



**MULTNOMAH COUNTY OREGON**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**Fiscal Year Ended June 30, 2001**



**MULTNOMAH COUNTY, OREGON**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2001**



Prepared by:  
Finance Division  
David A. Boyer, Finance Director  
1120 SW Fifth Avenue, Suite 1430  
PO Box 14700  
Portland, Oregon 97293-0700

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## ELECTED OFFICIALS - MULTNOMAH COUNTY OREGON

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*DIANE LINN*  
*Chair*



*MARIA ROJO DE STEFFEY*  
*Commissioner*



*SERENA CRUZ*  
*Commissioner*



*LISA NAITO*  
*Commissioner*



*LONNIE ROBERTS*  
*Commissioner*



*SUZANNE FLYNN*  
*Auditor*



*DAN NOELLE*  
*Sheriff*



*MICHAEL SCHRUNK*  
*District Attorney*

**MULTNOMAH COUNTY, OREGON**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
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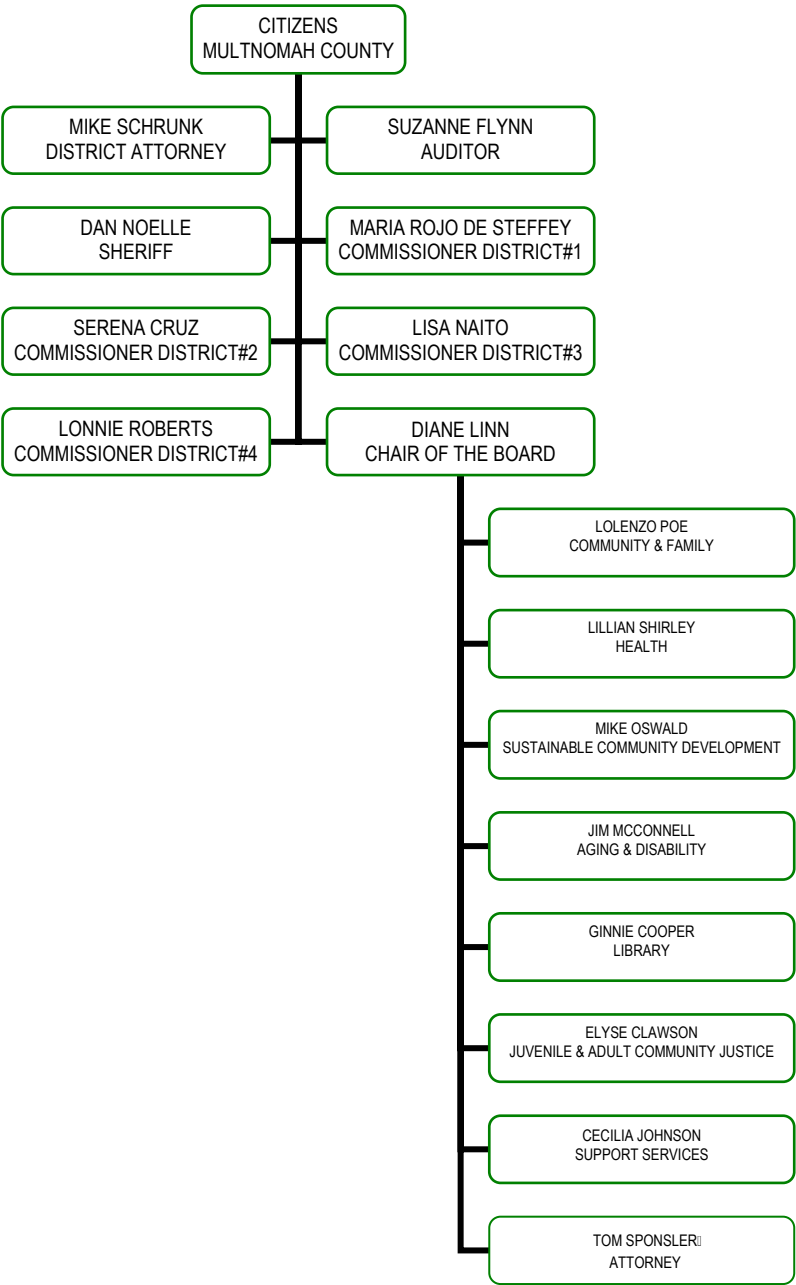
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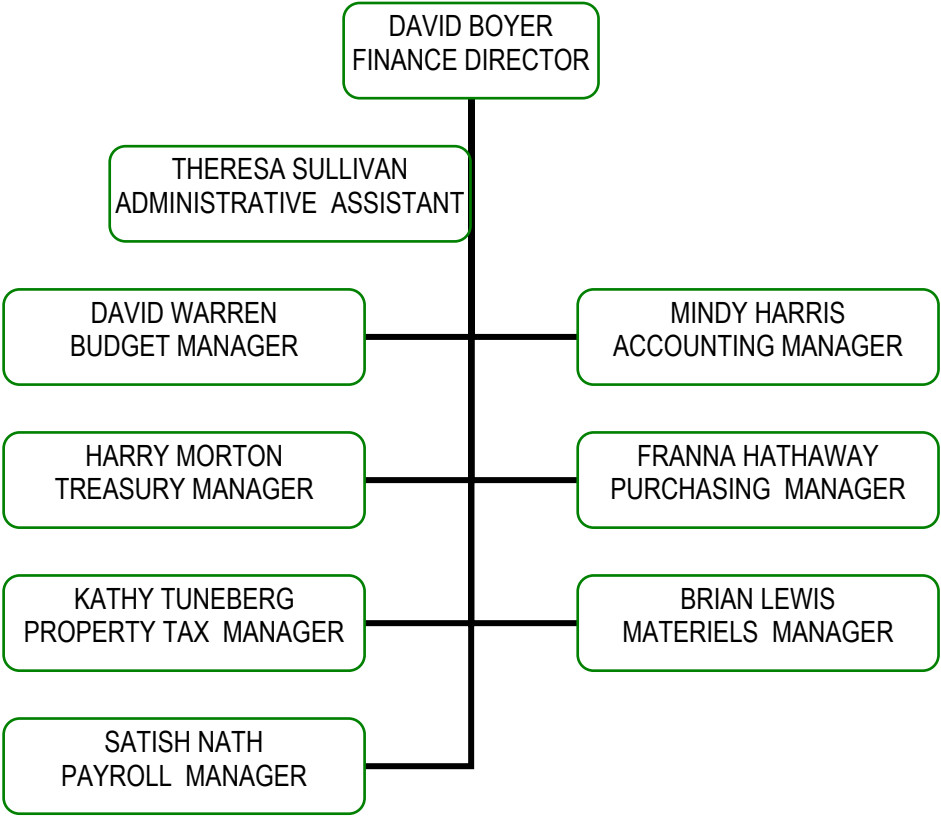
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MULTNOMAH COUNTY, OREGON



MULTNOMAH COUNTY, OREGON  
Finance Program Area



**MULTNOMAH COUNTY, OREGON**  
**PRINCIPAL OFFICERS**  
**JUNE 30, 2001**

<u>Title</u>	<u>Name</u>	<u>Term Expires</u>
<u>Board of County Commissioners</u>		
Chair of Board	Diane Linn 501 SE Hawthorne, 6 <sup>th</sup> Floor Portland, OR 97214	12/31/2002
District No. 1	Maria Rojo de Steffey 501 SE Hawthorne, 6 <sup>th</sup> Floor Portland, OR 97214	12/31/2004
District No. 2	Serena Cruz 501 SE Hawthorne, 6 <sup>th</sup> Floor Portland, OR 97214	12/31/2002
District No. 3	Lisa Naito 501 SE Hawthorne, 6 <sup>th</sup> Floor Portland, OR 97214	12/31/2004
District No. 4	Lonnie Roberts 501 SE Hawthorne, 6 <sup>th</sup> Floor Portland, OR 97214	12/31/2004
<u>Other Elected Officers</u>		
County Auditor	Suzanne Flynn 501 SE Hawthorne, 6 <sup>th</sup> Floor Portland, OR 97214	12/31/2002
County District Attorney	Michael D. Schrunk 1021 SW Fourth Avenue Portland, OR 97204-1976	12/31/2004
County Sheriff	Dan Noelle 501 SE Hawthorne, 3 <sup>rd</sup> Floor Portland, OR 97214	12/31/2002
<u>Other Appointed Officers</u>		
Department of Support Services Director	Cecilia Johnson	Not elected
Finance Director	David A. Boyer	Not elected
Accounting Manager	Mindy Harris	Not elected
County Attorney	Thomas Sponsler	Not elected



# MULTNOMAH COUNTY OREGON

COUNTY COMMISSIONERS	DEPARTMENT OF SUPPORT SERVICES FINANCE PROGRAM AREA
DIANE LINN, CHAIR MARIA ROJO DESTEFFEY, DISTRICT #1 SERENA CRUZ, DISTRICT #2 LISA NAITO, DISTRICT #3 LONNIE ROBERTS, DISTRICT #4	MULTNOMAH BUILDING 501 SE HAWTHORNE BLVD PO BOX 14700 PORTLAND, OR 97293-0700 PHONE (503) 988-3312 FAX (503) 988-3292 TDD (503) 988-5170

December 17, 2001

Honorable County Chair, Board of County Commissioners  
and Citizens of Multnomah County, Oregon

## INTRODUCTION

We are pleased to submit the Comprehensive Annual Financial Report of Multnomah County, Oregon, for the fiscal year ended June 30, 2001, together with the opinion thereon of our independent certified public accountants, Grant Thornton LLP.

This report, required by State law, Oregon Revised Statutes 297.425, is prepared by the Finance Division and is organized into three primary sections: Introductory, Financial and Statistical. The Introductory Section includes this letter of transmittal, the County's and Finance Division's organizational charts and a list of principal officers. This section is intended to inform the reader of the organization, services, scope and financial activities of the County. The Financial Section includes the General Purpose Financial Statements, the related notes and additional information. The additional information contains the combining and individual fund and account group statements and schedules, and other schedules. This section provides summary and more detailed financial statements and schedules of County activities. The Statistical Section contains historical financial and statistical information, generally presented on a multi-year basis. The Statistical Section provides broader financial data for a more comprehensive understanding of the County.

This report also includes Audit Comments and Disclosures required under the Minimum Standards for Audits of Oregon Municipal Corporations Section of the Oregon Administrative Rules.

In addition, the County is required to have a comprehensive single audit of its Federal Assistance Programs in accordance with the Single Audit Act of 1984, OMB Circular A-133 and the provisions of Government Auditing Standards promulgated by the U.S. Comptroller General as they pertain to financial and compliance audits. A report on the County's compliance with applicable Federal laws and regulations related to the Single Audit Act of 1984 has been issued under separate cover.

Multnomah County management is responsible for the information in this report and we believe that the information presented is accurate in all material respects and is organized in a manner to clearly present the financial position and results of the operations of the County's various funds and account groups. Further, all necessary disclosures have been included to enable the reader to gain maximum understanding of the financial affairs of the County.

The dollar amounts shown in this transmittal letter and the dollar amounts in the financial report, unless indicated otherwise, are expressed in thousands.

## **REPORTING ENTITY**

This report includes all funds, account groups, agencies, boards, commissions and authorities that are controlled by or dependent on the County as defined by GASB. The financial statements include the Dunthorpe-Riverdale Service District No. 1 and Mid County Service District No. 14. The Board of County Commissioners is the governing board of these entities and Multnomah County is responsible for their financial activities. These districts provide sewer and lighting services, are reported as enterprise activities and are presented as blended component units in the financial statements.

## **ECONOMY AND FINANCIAL OUTLOOK**

**Economy:** Multnomah County is located in northwestern Oregon at the confluence of the Columbia and Willamette rivers, approximately 110 river miles and 80 highway miles from the Pacific Ocean. The County covers 465 square miles, most of which lies in the Willamette Valley, between the Tualatin Mountains west of the Willamette River and the Cascade Mountains to the east. The elevation ranges from 77 feet above sea level in Portland to 322 feet in Gresham and 1,224 feet at Big Bend Mountain in the Cascade foothills.

Multnomah County is the most populous county in the state with a July 1, 2000, population of 662,400. The cities of Portland, with a population of 531,600, and Gresham, with a population of 90,835, are the largest incorporated cities located in the County.

The Portland metropolitan area is the financial, trade, transportation and service center for Oregon, southwest Washington state and the Columbia River basin. Its manufacturing base includes electronics, machinery, transportation equipment and fabricated metals.

The Portland-Vancouver, OR-WA PMSA's (Primary Metropolitan Statistical Area), which includes Multnomah, Clackamas, Washington, Columbia and Yamhill counties in Oregon and Clark County in Washington, economy declined during fiscal year 2001. Over the last 12 months the Portland PMSA's payrolls have added 5,400 jobs. The Portland PMSA's total nonfarm payroll employment rose from 963,400 employees at June 30, 2000, to 968,800 employees at June 30, 2001. However, the nonfarm payroll employment declined to 958,200 at July 31, 2001. The area's unemployment rate was 5.2% at June 30, 2001, compared to a rate of 4.2% at June 30, 2000. The Portland-Vancouver Consumer Price Index (CPI) (1982-84 = 100) was 179.5 at June 30, 2001, and represents a 2.9% increase from June 30, 2000.

**Financial outlook:** The financial outlook for the County's General Fund over the next five years is expected to decline.

The regional economy is not expected to grow and a recovery before 2002 is questionable. The State of Oregon's recent forecast also suggests downturn of business activity.

The sluggish economy is impacting the County's revenue stream. Local government revenues in Oregon have been constrained in the 1990's by two citizen initiated property tax limitation measures. Measure 5 passed in 1990, and Measure 47 passed in 1996 and was enacted into law under the provisions of Measure 50. Property tax revenues account for about 55% of total discretionary revenue and, under Measure 50, is generally limited to 3% annual growth. New construction can be added to the assessed values and will raise the property tax growth slightly over the 3% limitation. We expect our property taxes to grow at between 3.5% to 4%. We are expecting our Business

Income Tax to remain constant with little or no growth and Motor Vehicle Rental Tax to also remain flat. Overall revenue growth is forecast between 3% to 3.5% over the next few years. Even if inflation remains at its current low levels, the level of revenue growth will not be sufficient to provide funding at current service levels. To address this shortfall the County will be making budgetary cuts of approximately \$11,000 during fiscal year 2002 to maintain priority programs and adequate reserves.

## **COUNTY STRUCTURE AND SERVICES PROVIDED**

Multnomah County, Oregon, was incorporated in 1854 and is governed according to its Home Rule Charter, which became effective January 1967. The County's charter adopted in 1967 has had several subsequent amendments. The County is governed by a Board of County Commissioners consisting of four non-partisan members elected from designated districts within the County and the Chair of the Board, elected at large. The Board of County Commissioners conducts all legislative business of the County in one formal Board meeting per week. It also holds informal meetings during the week for the purpose of hearing informational briefings from staff, departments and outside agencies. The Board also holds other hearings as required by State law or County Charter. The County organization and the basic services provided are as follows:

### **Department of Community and Family Services:** Services include:

- Alcohol and other drug screening, assessment, treatment and prevention services;
- Anti-poverty programs to provide advocacy, economic opportunities and self-sufficiency support to individuals along with weatherization assistance;
- Development of affordable housing and public works improvements;
- Services to individuals with developmental disabilities, including advocacy, service coordination, residential, vocational, respite, family support and emergency services;
- Mental health screening and evaluation, treatment, family support and crisis services; and
- A network of seven family centers located throughout the County provides a full spectrum of programs for youth and families.

### **Department of Health Services:** Services include:

- Primary health care and dental services at primary health care centers, dental clinics, school based health centers and correctional facilities;
- Home visits to high risk families, offering child abuse prevention, parenting skills training, and health education;
- Prevention and treatment of communicable diseases, such as tuberculosis, sexually transmitted diseases, hepatitis, and HIV;
- Inspection and regulation of certain businesses and public services including ancillary health care services such as ambulance services and death investigation; and
- Advocacy for the improved health of the community, particularly the medically under served.

### **Department of Aging and Disability Services:** Services to senior citizens include:

- Services through information and referral, gatekeepers and twenty-four hour access;
- Case management/needs assessment, eligibility, case plan development and service monitoring;
- Adult care home regulation and licensing;
- Public Guardian/Conservatorship; and
- Nutrition, transportation and in-home services.

### **Department of Juvenile and Adult Community Justice Services:** Services include:

- Detention services for youth awaiting adjudication, receiving secure mental health intervention, or being held as a sanction for parole violations;

- Supervision to youth on probation including home visits, linking to treatment services, monitoring school attendance and intervention in gang behavior;
- Advice to the court on needs of children of families involved in alleged child abuse and neglect;
- Supervision services for adult pre- and post-sentenced offenders;
- Evaluation services addressing sentencing recommendations, substance abuse and mental health treatment services;
- Services to address substance abuse, mental health, housing, literacy, employment, child custody, marriage and reconciliation, and basic living skill needs; and
- Sanction programs that provide structured alternatives to prison.

**Department of Library Services:** Services include:

- Check out books and other library materials at the Central Library, fifteen branch libraries and through outreach services;
- Assist patrons in finding books and information;
- Select, acquire, organize and process a wide variety of books and other materials on numerous subjects expressing wide-ranging points of view for people of all ages;
- Provide age appropriate materials and services for children and young adults; and
- Provide materials and services to those county residents not able to come to county libraries or use conventional materials.

**Department of Sustainable Community Development:** Services include:

- Animal Control is responsible for the community's animal ownership ordinances that protect people and animals and operating an animal shelter for lost, stray and unwanted animals;
- Emergency Management coordinates the performance of essential and emergency services for the public's benefit prior to, during, and following an emergency situation;
- Facilities and Property Management is responsible for facilities operations and maintenance, property management, tax foreclosed property, and capital improvement projects;
- Fleet, Records, Electronics and Distribution is responsible for operational support services in the areas of county vehicles, records management, electronic equipment maintenance and interoffice and US mail processing; and
- Transportation and Land Use Planning is responsible for road, bridge and bikeway maintenance and capital projects, and to regulate planning activities in Multnomah County.

**Sheriff's Office:** Services include:

- Corrections programs such as work release and out-of-custody supervision for pre-trial and sentenced offenders in Multnomah County;
- In-jail alcohol and drug intervention services;
- Patrol services to rural areas of unincorporated Multnomah County;
- Narcotics education and intervention through the D.A.R.E. Program and narcotics enforcement through the Special Investigations Unit;
- Civil process service and civil court enforcement of "execution process";
- Water safety education and patrol of 97 miles of waterways within the boundaries of the County; and
- Secure incarceration of inmates and the transportation of inmates.

**Department of Support Services:** Services include:

- Finance Program Area is responsible for accounts payable, accounts receivable, contract administration, general ledger, materials management, payroll, purchasing, liability and property insurance, treasury functions; designing and coordinating the budget process, financial



forecasting, property tax collections, recording, property records management, property foreclosures, Board of Equalization and Tax Title Fund management;

- Business Service Program Area is responsible for property assessment, for performing all functions relating to the conduct of all elections for governmental jurisdictions in Multnomah County;
- Human Resources is responsible for personnel, for the negotiations of collective bargaining agreements, employee benefits, workers' compensation, loss control and for assuring that the County conforms to regulatory requirements for monitoring, reporting, planning and implementing programs and strategies as they relate to equal opportunity laws; and
- Information Services is responsible for data processing and telecommunications;
- Countywide Office of Organizational Learning supports training, diversity learning systems, support of financial and human resource integrated resource planning system and change management;

**District Attorney's Office:** Services include:

- Felony prosecution;
- Targeted crimes prosecution (Regional Organized Crime Narcotics "ROCN" Task Force);
- Misdemeanor and violation prosecutions (DUII, traffic crimes);
- Multidisciplinary child abuse teams;
- Juvenile prosecutions (delinquency and dependency cases);
- Child Support enforcement; and
- Victims assistance.

**Nondepartmental:** Functions which are outside the scope of the aforementioned include:

- Office of the County Chair;
- The Board of County Commissioners;
- The County Auditor;
- County Attorney;
- The Tax Supervising and Conservation Commission;
- Multnomah Commission on Children and Families; and
- Citizen Involvement Committee.

**Employees:** At June 30, 2001, the County had 4,827 employees not including temporary employees. There are nine bargaining units representing 4,033 employees as listed below. In addition, there are 794 management and exempt employees.

<u>Bargaining Unit</u>	<u>Employees</u>
General Employees (Local 88)	2,969
Electricians (Local 48)	22
Operating Engineers (Local 701)	14
Paint Makers (Local 1094)	3
Corrections (Teamsters 223)	516
Deputy Sheriffs Association	93
Oregon Nurses Association	261
Juvenile Group Workers (Local 86)	70
Prosecuting Attorneys Association	85
Total	<u>4,033</u>

## MAJOR INITIATIVES

**In fiscal year 2001.** The County continued the RESULTS campaign. RESULTS stands for Reaching Excellent Service Using Leadership and Team Strategies and is Multnomah County's program for redesigning government. The goals of RESULTS are to build our capacity to meet our community and county benchmarks, to make sure we use tax dollars efficiently and to ensure quality services.

**Enterprise Resource Planning System (ERP).** During the year, the County began using an ERP system named "MERLIN", that replaced the legacy financial, payroll, procurement and human resource systems. The integrated system was implemented during a ten month period at a cost of about \$10,000 and this financial report was prepared from this system.

**Multnomah County Employee Benefits Board.** During the year, the County established a Multnomah County Employee Benefits Board made up of labor and management employees to work together to reach agreement on the level of benefits and a governing structure of the Benefits Board. This Board was established to help control the County's escalating costs of medical and dental benefits. All bargaining groups and management representatives have a member on the board and the agreements reached will be the basis of defining our benefit plans for the various bargaining and management groups. The level of benefits and charter were agreed to during fiscal year 2001.

**Multnomah County Mental Health System.** Community members, providers and County staff have been working together since 1999 to design an improved Mental Health system for people in Multnomah County. In September 2000, the Board of County Commissioners adopted values and principles for a "Consumer and Family Centered Mental Health System." And in November of 2000 County staff started to plan and implement the changes needed to achieve these goals in three phases:

- Phase I creates a County-run 24 hour Call Center, providing easy access to services, crisis care coordination, and member services. This phase puts services in place to replace the functions of the Crisis Triage Center, including new Walk-In Centers and Mobile Crisis Teams.
- Phase II implements Clinical Accountability for Providers, including new alternatives to Acute Care. It will complete planning for the next stage of redesign.
- Phase III, beginning July 2002, will focus on full implementation of a seamless service system for all people, including children, who need Mental Health or Addiction services. This will include coordination with related State, County and community services.

The Redesign Plan is based on developmental and recovery models. The central goal is to assist each adult or child receiving services to achieve his or her full potential. Individuals and families will empower themselves to become less in need of support from the Mental Health or Addiction systems, and more successful in their lives, through functional interdependence with natural support systems.

**Elected Official changes.** In February 2001, Beverly Stein resigned as Chair of the Board of County Commissioners to run for the office of the Governor. In addition, Diane Linn, County Commissioner of District #1 also resigned to run for the Office of County Chair. County charter requires that an elected official must resign from office if they elect to run for another elected office. Also in accordance with the County charter, Bill Farver, Executive to Chair Beverly Stein became acting County Chair. In May of 2001, Diane Linn was elected County Chair and Maria Rojo de Steffey was elected as County Commissioner of District #1.

**Bond Issues.** On November 1, 2000, the County issued Revenue Bonds Series 2000 A, in the amount of \$2,000, and B, in the amount of \$3,500 to finance the costs construction, renovation, improvements of certain County owned properties. The 2000A issue is for the Port City Development project and the 2000B issue is for the Oregon Food Bank Inc. The County has pledged its Motor Vehicle Rental Tax as a source of repayment of the bonds. The total interest cost on the bonds is 5.12%. At June 30, 2001, \$5,500 was outstanding. The bonds are guaranteed by MBIA.

**For the future.** The County continues to use the three long-term benchmarks adopted September 16, 1996, as a factor in developing the fiscal year 2001 budget. During the budget process the County added a fourth long-term benchmark that charged County agencies to work with community experts, analyze research data and determine the most cost effective ways to deliver community related services. The Departments will also work to align programs and services around common strategies.

The County is also continuing to work with the Public Safety Council to develop programs for an alcohol and drug treatment relapse program, mental health treatment for dual diagnosis individuals and drug-free housing.

The mental health system redesign implementation will continue to be a high priority for the County.

The Library local option tax levy will be up for renewal and operating funds for the new Wapato jail and secure alcohol and drug treatment center will need to come from a local option levy.

## **FINANCIAL AND ACCOUNTING POLICIES**

This report is prepared in conformance with the guidelines for financial reporting developed by the Government Finance Officers Association of the United States and Canada and the principles established by Governmental Accounting Standards Board (GASB), including all effective GASB pronouncements. It presents fairly the financial position of the various funds and account groups of the County at June 30, 2001, and the results of operations of such funds and the cash flows of the proprietary fund types for the year then ended in conformity with generally accepted accounting principles (GAAP).

The County budgets a total of forty-one funds, of which thirty-two are governmental fund types and nine are proprietary fund types. The County also maintains five fiduciary fund types, of which four are agency funds and one is a pension trust fund. The Governmental fund types and agency funds are maintained on a modified accrual basis, with revenues being recorded when measurable and available and expenditures being recorded when the goods or services are received. The proprietary funds and pension trust fund are maintained on the accrual basis of accounting.

## **INTERNAL ACCOUNTING CONTROLS AND BUDGETARY PROCESS**

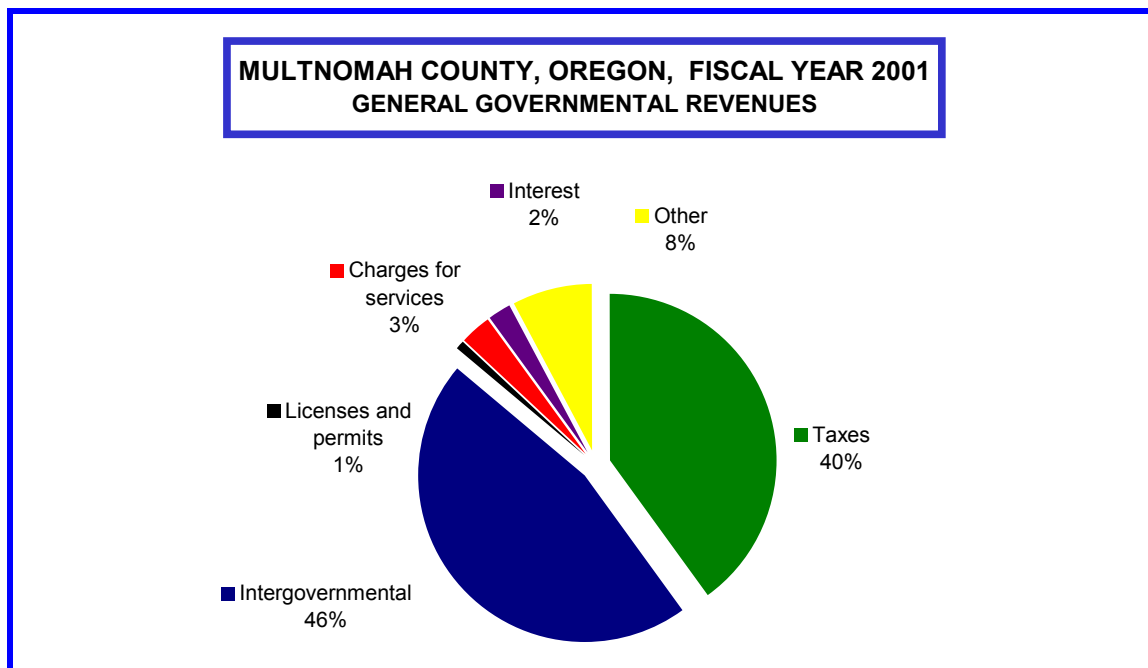
Multnomah County maintains, and management relies upon, a system of internal controls designed to provide reasonable assurance that assets are safeguarded, and that accounting transactions are executed and properly recorded so that financial statements can be prepared in accordance with GAAP and the County's budgetary requirements. The internal control structure also ensures that federal and state financial assistance funds are expended in compliance with applicable laws and regulations related to those programs. In establishing the internal control system, management considers the inherent limitations of various control procedures and weighs their cost against the benefit derived. To assure that reliable and timely information is prepared in the most efficient

manner possible, accounting policies, procedures and systems, together with related internal controls, are constantly monitored and revised, where necessary, to meet changing requirements.

The County's budget is prepared on the modified accrual basis of accounting. In accordance with State statutes, the County budgets all funds except trust and agency funds. The County budget is adopted by the Board of County Commissioners by department for each fund. The expenditure appropriations lapse at the end of the fiscal year. Additional resources and corresponding appropriations may be added to the budget during the fiscal year through a supplemental budget process. The original and supplemental budgets require budget hearings before the public, publications in newspapers and final adoption by the Board of County Commissioners. Original and supplemental budgets may be modified during the fiscal year by the use of appropriation transfers between categories. The appropriation transfers must be approved by the Board of County Commissioners in public meetings. During the fiscal year, one supplemental budgets was adopted.

### FINANCIAL SUMMARY OF GENERAL GOVERNMENT FUNCTIONS

**Governmental Fund Type Revenues:** Revenues accounted for in the Governmental Fund Types totaled \$667,484 for the fiscal year 2001. The revenues, percent of total revenue by source and changes from the previous fiscal year are shown in the following chart and table:

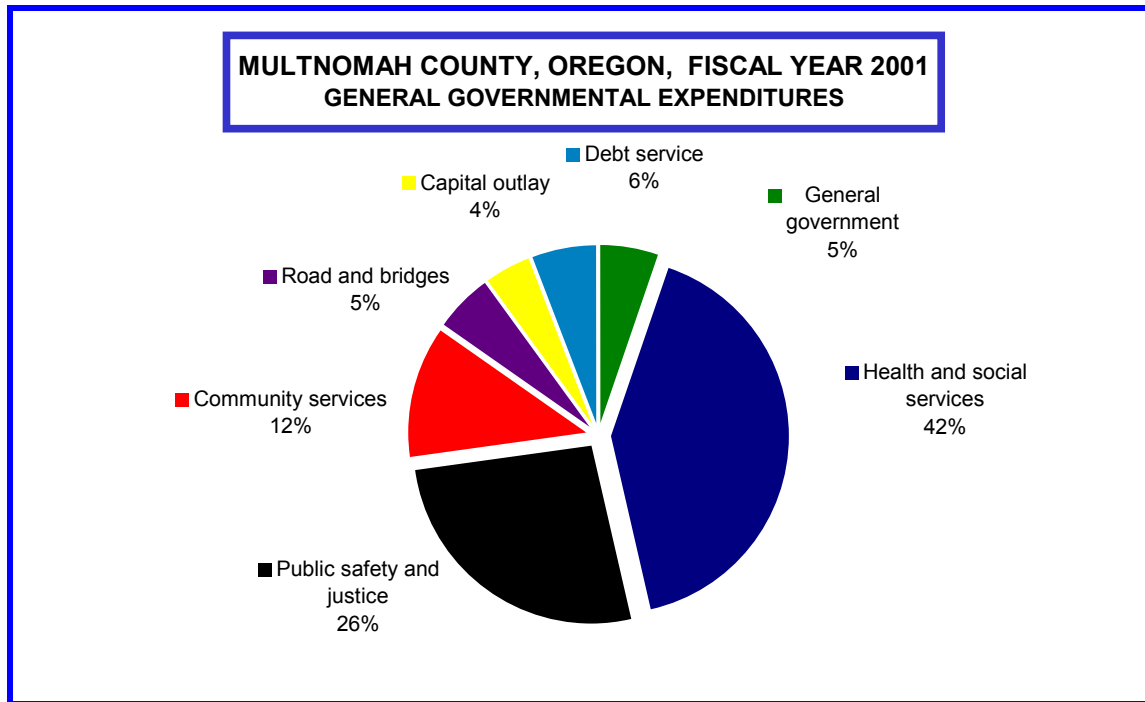


	2001 Amount	2000 Amount	Amount Increase (Decrease)	Percent Increase (Decrease)
Taxes	\$ 266,466	\$ 254,514	\$ 11,952	4.7%
Intergovernmental	308,993	242,966	66,027	27.2%
Licenses and permits	5,037	2,734	2,303	84.2%
Charges for services	20,234	15,008	5,226	34.8%
Interest	14,760	12,201	2,559	21.0%
Other	51,994	49,575	2,419	4.9%
<b>Total</b>	<b>\$ 667,484</b>	<b>\$ 576,998</b>	<b>\$ 90,486</b>	<b>15.7%</b>

The major increases are:

- The increase of taxes is due to an increase in property tax collections.
- The increase of intergovernmental revenues is due to an increase in federal and state funded programs.
- Increase in other is related to internal services charged to other departments.
- Increase in interest is due to higher yields on investments.

**Governmental Fund Type Expenditures:** Expenditures accounted for in the Governmental Fund Types totaled \$697,210 for fiscal year 2001. The expenditures, percent of total by function and changes from the previous fiscal year are shown in the following chart and table.



	2001 Amount	2000 Amount	Amount Increase (Decrease)	Percent Increase (Decrease)
General government	\$ 36,612	\$ 219,323	\$ (182,711)	-83.3%
Health and social services	285,999	237,566	48,433	20.4%
Public safety and justice	183,897	179,799	4,098	2.3%
Community services	85,143	72,429	12,714	17.6%
Road and bridges	35,110	35,969	(859)	-2.4%
Capital outlay	30,517	37,141	(6,624)	-17.8%
Debt service	39,932	28,552	11,380	39.9%
Total	<u>\$ 697,210</u>	<u>\$ 810,779</u>	<u>\$ (113,569)</u>	-14.0%

The major increases (decreases) are:

- General government decreased due to the pass through payments made to PERS in fiscal year 2000 to fund the County's unfunded liability.

