-	791,650
Storm Water Maintenance	225,525	225,525	39,853	-	39,853
Preventative Maintenance	806,121	806,121	260,082	-	260,082
Street Lighting	118,392	118,392	97,414	-	97,414
Snow and Ice Control	136,905	136,905	82,522	-	82,522
Street Construction	7,829	7,829	153	-	153
Operating Contingency	395,000	395,000	-	-	-
Total Expenditures	3,419,180	3,419,180	1,271,674	-	1,271,674
Net Change in Fund Balance	(1,583,237)	(1,583,237)	733,296	-	733,296
Fund Balance, July 1, 2023	2,321,638	2,321,638	2,352,667	-	2,352,667
Fund Balance, June 30, 2024	$ 738,401	$ 738,401	$ 3,085,963	$ -	$ 3,085,963

BAKER CITY
For the Last Ten Fiscal Years

SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY

Year Ended June 30	(a) City's Proportion of Net Pension Liability (Asset)	(b) City's Proportionate Share of Net Pension Liability (Asset)	(c) City's Covered Payroll	(b/c) City's Proportionate Share of Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of Total Pension Liability
2023	0.0453633%	$ 8,496,851	$ 4,207,830	201.93%	81.70%
2022	0.0400634%	6,134,512	4,623,026	132.69%	84.55%
2021	0.0422970%	5,061,504	4,364,437	115.97%	87.57%
2020	0.0402427%	8,782,333	3,955,035	222.05%	75.80%
2019	0.0451433%	7,808,708	3,796,321	205.69%	80.23%
2018	0.0416421%	6,308,225	3,763,135	167.63%	82.07%
2017	0.0469267%	6,325,737	3,611,905	175.14%	83.12%
2016	0.0476396%	7,151,804	3,557,881	201.01%	80.50%
2015	0.0545456%	3,131,716	3,370,480	92.92%	91.90%
2014	0.0567116%	(1,285,491)	3,466,206	-37.09%	103.60%

The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date.

SCHEDULE OF CONTRIBUTIONS TO OPERS

Year Ended June 30	(a) Statutorily Required Contribution	(b) Contributions in Relation to Statutorily Required Contribution	(a-b) Contribution Deficiency (Excess)	(c) City's Covered Payroll	(b/c) Contributions as a Percentage of Covered Payroll
2024	$ 1,086,973	$ 1,086,973	$ -	$ 4,207,830	25.83%
2023	913,191	913,191	-	4,369,745	20.90%
2022	1,028,308	1,028,308	-	4,623,026	22.24%
2021	966,325	966,325	-	4,364,437	22.14%
2020	861,866	861,866	-	3,955,035	21.79%
2019	703,176	703,176	-	3,796,321	18.52%
2018	705,752	705,752	-	3,763,135	18.75%
2017	547,839	547,839	-	3,611,905	15.17%
2016	556,962	556,962	-	3,557,881	15.65%
2015	468,775	468,775	-	3,370,480	13.91%

The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date.

NOTES TO SCHEDULES

Details and a comprehensive list of changes in methods and assumptions can be found in the Experience Study for the System. This report can be found at:
https://www.oregon.gov/pers/Documents/Financials/Actuarial/2023/2022_Exp_Study.pdf

BAKER CITY
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
Implicit Rate Subsidy Plan
Last Ten Fiscal Years *

	Fiscal Years Ending June 30,							
	2024	2023	2022	2021	2020	2019	2018	2015
Service Cost	$ 33,136	$ 38,628	$ 37,495	$ 30,740	$ 27,285	$ 27,730	$ 29,752	$ -
Interest on total OPEB Liability	13,093	11,533	11,003	15,832	15,795	14,695	12,445	
Effect of changes to benefit terms	-	-	-	-	-	-	-	
Effect of economic/demographic gains (losses)	-	(122,113)	-	(5,723)	-	15,475	-	
Effect of assumption changes or inputs	(3,776)	(77,432)	2,095	10,076	14,301	(26,213)	(25,820)	
Benefti Payments	(1,122)	(17,126)	(14,246)	(10,081)	(23,050)	(43,919)	(37,321)	
Net change in OPEB Liability	41,331	(166,510)	36,347	40,844	34,331	(12,232)	(20,944)	-
Total OPEB Liability - beginning	337,293	503,803	467,456	426,612	392,281	404,513	425,457	
Total OPEB Liability - ending	378,624	337,293	503,803	467,456	426,612	392,281	404,513	
City's covered payroll	$ 3,568,271	$ 4,369,745	$ 4,623,026	$ 4,364,437	$ 3,955,035	$ 3,795,321	$ 3,763,135	
Total OPEB Liability as a % of covered payroll	10.61%	7.72%	10.90%	10.71%	10.79%	10.34%	10.75%	

The amounts presented were actuarially determined at July 1, 2022 valuation and were rolled forward to the measurement date using standard actuarial techniques. The amounts presented are for the measurement period reported during the fiscal year, which for the fiscal year ending June 30, 2024 and 2023 is July 1, 2022.

* This schedule is presented to illustrate the requirements for a period of 10 years. However, recalculation o fprior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported. Therefore, historical information will be presented in the future as it becomes availble.

BAKER CITY

Oregon Public Employees Retirement System, Retirement Health Insurance Account

For the Last Ten Fiscal Years *

SCHEDULE OF PROPORTIONATE SHARE OF NET OPEB LIABILITY (ASSET)

Year Ended June 30	(a) City's Proportion of Net OPEB Liability (Asset)	(b) City's Proportionate Share of Net OPEB Liability (Asset)	(c) City's Covered Payroll	(b/c) City's Proportionate Share of Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of Total OPEB Liability
2024	0.03332973%	$ (122,041)	$ 4,369,745	-2.7929%	201.60%
2023	0.02884128%	(102,483)	4,623,026	-2.2168%	194.66%
2022	0.02570970%	(88,287)	4,364,437	-2.0229%	183.86%
2021	0.03132268%	(63,823)	3,955,035	-1.6137%	150.10%
2020	0.03486180%	(67,366)	3,796,321	-1.7745%	144.00%
2019	0.03646583%	(40,706)	3,763,135	-1.0817%	124.00%
2018	0.03560733%	(14,860)	3,611,905	-0.4114%	108.90%
2017	0.03756209%	10,200	3,557,881	0.2867%	94.15%

The amounts presented were actuarially determined at July 1, 2022 valuation and were rolled forward to the measurement date using standard actuarial techniques. The amounts presented are for the measurement period reported during the fiscal year, which for the fiscal year ending June 30, 2024 and 2023 is July 1, 2022.

