

Fiscal Year Ended
June 30, 2024



About the Cover:

Multnomah County Library is transforming library spaces as part of a November 2020 capital bond approved by Multnomah County voters. This means creating new spaces that will replace cramped buildings and help the library change and grow along with the community. With eight libraries being built, expanded or renovated, updated technology and internet at all locations and a centralized Operations Center, the library is fulfilling its promise to voters.

As part of this bond work, the library has renovated and expanded the beloved Midland location, going from 24,400 square feet to 30,000 square feet on the existing site.

Midland Library sees some of the highest usage of any library location in the county. To recognize its role as a diverse, popular location, all of the updates are the result of extensive community and staff engagement with features for everyone in the community to enjoy.

New features at Midland include an outdoor interactive children's garden; a sensory space for patrons with diverse sensory needs; a new teen space; new art that represents the community in partnership with the Regional Arts and Culture Council; and an interior Gathering Circle and exterior Conversation Circle, designed with insights from Indigenous communities.

Cover photo by Bob Kerns

MULTNOMAH COUNTY, OREGON
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024



Prepared by: Department of County Management
Eric Arellano, Chief Financial Officer
501 SE Hawthorne Blvd, Suite 531
Portland, Oregon 97214

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INTRODUCTORY SECTION

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Department of County Management
Finance and Risk Management

Office of the Chief Financial Officer
501 SE Hawthorne Blvd. Suite 531
Portland, Oregon 97214

Eric Arellano
Chief Financial Officer

Phone: 503-988-6718
Email: eric.j.arellano@multco.us

November 15, 2024

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

We are pleased to submit the Annual Comprehensive Financial Report (ACFR) of Multnomah County, Oregon, (the County) for the fiscal year ended June 30, 2024, together with the unmodified opinion of our independent certified public accountants, Moss Adams LLP.

The ACFR is published to provide the Board of County Commissioners, County staff, our residents, and other interested readers with detailed financial information that presents the County's financial position and activities of County departments. The Department of County Management is responsible for the preparation of this report as required by Oregon Revised Statutes (ORS 297.425). Also included are Audit Comments and Disclosures required under the *Minimum Standards for Audits of Oregon Municipal Corporations* of the Oregon Administrative Rules (OAR).

In addition, the County is required to have a comprehensive single audit of its Federal Assistance Programs in accordance with the Office of Management and Budget (OMB) 2 CFR Part 200 (Uniform Guidance) 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 OMB 2 CFR Part 200 is included with this reporting beginning on page 272.

This report presents fairly the financial position of the various funds of the County at June 30, 2024, and the operations of the various funds in conformance of accounting principles generally accepted in the United States of America (US GAAP). It is prepared under the guidelines for financial reporting developed by the Government Finance Officers Association of the United States and Canada (GFOA) and the principles established by the Governmental Accounting Standards Board (GASB), including all effective GASB pronouncements.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF MULTNOMAH COUNTY, OREGON

County Profile

Multnomah County, incorporated in 1854, 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, and serves an estimated population of 805,007 residents. The cities of Portland and Gresham are the largest incorporated cities in the County.

Multnomah County is governed according to its Home Rule Charter. The County's charter, adopted in January 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.

Multnomah County provides a full range of services including, but not limited to:

- Law Enforcement
- Elections
- Adult and Juvenile Corrections
- Animal Control
- Public Health
- Construction and Maintenance of Roads, Bridges, and Other Infrastructure
- Parole and Probation
- Aging and Disability Services
- Health Services (Clinical and Dental Services)
- Mental Health and Addictions Services
- Services to Houseless Individuals (Housing, Shelter, Healthcare and Case Management)
- Internal Business Support

In November 2012, the voters of Multnomah County approved the creation of the Multnomah County Library District. The Library District formed in fiscal year 2014 and is supported by a dedicated Property Tax levy. It is legally separate from Multnomah County, although the Board of County Commissioners also serves as the Library District Board. The Library District is included in the County's financial statements, as is The Library Foundation, a tax-exempt foundation whose primary purpose is to support the County's libraries through raising, receiving, administering and disbursing funds, grants, bequests and gifts for the benefit of the County libraries.

Certain sanitary and lighting services are provided as legally separate Service District Authorities, which function, in essence, as departments of the County and therefore are included in the County's financial statements as component units. The County also maintains a Hospital Facilities Authority (Authority) whose primary purpose is to issue conduit debt for health care facilities. The Hospital Facilities Authority is also considered a component unit but it is not included in the County's financial statements as the activity of the Authority is not material to the County's financial statements.

Additional information on these legally separate entities can be found in Note I. *Summary of Significant Accounting Policies* of the *Notes to the Basic Financial Statements*.

PROFILE OF MULTNOMAH COUNTY, OREGON

Accounting System and Budget Control

This report consists of management's representations concerning the finances of the County. Management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the County's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's budget is prepared on the modified cash basis of accounting. In accordance with State statutes, the County budgets all funds except custodial 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 unanticipated resources and corresponding appropriations may be added to the budget during the fiscal year through a supplemental budget process. Original and supplemental budgets may be modified during the fiscal year by the use of appropriation transfers between categories. Appropriation transfers must be approved by the Board of County Commissioners in public meetings prior to the related expenditures. During the fiscal year, five supplemental budgets were adopted.

Budget to actual comparisons are provided in this report for each individual governmental and proprietary fund for which an appropriated annual budget has been adopted. The General Fund, the Federal/State Program Special Revenue Fund, the Supportive Housing Special Revenue Fund, and the Preschool for All Program Special Revenue Fund budget to actual comparisons are provided on pages 62-65 as part of the basic financial statements for the governmental funds. For the Multnomah County Library Capital Construction Fund and all other governmental funds with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 157.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

Economic Conditions and Financial Outlook

Local Economy: Multnomah County is in the “Greater Portland” metropolitan area, which include cities on both sides of the Columbia River. This metropolitan area is the financial, trade, transportation and service center for Oregon, southwest Washington and the Columbia River Basin. Its manufacturing base includes electronics, machinery, transportation equipment, and fabricated metals.

The national economy seems to be transitioning out of the inflationary economic boom and into a sustained expansion period. The general consensus among economists is that we are not headed toward a recession but if interest rates remain high the probability of a recession increases as economic growth slows. High interest rates were needed to slow near double-digit inflation, but inflation has cooled significantly and labor market remain relatively strong. The Federal Reserve reduced the fed funds rate by 50 basis points in September 2024 and by another 25 basis points in November 2024 (4.75% to 4.50%). The Federal Reserve’s target inflation rate is 2 percent, so rate reductions will continue.

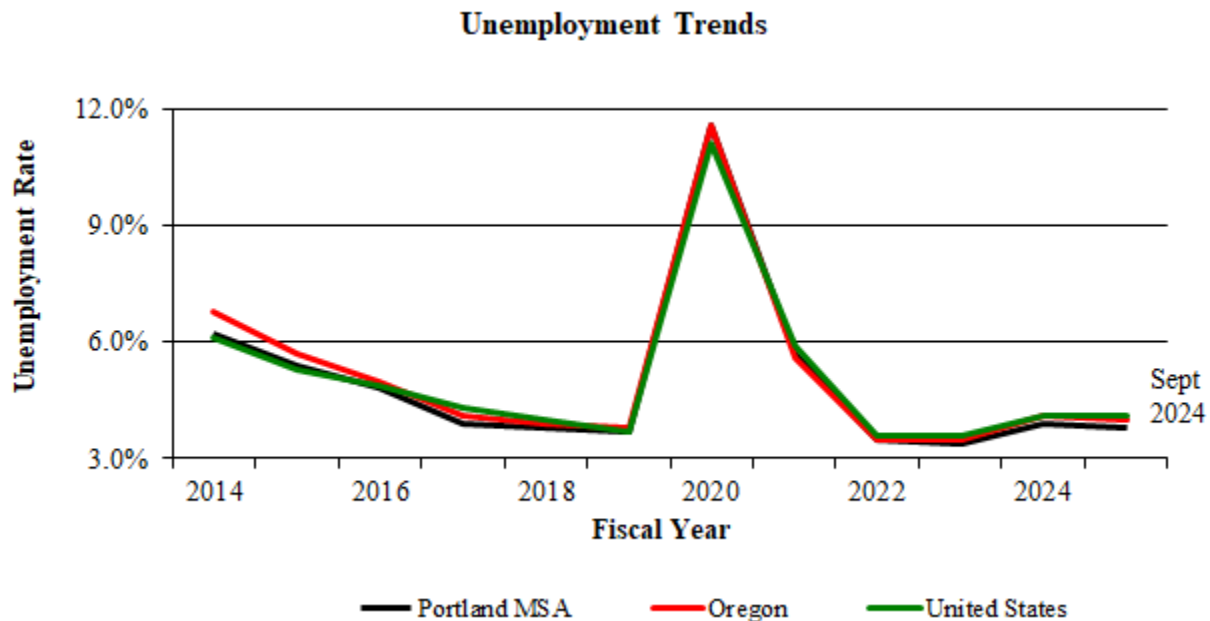
The outlook for revenue growth for the County's key General Fund resources remains stable despite inflationary pressures and concerns of a mild recession. The County's revenues are closely tied to national economic issues but there are times when revenues increase or decrease in ways that do not follow national economic trends. The County has seen record Business Income Tax revenues as a result of record corporate profits during the pandemic, reaching historic highs in fiscal year 2022, corporate profits fell in 2023 but remain above historical trends. High interest rates have cooled the housing market and new property development but property tax revenues from most properties will to continue increase by 3 percent per year. The County does expect property tax revenue growth to be below 3 percent in fiscal year 2026 but bounce back in 2027, this is a result from a decline in downtown property values. The Federal Reserve, through interest rate hikes, has decreased headline inflation (total inflation in the economy) but core inflation (inflation without food and energy prices) reduced, remains high. Personnel costs are the County's biggest expenditure, labor contracts tie annual cost of living (COLA) to official measures of inflation. The County has historically capped labor contract COLAs at 4 percent but negotiated a higher 5 percent COLA for both fiscal year 2023 and 2024. Continued higher than normal personnel cost growth has created future periods of structural deficits as personnel costs outpace property tax revenues due to constitutional property tax limitations.

The unemployment rate in Portland metropolitan area as of September 2024 was 3.8 percent, a 0.4 percent increase from September 2023 and a 9.3 percent decrease from the peak pandemic unemployment rate. Local unemployment remains slightly below state and national levels, but like many other metro areas around the country, employment remains below pre-pandemic levels.

Gross Domestic Product (GDP) – the output of goods and services produced in the United States – increased at an annual rate of 1.4 percent and 3.0 percent in quarters one and two of 2024, and is expected to increase by 2.8 percent in quarter three of 2024. Economic growth remains strong driven by continued strength in consumer spending, strong build in private inventories, healthy wage growth, and a stable labor market. The fast pace growth in quarter two is expected to ease in the coming quarters, to an average growth above 2.5 percent in 2024.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

The chart below displays how unemployment rates have steadily declined since the great recession of 2008, with the local rates being slightly below the national average. The economic impact of the global pandemic resulted in the local unemployment rates peaking in 2020 slightly above national rates (11.6 vs 11.1 percent) but decreasing to 3.8 percent in September 2024 slightly below national average of 4.1 percent.



Locally, the residential real estate market has seen continuous price increases until very recently. The increase in interest rates has directly impacted the housing markets by driving down home prices. Higher borrowing costs mean potential buyers have a lower maximum offering price to keep mortgage costs flat. More recently, housing prices have begun to increase again due to high income growth combined with reduced available inventory. As measured by S&P Case-Shiller Home Price Index for Portland metro area, home prices increased by 0.7 percent during 2023, compared to increases of 17.9 percent during 2021. Applications for permits for new multifamily housing projects from the City of Portland's Bureau of Development Services decreased during the pandemic due to uncertainty and fell further in the summer of 2023. Permitting is an early indicator of future development, development is what increases property tax growth above 3 percent growth allowed by the Oregon constitution. Continued safety concerns in downtown Portland have also slowed new development in Multnomah County.

The Oregon Economic and Revenue Forecast (dated September 2024) is now predicting we avoid a mild recession and have transitioned out of the inflationary economic boom into a period of sustained expansion. Although economic uncertainty remains, macroeconomic indicators remain relatively strong. The Federal Reserve has successfully cooled high inflation but the pace in which they reduce interest rates will be key. Labor markets have softened and the hiring rate has slowed to a degree that unemployment rates have risen, though layoffs remain low. The longer high interest rates remain, the slower the economy will grow. The State General Fund revenues for the 2023-25 biennium are expected to reach \$27.2 billion, which is a \$676 million increase from the June 2024 forecast. The increase can be attributed to collections from personal income taxes and corporate income taxes outpacing expectations. Corporate profits continue to be near all-time highs for the State, though expected to slow a bit future years.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

Financial Outlook: At the beginning of March 2020, the Board of County Commissioners facing a General Fund budget deficit for fiscal year 2021 and a long term “structural deficit,” approved an amendment to the County Business Income Tax (BIT) code that increased the BIT rate beginning with tax year 2020 from 1.45 percent to 2 percent. At the time, it was estimated this rate increase would solve the structural deficit over a 5-year period. The global pandemic significantly altered the County's financial picture by reducing forecasted tax revenues (BIT and Motor Vehicle Rental Taxes). Fortunately for the County, the federal aid packages of 2020 and 2021 drove a faster than expected economic recovery that has supported stability and growth in the County's key tax revenues. BIT revenues grew 62 percent from fiscal year 2020 to 2022 driven by record corporate profits, but decreased slightly in 2023 and 2024 from historic highs. Property tax revenues grew 3.9 percent and 8.3 percent in fiscal years 2023 and 2024. Motor vehicle rental tax revenues have recovered to pre-pandemic levels, revenues were up 6.4 percent in fiscal year 2024. Interest earnings for the County have been at historic levels in a high interest environment. The rate of return for the County’s Investment Portfolio was slightly below 3.5 percent in fiscal year 2024, annual interest revenues for General Fund have exceeded \$10 million for both fiscal years 2023 and 2024. The County budgets interest earnings very conservatively as earnings rates are closely tied to market interest rates which can fluctuate very quickly. In addition, the County prioritizes preservation of capital and liquidity when investing its cash assets. Though revenue growth remains stable, continued inflationary pressures raise concerns of future periods of structural deficit.

Oregon's constitutional property tax limits (passed by Oregon voters in 1990 and 1997) general limits the growth of property taxes on individual properties to 3 percent a year. Since property taxes make up a significant percentage of General Fund revenues (about 60 percent), the property tax limits have the effect of constraining overall revenue growth and making the County vulnerable to prolonged periods of high inflation. Personnel costs are the County's biggest expenditure, when these costs grow faster than property tax revenues it creates a "structural deficit" for the General Fund. Multnomah County ratified ten labor agreements (several of the largest bargaining units) between fiscal year 2022-2023, six contracts are scheduled to expire at the end of fiscal year 2025. Labor contracts have driven up overall labor costs for the County, the cost of living (COLA) was above 5 percent for fiscal year 2023 and 2024. In the latest General Fund Forecast, the COLA will be below 3 percent.

In fiscal year 2024, two large Urban Renewal Areas (URA) expired and returned to the rolls, increasing assessed value growth. As a result of the expiring URA’s (and lower compression) property tax revenue growth exceeded 8 percent significantly higher than normal. In fiscal year 2025, slowing assessed value growth, from slowing new development and declining downtown property values, will decrease property tax revenue growth to about 3.2 percent. The expiring City of Portland Interstate Corridor URA returning to tax roll in fiscal year 2025 helped offset some slowing growth in assessed values. Much of the additional property tax revenues from fiscal years 2023-24 expiring URA’s have been offset by increases to labor costs following recent labor bargaining. Motor vehicle rental tax revenues have recovered to pre-pandemic levels in fiscal year 2022 and are expected to grow by 4.0 percent in fiscal year 2025. BIT revenues are expected to increase by about 6.7 percent in fiscal year 2025 as corporate profits remain strong.

Multnomah County uses ongoing financial forecasting (and monitoring) to estimate revenue and expenditures in the General Fund, the County’s largest source of discretionary revenues. Forecast is prepared for a 5-year period and updated quarterly. The most recent County 5-year General Fund forecast is projecting (preliminary) a \$21 million deficit in fiscal year 2026 and a period of deficit growth from fiscal year 2027-2030 primarily driven by higher than normal growth in labor costs, slowing property tax revenue growth and a slowing of historically high corporate profits. To mitigate against growing deficits the County is anticipating future budget cycles with spending constraints.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

As the local Public Health Authority, Multnomah County played a leading role in the regional COVID-19 response. Multnomah County has provided broad level supports to combat the pandemic and its economic impacts. Services included testing, contact tracing, isolation and quarantine, physical distancing shelters, vaccination, housing, rent assistance, food assistance, business relief, etc. Both the health and economic impacts of COVID-19 fell disproportionately on communities of color. The County's COVID-19 response has been culturally-specific and has targeted resources to communities hardest hit. The County provides an equity lens to all policy decisions. More recently, as we entered a post-pandemic phase the County pivoted from emergency response to long-term disease management and economic recovery efforts. The County has focused on housing stability, behavioral healthcare, and essential wraparound services. These are lifelines for individuals and families who face increased housing insecurity, food instability, trauma, and inadequate access to healthcare.

In fiscal year 2024, Multnomah County spent \$50 million on its COVID-19 response, down from \$125 million in fiscal year 2023. External funding primarily funded Multnomah County's pandemic response: this included direct federal assistance (e.g. ARPA) and new or enhanced grant funding. Multnomah County received a direct ARPA allocation for \$157.8 million (received over a two-year period, 2021-2022) to be used on COVID-19 related expenditures. The funds must be committed by December 31, 2024 and fully expended by December 31, 2026. As of June 30, 2024, the County has spent about 98 percent of its direct allocation. Remaining ARPA funding has been programmed to be spent out in fiscal year 2025. Below is summary of priority areas used by the County to allocate funding.

- 01 Public Health Emergency Response**
Testing, tracing, outbreak response, vaccination, call center, emergency ops, communication, education & engagement.
- 02 Core Services Supporting People in our Care**
Uphold the welfare of people in our direct care particularly those in congregate settings like shelter, jail and juvenile detention.
- 03 Restore Services Impacted by Budget Reductions**
Restore and continue important services that are impacted by budget cuts at the local, state or federal level.
- 04 Crisis Response & Community Recovery**
Maintain the social service safety net, and make investments that address the negative impacts of the pandemic to help our community recover.
- 05 Critical County Infrastructure**
Investments in key County infrastructure like improved air quality in our buildings and expanded technology.

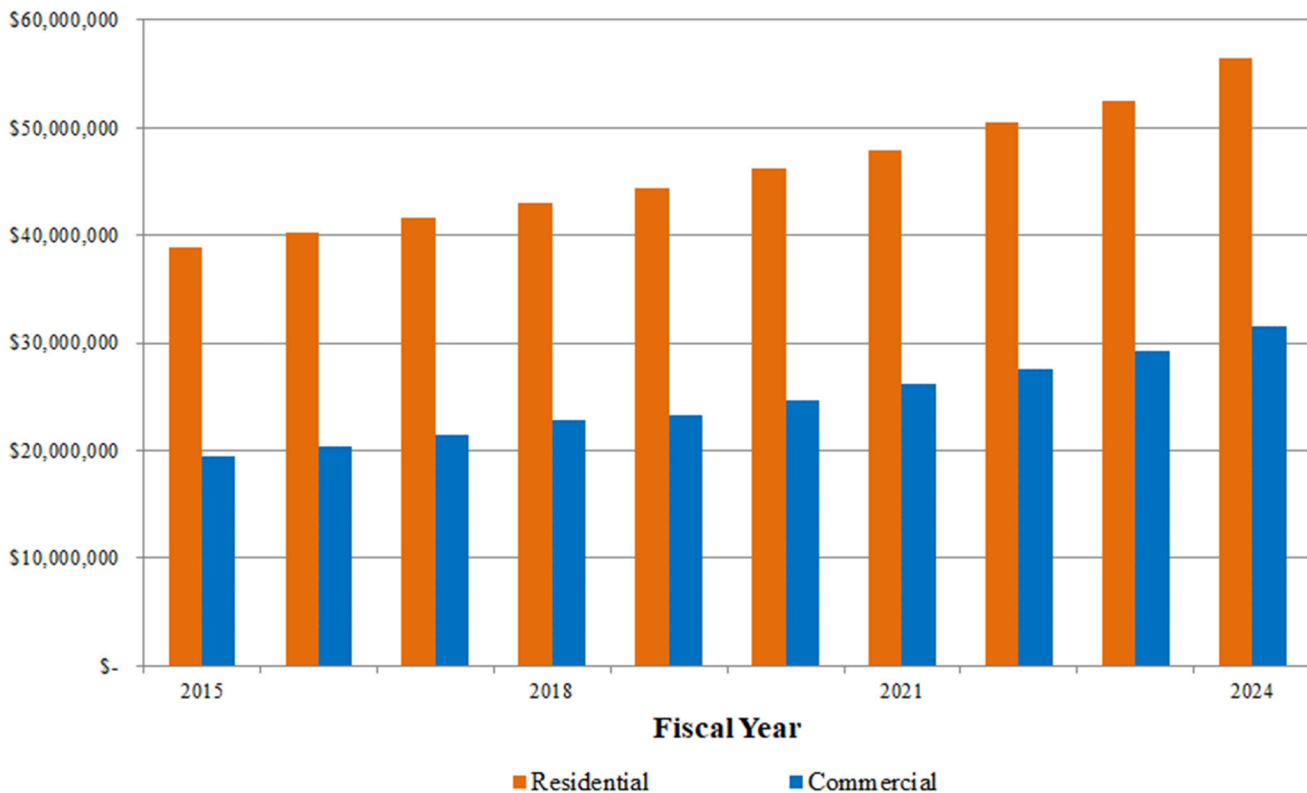
The County will continue to fund certain programs that are supporting the economic recovery beyond the expiration of federal assistance. Uncertainty remains on how those critical programs will be funded as ARPA and other enhanced federal/state funding end.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

General Fund Revenues: As noted previously, property taxes are the largest single source of revenue in the County’s General Fund. Property taxes account for more than 60 percent of General Fund revenues and have seen a consistent, slow increase over the past ten years despite significant increases in real estate values. Property taxes are governed by two state constitutional measures, Measure 5 and Measure 50, which set limits on the amount of tax that can be collected. In fiscal year 2024, property taxes collections were up 8.3 percent primarily due to lower compression and certain Urban Renewal Areas (URA) coming back to tax rolls increasing assessed value growth. Property tax forecasted growth is expected to slow to about 3.2 percent in fiscal year 2025. Property tax revenue growth had been expected to slow with new development slowing but more recently, declining downtown property values has made the issue worse. Declining property values downtown decreased assessed value and increased compression. In fiscal year 2025, slowing assessed value growth will be offset by returning assessed value from the last portion of the City of Portland Interstate Corridor URA. Generally, the County needs the growth rate to exceed 4 percent to maintain current service levels.

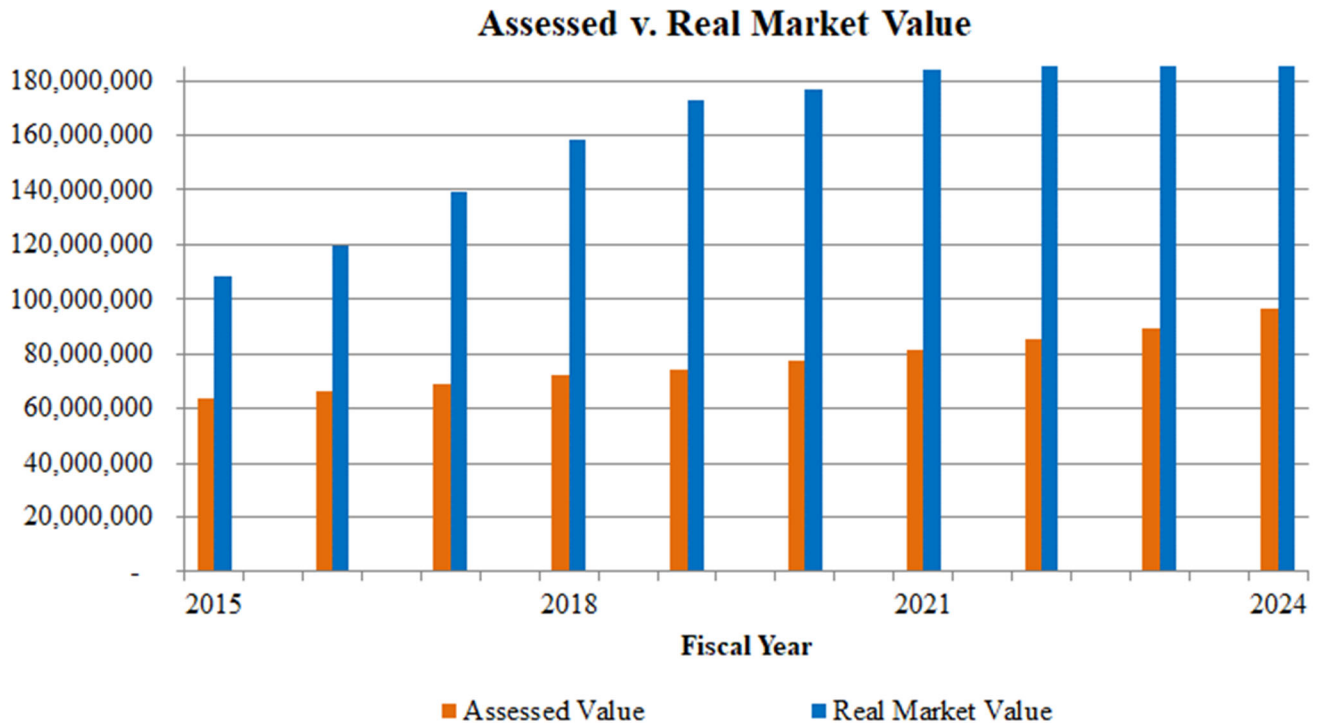
The following charts highlight the County’s residential and commercial assessed values (AV) over the past ten years. Residential property has experienced a 45.3 percent increase in AV over a ten-year period compared to a 62.3 percent increase for commercial AV over the same period.

Assessed Values of Taxable Property



ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

The following chart highlights an interesting feature of Oregon’s tax system. All new construction is placed on the tax rolls using what is known as a Changed Property Ratio (CPR). The CPR indexes all taxable property values to what they would have been in 1995, the effective year of Measure 50. As an example, a new house that sold in Multnomah County for \$500,000 would have an AV of about \$250,000 which could then only grow by 3 percent annually. A separate CPR is calculated for each class of properties. While the statutory limits on AV growth tend to restrict the growth in tax revenues, applying the CPR ensures that revenues are buffered somewhat during economic downturns.



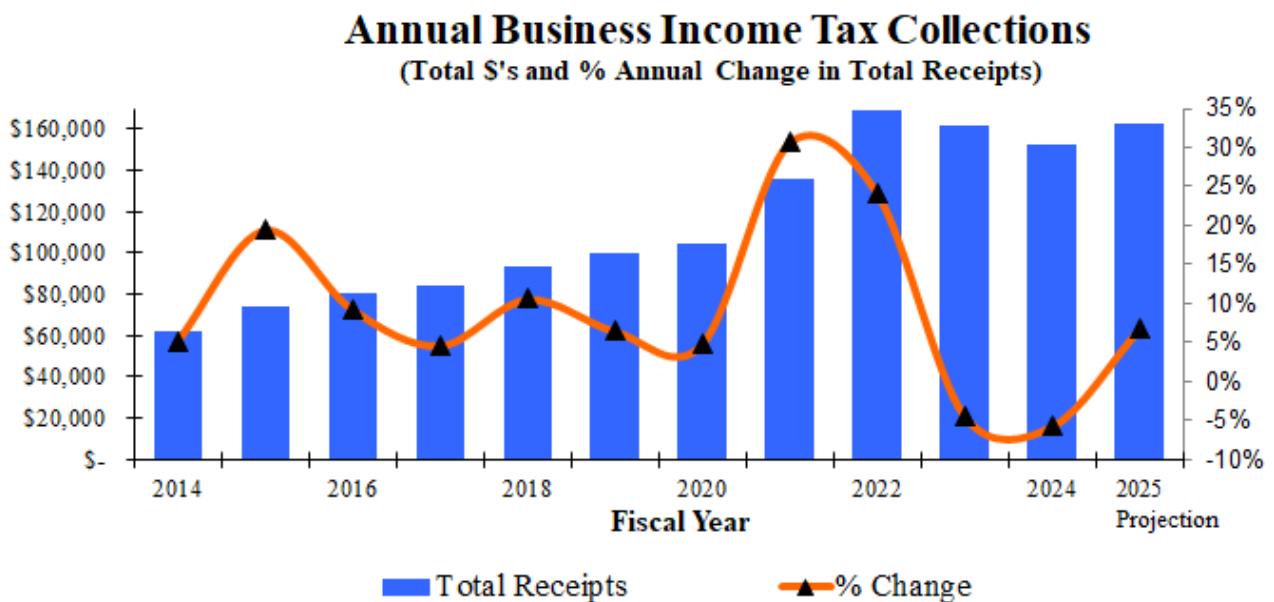
ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

Business income tax (BIT) is the second largest source of revenue in the General Fund and is set at a rate of 2 percent of net income. In March of 2020, the Board of County Commissioners approved an increase to the tax rate from 1.45 percent to 2 percent beginning with tax year 2020. The last permanent tax rate increase occurred in 1987. Unlike the State of Oregon’s corporate income tax, the BIT is assessed against all types of business entities. There are over 200,000 active business income accounts in Multnomah County. Tax collections generally parallel economic cycles. In fiscal year 2024, collections were \$152.7 million, a 5.7 percent decrease from fiscal year 2023. BIT collections reached their highest levels in 2022, totaling \$169 million. Since the end of the “great recession” BIT revenues have grown, on average, by 9 percent annually.

The business income tax decrease in fiscal year 2024 resulted from a slight decline in corporate profits after record highs in 2022-2023. The current fiscal year 2025 forecast assumes corporate profits will bounce back with continued strength in consumer spending, with a year to year increase of 6.7 percent. The federal economic intervention in 2021 and 2022 helped to increase overall incomes boosting increased spending and aggregate demand. US household incomes have seen a boost in wages and available savings. Some of the largest payers of the County’s BIT have seen stronger than expected profits coming out of the pandemic. The current 5-year forecast assumes BIT collections will increase at an average growth rate of 5.7 percent from fiscal years 2025-2029. The County continues to plan conservatively with BIT, as economic uncertainty remains.

The County has taken proactive measures to establish a separate contingency amount in the General Fund to guard against downturns in the BIT. The “BIT Stabilization Reserve” is set at \$19.6 million in fiscal year 2025, which provides an additional 12 percent buffer.

The following chart highlights the volatility of BIT collections over the past eleven years.



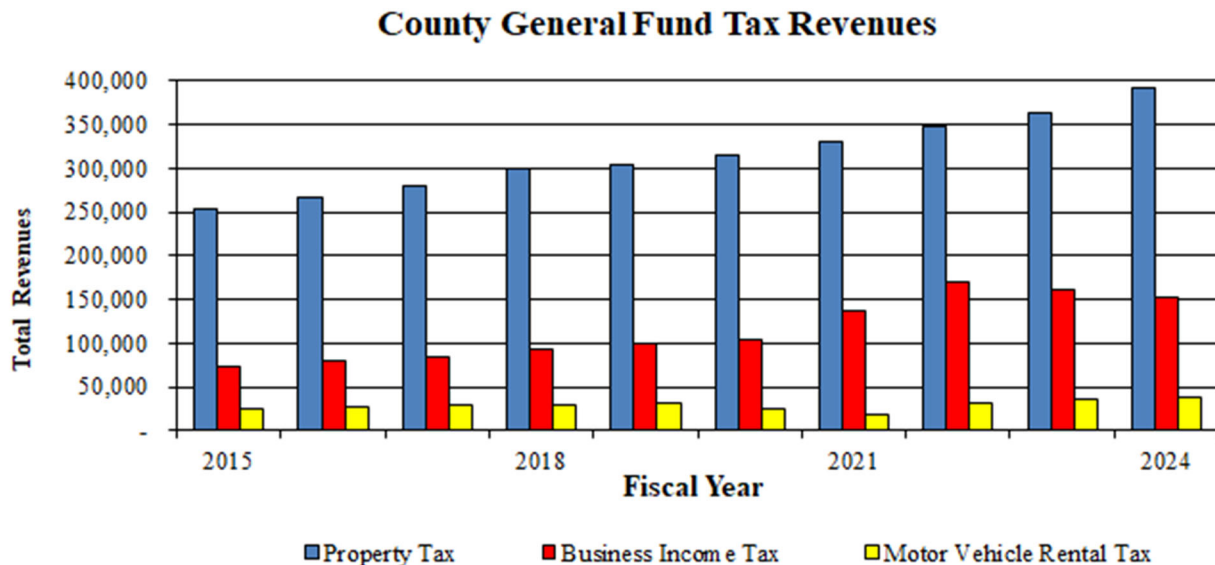
ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

Motor vehicle rental taxes (MVRT) account for about 6 percent of General Fund tax revenues. In 2010, the tax rate on vehicle rental charges was increased from 12.5 percent to 17 percent, with the revenue from the 14.5 percent dedicated for use in the General Fund and the remaining 2.5 percent dedicated for use in a Visitors Development Trust Fund. MVRT collections are highly influenced by the economy.

The travel and tourism industry was particularly hard hit by the spread of COVID-19 with global declines in travel, major event cancellations, and hotel closures or reduced capacity. The pace and degree of the downturn was unprecedented, at the peak of the downturn, air travel at the Portland International Airport was down over 90 percent. Travel activity at the Portland International Airport (PDX) significantly improved in 2021-2022 as travel became safer. Deplaned passenger rates at PDX has a high correlation with MVRT collections, from calendar year 2021 to 2022 PDX domestic deplaned passengers increased by almost 46 percent. Rates continue to steadily improve and are nearing pre-pandemic levels with annual seasonality fully returning. MVRT collections were down 23 percent in fiscal year 2020 and down 28 percent in fiscal year 2021. MVRT collections have had a steady recovery and now exceed pre-pandemic levels, reaching 115 percent of peak levels in fiscal year 2024. Year to year collections were up 6.4 percent in fiscal year 2024. The recovery has been primarily driven by continued improvements in travel industry, rental rate increases driven by inventory shortages, overall inflation, growth in recreational and peer-to-peer rentals, and enhanced County tax compliance efforts. Current forecast assumes MVRT collections will increase by about 4 percent in fiscal year 2025 and will continue to grow slowly (2.5 percent annual growth rate) over the next 5 years.

MVRT collections over a 10-year period (2015-2024) have grown at an average rate of 8 percent annually, which is reflective of a healthy rental car industry in Multnomah County.

The following graph highlights the major tax sources that make up the County's General Fund.



ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

Historically the State of Oregon provides over 30 percent of the County's total funding. Most of this revenue is recorded in the Federal/State Program Fund. While technically not a General Fund revenue source, the General Fund is used to leverage state support, and the County has used General Fund resources to backfill state funded programs. The State's General Fund is highly dependent upon economically sensitive income taxes. The State does not have a very diverse revenue base – Oregon is one of only five states that do not levy a sales tax – and over 80 percent of State General Fund revenue comes from Personal Income Tax. The State of Oregon revenue outlook is stable, the most recent General Fund forecast for the 2023-2025 biennium is expected to increase by \$676 million (from June 2024 forecast) driven by higher than expected personal income taxes (about half) and corporate income tax collections. Interest earnings have increased significantly as well.

The County's annual Public Employees Retirement System (PERS) costs are a significant portion of overall personnel costs, over 25 percent of base pay. The County's PERS rates are set biennially (fiscal year 2024 began a new biennium). The County has historically smoothed (partly using established side accounts) internal rates it charges to its service departments to provide predictability, stability, and reduce risk. The annual increase in PERS rates has moderated since the passage of Senate Bill 1049 in 2020. The PERS legislation aimed to reduce PERS cost growth. The reform re-amortizes Tier One & Tier Two Unfunded Actuarial Liability (UAL) over a 22-year period, redirects a portion of the Individual Account Program (IAP) into an Employee Pension Stability Account (EPSA), limits final average salary for all members to \$195,000 (indexed), and eliminates hour limits and exceptions for work after retirement. The changes present short and long-term financial impacts to the County. The majority of the impacts come from the re-amortization of the UAL and to a lesser extent the IAP redirect by providing short-term rate relief starting in fiscal year 2022. In the long term the re-amortization will result in higher PERS costs as system funding level will be lower than the previous policy. The change will also increase system risk due to longer exposure to the assumed earnings rate. The County has established more PERS side accounts to reduce some of the long-term risks associated with legislation.

Oregon PERS board voted to reduce the assumed earnings rates from 7.2 percent to 6.9 percent beginning January 2022. The assumed earnings rate represents the rate the Oregon PERS Fund is expected to earn in investment returns over 20 years. The change in assumption moderately impacted County PERS planning as the County had expected a reduction. The County's outstanding PERS Bond (issued in 1999) will fully mature in fiscal year 2030, which will provide significant savings to the County General Fund. Over the remaining term of bonds, average annual debt service is just under \$38 million. Multnomah County's reported net pension liability as of June 30, 2024 (measurement date of June 30, 2023) was \$666.2 million, a \$125 million increase from reported net pension liability as of June 30, 2023. Senate Bill 1049 has provided some rate relief but the County expects future rate increases with weaker investment returns and rising wages (increase in forecasted benefit payouts) driven by inflationary pressures.

From fiscal year 2017-23 (\$25 million annually from FY 2017-20 and \$25 million in FY 2023) the County established five side accounts with Oregon PERS totaling \$125 million to mitigate rising PERS rates. These funds are invested by PERS and earn the same rate of return as the overall PERS portfolio. In addition, as established by SB 1049, the County participated in the PERS Employer Incentive Fund (EIF) match program. The PERS EIF provided a 25 percent match on qualifying side accounts made after June 2, 2018. The County received a full match on two side accounts totaling \$12.5 million.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

Financial and Budget Policies: The County has established financial and budget policies, which are reviewed and adopted annually by the Board of County Commissioners in connection with the budget process. Some of the goals of the financial policies include:

- Preserving capital through prudent budgeting and financial management,
- Achieving the most productive use of County funds that meets the goals of the Board of County Commissioners,
- Achieving a stable balance between the County’s ongoing financial commitments and the continuing revenues available to the County,
- Leveraging local dollars with Federal and State funding grants, and
- Maintaining accountability to the residents of Multnomah County.

Consistent application of these financial policies has helped ensure that the County has appropriately recorded and accounted for transactions in its financial statements.

The County’s adopted financial and budget policies generally provide for the County to use one-time-only resources for costs that will not recur in future years. However, the policies allow the use of one-time-only resources when, in the short term, it would be more beneficial to allocate such resources to the highest priority public services than to restrict them to non-recurring costs. One-time-only revenues primarily come from available beginning working capital, general fund revenues that exceed forecast (e.g. property taxes, business income tax, interest earnings, etc.)

In fiscal year 2015, the Board of County Commissioners updated its use of one-time-only resources policy, directing that “after fully funding reserves as established by policy, 50 percent of any remaining one-time-only resources will be allocated to the capitalization, or recapitalization, of major County facilities projects and/or information technology projects.” This policy refinement has limited one-time-only funds being used for recurring costs, while addressing long-term facility and information technology costs.

The fiscal year 2025 adopted budget includes approximately \$66.0 million of one-time only General Fund resources after fully funding the General Fund Reserves. The majority of these one-time only funds are used for one-time-only expenses:

Purpose	Amounts (in thousands)
Emergency Shelter Strategic Investment Expansion	\$ 17,500
Justice Center Electrical System Upgrades	3,812
New Animal Services Facility - Design Phase	3,110
Emergency Rental Assistance	3,643
Eviction Prevention	3,308
Tax Title Reserve Fund	5,000

A complete list of the uses of one-time-only funds can be found on pages 40-43 of the Budget Director’s Message in the County’s fiscal year 2025 adopted budget. The adopted budget document can be found online at: <https://www.multco.us/budget/fy-2025-adopted-budget>.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

By adopting the financial and budget policies, the Board of County Commissioners acknowledges that, to avoid financial instability, continuing requirements should be insulated from temporary fluctuations. Therefore, one of the goals of the Board of County Commissioners is to fund and maintain a reserve designated as unappropriated fund balance and set at 12 percent of budgeted “corporate” revenues (i.e., property taxes, business income taxes, and motor vehicle rental tax) of the General Fund. The reserve is to be used for periods where revenues experience significant declines or are used for non-recurring extreme emergencies such as disaster relief. Maintaining an appropriate reserve also helps the County achieve favorable bond ratings. Moody’s Investor Services currently rates the County as Aaa, and Standard & Poor’s AAA, for general obligation and for full faith and credit debt indicating that the County’s financial capacity to repay its debt obligations is very strong.

For fiscal year 2025, Multnomah County's General Fund reserve totals \$75.1 million. In order to follow best practices and strengthen reserve balances, the County set a multi-year plan to raise reserve levels from historical 10 percent to 15 percent, 12 percent in fiscal year 2025. Separate from the General Fund reserve, the County has a BIT stabilization reserve also set at 12 percent, \$19.6 million for fiscal year 2025. The BIT stabilization reserve is intended to mitigate against unexpected economic downturns in the region economy, the BIT is a very volatile resource.

Long-term financial planning: The County’s Chief Financial Officer and Budget Director work closely with the Board of County Commissioners and the Chair’s Chief Operating Officer to develop short-term and long-term financial goals and to address the financial stability of the County. The County’s Chief Financial Officer and Budget Director also meet with other local jurisdictions to confer on financial issues that either overlap or impact each entity.

Major initiatives: The County’s overall financial outlook has improved significantly since the end of the “great recession”. The regional economy continued to perform well during the pandemic (aided by the federal assistance programs), as evidenced by the fact that receipts from the Business Income Tax reached record highs in fiscal year 2022 and remain stable in fiscal year 2024. As a result of improved economic conditions, the County has been able to focus on and continue longer-term initiatives.

The County has undertaken a number of major capital project initiatives over the past few years. Among those projects are the construction of a new Health Department headquarters. The completed building of approximately 157,000 square feet with nine floors of office, clinic, and laboratory space opened in March of 2019. The modern facility greatly enhanced service delivery for County residents. The total project costs came to approximately \$95 million, which includes new building and relocation costs. The General Fund contributed \$13.4 million, Prosper Portland in the form of a grant provided \$36.4 million and the remaining costs were supported by bond proceeds from a 2017 debt issue.

The County opened a new Central Courthouse in October of 2020. The new building replaces a 100-year-old facility that was structurally obsolete. The new Central Courthouse has 17 floors, 44 courtrooms, and meets all modern standards for court operations and security. The new building has approximately 455,000 square feet of space. The total project cost came to more than \$350 million and was fully closed out in fiscal year 2024. The County partnered with the State of Oregon and many other key stakeholders to complete this project. Under legislation passed in 2013 the State of Oregon provided \$125 million toward the construction of the project. County General Fund contributed approximately \$110 million and \$90 million in bond proceeds issued in 2017. The 2015 legislature authorized surcharges on court and parking fines that will be used to support between \$25 and \$28 million of the long-term debt associated with the project.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

The County made capital improvements to Department of Community Justice East Campus that houses parole and probation services. The project consolidated four separate sites into a single County owned site campus in order to improve operational efficiency, align departmental points of services with their client base, and eliminate exposure to increasing lease rates. The project was substantially complete by the end of fiscal year 2020. The total project cost came to approximately \$14 million. The General Fund contributed \$6.7 million, proceeds from the sale of an asset provided \$1.7 million and the remaining costs were supported by bond proceeds from a 2017 debt issue.

The Burnside Bridge is deemed a lifeline route for emergencies in Portland. The bridge is not up to the current seismic standards and needs rehabilitation or replacement to ensure it can serve as a lifeline corridor in an emergency, specifically remain operational in case of a magnitude 9.0 Cascadia Subduction Zone event. The County completed a feasibility study of the bridge in November of 2018 and the results were presented to the County Board. The County established the Earthquake Ready Burnside Bridge Capital Project (EQRB). The Transportation Division completed the environmental phase (National Environmental Policy Act - NEPA) in fiscal year 2023. In September of 2019, the County issued \$16 million in debt to support the NEPA Phase. The Design and Right-of-Way Phase of the project began in fiscal year 2024 and will run through fiscal year 2026. In September 2022, the County issued \$25 million in debt to support 30 percent of Design and Right-of-Way project activities. If the County Board approves, construction would begin in second half (late) of fiscal year 2026. The total project is estimated to cost \$895 million. Funding comes from the County's vehicle registration fees (VRF). The project team is evaluating additional funding options for Construction Phase (e.g. Federal and State grant funding), but to advance project to the construction phase further financing will be required supported by vehicle registration fees. The County has been exploring project financing through Transportation Infrastructure Finance and Innovation Act (TIFIA).

In April of 2019, the County purchased the Bushong & Co Building (333 SW Park Avenue) along with adjoining parking lot to be used as a Behavioral Health Resource Center (BHRC). The facility was programmed to provide peer support services, transitional housing for homeless people with behavior health issues, and assisting people with finding housing and treatment services. The space offers laundry services and showers, food, basic healthcare, links behavioral health/treatment services, referrals to peer support, and temporary shelter/transitional housing. In May 2021, the County Board approved the construction phase of the project. The total project cost is estimated at \$28.4 million. The State of Oregon provided \$10 million in project funding and the remaining balance was funded through County General Fund. The project was substantially complete and opened on December 5, 2022, the project will be fully closed out in fiscal year 2025.

In November 2020, the voters approved two major Multnomah County ballot measures. Measure 26-211 approved a Library General Obligation Bond to expand and modernize certain library facilities and enhance library services across Multnomah County. In January 2021, the County issued general obligations bonds in the amount of \$387 million, bonds were issued with a \$50.7 million premium. The funding will support the following projects:

- Expansions and renovations to seven branch libraries: Albina, Belmont, Holgate, Midland, North Portland, Northwest, and St. Johns
- Building an East County Flagship Library
- Adding high speed internet to all libraries
- Creating a materials handling and distribution center

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

The projects will significantly increase square footage across the Multnomah County Library System, with a focus on expanding space and services in East County. Buildings will benefit from having modern systems and greater energy efficiency. Capital project activities began in fiscal year 2021 and will continue through project completion in fiscal year 2026 with some close out activities spilling into fiscal year 2027. Project is estimated to cost \$457 million when substantially complete. The project is being funded by bond proceeds, interest income, and some outside funding (e.g. Library Foundation grant).

In December of 2020, the County purchased the Arbor Lodge facility located on N. Lombard Street to be used as COVID-19 vaccination site and warming/cooling shelter for homeless individuals. The facility is now being converted to a permanent shelter that will serve up 88 unsheltered individuals in a congregate setting and another 18 individuals who will reside in individual pods. The facility will serve only adults and will include a commercial kitchen, shower and laundry services, storage, computer stations, bike parking, and outdoor space. Construction improvements on the facility began in April of 2023 and the project is scheduled to be substantially complete by early fiscal year 2025. The project (capital improvements) is estimated to cost \$9.4 million and will be funded through State grants.

The County began work on upgrading the electrical system for the Justice Center. The Justice Center located in downtown Portland, is a 16 story commercial building with two sublevels of which nine floors are operated as a detention center. The facility is co-owned with the City of Portland and private party (0.75 percent). The building's incoming electrical service, busway risers, and electrical distribution equipment are primarily from original building construction and require upgrades/replacement. From fiscal years 2023-2024 work consisted of project planning and design. The construction phase of the project started in early fiscal year 2025 with completion estimated for fiscal year 2030. The total estimated cost for the Justice Center Electrical Bus Duct System is \$29.6 million and the project will span multiple years. The City of Portland will fund 41.34 percent of total projects costs. The County will fund the remaining project balance with capital improvement fund and General Fund resources.

The County has begun to explore future developments options for a new or renovated Multnomah County Animal Services (MCAS) facility. The County is assessing options for a modern, flexible, and sustainable facility that will meet Animal Services Program needs including: a facility with greater public access, promoting health and safety of staff/visitors/animals, high-quality care to animals, and improved operational efficiencies. The project is currently in the planning and design phase, determining exact programming needs, desired square footage, location, and development options (renovation or full replacement). The project has \$3.5 million in existing funding for continued planning and design work. Preliminary total project cost estimates range from \$50-80 million excluding any potential land acquisition. Long term funding could include general fund, grant funding, and financing proceeds.

The County is making major capital renovations to the Rockwood Community Health Center. The facility was purchased in late 2022 (previously leased). The capital project includes replacing roof, upgrading HVAC system, upgrading lighting, security upgrades, and remodeling facility entrance/lobby/clinic reception areas. Design phase started in early fiscal year 2024 with construction scheduled to start in early fiscal year 2026. The project is estimated to cost \$6.5 million and is being funded by County General Fund and federal grand funding.

Three of the referenced projects use a significant portion of the County's debt capacity (as measured by its internal General Fund restrictions) for the next several years. In 2016, in recognition of this fact and in response to an internal audit report, the County initiated a Strategic Capital Planning process to identify, prioritize, and track future infrastructure investments. The planning process is an acknowledgment that

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

the County should engage in a centralized planning effort that includes not only facilities capital projects but transportation (roads and bridges) and information technology projects as well. The process was refreshed in late fiscal year 2023 by the office the Chief Operating Officer. A capital steering committee comprised of the Chief Operating Officer, Deputy Chief Operating Officer, Chief Financial Officer, Budget Director, and department heads responsible for infrastructure planning sets a multi-year capital plan approved by the Board of County Commissioners. For a complete list of fiscal year 2025 budgeted County capital projects, refer to the adopted capital budget (tab 8, pages 1-64) in the County's adopted budget document, found at: <https://www.multco.us/budget/fy-2025-adopted-budget>.

Debt issuance by the County is limited by State Statute, however, the County further limits non-voter approved debt supported by the County General Fund to an annual debt payment amount that will not exceed 5 percent of General Fund budgeted revenues. In addition, debt that is supported by other funds are limited to 5 percent of the total revenues of the supporting fund unless dedicated revenue sources are pledged for repayment of debt service. Annual debt service payments should never exceed the minimum level of General Fund reserves, providing the County with the ability to meet annual debt payment obligations in the case of severe budgetary challenges. For fiscal year 2025, the County is using an estimated 26 percent of its debt capacity supported by the General Fund. The follow table displays the internal debt limit estimate for fiscal year 2025.

FY 2025 County General Fund Debt Capacity Limit		
	As of 6/30/2024	2024-25
	Principal	Debt
	Outstanding	Service
Total Debt Subject to Financial Policy	\$218,647,953	\$23,894,539
Less Non General Fund Supported Debt		
Road Fund (Oregon Transportation Infrastructure Bank loan)	(550,580)	(291,832)
Sellwood Bridge (Series 2021 FFCO)	(72,160,000)	(8,584,173)
Burnside Bridge National Environmental Policy Act phase (Series 2019 FFCO)	(8,604,244)	(1,811,710)
Burnside Bridge Design & Right-of-Way (Series 2022 FFCO)	<u>(21,508,129)</u>	<u>(3,080,795)</u>
Total General Fund Obligation	\$115,825,000	\$10,126,029
(Less) Annual Payment From Other Sources		<u>(802,336)</u>
Net FY 2025 General Fund Obligation		\$9,323,693
REMAINING BORROWING CAPACITY		
Debt Capacity (Supported by General Government Fund Types Only)		
FY 2025 General Fund Revenues ¹	\$729,344,293	
Policy Limitation (5% of General Fund Revenues)	x 5.00%	
Maximum Debt Service per Policy	\$36,467,215	
(Less) Current General Fund Commitment		<u>(9,323,693)</u>
Annual Debt Service Payment Available	\$27,143,520	
Estimated Principal Value Available²	\$335,000,000	
¹ General Fund Revenues for this calculation do not include Beginning Working Capital		
² Estimated Principal calculated at 5.00% annual interest rate amortized over 20 years		

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

In May 2020, Metro district area voters approved the 10-year Supportive Housing Services Measure (SHSM), which established a new personal income tax on high earners and business income tax to fund supportive housing services for people experiencing homelessness or at risk of experiencing homelessness. The new tax began in January 2021. The fiscal year 2025 (fourth year of measure) SHSM budget totaled \$271.5 million (excluding \$33.3 million in contingencies and reserves). The Joint Office of Homeless Services has partnered with other County departments and community-based organizations coordinating the implementation of service needs. Tax collections distributed to Multnomah County from Metro totaled \$143.6 million and \$140.4 in fiscal years 2023 and 2024 (accrual basis). The current fiscal year 2025 revenue forecast is \$158.1 million, we expect expenditure growth to outpace revenues growth in fiscal year 2026 creating a deficit and a possible need for programmatic reductions. The Supportive Housing Services Program maintains a 10 percent reserve to buffer against economic downturns and 5 percent contingency for one-time only unanticipated emergency program expenditures.

In 2020 the voters also approved ballot measure 26-214 Preschool for All Program (PFA) that established a new and permanent personal income tax on high earners within Multnomah County to fund universal, tuition free, voluntary, and high quality preschool education for every three and four year old residing within Multnomah County. Beginning in tax year 2021, a tax of 1.5 percent was imposed on residents and non-residents earning taxable income within Multnomah County. The tax rate is applied on taxable income over \$125,000 for single filers and \$200,000 for joint filers. There is an additional tax of 1.5 percent on taxable income over \$250,000 for single filers and \$400,000 for joint filers. The PFA Program will grow over time, increasing the number of children and families that it serves each year until there is access to publicly-funded preschool to all interested families. Families were able to start applying for slots in April 2022 and the first group of preschoolers began in September of 2022. In fiscal year 2024, the PFA Program exceeded its second year goal of 1,100 seats by offering 1,400 seats at 82 different locations and is expected to grow to 2,100 seats in fiscal year 2025. The PFA Program is creating the foundation for PFA's long-term success through the development of systems, processes and partnerships necessary to increase the number of quality, inclusive, and culturally affirming preschool slots in Multnomah County. 92 percent of PFA families who responded to a 2023 survey said that they were satisfied with their experience in PFA. Additionally, 100 percent of providers surveyed said they would continue participating in PFA. In the early years of program, revenues will exceed program expenses. These funds are set aside during the early years of the PFA program implementation but will be used to offset forecasted operational deficits between fiscal years 2029-2036 as program works to reach to universality. Tax collections totaled \$187 million in fiscal year 2024, down 6 percent from fiscal year 2023 primarily resulting from a decline in capital gains income. The PFA Program maintains a 15 percent reserve to buffer against economic downturns and 10 percent contingency for one-time only unanticipated emergency program expenditures.

The County is continuing to use sound financial planning practices and financial policies to ensure existing and future fiscal challenges are met while maintaining fiscal stability. Though the current economic outlook remains stable; continued inflationary pressures, rising labor costs, prolonged periods with high interest rates, slowing housing market, declining downtown property values, and global conflicts raise concerns of slow economic growth in the coming years. As the community's social safety net provider, the County continues to prioritize essential safety net services to fully recover from the economic impacts of the pandemic.

AWARDS AND ACKNOWLEDGEMENTS

Awards: The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its annual comprehensive financial report (ACFR) for the year ended June 30, 2023. The County has received this prestigious award for 39 consecutive years. In order to be awarded a Certificate of Achievement, the County published an easily readable and efficiently organized ACFR. This report satisfied both US GAAP and applicable legal requirements.

