

MULTNOMAH COUNTY, OREGON ANNUAL COMPREHENSIVE FINANCIAL REPORT



FISCAL YEAR ENDED JUNE 30, 2022

About the Cover

In 2009, Multnomah County established the Community Reaps Our Produce and Shares (CROPS) program. The program was established to address hunger, a growing public health concern, and its links to obesity, and chronic disease. The CROPS farm located in East Multnomah County is used to plant and grow food crops. Tons of fresh produce is donated to the Oregon Food Bank.

Image: in September 2022 County leaders (County Chair Deborah Kafoury and District 4 Commissioner Lori Stegmann) along with community partners broke ground on a new 3.5 acre CROPS Program . The project will transform the land into a farm. Mudbone Grown will manage the CROPS farm.

Mudbone is a black-owned farm enterprise that grows and celebrates culturally-specific ancestral foods, value-added products, and food hubs for systemically absent or barriered communities. Food security and food sovereignty are the foundational values. The farm provides agricultural training, education, economic development, workforce development, farming for procurement, community farm visits and tours, and community placemaking.

MULTNOMAH COUNTY, OREGON
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2022



Prepared by: Department of County Management
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INTRODUCTORY SECTION

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Department of County Management
Finance and Risk Management

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December 2, 2022

Honorable County Chair, Board of County Commissioners
and Citizens of Multnomah County, Oregon,

We are pleased to submit the Annual Comprehensive Financial Report (ACFR) of Multnomah County, Oregon, (the County) for the fiscal year ended June 30, 2022, together with the unmodified opinion of our independent certified public accountants, Moss Adams LLP.

The ACFR is published to provide the Board of County Commissioners, County staff, our residents, and other interested readers with detailed financial information that presents the County's financial position and activities of County departments. The Department of County Management is responsible for the preparation of this report as required by Oregon Revised Statutes (ORS 297.425). Also included are Audit Comments and Disclosures required under the *Minimum Standards for Audits of Oregon Municipal Corporations* of the Oregon Administrative Rules (OAR).

In addition, the County is required to have a comprehensive single audit of its Federal Assistance Programs in accordance with the Office of Management and Budget (OMB) 2 CFR Part 200 (Uniform Administrative Guidance) and the provisions of Government Auditing Standards promulgated by the U.S. Comptroller General as they pertain to financial and compliance audits. A report on the County's compliance with applicable Federal laws and regulations related to the OMB 2 CFR Part 200 is included with this reporting beginning on page 271.

This report presents fairly the financial position of the various funds of the County at June 30, 2022, and the operations of the various funds in conformance of accounting principles generally accepted in the United States of America (US GAAP). It is prepared under the guidelines for financial reporting developed by the Government Finance Officers Association of the United States and Canada (GFOA) and the principles established by the Governmental Accounting Standards Board (GASB), including all effective GASB pronouncements.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF MULTNOMAH COUNTY, OREGON

County Profile

Multnomah County, incorporated in 1854, is located in northwestern Oregon at the confluence of the Columbia and Willamette rivers, approximately 110 river miles and 80 highway miles from the Pacific Ocean. The County covers 465 square miles, and serves an estimated population as of April 1, 2020 of 812,428 residents. The cities of Portland and Gresham are the largest incorporated cities in the County.

Multnomah County is governed according to its Home Rule Charter. The County's charter, adopted in January 1967, has had several subsequent amendments. The County is governed by a Board of County Commissioners consisting of four non-partisan members elected from designated districts within the County and the Chair of the Board, elected at large. The Board of County Commissioners conducts all legislative business of the County.

Multnomah County provides a full range of services including, but not limited to:

- Law Enforcement
- Elections
- Adult and Juvenile Corrections
- Animal Control
- Public Health
- Construction and Maintenance of Roads, Bridges, and Other Infrastructure
- Parole and Probation
- Aging and Disability Services
- Health Services (Clinical and Dental Services)
- Mental Health and Addictions Services
- Services to Houseless Individuals
- Internal Business Support

In November 2012, the voters of Multnomah County approved the creation of the Multnomah County Library District. The Library District formed in fiscal year 2014 and is supported by a dedicated Property Tax levy. It is legally separate from Multnomah County, although the Board of County Commissioners also serves as the Library District Board. The Library District is included in the County's financial statements, as is The Library Foundation, a tax-exempt foundation whose primary purpose is to support the County's libraries through raising, receiving, administering and disbursing funds, grants, bequests and gifts for the benefit of the County libraries.

Certain sanitary and lighting services are provided as legally separate Service District Authorities, which function, in essence, as departments of the County and therefore are included in the County's financial statements as component units. The County also maintains a Hospital Facilities Authority (Authority) whose primary purpose is to issue conduit debt for health care facilities. The Hospital Facilities Authority is also considered a component unit but it is not included in the County's financial statements as the activity of the Authority is not material to the County's financial statements.

Additional information on these legally separate entities can be found in Note I. *Summary of Significant Accounting Policies* of the *Notes to the Basic Financial Statements*.

PROFILE OF MULTNOMAH COUNTY, OREGON

Accounting System and Budget Control

This report consists of management's representations concerning the finances of the County. Management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the County's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's budget is prepared on the modified cash basis of accounting. In accordance with State statutes, the County budgets all funds except custodial funds. The County budget is adopted by the Board of County Commissioners by department for each fund. The expenditure appropriations lapse at the end of the fiscal year. Additional unanticipated resources and corresponding appropriations may be added to the budget during the fiscal year through a supplemental budget process. Original and supplemental budgets may be modified during the fiscal year by the use of appropriation transfers between categories. Appropriation transfers must be approved by the Board of County Commissioners in public meetings prior to the related expenditures. During the fiscal year, three supplemental budgets were adopted.

Budget to actual comparisons are provided in this report for each individual governmental and proprietary fund for which an appropriated annual budget has been adopted. The General Fund, the Federal/State Program Special Revenue Fund, the Coronavirus (COVID-19) Response Special Revenue Fund, and the Preschool for All Program Special Revenue Fund budget to actual comparisons are provided on pages 58-61 as part of the basic financial statements for the governmental funds. For the Multnomah County Library Capital Construction Fund and all other governmental funds with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 159.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

Economic Conditions and Financial Outlook

Local Economy: Multnomah County is in the “Greater Portland” metropolitan area, which include cities on both sides of the Columbia River. This metropolitan area is the financial, trade, transportation and service center for Oregon, southwest Washington and the Columbia River Basin. Its manufacturing base includes electronics, machinery, transportation equipment, and fabricated metals.

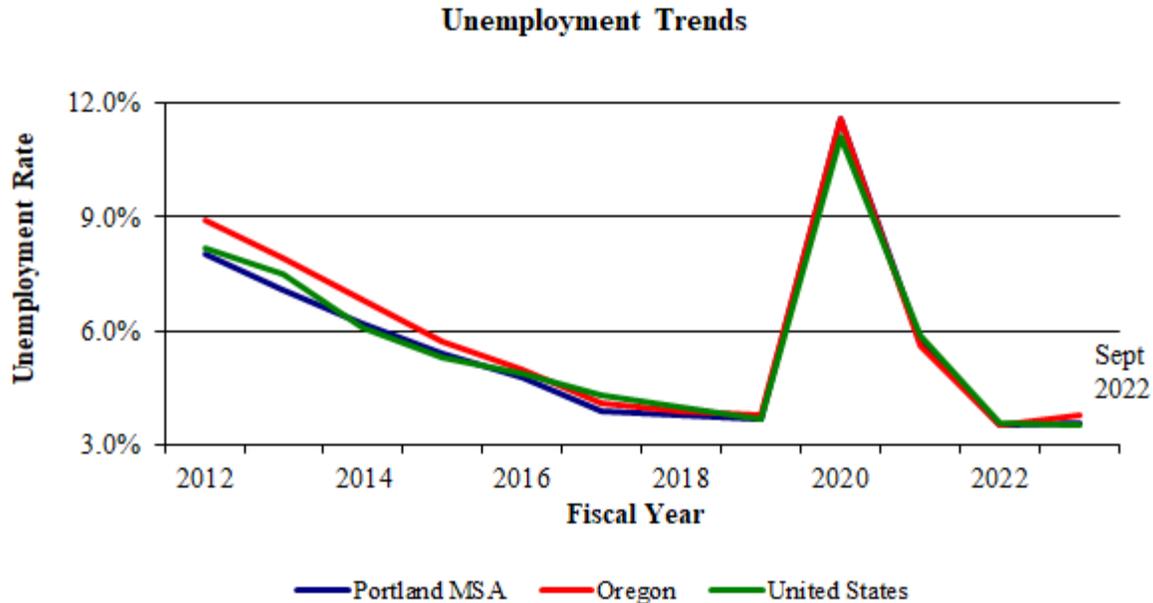
The economic recovery from the pandemic-induced recession continues to be rapid and uneven. As of September 2022, the unemployment rates in both Oregon and Multnomah County remain at historic low levels, comparable to pre-pandemic levels in 2019. Peak unemployment rates hit 13.1 percent during the height of the pandemic in April 2020. The massive disruption to the national and local economy was significantly aided by extraordinary federal action through unemployment payments, direct assistance to households/businesses, and support to the healthcare industry. The unemployment rate in Portland metropolitan area as of September 2022 was 3.6 percent, a 1.1 percent decrease from September 2021 and a 9.5 percent decrease from the peak unemployment rate. Certain industries that were directly impacted by changes in consumer behavior and public health interventions continue to lag behind in the recovery. Inflationary pressures have become one of the biggest concerns to the local and national economy. Consumer prices have jumped 8.2 percent in the last year, a 40 year high. Inflation has been primarily driven by supply chain disruptions, labor shortages, and generally higher costs to produce goods and deliver services.

Gross Domestic Product (GDP) – the output of goods and services produced in the United States – increased at an annual rate of 1.6 percent and 0.6 percent in quarters one and two of 2022, but increased 2.5 percent in quarter three of 2022. To combat historic inflationary pressures the Federal Reserve has increased interest rates four times, with the latest rate hike increasing the federal funds rate to 4 percent. This unprecedented action to curve inflation has raised concerns of a recession in the next one to two years. Despite the tight labor market and health of household balance sheets, consumer sentiment has become more pessimistic to rising prices.

The Federal government took extraordinary measures to combat the economic disruption of the pandemic. In March of 2020, US Congress passed economic relief package, Coronavirus Aid, Relief, and Economic Security (CARES) Act and more recently in March of 2021 passed The American Rescue Plan Act (ARPA). Both of these legislative actions have provided direct economic assistance to workers and small businesses, in addition to providing financial support to local governments to combat the impacts of COVID-19. Multnomah County received a direct allocation of \$28 million from CARES Act in fiscal year 2020 and \$157.8 million over a two-year period (fiscal year 2021-2022) from ARPA, the latest payments of \$78.9 million in late fiscal year 2022. Economic growth returned to normal levels after the massive contraction caused by the pandemic, but more recent inflation pressures have caused future recession concerns.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

The chart below displays how unemployment rates have steadily declined since the great recession of 2008, with the local rates being slightly below the national average. The economic impact of the global pandemic has resulted in the local unemployment rates peaking in 2020 slightly above national rates (11.6 vs 11.1 percent) but decreasing to 3.6 percent in September 2022 slightly below national average of 3.5 percent.



Locally, the residential real estate market has seen continuous price increases until very recently. The inventory of single-family homes for sale has been at historic lows, which combined with strong income growth during economic recovery has driven prices up. As measured by S&P Case-Shiller Home Price Index for Portland metro area, home prices increased by almost 17.9 percent during 2021. More recently, the Federal Reserve interest hikes to slow inflation growth has reversed price increases. The S&P Case-Shiller Home Price Index for Portland metro area, decreased to 8.6 percent in August of 2022. For multi-family housing, the eviction moratorium put in place during the pandemic ended. According to the Census's Households Pulse Survey, as of early 2022, about 12 percent of Oregon households reported being behind on monthly rent. Continued Multnomah County rental assistance programs remain a top priority.

The Oregon Economic and Revenue Forecast (dated December 2022) is now predicting a mild recession in the coming years though uncertainty remains (an economic soft landing remains possible). High inflation and the aggressive federal interest hikes will begin to slow down the economy. Inflation is at a 40-year high and historically inflationary booms end up causing some sort of significant economic slowing. Business investment, personal income, and consumer spending is expected to begin to slow. Real GDP is expected to again turn negative in the quarters ahead, with job losses possibly starting as early as the summer of 2023. The State expects revenues for the 2023-25 biennium to be about \$3 billion lower than the current biennium as corporate profits, investment income earnings slow, and a record kicker credit is paid out (about \$3.7 billion). The State notes that the recent significant revenue growth has been driven primarily by nonwage sources of income, which will likely prove to be temporary.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

Financial Outlook: At the beginning of March 2020, the Board of County Commissioners facing a General Fund budget deficit for fiscal year 2021 and a long term “structural deficit,” approved an amendment to the County Business Income Tax (BIT) code that increased the BIT rate beginning with tax year 2020 from 1.45 percent to 2 percent. At the time, it was estimated this rate increase would solve the structural deficit over a 5-year period. The global pandemic significantly altered the County's financial picture by reducing forecasted tax revenues (BIT and Motor Vehicle Rental Taxes). Fortunately for the County, the federal aid packages of 2020 and 2021 have driven a faster than expected economic recovery that has supported stability and growth in the County's key tax revenues. BIT collections were up 24 percent in fiscal year 2022. Property and motor vehicle rental taxes were up 5.7 and 87.8 percent respectively.

Oregon's constitutional property tax limits (passed by Oregon voters in 1990 and 1997) general limits the growth of property taxes on individual properties to 3 percent a year. Since property taxes make up a significant percentage of general fund revenues (about 60 percent), the property tax limits have the effect of constraining overall revenue growth. This has become a growing concern for Multnomah County as inflationary pressures are driving up labor costs significantly. Personnel costs are the County's biggest expenditure, when these costs grow faster than property tax revenues it creates a "structural deficit" for the County General Fund. Multnomah County is in the process of renegotiating eight labor contracts that will be driving up on-going labor costs. Of the eight labor contracts, six are currently in ratified to tentative agreement status and two remain in an open process. In the latest General Fund forecast, the cost of living adjustment will be above 5 percent in 2023 and 2024.

Beginning in fiscal year 2023, several large urban renewal areas (URA) in the City of Portland will expire, returning assessed value (AV) above their frozen base back into the property tax rolls. In fiscal year 2023 and 2025, two of largest URA's will return to the rolls, in those years AV growth is expected to nearly double. Property tax revenues are expected to grow by about 4.4 percent in fiscal year 2023, driven by higher assessed value, lower compression, and a lower assumed delinquency rate. Motor vehicle rental tax revenues have recovered to pre-pandemic levels in fiscal year 2022 and are expected to grow by 2 percent in fiscal year 2023. BIT revenues are expected to decrease by about 9 percent in fiscal year 2023 as historically high corporate profits cool.

The November 2022 5-year General Fund forecast is projecting a slight \$88 thousand deficit in 2024 turning into a \$3 million surplus in fiscal year 2025. A surplus is projected to remain until fiscal year 2028 when the County's OPERS (Oregon Public Employees Retirement System) transition surplus of about 2 percent rolls off, a deficit is forecasted to be \$9 million in fiscal year 2028. The latest forecast is primarily begin impacted by rising labor costs, inflation, risks of recession and the slowing of historically high corporate profits.

As the local Public Health Authority, Multnomah County has played a leading role in the regional COVID-19 response. Multnomah County has provided (and continues) to provide broad level supports to combat the pandemic and its economic impacts. Services include testing, contact tracing, isolation and quarantine, physical distancing shelters, vaccination, rent assistance, food assistance, business relief, etc. Both the health and economic impacts of COVID-19 have fallen disproportionately on communities of color. The County's COVID-19 response has been culturally-specific and has targeted resources to communities hardest hit by both the virus and the economic contraction. The County provides an equity lens to all policy decisions.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

In fiscal year 2022, Multnomah County spent nearly \$158 million on its COVID-19 response. External funding has primarily funded Multnomah County's pandemic response: this included direct federal assistance (e.g. ARPA) and new or enhanced grant funding. Multnomah County received a direct ARPA allocation for \$157.8 million (received over a two-year period, 2021-2022) to be used on COVID-19 related expenditures. The funding has an expiration date of December 31, 2024. ARPA funding has been programmed to be spent out in fiscal year 2023. Below is summary of priority areas used by the County to allocate funding.

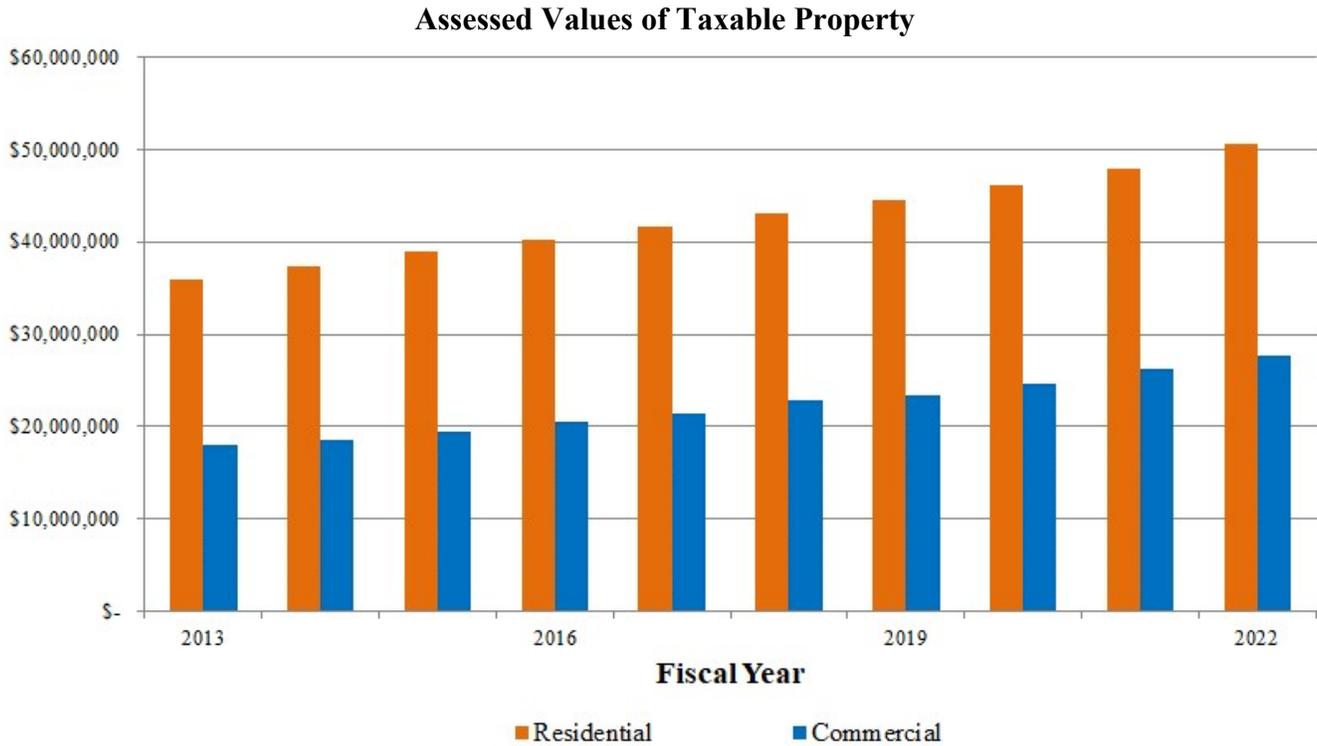
- 01 Public Health Emergency Response**
Testing, tracing, outbreak response, vaccination, call center, emergency ops, communication, education & engagement.
- 02 Core Services Supporting People in our Care**
Uphold the welfare of people in our direct care, particularly those in congregate settings like shelter, jail and juvenile detention.
- 03 Restore Services Impacted by Budget Reductions**
Restore and continue important services that are impacted by budget cuts at the local, state or federal level.
- 04 Crisis Response & Community Recovery**
Maintain the social service safety net, and make investments that address the negative impacts of the pandemic to help our community recover.
- 05 Critical County Infrastructure**
Investments in key County infrastructure like improved air quality in our buildings and expanded technology.

The County will continue to fund certain programs that are supporting the economic recovery beyond the expiration of federal assistance. Uncertainty remains on how those critical programs will be funded as ARPA and other enhanced federal/state funding end.

General Fund Revenues: As noted previously, property taxes are the largest single source of revenue in the County's General Fund. Property taxes account for more than 60 percent of General Fund revenues and have seen a consistent, slow increase over the past ten years despite significant increases in real estate values. Property taxes are governed by two state constitutional measures, Measure 5 and Measure 50, which set limits on the amount of tax that can be collected. In fiscal 2022, property taxes collections were up 5.7 percent and the forecasted growth is expected to decrease to about 4.4 percent in fiscal year 2023. Property taxes are sensitive to taxable value growth and compression.

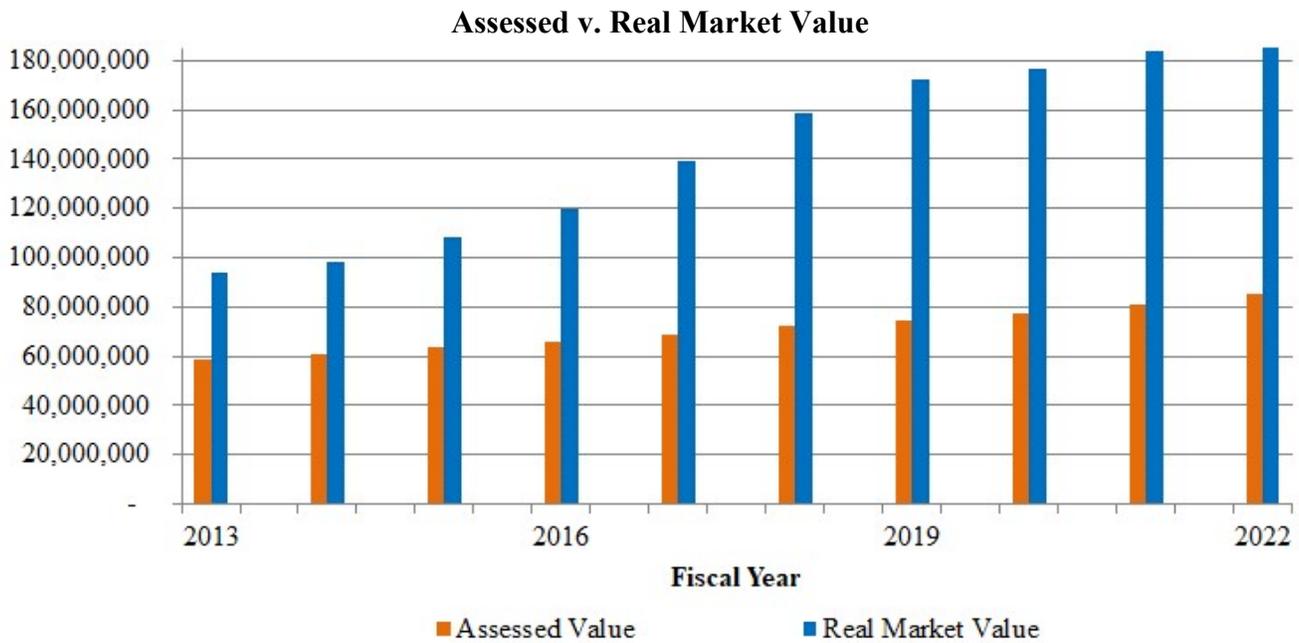
ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

The following charts highlight the County's residential and commercial assessed values (AV) over the past ten years. Residential property has experienced a 40.6 percent increase in AV over a ten-year period compared to a 53.1 percent increase for commercial AV over the same period.



ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

The following chart highlights an interesting feature of Oregon's tax system. All new construction is placed on the tax rolls using what is known as a Changed Property Ratio (CPR). The CPR indexes all taxable property values to what they would have been in 1995, the effective year of Measure 50. As an example, a new house that sold in Multnomah County for \$500,000 would have an AV of about \$250,000 which could then only grow by 3 percent annually. A separate CPR is calculated for each class of properties. While the statutory limits on AV growth tend to restrict the growth in tax revenues, applying the CPR ensures that revenues are buffered somewhat during economic downturns.



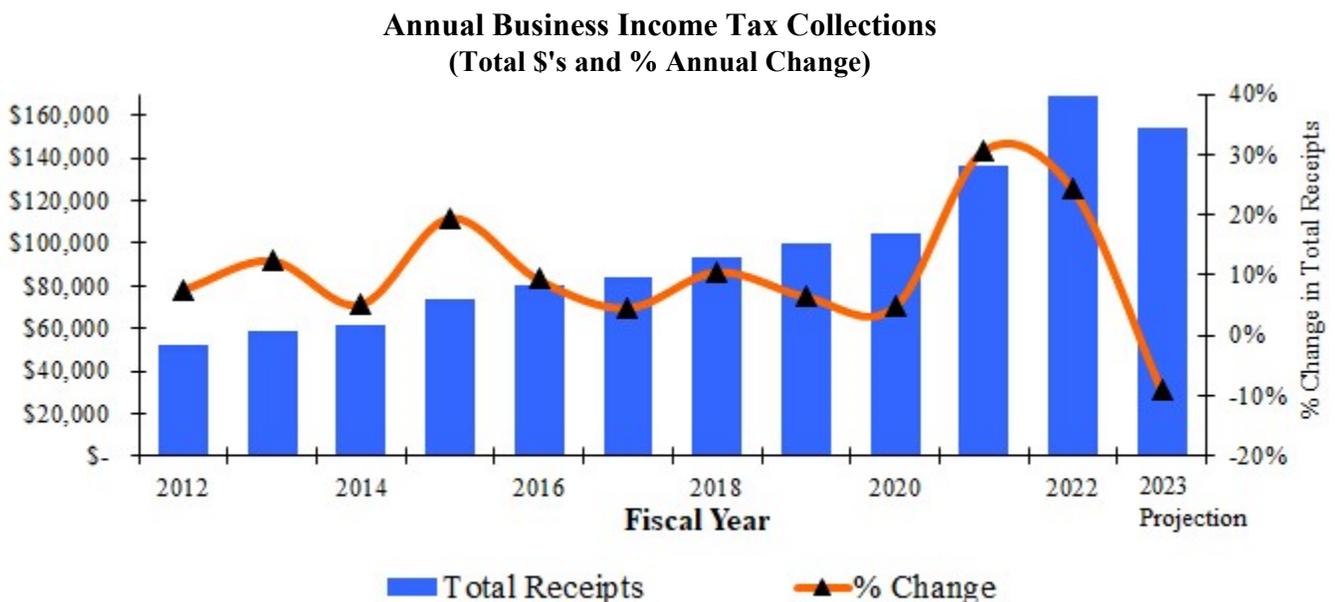
ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

Business income tax (BIT) is the second largest source of revenue in the General Fund and is set at a rate of 2 percent of net income. In March of 2020, the Board of County Commissioners approved an increase to the tax rate from 1.45 percent to 2 percent beginning with tax year 2020. The last permanent tax rate increase occurred in 1987. Unlike the State of Oregon’s corporate income tax, the BIT is assessed against all types of business entities. There are over 100,000 active business income accounts in Multnomah County. Tax collections generally parallel economic cycles. In fiscal year 2022, collections were \$169 million, a 24 percent increase over fiscal year 2021 and the highest level of BIT collections ever received. Since the end of the “great recession” BIT revenues have grown, on average, by 10 percent annually.

The current forecast assumes decline from historic highs for fiscal year 2023, a decrease of 9 percent from fiscal year 2022. The federal economic intervention over the last two years has increased overall incomes boosting increased spending and aggregate demand. US household incomes have seen a boost in wages and available savings. Some of the largest payers of the County’s BIT have seen stronger than expected profits coming out of the pandemic. Average tax contributions from the top 10 payers from 2003-2017 tax years was about 11 percent, for tax year 2020 the contributions increased to almost 21 percent. For the same periods, average contributions from the top 100 payers went from 32 percent to 43 percent. Corporate profits have sharply increased since 2020, it is anticipated that may begin to slow in the coming years as labor costs increase, inflationary pressures grow, and consumer demand slows. Current forecast assumes BIT collections will remain flat in fiscal years 2024-2025 and increase at an average growth rate of 5 percent from fiscal years 2026-2028. The County continues to plan conservatively with BIT, as potential recession concerns grow.

The County has taken proactive measures to establish a separate contingency amount in the General Fund to guard against downturns in the BIT. The “BIT Stabilization Reserve” is set at \$13.6 million in fiscal year 2023, which provides an additional 10 percent buffer.

The following chart highlights the volatility of BIT collections over the past eleven years.



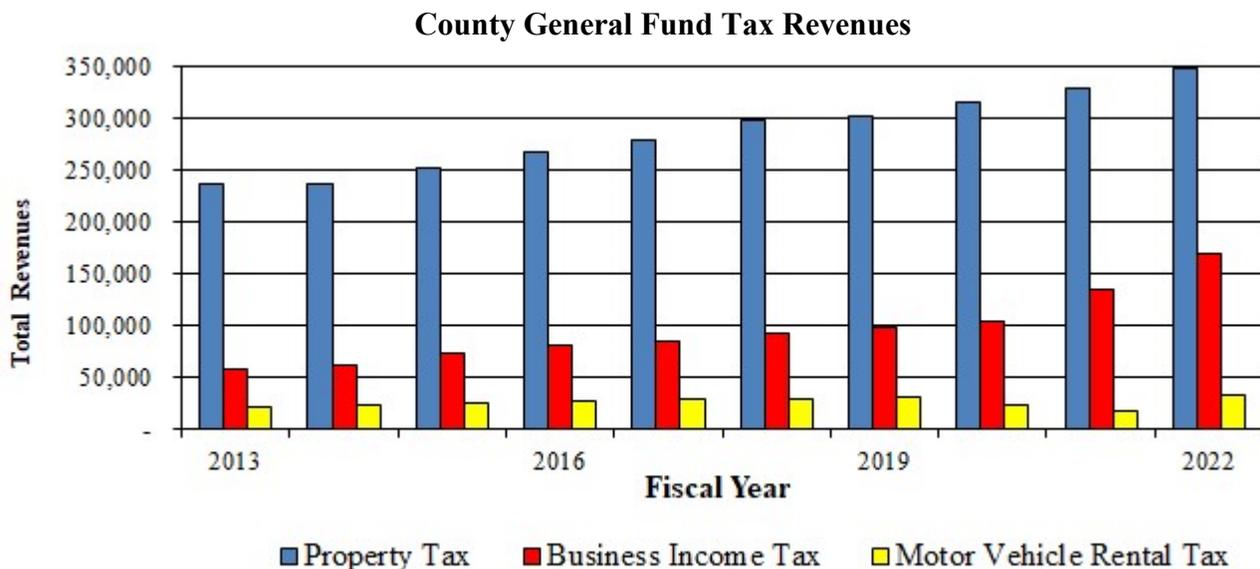
ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

Motor vehicle rental taxes (MVRT) account for about 5 percent of General Fund tax revenues. In 2010, the tax rate on vehicle rental charges was increased from 12.5 percent to 17 percent, with the revenue from the 14.5 percent dedicated for use in the General Fund and the remaining 2.5 percent dedicated for use in a Visitors Development Trust Fund. MVRT collections are highly influenced by the economy.

The travel and tourism industry was particularly hard hit by the spread of COVID-19 with global declines in travel, major event cancellations, and hotel closures or reduced capacity. The pace and degree of the downturn was unprecedented, at the peak of the downturn, air travel at the Portland International Airport was down over 90 percent. Travel activity at the Portland International Airport has significantly improved in 2021-2022 as travel became safer. Though PDX domestic deplaned passenger rates remain below pre-pandemic levels a steady improvement has been seen and a return to annual seasonality. This year-over-year change in deplaned passengers at Portland International Airport is highly correlated to MVRT collections. MVRT collections were down 23 percent in fiscal year 2020 and down 28 percent in fiscal year 2021. Collections were driven by improvements in travel industry, growth in recreational and peer-to-peer rentals, and increase to rental car rates. Supply shortages in the car industry has driven rental prices for consumers. Current forecast assumes MVRT collections will increase by 2 percent in fiscal year 2023 and will continue to grow slowly over the next 5 years.

MVRT collections over a 10-year period (2013-2022) have grown at an average rate of 9 percent annually, which is reflective of a healthy travel and tourism industry in Multnomah County.

The following graph highlights the major tax sources that make up the County's General Fund.



ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

Historically the State of Oregon provides over 30 percent of the County's total funding. Most of this revenue is recorded in the Federal/State Program Fund. While technically not a General Fund revenue source, the General Fund is used to leverage state support, and the County has used General Fund resources to backfill state funded programs. The State's General Fund is highly dependent upon economically sensitive income taxes. The State does not have a very diverse revenue base – Oregon is one of only five states that do not levy a sales tax – and over 80 percent of State General Fund revenue comes from Personal Income Tax. For the County's fiscal year 2023 and the State's 2021-2023 biennium, funding has been generally stable with continued enhanced State funding to address the economic recovery from the pandemic. The State of Oregon is forecasting their General Fund revenues will see a decrease in the 2023-2025 biennium with or without a recession. Revenues are expected to be around \$3 billion lower than in the current 2021-2023 biennium as growth in corporate profits, investment income returns, and taxable incomes slow.

The State of Oregon implemented Senate Bill 1049 in 2020, which aims to reduce PERS cost growth. The reform re-amortizes Tier One & Tier Two Unfunded Actuarial Liability (UAL) over a 22-year period, redirects a portion of the Individual Account Program (IAP) into an Employee Pension Stability Account (EPSA), limits final average salary for all members to \$195,000 (indexed), and eliminates hour limits and exceptions for work after retirement in calendar years 2020-2024. The changes present short and long financial impacts to the County. The majority of the impacts come from the re-amortization of the UAL and to a lesser extent the IAP redirect by providing short-term rate relief starting in fiscal year 2022. In the long term the re-amortization will result in higher PERS costs as system funding level will be lower than the previous policy. The change will also increase system risk due to longer exposure to the assumed earnings rate. The County continues to evaluate options to counteract the legislation's long-term risks like creating more PERS side accounts with short-term reform savings. The County's outstanding PERS Bond will be fully matured in fiscal year 2030, which will provide significant savings to the County General Fund.

Oregon PERS board voted to reduce the assumed earnings rates from 7.2 percent to 6.9 percent beginning January 2022. The assumed earnings rate represents the rate the Oregon PERS Fund is expected to earn in investment returns over 20 years. The change in assumption moderately impacted County PERS planning as the County had expected a reduction. Multnomah County's reported net pension liability as of June 30, 2022 (measurement date of June 30, 2021) was \$396 million, a \$332 million decrease from reported net pension liability as of June 30, 2021.

In fiscal year 2017, the County Board approved an effort to establish four side accounts with Oregon PERS over a four-year period (\$25 million annually) to mitigate rising PERS rates. In November of 2019, the County established its fourth side account and now has invested over \$100 million into PERS side accounts. These funds are invested by PERS and earn the same rate of return as the overall PERS portfolio. In addition, as established by SB 1049, the County participated in the PERS Employer Incentive Fund (EIF) match program. The PERS EIF provided a 25 percent match on qualifying side accounts made after June 2, 2018. The County received a full match on one side account totaling \$12.5 million. Through the fiscal year 2023 adopted budget, the County Board committed to establishing a fifth PERS side account of \$25 million. The side account will be set up before the end of the calendar year 2022, with the rate offset starting in July 2023. While PERS rates are a significant cost to the County, future PERS rate increases are no longer expected to materially contribute to year-over-year increases to personnel costs.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

Financial and Budget Policies: The County has established financial and budget policies, which are reviewed and adopted annually by the Board of County Commissioners in connection with the budget process. Some of the goals of the financial policies include:

- Preserving capital through prudent budgeting and financial management,
- Achieving the most productive use of County funds that meets the goals of the Board of County Commissioners,
- Achieving a stable balance between the County’s ongoing financial commitments and the continuing revenues available to the County, and
- Leveraging local dollars with Federal and State funding grants.

Consistent application of these financial policies has helped ensure that the County has appropriately recorded and accounted for transactions in its financial statements.

The County’s adopted financial and budget policies generally provide for the County to use one-time-only resources for costs that will not recur in future years. However, the policies allow the use of one-time-only resources when, in the short term, it would be more beneficial to allocate such resources to the highest priority public services than to restrict them to non-recurring costs.

In fiscal year 2015, the Board of County Commissioners updated its use of one-time-only resources policy, directing that “after fully funding reserves as established by policy, 50 percent of any remaining one-time-only resources will be allocated to the capitalization, or recapitalization, of major County facilities projects and/or information technology projects.” This policy refinement has limited one-time-only funds being used for recurring costs, while addressing long-term facility and information technology costs.

The fiscal year 2023 adopted budget includes approximately \$105.6 million of one-time only General Fund resources after fully funding the General Fund Reserves. The majority of these one-time only funds are used for one-time-only expenses:

Purpose	Amounts (in thousands)
Community Capacity Expansion - Infrastructure	\$ 5,000
Strategic Capital Investment - JOHS	15,000
Emergency Shelter Strategic Investment	12,400
Juvenile Detention Building Improvements	3,200
COVID-19 Contingency	2,000
BIT Stabilization Reserve	13,600

A complete list of the uses of one-time-only funds can be found on pages 46-49 of the Budget Director’s Message in the County’s fiscal year 2023 adopted budget. The adopted budget document can be found online at: <https://www.multco.us/budget/fy-2023-adopted-budget>.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

By adopting the financial and budget policies, the Board of County Commissioners acknowledges that, to avoid financial instability, continuing requirements should be insulated from temporary fluctuations. Therefore, one of the goals of the Board of County Commissioners is to fund and maintain a reserve designated as unappropriated fund balance and set at 10 percent of budgeted “corporate” revenues (i.e., property taxes, business income taxes, and motor vehicle rental tax) of the General Fund. The reserve is to be used for periods where revenues experience significant declines or are used for non-recurring extreme emergencies such as disaster relief. Maintaining an appropriate reserve also helps the County achieve favorable bond ratings. Moody’s Investor Services currently rates the County as Aaa, and Standard & Poor’s recently upgraded the County to AAA, for general obligation debt and for full faith and credit debt indicating that the County’s financial capacity to repay its debt obligations is very strong.

For fiscal year 2023, Multnomah County's general fund reserve totals \$53.8 million. The County budgeted additional contingency as part of a multiyear plan to raise the percent set aside as reserve for both the General Fund and BIT Stabilization. For the General Fund, \$5.4 million and \$1.4 million are budgeted in contingency which is enough to increase the General Fund and BIT reserves to 11 percent, respectively, if the Board chooses to allocate this funding as reserves. The goal is to increase both reserves up to 15 percent over a 5-year period to strengthen reserve balances.

Long-term financial planning: The County’s Chief Financial Officer and Budget Director work closely with the Board of County Commissioners and the Chair’s Chief Operating Officer to develop short-term and long-term financial goals and to address the financial stability of the County. The County’s Chief Financial Officer and Budget Director also meet with other local jurisdictions to confer on financial issues that either overlap or impact each entity.

Major initiatives: The County’s overall financial outlook has improved significantly since the end of the “great recession”. The regional economy continued to perform well during the pandemic (aided by the federal assistance programs), as evidenced by the fact that receipts from the Business Income Tax reached record highs in fiscal year 2022. As a result of improved economic conditions, the County has been able to focus on and continue longer-term initiatives.

The County has undertaken a number of major capital project initiatives over the past few years. Among those projects are the construction of a new Health Department headquarters. The completed building of approximately 157,000 square feet with nine floors of office, clinic, and laboratory space opened in March of 2019. The modern facility greatly enhanced service delivery for County residents. The total project costs came to approximately \$95 million, which includes new building and relocation costs. The General Fund contributed \$13.4 million, Prosper Portland in the form of a grant provided \$36.4 million and the remaining costs were supported by bond proceeds from a 2017 debt issue.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

The County opened a new Central Courthouse in October of 2020. The new building replaces a 100-year-old facility that was structurally obsolete. The new Central Courthouse has 17 floors, 44 courtrooms, and meets all modern standards for court operations and security. The new building has approximately 455,000 square feet of space. The project is estimated to cost slightly above \$350 million when fully closed out. The County partnered with the State of Oregon and many other key stakeholders to complete this project. Under legislation passed in 2013 the State of Oregon will provide \$125 million toward the construction of the project. County General Fund contributed approximately \$110 million and \$90 million in bond proceeds issued in 2017. The 2015 legislature authorized surcharges on court and parking fines that will be used to support between \$25 and \$35 million of the long-term debt associated with the project.

The County made capital improvements to Department of Community Justice East Campus that houses parole and probation services. The project consolidated four separate sites into a single County owned site campus in order to improve operational efficiency, align departmental points of services with their client base, and eliminate exposure to increasing lease rates. The project was substantially complete by the end of fiscal year 2020. The total project cost came to approximately \$14 million. The General Fund contributed \$6.7 million, proceeds from the sale of an asset provided \$1.7 million and the remaining costs were supported by bond proceeds from a 2017 debt issue.

The Burnside Bridge is deemed a lifeline route for emergencies in Portland. The bridge is not up to the current seismic standards and is in need of rehabilitation or replacement to ensure it can serve as a lifeline corridor in an emergency, specifically remain operational in case of a magnitude 9.0 Cascadia Subduction Zone event. The County completed a feasibility study of the bridge in November of 2018 and the results were presented to the County Board. The County established the Earthquake Ready Burnside Bridge Capital Project (EQRB). The Transportation Division completed the environmental phase (National Environmental Policy Act - NEPA) in early fiscal year 2023. In September of 2019, the County issued \$16 million in debt to support the NEPA Phase. The Design and Right-of-Way Phase of the project will begin in fiscal year 2023 and run through fiscal year 2025. In September 2022, the County issued \$25 million in debt to support 30 percent of Design and Right-of-Way project activities. If the County Board approves, construction would begin in fiscal year 2026. The total project is estimated to cost \$898 million. Funding comes from the County's vehicle registration fees (VRF). The project team is evaluating additional funding options for Construction Phase.

In April of 2019, the County purchased the Bushong & Co Building along with adjoining parking lot to be used as a Behavioral Health Resource Center (BHRC). The facility has been programed to provide peer support services, transitional housing for homeless people with behavior health issues, and assisting people with finding housing and treatment services. In May 2021, the County Board approved the construction phase of the project. The total project cost is estimated at \$26 million. The State of Oregon has committed to provide \$10 million in project funding and the remaining balance will be funded through County General Fund. The project is substantially complete and will open on December 5, 2022.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

In November 2020, the voters approved two major Multnomah County ballot measures. Measure 26-211 approved a Library General Obligation Bond to expand and modernize certain library facilities and enhance library services across Multnomah County. In January 2021, the County issued general obligations bonds in the amount of \$387 million. The funding will support the following projects:

- Expansions and renovations to seven branch libraries: Albina, Belmont, Holgate, Midland, North Portland, Northwest, and St. Johns
- Building an East County Flagship Library
- Adding high speed internet to all libraries
- Creating a materials handling and distribution center

The projects will significantly increase square footage across the Multnomah County Library System, with a focus on expanding space and services in East County. Capital project activities began in fiscal year 2021 and will continue through project completion in early fiscal year 2026.

Three of the referenced projects use a significant portion of the County's debt capacity (as measured by its internal General Fund restrictions) for the next several years. In 2016, in recognition of this fact and in response to an internal audit report, the County initiated a Strategic Capital Planning process to identify and prioritize future infrastructure investments. The planning process is an acknowledgment that the County should engage in a centralized planning effort that includes not only facilities capital projects but transportation (roads and bridges) and information technology projects as well. A steering committee comprised of the Chief Operating Officer, Chief Financial Officer, Budget Director, and department heads responsible for infrastructure planning was established and a 20-year strategic framework has been adopted by the Board of County Commissioners. For a complete list of fiscal year 2023 budgeted County capital projects, refer to the adopted capital budget (tab 9, pages 1-46) in the County's adopted budget document, found at: <https://www.multco.us/budget/fy-2023-adopted-budget>.

The voters also approved ballot measure 26-214 Preschool for All Program that established a new and permanent personal income tax within Multnomah County to fund universal, tuition free, voluntary, and high quality preschool education for every three and four year old residing within Multnomah County. Beginning in tax year 2021, a tax of 1.5 percent was imposed on residents and non-resident earning taxable income within Multnomah County. The tax rate is applied on taxable income over \$125,000 for single filers and \$200,000 for joint filers. There is an additional tax of 1.5 percent on taxable income over \$250,000 for single filers and \$400,000 for joint filers. The Preschool for All Program will grow over time, increasing the number of children and families that it serves each year. Families were able to start applying for slots in April 2022 and the first group of preschoolers began in September of 2022. Tax collections totaled \$187 million in fiscal year 2022. The Preschool for All Program maintains a 15 percent reserve to buffer against economic downturns and 10 percent contingency for one-time only unanticipated emergency program expenditures.

ECONOMIC CONDITIONS AND FINANCIAL OUTLOOK

In May 2020, Metro district area voters approved the Supportive Housing Services Measure (SHSM), which established a new personal income tax and business income tax to fund supportive housing services for people experiencing homelessness or at risk of experiencing homelessness. The new tax began in January 2021. The fiscal year 2023 budget includes funding for over 1,500 supportive housing units, representing 65 percent of the Local Implementation Plan (LIP) goal of 2,235 units. Tax collections distributed to Multnomah County from Metro totaled \$97 million in fiscal year 2022 (accrual basis).

The County is continuing to use sound financial planning practices and financial policies to ensure existing and future fiscal challenges are met while maintaining fiscal stability. Though the current economic conditions remain stable, inflationary pressures, labor cost increases, rising interest rates, and growing consumer pessimism are raising concerns of a possible recession in the coming years. The County continues to prioritize responding to health and economic impacts of the pandemic, providing health services (testing and vaccination), client assistance, rental assistance, homeless services, and other key essential services. The County will establish a fifth PERS side account in fiscal year 2023 and raise restricted reserve level to 11 percent for both the general fund and business income tax stabilization fund.

AWARDS AND ACKNOWLEDGEMENTS

Awards: The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its annual comprehensive financial report (ACFR) for the year ended June 30, 2021. The County has received this prestigious award for 37 consecutive years. In order to be awarded a Certificate of Achievement, the County published an easily readable and efficiently organized ACFR. This report satisfied both US GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements: The preparation of this report would not have been possible without the efficient and dedicated services of the employees in the Department of County Management who maintained the County's financial records and assisted in the preparation of this report. Special thanks are extended to the General Ledger Staff who were instrumental in preparing this report. Appreciation is also extended to the Chair of the Board, Board of County Commissioners, Department Directors, and other County personnel for their assistance and support in planning and conducting the financial operations of the County in a prudent manner.