SCHEDULE OF CONTRIBUTIONS TO RHIA

Year Ended June 30	(a) Statutorily Required Contribution	(b) Contributions in Relation to Statutorily Required Contribution	(a-b) Contribution Deficiency (Excess)	(c) City's Covered Payroll	(b/c) Contributions as a Percentage of Covered Payroll
2024	$ 713	$ 713	$ -	$ 4,207,830	0.02%
2023	657	657	-	4,369,745	0.02%
2022	711	711	-	4,623,437	0.02%
2021	688	688	-	4,364,437	0.02%
2020	2,237	2,237	-	3,955,035	0.06%
2019	17,278	17,278	-	3,796,321	0.46%
2018	17,657	17,657	-	3,763,135	0.47%
2017	17,750	17,750	-	3,611,135	0.49%

The amounts presented were actuarially determined at July 1, 2022 valuation and were rolled forward to the measurement date using standard actuarial techniques. The amounts presented are for the measurement period reported during the fiscal year, which for the fiscal year ending June 30, 2024 and 2023 is July 1, 2022.

***** This schedule is presented to illustrate the requirements for a period of 10 years. However, recalculation o fprior years are not required, and if prior years are not reported in accordance with the current GASB standards, they should not be reported. Therefore, historical information will be presented in the future as it becomes availble.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

A. Budgetary Information

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP) for all funds, except for the proprietary funds and the General Fund. The annual budget for proprietary funds is adopted on the modified accrual basis of accounting, which is not consistent with GAAP, in order to comply with Oregon Local Budget Law. The General Fund budgets interfund reimbursements of expenses from other funds as revenue and transfers in, which is not consistent with GAAP. For GAAP reporting, $504,421 was eliminated from revenues/transfers and the corresponding reimbursed expenditures and lease asset purchase have been grossed up for GAAP reporting. All annual appropriations lapse at fiscal year-end.

Oregon Local Budget Law establishes standard procedures relating to the preparation, adoption, and execution of the annual budget.

The City begins its budgeting process by appointing Budget Committee members in the fall of each year. Budget recommendations are developed by management through early spring, with the Budget Committee meeting and approving the budget document in late spring. Public notices of the budget hearing are generally published in May or June and the hearing is held in June. The City Council adopts the budget, makes appropriations, and declares the tax levy no later than June 30. Expenditure appropriations may not be legally over-expensed, except in the case of specific purpose grant receipts and bond sale proceeds which could not be reasonably estimated at the time the budget was adopted.

The budget is prepared by fund and program unit. The government's department heads may make transfers of appropriations within a program unit. Transfers of appropriations between program units require the approval of the Council. The legal level of budgetary control (i.e. the level at which expenditures may not legally exceed appropriations) is the program unit, and where there is no clearly defined program unit, legal budgetary control is by fund and category.

During the year ended June 30, 2024, the Council made several transfers of budgetary appropriations. Appropriations are limited to a single fiscal year; therefore, all spending authority of the City lapses as of year-end.

B. Net Pension Liability (Asset)

Changes in Benefit Terms

The 2013 Oregon Legislature made a series of changes to PERS that lowered projected future benefit payments from the System. These changes included reductions of future Cost of Living Adjustments (COLA) made through Senate Bills 822 and 861. Senate Bill 822 also required the contribution rates schedules to be in effect from July 2013 to June 2025 to be reduced. The Oregon Supreme Court decision in Moro v. State of Oregon, issued on April 30, 2015, reversed a significant portion of the reductions the 2013 Oregon Legislature made to future System Cost of Living Adjustments (COLA) through Senate Bills 822 and 861. This reversal increased the total pension liability as of June 30, 2015 compared to June 30, 2014 total pension liability.

A legislative change that occurred after the December 31, 2017 valuation date affected the plan provisions reflected for financial reporting purposes. Senate Bill 1049, signed into law in June 2019, introduced a limit on the amount of annual salary included for the calculation of benefits. Beginning in 2021, annual salary in excess of $197,730 (as indexed in future years) will be excluded when determining member benefits. As a result, future Tier 1/Tier 2 and OPSRP benefits for certain active members are now projected to be lower than prior to the legislation and was reflected in the June 30, 2019 Total Pension Liability as a reduction in liability.

A legislative change that occurred after the December 31, 2019 actuarial valuation date affected the plan provisions reflected for June 30, 2021 financial reporting liability calculations. Senate Bill 111, enacted in June 2021, provides an increased pre-retirement death benefit for members who die on or after their early retirement age. For GASB 68, the benefits valued in the Total Pension Liability are required to be in accordance with the benefit terms legally in effect as of the relevant fiscal year0end for the plan. As a result, Senate Bill 111 was reflected in the June 30, 2021 Total Pension Liability. While Senate Bill 111 also made changes to certain aspects of the System's funding and administration, the change in the death benefit provision is the only change that affects the measured Total Pension Liability. As a result, the death benefit provision is the only difference between June 30, 2020 and June 30, 2021 in the plan provisions basis used to determine the Total Pension Liability as of those two respective measurement dates.

Changes in Assumptions

The PERS Board adopted assumption changes that were used to measure the June 30, 2016 total pension liability and June 30, 2018 total pension liability. For June 30, 2016, the changes included the lowering of the long-term expected rate of return to 7.50% and lowering the assumed inflation to 2.50%. For June 30, 2018, the long-term expected rate of return to 7.20%. In addition, the healthy mortality assumption was changed to reflect an updated mortality improvement scale for all groups, and assumptions were updated for merit increases, unused sick leave, and vacation pay. The PERS Board selected a lower long0term expected rate of investment return assumption of 6.90% (reduced from 7.20%) on July 23, 2021 to be used in the December 31, 2020 and December 31, 2021 actuarial valuations for funding purposes. At the same time, the PERS Board reduced the inflation and payroll growth assumptions to 2.40% and 3.40% respectively. In addition, the healthy mortality assumption was changed to reflect an updated mortality improvement scale for all groups, and assumptions were updated for merit increases, unused sick leave, and vacation pay.

C. Other Post-Employment Benefits

Changes in Benefit Terms

There were no significant changes in benefit terms for Other Post-Employment Benefits.

Changes of Assumptions

There were no significant changes in assumptions for the RHIA Other Post-Employment Benefits, except for the PERS changes described above. The RHIA OPEB valuation is tied to the PERS system, contributions, and assumptions.

