

**MULTNOMAH COUNTY, OREGON**

**Balance Sheet**

**Governmental Funds**

**June 30, 2009**

(amounts expressed in thousands)

	<u>General Fund</u>	<u>Federal and State Special Revenue Fund</u>	<u>PERS Pension Bond Debt Service Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>					
Cash and investments	\$ 20,968	\$ 152	\$ 31,439	\$ 103,937	\$ 156,496
Receivables:					
Taxes	19,435	-	-	4,629	24,064
Accounts	6,861	51,181	-	7,194	65,236
Loans	-	744	-	-	744
Interest	1,048	-	-	-	1,048
Special assessments	11	-	-	-	11
Contracts	1,229	-	-	2,691	3,920
Advances to other funds	23,200	-	-	-	23,200
Inventories	255	469	-	745	1,469
Prepays and deposits	436	616	-	195	1,247
Restricted cash and investments	-	279	-	1,035	1,314
Total assets	<u>\$ 73,443</u>	<u>\$ 53,441</u>	<u>\$ 31,439</u>	<u>\$ 120,426</u>	<u>\$ 278,749</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 24,005	\$ 18,152	\$ -	\$ 11,344	\$ 53,501
Payroll payable	4,129	2,454	-	1,021	7,604
Advances from other funds	-	23,200	-	-	23,200
Deferred revenue	<u>13,932</u>	<u>2,900</u>	<u>-</u>	<u>5,261</u>	<u>22,093</u>
Total liabilities	<u>42,066</u>	<u>46,706</u>	<u>-</u>	<u>17,626</u>	<u>106,398</u>
<b>FUND BALANCES</b>					
Reserved for capital projects	-	-	-	22,623	22,623
Reserved for debt service	-	-	31,439	35,169	66,608
Reserved for interfund receivable	23,200	-	-	-	23,200
Reserved for inventories	255	469	-	745	1,469
Reserved for prepaid items	436	616	-	195	1,247
Unreserved, reported in:					
General fund	7,486	-	-	-	7,486
Special revenue funds	-	5,650	-	44,068	49,718
Total fund balances	<u>31,377</u>	<u>6,735</u>	<u>31,439</u>	<u>102,800</u>	<u>172,351</u>
Total liabilities and fund balances	<u>\$ 73,443</u>	<u>\$ 53,441</u>	<u>\$ 31,439</u>	<u>\$ 120,426</u>	<u>\$ 278,749</u>

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

**MULTNOMAH COUNTY, OREGON**  
**Reconciliation of the Balance Sheet to the Statement of Net Assets**  
**Governmental Funds**  
**As of June 30, 2009**  
**(amounts expressed in thousands)**

Fund Balances - Governmental Funds	\$	172,351
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Governmental capital assets	1,236,889	
Less accumulated depreciation	<u>(638,398)</u>	598,491
Other long-term assets		
Negative net pension asset	125,595	
Bond issuance costs	<u>332</u>	125,927
Accrued interest payable		(2,646)
Net amount due from community based health organization for outstanding loan does not represent current financial resources and therefore is not reported in governmental funds		
		388
Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported in the governmental funds.		
Bonds payable	(283,639)	
Capital leases payable	(10,757)	
Loans payable	<u>(623)</u>	(295,019)
Accrued compensated absences are not due and payable in the current period and therefore are not reported in the funds.		
		(21,046)
Accrued personal income tax distributions are not due and payable in the current period and therefore are not reported in the funds.		
		(2,079)
Net other post-employment benefits obligation		(80,173)
Deferred revenue represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental funds.		
Property taxes	12,624	
Personal income taxes	<u>2,320</u>	14,944
Internal service funds are used by management to charge the costs of certain activities to individual funds. Net assets of the internal service funds that are reported with governmental activities.		
		<u>46,923</u>
Net Assets of Governmental Activities	\$	<u><u>558,061</u></u>

