

## **DEBT SERVICE FUNDS**

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

### **Major Fund**

- **PERS Pension Bond Fund** – accounts for payment of principal and interest payments on pension obligation bonds that were issued to fund the County’s PERS unfunded liability. Revenues consist of charges to departments and interest.

### **Nonmajor Funds**

- **Revenue Bond Fund** – accounts for payment of principal and interest on bonds to be issued to construct various facilities. The revenues are derived from the lease payments on the facilities and interest.
- **Capital Debt Retirement Fund** – accounts for lease-purchase and full faith and credit principal and interest payments for buildings and major pieces of equipment acquired by the issuance of certificates of participation, lease-purchase arrangements and full faith and credit bonds. Revenues consist of certificates of participation proceeds, bond proceeds, service reimbursements and cash transfers from other County funds.
- **General Obligation Bond Fund** – accounts for payment of principal and interest on general obligation bonds. Revenue is derived from property taxes and interest.



**MULTNOMAH COUNTY, OREGON**  
**Combining Balance Sheet**  
**Nonmajor Debt Service Funds**  
**June 30, 2010**  
(amounts expressed in thousands)

	<u>Revenue Bond</u>	<u>Capital Debt Retirement</u>	<u>General Obligation Bond</u>	<u>Total</u>
<b>ASSETS</b>				
Cash and investments	\$ 1,622	\$ 12,447	\$ 7,501	\$ 21,570
Receivables:				
Taxes	-	-	520	520
Contracts	1,652	-	-	1,652
Restricted assets:				
Cash with fiscal agent	-	1,054	-	1,054
Total assets	<u>\$ 3,274</u>	<u>\$ 13,501</u>	<u>\$ 8,021</u>	<u>\$ 24,796</u>
<b>LIABILITIES</b>				
Deferred revenue	\$ 1,652	\$ -	\$ 410	\$ 2,062
Total liabilities	<u>1,652</u>	<u>-</u>	<u>410</u>	<u>2,062</u>
<b>FUND BALANCES</b>				
Reserved for debt service	1,622	13,501	7,611	22,734
Total liabilities and fund balances	<u>\$ 3,274</u>	<u>\$ 13,501</u>	<u>\$ 8,021</u>	<u>\$ 24,796</u>

**MULTNOMAH COUNTY, OREGON**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Nonmajor Debt Service Funds**  
**For the Year Ended June 30, 2010**  
**(amounts expressed in thousands)**

	<u>Revenue Bond</u>	<u>Capital Debt Retirement</u>	<u>General Obligation Bond</u>	<u>Total</u>
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ 9,013	\$ 9,013
Charges for services	35	-	-	35
Interest	13	141	48	202
Other - service reimbursements	-	6,686	-	6,686
Total revenues	<u>48</u>	<u>6,827</u>	<u>9,061</u>	<u>15,936</u>
<b>EXPENDITURES</b>				
Current:				
General government	-	87	-	87
Debt service:				
Principal	395	15,767	6,860	23,022
Interest	152	3,450	2,568	6,170
Total expenditures	<u>547</u>	<u>19,304</u>	<u>9,428</u>	<u>29,279</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(499)</u>	<u>(12,477)</u>	<u>(367)</u>	<u>(13,343)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of refunding bonds	-	-	45,175	45,175
Premium on long-term debt	-	573	4,870	5,443
Payments to escrow agent - defeased debt	-	-	(49,710)	(49,710)
Total other financing sources (uses)	<u>-</u>	<u>573</u>	<u>335</u>	<u>908</u>
Net change in fund balances	(499)	(11,904)	(32)	(12,435)
Fund balances - beginning	2,121	25,405	7,643	35,169
Fund balances - ending	<u>\$ 1,622</u>	<u>\$ 13,501</u>	<u>\$ 7,611</u>	<u>\$ 22,734</u>