The City's health insurance continuation OPEB liability calculation uses the Bond Buyer 20-Year General Obligation Bond Index for the discount rate. The discount rate in effect for the June 30, 2023 reporting dates is 3.54%, which increased from 2.16% from 2022.

Other Supplementary Information

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted or committed to expenditures for specific purposes.

Sam-O Swim Maintenance Levy Fund: This fund accounts for property tax collections used for the maintenance of the City swimming pool.

Tree City Fund: This fund accounts for sidewalk variance fees designated for street tree planting.

Playground and Park Improvements Fund: This fund is used to account for grants and contributions related to playground and park improvements.

State and Federal Grants Fund: This fund is used to track the receipt and disbursement of grant dollars.

Tile Replacement Fund: This fund accounts for contributions designated for the replacement of tiles on the Powder River Pavilion in Geiser-Pollman Park.

Elkhorn View Industrial Park Economic and Community Development Fund: This fund was created by City Council Resolution No. 3829, effective January 8, 2019. It accounts for proceeds from the sale of property in the Elkhorn View Industrial Park, which are designated by City Council Resolution No. 3823 to be used for economic and community development projects in the City of Baker City.

Debt Service Funds are used to account for the financial resources that are restricted, committed, or assigned to expenditures for payments made for principal and interest on long-term debt for governmental funds.

LID Repayment Fund: This fund is used to account for financing of local improvement district receivables.

Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

Fire Equipment Reserve Fund: This fund is used to account for the acquisition of firefighting or EMS apparatus.

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs.

Mt Hope Trust Fund: City ordinance restricts the spending of principal, but the interest earned on the corpus is transferred to the General Fund and used for cemetery maintenance.

One Hundred Year Trust: This fund was established in 1989 with community donations. Donations along with interest earnings will be used in the year 2089 to help fund a community celebration, build a public amenity, and provide seed money for another 100-year trust.

John Schmitz Memorial Trust Fund: This fund accounts for monies left to the City by the late John Schmitz. His will designated these monies to be used for the cemetery. Earnings from the trust are transferred to the General Fund and used to help pay for cemetery operations.

Anthony Silvers Street Tree Trust: This fund was created by a bequest from Anthony Silvers. The principal may never be expended, but the interest earned on the corpus is to be used solely for the planting and/or replanting of street trees within the City of Baker City.

BAKER CITY
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

	Special Revenue						Debt Service	Projects	Permanent Funds				
	Samo Swim Maintenance Fund	Tree City Fund	Playground and Park Improvements Fund	State and Federal Grants Fund	Tile Replacement Fund	Elkhorn View Ind Park Econ & Comm. Dev. Fund	LID Repayment Fund	Fire Equipment Reserve Fund	Mount Hope Trust Fund	One Hundred Year Trust	John Schmitz Trust Fund	Anthony Silvers Street Tree Trust Fund	Total Non-Major Governmental Funds
Assets													
Cash and Cash Equivalents	$ 256,357	$ 5,481	$ 197,026	$ 224,726	$ 2,174	$ 425,197	$ 62,520	$ 426,056	$ 506,084	$ 3,490	$ 274,453	$ 899,485	$ 3,283,049
Interest Receivable							3,858						3,858
Accounts Receivable, Net of Allowance	-	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental				83,018									
Notes and Assessments Receivable	-	-	-	161,810	-	355,606	51,757	-	-	-	-	-	569,173
Prepaid Items	-	-	-	467	-	-	-	-	-	-	-	-	467
Taxes Receivable	12,354	-	-	-	-	-	-	-	-	-	-	-	12,354
Other Assets	-	-	-	-	-	-	-	-	889	-	-	-	889
Total Assets	$ 268,711	$ 5,481	$ 197,026	$ 470,021	$ 2,174	$ 780,803	$ 121,993	$ 426,056	$ 506,973	$ 3,490	$ 274,453	$ 899,485	$ 3,956,666
Liabilities													
Accounts Payable	$ 7,642	$ -	$ -	$ 19,789	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 231	$ 27,662
Unearned Revenue	150,000	-	150,000	-	-	-	-	-	-	-	-	-	300,000
Total Liabilities	157,642	-	150,000	19,789	-	-	-	-	-	-	-	231	327,662
Deferred Inflows of Resources													
Unavailable Revenue	11,763	-	-	233,752	-	-	59,473	-	-	-	-	-	304,988
Fund Balances													
Nonspendable (Legally or Contractually)	-	-	-	-	-	-	-	-	-	-	-	782,954	782,954
Restricted for Pavilion Tile Replacement	-	-	-	-	2,174	-	-	-	-	-	-	-	2,174
Restricted for 2089 Celebration	-	-	-	-	-	-	-	-	-	3,490	-	-	3,490
Restricted for Cemetery Care	-	-	-	-	-	-	-	-	-	-	274,453	-	274,453
Restricted for Trees	-	5,481	-	-	-	-	-	-	-	-	-	116,300	121,781
Restricted for Railroad Quiet Zone	-	-	-	108,730	-	-	-	-	-	-	-	-	108,730
Committed for Cemetery Care	-	-	-	-	-	-	-	-	506,084	-	-	-	506,084
Assigned for Public Safety	-	-	-	28,072	-	-	-	-	-	-	-	-	28,072
Assigned for Parks and Recreation	-	-	47,026	15,986	-	-	-	-	-	-	-	-	63,012
Assigned for Public Art	-	-	-	15,436	-	-	-	-	-	-	-	-	15,436
Assigned for Skate Park	-	-	-	32,916	-	-	-	-	-	-	-	-	32,916
Assigned for Employee Wellness	-	-	-	1,978	-	-	-	-	-	-	-	-	1,978
Assigned for Econ. & Community Dev.	-	-	-	-	-	780,803	-	-	-	-	-	-	780,803
Assigned for Fire Equipment	-	-	-	-	-	-	-	426,056	-	-	-	-	426,056
Assigned for Samo Swim Maintenance	99,306	-	-	-	-	-	-	-	-	-	-	-	99,306
Unassigned	-	-	-	11,362	-	-	62,520	-	889	-	-	-	74,771
Total Fund Balances	99,306	5,481	47,026	214,480	2,174	780,803	62,520	426,056	506,973	3,490	274,453	899,254	3,322,016
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 268,711	$ 5,481	$ 197,026	$ 468,021	$ 2,174	$ 780,803	$ 121,993	$ 426,056	$ 506,973	$ 3,490	$ 274,453	$ 899,485	$ 3,954,666

