

MULTNOMAH COUNTY, OREGON
Governmental Funds
Balance Sheet
June 30, 2013
(amounts expressed in thousands)

	<u>General Fund</u>	<u>Federal and State Special Revenue Fund</u>	<u>PERS Pension Bond Debt Service Fund</u>
ASSETS			
Cash and investments	\$ 50,242	\$ 6,576	\$ 57,832
Receivables:			
Taxes	20,735	-	-
Accounts	40,046	24,766	-
Loans	-	679	-
Interest	1,083	-	-
Special assessments	11	-	-
Contracts	961	-	-
Inventories	500	770	-
Prepaids and deposits	218	472	-
Restricted cash and investments	-	-	-
Total assets	<u>\$ 113,796</u>	<u>\$ 33,263</u>	<u>\$ 57,832</u>
LIABILITIES			
Accounts payable	\$ 25,363	\$ 12,717	\$ -
Claims and judgments payable	-	1,609	-
Payroll payable	4,056	2,314	-
Unearned revenue	1,136	7,806	-
Total liabilities	<u>30,555</u>	<u>24,446</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES			
Resources not yet available:			
Clinic fees	25,448	-	-
Personal income taxes	328	-	-
Property taxes	12,957	-	-
Resources received before time requirements met	-	-	-
Total deferred inflows of resources	<u>38,733</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Nonspendable	576	472	-
Restricted	429	8,791	-
Committed	-	-	57,832
Assigned	-	-	-
Unassigned	43,503	(446)	-
Total fund balances	<u>44,508</u>	<u>8,817</u>	<u>57,832</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 113,796</u>	<u>\$ 33,263</u>	<u>\$ 57,832</u>

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

<u>Sellwood Bridge Replacement Capital Project Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 62,295	\$ 176,945
-	5,213	25,948
5,383	8,295	78,490
-	-	679
-	-	1,083
-	-	11
-	-	961
-	227	1,497
353	217	1,260
<u>77,252</u>	<u>146</u>	<u>77,398</u>
<u>\$ 82,988</u>	<u>\$ 76,393</u>	<u>\$ 364,272</u>
\$ 7,294	\$ 13,784	\$ 59,158
-	-	1,609
-	918	7,288
-	-	8,942
<u>7,294</u>	<u>14,702</u>	<u>76,997</u>
-	-	25,448
-	-	328
-	2,442	15,399
-	50	50
-	<u>2,492</u>	<u>41,225</u>
353	444	1,845
72,759	23,791	105,770
2,317	25,974	86,123
265	8,990	9,255
-	-	43,057
<u>75,694</u>	<u>59,199</u>	<u>246,050</u>
<u>\$ 82,988</u>	<u>\$ 76,393</u>	<u>\$ 364,272</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, 2013
(amounts expressed in thousands)

Fund Balances - Governmental Funds	\$	246,050
Amounts reported for governmental activities in the statement of net position 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	1,420,122	
Less accumulated depreciation	<u>(576,779)</u>	843,343
Net pension asset		100,989
Accrued interest payable		(1,886)
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		
		900
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	(364,793)	
Capital leases payable	(1,468)	
Loans payable	<u>(3,133)</u>	(369,394)
Deferred charge on debt refunding		1,684
Accrued compensated absences are not due and payable in the current period and therefore are not reported in the funds.		
		(24,470)
Accrued personal income tax distributions are not due and payable in the current period and therefore are not reported in the funds.		
		(256)
Pollution remediation obligation		(28)
Net other post-employment benefits obligation		(110,700)
Deferred revenue represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental funds.		
Clinic fees	25,448	
Property taxes	15,399	
Personal income taxes	<u>328</u>	41,175
Internal service funds are used by management to charge the costs of certain activities to individual funds. Net position of the internal service funds that are reported with governmental activities.		
		<u>73,688</u>
Net Position of Governmental Activities	\$	<u><u>801,095</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, 2013
(amounts expressed in thousands)