- Health and social services and public safety and justice increased due to cost of living increases and an increase in state funded programs.
- Community services increased due to cost of living increases and an increase in state funded programs.
- Capital outlay decreased due to the completion of several capital projects in fiscal year 2000.
- Debt service increased due to the PERS bonds and other new debt issues.

### **PROPRIETARY OPERATIONS**

Operating revenues accounted for in the Proprietary Funds, exclusive of the pension trust fund, for the fiscal year ended June 30, 2001, were \$117,871, an increase of \$6,915 from fiscal year 2000. Operating expenses totaled \$126,109 for the fiscal year ended June 30, 2001, an increase of \$19,125 from fiscal year 2000. The net loss for the year ended June 30, 2001, was \$5,610 compared to the net income of \$4,044 for fiscal year 2000.

### **FIDUCIARY OPERATIONS**

Multnomah County manages and accounts for monies received from various sources in a fiduciary capacity. Such monies are reported in the Agency Funds within the Fiduciary Fund Types. Disbursements are made in accordance with the agreement or applicable legislative enactment for each fund.

The County also administers the Library Retirement Fund, a pension trust fund. This fund was created as a result of the Library Association of Portland and Multnomah County Transfer Agreement effective July 1, 1990. This pension plan was frozen as a result of the transfer agreement.

Substantially all other County employees participate in the statewide Oregon Public Employees Retirement System. More detailed information on the County's retirement systems and deferred compensation is disclosed in the Pension Plans and Deferred Compensation notes.

### **RISK MANAGEMENT**

Risk Management's purpose is to protect the human, physical, and financial assets of the County and is responsible for identification of potential causes of loss.

The County is partially self-insured for employee medical, dental and vision benefits, unemployment, workers' compensation, property, tort and general liability claims. The Risk Management Fund, an Internal Service Fund, is governed by an ordinance adopted by the Board of County Commissioners. The ordinance requires that a financial status report be submitted to the Board of County Commissioners on an annual basis. Every two to three years an actuarial valuation is performed on the workers' compensation and liability programs to evaluate the County's incurred but not reported (IBNR) claims. The medical and dental IBNR claims are based on projected monthly claims costs, projected enrollment and the number of days it takes an average claim to clear the claims paying system. All IBNR claims are recorded as an expense in the year they are incurred and a corresponding liability is recorded in the Risk Management Fund. The most recent actuarial valuation was performed in the summer of 2001.

The Risk Management Fund allocates the cost of providing claims servicing and claims payment by charging a premium to the various County programs based on the actuarial estimates or actual insurance premiums paid.

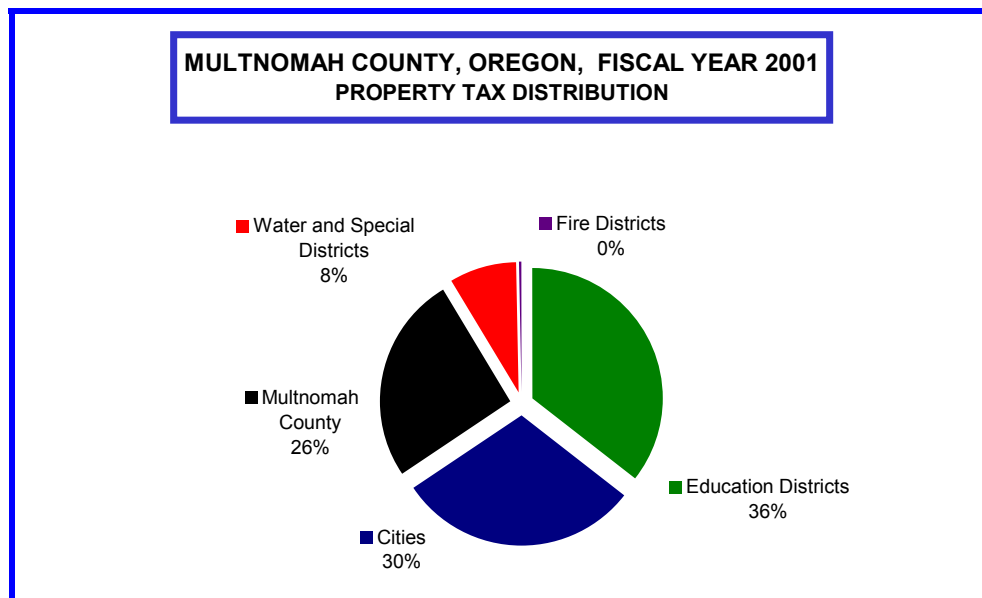
The County also funds post retirement benefits for a portion of medical insurance benefits for retirees between the ages of 58 to 65. Every three years an actuarial valuation is performed on the program to evaluate the unfunded liability and funding requirements. The most recent actuarial valuation was performed in the summer of 2001.

### GENERAL FIXED ASSETS

The general fixed assets of the County are those fixed assets used in the performance of general governmental functions and exclude fixed assets of the Enterprise and Internal Service Funds. At June 30, 2001, the general fixed assets of the County amounted to \$380,277. This amount represents the original or estimated cost of the assets and is considerably less than the estimated replacement cost.

### PROPERTY TAXES

Multnomah County serves as the property tax assessor and collector for all taxing bodies located in the County. The total levy for all entities within the County, as extended by the assessor, was \$800,299 for fiscal year 2001. The major levying entities, amounts, and changes from the previous fiscal year are displayed in the following chart and table:



	2001 Amount	2000 Amount	Amount Increase (Decrease)	Percent Increase (Decrease)
Education Districts	\$ 285,341	\$ 260,605	\$ 24,736	9.5%
Cities	239,905	224,449	15,456	6.9%
Multnomah County	205,468	193,076	12,392	6.4%
Water and Special Districts	66,860	59,701	7,159	12.0%
Fire Districts	2,725	2,657	68	2.6%
Total	<u>\$ 800,299</u>	<u>\$ 740,488</u>	<u>\$ 59,811</u>	8.1%

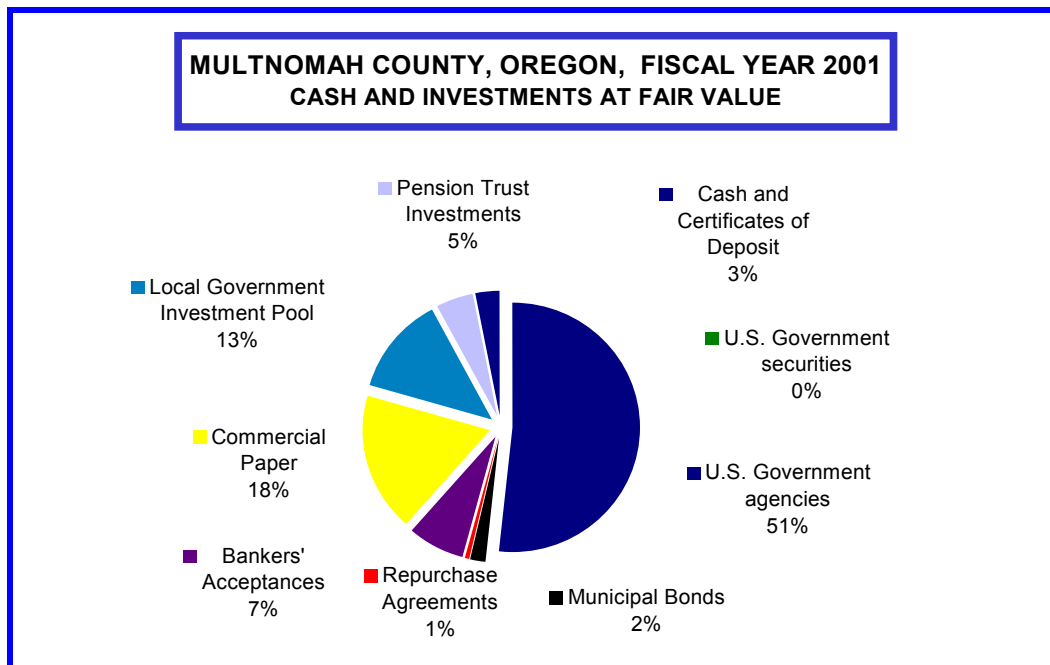
### CASH AND INVESTMENTS

To obtain maximum return on investments, Multnomah County pools most funds for investment purposes. Multnomah County's investment transactions are governed by a written Investment Policy. The Investment Policy, which is reviewed and adopted annually by the Board of County

Commissioners, regulates the County's investment objectives, diversification, limitations and reporting requirements. The County also utilizes an independent Investment Advisory Board to review the County's investment plan and investment performance.

The average daily balance of investments for all funds, including trust funds, for fiscal year 2001 was \$281,210 and the average yield on these investments was 6.15%, as compared to the fiscal year 2000 average balance of \$264,552 and average yield of 5.66%. Investment interest earnings on all funds, excluding trust funds, for the fiscal year 2001 was \$16,606. The fair value of Cash and Investments at June 30, 2001, totaled \$235,850. The County recorded \$1,707 of unrealized gains as a result of marking its investments to fair value.

The investments are displayed in a note to the financial statements disclosing the fair values. The note also discloses the "level of credit risk" associated with the investment types. The following table and chart represents the various cash and investment types, at fair value, changes from the previous fiscal year and percent of total:



	2001 Amount	2000 Amount	Amount Increase (Decrease)
U.S. Government securities	\$ -	\$ 4,994	\$ (4,994)
U.S. Government agencies	121,579	170,741	(49,162)
Municipal Bonds	5,009	-	5,009
Repurchase Agreements	1,300	-	1,300
Bankers' Acceptances	16,967	3,974	12,993
Commercial Paper	42,681	49,192	(6,511)
Local Government Investment Pool	29,786	26,541	3,245
Pension Trust Investments	11,241	11,038	203
Cash and Certificates of Deposit	7,287	4,002	3,285
Total	<u>\$ 235,850</u>	<u>\$ 270,482</u>	<u>\$ (34,632)</u>



## DEBT ADMINISTRATION

**General Obligation Bonds:** Under Oregon Revised Statutes 287.054 the County's total general obligation bonded debt issues are subject to a limitation of 2% of the real market value of taxable property. On June 30, 2001, this limit was \$1,126,305 and the County had \$106,260 outstanding. Multnomah County has an Aa1 rating from Moody's Investors Service, Inc. on all general obligation bonds issued.

On March 1, 1994, the County issued general obligation bonds in the amount of \$22,000 to renovate the Central Library and to build a new Midland Branch Library. The debt service is paid from the proceeds of a property tax levy. A portion of these bonds were advance refunded by the 1999 issue. The remaining bonds mature each October through October 2005. At June 30, 2001, \$5,120 was outstanding.

On October 1, 1994, the County issued general obligation bonds in the amount of \$9,000 to renovate the Central Library and to build a new Midland Branch Library. The debt service is paid from the proceeds of a property tax levy. A portion of these bonds were advance refunded by the 1999 issue. The remaining bonds mature each October through October 2004. At June 30, 2001, \$1,510 was outstanding.

On October 1, 1996, the County issued \$29,000 in General Obligation Library Bonds Series 1996A to finance the construction, acquisition and reconstruction of certain library facilities and equipment. A portion of these bonds were advance refunded by the 1999 issue. The debt service is paid from the proceeds of a property tax levy. The remaining bonds mature each October through October 2007. At June 30, 2001, \$7,340 was outstanding.

On October 1, 1996, the County issued \$79,700 in General Obligation Public Safety Bonds Series 1996B to finance the construction, acquisition and reconstruction of certain public safety facilities and equipment. The debt service is paid from the proceeds of a property tax levy. A portion of these bonds were advance refunded by the 1999 issue. The bonds mature each October through October 2008. At June 30, 2001, \$26,520 was outstanding.

On February 1, 1999, the County issued \$66,115 in General Obligation Bonds with a net interest cost of 5.12% to advance refund \$62,180 in outstanding general obligation bonds. The debt service is paid from the proceeds of a property tax levy. The bonds mature each October through October 2016. At June 30, 2001, \$65,770 was outstanding.

**Revenue Bonds:** On October 1, 1998, the County issued Revenue Bonds Series 1998 in the amount of \$3,155 to finance the costs of construction, renovation, improvement and equipping of certain facilities located on County-owned property known as the Regional Children's Campus, Inc. (RCC). The facility is to be operated as a children's service center. The County has pledged its Motor Vehicle Rental Tax revenues as the source of repayment of the bonds. The total interest cost on the bonds is 4.52%. At June 30, 2001, \$3,000 was outstanding. The bonds are rated A3 by Moody's Investors Service, Inc.

On November 1, 2000, the County issued Revenue Bonds Series 2000 A, in the amount of \$2,000, and B, in the amount of \$3,500 to finance the costs construction, renovation, improvements of certain County owned properties. The 2000A issue is for the Port City Development project and the 2000B issue is for the Oregon Food Bank Inc. The County has pledged its Motor Vehicle Rental Tax as a source of repayment of the bonds. The total interest cost on the bonds is 5.12%. At June 30, 2001, \$5,500 was outstanding. The bonds are guaranteed by MBIA.

**Limited Tax Full Faith and Credit Bonds:** Under Oregon Revised Statutes 287.053 the County's total limited tax bonded debt issues are subject to a limitation of 1% of the real market value of taxable property. On June 30, 2001, this limit was \$563,152 and the County had \$277,713 outstanding.

On April 1, 1999, the County issued Certificates of Participation in the amount of \$36,125 to finance the acquisition of an administrative building, renovating, constructing and improving certain other County facilities and structures. On April 1, 2000, under the terms of the Financing Agreement, these Certificates were converted to Full Faith and Credit Bonds. At June 30, 2001, \$34,960 was outstanding. The certificates mature each August through August 2019. The bonds are rated Aa2 by Moody's Investors Service, Inc.

On December 1, 1999, the County issued \$184,548 in taxable Revenue Pension Obligation Bonds to fund the County's Public Employees Retirement System (PERS) unfunded accrued actuarial liability (UAAL). The present value savings by issuing the debt to fund the UAAL instead of paying PERS, over a thirty year period, will be \$35,776. The total interest cost is 7.67%. At June 30, 2001, \$184,548 was outstanding. Payment of principal and interest, except for a term bond, will be guaranteed by MBIA. The term bond is rated Aa2 by Moody's Investor Service, Inc.

On April 1, 2000, the County issued \$61,215 in Full Faith and Credit Bonds to finance the the costs of acquiring and installing an integrated enterprise computer system, acquire land, acquire facilities and construct other County facilities and structures. The total interest cost is 5.23%. At June 30, 2001, \$58,205 was outstanding. \$57,944 is recorded in the General Long-Term Obligations Account Group and \$261 is recorded in the Internal Service Funds. The bonds are rated Aa2 by Moody's Investors Service, Inc.

**Tax and Revenue Anticipation Notes:** On July 1, 2000, the County issued \$20,000 in Tax and Revenue Anticipation Notes (TRANS). The notes had a stated interest rate of 5.25% and a yield of 4.37%. The TRANS were rated MIG1 by Moody's Investors Service, Inc. The notes matured on June 29, 2001.

**Per Capita Debt Levels:** Per capita debt levels for the County consist not only of debt issued by the County, but also include debt issued by overlapping jurisdictions. The following table shows the debt ratios for the County (general obligation and full faith and credit debt) and overlapping districts (Per Capita in dollars):

	Values	Per Capita	Percent of RMV
Population June 30, 2001	662,400		
2000-01 real market value (RMV)	\$56,315,243	\$85,017	
Gross direct bonded debt	\$443,971	\$670	.79%
Net direct debt and net overlapping debt	\$1,491,531	\$2,252	2.65%

#### **INTERGOVERNMENTAL AGREEMENTS, LOANS AND CAPITAL LEASES**

Multnomah County has entered into various lease/purchase, loan and intergovernmental agreements to acquire or improve facilities and to acquire equipment. These acquisitions have been capitalized in the Data Processing Fund, an Internal Service Fund, or in the General Fixed Assets Account Group. At June 30, 2001, the total amount payable in the General Long-Term Obligations Account Group is \$53,965 and \$3,740 in the Data Processing Fund. The following is a summary of the various types of transactions the County has entered into:

**Intergovernmental Agreement:** On January 22, 1981, the County entered into an intergovernmental agreement in the amount of \$3,475 with the City of Portland for the purchase of two floors in the Portland Building. This agreement will be paid in full in fiscal year 2008. At June 30, 2001, \$1,693 was outstanding.

**Loans:** On February 15, 1996, the County entered into an intergovernmental agreement in the amount of \$528 with the State of Oregon to obtain an energy loan to replace the Multnomah County Courthouse chillers. This agreement will be paid in full in fiscal year 2011. At June 30, 2001, \$408 was outstanding.

On July 5, 1996, the County entered into two intergovernmental agreements in the total amount of \$42 with the City of Gresham for sewer assessment loans. These agreements will be paid in full in fiscal year 2016. At June 30, 2001, \$36 was outstanding.

On October 1, 1996, the County entered into an intergovernmental agreement in the amount of \$86 with the State of Oregon to obtain an energy loan for conservation measures at the McCoy Building. This agreement will be paid in full in fiscal year 2007. At June 30, 2001, \$52 was outstanding.

On December 1, 1996, the County entered into an intergovernmental agreement in the amount of \$35 with the State of Oregon to obtain an energy loan for conservation measures at the Elections Building. This agreement will be paid in full in fiscal year 2007. At June 30, 2001, \$21 was outstanding.

On January 15, 1997, the County entered into an intergovernmental agreement in the amount of \$56 with the State of Oregon to obtain an energy loan for conservation measures at the Kelly Building. This agreement will be paid in full in fiscal year 2007. At June 30, 2001, \$36 was outstanding.

On February 8, 1999, the County entered into an intergovernmental agreement in the amount of \$155 with the State of Oregon to obtain an energy loan for conservation measures for various County facilities. This agreement will be paid in full in fiscal year 2009. At June 30, 2001, \$133 was outstanding.

On October 26, 1999, the County entered into an intergovernmental agreement in the amount of \$204 with the State of Oregon to obtain an energy loan for conservation measures for various County facilities. This agreement will be paid in full in fiscal year 2015. At June 30, 2001, \$185 was outstanding.

**Lease/Purchase Contracts:** On September 1, 1996, the County entered into a lease/purchase contract in the amount of \$299 with Xerox to purchase a laser printer. The contract was paid in full in fiscal year 2001.

On March 1, 1999, the County entered into a lease/purchase contract in the amount of \$1,656 with IBM to purchase data processing equipment. The contract will be paid in full in fiscal year 2002. At June 30, 2001, \$433 was outstanding.

**Certificates of Participation:** Certificates of Participation represent a long-term lease under an optional contract for purchase between Multnomah County and a bank's trust department. The County obtains the initial financing and then assigns the ownership of the assets to the trustee to whom the County makes lease payments. The County has maintained an Aa3 rating from Moody's Investors Service, Inc. on Certificates of Participation issues.

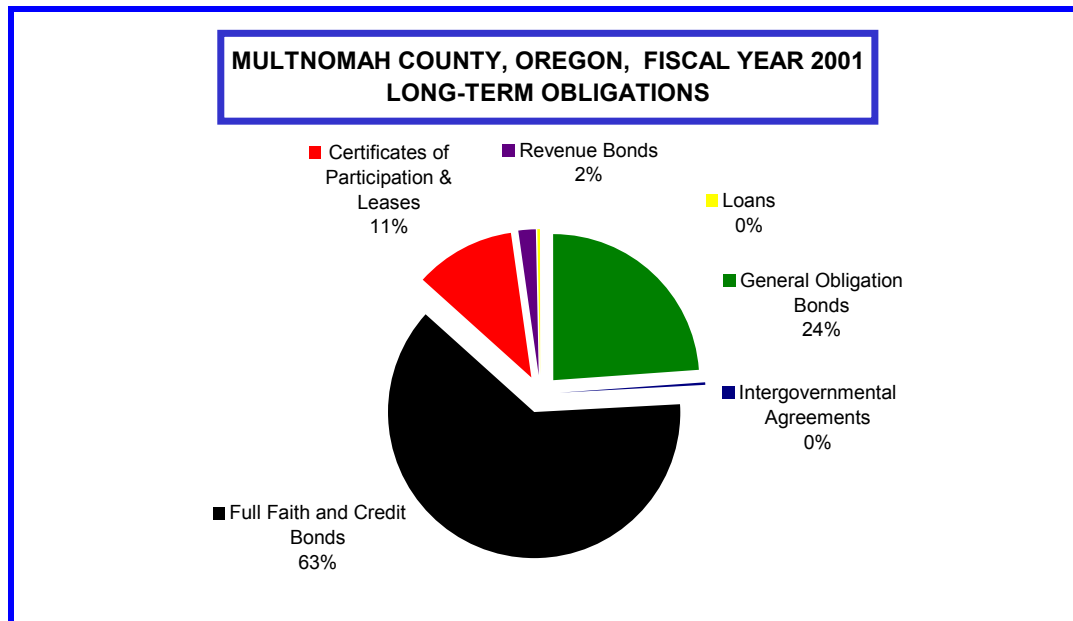
On July 1, 1990, the County acquired an office for the County's probation program by issuing \$455 in Certificates of Participation "Series 1990C". The certificates were paid in full in fiscal year 2001.

On May 1, 1993, the County advance refunded three Certificates of Participation issues and issued additional certificates for the purpose of financing the acquisition and improvements of certain other health care facilities. The certificates were issued in two series, "1993A and 1993B". The 1993A was issued in the amount of \$17,845 and the Series 1993B, a taxable issue, was issued in the amount of \$2,045, for a total of \$19,890. At June 30, 2001, \$12,520 was outstanding. These certificates mature each July through July 2013.

On June 1, 1996, the County issued Certificates of Participation in the amount of \$1,845 to purchase computer equipment. The certificates were paid in full in fiscal year 2001.

On February 1, 1998, the County issued Certificates of Participation in the amount of \$48,615 to advance refund the August 1, 1992, (Series 1992A) Certificate of Participation and to finance the acquisition of computer equipment and the construction and improvements of certain other County facilities and structures. At June 30, 2001, \$37,285 was outstanding.

The outstanding amount of general obligation bonds, certificates of participation, lease purchases, loans and intergovernmental agreements for 2001 and 2000, changes from the previous fiscal year and percent of total are shown in the following chart and table:



	2001 Amount	2000 Amount	Amount Increase (Decrease)
General Obligation Bonds	\$ 106,260	\$ 115,555	\$ (9,295)
Intergovernmental Agreements	1,693	1,865	(172)
Full Faith and Credit Bonds	277,713	281,888	(4,175)
Certificates of Participation & Leases	50,249	55,840	(5,591)
Revenue Bonds	8,500	3,155	5,345
Loans	870	939	(69)
<b>Total</b>	<b>\$ 445,285</b>	<b>\$ 459,242</b>	<b>\$ (13,957)</b>

## **SUBSEQUENT EVENTS**

On July 2, 2001, the County issued \$20,000 in Tax and Revenue Anticipation Notes to meet anticipated cash flow requirements prior to the collection of property taxes in November and other revenues received after November. The stated interest rate is 3.50% with a yield of 2.60%. The notes mature on June 28, 2002, and are rated MIG1 by Moody's Investors Service, Inc.

## **INDEPENDENT AUDIT**

Oregon State law requires that an annual audit of the financial records and transactions of all County functions be performed by an independent certified public accountant. This requirement has been complied with and the general purpose financial statements have been audited by Grant Thornton LLP, our independent auditors. See the Financial Section for the full text of our auditors' report.

## **CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to Multnomah County, Oregon, for its comprehensive annual financial report for the fiscal year ended June 30, 2000. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. Multnomah County has received a Certificate of Achievement award for seventeen consecutive years. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

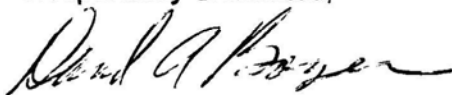
## **SUMMARY**

Multnomah County's financial position continues to remain strong. As of June 30, 2001, the fund balances in the Governmental Fund Types was \$159,054 as compared to the June 30, 2000, balance of \$183,311. At June 30, 2001, \$18,127 of the fund balances is reserved for debt retirement, \$11,241 is reserved for employee retirement benefits, \$103,095 is reserved for capital projects, \$2,202 is reserved for inventories, and \$787 is reserved for prepaid items.

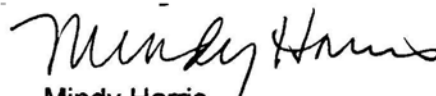
## **ACKNOWLEDGMENTS**

We wish to express our sincere appreciation to the employees in the Finance Program Area who maintained the records and assisted in the preparation of this report. Special thanks is extended to the General Ledger Staff who were instrumental in preparing this report. Appreciation is also extended to the Chair of the Board, Board of County Commissioners, Department Managers, Budget & Quality Services and other County personnel for their assistance and support in planning and conducting the financial operations of the County in a prudent manner.

Respectfully Submitted,



David A. Boyer  
Finance Director



Mindy Harris  
Accounting Manager

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Multnomah County,  
Oregon

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2000

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Timothy A. Hume*  
President

*Jeffrey L. Essler*  
Executive Director

Report of Independent Certified Public Accountants

The Board of County Commissioners  
Multnomah County, Oregon

We have audited the accompanying general purpose financial statements of Multnomah County, Oregon as of June 30, 2001 and for the year then ended, as listed in the table of contents. These general purpose financial statements are the responsibility of Multnomah County, Oregon's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Multnomah County, Oregon as of June 30, 2001 and the results of its operations and the cash flows of its proprietary fund types and the changes in plan net assets for its pension trust fund for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we issued our reports dated December 4, 2001 on our consideration of Multnomah County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Audit Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of Multnomah County, Oregon. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and in our opinion, is fairly presented, in all material respects, in relation to the general purpose financial statements taken as a whole.

The statistical section listed in the table of contents is not a required part of the basic financial statements. We did not audit or apply limited procedures to such information and do not express any assurance on such information.

GRANT THORNTON LLP

Portland, Oregon  
December 4, 2001

By \s\ Gary C. Homsley

**MULTNOMAH COUNTY, OREGON**  
**COMBINED BALANCE SHEET**  
**ALL FUND TYPES AND ACCOUNT GROUPS**  
**June 30, 2001**  
(amounts expressed in thousands)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>ASSETS AND OTHER DEBITS:</b>				
Assets:				
Cash and investments	\$ 17,954	\$ 28,117	\$ 18,023	\$ 108,823
Receivables:				
Taxes	13,551	4,161	920	-
Accounts	6,353	48,545	-	113
Loans	-	1,268	-	-
Interest	2,858	-	-	-
Special assessments	11	-	-	-
Contracts	5,962	438	10,966	2,165
Due from other funds	5,410	-	-	-
Inventories	816	1,386	-	-
Prepaid items	53	734	-	-
Fixed assets (net, where applicable, of accumulated depreciation)	-	-	-	-
Other debits:				
Amount available for retirement of long-term obligations	-	-	-	-
Amount to be provided for retirement of long-term obligations	-	-	-	-
Total assets and other debits	<u>\$ 52,968</u>	<u>\$ 84,649</u>	<u>\$ 29,909</u>	<u>\$ 111,101</u>
<b>LIABILITIES, EQUITY AND OTHER CREDITS:</b>				
Liabilities:				
Payrolls payable	\$ 1,908	\$ 3,721	\$ -	\$ 2
Accounts payable	15,816	39,683	42	5,379
Due to other funds	-	5,290	-	-
Compensated absences	4,342	6,054	-	9
Deferred revenue	15,132	7,828	11,740	2,616
Due to other governmental units	-	-	-	-
Amounts held in trust	11	-	-	-
General obligation bonds payable	-	-	-	-
Revenue bonds payable	-	-	-	-
Capitalized leases	-	-	-	-
Bonds Payable	-	-	-	-
Loans payable	-	-	-	-
Total liabilities	<u>37,209</u>	<u>62,576</u>	<u>11,782</u>	<u>8,006</u>
Equity and other credits:				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained earnings, unreserved	-	-	-	-
Fund balances:				
Reserved for capital projects	-	-	-	103,095
Reserved for debt service	-	-	18,127	-
Reserved for employees' retirement benefits	-	-	-	-
Reserved for inventories	816	1,386	-	-
Reserved for prepaid items	53	734	-	-
Unreserved, undesignated	14,890	19,953	-	-
Total equity and other credits	<u>15,759</u>	<u>22,073</u>	<u>18,127</u>	<u>103,095</u>
Total liabilities, equity and other credits	<u>\$ 52,968</u>	<u>\$ 84,649</u>	<u>\$ 29,909</u>	<u>\$ 111,101</u>

The accompanying notes are an integral part of the combined financial statements.



Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-term Obligations	(Memorandum Only)
\$ 7,848	\$ 23,751	\$ 31,334	\$ -	\$ -	\$ 235,850
-	-	37,935	-	-	56,567
113	1,386	1,351	-	-	57,861
-	-	-	-	-	1,268
-	-	-	-	-	2,858
25	-	-	-	-	36
-	-	-	-	-	19,531
-	-	-	-	-	5,410
-	867	-	-	-	3,069
-	350	-	-	-	1,137
2,234	7,832	-	380,277	-	390,343
-	-	-	-	18,127	18,127
-	-	-	-	428,660	428,660
<u>\$ 10,220</u>	<u>\$ 34,186</u>	<u>\$ 70,620</u>	<u>\$ 380,277</u>	<u>\$ 446,787</u>	<u>\$ 1,220,717</u>
\$ 48	\$ 342	\$ -	\$ -	\$ -	\$ 6,021
2,823	10,764	441	-	-	74,948
-	120	-	-	-	5,410
82	1,133	-	-	4,027	15,647
-	-	-	-	-	37,316
-	-	36,880	-	-	36,880
-	-	22,058	-	-	22,069
-	-	-	-	106,260	106,260
-	-	-	-	8,500	8,500
-	2,264	-	-	49,678	51,942
-	261	-	-	277,452	277,713
-	-	-	-	870	870
<u>2,953</u>	<u>14,884</u>	<u>59,379</u>	<u>-</u>	<u>446,787</u>	<u>643,576</u>
-	-	-	380,277	-	380,277
3,450	11,102	-	-	-	14,552
3,817	8,200	-	-	-	12,017
-	-	-	-	-	103,095
-	-	-	-	-	18,127
-	-	11,241	-	-	11,241
-	-	-	-	-	2,203
-	-	-	-	-	787
-	-	-	-	-	34,842
<u>7,267</u>	<u>19,302</u>	<u>11,241</u>	<u>380,277</u>	<u>-</u>	<u>577,141</u>
<u>\$ 10,220</u>	<u>\$ 34,186</u>	<u>\$ 70,620</u>	<u>\$ 380,277</u>	<u>\$ 446,787</u>	<u>\$ 1,220,717</u>

**MULTNOMAH COUNTY, OREGON**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**ALL GOVERNMENTAL FUND TYPES**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	General	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)
<b>REVENUES:</b>					
Taxes	\$ 206,580	\$ 45,786	\$ 14,100	\$ -	\$ 266,466
Intergovernmental	18,989	289,477	-	527	308,993
Licenses and permits	2,446	2,591	-	-	5,037
Charges for services	7,442	12,217	-	575	20,234
Interest	4,729	2,523	1,167	6,341	14,760
Other	21,234	3,473	23,415	3,872	51,994
Total revenues	<u>261,420</u>	<u>356,067</u>	<u>38,682</u>	<u>11,315</u>	<u>667,484</u>
<b>EXPENDITURES:</b>					
Current:					
General government	20,064	12,731	130	3,687	36,612
Health and social services	13,445	272,554	-	-	285,999
Public safety and justice	103,309	77,920	-	2,668	183,897
Community services	14,477	62,542	-	8,124	85,143
Roads and bridges	-	35,110	-	-	35,110
Capital outlay	244	3,175	-	27,098	30,517
Debt service:					
Principal	-	-	17,863	-	17,863
Interest	1,044	-	21,025	-	22,069
Total expenditures	<u>152,583</u>	<u>464,032</u>	<u>39,018</u>	<u>41,577</u>	<u>697,210</u>
Excess of revenues over (under) expenditures	<u>108,837</u>	<u>(107,965)</u>	<u>(336)</u>	<u>(30,262)</u>	<u>(29,726)</u>
<b>OTHER FINANCING SOURCES (USES):</b>					
Bond proceeds	-	-	250	5,249	5,499
Operating transfers in	999	108,610	-	15,210	124,819
Operating transfers out	(108,339)	(4,558)	(2,875)	(9,077)	(124,849)
Total other financing sources (uses)	<u>(107,340)</u>	<u>104,052</u>	<u>(2,625)</u>	<u>11,382</u>	<u>5,469</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>1,497</u>	<u>(3,913)</u>	<u>(2,961)</u>	<u>(18,880)</u>	<u>(24,257)</u>
<b>FUND BALANCES, JUNE 30, 2000</b>	<u>14,262</u>	<u>25,986</u>	<u>21,088</u>	<u>121,975</u>	<u>183,311</u>
<b>FUND BALANCES, JUNE 30, 2001</b>	<u>\$ 15,759</u>	<u>\$ 22,073</u>	<u>\$ 18,127</u>	<u>\$ 103,095</u>	<u>\$ 159,054</u>

The accompanying notes are an integral part of the combined financial statements.