BAKER CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

	Special Revenue						Debt Service	Projects	Permanent Funds				
	Samo Swim Maintenance Fund	Tree City Fund	Playground and Park Improvements Fund	State and Federal Grants Fund	Tile Replacement Fund	Elkhorn View Ind Park Econ & Comm. Dev. Fund	LID Repayment Fund	Fire Equipment Reserve Fund	Mount Hope Trust Fund	One Hundred Year Trust Fund	John Schmitz Trust Fund	Anthony Silvers Street Tree Trust Fund	Total Non-Major Governmental Funds
Revenues:													
Property Taxes	$ 116,120	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 116,120
Intergovernmental	-	-	-	201,387	-	-	-	25,600	-	-	-	-	226,987
Charges for Services	-	-	-	297	-	-	-	-	-	-	-	-	297
Assessments	-	-	-	-	-	-	17,020	-	-	-	-	-	17,020
Interest on Investments	12,128	261	9,511	8,986	-	11,168	3,025	19,545	24,256	174	13,611	42,143	144,808
Miscellaneous	-	-	99,883	71,124	-	-	-	-	-	-	-	-	171,007
Total Revenues	128,248	261	109,394	281,794	-	11,168	20,045	45,145	24,256	174	13,611	42,143	676,239
Expenditures:													
Current:													
General Government	-	-	-	312	-	-	-	-	-	-	-	-	312
Public Safety	-	-	-	12,963	-	-	-	-	-	-	-	-	12,963
Transportation and Streets	-	-	-	267,255	-	-	-	-	-	-	-	-	267,255
Economic and Community Development	-	-	-	8,484	-	-	-	-	-	-	-	2,064	10,548
Parks and Recreation	91,476	-	107,547	33,977	587	-	-	-	-	-	-	-	233,587
Total Current Expenditures	91,476	-	107,547	322,991	587	-	-	-	-	-	-	2,064	524,665
Excess (Deficit) of Revenues Over Expenditures	36,772	261	1,847	(41,197)	(587)	11,168	20,045	45,145	24,256	174	13,611	40,079	151,574
Other Financing Sources (Uses):													
Sale of Property	-	-	-	-	-	541,713	-	-	-	-	-	-	541,713
Transfers In	-	-	-	10,000	-	-	-	-	-	-	-	-	10,000
Transfers Out	-	-	-	-	-	-	-	-	(33,034)	-	(18,387)	-	(51,421)
Total Other Financing Sources (Uses)	-	-	-	10,000	-	541,713	-	-	(33,034)	-	(18,387)	-	500,292
Net Change in Fund Balance	36,772	261	1,847	(31,197)	(587)	552,881	20,045	45,145	(8,778)	174	(4,776)	40,079	651,866
Fund Balances, July 1, 2023	62,534	5,220	45,179	177,408	2,761	769,635	42,475	380,911	515,751	3,316	279,229	859,175	3,143,594
Restatement of Prior Fund Balance	-	-	-	68,269	-	(541,713)	-	-	-	-	-	-	(473,444)
Fund Balances, June 30, 2024	$ 99,306	$ 5,481	$ 47,026	$ 214,480	$ 2,174	$ 780,803	$ 62,520	$ 426,056	$ 506,973	$ 3,490	$ 274,453	$ 899,254	$ 3,322,016

BAKER CITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
SAMO SWIM MAINTENANCE FUND					
Revenues:					
Taxes	$ 105,200	$ 105,200	$ 116,120	$ -	$ 116,120
Interest	2,500	2,500	12,128	-	12,128
Total Revenues	107,700	107,700	128,248	-	128,248
Expenditures:					
Swimming Pool Operations	275,068	290,068	91,476	-	91,476
Contingency	27,061	27,061	-	-	-
Total Expenditures	302,129	317,129	91,476	-	91,476
Excess (Deficit) of Revenues Over Expenditures	(194,429)	(209,429)	36,772	-	36,772
Other Financing Sources (Uses):					
Transfers In	-	15,000	-	-	-
Total Other Financing Sources (Uses)	-	15,000	-	-	-
Net Change in Fund Balance	(194,429)	(194,429)	36,772	-	36,772
Fund Balance (Deficit), July 1, 2023	194,429	194,429	62,534	-	62,534
Fund Balance (Deficit), June 30, 2024	$ -	$ -	$ 99,306	$ -	$ 99,306
TREE CITY FUND					
Revenues:					
Interest	$ 20	$ 20	$ 261	$ -	$ 261
Miscellaneous	100	1,000	-	-	-
Total Revenues	120	1,020	261	-	261
Expenditures:					
Tree Planting and Maintenance	3,000	3,000	-	-	-
Net Change in Fund Balance	(2,880)	(1,980)	261	-	261
Fund Balance, July 1, 2023	4,850	2,500	5,220	-	5,220
Fund Balance, June 30, 2024	$ 1,970	$ 520	$ 5,481	$ -	$ 5,481

BAKER CITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
PLAYGROUND & PARK IMPROVEMENTS FUND					
Revenues:					
Interest	$ 128	$ 128	$ 9,511	$ -	$ 9,511
Intergovernmental	150,000	150,000	-	-	-
Miscellaneous	-	-	99,883	-	99,883
Total Revenues	150,128	150,128	109,394	-	109,394
Expenditures					
Playground & Parks Improvement	343,006	343,006	107,547	-	107,547
Total Expenditures	343,006	343,006	107,547	-	107,547
Net Change in Fund Balance	(192,878)	(192,878)	1,847	-	1,847
Fund Balance, July 1, 2023	192,878	192,878	45,179		45,179
Fund Balance, June 30, 2024	$ -	$ -	$ 47,026	$ -	$ 47,026

BAKER CITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
STATE AND FEDERAL GRANTS FUND					
Revenues:					
Intergovernmental	$ 470,750	$ 470,750	$ 201,387	$ -	$ 201,387
Charges for Services	850	850	297	-	297
Interest	1,100	1,100	8,986	-	8,986
Miscellaneous	100,470	132,970	71,124	-	71,124
Total Revenues	573,170	605,670	281,794	-	281,794
Expenditures:					
Employee Wellness	790	790	312	-	312
Public Safety	23,596	31,096	12,963	-	12,963
Transportation and Streets	455,000	455,000	267,255	-	267,255
Culture and Recreation	50,620	50,620	34,727	-	34,727
Economic and Community Development	175,201	200,201	7,734	-	7,734
Total Expenditures	705,207	737,707	322,991	-	322,991
Excess (Deficit) of Revenues Over Expenditures	(132,037)	(132,037)	(41,197)	-	(41,197)
Other Financing Sources:					
Transfers In	10,000	10,000	10,000	-	10,000
Total Other Financing Sources	10,000	10,000	10,000	-	10,000
Net Change in Fund Balance	(122,037)	(122,037)	(31,197)	-	(31,197)
Fund Balance, July 1, 2023	191,084	191,084	177,408	-	177,408
Restatement of Beginning Fund Balance	-	-	68,269	-	68,269
Fund Balance, June 30, 2024	$ 69,047	$ 69,047	$ 214,480	$ -	$ 214,480