Respectfully Submitted,



Eric J. Arellano
Chief Financial Officer



Cora Bell
Deputy Chief Financial Officer



Samina S. Gillum
Accounting Manager



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Multnomah County
Oregon**

For its Annual Comprehensive
Financial Report
for the Fiscal Year Ended

June 30, 2021

Christopher P. Morrill

Executive Director/CEO

ELECTED OFFICIALS – MULTNOMAH COUNTY OREGON



Sharon Meieran
Commissioner, District 1



Deborah Kafoury
County Chair



Susheela Jayapal
Commissioner, District 2



Jessica Vega Pederson
Commissioner, District 3



Lori Stegman
Commissioner, District 4



Jennifer McGuirk
Auditor



Michael Reese
Sheriff

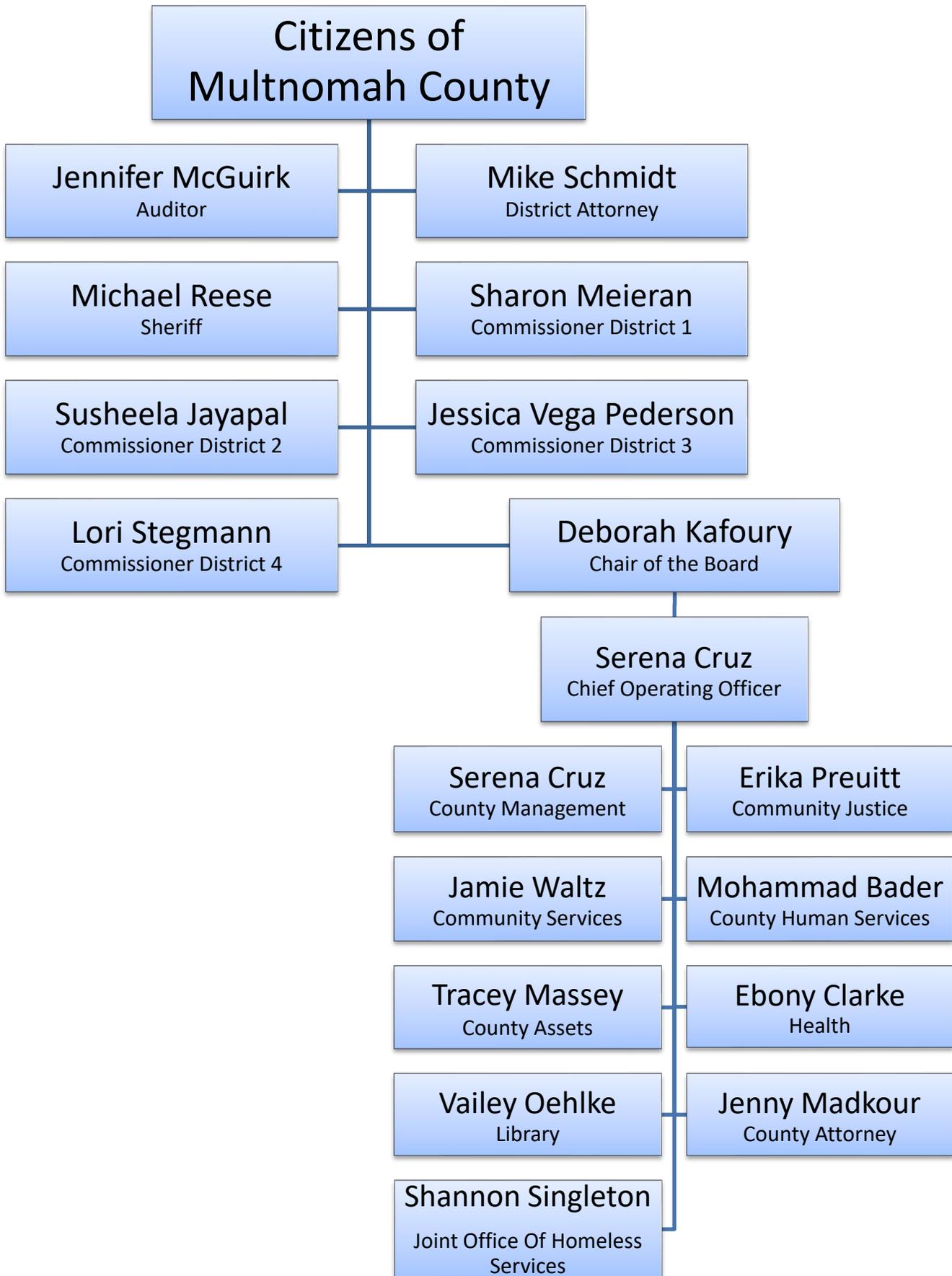


Mike Schmidt
District Attorney

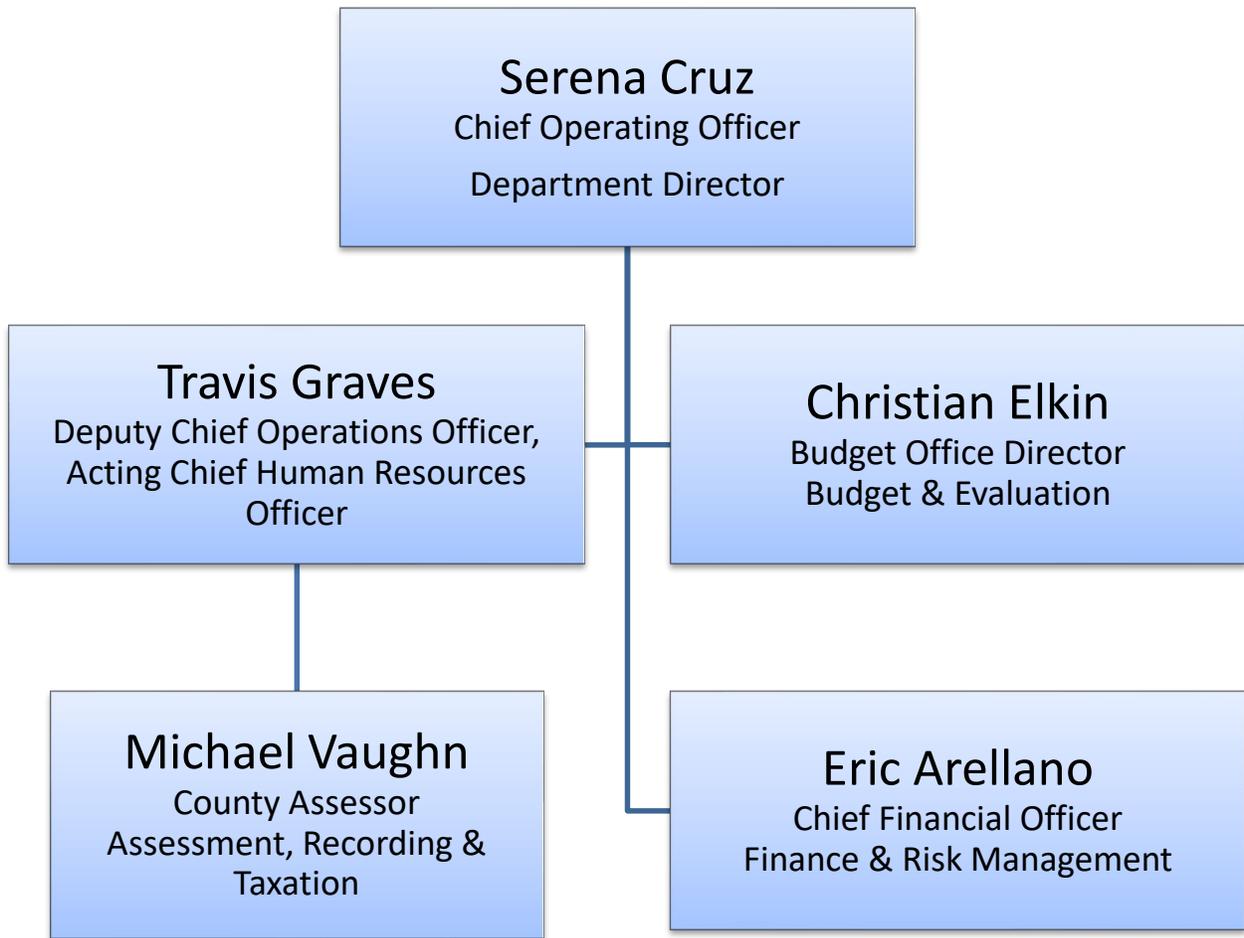
MULTNOMAH COUNTY, OREGON
For the Year Ended June 30, 2022
Principal Officers

Title	Name	Term Expires
<u>Board of County Commissioners</u>		
Chair of Board	Deborah Kafoury 501 SE Hawthorne Blvd, 6 th Floor Portland, OR 97214	12/31/2022
District No. 1	Sharon Meieran 501 SE Hawthorne Blvd, 6 th Floor Portland, OR 97214	12/31/2024
District No. 2	Susheela Jayapal 501 SE Hawthorne Blvd, 6 th Floor Portland, OR 97214	12/31/2022
District No. 3	Jessica Vega Pederson 501 SE Hawthorne Blvd, 6 th Floor Portland, OR 97214	12/31/2024
District No. 4	Lori Stegmann 501 SE Hawthorne Blvd, 6 th Floor Portland, OR 97214	12/31/2024
<u>Other Elected Officials</u>		
County Auditor	Jennifer McGuirk 501 SE Hawthorne Blvd, 6 th Floor Portland, OR 97214	12/31/2022
County District Attorney	Mike Schmidt 1021 SW 1st Avenue Portland, OR 97204	12/31/2024
County Sheriff	Michael Reese 501 SE Hawthorne Blvd, 3 rd Floor Portland, OR 97214	12/31/2022
<u>Other Appointed Officials</u>		
Chief Financial Officer	Eric Arellano	Not elected
County Attorney	Jenny Madkour	Not elected

MULTNOMAH COUNTY, OREGON



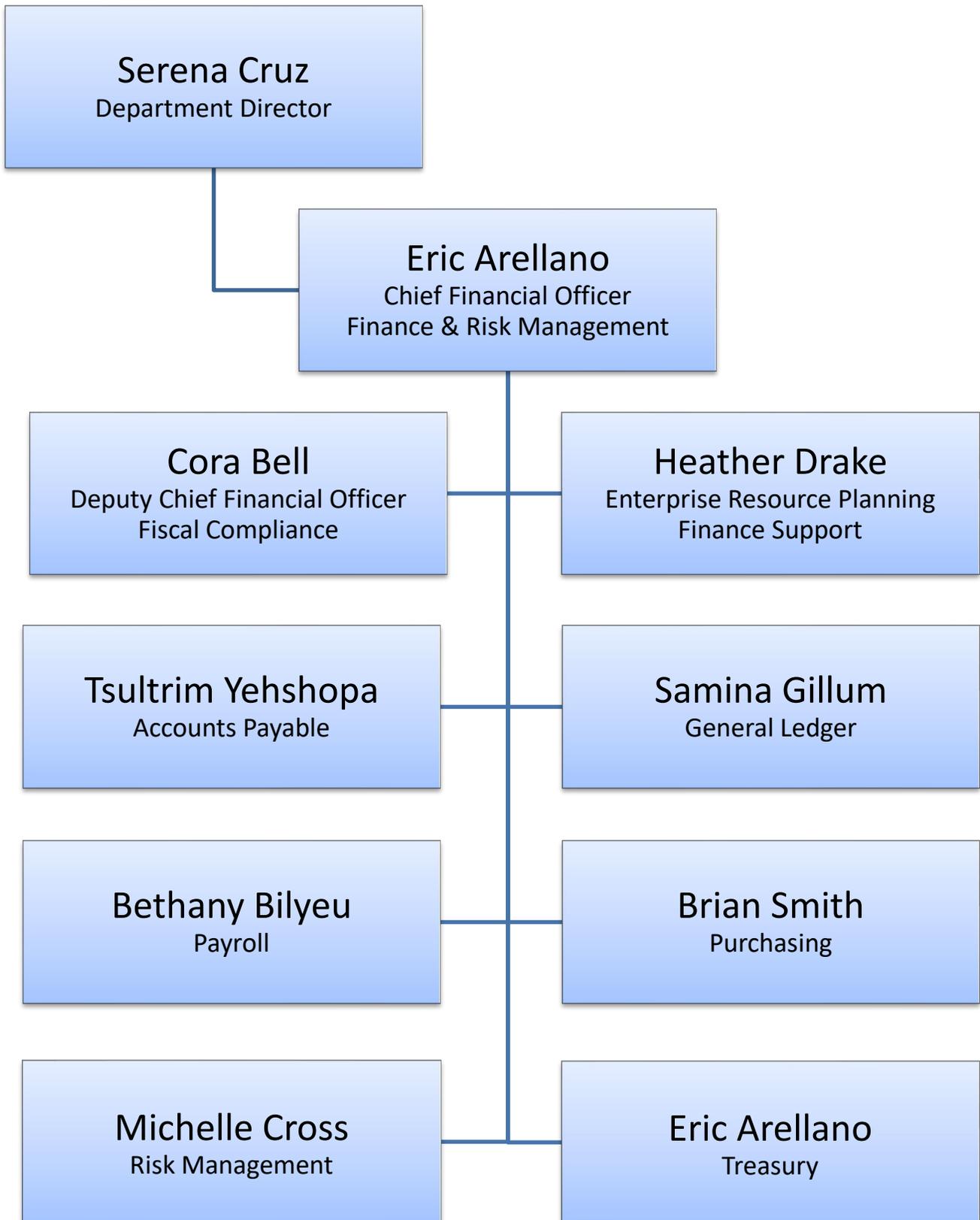
MULTNOMAH COUNTY, OREGON
Department of County Management



MULTNOMAH COUNTY, OREGON

Department of County Management

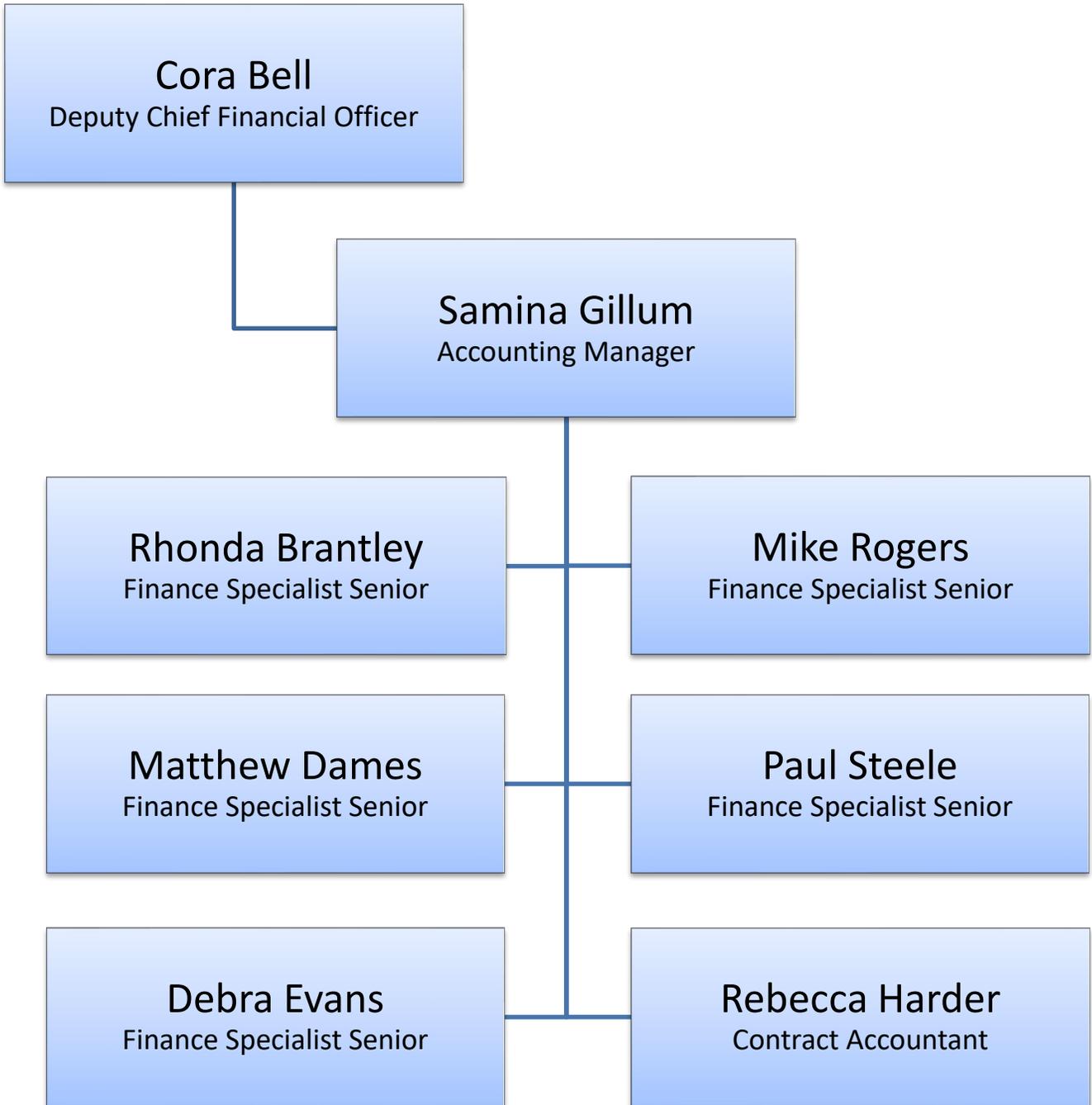
Finance & Risk Management



MULTNOMAH COUNTY, OREGON

Department of County Management

General Ledger



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FINANCIAL SECTION

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Report of Independent Auditors

The Board of Commissioners
Multnomah County, Oregon

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, the Federal/State Program Fund, the Coronavirus (COVID-19) Response Fund, and the Preschool for All Program Fund of Multnomah County, Oregon (Multnomah County) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Multnomah County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Multnomah County as of June 30, 2022, and the respective changes in financial position, budgetary comparisons for the General Fund, the Federal/State Program Fund, the Coronavirus (COVID-19) Response Fund, and the Preschool for All Program Fund and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of The Library Foundation, a discretely presented component unit, which represents 100% of the assets, net position, and revenues of the discretely presented component unit of Multnomah County. Those financial statements were audited by other auditors, whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for The Library Foundation, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Multnomah County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions. The financial statements of The Library Foundation were not audited in accordance with *Government Auditing Standards*.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Multnomah County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Multnomah County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Multnomah County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and the required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Multnomah County's basic financial statements. The combining and individual fund statements and schedules as listed in the table of contents and the schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2022 on our consideration of Multnomah County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Multnomah County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Multnomah County's internal control over financial reporting and compliance.

Other Reporting Required by *Minimum Standards for Audits of Oregon Municipal Corporations*

In accordance with the *Minimum Standards for Audits of Oregon Municipal Corporations*, we have also issued our report dated December 2, 2022, on our consideration of Multnomah County's compliance with certain provisions of laws, regulations, contracts, and grant agreements, including the provisions of Oregon Revised Statutes as specified in Oregon Administrative Rules 162-010-0000 through 162-010-0330 of the *Minimum Standards for Audits of Oregon Municipal Corporations*. The purpose of that report is to describe the scope of our testing of compliance and the results of that testing and not to provide an opinion on compliance.



Ashley Osten, Partner, for
Moss Adams LLP
Portland, Oregon
December 2, 2022

MANAGEMENT’S DISCUSSION AND ANALYSIS
(dollar amounts expressed in thousands)

As management of Multnomah County, Oregon, we offer readers of the County’s financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2022. The information presented here should be read in conjunction with the letter of transmittal, which can be found on pages 1-18 of this report.

Financial Highlights

- Multnomah County’s assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at June 30, 2022, by \$1,321,278 (*the County's net position*). Of this total, the following amounts are restricted:

Library operations	\$ 71,969
Capital projects, buildings	6,108
Various community support programs	237,269
Roads, bridges, and bike paths improvements	32,167
Document storage and retrieval	200
Debt service	1,033

The largest portion of the County's net position reflects an investment of \$1,154,809 or 87.4 percent in capital assets, net of any related outstanding debt and unspent bond proceeds used to acquire those assets. The high percentage of investment in capital assets, in relation to total net position, is largely a result of the offsetting deficit of \$182,277 (*the County's unrestricted net position*). This deficit is primarily due to the net effect of pension related balances of \$467,023 and other post-employment benefit (OPEB) related balances of \$116,199 discussed in detail below. The amortization of deferred inflows and outflows will have a more significant effect on the variance of the net position once a full five-year amortization of these amounts is included in the financial statements.

- For fiscal year 2022, the County reported \$396,720 for its proportionate share of the Oregon Public Employee Retirement System's (OPERS) net pension liability, pension related deferred outflows of resources of \$242,340, and pension related deferred inflows of resources of \$312,643. A net pension liability of \$728,099 was reported in the previous fiscal year ending June 30, 2021. Total pension expense for the fiscal year ending June 30, 2022 was a negative \$6,833 and for the previous fiscal year ending June 30, 2021, \$128,458, which is a net decrease of 105.3 percent.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

- For fiscal year ended June 30, 2022 the County reported other postemployment benefits (OPEB): a net asset of \$8,991 attributable to the OPERS Retirement Health Insurance Account (RHIA) and a total OPEB liability of \$123,162 associated with the Multnomah County Postretirement Medical and Life Insurance Plan. OPEB related deferred outflows of resources \$24,061 and OPEB related deferred inflows of resources of \$26,089 were also reported.
- Total non-depreciating capital assets (land, right-of-ways, construction in process) increased \$55,379 or by 16.9 percent over the prior year. Total depreciating capital assets decreased by \$31,347 or 3 percent from the prior fiscal year. Capital assets for governmental activities increased by \$22,422 or 1.7 percent over the prior year, of which is primarily due to changes in construction in progress. Current year additions to construction in process for major projects are described in the Capital Assets section.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$1,075,426. The net change in governmental fund balances during the year was an increase of \$271,194 or 33.7 percent over fiscal year 2021, which is primarily due to the Preschool for All Program Special Revenue Fund (PFA). PFA fund balance increased by \$168,925 from the prior year.
- Fiscal year ending June 30, 2022 was the first year of the Preschool for All Program (PFA) personal income taxes. At the State level, capital gains almost doubled which is a major reason why revenues exceed forecasted estimates, \$187,112 PFA personal income taxes were collected.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$206,783, or approximately 37.9 percent of total General Fund expenditures and 37.5 percent of total "corporate" revenues of General Fund. Corporate revenues include property taxes, business income taxes, motor vehicle rental taxes, statewide revenue sharing, and interest earnings; revenues that are available for general use and over which the Board of County Commissioners has complete discretion. This balance is consistent with the County's finance and budget policies requiring a 10 percent General Fund reserve. The significant increase in the unassigned fund balance is primarily the result of better than expected business income tax collections and an increase in departmental General Fund underspend cause by increased FTE (full time employee) vacancy rates. In fiscal year 2022, business income tax collections were up 24.3 percent. Prior to fiscal year 2022, the 10-year average growth in business income tax collections were slightly above 11 percent.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Multnomah County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements: The *government-wide financial statements* are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of the County's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *Statement of Activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, health and social services, public safety and justice, community services, libraries, and roads, bridges and bike path improvements. The business-type activities of the County include sanitary sewer and street lighting districts, a behavioral health managed care operation, and a new fund to account and report for Federally Qualified Health Center activities.

The government-wide financial statements include not only the County itself (known as the *primary government*), but also the legally separate library district, legally separate sanitary sewer district and a legally separate street lighting district, for which the County is financially accountable. The statements also include a legally separate, tax-exempt foundation whose purpose is to support the County's libraries through raising, receiving, administering and disbursing funds, grants, bequests and gifts for the benefit of the County libraries. Financial information for the three *blended component units* are each presented as separate funds with separately issued financial statements. The *discretely presented component unit* is reported separately from the financial information presented for the County itself.

The government-wide financial statements can be found on pages 49-51 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Fund financial statements: A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds: *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both *Balance Sheet - Governmental Funds* and the *Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds* provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains 36 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, the Federal/State Program Fund, the Coronavirus (COVID-19) Response Fund, the Preschool for All Program Fund, and the Multnomah County Library Capital Construction Fund, which are considered to be major governmental funds. Data from the remaining governmental funds (non-major governmental funds) are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County adopts an annual appropriated budget for all funds. A budgetary comparison statement has been provided for each fund to demonstrate compliance with this budget.

The basic governmental fund financial statements and respective reconciliations can be found on pages 49-57 of this report.

Proprietary funds: The County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for its community health centers, sewer and lighting operations, and for behavioral health managed care services. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses *internal service funds* to account for its risk management activities, fleet operations, telephone and data processing systems, mail distribution, and facilities management operations. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide information for the community health centers, and aggregated information for the sewer district, lighting district, and the behavioral health fund. The internal service funds are also combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for each of the nonmajor proprietary and internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 62-66 of this report.

Fiduciary funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are *not* available to support County programs. The accounting used for fiduciary funds is similar to that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 67-68 of this report. The combining statement of position for fiduciary funds and combining statement of changes in fiduciary net position can be found on pages 228-231 of this report.

Notes to the financial statements: The notes provide additional information that is essential to a full understanding of the financial data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 69 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found beginning on page 147 of this report.

Required Supplementary Information (RSI): In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the County's progress in funding its pension obligations and other postemployment healthcare benefits obligations. Required supplementary information can be found on pages 154-158.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the County's financial condition. The County's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1,321,278 at the close of the most recent fiscal year.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Multnomah County's Net Position

	Governmental Activities		Business- Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Assets:						
Current and other assets	\$ 1,538,385	\$ 1,237,078	\$ 48,980	\$ 8,166	\$ 1,587,365	\$ 1,245,244
Capital assets	1,428,069	1,356,777	7,689	6,079	1,435,758	1,362,856
Total assets	<u>2,966,454</u>	<u>2,593,855</u>	<u>56,669</u>	<u>14,245</u>	<u>3,023,123</u>	<u>2,608,100</u>
Deferred outflows of resources	<u>244,341</u>	<u>282,928</u>	<u>22,060</u>	<u>618</u>	<u>266,401</u>	<u>283,546</u>
Liabilities:						
Current liabilities	444,978	387,683	3,910	252	448,888	387,935
Noncurrent liabilities	1,125,018	1,540,013	46,154	1,871	1,171,172	1,541,884
Total liabilities	<u>1,569,996</u>	<u>1,927,696</u>	<u>50,064</u>	<u>2,123</u>	<u>1,620,060</u>	<u>1,929,819</u>
Deferred inflows of resources	<u>320,128</u>	<u>49,546</u>	<u>28,058</u>	<u>89</u>	<u>348,186</u>	<u>49,635</u>
Net position:						
Net investment in capital assets	1,147,120	1,075,084	7,689	6,079	1,154,809	1,081,163
Restricted for:						
Library operations	71,969	53,617	-	-	71,969	53,617
Capital projects	6,108	443,189	-	-	6,108	443,189
Community support programs	237,269	19,539	-	-	237,269	19,539
Roads, bridges and bike path improvements	32,167	21,595	-	-	32,167	21,595
Debt service	1,033	-	-	-	1,033	-
Document storage and retrieval	200	158	-	-	200	158
Unrestricted surplus (deficit)	<u>(175,195)</u>	<u>(713,641)</u>	<u>(7,082)</u>	<u>6,572</u>	<u>(182,277)</u>	<u>(707,069)</u>
Total net position	<u>\$ 1,320,671</u>	<u>\$ 899,541</u>	<u>\$ 607</u>	<u>\$ 12,651</u>	<u>\$ 1,321,278</u>	<u>\$ 912,192</u>

The largest portion of the County's net position reflects investment in capital assets (land, work construction in progress, buildings, improvements, machinery and equipment, bridges and infrastructure), net of accumulated depreciation, and the outstanding debt used to acquire the assets in the amount of \$1,154,809 as compared to \$1,081,163 from the previous year.

The County uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The County's restricted net position for capital projects, debt service, and various community support programs is \$348,746 as compared to \$538,098 a year ago. This decrease is primarily due to the capitalization of construction in progress which moves fund balance from restricted to net investment in capital assets. Community support programs increased to \$237,269 as a result of the Preschool for All (PFA) and Metro Supportive Housing Services (MSHS) program funds. Tax receipts for both programs started in tax year 2021, tax receipts totaled \$187,112 for PFA and \$97,839 for MSHS. Both programs were ramping up in fiscal year 2022. Restricted net position represents resources that are subject to external restrictions on how they may be used.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

The remaining balance of unrestricted net position is a net deficit of \$182,277 due to the net effect of pension and other postemployment benefits (OPEB) related balances on the *Statement of Net Position*, \$467,023 and \$116,199 respectively. Below is a summary of the County's changes in net position for fiscal years 2022 and 2021.

Multnomah County's Change in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program revenues:						
Charges for services	\$ 217,476	\$ 298,396	\$ 162,725	\$ 7,221	\$ 380,201	\$ 305,617
Operating grants and contributions	876,126	755,911	-	-	876,126	755,911
Capital grants and contributions	9,374	8,283	1,983	293	11,357	8,576
Total program revenues	1,102,976	1,062,590	164,708	7,514	1,267,684	1,070,104
General revenues:						
Taxes:						
Property	500,330	421,799	1,859	1,607	502,189	423,406
Personal income	187,113	-	-	-	187,113	-
Business income	169,300	136,242	-	-	169,300	136,242
Other	70,161	39,197	-	-	70,161	39,197
Payments in lieu of taxes	603	349	-	-	603	349
State government shared revenues	13,476	14,374	-	-	13,476	14,374
Grants and contributions not restricted to specific programs	5	2	-	-	5	2
Interest and investment earnings	(35,753)	3,880	-	-	(35,753)	3,880
Miscellaneous	-	-	-	-	-	-
Gain (loss) on sale of capital assets	-	(64)	-	-	-	(64)
Transfers	(9,205)	-	9,205	-	-	-
Total general revenues	896,030	615,779	11,064	1,607	907,094	617,386
Total revenues	1,999,006	1,678,369	175,772	9,121	2,174,778	1,687,490
Expenses:						
General government	309,526	262,987	-	-	309,526	262,987
Health services	136,886	308,078	-	-	136,886	308,078
Social services	643,192	634,338	-	-	643,192	634,338
Public safety and justice	231,590	171,090	-	-	231,590	171,090
Community services	75,348	79,932	-	-	75,348	79,932
Library services	76,440	124,511	-	-	76,440	124,511
Roads and bridges	72,434	111,752	-	-	72,434	111,752
Interest on long-term debt	32,460	30,297	-	-	32,460	30,297
Health department FQHC	-	-	184,359	-	184,359	-
Dunthorpe-Riverdale Service District No. 1	-	-	1,118	763	1,118	763
Mid-Multnomah County Street Lighting Service District No. 14	-	-	424	398	424	398
Behavioral Health Managed Care	-	-	1,915	2,358	1,915	2,358
Total expenses	1,577,876	1,722,985	187,816	3,519	1,765,692	1,726,504
Increase (decrease) in net position	421,130	(44,616)	(12,044)	5,602	409,086	(39,014)
Beginning net position	899,541	944,157	12,651	7,049	912,192	951,206
Ending net position	<u>\$ 1,320,671</u>	<u>\$ 899,541</u>	<u>\$ 607</u>	<u>\$ 12,651</u>	<u>\$ 1,321,278</u>	<u>\$ 912,192</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Governmental activities. Governmental activities increased the County's net position by \$421,130; listed are noteworthy reasons for the change from prior year:

Total program revenues increased \$40,384 or 3.8 percent from the prior year:

- Operating grants and contributions had the largest increase of \$120,215 or 15.9 percent, from the prior year:
 - This increase is primarily related to the increase in social services of \$139,989, which was 26.6 percent over the prior year. The new Metro Supportive House Services (MSHS) business income and personal income tax was approved by voters in 2020 and became effective January 1, 2021. Metro provided \$97,839 MSHS intergovernmental revenues for housing services which are reported in the Supportive Housing Fund. The eXPRS program, which is a significant part of the Developmental Disability Program, has increased \$24,543 from the prior year. The COVID-19 Federal Emergency Rental Assistance Programs increased \$24,169.
 - Roads, bridges and bike path improvements also increased by \$10,279 or 17.4 percent, which came from grants to cover capital projects for the Morrison Bridge and the 238th drive enhancement. In the previous fiscal year, the Morrison Bridge project was mainly in the design phase. During fiscal year ending June 30, 2022 this project moved to the construction phase which increased costs significantly; this resulted in more funding to cover costs.
 - These increases were offset by the decrease in health services of \$25,574 or 23.7 percent. This decrease is largely due to the transfer of the Integrated Clinical Services program from governmental activities to business-type activities, and is now reported in the new Health Department FQHC Fund.
- Total fines, fees and charges for services revenue decreased \$80,922 or 27.1 percent from the prior year.
 - Health services had the most significant decrease of \$99,713 or 87.9 percent due to the transfer of the integrated clinical services program from governmental activities to business-type activities, and is now reported in the new Health Department FQHC Fund.
 - Roads, bridges and bike path improvements had an increase in fines, fees and charges of \$12,483 or 53.1 percent. The increase in the vehicle registration fee was in full force during fiscal year ending June 30, 2022, while the increase was only in effect for half of fiscal year ending June 30, 2021.

Tax revenues grew by \$329,666 or 55.2 percent in the aggregate from fiscal year 2021, largely due to the increased collections of property taxes, business income taxes, and a new personal income tax. The overall increase in tax revenues is a reflection of the region's improving economy.

The new Multnomah County Preschool for All (PFA) tax was approved by the voters in 2020 and became effective January 1, 2021. The PFA personal income tax is 1.5 percent on taxable income above \$125 for individual filers and \$200 for those filing jointly, and an additional 1.5 percent on taxable income over \$250 for individuals and \$200 for those filing jointly. During the fiscal year ended June 30, 2022, \$187,113 of personal income taxes were collected.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Also attributing to the increase in tax revenues are property tax revenues, which were up by 78,531 or 18.6 percent as a result of increased assessed value growth of 5.1 percent, lower delinquency rates, and reduced Measure 50 compression. Measure 5 and 50 helps maintain steady growth in property tax collections.

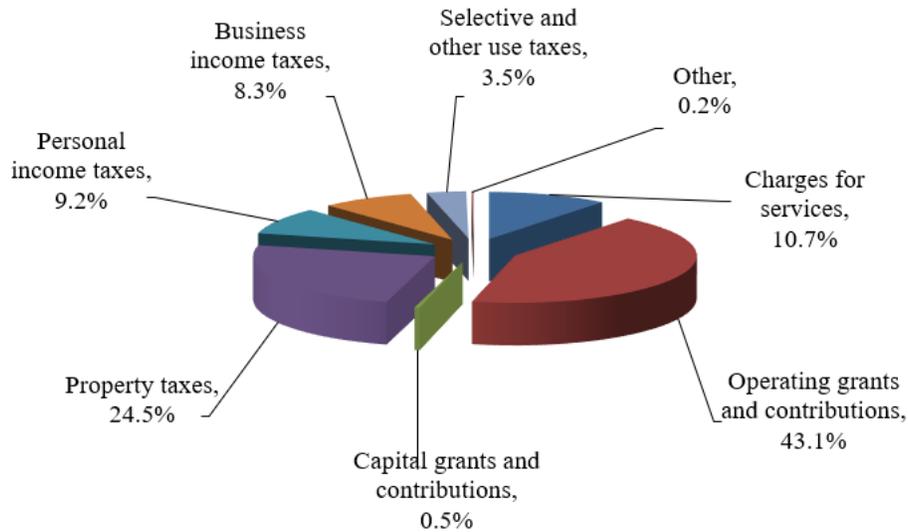
- Business income taxes (BIT) increased by \$33,058 or 24.3 percent. BIT collections had one of the largest year-over-year increases in the last three decades. The increase is due to a record level of corporate profits as economic disruptions from the pandemic continue to unwind.
- Other selective excise and use taxes increased significantly, by \$30,964 or 79 percent. Other selective excise and use taxes include transient lodging taxes (TLT), motor vehicle rental taxes (MVRT), county gasoline taxes, and heavy equipment rental taxes. TLT increased \$12,704, or 98.7 percent over last year. Travel and tourism has been hit hard by the pandemic and though TLT taxes are starting to rebound, they are not at pre-pandemic levels. MVRT increased \$17,849 or 87.8 percent over last year. This increase is due to the substantial drop during the pandemic, and MVRT appears to be recovered to pre-pandemic levels.

Interest and investment earnings decreased \$39,633, from the prior fiscal year. This is attributed to a low interest rate environment in early fiscal year 2021 and fast pace increase to rates in the latter half of fiscal year 2022. The one year US Treasury was 0.4 percent on January 3, 2022 and 2.8 percent on June 30, 2022. The County's largest source of cash assets are received during property tax season in November resulting in many investments begin made during a low interest rate market. The Library Bond proceeds were also invested in low interest rate market. The Federal Reserve started aggressively raising interest rates in the latter part of fiscal year ending June 30, 2022 to reduce the pace of inflation. The Federal Reserve has increased rates on four occasions and signaled it will continue to increase rates in the remainder of 2022 to achieve price stability. The decrease in interest and investment earnings is a result of unrealized losses from market rate fluctuations rather than actual realized losses. As a general best practice, the County holds investments to maturity and does not sell investments at losses. During fiscal year 2022, the County did not sell an investment at a loss.

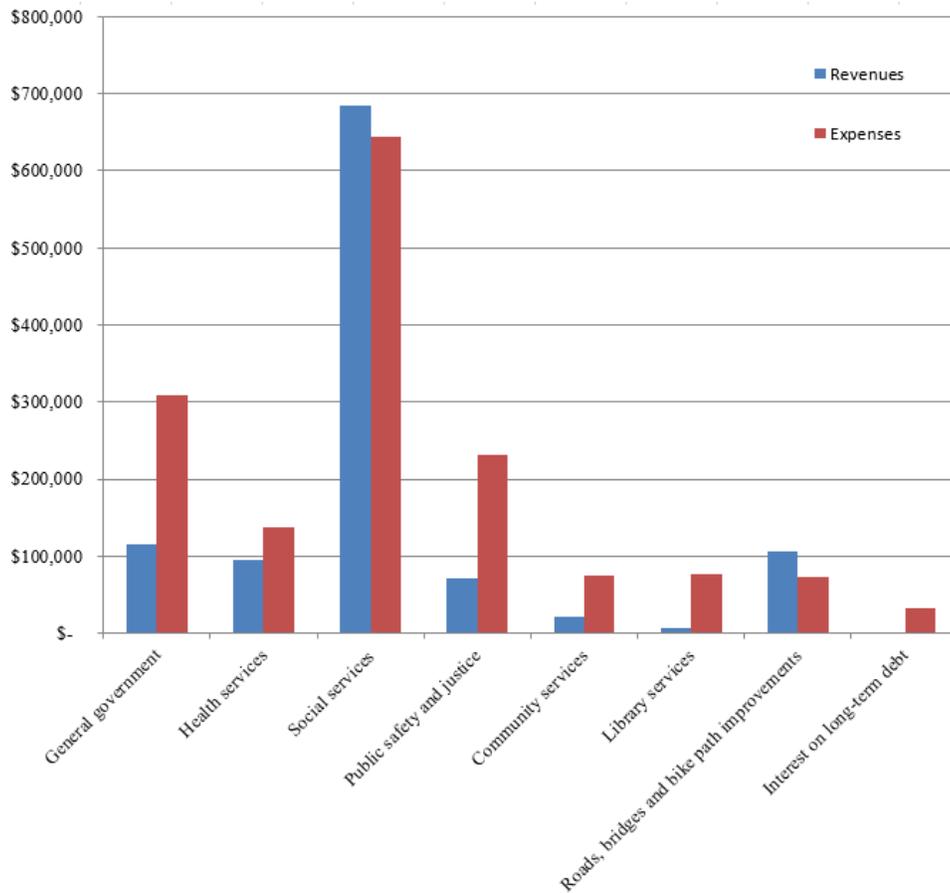
The following graphs show the County's Governmental Activities revenues by source and expenses by program area. The unrealized loss for interest and investments are excluded from these graphs.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Revenues by Source - Governmental Activities



Expenses and Program Revenues - Governmental Activities



MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Business-type activities. Business-type activities decreased the County's net position by \$12,044, which is attributed to decreases in net position of \$10,886 in the Health Department FQHC Fund, \$1,530 decrease in the Behavioral Health Managed Care Fund.

The Health Department FQHC Fund, a new fund during fiscal year ending June 30, 2022, was created to segregate the activities for Federally Qualified Health Centers (FQHC). This fund had revenues of \$164,268 and expenses of \$184,359. Balances for the activities that were previously reported in the General fund and the Federal/State Program Fund, \$8,206 and \$999 respectively, were transferred into this new fund in order to capture all activities related to FQHC within this fund. The Health Department FQHC Fund reported a negative net position of \$10,885.

Operating revenues decreased in the Behavioral Health Managed Care Fund, a nonmajor enterprise fund, by \$6,794 and expenses decreased by \$443. These decreases were due to a transition in the program associated with Health Share Oregon (HSO). Beginning January 1, 2020, the Health Department was no longer operating as the Multnomah Mental Health (MMH) Risk-Accepting Entity as part of HSO.

Financial Analysis of the Government's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds: The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

Other restricted resources include grant programs, improvements to roads or bike paths, various community support or future debt service. The remainder of fund balance is either *committed* for resources constrained on use by the Board of County Commissioners via a County Ordinance or Board resolution or is *nonspendable* to indicate that it is not available for discretionary spending because it has already been dedicated to prepaid items and inventories. Additional information on the County's fund balances can be found in *Note III.H. Fund balances, governmental funds* of this report.

The General Fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance was \$206,783 in the General Fund or approximately 97.2 percent of the total fund balance of \$212,826. As a measure of the General Fund's liquidity, it may be useful to compare fund balance to total General Fund expenditures of \$546,271. Unassigned fund balance of the General Fund represents 37.9 percent of total General Fund expenditures. This significant increase is attributed to stronger than expected business income tax collections in fiscal year 2022, a 24.3 percent increase. The increase is also attributed to larger than expected departmental General Fund under spending (in certain areas) in fiscal year 2022, primarily the result of increased permanent staff vacancy rates. The local and national economic outlook has improved significantly since the pandemic emergency.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

The fund balance of the County's General Fund increased by \$34,675 or 19.5 percent from the prior fiscal year, reflecting revenues that were \$35,451 or 19.5 percent less than the prior year, and expenditures that were \$29,147 or 5.1 percent less than the prior year. Tax revenues increased by \$66,756 or by 13.8 percent. Charges for services decreased by \$54,941 or 76.4 percent due to the transfer of activities to the new Health Department FQHC Enterprise Fund.

The Federal/State Program Special Revenue Fund has a total fund balance of \$8,113, of which only \$29 is nonspendable due to balances reported for prepaid items. The restricted balance of \$8,084 includes grants and other amounts received in advance that are restricted to specific purposes by external parties. In general, federal revenues are closely matched with federal expenditures. The fund balance of the Federal/State Program Fund decreased \$3,289.

Intergovernmental revenues increased by \$22,576 or 4.4 percent, which is attributed to the increased revenues of \$24,543 for the eXPRS program, a significant part of the Developmental Disability Program.

The most significant decrease in revenues was for charges for services of \$54,926 or 91.4 percent. Expenditures for health services decreased by \$67,040 or 43.2 percent. Both the revenues and expenditures decreased due to the transfer of activities from the Federal/State Program Fund to the new Health Department FQHC Enterprise Fund. Expenditures for social services increased by \$24,543 for state payments to County service providers; other expenditure increases were among various other programs.

Expenditures for social services increased by \$40,290 or 10.6 percent over the prior fiscal year, which was attributed to the eXPRS program and the COVID-19 Federal Emergency Rental Assistance Programs, for \$24,543 and \$24,169 respectively.

The Coronavirus (COVID-19) Response Special Revenue Fund has a total fund balance of \$441 at the end of fiscal year June 30, 2022 and as in the previous year, federal revenues closely matched with federal expenditures, resulting in little remaining fund balance. The most significant revenues are intergovernmental for \$157,798, which only slightly increased from the prior year. The County received over \$150 million in external funding for its COVID-19 response, of which over \$60 millions was American Rescue Plan Act funding (spent in fiscal year 2022). The County's COVID-19 response has been broad but has focused in a few areas: isolation and quarantine, contact tracing, vaccination, non-congregate sheltering for the houseless, rent assistance, other client assistance, emergency response and other services aimed at stopping the spread of the virus and supporting residents economically impacted by the pandemic. The County's Health Department received emergency rental assistance funding of \$43 million for housing stability and eviction prevention.

The Preschool for All Program Fund, has a total fund balance of \$169,115 at the end of fiscal year June 30, 2022, which is an increase of \$168,925 from the prior year. This is attributed to new Multnomah County Preschool for All tax revenues of \$187,112 approved in 2020 by voters, tax receipts for 2021 were primarily collected in March-April 2022. Per internal board policy the fund maintains a restricted reserve of 15 percent to guard against economic downturns and a 10 percent contingency for one-time only unanticipated emergency program expenditures.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

This fund had community services expenses of \$15,576. This program is operational and will continue to add new facilities in the coming year. Families were able to apply for slots in April 2022 and the first groups of preschoolers began in September 2022.

The Multnomah County Library Capital Construction Project Fund, a capital project fund, has a total fund balance of \$409,570, which is a reduction of \$26,638 or 6.1 percent from the prior year. This is due to current year expenditures of \$27,850 offset slightly by interest earnings.

Proprietary funds: The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. During fiscal year ending June 30, 2022, a new enterprise fund, the Health Department FQHC fund was created and is reported as a major fund. This fund accounts for revenues and expenditures for the County's Community Health Center Program. The Community Health Centers are community based, patient governed organizations that provide comprehensive primary care and preventative care, including health, oral health, and mental health/substances abuse services. The primary source of revenue is the Consolidated Health Centers 330 grant, medical fees (e.g. Medicaid and Medicare), third party reimbursements, and other State and local program income. All program income is restricted to uses that further the objectives of the Community Health Center.

The Health Department FQHC fund reported a negative unrestricted net position of \$12,795, investment in capital assets of \$1,910, for a total negative net position of \$10,885.

The total change in net position for all proprietary funds was a decrease of \$12,042. Other factors concerning the finances of these funds has been addressed in the discussion of the County's business-type activities.

General Fund Budgetary Highlights

The adjustments necessary to bring the expenditure budget into agreement with the revised revenue budget account for some of the differences between the original General Fund budget and the final adopted budget. Final budgeted revenues decreased by \$51,315 and final budgeted expenditures decreased by \$38,403 from the adopted budget.

The following are noteworthy changes from the original adopted budget to the final budget in the General Fund:

- Charges for services revenue decreased from the original budget by \$50,831, which is primarily due to the transfer of budgeted funds from the General Fund to the new Health Department FQHC Enterprise Fund. This was approved by the Board of County Commissioners in September, 2021.
- Final budgeted expenditures for Health services decreased by \$58,831, which is primarily due to the transfer of budgeted funds from the General Fund to the new Health Department FQHC Enterprise Fund. This was approved by the Board of County Commissioners in September, 2021.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

- Final budgeted expenditures for Homeless services increased by \$16,862, which appropriated funding for the Joint Office of Homeless Services for midyear emergency investments.
- Final budgeted expenditures for Nondepartmental increased by \$15,421. Most of this is attributed to an increase of \$14,795 in the final budget for the mid-year re-balance of increased business income taxes.
- Contingency modifications accounted for increases in budgeted expenditures that not were not anticipated at the time the budget was adopted and/or were not accompanied by increased revenues. Contingency may be used only when approved by the Board for a specific purpose and department. There was no effect on the ending General Fund budgetary fund balance as a result of these budget amendments. Contingency was reduced by \$13,446 from the original to the final budget and was primarily attributed to:
 - A contingency modification of \$13,700 was approved for appropriations related to construction activities that are reported in the Behavioral Health Resource Center Capital Fund.
 - Two contingency modifications totaling \$16,763 were approved for midyear emergency investments in the Joint Office of Homeless Services.
 - These were offset by a contingency modification to increase Business Income Tax resources for \$30,389; which in turn resulted in contingency modifications totaling \$13,126 to increase appropriations for activities for non departmental activities, the Health Department, and the Sheriff's Office.