**MULTNOMAH COUNTY, OREGON**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**ALL GOVERNMENTAL FUND TYPES**  
**For the fiscal year ended June 30, 2001**  
**(amounts expressed in thousands)**

	General Fund			Special Revenue Funds		
	Budget	Actual	Variance favorable (unfavorable)	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUES:</b>						
Taxes	\$ 220,803	\$ 206,580	\$ (14,223)	\$ 43,176	\$ 45,786	\$ 2,610
Intergovernmental	20,635	18,989	(1,646)	283,655	289,477	5,822
Licenses and permits	1,982	2,446	464	1,593	2,591	998
Charges for services	11,071	7,442	(3,629)	15,131	12,217	(2,914)
Interest	4,613	4,729	116	1,254	2,523	1,269
Other	29,865	21,234	(8,631)	6,997	3,473	(3,524)
Total revenues	288,969	261,420	(27,549)	351,806	356,067	4,261
<b>EXPENDITURES:</b>						
Current:						
General government	20,332	20,064	268	14,694	12,731	1,963
Health and social services	16,134	13,445	2,689	287,458	272,554	14,904
Public safety and justice	108,321	103,309	5,012	87,460	77,920	9,540
Community services	18,737	14,477	4,260	65,441	62,542	2,899
Roads and bridges	-	-	-	43,486	35,110	8,376
Capital outlay	389	244	145	8,496	3,175	5,321
Debt service:						
Principal	-	-	-	-	-	-
Interest	550	1,044	(494)	-	-	-
Total expenditures	164,463	152,583	11,880	507,035	464,032	43,003
Excess of revenues over (under) expenditures	124,506	108,837	(15,669)	(155,229)	(107,965)	47,264
<b>OTHER FINANCING SOURCES (USES):</b>						
Bond sales	-	-	-	-	-	-
Operating transfers in	1,235	999	(236)	130,876	108,610	(22,266)
Operating transfers (out)	(133,042)	(108,339)	24,703	(4,794)	(4,558)	236
Total other financing sources (uses)	(131,807)	(107,340)	24,467	126,082	104,052	(22,030)
Excess of revenues and other sources over (under) expenditures and other uses	(7,301)	1,497	8,798	(29,147)	(3,913)	25,234
<b>FUND BALANCES, JUNE 30, 2000</b>	20,391	14,262	(6,129)	24,670	25,986	1,316
<b>FUND BALANCES, JUNE 30, 2001</b>	\$ 13,090	\$ 15,759	\$ 2,669	\$ (4,477)	\$ 22,073	\$ 26,550

The accompanying notes are an integral part of the combined financial statements.

Debt Service Funds			Capital Projects Funds			Totals (Memorandum only)		
Budget	Actual	Variance favorable (unfavorable)	Budget	Actual	Variance favorable (unfavorable)	Budget	Actual	Variance favorable (unfavorable)
\$ 13,961	\$ 14,100	\$ 139	\$ -	\$ -	\$ -	\$ 277,940	\$ 266,466	\$ (11,474)
-	-	-	11,112	527	(10,585)	315,402	308,993	(6,409)
-	-	-	-	-	-	3,575	5,037	1,462
-	-	-	162	575	413	26,364	20,234	(6,130)
777	1,167	390	3,990	6,341	2,351	10,634	14,760	4,126
14,234	23,415	9,181	6,716	3,872	(2,844)	57,812	51,994	(5,818)
28,972	38,682	9,710	21,980	11,315	(10,665)	691,727	667,484	(24,243)
76	130	(54)	6,394	3,687	2,707	41,496	36,612	4,884
-	-	-	-	-	-	303,592	285,999	17,593
-	-	-	1,683	2,668	(985)	197,464	183,897	13,567
-	-	-	8,286	8,124	162	92,464	85,143	7,321
-	-	-	-	-	-	43,486	35,110	8,376
-	-	-	83,988	27,098	56,890	92,873	30,517	62,356
17,900	17,863	37	-	-	-	17,900	17,863	37
12,937	21,025	(8,088)	-	-	-	13,487	22,069	(8,582)
30,913	39,018	(8,105)	100,351	41,577	58,774	802,762	697,210	105,552
(1,941)	(336)	1,605	(78,371)	(30,262)	48,109	(111,035)	(29,726)	81,309
350	250	(100)	5,000	5,249	249	5,350	5,499	149
-	-	-	4,027	15,210	11,183	136,138	124,819	(11,319)
(2,875)	(2,875)	-	(89)	(9,077)	(8,988)	(140,800)	(124,849)	15,951
(2,525)	(2,625)	(100)	8,938	11,382	2,444	688	5,469	4,781
(4,466)	(2,961)	1,505	(69,433)	(18,880)	50,553	(110,347)	(24,257)	86,090
19,216	21,088	1,872	138,512	121,975	(16,537)	202,789	183,311	(19,478)
\$ 14,750	\$ 18,127	\$ 3,377	\$ 69,079	\$ 103,095	\$ 34,016	\$ 92,442	\$ 159,054	\$ 66,612

**MULTNOMAH COUNTY, OREGON**  
**COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS**  
**ALL PROPRIETARY FUND TYPES**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Enterprise	Internal Service	Totals (Memorandum only)
<b>OPERATING REVENUES:</b>			
Charges for sales and services	\$ 27,205	\$ 89,379	\$ 116,584
Insurance premiums	-	1,061	1,061
Experience ratings and refunds	-	226	226
Total operating revenues	<u>27,205</u>	<u>90,666</u>	<u>117,871</u>
<b>OPERATING EXPENSES:</b>			
Cost of sales and services	26,527	88,098	114,625
Administration	1,719	3,878	5,597
Depreciation	146	5,741	5,887
Total operating expenses	<u>28,392</u>	<u>97,717</u>	<u>126,109</u>
Operating loss	<u>(1,187)</u>	<u>(7,051)</u>	<u>(8,238)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
Interest revenue	588	1,258	1,846
Interest expense	-	(137)	(137)
Contributed connection fees	3	-	3
Contributed fixed assets	421	566	987
Loss on disposal of fixed assets	-	(100)	(100)
Total nonoperating revenues	<u>1,012</u>	<u>1,587</u>	<u>2,599</u>
Net loss before operating transfers	<u>(175)</u>	<u>(5,464)</u>	<u>(5,639)</u>
<b>OPERATING TRANSFERS IN</b>	527	2,404	2,931
<b>OPERATING TRANSFERS (OUT)</b>	<u>-</u>	<u>(2,902)</u>	<u>(2,902)</u>
Net income (loss)	352	(5,962)	(5,610)
<b>RETAINED EARNINGS, JUNE 30, 2000</b>	3,465	14,162	17,627
<b>RETAINED EARNINGS, JUNE 30, 2001</b>	<u>\$ 3,817</u>	<u>\$ 8,200</u>	<u>\$ 12,017</u>

The accompanying notes are an integral part of the combined financial statements.

**MULTNOMAH COUNTY, OREGON**  
**COMBINED STATEMENT OF CASH FLOWS**  
**ALL PROPRIETARY FUND TYPES**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Enterprise	Internal Service	Totals (Memorandum only)
Increase (Decrease) in Cash & Cash Equivalents:			
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Operating loss	\$ (1,187)	\$ (7,051)	\$ (8,238)
Adjustments to reconcile operating income to cash and cash equivalents provided (used) by operating activities:			
Depreciation	146	5,741	5,887
Changes in assets and liabilities:			
Accounts receivable	696	(977)	(281)
Inventories	-	(217)	(217)
Due from other funds	-	14,000	14,000
Prepaid items	-	118	118
Accounts payable	(754)	2,610	1,856
Payrolls Payable	48	342	390
Compensated absences	15	114	129
Increase in due to other funds	-	120	120
Net cash provided (used) by operating activities	<u>(1,036)</u>	<u>14,800</u>	<u>13,764</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>			
Operating transfers in	527	2,404	2,931
Operating transfers out	-	(2,902)	(2,902)
Contributed connection fees	<u>3</u>	<u>-</u>	<u>3</u>
Net cash provided (used) by noncapital financing activities	<u>530</u>	<u>(498)</u>	<u>32</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Acquisition of fixed assets	(514)	(1,926)	(2,440)
Principal paid on capitalized leases	-	(1,595)	(1,595)
Interest paid on capitalized leases	<u>-</u>	<u>(137)</u>	<u>(137)</u>
Net cash used by capital and related financing activities	<u>(514)</u>	<u>(3,658)</u>	<u>(4,172)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest on investments	<u>588</u>	<u>1,258</u>	<u>1,846</u>
Net cash provided by investing activities	<u>588</u>	<u>1,258</u>	<u>1,846</u>
Net increase (decrease) in cash and cash equivalents	(432)	11,902	11,470
<b>CASH AND CASH EQUIVALENTS, JUNE 30, 2000</b>	<u>8,280</u>	<u>11,849</u>	<u>20,129</u>
<b>CASH AND CASH EQUIVALENTS, JUNE 30, 2001</b>	<u><u>\$ 7,848</u></u>	<u><u>\$ 23,751</u></u>	<u><u>\$ 31,599</u></u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>			
Disposal of fixed assets, net book value	<u>\$ 5</u>	<u>\$ 100</u>	<u>\$ 105</u>
Transfer of fixed assets from General Fixed Assets Account Group, net book value	<u>\$ -</u>	<u>\$ 566</u>	<u>\$ 566</u>
Gain (Loss) on Disposal of fixed assets	<u>\$ -</u>	<u>\$ (100)</u>	<u>\$ (100)</u>

The accompanying notes are an integral part of the combined financial statements.

**MULTNOMAH COUNTY, OREGON**  
**STATEMENT OF CHANGES IN PLAN NET ASSETS**  
**PENSION TRUST FUND**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

**ADDITIONS:**

Contributions	\$ 128
Investments income - interest	781
Total additions	<u>909</u>

**DEDUCTIONS:**

Benefits	625
Refunds	60
Administrative expense	22
Total deductions	<u>707</u>
Net increase	<u>202</u>

Net assets held in trust for pension benefits

<b>Beginning of year</b>	11,039
<b>End of year</b>	<u><u>\$ 11,241</u></u>

The accompanying notes are an integral part of the combined financial statements.

**MULTNOMAH COUNTY, OREGON**  
**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**June 30, 2001**  
**(amounts expressed in thousands)**

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**NOTE 1. Summary of Significant Accounting Policies:**

The financial statements of Multnomah County (the County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of significant accounting policies used by the County in the preparation of the accompanying combined financial statements:

**Basis of Accounting**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

The governmental and agency fund types are accounted for and presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when related fund liabilities are incurred.

Significant revenues which are measurable and available under the modified accrual basis of accounting are as follows:

- Property taxes collected within sixty days of year end.
- Federal and state financial assistance (to the extent that related expenditures which are eligible for reimbursement have been incurred).
- Intergovernmental revenues.
- Motor fuel use taxes.
- Motor vehicle rental and transient lodging taxes.

The measurement focus for all governmental fund types is on current financial resources. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The proprietary fund types and the pension trust fund are accounted for and presented on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded at the time they are earned and expenses are recorded at the time liabilities are incurred. The measurement focus of the proprietary funds and the pension trust fund is on a flow of economic resources. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets. The proprietary fund types have applied all Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.



**MULTNOMAH COUNTY, OREGON**  
**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**June 30, 2001**  
**(amounts expressed in thousands)**

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The County's agency funds are purely custodial (assets equal liabilities) and do not involve the measurement of operations. These funds are used to account for assets that the County holds for others in an agency capacity.

**Governmental Reporting Entity**

Based on Governmental Accounting Standards Board Statement No. 14, the combined financial statements of the reporting entity include those of the County (primary government) and its component units. Based upon criteria set forth in GASB No. 14, the component units are included in the reporting entity because of the significance of their operational or financial relationships with the County.

The County believes the financial data of all component units included in the financial reporting entity meet the criteria for blended presentation due to the fact that the Multnomah County Board of Commissioners is the governing body of each of the component units. Brief descriptions of blended component units are as follows:

- Dunthorpe-Riverdale Service District No. 1 was organized in 1964 under the provisions of ORS 451. The District's purpose was to finance the construction and operation of sanitary sewer systems in the southwest areas of the County, bordering the Willamette River, and a small portion of northern Clackamas County. The principal funding source is charges for sanitary services provided.
- Mid County Service District No. 14 was organized in 1968 as Tulip Acres Lighting District under the provisions of ORS Chapter 451. The District now provides street lighting to the unincorporated urban areas of Multnomah County and the cities of Maywood Park, Troutdale, and Fairview. The principal funding source is charges for lighting services provided.

Complete financial statements for each of the individual component units may be obtained at the following address:

Multnomah County, Oregon  
Finance Division  
501 SE Hawthorne, 4<sup>th</sup> floor  
PO Box 14700  
Portland, OR 97293-0700

There are many other governmental agencies, including certain school districts and various special service districts, which provide services within the boundaries of Multnomah County. These agencies have independently elected or appointed governing boards and are fiscally independent of the County. Therefore, financial information for these agencies is not included in the accompanying combined financial statements.

**Cash and Investments**

General County investments, included in cash and investments in the combined balance sheet, are carried at fair value including the investments in the Library Retirement Pension Trust Fund. The composition of the County's investments is controlled by the County's investment policy which is adopted by the County Commissioners.

For purposes of the statement of cash flows for the proprietary fund types, cash and cash equivalents include all assets in the cash and investment pool. The cash and investment pool has the general characteristic of a demand deposit account for the Enterprise and Internal Service Funds in that these

**MULTNOMAH COUNTY, OREGON**  
**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**June 30, 2001**  
**(amounts expressed in thousands)**

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funds may deposit additional cash at any time and also effectively may withdraw cash at any time without prior notice or penalty. In general, interest earned from pooled investments is allocated to each fund based on the average earnings rate and daily cash balance of each fund.

**Receivables**

Uncollected property taxes receivable for the governmental fund types which are collected within sixty days following year end are considered measurable and available and are recognized as revenues in the funds. All other uncollected property taxes receivable for the governmental fund types are offset by deferred revenues and, accordingly, have not been recorded as revenue. Property taxes receivable in the Agency Funds are recorded as assets and liabilities.

Assessments receivable which are collected within sixty days following year end are recognized as revenues. Assessments receivable not considered measurable and available are offset by deferred revenues and, accordingly, have not been recorded as revenue.

Receivables for federal and state financial assistance are recorded as revenue in all funds as earned.

Receivables of the Enterprise Funds are recorded as revenue when earned, including charges for services rendered but not billed, net of any required allowance for doubtful accounts.

**Inventories**

Inventories of materials and supplies in the General Fund and Special Revenue (Road, Tax Title, and Federal and State Program) Funds are valued at average cost and are offset by a reservation of fund balance. Expenditures are recorded as inventories are used.

Internal Service Fund inventories are valued at the lower of average cost or market and are expensed when used.

**Prepaid Items**

Payments in excess of \$10 made to vendors for items or services that will benefit periods beyond June 30 are recorded as prepaid items. The fund balances in the governmental fund types have been reserved for amounts equal to the prepaid expenditures.

Prepayments to vendors are recorded as prepaid items in the Enterprise Funds.

Insurance premiums in excess of \$10 paid for insurance coverage beyond June 30 and prepayments made to vendors are recorded as prepaid items in the Internal Service Funds.

**Foreclosed Properties**

Foreclosed property is recorded at the value of the assessments for which it was foreclosed, or fair market value as indicated by the County's Assessment and Taxation Division at the date of foreclosure, whichever is less and is offset by a reservation of fund balance. Any interest on foreclosed taxes, that may be collected upon the ultimate disposal of the foreclosed property, is recognized at the time of sale or as received, whichever is later.

**Fixed Assets**

General fixed assets are stated at cost or estimated historical cost. Fixed assets valued at estimated historical cost are minor. Donated fixed assets are recorded at the estimated fair market value at the date of donation. Fixed assets are charged to expenditures in the governmental fund types as purchased and capitalized in the General Fixed Assets Account Group. Minor expenditures below

**MULTNOMAH COUNTY, OREGON**  
**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**June 30, 2001**  
**(amounts expressed in thousands)**

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established limits, most routine remodeling costs and infrastructure assets such as road, curb, gutter, sidewalk, and drainage systems are not capitalized. Upon disposal of fixed assets, the cost or estimated cost is removed from the General Fixed Assets Account Group and any proceeds are recorded as other financing sources in the appropriate fund. Depreciation is not computed on fixed assets in the General Fixed Assets Account Group. Interest incurred during construction is not capitalized on general fixed assets.

Fixed assets of the Enterprise and Internal Service Funds are stated at cost, net of accumulated depreciation, computed using the straight-line method over the estimated useful lives as follows:

- Motor vehicles - 3 years
- Equipment, including software - 3 to 10 years
- Sewer systems - 50 years
- Buildings and improvements - 50 years
- Street lighting - 10 to 30 years

Six months depreciation is taken in the year the assets are acquired or retired. Normal maintenance and repairs are charged to operations as incurred. Outlays for major additions, improvements and replacements are capitalized. Amortization of capitalized leases is included in depreciation expense. Depreciation expense on contributed capital is charged to retained earnings. Transfers of fixed assets from the General Fixed Assets Account Group are recorded at the net book value calculated as if depreciation had been recognized on the asset since acquisition. Gains or losses from sales or retirements are included as non-operating revenues or expenses.

#### **Long-term Obligations**

Long-term obligations, including capital lease obligations, general obligation bonds, full faith and credit bonds, revenue bonds, loans payable, and vacation and compensatory time pay liabilities, are accounted for in the General Long-term Obligations Account Group. Long-term obligations of proprietary fund types are accounted for in the respective funds. For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Interest on long-term obligations is recorded when paid. Bond proceeds are reported as other financing sources net of the applicable premium or discount. Issuance costs, whether or not withheld from the actual net proceeds received, are reported as debt service expenditures.

#### **Self Insurance**

The County is partially self-insured for employee medical, dental and vision benefits, workers' compensation, property, tort and general liability claims. The County purchases stop loss insurance protection for self-insured medical claims, per individual, that exceed \$250. The County purchases all risk property insurance with deductibles of \$100 per occurrence, \$250 for earthquakes, and \$250 for flood. The County also has an excess insurance policy for individual workers' compensation claims over \$500. The County currently provides for estimated losses to be incurred from pending claims and for incurred but not reported (IBNR) claims for medical, dental, vision, tort and general liability and workers' compensation claims, based on actuarial valuations. IBNR claims are claims that are incurred through the end of the fiscal year but not reported until after that date.

The operations and activities of the self insurance program are accounted for in the Risk Management Fund. Premiums are charged to various County funds based on periodically adjusted rates.

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**Contributed Capital**

The following transactions are recorded as contributed capital in the proprietary fund types:

- Receipts from federal and state financial assistance restricted to acquiring fixed assets.
- Fixed assets contributed from other funds or the General Fixed Assets Account Group.

**Assistance Receipts Unapplied**

Amounts received for grant programs in excess of expenditures are shown as assistance receipts unapplied in the combined balance sheet.

**Fund Balances Reserved**

Portions of the fund balance of the General Fund, which represent inventory and prepaid items, have been segregated from unreserved fund balance to indicate these amounts are not available expendable resources.

Portions of the fund balances of the Special Revenue Funds, which represent inventory, foreclosed properties, and prepaid items, have been segregated from unreserved fund balance to indicate that these amounts are not available expendable resources.

The fund balances of the Debt Service Funds have been segregated from unreserved fund balance for amounts legally required to be set aside to pay debt service on general obligation bonds, revenue bonds, or capital leases in accordance with the lease purchase or financing agreements and for additional debt service amounts as designated by County management.

The fund balances of the Capital Projects Funds, which represent prepaid items, mortgages receivable, general obligation bond proceeds, revenue bond proceeds, and loan proceeds to be used for designated capital projects, have been segregated from unreserved fund balance to indicate that these amounts do not represent available expendable resources.

The fund balance of the Pension Trust Fund is reserved for employees' retirement benefits and administrative costs.

**Compensated Absences**

Vacation and compensatory time pay expected to be liquidated with expendable available resources is reported as expenditures and fund liabilities in the governmental fund types when earned. Other vacation and compensatory pay for governmental fund types which has been earned but is not expected to be liquidated with expendable available resources is recorded in the General Long-term Obligations Account Group. The amount of accumulated vacation and compensatory time pay is considered normal. Vacation and compensatory time pay is recorded as an expense in the proprietary fund types when earned. Sick pay is charged when leave is taken because it does not vest when earned.

**Totals (Memorandum only) Columns**

The "Totals (Memorandum only)" columns on the combined financial statements represent an aggregate of the columnar statements by fund type and account group and are presented only to facilitate financial analysis. Amounts in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Such amounts do not represent consolidated financial information as interfund eliminations have not been made in the aggregation of this data.

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**Budgets**

In accordance with Oregon Revised Statutes, the County budgets all funds except Trust and Agency Funds. The Board of County Commissioners adopts a Board Order authorizing appropriations for each fund and establishes the level by which expenditures cannot legally exceed appropriations. Total expenditures by department are the levels of control for each fund established by the Board Order. The detail budget document, however, is required to contain more specific detailed information for the above mentioned expenditure categories. Appropriations lapse at the end of each fiscal year.

Unexpected additional resources may be appropriated through the use of a supplemental budget and Board of County Commissioner's action. The original and supplemental budgets require budget hearings before the public, publications in newspapers and approval by the Board of County Commissioners. Original and supplemental budgets may be modified during the fiscal year by the use of appropriation transfers between the legal categories. Such transfers require approval by the Board of County Commissioners. The County made numerous appropriation transfers between categories during the fiscal year. The County budgets all fund types, except fiduciary fund types, on the modified accrual basis of accounting.

**NOTE 2. Organization and Operations:**

Multnomah County, Oregon is governed under its home rule charter, effective January 1, 1967 and subsequent amendments, adopted under Article VI, Section 10 of the Oregon State Constitution. Its boundaries are established by ORS 201.260. The County is governed by a nonpartisan, independently elected Chair of the Board, and by the Board of County Commissioners consisting of four nonpartisan independent members elected from districts within the County. The County's financial operations are accounted for in the following funds:

**Governmental Fund Types**

*General Fund:* Accounts for the financial operations of the County which are not accounted for in any other funds. The principal sources of revenues for this fund are property taxes, business income taxes, federal and state shared revenue and billings for interfund services.

*Special Revenue Funds:* Account for revenue derived from specific taxes or other earmarked revenue sources, including federal and state financial assistance awards, which are legally restricted to finance particular functions or activities. When a Special Revenue Fund is not an operating fund, transfers are made from the Special Revenue Fund to the operating funds authorized to make expenditures. Funds included in this fund category are:

- |                                     |  |
|-------------------------------------|--|
| • Strategic Investment Program Fund | • Animal Control Fund                      |
| • Road Fund                         | • Willamette River Bridges Fund            |
| • Emergency Communications Fund     | • Recreation Fund                          |
| • Assessment and Taxation Fund      | • Library Fund                             |
| • Bicycle Path Construction Fund    | • Justice Services Special Operations Fund |
| • Federal and State Program Fund    | • Inmate Welfare Fund                      |
| • County School Fund                | • Special Excise Tax Fund                  |
| • Corner Preservation Fund          | • Public Safety Levy Fund                  |
| • Tax Title Land Sales Fund         |  |

*Debt Service Funds:* Account for the retirement of general obligation bonds from the collection of property taxes and for the retirement of certificates of participation (capital leases), for the retirement of revenue bonds and other lease purchase arrangements. The unmatured outstanding general obligation

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bonds, full faith and credit bonds, certificates of participation and other outstanding lease purchases are accounted for in the General Long-term Obligations Account Group. Funds included are:

- Capital Lease Retirement Fund
- PERS Pension Bond Fund
- General Obligation Bond Fund
- Revenue Bond Sinking Fund

*Capital Projects Funds:* Account for expenditures on major construction projects or equipment acquisition. The principal sources of revenues are proceeds from certificates of participation issued to finance capital acquisitions, proceeds from the sale of County owned property, general obligation bond proceeds, full faith and credit bonds, and revenue bonds. Funds included are:

- Justice Bond Project Fund
- Revenue Bond Fund
- SB 1145 Fund
- Equipment Acquisition Fund
- Deferred Maintenance Project Fund
- Library Construction Fund/1996 Bonds
- Capital Improvement Fund
- Capital Acquisition Fund
- Building Project Fund
- Asset Preservation Fund

**Proprietary Fund Types**

*Enterprise Funds:* Account for the operations of predominantly self-supporting activities which render services to the public on a user charge basis. Funds included are:

- Dunthorpe-Riverdale Service District No. 1 Fund (blended component unit of Multnomah County)
- Mid County Service District No. 14 Fund (blended component unit of Multnomah County)
- Behavioral Health Managed Care Fund

*Internal Service Funds:* Account for activities and services performed primarily for other organizational units within the County. Funds included are:

- Risk Management Fund
- Fleet Management Fund
- Telephone Fund
- Data Processing Fund
- Mail/Distribution Fund
- Facilities Management Fund

**Fiduciary Fund Types**

*Trust and Agency Funds:* Account for resources received and held by the County in a fiduciary capacity. Disbursements from these funds are made in accordance with the trust agreement or applicable legislative enactment for each particular fund. Funds included are:

- Sundry Taxing Bodies Fund
- Visitor's Facility Trust Fund
- Department and Offices Agency Fund
- Public Guardian Fund
- Library Retirement Fund (Pension Trust Fund)

**Account Groups**

*General Fixed Assets Account Group:* Accounts for the County's investment in fixed assets with the exception of those assets held by the proprietary fund types. Expenditures for the acquisition of general fixed assets are recorded in the various governmental fund types; the costs of such assets are capitalized in this account group. As fixed assets are disposed, the original cost or estimated original cost is removed from this account group; any receipts from the sale of general fixed assets is accounted for as other financing sources in the appropriate fund depending on the original funding source.

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*General Long-term Obligations Account Group:* Accounts for long-term obligations of the County resulting from capitalized lease transactions, certificates of participation lease transactions, vacation and compensation time pay liabilities, general obligation bonds, full faith and credit bonds, revenue bonds, loans, and other long-term obligations, which will be financed from resources of the governmental fund types.

**NOTE 3. Cash and Investments:**

Multnomah County pools virtually all funds for investment purposes. All appropriate funds are allocated interest based on the average daily cash balance of the fund and the average monthly yield of the County's investment portfolio. Each fund type's portion of this pool is displayed on the combined balance sheet as "Cash and Investments."

**Fair Value of Investments**

Pursuant to GASB Statement No. 31, investments are reported at fair value as of June 30, 2001. The total fair value of deposits and investments is \$235,850 and the total adjusted cost basis is \$234,832. During the fiscal year 2000-2001, the County realized a net gain of \$184 from the sale of investments. The calculation of realized loss is independent of the calculation of the net change in the fair value of investments. The net decrease in the fair value of investments during fiscal year 2000-2001 was \$34,635. This amount takes into account all changes in fair value (including purchases and sales) that occurred during the year. The unrealized gain on investments held at year end was \$1,018. The difference between fiscal year 1999-2000's year end unrealized loss of \$689 and fiscal year 2000-2001's year end unrealized gain of \$1,018, is an unrealized gain of \$1,707. Fair value of the County's investments is provided by the County's third-party custodian and by an independent broker/dealer.

**Deposits with Financial Institutions**

At year end, the carrying amount of the County's deposits was \$7,287 and the bank balance was \$7,170. The bank balance was covered by federal depository insurance or by collateral held by one or more of the State's authorized collateral pool managers in the name of the County as the County's agent. The balance of \$117 was uninsured and uncollateralized. State law requires that collateral be deposited with a value of 25% of the balances above federal deposit insurance, but in some instances, the State Banking Commission can require banks to provide more than 25% of the balances of municipal corporations' deposits as collateral. The County cannot, however, determine which, if any, institutions have been required to meet a collateral requirement larger than 25%. The County independently monitors its depository institutions for indications that could potentially cause loss of County funds. At all times during the year ended, and at June 30, 2001, the County was fully collateralized under State requirements.

**Investments**

Oregon Revised Statutes, Chapter 294, authorizes the County to invest in obligations of the U.S. Treasury, U.S. Government agencies and instrumentalities, bankers' acceptances guaranteed by a qualified financial institution, commercial paper, repurchase agreements, State of Oregon Local Government Investment Pool (LGIP), and various interest-bearing bonds of Oregon municipalities. The County's investment policy requires that the market value plus accrued interest of the securities collateralizing repurchase agreements exceeds the face amount of the repurchase agreement by margins prescribed in writing by the Oregon Short-Term Fund Board, providing the County with a margin against a decline in the market value of the securities. Daily marking-to-market also protects the County against declines in market value.

The market value plus accrued interest of the securities purchased under repurchase agreements did

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not fall below the required level during the year. State statutes and County policy permit the County to enter into reverse repurchase agreements, which are the sale of securities to a broker/dealer with a simultaneous agreement to repurchase them at a specified time in the future at a specified price, plus a contracted rate of interest. Any interest accruing on the sold securities belongs to the County. The market value of the securities underlying reverse repurchase agreements normally exceeds the cash received by 102%, providing the broker/dealer with a margin against a decline in the market value of the securities. Daily marking-to-market protects the County against increases in the market value.

If a broker/dealer defaults on its obligation to re-sell the securities at the maturity of the agreement, the County could suffer an economic loss equal to the difference between the market value of the securities and the amount of the reverse repurchase agreement less the contracted interest. The County did not enter into any reverse repurchase agreements at any time during the fiscal year ended June 30, 2001.

The County is authorized to invest in the LGIP, an external investment pool, within prescribed limits. The investments are booked at fair value and are the same as the value of the pool shares. The LGIP investments are governed by a written investment policy that is reviewed annually by the Oregon Short-Term Fund Board. The Oregon Short-Term Fund Board is comprised of members of local government and private investment professionals, who are appointed by the Governor of the State of Oregon.

The County's investments are governed by a written investment policy that is reviewed annually by both the Oregon Short-Term Fund Board and the Multnomah County Investment Advisory Board, and is adopted annually by the Board of County Commissioners. The policy specifies the County's investment objectives, benchmarks, required diversification by security type and by maturity, and the reporting requirements.

The County's cash deposits and investments are categorized below to give an indication of risk assumed by the County at June 30, 2001. Category 1 includes investments that are insured or registered, or for which the securities are held by the County or its third-party custodian in the County's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the bank's trust department in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by counterparties or a trust department, but not in the County's name. The level of risk indicated below at June 30, 2001, is generally reflective of the level of risk assumed by the County during the year. For reporting purposes, adjusted cost basis is the amortized or accreted value of investments.

	Category 1	Category 2	Category 3	Fair Value
U.S. Government Agencies	\$121,309	\$270	\$ -	\$121,579
Repurchase Agreements	1,300	-	-	1,300
Municipal Bonds	5,009	-	-	5,009
Bankers' Acceptances	16,967	-	-	16,967
Commercial Paper	42,681	-	-	42,681
Pension Trust Investments	-	-	11,241	11,241
	<u>\$187,266</u>	<u>\$270</u>	<u>\$ 11,241</u>	198,777
Local Government Investment Pool				29,786
Cash Deposits and Certificates of Deposit				7,287
Total Cash and Investments				<u>\$235,850</u>



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**NOTE 4. Interfund Transactions:**

The following amounts due to and due from other funds recorded on the Combined Balance Sheet are temporary advances. All other interfund transfers are reported as operating transfers.

<u>Due from:</u>	<u>Due to:</u>	<u>Amount</u>
Emergency Communications Fund	General Fund	\$ 50
Federal State Grant Fund	General Fund	5,240
Facilities Management Fund	General Fund	120
Total Interfund Transactions		<u>\$ 5,410</u>

The following schedule reconciles operating transfers in and out on the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types:

Operating transfers in	\$124,819
Plus: Operating transfers in as recorded in the Combined Statement of Revenues, Expenses, and Changes in Retained Earnings - All Proprietary Fund Types and Similar Trust Funds:	
Behavioral Health Managed Care	527
Data Processing Fund	309
Risk Management Fund	205
Facilities Management Fund	1,890
rounding	1
	<u>2,932</u>
Less: Operating transfers out as recorded in the Combined Statement of Revenues, Expenses, and Changes in Retained Earnings - All Proprietary Fund Types and Similar Trust Funds:	
Facilities Management Fund	<u>(2,902)</u>
Operating transfers out	<u>\$124,849</u>

**NOTE 5. Property Taxes:**

The County reviews, bills, collects and distributes property taxes for all taxing jurisdictions within its boundaries in accordance with State law. Property taxes collected by the County are distributed to the other taxing districts on a monthly basis except for the period from November 1 through November 30, when the distribution is made weekly. Uncollected taxes, including delinquent amounts, are deemed to be substantially collectible or recoverable through foreclosure. Accordingly, no allowance for doubtful tax accounts is deemed necessary. Property taxes are levied and become a lien on July 1. Property taxes are assessed in October and tax payments are due November 15th of the same year. Under the partial payment schedule, the first one-third of taxes are due November 15, the second one-third on February 15 and the remaining one-third on May 15. A three-percent discount is allowed if full payment is made by November 15 and a two-percent discount is allowed if two-thirds payment is made by November 15. Taxes become delinquent if not paid by the due date and interest accrues after each trimester at a rate of one percent per month. Property foreclosure proceedings are initiated four years after the tax due date. Property taxes are recorded on the date levied.

The Oregon Constitution limits property taxes for local governments. Local governments must share no more than one percent of the value of real property as current year property taxes. The maximum rate

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for all local governments is \$10 per thousand of assessed value. This limit applies to the local government tax base as well as special levies. Property taxes to support voter approved debt service are exempt from the limitation. Educational districts do not fall within the definition of local governments.

On May 20, 1997, the voters approved Ballot Measure 50. Measure 50 cut or reduced property taxes imposed statewide by 17% from fiscal year 1997-98 levels unless such taxes were exempt. Measure 50 rolled back the assessed value of each unit of property for the tax year 1997-98 to its 1995-96 "real market value," less 10%. The new resulting tax rates became the new constitutional limits for each jurisdiction replacing the levy based tax system with a rate based tax system. The measure limits any increase in assessed value to 3% per year for tax years after 1997-98. There are special exemptions for property that is substantially improved, rezoned, subdivided, or annexed, or when property ceases to qualify for a property tax exemption. In addition to limiting the amount of property taxes that can be collected, the measure requires a double majority voter approval, except at a general election, for new or increased property taxes, restricts the use of general obligation bond proceeds on certain capital maintenance and equipment outlays, and restricts other means by which the State and local governments can raise revenue in lieu of property taxes. The full text of Ballot Measure 50 should be read to gain a better understanding of the limitation.

**NOTE 6. Assessments Receivable:**

Assessments receivable represent uncollected amounts levied against benefited property for the cost of street lighting and sewer improvements. An allowance for uncollectible amounts is not deemed necessary as substantially all amounts, including delinquent assessments, should be recoverable through liens. Substantially all assessments are payable over a period of ten years or less. Assessments bear interest at 6% to 10%. The Assessment District Operating Fund, a Special Revenue Fund, was closed to the General Fund in fiscal year 1996 because the outstanding receivables were considered to be immaterial.