BAKER CITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
TILE REPLACEMENT FUND					
Revenues:					
Miscellaneous	$ 2,761	$ 2,761	$ -	$ -	$ -
Total Revenues	2,761	2,761	-	-	-
Expenditures:					
Powder River Pavilion Tile Replacement	2,761	2,761	587	-	587
Net Change in Fund Balance	-	-	(587)	-	(587)
Fund Balance, July 1, 2023	-	-	2,761	-	2,761
Fund Balance, June 30, 2024	$ -	$ -	$ 2,174	$ -	$ 2,174
ELKHORN VIEW INDUSTRIAL PARK ECONOMIC AND COMMUNITY DEVELOPMENT					
Revenues:					
Interest	$ 2,200	$ 2,200	$ 11,168	$ -	$ 11,168
Total Revenues	2,200	2,200	11,168	-	11,168
Expenditures:					
Economic and Community Development	287,353	287,353	-	-	-
Excess (Deficit) of Revenues Over Expenditures	(285,153)	(285,153)	11,168	-	11,168
Other Financing Sources:					
Industrial Park Land Sales	60,000	60,000	541,713	(541,713)	-
Total Other Financing Sources	60,000	60,000	541,713	(541,713)	-
Net Change in Fund Balance	(225,153)	(225,153)	552,881	(541,713)	11,168
Fund Balance, July 1, 2023	225,153	225,153	769,635	-	769,635
Prior Period Restatement	-	-	(541,713)	-	(541,713)
Fund Balance, June 30, 2024	$ -	$ -	$ 780,803	$ -	$ 239,090

BAKER CITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - LID REPAYMENT FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
Revenues:					
Interest	$ 100	$ 100	$ 1,658	$ 1,367	$ 3,025
Special Assessments/LID Repayments	14,361	14,361	18,387	(1,367)	17,020
Total Revenues	14,461	14,461	20,045	-	20,045
Expenditures:					
LID Maintenance	800	800	-	-	-
Total Expenditures	800	800	-	-	-
Net Change in Fund Balance	13,661	13,661	20,045	-	20,045
Fund Balance, July 1, 2023	46,471	46,471	42,475	-	42,475
Fund Balance, June 30, 2024	$ 60,132	$ 60,132	$ 62,520	$ -	$ 62,520

BAKER CITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
FIRE EQUIPMENT RESERVE FUND					
Revenues:					
Interest	$ 2,200	$ 2,200	$ 19,545	$ -	$ 19,545
Intergovernmental	-	-	25,600	-	25,600
Total Revenues	2,200	2,200	45,145	-	45,145
Expenditures:					
Fire and EMS Equipment	100,000	100,000	-	-	-
Operating Contingency	277,550	277,550	-	-	-
Total Expenditures	377,550	377,550	-	-	-
Net Change in Fund Balance	(375,350)	(375,350)	45,145	-	45,145
Fund Balance, July 1, 2023	375,350	375,350	380,911	-	380,911
Fund Balance, June 30, 2024	$ -	$ -	$ 426,056	$ -	$ 426,056

BAKER CITY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - PERMANENT FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
MOUNT HOPE TRUST FUND					
Revenues:					
Interest	$ 6,500	$ 11,950	$ 24,256	$ -	$ 24,256
Total Revenues	6,500	11,950	24,256	-	24,256
Other Financing Sources (Uses):					
Transfers Out	(5,000)	(7,000)	(33,034)	-	(33,034)
Transfers In	19,952	19,952	19,952	(19,952)	-
Total Other Financing Sources (Uses)	14,952	12,952	(13,082)	(19,952)	(33,034)
Net Change in Fund Balance	21,452	24,902	11,174	(19,952)	(8,778)
Fund Balance, July 1, 2023	488,396	488,396	495,799	19,952	515,751
Fund Balance, June 30, 2024	$ 509,848	$ 513,298	$ 506,973	$ -	$ 506,973
ONE HUNDRED YEAR TRUST					
Revenues:					
Interest	$ 30	$ 30	$ 174	$ -	$ 174
Total Revenues	30	30	174	-	174
Net Change in Fund Balance	30	30	174	-	174
Fund Balance, July 1, 2023	3,275	3,275	3,316	-	3,316
Fund Balance, June 30, 2024	$ 3,305	$ 3,305	$ 3,490	$ -	$ 3,490
JOHN SCHMITZ TRUST FUND					
Revenues:					
Interest	$ 3,000	$ 7,500	$ 13,611	$ -	$ 13,611
Other Financing Uses:					
Transfers Out	(3,000)	(7,500)	(18,387)	-	(18,387)
Total Other Financing Uses	(3,000)	(7,500)	(18,387)	-	(18,387)
Net Change in Fund Balance	-	-	(4,776)	-	(4,776)
Fund Balance, July 1, 2023	275,052	274,061	279,229	-	279,229
Fund Balance, June 30, 2024	$ 275,052	$ 274,061	$ 274,453	$ -	$ 274,453
A. SILVERS STREET TREE TRUST					
Revenues:					
Interest	$ 15,000	$ 15,000	$ 42,143	$ -	$ 42,143
Total Revenues	15,000	15,000	42,143	-	42,143
Expenditures:					
Street Tree Planting and Maintenance	43,729	43,729	2,064	-	2,064
Contingency	5,000	5,000	-	-	-
Total Expenditures	48,729	48,729	2,064	-	2,064
Other Financing Sources (Uses):					
Transfers Out	(700,000)	(700,000)	-	-	-
Total Other Financing Sources	(700,000)	(700,000)	-	-	-
Net Change in Fund Balance	(733,729)	(733,729)	40,079	-	40,079
Fund Balance, July 1, 2023	848,174	848,174	859,175	-	859,175
Fund Balance, June 30, 2024	$ 114,445	$ 114,445	$ 899,254	$ -	$ 899,254

BUSINESS TYPE FUNDS

Enterprise Funds are proprietary funds that are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the City is that the costs of providing goods or services to the general public on a continuing basis will be financed or recovered primarily through user charges.