The following are noteworthy variances from the final budget to actual amounts in the General Fund revenues:

- Business income tax (BIT) revenues were budgeted at \$118,195 and actual BIT collections were \$169,300 in fiscal year 2022. The variance was \$51,105 or 43.2 percent more than budgeted. BIT collections had one of the largest year-over-year increases in the last three decades. The increase is due to a record level of corporate profits as economic disruptions from the pandemic continue to unwind.
- Revenues from Motor Vehicle Registration Tax (MVRT) fees were budgeted at \$25,000 and actual MVR collections were \$32,560 during the fiscal year. This was 30.2 percent or \$7,560 more than expected. During the fiscal year, MVRT taxes recovered from the pandemic lows. This is due to an increase in travelers deplaning at PDX, as well as an increase in rental car costs due to supply chain disruptions and rental car shortages.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

The following are noteworthy variances from the final budget to actual amounts in the General Fund expenditures:

- Actual expenditures for the Joint Office of Homeless Services (JOHS) were under budget by \$16,304 or 39.8 percent. Though JOHS began receiving funding from the new Metro Supportive Housing Services (MSHS) personal income tax, the fiscal year ended June 30, 2022 was a ramp-up year for that funding, with new capital projects (shelters) and adding new providers.
- Actual Health Department expenditures were \$13,334 or 11.6 percent less than budgeted. This was due to a reduction in personnel services. It was more difficult than expected, to recruit and fill new positions and the types of positions needed continued to evolve. Recruiting vacancies was and continues to be especially challenging for healthcare related positions. There is a nationwide shortage of nurses, doctors, dentists, hygienists, etc. Programs within the Health Department that experienced this scenario significantly include: Organizational Development, Behavioral Health, Public Health, Corrections Health, and Integrated Clinical Services.
- Actual Department of Community Justice (DCJ) expenditures were \$8,333 or 10.6 percent less than budgeted, most of which were due to reduced expenditures for personnel and contract services. Not only did DCJ continue to struggle to fill vacancies in a tight job market, but service providers also had difficulty filling positions and providing services due to stagnant job markets and the nature of the jobs. For example, staff working in residential housing environments which are subject to COVID outbreaks making it difficult to find people to work in certain settings with the population that DCJ serves.

Capital Assets and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business-type activities as of June 30, 2022, amounts to \$1,386,888 (net of accumulated depreciation). This investment in capital assets includes land, right of ways, construction in progress, buildings and improvements, machinery and equipment, internally developed software, roads and bridges, sewer and street lighting systems, motor vehicles, and works of art. The total overall change in the County's investment in capital assets for the current fiscal year was an increase of \$24,032 or approximately 1.8 percent.

The increase in capital assets is primarily attributable to the increase of \$50,538 in construction in progress, which is offset by the decrease for annual depreciation. Various projects are underway, most notable is the renovation of the Behavioral Health Resource Center. Other larger projects include the Morrison bridge painting project, construction of various projects for the library, and enhancements to 238th drive.

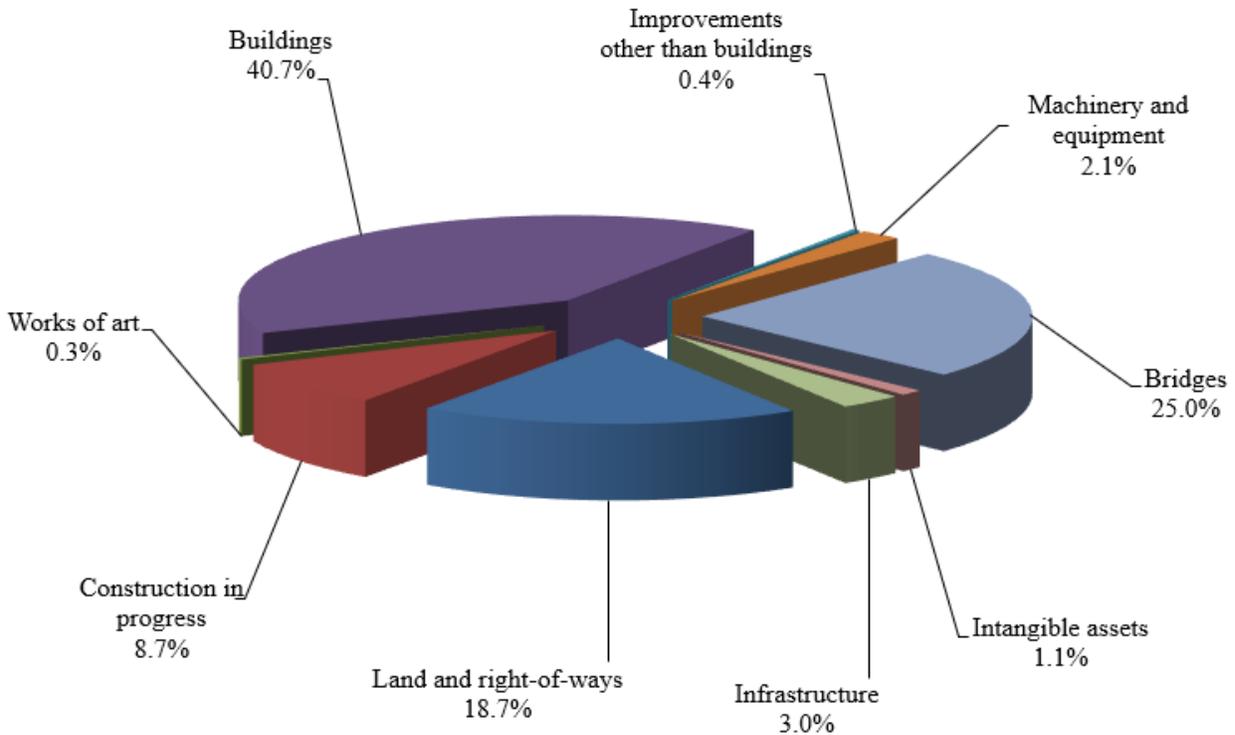
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Multnomah County's Capital Assets
(net of depreciation, where applicable)

	Governmental Activities		Business- Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land and right of ways	\$ 258,824	\$ 253,991	\$ -	\$ -	\$ 258,824	\$ 253,991
Construction in process	119,093	68,465	1,054	1,144	120,147	69,609
Works of art	4,471	4,463	-	-	4,471	4,463
Buildings	563,887	577,397	1,724	-	565,611	577,397
Improvements other than buildings	395	435	4,725	4,935	5,120	5,370
Machinery & equipment	28,388	33,861	186	-	28,574	33,861
Bridges	346,621	357,214	-	-	346,621	357,214
Intangible assets, depreciating	15,291	18,344	-	-	15,291	18,344
Infrastructure	42,229	42,607	-	-	42,229	42,607
Total capital assets	<u>\$ 1,379,199</u>	<u>\$ 1,356,777</u>	<u>\$ 7,689</u>	<u>\$ 6,079</u>	<u>\$ 1,386,888</u>	<u>\$ 1,362,856</u>

The following chart indicates the County's capital assets as of June 30, 2022. Additional information on the County's capital assets can be found in *Note III.F. Capital assets* of this report.

Total Capital Assets, Net of Depreciation



MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Long-term debt. At the end of the current fiscal year, the County had total debt outstanding of \$676,185. Of this amount, \$387,440 represents in general obligation bonds; \$286,086 in full faith and credit bonds; and \$2,658 in loan obligations. Full faith and credit bonds are obligations that pledge the full faith and credit of the County. Only governmental activities held long-term debt during fiscal year 2022.

Multnomah County's Outstanding Debt

	Governmental Activities	
	2022	2021
Full faith and credit bonds	\$ 286,087	\$ 311,700
General obligation bonds	387,440	431,386
Loans	2,658	2,914
Line of credit	-	2,730
Total outstanding debt	\$ 676,185	\$ 748,730

The County's total debt decreased by \$72,545 or approximately 9.7 percent during the current fiscal year. The net decrease is attributable to principal payments made on prior bonds issues and the payoff of the non-revolving credit facility (referred to as the line of credit).

The County maintains an Aaa rating with a stable outlook from Moody's for general obligation debt and full faith and credit bonds. Similarly, Standard & Poor's rated the County's both general obligation and full faith and credit bonds as AAA.

State statutes limit the amount of general obligation debt a governmental entity may issue to two percent of the real market value of all taxable property within the government's boundaries. The current debt limitation for the County for general obligation debt is \$3,535,109, which is in excess of the County's outstanding general obligation debt.

State statutes also limit the amount of full faith and credit obligations to one percent of the real market value of all taxable property within the government's boundaries. The current debt limitation for the County for full faith and credit obligations is \$1,704,679 which is in excess of the County's outstanding full faith and credit debt. In addition, the County maintains an internal board policy that limits General Fund supported full faith and credit annual debt payments to no more than 5 percent of budgeted corporate General Fund revenues. This limit is much more restrictive than provided in statute. In fiscal year 2023, the County is estimated to use about 46 percent of internal policy debt limit.

Additional information on the County's long-term liabilities can be found in *Note III.G. Long-term debt* of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

Key Economic Factors and Budget Information for Next Year

The unemployment rate for the Portland-Vancouver-Beaverton PMSA (Primary Metropolitan Statistical Area) at the close of the fiscal year had decreased to 3.5 percent. The unemployment rate was similar for the United States and the State of Oregon with 3.6 and 3.5 percent, respectively. This is a significant decrease from 2020, when the unemployment rate exceeded 11 percent, and from 2021, when unemployment exceeded 5 percent.

Property tax revenues are the single largest source of revenue in the General Fund and account for approximately 55.9 percent of ongoing revenues. General Fund growth is particularly sensitive to taxable value growth and compression. Property tax revenues are limited by state statute. Assessed value can generally not grow by more than 3 percent, although new construction can increase value growth above this limit. Property tax revenue is forecast to grow by 4.4 percent in 2023.

The forecast for fiscal year 2023, assumes the economy will remain stable but growing inflationary pressures in the economy will most likely slow the economy in 2024. Business income tax (BIT) collections totaled \$169,300 in fiscal year 2022, the highest annual level of collections ever recorded. This is attributed to federal assistance that stabilized the economy, strong profits from the largest payers, and businesses preferring to realize larger profits now anticipating future increases to corporate tax rates. The County is forecasting BIT collections to decrease by 9 percent in fiscal year 2023, remain flat in 2024 through 2025 before seeing an average growth of 5 percent from 2026 through 2028. The BIT is highly sensitive to economic conditions and has historically been a volatile revenue source. The fiscal year 2023 budget includes a reserve equal to 10 percent of budgeted BIT revenues to guard against year over year volatility.

Health care transformation and the expansion of Medicaid continue to drive growth in the County's Health Department. The County is a founding member of Health Share, a Coordinated Care Organization (CCO) that establishes rates paid to support Medicaid programs throughout Oregon.

The County's primary cost drivers are, like most governmental organizations, related to personnel. Expenditures for employee salaries are forecast to grow by slightly more than 5 percent in fiscal year 2023. Wages are established in labor contracts and wage growth is based on the change in the consumer price index (CPI). The CPI is a reflection of the strength of the regional economy. Inflation remains a concern as supply chain issues have caused supply shortages and the labor markets have tightened with employers struggling to fill vacancies. The forecast assumes inflation will continue to grow in the near term before returning to normal levels in the long run.

The County has taken a conservative approach to its pension liability and has taken proactive steps to limit rate increases established by the Oregon Public Employees Retirement System (OPERS). Accumulated reserves have been used to fund four "side accounts" totaling \$100,000 with OPERS. When fully amortized, these side accounts will reduce the OPERS rate by an estimated three percent of payroll and will help the County mitigate future rate increases. During fiscal year 2020, the County participated in the OPERS Employer Incentive Fund match program created by Senate Bill 1049. The County received a match on one side account totaling \$6,250. In January 2021, the Oregon PERS Board reduced the assumed earnings rate from 7.2 percent to 6.9 percent, though impactful the change was not unexpected.

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
(dollar amounts expressed in thousands)

In recent years, the County has been able to tackle some long-term capital needs. Construction on a new Behavioral Health Resource Center (BHRC) began in the summer of 2021 and will open during fiscal year 2023. The enhanced facility will provide transitional housing for homeless individuals with behavioral health issues and assist them in finding housing and treatment services. In January 2021, the County issued general obligation bonds totaling \$387 million to finance capital costs to expand, modernize, rebuild, and acquire land for library facilities. The library project is set to be completed in fiscal year 2026. The County is currently in the process of refining the Earthquake Ready Burnside Bridge Project scope, but is in the design and right of way phase. The project will be primarily funded with vehicle registration fees and other external funding. The total estimated cost for the project is above \$898 million (costs through construction phase). Assuming the project moves to the construction phase, construction would begin in fiscal year 2027. When completed these projects will add significantly to the County's asset base and reduce the amount of deferred capital maintenance.

The American Rescue Plan Act of 2021 (ARPA) was signed into law on March 11, 2021, and provided \$350 billion in additional funding for state and local governments navigating the impacts of the COVID-19 outbreak. Funds were distributed by the U.S. Treasury to states and eligible local governments and are to be used to cover COVID-19 related expenses and negative economic impacts from the pandemic. Multnomah County received a total direct allocation of \$157.8 million. Funding was provided to Multnomah County in two tranches: 50 percent or \$78.9 million received in May of 2021 and the second payment in June of 2022. The funds are available to be spent through December 31, 2024. The County programmed its first allocation to be used in fiscal year 2022, with the remainder to be spent in fiscal year 2023.

All of these factors were considered in preparing the County's budget for fiscal year 2023. The County's annual budget is prepared by the County's Budget Office; more information can be found at <https://www.multco.us/budget>.

Requests for Information

This financial report is designed to provide a general overview of Multnomah County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for separately issued component unit reports should be directed to the following address:

Multnomah County
Department of County Management
501 SE Hawthorne Blvd. Suite 531
Portland, OR 97214

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BASIC FINANCIAL SECTION

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

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MULTNOMAH COUNTY, OREGON
Statement of Net Position
June 30, 2022
(amounts expressed in thousands)

	Primary Government		Total	Component Unit
	Governmental Activities	Business-Type Activities		The Library Foundation
ASSETS				
Current assets (unrestricted):				
Cash and investments	\$ 413,784	\$ 36,241	\$ 450,025	\$ 21,857
Receivables, net:				
Taxes	35,588	2	35,590	-
Accounts	3,539	11,860	15,399	-
Loans	672	-	672	-
Leases	287	-	287	-
Interest	3,326	-	3,326	-
Special assessments	-	26	26	-
Contributions	-	-	-	39
Inventories	2,525	26	2,551	-
Prepaid items	10,347	81	10,428	25
Split interest and other agreements	-	-	-	531
Current assets (restricted):				
Cash and investments	912,250	-	912,250	205
Receivables, net:				
Taxes	36,104	-	36,104	-
Accounts	106,567	-	106,567	-
Inventories	854	-	854	-
Total current assets	<u>1,525,843</u>	<u>48,236</u>	<u>1,574,079</u>	<u>22,657</u>
Noncurrent assets (unrestricted):				
Net OPEB asset - RHIA	8,247	744	8,991	-
Loans receivable	2,652	-	2,652	-
Leases receivable	1,108	-	1,108	-
Capital assets:				
Capital assets, not being depreciated	382,388	1,054	383,442	-
Capital assets, net of accumulated depreciation	996,811	6,635	1,003,446	13
Leased assets, net of accumulated amortization	48,870	-	48,870	-
Noncurrent assets (restricted):				
Receivables, net:				
Loans	385	-	385	-
Contracts	150	-	150	-
Total noncurrent assets	<u>1,440,611</u>	<u>8,433</u>	<u>1,449,044</u>	<u>13</u>
Total assets	<u>2,966,454</u>	<u>56,669</u>	<u>3,023,123</u>	<u>22,670</u>
DEFERRED OUTFLOWS OF RESOURCES				
Unrestricted:				
OPEB - County Plan	11,228	1,043	12,271	-
OPEB - RHIA	10,815	975	11,790	-
Pension	222,298	20,042	242,340	-
Total deferred outflows of resources	<u>244,341</u>	<u>22,060</u>	<u>266,401</u>	<u>-</u>
LIABILITIES				
Current liabilities (payable from unrestricted assets):				
Accounts payable	59,412	1,480	60,892	469
Accrued salaries and benefits	15,143	1,376	16,519	-
Accrued interest payable	3,059	-	3,059	-

MULTNOMAH COUNTY, OREGON
Statement of Net Position
June 30, 2022
(amounts expressed in thousands)

	<u>Primary Government</u>		<u>Total</u>	<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>		<u>The Library Foundation</u>
Current liabilities (payable from unrestricted assets, continued):				
Gift annuity payable	-	-	-	4
Unearned revenue	711	334	1,045	-
Compensated absences	26,276	720	26,996	-
Bonds payable	75,857	-	75,857	-
Accrued lease obligations	8,127	-	8,127	-
Claims and judgments payable	9,352	-	9,352	-
Current liabilities (payable from restricted assets)				
Accounts payable	76,718	-	76,718	-
Accrued salaries and benefits	2,281	-	2,281	-
Loans payable	266	-	266	-
Unearned revenue	167,776	-	167,776	-
Deferred compensation	-	-	-	205
Total current liabilities	<u>444,978</u>	<u>3,910</u>	<u>448,888</u>	<u>678</u>
Noncurrent liabilities (payable from unrestricted assets):				
Compensated absences	6,250	2,872	9,122	-
Bonds payable	597,670	-	597,670	-
Accrued lease obligations	42,106	-	42,106	-
Total OPEB liability - County Plan	112,690	10,472	123,162	-
Net pension liability	363,910	32,810	396,720	-
Noncurrent liabilities (payable from restricted assets):				
Loans payable	2,392	-	2,392	-
Total noncurrent liabilities	<u>1,125,018</u>	<u>46,154</u>	<u>1,171,172</u>	<u>-</u>
Total liabilities	<u>1,569,996</u>	<u>50,064</u>	<u>1,620,060</u>	<u>678</u>
DEFERRED INFLOWS OF RESOURCES				
Unrestricted:				
Deferred inflows - Leases	1,396	-	1,396	-
OPEB - County Plan	17,164	1,595	18,759	-
OPEB - RHIA	6,724	606	7,330	-
Pension	286,786	25,857	312,643	-
Unamortized gain on debt refunding	8,058	-	8,058	-
Total deferred inflows of resources	<u>320,128</u>	<u>28,058</u>	<u>348,186</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	1,147,120	7,689	1,154,809	13
Restricted for:				
Nonexpendable - library operations	-	-	-	4,913
Expendable - library operations	71,969	-	71,969	6,188
Capital projects, buildings	6,108	-	6,108	-
Community support programs	237,269	-	237,269	-
Roads, bridges and bike path improvements	32,167	-	32,167	-
Document storage and retrieval	200	-	200	-
Debt service	1,033	-	1,033	-
Unrestricted	(175,195)	(7,082)	(182,277)	10,878
Total net position	<u>\$ 1,320,671</u>	<u>\$ 607</u>	<u>\$ 1,321,278</u>	<u>\$ 21,992</u>

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

MULTNOMAH COUNTY, OREGON
Statement of Activities
For the year ended June 30, 2022
(amounts expressed in thousands)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-type Activities	Total	
Primary government:								
Governmental activities:								
General government	\$ 309,526	\$ 112,507	\$ 3,715	\$ 19	\$ (193,285)	\$ -	\$ (193,285)	\$ -
Health services	136,886	13,699	82,341	-	(40,846)	-	(40,846)	-
Social services	643,192	9,329	667,177	8,553	41,867	-	41,867	-
Public safety and justice	231,590	23,995	46,721	-	(160,874)	-	(160,874)	-
Community services	75,348	18,700	3,504	4	(53,140)	-	(53,140)	-
Library	76,440	3,267	3,215	-	(69,958)	-	(69,958)	-
Roads, bridges, and bike path improvements	72,434	35,979	69,453	798	33,796	-	33,796	-
Interest on long-term debt	32,460	-	-	-	(32,460)	-	(32,460)	-
Total governmental activities	1,577,876	217,476	876,126	9,374	(474,900)	-	(474,900)	-
Business-type activities:								
Health Department FQHC	184,359	162,285	-	1,983	-	(20,091)	(20,091)	-
Dunthorpe-Riverdale Service District No. 1	1,118	40	-	-	-	(1,078)	(1,078)	-
Mid-Multnomah County Street Lighting Service District No. 14	424	15	-	-	-	(409)	(409)	-
Behavioral health managed care	1,915	385	-	-	-	(1,530)	(1,530)	-
Total business-type activities	187,816	162,725	-	1,983	-	(23,108)	(23,108)	-
Total primary government	\$ 1,765,692	\$ 380,201	\$ 876,126	\$ 11,357	(474,900)	(23,108)	(498,008)	-
Component unit:								
The Library Foundation	\$ 2,516	\$ -	\$ 1,586	\$ -	\$ -	\$ -	\$ -	\$ (930)
General revenues:								
Taxes:								
Property taxes, levied for general purposes					500,330	1,859	502,189	-
Personal income taxes					187,113	-	187,113	-
Business income taxes					169,300	-	169,300	-
Selective excise and use taxes					70,161	-	70,161	-
Payments in lieu of taxes					603	-	603	-
State government shared unrestricted revenues					13,476	-	13,476	-
Grants and contributions not restricted to specific programs					5	-	5	515
Interest and investment loss					(35,753)	-	(35,753)	(1,872)
Transfers					(9,205)	9,205	-	-
Total general revenues					896,030	11,064	907,094	(1,357)
Change in net position					421,130	(12,044)	409,086	(2,287)
Net position - beginning					899,541	12,651	912,192	24,279
Net position - ending					\$ 1,320,671	\$ 607	\$ 1,321,278	\$ 21,992

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

FUND FINANCIAL STATEMENTS

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MULTNOMAH COUNTY, OREGON
Balance Sheet
Governmental Funds
June 30, 2022
(amounts expressed in thousands)

	General Fund	Federal/State Program Special Revenue Fund	Coronavirus (COVID-19) Response Special Revenue Fund	Preschool for All Program Special Revenue Fund
ASSETS				
Unrestricted:				
Cash and investments	\$ 178,276	\$ -	\$ -	\$ 11,367
Receivables:				
Taxes	32,826	-	-	-
Accounts, net	1,378	-	-	-
Loans	3,324	-	-	-
Interest	3,326	-	-	-
Due from other funds	49,008	-	-	-
Inventories	562	-	-	-
Prepays and deposits	1,178	29	1,593	-
Restricted:				
Cash and investments	749	47,924	119,568	142,464
Receivables:				
Taxes	-	-	-	18,684
Accounts, net	-	64,829	28,984	-
Loans	-	385	-	-
Contracts	150	-	-	-
Inventories	-	854	-	-
Total assets	<u>\$ 270,777</u>	<u>\$ 114,021</u>	<u>\$ 150,145</u>	<u>\$ 172,515</u>
LIABILITIES				
Liabilities payable from unrestricted assets:				
Accounts payable	\$ 36,810	\$ -	\$ 1,152	\$ -
Payroll payable	14,037	-	-	-
Unearned revenue	711	-	-	-
Internal loans payable	-	-	-	-
Liabilities payable from restricted assets:				
Accounts payable	-	27,054	9,879	3,353
Payroll payable	-	1,048	17	47
Unearned revenue	-	47,886	119,568	-
Due to other funds	-	29,920	19,088	-
Total liabilities	<u>51,558</u>	<u>105,908</u>	<u>149,704</u>	<u>3,400</u>
DEFERRED INFLOWS OF RESOURCES				
Unrestricted:				
Resources not yet available:				
Property taxes	6,393	-	-	-
Restricted:				
Resources not yet available:				
Property taxes	-	-	-	-
Total deferred inflows of resources	<u>6,393</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable	1,740	29	1,593	-
Restricted	899	8,084	-	157,748
Committed	3,404	-	-	11,200
Assigned	-	-	-	167
Unassigned	206,783	-	(1,152)	-
Total fund balances	<u>212,826</u>	<u>8,113</u>	<u>441</u>	<u>169,115</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 270,777</u>	<u>\$ 114,021</u>	<u>\$ 150,145</u>	<u>\$ 172,515</u>

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

Multnomah County Library Capital Construction Project Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 106,282	\$ 295,925
-	2,762	35,588
-	1,374	2,752
-	-	3,324
-	-	3,326
-	-	49,008
-	222	784
-	952	3,752
412,255	189,291	912,251
-	17,421	36,105
31	12,723	106,567
-	-	385
-	-	150
-	-	854
<u>\$ 412,286</u>	<u>\$ 331,027</u>	<u>\$ 1,450,771</u>
\$ -	\$ 10,986	\$ 48,948
-	97	14,134
-	-	711
-	7,062	7,062
2,716	33,714	76,716
-	1,168	2,280
-	322	167,776
-	-	49,008
<u>2,716</u>	<u>53,349</u>	<u>366,635</u>
-	-	6,393
-	2,317	2,317
-	2,317	8,710
-	1,174	4,536
409,570	181,914	758,215
-	79,451	94,055
-	13,253	13,420
-	(431)	205,200
<u>409,570</u>	<u>275,361</u>	<u>1,075,426</u>
<u>\$ 412,286</u>	<u>\$ 331,027</u>	<u>\$ 1,450,771</u>

MULTNOMAH COUNTY, OREGON
Reconciliation of the Balance Sheet to the Statement of Net Position
Governmental Funds
As of June 30, 2022
(dollar amounts expressed in thousands)

Fund balances - governmental funds	\$	1,075,426
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital and leased assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds:		
Governmental capital assets	2,150,976	
Less accumulated depreciation	<u>(794,332)</u>	1,356,644
Deferred outflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds:		
Deferred outflows of resources - OPEB - County Plan	10,221	
Deferred outflows of resources - OPEB - RHIA	9,850	
Deferred outflows of resources - pension	<u>202,477</u>	222,548
Accrued interest payable		(3,059)
Long-term liabilities, not due and payable in the current period and, therefore, are not reported in the governmental funds:		
Bonds payable	(673,527)	
Leases payable	(228)	
Loans payable	(2,659)	
Retainage payable	<u>(421)</u>	(676,835)
Accrued compensated absences are not due and payable in the current period and, therefore, are not reported in the funds		(29,114)
Long-term asset / (liabilities) related to future periods and, therefore, are not reported in the governmental funds:		
Total OPEB - County Plan	(102,575)	
Net OPEB - RHIA	7,512	
Net pension	<u>(331,461)</u>	(426,524)
Deferred inflows of resources are applicable to future periods and, therefore, are not reported in the governmental funds:		
Deferred inflows of resources - OPEB - County Plan	(15,624)	
Deferred inflows of resources - OPEB - RHIA	(6,124)	
Deferred inflows of resources - pension	(261,214)	
Deferred inflows of resources - unamortized gain on debt refunding	<u>(8,058)</u>	(291,020)
Other long-term assets and deferred inflows of resources are not available to fund current period expenditures and, therefore, are not reported in the governmental funds:		
Property taxes	8,709	
Loans receivable	<u>(24)</u>	8,685
Internal service funds are used by management to charge the costs of certain activities to individual funds. Net position of the internal service funds is reported with governmental activities.		
		<u>83,921</u>
Net position of governmental activities	\$	<u><u>1,320,672</u></u>

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

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MULTNOMAH COUNTY, OREGON
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	General Fund	Federal/State Program Special Revenue Fund	Coronavirus (COVID-19) Response Special Revenue Fund	Preschool for All Program Special Revenue Fund
REVENUES				
Taxes	\$ 551,340	\$ -	\$ -	\$ 187,112
Payments in lieu of taxes	439	-	-	-
Intergovernmental	14,113	540,992	157,798	-
Licenses and permits	15,357	1,084	-	-
Charges for services	16,955	5,195	-	-
Interest	2,149	7	441	167
Non-governmental grants	31	6,338	46	-
Service reimbursements	40,555	360	-	-
Investment earnings (losses)	(37,080)	-	-	-
Miscellaneous	386	2	-	-
Total revenues	<u>604,245</u>	<u>553,978</u>	<u>158,285</u>	<u>187,279</u>
EXPENDITURES				
Current:				
General government	124,754	-	-	-
Health services	93,907	88,047	-	-
Social services	78,501	420,723	158,004	-
Public safety and justice	248,853	43,976	-	-
Community services	-	-	-	15,576
Library services	-	-	-	-
Roads, bridges, and bike path improvements	2	-	-	-
Capital outlay	254	3,511	80	-
Debt service:				
Principal	-	-	-	8,030
Interest	-	-	-	48
Total expenditures	<u>546,271</u>	<u>556,257</u>	<u>158,084</u>	<u>23,654</u>
Revenues over (under) expenditures	<u>57,974</u>	<u>(2,279)</u>	<u>201</u>	<u>163,625</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	2,171	-	-	-
Transfers out	(25,471)	(999)	-	-
Proceeds from sale of capital assets	1	5	-	-
Loan remittances	-	(16)	-	-
Issuance of debt	-	-	-	5,300
Total other financing sources (uses)	<u>(23,299)</u>	<u>(1,010)</u>	<u>-</u>	<u>5,300</u>
Net change in fund balances	34,675	(3,289)	201	168,925
Fund balances - beginning	<u>178,151</u>	<u>11,402</u>	<u>240</u>	<u>190</u>
Fund balances - ending	<u>\$ 212,826</u>	<u>\$ 8,113</u>	<u>\$ 441</u>	<u>\$ 169,115</u>

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

Multnomah County Library Capital Construction Project Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 189,541	\$ 927,993
-	164	603
-	176,651	889,554
-	36,661	53,102
-	8,486	30,636
1,155	1,760	5,679
-	2,814	9,229
-	81,000	121,915
-	-	(37,080)
57	347	792
<u>1,212</u>	<u>497,424</u>	<u>2,002,423</u>
-	35	124,789
-	999	182,953
-	36,377	693,605
-	7,549	300,378
-	51,981	67,557
8,750	85,209	93,959
-	81,879	81,881
19,100	45,764	68,709
-	62,276	70,306
-	43,460	43,508
<u>27,850</u>	<u>415,529</u>	<u>1,727,645</u>
<u>(26,638)</u>	<u>81,895</u>	<u>274,778</u>
-	102,309	104,480
-	(86,884)	(113,354)
-	-	6
-	-	(16)
-	-	5,300
<u>-</u>	<u>15,425</u>	<u>(3,584)</u>
(26,638)	97,320	271,194
<u>436,208</u>	<u>178,041</u>	<u>804,232</u>
<u>\$ 409,570</u>	<u>\$ 275,361</u>	<u>\$ 1,075,426</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, 2022
(dollar amounts expressed in thousands)

Net change in fund balances - governmental funds		\$ 271,194
<p>Amounts reported for governmental activities in the Statement of Activities are different because the following activities are not current financial resources or uses:</p> <p>Governmental funds report capital outlay as expenditures. However, in the Statement of Activities the cost of those assets are depreciated over their estimated useful lives:</p>		
Expenditures for capital assets	60,596	
Current year depreciation expense	(42,308)	
Contributed and donated capital assets - sent	(2,301)	
Contributed and donated capital assets - received	176	
Net loss on disposal of capital assets	<u>(80)</u>	16,082
<p>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:</p> <p>Premium liabilities reported under full accrual are amortized to interest expense in the Statement of Activities</p>		
		11,328
<p>Repayment of long-term debt are reported as expenditures, respectively in the governmental funds. but as reductions of long-term liabilities in the Statement of Net Position</p>		
		70,055
<p>Proceeds from the issuance of long-term debt (including defeased amounts) are reported as revenues, respectively, in the governmental funds, but as increases, respectively, of long-term liabilities in the Statement of Net Position</p>		
		(5,300)
<p>Some expenses reported in the Statement of Activities do not require use of current resources:</p>		
Accrual of OPERS net pension liability not reported as an expenditure in governmental funds	42,469	
Accrual of other postemployment liability not reported as an expenditure in governmental funds	7,054	
Other accrued liabilities	<u>4,344</u>	53,868
<p>Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. The net adjustment of these revenues recognized in different years for modified vs full accrual may result in a net increase or net decrease of revenue.</p>		
		(4,257)
<p>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</p>		
		<u>8,160</u>
Change in net position of governmental activities		<u>\$ 421,130</u>

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

MAJOR GOVERNMENTAL FUNDS

Major governmental funds are defined as those funds whose revenues, expenditures, assets or liabilities (excluding extraordinary items) are at least ten percent of corresponding totals for all governmental funds for the same. The General Fund is always classified as a major fund. The modified cash basis of accounting is used to record revenues and expenditures in the *Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual* for each fund..

- **General Fund** - accounts for and report all financial operations of the County which are not accounted for and reported in another fund. The primary sources of revenues are property taxes, business income taxes, motor vehicle rental taxes, service charges, intergovernmental revenue, fees and permits, and interest income. The majority of expenditures in the General Fund are made for general government, public safety, health services, aging services, and youth and family services.
- **Federal/State Program Fund** - accounts for the majority of grant restricted revenues and expenditures related to funding received from federal, state and local programs. The fund also includes some non-restricted operational revenues in the form of fees and licenses.
- **Coronavirus (COVID-19) Response Fund** - accounts for revenues and expenditures associated with the County's COVID-19 public health emergency response. Expenditures are restricted to public health services, behavioral health, medical services, human services, measures taken to facilitate and comply with COVID-19 public health measures (e.g. care for homeless population) and efforts to support economic recovery from the pandemic. Revenues are primarily derived from American Rescue Plan (ARPA), and other State and Federal COVID-19 relief grant funds.
- **Preschool for All Program Fund** - accounts for revenues and expenditures for the County Preschool for All Program. The primary source of revenue is personal income tax collections related to Ballot Measure 26-214 passed by the voters of Multnomah County on November 3, 2020, and effective January 1, 2021. Revenues are dedicated to fund universal, tuition-free, voluntary, and high quality preschool education within Multnomah County.
- **Multnomah County Library Capital Construction Fund** - accounts for expenditures for the planning, renovation, and construction of certain library facilities as approved by Multnomah County voters on November 3, 2020, as Ballot Measure 26-211. Resources are derived from debt issuance and interest on bond proceeds. (See the *Combining and Individual Statements and Schedules - Governmental Funds* section for the *Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual*)

MULTNOMAH COUNTY, OREGON
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	Budgeted Amounts		Actual Amounts	Variance
	Original	Final		
REVENUES				
Taxes:				
Property	\$ 335,937	\$ 335,937	\$ 349,125	\$ 13,188
Business income	113,300	118,195	169,300	51,105
Motor vehicle rental	25,000	25,000	32,560	7,560
Transient lodging	-	-	70	70
Heavy equipment rental	-	-	286	286
Payments in lieu of taxes	60	60	439	379
Intergovernmental	13,468	13,468	14,113	645
Licenses and permits	12,881	12,881	15,357	2,476
Charges for services	67,687	16,856	16,955	99
Interest	1,383	1,383	2,004	621
Other:				
Non-governmental grants	7,271	-	31	31
Service reimbursements	42,527	44,419	40,555	(3,864)
Miscellaneous	1,773	1,773	743	(1,030)
Total revenues	621,287	569,972	641,538	71,566
EXPENDITURES				
Current:				
Community justice	78,132	78,259	69,926	8,333
Community services	19,086	19,088	17,423	1,665
County assets	8,776	8,776	7,579	1,197
County management	50,433	50,433	46,084	4,349
District attorney	32,569	32,575	32,108	467
Health services	174,207	115,376	102,042	13,334
Human services	58,820	60,017	53,809	6,208
Homeless services	24,123	40,985	24,681	16,304
Nondepartmental	42,594	58,015	53,680	4,335
Sheriff	149,323	149,582	147,072	2,510
Contingency	29,692	16,246	-	16,246
Total expenditures	667,755	629,352	554,404	74,948
Revenues over (under) expenditures	(46,468)	(59,380)	87,134	146,514
OTHER FINANCING SOURCES (USES)				
Transfers in	2,661	2,661	2,171	(490)
Transfers out	(3,565)	(25,471)	(25,471)	-
Proceeds from sale of capital assets	-	-	1	1
Loan proceeds	223	223	235	12
Total other financing sources (uses)	(681)	(22,587)	(23,064)	(477)
Net change in fund balances	(47,149)	(81,967)	64,070	146,037
Fund balances - beginning	97,480	132,298	182,725	50,427
Fund balances - ending	\$ 50,331	\$ 50,331	\$ 246,795	\$ 196,464
Reconciliation to modified accrual basis:				
Loans receivable			3,111	
Unrealized gain (loss) on investments			(37,080)	
Fund balance as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances, Governmental Funds			\$ 212,826	

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/State Program Special Revenue Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Intergovernmental	\$ 322,891	\$ 363,042	\$ 297,002	\$ (66,040)
Licenses and permits	899	899	1,084	185
Charges for services	76,519	5,231	5,195	(36)
Interest	7	7	7	-
Non-governmental grants	6,492	6,375	6,338	(37)
Service reimbursements	-	-	360	360
Miscellaneous	640	640	2	(638)
Total revenues	<u>407,448</u>	<u>376,194</u>	<u>309,988</u>	<u>(66,206)</u>
EXPENDITURES				
Current:				
Community justice	24,698	27,689	25,938	1,751
Community services	1,183	1,183	585	598
County assets	-	110	-	110
District attorney	8,126	8,171	7,473	698
Health services	183,271	102,266	88,047	14,219
Human services	132,365	148,550	123,592	24,958
Homeless services	47,690	76,931	53,444	23,487
Nondepartmental	3,886	3,961	2,623	1,338
Sheriff	9,298	11,377	10,565	812
Total expenditures	<u>410,517</u>	<u>380,238</u>	<u>312,267</u>	<u>67,971</u>
Revenues over (under) expenditures	(3,069)	(4,044)	(2,279)	1,765
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(999)	(999)	-
Proceeds from sale of capital assets	-	-	5	5
Loan remittances	-	-	(16)	(16)
Issuance of debt	316	316	-	(316)
Total other financing sources (uses)	<u>316</u>	<u>(683)</u>	<u>(1,010)</u>	<u>(327)</u>
Net change in fund balances	(2,753)	(4,727)	(3,289)	1,438
Fund balances - beginning	<u>3,387</u>	<u>5,361</u>	<u>11,402</u>	<u>6,041</u>
Fund balances - ending	<u>\$ 634</u>	<u>\$ 634</u>	<u>8,113</u>	<u>\$ 7,479</u>

Reconciliation to modified accrual basis:

Some medical service providers through County programs are paid directly by the State, rather than funds flowing through the County. Under GAAP this activity is added as revenues and expenditures.

Intergovernmental revenues	(243,989)
Payments to service providers	<u>243,989</u>
Fund balance as reported on the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances	<u>\$ 8,113</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
Coronavirus (COVID-19) Response Special Revenue Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 171,543	\$ 224,406	\$ 157,798	\$ (66,608)
Interest	-	-	441	441
Non-governmental grants	-	-	46	46
Total revenues	<u>171,543</u>	<u>224,406</u>	<u>158,285</u>	<u>(66,121)</u>
EXPENDITURES				
Current:				
Community justice	2,565	2,565	917	1,648
Community services	1,650	1,650	96	1,554
County assets	3,073	687	410	277
County management	1,837	4,487	4,485	2
Library	500	612	92	520
District attorney	242	1,292	617	675
Health services	60,159	71,904	46,322	25,582
Human services	63,814	96,992	62,619	34,373
Homeless services	29,658	32,775	32,203	572
Nondepartmental	6,452	9,899	8,780	1,119
Sheriff	1,593	1,543	1,543	-
Total expenditures	<u>171,543</u>	<u>224,406</u>	<u>158,084</u>	<u>66,322</u>
Net change in fund balances	-	-	201	201
Fund balances - beginning	-	-	240	240
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 441</u>	<u>\$ 441</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
Preschool for All Program Special Revenue Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Taxes	\$ 96,250	\$ 96,250	\$ 187,112	\$ 90,862
Interest	-	-	167	167
Total revenues	<u>96,250</u>	<u>96,250</u>	<u>187,279</u>	<u>91,029</u>
EXPENDITURES				
Current:				
County management	13,180	13,180	10,988	2,192
Health services	367	367	231	136
Human services	20,557	20,557	4,357	16,200
Contingency	10,500	10,500	-	10,500
Debt service:				
Principal	-	-	8,030	(8,030)
Interest expense	-	-	48	(48)
Total expenditures	<u>44,604</u>	<u>44,604</u>	<u>23,654</u>	<u>20,950</u>
Revenues over (under) expenditures	51,646	51,646	163,625	111,979
OTHER FINANCING SOURCES (USES)				
Issuance of debt	-	-	5,300	5,300
Net change in fund balances	51,646	51,646	168,925	117,279
Fund balances - beginning	-	-	190	190
Fund balances - ending	<u>\$ 51,646</u>	<u>\$ 51,646</u>	<u>\$ 169,115</u>	<u>\$ 117,469</u>

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

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PROPRIETARY FUNDS

The County utilizes ten proprietary funds made up of four enterprise funds and six internal service funds. See the *Combining and Individual Statements and Schedules - Proprietary Funds* section for the nonmajor enterprise funds and the internal service funds; this section also includes the *Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual* for the Health Department FQHC Fund, a major enterprise fund along with the nonmajor enterprise funds.

These funds are used to finance and account for Integrated Clinical Services, and 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 cash basis of accounting. For financial reporting purposes, the full accrual basis of accounting is used. The difference in the accounting basis used relates primarily to the methods of accounting for revenue accruals, depreciation and capital outlay, compensated absences, claims and judgments payable, leases, and pension and other postemployment benefits.

Major Enterprise Fund:

- **Health Department FQHC Fund** - accounts for revenues and expenditures for the County's Community Health Center Program. The Community Health Centers are community based, patient governed organizations that provide comprehensive primary care and preventative care, including health, oral health, and mental health/substances abuse services. The primary source of revenue is the Consolidated Health Centers 330 grant, medical fees (e.g. Medicaid and Medicare), third party reimbursements, and other State and local program income. All program income is restricted to uses that further the objectives of the Community Health Center.

MULTNOMAH COUNTY, OREGON
Statement of Net Position
Proprietary Funds
June 30, 2022
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Health Department FQHC	Other Nonmajor Enterprise	Total	
ASSETS				
Current assets:				
Cash and investments	\$ 29,105	\$ 7,135	\$ 36,240	\$ 117,855
Receivables:				
Accounts, net	11,856	4	11,860	813
Special assessments	-	28	28	-
Leases receivable	-	-	-	287
Inventories	-	26	26	1,740
Prepaid items	81	-	81	6,595
Total current assets	<u>41,042</u>	<u>7,193</u>	<u>48,235</u>	<u>127,290</u>
Noncurrent assets:				
Leases receivable	-	-	-	1,108
Internal loans receivable	-	-	-	7,062
Net OPEB asset - RHIA	729	14	743	735
Capital assets:				
Construction in progress	-	1,054	1,054	1,293
Other capital assets, net	1,910	4,725	6,635	21,498
Leased assets, net	-	-	-	48,640
Total noncurrent assets	<u>2,639</u>	<u>5,793</u>	<u>8,432</u>	<u>80,336</u>
Total assets	<u>43,681</u>	<u>12,986</u>	<u>56,667</u>	<u>207,626</u>
DEFERRED OUTFLOWS OF RESOURCES				
OPEB - County Plan	1,023	20	1,043	1,007
OPEB - RHIA	956	19	975	965
Pension plan	19,653	390	20,043	19,822
Total deferred outflows of resources	<u>21,632</u>	<u>429</u>	<u>22,061</u>	<u>21,794</u>
LIABILITIES				
Current liabilities:				
Accounts payable	943	533	1,476	10,050
Payroll payable	1,376	-	1,376	1,010
Unearned revenue	334	-	334	-
Compensated absences	720	-	720	2,394
Claims and judgments payable	-	-	-	9,352
Accrued lease obligations	-	-	-	8,018
Total current liabilities	<u>3,373</u>	<u>533</u>	<u>3,906</u>	<u>30,824</u>
Noncurrent liabilities:				
Compensated absences	2,872	-	2,872	1,017
Accrued lease obligations	-	-	-	41,987
Total OPEB liability - County Plan	10,269	203	10,472	10,115
Net pension liability	32,172	638	32,810	32,448
Total noncurrent liabilities	<u>45,313</u>	<u>841</u>	<u>46,154</u>	<u>85,567</u>
Total liabilities	<u>48,686</u>	<u>1,374</u>	<u>50,060</u>	<u>116,391</u>

(Continued)

MULTNOMAH COUNTY, OREGON
Statement of Net Position
Proprietary Funds
June 30, 2022
(amounts expressed in thousands)

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities - Internal Service Funds
	Health Department FQHC	Other Nonmajor Enterprise	Total	
DEFERRED INFLOWS OF RESOURCES				
Leases	-	-	-	1,396
OPEB - County Plan	1,564	31	1,595	1,541
OPEB - RHIA	594	12	606	600
Pension plan	25,354	503	25,857	25,572
Total deferred inflows of resources	<u>27,512</u>	<u>546</u>	<u>28,058</u>	<u>29,109</u>
NET POSITION				
Investment in capital assets	1,910	5,779	7,689	19,027
Unrestricted	(12,795)	5,716	(7,079)	64,894
Total net position	<u>\$ (10,885)</u>	<u>\$ 11,495</u>	<u>\$ 610</u>	<u>\$ 83,921</u>
Balance sheet out of balance by:	-	-	-	(1)

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

MULTNOMAH COUNTY, OREGON
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities - Internal Service Funds
	Health Department FQHC	Other Nonmajor Enterprise	Total	
OPERATING REVENUES				
Current assessments	\$ -	\$ 1,846	\$ 1,846	\$ -
Prior assessments	-	19	19	-
Charges for services	4,689	7	4,696	261,620
Intergovernmental charges for services	134,931	15	134,946	1,034
Intergovernmental grants	12,899	-	12,899	-
Non-governmental grants	8,603	-	8,603	-
Insurance premiums	-	-	-	10,963
Licenses and permits	-	5	5	9
Miscellaneous	1,126	358	1,484	2,162
Total operating revenues	<u>162,248</u>	<u>2,250</u>	<u>164,498</u>	<u>275,788</u>
OPERATING EXPENSES				
Cost of sales and services	180,587	3,086	183,673	246,211
Administration	3,683	160	3,843	8,231
Depreciation and amortization	87	210	297	14,105
Total operating expenses	<u>184,357</u>	<u>3,456</u>	<u>187,813</u>	<u>268,547</u>
Operating income (loss)	<u>(22,109)</u>	<u>(1,206)</u>	<u>(23,315)</u>	<u>7,241</u>
NONOPERATING REVENUES (EXPENSES)				
Interest revenue	36	49	85	757
Gain on disposal of capital assets	-	-	-	492
Total nonoperating revenues	<u>36</u>	<u>49</u>	<u>85</u>	<u>1,249</u>
Income (loss) before contributions and transfers	(22,073)	(1,157)	(23,230)	8,490
Transfers in	9,205	-	9,205	-
Transfers out	-	-	-	(330)
Capital contributions in	1,983	-	1,983	19
Capital contributions out	-	-	-	(19)
Change in net position	<u>(10,885)</u>	<u>(1,157)</u>	<u>(12,042)</u>	<u>8,160</u>
Total net position - beginning	<u>-</u>	<u>12,652</u>	<u>12,652</u>	<u>75,760</u>
Total net position - ending	<u>\$ (10,885)</u>	<u>\$ 11,495</u>	<u>\$ 610</u>	<u>\$ 83,920</u>
Funds do not reconcile by:	-	-	-	1

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

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MULTNOMAH COUNTY, OREGON
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Major Fund		Total	
	Health Department FQHC Fund	Other Nonmajor Enterprise Funds		
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 128,132	\$ 2,356	\$ 130,488	\$ 15,806
Receipts for interfund services provided	-	-	-	261,134
Receipts from grants and awards	21,502	-	21,502	-
Payments to suppliers	(54,021)	(1,855)	(55,876)	(181,480)
Payments to employees	(75,735)	(1,202)	(76,937)	(60,221)
Payments for interfund services used	-	(220)	(220)	(17,970)
Net cash provided by (used for) operating activities	19,878	(921)	18,957	17,269
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in	9,205	-	9,205	-
Transfers out	-	-	-	(330)
Internal loan remittance	-	-	-	(7,062)
Net cash provided by (used for) noncapital and related financing activities	9,205	-	9,205	(7,392)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital contributions in	-	-	-	19
Capital contributions out	-	-	-	(19)
Principal paid on leases	-	-	-	(7,802)
Interest paid on leases	-	-	-	(1,189)
Reduction in construction in progress	-	114	114	-
Acquisition of capital assets	(14)	(25)	(39)	(4,539)
Proceeds from sales of capital assets	-	-	-	492
Net cash provided by (used for) capital and related financing activities	(14)	89	75	(13,038)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest earnings	36	49	85	757
Net cash provided by (used for) investing activities	36	49	85	757
Net increase (decrease) in cash and cash equivalents	29,105	(783)	28,322	(2,404)
Cash and cash equivalents - beginning	-	7,918	7,918	120,259
Cash and cash equivalents - ending	\$ 29,105	\$ 7,135	\$ 36,240	\$ 117,855

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, 2022
(dollar amounts expressed in thousands)

Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:

Operating income (loss)	\$ (22,109)	\$ (1,206)	\$ (23,315)	\$ 7,241
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation and amortization of capital assets	87	210	297	14,105
Changes in assets, liabilities, and deferred inflows/outflows:				
Accounts receivables, net	(11,856)	101	(11,755)	(1,711)
Special assessments receivable	-	4	4	-
Inventories	-	14	14	(219)
Prepaid items	(81)	17	(64)	(1,961)
Capital assets	-	-	-	202
Accounts payable	1,376	287	1,663	2,204
Claims and judgments payable	-	-	-	(2,646)
Payroll payable	943	-	943	(83)
Unearned revenue	334	-	334	1,388
Compensated absences	3,592	-	3,592	74
Other accrued payables	-	-	-	782
Total OPEB liability - County Plan	10,269	(85)	10,184	(676)
Deferred outflows - OPEB - County Plan	(1,023)	11	(1,012)	182
Deferred inflows - OPEB - County Plan	1,564	(3)	1,561	285
Net OPEB asset - RHIA	(729)	39	(690)	1,335
Deferred outflows - OPEB - RHIA	(956)	(12)	(968)	(695)
Deferred inflows - OPEB - RHIA	594	(19)	575	(582)
Net pension liability	32,172	(945)	31,227	(29,253)
Deferred outflows - pension	(19,653)	190	(19,463)	2,755
Deferred inflows - pension	25,354	476	25,830	24,542
Total adjustments	41,987	285	285	10,028
Net cash provided by (used for) operating activities	<u>\$ 19,878</u>	<u>\$ (921)</u>	<u>\$ 18,957</u>	<u>\$ 17,269</u>

Noncash activities:

Noncash capital contributions	\$ 1,983	\$ -	\$ 1,983	\$ -
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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 an agreement or applicable legislative enactment for each particular fund. The accrual basis of accounting is used to record transactions in the custodial funds. The funds included are:

- **Custodial Funds** - accounts for resources held by the County in a purely custodial capacity.