**NOTE 7. Contracts Receivable:**

The following is a summary of contracts receivable at June 30, 2001:

	<u>Total</u>	<u>Due within one year</u>
<u>General Fund:</u>		
Contract from sale of Juvenile Justice beds. Due in periodic installments through fiscal year 2016-2017.	\$ 2,458	\$ 154
Contract from sale of Juvenile Justice beds. Due in periodic installments through fiscal year 2010-2011.	3,504	350
	<u>5,962</u>	<u>504</u>
<u>Special Revenue Fund:</u>		
Tax Title Land Sales Fund - Contracts from sale of foreclosed property, payable at 6% to 12% interest generally over terms up to twenty years, net of City of Portland equity therein.	438	85

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Debt Service Funds:

Contract sale for Regional Children's Campus. Due in periodic installments through fiscal year 2014-2015.	3,852	292
Contract sale for Oregon Food Bank. Due in periodic installments through fiscal year 2014-2015.	4,294	128
Contract sale for Port City Development. Due in periodic installments through fiscal year 2014-2015.	2,820	131
	<u>10,966</u>	<u>551</u>

Capital Projects Funds:

Capital Improvement Fund contract from the sale of Juvenile Justice beds. Due in periodic installments through fiscal year 2012-2013.	1,233	103
Capital Improvement Fund contract for Regional Children's Campus. Due in periodic installments through fiscal year 2014-2015.	566	43
Capital Acquisition Fund amendment to Regional Children's Campus. Due in periodic installments through fiscal year 2013-2014.	366	-
	<u>2,165</u>	<u>146</u>
Total Contracts Receivable	<u>\$19,531</u>	<u>\$1,286</u>

**NOTE 8. Deferred Revenue:**

Deferred revenue as of June 30, 2001 consists of the following:

Property taxes receivable	\$10,985
Assessments receivable	11
Contracts receivable	19,531
Other receivables	6,789
Total	<u>\$37,316</u>

**NOTE 9. Fixed Assets:**

The changes in the General Fixed Assets Account Group for the fiscal year ended June 30, 2001, and fixed assets by major classes for the General Fixed Assets Account Group are as follows:

General Fixed Assets:	Balance June 30, 2000	Additions	Retirements and Transfers	Balance June 30, 2001
Land and Improvements	\$ 11,693	\$ 2,812	\$ -	\$ 14,505
Buildings and Improvements	243,049	27,810	37,667	308,526
Work in Progress	37,667	1,626	(37,667)	1,626
Bridges	37,421	-	-	37,421
Equipment	18,858	565	(1,224)	18,199
Total	<u>\$348,688</u>	<u>\$32,813</u>	<u>\$(1,224)</u>	<u>\$380,277</u>

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The following is a summary of proprietary fund type fixed assets for June 30, 2001:

Proprietary Funds:	Enterprise Funds	Internal Service Funds
Land and Improvements	\$ -	\$ 18
Buildings and Improvements	3,842	188
Equipment	50	35,104
Less: Accumulated Depreciation	(1,658)	(27,478)
Total	\$ 2,234	\$ 7,832

Beginning with fiscal year 2001, the County is recording fixed assets by source of funds. A schedule of changes in fixed assets by source has been added to the financial portion of this report.

**NOTE 10. Deficit Fund Balance and Budgetary Over Expenditures:**

Assessment and Taxation, a Special Revenue Fund, has a deficit fund balance of \$144. In fiscal year 2002, the County will make a transfer from the General Fund to correct this deficit.

Dunthorpe-Riverdale Service District No. 1, an Enterprise Fund, has negative retained earnings of \$339. However, the Fund has positive total fund equity.

Data Processing, an Internal Service Fund, has negative retained earnings of \$2,810. However, the Fund has positive fund equity.

Facilities Management, an Internal Service Fund, has negative retained earnings of \$5. However, the Fund has positive fund equity.

The following funds had overexpenditures. These overexpenditures were funded by available fund balances.

<u>Fund</u>	<u>Agency</u>	<u>Amount</u>
Federal State Fund	Health Department	\$1,736
Federal State Fund	Sheriff's Office	101
Federal State Fund	Support Services	135
Tax Title Land Sales Fund	Environmental Services	51
Corner Preservation Fund	Environmental Services	54
PERS Pension Bond Fund	Non-Departmental	79
Building Project Fund	Support Services	221
Risk Management Fund	Support Services	187
Total overexpenditures		\$2,564

**NOTE 11. Tax and Revenue Anticipation Notes (TRANS):**

The County issued \$20,000 in TRANS on July 1, 2000 with a maturity date of June 30, 2001. The yield was 4.37%. The TRANS were issued to provide for seasonal cash flow needs of the General Fund. The TRANS are issued pursuant to Oregon Revised Statutes, and approved by the Board of County Commissioners, which authorize the County to borrow sufficient funds to meet current expenditures pending the collection of property taxes and other unpledged revenues. The TRANS were rated MIG1 by Moody's Investors Service.

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**NOTE 12. Long-Term Obligations:**

General Obligation Bonds

Bonded debt recorded in the General Long-term Obligations Account Group are general obligation bonds issued for the rehabilitation of the Central Library, construction of the Midland Library facilities, construction and acquisition of other library facilities and equipment, and construction and acquisition of certain public safety facilities and equipment. The general obligation bonds are direct obligations and pledge the full faith and credit of Multnomah County. The original total issue amounts were \$22,000, \$9,000, \$29,000 and \$79,700 respectively. On February 1, 1999 the County advance refunded a portion of the above general obligation bonds by issuing \$66,115 in new general obligation bonds.

General obligation bonds outstanding at year end are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	3.70-6.00%	\$ 40,490
Governmental activities - refunding	3.90-5.65%	65,770
		<u>\$106,260</u>

Annual debt service requirements to maturity for General Obligation Bonds are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>
2002	\$ 9,725	\$ 4,588
2003	4,925	4,263
2004	5,165	4,033
2005	5,420	3,787
2006	5,685	3,525
Thereafter	75,340	19,119
	<u>\$106,260</u>	<u>\$39,315</u>

Revenue Bonds

On October 1, 1998 the County issued \$3,155 of revenue bonds to finance the construction, renovation, improvement and equipping County owned facilities, and entered into a public/private partnership with the Regional Children's Campus (RCC), a 501(c)(3) non profit agency. The revenue bonds are recorded in the General Long-term Obligations Account Group.

On November 1, 2000, the County issued \$3,500 of revenue bonds to finance the costs of acquiring land and constructing, renovating, improving and equipping certain facilities to be used as a vocational training center for developmentally disabled residents of Multnomah County. The County entered into a public/private partnership with Port City Development, a 501(c)(3) non-profit agency. The revenue bonds are recorded in the General Long Term Obligations Account Group.

On November 1, 2000, the County issued \$2,000 of revenue bonds to re-finance the costs of acquisition of real property and constructing facility improvements related to the Oregon Food Bank. The revenue bonds are recorded in the General Long Term Obligations Account Group.

Revenue bonds outstanding at year end are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	4.00-5.20%	\$ 8,500

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Annual debt service requirements to maturity for revenue bonds are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>
2002	\$ 165	\$ 389
2003	445	377
2004	465	357
2005	490	337
2006	515	314
Thereafter	6,420	1,626
	<u>\$8,500</u>	<u>\$3,400</u>

**Full Faith & Credit Bonds**

On December 1, 1999, the County issued \$184,548 in taxable Revenue Pension Obligation Bonds to fund the County's accrued actuarial liability (UAAL). The County estimates that by funding the actuarial liability, the County will receive a present value savings of about \$35,776 between the amount calculated by PERS to retire the UAAL and the amount of the debt repayment. The total interest cost is 7.67%. Payment of principal and interest, except for a term bond, will be guaranteed by MBIA. The term bonds are rated Aa2 by Moody's Investor Service, Inc.

On April 1, 2000, the County issued \$61,215 in full faith and credit bonds to finance the costs of acquiring and installing the integrated enterprise computer system, acquire land, acquire facilities and construct other County facilities and structures. Full faith and credit bonds are direct obligations and pledge the full faith and credit of the government.

On April 1, 1999, the County issued \$36,125 in Certificates of Participation at a net interest cost of 4.71% to finance the costs of acquiring land and facilities. Full faith and credit bonds are direct obligations and pledge the full faith and credit of the government.

Full faith and credit bond obligations outstanding at year end are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	4.00-7.74%	\$277,452
Proprietary activities	5.00-5.50%	261
		<u>\$277,713</u>

Annual debt service requirements to maturity for full faith and credit bonds are as follows:

<u>Year Ending June 30</u>	<u>General Government Funds</u>		<u>Proprietary Funds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2002	\$ 4,753	\$ 12,921	\$127	\$ 16
2003	5,551	12,687	134	8
2004	6,560	12,400	-	-
2005	7,535	12,051	-	-
2006	8,345	11,648	-	-
Thereafter	244,708	444,841	-	-
	<u>\$277,452</u>	<u>\$506,548</u>	<u>\$261</u>	<u>\$ 24</u>

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Long Term Capital Lease Obligations

The County has entered into various lease/purchase agreements to acquire property and equipment. The lease obligations of the General Fixed Assets Account Group are recorded as liabilities in the General Long-term Obligations Account Group. All other lease obligations are related to the Data Processing Fund, an Internal Service Fund, and are recorded as capitalized lease obligations. These leases have been capitalized in accordance with generally accepted accounting principles.

Long term capital lease obligations outstanding at year end are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	3.75-7.25%	\$ 37,158
Governmental activities – refunding	2.75-7.50%	12,520
Proprietary activities	3.75-4.90%	2,264
		<u>\$51,942</u>

Annual debt service requirements to maturity for general long term capital lease obligations are as follows:

<u>Year</u> <u>Ending</u> <u>June 30</u>	<u>General Government</u> <u>Funds</u>		<u>Proprietary</u> <u>Funds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2002	\$ 3,993	\$ 2,403	\$1,336	\$ 79
2003	4,184	2,206	928	35
2004	3,535	2,027	-	-
2005	3,714	1,841	-	-
2006	3,914	1,645	-	-
Thereafter	30,338	5,788	-	-
	<u>\$49,678</u>	<u>\$15,910</u>	<u>\$2,264</u>	<u>\$114</u>

Loans Payable

The County has entered into several loans with other governmental agencies for the purpose of making capital improvements. The loan obligations outstanding at year end are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	5.65-7.20%	\$870

Annual debt service requirements to maturity for long term loans outstanding at year end are as follows:

<u>Year Ending June 30</u>	<u>Principal</u>	<u>Interest</u>
2002	\$ 73	\$ 56
2003	79	51
2004	85	44
2005	92	38
2006	95	35
Thereafter	446	87
	<u>\$870</u>	<u>\$311</u>

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Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2001 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b><u>Governmental Activities:</u></b>					
General Obligation Bonds	\$115,555	\$ -	\$9,295	\$106,260	\$9,725
Revenue Bonds	3,155	5,500	155	8,500	165
Full Faith and Credit Bonds	281,508	-	4,056	277,452	4,753
Long Term Capital Leases	53,965	-	4,287	49,678	3,993
Loans Payable	939	-	69	870	73
Compensated Absences	3,100	929	-	4,027	-
Governmental activity long-term liabilities:	<u>\$458,222</u>	<u>\$6,429</u>	<u>\$17,862</u>	<u>\$446,787</u>	<u>\$18,709</u>

Proprietary Activities:

Full faith and credit bonds	\$ 380	\$ -	\$ 119	\$ 261	\$ 127
Long-term capital leases	3,740	-	1,476	2,264	1,336
Compensated absences	1,086	129	-	1,215	-
Proprietary activity long-term liabilities:	<u>\$ 5,206</u>	<u>\$ 129</u>	<u>\$ 1,595</u>	<u>\$ 3,740</u>	<u>\$1,463</u>

**Defeased General Obligation Bonds**

In prior years, the County defeased certain general obligation bond issues by placing the proceeds of the new bonds in irrevocable trusts to provide for all future debt service on the old bonds. Accordingly, the trust account assets and related liability for the defeased bonds are not included in the County's financial statements. At June 30, 2001, the amount of these bonds outstanding totaled \$62,180.

**Defeased Certificates of Participation**

In prior years, the County defeased certain certificates of participation issues by placing the proceeds of the new certificates in irrevocable trusts to provide for all future debt service on the old certificates. Accordingly, the trust account assets and related liability for the defeased certificates are not included in the County's financial statements. At June 30, 2001, the amount of these certificates outstanding totaled \$26,020.

**Conduit Financing**

On November 1, 1997, the County issued \$31,600 in Educational Facilities Revenue Bonds which have not been recorded in the County's financial statements. The proceeds of these bonds were assigned to the University of Portland (the University) to finance capital improvements to the University, pay issue costs and advance refund \$17,750 of the Series 1994 issue. On April 1, 2000, the County issued \$17,160 in Conduit Educational Revenue Bonds for the University to finance the construction of a student housing facility, parking garage and street lighting. These bonds are not recorded on the books of the County but are assigned to the University. The responsibilities of the County in this bond transaction were limited to adopting the resolution authorizing the issuance of the bonds, executing the bonds and the bond documents to which it is a party, issuing and delivering the Bonds, assigning certain of its rights to the Trustee as provided in the indenture, and directing the Trustee as to the application of monies received from the University to pay the bonds in accordance



**MULTNOMAH COUNTY, OREGON**  
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with the indenture. The County has no obligation to take any other action relating to the bonds. Since the County does not own any of the assets constructed or assume any liabilities associated with repayment, there is no balance sheet disclosure or recognition of revenues and expenditures within the County's financial statements. As of June 30, 2001, \$ 44,490 of Educational Facilities Revenue Bonds were outstanding.

On December 3, 1998, the County created the Hospital Facilities Authority of Multnomah County, Oregon (the Authority). On March 1, 1999, the Authority issued Hospital Revenue Bonds (Terwilliger Plaza), which have not been recorded as a liability for generally accepted accounting principles purposes. The proceeds of these bonds are used by health care facilities to finance various capital projects and refund outstanding bonds. The Hospital Revenue Bonds have not been recognized as a liability of the County because the bonds are secured solely by the provisions of the Bond indenture and payments are made by the health care facility. Terwilliger Plaza has pledged the gross revenues of the health care facility making up Terwilliger Plaza to secure payment of the bonds. The bonds shall not be payable from a charge upon any funds, assets, nor shall the County be subject to any liability. No holder or holders of the bonds shall ever have the right to exercise the taxing power of the County to pay the bonds or the interest, nor to enforce payment against any property of the County. Upon completion of the project, the assets constructed or purchased are owned by Terwilliger Plaza. Since the County does not own any of the assets or assume any of the liabilities associated with the repayment, there is no balance sheet disclosure or recognition of revenues within the County's financial statements. As of June 30, 2001, \$25,500 of these bonds were outstanding.

**NOTE 13. Arbitrage Payable:**

Under certain conditions, the Tax Reform Act of 1986 requires governmental units to remit excess arbitrage earnings arising from invested bond proceeds to the Internal Revenue Service. At June 30, 2001, the County recorded a liability of \$1,341 in the combined financial statements for such estimated excess arbitrage earnings.

**NOTE 14. Risk Management:**

Multnomah County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Multnomah County has established an internal service fund to account for risk management activities, including payment of insurance policy premiums, payment of claims, loss control and prevention activities, including risk assessment, training and consultation to reduce the frequency and severity of loss, and to finance its uninsured risks of loss. Under this program the Risk Management Fund provides risk of loss coverage as follows:

- General liability, bodily injury and property damage of third parties resulting from the negligence of Multnomah County or its employees and errors and omissions risks;
- Property damage to County-owned facilities with deductibles of \$50 per occurrence, \$250 for earthquakes, and \$250 for flood;
- Workers' compensation, bodily injury or illness to the employees while in the course of employment: Individual workers' claims up to \$500 are covered by the Risk Management Fund. The County has an insurance policy for any claim that exceeds \$500;
- Employee medical, dental, vision, life insurance, and disability benefits: The County has a portion of these benefits covered by insurance and the remaining benefits are covered by the Risk Management Fund. On the portion covered by the Risk Management Fund, the County has stop loss protection for medical claims per individual that exceed \$250; and

**MULTNOMAH COUNTY, OREGON**  
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- Unemployment insurance: All unemployment claims are covered by the Risk Management Fund.

Multnomah County did not have any significant reduction in insurance coverage from the prior year. The County has not experienced settlements in excess of insurance coverage in prior years. An actuarial valuation and estimates of liabilities for unpaid liability and workers' compensation claims were prepared by an independent actuary in July 2001. Multnomah County monitors claims administration to ensure that proper reserves are maintained. The Risk Management Fund allocates the cost of providing claims administration and claims payment by charging a "premium" to the various funds based upon actuarial estimates of the amounts needed to pay prior and current year claims and to establish sufficient reserves. The Risk Management Fund is funded on an actuarially sound basis as required by state law for self-insureds in Oregon. Tort claims against governmental entities are limited under the Oregon Tort Claims Act to a maximum loss of \$500 per occurrence. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims, other economic and social factors, and specific, incremental claim adjustment expenses. The estimated claims liability of \$8,712 reported in the Risk Management Fund at June 30, 2001 was established in accordance with the requirements of Governmental Accounting Standards Board (GASB) Statement No. 10, which requires a liability for claims to be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The estimated claims liability at fiscal year end does not include the Risk Management Fund's operational accounts payable in the sum of \$666. A portion of the loss reserves have been discounted, with the actuary using the estimated payout pattern for liability and workers' compensation and an assumed investment rate of 5.5% in preparing estimates. Multnomah County does not purchase annuity contracts from commercial insurers to pay any aggregate amount of outstanding claims liability. Changes in the Risk Management Fund self insured claims liability, including an estimate of the ultimate cost of the claims and incurred but not reported claims, for fiscal years 1999, 2000 and 2001 were:

<u>Fiscal Year</u>	<u>Balance at Beginning of Fiscal Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance at End of Fiscal Year</u>
1999	\$6,201	\$12,214	\$10,598	\$7,817
2000	7,817	9,926	9,889	7,854
2001	7,854	18,716	17,858	8,712

**NOTE 15. Fund Equity and Contributed Capital:**

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds. Reserves represent those portions of fund equity not available for expenditures or legally segregated for a specific future use.

**MULTNOMAH COUNTY, OREGON**  
**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
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During the year, contributed capital in the Enterprise and Internal Service Funds changed as follows:

	Enterprise Funds	Internal Service Funds
Balance, June 30, 2000	\$3,455	\$11,102
Deduct:		
Disposals	(5)	-
Balance, June 30, 2001	<u>\$3,450</u>	<u>\$11,102</u>

The County adopted GASB No. 33, Accounting and Financial Reporting for Nonexchange Transactions, effective July 1, 2000. Accordingly, the County began recognizing capital contributions to proprietary funds as revenues instead of contributed capital.

**NOTE 16. Post Retirement Health Care Benefits:**

In addition to providing pension benefits, the County provides certain health care and life insurance benefits for retired County employees. Substantially all of the County's employees are eligible for life insurance benefits when they reach normal retirement age.

The County provides a portion of health care benefits to substantially all County employees. The County pays one-half (50%) of the monthly medical insurance premium from the retiree's fifty-eighth birthday or date of retirement, whichever is later, until the retiree's sixty-fifth birthday. These health care benefit obligations are required by labor bargaining agreements and the exempt employee ordinance. The cost of retiree health care and insurance benefits is recognized as an expense in the Risk Management Fund as claims are incurred. For fiscal year 2001, those costs totaled \$198, net of payments made by retirees. The County funds the actuarially determined amount of medical benefits that will be payable in the future for retirees' health insurance.

The accrued costs of all benefits are measured by the projected "unit credit actuarial cost method." The unfunded actuarial liability created is amortized as a level percentage of salary over a thirty-year period.

Significant actuarial assumptions used in the valuation include (a) a rate of return on the investment of present and future assets of 6.0%, (b) projected salary increases starting at 6.0% at age 20 and gradually declining to 4.0% at age 60; and (c) trend rate increases starting at 7.5% in year one and gradually declining to 6.0%. The actuarial calculation used to determine the post-retirement benefit obligation assumed two costs for the insurance claims. The County is using retiree costs that are 150% of the average costs for all covered participants. This cost is more in line with actual costs.

The applicable funding rate established by an actuarial review for fiscal year 2001 is .88% of the County's payroll, and the County's contribution has met the actuarial requirements. Following is the activity and the funding status of the post retirement health care benefits for the last three years.

**MULTNOMAH COUNTY, OREGON**  
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<u>Fiscal Year</u>	<u>Number of Retirees Covered</u>	<u>Premium Received</u>		<u>Claim/Premium Incurred</u>	<u>Net Costs</u>
1999	372	\$ 704	(1)	\$ (1,011)	\$ (307)
2000	392	773	(1)	(1,121)	(348)
2001	428	1,164	(1)	(1,362)	(198)
<u>Funding Status <sup>(2)</sup></u>		<u>1999</u>		<u>2000</u>	<u>2001</u>
Post-retirement benefit obligation		\$10,788		\$10,788	\$10,788
Net assets available for benefits		9,423		9,938	8,142
Total unfunded liability		<u>\$ 1,365</u>		<u>\$ 850</u>	<u>\$ 2,646</u>

(1) All or a portion of the premiums are paid directly to the County's third party administrator by the retirees.

(2) Actuarial valuation done every two to three fiscal years.

**NOTE 17. Pension Plans and Deferred Compensation:**

**State of Oregon Public Employees Retirement System (PERS) Plan Description**

Substantially all County employees are participants in PERS, an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for governmental units in the State of Oregon. PERS issues a publicly available financial report that includes financial statements and required supplementary information. Those reports may be obtained by writing:

PERS  
PO Box 23700  
Tigard, OR 97281-3700

The County's payroll for employees covered by PERS for the year ended June 30, 2001, was \$200,956. The County's total payroll was \$211,977. All full-time County employees are eligible to participate in PERS. Benefits generally vest after five years of continuous service. Retirement is allowed at age 58 (Tier 1) or at age 60 (Tier 2) with unreduced benefits, but retirement is generally available after age 55 with reduced benefits. Tier 1 applies to employees hired or vested prior to January 1, 1996. Compulsory retirement age is 70. Tier 2 applies to employees hired on or after January 1, 1996. Retirement benefits are based on salary and length of service, are calculated using a formula and are payable in a lump sum or monthly using several payment options. PERS also provides death and disability benefits. These benefit provisions and other requirements are established by state statutes. The information for retirees, beneficiaries or terminated employees entitled to benefits but not yet receiving them is not presented because PERS pools the risk related to such employees among all employers. PERS fully funds these obligations at the time of retirement or separation from service. Accordingly, the following information covers only current employees.

**Funding Policy and Annual Pension Cost-PERS**

The County is required by the rules applicable to PERS employers to contribute a percentage of covered employees' salaries to PERS. The contribution rate is determined based on actuarial valuations which are performed by PERS at least every two years. The contribution rate was 12.28% on July 1, 1999, and was reduced to 9.21% on January 1, 2000. The County's contribution rate decreased to 8.12% effective July 1, 2001. As required by labor agreements, the County contributes the required 6% employee contribution on behalf of all employees.

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PERS' policy provides for actuarially determined periodic contributions that are sufficient to pay benefits when due. Based on the assumptions of the December 31, 1999 actuarial valuation, the County's required contribution, including employees' contributions, was equal to the annual pension cost of \$31,607.

<u>Year Ended</u>	<u>Annual Pension Cost (APC)</u>		<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/99	\$29,411		100%	0
6/30/00	32,339	(1)	100%	0
6/30/01	31,607		100%	0

(1) Does not include lump-sum payment of \$180,000 to fund the estimated unfunded liability.

Significant actuarial assumptions used in the most recent valuation (December 31, 1999) include (a) a rate of return on the investment of present and future assets of 8% per year, (b) projected salary increases of 4.25% per year attributable to general wage adjustments, (c) additional increases for promotion and longevity that may vary by age and service, (d) projected automatic cost-of-living benefit increases of 2% per year (the maximum allowable), and (e) demographic assumptions that have been chosen to reflect our emerging experience of the members of the system, and are the same as those used to compute the actuarially required contributions. The entry age actuarial cost method and level percentage amortization method are used. A thirty year amortization period with a closed group fixed term method is used. The actuarial value of assets is based on market value.

Schedule of Funding Progress

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability</u>	<u>Unfunded (Funded) Actuarial Accrued Liability</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>Unfunded (Funded) Actuarial Accrued Liability as a Percent of Covered Payroll</u>
12/31/95	\$201,614	\$330,154	\$ 128,540	61%	\$142,614	90%
12/31/97	291,095	449,588	158,493	65%	155,915	102%
12/31/99	935,746	859,337	(76,409)	109%	191,152	(40)%

**Multnomah County Library Retirement Plan**

The Multnomah County Library Retirement Plan (the Plan) is a single employer defined benefit Plan. Prior to July 1, 1990, the Plan was administered by the Library Association of Portland (LAP) which was a not-for-profit organization. Effective July 1, 1990, the County Board of Commissioners is responsible for amending Pension Plan provisions. The Principal Mutual Life Insurance Company (Insurance Company) is contracted by the County to be the trustee of the Plan. The County Finance Director is the plan administrator. All employees transferred are now covered by PERS. The Plan does not issue a stand alone financial report. All related financial data is contained in this report.

All former LAP full-time and part-time employees who were 21 years of age or older and had completed two years of service were eligible to participate in the Plan. Benefits vested after two years of continuous service. Retirement is allowed at age 65 with unreduced benefits, but retirement is generally available after age 55 with reduced benefits. Retirement benefits are based on salary and length of service, are calculated using a formula, and are payable in a lump sum or monthly using several payment options. The Plan also provides death benefits.

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Current employees consist of 138 participants who are fully or partially vested in their accrued monthly benefits and 0 participants who are only vested in their accumulated employee contributions. Current employees have an annual covered payroll of \$5,008. The total payroll and covered payroll are the same because the plan is frozen. There are 116 retired participants currently receiving benefits.

The benefits for retired participants are guaranteed by the Insurance Company with investments in Immediate Participation Guarantee Contracts. As a result the related assets and liabilities are excluded for funding purposes.

**Funding Policy and Annual Pension Cost- Library Retirement Plan**

The Board of County Commissioners establishes and may amend the contribution requirements of the Plan. There are no contribution requirements for employees. The annual required contribution (ARC) of the employer was \$64, based on a contribution rate of 1.8%. The actual contribution was \$128. The actuarial assumptions and methods used in the most recent valuation (January 1, 2000) were as follows:

Actuarial cost method:	Projected unit credit
Amortization method:	Level dollar, closed
Amortization period:	6 years, weighted average
Asset valuation method:	Contract value
Investment rate of return:	7.25%
Projected salary increase:	5.88 - 9.10%
Cost of living adjustments:	Consumer Price Index (limited to 2%)
Inflation Rate:	4%

**Summary of Significant Accounting Policies - Library Retirement Plan**

The assets of the plan consist of unallocated insurance contracts and therefore are appropriately valued at contract value. Employer contributions to the plan and benefits are recognized when due.

Fiscal Year Ended		Annual Pension Cost	Percentage of Annual Pension Cost Contribution	Net Pension Obligation		
6/30/99		\$ 128	61.7%	\$ 49		
6/30/00		96	132.7%	-		
6/30/01		64	201.4%	-		

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Funded Ratio	Unfunded Actuarial Accrued Liability	Covered Payroll	Unfunded Actuarial Accrued Liability as a Percent of Covered Payroll
1/1/99	\$10,750	\$11,445	93.9%	\$696	\$5,422	12.8%
1/1/00	10,998	11,321	97.1%	324	5,056	6.4%
1/1/01	11,197	11,240	99.6%	43	5,008	0.9%

As of January 1, 2000, the actuarial valuation includes retired life assets and liabilities.

**Deferred Compensation Plan**

The County offers its employees a deferred compensation plan (the Plan) created in accordance with Internal Revenue Code Section 457. During fiscal year 1998, the County adopted GASB Statement No. 32, Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans, and entered into trust agreements with the Plan providers in order to comply with the

**MULTNOMAH COUNTY, OREGON**  
**NOTES TO THE COMBINED FINANCIAL STATEMENTS**  
**June 30, 2001**  
**(amounts expressed in thousands)**

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requirements of subsection (g) of IRC Section 457. The Plan, available to all permanent County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or an unforeseeable emergency.

All assets and income of the Plan are held in trust for the exclusive benefit of participants and their beneficiaries.

The amount deferred, adjusted to fair market value at June 30, 2001, and investment earnings thereon amount to \$89,282. The amounts accumulated under the deferred compensation plan, including investment earnings, are excluded from the financial statements of the County.

No plan assets have been used for purposes other than the payment of benefits.

It is the opinion of the County Attorney that the County has no fiduciary responsibilities under the Plan.

**NOTE 18. Commitments and Contingent Liabilities:**

Additional commitments under contracts at June 30, 2001 are as follows:

General Fund	\$ 1,891
Special Revenue Funds	32,608
Capital Projects Funds	3,712
Enterprise Funds	2,349
Internal Service Funds	20,235
	<u>\$60,795</u>

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, could become a liability of the County.

Various claims and lawsuits against the County are pending. These claims are either covered by insurance would be paid by the Risk Management Fund as described in footnote 14. County management believes the total amount of liability, if any, which may arise from such claims and lawsuits beyond that which is covered by insurance would not have a material effect on the County's financial condition or its ability to carry on its activities substantially as now conducted.

**NOTE 19. Segment Information for Enterprise Funds:**

The County's Enterprise Funds account for the financing of predominantly self-supporting activities to the public on a user charge basis including lighting and sewer services, and mental health care claims administration.

**MULTNOMAH COUNTY, OREGON**  
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Segment information at June 30, 2001 and for the year then ended is as follows:

	Sewer	Lighting	Mental Health Care	Total
Operating revenue	\$ 249	\$ 188	\$26,768	\$27,205
Depreciation expense	34	95	17	146
Operating income (loss)	(37)	(161)	(989)	(1,187)
Operating transfers in			527	527
Net income (loss)	30	314	8	352
Property, plant and equipment:				
Additions at cost	3	424	35	462
Deletions at cost		13		13
Net working capital	495	832	3,706	5,033
Total assets	2,082	2,049	6,089	10,220
Total equity	1,512	2,029	3,726	7,267

**NOTE 20. Subsequent Events:**

On July 2, 2001, the County issued \$20,000 in Tax and Revenue Anticipation Notes to meet anticipated cash flow requirements prior to the collection of property taxes in November and other revenues received after November. The stated interest rate is 3.50% with a yield of 2.60%. The notes mature on June 28, 2002, and are rated MIG1 by Moody's Investors Service, Inc.



## **GENERAL FUND**

The General Fund accounts for the financial operations of the County which are not accounted for in any other fund. The principal sources of revenues are property taxes and business income taxes. Primary expenditures in the General Fund are made for general government, public safety, and health and social services. The modified accrual basis of accounting is used to record revenues and expenditures.

**MULTNOMAH COUNTY, OREGON**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Taxes:			
Property:			
Current year	\$ 164,617	\$ 164,560	\$ (57)
Payments in lieu of taxes	85	97	12
Transient lodging	3	-	(3)
Business income	43,812	30,377	(13,435)
Motor vehicle rental	12,286	11,546	(740)
Intergovernmental:			
Federal	10,317	7,518	(2,799)
State	8,095	9,443	1,348
Local	2,223	2,028	(195)
Licenses and permits	1,982	2,446	464
Charges for services	11,071	7,442	(3,629)
Interest	4,613	4,729	116
Other:			
Miscellaneous	353	1,373	1,020
Service reimbursements	29,512	19,861	(9,651)
Total revenues	<u>288,969</u>	<u>261,420</u>	<u>(27,549)</u>
<b>OTHER FINANCING SOURCES</b>			
Transfers from other funds:			
Justice Bond Project Fund	89	89	-
Animal Control Fund	1,146	910	(236)
Total other financing sources	<u>1,235</u>	<u>999</u>	<u>(236)</u>
<b>BEGINNING FUND BALANCE</b>	<u>20,391</u>	<u>14,262</u>	<u>(6,129)</u>
Total	<u>\$ 310,595</u>	<u>276,681</u>	<u>(33,914)</u>
<b>EXPENDITURES</b>			
Aging and Disability Services	\$ 2,302	951	1,351
Health Services	16,161	13,446	2,715
Juvenile and Adult Community Justice Services	41,207	39,079	2,128
District Attorney	14,345	14,030	315
Sheriff	52,839	50,244	2,595
Environmental Services	8,393	7,082	1,311
Support Services	16,672	15,518	1,154
Nondepartmental	12,544	12,233	311
Total expenditures	<u>164,463</u>	<u>152,583</u>	<u>11,880</u>
<b>OTHER FINANCING USES</b>			
Transfers to other funds:			
Federal and State Program	74,311	53,541	20,770
County School	1,544	1,544	-
Recreation	10	10	-
Library	16,262	15,611	651
Justice Services Special Operations	318	247	71
Assessment and Taxation	6,800	6,800	-
Deferred Maintenance Project	445	445	-
Behavioral Health Managed Care	551	527	24
Data Processing	309	309	-
Facilities Management	2,902	1,891	1,011
Risk Management	205	205	-
Jail Levy	29,385	27,209	2,176
Total other financing uses	<u>133,042</u>	<u>108,339</u>	<u>24,703</u>
Total	<u>297,505</u>	<u>260,922</u>	<u>36,583</u>
<b>ENDING FUND BALANCE</b>	<u>13,090</u>	<u>\$ 15,759</u>	<u>\$ 2,669</u>
	<u>\$ 310,595</u>		

## **SPECIAL REVENUE FUNDS**

These funds account for revenue derived from specific taxes or other earmarked revenue sources, including state gas tax, grants, and charges for services which are legally restricted to finance particular functions or activities. When a special revenue fund is not an operating fund, transfers are made from the special revenue fund to the operating funds authorized to make the expenditures. The modified accrual basis of accounting is used to record revenues and expenditures. Funds included are:

- Strategic Investment Program Fund - accounts primarily for monies received from corporations receiving property tax abatements and paying fees for specific purposes as a part of the reduced tax agreement to be used for community service.
- Road Fund - accounts for revenues primarily from State motor vehicle fees and County gasoline taxes. Expenditures consist of construction, repair, maintenance, and operation of County highways and roads.
- Emergency Communications Fund - accounts for monies received from the State which are designated for an emergency communication network in conjunction with the City of Portland.
- Assessment and Taxation Fund - accounts for revenues and expenditures for property assessment and tax collection.
- Bicycle Path Construction Fund - accounts for revenue and expenditures for bicycle paths.
- Federal and State Program Fund - accounts for the majority of revenues and expenditures related to Federal and State financial assistance programs.
- County School Fund - accounts for transfers from the General Fund and forest reserve yield revenues from the State of Oregon which are apportioned to the County school districts.
- Corner Preservation Fund - accounts for the collection of fees on all recordings of real property transactions and surveying activity. The fund makes expenditures to maintain public land corners.
- Tax Title Land Sales Fund - accounts for the receipt and sale of real property foreclosed upon by the County because of unpaid property taxes. Proceeds are subsequently distributed to all taxing districts.
- Animal Control Fund - accounts for revenues from dog and cat licenses, control fees and transfers to the General Fund which are utilized for animal control activities.
- Willamette River Bridges Fund - accounts for motor vehicle fees and gasoline tax proceeds transferred from the Road Fund for bridge inspections and maintenance.
- Recreation Fund - accounts for the collection and disbursement of park revenues from various funding sources on a pass through basis.
- Library Fund - accounts for the public library operations.
- Justice Services Special Operations Fund - accounts for revenues and expenditures dedicated to justice services in the community corrections department, district attorney's office, and sheriff's office.
- Inmate Welfare Fund - accounts for the proceeds from the sale of commissary items. Expenditures are made for supplies for inmates in County jails.
- Special Excise Tax Fund - accounts for a transient lodging tax collected from all hotels and motels in the County to be used for convention center expenditures.
- Public Safety Levy Fund - accounts for operation of the Inverness Jail and related corrections programs.