Water Utility Fund: This fund accounts for the operation and maintenance of the City's water service and distribution facilities.

Wastewater Utility Fund: This fund accounts for the operation and maintenance of the City's sewer system including the collection lines and sewage treatment lagoons.

Wastewater Debt Service Reserve Fund: This fund was created in 2018 by City Council Resolution No. 3818. The fund was established to meet the requirements of the Oregon Department of Environmental Quality's Clean Water State Revolving Fund, which requires an amount equivalent to one annual payment to be maintained in a debt service fund. Although this fund is budgeted separately for Oregon budget law purposes, it is a division of the wastewater enterprise activity and is combined with the Wastewater Utility Fund in the GAAP presentation of the financial statements.

Golf Course Operation Fund: This fund is used to account for the operation and maintenance of the City's 18-hole golf course.

Golf Course Capital Projects Fund: This fund accounts for the acquisition of golf course equipment and other golf course capital projects. It is funded by lease payments paid by the golf course concessionaire. While separately budgeted for Oregon budget law purposes it is a division of the golf course enterprise activity and is combined with the Golf Course Operation Fund in the GAAP presentation of the financial statements.

Building Inspections Fund: This fund is used to account for the operation of the City's Building Inspections Department which is funded by permit sales. The City performs building inspection services both within the City and throughout Baker County.

BAKER CITY
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
WATER UTILITY FUND					
Revenues:					
Charges for Services	$ 3,379,003	$ 3,379,003	$ 3,190,016	$ -	$ 3,190,016
Interest	90,000	90,000	238,982	-	238,982
Miscellaneous	130,375	130,375	167,699	-	167,699
Sales to Other Funds	13,000	13,000	13,000	(13,000)	-
Total Revenues	3,612,378	3,612,378	3,609,697	(13,000)	3,596,697
Expenses:					
Water Utility Maintenance	2,179,931	2,179,931	1,885,808	108,193	1,994,001
Water Utility Construction	3,060,423	3,060,423	1,423,888	(1,423,888)	-
Debt Service	123,690	123,690	123,690	(83,113)	40,577
Depreciation	-	-	-	705,531	705,531
Operating Contingency	300,000	300,000	-	-	-
Total Expenses	5,664,044	5,664,044	3,433,386	(693,277)	2,740,109
Net Change in Fund Balance	(2,051,666)	(2,051,666)	176,311	680,277	856,588
Fund Balance, July 1, 2023	4,411,137	4,411,137	4,463,218	21,854,371	26,317,589
Fund Balance, June 30, 2024	$ 2,359,471	$ 2,359,471	$ 4,639,529	$ 22,534,648	$ 27,174,177

BAKER CITY
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - ENTERPRISE FUNDS (Continued)
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
WASTEWATER UTILITY FUND*					
Revenues:					
Charges for Services	$ 1,897,790	$ 1,897,790	$ 2,185,913	$ -	$ 2,185,913
Rental Income	3,782	3,782	3,771	-	3,771
Interest	75,000	75,000	170,117	870	170,987
Special Assessments/LID Repayments	738	738	5,123	(5,123)	-
Miscellaneous	104,677	104,677	207,297	-	207,297
Total Revenues	2,081,987	2,081,987	2,572,221	(4,253)	2,567,968
Expenses:					
Maintenance	1,739,821	1,739,821	1,531,301	23,763	1,555,064
Construction	2,174,297	2,174,297	400,634	(400,634)	-
Debt Service	46,930	46,930	-	-	-
Depreciation	-	-	-	266,313	266,313
Operating Contingency	500,000	500,000	-	-	-
Total Expenses	4,461,048	4,461,048	1,931,935	(110,558)	1,821,377
Other Financing Sources:					
Loan Proceeds	1,000,000	1,000,000	-	-	-
Total Other Financing Sources	1,000,000	1,000,000	-	-	-
Net Change in Fund Balance	(1,379,061)	(1,379,061)	640,286	106,305	746,591
Fund Balance, July 1, 2023	3,136,181	3,136,181	3,499,947	6,030,541	9,530,488
Restatement of Beginning Fund Balance	-	-	531	(6,050)	(5,519)
Fund Balance as Restated, June 30, 2024	$ 1,757,120	$ 1,757,120	$ 4,140,764	$ 6,130,796	$ 10,271,560
WASTEWATER DEBT SERVICE RESERVE FUND					
Other Financing Sources:					
Transfers In	-	-	-	-	-
Net Change in Fund Balance	-	-	-	-	-
Fund Balance, July 1, 2023	275,000	-	275,000	(275,000)	-
Fund Balance, June 30, 2024	$ 275,000	$ -	$ 275,000	$ (275,000)	$ -

*TheWastewater Debt Service Reserve Fund is a division of the wastewater enterprise activity and is combined with the Wastewater Utility Fund in the

BAKER CITY
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - ENTERPRISE FUNDS (Continued)
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
GOLF COURSE OPERATION FUND					
Revenues:					
Intergovernmental	$ -	$ -	$ -	$ 300,000	$ 300,000
Charges for Services	-	-	-	5,500	5,500
Interest	-	-	-	2,181	2,181
Miscellaneous	-	-	-	151,250	151,250
Total Revenues	-	-	-	458,931	458,931
Expenses:					
Golf Course Operations	19,350	19,350	41,407	12,257	53,664
Debt Service	-	-	-	388	388
Depreciation	-	-	-	11,587	11,587
Total Expenses	19,350	19,350	41,407	24,232	65,639
Excess (Deficit) of Revenues Over Expenses	(19,350)	(19,350)	(41,407)	434,699	393,292
Other Financing Sources (Uses):					
Transfers In	25,017	25,017	25,017	29,354	54,371
Transfers Out	(19,952)	(19,952)	(19,952)	19,952	-
Total Other Financing Sources (Uses)	5,065	5,065	5,065	49,306	54,371
Net Change in Fund Balance	(14,285)	(14,285)	(36,342)	484,005	447,663
Fund Balance, July 1, 2023	14,285	14,285	15,337	1,250,351	1,265,688
Restatement of Beginning Net Position	-	-	(7,600)	7,600	-
Fund Balance, June 30, 2024	$ -	$ -	$ (28,605)	$ 1,741,956	$ 1,713,351
GOLF COURSE PROJECTS FUND					
Revenues:					
Intergovernmental	$ 300,000	$ 300,000	$ 300,000	$ (300,000)	$ -
Charges for Services	5,500	5,500	5,500	(5,500)	-
Miscellaneous	75,000	75,000	151,250	(151,250)	-
Interest	350	350	2,181	(2,181)	-
Total Revenues	380,850	380,850	458,931	(458,931)	-
Expenditures:					
Golf Course Capital Projects	1,061,000	1,061,000	-	-	-
Contingency	27,583	27,583	-	-	-
Total Expenses	1,088,583	1,088,583	-	-	-
Excess (Deficit) of Revenues Over Expenditures	(707,733)	(707,733)	458,931	(458,931)	-
Other Financing Sources (Uses):					
Transfers In	29,354	29,354	29,354	(29,354)	-
Interfund Loan Transfers In	700,000	700,000	-	-	-
Interfund Loan Transfers Out	(29,354)	(29,354)	(29,978)	29,978	-
Total Other Financing Sources (Uses)	700,000	700,000	(624)	624	-
Net Change in Fund Balance	(7,733)	(7,733)	458,307	(458,307)	-
Fund Balance, July 1, 2023	7,733	7,733	47,938	(47,938)	-
Fund Balance, June 30, 2024	$ -	$ -	$ 506,245	$ (506,245)	$ -