MULTNOMAH COUNTY, OREGON
Statement of Fiduciary Net Position
June 30, 2022
(amounts expressed in thousands)

	Custodial Funds
ASSETS	
Restricted assets:	
Cash and investments	\$ 53,268
Taxes receivable	43,023
Total assets	96,291
 LIABILITIES	
Liabilities payable from restricted assets:	
Accounts payable	8,048
Due to other governmental units	40,156
Total liabilities	48,204
 NET POSITION	
Restricted for:	
Individuals, organizations, and other governments	48,087
Total net position	\$ 48,087

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

MULTNOMAH COUNTY, OREGON
Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	Custodial Funds
ADDITIONS	
Taxes collected	\$ 3,824,575
Taxes collected for other governments	33,763
Deposits held for others	8,485
Charges for services	3,084
Interest	692
Miscellaneous	3,646
Total additions	3,874,245
 DEDUCTIONS	
Administrative Support	125
Payments of taxes to other governments	3,859,885
Payments paid to others	8,472
Distributions to others	1,350
Total deductions	3,869,832
 Change in net position	 4,413
Net position - beginning	43,674
Net position - ending	\$ 48,087

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

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NOTES TO THE BASIC FINANCIAL STATEMENTS

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MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Note I. Summary of significant accounting policies

A. Reporting entity

Multnomah County, Oregon (County), established in 1854, is organized under the Oregon Revised Statutes (ORS), chapter 201.260 as a municipal corporation. The Board of County Commissioners, comprised of an elected chair and four commissioners, forms the legislative branch of the County government.

The accompanying financial statements present the County and its component units, entities for which the County is considered financially accountable. Criteria that indicates financial accountability includes, but is not limited to, the following:

- Appointment by the County of a voting majority of members of the governing body of an organization with the ability to impose its will on the daily operations of an organization, such as the power to remove appointed members at will; to modify or approve budgets, rates or fees; to make other substantive decisions; or
- Provision by the organization of specific financial benefits to the County; imposition by an organization of specific financial burdens on the County, such as assumption of deficits or provision of support; or
- Fiscal dependency of the organization and reliance on the County, such as: lack of authority to determine a budget, approve rates, or issue its own bonded debt without County approval.

Blended component units, although legally separate entities, are in substance part of the County's operations. Component units may also include organizations that are fiscally dependent on the County in that the County approves the budget, the issuance of debt or levying of taxes. Multnomah County has three blended component units, which are included in this report. Separate financial statements for the individual component units may be obtained at the Finance and Risk Management Division of the County's administrative offices.

Blended component units. Dunthorpe-Riverdale Sanitary Service District No. 1 and Mid-Multnomah County Street Lighting Service District No. 14 serve residents within each district's geographical boundaries and are governed by a board comprised of the County's elected Board. The Board approves rates for user charges for both districts. Each district is reported as a nonmajor enterprise fund. County management handles the management of the districts.

The Library District of Multnomah County was created on July 1, 2013. In November 2012, the voters of Multnomah County approved a measure to form and fund a library district with a permanent rate dedicated to library services, operations, books, materials, programs, activities and oversight of the district. The Library District's permanent rate means library operations will have stable and dedicated funding. The Library District is reported as a special revenue fund and is governed by a board comprised of the County's elected Board. The County and the Library District have executed an intergovernmental agreement, which states that the County will be reimbursed by the Library District for the cost of library operations.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

The County also maintains a Hospital Facilities Authority (Authority) that issues conduit debt for health care facilities. The Authority is considered a blended component unit of the County because the board for the Authority consists of board members from the County. The Authority is strictly only a conduit of debt; there are no resources and any costs the County incurs related to the Authority are reported as expenses by the County. The County is not fiscally accountable for the Authority, nor do the County and the Authority have any financial benefit or burden between their relationships.

Discretely presented component unit. The Library Foundation (TLF) is a legally separate, tax-exempt component unit of the County. TLF's purpose is to support the County's libraries through raising, receiving, administering and disbursing funds, grants, bequests and gifts for the benefit of the County libraries. Although the County does not control the timing or amount of receipts from TLF, the majority of resources or income thereon that TLF holds and invests is restricted to the County libraries' activities by the donors. TLF is a discretely presented component unit as the nature and relationship with the County is significant, and to exclude TLF would cause the County's financial statements to be misleading. TLF is the beneficiary of a split-interest agreement; details are provided in TLF's *Notes to the Financial Statements*.

TLF is a private non-profit organization that reports under the Financial Accounting Standards Board (FASB) standards, including FASB Statement ASC 958, *Financial Reporting for Not-for-Profit Organizations*. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to TLF's financial information in the County's financial reporting entity for these differences. TLF is an organization that is tax-exempt under Section 501(c) (3) of the Internal Revenue Code.

A complete copy of The Library Foundation's financial statements can be obtained by contacting: The Library Foundation, 620 SW Fifth Ave, Suite 1025, Portland, Oregon, 97204 or online at: <https://www.libraryfoundation.org/facts-and-financials>.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the *Statement of Net Position* and the *Statement of Activities*) report information on all of the non-fiduciary activities of the County (the primary government) and its component units. With the exception of interfund service activity between governmental activities and business-type activities, interfund service activity has been removed from governmental activities. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the County is financially accountable.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

The *Statement of Activities* demonstrates the degree to which the direct expenses of a given function or business-type segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. Each enterprise fund represents separate segments of business-type activity. The major enterprise fund, the Health Department FQHC Fund, is provided in a separate column in the *Statement of Net Position Proprietary Funds* and the *Statement of Revenues, Expenses and Changes in Net Position Proprietary Funds*. Nonmajor enterprise funds are reported in separate columns in the *Statement of Net Position Enterprise Funds* and the *Statement of Revenues, Expenses and Changes in Net Position Enterprise Funds*.

In addition, functional expenses on the statement of activities include allocated indirect expenses.

Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and
- Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting, and financial statement preparation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Custodial funds have no measurement focus, but do employ the *accrual basis of accounting* for purposes of asset and liability recognition. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Budget and actual statements are reported on the modified cash basis, with minor differences in the classification of certain revenues, which are identified in the Reconciliation to GAAP Basis on the statements and schedules for the individual funds.

Property taxes, personal income taxes, business income taxes, selective excise and use taxes, intergovernmental revenue, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered susceptible to accrual as revenue of the current period. All other revenue items are considered measurable and available only when cash is received by the County.

For purposes of measuring the net pension liability, deferred outflows of resources, deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oregon Public Employees Retirement System (OPERS) plan and additions to/deductions from OPERS' fiduciary net position have been determined using the accrual basis of accounting, same as the OPERS plan. Plan member contributions are recognized in the period in which contributions are due. The County's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are recognized at fair value as determined by OPERS.

Specific fund changes

During the fiscal year ended June 30, 2022, two new funds were established:

Debt service fund: the *General Obligation Bond Fund* accounts for the payment of principal and interest on General Obligation (GO) Bonds. The GO Bond Fund accounts for Series 2021 Library Bonds to expand, renovate, construct library branches/facilities, and improve safety. Proceeds are derived from property taxes and interest earned on the cash balances.

Capital project fund: the *Justice Center Capital Fund* accounts for expenditures for various capital projects within the Justice Center over a 5-7 year period. Initial expenditures will be associated with duct and electric system work/upgrades. Resources are derived from County General Fund and other local government support.

The County reports five major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the general government which are not accounted for or reported in another fund. The primary sources of revenue are property taxes, business income taxes, motor vehicle rental taxes, service charges, intergovernmental revenue, fees and permits, and interest income. The majority of expenditures in the General Fund are made for general government, public safety health services, aging services, and youth and family services.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

The *Federal/State Program Fund* is a special revenue fund that accounts for the majority of grant restricted revenues and expenditures related to federal, state and local programs. The fund also includes some non-restricted operational revenues in the form of fees and licenses.

The *Coronavirus COVID-19 Response Fund* is a special revenue fund that accounts for expenditures associated with the County's COVID-19 public emergency response. Expenditures are restricted to public health services, behavioral health, medical services, human services, measures taken to facilitate and comply with COVID-19 public health measures (e.g., care for homeless population) and efforts to support economic recovery from the pandemic. Revenues are primarily derived from Coronavirus Relief Fund (CARES Act), American Rescue Plan (ARPA), other COVID-19 relief grant funds, and Federal Emergency Management Agency (FEMA).

The *Preschool for all Program Fund* is a special revenue fund that accounts for revenues and expenditures for the County's Preschool for All Program. The primary source of revenue is personal income tax collections related to Ballot Measure 26-214 passed by the voters of Multnomah County on November 3, 2020, and effective January 1, 2021. Revenues are dedicated to fund universal, tuition-free, voluntary, and high quality preschool education within Multnomah County.

The *Multnomah County Library Capital Construction Fund* is a capital project fund that accounts for expenditures for the planning, renovation, and construction of certain library facilities as approved by Multnomah County voters on November 3, 2020, as Ballot Measure 26-211. Resources are derived from debt issuance and interest from bond proceeds.

The County reports one major enterprise fund:

The *Health Department FQHC Fund* accounts for revenues and expenditures for the Federally Qualified Health Centers (FQHC), the County's Community Health Center Program. The Community Health Centers are community based, patient governed organizations that provide comprehensive primary care and preventative care, including health, oral health, and mental health/substances abuse services. The primary source of revenue is the Consolidated Health Centers 330 grant, medical fees (e.g. Medicaid and Medicare), third party reimbursements, and other State and local program income. All program income is restricted to users that further the objectives of the Community Health Center.

Prior to the *Health Department FQHC Fund* being established, funding was budgeted and accounted for in the *General Fund* and the *Federal/State Program Fund*. *General Fund* activities included Federally Qualified Health Center/Alternate Payment Method Medicaid reimbursement funds. In mid year, fiscal year ending June 30, 2022, these funds, along with all FQHC-related funding, were moved to the newly created *Health Department FQHC Enterprise Fund* for easier reporting.

During fiscal year ending June 30, 2022 the County closed the *Enterprise Resource Planning Project Fund*, a capital project fund.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Additionally, the County reports the following fund types:

Special revenue funds are primarily operating funds that account for revenue derived from specific taxes or other revenue sources, which are legally restricted to finance particular functions or activities. When a special revenue fund is not an operating fund, transfers are made from the special revenue fund to the operating funds authorized to make expenditures.

Debt service funds account for the resources accumulated and payments made for principal and interest on long-term debt of governmental funds.

Capital projects funds account for expenditures on major construction projects or equipment acquisition. The principal sources of revenues are proceeds from certificates of participation issued to finance capital acquisitions, proceeds from the sale of County-owned property, general obligation bond proceeds, full faith and credit bonds, and revenue bonds.

Proprietary funds account for the operations of predominantly self-supporting activities. Proprietary funds are classified as either enterprise or internal service. *Enterprise funds* account for services rendered to the public on a user charge basis. *Internal service funds* account for services rendered to other departments within the County.

Enterprise funds account for services rendered to the public on a user charge basis. The County reports three nonmajor enterprise funds:

Dunthorpe-Riverdale Service District No. 1 Fund accounts for the operations of the sanitary sewer system in southwest-unincorporated Multnomah County.

Mid-Multnomah County Street Lighting Service District No. 14 Fund accounts for the operations of the street lighting system throughout unincorporated Multnomah County.

Behavioral Health Managed Care Fund accounts for all financial activity associated with the State required behavioral health capitated services.

Segment information is provided for the nonmajor enterprise funds in a separate column in the *Statement of Net Position Enterprise Funds* and the *Statement of Revenues, Expenses, and Changes in Net Position Enterprise Funds*.

Internal service funds account for activities and services performed primarily for other organizational units within the County. The County reports six internal service funds: *Risk Management Fund*, *Fleet Management Fund*, *Fleet Asset Replacement Fund*, *Information Technology Fund*, *Mail Distribution Fund*, and *Facilities Management Fund*.

Fiduciary funds are used to account for activities for the benefit of those outside of the government and for certain pension and other postemployment arrangements. Reporting of fiduciary funds is focused on net position and changes in net position.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

The fiduciary fund category is comprised of four fund types: three of which are only used to report activities of which assets are the subject of a legal trust or an equivalent agreement, and the fourth, custodial funds, which are not trusted agreements. The trusted fiduciary fund types are pension and other employee benefit trust funds, investment trust funds, and private-purpose trust funds. The County only reports custodial funds within the fiduciary fund type.

Custodial funds account for the resources received and held by the County in a fiduciary capacity for individuals, private organizations or other governments and therefore, are not available to support the County's own programs. Disbursements are made in accordance with the agreement or applicable legislative enactment for each particular fund.

The nature of the activities reported in the custodial funds are:

Client Custodian Funds - accounts for receipts and disbursements for individuals who are not capable of handling their own financial affairs.

Property Tax Funds - accounts for the collection and disbursement of various property tax accounts for governmental entities located in Multnomah County.

Department of County Management Custodial Funds - accounts for the collection and disbursements of various monies held by Multnomah County in a fiduciary capacity.

Multnomah County Sheriff Custodial Funds - accounts for receipts and disbursements for individuals who are incarcerated.

Visitors' Facilities Trust Fund - accounts for collection and disbursement of motor vehicle rental tax and transient lodging tax used for regional visitor facilities.

MSCO Criminal Forfeitures Fund - accounts for cash transactions subject to forfeiture under 1989 Oregon Law, Chapter 791.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's sewer and lighting functions and various other functions of the County. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the sewer and lighting districts, and of the County's internal service funds are charges to customers for sales and services. The sewer district also recognizes as operating revenue the portion of connection fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as needed.

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position or fund balances

Cash and investments

The County's cash is comprised of cash on hand, demand deposits, and investments with original maturities of three months or less from the date of acquisition. For purposes of the statement of cash flows, each fund's share of pooled cash is treated as cash.

State statutes authorize the County to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, municipal bonds, banker's acceptances, repurchase agreements, and the State Treasurer's Local Government Investment Pool (LGIP). Investments for the County, as well as for its component units, are reported at fair value. The fair value of the County's position in the pool is the same as the value of the pool shares. The LGIP operates in accordance with appropriate state laws and regulations.

The County reports cash with fiscal agent, cash, and investments with special restrictions such as restricted bond proceeds or restrictions imposed by grantors or regulations from other governments as restricted cash and investments.

Accounts receivables

The activities between funds for which there are balances owing at year end for transactions occurring for which reimbursement has not yet been completed are referred to as "due to / from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Property tax receivables are deemed substantially collectible or recoverable through foreclosure. Accordingly, no allowance for doubtful tax accounts is deemed necessary. All other receivables are shown net of an allowance for uncollectible accounts.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Property taxes are assessed and become property liens on July 1. Property taxes are assessed in October and tax payments are due November 15 of the same year. Under the partial payment schedule, the first one-third of taxes is due November 15, the second one-third on February 15, and the remaining one-third on May 15. A three percent discount is allowed if full payment is made by November 15 and a two percent discount is allowed if two-thirds payment is made by November 15. Taxes become delinquent if not paid by the due date and interest accrues after each trimester at a rate of one percent per month. Property foreclosure proceedings are initiated four years after the tax due date.

Inventories and prepaid items

Inventories of materials and supplies are reported at cost, and are included in nonspendable classification of fund balances with the exception of vaccine inventories. Inventories of materials and supplies are recorded as expenditures under the consumption method rather than when purchased.

Vaccine inventories are purchased with federal monies, are required to be used for health services and therefore are recorded as "*restricted*" inventory/restricted fund balance. The County is not eligible for reimbursement of costs until the inventory is properly used. Once used, the funds used to purchase the inventory are eligible for reimbursement; revenue is recorded at that time.

Payments in excess of \$10 to vendors, which reflect costs applicable to future accounting periods, are recorded as prepaid items in both government-wide and fund financial statements. Prepaids are recorded as expenditures under the consumption method rather than when purchased.

Capital assets

Capital assets, which include land, right of ways, construction in progress, works of art, buildings, machinery and equipment, infrastructure assets (e.g., roads, bridges, sidewalks, sewers, street lighting, and similar items), and property improvements, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Capital assets are defined by the County as assets with an initial, individual cost of more than \$5 for equipment and \$100 for infrastructure and internally developed software with an estimated useful life of at least three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. During the year, the County incurred no interest expense for capital assets for business-type activities.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Capital assets are depreciated unless they are inexhaustible in nature, such as land and right of ways. The County, as well as the component units, depreciates property, plant, and equipment using the straight-line method with a half-year convention in the years of acquisition and disposition over the following estimated useful lives:

<u>Asset Class</u>	<u>Asset Class (in years)</u>	<u>Threshold (in dollars)</u>
Software	3 to 10	\$ 100,000
Vehicles and heavy equipment	3 to 10	5,000
Equipment	3 to 20	5,000
Street lighting	30	10,000
Buildings and improvements	40	100,000
Roads and bridges	40	100,000
Sewer systems	50	10,000

Leases

Leases are recognized in accordance with GASB Statement No. 87, *Leases*.

A lessor is required to recognize a lease receivable and a deferred inflow of resources. A lease receivable is recognized at the net present value of the leased asset at a borrowing rate either explicitly described in the agreement or implicitly determined by the County, and is reduced by principal payments received. The deferred inflow of resources is recognized in an amount equal to the sum of the lease receivable and any payments relating to a future period which were received prior to the lease commencement. These deferred inflows of resources are amortized equal to the amount of the annual payments.

A lessee is required to recognize a lease payable and an intangible right-to-use lease asset. A lease payable is recognized at the net present value of future lease payments, and is adjusted over time by interest and payments. Future lease payments include fixed payments, variable payments based on index or rate, and reasonably certain residual guarantees. The right-to-use asset is initially recorded at the amount of the lease liability plus prepayments less any lease incentives received prior to lease commencement, and is subsequently amortized over the term of the lease.

In the government-wide, proprietary, and fiduciary fund financial statements, deferred inflows related to leases and any respective right-to-use assets are reported in the *Statement of Net Position*. In the governmental fund financial statements, the present value of lease payments is reported as *other financing sources*. Under modified accrual accounting, lease payments are considered capital outlay and proceeds of lease contracts, and thereafter are recorded as principal and interest payments. The County follows the capital asset thresholds established for accounting and reporting leases.

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The County has chosen not to implement GASB 87 for the budgetary basis of accounting. For both the budgetary basis of accounting and for leases that do not meet the criteria for valuation under GASB 87, the County will report inflows of cash for lessor leases and outflows of cash for lessee leases.

Deferred outflows and inflows of resources

In addition to assets, the *Statement of Net Position* will report a separate section for *deferred outflows of resources*. This separate financial statement element, deferred outflows of resources, represent a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County reports deferred outflows of resources for pension-related and other postemployment benefits; depending on the plan, deferred outflows of resources may include: changes in assumptions, contributions made subsequent to the measurement date, changes in proportionate share, net difference between projected and actual earnings on investments, or the net difference between projected and actual experience.

In addition to liabilities, the *Statement of Net Position* will report a separate section for *deferred inflows of resources*. This separate financial statement element, deferred inflows of resources, represent an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until then. The County reports deferred inflows of resources for pension-related and other postemployment benefits; depending on the plan, deferred inflows of resources may include: net difference between projected and actual earnings on investments, changes in proportionate share, and net differences between employer contributions and proportionate share of contributions. The County also reports deferred inflows of resources for resources received before time requirements are met and for the unamortized gain related to debt refunding. Lastly, the County reports deferred inflows of resources for leases where the County is the lessor and recognizes the present value of lease payments to be received in the future. In the governmental fund financial statements, deferred inflows of resources also include revenues that are measurable but not available.

Unearned revenues

Unearned revenues will be recognized as revenue in the fiscal year earned in accordance with the accrual basis of accounting. Revenue is considered earned when measurable and all eligibility criteria are met.

Compensated absences

It is the County's policy to permit employees to accumulate earned but unused vacation, compensatory and sick leave benefits. No liability has been recorded for unpaid accumulated sick leave since the County does not have a policy to pay any amounts when employees separate from service with the County. All vacation pay and compensatory time is accrued as a long-term liability when incurred in the government-wide statements and proprietary funds statements. A short-term liability is reported in governmental funds only if they have matured, for example, because of employee resignations and retirements at June 30. Employees can accumulate up to two years of vacation pay before losing any benefit. When employees separate from service and receive payment for accumulated leave benefits,

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liabilities for compensated absences are liquidated. All compensated absences are paid by the individual funds as they become due.

Pollution remediation obligations

When the County determines a pollution remediation obligation exists and management is able to make a reasonable and supportable estimation of expected outlays, a liability is recorded.

In the County's government-wide and proprietary fund financial statements, pollution remediation costs would be reported in the *Statement of Revenues, Expenses, and Changes in Net Position* as a program or operating expense (or as revenues for recoveries received after all remediation activities have been completed), special item or extraordinary item.

In the County's governmental fund financial statements, expenditures and liabilities are recognized upon receipt of goods and services. Estimated recoveries from insurers and other responsible parties reduce any associated pollution remediation expenditures when the recoveries are measurable and available.

Long-term obligations

In the government-wide financial statements and for proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type. When incurred, bond premiums and discounts are deferred and amortized over the life of the bonds using a method that approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures when incurred.

Other postemployment benefits (OPEB)

The total OPEB asset / liability is recognized as a long-term asset / liability in the *Statement of Net Position*. Total OPEB liability will be liquidated by the fund in which an employee is paid.

Multnomah County Postretirement Medical and Life Insurance Plan - For purposes of measuring the total OPEB liability, deferred outflows and inflows of resources for OPEB, and OPEB expense, the County has relied on actuarial reports. County employees who are eligible to initiate a pension through OPERS at the time of separation from County employment may be eligible for a premium subsidy from the County. This liability is funded via internal service charges from the Risk Management internal service fund to all governmental funds that support personnel costs, via a rate charged to subject salary costs.

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State of Oregon Public Employees Retirement System - Retirement Health Insurance Account (OPERS-RHIA) - For purposes of measuring the net OPEB asset, deferred outflows and inflows of resources for OPERS RHIA, and OPEB expense/income, information about the fiduciary net position of the State of Oregon Public Employees Retirement System (OPERS) and additions to and deductions from OPERS fiduciary net position have been determined on the same basis as reported by OPERS. For this purpose, OPERS recognized benefit payments when due and payable in accordance with benefit terms. Investments are reported at fair value.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about fiduciary net position of the Oregon Public Employees Retirement System (OPERS) and additions to/deductions from OPERS's fiduciary net position are determined on the same basis as reported by OPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Net pension liability will be liquidated by the fund in which an employee is paid.

Fund balances / net position

In the financial statements, assets in excess of liabilities are presented in one of two ways depending on the measurement focus of the statement.

On the *Balance Sheet – Governmental Funds*, assets and deferred outflows of resources in excess of liabilities and deferred inflows of resources are reported as fund balances, which are segregated into separate classifications indicating the extent to which the County is bound to honor constraints on the specific purposes for which those funds can be spent. The County's Finance and Budget Policies state that the County will spend restricted resources first, followed by committed, then assigned, with unassigned resources spent last.

Fund balance is reported as ***Nonspendable*** when the resources cannot be spent because they either are in a nonspendable form, or are legally or contractually required to be maintained intact. Resources in nonspendable form include inventories and prepaid items, except for the vaccine inventory noted above, which is recorded as restricted.

Fund balance is reported as ***Restricted*** when the constraints placed on the use of resources are either: (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Fund balance is reported as ***Committed*** for resources constrained on use for specific purposes, authorized by the Board of County Commissioners (Board), the County's highest level of decision-making authority. This is accomplished through either a County ordinance or board resolution. Constraints over how resources are spent are considered an administrative action, which will generally be decided via Board resolution, while ordinances are used for legislative actions.

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Resolutions and ordinances are considered equally binding in that either can be repealed with a single vote from the Board. Resources will be committed prior to June 30 and the amount may be determined at a subsequent date.

Resources that are constrained by the County's intent to use them for a specific purpose, but are neither restricted nor committed, are reported as *Assigned* fund balance. The Board expresses their intent to use a resource for a specific purpose by including that resource and associated appropriations in the adopted annual budget for funds outside of the General Fund. The Board may assign fund balances to cover a gap between estimated resources and expenditures in the subsequent year's appropriated budget. Assigned fund balances are not reported in the General Fund, as the County has not established a formal policy regarding the assignment of funds.

Unassigned fund balance is the residual classification for the General Fund. This classification represents fund balance that is not otherwise reported as nonspendable, restricted or committed within the General Fund. This classification is also used to report any negative fund balance amounts in other governmental funds.

On the *Statement of Net Position* for government-wide reporting and for the proprietary funds and on the fiduciary funds' *Statement of Fiduciary Net Position*, net position is segregated into three categories: net investment in capital assets, restricted net position, and unrestricted net position.

Net investment in capital assets represents total capital assets net of accumulated depreciation and amortization, net of capital related debt, unspent bond proceeds, and lease liabilities. Deferred outflows of resources and deferred inflows of resources directly related debt should also be included in this section. Significant unspent deferred inflows of resources should not be included.

Restricted net position represents net position that is not subject solely to the County's own discretion. Restrictions may be placed on net position by an external third party that provided the resources, by laws or regulations of other governments, by enabling legislation, by endowment agreements, or by the nature of the asset. Unspent bond proceeds for capital projects are used in the calculation of restricted net position.

Certain revenues derived from specific taxes or other earmarked revenue sources are considered restricted assets. Such revenues include dedicated property taxes, state gas tax, intergovernmental grants, and charges for services, which are legally restricted to finance particular functions or activities. In addition, proceeds from general obligation bonds, revenue bonds, and full faith and credit bonds are restricted to support the specific purpose for which the debt was issued.

Unrestricted surplus (deficit) net position represent amounts not included in other categories.

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Contributions

Contributions of cash, property or equipment received from other governments are credited to contribution revenue and recorded in the government-wide financial statements. The County also receives financial gifts and gifts in-kind from The Library Foundation. These in-kind donations from The Library Foundation are recorded at acquisition value upon receipt, as contribution revenue in the government wide and fund financial statements.

Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Reclassifications

Certain amounts from the financial statements of the discretely presented component unit have been reclassified to conform from nonprofit reporting requirements to the presentation requirements of the primary government's financial statements.

Revenue and expenditure naming conventions may differ in presentation from prior year. If so, current year naming conventions have been applied consistently throughout these statements and appropriately reflect the activity presented.

E. Adoption of new accounting pronouncements and standards

During the fiscal year ended June 30, 2022, the County implemented the following Governmental Accounting Standards Board (GASB) pronouncements:

GASB Statement No. 87, *Leases*. This statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that were previously classified as operating leases and recognized as inflows or outflows of resources based on the payment provision of the contract. This statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an asset. Lessees will be required to recognize a lease liability and an intangible right to use an asset and lessors will be required to recognize a lease receivable and a deferred inflow of resources enhancing the relevance and consistency of information about a governments' leasing activities.

GASB Statement No. 87 was implemented by the County for the fiscal year ended June 30, 2022. The County has opted to not restate prior periods, as comparative periods were not reported. The following describes the nature of the restatement and its effect with leases recognized and measured using the facts and circumstances that existed at the beginning of the period of implementation.

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Previous standards define leases as either capital leases or operating leases. Capital lease obligations were previously recorded at the lesser of present value of minimum lease payments or fair value of the leased property at inception. Other leases not meeting the criteria of a capital lease were classified as operating leases.

Impact to net position - in accordance with Statement No. 87, leases that do not transfer ownership of the underlying asset are classified as short-term (non-valuation) or long-term (valuation, generally). Some exceptions exist for items such as regulated lease, air rights, and the like. For valuation leases, lessees recognize an intangible right-of-use asset and a lease liability measured at the net present value of future lease payments, while lessors recognize a lease receivable and a deferred inflow of resources at the net present value of future lease receipts. Non-valuation leases are functionally similar to leases previously classified as "operating" and record inflows and outflows of resources during each period, for both the lessee and lessor. As such, there is no material impact to net position to implement this standard.

Deferred inflows of resources - Deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Deferred inflows of resources mirror the principal payments maturities noted in the lease receivable.

Pursuant with GASB Statement No. 87, the cumulative effect of apply this statement is reported as a restatement of beginning net position (or fund balance or fund net position, as applicable) for the earliest period restated, that is, for the fiscal year ended June 30, 2022.

There were no material cumulative effect adjustments recorded to net position upon adoption. For lessee leases, right-of-use assets and liabilities were recognized on the date of adoption based on the present value of lease payments over the lease term. For lessor leases, lease receivables and deferred inflows were recognized on the date of adoption based on the present value of lease payments over the lease term.

At inception of the year of adoption, the County recognized right-of-use assets of \$58,157 with a corresponding lease liability of \$58,157, lease receivables of \$1,670 and deferred inflows of resources of \$1,670. As of June 30, 2022, the following lease amounts are reported: lease liabilities in the amount of \$8,127 and \$42,106 included in the current and long-term lease liabilities, respectively, lease receivables in the amount of \$287 and \$1,109 included in current and long-term lease receivables, respectively, and lease deferred inflows of \$1,396.

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GASB Statement No. 89, *Accounting for Interest Costs Incurred before the End of a Construction Period*. The objectives of this statement are to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period, and to simplify accounting for interest cost incurred before the end of a construction period. This statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest costs incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. GASB Statement No. 89 was implemented by the County for the fiscal year ended June 30, 2022. There is no effect on the County's financial statements as a result of the adoption of this statement.

GASB Statement No. 92, *Omnibus 2020*. The objectives of this statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature. This statement addresses a variety of topics and includes specific provisions about leases, intra-entity transfers of assets, assets accumulated for defined benefit postemployment benefits, fiduciary activities, asset retirement obligations, reinsurance recoveries, nonrecurring fair value measurements, and derivative instruments. GASB Statement No. 92 was implemented by the County for the fiscal year ended June 30, 2022. There is no effect on the County's financial statements as a result of the adoption of this statement.

GASB Statement No. 93, *Replacement of Interbank Offered Rates (IBOR)*. The objective of this statement is to address certain accounting and financial reporting implications of the replacement of an IBOR the most notable of which is the London Interbank Offered Rate (LIBOR) which ceased to exist in its current form at the end of 2021. This will cause governments to amend or replace financial instruments by changing the reference rate or adding or changing fallback provisions related to the reference rate.

The original implementation date for the portion of the statement dealing with the removal of LIBOR as an appropriate benchmark was for reporting periods ending after December 31, 2021 while all other requirements of the statement were effective for reporting periods beginning after June 15, 2020. However, GASB 95 postponed the implementation date for all provisions except the portion of the statement dealing with the removal of LIBOR as an appropriate benchmark by one year to reporting periods beginning after June 15, 2021. GASB Statement No. 93 was implemented by the County for the fiscal year ending June 30, 2022. There is no effect on the County's financial statements as a result of the adoption of this statement.

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GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans.* The requirements of this statement will result in more consistent financial reporting of defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans, while mitigating the costs associated with reporting those plans. The requirements also will enhance the relevance, consistency, and comparability of (1) the information related to Section 457 plans that meet the definition of a pension plan and the benefits provided through those plans and (2) investment information for all Section 457 plans.

The requirements of this statement that (1) exempt primary governments that perform the duties that a governing board typically performs from treating the absence of a governing board the same as the appointment of a voting majority of a governing board in determining whether they are financially accountable for defined contribution pension plans, defined contribution OPEB plans, or other employee benefit plans and (2) limit the applicability of the financial burden criterion in paragraph 7 of Statement 84 to defined benefit pension plans and defined benefit OPEB plans that are administered through trusts that meet the criteria in paragraph 3 of Statement 67 or paragraph 3 of Statement 74, respectively, were effective immediately.

The requirements of this statement that are related to the accounting and financial reporting for Section 457 plans are effective for fiscal years beginning after June 15, 2021. For purposes of determining whether a primary government is financially accountable for a potential component unit, the requirements of this Statement that provide that for all other arrangements, the absence of a governing board be treated the same as the appointment of a voting majority of a governing board if the primary government performs the duties that a governing board typically would perform, are effective for reporting periods beginning after June 15, 2021. GASB Statement No. 97 was implemented by the County for the fiscal year ended June 30, 2022. There is no effect on the County's financial statements as a result of this statement.

F. Future adoption of accounting pronouncements and standards

The following pronouncements have been issued by the Governmental Accounting Standards Board (GASB), but are not effective as of June 30, 2022:

GASB Statement No. 91, *Conduit Debt Obligations.* This statement provides a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This statement achieves those objectives by clarifying the existing definitions of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The effective date of GASB Statement No. 91 was originally required for the County for fiscal year ending June 30, 2022. With the extension granted by GASB Statement No. 95, the new required implementation date for the County is fiscal year ending June 30, 2023.

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GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The requirements of this statement will improve financial reporting by establishing definitions of Public-Private or Public-Public Partnerships (PPPs) and Availability Payment Arrangements (APAs) and providing uniform guidance on accounting and financial reporting for transactions that meet those definitions. This statement requires governments to report assets and liabilities related to PPPs consistently and disclose important information about those PPP transactions. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022. The required implementation date for the County is fiscal year ending June 30, 2023.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset, which is an intangible asset, and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022. The required implementation date for the County is fiscal year ending June 30, 2023.

GASB Statement No. 99, *Omnibus 2022*. This statement was issued April 2022 and addresses issues that were identified during implementation and application of certain GASB statements. The statement address a variety of topics including the extension of the use of LIBOR, accounting for Supplemental Nutrition Assistance Program (SNAP) distributions, disclosure of nonmonetary transactions, pledges of future revenues by pledging governments as well as clarification of provisions in Statement No. 34 and terminology updates related to Statements No. 53 and 63. These requirements are effective upon issuance and had no material impact on the County.

GASB Statement No. 99 paragraphs 11-25 will be effective for the County for the fiscal year ending June 30, 2023, paragraphs 4-10 will be effective for the County for the fiscal year ending June 30, 2024. The County has not completed the process of evaluating the remaining requirements of this statement that is effective for subsequent fiscal years.

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GASB Statement No. 100, *Accounting Changes and Error Corrections-an amendment of GASB Statement No. 62.* This statement was issued June 2022 to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. This statement defines *accounting changes* as changes in accounting principles, changes in accounting estimates and changes to or within the financial reporting entity and describes the transactions or other events that constitute those charges. As part of those descriptions, for certain changes in accounting principles and certain changes in accounting estimates that result from a change in measurement methodology, a new principle or methodology should be justified on the basis that it is preferable to the principle or methodology used before the change. That preferability should be based on the qualitative characteristics of financial reporting--understandability, reliability, relevance, timeliness, consistency, and comparability. This statement also addresses corrections of errors in previously issued financial statements. GASB Statement No. 100 will be effective for the County for the fiscal year ending June 30, 2024.

GASB Statement No. 101, *Compensated Absences.* This statement was issued June 2022 to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences, That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. This statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used, and (2) leave that has been used but not paid in cash or settled through noncash means. Other requirements include that a liability for certain types of compensated absences not be recognized until the leave commences, and that a liability for specific types of compensated absences not be recognized until the leave is used. GASB Statement No. 101 will be effective for the County in the fiscal year ending June 30, 2024.

Multnomah County will implement new GASB pronouncements no later than the required effective date. The County is currently evaluating whether or not the above listed new GASB pronouncements will have a significant impact to the County's financial statements.

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Note II. Stewardship, compliance, and accountability

A. Budgetary information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the fiduciary funds. Any differences from the budgetary basis to the GAAP basis are reconciled on the budget to actual statement. All annual appropriations lapse at the end of the fiscal year.

During the month of February each year, all agencies of the County submit requests for appropriations to the County Chair so that a budget may be prepared. The proposed budget is presented to the County Board of Commissioners (Board) for approval no later than May 15. The Board holds public hearings and a final budget must be prepared and adopted no later than June 30.

The adopted budget is prepared by fund and department levels. County department managers may make transfers of appropriations within a department and fund. Transfers and changes (increases) of appropriations between departments or funds require approval of the Board prior to the related expenditures.

The legal level of budgetary control, (i.e., the level at which expenditures may not legally exceed appropriations) is the fund and department level. Current expenditures are reported by department in the *Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual* and include personnel services, contractual services, internal services, materials and supplies. The legal level of budgetary control for departments also include capital outlay and other financing uses.

Multnomah County budget documents are available at: <https://multco.us/budget>

B. Expenditures in excess of appropriations

Oregon state law requires a supplemental budget to increase appropriations when unexpected additional resources become available. A supplemental budget is also required to transfer appropriations from a fund's operating contingency during the fiscal year. The supplemental budget process requires a public hearing, advance notice by newspaper publication, and approval by the Board of County Commissioners (the Board). The Board approved three supplemental budgets and several other budgetary appropriation modifications throughout the year. Oregon state law requires disclosure of fund expenditures in excess of budgeted appropriations. For the year ended June 30, 2022 there were no expenditures in excess of appropriations.

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C. Deficit net position

Oregon state law requires fund disclosure of deficit fund balances/net position. At June 30, 2022, the following Funds reported deficit net positions, in the amounts shown, in the *Combining Statement of Net Position - Internal Service Funds*, and the *Combining Statement of Revenues, Expenses, and Changes in Net Position - Internal Service Funds*.

Funds with Deficit Net Position	Deficit Net Position
Capital Project Fund:	
Behavioral Health Resource Center Capital	\$ 431
Internal Service Funds:	
Information Technology	9,077
Mail Distribution	529
Facilities Management	4,538
Enterprise Fund:	
Health Department FQHC	10,885

The deficit net position in the *Behavioral Health Resource Center Capital Fund* is attributed to an internal loan payable to the *Risk Management Fund*.

The Internal Service Funds and the Enterprise Fund are managed on a modified cash basis of accounting before considering the effects of accrual entries. Management, with Board approval, budgets for a targeted ending fund balance that is positive as reported in the appropriate *Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual* for the Funds shown. Long-term activity is not budgeted on an annual basis. The deficit net position in the Internal Service Funds and the Enterprise Fund are primarily attributed to the full accrual entries for total OPEB liability and the net pension liability (see *Note IV.C. Postemployment benefits other than pensions* and *Note IV.D. Employee retirement systems, pension plans and deferred compensation* for additional information). Additionally, the effects of the implementation of GASB 87 further reduced the net position for the Facilities Management Fund (see *Note III.D. Leases* for additional information).

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Note III. Detailed notes

A. Cash and investments

Multnomah County pools virtually all funds for investment purposes. All appropriate funds are allocated interest based on the average daily cash balance of the fund and the average monthly yield of the County's investment portfolio. Each fund's portion of this pool is displayed as "Cash and Investments."

Cash and investments for Multnomah County are reported in governmental and custodial activities. The balances at June 30, 2022 are:

	Primary Government	Fiduciary Activities	Total Government
Cash on hand	\$ 23	\$ -	\$ 23
Deposits with financial institutions	66,440	-	66,440
Investments	1,295,812	53,268	1,349,080
Total cash and investments	<u>\$ 1,362,275</u>	<u>\$ 53,268</u>	<u>\$ 1,415,543</u>

The County's unrestricted and restricted cash and investments are reported in governmental, business-type, and fiduciary activities:

	Unrestricted	Restricted	Total
Governmental activities	\$ 413,784	\$ 912,250	\$ 1,326,034
Business-type activities	36,241	-	36,241
Fiduciary activities	-	53,268	53,268
Total cash and investments	<u>\$ 450,025</u>	<u>\$ 965,518</u>	<u>\$ 1,415,543</u>

Deposit risk

Policies

Oregon Revised Statutes (ORS), Chapter 295 governs that the Office of the State Treasurer (OST) be given responsibility for overseeing collateralization of public funds held by depositories, banks and credit unions in Oregon. The Public Funds Collateralization Program (PFCP) requires well-capitalized depositories to pledge securities with a fair value of at least 10 percent of their uninsured public deposits. The OST may require up to 110 percent be pledged for those banks that are poorly capitalized.

A list of depositories that may accept public deposits over the insurance limits can be found at: <https://www.oregon.gov/treasury/public-financial-services/public-depository-information/pages/list-of-qualified-depositories.aspx>

Funds deposited with fiscal agents for the purpose of meeting the payment of principal or interest on bonds or like obligations are not required to be collateralized per ORS 295.005.

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Custodial risk

At June 30, 2022, the carrying amount of the County's deposits was \$66,440. Of this balance, \$2,966 was covered by depository insurance, Federal Deposit Insurance Corporation (FDIC) or National Credit Union Administration (NCUA), and \$60,337 was collateralized by the PFCP. The remaining carrying amounts of \$23 and \$3,137 represent petty cash accounts and securities held for retainage on capital projects per ORS 279.421, respectively, that were uninsured and uncollateralized. The County does not have a policy related to custodial risk over cash.

<u>Insured Deposits by Depository</u>	<u>Cash Balance</u>	<u>Credit Risk</u>
Certificates of deposit (various)	\$ 1,715	Depository insurance FDIC/NCUA
Bank of America	250	Depository insurance FDIC/NCUA
JPMorgan	250	Depository insurance FDIC/NCUA
Umpqua	250	Depository insurance FDIC/NCUA
Washington Federal - money market (MM)	250	Depository insurance FDIC/NCUA
U.S. Bank	250	Depository insurance FDIC/NCUA
PayPal	1	Depository insurance FDIC/NCUA
Total insured deposits	2,966	
 <u>Uninsured Deposits by Depository</u>		
Washington Federal - MM	49,743	Collateralized by PFCP, held by FHLB
Bank of America	1,367	Collateralized by PFCP, held by FHLB
JPMorgan	4,750	Collateralized by PFCP, held by FHLB
Umpqua	3,745	Collateralized by PFCP, held by FHLB
U. S. Bank	732	Collateralized by PFCP, held by FHLB
Subtotal collateralized by PFCP	60,337	
U.S. Bank	3,137	Securities held for retainage on capital projects per ORS 279.421
Total uninsured deposits	63,474	
Total deposits with financial institutions	66,440	
Cash on hand	23	Uncollateralized
Total cash and cash equivalents	\$ 66,463	

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Investment risk

Policies

ORS 294 authorizes the County to invest in obligations of the U.S. Treasury, U.S. Government Agencies and instrumentalities, bankers' acceptances guaranteed by a qualified financial institution, commercial paper, corporate bonds, repurchase agreements, State of Oregon Local Government Investment Pool (LGIP), and various interest-bearing bonds of Oregon and other municipalities.

The County's investments are governed by a written investment policy that is reviewed annually by the Multnomah County Investment Advisory Board, and is adopted annually by the Board of County Commissioners. The policy specifies the County's investment objectives, benchmarks, required diversification by security type and by maturity, investment restrictions, and the reporting requirements. A copy of the current policy is located at <http://multco.us/finance/investments>.

The County is authorized to invest in the LGIP, an open-ended, no-load diversified portfolio. The LGIP is commingled with other state funds in the Oregon Short-Term Fund (OSTF). These investments are governed by a written investment policy that is reviewed annually by the, Governor appointed, OSTF Board. The OSTF is not managed as a stable net asset value fund; therefore, preservation of principal is not assured. The OSTF financial statements and its portfolio rules can be obtained at www.ost.state.or.us. The LGIP is not rated by any national rating service.

Custodial risk

The County's investment policy requires that a third party be used for safekeeping of investment instruments. Investment securities purchased or sold pursuant to the County's investment policy are delivered via payment by book entry or physical delivery to a third party custodian. The investments are held in the County's name and therefore do not have custodial risk.

Credit risk

The County's investment policy seeks to minimize credit risk by establishing limits on the level of investments with financial institutions, municipalities, and issuers of corporate bonds and commercial paper. It stresses a fairly short maturity with highly rated securities.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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Concentration of credit risk

Policies

In addition to limiting its exposure to losses due to asset concentration, the County's investment policy and ORS limit asset concentration as follows:

1. Corporate indebtedness must be rated on the settlement date, A-1, AA- or better by Standard & Poor's Corporation, or P-1 or Aa3 or better by Moody's Investors Service or the equivalent rating by any nationally recognized statistical rating organization.
2. Notwithstanding item one, corporate indebtedness must be rated A-2 or A or better by Standard & Poor's or P-2 or A by Moody's, or the equivalent rating by any nationally recognized statistical rating organization when issued by a business enterprise that has its headquarters in Oregon, employs more than 50 percent of its permanent workforce in Oregon, or has more than 50 percent of its tangible assets in Oregon.
3. Purchase of commercial paper and other corporate debt not insured by an agency of the U.S. Government up to 35 percent of the total investment portfolio is allowed.
4. U.S. Government agencies may be owned without limit.
5. Investments guaranteed by an agency of the U.S. Government (e.g., the U.S. Treasury or the FDIC) may be owned without limit.
6. Lawfully issued debt obligations of the agencies and instrumentalities of the State of Oregon and its political subdivisions that have a long-term debt rating of A or an equivalent rating or better or are rated on the settlement date in the highest category for short-term municipal debt by a nationally recognized statistical rating organization [ORS 294.035 (2)]. Also, lawfully issued debt obligations of the States of California, Idaho, Washington, and their political subdivisions if such obligations have a long-term rating of AA- or better or are rated on the settlement date in the highest category for short-term municipal debt by a nationally recognized statistical rating organization [ORS 294.035 (3)]. For these latter obligations, they are allowable subject to ORS 294.040.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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Additionally, to limit its exposure to asset concentration risk, the County restricts the total investment that can be made in the corporate indebtedness of a single corporate entity and its affiliates and subsidiaries to 5 percent of the total investment portfolio.

