Multnomah County, Oregon

Annual Comprehensive Financial Report



Fiscal Year Ended
June 30, 2026

About the Cover:

In November 2020, Multnomah County voters voted yes on the Library Capital Bond and yes to larger, more modern library spaces.

Thanks to the support of Multnomah County voters, these projects included:

- Expansions and renovations to seven libraries: Albina Library, Belmont Library, Holgate Library, Midland Library, North Portland Library, Northwest Library and St. Johns Library.
- Building a brand-new East County Library.
- Adding high speed internet to all libraries.
- Creating the Operations Center, which handles and distributes library materials.
- Updating eleven libraries with minor but still important upgrades like carpet, shelving, and more.

The library has completed these major transformations on time and on budget in 2026 while working side-by-side with the community.

Featured on the cover is East County Library, a brand-new and extraordinary space built from the ground up in Gresham that opened in May 2026. This modern, accessible library provides a dynamic community destination with roughly 95,000 square feet of learning, play, and connection. It's similar in size to Central Library with easy access for all East County residents, just around the corner from multiple bus lines and the Gresham City Hall MAX station.

Exciting features include a large, 200-seat auditorium with flexible seating for cultural celebrations, lectures, and performances; a creative learning room with space for classes to explore 3D printing, robotics, construction, and more; an audiovisual studio with technology for patrons to record, edit, and produce audio and video; and a rooftop terrace for community members to relax, read and enjoy connecting with their neighbors.

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MULTNOMAH COUNTY, OREGON

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2026



Prepared by: Department of County Management
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Portland, Oregon 97214

MULTNOMAH COUNTY, OREGON
Annual Comprehensive Financial Report
For the Year Ended June 30, 2026
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INTRODUCTORY SECTION

Department of County Management
Finance and Risk Management

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November 13, 2026

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, 2026, together with the unmodified opinion of our independent certified public accountants, Baker Tilly US, 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 will be included in a subsequent report. The County is currently waiting on the 2026 OMB Compliance Supplement.

This report presents fairly the financial position of the various funds of the County at June 30, 2026, 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.

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 805,583 residents, making it the most populous of Oregon's 36 counties. 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*.

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, there were no supplemental budgets 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 156-159 as part of the required supplementary information. 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 168.

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.

At the national level, major areas of economic uncertainty remain coming from international conflict, surging inflationary pressures (from spiking energy prices and federal tariff policy) and the Federal Reserve's recent reversal on Fed Funds rate reductions. The current administration continues to enact various tariffs (e.g. on lumber, semiconductors, automobiles, pharmaceuticals, etc.) that create inflationary pressures. The federal government passed H.R.1 "One Big Beautiful Bill Act" in 2025 that extended tax cuts but made significant cuts to safety net services. Though the national economic picture has remained relatively stable hiring has slowed and unemployment has increased slightly. Consumer pessimism continues with rising prices, federal uncertainty, and recent concerns of a possible AI bubble.

Gross Domestic Product (GDP) – the output of goods and services produced in the United States – increased at an annual rate of 2.5 percent (revised rate) in quarter one of 2026 and increased by 2.2 percent in quarter two of 2026. The general consensus among experts is that the US economy will see a lower level of growth in the coming years driven by economic uncertainty (e.g. tariffs, inflation, Iran War, gridlock in congress). The Federal Reserve over the last couple of years made various fed funds rate reductions as inflationary pressures eased. More recently as inflation surged from Iran War the Federal Reserve reversed course and made a 25-basis point rate increase (target 3.75% to 4.00%) in September of 2026. The Federal Reserve's target inflation rate is 2 percent. There is a good likelihood the Federal Reserve may consider further rate increases if inflationary pressures persist.

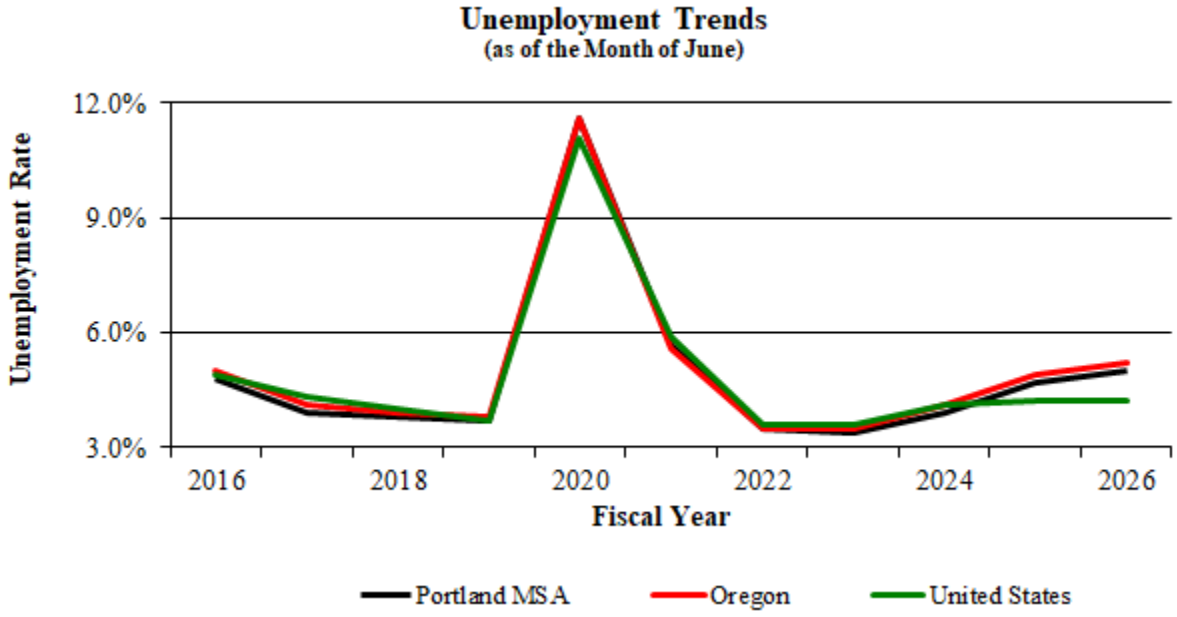
The local economy remains very uncertain. The level of employment in Multnomah County remains slightly below pre-pandemic levels and behind state and national averages. Over the last few years, the national economy experienced strong growth while Portland has been relatively stagnate, the Portland Metro region has underperformed against most comparable metro regions. Some of the largest employers in the Portland Metro area have experienced layoff cycles (e.g. Intel and Nike) in the last few years. Downtown Portland has experienced a high level of vacancy in commercial office buildings which impacts property values. Because of the two values considered under Oregon's property tax system (assessed value-AV and real market value-RMV) are so far apart, property taxes do not generally experience declines in revenues during economic downturns. RMV can change while AV remains steady (tax revenues are based on AV). The degree of property value declines in downtown Portland have been enough to reduce AV and reduce property tax revenue due to compression. Property Tax accounts for almost 60 percent of the County's discretionary revenues.

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 and 2024 but remained above historical trends. In fiscal year 2026, Business Income Tax revenues grew by 5.5 percent and the County assumes growth will continue into 2027. Oregon's constitutional limits on property tax growth make inflation an area of particular concern for the County. Personnel costs are the County's largest expenditure and when this grows faster than property tax it creates structural deficit in the General Fund. Headline inflation decreased as a result of Federal Reserve interest rate hikes in years past but inflation declines have stalled

and increased in recent months resulting from inflationary federal policies. According to the Consumer Price Index (CPI-W) West Size A year-over-year inflation in September 2026 was 3.8 percent. Though we expect property tax revenue growth it will not keep pace with the current inflation rate.

The unemployment rate in Portland metropolitan area as of July 2026 was 4.9 percent, a 0.2 decrease from July 2025 and an 8.1 percent decrease from the peak pandemic unemployment rate. For the same period the Portland metropolitan unemployment rate was slightly below State rate of 5.2 percent. Historically the unemployment rate for the Portland metropolitan area has remained slightly below national levels, but more recently that trend has changed. Job growth in Multnomah County currently lags behind national trends and has been one of the worst performing metro areas for job growth.

The chart below displays how unemployment rates have changed since 2016, with unemployment rates steadily declining since the great recession of 2008, spiking in 2020 with the global pandemic (local unemployment peaking at 11.6 vs national rate of 11.1 percent), and then declining sharply until 2023. The local unemployment rate as of June 2026 was 5.0 percent, above national rate of 4.2 percent.



Locally, housing prices have remained pretty steady in Portland even though mortgage rates remain high. This stability in pricing has resulted from inventory shortages in housing. As measured by S&P Case-Shiller Home Price Index for Portland metro area, home prices decreased by 1.1 percent during 2025, compared to increases of 2.9 percent during 2024. 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. There has been no recovery and the timing of an expected increase has been repeatedly pushed out by the City of Portland permitting staff. Permitting is an early indicator of future development; development is what increases property tax growth above 3 percent growth allowed by the Oregon constitution.

The Oregon Economic and Revenue Forecast (dated September 2026) noted shifting energy and geopolitical conditions are dampening the outlook for the State economy. The State is still expected to grow but at a slower pace than previously expected. The Oregon Employment Department shows year-over-year job losses have persisted in 2026, similar to 2025 but the State unemployment rate has remained relatively stable. The sectors that have remained strong is private education and health services similar to nation trends. These sectors have driven job creation party due to the Country's aging demographics and need for more healthcare workers. Oregon GDP growth in Q1 of 2026 was 2.4 percent, slightly below national average. In recent years Oregon GDP has lagged behind national average but looks to have largely caught up in 2026. The State's Gross General Fund revenues for the 2025-27 biennium are expected to reach $35.9 billion (September 2026 forecast), which is a $193.9 million increase from the 2025 close of session forecast.

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 over the last couple of years. 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, 4.3 and 5.7 percent. BIT revenues increased by 5.5 percent in 2026 driven by continued strength in corporate profits. Property tax revenues grew 8.3 percent and 3.5 percent in fiscal years 2024 and 2025, but growth slowed to 2.0 percent in 2026 primarily driven by commercial property value declines for office buildings in downtown Portland. Motor vehicle rental tax revenues have recovered to pre-pandemic levels (about 123% of pre-pandemic levels), though revenues were down 2.5 percent in fiscal year 2026. 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 3.9 percent in fiscal year 2026 and annual interest revenues for General Fund have exceeded $10 million from fiscal years 2023-2026. The County budgets interest earnings 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 in cash assets. Though revenue growth has remained relatively stable, economic uncertainty driven by increases in slow job growth, tariffs, federal reductions to safety net services, and continued inflationary pressures raise concerns of continued periods of structural deficit.

Oregon's constitutional property tax limits (passed by Oregon voters in 1990 and 1997) generally 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. The annual cost of living (COLA) is tied to inflation and remains high by historical standards. The COLA for the County was 2.4 percent in fiscal 2026, 3.5 percent in fiscal year 2027, and forecasted to exceed 3.5 percent in 2028.

In fiscal year 2027, property tax revenues are expected to grow by about 4.5 percent aided by the last major Urban Renewal Area returning to the tax rolls. The County expects continued slowing in assessed value growth, from slowing new development and declining downtown property values. The decline in high-rise office building value in the downtown Portland core is creating a drag on overall revenue growth. Property tax revenue growth is forecasted to increase by 2.3 percent in fiscal year 2028. Much of the additional property tax revenues from fiscal years 2023-24 expiring URA's have been offset by increases to labor costs. Motor vehicle rental tax revenues recovered to pre-pandemic levels in fiscal year 2022 and are expected to grow by 9.1 percent in fiscal year 2027. BIT revenues are expected to increase by about 7.4 percent in fiscal year 2027.

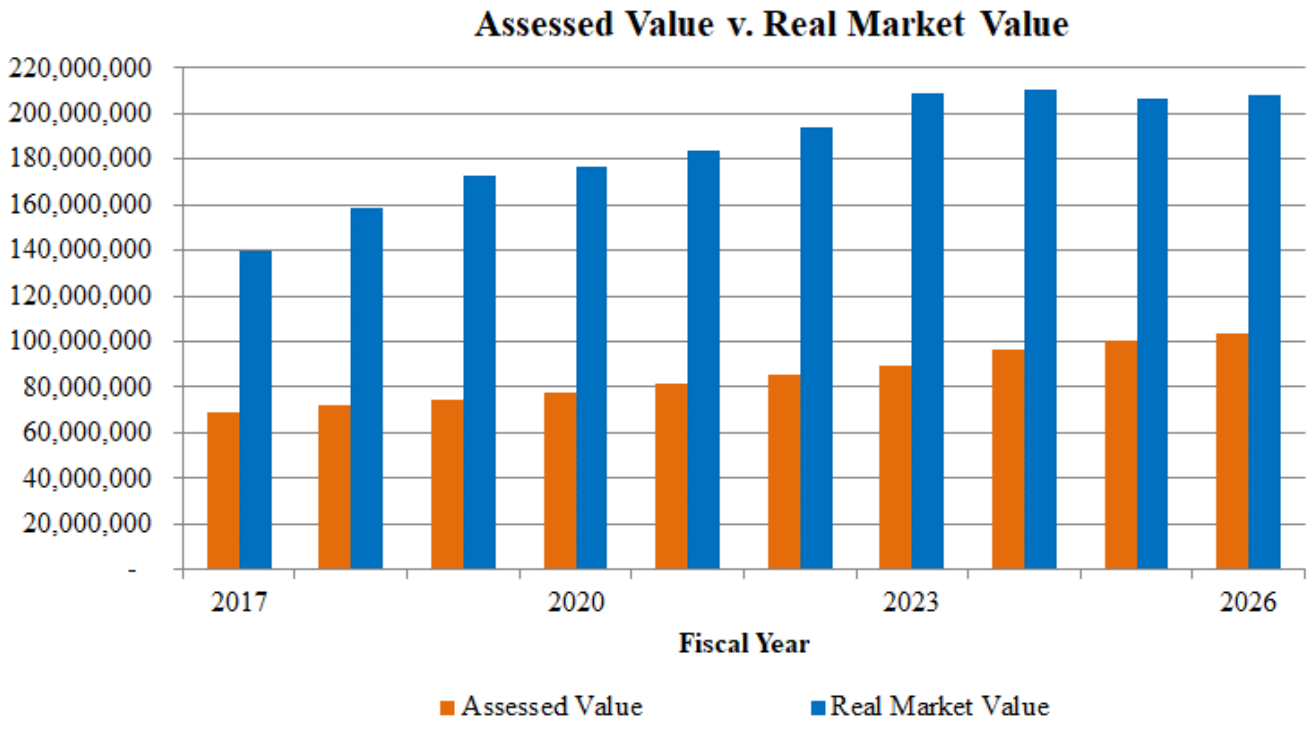
Multnomah County uses ongoing financial forecasting (and monitoring) to estimate revenue and expenditures in the General Fund, the County's largest source of discretionary revenues. Forecast is prepared for a 5-year period and updated quarterly. The most recent County 5-year General Fund forecast is projecting (preliminary) a $25 million budgetary deficit in fiscal year 2028 and a period of deficit growth from fiscal year 2029-2030 primarily driven by higher-than-normal growth in labor costs, slowing property tax revenue growth. To mitigate against growing deficits (and to maintain a balanced budget) the County is anticipating future budget cycles with spending constraints.

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 about 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 2027, property tax collections are expected to be up 4.5 percent from a major Urban Renewal Area (URA) coming back to tax rolls increasing assessed value growth. Property tax forecasted growth is expected to slow to about 2.3 percent in fiscal year 2028, one of the lowest growth rates since the Great Recession. Property tax revenue growth is being depressed with stagnate new development and declining downtown commercial property values. Declining property values downtown decrease assessed value and increase compression. 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 47.4 percent increase in AV over a ten-year period compared to a 55.5 percent increase for commercial AV over the same period.


Assessed Values of Taxable Property
$70,000,000
$60,000,000
$50,000,000
$40,000,000
$30,000,000
$20,000,000
$10,000,000
$-
2017
2020
2023
2026
Fiscal Year
Residential
Commercial

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.

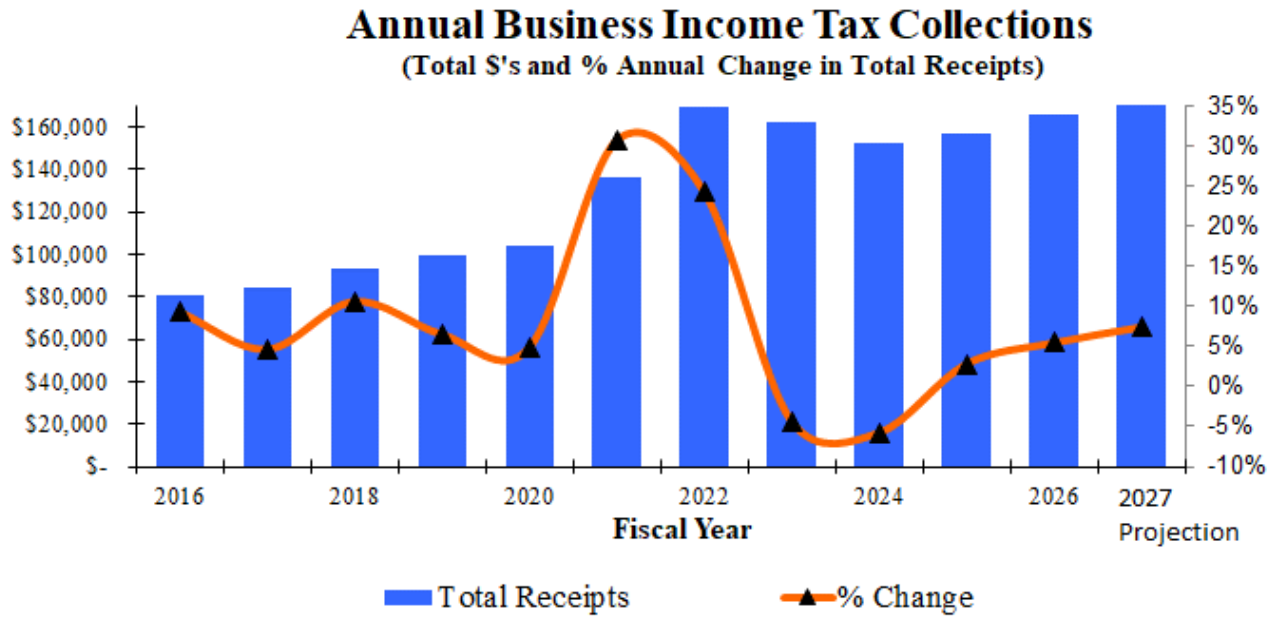


Business income tax (BIT) is the second largest source of revenue in the General Fund and is set at a rate of 2 percent of net income. In March of 2020, the Board of County Commissioners approved an increase to the tax rate from 1.45 percent to 2.00 percent beginning with tax year 2020. The last permanent 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 (including exempt accounts). Tax collections generally parallel economic cycles. BIT collections reached their highest levels in 2022, totaling $169 million. The pandemic recession did not impact BIT revenue collections, BIT collections actually increased with the support of federal economic intervention which supported wage growth, increased spending and aggregate demand. Over the last 10 years, BIT revenues have grown, on average, by 8 percent annually.

The BIT collections were $165.6 million in fiscal year 2026, a 5.5 percent increase from fiscal year 2025. The current fiscal year 2027 forecast assumes BIT revenues will be up 7.4 percent and 3.2 percent in fiscal year 2028. Corporate profits have remained relatively stable though down from highs in 2022. Continued inflationary pressures driven from rising energy prices, lower job growth, and Federal tariff policy have created continued uncertainty for future BIT collections. A future recession even if mild could have significant impacts on BIT collections. The County continues to plan conservatively with BIT, as economic uncertainty remains.

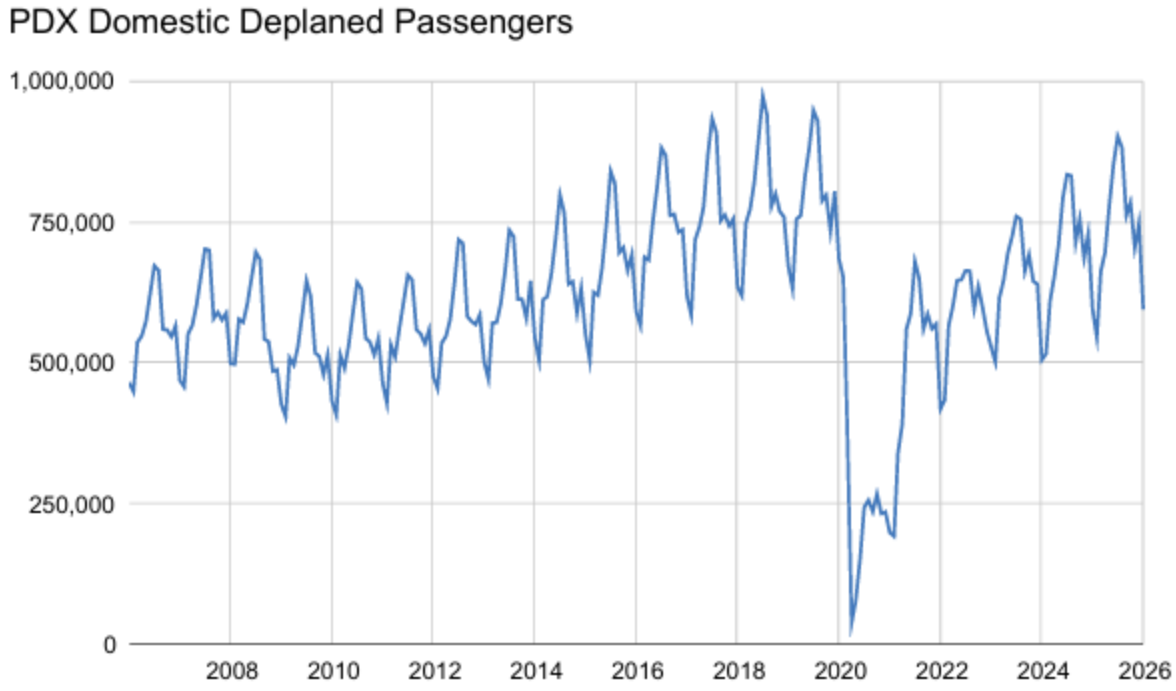
The County has taken proactive measures to establish a separate contingency amount in the General Fund to guard against downturns in the BIT. The "BIT Stabilization Reserve" is set at $22.2 million in fiscal year 2027, which provides an additional 12 percent buffer.

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



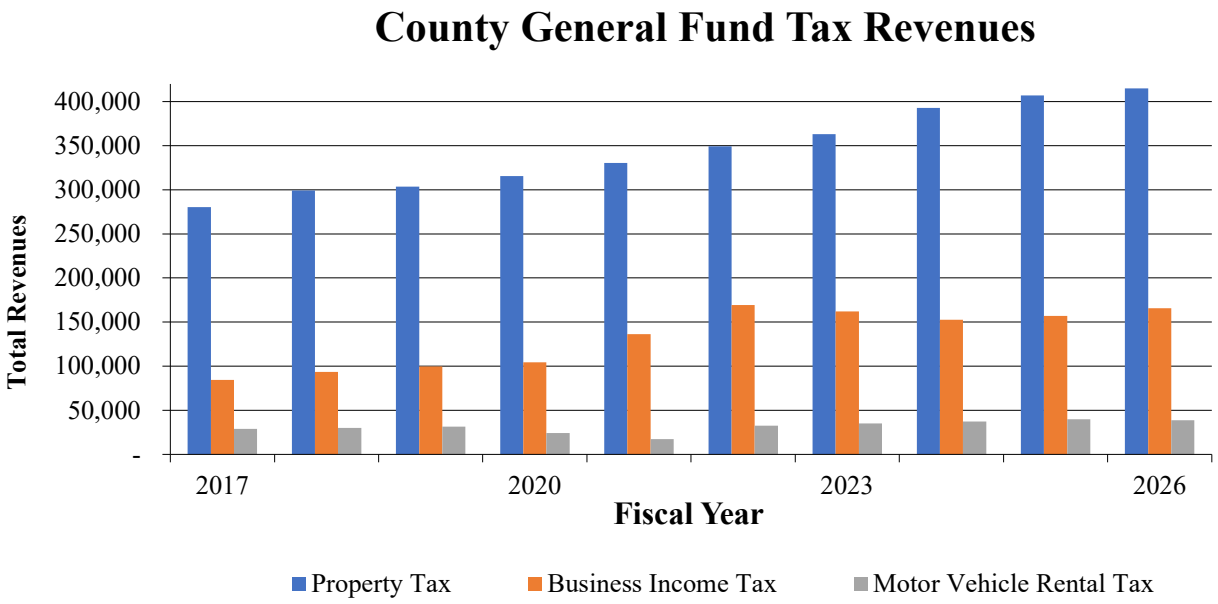
Motor vehicle rental taxes (MVRT) account for about 5 percent of General Fund tax revenues. In 2010, the tax rate on vehicle rental charges was increased from 12.5 percent to 17 percent, with the revenue from the 14.5 percent dedicated for use in the General Fund and the remaining 2.5 percent dedicated for use in a Visitors Development Trust Fund. MVRT collections are highly influenced by the economy.

The travel and tourism industry was significantly affected by the pandemic in 2020, with declines in travel, major convention event cancellations, and hotel closures or reduced capacity. The downturn was unprecedented: at the peak of the economic downturn, air travel (deplaned passengers) at the Portland International Airport (PDX) was down over 90 percent and revenue collections down 46 percent. Deplaned passenger rates at PDX have a close correlation with MVRT collections. Travel activity at PDX significantly improved in 2021-2022 as travel became safer. From calendar year 2021 to 2022 PDX domestic deplaned passengers increased by almost 46 percent. Rates continue to steadily improve and are trending to surpass pre-pandemic levels on 2026 (see graph below PDX Domestic Deplaned Passengers). MVRT collections have had a steady recovery, reaching 123 percent of peak levels in fiscal year 2026. Year-to-year collections were down 2.5 percent in fiscal year 2026, but we expect collections to grow in fiscal year 2027 driven by rental car shortages, overall inflation, and continued growth in car sharing collections. Current forecast assumes MVRT collections will increase by about 9 percent in fiscal year 2027 and will continue to grow slowly (2 percent annual growth rate) over the next 5 years.



MVRT collections over a 10-year period (2017-2026) have grown at an average rate of 7 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.



Historically the State of Oregon provides about 30 percent of the County's total grant 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 picture has slightly improved: the most recent General Fund forecast for the 2025-2027 biennium is expected to increase by $193.9 million (from September 2026 forecast) driven primarily by strength in personal income tax revenues.

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 2026 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 (annual rate increases no longer increase by 2 percent), 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, 2025 amount is $210,582), and eliminates hour limits and exceptions for work after retirement. The changes presented 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 slightly exceeds $39 million. Multnomah County's reported net pension liability as of June 30, 2026 (measurement date of June 30, 2025) was $801.6 million, a $44.7 million increase from reported net pension liability as of June 30, 2025. The County's proportionate share of collective net pension liability was 3.589 percent in fiscal year 2026, a slight increase of 0.184 percent from 2025. Senate Bill 1049 has provided some rate relief but in recent years the County has seen rate increases driven by weaker investment returns and rising labor costs (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. One side account is set to expire on December 31, 2027. 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.

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 and general fund revenues that exceed the 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, and

reduced the need for debt financing when funding major capital needs.

The fiscal year 2027 adopted budget includes approximately $34.5 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, $14.5 million for capital investments:

Purpose	Amounts (in thousands)
Sobering and Crisis Intervention Center	$ 12,397
Homeless Services - Placement out of Shelter	7,130
Homeless Services - Employment Programs	2,948
Lone Fir Cemetery Historical Alter	1,500
YFS - SUN Community Schools	1,200
MCSO - Close Street Ramp Down	1,000

A complete list of the uses of one-time-only funds can be found on pages 59-62 of the Budget Director's Message in the County's fiscal year 2027 adopted budget. The adopted budget document can be found online at: https://multco.us/info/fy-2027-adopted-budget.

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 2027, Multnomah County's General Fund reserve totals $81.4 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 2027. Separate from the General Fund reserve, the County has a BIT stabilization reserve also set at 12 percent, $22.2 million for fiscal year 2027. 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 Chief Budget Officer 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 Chief Budget Officer 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 2026. As a result of stable 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 costs exceeded $350 million and project 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. The 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.

The County made capital improvements to the 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 remaining operational in case of a magnitude 9.0 Cascadia Subduction Zone event. The bridge is being designed to be fully operational to vehicles and river traffic following such an 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 2024. In September of 2019, the County issued $16 million in debt to support the NEPA Phase. The Design Phase of the project began in fiscal year 2024 and ran through the summer of fiscal year 2026, reaching 60% of design milestone of the main bridge package. In September 2022, the County issued $25 million in debt to support Design and Right-of-Way project activities. The program is temporarily pausing the project as a result of increased federal uncertainty, the program will revise cost estimates and risk profile before reassessing timelines. Project 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 the project to the construction phase further financing will be required, supported by vehicle registration fees. The County has also explored project financing through the Transportation Infrastructure Finance and Innovation Act (TIFIA). For more information on the capital project see link: https://multco.us/programs/earthquake-ready-burnside-bridge.

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

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 2027 with some close out activities possibly spilling into fiscal year 2028. The projects are estimated to cost $462.8 million when substantially complete. The project is being funded by bond proceeds, interest income, and some outside funding (e.g. Library Foundation grant). The East County Library opened to the public in March of 2026.

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 2022-2025 work consisted of project planning and design. The construction phase of the project started in early fiscal year 2026 with completion estimated for fiscal year 2029. The total estimated cost for the Justice Center Electrical Bus Duct System is $29.6 million (County share of cost is estimated to be $18.1 million). The City of Portland will fund about 38.8 percent of total projects costs. The County will fund the remaining project balance with Asset Preservation 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) and community engagement. The project has $3.5 million in existing funding for continued planning and design work that will continue through fiscal year 2027. Preliminary total project cost estimates range from $62-$85 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 the roof, upgrading the HVAC system, upgrading lighting, security upgrades, and remodeling the facility entrance/lobby/clinic reception areas. The project will make the facility more welcoming and safer to both employees and clients. Design phase started in early fiscal year 2024 and construction started in early fiscal year 2026. The project is estimated to cost $6.9 million and is being funded by County General Fund

federal grant, and Capital Improvement Funds. The project is estimated to be substantially complete in fiscal year 2027.

The County is renovating a purchased building (1901-1907 SE Grand Avenue) to serve as permanent Sobering and Crisis Stabilization Center. The facility is set to be 25,600 sq ft and will incorporate three distinct occupancies: the public entrance (first responders, security, intake, and staff areas), 18 stations sobering space including 4 individual sobering rooms, and 28 withdrawal management beds. The building space will also include a kitchen, laundry, and showering facilities. The project began the construction phase in fiscal year 2026 with substantial completion scheduled for fiscal year 2028. Total project costs are estimated at $29.8 million (excluding building acquisition cost of $6.2 million). Oregon HB 5204 and SB 5701 provided a total of $25 million in funding for the project. County General Fund is also funding capital project.

The County is completing some further capital improvements to the Department of Community Justice East Campus. Located on Southeast 122nd Avenue, the building renovations will replace all building systems, including mechanical, electrical, and plumbing. The building will be fully seismically updated to meet current code and undergo exterior improvements that will increase the efficiency of the building. The project is estimated to cost $19.1 million. The project is currently in the design phase, funded by the County General Fund.

The County will be relocating its Vector Control Programs to a new location as the current location must be vacated. In order to maintain continuity in public health services, the County has established the Vector Control Relocation Capital Project in coordination with the City of Portland. The County is in the process of acquiring a new facility, estimated to close in December of 2026. The new site will require some design and capital renovations to accommodate Vector Control service requirements. Total project costs are estimated between $7 million and $8.1 million (including site acquisition of $3.15 million). The City of Portland will pay for half of like-for-like items. The project is estimated to be completed by the early fall of 2028.

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 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. The process (enforced through County Capital Planning Administrative Procedure CAP-1) was refreshed in late fiscal year 2023 by the office the of Chief Operating Officer. A capital steering committee comprised of the Chief Operating Officer, Deputy Chief Operating Officer, Chief Financial Officer, Chief Budget Officer, 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 2027 budgeted County capital projects, refer to the adopted budget volume 1-capital budget (pages 1-72) in the County's adopted budget document, found at: https://multco.us/info/fy-2027-adopted-budget.

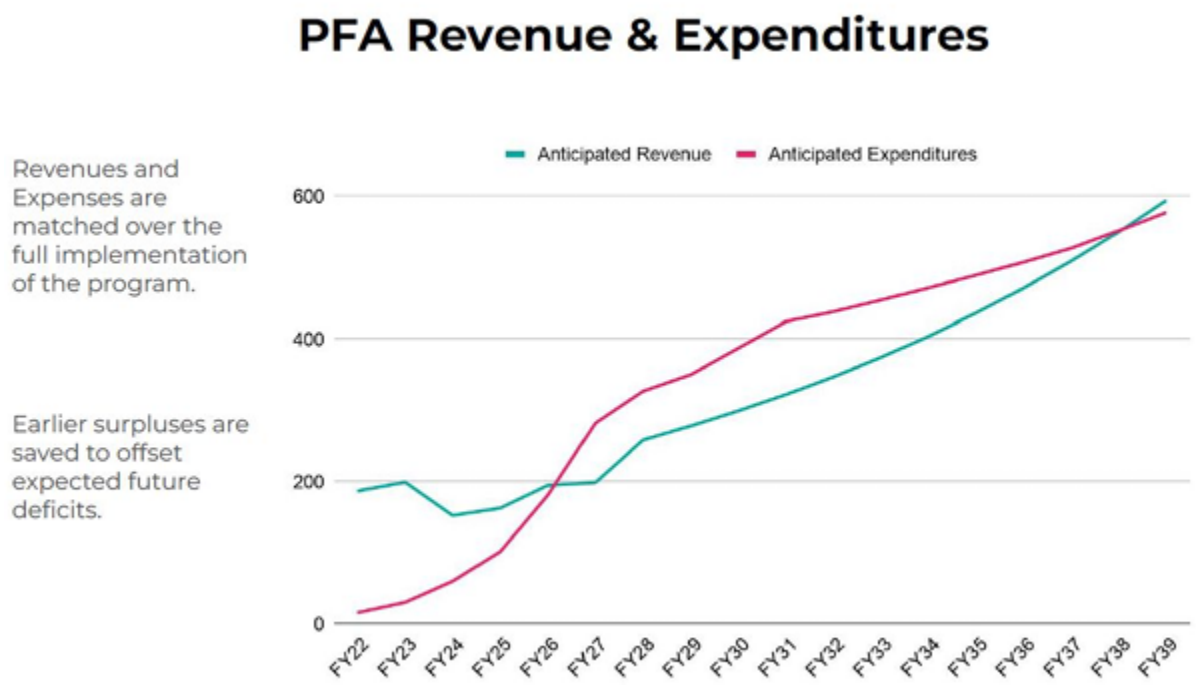
Debt issuance by the County is limited by State Statute, however, the County further limits non-voter approved debt supported by the County General Fund to an annual debt payment amount that will not exceed 5 percent of General Fund budgeted revenues. In addition, debt that is supported by other funds 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 2027, the County is using an estimated 23 percent of its debt capacity supported by the General Fund. The following table displays the internal debt limit estimate for fiscal year 2027.

FY 2027 County General Fund Debt Capacity Limit		
	As of 6/30/2026 Principal Outstanding	2026-27 Debt Service
Total Debt Subject to Financial Policy	**183,523,922**	**23,526,077**
(Less) Non General Fund Supported Debt		
Sellwood Bridge (Series 2021 FFCO)	(56,755,000)	(8,585,123)
Burnside Bridge National Environmental Policy Act phase (Series 2019 FFCO)	(5,251,333)	(1,811,710)
Burnside Bridge Design & Right-of-Way (Series 2022 FFCO)	(16,617,589)	(3,080,796)
Total General Fund Obligation	**104,900,000**	**10,048,450**
(Less) Annual Payment From Other Sources		(889,736)
Net FY 2027 General Fund Obligation		**9,158,714**
REMAINING BORROWING CAPACITY		
Debt Capacity (Supported by General Government Fund Types Only)		
FY 2027 General Fund Revenues[1]	782,925,636	
Policy Limitation (5% of General Fund Revenues)	x 5.00%	
Maximum Debt Service per Policy	**39,146,282**	
(Less) Current General Fund Commitment		(9,158,714)
Annual Debt Service Payment Available	29,987,568	
Estimated Principal Value Available[2]	**355,000,000**	
[1] General Fund Revenues for this calculation do not include Beginning Working Capital		
[2] Estimated Principal calculated at 5.70% annual interest rate amortized over 20 years		

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 programs began in January 2021, Multnomah County's share of tax distributions is 45.3 percent, and fiscal year 2026 will be the 6th year of measure. The Homeless Services Department (HSD) has partnered with other County departments and community-based organizations coordinating the implementation and on-going of service needs. HSD maintains a public dashboard that provides numbers on people experiencing homelessness and clients being served with housing, shelter, supportive services, and eviction prevention services. Tax collections distributed to Multnomah County from Metro totaled $149.9 million in fiscal year 2026. The current fiscal year 2027 revenue forecast is $143 million. 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 for all interested families, targeted for 2030. Families were able to start applying for slots in April 2022 and the first group of preschoolers began in September of 2022. Within fiscal year 2027, the PFA Program is estimated to reach 7,500 preschool seats from 300+ locations. In the early years of the program, revenues will exceed program expenses. These excess funds are being set aside during the early years of the PFA program implementation but will be used to offset forecasted operational deficits between fiscal years 2027-2037 as the program works to reach universality (see graph below). Tax collections totaled $197.1 million in fiscal year 2026, down 3.1 percent from fiscal year 2025. The PFA Program maintains a 15 percent reserve to buffer against economic downturns and a 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 relatively stable, continued inflationary pressures driven by federal tariff policy, slowing job growth, federal cuts to safety net services, federal policy uncertainty, and global conflicts raise concerns of a slowing economy with a possible recession in the coming years. As the community's social safety net provider, the County continues to prioritize essential safety net services.

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, 2025. The County has received this prestigious award for 41 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.