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

Acknowledgements: The preparation of this report would not have been possible without the efficient and dedicated services of the employees in the Department of County Management who maintained the County's financial records and assisted in the preparation of this report. Special thanks are 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 Directors, County Budget Office, 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,



Eric J. Arellano
Chief Financial Officer



Cora Bell
Deputy Chief Financial Officer



Samina S. Gillum
Accounting Manager

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Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Multnomah County
Oregon**

For its Annual Comprehensive
Financial Report
for the Fiscal Year Ended

June 30, 2023

Christopher P. Morrill

Executive Director/CEO

ELECTED OFFICIALS – MULTNOMAH COUNTY OREGON



Sharon Meieran
Commissioner, District 1



Jessica Vega Pederson
County Chair



Jesse Beason
(Interim) Commissioner,
District 2



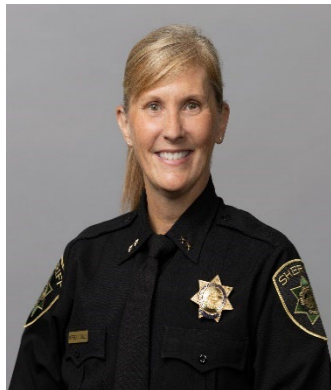
Julia Brim-Edwards
Commissioner, District 3



Lori Stegmann
Commissioner, District 4



Jennifer McGuirk
Auditor



**Nicole Morrisey
O'Donnell**
Sheriff

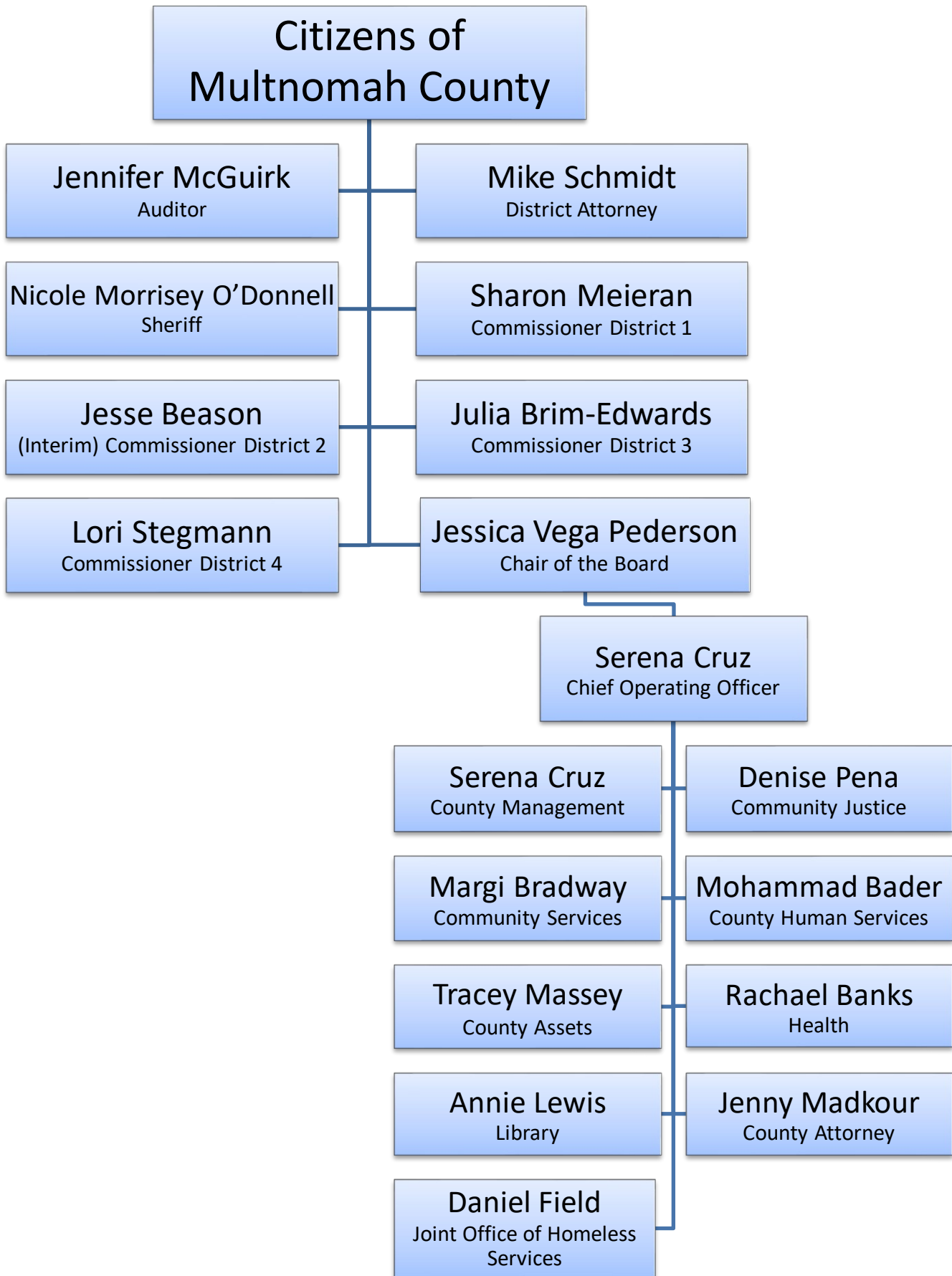


Mike Schmidt
District Attorney

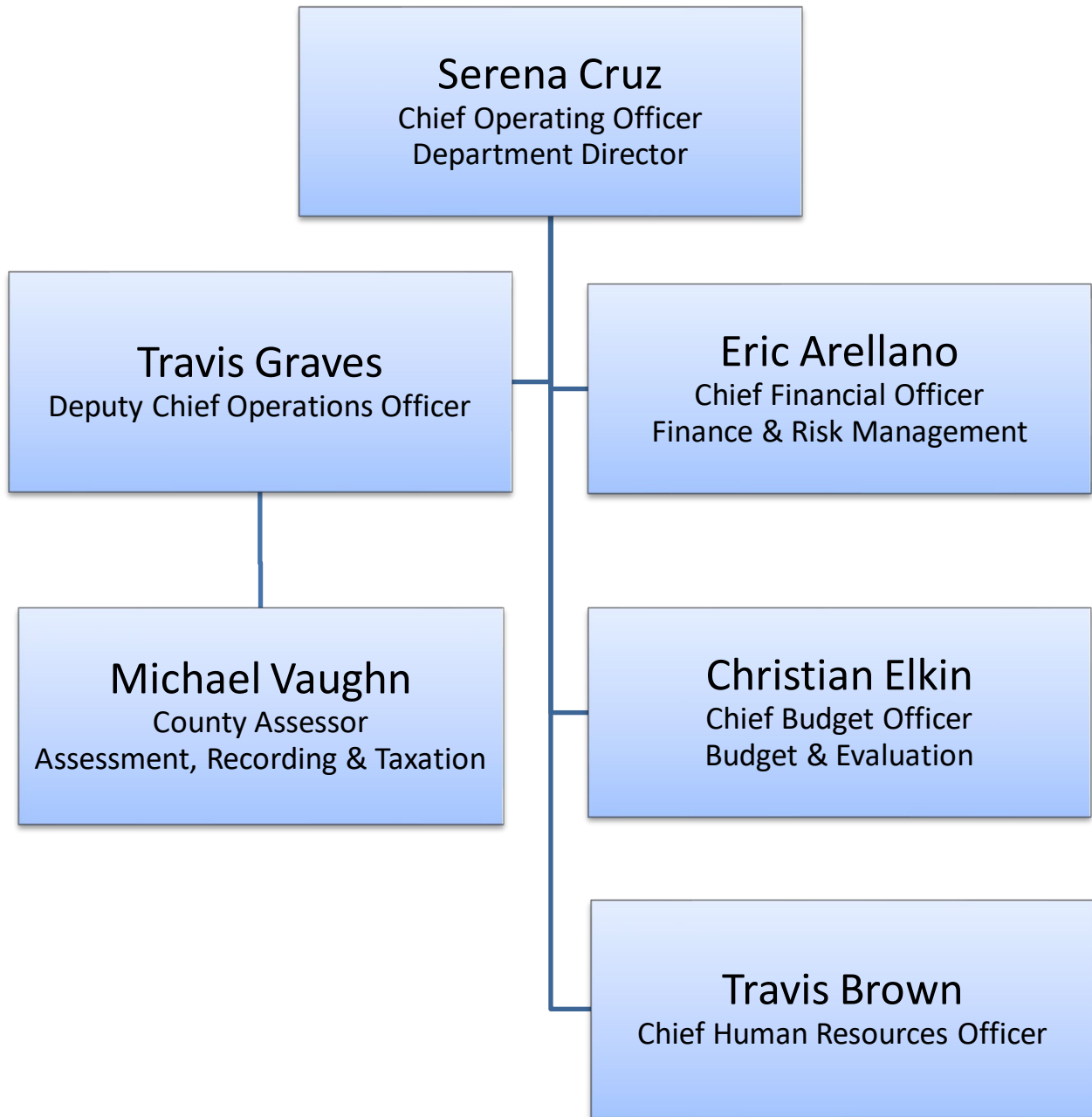
MULTNOMAH COUNTY, OREGON
For the Year Ended June 30, 2024
Principal Officers

Title	Name	Term Expires
<u>Board of County Commissioners</u>		
Chair of Board	Jessica Vega Pederson 501 SE Hawthorne Blvd, 6 th Floor Portland, OR 97214	12/31/2026
District No. 1	Sharon Meieran 501 SE Hawthorne Blvd, 6 th Floor Portland, OR 97214	12/31/2024
District No. 2	Jesse Beason (Interim) 501 SE Hawthorne Blvd, 6 th Floor Portland, OR 97214	12/31/2026
District No. 3	Julia Brim-Edwards 501 SE Hawthorne Blvd, 6 th Floor Portland, OR 97214	12/31/2024
District No. 4	Lori Stegmann 501 SE Hawthorne Blvd, 6 th Floor Portland, OR 97214	12/31/2024
<u>Other Elected Officials</u>		
County Auditor	Jennifer McGuirk 501 SE Hawthorne Blvd, 6 th Floor Portland, OR 97214	12/31/2026
County District Attorney	Mike Schmidt 1021 SW 1st Avenue Portland, OR 97204	12/31/2024
County Sheriff	Nicole Morrisey O'Donnell 501 SE Hawthorne Blvd, 3 rd Floor Portland, OR 97214	12/31/2026
<u>Other Appointed Officials</u>		
Chief Financial Officer	Eric Arellano	Not elected
Chief Operating Officer	Serena Cruz	Not elected
County Attorney	Jenny Madkour	Not elected

MULTNOMAH COUNTY, OREGON



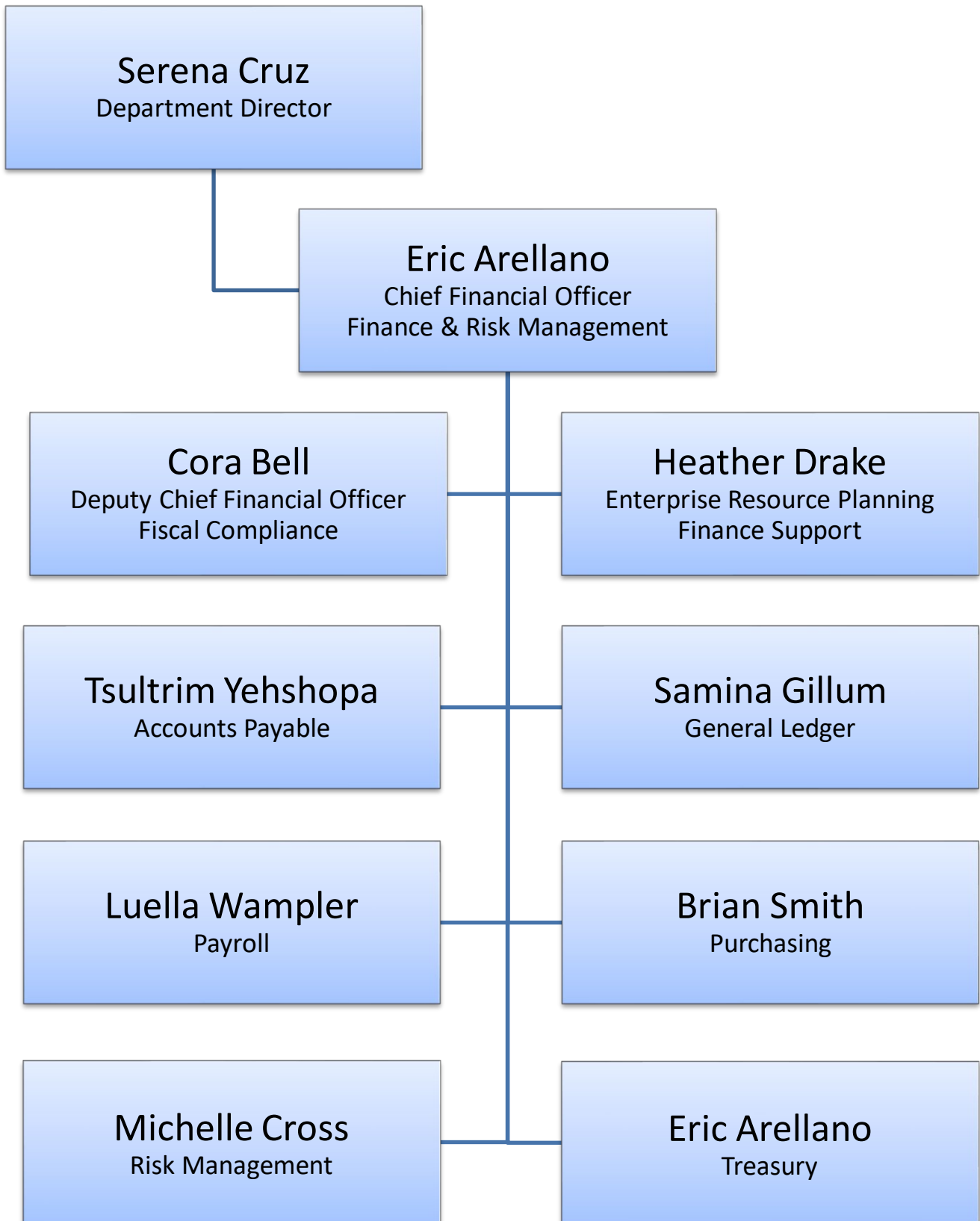
MULTNOMAH COUNTY, OREGON
Department of County Management



MULTNOMAH COUNTY, OREGON

Department of County Management

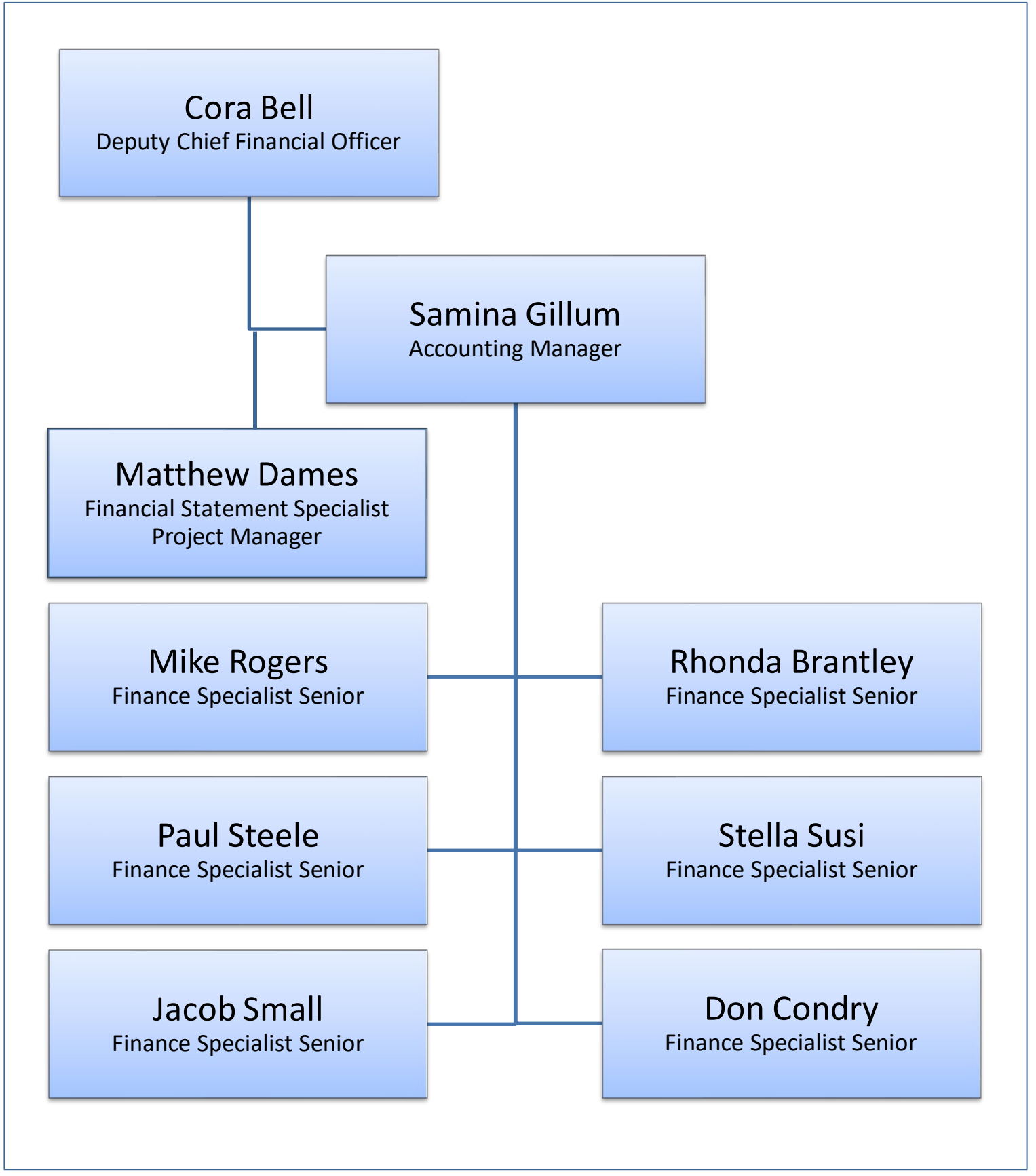
Finance & Risk Management



MULTNOMAH COUNTY, OREGON

Department of County Management

General Ledger



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FINANCIAL SECTION

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Report of Independent Auditors

The Board of Commissioners
Multnomah County, Oregon

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, Federal/State Program Fund, Supportive Housing Fund, and Preschool for All Program of Multnomah County, Oregon (Multnomah County) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Multnomah County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Multnomah County as of June 30, 2024, and the respective changes in financial position, budgetary comparisons for the General Fund, Federal/State Program Fund, Supportive Housing Fund, and Preschool for All Program Fund and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of The Library Foundation, a discretely presented component unit, which represents 100% of the assets, net position, and revenues of the discretely presented component unit of Multnomah County. Those financial statements were audited by other auditors, whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for The Library Foundation, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Multnomah County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions. The financial statements of The Library Foundation were not audited in accordance with *Government Auditing Standards*.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Multnomah County's basic financial statements. The combining and individual fund statements and schedules and other financial schedules, as listed in the table of contents, and the schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules and other financial schedules, as listed in the table of contents, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical information sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

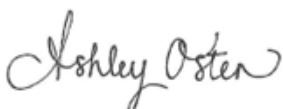
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 15, 2024, on our consideration of Multnomah County’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Multnomah County’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Multnomah County’s internal control over financial reporting and compliance.

Other Reporting Required by *Minimum Standards for Audits of Oregon Municipal Corporations*

In accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*, we have also issued our report dated November 15, 2024, on our consideration of Multnomah County’s compliance with certain provisions of laws, regulations, contracts, and grant agreements, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-010-0000 through 162-010-0330 of the *Minimum Standards for Audits of Oregon Municipal Corporations*. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



Ashley Osten, Partner for
Moss Adams LLP
Portland, Oregon
November 15, 2024

MANAGEMENT’S DISCUSSION AND ANALYSIS
 (dollar amounts expressed in thousands)

As management of Multnomah County, Oregon, we offer readers of the County’s financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2024. The information presented here should be read in conjunction with the letter of transmittal, which can be found on pages 1-19 of this report.

Financial Highlights

Multnomah County’s assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at June 30, 2024, by \$1,955,952 (*the County's net position*). Of this total, the following amounts are restricted:

Library operations	\$ 101,887
Capital projects, buildings	164,798
Various community support programs	547,545
Roads, bridges, and bike paths improvements	67,528
Document storage and retrieval	102
Debt service	5,544
Other postemployment benefits - RHIA	8,963

The largest portion of the County's net position reflects an investment of \$1,084,674 or 55.5 percent in capital assets, net of any related outstanding debt used to acquire those assets. The high percentage of investment in capital assets, in relation to total net position, is largely a result of the offsetting deficit of \$25,089 (*the County's unrestricted net position*). This deficit is primarily due to the net effect of pension related balances of \$461,011 and other post-employment benefit (OPEB) related balances of \$114,884 discussed in detail below. The amortization of deferred inflows and outflows will have a more significant effect on the variance of the net position once a full five-year amortization of these amounts is included in the financial statements.

For fiscal year 2024, the County reported \$666,266 for its proportionate share of the Oregon Public Employee Retirement System's (OPERS) net pension liability, pension related deferred outflows of resources of \$259,200, and pension related deferred inflows of resources of \$53,945. A net pension liability of \$541,251 was reported in the previous fiscal year ending June 30, 2023. Total pension expense for the fiscal year ending June 30, 2024 was \$28,185 and for the previous fiscal year ending June 30, 2023, it was a negative expense of \$34,194, which is a net increase of 182.4 percent.

For fiscal year ended June 30, 2024 the County reported a net asset of \$8,963 attributable to the OPERS Retirement Health Insurance Account (RHIA) and a total OPEB liability of \$136,788 associated with the Multnomah County Postretirement Medical and Life Insurance Plan. OPEB related deferred outflows of resources of \$23,941 and OPEB related deferred inflows of resources of \$18,911 were also reported.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Total non-depreciating capital assets (land, right-of-ways, construction in process) increased \$36,265 or by 9 percent over the prior year. Total net depreciating capital assets increased by \$53,120 or 4.8 percent from the prior fiscal year. Total net capital assets for governmental activities increased by \$88,475 or 5.9 percent, and for business-type activities, \$910 or 11.6 percent, over the prior year. Current year additions are described in the Capital Assets section.

The County implemented GASB Statement No. 100 - *Accounting Changes and Error Corrections* during the fiscal year ending June 30, 2024. The implementation required special reporting for changes to or within the financial reporting entity: the Coronavirus (COVID-19) Response Special Revenue Fund is no longer being reported as a major fund and is now reported as a nonmajor fund, and the Supportive Housing Special Revenue Fund is no longer reported as a nonmajor fund and is now reported as a major fund. There was no financial effect on the statements for these changes. For more details see Note I.D. *Changes to or with the financial reporting entity* and Note I.F. *Change in accounting principle*.

As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$1,351,884. The net change in governmental fund balances during the year was an increase of \$32,629 or 2.5 percent over fiscal year 2023. The fund balance for the General Fund decreased by \$18,943 or 9.8 percent. Major funds that had significant fund balance changes were the Preschool for All Program Special Revenue Fund (PFA), which increased by \$141,400 or 41.1 percent from the prior year, and the Multnomah County Library Capital Construction Fund which decreased by \$125,053 or 35.3 percent. Other nonmajor governmental funds reported an increase in fund balance of \$30,884. (Note that the fund balance of \$2,162 for the Coronavirus (COVID-19) Response Special Revenue Fund that is now reported with the nonmajor special revenue funds. Also, the Supportive Housing Special Revenue Fund is now being reported as a major fund, in the prior fiscal year, it was reported as a nonmajor special revenue fund.)

Fiscal year ending June 30, 2024 was the third year of the Preschool for All Program (PFA) personal income taxes. PFA personal income taxes of \$187,042 were collected, which is a decrease of \$12,436 or 6.2 percent. During the previous year, the County had collected tax payments for the initial years following the establishment of the PFA tax.

At the end of the current fiscal year, unassigned fund balance for the General Fund was \$56,423, or approximately 7.8 percent of total General Fund expenditures and 9.1 percent of total "corporate" revenues of General Fund. Corporate revenues include property taxes, business income taxes, motor vehicle rental taxes, statewide revenue sharing, and interest earnings; revenues that are available for general use and over which the Board of County Commissioners has complete discretion. This balance is consistent with the County's finance and budget policies requiring a 12 percent General Fund reserve. The decrease of \$48,944 in the unassigned fund balance is primarily the result of the increase in total current departmental expenditures of \$93,590; offset by decreases in capital outlay of \$10,616 and transfers out of \$22,734.

Property tax revenues for all funds increased by \$39,550 or 7.6 percent as a result of increased assessed value growth of 8.2 percent due mainly to the end of the City of Portland's Interstate Corridor Urban Renewal Area, which sent its assessed value above the frozen base back to the tax roll.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Other tax revenues decreased, the most significant were personal income taxes and business income taxes. Preschool for all personal income taxes decreased by \$12,436 or 6.2 percent due to a decline in capital gains income. Business income taxes decreased by \$9,300 or 5.7 percent. Previous highs were based on temporary factors related to the pandemic and were not anticipated to continue. Prior to fiscal year 2024, the 10-year average growth in business income tax collections were slightly above 10 percent. In fiscal year 2024, motor vehicle rental taxes increased by \$2,627 or 6.4 percent driven by an increase in deplaned passengers at Portland International Airport.

Overview of the Financial Statements

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

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

The *Statement of Net Position* presents information on all of the County's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *Statement of Activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, health and social services, public safety and justice, community services, libraries, and roads, bridges and bike path improvements. The business-type activities of the County include community health centers, sanitary sewer and street lighting districts, and a behavioral health managed care operation.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

The government-wide financial statements include not only the County itself (known as the *primary government*), but also the legally separate library district, legally separate sanitary sewer district and a legally separate street lighting district, for which the County is financially accountable. The statements also include a legally separate, tax-exempt foundation whose purpose is to support the County's libraries through raising, receiving, administering and disbursing funds, grants, bequests and gifts for the benefit of the County libraries (all library funds are nonmajor funds). Financial information for the three *blended component units* are each presented as separate funds with separately issued financial statements. The *discretely presented component unit* is reported separately from the financial information presented for the County itself.

The government-wide financial statements can be found on pages 53-55 of this report.

Fund financial statements: A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds: *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both *Balance Sheet - Governmental Funds* and the *Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds* provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains 37 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, the Federal/State Program Fund, the Supportive Housing Fund, the Preschool for All Program Fund, and the Multnomah County Library Capital Construction Fund, which are considered to be major governmental funds. The County is no longer required to report the Coronavirus (COVID-19) Response Fund as major fund, and therefore it is reported in with the nonmajor special revenue funds. Data from the remaining governmental funds (non-major governmental funds) are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for each fund to demonstrate compliance with this budget.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

The basic governmental fund financial statements and respective reconciliations can be found on pages 56-61 of this report.

Proprietary funds: The County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for its community health centers, sewer and lighting operations, and for behavioral health managed care services. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses *internal service funds* to account for its risk management activities, fleet operations, telephone and data processing systems, mail distribution, and facilities management operations. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide information for the community health centers, and aggregated information for the sewer district, lighting district, and the behavioral health fund. The internal service funds are also combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for each of the nonmajor proprietary and internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 66-70 of this report.

Fiduciary funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are *not* available to support County programs. The accounting used for fiduciary funds is similar to that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 71-72 of this report. The combining statement of position for fiduciary funds and combining statement of changes in fiduciary net position can be found on pages 227-230 of this report.

Notes to the financial statements: The notes provide additional information that is essential to a full understanding of the financial data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 73 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found beginning on page 157 of this report.

Required Supplementary Information (RSI): In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the County's progress in funding its pension obligations and other postemployment healthcare benefits obligations. Required supplementary information can be found on pages 152-156.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the County's financial condition. The County's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1,955,952 at the close of the most recent fiscal year.

Multnomah County's Net Position

	Governmental Activities		Business- Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Assets:						
Current and other assets	\$ 1,798,839	\$ 1,740,242	\$ 115,742	\$ 90,365	\$ 1,914,581	\$ 1,830,607
Capital assets	1,584,487	1,496,012	8,788	7,878	1,593,275	1,503,890
Total assets	<u>3,383,326</u>	<u>3,236,254</u>	<u>124,530</u>	<u>98,243</u>	<u>3,507,856</u>	<u>3,334,497</u>
Deferred outflows of resources	<u>252,202</u>	<u>265,934</u>	<u>30,939</u>	<u>31,007</u>	<u>283,141</u>	<u>296,941</u>
Liabilities:						
Current liabilities	416,062	404,348	14,418	8,981	430,480	413,329
Noncurrent liabilities	1,234,441	1,191,609	89,351	71,958	1,323,792	1,263,567
Total liabilities	<u>1,650,503</u>	<u>1,595,957</u>	<u>103,769</u>	<u>80,939</u>	<u>1,754,272</u>	<u>1,676,896</u>
Deferred inflows of resources	<u>72,789</u>	<u>184,447</u>	<u>7,984</u>	<u>20,547</u>	<u>80,773</u>	<u>204,994</u>
Net position:						
Net investment in capital assets	1,075,886	1,215,702	8,788	7,876	1,084,674	1,223,578
Restricted for:						
Library operations	101,887	81,807	-	-	101,887	81,807
Capital projects	164,798	361,618	-	-	164,798	361,618
Community support programs	547,545	454,396	-	-	547,545	454,396
Roads, bridges, and bike path improvements	67,528	68,533	-	-	67,528	68,533
Document storage and retrieval	102	154	-	-	102	154
Debt service	5,544	2,906	-	-	5,544	2,906
OPEB - RHIA	7,985	-	978	-	8,963	-
Unrestricted surplus (deficit)	(59,039)	(463,332)	33,950	19,888	(25,089)	(443,444)
Total net position	<u>\$ 1,912,236</u>	<u>\$ 1,721,784</u>	<u>\$ 43,716</u>	<u>\$ 27,764</u>	<u>\$ 1,955,952</u>	<u>\$ 1,749,548</u>

The largest portion of the County's net position reflects investment in capital assets (land, construction in progress, buildings, improvements, machinery and equipment, bridges, infrastructure, and intangible assets), net of accumulated depreciation and amortization, and the outstanding debt used to acquire the assets in the amount of \$1,084,674 as compared to \$1,223,578 from the previous year.

The County uses these capital assets to provide services to its residents; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

The County's restricted net position is \$896,367 as compared to \$969,414 a year ago. Restricted net position decreased for building capital projects by \$196,820, most of which is attributed to expenses for library construction projects and a reduction of the associated general obligation bond debt. Restricted net position increased for library operations by \$20,080, primarily due to increased tax revenue, intergovernmental grant revenue and interest earnings; additionally, library service expenditures declined due to temporary closures during construction. Community support programs increased by \$93,149 as a result of the Preschool for All (PFA) and Metro Supportive Housing Services (MSHS) program funds.

The remaining balance, unrestricted net position, is a net deficit of \$25,089, which improved from a net deficit of \$443,444 from the prior year. This is due to the net effect of pension and other postemployment benefits (OPEB) related balances on the *Statement of Net Position*, \$461,011 and \$114,884 respectively.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Below is a summary of the County's changes in net position for fiscal years 2024 and 2023.

Multnomah County's Change in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2024	2023, Restated	2024	2023	2024	2023, Restated
Revenues:						
Program revenues:						
Charges for services	\$ 202,174	\$ 205,643 *	\$ 188,493	\$ 181,773	\$ 390,667	\$ 387,416
Operating grants and contributions	1,024,393	1,035,166	-	-	1,024,393	1,035,166
Capital grants and contributions	62	192	148	-	210	192
Total program revenues	<u>1,226,629</u>	<u>1,241,001</u>	<u>188,641</u>	<u>181,773</u>	<u>1,415,270</u>	<u>1,422,774</u>
General revenues:						
Taxes:						
Property	563,236	523,686	1,983	1,892	565,219	525,578
Personal income	187,042	199,478	-	-	187,042	199,478
Business income	152,700	162,000	-	-	152,700	162,000
Other	82,607	80,924	-	-	82,607	80,924
Payments in lieu of taxes	402	360	-	-	402	360
State government shared revenues	13,400	13,214	-	-	13,400	13,214
Grants and contributions not restricted to specific programs	2	4	-	-	2	4
Interest and investment earnings	78,573	26,295	3,083	1,321	81,656	27,616
Miscellaneous	-	7,133	-	-	-	7,133
Total general revenues	<u>1,077,962</u>	<u>1,013,094</u>	<u>5,066</u>	<u>3,213</u>	<u>1,083,028</u>	<u>1,016,307</u>
Total revenues	<u>2,304,591</u>	<u>2,254,095</u>	<u>193,707</u>	<u>184,986</u>	<u>2,498,298</u>	<u>2,439,081</u>
Expenses:						
General government	410,737	388,749 *	-	-	410,737	388,749
Health services	206,303	186,093 *	-	-	206,303	186,093
Social services	860,542	748,400 *	-	-	860,542	748,400
Public safety and justice	299,320	259,597 *	-	-	299,320	259,597
Community services	127,902	95,333 *	-	-	127,902	95,333
Library services	109,929	77,063 *	-	-	109,929	77,063
Roads, bridges, and bike path improvements	62,961	62,299 *	-	-	62,961	62,299
Interest on long-term debt	36,445	35,448	-	-	36,445	35,448
Health department FQHC	-	-	175,467	154,447	175,467	154,447
Dunthorpe-Riverdale Service District No. 1	-	-	834	790	834	790
Mid-Multnomah County Street Lighting Service District No. 14	-	-	452	381	452	381
Behavioral Health Managed Care	-	-	1,002	2,211	1,002	2,211
Total expenses	<u>2,114,139</u>	<u>1,852,982</u>	<u>177,755</u>	<u>157,829</u>	<u>2,291,894</u>	<u>2,010,811</u>
Increase in net position	190,452	401,113	15,952	27,157	206,404	428,270
Beginning net position	1,721,784	1,320,671	27,764	607	1,749,548	1,321,278
Ending net position	<u>\$ 1,912,236</u>	<u>\$ 1,721,784</u>	<u>\$ 43,716</u>	<u>\$ 27,764</u>	<u>\$ 1,955,952</u>	<u>\$ 1,749,548</u>

* Revenue from charges for services and expenses from fiscal year 2023 were adjusted in fiscal year 2024. The decreases in both revenue and expenses offset each other, resulting in no net change.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Governmental activities. Governmental activities increased the County's net position by \$190,452; listed are noteworthy reasons for the change from prior year:

Total program revenues decreased \$14,372 or 1.2 percent from the prior year:

- Operating grants and contributions decreased by \$10,773 or 1 percent, from the prior year and are primarily from net increases in social services, a decrease in roads, bridges and bike path improvements, public safety, and in health services:
 - ◆ The increase in overall social services of \$7,428, which was 0.9 percent over the prior year, several programs had large increases and others with large decreases.
 - Significant increases:
 - The eXPRS program, which is a significant part of the Developmental Disability Program, has increased \$46,339 from the prior year.
 - The Joint Office of Homeless Services had an increase of \$25,378 in the Federal/State Program Fund.
 - Intergovernmental revenues for the Department of Human Services increased by \$24,509 in the Federal/State Program fund.
 - Significant decreases:
 - Coronavirus (COVID-19) intergovernmental revenues decreased by \$74,814 or 59.9 percent as the programs wind down.
 - Intergovernmental revenues for the Joint Office of Homeless Services Capital Fund decreased by \$8,614 from the prior year.
 - Metro Supportive Housing Services (MSHS) intergovernmental revenues for housing services are reported in the Supportive Housing Fund, which decreased by \$5,776 from the prior year.
 - ◆ Operating grants and contributions for Roads, bridges and bike path improvements decreased by 12.8 percent or \$8,703, primarily due to the funding for the Morrison Paint Project in the prior year.
 - ◆ Public safety showed a decrease of \$6,155 for operating grants and contributions, most of which was for intergovernmental revenues received directly from the State of Oregon. The State of Oregon Department of Corrections funding in the FY23-25 biennium for Senate Bill 1145 was reduced for both the Department of Community Justice and the Multnomah County Sheriff's Office.
 - ◆ Health services also showed a decrease of \$2,986 for operating grants and contributions. This is primarily due to one-time funding of \$10,000 received in the previous fiscal year 2023 from the State of Oregon revenue bonds grant. This was used for the Behavioral Health Resource Center Capital Fund.
- Total fines, fees and charges for services revenue had decrease of \$ 3,469 or 1.7 percent from the prior year.

During fiscal year 2023, there was a misclassification of revenues from fines, fees and charges for services and a misclassification of expenses on the Statement of Activities that related to internal service funds. The misclassification of revenues and expenses netted to zero, resulting in no change to the prior year ending fund balance or prior year net position.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Total expenses increased by \$261,157 or 14.1 percent from the prior year for every activity:

<u>Governmental Activities</u>	<u>Increases</u>	<u>Percentage</u>
General government	\$ 21,988	5.7%
Health services	20,210	10.9%
Social services	112,142	15.0%
Public safety and justice	39,723	15.3%
Community services	32,569	34.2%
Library services	32,866	42.6%
Roads, bridges, and bike path improvements	662	1.1%
Interest on long-term debt	997	2.8%
Total change	<u>\$ 261,157</u>	

Personnel costs across all areas for pay increases, pension costs, and other postemployment benefits accounted for an increase of \$47,923 or 10 percent from the prior year. Additionally, social services increased professional services expenses by \$26,613 and pass through and program support expenses by \$67,899; community services increased pass through and program support expenses by \$29,016; and library services increased professional services expenses by \$15,772 and expenses for library books and materials by \$17,157.

Tax revenues grew by \$19,497 or 2 percent in the aggregate from fiscal year 2023, though collections of property taxes and motor vehicle rental taxes increased, personal income taxes, business income taxes, and other selective excise and use taxes decreased slightly. The overall increase in tax revenues reflects the region's improving economy.

- Property tax revenues for all funds, increased by \$39,550 or 7.6 percent as a result of increased assessed value growth of 8.2 percent due mainly to the end of the City of Portland's Interstate Corridor Urban Renewal Area, which sent its assessed value above the frozen base back to the tax roll.
- The Multnomah County Preschool for All (PFA) tax was approved by the voters in 2020 and became effective January 1, 2021. The PFA personal income tax is 1.5 percent on taxable income above \$125 for individual filers and \$200 for those filing jointly, and an additional 1.5 percent on taxable income over \$250 for individuals and \$400 for those filing jointly. During the fiscal year ended June 30, 2024, \$187,042 of personal income taxes were collected, which is a decrease of \$12,436 or 6.2 percent over the prior year due to a decline in capital gains income.
- Business income taxes (BIT) decreased by \$9,300 or 5.7 percent. Corporate profits slightly declined nationally for the tax year 2022 after record highs the year before. Previous highs were based on temporary factors related to the pandemic and were not anticipated to continue. Prior to fiscal year 2024, the 10-year average growth in business income tax collections were slightly above 10 percent.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

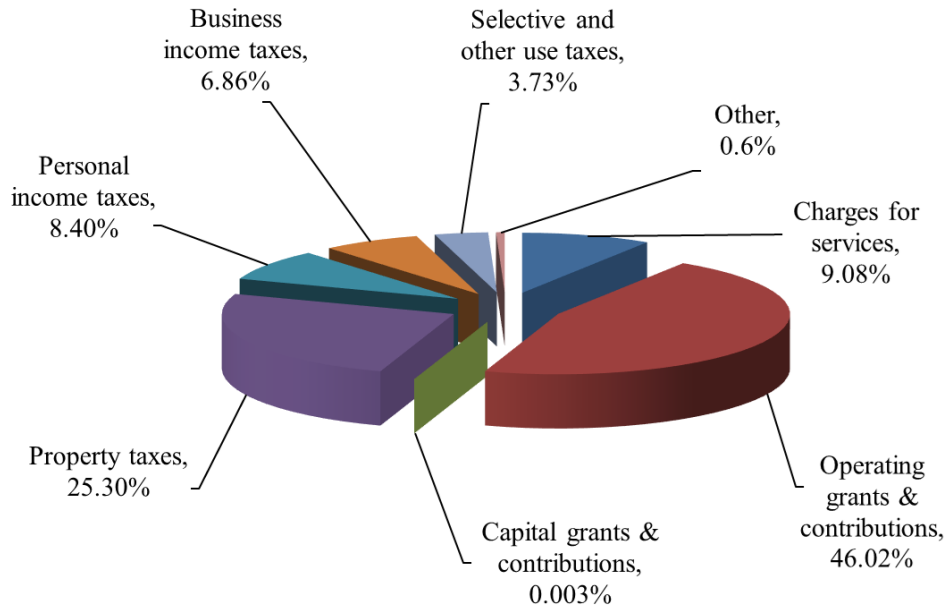
- Other selective excise and use taxes increased by \$1,683 or 2.1 percent. Other selective excise and use taxes include motor vehicle rental taxes (MVRT), transient lodging taxes (TLT), county gasoline taxes, and heavy equipment rental taxes (HERT). MVRT increased \$2,627 or 6.4 percent over last year driven by an increase in deplaned passengers at Portland International Airport. All other taxes decreased slightly.

The unrealized loss on investments decreased by \$23,408 in fiscal year 2024 to an accumulated unrealized loss of \$23,588. Interest earnings increased by \$25,432 from the prior fiscal year. This is attributed to a much higher interest rate environment in fiscal year 2024. The County's largest source of cash assets are received during property tax season in November resulting in many investments being made at higher interest rates. The one year US Treasury was 4.6 percent on November 15, 2022 compared to 5.27 percent on November 15, 2023. Operating fund balances, which exceed the County's current year liquidity needs, have matured and were reinvested at much higher rates, resulting in a 49.8 percent decrease in accumulated unrealized losses. As a general best practice, the County holds investments to maturity and does not sell investments at losses. During fiscal year 2024, the County did not sell any investments at a loss.

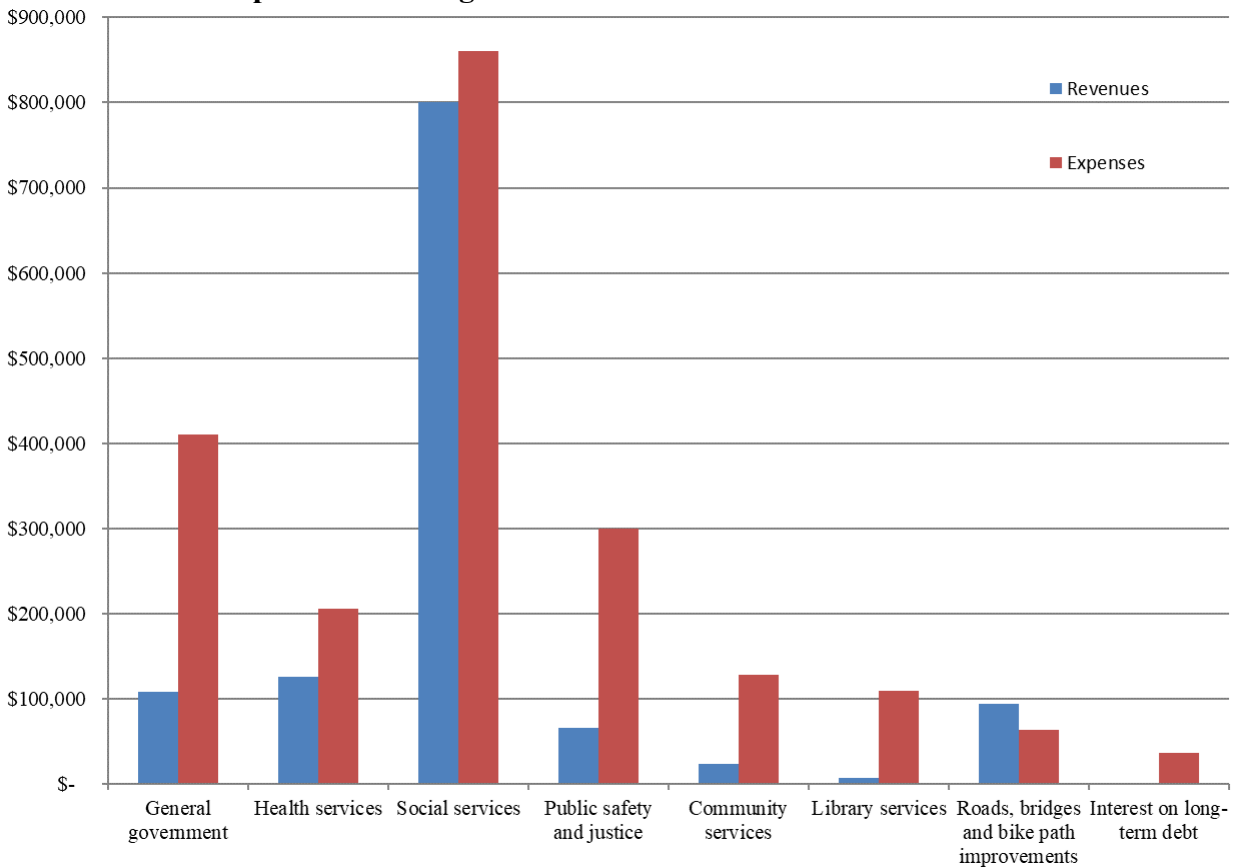
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

The following graphs show the County's Governmental Activities revenues by source and expenses by program area. The interest and investment earnings are excluded from these graphs.

Revenues by Source - Governmental Activities



Expenses and Program Revenues - Governmental Activities



MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Business-type activities. Business-type activities increased the County's net position by \$15,952, which is mostly attributed to the increase in net position of \$12,804 in the Health Department FQHC Fund.

The Health Department FQHC Fund, is a major fund used to segregate the activities for Federally Qualified Health Centers (FQHC). This fund had total revenues of \$188,271, an increase of \$6,822 from the prior year, which was for fees, fines and charges for services. Expenses were \$175,467, an increase of \$21,020 from the prior year. Of this amount, there were increases in of \$12,155 for personnel expenses, \$6,116 in expenses for pharmaceuticals, and \$3,133 for professional services, offset by decreases for other costs of sales and services. The Health Department FQHC Fund reported a positive net position of \$32,946, as compared to \$17,265 from the previous year.

Financial Analysis of the Government's Funds

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

Governmental funds: The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

Other restricted resources include grant programs, improvements to roads or bike paths, various community support or future debt service. The remainder of fund balance is either *committed* for resources constrained on use by the Board of County Commissioners via a County Ordinance or Board resolution or is *nonspendable* to indicate that it is not available for discretionary spending because it has already been dedicated to prepaid items and inventories. Additional information on the County's fund balances can be found in *Note III.H. Fund balances, governmental funds* of this report.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance was \$56,423 in the General Fund or approximately 32.5 percent of the total fund balance of \$173,782. As a measure of the General Fund's liquidity, it may be useful to compare fund balance to total General Fund expenditures of \$723,657. Unassigned fund balance of the General Fund represents 7.8 percent of total General Fund expenditures. The fund balance of the County's General Fund decreased by \$18,943 or 9.8 percent from the prior fiscal year.

Revenues were \$65,032 or 9.9 percent more than the prior year. Investment gain increased by \$33,322 or 336.1 percent, interest earnings increased by \$1,507, and tax revenues increased by \$22,846 or by 4.1 percent. The substantial increases in investment gains and interest is discussed in the Governmental activities section earlier.

Expenditures were \$83,542 or 13.1 percent more than the prior year. Increase in expenditures are primarily the result of filling permanent positions that were vacant in the previous year. Expenditures increased for: social services by \$41,502, public safety by \$27,197, general government by \$16,039, and health services by \$8,852. Capital outlay expenditures decreased by \$10,616.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

The Federal/State Program Special Revenue Fund has a total fund balance of \$14,282, of which only \$86 is nonspendable due to balances reported for prepaid items. The restricted balance of \$14,196 includes grants and other amounts received in advance that are restricted to specific purposes by external parties. In general, federal revenues are closely matched with federal expenditures. The fund balance of the Federal/State Program Fund increased \$5,077.

Intergovernmental revenues increased by \$92,607 or 14 percent, which is largely attributed to the increased revenues of \$46,339 for the eXPRS program, a significant part of the Developmental Disability Program. Additionally, state intergovernmental revenues increased by \$24,424, federal intergovernmental revenues increased by \$13,884, and other governmental revenues increased by \$7,966.

The most significant increase in expenditures was for social services, which increased by \$89,030 or 17.3 percent over the prior fiscal year, of which \$46,339 was for state payments to County service providers. Personnel expenditures increased by \$11,880, and other expenditure increases were among various other programs.

The Supportive Housing Special Revenue Fund has a total fund balance of \$128,260 at the end of the fiscal year June 30, 2024, only a slight decrease of \$736 or 0.6 percent from the prior year.

This fund had revenues of \$145,140 a decrease from the prior year of \$4,537 or 3 percent. Expenditures of \$145,376 were reported for this fund, which increased by \$59,890 or 70.1 percent from the prior year. This was primarily the result of funds received in the prior year that were spent during this fiscal year. Multiple entities received pass through funding to provide services on behalf of the County.

The Preschool for All Program Special Revenue Fund has a total fund balance of \$485,407 at the end of fiscal year June 30, 2024, which is an increase of \$141,400 from the prior year. This is attributed to new Multnomah County Preschool for All tax revenues of \$187,042, which decreased from the prior year by \$12,436 or 6.2 percent. This tax was approved in 2020 by voters, the rising fund balance during the early years of program ramp up will be used to offset forecasted operational deficits between fiscal years 2029-2036 as the program reaches preschool universality. Per internal board policy the fund maintains a restricted reserve of 15 percent to guard against economic downturns and a 10 percent contingency for one-time only unanticipated emergency program expenditures.

This fund had community services expenses of \$60,007, which is an increase of \$29,824 or 98.8 percent, over the prior year. This increase is in proportion with the increase in Preschool of All slots from approximately 700 in the prior year to approximately 1,400 (at 82 different locations) in the current year. This program will continue to add new facilities in the coming year.

The Multnomah County Library Capital Construction Project Fund, a capital project fund, had a total fund balance of \$229,219, which is a reduction of \$125,053 or 35.3 percent from the prior year. This is due to current year library services expenditures of \$129,793 offset slightly by interest earnings.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Proprietary funds: The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. This fund accounts for revenues and expenditures for the County's Community Health Centers Program. The Community Health Centers are patient governed organizations that provide comprehensive primary care and preventative care, including physical health, oral health, and mental health/substances abuse services. The primary source of revenue is the Consolidated Health Centers 330 grant, medical fees (e.g. Medicaid and Medicare), third party reimbursements, and other State and local program income. All program income is restricted to uses that further the objectives of the Community Health Centers. The total change in net position for all enterprise funds was an increase of \$15,952.

The Health Department FQHC Fund reported a positive unrestricted net position of \$30,106, investment in capital assets of \$1,869, and restricted net position \$971, for a total net position of \$32,946. The restricted net position represents the net other postemployment benefits asset.

Other factors concerning the finances of the enterprise funds has been addressed in the discussion of the County's business-type activities.

General Fund Budgetary Highlights

The adjustments necessary to bring the expenditure budget into agreement with the revised revenue budget account for some of the differences between the original General Fund budget and the final adopted budget. Final budgeted revenues increased by \$674 and final budgeted expenditures decreased by \$3,651 from the adopted budget.

The following are noteworthy changes from the original adopted budget to the final budget in the General Fund:

- Contingency modifications accounted for increases in budgeted expenditures that not were not anticipated at the time the budget was adopted and/or were not accompanied by increased revenues. Contingency may be used only when approved by the Board for a specific purpose and department. There was no effect on the ending General Fund budgetary fund balance as a result of these budget amendments. Contingency was reduced by \$9,621 from the original to the final budget. Significant contingency modifications increased appropriations for the following:
 - Due to lower State of Oregon, Department of Corrections Senate Bill 1145 funding in the FY23-25 biennium, the following departments received contingency funds to restore this shortfall:
 - ◆ Multnomah County Sheriff's Office increased by \$3,391. These dollars fund corrections deputies, corrections counselors, and a records technician which ensure that 219 jail beds remain in operation and the supportive services to adults in custody continue.
 - ◆ Department of Community Justice increased by \$2,912. These dollars fund parole and probation staff and supportive services
 - ◆ Nondepartmental increased by \$15 for the Local Public Safety Coordinating County (LPSCC).

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

- Joint Office of Homeless Services increased by \$1,500 for emergency funds for the Bybee Lakes Hope Center to support services for homelessness. Services include navigation, low-barrier emergency shelter, Street Outreach Services, and transitional housing through a long-term reentry plan

The General Fund, for the most part, did not have significant variances between actual revenues and the budget. The most noteworthy revenue variance from the final budget to actual is interest revenue, which was budgeted at \$1,680 and actual revenue was \$12,145. Due to increases in interest rates, earnings were better than estimated by \$10,465. See further discussion on interest rates in the Governmental activities section.

The following are noteworthy variances from the final budget to actual amounts in the General Fund expenditures:

- Actual Department of Community Justice (DCJ) expenditures were \$8,199 or 9.1 percent less than budgeted; notably \$6,470 for personnel expenditures, \$1,574 for contractual services:
 - Hiring and retention continues to be a challenge across the public and private sectors for a myriad of reasons: 1) the COVID-19 pandemic slowed hiring abilities, particularly for work that necessitates being onsite; 2) reduced qualified applicant pool, particularly for 24/7 operations (juvenile detention and adult recognizance); and 3) the civil servant hiring process takes time, and public safety hiring process includes additional background check requirements.

The contracted service providers are experiencing similar hiring and retention issues, along with decreases in referrals and billing due to several factors: 1) community-based organizations struggle to compete with higher wage jobs offered by the County and in other professions; 2) the COVID-19 pandemic slowed overall case processing in the public safety system, resulting in fewer individuals accessing services connected with DCJ contracts; and 3) providers are reporting challenges in addressing the needs of higher acuity individuals including increased mental health and substance abuse challenges, chronic homelessness, and lack of system coordination ability.

- Actual Health Department expenditures were \$9,748 or 7 percent less than budgeted, which was primarily pass through and program support.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Capital Assets and Debt Administration

Capital assets. The County's total capital assets for its governmental and business-type activities as of June 30, 2024, amounts to \$1,593,275 (net of accumulated depreciation and amortization). This investment in capital assets includes land, right of ways, construction in progress, buildings and improvements, machinery and equipment, purchased software, subscription-based information technology arrangements, leases, roads and bridges, sewer and street lighting systems, motor vehicles, and works of art. The total overall change in the capital assets for the current fiscal year was an increase of \$89,385 or approximately 5.9 percent.

The significant changes in capital assets is attributed to net increases in: construction in progress for \$34,097, buildings for \$42,655 and infrastructure for \$18,656, offset by a decrease of \$11,326 in bridges for depreciation.

The largest increase to construction in progress for the fiscal year ending June 30, 2024 was \$86,092 for various library projects in the Multnomah County Library Construction Fund. Other significant increases were \$12,205 for the Burnside Bridge, \$4,181 for other Willamette River bridges, \$6,879 for road projects, and \$5,399 for the Arbor Lodge Shelter renovation project.

Three library properties were capitalized from construction in progress to buildings during the fiscal year ending June 30, 2024: the Library Operations Center for \$42,285, the Holgate Library for \$20,799, and the Albina Annex building for \$248. Library properties that were disposed of include \$3,908 for the Isom Building, \$297 for the Title Wave Bookstore.

Total road infrastructure projects of \$20,366 were capitalized and include: \$9,199 for the NE 238th-242nd Drive project, \$7,523 for the Arata Road project from 223rd-238th, and \$2,542 for the Latourell Creek Road bridge project.

The library installed automated material handling units of \$1,197 which were transferred from construction in progress.

Machinery and equipment, net of accumulated depreciation increased by \$4,652. Most notable of the increases include: \$7,797 for library books, \$1,373 for equipment for the Multnomah County Library Capital Construction Fund for books and \$2,002 for heavy equipment, and \$2,173 for the Fleet Asset Replacement Fund, most of which is for heavy equipment.

Intangible assets are considered right-of-use assets, and include: purchased software, leases, and subscription-based information technology improvements (SBITAs). Intangible assets, net of accumulated amortization, decreased \$2,305 over the prior year; right-of-use leased assets increased by \$3,801, however, software and right-of-use subscription-based technology improvements decreased by \$3,723 and \$2,383 respectively. The County entered into three new lease agreements and six new SBITA agreements.

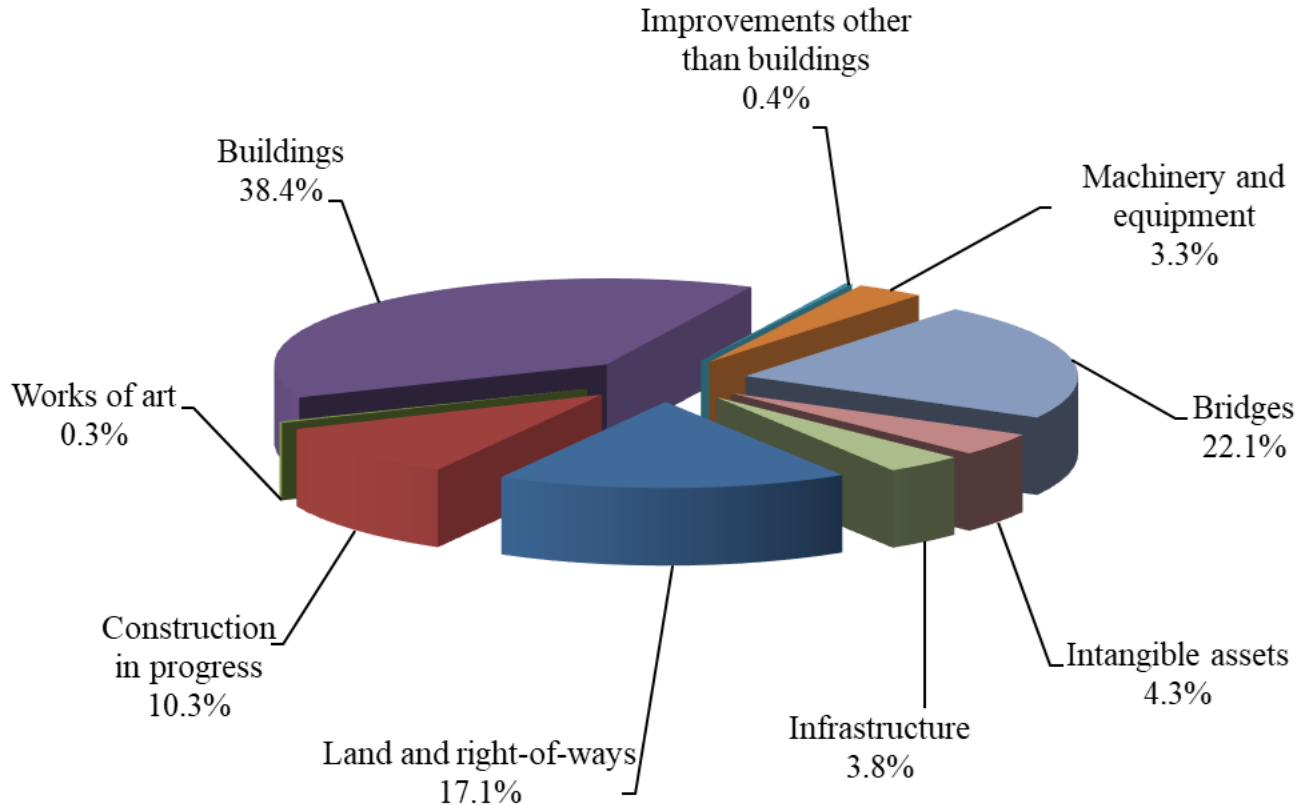
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Multnomah County's Capital Assets
(net of accumulated depreciation or amortization, where applicable)

	Governmental Activities		Business- Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land and right of ways	\$ 271,917	\$ 269,709	\$ -	\$ -	\$ 271,917	\$ 269,709
Construction in process	161,293	127,799	2,164	1,561	163,457	129,360
Works of art	4,431	4,471	-	-	4,431	4,471
Buildings	611,944	569,246	1,286	1,329	613,230	570,575
Improvements other than buildings	903	355	4,753	4,513	5,656	4,868
Machinery & equipment	52,654	48,112	585	475	53,239	48,587
Bridges	352,293	363,619	-	-	352,293	363,619
Intangible assets, depreciating	68,549	70,854	-	-	68,549	70,854
Infrastructure	60,503	41,847	-	-	60,503	41,847
Total capital assets	\$ 1,584,487	\$ 1,496,012	\$ 8,788	\$ 7,878	\$ 1,593,275	\$ 1,503,890

The following chart indicates the County's capital assets as of June 30, 2024. Additional information on the County's capital assets can be found in *Note III.F. Capital assets* of this report.

Total Capital Assets, Net of Depreciation and Amortization



MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Long-term debt. At the end of the current fiscal year, the County had total debt outstanding of \$542,932, net of premiums. Of this amount, \$261,090 represents the liability for general obligation bonds and \$25,331 for associated premiums; \$245,196 for the liability for full faith and credit bonds and \$9,199 for the associated premiums; and \$2,116 in loan obligations. Full faith and credit bonds are obligations that pledge the full faith and credit of the County. Only governmental activities held long-term debt during fiscal year 2024.

Multnomah County's Outstanding Debt

	Governmental Activities	
	2024	2023
Full faith and credit bonds	\$ 254,395	\$ 283,590
General obligation bonds	286,421	337,923
Loans	2,116	2,392
Total outstanding debt	\$ 542,932	\$ 623,905

The County's total debt decreased by \$80,973 or approximately 13 percent during the current fiscal year. The net decrease is attributable to principal payments made on prior bonds issues.

The County maintains an Aaa rating with a stable outlook from Moody's for general obligation debt and full faith and credit bonds. Similarly, Standard & Poor's rated the County's both general obligation and full faith and credit bonds as AAA.

State statutes limit the amount of general obligation debt a governmental entity may issue to two percent of the real market value of all taxable property within the government's boundaries. The current debt limitation for the County for general obligation debt is \$3,952,447, which is in excess of the County's outstanding general obligation debt.

State statutes also limit the amount of full faith and credit obligations to one percent of the real market value of all taxable property within the government's boundaries. The current debt limitation for the County for full faith and credit obligations is \$1,888,671 which is in excess of the County's outstanding full faith and credit debt. In addition, the County maintains an internal board policy that limits General Fund supported full faith and credit annual debt payments to no more than 5 percent of budgeted corporate General Fund revenues. This limit is much more restrictive than provided in statute. In fiscal year 2024, the County is estimated to use about 26 percent of internal policy debt limit.

Additional information on the County's long-term liabilities can be found in *Note III.G. Long-term debt* of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Key Economic Factors and Budget Information for Next Year

The unemployment rate for the Portland-Vancouver-Beaverton PMSA (Primary Metropolitan Statistical Area) at the close of the fiscal year had increased to 3.9 percent. The unemployment rate was similar for the State of Oregon and the United States with both at 4.1 percent. This is a significant decrease from 2020, when the unemployment rate exceeded 11 percent, and from 2021, when unemployment exceeded 5 percent.

Property tax revenues are the single largest source of revenue in the General Fund and account for approximately 66 percent of ongoing revenues. General Fund growth is particularly sensitive to taxable value growth and compression. Property tax revenues are limited by state statute. Assessed value can generally not grow by more than 3 percent, although new construction can increase value growth above this limit. Property tax revenue is forecast to grow by 3.2 percent in 2025. A slowing in new developments and a decline in property values downtown is decreasing assessed value growth and increasing compression. Most of this assessed value decline is being offset by City of Portland Interstate Corridor URA returning to tax rolls in fiscal year 2025.

The forecast for fiscal year 2025, assumes the economy will remain stable but growing inflationary pressures in the economy will most likely slow the economy in 2026. Business income tax (BIT) collections totaled \$152,700 in fiscal year 2024, down 5.7 percent. This is attributed to a slight decline in corporate profit from historical highs in 2022 and 2023. The County is forecasting BIT collections to increase by 6.7 percent in fiscal year 2025 with corporate profits increasingly driven by continued strength in consumer spending. The BIT average growth is forecasted to exceed 5 percent from 2026 through 2028. The BIT is highly sensitive to economic conditions and has historically been a volatile revenue source. The fiscal year 2025 budget includes a reserve equal to 12 percent of budgeted BIT revenues to guard against year over year volatility.

Health care transformation and the expansion of Medicaid continue to drive growth in the County's Health Department. The County is a founding member of Health Share, a Coordinated Care Organization (CCO) that establishes rates paid to support Medicaid programs throughout Oregon.

The County's primary cost drivers are, like most governmental organizations, related to personnel. Expenditures for employee salaries are forecast to grow by slightly more than 8.7 percent in fiscal year 2025. Wages are established in labor contracts and wage growth is based on the change in the consumer price index (CPI). The CPI indicates the strength of the regional economy. Inflation remains a concern as supply chain issues have caused supply shortages and the labor markets have tightened with employers struggling to fill vacancies. The forecast assumes inflation will continue to grow, but it has slowed substantially and it is anticipated it will return to normal levels in the long run.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

The County has taken a conservative approach to its pension liability and has taken proactive steps to limit rate increases established by the Oregon Public Employees Retirement System (OPERS). Accumulated reserves have been used to fund four "side accounts" totaling \$125,000 with OPERS. When fully amortized, these side accounts will reduce the OPERS rate by an estimated 3.5 percent of payroll and will help the County mitigate future rate increases. During fiscal year 2020, the County participated in the OPERS Employer Incentive Fund match program created by Senate Bill 1049. The County received a match on one side account totaling \$6,250; the County participated again during fiscal year 2023 and received another match for \$6,250. In January 2021, the Oregon PERS Board reduced the assumed earnings rate from 7.2 percent to 6.9 percent, and continues at 6.9 percent.

In recent years, Multnomah County has been able to tackle some long-term capital needs. The County's capital budget funds improvements and construction of County-owned buildings, roads, Willamette River bridges, and major information technology systems. The fiscal year 2025 includes \$491.4 million for capital projects. The following are some of the major projects underway.

- In January 2021, the County issued general obligation bonds totaling \$387 million to finance capital costs to expand, modernize, rebuild, and acquire land for library facilities. The projects include: Library Operations Center, Midland Library, Holgate Library, North Portland Library, Albina Library and Administration, East County Library, Belmont Library, Northwest Library, St. Johns Library, Intelligent Materials Management System, and other library refresh projects. The library projects are in various stages of completion, but most are set to be completed by the end of fiscal year 2026.
- The Justice Center is a 16-story commercial condominium building located in downtown Portland; it is co-owned with the City of Portland and a private party (0.75 percent). The building's incoming electrical service is in poor condition, and if not improved, electrical outage/failure is anticipated. In fiscal year 2022 through 2024, project work consisted of planning, infrastructure investigations, estimating, design, and a procurement process to hire an electrical contractor. Construction began in September of 2024.
- The Rockwood Community Health Center, has been operating as a full-service health clinic since 2014 under a lease with CareOregon, and was purchased in late 2022. Design started in early fiscal year 2024 with construction planned to start in early fiscal year 2026.
- In fiscal years 2023 and 2024, the County underwent a project to explore future development options for a new or renovated Multnomah County Animal Services facility. This assessment work will continue in fiscal year 2025, to define the programming and square footage differences between various development options. If a project scope and funding is determined and identified, Board approval will be sought to proceed with formal design.
- The Montavilla The Light Community project will create a village environment for up to 40 individuals experiencing homelessness who have been seeking shelter in their vehicles. Construction began in September of 2024 and is scheduled to be completed in late January 2025.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

- The largest technology project underway is the CEDARS (Clarity Extract Database and Reporting System), which is a critical data system for the Health Department. The system is more than 15 years old and struggles to meet the needs of all of the Health Department. This is a multi-year project. In fiscal year 2025 this initiative involves analysis of stakeholder needs and a recommended future technology solution.
- The Burnside Bridge is deemed to be a lifeline route for emergencies in Portland. As such, the County is currently in the process of refining the Earthquake Ready Burnside Bridge Project scope. The National Environmental Policy Act (NEPA) Study which determines the environmental impact of the various options of rebuilding or repairing the Burnside Bridge has been substantially completed. Design of the project will continue in fiscal year 2025 and fiscal year 2026, followed by construction. Funding comes from the County's vehicle registration Fees. The current total estimated cost for the project is above \$895,000 (costs through construction phase).

When completed these projects will add significantly to the County's asset base and reduce the amount of deferred capital maintenance.

All of these factors were considered in preparing the County's budget for fiscal year 2025. The County's annual budget is prepared by the County's Budget Office; more information can be found at <https://www.multco.us/budget>.