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

**MULTNOMAH COUNTY, OREGON**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2009**  
**(amounts expressed in thousands)**

	<u>General Fund</u>	<u>Federal and State Special Fund</u>	<u>PERS Pension Bond Debt Service Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>					
Taxes	\$ 275,105	\$ -	\$ -	\$ 75,191	\$ 350,296
Intergovernmental	16,175	241,648	-	34,866	292,689
Licenses and permits	8,859	1,936	-	4,011	14,806
Charges for services	10,662	57,069	-	7,096	74,827
Interest	2,092	7	626	1,666	4,391
Other	13,834	2,723	17,156	10,203	43,916
Total revenues	<u>326,727</u>	<u>303,383</u>	<u>17,782</u>	<u>133,033</u>	<u>780,925</u>
<b>EXPENDITURES</b>					
Current:					
General government	55,825	-	-	4,135	59,960
Health services	51,209	86,354	-	1,378	138,941
Social services	43,695	168,137	-	-	211,832
Public safety and justice	170,486	43,148	-	6,163	219,797
Community services	-	2,913	-	21,167	24,080
Library services	-	-	-	50,872	50,872
Roads and bridges	-	-	-	38,148	38,148
Capital outlay	1,041	525	-	19,217	20,783
Debt service:					
Principal	11	-	6,470	16,943	23,424
Interest	6	-	7,072	6,911	13,989
Total expenditures	<u>322,273</u>	<u>301,077</u>	<u>13,542</u>	<u>164,934</u>	<u>801,826</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,454</u>	<u>2,306</u>	<u>4,240</u>	<u>(31,901)</u>	<u>(20,901)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds from issuance of debt	-	-	-	623	623
Transfers in	3,416	-	-	58,562	61,978
Transfers out	(48,106)	-	-	(10,324)	(58,430)
Total other financing sources (uses)	<u>(44,690)</u>	<u>-</u>	<u>-</u>	<u>48,861</u>	<u>4,171</u>
Net change in fund balances	(40,236)	2,306	4,240	16,960	(16,730)
Fund balances - beginning	71,613	4,429	27,199	85,840	189,081
Fund balances - ending	<u>\$ 31,377</u>	<u>\$ 6,735</u>	<u>\$ 31,439</u>	<u>\$ 102,800</u>	<u>\$ 172,351</u>

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

**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, 2009**  
**(amounts expressed in thousands)**

Net change in fund balances - Governmental Funds	\$	(16,730)
Amounts reported for governmental activities in the statement of net assets are different because:		
Governmental funds report capital outlay as expenditures. However in the statement of activities, the cost of those assets is depreciated over their estimated useful lives.		
Expenditures for capital assets	20,783	
Current year depreciation expense	<u>(32,210)</u>	(11,427)
Contributed and donated capital assets	3,732	
Loss on disposal of capital assets	<u>(820)</u>	2,912
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.		
Increase in deferred revenues - property taxes	2,797	
Decrease in deferred revenues - personal income taxes	<u>(7,463)</u>	(4,666)
Proceeds from loans provide current financial resources to governmental funds, but are an increase of long-term liabilities in the statement of net assets		
		(623)
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 assets.		
The premium is amortized to interest income in the statement of activities.		
Current year premium amortization		339
Issuance costs and similar items are reported in the governmental funds when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.		
Current year amortization expense		(32)
The difference between refunding bond proceeds and amount sent to the escrow agent to defease outstanding debt is a deferred charge in the statement of net assets and amortized to interest expense in the statement of activities over the life of the refunded debt.		
Current year interest expense		(259)
Activities related to loan provided to community based health organization:		
Distribution of funds to community based health organization	522	
Payments received from community based health organization	(49)	
Current year adjustment for accrued interest and change to allowance	124	
Repayment to other Government for amounts received but not distributed	<u>100</u>	697
Repayment of long-term debt is reported as an expenditure in the governmental funds, but a reduction of long-term liabilities in the statement of net assets.		
		23,424
Some expenses reported in the statement of activities do not require the use of current resources		
Increase in long-term compensated absences	(998)	
Decrease in accrued interest expense	208	
Decrease in personal income tax distribution liability	<u>5,262</u>	4,472
Amortization expense on the net pension asset.		
		(6,152)
Current year expense for net other post-employment benefits obligation		
		(10,037)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The change in net assets of the internal service funds is reported with governmental activities.		
		<u>5,131</u>
Change in net assets of Governmental Activities	\$	<u>(12,951)</u>

