

MULTNOMAH COUNTY, OREGON
Governmental Funds
Balance Sheet
June 30, 2012
(amounts expressed in thousands)

	<u>General Fund</u>	<u>Federal and State Special Revenue Fund</u>	<u>Library Special Revenue Fund</u>	<u>PERS Pension Bond Debt Service Fund</u>
ASSETS				
Cash and investments	\$ 54,538	\$ 1,057	\$ 9,033	\$ 56,651
Receivables:				
Taxes	19,659	-	2,364	-
Accounts	33,267	26,298	538	-
Loans	-	682	-	-
Interest	857	-	-	-
Special assessments	11	-	-	-
Contracts	1,228	-	-	-
Inventories	329	685	-	-
Prepays and deposits	168	437	156	-
Restricted cash and investments	-	280	-	-
Total assets	<u>\$ 110,057</u>	<u>\$ 29,439</u>	<u>\$ 12,091</u>	<u>\$ 56,651</u>
LIABILITIES				
Accounts payable	\$ 23,984	\$ 19,748	\$ 1,231	\$ -
Payroll payable	4,025	2,367	713	-
Deferred revenue	42,391	3,383	2,056	-
Total liabilities	<u>70,400</u>	<u>25,498</u>	<u>4,000</u>	<u>-</u>
FUND BALANCES				
Nonspendable	364	437	156	-
Restricted	534	3,900	-	-
Committed	42	-	-	56,651
Assigned	-	-	7,935	-
Unassigned	38,717	(396)	-	-
Total fund balances	<u>39,657</u>	<u>3,941</u>	<u>8,091</u>	<u>56,651</u>
Total liabilities and fund balances	<u>\$ 110,057</u>	<u>\$ 29,439</u>	<u>\$ 12,091</u>	<u>\$ 56,651</u>

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

Other Governmental Funds	Total Governmental Funds
\$ 61,322	\$ 182,601
2,909	24,932
11,592	71,695
-	682
-	857
-	11
1,683	2,911
278	1,292
547	1,308
1,255	1,535
<u>\$ 79,586</u>	<u>\$ 287,824</u>

\$ 18,434	\$ 63,397
311	7,416
2,257	50,087
<u>21,002</u>	<u>120,900</u>

825	1,782
24,606	29,040
29,806	86,499
3,347	11,282
-	38,321
58,584	166,924
<u>\$ 79,586</u>	<u>\$ 287,824</u>

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MULTNOMAH COUNTY, OREGON
Reconciliation of the Balance Sheet to the Statement of Net Position
Governmental Funds
As of June 30, 2012
(amounts expressed in thousands)

Fund Balances - Governmental Funds	\$	166,924
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.</p>		
Governmental capital assets	1,355,800	
Less accumulated depreciation	<u>(555,772)</u>	800,028
<p>Other long-term assets</p>		
Negative net pension asset	107,140	
Bond issuance costs	<u>504</u>	107,644
Accrued interest payable		(1,798)
<p>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</p>		
		421
<p>Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported in the governmental funds.</p>		
Bonds payable	(234,637)	
Capital leases payable	(1,597)	
Loans payable	<u>(18,171)</u>	(254,405)
<p>Accrued compensated absences are not due and payable in the current period and therefore are not reported in the governmental funds.</p>		
		(23,623)
<p>Accrued personal income tax distributions are not due and payable in the current period and therefore are not reported in the funds.</p>		
		(256)
Pollution remediation obligation		(33)
Net other post-employment benefits obligation		(105,187)
<p>Deferred revenue represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental funds.</p>		
Clinic fees	27,869	
Property taxes	15,365	
Personal income taxes	<u>327</u>	43,561
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. The net position of the internal service funds are reported with governmental activities.</p>		
		<u>57,676</u>
Net Position of Governmental Activities	\$	<u><u>790,952</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, 2012
(amounts expressed in thousands)