**MULTNOMAH COUNTY, OREGON**  
**COMBINING BALANCE SHEET**  
**SPECIAL REVENUE FUNDS**  
**June 30, 2001**  
(amounts expressed in thousands)

	Strategic Investment Program	Road	Emergency Communications	Assessment and Taxation	Bicycle Path Construction	Federal/ State Program	County School
<b>ASSETS:</b>							
Cash and investments	\$ 1,441	\$ 6,663	\$ 2	\$ 475	\$ 207	\$ 4	\$ 63
Receivables:							
Taxes	-	-	-	1	-	-	-
Accounts	19	4,025	48	-	-	43,418	-
Loans	-	-	-	-	-	1,268	-
Contracts	-	-	-	-	-	-	-
Inventories	-	771	-	-	-	193	-
Prepaid items	-	-	-	-	-	529	-
Total assets	<u>\$ 1,460</u>	<u>\$ 11,459</u>	<u>\$ 50</u>	<u>\$ 476</u>	<u>\$ 207</u>	<u>\$ 45,412</u>	<u>\$ 63</u>
<b>LIABILITIES AND FUND BALANCES:</b>							
<b>Liabilities:</b>							
Accounts payable	\$ 26	\$ 5,140	\$ -	\$ 42	\$ -	\$ 29,184	\$ -
Payroll Payable	-	164	-	147	-	2,171	-
Compensated absences	-	442	-	431	-	3,077	-
Due to other funds	-	-	50	-	-	5,240	-
Deferred revenue	-	-	-	-	-	5,740	-
Total liabilities	<u>26</u>	<u>5,746</u>	<u>50</u>	<u>620</u>	<u>-</u>	<u>45,412</u>	<u>-</u>
<b>Fund balances:</b>							
Reserved for inventories	-	771	-	-	-	193	-
Reserved for prepaid items	-	-	-	-	-	529	-
Unreserved, undesignated	1,434	4,942	-	(144)	207	(722)	63
Total fund balances	<u>1,434</u>	<u>5,713</u>	<u>-</u>	<u>(144)</u>	<u>207</u>	<u>-</u>	<u>63</u>
Total liabilities and fund balances	<u>\$ 1,460</u>	<u>\$ 11,459</u>	<u>\$ 50</u>	<u>\$ 476</u>	<u>\$ 207</u>	<u>\$ 45,412</u>	<u>\$ 63</u>

Corner Preservation	Tax Title Land Sales	Animal Control	Willamette River Bridges	Recreation	Library	Justice Services Special Operations	Inmate Welfare	Special Excise Tax	Public Safety Levy	Total
\$ 499	\$ 770	\$ 1	\$ 2,984	\$ 9	\$ 7,815	\$ 1,468	\$ 145	\$ 1,617	\$ 3,954	\$ 28,117
4	-	-	-	-	1,231	-	-	2,925	-	4,161
-	-	1	405	18	129	295	47	73	67	48,545
-	-	-	-	-	-	-	-	-	-	1,268
-	438	-	-	-	-	-	-	-	-	438
-	422	-	-	-	-	-	-	-	-	1,386
-	-	-	-	-	205	-	-	-	-	734
<u>\$ 503</u>	<u>\$ 1,630</u>	<u>\$ 2</u>	<u>\$ 3,389</u>	<u>\$ 27</u>	<u>\$ 9,380</u>	<u>\$ 1,763</u>	<u>\$ 192</u>	<u>\$ 4,615</u>	<u>\$ 4,021</u>	<u>\$ 84,649</u>
\$ -	\$ 328	\$ -	\$ 26	\$ 27	\$ 1,993	\$ 21	\$ 95	\$ 2,626	\$ 175	\$ 39,683
-	3	-	59	-	531	43	11	-	592	3,721
-	13	-	130	-	956	84	28	-	893	6,054
-	-	-	-	-	-	-	-	-	-	5,290
-	859	-	-	-	1,063	166	-	-	-	7,828
-	1,203	-	215	27	4,543	314	134	2,626	1,660	62,576
-	422	-	-	-	-	-	-	-	-	1,386
-	-	-	-	-	205	-	-	-	-	734
503	5	2	3,174	-	4,632	1,449	58	1,989	2,361	19,953
503	427	2	3,174	-	4,837	1,449	58	1,989	2,361	22,073
<u>\$ 503</u>	<u>\$ 1,630</u>	<u>\$ 2</u>	<u>\$ 3,389</u>	<u>\$ 27</u>	<u>\$ 9,380</u>	<u>\$ 1,763</u>	<u>\$ 192</u>	<u>\$ 4,615</u>	<u>\$ 4,021</u>	<u>\$ 84,649</u>

**MULTNOMAH COUNTY, OREGON**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**SPECIAL REVENUE FUNDS**  
**For the fiscal year ended June 30, 2001**  
**(amounts expressed in thousands)**

	Strategic Investment Program	Road	Emergency Communications	Assessment and Taxation	Bicycle Path Construction	Federal and State Program	County School
<b>REVENUES:</b>							
Taxes	\$ -	\$ 7,716	\$ -	\$ -	\$ -	\$ -	\$ 151
Intergovernmental	-	27,355	222	3,631	-	246,109	-
Licenses and permits	-	62	-	-	-	-	-
Charges for services	1,199	320	-	337	-	5,625	4
Interest	-	676	6	-	9	17	26
Other	-	763	-	92	31	1,092	-
Total revenues	1,199	36,892	228	4,060	40	252,843	181
<b>EXPENDITURES:</b>							
Current:							
General government	930	-	-	11,050	-	-	-
Health and social services	-	-	-	-	-	268,552	-
Public safety and justice	-	-	-	-	-	34,268	-
Community services	-	-	228	-	4	3,349	1,736
Roads and bridges	-	30,873	-	-	-	-	-
Capital outlay	-	1,508	-	27	-	215	-
Total expenditures	930	32,381	228	11,077	4	306,384	1,736
Excess of revenues over (under) expenditures	269	4,511	-	(7,017)	36	(53,541)	(1,555)
<b>OTHER FINANCING SOURCES (USES):</b>							
Operating transfers in	-	-	-	6,800	51	53,541	1,544
Operating transfers (out)	-	(3,648)	-	-	-	-	-
Total other financing sources (uses)	-	(3,648)	-	6,800	51	53,541	1,544
Excess of revenues and other sources over (under) expenditures and other uses	269	863	-	(217)	87	-	(11)
<b>FUND BALANCES, JUNE 30, 2000</b>	1,165	4,850	-	73	120	-	74
<b>FUND BALANCES, JUNE 30, 2001</b>	\$ 1,434	\$ 5,713	\$ -	\$ (144)	\$ 207	\$ -	\$ 63

Corner Preservation	Tax Title Land Sales	Animal Control	Willamette River Bridges	Recreation	Library	Justice Services Special Operations	Inmate Welfare	Special Excise Tax	Public Safety Levy	Total
\$ -	456	\$ -	\$ -	\$ 110	\$ 19,077	\$ -	\$ -	\$ 18,276	\$ -	\$ 45,786
-	-	-	536	-	612	477	-	-	10,535	289,477
-	-	876	-	-	-	1,653	-	-	-	2,591
417	-	-	77	-	1,923	672	1,618	-	25	12,217
-	120	-	-	-	935	86	2	52	594	2,523
-	-	36	5	1	1,296	12	66	-	79	3,473
417	576	912	618	111	23,843	2,900	1,686	18,328	11,233	356,067
-	751	-	-	-	-	-	-	-	-	12,731
-	-	-	-	-	-	-	-	-	4,002	272,554
-	-	-	-	-	-	2,826	1,600	-	39,226	77,920
-	-	-	-	121	40,649	-	-	16,455	-	62,542
722	-	-	3,515	-	-	-	-	-	-	35,110
9	-	-	233	-	1,079	-	-	-	104	3,175
731	751	-	3,748	121	41,728	2,826	1,600	16,455	43,332	464,032
(314)	(175)	912	(3,130)	(10)	(17,885)	74	86	1,873	(32,099)	(107,965)
-	-	-	3,597	10	15,611	247	-	-	27,209	108,610
-	-	(910)	-	-	-	-	-	-	-	(4,558)
-	-	(910)	3,597	10	15,611	247	-	-	27,209	104,052
(314)	(175)	2	467	-	(2,274)	321	86	1,873	(4,890)	(3,913)
817	602	-	2,707	-	7,111	1,128	(28)	116	7,251	25,986
\$ 503	\$ 427	\$ 2	\$ 3,174	\$ -	\$ 4,837	\$ 1,449	\$ 58	\$ 1,989	\$ 2,361	\$ 22,073

**MULTNOMAH COUNTY, OREGON**  
**STRATEGIC INVESTMENT PROGRAM FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Charges for services	\$ 1,493	\$ 1,199	\$ (294)
<b>BEGINNING FUND BALANCE</b>	<u>1,065</u>	<u>1,165</u>	<u>100</u>
Total	<u><u>\$ 2,558</u></u>	<u><u>2,364</u></u>	<u><u>(194)</u></u>
<b>EXPENDITURES:</b>			
Nondepartmental	<u><u>\$ 2,558</u></u>	<u>930</u>	<u>1,628</u>
<b>ENDING FUND BALANCE</b>		<u><u>\$ 1,434</u></u>	<u><u>\$ 1,434</u></u>



**MULTNOMAH COUNTY, OREGON**  
**ROAD FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Taxes:			
Gasoline	\$ 7,552	\$ 7,262	\$ (290)
Forest reserve yield	492	454	(38)
Intergovernmental:			
Federal	8	287	279
State	25,607	26,434	827
Local	1,215	634	(581)
Licenses and permits	74	62	(12)
Charges for services	220	320	100
Interest	240	676	436
Other:			
Miscellaneous	1,107	656	(451)
Service reimbursements	859	107	(752)
Total revenues	<u>37,374</u>	<u>36,892</u>	<u>(482)</u>
<b>BEGINNING FUND BALANCE</b>	<u>3,540</u>	<u>4,850</u>	<u>1,310</u>
Total	<u><u>\$ 40,914</u></u>	<u><u>41,742</u></u>	<u><u>828</u></u>
<b>EXPENDITURES:</b>			
Environmental Services	<u>\$ 37,266</u>	<u>32,381</u>	<u>4,885</u>
<b>OTHER FINANCING USES:</b>			
Transfers to other funds:			
Bicycle Path Construction	51	51	-
Willamette River Bridges	3,597	3,597	-
Total other financing uses	<u>3,648</u>	<u>3,648</u>	<u>-</u>
Total	<u><u>\$ 40,914</u></u>	<u><u>36,029</u></u>	<u><u>4,885</u></u>
<b>ENDING FUND BALANCE</b>		<u><u>\$ 5,713</u></u>	<u><u>\$ 5,713</u></u>

**MULTNOMAH COUNTY, OREGON**  
**EMERGENCY COMMUNICATIONS FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Intergovernmental - State	\$ 223	\$ 222	\$ (1)
Interest	6	6	-
Total revenues	<u>229</u>	<u>228</u>	<u>(1)</u>
<b>BEGINNING FUND BALANCE</b>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u><u>\$ 229</u></u>	<u><u>228</u></u>	<u><u>(1)</u></u>
<b>EXPENDITURES:</b>			
Sheriff	<u>\$ 229</u>	<u>228</u>	<u>1</u>
<b>ENDING FUND BALANCE</b>		<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**MULTNOMAH COUNTY, OREGON**  
**ASSESSMENT AND TAXATION FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
For the fiscal year ended June 30, 2001  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES:</b>			
Intergovernmental - State	\$ 4,196	\$ 3,631	\$ (565)
Charges for services	218	337	119
Other:			
Miscellaneous	74	92	18
Service reimbursements	4	-	(4)
Total revenues	<u>4,492</u>	<u>4,060</u>	<u>(432)</u>
<b>OTHER FINANCING SOURCE:</b>			
Transfer from General Fund	6,800	6,800	-
<b>BEGINNING FUND BALANCE</b>	168	73	(95)
Total	<u>\$ 11,460</u>	<u>10,933</u>	<u>(527)</u>
<b>EXPENDITURES:</b>			
Environmental Services	2,740	2,700	40
Support Services	8,720	8,377	343
Total	<u>\$ 11,460</u>	<u>11,077</u>	<u>383</u>
<b>ENDING FUND BALANCE</b>		<u>\$ (144)</u>	<u>\$ (144)</u>

**MULTNOMAH COUNTY, OREGON**  
**BICYCLE PATH CONSTRUCTION FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
**(amounts expressed in thousands)**

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Intergovernmental - State	\$ 30	\$ -	\$ (30)
Interest	5	9	4
Charges for Services	63	-	(63)
Miscellaneous	-	31	31
Total revenues	<u>98</u>	<u>40</u>	<u>(58)</u>
<b>OTHER FINANCING SOURCE:</b>			
Transfer from Road Fund	51	51	-
<b>BEGINNING FUND BALANCE</b>	125	120	(5)
Total	<u>\$ 274</u>	<u>211</u>	<u>(63)</u>
<b>EXPENDITURES:</b>			
Environmental Services	<u>\$ 274</u>	<u>4</u>	<u>270</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 207</u>	<u>\$ 207</u>

**MULTNOMAH COUNTY, OREGON**  
**FEDERAL AND STATE PROGRAM FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Intergovernmental:			
Federal, state and local	\$ 240,413	\$ 246,109	\$ 5,696
Charges for services	7,680	5,625	(2,055)
Interest	12	17	5
Other:			
Miscellaneous	2,868	493	(2,375)
Service reimbursements	585	599	14
Total revenues	<u>251,558</u>	<u>252,843</u>	<u>1,285</u>
<b>OTHER FINANCING SOURCE:</b>			
Transfer from General Fund	72,909	53,541	(19,368)
<b>BEGINNING FUND BALANCE</b>	133	-	(133)
Total	<u>\$ 324,600</u>	<u>306,384</u>	<u>(18,216)</u>
<b>EXPENDITURES:</b>			
Community and Family Services	\$ 162,900	147,142	15,758
Aging and Disability Services	33,669	33,205	464
Juvenile and Adult Community Justice Services	31,491	29,313	2,178
Health Services	86,751	88,487	(1,736)
District Attorney	4,884	4,596	288
Sheriff	179	280	(101)
Environmental Services	1,000	240	760
Support Services	152	287	(135)
Nondepartmental	3,574	2,834	740
Total expenditures	<u>\$ 324,600</u>	<u>306,384</u>	<u>18,216</u>
<b>ENDING FUND BALANCE</b>		<u>\$ -</u>	<u>\$ -</u>

**MULTNOMAH COUNTY, OREGON**  
**COUNTY SCHOOL FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Taxes - Forest reserve yield	\$ 162	\$ 151	\$ (11)
Miscellaneous	4	4	-
Interest	27	26	(1)
Total revenues	193	181	(12)
<b>OTHER FINANCING SOURCE:</b>			
Transfer from General Fund	1,544	1,544	-
<b>BEGINNING FUND BALANCE</b>	-	74	74
Total	<u>\$ 1,737</u>	<u>1,799</u>	<u>62</u>
<b>EXPENDITURES:</b>			
Nondepartmental	<u>\$ 1,737</u>	<u>1,736</u>	<u>1</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 63</u>	<u>\$ 63</u>

**MULTNOMAH COUNTY, OREGON**  
**CORNER PRESERVATION FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
For the fiscal year ended June 30, 2001  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES:</b>			
Charges for services	\$ 479	\$ 417	\$ (62)
<b>BEGINNING FUND BALANCE</b>	948	817	(131)
Total	<u>\$ 1,427</u>	<u>1,234</u>	<u>(193)</u>
<b>EXPENDITURES:</b>			
Non Departmental	\$ 750	-	750
Environmental Services	677	731	(54)
Total Expenditures	<u>\$ 1,427</u>	<u>731</u>	<u>696</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 503</u>	<u>\$ 503</u>

**MULTNOMAH COUNTY, OREGON**  
**TAX TITLE LAND SALES FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Taxes - Sales on foreclosures	\$ 560	\$ 456	\$ (104)
Interest	140	120	(20)
Total revenues	<u>700</u>	<u>576</u>	<u>(124)</u>
<b>BEGINNING FUND BALANCE</b>	-	602	602
Total	<u>\$ 700</u>	<u>1,178</u>	<u>478</u>
<b>EXPENDITURES:</b>			
Environmental Services	<u>\$ 700</u>	751	(51)
<b>ENDING FUND BALANCE</b>		<u>\$ 427</u>	<u>\$ 427</u>



**MULTNOMAH COUNTY, OREGON**  
**ANIMAL CONTROL FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
For the fiscal year ended June 30, 2001  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Licenses and permits	\$ 833	\$ 876	\$ 43
Charges for services	262	-	(262)
Other - Miscellaneous	51	36	(15)
Total revenues	<u>1,146</u>	<u>912</u>	<u>(234)</u>
<b>BEGINNING FUND BALANCE</b>	-	-	-
Total	<u>\$ 1,146</u>	<u>912</u>	<u>(234)</u>
<b>OTHER FINANCING USE:</b>			
Transfer to General Fund	<u>\$ 1,146</u>	910	236
<b>ENDING FUND BALANCE</b>		<u>\$ 2</u>	<u>\$ 2</u>

**MULTNOMAH COUNTY, OREGON**  
**WILLAMETTE RIVER BRIDGES FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Intergovernmental	\$ 522	\$ 536	\$ 14
Miscellaneous	10	77	67
Other - Service reimbursements	70	5	(65)
Total revenues	<u>602</u>	<u>618</u>	<u>16</u>
<b>OTHER FINANCING SOURCE:</b>			
Transfer from Road Fund	3,597	3,597	-
<b>BEGINNING FUND BALANCE</b>	<u>2,071</u>	<u>2,707</u>	<u>636</u>
Total	<u><u>\$ 6,270</u></u>	<u><u>6,922</u></u>	<u><u>652</u></u>
<b>EXPENDITURES:</b>			
Environmental Services	<u>\$ 6,270</u>	<u>3,748</u>	<u>2,522</u>
<b>ENDING FUND BALANCE</b>		<u><u>\$ 3,174</u></u>	<u><u>\$ 3,174</u></u>

**MULTNOMAH COUNTY, OREGON**  
**RECREATION FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
For the fiscal year ended June 30, 2001  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES:</b>			
Taxes - Gasoline	\$ 150	\$ 110	\$ (40)
Other - Miscellaneous	-	1	1
Total revenues	<u>150</u>	<u>111</u>	<u>(39)</u>
<b>OTHER FINANCING SOURCE:</b>			
Transfer from General Fund	10	10	-
<b>BEGINNING FUND BALANCE</b>	50	-	(50)
Total	<u>\$ 210</u>	<u>121</u>	<u>(89)</u>
<b>EXPENDITURES:</b>			
Environmental Services	<u>\$ 210</u>	121	89
<b>ENDING FUND BALANCE</b>		<u>\$ -</u>	<u>\$ -</u>

**MULTNOMAH COUNTY, OREGON**  
**LIBRARY FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
For the fiscal year ended June 30, 2001  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES:</b>			
Taxes:			
Property:			
Current year	\$ 19,244	\$ 18,644	\$ (600)
Prior years'	-	368	368
Penalties and interest	-	65	65
Sales to the Public	340	264	(76)
Intergovernmental:			
Federal, state, and local	502	612	110
Charges for services	1,084	1,659	575
Interest	200	935	735
Other:			
Miscellaneous	217	102	(115)
Non-governmental grants	860	1,096	236
Service reimbursements	136	98	(38)
Total revenues	<u>22,583</u>	<u>23,843</u>	<u>1,260</u>
<b>OTHER FINANCING SOURCE:</b>			
Transfer from General Fund	16,262	15,611	(651)
<b>BEGINNING FUND BALANCE</b>	4,651	7,111	2,460
Total	<u>\$ 43,496</u>	<u>46,565</u>	<u>3,069</u>
<b>EXPENDITURES:</b>			
Library	<u>\$ 43,496</u>	<u>41,728</u>	<u>1,768</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 4,837</u>	<u>\$ 4,837</u>

**MULTNOMAH COUNTY, OREGON**  
**JUSTICE SERVICES SPECIAL OPERATIONS FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES:</b>			
Intergovernmental:			
Federal	\$ 135	\$ 47	\$ (88)
Local	370	430	60
Licenses and permits	686	1,653	967
Charges for services	2,092	672	(1,420)
Interest	13	86	73
Other - Miscellaneous	78	12	(66)
Total revenues	<u>3,374</u>	<u>2,900</u>	<u>(474)</u>
<b>OTHER FINANCING SOURCE:</b>			
Transfer from General Fund	318	247	(71)
<b>BEGINNING FUND BALANCE</b>	616	1,128	512
Total	<u>\$ 4,308</u>	<u>4,275</u>	<u>(33)</u>
<b>EXPENDITURES:</b>			
Juvenile and Adult Community Justice Services	\$ 760	678	82
District Attorney	971	190	781
Sheriff	2,577	1,958	619
Total expenditures	<u>\$ 4,308</u>	<u>2,826</u>	<u>1,482</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 1,449</u>	<u>\$ 1,449</u>

**MULTNOMAH COUNTY, OREGON**  
**INMATE WELFARE FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Charges for services	\$ 1,513	\$ 1,618	\$ 105
Interest	7	2	(5)
Other - Miscellaneous	7	66	59
Total revenues	<u>1,527</u>	<u>1,686</u>	<u>159</u>
<b>BEGINNING FUND BALANCE</b>	125	(28)	(153)
Total	<u>\$ 1,652</u>	<u>1,658</u>	<u>6</u>
<b>EXPENDITURES:</b>			
Juvenile and Adult Community Justice Services	\$ 71	30	41
Sheriff	1,581	1,570	11
Total expenditures	<u>\$ 1,652</u>	<u>1,600</u>	<u>52</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 58</u>	<u>\$ 58</u>

**MULTNOMAH COUNTY, OREGON**  
**SPECIAL EXCISE TAX FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Taxes	\$ 14,676	\$ 18,276	\$ 3,600
Interest	30	52	22
Total revenues	<u>14,706</u>	<u>18,328</u>	<u>3,622</u>
<b>BEGINNING FUND BALANCE</b>	2,000	116	(1,884)
Total	<u><u>\$ 16,706</u></u>	<u><u>18,444</u></u>	<u><u>1,738</u></u>
<b>EXPENDITURES:</b>			
Nondepartmental	<u><u>\$ 16,706</u></u>	<u>16,455</u>	<u>251</u>
<b>ENDING FUND BALANCE</b>		<u><u>\$ 1,989</u></u>	<u><u>\$ 1,989</u></u>

**MULTNOMAH COUNTY, OREGON**  
**PUBLIC SAFETY LEVY FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Intergovernmental:			
Federal, state and local	\$ 10,433	\$ 10,535	\$ 102
Charges for services	18	25	7
Interest	575	594	19
Other - Service reimbursements	77	79	2
Total revenues	<u>11,103</u>	<u>11,233</u>	<u>130</u>
<b>OTHER FINANCING SOURCE:</b>			
Transfer from General Fund	29,384	27,209	(2,175)
<b>BEGINNING FUND BALANCE</b>	9,178	7,251	(1,927)
Total Revenues	<u>\$ 49,665</u>	<u>45,693</u>	<u>(3,972)</u>
<b>EXPENDITURES:</b>			
Health Services	\$ 4,414	4,002	412
Sheriff	40,754	39,330	1,424
Nondepartmental	4,497	-	4,497
Total expenditures	<u>\$ 49,665</u>	<u>43,332</u>	<u>6,333</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 2,361</u>	<u>\$ 2,361</u>



## **DEBT SERVICE FUNDS**

These funds account for the retirement of general obligation bonds, certificates of participation (capitalized leases) and other lease-purchase arrangements. The modified accrual basis of accounting is used. Funds included are:

- Capital Lease Retirement Fund – accounts for lease-purchase principal and interest payments for buildings and major pieces of equipment acquired by the issuance of certificates of participation or other lease-purchase arrangements. Revenues consist of certificates of participation proceeds, service reimbursements and cash transfers from other County funds.
- PERS Pension Bond Fund – accounts for payment of principal and interest payments on pension obligation bonds that were issued to fund the County's PERS unfunded liability. Revenues consist of charges to departments and interest.
- General Obligation Bond Fund – accounts for payment of principal and interest on general obligation bonds. Revenue is derived from property taxes.
- Revenue Bond Sinking Fund – accounts for payment of principal and interest on bonds to be issued to construct the Edgefield Children's Center. The revenues are derived from lease of the facility to the Edgefield Children's Center, Inc. Due to project delay, the bonds were not issued and the lease was not executed.

**MULTNOMAH COUNTY, OREGON**  
**COMBINING BALANCE SHEET**  
**DEBT SERVICE FUNDS**  
**June 30, 2001**  
(amounts expressed in thousands)

	Capital Lease Retirement	General Obligation Bond	PERS Pension Bond	Revenue Bond	Total
<b>ASSETS:</b>					
Cash and investments	\$ 3,203	\$ 12,077	\$ 2,109	\$ 634	\$ 18,023
Receivables:					
Taxes	-	920	-	-	920
Contracts	-	-	-	10,966	10,966
Total assets	<u>\$ 3,203</u>	<u>\$ 12,997</u>	<u>\$ 2,109</u>	<u>\$ 11,600</u>	<u>\$ 29,909</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 42	\$ -	\$ 42
Deferred revenue	-	774	-	10,966	11,740
Total liabilities	<u>-</u>	<u>774</u>	<u>42</u>	<u>10,966</u>	<u>11,782</u>
Fund balances:					
Reserved for debt service	3,203	12,223	2,067	634	18,127
Total fund balances	<u>3,203</u>	<u>12,223</u>	<u>2,067</u>	<u>634</u>	<u>18,127</u>
Total liabilities and fund balances	<u>\$ 3,203</u>	<u>\$ 12,997</u>	<u>\$ 2,109</u>	<u>\$ 11,600</u>	<u>\$ 29,909</u>

**MULTNOMAH COUNTY, OREGON**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**DEBT SERVICE FUNDS**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Capital Lease Retirement	General Obligation Bond	PERS Pension Bond	Revenue Bond Sinking	Total
<b>REVENUES:</b>					
Taxes	\$ -	\$ 14,100	\$ -	\$ -	\$ 14,100
Interest	281	645	199	42	1,167
Other	14,465	-	8,658	292	23,415
Total revenues	<u>14,746</u>	<u>14,745</u>	<u>8,857</u>	<u>334</u>	<u>38,682</u>
<b>EXPENDITURES:</b>					
Current:					
General government	21	-	109	-	130
Debt service:					
Principal	8,413	9,295	-	155	17,863
Interest	7,367	5,002	8,393	263	21,025
Total expenditures	<u>15,801</u>	<u>14,297</u>	<u>8,502</u>	<u>418</u>	<u>39,018</u>
Excess of revenues over (under) expenditures	<u>(1,055)</u>	<u>448</u>	<u>355</u>	<u>(84)</u>	<u>(336)</u>
<b>OTHER FINANCING SOURCES (USES):</b>					
Operating transfers (out)	(2,875)	-	-	-	(2,875)
Bond proceeds	-	-	-	250	250
Total other financing sources (uses)	<u>(2,875)</u>	<u>-</u>	<u>-</u>	<u>250</u>	<u>(2,625)</u>
Excess of revenues and other sources over expenditures and other uses	<u>(3,930)</u>	<u>448</u>	<u>355</u>	<u>166</u>	<u>(2,961)</u>
<b>FUND BALANCES, JUNE 30, 2000</b>	<u>7,133</u>	<u>11,775</u>	<u>1,712</u>	<u>468</u>	<u>21,088</u>
<b>FUND BALANCES, JUNE 30, 2001</b>	<u>\$ 3,203</u>	<u>\$ 12,223</u>	<u>\$ 2,067</u>	<u>\$ 634</u>	<u>\$ 18,127</u>

**MULTNOMAH COUNTY, OREGON**  
**CAPITAL LEASE RETIREMENT FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
For the fiscal year ended June 30, 200'  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Interest	\$ 57	\$ 281	\$ 224
Other - Service reimbursements	14,234	14,465	231
Total revenues	14,291	14,746	455
<b>BEGINNING FUND BALANCE</b>	7,031	7,133	102
Total	\$ 21,322	21,879	557
<b>EXPENDITURES:</b>			
Nondepartmental	\$ 18,945	18,676	269
<b>ENDING FUND BALANCE</b>	2,377	\$ 3,203	\$ 826
	\$ 21,322		

**MULTNOMAH COUNTY, OREGON**  
**GENERAL OBLIGATION BOND FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES:</b>			
Taxes:			
Property:			
Current year	\$ 13,960	\$ 13,721	\$ (239)
Prior years'	-	317	317
Penalties and interest	-	56	56
Sales on foreclosures	-	6	6
Interest	720	645	(75)
Total revenues	<u>14,680</u>	<u>14,745</u>	<u>65</u>
<b>BEGINNING FUND BALANCE</b>	11,743	11,775	32
Total	<u>\$ 26,423</u>	<u>26,520</u>	<u>97</u>
<b>EXPENDITURES:</b>			
Nondepartmental	\$ 14,297	14,297	-
<b>ENDING FUND BALANCE</b>	<u>12,126</u>	<u>\$ 12,223</u>	<u>\$ 97</u>
	<u>\$ 26,423</u>		

**MULTNOMAH COUNTY, OREGON**  
**PERS PENSION BOND FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUE:</b>			
Interest	\$ 100	\$ 199	\$ 99
Service Reimbursement	9,480	8,658	(822)
Total revenues	9,580	8,857	(723)
<b>BEGINNING FUND BALANCE</b>	1,400	1,712	312
Total	<u>\$ 10,980</u>	<u>10,569</u>	<u>(411)</u>
<b>EXPENDITURE:</b>			
Nondepartmental	\$ 8,423	8,502	(79)
<b>ENDING FUND BALANCE</b>	2,557	\$ 2,067	\$ (490)
	<u>\$ 10,980</u>		

**MULTNOMAH COUNTY, OREGON**  
**REVENUE BOND SINKING FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
For the fiscal year ended June 30, 2001  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUE:</b>			
Interest	\$ 40	\$ 42	\$ 2
Other - property rentals	546	292	(254)
Total revenues	586	334	(252)
<b>OTHER FINANCING SOURCE:</b>			
Financing proceeds	350	250	(100)
<b>BEGINNING FUND BALANCE</b>	443	468	25
Total	<u>\$ 1,379</u>	<u>1,052</u>	<u>(327)</u>
<b>EXPENDITURE:</b>			
Nondepartmental	\$ 546	418	128
<b>ENDING FUND BALANCE</b>	<u>833</u>	<u>\$ 634</u>	<u>\$ (199)</u>
	<u>\$ 1,379</u>		

## **CAPITAL PROJECTS FUNDS**

These funds account for expenditures on major construction projects, proceeds from certificates of participation issued to finance capital acquisitions, proceeds from the sale of County property, revenue bond proceeds and library and public safety general obligation bond proceeds. The modified accrual basis of accounting is used to record revenues and expenditures. Funds included are:

- Justice Bond Project Fund - accounts for projects to expand Inverness Jail, construct new jail facilities, upgrade other jail facilities and pay for data processing linkages in the Corrections system.
- Edgefield Children's Center Fund - accounts for the construction of an expanded Edgefield Children's Center. The proceeds will be from the issue of revenue bonds. Due to project delay the bonds were not issued.
- SB1145 Fund - accounts for State revenue to build jail beds to house convicted felons with sentences under twelve months.
- Equipment Lease/Purchase Fund - accounts for long-term lease purchases of equipment.
- Lease/Purchase Project Fund - accounts for purchases and construction of capital acquisition by entering into lease/purchase agreements.
- Library Construction Fund/1996 Bonds - accounts for the renovation of branch libraries and upgrades to Library computer systems and linkages.
- Capital Improvement Fund - accounts for the proceeds from the sale of County property and expenditures made to improve County property.
- Capital Acquisition Fund - accounts for purchase of personal computers and capital purchases with economic payoffs of less than five years.
- Deferred Maintenance Projects Fund – accounts for expenditures for building deferred maintenance projects. Resources re derived from certificates of participation or other financing projects.
- Asset Preservation Projects Fund – accounts for the expenditures for building scheduled maintenance projects such as boiler replacement, carpet replacement, roof replacement, etc. Resources are derived from an asset preservation fee that is part of the facilities charges assessed to building tenants.