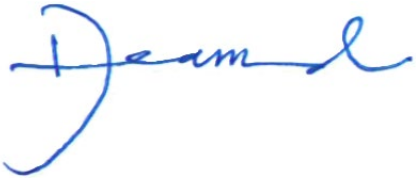
Respectfully Submitted,



Eric J. Arellano
Chief Financial Officer



Cora Bell
Deputy Chief Financial Officer



Ethel Gallares
Controller

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, 2025



and issued to the public 136 days after the fiscal year end

Christopher P. Morrill

Executive Director/CEO

ELECTED OFFICIALS – MULTNOMAH COUNTY OREGON



Jessica Vega Pederson
County Chair



Meghan Moyer
Commissioner, District 1



Shannon Singleton
Commissioner, District 2



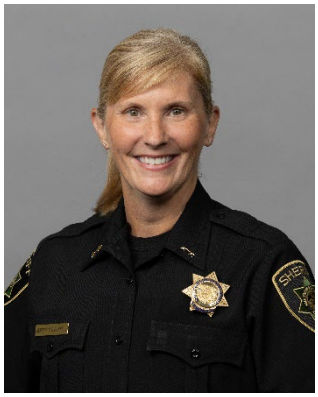
Julia Brim-Edwards
Commissioner, District 3



Vince Jones-Dixon
Commissioner, District 4



Jennifer McGuirk
Auditor



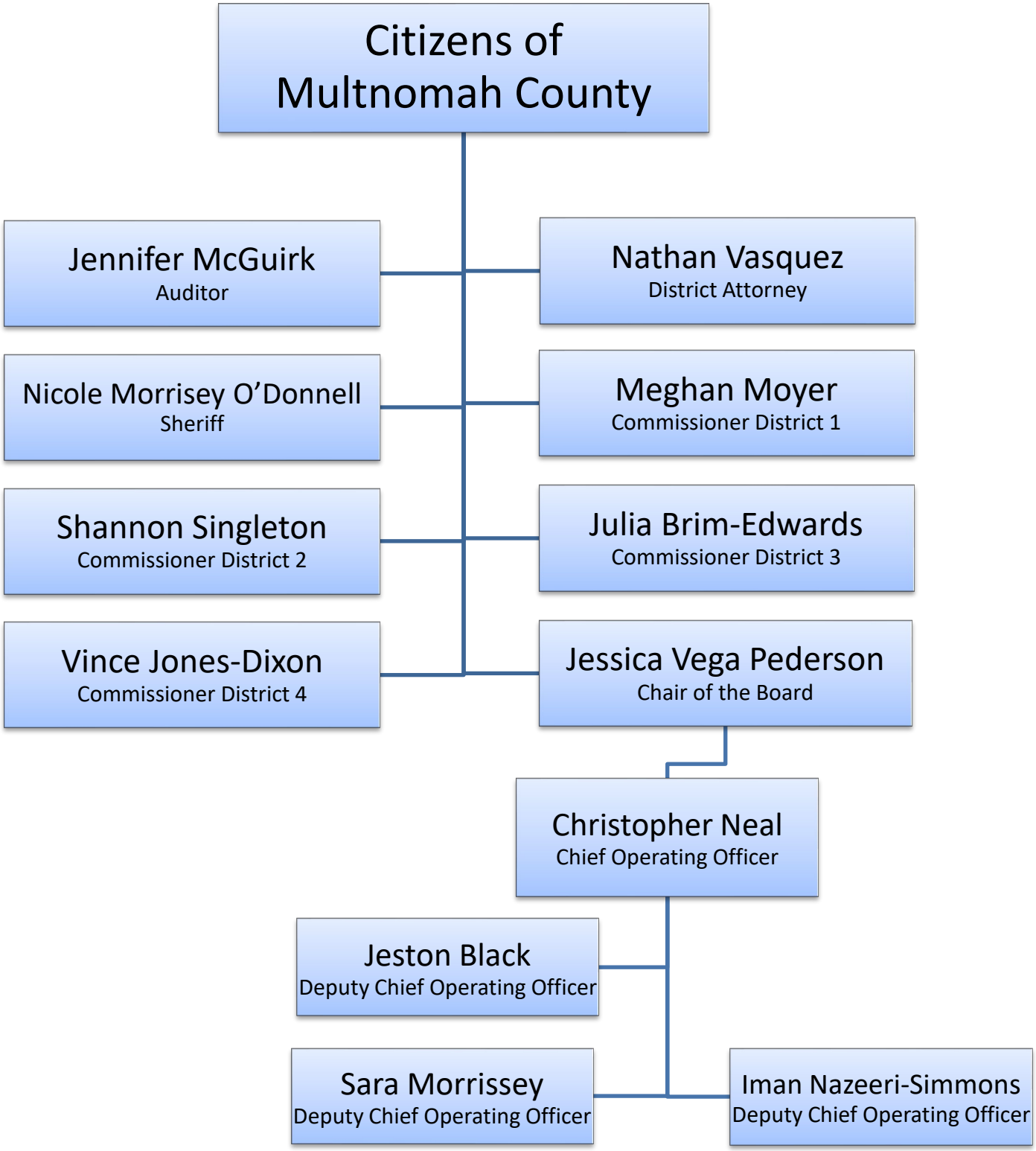
Nicole Morrisey O'Donnell
Sheriff

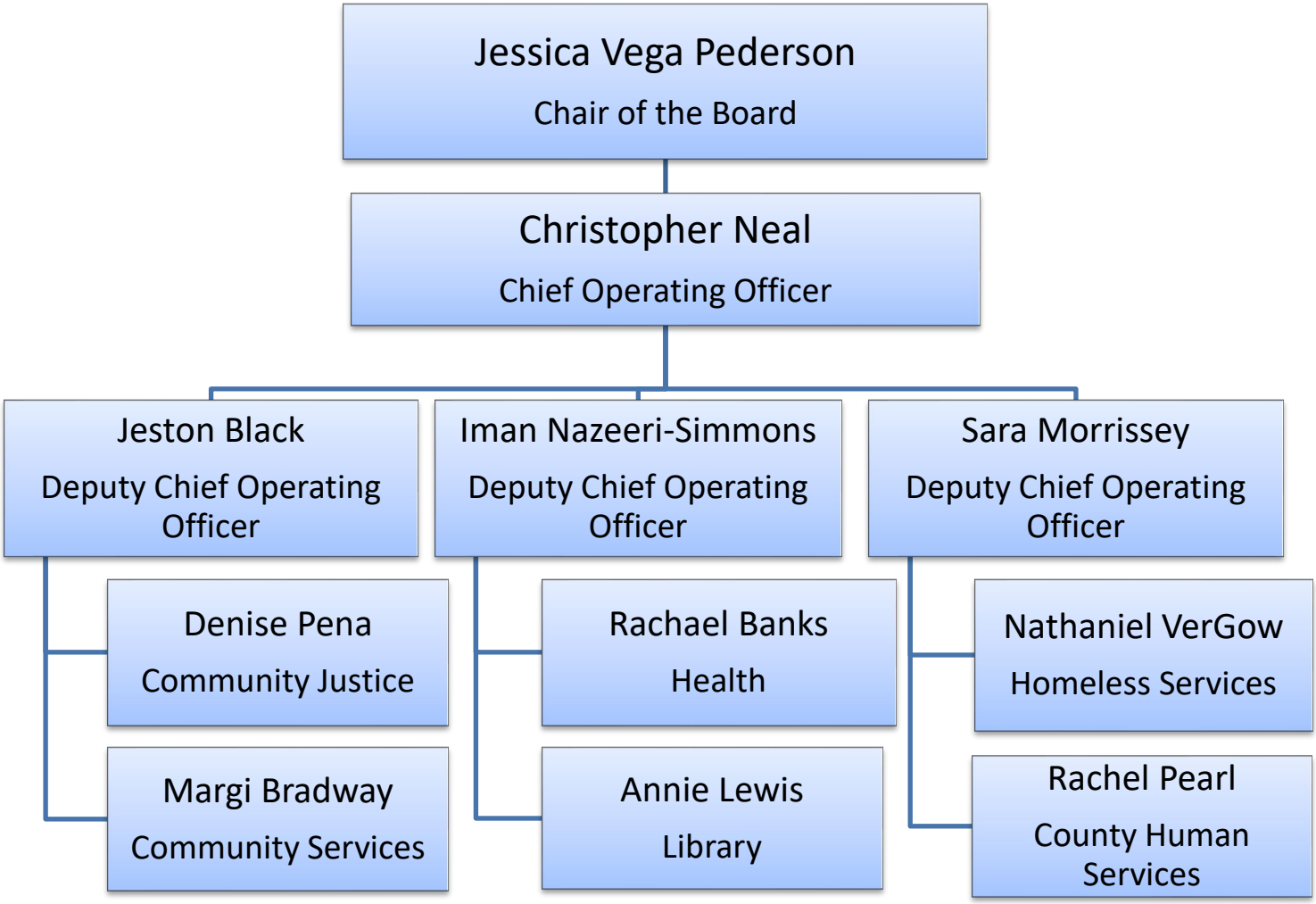


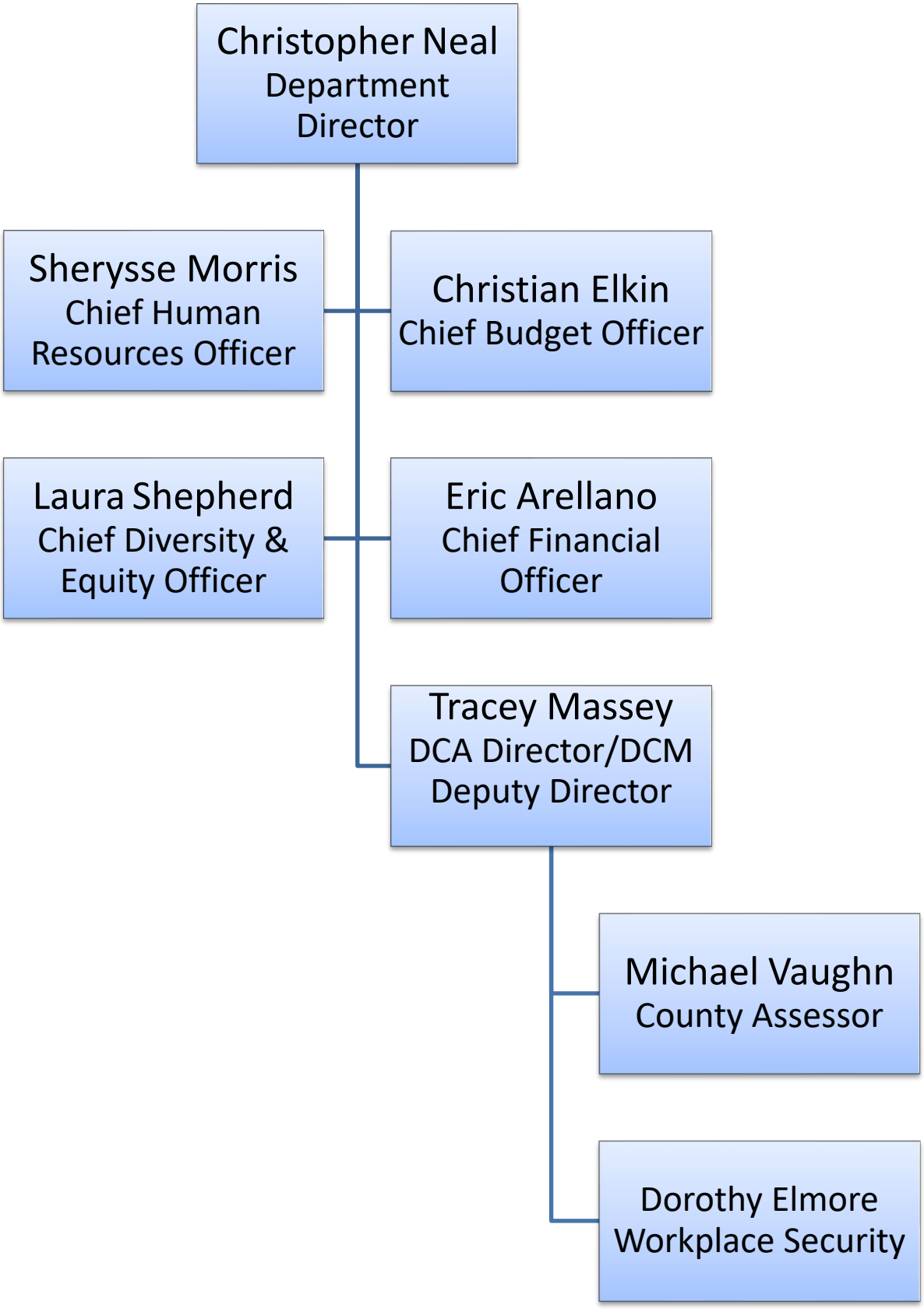
Nathan Vasquez
District Attorney

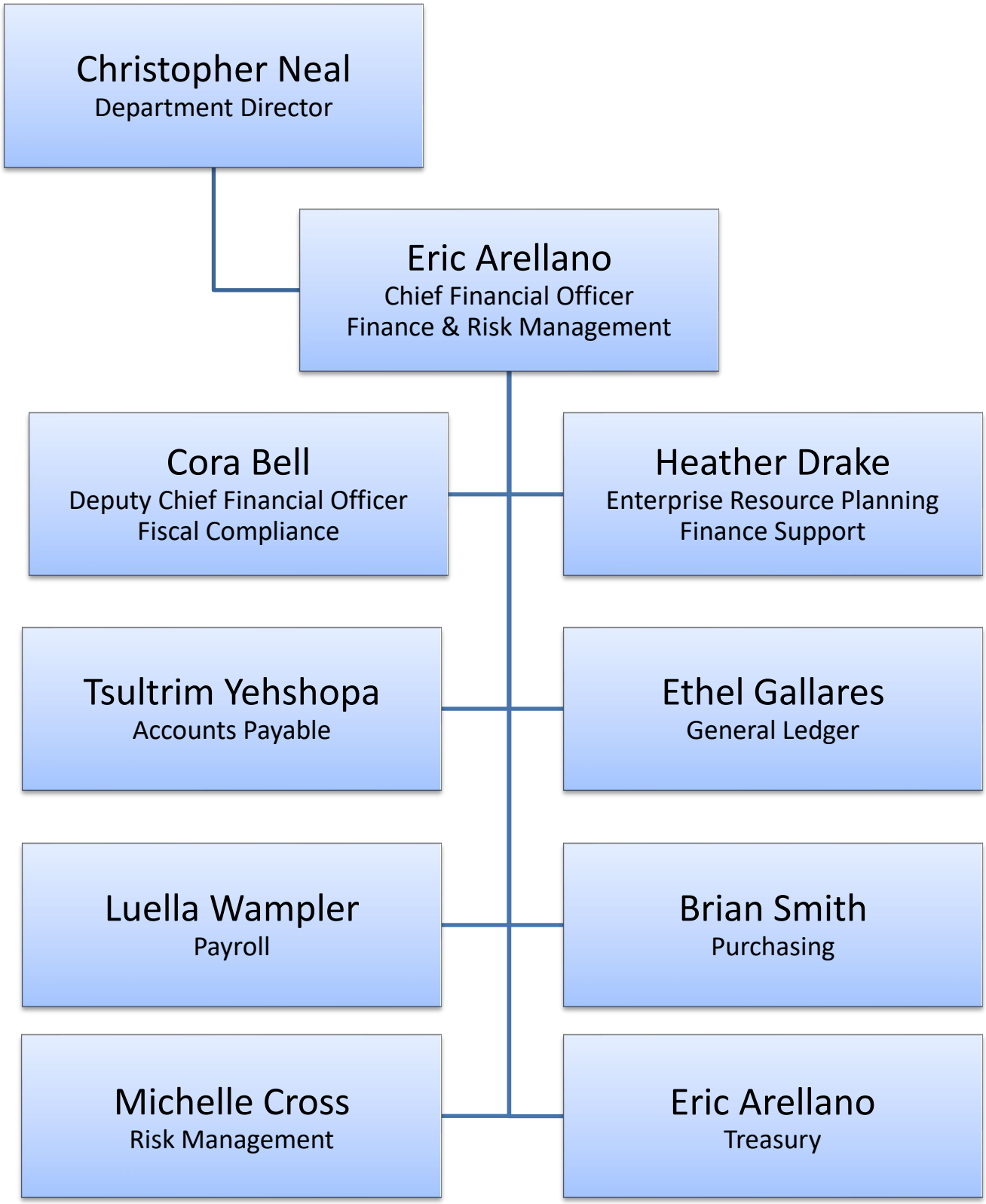
MULTNOMAH COUNTY, OREGON
For the Year Ended June 30, 2026
Principal Officers

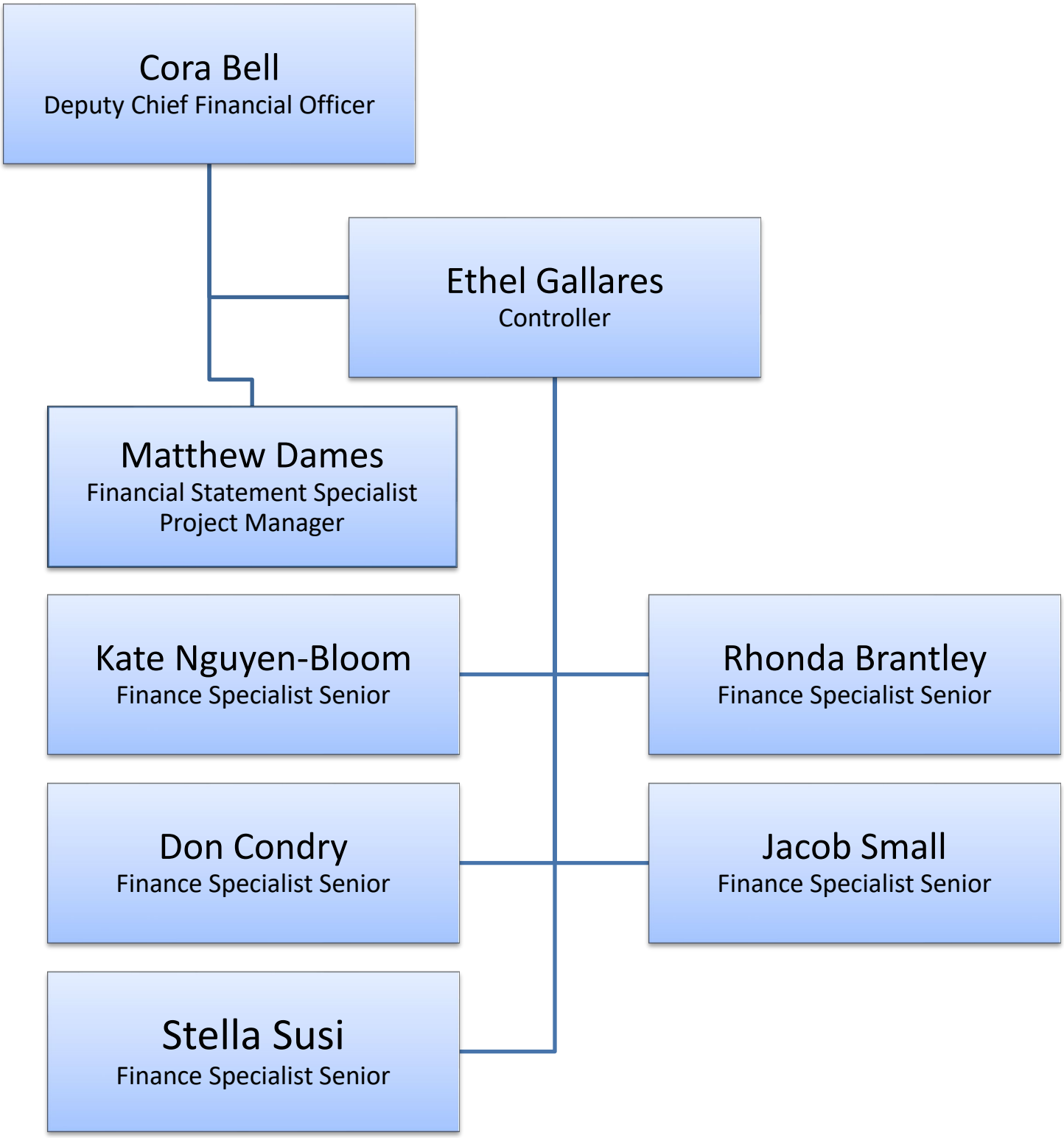
Title	Name	Term Expires
Board of County Commissioners		
Chair of Board	Jessica Vega Pederson 501 SE Hawthorne Blvd, 6th Floor Portland, OR 97214	12/31/2026
District No. 1	Meghan Moyer 501 SE Hawthorne Blvd, 6th Floor Portland, OR 97214	12/31/2028
District No. 2	Shannon Singleton 501 SE Hawthorne Blvd, 6th Floor Portland, OR 97214	12/31/2026
District No. 3	Julia Brim-Edwards 501 SE Hawthorne Blvd, 6th Floor Portland, OR 97214	12/31/2028
District No. 4	Vince Jones-Dixon 501 SE Hawthorne Blvd, 6th Floor Portland, OR 97214	12/31/2028
Other Elected Officials		
County Auditor	Jennifer McGuirk 501 SE Hawthorne Blvd, 6th Floor Portland, OR 97214	12/31/2026
County District Attorney	Nathan Vasquez 1021 SW 1st Avenue Portland, OR 97204	12/31/2028
County Sheriff	Nicole Morrisey O'Donnell 501 SE Hawthorne Blvd, 3rd Floor Portland, OR 97214	12/31/2026
Other Appointed Officials		
Chief Financial Officer	Eric Arellano	Not elected
Chief Operating Officer	Christopher Neal	Not elected
County Attorney	Jenny Madkour	Not elected


Citizens of Multnomah County
Jennifer McGuirk
Auditor
Nathan Vasquez
District Attorney
Nicole Morrisey O'Donnell
Sheriff
Meghan Moyer
Commissioner District 1
Shannon Singleton
Commissioner District 2
Julia Brim-Edwards
Commissioner District 3
Vince Jones-Dixon
Commissioner District 4
Jessica Vega Pederson
Chair of the Board
Christopher Neal
Chief Operating Officer
Jeston Black
Deputy Chief Operating Officer
Sara Morrissey
Deputy Chief Operating Officer
Iman Nazeeri-Simmons
Deputy Chief Operating Officer


Jessica Vega Pederson
Chair of the Board
Christopher Neal
Chief Operating Officer
Jeston Black
Deputy Chief Operating Officer
Iman Nazeeri-Simmons
Deputy Chief Operating Officer
Sara Morrissey
Deputy Chief Operating Officer
Denise Pena
Community Justice
Margi Bradway
Community Services
Rachael Banks
Health
Annie Lewis
Library
Nathaniel VerGow
Homeless Services
Rachel Pearl
County Human Services


Christopher Neal
Department Director
Sherysse Morris
Chief Human Resources Officer
Christian Elkin
Chief Budget Officer
Laura Shepherd
Chief Diversity & Equity Officer
Eric Arellano
Chief Financial Officer
Tracey Massey
DCA Director/DCM Deputy Director
Michael Vaughn
County Assessor
Dorothy Elmore
Workplace Security


Christopher Neal
Department Director
Eric Arellano
Chief Financial Officer
Finance & Risk Management
Cora Bell
Deputy Chief Financial Officer
Fiscal Compliance
Heather Drake
Enterprise Resource Planning
Finance Support
Tsultrim Yehshopa
Accounts Payable
Ethel Gallares
General Ledger
Luella Wampler
Payroll
Brian Smith
Purchasing
Michelle Cross
Risk Management
Eric Arellano
Treasury


Cora Bell
Deputy Chief Financial Officer
Ethel Gallares
Controller
Matthew Dames
Financial Statement Specialist
Project Manager
Kate Nguyen-Bloom
Finance Specialist Senior
Rhonda Brantley
Finance Specialist Senior
Don Condry
Finance Specialist Senior
Jacob Small
Finance Specialist Senior
Stella Susi
Finance Specialist Senior

FINANCIAL SECTION

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, and the aggregate remaining fund information of Multnomah County, Oregon (Multnomah County) as of and for the year ended June 30, 2026, 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, 2026, and the respective changes in financial position and 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*.

Emphasis of Matter

Adoption of New Accounting Standards

As discussed in Note 1.E., Multnomah County adopted the provisions of GASB Statement No. 103, *Financial Reporting Model Improvements*, and GASB Statement No. 104, *Disclosure of Certain Capital Assets.* Our opinion is not modified with respect to this matter.

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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 12 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, the budgetary comparison schedules of the General Fund, Federal/State Program Fund, Supportive Housing Special Revenue Fund, and Preschool for All Program Fund, notes to the budgetary comparison schedules, postemployment benefits other than pensions, employee retirement systems, pension plans, and notes to required supplementary information – employee retirement systems, pension plans, 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 management's discussion and analysis, notes to the budgetary comparison schedules, postemployment benefits other than pensions, employee retirement systems, pension plans, and notes to required supplementary information – employee retirement systems, pension plans in accordance with GAAS, 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Multnomah County's basic financial statements. The budgetary comparison schedules described above are the responsibility of management and were derived from and relate 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 GAAS. In our opinion, the budgetary comparison schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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, 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 GAAS. In our opinion, the combining and individual fund statements and schedules and other financial schedules, as listed in the table of contents, 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 13, 2026, 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 13, 2026, 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, Principal, for
Baker Tilly US, LLP
Portland, Oregon
November 13, 2026

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, 2026. The information presented here should be read in conjunction with the letter of transmittal, which can be found on pages 2-21 of this report.

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 S*tatement 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 S*tatement 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 compensated absences).

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.

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, a legally separate street lighting district, and the Multnomah County Hospital Facilities Authority, 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 District funds are nonmajor funds). Financial information for the *library, sewer, and street lighting* are each presented as separate funds with separately issued financial statements, while the Hospital Facilities Authority functions solely as a conduit debt issuer with no independent financial operations. 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 56-58 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 activitie*s 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. 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, except fiduciary funds. A budgetary comparison statement has been provided for each fund to demonstrate compliance with this budget.

The basic governmental fund financial statements and respective reconciliations can be found on pages 61-66 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 68-72 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 74-75 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 248-251 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 77 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 169 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.* The County presents budgetary comparison schedules for the General Fund and major special revenue funds to demonstrate compliance with annual adopted budgets. Additionally, RSI includes disclosures regarding the County's progress in funding its obligations to provide pension and other

postemployment benefit (OPEB) plans to its employees. Required supplementary information can be found on pages 156-167.

Financial Summary and Detailed 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 $2,176,003 at the close of the current fiscal year.

Multnomah County's Net Position

	Governmental Activities		Business- Type Activities		Total	
	2026	2025	2026	2025	2026	2025
Assets:						
Current and other assets	$ 1,704,766	$ 1,814,387	$ 107,887	$ 113,199	$ 1,812,653	$ 1,927,586
Capital assets	1,774,408	1,693,769	11,787	9,519	1,786,195	1,703,288
Total assets	3,479,174	3,508,156	119,674	122,718	3,598,848	3,630,874
Deferred outflows of resources	319,021	292,177	42,568	36,801	361,589	328,978
Liabilities:						
Current liabilities	394,023	415,975	12,555	10,419	406,578	426,394
Noncurrent liabilities	1,192,968	1,234,317	110,703	100,539	1,303,671	1,334,856
Total liabilities	1,586,991	1,650,292	123,258	110,958	1,710,249	1,761,250
Deferred inflows of resources	66,142	83,622	8,043	9,695	74,185	93,317
Net position:						
Net investment in capital assets	1,346,570	1,282,251 *	11,715	9,382	1,358,285	1,291,633 *
Restricted for:						
Library operations	115,884	113,010	-	-	115,884	113,010
Capital projects	36,945	34,184 *	-	-	36,945	34,184 *
Community support programs	634,651	624,732		-	634,651	624,732
Roads, bridges, and bike path improvements	55,403	72,225	-	-	55,403	72,225
Document storage and retrieval	92	96	-	-	92	96
Debt service	5,379	4,134	-	-	5,379	4,134
OPEB - RHIA	13,841	11,981	1,846	1,508	15,687	13,489
Unrestricted surplus (deficit)	(63,703)	(76,194)	17,380	27,976	(46,323)	(48,218)
Total net position	$ 2,145,062	$ 2,066,419	$ 30,941	$ 38,866	$ 2,176,003	$ 2,105,285

* 2025 Governmental Activities and Primary Government Net Investment in Capital Assets and Restricted Net Position for Capital Projects were restated by $105,415 to correct accounting for unspent bond proceeds. Total Net Position remains unchanged.

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 $1,358,285 as compared to $1,291,633 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.

The County's restricted net position is $864,041 as compared to $861,870 from the prior fiscal year. Community support programs increased by $9,919, a net result of the Preschool for All (PFA) and the Metro Supportive Housing Services (MSHS) programs. The net increase from all others of $9,074 was offset by a decrease in Road, bridges, and bike path improvements of $16,822, driven by planned spending of accumulated fund balances.

The remaining balance, unrestricted net position, is a net deficit of $46,323, which decreased from a net deficit of $48,218 from the prior fiscal year. The net deficit of unrestricted net position continues to be the net effect of pension and other postemployment benefits (OPEB) related balances on the *Statement of Net Position*, $496,226 and $122,203 respectively.

Below is a summary of the County's changes in net position for fiscal years 2026 and 2025.

Multnomah County's Change in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2026	2025	2026	2025	2026	2025
Revenues:						
Program revenues:						
Charges for services	$ 207,562	$ 222,208	$ 165,981	$ 195,887	$ 373,543	$ 418,095
Operating grants and contributions	1,139,382	1,143,215	31,421	-	1,170,803	1,143,215
Capital grants and contributions	199	59	136	198	335	257
Total program revenues	1,347,143	1,365,482	197,538	196,085	1,544,681	1,561,567
General revenues:						
Taxes:						
Property	593,088	577,463	2,009	1,985	595,097	579,448
Personal income	197,102	203,377	-	-	197,102	203,377
Business income	165,560	157,000	-	-	165,560	157,000
Other	84,112	84,795	-	-	84,112	84,795
Payments in lieu of taxes	694	508	-	-	694	508
State government shared revenues	12,039	12,319	-	-	12,039	12,319
Grants and contributions not restricted to specific programs	13	2	-	-	13	2
Interest and investment earnings	52,385	88,484	2,991	3,693	55,376	92,177
Gain on disposal of capital assets	552	2,682	-	-	552	2,682
Total general revenues	1,105,545	1,126,630	5,000	5,678	1,110,545	1,132,308
Total revenues	2,452,688	2,492,112	202,538	201,763	2,655,226	2,693,875
Expenses:						
General government	415,072	416,657	-	-	415,072	416,657
Health services	213,759	229,245	-	-	213,759	229,245
Social services	968,127	984,386	-	-	968,127	984,386
Public safety and justice	307,059	300,552	-	-	307,059	300,552
Community services	237,676	175,537	-	-	237,676	175,537
Library services	132,150	127,493	-	-	132,150	127,493
Roads, bridges, and bike path improvements	60,855	58,845	-	-	60,855	58,845
Interest on long-term debt	39,347	38,102	-	-	39,347	38,102
Health Department FQHC	-	-	208,113	204,149	208,113	204,149
Dunthorpe-Riverdale Service District No. 1	-	-	849	809	849	809
Mid-Multnomah County Street Lighting Service District No. 14	-	-	505	444	505	444
Behavioral Health Managed Care	-	-	996	8	996	8
Total expenses	2,374,045	2,330,817	210,463	205,410	2,584,508	2,536,227
Change in net position	78,643	161,295	(7,925)	(3,647)	70,718	157,648
Beginning net position	2,066,419	1,905,124	38,866	42,513	2,105,285	1,947,637
Ending net position	$ 2,145,062	$ 2,066,419	$ 30,941	$ 38,866	$ 2,176,003	$ 2,105,285

Governmental activities. Governmental activities increased the County's net position by $78,643; listed are noteworthy reasons for the change from the prior fiscal year:

Total program revenues decreased $18,339 or 1.3 percent from the prior fiscal year:

- Operating grants and contributions decreased by $3,833 or 0.3 percent from the prior fiscal year and are primarily from net increases in social services and decreases in health services and roads, bridges, and bike path improvements.
  - ♦ The increase in overall social services of $22,515, which was 2.7 percent over the prior fiscal year, the most significant changes were in these programs:
    - The eXPRS program, which is a significant part of the Developmental Disability Program, had increased $53,652 or 12.4 percent from the prior fiscal year.
    - Coronavirus (COVID-19) direct federal intergovernmental revenues decreased by $18,976 or 96.9 percent as the programs wind down.
    - Homeless services decreased City and State funding of roughly $15,000 in the Federal/State Program Special Revenue Fund.
  - ♦ Health services also showed a decrease of $14,203 or 9.4 percent for operating grants and contributions. This was due to decreased state funding.
  - ♦ Operating grants and contributions for Roads, bridges and bike path improvements decreased by $8,202 or 10 percent, reflecting the cyclical timing of major infrastructure projects where grant reimbursements correspond to active work phases. Following heavy construction activity and peak reimbursements in the prior fiscal year, primary projects shifted into completion and closeout during the current fiscal year, resulting in lower reimbursable design and construction costs.
- Total fines, fees and charges for services revenue had a decrease of $ 14,646 or 6.6 percent from the prior fiscal year, most of which was in community services which decreased $8,118. The decrease is attributed to reduction of fines, fees and charges for services revenue in the Capital Improvement Fund by $7,204.

Total expenses increased by $43,228 or 1.9 percent from the prior fiscal year. Total expenses increased for community services by $62,139 or 35.4 percent due to increased expenses in the Preschool for All Special Revenue Fund. Offset by decreased expenses for health services by $15,486 or 6.8 percent due to reduced state funding.

Tax revenues grew by $17,227 or 1.7 percent in the aggregate from the prior fiscal year.

- Property tax revenues for all governmental funds, increased by $15,625 or 2.7 percent as a result of increased assessed value growth of 3.1 percent. This growth is principally attributable to the statutory 3.0 percent annual adjustment to Maximum Assessed Value under Oregon Measure 50, alongside modest net additions from new construction and property improvements across the county.

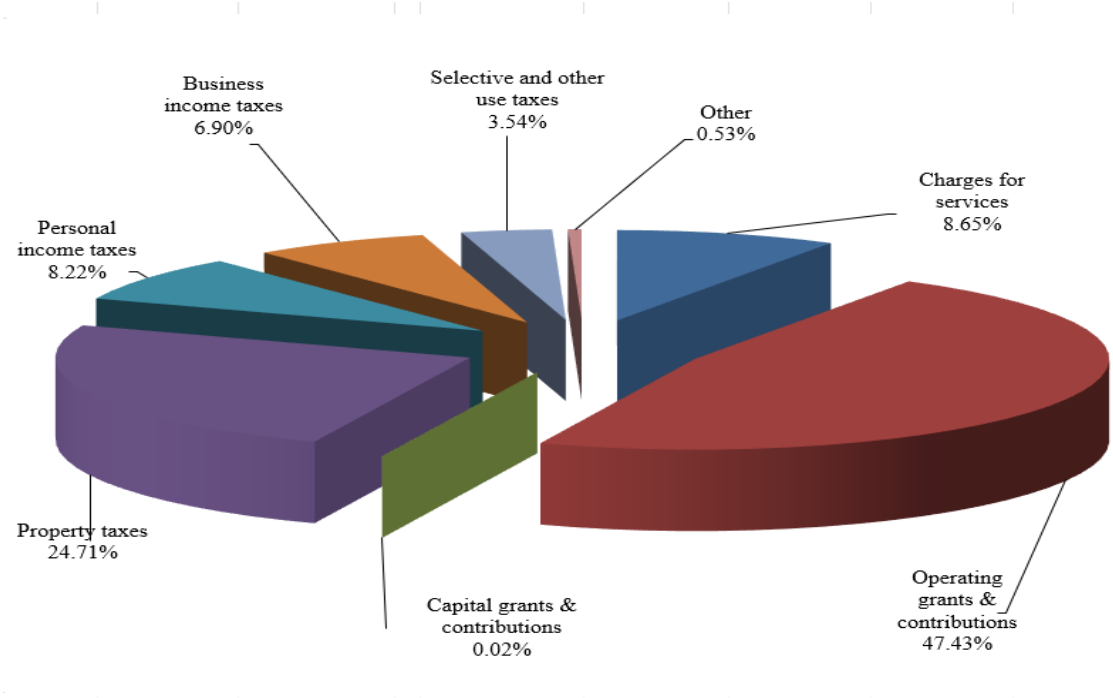
- Business income taxes (BIT) increased by $8,560 or 5.5 percent, a slight increase from the prior fiscal year. Notably, collections outperformed initial projections, driven by stronger-than-anticipated corporate profitability and resilient local economic activity.

- 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, $197,102 of personal income taxes were collected, which is a decrease of $6,275 or 3.1 percent, driven largely by the non-recurrence of substantial tax payments from a prior-year lottery winner.

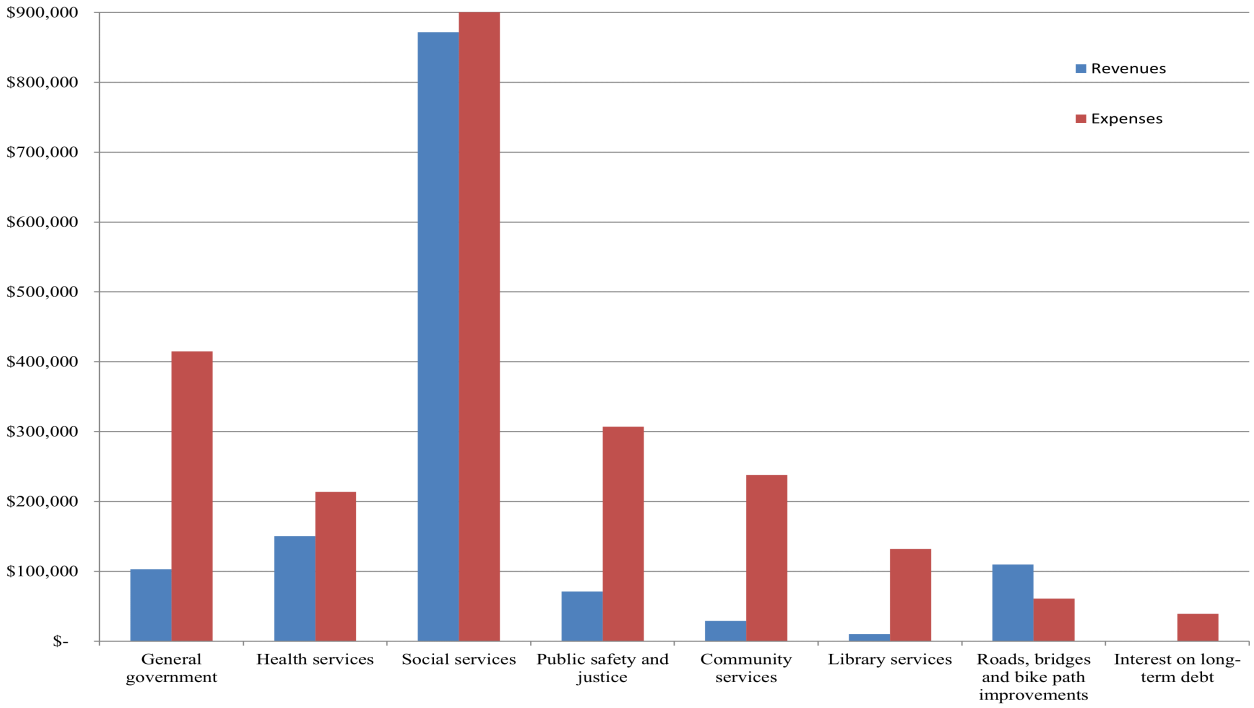
The interest and investment earnings decreased by $36,099 or 40.8 percent. This is mainly attributed by the unrealized loss on investments in the current fiscal year of $8,044 compared to unrealized gain position of $27,621 from prior fiscal year, resulting in the significant net decrease of $35,665. Interest earnings decreased by $1,317 from the prior fiscal year. This is attributed to lower average cash balances held, which outweighed the benefit of higher prevailing interest rates. The County's largest source of cash assets is received during property tax season in November. As a general best practice, the County reinvests maturing operating fund balances that exceeds current year liquidity needs, holds investments to maturity, and does not sell investments at losses. During the fiscal year, the County did not sell any investments at a loss.

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



Business-type activities. Business-type activities decreased the County's net position by $7,925, which is due to the decrease in net position of $10,767 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). The Health Department FQHC Fund reported a positive net position of $18,461, as compared to $26,492 from the prior fiscal year. The fund showed minimal variance from the prior fiscal year with a $1,183 or 0.6 percent increase in revenue and a $3,964 or 1.9 percent increase in expenditures.