	General Fund	Federal and State Special Revenue Fund	Library Special Revenue Fund
REVENUES			
Taxes	\$ 305,273	\$ -	\$ 33,792
Intergovernmental	11,301	242,757	468
Licenses and permits	10,215	983	136
Charges for services	30,943	42,850	1,610
Interest	466	-	82
Other	18,393	3,272	3,107
Total revenues	<u>376,591</u>	<u>289,862</u>	<u>39,195</u>
EXPENDITURES			
Current:			
General government	57,162	-	-
Health services	80,736	75,608	-
Social services	50,754	175,706	-
Public safety and justice	174,553	39,740	-
Community services	-	2,811	-
Library services	-	-	55,088
Roads and bridges	-	-	-
Capital outlay	336	231	7,071
Debt service:			
Principal	-	-	-
Interest	31	-	-
Total expenditures	<u>363,572</u>	<u>294,096</u>	<u>62,159</u>
Excess (deficiency) of revenues over (under) expenditures	<u>13,019</u>	<u>(4,234)</u>	<u>(22,964)</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from issuance of debt	-	-	-
Proceeds from sale of capital assets	-	3	-
Transfers in	1,931	-	14,446
Transfers out	(21,010)	-	-
Total other financing sources (uses)	<u>(19,079)</u>	<u>3</u>	<u>14,446</u>
Net change in fund balances	<u>(6,060)</u>	<u>(4,231)</u>	<u>(8,518)</u>
Fund balances - beginning	45,717	8,172	16,609
Fund balances - ending	<u>\$ 39,657</u>	<u>\$ 3,941</u>	<u>\$ 8,091</u>

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

PERS Pension Bond Debt Service Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 40,966	\$ 380,031
-	58,062	312,588
-	16,393	27,727
-	4,598	80,001
291	341	1,180
17,722	14,329	56,823
<u>18,013</u>	<u>134,689</u>	<u>858,350</u>
1	4,217	61,380
-	-	156,344
-	-	226,460
-	6,801	221,094
-	31,326	34,137
-	-	55,088
-	43,623	43,623
-	73,250	80,888
10,710	17,816	28,526
5,388	5,164	10,583
<u>16,099</u>	<u>182,197</u>	<u>918,123</u>
<u>1,914</u>	<u>(47,508)</u>	<u>(59,773)</u>
-	15,101	15,101
-	1,710	1,713
-	20,974	37,351
-	(17,193)	(38,203)
-	20,592	15,962
1,914	(26,916)	(43,811)
54,737	85,500	210,735
<u>\$ 56,651</u>	<u>\$ 58,584</u>	<u>\$ 166,924</u>

MULTNOMAH COUNTY, OREGON
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances to the Statement of Activities
Governmental Funds
For the Year Ended June 30, 2012
(amounts expressed in thousands)

Net change in fund balances - Governmental Funds		\$ (43,811)
Amounts reported for governmental activities in the statement of activities 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	80,888	
Current year depreciation expense	<u>(28,484)</u>	52,404
Contributed and donated capital assets	508	
Proceeds on sale of capital assets	(1,714)	
Gain on disposal of capital assets	525	
Loss on disposal of capital assets	<u>(244)</u>	(925)
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 - clinic fees	6,409	
Increase in deferred revenues - property taxes	3,315	
Increase in deferred revenues - personal income taxes	<u>30</u>	9,754
Proceeds from the issuance of debt provide current financial resources to governmental funds, but are an increase of long-term liabilities in the statement of net position.		(15,101)
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. The premium is amortized to interest income in the statement of activities.		
Current year premium amortization		1,117
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		(69)
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 position and amortized to interest expense in the statement of activities over the life of the refunded debt.		
Current year interest expense		(260)
Activities related to loan provided to community based health organization:		
Payments received from community based health organization	(138)	
Decrease in allowance for uncollectible accounts	<u>190</u>	52
Repayment of long-term debt (including defeased amounts) is reported as an expenditure in the governmental funds, but a reduction of long-term liabilities in the statement of net position.		28,526
Some expenses reported in the statement of activities do not require the use of current resources		
Increase in long-term compensated absences	(557)	
Decrease in accrued interest expense	<u>148</u>	(409)
Amortization expense on the net pension asset.		(6,152)

(continued)

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Activities related to pollution remediation obligations:		
Additions to pollution remediation obligation	(144)	
Pollution remediation activities incurred and paid within the fiscal year	<u>487</u>	343
Current year expense for net other post-employment benefits obligation		(7,784)
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.		<u>4,037</u>
Change in net position of Governmental Activities		<u><u>\$ 21,722</u></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.
- **Library Fund** – a special revenue funds that accounts for the public library operations, including the serial property tax levy dedicated to library operations.
- **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 111.

