

MULTNOMAH COUNTY, OREGON
Governmental Funds
Balance Sheet
June 30, 2010
(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	\$ 47,476	\$ 14	\$ 20,519	\$ 41,503
Receivables:				
Taxes	17,045	-	2,276	-
Accounts	8,035	53,800	551	-
Loans	-	722	-	-
Interest	1,140	-	-	-
Special assessments	11	-	-	-
Contracts	1,493	-	-	-
Due from other funds	23,600	-	-	-
Inventories	554	474	-	-
Prepaid items	862	265	192	-
Restricted cash and investments	-	279	-	-
Total assets	<u>\$ 100,216</u>	<u>\$ 55,554</u>	<u>\$ 23,538</u>	<u>\$ 41,503</u>
LIABILITIES				
Accounts payable	\$ 24,512	\$ 20,409	\$ 1,924	\$ -
Payroll payable	4,002	2,434	701	-
Due to other funds	-	23,500	-	-
Deferred revenue	<u>12,287</u>	<u>3,269</u>	<u>1,818</u>	<u>-</u>
Total liabilities	<u>40,801</u>	<u>49,612</u>	<u>4,443</u>	<u>-</u>
FUND BALANCES				
Reserved for capital projects	-	-	-	-
Reserved for debt service	-	-	-	41,503
Reserved for interfund receivable	23,600	-	-	-
Reserved for inventories	554	474	-	-
Reserved for prepaid items	862	265	-	-
Unreserved, reported in:				
General fund	34,399	-	-	-
Special revenue funds	<u>-</u>	<u>5,203</u>	<u>19,095</u>	<u>-</u>
Total fund balances	<u>59,415</u>	<u>5,942</u>	<u>19,095</u>	<u>41,503</u>
Total liabilities and fund balances	<u>\$ 100,216</u>	<u>\$ 55,554</u>	<u>\$ 23,538</u>	<u>\$ 41,503</u>

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

Other Governmental Funds	Total Governmental Funds
\$ 62,722	\$ 172,234
1,751	21,072
6,786	69,172
-	722
-	1,140
-	11
1,970	3,463
-	23,600
494	1,522
18	1,337
1,054	1,333
<u>\$ 74,795</u>	<u>\$ 295,606</u>
\$ 10,601	\$ 57,446
305	7,442
100	23,600
2,515	19,889
<u>13,521</u>	<u>108,377</u>
31,732	31,732
22,734	64,237
-	23,600
494	1,522
18	1,145
-	34,399
6,296	30,594
61,274	187,229
<u>\$ 74,795</u>	<u>\$ 295,606</u>

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MULTNOMAH COUNTY, OREGON
Reconciliation of the Balance Sheet to the Statement of Net Assets
Governmental Funds
As of June 30, 2010
(amounts expressed in thousands)

Fund Balances - Governmental Funds		\$ 187,229
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	1,246,616	
Less accumulated depreciation	<u>(517,558)</u>	729,058
Other long-term assets		
Negative net pension asset	119,444	
Bond issuance costs	<u>515</u>	119,959
Accrued interest payable		(2,189)
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		438
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	(273,242)	
Capital leases payable	(1,020)	
Loans payable	<u>(2,132)</u>	(276,394)
Accrued compensated absences are not due and payable in the current period and therefore are not reported in the funds.		(21,612)
Accrued personal income tax distributions are not due and payable in the current period and therefore are not reported in the funds.		(245)
Pollution remediation obligation		(375)
Net other post-employment benefits obligation		(90,048)
Deferred revenue represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental funds.		
Property taxes	12,457	
Personal income taxes	<u>271</u>	12,728
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>56,867</u>
Net Assets of Governmental Activities		<u>\$ 715,416</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, 2010
(amounts expressed in thousands)