<u>Investment Type / Issuer</u>	<u>Issuer Holding Greater than Five Percent</u>		
	<u>Fair Value</u>	<u>Percent of Total Portfolio</u>	<u>Policy Limit</u>
Federal Home Loan Mortgage Corp.	\$ 102,736	7.2%	40%
Federal National Mortgage Assn.	71,073	5.0%	40%

The County maintains cash with fiscal agent accounts to set aside for debt service requirements per the trustees and bond indentures. As of June 30, 2022, the County had the following investments and maturities with a portfolio weighted average maturity of 19.99 months, and a net portfolio yield of 0.53 percent (this table includes fiduciary activities).

<u>Investment Type</u>	<u>Book Value</u>	<u>Fair Value</u>	<u>Risk Concentration</u>	<u>Weighted Average Maturity</u>
U.S. Treasuries	\$ 789,414	\$ 767,512	56.9%	12.64
U.S. Agencies	221,604	214,713	15.9%	2.58
Corporate debt	257,351	249,800	18.5%	3.82
Municipal debt	69,339	68,604	5.0%	0.95
LGIP	48,452	48,452	3.6%	-
Total cash and investments	<u>\$ 1,386,160</u>	<u>\$ 1,349,081</u>	<u>100.0%</u>	<u>19.99</u>

Interest rate risk

Policies

As a means of limiting its exposure to fair value losses resulting from rising interest rates, the County's investment policy limits maturities as follows:

<u>Maturity</u>	<u>Cumulative Constraint</u>
Less than 90 days	10%
Less than 1 year	35%
Less than 5.25 years	100%

The County's investment policy limits the weighted average maturity of the total portfolio to 2.5 years.

If the goals of maturity limits are exceeded by 5 percent or more for ten successive business days, prompt notification to the County's Chief Financial Officer and the County's Investment Advisory Board is required.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

At June 30, 2022, the County had the following interest rate and concentration risk. Credit ratings are noted by Moody's and Standard & Poor's respectively:

Investment Type	Fair	Rating	Days to Maturity		
	Value		0-90	91-365	366-1825
U.S. Treasuries	\$ 767,512	Aaa/AA+	\$ 63,927	\$ 221,256	\$ 482,329
U.S. Agencies	214,713	Aaa/AA+	21,087	62,910	130,716
LGIP	48,452	AA*	48,452	-	-
Corporate debt	64,078	Aaa/AAA	-	9,988	54,090
	49,956	P-1/A-1	49,956	-	-
	26,270	Aa1/AA+	-	4,917	21,353
	25,856	A1/A/AA-	-	4,862	20,994
	24,243	A2/A-/AA-	-	-	24,243
	21,978	P-1/A-1+	21,978	-	-
	11,943	None/AAA	-	-	11,943
	9,462	A1/AA	-	-	9,462
	14,522	Aaa/AA+	-	-	14,522
	1,492	Aa3/AA-	-	1,492	-
Municipal debt	24,900	P-1/None	24,900	-	-
	9,315	Aa1/AAA	-	499	8,816
	9,000	Aaa/AA+	2,003	2,066	4,931
	8,968	Aa2/AA	-	-	8,968
	6,362	Aa1/AA+	-	6,362	-
	5,873	Aaa/None	-	-	5,873
	2,723	Aa2/AA-	-	2,723	-
	1,463	Aa1/None	-	1,463	-
Total	<u>\$ 1,349,081</u>		<u>\$ 232,303</u>	<u>\$ 318,538</u>	<u>\$ 798,240</u>
Percentage			17.2%	23.6%	59.2%

*This represents the composite weighted average rating of the investments held by the LGIP.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
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Fair value measurement

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability between market participants at the measurement date (exit price). Observable inputs reflect market participants' assumptions in pricing the asset or liability and are developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are developed based on the best information available about the assumptions market participants would use in pricing the asset or liability.

Multnomah County's investment custodial bank utilizes Interactive Data Pricing and Reference for daily security pricing on the following asset types: U.S. Treasuries, U.S. Federal agencies, U.S. Corporate debt, and Municipal debt.

Various inputs are used in determining the fair value of investments. These inputs are categorized into a fair value hierarchy. The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three levels. The categorization is based on pricing transparency of the investments, and not an indication of the risks associated with investing in the security.

Level 1 – quoted prices (unadjusted) in active markets for identical assets at the measurement date.

Level 2 – quoted prices for similar assets in active or inactive markets, or inputs derived from observable (directly or indirectly) market data.

Level 3 – valuations derived from valuation techniques in which significant inputs are unobservable.

Investment Type	Totals as of June 30, 2022	Fair Value Measurements Using			Not Measured at
		Quoted Price in Active Markets for Identical <u>Assets</u> Level 1	Significant Other Observable <u>Inputs</u> Level 2	Significant Unobservable <u>Inputs</u> Level 3	Fair Value
U.S. Treasuries	\$ 767,512	\$ 767,512	\$ -	\$ -	\$ -
U.S. Agencies	214,713	214,713	-	-	-
Corporate debt	249,800	-	249,800	-	-
Municipal debt	68,604	-	68,604	-	-
LGIP	48,452	-	-	-	48,452
Total	\$ 1,349,081	\$ 982,225	\$ 318,404	\$ -	\$ 48,452

* Amortized cost approximates fair value for the LGIP investment.

U.S. Treasuries and U.S. Agencies are valued using quoted prices for identical assets in the active market. Corporate and municipal securities are valued using observable market data for comparable instruments. Balances held in the LGIP, certificates of deposit, and money market accounts are valued at amortized cost, the amount required to replace the asset. Demand deposits and other cash and equivalent accounts are reported at bank balance as of June 30, 2022.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

B. Receivables

Receivables as of June 30, 2022, are as follows:

	Governmental Funds							Governmental- Activities
	General Fund	Federal / State Program Special Revenue Fund	Coronavirus (COVID-19) Response Special Revenue Fund	Preschool For All Program Special Revenue Fund	Library Capital Construction Capital Project Fund	Non- major Funds	Internal Service Funds	
Receivables:								
Taxes:								
Property	\$ 8,074	\$ -	\$ -	\$ -	\$ -	\$ 2,852	\$ -	\$ 10,926
Other	24,752	-	-	18,684	-	17,331	-	60,767
Accounts	1,628	64,829	28,984	-	31	14,097	813	110,382
Loans	3,324	385	-	-	-	-	-	3,709
Leases	-	-	-	-	-	-	1,395	1,395
Interest	3,326	-	-	-	-	-	-	3,326
Contracts	150	-	-	-	-	-	-	150
Total receivables	41,254	65,214	28,984	18,684	31	34,280	2,208	190,655
Allowance for doubtful accounts	(250)	-	-	-	-	-	-	(250)
Receivables, net	<u>\$ 41,004</u>	<u>\$ 65,214</u>	<u>\$ 28,984</u>	<u>\$ 18,684</u>	<u>\$ 31</u>	<u>\$ 34,280</u>	<u>\$ 2,208</u>	<u>\$ 190,405</u>
Not scheduled for collection during the subsequent year	<u>\$ 3,268</u>	<u>\$ 385</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,111</u>	<u>\$ -</u>	<u>\$ 6,764</u>

	Enterprise Funds		
	Health Department (FQHC)	Non- major Funds	Business- type Activities
Receivables:			
Accounts	\$ 13,623	\$ 16	\$ 13,639
Special assessments	-	28	28
Total receivables	13,623	44	13,667
Allowance for doubtful accounts	(1,767)	(12)	(1,779)
Receivables, net	<u>\$ 11,856</u>	<u>\$ 32</u>	<u>\$ 11,888</u>

Total uncollectible amounts related to revenues are all for prior periods.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

C. Unearned revenue and deferred inflows of resources

The County recognizes revenues when earned. Amounts received in advance of the period in which services are performed are recorded as a liability, “unearned revenue.” The various components of unearned revenue reported in the governmental and business-type activities at June 30, 2022 are as follows:

	Governmental Balance Sheet				Government-wide Statement of Net Position
	General Fund	Federal/State Program Fund	Coronavirus (COVID-19) Response Fund	Nonmajor Governmental Funds	Total / Governmental Activities
<u>Unearned Revenue</u>					
Grant draws prior to meeting all eligibility requirements	\$ -	\$ 47,122	\$ 119,568	\$ 322	\$ 167,012
Loans Receivable	213	385	-	-	598
Contracts receivable	150	-	-	-	150
Tax title land sales inventory	148	-	-	-	148
State vaccine inventory	-	379	-	-	379
Miscellaneous	200	-	-	-	200
Total unearned revenue	<u>\$ 711</u>	<u>\$ 47,886</u>	<u>\$ 119,568</u>	<u>\$ 322</u>	<u>\$ 168,487</u>

	Business-type Activities Health Department FQHC Fund
<u>Unearned Revenue</u>	
Grant draws prior to meeting all eligibility requirements	<u>\$ 334</u>

Governmental statements report deferred inflows of resources in connection with receivables for revenues that are not considered to be available within 60 days of year end to liquidate current liabilities. Proprietary and government-wide statements report deferred inflows and outflows of resources in connection with pension, other post-employment benefits (OPEB) activity, and leases.

For details regarding deferred outflows and inflows of resources related to pensions, OPEB, and leases, see Note IV.C. *Postemployment benefits other than pensions*, Note IV.D. *Employee retirement systems, pension plans and deferred compensation plan*, and Note III.D. *Leases*.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

D. Leases

The City is involved in various leasing arrangements for buildings and land use rights. With the implementation of GASB Statement No. 87 Leases, effective for the fiscal year ended June 30, 2022, all existing and newly acquired leases during the current fiscal year were analyzed and classified as either qualified or non-qualified leases, for both lessor and lessee positions. With this implementation, a respective receivable or payable was recognized.

Lessor lease receivables

As the lessor, the County leases County-owned properties such as buildings. The related receivables are presented in the *Statement of Net Position* for the amounts equal to the present value of lease payments expected to be received during the lease term. All lessor leases are reported in governmental activities. The total amount of lease revenue recognized in the current year was \$274, and interest revenue of \$37 for a total of \$311. The total amount of deferred inflows reported for lessor leases for the fiscal year ended June 30, 2022 is \$1,395.

The County has a variety of variable payment clauses, within its lease arrangements, which include payments dependent on indexes and rates (such as the Consumer Price Index and market interest rates) Variable payments related to lease agreements that are qualified as leases under GASB Statement No. 87 such as common area maintenance, late fees, operating expenses, property taxes, rent credits and utilities are not included in the measurement of the lease receivable. The County did not incur revenue related to residual value guarantees or lease termination penalties. It also does not currently have agreements that include sale-leaseback and lease-leaseback transactions.

The County has entered into three lease agreements as the lessor, that qualify both within the County capitalization threshold and under GASB Statement No. 87. The receivable related to these leases was initially recognized on July 1, 2021 with the adoption of GASB Statement No. 87. These leases are for buildings, with periods covering various ranges and the latest expiring on January 31, 2034. Interest rates range from 2.05 to 2.84 percent. Annual payments for the current year range from \$42 to \$167.

Lease receivables for the year ended June 30, 2022 are as follows:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Buildings	\$ 1,670	\$ -	\$ 274	\$ 1,395

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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Future annual lease receivables as of June 30, 2022 are as follows:

Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2023	\$ 287	\$ 35
2024	129	30
2025	85	27
2026	87	24
2027	90	22
2028-2032	529	67
2033-2034	188	5
Total	\$ 1,395	\$ 210

Lessee lease payables

A lease is defined as a contractual agreement that conveys control of the right to use another entity's nonfinancial asset, for a minimum contractual period of greater than one year, in an exchange-like transaction. The County leases a significant amount of non-financial assets such as land and buildings. The related obligations are presented in the amounts equal to the present value of lease payments, payable during the remaining lease term. As a lessee, a lease liability and the associated lease asset are recognized. All lessee leases are reported in governmental activities. The total amount of lease expense recognized in the current year was \$7,923 and interest expense of \$1,195 for a total of \$9,118.

The County has a variety of variable payment clauses, within its lease arrangements, which include payments dependent on indexes and rates (such as the Consumer Price Index and market interest rates). Components of variable payments that are fixed in substance, are included in the measurement of the lease liability presented in the table below. Variable payments related to lease agreements that are qualified as leases under GASB Statement No. 87, and are not fixed, are excluded in the measurement of the lease liability. The County did not incur expenses related to its leasing activities related to residual value guarantees, lease termination penalties or losses due to impairment. As a lessee there are currently no agreements that include sale-leaseback and lease-leaseback transactions.

The County has entered into 32 lease agreements as the lessee, that qualify both within the County capitalization threshold and under GASB Statement No. 87. The liability related to these leases was initially recognized on July 1, 2021 with the adoption of GASB Statement No. 87. These leases are for buildings, with periods covering various ranges and the latest expiring on June 14, 2111. Interest rates range from 2.05 to 2.84 percent. Annual payments for the current year range from \$3 to \$3,049.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
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Lease payables currently outstanding as of June 30, 2022 are as follows:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Buildings	<u>\$ 58,157</u>	<u>\$ -</u>	<u>\$ 7,924</u>	<u>\$ 50,233</u>

Future annual lease commitments as of June 30, 2022 are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2023	\$ 8,127	\$ 1,152
2024	8,184	961
2025	7,101	774
2026	6,674	607
2027	6,172	446
2028-2032	11,130	832
2033-2037	1,027	328
2038-2042	1,015	176
2043-2047	6	114
2048-2052	10	113
2053-2057	16	111
2058-2062	22	108
2063-2067	29	105
2068-2072	38	100
2073-2077	48	94
2078-2082	60	87
2083-2087	74	77
2088-2092	90	66
2093-2097	108	52
2098-2102	129	36
2103-2107	154	16
2108-2111	19	1
Total	<u>\$ 50,233</u>	<u>\$ 6,356</u>

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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E. Interfund receivables, payables, and transfers

Due from / Due to other funds

The County records "due from" and "due to" transactions in order that individual funds will be able to meet cash flow needs at year end and prevent a fund from reporting a negative cash balance. The amount payable to the General Fund from the Federal/State Program Fund of \$29,920 and from the Coronavirus (COVID-19) Response Fund of \$19,088 is related to providing interim working capital financing. These balances are collected in the subsequent year.

Interfund loans

On April 21, 2022, the Board of County Commissioners authorized by Resolution No. 2022-031, an internal loan: the Behavioral Health Resource Center Capital (BHRC) Fund received a \$7,062 loan from the Risk Management Fund. The loan was issued to provide interim funding for the BHRC capital project. The BHRC project is being funded by the County general fund, State of Oregon grant, and may receive additional federal funding at a later date. The funding (\$10,000) committed by the State of Oregon will be via video lottery bonds which will not occur until the spring of 2023. BHRC project expenditures attributed to State funding will be incurred before receipt of grant funds. The State of Oregon has approved project expenditures to be incurred prior to award date. The internal loan in the amount of \$7,062 will bridge the cash flow timing of State grant funds. The BHRC Capital Fund will repay the Risk Management Fund upon receipt of State grant funds, estimated at 12-14 months, there will be one principal and interest payment. Interest will accrue on the loan at the rate the County earns in the Local Government Investment Pool. Total interest costs are estimated at \$35 over the term of the loan. Repayment is expected to be repaid in full during the fiscal year ending June 30, 2023.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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Interfund transfers

The primary purposes of significant transfers include the following:

- The General Fund transferred \$300 to the Animal Control Fund for work related to the sale of Edgefield.
- The General Fund transferred to the Information Technology Capital Fund \$395 for the Long Term Care Eligibility tracking system, \$205 for the Non-Medical Transportation program, and \$245 for the SQL Server Improvement program.
- The General Fund transferred \$2,420 to the Asset Preservation Fund for the Southeast Health Center.
- The General Fund transferred \$13,700 to the Behavioral Health Resources Center Capital Fund to establish the FQHC (Federally Qualified Health Center) as a new Enterprise fund.
- Various other nonmajor funds transferred \$9,205 to the new FQHC Enterprise fund.
- The Animal Control Fund transferred \$1,171 to the General Fund for work related to the new animal shelter.
- The Library District Fund Transferred \$84,713 to the Library Fund to reimburse the County for library operations; however this transfer is reported as intergovernmental revenue and current expenditures on the *Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual*.
- The Health Headquarters Capital Fund transferred \$1,000 to the General Fund for the Health Department Headquarters Project remainder.
- The Facilities Management Fund transferred \$160 to the Capital Improvement Fund for CIP related to external tenant clients.
- The Facilities Management Fund transferred \$171 to the Asset Preservation Fund for external tenant capital.

In the governmental activities column of the *Statement of Activities*, transfers between governmental funds and between governmental and internal service funds have been eliminated; no interfund transfers were made for business-type activities during the year.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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Interfund transfers and the reconciliation to the *Statement of Activities* for the year ended June 30, 2022, consisted of the following:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>	<u>Total Transfers Out</u>
	<u>General Fund</u>	<u>Other Nonmajor Governmental Funds</u>	<u>Health Department FQHC Fund</u>	
<u>Governmental activities:</u>				
General fund	\$ -	\$ 25,471	\$ -	\$ 25,471
Federal/State program special revenue fund	-	999	-	999
Other nonmajor funds	2,171	75,508	9,205	86,884
Internal service funds	-	330	-	330
Total transfers in:	<u>\$ 2,171</u>	<u>\$ 102,308</u>	<u>\$ 9,205</u>	<u>\$ 113,684</u>

Reconciliation:

Total internal service funds	(330)
Total governmental funds	(113,354)
Governmental activities transfers to business-type activities	(9,205)
Total transfers per Statement of Activities	<u>\$ (9,205)</u>

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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F. Capital assets

During the fiscal year ended June 30, 2022 buildings of \$2,135 and accumulated depreciation of \$402, machinery and equipment of \$1,047 and accumulated depreciation of \$1,461, were transferred from governmental funds to the new enterprise fund: the Health Department FQHC Fund. Capital asset activity of the primary government, for the year ended June 30, 2022, is as follows:

	Beginning Balance	Increases	Transfers	Decreases	Ending Balance
Governmental activities:					
Capital assets, not being depreciated or amortized:					
Land	\$ 34,990	\$ 2,800	\$ 2,804	\$ (466)	\$ 40,128
Land use rights	219,001	-	12	(317)	218,696
Construction in progress	68,465	78,414	(13,335)	(14,451)	119,093
Works of art	4,463	9	-	-	4,471
Total capital assets, not being depreciated or amortized	<u>326,919</u>	<u>81,223</u>	<u>(10,519)</u>	<u>(15,234)</u>	<u>382,388</u>
Capital assets, being depreciated or amortized:					
Buildings	800,829	2,290	5,310	(3,267)	805,162
Improvements other than buildings	1,010	-	-	-	1,010
Machinery and equipment	114,686	8,605	(1,047)	(10,532)	111,712
Bridges	481,667	-	-	-	481,667
Intangible assets	47,451	41	1,451	(65)	48,878
Infrastructure	383,119	1	1,004	(394)	383,731
Total capital assets being depreciated or amortized	<u>1,828,762</u>	<u>10,937</u>	<u>6,718</u>	<u>(14,258)</u>	<u>1,832,160</u>
Less accumulated depreciation or amortization for:					
Buildings	(223,432)	(20,755)	402	2,510	(241,275)
Improvements other than buildings	(575)	(40)	-	-	(615)
Machinery and equipment	(80,825)	(10,020)	1,461	6,061	(83,324)
Bridges	(124,453)	(10,593)	-	-	(135,046)
Intangible assets	(29,107)	(4,534)	-	55	(33,587)
Infrastructure	(340,512)	(1,384)	-	394	(341,502)
Total accumulated depreciation or amortization	<u>(798,904)</u>	<u>(47,326)</u>	<u>1,863</u>	<u>9,020</u>	<u>(835,349)</u>
Total capital assets being depreciated or amortized, net	<u>1,029,858</u>	<u>(36,389)</u>	<u>8,581</u>	<u>(5,238)</u>	<u>996,811</u>
Governmental activities capital assets, net	<u>\$ 1,356,777</u>	<u>\$ 44,834</u>	<u>\$ (1,938)</u>	<u>\$ (20,472)</u>	<u>\$ 1,379,199</u>

MULTNOMAH COUNTY, OREGON
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	Beginning Balance	Increases	Transfers	Decreases	Ending Balance
Business-type activities:					
Capital assets, not being depreciated or amortized:					
Construction in progress	\$ 1,144	\$ 25	\$ -	\$ (115)	\$ 1,054
Total capital assets, not being depreciated or amortized	<u>1,144</u>	<u>25</u>	<u>-</u>	<u>(115)</u>	<u>1,054</u>
Capital assets, being depreciated or amortized:					
Buildings	-	-	2,135	-	2,135
Improvements other than buildings	9,408	-	-	-	9,408
Machinery and equipment	-	-	1,666	-	1,666
Total capital assets being depreciated or amortized	<u>9,408</u>	<u>-</u>	<u>3,801</u>	<u>-</u>	<u>13,209</u>
Less accumulated depreciation or amortization for:					
Buildings	-	(9)	(402)	-	(411)
Improvements other than buildings	(4,473)	(210)	-	-	(4,683)
Machinery and equipment	-	(19)	(1,461)	-	(1,480)
Total accumulated depreciation or amortization	<u>(4,473)</u>	<u>(238)</u>	<u>(1,863)</u>	<u>-</u>	<u>(6,574)</u>
Total capital assets being depreciated or amortized, net	<u>4,935</u>	<u>(238)</u>	<u>1,938</u>	<u>-</u>	<u>6,635</u>
Business-type activities capital assets, net	<u>\$ 6,079</u>	<u>\$ (213)</u>	<u>\$ 1,938</u>	<u>\$ (115)</u>	<u>\$ 7,689</u>

Right-of-Use Assets

A lease is defined as a contractual agreement that conveys control of the right to use another entity's nonfinancial asset, for a minimum contractual period of greater than one year, in an exchange-like transaction. The County is party to a variety of lease contracts for which this right-of-use (ROU) has been recognized as an asset on the balance sheet. This recognition is new for the current fiscal year due to the implementation of GASB 87.

Right-of-use activities for leases for the year ended June 30, 2022 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Buildings	\$ 58,157	\$ -	\$ -	\$ 58,157
Less accumulated amortization	(9,286)	-	-	(9,286)
Total leased assets, Governmental activities	<u>\$ 48,871</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,871</u>

MULTNOMAH COUNTY, OREGON
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Fully depreciated or amortized capital assets at June 30, 2022 totaled \$457,541, all of which were available to be used in governmental type and business type activities. Capital assets are evaluated annually for impairment. Fully depreciated or amortized capital assets are comprised of:

	Acquisition Value
Governmental:	
Buildings	\$ 6,870
Machinery & Equipment:	
Equipment, miscellaneous	23,687
Heavy equipment	1,725
Technology equipment	8,854
Vehicles	14,384
Bridges	58,343
Intangibles:	
Software, developed internally	6,500
Software, purchased	6,003
Infrastructure:	
Roads	328,656
Total governmental activities	\$ 455,022
Business	
Machinery & Equipment:	
Equipment, miscellaneous	1,067
Sewage facilities	1,419
Technology equipment	33
Total business-type activities	\$ 2,519
Total	\$ 457,541

MULTNOMAH COUNTY, OREGON
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Depreciation or amortization expense for capital assets was charged to functions/programs of the primary government as follows:

Function/program	Depreciation or Amortization Expense
Governmental activities:	
General government	\$ 23,357
Health services	2,221
Social services	390
Public safety and justice	8,219
Community services	3,094
Library	7,824
Roads, bridges, and bike path improvements	11,308
Total governmental activities	56,413
Business-type activities:	
Federally qualified health clinics (FQHC)	87
Sewer	78
Lighting	132
Total business-type activities	297
Total	\$ 56,710

MULTNOMAH COUNTY, OREGON
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G. Long-term debt

Full faith and credit bonds

On December 1, 1999, the County issued \$184,548 in taxable Revenue Pension Obligation Bonds with interest rates from 6.49 to 7.74 percent to fund the County's unfunded accrued actuarial liability (UAAL). Bonds were rated Aa2 by Moody's. The County estimates that by funding the actuarial liability, the County will receive a present value savings of \$35,776 between the amount calculated by the Oregon Public Employees Retirement System (OPERS) to retire the UAAL and the amount of the debt repayment. Payment of principal and interest, except for a term bond, are guaranteed by National Public Finance Guarantee. At June 30, 2022, \$36,968 of these bonds were outstanding.

On December 14, 2010, the County issued \$15,000 in Full Faith and Credit Obligations, Series 2010B, with interest rates from 4 to 5.05 percent. Bonds were rated Aa1 by Moody's. The proceeds from the sale of the obligations were used to finance the construction costs for the East County Courthouse (ECC). At June 30, 2022, \$12,270 of these bonds were outstanding.

On December 4, 2012, the County issued \$128,000 in Full Faith and Credit Obligations, Series 2012, at a premium of \$21,113, with interest rates from 3 to 5 percent. Bonds were rated Aa1 by Moody's and AA by Standard & Poor's. The obligations were issued to finance and refinance construction of the Sellwood Bridge. The obligations were issued to support construction of a new Sellwood Bridge along with upgrades to the east and west end approaches. On January 7, 2021, the County issued advance refunding bonds for a portion of the Series 2012 bonds. As a result, in the prior year, a portion of the refunded bonds was considered to be defeased, and \$84,250 of the bond liability and the premium, \$13,723, was removed from the governmental activities column of the Statement of Net Position. In the current year the remaining \$5,805 liability was paid off. (Additional information of the bond refunding is presented below.) At June 30, 2022, the outstanding balance on the Series 2012 bonds was \$0.

On December 14, 2017, the County issued \$164,110 in Full Faith and Credit Obligations, Series 2017, at a premium of \$16,715, with interest rates from 3 to 5 percent. Bonds were rated Aaa by Moody's and AAA by Standard & Poor's. The proceeds from the sale of the obligations were used to finance real or personal property related to the replacement of the Multnomah County Central Courthouse ("MCCH"), replacement of the Health Department administrative offices and downtown clinics ("HDHQ"), replacement of the Enterprise Resource Planning system ("ERP"), and improvements to County-owned facilities that house parole and probation services ("DCJ Campus"). At June 30, 2022, the outstanding balance on the Series 2017 bonds was \$126,221 and the balance on the unamortized premium was \$11,073.

On September 12, 2019, the County issued \$16,075 in Full Faith and Credit Obligations, Series 2019, with an interest rate of 1.74 percent. Multnomah County entered into a ten year direct bank placement with DNT Asset Trust, a wholly owned subsidiary of JPMorgan Chase Bank, N.A. The issue will finance real or personal property related to the National Environmental Policy Act (NEPA) review phase of the Burnside Bridge Project and pay costs of issuance related to the financing. At June 30, 2022, the outstanding balance on the Series 2019 bonds was \$11,843.

MULTNOMAH COUNTY, OREGON
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On January 7, 2021, the County issued \$89,580 in Full Faith and Credit Refunding Obligations, Series 2021, at a premium of \$552, with interest rates from 1 to 2 percent. Bonds were rated Aaa by Moody's and AAA by Standard & Poor's. The net proceeds of \$89,452, from the sale of the obligations were placed in an irrevocable escrow account to be used to refinance a portion of the outstanding full faith and credit backed borrowings (FF&C Obligations, Series 2012) that helped finance the construction of the Sellwood Bridge. The refunding resulted in a net gain on debt refunding of \$8,791, which was reported as a deferred inflow of resources for governmental activities. The economic gain at closing was a net present value savings of 11.25 percent, a savings of \$10,143 over the remaining term of the bonds. At June 30, 2022 the outstanding balance on the Series 2021 bonds was \$87,245, the balance on the unamortized premium was \$467, and the balance of the unamortized gain on refunding was \$8,058.

Total full faith and credit bond obligations, excluding unamortized premiums, outstanding at year-end are as follows:

Purpose	Interest Rates	Amount
Governmental activities	1.00-7.74%	\$ 274,547

Annual debt service requirements to maturity for full faith and credit bonds are as follows:

Fiscal Year Ending June 30,	Principal	Interest
2023	\$ 25,170	\$ 31,878
2024	25,690	32,967
2025	19,449	34,130
2026	19,676	35,691
2027	19,921	37,324
2028-2032	86,761	128,942
2033-2037	38,530	10,940
2038-2042	17,770	6,473
2043-2047	21,580	2,656
Subtotal	274,547	\$ 321,001
Premiums on long-term debt	11,540	
Total	\$ 286,087	

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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The bonds are included in the bonds payable balance on the *Statement of Net Position*.

<u>Full Faith and Credit Bonds</u>	<u>Long-term</u>	<u>Current</u>	<u>Total</u>
Maturities	\$ 249,377	\$ 25,170	\$ 274,547
Premiums on long-term debt	10,370	1,170	11,540
Total	<u>\$ 259,747</u>	<u>\$ 26,340</u>	<u>\$ 286,087</u>

No assets were pledged as collateral for the County's full faith and credit bonds. In the event of default, the lender may exercise any remedy available under the law. The outstanding amounts are not subject to acceleration.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
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General Obligation Bonds

On January 12, 2021, the County issued \$154,680 in General Obligation Bonds, Series 2021A (Tax-Exempt), at a premium of \$50,507, with interest rates at 5 percent. Bonds were rated Aaa by Moody's and AAA by Standard & Poor's. The bonds were issued to finance capital costs to expand, modernize, rebuild and acquire land for library facilities, and to pay the costs of issuance of the bonds. At June 30, 2022 the outstanding balance on the Series 2021A bonds was \$154,680 and the balance on the unamortized premium was \$37,880.

On January 12, 2021, the County issued \$232,320 in General Obligation Bonds, Series 2021B (Federally Taxable), at a premium of \$232, with interest rates from 0.25 to 0.9 percent. Bonds were rated Aaa by Moody's and AAA by Standard & Poor's. The bonds were issued to finance capital costs to expand, modernize, rebuild and acquire land for library facilities, and to pay the costs of issuance of the bonds. At June 30, 2022 the outstanding balance on the Series 2021B bonds was \$194,725 and the balance on the unamortized premium was \$155.

General obligation bond obligations outstanding at year-end are as follows:

Purpose	Interest Rates	Amount
Governmental activities	0.25-5.00%	\$ 349,405

Annual debt service requirements to maturity for general obligation bonds are as follows:

Fiscal Year Ending June 30,	Principal	Interest
2023	\$ 43,165	\$ 8,809
2024	45,150	8,658
2025	46,970	8,455
2026	48,870	8,220
2027	50,975	7,829
2028-2029	114,275	8,685
Subtotal	349,405	\$ 50,656
Premiums on long-term debt	38,035	
Total	\$ 387,440	

The general obligation bonds are included in the bonds payable line item on the *Statement of Net Position*.

General obligation bonds	Long-term	Current	Total
Maturities	\$ 306,240	\$ 43,165	\$ 349,405
Premium on long-term debt	31,683	6,352	38,035
Total	\$ 337,923	\$ 49,517	\$ 387,440

MULTNOMAH COUNTY, OREGON
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Loans payable

Levee Ready Columbia Project Financing

In April 2016, the County entered into an interim financing agreement with the State of Oregon, through the Oregon Infrastructure Finance Authority (IFA) for financing the Multnomah County Levee Accreditation Evaluation for “Levee Ready Columbia (LRC),” a regional project. The financing will provide funding for Phase II of the project, engineering analysis on the levees along the Columbia River, which are maintained by the Sauvie Island Drainage Improvement Company (SIDIC), Multnomah County Drainage District No. 1 (MCDD) and Sandy Drainage Improvement Company (SDIC), with the goal of FEMA recertification and accreditation.

The County was named the borrower for the IFA Phase II funding which will enable the County to access a package of loans and grants from the IFA. The IFA determines whether disbursements will be drawn from the loan or grant funding available.

The County’s obligations to make payments under the IFA financing contracts will be offset by revenues to be received by the County from the LRC project partners for over 95 percent of the amount borrowed. This will also provide one-time-only financing assistance to the Cities of Fairview and Troutdale in connection with their obligations to the LRC project, and pay a portion of expenses incurred by the LRC project for public outreach and facilitation.

The IFA extended the project, with a completion deadline of June 30, 2024. The IFA loan draws are not yet in repayment status; therefore, are excluded from the annual maturity schedule, except for SIDIC Loan Draws (C-1).

At June 30, 2022 the outstanding balance of the IFA is \$1,598. A prepayment of \$67 was made during the fiscal year ended June 30, 2020 as reflected in the accumulated prepayments column in the following table; no prepayments have been made during fiscal year ending June 30, 2022. SIDIC Loan Draws (C-1) entered into repayment status and one payment for \$16 was made during fiscal year ended June 30, 2022.

MULTNOMAH COUNTY, OREGON
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As of June 30, 2022, proceeds and obligations from the IFA for loan contracts are:

Oregon Infrastructure Finance Authority Contracts	Interest Rates	Maximum Available	Reimbursement Draws Received / Accumulative Obligation	Amount Available to Draw	Accumulative Prepayments Prior to Repayment Status	Net Obligation Not Yet in Repayment Status
MCDD loan draws (A)	0.00%	\$ 1,000	\$ 1,000	\$ -	\$ -	\$ 1,000
MCDD loan draws (B)	1.84%	1,518	103	1,415	67	36
Total MCDD draws		2,518	1,103	1,415	67	1,036
SDIC loan draws (A)	0.00%	500	463	37	-	463
SDIC loan draws (B)	1.84%	450	-	450	-	-
Total SDIC draws		950	463	487	-	463
Total IFA No. X16001		3,468	1,566	1,902	67	1,499
SIDIC loan draws (C-1)	0.00%	191	115	76	-	-
SIDIC loan draws (C-2)	1.84%	142	-	142	-	-
Total SIDIC draws / IFA No. J16002		333	115	218	-	-
Totals - all contracts		<u>\$ 3,801</u>	<u>\$ 1,681</u>	<u>\$ 2,120</u>	<u>\$ 67</u>	<u>\$ 1,499</u>

Contracts in Repayment Status

Oregon Infrastructure Finance Authority Contracts	Beginning Balance	Additions	Payments	Net Obligation in Repayment Status	Due Within One Year
SIDIC loan draws (C-1)	\$ 115	\$ -	\$ 16	\$ 99	\$ 16

Annual payments required to maturity for SIDIC loan draws (C-1) (The only IFA Loan currently in repayment status):

Fiscal Year Ending June 30,	Principal	Interest
2023	\$ 16	\$ -
2024	16	-
2025	16	-
2026	17	-
2027	17	-
2028	17	-
Total	<u>\$ 99</u>	<u>\$ -</u>

MULTNOMAH COUNTY, OREGON
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Transportation Improvements Financing

In fiscal year 2009, the County entered into a loan agreement with the Oregon Department of Transportation's Financial Services (ODOT) for the purpose of making capital improvements to the County's transportation system. The loan was re-amortized in fiscal year 2017, reducing the principal balance owed by \$93. The total outstanding under this agreement was \$1,060 at June 30, 2022.

The ODOT loan obligations outstanding at year-end are as follows:

Purpose	Interest Rates	Amount
Governmental activities	3.98%	\$ 1,060

Annual debt service requirements to maturity for the ODOT long-term loan outstanding at year-end is follows:

Fiscal Year Ending June 30,	Principal	Interest
2023	\$ 250	\$ 42
2024	260	32
2025	270	22
2026	280	11
Total	\$ 1,060	\$ 107

In the event of an "Event of Default" for all loans payable, the lender may accelerate payment immediately of the entire loan principal amount and other amounts due on the loan. In the event of default, the investors may exercise any remedy available at law or in equity or in bankruptcy or otherwise.

Line of Credit

In February 2021, the County entered into an interim financing agreement and issued a federally taxable non-revolving credit facility and bond (referred to as line of credit throughout the financial statements) of no more than \$15,000. This agreement provided interim financing for Pre-School for All program start-up costs. The County will pay a fee equal to the Daily Floating LIBOR Rate plus a spread of 49 basis points on the drawn amount and 0.35 percent on the actual daily unused amount of the facility. The was no outstanding balance under this agreement at June 30, 2022.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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Compensated Absences

The County's policy relating to compensated absences is described in Note I. D. *Assets, deferred outflows, liabilities, deferred inflows, and net position or fund balances*. The long-term portion of compensated absences was \$9,122. The total amount outstanding at June 30, 2022 was \$36,118.

The long-term portion of compensated absences is expected to be paid in future years from future resources. In prior years, compensated absences have been liquidated primarily by the governmental and proprietary funds for which the employees who earned the benefits were assigned. Compensated absences are liquidated by select governmental funds (General Fund, Federal/State Program Fund, Animal Control Fund Willamette River Bridges Fund, Library Fund, Land Corner Preservation Fund, Inmate Welfare Fund, Coronavirus (COVID-19) Response Fund, Justice Services Special Operations Fund, Preschool For All Program Fund, Information Technology Capital Fund, Asset Preservation Fund, and Multnomah County Library Capital Construction Fund) as well as the internal service funds and one business-type fund.

Balances of compensated absences for governmental and business-type activities for the year ended June 30, 2022 were as follows:

	<u>Governmental Activities</u>			<u>Business-type Activities</u>	
	Governmental Funds	Internal Service Funds	Total Governmental Activities	Health Department FQHC Fund	Total
Beginning balance	\$ 33,458	\$ 3,339	\$ 36,797	\$ -	\$ 36,797
Earned	21,279	2,870	24,149	7,194	31,343
Used	(25,622)	(2,798)	(28,420)	(3,602)	(32,022)
Ending balance	<u>\$ 29,115</u>	<u>\$ 3,411</u>	<u>\$ 32,526</u>	<u>\$ 3,592</u>	<u>\$ 36,118</u>

MULTNOMAH COUNTY, OREGON
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Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2022 was as follows:

	Beginning Balance	Additions	Adjustments & Reductions	Ending Balance	Due Within One Year
Governmental Activities					
Full faith and credit bonds	\$ 298,988	\$ -	\$ 24,441	\$ 274,547	\$ 25,170
General obligation bonds	387,000	-	37,595	349,405	43,165
Unamortized premiums-bonds	57,098	-	7,523	49,575	7,522
Total bonds	743,086	-	69,559	673,527	75,857
Loans payable	2,914	-	256	2,658	266
Line of credit payable	2,730	5,300	8,030	-	-
Long-term debt before other long-term liabilities	748,730	5,300	77,845	676,185	76,123
Compensated absences	36,797	24,149	28,420	32,526	26,276
Governmental activities - long-term liabilities	<u>\$ 785,527</u>	<u>\$ 29,449</u>	<u>\$ 106,265</u>	<u>\$ 708,711</u>	<u>\$ 102,399</u>
Business-type Activities					
Compensated absences	<u>\$ -</u>	<u>\$ 7,194</u>	<u>\$ 3,602</u>	<u>\$ 3,592</u>	<u>\$ 720</u>

MULTNOMAH COUNTY, OREGON
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Conduit financing

Multnomah County Conduit Financing

On December 1, 1999, the County issued \$9,830 in Higher Education Variable Rate Demand Revenue Bonds. The proceeds of these bonds were used to provide funds to reimburse Concordia University for the costs of acquiring, constructing and improving the educational facilities of the University (the Project), fund a debt service reserve fund and pay the costs of issuing the bonds.

The Higher Education Revenue Bonds have not been recognized as a liability of the County because the bonds are secured solely by the provisions of the bond indenture and payments are made by Concordia University. The County is not responsible for the repayment of conduit debt. As the County does not own any of the assets constructed or assume any liabilities associated with the Project, there is no balance sheet disclosure or recognition of revenues and expenditures within the County's financial statements.

As of June 30, 2022, \$4,850 of the Higher Education Variable Rate Demand Revenue Bonds remained outstanding.

Hospital Facilities Authority of Multnomah County Conduit Financing

On December 3, 1998, the County created a component unit, the Hospital Facilities Authority of Multnomah County, Oregon (the Authority). The Authority issues hospital revenue bonds for construction and improvements to health facilities in Multnomah County. The proceeds of these bonds were used by health care facilities to finance various capital projects and refund outstanding bonds.

The debt has not been recognized as a liability of the County or the Authority because the bonds are secured solely by the provisions of the bond indenture and payments are made by the health care facilities. The obligors have pledged the gross revenues of the health care facilities to secure payment of the bonds. The bonds shall not be payable from a charge upon any fund or asset, nor shall the County or the Authority be subject to any liability. No holder or holders of the bonds shall ever have the right to exercise the taxing power of the County to pay the bonds or the interest, nor to enforce payment against any property of the County.

Upon completion of the project, the assets constructed or purchased are owned by the respective health care facility. Since neither the County nor the Authority own any assets or assume any liabilities associated with the repayment, there is no balance sheet disclosure or recognition of revenues within the County's financial statements.

MULTNOMAH COUNTY, OREGON
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A summary of the Authority's conduit debt is as follows:

Obligor (Health Care Facility), Debt Issue, Terms	Series	Issue Date	Original Amount	Balance at June 30, 2022
Adventist Health System/West:				
Refunding Revenue Bonds, due March 1, 2040	2019	11/1/2019	\$ 52,535	\$ 52,535
Terwilliger Plaza:				
Revenue and Refunding Bonds, due serially through December 1, 2029	2012	1/1/2012	18,245	10,365
Odd Fellows Home-Friendship Health Center:				
Variable Rate Demand Revenue Refunding Bonds, due serially through September 15, 2022	2013A	7/12/2013	7,280	5,815
Parkview Christian Retirement Community Project:				
Variable Rate Revenue Refunding Bonds, due serially through November 1, 2034	2013	12/12/2013	7,315	5,268
Pacific Mirabella (at South Waterfront Project):				
Variable Rate Demand Revenue Refunding Bonds, due serially through October 1, 2049	2014A	9/30/2014	93,380	85,925
Terwilliger Plaza Inc.:				
Revenue Refunding Bonds, due serially through December 1, 2036	2016	6/15/2016	13,625	11,065
Terwilliger Plaza Inc - Parkview Project				
Revenue Refunding Bonds, due serially through December 1, 2056	2021A	8/1/2021	88,885	88,885
Terwilliger Plaza Inc - Parkview Project				
Revenue Refunding Bonds, due serially through June 1, 2028	2021B-1	8/1/2021	15,300	15,300
Terwilliger Plaza Inc - Parkview Project				
Revenue Refunding Bonds, due serially through June 1, 2027	2021B-2	8/1/2021	42,600	42,600
Terwilliger Plaza Inc - Parkview Project				
Revenue Refunding Bonds, due serially through June 1, 2026	2021C	8/1/2021	7,835	7,835
			<u>\$ 347,000</u>	<u>\$ 325,593</u>

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
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H. Fund balances, governmental funds

On the *Balance Sheet – Governmental Funds*, the fund balances are reported in the aggregate in the classifications defined by GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. Fund balances by classification for the year ended June 30, 2022, were as follows:

Fund balances	General Fund	Federal/State Program Special Revenue Fund	Coronavirus (COVID-19) Response Special Revenue Fund	Preschool for All Program Special Revenue Fund	Multnomah County Library Capital Construction Project Fund	Other Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:							
Inventories*	\$ 562	\$ -	\$ -	\$ -	\$ -	\$ 222	\$ 784
Prepaid items	1,178	29	1,593	-	-	952	3,752
Restricted:							
Capital projects, buildings	-	-	-	-	409,570	6,108	415,678
Community support programs	699	8,084	-	157,748	-	70,637	237,168
Debt Service	-	-	-	-	-	1,033	1,033
Document storage and retrieval	200	-	-	-	-	-	200
Library operations	-	-	-	-	-	71,969	71,969
Roads, bridges, and bike path improvements	-	-	-	-	-	32,167	32,167
Committed:							
Capital projects, buildings	-	-	-	-	-	37,023	37,023
Capital projects, technology	-	-	-	-	-	2,460	2,460
Community support programs	3,404	-	-	11,200	-	1,425	16,029
Debt service	-	-	-	-	-	38,543	38,543
Assigned:							
Capital equipment acquisition	-	-	-	-	-	522	522
Community support programs	-	-	-	167	-	1,410	1,577
Library operations	-	-	-	-	-	7,542	7,542
Roads, bridges, and bike path improvements	-	-	-	-	-	3,779	3,779
Unassigned	206,783	-	(1,152)	-	-	(431)	205,200
Total fund balances	<u>\$ 212,826</u>	<u>\$ 8,113</u>	<u>\$ 441</u>	<u>\$ 169,115</u>	<u>\$ 409,570</u>	<u>\$ 275,361</u>	<u>\$ 1,075,426</u>

*Inventories included in the nonspendable classification exclude vaccine inventories, which are reported as part of the restricted fund balance.

MULTNOMAH COUNTY, OREGON
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Note IV. Other information

A. Risk management

The County is exposed to various risks of loss related to torts and property damage including theft of, damage to, and destruction of assets, assertion of negligence, employee injury or illness, errors and omissions, and natural disasters. The County self-insures to \$1,000 and purchases excess insurance for large and catastrophic losses above the self-insurance for general liability, auto liability, medical malpractice, and workers' compensation liability. By self-insuring in areas that are fiscally cost effective, the County realizes savings by not paying overhead or profit margins that are built into insurance premium costs.

The County purchases a large deductible policy for property loss and specific policies for specialty coverage to cover losses where insurance is afforded. Motor vehicle property loss insurance coverage is only offered with a large deductible that historically, the majority of the County's loss costs do not reach.

Premiums are calculated on payroll expenses in all funds and are paid into the risk management fund, an internal service fund. The funds are available to pay claims, claim reserves, loss prevention efforts, and administrative costs. These interfund premiums are used to offset the amount of claims expenditures reported in the risk management fund. As of June 30, 2022, interfund premiums exceeded reimbursable expenditures.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are re-evaluated periodically to consider the effect of inflation, recent claim settlement trends (including frequency and amount of payouts), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Discount factors of 0.904 and 0.93 were used to estimate the year-end workers' compensation component and the liability component, respectively. Annually, the County submits workers' compensation fund liabilities to the State as per ORS 436-050-0185; surety bond exemption requirements for counties.

Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. The County's excess insurance coverage policies cover claims in excess of \$1,000 for workers' compensation and \$1,000 for all liability claims. Settlements have not exceeded coverages for each of the past three fiscal years. The County anticipates the balance in the claims liability account at year-end will be paid within the next fiscal year.

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Changes in the balances of claims liabilities during the past two years are as follows:

<u>Changes in Claims Liabilities</u>	Fiscal Year Ended June 30, 2022	Fiscal Year Ended June 30, 2021
Unpaid claims, beginning of fiscal year	\$ 11,998	\$ 10,579
Incurred claims (including IBNRs)	41,416	37,187
Actuarial adjustment	(5,226)	(2,060)
Claim payments	(38,836)	(33,708)
Unpaid claims, end of fiscal year	<u>\$ 9,352</u>	<u>\$ 11,998</u>

B. Commitments and contingent liabilities

Grants

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

Lawsuits

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County's legal counsel the resolution of these matters will not have a material adverse effect on the financial condition of the County.