MULTNOMAH COUNTY, OREGON
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended June 30, 2012
(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>		
REVENUES				
Taxes				
Property	\$ 233,405	\$ 233,405	\$ 233,453	\$ 48
Payments in lieu of taxes	1,092	1,092	727	(365)
Business income	48,825	48,825	52,250	3,425
Personal income	-	-	205	205
Motor vehicle rental	18,513	18,513	18,638	125
Intergovernmental	16,058	11,083	11,301	218
Licenses and permits	9,340	11,193	10,215	(978)
Charges for services	10,263	38,033	37,352	(681)
Interest	1,418	1,418	466	(952)
Other:				
Service reimbursements	18,563	18,799	18,100	(699)
Miscellaneous	1,459	1,459	293	(1,166)
Total revenues	<u>358,936</u>	<u>383,820</u>	<u>383,000</u>	<u>(820)</u>
EXPENDITURES				
Community justice	55,138	55,109	52,629	2,480
Community services	11,444	11,423	10,306	1,117
County assets	1,587	1,587	1,353	234
County management	28,838	28,838	26,283	2,555
District attorney	18,203	18,240	18,088	152
Health services	54,599	83,332	80,736	2,596
Human services	51,364	51,874	50,785	1,089
Nondepartmental	20,384	20,334	19,246	1,088
Sheriff	101,804	104,988	104,146	842
Total expenditures	<u>343,361</u>	<u>375,725</u>	<u>363,572</u>	<u>12,153</u>
Excess of revenues over expenditures	<u>15,575</u>	<u>8,095</u>	<u>19,428</u>	<u>11,333</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,860	2,120	1,931	(189)
Transfers out	(21,010)	(21,010)	(21,010)	-
Total other financing sources (uses)	<u>(19,150)</u>	<u>(18,890)</u>	<u>(19,079)</u>	<u>(189)</u>
Contingency	(16,561)	(9,524)	-	9,524
Net change in fund balances	<u>(20,136)</u>	<u>(20,319)</u>	<u>349</u>	<u>20,668</u>
Fund balances - beginning	51,298	51,481	67,177	15,696
Fund balances - ending	<u>\$ 31,162</u>	<u>\$ 31,162</u>	<u>67,526</u>	<u>\$ 36,364</u>

Reconciliation to GAAP Basis:

Certain clinic fee revenues are not considered available, and are reported as deferred revenues on the GAAP basis	(27,869)
Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances, Page 36	<u>\$ 39,657</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, 2012
(amounts expressed in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
REVENUES				
Intergovernmental	\$ 193,430	\$ 198,435	\$ 176,005	\$ (22,430)
Licenses and permits	1,085	1,137	983	(154)
Charges for services	72,691	47,244	42,850	(4,394)
Interest	-	-	-	-
Other:				
Non-governmental grants	2,298	2,554	2,493	(61)
Service reimbursements	34	34	4	(30)
Miscellaneous	188	184	775	591
Total revenues	<u>269,726</u>	<u>249,588</u>	<u>223,110</u>	<u>(26,478)</u>
EXPENDITURES				
Community justice	29,068	25,991	24,527	1,464
Community services	8	72	64	8
County assets	-	122	41	81
District attorney	6,278	6,420	5,931	489
Health services	104,645	83,441	75,802	7,639
Human services	119,291	127,321	108,954	18,367
Nondepartmental	3,944	4,032	2,706	1,326
Sheriff	9,941	9,550	9,319	231
Total expenditures	<u>273,175</u>	<u>256,949</u>	<u>227,344</u>	<u>29,605</u>
Deficiency of revenues under expenditures	(3,449)	(7,361)	(4,234)	3,127
OTHER FINANCING SOURCES				
Proceeds from sale of capital assets	-	-	3	3
Total other financing sources	-	-	3	3
Contingency	-	(1,052)	-	1,052
Net change in fund balances	(3,449)	(8,413)	(4,231)	4,182
Fund balances - beginning	3,449	8,413	8,172	(241)
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>3,941</u>	<u>\$ 3,941</u>

Reconciliation to GAAP Basis:

Intergovernmental revenues for State payments to County service providers	66,752
State payments to County service providers	(66,752)
Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances, page 36	<u>\$ 3,941</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
Library Fund
For the Year Ended June 30, 2012
(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>		
REVENUES				
Taxes:				
Property	\$ 35,417	\$ 35,417	\$ 33,785	\$ (1,632)
Payments in lieu of taxes	-	-	7	7
Intergovernmental	485	485	468	(17)
Licenses and permits	160	160	136	(24)
Charges for services	1,450	1,450	1,610	160
Interest	290	290	82	(208)
Other:				
Non-governmental grants	1,627	1,627	1,671	44
Service reimbursements	36	36	1	(35)
Miscellaneous	55	55	66	11
Total revenues	<u>39,520</u>	<u>39,520</u>	<u>37,826</u>	<u>(1,694)</u>
EXPENDITURES				
Library	<u>63,207</u>	<u>63,207</u>	<u>60,790</u>	<u>2,417</u>
Deficiency of revenues under expenditures	<u>(23,687)</u>	<u>(23,687)</u>	<u>(22,964)</u>	<u>723</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>14,446</u>	<u>14,446</u>	<u>14,446</u>	<u>-</u>
Total other financing sources (uses)	<u>14,446</u>	<u>14,446</u>	<u>14,446</u>	<u>-</u>
Contingency	<u>(6,015)</u>	<u>(6,015)</u>	<u>-</u>	<u>6,015</u>
Net change in fund balances	<u>(15,256)</u>	<u>(15,256)</u>	<u>(8,518)</u>	<u>6,738</u>
Fund balances - beginning	<u>15,256</u>	<u>15,256</u>	<u>16,609</u>	<u>1,353</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>8,091</u>	<u>\$ 8,091</u>
Reconciliation to GAAP Basis:				
In kind contributions			1,369	
Consumption of in kind contributions			(1,369)	
Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances, page 36			<u>\$ 8,091</u>	

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

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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 122.

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 Position

Proprietary Funds

June 30, 2012

(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Dunthorpe- Riverdale Service District	Mid County Service District	Behavioral Health Managed Care	Total	
ASSETS					
Current assets:					
Cash and investments	\$ 1,314	\$ 309	\$ 15,905	\$ 17,528	\$ 69,678
Receivables (net of allowances for uncollectibles):					
Accounts	14	-	-	14	804
Special assessments	48	22	-	70	-
Inventories	-	-	-	-	1,021
Prepaid items	-	-	-	-	1,540
Total current assets	<u>1,376</u>	<u>331</u>	<u>15,905</u>	<u>17,612</u>	<u>73,043</u>
Noncurrent assets:					
Contracts Receivable	-	-	-	-	215
Construction in progress	23	-	-	23	516
Capital assets (net of accumulated depreciation)	<u>2,275</u>	<u>1,454</u>	<u>-</u>	<u>3,729</u>	<u>6,518</u>
Total noncurrent assets	<u>2,298</u>	<u>1,454</u>	<u>-</u>	<u>3,752</u>	<u>7,249</u>
Total assets	<u>3,674</u>	<u>1,785</u>	<u>15,905</u>	<u>21,364</u>	<u>80,292</u>
LIABILITIES					
Current liabilities:					
Accounts payable	467	50	3,662	4,179	6,015
Claims and judgments payable	-	-	-	-	11,384
Payroll payable	-	-	12	12	690
Unearned revenue	-	-	-	-	28
Compensated absences	-	-	7	7	636
Total current liabilities	<u>467</u>	<u>50</u>	<u>3,681</u>	<u>4,198</u>	<u>18,753</u>
Noncurrent liabilities:					
Compensated absences	-	-	12	12	2,012
Incremental leases payable	-	-	-	-	1,851
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>12</u>	<u>12</u>	<u>3,863</u>
Total liabilities	<u>467</u>	<u>50</u>	<u>3,693</u>	<u>4,210</u>	<u>22,616</u>
NET POSITION					
Net investment in capital assets	2,298	1,454	-	3,752	7,034
Unrestricted	909	281	12,212	13,402	50,642
Total net position	<u>\$ 3,207</u>	<u>\$ 1,735</u>	<u>\$ 12,212</u>	<u>\$ 17,154</u>	<u>\$ 57,676</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 Position
Proprietary Funds
For the Year Ended June 30, 2012
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Dunthorpe- Riverdale Service District	Mid County Service District	Behavioral Health Managed Care	Total	
OPERATING REVENUES					
Charges for sales and services	\$ 834	\$ 380	\$ 44,544	\$ 45,758	\$ 154,839
Insurance premiums	-	-	-	-	8,389
Experience ratings and other	3	-	168	171	1,177
Total operating revenues	<u>837</u>	<u>380</u>	<u>44,712</u>	<u>45,929</u>	<u>164,405</u>
OPERATING EXPENSES					
Cost of sales and services	408	315	45,452	46,175	156,197
Administration	26	30	3,562	3,618	3,078
Depreciation	73	66	-	139	2,241
Total operating expenses	<u>507</u>	<u>411</u>	<u>49,014</u>	<u>49,932</u>	<u>161,516</u>
Operating income (loss)	<u>330</u>	<u>(31)</u>	<u>(4,302)</u>	<u>(4,003)</u>	<u>2,889</u>
NONOPERATING REVENUES (EXPENSES)					
Interest revenue	6	2	89	97	307
Gain on disposal of capital assets	-	-	-	-	82
Loss on disposal of capital assets	-	-	-	-	(89)
Total nonoperating revenues	<u>6</u>	<u>2</u>	<u>89</u>	<u>97</u>	<u>300</u>
Income (loss) before contributions and transfers	336	(29)	(4,213)	(3,906)	3,189
Capital contributions in	-	6	-	6	-
Capital contributions out	-	-	-	-	(4)
Transfers in	-	-	-	-	1,380
Transfers out	-	-	-	-	(528)
Change in net position	<u>336</u>	<u>(23)</u>	<u>(4,213)</u>	<u>(3,900)</u>	<u>4,037</u>
Total net position - beginning	2,871	1,758	16,425	21,054	53,639
Total net position - ending	<u>\$ 3,207</u>	<u>\$ 1,735</u>	<u>\$ 12,212</u>	<u>\$ 17,154</u>	<u>\$ 57,676</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, 2012
(amounts expressed in thousands)