Requests for Information

This financial report is designed to provide a general overview of Multnomah County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for separately issued component unit reports should be directed to the following address:

Multnomah County
Department of County Management
501 SE Hawthorne Blvd. Suite 531
Portland, OR 97214

BASIC FINANCIAL SECTION

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

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MULTNOMAH COUNTY, OREGON
Statement of Net Position
June 30, 2024
(amounts expressed in thousands)

	<u>Primary Government</u>			<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>	<u>The Library Foundation</u>
ASSETS				
Current assets (unrestricted):				
Cash and investments	\$ 491,061	\$ 93,574	\$ 584,635	\$ 25,416
Receivables, net:				
Taxes	42,277	-	42,277	-
Accounts	3,601	20,193	23,794	-
Leases	116	-	116	-
Interest	10,752	-	10,752	-
Special assessments	-	53	53	-
Contributions	-	-	-	922
Inventories	2,033	811	2,844	-
Prepaid items	37,476	133	37,609	58
Split interest and other agreements	-	-	-	728
Current assets (restricted):				
Cash and investments	1,008,614	-	1,008,614	349
Receivables, net:				
Taxes	64,260	-	64,260	-
Accounts	116,184	-	116,184	-
Inventories	1,049	-	1,049	-
Total current assets	<u>1,777,423</u>	<u>114,764</u>	<u>1,892,187</u>	<u>27,473</u>
Noncurrent assets (unrestricted):				
Loans receivable	11,670	-	11,670	-
Leases receivable	1,208	-	1,208	-
Capital assets:				
Capital assets, not being depreciated	437,641	2,164	439,805	-
Capital assets, net of accumulated depreciation and amortization	1,146,846	6,624	1,153,470	214
Noncurrent assets (restricted):				
Receivables, net:				
Loans	553	-	553	-
Net OPEB asset - RHIA	7,985	978	8,963	-
Total noncurrent assets	<u>1,605,903</u>	<u>9,766</u>	<u>1,615,669</u>	<u>214</u>
Total assets	<u>3,383,326</u>	<u>124,530</u>	<u>3,507,856</u>	<u>27,687</u>
DEFERRED OUTFLOWS OF RESOURCES				
Unrestricted:				
OPEB - County Plan	19,461	2,429	21,890	-
OPEB - RHIA	1,827	224	2,051	-
Pension	230,914	28,286	259,200	-
Total deferred outflows of resources	<u>252,202</u>	<u>30,939</u>	<u>283,141</u>	<u>-</u>
LIABILITIES				
Current liabilities (payable from unrestricted assets):				
Accounts payable	79,436	3,842	83,278	728
Accrued salaries and benefits	17,378	1,586	18,964	-
Accrued interest payable	3,481	-	3,481	-

MULTNOMAH COUNTY, OREGON
Statement of Net Position
June 30, 2024
(amounts expressed in thousands)

	Primary Government		Total	Component Unit
	Governmental Activities	Business-Type Activities		The Library Foundation
Current liabilities (payable from unrestricted assets, continued):				
Gift annuity payable	-	-	-	3
Unearned revenue	34	5,843	5,877	-
Compensated absences	27,221	2,269	29,490	-
Bonds payable	75,716	-	75,716	-
Right-of-use obligations	12,482	-	12,482	226
OPEB liability - County Plan	7,033	878	7,911	-
Claims and judgments payable	13,327	-	13,327	-
Current liabilities (payable from restricted assets)				
Accounts payable	113,516	-	113,516	-
Accrued salaries and benefits	2,736	-	2,736	-
Loans payable	286	-	286	-
Unearned revenue	63,416	-	63,416	-
Deferred compensation	-	-	-	349
Total current liabilities	<u>416,062</u>	<u>14,418</u>	<u>430,480</u>	<u>1,306</u>
Noncurrent liabilities (payable from unrestricted assets):				
Compensated absences	11,689	2,344	14,033	-
Bonds payable	465,100	-	465,100	-
Right-of-use obligations	47,686	-	47,686	-
OPEB liability - County Plan	114,577	14,300	128,877	-
Net pension liability	593,559	72,707	666,266	-
Noncurrent liabilities (payable from restricted assets):				
Loans payable	1,830	-	1,830	-
Total noncurrent liabilities	<u>1,234,441</u>	<u>89,351</u>	<u>1,323,792</u>	<u>-</u>
Total liabilities	<u>1,650,503</u>	<u>103,769</u>	<u>1,754,272</u>	<u>1,306</u>
DEFERRED INFLOWS OF RESOURCES				
Unrestricted:				
Leases	1,324	-	1,324	-
OPEB - County Plan	16,082	2,007	18,089	-
OPEB - RHIA	732	90	822	-
Pension	48,058	5,887	53,945	-
Unamortized gain on debt refunding	6,593	-	6,593	-
Total deferred inflows of resources	<u>72,789</u>	<u>7,984</u>	<u>80,773</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	1,075,886	8,788	1,084,674	7
Restricted for:				
Nonexpendable - library operations	-	-	-	5,069
Expendable - library operations	101,887	-	101,887	7,600
Capital projects, buildings	164,798	-	164,798	-
Community support programs	547,545	-	547,545	-
Roads, bridges and bike path improvements	67,528	-	67,528	-
Document storage and retrieval	102	-	102	-
Debt service	5,544	-	5,544	-
OPEB - RHIA	7,985	978	8,963	-
Unrestricted	(59,039)	33,950	(25,089)	13,705
Total net position	<u>\$ 1,912,236</u>	<u>\$ 43,716</u>	<u>\$ 1,955,952</u>	<u>\$ 26,381</u>

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

MULTNOMAH COUNTY, OREGON
Statement of Activities
For the year ended June 30, 2024
(amounts expressed in thousands)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		The Library Foundation	
					Governmental Activities	Business-type Activities		
Primary government:								
Governmental activities:								
General government	\$ 410,737	\$ 105,278	\$ 3,116	\$ -	\$ (302,343)	\$ -	\$ (302,343)	\$ -
Health services	206,303	14,876	110,425	-	(81,002)	-	(81,002)	-
Social services	860,542	860	799,823	19	(59,840)	-	(59,840)	-
Public safety and justice	299,320	21,861	44,388	-	(233,071)	-	(233,071)	-
Community services	127,902	20,556	3,474	3	(103,869)	-	(103,869)	-
Library	109,929	3,528	3,909	21	(102,471)	-	(102,471)	-
Roads, bridges, and bike path improvements	62,961	35,215	59,258	19	31,531	-	31,531	-
Interest on long-term debt	36,445	-	-	-	(36,445)	-	(36,445)	-
Total governmental activities	2,114,139	202,174	1,024,393	62	(887,510)	-	(887,510)	-
Business-type activities:								
Health Department FQHC	175,467	188,271	-	-	-	12,804	12,804	-
Dunthorpe-Riverdale Service District No. 1	834	25	-	-	-	(809)	(809)	-
Mid-Multnomah County Street Lighting Service District No. 14	452	2	-	148	-	(302)	(302)	-
Behavioral health managed care	1,002	195	-	-	-	(807)	(807)	-
Total business-type activities	177,755	188,493	-	148	-	10,886	10,886	-
Total primary government	\$ 2,291,894	\$ 390,667	\$ 1,024,393	\$ 210	(887,510)	10,886	(876,624)	-
Component unit:								
The Library Foundation	\$ 5,079	\$ -	\$ 2,349	\$ -	\$ -	\$ -	\$ -	\$ (2,730)
General revenues:								
Taxes:								
Property taxes, levied for general purposes					562,862	1,983	564,845	-
Property taxes, levied for debt service					374	-	374	-
Personal income taxes					187,042	-	187,042	-
Business income taxes					152,700	-	152,700	-
Selective excise and use taxes					82,607	-	82,607	-
Payments in lieu of taxes					402	-	402	-
State government shared unrestricted revenues					13,400	-	13,400	-
Grants and contributions not restricted to specific programs					2	-	2	1,349
Interest and investment gain					78,573	3,083	81,656	2,220
Total general revenues					1,077,962	5,066	1,083,028	3,569
Change in net position					190,452	15,952	206,404	839
Net position - beginning					1,721,784	27,764	1,749,548	25,542
Net position - ending					\$ 1,912,236	\$ 43,716	\$ 1,955,952	\$ 26,381

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

FUND FINANCIAL STATEMENTS

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MULTNOMAH COUNTY, OREGON
Balance Sheet
Governmental Funds
June 30, 2024
(amounts expressed in thousands)

	General Fund	Federal/State Program Special Revenue Fund	Formerly Major Fund Coronavirus (COVID-19) Response Special Revenue Fund	Supportive Housing Special Revenue Fund
ASSETS				
Unrestricted:				
Cash and investments	\$ 131,662	\$ -	\$ -	\$ 41,440
Receivables:				
Taxes	39,286	-	-	-
Accounts, net	2,012	-	-	-
Interest	10,752	-	-	-
Due from other funds	53,885	-	-	-
Inventories	368	-	-	-
Prepays and deposits	10,871	86	-	16,374
Restricted:				
Cash and investments	8,040	53,748	-	75,381
Receivables:				
Taxes	-	-	-	21,739
Accounts, net	-	93,931	-	171
Inventories	-	1,049	-	-
Total assets	<u>\$ 256,876</u>	<u>\$ 148,814</u>	<u>\$ -</u>	<u>\$ 155,105</u>
LIABILITIES				
Liabilities payable from unrestricted assets:				
Accounts payable	\$ 56,755	\$ -	\$ -	\$ -
Payroll payable	16,075	-	-	-
Unearned revenue	34	-	-	-
Liabilities payable from restricted assets:				
Accounts payable	456	25,663	-	26,795
Payroll payable	-	1,248	-	50
Unearned revenue	-	53,748	-	-
Due to other funds	-	53,873	-	-
Total liabilities	<u>73,320</u>	<u>134,532</u>	<u>-</u>	<u>26,845</u>
DEFERRED INFLOWS OF RESOURCES				
Unrestricted:				
Resources not yet available:				
Property taxes	9,774	-	-	-
Restricted:				
Resources not yet available:				
Property taxes	-	-	-	-
Total deferred inflows of resources	<u>9,774</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable	11,239	86	-	16,374
Restricted	7,584	14,196	-	70,446
Committed	98,536	-	-	33,287
Assigned	-	-	-	8,153
Unassigned	56,423	-	-	-
Total fund balances	<u>173,782</u>	<u>14,282</u>	<u>-</u>	<u>128,260</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 256,876</u>	<u>\$ 148,814</u>	<u>\$ -</u>	<u>\$ 155,105</u>

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

Preschool for All Program Special Revenue Fund	Multnomah County Library Capital Construction Project Fund	Other Governmental Funds	Total Governmental Funds
\$ 36,429	\$ -	\$ 140,536	\$ 350,067
-	-	2,992	42,278
-	-	1,243	3,255
-	-	-	10,752
-	-	-	53,885
-	-	243	611
105	6	656	28,098
426,579	247,471	197,396	1,008,615
36,920	-	5,601	64,260
-	1,125	20,957	116,184
-	-	-	1,049
<u>\$ 500,033</u>	<u>\$ 248,602</u>	<u>\$ 369,624</u>	<u>\$ 1,679,054</u>
\$ -	\$ -	\$ 6,826	\$ 63,581
-	-	150	16,225
-	-	-	34
14,524	19,299	26,781	113,518
102	37	1,299	2,736
-	47	9,621	63,416
-	-	12	53,885
<u>14,626</u>	<u>19,383</u>	<u>44,689</u>	<u>313,395</u>
-	-	-	9,774
-	-	4,001	4,001
-	-	4,001	13,775
105	6	899	28,709
448,873	229,213	182,240	952,552
16,300	-	112,558	260,681
20,129	-	25,237	53,519
-	-	-	56,423
<u>485,407</u>	<u>229,219</u>	<u>320,934</u>	<u>1,351,884</u>
<u>\$ 500,033</u>	<u>\$ 248,602</u>	<u>\$ 369,624</u>	<u>\$ 1,679,054</u>

MULTNOMAH COUNTY, OREGON
Reconciliation of the Balance Sheet to the Statement of Net Position
Governmental Funds
June 30, 2024
(dollar amounts expressed in thousands)

Fund balances - governmental funds	\$	1,351,884
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital and leased assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds:		
Governmental capital assets	2,377,565	
Less accumulated depreciation	<u>(867,346)</u>	1,510,219
Deferred outflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds:		
Deferred outflows of resources - OPEB - County Plan	17,669	
Deferred outflows of resources - OPEB - RHIA	1,658	
Deferred outflows of resources - pension	<u>209,375</u>	228,702
Accrued interest payable		(3,236)
Long-term liabilities, not due and payable in the current period and, therefore, are not reported in the governmental funds:		
Bonds payable	(540,816)	
Loans payable	(2,116)	
Right-of-use obligations	(3,280)	
Retainage payable	<u>(424)</u>	(546,636)
Accrued compensated absences are not due and payable in the current period and, therefore, are not reported in the funds		(34,681)
Long-term asset / (liabilities) related to future periods and, therefore, are not reported in the governmental funds:		
Total OPEB - County Plan	(110,414)	
Net OPEB - RHIA	7,240	
Net pension	<u>(538,196)</u>	(641,370)
Deferred inflows of resources are applicable to future periods and, therefore, are not reported in the governmental funds:		
Deferred inflows of resources - OPEB - County Plan	(14,602)	
Deferred inflows of resources - OPEB - RHIA	(664)	
Deferred inflows of resources - pension	(43,577)	
Deferred inflows of resources - unamortized gain on debt refunding	<u>(6,593)</u>	(65,436)
Other long-term assets and deferred inflows of resources are not available to fund current period expenditures and, therefore, are not reported in the governmental funds:		
Property taxes	13,775	
Loans receivable	<u>12,223</u>	25,998
Internal service funds are used by management to charge the costs of certain activities to individual funds. Net position of the internal service funds is reported with governmental activities.		<u>86,792</u>
Net position of governmental activities	\$	<u><u>1,912,236</u></u>

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

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MULTNOMAH COUNTY, OREGON
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	General Fund	Federal/State Program Special Revenue Fund	Formerly Major Fund Coronavirus (COVID-19) Response Special Revenue Fund	Supportive Housing Special Revenue Fund
REVENUES				
Taxes	\$ 583,262	\$ -	\$ -	\$ -
Payments in lieu of taxes	246	-	-	-
Intergovernmental	14,316	755,564	-	140,436
Licenses and permits	13,489	1,025	-	-
Charges for services	14,075	6,100	-	204
Interest	12,145	33	-	4,500
Non-governmental grants	677	5,874	-	-
Service reimbursements	52,731	203	-	-
Investment earnings	23,408	-	-	-
Miscellaneous	6,919	17	-	-
Total revenues	<u>721,268</u>	<u>768,816</u>	<u>-</u>	<u>145,140</u>
EXPENDITURES				
Current:				
General government	159,528	-	-	-
Health services	129,686	117,168	-	-
Social services	129,878	602,548	-	145,376
Public safety and justice	299,475	38,558	-	-
Community services	-	3,062	-	-
Library services	-	-	-	-
Roads, bridges, and bike path improvements	-	-	-	-
Capital outlay	3,841	56	-	-
Debt service:				
Principal	1,162	16	-	-
Interest	87	-	-	-
Total expenditures	<u>723,657</u>	<u>761,408</u>	<u>-</u>	<u>145,376</u>
Revenues over (under) expenditures	<u>(2,389)</u>	<u>7,408</u>	<u>-</u>	<u>(236)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	2,981	-	-	-
Transfers out	(19,935)	(2,334)	-	(500)
Proceeds from sale of capital assets	8	3	-	-
Issuance of right-of-use obligations	392	-	-	-
Total other financing sources (uses)	<u>(16,554)</u>	<u>(2,331)</u>	<u>-</u>	<u>(500)</u>
Net change in fund balances	(18,943)	5,077	-	(736)
Fund balances - beginning, as previously reported	192,725	9,205	2,162	-
Changes within financial reporting entity:				
Change from nonmajor fund to major fund	-	-	-	128,996
Change from major fund to nonmajor fund	-	-	(2,162)	-
Fund balances - beginning, as adjusted or restated	<u>192,725</u>	<u>9,205</u>	<u>-</u>	<u>128,996</u>
Fund balances - ending	<u>\$ 173,782</u>	<u>\$ 14,282</u>	<u>\$ -</u>	<u>\$ 128,260</u>

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

Preschool for All Program Special Revenue Fund	Multnomah County Library Capital Construction Project Fund	Other Governmental Funds	Total Governmental Funds
\$ 187,042	\$ -	\$ 212,370	\$ 982,674
-	-	156	402
-	70	116,956	1,027,342
-	-	35,366	49,880
-	173	10,100	30,652
14,365	3,343	15,899	50,285
-	-	3,900	10,451
-	-	77,912	130,846
-	-	-	23,408
-	84	79	7,099
<u>201,407</u>	<u>3,670</u>	<u>472,738</u>	<u>2,313,039</u>
-	-	-	159,528
-	-	344	247,198
-	-	50,709	928,511
-	-	9,690	347,723
60,007	-	67,374	130,443
-	38,638	92,486	131,124
-	-	78,851	78,851
-	91,137	44,986	140,020
-	17	74,019	75,214
-	1	42,425	42,513
<u>60,007</u>	<u>129,793</u>	<u>460,884</u>	<u>2,281,125</u>
<u>141,400</u>	<u>(126,123)</u>	<u>11,854</u>	<u>31,914</u>
-	1,070	120,905	124,956
-	-	(101,891)	(124,660)
-	-	16	27
-	-	-	392
<u>-</u>	<u>1,070</u>	<u>19,030</u>	<u>715</u>
141,400	(125,053)	30,884	32,629
344,007	354,272	416,884	1,319,255
-	-	(128,996)	-
-	-	2,162	-
<u>344,007</u>	<u>354,272</u>	<u>290,050</u>	<u>1,319,255</u>
<u>\$ 485,407</u>	<u>\$ 229,219</u>	<u>\$ 320,934</u>	<u>\$ 1,351,884</u>

MULTNOMAH COUNTY, OREGON
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances to the Statement of Activities
Governmental Funds
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

Net change in fund balances - governmental funds		\$ 32,629
<p>Amounts reported for governmental activities in the Statement of Activities are different because the following activities are not current financial resources or uses:</p> <p>Governmental funds report capital outlay as expenditures. However, in the Statement of Activities the cost of those assets are depreciated or amortized over their estimated useful lives:</p>		
Expenditures for capital assets	140,020	
Current year depreciation expense	(48,582)	
Contributed and donated capital assets - sent	(1,245)	
Contributed and donated capital assets - received	59	
Net loss on disposal of capital assets	(1,536)	88,716
<p>Premium issued on long-term debt is reported as an other financing source in governmental funds, but an increase of long-term liabilities in the Statement of Net Position:</p> <p>Premium liabilities reported under full accrual are amortized to interest expense in the Statement of Activities</p>		
		7,523
<p>Repayment of long-term debt are reported as expenditures, respectively in the governmental funds, but as reductions of long-term liabilities in the Statement of Net Position</p>		
		75,215
<p>Proceeds from the issuance of long-term debt (including issuance of right-of-use obligations) are reported as revenues, respectively, in the governmental funds, but as increases, respectively, of long-term liabilities in the Statement of Net Position</p>		
		(392)
<p>Some expenses reported in the Statement of Activities do not require use of current resources, and therefore, are not reported as expenditures in governmental funds.</p> <p>Changes related to long-term liabilities included:</p>		
Accrual of OPERS net pension liability items	(19,668)	
Accrual of other postemployment liability items	(4,459)	
Compensated absences	(3,245)	
Accrued interest	(80)	(27,452)
<p>Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. The net adjustment of these revenues recognized in different years for modified vs full accrual may result in a net increase or net decrease of revenue.</p>		
		14,984
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. The change in net position of the internal service funds is reported with governmental activities</p>		
		(771)
Change in net position of governmental activities		\$ 190,452

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

MAJOR GOVERNMENTAL FUNDS

Major governmental funds are defined as those funds whose revenues, expenditures, assets or liabilities (excluding extraordinary items) are at least ten percent of corresponding totals for all governmental funds for the same. The General Fund is always classified as a major fund. The modified cash basis of accounting is used to record revenues and expenditures in the *Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual* for each fund.

- **General Fund** - accounts for and reports all financial operations of the County which are not accounted for and reported in another fund. The primary sources of revenues are property taxes, business income taxes, motor vehicle rental taxes, service charges, intergovernmental revenue, fees and permits, and interest income. The majority of expenditures in the General Fund are made for general government, public safety, health services, and social services. The General Fund also accounts for the repayment of short-term debt interest expenses incurred through the sale of short-term promissory notes.
- **Federal/State Program Fund** - accounts for the majority of grant restricted revenues and expenditures related to funding received from federal, state and local programs. The fund also includes some non-restricted operational revenues in the form of fees and licenses.
- **Supportive Housing Fund** - accounts for revenues received from Visitors Facilities Trust Fund (Livability and Safety Support Services). Funds will be used support services and programs for people experiencing homelessness, or who are at risk of becoming homeless, and services and programs addressing community livability and safety concerns associated with homelessness. This fund accounts for revenues and expenditures for supportive housing for those people experiencing homelessness. "HereTogether Program" revenues are derived from tax revenues passed through from Metro.
- **Preschool for All Program Fund** - accounts for revenues and expenditures for the County Preschool for All Program. The primary source of revenue is personal income tax collections related to Ballot Measure 26-214 passed by the voters of Multnomah County on November 3, 2020, and effective January 1, 2021. Revenues are dedicated to fund universal, tuition-free, voluntary, and high quality preschool education within Multnomah County.
- **Multnomah County Library Capital Construction Fund** - accounts for expenditures for the planning, renovation, and construction of certain library facilities as approved by Multnomah County voters on November 3, 2020, as Ballot Measure 26-211. Resources are derived from debt issuance and interest on bond proceeds. (See the *Combining and Individual Statements and Schedules - Governmental Funds* section for the *Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual*) for this fund.

MULTNOMAH COUNTY, OREGON
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes:				
Property	\$ 388,687	\$ 388,687	\$ 392,958	\$ 4,271
Business income	155,071	155,071	152,700	(2,371)
Motor vehicle rental	33,839	33,839	37,227	3,388
Transient lodging	-	-	57	57
Heavy equipment rental	500	500	320	(180)
Payments in lieu of taxes	60	60	246	186
Intergovernmental	15,107	15,137	14,316	(821)
Licenses and permits	15,777	15,777	13,489	(2,288)
Charges for services	17,147	17,621	14,075	(3,546)
Interest	1,680	1,680	12,145	10,465
Other:				
Non-governmental grants	317	317	677	360
Service reimbursements	52,978	53,148	52,731	(417)
Miscellaneous	5,566	5,566	6,919	1,353
Total revenues	<u>686,729</u>	<u>687,403</u>	<u>697,860</u>	<u>10,457</u>
EXPENDITURES				
Current:				
Community justice	87,324	90,222	82,023	8,199
Community services	26,070	26,244	24,400	1,844
County assets	10,471	10,471	9,431	1,040
County management	65,299	62,299	58,270	4,029
District attorney	42,667	44,073	44,037	36
Health services	141,452	139,803	130,055	9,748
Human services	69,497	69,501	67,679	1,822
Homeless services	63,555	63,584	63,409	175
Nondepartmental	68,282	70,980	68,748	2,232
Sheriff	172,568	175,978	175,213	765
Contingency	37,614	27,993	-	27,993
Total expenditures	<u>784,799</u>	<u>781,148</u>	<u>723,265</u>	<u>57,883</u>
Revenues over (under) expenditures	<u>(98,070)</u>	<u>(93,745)</u>	<u>(25,405)</u>	<u>68,340</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	2,634	3,159	2,981	(178)
Transfers out	(16,585)	(19,935)	(19,935)	-
Proceeds from sale of capital assets	-	-	8	8
Loan proceeds	2,442	2,442	-	(2,442)
Total other financing sources (uses)	<u>(11,509)</u>	<u>(14,334)</u>	<u>(16,946)</u>	<u>(2,612)</u>
Net change in fund balances	<u>(109,579)</u>	<u>(108,079)</u>	<u>(42,351)</u>	<u>65,728</u>
Fund balances - beginning	<u>180,712</u>	<u>179,212</u>	<u>239,721</u>	<u>60,509</u>
Fund balances - ending	<u>\$ 71,133</u>	<u>\$ 71,133</u>	<u>\$ 197,370</u>	<u>\$ 126,237</u>
Reconciliation to modified accrual basis:				
Accumulated unrealized gain (loss) on investments			<u>(23,588)</u>	
Fund balance as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances, Governmental Funds			<u>\$ 173,782</u>	

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

MULTNOMAH COUNTY, OREGON
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Federal/State Program Special Revenue Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Intergovernmental	\$ 390,471	\$ 410,470	\$ 385,209	\$ (25,261)
Licenses and permits	1,237	1,237	1,025	(212)
Charges for services	7,107	7,107	6,100	(1,007)
Interest	13	13	33	20
Non-governmental grants	4,139	4,265	5,874	1,609
Service reimbursements	-	-	203	203
Miscellaneous	3,045	3,045	17	(3,028)
Total revenues	<u>406,012</u>	<u>426,137</u>	<u>398,461</u>	<u>(27,676)</u>
EXPENDITURES				
Current:				
Community justice	24,059	24,005	22,990	1,015
Community services	2,297	2,297	1,070	1,227
County assets	50	176	22	154
District attorney	7,678	7,679	7,085	594
Health services	124,617	125,714	117,203	8,511
Human services	176,638	186,538	168,441	18,097
Homeless services	68,081	73,386	63,752	9,634
Nondepartmental	2,575	3,139	1,991	1,148
Sheriff	11,274	11,922	8,483	3,439
Total expenditures	<u>417,269</u>	<u>434,856</u>	<u>391,037</u>	<u>43,819</u>
Revenues over (under) expenditures	<u>(11,257)</u>	<u>(8,719)</u>	<u>7,424</u>	<u>16,143</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(2,866)	(2,334)	532
Proceeds from sale of capital assets	-	-	3	3
Loan remittances	(16)	(16)	(16)	-
Issuance of debt	300	300	-	(300)
Total other financing sources (uses)	<u>284</u>	<u>(2,582)</u>	<u>(2,347)</u>	<u>235</u>
Net change in fund balances	(10,973)	(11,301)	5,077	16,378
Fund balances - beginning	11,221	11,549	9,205	(2,344)
Fund balances - ending	<u>\$ 248</u>	<u>\$ 248</u>	14,282	<u>\$ 14,034</u>

Reconciliation to modified accrual basis:

Some medical service providers through County programs are paid directly by the State, rather than funds flowing through the County. Under GAAP this activity is added as revenues and expenditures.

Intergovernmental revenues	(370,355)
Payments to service providers	<u>370,355</u>
Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances	<u>\$ 14,282</u>

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

MULTNOMAH COUNTY, OREGON
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Supportive Housing Special Revenue Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 96,190	\$ 96,190	\$ 140,436	\$ 44,246
Charges for services	-	-	204	204
Interest	-	-	4,500	4,500
Total revenues	<u>96,190</u>	<u>96,190</u>	<u>145,140</u>	<u>48,950</u>
EXPENDITURES				
Homeless services	124,388	188,089	141,376	46,713
Nondepartmental	-	4,000	4,000	-
Contingency	14,732	14,732	-	14,732
Total expenditures	<u>139,120</u>	<u>206,821</u>	<u>145,376</u>	<u>61,445</u>
Revenues over (under) expenditures	<u>(42,930)</u>	<u>(110,631)</u>	<u>(236)</u>	<u>110,395</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(500)	(500)	-
Net change in fund balances	(42,930)	(111,131)	(736)	110,395
Fund balances - beginning	42,930	111,131	128,996	17,865
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 128,260</u>	<u>\$ 128,260</u>

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

MULTNOMAH COUNTY, OREGON
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Preschool for All Program Special Revenue Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 152,592	\$ 152,592	\$ 187,042	\$ 34,450
Interest	-	-	14,365	14,365
Total revenues	<u>152,592</u>	<u>152,592</u>	<u>201,407</u>	<u>48,815</u>
EXPENDITURES				
Current:				
County management	6,601	6,601	5,906	695
Health services	1,732	1,732	1,708	24
Human services	78,992	78,992	52,393	26,599
Contingency	15,259	15,259	-	15,259
Total expenditures	<u>102,584</u>	<u>102,584</u>	<u>60,007</u>	<u>42,577</u>
Net change in fund balances	50,008	50,008	141,400	91,392
Fund balances - beginning	<u>210,020</u>	<u>210,020</u>	<u>344,007</u>	<u>133,987</u>
Fund balances - ending	<u>\$ 260,028</u>	<u>\$ 260,028</u>	<u>\$ 485,407</u>	<u>\$ 225,379</u>

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

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PROPRIETARY FUNDS

The County utilizes ten proprietary funds made up of four enterprise funds and six internal service funds. See the *Combining and Individual Statements and Schedules - Proprietary Funds* section for the nonmajor enterprise funds and the internal service funds; this section also includes the *Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual* for the Health Department FQHC Fund, a major enterprise fund along with the nonmajor enterprise funds.

These funds are used to finance and account for Integrated Clinical Services, and for the acquisition, operation and maintenance of sewage treatment facilities, street lighting facilities and 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 cash basis of accounting. For financial reporting purposes, the full accrual basis of accounting is used. The difference in the accounting basis used relates primarily to the methods of accounting for revenue accruals, depreciation and capital outlay, compensated absences, claims and judgments payable, leases, and pension and other postemployment benefits.

Major Enterprise Fund:

- **Health Department FQHC Fund** - accounts for revenues and expenditures for the County's Community Health Center Program. The Community Health Centers are community based, patient governed organizations that provide comprehensive primary care and preventative care, including health, oral health, and mental health/substances abuse services. The primary source of revenue is the Consolidated Health Centers 330 grant, medical fees (e.g. Medicaid and Medicare), third party reimbursements, and other State and local program income. All program income is restricted to uses that further the objectives of the Community Health Center.

MULTNOMAH COUNTY, OREGON
Statement of Net Position
Proprietary Funds
June 30, 2024
(amounts expressed in thousands)

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities - Internal Service Funds
	Health Department FQHC	Other Nonmajor Enterprise	Total	
ASSETS				
Current assets:				
Cash and investments	\$ 88,659	\$ 4,915	\$ 93,574	\$ 140,994
Receivables:				
Accounts, net	20,193	-	20,193	345
Special assessments	-	53	53	-
Leases receivable	-	-	-	116
Inventories	732	79	811	1,423
Prepaid items	130	2	132	9,379
Total current assets	<u>109,714</u>	<u>5,049</u>	<u>114,763</u>	<u>152,257</u>
Noncurrent assets:				
Leases receivable	-	-	-	1,208
Net OPEB asset - RHIA	971	7	978	745
Capital assets:				
Construction in progress	-	2,164	2,164	944
Other capital assets, net	1,869	4,755	6,624	73,324
Total noncurrent assets	<u>2,840</u>	<u>6,926</u>	<u>9,766</u>	<u>76,221</u>
Total assets	<u>112,554</u>	<u>11,975</u>	<u>124,529</u>	<u>228,478</u>
DEFERRED OUTFLOWS OF RESOURCES				
OPEB - County Plan	2,411	18	2,429	1,792
OPEB - RHIA	222	2	224	169
Pension plan	28,083	202	28,285	21,539
Total deferred outflows of resources	<u>30,716</u>	<u>222</u>	<u>30,938</u>	<u>23,500</u>
LIABILITIES				
Current liabilities:				
Accounts payable	3,102	739	3,841	15,430
Payroll payable	1,586	-	1,586	1,154
Unearned revenue	5,843	-	5,843	-
Compensated absences	2,269	-	2,269	2,668
Claims and judgments payable	-	-	-	13,327
Accrued interest payable	-	-	-	246
Right-of-use obligations	-	-	-	10,656
OPEB liability - County Plan	871	6	877	647
Total current liabilities	<u>13,671</u>	<u>745</u>	<u>14,416</u>	<u>44,128</u>
Noncurrent liabilities:				
Compensated absences	2,344	-	2,344	1,561
Right-of-use obligations	-	-	-	46,232
OPEB liability - County Plan	14,196	104	14,300	10,549
Net pension liability	72,187	520	72,707	55,363
Total noncurrent liabilities	<u>88,727</u>	<u>624</u>	<u>89,351</u>	<u>113,705</u>
Total liabilities	<u>102,398</u>	<u>1,369</u>	<u>103,767</u>	<u>157,833</u>

MULTNOMAH COUNTY, OREGON
Statement of Net Position
Proprietary Funds
June 30, 2024
(amounts expressed in thousands)

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities - Internal Service Funds
	Health Department FQHC	Other Nonmajor Enterprise	Total	
DEFERRED INFLOWS OF RESOURCES				
Leases	-	-	-	1,324
OPEB - County Plan	1,992	15	2,007	1,480
OPEB - RHIA	89	1	90	68
Pension plan	5,845	42	5,887	4,481
Total deferred inflows of resources	<u>7,926</u>	<u>58</u>	<u>7,984</u>	<u>7,353</u>
NET POSITION				
Net investment in capital assets	1,869	6,919	8,788	17,373
Restricted	971	7	978	745
Unrestricted	30,106	3,844	33,950	68,674
Total net position	<u>\$ 32,946</u>	<u>\$ 10,770</u>	<u>\$ 43,716</u>	<u>\$ 86,792</u>

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

MULTNOMAH COUNTY, OREGON
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities - Internal Service Funds
	Health Department FQHC	Other Nonmajor Enterprise	Total	
OPERATING REVENUES				
Current assessments	\$ -	\$ 1,975	\$ 1,975	\$ -
Prior assessments	-	13	13	-
Charges for services	1,857	-	1,857	306,552
Intergovernmental charges for services	158,840	17	158,857	1,286
Intergovernmental grants	14,481	-	14,481	-
Non-governmental grants	13,087	-	13,087	-
Insurance premiums	-	-	-	12,049
Licenses and permits	-	5	5	15
Miscellaneous	5	196	201	2,705
Total operating revenues	<u>188,270</u>	<u>2,206</u>	<u>190,476</u>	<u>322,607</u>
OPERATING EXPENSES				
Cost of sales and services	174,611	1,990	176,601	297,883
Administration	654	81	735	9,827
Depreciation and amortization	200	216	416	19,181
Total operating expenses	<u>175,465</u>	<u>2,287</u>	<u>177,752</u>	<u>326,891</u>
Operating income (loss)	<u>12,805</u>	<u>(81)</u>	<u>12,724</u>	<u>(4,284)</u>
NONOPERATING REVENUES (EXPENSES)				
Interest revenue	2,879	204	3,083	4,882
Interest expense	-	-	-	(1,371)
Gain (loss) on sale of capital assets	(3)	-	(3)	337
Total nonoperating revenues (expenses)	<u>2,876</u>	<u>204</u>	<u>3,080</u>	<u>3,848</u>
Income (loss) before contributions and transfers	15,681	123	15,804	(436)
Transfers in	-	-	-	650
Transfers out	-	-	-	(946)
Capital contributions in	-	148	148	-
Capital contributions out	-	-	-	(39)
Change in net position	<u>15,681</u>	<u>271</u>	<u>15,952</u>	<u>(771)</u>
Total net position - beginning	<u>17,265</u>	<u>10,499</u>	<u>27,764</u>	<u>87,563</u>
Total net position - ending	<u>\$ 32,946</u>	<u>\$ 10,770</u>	<u>\$ 43,716</u>	<u>\$ 86,792</u>

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

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MULTNOMAH COUNTY, OREGON
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities - Internal Service Funds</u>
	<u>Health Department FQHC Fund</u>	<u>Other Nonmajor Enterprise Funds</u>	<u>Total</u>	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 162,473	\$ 2,003	\$ 164,476	\$ 17,575
Receipts for interfund services provided	-	-	-	305,324
Receipts from grants and awards	27,568	-	27,568	-
Payments to suppliers	(50,552)	(1,065)	(51,617)	(207,749)
Payments to employees	(98,857)	(686)	(99,543)	(68,963)
Payments for interfund services used	(18,132)	(39)	(18,171)	(21,905)
Net cash provided by (used for) operating activities	<u>22,500</u>	<u>213</u>	<u>22,713</u>	<u>24,282</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in	-	-	-	650
Transfers out	-	-	-	(946)
Net cash provided by (used for) noncapital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(296)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Principal paid on right-of-use obligations	-	-	-	(11,854)
Interest paid on right-of-use obligations	-	-	-	(1,419)
Acquisition of capital assets	(270)	(911)	(1,181)	(4,843)
Proceeds from the sale of capital assets	-	-	-	363
Net cash provided by (used for) capital and related financing activities	<u>(270)</u>	<u>(911)</u>	<u>(1,181)</u>	<u>(17,753)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest earnings	2,879	204	3,083	4,882
Net cash provided by (used for) investing activities	<u>2,879</u>	<u>204</u>	<u>3,083</u>	<u>4,882</u>
Net increase (decrease) in cash and cash equivalents	25,109	(494)	24,615	11,115
Cash and cash equivalents - beginning	63,550	5,409	68,959	129,879
Cash and cash equivalents - ending	<u>\$ 88,659</u>	<u>\$ 4,915</u>	<u>\$ 93,574</u>	<u>\$ 140,994</u>

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

MULTNOMAH COUNTY, OREGON
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:

Operating income (loss)	\$ 12,805	\$ (81)	\$ 12,724	\$ (4,284)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation and amortization of capital assets	200	216	416	19,181
Changes in assets, liabilities, and deferred inflows/outflows of resources:				
Accounts receivables, net	(1,038)	1	(1,037)	289
Special assessments receivable	-	(9)	(9)	-
Inventories	(22)	(8)	(30)	144
Prepaid items	(41)	(2)	(43)	(1,029)
Accounts payable	847	282	1,129	2,001
Payroll payable	(183)	-	(183)	46
Unearned revenue	2,808	-	2,808	-
Compensated absences	587	-	587	428
Claims and judgments payable	-	-	-	3,320
Total OPEB liability - County Plan	2,267	(38)	2,229	1,589
Deferred outflows - OPEB - County Plan	(807)	1	(806)	(588)
Deferred inflows - OPEB - County Plan	(619)	(15)	(634)	(481)
Net OPEB asset - RHIA	350	8	358	290
Deferred outflows - OPEB - RHIA	281	4	285	225
Deferred inflows - OPEB - RHIA	(246)	(3)	(249)	(195)
Net pension liability	16,368	(109)	16,259	11,646
Deferred outflows - pension	470	120	590	824
Deferred inflows - pension	(11,527)	(154)	(11,681)	(9,124)
Total adjustments	9,695	294	9,989	28,566
Net cash provided by (used for) operating activities	<u>\$ 22,500</u>	<u>\$ 213</u>	<u>\$ 22,713</u>	<u>\$ 24,282</u>

Noncash activities:

Capital contributions in	\$ -	\$ 148	\$ 148	\$ -
Capital contributions out	\$ -	\$ -	\$ -	\$ (39)
Acquisition of ROU assets with additions to ROU liabilities	\$ -	\$ -	\$ -	\$ 14,631

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

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FIDUCIARY 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 an agreement or applicable legislative enactment for each particular fund. The accrual basis of accounting is used to record transactions in the custodial funds. The funds included are:

- **Custodial Funds** - accounts for resources held by the County in a purely custodial capacity.

MULTNOMAH COUNTY, OREGON
Statement of Fiduciary Net Position
June 30, 2024
(amounts expressed in thousands)

	Custodial Funds
ASSETS	
Restricted assets:	
Cash and investments	\$ 66,521
Taxes receivable	55,377
Total assets	121,898
 LIABILITIES	
Liabilities payable from restricted assets:	
Accounts payable	9,812
Due to other governmental units	52,300
Total liabilities	62,112
 NET POSITION	
Restricted for:	
Individuals, organizations, and other governments	59,786
Total net position	\$ 59,786

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

MULTNOMAH COUNTY, OREGON
Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	Custodial Funds
ADDITIONS	
Taxes collected	\$ 3,977,722
Taxes collected for other governments	33,724
Deposits held for others	3,874
Charges for services	3,684
Interest	6,647
Miscellaneous	3,771
Total additions	4,029,422
 DEDUCTIONS	
Administrative Support	159
Payments of taxes to other governments	4,017,864
Payments paid to others	3,940
Distributions to others	3,223
Total deductions	4,025,186
 Change in net position	 4,236
Net position - beginning	55,550
Net position - ending	\$ 59,786

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

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NOTES TO THE BASIC FINANCIAL STATEMENTS

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MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

Note I. Summary of significant accounting policies

A. Reporting entity

Multnomah County, Oregon (County), established in 1854, is organized under the Oregon Revised Statutes (ORS), chapter 201.260 as a municipal corporation. The Board of County Commissioners, comprised of an elected chair and four commissioners, forms the legislative branch of the County government.

The accompanying financial statements present the County and its component units, entities for which the County is considered financially accountable. Criteria that indicates financial accountability includes, but is not limited to, the following:

- Appointment by the County of a voting majority of members of the governing body of an organization with the ability to impose its will on the daily operations of an organization, such as the power to remove appointed members at will; to modify or approve budgets, rates or fees; to make other substantive decisions; or
- Provision by the organization of specific financial benefits to the County; imposition by an organization of specific financial burdens on the County, such as assumption of deficits or provision of support; or
- Fiscal dependency of the organization and reliance on the County, such as: lack of authority to determine a budget, approve rates, or issue its own bonded debt without County approval.

Blended component units, although legally separate entities, are in substance part of the County's operations. Component units may also include organizations that are fiscally dependent on the County in that the County approves the budget, the issuance of debt or levying of taxes. Multnomah County has three blended component units, which are included in this report. Separate financial statements for the individual component units may be obtained at the Finance and Risk Management Division of the County's administrative offices.

Blended component units. Dunthorpe-Riverdale Sanitary Service District No. 1 and Mid-Multnomah County Street Lighting Service District No. 14 serve residents within each district's geographical boundaries and are governed by a board comprised of the County's elected Board. The Board approves rates for user charges for both districts. Each district is reported as a nonmajor enterprise fund. County management handles the management of the districts.

The Library District of Multnomah County was created on July 1, 2013. In November 2012, the voters of Multnomah County approved a measure to form and fund a library district with a permanent rate dedicated to library services, operations, books, materials, programs, activities and oversight of the district. The Library District's permanent rate means library operations will have stable and dedicated funding. The Library District is reported as a special revenue fund and is governed by a board comprised of the County's elected Board. The County and the Library District have executed an intergovernmental agreement, which states that the County will be reimbursed by the Library District for the cost of library operations.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

The County also maintains a Hospital Facilities Authority (Authority) that issues conduit debt for health care facilities. The Authority is considered a blended component unit of the County because the board for the Authority consists of board members from the County. The Authority is strictly only a conduit of debt; there are no resources and any costs the County incurs related to the Authority are reported as expenses by the County. The County is not fiscally accountable for the Authority, nor do the County and the Authority have any financial benefit or burden between their relationships.

Discretely presented component unit. The Library Foundation (TLF) is a legally separate, tax-exempt component unit of the County. TLF's purpose is to support the County's libraries through raising, receiving, administering and disbursing funds, grants, bequests and gifts for the benefit of the County libraries. Although the County does not control the timing or amount of receipts from TLF, the majority of resources or income thereon that TLF holds and invests is restricted to the County libraries' activities by the donors. TLF is a discretely presented component unit as the nature and relationship with the County is significant, and to exclude TLF would cause the County's financial statements to be misleading. TLF is the beneficiary of a split-interest agreement; details are provided in TLF's *Notes to the Financial Statements*.

TLF is a private non-profit organization that reports under the Financial Accounting Standards Board (FASB) standards, including FASB Statement ASC 958, *Financial Reporting for Not-for-Profit Organizations*. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to TLF's financial information in the County's financial reporting entity for these differences. TLF is an organization that is tax-exempt under Section 501(c) (3) of the Internal Revenue Code.

A complete copy of The Library Foundation's financial statements can be obtained by contacting: The Library Foundation, 620 SW Fifth Ave, Suite 1025, Portland, Oregon, 97204 or online at: <https://www.libraryfoundation.org/facts-and-financials>.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the *Statement of Net Position* and the *Statement of Activities*) report information on all of the non-fiduciary activities of the County (the primary government) and its component units. With the exception of interfund service activity between governmental activities and business-type activities, interfund service activity has been removed from governmental activities. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the County is financially accountable.

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The *Statement of Activities* demonstrates the degree to which the direct expenses of a given function or business-type segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. Each enterprise fund represents separate segments of business-type activity. The major enterprise fund, the Health Department FQHC Fund, is provided in a separate column in the *Statement of Net Position Proprietary Funds* and the *Statement of Revenues, Expenses and Changes in Net Position Proprietary Funds*. Nonmajor enterprise funds are reported in separate columns in the *Statement of Net Position Enterprise Funds* and the *Statement of Revenues, Expenses and Changes in Net Position Enterprise Funds*.

In addition, functional expenses on the statement of activities include allocated indirect expenses.

Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and
- Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting, and financial statement preparation

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

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

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The *Statements of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual* are reported on the modified cash basis, with minor differences in the classification of certain revenues, which are identified in the Reconciliation to GAAP Basis on the statements and schedules for the individual funds.

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

For purposes of measuring the net pension liability, deferred outflows of resources, deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oregon Public Employees Retirement System (OPERS) plan and additions to/deductions from OPERS' fiduciary net position have been determined using the accrual basis of accounting, same as the OPERS plan. Plan member contributions are recognized in the period in which contributions are due. The County's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are recognized at fair value as determined by OPERS.

The County reports five major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the general government which are not accounted for or reported in another fund. The primary sources of revenue are property taxes, business income taxes, motor vehicle rental taxes, service charges, intergovernmental revenue, fees and permits, and interest income. The majority of expenditures in the General Fund are made for general government, health services, social services, and public safety and justice.

The *Federal/State Program Fund* is a special revenue fund that accounts for the majority of grant restricted revenues and expenditures related to federal, state and local programs. The fund also includes some non-restricted operational revenues in the form of fees and licenses.

The *Supportive Housing Fund* is a special revenue fund that accounts for revenues and expenditures for supportive housing for those people experiencing homelessness. Revenues come from two sources: the Visitors Facilities Trust Fund (Livability and Safety Support Services) and intergovernmental revenues from Metro. The intergovernmental revenues passed through from Metro are derived from tax revenues for the "HereTogether Program". Funds will be used for support services and programs for people experiencing homelessness, or who are at risk of becoming homeless, and services and programs addressing community livability and safety concerns associated with homelessness.

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The *Preschool for all Program Fund* is a special revenue fund that accounts for revenues and expenditures for the County's Preschool for All Program. The primary source of revenue is personal income tax collections related to Ballot Measure 26-214 passed by the voters of Multnomah County on November 3, 2020, and effective January 1, 2021. Revenues are dedicated to fund universal, tuition-free, voluntary, and high quality preschool education within Multnomah County.

The *Multnomah County Library Capital Construction Fund* is a capital project fund that accounts for expenditures for the planning, renovation, and construction of certain library facilities as approved by Multnomah County voters on November 3, 2020, as Ballot Measure 26-211. Resources are derived from debt issuance and interest from bond proceeds.

The County reports one major enterprise fund:

The *Health Department FQHC Fund* accounts for revenues and expenditures for the Federally Qualified Health Centers (FQHC), the County's Community Health Center Program. The Community Health Centers are community based, patient governed organizations that provide comprehensive primary care and preventative care, including health, oral health, and mental health/substances abuse services. The primary source of revenue is the Consolidated Health Centers 330 grant, medical fees (e.g. Medicaid and Medicare), third party reimbursements, and other State and local program income. All program income is restricted to uses that further the objectives of the Community Health Center.

Additionally, the County reports the following fund types:

Special revenue funds are primarily operating funds that account for revenue derived from specific taxes or other revenue sources, 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.

Debt service funds account for the resources accumulated and payments made for principal and interest on long-term debt of governmental funds.

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.

Proprietary funds account for the operations of predominantly self-supporting activities. Proprietary funds are classified as either enterprise or internal service. *Enterprise funds* account for services rendered to the public on a user charge basis. *Internal service funds* account for services rendered to other departments within the County.

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Segment information is equivalent to, and reported by, the individual enterprise funds. Segment information is provided for the *Health Department FQHC Fund*, a major enterprise fund reported in a separate column on the *Statement of Net Position Proprietary Funds* and the *Statement of Revenues, Expenses, and Changes in Net Position Proprietary Funds*. The nonmajor enterprise funds are reported in separate columns in the *Statement of Net Position Enterprise Funds* and the *Statement of Revenues, Expenses, and Changes in Net Position Enterprise Funds*.

Internal service funds account for activities and services performed primarily for other organizational units within the County. The County reports six internal service funds: *Risk Management Fund*, *Fleet Management Fund*, *Fleet Asset Replacement Fund*, *Information Technology Fund*, *Mail Distribution Fund*, and *Facilities Management Fund*.

Fiduciary funds are used to account for activities for the benefit of those outside of the government and for certain pension and other postemployment arrangements. Reporting of fiduciary funds is focused on net position and changes in net position.

The fiduciary fund category is comprised of four fund types: three of which are only used to report activities of which assets are the subject of a legal trust or an equivalent agreement, and the fourth, custodial funds, which are not trusted agreements. The trusted fiduciary fund types are pension and other employee benefit trust funds, investment trust funds, and private-purpose trust funds. The County only reports custodial funds within the fiduciary fund type.

Custodial funds account for the resources received and held by the County in a fiduciary capacity for individuals, private organizations or other governments and therefore, are not available to support the County's own programs. Disbursements are made in accordance with the agreement or applicable legislative enactment for each particular fund.

The nature of the activities reported in the custodial funds are:

Client Custodian Funds - accounts for receipts and disbursements for individuals who are not capable of handling their own financial affairs.

Property Tax Funds - accounts for the collection and disbursement of various property tax accounts for governmental entities located in Multnomah County.

Department of County Management Custodial Funds - accounts for the collection and disbursements of various monies held by Multnomah County in a fiduciary capacity.

Multnomah County Sheriff Custodial Funds - accounts for receipts and disbursements for individuals who are incarcerated.

Visitors' Facilities Trust Fund - accounts for collection and disbursement of motor vehicle rental tax and transient lodging tax used for regional visitor facilities.

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MSCO Criminal Forfeitures Fund - accounts for cash transactions subject to forfeiture under 1989 Oregon Law, Chapter 791.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's sewer and lighting functions and various other functions of the County. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the sewer and lighting districts, and of the County's internal service funds are charges to customers for sales and services. The sewer district also recognizes as operating revenue the portion of connection fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

D. Changes to or within the financial reporting entity

Specific fund changes

Coronavirus COVID-19 Response Special Revenue Fund - During the fiscal year ending June 30, 2024, the County is no longer required to report this fund as a major fund for quantitative reasons. This fund is now reported in the *Combining and Individual Fund Statements* within the *Schedules for Nonmajor Special Revenue Funds*. Previously it was reported as a major fund within the *Fund Financial Statements for Governmental Funds* in the *Basic Financial Statements* section.

Within the *Fund Financial Statements*, the *Balance Sheet - Governmental Funds* and the *Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds*, a column has been retained for this fund to demonstrate that the beginning balances have been appropriately moved to the *Nonmajor Special Revenue Funds*. The absence of inflows (revenues and other financing sources) and outflows (expenditures and other financing uses) for the period is not an indication that the fund had no activity, but that activity for the period is included in the other nonmajor governmental funds column. Column headings have been altered to indicate this change to reduce confusion about the meaning of these columns. Also, a row has been added to indicate the *Change within financial reporting entity* to show this reporting change as a \$2,162 reduction of fund balance previously reported for major funds.

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Supportive Housing Special Revenue Fund - During the fiscal year ending June 30, 2024, the County has opted to report this fund as a major fund rather than a nonmajor fund because quantitatively it is nearing the threshold of being required to be reported as such, and it is of special interest to users of the financial statements. This fund is now reported as a major fund within the *Fund Financial Statements for Governmental Funds* in the *Basic Financial Statements* section. Previously it was reported as a nonmajor fund within the *Combining and Individual Fund Statements* within the *Schedules for Nonmajor Special Revenue Funds*.

Within the *Combining and Individual Fund Statements, Schedules for Nonmajor Special Revenue Funds*, a column has been retained for this fund to demonstrate that the beginning balances have been appropriately moved to the *Fund Financial Statements, the Balance Sheet - Governmental Funds* and the *Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds*. The absence of inflows (revenues and other financing sources) and outflows (expenditures and other financing uses) for the period is not an indication that the fund had no activity, but that activity for the period is included as a major fund. Column headings have been altered to indicate this change to reduce confusion about the meaning of these columns. Also, a row has been added to indicate the *Change within financial reporting entity* to show this reporting change as a \$128,996 reduction of fund balance previously reported for nonmajor special revenue funds.

No additional changes to or within the financial reporting entity were made during the fiscal year.

E. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position or fund balances

Cash and investments

The County's cash is comprised of cash on hand, demand deposits, and investments with original maturities of three months or less from the date of acquisition. For purposes of the statement of cash flows, each fund's share of pooled cash is treated as cash.

State statutes authorize the County to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, municipal bonds, banker's acceptances, repurchase agreements, and the State Treasurer's Local Government Investment Pool (LGIP). Investments for the County, as well as for its component units, are reported at fair value. The fair value of the County's position in the pool is the same as the value of the pool shares. The LGIP operates in accordance with appropriate state laws and regulations.

The County reports cash with fiscal agent, cash, and investments with special restrictions such as restricted bond proceeds or restrictions imposed by grantors or regulations from other governments as restricted cash and investments.

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Accounts receivables

The activities between funds for which there are balances owing at year end for transactions occurring for which reimbursement has not yet been completed are referred to as “due to / from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Property tax receivables are deemed substantially collectible or recoverable through foreclosure. Accordingly, no allowance for doubtful tax accounts is deemed necessary. All other receivables are shown net of an allowance for uncollectible accounts.

Property taxes are assessed and become property liens on July 1. Property taxes are assessed in October and tax payments are due November 15 of the same year. Under the partial payment schedule, the first one-third of taxes is 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.

Inventories and prepaid items

Inventories of materials and supplies are reported at cost, and are included in nonspendable classification of fund balances with the exception of vaccine inventories. Inventories of materials and supplies are recorded as expenditures under the consumption method rather than when purchased.

Vaccine inventories are purchased with federal monies, are required to be used for health services and therefore are recorded as "*restricted inventory*" and reported as restricted in net position/fund balance. The County is not eligible for reimbursement of costs until the inventory is properly used. Once used, the funds used to purchase the inventory are eligible for reimbursement; revenue is recorded at that time.

Payments in excess of \$10 to vendors, which reflect costs applicable to future accounting periods, are recorded as prepaid items in both government-wide and fund financial statements. Prepaids are recorded as expenditures under the consumption method rather than when purchased.

Capital assets

Capital assets, which include land, right of ways, construction in progress, works of art, buildings, machinery and equipment, infrastructure assets (e.g., roads, bridges, sidewalks, sewers, street lighting, and similar items), and property improvements, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

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Capital assets are defined by the County as assets with an initial, individual cost of more than \$5 for equipment and \$100 for infrastructure and internally developed software with an estimated useful life of at least three years. See table below. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets are depreciated unless they are inexhaustible in nature, such as land and right of ways. The County, as well as the component units, depreciates property, plant, and equipment using the straight-line method with a half-year convention in the years of acquisition and disposition over the following estimated useful lives:

Asset Class	Useful Life (in years)	Threshold (in dollars)
Software	3 to 10	\$ 100,000
Vehicles and heavy equipment	3 to 10	5,000
Equipment	3 to 20	5,000
Street lighting	30	10,000
Buildings and improvements	40	100,000
Roads and bridges	40	100,000
Sewer systems	50	10,000

Right-of-use leases

Leases are recognized in accordance with GASB Statement No. 87, *Leases*.

A lessor is required to recognize a lease receivable and a deferred inflow of resources. A lease receivable is recognized at the net present value of the lease asset at a borrowing rate either explicitly described in the agreement or implicitly determined by the County, and is reduced by principal payments received. The deferred inflow of resources is recognized in an amount equal to the sum of the lease receivable and any payments relating to a future period which were received prior to the lease commencement. These deferred inflows of resources are amortized equal to the amount of the annual payments.

A lessee is required to recognize a lease payable and an intangible right-of-use lease asset. A lease payable is recognized at the net present value of future lease payments, and is adjusted over time by interest and payments. Future lease payments include fixed payments, variable payments based on an index or rate, and reasonably certain residual guarantees. The right-of-use asset is initially recorded at the amount of the lease liability plus prepayments less any lease incentives received prior to lease commencement, and is subsequently amortized over the term of the lease.

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In the government-wide, proprietary, and fiduciary fund financial statements, deferred inflows related to leases and any respective right-of-use assets and obligations are reported in the *Statement of Net Position*. In the governmental fund financial statements, the present value of lease payments is reported as *other financing sources*. Under modified accrual accounting, lease payments are considered capital outlay and right-of-use financing, and thereafter are recorded as principal and interest payments. The County follows the capital asset thresholds established for accounting and reporting leases.

The County has chosen not to implement GASB 87 for the budgetary basis of accounting. For both the budgetary basis of accounting and for leases that do not meet the criteria for valuation under GASB 87, the County will report inflows of cash for lessor leases and outflows of cash for lessee leases.

Right-of-use subscription-based information technology arrangements (SBITAs)

SBITAs are recognized in accordance with GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*.

The County is required to recognize a SBITA obligation and an intangible right-of-use SBITA asset at the commencement of the subscription term. A SBITA obligation is recognized at the net present value of future software subscription payments, and is adjusted over time by interest and payments. Future subscription payments include fixed payments, variable payments based on index or rate, and reasonably certain residual guarantees. The right-of-use asset is initially recorded at the amount of the SBITA obligation plus prepayments and any implementation costs less any incentives received prior to the beginning of the software subscription, and is subsequently amortized over the term of the software subscription.

In the government-wide, proprietary, and fiduciary fund financial statements, any respective right-of-use assets and obligations are reported in the *Statement of Net Position*. In the governmental fund financial statements, the present value of software subscription payments are reported as *other financing sources*. Under modified accrual accounting, SBITA payments are considered capital outlay and right-of-use financing, and thereafter are recorded as principal and interest payments. The County follows the capital asset thresholds established for accounting and reporting SBITAs.

The County has chosen not to implement GASB 96 for the budgetary basis of accounting. For both the budgetary basis of accounting and for SBITAs that do not meet the criteria for valuation under GASB 96, the County will report outflows of cash for software subscriptions.

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Deferred outflows and inflows of resources

In addition to assets, the *Statement of Net Position* will report a separate section for *deferred outflows of resources*. This separate financial statement element, deferred outflows of resources, represent a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County reports deferred outflows of resources for pension-related and other postemployment benefits; depending on the plan, deferred outflows of resources may include: changes in assumptions, contributions made subsequent to the measurement date, changes in proportionate share, net difference between projected and actual earnings on investments, or the net difference between projected and actual experience.

In addition to liabilities, the *Statement of Net Position* will report a separate section for *deferred inflows of resources*. This separate financial statement element, deferred inflows of resources, represent an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until then. The County reports deferred inflows of resources for pension-related and other postemployment benefits; depending on the plan, deferred inflows of resources may include: net difference between projected and actual earnings on investments, changes in proportionate share, and net differences between employer contributions and proportionate share of contributions. The County also reports deferred inflows of resources for resources received before time requirements are met and for the unamortized gain related to debt refunding. Lastly, the County reports deferred inflows of resources for leases where the County is the lessor and recognizes the present value of lease payments to be received in the future. In the governmental fund financial statements, deferred inflows of resources also include revenues that are measurable but not available.

Unearned revenues

Unearned revenues will be recognized as revenue in the fiscal year earned in accordance with the accrual basis of accounting. Revenue is considered earned when measurable and all eligibility criteria are met.

Compensated absences

It is the County's policy to permit employees to accumulate earned but unused vacation, compensatory and sick leave benefits. No liability has been recorded for unpaid accumulated sick leave since the County does not have a policy to pay any amounts when employees separate from service with the County. All vacation pay and compensatory time is accrued as a long-term liability when incurred in the government-wide statements and proprietary funds statements. A short-term liability is reported in governmental funds only if they have matured, for example, because of employee resignations and retirements at June 30. Employees can accumulate up to two years of vacation pay before losing any benefit. When employees separate from service and receive payment for accumulated leave benefits, liabilities for compensated absences are liquidated. All compensated absences are paid by the individual funds as they become due.

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Pollution remediation obligations

When the County determines a pollution remediation obligation exists and management is able to make a reasonable and supportable estimation of expected outlays, a liability is recorded.

In the County's government-wide and proprietary fund financial statements, pollution remediation costs would be reported in the *Statement of Revenues, Expenses, and Changes in Net Position* as a program or operating expense (or as revenues for recoveries received after all remediation activities have been completed), special item or extraordinary item.

In the County's governmental fund financial statements, expenditures and liabilities are recognized upon receipt of goods and services. Estimated recoveries from insurers and other responsible parties reduce any associated pollution remediation expenditures when the recoveries are measurable and available.

Long-term obligations

In the government-wide financial statements and for proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type. When incurred, bond premiums and discounts are deferred and amortized over the life of the bonds using a method that approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

Other postemployment benefits (OPEB)

The total OPEB asset / liability is recognized as a long-term asset / liability in the *Statement of Net Position*. Total OPEB liability will be liquidated by the fund in which an employee is paid.

Multnomah County Postretirement Medical and Life Insurance Plan - For purposes of measuring the total OPEB liability, deferred outflows and inflows of resources for OPEB, and OPEB expense, the County has relied on actuarial reports. County employees who are eligible to initiate a pension through OPERS at the time of separation from County employment may be eligible for a premium subsidy from the County. This liability is funded via internal service charges from the Risk Management internal service fund to all governmental funds that support personnel costs, via a rate charged to subject salary costs.

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State of Oregon Public Employees Retirement System - Retirement Health Insurance Account (OPERS-RHIA) - For purposes of measuring the net OPEB asset, deferred outflows and inflows of resources for OPERS RHIA, and OPEB expense/income, information about the fiduciary net position of the State of Oregon Public Employees Retirement System (OPERS) and additions to and deductions from OPERS fiduciary net position have been determined on the same basis as reported by OPERS. For this purpose, the County recognizes benefit payments when due and payable in accordance with benefit terms. Investments are reported at fair value.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about fiduciary net position of the Oregon Public Employees Retirement System (OPERS) and additions to/deductions from OPERS's fiduciary net position are determined on the same basis as reported by OPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Net pension liability will be liquidated by the fund in which an employee is paid.

Fund balances / net position

In the financial statements, assets in excess of liabilities are presented in one of two ways depending on the measurement focus of the statement.

On the *Balance Sheet – Governmental Funds*, assets and deferred outflows of resources in excess of liabilities and deferred inflows of resources are reported as fund balances, which are segregated into separate classifications indicating the extent to which the County is bound to honor constraints on the specific purposes for which those funds can be spent. The County's Finance and Budget Policies state that the County will spend restricted resources first, followed by committed, then assigned, with unassigned resources spent last.

Fund balance is reported as ***Nonspendable*** when the resources cannot be spent because they either are in a nonspendable form, or are legally or contractually required to be maintained intact. Resources in nonspendable form include inventories and prepaid items, except for the vaccine inventory noted above, which is recorded as restricted.

Fund balance is reported as ***Restricted*** when the constraints placed on the use of resources are either: (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

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Fund balance is reported as ***Committed*** for resources constrained on use for specific purposes, authorized by the Board of County Commissioners (Board), the County's highest level of decision-making authority. This is accomplished through either a County ordinance or board resolution. Constraints over how resources are spent are considered an administrative action, which will generally be decided via Board resolution, while ordinances are used for legislative actions. Resolutions and ordinances are considered equally binding in that either can be repealed with a single vote from the Board. Resources will be committed prior to June 30 and the amount may be determined at a subsequent date.

Resources that are constrained by the County's intent to use them for a specific purpose, but are neither restricted nor committed, are reported as ***Assigned*** fund balance. The Board expresses their intent to use a resource for a specific purpose by including that resource and associated appropriations in the adopted annual budget for funds outside of the General Fund. The Board may assign fund balances to cover a gap between estimated resources and expenditures in the subsequent year's appropriated budget. Assigned fund balances are not reported in the General Fund, as the County has not established a formal policy regarding the assignment of funds.

Unassigned fund balance is the residual classification for the General Fund. This classification represents fund balance that is not otherwise reported as nonspendable, restricted or committed within the General Fund. This classification is also used to report any negative fund balance amounts in other governmental funds.

On the *Statement of Net Position* for government-wide reporting and for the proprietary funds and on the fiduciary funds' *Statement of Fiduciary Net Position*, net position is segregated into three categories: net investment in capital assets, restricted net position, and unrestricted net position.

Net investment in capital assets represents total capital assets net of accumulated depreciation and amortization, net of capital related debt, unspent bond proceeds, and lease and SBITA liabilities. Deferred outflows of resources and deferred inflows of resources directly related to debt should also be included in this section. Significant unspent bond proceeds should not be included.

Restricted net position represents net position that is not subject solely to the County's own discretion. Restrictions may be placed on net position by an external third party that provided the resources, by laws or regulations of other governments, by enabling legislation, by endowment agreements, or by the nature of the asset. Unspent bond proceeds for capital projects are used in the calculation of restricted net position.

Certain revenues derived from specific taxes or other earmarked revenue sources are considered restricted assets. Such revenues include dedicated property taxes, state gas tax, intergovernmental grants, and charges for services, which are legally restricted to finance particular functions or activities. In addition, proceeds from general obligation bonds, revenue bonds, and full faith and credit bonds are restricted to support the specific purpose for which the debt was issued.

Unrestricted surplus (deficit) net position represent amounts not included in other categories.

MULTNOMAH COUNTY, OREGON
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Contributions

Contributions of cash, property or equipment received from other governments are credited to contribution revenue and recorded in the government-wide financial statements. The County also receives financial gifts and gifts in-kind from The Library Foundation. These in-kind donations from The Library Foundation are recorded at acquisition value upon receipt, as contribution revenue in the government wide and fund financial statements.

Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Reclassifications

Certain amounts from the financial statements of the discretely presented component unit have been reclassified to conform from nonprofit reporting requirements to the presentation requirements of the primary government's financial statements.

Revenue and expenditure naming conventions may differ in presentation from prior year. If so, current year naming conventions have been applied consistently throughout these statements and appropriately reflect the activity presented.

F. Change in accounting principle

Adoption of new accounting pronouncements and standards

During the fiscal year ended June 30, 2024, the County implemented the following Governmental Accounting Standards Board (GASB) pronouncement:

GASB Statement No. 100, Accounting Changes and Error Corrections-an amendment of GASB Statement No. 62. This statement was issued June 2022 to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. This statement defines *accounting changes* as changes in accounting principles, changes in accounting estimates and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. As part of those descriptions, for certain changes in accounting principles and certain changes in accounting estimates that result from a change in measurement methodology, a new principle or methodology should be justified on the basis that it is preferable to the principle or methodology used before the change. That preferably should be based on the qualitative characteristics of financial reporting--understandability, reliability, relevance, timeliness, consistency, and comparability. This statement also addresses corrections of errors in previously issued financial statements.