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

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## MAJOR GOVERNMENTAL FUNDS

Major governmental funds are defined as those funds whose revenues, expenditures/expenses, assets or liabilities (excluding extraordinary items) are at least 10 percent of corresponding totals for all governmental funds for the same item. The general fund is always classified as a major fund. The modified accrual basis of accounting is used to record revenues and expenditures.

- **General Fund** – accounts for the financial operations of the County which are not accounted for in any other fund. The principal sources of revenues are property taxes, personal income taxes, and business income taxes. Primary expenditures in the General Fund are made for general government, public safety, and health and social services.
- **Federal and State Program Fund** – a special revenue fund that accounts for the majority of revenues and expenditures related to Federal and State financial assistance programs.
- **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. The schedule of revenues, expenditures, and changes in fund balances – budget and actual for the PERS Pension Bond debt service fund is on page 105.



**MULTNOMAH COUNTY, OREGON**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**General Fund**  
**For the Year Ended June 30, 2009**  
**(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	\$ 209,880	\$ 209,880	\$ 210,893	\$ 1,013
Prior	4,165	4,165	3,584	(581)
Penalties and interest	1,357	1,357	1,557	200
Payments in lieu of taxes	-	-	1,158	1,158
Business income	55,665	55,665	42,900	(12,765)
Personal income	3,600	3,600	2,122	(1,478)
Motor vehicle rental	13,212	13,212	12,891	(321)
Intergovernmental:				
Federal	500	500	-	(500)
State	13,895	13,895	12,209	(1,686)
Local	4,945	4,945	3,966	(979)
Licenses and permits	8,899	8,899	8,859	(40)
Charges for services	8,924	8,938	10,662	1,724
Interest	4,960	4,960	2,092	(2,868)
Other:				
Service reimbursements	13,651	14,075	12,527	(1,548)
Miscellaneous	1,312	1,324	1,307	(17)
Total revenues	<u>344,965</u>	<u>345,415</u>	<u>326,727</u>	<u>(18,688)</u>
<b>EXPENDITURES</b>				
Community justice	54,129	55,030	53,203	1,827
Community services	11,197	11,197	10,382	815
County management	33,897	33,949	31,933	2,016
District attorney	19,800	19,800	19,140	660
Health services	54,539	54,791	51,209	3,582
Human services	46,987	47,328	43,701	3,627
Nondepartmental	18,449	18,546	14,398	4,148
Sheriff	98,790	103,092	98,307	4,785
Total expenditures	<u>337,788</u>	<u>343,733</u>	<u>322,273</u>	<u>21,460</u>
Excess of revenues over expenditures	<u>7,177</u>	<u>1,682</u>	<u>4,454</u>	<u>2,772</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	3,640	3,640	3,416	(224)
Transfers out	(42,422)	(48,757)	(48,106)	651
Total other financing sources (uses)	<u>(38,782)</u>	<u>(45,117)</u>	<u>(44,690)</u>	<u>427</u>
Contingency	(16,459)	(4,629)	-	4,629
Net change in fund balances	<u>(48,064)</u>	<u>(48,064)</u>	<u>(40,236)</u>	<u>7,828</u>
Fund balances - beginning	62,064	62,064	71,613	9,549
Fund balances - ending	<u>\$ 14,000</u>	<u>\$ 14,000</u>	<u>\$ 31,377</u>	<u>\$ 17,377</u>