Detailed Analyses of Major 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 current 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 $33,087 in the General Fund or approximately 22.0 percent of the total fund balance of $150,073. As a measure of the General Fund's liquidity, it may be useful to compare fund balance to total General Fund expenditures of $771,899. Unassigned fund balance of the General Fund represents 4.3 percent of total General Fund expenditures. The fund balance of the County's General Fund decreased by $29,888 or 16.6 percent from the prior fiscal year.

Revenues were $17,086 or 2.3 percent less than the prior fiscal year. The most significant increases included: tax revenues by $15,609 or by 2.6 percent. The increases in General Fund tax revenues included $8,053 for property taxes, and $8,560 for business income tax. The most significant decreases was unrealized investment gains/losses (investment earnings) by $35,665 or 129 percent. This variance is driven by cyclical mark-to-market movements rather than a baseline operating loss of that magnitude. While the prior fiscal year captured significant unrealized gains from rebounding market values, the current fiscal year experienced a modest reversal into a net unrealized loss.

Expenditures in total increased by $50,640 or 7.0 percent from the prior fiscal year. Expenditures increased for public safety and justice by $22,490 or 7.3 percent, primarily due to increased personnel costs supporting HR expansion and body-worn camera program.

Social services increased by $29,732 or 26.2 percent, mostly due to the Homeless Services. Direct programmatic expenditures rose by $17,600, reflecting one-time support of $10,000 to the City of Portland for shelter, and $4,000 to partially sustain adult shelters and $3,600 in housing placement and retention programs to mitigate decreased City and State funding. Additionally, in the prior fiscal year $17,500 of Homeless Services support was provided via transfers out rather than direct expenditures, contributing to the year-over-year variance.

The Federal/State Program Special Revenue Fund has a total fund balance of $7,912, of which only $85 is nonspendable due to balances reported for prepaid items. The restricted balance of $7,827 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 decreased by $5,963.

Intergovernmental revenues increased by $29,058 or 3.3 percent, which is largely attributed to the increased revenues of $53,652 for the eXPRS program, a significant part of the Developmental Disability Program. Additionally, state intergovernmental revenues decreased by approximately $27,000 due to lower state funding.

The most significant increase in expenditures was for social services, which increased by $37,016 or 5.4 percent over the prior fiscal year. This included an increase of $53,652 for state payments to County service providers, partially offset by a $15,518 decrease in pass-through and program support. The decrease was predominantly within the Homeless Services Department, resulting from a $7,500 reduction in State funding, a $6,400 reduction in City of Portland funding, and fewer eligible grant expenditures.

The Supportive Housing Special Revenue Fund has a total fund balance of $45,906 at the end of the fiscal year June 30, 2026, a decrease of $17,061 or 27.1 percent from the prior fiscal year. Cash and investments also decreased by $15,219 or 23 percent from the prior fiscal year. This fund had revenues of $151,849, a decrease of $1,985 or 1 percent from the prior fiscal year, however personnel expenditures are outpacing the revenues. Total expenditures of $168,910 is a decrease of $48,717 or 22.4 percent from the prior fiscal year. This decrease in expenditures was largely due to a budget shortfall in the Homeless Services Department, resulting from faster than expected programmatic spending and decreases in the expected Supportive Housing Services revenue collections.

The Preschool for All Program Special Revenue Fund has a total fund balance of $668,496 at the end of fiscal year June 30, 2026, which is an increase of $58,503 from the prior fiscal year. This is attributed to an increase in cash and investments of $63,143. Tax revenues of $197,102 decreased from the prior fiscal year by $6,275 or 3.1 percent. This fund had community services expenditures of $161,687, which is an increase of $62,640 or 63.2 percent, over the prior fiscal year. This increase is in proportion with the increase in Preschool for All slots from approximately 2,225 at 133 different locations in the prior fiscal year to over 3,800 at nearly 220 different locations in the current fiscal year. This program will continue to add new facilities in the coming year.

This tax was approved in 2020 by voters, with the rising fund balance during the early years of program ramp up to 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.

The Multnomah County Library Capital Construction Project Fund had a total fund balance of $44,482, which is a decrease of $76,017 or 63.1 percent from the prior fiscal year. This is primarily attributed to the decrease of $85,808 in cash and investments. Total expenditures were $84,218, a decrease of $31,386 or 27.1 percent over the prior fiscal year and the capital outlay decreased by $32,826. Expenditures decreased driven by the spend-down of library capital bond funds following project completions.

The Health Department FQHC 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 Health Department FQHC Fund reported a positive unrestricted net position of $15,033, investment in capital assets of $1,591, and restricted net position $1,837, for a total net position of $18,461. 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.

Significant Capital Asset and Long-Term Financing Activity

Capital assets. The County's total capital assets for its governmental and business-type activities as of June 30, 2026, amounts to $1,786,195 (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, lease assets, 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 $82,907 or approximately 4.9 percent.

The significant changes in capital assets is attributed to net increases in: buildings, net of accumulated depreciation, for $120,018, offset by a decrease in construction in progress for $41,979.

Construction in progress has a net decrease of $41,979 as a result of the capitalization of various library projects. Other significant construction projects include increases for $21,058 for Willamette River Bridge, $17,963 for the Burnside Bridge, and $8,152 for the Juvenile Justice Complex.

Total projects capitalized from construction in progress and to buildings, machinery and bridges during the fiscal year ending June 30, 2026 were $170,420, of which $170,284 was for governmental activities and $136 for business-type activities. Library buildings that were capitalized from construction in progress include $117,347 for the East County Flagship Library, $16,872 for the Belmont Library, and $4,534 for the St. John's Library. Other buildings capitalized from construction in progress include the PCC Health Clinic Building for $4,941, Bridge Shop Remediation for $2,573, Harrison Building Renovation for $1,554, and Harrison Pod Village for $1,587. Other bridge and road projects capitalized from construction in progress include $1,255 for the Morrison Bridge Approach, and $3,827 for the East County ADA Design.

The Library disposed of the Albina Annex, $248 for the building and $345 for land. The capital improvement of $603 for the Market Street Shelter was disposed of upon lease termination.

Intangible assets include purchased software as well as right-of use assets, which include leases and subscription-based information technology improvements (SBITAs). Intangible assets, net of accumulated amortization, increased $2,407 over the prior fiscal year, of which $2,475 was in governmental activities and a $68 decrease in business-type activities. Right-of-use assets, net of accumulated amortization, for leases and subscription-based technology improvements increased by $2,217 and $2,525 respectively, while internally developed software decreased by $2,335. The County executed five new leases, renewed four and terminated seven.

Outstanding construction commitments totaled $103,383 at fiscal year-end, representing an increase of $18,869 over the prior year. Although the County completed significant work across its library construction projects, this net increase was driven primarily by a new contract executed for the renovation of a permanent sobering center. For additional information regarding the County's construction commitments, refer to Note IV.B (Commitments and Contingent Liabilities) in the basic financial statements.

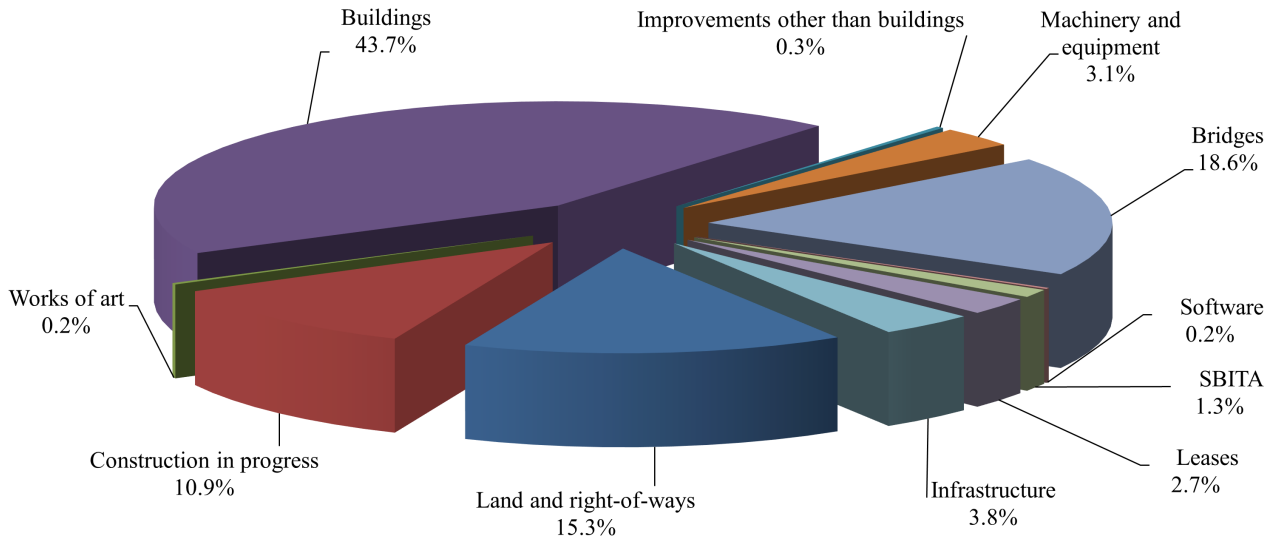
Multnomah County's Capital Assets

(net of accumulated depreciation or amortization, where applicable)

	Governmental Activities		Business-Type Activities		Total	
	2026	2025	2026	2025	2026	2025
Land and right of ways	$ 272,567	$ 272,848	$ -	$ -	$ 272,567	$ 272,848
Construction in process	188,952	233,565	5,490	2,856	194,442	236,421
Works of art	4,412	4,431	-	-	4,412	4,431
Buildings	778,997	658,936	1,201	1,244	780,198	660,180
Improvements other than buildings	785	844	4,632	4,726	5,417	5,570
Machinery & equipment	55,316	47,856	335	496	55,651	48,352
Bridges	331,705	341,340	-	-	331,705	341,340
Intangible assets						
Software - purchased	3,440	5,775	-	-	3,440	5,775
SBITA (ROU)	22,401	19,808	129	197	22,530	20,005
Leases - buildings (ROU)	47,639	45,422	-	-	47,639	45,422
Infrastructure	68,194	62,944	-	-	68,194	62,944
Total capital assets	$ 1,774,408	$ 1,693,769	$ 11,787	$ 9,519	$ 1,786,195	$ 1,703,288

The following chart indicates the County's capital assets as of June 30, 2026. 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



Long-term financing. At the end of the current fiscal year, the County had total long-term financing liabilities outstanding of $457,940, net of premiums. Of this amount, $165,250 represents the liability for general obligation bonds and $12,626 for associated premiums; $201,178 for the liability for full faith and credit bonds and $8,129 for the associated premiums; $1,105 in loan obligations, and $69,652 in right-of-use obligations. Full faith and credit bonds are obligations that pledge the full faith and credit of the County.

Multnomah County's Long-Term Financing

	Primary Government	
	2026	2025
Full faith and credit bonds	$ 209,307	$ 232,001
General obligation bonds	177,876	233,099
Loans	1,105	1,615
Right-of-use obligations	69,652	65,082
Total outstanding debt	$ 457,940	$ 531,797

The County's total long-term financing liabilities decreased by $73,857 or approximately 13.9 percent during the current fiscal year. The net decrease is attributable to principal payments made on prior bonds issues, offset by new right-of-use obligations.

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 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 $3,992,752, 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 $1,895,477 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 the current fiscal year, the County used about 25 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.

Currently Known Facts, Decisions or Conditions

The unemployment rate for the Portland-Vancouver-Beaverton PMSA (Primary Metropolitan Statistical Area) at the close of the fiscal year had increased to 5.0 percent. The unemployment rate for the State of Oregon was 5.2 percent, and the United States was 4.2 percent. This is a significant decrease from 2020, when the unemployment rate exceeded 11 percent, however, current rates are well above 2022-2023 rates when we experienced strong job growth. Multnomah County job growth currently lags behind national trends and the Portland Metro area has been one the worst performing Metros for job growth in the Country.

Property tax revenues are the single largest source of revenue in the General Fund and account for approximately 66 percent of ongoing budgeted 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 (budget year over year) to grow by 4.4 percent in 2027, supported by a return of a major Urban Renewal Area. A drop in downtown Portland commercial property values (skyrise office buildings) has depressed overall revenue growth. In addition, due to constitutional property tax limitations, property tax revenues are not keeping pace with high inflation. If inflation remains at high levels, the County will continue to see budgetary deficits.

The forecast for fiscal year 2027 assumes the economy will remain stable but continued inflationary pressures from rising energy prices, lower job growth, and Federal Reserve interest rate hikes is likely to slow the economy. Business income tax (BIT) collections totaled $165,560 in fiscal year 2026, up 5.5 percent from fiscal year 2025. After a post-pandemic decline, corporate profits (which creates the tax liability) continue to increase steadily. The County is forecasting BIT collections to increase by 7.4 percent in fiscal year 2027, and 3.2 percent in fiscal year 2028. The BIT is highly sensitive to economic conditions and has historically been a volatile revenue source. The fiscal year 2027 budget includes a reserve equal to 12 percent of budgeted BIT revenues to guard against year over year volatility.

Health care transformation and the stability 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. Though Medicaid has been stable, the County is preparing for future reduction impacts from the passage of H.R. 1.

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 4.9 percent in fiscal year 2027. 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. Oregon's constitutional limits on property tax growth make inflation an area of particular concern for the County. Personnel costs are the County's biggest expense, and the tendency of these costs to grow faster than property tax revenues create a structural deficit for the County's General Fund. The progress that was made through Federal Reserve interest rate increases to bring inflation back down

to more manageable levels has stalled, inflationary pressures have grown driven by energy prices and federal tariff policy.

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 five "side accounts" totaling $125,000 with OPERS. When fully amortized, these side accounts will reduce the OPERS rate by an estimated 3 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 2022, 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 2027 budget includes $247.5 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 (with a $50.7 million premium) to finance capital costs to expand, modernize, rebuild, and acquire land for library facilities. Bond activities are expected to continue through fiscal year 2027. The projects remaining underway in fiscal year 2027 include: Belmont Library, Northwest Library, St. Johns Library, and other library refresh projects. The East County Library "Flagship Site" opened to the public in March of 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 2025, project work consisted of planning, infrastructure investigations, estimating, design, and a procurement process to hire an electrical contractor. Construction began in September of 2025, with completion estimated by fiscal year 2029. Total County project costs are estimated at $18.1 million (overall cost is estimated at $29.6 million).

- The Rockwood Community Health Center, has been operating as a full-service health clinic since 2014 under a lease with Care Oregon, and was purchased in late 2022. Design started in early fiscal year 2025 with construction starting in early fiscal year 2026. The most significant improvements include replacing the roof, modernizing the HVAC and electrical system, and upgrading the main entry, waiting area and reception area to make the facility more welcoming and safer. Completion is estimated by fiscal year 2027. The total project costs are estimated at $6.9 million.

- In fiscal years 2023 through 2026, the County underwent a project to explore future development options for a new or renovated Multnomah County Animal Services facility. The activities for fiscal year 2027 include a siting assessment, engagement with established community design advisory committee, developing a funding strategy, and conceptual design. Activities may also

include additional phases of design. The timeline is to be determined and depends upon design, site, and funding strategy.

- Multnomah County is developing a new permanent Sobering and Crisis Stabilization Center, 25,600 sq ft facility. A building in Southeast Portland has been purchased to serve as a 24-hour service Center. The property will provide a permanent location for sobering and withdrawal management, as well as deflections and Medication Assisted Treatment (MAT), that connects people to treatment and recovery services, helping keep them from emergency rooms or jails or being left intoxicated on our streets. Activities for fiscal year 2026 include: completion of construction documents, demolition work, and obtaining Board approval to proceed with construction, and starting construction. Construction will run through fiscal year 2027 with an estimated substantial completion date of fiscal year 2028. Total project costs are estimated at $29.8 million. The project is being funded from State of Oregon House Bill 5204 and Senate Bill 5701 and County General Fund.

The Tri-County partners (Clackamas, Multnomah, County Washington) and respective Continuums of Care (CoCs) use a shared Homeless Management Information System (HMIS) in order to coordinate and optimize the delivery of homeless services across the region. The HMIS is the main system of record for the three counties and the numerous community based organizations and agencies in the region that utilize the system. This major IT project will replace the current HMIS with a new product (BitFocus Clarity), with the goal to implement a more modern, user friendly, and functional system to improve both the delivery and coordination of services across the homeless response system. The project is estimated to be completed in late fiscal year 2027 with a total cost of $7.7 million (Multnomah County portion at $4.9 million)

One of largest technology projects 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 2027, IT and Health Department will work with a local technology consultancy, to refine the final requirements for a minimum viable CEDARS project.

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 completed. Design of the project began in fiscal year 2025 and will continue through fiscal year 2027. Due to the uncertainty surrounding federal funding for the project, the project will be paused once it reaches the 60 percent design milestone. The current project estimate is between $1.6 and $1.8 billion. An additional $200 million is needed for seismic upgrades to the Broadway, Morrison, and Hawthorne bridges.

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 2027. 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

GOVERNMENT-WIDE FINANCIAL STATEMENTS

MULTNOMAH COUNTY, OREGON
Statement of Net Position
June 30, 2026
(amounts expressed in thousands)

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	The Library Foundation
ASSETS				
Current assets (unrestricted):				
Cash and investments	$ 525,231	$ 85,376	$ 610,607	$ 30,486
Receivables, net:				
Taxes	30,623	-	30,623	-
Accounts	4,963	23,536	28,499	-
Leases	343	-	343	-
Interest	10,372	-	10,372	-
Special assessments	-	57	57	-
Contributions	-	-	-	156
Inventories	2,787	932	3,719	-
Prepaid items	19,011	140	19,151	68
Split interest and other agreements	-	-	-	584
Current assets (restricted):				
Cash and investments	897,182	-	897,182	160
Receivables, net:				
Taxes	48,267	-	48,267	-
Accounts	124,255	-	124,255	-
Loans	231	-	231	-
Inventories	892	-	892	-
Total current assets	1,664,157	110,041	1,774,198	31,454
Noncurrent assets (unrestricted):				
Loans receivable	20,690	-	20,690	-
Internal balances	4,000	(4,000)	-	-
Leases receivable	759	-	759	-
Capital assets:				
Capital assets, not being depreciated	465,931	5,490	471,421	-
Capital assets, net of accumulated depreciation and amortization	1,308,477	6,297	1,314,774	115
Noncurrent assets (restricted):				
Receivables, net:				
Loans	1,319	-	1,319	-
Net OPEB asset - RHIA	13,841	1,846	15,687	-
Total noncurrent assets	1,815,017	9,633	1,824,650	115
Total assets	3,479,174	119,674	3,598,848	31,569
DEFERRED OUTFLOWS OF RESOURCES				
Unrestricted:				
OPEB - County Plan	13,242	1,796	15,038	-
OPEB - RHIA	512	68	580	-
Pension	305,267	40,704	345,971	-
Total deferred outflows of resources	319,021	42,568	361,589	-
LIABILITIES				
Current liabilities (payable from unrestricted assets):				
Accounts payable	67,538	4,799	72,337	657
Accrued salaries and benefits	20,512	1,973	22,485	-
Accrued interest payable	3,712	-	3,712	-

MULTNOMAH COUNTY, OREGON
Statement of Net Position
June 30, 2026
(amounts expressed in thousands)

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	The Library Foundation
Current liabilities (payable from unrestricted assets, continued):				
Gift annuity payable	-	-	-	2
Unearned revenue	316	313	629	-
Compensated absences	32,812	4,377	37,189	-
Bonds payable	80,305	-	80,305	-
Right-of-use obligations	15,183	72	15,255	121
OPEB liability - County Plan	7,520	1,021	8,541	-
Claims and judgments payable	15,903	-	15,903	-
Current liabilities (payable from restricted assets)				
Accounts payable	117,599	-	117,599	-
Accrued salaries and benefits	3,049	-	3,049	-
Loans payable	231	-	231	-
Unearned revenue	29,343	-	29,343	-
Deferred compensation	-	-	-	160
Total current liabilities	394,023	12,555	406,578	940
Noncurrent liabilities (payable from unrestricted assets):				
Compensated absences	19,969	2,344	22,313	-
Bonds payable	306,878	-	306,878	-
Right-of-use obligations	54,397	-	54,397	-
OPEB liability - County Plan	103,597	14,056	117,653	-
Net pension liability	707,253	94,303	801,556	-
Noncurrent liabilities (payable from restricted assets):				
Loans payable	874	-	874	-
Total noncurrent liabilities	1,192,968	110,703	1,303,671	-
Total liabilities	1,586,991	123,258	1,710,249	940
DEFERRED INFLOWS OF RESOURCES				
Unrestricted:				
Leases	1,102	-	1,102	-
OPEB - County Plan	23,442	3,181	26,623	-
OPEB - RHIA	610	81	691	-
Pension	35,860	4,781	40,641	-
Unamortized gain on debt refunding	5,128	-	5,128	-
Total deferred inflows of resources	66,142	8,043	74,185	-
NET POSITION				
Net investment in capital assets	1,346,570	11,715	1,358,285	(6)
Restricted for:				
Nonexpendable - library operations	-	-	-	5,164
Expendable - library operations	115,884	-	115,884	7,064
Capital projects, buildings	36,945	-	36,945	-
Community support programs	634,651	-	634,651	-
Roads, bridges and bike path improvements	55,403	-	55,403	-
Document storage and retrieval	92	-	92	-
Debt service	5,379	-	5,379	-
OPEB - RHIA	13,841	1,846	15,687	-
Unrestricted	(63,703)	17,380	(46,323)	18,407
Total net position	$ 2,145,062	$ 30,941	$ 2,176,003	$ 30,629

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, 2026
(amounts expressed in thousands)

Functions/Programs	Expenses	Program Revenues: Fees, Fines and Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Total	Component Unit: The Library Foundation
Primary government:								
Governmental activities:								
General government	$ 415,072	$ 99,610	$ 3,362	$ -	$ (312,100)	$ -	$ (312,100)	$ -
Health services	213,759	14,542	137,682	-	(61,535)	-	(61,535)	-
Social services	968,127	795	871,005	-	(96,327)	-	(96,327)	-
Public safety and justice	307,059	25,520	45,553	-	(235,986)	-	(235,986)	-
Community services	237,676	24,325	4,566	41	(208,744)	-	(208,744)	-
Library	132,150	6,709	3,552	-	(121,889)	-	(121,889)	-
Roads, bridges, and bike path improvements	60,855	36,061	73,662	158	49,026	-	49,026	-
Interest on long-term debt	39,347	-	-	-	(39,347)	-	(39,347)	-
Total governmental activities	2,374,045	207,562	1,139,382	199	(1,026,902)	-	(1,026,902)	-
Business-type activities:								
Health Department FQHC	208,113	165,925	31,421	-	-	(10,767)	(10,767)	-
Dunthorpe-Riverdale Service District No. 1	849	41	-	-	-	(808)	(808)	-
Mid-Multnomah County Street Lighting Service District No. 14	505	6	-	136	-	(363)	(363)	-
Behavioral health managed care	996	9	-	-	-	(987)	(987)	-
Total business-type activities	210,463	165,981	31,421	136	-	(12,925)	(12,925)	-
Total primary government	$ 2,584,508	$ 373,543	$ 1,170,803	$ 335	(1,026,902)	(12,925)	(1,039,827)	-
Component unit:								
The Library Foundation	$ 5,328	$ -	$ 2,438	$ -	$ -	$ -	$ -	$ (2,890)
General revenues:								
Taxes:								
Property taxes, levied for general purposes					536,044	2,009	538,053	-
Property taxes, levied for debt service					57,044	-	57,044	-
Personal income taxes					197,102	-	197,102	-
Business income taxes					165,560	-	165,560	-
Selective excise and use taxes					84,112	-	84,112	-
Payments in lieu of taxes					694	-	694	-
State government shared unrestricted revenues					12,039	-	12,039	-
Grants and contributions not restricted to specific programs					13	-	13	1,512
Interest and investment gain					52,385	2,991	55,376	4,059
Gain on disposal of capital assets					552	-	552	-
Total general revenues					1,105,545	5,000	1,110,545	5,571
Change in net position					78,643	(7,925)	70,718	2,681
Net position - beginning of year					2,066,419	38,866	2,105,285	27,948
Net position - end of year					$ 2,145,062	$ 30,941	$ 2,176,003	$ 30,629

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

FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUNDS

Governmental funds account for the County's general government activities. These funds encompass the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Project Funds. Major funds are determined based on criteria established by GASB Statement No. 34. The General Fund is always classified as a major fund.

Major Governmental Funds:

- **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 C*ombining 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
Balance Sheet
Governmental Funds
June 30, 2026
(amounts expressed in thousands)

	General Fund	Federal/State Program Special Revenue Fund	Supportive Housing Special Revenue Fund
ASSETS			
Unrestricted:			
Cash and investments	$ 113,269	$ -	$ 16,862
Receivables:			
Taxes	26,835	-	-
Accounts, net	3,145	-	-
Interest	10,372	-	-
Due from other funds	52,965	-	-
Inventories	652	-	-
Prepaids and deposits	9,590	85	430
Restricted:			
Cash and investments	7,561	28,143	34,460
Receivables:			
Taxes	-	-	17,680
Accounts, net	-	92,851	167
Inventories	-	892	-
Total assets	$ 224,389	$ 121,971	$ 69,599
LIABILITIES			
Liabilities payable from unrestricted assets:			
Accounts payable	$ 43,084	$ -	$ -
Payroll payable	19,028	-	-
Due to other funds	-	-	-
Unearned revenue	316	-	-
Liabilities payable from restricted assets:			
Accounts payable	775	32,329	23,686
Payroll payable	-	1,329	7
Unearned revenue	6	28,143	-
Due to other funds	-	52,258	-
Total liabilities	63,209	114,059	23,693
DEFERRED INFLOWS OF RESOURCES			
Unrestricted:			
Resources not yet available:			
Property taxes	11,107	-	-
Restricted:			
Resources not yet available:			
Property taxes	-	-	-
Total deferred inflows of resources	11,107	-	-
FUND BALANCES			
Nonspendable	10,242	85	430
Restricted	6,780	7,827	28,614
Committed	99,964	-	4,070
Assigned	-	-	12,792
Unassigned	33,087	-	-
Total fund balances	150,073	7,912	45,906
Total liabilities, deferred inflows of resources and fund balances	$ 224,389	$ 121,971	$ 69,599

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
$ 82,372	$ -	$ 160,688	$ 373,191
-	-	3,788	30,623
-	-	1,664	4,809
-	-	-	10,372
-	-	-	52,965
-	-	276	928
112	4	818	11,039
576,776	55,592	194,651	897,183
24,206	-	6,381	48,267
-	-	31,237	124,255
-	-	-	892
$ 683,466	$ 55,596	$ 399,503	$ 1,554,524
$ -	$ -	$ 12,556	$ 55,640
-	-	196	19,224
-	-	359	359
-	-	-	316
14,809	11,090	34,910	117,599
161	24	1,528	3,049
-	-	1,194	29,343
-	-	348	52,606
14,970	11,114	51,091	278,136
-	-	-	11,107
-	-	4,613	4,613
-	-	4,613	15,720
112	4	1,094	11,967
586,012	44,478	189,676	863,387
18,900	-	118,106	241,040
63,472	-	35,062	111,326
-	-	(139)	32,948
668,496	44,482	343,799	1,260,668
$ 683,466	$ 55,596	$ 399,503	$ 1,554,524

MULTNOMAH COUNTY, OREGON
Reconciliation of the Balance Sheet to the Statement of Net Position
Governmental Funds
June 30, 2026
(dollar amounts expressed in thousands)

Fund balances - governmental funds		$	1,260,668
Amounts reported for governmental activities in the Statement of Net Position are different because:			
Capital and lease assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds:			
Governmental capital assets	2,634,289		
Less accumulated depreciation and amortization	(950,180)		1,684,109
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	12,001		
Deferred outflows of resources - OPEB - RHIA	465		
Deferred outflows of resources - pension	276,689		289,155
Accrued interest payable			(3,505)
Long-term liabilities, not due and payable in the current period and, therefore, are not reported in the governmental funds:			
Bonds payable	(387,183)		
Loans payable	(1,105)		
Right-of-use obligations	(2,413)		(390,701)
Accrued compensated absences are not due and payable in the current period and, therefore, are not reported in the funds			(46,955)
Long-term asset / (liabilities) related to future periods and, therefore, are not reported in the governmental funds:			
Total OPEB - County Plan	(100,706)		
Net OPEB - RHIA	12,546		
Net pension	(641,046)		(729,206)
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	(21,245)		
Deferred inflows of resources - OPEB - RHIA	(553)		
Deferred inflows of resources - pension	(32,503)		
Deferred inflows of resources - unamortized gain on debt refunding	(5,128)		(59,429)
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	15,720		
Loans receivable	22,240		37,960
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.			102,966
Net position of governmental activities		$	2,145,062

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
Governmental Funds
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	General Fund	Federal/State Program Special Revenue Fund	Supportive Housing Special Revenue Fund
REVENUES			
Taxes	$ 619,460	$ -	$ -
Payments in lieu of taxes	441	-	-
Intergovernmental	9,957	901,366	149,858
Licenses and permits	15,502	1,056	-
Charges for services	13,336	3,643	213
Interest	11,227	51	1,755
Non-governmental grants	1,234	3,273	-
Service reimbursements	69,619	201	23
Investment earnings	(8,044)	-	-
Miscellaneous	4,589	158	-
Total revenues	737,321	909,748	151,849
EXPENDITURES			
Current:			
General government	149,336	-	-
Health services	145,990	133,853	-
Social services	143,258	722,086	167,974
Public safety and justice	329,736	41,170	-
Community services	-	4,137	-
Library services	-	-	-
Roads, bridges, and bike path improvements	-	-	-
Capital outlay	2,989	194	-
Debt service:			
Principal	544	231	923
Interest	46	-	13
Total expenditures	771,899	901,671	168,910
Revenues over (under) expenditures	(34,578)	8,077	(17,061)
OTHER FINANCING SOURCES (USES)			
Transfers in	13,498	-	-
Transfers out	(9,692)	(14,046)	-
Proceeds from sale of capital assets	47	6	-
Issuance of right-of-use obligations	837	-	-
Total other financing sources (uses)	4,690	(14,040)	-
Net change in fund balances	(29,888)	(5,963)	(17,061)
Fund balances - beginning	179,961	13,875	62,967
Fund balances - ending	$ 150,073	$ 7,912	$ 45,906

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
$ 197,102	$ -	$ 221,823	$ 1,038,385
-	-	252	693
-	-	82,360	1,143,541
-	-	35,665	52,223
-	1,500	16,407	35,099
23,088	2,349	16,514	54,984
-	-	3,717	8,224
-	-	79,184	149,027
-	-	-	(8,044)
-	287	28	5,062
220,190	4,136	455,950	2,479,194
-	-	2	149,338
-	-	-	279,843
-	-	4,548	1,037,866
-	-	11,235	382,141
161,687	-	77,031	242,855
-	38,849	119,920	158,769
-	-	81,825	81,825
-	45,351	78,359	126,893
-	18	71,752	73,468
-	-	44,539	44,598
161,687	84,218	489,211	2,577,596
58,503	(80,082)	(33,261)	(98,402)
-	3,530	176,532	193,560
-	-	(169,513)	(193,251)
-	535	5	593
-	-	-	837
-	4,065	7,024	1,739
58,503	(76,017)	(26,237)	(96,663)
609,993	120,499	370,036	1,357,331
$ 668,496	$ 44,482	$ 343,799	$ 1,260,668

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, 2026
(dollar amounts expressed in thousands)

Net change in fund balances - governmental funds		$ (96,663)
Amounts reported for governmental activities in the Statement of Activities are different because the following activities are not current financial resources or uses:		
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:		
Expenditures for capital assets	126,893	
Current year depreciation expense	(53,474)	
Contributed and donated capital assets - sent	(20)	
Contributed and donated capital assets - received	95	
Net loss on disposal of capital assets	(847)	72,647
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:		
Premium liabilities reported under full accrual are amortized to interest expense in the Statement of Activities		6,888
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		73,468
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		(837)
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. Changes related to long-term liabilities included:		
Accrual of OPERS net pension liability items	4,574	
Accrual of other postemployment liability items	733	
Compensated absences	(2,313)	
Accrued interest	(93)	2,901
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.		8,475
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		15,301
Elimination of internal capital asset contribution from governmental funds to internal service funds		(3,537)
Change in net position of governmental activities		$ 78,643

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

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/substance 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, 2026
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds			
	Health Department FQHC	Other Nonmajor Enterprise	Total	Governmental Activities - Internal Service Funds
ASSETS				
Current assets (unrestricted):				
Cash and investments	$ 77,267	$ 8,109	$ 85,376	$ 152,040
Receivables:				
Accounts, net	23,536	-	23,536	154
Special assessments	-	57	57	-
Leases receivable	-	-	-	343
Inventories	858	74	932	1,859
Prepaid items	130	10	140	7,972
Internal loans receivable	-	-	-	135
Total current assets	101,791	8,250	110,041	162,503
Noncurrent assets (unrestricted):				
Leases receivable	-	-	-	759
Internal loans receivable	-	-	-	3,865
Capital assets:				
Capital assets, not being depreciated	-	5,490	5,490	5,275
Capital assets, net of accumulated depreciation and amortization	1,663	4,634	6,297	85,024
Noncurrent assets (restricted):				
Net OPEB asset - RHIA	1,837	9	1,846	1,295
Total noncurrent assets	3,500	10,133	13,633	96,218
Total assets	105,291	18,383	123,674	258,721
DEFERRED OUTFLOWS OF RESOURCES				
Unrestricted:				
OPEB - County Plan	1,788	8	1,796	1,241
OPEB - RHIA	68	-	68	47
Pension plan	40,507	197	40,704	28,578
Total deferred outflows of resources	42,363	205	42,568	29,866

(Continued)

MULTNOMAH COUNTY, OREGON
Statement of Net Position
Proprietary Funds
June 30, 2026
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds			
	Health Department FQHC	Other Nonmajor Enterprise	Total	Governmental Activities - Internal Service Funds
LIABILITIES				
Current liabilities (payable from unrestricted assets):				
Accounts payable	3,255	1,544	4,799	11,899
Payroll payable	1,973	-	1,973	1,287
Unearned revenue	313	-	313	-
Compensated absences	4,377	-	4,377	3,414
Claims and judgments payable	-	-	-	15,903
Accrued interest payable	-	-	-	207
Right-of-use obligations	72	-	72	14,017
Internal loans payable	-	135	135	-
OPEB liability - County Plan	1,016	5	1,021	705
Total current liabilities	11,006	1,684	12,690	47,432
Noncurrent liabilities (payable from unrestricted assets):				
Compensated absences	2,344	-	2,344	2,412
Right-of-use obligations	-	-	-	53,150
Internal loans payable	-	3,865	3,865	-
OPEB liability - County Plan	13,991	65	14,056	9,707
Net pension liability	93,847	456	94,303	66,207
Total noncurrent liabilities	110,182	4,386	114,568	131,476
Total liabilities	121,188	6,070	127,258	178,908
DEFERRED INFLOWS OF RESOURCES				
Unrestricted:				
Leases	-	-	-	1,102
OPEB - County Plan	3,166	15	3,181	2,197
OPEB - RHIA	81	-	81	57
Pension plan	4,758	23	4,781	3,357
Total deferred inflows of resources	8,005	38	8,043	6,713
NET POSITION				
Net investment in capital assets	1,591	10,124	11,715	23,120
Restricted	1,837	9	1,846	1,295
Unrestricted	15,033	2,347	17,380	78,551
Total net position	$ 18,461	$ 12,480	$ 30,941	$ 102,966

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, 2026
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds			
	Health Department FQHC	Other Nonmajor Enterprise	Total	Governmental Activities - Internal Service Funds
OPERATING REVENUES				
Current assessments	$ -	$ 1,979	$ 1,979	$ -
Prior assessments	-	30	30	-
Charges for services	851	4	855	343,891
Intergovernmental charges for services	164,601	-	164,601	1,143
Non-governmental grants	16,068	-	16,068	-
Insurance premiums	-	-	-	14,158
Licenses and permits	-	42	42	1
Miscellaneous	472	10	482	6,030
Total operating revenues	181,992	2,065	184,057	365,223
OPERATING EXPENSES				
Cost of sales and services	206,932	2,024	208,956	326,357
Administration	904	96	1,000	11,006
Depreciation and amortization	272	230	502	20,503
Total operating expenses	208,108	2,350	210,458	357,866
Operating income (loss)	(26,116)	(285)	(26,401)	7,357
NONCAPITAL SUBSIDIES				
Intergovernmental grants	15,353	-	15,353	2
Transfers in	-	-	-	417
Transfers out	-	-	-	(726)
Total noncapital subsidies	15,353	-	15,353	(307)
Operating income (loss) and noncapital subsidies	(10,763)	(285)	(11,048)	7,050
OTHER NONOPERATING REVENUES (EXPENSES)				
Interest revenue	2,736	255	2,991	5,447
Interest expense	(4)	-	(4)	(1,541)
Capital contributions in	-	136	136	3,537
Gain (loss) on sale of capital assets	-	-	-	808
Total nonoperating revenues (expenses)	2,732	391	3,123	8,251
Change in net position	(8,031)	106	(7,925)	15,301
Total net position - beginning	26,492	12,374	38,866	87,665
Total net position - ending	$ 18,461	$ 12,480	$ 30,941	$ 102,966

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, 2026
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds			
	Health Department FQHC Fund	Other Nonmajor Enterprise Funds	Total	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	$ 162,600	$ 2,051	$ 164,651	$ 22,512
Receipts for interfund services provided	-	-	-	342,781
Receipts from grants and awards	16,068	-	16,068	-
Payments to suppliers	(61,513)	(60)	(61,573)	(234,028)
Payments to employees	(121,004)	(547)	(121,551)	(81,266)
Payments for interfund services used	(21,847)	(21)	(21,868)	(24,770)
Net cash provided by (used for) operating activities	(25,696)	1,423	(24,273)	25,229
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intergovernmental grants	15,353	-	15,353	2
Transfers in	-	-	-	417
Transfers out	-	-	-	(726)
Internal loan remittance	-	-	-	(4,000)
Net cash provided by (used for) noncapital and related financing activities	15,353	-	15,353	(4,307)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Principal paid on right-of-use obligations	(65)	-	(65)	(12,932)
Interest paid on right-of-use obligations	(4)	-	(4)	(1,562)
Acquisition of capital assets	-	(2,634)	(2,634)	(9,941)
Proceeds from the sale of capital assets	-	-	-	815
Internal loan proceeds	-	4,000	4,000	-
Net cash provided by (used for) capital and related financing activities	(69)	1,366	1,297	(23,620)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest earnings	2,736	255	2,991	5,447
Net cash provided by (used for) investing activities	2,736	255	2,991	5,447
Net increase (decrease) in cash and cash equivalents	(7,676)	3,044	(4,632)	2,749
Cash and cash equivalents - beginning	84,943	5,065	90,008	149,291
Cash and cash equivalents - ending	$ 77,267	$ 8,109	$ 85,376	$ 152,040

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, 2026
(amounts expressed in thousands)

	Health Department FQHC Fund	Other Nonmajor Enterprise Funds	Total	Governmental Activities - Internal Service Funds
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	$ (26,116)	$ (285)	$ (26,401)	$ 7,357
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation and amortization of capital assets	272	230	502	20,503
Changes in assets, liabilities, and deferred inflows/outflows of resources:				
Accounts receivables, net	(2,945)	-	(2,945)	73
Special assessments receivable	-	(3)	(3)	-
Inventories	(156)	114	(42)	(135)
Prepaid items	8	-	8	(1,757)
Accounts payable	(337)	1,018	681	1,444
Payroll payable	163	-	163	32
Unearned revenue	76	-	76	-
Compensated absences	712	-	712	278
Claims and judgments payable	-	-	-	965
Total OPEB liability - County Plan	944	69	1,013	382
Deferred outflows - OPEB - County Plan	161	(8)	153	149
Deferred inflows - OPEB - County Plan	27	15	42	(42)
Net OPEB asset - RHIA	(329)	(9)	(338)	(92)
Deferred outflows - OPEB - RHIA	27	-	27	28
Deferred inflows - OPEB - RHIA	(152)	-	(152)	(130)
Net pension liability	9,264	456	9,720	(1,296)
Deferred outflows - pension	(5,750)	(197)	(5,947)	(841)
Deferred inflows - pension	(1,565)	23	(1,542)	(1,689)
Total adjustments	420	1,708	2,128	17,872
Net cash provided by (used for) operating activities	$ (25,696)	$ 1,423	$ (24,273)	$ 25,229
Noncash activities:				
Capital contributions in	$ -	$ 136	$ 136	$ 3,537
Acquisition of ROU assets with additions to ROU liabilities	$ -	$ -	$ -	$ 20,873

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

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, 2026
(amounts expressed in thousands)

	Custodial Funds
ASSETS	
Restricted assets:	
Cash and investments	$ 47,429
Taxes receivable	64,015
Total assets	111,444
LIABILITIES	
Liabilities payable from restricted assets:	
Accounts payable	9,367
Due to other governmental units	59,504
Total liabilities	68,871
NET POSITION	
Restricted for:	
Individuals, organizations, and other governments	42,573
Total net position	$ 42,573

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, 2026
(amounts expressed in thousands)

	Custodial Funds
ADDITIONS	
Taxes collected	$ 4,278,828
Taxes collected for other governments	34,741
Deposits held for others	5,218
Charges for services	1,413
Interest	6,070
Miscellaneous	3,787
Total additions	4,330,057
DEDUCTIONS	
Administrative Support	159
Payments of taxes to other governments	4,341,899
Payments paid to others	5,205
Distributions to others	1,237
Total deductions	4,348,500
Change in net position	(18,443)
Net position - beginning	61,016
Net position - ending	$ 42,573

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

NOTES TO THE BASIC FINANCIAL STATEMENTS

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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 indicate 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.