Construction contracts

The County has entered into various construction and non-construction contracts at fiscal year-end. The commitments noted below are evidenced by signed purchase orders or contracts that were entered into prior to June 30, 2022.

<u>Construction Commitments</u>	Fiscal Year Ended June 30, 2022	<u>Financing Sources</u>
Buildings	\$ 42,606	State of Oregon reimbursements, long-term debt, intergovernmental agreements, internal service charges, grant funding, General Fund
Bridges	11,931	Highway planning and construction grant through Oregon Department of Transportation, County direct motor vehicle registration fees
Technology	2,844	Internal service charges, General Fund, limited debt proceeds from long-term debt
Roads	1,842	Highway planning and construction grant through Oregon Department of Transportation, State Highway Fund disbursement of motor vehicle registration fees
Total	<u>\$ 59,223</u>	

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Labor agreements

There are twelve labor agreements between the County and its employees. Contracts may be viewed online at: <https://multco.us/employee-labor-relations/labor-contracts>. Of the seven of the agreements are currently expired at June 30, 2022, all are in active negotiations or are currently in ratification. All should have agreements in place in early fiscal year 2023.

	<u>Effective Dates</u>
Oregon Nurses Association (ONA)	July 1, 2018 - June 30, 2022
Multnomah County Deputy Sheriff's Association (MCDA)	July 1, 2018 - June 30, 2022
Multnomah County Employees Union - Local 88, AFSCME AFL-CIO	July 1, 2021 - June 30, 2022
Federation of Oregon Parole and Probation Officers (FOPPO)	July 1, 2021 - June 30, 2024
Multnomah County Prosecuting Attorneys Association	July 1, 2021 - June 30, 2025
International Union of Operating Engineers - Local 701, AFL-CIO	July 1, 2017 - June 30, 2022
Multnomah County Corrections Deputy Association (MCCDA)	July 1, 2017 - June 30, 2022
International Union of Painters and Allied Trades District Council 5, Local 1094, AFL-CIO	July 1, 2016 - June 30, 2023
Multnomah County Employees Union, Physicians Unit - Local 88-2, AFSCME AFL-CIO	July 1, 2021 - June 30, 2022
International Brotherhood of Electrical Workers (IBEW) - Local 48, AFL-CIO	July 1, 2016 - June 30, 2023
Multnomah County Employees Union - Dentists, Local 88-5, AFSCME AFL-CIO	July 1, 2018 - June 30, 2022
Multnomah County Employees Union, Juvenile Custody Services Specialists Unit (JCSS), Local 88-6, AFSCME AFL-CIO	July 1, 2021- June 30, 2023
Multnomah County Employees Union - Pharmacists, Local 88-X, AFSCME AFL-CIO (New Union)	To Be Determined

Pollution remediation obligations

Pollution remediation obligations address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities, including pre-cleanup activities, cleanup activities, government oversight and enforcement-related activities, and post remediation monitoring. The calculation for pollution remediation obligations is an estimate determined by management using the expected cash flow techniques and applying probabilities to the pollution remediation activities. Estimates of pollution remediation obligations are subject to changes resulting from price increases, decreases, changes in technology as well as changes in applicable laws and regulations; any recoveries would reduce the liability.

The County continues to monitor a former landfill, where low amounts of methane gas have been detected in prior years. Liabilities for monitoring and cleanup of a former landfill site have been satisfied and it has been established that no cleanup action is required at this time. The County does not have a pollution remediation liability for fiscal year 2022.

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C. Postemployment benefits other than pensions

The other postemployment benefits (OPEB) for the County combines two separate plans. The County makes contributions to the State of Oregon's Public Employees Retirement System (OPERS) Retirement Health Insurance Account, and provides the Multnomah County Postretirement Medical and Life Insurance Plan (County Plan).

State of Oregon Public Employees Retirement System - Retirement Health Insurance Account

Plan Description. The County contributes to the OPERS Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan administered by OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. ORS 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA reside with the Oregon Legislature. The plan is closed to new entrants after January 1, 2004. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by telephone (503) 598-7377 or by writing to OPERS, PO Box 23700, Tigard, OR 97281-3700, online: <http://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx>.

Plan benefits

Funding policy. Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may only be amended by the Oregon Legislature. ORS requires that an amount equal to \$60 (dollars) or the total monthly cost of Medicare companion health insurance coverage, whichever is less, shall be paid from the RHIA established by the employers; and any monthly cost in excess of \$60 (dollars) shall be paid by the eligible retired member in the manner provided in ORS 238.410.

To be eligible to receive this monthly payment toward the premium cost, the member must: (1) have eight years or more of qualifying service in OPERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in OPERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in an OPERS-sponsored health plan. A surviving spouse or dependent of a deceased OPERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she is receiving a retirement benefit or allowance from OPERS, or was insured at the time the member died and the member retired before May 1, 1991.

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Participating governments are contractually required to contribute to RHIA at a rate assessed each year by OPERS, currently 0.05 percent of annual covered payroll for Tier One, Tier Two and for OPSRP employees. The OPERS Board of Trustees sets the employer contribution rate. The rate is based on the annual required contribution (ARC) of the combined participant employers. This is an amount actuarially determined in accordance with the parameters of GASB Statement No. 75. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a closed period not to exceed 30 years.

Governmental funds that liquidate other postemployment benefits for RHIA include: the General Fund, Federal/State Program Fund, Coronavirus (COVID-19) Response Fund, Preschool for All Program Fund, Multnomah County Library Capital Construction Fund, Road Fund, Animal Control Fund, Willamette River Bridges Fund, Library Fund, Land Corner Preservation Fund, Inmate Welfare Fund, Justice Services Special Operations Fund, Video Lottery Fund, Supportive Housing Fund, Downtown Courthouse Capital Fund, Library Capital Construction Fund, Capital Improvement Fund, Information Technology Fund, Asset Preservation Fund, Health Headquarters Capital Fund, Sellwood Bridge Replacement Fund, Hansen Building Replacement Fund, and Burnside Bridge Fund.

Contributions. The County’s contractually required contribution rate for the year ended June 30, 2022 was 0.05 percent of the covered payroll for Tier 1/Tier 2 employees, actuarially determined as an amount that is expected to finance the costs of the benefits earned by employees during the year. Employees are not required to contribute to the RHIA plan. Contributions by the County to the RHIA plan equaled the required contributions each year and were:

Fiscal Year Ended June 30,	RHIA Contributions
2017	\$ 1,678
2018	1,641
2019	1,006
2020	856
2021	70
2022	89

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RHIA OPEB asset, expenses, deferred outflows (inflows) of resources

For the fiscal year ended June 30, 2022, the County reported an asset of \$8,991 for its proportionate share of the collective net RHIA OPEB asset. The collective net RHIA OPEB asset was measured as of June 30, 2021 and the total RHIA OPEB asset used to calculate the collective net RHIA OPEB asset was determined by an actuarial valuation as of December 31, 2019. The County's proportionate share of the collective net RHIA OPEB asset was based on a projection of the County's long-term share of contributions to the RHIA OPEB plan relative to the projected contributions of all participating employers, actuarially determined. The County's proportionate share at June 30, 2022 and June 30, 2021 was 2.618 and 11.987 percent respectively, resulting in a decrease of 9.369 percent.

For the year ended June 30, 2022, the County recognized expenses of \$201 for RHIA OPEB. At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to RHIA OPEB from the following sources:

<u>Schedule of Deferred Outflows / (Inflows) of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferred Outflows / (Inflows) of Resources</u>
Differences between expected and actual experience	\$ -	\$ (250)	\$ (250)
Changes of assumptions	177	(134)	43
Net difference between projected and actual earnings on investments	-	(2,136)	(2,136)
Changes in proportionate share	<u>11,524</u>	<u>(4,810)</u>	<u>6,714</u>
Total (prior to post-measurement date contributions)	11,701	(7,330)	4,371
Contributions made subsequent to measurement date	<u>89</u>	<u>-</u>	<u>89</u>
Net deferred outflows / (inflows) of resources	<u>\$ 11,790</u>	<u>\$ (7,330)</u>	<u>\$ 4,460</u>

Deferred outflows of resources of \$89 were reported related to RHIA OPEB contributions subsequent to the measurement date and will be recognized as an increase of the collective net RHIA OPEB asset in the year ending June 30, 2023. Other amounts reported by the County as deferred outflows of resources and deferred inflows of resources related to RHIA OPEB will be recognized in RHIA OPEB expense in subsequent years as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Differences Between Expected and Actual Experience</u>	<u>Changes in Assumptions</u>	<u>Net Difference Between Projected and Actual Earnings on Investments</u>	<u>Changes in Proportionate Share</u>	<u>Net Deferred Outflows / (Inflows) of Resources</u>
2023	\$ (202)	\$ (30)	\$ (518)	1,984	\$ 1,234
2024	(48)	73	(456)	4,730	4,299
2025	-	-	(488)	-	(488)
2026	-	-	(674)	-	(674)
Total	<u>\$ (250)</u>	<u>\$ 43</u>	<u>\$ (2,136)</u>	<u>\$ 6,714</u>	<u>\$ 4,371</u>

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Actuarial methods and assumptions used in developing total RHIA OPEB asset

The total RHIA OPEB asset based on the December 31, 2019 valuation was determined using the following actuarial methods and assumptions:

Valuation date	December 31, 2019
Measurement date	June 30, 2021
Experience study	2018, Published July 24, 2019
Actuarial cost method	Entry Age Normal
Actuarial assumptions:	
Inflation rate	2.4 percent
Long-term expected rate of return	6.9 percent
Discount rate	6.9 percent
Projected salary increases	3.4 percent
Cost of living adjustments (COLA)	Blend of 2% COLA and graded COLA (1.25% / 0.15%) in accordance with Moro decision, blend based on service
Mortality	<i>Health retirees and beneficiaries:</i> Pub-2010 Healthy Retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. <i>Active Members:</i> Pub-2010 Employee, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation. <i>Disabled retirees:</i> Pub-2010 Disable Retiree, sex distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

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Discount rate

The discount rate used to measure the total RHIA OPEB asset was 6.9 percent. The projection of cash flows used to determine the discount rate assumed that contributions from County will be made at contractually required rates, actuarially determined. Based on this assumption, the RHIA OPEB plan's fiduciary net position was projected to be available to make all projected RHIA OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on RHIA OPEB plan investments was applied to all periods of projected benefit payments to determine the total RHIA OPEB asset.

GASB 74 generally requires that a blended discount rate be used to measure the total OPEB asset or liability. The long-term expected return on plan investments may be used to discount the related assets or liabilities to the extent that the plan's fiduciary net position (fair value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where fiduciary net position is not projected to cover benefit payments and administrative costs.

Sensitivity analysis of the County's proportionate share of the net RHIA OPEB asset to changes in the discount rate

The following presents the County's proportionate share of the net RHIA OPEB asset calculated using the discount rate of 6.9 percent, as well as what the County's proportionate share of the net RHIA OPEB asset would be if it were calculated using a discount rate that is 1-percentage-point lower (5.9 percent) or 1-percentage-point higher (7.9 percent) than the current rate:

	1% Decrease (5.9)%	Current Discount Rate (6.9)%	1% Increase (7.9)%
County's proportionate share of the net OPEB liability (asset)	\$ (7,951)	\$ (8,991)	\$ (9,879)

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Long-term expected rate of return

To develop an analytical basis for the selection of the investment return assumption, in June 2021, the OPERS Board reviewed long-term real return outlooks developed by Milliman's capital market outlook team for each of the asset classes in which the plan is invested based on the Oregon Investment Council's (OIC) long-term target asset allocation, and combined those real return outlooks with a 2.4 percent inflation assumption to develop nominal expected returns. Since the OIC uses broader asset classes than those for which Milliman's investment professionals develop long-term assumptions, Milliman received assistance from Meketa, OIC's primary consultant, to map each OIC asset class to the classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, including the inflation assumption. These assumptions are not based on average historical returns, but instead are based on a forward-looking capital market economic model. Based on the target allocation and investment return assumptions for each of the asset classes, the model's 50th percentile output is developed as follows:

Asset Class	Target Allocation	20-Year Annualized Geometric Mean
Global Equity	30.62%	5.85%
Private Equity	25.50%	7.71%
Core Fixed Income	23.75%	2.73%
Real Estate	12.25%	5.66%
Master Limited Partnerships	0.75%	5.71%
Infrastructure	1.50%	6.26%
Commodities	0.63%	3.10%
Hedge Fund of Funds - Multistrategy	1.25%	5.11%
Hedge Fund Equity-Hedge	0.63%	5.31%
Hedge Fund - Macro	5.62%	5.06%
US Cash	(2.50)%	1.76%
Portfolio - net of investment expenses	100.00%	6.31%
Assumed Inflation - Mean		2.40%

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Multnomah County Postretirement Retiree Medical and Life Insurance Plan

Plan description. The County also administers a single-employer defined benefit healthcare and life insurance plan (the Plan) per the requirements of collective bargaining agreements. Benefit provisions are established through negotiations between the County and representatives of collective bargaining units. The Plan states the County shall pay 50 percent of the monthly medical insurance premium on behalf of a County retiree and his/her eligible dependents from the retiree's 58th birthday or date of retirement, whichever is later, until the retiree's 65th birthday, death or eligibility for Medicare, whichever is earlier. Retirees must have five years of continuous County service immediately preceding retirement at or after age 58, or ten years of continuous County service immediately preceding retirement prior to age 58. The Plan does not issue a publicly available financial report.

Plan benefits

Funding policy. A trust fund has not been established to hold resources for the payment of benefits for the total OPEB obligation. Contribution requirements are negotiated between the County and union representatives. The Plan offers retirees a health benefit equal to half of their monthly premium; retirees are required to pay the other half. The County's regular health care benefit providers underwrite the retirees' policies. Retirees may not convert the benefit into an in-lieu payment to secure coverage under independent plans. The County is contractually obligated by collective bargaining agreements to cover 50 percent of the annual premium costs, which are two percent of annual covered payroll to fund the Plan.

Governmental funds that liquidate other postemployment benefits for the Plan include: the General Fund, Federal/State Program Fund, Coronavirus (COVID-19) Response Fund, Preschool for All Program Fund, Multnomah County Library Capital Construction Fund, Road Fund, Animal Control Fund, Willamette River Bridges Fund, Library Fund, Land Corner Preservation Fund, Inmate Welfare Fund, Justice Services Special Operations Fund, Video Lottery Fund, Supportive Housing Fund, Downtown Courthouse Capital Fund, Library Capital Construction Fund, Capital Improvement Fund, Information Technology Fund, Asset Preservation Fund, Health Headquarters Capital Fund, Sellwood Bridge Replacement Fund, Hansen Building Replacement Fund, and Burnside Bridge Fund.

At the date of the last valuation, January 1, 2021, there were 505 retirees enrolled in the OPEB medical benefit and 2,399 retirees with life coverage. Retirees with medical insurance noted excludes post-age 65 retirees who are not covering their pre-age 65 spouses and/or dependents, as the County does not incur any liability from those participants. In addition, retirees may enroll in dental insurance at their own cost; the County does not incur any liability for retiree dental coverage.

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The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2022, the County contributed \$6,229 to the Plan, of which \$2,808 was explicitly contributed as part of the contractual obligation described above; the remaining \$3,421 represents the implicit subsidy derived from active employee contributions. In addition, administrative expenses of \$371 are considered explicit contributions.

Actuarial methods and assumptions used in developing total OPEB liability

The total OPEB liability based on the January 1, 2021 valuation was determined using the following actuarial methods and assumptions:

Measurement date	1/1/2022
Actuarial assumptions:	
Discount rate:	
As of January 1, 2021	2.12 percent
As of January 1, 2022	2.06 percent
	(Bond Buyer 20-Bond GO Index as of December 31, 2020 and December 30, 2021)
Healthcare cost trends	Ranges from 6.2 percent in 2022 decreasing to 4 percent in 2040
Wage inflation rate	3.5 percent per year
Salary merit increase rates	Rates used in 2020 OPERS experience study
Mortality	Rates used in 2020 OPERS experience study

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events into the future. Examples include assumptions about future employment, mortality and healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revisions as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members), which includes the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and the plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liability (AAL) and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2021 actuarial valuation, the entry age normal actuarial cost method was used. Under this method, the actuarial present value of the projected benefits of each individual is allocated on a level basis over the earnings or service of the individual between date of hire and assumed retirement date.

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Changes since the last valuation

The discount rate was changed to match the yield on a 20-year general obligation bond. Per-person health care cost trends from 2021 to 2022 were updated so that the projected 2022 premium amounts match the actual 2022 premiums. Any change in total OPEB liability due to benefit changes is recognized immediately.

Changes in total OPEB liability

The table below shows the changes in the total OPEB liability during the measurement period ending on January 1, 2022.

Changes in Total OPEB Liability	Total OPEB Liability
Balance at January 1, 2021	\$ 126,633
Changes for the year:	
Service cost	8,434
Interest	2,708
Changes of benefits	-
Differences between expected and actual experience	(8,861)
Changes of assumptions	477
Benefit payments:	
Explicit subsidy	(2,808)
Implicit subsidy	(3,421)
Net changes	(3,471)
Balance at January 1, 2022	\$ 123,162

During the measurement year, the total OPEB liability decreased by \$3,471. The service cost and interest cost increased the total OPEB liability by \$11,142 while benefit payments reduced the total OPEB liability by \$6,229.

There was a change in assumptions during the measurement year decreasing the discount rate, which increased the total OPEB liability by approximately \$477. There was a liability gain during the year due to actual health trend rates being lower than expected, which decreased the total OPEB liability by approximately \$8,861.

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Sensitivity analysis of the County's Plan for total OPEB liability to changes in the discount rate

Changes in the discount rate affect the measurement of the total OPEB liability. Lower discount rates produce a higher total OPEB liability and higher discount rates produce a lower total OPEB liability. The table below shows the sensitivity of the total OPEB liability to the discount rate.

	1% Decrease <u>1.06%</u>	Current Discount Rate <u>2.06%</u>	1% Increase <u>3.06%</u>
Total OPEB liability	\$ 131,378	\$ 123,162	\$ 115,453

A one percent decrease in the discount rate increases the total OPEB liability by approximately 6.7 percent and a one percent increase in the discount rate decreases the total OPEB liability by approximately 6.3 percent.

Sensitivity analysis of the County's Plan for total OPEB liability to changes in the healthcare trends

Changes in the healthcare trends also affect the measurement of the total OPEB liability. Lower healthcare trends produce a lower total OPEB liability and higher healthcare trends produce a higher total OPEB liability. The table below shows the sensitivity of the total OPEB liability to the healthcare trends.

	1% Decrease	Healthcare Trend	1% Increase
Total OPEB liability	\$ 110,451	\$ 123,162	\$ 138,100

A one percent decrease in the healthcare trends decreases the total OPEB liability by approximately 10.3 percent and a one percent increase in the healthcare trends increases the total OPEB liability by approximately 12.1 percent.

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OPEB deferred inflows and outflows of resources

The table below summarizes the current balances of deferred outflows and inflows of resources related to the Plan along with the net recognition over the next five years and the total recognition thereafter, if any.

Schedule of Deferred Outflows / (Inflows) of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows / (Inflows) of Resources
Differences between expected and actual experience	\$ 1,136	\$ (15,909)	\$ (14,773)
Changes in assumptions	7,389	(2,850)	4,539
Subtotal	8,525	(18,759)	(10,234)
Contributions subsequent to the measurement date:			
Explicit subsidy	2,033	-	2,033
Implicit subsidy	1,579	-	1,579
Administrative expenses	134	-	134
Total contributions subsequent to measurement date	3,746	-	3,746
Net deferred outflows / (inflows) of resources	<u>\$ 12,271</u>	<u>\$ (18,759)</u>	<u>\$ (6,488)</u>

Amounts reported as deferred outflows due to contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2023. Other amounts reported as deferred outflows and deferred inflows of resources will be recognized in OPEB expense (income) as follows:

Fiscal Year Ending June 30,	Future Recognition of OPEB Expense (Income)
2023	\$ (2,526)
2024	(2,526)
2025	(3,057)
2026	66
2027	(994)
Thereafter	(1,197)
Total	<u>\$ (10,234)</u>

The impacts of experience gains or losses and assumption changes on the total OPEB liability are recognized in expense over the average expected remaining service life of all active and inactive members of the Plan. As of the measurement date, this recognition period was seven years.

During the year, actual experience differed from assumed experience decreasing the total OPEB liability by \$8,861. Approximately \$1,266 is recognized in the current year and an identical amount will be recognized in each of the next six years. Unrecognized experience gains from prior years were \$10,935, of which \$2,622 is recognized in the current year.

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Unrecognized experience losses from prior years was \$1,434, of which \$298 is recognized in the current year. As of January 1, 2022 unrecognized experience gains and losses from the current and prior years result in deferred inflows of resources of approximately \$15,909 and a deferred outflow of resources of approximately \$1,136.

In addition, changes in assumptions increased the total OPEB liability by approximately \$477. Approximately \$68 is recognized in the current year and an identical amount will be recognized in each of the next six years. Unrecognized assumption changes from prior years that increased the total OPEB liability by \$5,603, of which \$1,064 is recognized in the current year. As of January 1, 2022, unrecognized assumption changes from the current and prior years result in a deferred outflow of resources of approximately \$7,389 and a deferred inflow of resources of approximately \$2,805.

Aggregated information on OPEB plans

For the year ended June 30, 2022, the County recognized a net OPEB expense of \$2,444. The aggregate balance of the County's total OPEB liability, deferred outflows of resources, deferred inflows of resources, and expense (income) related to other postemployment benefits for the County Plan and OPERS RHIA as of June 30, 2022 is as follows:

	<u>County Plan</u>	<u>OPERS RHIA</u>	<u>Totals</u>
Governmental activities:			
Net OPEB asset (liability)	\$ (112,690)	\$ 8,247	\$ (104,443)
Deferred outflows	11,228	10,815	22,043
Deferred inflows	(17,164)	(6,724)	(23,888)
OPEB expense (income)	(8,491)	1,284	(7,207)
Total governmental activities	<u>(127,117)</u>	<u>13,622</u>	<u>(113,495)</u>
Business-type activities:			
Net OPEB asset (liability)	(10,472)	744	(9,728)
Deferred outflows	1,043	975	2,018
Deferred inflows	(1,595)	(606)	(2,201)
OPEB expense (income)	10,734	(1,083)	9,651
Total business-type activities	<u>(290)</u>	<u>30</u>	<u>(260)</u>
Totals:			
Net OPEB asset (liability)	(123,162)	8,991	(114,171)
Deferred outflows	12,271	11,790	24,061
Deferred inflows	(18,759)	(7,330)	(26,089)
OPEB expense (income)	2,243	201	2,444
Totals	<u>\$ (127,407)</u>	<u>\$ 13,652</u>	<u>\$ (113,755)</u>

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D. Employee retirement systems, pension plans and deferred compensation plan

State of Oregon Public Employees Retirement System

Plan description. The County is a participating employer in the Oregon Public Employee Retirement System (OPERS), a cost-sharing multiple-employer defined benefit public employee pension plan. The County also maintains a defined contribution plan for the purpose of individual retirement savings through OPERS: the Individual Account Program (IAP). Employees hired before August 29, 2003 belong to the Tier One/Tier Two Retirement Benefit Program (established pursuant to ORS Chapter 238), while employees hired on or after August 29, 2003 belong to the OPSRP Pension Program (established pursuant to ORS Chapter 238A). OPERS is administered under Oregon Revised Statutes Chapter 238 and Internal Revenue Service 401(a) by the Public Employees Retirement Board (OPERS Board).

OPERS, a fiduciary fund of the State of Oregon, issues an annual comprehensive financial report that can be obtained from Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, Oregon 97281, or at: <https://www.oregon.gov/pers/Pages/Financials/Actuarial-Financial-Information.aspx>.

Summary of significant accounting policies – basis of accounting and valuation of investments. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the OPERS plan and additions to/deductions from OPERS' fiduciary net position have been determined using the accrual basis of accounting, same as the OPERS plan. Plan member contributions are recognized in the period in which contributions are due, pursuant to legal (or statutory) requirements. The County's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are recognized at fair value as determined by OPERS.

Plan Benefits

All benefits of the System are established by the legislature pursuant to ORS Chapters 238 and 238A.

Tier One/Tier Two Retirement Benefits

Tier One/Tier Two Retirement Benefit plan is closed to new members hired on or after August 29, 2003.

Pension benefits. The OPERS retirement allowance is payable monthly for life. It may be selected from 13 retirement benefit options. These options include survivorship benefits and lump-sum refunds. The basic benefit is based on years of service and final average salary. A percentage (2 percent for police and fire employees, 1.67 percent for general service employees) is multiplied by the number of years of service and the final average salary. Benefits may also be calculated under a formula plus annuity (for members who were contributing before August 21, 1981) or a money match computation if a greater benefit results.

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A member is considered vested and will be eligible at a minimum retirement age for a service retirement allowance if he or she has had a contribution in each of five calendar years or has reached at least 50 years of age before ceasing employment with a participating employer (age 45 for police and fire members). General service employees may retire after reaching age 55. Police and fire members are eligible after reaching age 50. Tier One general service employee benefits are reduced if retirement occurs prior to age 58 with fewer than 30 years of service. Police and fire member benefits are reduced if retirement occurs prior to age 55 with fewer than 25 years of service. Tier Two members are eligible for full benefits at age 60. The ORS Chapter 238 Defined Benefit Pension Plan is closed to new members hired on or after August 29, 2003.

Death benefits. Upon the death of a non-retired member, the beneficiary receives a lump-sum refund of the member's account balance (accumulated contributions and interest). In addition, the beneficiary will receive a lump-sum payment from employer funds equal to the account balance, provided one or more of the following conditions are met:

- The member was employed by an OPERS employer at the time of death,
- The member died within 120 days after termination of OPERS-covered employment,
- The member died as a result of injury sustained while employed in an OPERS-covered job, or
- The member was on an official leave of absence from an OPERS-covered job at the time of death.

Disability benefits. A member with 10 or more years of creditable service who becomes disabled from other than duty-connected causes may receive a non-duty disability benefit. A disability resulting from a job-incurred injury or illness qualifies a member for disability benefits regardless of the length of OPERS-covered service. Upon qualifying for either a non-duty or duty disability, service time is computed to age 58 (55 for police and fire members) when determining the monthly benefit.

Benefit changes after retirement. Members may choose to continue participation in a variable equities investment account after retiring and may experience annual benefit fluctuations due to changes in the fair value of equity investments. Under ORS 238.360, monthly benefits are adjusted annually through cost-of-living adjustments (COLA). Under current law, the cap on COLA is 2 percent, blended based on service, and graded (1.25 percent/0.5 percent).

OPSRP Pension Program

Pension benefits. The Pension Program (ORS Chapter 238A) provides benefits to members hired on or after August 29, 2003. This portion of OPSRP provides a life pension funded by employer contributions. Benefits are calculated by formula for members who attain normal retirement age.

- For general service members, 1.5 percent is multiplied by the number of years of service and the final average salary. Normal retirement age for general service members is age 65, or age 58 with 30 years of retirement credit. For police and fire members, 1.8 percent is multiplied by the number of years of service and the final average salary.

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- Normal retirement age for police and fire members are age 60 or age 53 with 25 years of retirement credit. To be classified as a police and fire member, the individual must have been employed continuously as a police and fire member for at least five years immediately preceding retirement.

A member of the OPSRP Pension Program becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, and, if the pension program is terminated, the date on which termination becomes effective.

Death benefits. Upon the death of a non-retired member, the spouse or other person who is constitutionally required to be treated in the same manner as the spouse receives for life 50 percent of the pension that would otherwise have been paid to the deceased member. The surviving spouse or other person may elect to delay payment of the death benefit, but payment must commence no later than December 31 of the calendar year in which the member would have reached 70-1/2 years.

Disability benefits. A member who has accrued 10 or more years of retirement credits before the member becomes disabled or a member who becomes disabled due to job-related injury shall receive a disability benefit of 45 percent of the member's salary determined as of the last full month of employment before the disability occurred.

Benefit changes after retirement. Under ORS 238A.210 monthly benefits are adjusted annually through cost-of-living adjustments (COLA). Under current law, the cap on COLA is 2 percent, blended based on service, and graded (1.25 percent/0.5 percent).

Contributions

Funding policy. OPERS funding policy provides for periodic member and employer contributions at rates established by the Public Employees Retirement Board, subject to limits set in statute. The rates established for member and employer contributions were approved based on the recommendations of the System's third-party actuary. These contributions, expressed as a percentage of covered payroll, are intended to accumulate sufficient assets to pay benefits when due. This funding policy applies to the OPERS defined benefit plan and the other postemployment plan.

Governmental funds that liquidate pension benefits include: the General Fund, Federal/State Program Fund, Coronavirus (COVID-19) Fund, Preschool for All Program Fund, Multnomah County Library Capital Construction Fund, Road Fund, Animal Control Fund, Willamette River Bridges Fund, Library Fund, Land Corner Preservation Fund, Inmate Welfare Fund, Justice Services Special Operations Fund, Video Lottery Fund, Supportive Housing Fund, Downtown Courthouse Capital Fund, Library Capital Construction Fund, Capital Improvement Fund, Information Technology Fund, Asset Preservation Fund, Health Headquarters Capital Fund, Sellwood Bridge Replacement Fund, Hansen Building Replacement Fund, and Burnside Bridge Fund.

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Covered employees are required to contribute 6 percent of their salary to the Plan, but the employer is allowed to pay any or all of the employees' contribution in addition to the required employers' contribution. The County has elected to contribute the 6 percent "pick-up" or \$20,578 of the employees' contribution for the year ended June 30, 2022. This "pick-up" is allocated to each employee's Individual Account Program (IAP).

The County's employer contribution rates for the year ended June 30, 2022 were 20.91 percent for Tier One/Tier Two members, 15.26 percent for OPSRP General Service members, and 19.62 percent for OPSRP Police and Fire members. The County's total contributions, excluding the IAP 6 percent "pick-up," for the year ended June 30, 2022 were:

	Contributions
Pension benefits	\$ 53,934
OPSRP defined benefit	32,946
Subtotal	86,880
Side account	-
Side account amortization	(12,589)
Side account subtotal	(12,589)
Total defined benefit pension	\$ 74,291
OPSRP IAP benefits	\$ 20,578
RHIA benefits	\$ 89

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions

For the fiscal year ended June 30, 2022, the County reported a liability of \$396,720 for its proportionate share of the collective OPERS net pension liability. The collective net pension asset/liability was measured as of June 30, 2021, using the actuarial valuation of December 31, 2019. The County's proportion of the collective net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The County's proportionate share at June 30, 2022 and June 30, 2021 was 3.315 and 3.336 percent respectively, resulting in a decrease of 0.0211 percent.

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For the year ended June 30, 2022, the County recognized a total negative pension expense of \$6,833 which was reclassified as revenue. The balance of the County's net pension liability, deferred outflows of resources, deferred inflows of resources, and expense related to the pension as of June 30, 2022 is as follows:

	Pension
Governmental activities:	
Net pension asset (liability)	\$ (363,910)
Deferred outflows	222,298
Deferred inflows	(286,786)
Expense related to pension	(44,427)
Total governmental activities	(472,825)
Business-type activities:	
Net pension asset (liability)	(32,810)
Deferred outflows	20,042
Deferred inflows	(25,857)
Expense related to pension	37,594
Total business-type activities	(1,031)
Totals:	
Net pension asset (liability)	(396,720)
Deferred outflows	242,340
Deferred inflows	(312,643)
Expense related to pension	(6,833)
Totals	\$ (473,856)

The County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows / (Inflows) of Resources
<u>Schedule of Deferred Outflows / (Inflows) of Resources</u>			
Differences between expected and actual experience	\$ 37,136	\$ -	\$ 37,136
Changes of assumptions	99,311	(1,044)	98,267
Net difference between projected and actual earnings on investments	-	(293,688)	(293,688)
Changes in proportionate share	476	(8,589)	(8,113)
Differences between employer contributions and proportionate share of contributions	31,126	(9,322)	21,804
Total (prior to post-measurement date (MD) contributions)	168,049	(312,643)	(144,594)
Contributions subsequent to the MD	74,291	-	74,291
Net deferred outflows / (inflows) of resources	\$ 242,340	\$ (312,643)	\$ (70,303)

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The total deferred outflows of resources of \$74,291, were reported related to pension contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension liability in the year ending June 30, 2023.

Though the County has made side account payments in prior years, no side account payments were made during fiscal year ending June 30, 2022. Side accounts are treated as a deferred outflow for contributions in excess of the County's proportionate share of contributions in subsequent years and amortized. There was an amortization of OPERS side accounts for a reduction of \$12,589.

Other amounts reported by the County as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense and a reduction of the net pension liability/collective net pension liability in subsequent years as follows:

Fiscal Year Ending June 30,	Differences Between Expected and Actual Experience	Changes in Assumptions	Net Difference Between Projected and Actual Earnings on Investments	Changes in Proportionate Share	Difference Between Employer Contributions and Proportionate Share of Contributions	Net Deferred Outflows/ (Inflows) of Resources
2023	\$ 12,494	\$ 32,642	\$ (70,768)	\$ (3,977)	\$ 11,722	\$ (17,887)
2024	11,455	21,215	(61,546)	(1,687)	5,758	(24,805)
2025	7,258	18,359	(67,319)	(1,307)	4,953	(38,056)
2026	4,453	18,580	(94,055)	(874)	148	(71,748)
2027	1,476	7,471	-	(268)	(777)	7,902
Total	<u>\$ 37,136</u>	<u>\$ 98,267</u>	<u>\$ (293,688)</u>	<u>\$ (8,113)</u>	<u>\$ 21,804</u>	<u>\$ (144,594)</u>

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Actuarial methods and assumptions used in developing total pension liability

The total pension liability based on the December 31, 2019 actuarial valuation was determined using the following actuarial methods and assumptions:

Valuation Date	December 31, 2019
Measurement date	June 30, 2021
Experience Study	2018, published July 24, 2019
Actuarial Cost Method	Entry Age Normal
Actuarial assumptions:	
Inflation rate	2.4 percent
Long-Term Expected Rate of Return	6.9 percent
Discount rate	6.9 percent
Projected salary increases	3.4 percent
Cost of Living Adjustments (COLA)	Blend of 2.00% COLA and graded COLA (1.25%/0.15%) in accordance with Moro decision, blend based on service
Mortality	<p><i>Healthy retirees and beneficiaries:</i> Pub-2010 Healthy Retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p><i>Active members:</i> Pub-2010 Employees, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p> <p><i>Disabled retirees:</i> Pub-2010 Disabled Retiree, sex-distinct, generational with Unisex, Social Security Data Scale, with job category adjustments and set-backs as described in the valuation.</p>

Actuarial valuations of an ongoing plan involve estimates of the value of projected benefits and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Experience studies are performed as of December 31 of even numbered years. The methods and assumptions shown above are based on the 2018 Experience Study, which reviewed the four year period ended on December 31, 2018.

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Discount rate

The discount rate used to measure the total pension liability of the Plan was 6.9 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the Plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current Plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

GASB 68 generally requires that a blended discount rate be used to measure the total pension liability. The long-term expected return on plan investments may be used to discount liabilities to the extent that the plan's fiduciary net position (fair value of assets) is projected to cover benefit payments and administrative expenses. A 20-year high quality (AA/Aa or higher) municipal bond rate must be used for periods where fiduciary net position is not projected to cover benefit payments and administrative costs.

Sensitivity analysis of the County’s proportionate share of the net pension liability to changes in the discount rate

The following presents the County’s proportionate share of the net pension liability (asset) calculated using the discount rate of 6.9 percent, as well as what the County’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.9 percent) or 1-percentage-point higher (7.9 percent) than the current rate:

	1% Decrease 5.9%	Current Discount Rate 6.9%	1% Increase 7.9%
County's proportionate share of the net pension liability	\$ 779,062	\$ 396,720	\$ 76,837

Long-term expected rate of return

To develop an analytical basis for the selection of the investment return assumption, in July 2021, the OPERS Board reviewed long-term real return outlooks developed by Milliman’s capital market outlook team for each of the asset classes in which the plan is invested based on the Oregon Investment Council’s (OIC) long-term target asset allocation, and combined those real return outlooks with a 2.4 percent inflation assumption to develop nominal expected returns. Since the OIC uses broader asset classes than those for which Milliman's investment professionals develop long-term assumptions, Milliman received assistance from Meketa, OIC's primary consultant, to map each OIC asset class to the classes shown below.

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Each asset class assumption is based on a consistent set of underlying assumptions, including the inflation assumption. These assumptions are not based on average historical returns, but instead are based on a forward-looking capital market economic model. Based on the target allocation and investment return assumptions for each of the asset classes, the model's 50th percentile output is developed as follows:

Asset Class	Target Allocation	20-Year Annualized Geometric Mean
Global Equity	30.62%	5.85%
Private Equity	25.50%	7.71%
Core Fixed Income	23.75%	2.73%
Real Estate	12.25%	5.66%
Master Limited Partnerships	0.75%	5.71%
Infrastructure	1.50%	6.26%
Commodities	0.63%	3.10%
Hedge Fund of Funds - Multistrategy	1.25%	5.11%
Hedge Fund Equity-Hedge	0.63%	5.31%
Hedge Fund – Macro	5.62%	5.06%
US Cash	-2.50%	1.76%
Portfolio - Net of Investment Expenses	100.00%	6.31%
Assumed Inflation - Mean		2.40%

OPSRP Individual Account Program

The defined contribution pension plan (called the Individual Account Program or IAP) is provided to all members or their beneficiaries who are OPERS or OPSRP eligible. State statutes require covered employees to contribute 6 percent of their annual covered salary to the IAP plan effective January 1, 2004. Multnomah County has elected to pay all of the employees' required IAP contributions. Although OPERS members retain their existing OPERS account, all current member contributions are deposited into the member's IAP account. The liability outstanding at June 30, 2022 was \$1,070 for the amount associated with the final year-end payroll and is included in the net pension liability in the *Statement of Net Position*.

Pension benefits. The IAP member becomes vested on the date the employee account is established or on the date when the rollover account was established. If the employer makes optional employer contributions for a member, the member becomes vested on the earliest of the following dates: the date the member completes 600 hours of service in each of five calendar years, the date the member reaches normal retirement age, the date the IAP is terminated, the date the active member becomes disabled, or the date the active member dies.

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Upon retirement, a member of the OPSRP IAP may receive the amounts in his or her employee account, rollover account, and vested employer account as a lump-sum payment or in equal installments over a 5-, 10-, 15-, 20-year period or an anticipated life span option. Each distribution option has a \$200 minimum distribution limit.

Death benefits. Upon the death of a non-retired member, the beneficiary receives in a lump sum the member's account balance, rollover account balance, and vested employer optional contribution account balance. If a retired member dies before the installment payments are completed, the beneficiary may receive the remaining installment payments or choose a lump-sum payment.

Record keeping. OPERS contracts with VOYA Financial to maintain IAP participant records.

Deferred Compensation Plan

Plan description. The County offers employees a voluntary deferred compensation plan (the Plan) administered by the County. The Plan is a defined contribution plan created in accordance with Internal Revenue Code Section 457. The County's deferred compensation committee has the authority to establish or amend the plan provisions. The Plan is available to any individual who is an elected official of the County or who is employed by the County in a regular position after completing 30 days of service, and permits them to defer a portion of their salary until future years.

Participation in the plan is voluntary. Contributions are made through salary withholdings from participating employees up to the amounts specified in the code. No contributions are required from the County.

Amounts deferred are not available to employees until termination, retirement, death, or unforeseeable emergency. All assets and income of the Plan are held in trust for the exclusive benefit of the participants and their beneficiaries. No Plan assets have been used for purposes other than the payment of benefits. At June 30, 2022, the amount deferred and investment earnings thereon, adjusted to fair value, amount to \$563,416. The amounts accumulated under the Plan including investment earnings, are excluded from the financial statements of the County. Though the Plan is unaudited, private rulings by the Internal Revenue Service have been positive.

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E. Tax abatements

Tax abatements granted by other governments

Seven tax abatement programs administered by outside municipalities impact the County's property tax revenues.

Low Income Rental Housing Program (ORS 307.540 to 307.548)

The State of Oregon's Low Income Rental Housing program (LIRH) provides property tax abatements to encourage nonprofit organizations to help fill the need for low-income housing. The LIRH program allows a city or county to abate property taxes for low-income rental housing owned or being purchased by a nonprofit corporation. The property must be in use as housing or must be held for that purpose. Qualifying nonprofit corporations must be exempt from federal income tax [Section 501(c)(3) or (4) of the Internal Revenue Code] and upon liquidation distribute remaining assets to other tax-exempt charitable organizations or the State of Oregon. The nonprofit corporation must certify that the income level of each renter is at or below sixty percent of area median income, which is determined by the State Housing Council based on information from the U.S. Department of Housing and Urban Development. In addition, the nonprofit corporation must describe how the abatement will benefit project residents. This program will sunset as of June 30, 2027 (ORS 307.541).

Enterprise Zone Programs (ORS 285C.050-.255)

The State of Oregon's Enterprise Zone Programs (EZ) allow for property tax abatements on qualified real and personal property owned or leased and newly placed into service by a qualified business in an enterprise zone. Property taxes on qualified property are abated for three years; however, the abatement period may be increased to a total of four or five consecutive years.

In order to qualify for the abatement, the business must meet all of the conditions outlined in ORS 285C.135 and 285C.200, such as engaging in eligible business operations and increasing zone employment by the greater of one additional job or 10 percent. In order to be eligible, property of the business must satisfy applicable timing, lease, location and minimal cost requirements, described in ORS 285C.180. Property is disqualified if it is used for an ineligible activity, such as retail operations, or if the business substantially curtails operations or closes during the abatement period. If property becomes disqualified, prior abated taxes are billed for payment.

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New Housing Homebuyer Opportunity Limited Tax Exemption (ORS 307.651 to 307.687)

The City of Portland, Oregon's Homebuyer Opportunity Limited Tax Exemption (HOLTE) program abates the real property taxes billed on the residential improvement value for a 10-year period, while the land remains taxable. At the end of the 10-year abatement period, the taxes due will reflect the full assessed value of the property. Homes approved for the HOLTE program must sell for less than the annually established price cap to homebuyers who will live in the homes and meet program income requirements. There is a 100-unit cap on the number of new applications approved each year, although the cap does not apply to applications for properties including long-term affordability covenants.

Core Area Multi-Unit & Transit Oriented Development-GR/PDX (ORS 307.600 to 307.637)

This State of Oregon's Core Area Multi-Unit program (CAMU) provides property tax abatements to stimulate the construction of rental housing in the core areas of Oregon's urban centers to improve the balance between the residential and commercial nature of those areas. The CAMU program also encourages city programs emphasizing the development of vacant or underused sites in the core areas with rental rates accessible to a broad range of the general public. The CAMU program provides property tax abatements for multiple family rental housing (excluding land) in core, light rail station, and transit oriented areas for up to ten successive years. The abatement does not include the land or any improvements not part of the multiple unit housing, but may include parking constructed as part of the multiple unit housing construction, addition or conversion. In the case of a structure to which improvements are added or the structure is converted, only the addition or conversion value is abated. This program will sunset as of June 30, 2032.

Residential Rehabilitation Property (ORS 308.450 to 308.481)

The Residential Rehabilitation Housing Program (RRH) encourages the rehabilitation of existing units in substandard condition and the conversion of transient accommodations to permanent residential units. The RRH program also supports the conversion of nonresidential structures to permanent residential units in order to make these units sound additions to the housing stock of the state.

A city or county may abate property taxes on any value that is attributed to the rehabilitation of housing or conversion of buildings for housing (single or multifamily) for 10 years. If the housing is at least 25 years old at the time of application, it may qualify if it has undergone rehabilitation during or after September 13, 1975, and before January 1, 2017. The rehabilitation must have cost at least five percent of the assessed value of the property before rehabilitation. Regardless of the age of the housing, it may qualify if it has undergone rehabilitations that cost at least 50 percent of the assessed value of the property before rehabilitation.

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In addition, the property must satisfy these four conditions:

- Before rehabilitation, fail to comply with one or more standards of applicable building or housing codes
- Be residential units of which at least 50 percent are for non-transient occupants
- If owner-occupied, be in a distressed area as designated by the city or county
- Approved for abatement by the city or county.

A property's value is frozen at its value before rehabilitation for 10 years. However, if the owners of the property enter into a low-income rental assistance contract with a government agency during this time, and if the contract expires after the ten-year period, the property value remains frozen through the term of the contract. Generally, only city or county taxes on qualified property are abated. However, if districts representing at least 51 percent of the taxes on the property pass resolutions supporting the abatement, then the abatement applies to the taxes of all districts. This program will sunset as of June 30, 2027, however there are currently no properties under this program.

Historic Property (ORS 358.475 to 358.565)

The Historic Property Program allows qualified historic property to be specially assessed at a frozen value for 10 years. The specially assessed value is the assessed value at the time of application for abatement. The assessed value cannot exceed the assessed value at the time of application; increased value from improvements or inflation is exempt for 10 years. Applications for special assessment must be approved by the State Historical Preservation Officer. Applicants must pay a fee and file a plan for proposed rehabilitation and maintenance.

Property is dropped from this special assessment at the end of the 10-year period, but can qualify for a second 10-year period if reapplication is approved and the local government (city, or county if not located in a city) does not prohibit it (by resolution). Approval of reapplication requires plans for significant investment in seismic upgrades, energy conservation, or disability access. Following the second 10-year period, the property can no longer qualify.

If, during the course of a special assessment term, the historic property is disqualified, either at the owner's request or from failure to meet the requirements, the tax savings from having a frozen value must be repaid. The additional tax and interest is equal to the sum of the tax benefit received for each year of special assessment as historic property. In addition, a penalty of 15 percent of the back taxes and interest owed is levied upon the disqualified property owner. However, if the property is destroyed or substantially altered by acts of nature or other events for which the owner is not responsible, or transferred to a tax-exempt owner, or transferred to a new owner who expressly assents to and continues to implement the preservation plan in effect, no additional tax or penalty is charged.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Senate Bill 192, passed in 2009, made several changes to the historic property tax special assessment program including:

- Special assessment period reduced from 15 years to 10;
- As part of a submitted preservation plan, applicants must commit to expending ten percent of the property's real market value (at time of first year's special assessment) within the first five years of special assessment;
- Property owners must now submit progress reports concerning the original preservation plan to the State Historic Preservation Officer in the third, sixth, and ninth years of special assessment;
- The application fee was reduced from one-third of one percent of real market value to one-tenth of one percent of the assessed value of the property at time of application;
- Qualifying properties no longer have to be open to public sight-seeing at least one day per year;
- Restricted tax benefits for converting historic property to condominium use.

Riparian Habitat Land (ORS 308A.350 to 308A.383)

The State of Oregon Riparian Habitat Land program specifies that property taxation for property designated as riparian land by the State Department of Fish and Wildlife is abated. Designated riparian land must be privately owned streambeds, and the land under adjacent vegetation influenced by the proximity to water, but which does not extend more than 100 feet from the stream bank.

The following types of designated riparian land qualify for the abatement:

- Lands located outside urban growth boundaries (UGB) and zoned as forest or agricultural (including range land) in compliance with statewide planning goals.
- Lands that were outside a UGB and zoned as forest or agricultural (including range land) as of July 1, 1997, but are no longer outside a UGB or so zoned, qualify. The landowner must apply for riparian designation within five years of the change.
- Lands within city and urban growth boundaries may qualify if the city and county authorize the abatement (ORS 308A.360).