	<u>General Fund</u>	<u>Federal and State Special Revenue Fund</u>	<u>Library Special Revenue Fund</u>
REVENUES			
Taxes	\$ 289,727	\$ -	\$ 40,276
Intergovernmental	14,425	251,840	663
Licenses and permits	8,153	1,015	161
Charges for services	10,470	67,513	1,596
Interest	853	2	170
Other	16,820	3,045	2,768
Total revenues	<u>340,448</u>	<u>323,415</u>	<u>45,634</u>
EXPENDITURES			
Current:			
General government	54,246	-	-
Health services	48,336	95,776	-
Social services	44,092	183,165	-
Public safety and justice	166,467	41,674	-
Community services	-	2,634	-
Library services	-	-	52,118
Roads and bridges	-	-	-
Capital outlay	514	959	9,439
Debt service:			
Principal	-	-	-
Interest	35	-	-
Total expenditures	<u>313,690</u>	<u>324,208</u>	<u>61,557</u>
Excess (deficiency) of revenues over (under) expenditures	<u>26,758</u>	<u>(793)</u>	<u>(15,923)</u>
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	800
Issuance of refunding bonds	-	-	-
Premium on long-term debt	-	-	-
Payments to escrow agent - defeased debt	-	-	-
Proceeds from sale of capital assets	-	-	-
Transfers in	18,200	-	13,927
Transfers out	(16,920)	-	-
Total other financing sources (uses)	<u>1,280</u>	<u>-</u>	<u>14,727</u>
Net change in fund balances	28,038	(793)	(1,196)
Fund balances - beginning	31,377	6,735	20,291
Fund balances - ending	<u>\$ 59,415</u>	<u>\$ 5,942</u>	<u>\$ 19,095</u>

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

PERS Pension Bond Debt Service Fund	Other Governmental Funds	Governmental Funds
\$ -	\$ 35,382	\$ 365,385
-	34,035	300,963
-	5,393	14,722
-	6,025	85,604
273	497	1,795
24,140	7,345	54,118
<u>24,413</u>	<u>88,677</u>	<u>822,587</u>
-	4,725	58,971
-	1,443	145,555
-	-	227,257
-	7,301	215,442
-	19,824	22,458
-	-	52,118
-	37,540	37,540
-	10,569	21,481
7,740	23,022	30,762
6,609	6,353	12,997
<u>14,349</u>	<u>110,777</u>	<u>824,581</u>
<u>10,064</u>	<u>(22,100)</u>	<u>(1,994)</u>
-	10,509	11,309
-	45,175	45,175
-	5,443	5,443
-	(49,710)	(49,710)
-	10	10
-	15,233	47,360
-	(25,795)	(42,715)
-	865	16,872
<u>10,064</u>	<u>(21,235)</u>	<u>14,878</u>
<u>31,439</u>	<u>82,509</u>	<u>172,351</u>
<u>\$ 41,503</u>	<u>\$ 61,274</u>	<u>\$ 187,229</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, 2010
(amounts expressed in thousands)

Net change in fund balances - Governmental Funds	\$	14,878
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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	21,481	
Current year depreciation expense	<u>(28,000)</u>	(6,519)
Contributed and donated capital assets	2,740	
Proceeds on sale of capital assets	(10)	
Gain on disposal of capital assets	10	
Loss on disposal of capital assets	<u>(3,025)</u>	(285)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.

Decrease in deferred revenues - property taxes	(167)	
Decrease in deferred revenues - personal income taxes	<u>(2,049)</u>	(2,216)

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 assets

(56,484)

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.

Premium issued on long-term debt		(5,443)
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.

Bond issuance costs		215
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)
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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 assets.

80,472

Activities related to loan provided to community based health organization:

Payments received from community based health organization	(60)	
Current year adjustment for change to allowance	<u>110</u>	50

(continued)

(continued)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Increase in long-term compensated absences	(565)	
Decrease in accrued interest expense	457	
Decrease in personal income tax distribution liability	<u>1,835</u>	1,727

Amortization expense on the net pension asset		(6,152)
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Additions to pollution remediation obligation	(422)	
Pollution remediation activities incurred and paid within the fiscal year	<u>47</u>	(375)

Current year expense for net other post-employment benefits obligation		(9,876)
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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>9,944</u>
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Change in net assets of Governmental Activities

	<u><u>\$ 19,984</u></u>
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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 109.