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There is no effect on the County's financial statements for changes in accounting principle, changes in accounting estimates, or error corrections as a result of the adoption of this statement. However, there were two changes to or within the financial reporting entity for the fiscal year ending June 30, 2024: the *Coronavirus (COVID-19) Response Special Revenue Fund* is no longer reported as a major fund and is now reported as a nonmajor fund, and the *Supportive Housing Special Revenue Fund* is no longer reported as a nonmajor fund and is now reported as a major fund. For more details see Note I.D. *Changes to or within the financial reporting entity - Specific fund changes.*

G. Future adoption of accounting pronouncements and standards

The following pronouncements have been issued by the Governmental Accounting Standards Board (GASB), but are not effective as of June 30, 2024:

GASB Statement No. 101, Compensated Absences. This statement was issued June 2022 to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used, and (2) leave that has been used but not paid in cash or settled through noncash means. Other requirements include that a liability for certain types of compensated absences not be recognized until the leave commences, and that a liability for specific types of compensated absences not be recognized until the leave is used. GASB Statement No. 101 will be effective for the County in the fiscal year ending June 30, 2025.

GASB Statement No. 102, Certain Risk Disclosures. This statement was issued December 2023 to improve financial reporting by providing users of financial statements with essential information that currently is not provided. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a government vulnerable to a substantial impact. As a result, users will have better information with which to understand and anticipate certain risks to a government's financial condition. GASB Statement No. 102 will be effective for the County in the fiscal year ending June 30, 2025.

GASB Statement No. 103, Financial Reporting Model Improvements. This statement was issued April 2024 to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement requires the information required in the management's discussion and analysis be limited to certain topics, provide explanations why balances and results of operations changed rather than simply presenting the amounts or percentages by which they changed, and avoid duplication of information. This Statement also requires changes for reporting: unusual or infrequent items, *Proprietary Fund Statement of Revenues, Expenses, and Changes in Fund Net Position*, major component unit information, and budgetary comparison information. GASB Statement No. 103 will be effective for the County in the fiscal year ending June 30, 2026.

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GASB Statement No. 104, Disclosure of Certain Capital Assets. This statement was issued October 2024 and requires certain types of capital assets to be disclosed separately in the capital assets note disclosures, including: lease assets, subscription-based information technology arrangements, and intangible right-to-use assets, and other intangible assets. This Statement also requires additional disclosures for capital assets held for sale. GASB Statement No. 104 will be effective for the County in the fiscal year ending June 30, 2026.

Multnomah County will implement new GASB pronouncements no later than the required effective date. The County is currently evaluating whether or not the above listed new GASB pronouncements will have a significant impact to the County's financial statements.

Note II. Stewardship, compliance, and accountability

A. Budgetary information

Except for certain fiduciary funds, state law requires the County to budget all funds, and further requires that total resources in each fund equal total expenditures for that fund. All annual appropriations lapse at the end of a fiscal year. Any differences from the budgetary basis to the modified accrual basis for governmental funds, and any differences from the budgetary basis to the full accrual basis for proprietary funds are reconciled on the budget to actual statement.

During the month of February each year, all agencies of the County submit requests for appropriations to the County Chair so that a budget may be prepared. The proposed budget is presented to the County Board of Commissioners (Board) for approval no later than May 15. The Board holds public hearings and a final budget must be prepared and adopted no later than June 30.

The adopted budget is prepared by fund and department levels. County department managers may make transfers of appropriations within a department and fund. Transfers and changes (increases) of appropriations between departments or funds require approval of the Board prior to the related expenditures.

The legal level of budgetary control, (i.e., the level at which expenditures may not legally exceed appropriations) is the fund and department level. Current expenditures are reported by department in the *Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual* and include personnel services, contractual services, internal services, materials and supplies, and capital outlay. The legal level of budgetary control for departments includes current expenditures and other financing uses.

Multnomah County budget documents are available at: <https://www.multco.us/budget>

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B. Expenditures in excess of appropriations

Oregon state law and generally accepted accounting principles (GAAP) require a supplemental budget to increase appropriations when unexpected additional resources become available. A supplemental budget is also required to transfer appropriations from a fund's operating contingency during the fiscal year. The supplemental budget process requires a public hearing, advance notice by newspaper publication, and approval by the Board of County Commissioners (the Board). The Board approved five supplemental budgets and several other budgetary appropriation modifications throughout the year. Oregon state law requires disclosure of fund expenditures in excess of budgeted appropriations. For the year ended June 30, 2024 there was one fund, the Facilities Management Fund, that had expenditures in excess of appropriations of \$388 for the Department of County Assets.

C. Deficit net position

Oregon state law and generally accepted accounting principles (GAAP) require fund disclosure of deficit fund balances/net position. At June 30, 2024, the following Funds reported deficit net positions, in the amounts shown, in the *Combining Statement of Net Position - Internal Service Funds*, and the *Combining Statement of Revenues, Expenses, and Changes in Net Position - Internal Service Funds*.

Funds with Deficit Net Position	Deficit Net Position
Internal Service Funds:	
Information Technology	\$ 13,386
Mail Distribution	301
Facilities Management	8,123

The Internal Service Funds are managed on a modified cash basis of accounting before considering the effects of accrual entries. Management, with Board approval, budgets for a targeted ending fund balance that is positive as reported in the appropriate *Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual* for the funds shown. Long-term activity is not budgeted on an annual basis. The deficit net position in the Internal Service Funds are primarily attributed to the full accrual entries for:

- Total OPEB liability (see *Note IV.C. Postemployment benefits other than pensions*)
- Net pension liability (see *Note IV.D. Employee retirement systems, pension plans and deferred compensation*)
- Leases and subscription-based information technology arrangements (see *Note III.D. Right-of-use receivables and obligations*)

MULTNOMAH COUNTY, OREGON
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Note III. Detailed notes

A. 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's portion of this pool is displayed as "Cash and Investments."

Cash and investments for Multnomah County are reported in governmental and business-type activities. The balances at June 30, 2024 are:

	Primary Government	Fiduciary Activities	Total Government
Cash on hand	\$ 21	\$ -	\$ 21
Deposits with financial institutions	242,645	-	242,645
Investments	1,350,583	66,521	1,417,104
Total cash and investments	\$ 1,593,249	\$ 66,521	\$ 1,659,770

The County's unrestricted and restricted cash and investments are reported in governmental, business-type, and fiduciary activities:

	Unrestricted	Restricted	Total
Governmental activities	\$ 491,061	\$ 1,008,614	\$ 1,499,675
Business-type activities	93,574	-	93,574
Fiduciary activities	-	66,521	66,521
Total cash and investments	\$ 584,635	\$ 1,075,135	\$ 1,659,770

Deposit risk

Policies

Oregon Revised Statutes (ORS), Chapter 295 governs that the Office of the State Treasurer (OST) be given responsibility for overseeing collateralization of public funds held by depositories, banks and credit unions in Oregon. The Public Funds Collateralization Program (PFCP) requires well-capitalized depositories to pledge securities with a fair value of at least 10 percent of their uninsured public deposits. The OST may require up to 110 percent be pledged for those banks that are poorly capitalized.

A list of depositories that may accept public deposits over the insurance limits can be found at: <https://www.oregon.gov/treasury/public-financial-services/public-depository-information/pages/list-of-qualified-depositories.aspx>

Funds deposited with fiscal agents for the purpose of meeting the payment of principal or interest on bonds or like obligations are not required to be collateralized per ORS 295.005.

MULTNOMAH COUNTY, OREGON
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Custodial risk

At June 30, 2024, the carrying amount of the County's deposits was \$242,666. Of this bank balance \$2,967 was covered by depository insurance, Federal Deposit Insurance Corporation (FDIC) or National Credit Union Administration (NCUA), and \$229,757 was collateralized by the PFCP.

Deposits in transit from Zions Bank, the County's custody bank, was \$24,000. Outstanding items in transit, checks that have been issued but not yet presented, was \$14,079. The net transactions in transit are \$9,921.

The remaining carrying amount of \$21 represents petty cash accounts that were uninsured and uncollateralized. The County does not have a policy related to custodial risk over cash.

<u>Insured Deposits by Depository</u>	<u>Cash Balance</u>	<u>Credit Risk</u>
Certificates of deposit (various)	\$ 1,715	Depository insurance FDIC/NCUA
Bank of America	250	Depository insurance FDIC/NCUA
JPMorgan	250	Depository insurance FDIC/NCUA
Umpqua	250	Depository insurance FDIC/NCUA
Washington Federal - money market (MM)	250	Depository insurance FDIC/NCUA
U.S. Bank	250	Depository insurance FDIC/NCUA
PayPal	2	Depository insurance FDIC/NCUA
Total insured deposits	2,967	
 <u>Uninsured Deposits by Depository</u>		
Washington Federal - MM	126,420	Collateralized by PFCP, held by FHLB
Umpqua - MM	67,861	Collateralized by PFCP, held by FHLB
Bank of America	10,566	Collateralized by PFCP, held by FHLB
Summit Bank	10,201	Collateralized by PFCP, held by FHLB
U.S. Bank	5,840	Collateralized by PFCP, held by FHLB
JPMorgan	4,750	Collateralized by PFCP, held by FHLB
People's Bank of Commerce	2,119	Collateralized by PFCP, held by FHLB
Pacific West Bank	2,000	Collateralized by PFCP, held by FHLB
Subtotal collateralized by PFCP	229,757	
 Transactions in transit	9,921	 Collateralized by PFCP, held by FHLB
 Total uninsured deposits	239,678	
Total deposits with financial institutions	232,724	
 Petty cash on hand	21	 Uncollateralized
Total cash and cash with financial institutions	\$ 242,666	

MULTNOMAH COUNTY, OREGON
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Investment risk

Policies

ORS 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, corporate bonds, repurchase agreements, State of Oregon Local Government Investment Pool (LGIP), and various interest-bearing bonds of Oregon and other municipalities.

The County's investments are governed by a written investment policy that is reviewed annually by 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, investment restrictions, and the reporting requirements. A copy of the current policy is located at <http://multco.us/finance/investments>.

The County is authorized to invest in the LGIP, an open-ended, no-load diversified portfolio. The LGIP is commingled with other state funds in the Oregon Short-Term Fund (OSTF). These investments are governed by a written investment policy that is reviewed annually by the, Governor appointed, OSTF Board. The OSTF is not managed as a stable net asset value fund; therefore, preservation of principal is not assured. The OSTF financial statements and its portfolio rules can be obtained at www.ost.state.or.us. The LGIP is not rated by any national rating service.

Custodial risk

The County's investment policy requires that a third party be used for safekeeping of investment instruments. Investment securities purchased or sold pursuant to the County's investment policy are delivered via payment by book entry or physical delivery to a third party custodian. The investments are held in the County's name and therefore do not have custodial risk.

Credit risk

The County's investment policy seeks to minimize credit risk by establishing limits on the level of investments with financial institutions, municipalities, and issuers of corporate bonds and commercial paper. It stresses a fairly short maturity with highly rated securities.

MULTNOMAH COUNTY, OREGON
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Concentration of credit risk

Policies

In addition to limiting its exposure to losses due to asset concentration, the County's investment policy and ORS limit asset concentration as follows:

1. Corporate indebtedness must be rated on the settlement date, A-1, AA- or better by Standard & Poor's Corporation, or P-1 or Aa3 or better by Moody's Investors Service or the equivalent rating by any nationally recognized statistical rating organization.
2. Notwithstanding item one, corporate indebtedness must be rated A-2 or A or better by Standard & Poor's or P-2 or A by Moody's, or the equivalent rating by any nationally recognized statistical rating organization when issued by a business enterprise that has its headquarters in Oregon, employs more than 50 percent of its permanent workforce in Oregon, or has more than 50 percent of its tangible assets in Oregon.
3. Purchase of commercial paper and other corporate debt not insured by an agency of the U.S. Government up to 35 percent of the total investment portfolio is allowed.
4. U.S. Government agencies may be owned without limit.
5. Investments guaranteed by an agency of the U.S. Government (e.g., the U.S. Treasury or the FDIC) may be owned without limit.
6. Lawfully issued debt obligations of the agencies and instrumentalities of the State of Oregon and its political subdivisions that have a long-term debt rating of A or an equivalent rating or better or are rated on the settlement date in the highest category for short-term municipal debt by a nationally recognized statistical rating organization [ORS 294.035 (2)]. Also, lawfully issued debt obligations of the States of California, Idaho, Washington, and their political subdivisions if such obligations have a long-term rating of AA- or better or are rated on the settlement date in the highest category for short-term municipal debt by a nationally recognized statistical rating organization [ORS 294.035 (3)]. For these latter obligations, they are allowable subject to ORS 294.040.

MULTNOMAH COUNTY, OREGON
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Additionally, to limit its exposure to asset concentration risk, the County restricts the total investment that can be made in the corporate indebtedness of a single corporate entity and its affiliates and subsidiaries to 5 percent of the total investment portfolio.

<u>Investment Type / Issuer</u>	<u>Issuer Holding Greater than Five Percent</u>		
	<u>Fair Value</u>	<u>Percent of Total Portfolio</u>	<u>Policy Limit</u>
Federal Farm Credit Bank	\$ 214,054	13.0%	40%
Federal Home Loan Bank	156,501	9.5%	40%

The County maintains cash with fiscal agent accounts to set aside for debt service requirements per the trustees and bond indentures. As of June 30, 2024, the County had the following investments and maturities with a portfolio weighted average maturity of 19.49 months, and a net portfolio yield of 3.46 percent (this table includes fiduciary activities).

<u>Investment Type</u>	<u>Book Value</u>	<u>Fair Value</u>	<u>Risk Concentration</u>	<u>Weighted Average Maturity</u>
U.S. Treasuries	\$ 689,212	\$ 675,777	47.7%	9.16
U.S. Agencies	414,855	410,216	28.9%	6.32
LGIP	55,708	55,708	3.9%	-
Corporate debt	258,094	253,462	17.9%	3.66
Municipal debt	22,823	21,941	1.5%	0.35
Total cash and investments	<u>\$ 1,440,692</u>	<u>\$ 1,417,104</u>	<u>100.0%</u>	<u>19.49</u>

Interest rate risk

Policies

As a means of limiting its exposure to fair value losses resulting from rising interest rates, the County's investment policy limits maturities as follows:

<u>Maturity</u>	<u>Cumulative Constraint</u>
Less than 90 days	10%
Less than 1 year	35%
Less than 5.25 years	100%

The County's investment policy limits the weighted average maturity of the total portfolio to 2.5 years.

If the goals of maturity limits are exceeded by 5 percent or more for ten successive business days, prompt notification to the County's Chief Financial Officer and the County's Investment Advisory Board is required.

MULTNOMAH COUNTY, OREGON
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At June 30, 2024, the County had the following interest rate and concentration risk. Credit ratings are noted by Moody's and Standard & Poor's respectively:

Investment Type	Fair Value	Rating	Days to Maturity		
			0-90	91-365	366-1825
U.S. Treasuries	\$ 675,777	Aaa/AA+	\$ 62,797	\$ 229,406	\$ 383,574
U.S. Agencies	410,216	Aaa/AA+	29,941	83,631	296,644
LGIP	55,708	AA*	55,708	-	-
Corporate Debt	21,278	Aaa/AAA	-	-	21,278
	44,657	P-1/A-1	44,657	-	-
	40,726	A1/A/AA-	-	9,718	31,008
	26,800	A1/A-/AA-	-	4,933	21,867
	29,070	Aaa/AA+	9,946	-	19,124
	17,161	P-1/A-1+	9,958	7,203	-
	40,020	Aa1/AA+	-	-	40,020
	9,795	Aa3/AA-	-	-	9,795
	19,158	A1/AA	-	-	19,158
	4,797	None/AAA	-	4,797	-
Municipal Debt	6,133	Aa2/AA	-	-	6,133
	9,081	Aaa/AA+	-	-	9,081
	6,727	Aaa/None	-	-	6,727
Total	\$ 1,417,104		\$ 213,007	\$ 339,688	\$ 864,409
Percentage			15.0%	24.0%	61.0%

*This represents the composite weighted average rating of the investments held by the LGIP.

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Fair value measurement

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability between market participants at the measurement date (exit price). Observable inputs reflect market participants' assumptions in pricing the asset or liability and are developed based on market data obtained from sources independent of reporting entity. Unobservable inputs are developed based on the best information available about the assumptions market participants would use in pricing the asset or liability.

Multnomah County's investment custodial bank utilizes Interactive Data Pricing and Reference for daily security pricing on the following asset types: U.S. Treasuries, U.S. Federal agencies, U.S. Corporate debt, and Municipal debt.

Various inputs are used in determining the fair value of investments. These inputs are categorized into a fair value hierarchy. The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three levels. The categorization is based on pricing transparency of the investments, and not an indication of the risks associated with investing in the security.

Level 1 – quoted prices (unadjusted) in active markets for identical assets at the measurement date.

Level 2 – quoted prices for similar assets in active or inactive markets, or inputs derived from observable (directly or indirectly) market data.

Level 3 – valuations derived from valuation techniques in which significant inputs are unobservable.

Investment Type	Totals as of June 30, 2024	Fair Value Measurements Using			Not Measured at
		Quoted Price in Active Markets for Identical <u>Assets</u> Level 1	Significant Other Observable <u>Inputs</u> Level 2	Significant Unobservable <u>Inputs</u> Level 3	Fair Value
U.S. Treasuries	\$ 675,777	\$ 675,777	\$ -	\$ -	\$ -
U.S. Agencies	410,216	410,216	-	-	-
Corporate debt	253,462	-	253,462	-	-
LGIP	55,708	-	-	-	55,708
Municipal debt	21,941	-	21,941	-	-
Total	<u>\$ 1,417,104</u>	<u>\$ 1,085,993</u>	<u>\$ 275,403</u>	<u>\$ -</u>	<u>\$ 55,708</u>

* Amortized cost approximates fair value for the LGIP investment.

U.S. Treasuries and U.S. Agencies are valued using quoted prices for identical assets in the active market. Corporate and municipal securities are valued using observable market data for comparable instruments. Balances held in the LGIP accounts are valued at amortized cost, the amount required to replace the asset. Demand deposits and other cash and equivalent accounts are reported at bank balance as of June 30, 2024.

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B. Receivables

Receivables as of June 30, 2024, are as follows:

	Governmental Funds							Governmental- Activities
	General Fund	Federal / State Program Special Revenue Fund	Supportive Housing Special Revenue Fund	Preschool For All Program Special Revenue Fund	Library Capital Construction Capital Project Fund	Non- major Funds	Internal Service Funds	
Receivables:								
Taxes:								
Property	\$ 11,328	\$ -	\$ -	\$ -	\$ -	\$ 4,600	\$ -	\$ 15,928
Other	27,958	-	21,739	36,920	-	3,993	-	90,610
Accounts	2,262	93,931	171	-	1,125	22,200	345	120,034
Leases	-	-	-	-	-	-	1,324	1,324
Loans	-	-	-	-	-	-	-	12,223
Interest	10,752	-	-	-	-	-	-	10,752
Total receivables	52,300	93,931	21,910	36,920	1,125	30,793	1,669	250,871
Allowance for doubtful accounts	(250)	-	-	-	-	-	-	(250)
Receivables, net	<u>\$ 52,050</u>	<u>\$ 93,931</u>	<u>\$ 21,910</u>	<u>\$ 36,920</u>	<u>\$ 1,125</u>	<u>\$ 30,793</u>	<u>\$ 1,669</u>	<u>\$ 250,621</u>
Not scheduled for collection during the subsequent year:								
Leases	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,208	\$ 1,208
Loans	2,813	553	-	-	-	8,857	-	12,223
Total	<u>\$ 2,813</u>	<u>\$ 553</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,857</u>	<u>\$ 1,208</u>	<u>\$ 13,431</u>
	Enterprise Funds							
	Health Department (FQHC)	Non- major Funds						
Receivables:								
Accounts	\$ 22,505	\$ -						
Special assessments	-	57						
Total receivables	22,505	57						
Allowance for doubtful accounts	(2,312)	(4)						
Receivables, net	<u>\$ 20,193</u>	<u>\$ 53</u>						

Total uncollectible amounts related to revenues are all for prior periods.

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C. Unearned revenue and deferred inflows of resources

The County recognizes revenues when earned. Amounts received in advance of the period in which services are performed are recorded as a liability, “unearned revenue.” The various components of unearned revenue reported in the governmental and business-type activities at June 30, 2024 are as follows:

	Governmental Balance Sheet				Government-wide Statement of Net Position
	General Fund	Federal/ State Program Fund	Library Capital Construction Project Fund	Nonmajor Governmental Funds	Total / Governmental Activities
<u>Unearned Revenue</u>					
Grant draws prior to meeting all eligibility requirements	\$ -	\$ 52,699	\$ 47	\$ 9,621	\$ 62,367
Tax title land sales inventory	34	-	-	-	34
State vaccine inventory	-	1,049	-	-	1,049
Total unearned revenue	<u>\$ 34</u>	<u>\$ 53,748</u>	<u>\$ 47</u>	<u>\$ 9,621</u>	<u>\$ 63,450</u>

	Government-wide Statement of Net Position
	Total Business-type Activities
	Health Department FQHC Fund
<u>Unearned Revenue</u>	
Grant draws prior to meeting all eligibility requirements	<u>\$ 5,843</u>

Governmental statements report deferred inflows of resources in connection with receivables for revenues that are not considered to be available within 60 days of year end to liquidate current liabilities. Proprietary and government-wide statements report deferred inflows and outflows of resources in connection with pension, other post-employment benefits (OPEB) activity, and leases.

For details regarding deferred outflows and inflows of resources related to leases, unamortized debt, gain on refunding, OPEB, and pensions, see *Note III.D. Right-of-use receivables and obligations*, *Note III.G. Long-term debt*, *Note IV.C. Postemployment benefits other than pensions*, and *Note IV.D. Employee retirement systems, pension plans and deferred compensation plan*.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

D. Right-of-use receivables and obligations

Lessor lease receivables

As the lessor, the County leases County-owned properties such as buildings. The related receivables are presented in the *Statement of Net Position* for the amounts equal to the present value of lease payments expected to be received during the lease term. All lessor leases are reported in governmental activities. The total amount of lease revenue recognized in the current year was \$104, and interest revenue of \$38 for a total of \$142. The total amount of deferred inflows reported for lessor leases for the fiscal year ended June 30, 2024 is \$1,324.

The County has a variety of variable payment clauses, within its lease arrangements, which include payments dependent on indexes and rates (such as the Consumer Price Index and market interest rates) which are included in the measurement of the lease receivables. Variable payments related to lease agreements that are qualified as leases under GASB Statement No. 87 such as common area maintenance, late fees, operating expenses, property taxes, rent credits and utilities are not included in the measurement of the lease receivable. The County did not incur revenue related to residual value guarantees or lease termination penalties. It also does not currently have agreements that include sale-leaseback and lease-leaseback transactions.

The County has entered into two lease agreements as the lessor, that qualify both within the County capitalization threshold and under GASB Statement No. 87. These leases are for buildings, with periods covering various ranges and the latest expiring on January 31, 2034. Interest rates range from 2.62 to 2.84 percent. Annual payments for the current year range from \$42 to \$167.

Lease receivables for the year ended June 30, 2024 are as follows:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Buildings	<u>\$ 1,244</u>	<u>\$ 184</u>	<u>\$ 104</u>	<u>\$ 1,324</u>

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
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Future annual lease receivables as of June 30, 2024 are as follows:

Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2025	\$ 116	\$ 36
2026	126	32
2027	137	29
2028	148	25
2029	118	21
2030-2034	679	48
Total	\$ 1,324	\$ 191

Right-of-use obligations

Lessee - Accrued Lease Obligations

A lease is defined as a contractual agreement that conveys control of the right to use another entity's nonfinancial asset, for a minimum contractual period of greater than one year, in an exchange-like transaction. The County leases a significant amount of non-financial assets such as land and buildings. The related obligations are presented in the amounts equal to the present value of lease payments, payable during the remaining lease term. As a lessee, a lease liability and the associated lease asset are recognized. All lessee leases are reported in governmental activities. The total amount of lease expense recognized in the current year was \$8,828 and interest expense of \$1,189 for a total of \$10,017.

The County has a variety of variable payment clauses, within its lease arrangements, which include payments dependent on indexes and rates (such as the Consumer Price Index and market interest rates). Components of variable payments that are fixed in substance, are included in the measurement of the lease liability presented in the table below. Variable payments related to lease agreements that are qualified as leases under GASB Statement No. 87, and are not fixed, are excluded from the measurement of the lease liability. The County did not incur expenses related to its leasing activities related to residual value guarantees or losses due to impairment. The County did not incur lease termination penalties during the year ended June 30, 2024. As a lessee there are currently no agreements that include sale-leaseback and lease-leaseback transactions.

The County has entered into 31 lease agreements as the lessee, that qualify both within the County capitalization threshold and under GASB Statement No. 87. These leases are for buildings, with periods covering various ranges and the latest expiring on June 14, 2111. Interest rates range from 2.05 to 3.18 percent. Annual payments for the current year range from \$3 to \$3,204.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

Lease obligations currently outstanding as of June 30, 2024 are as follows:

Governmental Activities	Beginning Balance	Additions	Reductions	Ending Balance
Buildings	\$ 42,419	\$ 13,455	\$ 8,828	\$ 47,046

Future annual lease commitments as of June 30, 2024 are as follows:

Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2025	\$ 8,247	\$ 1,089
2026	7,617	886
2027	6,735	705
2028	6,121	544
2029	3,369	415
2030-2034	7,094	1,323
2035-2039	4,480	716
2040-2044	2,529	257
2045-2049	60	114
2050-2054	12	112
2055-2059	18	110
2060-2064	25	107
2065-2069	33	103
2070-2074	42	98
2075-2079	53	91
2080-2084	65	83
2085-2089	80	73
2090-2094	97	61
2095-2099	116	46
2100-2104	139	28
2105-2109	104	8
2110-2111	10	-
Total	\$ 47,046	\$ 6,969

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

Subscription-Based Information Technology Arrangements (SBITAs)

The County has entered into subscription-based information technology arrangements (SBITAs) as defined by GASB Statement No. 96. SBITAs involve agreements with vendors that provide access to one or more IT applications or services for a fee, typically on a subscription basis. During the fiscal year ended June 30, 2024, the County evaluated all existing and new material software contracts to ensure proper classification as either qualified or non-qualified. Qualified SBITAs result in the recognition of both an asset and a corresponding obligation, unless the software subscription is paid for upfront, then only an asset is recognized.

The County has entered into 19 subscription-based information technology arrangements, that qualify both within the County capitalization threshold and under GASB Statement No. 96. The liability related to these contracts totals \$13,122 for the fiscal year ended June 30, 2024. These software subscription contracts vary in length with the longest expiring June 30, 2029. Interest rates range from 1.65 to 3.51 percent. Annual payments for the current year range from \$26 to \$1,597.

SBITA obligations currently outstanding as of June 30, 2024 are as follows:

Governmental Activities	Beginning Balance	Additions	Reductions	Ending Balance
SBITAs	\$ 16,834	\$ 1,079	\$ 4,791	\$ 13,122

Future annual SBITA commitments as of June 30, 2024 are as follows:

Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2025	\$ 4,235	\$ 322
2026	2,609	222
2027	2,089	156
2028	2,037	103
2029	2,152	53
Total	\$ 13,122	\$ 856

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
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Changes in right-of-use obligations

Right-of-use obligations activity for the year ended June 30, 2024 was as follows:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Adjustments & Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Leases - Buildings	\$ 42,419	\$ 13,455	\$ 8,828	\$ 47,046	\$ 8,247
SBITAs	16,834	1,079	4,791	13,122	4,235
Total right-of-use obligations	<u>\$ 59,253</u>	<u>\$ 14,534</u>	<u>\$ 13,619</u>	<u>\$ 60,168</u>	<u>\$ 12,482</u>

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
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E. Interfund receivables, payables, and transfers

Due from / Due to other funds

The County records "due from" and "due to" transactions in order that individual funds will be able to meet cash flow needs at year end and prevent a fund from reporting a negative cash balance. The amounts payable to the General Fund from the Federal/State Program Fund of \$53,873 and from the Video Lottery Fund of \$12 are related to providing interim working capital financing, and will be collected in the subsequent year.

Interfund loans

There were no internal loan balances as of June 30, 2024.

Interfund transfers

The primary purposes of significant transfers include the following:

- The General Fund made the following transfers to other funds:
 - \$6,783 to the Capital Debt Retirement Fund for the final payoff of the Enterprise Resource Planning debt service.
 - \$6,072 to the Capital Improvement Fund for the following:
 - \$2,500 for the Department of Community Justice East Campus Foyer capital improvement project, and
 - \$3,572 for the Rockwood Health Center project.
 - \$3,300 to the Information Technology Capital Fund for the following:
 - \$300 for the website digital service transformation strategy,
 - \$400 for the Health - supplemental datasets for analytics and reporting,
 - \$1,200 for phase 2 of the financial data mart, and
 - \$1,400 for phase 2 of the radio system replacement.
 - \$500 to the Asset Preservation Fund for the McCoy Building Future of Work project, renovation in the Multnomah Building and other projects to accommodate consolidation work in County facilities.
 - \$1,510 to the Justice Center Capital Fund for phase 2 of the Bus Duct Replacement.
 - \$1,175 to the Joint Office of Homeless Services Capital Fund for the following:
 - \$200 for the Cook Plaza East Resilience Capital Project, and
 - \$975 for the Willamette Shelter Project.
 - \$595 to the Facilities Management Fund for the following:
 - \$445 for facilities machine guards, and
 - \$150 for the Vance Vision Project.
- The Animal Control Fund transferred \$1,111 to the General Fund for client, service, field, and health fees for animals.
- The Federal/State Program Fund transferred \$2,334 to Joint Office of Homeless Services Capital Fund for the Montavilla Community Village Alternative Shelter.
- The Supportive Housing Fund transferred \$500 to the Joint Office of Homeless Services Capital Fund for the North Portland Day Center renovation capital project.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

- The Information Technology Capital Fund transferred \$642 to the General Fund District Attorney's Office for a case tracking system.
- The remainder of the Southeast Health Center funding of \$648 in the Asset Preservation Fund was transferred to the General Fund.
- The Fleet Management Fund transferred \$55 to the Fleet Asset Replacement Fund for fleet vehicle replacement.
- The Information Technology Fund transferred the remaining funds of \$580 from the Orion project to the General Fund.
- The Facilities Management Fund made the following transfers:
 - \$162 to the Capital Improvement Fund for external tenant capital fees to the CIP fund, and
 - \$149 to the Asset Preservation Fund for external tenant capital fees to the AP fund.
- The Library District Fund transferred \$2,311 to the Library District Capital Construction Fund for construction projects.
- The following transfers are reported as intergovernmental revenue and current expenditures on the *Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual*:
 - The Library District Capital Construction Fund transferred \$1,070 to the Multnomah County Library Capital Construction Fund, of which \$50 was for outdoor space improvements.
 - The Library District Fund transferred \$96,109 to the Library Fund to reimburse the County for library operations.

In the governmental activities column of the *Statement of Activities*, transfers between governmental funds and between governmental and internal service funds have been eliminated; no interfund transfers were made for business-type activities during the year. Interfund transfers and the reconciliation to the *Statement of Activities* for the year ended June 30, 2024, consisted of the following:

	Governmental Activities				
	General Fund	Library Capital Construction Fund	Other Nonmajor Governmental Funds	Internal Service Funds	Total Transfers Out
Governmental activities:					
General fund	\$ -	\$ -	\$ 19,340	\$ 595	\$ 19,935
Major special revenue funds:					
Federal/State Program	-	-	2,334	-	2,334
Supportive Housing fund	-	-	500	-	500
Other nonmajor funds	2,401	1,070	98,420	-	101,891
Internal service funds	580	-	311	55	946
Total transfers in:	\$ 2,981	\$ 1,070	\$ 120,905	\$ 650	\$ 125,606

Reconciliation:

Total internal service funds	(946)
Total governmental funds	(124,660)
Total transfers per Statement of Activities	\$ -

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

F. Capital assets

Capital asset activity of the primary government, for the year ended June 30, 2024, is as follows:

	Beginning Balance	Increases	Transfers	Decreases	Ending Balance
Governmental activities:					
Capital assets, not being depreciated or amortized:					
Land	\$ 51,019	\$ -	\$ 2,705	\$ (1,245)	\$ 52,479
Land use rights	218,690	-	748	-	219,438
Construction in progress	127,799	132,309	(93,286)	(5,529)	161,293
Works of art	4,471	-	-	(40)	4,431
Total capital assets, not being depreciated or amortized	<u>401,979</u>	<u>132,309</u>	<u>(89,833)</u>	<u>(6,814)</u>	<u>437,641</u>
Capital assets, being depreciated or amortized:					
Buildings	827,121	-	65,819	(4,207)	888,733
Improvements other than buildings	1,010	-	597	-	1,607
Machinery and equipment	133,461	15,803	2,255	(8,850)	142,669
Bridges	509,616	-	-	(18)	509,598
Intangible assets:					
Software - purchased	50,158	181	479	(2,466)	48,352
SBITA - right-of-use	23,245	3,290	317	-	26,852
Leases - right-of-use	57,079	13,455	-	(2,362)	68,172
Infrastructure	384,680	50	20,366	(84)	405,012
Total capital assets being depreciated or amortized	<u>1,986,370</u>	<u>32,779</u>	<u>89,833</u>	<u>(17,987)</u>	<u>2,090,995</u>
Less accumulated depreciation or amortization for:					
Buildings	(257,875)	(21,589)	-	2,675	(276,789)
Improvements other than buildings	(655)	(49)	-	-	(704)
Machinery and equipment	(85,349)	(13,001)	-	8,335	(90,015)
Bridges	(145,997)	(11,309)	-	1	(157,305)
Intangible assets:					
Software - purchased	(38,136)	(4,458)	-	2,541	(40,053)
SBITA - right-of-use	(4,491)	(6,117)	-	127	(10,481)
Leases - right-of-use	(17,001)	(9,564)	-	2,272	(24,293)
Infrastructure	(342,833)	(1,676)	-	-	(344,509)
Total accumulated depreciation or amortization	<u>(892,337)</u>	<u>(67,763)</u>	<u>-</u>	<u>15,951</u>	<u>(944,149)</u>
Total capital assets being depreciated or amortized, net	<u>1,094,033</u>	<u>(34,984)</u>	<u>89,833</u>	<u>(2,036)</u>	<u>1,146,846</u>
Governmental activities capital assets, net	<u>\$ 1,496,012</u>	<u>\$ 97,325</u>	<u>\$ -</u>	<u>\$ (8,850)</u>	<u>\$ 1,584,487</u>

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

	Beginning Balance	Increases	Transfers	Decreases	Ending Balance
Business-type activities:					
Capital assets, not being depreciated or amortized:					
Construction in progress	\$ 1,561	\$ 1,059	\$ (456)	\$ -	\$ 2,164
Total capital assets, not being depreciated or amortized	<u>1,561</u>	<u>1,059</u>	<u>(456)</u>	<u>-</u>	<u>2,164</u>
Capital assets, being depreciated or amortized:					
Buildings	1,715	-	-	-	1,715
Improvements other than buildings	9,408	-	456	-	9,864
Machinery and equipment	2,081	270	-	(82)	2,269
Total capital assets being depreciated or amortized	<u>13,204</u>	<u>270</u>	<u>456</u>	<u>(82)</u>	<u>13,848</u>
Less accumulated depreciation or amortization for:					
Buildings	(386)	(43)	-	-	(429)
Improvements other than buildings	(4,895)	(216)	-	-	(5,111)
Machinery and equipment	(1,606)	(157)	-	79	(1,684)
Total accumulated depreciation or amortization	<u>(6,887)</u>	<u>(416)</u>	<u>-</u>	<u>79</u>	<u>(7,224)</u>
Total capital assets being depreciated or amortized, net	6,317	(146)	456	(3)	6,624
Business-type activities capital assets, net	<u>\$ 7,878</u>	<u>\$ 913</u>	<u>\$ -</u>	<u>\$ (3)</u>	<u>\$ 8,788</u>

Right-of-Use Assets

A lease is defined as a contractual agreement that conveys control of the right to use another entity's nonfinancial asset, for a minimum contractual period of greater than one year, in an exchange-like transaction. The County is party to a variety of lease contracts for which this right-of-use (ROU) has been recognized as an asset on the *Statement of Net Position*.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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(dollar amounts expressed in thousands)

Depreciation

Fully depreciated or amortized capital assets at June 30, 2024 totaled \$506,011, all of which were available to be used in governmental type and business type activities. Capital assets are evaluated annually for impairment.

Depreciation or amortization expense for capital assets was charged to functions/programs of the primary government as follows:

Function/program	Depreciation or Amortization Expense
Governmental activities:	
General government	\$ 27,833
Health services	2,828
Social services	1,110
Public safety and justice	8,459
Community services	4,476
Library	10,635
Roads, bridges, and bike path improvements	12,422
Total governmental activities	67,763
Business-type activities:	
Federally qualified health clinics (FQHC)	200
Sewer	81
Lighting	135
Total business-type activities	416
Total	\$ 68,179

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
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G. Long-term debt

Full faith and credit bonds

On December 1, 1999, the County issued \$184,548 in taxable Revenue Pension Obligation Bonds with interest rates from 6.49 to 7.74 percent to fund the County's unfunded accrued actuarial liability (UAAL). At issuance, bonds were rated Aa2 by Moody's. 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 the Oregon Public Employees Retirement System (OPERS) to retire the UAAL and the amount of the debt repayment. Payment of principal and interest, except for a term bond, will be guaranteed by National Public Finance Guarantee. At June 30, 2024, \$27,098 of these bonds were outstanding.

On December 14, 2010, the County issued \$15,000 in Full Faith and Credit Obligations, Series 2010B, with interest rates from 4 to 5.05 percent. At issuance, bonds were rated Aa1 by Moody's. The proceeds from the sale of the obligations were used to finance the construction costs for the East County Courthouse (ECC). At June 30, 2024, \$9,420 of these bonds were outstanding.

On December 14, 2017, the County issued \$164,110 in Full Faith and Credit Obligations, Series 2017, at a premium of \$16,715, with interest rates from 3 to 5 percent. At issuance, bonds were rated Aaa by Moody's and AAA by Standard & Poor's. The proceeds from the sale of the obligations were used to finance real or personal property related to the replacement of the Multnomah County Central Courthouse ("MCCH"), replacement of the Health Department administrative offices and downtown clinics ("HDHQ"), replacement of the Enterprise Resource Planning system ("ERP"), and improvements to County-owned facilities that house parole and probation services ("DCJ Campus"). At June 30, 2024 the outstanding balance on the Series 2017 bonds was \$106,405 and the balance on the unamortized premium was \$8,818.

On September 12, 2019, the County issued \$16,075 in Full Faith and Credit Obligations, Series 2019, with an interest rate of 1.74 percent. Multnomah County entered into a ten year direct bank placement with DNT Asset Trust, a wholly-owned subsidiary of JPMorgan Chase Bank, N.A. The issue will finance the National Environmental Policy Act (NEPA) review phase of the Burnside Bridge Project and pay costs of issuance related to the financing. The proceeds were not converted into capital assets and therefore this is not considered capital debt. At June 30, 2024 the outstanding balance on the Series 2019 bonds was \$8,604.

On January 21, 2021, the County issued \$89,580 in Full Faith and Credit Refunding Obligations, Series 2021, at a premium of \$552, with interest rates from 1 to 2 percent. At issuance, bonds were rated Aaa by Moody's and AAA by Standard & Poor's. The proceeds from the sale of the obligations were used to refinance a portion of the outstanding full faith and credit backed borrowings (FF&C Obligations, Series 2012) that helped financed the construction of the Sellwood Bridge. At June 30, 2024 the outstanding balance on the Series 2021 bonds was \$72,160 and the balance on the unamortized premium was \$381.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

On September 20, 2022, the County issued \$25,095 in Full Faith and Credit Financing Agreement, Series 2022, with an interest rate of 3.13 percent. Multnomah County entered into a ten year direct bank placement with ZMFU II, Inc., a wholly-owned subsidiary of Zions Bancorporation, N.A. The issue will finance the design and right of way phase for the Burnside Bridge earthquake readiness project. At June 30, 2024 the outstanding balance on the Series 2022 bonds was \$21,509.

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

Purpose	Interest Rates	Amount
Governmental activities	1.00-7.74%	\$ 245,196

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

Fiscal Year Ending June 30,	Principal	Interest
2025	\$ 21,859	\$ 34,805
2026	22,159	36,289
2027	22,482	37,844
2028	22,819	39,477
2029	23,186	41,193
2030-2034	74,761	54,603
2035-2039	25,290	8,939
2040-2044	19,190	5,053
2045-2047	13,450	1,092
Subtotal	245,196	\$ 259,295
Premiums on long-term debt	9,199	
Total	\$ 254,395	

The full faith and credit bonds are included in the bonds payable line item on the *Statement of Net Position*.

Full Faith and Credit Bonds	Long-term	Current	Total
Maturities	\$ 223,337	\$ 21,859	\$ 245,196
Premiums on long-term debt	8,664	535	9,199
Total	\$ 232,001	\$ 22,394	\$ 254,395

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

General Obligation Bonds

On January 26, 2021, the County issued \$154,680 in General Obligation Bonds, Series 2021A (Tax-Exempt), at a premium of \$50,507, with interest rates at 5 percent. At issuance, bonds were rated Aaa by Moody's and AAA by Standard & Poor's. The Bonds were issued to finance capital costs to expand, modernize, rebuild and acquire land for library facilities, and to pay the costs of issuance of the Bonds. At June 30, 2024 the outstanding balance on the Series 2021 bonds was \$154,680 and the balance on the unamortized premium was \$25,254.

On January 26, 2021, the County issued \$232,320 in General Obligation Bonds, Series 2021B (Federally Taxable), at a premium of \$232, with interest rates from .25 to .90 percent. At issuance, bonds were rated Aaa by Moody's and AAA by Standard & Poor's. The Bonds were issued to finance capital costs to expand, modernize, rebuild and acquire land for library facilities, and to pay the costs of issuance of the Bonds. At June 30, 2024 the outstanding balance on the Series 2021 bonds was \$106,410 and the balance on the unamortized premium was \$77.

General obligation bond obligations outstanding at year-end are as follows:

Purpose	Interest Rates	Amount
Governmental activities	0.25-5.00%	\$ 261,090

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

Fiscal Year Ending June 30,	Principal	Interest
2025	\$ 46,970	\$ 8,455
2026	48,870	8,220
2027	50,975	7,829
2028	54,855	5,714
2029	59,420	2,971
Subtotal	261,090	\$ 33,189
Premiums on long-term debt	25,331	
Total	\$ 286,421	

The general obligation bonds are included in the bonds payable line item on the *Statement of Net Position*.

General obligation bonds	Long-term	Current	Total
Maturities	\$ 214,120	\$ 46,970	\$ 261,090
Premium on long-term debt	18,979	6,352	25,331
Total	\$ 233,099	\$ 53,322	\$ 286,421

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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Loans payable

Levee Ready Columbia Project Financing

In April 2016, the County entered into an interim financing agreement with the State of Oregon, through the Oregon Infrastructure Finance Authority (IFA) for financing the Multnomah County Levee Accreditation Evaluation for “Levee Ready Columbia (LRC),” a regional project. The financing will provide funding for Phase II of the project, engineering analysis on the levees along the Columbia River which are maintained by the Sauvie Island Drainage Improvement Company (SIDIC), Multnomah County Drainage District No. 1 and Sandy Drainage Improvement Company (SDIC), with the goal of FEMA recertification and accreditation.

On June 30, 2024 the public entities that manage the Columbia River levee system were dissolved. This included the Multnomah County Drainage District (MCDD), Peninsula Drainage District #1 (PEN 1), Peninsula Drainage District #2 (PEN 2), and Sandy Drainage Improvement Company (SDIC). Any assets or liabilities associated with these districts were transferred to the Urban Flood Safety and Water District (Urban District).

The County was named the borrower for the IFA Phase II funding which will enable the County to access a package of loans and grants from the IFA. The IFA determines whether disbursements will be drawn from the loan or grant funding available.

The County’s obligations to make payments under the IFA financing contracts will be offset by revenues to be received by the County from the LRC project partners for over 95 percent of the amount borrowed. This will also provide one-time-only financing assistance to the Cities of Fairview and Troutdale in connection with their obligations to the LRC project, and pay a portion of expenses incurred by the LRC project for public outreach and facilitation.

Not all IFA loan draws are not yet in repayment status; therefore, are excluded from the annual maturity schedule on the following page.

At June 30, 2024 the outstanding balance of the IFA is \$1,566. A prepayment of \$67 was made during the fiscal year ended June 30, 2020 as reflected in the accumulated prepayments column in the following table; no additional prepayments have been made during fiscal year ending June 30, 2024. SIDIC Loan Draws (C-1) entered into repayment status during fiscal year ended June 30, 2022, and two payments of \$16 were made during the two prior fiscal years and one for \$17 during the current fiscal year ended June 30, 2024.

MULTNOMAH COUNTY, OREGON
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(dollar amounts expressed in thousands)

As of June 30, 2024, proceeds and obligations from the IFA are:

Oregon Infrastructure Finance Authority Contracts	Interest Rates	Maximum Available	Reimbursement Draws Received / Accumulative Obligation	Amount Available to Draw	Accumulative Prepayments Prior to Repayment Status	Net Obligation Not Yet in Repayment Status
MCDD loan draws (A)**	0.00%	\$ 1,000	\$ 1,000	\$ -	\$ -	\$ 1,000
MCDD loan draws (B)**	1.84%	1,518	103	1,415	67	36
Total MCDD draws**		2,518	1,103	1,415	67	1,036
SDIC loan draws (A)**	0.00%	499	463	36	-	463
SDIC loan draws (B)**	1.84%	450	-	450	-	-
Total SDIC draws**		949	463	486	-	463
Total IFA No. X16001		3,467	1,566	1,901	67	1,499
SIDIC loan draws (C-1) *	0.00%	191	115	76	-	-
SIDIC loan draws (C-2)	1.84%	142	-	142	-	-
Total SIDIC draws / IFA No. J16002		333	115	218	-	-
Totals - all contracts		<u>\$ 3,800</u>	<u>\$ 1,681</u>	<u>\$ 2,119</u>	<u>\$ 67</u>	<u>\$ 1,499</u>

**MCDD and SDIC liabilities were transferred to the Urban District as of June 30, 2024. Using legacy districts for continuity.

Contracts in Repayment Status

Oregon Infrastructure Finance Authority Contracts	Beginning Balance	Additions	Payments	Net Obligation in Repayment Status	Due Within One Year
* SIDIC loan draws (C-1)	\$ 83	\$ -	\$ 17	\$ 66	\$ 16

Annual payments required to maturity for SIDIC loan draws (C-1) (The only IFA Loan currently in repayment status):

Fiscal Year Ending June 30,	Principal	Interest
2025	\$ 16	\$ -
2026	16	-
2027	17	-
2028	17	-
Total	<u>\$ 66</u>	<u>\$ -</u>

MULTNOMAH COUNTY, OREGON
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Transportation Improvements Financing

In fiscal year 2009, the County entered into a loan agreement with the Oregon Department of Transportation's Financial Services (ODOT) for the purpose of making capital improvements to the County's transportation system, with an interest rate of 3.98 percent. The loan was re-amortized in fiscal year 2017, reducing the principal balance owed by \$93. The total outstanding under this agreement was \$551 at June 30, 2024.

Annual debt service requirements to maturity for the Oregon Department of Transportation long-term loans outstanding at year-end are as follows:

Fiscal Year Ending June 30,	Principal	Interest
2025	\$ 270	\$ 22
2026	281	11
Total	<u>\$ 551</u>	<u>\$ 33</u>

In the event of an "Event of Default" for all loans payable, the lender may accelerate payment immediately of the entire loan principal amount and other amounts due on the loan. In the event of default, the investors may exercise any remedy available at law or in equity or in bankruptcy or otherwise.

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Compensated Absences

The County's policy relating to compensated absences is described in *Note I. D. Assets, deferred outflows, liabilities, deferred inflows, and net position or fund balances*. The long-term portion of compensated absences was \$14,033. The total amount outstanding at June 30, 2024 was \$43,523.

The long-term portion of compensated absences is expected to be paid in future years from future resources. In prior years, compensated absences have been liquidated primarily by the governmental and proprietary funds for which the employees who earned the benefits were assigned. Compensated absences are liquidated by select governmental funds (General Fund, Federal/State Program Fund, Preschool For All Program Fund, Multnomah County Library Capital Construction Fund, Road Fund, Willamette River Bridges Fund, Library Fund, Land Corner Preservation Fund, Inmate Welfare Fund, Justice Services Special Operations Fund, Information Technology Capital Fund, and Asset Preservation Fund) as well as the internal service funds and one business-type fund.

Balances of compensated absences for governmental and business-type activities for the year ended June 30, 2024 were as follows:

	Governmental Activities			Business-type Activities	
	Governmental Funds	Internal Service Funds	Total Governmental Activities	Health Department FQHC Fund	Total
Beginning balance	\$ 31,437	\$ 3,801	\$ 35,238	\$ 4,026	\$ 39,264
Earned	31,049	3,560	34,609	4,620	39,229
Used	<u>(27,805)</u>	<u>(3,132)</u>	<u>(30,937)</u>	<u>(4,033)</u>	<u>(34,970)</u>
Ending balance	<u>\$ 34,681</u>	<u>\$ 4,229</u>	<u>\$ 38,910</u>	<u>\$ 4,613</u>	<u>\$ 43,523</u>

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Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2024 was as follows:

<u>Governmental Activities</u>	Beginning Balance	Additions	Adjustments & Reductions	Ending Balance	Due Within One Year
Full faith and credit bonds	\$ 273,220	\$ -	\$ 28,024	\$ 245,196	\$ 21,859
General obligation bonds	306,240	-	45,150	261,090	46,970
Unamortized premiums-bonds	42,053	-	7,523	34,530	6,887
Total bonds	621,513	-	80,697	540,816	75,716
Right-of-use obligations**(*)	59,253	14,534	13,619	60,168	12,482
Loans payable	2,392	-	276	2,116	286
Long-term debt before other long-term liabilities	683,158	14,534	94,592	603,100	88,484
Compensated absences	35,238	34,609	30,937	38,910	27,221
Governmental activities - long-term liabilities	<u>\$ 718,396</u>	<u>\$ 49,143</u>	<u>\$ 125,529</u>	<u>\$ 642,010</u>	<u>\$ 115,705</u>
<u>Business-type Activities</u>					
Compensated absences	<u>\$ 4,026</u>	<u>\$ 4,620</u>	<u>\$ 4,033</u>	<u>\$ 4,613</u>	<u>\$ 2,269</u>

*Right-of-use obligations were added to schedule above in the current year ending June 30, 2024.

**See Note III.D Right-of-use obligations for more details.

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Conduit financing

Multnomah County Conduit Financing

On December 1, 1999, the County issued \$9,830 in Higher Education Variable Rate Demand Revenue Bonds. The proceeds of these bonds were used to provide funds to reimburse Concordia University for the costs of acquiring, constructing and improving the educational facilities of the University (the Project), fund a debt service reserve fund and pay the costs of issuing the bonds.

The Higher Education 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 Concordia University. The County is not responsible for the repayment of conduit debt. As the County does not own any of the assets constructed or assume any liabilities associated with the Project, there is no balance sheet disclosure or recognition of revenues and expenditures within the County's financial statements.

As of June 30, 2024, \$4,850 of the Higher Education Variable Rate Demand Revenue Bonds was outstanding.

Hospital Facilities Authority of Multnomah County Conduit Financing

On December 3, 1998, the County created a component unit, the Hospital Facilities Authority of Multnomah County, Oregon (the Authority). The Authority issues hospital revenue bonds for construction and improvements to health facilities in Multnomah County. The proceeds of these bonds issues were used by health care facilities to finance various capital projects and refund outstanding bonds.

The debt has not been recognized as a liability of the County or the Authority because the bonds are secured solely by the provisions of the bond indenture and payments are made by the health care facilities. The obligors have pledged the gross revenues of the health care facilities to secure payment of the bonds. The bonds shall not be payable from a charge upon any fund or asset, nor shall the County or the Authority 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 the respective health care facility. Since neither the County nor the Authority own any assets or assume any liabilities associated with the repayment, there is no balance sheet disclosure or recognition of revenues within the County's financial statements.

MULTNOMAH COUNTY, OREGON
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A summary of the Authority's conduit debt is as follows:

Obligor (Health Care Facility), Debt Issue, Terms	Series	Issue Date	Original Amount	Balance at June 30, 2024
Adventist Health System/West:				
Refunding Revenue Bonds, due March 1, 2040	2019	11/1/2019	\$ 52,535	\$ 52,535
Terwilliger Plaza:				
Revenue and Refunding Bonds, due serially through December 1, 2029	2012	1/1/2012	18,245	8,140
Odd Fellows Home-Friendship Health Center:				
Variable Rate Demand Revenue Refunding Bonds, due serially through September 15, 2024	2013A	7/12/2013	6,975	5,815
Pacific Mirabella (at South Waterfront Project):				
Variable Rate Demand Revenue Refunding Bonds, due serially through October 1, 2049	2014A	9/30/2014	93,380	83,270
Terwilliger Plaza Inc.:				
Revenue Refunding Bonds, due serially through December 1, 2036	2016	6/15/2016	13,625	10,000
Terwilliger Plaza Inc - Parkview Project				
Revenue Refunding Bonds, due serially through December 1, 2056	2021A	8/1/2021	88,885	88,885
Terwilliger Plaza Inc - Parkview Project				
Revenue Refunding Bonds, due serially through June 1, 2028	2021B-1	8/1/2021	15,300	12,510
			<u>\$ 288,945</u>	<u>\$ 261,155</u>

MULTNOMAH COUNTY, OREGON
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H. Fund balances, governmental funds

On the *Balance Sheet – Governmental Funds*, the fund balances are reported in the aggregate in the classifications defined by GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. Fund balances by classification for the year ended June 30, 2024, were as follows:

Fund balances	General Fund	Federal/State Program Special Revenue Fund	Supportive Housing Special Revenue Fund	Preschool for All Program Special Revenue Fund	Multnomah County Library Capital Construction Project Fund	Other Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:							
Inventories*	\$ 368	\$ -	\$ -	\$ -	\$ -	\$ 243	\$ 611
Prepaid items	10,871	86	16,374	105	6	656	28,098
Restricted:							
Capital projects, buildings	-	-	-	-	229,213	5,286	234,499
Community support programs	7,482	14,196	70,446	448,873	-	5,897	546,894
Debt Service	-	-	-	-	-	4,295	4,295
Document storage and retrieval	102	-	-	-	-	-	102
Library operations	-	-	-	-	-	99,234	99,234
Roads, bridges, and bike path improvements	-	-	-	-	-	67,528	67,528
Committed:							
Capital projects, buildings	-	-	-	-	-	50,529	50,529
Capital projects, technology	-	-	-	-	-	13,844	13,844
Community support programs	98,536	-	33,287	16,300	-	1,157	149,280
Debt service	-	-	-	-	-	47,028	47,028
Assigned:							
Capital equipment acquisition	-	-	-	-	-	557	557
Community support programs	-	-	8,153	20,129	-	3,857	32,139
Library operations	-	-	-	-	-	12,238	12,238
Roads, bridges, and bike path improvements	-	-	-	-	-	8,585	8,585
Unassigned	56,423	-	-	-	-	-	56,423
Total fund balances	\$ 173,782	\$ 14,282	\$ 128,260	\$ 485,407	\$ 229,219	\$ 320,934	\$ 1,351,884

*Inventories included in the nonspendable classification exclude vaccine inventories, which are reported as part of the restricted fund balance.

MULTNOMAH COUNTY, OREGON
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Note IV. Other information

A. Risk management

The County is exposed to various risks of loss related to torts and property damage including theft of, damage to, and destruction of assets, assertion of negligence, employee injury or illness, errors and omissions, and natural disasters. The County self-insures to \$1,000 and purchases excess insurance for large and catastrophic losses above the self-insurance for general liability, auto liability, medical malpractice, and workers' compensation liability. By self-insuring in areas that are fiscally cost effective, the County realizes savings by not paying overhead or profit margins that are built into insurance premium costs.

The County purchases a large deductible policy for property loss and specific policies for specialty coverage to cover losses where insurance is afforded. Motor vehicle property loss insurance coverage is only offered with a large deductible that historically, the majority of the County's loss costs do not reach.

Premiums are calculated on payroll expenses in all funds and are paid into the risk management fund, an internal service fund. The funds are available to pay claims, claim reserves, loss prevention efforts, and administrative costs. These interfund premiums are used to offset the amount of claims expenditures reported in the risk management fund. As of June 30, 2024, interfund premiums exceeded reimbursable expenditures.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are re-evaluated periodically to consider the effect of inflation, recent claim settlement trends (including frequency and amount of payouts), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Discount factors of 0.989 and 0.990 were used to estimate the year-end workers' compensation component and the liability component, respectively. Annually, the County submits workers' compensation fund liabilities to the State as per ORS 436-050-0185; surety bond exemption requirements for counties.

Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. The County's excess insurance coverage policies cover claims in excess of \$1,000 for workers' compensation and \$1,000 for all liability claims. Settlements have not exceeded coverages for each of the past three fiscal years. The County anticipates the balance in the claims liability account at year-end will be paid within the next fiscal year.

MULTNOMAH COUNTY, OREGON
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Changes in the balances of claims liabilities during the past two years are as follows:

	Fiscal Year Ended June 30, 2024	Fiscal Year Ended June 30, 2023
<u>Changes in Claims Liabilities</u>		
Unpaid claims, beginning of fiscal year	\$ 10,007	\$ 9,352
Incurred claims (including IBNRs)	51,833	51,738
Actuarial adjustment	3,319	(2,010)
Claim payments	(51,832)	(49,073)
Unpaid claims, end of fiscal year	\$ 13,327	\$ 10,007

B. Commitments and contingent liabilities

Grants

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

Lawsuits

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County's legal counsel the resolution of these matters will not have a material adverse effect on the financial condition of the County.

Construction contracts

The County has entered into various construction and non-construction contracts at fiscal year-end. The commitments noted below are evidenced by signed purchase orders or contracts that were entered into prior to June 30, 2024.

	Fiscal Year Ended June 30, 2024	Financing Sources
<u>Construction Commitments</u>		
Buildings	\$ 90,091	State of Oregon reimbursements, long-term debt, intergovernmental agreements, internal service charges, grant funding, General Fund
Technology	3,219	Internal service charges, General Fund, limited debt proceeds from long-term debt
Roads	41	Highway planning and construction grant through Oregon Department of Transportation, State Highway Fund disbursement of motor vehicle registration fees
Bridges	5,943	Highway planning and construction grant through Oregon Department of Transportation, County direct motor vehicle registration fees
Total	\$ 99,294	

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Labor agreements

There are thirteen labor agreements between the County and its employees. Contracts may be viewed online at: <https://multco.us/employee-labor-relations/labor-contracts>. Of the thirteen agreements, only the Federation of Oregon Parole and Probation Officers (FOPPO) remains expired as of June 30, 2024. The FOPPO agreement is in arbitration and has not yet been settled. See *Note IV.F. Subsequent Events* for more information on the agreements that ended June 30, 2024 and prior.

	Effective Dates	
	Beginning	Ending
Oregon Nurses Association (ONA)	July 1, 2022	- June 30, 2025
Multnomah County Deputy Sheriff's Association (MCDA)	July 1, 2022	- June 30, 2026
Multnomah County Employees Union - Local 88, AFSCME AFL-CIO	July 1, 2022	- June 30, 2025
Federation of Oregon Parole and Probation Officers (FOPPO)	July 1, 2021	- June 30, 2024
Multnomah County Prosecuting Attorneys Association (MCPAA)	July 1, 2021	- June 30, 2025
International Union of Operating Engineers - Local 701, AFL-CIO	July 1, 2022	- June 30, 2027
Multnomah County Corrections Deputy Association (MCCDA)	July 1, 2022	- June 30, 2025
International Union of Painters and Allied Trades District Council 5, Local 1094, AFL-CIO	July 1, 2022	- June 30, 2027
Multnomah County Employees Union, Physicians and Psychiatrists Unit - Local 88-2, AFSCME AFL-CIO	July 1, 2022	- June 30, 2025
International Brotherhood of Electrical Workers (IBEW) - Local 48, AFL-CIO	July 1, 2017	- June 30, 2027
Multnomah County Employees Union - Dentists, Local 88-5, AFSCME AFL-CIO	July 1, 2023	- June 30, 2026
Multnomah County Employees Union, Juvenile Custody Services Specialists Unit (JCSS), Local 88-6, AFSCME AFL-CIO	July 1, 2023	- June 30, 2026
Multnomah County Employees Union - Pharmacists, Local 88-4, AFSCME AFL-CIO	July 1, 2022	- June 30, 2025

Pollution remediation obligations

Pollution remediation obligations address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities, including pre-cleanup activities, cleanup activities, government oversight and enforcement-related activities, and post remediation monitoring. The calculation for pollution remediation obligations is an estimate determined by management using the expected cash flow techniques and applying probabilities to the pollution remediation activities. Estimates of pollution remediation obligations are subject to changes resulting from price increases, decreases, changes in technology as well as changes in applicable laws and regulations; any recoveries would reduce the liability.

The County continues to monitor a former landfill, where low amounts of methane gas have been detected in prior years. Liabilities for monitoring and cleanup of a former landfill site have been satisfied and it has been established that no cleanup action is required at this time. The County does not have a pollution remediation liability for fiscal year 2024.

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C. Postemployment benefits other than pensions

The other postemployment benefits (OPEB) for the County combines two separate plans. The County makes contributions to the State of Oregon's Public Employees Retirement System (OPERS) Retirement Health Insurance Account, and provides the Multnomah County Postretirement Medical and Life Insurance Plan (County Plan).

State of Oregon Public Employees Retirement System - Retirement Health Insurance Account

Plan Description. The County contributes to the OPERS Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan administered by OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. ORS 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants after January 1, 2004. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by telephone (503) 598-7377 or by writing to OPERS, PO Box 23700, Tigard, OR 97281-3700, online: <http://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx>.

Plan benefits

Funding policy. Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may only be amended by the Oregon Legislature. ORS requires that an amount equal to \$60 (dollars) or the total monthly cost of Medicare companion health insurance coverage, whichever is less, shall be paid from the RHIA established by the employers; and any monthly cost in excess of \$60 (dollars) shall be paid by the eligible retired member in the manner provided in ORS 238.410.

To be eligible to receive this monthly payment toward the premium cost, the member must: (1) have eight years or more of qualifying service in OPERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in OPERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in an OPERS-sponsored health plan. A surviving spouse or dependent of a deceased OPERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she is receiving a retirement benefit or allowance from OPERS, or was insured at the time the member died and the member retired before May 1, 1991.

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Participating governments are contractually required to contribute to RHIA at a rate assessed each year by OPERS, currently 0.04 percent of annual covered payroll for Tier One and Tier Two employees. The OPERS Board of Trustees sets the employer contribution rate. The rate is based on the annual required contribution (ARC) of the combined participant employers. This is an amount actuarially determined in accordance with the parameters of GASB Statement No. 75. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a closed period not to exceed 30 years.

Governmental funds that liquidate other postemployment benefits for RHIA include: the General Fund, Federal/State Program Fund, Coronavirus (COVID-19) Response Fund, Preschool for All Program Fund, Multnomah County Library Capital Construction Fund, Road Fund, Animal Control Fund, Willamette River Bridges Fund, Library Fund, Land Corner Preservation Fund, Inmate Welfare Fund, Justice Services Special Operations Fund, Video Lottery Fund, Supportive Housing Fund, Downtown Courthouse Capital Fund, Library Capital Construction Fund, Capital Improvement Fund, Information Technology Capital Fund, Asset Preservation Fund, Health Headquarters Capital Fund, and Burnside Bridge Fund.