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 amounts 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.

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 aggregated and reported in a separate column 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.

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.

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.

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 aggregated and reported in a separate column 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: R*isk 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 required to be administered through a trust or equivalent arrangement. 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.

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 *noncapital subsidies,* and *other non-operating* revenues and expenses. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Principal operating revenues of the health centers consist of client fees and some grants that support 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 and amortization on capital assets. Non-operating revenues and expenses include: (1) contributions to permanent and term endowments; (2) finance-related revenues and expenses; (3) gains and losses from disposals of capital assets and inventory; (4) investment income and expenses; and (5) subsidies received and provided. A subsidy represents amounts received from or provided to another party or fund of the County. Amounts received are considered a subsidy if unrelated to services provided by the proprietary fund, serving to keep user fees lower; amounts provided are considered a subsidy if unrelated to goods or services provided by those parties. All revenues and expenses not meeting the definitions of non-operating items or noncapital subsidies are reported as 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. 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.

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.

Capital assets are defined by the County as assets with an initial, individual cost of more than $25 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 capital assets 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	25,000
Equipment	3 to 30	25,000
Street lighting	30	250,000
Buildings, including land parcels and improvements	20 to 50	100,000
Roads and bridges	40	250,000
Sewer systems	50	250,000

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 payments to be received 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 over the term of the lease.

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.

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 is 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.

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 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

In the government-wide financial statements and for proprietary fund types in the fund financial statements, compensated absences are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type. In governmental fund financial statements, compensated absences are not reported as a fund liability, as they do not represent a claim on current financial resources.

The County recognizes a liability for compensated absences for leave that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled in cash during or upon separation from employment. Based on the criteria listed, three types of leave qualify for liability recognition for compensated absences – *vacation, compensatory,* and *sick leave*. The liability for compensated absences includes salary-related benefits, where applicable. Vacation balances are capped at the amount an employee would earn during a 24-month period. The County's policy permits employees to accumulate earned but unused vacation and compensatory benefits, which are eligible for payment at the employee's current pay rate upon separation from employment. The County's policy permits employees to accumulate earned but unused sick leave. All sick leave lapses when employees leave the employ of the County and, upon separation from service, no monetary obligation exists. However, a liability for estimated value of sick leave that will be used by employees as time off is included in the liability for compensated absences.

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).

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.

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.

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, capital related accounts payable, 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 represents amounts not included in other categories.

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.

E. Change in accounting principle

Adoption of new accounting pronouncements and standards

During the fiscal year ended June 30, 2026, the County implemented the following Governmental Accounting Standards Board (GASB) pronouncements:

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. The implementation of this statement resulted in changes to the contents of the Management's Discussion and Analysis, reorganizing the presentation of the *Proprietary Fund Statement of Revenues, Expenses, and Changes in Fund Net Position*, and moving the major fund budgetary comparisons from the basic financial statements to the required supplementary information section of this report.

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-of-use assets, and other intangible assets. This Statement also requires additional disclosures for capital assets held for sale. In accordance with these requirements, Note III.F (*Capital Assets*) has been updated to disaggregate right-of-use assets by major underlying class and report capital assets evaluated as held for sale as of fiscal year-end.

F. Future adoption of accounting pronouncements and standards

The following pronouncement has been issued by the Governmental Accounting Standards Board (GASB), but is not effective as of June 30, 2026:

GASB Statement No. 105, *Subsequent Events.* In November 2024, the GASB issued Statement No. 105, *Subsequent Events*. The objective of this Statement is to update and clarify requirements for evaluating and reporting transactions or events that occur after the financial statement date but before financial statements are issued. Statement No. 105 refines the distinction between recognized (adjusting) and nonrecognized (disclosure-only) subsequent events and updates related disclosure requirements to improve financial reporting clarity. The provisions of this Statement are effective for the County’s fiscal year ending June 30, 2027.

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 schedule.

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

B. Expenditures in excess of appropriations

Oregon state law requires 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). There was no supplemental budget during the fiscal year. Oregon state law requires disclosure of fund expenditures in excess of budgeted appropriations. For the year ended June 30, 2026, the County School Fund exceeded appropriations by $2 due to actual federal timber receipts were higher than projections.

C. Deficit net position

Oregon state law and GAAP require fund disclosure of deficit fund balances/net position. At June 30, 2026, the following Funds reported deficit net positions, in the amounts shown, in the *Combining Statement of Net Position,* and the *Combining Statement of Revenues, Expenses, and Changes in Net Position - Internal Service Funds and Enterprise Funds.*

Funds with Deficit Net Position	Deficit Net Position
Enterprise Funds:	
Behavioral Health Managed Care	$ 309
Internal Service Funds:	
Information Technology	14,324
Mail Distribution	537
Facilities Management	9,077

The Internal Service Funds and Enterprise 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 is 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*)

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, 2026 are:

	Primary Government	Fiduciary Activities	Total Government
Cash on hand	$ 20	$ -	$ 20
Deposits with financial institutions	233,413	-	233,413
Investments	1,274,356	47,429	1,321,785
Total cash and investments	$ 1,507,789	$ 47,429	$ 1,555,218

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

	Unrestricted	Restricted	Total
Governmental activities	$ 525,231	$ 897,182	$ 1,422,413
Business-type activities	85,376	-	85,376
Fiduciary activities	-	47,429	47,429
Total cash and investments	$ 610,607	$ 944,611	$ 1,555,218

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.

Custodial risk

At June 30, 2026, the carrying amount of the County's deposits was $233,433. Of this bank balance $3,470 was covered by depository insurance, Federal Deposit Insurance Corporation (FDIC) or National Credit Union Administration (NCUA), and $240,522 was collateralized by the PFCP.

Transactions in transit, which are outstanding checks that have been issued but not yet presented, was $10,579. The remaining carrying amount of $20 represents petty cash accounts that were uninsured and uncollateralized. The County does not have a policy related to custodial risk over cash.

Insured Deposits by Depository	Cash Balance	Credit Risk
Certificates of deposit (various)	$ 1,470	Depository insurance FDIC/NCUA
Bank of America	250	Depository insurance FDIC/NCUA
JPMorgan	250	Depository insurance FDIC/NCUA
Bank of the Pacific	250	Depository insurance FDIC/NCUA
Northwest Bank	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
First Interstate	250	Depository insurance FDIC/NCUA
Total insured deposits	3,470	
Uninsured Deposits by Depository		
Bank of America	85,867	Collateralized by PFCP, held by FHLB
Washington Federal - MM	74,573	Collateralized by PFCP, held by FHLB
Umpqua - MM	36,244	Collateralized by PFCP, held by FHLB
Summit Bank	11,039	Collateralized by PFCP, held by FHLB
U.S. Bank	9,205	Collateralized by PFCP, held by FHLB
JPMorgan	5,021	Collateralized by PFCP, held by FHLB
Northwest Bank	4,750	Collateralized by PFCP, held by FHLB
First Interstate	4,750	Collateralized by PFCP, held by FHLB
Peak CU	3,000	Collateralized by PFCP, held by FHLB
People's Bank of Commerce	2,323	Collateralized by PFCP, held by FHLB
Pacific West Bank	2,000	Collateralized by PFCP, held by FHLB
Bank of the Pacific	1,750	Collateralized by PFCP, held by FHLB
Subtotal collateralized by PFCP	240,522	
Total deposits with financial institutions	243,992	
Transactions in transit	(10,579)	
Total uninsured deposits	229,943	
Petty cash on hand	20	Uncollateralized
Total cash and cash equivalents with financial institutions	$ 233,433	

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.

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 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. Effective July 1, 2025, Corporate indebtedness that does not carry an ESG Disclosure Score of 50 or higher according to Bloomberg ESG ratings at time of purchase.

4. 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.

5. U.S. Government agencies may be owned without limit.

6. Investments guaranteed by an agency of the U.S. Government (e.g., the U.S. Treasury or the FDIC) may be owned without limit.

7. 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.

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.

	Issuer Holding Greater than Five Percent		
Investment Type / Issuer	Fair Value	Percent of Total Portfolio	Policy Limit
Federal Farm Credit Bank	$ 141,711	9.1%	40%
Federal Home Loan Bank	95,744	6.2%	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, 2026, the County had the following investments and maturities with a portfolio weighted average maturity of 18.89 months, and a net portfolio yield of 3.86 percent (this table includes fiduciary activities).

Investment Type	Book Value	Fair Value	Risk Concentration	Weighted Average Maturity
U.S. Treasuries	$ 814,980	$ 810,753	61.3%	14.04
U.S. Agencies	262,326	262,391	19.9%	3.29
LGIP	63,015	63,015	4.8%	-
Corporate debt	175,672	175,860	13.3%	1.49
Municipal debt	9,801	9,766	0.7%	0.07
Total cash and investments	$ 1,325,794	$ 1,321,785	100.0%	18.89

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:

Maturity	Cumulative Constraint
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.

At June 30, 2026 the County had the following interest rate and concentration risk. Credit ratings are noted by Moody's and Standard & Poor's or by a nationally recognized statistical rating organization:

Investment Type	Fair Value	Rating	Days to Maturity 0-90	91-365	366-1825
U.S. Treasuries	$ 810,753	Aaa/AA+	$ 69,998	$ 190,145	$ 550,610
U.S. Agencies	262,391	Aaa/AA+	62,893	30,013	169,485
LGIP	63,015	AA*	63,015	-	-
Corporate Debt	7,465	Aaa/AAA	-	7,465	-
	59,567	P-1/A-1	59,567	-	-
	19,675	A1/A/AA-	-	12,428	7,247
	4,940	A1/A-/AA-	-	-	4,940
	9,995	Aaa/AA+	-	-	9,995
	9,961	Aa1/AA+	-	-	9,961
	39,367	Aa3/A+	-	15,067	24,300
	9,962	Aa3/AA-	-	-	9,962
	14,928	A1/AA	-	4,966	9,962
Municipal Debt	9,766	Aa2/AA	-	9,766	-
Total	$ 1,321,785		$ 255,473	$ 269,850	$ 796,462
Percentage			19.3%	20.4%	60.3%

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

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 is 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.

		Fair Value Measurements Using			Not Measured at Fair Value
Investment Type	Totals as of June 30, 2026	Quoted Price in Active Markets for Identical Assets Level 1	Significant Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3	Amortized Cost Measurement *
U.S. Treasuries	$ 810,753	$ 810,753	$ -	$ -	$ -
U.S. Agencies	262,391	262,391	-	-	-
LGIP	63,015	-	-	-	63,015
Corporate debt	175,860	-	175,860	-	-
Municipal debt	9,766	-	9,766	-	-
Total	$ 1,321,785	$ 1,073,144	$ 185,626	$ -	$ 63,015

* 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 are valued at amortized cost (the amount required to replace the asset).

B. Receivables

Receivables as of June 30, 2026 are as follows:

	Governmental Funds							
	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	Governmental-Activities
Receivables:								
Taxes:								
Property	$ 12,897	$ -	$ -	$ -	$ -	$ 5,372	$ -	$ 18,269
Other	13,938	-	17,680	24,206	-	4,797	-	60,621
Accounts	3,145	92,951	167	-	-	32,901	154	129,318
Leases	-	-	-	-	-	-	1,102	1,102
Loans	-	-	-	-	-	-	-	22,240
Interest	10,372	-	-	-	-	-	-	10,372
Total receivables	40,352	92,951	17,847	24,206	-	43,070	1,256	241,922
Allowance for doubtful accounts	-	(100)	-	-	-	-	-	(100)
Receivables, net	$ 40,352	$ 92,851	$ 17,847	$ 24,206	$ -	$ 43,070	$ 1,256	$ 241,822
Not scheduled for collection during the subsequent year:								
Leases	$ -	$ -	$ -	$ -	$ -	$ -	$ 759	$ 759
Loans	2,713	2,200	17,096	-	-	-	-	22,009
Total	$ 2,713	$ 2,200	$ 17,096	$ -	$ -	$ -	$ 759	$ 22,768

	Enterprise Funds	
	Health Department (FQHC)	Non-major Funds
Receivables:		
Accounts	$ 27,836	$ -
Special assessments	-	63
Total receivables	27,836	63
Allowance for doubtful accounts	(4,300)	(6)
Receivables, net	$ 23,536	$ 57

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

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, 2026 are as follows:

	Governmental Balance Sheet				Government-wide Statement of Net Position
Unearned Revenue	General Fund	Federal/ State Program Fund	Library Capital Construction Project Fund	Nonmajor Governmental Funds	Total / Governmental Activities
Grant draws prior to meeting all eligibility requirements	$ 6	$ 27,251	$ -	$ 1,194	$ 28,451
Tax title land sales inventory	316	-	-	-	316
State vaccine inventory	-	892	-	-	892
Total unearned revenue	$ 322	$ 28,143	$ -	$ 1,194	$ 29,659

Unearned Revenue	Health Department FQHC Fund	Total Business-type Activities	Government-wide Statement of Net Position
Grant draws prior to meeting all eligibility requirements	$ 313		

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, leases, and unamortized gain on debt refunding.

For details regarding deferred outflows and inflows of resources related to leases, unamortized gain on debt 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.*

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 $334, and interest revenue of $34 for a total of $368. The total amount of deferred inflows reported for lessor leases for the fiscal year ended June 30, 2026 is $1,102.

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 three 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 2.58 to 2.84 percent. Annual payments for the current year range from $39 to $217.

Lease receivables for the year ended June 30, 2026 are as follows:

Governmental Activities	Beginning Balance	Additions	Reductions	Ending Balance
Buildings	$ 1,191	$ 245	$ 334	$ 1,102

Future annual lease receivables as of June 30, 2026 are as follows:

Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2027	$ 343	$ 26
2028	133	20
2029	100	17
2030	109	14
2031	112	9
2032-2034	305	12
Total	$ 1,102	$ 98

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 $11,161 and interest expense of $1,286 for a total of $12,447.

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, 2026. As a lessee there are currently no agreements that include sale-leaseback and lease-leaseback transactions

The County has entered into 30 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 13, 2112 with a final annual lease payment on June 14, 2111. Interest rates range from 2.05 to 3.23 percent. Annual payments for the current year ranged from $3 to $3,367.

Lease obligations currently outstanding as of June 30, 2026 are as follows:

Governmental Activities	Beginning Balance	Additions	Reductions	Ending Balance
Buildings	$ 48,827	$ 13,851	$ 11,161	$ 51,517

Future annual lease commitments as of June 30, 2026 are as follows:

Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2027	$ 8,073	$ 1,285
2028	8,575	1,075
2029	6,061	873
2030	3,874	747
2031	2,665	664
2032-2036	7,090	2,656
2037-2041	6,246	1,725
2042-2046	3,827	1,016
2047-2051	2,101	617
2052-2056	2,229	274
2057-2061	21	109
2062-2066	28	106
2067-2071	36	101
2072-2076	46	96
2077-2081	58	88
2082-2086	71	79
2087-2091	86	69
2092-2096	104	55
2097-2101	125	40
2102-2106	149	20
2107-2111	52	3
Total	$ 51,517	$ 11,698

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, 2026, the County evaluated all 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 33 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 $18,135 for the fiscal year ended June 30, 2026. These software subscription contracts vary in length. The longest contract's final payment is due on May 1, 2031 and covers a service period through June 30, 2031. Interest rates range from 2.05 to 3.51 percent. Annual payments for the current year ranged from $28 to $2,017.

SBITA obligations currently outstanding as of June 30, 2026 are as follows:

SBITAs	Beginning Balance	Additions	Reductions	Ending Balance
Governmental Activities	$ 16,118	$ 7,803	$ 5,858	$ 18,063
Business-type Activities	137	-	65	72
Total	$ 16,255	$ 7,803	$ 5,923	$ 18,135

Future annual SBITA commitments as of June 30, 2026 are as follows:

Fiscal Year Ending June 30,	Primary Government	
	Principal	Interest
2027	$ 7,182	$ 405
2028	5,180	262
2029	4,118	139
2030	1,341	40
2031	314	8
Total	$ 18,135	$ 854

Changes in right-of-use obligations

Right-of-use obligations activity for the year ended June 30, 2026 was as follows:

Governmental Activities	Beginning Balance	Additions	Adjustments & Reductions	Ending Balance	Due Within One Year
Leases - Buildings	$ 48,827	$ 13,851	$ 11,161	$ 51,517	$ 8,073
SBITAs	16,118	7,803	5,858	18,063	7,110
Total	$ 64,945	$ 21,654	$ 17,019	$ 69,580	$ 15,183
Business-type Activities					
SBITAs	$ 137	$ -	$ 65	$ 72	$ 72

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 is $52,258. The amounts payable to the General Fund from three nonmajor special revenue funds include: $136 from the Coronavirus (COVID-19) Response Fund, $359 from the Justice Services Special Operations Fund and $212 from the Video Lottery Fund. All due from/due to other fund transactions are related to providing interim working capital financing, and will be collected in the subsequent year.

Interfund loans

On August 28, 2025, the Board of County Commissioners adopted Resolution No. 2025-053, authorizing an Internal Loan from the Risk Management Fund to the Dunthorpe-Riverdale Service District No. 1 Fund (the “District”) for $4.0 million. The purpose of the Loan is to provide interim funding for the Dunthorpe-Riverdale Elk Rock Pump Station Replacement Capital Project (the "Project"). The estimated cost of the Project is $11.2 million. The District is responsible for $8.8 million; the City of Portland is responsible for the remaining $2.4 million. Construction will take place during fiscal years 2026 and 2027.

The District is using fee assessments to fund $4.8 million of its total obligation, but needs a $4.0 million cash flow loan to bridge the timing of receipts. There is sufficient cash in the Risk Management Fund for the County to extend the Loan. The County disbursed $2.0 million in September 2025 and the remaining $2.0 million in June 2026. The District will use its monthly fee assessments to repay the County's Risk Management Fund. Under the terms of the Loan, the District will make annual payments of principal and interest over 10 years. Interest will accrue at the rate the County earns in the Local Government Investment Pool. The first payment is due in fiscal year 2027. The District will make the last payment in fiscal year ending June 30, 2036.

Fiscal Year Ending June 30,	Principal	Interest
2027	$ 135	$ 77
2028	356	178
2029	373	161
2030	390	144
2031	408	126
2032-2036	2,338	332
Total	$ 4,000	$ 1,018

Interfund transfers

The primary purposes of significant transfers include the following:

- The General Fund made the following transfers to other funds:
  - $2,775 to the Capital Improvement Fund for the following:
    - $150 for Walnut Park redevelopment planning
    - $1,000 for the Hansen Complex deconstruction
    - $125 for Vance pit security fence
    - $1,000 for DCJ east campus expansion
    - $200 for the downtown real estate study
    - $150 for the Prophet Center relocation study
    - $150 for the downtown jail site replacement study
  - $1,500 to the Information Technology Capital Fund for the public website and digital services
  - $2,013 to the Asset Preservation Fund for the following:
    - $1,500 for the Juvenile Justice Complex security foyer
    - $236 for ADA All-Gender restrooms in the Multnomah Building
    - $277 for tenant improvements for the Women, Infants, and Children (WIC) program.
  - $3,300 to the Justice Center Capital Fund for the Justice Center Bus Duct Project.
  - $104 to the Facilities Management Fund for workplace security contingency.
- The Federal/State Program Fund made the following transfers to other funds:
  - $646 to the Asset Preservation Fund for tenant improvements for the WIC program and
  - $13,400 to Sobering and Crisis Intervention Capital Fund for construction capital.
- The Animal Control Fund transferred $1,201 to the General Fund for client, service, field, and health fees for animals.
- The Willamette River Bridges Fund made the following transfer to the other funds:
  - $8,484 to the Sellwood Bridge Replacement Funds for transportation capital
  - $20,101 to the Burnside Bridge Fund for the Earthquake Ready Burnside Bridge.
- The Library District Fund transferred $4,850 to the Library District Capital Construction Fund.
- The Downtown Courthouse Fund was closed out $14 and transferred to the General Fund.
- The Capital Improvement Fund transferred $165 to the Asset Preservation Fund for tenant improvements for the WIC program.
- The Behavioral Health Resource Center Capital Funds transferred $916 to the Asset Preservation Fund for tenant improvements for the WIC program.
- The Homeless Services Capital Fund transferred $12,282 to the General Fund.
- The Fleet Management Fund transferred $313 to the Fleet Asset Replacement Fund for fleet vehicle replacement.
- The Facilities Management Fund made the following transfers:
  - $369 to the Capital Improvement Fund
  - $44 to the Asset Preservation Fund.

- 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 $3,530 to the Multnomah County Library Capital Construction Fund, and
  - The Library District Fund transferred $117,970 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, 2026, consisted of the following:

	Governmental Activities				
Governmental activities:	General Fund	Major: Multnomah County Library Capital Construction Project Fund	Other Nonmajor Governmental Funds	Internal Service Funds	Total Transfers Out
General fund	$ -	$ -	$ 9,588	$ 104	$ 9,692
Major special revenue funds:					
Federal/State Program	-	-	14,046	-	14,046
Other nonmajor funds	13,498	3,530	152,485	-	169,513
Internal service funds		-	413	313	726
Total transfers in:	$ 13,498	$ 3,530	$ 176,532	$ 417	$ 193,977

Reconciliation:	
Total internal service funds	(726)
Total governmental funds	(193,251)
Total transfers per Statement of Activities	$ -

F. Capital assets

Capital asset activity of the primary government, for the year ended June 30, 2026, is as follows:

	Beginning Balance	Increases	Transfers	Decreases	Ending Balance
Governmental activities:					
Capital assets, not being depreciated or amortized:					
Land	$ 53,410	$ -	$ -	$ (345)	$ 53,065
Land use rights	219,438	-	64	-	219,502
Construction in progress	233,565	131,355	(170,348)	(5,620)	188,952
Works of art	4,431	-	-	(19)	4,412
Total capital assets, not being depreciated or amortized	510,844	131,355	(170,284)	(5,984)	465,931
Capital assets, being depreciated or amortized:					
Buildings	957,595	-	146,556	(851)	1,103,300
Improvements other than buildings	1,607	-	-	-	1,607
Machinery and equipment	140,784	6,267	14,642	(6,847)	154,846
Bridges	509,958	-	1,703	-	511,661
Intangible assets:					
Software - purchased	49,464	-	-	(6,540)	42,924
SBITA - right-of-use	38,751	11,396	-	(4,123)	46,024
Leases - buildings - right-of-use	78,025	13,851	-	(9,724)	82,152
Infrastructure	409,438	-	7,383	-	416,821
Total capital assets being depreciated or amortized	2,185,622	31,514	170,284	(28,085)	2,359,335
Less accumulated depreciation or amortization for:					
Buildings	(298,659)	(26,260)	-	616	(324,303)
Improvements other than buildings	(763)	(59)	-	-	(822)
Machinery and equipment	(92,928)	(13,398)	-	6,796	(99,530)
Bridges	(168,618)	(11,338)	-	-	(179,956)
Intangible assets:					
Software - purchased	(43,689)	(2,079)	-	6,284	(39,484)
SBITA - right-of-use	(18,943)	(8,803)	-	4,123	(23,623)
Leases - buildings - right-of-use	(32,603)	(9,907)	-	7,997	(34,513)
Infrastructure	(346,494)	(2,133)	-	-	(348,627)
Total accumulated depreciation or amortization	(1,002,697)	(73,977)	-	25,816	(1,050,858)
Total capital assets being depreciated or amortized, net	1,182,925	(42,463)	170,284	(2,269)	1,308,477
Governmental activities capital assets, net	$ 1,693,769	$ 88,892	$ -	$ (8,253)	$ 1,774,408

	Beginning Balance	Increases	Transfers	Decreases	Ending Balance
Business-type activities:					
Capital assets, not being depreciated or amortized:					
Construction in progress	$ 2,856	$ 2,770	$ (136)	$ -	$ 5,490
Total capital assets, not being depreciated or amortized	2,856	2,770	(136)	-	5,490
Capital assets, being depreciated or amortized:					
Buildings	1,715	-	-	-	1,715
Infrastructure	10,062	-	136	-	10,198
Machinery and equipment	1,979	-	-	(59)	1,920
Intangible					
SBITA - right-of-use	203	-	-	-	203
Total capital assets being depreciated or amortized	13,959	-	136	(59)	14,036
Less accumulated depreciation or amortization for:					
Buildings	(471)	(43)	-	-	(514)
Infrastructure	(5,336)	(230)	-	-	(5,566)
Machinery and equipment	(1,483)	(161)	-	59	(1,585)
Intangible					
SBITA - right-of-use	(6)	(68)	-	-	(74)
Total accumulated depreciation or amortization	(7,296)	(502)	-	59	(7,739)
Total capital assets being depreciated or amortized, net	6,663	(502)	136	-	6,297
Business-type activities capital assets, net	$ 9,519	$ 2,268	$ -	$ -	$ 11,787

Depreciation

Fully depreciated or amortized capital assets at June 30, 2026 totaled $534,338, 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	$ 27,460
Health services	2,813
Social services	2,035
Public safety and justice	9,219
Community services	5,055
Library	14,507
Roads, bridges, and bike path improvements	12,888
Total governmental activities	73,977
Business-type activities:	
Federally qualified health clinics (FQHC)	272
Sewer	84
Lighting	146
Total business-type activities	502
Total	$ 74,479

Held for Sale

As of June 30, 2026, Multnomah County has capital assets included in governmental activities machinery and equipment with historical cost of $539 and accumulated depreciation of $539 that is being held for sale. Multnomah County intends to sell these capital assets within the next fiscal year.

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). 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, 2026, $17,654 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, the 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, 2026, $6,435 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, the 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, 2026 the outstanding balance on the Series 2017 bonds was $98,465 and the balance on the unamortized premium was $7,832.

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 bonds were issued to finance real or personal property related to the National Environmental Policy Act (NEPA) review phase of the Burnside Bridge Project and pay costs of issuance related to the financing. At June 30, 2026 the outstanding balance on the Series 2019 bonds was $5,251.

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, the 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 finance the construction of the Sellwood Bridge. At June 30, 2026 the outstanding balance on the Series 2021 bonds was $56,755 and the balance on the unamortized premium was $297.

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 bonds were issued to finance the design and right of way phase for the Burnside Bridge earthquake readiness project. At June 30, 2026 the outstanding balance on the Series 2022 bonds was $16,618.

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

Purpose	Interest Rates	Amount
Governmental activities	1.00-7.74%	$ 201,178

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

Fiscal Year Ending June 30,	Principal	Interest
2027	$ 22,482	$ 37,844
2028	22,819	39,477
2029	23,186	41,193
2030	21,772	42,979
2031	16,282	3,556
2032-2036	48,912	12,222
2037-2041	20,315	7,256
2042-2046	20,750	3,488
2047	4,660	186
Subtotal	201,178	$ 188,201
Premiums on long-term debt	8,129	
Total	$ 209,307	

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	$ 178,696	$ 22,482	$ 201,178
Premiums on long-term debt	7,594	535	8,129
Total	$ 186,290	$ 23,017	$ 209,307

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, the 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, 2026 the outstanding balance on the Series 2021 bonds was $154,680 and the balance on the unamortized premium was $12,626.

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, the 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, 2026 the outstanding balance on the Series 2021 bonds was $10,570.

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

Purpose	Interest Rates	Amount
Governmental activities	0.25-5.00%	$ 165,250

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

Fiscal Year Ending June 30,	Principal	Interest
2027	$ 50,975	$ 7,829
2028	54,855	5,714
2029	59,420	2,971
Subtotal	165,250	$ 16,514
Premiums on long-term debt	12,626	
Total	$ 177,876	

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	$ 114,275	$ 50,975	$ 165,250
Premium on long-term debt	6,313	6,313	12,626
Total	$ 120,588	$ 57,288	$ 177,876

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 provided 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. The County acted as the borrower for the IFA Phase II funding which enabled the County to access a package of loans and grants from the IFA on behalf of the drainage districts.

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'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 also provided one-time-only financing assistance to the Cities of Fairview and Troutdale in connection with their obligations to the LRC project, and paid a portion of expenses incurred by the LRC project for public outreach and facilitation.

As of June 30, 2026, the outstanding balance for both IFA loans is $1,105. The SIDIC Loan (No. J16002) entered into repayment status in fiscal year ended June 30, 2022. The MCDD Loan Draw (A)/SDIC Loan Draw (A) (also known as Loan No. X16001) entered into repayment status during the fiscal year ended June 30, 2025.

Annual payments required to maturity for SIDIC loan draws (C-1) (No. J16002):

Fiscal Year Ending June 30,	Principal	Interest
2027	$ 16	$ -
2028	17	-
Total	$ 33	$ -

Annual payments required to maturity for MCDD Loan Draw (A)/SDIC Loan Draw (A) (No. X16001):

Fiscal Year Ending June 30,	Principal	Interest
2027	$ 215	$ -
2028	214	-
2029	214	-
2030	214	-
2031	215	-
Total	$ 1,072	$ -

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. During fiscal year ending June 30, 2026 the entire loan was repaid.

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 $22,313. The total amount outstanding at June 30, 2026 was $59,502.

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.

Balances of compensated absences for governmental and business-type activities for the year ended June 30, 2026 were as follows:

	Governmental Activities			Business-type Activities	
	Governmental Funds	Internal Service Funds	Total Governmental Activities	Health Department Fund	Total
Beginning balance	$ 44,643	$ 5,548	$ 50,191	$ 6,009	$ 56,200
Net change	2,312	278	2,590	712	3,302
Ending balance	$ 46,955	$ 5,826	$ 52,781	$ 6,721	$ 59,502

Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2026 was as follows:

Governmental Activities	Beginning Balance	Additions	Adjustments & Reductions	Ending Balance	Due Within One Year
Full faith and credit bonds	$ 223,337	$ -	$ 22,159	$ 201,178	$ 22,482
General obligation bonds	214,120	-	48,870	165,250	50,975
Unamortized premiums-bonds	27,643	-	6,888	20,755	6,848
Total bonds	465,100	-	77,917	387,183	80,305
Right-of-use obligations**	64,945	21,654	17,019	69,580	15,183
Loans payable	1,615	-	510	1,105	231
Long-term debt before other long-term liabilities	531,660	21,654	95,446	457,868	95,719
Compensated absences*	50,191	2,590	-	52,781	32,812
Governmental activities - long-term liabilities	$ 581,851	$ 24,244	$ 95,446	$ 510,649	$ 128,531
Business-type Activities					
Right-of-use obligations**	$ 137	$ -	$ 65	$ 72	$ 72
Compensated absences*	6,009	712	-	6,721	4,377
Total	$ 6,146	$ 712	$ 65	$ 6,793	$ 4,449

*The change in compensated absences above is a net change for the year.
**See Note III.D Right-of-use obligations for more details.

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 bonds were purchased in 2020 by the Lutheran Church Extension Fund - Missouri Synod, a Missouri nonprofit corporation, which is an arm of the church that sponsored Concordia campuses around the country.

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 the Lutheran Church Extension Fund. 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, 2026, $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 bond 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.

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, 2026
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	5,690
Terwilliger Plaza Inc.:				
Revenue Refunding Bonds, due serially through December 1, 2036	2016	6/15/2016	13,625	8,840
Terwilliger Plaza Inc - Parkview Project				
Revenue Refunding Bonds, due serially through December 1, 2056	2021A	8/1/2021	88,885	88,885
			$ 173,290	$ 155,950

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, 2026, 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*	$ 652	$ -	$ -	$ -	$ -	$ 276	$ 928
Prepaid items	9,590	85	430	112	4	818	11,039
Restricted:							
Capital projects, buildings	-	-	-	-	44,478	13,663	58,141
Community support programs	6,688	7,827	28,614	586,012	-	3,851	632,992
Debt Service	-	-	-	-	-	3,915	3,915
Document storage and retrieval	92	-	-	-	-	-	92
Library operations	-	-	-	-	-	112,844	112,844
Roads, bridges, and bike path improvements	-	-	-	-	-	55,403	55,403
Committed:							
Capital projects, buildings	-	-	-	-	-	53,492	53,492
Capital projects, technology	-	-	-	-	-	12,994	12,994
Community support programs	99,964	-	4,070	18,900	-	189	123,123
Debt service	-	-	-	-	-	51,431	51,431
Assigned:							
Capital equipment acquisition	-	-	-	-	-	602	602
Community support programs	-	-	12,792	63,472	-	474	76,738
Library operations	-	-	-	-	-	18,742	18,742
Roads, bridges, and bike path improvements	-	-	-	-	-	15,244	15,244
Unassigned	33,087	-	-	-	-	(139)	32,948
Total fund balances	$ 150,073	$ 7,912	$ 45,906	$ 668,496	$ 44,482	$ 343,799	$ 1,260,668

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

Note IV. Other information

A. Risk management

The County is exposed to various risks of loss related to torts, workers' compensation statutory liability 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 so the County chooses to self-insure motor vehicle property loss.

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, 2026, 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 0.910 and 0.902 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 excess 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.

Changes in the balances of claims liabilities during the past two years are as follows:

Changes in Claims Liabilities	Fiscal Year Ended June 30, 2026	Fiscal Year Ended June 30, 2025
Unpaid claims, beginning of fiscal year	$ 14,938	$ 13,327
Incurred claims (including IBNRs)	66,571	61,147
Actuarial adjustment	1,019	1,599
Claim payments	(66,625)	(61,135)
Unpaid claims, end of fiscal year	$ 15,903	$ 14,938

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, 2026.

Construction Commitments	Fiscal Year Ended June 30, 2026	Financing Sources
Buildings	$ 65,998	State of Oregon reimbursements, proceeds from long-term debt, intergovernmental agreements, internal service charges, grant funding, General Fund, insurance proceeds
Technology	30,875	Internal service charges, General Fund
Roads	3,929	State Highway Fund disbursement of motor vehicle registration fees
Bridges	2,581	Highway planning and construction grant through Oregon Department of Transportation, County direct motor vehicle registration fees
Total	$ 103,383	

Labor agreements

There are fourteen labor agreements between the County and its employees. This includes the initial contract between the Multnomah County District Attorney Investigator Association and the County, currently in bargaining status. The Multnomah County Deputy Sheriff's Association is in active negotiation for its next contract period. Contracts may be viewed online at: https://multco.us/info/labor-contracts.

	Effective Dates		
	Beginning		Ending
Federation of Oregon Parole and Probation Officers (FOPPO)	July 1, 2024	-	June 30, 2027
International Brotherhood of Electrical Workers (IBEW) - Local 48, AFL-CIO	July 1, 2023	-	June 30, 2027
International Union of Operating Engineers - Local 701, AFL-CIO	July 1, 2022	-	June 30, 2027
International Union of Painters and Allied Trades District Council 5, Local 1094, AFL-CIO	July 1, 2023	-	June 30, 2027
Multnomah County Corrections Deputy Association (MCCDA)	May 28, 2026	-	June 30, 2028
Multnomah County District Attorney Investigator Association (MCDAI)	Pending	-	Pending
Multnomah County Deputy Sheriff's Association (MCDSA)	July 1, 2026	-	Pending
Multnomah County Employees Union, Local 88, AFSCME AFL-CIO	July 1, 2025	-	June 30, 2028
Multnomah County Employees Union, Local 88-2, AFSCME AFL-CIO Physicians and Psychiatrists Unit	Dec. 18, 2025	-	June 30, 2028
Multnomah County Employees Union, Local 88-4, AFSCME AFL-CIO Pharmacists Unit	Feb. 12, 2026	-	June 30, 2028
Multnomah County Employees Union, Local 88-5, AFSCME AFL-CIO Dentists Unit	July 1, 2026	-	June 30, 2029
Multnomah County Employees Union, Local 88-6, AFSCME AFL-CIO Juvenile Custody Services Unit	July 1, 2026	-	June 30, 2029
Multnomah County Prosecuting Attorneys Association (MCPAA)	July 1, 2025	-	June 30, 2029
Oregon Nurses Association (ONA)	July 1, 2025	-	June 30, 2028

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 2026.

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.

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, Bicycle Path Construction Fund, Recreation 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, Burnside Bridge Fund, Homeless Services Capital Fund, and the Sobering and Crisis Intervention Capital Fund.

Contributions. The County's contractually required contribution rate for the year ended June 30, 2026 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 to the RHIA plan for the County were $1 for the year ended June 30, 2026.

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

For the fiscal year ended June 30, 2026, the County reported an asset of $15,687 for its proportionate share of the collective net RHIA OPEB asset. The collective net RHIA OPEB asset was measured as of June 30, 2025 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, 2023. 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, 2026 and June 30, 2025 was 3.509 and 3.340 percent respectively, resulting in an increase of 0.169 percent.

For the year ended June 30, 2026, the County recognized an income of $3,326 for RHIA OPEB. The County reported deferred outflows of resources and deferred inflows of resources related to RHIA OPEB from the following sources:

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	$ -	$ (203)	$ (203)
Changes of assumptions	-	(16)	(16)
Net difference between projected and actual earnings on investments	579	-	579
Changes in proportionate share	-	(472)	(472)
Total (prior to post-measurement date contributions)	579	(691)	(112)
Contributions made subsequent to measurement date	1	-	1
Net deferred outflows / (inflows) of resources	$ 580	$ (691)	$ (111)

Deferred outflows of resources of $1 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, 2027. 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 (income) 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	Net Deferred Outflows / (Inflows) of Resources
2027	$ (203)	$ (16)	$ 470	(472)	$ (221)
2028	-	-	165	-	165
2029	-	-	(5)	-	(5)
2030	-	-	(51)	-	(51)
Total	$ (203)	$ (16)	$ 579	$ (472)	$ (112)

Actuarial methods and assumptions used in developing total RHIA OPEB asset

The total RHIA OPEB asset based on the December 31, 2023 valuation was determined using the following actuarial methods and assumptions:

Valuation date	December 31, 2023
Measurement date	June 30, 2025
Experience study	2022, Published July 24, 2023
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
Cost of Living Adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with Moro decision, blend based on service.
Mortality	*Health retirees and beneficiaries:* Pub-2010 Healthy Retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. *Active Members:* Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. *Disabled retirees:* Pub-2010 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.