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



**MULTNOMAH COUNTY, OREGON**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Federal and State Program Fund**  
**For the Year Ended June 30, 2009**  
**(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>				
Intergovernmental	\$ 174,732	\$ 189,046	\$ 184,058	\$ (4,988)
Licenses and permits	2,451	2,451	1,936	(515)
Charges for services	55,576	55,576	57,069	1,493
Interest	8	8	7	(1)
Other:				
Non-governmental grants	2,091	2,642	2,417	(225)
Service reimbursements	73	73	1	(72)
Miscellaneous	385	419	305	(114)
Total revenues	<u>235,316</u>	<u>250,215</u>	<u>245,793</u>	<u>(4,422)</u>
<b>EXPENDITURES</b>				
Community justice	28,869	28,760	26,557	2,203
Community services	194	328	365	(37)
County management	1,524	1,612	734	878
District attorney	6,391	6,716	5,788	928
Health services	81,988	83,876	86,360	(2,484)
Human services	104,521	117,318	110,875	6,443
Nondepartmental	1,845	2,003	1,821	182
Sheriff	10,539	11,723	10,987	736
Total expenditures	<u>235,871</u>	<u>252,336</u>	<u>243,487</u>	<u>8,849</u>
Excess (deficiency) of revenues over (under) expenditures	(555)	(2,121)	2,306	4,427
Contingency	<u>(75)</u>	<u>(75)</u>	<u>-</u>	<u>75</u>
Net change in fund balances	(630)	(2,196)	2,306	4,502
Fund balances - beginning	<u>630</u>	<u>2,196</u>	<u>4,429</u>	<u>2,233</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>6,735</u>	<u>\$ 6,735</u>
<b>Reconciliation to GAAP Basis:</b>				
Intergovernmental revenues for State payments to County service providers			57,590	
State payments to County service providers			<u>(57,590)</u>	
Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance, Page 33			<u>\$ 6,735</u>	

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

## PROPRIETARY FUNDS

The County utilizes eight Proprietary Funds made up of three Enterprise Funds and five Internal Service Funds. Internal Service Funds' statements begin on page 116.

### **Enterprise Funds:**

These funds are used to finance and account 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 accrual basis of accounting. For financial reporting purposes the accrual basis of accounting is used. The difference in the accounting basis used relates primarily to the methods of accounting for depreciation and capital outlay. Funds included are:

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



**MULTNOMAH COUNTY, OREGON**

**Statement of Net Assets**

**Proprietary Funds**

**June 30, 2009**

**(amounts expressed in thousands)**

	<b>Business-type Activities - Enterprise Funds</b>				
	<b>Dunthorpe- Riverdale Service District</b>	<b>Mid County Service District</b>	<b>Behavioral Health Managed Care</b>	<b>Total</b>	<b>Governmental Activities - Internal Service Funds</b>
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 646	\$ 260	\$ 13,375	\$ 14,281	\$ 59,415
Receivables (net of allowances for uncollectibles):					
Accounts	6	-	-	6	1,418
Special assessments	36	15	-	51	-
Due from other funds	-	-	-	-	80
Inventories	-	-	-	-	1,595
Prepaid items	-	-	-	-	1,061
Total current assets	<u>688</u>	<u>275</u>	<u>13,375</u>	<u>14,338</u>	<u>63,569</u>
Noncurrent assets:					
Advances to other funds	-	-	-	-	173
Contracts receivable	-	-	-	-	650
Capital assets (net of accumulated depreciation)	<u>1,914</u>	<u>1,528</u>	<u>-</u>	<u>3,442</u>	<u>5,777</u>
Total noncurrent assets	<u>1,914</u>	<u>1,528</u>	<u>-</u>	<u>3,442</u>	<u>6,600</u>
Total assets	<u>2,602</u>	<u>1,803</u>	<u>13,375</u>	<u>17,780</u>	<u>70,169</u>
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	184	25	4,196	4,405	5,485
Claims and judgments payable	-	-	-	-	12,861
Payroll payable	-	-	10	10	705
Deferred revenue	-	-	-	-	41
Compensated absences	-	-	8	8	669
Due to other funds	80	-	-	80	-
Total current liabilities	<u>264</u>	<u>25</u>	<u>4,214</u>	<u>4,503</u>	<u>19,761</u>
Noncurrent liabilities:					
Compensated absences	-	-	31	31	1,762
Advances from other funds	173	-	-	173	-
Incremental leases payable	-	-	-	-	1,723
Total noncurrent liabilities	<u>173</u>	<u>-</u>	<u>31</u>	<u>204</u>	<u>3,485</u>
Total liabilities	<u>437</u>	<u>25</u>	<u>4,245</u>	<u>4,707</u>	<u>23,246</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of realted debt	1,914	1,528	-	3,442	5,777
Unrestricted	251	250	9,130	9,631	41,146
Total net assets	<u>\$ 2,165</u>	<u>\$ 1,778</u>	<u>\$ 9,130</u>	<u>\$ 13,073</u>	<u>\$ 46,923</u>