MULTNOMAH COUNTY, OREGON
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General 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>		
REVENUES				
Taxes				
Property:				
Current	\$ 215,528	\$ 215,528	\$ 218,909	\$ 3,381
Prior	4,326	4,326	5,392	1,066
Penalties and interest	1,395	1,395	1,888	493
Payments in lieu of taxes	1,002	1,002	1,335	333
Business income	42,528	42,528	44,150	1,622
Personal income	1,000	1,000	905	(95)
Motor vehicle rental	17,412	17,412	17,148	(264)
Intergovernmental:				
State	13,380	12,619	11,588	(1,031)
Local	3,064	2,960	2,837	(123)
Licenses and permits	7,720	7,714	8,153	439
Charges for services	12,299	12,305	10,470	(1,835)
Interest	2,260	2,260	853	(1,407)
Other:				
Service reimbursements	16,269	17,551	15,681	(1,870)
Miscellaneous	1,320	1,320	1,139	(181)
Total revenues	<u>339,503</u>	<u>339,920</u>	<u>340,448</u>	<u>528</u>
EXPENDITURES				
Community justice	52,383	51,517	50,834	683
Community services	10,804	10,805	9,660	1,145
County management	31,531	31,561	29,229	2,332
District attorney	18,452	18,437	18,389	48
Health services	51,110	52,023	48,514	3,509
Human services	45,585	45,828	44,127	1,701
Nondepartmental	17,650	17,678	15,527	2,151
Sheriff	97,032	98,173	97,410	763
Total expenditures	<u>324,547</u>	<u>326,022</u>	<u>313,690</u>	<u>12,332</u>
Excess of revenues over expenditures	<u>14,956</u>	<u>13,898</u>	<u>26,758</u>	<u>12,860</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	18,552	18,552	18,200	(352)
Transfers out	<u>(16,528)</u>	<u>(16,920)</u>	<u>(16,920)</u>	<u>-</u>
Total other financing sources (uses)	2,024	1,632	1,280	(352)
Contingency	<u>(7,250)</u>	<u>(5,800)</u>	<u>-</u>	<u>5,800</u>
Net change in fund balances	9,730	9,730	28,038	18,308
Fund balances - beginning	23,133	23,133	31,377	8,244
Fund balances - ending	<u>\$ 32,863</u>	<u>\$ 32,863</u>	<u>\$ 59,415</u>	<u>\$ 26,552</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, 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>		
REVENUES				
Intergovernmental	\$ 180,015	\$ 201,660	\$ 185,700	\$ (15,960)
Licenses and permits	1,089	999	1,015	16
Charges for services	56,772	65,002	67,513	2,511
Interest	7	7	2	(5)
Other:				
Non-governmental grants	1,899	2,209	2,876	667
Service reimbursements	94	99	-	(99)
Miscellaneous	159	52	169	117
Total revenues	<u>240,035</u>	<u>270,028</u>	<u>257,275</u>	<u>(12,753)</u>
EXPENDITURES				
Community justice	27,093	27,827	25,224	2,603
Community services	98	152	119	33
County management	82	117	73	44
District attorney	5,757	6,619	6,046	573
Health services	84,609	101,208	96,402	4,806
Human services	108,191	126,819	117,075	9,744
Nondepartmental	4,270	4,592	2,442	2,150
Sheriff	11,291	11,536	10,687	849
Total expenditures	<u>241,391</u>	<u>278,870</u>	<u>258,068</u>	<u>20,802</u>
Net change in fund balances	(1,356)	(8,842)	(793)	8,049
Fund balances - beginning	1,356	8,842	6,735	(2,107)
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>5,942</u>	<u>\$ 5,942</u>

Reconciliation to GAAP Basis:

Intergovernmental revenues for State payments to County service providers	66,140
State payments to County service providers	<u>(66,140)</u>
Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance, Page 36	<u>\$ 5,942</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, 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>		
REVENUES				
Taxes - property	\$ 39,494	\$ 39,494	\$ 40,263	\$ 769
Payments in lieu of taxes	-	-	13	13
Intergovernmental	574	574	663	89
Licenses and permits	160	160	161	1
Charges for services	1,471	1,471	1,596	125
Interest	612	612	170	(442)
Other:				
Non-governmental grants	1,616	1,566	1,737	171
Service reimbursements	35	35	-	(35)
Miscellaneous	1	51	24	(27)
Total revenues	<u>43,963</u>	<u>43,963</u>	<u>44,627</u>	<u>664</u>
EXPENDITURES				
Library	<u>63,678</u>	<u>63,678</u>	<u>60,550</u>	<u>3,128</u>
Deficiency of revenues under expenditures	<u>(19,715)</u>	<u>(19,715)</u>	<u>(15,923)</u>	<u>3,792</u>
OTHER FINANCING SOURCES				
Proceeds from issuance of debt	1,600	1,600	800	(800)
Transfers in	<u>13,928</u>	<u>13,928</u>	<u>13,927</u>	<u>(1)</u>
Total other financing sources	15,528	15,528	14,727	(801)
Contingency	<u>(1,000)</u>	<u>(1,000)</u>	<u>-</u>	<u>1,000</u>
Net change in fund balances	(5,187)	(5,187)	(1,196)	3,991
Fund balances - beginning	<u>20,125</u>	<u>20,125</u>	<u>20,291</u>	<u>166</u>
Fund balances - ending	<u>\$ 14,938</u>	<u>\$ 14,938</u>	<u>19,095</u>	<u>\$ 4,157</u>
Reconciliation to GAAP Basis:				
In kind contributions			1,007	
Consumption of in kind contributions			<u>(1,007)</u>	
Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance, Page 36			<u>\$ 19,095</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 119.