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 75 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 RHIA OPEB asset	$ 14,693	$ 15,687	$ 16,543

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 2.32 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:

Asset Class	Target Allocation	20-Year Annualized Geometric Mean
Global Equity	27.50 %	6.63 %
Private Equity	25.50	8.38
Core Fixed Income	25.00	4.61
Real Estate	12.25	6.69
Master Limited Partnerships	0.75	5.62
Infrastructure	1.50	6.75
Hedge Fund of Funds - Multistrategy	1.25	5.90
Hedge Fund Equity-Hedge	0.63	6.01
Hedge Fund - Macro	5.62	5.52
Portfolio - net of investment expenses	100.00 %	
Assumed Inflation - Mean		2.32 %

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, and no assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits. 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, Bicycle Path Construction Fund, Recreation 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, Burnside Bridge Fund, Homeless Services Capital Fund, and Sobering and Crisis Intervention Capital Fund.

At the date of the last valuation, January 1, 2025, there were 586 retirees enrolled in the OPEB medical benefit and 2,754 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.

The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2026, the County contributed $7,711 to the Plan, of which $3,079 was explicitly contributed as part of the contractual obligation described above; the remaining $4,217 represents the implicit subsidy derived from active employee contributions. In addition, administrative expenses of $415 are considered contributions.

Actuarial methods and assumptions used in developing total OPEB liability

The total OPEB liability based on the January 1, 2026 valuation was determined using the following actuarial methods and assumptions:

Measurement date	January 1, 2026
Actuarial assumptions:	
Discount rate:	
As of January 1, 2025	4.08 percent
As of January 1, 2026	4.83 percent (Bond Buyer 20-Bond GO Index as of December 26, 2024 and December 31, 2025
Healthcare cost trends	Ranges from 6.2 percent in 2026 decreasing to 4.04 percent in 2045
Wage inflation rate	3.4 percent per year
Salary merit increase rates	Rates used in 2024 OPERS experience study
Mortality	Rates used in 2024 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, 2026 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.

Changes since the last valuation

The discount rate was changed to match the yield on a 20-year general obligation bond. Per-person health care cost trends from 2025 to 2026 were updated so that the projected 2026 premium amounts match the actual 2026 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, 2026:

Changes in Total OPEB Liability	Total OPEB Liability
Balance at January 1, 2025	$ 123,679
Changes for the year:	
Service cost	8,602
Interest	5,074
Differences between expected and actual experience	2,230
Changes of assumptions	(6,095)
Benefit payments:	
Explicit subsidy	(3,079)
Implicit subsidy	(4,217)
Net changes	2,515
Balance at January 1, 2026	$ 126,194

During the measurement year, the total OPEB liability increased by $2,515. The service cost and interest cost increased the total OPEB liability by $13,676 while benefit payments reduced the total OPEB liability by $7,296.

There was a change in assumptions during the measurement year increasing the discount rate, which decreased the total OPEB liability by approximately $6,095. There was a liability loss during the year due to actual health trend rates being higher than expected, which increased the total OPEB liability by approximately $2,230.

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 3.83%	Current Discount Rate 4.83%	1% Increase 5.83%
Total OPEB liability	$ 134,572	$ 126,194	$ 118,375

A one percent decrease in the discount rate increases the total OPEB liability by approximately 6.6 percent and a one percent increase in the discount rate decreases the total OPEB liability by approximately 6.2 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	$ 113,689	$ 126,194	$ 140,853

A one percent decrease in the healthcare trends decreases the total OPEB liability by approximately 9.9 percent and a one percent increase in the healthcare trends increases the total OPEB liability by approximately 11.6 percent.

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	$ 8,284	$ (11,517)	$ (3,233)
Changes in assumptions	2,701	(15,106)	(12,405)
Subtotal	10,985	(26,623)	(15,638)
Contributions subsequent to the measurement date:			
Explicit subsidy	1,589	-	1,589
Implicit subsidy	2,227	-	2,227
Administrative expenses	237	-	237
Total contributions subsequent to measurement date	4,053	-	4,053
Net deferred outflows / (inflows) of resources	$ 15,038	$ (26,623)	$ (11,585)

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, 2027. 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)
2027	$ (3,624)
2028	(3,828)
2029	(2,630)
2030	(1,758)
2031	(3,245)
Thereafter	(551)
Total	$ (15,636)

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 $2,230. Approximately $319 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 $15,029, of which $3,512 was recognized in the current year.

Unrecognized experience losses from prior years was $8,333, of which $1,960 is recognized in the current year. As of January 1, 2026 unrecognized experience gains and losses from the current and prior years result in deferred inflows of resources of approximately $11,517 and a deferred outflow of resources of approximately $8,284.

In addition, changes in assumptions increased the total OPEB liability by approximately $6,095. Approximately $871 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 increased the total OPEB liability by $7,640, of which $460 is recognized in the current year. As of January 1, 2026, unrecognized assumption changes from the current and prior years result in a deferred outflow of resources of $15,106 and a deferred inflow of resources of $2,701.

Aggregated information on OPEB plans

For the year ended June 30, 2026, the County recognized OPEB expense of $305. 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, 2026 is as follows:

	OPERS RHIA	County Plan	Totals
Governmental activities:			
Net OPEB asset (liability)	$ 13,841	$ (111,117)	$ (97,276)
Deferred outflows	512	13,242	13,754
Deferred inflows	(610)	(23,442)	(24,052)
OPEB expense (income)	(2,864)	2,425	(439)
Total governmental activities	10,879	(118,892)	(108,013)
Business-type activities:			
Net OPEB asset (liability)	1,846	(15,077)	(13,231)
Deferred outflows	68	1,796	1,864
Deferred inflows	(81)	(3,181)	(3,262)
OPEB expense (income)	(463)	1,207	744
Total business-type activities	1,370	(15,255)	(13,885)
Totals:			
Net OPEB asset (liability)	15,687	(126,194)	(110,507)
Deferred outflows	580	15,038	15,618
Deferred inflows	(691)	(26,623)	(27,314)
OPEB expense (income)	(3,327)	3,632	305
Totals	$ 12,249	$ (134,147)	$ (121,898)

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.

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.

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, Supportive Housing Fund, Preschool for All Program Fund, Multnomah County Library Capital Construction Fund, Road Fund, Bicycle Path Construction Fund, Recreation Fund, Animal Control Fund, Willamette River Bridges Fund, Library Fund, Land Corner Preservation Fund, Inmate Welfare Fund, Coronavirus (COVID-19) Fund, Justice Services Special Operations Fund, Video Lottery Fund, Supportive Housing Fund, Library Capital Construction Fund, Capital Improvement Fund, Information Technology Fund, Asset Preservation Fund, Burnside Bridge Fund, Homeless Services Capital Fund, and Sobering and Crisis Intervention Capital 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 $33,770 of the employees' contribution for the year ended June 30, 2026; of which $5,368 was redirected to the Employee Pension Stability Account by OPERS. The remaining $28,402 of this "pick-up" is allocated to each employee's Individual Account Program (IAP).

The County's employer contribution rates for the year ended June 30, 2026 were 24.97 percent for Tier One/Tier Two members, 20.40 percent for OPSRP General Service members, and 25.67 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, 2026 were:

	Contributions
Pension benefits	$ 76,766
OPSRP defined benefit	66,863
Subtotal	143,629
Side account amortization	(18,603)
Total defined benefit pension	$ 125,026
Total IAP benefits	$ 33,770
RHIA benefits	$ 1

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

For the fiscal year ended June 30, 2026, the County reported a liability of $801,556 for its proportionate share of the collective OPERS net pension liability. The collective net pension liability was measured as of June 30, 2025, using the actuarial valuation of December 31, 2023. 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, 2026 and June 30, 2025 was 3.589 and 3.405 percent respectively, resulting in an increase of 0.184 percent.

The County's net pension liability as the Reporting entity was allocated based on contributions by activity:

	Net Pension Liability	Allocation
Governmental activities	$ 707,253	88.24%
Business-type activities	94,303	11.76%
Reporting entity total	$ 801,556	100.00%

For the year ended June 30, 2026, the County recognized a total pension expense of $122,558. The County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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	$ 51,129	$ (1,142)	$ 49,987
Changes of assumptions	46,582	-	46,582
Net difference between projected and actual earnings on investments	67,531	-	67,531
Changes in proportionate share	37,541	(15,338)	22,203
Differences between employer contributions and proportionate share of contributions	18,162	(24,161)	(5,999)
Total (prior to post-measurement date (MD) contributions)	220,945	(40,641)	180,304
Contributions subsequent to the MD	125,026	-	125,026
Net deferred outflows / (inflows) of resources	$ 345,971	$ (40,641)	$ 305,330

The total deferred outflows of resources of $125,026, 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, 2027.

Side accounts are treated as a deferred outflow for contributions in excess of the County's proportionate share of contributions in subsequent years and are amortized. During the year ended June 30, 2026, there was an amortization of OPERS side accounts for a reduction of $18,603. No side account payments were made during the year, though the County has made side account payments in prior years.

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
2027	$ 15,554	$ 21,498	$ 54,982	$ 8,384	$ (7,074)	$ 93,344
2028	14,337	11,811	19,209	5,310	(63)	50,604
2029	12,181	10,211	(661)	1,597	2,362	25,690
2030	6,181	3,062	(5,999)	4,546	(798)	6,992
2031	1,734	-	-	2,366	(426)	3,674
Total	$ 49,987	$ 46,582	$ 67,531	$ 22,203	$ (5,999)	$ 180,304

Actuarial methods and assumptions used in developing total pension liability

The total pension liability based on the December 31, 2023 actuarial valuation was determined using the following actuarial methods and assumptions:

Valuation Date	December 31, 2023
Measurement date	June 30, 2025
Experience Study	2022, published July 24, 2023
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
Cost-of-living adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with Moro decision, blend based on service.
Mortality	***Healthy retirees and beneficiaries:*** Pub-2010 Healthy Retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. ***Active members:*** Pub-2010 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. ***Disabled retirees:*** Pub-2010 Disabled Retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The methods and assumptions shown above are based on the 2022 Experience Study, which reviewed the six year period ended on December 31, 2023.

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	$ 1,278,364	$ 801,556	$ 402,311

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.

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%	6.63%
Private Equity	25.50%	8.38%
Core Fixed Income	25.00%	4.61%
Real Estate	12.25%	6.69%
Master Limited Partnerships	0.75%	5.62%
Infrastructure	1.50%	6.75%
Hedge Fund of Funds - Multistrategy	1.25%	5.90%
Hedge Fund Equity-Hedge	0.63%	6.01%
Hedge Fund – Macro	5.62%	5.52%
Portfolio - Net of Investment Expenses	100.00%	
Assumed Inflation - Mean		2.32%

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, 2026 was $1,540 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.

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, 2026, the amount deferred and investment earnings thereon, adjusted to fair value, amount to $907,251. 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.

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, 2026, Multnomah County participated in eight 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.

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.

A property's value is frozen at its value before rehabilitation for 10 years. However, if the owners of the property enter into in 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 Historic 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.

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.

Vertical Housing Development Zone (ORS 307.841 to 307.867)

The Vertical Housing Development Zone (VHDZ) program is designed to encourage private sector construction of higher-density, mixed-use developments. Qualifying projects are eligible for up to an 80 percent property tax abatement on the value of the building improvements over 10 years. Originally administered at the state level by the Oregon Housing and Community Services (OHCS) department, primary authority for zone designation and project certification was transferred to individual cities and counties.

To qualify, projects must meet the following baseline requirements, though additional criteria may vary by local jurisdiction:

- Located within the boundaries of a designated VHDZ.
- At least 50 percent of the ground-floor space fronting the primary public street must be committed to non-residential use.
- Must be a multi-story building featuring residential levels over non-residential space.

- Physical construction or rehabilitation work must have commenced on every building structure included in the project.

Certification authority for cities and counties sunsets on January 1, 2026, prohibiting local jurisdictions from issuing new project certifications after that date.

For the fiscal year ended June 30, 2026, Multnomah County abated property taxes totaling $11,627 under these programs:

Tax Abatement Programs	Taxes Abated Fiscal Year Ended June 30, 2026
Tax abatements granted by other governments:	
Low Income Rental Housing Program	$ 6,079
Enterprise Zone Programs	1,659
New Housing Homebuyer Opportunity Limited Tax Exemptions	586
Core Area Multi-Unit and Transit Oriented Development	2,857
Historic Property (2 Term, 10 Year, and 15 Year)	228
Riparian Habitat Land	3
Vertical Housing Development Zone	215
Total property taxes abated	$ 11,627

REQUIRED SUPPLEMENTARY INFORMATION

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II. Notes to Budgetary Comparison Schedules

III. Postemployment benefits other than pensions

IV. Employee retirement systems, pension plans

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

MULTNOMAH COUNTY, OREGON
Required Supplementary Information
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts			Actual	
	Original	Final	Variance	Amounts	Variance
REVENUES					
Taxes:					
Property	$ 412,913	$ 412,913	$ -	$ 414,905	$ 1,992
Business income	176,006	176,006	-	165,560	(10,446)
Motor vehicle rental	41,168	41,168	-	38,661	(2,507)
Transient lodging	-	-	-	81	81
Heavy equipment rental	500	500	-	254	(246)
Payments in lieu of taxes	60	60	-	441	381
Intergovernmental	12,281	12,281	-	9,957	(2,324)
Licenses and permits	17,780	17,780	-	15,502	(2,278)
Charges for services	13,158	14,524	1,366	13,336	(1,188)
Interest	4,185	4,185	-	11,227	7,042
Other:					
Non-governmental grants	-	-	-	1,234	1,234
Service reimbursements	66,184	66,272	88	69,619	3,347
Miscellaneous	6,660	6,692	32	4,589	(2,103)
Total revenues	750,895	752,381	1,486	745,366	(7,015)
EXPENDITURES					
Current:					
Community justice	89,258	89,214	(44)	81,436	(7,778)
Community services	27,669	27,669	-	26,591	(1,078)
County assets	10,920	10,920	-	10,492	(428)
County management	65,409	65,584	175	61,262	(4,322)
District attorney	48,747	49,872	1,125	48,849	(1,023)
Health services	149,237	149,310	73	145,993	(3,317)
Human services	76,981	77,645	664	73,871	(3,774)
Homeless services	64,538	71,125	6,587	69,527	(1,598)
Nondepartmental	55,649	55,649	-	52,179	(3,470)
Sheriff	196,668	202,878	6,210	200,863	(2,015)
Contingency	27,012	23,465	(3,547)	-	(23,465)
Total expenditures	812,088	823,331	11,243	771,063	(52,268)
Revenues over (under) expenditures	(61,193)	(70,950)	(9,757)	(25,697)	45,253
OTHER FINANCING SOURCES (USES)					
Transfers in	7,282	13,671	6,389	13,498	(173)
Transfers out	(9,311)	(10,140)	(829)	(9,692)	448
Proceeds from sale of capital assets	-	-	-	47	47
Total other financing sources (uses)	(2,029)	3,531	5,560	3,853	322
Net change in fund balances	(63,222)	(67,419)	(4,197)	(21,844)	45,575
Fund balances - beginning	141,013	145,210	4,197	175,926	30,716
Fund balances - ending	$ 77,791	$ 77,791	$ -	$ 154,082	$ 76,291
Reconciliation to modified accrual basis:					
Accumulated unrealized gain (loss) on investments				(4,009)	
Fund balance as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances, Governmental Funds				$ 150,073	

See Notes to Required Supplementary Information.

MULTNOMAH COUNTY, OREGON
Required Supplementary Information
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Federal/State Program Special Revenue Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts			Actual	
	Original	Final	Variance	Amounts	Variance
REVENUES					
Intergovernmental	$ 470,956	$ 441,341	$ (29,615)	$ 413,818	$ (27,523)
Licenses and permits	1,389	1,337	(52)	1,056	(281)
Charges for services	4,839	4,839	-	3,643	(1,196)
Interest	29	29	-	51	22
Non-governmental grants	4,451	4,633	182	3,273	(1,360)
Service reimbursements	-	-	-	201	201
Miscellaneous	1,131	1,131	-	158	(973)
Total revenues	482,795	453,310	(29,485)	422,200	(31,110)
EXPENDITURES					
Current:					
Community justice	26,084	24,208	(1,876)	22,333	(1,875)
Community services	1,891	1,891	-	1,115	(776)
County assets	126	126	-	126	-
District attorney	8,050	8,927	877	8,627	(300)
Health services	139,173	137,151	(2,022)	133,853	(3,298)
Human services	195,104	197,257	2,153	179,938	(17,319)
Homeless services	89,087	60,825	(28,262)	54,600	(6,225)
Nondepartmental	3,266	3,921	655	2,896	(1,025)
Sheriff	14,785	13,366	(1,419)	10,404	(2,962)
Total expenditures	477,566	447,672	(29,894)	413,892	(33,780)
Revenues over (under) expenditures	5,229	5,638	409	8,308	2,670
OTHER FINANCING SOURCES (USES)					
Transfers out	(13,400)	(14,046)	(646)	(14,046)	-
Proceeds from sale of capital assets	-	-	-	6	6
Loan remittances	(237)	(237)	-	(231)	6
Total other financing sources (uses)	(13,637)	(14,283)	(646)	(14,271)	12
Net change in fund balances	(8,408)	(8,645)	(237)	(5,963)	2,682
Fund balances - beginning	12,030	12,267	237	13,875	1,608
Fund balances - ending	$ 3,622	$ 3,622	$ -	7,912	$ 4,290

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	(487,548)
Payments to service providers	487,548
Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances	$ 7,912

See Notes to Required Supplementary Information

MULTNOMAH COUNTY, OREGON
Required Supplementary Information
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Supportive Housing Special Revenue Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts			Actual	
	Original	Final	Variance	Amounts	Variance
REVENUES					
Intergovernmental	$ 136,584	$ 136,584	$ -	$ 149,858	$ 13,274
Charges for services	-	-	-	213	213
Interest	-	-	-	1,755	1,755
Service reimbursements	-	-	-	23	23
Total revenues	136,584	136,584	-	151,849	15,265
EXPENDITURES					
Current:					
Community justice	1,362	1,362	-	1,093	(269)
County management	203	203	-	124	(79)
Health services	23,142	23,142	-	23,142	-
Human services	6,023	6,023	-	5,498	(525)
Homeless services	153,487	160,604	7,117	136,256	(24,348)
Nondepartmental	4,051	4,051	-	2,797	(1,254)
Contingency	4,166	4,166	-	-	(4,166)
Total expenditures	192,434	199,551	7,117	168,910	(30,641)
Net change in fund balances	(55,850)	(62,967)	(7,117)	(17,061)	45,906
Fund balances - beginning	55,850	62,967	7,117	62,967	-
Fund balances - ending	$ -	$ -	$ -	$ 45,906	$ 45,906

See Notes to Required Supplementary Information

MULTNOMAH COUNTY, OREGON
Required Supplementary Information
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Preschool for All Program Special Revenue Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts			Actual	
	Original	Final	Variance	Amounts	Variance
REVENUES					
Taxes	$ 175,000	$ 175,000	$ -	$ 197,102	$ 22,102
Interest	5,342	5,342	-	23,088	17,746
Total revenues	180,342	180,342	-	220,190	39,848
EXPENDITURES					
Current:					
County management	7,036	7,589	553	7,581	(8)
Health services	2,017	2,078	61	1,816	(262)
Human services	162,977	162,917	(60)	152,097	(10,820)
Nondepartmental	377	377	-	193	(184)
Contingency	17,500	16,946	(554)	-	(16,946)
Total expenditures	189,907	189,907	-	161,687	(28,220)
Net change in fund balances	(9,565)	(9,565)	-	58,503	68,068
Fund balances - beginning	534,322	534,322	-	609,993	75,671
Fund balances - ending	$ 524,757	$ 524,757	$ -	$ 668,496	$ 143,739

See Notes to Required Supplementary Information

II. Notes to Budgetary Comparison Schedules

Budgetary Basis of Accounting

Annual budgets for the General Fund and major special revenue funds are prepared and adopted in accordance with Oregon Local Budget Law (ORS Chapter 294) on a basis that generally reflects the modified accrual basis of accounting. Certain differences exist between the budgetary basis and generally accepted accounting principles (GAAP), such as the timing and recognition of certain revenues, expenditures, and state pass-through transactions. Reconciliations between the budgetary basis and GAAP basis for the fiscal year are presented directly on the accompanying Budgetary Comparison Schedules.

The legal level of budgetary control (the level at which expenditures and other financing uses may not legally exceed appropriations) is established by the Board of County Commissioners at the fund and department level. Department directors are authorized to make appropriation transfers within their department inside a fund. Transfers of appropriations between departments or funds, or supplemental appropriations authorized due to unexpected revenues, require formal approval by the Board prior to the related expenditure. These authorized changes constitute the final amended budget. All annual appropriations lapse at the end of the fiscal year.

A comprehensive description of the County's entity-wide budgetary process and legal stewardship framework across all funds is presented in Note II. A in the Notes to the Basic Financial Statements.

General Fund Budgetary Highlights

Original budget compared to final budget. The adjustments necessary to bring expenditure budget into agreement with the revised revenue budget account for some of the difference between the original General Fund adopted budget and the final budget. Final Budget revenues increased by $1,486 and final budgeted expenditures increased by $11,243.

Contingency modifications accounted for increases in budgeted expenditures that were not anticipated at the time the budget was adopted and/or were 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. General Fund contingency was reduced by $3,547 from the original to the final budget.

Budgeted expenditures increased by $6,587 for Homeless Services due to a cash transfer of capital funding from the Department of Community Assets. There was an increase $6,210 for the Sheriff's Department due to contingency modifications as well as increased budgeted payroll expenditures related to the updated Corrections Deputy Association's bargaining agreement.

Final budget compared to actual results. The General Fund for the most part, did not have significant variances between actual revenues and the final budget. The most noteworthy revenue variance from the

final budget to actual was a decrease of $10,446 in business income tax revenue. Collections were on pace to meet the forecast but there was an unusually high number of business income tax refunds late in the year. Due to continued high interest rates, interest earnings were better than estimated by $7,042.

The most significant variance between actual expenditures and the final budget was from Community Justice. Expenditures were $7,778 or 8.7 percent less than budgeted; primarily due to personal savings from mid-year recruitment freezes and reduced contractual spending caused by a temporary pause in client referrals during the fall budget rebalance.

Federal/State Program Special Revenue Fund Budgetary Highlights

Original budget compared to final budget. Final Budget revenues decreased by $29,485 and final budgeted expenditures decreased by $29,894. Estimated intergovernmental revenues decreased by $29,615, primarily due to state allocation reductions for Homeless Services enacted between the Governor's Recommended Budget and the Legislatively Adopted Budget. Correspondingly, Homeless Services expenditures decreased by $28,262, reflecting the operational adjustments made to align with reduced state funding.

Final budget compared to actual results. Total revenue was $31,110 or 6.9 percent less than budgeted. Intergovernmental revenue was $27,523 or 6.2 percent less than budgeted, this is primarily due to the timing and cost-reimbursement nature of federal and state grant awards across multiple county departments. Budgeted amounts reflect full award authorizations, whereas actual revenues are recognized only as eligible grant expenditures are incurred.

The following are noteworthy variances from the final budget to actual amounts in the Federal/State Program Special Revenue Fund expenditures:

- Human Services expenditures were $17,319 or 8.8 percent less than budgeted, reflecting primarily a general amount of underspending in contracted services across the board in DCHS. This is because contracts are only written up to the maximum about of the specific budgeted dollars and providers often are unable to use 100% of funding due to vacancies that naturally occur throughout the year.
- Homeless Services expenditures were $6,225 or 10 percent less than budgeted due to lack of eligible expenditures.

Supportive Housing Special Revenue Fund Budgetary Highlights

Original budget compared to final budget. Homeless Services budgeted expenditures and budgeted beginning balance increased by $7,117 due to higher than anticipated prior year carryover.

Final budget compared to actual results. Homeless Services actual expenditures were $24,348 or 15 percent less than budgeted, primarily due to delay and scaling back of underutilized projects in order to mitigate anticipated future revenue reductions.

Preschool for All Program Special Revenue Fund Budgetary Highlights

Original budget compared to final budget. There were no significant or material variances.

Final budget compared to actual results. Tax revenues were $22,102 or 12.6 percent more than budgeted due to higher than expected wage growth. Interest revenue was $17,746 more than budgeted due to continued high interest rates.

Human Services expenditures were $10,820 or 6.6 percent less than budgeted, primarily driven by $3,700 in slight underspending within the pilot site program offer alongside minor, broad-based underspending across remaining early learning program offers.

III. 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 Ten 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
2026	3.50855%	$ (15,687)	$ 543,638	(2.89)%	239.91%
2025	3.33960%	(13,489)	513,712	(2.63)%	220.60%
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%

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

Schedule of OPEB - RHIA Contributions
Other Post Employment Benefits
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
2026	$ 1	$ 1	$ -	$ 574,356	0.00%
2025	-	-	-	543,638	0.00%
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%

MULTNOMAH COUNTY, OREGON
Required Supplementary Information
For the Year Ended June 30, 2026
(dollar amounts expressed in thousands)

Multnomah County Postretirement Medical and Life Insurance Plan:

Schedule of Changes in Total OPEB Liability and Related Ratios Last Nine 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
2026	$ 8,602	$ 5,074	$ -	$ 2,230	$ (6,095)	$ (7,296)	$ 126,194
2025	9,293	4,478	-	(12,579)	(6,270)	(8,031)	123,679
2024	7,971	4,522	-	5,964	4,446	(7,325)	136,788
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
2026	$ 575,702	21.92%
2025	545,977	22.65%
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 2025 to 2026 were updated so that the projected 2026 premium amounts match the actual 2026 premiums.

IV . 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
2026	3.59%	$ 801,556	$ 543,638	147.44%	79.87%
2025	3.40%	756,808	513,712	147.32%	79.29%
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%	75.79%
2020	3.36%	581,413	371,464	156.52%	80.23%
2019	3.35%	507,736	355,893	142.67%	82.07%
2018	3.49%	470,736	312,572	150.60%	83.12%
2017	3.51%	526,781	304,993	172.72%	80.53%

The amounts presented for each fiscal year were actuarially determined at December 31 and rolled forward to the measurement date.
**As of the measurement date, which is one year in arrears.*

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
2026	$ 125,026	$ 125,026	$ -	$ 574,356	21.77%
2025	95,685	95,685	-	543,638	17.60%
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%

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.*

V. 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, 2023 valuation are described briefly below. Additional details and a comprehensive list of changes in methods and assumptions can be found in the 2024 Experience Study for the System, which was published in July 2025, and can be found at: https://www.oregon.gov/pers/Documents/Financials/Actuarial/2025/2024_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, 2022 and December 31, 2023 valuations, the Money Match was weighted 5 percent for general service members and zero percent for police and fire members. For the December 31, 2024 valuation, this weighting has been adjusted to 3 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.

Changes in economic assumptions:

Administrative expenses. The administrative expense assumptions were updated to $72 million per year combined for Tier 1/Tier 2 and OPSRP. Previously these were assumed to be $64 million per year.

Healthcare cost inflation. Healthcare cost trend was updated to range from 6.2 percent in 2025 to 3.8 percent in 2073, prior report ranged from 6.6 percent in 2023 to 3.8 percent in 2074.

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 percent for all members for 2025.

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 2024 Experience Study for the System, published in July 2025.

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 RHIA was 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
- Library Capital Construction Fund
- Capital Improvement Fund
- Information Technology Capital Fund
- Asset Preservation Fund
- Sellwood Bridge Replacement Fund
- Library District Capital Construction Fund
- Burnside Bridge Fund
- Behavioral Health Resource Center Capital Fund
- Justice Center Capital Fund
- Homeless Services Capital Fund
- Animal Services Facility Capital Fund
- Sobering and Crisis Intervention Capital Fund

* Major funds are reported in Fund Financial Statements

MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2026
(amounts expressed in thousands)

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
ASSETS				
Unrestricted:				
Cash and investments	$ 34,808	$ 51,394	$ 74,486	$ 160,688
Receivables:				
Taxes	3,788	-	-	3,788
Accounts, net	985	37	642	1,664
Inventories	276	-	-	276
Prepaids and deposits	802	-	16	818
Restricted:				
Cash and investments	69,409	3,672	121,570	194,651
Receivables:				
Taxes	4,674	1,707	-	6,381
Accounts, net	31,188	-	49	31,237
Total assets	$ 145,930	$ 56,810	$ 196,763	$ 399,503
LIABILITIES				
Liabilities payable from unrestricted assets:				
Accounts payable	$ 5,051	$ -	$ 7,505	$ 12,556
Payroll payable	129	-	67	196
Due to other funds	359	-	-	359
Liabilities payable from restricted assets:				
Accounts payable	25,869	-	9,041	34,910
Payroll payable	1,528	-	-	1,528
Unearned revenue	1,194	-	-	1,194
Due to other funds	348	-	-	348
Total liabilities	34,478	-	16,613	51,091
DEFERRED INFLOWS OF RESOURCES				
Restricted:				
Resources not yet available:				
Property taxes	3,149	1,464	-	4,613
Total deferred inflows of resources	3,149	1,464	-	4,613
FUND BALANCES				
Nonspendable	1,078	-	16	1,094
Restricted	73,183	3,915	112,578	189,676
Committed	189	51,431	66,486	118,106
Assigned	33,992	-	1,070	35,062
Unassigned	(139)	-	-	(139)
Total fund balances	108,303	55,346	180,150	343,799
Total liabilities, deferred inflows of resources and fund balances	$ 145,930	$ 56,810	$ 196,763	$ 399,503

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
REVENUES				
Taxes	$ 164,929	$ 56,894	$ -	$ 221,823
Payments in lieu of taxes	252	-	-	252
Intergovernmental	81,207	170	983	82,360
Licenses and permits	35,665	-	-	35,665
Charges for services	11,024	934	4,449	16,407
Interest	4,382	3,845	8,287	16,514
Non-governmental grants	3,654	-	63	3,717
Service reimbursements	540	51,995	26,649	79,184
Miscellaneous	1	-	27	28
Total revenues	301,654	113,838	40,458	455,950
EXPENDITURES				
Current:				
General government	-	2	-	2
Social services	3,003	-	1,545	4,548
Public safety and justice	10,758	-	477	11,235
Community services	49,558	-	27,473	77,031
Library services	116,218	-	3,702	119,920
Roads, bridges, and bike path improvements	67,986	-	13,839	81,825
Capital outlay	31,522	-	46,837	78,359
Debt service:				
Principal	216	71,310	226	71,752
Interest	9	44,520	10	44,539
Total expenditures	279,270	115,832	94,109	489,211
Revenues over (under) expenditures	22,384	(1,994)	(53,651)	(33,261)
OTHER FINANCING SOURCES (USES)				
Transfers in	117,970	-	58,562	176,532
Transfers out	(152,605)	-	(16,908)	(169,513)
Proceeds from sale of capital assets	5	-	-	5
Total other financing sources (uses)	(34,630)	-	41,654	7,024
Net change in fund balances	(12,246)	(1,994)	(11,997)	(26,237)
Fund balances - beginning	120,549	57,340	192,147	370,036
Fund balances - ending	$ 108,303	$ 55,346	$ 180,150	$ 343,799

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.

MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2026
(amounts expressed in thousands)

	Road	Bicycle Path Construction	Recreation	County School	Animal Control
ASSETS					
Unrestricted:					
Cash and investments	$ 11,138	$ -	$ -	$ -	$ -
Receivables:					
Taxes	-	-	-	-	-
Accounts, net	-	-	-	-	-
Inventories	276	-	-	-	-
Prepaids and deposits	35	-	-	-	-
Restricted:					
Cash and investments	14,431	468	40	-	1,118
Receivables:					
Taxes	1,007	-	-	-	-
Accounts, net	4,949	-	-	-	25
Total assets	$ 31,836	$ 468	$ 40	$ -	$ 1,143
LIABILITIES					
Liabilities payable from unrestricted assets:					
Accounts payable	$ -	$ -	$ -	$ -	$ -
Payroll payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Liabilities payable from restricted assets:					
Accounts payable	20,226	-	40	-	1
Payroll payable	161	-	-	-	-
Unearned revenue	-	-	-	-	-
Due to other funds	-	-	-	-	-
Total liabilities	20,387	-	40	-	1
DEFERRED INFLOWS OF RESOURCES					
Restricted:					
Resources not yet available:					
Property taxes	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-
FUND BALANCES					
Nonspendable	311	-	-	-	-
Restricted	-	468	-	-	1,142
Committed	-	-	-	-	-
Assigned	11,138	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	11,449	468	-	-	1,142
Total liabilities, deferred inflows of resources and fund balances	$ 31,836	$ 468	$ 40	$ -	$ 1,143

Willamette River Bridges	Library	Special Excise Tax	Land Corner Preservation	Inmate Welfare	Coronavirus (COVID-19) Response	Justice Services Special Operations
$ 3,638	$ -	$ 1,142	$ -	$ 77	$ 71	$ -
-	-	3,788	-	-	-	-
-	-	-	-	-	-	985
-	-	-	-	-	-	-
61	706	-	-	-	-	-
21,854	2,025	-	2,459	-	1,194	-
-	73	-	2	-	-	-
23,456	350	-	1	-	246	-
$ 49,009	$ 3,154	$ 4,930	$ 2,462	$ 77	$ 1,511	$ 985
$ -	$ 139	$ 4,742	$ -	$ 70	$ -	$ 100
-	-	-	-	6	-	123
-	-	-	-	-	-	359
3,202	1,147	-	372	-	109	-
97	1,228	-	28	-	1	-
-	-	-	-	-	1,194	-
-	-	-	-	-	136	-
3,299	2,514	4,742	400	76	1,440	582
-	73	-	-	-	-	-
-	73	-	-	-	-	-
61	706	-	-	-	-	-
42,011	-	-	2,062	-	-	-
-	-	188	-	1	-	-
3,638	-	-	-	-	71	403
-	(139)	-	-	-	-	-
45,710	567	188	2,062	1	71	403
$ 49,009	$ 3,154	$ 4,930	$ 2,462	$ 77	$ 1,511	$ 985

(Continued)

MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2026
(amounts expressed in thousands)

	Oregon Historical Society Levy	Video Lottery	Library District	Total
ASSETS				
Unrestricted:				
Cash and investments	$ -	$ -	$ 18,742	$ 34,808
Receivables:				
Taxes	-	-	-	3,788
Accounts, net	-	-	-	985
Inventories	-	-	-	276
Prepaids and deposits	-	-	-	802
Restricted:				
Cash and investments	48	-	25,772	69,409
Receivables:				
Taxes	126	-	3,466	4,674
Accounts, net	-	1,579	582	31,188
Total assets	$ 174	$ 1,579	$ 48,562	$ 145,930
LIABILITIES				
Liabilities payable from unrestricted assets:				
Accounts payable	$ -	$ -	$ -	$ 5,051
Payroll payable	-	-	-	129
Due to other funds	-	-	-	359
Liabilities payable from restricted assets:				
Accounts payable	-	772	-	25,869
Payroll payable	-	13	-	1,528
Unearned revenue	-	-	-	1,194
Due to other funds	-	212	-	348
Total liabilities	-	997	-	34,478
DEFERRED INFLOWS OF RESOURCES				
Restricted:				
Resources not yet available:				
Property taxes	109	-	2,967	3,149
Total deferred inflows of resources	109	-	2,967	3,149
FUND BALANCES				
Nonspendable	-	-	-	1,078
Restricted	65	582	26,853	73,183
Committed	-	-	-	189
Assigned	-	-	18,742	33,992
Unassigned	-	-	-	(139)
Total fund balances	65	582	45,595	108,303
Total liabilities, deferred inflows of resources and fund balances	$ 174	$ 1,579	$ 48,562	$ 145,930

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Road	Bicycle Path Construction	Recreation	County School	Animal Control
REVENUES					
Taxes	$ 5,793	$ -	$ 40	$ -	$ -
Payments in lieu of taxes	189	-	-	63	-
Intergovernmental	50,026	106	-	8	-
Licenses and permits	241	-	-	-	1,261
Charges for services	920	-	-	-	13
Interest	972	13	-	1	54
Non-governmental grants	-	-	-	-	213
Service reimbursements	203	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenues	58,344	119	40	72	1,541
EXPENDITURES					
Current:					
Social services	-	-	-	-	-
Public safety and justice	-	-	-	-	-
Community services	-	-	40	72	651
Library services	-	-	-	-	-
Roads, bridges, and bike path improvements	56,230	-	-	-	-
Capital outlay	6,763	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	62,993	-	40	72	651
Revenues over (under) expenditures	(4,649)	119	-	-	890
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	(1,201)
Proceeds from sale of capital assets	5	-	-	-	-
Total other financing sources (uses)	5	-	-	-	(1,201)
Net change in fund balances	(4,644)	119	-	-	(311)
Fund balances - beginning	16,093	349	-	-	1,453
Fund balances - ending	$ 11,449	$ 468	$ -	$ -	$ 1,142

Willamette River Bridges	Library	Special Excise Tax	Land Corner Preservation	Inmate Welfare	Coronavirus (COVID-19) Response	Justice Services Special Operations
$ -	$ 3	$ 39,175	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-
22,757	-	-	-	-	601	1,286
32,986	-	-	-	-	-	1,156
46	-	-	1,578	1,377	-	7,084
900	-	44	104	1	-	-
-	-	-	-	-	-	-
87	35	-	-	-	-	215
-	-	-	-	-	-	1
56,776	38	39,219	1,682	1,378	601	9,742
-	-	-	-	-	3,003	-
-	-	-	-	1,377	-	9,381
-	-	39,195	-	-	-	-
-	116,218	-	-	-	-	-
9,687	-	-	2,069	-	-	-
22,256	1,492	-	-	-	9	-
-	216	-	-	-	-	-
-	9	-	-	-	-	-
31,943	117,935	39,195	2,069	1,377	3,012	9,381
24,833	(117,897)	24	(387)	1	(2,411)	361
-	117,970	-	-	-	-	-
(28,584)	-	-	-	-	-	-
-	-	-	-	-	-	-
(28,584)	117,970	-	-	-	-	-
(3,751)	73	24	(387)	1	(2,411)	361
49,461	494	164	2,449	-	2,482	42
$ 45,710	$ 567	$ 188	$ 2,062	$ 1	$ 71	$ 403

(Continued)