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

**MULTNOMAH COUNTY, OREGON**  
**Statement of Revenues, Expenses and Changes in Fund Net Assets**  
**Proprietary Funds**  
**For the Year Ended June 30, 2009**  
**(amounts expressed in thousands)**

	<b>Business-type Activities - Enterprise Funds</b>				
	<b>Dunthorpe- Riverdale Service District</b>	<b>Mid County Service District</b>	<b>Behavioral Health Managed Care</b>	<b>Total</b>	<b>Governmental Activities - Internal Service Funds</b>
<b>OPERATING REVENUES</b>					
Charges for sales and services	\$ 713	\$ 264	\$ 39,023	\$ 40,000	\$ 148,007
Insurance premiums	-	-	-	-	6,843
Experience ratings and other	-	-	4	4	882
Total operating revenues	<u>713</u>	<u>264</u>	<u>39,027</u>	<u>40,004</u>	<u>155,732</u>
<b>OPERATING EXPENSES</b>					
Cost of sales and services	333	312	30,370	31,015	143,165
Administration	42	48	2,350	2,440	3,430
Depreciation	64	60	-	124	2,254
Total operating expenses	<u>439</u>	<u>420</u>	<u>32,720</u>	<u>33,579</u>	<u>148,849</u>
Operating income (loss)	<u>274</u>	<u>(156)</u>	<u>6,307</u>	<u>6,425</u>	<u>6,883</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Interest revenue	12	7	216	235	979
Interest expense	(19)	-	-	(19)	-
Bad debt expense	-	-	-	-	(193)
Gain on disposal of capital assets	-	-	-	-	1,008
Loss on disposal of capital assets	-	-	-	-	(97)
Total nonoperating revenues (expenses)	<u>(7)</u>	<u>7</u>	<u>216</u>	<u>216</u>	<u>1,697</u>
Income (loss) before contributions and transfers	267	(149)	6,523	6,641	8,580
Capital contributions in	-	80	-	80	99
Transfers in	-	-	-	-	1,660
Transfers out	-	-	-	-	(5,208)
Change in net assets	<u>267</u>	<u>(69)</u>	<u>6,523</u>	<u>6,721</u>	<u>5,131</u>
Total net assets - beginning	<u>1,898</u>	<u>1,847</u>	<u>2,607</u>	<u>6,352</u>	<u>41,792</u>
Total net assets - ending	<u>\$ 2,165</u>	<u>\$ 1,778</u>	<u>\$ 9,130</u>	<u>\$ 13,073</u>	<u>\$ 46,923</u>