The Department of Fish and Wildlife can designate land as riparian habitat land if the owner has developed and implemented a plan for continued protection of the land using approved rehabilitation techniques. The department cannot approve more than 200 miles (increased from 100 miles in 1997) of private stream bank in any one county per year.

The abatement continues until withdrawn by the owner or use is incompatible with riparian use. Upon withdrawal or disqualification, an additional tax equal to the sum of the tax benefit for each year abated (up to five years) is due.

The abatement value is based on farm use assessed value as the alternative to riparian abatement. When land is specially assessed as farm, forest, or open space before riparian designation, any additional tax for a change in designation to riparian is abated.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

For the fiscal year ended June 30, 2022, Multnomah County abated property taxes totaling \$19,651 under these programs:

Tax Abatement Programs	Taxes Abated Fiscal Year Ended June 30, 2022
Tax abatements granted by other governments:	
Low Income Rental Housing Program	\$ 8,088
Enterprise Zone Loan Programs	5,010
New Housing Homebuyer Opportunity Limited Tax Exemptions	907
Core Area Multi-Unit and Transit Oriented Development	3,154
Historic Property (2 Term, 10 Year, and 15 Year)	2,487
Riparian Habitat Land	5
Total property taxes abated	\$ 19,651

F. Subsequent events

Debt Issuance Activity

On September 30, 2022, Multnomah county closed on a Full Faith and Credit Financing Agreement, Series 2022 in the amount of \$25,095. The Financing Agreement was a direct bank placement loan and will fully mature in ten years (June 1, 2032). Interest rate on the agreement will be 3.13 percent per annum. Multnomah County Board of County Commissioners approved financing on August 4, 2022 through Resolution 2022-074. The financing will fund 30 percent of the design and right-of-way phase of the Earthquake Ready Burnside Bridget Project. The Earthquake Ready Burnside Bridge Project will create a seismically resilient Burnside Street lifeline crossing of the Willamette River that would remain operational and accessible immediately following the next Cascadia Subduction Zone earthquake. A seismically resilient Burnside Bridge would support the region's ability to provide rapid and reliable emergency response. The project includes the following phases: National Environmental Policy Act (NEPA), Design, Right-of-Way, Utility, and Construction. Debt service on the obligation will be completely supported by revenues from existing vehicle registration fees.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Paid Leave Oregon

On January 1, 2023, the State of Oregon is rolling out a new paid leave program ("Paid Leave Oregon") for employers. The program allows employees in Oregon to take paid time off for certain events (health and safety) that happen in an individual's life, or in a family member's life, that keeps them from working. The program rules and administration are run through the State of Oregon. Starting in September 2023, Paid Leave Oregon will serve most employees in Oregon by providing paid leave for events that qualify:

Family Leave - to care for a family member with a serious illness or injury, or to bond with a new child after birth, adoption or foster care placement.

Medical Leave - during one's own serious health condition.

Safe Leave - for survivors of sexual assault, domestic violence, harassment, or stalking.

The program will be funded by contributions from both the employer and employees. Payments will be made by Multnomah County to the Oregon Employment Department. Employees and employers will pay contributions to support Paid Leave Oregon starting on January 1, 2023. Contributions will be used to pay for paid leave benefits for employees, grants to help small employers when their employees use paid leave, and program administration. Employees pay 60 percent of the set contribution rate and employers pay 40 percent. Contributions are a payroll tax and will be included in combined payroll forms starting in January 2023. Employers will deduct employees' paid leave contributions from paychecks. Employers will then report wages and pay both the employee and employer contributions through the combined payroll reporting process. Contributions are required for employees who primarily work in Oregon, even if employees live in another state or occasionally work in another state. The only exceptions are employees that live and work 100 percent in another state.

MULTNOMAH COUNTY, OREGON
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Oregon Public Employees Retirement System (OPERS) – Employer Incentive Fund (EIF)

Multnomah County participated in the Oregon PERS EIF match program. Under the program established by SB1049, PERS side accounts established after June 2, 2018 qualified for a 25 percent match up to fund availability (limited balance). The County established two \$25 million side accounts after June 2, 2018. The County received a full match of \$6.25 million in a prior fiscal year but more recently received a full match on the second side account in the amount of \$6.25 million effective July 1, 2022. The latest match payment will provide rate offset beginning July 1, 2024.

Labor Agreement Status

Seven labor contracts expired on June 30, 2022, below is a status of each contract as of November 2022. All seven contracts have tentative agreements pending ratification or have been ratified by County Board as of November 2022.

Labor Contract	Current Status	Effective Dates
Oregon Nurses Association (ONA)	Agreement reached, County Board ratification scheduled for December 15, 2022	July 1, 2022 - June 30, 2025
Multnomah County Deputy Sheriff's Association (MCDA)	Agreement ratified on October 6, 2022	July 1, 2022 - June 30, 2026
Multnomah County Employees Union - Local 88, AFL-CIO	Agreement reached, County Board ratification scheduled for December 1, 2022	July 1, 2022 - June 30, 2025
International Union of Operating Engineers - Local 701, AFL-CIO	Agreement ratified on October 6, 2022	July 1, 2022 - June 30, 2027
Multnomah County Corrections Deputy Association (MCCDA)	Agreement ratified on November 17, 2022	July 1, 2022 - June 30, 2025
Multnomah County Employees Union, Physicians Union - Local 88-2, AFSCME AFL-CIO	Agreement reached, County Board ratification scheduled for December 15, 2022	July 1, 2022 - June 30, 2025
Multnomah County Employees Union, Dentists, Local 88-5, AFSCME AFL CIO	Agreement Ratified on October 6, 2022	July 1, 2022 - June 30, 2023
Multnomah County Employees Union, Pharmacists, Local 88-X, AFSCME AFL-CIO (New Union)	Bargaining kickoff scheduled for December 1, 2022	To Be Determined

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REQUIRED SUPPLEMENTARY INFORMATION

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MULTNOMAH COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

I. Postemployment benefits other than pensions:

State of Oregon Public Employees Retirement System - Retirement Health Insurance Account:

Schedule of Proportionate Share of Net OPEB - RHIA (Asset) Liability
Other Post Employment Benefits
Last Six Fiscal Years*

Year Ended June 30,	(a) County's Proportion of the Net OPEB Liability (Asset)	(b) County's Proportionate Share of the Net OPEB Liability (Asset)	(c) County's Covered Payroll**	(b/c) County's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
2022	2.61822%	\$ (8,991)	\$ 404,049	-2.23%	189.30%
2021	11.98700%	(24,425)	396,481	-6.16%	78.08%
2020	2.02880%	(3,920)	382,776	-1.02%	83.10%
2019	3.38934%	(3,783)	362,524	-1.04%	86.82%
2018	3.34736%	(1,397)	352,909	-0.40%	86.09%
2017	3.41600%	928	335,282	0.28%	80.53%

**This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.*

***As of the measurement date, which is one year in arrears.*

Schedule of OPEB - RHIA Contributions
Other Post Employment Benefits
Last Six Fiscal Years*

Year Ended June 30,	(a) Statutorily Required Contributions	(b) Contributions in Relation to the Statutorily Required Contribution	(a-b) Contribution Deficiency (Excess)	(c) County's Covered Payroll	(b/c) Contributions as a Percent of Covered Payroll
2022	\$ 89	\$ 89	\$ -	\$ 423,129	0.02%
2021	70	70	-	404,049	0.02%
2020	856	856	-	396,481	0.22%
2019	1,006	1,006	-	382,776	0.26%
2018	1,641	1,641	-	362,524	0.45%
2017	1,678	1,678	-	352,909	0.48%

**This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.*

MULTNOMAH COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Multnomah County Postretirement Medical and Life Insurance Plan:

**Schedule of Changes
in Total OPEB Liability and Related Ratios
Last Five Years***

Total OPEB Liability	2022	2021	2020	2019	2018
Service cost	\$ 8,434	\$ 7,422	\$ 5,965	\$ 7,519	\$ 6,815
Interest	2,708	3,329	4,480	4,338	4,419
Changes of benefit terms	-	-	(98)	-	-
Differences between expected and actual experience	(8,861)	1,257	(3,143)	(15,208)	831
Changes of assumptions	477	172	10,558	(6,651)	2,889
Benefit payments	(6,229)	(6,638)	(5,921)	(6,221)	(5,993)
Net changes in total OPEB liability	(3,471)	5,542	11,841	(16,223)	8,961
Total OPEB liability - beginning	126,633	121,091	109,250	125,473	116,512
Total OPEB liability - ending	<u>\$ 123,162</u>	<u>\$ 126,633</u>	<u>\$ 121,091</u>	<u>\$ 109,250</u>	<u>\$ 125,473</u>
Covered employee payroll**	\$ 427,521	\$ 406,492	\$ 411,321	\$ 375,508	\$ 356,084
Total OPEB liability as a percentage of employee payroll	28.81%	31.15%	29.44%	29.09%	35.24%

**This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend had been compiled, information is presented only for years for which the required supplementary information is available.*

***As of the measurement date, which is one year in arrears.*

Notes to the Schedule:

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the County's other postemployment plan.

Changes in assumptions. The discount rate was changed to match the yield on a 20-year general obligation bond.

Per-person health care cost trends from 2021 to 2022 were updated so that the projected 2022 premium amounts match the actual 2022 premiums.

MULTNOMAH COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

II . Employee retirement systems, pension plan:

State of Oregon Public Employees Retirement System:

Schedule of Proportionate Share of Net Pension Liability (Asset)
Oregon Public Employees Retirement System
Last Nine Fiscal Years*

Fiscal Year Ended June 30,	(a) County's Proportion of the Net Pension Liability (Asset)	(b) County's Proportionate Share of the Net Pension Liability (Asset)	(c) County's Covered Payroll**	(b/c) County's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2022	3.32%	\$ 396,720	\$ 404,049	98.19%	87.30%
2021	3.34%	728,099	392,149	185.67%	78.08%
2020	3.36%	581,413	371,464	156.52%	83.10%
2019	3.35%	507,736	355,893	142.67%	86.82%
2018	3.49%	470,736	312,572	150.60%	86.09%
2017	3.51%	526,781	304,993	172.72%	80.53%
2016	3.59%	206,128	303,774	67.86%	91.88%
2015	3.42%	(77,474)	284,960	(27.19)%	103.59%
2014	3.42%	174,421	268,327	65.00%	91.97%

The amounts presented for each fiscal year were actuarial determined at December 31 and rolled forward to the measurement date.

**This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.*

***As of the measurement date, which is one year in arrears.*

MULTNOMAH COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Schedule of Pension Contributions
Oregon Public Employees Retirement System
Last Nine Fiscal Years*

Year Ended June 30,	(a) Statutorily Required Contributions	(b) Contributions in Relation to the Statutorily Required Contribution	(a-b) Contribution Deficiency (Excess)**	(c) County's Covered Payroll	(b/c) Contributions as a Percent of Covered Payroll
2022	\$ 74,291	\$ 74,291	\$ -	\$ 423,129	17.56%
2021	59,919	59,919	-	404,049	14.83%
2020	91,682	122,932	(31,250)	392,149	31.35%
2019	30,347	55,347	(25,000)	371,464	14.90%
2018	50,244	75,244	(25,000)	355,893	21.14%
2017	37,962	62,962	(25,000)	312,572	20.14%
2016	36,661	36,661	-	304,993	12.02%
2015	29,772	29,772	-	303,774	9.80%
2014	28,158	28,158	-	284,960	9.88%

The amounts presented for each fiscal year were actuarial determined at December 31 and rolled forward to the measurement date.

**The schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend has been compiled, information is presented only for the years for which the required supplementary information is available.*

***Excess contributions represent contributions to side accounts which provide rate relief.*

MULTNOMAH COUNTY, OREGON
REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

III. Notes to required supplementary information - Employee retirement systems, pension plan:

State of Oregon Public Employees Retirement System:

Changes in actuarial methods and assumptions

A summary of key changes implemented since the December 31, 2019 valuation are described briefly below. Additional details and a comprehensive list of changes in methods and assumptions can be found in the 2018 Experience Study for the System, which was published in July 2019, and can be found at: <https://www.oregon.gov/pers/Documents/Financials/Actuarial/2021/2020-Experience-Study.pdf>

Allocation of liability for service segments:

For purposes of allocating Tier One/Tier Two members' actuarial accrued liability among multiple employers, the valuation uses a weighted average of the Money Match methodology and the Full Formula methodology used by PERS when a member retires. The weights are determined based on the prevalence of each formula among the current Tier One/Tier Two population. For the December 31, 2018 and December 31, 2019 valuations, the Money Match was weighted 10 percent for general service members and zero percent for police and fire members. For the December 31, 2020 valuation, this weighting has been adjusted to 9 percent for general service members and 1 percent for police and fire members, based on a projection of the proportion of the liability attributable to Money Match benefits at those valuation dates.

Changes in economic assumptions:

Administrative expenses. The administrative expense assumptions were updated to \$59 million per year combined for Tier 1/Tier 2 and OPSRP. Previously these were assumed to be \$32.5 million per year and \$8 million per year, respectively.

Healthcare cost inflation. The healthcare cost inflation for the maximum RHIPA subsidy was updated based on analysis performed by Milliman's healthcare actuaries. This analysis included the consideration of the excise tax scheduled to be introduced by the Affordable Care Act. The Further Consolidated Appropriations Act passed in December 2019 repealed the excise tax, and as a result no adjustment is required for the proposed trend assumption. It is possible that the COVID-19 pandemic could have a material impact on the projected costs.

Changes in demographic assumptions:

There were no changes in demographic assumptions.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES GOVERNMENTAL FUNDS

General Fund*

Special Revenue Funds

- Federal/State Program Fund (Major)*
- Coronavirus (COVID-19) Response Fund (Major)*
- Preschool For All Program Fund (Major)*
- Road Fund
- Bicycle Path Construction Fund
- Recreation Fund
- County School Fund
- Animal Control Fund
- Willamette River Bridges Fund
- Library Fund
- Special Excise Tax Fund
- Land Corner Preservation Fund
- Inmate Welfare Fund
- Justice Services Special Operations Fund
- Oregon Historical Society Levy Fund
- Video Lottery Fund
- Library District Fund
- Supportive Housing Fund

Debt Service Funds

- Capital Debt Retirement Fund
- General Obligation Bond Fund
- PERS Bond Sinking Fund

Capital Projects Funds

- Multnomah County Library Capital Construction Fund (Major)*
- Downtown Courthouse Capital Fund
- Asset Replacement Revolving Fund
- Financed Projects Fund
- Library Capital Construction Fund
- Capital Improvement Fund
- Information Technology Capital Fund
- Asset Preservation Fund
- Health Headquarters Capital Fund
- Sellwood Bridge Replacement Fund
- Hansen Building Replacement Fund
- Library District Capital Fund
- Burnside Bridge Fund
- Behavioral Health Resource Center Capital Fund

* Major funds are reported in Fund Financial Statements

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MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2022
(amounts expressed in thousands)

	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Projects Funds</u>	<u>Total</u>
ASSETS				
Unrestricted:				
Cash and investments	\$ 14,176	\$ 38,251	\$ 53,855	\$ 106,282
Receivables:				
Taxes	2,762	-	-	2,762
Accounts, net	916	292	166	1,374
Inventories	222	-	-	222
Prepays and deposits	723	-	229	952
Restricted:				
Cash and investments	135,272	977	53,042	189,291
Receivables:				
Taxes	16,814	607	-	17,421
Accounts, net	12,723	-	-	12,723
Total assets	<u>\$ 183,608</u>	<u>\$ 40,127</u>	<u>\$ 107,292</u>	<u>\$ 331,027</u>
LIABILITIES				
Liabilities payable from unrestricted assets:				
Accounts payable	\$ 3,839	\$ -	\$ 7,147	\$ 10,986
Payroll payable	58	-	39	97
Internal loans	-	-	7,062	7,062
Liabilities payable from restricted assets:				
Accounts payable	28,379	-	5,335	33,714
Payroll payable	1,168	-	-	1,168
Unearned revenue	322	-	-	322
Total liabilities	<u>33,766</u>	<u>-</u>	<u>19,583</u>	<u>53,349</u>
DEFERRED INFLOWS OF RESOURCES				
Restricted:				
Resources not yet available:				
Property taxes	1,766	551	-	2,317
Total deferred inflows of resources	<u>1,766</u>	<u>551</u>	<u>-</u>	<u>2,317</u>
FUND BALANCES				
Nonspendable	945	-	229	1,174
Restricted	133,174	1,033	47,707	181,914
Committed	1,425	38,543	39,483	79,451
Assigned	12,532	-	721	13,253
Unassigned	-	-	(431)	(431)
Total fund balances	<u>148,076</u>	<u>39,576</u>	<u>87,709</u>	<u>275,361</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 183,608</u>	<u>\$ 40,127</u>	<u>\$ 107,292</u>	<u>\$ 331,027</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
REVENUES				
Taxes	\$ 138,719	\$ 50,822	\$ -	\$ 189,541
Payments in lieu of taxes	164	-	-	164
Intergovernmental	176,359	292	-	176,651
Licenses and permits	14,879	-	21,782	36,661
Charges for services	7,604	693	189	8,486
Interest	652	452	656	1,760
Non-governmental grants	2,814	-	-	2,814
Service reimbursements	329	60,338	20,333	81,000
Miscellaneous	38	-	309	347
Total revenues	<u>341,558</u>	<u>112,597</u>	<u>43,269</u>	<u>497,424</u>
EXPENDITURES				
Current:				
General government	-	35	-	35
Health services	-	-	999	999
Social services	36,377	-	-	36,377
Public safety and justice	6,632	-	917	7,549
Community services	40,642	-	11,339	51,981
Library services	84,542	-	667	85,209
Roads, bridges, and bike path improvements	60,888	-	20,991	81,879
Capital outlay	19,934	-	25,830	45,764
Debt service:				
Principal	-	62,276	-	62,276
Interest	-	43,460	-	43,460
Total expenditures	<u>249,015</u>	<u>105,771</u>	<u>60,743</u>	<u>415,529</u>
Revenues over (under) expenditures	<u>92,543</u>	<u>6,826</u>	<u>(17,474)</u>	<u>81,895</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	85,013	-	17,296	102,309
Transfers out	(85,884)	-	(1,000)	(86,884)
Total other financing sources (uses)	<u>(871)</u>	<u>-</u>	<u>16,296</u>	<u>15,425</u>
Net change in fund balances	91,672	6,826	(1,178)	97,320
Fund balances - beginning	<u>56,404</u>	<u>32,750</u>	<u>88,887</u>	<u>178,041</u>
Fund balances - ending	<u>\$ 148,076</u>	<u>\$ 39,576</u>	<u>\$ 87,709</u>	<u>\$ 275,361</u>

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NONMAJOR SPECIAL REVENUE FUNDS

These funds are used to account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to expenditures for specified purposes other than debt service or capital projects. A special revenue fund can be used if 30 percent or more of the resources recorded in the fund are either restricted or committed as defined in the adopted Financial and Budget Policies. Funds included are:

- **Road Fund** - accounts for revenues primarily received from the State of Oregon motor vehicle fees and County gasoline taxes. Expenditures consist of construction, repair, maintenance, and operation of County highways and roads.
- **Bicycle Path Construction Fund** - accounts for revenue and expenditures for bicycle paths. Revenue is one percent of State motor vehicle fees.
- **Recreation Fund** - accounts for State revenues and the pass-through disbursements to Metro for the operation of parks.
- **County School Fund** - accounts for forest reserve yield revenues from the State of Oregon which are apportioned to the County school districts.
- **Animal Control Fund** - accounts for revenues from dog and cat licenses, control fees and transfers to the General Fund which are utilized for animal control activities.
- **Willamette River Bridges Fund** - accounts for capital grants and contributions for County bridges, motor vehicle fees, and gasoline tax proceeds transferred from the Road Fund for bridge inspections and maintenance.
- **Library Fund** - accounts for the public library operations. Principal source of revenue is reimbursement from library district.
- **Special Excise Tax Fund** - accounts for transient lodging tax and motor vehicle tax collections to be used for convention center expenditures.
- **Land Corner Preservation Fund** - accounts for the collection of fees on all recordings of real property transactions and surveying activity. The fund makes expenditures to maintain public land corners.
- **Inmate Welfare Fund** - accounts for the proceeds from the sale of commissary items. Expenditures are made for supplies for inmates in County jails.
- **Justice Services Special Operations Fund** - accounts for revenues and expenditures dedicated to justice services in the community justice department, district attorney's office, and sheriff's office.
- **Oregon Historical Society Levy Fund** - accounts for the five-year local option levy revenues collected on behalf of the Oregon Historical Society and four East County Historical Societies. The funding is passed through to support the history library, museum and educational programs.
- **Video Lottery Fund** - accounts for revenues received from the Oregon State Lottery. Expenditures are restricted to furthering economic development per House Bill 3188 passed during the Regular Session of the 76th Oregon Legislative Assembly.
- **Library District Fund** - accounts for the revenues and expenditures of the Multnomah Library District. The primary source of revenue is property tax collections related to the permanent rate passed by the voters of Multnomah County for the creation of the Multnomah County Library District on July 1, 2013. Additional sources of revenue include fines and grants. The expenditures are made pursuant to an intergovernmental agreement for library services provided to Multnomah County Library. Library operations will continue out of the Library Fund, with periodic reimbursements from the Library District Fund to the Library operations fund per the intergovernmental agreement.
- **Supportive Housing Fund** - accounts for proceeds from the disposition of the Wapato Facility. Funds are earmarked for use in providing housing services and funding comprehensive housing stabilization strategies.

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MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2022
(amounts expressed in thousands)

	<u>Road</u>	<u>Bicycle Path Construction</u>	<u>Recreation</u>	<u>County School</u>	<u>Animal Control</u>
ASSETS					
Unrestricted:					
Cash and investments	\$ 1,210	\$ -	\$ -	\$ -	\$ 509
Receivables:					
Taxes	-	-	-	-	-
Accounts, net	138	-	-	-	1
Inventories	222	-	-	-	-
Prepays and deposits	10	-	-	-	-
Restricted:					
Cash and investments	17,913	16	35	-	2,110
Receivables:					
Taxes	2,249	-	-	-	-
Accounts, net	3,917	-	-	-	-
Total assets	<u>\$ 25,659</u>	<u>\$ 16</u>	<u>\$ 35</u>	<u>\$ -</u>	<u>\$ 2,620</u>
LIABILITIES					
Liabilities payable from unrestricted assets:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Payroll payable	-	-	-	-	-
Liabilities payable from restricted assets:					
Accounts payable	12,360	-	35	-	17
Payroll payable	125	-	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	<u>12,485</u>	<u>-</u>	<u>35</u>	<u>-</u>	<u>17</u>
DEFERRED INFLOWS OF RESOURCES					
Restricted:					
Resources not yet available:					
Property taxes	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	232	-	-	-	-
Restricted	11,594	16	-	-	2,093
Committed	-	-	-	-	-
Assigned	1,348	-	-	-	510
Total fund balances	<u>13,174</u>	<u>16</u>	<u>-</u>	<u>-</u>	<u>2,603</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 25,659</u>	<u>\$ 16</u>	<u>\$ 35</u>	<u>\$ -</u>	<u>\$ 2,620</u>

<u>Willamette River Bridges</u>	<u>Library</u>	<u>Special Excise Tax</u>	<u>Land Corner Preservation</u>	<u>Inmate Welfare</u>	<u>Justice Services Special Operations</u>	<u>Oregon Historical Society Levy</u>
\$ 2,233	\$ 239	\$ 1,210	\$ -	\$ 260	\$ 438	\$ -
-	-	2,762	-	-	-	-
-	-	10	-	-	354	-
-	-	-	-	-	-	-
16	697	-	-	-	-	-
15,194	3,822	-	3,910	-	97	35
-	83	-	8	-	-	81
7,198	33	-	1	-	79	-
<u>\$ 24,641</u>	<u>\$ 4,874</u>	<u>\$ 3,982</u>	<u>\$ 3,919</u>	<u>\$ 260</u>	<u>\$ 968</u>	<u>\$ 116</u>

\$ -	\$ -	\$ 3,787	\$ -	\$ 23	\$ 29	\$ -
-	-	-	-	7	51	-
2,158	1,544	-	341	-	6	-
83	906	-	20	-	11	-
-	322	-	-	-	-	-
<u>2,241</u>	<u>2,772</u>	<u>3,787</u>	<u>361</u>	<u>30</u>	<u>97</u>	<u>-</u>

-	83	-	-	-	-	64
-	83	-	-	-	-	64

16	697	-	-	-	-	-
20,151	1,083	-	3,558	-	159	52
-	-	195	-	230	-	-
2,233	239	-	-	-	712	-
<u>22,400</u>	<u>2,019</u>	<u>195</u>	<u>3,558</u>	<u>230</u>	<u>871</u>	<u>52</u>
<u>\$ 24,641</u>	<u>\$ 4,874</u>	<u>\$ 3,982</u>	<u>\$ 3,919</u>	<u>\$ 260</u>	<u>\$ 968</u>	<u>\$ 116</u>

(Continued)

MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2022
(amounts expressed in thousands)

	<u>Video Lottery</u>	<u>Library District</u>	<u>Supportive Housing Fund</u>	<u>Total</u>
ASSETS				
Unrestricted:				
Cash and investments	\$ -	\$ 6,890	\$ 1,187	\$ 14,176
Receivables:				
Taxes	-	-	-	2,762
Accounts, net	-	413	-	916
Inventories	-	-	-	222
Prepays and deposits	-	-	-	723
Restricted:				
Cash and investments	191	29,229	62,720	135,272
Receivables:				
Taxes	-	2,082	12,311	16,814
Accounts, net	1,495	-	-	12,723
Total assets	<u>\$ 1,686</u>	<u>\$ 38,614</u>	<u>\$ 76,218</u>	<u>\$ 183,608</u>
LIABILITIES				
Liabilities payable from unrestricted assets:				
Accounts payable	\$ -	\$ -	\$ -	\$ 3,839
Payroll payable	-	-	-	58
Liabilities payable from restricted assets:				
Accounts payable	528	-	11,390	28,379
Payroll payable	-	-	23	1,168
Unearned revenue	-	-	-	322
Total liabilities	<u>528</u>	<u>-</u>	<u>11,413</u>	<u>33,766</u>
DEFERRED INFLOWS OF RESOURCES				
Restricted:				
Resources not yet available:				
Property taxes	-	1,619	-	1,766
Total deferred inflows of resources	<u>-</u>	<u>1,619</u>	<u>-</u>	<u>1,766</u>
FUND BALANCES				
Nonspendable	-	-	-	945
Restricted	1,158	29,692	63,618	133,174
Committed	-	-	1,000	1,425
Assigned	-	7,303	187	12,532
Total fund balances	<u>1,158</u>	<u>36,995</u>	<u>64,805</u>	<u>148,076</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,686</u>	<u>\$ 38,614</u>	<u>\$ 76,218</u>	<u>\$ 183,608</u>

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MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Road</u>	<u>Bicycle Path Construction</u>	<u>Recreation</u>	<u>County School</u>	<u>Animal Control</u>
REVENUES					
Taxes	\$ 6,408	\$ -	\$ 35	\$ -	\$ -
Payments in lieu of taxes	123	-	-	41	-
Intergovernmental	58,540	114	-	11	-
Licenses and permits	125	-	-	-	1,224
Charges for services	479	-	-	-	14
Interest	216	4	-	-	16
Non-governmental grants	2	-	-	-	338
Service reimbursements	25	-	-	-	-
Miscellaneous	1	-	-	-	-
Total revenues	<u>65,919</u>	<u>118</u>	<u>35</u>	<u>52</u>	<u>1,592</u>
EXPENDITURES					
Current:					
Social services	-	-	-	-	-
Public safety and justice	-	-	-	-	-
Community services	-	-	35	52	376
Library services	-	-	-	-	-
Roads, bridges, and bike path improvements	51,889	682	-	-	-
Capital outlay	7,456	-	-	-	-
Total expenditures	<u>59,345</u>	<u>682</u>	<u>35</u>	<u>52</u>	<u>376</u>
Revenues over (under) expenditures	<u>6,574</u>	<u>(564)</u>	<u>-</u>	<u>-</u>	<u>1,216</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	300
Transfers out	-	-	-	-	(1,171)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(871)</u>
Net change in fund balances	6,574	(564)	-	-	345
Fund balances - beginning	<u>6,600</u>	<u>580</u>	<u>-</u>	<u>-</u>	<u>2,258</u>
Fund balances - ending	<u>\$ 13,174</u>	<u>\$ 16</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,603</u>

<u>Willamette River Bridges</u>	<u>Library</u>	<u>Special Excise Tax</u>	<u>Land Corner Preservation</u>	<u>Inmate Welfare</u>	<u>Justice Services Special Operations</u>	<u>Oregon Historical Society Levy</u>
\$ -	\$ 5	\$ 31,124	\$ -	\$ -	\$ -	\$ 3,569
-	-	-	-	-	-	-
11,419	626	-	-	-	-	-
11,512	-	-	3	6	1,995	-
19	-	-	1,981	1,336	3,766	-
-	16	5	24	-	5	1
-	-	-	-	-	-	-
16	35	-	-	-	253	-
37	-	-	-	-	-	-
<u>23,003</u>	<u>682</u>	<u>31,129</u>	<u>2,008</u>	<u>1,342</u>	<u>6,019</u>	<u>3,570</u>
-	-	-	-	-	-	-
-	-	-	-	1,114	5,518	-
-	-	31,086	-	-	-	3,597
-	84,542	-	-	-	-	-
6,807	-	-	1,510	-	-	-
<u>10,807</u>	<u>171</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>17,614</u>	<u>84,713</u>	<u>31,086</u>	<u>1,510</u>	<u>1,114</u>	<u>5,518</u>	<u>3,597</u>
<u>5,389</u>	<u>(84,031)</u>	<u>43</u>	<u>498</u>	<u>228</u>	<u>501</u>	<u>(27)</u>
-	84,713	-	-	-	-	-
-	-	-	-	-	-	-
-	<u>84,713</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
5,389	682	43	498	228	501	(27)
<u>17,011</u>	<u>1,337</u>	<u>152</u>	<u>3,060</u>	<u>2</u>	<u>370</u>	<u>79</u>
<u>\$ 22,400</u>	<u>\$ 2,019</u>	<u>\$ 195</u>	<u>\$ 3,558</u>	<u>\$ 230</u>	<u>\$ 871</u>	<u>\$ 52</u>

(Continued)

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Video Lottery</u>	<u>Library District</u>	<u>Supportive Housing Fund</u>	<u>Total</u>
REVENUES				
Taxes	\$ -	\$ 97,578	\$ -	\$ 138,719
Payments in lieu of taxes	-	-	-	164
Intergovernmental	6,070	115	99,464	176,359
Licenses and permits	-	14	-	14,879
Charges for services	-	9	-	7,604
Interest	4	294	67	652
Non-governmental grants	-	2,474	-	2,814
Service reimbursements	-	-	-	329
Miscellaneous	-	-	-	38
Total revenues	<u>6,074</u>	<u>100,484</u>	<u>99,531</u>	<u>341,558</u>
EXPENDITURES				
Current:				
Social services	-	-	36,377	36,377
Public safety and justice	-	-	-	6,632
Community services	5,496	-	-	40,642
Library services	-	-	-	84,542
Roads, bridges, and bike path improvements	-	-	-	60,888
Capital outlay	-	-	1,500	19,934
Total expenditures	<u>5,496</u>	<u>-</u>	<u>37,877</u>	<u>249,015</u>
Revenues over (under) expenditures	<u>578</u>	<u>100,484</u>	<u>61,654</u>	<u>92,543</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	85,013
Transfers out	-	(84,713)	-	(85,884)
Total other financing sources (uses)	<u>-</u>	<u>(84,713)</u>	<u>-</u>	<u>(871)</u>
Net change in fund balances	578	15,771	61,654	91,672
Fund balances - beginning	<u>580</u>	<u>21,224</u>	<u>3,151</u>	<u>56,404</u>
Fund balances - ending	<u>\$ 1,158</u>	<u>\$ 36,995</u>	<u>\$ 64,805</u>	<u>\$ 148,076</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Road Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 6,800	\$ 6,800	\$ 6,408	\$ (392)
Payments in lieu of taxes	-	-	123	123
Intergovernmental	59,669	59,669	58,540	(1,129)
Licenses and permits	70	70	125	55
Charges for services	475	475	479	4
Interest	88	88	216	128
Non-governmental grants	-	-	2	2
Service reimbursements	1,719	1,719	25	(1,694)
Miscellaneous	29	29	1	(28)
Total revenues	<u>68,850</u>	<u>68,850</u>	<u>65,919</u>	<u>(2,931)</u>
EXPENDITURES				
Current:				
Community services	<u>69,062</u>	<u>69,062</u>	<u>59,345</u>	<u>9,717</u>
Total expenditures	<u>69,062</u>	<u>69,062</u>	<u>59,345</u>	<u>9,717</u>
Net change in fund balances	(212)	(212)	6,574	6,786
Fund balances - beginning	<u>1,487</u>	<u>1,487</u>	<u>6,600</u>	<u>5,113</u>
Fund balances - ending	<u>\$ 1,275</u>	<u>\$ 1,275</u>	<u>\$ 13,174</u>	<u>\$ 11,899</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Bicycle Path Construction Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 105	\$ 105	\$ 114	\$ 9
Interest	5	5	4	(1)
Total revenues	<u>110</u>	<u>110</u>	<u>118</u>	<u>8</u>
EXPENDITURES				
Current:				
Community services	<u>681</u>	<u>681</u>	<u>682</u>	<u>(1)</u>
Total expenditures	<u>681</u>	<u>681</u>	<u>682</u>	<u>(1)</u>
Net change in fund balances	(571)	(571)	(564)	7
Fund balances - beginning	<u>571</u>	<u>571</u>	<u>580</u>	<u>9</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16</u>	<u>\$ 16</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Recreation Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 50	\$ 50	\$ 35	\$ (15)
Total revenues	<u>50</u>	<u>50</u>	<u>35</u>	<u>(15)</u>
EXPENDITURES				
Current:				
County management	50	50	35	15
Total expenditures	<u>50</u>	<u>50</u>	<u>35</u>	<u>15</u>
Net change in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
County School Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Payments in lieu of taxes	\$ -	\$ -	\$ 41	\$ 41
Intergovernmental	80	80	11	(69)
Total revenues	<u>80</u>	<u>80</u>	<u>52</u>	<u>(28)</u>
EXPENDITURES				
Current:				
Nondepartmental	80	80	52	28
Total expenditures	<u>80</u>	<u>80</u>	<u>52</u>	<u>28</u>
Net change in fund balances	-	-	-	-
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Animal Control Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licenses and permits	\$ 1,649	\$ 1,649	\$ 1,224	\$ (425)
Charges for services	66	66	14	(52)
Interest	26	26	16	(10)
Non-governmental grants	115	115	338	223
Total revenues	<u>1,856</u>	<u>1,856</u>	<u>1,592</u>	<u>(264)</u>
EXPENDITURES				
Current:				
Community services	1,535	1,535	376	1,159
Contingency	1,097	1,097	-	1,097
Total expenditures	<u>2,632</u>	<u>2,632</u>	<u>376</u>	<u>2,256</u>
Revenues over (under) expenditures	<u>(776)</u>	<u>(776)</u>	<u>1,216</u>	<u>1,992</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	300	300	300	-
Transfers out	(1,661)	(1,661)	(1,171)	490
Total other financing sources (uses)	<u>(1,361)</u>	<u>(1,361)</u>	<u>(871)</u>	<u>490</u>
Net change in fund balances	(2,137)	(2,137)	345	2,482
Fund balances - beginning	<u>2,137</u>	<u>2,137</u>	<u>2,258</u>	<u>121</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,603</u>	<u>\$ 2,603</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Willamette River Bridges Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 22,944	\$ 22,944	\$ 11,419	\$ (11,525)
Licenses and permits	5,000	5,000	11,512	6,512
Charges for services	10	10	19	9
Service reimbursements	877	877	16	(861)
Miscellaneous	-	-	37	37
Total revenues	<u>28,831</u>	<u>28,831</u>	<u>23,003</u>	<u>(5,828)</u>
EXPENDITURES				
Current:				
Community services	<u>31,222</u>	<u>31,222</u>	<u>17,614</u>	<u>13,608</u>
Total expenditures	<u>31,222</u>	<u>31,222</u>	<u>17,614</u>	<u>13,608</u>
Net change in fund balances	(2,391)	(2,391)	5,389	7,780
Fund balances - beginning	<u>16,578</u>	<u>16,578</u>	<u>17,011</u>	<u>433</u>
Fund balances - ending	<u>\$ 14,187</u>	<u>\$ 14,187</u>	<u>\$ 22,400</u>	<u>\$ 8,213</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Library Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ -	\$ -	\$ 5	\$ 5
Intergovernmental	95,937	95,937	85,339	(10,598)
Interest	-	-	16	16
Service reimbursements	35	35	35	-
Total revenues	<u>95,972</u>	<u>95,972</u>	<u>85,395</u>	<u>(10,577)</u>
EXPENDITURES				
Current:				
Library	<u>95,972</u>	<u>95,972</u>	<u>84,713</u>	<u>11,259</u>
Total expenditures	<u>95,972</u>	<u>95,972</u>	<u>84,713</u>	<u>11,259</u>
Net change in fund balances	-	-	682	682
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>1,337</u>	<u>1,337</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>2,019</u>	<u>\$ 2,019</u>
Reconciliation to modified accrual basis:				
Reimbursements from the Library District Fund are reported as Transfers in on the modified accrual basis, rather than as Intergovernmental revenues:				
Intergovernmental revenues			84,713	
Transfers in			<u>(84,713)</u>	
Fund balances as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, Nonmajor Special Revenue Funds			<u>\$ 2,019</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Special Excise Tax Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 30,092	\$ 30,990	\$ 31,124	\$ 134
Interest	8	8	5	(3)
Total revenues	<u>30,100</u>	<u>30,998</u>	<u>31,129</u>	<u>131</u>
EXPENDITURES				
Current:				
Nondepartmental	<u>30,188</u>	<u>31,086</u>	<u>31,086</u>	<u>-</u>
Total expenditures	<u>30,188</u>	<u>31,086</u>	<u>31,086</u>	<u>-</u>
Net change in fund balances	(88)	(88)	43	131
Fund balances - beginning	<u>88</u>	<u>88</u>	<u>152</u>	<u>64</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 195</u>	<u>\$ 195</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Land Corner Preservation Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licenses and permits	\$ -	\$ -	\$ 3	\$ 3
Charges for services	1,787	1,787	1,981	194
Interest	45	45	24	(21)
Service reimbursements	50	50	-	(50)
Total revenues	<u>1,882</u>	<u>1,882</u>	<u>2,008</u>	<u>126</u>
EXPENDITURES				
Current:				
Community services	<u>2,134</u>	<u>2,134</u>	<u>1,510</u>	<u>624</u>
Total expenditures	<u>2,134</u>	<u>2,134</u>	<u>1,510</u>	<u>624</u>
Net change in fund balances	(252)	(252)	498	750
Fund balances - beginning	<u>2,906</u>	<u>2,906</u>	<u>3,060</u>	<u>154</u>
Fund balances - ending	<u>\$ 2,654</u>	<u>\$ 2,654</u>	<u>\$ 3,558</u>	<u>\$ 904</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Inmate Welfare Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licenses and permits	\$ -	\$ -	\$ 6	\$ 6
Charges for services	1,084	1,084	1,336	252
Total revenues	<u>1,084</u>	<u>1,084</u>	<u>1,342</u>	<u>258</u>
EXPENDITURES				
Current:				
Sheriff	1,184	1,184	1,114	70
Total expenditures	<u>1,184</u>	<u>1,184</u>	<u>1,114</u>	<u>70</u>
Net change in fund balances	(100)	(100)	228	328
Fund balances - beginning	<u>100</u>	<u>100</u>	<u>2</u>	<u>(98)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 230</u>	<u>\$ 230</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Justice Services Special Operations Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licenses and permits	\$ 1,802	\$ 1,802	\$ 1,995	\$ 193
Charges for services	6,027	6,027	3,766	(2,261)
Interest	-	-	5	5
Service reimbursements	395	395	253	(142)
Total revenues	<u>8,224</u>	<u>8,224</u>	<u>6,019</u>	<u>(2,205)</u>
EXPENDITURES				
Current:				
Community justice	952	952	952	-
District attorney	6	6	-	6
Sheriff	7,622	7,622	4,566	3,056
Total expenditures	<u>8,580</u>	<u>8,580</u>	<u>5,518</u>	<u>3,062</u>
Net change in fund balances	(356)	(356)	501	857
Fund balances - beginning	<u>356</u>	<u>356</u>	<u>370</u>	<u>14</u>
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 871</u></u>	<u><u>\$ 871</u></u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Oregon Historical Society Levy Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 3,404	\$ 3,730	\$ 3,569	\$ (161)
Interest	3	3	1	(2)
Total revenues	<u>3,407</u>	<u>3,733</u>	<u>3,570</u>	<u>(163)</u>
EXPENDITURES				
Current:				
Nondepartmental	3,445	3,771	3,597	174
Total expenditures	<u>3,445</u>	<u>3,771</u>	<u>3,597</u>	<u>174</u>
Net change in fund balances	(38)	(38)	(27)	11
Fund balances - beginning	<u>38</u>	<u>38</u>	<u>79</u>	<u>41</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52</u>	<u>\$ 52</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Video Lottery Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 6,093	\$ 6,093	\$ 6,070	\$ (23)
Interest	-	-	4	4
Total revenues	<u>6,093</u>	<u>6,093</u>	<u>6,074</u>	<u>(19)</u>
EXPENDITURES				
Current:				
Community services	50	50	50	-
County assets	30	30	12	18
Homeless services	3,671	3,671	3,671	-
Nondepartmental	1,763	1,763	1,763	-
Contingency	609	609	-	609
Total expenditures	<u>6,123</u>	<u>6,123</u>	<u>5,496</u>	<u>627</u>
Net change in fund balances	(30)	(30)	578	608
Fund balances - beginning	<u>30</u>	<u>30</u>	<u>580</u>	<u>550</u>
Fund balances - ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,158</u></u>	<u><u>\$ 1,158</u></u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Library District Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Taxes	\$ 93,722	\$ 93,722	\$ 97,578	\$ 3,856
Intergovernmental	100	100	115	15
Licenses and permits	20	20	14	(6)
Charges for services	45	45	9	(36)
Interest	180	180	293	113
Non-governmental grants	1,904	1,904	2,474	570
Total revenues	<u>95,971</u>	<u>95,971</u>	<u>100,483</u>	<u>4,512</u>
EXPENDITURES				
Current:				
Library	95,937	95,937	84,712	11,225
Contingency	500	500	-	500
Total expenditures	<u>96,437</u>	<u>96,437</u>	<u>84,712</u>	<u>11,725</u>
Net change in fund balances	(466)	(466)	15,771	16,237
Fund balances - beginning	<u>9,852</u>	<u>9,852</u>	<u>21,224</u>	<u>11,372</u>
Fund balances - ending	<u>\$ 9,386</u>	<u>\$ 9,386</u>	<u>36,995</u>	<u>\$ 27,609</u>
Reconciliation to modified accrual basis:				
Reimbursements to the Library Fund are reported as Transfers out on the modified accrual basis, rather than as Library expenditures:				
Library expenditures			(84,713)	
Transfers out			<u>84,713</u>	
Fund balances as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, Nonmajor Special Revenue Funds			<u>\$ 36,995</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Supportive Housing Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 52,630	\$ 52,630	\$ 99,464	\$ 46,834
Interest	-	-	67	67
Total revenues	<u>52,630</u>	<u>52,630</u>	<u>99,531</u>	<u>46,901</u>
EXPENDITURES				
Current:				
Homeless services	52,868	52,868	37,877	14,991
Debt service:				
Principal	3,000	3,000	-	3,000
Interest expense	20	20	-	20
Total expenditures	<u>55,888</u>	<u>55,888</u>	<u>37,877</u>	<u>18,011</u>
Revenues over (under) expenditures	<u>(3,258)</u>	<u>(3,258)</u>	<u>61,654</u>	<u>64,912</u>
OTHER FINANCING SOURCES (USES)				
Internal loan proceeds	1,000	1,000	-	(1,000)
Total other financing sources (uses)	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>
Net change in fund balances	(2,258)	(2,258)	61,654	63,912
Fund balances - beginning	<u>2,258</u>	<u>2,258</u>	<u>3,151</u>	<u>893</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,805</u>	<u>\$ 64,805</u>

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DEBT SERVICE FUNDS

These funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for the principal, interest, and fees associated with servicing debt. Debt service funds should be used to report resources if legally mandated. Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. Upon the repayment of principal and interest, any receipts remaining in the fund are returned to the original jurisdiction or County General Fund. Funds included are:

- **Capital Debt Retirement Fund** - accounts for loans and full faith credit principal and interest payments for buildings and major pieces of equipment acquired by the issuance of Certificates of Participation or other financing arrangements. Revenues consist of service reimbursements and cash transfers from other County funds.
- **General Obligation Bond Fund** - accounts for the payment of principal and interest on General Obligation (GO) Bonds. The GO Bond Fund accounts for Series 2021 Library Bonds to expand, renovate, construct library branches/facilities, and improve safety. Proceeds are derived from property taxes and interest earned on the cash balances.
- **PERS Bond Sinking Fund** - accounts for payment of principal and interest payments on pension obligation bonds that were issued to fund the County's unfunded actuarial liability with OPERS. Revenues are derived from charge backs to departments based on the departmental payroll costs.