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Oregon Historical Society Levy	Video Lottery	Library District	Total
REVENUES				
Taxes	$ 3,896	$ -	$ 116,022	$ 164,929
Payments in lieu of taxes	-	-	-	252
Intergovernmental	-	6,312	111	81,207
Licenses and permits	-	-	21	35,665
Charges for services	-	-	6	11,024
Interest	8	36	2,249	4,382
Non-governmental grants	-	-	3,441	3,654
Service reimbursements	-	-	-	540
Miscellaneous	-	-	-	1
Total revenues	3,904	6,348	121,850	301,654
EXPENDITURES				
Current:				
Social services	-	-	-	3,003
Public safety and justice	-	-	-	10,758
Community services	3,902	5,698	-	49,558
Library services	-	-	-	116,218
Roads, bridges, and bike path improvements	-	-	-	67,986
Capital outlay	-	1,002	-	31,522
Debt service:				
Principal	-	-	-	216
Interest	-	-	-	9
Total expenditures	3,902	6,700	-	279,270
Revenues over (under) expenditures	2	(352)	121,850	22,384
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	117,970
Transfers out	-	-	(122,820)	(152,605)
Proceeds from sale of capital assets	-	-	-	5
Total other financing sources (uses)	-	-	(122,820)	(34,630)
Net change in fund balances	2	(352)	(970)	(12,246)
Fund balances - beginning	63	934	46,565	120,549
Fund balances - ending	$ 65	$ 582	$ 45,595	$ 108,303

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Road Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Taxes	$ 5,700	$ 5,700	$ 5,793	$ 93
Payments in lieu of taxes	110	110	189	79
Intergovernmental	54,913	54,913	50,026	(4,887)
Licenses and permits	100	100	241	141
Charges for services	505	505	920	415
Interest	750	750	972	222
Service reimbursements	1,841	1,841	203	(1,638)
Miscellaneous	10	10	-	(10)
Total revenues	63,929	63,929	58,344	(5,585)
EXPENDITURES				
Current:				
Community services	71,720	71,720	62,993	(8,727)
Contingency	5,021	5,021	-	(5,021)
Total expenditures	76,741	76,741	62,993	(13,748)
Revenues over (under) expenditures	(12,812)	(12,812)	(4,649)	8,163
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	-	-	5	5
Total other financing sources (uses)	-	-	5	5
Net change in fund balances	(12,812)	(12,812)	(4,644)	8,168
Fund balances - beginning	12,812	12,812	16,093	3,281
Fund balances - ending	$ -	$ -	$ 11,449	$ 11,449

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Intergovernmental	$ 106	$ 106	$ 106	$ -
Interest	8	8	13	5
Total revenues	114	114	119	5
EXPENDITURES				
Current:				
Community services	463	463	-	(463)
Total expenditures	463	463	-	(463)
Net change in fund balances	(349)	(349)	119	468
Fund balances - beginning	349	349	349	-
Fund balances - ending	$ -	$ -	$ 468	$ 468

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Recreation Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Taxes	$ 40	$ 40	$ 40	$ -
Total revenues	40	40	40	-
EXPENDITURES				
Current:				
County management	40	40	40	-
Total expenditures	40	40	40	-
Net change in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	$ -	$ -	$ -	$ -

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
County School Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Payments in lieu of taxes	$ 45	$ 45	$ 63	$ 18
Intergovernmental	25	25	8	(17)
Interest	-	-	1	1
Total revenues	70	70	72	2
EXPENDITURES				
Current:				
Nondepartmental	70	70	72	2
Total expenditures	70	70	72	2
Net change in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	$ -	$ -	$ -	$ -

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Animal Control Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Licenses and permits	$ 1,430	$ 1,430	$ 1,261	$ (169)
Charges for services	10	10	13	3
Interest	42	42	54	12
Non-governmental grants	165	165	213	48
Total revenues	1,647	1,647	1,541	(106)
EXPENDITURES				
Current:				
Community services	1,301	1,301	651	(650)
Contingency	569	569	-	(569)
Total expenditures	1,870	1,870	651	(1,219)
Revenues over (under) expenditures	(223)	(223)	890	1,113
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,374)	(1,374)	(1,201)	173
Total other financing sources (uses)	(1,374)	(1,374)	(1,201)	173
Net change in fund balances	(1,597)	(1,597)	(311)	1,286
Fund balances - beginning	1,597	1,597	1,453	(144)
Fund balances - ending	$ -	$ -	$ 1,142	$ 1,142

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Intergovernmental	$ 24,985	$ 24,985	$ 22,757	$ (2,228)
Licenses and permits	31,912	31,912	32,986	1,074
Charges for services	-	-	46	46
Interest	-	-	900	900
Service reimbursements	877	877	87	(790)
Miscellaneous	5	5	-	(5)
Total revenues	57,779	57,779	56,776	(1,003)
EXPENDITURES				
Current:				
Community services	33,650	33,650	31,942	(1,708)
Contingency	36,893	36,893	-	(36,893)
Total expenditures	70,543	70,543	31,942	(38,601)
Revenues over (under) expenditures	(12,764)	(12,764)	24,834	37,598
OTHER FINANCING SOURCES (USES)				
Transfers out	(28,584)	(28,584)	(28,584)	-
Total other financing sources (uses)	(28,584)	(28,584)	(28,584)	-
Net change in fund balances	(41,348)	(41,348)	(3,750)	37,598
Fund balances - beginning	41,348	41,348	49,460	8,112
Fund balances - ending	$ -	$ -	$ 45,710	$ 45,710

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Library Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Taxes	$ -	$ -	$ 3	$ 3
Intergovernmental	125,189	125,312	117,970	(7,342)
Service reimbursements	35	35	35	-
Total revenues	125,224	125,347	118,008	(7,339)
EXPENDITURES				
Current:				
Library	125,224	125,347	117,935	(7,412)
Total expenditures	125,224	125,347	117,935	(7,412)
Net change in fund balances	-	-	73	73
Fund balances - beginning	-	-	494	494
Fund balances - ending	$ -	$ -	567	$ 567
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			117,970	
Transfers in			(117,970)	
Fund balances as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, Nonmajor Special Revenue Funds			$ 567	

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Taxes	$ 44,276	$ 44,276	$ 39,175	$ (5,101)
Interest	10	10	44	34
Total revenues	44,286	44,286	39,219	(5,067)
EXPENDITURES				
Current:				
Nondepartmental	44,421	44,421	39,195	(5,226)
Total expenditures	44,421	44,421	39,195	(5,226)
Net change in fund balances	(135)	(135)	24	159
Fund balances - beginning	135	135	164	29
Fund balances - ending	$ -	$ -	$ 188	$ 188

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Charges for services	$ 1,485	$ 1,485	$ 1,578	$ 93
Interest	59	59	104	45
Service reimbursements	70	70	-	(70)
Total revenues	1,614	1,614	1,682	68
EXPENDITURES				
Current:				
Community services	2,412	2,412	2,069	(343)
Total expenditures	2,412	2,412	2,069	(343)
Net change in fund balances	(798)	(798)	(387)	411
Fund balances - beginning	2,488	2,488	2,449	(39)
Fund balances - ending	$ 1,690	$ 1,690	$ 2,062	$ 372

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Inmate Welfare Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Charges for services	$ 1,786	$ 1,786	$ 1,377	$ (409)
Interest	-	-	1	1
Total revenues	1,786	1,786	1,378	(408)
EXPENDITURES				
Current:				
Sheriff	1,786	1,786	1,377	(409)
Total expenditures	1,786	1,786	1,377	(409)
Net change in fund balances	-	-	1	1
Fund balances - beginning	-	-	-	-
Fund balances - ending	$ -	$ -	$ 1	$ 1

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Intergovernmental	$ 890	$ 890	$ 601	$ (289)
Total revenues	890	890	601	(289)
EXPENDITURES				
Current:				
Community services	870	870	616	(254)
Health services	-	-	(9)	(9)
Human services	1,645	1,645	1,547	(98)
Sheriff	858	858	858	-
Total expenditures	3,373	3,373	3,012	(361)
Net change in fund balances	(2,483)	(2,483)	(2,411)	72
Fund balances - beginning	2,483	2,483	2,482	(1)
Fund balances - ending	$ -	$ -	$ 71	$ 71

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Intergovernmental	$ 896	$ 1,286	$ 1,286	$ -
Licenses and permits	1,209	1,209	1,156	(53)
Charges for services	9,584	9,584	7,084	(2,500)
Service reimbursements	244	244	215	(29)
Miscellaneous	-	-	1	1
Total revenues	11,933	12,323	9,742	(2,581)
EXPENDITURES				
Current:				
Community justice	1,096	1,486	1,444	(42)
District attorney	2	2	-	(2)
Sheriff	11,548	11,548	7,937	(3,611)
Total expenditures	12,646	13,036	9,381	(3,655)
Net change in fund balances	(713)	(713)	361	1,074
Fund balances - beginning	713	713	42	(671)
Fund balances - ending	$ -	$ -	$ 403	$ 403

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Taxes	$ 3,818	$ 3,898	$ 3,896	$ (2)
Interest	5	5	8	3
Total revenues	3,823	3,903	3,904	1
EXPENDITURES				
Current:				
Nondepartmental	3,844	3,924	3,902	(22)
Total expenditures	3,844	3,924	3,902	(22)
Net change in fund balances	(21)	(21)	2	23
Fund balances - beginning	21	21	63	42
Fund balances - ending	$ -	$ -	$ 65	$ 65

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Video Lottery Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Intergovernmental	$ 6,671	$ 6,671	$ 6,312	$ (359)
Interest	-	-	36	36
Total revenues	6,671	6,671	6,348	(323)
EXPENDITURES				
Current:				
Community services	1,000	1,000	1,000	-
County management	333	333	260	(73)
Homeless services	3,090	3,090	3,090	-
Nondepartmental	2,355	2,355	2,350	(5)
Contingency	667	667	-	(667)
Total expenditures	7,445	7,445	6,700	(745)
Net change in fund balances	(774)	(774)	(352)	422
Fund balances - beginning	774	774	934	160
Fund balances - ending	$ -	$ -	$ 582	$ 582

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Library District Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Taxes	$ 115,393	$ 115,393	$ 116,022	$ 629
Intergovernmental	112	112	111	(1)
Licenses and permits	15	15	21	6
Charges for services	3	3	6	3
Interest	900	900	2,249	1,349
Non-governmental grants	2,834	2,834	3,441	607
Total revenues	119,257	119,257	121,850	2,593
EXPENDITURES				
Current:				
Library	125,189	125,189	117,970	(7,219)
Contingency	1,000	1,000	-	(1,000)
Total expenditures	126,189	126,189	117,970	(8,219)
Revenues over (under) expenditures	(6,932)	(6,932)	3,880	10,812
OTHER FINANCING SOURCES (USES)				
Transfers out	(4,850)	(4,850)	(4,850)	-
Total other financing sources (uses)	(4,850)	(4,850)	(4,850)	-
Net change in fund balances	(11,782)	(11,782)	(970)	10,812
Fund balances - beginning	40,074	40,074	46,565	6,491
Fund balances - ending	$ 28,292	$ 28,292	45,595	$ 17,303
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			(117,970)	
Transfers out			117,970	
Fund balances as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, Nonmajor Special Revenue Funds			$ 45,595	

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.

MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2026
(amounts expressed in thousands)

	Capital Debt Retirement	General Obligation Bond	PERS Pension Bond Sinking	Total
ASSETS				
Unrestricted:				
Cash and investments	$ 1,572	$ -	$ 49,822	$ 51,394
Receivables:				
Accounts, net	37	-	-	37
Restricted:				
Cash and investments	-	3,672	-	3,672
Receivables:				
Taxes	-	1,707	-	1,707
Total assets	$ 1,609	$ 5,379	$ 49,822	$ 56,810
DEFERRED INFLOWS OF RESOURCES				
Restricted:				
Resources not yet available:				
Property taxes	$ -	$ 1,464	$ -	$ 1,464
Total deferred inflows of resources	-	1,464	-	1,464
FUND BALANCES				
Restricted	-	3,915	-	3,915
Committed	1,609	-	49,822	51,431
Total fund balances	1,609	3,915	49,822	55,346
Total liabilities and fund balances	$ 1,609	$ 5,379	$ 49,822	$ 56,810

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Capital Debt Retirement	General Obligation Bond	PERS Pension Bond Sinking	Total
REVENUES				
Taxes	$ -	$ 56,894	$ -	$ 56,894
Intergovernmental	170	-	-	170
Charges for services	934	-	-	934
Interest	93	1,256	2,496	3,845
Service reimbursements	23,084	-	28,911	51,995
Total revenues	24,281	58,150	31,407	113,838
EXPENDITURES				
Current:				
General government	-	-	2	2
Debt service:				
Principal	17,770	48,870	4,670	71,310
Interest	6,085	8,220	30,215	44,520
Total expenditures	23,855	57,090	34,887	115,832
Net change in fund balances	426	1,060	(3,480)	(1,994)
Fund balances - beginning	1,183	2,855	53,302	57,340
Fund balances - ending	$ 1,609	$ 3,915	$ 49,822	$ 55,346

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Intergovernmental	$ 173	$ 173	$ 170	$ (3)
Charges for services	600	600	934	334
Interest	40	40	93	53
Service reimbursements	23,084	23,084	23,084	-
Total revenues	23,897	23,897	24,281	384
EXPENDITURES				
Current:				
Nondepartmental	3	3	-	(3)
Debt service:				
Principal	17,770	17,770	17,770	-
Interest expense	6,085	6,085	6,085	-
Total expenditures	23,858	23,858	23,855	(3)
Net change in fund balances	39	39	426	387
Fund balances - beginning	1,103	1,103	1,183	80
Fund balances - ending	$ 1,142	$ 1,142	$ 1,609	$ 467

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Obligation Bond
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Taxes	$ 56,590	$ 56,590	$ 56,894	$ 304
Interest	300	300	1,256	956
Total revenues	56,890	56,890	58,150	1,260
EXPENDITURES				
Debt service:				
Principal	48,870	48,870	48,870	-
Interest expense	8,220	8,220	8,220	-
Total expenditures	57,090	57,090	57,090	-
Net change in fund balances	(200)	(200)	1,060	1,260
Fund balances - beginning	2,572	2,572	2,855	283
Fund balances - ending	$ 2,372	$ 2,372	$ 3,915	$ 1,543

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Interest	$ 1,400	$ 1,400	$ 2,496	$ 1,096
Service reimbursements	27,821	27,821	28,911	1,090
Total revenues	29,221	29,221	31,407	2,186
EXPENDITURES				
Current:				
Nondepartmental	451	451	2	(449)
Debt service:				
Principal	4,670	4,670	4,670	-
Interest expense	30,215	30,215	30,215	-
Total expenditures	35,336	35,336	34,887	(449)
Net change in fund balances	(6,115)	(6,115)	(3,480)	2,635
Fund balances - beginning	51,741	51,741	53,302	1,561
Fund balances - ending	$ 45,626	$ 45,626	$ 49,822	$ 4,196

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.
- **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

- **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.
- **Homeless Services Capital Fund -** accounts for capital improvements and capital acquisition expenditures for 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.
- **Animal Services Facility Capital Fund -** accounts for expenditures for the planning, design, renovation, and construction of a new animal shelter facility. Proceeds from the Pig Farm sale will initially fund planning and design phases.
- **Sobering and Crisis Intervention Capital Fund** - accounts for expenditures for the building acquisition and capital improvements of a new permanent deflection/sobering services facility. Resources are derived from State grant funds, 2024 HB 5204 and SB 5701.

MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2026
(amounts expressed in thousands)

	Downtown Courthouse Capital	Asset Replacement Revolving	Library Capital Construction	Capital Improvement	Information Technology Capital
ASSETS					
Unrestricted:					
Cash and investments	$ -	$ 602	$ -	$ 23,580	$ 10,822
Receivables:					
Accounts, net	-	-	-	144	-
Prepaids and deposits	-	-	-	-	-
Restricted:					
Cash and investments	-	-	9,538	280	27
Accounts, net	-	-	-	-	-
Total assets	$ -	$ 602	$ 9,538	$ 24,004	$ 10,849
LIABILITIES					
Liabilities payable from unrestricted assets:					
Accounts payable	$ -	$ -	$ -	$ 2,023	$ 918
Payroll payable	-	-	-	-	8
Liabilities payable from restricted assets:					
Accounts payable	-	-	133	280	27
Total liabilities	-	-	133	2,303	953
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	-	9,405	-	-
Committed	-	-	-	21,701	9,896
Assigned	-	602	-	-	-
Total fund balances	-	602	9,405	21,701	9,896
Total liabilities and fund balances	$ -	$ 602	$ 9,538	$ 24,004	$ 10,849

Asset Preservation	Sellwood Bridge Replacement	Library District Capital Construction	Burnside Bridge	Behavioral Health Resource Center Capital	Justice Center Capital	Homeless Services Capital
$ 32,253	$ 468	$ -	$ -	$ -	$ 3,191	$ -
23	-	-	-	-	475	-
16	-	-	-	-	-	-
95	-	76,586	20,316	-	-	2,866
-	-	-	49	-	-	-
$ 32,387	$ 468	$ 76,586	$ 20,365	$ -	$ 3,666	$ 2,866
$ 3,908	$ -	$ -	$ -	$ -	$ 568	$ -
59	-	-	-	-	-	-
95	-	-	7,441	-	-	385
4,062	-	-	7,441	-	568	385
16	-	-	-	-	-	-
-	-	76,586	12,924	-	-	2,481
28,309	-	-	-	-	3,098	-
-	468	-	-	-	-	-
28,325	468	76,586	12,924	-	3,098	2,481
$ 32,387	$ 468	$ 76,586	$ 20,365	$ -	$ 3,666	$ 2,866

(Continued)

MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2026
(amounts expressed in thousands)

	Animal Services Facility Capital Fund	Sobering and Crisis Intervention Capital Fund	Total
ASSETS			
Unrestricted:			
Cash and investments	$ 3,570	$ -	$ 74,486
Receivables:			
Accounts, net	-	-	642
Prepaids and deposits	-	-	16
Restricted:			
Cash and investments	-	11,862	121,570
Accounts, net	-	-	49
Total assets	$ 3,570	$ 11,862	$ 196,763
LIABILITIES			
Liabilities payable from unrestricted assets:			
Accounts payable	$ 88	$ -	$ 7,505
Payroll payable	-	-	67
Liabilities payable from restricted assets:			
Accounts payable	-	680	9,041
Total liabilities	88	680	16,613
FUND BALANCES			
Nonspendable	-	-	16
Restricted	-	11,182	112,578
Committed	3,482	-	66,486
Assigned	-	-	1,070
Total fund balances	3,482	11,182	180,150
Total liabilities and fund balances	$ 3,570	$ 11,862	$ 196,763

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Downtown Courthouse Capital	Asset Replacement Revolving	Library Capital Construction	Capital Improvement	Information Technology Capital
REVENUES					
Intergovernmental	$ -	$ -	$ -	$ 210	$ -
Charges for services	-	-	-	1,234	-
Interest	-	23	345	907	485
Non-governmental grants	-	-	-	-	-
Service reimbursements	-	-	4,859	8,606	472
Miscellaneous	-	-	-	-	-
Total revenues	-	23	5,204	10,957	957
EXPENDITURES					
Current:					
Social services	-	-	-	-	-
Public safety and justice	-	-	-	-	-
Community services	-	-	-	8,274	3,530
Library services	-	-	3,702	-	-
Roads, bridges, and bike path improvements	-	-	-	-	-
Capital outlay	-	-	437	5,038	1,591
Debt service:					
Principal	-	-	-	-	150
Interest expense	-	-	-	-	8
Total expenditures	-	-	4,139	13,312	5,279
Revenues over (under) expenditures	-	23	1,065	(2,355)	(4,322)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	3,144	1,500
Transfers out	(14)	-	-	(165)	-
Total other financing sources (uses)	(14)	-	-	2,979	1,500
Net change in fund balances	(14)	23	1,065	624	(2,822)
Fund balances - beginning	14	579	8,340	21,077	12,718
Fund balances - ending	$ -	$ 602	$ 9,405	$ 21,701	$ 9,896

Asset Preservation	Sellwood Bridge Replacement	Library District Capital Construction	Burnside Bridge	Behavioral Health Resource Center Capital	Justice Center Capital	Homeless Services Capital
$ -	$ -	$ -	$ 773	$ -	$ -	$ -
-	-	-	-	-	3,215	-
1,229	316	2,870	1,018	4	236	413
-	-	-	63	-	-	-
12,712	-	-	-	-	-	-
27	-	-	-	-	-	-
13,968	316	2,870	1,854	4	3,451	413
-	-	-	-	-	-	955
-	-	-	-	-	477	-
15,448	-	-	-	-	-	-
-	-	-	-	-	-	-
-	8,584	-	5,255	-	-	-
3,228	-	-	22,367	-	8,445	2,710
76	-	-	-	-	-	-
2	-	-	-	-	-	-
18,754	8,584	-	27,622	-	8,922	3,665
(4,786)	(8,268)	2,870	(25,768)	4	(5,471)	(3,252)
3,783	8,484	4,850	20,101	-	3,300	-
-	-	(3,530)	-	(916)	-	(12,283)
3,783	8,484	1,320	20,101	(916)	3,300	(12,283)
(1,003)	216	4,190	(5,667)	(912)	(2,171)	(15,535)
29,328	252	72,396	18,591	912	5,269	18,016
$ 28,325	$ 468	$ 76,586	$ 12,924	$ -	$ 3,098	$ 2,481

(Continued)

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Animal Services Facility Capital Fund	Sobering and Crisis Intervention Capital Fund	Total
REVENUES			
Intergovernmental	$ -	$ -	$ 983
Charges for services	-	-	4,449
Interest	138	303	8,287
Non-governmental grants	-	-	63
Service reimbursements	-	-	26,649
Miscellaneous	-	-	27
Total revenues	138	303	40,458
EXPENDITURES			
Current:			
Social services	-	590	1,545
Public safety and justice	-	-	477
Community services	221	-	27,473
Library services	-	-	3,702
Roads, bridges, and bike path improvements	-	-	13,839
Capital outlay	-	3,021	46,837
Debt service:			
Principal	-	-	226
Interest expense	-	-	10
Total expenditures	221	3,611	94,109
Revenues over (under) expenditures	(83)	(3,308)	(53,651)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	13,400	58,562
Transfers out	-	-	(16,908)
Total other financing sources (uses)	-	13,400	41,654
Net change in fund balances	(83)	10,092	(11,997)
Fund balances - beginning	3,565	1,090	192,147
Fund balances - ending	$ 3,482	$ 11,182	$ 180,150

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Intergovernmental	$ 3,530	$ 3,530	$ 3,530	$ -
Charges for services	2,365	2,365	1,500	(865)
Interest	3,360	3,360	2,349	(1,011)
Miscellaneous	193	193	287	94
Total revenues	9,448	9,448	7,666	(1,782)
EXPENDITURES				
Current:				
County assets	140,101	140,564	84,218	(56,346)
Total expenditures	140,101	140,564	84,218	(56,346)
Revenues over (under) expenditures	(130,653)	(131,116)	(76,552)	54,564
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	-	463	535	72
Total other financing uses	-	463	535	72
Net change in fund balances	(130,653)	(130,653)	(76,017)	54,636
Fund balances - beginning	130,653	130,653	120,499	(10,154)
Fund balances - ending	$ -	$ -	44,482	$ 44,482

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	3,530
Transfers in	(3,530)
Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances	$ 44,482

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
OTHER FINANCING SOURCES (USES)				
Transfers out	$ (15)	$ (15)	$ (14)	$ 1
Total other financing sources (uses)	(15)	(15)	(14)	1
Net change in fund balances	(15)	(15)	(14)	1
Fund balances - beginning	15	15	14	(1)
Fund balances - ending	$ -	$ -	$ -	$ -

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Interest	$ -	$ -	$ 23	$ 23
Total revenues	-	-	23	23
EXPENDITURES				
Current:				
County assets	580	580	-	(580)
Total expenditures	580	580	-	(580)
Net change in fund balances	(580)	(580)	23	603
Fund balances - beginning	580	580	579	(1)
Fund balances - ending	$ -	$ -	$ 602	$ 602

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Interest	$ 200	$ 200	$ 345	$ 145
Service reimbursements	4,859	4,859	4,859	-
Total revenues	5,059	5,059	5,204	145
EXPENDITURES				
Current:				
County assets	13,296	13,296	4,139	(9,157)
Total expenditures	13,296	13,296	4,139	(9,157)
Net change in fund balances	(8,237)	(8,237)	1,065	9,302
Fund balances - beginning	8,237	8,237	8,340	103
Fund balances - ending	$ -	$ -	$ 9,405	$ 9,405

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Capital Improvement Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Intergovernmental	$ -	$ 1,666	$ 210	$ (1,456)
Charges for services	408	1,508	1,234	(274)
Interest	500	500	907	407
Service reimbursements	6,585	6,935	8,606	1,671
Miscellaneous	11,000	11,000	-	(11,000)
Total revenues	18,493	21,609	10,957	(10,652)
EXPENDITURES				
Current:				
County assets	45,491	48,442	13,312	(35,130)
Total expenditures	45,491	48,442	13,312	(35,130)
Revenues over (under) expenditures	(26,998)	(26,833)	(2,355)	24,478
OTHER FINANCING SOURCES (USES)				
Transfers in	3,144	3,144	3,144	-
Transfers out	-	(165)	(165)	-
Total other financing sources (uses)	3,144	2,979	2,979	-
Net change in fund balances	(23,854)	(23,854)	624	24,478
Fund balances - beginning	23,854	23,854	21,077	(2,777)
Fund balances - ending	$ -	$ -	$ 21,701	$ 21,701

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Interest	$ -	$ -	$ 485	$ 485
Service reimbursements	1,212	1,212	472	(740)
Total revenues	1,212	1,212	957	(255)
EXPENDITURES				
Current:				
County assets	14,634	14,634	5,279	(9,355)
Total expenditures	14,634	14,634	5,279	(9,355)
Revenues over (under) expenditures	(13,422)	(13,422)	(4,322)	9,100
OTHER FINANCING SOURCES (USES)				
Transfers in	1,500	1,500	1,500	-
Total other financing sources (uses)	1,500	1,500	1,500	-
Net change in fund balances	(11,922)	(11,922)	(2,822)	9,100
Fund balances - beginning	11,922	11,922	12,718	796
Fund balances - ending	$ -	$ -	$ 9,896	$ 9,896

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Asset Preservation Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Interest	$ 800	$ 800	$ 1,229	$ 429
Service reimbursements	12,641	12,641	12,712	71
Miscellaneous	-	-	27	27
Total revenues	13,441	13,441	13,968	527
EXPENDITURES				
Current:				
County assets	47,359	48,446	18,754	(29,692)
Total expenditures	47,359	48,446	18,754	(29,692)
Revenues over (under) expenditures	(33,918)	(35,005)	(4,786)	30,219
OTHER FINANCING SOURCES (USES)				
Transfers in	2,696	3,783	3,783	-
Total other financing sources (uses)	2,696	3,783	3,783	-
Net change in fund balances	(31,222)	(31,222)	(1,003)	30,219
Fund balances - beginning	31,222	31,222	29,328	(1,894)
Fund balances - ending	$ -	$ -	$ 28,325	$ 28,325

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Interest	$ -	$ -	$ 316	$ 316
Total revenues	-	-	316	316
EXPENDITURES				
Current:				
Community services	8,584	8,584	8,584	-
Total expenditures	8,584	8,584	8,584	-
Revenues over (under) expenditures	(8,584)	(8,584)	(8,268)	316
OTHER FINANCING SOURCES (USES)				
Transfers in	8,484	8,484	8,484	-
Total other financing sources (uses)	8,484	8,484	8,484	-
Net change in fund balances	(100)	(100)	216	316
Fund balances - beginning	100	100	252	152
Fund balances - ending	$ -	$ -	$ 468	$ 468

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Interest	$ -	$ -	$ 2,870	$ 2,870
Total revenues	-	-	2,870	2,870
EXPENDITURES				
Current:				
Library	3,530	3,530	3,530	-
Contingency	73,161	73,161	-	(73,161)
Total expenditures	76,691	76,691	3,530	(73,161)
Revenues over (under) expenditures	(76,691)	(76,691)	(660)	76,031
OTHER FINANCING SOURCES (USES)				
Transfers in	4,850	4,850	4,850	-
Total other financing sources (uses)	4,850	4,850	4,850	-
Net change in fund balances	(71,841)	(71,841)	4,190	76,031
Fund balances - beginning	71,841	71,841	72,396	555
Fund balances - ending	$ -	$ -	76,586	$ 76,586
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			(3,530)	
Transfers out			3,530	
Fund balance as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, Nonmajor Capital Projects Funds			$ 76,586	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Burnside Bridge Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Intergovernmental	$ -	$ -	$ 773	$ 773
Interest	350	350	1,018	668
Non-governmental grants	-	-	63	63
Total revenues	350	350	1,854	1,504
EXPENDITURES				
Current:				
Community services	33,025	33,025	27,622	(5,403)
Total expenditures	33,025	33,025	27,622	(5,403)
Revenues over (under) expenditures	(32,675)	(32,675)	(25,768)	6,907
OTHER FINANCING SOURCES (USES)				
Transfers in	20,101	20,101	20,101	-
Total other financing sources (uses)	20,101	20,101	20,101	-
Net change in fund balances	(12,574)	(12,574)	(5,667)	6,907
Fund balances - beginning	12,574	12,574	18,591	6,017
Fund balances - ending	$ -	$ -	$ 12,924	$ 12,924

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Interest	$ -	$ -	$ 4	$ 4
Total revenues	-	-	4	4
EXPENDITURES				
Current:				
County assets	-	-	-	-
Total expenditures	-	-	-	-
Revenues over (under) expenditures	-	-	4	4
OTHER FINANCING SOURCES (USES)				
Transfers out	(916)	(916)	(916)	-
Total other financing sources (uses)	(916)	(916)	(916)	-
Net change in fund balances	(916)	(916)	(912)	4
Fund balances - beginning	916	916	912	(4)
Fund balances - ending	$ -	$ -	$ -	$ -

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Charges for services	$ 4,410	$ 4,410	$ 3,215	$ (1,195)
Interest	-	-	236	236
Total revenues	4,410	4,410	3,451	(959)
EXPENDITURES				
Current:				
County assets	13,407	13,407	8,922	(4,485)
Total expenditures	13,407	13,407	8,922	(4,485)
Revenues over (under) expenditures	(8,997)	(8,997)	(5,471)	3,526
OTHER FINANCING SOURCES (USES)				
Transfers in	3,300	3,300	3,300	-
Total other financing sources (uses)	3,300	3,300	3,300	-
Net change in fund balances	(5,697)	(5,697)	(2,171)	3,526
Fund balances - beginning	5,697	5,697	5,269	(428)
Fund balances - ending	$ -	$ -	$ 3,098	$ 3,098

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Homeless Services Capital
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Intergovernmental	$ 1,666	$ 1,666	$ -	$ (1,666)
Interest	-	-	413	413
Total revenues	1,666	1,666	413	(1,253)
EXPENDITURES				
County assets	10,492	4,102	3,665	(437)
Total expenditures	10,492	4,102	3,665	(437)
Revenues over (under) expenditures	(8,826)	(2,436)	(3,252)	(816)
OTHER FINANCING SOURCES (USES)				
Transfers out	(5,893)	(12,283)	(12,283)	-
Total other financing sources (uses)	(5,893)	(12,283)	(12,283)	-
Net change in fund balances	(14,719)	(14,719)	(15,535)	(816)
Fund balances - beginning	14,719	14,719	18,016	3,297
Fund balances - ending	$ -	$ -	$ 2,481	$ 2,481

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Animal Services Facility Capital Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Interest	$ -	$ -	$ 138	$ 138
Total revenues	-	-	138	138
EXPENDITURES				
Current:				
County assets	3,446	3,446	221	(3,225)
Total expenditures	3,446	3,446	221	(3,225)
Net change in fund balances	(3,446)	(3,446)	(83)	3,363
Fund balances - beginning	3,446	3,446	3,565	119
Fund balances - ending	$ -	$ -	$ 3,482	$ 3,482

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Sobering and Crisis Intervention Capital Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Interest	$ -	$ -	$ 303	$ 303
Total revenues	-	-	303	303
EXPENDITURES				
Current:				
County assets	14,740	14,740	3,611	(11,129)
Total expenditures	14,740	14,740	3,611	(11,129)
Revenues over (under) expenditures	(14,740)	(14,740)	(3,308)	11,432
OTHER FINANCING SOURCES (USES)				
Transfers in	13,400	13,400	13,400	-
Total other financing sources (uses)	13,400	13,400	13,400	-
Net change in fund balances	(1,340)	(1,340)	10,092	11,432
Fund balances - beginning	1,340	1,340	1,090	(250)
Fund balances - ending	$ -	$ -	$ 11,182	$ 11,182

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

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.

MULTNOMAH COUNTY, OREGON
Combining Statement of Net Position
Nonmajor Enterprise Funds
June 30, 2026
(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 (unrestricted):				
Cash and investments	$ 7,034	$ 1,034	$ 41	$ 8,109
Special assessments	40	17	-	57
Inventories	-	74	-	74
Prepaid items	5	5	-	10
Total current assets	7,079	1,130	41	8,250
Noncurrent assets (unrestricted):				
Capital assets:				
Capital assets, not being depreciated	4,112	1,378	-	5,490
Capital assets, net of accumulated depreciation and amortization	2,957	1,677	-	4,634
Noncurrent assets (restricted):				
Net OPEB asset - RHIA	-	-	9	9
Total noncurrent assets	7,069	3,055	9	10,133
Total assets	14,148	4,185	50	18,383
DEFERRED OUTFLOWS OF RESOURCES				
Unrestricted:				
OPEB - County Plan	-	-	8	8
Pension plan	-	-	197	197
Total deferred outflows of resources	-	-	205	205
LIABILITIES				
Current liabilities (payable from unrestricted assets):				
Accounts payable	1,520	24	-	1,544
Internal loans payable	135	-	-	135
OPEB liability - County Plan	-	-	5	5
Total current liabilities	1,655	24	5	1,684
Noncurrent liabilities (payable from unrestricted assets):				
Internal loans payable	3,865	-	-	3,865
OPEB liability - County Plan	-	-	65	65
Net pension liability	-	-	456	456
Total noncurrent liabilities	3,865	-	521	4,386
Total liabilities	5,520	24	526	6,070
DEFERRED INFLOWS OF RESOURCES				
Unrestricted:				
OPEB - County Plan	-	-	15	15
Pension plan	-	-	23	23
Total deferred inflows of resources	-	-	38	38
NET POSITION				
Net investment in capital assets	7,069	3,055	-	10,124
Restricted	-	-	9	9
Unrestricted	1,559	1,106	(318)	2,347
Total net position	$ 8,628	$ 4,161	$ (309)	$ 12,480

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenses and Changes in Net Position
Nonmajor Enterprise Funds
For the Year Ended June 30, 2026
(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	$ 1,415	$ 564	$ -	$ 1,979
Prior assessments	21	9	-	30
Charges for services	-	4	-	4
Licenses and permits	41	1	-	42
Miscellaneous	-	1	9	10
Total operating revenues	1,477	579	9	2,065
OPERATING EXPENSES				
Cost of sales and services	726	302	996	2,024
Administration	39	57	-	96
Depreciation and amortization	84	146	-	230
Total operating expenses	849	505	996	2,350
Operating income (loss)	628	74	(987)	(285)
OTHER NONOPERATING REVENUES (EXPENSES)				
Interest revenue	189	51	15	255
Capital contributions in	-	136	-	136
Total other nonoperating revenues (expenses)	189	187	15	391
Change in net position	817	261	(972)	106
Total net position - beginning	7,811	3,900	663	12,374
Total net position - ending	$ 8,628	$ 4,161	$ (309)	$ 12,480

MULTNOMAH COUNTY, OREGON
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended June 30, 2026
(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	$ 1,474	$ 577	$ -	$ 2,051
Payments to suppliers	266	(238)	(88)	(60)
Payments to employees	-	-	(547)	(547)
Payments for interfund services used	-	(18)	(3)	(21)
Net cash provided by (used for) operating activities	1,740	321	(638)	1,423
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Internal loan proceeds	4,000	-	-	4,000
Acquisition of capital assets	(1,972)	(662)	-	(2,634)
Net cash provided by (used for) capital and related financing activities	2,028	(662)	-	1,366
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest earnings	189	51	15	255
Net cash provided by (used for) investing activities	189	51	15	255
Net increase (decrease) in cash and cash equivalents	3,957	(290)	(623)	3,044
Cash and cash equivalents - beginning	3,077	1,324	664	5,065
Cash and cash equivalents - ending	$ 7,034	$ 1,034	$ 41	$ 8,109
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	$ 628	$ 74	$ (987)	$ (285)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation and amortization of capital assets	84	146	-	230
Changes in assets, liabilities and deferred outflows/inflows of resources:				
Special assessments receivable	(2)	(1)	-	(3)
Inventories	-	114	-	114
Accounts payable	1,030	(12)	-	1,018
Total OPEB liability - County Plan	-	-	69	69
Deferred outflows - OPEB - County Plan	-	-	(8)	(8)
Deferred inflows - OPEB - County Plan	-	-	15	15
Net OPEB asset - RHIA	-	-	(9)	(9)
Net pension liability	-	-	456	456
Deferred outflows - pension	-	-	(197)	(197)
Deferred inflows - pension	-	-	23	23
Total adjustments	1,112	247	349	1,708
Net cash provided by (used for) operating activities	$ 1,740	$ 321	$ (638)	$ 1,423
Noncash activities:				
Capital contributions in	$ -	$ 136	$ -	$ 136

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Charges for services	$ 2,551	$ 2,551	$ 851	$ (1,700)
Intergovernmental charges for services	164,918	164,979	164,601	(378)
Intergovernmental grants	15,965	15,829	15,353	(476)
Non-governmental grants	18,342	18,524	16,068	(2,456)
Interest	-	-	2,736	2,736
Miscellaneous	-	-	17	17
Total revenues	201,776	201,883	199,626	(2,257)
EXPENDITURES				
Current:				
Health services	217,235	217,492	204,112	(13,380)
Contingency	16,714	16,714	-	(16,714)
Total expenditures	233,949	234,206	204,112	(30,094)
Net change in fund balances	(32,173)	(32,323)	(4,486)	27,837
Fund balances - beginning	93,100	93,250	100,736	7,486
Fund balances - ending	$ 60,927	$ 60,927	96,250	$ 35,323
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			1,663	
Compensated absences			(6,721)	
OPEB - County Plan:				
Deferred outflows - County Plan			1,788	
Total OPEB liability - County Plan			(15,007)	
Deferred inflows - County Plan			(3,166)	
OPEB - RHIA:				
Net OPEB asset - RHIA			1,837	
Deferred outflows - RHIA			68	
Deferred inflows - RHIA			(81)	
Pension Plan:				
Deferred outflows - pension			40,507	
Net pension liability			(93,847)	
Deferred inflows - pension			(4,758)	
Right-of-use:				
Right-of-use obligations			(72)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Proprietary Funds			$ 18,461	

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Assessments - sewer:				
Current assessments	$ 1,618	$ 1,618	$ 1,412	$ (206)
Prior assessments	8	8	21	13
Licenses and permits	-	-	41	41
Interest	100	100	189	89
Total revenues	1,726	1,726	1,663	(63)
EXPENDITURES				
Current:				
Community services	4,751	4,751	2,733	(2,018)
Contingency	50	50	-	(50)
Total expenditures	4,801	4,801	2,733	(2,068)
Revenues over (under) expenditures	(3,075)	(3,075)	(1,070)	2,005
OTHER FINANCING SOURCES (USES)				
Internal loan proceeds	4,000	4,000	4,000	-
Internal loan remittances	(509)	(509)	-	509
Total other financing sources (uses)	3,491	3,491	4,000	509
Net change in fund balances	416	416	2,930	2,514
Fund balances - beginning	1,068	1,068	2,596	1,528
Fund balances - ending	$ 1,484	$ 1,484	5,526	$ 4,042
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			7,069	
Assessment revenues that were not available to fund current expenditures and therefore were not reported in the budgetary basis schedule			38	
Allowance for uncollectible accounts, assessments			(5)	
Internal loans payable			(3,865)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Proprietary Funds			$ 8,763	

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Current assessments	$ 551	$ 551	$ 563	$ 12
Prior assessments	4	4	9	5
Charges for services	-	-	4	4
Licenses and permits	-	-	1	1
Interest	10	10	51	41
Miscellaneous	-	-	1	1
Total revenues	565	565	629	64
EXPENDITURES				
Current:				
Community services	1,121	1,121	1,022	(99)
Total expenditures	1,121	1,121	1,022	(99)
Net change in fund balances	(556)	(556)	(393)	163
Fund balances - beginning	1,436	1,436	1,485	49
Fund balances - ending	$ 880	$ 880	1,092	$ 212
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			3,055	
Assessment revenues that were not available to fund current expenditures and therefore were not reported in the budgetary basis schedule			16	
Allowance for uncollectible accounts, assessments			(2)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Proprietary Funds			$ 4,161	

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Interest	$ -	$ -	$ 15	$ 15
Total revenues	-	-	15	15
EXPENDITURES				
Health services	637	637	637	-
Total expenditures	637	637	637	-
Net change in fund balances	(637)	(637)	(622)	15
Fund balances - beginning	637	637	663	26
Fund balances - ending	$ -	$ -	41	$ 41
Reconciliation to full accrual basis:				
OPEB - County Plan:				
Deferred outflows - County Plan			8	
Total OPEB liability - County Plan			(70)	
Deferred inflows - County Plan			(15)	
OPEB - RHIA:				
Net OPEB asset - RHIA			9	
Pension Plan:				
Deferred outflows - pension			197	
Net pension liability			(456)	
Deferred inflows - pension			(23)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Proprietary Funds			$ (309)	

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.