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, 2010

(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	\$ 524	\$ 256	\$ 17,235	\$ 18,015	\$ 71,895
Receivables (net of allowances for uncollectibles):					
Accounts	101	-	95	196	1,077
Special assessments	38	17	-	55	-
Due from other funds	-	-	-	-	14
Inventories	-	-	-	-	1,489
Prepaid items	-	-	-	-	1,198
Total current assets	<u>663</u>	<u>273</u>	<u>17,330</u>	<u>18,266</u>	<u>75,673</u>
Noncurrent assets:					
Advances to other funds	-	-	-	-	89
Contracts Receivable	-	-	-	-	500
Construction in progress	305	-	-	305	-
Other capital assets (net of accumulated depreciation)	1,850	1,541	-	3,391	6,300
Total assets	<u>2,818</u>	<u>1,814</u>	<u>17,330</u>	<u>21,962</u>	<u>82,562</u>
LIABILITIES					
Current liabilities:					
Accounts payable	184	24	4,319	4,527	8,427
Claims and judgments payable	-	-	-	-	12,189
Payroll payable	-	-	11	11	689
Unearned revenue	-	-	-	-	45
Due to other funds	14	-	-	14	-
Compensated absences	-	-	9	9	745
Total current liabilities	<u>198</u>	<u>24</u>	<u>4,339</u>	<u>4,561</u>	<u>22,095</u>
Noncurrent liabilities:					
Compensated absences	-	-	16	16	1,903
Advances from other funds	89	-	-	89	-
Incremental leases payable	-	-	-	-	1,697
Total noncurrent liabilities	<u>89</u>	<u>-</u>	<u>16</u>	<u>105</u>	<u>3,600</u>
Total liabilities	<u>287</u>	<u>24</u>	<u>4,355</u>	<u>4,666</u>	<u>25,695</u>
NET ASSETS					
Invested in capital assets	2,155	1,541	-	3,696	6,300
Unrestricted	376	249	12,975	13,600	50,567
Total net assets	<u>\$ 2,531</u>	<u>\$ 1,790</u>	<u>\$ 12,975</u>	<u>\$ 17,296</u>	<u>\$ 56,867</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, 2010
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds				
	Dunthorpe- Riverdale Service District	Mid County Service District	Behavioral Health Managed Care	Total	Governmental Activities - Internal Service Funds
OPERATING REVENUES					
Charges for sales and services	\$ 809	\$ 341	\$ 42,931	\$ 44,081	\$ 155,942
Insurance premiums	-	-	-	-	7,548
Experience ratings and other	-	7	-	7	1,417
Total operating revenues	<u>809</u>	<u>348</u>	<u>42,931</u>	<u>44,088</u>	<u>164,907</u>
OPERATING EXPENSES					
Cost of sales and services	395	307	36,751	37,453	144,899
Administration	42	33	2,456	2,531	3,343
Depreciation	64	63	-	127	2,305
Total operating expenses	<u>501</u>	<u>403</u>	<u>39,207</u>	<u>40,111</u>	<u>150,547</u>
Operating income (loss)	<u>308</u>	<u>(55)</u>	<u>3,724</u>	<u>3,977</u>	<u>14,360</u>
NONOPERATING REVENUES (EXPENSES)					
Interest revenue	5	2	121	128	455
Interest expense	(15)	-	-	(15)	-
Intergovernmental revenue	68	-	-	68	-
Gain on disposal of capital assets	-	-	-	-	218
Loss on disposal of capital assets	-	-	-	-	(439)
Total nonoperating revenues	<u>58</u>	<u>2</u>	<u>121</u>	<u>181</u>	<u>234</u>
Income (loss) before contributions and transfers	366	(53)	3,845	4,158	14,594
Capital contributions in	-	65	-	65	12
Capital contributions out	-	-	-	-	(17)
Transfers in	-	-	-	-	1,663
Transfers out	-	-	-	-	(6,308)
Change in net assets	<u>366</u>	<u>12</u>	<u>3,845</u>	<u>4,223</u>	<u>9,944</u>