Contributions. The County’s contractually required contribution rate for the year ended June 30, 2024 was 0.04 percent of the covered payroll for Tier 1/Tier 2 employees, actuarially determined as an amount that is expected to finance the costs of the benefits earned by employees during the year. Employees are not required to contribute to the RHIA plan. Contributions by the County to the RHIA plan equaled the required contributions each year and were:

Fiscal Year Ended June 30,	RHIA Contributions
2020	\$ 856
2021	70
2022	89
2023	48
2024	2

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RHIA OPEB asset, expenses, deferred outflows (inflows) of resources

For the fiscal year ended June 30, 2024, the County reported an asset of \$8,963 for its proportionate share of the collective net RHIA OPEB asset. The collective net RHIA OPEB asset was measured as of June 30, 2023 and the total RHIA OPEB asset used to calculate the collective net RHIA OPEB asset was determined by an actuarial valuation as of December 31, 2021. The County's proportionate share of the collective net RHIA OPEB asset was based on a projection of the County's long-term share of contributions to the RHIA OPEB plan relative to the projected contributions of all participating employers, actuarially determined. The County's proportionate share at June 30, 2024 and June 30, 2023 was 2.448 and 3.604 percent respectively, resulting in a decrease of 1.156 percent.

For the year ended June 30, 2024, the County recognized an expense of \$4,248 for RHIA OPEB. At June 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to RHIA OPEB from the following sources:

<u>Schedule of Deferred Outflows / (Inflows) of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferred Outflows / (Inflows) of Resources</u>
Differences between expected and actual experience	\$ -	\$ (225)	\$ (225)
Changes of assumptions	-	(97)	(97)
Net difference between projected and actual earnings on investments	26	-	26
Changes in proportionate share	<u>2,023</u>	<u>(500)</u>	<u>1,523</u>
Total (prior to post-measurement date contributions)	2,049	(822)	1,227
Contributions made subsequent to measurement date	<u>2</u>	<u>-</u>	<u>2</u>
Net deferred outflows / (inflows) of resources	<u>\$ 2,051</u>	<u>\$ (822)</u>	<u>\$ 1,229</u>

Deferred outflows of resources of \$2 were reported related to RHIA OPEB contributions subsequent to the measurement date and will be recognized as an increase of the collective net RHIA OPEB asset in the year ending June 30, 2025. Other amounts reported by the County as deferred outflows of resources and deferred inflows of resources related to RHIA OPEB will be recognized in RHIA OPEB expense in subsequent years as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Differences Between Expected and Actual Experience</u>	<u>Changes in Assumptions</u>	<u>Net Difference Between Projected and Actual Earnings on Investments</u>	<u>Changes in Proportionate Share</u>	<u>Net Deferred Outflows / (Inflows) of Resources</u>
2025	\$ (188)	\$ (97)	\$ (125)	1,055	\$ 645
2026	(37)	-	(300)	468	131
2027	-	-	331	-	331
2028	-	-	119	-	119
Total	<u>\$ (225)</u>	<u>\$ (97)</u>	<u>\$ 25</u>	<u>\$ 1,523</u>	<u>\$ 1,226</u>

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Actuarial methods and assumptions used in developing total RHIA OPEB asset

The total RHIA OPEB asset based on the December 31, 2021 valuation was determined using the following actuarial methods and assumptions:

Valuation date	December 31, 2021
Measurement date	June 30, 2023
Experience study	2020, Published July 20, 2021
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Inflation rate	2.4 percent
Long-term expected rate of return	6.9 percent
Discount rate	6.9 percent
Projected salary increases	3.4 percent
Mortality	<i>Health retirees and beneficiaries:</i> Pub-2010 Healthy Retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.
	<i>Active Members:</i> Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.
	<i>Disabled retirees:</i> Pub-2010 Disable Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

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Discount rate

The discount rate used to measure the total RHIA OPEB asset was 6.9 percent. The projection of cash flows used to determine the discount rate assumed that contributions from the County will be made at contractually required rates, actuarially determined. Based on this assumption, the RHIA OPEB plan's fiduciary net position was projected to be available to make all projected RHIA OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on RHIA OPEB plan investments was applied to all periods of projected benefit payments to determine the total RHIA OPEB asset.

GASB 74 generally requires that a blended discount rate be used to measure the total OPEB asset or liability. The long-term expected return on plan investments may be used to discount the related assets or liabilities to the extent that the plan's fiduciary net position (fair value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where fiduciary net position is not projected to cover benefit payments and administrative costs.

Sensitivity analysis of the County's proportionate share of the net RHIA OPEB asset to changes in the discount rate

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

	1% Decrease (5.9)%	Current Discount Rate (6.9)%	1% Increase (7.9)%
County's proportionate share of the net OPEB liability (asset)	\$ (8,147)	\$ (8,963)	\$ (9,662)

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Long-term expected rate of return

To develop an analytical basis for the selection of the investment return assumption, in January 2023, the OPERS Board reviewed long-term real return outlooks developed by Milliman’s capital market outlook team for each of the asset classes in which the plan is invested based on the Oregon Investment Council’s (OIC) long-term target asset allocation, and combined those real return outlooks with a 2.35 percent inflation assumption to develop nominal expected returns. Since the OIC uses broader asset classes than those for which Milliman's investment professionals develop long-term assumptions, Milliman received assistance from Meketa, OIC's primary consultant, to map each OIC asset class to the classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, including the inflation assumption. These assumptions are not based on average historical returns, but instead are based on a forward-looking capital market economic model. Based on the target allocation and investment return assumptions for each of the asset classes, the model's 50th percentile output is developed as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>20-Year Annualized Geometric Mean</u>
Global Equity	27.50 %	7.07 %
Private Equity	25.50	8.83
Core Fixed Income	25.00	4.50
Real Estate	12.25	5.83
Master Limited Partnerships	0.75	6.02
Infrastructure	1.50	6.51
Hedge Fund of Funds - Multistrategy	1.25	6.27
Hedge Fund Equity-Hedge	0.63	6.48
Hedge Fund - Macro	5.62	4.83
Portfolio - net of investment expenses	100.00 %	7.50 %
Assumed Inflation - Mean		2.35 %

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Multnomah County Postretirement Retiree Medical and Life Insurance Plan

Plan description. The County also administers a single-employer defined benefit healthcare and life insurance plan (the Plan) per the requirements of collective bargaining agreements. Benefit provisions are established through negotiations between the County and representatives of collective bargaining units. The Plan states the County shall pay 50 percent of the monthly medical insurance premium on behalf of a County retiree and his/her eligible dependents from the retiree's 58th birthday or date of retirement, whichever is later, until the retiree's 65th birthday, death or eligibility for Medicare, whichever is earlier. Retirees must have five years of continuous County service immediately preceding retirement at or after age 58, or ten years of continuous County service immediately preceding retirement prior to age 58. The financial information for the Plan is reported within the County's financial statements. The Plan does not have audited financial statements and does not issue a publicly available financial report.

Plan benefits

Funding policy. A trust fund has not been established to hold resources for the payment of benefits for the total OPEB obligation. Contribution requirements are negotiated between the County and union representatives. The Plan offers retirees a health benefit equal to half of their monthly premium; retirees are required to pay the other half. The County's regular health care benefit providers underwrite the retirees' policies. Retirees may not convert the benefit into an in-lieu payment to secure coverage under independent plans. The County is contractually obligated by collective bargaining agreements to cover 50 percent of the annual premium costs, which are two percent of annual covered payroll to fund the Plan.

Governmental funds that liquidate other postemployment benefits for the Plan include: the General Fund, Federal/State Program Fund, Coronavirus (COVID-19) Response Fund, Preschool for All Program Fund, Multnomah County Library Capital Construction Fund, Road Fund, Animal Control Fund, Willamette River Bridges Fund, Library Fund, Land Corner Preservation Fund, Inmate Welfare Fund, Justice Services Special Operations Fund, Video Lottery Fund, Supportive Housing Fund, Library Capital Construction Fund, Capital Improvement Fund, Information Technology Capital Fund, Asset Preservation Fund, and Health Headquarters Capital Fund.

At the date of the last valuation, January 1, 2023, there were 445 retirees enrolled in the OPEB medical benefit and 2,530 retirees with life coverage. Retirees with medical insurance noted excludes post-age 65 retirees who are not covering their pre-age 65 spouses and/or dependents, as the County does not incur any liability from those participants. In addition, retirees may enroll in dental insurance at their own cost; the County does not incur any liability for retiree dental coverage.

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The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2024, the County contributed \$7,629 to the Plan, of which \$3,232 was explicitly contributed as part of the contractual obligation described above; the remaining \$4,093 represents the implicit subsidy derived from active employee contributions. In addition, administrative expenses of \$304 are considered explicit contributions.

Actuarial methods and assumptions used in developing total OPEB liability

The total OPEB liability based on the January 1, 2023 valuation was determined using the following actuarial methods and assumptions:

Measurement date	1/1/2024
Actuarial assumptions:	
Discount rate:	
As of January 1, 2023	3.72 percent
As of January 1, 2024	3.26 percent
	(Bond Buyer 20-Bond GO Index as of December 29, 2022 and December 28, 2023)
Healthcare cost trends	Ranges from 6.2 percent in 2024 decreasing to 3.9 percent in 2049
Wage inflation rate	3.4 percent per year
Salary merit increase rates	Rates used in 2020 OPERS experience study
Mortality	Rates used in 2020 OPERS experience study

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events into the future. Examples include assumptions about future employment, mortality and healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revisions as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members), which includes the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and the plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liability (AAL) and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2023 actuarial valuation, the entry age normal actuarial cost method was used. Under this method, the actuarial present value of the projected benefits of each individual is allocated on a level basis over the earnings or service of the individual between date of hire and assumed retirement date.

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Changes since the last valuation

The discount rate was changed to match the yield on a 20-year general obligation bond. Health care cost trend rates were updated. Per-person health care cost trends from 2023 to 2024 were updated so that the projected 2024 premium amounts match the actual 2024 premiums.

Changes in total OPEB liability

The table below shows the changes in the total OPEB liability during the measurement period ending on January 1, 2024:

Changes in Total OPEB Liability	Total OPEB Liability
Balance at January 1, 2023	\$ 121,210
Changes for the year:	
Service cost	7,971
Interest	4,522
Differences between expected and actual experience	5,964
Changes of assumptions	4,446
Benefit payments:	
Explicit subsidy	(3,232)
Implicit subsidy	(4,093)
Net changes	15,578
Balance at January 1, 2024	\$ 136,788

During the measurement year, the total OPEB liability increased by \$15,578. The service cost and interest cost increased the total OPEB liability by \$12,493 while benefit payments reduced the total OPEB liability by \$7,325.

There was a change in assumptions during the measurement year decreasing the discount rate, which increased the total OPEB liability by approximately \$4,446. There was a liability gain during the year due to actual health trend rates being lower than expected, which increased the total OPEB liability by approximately \$5,964.

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Sensitivity analysis of the County’s Plan for total OPEB liability to changes in the discount rate

Changes in the discount rate affect the measurement of the total OPEB liability. Lower discount rates produce a higher total OPEB liability and higher discount rates produce a lower total OPEB liability. The table below shows the sensitivity of the total OPEB liability to the discount rate.

	1% Decrease	Current Discount Rate	1% Increase
	2.26%	3.26%	4.26%
Total OPEB liability	\$ 145,950	\$ 136,788	\$ 128,201

A one percent decrease in the discount rate increases the total OPEB liability by approximately 6.7 percent and a one percent increase in the discount rate decreases the total OPEB liability by approximately 6.3 percent.

Sensitivity analysis of the County’s Plan for total OPEB liability to changes in the healthcare trends

Changes in the healthcare trends also affect the measurement of the total OPEB liability. Lower healthcare trends produce a lower total OPEB liability and higher healthcare trends produce a higher total OPEB liability. The table below shows the sensitivity of the total OPEB liability to the healthcare trends.

	1% Decrease	Healthcare Trend	1% Increase
Total OPEB liability	\$ 122,908	\$ 136,788	\$ 153,085

A one percent decrease in the healthcare trends decreases the total OPEB liability by approximately 10.1 percent and a one percent increase in the healthcare trends increases the total OPEB liability by approximately 11.9 percent.

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OPEB deferred inflows and outflows of resources

The table below summarizes the current balances of deferred outflows and inflows of resources related to the Plan along with the net recognition over the next five years and the total recognition thereafter, if any.

Schedule of Deferred Outflows / (Inflows) of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows / (Inflows) of Resources
Differences between expected and actual experience	\$ 10,293	\$ (8,134)	\$ 2,159
Changes in assumptions	7,174	(9,955)	(2,781)
Subtotal	<u>17,467</u>	<u>(18,089)</u>	<u>(622)</u>
Contributions subsequent to the measurement date:			
Explicit subsidy	1,921	-	1,921
Implicit subsidy	2,288	-	2,288
Administrative expenses	214	-	214
Total contributions subsequent to measurement date	<u>4,423</u>	<u>-</u>	<u>4,423</u>
Net deferred outflows / (inflows) of resources	<u>\$ 21,890</u>	<u>\$ (18,089)</u>	<u>\$ 3,801</u>

Amounts reported as deferred outflows due to contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ending June 30, 2025. Other amounts reported as deferred outflows and deferred inflows of resources will be recognized in OPEB expense (income) as follows:

Fiscal Year Ending June 30,	Future Recognition of OPEB Expense (Income)
2025	\$ (2,442)
2026	680
2027	(379)
2028	(583)
2029	615
Thereafter	1,487
Total	<u>\$ (622)</u>

The impacts of experience gains or losses and assumption changes on the total OPEB liability are recognized in expense over the average expected remaining service life of all active and inactive members of the Plan. As of the measurement date, this recognition period was seven years.

During the year, actual experience differed from assumed experience decreasing the total OPEB liability by \$5,964. Approximately \$852 is recognized in the current year and an identical amount will be recognized in each of the next six years. Unrecognized experience gains from prior years were \$12,021, of which \$3,887, was recognized in the current year.

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Unrecognized experience losses from prior years was \$6,408, of which \$1,227 is recognized in the current year. As of January 1, 2024 unrecognized experience gains and losses from the current and prior years result in deferred inflows of resources of approximately \$8,134 and a deferred outflow of resources of approximately \$10,293.

In addition, changes in assumptions decreased the total OPEB liability by approximately \$4,446. Approximately \$635 is recognized in the current year and an identical amount will be recognized in each of the next six years. Unrecognized assumption changes from prior years that decreased the total OPEB liability by \$7,329, of which \$737 is recognized in the current year. As of January 1, 2024, unrecognized assumption changes from the current and prior years result in a deferred outflow of resources of approximately \$7,174 and a deferred inflow of resources of approximately \$9,955.

Aggregated information on OPEB plans

For the year ended June 30, 2024, the County recognized a net OPEB expense of \$6,484. The aggregate balance of the County's total OPEB liability, deferred outflows of resources, deferred inflows of resources, and expense (income) related to other postemployment benefits for the County Plan and OPERS RHIA as of June 30, 2024 is as follows:

	<u>County Plan</u>	<u>OPERS RHIA</u>	<u>Totals</u>
Governmental activities:			
Net OPEB asset (liability)	\$ (121,610)	\$ 7,985	\$ (113,625)
Deferred outflows	19,461	1,827	21,288
Deferred inflows	(16,082)	(732)	(16,814)
OPEB expense (income)	1,451	3,849	5,300
Total governmental activities	<u>(116,780)</u>	<u>12,929</u>	<u>(103,851)</u>
Business-type activities:			
Net OPEB asset (liability)	(15,178)	978	(14,200)
Deferred outflows	2,429	224	2,653
Deferred inflows	(2,007)	(90)	(2,097)
OPEB expense (income)	791	393	1,184
Total business-type activities	<u>(13,965)</u>	<u>1,505</u>	<u>(12,460)</u>
Totals:			
Net OPEB asset (liability)	(136,788)	8,963	(127,825)
Deferred outflows	21,890	2,051	23,941
Deferred inflows	(18,089)	(822)	(18,911)
OPEB expense (income)	2,242	4,242	6,484
Totals	<u>\$ (130,745)</u>	<u>\$ 14,434</u>	<u>\$ (116,311)</u>

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D. Employee retirement systems, pension plans and deferred compensation plan

State of Oregon Public Employees Retirement System

Plan description. The County is a participating employer in the Oregon Public Employee Retirement System (OPERS), a cost-sharing multiple-employer defined benefit public employee pension plan. The County also maintains a defined contribution plan for the purpose of individual retirement savings through OPERS: the Individual Account Program (IAP). Employees hired before August 29, 2003 belong to the Tier One/Tier Two Retirement Benefit Program (established pursuant to ORS Chapter 238), while employees hired on or after August 29, 2003 belong to the OPSRP Pension Program (established pursuant to ORS Chapter 238A). OPERS is administered under Oregon Revised Statutes Chapter 238 and Internal Revenue Service 401(a) by the Public Employees Retirement Board (OPERS Board).

OPERS, a fiduciary fund of the State of Oregon, issues an annual comprehensive financial report that can be obtained from Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, Oregon 97281, or at: <https://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx>.

Summary of significant accounting policies – basis of accounting and valuation of investments. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the OPERS plan and additions to/deductions from OPERS' fiduciary net position have been determined using the accrual basis of accounting, same as the OPERS plan. Plan member contributions are recognized in the period in which contributions are due, pursuant to legal (or statutory) requirements. The County's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are recognized at fair value as determined by OPERS.

Plan Benefits

All benefits of the System are established by the legislature pursuant to ORS Chapters 238 and 238A.

Tier One/Tier Two Retirement Benefits

Tier One/Tier Two Retirement Benefit plan is closed to new members hired on or after August 29, 2003.

Pension benefits. The OPERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2 percent for police and fire employees, 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefit results.

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

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

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

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

Benefit changes after retirement. Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the fair value of equity investments. Under ORS 238.360, monthly benefits are adjusted annually through cost-of-living adjustments (COLA). Under current law, the cap on COLA is 2 percent, blended based on service, and graded (1.25 percent/0.5 percent).

OPSRP Pension Program

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

- For general service members, 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit. For police and fire members, 1.8 percent is multiplied by the number of years of service and the final average salary.
- Normal retirement age for police and fire members are age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.

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

Death benefits. Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse receives for life 50 percent of the pension that would otherwise have been paid to the deceased member. The surviving spouse or other person may elect to delay payment of the death benefit, but payment must commence no later than December 31 of the calendar year in which the member would have reached 70-1/2 years.

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

Benefit changes after retirement. Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living adjustments (COLA). Under current law, the cap on COLA is 2 percent, blended based on service, and graded (1.25 percent/0.5 percent).

Contributions

Funding policy. OPERS funding policy provides for periodic member and employer contributions at rates established by the Public Employees Retirement Board, subject to limits set in statute. The rates established for member and employer contributions were approved based on the recommendations of the System's third-party actuary. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. This funding policy applies to the OPERS defined benefit plan and the other postemployment plan.

Governmental funds that liquidate pension benefits include: the General Fund, Federal/State Program Fund, Coronavirus (COVID-19) Fund, Preschool for All Program Fund, Multnomah County Library Capital Construction Fund, Road Fund, Animal Control Fund, Willamette River Bridges Fund, Library Fund, Land Corner Preservation Fund, Inmate Welfare Fund, Justice Services Special Operations Fund, Video Lottery Fund, Supportive Housing Fund, Downtown Courthouse Capital Fund, Library Capital Construction Fund, Capital Improvement Fund, Information Technology Fund, Asset Preservation Fund, Health Headquarters Capital Fund, and Burnside Bridge Fund.

Covered employees are required to contribute 6 percent of their salary to the Plan, but the employer is allowed to pay any or all of the employees' contribution in addition to the required employer's contribution. The County has elected to contribute the 6 percent "pick-up" or \$25,060 of the employees' contribution for the year ended June 30, 2024; of which \$5,384 was redirected to the Employee Pension Stability Account by OPERS. The remaining \$30,433 of this "pick-up" is allocated to each employee's Individual Account Program (IAP).

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The County's employer contribution rates for the year ended June 30, 2024 were 21.62 percent for Tier One/Tier Two members, 16.49 percent for OPSRP General Service members, and 21.28 percent for OPSRP Police and Fire members. The County's total contributions, excluding the IAP 6 percent "pick-up," for the year ended June 30, 2024 were:

	<u>Contributions</u>
Pension benefits	\$ 63,152
OPSRP defined benefit	48,362
Subtotal	111,514
Side account amortization	(19,209)
Total defined benefit pension	\$ 92,305
Total IAP benefits	\$ 30,443
RHIA benefits	\$ 2

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions

For the fiscal year ended June 30, 2024, the County reported a liability of \$666,266 for its proportionate share of the collective OPERS net pension liability. The collective net pension liability was measured as of June 30, 2023, using the actuarial valuation of December 31, 2021. The County's proportion of the collective net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The County's proportionate share at June 30, 2024 and June 30, 2023 was 3.557 and 3.535 percent respectively, resulting in an increase of 0.0223 percent.

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For the year ended June 30, 2024, the County recognized a total pension expense of \$28,185. The balance of the County's net pension liability, deferred outflows of resources, deferred inflows of resources, and expense related to the pension as of June 30, 2024 is as follows:

	Pension
Governmental activities:	
Net pension liability	\$ (593,559)
Deferred outflows	230,914
Deferred inflows	(48,058)
Expense related to pension	23,016
Total governmental activities	(387,687)
Business-type activities:	
Net pension liability	(72,707)
Deferred outflows	28,286
Deferred inflows	(5,887)
Expense related to pension	5,169
Total business-type activities	(45,139)
Totals:	
Net pension liability	(666,266)
Deferred outflows	259,200
Deferred inflows	(53,945)
Expense related to pension	28,185
Totals	\$ (432,826)

The County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows / (Inflows) of Resources
<u>Schedule of Deferred Outflows / (Inflows) of Resources</u>			
Differences between expected and actual experience	\$ 32,582	\$ (2,642)	\$ 29,940
Changes of assumptions	59,187	(441)	58,746
Net difference between projected and actual earnings on investments	11,978	-	11,978
Changes in proportionate share	26,159	(2,492)	23,667
Differences between employer contributions and proportionate share of contributions	36,990	(48,370)	(11,380)
Total (prior to post-measurement date (MD) contributions)	166,896	(53,945)	112,951
Contributions subsequent to the MD	92,304	-	92,304
Net deferred outflows / (inflows) of resources	\$ 259,200	\$ (53,945)	\$ 205,255

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The total deferred outflows of resources of \$92,304, were reported related to pension contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension liability in the year ending June 30, 2025.

Though the County has made side account payments in prior years, no side account payments were made during fiscal year ended June 30, 2024. Side accounts are treated as a deferred outflow for contributions in excess of the County's proportionate share of contributions in subsequent years and amortized. There was an amortization of OPERS side accounts for a reduction of \$19,209.

Other amounts reported by the County as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense and a reduction of the net pension liability/collective net pension liability in subsequent years as follows:

Fiscal Year Ending June 30,	Differences Between Expected and Actual Experience	Changes in Assumptions	Net Difference Between Projected and Actual Earnings on Investments	Changes in Proportionate Share	Difference Between Employer Contributions and Proportionate Share of Contributions	Net Deferred Outflows/ (Inflows) of Resources
2025	\$ 11,223	\$ 22,869	\$ (17,087)	\$ 5,995	\$ (1,167)	\$ 21,833
2026	8,212	23,106	(45,772)	6,429	(5,971)	(13,996)
2027	5,018	11,186	55,143	7,035	(6,896)	71,486
2028	3,812	1,585	19,692	3,961	115	29,165
2029	1,675	-	-	247	2,539	4,461
Total	<u>\$ 29,940</u>	<u>\$ 58,746</u>	<u>\$ 11,976</u>	<u>\$ 23,667</u>	<u>\$ (11,380)</u>	<u>\$ 112,949</u>

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Actuarial methods and assumptions used in developing total pension liability

The total pension liability based on the December 31, 2021 actuarial valuation was determined using the following actuarial methods and assumptions:

Valuation Date	December 31, 2021
Measurement date	June 30, 2023
Experience Study	2020, published July 20, 2021
Actuarial Cost Method	Entry Age Normal
Actuarial assumptions:	
Inflation rate	2.4 percent
Long-Term Expected Rate of Return	6.9 percent
Discount rate	6.9 percent
Projected salary increases	3.4 percent
Mortality	<i>Healthy retirees and beneficiaries:</i> Pub-2010 Healthy Retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. <i>Active members:</i> Pub-2010 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. <i>Disabled retirees:</i> Pub-2010 Disabled Retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

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

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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Discount rate

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

GASB 68 generally requires that a blended discount rate be used to measure the total pension liability. The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's fiduciary net position (fair value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where fiduciary net position is not projected to cover benefit payments and administrative costs.

Sensitivity analysis of the County’s proportionate share of the net pension liability to changes in the discount rate

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

	1% Decrease 5.9%	Current Discount Rate 6.9%	1% Increase 7.9%
County's proportionate share of the net pension liability	\$ 1,100,546	\$ 666,266	\$ 302,820

Long-term expected rate of return

To develop an analytical basis for the selection of the investment return assumption, in January 2023, the OPERS Board reviewed long-term real return outlooks developed by Milliman’s capital market outlook team for each of the asset classes in which the plan is invested based on the Oregon Investment Council’s (OIC) long-term target asset allocation. Since the OIC uses broader asset classes than those for which Milliman's investment professionals develop long-term assumptions, Milliman received assistance from Meketa, OIC's primary consultant, to map each OIC asset class to the classes shown below.

MULTNOMAH COUNTY, OREGON
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Each asset class assumption is based on a consistent set of underlying assumptions, including the inflation assumption. These assumptions are not based on average historical returns, but instead are based on a forward-looking capital market economic model. Based on the target allocation and investment return assumptions for each of the asset classes, the model's 50th percentile output is developed as follows:

Asset Class	Target Allocation	20-Year Annualized Geometric Mean
Global Equity	27.50%	7.07%
Private Equity	25.50%	8.83%
Core Fixed Income	25.00%	4.50%
Real Estate	12.25%	5.83%
Master Limited Partnerships	0.75%	6.02%
Infrastructure	1.50%	6.51%
Hedge Fund of Funds - Multistrategy	1.25%	6.27%
Hedge Fund Equity-Hedge	0.63%	6.48%
Hedge Fund – Macro	5.62%	4.83%
Portfolio - Net of Investment Expenses	100.00%	7.50%
Assumed Inflation - Mean		2.35%

OPSRP Individual Account Program

The defined contribution pension plan (called the Individual Account Program or IAP) is provided to all members or their beneficiaries who are OPERS or OPSRP eligible. State statutes require covered employees to contribute 6 percent of their annual covered salary to the IAP plan effective January 1, 2004. Multnomah County has elected to pay all of the employees' required IAP contributions. Although OPERS members retain their existing OPERS account, all current member contributions are deposited into the member's IAP account. The liability outstanding at June 30, 2024 was \$1,228 for the amount associated with the final year-end payroll and is included in the net pension liability in the *Statement of Net Position*.

Pension benefits. The IAP member becomes vested on the date the employee account is established or on the date when the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies.

MULTNOMAH COUNTY, OREGON
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Upon retirement, a member of the OPSRP IAP may receive the amounts in his or her employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a \$200 dollar minimum distribution limit.

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

Record keeping. OPERS contracts with VOYA Financial to maintain IAP participant records.

Deferred Compensation Plan

Plan description. The County offers employees a voluntary deferred compensation plan (the Plan) administered by the County. The Plan is a defined contribution plan created in accordance with Internal Revenue Code Section 457. The County's deferred compensation committee has the authority to establish or amend the plan provisions. The Plan is available to any individual who is an elected official of the County or who is employed by the County in a regular position after completing 30 days of service, and permits them to defer a portion of their salary until future years.

Participation in the plan is voluntary. Contributions are made through salary withholdings from participating employees up to the amounts specified in the code. No contributions are required from the County.

Amounts deferred are not available to employees until termination, retirement, death, or unforeseeable emergency. All assets and income of the Plan are held in trust for the exclusive benefit of the participants and their beneficiaries. No Plan assets have been used for purposes other than the payment of benefits. At June 30, 2024, the amount deferred and investment earnings thereon, adjusted to fair value, amount to \$707,150. The amounts accumulated under the Plan including investment earnings, are excluded from the financial statements of the County. Though the Plan is unaudited, private rulings by the Internal Revenue Service have been positive.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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E. Tax abatements

A property tax exemption is a legislatively approved program that relieves qualified individuals or organizations from all or part of their property taxes. Exemptions can be either full or partial, depending on the program requirements and the extent to which the property is used in a qualifying manner.

Tax abatements granted by other governments

As of June 30, 2024, Multnomah County participated in seven tax abatement programs. The Residential Rehabilitation Property program is not currently being utilized. These programs are administered by outside municipalities that impact the County's property tax revenues. As of fiscal year end, Multnomah County provided no tax abatements directly.

Low Income Rental Housing Program (ORS 307.540 to 307.548)

The State of Oregon's Low Income Rental Housing program (LIRH) provides property tax abatements to encourage nonprofit organizations to help fill the need for low-income housing. The LIRH program allows a city or county to abate property taxes for low-income rental housing owned or being purchased by a nonprofit corporation. The property must be in use as housing or must be held for that purpose. Qualifying nonprofit corporations must be exempt from federal income tax [Section 501(c)(3) or (4) of the Internal Revenue Code] and upon liquidation distribute remaining assets to other tax-exempt charitable organizations or the State of Oregon. The nonprofit corporation must certify that the income level of each renter is at or below sixty percent of area median income, which is determined by the State Housing Council based on information from the U.S. Department of Housing and Urban Development. In addition, the nonprofit corporation must describe how the abatement will benefit project residents. This program will sunset as of June 30, 2027 (ORS 307.541).

Enterprise Zone Programs (ORS 285C.050-.255)

The State of Oregon's Enterprise Zone Programs (EZ) allow for property tax abatements on qualified real and personal property owned or leased and newly placed into service by a qualified business in an enterprise zone. Property taxes on qualified property are abated for three years; however, the abatement period may be increased to a total of four or five consecutive years.

In order to qualify for the abatement, the business must meet all of the conditions outlined in ORS 285C.135 and 285C.200, such as engaging in eligible business operations and increasing zone employment by the greater of one additional job or 10 percent. In order to be eligible, property of the business must satisfy applicable timing, lease, location and minimal cost requirements, described in ORS 285C.180. Property is disqualified if it is used for an ineligible activity, such as retail operations, or if the business substantially curtails operations or closes during the abatement period. If property becomes disqualified, prior abated taxes are billed for payment.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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New Housing Homebuyer Opportunity Limited Tax Exemption (ORS 307.651 to 307.687)

The City of Portland, Oregon's Homebuyer Opportunity Limited Tax Exemption (HOLTE) program abates the real property taxes billed on the residential improvement value for a 10-year period, while the land remains taxable. At the end of the 10-year abatement period, the taxes due will reflect the full assessed value of the property. Homes approved for the HOLTE program must sell for less than the annually established price cap to homebuyers who will live in the homes and meet program income requirements. There is a 100-unit cap on the number of new applications approved each year, although the cap does not apply to applications for properties including long-term affordability covenants.

Core Area Multi-Unit & Transit Oriented Development-GR/PDX (ORS 307.600 to 307.637)

This State of Oregon's Core Area Multi-Unit program (CAMU) provides property tax abatements to stimulate the construction of rental housing in the core areas of Oregon's urban centers to improve the balance between the residential and commercial nature of those areas. The CAMU program also encourages city programs emphasizing the development of vacant or underused sites in the core areas with rental rates accessible to a broad range of the general public. The CAMU program provides property tax abatements for multiple family rental housing (excluding land) in core, light rail station, and transit oriented areas for up to ten successive years. The abatement does not include the land or any improvements not part of the multiple unit housing, but may include parking constructed as part of the multiple unit housing construction, addition or conversion. In the case of a structure to which improvements are added or the structure is converted, only the addition or conversion value is abated. This program will sunset as of June 30, 2032.

Residential Rehabilitation Property (ORS 308.450 to 308.481)

The Residential Rehabilitation Housing Program (RRH) encourages the rehabilitation of existing units in substandard condition and the conversion of transient accommodations to permanent residential units. The RRH program also supports the conversion of nonresidential structures to permanent residential units in order to make these units sound additions to the housing stock of the state.

A city or county may abate property taxes on any value that is attributed to the rehabilitation of housing or conversion of buildings for housing (single or multifamily) for 10 years. If the housing is at least 25 years old at the time of application, it may qualify if it has undergone rehabilitation during or after September 13, 1975, and before January 1, 2017. The rehabilitation must have cost at least five percent of the assessed value of the property before rehabilitation. Regardless of the age of the housing, it may qualify if it has undergone rehabilitations that cost at least 50 percent of the assessed value of the property before rehabilitation.

In addition, the property must satisfy these four conditions:

- Before rehabilitation, fail to comply with one or more standards of applicable building or housing codes
- Be residential units of which at least 50 percent are for non-transient occupants
- If owner-occupied, be in a distressed area as designated by the city or county
- Approved for abatement by the city or county.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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A property's value is frozen at its value before rehabilitation for 10 years. However, if the owners of the property enter into a low-income rental assistance contract with a government agency during this time, and if the contract expires after the ten-year period, the property value remains frozen through the term of the contract. Generally, only city or county taxes on qualified property are abated. However, if districts representing at least 51 percent of the taxes on the property pass resolutions supporting the abatement, then the abatement applies to the taxes of all districts. This program will sunset as of June 30, 2027, however there are currently no properties under this program.

Historic Property (ORS 358.475 to 358.565)

The Historic Property Program allows qualified historic property to be specially assessed at a frozen value for 10 years. The specially assessed value is the assessed value at the time of application for abatement. The assessed value cannot exceed the assessed value at the time of application; increased value from improvements or inflation is exempt for 10 years. Applications for special assessment must be approved by the State Historical Preservation Officer. Applicants must pay a fee and file a plan for proposed rehabilitation and maintenance.

Property is dropped from this special assessment at the end of the 10-year period, but can qualify for a second 10-year period if reapplication is approved and the local government (city, or county if not located in a city) does not prohibit it (by resolution). Approval of reapplication requires plans for significant investment in seismic upgrades, energy conservation, or disability access. Following the second 10-year period, the property can no longer qualify.

If, during the course of a special assessment term, the historic property is disqualified, either at the owner's request or from failure to meet the requirements, the tax savings from having a frozen value must be repaid. The additional tax and interest is equal to the sum of the tax benefit received for each year of special assessment as historic property. In addition, a penalty of 15 percent of the back taxes and interest owed is levied upon the disqualified property owner. However, if the property is destroyed or substantially altered by acts of nature or other events for which the owner is not responsible, or transferred to a tax-exempt owner, or transferred to a new owner who expressly assents to and continues to implement the preservation plan in effect, no additional tax or penalty is charged.

Senate Bill 192, passed in 2009, made several changes to the historic property tax special assessment program including:

- Special assessment period reduced from 15 years to 10;
- As part of a submitted preservation plan, applicants must commit to expending ten percent of the property's real market value (at time of first year's special assessment) within the first five years of special assessment;
- Property owners must now submit progress reports concerning the original preservation plan to the State Historical Preservation Officer in the third, sixth, and ninth years of special assessment;
- The application fee was reduced from one-third of one percent of real market value to one-tenth of one percent of the assessed value of the property at time of application;
- Qualifying properties no longer have to be open to public sight-seeing at least one day per year;
- Restricted tax benefits for converting historic property to condominium use.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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(dollar amounts expressed in thousands)

Riparian Habitat Land (ORS 308A.350 to 308A.383)

The State of Oregon Riparian Habitat Land program specifies that property taxation for property designated as riparian land by the State Department of Fish and Wildlife is abated. Designated riparian land must be privately owned streambeds, and the land under adjacent vegetation influenced by the proximity to water, but which does not extend more than 100 feet from the stream bank.

The following types of designated riparian land qualify for the abatement:

- Lands located outside urban growth boundaries (UGB) and zoned as forest or agricultural (including range land) in compliance with statewide planning goals.
- Lands that were outside a UGB and zoned as forest or agricultural (including range land) as of July 1, 1997, but are no longer outside a UGB or so zoned, qualify. The landowner must apply for riparian designation within five years of the change.
- Lands within city and urban growth boundaries may qualify if the city and county authorize the abatement (ORS 308A.360).

The Department of Fish and Wildlife can designate land as riparian habitat land if the owner has developed and implemented a plan for continued protection of the land using approved rehabilitation techniques. The department cannot approve more than 200 miles (increased from 100 miles in 1997) of private stream bank in any one county per year.

The abatement continues until withdrawn by the owner or use is incompatible with riparian use. Upon withdrawal or disqualification, an additional tax equal to the sum of the tax benefit for each year abated (up to five years) is due.

The abatement value is based on farm use assessed value as the alternative to riparian abatement. When land is specially assessed as farm, forest, or open space before riparian designation, any additional tax for a change in designation to riparian is abated.

For the fiscal year ended June 30, 2024, Multnomah County abated property taxes totaling \$11,059 under these programs:

<u>Tax Abatement Programs</u>	<u>Taxes Abated Fiscal Year Ended June 30, 2024</u>
Tax abatements granted by other governments:	
Low Income Rental Housing Program	\$ 4,856
Enterprise Zone Programs	2,937
New Housing Homebuyer Opportunity Limited Tax Exemptions	538
Core Area Multi-Unit and Transit Oriented Development	2,204
Historic Property (2 Term, 10 Year, and 15 Year)	521
Riparian Habitat Land	3
Total property taxes abated	\$ 11,059

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

F. Subsequent events

Labor agreement status

There is one labor agreement, of the thirteen between Multnomah County and its employees, which is not yet finalized. The Federation of Parole and Probation Officer contract for the period July 1, 2024 to June 30, 2027 is in arbitration and has not yet been settled.

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REQUIRED SUPPLEMENTARY INFORMATION

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- II. Employee retirement systems, pension plans
- III. Notes to required supplementary information - Employee retirement systems, pension plans

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MULTNOMAH COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

I. Postemployment benefits other than pensions:

State of Oregon Public Employees Retirement System - Retirement Health Insurance Account:

Schedule of Proportionate Share of Net OPEB - RHIA (Asset) Liability
Other Post Employment Benefits
Last Eight Fiscal Years*

Year Ended June 30,	(a) County's Proportion of the Net OPEB Liability (Asset)	(b) County's Proportionate Share of the Net OPEB Liability (Asset)	(c) County's Covered Payroll**	(b/c) County's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
2024	2.44772%	\$ (8,963)	\$ 469,351	-1.91%	201.60%
2023	3.60374%	(12,805)	423,129	-3.03%	194.66%
2022	2.61822%	(8,991)	404,049	-2.23%	183.86%
2021	11.98700%	(24,425)	396,481	-6.16%	150.09%
2020	2.02880%	(3,920)	382,776	-1.02%	144.38%
2019	3.38934%	(3,783)	362,524	-1.04%	123.99%
2018	3.34736%	(1,397)	352,909	-0.40%	108.88%
2017	3.41600%	928	335,282	0.28%	94.15%

**This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.*

***As of the measurement date, which is one year in arrears.*

Schedule of OPEB - RHIA Contributions
Other Post Employment Benefits
Last Eight Fiscal Years*

Year Ended June 30,	(a) Statutorily Required Contributions	(b) Contributions in Relation to the Statutorily Required Contribution	(a-b) Contribution Deficiency (Excess)	(c) County's Covered Payroll	(b/c) Contributions as a Percent of Covered Payroll
2024	\$ 2	\$ 2	\$ -	\$ 513,712	0.00%
2023	48	48	-	469,351	0.01%
2022	89	89	-	423,129	0.02%
2021	70	70	-	404,049	0.02%
2020	856	856	-	396,481	0.22%
2019	1,006	1,006	-	382,776	0.26%
2018	1,641	1,641	-	362,524	0.45%
2017	1,678	1,678	-	352,909	0.48%

**This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.*

MULTNOMAH COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2024
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Multnomah County Postretirement Medical and Life Insurance Plan:

**Schedule of Changes
in Total OPEB Liability and Related Ratios
Last Seven Years***

Year Ended June 30,	Service Cost	Interest	Changes of Benefit Terms	Difference Between Expected and Actual Experience	Changes of Assumptions	Benefit Payments	Total OPEB Liability
2024	\$ 7,971	\$ 4,521	\$ -	\$ 5,964	\$ 4,446	\$ (7,325)	\$ 136,787
2023	8,187	2,554	-	6,499	(12,612)	(6,580)	121,210
2022	8,434	2,708	-	(8,861)	477	(6,229)	123,162
2021	7,422	3,329	-	1,257	172	(6,638)	126,633
2020	5,965	4,480	(98)	(3,143)	10,558	(5,921)	121,091
2019	7,519	4,338	-	(15,208)	(6,651)	(6,221)	109,250
2018	6,815	4,419	-	831	2,889	(5,993)	125,473

Year Ended June 30,	Covered Employee Payroll**	Total OPEB Liability as a Percentage of Employee Payroll
2024	\$ 521,114	26.25%
2023	459,147	26.40%
2022	427,521	28.81%
2021	406,492	31.15%
2020	411,321	29.44%
2019	375,508	29.09%
2018	356,084	35.24%

**This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend had been compiled, information is presented only for years for which the required supplementary information is available.*

***As of the measurement date, which is one year in arrears.*

Notes to the Schedule:

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the County's other postemployment plan.

Changes in assumptions. The discount rate was changed to match the yield on a 20-year general obligation bond.

Per-person health care cost trends from 2023 to 2024 were updated so that the projected 2024 premium amounts match the actual 2024 premiums.

MULTNOMAH COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

II . Employee retirement systems, pension plan:

State of Oregon Public Employees Retirement System:

Schedule of Proportionate Share of Net Pension Liability (Asset)
Oregon Public Employees Retirement System
Last Ten Fiscal Years

Fiscal Year Ended June 30,	(a) County's Proportion of the Net Pension Liability (Asset)	(b) County's Proportionate Share of the Net Pension Liability (Asset)	(c) County's Covered Payroll*	(b/c) County's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2024	3.56%	\$ 666,266	\$ 469,351	141.95%	81.68%
2023	3.53%	541,251	423,129	127.92%	84.55%
2022	3.32%	396,720	404,049	98.19%	87.57%
2021	3.34%	728,099	392,149	185.67%	78.08%
2020	3.36%	581,413	371,464	156.52%	83.10%
2019	3.35%	507,736	355,893	142.67%	86.82%
2018	3.49%	470,736	312,572	150.60%	86.09%
2017	3.51%	526,781	304,993	172.72%	80.53%
2016	3.59%	206,128	303,774	67.86%	91.88%
2015	3.42%	(77,474)	284,960	(27.19)%	103.59%

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

**As of the measurement date, which is one year in arrears.*

MULTNOMAH COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

Schedule of Pension Contributions
Oregon Public Employees Retirement System
Last Ten Fiscal Years

Year Ended June 30,	(a) Statutorily Required Contributions	(b) Contributions in Relation to the Statutorily Required Contribution	(a-b) Contribution Deficiency (Excess)*	(c) County's Covered Payroll	(b/c) Contributions as a Percent of Covered Payroll
2024	\$ 92,304	\$ 92,304	\$ -	\$ 513,712	17.97%
2023	86,979	118,229	(31,250)	469,351	25.19%
2022	74,291	74,291	-	423,129	17.56%
2021	59,919	59,919	-	404,049	14.83%
2020	91,682	122,932	(31,250)	392,149	31.35%
2019	30,347	55,347	(25,000)	371,464	14.90%
2018	50,244	75,244	(25,000)	355,893	21.14%
2017	37,962	62,962	(25,000)	312,572	20.14%
2016	36,661	36,661	-	304,993	12.02%
2015	29,772	29,772	-	303,774	9.80%

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

**Excess contributions represent contributions to side accounts which provide rate relief.*

III. Notes to required supplementary information - Employee retirement systems, pension plan:

State of Oregon Public Employees Retirement System:

Changes in actuarial methods and assumptions

A summary of key changes implemented since the December 31, 2021 valuation are described briefly below. Additional details and a comprehensive list of changes in methods and assumptions can be found in the 2022 Experience Study for the System, which was published in July 2023, and can be found at: https://www.oregon.gov/pers/Documents/Financials/Actuarial/2023/2022_Exp_Study.pdf

Allocation of liability for service segments:

For purposes of allocating Tier One/Tier Two members' actuarial accrued liability among multiple employers, the valuation uses a weighted average of the Money Match methodology and the Full Formula methodology used by PERS when a member retires. The weights are determined based on the prevalence of each formula among the current Tier One/Tier Two population. For the December 31, 2020 and December 31, 2021 valuations, the Money Match was weighted 10 percent for general service members and zero percent for police and fire members. For the December 31, 2022 valuation, this weighting has been adjusted to 5 percent for general service members and less than 1 percent for police and fire members, based on a projection of the proportion of the liability attributable to Money Match benefits at those valuation dates.

MULTNOMAH COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

Changes in economic assumptions:

Administrative expenses. The administrative expense assumptions were updated to \$64 million per year combined for Tier 1/Tier 2 and OPSRP. Previously these were assumed to be \$59 million per year.

Healthcare cost inflation. Healthcare cost trend was updated to range from 6.6% in 2023 to 3.8% in 2074, prior report ranged from 5.5% in 2022 to 3.9% in 2079.

Changes in demographic assumptions:

The merit/longevity component assumption of individual member salary increases was updated for all groups, including adding a select assumption of an additional 2% for all members for two years.

The mortality improvement projection scale applied to all groups is based on 60-year unisex average mortality improvement rates by age. The assumption was updated to reflect publicly available data through 2019. For a complete table of rates, please refer to the 2022 Experience Study for the System, published in July 2023.

Termination, disability and retirement rates were updated for some groups to more closely match observed and anticipated future experience.

Assumptions for unused sick leave and vacation pay were updated.

Participation assumptions for both RHIA and RHIPA were updated.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES GOVERNMENTAL FUNDS

General Fund*

Special Revenue Funds

- Federal/State Program Fund (Major)*
- Preschool For All Program Fund (Major)*
- Supportive Housing Fund (Major)*
- Road Fund
- Bicycle Path Construction Fund
- Recreation Fund
- County School Fund
- Animal Control Fund
- Willamette River Bridges Fund
- Library Fund
- Special Excise Tax Fund
- Land Corner Preservation Fund
- Inmate Welfare Fund
- Coronavirus (COVID-19) Response Fund
- Justice Services Special Operations Fund
- Oregon Historical Society Levy Fund
- Video Lottery Fund
- Library District Fund

Debt Service Funds

- Capital Debt Retirement Fund
- General Obligation Bond Fund
- PERS Bond Sinking Fund

Capital Projects Funds

- Multnomah County Library Capital Construction Fund (Major)*
- Downtown Courthouse Capital Fund
- Asset Replacement Revolving Fund
- Financed Projects Fund
- Library Capital Construction Fund
- Capital Improvement Fund
- Information Technology Capital Fund
- Asset Preservation Fund
- Health Headquarters Capital Fund
- Sellwood Bridge Replacement Fund
- Hansen Building Replacement Fund
- Library District Capital Fund
- Burnside Bridge Fund
- Behavioral Health Resource Center Capital Fund
- Justice Center Capital Fund
- Joint Office of Homeless Services Capital Fund

* Major funds are reported in Fund Financial Statements

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MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024
(amounts expressed in thousands)

	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Projects Funds</u>	<u>Total</u>
ASSETS				
Unrestricted:				
Cash and investments	\$ 25,014	\$ 46,913	\$ 68,609	\$ 140,536
Receivables:				
Taxes	2,992	-	-	2,992
Accounts, net	965	115	163	1,243
Inventories	243	-	-	243
Prepays and deposits	515	-	141	656
Restricted:				
Cash and investments	99,009	4,142	94,245	197,396
Receivables:				
Taxes	4,198	1,403	-	5,601
Accounts, net	20,944	-	13	20,957
Total assets	<u>\$ 153,880</u>	<u>\$ 52,573</u>	<u>\$ 163,171</u>	<u>\$ 369,624</u>
LIABILITIES				
Liabilities payable from unrestricted assets:				
Accounts payable	\$ 4,265	\$ -	\$ 2,561	\$ 6,826
Payroll payable	114	-	36	150
Liabilities payable from restricted assets:				
Accounts payable	21,584	-	5,197	26,781
Payroll payable	1,299	-	-	1,299
Unearned revenue	9,621	-	-	9,621
Due to other funds	12	-	-	12
Total liabilities	<u>36,895</u>	<u>-</u>	<u>7,794</u>	<u>44,689</u>
DEFERRED INFLOWS OF RESOURCES				
Restricted:				
Resources not yet available:				
Property taxes	2,751	1,250	-	4,001
Total deferred inflows of resources	<u>2,751</u>	<u>1,250</u>	<u>-</u>	<u>4,001</u>
FUND BALANCES				
Nonspendable	758	-	141	899
Restricted	88,884	4,295	89,061	182,240
Committed	247	47,028	65,283	112,558
Assigned	24,345	-	892	25,237
Total fund balances	<u>114,234</u>	<u>51,323</u>	<u>155,377</u>	<u>320,934</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 153,880</u>	<u>\$ 52,573</u>	<u>\$ 163,171</u>	<u>\$ 369,624</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
REVENUES				
Taxes	\$ 158,500	\$ 53,870	\$ -	\$ 212,370
Payments in lieu of taxes	156	-	-	156
Intergovernmental	116,720	231	5	116,956
Licenses and permits	26,830	-	8,536	35,366
Charges for services	8,897	627	576	10,100
Interest	5,406	3,858	6,635	15,899
Non-governmental grants	3,900	-	-	3,900
Service reimbursements	312	55,299	22,301	77,912
Miscellaneous	63	-	16	79
Total revenues	<u>320,784</u>	<u>113,885</u>	<u>38,069</u>	<u>472,738</u>
EXPENDITURES				
Current:				
Health services	-	-	344	344
Social services	50,011	-	698	50,709
Public safety and justice	9,495	-	195	9,690
Community services	49,635	-	17,739	67,374
Library services	88,975	-	3,511	92,486
Roads, bridges, and bike path improvements	62,459	-	16,392	78,851
Capital outlay	20,505	-	24,481	44,986
Debt service:				
Principal	367	73,434	218	74,019
Interest	15	42,403	7	42,425
Total expenditures	<u>281,462</u>	<u>115,837</u>	<u>63,585</u>	<u>460,884</u>
Revenues over (under) expenditures	<u>39,322</u>	<u>(1,952)</u>	<u>(25,516)</u>	<u>11,854</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	96,109	6,783	18,013	120,905
Transfers out	(99,531)	-	(2,360)	(101,891)
Proceeds from sale of capital assets	16	-	-	16
Total other financing sources (uses)	<u>(3,406)</u>	<u>6,783</u>	<u>15,653</u>	<u>19,030</u>
Net change in fund balances	<u>35,916</u>	<u>4,831</u>	<u>(9,863)</u>	<u>30,884</u>
Fund balances - Beginning	205,152	46,492	165,240	416,884
Changes within financial reporting entity:				
Change from nonmajor fund to major fund	(128,996)	-	-	(128,996)
Change from major fund to nonmajor fund	2,162	-	-	2,162
Fund balances - beginning, as adjusted or restated	<u>78,318</u>	<u>46,492</u>	<u>165,240</u>	<u>290,050</u>
Fund balances - ending	<u>\$ 114,234</u>	<u>\$ 51,323</u>	<u>\$ 155,377</u>	<u>\$ 320,934</u>

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NONMAJOR SPECIAL REVENUE FUNDS

These funds are used to account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specified purposes other than debt service or capital projects. A special revenue fund can be used if 30 percent or more of the resources recorded in the fund are either restricted or committed as defined in the adopted Financial and Budget Policies. Funds included are:

- **Road Fund** - In accordance with Oregon Revised Statutes (ORS) 366.739 - 366.774 and ORS 368.705, accounts for revenues primarily received from the State of Oregon Motor Vehicle Fee apportionment, County gasoline taxes, federal reserve yield, and interest income. Expenditures are restricted by Article IX, Section 3A of the Constitution of the State of Oregon and consist of construction, repair, maintenance, and operations of public highways and roads.
- **Bicycle Path Construction Fund** - accounts for one percent of the State of Oregon Motor Vehicle fees collected pursuant to ORS 366.514. Expenditures are restricted under Oregon law for bicycle path construction and maintenance.
- **Recreation Fund** - The revenues are from the County Marine Fuel Tax. Under an intergovernmental agreement with Metro entered in 1994, transferred revenues to Metro are restricted to be used for the purpose of development, administration, operation and maintenance of those County facilities transferred to Metro pursuant to this agreement.
- **County School Fund** - accounts for Forest Reserve yield revenues from the State of Oregon pursuant to ORS 293.560 and 294.060 for distribution to the County School districts.
- **Animal Control Fund** - accounts for revenues from dog and cat licenses and animal control fees per ORS 609.100. Cash transfers are made to the General Fund for animal control services programs. The fund also contains donations that are restricted by the donors to be used for programs or projects related to Animal Services
- **Willamette River Bridges Fund** - accounts for State of Oregon motor vehicle fees and County gasoline taxes. Restricted Federal and State revenue sharing funding is also recorded in the Willamette River Bridges Fund. Expenditures are for inspections and maintenance of County bridges.
- **Library Fund** - accounts for the Multnomah County Library operations. The principal source of revenue is reimbursement from the Library District pursuant to an intergovernmental agreement.
- **Special Excise Tax Fund** - accounts for a portion of the County's transient lodging taxes collected from all hotels and motels in the County and motor vehicle rental taxes collected from rental agencies. Expenditures are restricted to the Convention Center, visitor development purposes, regional arts and culture purposes and other uses pursuant to MCC 11.300 through 11.499.
- **Land Corner Preservation Fund** - accounts for the collection of recording fees on of real property transactions and surveying activities. Expenditures are made for the establishment , re-establishments, and maintenance of public corners of governmental surveys pursuant to ORS 203.148.

Continued

- **Inmate Welfare Fund** - accounts for the proceeds from the sale of all jail commissary items. Expenditures are made for food and supplies for inmates in County jails. Excess funds are used on inmate amenities such as recreation equipment for the institutions. Ending balances in this fund are committed per Board of County Commissioners Resolution 2011-035.
- **Coronavirus (COVID-19) Response Fund** - accounts for revenues and expenditures associated with the County's COVID-19 public health emergency response and economic recovery efforts. Expenditures are restricted to public health services, behavioral health, medical services, human services, measures taken to facilitate and comply with COVID-19 public health measures (e.g. care for homeless population) and efforts to support economic recovery from the pandemic. Revenues are primarily derived from American Rescue Plan (ARPA), and other State and Federal COVID-19 relief grant funds.
- **Justice Services Special Operations Fund** - accounts for revenues and expenditures that are dedicated to Justice Services and Operations. Revenues are primarily from various fees and fines, including probation fees, criminal processing assessment fees, conciliation court fees, ambulance franchise fees, forfeitures, video lottery, alarm permits, concealed weapon permits, gun ordinance fees and liquor license fees (ORS 471.166) collected for civil processing inspections. Where a County ordinance or Board resolution restricts resources recorded in this fund, any remaining balances will be accounted for as committed. Any unrestricted ending balances will be transferred to the General Fund at year-end.
- **Oregon Historical Society Levy Fund** - accounts for the five year local option levy revenues collected on behalf of the Oregon Historical Society and four east county historical societies. The funding is passed through to support the history library, museum and educational programs.
- **Video Lottery Fund** - accounts for revenues received from the Oregon State Lottery. Expenditures are restricted to furthering economic development per House Bill 3188 passed during the Regular Session of the 76th Oregon Legislative Assembly.
- **Library District Fund** - accounts for the revenues and expenditures of the Multnomah Library District. The primary source of revenue is property tax collections related to the permanent rate passed by the voters of Multnomah County for the creation of the Multnomah County Library District on July 1, 2013. Additional sources of revenue include fines and grants. The expenditures are made pursuant to an intergovernmental agreement for library services provided by Multnomah County Library. Library operations will continue out of the Library Fund, with periodic reimbursements from the Multnomah County Library District Fund to the Library Fund per the intergovernmental agreement. (Also, this fund, along with the Library District Capital Construction Fund is reported as a blended component unit.