**MULTNOMAH COUNTY, OREGON**  
**COMBINING BALANCE SHEET**  
**CAPITAL PROJECTS FUNDS**  
**June 30, 2001**  
(amounts expressed in thousands)

	Justice Bond Project	Revenue Bond Project	SB 1145	Equipment Acquisition	Building Project
<b>ASSETS:</b>					
Cash and investments	\$ 54,327	\$ 1,382	\$ 102	\$ 1,254	\$ 18,599
Receivables:					
Accounts	-	113	-	-	-
Contracts	-	-	-	-	-
Total assets	<u>\$ 54,327</u>	<u>\$ 1,495</u>	<u>\$ 102</u>	<u>\$ 1,254</u>	<u>\$ 18,599</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
Liabilities:					
Accounts payable	\$ 1,461	\$ -	\$ 102	\$ -	\$ 2,401
Payroll payable	-	-	-	-	-
Compensated absences	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Total liabilities	<u>1,461</u>	<u>-</u>	<u>102</u>	<u>-</u>	<u>2,401</u>
Fund balances:					
Reserved for capital projects	52,866	1,495	-	1,254	16,198
Total liabilities and fund balances	<u>\$ 54,327</u>	<u>\$ 1,495</u>	<u>\$ 102</u>	<u>\$ 1,254</u>	<u>\$ 18,599</u>

<u>Library Construction/ 1996 Bonds</u>	<u>Capital Improvement</u>	<u>Capital Acquisition</u>	<u>Deferred Maintenance</u>	<u>Asset Preservation</u>	<u>Total</u>
\$ 10,945	\$ 11,387	\$ 2,125	\$ 5,627	\$ 3,075	\$ 108,823
-	-	-	-	-	113
-	1,799	366	-	-	2,165
<u>\$ 10,945</u>	<u>\$ 13,186</u>	<u>\$ 2,491</u>	<u>\$ 5,627</u>	<u>\$ 3,075</u>	<u>\$ 111,101</u>
\$ 408	\$ 305	\$ 633	\$ 16	\$ 53	\$ 5,379
2	-	-	-	-	2
9	-	-	-	-	9
-	2,249	367	-	-	2,616
<u>419</u>	<u>2,554</u>	<u>1,000</u>	<u>16</u>	<u>53</u>	<u>8,006</u>
10,526	10,632	1,491	5,611	3,022	103,095
<u>\$ 10,945</u>	<u>\$ 13,186</u>	<u>\$ 2,491</u>	<u>\$ 5,627</u>	<u>\$ 3,075</u>	<u>\$ 111,101</u>

**MULTNOMAH COUNTY, OREGON**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**CAPITAL PROJECTS FUNDS**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Justice Bond Project	Revenue Bond Project	SB 1145	Equipment Acquisition
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ -	\$ 27	\$ -
Charges for services	146	-	-	-
Interest	2,618	55	-	-
Other:				
Miscellaneous	-	193	-	-
Service reimbursements	-	-	-	-
Total revenues	<u>2,764</u>	<u>248</u>	<u>27</u>	<u>-</u>
<b>EXPENDITURES:</b>				
Current:				
General government	-	-	-	-
Public safety and justice	2,641	-	27	-
Community services	-	428	-	-
Capital outlay	606	3,668	-	-
Total expenditures	<u>3,247</u>	<u>4,096</u>	<u>27</u>	<u>-</u>
Excess of expenditures over revenues	<u>(483)</u>	<u>(3,848)</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Bond proceeds	-	5,249	-	-
Operating transfers in	-	-	-	-
Operating transfers (out)	(89)	-	-	-
Total other financing sources (uses)	<u>(89)</u>	<u>5,249</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures and other uses	(572)	1,401	-	-
<b>FUND BALANCES, JUNE 30, 2000</b>	<u>53,438</u>	<u>94</u>	<u>-</u>	<u>1,254</u>
<b>FUND BALANCES, JUNE 30, 2001</b>	<u>\$ 52,866</u>	<u>\$ 1,495</u>	<u>\$ -</u>	<u>\$ 1,254</u>

Building Project	Library Construction/ 1996 Bonds	Capital Improvement	Capital Acquisition	Deferred Maintenance	Asset Preservation	Total
\$ 130	\$ -	\$ 370	\$ -	\$ -	\$ -	\$ 527
-	-	429	-	-	-	575
1,699	555	847	98	314	155	6,341
20	100	57	-	-	-	370
-	-	1,181	2,321	-	-	3,502
1,849	655	2,884	2,419	314	155	11,315
-	-	1,212	2,475	-	-	3,687
-	-	-	-	-	-	2,668
5,050	1,135	-	-	1,399	112	8,124
14,227	4,187	2,158	94	1,299	859	27,098
19,277	5,322	3,370	2,569	2,698	971	41,577
(17,428)	(4,667)	(486)	(150)	(2,384)	(816)	(30,262)
-	-	-	-	-	-	5,249
2,875	-	502	-	7,995	3,838	15,210
-	-	(8,988)	-	-	-	(9,077)
2,875	-	(8,486)	-	7,995	3,838	11,382
(14,553)	(4,667)	(8,972)	(150)	5,611	3,022	(18,880)
30,751	15,193	19,604	1,641	-	-	121,975
\$ 16,198	\$ 10,526	\$ 10,632	\$ 1,491	\$ 5,611	\$ 3,022	\$ 103,095

**MULTNOMAH COUNTY, OREGON**  
**JUSTICE BOND PROJECT FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUE:</b>			
Interest	\$ 2,700	\$ 2,618	\$ (82)
Charges for Services	-	146	146
<b>BEGINNING FUND BALANCE</b>	60,517	53,438	(7,079)
Total	<u>\$ 63,217</u>	<u>56,202</u>	<u>(7,015)</u>
<b>EXPENDITURES:</b>			
Environmental Services	\$ 16,214	1,522	14,692
Sheriff	43,511	1,256	42,255
Support Services	815	469	346
Non Departmental	2,588	-	2,588
Total expenditures	<u>63,128</u>	<u>3,247</u>	<u>59,881</u>
<b>OTHER FINANCING USE:</b>			
Transfer to General Fund	89	89	-
Total	<u>\$ 63,217</u>	<u>3,336</u>	<u>59,881</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 52,866</u>	<u>\$ 52,866</u>

**MULTNOMAH COUNTY, OREGON**  
**REVENUE BOND PROJECT FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUE:</b>			
Interest	\$ -	\$ 55	\$ 55
Other - Miscellaneous	3,335	193	(3,142)
Total Revenues	<u>3,335</u>	<u>248</u>	<u>(3,087)</u>
<b>OTHER FINANCING SOURCE:</b>			
Bond proceeds	5,000	5,249	249
<b>BEGINNING FUND BALANCE</b>	-	94	94
Total	<u>\$ 8,335</u>	<u>5,591</u>	<u>(2,744)</u>
<b>EXPENDITURES:</b>			
Environmental Services	<u>\$ 8,335</u>	4,096	4,239
<b>ENDING FUND BALANCE</b>		<u>\$ 1,495</u>	<u>\$ 1,495</u>

**MULTNOMAH COUNTY, OREGON**  
**SB 1145 FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES:</b>			
Intergovernmental - State	\$ 10,845	\$ 27	\$ (10,818)
<b>BEGINNING FUND BALANCE</b>	500	-	(500)
Total	<u>\$ 11,345</u>	<u>27</u>	<u>(11,318)</u>
<b>EXPENDITURES:</b>			
Sheriff	\$ 10,845	\$ -	\$ 10,845
Environmental Services	500	27	473
Total	<u>\$ 11,345</u>	<u>\$ 27</u>	<u>\$ 11,318</u>
<b>ENDING FUND BALANCE</b>		<u>\$ -</u>	<u>\$ -</u>

**MULTNOMAH COUNTY, OREGON**  
**EQUIPMENT ACQUISITION FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
For the fiscal year ended June 30, 2001  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
<b>BEGINNING FUND BALANCE</b>	\$ 1,500	\$ 1,254	\$ (246)
Total	<u>\$ 1,500</u>	<u>1,254</u>	<u>(246)</u>
<b>EXPENDITURES:</b>			
Nondepartmental	<u>\$ 1,500</u>	-	1,500
<b>ENDING FUND BALANCE</b>		<u>\$ 1,254</u>	<u>\$ 1,254</u>



**MULTNOMAH COUNTY, OREGON**  
**BUILDING PROJECT FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUE:</b>			
Intergovernmental	\$ -	\$ 130	\$ 130
Interest	600	1,699	1,099
Other - Miscellaneous	-	20	20
Total Revenues	<u>600</u>	<u>1,849</u>	<u>1,249</u>
 <b>OTHER FINANCING SOURCE:</b>			
Transfer from Capital Lease Retirement Fund	2,875	2,875	-
Total Other Financing Sources	<u>2,875</u>	<u>2,875</u>	<u>-</u>
 <b>BEGINNING FUND BALANCE</b>	<u>39,052</u>	<u>30,751</u>	<u>(8,301)</u>
Total	<u>\$ 42,527</u>	<u>35,475</u>	<u>(7,052)</u>
 <b>EXPENDITURES:</b>			
Environmental Services	\$ 37,112	16,516	20,596
Non Departmental	2,875	-	2,875
Support Services	2,540	2,761	(221)
Total Expenditures	<u>\$ 42,527</u>	<u>19,277</u>	<u>23,250</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 16,198</u>	<u>\$ 16,198</u>

**MULTNOMAH COUNTY, OREGON**  
**LIBRARY CONSTRUCTION FUND/1996 BONDS**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
For the fiscal year ended June 30, 2001  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUE:</b>			
Interest	\$ 600	\$ 555	\$ (45)
Other - Miscellaneous	-	100	100
<b>BEGINNING FUND BALANCE</b>	20,907	15,193	(5,714)
Total	<u>\$ 21,507</u>	<u>15,848</u>	<u>(5,659)</u>
<b>EXPENDITURES:</b>			
Environmental Services	\$ 17,800	5,184	12,616
Nondepartmental	600	-	600
Library	3,107	138	2,969
Total	<u>\$ 21,507</u>	<u>5,322</u>	<u>16,185</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 10,526</u>	<u>\$ 10,526</u>

**MULTNOMAH COUNTY, OREGON**  
**CAPITAL IMPROVEMENT FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
For the fiscal year ended June 30, 2001  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Intergovernmental - Local	\$ 267	\$ 370	\$ 103
Charges for services	162	429	267
Interest	72	847	775
Other - Miscellaneous	-	57	57
Service reimbursements	-	1,181	1,181
Total revenues	<u>501</u>	<u>2,884</u>	<u>2,383</u>
<b>OTHER FINANCING SOURCES:</b>			
Certificates of participation proceeds	650	-	(650)
Transfer from other funds:			
Facilities Management	502	502	-
Total other financing sources	<u>1,152</u>	<u>502</u>	<u>(650)</u>
<b>BEGINNING FUND BALANCE</b>	14,137	19,603	5,466
Total	<u>\$ 15,790</u>	<u>22,989</u>	<u>7,199</u>
<b>EXPENDITURES:</b>			
Nondepartmental	\$ 317	-	317
Environmental Services	15,473	12,357	3,116
Total	<u>15,790</u>	<u>12,357</u>	<u>3,433</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 10,632</u>	<u>\$ 10,632</u>

**MULTNOMAH COUNTY, OREGON**  
**CAPITAL ACQUISITION FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Interest	\$ 18	\$ 98	\$ 80
Other - Service reimbursements	3,381	2,321	(1,060)
Total revenues	3,399	2,419	(980)
<b>BEGINNING FUND BALANCE</b>	1,900	1,641	(259)
Total	<u>\$ 5,299</u>	<u>4,060</u>	<u>(1,239)</u>
<b>EXPENDITURES:</b>			
Nondepartmental	<u>\$ 5,299</u>	2,569	2,730
<b>ENDING FUND BALANCE</b>		<u>\$ 1,491</u>	<u>\$ 1,491</u>

**MULTNOMAH COUNTY, OREGON**  
**DEFERRED MAINTENANCE PROJECT FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Interest	\$ 300	\$ 314	\$ 14
<b>OTHER FINANCING SOURCE:</b>			
Transfer from General Fund	445	445	-
Transfer from Capital Improvement Fund	7,550	7,550	-
Total Other Financing Sources	7,995	7,995	-
<b>BEGINNING FUND BALANCE</b>	150	-	(150)
Total	\$ 8,445	8,309	(136)
<b>EXPENDITURES:</b>			
Environmental Services	\$ 7,907	2,698	5,209
Nondepartmental	538	-	538
Total	\$ 8,445	2,698	5,747
<b>ENDING FUND BALANCE</b>		\$ 5,611	\$ 5,611

**MULTNOMAH COUNTY, OREGON**  
**ASSET PRESERVATION FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Interest	<u>\$ 150</u>	<u>\$ 155</u>	<u>\$ 5</u>
<b>OTHER FINANCING SOURCE:</b>			
Transfer from Capital Improvement Fund	1,438	1,438	-
Transfer from Facilities Mgmt Fund	<u>2,400</u>	<u>2,400</u>	<u>-</u>
Total Other Financing Sources	<u>3,838</u>	<u>3,838</u>	<u>-</u>
<b>BEGINNING FUND BALANCE</b>	-	-	-
Total	<u><u>\$ 3,988</u></u>	<u><u>3,993</u></u>	<u><u>5</u></u>
<b>EXPENDITURES:</b>			
Environmental Services	<u>\$ 3,988</u>	971	3,017
<b>ENDING FUND BALANCE</b>		<u><u>\$ 3,022</u></u>	<u><u>\$ 3,022</u></u>

## **ENTERPRISE FUNDS**

These funds are used to finance and account for the acquisition, operation and maintenance of sewage treatment facilities, street lighting facilities, improved library services, health care and childrens mental health claims administration, which are supported by user charges. The County accounts for certain expenditures of the enterprise funds for budgetary purposes on the modified accrual basis of accounting. For financial reporting purposes the accrual basis of accounting is used. The difference in the accounting basis used relates primarily to the methods of accounting for depreciation, debt and capital outlay. Funds included are:

- Dunthorpe-Riverdale Service District No. 1 Fund - accounts for the operation of the sanitary sewer system in southwest unincorporated Multnomah County. (A blended component unit of Multnomah County.)
- Mid County Service District No. 14 Fund - accounts for the operation of street lights throughout unincorporated Multnomah County. (A blended component unit of Multnomah County.)
- Behavioral Health Managed Care - accounts for all financial activity associated with the State required behavioral health capitated services.

**MULTNOMAH COUNTY, OREGON**  
**COMBINING BALANCE SHEET**  
**ENTERPRISE FUNDS**  
**June 30, 2001**  
(amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No.1	Mid County Service District No. 14	Behavioral Health Managed Care	Total
<b>ASSETS:</b>				
Current Assets:				
Cash and investments	\$ 1,051	\$ 841	\$ 5,956	\$ 7,848
Receivables (net of allowances for uncollectables):				
Accounts	-	-	113	113
Special assessments	14	11	-	25
Total current assets	<u>1,065</u>	<u>852</u>	<u>6,069</u>	<u>7,986</u>
Fixed assets (net of accumulated depreciation)	<u>1,017</u>	<u>1,197</u>	<u>20</u>	<u>2,234</u>
Total assets	<u><u>\$ 2,082</u></u>	<u><u>\$ 2,049</u></u>	<u><u>\$ 6,089</u></u>	<u><u>\$ 10,220</u></u>
<b>LIABILITIES AND FUND EQUITY:</b>				
Liabilities:				
Accounts payable	\$ 570	\$ 20	\$ 2,233	\$ 2,823
Payroll payable	-	-	48	48
Compensated absences	-	-	82	82
Total current liabilities	<u>570</u>	<u>20</u>	<u>2,363</u>	<u>2,953</u>
Fund equity:				
Contributed capital	1,851	1,599	-	3,450
Retained earnings (deficit):				
Unreserved	(339)	430	3,726	3,817
Total fund equity	<u>1,512</u>	<u>2,029</u>	<u>3,726</u>	<u>7,267</u>
Total liabilities and fund equity	<u><u>\$ 2,082</u></u>	<u><u>\$ 2,049</u></u>	<u><u>\$ 6,089</u></u>	<u><u>\$ 10,220</u></u>



**MULTNOMAH COUNTY, OREGON**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT)**  
**ENTERPRISE FUNDS**  
**For the fiscal year ended June 30, 2001**  
**(amounts expressed in thousands)**

	Dunthorpe- Riverdale Service District No. 1	Mid County Service District No. 14	Behavioral Health Managed Care	Total
<b>OPERATING REVENUES:</b>				
Charges for sales and services	\$ 249	\$ 188	\$ 26,768	\$ 27,205
<b>OPERATING EXPENSES:</b>				
Cost of sales and services	245	240	26,042	26,527
Administration	7	14	1,698	1,719
Depreciation	34	95	17	146
Total operating expenses	286	349	27,757	28,392
Operating income (loss)	(37)	(161)	(989)	(1,187)
<b>NONOPERATING REVENUES:</b>				
Interest revenue	64	54	470	588
Contributed connection fees	3	-	-	3
Contributed fixed assets	-	421	-	421
Total nonoperating revenues	67	475	470	1,012
Net income (loss) before operating transfers	30	314	(519)	(175)
<b>OPERATING TRANSFERS IN</b>	-	-	527	527
Net income (loss)	30	314	8	352
<b>RETAINED EARNINGS (DEFICIT), JUNE 30, 2000</b>	(369)	116	3,718	3,465
<b>RETAINED EARNINGS (DEFICIT), JUNE 30, 2001</b>	<u>\$ (339)</u>	<u>\$ 430</u>	<u>\$ 3,726</u>	<u>\$ 3,817</u>

**MULTNOMAH COUNTY, OREGON**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ENTERPRISE FUNDS**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No. 1	Mid County Service District No. 14	Behavioral Health Managed Care	Total
Increase (Decrease) in Cash & Cash Equivalents:				
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (37)	\$ (161)	\$ (989)	\$ (1,187)
Adjustments to reconcile operating income (loss) to cash and cash equivalents provided (used) by operating activities:				
Depreciation	34	95	17	146
Changes in assets and liabilities:				
Accounts receivable	-	1	695	696
Accounts payable	467	5	(1,226)	(754)
Payroll payable	-	-	48	48
Compensated absences	-	-	15	15
Net cash provided (used) by operating activities	<u>464</u>	<u>(60)</u>	<u>(1,440)</u>	<u>(1,036)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Operating transfers in	-	-	527	527
Contributed connection fees	<u>3</u>	<u>-</u>	<u>-</u>	<u>3</u>
Net cash provided by noncapital financing activities	<u>3</u>	<u>-</u>	<u>527</u>	<u>530</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Acquisition of fixed assets	<u>(510)</u>	<u>(4)</u>	<u>-</u>	<u>(514)</u>
Net cash provided (used) by capital and related financing activities	<u>(510)</u>	<u>(4)</u>	<u>-</u>	<u>(514)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest on investments	<u>64</u>	<u>54</u>	<u>470</u>	<u>588</u>
Net cash provided by investing activities	<u>64</u>	<u>54</u>	<u>470</u>	<u>588</u>
Net increase (decrease) in cash and cash equivalents	21	(10)	(443)	(432)
<b>CASH AND CASH EQUIVALENTS, JUNE 30, 2000</b>	<u>1,030</u>	<u>851</u>	<u>6,399</u>	<u>8,280</u>
<b>CASH AND CASH EQUIVALENTS, JUNE 30, 2001</b>	<u>\$ 1,051</u>	<u>\$ 841</u>	<u>\$ 5,956</u>	<u>\$ 7,848</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>				
Disposal of fixed assets, net book value	<u>\$ -</u>	<u>\$ (5)</u>	<u>\$ -</u>	<u>\$ (5)</u>

**MULTNOMAH COUNTY, OREGON**  
**COMBINING SCHEDULE OF CHANGES IN CONTRIBUTED CAPITAL**  
**ENTERPRISE FUNDS**

**For the fiscal year ended June 30, 2001**

(amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No. 1	Mid County Service District No. 14	Total
<b>CONTRIBUTED CAPITAL, JUNE 30, 2000</b>	<u>1,851</u>	<u>1,604</u>	<u>\$ 3,455</u>
DEDUCT:			
Disposal of fixed assets, net book value	<u>-</u>	<u>(5)</u>	<u>(5)</u>
<b>CONTRIBUTED CAPITAL, JUNE 30, 2001</b>	<u><u>\$ 1,851</u></u>	<u><u>\$ 1,599</u></u>	<u><u>\$ 3,450</u></u>

**MULTNOMAH COUNTY, OREGON**  
**DUNTHORPE-RIVERDALE SERVICE DISTRICT NO. 1 FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES:</b>			
Assessments - Sewer	\$ 248	\$ 247	\$ (1)
Charges for services	10	3	(7)
Interest	25	64	39
Total revenues	<u>283</u>	<u>314</u>	<u>31</u>
<b>BEGINNING FUND BALANCE</b>	850	929	79
Total	<u>\$ 1,133</u>	<u>1,243</u>	<u>110</u>
<b>EXPENDITURES:</b>			
Environmental Services	\$ 793	761	32
<b>ENDING FUND BALANCE</b>	340	\$ 482	\$ 142
	<u>\$ 1,133</u>		

**MULTNOMAH COUNTY, OREGON**  
**MID COUNTY SERVICE DISTRICT NO. 14 FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES:</b>			
Assessments - Street lighting			
Current year	\$ 185	\$ 183	\$ (2)
Prior years'	-	4	4
Interest	<u>45</u>	<u>54</u>	<u>9</u>
Total revenues	230	241	11
 <b>BEGINNING FUND BALANCE</b>	 825	 837	 12
Total	<u><u>\$ 1,055</u></u>	<u><u>1,078</u></u>	<u><u>23</u></u>
 <b>EXPENDITURES:</b>			
Environmental Services	\$ 410	256	154
<b>ENDING FUND BALANCE</b>	<u>645</u>	<u><u>\$ 822</u></u>	<u><u>\$ 177</u></u>
	<u><u>\$ 1,055</u></u>		

**MULTNOMAH COUNTY, OREGON**  
**BEHAVIORAL HEALTH MANAGED CARE FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES:</b>			
Intergovernmental:			
Federal, state and local	\$ 26,772	\$ 26,360	\$ (412)
Interest	394	470	76
Other:			
Miscellaneous	-	31	31
Service reimbursements	233	-	(233)
Total revenues	<u>27,399</u>	<u>26,861</u>	<u>(538)</u>
<b>OTHER FINANCING SOURCE:</b>			
Transfer from General Fund	551	527	(24)
<b>BEGINNING FUND BALANCE</b>	1,955	3,682	1,727
Total	<u>\$ 29,905</u>	<u>31,070</u>	<u>1,165</u>
<b>EXPENDITURES:</b>			
Community and Family Services	\$ 27,956	27,741	215
<b>ENDING FUND BALANCE</b>	<u>1,949</u>	<u>\$ 3,329</u>	<u>\$ 1,380</u>
	<u>\$ 29,905</u>		

## **INTERNAL SERVICE FUNDS**

These funds account for activities and services performed primarily for other organizational units within the County. Charges to the County agencies are calculated to recover costs and maintain capital. The County accounts for certain expenditures of the Internal Service Funds for budgetary purposes on the modified accrual basis of accounting. For financial reporting purposes the accrual basis of accounting is used. Such differences relate primarily to the methods of accounting for depreciation and capital outlay. Funds included are:

- Risk Management Fund - accounts for the County's risk management activities including insurance coverage.
- Fleet Management Fund - accounts for the County's motor vehicle fleet operations.
- Telephone Fund - accounts for the County's telephone operations.
- Data Processing Fund - accounts for the County's data processing operations.
- Mail/Distribution Fund - accounts for the County's mail/distribution operations.
- Facilities Management Fund - accounts for the management of all County owned and leased property.

**MULTNOMAH COUNTY, OREGON**  
**COMBINING BALANCE SHEET**  
**INTERNAL SERVICE FUNDS**  
**June 30, 2001**  
(amounts expressed in thousands)

	Risk Management	Fleet Management	Telephone	Data Processing	Mail/ Distribution	Facilities Management	Total
<b>ASSETS:</b>							
Current assets:							
Cash and investments	\$ 15,850	\$ 4,008	\$ 2,271	\$ 1,553	\$ 50	\$ 19	\$ 23,751
Accounts receivable	9	333	31	44	17	952	1,386
Inventories	-	570	-	-	37	260	867
Prepaid items	196	-	-	154	-	-	350
Total current assets	16,055	4,911	2,302	1,751	104	1,231	26,354
Fixed assets (net of accumulated depreciation)	45	3,318	2,168	2,246	47	8	7,832
Total assets	<u>\$ 16,100</u>	<u>\$ 8,229</u>	<u>\$ 4,470</u>	<u>\$ 3,997</u>	<u>\$ 151</u>	<u>\$ 1,239</u>	<u>\$ 34,186</u>
<b>LIABILITIES AND FUND EQUITY:</b>							
Current liabilities:							
Accounts payable	\$ 9,378	\$ 177	\$ 528	\$ 165	\$ 2	\$ 514	\$ 10,764
Payroll payable	51	49	13	84	7	138	342
Compensated absences	176	119	25	355	17	441	1,133
Due to other funds	-	-	-	-	-	120	120
Capitalized leases - current	-	-	-	1,336	-	-	1,336
Bonds payable - current	-	-	-	127	-	-	127
Total current liabilities	<u>9,605</u>	<u>345</u>	<u>566</u>	<u>2,067</u>	<u>26</u>	<u>1,213</u>	<u>13,822</u>
Noncurrent liabilities:							
Capitalized leases (net of current portion)	-	-	-	928	-	-	928
Bonds payable (net of current portion)	-	-	-	134	-	-	134
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,062</u>	<u>-</u>	<u>-</u>	<u>1,062</u>
Total liabilities	<u>9,605</u>	<u>345</u>	<u>566</u>	<u>3,129</u>	<u>26</u>	<u>1,213</u>	<u>14,884</u>
Fund equity:							
Contributed capital	2	5,393	1,979	3,678	19	31	11,102
Retained earnings (deficit):							
Unreserved	6,493	2,491	1,925	(2,810)	106	(5)	8,200
Total fund equity	<u>6,495</u>	<u>7,884</u>	<u>3,904</u>	<u>868</u>	<u>125</u>	<u>26</u>	<u>19,302</u>
Total liabilities and fund equity	<u>\$ 16,100</u>	<u>\$ 8,229</u>	<u>\$ 4,470</u>	<u>\$ 3,997</u>	<u>\$ 151</u>	<u>\$ 1,239</u>	<u>\$ 34,186</u>



**MULTNOMAH COUNTY, OREGON**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT)**  
**INTERNAL SERVICE FUNDS**  
**For the fiscal year ended June 30, 2001**  
**(amounts expressed in thousands)**

	Risk Management	Fleet Management	Telephone	Data Processing	Mail/ Distribution	Facilities Management	Total
<b>OPERATING REVENUES:</b>							
Charges for services	\$ 33,934	\$ 5,764	\$ 4,793	\$ 9,382	\$ 1,302	\$ 34,204	\$ 89,379
Insurance premiums	1,061	-	-	-	-	-	1,061
Experience rating and refunds	226	-	-	-	-	-	226
Total operating revenues	<u>35,221</u>	<u>5,764</u>	<u>4,793</u>	<u>9,382</u>	<u>1,302</u>	<u>34,204</u>	<u>90,666</u>
<b>OPERATING EXPENSES:</b>							
Cost of sales and services	38,550	3,849	3,464	8,002	925	33,308	88,098
Administration	412	283	637	765	388	1,393	3,878
Depreciation	27	1,823	1,932	1,948	9	2	5,741
Total operating expenses	<u>38,989</u>	<u>5,955</u>	<u>6,033</u>	<u>10,715</u>	<u>1,322</u>	<u>34,703</u>	<u>97,717</u>
Operating income (loss)	<u>(3,768)</u>	<u>(191)</u>	<u>(1,240)</u>	<u>(1,333)</u>	<u>(20)</u>	<u>(499)</u>	<u>(7,051)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>							
Interest revenue	764	211	128	150	5	-	1,258
Interest expense	-	-	-	(137)	-	-	(137)
Contributed Fixed Assets	-	92	-	474	-	-	566
Loss on disposal of fixed assets	-	(23)	(77)	-	-	-	(100)
Total nonoperating revenues (expenses)	<u>764</u>	<u>280</u>	<u>51</u>	<u>487</u>	<u>5</u>	<u>-</u>	<u>1,587</u>
Net income (loss) before operating transfers	<u>(3,004)</u>	<u>89</u>	<u>(1,189)</u>	<u>(846)</u>	<u>(15)</u>	<u>(499)</u>	<u>(5,464)</u>
<b>OPERATING TRANSFERS IN</b>	205	-	-	309	-	1,890	2,404
<b>OPERATING TRANSFERS (OUT)</b>	-	-	-	-	-	(2,902)	(2,902)
Net income (loss)	<u>(2,799)</u>	<u>89</u>	<u>(1,189)</u>	<u>(537)</u>	<u>(15)</u>	<u>(1,511)</u>	<u>(5,962)</u>
<b>RETAINED EARNINGS (DEFICIT), JUNE 30, 2000</b>	<u>9,292</u>	<u>2,402</u>	<u>3,114</u>	<u>(2,273)</u>	<u>121</u>	<u>1,506</u>	<u>14,162</u>
<b>RETAINED EARNINGS (DEFICIT), JUNE 30, 2001</b>	<u>\$ 6,493</u>	<u>\$ 2,491</u>	<u>\$ 1,925</u>	<u>\$ (2,810)</u>	<u>\$ 106</u>	<u>\$ (5)</u>	<u>\$ 8,200</u>

**MULTNOMAH COUNTY, OREGON**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
**For the fiscal year ended June 30, 2001**  
**(amounts expressed in thousands)**

	Risk Management	Fleet Management	Telephone	Data Processing	Mail/ Distribution	Facilities Management	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>							
Operating income (loss)	\$ (3,768)	\$ (191)	\$ (1,240)	\$ (1,333)	\$ (20)	\$ (499)	\$ (7,051)
Adjustments to reconcile operating income (loss) to cash and cash equivalents provided (used) by operating activities:							
Depreciation	27	1,823	1,932	1,948	9	2	5,741
Changes in assets and liabilities:							
(Increase) decrease in accounts receivable	(9)	(316)	43	47	(17)	(725)	(977)
(Increase) Decrease in inventories	-	(250)	-	-	20	13	(217)
(Increase) in due from other funds	14,000	-	-	-	-	-	14,000
Increase (decrease) in prepaid items	(134)	-	-	24	-	228	118
Increase (decrease) in accounts payable	1,433	137	508	19	1	512	2,610
Increase (decrease) in payroll payable	51	49	13	84	7	138	342
Increase (decrease) in compensated absences	8	16	(12)	51	1	50	114
Increase in due to other funds	-	-	-	-	-	120	120
Net cash provided (used) by operating activities	11,608	1,268	1,244	840	1	(161)	14,800
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>							
Operating transfers in	205	-	-	309	-	1,890	2,404
Operating transfers (out)	-	-	-	-	-	(2,902)	(2,902)
Net cash provided (used) by noncapital financing activities	205	-	-	309	-	(1,012)	(498)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>							
Acquisition of fixed assets	(9)	(970)	(782)	(99)	(56)	(10)	(1,926)
Principal paid on capitalized leases	-	-	-	(1,595)	-	-	(1,595)
Interest paid on capitalized leases	-	-	-	(137)	-	-	(137)
Net cash used by capital and related financing activities	(9)	(970)	(782)	(1,831)	(56)	(10)	(3,658)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>							
Interest on investments	764	211	128	150	5	-	1,258
Net increase (decrease) in cash and cash equivalents	12,568	509	590	(532)	(50)	(1,183)	11,902
<b>CASH AND CASH EQUIVALENTS, JUNE 30, 2000</b>	3,282	3,499	1,681	2,085	100	1,202	11,849
<b>CASH AND CASH EQUIVALENTS, JUNE 30, 2001</b>	<u>\$ 15,850</u>	<u>\$ 4,008</u>	<u>\$ 2,271</u>	<u>\$ 1,553</u>	<u>\$ 50</u>	<u>\$ 19</u>	<u>\$ 23,751</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>							
Disposal of fixed assets, net book value	\$ -	\$ 23	\$ 77	\$ -	\$ -	\$ -	\$ 100
Transfer of fixed assets from General Fixed Assets Account							
Group, net book value	\$ -	\$ 92	\$ -	\$ 474	\$ -	\$ -	\$ 566
Gain (Loss) on Disposal of fixed assets	\$ -	\$ (23)	\$ (77)	\$ -	\$ -	\$ -	\$ (100)

**MULTNOMAH COUNTY, OREGON**  
**COMBINING SCHEDULE OF CHANGES IN CONTRIBUTED CAPITAL**  
**INTERNAL SERVICE FUNDS**  
**For the fiscal year ended June 30, 2001**  
**(amounts expressed in thousands)**