	General Fund	Federal and State Special Revenue Fund	PERS Pension Bond Debt Service Fund
REVENUES			
Taxes	\$ 318,538	\$ -	\$ -
Intergovernmental	11,388	259,044	-
Licenses and permits	10,964	1,059	-
Charges for services	38,526	40,898	-
Interest	521	-	285
Other	21,229	5,548	17,938
Total revenues	401,166	306,549	18,223
EXPENDITURES			
Current:			
General government	65,884	-	-
Health services	84,668	70,783	-
Social services	49,169	187,084	-
Public safety and justice	179,477	39,379	-
Community services	-	1,424	-
Library services	-	-	-
Roads and bridges	-	-	-
Capital outlay	299	1,963	-
Debt service:			
Principal	-	-	4,479
Interest	-	-	12,563
Total expenditures	379,497	300,633	17,042
Excess (deficiency) of revenues over (under) expenditures	21,669	5,916	1,181
OTHER FINANCING SOURCES (USES)			
Proceeds from issuance of debt	-	-	-
Premium on long-term debt	-	-	-
Proceeds from sale of capital assets	-	12	-
Transfers in	3,002	-	-
Transfers out	(19,820)	(1,052)	-
Total other financing sources (uses)	(16,818)	(1,040)	-
Net change in fund balances	4,851	4,876	1,181
Fund balances - beginning	39,657	3,941	56,651
Fund balances - ending	\$ 44,508	\$ 8,817	\$ 57,832

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

Sellwood Bridge Replacement Capital Project Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 74,203	\$ 392,741
3,032	45,414	318,878
11,132	4,530	27,685
-	7,883	87,307
221	288	1,315
-	20,101	64,816
14,385	152,419	892,742
-	3,500	69,384
-	-	155,451
-	-	236,253
-	6,851	225,707
-	33,093	34,517
-	52,438	52,438
740	43,964	44,704
63,010	14,497	79,769
40,000	15,733	60,212
2,683	4,456	19,702
106,433	174,532	978,137
(92,048)	(22,113)	(85,395)
153,000	262	153,262
21,113	-	21,113
-	8	20
-	18,868	21,870
(9,085)	(1,787)	(31,744)
165,028	17,351	164,521
72,980	(4,762)	79,126
2,714	63,961	166,924
\$ 75,694	\$ 59,199	\$ 246,050

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, 2013
(amounts expressed in thousands)

Net change in fund balances - Governmental Funds		\$	79,126
Amounts reported for governmental activities in the statement of net position 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	79,769		
Current year depreciation expense	<u>(29,104)</u>		50,665
Contributed and donated capital assets	(16)		
Proceeds on sale of capital assets	(20)		
Gain on disposal of capital assets	17		
Loss on disposal of capital assets	<u>(7,331)</u>		(7,350)
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 - clinic fees	(2,421)		
Increase in deferred revenues - property taxes	34		
Increase in deferred revenues - personal income taxes	<u>1</u>		(2,386)
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			
			(153,262)
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 expense in the statement of activities.			
Premium issued on long-term debt			(21,113)
Current year premium amortization			1,117
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			(259)
Activities related to loan provided to community based health organization:			
Decrease in principal loan balance	(191)		
Decrease in allowance for uncollectible accounts	<u>670</u>		479
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.			
			60,212
Some expenses reported in the statement of activities do not require the use of current resources			
Increase in long-term compensated absences	(847)		
Increase in accrued interest expense	<u>(88)</u>		(935)
Amortization expense on the net pension asset.			(6,151)

(continued)

(continued)

Activities related to pollution remediation obligations:		
Additions to pollution remediation obligation	(94)	
Pollution remediation activities incurred and paid within the fiscal year	<u>99</u>	5
Current year expense for net other post-employment benefits obligation		(5,513)
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>16,012</u>
Change in net position of Governmental Activities		<u>\$ 10,647</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 115.
- **Sellwood Bridge Replacement Fund** – accounts for expenditures for construction and replacement of the Sellwood Bridge. Resources are derived from Vehicle Registration Fees, City of Portland, Clackamas County, the State of Oregon and a request for federal funds, debt issuance or other financing proceeds. The schedule of revenues, expenditures, and changes in fund balances – budget and actual for the Sellwood Bridge Replacement capital projects fund is on page 122.