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MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2024
(amounts expressed in thousands)

	<u>Road</u>	<u>Bicycle Path Construction</u>	<u>Recreation</u>	<u>County School</u>	<u>Animal Control</u>
ASSETS					
Unrestricted:					
Cash and investments	\$ 5,685	\$ -	\$ -	\$ -	\$ -
Receivables:					
Taxes	-	-	-	-	-
Accounts, net	160	-	-	-	-
Inventories	243	-	-	-	-
Prepays and deposits	21	-	-	-	-
Restricted:					
Cash and investments	21,655	234	35	-	1,757
Receivables:					
Taxes	1,000	-	-	-	-
Accounts, net	4,905	-	-	-	1
Total assets	<u>\$ 33,669</u>	<u>\$ 234</u>	<u>\$ 35</u>	<u>\$ -</u>	<u>\$ 1,758</u>
LIABILITIES					
Liabilities payable from unrestricted assets:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Payroll payable	-	-	-	-	-
Liabilities payable from restricted assets:					
Accounts payable	11,518	-	35	-	7
Payroll payable	148	-	-	-	-
Unearned revenue	-	-	-	-	-
Due to other funds	-	-	-	-	-
Total liabilities	<u>11,666</u>	<u>-</u>	<u>35</u>	<u>-</u>	<u>7</u>
DEFERRED INFLOWS OF RESOURCES					
Restricted:					
Resources not yet available:					
Property taxes	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	264	-	-	-	-
Restricted	15,894	234	-	-	1,751
Committed	-	-	-	-	-
Assigned	5,845	-	-	-	-
Total fund balances	<u>22,003</u>	<u>234</u>	<u>-</u>	<u>-</u>	<u>1,751</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 33,669</u>	<u>\$ 234</u>	<u>\$ 35</u>	<u>\$ -</u>	<u>\$ 1,758</u>

Willamette River Bridges	Library	Special Excise Tax	Land Corner Preservation	Inmate Welfare	Coronavirus (COVID-19) Response	Justice Services Special Operations
\$ 2,488	\$ 823	\$ 1,344	\$ -	\$ 109	\$ 3,097	\$ 53
-	-	2,991	-	-	-	1
-	-	57	-	-	-	748
-	-	-	-	-	-	-
42	452	-	-	-	-	-
24,352	243	-	3,199	-	11,147	2
-	78	-	1	-	-	-
6,486	1,617	-	-	-	5,635	23
<u>\$ 33,368</u>	<u>\$ 3,213</u>	<u>\$ 4,392</u>	<u>\$ 3,200</u>	<u>\$ 109</u>	<u>\$ 19,879</u>	<u>\$ 827</u>

\$ -	\$ -	\$ 4,222	\$ -	\$ 24	\$ -	\$ 19
-	-	-	-	8	-	106
1,312	836	-	404	-	7,158	1
100	1,024	-	21	-	3	3
-	-	-	-	-	9,621	-
-	-	-	-	-	-	-
<u>1,412</u>	<u>1,860</u>	<u>4,222</u>	<u>425</u>	<u>32</u>	<u>16,782</u>	<u>129</u>

-	78	-	-	-	-	-
-	78	-	-	-	-	-

42	452	-	-	-	-	-
29,426	-	-	2,775	-	-	21
-	-	170	-	77	-	-
2,488	823	-	-	-	3,097	677
<u>31,956</u>	<u>1,275</u>	<u>170</u>	<u>2,775</u>	<u>77</u>	<u>3,097</u>	<u>698</u>
<u>\$ 33,368</u>	<u>\$ 3,213</u>	<u>\$ 4,392</u>	<u>\$ 3,200</u>	<u>\$ 109</u>	<u>\$ 19,879</u>	<u>\$ 827</u>

(Continued)

MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2024
(amounts expressed in thousands)

	Oregon Historical Society Levy	Video Lottery	Library District	Formerly Nonmajor Fund Supportive Housing	Total
ASSETS					
Unrestricted:					
Cash and investments	\$ -	\$ -	\$ 11,415	\$ -	\$ 25,014
Receivables:					
Taxes	-	-	-	-	2,992
Accounts, net	-	-	-	-	965
Inventories	-	-	-	-	243
Prepays and deposits	-	-	-	-	515
Restricted:					
Cash and investments	43	-	36,342	-	99,009
Receivables:					
Taxes	113	-	3,006	-	4,198
Accounts, net	-	1,617	660	-	20,944
Total assets	<u>\$ 156</u>	<u>\$ 1,617</u>	<u>\$ 51,423</u>	<u>\$ -</u>	<u>\$ 153,880</u>
LIABILITIES					
Liabilities payable from unrestricted assets:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 4,265
Payroll payable	-	-	-	-	114
Liabilities payable from restricted assets:					
Accounts payable	-	313	-	-	21,584
Payroll payable	-	-	-	-	1,299
Unearned revenue	-	-	-	-	9,621
Due to other funds	-	12	-	-	12
Total liabilities	<u>-</u>	<u>325</u>	<u>-</u>	<u>-</u>	<u>36,895</u>
DEFERRED INFLOWS OF RESOURCES					
Restricted:					
Resources not yet available:					
Property taxes	98	-	2,575	-	2,751
Total deferred inflows of resources	<u>98</u>	<u>-</u>	<u>2,575</u>	<u>-</u>	<u>2,751</u>
FUND BALANCES					
Nonspendable	-	-	-	-	758
Restricted	58	1,292	37,433	-	88,884
Committed	-	-	-	-	247
Assigned	-	-	11,415	-	24,345
Total fund balances	<u>58</u>	<u>1,292</u>	<u>48,848</u>	<u>-</u>	<u>114,234</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 156</u>	<u>\$ 1,617</u>	<u>\$ 51,423</u>	<u>\$ -</u>	<u>\$ 153,880</u>

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MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Road</u>	<u>Bicycle Path Construction</u>	<u>Recreation</u>	<u>County School</u>	<u>Animal Control</u>
REVENUES					
Taxes	\$ 5,730	\$ -	\$ 35	\$ -	\$ -
Payments in lieu of taxes	117	-	-	39	-
Intergovernmental	55,321	107	-	13	-
Licenses and permits	77	-	-	-	1,163
Charges for services	457	-	-	-	11
Interest	1,764	5	-	1	82
Non-governmental grants	-	-	-	-	182
Service reimbursements	49	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenues	<u>63,515</u>	<u>112</u>	<u>35</u>	<u>53</u>	<u>1,438</u>
EXPENDITURES					
Current:					
Social services	-	-	-	-	-
Public safety and justice	-	-	-	-	-
Community services	-	-	35	53	860
Library services	-	-	-	-	-
Roads, bridges, and bike path improvements	51,780	-	-	-	-
Capital outlay	7,154	-	-	-	-
Debt service:					
Principal	29	-	-	-	-
Interest	1	-	-	-	-
Total expenditures	<u>58,964</u>	<u>-</u>	<u>35</u>	<u>53</u>	<u>860</u>
Revenues over (under) expenditures	<u>4,551</u>	<u>112</u>	<u>-</u>	<u>-</u>	<u>578</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	(1,111)
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,111)</u>
Net change in fund balances	4,551	112	-	-	(533)
Fund balances - Beginning	17,452	122	-	-	2,284
Changes within financial reporting entity:					
Change from nonmajor fund to major fund	-	-	-	-	-
Change from major fund to nonmajor fund	-	-	-	-	-
Fund balances - beginning, as adjusted or restated	<u>17,452</u>	<u>122</u>	<u>-</u>	<u>-</u>	<u>2,284</u>
Fund balances - ending	<u>\$ 22,003</u>	<u>\$ 234</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,751</u>

<u>Willamette River Bridges</u>	<u>Library</u>	<u>Special Excise Tax</u>	<u>Land Corner Preservation</u>	<u>Inmate Welfare</u>	<u>Coronavirus (COVID-19) Response</u>	<u>Justice Services Special Operations</u>
\$ -	\$ 3	\$ 39,102	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
3,829	9	-	-	-	50,010	896
24,555	-	-	3	-	-	1,012
9	-	-	1,437	1,266	-	5,716
-	-	28	131	9	936	3
-	-	-	-	-	-	-
31	35	-	-	-	-	197
60	-	-	-	-	-	3
<u>28,484</u>	<u>47</u>	<u>39,130</u>	<u>1,571</u>	<u>1,275</u>	<u>50,946</u>	<u>7,827</u>
-	-	-	-	-	50,011	-
-	-	-	-	1,486	-	8,009
-	-	39,151	-	-	-	-
-	88,975	-	-	-	-	-
8,758	-	-	1,921	-	-	-
4,226	7,805	-	156	-	-	52
29	309	-	-	-	-	-
1	13	-	-	-	-	-
<u>13,014</u>	<u>97,102</u>	<u>39,151</u>	<u>2,077</u>	<u>1,486</u>	<u>50,011</u>	<u>8,061</u>
<u>15,470</u>	<u>(97,055)</u>	<u>(21)</u>	<u>(506)</u>	<u>(211)</u>	<u>935</u>	<u>(234)</u>
-	96,109	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	16
-	96,109	-	-	-	-	16
15,470	(946)	(21)	(506)	(211)	935	(218)
16,486	2,221	191	3,281	288	-	916
-	-	-	-	-	-	-
-	-	-	-	-	2,162	-
<u>16,486</u>	<u>2,221</u>	<u>191</u>	<u>3,281</u>	<u>288</u>	<u>2,162</u>	<u>916</u>
<u>\$ 31,956</u>	<u>\$ 1,275</u>	<u>\$ 170</u>	<u>\$ 2,775</u>	<u>\$ 77</u>	<u>\$ 3,097</u>	<u>\$ 698</u>

(Continued)

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	Oregon Historical Society Levy	Video Lottery	Library District	Formerly Nonmajor Fund Supportive Housing	Total
REVENUES					
Taxes	\$ 3,892	\$ -	\$ 109,738	\$ -	\$ 158,500
Payments in lieu of taxes	-	-	-	-	156
Intergovernmental	-	6,423	112	-	116,720
Licenses and permits	-	-	20	-	26,830
Charges for services	-	-	1	-	8,897
Interest	11	50	2,386	-	5,406
Non-governmental grants	-	-	3,718	-	3,900
Service reimbursements	-	-	-	-	312
Miscellaneous	-	-	-	-	63
Total revenues	<u>3,903</u>	<u>6,473</u>	<u>115,975</u>	<u>-</u>	<u>320,784</u>
EXPENDITURES					
Current:					
Social services	-	-	-	-	50,011
Public safety and justice	-	-	-	-	9,495
Community services	3,902	5,634	-	-	49,635
Library services	-	-	-	-	88,975
Roads, bridges, and bike path improvements	-	-	-	-	62,459
Capital outlay	-	1,112	-	-	20,505
Debt service:					
Principal	-	-	-	-	367
Interest	-	-	-	-	15
Total expenditures	<u>3,902</u>	<u>6,746</u>	<u>-</u>	<u>-</u>	<u>281,462</u>
Revenues over (under) expenditures	<u>1</u>	<u>(273)</u>	<u>115,975</u>	<u>-</u>	<u>39,322</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	96,109
Transfers out	-	-	(98,420)	-	(99,531)
Proceeds from sale of capital assets	-	-	-	-	16
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(98,420)</u>	<u>-</u>	<u>(3,406)</u>
Net change in fund balances	1	(273)	17,555	-	35,916
Fund balances - Beginning	57	1,565	31,293	128,996	205,152
Changes within financial reporting entity:					
Change from nonmajor fund to major fund	-	-	-	(128,996)	(128,996)
Change from major fund to nonmajor fund	-	-	-	-	2,162
Fund balances - beginning, as adjusted or restated	<u>57</u>	<u>1,565</u>	<u>31,293</u>	<u>-</u>	<u>78,318</u>
Fund balances - ending	<u>\$ 58</u>	<u>\$ 1,292</u>	<u>\$ 48,848</u>	<u>\$ -</u>	<u>\$ 114,234</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Road Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 6,400	\$ 6,400	\$ 5,730	\$ (670)
Payments in lieu of taxes	59	59	117	58
Intergovernmental	59,308	59,308	55,321	(3,987)
Licenses and permits	90	90	77	(13)
Charges for services	415	415	457	42
Interest	350	350	1,764	1,414
Service reimbursements	1,485	1,485	49	(1,436)
Miscellaneous	10	10	-	(10)
Total revenues	<u>68,117</u>	<u>68,117</u>	<u>63,515</u>	<u>(4,602)</u>
EXPENDITURES				
Current:				
Community services	75,820	75,820	58,964	16,856
Contingency	<u>7,824</u>	<u>7,824</u>	<u>-</u>	<u>7,824</u>
Total expenditures	<u>83,644</u>	<u>83,644</u>	<u>58,964</u>	<u>24,680</u>
Net change in fund balances	(15,527)	(15,527)	4,551	20,078
Fund balances - beginning	<u>15,527</u>	<u>15,527</u>	<u>17,452</u>	<u>1,925</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,003</u>	<u>\$ 22,003</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Bicycle Path Construction Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 108	\$ 108	\$ 107	\$ (1)
Interest	-	-	5	5
Total revenues	<u>108</u>	<u>108</u>	<u>112</u>	<u>4</u>
EXPENDITURES				
Current:				
Community services	<u>230</u>	<u>230</u>	-	<u>230</u>
Total expenditures	<u>230</u>	<u>230</u>	-	<u>230</u>
Net change in fund balances	(122)	(122)	112	234
Fund balances - beginning	<u>122</u>	<u>122</u>	<u>122</u>	<u>-</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 234</u>	<u>\$ 234</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Recreation Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 40	\$ 40	\$ 35	\$ (5)
Total revenues	<u>40</u>	<u>40</u>	<u>35</u>	<u>(5)</u>
EXPENDITURES				
Current:				
County management	40	40	35	5
Total expenditures	<u>40</u>	<u>40</u>	<u>35</u>	<u>5</u>
Net change in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
County School Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Payments in lieu of taxes	\$ -	\$ -	\$ 39	\$ 39
Intergovernmental	80	80	13	(67)
Interest	-	-	1	1
Total revenues	<u>80</u>	<u>80</u>	<u>53</u>	<u>(27)</u>
EXPENDITURES				
Current:				
Nondepartmental	80	80	53	27
Total expenditures	<u>80</u>	<u>80</u>	<u>53</u>	<u>27</u>
Net change in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Animal Control Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licenses and permits	\$ 799	\$ 1,319	\$ 1,163	\$ (156)
Charges for services	11	16	11	(5)
Interest	23	23	82	59
Non-governmental grants	165	165	182	17
Total revenues	<u>998</u>	<u>1,523</u>	<u>1,438</u>	<u>(85)</u>
EXPENDITURES				
Current:				
Community services	1,071	1,071	860	211
Contingency	1,426	1,426	-	1,426
Total expenditures	<u>2,497</u>	<u>2,497</u>	<u>860</u>	<u>1,637</u>
Revenues over (under) expenditures	<u>(1,499)</u>	<u>(974)</u>	<u>578</u>	<u>1,552</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(760)	(1,285)	(1,111)	174
Total other financing sources (uses)	<u>(760)</u>	<u>(1,285)</u>	<u>(1,111)</u>	<u>174</u>
Net change in fund balances	(2,259)	(2,259)	(533)	1,726
Fund balances - beginning	<u>2,259</u>	<u>2,259</u>	<u>2,284</u>	<u>25</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,751</u>	<u>\$ 1,751</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Willamette River Bridges Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Intergovernmental	\$ 16,873	\$ 16,873	\$ 3,829	\$ (13,044)
Licenses and permits	4,247	4,247	24,555	20,308
Charges for services	5	5	9	4
Service reimbursements	780	780	31	(749)
Miscellaneous	5	5	60	55
Total revenues	<u>21,910</u>	<u>21,910</u>	<u>28,484</u>	<u>6,574</u>
EXPENDITURES				
Current:				
Community services	28,229	28,229	13,014	15,215
Contingency	29,608	29,608	-	29,608
Total expenditures	<u>57,837</u>	<u>57,837</u>	<u>13,014</u>	<u>44,823</u>
Net change in fund balances	(35,927)	(35,927)	15,470	51,397
Fund balances - beginning	<u>35,927</u>	<u>35,927</u>	<u>16,486</u>	<u>(19,441)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,956</u>	<u>\$ 31,956</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Library Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Taxes	\$ -	\$ -	\$ 3	\$ 3
Intergovernmental	110,514	110,514	96,119	(14,395)
Service reimbursements	35	35	35	-
Total revenues	<u>110,549</u>	<u>110,549</u>	<u>96,157</u>	<u>(14,392)</u>
EXPENDITURES				
Current:				
Library	110,549	110,549	97,103	13,446
Total expenditures	<u>110,549</u>	<u>110,549</u>	<u>97,103</u>	<u>13,446</u>
Net change in fund balances	-	-	(946)	(946)
Fund balances - beginning	-	-	2,221	2,221
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	1,275	<u>\$ 1,275</u>
Reconciliation to modified accrual basis:				
Reimbursements from the Library District Fund and				
Library District Capital Construction Fund are reported as Transfers in on				
the modified accrual basis, rather than as Intergovernmental revenues:				
Intergovernmental revenues			96,109	
Transfers in			<u>(96,109)</u>	
Fund balances as reported on the Combining Statement of Revenues,				
Expenditures, and Changes in Fund Balances, Nonmajor Special				
Revenue Funds			<u>\$ 1,275</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Special Excise Tax Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 41,430	\$ 41,430	\$ 39,102	\$ (2,328)
Interest	10	10	28	18
Total revenues	<u>41,440</u>	<u>41,440</u>	<u>39,130</u>	<u>(2,310)</u>
EXPENDITURES				
Current:				
Nondepartmental	41,576	41,576	39,151	2,425
Total expenditures	<u>41,576</u>	<u>41,576</u>	<u>39,151</u>	<u>2,425</u>
Net change in fund balances	(136)	(136)	(21)	115
Fund balances - beginning	136	136	191	55
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 170</u>	<u>\$ 170</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Land Corner Preservation Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licenses and permits	\$ -	\$ -	\$ 3	\$ 3
Charges for services	1,430	1,430	1,437	7
Interest	48	48	131	83
Service reimbursements	50	50	-	(50)
Total revenues	<u>1,528</u>	<u>1,528</u>	<u>1,571</u>	<u>43</u>
EXPENDITURES				
Current:				
Community services	<u>2,395</u>	<u>2,395</u>	<u>2,077</u>	<u>318</u>
Total expenditures	<u>2,395</u>	<u>2,395</u>	<u>2,077</u>	<u>318</u>
Net change in fund balances	(867)	(867)	(506)	361
Fund balances - beginning	<u>3,533</u>	<u>3,533</u>	<u>3,281</u>	<u>(252)</u>
Fund balances - ending	<u>\$ 2,666</u>	<u>\$ 2,666</u>	<u>\$ 2,775</u>	<u>\$ 109</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Inmate Welfare Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 1,386	\$ 1,386	\$ 1,266	\$ (120)
Interest	-	-	9	9
Total revenues	<u>1,386</u>	<u>1,386</u>	<u>1,275</u>	<u>(111)</u>
EXPENDITURES				
Current:				
Sheriff	1,486	1,486	1,486	-
Total expenditures	<u>1,486</u>	<u>1,486</u>	<u>1,486</u>	<u>-</u>
Net change in fund balances	(100)	(100)	(211)	(111)
Fund balances - beginning	<u>100</u>	<u>100</u>	<u>288</u>	<u>188</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 77</u>	<u>\$ 77</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Coronavirus (COVID-19) Response Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 48,879	\$ 62,551	\$ 50,010	\$ (12,541)
Interest	-	-	936	936
Total revenues	<u>48,879</u>	<u>62,551</u>	<u>50,946</u>	<u>(11,605)</u>
EXPENDITURES				
Current:				
Community justice	-	185	185	-
Community services	1,930	2,162	308	1,854
Health services	5,749	7,003	5,345	1,658
Human services	19,127	29,267	27,426	1,841
Homeless services	19,226	20,377	13,919	6,458
Nondepartmental	1,600	2,310	1,581	729
Sheriff	1,247	1,247	1,247	-
Total expenditures	<u>48,879</u>	<u>62,551</u>	<u>50,011</u>	<u>12,540</u>
Net change in fund balances	-	-	935	935
Fund balances - beginning	-	-	2,162	2,162
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,097</u>	<u>\$ 3,097</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Justice Services Special Operations Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 812	\$ 896	\$ 896	\$ -
Licenses and permits	1,246	1,246	1,012	(234)
Charges for services	5,392	5,393	5,716	323
Interest	-	-	3	3
Service reimbursements	470	470	197	(273)
Miscellaneous	-	-	3	3
Total revenues	<u>7,920</u>	<u>8,005</u>	<u>7,827</u>	<u>(178)</u>
EXPENDITURES				
Current:				
Community justice	1,059	1,157	1,086	71
District attorney	2	2	-	2
Sheriff	<u>7,570</u>	<u>7,570</u>	<u>6,975</u>	<u>595</u>
Total expenditures	<u>8,631</u>	<u>8,729</u>	<u>8,061</u>	<u>668</u>
Revenues over (under) expenditures	<u>(711)</u>	<u>(724)</u>	<u>(234)</u>	<u>490</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	-	-	16	16
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>16</u>	<u>16</u>
Net change in fund balances	(711)	(724)	(218)	506
Fund balances - beginning	<u>711</u>	<u>724</u>	<u>916</u>	<u>192</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 698</u>	<u>\$ 698</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Oregon Historical Society Levy Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 3,861	\$ 3,961	\$ 3,892	\$ (69)
Interest	3	3	11	8
Total revenues	<u>3,864</u>	<u>3,964</u>	<u>3,903</u>	<u>(61)</u>
EXPENDITURES				
Current:				
Nondepartmental	3,902	4,002	3,902	100
Total expenditures	<u>3,902</u>	<u>4,002</u>	<u>3,902</u>	<u>100</u>
Net change in fund balances	(38)	(38)	1	39
Fund balances - beginning	<u>38</u>	<u>38</u>	<u>57</u>	<u>19</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58</u>	<u>\$ 58</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Video Lottery Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 6,350	\$ 6,350	\$ 6,423	\$ 73
Interest	-	-	50	50
Total revenues	<u>6,350</u>	<u>6,350</u>	<u>6,473</u>	<u>123</u>
EXPENDITURES				
Current:				
Community services	1,162	1,162	1,162	-
Homeless services	3,819	3,819	3,819	-
Nondepartmental	1,765	1,765	1,765	-
Contingency	635	635	-	635
Total expenditures	<u>7,381</u>	<u>7,381</u>	<u>6,746</u>	<u>635</u>
Net change in fund balances	(1,031)	(1,031)	(273)	758
Fund balances - beginning	<u>1,031</u>	<u>1,031</u>	<u>1,565</u>	<u>534</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,292</u>	<u>\$ 1,292</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Library District Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 108,674	\$ 108,674	\$ 109,738	\$ 1,064
Intergovernmental	112	112	112	-
Licenses and permits	15	15	20	5
Charges for services	9	9	1	(8)
Interest	300	300	2,387	2,087
Non-governmental grants	3,337	3,337	3,718	381
Total revenues	<u>112,447</u>	<u>112,447</u>	<u>115,976</u>	<u>3,529</u>
EXPENDITURES				
Current:				
Library	110,514	110,514	96,110	14,404
Contingency	1,000	1,000	-	1,000
Total expenditures	<u>111,514</u>	<u>111,514</u>	<u>96,110</u>	<u>15,404</u>
Revenues over (under) expenditures	<u>933</u>	<u>933</u>	<u>19,866</u>	<u>18,933</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(2,311)</u>	<u>(2,311)</u>	<u>(2,311)</u>	<u>-</u>
Total other financing sources (uses)	<u>(2,311)</u>	<u>(2,311)</u>	<u>(2,311)</u>	<u>-</u>
Net change in fund balances	(1,378)	(1,378)	17,555	18,933
Fund balances - beginning	<u>24,691</u>	<u>24,691</u>	<u>31,293</u>	<u>6,602</u>
Fund balances - ending	<u>\$ 23,313</u>	<u>\$ 23,313</u>	48,848	<u>\$ 25,535</u>
Reconciliation to modified accrual basis:				
Reimbursements to the Library Fund are reported as Transfers out on the modified accrual basis, rather than as Library expenditures:				
Library expenditures			(96,108)	
Transfers out			<u>96,108</u>	
Fund balances as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, Nonmajor Special Revenue Funds			<u>\$ 48,848</u>	

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DEBT SERVICE FUNDS

These funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for the principal, interest, and fees associated with servicing debt. Debt service funds should be used to report resources if legally mandated. Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. Upon the repayment of principal and interest, any receipts remaining in the fund are returned to the original jurisdiction or County General Fund. Funds included are:

- **Capital Debt Retirement Fund** - accounts for loans and full faith credit obligation principal and interest payments for buildings and major pieces of equipment acquired by the issuance of Certificates of Participation or other financing arrangements. Revenues consist of service reimbursements and cash transfers from other County funds.
- **General Obligation Bond Fund** - accounts for the payment of principal and interest on General Obligation (GO) Bonds. The GO Bond Fund accounts for Series 2021 Library Bonds to expand, renovate, construct library branches/facilities, and improve safety. Proceeds are derived from property taxes and interest earned on the cash balances.
- **PERS Bond Sinking Fund** - accounts for payment of principal and interest payments on pension obligation revenue bonds that were issued to retire the County's unfunded actuarial liability. The revenues are derived from charge backs to departments based on their departmental payroll costs.

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MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2024
(amounts expressed in thousands)

	<u>Capital Debt Retirement</u>	<u>General Obligation Bond</u>	<u>PERS Pension Bond Sinking</u>	<u>Total</u>
ASSETS				
Unrestricted:				
Cash and investments	\$ 839	\$ -	\$ 46,074	\$ 46,913
Receivables:				
Accounts, net	115	-	-	115
Restricted:				
Cash and investments	-	4,142	-	4,142
Receivables:				
Taxes	-	1,403	-	1,403
Total assets	<u>\$ 954</u>	<u>\$ 5,545</u>	<u>\$ 46,074</u>	<u>\$ 52,573</u>
DEFERRED INFLOWS OF RESOURCES				
Restricted:				
Resources not yet available:				
Property taxes	\$ -	\$ 1,250	\$ -	\$ 1,250
Total deferred inflows of resources	<u>-</u>	<u>1,250</u>	<u>-</u>	<u>1,250</u>
FUND BALANCES				
Restricted	-	4,295	-	4,295
Committed	954	-	46,074	47,028
Total fund balances	<u>954</u>	<u>4,295</u>	<u>46,074</u>	<u>51,323</u>
Total liabilities and fund balances	<u>\$ 954</u>	<u>\$ 5,545</u>	<u>\$ 46,074</u>	<u>\$ 52,573</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	Capital Debt Retirement	General Obligation Bond	PERS Pension Bond Sinking	Total
REVENUES				
Taxes	\$ -	\$ 53,870	\$ -	\$ 53,870
Intergovernmental	231	-	-	231
Charges for services	627	-	-	627
Interest	351	1,327	2,180	3,858
Service reimbursements	21,509	-	33,790	55,299
Total revenues	<u>22,718</u>	<u>55,197</u>	<u>35,970</u>	<u>113,885</u>
EXPENDITURES				
Debt service:				
Principal	23,403	45,150	4,881	73,434
Interest	7,301	8,658	26,444	42,403
Total expenditures	<u>30,704</u>	<u>53,808</u>	<u>31,325</u>	<u>115,837</u>
Revenues over (under) expenditures	<u>(7,986)</u>	<u>1,389</u>	<u>4,645</u>	<u>(1,952)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	6,783	-	-	6,783
Total other financing sources	<u>6,783</u>	<u>-</u>	<u>-</u>	<u>6,783</u>
Net change in fund balances	<u>(1,203)</u>	<u>1,389</u>	<u>4,645</u>	<u>4,831</u>
Fund balances - beginning	<u>2,157</u>	<u>2,906</u>	<u>41,429</u>	<u>46,492</u>
Fund balances - ending	<u>\$ 954</u>	<u>\$ 4,295</u>	<u>\$ 46,074</u>	<u>\$ 51,323</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Capital Debt Retirement Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 213	\$ 213	\$ 231	\$ 18
Charges for services	1,200	1,200	627	(573)
Interest	60	60	351	291
Service reimbursements	21,510	21,510	21,509	(1)
Total revenues	<u>22,983</u>	<u>22,983</u>	<u>22,718</u>	<u>(265)</u>
EXPENDITURES				
Current:				
Nondepartmental	3	3	-	3
Debt service:				
Principal	23,403	23,403	23,403	-
Interest expense	7,301	7,301	7,301	-
Total expenditures	<u>30,707</u>	<u>30,707</u>	<u>30,704</u>	<u>3</u>
Revenues over (under) expenditures	<u>(7,724)</u>	<u>(7,724)</u>	<u>(7,986)</u>	<u>(262)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	6,783	6,783	6,783	-
Total other financing sources (uses)	<u>6,783</u>	<u>6,783</u>	<u>6,783</u>	<u>-</u>
Net change in fund balances	(941)	(941)	(1,203)	(262)
Fund balances - beginning	<u>2,113</u>	<u>2,113</u>	<u>2,157</u>	<u>44</u>
Fund balances - ending	<u>\$ 1,172</u>	<u>\$ 1,172</u>	<u>\$ 954</u>	<u>\$ (218)</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Obligation Bond
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 53,808	\$ 53,808	\$ 53,870	\$ 62
Interest	175	175	1,327	1,152
Total revenues	<u>53,983</u>	<u>53,983</u>	<u>55,197</u>	<u>1,214</u>
EXPENDITURES				
Debt service:				
Principal	45,150	45,150	45,150	-
Interest expense	8,658	8,658	8,658	-
Total expenditures	<u>53,808</u>	<u>53,808</u>	<u>53,808</u>	<u>-</u>
Net change in fund balances	175	175	1,389	1,214
Fund balances - beginning	<u>1,719</u>	<u>1,719</u>	<u>2,906</u>	<u>1,187</u>
Fund balances - ending	<u>\$ 1,894</u>	<u>\$ 1,894</u>	<u>\$ 4,295</u>	<u>\$ 2,401</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
PERS Pension Bond Sinking Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ 700	\$ 700	\$ 2,180	\$ 1,480
Service reimbursements	34,108	34,108	33,790	(318)
Total revenues	<u>34,808</u>	<u>34,808</u>	<u>35,970</u>	<u>1,162</u>
EXPENDITURES				
Current:				
Nondepartmental	455	455	-	455
Debt service:				
Principal	4,881	4,881	4,881	-
Interest expense	26,444	26,444	26,444	-
Total expenditures	<u>31,780</u>	<u>31,780</u>	<u>31,325</u>	<u>455</u>
Net change in fund balances	3,028	3,028	4,645	1,617
Fund balances - beginning	<u>41,329</u>	<u>41,329</u>	<u>41,429</u>	<u>100</u>
Fund balances - ending	<u>\$ 44,357</u>	<u>\$ 44,357</u>	<u>\$ 46,074</u>	<u>\$ 1,717</u>

CAPITAL PROJECTS FUNDS

These funds account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities or other capital assets. Capital outlays financed from general obligation bond proceeds should be accounted for in capital project fund. Upon completion of a capital project that required financing, any remaining cash is transferred to the Debt Service Fund to retire debt associated with the construction or acquisition of the designated capital assets or to the originating source of the funds. Funds included are:

Major Fund

- **Multnomah County Library Capital Construction Fund** - accounts for expenditures for the planning, renovation, and construction of certain library facilities as approved by Multnomah County voters on November 3, 2020, as Ballot Measure 26-211. Resources are derived from debt issuance and interest from bond proceeds. (Major funds are reported in Fund Financial Statements).

Nonmajor Funds

- **Downtown Courthouse Capital Fund** - accounts for expenditures for the planning and construction of a new downtown County courthouse. Resources in the fund are derived from the State of Oregon, debt issuance, and other financing proceeds.
- **Asset Replacement Revolving Fund** - accounts for expenditures for small capital assets/equipment that might otherwise need to be acquired through the issuance of debt. Resources in the fund are derived from one-time revenue available in FY2015. Expenditures will be reimbursed over time by loan payments charged to the budgets of programs for which the assets are purchased.
- **Financed Projects Fund** - accounts for expenditures for acquiring, remodeling, or construction of County facilities, information technology capital investments, and other capital projects. Resources are derived from full faith and credit bonds or other financing proceeds and General Fund service reimbursements.
- **Library Capital Construction Fund** - accounts for the capital improvement project fees collected from County Libraries to provide for needed capital projects for the Library District. Expenditures are made for capital improvements and acquisitions for the Library District. This fund was created in order to segregate capital activity for the Library District from the general government capital activity.
- **Capital Improvement Fund** - accounts for the proceeds derived from the sale of unrestricted property, interest income, and any service reimbursement or operating revenue from leased facilities. Expenditures are made for capital acquisitions or for the retirement of lease/purchases. Authorized by Board Resolution 99-144.
- **Information Technology Capital Fund** - accounts for the expenditures for information technology capital projects. Resources are derived from transfers from the Information Technology Internal Service and General Funds.
- **Asset Preservation Fund** - accounts for the expenditures for building scheduled maintenance projects such as boiler replacement, carpet replacement, roof replacement, etc. This fund was established and is being maintained to provide prospective maintenance and not deferred maintenance. Resources are derived from an asset preservation fee that is part of the facilities charges assessed to building tenants.

Continued

- **Health Headquarters Capital Fund** - accounts for expenditures for construction of a new Health Department's headquarters and clinic facility. Resources in this fund are derived from tax increment financing (TIF) and debt issuance.
- **Sellwood Bridge Replacement Fund** - accounts for expenditures for construction and replacement of the Sellwood Bridge. Resources are derived from Vehicle Registration Fee, City of Portland, Clackamas County, State of Oregon, and federal funds, debt issuance or other financing proceeds.
- **Library District Capital Construction Fund** - accounts for revenues transferred from the Multnomah County Library District General Fund. Revenues are transferred according to financial policies adopted by the Multnomah County Library District Board. Expenditures are dedicated to Library District capital projects, as defined by the Library District adopted financial policies. Normal Library Operations will continue out of the Library Fund.
- **Burnside Bridge Fund** - accounts for expenditures for rehabilitating or replacing the Burnside Bridge. Resources are derived from Vehicle Registration Fee (ORS 803.420). It is anticipated that a consortium of federal, state, and regional agencies, including Multnomah County, will fund the future environmental study, final design, and construction efforts.
- **Behavioral Health Resource Center Capital Fund** - accounts for expenditures for the planning and construction of a behavioral health resource center. The principal resources in the fund are derived from County General Fund and State and Federal grants.
- **Justice Center Capital Fund** - accounts for expenditures for various capital projects within the Justice Center over a 5-7 year period. Initial expenditures will be associated with duct and electrical system work/upgrades. Resources are derived from County General Fund and other local government support.
- **Joint Office of Homeless Services Capital Fund** - accounts for capital improvements and capital acquisition expenditures for the Joint Office of Homeless Services. The fund will account for various capital projects (e.g. Arbor Lodge Shelter Renovation Capital Project). Resources are derived from Supportive Housing Services Fund, County General Fund, and state and federal grants.

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MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2024
(amounts expressed in thousands)

	Downtown Courthouse Capital	Asset Replacement Revolving	Financed Projects	Library Capital Construction	Capital Improvement
ASSETS					
Unrestricted:					
Cash and investments	\$ 79	\$ 557	\$ 4	\$ -	\$ 23,347
Receivables:					
Accounts, net	-	-	-	-	142
Prepays and deposits	-	-	-	-	-
Restricted:					
Cash and investments	-	-	-	6,063	74
Accounts, net	-	-	-	-	-
Total assets	<u>\$ 79</u>	<u>\$ 557</u>	<u>\$ 4</u>	<u>\$ 6,063</u>	<u>\$ 23,563</u>
LIABILITIES					
Liabilities payable from unrestricted assets:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 1,261
Payroll payable	-	-	-	-	8
Liabilities payable from restricted assets:					
Accounts payable	-	-	-	293	74
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>293</u>	<u>1,343</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	5,770	-
Committed	-	-	-	-	22,220
Assigned	79	557	4	-	-
Total fund balances	<u>79</u>	<u>557</u>	<u>4</u>	<u>5,770</u>	<u>22,220</u>
Total liabilities and fund balances	<u>\$ 79</u>	<u>\$ 557</u>	<u>\$ 4</u>	<u>\$ 6,063</u>	<u>\$ 23,563</u>

Information Technology Capital	Asset Preservation	Health Headquarters Capital	Sellwood Bridge Replacement	Library District Capital Construction	Burnside Bridge	Behavioral Health Resource Center Capital
\$ 11,001	\$ 29,312	\$ -	\$ 252	\$ -	\$ -	\$ 919
-	-	-	-	-	-	-
-	16	-	-	-	125	-
-	444	-	-	56,031	25,199	-
-	-	-	-	-	-	-
<u>\$ 11,001</u>	<u>\$ 29,772</u>	<u>\$ -</u>	<u>\$ 252</u>	<u>\$ 56,031</u>	<u>\$ 25,324</u>	<u>\$ 919</u>
\$ 279	\$ 979	\$ -	\$ -	\$ -	\$ -	\$ 9
4	24	-	-	-	-	-
-	444	-	-	-	3,225	-
<u>283</u>	<u>1,447</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,225</u>	<u>9</u>
-	16	-	-	-	125	-
-	-	-	-	56,031	21,974	-
10,718	28,309	-	-	-	-	910
-	-	-	252	-	-	-
<u>10,718</u>	<u>28,325</u>	<u>-</u>	<u>252</u>	<u>56,031</u>	<u>22,099</u>	<u>910</u>
<u>\$ 11,001</u>	<u>\$ 29,772</u>	<u>\$ -</u>	<u>\$ 252</u>	<u>\$ 56,031</u>	<u>\$ 25,324</u>	<u>\$ 919</u>

(Continued)

MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2024
(amounts expressed in thousands)

	Justice Center Capital	Joint Office of Homeless Services Capital	Total
ASSETS			
Unrestricted:			
Cash and investments	\$ 3,138	\$ -	\$ 68,609
Receivables:			
Accounts, net	21	-	163
Prepays and deposits	-	-	141
Restricted:			
Cash and investments	-	6,434	94,245
Accounts, net	-	13	13
Total assets	<u>\$ 3,159</u>	<u>\$ 6,447</u>	<u>\$ 163,171</u>
LIABILITIES			
Liabilities payable from unrestricted assets:			
Accounts payable	\$ 33	\$ -	\$ 2,561
Payroll payable	-	-	36
Liabilities payable from restricted assets:			
Accounts payable	-	1,161	5,197
Total liabilities	<u>33</u>	<u>1,161</u>	<u>7,794</u>
FUND BALANCES			
Nonspendable	-	-	141
Restricted	-	5,286	89,061
Committed	3,126	-	65,283
Assigned	-	-	892
Total fund balances	<u>3,126</u>	<u>5,286</u>	<u>155,377</u>
Total liabilities and fund balances	<u>\$ 3,159</u>	<u>\$ 6,447</u>	<u>\$ 163,171</u>

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MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Downtown Courthouse Capital</u>	<u>Asset Replacement Revolving</u>	<u>Financed Projects</u>	<u>Library Capital Construction</u>	<u>Capital Improvement</u>
REVENUES					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	-
Licenses and permits	-	-	-	-	-
Charges for services	-	-	-	-	497
Interest	5	21	-	247	742
Service reimbursements	-	-	-	3,215	7,534
Miscellaneous	-	-	-	-	12
Total revenues	<u>5</u>	<u>21</u>	<u>-</u>	<u>3,462</u>	<u>8,785</u>
EXPENDITURES					
Current:					
Health services	-	-	-	-	-
Social services	-	-	-	-	-
Public safety and justice	167	-	-	-	-
Community services	-	-	-	-	4,214
Library services	-	-	-	3,511	-
Roads, bridges, and bike path improvements	-	-	-	-	-
Capital outlay	-	-	-	963	2,046
Debt service:					
Principal	-	-	-	-	-
Interest expense	-	-	-	-	-
Total expenditures	<u>167</u>	<u>-</u>	<u>-</u>	<u>4,474</u>	<u>6,260</u>
Revenues over (under) expenditures	<u>(162)</u>	<u>21</u>	<u>-</u>	<u>(1,012)</u>	<u>2,525</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	6,234
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,234</u>
Net change in fund balances	<u>(162)</u>	<u>21</u>	<u>-</u>	<u>(1,012)</u>	<u>8,759</u>
Fund balances - beginning	<u>241</u>	<u>536</u>	<u>4</u>	<u>6,782</u>	<u>13,461</u>
Fund balances - ending	<u>\$ 79</u>	<u>\$ 557</u>	<u>\$ 4</u>	<u>\$ 5,770</u>	<u>\$ 22,220</u>

Information Technology Capital	Asset Preservation	Health Headquarters Capital	Sellwood Bridge Replacement	Library District Capital Construction	Burnside Bridge	Behavioral Health Resource Center Capital
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	8,536	-	-	-
-	-	-	-	-	-	-
449	1,160	5	58	2,068	1,454	47
490	10,834	228	-	-	-	-
-	-	-	-	-	-	-
<u>939</u>	<u>11,994</u>	<u>233</u>	<u>8,594</u>	<u>2,068</u>	<u>1,454</u>	<u>47</u>
-	-	-	-	-	-	344
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,609	10,916	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	8,587	-	7,805	-
230	2,700	521	-	-	12,205	3
144	74	-	-	-	-	-
4	3	-	-	-	-	-
<u>2,987</u>	<u>13,693</u>	<u>521</u>	<u>8,587</u>	<u>-</u>	<u>20,010</u>	<u>347</u>
<u>(2,048)</u>	<u>(1,699)</u>	<u>(288)</u>	<u>7</u>	<u>2,068</u>	<u>(18,556)</u>	<u>(300)</u>
3,300	649	-	-	2,311	-	-
(642)	(648)	-	-	(1,070)	-	-
<u>2,658</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>1,241</u>	<u>-</u>	<u>-</u>
610	(1,698)	(288)	7	3,309	(18,556)	(300)
<u>10,108</u>	<u>30,023</u>	<u>288</u>	<u>245</u>	<u>52,722</u>	<u>40,655</u>	<u>1,210</u>
<u>\$ 10,718</u>	<u>\$ 28,325</u>	<u>\$ -</u>	<u>\$ 252</u>	<u>\$ 56,031</u>	<u>\$ 22,099</u>	<u>\$ 910</u>

(Continued)

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	Justice Center Capital	Joint Office of Homeless Services Capital	Total
REVENUES			
Intergovernmental	\$ -	\$ 5	\$ 5
Licenses and permits	-	-	8,536
Charges for services	79	-	576
Interest	115	264	6,635
Service reimbursements	-	-	22,301
Miscellaneous	-	4	16
Total revenues	<u>194</u>	<u>273</u>	<u>38,069</u>
EXPENDITURES			
Current:			
Health services	-	-	344
Social services	-	698	698
Public safety and justice	28	-	195
Community services	-	-	17,739
Library services	-	-	3,511
Roads, bridges, and bike path improvements	-	-	16,392
Capital outlay	164	5,649	24,481
Debt service:			
Principal	-	-	218
Interest expense	-	-	7
Total expenditures	<u>192</u>	<u>6,347</u>	<u>63,585</u>
Revenues over (under) expenditures	<u>2</u>	<u>(6,074)</u>	<u>(25,516)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	1,510	4,009	18,013
Transfers out	-	-	(2,360)
Total other financing sources (uses)	<u>1,510</u>	<u>4,009</u>	<u>15,653</u>
Net change in fund balances	1,512	(2,065)	(9,863)
Fund balances - beginning	1,614	7,351	165,240
Fund balances - ending	<u>\$ 3,126</u>	<u>\$ 5,286</u>	<u>\$ 155,377</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Multnomah County Library Capital Construction Project Fund - Major Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 1,090	\$ 1,140	\$ 1,140	\$ -
Charges for services	-	220	173	(47)
Interest	2,611	2,611	3,343	732
Miscellaneous	32	32	84	52
Total revenues	<u>3,733</u>	<u>4,003</u>	<u>4,740</u>	<u>737</u>
EXPENDITURES				
Current:				
County assets	<u>335,565</u>	<u>335,835</u>	<u>129,793</u>	<u>206,042</u>
Total expenditures	<u>335,565</u>	<u>335,835</u>	<u>129,793</u>	<u>206,042</u>
Net change in fund balances	(331,832)	(331,832)	(125,053)	206,779
Fund balances - beginning	<u>352,319</u>	<u>352,319</u>	<u>354,272</u>	<u>1,953</u>
Fund balances - ending	<u>\$ 20,487</u>	<u>\$ 20,487</u>	229,219	<u>\$ 208,732</u>
Reconciliation to modified accrual basis:				
Reimbursements from the Library District Capital Construction Fund are reported as Transfers in on the modified accrual basis, rather than as Intergovernmental revenues:				
Intergovernmental revenues			1,070	
Transfers in			<u>(1,070)</u>	
Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances			<u>\$ 229,219</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Downtown Courthouse Capital Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ 5	\$ 5
Total revenues	<u>-</u>	<u>-</u>	<u>5</u>	<u>5</u>
EXPENDITURES				
Current:				
County assets	300	300	167	133
Total expenditures	<u>300</u>	<u>300</u>	<u>167</u>	<u>133</u>
Net change in fund balances	(300)	(300)	(162)	138
Fund balances - beginning	<u>300</u>	<u>300</u>	<u>241</u>	<u>(59)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79</u>	<u>\$ 79</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Asset Replacement Revolving Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ 21	\$ 21
Total revenues	<u>-</u>	<u>-</u>	<u>21</u>	<u>21</u>
EXPENDITURES				
Current:				
County assets	535	535	-	535
Total expenditures	<u>535</u>	<u>535</u>	<u>-</u>	<u>535</u>
Net change in fund balances	(535)	(535)	21	556
Fund balances - beginning	<u>535</u>	<u>535</u>	<u>536</u>	<u>1</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 557</u>	<u>\$ 557</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Financed Projects Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
County management	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>4</u>	<u>4</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4</u>	<u>\$ 4</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Library Capital Construction Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ 100	\$ 100	\$ 247	\$ 147
Service reimbursements	3,215	3,215	3,215	-
Total revenues	<u>3,315</u>	<u>3,315</u>	<u>3,462</u>	<u>147</u>
EXPENDITURES				
Current:				
County assets	10,737	10,737	4,474	6,263
Total expenditures	<u>10,737</u>	<u>10,737</u>	<u>4,474</u>	<u>6,263</u>
Net change in fund balances	(7,422)	(7,422)	(1,012)	6,410
Fund balances - beginning	<u>7,422</u>	<u>7,422</u>	<u>6,782</u>	<u>(640)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,770</u>	<u>\$ 5,770</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Capital Improvement Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 157	\$ 157	\$ 497	\$ 340
Interest	150	150	742	592
Service reimbursements	5,368	5,368	7,534	2,166
Miscellaneous	7,024	7,024	12	(7,012)
Total revenues	<u>12,699</u>	<u>12,699</u>	<u>8,785</u>	<u>(3,914)</u>
EXPENDITURES				
Current:				
County assets	<u>29,706</u>	<u>32,739</u>	<u>6,260</u>	<u>26,479</u>
Total expenditures	<u>29,706</u>	<u>32,739</u>	<u>6,260</u>	<u>26,479</u>
Revenues over (under) expenditures	<u>(17,007)</u>	<u>(20,040)</u>	<u>2,525</u>	<u>22,565</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>3,734</u>	<u>6,767</u>	<u>6,234</u>	<u>(533)</u>
Total other financing sources (uses)	<u>3,734</u>	<u>6,767</u>	<u>6,234</u>	<u>(533)</u>
Net change in fund balances	(13,273)	(13,273)	8,759	22,032
Fund balances - beginning	<u>13,273</u>	<u>13,273</u>	<u>13,461</u>	<u>188</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,220</u>	<u>\$ 22,220</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Information Technology Capital Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ 449	\$ 449
Service reimbursements	811	811	490	(321)
Total revenues	<u>811</u>	<u>811</u>	<u>939</u>	<u>128</u>
EXPENDITURES				
Current:				
County assets	13,447	13,447	2,986	10,461
Total expenditures	<u>13,447</u>	<u>13,447</u>	<u>2,986</u>	<u>10,461</u>
Revenues over (under) expenditures	<u>(12,636)</u>	<u>(12,636)</u>	<u>(2,047)</u>	<u>10,589</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,300	3,300	3,300	-
Transfers out	(643)	(643)	(643)	-
Total other financing sources (uses)	<u>2,657</u>	<u>2,657</u>	<u>2,657</u>	<u>-</u>
Net change in fund balances	(9,979)	(9,979)	610	10,589
Fund balances - beginning	9,979	9,979	10,108	129
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,718</u>	<u>\$ 10,718</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Asset Preservation Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ -	\$ -	\$ -	\$ -
Interest	200	200	1,160	960
Service reimbursements	10,834	10,834	10,834	-
Total revenues	<u>11,034</u>	<u>11,034</u>	<u>11,994</u>	<u>960</u>
EXPENDITURES				
Current:				
County assets	43,662	43,513	13,693	29,820
Total expenditures	<u>43,662</u>	<u>43,513</u>	<u>13,693</u>	<u>29,820</u>
Revenues over (under) expenditures	<u>(32,628)</u>	<u>(32,479)</u>	<u>(1,699)</u>	<u>30,780</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	149	649	649	-
Transfers out	(651)	(651)	(648)	3
Total other financing sources (uses)	<u>(502)</u>	<u>(2)</u>	<u>1</u>	<u>3</u>
Net change in fund balances	(33,130)	(32,481)	(1,698)	30,783
Fund balances - beginning	33,130	32,481	30,023	(2,458)
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,325</u>	<u>\$ 28,325</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Health Headquarters Capital Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ 5	\$ 5
Service reimbursements	-	-	228	228
Miscellaneous	240	240	-	(240)
Total revenues	<u>240</u>	<u>240</u>	<u>233</u>	<u>(7)</u>
EXPENDITURES				
Current:				
County assets	528	528	521	7
Total expenditures	<u>528</u>	<u>528</u>	<u>521</u>	<u>7</u>
Net change in fund balances	(288)	(288)	(288)	-
Fund balances - beginning	<u>288</u>	<u>288</u>	<u>288</u>	<u>-</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Sellwood Bridge Replacement Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licenses and permits	\$ 8,536	\$ 8,536	\$ 8,536	\$ -
Interest	-	-	58	58
Total revenues	<u>8,536</u>	<u>8,536</u>	<u>8,594</u>	<u>58</u>
EXPENDITURES				
Current:				
Community services	<u>8,636</u>	<u>8,636</u>	<u>8,587</u>	<u>49</u>
Total expenditures	<u>8,636</u>	<u>8,636</u>	<u>8,587</u>	<u>49</u>
Net change in fund balances	(100)	(100)	7	107
Fund balances - beginning	<u>100</u>	<u>100</u>	<u>245</u>	<u>145</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 252</u>	<u>\$ 252</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Library District Capital Construction Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ 2,068	\$ 2,068
Non-governmental grants	-	50	-	(50)
Total revenues	<u>-</u>	<u>50</u>	<u>2,068</u>	<u>2,018</u>
EXPENDITURES				
Current:				
Library	1,020	1,070	1,070	-
Contingency	61,187	61,187	-	61,187
Total expenditures	<u>62,207</u>	<u>62,257</u>	<u>1,070</u>	<u>61,187</u>
Revenues over (under) expenditures	<u>(62,207)</u>	<u>(62,207)</u>	<u>998</u>	<u>63,205</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	2,311	2,311	2,311	-
Total other financing sources (uses)	<u>2,311</u>	<u>2,311</u>	<u>2,311</u>	<u>-</u>
Net change in fund balances	(59,896)	(59,896)	3,309	63,205
Fund balances - beginning	59,896	59,896	52,722	(7,174)
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	56,031	<u>\$ 56,031</u>
Reconciliation to modified accrual basis:				
Reimbursements to the Library Fund are reported as Transfers out on the modified accrual basis, rather than as Library expenditures:				
Library expenditures			(1,070)	
Transfers out			<u>1,070</u>	
Fund balance as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, Nonmajor Capital Projects Funds			<u>\$ 56,031</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Burnside Bridge Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 7,000	\$ 7,000	\$ -	\$ (7,000)
Licenses and permits	23,116	23,116	-	(23,116)
Interest	150	150	1,454	1,304
Total revenues	<u>30,266</u>	<u>30,266</u>	<u>1,454</u>	<u>(28,812)</u>
EXPENDITURES				
Current:				
Community services	50,989	50,989	20,010	30,979
Total expenditures	<u>50,989</u>	<u>50,989</u>	<u>20,010</u>	<u>30,979</u>
Net change in fund balances	(20,723)	(20,723)	(18,556)	2,167
Fund balances - beginning	<u>20,723</u>	<u>20,723</u>	<u>40,655</u>	<u>19,932</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,099</u>	<u>\$ 22,099</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Behavioral Health Resource Center Capital Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ 47	\$ 47
Total revenues	<u>-</u>	<u>-</u>	<u>47</u>	<u>47</u>
EXPENDITURES				
Current:				
County assets	1,200	1,200	347	853
Total expenditures	<u>1,200</u>	<u>1,200</u>	<u>347</u>	<u>853</u>
Net change in fund balances	(1,200)	(1,200)	(300)	900
Fund balances - beginning	<u>1,200</u>	<u>1,200</u>	<u>1,210</u>	<u>10</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 910</u>	<u>\$ 910</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Justice Center Capital Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 1,280	\$ 1,280	\$ -	\$ (1,280)
Charges for services	-	-	79	79
Interest	-	-	115	115
Total revenues	<u>1,280</u>	<u>1,280</u>	<u>194</u>	<u>(1,086)</u>
EXPENDITURES				
Current:				
County assets	<u>4,400</u>	<u>4,400</u>	<u>192</u>	<u>4,208</u>
Total expenditures	<u>4,400</u>	<u>4,400</u>	<u>192</u>	<u>4,208</u>
Revenues over (under) expenditures	<u>(3,120)</u>	<u>(3,120)</u>	<u>2</u>	<u>3,122</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>1,510</u>	<u>1,510</u>	<u>1,510</u>	<u>-</u>
Total other financing sources (uses)	<u>1,510</u>	<u>1,510</u>	<u>1,510</u>	<u>-</u>
Net change in fund balances	(1,610)	(1,610)	1,512	3,122
Fund balances - beginning	<u>1,610</u>	<u>1,610</u>	<u>1,614</u>	<u>4</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,126</u>	<u>\$ 3,126</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Joint Office of Homeless Services Capital Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 5	\$ 5
Interest	-	-	264	264
Miscellaneous	-	-	4	4
Total revenues	<u>-</u>	<u>-</u>	<u>273</u>	<u>273</u>
EXPENDITURES				
Current:				
County assets	9,130	12,164	6,347	5,817
Contingency	145	145	-	145
Total expenditures	<u>9,275</u>	<u>12,309</u>	<u>6,347</u>	<u>5,962</u>
Revenues over (under) expenditures	<u>(9,275)</u>	<u>(12,309)</u>	<u>(6,074)</u>	<u>6,235</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	975	4,009	4,009	-
Total other financing sources (uses)	<u>975</u>	<u>4,009</u>	<u>4,009</u>	<u>-</u>
Net change in fund balances	(8,300)	(8,300)	(2,065)	6,235
Fund balances - beginning	<u>8,300</u>	<u>8,300</u>	<u>7,351</u>	<u>(949)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,286</u>	<u>\$ 5,286</u>

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COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES PROPRIETARY FUNDS

The County maintains all proprietary fund types including enterprise funds and internal service funds using the full accrual basis; budget to actual schedules use a modified cash basis.

Enterprise Funds

- Health Department FQHC Fund (Major fund)*
- Dunthorpe-Riverdale Service District No. 1 Fund
- Mid-Multnomah County Street Lighting Service District No. 14 Fund
- Behavioral Health Managed Care Fund

Internal Service Funds

- Risk Management Fund
- Fleet Management Fund
- Fleet Asset Replacement Fund
- Information Technology Fund
- Mail Distribution Fund
- Facilities Management Fund

*Major funds are reported in Fund Financial Statements

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ENTERPRISE FUNDS

The County accounts for certain expenditures of the enterprise funds for budgetary purposes on the modified cash basis of accounting. For financial reporting purposes, the accrual basis of accounting is used. The difference in the accounting bases used relate primarily to the methods of accounting for revenue accruals, depreciation and capital outlay, compensated absences, claims and judgments payable, pension and other postemployment benefits.

Major Fund

- **Health Department FQHC Fund** - accounts for the revenues and expenditures for the County's Community Health Center Program. The Community Health Centers are community based, patient governed organizations that provide comprehensive primary care and preventative care, including health, oral health, and mental health/substances abuse services. The primary source of revenue is the Consolidated Health Centers 330 grant, medical fees (e.g. Medicaid and Medicare), third party reimbursements, and other State and local program income. All program income is restricted to uses that further the objectives of the Community Health Center Program. (See *Statement of Net Position - Proprietary Funds* and *Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds* reported in Fund Financial Statements).

Nonmajor Funds

- **Dunthorpe-Riverdale Service District No. 1 Fund** - accounts for the operations of the sanitary sewer system in southwest unincorporated Multnomah County. (Also reported as a blended component unit of Multnomah County.)
- **Mid-Multnomah County Street Lighting Service District No. 14 Fund** - accounts for the operation of street lights throughout unincorporated Multnomah County. (Also reported as a blended component unit of Multnomah County.)
- **Behavioral Health Managed Care Fund** - accounts for all financial activity associated with the State of Oregon's required behavioral health capitated services. This includes payments to providers with whom the County contracts for services. Revenues are fee for service payment from the State of Oregon to Multnomah County.

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MULTNOMAH COUNTY, OREGON
Combining Statement of Net Position
Nonmajor Enterprise Funds
June 30, 2024
(amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No. 1	Mid-Multnomah County Street Lighting Service District No. 14	Behavioral Health Managed Care	Total
ASSETS				
Current assets:				
Cash and investments	\$ 3,137	\$ 1,129	\$ 649	\$ 4,915
Special assessments	37	16	-	53
Inventories	-	79	-	79
Prepaid items	1	1	-	2
Total current assets	<u>3,175</u>	<u>1,225</u>	<u>649</u>	<u>5,049</u>
Noncurrent assets:				
Net OPEB asset - RHIA	-	-	7	7
Capital assets:				
Construction in progress	1,464	700	-	2,164
Other capital assets, net	3,126	1,629	-	4,755
Total noncurrent assets	<u>4,590</u>	<u>2,329</u>	<u>7</u>	<u>6,926</u>
Total assets	<u>7,765</u>	<u>3,554</u>	<u>656</u>	<u>11,975</u>
DEFERRED OUTFLOWS OF RESOURCES				
OPEB - County Plan	-	-	18	18
OPEB - RHIA	-	-	2	2
Pension plan	-	-	202	202
Total deferred outflows of resources	<u>-</u>	<u>-</u>	<u>222</u>	<u>222</u>
LIABILITIES				
Current liabilities:				
Accounts payable	697	31	11	739
OPEB liability - County Plan	-	-	6	6
Total current liabilities	<u>697</u>	<u>31</u>	<u>17</u>	<u>745</u>
Noncurrent liabilities:				
OPEB liability - County Plan	-	-	104	104
Net pension liability	-	-	520	520
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>624</u>	<u>624</u>
Total liabilities	<u>697</u>	<u>31</u>	<u>641</u>	<u>1,369</u>
DEFERRED INFLOWS OF RESOURCES				
OPEB - County Plan	-	-	15	15
OPEB - RHIA	-	-	1	1
Pension plan	-	-	42	42
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>58</u>	<u>58</u>
NET POSITION				
Net investment in capital assets	4,590	2,329	-	6,919
Restricted	-	-	7	7
Unrestricted	2,478	1,194	172	3,844
Total net position	<u>\$ 7,068</u>	<u>\$ 3,523</u>	<u>\$ 179</u>	<u>\$ 10,770</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenses and Changes in Net Position
Nonmajor Enterprise Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No. 1	Mid-Multnomah County Street Lighting Service District No. 14	Behavioral Health Managed Care	Total
OPERATING REVENUES				
Current assessments	\$ 1,410	\$ 565	\$ -	\$ 1,975
Prior assessments	9	4	-	13
Intergovernmental charges for services	17	-	-	17
Licenses and permits	5	-	-	5
Miscellaneous	-	1	195	196
Total operating revenues	<u>1,441</u>	<u>570</u>	<u>195</u>	<u>2,206</u>
OPERATING EXPENSES				
Cost of sales and services	722	266	1,002	1,990
Administration	30	51	-	81
Depreciation and amortization	81	135	-	216
Total operating expenses	<u>833</u>	<u>452</u>	<u>1,002</u>	<u>2,287</u>
Operating income (loss)	<u>608</u>	<u>118</u>	<u>(807)</u>	<u>(81)</u>
NONOPERATING REVENUES (EXPENSES)				
Interest revenue	125	43	36	204
Total nonoperating revenues (expenses)	<u>125</u>	<u>43</u>	<u>36</u>	<u>204</u>
Income (loss) before contributions and transfers	<u>733</u>	<u>161</u>	<u>(771)</u>	<u>123</u>
Capital contributions in	-	148	-	148
Change in net position	<u>733</u>	<u>309</u>	<u>(771)</u>	<u>271</u>
Total net position - beginning	<u>6,335</u>	<u>3,214</u>	<u>950</u>	<u>10,499</u>
Total net position - ending	<u>\$ 7,068</u>	<u>\$ 3,523</u>	<u>\$ 179</u>	<u>\$ 10,770</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No. 1	Mid-Multnomah County Street Lighting Service District No. 14	Behavioral Health Managed Care	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 1,435	\$ 567	\$ 1	\$ 2,003
Payments to suppliers	(467)	(317)	(281)	(1,065)
Payments to employees	-	-	(686)	(686)
Payments for interfund services used	-	(17)	(22)	(39)
Net cash provided by (used for) operating activities	<u>968</u>	<u>233</u>	<u>(988)</u>	<u>213</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
	-	-	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	<u>(838)</u>	<u>(73)</u>	<u>-</u>	<u>(911)</u>
Net cash provided by (used for) capital and related financing activities	(838)	(73)	-	(911)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest earnings	<u>125</u>	<u>43</u>	<u>36</u>	<u>204</u>
Net cash provided by (used for) investing activities	<u>125</u>	<u>43</u>	<u>36</u>	<u>204</u>
Net increase (decrease) in cash and cash equivalents	255	203	(952)	(494)
Cash and cash equivalents - beginning	2,882	926	1,601	5,409
Cash and cash equivalents - ending	<u>\$ 3,137</u>	<u>\$ 1,129</u>	<u>\$ 649</u>	<u>\$ 4,915</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ 608	\$ 118	\$ (807)	\$ (81)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation and amortization of capital assets	81	135	-	216
Changes in assets, liabilities and deferred outflows/inflows of resources:				
Accounts receivables, net	-	-	1	1
Special assessments receivable	(6)	(3)	-	(9)
Inventories	-	(8)	-	(8)
Prepaid items	(1)	(1)	-	(2)
Accounts payable	286	(8)	4	282
Total OPEB liability - County Plan	-	-	(38)	(38)
Deferred outflows - OPEB - County Plan	-	-	1	1
Deferred inflows - OPEB - County Plan	-	-	(15)	(15)
Net OPEB asset - RHIA	-	-	8	8
Deferred outflows - OPEB - RHIA	-	-	4	4
Deferred inflows - OPEB - RHIA	-	-	(3)	(3)
Net pension liability	-	-	(109)	(109)
Deferred outflows - pension	-	-	120	120
Deferred inflows - pension	-	-	(154)	(154)
Total adjustments	<u>360</u>	<u>115</u>	<u>(181)</u>	<u>294</u>
Net cash provided by (used for) operating activities	<u>\$ 968</u>	<u>\$ 233</u>	<u>\$ (988)</u>	<u>\$ 213</u>
Noncash activities:				
Capital contributions in	\$ -	\$ 148	\$ -	\$ 148

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Health Department FQHC - Major Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Charges for services	\$ 5,407	\$ 5,407	\$ 1,857	\$ (3,550)
Intergovernmental charges for services	139,546	140,774	158,840	18,066
Intergovernmental grants	14,299	14,299	14,481	182
Non-governmental grants	13,202	12,473	13,087	614
Interest	-	-	2,879	2,879
Miscellaneous	-	-	5	5
Total revenues	<u>172,454</u>	<u>172,953</u>	<u>191,149</u>	<u>18,196</u>
EXPENDITURES				
Current:				
Health services	176,862	177,787	168,412	9,375
Contingency	14,495	14,495	-	14,495
Total expenditures	<u>191,357</u>	<u>192,282</u>	<u>168,412</u>	<u>23,870</u>
Net change in fund balances	(18,903)	(19,329)	22,737	42,066
Fund balances - beginning	<u>54,408</u>	<u>54,834</u>	<u>76,446</u>	<u>21,612</u>
Fund balances - ending	<u>\$ 35,505</u>	<u>\$ 35,505</u>	99,183	<u>\$ 63,678</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			1,869	
Compensated absences			(4,613)	
OPEB - County Plan:				
Deferred outflows - County Plan			2,411	
Total OPEB liability - County Plan			(15,067)	
Deferred inflows - County Plan			(1,992)	
OPEB - RHIA:				
Net OPEB asset - RHIA			971	
Deferred outflows - RHIA			222	
Deferred inflows - RHIA			(89)	
Pension Plan:				
Deferred outflows - pension			28,083	
Net pension liability			(72,187)	
Deferred inflows - pension			<u>(5,845)</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Proprietary Funds			<u>\$ 32,946</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Dunthorpe-Riverdale Service District No. 1 Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Assessments - sewer:				
Current assessments	\$ 1,400	\$ 1,400	\$ 1,406	\$ 6
Prior assessments	8	8	9	1
Intergovernmental charges for services	-	-	17	17
Licenses and permits	-	-	5	5
Interest	30	30	125	95
Total revenues	<u>1,438</u>	<u>1,438</u>	<u>1,562</u>	<u>124</u>
EXPENDITURES				
Current:				
Community services	2,558	2,558	1,585	973
Contingency	50	50	-	50
Total expenditures	<u>2,608</u>	<u>2,608</u>	<u>1,585</u>	<u>1,023</u>
Net change in fund balances	(1,170)	(1,170)	(23)	1,147
Fund balances - beginning	<u>2,466</u>	<u>2,466</u>	<u>2,469</u>	<u>3</u>
Fund balances - ending	<u>\$ 1,296</u>	<u>\$ 1,296</u>	2,446	<u>\$ 1,150</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			4,590	
Assessment revenues that were not available to fund current expenditures and therefore were not reported in the budgetary basis schedule			35	
Allowance for uncollectible accounts, assessments			<u>(3)</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Proprietary Funds			<u>\$ 7,068</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Mid-Multnomah County Street Lighting Service District No. 14 Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Current assessments	\$ 551	\$ 551	\$ 562	\$ 11
Prior assessments	4	4	4	-
Interest	10	10	43	33
Miscellaneous	-	-	1	1
Total revenues	<u>565</u>	<u>565</u>	<u>610</u>	<u>45</u>
EXPENDITURES				
Current:				
Community services	1,000	1,000	388	612
Total expenditures	<u>1,000</u>	<u>1,000</u>	<u>388</u>	<u>612</u>
Net change in fund balances	(435)	(435)	222	657
Fund balances - beginning	<u>883</u>	<u>883</u>	<u>959</u>	<u>76</u>
Fund balances - ending	<u>\$ 448</u>	<u>\$ 448</u>	1,181	<u>\$ 733</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			2,329	
Assessment revenues that were not available to fund current expenditures and therefore were not reported in the budgetary basis schedule			14	
Allowance for uncollectible accounts, assessments			<u>(1)</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Proprietary Funds			<u>\$ 3,523</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Behavioral Health Managed Care Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Intergovernmental:				
Interest	\$ -	\$ -	\$ 36	\$ 36
Total revenues	<u>-</u>	<u>-</u>	<u>36</u>	<u>36</u>
EXPENDITURES				
Current:				
Health services	1,498	993	993	-
Total expenditures	<u>1,498</u>	<u>993</u>	<u>993</u>	<u>-</u>
Net change in fund balances	(1,498)	(993)	(957)	36
Fund balances - beginning	<u>1,498</u>	<u>993</u>	<u>1,595</u>	<u>602</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	638	<u>\$ 638</u>
Reconciliation to full accrual basis:				
OPEB - County Plan:				
Deferred outflows - County Plan			18	
Total OPEB liability - County Plan			(110)	
Deferred inflows - County Plan			(15)	
OPEB - RHIA:				
Net OPEB asset - RHIA			7	
Deferred outflows - RHIA			2	
Deferred inflows - RHIA			(1)	
Pension Plan:				
Deferred outflows - pension			202	
Net pension liability			(520)	
Deferred inflows - pension			<u>(42)</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Proprietary Funds			<u>\$ 179</u>	

NONMAJOR 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. Internal Services Funds are entirely or predominantly self-supporting through user charges, operating earnings, or transfers from other funds. The County accounts for certain expenditures of the Internal Service Funds for budgetary purposes on the modified cash basis of accounting. For financial reporting purposes, the accrual basis of accounting is used. Such differences relate to the methods of accounting for depreciation and capital outlay, compensated absences, pension and other postemployment benefits.

- **Risk Management Fund** - accounts for internal service reimbursements, revenues and expenses associated with the County's insurance requirements and administration of workers' compensation, general liability, tort, auto, property, employee medical, dental, vision, life and long-term disability claims and insurance, employee benefits, health promotion, other postemployment benefit obligations, and unemployment insured and self-insured programs pursuant to MCC 7.101.
- **Fleet Management Fund** - accounts for internal service reimbursements, revenues and expenses associated with the administration and operation of the County's motor vehicle fleet.
- **Fleet Asset Replacement Fund** -accounts for internal service reimbursements, revenues and expenses associated with the replacement of County owned vehicles and equipment.
- **Information Technology Fund** - accounts for internal service reimbursements, revenues and expenses associated with the administration and operation of the County's data processing and telephone services operations. This fund includes replacement and upgrade of personal computers, standard software suite common to all County users and telephone equipment.
- **Mail Distribution Fund** - accounts for internal service reimbursements, revenues and expenses associated with the administration and operation of the County's U.S. Mail, internal distribution and delivery, and records management.
- **Facilities Management Fund** - accounts for internal service reimbursements, revenues and expenses associated with the administration and operation of the County's property management, custodial, maintenance and leasing of all County-owned and leased property.