*The Golf Course Capital Projects Fund is a division of the golf course enterprise activity and is combined with the Golf Course Operation Fund in the GAAP presentation of the financial statements.

BAKER CITY
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
BUILDING INSPECTIONS FUND					
Revenues:					
Charges for Services	$ 674,135	$ 674,135	$ 611,707	$ -	$ 611,707
Interest	14,610	14,610	34,901	-	34,901
Miscellaneous	55	55	322	-	322
Total Revenues	688,800	688,800	646,930	-	646,930
Expenses:					
Building Inspections	634,227	634,227	656,793	71,689	728,482
Depreciation	-	-	-	3,601	3,601
Operating Contingency	81,890	81,890	-	-	-
Total Expenses	716,117	716,117	656,793	75,290	732,083
Net Change in Fund Balance	(27,317)	(27,317)	(9,863)	(75,290)	(85,153)
Fund Balance, July 1, 2023	650,000	650,000	757,062	(316,362)	440,700
Fund Balance, June 30, 2024	$ 622,683	$ 622,683	$ 747,199	$ (391,652)	$ 355,547

INTERNAL SERVICE FUNDS

Internal Service Funds are proprietary funds used to account for the financing of goods and services that are provided by these funds to other funds of the City on a cost reimbursement basis.

Central Stores Fund: This fund accounts for the City's inventory of materials and supplies used to repair, maintain, and construct City facilities and infrastructure.

Equipment and Vehicle Fund: This fund accounts for the acquisition, maintenance and operation of City-owned vehicles and equipment. The fund provides vehicles and equipment for use by other City funds on a cost reimbursement basis.

BAKER CITY
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2024

	Central Stores	Equipment and Vehicle	Total Internal Service Funds
Assets			
Current Assets:			
Cash and Cash Equivalents	$ -	$ 725,512	$ 725,512
Prepaid Items	-	3,052	3,052
Inventories	429,332	-	429,332
Total Current Assets	429,332	728,564	1,157,896
Noncurrent Assets:			
Net OPEB Asset	-	2,819	2,819
Depreciable Assets, Net of Depreciation	-	1,151,896	1,151,896
Total Noncurrent Assets	-	1,154,715	1,154,715
Total Assets	429,332	1,883,279	2,312,611
Deferred Outflows of Resources			
Deferred Outflows Related to Pension	-	124,833	124,833
Deferred Outflows Related to OPEB	-	605	605
Total Deferred Outflows of Resources	-	125,438	125,438
Liabilities			
Current Liabilities:			
Accounts Payable	2,937	9,867	12,804
Due to Other Funds	90,630	-	90,630
Wages, Payroll Taxes and Benefits Payable	-	14,796	14,796
Compensated Absences Payable	-	10,797	10,797
Total Current Liabilities	93,567	35,460	129,027
Non-Current Liabilities:			
Other Post-Employment Benefits Liability	-	8,746	8,746
Net Pension Liability	-	328,253	328,253
Total Non-Current Liabilities	-	336,999	336,999
Total Liabilities	93,567	372,459	466,026
Deferred Inflows:			
Deferred Inflows of Resources			
Deferred Inflows Related to Pension	-	39,363	39,363
Deferred Inflows Related to OPEB	-	4,683	4,683
Total Deferred Inflows of Resources	-	44,046	44,046
Net Position:			
Net Investment in Capital Assets	-	1,151,896	1,151,896
Unrestricted	335,765	440,316	776,081
Total Net Position	$ 335,765	$ 1,592,212	$ 1,927,977

BAKER CITY
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Central Stores	Equipment and Vehicle	Total Internal Service Funds
Operating Revenues:			
Charges for Sales and Services	$ 177,707	$ 806,772	$ 984,479
Miscellaneous Income	-	2,644	2,644
Total Operating Revenues	177,707	809,416	987,123
Operating Expenses:			
Cost of Sales and Services	134,919	504,399	639,318
Depreciation	-	158,065	158,065
Total Expenses	134,919	662,464	797,383
Operating Income (Loss)	42,788	146,952	189,740
Nonoperating Revenue (Expense):			
Interest	-	29,531	29,531
Gain on Disposal of Capital Assets	-	18,100	18,100
Total Nonoperating Revenues (Expenses)	-	47,631	47,631
Change in Net Position	42,788	194,583	237,371
Net Position July 1, 2023	292,977	1,397,824	1,690,801
Restatement of Beginning Net Position	-	(195)	(195)
Net Position June 30, 2024	$ 335,765	$ 1,592,212	$ 1,927,977