MULTNOMAH COUNTY, OREGON
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended June 30, 2013
(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	\$ 239,283	\$ 239,283	\$ 237,587	\$ (1,696)
Payments in lieu of taxes	382	382	1,003	621
Business income	54,420	54,420	58,750	4,330
Personal income	-	-	76	76
Motor vehicle rental	19,068	19,068	21,122	2,054
Intergovernmental	10,326	10,326	11,388	1,062
Licenses and permits	10,658	10,658	10,964	306
Charges for services	37,697	37,697	36,105	(1,592)
Interest	1,021	1,021	521	(500)
Other:				
Service reimbursements	21,574	21,842	20,756	(1,086)
Miscellaneous	1,680	1,680	473	(1,207)
Total revenues	<u>396,109</u>	<u>396,377</u>	<u>398,745</u>	<u>2,368</u>
EXPENDITURES				
Community justice	55,875	55,875	53,812	2,063
Community services	12,335	12,335	11,456	879
County assets	5,626	5,626	4,932	694
County management	29,469	29,540	28,490	1,050
District attorney	19,266	19,272	19,139	133
Health services	85,608	86,593	84,668	1,925
Human services	51,790	52,330	49,169	3,161
Nondepartmental	21,334	21,320	21,226	94
Sheriff	105,720	106,097	106,605	(508)
Total expenditures	<u>387,023</u>	<u>388,988</u>	<u>379,497</u>	<u>9,491</u>
Excess of revenues over expenditures	<u>9,086</u>	<u>7,389</u>	<u>19,248</u>	<u>11,859</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,450	3,450	3,002	(448)
Transfers out	<u>(26,387)</u>	<u>(26,387)</u>	<u>(19,820)</u>	<u>6,567</u>
Total other financing sources (uses)	<u>(22,937)</u>	<u>(22,937)</u>	<u>(16,818)</u>	<u>6,119</u>
Contingency	<u>(9,008)</u>	<u>(7,365)</u>	<u>-</u>	<u>7,365</u>
Net change in fund balances	<u>(22,859)</u>	<u>(22,913)</u>	<u>2,430</u>	<u>25,343</u>
Fund balances - beginning	54,923	54,977	67,526	12,549
Fund balances - ending	<u>\$ 32,064</u>	<u>\$ 32,064</u>	<u>69,956</u>	<u>\$ 37,892</u>

Reconciliation to GAAP Basis:

Certain clinic fee revenues are not considered available, and are reported as deferred inflows on the GAAP basis

Difference in beginning fund balance	(27,869)
Unavailable in prior year, recognized in current year	27,869
Current amount unavailable	<u>(25,448)</u>

Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances, Page 39

\$ 44,508

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, 2013
(amounts expressed in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
REVENUES				
Intergovernmental	\$ 180,458	\$ 185,054	\$ 183,443	\$ (1,611)
Licenses and permits	1,000	1,000	1,059	59
Charges for services	43,382	43,379	40,898	(2,481)
Other:				
Non-governmental grants	3,270	3,792	5,063	1,271
Service reimbursements	47	47	44	(3)
Miscellaneous	116	116	441	325
Total revenues	<u>228,273</u>	<u>233,388</u>	<u>230,948</u>	<u>(2,440)</u>
EXPENDITURES				
Community justice	23,953	23,953	23,931	22
Community services	43	43	35	8
District attorney	6,276	6,412	6,096	316
Health services	74,756	77,583	72,595	4,988
Human services	111,890	117,248	111,482	5,766
Nondepartmental	3,551	2,388	1,389	999
Sheriff	9,676	9,906	9,504	402
Total expenditures	<u>230,145</u>	<u>237,533</u>	<u>225,032</u>	<u>12,501</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,872)</u>	<u>(4,145)</u>	<u>5,916</u>	<u>10,061</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	-	135	12	(123)
Transfers out	(1,052)	(1,052)	(1,052)	-
Total other financing sources (uses)	<u>(1,052)</u>	<u>(917)</u>	<u>(1,040)</u>	<u>(123)</u>
Net change in fund balances	(2,924)	(5,062)	4,876	9,938
Fund balances - beginning	2,924	5,062	3,941	(1,121)
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>8,817</u>	<u>\$ 8,817</u>