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MULTNOMAH COUNTY, OREGON
Combining Statement of Net Position
Internal Service Funds
June 30, 2024
(amounts expressed in thousands)

	Government Activities - Internal Service Funds		
	Risk Management	Fleet Management	Fleet Asset Replacement
ASSETS			
Current assets:			
Cash and investments	\$ 116,467	\$ 1,572	\$ 10,356
Accounts receivable, net	3	-	-
Leases receivable	-	-	-
Inventories	-	573	-
Prepaid items	676	3	-
Total current assets	<u>117,146</u>	<u>2,148</u>	<u>10,356</u>
Noncurrent assets:			
Leases receivable	-	-	-
Net OPEB asset - RHIA	132	19	-
Capital assets:			
Construction in progress	-	-	-
Other capital assets, net	220	911	6,454
Total noncurrent assets	<u>352</u>	<u>930</u>	<u>6,454</u>
Total assets	<u>117,498</u>	<u>3,078</u>	<u>16,810</u>
DEFERRED OUTFLOWS OF RESOURCES			
OPEB - County Plan	325	45	-
OPEB - RHIA	30	4	-
Pension plan	3,830	550	-
Total deferred outflows of resources	<u>4,185</u>	<u>599</u>	<u>-</u>
LIABILITIES			
Current liabilities:			
Accounts payable	3,478	274	340
Payroll payable	182	27	-
Compensated absences	410	71	-
Claims and judgments payable	13,327	-	-
Accrued interest payable	5	-	-
Right-of-use obligations	94	-	-
OPEB liability - County Plan	117	16	-
Total current liabilities	<u>17,613</u>	<u>388</u>	<u>340</u>
Noncurrent liabilities:			
Compensated absences	464	-	-
Right-of-use obligations	98	-	-
OPEB liability - County Plan	1,912	265	-
Net pension liability	9,845	1,413	-
Total noncurrent liabilities	<u>12,319</u>	<u>1,678</u>	<u>-</u>
Total liabilities	<u>29,932</u>	<u>2,066</u>	<u>340</u>
DEFERRED INFLOWS OF RESOURCES			
Leases	-	-	-
OPEB - County Plan	268	37	-
OPEB - RHIA	12	2	-
Pension plan	797	114	-
Total deferred inflows of resources	<u>1,077</u>	<u>153</u>	<u>-</u>
NET POSITION			
Net investment in capital assets	28	911	6,454
Restricted	132	19	-
Unrestricted	90,514	528	10,016
Total net position	<u>\$ 90,674</u>	<u>\$ 1,458</u>	<u>\$ 16,470</u>

Government Activities - Internal Service Funds

Information Technology	Mail Distribution	Facilities Management	Total Internal Service Funds
\$ 2,168	\$ 504	\$ 9,927	\$ 140,994
1	-	341	345
-	-	116	116
-	186	664	1,423
8,548	2	150	9,379
<u>10,717</u>	<u>692</u>	<u>11,198</u>	<u>152,257</u>
-	-	1,208	1,208
390	14	190	745
944	-	-	944
<u>19,312</u>	<u>13</u>	<u>46,414</u>	<u>73,324</u>
<u>20,646</u>	<u>27</u>	<u>47,812</u>	<u>76,221</u>
<u>31,363</u>	<u>719</u>	<u>59,010</u>	<u>228,478</u>
922	33	467	1,792
89	3	43	169
<u>11,270</u>	<u>396</u>	<u>5,493</u>	<u>21,539</u>
<u>12,281</u>	<u>432</u>	<u>6,003</u>	<u>23,500</u>
4,303	68	6,967	15,430
587	21	337	1,154
1,491	31	665	2,668
-	-	-	13,327
240	-	1	246
3,343	-	7,219	10,656
333	12	169	647
<u>10,297</u>	<u>132</u>	<u>15,358</u>	<u>44,128</u>
849	-	248	1,561
8,344	-	37,790	46,232
5,429	192	2,751	10,549
28,968	1,018	14,119	55,363
<u>43,590</u>	<u>1,210</u>	<u>54,908</u>	<u>113,705</u>
<u>53,887</u>	<u>1,342</u>	<u>70,266</u>	<u>157,833</u>
-	-	1,324	1,324
762	27	386	1,480
36	1	17	68
<u>2,345</u>	<u>82</u>	<u>1,143</u>	<u>4,481</u>
<u>3,143</u>	<u>110</u>	<u>2,870</u>	<u>7,353</u>
8,568	13	1,399	17,373
390	14	190	745
<u>(22,344)</u>	<u>(328)</u>	<u>(9,712)</u>	<u>68,674</u>
<u>\$ (13,386)</u>	<u>\$ (301)</u>	<u>\$ (8,123)</u>	<u>\$ 86,792</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenses and Changes in Net Position
Internal Service Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Government Activities - Internal Service Funds</u>		
	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Fleet Asset Replacement</u>
OPERATING REVENUES			
Charges for services	\$ 147,917	\$ 7,346	\$ 3,083
Intergovernmental charges for services	-	-	-
Insurance premiums	12,049	-	-
Licenses and permits	15	-	-
Miscellaneous	2,583	36	-
Total operating revenues	<u>162,564</u>	<u>7,382</u>	<u>3,083</u>
OPERATING EXPENSES			
Cost of sales and services	160,050	6,521	8
Administration	2,614	931	-
Depreciation and amortization	73	383	1,646
Total operating expenses	<u>162,737</u>	<u>7,835</u>	<u>1,654</u>
Operating income (loss)	<u>(173)</u>	<u>(453)</u>	<u>1,429</u>
NONOPERATING REVENUES (EXPENSES)			
Interest revenue	4,145	62	352
Interest expense	-	-	-
Gain (loss) on sale of capital assets	-	251	-
Total nonoperating revenues (expenses)	<u>4,145</u>	<u>313</u>	<u>352</u>
Income (loss) before contributions and transfers	3,972	(140)	1,781
Transfers in	-	-	55
Transfers out	-	(55)	-
Capital contributions out	-	-	-
Change in net position	<u>3,972</u>	<u>(195)</u>	<u>1,836</u>
Total net position - beginning	<u>86,702</u>	<u>1,653</u>	<u>14,634</u>
Total net position - ending	<u>\$ 90,674</u>	<u>\$ 1,458</u>	<u>\$ 16,470</u>

Government Activities - Internal Service Funds

Information Technology	Mail Distribution	Facilities Management	Total Internal Service Funds
\$ 65,177	\$ 3,932	\$ 79,097	\$ 306,552
-	-	1,286	1,286
-	-	-	12,049
-	-	-	15
-	-	86	2,705
<u>65,177</u>	<u>3,932</u>	<u>80,469</u>	<u>322,607</u>
57,038	3,405	70,861	297,883
3,921	450	1,911	9,827
6,987	10	10,082	19,181
<u>67,946</u>	<u>3,865</u>	<u>82,854</u>	<u>326,891</u>
<u>(2,769)</u>	<u>67</u>	<u>(2,385)</u>	<u>(4,284)</u>
88	24	211	4,882
(300)	-	(1,071)	(1,371)
(26)	-	112	337
<u>(238)</u>	<u>24</u>	<u>(748)</u>	<u>3,848</u>
(3,007)	91	(3,133)	(436)
-	-	595	650
(580)	-	(311)	(946)
-	-	(39)	(39)
<u>(3,587)</u>	<u>91</u>	<u>(2,888)</u>	<u>(771)</u>
<u>(9,799)</u>	<u>(392)</u>	<u>(5,235)</u>	<u>87,563</u>
<u>\$ (13,386)</u>	<u>\$ (301)</u>	<u>\$ (8,123)</u>	<u>\$ 86,792</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Fleet Asset Replacement</u>	<u>Information Technology</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 14,796	\$ 157	\$ -	\$ 13
Receipts for interfund services provided	147,766	7,337	3,083	65,166
Payments to suppliers	(146,278)	(2,520)	-	(18,120)
Payments to employees	(10,735)	(1,834)	(129)	(36,166)
Payments for interfund services used	<u>(1,355)</u>	<u>(2,807)</u>	<u>-</u>	<u>(4,928)</u>
Net cash provided by (used for) operating activities	<u>4,194</u>	<u>333</u>	<u>2,954</u>	<u>5,965</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in	-	-	55	-
Transfers out	<u>-</u>	<u>(55)</u>	<u>-</u>	<u>(580)</u>
Net cash provided by (used for) noncapital and related financing activities	<u>-</u>	<u>(55)</u>	<u>55</u>	<u>(580)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Principal paid on right-of-use obligations	(32)	-	-	(3,984)
Interest paid righ-of-use obligations	-	-	-	(348)
Acquisition of capital assets	(65)	(407)	(2,167)	(1,570)
Proceeds from sales of capital assets	<u>-</u>	<u>251</u>	<u>-</u>	<u>-</u>
Net cash provided by (used for) capital and related financing activities	<u>(97)</u>	<u>(156)</u>	<u>(2,167)</u>	<u>(5,902)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest earnings	<u>4,145</u>	<u>62</u>	<u>352</u>	<u>88</u>
Net cash provided by (used for) investing activities	<u>4,145</u>	<u>62</u>	<u>352</u>	<u>88</u>
Net increase (decrease) in cash and cash equivalents	8,242	184	1,194	(429)
Cash and cash equivalents - beginning	<u>108,225</u>	<u>1,388</u>	<u>9,162</u>	<u>2,597</u>
Cash and cash equivalents - ending	<u>\$ 116,467</u>	<u>\$ 1,572</u>	<u>\$ 10,356</u>	<u>\$ 2,168</u>

<u>Mail Distribution</u>	<u>Facilities Management</u>	<u>Total Internal Service Funds</u>
\$ -	\$ 2,609	\$ 17,575
3,932	78,040	305,324
(1,143)	(39,688)	(207,749)
(1,416)	(18,683)	(68,963)
<u>(1,524)</u>	<u>(11,291)</u>	<u>(21,905)</u>
<u>(151)</u>	<u>10,987</u>	<u>24,282</u>
-	595	650
<u>-</u>	<u>(311)</u>	<u>(946)</u>
-	284	(296)
<u>-</u>	<u>(7,838)</u>	<u>(11,854)</u>
-	(1,071)	(1,419)
-	(634)	(4,843)
<u>-</u>	<u>112</u>	<u>363</u>
<u>-</u>	<u>(9,431)</u>	<u>(17,753)</u>
24	211	4,882
<u>24</u>	<u>211</u>	<u>4,882</u>
(127)	2,051	11,115
<u>631</u>	<u>7,876</u>	<u>129,879</u>
<u>\$ 504</u>	<u>\$ 9,927</u>	<u>\$ 140,994</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Fleet Asset Replacement</u>	<u>Information Technology</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ (173)	\$ (453)	\$ 1,429	\$ (2,769)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation and amortization of capital assets	73	383	1,646	6,987
Changes in assets, liabilities and deferred inflows/outflows of resources:				
Accounts receivables, net	(1)	110	-	1
Inventories	-	139	-	-
Prepaid items	(455)	-	-	(777)
Accounts payable	406	(26)	(121)	257
Claims and judgments payable	3,320	-	-	-
Payroll Payable	6	1	-	(2)
Compensated absences	119	18	-	193
Total OPEB liability - County Plan	317	38	-	784
Deferred outflows - OPEB - County Plan	(110)	(15)	-	(298)
Deferred inflows - OPEB - County Plan	(81)	(13)	-	(254)
Net OPEB asset - RHIA	48	6	-	154
Deferred outflows - OPEB - RHIA	39	5	-	118
Deferred inflows - OPEB - RHIA	(34)	(4)	-	(102)
Net pension liability	2,227	371	-	5,996
Deferred outflows - pension	67	(17)	-	481
Deferred inflows - pension	(1,574)	(210)	-	(4,804)
Total adjustments	<u>4,367</u>	<u>786</u>	<u>1,525</u>	<u>8,734</u>
Net cash provided by (used for) operating activities	<u>\$ 4,194</u>	<u>\$ 333</u>	<u>\$ 2,954</u>	<u>\$ 5,965</u>
Noncash activities:				
Capital contributions out	\$ -	\$ -	\$ -	\$ -
Acquisition of ROU assets with additions to ROU liabilities	\$ 293	\$ -	\$ -	\$ 883

<u>Mail Distribution</u>	<u>Facilities Management</u>	<u>Total Internal Service Funds</u>
\$ 67	\$ (2,385)	\$ (4,284)
10	10,082	19,181
-	179	289
(38)	43	144
94	109	(1,029)
(151)	1,636	2,001
-	-	3,320
(5)	46	46
(23)	121	428
(11)	461	1,589
(6)	(159)	(588)
(17)	(116)	(481)
9	73	290
6	57	225
(5)	(50)	(195)
36	3,016	11,646
107	186	824
(224)	(2,312)	(9,124)
(218)	13,372	28,566
<u>\$ (151)</u>	<u>\$ 10,987</u>	<u>\$ 24,282</u>

\$ -	\$ (39)	\$ (39)
\$ -	\$ 13,455	\$ 14,631

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Risk Management Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Charges for services	\$ 163,601	\$ 165,014	\$ 147,917	\$ (17,097)
Insurance premiums	11,929	11,929	12,049	120
Licenses and permits	-	-	15	15
Interest	2,000	2,000	4,145	2,145
Miscellaneous	1,475	1,475	2,583	1,108
Total revenues	<u>179,005</u>	<u>180,418</u>	<u>166,709</u>	<u>(13,709)</u>
EXPENDITURES				
Current:				
County management	171,120	172,533	151,005	21,528
Nondepartmental	7,885	7,885	7,417	468
Contingency	15,026	15,026	-	15,026
Total expenditures	<u>194,031</u>	<u>195,444</u>	<u>158,422</u>	<u>37,022</u>
Net change in fund balances	(15,026)	(15,026)	8,287	23,313
Fund balances - beginning	100,174	100,174	105,199	5,025
Fund balances - ending	<u>\$ 85,148</u>	<u>\$ 85,148</u>	113,486	<u>\$ 28,338</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			220	
Compensated absences			(874)	
Claims and judgments payable			(13,327)	
OPEB - County Plan:				
Deferred outflows - County Plan			325	
Total OPEB liability - County Plan			(2,029)	
Deferred inflows - County Plan			(268)	
OPEB - RHIA:				
Net OPEB asset - RHIA			132	
Deferred outflows - RHIA			30	
Deferred inflows - RHIA			(12)	
Pension Plan:				
Deferred outflows - pension			3,830	
Net pension liability			(9,845)	
Deferred inflows - pension			(797)	
Right-of-use obligations			(192)	
Accrued interest payable			(5)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			<u>\$ 90,674</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Fleet Management Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Charges for services	\$ 7,427	\$ 7,428	\$ 7,346	\$ (82)
Interest	-	-	62	62
Miscellaneous	-	-	36	36
Total revenues	<u>7,427</u>	<u>7,428</u>	<u>7,444</u>	<u>16</u>
EXPENDITURES				
Current:				
County assets	8,247	8,248	7,690	558
Total expenditures	<u>8,247</u>	<u>8,248</u>	<u>7,690</u>	<u>558</u>
Revenues over (under) expenditures	<u>(820)</u>	<u>(820)</u>	<u>(246)</u>	<u>574</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	-	-	261	261
Transfers out	(55)	(55)	(55)	-
Total other financing sources (uses)	<u>(55)</u>	<u>(55)</u>	<u>206</u>	<u>261</u>
Net change in fund balances	(875)	(875)	(40)	835
Fund balances - beginning	<u>875</u>	<u>875</u>	<u>1,887</u>	<u>1,012</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>1,847</u>	<u>\$ 1,847</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			911	
Compensated absences			(71)	
OPEB - County Plan:				
Deferred outflows - County Plan			45	
Total OPEB liability - County Plan			(281)	
Deferred inflows - County Plan			(37)	
OPEB - RHIA:				
Net OPEB asset - RHIA			19	
Deferred outflows - RHIA			4	
Deferred inflows - RHIA			(2)	
Pension Plan:				
Deferred outflows - pension			550	
Net pension liability			(1,413)	
Deferred inflows - pension			(114)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			<u>\$ 1,458</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Fleet Asset Replacement Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Charges for services	\$ 2,954	\$ 2,954	\$ 3,089	\$ 135
Interest	-	-	352	352
Total revenues	<u>2,954</u>	<u>2,954</u>	<u>3,441</u>	<u>487</u>
EXPENDITURES				
Current:				
County assets	11,509	11,509	2,182	9,327
Total expenditures	<u>11,509</u>	<u>11,509</u>	<u>2,182</u>	<u>9,327</u>
Revenues over (under) expenditures	<u>(8,555)</u>	<u>(8,555)</u>	<u>1,259</u>	<u>9,814</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	55	55	55	-
Total other financing sources (uses)	<u>55</u>	<u>55</u>	<u>55</u>	<u>-</u>
Net change in fund balances	(8,500)	(8,500)	1,314	9,814
Fund balances - beginning	<u>8,500</u>	<u>8,500</u>	<u>8,702</u>	<u>202</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>10,016</u>	<u>\$ 10,016</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			<u>6,454</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			<u>\$ 16,470</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Information Technology Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Charges for services	\$ 69,315	\$ 69,061	\$ 65,177	\$ (3,884)
Interest	-	-	88	88
Total revenues	<u>69,315</u>	<u>69,061</u>	<u>65,265</u>	<u>(3,796)</u>
EXPENDITURES				
Current:				
County assets	77,020	76,766	64,592	12,174
Total expenditures	<u>77,020</u>	<u>76,766</u>	<u>64,592</u>	<u>12,174</u>
Revenues over (under) expenditures	<u>(7,705)</u>	<u>(7,705)</u>	<u>673</u>	<u>8,378</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(580)	(580)	(580)	-
Total financing sources (uses)	<u>(580)</u>	<u>(580)</u>	<u>(580)</u>	<u>-</u>
Net change in fund balances	(8,285)	(8,285)	93	8,378
Fund balances - beginning	<u>8,285</u>	<u>8,285</u>	<u>5,734</u>	<u>(2,551)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>5,827</u>	<u>\$ 5,827</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			20,256	
Compensated absences			(2,340)	
OPEB - County Plan:				
Deferred outflows - County Plan			922	
Total OPEB liability - County Plan			(5,762)	
Deferred inflows - County Plan			(762)	
OPEB - RHIA:				
Net OPEB asset - RHIA			390	
Deferred outflows - RHIA			89	
Deferred inflows - RHIA			(36)	
Pension Plan:				
Deferred outflows - pension			11,270	
Net pension liability			(28,968)	
Deferred inflows - pension			(2,345)	
Right-of-use:				
Right-of-use obligations			(11,687)	
Accrued interest payable			(240)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			<u>\$ (13,386)</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Mail Distribution Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Charges for services	\$ 4,412	\$ 4,412	\$ 3,932	\$ (480)
Interest	-	-	24	24
Total revenues	<u>4,412</u>	<u>4,412</u>	<u>3,956</u>	<u>(456)</u>
EXPENDITURES				
Current:				
County assets	4,936	4,936	3,984	952
Total expenditures	<u>4,936</u>	<u>4,936</u>	<u>3,984</u>	<u>952</u>
Net change in fund balances	(524)	(524)	(28)	496
Fund balances - beginning	<u>524</u>	<u>524</u>	<u>631</u>	<u>107</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	603	<u>\$ 603</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			13	
Compensated absences			(31)	
OPEB - County Plan:				
Deferred outflows - County Plan			33	
Total OPEB liability - County Plan			(204)	
Deferred inflows - County Plan			(27)	
OPEB - RHIA:				
Net OPEB asset - RHIA			14	
Deferred outflows - RHIA			3	
Deferred inflows - RHIA			(1)	
Pension Plan:				
Deferred outflows - pension			396	
Net pension liability			(1,018)	
Deferred inflows - pension			<u>(82)</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			<u>\$ (301)</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Facilities Management Fund
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Charges for services	\$ 75,925	\$ 78,420	\$ 79,136	\$ 716
Intergovernmental charges for services	1,120	1,120	1,286	166
Interest	-	-	173	173
Miscellaneous	109	109	86	(23)
Total revenues	<u>77,154</u>	<u>79,649</u>	<u>80,681</u>	<u>1,032</u>
EXPENDITURES				
Current:				
County assets	77,895	80,540	80,929	(389)
Contingency	4,105	4,105	-	4,105
Total expenditures	<u>82,000</u>	<u>84,645</u>	<u>80,929</u>	<u>3,716</u>
Revenues over (under) expenditures	<u>(4,846)</u>	<u>(4,996)</u>	<u>(248)</u>	<u>4,748</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	-	-	2	2
Transfers in	445	595	595	-
Transfers out	(311)	(311)	(311)	-
Total other financing sources (uses)	<u>134</u>	<u>284</u>	<u>286</u>	<u>2</u>
Net change in fund balances	(4,712)	(4,712)	38	4,750
Fund balances - beginning	<u>4,712</u>	<u>4,712</u>	<u>3,740</u>	<u>(972)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>3,778</u>	<u>\$ 3,778</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			46,414	
Compensated absences			(913)	
OPEB - County Plan:				
Deferred outflows - County Plan			467	
Total OPEB liability - County Plan			(2,920)	
Deferred inflows - County Plan			(386)	
OPEB - RHIA:				
Net OPEB asset - RHIA			190	
Deferred outflows - RHIA			43	
Deferred inflows - RHIA			(17)	
Pension Plan:				
Deferred outflows - pension			5,493	
Net pension liability			(14,119)	
Deferred inflows - pension			(1,143)	
Right-of-use:				
Receivable - leases			1,324	
Right-of-use obligations			(45,009)	
Deferred inflows - leases			(1,324)	
Accrued interest payable			(1)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			<u>\$ (8,123)</u>	

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COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES FIDUCIARY FUNDS

Custodial Funds

These custodial funds account for resources received and held by the County in a purely custodial capacity. Disbursements are made in accordance with the agreement or applicable legislative enactment for each particular fund. The accrual basis of accounting is used to record transactions in the custodial funds.

- **Client Custodian Funds** - Accounts for receipts and disbursements for individuals who are not capable of handling their own financial affairs.
- **Property Tax Funds** - Accounts for the collection and disbursement various property tax accounts for governmental entities located in Multnomah County.
- **Department of County Management Custodial Funds** - Accounts for the collection and disbursement of various monies held by Multnomah County in a fiduciary capacity.
- **Multnomah County Sheriff Custodial Funds** - Accounts for receipts and disbursements for individuals who are incarcerated.
- **Visitors' Facilities Trust Fund** - Accounts for collection and disbursement of motor vehicle rental tax and transient lodging tax used for visitor facilities.
- **MCSO Criminal Forfeitures Fund** - Accounts for cash transactions subject to forfeiture under 1989 Oregon Law, Chapter 791.

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MULTNOMAH COUNTY, OREGON
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2024
(amounts expressed in thousands)

	Client Custodian Funds	Property Tax Funds	Department of County Management Custodial Funds	Multnomah County Sheriff Custodial Funds	Visitors Facility Trust Fund
ASSETS					
Restricted assets:					
Cash and investments	\$ 1,170	\$ 35,082	\$ 2,447	\$ 630	\$ 26,635
Taxes receivable	-	51,450	-	-	3,927
Total assets	<u>1,170</u>	<u>86,532</u>	<u>2,447</u>	<u>630</u>	<u>30,562</u>
LIABILITIES					
Liabilities payable from restricted assets:					
Accounts payable	52	8,108	1,206	118	328
Due to other governmental units	-	50,903	1,241	-	-
Total liabilities	<u>52</u>	<u>59,011</u>	<u>2,447</u>	<u>118</u>	<u>328</u>
NET POSITION					
Restricted for:					
Individuals, organizations, and other governments	1,118	27,521	-	512	30,234
Total net position	<u>\$ 1,118</u>	<u>\$ 27,521</u>	<u>\$ -</u>	<u>\$ 512</u>	<u>\$ 30,234</u>

MCSO Criminal Forfeitures		
Fund		Total
\$ 557	\$	66,521
-		55,377
<u>557</u>		<u>121,898</u>
-		9,812
156		52,300
<u>156</u>		<u>62,112</u>
401		59,786
<u>\$ 401</u>	<u>\$</u>	<u>59,786</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended June 30, 2024
(amounts expressed in thousands)

	Client Custodian Funds	Property Tax Funds	Department of County Management Custodial Funds	Multnomah County Sheriff Custodial Funds	Visitors Facility Trust Fund
ADDITIONS					
Taxes collected	\$ -	\$ 3,977,722	\$ -	\$ -	\$ -
Taxes collected for other governments	-	9,896	1,154	-	22,674
Deposits held for others	-	-	-	3,874	-
Charges for services	-	161	-	3,523	-
Interest	58	5,433	-	-	1,136
Miscellaneous	3,771	-	-	-	-
Total additions	<u>3,829</u>	<u>3,993,212</u>	<u>1,154</u>	<u>7,397</u>	<u>23,810</u>
DEDUCTIONS					
Administrative Support	-	-	-	-	159
Payments of taxes to other governments	4,024	3,994,919	1,154	-	17,767
Payments paid to others	-	-	-	3,940	-
Distributions to others	-	-	-	3,223	-
Total deductions	<u>4,024</u>	<u>3,994,919</u>	<u>1,154</u>	<u>7,163</u>	<u>17,926</u>
Net increase (decrease) in fiduciary net position	<u>(195)</u>	<u>(1,707)</u>	<u>-</u>	<u>234</u>	<u>5,884</u>
Total net position - beginning	<u>1,313</u>	<u>29,228</u>	<u>-</u>	<u>278</u>	<u>24,350</u>
Total net position - ending	<u>\$ 1,118</u>	<u>\$ 27,521</u>	<u>\$ -</u>	<u>\$ 512</u>	<u>\$ 30,234</u>

MCSO Criminal Forfeiture Fund		Total
\$	-	\$ 3,977,722
	-	33,724
	-	3,874
	-	3,684
	20	6,647
	-	3,771
	20	4,029,422
	-	159
	-	4,017,864
	-	3,940
	-	3,223
	-	4,025,186
	20	4,236
	381	55,550
\$	401	\$ 59,786

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OTHER FINANCIAL SCHEDULES

- Property Tax Collections and Summary of Taxes Receivable
- Full Faith and Credit Bonds Outstanding
- General Obligation Bonds Outstanding
- Loans Payable Outstanding

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MULTNOMAH COUNTY, OREGON
Schedule of Property Tax Collections and Summary of Taxes Receivable
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

SCHEDULE OF PROPERTY TAX COLLECTIONS

Tax Year	Taxes Receivable June 30, 2023	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, 2024
2023-24	\$ -	\$ 2,365,883	\$ (26,660)	\$ 250	\$ (61,514)	\$ (2,240,611)	\$ 37,348
2022-23	31,901	-	(4,835)	517	89	(13,134)	14,538
2021-22	11,787	-	(816)	605	8	(4,521)	7,063
2020-21	6,205	-	(187)	704	5	(3,378)	3,349
2019-20	3,027	-	(97)	630	-	(2,629)	931
2018-19 and prior	4,396	-	(175)	366	-	(932)	3,655
Total	<u>\$ 57,316</u>	<u>\$ 2,365,883</u>	<u>\$ (32,770)</u>	<u>\$ 3,072</u>	<u>\$ (61,412)</u>	<u>\$ (2,265,205)</u>	<u>\$ 66,884</u>

SUMMARY OF TAXES RECEIVABLE AT JUNE 30, 2024

	Current Years' Levy	Prior Years' Levies	Total Property Taxes	Other Taxes*	Total
General Fund	\$ 6,453	\$ 4,875	\$ 11,328	\$ 27,958	\$ 39,286
Special revenue funds:					
Road Fund	-	-	-	1,000	1,000
Library Fund	-	78	78	-	78
Special Excise Tax Fund	-	-	-	2,991	2,991
Land Corner Preservation Fund	-	-	-	1	1
Justice Services Special Operations Fund	-	-	-	1	1
Oregon Historical Society Levy Fund	64	49	113	-	113
Library District Fund	1,800	1,206	3,006	-	3,006
Supportive Housing Fund	-	-	-	21,739	21,739
Preschool for All Program Fund	-	-	-	36,920	36,920
Total special revenue funds	<u>1,864</u>	<u>1,333</u>	<u>3,197</u>	<u>62,652</u>	<u>65,849</u>
General Obligation Bond Fund	886	517	1,403	-	1,403
Total governmental funds	<u>9,203</u>	<u>6,725</u>	<u>15,928</u>	<u>90,610</u>	<u>106,538</u>
Custodial funds	28,114	22,789	50,903	4,474	55,377
Subtotal taxes receivable	<u>37,317</u>	<u>29,514</u>	<u>66,831</u>	<u>95,084</u>	<u>161,915</u>
Special assessments collected through taxes:					
Dunthorpe-Riverdale Service District No. 1 Fund	22	15	37	-	37
Mid-Multnomah County Street Lighting Service District No. 14 Fund	9	7	16	-	16
Total special assessments	<u>31</u>	<u>22</u>	<u>53</u>	<u>-</u>	<u>53</u>
Total receivables	<u>\$ 37,348</u>	<u>\$ 29,536</u>	<u>\$ 66,884</u>	<u>\$ 95,084</u>	<u>\$ 161,968</u>

*Note: Other taxes include personal income, business income, transient lodging, motor vehicle, County gasoline, heavy equipment rental tax, and other tax-related transactions.

MULTNOMAH COUNTY, OREGON
Schedule of Full Faith and Credit Bonds Outstanding
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

Fiscal Year of Maturity	Pension Revenue Obligation Bond Series 1999		East County Courthouse Project Series 2010B		Mulnomah County Central Courthouse Project Series 2017	
	Date of Issue: 12/1/1999		Date of Issue 12/14/2010		Date of Issue 12/14/2017	
	6.49 to 7.74%		4.00 to 5.05%		3.00 to 5.00%	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 4,774	\$ 28,285	\$ 1,475	\$ 471	\$ 3,875	\$ 4,305
2026	4,670	30,215	1,510	401	4,065	4,112
2027	4,566	32,234	1,545	325	4,270	3,908
2028	4,463	34,347	1,585	247	4,480	3,695
2029	4,362	36,563	1,630	167	4,710	3,471
2030	4,263	38,888	1,675	84	4,940	3,235
2031	-	-	-	-	5,185	2,988
2032	-	-	-	-	5,450	2,729
2033	-	-	-	-	5,665	2,511
2034	-	-	-	-	5,835	2,341
2035	-	-	-	-	6,015	2,166
2036	-	-	-	-	6,190	1,986
2037	-	-	-	-	6,375	1,800
2038	-	-	-	-	3,305	1,545
2039	-	-	-	-	3,405	1,442
2040	-	-	-	-	3,545	1,306
2041	-	-	-	-	3,685	1,164
2042	-	-	-	-	3,830	1,016
2043	-	-	-	-	3,985	863
2044	-	-	-	-	4,145	704
2045	-	-	-	-	4,310	538
2046	-	-	-	-	4,480	366
2047	-	-	-	-	4,660	188
Total	\$ 27,098	\$ 200,532	\$ 9,420	\$ 1,695	\$ 106,405	\$ 48,379

Burnside Bridge Project Series 2019 Date of Issue: 9/12/2019 1.74%		Sellwood Bridge Project Series 2021 Date of Issue 1/21/2021 1.00% to 2.00%		Burnside Bridge Earthquake Readiness Project Series 2022 Date of Issue 9/20/2022 3.13%		Total	
<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
\$ 1,662	\$ 150	\$ 7,665	\$ 919	\$ 2,408	\$ 675	\$ 21,859	\$ 34,805
1,691	121	7,740	843	2,483	597	22,159	36,289
1,720	91	7,820	765	2,561	521	22,482	37,844
1,750	61	7,900	687	2,641	440	22,819	39,477
1,781	31	7,980	604	2,723	357	23,186	41,193
-	-	8,085	500	2,809	270	21,772	42,977
-	-	8,200	383	2,897	184	16,282	3,555
-	-	8,320	260	2,987	95	16,757	3,084
-	-	8,450	135	-	-	14,115	2,646
-	-	-	-	-	-	5,835	2,341
-	-	-	-	-	-	6,015	2,166
-	-	-	-	-	-	6,190	1,986
-	-	-	-	-	-	6,375	1,800
-	-	-	-	-	-	3,305	1,545
-	-	-	-	-	-	3,405	1,442
-	-	-	-	-	-	3,545	1,306
-	-	-	-	-	-	3,685	1,164
-	-	-	-	-	-	3,830	1,016
-	-	-	-	-	-	3,985	863
-	-	-	-	-	-	4,145	704
-	-	-	-	-	-	4,310	538
-	-	-	-	-	-	4,480	366
-	-	-	-	-	-	4,660	188
<u>\$ 8,604</u>	<u>\$ 454</u>	<u>\$ 72,160</u>	<u>\$ 5,096</u>	<u>\$ 21,509</u>	<u>\$ 3,139</u>	<u>\$ 245,196</u>	<u>\$ 259,295</u>

MULTNOMAH COUNTY, OREGON
Schedule of General Obligation Bonds Outstanding
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

Fiscal Year of Maturity	General Obligation Bond* Series 2021 A Dated 1/26/21 5.00%		General Obligation Bond* Series 2021 B Dated 1/26/21 0.25 to 0.90%		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
	2025	\$ -	\$ 7,734	\$ 46,970	\$ 721	\$ 46,970
2026	-	7,734	48,870	486	48,870	8,220
2027	40,405	7,734	10,570	95	50,975	7,829
2028	54,855	5,714	-	-	54,855	5,714
2029	59,420	2,971	-	-	59,420	2,971
Total	\$ 154,680	\$ 31,887	\$ 106,410	\$ 1,302	\$ 261,090	\$ 33,189

*The Bonds were issued to finance capital costs to expand, modernize, rebuild and acquire land for library facilities, and to pay the costs of issuance of the Bonds.

MULTNOMAH COUNTY, OREGON
Schedule of Loans Payable Outstanding
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)

Fiscal Year of Maturity	Oregon Transportation Infrastructure Bank (OTIB)*	
	Dated 9/4/2008	
	3.98%	
	Principal	Interest
2025	\$ 270	\$ 22
2026	281	11
Total	\$ 551	\$ 33

*Amendment to loan agreement with OTIB made September 1, 2016.

Additional obligation: the County received loan draws through the Oregon Infrastructure Finance Authority for the Levee Ready Columbia Project. However, only the Oregon Infrastructure Finance Authority (IFA) SIDIC Loan (C-1) is in repayment status as of June 30, 2024. See Note III.G. *Long-term debt - Loans payable* for more detail.

Fiscal Year of Maturity	IFA - SIDIC Loan (C-1)	
	Dated 12/01/2021	
	0.00%	
	Principal	Interest
2025	\$ 16	\$ -
2026	16	-
2027	17	-
2028	17	-
Total	\$ 66	\$ -

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STATISTICAL INFORMATION SECTION (UNAUDITED)

This part of Multnomah County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health. This section contains the following tables and information:

- **Financial Trends** - These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.
- **Revenue Capacity** - These schedules contain information to help the reader assess the County's most significant local revenue sources: personal income tax, property tax, and business income tax.
- **Debt Capacity** - These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.
- **Demographic and Economic Information** - These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.
- **Operating Information** - These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

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

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MULTNOMAH COUNTY, OREGON
Net Position by Component
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(accrual basis of accounting)
(unaudited)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Governmental Activities:				
Net investment in capital assets	\$ 1,075,886	\$ 1,215,702	\$ 1,147,120	\$ 1,075,084
Restricted	895,389	969,414	348,746	538,098
Unrestricted	<u>(59,039)</u>	<u>(463,332)</u>	<u>(175,195)</u>	<u>(713,641)</u>
Total governmental activities net position	<u>\$ 1,912,236</u>	<u>\$ 1,721,784</u>	<u>\$ 1,320,671</u>	<u>\$ 899,541</u>
Business-Type Activities:				
Net investment in capital assets	\$ 8,788	\$ 7,876	\$ 7,689	\$ 6,079
Restricted	978	-	-	-
Unrestricted	<u>33,950</u>	<u>19,888</u>	<u>(7,082)</u>	<u>6,572</u>
Total business-type activities net position	<u>\$ 43,716</u>	<u>\$ 27,764</u>	<u>\$ 607</u>	<u>\$ 12,651</u>
Primary Government:				
Net investment in capital assets	\$ 1,084,674	\$ 1,223,578	\$ 1,154,809	\$ 1,081,163
Restricted	896,367	969,414	348,746	538,098
Unrestricted	<u>(25,089)</u>	<u>(443,444)</u>	<u>(182,277)</u>	<u>(707,069)</u>
Total primary government net position	<u>\$ 1,955,952</u>	<u>\$ 1,749,548</u>	<u>\$ 1,321,278</u>	<u>\$ 912,192</u>

Source: Current and prior years' financial statements

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 1,086,931	\$ 971,759	\$ 818,361	\$ 959,484	\$ 850,159	\$ 768,977
78,256	114,253	186,049	88,143	81,351	100,186
<u>(221,030)</u>	<u>(157,498)</u>	<u>(179,240)</u>	<u>(183,146)</u>	<u>(130,430)</u>	<u>1,360</u>
<u>\$ 944,157</u>	<u>\$ 928,514</u>	<u>\$ 825,170</u>	<u>\$ 864,481</u>	<u>\$ 801,080</u>	<u>\$ 870,523</u>
\$ 5,770	\$ 6,001	\$ 5,688	\$ 5,589	\$ 5,315	\$ 3,775
-	-	-	-	-	-
<u>1,279</u>	<u>1,454</u>	<u>4,296</u>	<u>3,027</u>	<u>1,529</u>	<u>19,550</u>
<u>\$ 7,049</u>	<u>\$ 7,455</u>	<u>\$ 9,984</u>	<u>\$ 8,616</u>	<u>\$ 6,844</u>	<u>\$ 23,325</u>
\$ 1,092,701	\$ 977,760	\$ 824,049	\$ 965,073	\$ 855,474	\$ 772,752
78,256	114,253	186,049	88,143	81,351	100,186
<u>(219,751)</u>	<u>(156,044)</u>	<u>(174,944)</u>	<u>(180,119)</u>	<u>(128,901)</u>	<u>20,910</u>
<u>\$ 951,206</u>	<u>\$ 935,969</u>	<u>\$ 835,154</u>	<u>\$ 873,097</u>	<u>\$ 807,924</u>	<u>\$ 893,848</u>

MULTNOMAH COUNTY, OREGON
Changes in Net Position
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(accrual basis of accounting)
(unaudited)

	<u>2024</u>	<u>2023, Restated</u>	<u>2022</u>	<u>2021</u>
Program Revenues				
Governmental activities:				
Fees, fines and charges for services:				
General government	\$ 105,278	\$ 106,611 *	\$ 112,507	\$ 108,075
Health services	14,876	15,967	13,699	113,412
Social services	860	785	9,329	7,585
Public safety and justice	21,861	22,354	23,995	26,108
Community services	20,556	22,876	18,700	16,617
Library services	3,528	3,314	3,267	3,103
Roads, bridges, and bike path improvements	35,215	33,736	35,979	23,496
Operating grants and contributions	1,024,393	1,035,166	876,126	755,911
Capital grants and contributions	62	192	9,374	8,283
Total governmental activities program revenues	<u>1,226,629</u>	<u>1,241,001</u>	<u>1,102,976</u>	<u>1,062,590</u>
Business-type activities:				
Charges for services:				
Health Department FQHC	188,271	181,449	162,285	-
Dunthorpe-Riverdale Service Dist. No. 1	25	14	40	28
Mid County Service Dist. No. 14	2	7	15	14
Behavioral Health Managed Care	195	303	385	7,179
Capital grants and contributions	148	-	1,983	293
Total business-type activities program revenues	<u>188,641</u>	<u>181,773</u>	<u>164,708</u>	<u>7,514</u>
Total primary government program revenues	<u>1,415,270</u>	<u>1,422,774</u>	<u>1,267,684</u>	<u>1,070,104</u>
Expenses				
Governmental activities:				
General government	410,737	388,749 *	309,526	262,987
Health services	206,303	186,093 *	136,886	308,078
Social services	860,542	748,400 *	643,192	634,338
Public safety and justice	299,320	259,597 *	231,590	171,090
Community services	127,902	95,333 *	75,348	79,932
Library services	109,929	77,063 *	76,440	124,511
Roads, bridges, and bike path improvements	62,961	62,229 *	72,434	111,752
Interest on long-term debt	36,445	35,448	32,460	30,297
Total governmental activities expenses	<u>2,114,139</u>	<u>1,852,912</u>	<u>1,577,876</u>	<u>1,722,985</u>
Business-type activities:				
Health Department FQHC	175,467	154,447	184,359	-
Dunthorpe-Riverdale Service Dist. No. 1	834	790	1,118	763
Mid-Multnomah County Street Lighting Service Dist. No. 14	452	381	424	398
Behavioral Health Managed Care	1,003	2,211	1,915	2,358
Total business-type activities expenses	<u>177,756</u>	<u>157,829</u>	<u>187,816</u>	<u>3,519</u>
Total primary government expenses	<u>2,291,895</u>	<u>2,010,741</u>	<u>1,765,692</u>	<u>1,726,504</u>

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	90,752	\$ 94,345	\$ 73,551	\$ 74,584	\$ 62,857	\$ 83,516
	107,636	110,503	95,628	102,403	100,720	89,951
	7,321	941	619	262	624	3,604
	34,103	26,220	28,786	20,014	30,080	19,472
	14,503	14,593	11,283	9,590	7,406	5,120
	3,203	2,530	2,130	1,842	2,189	3,126
	15,654	13,684	13,104	12,893	13,314	13,401
	434,998	587,246	466,906	445,317	383,728	350,767
	27,782	15,474	23,937	43,958	10,364	20,455
	<u>735,952</u>	<u>865,536</u>	<u>715,944</u>	<u>710,863</u>	<u>611,282</u>	<u>589,412</u>
	-	-	-	-	-	-
	50	889	722	730	896	893
	24	481	449	456	453	454
	26,633	37,268	37,169	34,767	61,700	71,149
	-	-	-	267	-	-
	<u>26,707</u>	<u>38,638</u>	<u>38,340</u>	<u>36,220</u>	<u>63,049</u>	<u>72,496</u>
	<u>762,659</u>	<u>904,174</u>	<u>754,284</u>	<u>747,083</u>	<u>674,331</u>	<u>661,908</u>
	358,021	269,029	420,189	306,755	271,016	101,137
	268,679	278,820	242,155	222,213	242,366	147,909
	215,204	193,215	217,044	219,884	227,737	244,858
	186,941	254,494	221,307	215,267	255,904	200,669
	57,867	244,965	94,327	91,297	54,495	53,731
	119,455	70,323	64,736	56,932	63,640	60,150
	92,592	68,287	111,526	64,730	64,539	50,327
	30,499	10,190	10,494	8,572	18,362	19,785
	<u>1,329,258</u>	<u>1,389,323</u>	<u>1,381,778</u>	<u>1,185,650</u>	<u>1,198,059</u>	<u>878,566</u>
	-	-	-	-	-	-
	706	798	687	649	607	622
	476	384	416	321	329	404
	27,399	40,260	34,207	34,260	79,420	69,242
	<u>28,581</u>	<u>41,442</u>	<u>35,310</u>	<u>35,230</u>	<u>80,356</u>	<u>70,268</u>
	<u>1,357,839</u>	<u>1,430,765</u>	<u>1,417,088</u>	<u>1,220,880</u>	<u>1,278,415</u>	<u>948,834</u>

(Continued)

MULTNOMAH COUNTY, OREGON
Changes in Net Position
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(accrual basis of accounting)
(unaudited)

(continued)

	<u>2024</u>	<u>2023 Restated</u>	<u>2022</u>	<u>2021</u>
Net Revenue (Expense)				
Governmental activities	\$ (887,510)	\$ (611,981)	\$ (474,900)	\$ (660,395)
Business-type activities	10,885	23,944	(23,108)	3,995
Total primary government net expense	<u>(876,625)</u>	<u>(588,037)</u>	<u>(498,008)</u>	<u>(656,400)</u>
 General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes:				
Property and other local taxes levied for:				
General purposes	562,862	470,425	500,330	421,799
Debt service	374	53,261	-	-
Personal income taxes	187,042	199,478	187,113	-
Business income taxes	152,700	162,000	169,300	136,242
Selective excise and use taxes	82,607	80,924	70,161	39,197
Payments in lieu of taxes	402	360	603	349
State government shared revenues	13,400	13,214	13,476	14,374
Grants and contributions not restricted to specific programs	2	4	5	2
Interest and investment earnings	78,573	26,295	(35,753)	3,880
Gain/(loss) on investments	-	-	-	-
Miscellaneous	-	7,133	-	-
Gain (loss) on sale of capital assets	-	-	-	(64)
Transfers	-	-	(9,205)	-
Total governmental activities	<u>1,077,962</u>	<u>1,013,094</u>	<u>896,030</u>	<u>615,779</u>
 Business-type activities:				
Property taxes, levied for general purposes	1,983	1,892	1,859	1,607
Interest and investment earnings	3,084	1,321	-	-
Miscellaneous	-	-	-	-
Transfers	-	-	9,205	-
Total business-type activities	<u>5,067</u>	<u>3,213</u>	<u>11,064</u>	<u>1,607</u>
Total primary government	<u>1,083,029</u>	<u>1,016,307</u>	<u>907,094</u>	<u>617,386</u>
 Change in Net Position				
Governmental activities	190,452	401,113	421,130	(44,616)
Business-type activities	15,952	27,157	(12,044)	5,602
Total primary government change in net position	<u>\$ 206,404</u>	<u>\$ 428,270</u>	<u>\$ 409,086</u>	<u>\$ (39,014)</u>

Source: Current and prior years' financial statements

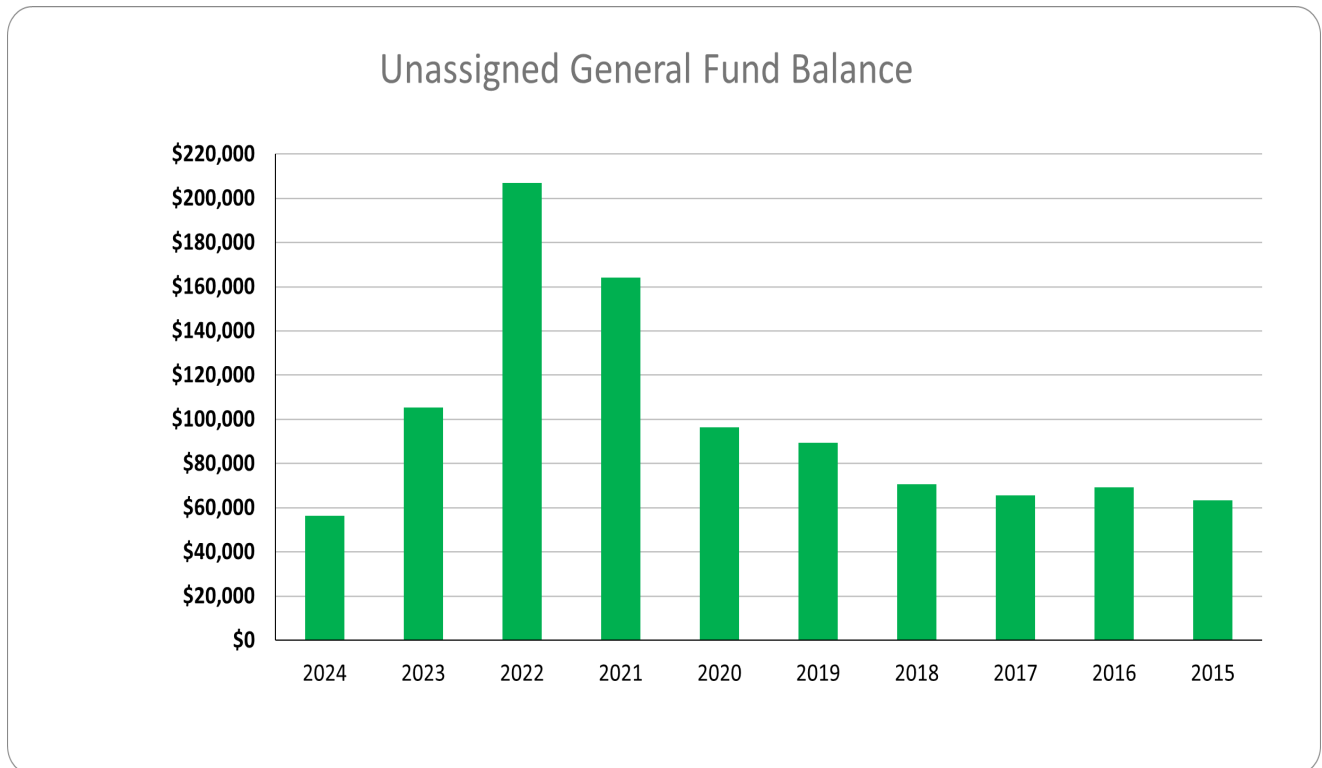
* Revenue from charges for service and expenses from fiscal year 2023 were updated in fiscal year 2024.

The decreases in both revenues and expenses offset each other, resulting in no net change.

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ (593,306)	\$ (523,787)	\$ (665,834)	\$ (474,787)	\$ (586,777)	\$ (289,154)
(1,874)	(2,804)	3,030	990	(17,307)	2,228
<u>(595,180)</u>	<u>(526,591)</u>	<u>(662,804)</u>	<u>(473,797)</u>	<u>(604,084)</u>	<u>(286,926)</u>
406,450	390,396	383,074	360,178	342,128	323,898
-	-	-	108	6,075	6,116
3	5	11	9	15	32
104,300	99,500	93,400	84,450	80,710	73,825
66,258	84,485	76,825	76,163	74,594	67,192
384	519	786	568	486	659
12,399	12,668	13,192	10,475	9,998	9,534
8	9	2,958	24	13	-
12,742	14,954	6,235	2,045	3,016	2,363
151	-	-	-	-	-
6,250	-	-	1,559	2,304	2,713
4	24,595	29,811	2,609	(2,005)	189
-	-	-	-	-	-
<u>608,949</u>	<u>627,131</u>	<u>606,292</u>	<u>538,188</u>	<u>517,334</u>	<u>486,521</u>
1,468	-	-	-	-	-
-	275	124	48	100	119
-	-	42	734	726	100
-	-	-	-	-	-
<u>1,468</u>	<u>275</u>	<u>166</u>	<u>782</u>	<u>826</u>	<u>219</u>
<u>610,417</u>	<u>627,406</u>	<u>606,458</u>	<u>538,970</u>	<u>518,160</u>	<u>486,740</u>
15,643	103,344	(59,542)	63,401	(69,443)	197,367
(406)	(2,529)	3,196	1,772	(16,481)	2,447
<u>\$ 15,237</u>	<u>\$ 100,815</u>	<u>\$ (56,346)</u>	<u>\$ 65,173</u>	<u>\$ (85,924)</u>	<u>\$ 199,814</u>

MULTNOMAH COUNTY, OREGON
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
General Fund:				
Nonspendable	\$ 11,239	\$ 1,672	\$ 1,740	\$ 1,169
Restricted	7,584	4,470	899	844
Committed	98,536	81,216	3,404	12,131
Unassigned	56,423	105,367	206,783	164,007
Total General Fund	<u>173,782</u>	<u>192,725</u>	<u>212,826</u>	<u>178,151</u>
All other governmental funds:				
Nonspendable	17,470	1,533	2,796	1,164
Restricted	944,968	964,944	757,316	537,404
Committed	162,145	130,719	90,651	76,124
Assigned	53,519	29,334	13,420	11,389
Unassigned	-	-	(1,583)	-
Total all other governmental funds	<u>1,178,102</u>	<u>1,126,530</u>	<u>862,600</u>	<u>626,081</u>
Total governmental funds	<u>\$ 1,351,884</u>	<u>\$ 1,319,255</u>	<u>\$ 1,075,426</u>	<u>\$ 804,232</u>

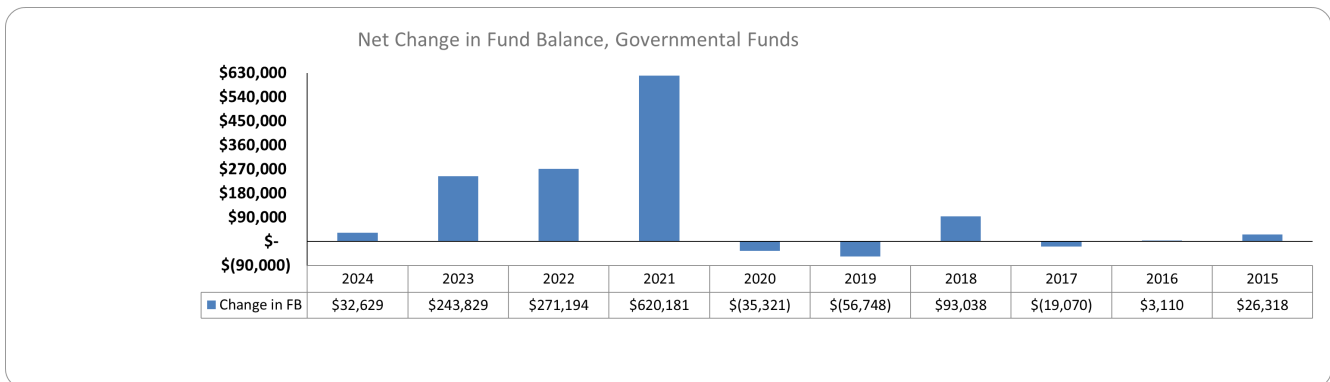


Source: Current and prior years' financial statements

2020	2019	2018	2017	2016	2015
\$ 883	\$ 979	\$ 595	\$ 682	\$ 619	\$ 781
553	7,967	5,389	5,152	3,427	176
14,490	3,412	-	3,802	-	-
96,249	89,282	70,569	65,647	69,302	63,388
<u>112,175</u>	<u>101,640</u>	<u>76,553</u>	<u>75,283</u>	<u>73,348</u>	<u>64,345</u>
1,084	718	1,000	855	1,378	1,358
77,704	106,286	180,660	82,991	84,111	106,261
73,185	90,829	93,872	101,025	117,925	104,004
9,356	12,419	16,557	15,475	18,335	15,594
-	-	(2)	(27)	(425)	-
<u>161,329</u>	<u>210,252</u>	<u>292,087</u>	<u>200,319</u>	<u>221,324</u>	<u>227,217</u>
<u>\$ 273,504</u>	<u>\$ 311,892</u>	<u>\$ 368,640</u>	<u>\$ 275,602</u>	<u>\$ 294,672</u>	<u>\$ 291,562</u>

MULTNOMAH COUNTY, OREGON
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Revenues				
Taxes	\$ 982,674	\$ 963,932	\$ 927,993	\$ 602,160
Payments in lieu of taxes	402	360	603	349
Intergovernmental	1,027,342	1,040,917	889,554	758,667
Licenses and permits	49,880	47,369	53,102	40,317
Charges for services	30,652	30,478	30,636	142,611
Interest	50,285	33,105	5,679	4,976
Miscellaneous	171,804	139,678	94,856	138,392
Total revenues	<u>2,313,039</u>	<u>2,255,839</u>	<u>2,002,423</u>	<u>1,687,472</u>
Expenditures				
Current:				
General government	159,528	168,502	124,789	109,840
Health services	247,198	235,275	182,953	304,299
Social services	928,511	810,055	693,605	611,721
Public safety and justice	347,723	332,224	300,378	299,249
Community services	130,443	99,829	67,557	34,152
Library	131,124	95,192	93,959	82,499
Roads, bridges, and bike path improvements	78,851	76,244	81,881	72,247
Capital outlay	140,020	115,196	68,709	29,412
Debt service:				
Principal	75,214	70,463	70,306	23,600
Interest	42,513	41,401	43,508	31,301
Total expenditures	<u>2,281,125</u>	<u>2,044,381</u>	<u>1,727,645</u>	<u>1,598,320</u>
Revenues over (under) expenditures	<u>31,914</u>	<u>211,458</u>	<u>274,778</u>	<u>89,152</u>
Other Financing Sources (Uses)				
Transfers in	124,956	161,269	104,480	104,405
Transfers out	(124,660)	(159,222)	(113,354)	(104,008)
Proceeds from sale of capital assets	27	85	6	10
Issuance of debt	-	25,095	5,300	389,751
Debt Restructuring	-	-	-	89,580
Right-of-use financing	392	5,144	-	-
Premium on long-term debt	-	-	-	51,291
Loan remittances	-	-	(16)	-
Total other financing sources (uses)	<u>715</u>	<u>32,371</u>	<u>(3,584)</u>	<u>531,029</u>
Net change in fund balances	<u>\$ 32,629</u>	<u>\$ 243,829</u>	<u>\$ 271,194</u>	<u>\$ 620,181</u>
Debt service as a percentage of noncapital expenditures	<u>5.5%</u>	<u>5.8%</u>	<u>6.9%</u>	<u>3.5%</u>



Source: Current and prior years' financial statements

	2020	2019	2018	2017	2016	2015
\$	577,047	\$ 574,385	\$ 553,499	\$ 519,718	\$ 503,745	\$ 470,486
	384	519	601	568	517	659
	423,403	589,112	468,765	456,252	376,935	369,654
	29,730	30,309	31,894	31,999	30,059	29,113
	139,738	132,878	112,662	125,090	129,206	86,212
	9,130	10,226	5,988	3,172	1,898	2,024
	139,745	132,445	100,482	101,207	99,840	98,031
	<u>1,319,177</u>	<u>1,469,874</u>	<u>1,273,891</u>	<u>1,238,006</u>	<u>1,142,200</u>	<u>1,056,179</u>
	148,955	128,807	142,156	128,043	77,333	79,363
	293,347	284,840	267,459	273,545	257,759	171,896
	243,530	221,836	262,382	246,614	237,085	259,391
	308,522	289,023	276,142	261,961	261,326	240,126
	56,816	237,941	92,331	90,065	52,927	42,226
	86,212	81,635	70,208	67,682	65,206	62,673
	69,688	63,277	68,595	59,320	55,292	53,269
	107,972	199,990	142,965	94,026	86,450	74,973
	25,033	39,964	32,880	35,368	22,437	22,731
	31,808	14,230	12,426	11,130	20,785	22,407
	<u>1,371,883</u>	<u>1,561,543</u>	<u>1,367,544</u>	<u>1,267,754</u>	<u>1,136,600</u>	<u>1,029,055</u>
	<u>(52,706)</u>	<u>(91,669)</u>	<u>(93,653)</u>	<u>(29,748)</u>	<u>5,600</u>	<u>27,124</u>
	114,282	123,285	126,573	107,493	106,193	103,198
	(113,050)	(128,171)	(126,108)	(102,084)	(109,692)	(104,280)
	24	39,700	5,018	3,837	9	276
	16,129	107	181,208	1,432	1,000	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	<u>17,385</u>	<u>34,921</u>	<u>186,691</u>	<u>10,678</u>	<u>(2,490)</u>	<u>(806)</u>
\$	<u>(35,321)</u>	<u>(56,748)</u>	<u>93,038</u>	<u>(19,070)</u>	<u>3,110</u>	<u>26,318</u>
	<u>4.5%</u>	<u>4.0%</u>	<u>3.7%</u>	<u>4.0%</u>	<u>4.1%</u>	<u>4.7%</u>

Source: Current and prior years' financial statements

MULTNOMAH COUNTY, OREGON
Program Revenues by Function/Program
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(accrual basis of accounting)
(unaudited)

Function/Program	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Governmental activities:				
General government	\$ 108,394	\$ 167,654	\$ 116,241	\$ 112,957
Health services	125,301	129,378	96,040	221,327
Social services	800,702	793,180	685,059	541,653
Public safety and justice	66,249	72,897	70,716	76,698
Community services	24,033	27,065	22,208	20,910
Library	7,458	7,059	6,482	5,034
Roads and bridges	94,492	101,748	106,230	84,011
Total governmental activities	<u>1,226,629</u>	<u>1,298,981</u>	<u>1,102,976</u>	<u>1,062,590</u>
Business-type activities:				
Health Department FQHC	188,271	181,449	164,268	-
Dunthorpe-Riverdale Service District No. 1	25	14	40	32
Mid-Multnomah County Street Lighting				
Service District No. 14	150	7	15	303
Behavioral Health Managed Care	195	303	385	7,179
Total business-type activities	<u>188,641</u>	<u>181,773</u>	<u>164,708</u>	<u>7,514</u>
Total primary government	<u><u>\$ 1,415,270</u></u>	<u><u>\$ 1,480,754</u></u>	<u><u>\$ 1,267,684</u></u>	<u><u>\$ 1,070,104</u></u>

Source: Current and prior years' financial statements

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	113,538	\$ 102,776	\$ 74,698	\$ 79,161	\$ 78,014	\$ 87,840
	206,924	203,720	178,702	210,508	181,336	126,335
	176,498	147,255	248,955	201,187	184,797	205,639
	119,135	139,242	100,627	78,917	88,203	63,252
	18,062	195,611	13,358	42,309	9,393	6,684
	25,494	4,507	3,915	5,273	5,474	7,035
	76,301	72,425	95,689	93,508	64,065	92,627
	<u>735,952</u>	<u>865,536</u>	<u>715,944</u>	<u>710,863</u>	<u>611,282</u>	<u>589,412</u>
	-	-	-	-	-	-
	50	889	722	730	896	893
	24	481	449	723	453	454
	26,633	37,268	37,169	34,767	61,700	71,149
	<u>26,707</u>	<u>38,638</u>	<u>38,340</u>	<u>36,220</u>	<u>63,049</u>	<u>72,496</u>
\$	<u>762,659</u>	<u>\$ 904,174</u>	<u>\$ 754,284</u>	<u>\$ 747,083</u>	<u>\$ 674,331</u>	<u>\$ 661,908</u>

MULTNOMAH COUNTY, OREGON
Tax Revenues by Source, Governmental Funds
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)

Year	Property Taxes	Business Income Taxes	Transient Lodging Taxes	Motor Vehicle Rental Taxes	County Gasoline Taxes	Personal Income Taxes	Heavy Equipment Rental	Other Taxes (2)	Total
2015	\$ 329,437	\$ 73,825	\$ 29,692	\$ 30,450	\$ 6,822	\$ 63		\$ 886	\$ 471,175
2016	348,238	80,710	34,341	33,039	7,215	15	-	711	504,269
2017	359,043	84,450	35,237	33,839	7,086	9	-	622	520,286
2018	383,075	93,400	34,806	35,018	6,970	11	-	786	554,066
2019	390,396	99,500	59,296	42,192	6,920	5	-	519	598,828
2020	406,450	104,300	31,895 (2)	28,206	6,192	3	-	384	577,428
2021	425,856	136,242	12,876	20,324	6,025	-	835	349	602,507
2022	500,975	169,300	25,580	38,173	6,408	187,112 (1)	369	603	928,519
2023	521,531	162,000	33,126	41,019	6,184	199,478	559	396	964,293
2024	560,324	152,700	32,741	43,646	5,730	187,042	456	437	983,076

(1) Preschool for all personal income tax began collections in fiscal year 2022

(2) Restatement prior years

MULTNOMAH COUNTY, OREGON
Assessed Valuation and Actual Values of Taxable Property
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)

<u>Year</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Public Utility Property</u>	<u>Personal Property</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate (1)</u>	<u>Estimated Real Market Value</u>
2015	\$ 38,871,143	\$ 19,435,231	\$ 3,004,706	\$ 2,208,621	\$ 63,519,701	5.34 %	\$ 108,173,728
2016	40,298,453	20,452,051	3,095,038	2,296,521	66,142,063	5.43	119,581,740
2017	41,591,891	21,404,366	3,437,762	2,397,666	68,831,685	5.38	139,355,901
2018	42,999,453	22,889,841	3,725,018	2,498,622	72,112,934	5.38	158,551,847
2019	44,465,359	23,334,977	4,028,504	2,552,244	74,381,084	5.40	172,752,206
2020	46,166,387	24,692,491	3,974,266	2,775,834	77,608,978	5.42	176,570,949
2021	47,837,367	26,186,458	4,411,988	2,706,736	81,142,549	5.42	184,073,899
2022	50,507,284	27,642,418	4,334,378	2,805,107	85,289,187	6.04	194,225,707
2023	52,503,844	29,235,619	4,518,193	2,923,203	89,180,859	6.06	208,981,196
2024	56,468,386	31,539,772	4,678,484	3,788,199	96,474,841	6.04	210,676,846

(1) See Property Tax Rates - Direct and Overlapping Governments, Total Direct Rates

MULTNOMAH COUNTY, OREGON
Property Tax Levies and Collections
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Fiscal Year (Original Levy)</u>	<u>Adjustments</u>	<u>Total Adjusted Levy</u>	<u>Collected within the Fiscal Year of the Levy</u>		<u>Collections Subsequent Years</u>	<u>Total Collections to Date</u>	
				<u>Amount</u>	<u>Percentage of Levy</u>		<u>Amount</u>	<u>Percentage of Levy</u>
2015	\$ 269,118	\$ (7,620)	\$ 261,498	\$ 255,164	94.81 %	\$ 5,702	\$ 260,866	96.93 %
2016	284,628	(8,129)	276,499	270,282	94.96	4,669	274,951	96.60
2017	292,298	(8,575)	283,723	278,093	95.14	3,735	281,828	96.42
2018	305,936	(13,615)	292,321	291,133	95.16	2,105	293,238	95.85
2019	315,817	(10,376)	305,441	302,313	95.72	2,578	304,891	96.54
2020	329,763	(11,013)	318,750	319,223	96.80	2,685	321,908	97.62
2021	344,366	(10,215)	334,151	329,937	95.81	2,412	332,349	96.51
2022	414,789	(12,147)	402,642	398,222	96.01	1,877	400,099	96.46
2023	435,093	(12,656)	422,437	416,382	95.70	2,395	418,777	96.25
2024	468,948	(17,477)	451,471	444,068	94.69	-	444,068	94.69

Source: Current and prior years' financial statements, Multnomah County Division of Assessment and Taxation

MULTNOMAH COUNTY, OREGON
Property Tax Rates - Direct and Overlapping Governments (1)
Last Ten Fiscal Years
(Per \$1,000 of Assessed Valuation)
(unaudited)

Year	Multnomah County Direct Rates				Overlapping Rates						
	General	Special Revenue	Debt Service	Total	Cities	Special Purpose Districts	Education Districts	Water Districts	Rural Fire Districts	Urban Renewal Districts	Total
2015	\$ 4.10	\$ 1.14	\$ 0.10	\$ 5.34	\$ 6.41	\$ 0.67	\$ 8.29	\$ 0.01	\$ 0.08	\$ 2.02	\$ 22.82
2016	4.17	1.17	0.09	5.43	6.46	0.61	8.41	0.01	0.08	1.99	22.99
2017	4.20	1.18	-	5.38	6.52	0.63	8.53	0.01	0.08	2.12	23.27
2018	4.20	1.18	-	5.38	6.66	0.65	9.59	0.01	0.08	2.31	24.68
2019	4.20	1.20	-	5.40	6.73	0.72	9.72	0.01	0.08	2.41	25.07
2020	4.21	1.21	-	5.42	6.65	0.92	9.62	0.01	0.07	2.40	25.09
2021	4.20	1.22	-	5.42	6.85	0.84	9.64	0.01	0.07	2.40	25.23
2022	4.20	1.22	0.62	6.04	7.58	0.84	9.62	0.01	0.07	1.86	26.02
2023	4.22	1.22	0.62	6.06	7.41	0.83	9.58	0.01	0.07	1.73	25.69
2024	4.24	1.22	0.58	6.04	7.36	0.82	9.44	0.01	0.07	0.78	24.52

(1) These are average rates and are stated in dollars and cents.