Total net assets - beginning	<u>2,165</u>	<u>1,778</u>	<u>9,130</u>	<u>13,073</u>	<u>46,923</u>
Total net assets - ending	<u>\$ 2,531</u>	<u>\$ 1,790</u>	<u>\$ 12,975</u>	<u>\$ 17,296</u>	<u>\$ 56,867</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, 2010
(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	\$ 712	\$ 346	\$ 42,837	\$ 43,895	\$ 165,441
Payments to suppliers	(367)	(317)	(33,759)	(34,443)	(97,357)
Payments to employees	(63)	(17)	(4,354)	(4,434)	(36,770)
Internal activity - payments to other funds	(7)	(7)	(985)	(999)	(11,742)
Net cash provided by operating activities	<u>275</u>	<u>5</u>	<u>3,739</u>	<u>4,019</u>	<u>19,572</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	-	-	-	-	1,663
Transfers out	-	-	-	-	(6,308)
Net cash used by noncapital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,645)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchases of capital assets	(305)	(11)	-	(316)	(3,271)
Internal loan repayment	(150)	-	-	(150)	150
Interest on debt	(15)	-	-	(15)	-
Capital grant proceeds	68	-	-	68	-
Proceeds on sales of capital assets	-	-	-	-	218
Net cash used by capital and related financing activities	<u>(402)</u>	<u>(11)</u>	<u>-</u>	<u>(413)</u>	<u>(2,903)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	5	2	121	128	455
Net cash provided by investing activities	<u>5</u>	<u>2</u>	<u>121</u>	<u>128</u>	<u>455</u>
Net increase (decrease) in cash and cash equivalents	(122)	(4)	3,860	3,734	12,479
Balances at beginning of the year	646	260	13,375	14,281	59,415
Balances at end of the year	<u>\$ 524</u>	<u>\$ 256</u>	<u>\$ 17,235</u>	<u>\$ 18,015</u>	<u>\$ 71,894</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:					
Operating income (loss)	\$ 308	\$ (55)	\$ 3,724	\$ 3,977	\$ 14,360
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	64	63	-	127	2,305
Changes in assets and liabilities:					
Receivables, net	(97)	(2)	(95)	(194)	340
Inventories	-	-	-	-	106
Prepaid items	-	-	-	-	(137)
Contracts receivable	-	-	-	-	150
Accounts payable	-	(1)	123	122	2,942
Claims and judgments payable	-	-	-	-	(672)
Payroll payable	-	-	1	1	(16)
Unearned revenue	-	-	-	-	4
Compensated absences	-	-	(14)	(14)	216
Incremental leases payable	-	-	-	-	(26)
Total adjustments	<u>(33)</u>	<u>60</u>	<u>15</u>	<u>42</u>	<u>5,212</u>
Net cash provided by operating activities	<u>\$ 275</u>	<u>\$ 5</u>	<u>\$ 3,739</u>	<u>\$ 4,019</u>	<u>\$ 19,572</u>
Noncash financing activities:					
Contributions of capital assets from government	\$ -	\$ 65	\$ -	\$ 65	\$ 12
Contributions of capital assets to government	-	-	-	-	(17)

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, 2010
(amounts expressed in thousands)

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ 15,803
Receivables:	
Taxes	51,703
Restricted cash	<u>7</u>
Total assets	<u>67,513</u>
 LIABILITIES	
Accounts payable	11,037
Due to other governmental units	49,624
Amounts held in trust	<u>6,852</u>
Total liabilities	<u>67,513</u>
 NET ASSETS	
Total net assets	<u><u>\$ -</u></u>

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