BAKER CITY
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Central Stores	Equipment and Vehicle	Total Internal Service Funds
Cash from Operating Activities			
Receipts from Customers and Users	$ 1,155	$ -	$ 1,155
Receipts from Interfund Services Provided	176,831	806,772	983,603
Other Receipts	-	2,644	2,644
Payments to Suppliers	(225,165)	(219,558)	(444,723)
Payments to (for) Employees	-	(221,840)	(221,840)
Net Cash Provided (Used) by Operating Activities	(47,179)	368,018	320,839
Cash Flows from Non Capital Financing Activities			
Advances from (to) Other Funds	90,630	-	90,630
Repayments from (to) Other Funds	(43,451)	29,589	(13,862)
Net Cash Provided (Used) by Noncapital Financing Activities	47,179	29,589	76,768
Cash Flows from Capital and Related Financing Activities			
Receipts on Sale of Capital Assets	-	18,100	18,100
Purchases of Capital Assets	-	(400,000)	(400,000)
Cash Flows from Capital and Related Financing Activities:			-
Net Cash Provided (Used) by Capital Financing Activities	-	(381,900)	(381,900)
Cash Flows from Investing Activities			
Interest on Investments	-	29,531	29,531
Net Cash Provided (Used) by Investing Activities	-	29,531	29,531
Net Increase (Decrease) in Cash and Cash Equivalents	-	45,238	45,238
Cash and Cash Equivalents, July 1, 2023	-	680,274	680,274
Cash and Cash Equivalents, June 30, 2024	$ -	$ 725,512	$ 725,512
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	$ 42,788	$ 146,952	$ 189,740
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	-	158,065	158,065
(Increase) Decrease in:			
Accounts Receivable, Net of Allowance	280	-	280
Prepaid Items	-	(719)	(719)
Inventories	(63,078)	-	(63,078)
Net Other Post-Employment Benefits (OPEB) Asset	-	172	172
Deferred Outflows Related to Pension	-	(52,002)	(52,002)
Deferred Outflows Related to OPEB	-	312	312
Increase (Decrease) in:			
Accounts Payable Related to Operating Activities	(27,169)	(10,233)	(37,402)
Wages, Payroll Taxes and Benefits Payable	-	8,226	8,226
Compensated Absences Payable	-	722	722
Other Post-Employment Benefits Liability	-	(1,098)	(1,098)
Net Pension Liability	-	149,220	149,220
Deferred Inflows Related to Pension	-	(29,622)	(29,622)
Deferred Inflows Related to OPEB	-	(1,977)	(1,977)
Net Cash Provided (Used) by Operating Activities	$ (47,179)	$ 368,018	$ 320,839

BAKER CITY
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Budget		Actual		
	Budget as Adopted	Revised Budget	Budget Basis	Adjustment	GAAP Basis
CENTRAL STORES FUND					
Revenues:					
Charges for Services	$ 250,500	$ 250,500	$ 177,707	$ -	$ 177,707
Total Revenue	250,500	250,500	177,707	-	177,707
Expenses:					
Inventory Maintenance	225,050	225,050	134,919	-	134,919
Operating Contingency	30,000	30,000	-	-	-
Total Expenses	255,050	255,050	134,919	-	134,919
Excess (Deficit) of Revenues Over Expenses	(4,550)	(4,550)	42,788	-	42,788
Net Change in Fund Balance	(4,550)	(4,550)	42,788	-	42,788
Fund Balance, July 1, 2023	305,187	305,187	292,977	-	292,977
Fund Balance, June 30, 2024	$ 300,637	$ 300,637	$ 335,765	$ -	$ 335,765
EQUIPMENT & VEHICLE FUND					
Revenues:					
Charges for Services	$ 1,241,885	$ 1,241,885	$ 806,772	$ -	$ 806,772
Interest	6,000	6,000	29,142	389	29,531
Miscellaneous	7,600	7,600	20,744	(18,100)	2,644
Total Revenues	1,255,485	1,255,485	856,658	(17,711)	838,947
Expenses:					
Equipment Operations	506,663	506,663	439,395	65,004	504,399
Equipment Purchases	400,000	400,000	400,000	(400,000)	-
Depreciation	-	-	-	158,065	158,065
Operating Contingency	200,000	200,000	-	-	-
Total Expenses	1,106,663	1,106,663	839,395	(176,931)	662,464
Excess of Revenues Over Expenses	148,822	148,822	17,263	159,220	176,483
Other Financing Sources (Uses):					
Gain on Equipment Sale	-	-	-	18,100	18,100
Interfund Loan Transfers In	29,354	29,354	29,978	(29,978)	-
Total Other Financing Sources	29,354	29,354	29,978	(11,878)	18,100
Net Change in Fund Balance	178,176	178,176	47,241	147,342	194,583
Fund Balance, July 1, 2023	620,128	620,128	655,938	741,886	1,397,824
Restatement of Beginning Net Position	-	-	-	(195)	(195)
Fund Balance, June 30, 2024	$ 798,304	$ 798,304	$ 703,179	$ 889,033	$ 1,592,212

Other Reports

ZJ
ZWYGART JOHN
CERTIFIED PUBLIC ACCOUNTANTS
Zwygart John & Associates CPAs, PLLC
16130 North Merchant Way, Suite 120 ◆ Nampa, Idaho 83687
Phone: 208-459-4649 ◆ FAX: 208-229-0404

Independent Auditor's Report Required by Oregon State Regulations

Honorable Mayor
and City Council
Baker City, Oregon

We have audited the basic financial statements of Baker City, Oregon as of and for the year ended June 30, 2024 and have issued our report thereon dated August 5, 2026. 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 City's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, grants, including provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules OAR 162-10-000 to 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 include, 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.
- Highway revenues used for public highways, roads, and streets.
- Authorized investment of surplus funds. (ORS Chapter 294)
- Public contracts and purchasing. (ORS Chapter 279A, 279B. and 279C)

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

The City had expenditures over appropriations in the following funds:

General Fund	
Administration	$ 37,507
Planning	$ 18,344
Police	$ 39,026
Economic & Community Development	$ 8,239
Golf Course Operation Fund	
Golf Course Operations	$ 22,057
Building Inspection Fund	
Building Inspections	$ 22,566

OAR 162-10-0230 Internal Control

In planning and performing our audit of the basic financial statements, we considered Baker City, Oregon's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Baker City, Oregon's internal control over financial reporting.

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

Zwygart John & Associates, CPAs, PLLC

By: John Russell

Nampa, Idaho
August 5, 2026

BAKER CITY, OREGON

MAYOR:
Randy Daugherty
COUNCILORS
Roger Coles
Loran Joseph
Helen Loennig
Doni Bruland
Gratton Miller
Randy Schiewe
CITY MANAGER
Barry Murphy

Date: August 11, 2026
Subject: Council Committee Updates

BAKER CITY, OREGON

Date: August 11, 2026
Subject: City Manager / Director Updates

BAKER CITY, OREGON

Date: August 11, 2026
Subject: City Council Comments

BAKER CITY, OREGON

MAYOR:
Randy Daugherty
COUNCILORS
Roger Coles
Loran Joseph
Helen Loennig
Doni Bruland
Gratton Miller
Randy Schiewe
CITY MANAGER
Barry Murphy

Date: August 11, 2026
Subject: Adjourn