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	Risk Management	Fleet Management	Telephone	Data Processing	Mail/ Distribution	Facilities Management	Total
<b>CONTRIBUTED CAPITAL, JUNE 30, 2000</b>	<u>\$ 2</u>	<u>\$ 5,393</u>	<u>\$ 1,979</u>	<u>\$ 3,678</u>	<u>\$ 19</u>	<u>\$ 31</u>	<u>\$ 11,102</u>
<b>CONTRIBUTED CAPITAL, JUNE 30, 2001</b>	<u><u>\$ 2</u></u>	<u><u>\$ 5,393</u></u>	<u><u>\$ 1,979</u></u>	<u><u>\$ 3,678</u></u>	<u><u>\$ 19</u></u>	<u><u>\$ 31</u></u>	<u><u>\$ 11,102</u></u>

**MULTNOMAH COUNTY, OREGON**  
**RISK MANAGEMENT FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
For the fiscal year ended June 30, 2001  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Charges for services	\$ 229	\$ 638	\$ 409
Interest	765	764	(1)
Other:			
Service reimbursements	36,600	33,934	(2,666)
Experience ratings and miscellaneous	-	5	5
Total revenues	<u>37,594</u>	<u>35,341</u>	<u>(2,253)</u>
<b>OTHER FINANCING SOURCES:</b>			
Transfer from General Fund	205	205	-
<b>BEGINNING FUND BALANCE</b>	10,008	9,231	(777)
Total	<u>\$ 47,807</u>	<u>44,777</u>	<u>(3,030)</u>
<b>EXPENDITURES:</b>			
Support Services	\$ 36,097	36,284	(187)
Nondepartmental	11,710	2,043	9,667
Total expenditures	<u>\$ 47,807</u>	<u>38,327</u>	<u>9,480</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 6,450</u>	<u>\$ 6,450</u>

**MULTNOMAH COUNTY, OREGON**  
**FLEET MANAGEMENT FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Intergovernmental:			
State	\$      3	\$      1	\$      (2)
Local	1,016	996	(20)
Charges for services	78	120	42
Interest	110	211	101
Other:			
Miscellaneous	64	300	236
Service reimbursements	4,496	4,347	(149)
Total revenues	<u>5,767</u>	<u>5,975</u>	<u>208</u>
<b>BEGINNING FUND BALANCE</b>	<u>3,730</u>	<u>3,693</u>	<u>(37)</u>
Total	<u><u>\$      9,497</u></u>	<u><u>9,668</u></u>	<u><u>171</u></u>
<b>EXPENDITURES:</b>			
Environmental Services	<u><u>\$      9,497</u></u>	<u>5,102</u>	<u>4,395</u>
<b>ENDING FUND BALANCE</b>		<u><u>\$      4,566</u></u>	<u><u>\$      4,566</u></u>

**MULTNOMAH COUNTY, OREGON**  
**TELEPHONE FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES:</b>			
Charges for services	\$ 457	\$ 463	\$ 6
Interest	33	128	95
Other - Service reimbursements	<u>3,935</u>	<u>4,330</u>	<u>395</u>
Total revenues	4,425	4,921	496
<b>BEGINNING FUND BALANCE</b>	<u>1,928</u>	<u>1,698</u>	<u>(230)</u>
Total	<u><u>\$ 6,353</u></u>	<u><u>6,619</u></u>	<u><u>266</u></u>
<b>EXPENDITURES:</b>			
Support Services	<u><u>\$ 6,353</u></u>	<u>4,883</u>	<u>1,470</u>
<b>ENDING FUND BALANCE</b>		<u><u>\$ 1,736</u></u>	<u><u>\$ 1,736</u></u>

**MULTNOMAH COUNTY, OREGON**  
**DATA PROCESSING FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Charges for services	\$ 214	\$ 141	\$ (73)
Interest	50	150	100
Other - Service reimbursements	9,106	9,241	135
Total revenues	<u>9,370</u>	<u>9,532</u>	<u>162</u>
<b>OTHER FINANCING SOURCES:</b>			
Transfer from General Fund	<u>309</u>	<u>309</u>	<u>-</u>
Total other financing sources	<u>309</u>	<u>309</u>	<u>-</u>
<b>BEGINNING FUND BALANCE</b>	<u>1,909</u>	<u>1,904</u>	<u>(5)</u>
Total	<u><u>\$ 11,588</u></u>	<u><u>11,745</u></u>	<u><u>157</u></u>
<b>EXPENDITURES:</b>			
Support Services	<u>\$ 11,588</u>	<u>10,598</u>	<u>990</u>
<b>ENDING FUND BALANCE</b>		<u><u>\$ 1,147</u></u>	<u><u>\$ 1,147</u></u>

**MULTNOMAH COUNTY, OREGON**  
**MAIL/DISTRIBUTION FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
<b>REVENUES:</b>			
Intergovernmental:			
Federal, state, and local	\$ 29	\$ 41	\$ 12
Interest	-	6	6
Other - Service reimbursements	1,422	1,261	(161)
Total revenues	<u>1,451</u>	<u>1,308</u>	<u>(143)</u>
<b>OTHER FINANCING SOURCES:</b>			
Certificates of participation proceeds	25	-	(25)
<b>BEGINNING FUND BALANCE</b>	121	140	19
Total	<u>\$ 1,597</u>	<u>1,448</u>	<u>(149)</u>
<b>EXPENDITURES:</b>			
Environmental Services	<u>\$ 1,597</u>	<u>1,370</u>	<u>227</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 78</u>	<u>\$ 78</u>



**MULTNOMAH COUNTY, OREGON**  
**FACILITIES MANAGEMENT FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
For the fiscal year ended June 30, 2001  
(amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
<b>REVENUES:</b>			
Intergovernmental - Local	\$ 2,274	\$ 1,001	\$ (1,273)
Charges for services	2,671	1,016	(1,655)
Miscellaneous	-	92	92
Other - Service reimbursements	35,476	32,095	(3,381)
Total revenues	40,421	34,204	(6,217)
<b>OTHER FINANCING SOURCE:</b>			
Transfer from General Fund	2,901	1,890	(1,011)
<b>BEGINNING FUND BALANCE</b>	266	1,537	1,271
Total	<u>\$ 43,588</u>	<u>37,631</u>	<u>(5,957)</u>
<b>EXPENDITURES:</b>			
Environmental Services	\$ 40,666	34,711	5,955
Support Services	20	-	20
Total expenditures	40,686	34,711	5,975
<b>OTHER FINANCING USE:</b>			
Transfer to Asset Preservation Fund	2,400	2,400	-
Transfer to Capital Improvement Fund	502	502	-
Total Other Financing Uses	2,902	2,902	-
Total	<u>\$ 43,588</u>	<u>37,613</u>	<u>5,975</u>
<b>ENDING FUND BALANCE</b>		<u>\$ 18</u>	<u>\$ 18</u>

## **TRUST AND AGENCY FUNDS**

These funds account for resources received and held by the County in a fiduciary capacity. Disbursements from these funds are made in accordance with the trust agreement or applicable legislative enactment for each particular fund. The modified accrual basis of accounting is used to record transactions in the agency funds. The accrual basis of accounting is used in the Library Retirement Fund (Pension Trust). The funds included are:

- Sundry Taxing Bodies Fund - accounts for the collection of property taxes for all governmental entities located in Multnomah County and the disbursement of the collections to such entities.
- Department and Offices Agency Fund - accounts for the collection and disbursement of various monies held by Multnomah County in a fiduciary capacity.
- Public Guardian Fund - accounts for receipts and disbursements for individuals who are not capable of handling their own financial affairs.
- Library Retirement Fund - this pension trust fund provides pension benefits for former employees of the Library Association of Portland.
- Visitors Facilities Trust Fund – accounts for collection and disbursement of Motor Vehicle Rental Tax and Transient Lodging Tax used for visitor facilities.

**MULTNOMAH COUNTY, OREGON**  
**COMBINING BALANCE SHEET**  
**ALL FIDUCIARY FUND TYPES**  
**For the fiscal year ended June 30, 2001**  
**(amounts expressed in thousands)**

	Agency Funds	Library Retirement	Total
<b>ASSETS:</b>			
Cash and investments	\$ 20,093	\$ 11,241	\$ 31,334
Receivables:			
Property taxes	37,935	-	37,935
Accounts	1,351	-	1,351
Total assets	<u>\$ 59,379</u>	<u>\$ 11,241</u>	<u>\$ 70,620</u>
<b>LIABILITIES AND FUND BALANCE:</b>			
Liabilities:			
Accounts payable	\$ 441	\$ -	\$ 441
Due to other governmental units	36,880	-	36,880
Amounts held in trust	22,058	-	22,058
Total liabilities	<u>59,379</u>	<u>-</u>	<u>59,379</u>
Fund balance:			
Reserved for employees'			
retirement benefits	-	11,241	11,241
Total liabilities and fund balances	<u>\$ 59,379</u>	<u>\$ 11,241</u>	<u>\$ 70,620</u>

**MULTNOMAH COUNTY, OREGON**  
**COMBINING BALANCE SHEET**  
**AGENCY FUNDS**  
**June 30, 2001**  
(amounts expressed in thousands)

	Sundry Taxing Bodies	Department & Offices Agency	Public Guardian	Visitors Facilities	Total
<b>ASSETS:</b>					
Cash and investments	\$ 8,925	\$ 9,686	\$ 1,052	\$ 430	\$ 20,093
Receivables:					
Taxes	37,113	104	-	718	37,935
Accounts	-	58	-	1,293	1,351
Total assets	<u>\$ 46,038</u>	<u>\$ 9,848</u>	<u>\$ 1,052</u>	<u>\$ 2,441</u>	<u>\$ 59,379</u>
<b>LIABILITIES:</b>					
Accounts payable	\$ -	\$ 378	\$ 63	\$ -	\$ 441
Due to other governmental units	36,880	-	-	-	36,880
Amounts held in trust	9,158	9,470	989	2,441	22,058
Total liabilities	<u>\$ 46,038</u>	<u>\$ 9,848</u>	<u>\$ 1,052</u>	<u>\$ 2,441</u>	<u>\$ 59,379</u>

**MULTNOMAH COUNTY, OREGON**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**For the fiscal year ended June 30, 2001**  
**(amounts expressed in thousands)**

	Balance June 30, 2000	Additions	Deletions	Balance June 30, 2001
<b>SUNDRY TAXING BODIES:</b>				
Assets:				
Cash and investments	\$ 7,440	\$ 595,047	\$ 593,562	\$ 8,925
Taxes receivable	32,656	634,735	630,278	37,113
Accounts receivable	417	-	417	-
Total assets	\$ 40,513	\$ 1,229,782	\$ 1,224,257	\$ 46,038
Liabilities:				
Accounts payable	\$ -	\$ 15,945	\$ 15,945	\$ -
Due to other governmental units	32,656	634,268	630,044	36,880
Amounts held in trust	7,857	590,640	589,339	9,158
Total liabilities	\$ 40,513	\$ 1,240,853	\$ 1,235,328	\$ 46,038
<b>DEPARTMENT AND OFFICES AGENCY:</b>				
Assets:				
Cash and investments	\$ 11,833	\$ 920,563	\$ 922,710	\$ 9,686
Taxes receivable	-	780,264	780,160	104
Accounts receivable	90	4,113	4,145	58
Total assets	\$ 11,923	\$ 1,704,940	\$ 1,707,015	\$ 9,848
Liabilities:				
Accounts payable	\$ 974	\$ 28,961	\$ 29,557	\$ 378
Amounts held in trust	10,949	811,406	812,885	9,470
Total liabilities	\$ 11,923	\$ 840,367	\$ 842,442	\$ 9,848
<b>PUBLIC GUARDIAN:</b>				
Assets:				
Cash and investments	\$ 1,133	\$ 2,904	\$ 2,985	\$ 1,052
Accounts receivable	-	1,390	1,390	-
Total assets	\$ 1,133	\$ 4,294	\$ 4,375	\$ 1,052
Liabilities:				
Accounts payable	\$ -	\$ 1,627	\$ 1,564	\$ 63
Payrolls payable	-	6	6	-
Amounts held in trust	1,133	3,721	3,865	989
Total liabilities	\$ 1,133	\$ 5,354	\$ 5,435	\$ 1,052
<b>VISITORS FACILITIES:</b>				
Assets:				
Cash and investments	\$ 9	\$ 11,865	\$ 11,444	\$ 430
Taxes receivable	-	1,352	634	718
Accounts receivable	-	1,300	7	1,293
Total assets	\$ 9	\$ 14,517	\$ 12,085	\$ 2,441
Liabilities:				
Amounts held in trust	\$ 9	\$ 32,911	\$ 30,479	\$ 2,441
Total liabilities	\$ 9	\$ 32,911	\$ 30,479	\$ 2,441
<b>TOTAL - ALL AGENCY FUNDS:</b>				
Assets:				
Cash and investments	\$ 20,415	\$ 1,530,379	\$ 1,530,701	\$ 20,093
Taxes receivable	32,656	1,416,350	1,411,071	37,935
Accounts receivable	507	6,803	5,959	1,351
Total assets	\$ 53,578	\$ 2,953,532	\$ 2,947,731	\$ 59,379
Liabilities:				
Accounts payable	\$ 974	\$ 46,533	\$ 47,066	\$ 441
Payrolls payable	-	6	6	-
Due to other governmental units	32,656	634,268	630,044	36,880
Amounts held in trust	19,948	1,438,678	1,436,568	22,058
Total liabilities	\$ 53,578	\$ 2,119,485	\$ 2,113,684	\$ 59,379

## **GENERAL FIXED ASSETS ACCOUNT GROUP**

The General Fixed Assets Account Group is a self-balancing account group used to record the fixed assets of the County except for the assets recorded in the Enterprise and Internal Service funds. Expenditures for the acquisition of general fixed assets are recorded in the various governmental fund types; the costs of such assets are capitalized in this account group. As fixed assets are disposed, the original cost or estimated original cost, is removed from this account group; any receipt from the sale of general fixed assets is accounted for as revenue in the appropriate fund depending on the original funding source.

**MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF GENERAL FIXED ASSETS**  
**June 30, 2001**  
(amounts expressed in thousands)

**GENERAL FIXED ASSETS:**

Land and Land Improvements	\$ 14,505
Buildings and Improvements	308,526
Bridges	37,421
Work in Progress	1,626
Equipment	18,199
Total general fixed assets	<u>\$ 380,277</u>

Investments in general fixed assets:

Balance July 1, 2000	<u>\$ 348,688</u>
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Additions provided by:

General Fund	7,363
Road Fund	9
Federal and State Program Fund	24
Library Fund	5,032
Land Corner Preservation Fund	9
Public Safety Fund	43
Assessment and Taxation Fund	27
Justice Bond Project Fund	844
Revenue Bond Project Fund	4,020
Building Project Fund	14,209
Library Construction Fund/1996	1,009
Capital Improvement Fund	154
Capital Acquisition Fund	70
Total general fixed assets additions	<u>32,813</u>

Deductions:

Retirements	(1,224)
Total investment in general fixed assets	<u>\$ 380,277</u>

Reconciliation:

Total capital outlay	<u>\$ 30,685</u>
Deductions:	
Contributions to the Fleet Management Fund	(92)
Contributions to the Data Processing Fund	(474)
Repairs and other general maintenance	(122)
Roads and bridges maintenance	(1,728)
Operating supplies	(54)
Sub-total Deductions	<u>(2,470)</u>
Architectural/Construction Management Services capitalized as part of capital projects	4,598
Total general fixed asset additions	<u>\$ 32,813</u>

**MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF GENERAL FIXED ASSETS**  
**BY FUNCTION AND ACTIVITY**  
**June 30, 2001**  
(amounts expressed in thousands)

	Land and land improvements	Buildings and improvements	Work in progress	Bridges	Equipment	Total
<b>FUNCTION AND ACTIVITY:</b>						
General government:						
Legislative	\$ 203	\$ 6,688	\$ -	\$ -	\$ -	\$ 6,891
Administrative	834	23,695	-	-	3,495	28,024
Sub-total	<u>1,037</u>	<u>30,383</u>	<u>-</u>	<u>-</u>	<u>3,495</u>	<u>34,915</u>
Health and social services:						
Health	2,994	28,370	-	-	859	32,223
Social	3,690	54,134	1,315	-	1,717	60,856
Sub-total	<u>6,684</u>	<u>82,504</u>	<u>1,315</u>	<u>-</u>	<u>2,576</u>	<u>93,079</u>
Public safety:						
Law enforcement	2,215	109,181	311	-	3,450	115,157
Justice	51	4,339	-	-	331	4,721
Sub-total	<u>2,266</u>	<u>113,520</u>	<u>311</u>	<u>-</u>	<u>3,781</u>	<u>119,878</u>
Community services:						
Community service development	145	1,228	-	-	37	1,410
Recreation	202	-	-	-	-	202
Library	3,218	49,230	-	-	7,016	59,464
Sub-total	<u>3,565</u>	<u>50,458</u>	<u>-</u>	<u>-</u>	<u>7,053</u>	<u>61,076</u>
Roads and bridges:						
Roads and bridges	383	-	-	37,421	1,294	39,098
Bridge shops	39	330	-	-	-	369
Road shops	66	9,908	-	-	-	9,974
Administrative	-	-	-	-	-	-
Sub-total	<u>488</u>	<u>10,238</u>	<u>-</u>	<u>37,421</u>	<u>1,294</u>	<u>49,441</u>
External organizations:						
External use	465	21,423	-	-	-	21,888
Total general fixed assets	<u>\$ 14,505</u>	<u>\$ 308,526</u>	<u>\$ 1,626</u>	<u>\$ 37,421</u>	<u>\$ 18,199</u>	<u>\$ 380,277</u>



**MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS**  
**BY FUNCTION AND ACTIVITY**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

	General fixed assets June 30, 2000	Additions	Deductions and reclassifications	General fixed assets June 30, 2001
<b>FUNCTION AND ACTIVITY:</b>				
General government:				
Legislative	\$ 2,353	\$ 835	\$ 3,703	\$ 6,891
Administrative	39,677	3,970	(15,623)	28,024
Sub-total	<u>42,030</u>	<u>4,805</u>	<u>(11,920)</u>	<u>34,915</u>
Health and social services:				
Health	15,032	11,818	5,373	32,223
Social	37,355	6,687	16,814	60,856
Sub-total	<u>52,387</u>	<u>18,505</u>	<u>22,187</u>	<u>93,079</u>
Public safety:				
Law enforcement	111,050	2,808	1,299	115,157
Justice	4,807	78	(164)	4,721
Sub-total	<u>115,857</u>	<u>2,886</u>	<u>1,135</u>	<u>119,878</u>
Community services:				
Community service development	1,392	18	-	1,410
Recreation	202	-	-	202
Library	53,353	6,159	(48)	59,464
Sub-total	<u>54,947</u>	<u>6,177</u>	<u>(48)</u>	<u>61,076</u>
Roads and bridges:				
Roads and bridges	39,141	18	(61)	39,098
Bridge shops	369	-	-	369
Road shops	9,974	-	-	9,974
Administrative	69	-	(69)	-
Sub-total	<u>49,553</u>	<u>18</u>	<u>(130)</u>	<u>49,441</u>
External organizations:				
External use	33,914	422	(12,448)	21,888
Total general fixed assets	<u>\$ 348,688</u>	<u>\$ 32,813</u>	<u>\$ (1,224)</u>	<u>\$ 380,277</u>

**MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS**  
**BY SOURCE**  
**For the fiscal year ended June 30, 2001**  
**(amounts expressed in thousands)**

	General fixed assets June 30, 2000	Additions	Deductions	General fixed assets June 30, 2001
Fixed assets acquired through June 30, 2000 <sup>(1)</sup>	\$ 348,688			\$ 348,688
Investments in governmental funds fixed assets by source:				
General Fund	\$ 7,363	\$ 215		7,148
Road Fund	9	46		(37)
Federal and State Program Fund	24	216		(192)
Willamette River Bridges Fund	-	8		(8)
Library Fund	5,032	18		5,014
Land Corner Preservation Fund	9	6		3
Public Safety Fund	43	-		43
Assessment and Taxation Fund	27	6		21
Justice Bond Project Fund	844	-		844
Revenue Bond Project Fund	4,020	-		4,020
Equipment Acquisition Fund	-	424		(424)
Building Project Fund	14,209	233		13,976
Library Construction Projects Fund	1,009	30		979
Capital Improvement Fund	154	22		132
Capital Acquisition Fund	70	-		70
Total investment in governmental funds fixed assets				<u>\$ 380,277</u>

(1) Assets acquired prior to June 30, 2000 are presented as a single amount. Assets acquired from July 1, 2000 forward will be segregated by funding source.

## **OTHER SCHEDULES**

- Schedule of Property Tax Collections and Outstanding Balances
- Schedule of General Obligation Bonds and Bond Interest Coupon Transactions
- Schedule of Revenue Bonds Outstanding
- Schedule of General Obligation Bonds Outstanding
- Schedule of Loans Outstanding
- Schedule of Full Faith and Credit Bonds Outstanding
- Schedule of Capitalized Lease Purchases Outstanding
- Schedule of Receipts and Deposits – Elected Officials

**MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF PROPERTY TAX COLLECTIONS**  
**AND OUTSTANDING BALANCES**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

Tax Year	Taxes receivable June 30, 2000	Current levy	Add (deduct) corrections and adjustments	Add interest on delinquent taxes	Deduct discounts allowed	Deduct collections including interest on delinquent taxes	Taxes receivable June 30, 2001
2000-01	\$ -	\$ 800,299	\$ (1,846)	\$ 390	\$ (18,857)	\$ (750,790)	29,196
1999-00	25,445	-	(3,902)	474	-	(10,446)	11,571
1998-99	10,471	-	(2,330)	257	-	(2,763)	5,635
1996-97 and prior	8,061	-	(840)	1,031	-	(4,995)	3,257
	<u>\$ 43,977</u>	<u>\$ 800,299</u>	<u>\$ (8,918)</u>	<u>\$ 2,152</u>	<u>\$ (18,857)</u>	<u>\$ (768,994)</u>	<u>\$ 49,659</u>

**SUMMARY OF TAXES RECEIVABLE AT JUNE 30, 2001:**

	Current levy	Prior years' levy	Total Property Taxes	Other Taxes	Total
General Fund	\$ 6,241	\$ 4,364	\$ 10,605	\$ 2,946	\$ 13,551
Special Revenue Funds:					
Library Fund	722	509	1,231	-	1,231
Special Excise Tax Fund	-	-	-	2,925	2,925
Land Corner Preservation Fund	-	-	-	4	4
Assessment & Taxation Fund	-	-	-	1	1
Total Special Revenue Funds	<u>722</u>	<u>509</u>	<u>1,231</u>	<u>2,930</u>	<u>4,161</u>
General Obligation Bond Fund	532	382	914	6	920
Agency Funds	21,684	15,196	36,880	1055	37,935
Sub-total taxes receivable	<u>29,179</u>	<u>20,451</u>	<u>49,630</u>	<u>6,937</u>	<u>56,567</u>
Special assessments collected through taxes	16	13	29	7	36
Total receivables	<u>\$ 29,195</u>	<u>\$ 20,464</u>	<u>\$ 49,659</u>	<u>\$ 6,944</u>	<u>\$ 56,603</u>

**MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF GENERAL OBLIGATION BONDS AND BOND INTEREST COUPON TRANSACTIONS**  
**For the fiscal year ended June 30, 2001**  
(amounts expressed in thousands)

**GENERAL OBLIGATION BONDS:**

	Outstanding June 30, 2000		2000-01 Transactions			Outstanding June 30, 2001	
	Matured	Unmatured	Issued	Matured	Refunded or paid	Matured	Unmatured
Dated March 1, 1994	\$ -	\$ 6,010	\$ -	\$ 890	\$ 890	\$ -	\$ 5,120
Dated October 1, 1994	-	1,840	-	330	330	-	1,510
Dated October 1, 1996	-	41,615	-	7,755	7,755	-	33,860
Dated February 1, 1999	-	66,090	-	320	320	-	65,770
	<u>\$ -</u>	<u>\$ 115,555</u>	<u>\$ -</u>	<u>\$ 9,295</u>	<u>\$ 9,295</u>	<u>\$ -</u>	<u>\$ 106,260</u>

**GENERAL OBLIGATION BOND INTEREST COUPONS:**

Dated March 1, 1994	\$ 261	\$ 261
Dated October 1, 1994	89	89
Dated October 1, 1996	1,759	1,759
Dated February 1, 1999	2,893	2,893
	<u>\$ 5,002</u>	<u>\$ 5,002</u>

**MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF REVENUE BONDS OUTSTANDING**  
**June 30, 2001**  
(amounts expressed in thousands)

**REVENUE BONDS:**

Fiscal Year of maturity	Series 1998 Dated 10/01/98 4.00 to 4.75%		Series 2000A Dated 11/01/00 4.45 to 5.20%		Series 2000B Dated 11/01/00 4.45 to 5.20%		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2002	\$ 165	\$ 124	\$ -	\$ 96	\$ -	\$ 169	\$ 165	\$ 389
2003	170	118	100	94	175	165	445	377
2004	175	111	105	89	185	157	465	357
2005	185	104	110	85	195	148	490	337
2006	190	96	120	79	205	139	515	314
2007	200	88	125	74	215	129	540	291
2008	205	80	130	68	225	119	560	267
2009	215	72	135	62	235	109	585	243
2010	225	63	145	55	250	97	620	215
2011	230	53	150	48	265	85	645	186
2012	245	42	160	41	275	72	680	155
2013	255	31	165	33	295	58	715	122
2014	265	19	175	24	310	42	750	85
2015	275	7	185	15	325	26	785	48
2016	-	-	195	5	345	9	540	14
	<u>\$ 3,000</u>	<u>\$ 1,008</u>	<u>\$ 2,000</u>	<u>\$ 868</u>	<u>\$ 3,500</u>	<u>\$ 1,524</u>	<u>\$ 8,500</u>	<u>\$ 3,400</u>

**MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF GENERAL OBLIGATION BONDS OUTSTANDING**  
**June 30, 2001**  
(amounts expressed in thousands)

**GENERAL OBLIGATION BONDS:**

Fiscal Year of maturity	Series 1994 Dated 03/01/94 3.70 to 5.25%		Series 1994B Dated 10/01/94 4.25 to 6.00%		Series 1996A Dated 10/01/96 3.90 to 5.65%	
	Principal	Interest	Principal	Interest	Principal	Interest
2002	\$ 930	\$ 220	\$ 350	\$ 71	\$ 3,865	\$ 251
2003	975	177	365	53	510	154
2004	1,020	130	385	33	535	130
2005	1,070	81	410	11	565	105
2006	1,125	28	-	-	590	77
2007	-	-	-	-	620	48
2008	-	-	-	-	655	16
2009	-	-	-	-	-	-
2010	-	-	-	-	-	-
2011	-	-	-	-	-	-
2012	-	-	-	-	-	-
2013	-	-	-	-	-	-
2014	-	-	-	-	-	-
2015	-	-	-	-	-	-
2016	-	-	-	-	-	-
2017	-	-	-	-	-	-
	<u>\$ 5,120</u>	<u>\$ 636</u>	<u>\$ 1,510</u>	<u>\$ 168</u>	<u>\$ 7,340</u>	<u>\$ 781</u>

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Series 1996B		Series 1999		Total	
Dated 10/01/96		Dated 2/01/99			
3.90 to 5.65%		3.90 to 5.65%			
Principal	Interest	Principal	Interest	Principal	Interest
\$ 4,250	\$ 1,163	\$ 330	\$ 2,883	\$ 9,725	\$ 4,588
2,735	1,008	340	2,871	4,925	4,263
2,870	881	355	2,859	5,165	4,033
3,010	744	365	2,846	5,420	3,787
3,160	597	810	2,823	5,685	3,525
3,320	440	2,020	2,768	5,960	3,256
3,495	271	2,105	2,685	6,255	2,972
3,680	92	2,875	2,585	6,555	2,677
-	-	6,860	2,387	6,860	2,387
-	-	7,160	2,093	7,160	2,093
-	-	7,470	1,780	7,470	1,780
-	-	7,490	1,451	7,490	1,451
-	-	7,835	1,106	7,835	1,106
-	-	6,780	773	6,780	773
-	-	6,330	466	6,330	466
-	-	6,645	158	6,645	158
<u>\$ 26,520</u>	<u>\$ 5,196</u>	<u>\$ 65,770</u>	<u>\$ 32,534</u>	<u>\$ 106,260</u>	<u>\$ 39,315</u>



**MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF LOANS OUTSTANDING**  
**June 30, 2001**  
(amounts expressed in thousands)

**GENERAL LONG-TERM LOANS:**

Fiscal Year of maturity	Dated 02/15/96 7.2%		Dated 07/05/96 5.65%		Dated 10/01/96 7.2%		Dated 12/01/96 7.2%	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2002	\$ 29	\$ 28	\$ 2	\$ 2	\$ 9	\$ 4	\$ 3	\$ 1
2003	31	26	2	2	9	3	4	1
2004	34	24	2	2	9	2	4	-
2005	36	21	2	2	11	1	4	-
2006	39	19	2	2	11	1	4	-
2007	42	16	2	2	3	-	2	-
2008	45	13	2	1	-	-	-	-
2009	48	9	2	1	-	-	-	-
2010	52	6	2	1	-	-	-	-
2011	52	3	3	1	-	-	-	-
2012	-	-	3	1	-	-	-	-
2013	-	-	3	1	-	-	-	-
2014	-	-	3	-	-	-	-	-
2015	-	-	3	-	-	-	-	-
2016	-	-	3	-	-	-	-	-
	<u>\$ 408</u>	<u>\$ 165</u>	<u>\$ 36</u>	<u>\$ 18</u>	<u>\$ 52</u>	<u>\$ 11</u>	<u>\$ 21</u>	<u>\$ 2</u>

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Dated 01/15/97		Dated 02/08/99		Dated 10/26/99		Total	
5.9%		5.9%		5.9%			
Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
\$ 5	\$ 2	\$ 13	\$ 8	\$ 12	\$ 11	\$ 73	\$ 56
6	2	14	7	13	10	79	51
7	1	15	6	14	9	85	44
7	1	16	5	16	8	92	38
7	1	17	4	15	8	95	35
4	-	18	3	16	6	87	27
-	-	19	2	17	6	83	22
-	-	21	1	19	4	90	15
-	-	-	-	13	3	67	10
-	-	-	-	11	3	66	7
-	-	-	-	10	2	13	3
-	-	-	-	12	1	15	2
-	-	-	-	13	1	16	1
-	-	-	-	3	-	6	-
-	-	-	-	-	-	3	-
<u>\$ 36</u>	<u>\$ 7</u>	<u>\$ 133</u>	<u>\$ 36</u>	<u>\$ 184</u>	<u>\$ 72</u>	<u>\$ 870</u>	<u>\$ 311</u>

**MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF FULL FAITH AND CREDIT BONDS OUTSTANDING**  
**June 30, 2001**  
(amounts expressed in thousands)

**FULL FAITH AND CREDIT BONDS:**

Fiscal Year of maturity	Series 1999 Dated 04/01/99 4.00 to 4.75%		Series 2000A Dated 4/01/00 5.00 to 5.50%		Series 1999 Dated 12/01/99 6.49 to 7.74%		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2002	\$ 1,215	\$ 1,530	\$ 3,008	\$ 2,998	\$ 530	\$ 8,393	\$ 4,753	\$ 12,921
2003	1,265	1,479	3,161	2,849	1,125	8,359	5,551	12,687
2004	1,320	1,424	3,450	2,692	1,790	8,284	6,560	12,400
2005	1,375	1,368	3,625	2,520	2,535	8,163	7,535	12,051
2006	1,430	1,312	3,550	2,348	3,365	7,988	8,345	11,648
2007	1,490	1,254	3,735	2,161	4,295	7,753	9,520	11,168
2008	1,550	1,192	3,935	1,965	5,325	7,450	10,810	10,607
2009	1,615	1,126	2,675	1,759	6,470	7,072	10,760	9,957
2010	1,685	1,057	2,820	1,611	7,740	6,609	12,245	9,277
2011	1,760	982	2,975	1,470	9,150	6,052	13,885	8,504
2012	1,840	902	3,140	1,322	10,710	5,388	15,690	7,612
2013	1,925	817	3,315	1,165	4,479	12,563	9,719	14,545
2014	2,125	722	3,505	995	4,472	13,565	10,102	15,282
2015	2,120	624	3,705	811	4,469	14,618	10,294	16,053
2016	2,250	525	2,015	616	6,845	13,341	11,110	14,482
2017	2,325	420	2,135	510	16,985	4,358	21,445	5,288
2018	2,435	306	2,260	396	19,470	3,096	24,165	3,798
2019	2,555	188	2,395	271	22,200	1,649	27,150	2,108
2020	2,680	64	2,540	140	5,319	19,876	10,539	20,080
2021	-	-	-	-	5,208	21,407	5,208	21,407
2022	-	-	-	-	5,098	23,012	5,098	23,012
2023	-	-	-	-	4,989	24,686	4,989	24,686
2024	-	-	-	-	4,881	26,444	4,881	26,444
2025	-	-	-	-	4,775	28,285	4,775	28,285
2026	-	-	-	-	4,670	30,215	4,670	30,215
2027	-	-	-	-	4,566	32,234	4,566	32,234
2028	-	-	-	-	4,463	34,347	4,463	34,347
2029	-	-	-	-	4,362	36,563	4,362	36,563
2030	-	-	-	-	4,262	38,887	4,262	38,887
	<u>\$ 34,960</u>	<u>\$ 17,292</u>	<u>\$ 57,944</u>	<u>\$ 28,599</u>	<u>\$ 184,548</u>	<u>\$ 460,657</u>	<u>\$ 277,452</u>	<u>\$ 506,548</u>

**DATA PROCESSING CAPITALIZED LEASE OBLIGATIONS:**

Fiscal Year of maturity	Series 2000A Dated 4/01/00 5.00 to 5.50%	
	Principal	Interest
2002	\$ 127	\$ 16
2003	134	8
	<u>\$ 261</u>	<u>\$ 24</u>

**MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF CAPITALIZED LEASE PURCHASES OUTSTANDING**  
**June 30, 2001**  
(amounts expressed in thousands)

**GENERAL LONG-TERM LEASE OBLIGATIONS:**

Fiscal Year of maturity	Dated 01/22/81 6.00% to 7.25%		Dated 05/01/93 2.75% to 7.50%		Dated 02/01/98 3.75 to 4.90%		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2002	\$ 186	\$ 145	\$ 1,005	\$ 656	\$ 2,802	\$ 1,602	\$ 3,993	\$ 2,403
2003	202	129	1,045	605	2,937	1,472	4,184	2,206
2004	220	112	1,100	550	2,215	1,365	3,535	2,027
2005	239	93	1,160	491	2,315	1,257	3,714	1,841
2006	259	73	1,215	428	2,440	1,144	3,914	1,645
2007	281	50	1,275	361	2,555	1,022	4,111	1,433
2008	306	26	1,345	289	2,690	891	4,341	1,206
2009	-	-	1,415	213	2,825	753	4,240	966
2010	-	-	1,120	141	2,960	617	4,080	758
2011	-	-	730	87	3,100	480	3,830	567
2012	-	-	350	55	3,250	333	3,600	388
2013	-	-	370	34	3,405	175	3,775	209
2014	-	-	390	11	355	87	745	98
2015	-	-	-	-	375	70	375	70
2016	-	-	-	-	395	51	395	51
2017	-	-	-	-	410	31	410	31
2018	-	-	-	-	436	11	436	11
	<u>\$ 1,693</u>	<u>\$ 628</u>	<u>\$ 12,520</u>	<u>\$ 3,921</u>	<u>\$ 35,465</u>	<u>\$ 11,361</u>	<u>\$ 49,678</u>	<u>\$ 15,910</u>

**DATA PROCESSING CAPITALIZED LEASE OBLIGATIONS:**

Fiscal Year of maturity	Dated 09/01/96 0%		Dated 02/01/98 3.75% to 4.90%		Dated 03/01/99 3.90%		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2002	\$ 10	\$ -	\$ 893	\$ 72	\$ 433	\$ 7	\$ 1,336	\$ 79
2003	-	-	928	35	-	-	928	35
	<u>\$ 10</u>	<u>\$ -</u>	<u>\$ 1,821</u>	<u>\$ 107</u>	<u>\$ 433</u>	<u>\$ 7</u>	<u>\$ 2,264</u>	<u>\$ 114</u>

**MULTNOMAH COUNTY, OREGON**  
**SCHEDULE OF RECEIPTS AND DEPOSITS - ELECTED OFFICIALS**  
**For the fiscal year ended June 30, 2001**  
**(amounts expressed in thousands)**

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	Receipts deposited with Treasurer
Sheriff's Office	<u>\$ 22,248</u>

Summary of receipts: Civil process serving fees, record sales, patrolling contracts, room and board for prisoners from other agencies and miscellaneous reimbursements.