MULTNOMAH COUNTY, OREGON
Combining Statement of Net Position
Internal Service Funds
June 30, 2026
(amounts expressed in thousands)

	Government Activities - Internal Service Funds		
	Risk Management	Fleet Management	Fleet Asset Replacement
ASSETS			
Current assets (unrestricted):			
Cash and investments	$ 126,756	$ 3,088	$ 10,964
Accounts receivable, net	1	-	-
Leases receivable	-	-	-
Inventories	-	926	-
Prepaid items	712	-	-
Internal loans receivable	135	-	-
Total current assets	127,604	4,014	10,964
Noncurrent assets (unrestricted):			
Leases receivable	-	-	-
Internal loans receivable	3,865	-	-
Capital assets:			
Capital assets, not being depreciated	-	-	1,265
Capital assets, net of accumulated depreciation and amortization	24	434	10,362
Noncurrent assets (restricted):			
Net OPEB asset - RHIA	226	34	-
Total noncurrent assets	4,115	468	11,627
Total assets	131,719	4,482	22,591
DEFERRED OUTFLOWS OF RESOURCES			
Unrestricted:			
OPEB - County Plan	225	32	-
OPEB - RHIA	8	1	-
Pension plan	4,986	757	-
Total deferred outflows of resources	5,219	790	-
LIABILITIES			
Current liabilities (payable from unrestricted assets):			
Accounts payable	3,102	217	365
Payroll payable	211	26	-
Compensated absences	556	79	-
Claims and judgments payable	15,903	-	-
Accrued interest payable	-	-	-
Right-of-use obligations	-	-	-
OPEB liability - County Plan	128	18	-
Total current liabilities	19,900	340	365
Noncurrent liabilities (payable from unrestricted assets):			
Compensated absences	787	54	-
Right-of-use obligations	-	-	-
OPEB liability - County Plan	1,757	248	-
Net pension liability	11,552	1,753	-
Total noncurrent liabilities	14,096	2,055	-
Total liabilities	33,996	2,395	365
DEFERRED INFLOWS OF RESOURCES			
Unrestricted:			
Leases	-	-	-
OPEB - County Plan	398	56	-
OPEB - RHIA	10	2	-
Pension plan	586	89	-
Total deferred inflows of resources	994	147	-
NET POSITION			
Net investment in capital assets	24	434	11,627
Restricted	226	34	-
Unrestricted	101,698	2,262	10,599
Total net position	$ 101,948	$ 2,730	$ 22,226

Government Activities - Internal Service Funds			
Information Technology	Mail Distribution	Facilities Management	Total Internal Service Funds
$ 3,689	$ 647	$ 6,896	$ 152,040
2	-	151	154
-	-	343	343
-	66	867	1,859
7,158	-	102	7,972
-	-	-	135
10,849	713	8,359	162,503
-	-	759	759
-	-	-	3,865
174	-	3,836	5,275
24,330	-	49,874	85,024
684	28	323	1,295
25,188	28	54,792	96,218
36,037	741	63,151	258,721
650	26	308	1,241
25	1	12	47
15,078	626	7,131	28,578
15,753	653	7,451	29,866
2,923	54	5,238	11,899
681	27	342	1,287
1,870	48	861	3,414
-	-	-	15,903
207	-	-	207
5,944	-	8,073	14,017
369	15	175	705
11,994	144	14,689	47,432
1,324	13	234	2,412
9,826	-	43,324	53,150
5,086	205	2,411	9,707
34,932	1,449	16,521	66,207
51,168	1,667	62,490	131,476
63,162	1,811	77,179	178,908
-	-	1,102	1,102
1,151	46	546	2,197
30	1	14	57
1,771	73	838	3,357
2,952	120	2,500	6,713
8,734	-	2,301	23,120
684	28	323	1,295
(23,742)	(565)	(11,701)	78,551
$ (14,324)	$ (537)	$ (9,077)	$ 102,966

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenses and Changes in Net Position
Internal Service Funds
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Government Activities - Internal Service Funds		
	Risk Management	Fleet Management	Fleet Asset Replacement
OPERATING REVENUES			
Charges for services	$ 168,620	$ 8,523	$ 4,944
Intergovernmental charges for services	-	-	-
Insurance premiums	14,158	-	-
Licenses and permits	1	-	-
Miscellaneous	5,852	67	99
Total operating revenues	188,631	8,590	5,043
OPERATING EXPENSES			
Cost of sales and services	182,453	6,496	90
Administration	2,785	1,023	-
Depreciation and amortization	98	229	2,083
Total operating expenses	185,336	7,748	2,173
Operating income (loss)	3,295	842	2,870
NONCAPITAL SUBSIDIES			
Intergovernmental grants	-	2	-
Transfers in	-	-	313
Transfers out	-	(313)	-
Total noncapital subsidies	-	(311)	313
Operating income (loss) and noncapital subsidies	3,295	531	3,183
OTHER NONOPERATING REVENUES (EXPENSES)			
Interest revenue	4,711	77	390
Interest expense	(1)	-	-
Capital contributions in	-	-	-
Gain (loss) on sale of capital assets	-	584	(7)
Total nonoperating revenues (expenses)	4,710	661	383
Change in net position	8,005	1,192	3,566
Total net position - beginning	93,943	1,538	18,660
Total net position - ending	$ 101,948	$ 2,730	$ 22,226

Government Activities - Internal Service Funds			
Information Technology	Mail Distribution	Facilities Management	Total Internal Service Funds
$ 74,255	$ 4,747	$ 82,802	$ 343,891
-	-	1,143	1,143
-	-	-	14,158
-	-	-	1
-	-	12	6,030
74,255	4,747	83,957	365,223
60,729	4,264	72,325	326,357
4,666	593	1,939	11,006
7,758	4	10,331	20,503
73,153	4,861	84,595	357,866
1,102	(114)	(638)	7,357
-	-	-	2
-	-	104	417
-	-	(413)	(726)
-	-	(309)	(307)
1,102	(114)	(947)	7,050
109	11	149	5,447
(304)	-	(1,236)	(1,541)
-	-	3,537	3,537
-	1	230	808
(195)	12	2,680	8,251
907	(102)	1,733	15,301
(15,231)	(435)	(10,810)	87,665
$ (14,324)	$ (537)	$ (9,077)	$ 102,966

MULTNOMAH COUNTY, OREGON
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Risk Management	Fleet Management	Fleet Asset Replacement	Information Technology
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	$ 20,038	$ 74	$ 99	$ 27
Receipts for interfund services provided	168,591	8,514	4,944	74,243
Payments to suppliers	(170,323)	(3,279)	(238)	(17,661)
Payments to employees	(14,730)	(2,153)	-	(41,849)
Payments for interfund services used	(1,411)	(2,406)	(1)	(5,796)
Net cash provided by (used for) operating activities	2,165	750	4,804	8,964
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Intergovernmental grants	-	2	-	-
Transfers in	-	-	313	-
Transfers out	-	(313)	-	-
Internal loan remittance	(4,000)	-	-	-
Net cash provided by (used for) noncapital and related financing activities	(4,000)	(311)	313	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Principal paid on right-of-use obligations	(98)	-	-	(4,723)
Interest paid right-of-use obligations	(3)	-	-	(322)
Acquisition of capital assets	-	(68)	(5,477)	(3,402)
Proceeds from sales of capital assets	-	584	-	-
Net cash provided by (used for) capital and related financing activities	(101)	516	(5,477)	(8,447)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest earnings	4,711	77	390	109
Net cash provided by (used for) investing activities	4,711	77	390	109
Net increase (decrease) in cash and cash equivalents	2,775	1,032	30	626
Cash and cash equivalents - beginning	123,981	2,056	10,934	3,063
Cash and cash equivalents - ending	$ 126,756	$ 3,088	$ 10,964	$ 3,689

Mail Distribution	Facilities Management	Total Internal Service Funds
$ -	$ 2,274	$ 22,512
4,747	81,742	342,781
(1,190)	(41,337)	(234,028)
(1,862)	(20,672)	(81,266)
(1,788)	(13,368)	(24,770)
(93)	8,639	25,229
-	-	2
-	104	417
-	(413)	(726)
-	-	(4,000)
-	(309)	(4,307)
-	(8,111)	(12,932)
-	(1,237)	(1,562)
-	(994)	(9,941)
1	230	815
1	(10,112)	(23,620)
11	149	5,447
11	149	5,447
(81)	(1,633)	2,749
728	8,529	149,291
$ 647	$ 6,896	$ 152,040

(continued)

MULTNOMAH COUNTY, OREGON
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Risk Management	Fleet Management	Fleet Asset Replacement	Information Technology
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	$ 3,295	$ 842	$ 2,870	$ 1,102
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation and amortization of capital assets	98	229	2,083	7,758
Changes in assets, liabilities and deferred inflows/outflows of resources:				
Accounts receivables, net	(1)	-	-	15
Inventories	-	(48)	-	-
Prepaid items	(19)	-	-	(1,869)
Accounts payable	1,067	(273)	(149)	1,390
Claims and judgments payable	965	-	-	-
Payroll Payable	28	(9)	-	(3)
Compensated absences	166	18	-	87
Total OPEB liability - County Plan	100	7	-	251
Deferred outflows - OPEB - County Plan	22	4	-	71
Deferred inflows - OPEB - County Plan	-	(2)	-	(10)
Net OPEB asset - RHIA	62	(5)	-	(112)
Deferred outflows - OPEB - RHIA	10	1	-	11
Deferred inflows - OPEB - RHIA	(35)	(3)	-	(59)
Net pension liability	(4,634)	102	-	2,857
Deferred outflows - pension	1,665	(79)	-	(1,898)
Deferred inflows - pension	(624)	(34)	-	(627)
Total adjustments	(1,130)	(92)	1,934	7,862
Net cash provided by (used for) operating activities	$ 2,165	$ 750	$ 4,804	$ 8,964
Noncash activities:				
Capital contributions in	$ -	$ -	$ -	$ -
Acquisition of ROU assets with additions to ROU liabilities	$ -	$ -	$ -	$ 7,022

Mail Distribution	Facilities Management	Total Internal Service Funds
$ (114)	$ (638)	$ 7,357
4	10,331	20,503
-	59	73
(8)	(79)	(135)
99	32	(1,757)
(186)	(405)	1,444
-	-	965
1	15	32
9	(2)	278
21	3	382
2	50	149
1	(31)	(42)
(6)	(31)	(92)
-	6	28
(2)	(31)	(130)
229	150	(1,296)
(125)	(404)	(841)
(18)	(386)	(1,689)
21	9,277	17,872
$ (93)	$ 8,639	$ 25,229
$ -	$ 3,537	$ 3,537
$ -	$ 13,851	$ 20,873

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Risk Management Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Charges for services	$ 179,405	$ 180,666	$ 168,620	$ (12,046)
Insurance premiums	12,932	12,932	14,158	1,226
Licenses and permits	-	-	1	1
Interest	3,500	3,500	4,711	1,211
Miscellaneous	2,710	2,710	5,852	3,142
Total revenues	198,547	199,808	193,342	(6,466)
EXPENDITURES				
Current:				
County management	189,771	191,032	179,755	(11,277)
Nondepartmental	8,776	8,776	7,887	(889)
Contingency	17,789	14,298	-	(14,298)
Total expenditures	216,336	214,106	187,642	(26,464)
Revenues over (under) expenditures	(17,789)	(14,298)	5,700	19,998
OTHER FINANCING SOURCES (USES)				
Internal loan proceeds	-	509	-	(509)
Internal loan remittances	-	(4,000)	(4,000)	-
Total other financing sources (uses)	-	(3,491)	(4,000)	(509)
Net change in fund balances	(17,789)	(17,789)	1,700	19,489
Fund balances - beginning	118,595	118,595	122,456	3,861
Fund balances - ending	$ 100,806	$ 100,806	124,156	$ 23,350
Reconciliation to full accrual basis:				
Internal loans receivable			3,865	
Capital assets, net of accumulated depreciation and amortization			24	
Compensated absences			(1,343)	
Claims and judgments payable			(15,903)	
OPEB - County Plan:				
Deferred outflows - County Plan			225	
Total OPEB liability - County Plan			(1,885)	
Deferred inflows - County Plan			(398)	
OPEB - RHIA:				
Net OPEB asset - RHIA			226	
Deferred outflows - RHIA			8	
Deferred inflows - RHIA			(10)	
Pension Plan:				
Deferred outflows - pension			4,986	
Net pension liability			(11,552)	
Deferred inflows - pension			(586)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			$ 101,813	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Fleet Management Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Charges for services	$ 7,328	$ 7,328	$ 8,523	$ 1,195
Intergovernmental grants	-	-	2	2
Interest	-	-	77	77
Miscellaneous	-	-	67	67
Total revenues	7,328	7,328	8,669	1,341
EXPENDITURES				
Current:				
County assets	7,328	7,964	7,578	(386)
Contingency	774	138	-	(138)
Total expenditures	8,102	8,102	7,578	(524)
Revenues over (under) expenditures	(774)	(774)	1,091	1,865
OTHER FINANCING SOURCES (USES)				
Transfers out	(313)	(313)	(313)	-
Proceeds from sale of capital assets	-	-	584	584
Total other financing sources (uses)	(313)	(313)	271	584
Net change in fund balances	(1,087)	(1,087)	1,362	2,449
Fund balances - beginning	1,087	1,087	2,409	1,322
Fund balances - ending	$ -	$ -	3,771	$ 3,771
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			434	
Compensated absences			(133)	
OPEB - County Plan:				
Deferred outflows - County Plan			32	
Total OPEB liability - County Plan			(266)	
Deferred inflows - County Plan			(56)	
OPEB - RHIA:				
Net OPEB asset - RHIA			34	
Deferred outflows - RHIA			1	
Deferred inflows - RHIA			(2)	
Pension Plan:				
Deferred outflows - pension			757	
Net pension liability			(1,753)	
Deferred inflows - pension			(89)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			$ 2,730	

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, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Charges for services	$ 4,076	$ 4,076	$ 4,944	$ 868
Interest	-	-	390	390
Miscellaneous	-	-	99	99
Total revenues	4,076	4,076	5,433	1,357
EXPENDITURES				
Current:				
County assets	16,695	16,695	5,599	(11,096)
Total expenditures	16,695	16,695	5,599	(11,096)
Revenues over (under) expenditures	(12,619)	(12,619)	(166)	12,453
OTHER FINANCING SOURCES (USES)				
Transfers in	313	313	313	-
Proceeds from sale of capital assets	-	-	33	33
Total other financing sources (uses)	313	313	346	33
Net change in fund balances	(12,306)	(12,306)	180	12,486
Fund balances - beginning	12,306	12,306	10,419	(1,887)
Fund balances - ending	$ -	$ -	10,599	$ 10,599
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			11,627	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			$ 22,226	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Information Technology Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Charges for services	$ 78,709	$ 78,709	$ 74,255	$ (4,454)
Interest	-	-	109	109
Total revenues	78,709	78,709	74,364	(4,345)
EXPENDITURES				
Current:				
County assets	82,706	82,706	73,271	(9,435)
Contingency	2,453	2,453	-	(2,453)
Total expenditures	85,159	85,159	73,271	(11,888)
Net change in fund balances	(6,450)	(6,450)	1,093	7,543
Fund balances - beginning	6,450	6,450	6,152	(298)
Fund balances - ending	$ -	$ -	7,245	$ 7,245
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			24,504	
Compensated absences			(3,194)	
OPEB - County Plan:				
Deferred outflows - County Plan			650	
Total OPEB liability - County Plan			(5,455)	
Deferred inflows - County Plan			(1,151)	
OPEB - RHIA:				
Net OPEB asset - RHIA			684	
Deferred outflows - RHIA			25	
Deferred inflows - RHIA			(30)	
Pension Plan:				
Deferred outflows - pension			15,078	
Net pension liability			(34,932)	
Deferred inflows - pension			(1,771)	
Right-of-use:				
Right-of-use obligations			(15,770)	
Accrued interest payable			(207)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			$ (14,324)	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Mail Distribution Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Charges for services	$ 4,906	$ 4,906	$ 4,747	$ (159)
Interest	-	-	11	11
Total revenues	4,906	4,906	4,758	(148)
EXPENDITURES				
Current:				
County assets	4,906	4,906	4,747	(159)
Contingency	500	500	-	(500)
Total expenditures	5,406	5,406	4,747	(659)
Revenues over (under) expenditures	(500)	(500)	11	511
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	-	-	1	1
Total other financing sources (uses)	-	-	1	1
Net change in fund balances	(500)	(500)	12	512
Fund balances - beginning	500	500	620	120
Fund balances - ending	$ -	$ -	632	$ 632
Reconciliation to full accrual basis:				
Compensated absences			(61)	
OPEB - County Plan:				
Deferred outflows - County Plan			26	
Total OPEB liability - County Plan			(220)	
Deferred inflows - County Plan			(46)	
OPEB - RHIA:				
Net OPEB asset - RHIA			28	
Deferred outflows - RHIA			1	
Deferred inflows - RHIA			(1)	
Pension Plan:				
Deferred outflows - pension			626	
Net pension liability			(1,449)	
Deferred inflows - pension			(73)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			$ (537)	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Facilities Management Fund
For the Year Ended June 30, 2026
(amounts expressed in thousands)

	Budgeted Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Charges for services	$ 91,073	$ 91,261	$ 82,837	$ (8,424)
Intergovernmental charges for services	1,479	1,479	1,143	(336)
Interest	-	-	114	114
Miscellaneous	122	122	12	(110)
Total revenues	92,674	92,862	84,106	(8,756)
EXPENDITURES				
Current:				
County assets	92,246	92,987	85,052	(7,935)
Contingency	3,315	3,315	-	(3,315)
Total expenditures	95,561	96,302	85,052	(11,250)
Revenues over (under) expenditures	(2,887)	(3,440)	(946)	2,494
OTHER FINANCING SOURCES (USES)				
Transfers in	-	553	104	(449)
Transfers out	(413)	(413)	(413)	-
Total other financing sources (uses)	(413)	140	(309)	(449)
Net change in fund balances	(3,300)	(3,300)	(1,255)	2,045
Fund balances - beginning	3,300	3,300	3,691	391
Fund balances - ending	$ -	$ -	2,436	$ 2,436
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			53,710	
Compensated absences			(1,095)	
OPEB - County Plan:				
Deferred outflows - County Plan			308	
Total OPEB liability - County Plan			(2,586)	
Deferred inflows - County Plan			(546)	
OPEB - RHIA:				
Net OPEB asset - RHIA			323	
Deferred outflows - RHIA			12	
Deferred inflows - RHIA			(14)	
Pension Plan:				
Deferred outflows - pension			7,131	
Net pension liability			(16,521)	
Deferred inflows - pension			(838)	
Right-of-use:				
Receivable - leases			1,102	
Right-of-use obligations			(51,397)	
Deferred inflows - leases			(1,102)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			$ (9,077)	

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.

MULTNOMAH COUNTY, OREGON
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2026
(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	$ 807	$ 19,856	$ 1,586	$ 74	$ 24,501
Taxes receivable	-	59,454	-	-	4,561
Total assets	807	79,310	1,586	74	29,062
LIABILITIES					
Liabilities payable from restricted assets:					
Accounts payable	42	7,688	1,584	53	-
Due to other governmental units	-	59,039	2	-	305
Total liabilities	42	66,727	1,586	53	305
NET POSITION					
Restricted for:					
Individuals, organizations, and other governments	765	12,583	-	21	28,757
Total net position	$ 765	$ 12,583	$ -	$ 21	$ 28,757

MCSO Criminal Forfeitures Fund	Total
$ 605	$ 47,429
-	64,015
605	111,444
-	9,367
158	59,504
158	68,871
447	42,573
$ 447	$ 42,573

MULTNOMAH COUNTY, OREGON
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended June 30, 2026
(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	$ -	$ 4,278,828	$ -	$ -	$ -
Taxes collected for other governments	-	10,554	1,431	-	22,756
Deposits held for others	-	-	-	5,218	-
Charges for services	-	172	-	1,241	-
Interest	43	4,780	-	-	1,224
Miscellaneous	3,787	-	-	-	-
Total additions	3,830	4,294,334	1,431	6,459	23,980
DEDUCTIONS					
Administrative Support	-	-	-	-	159
Payments of taxes to other governments	4,132	4,312,442	1,431	1	23,893
Payments paid to others	-	-	-	5,205	-
Distributions to others	-	-	-	1,237	-
Total deductions	4,132	4,312,442	1,431	6,443	24,052
Net increase (decrease) in fiduciary net position	(302)	(18,108)	-	16	(72)
Total net position - beginning	1,067	30,691	-	5	28,829
Total net position - ending	$ 765	$ 12,583	$ -	$ 21	$ 28,757

MCSO Criminal Forfeiture Fund	Total
$ -	$ 4,278,828
-	34,741
-	5,218
-	1,413
23	6,070
-	3,787
23	4,330,057
-	159
-	4,341,899
-	5,205
-	1,237
-	4,348,500
23	(18,443)
424	61,016
$ 447	$ 42,573

OTHER FINANCIAL SCHEDULES

- Property Tax Collections and Summary of Taxes Receivable
- Full Faith and Credit Bonds Outstanding
- General Obligation Bonds Outstanding
- Loans Payable Outstanding

MULTNOMAH COUNTY, OREGON
Schedule of Property Tax Collections and Summary of Taxes Receivable
For the Year Ended June 30, 2026
(dollar amounts expressed in thousands)

SCHEDULE OF PROPERTY TAX COLLECTIONS

Tax Year	Taxes Receivable June 30, 2025	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, 2026
2025-26	$ -	$ 2,515,288	$ (17,674)	$ 219	$ (65,503)	$ (2,389,401)	$ 42,929
2024-25	39,450	-	(7,403)	605	141	(15,933)	16,860
2023-24	14,958	-	(2,360)	544	56	(4,512)	8,686
2022-23	8,145	-	(1,040)	840	25	(4,090)	3,880
2021-22	3,660	-	(168)	871	2	(3,326)	1,039
2020-21 and prior	4,992	-	(207)	552	3	(1,363)	3,977
Total	$ 71,205	$ 2,515,288	$ (28,852)	$ 3,631	$ (65,276)	$ (2,418,625)	$ 77,371

SUMMARY OF TAXES RECEIVABLE AT JUNE 30, 2026

	Current Years' Levy	Prior Years' Levies	Total Property Taxes	Other Taxes*	Total
General Fund	$ 7,316	$ 5,581	$ 12,897	$ 13,938	$ 26,835
Special revenue funds:					
Supportive Housing Fund	-	-	-	17,680	17,680
Preschool for All Program Fund	-	-	-	24,206	24,206
Road Fund	-	-	-	1,007	1,007
Library Fund	-	73	73	-	73
Special Excise Tax Fund	-	-	-	3,788	3,788
Land Corner Preservation Fund	-	-	-	2	2
Oregon Historical Society Levy Fund	69	57	126	-	126
Library District Fund	2,045	1,421	3,466	-	3,466
Total special revenue funds	2,114	1,551	3,665	46,683	50,348
General Obligation Bond Fund	1,005	702	1,707	-	1,707
Total governmental funds	10,435	7,834	18,269	60,621	78,890
Custodial funds	32,460	26,585	59,045	4,970	64,015
Subtotal taxes receivable	42,895	34,419	77,314	65,591	142,905
Special assessments collected through taxes:					
Dunthorpe-Riverdale Service District No. 1 Fund	24	16	40	-	40
Mid-Multnomah County Street Lighting Service District No. 14 Fund	10	7	17	-	17
Total special assessments	34	23	57	-	57
Total receivables	$ 42,929	$ 34,442	$ 77,371	$ 65,591	$ 142,962

*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, 2026
(dollar amounts expressed in thousands)

Fiscal Year of Maturity	Pension Revenue Obligation Bond Series 1999 Date of Issue: 12/1/1999 6.49 to 7.74%		East County Courthouse Project Series 2010B Date of Issue 12/14/2010 4.00 to 5.05%		Multnomah County Central Courthouse Project Series 2017 Date of Issue 12/14/2017 3.00 to 5.00%	
	Principal	Interest	Principal	Interest	Principal	Interest
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	38,890	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	1,305
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	186
Total	$ 17,654	$ 142,034	$ 6,435	$ 823	$ 98,465	$ 39,959

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	
Principal	**Interest**	**Principal**	**Interest**	**Principal**	**Interest**	**Principal**	**Interest**
$ 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	42,979
-	-	8,200	383	2,897	185	16,282	3,556
-	-	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	1,305
-	-	-	-	-	-	3,685	1,164
-	-	-	-	-	-	3,830	1,016
-	-	-	-	-	-	3,985	863
-	-	-	-	-	-	4,145	704
-	-	-	-	-	-	4,310	538
-	-	-	-	-	-	4,480	366
-	-	-	-	-	-	4,660	186
$ 5,251	$ 183	$ 56,755	$ 3,334	$ 16,618	$ 1,868	$ 201,178	$ 188,201

MULTNOMAH COUNTY, OREGON
Schedule of General Obligation Bonds Outstanding
For the Year Ended June 30, 2026
(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
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	$ 16,419	$ 10,570	$ 95	$ 165,250	$ 16,514

*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, 2026
(dollar amounts expressed in thousands)

Fiscal Year of Maturity	Oregon Infrastructure Authority (IFA) J16002* Dated 12/1/2021 0.00%		Oregon Infrastructure Authority (IFA) X16001* Dated 12/1/2024 0.00%		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2027	$ 16	$ -	$ 215	$ -	$ 231	$ -
2028	17	-	214	-	231	-
2029	-	-	214	-	214	-
2030	-	-	214	-	214	-
2031	-	-	215	-	215	-
Total	$ 33	$ -	$ 1,072	$ -	$ 1,105	$ -

*IFA loans received for the Levee Ready Columbia Project. See Note III.G. Long-term debt - Loans payable for more detail.

STATISTICAL INFORMATION SECTION
(UNAUDITED)

This part of Multnomah County's annual comprehensive 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.

MULTNOMAH COUNTY, OREGON
Net Position by Component
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(accrual basis of accounting)
(unaudited)

	2026	2025	2024	2023
Governmental Activities:				
Net investment in capital assets	$ 1,346,570	$ 1,282,251 *	$ 1,075,886	$ 1,215,702
Restricted	862,195	860,362 *	895,389	969,414
Unrestricted	(63,703)	(76,194)	(59,039)	(463,332)
Total governmental activities net position	$ 2,145,062	$ 2,066,419	$ 1,912,236	$ 1,721,784
Business-Type Activities:				
Net investment in capital assets	$ 11,715	$ 9,382	$ 8,788	$ 7,876
Restricted	1,846	1,508	978	-
Unrestricted	17,380	27,976	33,950	19,888
Total business-type activities net position	$ 30,941	$ 38,866	$ 43,716	$ 27,764
Primary Government:				
Net investment in capital assets	$ 1,358,285	$ 1,291,633 *	$ 1,084,674	$ 1,223,578
Restricted	864,041	861,870 *	896,367	969,414
Unrestricted	(46,323)	(48,218)	(25,089)	(443,444)
Total primary government net position	$ 2,176,003	$ 2,105,285	$ 1,955,952	$ 1,749,548

*2025 Governmental Activities and Primary Government Net Investment in Capital Assets and Restricted Net Position were restated by $105,415 to correct accounting for unspent debt proceeds.Total Net Position remains unchanged.

Source: Current and prior years' financial statements

2022	2021	2020	2019	2018	2017
$ 1,147,120	$ 1,075,084	$ 1,086,931	$ 971,759	$ 818,361	$ 959,484
348,746	538,098	78,256	114,253	186,049	88,143
(175,195)	(713,641)	(221,030)	(157,498)	(179,240)	(183,146)
$ 1,320,671	$ 899,541	$ 944,157	$ 928,514	$ 825,170	$ 864,481
$ 7,689	$ 6,079	$ 5,770	$ 6,001	$ 5,688	$ 5,589
-	-	-	-	-	-
(7,082)	6,572	1,279	1,454	4,296	3,027
$ 607	$ 12,651	$ 7,049	$ 7,455	$ 9,984	$ 8,616
$ 1,154,809	$ 1,081,163	$ 1,092,701	$ 977,760	$ 824,049	$ 965,073
348,746	538,098	78,256	114,253	186,049	88,143
(182,277)	(707,069)	(219,751)	(156,044)	(174,944)	(180,119)
$ 1,321,278	$ 912,192	$ 951,206	$ 935,969	$ 835,154	$ 873,097

MULTNOMAH COUNTY, OREGON
Changes in Net Position
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(accrual basis of accounting)
(unaudited)

	2026	2025	2024	2023
Program Revenues				
Governmental activities:				
Fees, fines and charges for services:				
General government	$ 99,610	$ 110,767	$ 105,278	$ 106,541
Health services	14,542	14,394	14,876	15,967
Social services	795	926	860	785
Public safety and justice	25,520	22,338	21,861	22,354
Community services	24,325	32,443	20,556	22,876
Library services	6,709	5,153	3,528	3,314
Roads, bridges, and bike path improvements	36,061	36,187	35,215	33,736
Operating grants and contributions	1,139,382	1,143,215	1,024,393	1,035,166
Capital grants and contributions	199	59	62	192
Total governmental activities program revenues	1,347,143	1,365,482	1,226,629	1,240,931
Business-type activities:				
Charges for services:				
Health Department FQHC	165,925	195,412	188,271	181,449
Dunthorpe-Riverdale Service Dist. No. 1	41	2	25	14
Mid County Service Dist. No. 14	6	6	2	7
Behavioral Health Managed Care	9	467	195	303
Operating grants and contributions	31,421	-	-	-
Capital grants and contributions	136	198	148	-
Total business-type activities program revenues	197,538	196,085	188,641	181,773
Total primary government program revenues	1,544,681	1,561,567	1,415,270	1,422,704
Expenses				
Governmental activities:				
General government	415,072	416,657	410,737	388,749
Health services	213,759	229,245	206,303	186,093
Social services	968,127	984,386	860,542	748,400
Public safety and justice	307,059	300,552	299,320	259,597
Community services	237,676	175,537	127,902	95,333
Library services	132,150	127,493	109,929	77,063
Roads, bridges, and bike path improvements	60,855	58,845	62,961	62,229
Interest on long-term debt	39,347	38,102	36,445	35,448
Total governmental activities expenses	2,374,045	2,330,817	2,114,139	1,852,912
Business-type activities:				
Health Department FQHC	208,113	204,149	175,467	154,447
Dunthorpe-Riverdale Service Dist. No. 1	849	809	834	790
Mid-Multnomah County Street Lighting Service Dist. No. 14	505	444	452	381
Behavioral Health Managed Care	996	8	1,002	2,211
Total business-type activities expenses	210,463	205,410	177,755	157,829
Total primary government expenses	2,584,508	2,536,227	2,291,894	2,010,741

2022	2021	2020	2019	2018	2017
$ 112,507	$ 108,075	$ 90,752	$ 94,345	$ 73,551	$ 74,584
13,699	113,412	107,636	110,503	95,628	102,403
9,329	7,585	7,321	941	619	262
23,995	26,108	34,103	26,220	28,786	20,014
18,700	16,617	14,503	14,593	11,283	9,590
3,267	3,103	3,203	2,530	2,130	1,842
35,979	23,496	15,654	13,684	13,104	12,893
876,126	755,911	434,998	587,246	466,906	445,317
9,374	8,283	27,782	15,474	23,937	43,958
1,102,976	1,062,590	735,952	865,536	715,944	710,863
162,285	-	-	-	-	-
40	28	50	889	722	730
15	14	24	481	449	456
385	7,179	26,633	37,268	37,169	34,767
-	-	-	-	-	-
1,983	293	-	-	-	267
164,708	7,514	26,707	38,638	38,340	36,220
1,267,684	1,070,104	762,659	904,174	754,284	747,083
309,526	262,987	358,021	269,029	420,189	306,755
136,886	308,078	268,679	278,820	242,155	222,213
643,192	634,338	215,204	193,215	217,044	219,884
231,590	171,090	186,941	254,494	221,307	215,267
75,348	79,932	57,867	244,965	94,327	91,297
76,440	124,511	119,455	70,323	64,736	56,932
72,434	111,752	92,592	68,287	111,526	64,730
32,460	30,297	30,499	10,190	10,494	8,572
1,577,876	1,722,985	1,329,258	1,389,323	1,381,778	1,185,650
184,359	-	-	-	-	-
1,118	763	706	798	687	649
424	398	476	384	416	321
1,915	2,358	27,399	40,260	34,207	34,260
187,816	3,519	28,581	41,442	35,310	35,230
1,765,692	1,726,504	1,357,839	1,430,765	1,417,088	1,220,880

(Continued)

MULTNOMAH COUNTY, OREGON
Changes in Net Position
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(accrual basis of accounting)
(unaudited)

(continued)

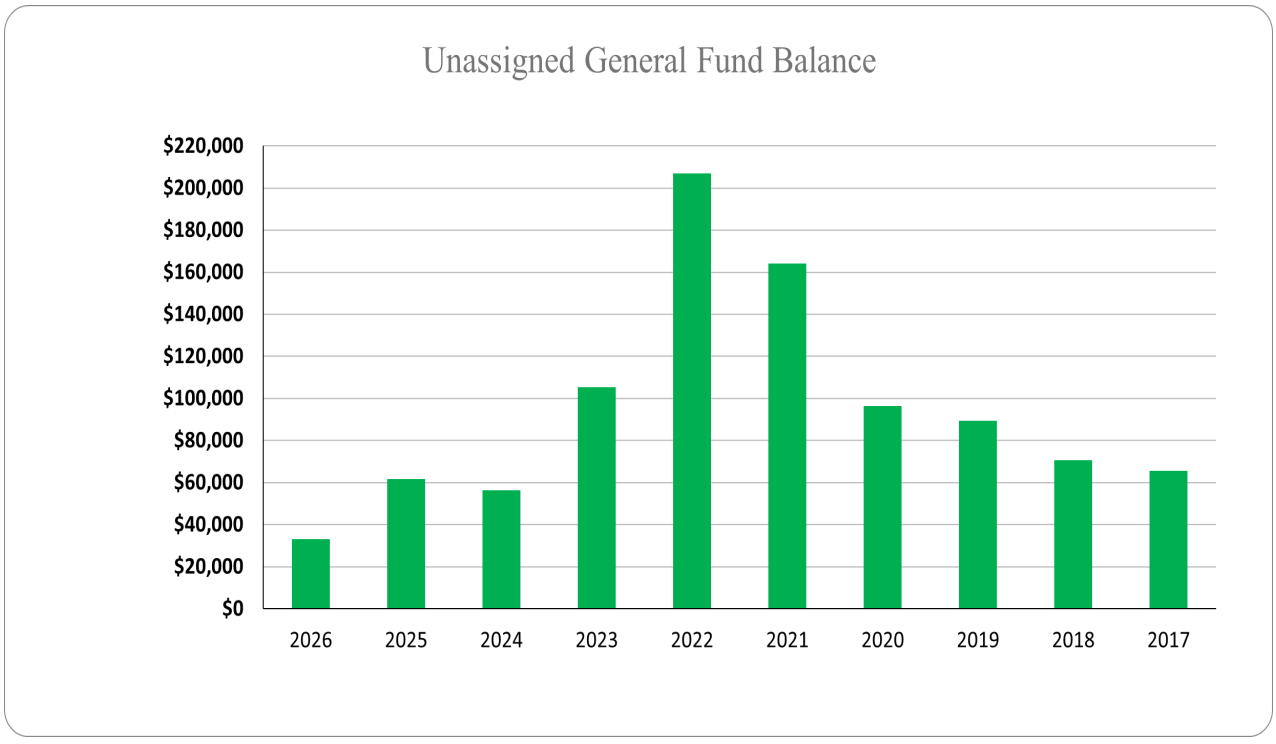
	2026	2025	2024	2023
Net Revenue (Expense)				
Governmental activities	$ (1,026,902)	$ (965,335)	$ (887,510)	$ (611,981)
Business-type activities	(12,925)	(9,325)	10,886	23,944
Total primary government net expense	(1,039,827)	(974,660)	(876,624)	(588,037)
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes:				
Property and other local taxes levied for:				
General purposes	536,044	524,769	509,036	470,425
Debt service	57,044	52,694	54,200	53,261
Personal income taxes	197,102	203,377	187,042	199,478
Business income taxes	165,560	157,000	152,700	162,000
Selective excise and use taxes	84,112	84,795	82,607	80,924
Payments in lieu of taxes	694	508	402	360
State government shared revenues	12,039	12,319	13,400	13,214
Grants and contributions not restricted to specific programs	13	2	2	4
Interest and investment earnings	52,385	88,484	78,573	26,295
Gain/(loss) on investments	-	-	-	-
Miscellaneous	-	-	-	7,133
Gain (loss) on sale of capital assets	552	2,682	-	-
Transfers	-	-	-	-
Total governmental activities	1,105,545	1,126,630	1,077,962	1,013,094
Business-type activities:				
Property taxes, levied for general purposes	2,009	1,985	1,983	1,892
Interest and investment earnings	2,991	3,693	3,083	1,321
Miscellaneous	-	-	-	-
Transfers	-	-	-	-
Total business-type activities	5,000	5,678	5,066	3,213
Total primary government	1,110,545	1,132,308	1,083,028	1,016,307
Change in Net Position				
Governmental activities	78,643	161,295	190,452	401,113
Business-type activities	(7,925)	(3,647)	15,952	27,157
Total primary government change in net position	$ 70,718	$ 157,648	$ 206,404	$ 428,270