	Business Type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Dunthorpe - Riverdale Service District	Mid County Service District	Behavioral Health Managed Care	Total	
CASH FLOW FROM OPERATING ACTIVITIES					
Receipts from customers	\$ 825	\$ 375	\$ 40,680	\$ 41,880	\$ 16,435
Receipts connected with interfund activities	-	-	-	-	148,174
Payments to suppliers	(40)	(316)	(42,113)	(42,469)	(113,213)
Payments to employees	(19)	(26)	(4,076)	(4,121)	(38,652)
Payments connected with interfund activities	(1)	(2)	(2,440)	(2,443)	(7,388)
Net cash provided by (used in) operating activities	<u>765</u>	<u>31</u>	<u>(7,949)</u>	<u>(7,153)</u>	<u>5,356</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	-	-	-	-	380
Transfers out	-	-	-	-	(528)
Net cash used by noncapital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(148)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchases of capital assets	(265)	(8)	-	(273)	(2,359)
Transfers in	-	-	-	-	1,000
Proceeds on sales of capital assets	-	-	-	-	82
Net cash used by capital and related financing activities	<u>(265)</u>	<u>(8)</u>	<u>-</u>	<u>(273)</u>	<u>(1,277)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	6	2	89	97	307
Net cash provided by investing activities	<u>6</u>	<u>2</u>	<u>89</u>	<u>97</u>	<u>307</u>
Net increase (decrease) in cash and cash equivalents	506	25	(7,860)	(7,329)	4,238
Balances at beginning of the year	808	284	23,765	24,857	65,440
Balances at end of the year	<u>\$ 1,314</u>	<u>\$ 309</u>	<u>\$ 15,905</u>	<u>\$ 17,528</u>	<u>\$ 69,678</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 330	\$ (31)	\$ (4,302)	\$ (4,003)	\$ 2,889
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	73	66	-	139	2,241
Changes in assets and liabilities:					
Receivables, net	(12)	(5)	-	(17)	70
Inventories	-	-	-	-	425
Prepaid items	-	-	-	-	(288)
Contracts receivable	-	-	-	-	149
Accounts payable	374	1	378	753	(1)
Claims and judgments payable	-	-	-	-	(314)
Payroll payable	-	-	4	4	(57)
Unearned revenue	-	-	(4,032)	(4,032)	(15)
Compensated absences	-	-	3	3	28
Incremental leases payable	-	-	-	-	229
Total adjustments	<u>435</u>	<u>62</u>	<u>(3,647)</u>	<u>(3,150)</u>	<u>2,467</u>
Net cash provided by (used in) operating activities	<u>\$ 765</u>	<u>\$ 31</u>	<u>\$ (7,949)</u>	<u>\$ (7,153)</u>	<u>\$ 5,356</u>
Noncash financing activities:					
Contributions of capital assets from government	\$ -	\$ 6	\$ -	\$ 6	\$ -
Contributions of capital assets to government	-	-	-	-	(4)

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 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 Position
Fiduciary Funds
June 30, 2012
(amounts expressed in thousands)

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ 20,068
Receivables:	
Taxes	61,930
Restricted cash	<u>16</u>
Total assets	<u>82,014</u>
LIABILITIES	
Accounts payable	12,443
Due to other governmental units	58,782
Amounts held in trust	<u>10,789</u>
Total liabilities	<u>82,014</u>
NET POSITION	
Total net position	<u>\$ -</u>

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