Reconciliation to GAAP Basis:

Intergovernmental revenues for State payments to County service providers	75,601
State payments to County service providers	(75,601)
Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances, page 39	<u>\$ 8,817</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 126.

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, 2013

(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	\$ 1,286	\$ 362	\$ 21,294	\$ 22,942	\$ 84,006
Receivables (net of allowances for uncollectibles):					
Accounts	14	-	-	14	996
Special assessments	49	23	-	72	-
Inventories	-	-	-	-	705
Prepaid items	-	-	-	-	2,078
Total current assets	<u>1,349</u>	<u>385</u>	<u>21,294</u>	<u>23,028</u>	<u>87,785</u>
Noncurrent assets:					
Contracts Receivable	-	-	-	-	67
Construction in progress	74	-	-	74	1,678
Capital assets (net of accumulated depreciation)	2,200	1,398	-	3,598	6,575
Total noncurrent assets	<u>2,274</u>	<u>1,398</u>	<u>-</u>	<u>3,672</u>	<u>8,320</u>
Total assets	<u>3,623</u>	<u>1,783</u>	<u>21,294</u>	<u>26,700</u>	<u>96,105</u>
LIABILITIES					
Current liabilities:					
Accounts payable	112	32	1,443	1,587	6,072
Claims and judgments payable	-	-	3,200	3,200	11,230
Payroll payable	-	-	-	-	617
Unearned revenue	-	-	-	-	44
Compensated absences	-	-	-	-	2,367
Total current liabilities	<u>112</u>	<u>32</u>	<u>4,643</u>	<u>4,787</u>	<u>20,330</u>
Noncurrent liabilities:					
Compensated absences	-	-	-	-	53
Incremental leases payable	-	-	-	-	2,034
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,087</u>
Total liabilities	<u>112</u>	<u>32</u>	<u>4,643</u>	<u>4,787</u>	<u>22,417</u>
NET POSITION					
Invested in capital assets	2,274	1,398	-	3,672	8,253
Unrestricted	1,237	353	16,651	18,241	65,435
Total net position	<u>\$ 3,511</u>	<u>\$ 1,751</u>	<u>\$ 16,651</u>	<u>\$ 21,913</u>	<u>\$ 73,688</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, 2013
(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	\$ 852	\$ 377	\$ 42,857	\$ 44,086	\$ 158,899
Insurance premiums	-	-	-	-	8,157
Experience ratings and other	-	-	81	81	752
Total operating revenues	<u>852</u>	<u>377</u>	<u>42,938</u>	<u>44,167</u>	<u>167,808</u>
OPERATING EXPENSES					
Cost of sales and services	448	287	35,397	36,132	155,356
Administration	30	36	3,189	3,255	4,619
Depreciation	76	66	-	142	2,013
Total operating expenses	<u>554</u>	<u>389</u>	<u>38,586</u>	<u>39,529</u>	<u>161,988</u>
Operating income (loss)	<u>298</u>	<u>(12)</u>	<u>4,352</u>	<u>4,638</u>	<u>5,820</u>
NONOPERATING REVENUES (EXPENSES)					
Interest revenue	6	2	87	95	322
Gain on disposal of capital assets	-	-	-	-	102
Loss on disposal of capital assets	-	-	-	-	(122)
Miscellaneous revenue	-	16	-	16	-
Total nonoperating revenues	<u>6</u>	<u>18</u>	<u>87</u>	<u>111</u>	<u>302</u>
Income before contributions and transfers	304	6	4,439	4,749	6,122
Capital contributions in	-	10	-	10	16
Transfers in	-	-	-	-	10,798
Transfers out	-	-	-	-	(924)
Change in net position	<u>304</u>	<u>16</u>	<u>4,439</u>	<u>4,759</u>	<u>16,012</u>