## **STATISTICAL INFORMATION SECTION**

This section contains the following tables and information:

- General Governmental Expenditures by Function
- General Governmental Revenues by Source
- General Governmental Tax Revenues by Source
- Property Tax Levies and Collections
- Real Market Value of Taxable Property
- Consolidated Tax Rates
- Consolidated Tax Levies
- Principal Taxpayers
- Special Assessment Billings and Collections
- Computation of Legal Debt Margin
- Construction, Property Value, and Bank Deposits
- Ratio of Net General Obligation Bonded Debt to Real Market Value and Net General Obligation Bonded Debt per Capita
- Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures
- Computation of Direct and Overlapping Debt
- Insurance In Force
- Population, Per Capita Income and Unemployment
- Major Employers in Metropolitan Area
- Miscellaneous Statistical Data

**MULTNOMAH COUNTY, OREGON**  
**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)**  
**LAST TEN FISCAL YEARS**  
(amounts expressed in thousands)  
(unaudited)

Fiscal Year	General government	Health and social services	Public safety and justice	Community services	Roads and bridges	Capital outlay	Debt service	Total
1992	\$ 31,503	\$ 116,629	\$ 71,167	\$ 30,481	\$ 25,613	\$ 7,164	\$ 4,286	\$ 286,843
1993	43,612	133,653	76,324	26,315	27,323	14,872	5,146	327,245
1994	45,648	147,372	82,938	27,481	28,220	25,081	4,472	361,212
1995	36,108	165,239	93,059	32,765	30,200	24,539	9,849	391,759
1996	35,086	181,526	96,519	35,707	32,596	33,069	8,648	423,151
1997	28,298	190,540	113,263	56,913	34,052	33,717	18,363	475,146
1998	28,474	190,941	140,510	47,764	35,197	36,773	21,242	500,901
1999	35,786	209,788	165,792	75,996	37,604	59,425	21,493	605,884
2000	219,323 (2)	237,566	179,799	72,429	35,969	37,141	28,552	810,779
2001	36,612	285,999	183,897	85,143	35,110	30,517	39,932	697,210

(1) All Governmental Fund Types (Budgetary basis)

(2) Increase in General Government expenditures due to one time only funding of PERS unfunded liability.

Source: Current and prior years' financial statements

**MULTNOMAH COUNTY, OREGON**  
**GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)**  
**LAST TEN FISCAL YEARS**  
(amounts expressed in thousands)  
(unaudited)

Fiscal Year	Taxes	Inter-governmental	Licenses and permits	Charges for services	Interest	Special assessments	Other	Total
1992	\$ 127,545	\$ 124,711	\$ 2,566	\$ 10,023	\$ 2,943	\$ 47	\$ 17,952	\$ 285,787
1993	142,569	134,774	2,833	10,763	3,468	45	23,846	318,298
1994	151,617	149,009	2,591	11,280	4,143	21	29,975	348,636
1995	171,068	162,133	2,683	8,880	5,676	-	28,549 (2)	378,989
1996	185,008	172,031	2,703	12,864	5,476	-	29,888 (3)	407,970
1997	217,295	184,697	2,751	14,882	9,691	-	37,244 (4)	466,560
1998	215,100	223,962	2,934	14,471	12,080	-	37,190 (5)	505,737
1999	250,416	232,715	3,026	15,515	11,688	-	42,337	555,697
2000	254,514	242,966	2,734	15,008	12,201	-	49,575	576,998
2001	266,466	308,993	5,037	20,234	14,760	-	51,994	667,484

(1) All Governmental Fund Types (Budgetary basis).

(2) Includes \$12 of special assessments revenue.

(3) Includes \$7 of special assessments revenue.

(4) Includes \$14 of special assessments revenue.

(5) Includes \$3 of special assessments revenue.

Source: Current and prior years' financial statements



**MULTNOMAH COUNTY, OREGON**  
**GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE (1)**  
**LAST TEN FISCAL YEARS**  
(amounts expressed in thousands)  
(unaudited)

Fiscal Year	Property	Transient lodging	Business income	Gasoline	Motor vehicle rental	Other	Total
1992	\$ 89,789	\$ 3,466	\$ 19,920	\$ 7,023	\$ 4,978	\$ 2,369	\$ 127,545
1993	99,609	3,962	23,872	6,854	5,926	2,346	142,569
1994	110,239	3,553	22,912	6,926	6,389	1,598	151,617
1995	122,259	4,538	27,048	7,838	7,410	1,975	171,068
1996	131,620	5,032	30,040	7,770	8,694	1,852	185,008
1997	158,878	6,162	33,255	7,411	9,589	2,000	217,295
1998	157,885	5,841	32,524	7,393	10,205	1,252	215,100
1999	183,155	6,192	40,904	7,470	10,782	1,913	250,416
2000	187,256	5,956	39,934	7,221	12,445	1,702	254,514
2001	198,188	15,228	30,377	7,372	14,593	708	266,466

(1) All Governmental Fund Types (Budgetary basis)

Source: Current and prior years' financial statements

**MULTNOMAH COUNTY, OREGON**  
**PROPERTY TAX LEVIES AND COLLECTIONS (1)**  
**LAST TEN FISCAL YEARS**  
(amounts expressed in thousands)  
(unaudited)

Fiscal Year		Tax levy	Current collections	Collections as a % of levy	Prior year collections	Total collections	Total collections as a % of levy	Uncollected taxes	Uncollected taxes as a % of levy
1992	(2)	\$ 91,957	\$ 84,838	92.26 %	\$ 4,951	\$ 89,789	97.64 %	\$ 10,893	11.85 %
1993		101,479	95,001	93.62	4,608	99,609	98.16	10,481	10.33
1994		110,598	105,430	95.33	4,809	110,239	99.68	10,035	9.07
1995		123,672	117,051	94.65	5,208	122,259	98.86	8,258	6.68
1996		135,104	128,020	94.76	3,600	131,620	97.42	8,152	6.03
1997		162,985	154,723	94.93	4,155	158,878	97.48	8,924	5.48
1998	(3)	158,856	153,321	96.52	4,564	157,885	99.39	8,925	5.62
1999		188,837	179,029	94.81	4,128	183,157	96.99	9,859	5.22
2000		193,076	181,741	94.13	5,514	187,255	96.99	11,294	5.85
2001		205,468	193,397	94.13	4,327	197,724	96.23	12,750	6.21

(1) All Governmental Fund Types (Budgetary basis).

(2) Property tax limitation Measure #5 went into effect.

(3) Property tax limitation Measure #50 went into effect.

Source: Current and prior years' financial statements

**MULTNOMAH COUNTY, OREGON**  
**REAL MARKET VALUE OF TAXABLE PROPERTY (1)**  
**LAST TEN FISCAL YEARS**  
(amounts expressed in thousands)  
(unaudited)

<u>Fiscal Year</u>	<u>Personal property</u>	<u>Public utility property</u>	<u>Commercial property</u>	<u>Residential property</u>	<u>Total</u>
1992	\$ 1,130,602	\$ 1,426,209	\$ 9,761,548	\$ 11,007,703	\$ 23,326,062
1993	1,236,666	1,530,373	9,880,502	12,879,169	25,526,710
1994	1,203,111	1,628,475	9,941,135	14,727,420	27,500,141
1995	1,218,157	1,576,140	10,740,016	17,177,183	30,711,496
1996	1,330,246	1,647,640	11,938,742	19,766,868	34,683,496
1997	1,517,728	1,794,013	12,768,546	22,380,651	38,460,938
1998 (2)	1,812,064	2,000,951	14,123,977	24,330,799	42,267,791
1999	2,032,070	2,222,076	N/A	41,278,093 (3)	45,532,239
2000 (4)	2,531,489	2,723,488	N/A	47,072,873	52,327,850
2001	2,626,683	3,106,617	N/A	50,581,943	56,315,243

(1) Prior to the passage of Measure # 50 in 1997, assessed value equaled real market value.

(2) Under Measure #50, assessed value is used for computation of taxes.

(3) As of June 30, 1999, the breakdown of residential and commercial property values are not available.

(4) Prior to 2000 amounts did not include urban renewal excess in taxable real market value.

Source: Multnomah County Division of Assessment and Taxation

**MULTNOMAH COUNTY, OREGON**  
**CONSOLIDATED TAX RATES (1)**  
**LAST TEN FISCAL YEARS**  
(unaudited)

Fiscal Year	Multnomah County	Cities	Special Purpose Districts	Education Districts	Water Districts	Rural Fire Districts	Urban Renewal Districts	Total
1992 (2)	\$ 3.94	\$ 5.87	\$ 0.55	\$ 15.62	\$ 0.01	\$ 0.27	\$ 0.76	\$ 27.02
1993	3.98	5.91	0.71	13.33	0.01	0.22	-	24.16
1994	4.02	5.92	0.62	10.76	0.01	0.19	-	21.52
1995	4.03	5.92	0.49	8.12	0.01	0.07	-	18.64
1996	3.90	5.79	0.68	5.58	-	0.08	0.07	16.10
1997	4.24	5.47	0.55	6.20	-	0.07	0.47	17.00
1998 (3)	4.86	6.03	0.68	7.27	-	0.07	1.08	19.99
1999	5.28	5.98	0.67	6.95	-	0.07	1.00	19.95
2000	5.13	5.97	0.61	6.93	-	0.07	0.97	19.68
2001	5.19	6.06	0.62	7.21	0.01	0.07	1.06	20.22

(1) These are average rates and are stated in dollar and cents per \$1,000 of assessed value.

(2) Property tax limitation Measure #5 went into effect.

(3) Measure #50 went into effect which decreases the assessed valuation and results in an increase in tax rates.

Source: Multnomah County Division of Assessment and Taxation current and prior years' annual reports

**MULTNOMAH COUNTY, OREGON**  
**CONSOLIDATED TAX LEVIES**  
**LAST TEN FISCAL YEARS**  
(amounts expressed in thousands)  
(unaudited)

Fiscal Year	Multnomah County	Cities	Special Purpose Districts	Education Districts	Water Districts	Rural Fire Districts	Urban Renewal Districts	Total
1992 (1)	\$ 91,957	\$ 136,958	\$ 12,780	\$ 364,468	\$ 260	\$ 6,362	\$ 17,656	\$ 630,441
1993	101,479	150,788	18,124	340,345	273	5,539	23	616,571
1994	110,598	162,870	17,068	295,852	290	5,298	21	591,997
1995	123,672	181,848	15,110	249,441	307	2,145	25	572,548
1996	135,104	200,896	23,515	193,685	155	2,633	2,520	558,508
1997	162,985	210,568	20,970	238,347	169	2,763	18,020	653,822
1998 (2)	158,856	196,846	22,318	237,275	154	2,323	35,347	653,119
1999	188,837	214,148	23,798	248,622	159	2,422	35,911	713,897
2000	193,076	224,449	23,106	260,605	169	2,657	36,426	740,488
2001	205,468	239,905	24,569	285,341	239	2,725	42,052	800,299

(1) Property tax limitation Measure #5 went into effect.

(2) Property tax limitation Measure #50 went into effect.

Source: Multnomah County Division of Assessment and Taxation current and prior years' annual reports

**MULTNOMAH COUNTY, OREGON**

**PRINCIPAL TAXPAYERS**

**June 30, 2001**

**(amounts expressed in thousands)**

**(unaudited)**

<u>Taxpayer account</u>	<u>Type of business</u>	<u>2001 Assessed Valuation (1)</u>	<u>Percentage of Total Assessed Valuation</u>	
QWest Communications	Telephone utility	\$ 429,109	1.08	%
Fujitsu Microelectronics Inc.	Computers and electronics	352,187	0.89	
Portland General Electric	Electric utility	288,369	0.73	
PacifiCorp (Pacific Power and Light)	(2) Electric utility	229,178	0.58	
United Airlines, Inc.	Airline	194,913	0.49	
Boeing Company	Aircraft parts	179,799	0.45	
Alaska Airlines, Inc.	Airline	153,957	0.39	
Delta Airlines, Inc.	Airline	146,382	0.37	
Fred Meyer Inc.	Grocery Store Chain	133,026	0.34	
One Eleven Tower LLC	Real Estate	116,261	0.29	
		<u>\$ 2,223,181</u>	<u>5.61</u>	%

(1) The 2000-01 Assessed Valuation is \$39,595,778; the Real Market Valuation is \$56,315,243.

(2) Pacific Power and Light is a subsidiary of PacifiCorp.

Source: Multnomah County Division of Assessment and Taxation

**MULTNOMAH COUNTY, OREGON**  
**SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**  
(amounts expressed in thousands)  
(unaudited)

<u>Fiscal Year</u>	<u>Assessments outstanding July 1</u>	<u>Assessments billed</u>	<u>Assessments collected</u>	<u>Assessments outstanding June 30</u>
1992	\$ 178	\$ -	\$ 56	\$ 122
1993	122	-	38	84
1994	84	-	36	48
1995	48	-	12	36
1996	36	-	7	29
1997	29	-	14	15
1998	15	-	3	12
1999	12	-	-	12
2000	12	-	-	12
2001	12	-	1	11

Source: Current and prior years' financial statements

**MULTNOMAH COUNTY, OREGON**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
**June 30, 2001**  
**(amounts expressed in thousands)**  
**(unaudited)**

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ORS 287.054 provides a debt limit on general obligation bonds of 2% of the real market value of all taxable property within the County's boundaries.

Real market value (2000-01)	\$ 56,315,243
Debt limit rate	2.00%
Debt limit	<u>1,126,305</u>
Less bonded debt at June 30	106,260
Legal debt margin	<u><u>\$ 1,020,045</u></u>

ORS 287.053 provides a debt limit on full faith & credit bonds of 1% of the real market value of all taxable property within the County's boundaries.

Real market value (2000-01)	\$ 56,315,243
Debt limit rate	1.00%
Debt limit	<u>563,152</u>
Less bonded debt at June 30	277,713
Legal debt margin	<u><u>\$ 285,439</u></u>



**MULTNOMAH COUNTY, OREGON**  
**CONSTRUCTION, PROPERTY VALUE, AND BANK DEPOSITS**  
**LAST TEN FISCAL YEARS**  
(unaudited)

Fiscal Year	Commercial		Residential		Total		Bank deposits in \$(000) (2)
	Number of units (1)	Value in \$(000)	Number of units (1)	Value in \$(000)	Number of units	Value in \$(000)	
1992	2,387	\$ 134,681	5,852	\$ 281,327	8,239	\$ 416,008	\$ 9,568,464
1993	2,367	211,211	6,026	254,668	8,393	465,879	11,222,080
1994 (3)	1,106	228,787	2,757	117,655	3,863	346,442	9,536,224
1995	920	323,947	2,273	115,317	3,193	439,264	11,552,255
1996	-	- (4)	4,453	320,871	4,453	320,871	11,414,176
1997	-	-	4,331	350,666	4,331	350,666	14,543,385
1998	-	-	3,984	353,060	3,984	353,060	13,045,877
1999	-	-	3,641	315,125	3,641	315,125	14,673,872
2000 (5)	-	-	N/A	N/A	N/A	N/A	15,837,718
2001 (5)	-	-	N/A	N/A	N/A	N/A	13,126,825

(1) Information maintained on a calendar year basis.

(2) June 30, each year.

(3) January through June.

(4) Information on commercial properties no longer available as of January 1996.

(5) Information is not yet available.

Sources: Center for Population Research & Census, Portland State University and State of Oregon Banking Commission

**MULTNOMAH COUNTY, OREGON**  
**RATIO OF NET GENERAL OBLIGATION BONDED DEBT**  
**TO REAL MARKET VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA**  
**LAST TEN FISCAL YEARS (1)**  
**(amounts expressed in thousands)**  
**(unaudited)**

Fiscal Year	Population (2)	Real Market Value (3)	Gross Bonded Debt	Less Debt Service Fund (4)	Net Bonded Debt	Ratio of Net Bonded Debt to Real Market Value	Net Bonded Debt per Capita (5)
1994	620,000	\$ 27,500,141	\$ 22,000	\$ 1,935	\$ 20,065	0.07 %	\$ 32
1995	626,500	30,711,496	29,705	7,021	22,684	0.07	36
1996	636,000	34,683,496	28,710	7,905	20,805	0.06	33
1997	639,000	38,460,938	136,375	14,977	121,398	0.32	190
1998	642,000	42,267,791	128,470	16,240	112,230	0.27	175
1999	646,850	45,532,239	124,170	14,014	110,156	0.24	170
2000	662,400	52,327,850	115,555	11,774	103,781	0.20	157
2001	662,400 (6)	56,315,243	106,260	12,223	94,037	0.17	142

(1) 1994 was the first year in which Multnomah County had general obligation bonded debt in the last ten fiscal years.

(2) Population not expressed in thousands.

(3) Prior to 1998, Real Market Value approximated Assessed Value.

(4) Amount available for repayment of general obligation bonds.

(5) Net Bonded Debt stated in dollars.

(6) Population data for 2000 is the most recent data available.

Source: Current financial statements

**MULTNOMAH COUNTY, OREGON**  
**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES**  
**FOR GENERAL OBLIGATION BONDED DEBT**  
**TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES**  
**LAST TEN FISCAL YEARS (1)**  
(amounts expressed in thousands)  
(unaudited)

Fiscal Year	Principal	Interest	Total Debt Service	Total General Government Expenditures	Ratio of Debt Service to General Government Expenditures
1995	\$ 1,295	\$ 1,348	\$ 2,643	\$ 391,759	0.67 %
1996	995	1,474	2,469	423,151	0.58
1997	1,035	2,911	3,946	475,146	0.83
1998	7,905	6,740	14,645	500,901	2.92
1999	8,235	6,347	14,582	605,884	2.41
2000	8,615	5,934	14,549	810,779	1.79
2001	9,295	5,002	14,297	697,210	2.05

(1) 1995 was the first year that Multnomah County began retiring general obligation bonded debt in the last ten fiscal years.

Source: Current financial statements

**MULTNOMAH COUNTY, OREGON**  
**COMPUTATION OF DIRECT AND OVERLAPPING DEBT**  
**June 30, 2001**  
(amounts expressed in thousands)  
(unaudited)

Overlapping District	Percent Overlapping	Overlapping	
		Gross (1) Bonded Debt	Net (2) Direct Debt
Mt. Scott Water District	0.74 %	\$ 12	12
Clackamas County RFPD #1	0.05	6	6
Clackamas County School District 7J	0.37	367	367
City of Lake Oswego	6.45	1,912	1,912
City of Milwaukie	0.42	16	16
Columbia County School District 1J	23.44	827	827
Port of Portland	45.13	6,494	6,494
Metro	49.15	91,839	91,839
Tri-County Metropolitan Transp. Service District	48.75	73,105	73,105
Sauvie Island RFPD 30	96.58	251	251
Multnomah County School District 1J	99.27	269,864	269,864
Multnomah County School District 3	100.00	28,360	28,360
Multnomah County School District 7	100.00	70,985	70,985
Multnomah County School District 28J	92.54	35,862	35,862
Multnomah County School District 39	100.00	6,570	6,570
Multnomah County School District 40	100.00	56,050	56,050
Multnomah County School District 51J	96.26	10,358	10,358
Multnomah County School District 10J	84.51	72,884	72,884
Orient School District 6 Bonds	56.13	1,001	1,001
Gresham Grade School District 4 Bonds	100.00	1,700	1,700
Mount Hood Community College	84.27	1,125	1,125
Portland Community College	45.33	42,399	42,399
City of Fairview	100.00	5,375	2,565
City of Gresham	100.00	7,530	7,530
City of Portland	99.59	296,545	247,553
City of Troutdale	100.00	16,452	16,452
City of Wood Village	100.00	845	380
Unified Sewerage Agency	0.64	2	2
Tualatin Valley Fire and Rescue	2.02	188	188
Washington County School District 48J	0.44	1,071	895
Hillsboro 1J	0.00	7	7
North Plains School District 1J	0.13	1	1
		<u>\$ 1,100,003</u>	<u>\$ 1,047,560</u>

(1) Gross Direct Debt includes all Unlimited General Obligation bonds and Limited Tax General Obligation bonds.

(2) Net Direct Debt includes Gross Direct Debt less self-supporting General Obligation and Limited Tax debt.

Source: Municipal Debt Advisory Commission, Oregon State Treasury

**MULTNOMAH COUNTY, OREGON**

**INSURANCE IN FORCE**

**June 30, 2001**

**(unaudited)**

<u>Insurance Company</u>	<u>Coverage</u>	<u>Expiration</u>
Industrial Risk Insurers Policy #31368142	Buildings & Equipment	10/2/2001
Industrial Risk Insurers Policy #31368142	Comprehensive Boiler and Machinery	10/2/2001
St. Paul Insurance Policy #384PH8074	Hull and Machinery Marine Policy	10/2/2001
St. Paul Insurance Policy #IM08400175	County Vehicles and Equipment	10/2/2001
Industrial Risk Insurers Policy #31368143	Justice Center Equipment	10/2/2001
Lumbermens Mutual Casualty Policy #3MF 746 102-09	Liability Policy (Library)	10/2/2000
Republic Western Policy #RSU 3601134	Excess Workers' Compensation	7/1/2001
Hartford Insurance Co. Policy #52BPEAD4206	Blanket Faithful Performance Bond	1/1/2002
Hartford Insurance Co. Bond #5088331	Faithful Performance Bond-Public Official Tax Collector	1/1/2002
Bond #5088332	Finance Director	1/1/2002
Bond #5091060	Treasury Manager	1/1/2002
Hartford Insurance Co. Bond #5088334	Faithful Performance Bond-Public Guardian	1/1/2002
Hartford Insurance Co. Bond #SUN404213	DEQ License Bond (Multnomah County)	1/1/2002
Hartford Insurance Co. Bond #5087364	DEQ License Bond (Mechanic/Equipment Operator-G.Oliver)	1/1/2002
Hartford Insurance Co. Bond #SUN404214	DEQ License Bond (Mechanic/Equipment Operator/Fleet Inspector)	1/1/2002
Hartford Insurance Co. Bond #SUN403141	DEQ License Bond (Fleet Inspector)	1/1/2002
Hartford Insurance Co. Bond #52BSBAL9783	DEQ License Bond (Mechanic/Equipment Operator)	6/20/2003

Source: County Insurance Agent

**MULTNOMAH COUNTY, OREGON**  
**POPULATION, PER CAPITA INCOME AND UNEMPLOYMENT**  
**LAST TEN FISCAL YEARS**  
(unaudited)

<u>Fiscal Year</u>	<u>Population</u>	<u>Per capita income (1)</u>	<u>Median household effective buying income (1)</u>	<u>Unemployment rate (3)</u>
1992	605,000	\$ 21	\$ 34	6.40%
1993	615,000	22	36	6.00%
1994	620,000	23	39	4.30%
1995	626,500	24	34	3.70%
1996	636,000	26	35 (2)	4.50%
1997	639,000	27	37	4.30%
1998	642,000	29	39	4.30%
1999	646,850	31	41	4.50%
2000	662,400	N/A	N/A	3.90%
2001	662,400 (4)	N/A	N/A	N/A

(1) Amounts expressed in thousands.

(2) The definition of effective buying income changed in 1995 and is not comparable with previous years.

(3) Portland Metropolitan Statistical Area.

(4) Population data for July 1, 2001 is not available at this time.

N/A means not available at current time.

Source: Employment Division, Oregon State Department of Human Resources

**MULTNOMAH COUNTY, OREGON**  
**MAJOR EMPLOYERS IN METROPOLITAN AREA**

June 30, 2001

(unaudited)

Employer	Product or Service	Employment
Fred Meyer, Inc. (Krogers, Inc.)	Grocery and retail variety chain	13,600
Intel Corporation	Semiconductor integrated circuits	11,000
Providence Health Care System	Hospitals and clinics	8,938
Legacy Health System	Hospital and health services	6,731
Kaiser Foundation Health Plan of the NW	Hospitals and clinics	6,725
Safeway Stores	Grocery chain stores	6,000
Freightliner Corporation	Medium and heavy-duty trucks	5,100
U. S. Bancorp	Bank and holding company	4,300
Tektronix, Incorporated	Electronic testing instruments	4,200
Meier and Frank Company	Department stores	3,500
Fort James Corporation	Pulp & paper packaging	3,452
United Parcel Service	Small package transport	3,100
McDonalds Corporation	Restaurants	3,000
PCC Structural Corporation	Metal Castings and Machining	3,000
Nike, Incorporated	Sports footwear and apparel	2,850
QWest Communications	Communications utility	2,800
Southwest Washington Medical Center	Medical care	2,800
Portland General Corp.	Electric utility	2,787
Wells Fargo & Co.	Bank	2,588
Albertson's	Retail Grocery Chain	2,500
Precision Castparts	Steel castings	2,500
Volt Services	Temporary Employment	2,500
Regence Blue Cross & Blue Shield of Oregon	Health insurance & HMO	2,105
Consolidated Freightways Inc.	Transportation	2,000
Shari's Management Corp.	Restaurant chain	2,000
Hilton Portland	Lodging, food, beverages	1,850
Fort James	Pulp and paper packaging	1,800
Hewlett-Packard Co.	Computer printers	1,800
Horizon Air	Airline	1,800
Lucent Technologies	Telecommunications equipment	1,800
Portland Trail Blazers/Oregon Arena Corp.	National basketball association team, operator of Rose Quarter	1,750
Nordstrom	Retail specialty stores	1,700
SEH America	Silicon wafers	1,700
Burns Brothers, Inc.	Travel/fuel stops and safety traction devices	1,600
Rite Aid Corp.	Retail drug stores	1,600
Bank of America Oregon	Full commercial banking services	1,594
The Standard	Insurance	1,526
Boeing of Portland	Aircraft frame structures	1,518
IBM	Supermini computer systems	1,500
Maxim Integrated Products	Integrated circuits	1,500
Wacker Siltronic Corporation	Silicon semiconductor materials	1,500
Federal Government		18,700
Oregon Health Sciences University		9,300
State Government		6,684
Portland Public Schools		6,318
City of Portland		5,172
Multnomah County		4,083
Portland State University		3,800

Source: Chamber of Commerce and Employment Division, State of Oregon

**MULTNOMAH COUNTY, OREGON**  
**MISCELLANEOUS STATISTICAL DATA**  
**June 30, 2001**  
**(unaudited)**

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**GENERAL**

Date of incorporation	1854
Date present charter adopted	1967
Date present charter amended	2001
Form of government	Home Rule Charter
Area - square miles	465

**MULTNOMAH COUNTY EMPLOYEES**

Management and exempt	794
Bargaining units	4,033

**MILES OF STREETS (UNINCORPORATED AREA)**

Paved	1,082
Unpaved	11

**FIRE PROTECTION**

Number of stations	27
Number of employees:	
Full-time	736
Volunteer	0

**SHERIFF PROTECTION**

Number of arrests (Parts I, 2 & 3 crimes)	3,634
Vehicular patrol units	34
Number of employees (sworn and civilian)	934
Jails:	
Facilities	5
Population	1,860

**RECREATION**

Parks:	
Number of acres	10,471
Number of facilities	560
Number of playgrounds	148
Number of golf courses	6

**EDUCATION**

Number of schools:	
Elementary	157
Secondary	20
Employees:	
Instructional	5,274
Administrative and support	3,979
Number of students (estimated)	92,602
Average daily attendance (estimated)	82,309

**SEWAGE DISPOSAL**

Number of accounts	519
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**STREET LIGHTING**

Number of Lights	3,837
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**ELECTIONS**

Number of registered voters	365,596
Number of votes cast in last general election	300,065
Percentage of registered voters voting in last general election	82.08%



## **REPORTS OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS REQUIRED BY STATUTES**

- Report of Independent Certified Public Accountants on the County's Compliance and Certain Items Based on an Audit of General Purpose Financial Statements Performed in Accordance with Federal and Oregon Audit Standards
- Report of Independent Certified Public Accountants on the County's Compliance and Internal Control Over Financial Reporting Based on an Audit of General Purpose Financial Statements Performed in Accordance with Government Audit Standards

Report of Independent Certified Public Accountants  
on the County's Compliance and Certain Items Based  
on an Audit of General Purpose Financial Statements  
Performed in Accordance with Federal and  
Oregon Auditing Standards

The Board of County Commissioners  
Multnomah County, Oregon

We have audited the general purpose financial statements of Multnomah County, Oregon as of and for the year ended June 30, 2001, and have issued our report thereon dated December 4, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the provisions of the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State, and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws, regulations, contracts and grants applicable to Multnomah County, Oregon is the responsibility of the County's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the County's compliance with certain provisions of laws, regulations, contracts and grants. However, our objective was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion. Certain areas covered, as required by Oregon Administrative Rules 162-10-230 through 162-10-320, included but were not limited to the following:

Accounting and Internal Control Structure - Our report on the accounting and internal control structure is presented separately under this cover.

Programs Funded from Outside Sources - Reports related to such programs are presented separately under separate cover.

Financial Reporting Requirements - Whether financial reports and related data filed with other governmental agencies in conjunction with programs funded wholly or partially by such agencies were in agreement with or supported by the accounting records.

Compliance with Legal or Other Requirements -

Accounting Records - Pertaining to condition and adequacy of accounting records.

Collateral - Pertaining to the amount and adequacy of collateral pledged by depositories to secure the deposit of public funds (see requirements for public fund deposits as specified in Oregon Revised Statutes (ORS) 295)

Indebtedness - Relating to debt and the limitation on the debt amount, liquidation of debt within the prescribed period of time, and compliance with provisions of indentures or agreements, including restrictions on the use of moneys available to retire indebtedness

Budget - Relating to the preparation, adoption and execution of the annual budget for the current fiscal year and the preparation and adoption of the budget for the next succeeding fiscal year (see ORS 294.305 to 294.565)

Taxes on Motor Vehicle Use and Fuel and the use of a Road Fund - Pertaining to (as contained in Article IX, Section 3a of the Oregon Constitution) the use of revenue from taxes on motor vehicle use and fuel and the use of a road fund (as contained in ORS 294 and 373)

Insurance - Relating to insurance and fidelity bond coverage

Investments - Pertaining to the investment of public funds (see ORS Chapter 294.035 to 294.046)

Public Contracts and Purchasing - Pertaining to (as contained in ORS Chapter 279) the awarding of public contracts and the construction of public improvements

The result of our tests indicate that, with respect to the items tested, Multnomah County, Oregon complied, in all material respects, with the provisions referred to above except as follows: 1) the County's cash deposits with banks were undercollateralized for one day during the year ended June 30, 2001; 2) the County had overexpenditures as listed in Note 10 of Notes to the Combined Financial Statements; and, 3) the County did not publish the budget committee meeting notice for Multnomah County in the newspaper for a second time. With respect to items not tested, nothing came to our attention that caused us to believe that the County had not complied, in all material respects, with those provisions.

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

Portland, Oregon  
December 4, 2001

By \s\ Grant Thornton LLP

Report of Independent Certified Public Accountants  
on the County's Compliance and on Internal Control Over  
Financial Reporting Based on an Audit of General Purpose Financial Statements  
Performed in Accordance with *Government Auditing Standards*

The Board of County Commissioners  
Multnomah County, Oregon

We have audited the general purpose financial statements of Multnomah County, Oregon as of and for the year ended June 30, 2001, and have issued our report thereon dated December 4, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Multnomah County, Oregon's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Multnomah County, Oregon's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weakness.

This report is intended solely for the information and use of management, the Board of County Commissioners and the federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Portland, Oregon  
December 4, 2001

By \s\ Grant Thornton LLP