**MULTNOMAH COUNTY, OREGON**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Revenue Bond Fund**  
**For the Year Ended June 30, 2010**  
**(amounts expressed in thousands)**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Charges for services	\$ 35	\$ 35	\$ 35	\$ -
Interest	50	50	13	(37)
Total revenues	<u>85</u>	<u>85</u>	<u>48</u>	<u>(37)</u>
<b>EXPENDITURES</b>				
Nondepartmental	<u>547</u>	<u>547</u>	<u>547</u>	<u>-</u>
Net change in fund balances	(462)	(462)	(499)	(37)
Fund balances - beginning	2,100	2,100	2,121	21
Fund balances - ending	<u>\$ 1,638</u>	<u>\$ 1,638</u>	<u>\$ 1,622</u>	<u>\$ (16)</u>

**MULTNOMAH COUNTY, OREGON**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Capital Debt Retirement Fund**  
**For the Year Ended June 30, 2010**  
**(amounts expressed in thousands)**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Interest	\$ 543	\$ 543	\$ 141	\$ (402)
Other - service reimbursements	7,700	7,700	6,686	(1,014)
Total revenues	<u>8,243</u>	<u>8,243</u>	<u>6,827</u>	<u>(1,416)</u>
<b>EXPENDITURES</b>				
Nondepartmental	<u>20,449</u>	<u>20,449</u>	<u>19,304</u>	<u>1,145</u>
Deficiency of revenues under expenditures	<u>(12,206)</u>	<u>(12,206)</u>	<u>(12,477)</u>	<u>(271)</u>
<b>OTHER FINANCING SOURCES</b>				
Premium on long-term debt	<u>-</u>	<u>-</u>	<u>573</u>	<u>573</u>
Net change in fund balances	<u>(12,206)</u>	<u>(12,206)</u>	<u>(11,904)</u>	<u>302</u>
Fund balances - beginning	<u>27,150</u>	<u>27,150</u>	<u>25,405</u>	<u>(1,745)</u>
Fund balances - ending	<u>\$ 14,944</u>	<u>\$ 14,944</u>	<u>\$ 13,501</u>	<u>\$ (1,443)</u>

**MULTNOMAH COUNTY, OREGON**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**General Obligation Bond Fund**  
**For the Year Ended June 30, 2010**  
**(amounts expressed in thousands)**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Taxes:				
Property:				
Current year	\$ 8,700	\$ 8,700	\$ 8,752	\$ 52
Prior years'	156	156	218	62
Penalties and interest	12	12	40	28
Payments in lieu of taxes	-	-	3	3
Interest	155	155	48	(107)
Total revenues	<u>9,023</u>	<u>9,023</u>	<u>9,061</u>	<u>38</u>
<b>EXPENDITURES</b>				
Nondepartmental	<u>9,247</u>	<u>9,428</u>	<u>9,428</u>	<u>-</u>
Deficiency of revenues under expenditures	(224)	(405)	(367)	38
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of refunding bonds	-	-	45,175	45,175
Premium on long-term debt	-	-	4,870	4,870
Payments to escrow agent - defeased debt	-	(49,710)	(49,710)	-
Total other financing sources (uses)	<u>-</u>	<u>(49,710)</u>	<u>335</u>	<u>50,045</u>
Net change in fund balances	(224)	(50,115)	(32)	50,083
Fund balances - beginning	7,713	7,713	7,643	(70)
Fund balances - ending	<u>\$ 7,489</u>	<u>\$ (42,402)</u>	<u>\$ 7,611</u>	<u>\$ 50,013</u>

**MULTNOMAH COUNTY, OREGON**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**PERS Pension Bond Fund**  
**For the Year Ended June 30, 2010**  
**(amounts expressed in thousands)**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Interest	\$ 630	\$ 630	\$ 273	\$ (357)
Other - service reimbursements	16,250	16,250	24,140	7,890
Total revenues	<u>16,880</u>	<u>16,880</u>	<u>24,413</u>	<u>7,533</u>
<b>EXPENDITURES</b>				
Nondepartmental	14,364	14,364	14,349	15
Net change in fund balances	2,516	2,516	10,064	7,548
Fund balances - beginning	31,484	31,484	31,439	(45)
Fund balances - ending	<u>\$ 34,000</u>	<u>\$ 34,000</u>	<u>\$ 41,503</u>	<u>\$ 7,503</u>