MULTNOMAH COUNTY, OREGON
Principal Taxpayers
Current Calendar Year and Nine Years Ago
(dollar amounts expressed in thousands)
(unaudited)

Taxpayer	December 31, 2023			Percentage of Total Assessed Valuation
	Tax	Real Property Assessed Valuation (1)	Rank	
Portland General Electric Co.	\$ 15,025	\$ 821,884	1	0.85 %
Port of Portland	18,103	775,712	2	0.80
Pacificorp (PP&L)	14,137	752,878	3	0.78
Microstar Keg Managment LLC	13,572	715,422	4	0.74
Boeing Company	8,012	471,887	5	0.49
Alaska Airlines Inc.	6,789	398,193	6	0.41
Comcast Corporation	8,395	360,420	7	0.37
Weston Investment Co LLC	8,519	344,594	8	0.36
Verizon Communications Inc	4,125	222,797	9	0.23
Northwest Natural Gas Co	4,126	221,729	10	0.23
Totals	<u>\$ 100,803</u>	<u>\$ 5,085,516</u>		<u>5.26 %</u>

Total Assessed Valuation \$ 96,474,841

Taxpayer	December 31, 2014			Percentage of Total Assessed Valuation
	Tax	Real Property Assessed Valuation (1)	Rank	
Port of Portland	\$ 11,291	\$ 525,774	1	0.83 %
Comcast Corporation	8,847	455,634	2	0.72
Portland General Electric Co.	7,427	446,668	3	0.70
Pacificorp (PP&L)	5,565	329,198	4	0.52
Weston Investment Co LLC	5,682	255,154	5	0.40
Alaska Airlines Inc.	4,210	254,800	6	0.40
Evraz Inc NA	3,885	219,673	7	0.35
Boeing Company	3,520	213,690	8	0.34
AT&T, inc	3,174	187,934	9	0.30
Centurylink	2,980	176,446	10	0.28
Totals	<u>\$ 56,581</u>	<u>\$ 3,064,971</u>		<u>4.84 %</u>

Total Assessed Valuation \$ 63,519,701

(1) Assessed valuation based on the valuation of property for tax collection years 2023-24 and 2014-15 respectively.

Source: Multnomah County Division of Assessment and Taxation

MULTNOMAH COUNTY, OREGON
Computation of Direct and Overlapping Debt
For the Year Ended June 30, 2024
(dollar amounts expressed in thousands)
(unaudited)

<u>Overlapping District (1)</u>	<u>Gross (2) Property-tax Backed Debt</u>	<u>Net (3) Property-tax Backed Debt</u>	<u>Percent (4) Overlapping</u>	<u>Total Overlapping Debt</u>
Burlington Water District	\$ 972	\$ 972	100.00 %	972
City of Fairview	11,162	5,847	100.00	5,847
City of Gresham	42,630	26,350	100.00	26,350
City of Lake Oswego	206,615	81,695	4.44	3,629
City of Milwaukie	54,727	53,102	0.66	350
City of Portland	711,815	401,515	99.65	400,096
City of Troutdale	3,515	3,515	100.00	3,515
City of Wood Village	2,375	2,375	100.00	2,375
Clackamas County ESD	26,604	26,604	0.05	13
Clackamas County RFPD #1	29,382	21,642	0.13	29
Clackamas County SD 7J (Lake Oswego)	365,400	365,400	0.27	982
Columbia County SD 1J (Scappoose)	14,835	14,835	20.63	3,060
Corbett Water District	205	205	100.00	205
Lusted Water District	385	385	100.00	385
Metro	774,190	765,485	47.76	365,595
Mt Hood Community College	96,230	69,765	81.43	56,813
Multnomah County RFPD 10	381	381	100.00	381
Multnomah County SD 10J (Gresham-Barlow)	276,270	276,270	83.36	230,299
Multnomah County RFPD 14	4,445	4,445	100.00	4,445
Multnomah County SD 1 (Portland)	1,858,703	1,858,703	99.37	1,846,993
Multnomah County SD 28J (Centennial)	62,247	62,247	90.61	56,403
Multnomah County SD 3 (Parkrose)	85,971	85,971	100.00	85,971
Multnomah County SD 39 (Corbett)	4,470	4,470	100.00	4,470
Multnomah County SD 40 (David Douglas)	183,003	183,003	100.00	183,003
Multnomah County SD 51J (Riverdale)	9,692	9,692	94.98	9,205
Multnomah County SD 7 (Reynolds)	147,122	146,836	100.00	146,836
Multnomah ESD	75,677	59,432	98.06	58,280
Northwest Regional ESD	13,268	13,060	0.56	73
Pleasant Home Water District	1,010	1,010	93.07	940
Port of Portland	32,210	0	-	0
Portland Community College	652,810	617,155	45.50	280,820
Tualatin Valley Fire & Rescue District	53,760	48,930	1.31	642
Valley View Water District	918	918	100.00	918
Washington County SD 1J (Hillsboro)	464,345	464,345	-	16
Washington County SD 48J (Beaverton)	1,072,094	1,072,094	0.33	3,485
Subtotal, overlapping debt	\$ 7,339,438	\$ 6,748,654		\$ 3,783,396
Multnomah County direct debt	\$ 603,100	\$ 509,757	100.00	\$ 603,100
Total direct and overlapping debt				<u>\$ 4,386,496</u>

(1) The overlapping debt calculation was performed by Municipal Debt Advisory Commission as of June 30, 2024.

(2) Gross Property-tax Backed Debt includes all General Obligation (GO) bonds and Full Faith & Credit bonds, including premiums, lease obligations, subscription based information technology arrangements, and loans payable.

(3) Net Property-tax Backed Debt is Gross Property-tax Backed Debt less Self-supporting Unlimited Tax GO and less Self-supporting Full Faith & Credit debt.

(4) Percent overlapping equals the RMV of the overlapping area of the overlapping district divided by the RMV of the County.

Source: Municipal Debt Advisory Commission, Oregon State Treasury

MULTNOMAH COUNTY, OREGON
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(unaudited)

Fiscal Year	Governmental Activities					Total Primary Government	Percentage of Personal Income (2)	Per Capita
	General Obligation Bonds (1)	Right-of-Use Obligations	Full Faith and Credit Bonds (1)	Loans Payable	Lines of Credit Payable			
2015	\$ 12,961	\$ 1,191	\$ 299,648	\$ 2,723	\$ -	\$ 316,523	0.81 %	407
2016	6,601	2,477	281,674	3,520	-	294,272	0.71	372
2017	-	2,016	252,520	3,289	-	257,825	0.58	321
2018	-	1,736	398,059	3,466	-	403,261	0.86	496
2019	-	1,536	355,698	3,358	-	360,592	0.67	403
2020	-	1,329	344,351	3,191	-	348,871	0.65	388
2021	431,386	1,116	311,700	2,914	2,730	749,846	1.44	919
2022	387,440	50,233 (3)	286,087	2,658	-	726,418	1.29	897
2023	337,923	59,253 (3)	283,590	2,392	-	683,158	1.21	843
2024	286,421	60,168 (3)	254,395	2,116	-	603,100	1.08	749

Note: 2024 percentages calculated using 2022 personal income data, which is the most recent available. And per capita is calculated using 2022 population data, which is the most recent available.

(1) Amounts shown are net of associated discounts or premiums.

(2) See population and personal income data on Demographic and Economic Statistics schedule.

(3) Prior to 2022 this section was "Capitalized Lease Obligations". In 2022 GASB 87 for leases was implemented and in 2023 GASB 96 for software subscriptions was implemented. GASB 87 leases and GASB 96 SBITAs are both right-of-use obligations.

MULTNOMAH COUNTY, OREGON
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(dollar amounts expressed in thousands, except per capita)
(unaudited)

Fiscal Year	General Obligation Bonds (1)	Less: Amounts Restricted to Repaying Principal	Total	Percentage of Personal Income (2)	Percentage of Actual Taxable Value of Property (3)	Per Capita (2)
2015	\$ 12,961	\$ (5,947)	\$ 7,014	0.02 %	0.01 %	\$ 7
2016	6,601	(5,905)	696	-	-	-
2017	- (4)	-	-	-	-	-
2018	- (4)	-	-	-	-	-
2019	- (4)	-	-	-	-	-
2020	- (4)	-	-	-	-	-
2021	431,386	-	431,386	0.83	0.53	528
2022	387,440	-	387,440	0.69	0.45	478
2023	337,923	-	337,923	0.60	0.38	417
2024	286,421	-	286,421	0.51	0.30	420

Note: 2024 percentage calculated using 2022 personal income data, which is the most recent available.

(1) Amounts shown are net of associated discounts or premiums.

(2) See population and personal income data on Demographic and Economic Statistics schedule.

(3) See taxable assessed value schedule on Assessed Valuation and Actual Values of Taxable Property schedule.

(4) No general obligation bonds outstanding

Source: Current and prior year financial statements, Multnomah County Division of Assessment and Taxation, Center for Population Research and Census at Portland State University, and US Department of Commerce-Bureau of Economic Analysis

MULTNOMAH COUNTY, OREGON
Legal Debt Margin Information
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(unaudited)

ORS 287A.100 provides a debt limit on general obligation bonds of 2 percent of the real market value of all taxable property within the County's boundaries. This became effective January 1, 2008 superseding ORS 287.054.

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Real market value	\$ 210,676,846	\$ 208,981,196	\$ 194,225,707	\$ 184,073,899
Debt limit rate	2.00%	2.00%	2.00%	2.00%
Debt limit	4,213,537	4,179,624	3,884,514	3,681,478
Less bonded debt at June 30	261,090	306,240	349,405	387,000
Legal debt margin	<u>\$ 3,952,447</u>	<u>\$ 3,873,384</u>	<u>\$ 3,535,109</u>	<u>\$ 3,294,478</u>

Total net debt applicable to the limit as a percentage of debt limit. 6.20 % 7.33 % 8.99 % 10.51 %

ORS 287A.105 provides a debt limit on full faith and credit bonds of 1 percent of the real market value of all taxable property within the County's boundaries. This became effective January 1, 2008 superseding ORS 287.053.

Real market value	\$ 210,676,846	\$ 208,981,196	\$ 194,225,707	\$ 184,073,899
Debt limit rate	1.00%	1.00%	1.00%	1.00%
Debt limit	2,106,768	2,089,812	1,942,257	1,840,739
Less bonded debt at June 30	218,097	241,240	237,578	256,922
Legal debt margin	<u>\$ 1,888,671</u>	<u>\$ 1,848,572</u>	<u>\$ 1,704,679</u>	<u>\$ 1,583,817</u>

Total net debt applicable to the limit as a percentage of debt limit. 10.35 % 11.54 % 12.23 % 13.96 %

ORS 238.694 provides a debt limit on revenue bonds to finance pension liabilities of 5 percent of the real market value of all taxable property within the County's boundaries.

Real market value	\$ 210,676,846	\$ 208,981,196	\$ 194,225,707	\$ 184,073,899
Debt limit rate	5.00%	5.00%	5.00%	5.00%
Debt limit	10,533,842	10,449,060	9,711,285	9,203,695
Less bonded debt at June 30	27,098	31,979	36,968	42,066
Legal debt margin	<u>\$ 10,506,744</u>	<u>\$ 10,417,081</u>	<u>\$ 9,674,317</u>	<u>\$ 9,161,629</u>

Total net debt applicable to the limit as a percentage of debt limit. 0.26 % 0.31 % 0.38 % 0.46 %

Source: Current and prior years' financial statements, Multnomah County Division of Assessment and Taxation

2020	2019	2018	2017	2016	2015
\$ 176,570,949	\$ 172,752,206	\$ 158,551,847	\$ 139,355,901	\$ 119,581,740	\$ 108,173,728
2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
3,531,419	3,455,044	3,171,037	2,787,118	2,391,635	2,163,475
-	-	-	-	5,905	11,570
<u>\$ 3,531,419</u>	<u>\$ 3,455,044</u>	<u>\$ 3,171,037</u>	<u>\$ 2,787,118</u>	<u>\$ 2,385,730</u>	<u>\$ 2,151,905</u>

- % - % - % - % 0.25 % 0.53 %

\$ 176,570,949	\$ 172,752,206	\$ 158,551,847	\$ 139,355,901	\$ 119,581,740	\$ 108,173,728
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
1,765,709	1,727,522	1,585,518	1,393,559	1,195,817	1,081,737
344,351	273,440	290,990	140,085	150,690	160,255
<u>\$ 1,421,358</u>	<u>\$ 1,454,082</u>	<u>\$ 1,294,528</u>	<u>\$ 1,253,474</u>	<u>\$ 1,045,127</u>	<u>\$ 921,482</u>

19.50 % 15.83 % 18.35 % 10.05 % 12.60 % 14.81 %

\$ 176,570,949	\$ 172,752,206	\$ 158,551,847	\$ 139,355,901	\$ 119,581,740	\$ 108,173,728
5.00%	5.00%	5.00%	5.00%	5.00%	5.00%
8,828,547	8,637,610	7,927,592	6,967,795	5,979,087	5,408,686
47,274	52,593	74,793	94,263	111,248	118,093
<u>\$ 8,781,273</u>	<u>\$ 8,585,017</u>	<u>\$ 7,852,799</u>	<u>\$ 6,873,532</u>	<u>\$ 5,867,839</u>	<u>\$ 5,290,593</u>

0.54 % 0.61 % 0.94 % 1.35 % 1.86 % 2.18 %

MULTNOMAH COUNTY, OREGON
Demographic and Economic Statistics
Last Ten Fiscal Years
(dollar amounts expressed in thousands, except per capita)
(unaudited)

<u>June 30,</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Income (2)</u>	<u>PMSA* Unemployment Rate (3)</u>
2015	777,490	\$ 38,906,295	\$ 49,230	5.4 %
2016	790,670	41,194,678	51,508	5.1
2017	803,000	44,261,075	54,726	3.8
2018	813,300	46,966,887	57,850	3.6
2019	821,730	49,399,774	60,773	3.9
2020	829,560	52,080,033	63,852	8.0
2021	812,563	56,502,646	70,311	4.7
2022	810,242	55,618,917 (4)	69,954 (4)	3.6
2023	805,007	N/A	N/A	3.5
2024	N/A	N/A	N/A	4.0

N/A: Data was not available for this calendar year.

* Portland Metropolitan Statistical Area

(1) Population Research Center, PSU, 2024 data expected by 11/30/2024

(2) US BEA, Dept of Commerce, Bureau of Economic Analysis

(3) OLMIS, Oregon Labor Market Information System

(4) Most recent information available is December 2022

MULTNOMAH COUNTY, OREGON
Principal Employers
Current Year and Nine Years Ago
(unaudited)

Fiscal Year 2023-2024			
Employer	Employees	Rank	Percentage of Total PMSA* Employment
Intel Corporation	23,192	1	1.85 %
Oregon Health & Science University	20,917	2	1.66
Providence Health & Services	20,700	3	1.65
Kaiser Permanente	13,086	4	1.04
Nike, Inc.	10,700	5	0.85
Fred Meyer Stores	9,000	6	0.72
Portland Public Schools	7,638	7	0.61
City of Portland	6,631	8	0.53
Multnomah County	5,626	9	0.45
Beaverton School District	5,432	10	0.43
Total	122,922		9.79 %

Total PMSA* employment 1,256,400 (1)

Fiscal Year 2014-15			
Employer	Employees	Rank	Percentage of Total PMSA* Employment
Intel Corporation	17,500	1	1.57 %
U.S. Federal Government	17,500	2	1.57
Providence Health System	15,239	3	1.36
Oregon Health and Science University	14,616	4	1.31
State of Oregon	14,200	5	1.27
Kaiser Permanente Northwest	11,881	6	1.06
Legacy Health System	10,436	7	0.93
Fred Meyer Stores	10,237	8	0.92
City of Portland	8,558	9	0.77
Nike, Inc.	8,000	10	0.72
Total	128,167		11.48 %

Total PMSA* employment 1,117,500

* Portland Metropolitan Statistical Area (PMSA)
(1) As of July 2024

MULTNOMAH COUNTY, OREGON
Full Time Equivalent (FTE) County Employees
by Function/Program and Bargaining Unit
(dollar amounts expressed in thousands)
(unaudited)

Function/Program	2024	2023 (1)	2022 (1)	2021
Governmental activities:				
General government	914	900	825	817
Health services	868	843	806	1,372
Social services	1,048	1,051	1,022	920
Public safety and justice	1,395	1,403	1,383	1,390
Community services	55	45	37	17
Library	504	487	504	340
Roads and bridges	106	98	100	95
Total governmental activities	<u>4,890</u>	<u>4,827</u>	<u>4,677</u>	<u>4,951</u>
Business-type activities:				
Health Department FQHC	637	601	582	-
Behavioral health	-	-	-	-
Total business-type activities	<u>637</u>	<u>601</u>	<u>582</u>	<u>-</u>
Total primary government budgeted FTE	<u><u>5,527</u></u>	<u><u>5,428</u></u>	<u><u>5,259</u></u>	<u><u>4,951</u></u>
MULTNOMAH COUNTY EMPLOYEES				
Management and exempt	918	883	846	791
Bargaining units:				
Multnomah County Employees Union - Local 88 and Physicians & Psychiatrists Unit - Local 88-2, AFSCME AFL-CIO	3,583	3,475	3,385	3,648
International Brotherhood of Electrical Workers (IBEW) - Local 48, AFL-CIO	28	26	26	28
International Union of Operating Engineers - Local 701, AFL-CIO	17	15	16	15
International Union of Painters and Allied Trades - District Council 5, Local 1094, AFL-CIO	-	1	1	1
Multnomah County Corrections Deputy Association (MCCDA)	382	387	383	395
Multnomah County Deputy Sheriff's Association (MCDSA)	114	120	109	111
Oregon Nurses Association (ONA)	147	149	149	258
Multnomah County Employees Union - Juvenile Custody Services Specialists Unit (JCSS) - Local 88-6, AFSCME AFL-CIO	45	48	52	105
Multnomah County Prosecuting Attorneys Association	89	84	81	73
Federation of Oregon Parole and Probation Officers (FOPPO)	97	100	102	109
Total bargaining units	<u>4,502</u>	<u>4,405</u>	<u>4,304</u>	<u>4,743</u>
Temporary County employees	80	113	107	64
Total actual County employees	<u><u>5,500</u></u>	<u><u>5,401</u></u>	<u><u>5,257</u></u>	<u><u>5,598</u></u>

(1) 2022 and 2023 were updated in 2024

2020	2019	2018	2017	2016	2015
812	798	767	669	679	654
1,295	1,312	1,439	1,373	1,411	1,039
769	735	639	643	682	846
1,439	1,463	1,536	1,472	1,531	1,532
15	17	183	88	78	73
354	369	545	515	504	514
115	124	102	110	128	130
<u>4,799</u>	<u>4,818</u>	<u>5,211</u>	<u>4,870</u>	<u>5,013</u>	<u>4,788</u>
-	-	-	-	-	-
-	-	1	3	3	3
-	-	1	3	3	3
<u>4,799</u>	<u>4,818</u>	<u>5,212</u>	<u>4,873</u>	<u>5,016</u>	<u>4,791</u>
<u>796</u>	<u>782</u>	<u>796</u>	<u>816</u>	<u>778</u>	<u>740</u>
3,112	3,260	3,081	3,081	3,217	3,013
21	24	23	24	19	19
15	15	16	15	14	13
-	1	1	1	1	1
332	409	411	420	433	429
95	124	126	113	110	89
238	224	208	186	229	196
91	108	58	59	62	70
68	72	74	75	77	78
92	122	122	128	129	128
<u>4,064</u>	<u>4,359</u>	<u>4,120</u>	<u>4,102</u>	<u>4,291</u>	<u>4,036</u>
<u>59</u>	<u>105</u>	<u>256</u>	<u>489</u>	<u>1,119</u>	<u>1,215</u>
<u>4,919</u>	<u>5,246</u>	<u>5,172</u>	<u>5,407</u>	<u>6,188</u>	<u>5,991</u>

MULTNOMAH COUNTY, OREGON
Operating Indicators by Function/Program
Last Ten Fiscal Years
(unaudited)

FUNCTION/PROGRAM	2024	2023	2022
Governmental Activities:			
General Government			
Number of property tax accounts - residential	235,263	234,303	233,838
Number of property tax accounts - personal	11,097	11,441	11,544
Number of property tax accounts - commercial	14,182	14,295	14,327
Number of marriage licenses issued	5,744	6,263	5,732
Health Services			
Total clinic visits (a)	-	-	-
County residents who rate their health good or better	87 %	87 %	84 %
Environmental health inspections	11,919	12,320	10,272
Women, infants, and children (WIC) served in the WIC program	19,662	20,045	19,141
Flu vaccinations at health clinics	10,459	19,321	9,448
Social Services			
Households that have received assistance with energy bills	18,193	31,015	18,834
Clients with developmental disabilities served	3,012	2,717	2,606
Senior and physically disabled clients served	2,641	2,582	2,340
Alcohol and drug treatment clients	2,266	2,051	2,087
Early childhood mental health clients	4,713	5,483	4,715
Families and children served in early childhood programs	1,544	2,106	2,143 (b)
Students enrolled in extended day school activities	16,397	16,472	21,888 (c)
People newly placed in housing	5,477	4,266	4,406 (d)
Total people enrolled in housing programs	15,074	13,686	13,190 (d)
Total people enrolled in prevention programs	18,802	30,087	35,549 (d)
Public Safety and Justice			
Sheriff:			
Responses to calls for services	58,572	57,084	57,807
Number of arrests (parts 1, 2 and 3 crimes)	3,146	2,350	2,532
Corrections:			
Number of inmates booked	19,531	15,142	12,854
Average daily jail population	902	854	795
Average length of jail stay in days	17	21	23
Number of transports to courthouse	4,773	4,488	3,885
Juvenile:			
Youth admitted to detention center	233	241	179
Monthly average length of stay in days in youth detention center	26	26	30
Community service hours completed	642	830	1,184
Monthly average number of youth on supervision/probation	390	344	303

(a) Beginning in 2022, clinics were transferred from Health Services in governmental activities to Health Department FQHC in business-type activities

(b) Corrected count from Students enrolled in extended day school activities

(c) Corrected count from Families served in early childhood programs

(d) Beginning in 2022 Joint Office of Homeless Services

(e) Values updated in current fiscal year ended June 30, 2024

Sources: Multnomah County Departments, Service Efforts and Accomplishments Social and Health Services, Service Efforts and Accomplishments Public Safety, current and prior year financial statements

2021	2020	2019	2018	2017	2016	2015
233,211 (e)	232,436 (e)	233,744 (e)	232,503 (e)	231,873	243,358	243,036
11,988 (e)	12,228 (e)	35,535 (e)	50,251 (e)	61,078	65,070	64,215
14,450 (e)	14,586 (e)	17,590 (e)	17,673 (e)	17,852	33,574	33,682
4,551	5,891	6,825	6,906	7,676	7,899	7,766
258,226	236,451	289,493	314,865	328,255	312,735	309,484
84	84 %	84 %	86 %	86 %	85 %	83 %
5,804	10,438	14,156	14,733	14,574	13,425	12,850
18,851	17,601	21,290	22,613	24,458	25,706	28,400
10,442	10,440	15,225	15,875	16,028	18,052	25,127
18,834	14,567	18,156	17,287	17,555	21,169	17,340
2,702	4,569	6,072	6,033	5,706	5,566	5,383
2,360	216	N/A	N/A	N/A	N/A	60,753
2,205	N/A	3,953	3,925	3,519	2,450	2,266
3,566	3,587	3,623	3,642	3,644	5,564	5,485
8,936	1,505	869	998	935	1,291	1,218
75,837	19,202	22,598	22,383	24,552	31,589	24,270
55,369	60,026	64,426	63,310	56,661	59,063	54,350
2,639	3,174	3,657	3,374	3,234	3,136	N/A
12,080	24,294	31,971	31,795	30,896	34,421	35,952
734	988	1,074	1,087	1,077	1,193	1,145
20	14	13	13	13	13	12
2,236	5,923	14,410	15,793	19,335	19,035	19,200
200	362	456	539	1,304	1,504	1,508
42.0	22.0	15.5	24.1	12	12	13
2,012	7,592	5,530	6,395	2,890	3,780	4,446
385	533	546	75	315	343	350

(continued)

MULTNOMAH COUNTY, OREGON
Operating Indicators by Function/Program
Last Ten Fiscal Years
(unaudited)

(continued)	2024	2023	2022
FUNCTION/PROGRAM			
Public Safety and Justice (continued)			
Adult:			
Community service hours completed	20,013	14,529	11,328
Adults participating in educational classes	-	-	-
Clients receiving GEDs	-	-	-
Average no. adults on probation & post-prison supervision/month	4,127	4,184	4,445
District Attorney:			
Cases of adult criminal activity prosecuted	9,327	7,052	6,529
Juvenile delinquency cases prosecuted	501	409	357
Hours of Community Court community service completed	-	-	-
Community Services			
Number of registered voters	571,720	560,352	558,106
Number of votes cast in last general election (a)	210,579	368,674	203,930
Percent of registered voters who voted in last general election	37 %	66 %	37 %
Animal control - total intake - dogs and cats	5,722	5,278	3,946
Bike lanes and legends (linear) (b)	7	7	-
Library			
New library cards issued annually	48,443	50,747	54,713
Total circulation	16,980,735	16,723,993	16,506,308
Borrowers who used their cards in last three years (c)	350,602	347,856	361,923
Library satisfaction (d)	N/A %	97.0 %	N/A
Web site visits/hits (e)	2,659,941	2,896,302	2,711,344
Business-type Activities:			
Health Department FQHC			
Total clinic visits (f)	211,615	207,338	271,971
Dunthorpe-Riverdale Service District No. 1			
Sewage disposal - number of accounts	571	571	567
Mid-Multnomah County Street Lighting Service District No. 14			
Lighting - number of accounts	7,876	7,962	7,876

(a) Community Service general elections are held in November on even years.

(b) Beginning in fiscal year 2023, Department of Community Services began tracking data related to bike path improvements

(c) Cardholder count is lower due to correction of a long-standing overcount.

(d) Library satisfaction is from a patron survey beginning in 2012 (not taken in 2020 or 2021). Satisfaction rating is percent of respondents that found library materials of interest starting in fiscal year 2004.

(e) Website visits 2015 and prior include catalog visits

(f) Beginning in 2022, clinics were transferred from Health Services in governmental activities to Health Department FQHC in business-type activities

Sources: Multnomah County Departments, Service Efforts and Accomplishments Social and Health Services, Service Efforts and Accomplishments Public Safety, current and prior year financial statements

2021	2020	2019	2018	2017	2016	2015
576	19,897	31,424	30,915	38,273	59,580	73,787
-	-	-	-	203	225	450
-	-	-	-	29	27	14
5,535	7,366	7,615	8,125	8,463	8,666	8,823
5,873	10,375	12,525	12,562	12,870	15,111	16,273
434	729	893	855	838	808	666
8	1,010	2,260	2,916	2,925	3,589	7,471
571,448	539,385	531,729	513,498	505,145	466,964	441,157
467,632	278,072	383,325	157,932	404,059	302,584	302,584
82 %	52 %	72 %	31 %	80 %	69 %	69
2,939	4,376	5,552	5,382	5,810	5,728	6,433
-	-	-	-	-	-	-
52,555	47,847	52,554	52,685	56,019	59,026	66,884
12,156,497	14,784,837	18,349,763	18,554,896	18,728,761	19,221,448	20,268,163
388,868	404,587	416,935	465,828	444,459	436,476	444,231
N/A	N/A	98.0 %	96.0 %	96.5 %	97.0 %	96.8
2,747,237	2,885,016	3,717,521	3,868,361	4,267,424	4,810,497	5,476,348
-	-	-	-	-	-	-
568	567	565	566	595	595	563
7,895	7,895	7,923	7,928	7,894	7,934	7,952

MULTNOMAH COUNTY, OREGON
Capital Asset and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years
(unaudited)

FUNCTION/PROGRAM	2024	2023	2022
Governmental Activities:			
General Government			
Buildings owned	91	91	89
Buildings leased	72	74	71
Automobiles	280	280	279
Vehicles (excluding automobiles)	361	354	354
Heavy equipment	215	210	181
Health Services			
Health and dental centers	9	9	8
School based health centers	9	9	9
Social Services			
Aging and disability offices	5	6	6
Joint Office of Homeless Services:			
Owned	9	10	9
Leased	6	5	7
Public Safety and Justice			
Sheriff:			
Vehicular patrol units	93	85 (b)	107 (b)
Number of employees (sworn and civilian)	781	747	734
River patrol offices	4	5	3
Corrections:			
Jails:			
Facilities	2	2	2
Population capacity	1,130	1,117	1,117
Community Justice:			
Adult probation and parole offices	5	5	5
Adult housing program offices	-	-	-
Juvenile counseling offices	2	2	2
Library			
Regional branches	5	5	5
Neighborhood branches	13	13	13
Leased branches	5	5	5
Roads, Bridges and Bike Path Improvements			
Miles of streets maintained by County:			
Paved	264	263	263
Unpaved	6	6	6
Bridges:			
Major	6	6	6
Minor	22	23	22
Bike path improvements (a):			
Traffic signals with pedestrian buttons	30	30	-
Pedestrian crossing / crosswalk signals	9	9	-
Bike / pedestrian traffic signs	200	200	-
Curb / ADA ramps	643	643	-

(a) Beginning in fiscal year 2023, Department of Community Services began tracking data related to Bike-path improvements.

2021	2020	2019	2018	2017	2016	2015
80	80	80	80	79	76	77
62	62	62	61	56	57	48
268	270	287	293	294	311	321
354	340	339	321	303	303	267
173	174	95	93	80	80	90
7	7	8	8	8	8	7
11	10	12	12	12	13	13
6	9	9	8	5	5	5
-	-	-	-	-	-	-
-	-	-	-	-	-	-
96	92	90	78	71	78	68
748	773	768	774	764	781	781
4	3	4	3	2	2	2
2	2	2	2	2	2	2
1,117	1,192	1,074	1,086	1,251	1,310	1,310
5	5	5	6	4	5	5
-	-	-	-	-	-	-
2	2	2	2	1	1	1
5	5	5	5	5	5	3
13	13	13	13	13	13	13
5	6	6	6	6	6	6
263	274	274	274	268	268	268
6	24	24	24	29	29	29
6	6	6	6	6	6	6
23	20	20	19	20	20	21
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-

MULTNOMAH COUNTY, OREGON
Capital Asset and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years
(unaudited)

(continued) FUNCTION/PROGRAM	2024	2023	2022
Business-type Activities:			
Dunthorpe-Riverdale Service District No. 1			
Pump stations	1	1	1
Miles of sewer (approximate)	15	15	15
Mid-Multnomah County Street Lighting Service District No. 14			
Street lighting - lights and poles	4,937	4,935	4,931

Source: Multnomah County Departments

2021	2020	2019	2018	2017	2016	2015
1 15	1 15	1 15	1 15	1 15	1 15	1 15
4,912	4,786	4,779	4,738	4,742	4,742	4,535

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AUDIT COMMENTS AND DISCLOSURES

Report of Independent Auditors Required by Oregon State Regulations

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Report of Independent Auditors Required by Oregon State Regulations

The Board of Commissioners
Multnomah County, Oregon

We have audited, 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, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, Federal/State Program Fund, Supportive Housing Fund, and Preschool for All Program Fund of Multnomah County, Oregon (Multnomah County) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Multnomah County's basic financial statements, and have issued our report thereon dated November 15, 2024. Our report includes a reference to other auditors who audited the financial statements of The Library Foundation, a discretely presented component unit, as described in our report on Multnomah County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Compliance

As part of obtaining reasonable assurance about whether Multnomah County's basic financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, including provisions of Oregon Revised Statutes (ORS) as specified in Oregon Administrative Rules (OAR) 162-010-0000 to 162-010-0330, of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion.

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

- Accounting records and internal control
- Public fund deposits
- Indebtedness
- Budget
- Insurance and fidelity bonds
- Programs funded from outside sources
- Highway funds
- Investments
- Public contracts and purchasing

In connection with our testing, nothing came to our attention that caused us to believe Multnomah County was not in substantial compliance with certain provisions of laws, regulations, contracts, and grant agreements, including the provisions of ORS as specified in OAR 162-010-0000 through 162-010-0330 of the Minimum Standards for Audits of Oregon Municipal Corporations except as follows. Multnomah County experienced one over-expenditure in one fund which is disclosed in the notes to the financial statements.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Multnomah County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Multnomah County's internal control. Accordingly, we do not express an opinion on the effectiveness of Multnomah County's internal control.

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

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. Accordingly, this communication is not suitable for any other purpose.

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



Ashley Osten, Partner for
Moss Adams LLP
Portland, Oregon
November 15, 2024

FEDERAL GRANT PROGRAMS

- Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*
- Report of Independent Auditors on Compliance for Each Major Program and Report on Internal Control Over Compliance Required by the Uniform Guidance
- Schedule of Expenditures of Federal Awards
- Notes to Schedule of Expenditures of Federal Awards
- Schedule of Findings and Questioned Costs
- Summary Schedule of Prior Audit Findings for the Fiscal Year Ending June 30, 2022

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Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

The Board of Commissioners
Multnomah County, Oregon

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information and the respective budgetary comparisons for the General Fund, Federal/State Program Fund, Supportive Housing Fund, and Preschool for All Program Fund of Multnomah County, Oregon (Multnomah County) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Multnomah County's basic financial statements, and have issued our report thereon dated November 15, 2024. Our report includes a reference to other auditors who audited the financial statements of The Library Foundation, a discretely presented component unit, as described in our report on Multnomah County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Multnomah County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Multnomah County's internal control. Accordingly, we do not express an opinion on the effectiveness of Multnomah County's internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Multnomah County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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 or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Moss Adams LLP".

Portland, Oregon
November 15, 2024

Report of Independent Auditors on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

The Board of Commissioners
Multnomah County, Oregon

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Multnomah County, Oregon's (Multnomah County) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Multnomah County's major federal programs for the year ended June 30, 2024. Multnomah County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Multnomah County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Multnomah County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Multnomah County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Multnomah County's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Multnomah County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Multnomah County's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Multnomah County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Multnomah County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Multnomah County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2024-001. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on Multnomah County's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Multnomah County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2024-001 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on Multnomah County's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Multnomah County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Moss Adams LLP".

Portland, Oregon
November 15, 2024

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2024

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF AGRICULTURE					
10.185	Local Food for Schools Cooperative Agreement Program	STATE OF OREGON - DEPARTMENT OF EDUCATION	AM23CPLFS000C020	\$ 1,073	\$ -
10.553	School Breakfast Program	STATE OF OREGON - DEPARTMENT OF EDUCATION	227OROR3N1099	40,406	-
10.555	National School Lunch Program	STATE OF OREGON - DEPARTMENT OF EDUCATION	187OROR3N1099/227OROR3N1099	84,799	-
		<i>Total Child Nutrition Cluster</i>		<u>125,205</u>	-
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children	STATE OF OREGON - PUBLIC HEALTH DIVISION	159825	3,630,126	-
10.561	State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	STATE OF OREGON - PUBLIC HEALTH DIVISION	187OROROS2514	142,994	-
		<i>Total SNAP Cluster</i>		<u>142,994</u>	-
10.699	Partnership Agreements	U.S. FOREST SERVICE	22-PA-11062200-008	5,031	-
10.902	Soil and Water Conservation	NATIONAL HEALTHY START ASSOCIATION INC	N/A	10,000	-
		TOTAL DEPARTMENT OF AGRICULTURE		<u>\$ 3,914,429</u>	<u>\$ -</u>
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
14.218	Community Development Block Grants/ Entitlement Grants	U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT	B-20-UW41-0003	\$ 243,026	\$ 204,691
14.218	COVID-19 - Community Development Block Grants	U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT	N/A	120,385	120,385
		<i>Total Community Development Block Grants/Entitlement Grants Cluster</i>		<u>363,411</u>	<u>325,076</u>
14.231	Emergency Solutions Grant Program	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY	E17-DC-41-0001	126,538	78,008
14.231	Emergency Solutions Grant Program	CITY OF PORTLAND - BUREAU OF HOUSING	E-20-MC-41-0003/E-21-MC-41-0003	714,812	437,407
		<i>Total Emergency Solutions Grant Program</i>		<u>841,350</u>	<u>515,415</u>

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2024

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (continued)					
14.241	Housing Opportunities for Persons with AIDS	CITY OF PORTLAND - BUREAU OF HOUSING	ORH21F001	1,903,408	1,873,904
14.241	Housing Opportunities for Persons with AIDS	U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT	ORH150-001/ORH150-002	(16,126)	-
		<i>Total Housing Opportunities for Persons with AIDS</i>		<u>1,887,282</u>	<u>1,873,904</u>
14.251	Economic Development Initiative, Community Project Funding, and Miscellaneous grants	U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT	B-22-CP-OR-0746	1,126,987	894,428
14.267	Continuum of Care Program	U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT	OR0022L0E012215/OR0255D0E012103/OR0026L0E012215/OR0255D0E012204/OR0276L0E012203	3,112,999	1,988,855
14.881	Moving to Work Demonstration	HOME FORWARD	N/A	(161)	-
TOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				\$ 7,331,868	\$ 5,597,678
DEPARTMENT OF THE INTERIOR					
15.227	Distribution of Receipts to State and Local Governments	U.S. DEPARTMENT OF INTERIOR	N/A	\$ 167,559	\$ -
TOTAL DEPARTMENT OF THE INTERIOR				\$ 167,559	\$ -
DEPARTMENT OF JUSTICE					
16.040	Matthew Shepard and James Byrd, Jr. Hate Crimes Education, Investigation and Prosecution Program	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	15PBJA-22-GG-01559-HATE	\$ 90,172	\$ -
16.529	Education, Training, and Enhanced Services to End Violence Against and Abuse of Women with Disabilities	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	2020-FW-AX-K007	21,516	4,625
16.575	Crime Victim Assistance	STATE OF OREGON - DEPARTMENT OF JUSTICE	2017-VA-GX-0007	895,292	-
16.582	Crime Victim Assistance/Discretionary Grants	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	15POVC-21-GK-01091-NONF	196,312	-
16.588	Violence Against Women Formula Grants	STATE OF OREGON - DEPARTMENT OF JUSTICE	VAWA-C-2020-MultnomahCo.DAVAP-00008/VAWA-C-2023-MultnomahCo.DAVAP-00009	136,603	-

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2024

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF JUSTICE (continued)					
16.738	Edward Byrne Memorial Justice Assistance Grant Program	OREGON CRIMINAL JUSTICE COMMISSION	15PBJA-21-GG-00285-JAGX	82,598	-
16.738	Edward Byrne Memorial Justice Assistance Grant Program	CITY OF PORTLAND - POLICE BUREAU	2020-DJ-BX-0213	255,574	-
16.738	Edward Byrne Memorial Justice Assistance Grant Program	U.S. DEPARTMENT OF JUSTICE	15PBJA-23-GK-05400-JAGP	53,098	42,817
	<i>Total Edward Byrne Memorial Justice Assistance Grant Program</i>			391,270	42,817
16.745	Criminal and Juvenile Justice and Mental Health Collaboration Program	CITY OF GRESHAM	2020-MO-BX-0031	12,825	-
16.753	Congressionally Recommended Awards	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	15PBJA-22-GG-00156-BRND	72,877	-
16.838	Comprehensive Opioid Abuse Site-Based Program	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	15PJBA22GG04411COAP /15PBJA23GG02348COA P	381,161	-
16.839	STOP School Violence	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	15PBJA21GG04635STOP	325,910	-
TOTAL DEPARTMENT OF JUSTICE				\$ 2,523,938	\$ 47,442
DEPARTMENT OF TRANSPORTATION					
20.205	Highway Planning and Construction	STATE OF OREGON - DEPARTMENT OF TRANSPORTATION	41C051094LS3E30/ 41C051099Z240/ 41C051105L24E	\$ 2,911,414	\$ -
20.205	COVID-19 Highway Planning and Construction	STATE OF OREGON - DEPARTMENT OF TRANSPORTATION	N/A	75,837	-
	<i>Total Highway Planning and Construction</i>			2,987,251	-
20.224	Federal Lands Access Program	FEDERAL HIGHWAY ADMINISTRATION	6905671940021.00	3,456,699	-
20.232	Commercial Driver's License Program Improvement Grant	STATE OF OREGON - DEPARTMENT OF TRANSPORTATION	N/A	7,341	-
20.507	Federal Transit-Formula Grants	METRO	41LU205900221	40,124	-
	<i>Total Federal Transit Cluster</i>			40,124	-
TOTAL DEPARTMENT OF TRANSPORTATION				\$ 6,491,415	\$ -

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2024

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF TREASURY					
21.023	COVID-19 - Emergency Rental Assistance Program	U.S. DEPARTMENT OF THE TREASURY CITY OF PORTLAND - BUREAU OF HOUSING	N/A	\$ (2,250)	\$ -
21.023	COVID-19 - Emergency Rental Assistance Program	<i>Total COVID-19 - Emergency Rental Assistance Program</i>	N/A	<u>19,020</u>	<u>-</u>
		CITY OF PORTLAND - BUREAU OF HOUSING		<u>16,770</u>	<u>-</u>
21.027	COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	U.S. DEPARTMENT OF THE TREASURY	N/A	10,817,276	10,426,399
21.027	COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	<i>Total COVID-19 - Coronavirus State and Local Fiscal Recovery Funds</i>	N/A	<u>28,413,460</u>	<u>17,296,130</u>
				<u>39,230,736</u>	<u>27,722,529</u>
21.032	COVID-19 - Local Assistance and Tribal Consistency Fund	U.S. DEPARTMENT OF THE TREASURY		46,669	-
TOTAL DEPARTMENT OF TREASURY				<u>\$ 39,294,175</u>	<u>\$ 27,722,529</u>
ENVIRONMENTAL PROTECTION AGENCY					
66.432	State Public Water System Supervision	STATE OF OREGON - PUBLIC HEALTH DIVISION	31218	\$ 11,397	\$ -
66.468	Capitalization Grants for Drinking Water State Revolving Funds	STATE OF OREGON - PUBLIC HEALTH DIVISION	98009017	11,397	-
66.802	Superfund State, Political Subdivision, and Indian Tribe Site-Specific Cooperative Agreements	U.S. ENVIRONMENTAL PROTECTION AGENCY	02J36501	156,820	-
TOTAL ENVIRONMENTAL PROTECTION AGENCY				<u>\$ 179,614</u>	<u>\$ -</u>
DEPARTMENT OF ENERGY					
81.042	Weatherization Assistance for Low-Income Persons	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY DEVELOPMENT	DE-EE0007945	\$ 961,449	\$ -
TOTAL DEPARTMENT OF ENERGY				<u>\$ 961,449</u>	<u>\$ -</u>
DEPARTMENT OF EDUCATION					
84.287	Twenty-First Century Community Learning Centers	GRESHAM-BARLOW SCHOOL DISTRICT	S287C170037	\$ 171,405	\$ 171,405
TOTAL DEPARTMENT OF EDUCATION				<u>\$ 171,405</u>	<u>\$ 171,405</u>

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2024

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HEALTH AND HUMAN SERVICES					
93.041	Special Programs for the Aging-Title VII, Chapter 3, Programs for Prevention of Elder Abuse, Neglect, and Exploitation	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORT7EA	\$ 531	\$ -
93.043	COVID-19 Special Programs for the Aging-Title III, Part D-Disease Prevention and Health Promotion Services	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORT355	56,340	45,174
93.048	Special Programs for the Aging-Title IV-and Title II-Discretionary Projects	STATE OF OREGON - DEPARTMENT OF CONSUMER & BUSINESS	90MPQ212-03-00	17,640	-
93.052	National Family Caregiver Support, Title III, Part E	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORT3FC	518,520	8,781
93.052	COVID-19 National Family Caregiver Support, Title III, Part E	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORT3FC	183,634	141,019
	<i>Total National Family Caregiver Support, Title III, Part E</i>			702,154	149,800
93.044	Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORT355	779,189	86,830
93.044	COVID-19 - Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	N/A	516,649	27,070
	<i>Total Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers</i>			1,295,838	113,900
93.045	Special Programs for the Aging-Title III, Part C-Nutrition Services	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORT3CM	1,297,125	1,280,391
93.045	COVID-19 - Special Programs for the Aging Title III, Part C-Nutrition Services	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORT3CM	270,380	269,863
	<i>Total Special Programs for the Aging-Title III, Part C-Nutrition Services</i>			1,567,505	1,550,254
93.053	Nutrition Services Incentive Program	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORNSIP	369,100	368,273
	<i>Total Aging Cluster</i>			3,232,443	2,032,427
93.069	Public Health Emergency Preparedness	STATE OF OREGON - PUBLIC HEALTH DIVISION	NA	218,206	-
93.071	Medicare Enrollment Assistance Program	STATE OF OREGON - DEPARTMENT OF CONSUMER & BUSINES	14OAAORMAAA	339,468	-
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control Programs	STATE OF OREGON - PUBLIC HEALTH DIVISION	5NU62PS004959-04/NU52PS910205/U52PS004708	128,830	-

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2024

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)					
93.136	Injury Prevention and Control Research and State and Community Based Programs	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	NH28CE002394	99,945	-
93.136	Injury Prevention and Control Research and State and Community Based Programs	STATE OF OREGON - PUBLIC HEALTH DIVISION	U17CE002751	34,016	-
	<i>Total Injury Prevention and Control Research and State and Community Based Programs</i>			<u>133,961</u>	-
93.145	AIDS Education and Training Centers	UNIVERSITY OF WASHINGTON	5U10HA29296	91,239	-
93.153	Coordinated Services and Access to Research for Women, Infants, Children, and Youth	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H12HA24796	419,605	-
93.217	Family Planning Services	OREGON HEALTH AUTHORITY	N/A	31,450	-
93.224	Consolidated Health Centers (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, Public Housing Primary Care, and School Based Health Centers)	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H80CS00149	9,808,391	-
93.224	COVID-19 - Consolidated Health Centers (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, Public Housing Primary Care, and School Based Health Centers)	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H8F41450	1,254,706	-
	<i>Total Consolidated Health Centers (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, Public Housing Primary Care, and School Based Health Centers)</i>			<u>11,063,097</u>	-
93.527	Affordable Care Act (ACA) Grants for New and Expanded Services under the Health Center Program	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H2E50178	112,988	-
93.527	COVID-19 Affordable Care Act (ACA) Grants for New and Expanded Services under the Health Center Program	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	1 H8GCS47995-01-00/H8L51111	91,021	-
	<i>Total Affordable Care Act (ACA) Grants for New and Expanded Services under the Health Center Program</i>			<u>204,009</u>	-
	<i>Total Health Center Program Cluster</i>			<u>11,267,106</u>	-

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2024

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)					
93.243	Substance Abuse and Mental Health Services Projects of Regional and National Significance	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H79SP021987/H79SM084 471	135,003	-
93.243	Substance Abuse and Mental Health Services Projects of Regional and National Significance	STATE OF OREGON - PUBLIC HEALTH DIVISION	H79SM082094	171,796	-
	<i>Total Substance Abuse and Mental Health Services Projects of Regional and National Significance</i>			306,799	-
93.268	Immunization Cooperative Agreements	STATE OF OREGON - PUBLIC HEALTH DIVISION	05-0305OR5048/NH23IP9226 26	176,951	-
93.268	COVID-19 - Immunization Cooperative Agreements	STATE OF OREGON - PUBLIC HEALTH DIVISION	N/A	1,434,988	-
	<i>Total Immunization Cooperative Agreements Program</i>			1,611,939	-
93.276	Drug-Free Communities Support Program Grants	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H79SP020521	171,834	-
93.279	Drug Abuse and Addiction Research Programs	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	5R01DA039293-05	493,357	-
93.297	Teenage Pregnancy Prevention Program	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	5TP1AH000243-03-00	132,559	-
93.304	Racial and Ethnic Approaches to Community Health	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	NU58DP007616	889,887	123,107
93.317	Emerging Infections Program	STATE OF OREGON - PUBLIC HEALTH DIVISION	NU50CK000484	181,588	-
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	STATE OF OREGON - PUBLIC HEALTH DIVISION	NU50CK000389-05-01	15,218	-
93.323	COVID-19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	STATE OF OREGON - PUBLIC HEALTH DIVISION	NU50CK000541	(96,458)	-
	<i>Total Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) Program</i>			(81,240)	-
93.324	State Health Insurance Assistance Program	STATE OF OREGON - DEPARTMENT OF CONSUMER & BUSINESS	14AAORMSHI	24,194	-
93.354	COVID-19 - Public Health Emergency	STATE OF OREGON - PUBLIC HEALTH DIVISION	NU90TP922194	167,249	-

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2024

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)					
93.391	COVID-19 Nursing Research	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	NH75OT000008	1,462,222	959,215
93.426	CDC/Improving the Health of Americans through Prevention and Management of Diabetes and Heart Disease and Stroke	STATE OF OREGON - PUBLIC HEALTH DIVISION	N/A	15,000	-
93.493	Community Funded Projects	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H79FG000761	1,593	-
93.499	Low Income Household Water Assistance Program	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNIT	N/A	285,230	255,599
93.499	COVID-19 Low Income Household Water Assistance Program	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNIT	N/A	91,029	61,586
		<i>Total Low Income Household Water Assistance Program</i>		376,259	317,185
93.526	COVID-19 Affordable Care Act (ACA) Grants for Capital Development in Health Centers	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	C8E44107	134,922	-
93.556	Promoting Safe and Stable Families	UNITED WAY OF THE COLUMBIA-WILLAMETTE	G-1701ORFPSS	253,074	253,074
93.558	Temporary Assistance for Needy Families	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	1801ORTANF	256,208	256,208
93.558	Temporary Assistance for Needy Families	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY	2001ORTANF	456,697	287,557
		<i>Total Temporary Assistance for Needy Families Program</i>		712,905	543,765
93.563	Child Support Enforcement	STATE OF OREGON - DEPARTMENT OF JUSTICE	1804ORCSES	3,112,937	-
93.568	Low-Income Home Energy Assistance	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY DEVELOPMENT	G-2001ORLIEA/ 2001ORLIEA/2302ORLIE E	7,927,724	5,326,488
93.569	Community Services Block Grant	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY DEVELOPMENT	N/A	963,883	894,386
93.597	Grants to States for Access and Visitation Programs	U.S. DEPARTMENT OF JUSTICE	1-936001740-A2	73,528	-
93.647	Social Services Research and Demonstration	COMMUNITY ACTION PARTNERSHIP OF OREGON	90EDA0020-01-00	4,680	-

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2024

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)					
93.667	Social Services Block Grant	STATE OF OREGON - DEPARTMENT OF EDUCATION	N/A	143,284	143,284
93.738	PPHF: Racial and Ethnic Approaches to Community Health Program financed solely by Public Prevention and Health Funds	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	NU58DP005955/NU58DP006576	95,456	25,000
93.738	COVID-19 - PPHF: Racial and Ethnic Approaches to Community Health Program financed solely by Public Prevention and Health Funds	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	NU58DP006576	322,457	-
		<i>Total PPHF Program</i>		<u>417,913</u>	<u>25,000</u>
93.788	Opioid STR	STATE OF OREGON - PUBLIC HEALTH DIVISION	TI080258	315,826	-
93.870	Maternal, Infant and Early Childhood Home visiting Grant Program	STATE OF OREGON - PUBLIC HEALTH DIVISION	X10MC32215	32,731	-
93.914	HIV Emergency Relief Project Grants	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H89HA00040	4,414,835	2,307,000
93.918	Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H76HA00197	823,248	-
93.924	Ryan White HIV/AIDS Dental Reimbursement and Community Based Dental Partnership Grants	OREGON HEALTH & SCIENCES UNIVERSITY - PROJECTS ADM	5H65HA00006	13,121	-
93.926	Healthy Start Initiative	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H4900141	928,016	-
93.928	Special Projects of National Significance	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H9739749	160,285	2,135
93.940	HIV Prevention Activities- Health Dept. Based	STATE OF OREGON - PUBLIC HEALTH DIVISION	5NU62PS24543	397,611	197,915
93.944	Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	STATE OF OREGON - PUBLIC HEALTH DIVISION	5NU62PS004959-04	50,016	-
93.945	Assistance Programs for Chronic Disease Prevention and Control	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	NU58DP007691	86,372	-
93.958	Block Grants for Community Mental Health Services	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	SM010043-17	2,152,165	1,020,036
93.959	Block Grants for Prevention and Treatment of Substance Abuse	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	TI010043-18/SU79SP020705-3	2,573,156	2,498,484

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2024

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)					
93.967	CDC's Collaboration with Academia to Strengthen Public Health Preventive Health Services Sexually Transmitted Diseases Control	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	NE11OE000096	1,434,771	82,358
93.977	Grants	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	1 NH25PS005192-01-00	247,255	-
93.994	Maternal and Child Health Services Block Grant to the States	STATE OF OREGON - PUBLIC HEALTH DIVISION	B04MC32566/154125	282,090	100,000
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES				\$ 50,048,561	\$ 17,020,833
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE					
94.011	Foster Grandparent Program	CORPORATION FOR NATIONAL & COMMUNITY SERVICE	22SFIOR003	\$ 133,592	\$ -
		<i>Total Foster Grandparent/Senior Companion Cluster</i>		<u>133,592</u>	<u>-</u>
TOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE				\$ 133,592	\$ -
EXECUTIVE OFFICE OF THE PRESIDENT					
95.001	High Intensity Drug Trafficking Areas Program	OREGON-IDAHO HIDTA	G17OR0003A	\$ 192,100	\$ -
TOTAL EXECUTIVE OFFICE OF THE PRESIDENT				\$ 192,100	\$ -
DEPARTMENT OF HOMELAND SECURITY					
97.012	Boating Safety Financial Assistance	STATE OF OREGON - MARINE BOARD	3317FAS170141	\$ 399,867	\$ -
97.042	Emergency Management Performance Grants	STATE OF OREGON - OFFICE OF EMERGENCY MANAGEMENT	EMS-2020-EP-00007-S01	185,847	-
97.067	Homeland Security Grant Program	CITY OF PORTLAND	DHS-18-G PD-067-00-01	211,172	-
97.067	Homeland Security Grant Program	STATE OF OREGON - OFFICE OF EMERGENCY MANAGEMENT	EMW-2020-SS-00073/EMW-2022-SS-00045	65,932	-
		<i>Total Homeland Security Grant Program</i>		<u>277,104</u>	<u>-</u>
TOTAL DEPARTMENT OF HOMELAND SECURITY				\$ 862,818	\$ -
TOTAL FEDERAL FUNDING				\$ 112,272,923	\$ 50,559,887

MULTNOMAH COUNTY, OREGON
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

Note A – General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all Federal awards programs of Multnomah County, Oregon (the County) for the year ended June 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of the Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal awards* (Uniform Guidance). The County's reporting entity is defined in Note 1 to the County's June 30, 2024 basic financial statements.

Note B – Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified-accrual basis of accounting, as described in Note 1 to the County's basic financial statements. Expenditures reported on this schedule are recognized following the cost principles in the Uniform Guidance, where certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available. The County has elected not to use the 10 percent de minimus indirect cost rate as allowed under the Uniform Guidance.

The Highway Planning and Construction grant, Federal ALN 20.205, was reported on the cash basis due to the nature of this award. The Schedule provides the summary of expenditures of federal awards by program or program cluster (Federal Assistance Listing Number), by State Agency, if applicable, and by detailed pass through agency, if applicable.

Negative amounts shown on the Schedule of Expenditures of Federal Awards represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Note C – Relationship to Basic Financial Statements

Federal financial assistance revenues reported in the County's basic financial statements are included with operating grants and contributions.

Note D – Unaudited Non-cash and Non-federal Awards

The accompanying Schedule of Expenditures of Federal Awards includes two non-cash awards.

An award from the Oregon Department of Education provides food donations (ALN 10.555 - Commodity Supplemental Food Program) for the Juvenile Detention Center. The value of the food is determined by the grantor: \$2,953. This amount is included in the total program value reported on the Schedule of Expenditures of Federal Awards of \$84,799.

An additional award from the Department of Health and Human Services is in the form of immunization vaccines (ALN 93.268 – Childhood Immunization Grants). The value of the non-cash portion of the Childhood Immunization Grant award was determined by the granting agency and was determined as non-federal funds. The amount expended and advanced at June 30, 2024 is calculated on a proportionate basis; \$4,245,677, this amount is disclosed only and is not included in the Schedule of Expenditures of Federal Awards.

Multnomah County
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

Section I – Summary of Auditor’s Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes No

Identification of major federal programs and type of auditor’s report issued on compliance for major federal programs:

<i>Federal Assistance Listing Numbers</i>	<i>Name of Federal Program or Cluster</i>	<i>Type of Auditor’s Report Issued on Compliance for Major Federal Programs</i>
93.044/93.045/93.053	COVID-19 – Aging Cluster	Unmodified
93.563	Child Support Enforcement	Unmodified
93.914	HIV Emergency Relief Project Grants	Unmodified
21.027	COVID-19 – Coronavirus State and Local Fiscal Recovery Funds	Unmodified
20.224	Federal Lands Access Program	Unmodified

Dollar threshold used to distinguish between type A and type B programs: \$ 3,000,000

Auditee qualified as low-risk auditee? Yes No

Multnomah County
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

Section II - Financial Statement Findings

None noted.

Section III – Federal Award Findings and Questioned Costs

FINDING 2024-001 – Allowable Costs – Internal Service Charges – Significant Deficiency in Internal Controls over Compliance and Instances of Noncompliance

<i>Federal Assistance Listing Number</i>	<i>Federal Agency/Pass-through Entity - Program Name</i>	<i>Award Number</i>	<i>Award year</i>	<i>Questioned Costs</i>
93.044/93.045/93.053	COVID-19 – Aging Cluster	N/A	2024	None Reported
93.563	Child Support Enforcement	N/A	2024	

Criteria or specific requirement: Budget estimates alone do not qualify as support for charges to Federal awards, but may be used for interim accounting purposes provided that the recipient's system of internal controls includes processes to perform a periodic after-the-fact check to confirm amounts have been based on a reasonable basis.

Condition: We obtained evidence indicating that the County charged budgeted amounts for facilities, records and information technology and did not confirm the amounts charged were not in excess of what was incurred subsequent to year-end.

Context: For the Aging cluster, of the nine transactions tested, two items tested were vacant space and six items were based on budgeted full-time equivalents with no look back performed at the end of the fiscal year. One of these items was for the mail distribution fund that also has no look back performed at the end of the fiscal year. For the Child Support Enforcement program, of the 19 items tested, two items were vacant space and five items were based on budgeted full-time equivalents with no look back performed at the end of the fiscal year.

Effect: The County could have charged costs in excess of incurred charges as the amounts charged to federal awards were based on budgeted figure.

Cause: The Departments were not knowledgeable that if amounts were based on a budgeted figure, there should be a periodic after-the-fact check to confirm amounts charged were less than amounts incurred.

Repeat finding: No.

Recommendation: We recommend the County perform a review of any budgeted amounts charged to federal grants to confirm the amounts charged do not exceed amounts incurred. We further recommend the County stop charging costs for vacant space to federal programs.

Views of responsible officials: Management agrees with the finding and recommendation.



November 15, 2024

As required by OMB Uniform Guidance, we have provided below our response and corrective action plan addressing the findings in the "Report on Federal Awards in Accordance with the OMB Uniform Guidance" for the year ended June 30, 2024.

Management's View and Corrective Action Plan to Current Year Audit Findings and Questioned Costs

FINDING 2024-001 – Allowable Costs – Significant Deficiency in Internal Controls over Compliance and Instances of Noncompliance

Management agrees with the finding and auditor's recommendation. Going forward a routine internal control process will be implemented to reconcile the budgeted allocation methodology to the actual amounts incurred to ensure that the amounts charged to the federal grant do not exceed actual expenses incurred. In addition, the County will ensure that all costs allocated to federal grants have a direct benefit going forward. This will be resolved by June 30, 2025.

As for the Mail Distribution Fund, the County will perform an annual reconciliation of budgeted to actual expenses billed and if applicable, will adjust amounts charged to ensure that only actual costs are billed to federal grants. This will be resolved by June 30, 2025.

The Deputy CFO will be responsible for ensuring that the correcting actions take place as described. If you have any questions or require additional information, please feel free to contact me at (503-988-7966) or at cora.bell@multco.us.

Sincerely,

A handwritten signature in black ink that reads "Cora Bell". The signature is written in a cursive, flowing style.

Cora Bell
Deputy CFO