Total net position - beginning	3,207	1,735	12,212	17,154	57,676
Total net position - ending	<u>\$ 3,511</u>	<u>\$ 1,751</u>	<u>\$ 16,651</u>	<u>\$ 21,913</u>	<u>\$ 73,688</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, 2013
(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	\$ 851	\$ 377	\$ 42,939	\$ 44,167	\$ 12,741
Receipts connected with interfund activities	-	-	-	-	155,034
Payments to suppliers	(816)	(317)	(30,350)	(31,483)	(114,768)
Payments to employees	(17)	(25)	(4,718)	(4,760)	(36,514)
Payments connected with interfund activities	-	-	(2,569)	(2,569)	(9,123)
Net cash provided by operating activities	<u>18</u>	<u>35</u>	<u>5,302</u>	<u>5,355</u>	<u>7,370</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	-	-	-	-	10,798
Transfers out	-	-	-	-	(924)
Net cash provided by noncapital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,874</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchases of capital assets	(52)	-	-	(52)	(3,349)
Proceeds on sales of capital assets	-	-	-	-	111
Receipt from insurance settlement	-	16	-	16	-
Net cash provided by (used in) capital and related financing activities	<u>(52)</u>	<u>16</u>	<u>-</u>	<u>(36)</u>	<u>(3,238)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	6	2	87	95	322
Net cash provided by investing activities	<u>6</u>	<u>2</u>	<u>87</u>	<u>95</u>	<u>322</u>
Net increase (decrease) in cash and cash equivalents	(28)	53	5,389	5,414	14,328
Balances at beginning of the year	1,314	309	15,905	17,528	69,678
Balances at end of the year	<u>\$ 1,286</u>	<u>\$ 362</u>	<u>\$ 21,294</u>	<u>\$ 22,942</u>	<u>\$ 84,006</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:					
Operating income (loss)	\$ 298	\$ (12)	\$ 4,352	\$ 4,638	\$ 5,820
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation	76	66	-	142	2,013
Changes in assets and liabilities:					
Receivables, net	(1)	(1)	-	(2)	(192)
Inventories	-	-	-	-	316
Prepaid items	-	-	-	-	(537)
Contracts receivable	-	-	-	-	148
Accounts payable	(355)	(18)	(2,219)	(2,592)	57
Claims and judgments payable	-	-	3,200	3,200	(154)
Payroll payable	-	-	(12)	(12)	(73)
Unearned revenue	-	-	-	-	16
Compensated absences	-	-	(19)	(19)	(227)
Incremental leases payable	-	-	-	-	183
Total adjustments	<u>(280)</u>	<u>47</u>	<u>950</u>	<u>717</u>	<u>1,550</u>
Net cash provided by operating activities	<u>\$ 18</u>	<u>\$ 35</u>	<u>\$ 5,302</u>	<u>\$ 5,355</u>	<u>\$ 7,370</u>
Noncash financing activities:					
Contributions of capital assets from government	\$ -	\$ 10	\$ -	\$ 10	\$ 16

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, 2013
(amounts expressed in thousands)

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ 19,947
Receivables:	
Taxes	63,449
Restricted cash	183
Total assets	<u>83,579</u>
LIABILITIES	
Accounts payable	13,452
Due to other governmental units	59,376
Amounts held in trust	10,751
Total liabilities	<u>83,579</u>
NET POSITION	
Total net position	<u>\$ -</u>

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