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

**MULTNOMAH COUNTY, OREGON**

**Statement of Cash Flows**

**Proprietary Funds**

**For the Year Ended June 30, 2009**

**(amounts expressed in thousands)**

	<b>Business Type Activities - Enterprise Funds</b>				<b>Governmental Activities - Internal Service Funds</b>
	<b>Dunthorpe - Riverdale Service District</b>	<b>Mid County Service District</b>	<b>Behavioral Health Managed Care</b>	<b>Total</b>	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>					
Receipts from customers	\$ 697	\$ 261	\$ 39,027	\$ 39,985	\$ 154,824
Payments to suppliers	(345)	(349)	(28,442)	(29,136)	(98,035)
Payments to employees	(20)	(22)	(4,179)	(4,221)	(36,309)
Internal activity - payments to other funds	(23)	(23)	(536)	(582)	(11,407)
Net cash provided (used) by operating activities	<u>309</u>	<u>(133)</u>	<u>5,870</u>	<u>6,046</u>	<u>9,073</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Transfers in	-	-	-	-	1,660
Transfers out	-	-	-	-	(5,208)
Net cash used by noncapital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,548)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Purchases of capital assets	(62)	-	-	(62)	(1,903)
Internal loan repayment	(76)	-	-	(76)	75
Interest on debt	(19)	-	-	(19)	-
Proceeds on sales of capital assets	-	-	-	-	370
Net cash used by capital and related financing activities	<u>(157)</u>	<u>-</u>	<u>-</u>	<u>(157)</u>	<u>(1,458)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Interest received	12	7	216	235	979
Net cash provided by investing activities	<u>12</u>	<u>7</u>	<u>216</u>	<u>235</u>	<u>979</u>
Net increase (decrease) in cash and cash equivalents	164	(126)	6,086	6,124	5,046
Balances at beginning of the year	482	386	7,289	8,157	54,369
Balances at end of the year	<u>\$ 646</u>	<u>\$ 260</u>	<u>\$ 13,375</u>	<u>\$ 14,281</u>	<u>\$ 59,415</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>					
Operating income (loss)	\$ 274	\$ (156)	\$ 6,307	\$ 6,425	\$ 6,883
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Cash flows reported in other categories:					
Depreciation	64	60	-	124	2,254
Bad debt expense	-	-	-	-	(193)
Changes in assets and liabilities:					
Receivables, net	(17)	(3)	-	(20)	(643)
Inventories	-	-	-	-	(104)
Prepaid items	-	-	-	-	(31)
Accounts payable	(12)	(34)	(437)	(483)	(634)
Claims and judgments payable	-	-	-	-	1,447
Deferred revenue	-	-	-	-	(75)
Compensated absences	-	-	1	1	125
Incremental leases payable	-	-	-	-	5
Payroll payable	-	-	(1)	(1)	39
Total adjustments	<u>35</u>	<u>23</u>	<u>(437)</u>	<u>(379)</u>	<u>2,190</u>
Net cash provided (used) by operating activities	<u>\$ 309</u>	<u>\$ (133)</u>	<u>\$ 5,870</u>	<u>\$ 6,046</u>	<u>\$ 9,073</u>
<b>Noncash financing activities:</b>					
Contributions of capital assets	\$ -	\$ 80	\$ -	\$ 80	\$ 99

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

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## **FIDUCIARY FUNDS**

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

- **Agency Funds** – account for resources held by the County in a purely custodial capacity (assets equal liabilities).





**MULTNOMAH COUNTY, OREGON**  
**Statement of Fiduciary Net Assets**  
**Fiduciary Funds**  
**June 30, 2009**  
**(amounts expressed in thousands)**

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	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and investments	\$ 17,385
Taxes receivable	49,589
Restricted cash	12
Total assets	<u>66,986</u>
<b>LIABILITIES</b>	
Accounts payable	10,764
Due to other governmental units	48,014
Amounts held in trust	8,208
Total liabilities	<u>66,986</u>
<b>NET ASSETS</b>	
Total net assets	<u>\$ -</u>

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