Source: Current and prior years' financial statements

2022	2021	2020	2019	2018	2017
$ (474,900)	$ (660,395)	$ (593,306)	$ (523,787)	$ (665,834)	$ (474,787)
(23,108)	3,995	(1,874)	(2,804)	3,030	990
(498,008)	(656,400)	(595,180)	(526,591)	(662,804)	(473,797)
500,330	421,799	406,450	390,396	383,074	360,178
-	-	-	-	-	108
187,113	-	3	5	11	9
169,300	136,242	104,300	99,500	93,400	84,450
70,161	39,197	66,258	84,485	76,825	76,163
603	349	384	519	786	568
13,476	14,374	12,399	12,668	13,192	10,475
5	2	8	9	2,958	24
(35,753)	3,880	12,742	14,954	6,235	2,045
-	-	151	-	-	-
-	-	6,250	-	-	1,559
-	(64)	4	24,595	29,811	2,609
(9,205)	-	-	-	-	-
896,030	615,779	608,949	627,131	606,292	538,188
1,859	1,607	1,468	-	-	-
-	-	-	275	124	48
9,205	-	-	-	42	734
-	-	-	-	-	-
11,064	1,607	1,468	275	166	782
907,094	617,386	610,417	627,406	606,458	538,970
421,130	(44,616)	15,643	103,344	(59,542)	63,401
(12,044)	5,602	(406)	(2,529)	3,196	1,772
$ 409,086	$ (39,014)	$ 15,237	$ 100,815	$ (56,346)	$ 65,173

MULTNOMAH COUNTY, OREGON
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)

	2026	2025	2024	2023
General Fund:				
Nonspendable	$ 10,242	$ 10,892	$ 11,239	$ 1,672
Restricted	6,780	7,845	7,584	4,470
Committed	99,964	99,674	98,536	81,216
Unassigned	33,087	61,550	56,423	105,367
Total General Fund	150,073	179,961	173,782	192,725
All other governmental funds:				
Nonspendable	1,725	4,762	17,470	1,533
Restricted	856,607	939,926	944,968	964,944
Committed	141,076	149,168	162,145	130,719
Assigned	111,326	83,676	53,519	29,334
Unassigned	(139)	(163)	-	-
Total all other governmental funds	1,110,595	1,177,369	1,178,102	1,126,530
Total governmental funds	$ 1,260,668	$ 1,357,330	$ 1,351,884	$ 1,319,255

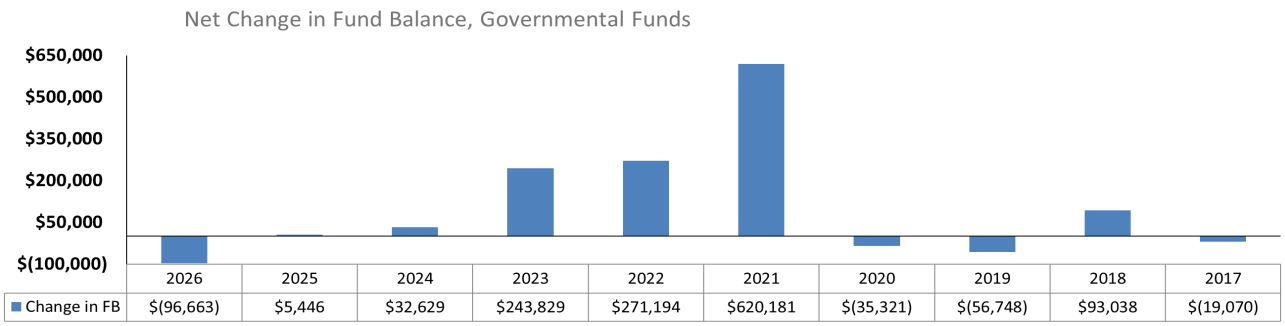


Source: Current and prior years' financial statements

2022	2021	2020	2019	2018	2017
$ 1,740	$ 1,169	$ 883	$ 979	$ 595	$ 682
899	844	553	7,967	5,389	5,152
3,404	12,131	14,490	3,412	-	3,802
206,783	164,007	96,249	89,282	70,569	65,647
212,826	178,151	112,175	101,640	76,553	75,283
2,796	1,164	1,084	718	1,000	855
757,316	537,404	77,704	106,286	180,660	82,991
90,651	76,124	73,185	90,829	93,872	101,025
13,420	11,389	9,356	12,419	16,557	15,475
(1,583)	-	-	-	(2)	(27)
862,600	626,081	161,329	210,252	292,087	200,319
$ 1,075,426	$ 804,232	$ 273,504	$ 311,892	$ 368,640	$ 275,602

MULTNOMAH COUNTY, OREGON
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)

	2026	2025	2024	2023
Revenues				
Taxes	$ 1,038,385	$ 1,022,166	$ 982,674	$ 963,932
Payments in lieu of taxes	693	508	402	360
Intergovernmental	1,143,541	1,145,000	1,027,342	1,040,917
Licenses and permits	52,223	50,669	49,880	47,369
Charges for services	35,099	32,133	30,652	30,478
Interest	54,984	55,432	50,285	33,105
Miscellaneous	154,269	204,030	171,804	139,678
Total revenues	2,479,194	2,509,938	2,313,039	2,255,839
Expenditures				
Current:				
General government	149,338	151,860	159,528	168,502
Health services	279,843	285,349	247,198	235,275
Social services	1,037,866	1,035,154	928,511	810,055
Public safety and justice	382,141	363,370	347,723	332,224
Community services	242,855	179,140	130,443	99,829
Library	158,769	146,530	131,124	95,192
Roads, bridges, and bike path improvements	81,825	75,927	78,851	76,244
Capital outlay	126,893	158,480	140,020	115,196
Debt service:				
Principal	73,468	71,278	75,214	70,463
Interest	44,598	43,362	42,513	41,401
Total expenditures	2,577,596	2,510,450	2,281,125	2,044,381
Revenues over (under) expenditures	(98,402)	(512)	31,914	211,458
Other Financing Sources (Uses)				
Transfers in	193,560	172,628	124,956	161,269
Transfers out	(193,251)	(172,395)	(124,660)	(159,222)
Proceeds from sale of capital assets	593	3,556	27	85
Issuance of debt	-	-	-	25,095
Debt restructuring	-	-	-	-
Right-of-use financing	837	2,169	392	5,144
Premium on long-term debt	-	-	-	-
Loan remittances	-	-	-	-
Total other financing sources (uses)	1,739	5,958	715	32,371
Net change in fund balances	$ (96,663)	$ 5,446	$ 32,629	$ 243,829
Debt service as a percentage of noncapital expenditures	4.8%	4.9%	5.5%	5.8%



Source: Current and prior years' financial statements

2022	2021	2020	2019	2018	2017
$ 927,993	$ 602,160	$ 577,047	$ 574,385	$ 553,499	$ 519,718
603	349	384	519	601	568
889,554	758,667	423,403	589,112	468,765	456,252
53,102	40,317	29,730	30,309	31,894	31,999
30,636	142,611	139,738	132,878	112,662	125,090
5,679	4,976	9,130	10,226	5,988	3,172
94,856	138,392	139,745	132,445	100,482	101,207
2,002,423	1,687,472	1,319,177	1,469,874	1,273,891	1,238,006
124,789	109,840	148,955	128,807	142,156	128,043
182,953	304,299	293,347	284,840	267,459	273,545
693,605	611,721	243,530	221,836	262,382	246,614
300,378	299,249	308,522	289,023	276,142	261,961
67,557	34,152	56,816	237,941	92,331	90,065
93,959	82,499	86,212	81,635	70,208	67,682
81,881	72,247	69,688	63,277	68,595	59,320
68,709	29,412	107,972	199,990	142,965	94,026
70,306	23,600	25,033	39,964	32,880	35,368
43,508	31,301	31,808	14,230	12,426	11,130
1,727,645	1,598,320	1,371,883	1,561,543	1,367,544	1,267,754
274,778	89,152	(52,706)	(91,669)	(93,653)	(29,748)
104,480	104,405	114,282	123,285	126,573	107,493
(113,354)	(104,008)	(113,050)	(128,171)	(126,108)	(102,084)
6	10	24	39,700	5,018	3,837
5,300	389,751	16,129	107	181,208	1,432
-	89,580		-	-	-
-	-	-	-	-	-
-	51,291	-	-	-	-
(16)	-	-	-	-	-
(3,584)	531,029	17,385	34,921	186,691	10,678
$ 271,194	$ 620,181	$ (35,321)	$ (56,748)	$ 93,038	$ (19,070)
6.9%	3.5%	4.5%	4.0%	3.7%	4.0%

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	2026	2025	2024	2023
Governmental activities:				
General government	$ 102,972	$ 113,912	$ 108,394	$ 167,654
Health services	152,224	166,279	125,301	129,378
Social services	871,800	849,416	800,702	793,180
Public safety and justice	71,073	72,596	66,249	72,897
Community services	28,932	36,923	24,033	27,065
Library	10,261	8,248	7,458	7,059
Roads and bridges	109,881	118,108	94,492	101,748
Total governmental activities	1,347,143	1,365,482	1,226,629	1,298,981
Business-type activities:				
Health Department FQHC	197,346	195,412	188,271	181,449
Dunthorpe-Riverdale Service District No. 1	41	2	25	14
Mid-Multnomah County Street Lighting Service District No. 14	142	204	150	7
Behavioral Health Managed Care	9	467	195	303
Total business-type activities	197,538	196,085	188,641	181,773
Total primary government	$ 1,544,681	$ 1,561,567	$ 1,415,270	$ 1,480,754

Source: Current and prior years' financial statements

2022	2021	2020	2019	2018	2017
$ 116,241	$ 112,957	$ 113,538	$ 102,776	$ 74,698	$ 79,161
96,040	221,327	206,924	203,720	178,702	210,508
685,059	541,653	176,498	147,255	248,955	201,187
70,716	76,698	119,135	139,242	100,627	78,917
22,208	20,910	18,062	195,611	13,358	42,309
6,482	5,034	25,494	4,507	3,915	5,273
106,230	84,011	76,301	72,425	95,689	93,508
1,102,976	1,062,590	735,952	865,536	715,944	710,863
164,268	-	-	-	-	-
40	32	50	889	722	730
15	303	24	481	449	723
385	7,179	26,633	37,268	37,169	34,767
164,708	7,514	26,707	38,638	38,340	36,220
$ 1,267,684	$ 1,070,104	$ 762,659	$ 904,174	$ 754,284	$ 747,083

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	Total
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	577,430
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	928,520
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
2025	576,994	157,000	32,095	46,473	5,753	203,377	438	544	1,022,674
2026	591,610	165,560	32,590	45,327	5,793	197,102	362	734	1,039,078

(1) Preschool for all personal income tax began collections in fiscal year 2022

Source: Current and prior years' financial statements

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)

Year	Residential Property	Commercial Property	Public Utility Property	Personal Property	Total Taxable Assessed Value	Total Direct Tax Rate (1)	Estimated Real Market Value
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
2025	59,262,576	32,853,100	4,780,474	3,275,922	100,172,072	5.96	206,698,236
2026	61,307,325	33,270,389	5,533,158	3,123,319	103,234,191	5.96	207,900,079

(1) See Property Tax Rates - Direct and Overlapping Governments, Total Direct Rates

Source: Multnomah County Division of Assessment and Taxation

MULTNOMAH COUNTY, OREGON
Property Tax Levies and Collections
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)*

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year (Original Levy)	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections Subsequent Years	Total Collections to Date	
				Amount	Percentage of Levy		Amount	Percentage of Levy
2017	$ 370,630	$ (10,873)	$ 359,757	$ 352,618	95.14 %	$ 5,242	$ 357,860	96.55 %
2018	387,630	(16,409)	371,221	369,149	95.23	3,924	373,073	96.24
2019	401,910	(12,860)	389,050	384,627	95.70	5,551	390,178	97.08
2020	420,261	(13,784)	406,477	405,575	96.51	5,586	411,161	97.83
2021	439,470	(13,033)	426,437	420,949	95.79	4,704	425,653	96.86
2022	514,910	(15,077)	499,833	494,263	95.99	4,615	498,878	96.89
2023	540,256	(15,715)	524,541	517,023	95.70	4,763	521,786	96.58
2024	582,982	(21,727)	561,255	552,052	94.69	3,978	556,030	95.38
2025	597,292	(19,869)	577,423	567,744	95.05	3,761	571,505	95.68
2026	611,406	(20,218)	591,188	580,753	94.99	-	580,753	94.99

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)

	Multnomah County Direct Rates				Overlapping Rates						
Year	General	Special Revenue	Debt Service	Total	Cities	Special Purpose Districts	Education Districts	Water Districts	Rural Fire Districts	Urban Renewal Districts	Total
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
2025	4.21	1.21	0.54	5.96	7.64	0.82	9.30	0.01	0.07	0.49	24.29
2026	4.18	1.21	0.57	5.96	7.61	0.82	9.45	0.01	0.08	0.60	24.53

(1) These are average rates and are stated in dollars and cents.

Source: Current and prior years' financial statements, Multnomah County Division of Assessment and Taxation

MULTNOMAH COUNTY, OREGON
Principal Taxpayers
Current Calendar Year and Nine Years Ago
(dollar amounts expressed in thousands)
(unaudited)

	December 31, 2025			
Taxpayer	**Tax**	**Real Property Assessed Valuation (1)**	**Rank**	**Percentage of Total Assessed Valuation**
Portland General Electric Co.	$ 21,490	$ 1,135,944	1	1.10 %
Pacificorp (PP&L)	24,524	967,136	2	0.94
Port of Portland	16,027	845,263	3	0.82
Boeing Company	9,629	553,638	4	0.54
Comcast Corporation	8,747	506,742	5	0.49
Alaska Airlines Inc.	8,943	399,953	6	0.39
Weston Investment Co LLC	8,811	363,683	7	0.35
Fred Meyer Stores Inc.	4,562	242,431	8	0.23
Northwest Natural Gas Co	5,447	240,767	9	0.23
Kaiser Foundation	4,841	222,762	10	0.22
Totals	$ 113,020	$ 5,478,318		5.31 %
Total Assessed Valuation		$ 103,234,191		

	December 31, 2016			
Taxpayer	**Tax**	**Real Property Assessed Valuation (1)**	**Rank**	**Percentage of Total Assessed Valuation**
Port of Portland	$ 12,577	$ 583,529	1	0.85 %
Comcast Corporation	7,835	456,359	2	0.66
Portland General Electric	6,980	424,269	3	0.62
Alaska Airlines Inc.	6,020	368,405	4	0.54
Pacificorp	5,832	349,359	5	0.51
Weston Investment Co. LLC	6,138	272,190	6	0.40
AT&T, Inc.	4,181	250,408	7	0.36
CenturyLink	3,587	214,907	8	0.31
Southwest Airlines Co.	3,276	199,287	9	0.29
EVRAZ Inc. NA	3,380	197,772	10	0.29
Totals	$ 59,806	$ 3,316,485		4.82 %
Total Assessed Valuation		$ 68,831,685		

(1) Assessed valuation based on the valuation of property for tax collection years 2024-25 and 2015-16 respectively.

Source: Multnomah County Division of Assessment and Taxation

MULTNOMAH COUNTY, OREGON
Computation of Direct and Overlapping Debt
For the Year Ended June 30, 2026
(dollar amounts expressed in thousands)
(unaudited)

Overlapping District (1)	Gross (2) Property-tax Backed Debt	Net (3) Property-tax Backed Debt	Percent (4) Overlapping	Total Overlapping Debt
Burlington Water District	$ 854	$ 854	100.00 %	$ 854
City of Fairview	9,925	5,040	100.00	5,040
City of Gresham	28,680	18,060	100.00	18,060
City of Lake Oswego	186,475	74,800	4.32	3,232
City of Milwaukie	50,075	49,335	0.73	362
City of Portland	697,691	450,580	99.64	448,939
City of Troutdale	2,680	2,680	100.00	2,680
City of Wood Village	1,345	1,345	100.00	1,345
Clackamas County ESD	24,268	24,268	0.05	12
Clackamas County RFPD #1	22,173	18,648	0.13	23
Clackamas County SD 7J (Lake Oswego)	484,654	484,654	0.27	1,311
Columbia County SD 1J (Scappoose)	9,520	9,520	20.87	1,987
Lusted Water District	250	250	100.00	250
Metro	844,595	840,530	46.99	394,984
Mt Hood Community College	211,115	195,015	81.28	158,508
Multnomah County SD 10J (Gresham-Barlow)	4,300	4,300	100.00	4,300
Multnomah County RFPD 14	233,230	233,230	83.55	194,875
Multnomah County SD 1J (Portland)	2,207,543	2,207,543	99.36	2,193,430
Multnomah County SD 28J (Centennial)	57,714	57,714	90.34	52,136
Multnomah County SD 3 (Parkrose)	77,880	77,880	100.00	77,880
Multnomah County SD 39 (Corbett)	3,541	3,541	100.00	3,541
Multnomah County SD 40 (David Douglas)	166,478	166,478	100.00	166,478
Multnomah County SD 51J (Riverdale)	8,798	8,798	95.08	8,365
Multnomah County SD 7 (Reynolds)	114,147	114,147	100.00	114,147
Multnomah ESD	67,089	57,229	97.99	56,082
Northwest Regional ESD	11,695	11,695	0.57	67
Pleasant Home Water District	800	800	93.00	744
Port of Portland	15,190	-	43.07	-
Portland Community College	529,690	516,705	44.33	229,041
Tualatin Valley Fire & Rescue District	39,210	36,160	1.34	485
Urban Flood Safety & Water Quality District	15,362	15,362	100.00	15,362
Valley View Water District	704	704	100.00	704
Washington County SD 1J (Hillsboro)	387,735	387,735	-	16
Washington County SD 48J (Beaverton)	1,310,865	1,310,865	0.34	4,508
Subtotal, overlapping debt	$ 7,826,271	$ 7,386,465		$ 4,159,748
Multnomah County direct debt	$ 457,940	$ 369,349	100.00	$ 457,940
Total direct and overlapping debt				$ 4,617,688

(1) The overlapping debt calculation was performed by the Municipal Debt Advisory Commission as of June 30, 2026.
(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, except Per Capita)
(unaudited)

	Governmental Activities					Business-Type Activities			
Fiscal Year	General Obligation Bonds (1)	ROU Obligations	Full Faith and Credit Bonds (1)	Loans Payable	Lines of Credit Payable (3)	ROU Obligations	Total Primary Government	Percentage of Personal Income (2)	Per Capita
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	0.73	439
2020	-	1,329	344,351	3,125	-	-	348,805	0.67	420
2021	431,386	1,116	311,700	2,914	2,730	-	749,846	1.33	919
2022	387,440	50,233	286,087	2,658	-	-	726,418	1.31	897
2023	337,923	59,253	283,590	2,392	-	-	683,158	1.14	849
2024	286,421	60,168	254,395	2,116	-	-	603,100	0.96	752
2025	233,099	64,945	232,001	1,615	-	137	531,797	0.85	660
2026	177,876	69,580	209,307	1,105	-	72	457,940	0.73	568

Note: 2026 Percentage of Personal Income calculated using 2024 personal income data, which is the most recent available.
Per Capita is calculated using 2025 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) Lines of credit payable represents a federally taxable non-revolving credit facility.

Source: Current and prior years' financial statements, Multnomah County Division of Assessment and Taxation, Population Research Center at Portland State University, and U.S. Bureau of Economic Analysis

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)
2017	$ - (4)	$ -	$ -	- %	- %	$ -
2018	- (4)	-	-	-	-	-
2019	- (4)	-	-	-	-	-
2020	- (4)	-	-	-	-	-
2021	431,386	- (5)	431,386	0.76	0.53	528
2022	387,440	- (5)	387,440	0.70	0.45	478
2023	337,923	- (5)	337,923	0.56	0.38	417
2024	286,421	- (5)	286,421	0.46	0.30	357
2025	233,099	- (5)	233,099	0.37	0.23	289
2026	177,876	- (5)	177,876	0.28	0.17	221

Note: 2026 Percentage of Personal Income calculated using 2024 personal income data, which is the most recent available.
Per Capita is calculated using 2025 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) See taxable assessed value schedule on Assessed Valuation and Actual Values of Taxable Property schedule.
(4) No general obligation bonds outstanding.
(5) Debt service restricted balances cover both principal and interest rather than principal exclusively. No amounts are deducted.

Source: Current and prior year financial statements, Multnomah County Division of Assessment and Taxation, Population Research Center at Portland State University, and US 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.

	2026	2025	2024	2023
Real market value	$ 207,900,079	$ 206,698,236	$ 210,676,846	$ 208,981,196
Debt limit rate	2.00%	2.00%	2.00%	2.00%
Debt limit	4,158,002	4,133,965	4,213,537	4,179,624
Less bonded debt at June 30	165,250	214,120	261,090	306,240
Legal debt margin	$ 3,992,752	$ 3,919,845	$ 3,952,447	$ 3,873,384
Total net debt applicable to the limit as a percentage of debt limit.	3.97 %	5.18 %	6.20 %	7.33 %

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	$ 207,900,079	$ 206,698,236	$ 210,676,846	$ 208,981,196
Debt limit rate	1.00%	1.00%	1.00%	1.00%
Debt limit	2,079,001	2,066,982	2,106,768	2,089,812
Less bonded debt at June 30	183,524	201,013	218,097	241,240
Legal debt margin	$ 1,895,477	$ 1,865,969	$ 1,888,671	$ 1,848,572
Total net debt applicable to the limit as a percentage of debt limit.	8.83 %	9.72 %	10.35 %	11.54 %

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	$ 207,900,079	$ 206,698,236	$ 210,676,846	$ 208,981,196
Debt limit rate	5.00%	5.00%	5.00%	5.00%
Debt limit	10,395,004	10,334,912	10,533,842	10,449,060
Less bonded debt at June 30	17,654	22,324	27,098	31,979
Legal debt margin	$ 10,377,350	$ 10,312,588	$ 10,506,744	$ 10,417,081
Total net debt applicable to the limit as a percentage of debt limit.	0.17 %	0.22 %	0.26 %	0.31 %

Source: Current and prior years' financial statements, Multnomah County Division of Assessment and Taxation

2022	2021	2020	2019	2018	2017
$ 194,225,707	$ 184,073,899	$ 176,570,949	$ 172,752,206	$ 158,551,847	$ 139,355,901
2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
3,884,514	3,681,478	3,531,419	3,455,044	3,171,037	2,787,118
349,405	387,000	-	-	-	-
$ 3,535,109	$ 3,294,478	$ 3,531,419	$ 3,455,044	$ 3,171,037	$ 2,787,118
8.99 %	10.51 %	- %	- %	- %	- %
$ 194,225,707	$ 184,073,899	$ 176,570,949	$ 172,752,206	$ 158,551,847	$ 139,355,901
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
1,942,257	1,840,739	1,765,709	1,727,522	1,585,518	1,393,559
237,578	256,922	344,351	273,440	290,990	140,085
$ 1,704,679	$ 1,583,817	$ 1,421,358	$ 1,454,082	$ 1,294,528	$ 1,253,474
12.23 %	13.96 %	19.50 %	15.83 %	18.35 %	10.05 %
$ 194,225,707	$ 184,073,899	$ 176,570,949	$ 172,752,206	$ 158,551,847	$ 139,355,901
5.00%	5.00%	5.00%	5.00%	5.00%	5.00%
9,711,285	9,203,695	8,828,547	8,637,610	7,927,592	6,967,795
36,968	42,066	47,274	52,593	74,793	94,263
$ 9,674,317	$ 9,161,629	$ 8,781,273	$ 8,585,017	$ 7,852,799	$ 6,873,532
0.38 %	0.46 %	0.54 %	0.61 %	0.94 %	1.35 %

MULTNOMAH COUNTY, OREGON
Demographic and Economic Statistics
Last Ten Fiscal Years
(dollar amounts expressed in thousands, except per capita)
(unaudited)

June 30,	Population (1)	Personal Income (2)	Per Capita Income (2)	PMSA* Unemployment Rate (3)
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	69,954	3.6
2023	805,007	59,837,123	75,772	3.5
2024	801,557	62,854,089 (4)	78,973 (4)	4.0
2025	805,583	N/A	N/A	4.6
2026	N/A	N/A	N/A	5.1

N/A: Data was not available for this calendar year.

* Portland Metropolitan Statistical Area

(1) Population Research Center, PSU, 2026 data expected by 11/30/2026

(2) US Bureau of Economic Analysis

(3) Oregon Employment Department

(4) Most recent information available is 2024

Source: US Bureau of Economic Analysis, US Bureau of Labor Statistics

MULTNOMAH COUNTY, OREGON
Principal Employers
Current Year and Nine Years Ago
(unaudited)

	Fiscal Year 2025-26		
Employer	**Employees**	**Rank**	**Percentage of Total PMSA* Employment**
Oregon Health & Science University	21,343	1	1.74 %
Providence Health & Services - Oregon	18,364	2	1.50
Intel	16,000	3	1.30
Nike, Inc.	10,500	4	0.86
Fred Meyer Stores	8,750	5	0.71
Portland Public Schools	7,040	6	0.57
City of Portland	6,891	7	0.56
Beaverton School District	5,777	8	0.47
Multnomah County	5,662	9	0.46
U.S. Department of Veterans Affairs	3,849	10	0.31
Total	104,176		8.48 %
Total PMSA* employment	1,227,100 (1)		

	Fiscal Year 2016-17		
Employer	**Employees**	**Rank**	**Percentage of Total PMSA* Employment**
Intel Corporation	19,300	1	1.51 %
Providence Health System	17,543	2	1.38
Oregon Health & Science University	16,200	3	1.27
Legacy Health System	12,955	4	1.02
Nike, Inc.	12,000	5	0.94
City of Portland	7,043	6	0.55
Portland Public Schools	6,780	7	0.53
Multnomah County	6,266	8	0.49
Beaverton Public Schools	5,207	9	0.41
Vancouver Public Schools	4,600	10	0.36
Total	107,894		8.46 %
Total PMSA* employment	1,274,400		

* Portland Metropolitan Statistical Area (PMSA)
(1) As of July 2026

Source: Oregon Employment Department, Portland Business Journal

MULTNOMAH COUNTY, OREGON
Full Time Equivalent (FTE) County Employees
by Function/Program and Bargaining Unit
(unaudited)

	2026	2025	2024
Function/Program			
Governmental activities:			
General government	913	910	914
Health services	850	896	868
Social services	1,060	1,070	1,048
Public safety and justice	1,392	1,393	1,395
Community services	79	66	55
Library	542	536	504
Roads and bridges	105	100	106
Total governmental activities	4,941	4,971	4,890
Business-type activities:			
Health Department FQHC	704	681	637
Behavioral health	-	-	-
Total business-type activities	704	681	637
Total primary government budgeted FTE	5,645	5,652	5,527
Multnomah County Employees			
Management and exempt	987	966	918
Bargaining units:			
Multnomah County Employees Union - Local 88 and Physicians & Psychiatrists Unit - Local 88-2, AFSCME AFL-CIO	3,682	3,693	3,583
International Brotherhood of Electrical Workers (IBEW) - Local 48, AFL-CIO	29	28	28
International Union of Operating Engineers - Local 701, AFL-CIO	19	19	17
International Union of Painters and Allied Trades - District Council 5, Local 1094, AFL-CIO	1	-	-
Multnomah County Corrections Deputy Association (MCCDA)	384	367	382
Multnomah County Deputy Sheriff's Association (MCDSA)	123	119	114
Oregon Nurses Association (ONA)	172	166	147
Multnomah County Employees Union - Juvenile Custody Services Specialists Unit (JCSS) - Local 88-6, AFSCME AFL-CIO	37	45	45
Multnomah County Prosecuting Attorneys Association	87	87	89
Mulnomah County District Attorney Investigator Association (MCDAI)	15 (1)	-	-
Federation of Oregon Parole and Probation Officers (FOPPO)	89	89	97
Total bargaining units	4,638	4,613	4,502
Temporary County employees	20	44	80
Total actual County employees	5,645	5,623	5,500

(1) New Union added in 2026

2023	2022	2021	2020	2019	2018	2017
900	825	817	812	798	767	669
843	806	1,372	1,295	1,312	1,439	1,373
1,051	1,022	920	769	735	639	643
1,403	1,383	1,390	1,439	1,463	1,536	1,472
45	37	17	15	17	183	88
487	504	340	354	369	545	515
98	100	95	115	124	102	110
4,827	4,677	4,951	4,799	4,818	5,211	4,870
601	582	-	-	-	-	-
-	-	-	-	-	1	3
601	582	-	-	-	1	3
5,428	5,259	4,951	4,799	4,818	5,212	4,873
883	846	791	796	782	796	816
3,475	3,385	3,648	3,112	3,081	3,081	3,081
26	26	28	21	24	23	24
15	16	15	15	15	16	15
1	1	1	-	1	1	1
387	383	395	332	409	411	420
120	109	111	95	124	126	113
149	149	258	238	224	208	186
48	52	105	91	108	58	59
84	81	73	68	72	74	75
-	-	-	-	-	-	-
100	102	109	92	122	122	128
4,405	4,304	4,743	4,064	4,180	4,120	4,102
113	107	64	59	105	256	489
5,401	5,257	5,598	4,919	5,067	5,172	5,407

MULTNOMAH COUNTY, OREGON
Operating Indicators by Function/Program
Last Ten Fiscal Years
(unaudited)

FUNCTION/PROGRAM	2026	2025	2024
Governmental Activities:			
General Government			
Number of property tax accounts - residential	240,220	236,433	235,263
Number of property tax accounts - personal	20,230	10,734	11,097
Number of property tax accounts - commercial	17,117	14,101	14,182
Number of marriage licenses issued	5,938	6,339	5,744
Health Services			
Total clinic visits (a)		-	-
County residents who rate their health good or better	81 %	88 %	87 %
Environmental health inspections	15,651	13,935	11,919
Women, infants, and children (WIC) served in the WIC program	19,058	19,202	19,662
Flu vaccinations at health clinics	10,895	12,087	10,459
Social Services			
Households that have received assistance with energy bills	16,031	21,692	18,193
Clients with developmental disabilities served	1,156	1,087	3,012
Senior and physically disabled clients served	3,022	2,796	2,641
Alcohol and drug treatment clients	4,759	3,942	2,266
Early childhood mental health clients	5,447	6,393	4,713
Families and children served in early childhood programs	3,011	1,431	1,544
Students enrolled in extended day school activities	18,010	18,199	16,397
People newly placed in housing	4,975	5,330	5,477
Total people enrolled in housing programs	17,305	15,417	15,074
Total people enrolled in prevention programs	11,620	17,062	18,802
Public Safety and Justice			
Sheriff:			
Responses to calls for services	57,079	45,276	58,572
Number of arrests (parts 1, 2 and 3 crimes)	3,611	2,879	3,146
Corrections:			
Number of inmates booked	21,724	20,666	19,531
Average daily jail population	955	815	902
Average length of jail stay in days	18	19	17
Number of transports to courthouse	2,681	5,245	4,773
Juvenile:			
Youth admitted to detention center	251	234	233
Monthly average length of stay in days in youth detention center	38	25	26
Community service hours completed	1,413	1,277	642
Monthly average number of youth on supervision/probation	419	435	390

(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 - Homeless Services
(e) Values updated in 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

2023	2022	2021	2020	2019	2018	2017
234,303	233,838	233,211 (e)	232,436 (e)	233,744 (e)	232,503 (e)	231,873
11,441	11,544	11,988 (e)	12,228 (e)	35,535 (e)	50,251 (e)	61,078
14,295	14,327	14,450 (e)	14,586 (e)	17,590 (e)	17,673 (e)	17,852
6,263	5,732	4,551	5,891	6,825	6,906	7,676
-	-	258,226	236,451	289,493	314,865	328,255
87 %	84 %	84 %	84 %	84 %	86 %	86 %
12,320	10,272	5,804	10,438	14,156	14,733	14,574
20,045	19,141	18,851	17,601	21,290	22,613	24,458
19,321	9,448	10,442	10,440	15,225	15,875	16,028
31,015	18,834	18,834	14,567	18,156	17,287	17,555
2,717	2,606	2,702	4,569	6,072	6,033	5,706
2,582	2,340	2,360	216	N/A	N/A	N/A
2,051	2,087	2,205	N/A	3,953	3,925	3,519
5,483	4,715	3,566	3,587	3,623	3,642	3,644
2,106	2,143 (b)	8,936	1,505	869	998	935
16,472	21,888 (c)	75,837	19,202	22,598	22,383	24,552
4,266	4,406 (d)					
13,686	13,190 (d)					
30,087	35,549 (d)					
57,084	57,807	55,369	60,026	64,426	63,310	56,661
2,350	2,532	2,639	3,174	3,657	3,374	3,234
15,142	12,854	12,080	24,294	31,971	31,795	30,896
854	795	734	988	1,074	1,087	1,077
21	23	20	14	13	13	13
4,488	3,885	2,236	5,923	14,410	15,793	19,335
241	179	200	362	456	539	1,304
26	30	42.0	22.0	15.5	24.1	12
830	1,184	2,012	7,592	5,530	6,395	2,890
344	303	385	533	546	75	315

(continued)

MULTNOMAH COUNTY, OREGON
Operating Indicators by Function/Program
Last Ten Fiscal Years
(unaudited)

(continued)

FUNCTION/PROGRAM	2026	2025	2024
Public Safety and Justice (continued)			
Adult:			
Community service hours completed	22,200	23,220	20,013
Adults participating in educational classes	-	-	-
Clients receiving GEDs	-	-	-
Average no. adults on probation & post-prison supervision/month	6,326	4,249	4,127
District Attorney:			
Cases of adult criminal activity prosecuted	10,740	10,428	9,327
Juvenile delinquency cases prosecuted	408	234	501
Hours of Community Court community service completed	-	-	-
Community Services			
Number of registered voters	581,029	576,399	571,720
Number of votes cast in last general election (a)	202,129	418,932	210,579
Percent of registered voters who voted in last general election	35 %	73 %	37 %
Animal control - total intake - dogs and cats	6,130	6,383	5,722
Bike lanes and legends (linear) (b)	38	7	7
Library			
New library cards issued annually	56,276	54,110	48,443
Total circulation	18,068,607	17,590,104	16,980,735
Borrowers who used their cards in last three years (c)	385,828	369,377	350,602
Library satisfaction (d)	N/A	91.0 %	N/A
Web site visits/hits	N/A	2,775,897	2,659,941
Business-type Activities:			
Health Department FQHC			
Total clinic visits (e)	244,913	224,404	211,615
Dunthorpe-Riverdale Service District No. 1			
Sewage disposal - number of accounts	571	571	571
Mid-Multnomah County Street Lighting Service District No. 14			
Lighting - number of accounts	7,931	7,895	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, 2021, 2022, 2024, and 2026). Satisfaction rating is percent of respondents that found library materials of interest starting in fiscal year 2004.
(e) 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

2023	2022	2021	2020	2019	2018	2017
14,529	11,328	576	19,897	31,424	30,915	38,273
-	-	-	-	-	-	203
-	-	-	-	-	-	29
4,184	4,445	5,535	7,366	7,615	8,125	8,463
7,052	6,529	5,873	10,375	12,525	12,562	12,870
409	357	434	729	893	855	838
-	-	8	1,010	2,260	2,916	2,925
560,352	558,106	571,448	539,385	531,729	513,498	505,145
368,674	203,930	467,632	278,072	383,325	157,932	404,059
66 %	37 %	82 %	52 %	72 %	31 %	80 %
5,278	3,946	2,939	4,376	5,552	5,382	5,810
7	-	-	-	-	-	-
50,747	54,713	52,555	47,847	52,554	52,685	56,019
16,723,993	16,506,308	12,156,497	14,784,837	18,349,763	18,554,896	18,728,761
347,856	361,923	388,868	404,587	416,935	465,828	444,459
97.0	N/A	N/A	N/A	98.0 %	96.0 %	96.5 %
2,896,302	2,711,344	2,747,237	2,885,016	3,717,521	3,868,361	4,267,424
207,338	271,971	-	-	-	-	-
571	567	568	567	565	566	595
7,962	7,876	7,895	7,895	7,923	7,928	7,894

MULTNOMAH COUNTY, OREGON
Capital Asset and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years
(unaudited)

FUNCTION/PROGRAM	2026	2025	2024
Governmental Activities:			
General Government			
Buildings owned	91	92	91
Buildings leased	69	70	72
Automobiles	262	267	280
Vehicles (excluding automobiles)	386	384	361
Heavy equipment	276	265	215
Health Services			
Health and dental centers	8	9	9
School based health centers	9	9	9
Social Services			
Aging and disability offices	7	7	5
Homeless Services Department:			
Owned	9	11	9
Leased	5	5	6
Public Safety and Justice			
Sheriff:			
Vehicular patrol units	102	99	93
Number of employees (sworn and civilian)	792	783	781
River patrol offices	5	5	4
Corrections:			
Jails:			
Facilities	2	2	2
Population capacity	1,130	1,130	1,130
Community Justice:			
Adult probation and parole offices	7	6	5
Adult housing program offices	-	-	-
Juvenile counseling offices	2	2	2
Library			
Regional branches	6	5	5
Neighborhood branches	13	14	13
Leased branches	4	5	5
Roads, Bridges and Bike Path Improvements			
Miles of streets maintained by County:			
Paved	264	264	264
Unpaved	6	6	6
Bridges:			
Major	6	6	6
Minor	22	22	22
Bike path improvements (a):			
Traffic signals with pedestrian buttons	31	31	30
Pedestrian crossing / crosswalk signals	9	9	9
Bike / pedestrian traffic signs	200	200	200
Curb / ADA ramps	698	676	643

(a) Beginning in fiscal year 2023, Department of Community Services began tracking data related to Bike-path improvements.

2023	2022	2021	2020	2019	2018	2017
91	89	80	80	80	80	79
74	71	62	62	62	61	56
280	279	268	270	287	293	294
354	354	354	340	339	321	303
210	181	173	174	95	93	80
9	8	7	7	8	8	8
9	9	11	10	12	12	12
6	6	6	9	9	8	5
10	9	-	-	-	-	-
5	7	-	-	-	-	-
85	107	96	92	90	78	71
747	734	748	773	768	774	764
5	3	4	3	4	3	2
2	2	2	2	2	2	2
1,117	1,117	1,117	1,192	1,074	1,086	1,251
5	5	5	5	5	6	4
-	-	-	-	-	-	-
2	2	2	2	2	2	1
5	5	5	5	5	5	5
13	13	13	13	13	13	13
5	5	5	6	6	6	6
263	263	263	274	274	274	268
6	6	6	24	24	24	29
6	6	6	6	6	6	6
23	22	23	20	20	19	20
30	-	-	-	-	-	-
9	-	-	-	-	-	-
200	-	-	-	-	-	-
643	-	-	-	-	-	-

(continued)

MULTNOMAH COUNTY, OREGON
Capital Asset and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years
(unaudited)

(continued)

FUNCTION/PROGRAM	2026	2025	2024
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	5,008	4,986	4,937

Source: Multnomah County Departments

2023	2022	2021	2020	2019	2018	2017
1	1	1	1	1	1	1
15	15	15	15	15	15	15
4,935	4,931	4,912	4,786	4,779	4,738	4,742

AUDIT COMMENTS AND DISCLOSURES

- Report of Independent Auditors Required by Oregon State Regulations

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, and the aggregate remaining fund information of Multnomah County, Oregon (Multnomah County) as of and for the year ended June 30, 2026, 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 13, 2026. 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

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- 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 which is disclosed in Note II. B. of Multnomah County's financial statements.
- For the year ended June 30, 2026, Multnomah County did not comply with the publication requirements of ORS 279C.360 for one public improvement contract. Although the contract advertisement was electronically published on Multnomah County's website, it was not published in a newspaper of general circulation, as required.

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, Principal, for
Baker Tilly US, LLP
Portland, Oregon
November 13, 2026