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MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2022
(amounts expressed in thousands)

	<u>Capital Debt Retirement</u>	<u>General Obligation Bond</u>	<u>PERS Pension Bond Sinking</u>	<u>Total</u>
ASSETS				
Unrestricted:				
Cash and investments	\$ 3,361	\$ -	\$ 34,890	\$ 38,251
Receivables:				
Accounts, net	292	-	-	292
Restricted:				
Cash and investments	-	977	-	977
Receivables:				
Taxes	-	607	-	607
Total assets	<u>\$ 3,653</u>	<u>\$ 1,584</u>	<u>\$ 34,890</u>	<u>\$ 40,127</u>
DEFERRED INFLOWS OF RESOURCES				
Restricted:				
Resources not yet available:				
Property taxes	\$ -	\$ 551	\$ -	\$ 551
Total deferred inflows of resources	<u>-</u>	<u>551</u>	<u>-</u>	<u>551</u>
FUND BALANCES				
Restricted	-	1,033	-	1,033
Committed	<u>3,653</u>	<u>-</u>	<u>34,890</u>	<u>38,543</u>
Total fund balances	<u>3,653</u>	<u>1,033</u>	<u>34,890</u>	<u>39,576</u>
Total liabilities and fund balances	<u>\$ 3,653</u>	<u>\$ 1,584</u>	<u>\$ 34,890</u>	<u>\$ 40,127</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	Capital Debt Retirement	General Obligation Bond	PERS Pension Bond Sinking	Total
REVENUES				
Taxes	\$ -	\$ 50,822	\$ -	\$ 50,822
Intergovernmental	292	-	-	292
Charges for services	693	-	-	693
Interest	44	147	261	452
Service reimbursements	25,215	-	35,123	60,338
Total revenues	<u>26,244</u>	<u>50,969</u>	<u>35,384</u>	<u>112,597</u>
EXPENDITURES				
Current:				
General government	3	-	32	35
Debt service:				
Principal	19,583	37,595	5,098	62,276
Interest	8,107	12,341	23,012	43,460
Total expenditures	<u>27,693</u>	<u>49,936</u>	<u>28,142</u>	<u>105,771</u>
Net change in fund balances	<u>(1,449)</u>	<u>1,033</u>	<u>7,242</u>	<u>6,826</u>
Fund balances - beginning	<u>5,102</u>	<u>-</u>	<u>27,648</u>	<u>32,750</u>
Fund balances - ending	<u>\$ 3,653</u>	<u>\$ 1,033</u>	<u>\$ 34,890</u>	<u>\$ 39,576</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Capital Debt Retirement Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental	\$ 277	\$ 277	\$ 292	\$ 15
Charges for services	1,200	1,200	693	(507)
Interest	125	125	44	(81)
Service reimbursements	25,216	25,216	25,215	(1)
Total revenues	<u>26,818</u>	<u>26,818</u>	<u>26,244</u>	<u>(574)</u>
EXPENDITURES				
Current:				
Nondepartmental	3	3	3	-
Debt service:				
Principal	19,583	19,583	19,583	-
Interest expense	8,107	8,107	8,107	-
Total expenditures	<u>27,693</u>	<u>27,693</u>	<u>27,693</u>	<u>-</u>
Net change in fund balances	(875)	(875)	(1,449)	(574)
Fund balances - beginning	<u>6,682</u>	<u>6,682</u>	<u>5,102</u>	<u>(1,580)</u>
Fund balances - ending	<u>\$ 5,807</u>	<u>\$ 5,807</u>	<u>\$ 3,653</u>	<u>\$ (2,154)</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Obligation Bond
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 50,236	\$ 50,236	\$ 50,822	\$ 586
Interest	200	200	147	(53)
Total revenues	<u>50,436</u>	<u>50,436</u>	<u>50,969</u>	<u>533</u>
EXPENDITURES				
Current:				
Nondepartmental	1	1	-	1
Debt service:				
Principal	37,595	37,595	37,595	-
Interest expense	12,341	12,341	12,341	-
Total expenditures	<u>49,937</u>	<u>49,937</u>	<u>49,936</u>	<u>1</u>
Net change in fund balances	499	499	1,033	534
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances - ending	<u>\$ 499</u>	<u>\$ 499</u>	<u>\$ 1,033</u>	<u>\$ 534</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
PERS Pension Bond Sinking Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ 332	\$ 332	\$ 261	\$ (71)
Service reimbursements	34,463	34,463	35,123	660
Total revenues	<u>34,795</u>	<u>34,795</u>	<u>35,384</u>	<u>589</u>
EXPENDITURES				
Current:				
Nondepartmental	461	461	32	429
Debt service:				
Principal	5,098	5,098	5,098	-
Interest expense	23,012	23,012	23,012	-
Total expenditures	<u>28,571</u>	<u>28,571</u>	<u>28,142</u>	<u>429</u>
Net change in fund balances	6,224	6,224	7,242	1,018
Fund balances - beginning	<u>27,431</u>	<u>27,431</u>	<u>27,648</u>	<u>217</u>
Fund balances - ending	<u>\$ 33,655</u>	<u>\$ 33,655</u>	<u>\$ 34,890</u>	<u>\$ 1,235</u>

CAPITAL PROJECTS FUNDS

These funds account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities or other capital assets. Capital outlays financed from general obligation bond proceeds should be accounted for in capital project fund. Upon completion of a capital project that required financing, any remaining cash is transferred to the Debt Service Fund to retire debt associated with the construction or acquisition of the designated capital assets or to the originating source of the funds. Funds included are:

Major Fund

- **Multnomah County Library Capital Construction Fund** - accounts for expenditures for the planning, renovation, and construction of certain library facilities as approved by Multnomah County voters on November 3, 2020, as Ballot Measure 26-211. Resources are derived from debt issuance. (Major funds are reported in Fund Financial Statements).

Nonmajor Funds

- **Downtown Courthouse Capital Fund** - accounts for the planning, land acquisition, and construction of a new County courthouse. Construction will be funded by a combination of County General Fund and debt issuance proceeds.
- **Asset Replacement Revolving Fund** - accounts for expenditures for small capital assets/equipment that might otherwise need to be acquired through the issuance of debt. Resources in the fund are derived from one-time revenue. Expenditures will be reimbursed over time by loan payments charged to the budgets of programs for which the assets are purchased.
- **Financed Projects Fund** - accounts for purchases and construction of capital acquisition by entering into lease/purchase agreements.
- **Library Capital Construction Fund** - accounts for the capital improvement project fees collected from County libraries to provide for needed capital projects for the Library District.
- **Capital Improvement Fund** - accounts for the proceeds from the sale of County property and expenditures made to improve County property.
- **Information Technology Capital Fund** - accounts for the expenditures for information technology capital projects. Resources are derived from transfers from the Information Technology Internal Service and General Funds.
- **Asset Preservation Fund** - accounts for the expenditures for building scheduled maintenance projects such as boiler replacement, carpet replacement, roof replacement, etc. Resources are derived from an asset preservation fee that is part of the facilities charges assessed to building tenants.
- **Health Headquarters Capital Fund** - accounts for the construction and relocation of current Department operations to a new location. The location has been strategically selected to better serve the vulnerable citizens of the County. Funding sources are expected to be met by a combination of County General Fund, Prosper Portland, and issuance of debt.
- **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.
- **Hansen Building Replacement Fund** - accounts for planning, relocation, and construction of a new County Sheriff's Office operation facility. Resources are derived from debt issuance or other financing proceeds.
- **Library District Capital Construction Fund** - accounts for revenues transferred from the Multnomah County Library District General Fund. Revenues are transferred according to financial policies adopted by the Multnomah County Library District Board. Expenditures are dedicated to Library District capital projects, as defined by the Library District adopted financial policies. Normal Library Operations will continue out of the Library Fund.
- **Burnside Bridge Fund** - accounts for expenditures for rehabilitating or replacing the Burnside Bridge. Resources are derived from Vehicle Registration Fees. It is anticipated that a consortium of federal, state, and regional agencies, including Multnomah County, will fund the future environmental study, final design, and construction efforts.
- **Behavioral Health Resource Center Capital Fund** - accounts for expenditures for the planning and construction of a behavioral health resource center. The principal resources in the fund are derived from County General Fund.
- **Justice Center Capital Fund** - accounts for expenditures for various capital projects within the Justice Center over a 5-7 year period. Initial expenditures will be associated with duct and electrical system work/upgrades. Resources are derived from County General Fund and other local government support.

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MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2022
(amounts expressed in thousands)

	Downtown Courthouse Capital	Asset Replacement Revolving	Financed Projects	Library Capital Construction	Capital Improvement
ASSETS					
Unrestricted:					
Cash and investments	\$ -	\$ 522	\$ 4	\$ -	\$ 14,365
Receivables:					
Accounts, net	-	-	-	-	66
Prepays and deposits	-	-	-	-	-
Restricted:					
Cash and investments	9,528	-	-	6,297	-
Total assets	<u>\$ 9,528</u>	<u>\$ 522</u>	<u>\$ 4</u>	<u>\$ 6,297</u>	<u>\$ 14,431</u>
LIABILITIES					
Liabilities payable from unrestricted assets:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	2,841
Payroll payable	-	-	-	-	9
Internal loans	-	-	-	-	-
Liabilities payable from restricted assets:					
Accounts payable	3,420	-	-	47	-
Total liabilities	<u>3,420</u>	<u>-</u>	<u>-</u>	<u>47</u>	<u>2,850</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	6,108	-	-	6,250	-
Committed	-	-	4	-	11,581
Assigned	-	522	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	<u>6,108</u>	<u>522</u>	<u>4</u>	<u>6,250</u>	<u>11,581</u>
Total liabilities and fund balances	<u>\$ 9,528</u>	<u>\$ 522</u>	<u>\$ 4</u>	<u>\$ 6,297</u>	<u>\$ 14,431</u>

Information Technology Capital	Asset Preservation	Health Headquarters Capital	Sellwood Bridge Replacement	Hansen Building Replacement	Library District Capital Construction	Burnside Bridge
\$ 2,574	\$ 24,746	\$ 298	\$ 199	\$ 937	\$ -	\$ -
-	-	-	-	-	-	-
81	-	-	-	135	3	10
-	-	-	4	-	34,972	2,241
<u>\$ 2,655</u>	<u>\$ 24,746</u>	<u>\$ 298</u>	<u>\$ 203</u>	<u>\$ 1,072</u>	<u>\$ 34,975</u>	<u>\$ 2,251</u>
\$ 110	\$ 416	\$ 17	\$ -	\$ 84	\$ -	\$ -
4	26	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	4	-	28	1,836
<u>114</u>	<u>442</u>	<u>17</u>	<u>4</u>	<u>84</u>	<u>28</u>	<u>1,836</u>
81	-	-	-	135	3	10
-	-	-	-	-	34,944	405
2,460	24,304	281	-	853	-	-
-	-	-	199	-	-	-
-	-	-	-	-	-	-
<u>2,541</u>	<u>24,304</u>	<u>281</u>	<u>199</u>	<u>988</u>	<u>34,947</u>	<u>415</u>
<u>\$ 2,655</u>	<u>\$ 24,746</u>	<u>\$ 298</u>	<u>\$ 203</u>	<u>\$ 1,072</u>	<u>\$ 34,975</u>	<u>\$ 2,251</u>

(Continued)

MULTNOMAH COUNTY, OREGON
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2022
(amounts expressed in thousands)

	Behavioral Health Resource Center Capital	Total
ASSETS		
Unrestricted:		
Cash and investments	\$ 10,210	\$ 53,855
Receivables:		
Accounts, net	100	166
Prepays and deposits	-	229
Restricted:		
Cash and investments	-	53,042
Total assets	\$ 10,310	\$ 107,292
LIABILITIES		
Liabilities payable from unrestricted assets:		
Accounts payable	\$ 3,679	\$ 7,147
Payroll payable	-	39
Internal loans	7,062	7,062
Liabilities payable from restricted assets:		
Accounts payable	-	5,335
Total liabilities	10,741	19,583
FUND BALANCES		
Nonspendable	-	229
Restricted	-	47,707
Committed	-	39,483
Assigned	-	721
Unassigned	(431)	(431)
Total fund balances	(431)	87,709
Total liabilities and fund balances	\$ 10,310	\$ 107,292

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MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	Downtown Courthouse Capital	Asset Replacement Revolving	Financed Projects	Library Capital Construction	Capital Improvement
REVENUES					
Licenses and permits	\$ -	\$ -	\$ -	\$ -	-
Charges for services	-	-	-	-	189
Interest	64	7	-	33	89
Service reimbursements	-	-	-	3,071	7,485
Miscellaneous	-	252	-	-	14
Total revenues	<u>64</u>	<u>259</u>	<u>-</u>	<u>3,104</u>	<u>7,777</u>
EXPENDITURES					
Current:					
Health services	-	-	-	-	-
Public safety and justice	814	-	-	-	-
Community services	-	-	-	-	6,400
Library services	-	-	-	550	-
Roads, bridges, and bike path improvements	-	-	-	-	-
Capital outlay	123	-	-	210	3,660
Total expenditures	<u>937</u>	<u>-</u>	<u>-</u>	<u>760</u>	<u>10,060</u>
Revenues over (under) expenditures	<u>(873)</u>	<u>259</u>	<u>-</u>	<u>2,344</u>	<u>(2,283)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	160
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>160</u>
Net change in fund balances	<u>(873)</u>	<u>259</u>	<u>-</u>	<u>2,344</u>	<u>(2,123)</u>
Fund balances - beginning	<u>6,981</u>	<u>263</u>	<u>4</u>	<u>3,906</u>	<u>13,704</u>
Fund balances - ending	<u>\$ 6,108</u>	<u>\$ 522</u>	<u>\$ 4</u>	<u>\$ 6,250</u>	<u>\$ 11,581</u>

Information Technology Capital	Asset Preservation	Health Headquarters Capital	Sellwood Bridge Replacement	Hansen Building Replacement	Library District Capital Construction	Burnside Bridge
\$ -	\$ -	\$ -	\$ 8,704	\$ -	\$ -	\$ 13,078
-	-	-	-	-	-	-
20	140	6	11	9	223	2
536	9,157	84	-	-	-	-
-	43	-	-	-	-	-
<u>556</u>	<u>9,340</u>	<u>90</u>	<u>8,715</u>	<u>9</u>	<u>223</u>	<u>13,080</u>
-	-	372	-	-	-	-
-	-	-	-	103	-	-
1,897	3,042	-	-	-	-	-
-	-	-	-	-	117	-
-	-	-	7,884	-	-	13,107
421	2,705	85	797	1,275	-	-
<u>2,318</u>	<u>5,747</u>	<u>457</u>	<u>8,681</u>	<u>1,378</u>	<u>117</u>	<u>13,107</u>
<u>(1,762)</u>	<u>3,593</u>	<u>(367)</u>	<u>34</u>	<u>(1,369)</u>	<u>106</u>	<u>(27)</u>
845	2,591	-	-	-	-	-
-	-	(1,000)	-	-	-	-
<u>845</u>	<u>2,591</u>	<u>(1,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(917)	6,184	(1,367)	34	(1,369)	106	(27)
<u>3,458</u>	<u>18,120</u>	<u>1,648</u>	<u>165</u>	<u>2,357</u>	<u>34,841</u>	<u>442</u>
<u>\$ 2,541</u>	<u>\$ 24,304</u>	<u>\$ 281</u>	<u>\$ 199</u>	<u>\$ 988</u>	<u>\$ 34,947</u>	<u>\$ 415</u>

(Continued)

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	Behavioral Health Resource Center Capital	Total
REVENUES		
Licenses and permits	\$ -	\$ 21,782
Charges for services	-	189
Interest	52	656
Service reimbursements	-	20,333
Miscellaneous	-	309
Total revenues	<u>52</u>	<u>43,269</u>
EXPENDITURES		
Current:		
Health services	627	999
Public safety and justice	-	917
Community services	-	11,339
Library services	-	667
Roads, bridges, and bike path improvements	-	20,991
Capital outlay	<u>16,554</u>	<u>25,830</u>
Total expenditures	<u>17,181</u>	<u>60,743</u>
Revenues over (under) expenditures	<u>(17,129)</u>	<u>(17,474)</u>
OTHER FINANCING SOURCES (USES)		
Transfers in	13,700	17,296
Transfers out	-	(1,000)
Total other financing sources (uses)	<u>13,700</u>	<u>16,296</u>
Net change in fund balances	(3,429)	(1,178)
Fund balances - beginning	<u>2,998</u>	<u>88,887</u>
Fund balances - ending	<u>\$ (431)</u>	<u>\$ 87,709</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Multnomah County Library Capital Construction Project Fund - Major Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ 1,155	\$ 1,155
Miscellaneous	-	-	57	57
Total revenues	<u>-</u>	<u>-</u>	<u>1,212</u>	<u>1,212</u>
EXPENDITURES				
Current:				
County assets	385,303	385,303	27,850	357,453
Total expenditures	<u>385,303</u>	<u>385,303</u>	<u>27,850</u>	<u>357,453</u>
Net change in fund balances	(385,303)	(385,303)	(26,638)	358,665
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>436,208</u>	<u>436,208</u>
Fund balances - ending	<u>\$ (385,303)</u>	<u>\$ (385,303)</u>	<u>\$ 409,570</u>	<u>\$ 794,873</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Downtown Courthouse Capital Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ -	\$ -	\$ -	\$ -
Interest	-	-	64	64
Total revenues	<u>-</u>	<u>-</u>	<u>64</u>	<u>64</u>
EXPENDITURES				
Current:				
County assets	6,079	6,079	937	5,142
Total expenditures	<u>6,079</u>	<u>6,079</u>	<u>937</u>	<u>5,142</u>
Net change in fund balances	(6,079)	(6,079)	(873)	5,206
Fund balances - beginning	<u>6,079</u>	<u>6,079</u>	<u>6,981</u>	<u>902</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,108</u>	<u>\$ 6,108</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Asset Replacement Revolving Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ 7	\$ 7
Total revenues	<u>-</u>	<u>-</u>	<u>7</u>	<u>7</u>
EXPENDITURES				
Current:				
County assets	138	138	-	138
Total expenditures	<u>138</u>	<u>138</u>	<u>-</u>	<u>138</u>
Revenues over (under) expenditures	<u>(138)</u>	<u>(138)</u>	<u>7</u>	<u>145</u>
OTHER FINANCING SOURCES (USES)				
Loan proceeds	-	-	252	252
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>252</u>	<u>252</u>
Net change in fund balances	(138)	(138)	259	397
Fund balances - beginning	<u>138</u>	<u>138</u>	<u>263</u>	<u>125</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 522</u>	<u>\$ 522</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Financed Projects Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
County management	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>4</u>	<u>4</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4</u>	<u>\$ 4</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Library Capital Construction Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ 50	\$ 50	\$ 33	\$ (17)
Service reimbursements	3,071	3,071	3,071	-
Total revenues	<u>3,121</u>	<u>3,121</u>	<u>3,104</u>	<u>(17)</u>
EXPENDITURES				
Current:				
County assets	7,508	7,508	760	6,748
Total expenditures	<u>7,508</u>	<u>7,508</u>	<u>760</u>	<u>6,748</u>
Net change in fund balances	(4,387)	(4,387)	2,344	6,731
Fund balances - beginning	<u>4,387</u>	<u>4,387</u>	<u>3,906</u>	<u>(481)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,250</u>	<u>\$ 6,250</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Capital Improvement Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 206	\$ 206	\$ 189	\$ (17)
Interest	150	150	89	(61)
Service reimbursements	4,157	4,157	7,485	3,328
Miscellaneous	5,000	5,000	14	(4,986)
Total revenues	<u>9,513</u>	<u>9,513</u>	<u>7,777</u>	<u>(1,736)</u>
EXPENDITURES				
Current:				
County assets	23,083	23,083	10,060	13,023
Interest expense	-	-	-	-
Total expenditures	<u>23,083</u>	<u>23,083</u>	<u>10,060</u>	<u>13,023</u>
Revenues over (under) expenditures	<u>(13,570)</u>	<u>(13,570)</u>	<u>(2,283)</u>	<u>11,287</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	160	160	160	-
Total other financing sources (uses)	<u>160</u>	<u>160</u>	<u>160</u>	<u>-</u>
Net change in fund balances	(13,410)	(13,410)	(2,123)	11,287
Fund balances - beginning	<u>13,410</u>	<u>13,410</u>	<u>13,704</u>	<u>294</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,581</u>	<u>\$ 11,581</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Information Technology Capital Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ 20	\$ 20
Service reimbursements	1,200	1,200	536	(664)
Total revenues	<u>1,200</u>	<u>1,200</u>	<u>556</u>	<u>(644)</u>
EXPENDITURES				
Current:				
County assets	5,494	5,494	2,318	3,176
Total expenditures	<u>5,494</u>	<u>5,494</u>	<u>2,318</u>	<u>3,176</u>
Revenues over (under) expenditures	<u>(4,294)</u>	<u>(4,294)</u>	<u>(1,762)</u>	<u>2,532</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	845	845	845	-
Total other financing sources (uses)	<u>845</u>	<u>845</u>	<u>845</u>	<u>-</u>
Net change in fund balances	(3,449)	(3,449)	(917)	2,532
Fund balances - beginning	3,449	3,449	3,458	9
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,541</u>	<u>\$ 2,541</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Asset Preservation Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ -	\$ -	\$ -	\$ -
Interest	200	200	140	(60)
Service reimbursements	9,157	9,157	9,157	-
Miscellaneous	-	-	43	43
Total revenues	<u>9,357</u>	<u>9,357</u>	<u>9,340</u>	<u>(17)</u>
EXPENDITURES				
Current:				
County assets	<u>29,406</u>	<u>29,406</u>	<u>5,747</u>	<u>23,659</u>
Total expenditures	<u>29,406</u>	<u>29,406</u>	<u>5,747</u>	<u>23,659</u>
Revenues over (under) expenditures	<u>(20,049)</u>	<u>(20,049)</u>	<u>3,593</u>	<u>23,642</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>2,591</u>	<u>2,591</u>	<u>2,591</u>	<u>-</u>
Total other financing sources (uses)	<u>2,591</u>	<u>2,591</u>	<u>2,591</u>	<u>-</u>
Net change in fund balances	<u>(17,458)</u>	<u>(17,458)</u>	<u>6,184</u>	<u>23,642</u>
Fund balances - beginning	<u>17,458</u>	<u>17,458</u>	<u>18,120</u>	<u>662</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,304</u>	<u>\$ 24,304</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Health Headquarters Capital Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ 6	\$ 6
Service reimbursements	-	-	84	84
Total revenues	<u>-</u>	<u>-</u>	<u>90</u>	<u>90</u>
EXPENDITURES				
Current:				
County assets	600	600	457	143
Total expenditures	<u>600</u>	<u>600</u>	<u>457</u>	<u>143</u>
Revenues over (under) expenditures	<u>(600)</u>	<u>(600)</u>	<u>(367)</u>	<u>233</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,000)	(1,000)	(1,000)	-
Total other financing sources (uses)	<u>(1,000)</u>	<u>(1,000)</u>	<u>(1,000)</u>	<u>-</u>
Net change in fund balances	(1,600)	(1,600)	(1,367)	233
Fund balances - beginning	1,600	1,600	1,648	48
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 281</u>	<u>\$ 281</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Sellwood Bridge Replacement Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licenses and permits	\$ 8,858	\$ 8,858	\$ 8,704	\$ (154)
Interest	10	10	11	1
Total revenues	<u>8,868</u>	<u>8,868</u>	<u>8,715</u>	<u>(153)</u>
EXPENDITURES				
Current:				
Community services	9,068	9,068	8,681	387
Total expenditures	<u>9,068</u>	<u>9,068</u>	<u>8,681</u>	<u>387</u>
Net change in fund balances	(200)	(200)	34	234
Fund balances - beginning	<u>200</u>	<u>200</u>	<u>165</u>	<u>(35)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 199</u>	<u>\$ 199</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Hansen Building Replacement Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ 9	\$ 9
Total revenues	<u>-</u>	<u>-</u>	<u>9</u>	<u>9</u>
EXPENDITURES				
Current:				
County assets	1,378	1,378	1,378	-
Total expenditures	<u>1,378</u>	<u>1,378</u>	<u>1,378</u>	<u>-</u>
Net change in fund balances	(1,378)	(1,378)	(1,369)	9
Fund balances - beginning	<u>1,378</u>	<u>1,378</u>	<u>2,357</u>	<u>979</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 988</u>	<u>\$ 988</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Library District Capital Construction Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ 300	\$ 300	\$ 223	\$ (77)
Total revenues	<u>300</u>	<u>300</u>	<u>223</u>	<u>(77)</u>
EXPENDITURES				
Current:				
Library	460	460	117	343
Contingency	34,721	34,721	-	34,721
Total expenditures	<u>35,181</u>	<u>35,181</u>	<u>117</u>	<u>35,064</u>
Net change in fund balances	(34,881)	(34,881)	106	34,987
Fund balances - beginning	<u>34,881</u>	<u>34,881</u>	<u>34,841</u>	<u>(40)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,947</u>	<u>\$ 34,947</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Burnside Bridge Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licenses and permits	\$ 20,921	\$ 20,921	\$ 13,078	\$ (7,843)
Interest	8	8	2	(6)
Total revenues	<u>20,929</u>	<u>20,929</u>	<u>13,080</u>	<u>(7,849)</u>
EXPENDITURES				
Current:				
Community services	23,558	23,558	13,107	10,451
County management	1	1	-	1
Total expenditures	<u>23,559</u>	<u>23,559</u>	<u>13,107</u>	<u>10,452</u>
Net change in fund balances	(2,630)	(2,630)	(27)	2,603
Fund balances - beginning	<u>2,630</u>	<u>2,630</u>	<u>442</u>	<u>(2,188)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 415</u>	<u>\$ 415</u>

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Behavioral Health Resource Center Capital Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest	\$ -	\$ -	\$ 52	\$ 52
Total revenues	<u>-</u>	<u>-</u>	<u>52</u>	<u>52</u>
EXPENDITURES				
Current:				
County assets	-	23,760	17,181	6,579
Total expenditures	<u>-</u>	<u>23,760</u>	<u>17,181</u>	<u>6,579</u>
Revenues over (under) expenditures	<u>-</u>	<u>(23,760)</u>	<u>(17,129)</u>	<u>6,631</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	13,700	13,700	-
Internal loan proceeds	-	7,062	7,062	-
Total other financing sources (uses)	<u>-</u>	<u>20,762</u>	<u>20,762</u>	<u>-</u>
Net change in fund balances	-	(2,998)	3,633	6,631
Fund balances - beginning	<u>-</u>	<u>2,998</u>	<u>2,998</u>	<u>-</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>6,631</u>	<u>\$ 6,631</u>
Reconciliation to modified accrual basis:				
Internal loans payable			<u>(7,062)</u>	
Fund balance as reported on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances, Nonmajor Capital Projects Funds			<u>\$ (431)</u>	

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES
PROPRIETARY FUNDS**

Enterprise Funds

- Health Department FQHC Fund (Major fund)*
- Dunthorpe-Riverdale Service District No. 1 Fund
- Mid-Multnomah County Street Lighting Service District No. 14 Fund
- Behavioral Health Managed Care Fund

Internal Service Funds

- Risk Management Fund
- Fleet Management Fund
- Fleet Asset Replacement Fund
- Information Technology Fund
- Mail Distribution Fund
- Facilities Management Fund

*Major funds are reported in Fund Financial Statements

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ENTERPRISE FUNDS

The County accounts for certain expenditures of the enterprise funds for budgetary purposes on the modified cash basis of accounting. For financial reporting purposes, the accrual basis of accounting is used. The difference in the accounting bases used relate primarily to the methods of accounting for revenue accruals, depreciation and capital outlay, compensated absences, claims and judgments payable, pension and other postemployment benefits.

Major Fund

- **Health Department FQHC Fund** - accounts for the revenues and expenditures for the County's Community Health Center Program which is supported by a grant, medical fees, third party reimbursements and other State and local program income. (See *Statement of Net Position - Proprietary Funds* and *Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds* reported in Fund Financial Statements)

Nonmajor Funds

- **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-Multnomah County Street Lighting Service District No. 14 Fund** - accounts for the operation of streetlights 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 of Oregon's required behavioral health capitated services. This includes payments to providers with whom the County contracts for services. Revenues are fee for service payment from the State of Oregon to Multnomah County.

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MULTNOMAH COUNTY, OREGON
Combining Statement of Net Position
Nonmajor Enterprise Funds
June 30, 2022
(amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No. 1	Mid-Multnomah County Street Lighting Service District No. 14	Behavioral Health Managed Care	Total
ASSETS				
Current assets:				
Cash and investments	\$ 2,776	\$ 617	\$ 3,742	\$ 7,135
Accounts receivable, net	-	3	1	4
Special assessments	25	3	-	28
Inventories	-	26	-	26
Total current assets	<u>2,801</u>	<u>649</u>	<u>3,743</u>	<u>7,193</u>
Noncurrent assets:				
Net OPEB asset - RHIA	-	-	14	14
Capital assets:				
Construction in progress	429	625	-	1,054
Other capital assets, net	2,977	1,748	-	4,725
Total noncurrent assets	<u>3,406</u>	<u>2,373</u>	<u>14</u>	<u>5,793</u>
Total assets	<u>6,207</u>	<u>3,022</u>	<u>3,757</u>	<u>12,986</u>
DEFERRED OUTFLOWS OF RESOURCES				
OPEB - County Plan	-	-	20	20
OPEB - RHIA	-	-	19	19
Pension plan	-	-	390	390
Total deferred outflows of resources	<u>-</u>	<u>-</u>	<u>429</u>	<u>429</u>
LIABILITIES				
Current liabilities:				
Accounts payable	501	23	9	533
Total current liabilities	<u>501</u>	<u>23</u>	<u>9</u>	<u>533</u>
Noncurrent liabilities:				
Total OPEB liability - County Plan	-	-	203	203
Net pension liability	-	-	638	638
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>841</u>	<u>841</u>
Total liabilities	<u>501</u>	<u>23</u>	<u>850</u>	<u>1,374</u>
DEFERRED INFLOWS OF RESOURCES				
OPEB - County Plan	-	-	31	31
OPEB - RHIA	-	-	12	12
Pension plan	-	-	503	503
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>546</u>	<u>546</u>
NET POSITION				
Investment in capital assets	3,406	2,373	-	5,779
Unrestricted	2,300	626	2,790	5,716
Total net position	<u>\$ 5,706</u>	<u>\$ 2,999</u>	<u>\$ 2,790</u>	<u>\$ 11,495</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenses and Changes in Net Position
Nonmajor Enterprise Funds
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No. 1	Mid-Multnomah County Street Lighting Service District No. 14	Behavioral Health Managed Care	Total
OPERATING REVENUES				
Current assessments	\$ 1,320	\$ 526	\$ -	\$ 1,846
Prior assessments	13	6	-	19
Charges for services	-	7	-	7
Intergovernmental charges for services	15	-	-	15
Licenses and permits	5	-	-	5
Miscellaneous	-	3	355	358
Total operating revenues	<u>1,353</u>	<u>542</u>	<u>355</u>	<u>2,250</u>
OPERATING EXPENSES				
Cost of sales and services	979	192	1,915	3,086
Administration	60	100	-	160
Depreciation and amortization	78	132	-	210
Total operating expenses	<u>1,117</u>	<u>424</u>	<u>1,915</u>	<u>3,456</u>
Operating income	<u>236</u>	<u>118</u>	<u>(1,560)</u>	<u>(1,206)</u>
NONOPERATING REVENUES (EXPENSES)				
Interest revenue	<u>16</u>	<u>3</u>	<u>30</u>	<u>49</u>
Change in net position	<u>252</u>	<u>121</u>	<u>(1,530)</u>	<u>(1,157)</u>
Total net position - beginning	<u>5,454</u>	<u>2,878</u>	<u>4,320</u>	<u>12,652</u>
Total net position - ending	<u>\$ 5,706</u>	<u>\$ 2,999</u>	<u>\$ 2,790</u>	<u>\$ 11,495</u>

MULTNOMAH COUNTY, OREGON
Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No. 1	Mid-Multnomah County Street Lighting Service District No. 14	Behavioral Health Managed Care	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 1,351	\$ 549	\$ 456	\$ 2,356
Receipts for interfund services provided	-	-	-	-
Payments to suppliers	(648)	(163)	(1,044)	(1,855)
Payments to employees	-	-	(1,202)	(1,202)
Payments for interfund services used	(54)	(100)	(66)	(220)
Net cash provided by (used for) operating activities	<u>649</u>	<u>286</u>	<u>(1,856)</u>	<u>(921)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Reduction in Construction in Progress	114	-	-	114
Acquisition of capital assets	-	(25)	-	(25)
Net cash provided by (used for) capital and related financing activities	<u>114</u>	<u>(25)</u>	<u>-</u>	<u>(25)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest earnings	16	3	30	49
Net cash provided by (used for) investing activities	<u>16</u>	<u>3</u>	<u>30</u>	<u>49</u>
Net increase (decrease) in cash and cash equivalents	779	264	(1,826)	(897)
Cash and cash equivalents - beginning	1,997	353	5,568	7,918
Cash and cash equivalents - ending	<u>\$ 2,776</u>	<u>\$ 617</u>	<u>\$ 3,742</u>	<u>\$ 7,021</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ 236	\$ 118	\$ (1,560)	\$ (1,206)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation of capital assets	78	132	-	210
Changes in assets, liabilities and deferred outflows/inflows of resources:				
Accounts receivables, net	-	(1)	102	101
Special assessments receivable	(3)	8	(1)	4
Inventories	-	14	-	14
Prepaid items	-	17	-	17
Net OPEB asset - RHIA	-	-	39	39
Deferred outflows - OPEB - County Plan	-	-	11	11
Deferred outflows - OPEB - RHIA	-	-	(12)	(12)
Deferred outflows - pension	-	-	190	190
Accounts payable	338	(2)	(49)	287
Total OPEB liability - County Plan	-	-	(85)	(85)
Net pension liability	-	-	(945)	(945)
Deferred inflows - OPEB - County Plan	-	-	(3)	(3)
Deferred inflows - OPEB - RHIA	-	-	(19)	(19)
Deferred inflows - pension	-	-	476	476
Total adjustments	<u>413</u>	<u>168</u>	<u>(296)</u>	<u>285</u>
Net cash provided by (used for) operating activities	<u>\$ 649</u>	<u>\$ 286</u>	<u>\$ (1,856)</u>	<u>\$ (921)</u>
Noncash activities:				
Noncash capital contributions	\$ -	\$ -	\$ -	\$ -

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Health Department FQHC - Major Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Charges for services	\$ -	\$ 2,845	\$ 4,689	\$ 1,844
Intergovernmental charges for services	-	117,027	134,931	17,904
Intergovernmental grants	-	13,446	12,899	(547)
Non-governmental grants	-	7,529	8,603	1,074
Interest	-	-	36	36
Miscellaneous	-	-	35	35
Total revenues	<u>-</u>	<u>140,847</u>	<u>161,193</u>	<u>20,346</u>
EXPENDITURES				
Current:				
Health services	-	144,146	132,008	12,138
Total expenditures	<u>-</u>	<u>144,146</u>	<u>132,008</u>	<u>12,138</u>
Revenues over (under) expenditures	-	(3,299)	29,185	32,484
OTHER FINANCING SOURCES (USES)				
Transfers in	-	9,205	9,205	-
Total other financing sources (uses)	<u>-</u>	<u>9,205</u>	<u>9,205</u>	<u>-</u>
Net change in fund balances	-	5,906	38,390	32,484
Fund balances - beginning	-	-	-	-
Fund balances - ending	<u>\$ -</u>	<u>\$ 5,906</u>	<u>38,390</u>	<u>\$ 32,484</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			1,910	
Compensated absences			(3,593)	
OPEB - County Plan:				
Deferred outflows - County Plan			1,023	
Total OPEB liability - County Plan			(10,269)	
Deferred inflows - County Plan			(1,564)	
OPEB - RHIA:				
Net OPEB asset - RHIA			729	
Deferred outflows - RHIA			956	
Deferred inflows - RHIA			(594)	
Pension Plan:				
Deferred outflows - pension			19,653	
Net pension liability			(32,172)	
Deferred inflows - pension			<u>(25,354)</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Enterprise Funds			<u>\$ (10,885)</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Dunthorpe-Riverdale Service District No. 1 Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Current assessments	\$ 1,299	\$ 1,299	\$ 1,318	\$ 19
Prior assessments	8	8	13	5
Intergovernmental charges for services	-	-	15	15
Licenses and permits	-	-	5	5
Interest	25	25	16	(9)
Total revenues	<u>1,332</u>	<u>1,332</u>	<u>1,367</u>	<u>35</u>
EXPENDITURES				
Current:				
Community services	1,475	1,475	929	546
Contingency	50	50	-	50
Total expenditures	<u>1,525</u>	<u>1,525</u>	<u>929</u>	<u>596</u>
Net change in fund balances	(193)	(193)	438	631
Fund balances - beginning	<u>1,744</u>	<u>1,744</u>	<u>1,837</u>	<u>93</u>
Fund balances - ending	<u>\$ 1,551</u>	<u>\$ 1,551</u>	2,275	<u>\$ 724</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			3,406	
Assessment revenues that were not available to fund current expenditures and therefore were not reported in the budgetary basis schedule			28	
Allowance for uncollectible accounts, assessments			<u>(3)</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Enterprise Funds			<u>\$ 5,706</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Mid-Multnomah County Street Lighting Service District No. 14 Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Current assessments	\$ 515	\$ 515	\$ 527	\$ 12
Prior assessments	4	4	6	2
Charges for services	-	-	7	7
Interest	4	4	3	(1)
Miscellaneous	-	-	3	3
Total revenues	<u>523</u>	<u>523</u>	<u>546</u>	<u>23</u>
EXPENDITURES				
Current:				
Community services	<u>550</u>	<u>550</u>	<u>311</u>	<u>239</u>
Total expenditures	<u>550</u>	<u>550</u>	<u>311</u>	<u>239</u>
Net change in fund balances	(27)	(27)	235	262
Fund balances - beginning	<u>508</u>	<u>508</u>	<u>388</u>	<u>(120)</u>
Fund balances - ending	<u>\$ 481</u>	<u>\$ 481</u>	623	<u>\$ 142</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			2,373	
Assessment revenues that were not available to fund current expenditures and therefore were not reported in the budgetary basis schedule			12	
Allowance for uncollectible accounts, assessments			<u>(9)</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Enterprise Funds			<u>\$ 2,999</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Behavioral Health Managed Care Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Intergovernmental grants	\$ -	\$ -	\$ (15)	\$ (15)
Interest	-	-	30	30
Miscellaneous	-	-	(86)	(86)
Total revenues	<u>-</u>	<u>-</u>	<u>(71)</u>	<u>(71)</u>
EXPENDITURES				
Current:				
Health services	1,817	1,817	1,804	13
Total expenditures	<u>1,817</u>	<u>1,817</u>	<u>1,804</u>	<u>13</u>
Net change in fund balances	(1,817)	(1,817)	(1,875)	(58)
Fund balances - beginning	<u>1,817</u>	<u>1,817</u>	<u>5,609</u>	<u>3,792</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>3,734</u>	<u>\$ 3,734</u>
Reconciliation to full accrual basis:				
OPEB - County Plan:				
Deferred outflows - County Plan			20	
Total OPEB liability - County Plan			(203)	
Deferred inflows - County Plan			(31)	
OPEB - RHIA:				
Net OPEB asset - RHIA			14	
Deferred outflows - RHIA			19	
Deferred inflows - RHIA			(12)	
Pension Plan:				
Deferred outflows - pension			390	
Net pension liability			(638)	
Deferred inflows - pension			<u>(503)</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Enterprise Funds			<u>\$ 2,790</u>	

NONMAJOR INTERNAL SERVICE FUNDS

These funds account for activities and services performed primarily for other organizational units within the County. Charges to the County agencies are calculated to recover costs and maintain capital. The County accounts for certain expenditures of the Internal Service Funds for budgetary purposes on the modified cash basis of accounting. For financial reporting purposes, the accrual basis of accounting is used. Such differences relate to the methods of accounting for depreciation and capital outlay. Funds included are:

- **Risk Management Fund** - accounts for internal service reimbursements, revenues and expenses associated with the County's insurance requirements and administration of workers' compensation, general liability, tort, auto, property, employee medical, dental, vision, life and long-term disability claims and insurance, employee benefits, health promotion, other postemployment benefit obligations, and unemployment insured and self-insured programs pursuant to MCC 7.101.
- **Fleet Management Fund** - accounts for internal service reimbursements, revenues and expenses associated with the administration and operation of the County's motor vehicle fleet.
- **Fleet Asset Replacement Fund** -accounts for internal service reimbursements, revenues and expenses associated with the replacement of County owned vehicles and equipment.
- **Information Technology Fund** - accounts for internal service reimbursements, revenues and expenses associated with the administration and operation of the County's data processing and telephone service operations. This fund includes replacement and upgrade of personal computers, standard software suite common to all County users and telephone equipment.
- **Mail Distribution Fund** - accounts for internal service reimbursements, revenues and expenses associated with the administration and operation of the County's U.S. Mail, internal distribution and delivery, and records management.
- **Facilities Management Fund** - accounts for internal service reimbursements, revenues and expenses associated with the administration and operation of the County's property management, custodial, maintenance and leasing of all County-owned and leased property.

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MULTNOMAH COUNTY, OREGON
Combining Statement of Net Position
Internal Service Funds
June 30, 2022
(amounts expressed in thousands)

	Government Activities - Internal Service Funds		
	Risk Management	Fleet Management	Fleet Asset Replacement
ASSETS			
Current assets:			
Cash and investments	\$ 97,577	\$ 395	\$ 8,243
Accounts receivable, net	113	1	-
Leases receivable	-	-	-
Inventories	-	706	-
Prepaid items	299	-	-
Total current assets	<u>97,989</u>	<u>1,102</u>	<u>8,243</u>
Noncurrent assets:			
Leases receivable	-	-	-
Internal loans receivable	7,062	-	-
Net OPEB asset - RHIA	125	18	-
Capital assets:			
Construction in progress	-	-	-
Other capital assets, net	-	913	4,923
Leased assets, net	-	-	-
Total noncurrent assets	<u>7,187</u>	<u>931</u>	<u>4,923</u>
Total assets	<u>105,176</u>	<u>2,033</u>	<u>13,166</u>
DEFERRED OUTFLOWS OF RESOURCES			
OPEB - County Plan	176	26	-
OPEB - RHIA	164	24	-
Pension plan	3,367	491	-
Total deferred outflows of resources	<u>3,707</u>	<u>541</u>	<u>-</u>
LIABILITIES			
Current liabilities:			
Accounts payable	2,203	232	162
Payroll payable	143	29	-
Compensated absences	369	56	-
Claims and judgments payable	9,352	-	-
Accrued lease obligations	-	-	-
Total current liabilities	<u>12,067</u>	<u>317</u>	<u>162</u>
Noncurrent liabilities:			
Compensated absences	257	-	-
Accrued lease obligations	-	-	-
Total OPEB liability - County Plan	1,771	265	-
Net pension liability	5,512	803	-
Total noncurrent liabilities	<u>7,540</u>	<u>1,068</u>	<u>-</u>
Total liabilities	<u>19,607</u>	<u>1,385</u>	<u>162</u>
DEFERRED INFLOWS OF RESOURCES			
Leases	-	-	-
OPEB - County Plan	270	40	-
OPEB - RHIA	102	15	-
Pension plan	4,344	633	-
Total deferred inflows of resources	<u>4,716</u>	<u>688</u>	<u>-</u>
NET POSITION			
Investment in capital assets	-	913	4,923
Unrestricted	84,560	(412)	8,081
Total net position	<u>\$ 84,560</u>	<u>\$ 501</u>	<u>\$ 13,004</u>

Government Activities - Internal Service Funds

Information Technology	Mail Distribution	Facilities Management	Total Internal Service Funds
\$ 4,702	\$ 622	\$ 6,316	\$ 117,855
5	-	694	813
-	-	287	287
-	259	775	1,740
6,087	1	208	6,595
<u>10,794</u>	<u>882</u>	<u>8,280</u>	<u>127,290</u>
-	-	1,108	1,108
-	-	-	7,062
390	17	185	735
1,293	-	-	1,293
9,740	3	5,919	21,498
-	-	48,640	48,640
<u>11,423</u>	<u>20</u>	<u>55,852</u>	<u>80,336</u>
<u>22,217</u>	<u>902</u>	<u>64,132</u>	<u>207,626</u>
529	24	252	1,007
512	22	243	965
<u>10,524</u>	<u>448</u>	<u>4,992</u>	<u>19,822</u>
<u>11,565</u>	<u>494</u>	<u>5,487</u>	<u>21,794</u>
3,118	244	4,091	10,050
554	25	259	1,010
1,334	54	581	2,394
-	-	-	9,352
-	-	8,018	8,018
<u>5,006</u>	<u>323</u>	<u>12,949</u>	<u>30,824</u>
616	-	144	1,017
-	-	41,987	41,987
5,306	240	2,533	10,115
<u>17,228</u>	<u>733</u>	<u>8,172</u>	<u>32,448</u>
<u>23,150</u>	<u>973</u>	<u>52,836</u>	<u>85,567</u>
<u>28,156</u>	<u>1,296</u>	<u>65,785</u>	<u>116,391</u>
-	-	1,396	1,396
808	37	386	1,541
318	14	151	600
<u>13,577</u>	<u>578</u>	<u>6,440</u>	<u>25,572</u>
<u>14,703</u>	<u>629</u>	<u>8,373</u>	<u>29,109</u>
11,033	3	2,154	19,026
(20,110)	(532)	(6,693)	64,894
<u>\$ (9,077)</u>	<u>\$ (529)</u>	<u>\$ (4,539)</u>	<u>\$ 83,920</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Revenues, Expenses and Changes in Net Position
Internal Service Funds
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Government Activities - Internal Service Funds</u>		
	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Fleet Asset Replacement</u>
OPERATING REVENUES			
Charges for services	\$ 124,814	\$ 5,703	\$ 2,424
Intergovernmental charges for services	-	-	-
Insurance premiums	10,963	-	-
Licenses and permits	9	-	-
Miscellaneous	1,890	86	140
Total revenues	<u>137,676</u>	<u>5,789</u>	<u>2,564</u>
OPERATING EXPENSES			
Cost of sales and services	128,466	4,848	-
Administration	2,007	724	-
Depreciation and amortization	-	433	1,302
Total operating expenses	<u>130,473</u>	<u>6,005</u>	<u>1,302</u>
Operating income (loss)	<u>7,203</u>	<u>(216)</u>	<u>1,262</u>
NONOPERATING REVENUES (EXPENSES)			
Interest revenue	618	2	51
Gain on disposal of capital assets	-	99	-
Total nonoperating revenues	<u>618</u>	<u>101</u>	<u>51</u>
Income (loss) before contributions and transfers	7,821	(115)	1,313
Transfers out	-	-	-
Capital contributions in	-	-	19
Capital contributions out	-	(19)	-
Change in net position	<u>7,821</u>	<u>(134)</u>	<u>1,332</u>
Total net position - beginning	<u>76,739</u>	<u>635</u>	<u>11,672</u>
Total net position - ending	<u>\$ 84,560</u>	<u>\$ 501</u>	<u>\$ 13,004</u>

Government Activities - Internal Service Funds

Information Technology	Mail Distribution	Facilities Management	Total Internal Service Funds
\$ 63,348	\$ 3,772	\$ 61,559	\$ 261,620
-	-	1,034	1,034
-	-	-	10,963
-	-	-	9
-	-	46	2,162
<u>63,348</u>	<u>3,772</u>	<u>62,639</u>	<u>275,788</u>
56,665	3,386	52,846	246,211
3,623	399	1,478	8,231
2,895	3	9,472	14,105
<u>63,183</u>	<u>3,788</u>	<u>63,796</u>	<u>268,547</u>
165	(16)	(1,157)	7,241
52	3	31	757
-	-	393	492
<u>52</u>	<u>3</u>	<u>424</u>	<u>1,249</u>
217	(13)	(733)	8,490
-	-	(330)	(330)
-	-	-	19
-	-	-	(19)
<u>217</u>	<u>(13)</u>	<u>(1,063)</u>	<u>8,160</u>
(9,294)	(516)	(3,476)	75,760
<u>\$ (9,077)</u>	<u>\$ (529)</u>	<u>\$ (4,539)</u>	<u>\$ 83,920</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Fleet Asset Replacement</u>	<u>Information Technology</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 12,981	\$ 195	\$ 254	\$ 19
Receipts for interfund services provided	125,487	5,691	2,424	63,333
Payments to suppliers	(121,874)	(3,257)		(24,432)
Payments to employees	(11,166)	(1,622)	-	(30,836)
Payments for interfund services used	-	(922)	-	(7,743)
Net cash provided by (used for) operating activities	<u>5,428</u>	<u>85</u>	<u>2,678</u>	<u>341</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers out	-	-	-	-
Internal loan remittance	(7,062)	-	-	-
Net cash provided by (used for) noncapital and related financing activities	<u>(7,062)</u>	<u>-</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital contributions in	-	-	19	-
Capital contributions out	-	(19)	-	-
Principal paid on leases	-	-	-	-
Interest paid on leases	-	-	-	-
Acquisition of capital assets	-	(263)	(2,035)	(2,094)
Gain (Loss) on disposal of capital assets	-	99	-	-
Net cash provided by (used for) capital and related financing activities	<u>-</u>	<u>(183)</u>	<u>(2,016)</u>	<u>(2,094)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest earnings	618	2	51	52
Net cash provided by (used for) investing activities	<u>618</u>	<u>2</u>	<u>51</u>	<u>52</u>
Net increase (decrease) in cash and cash equivalents	(1,016)	(96)	713	(1,701)
Cash and cash equivalents - beginning	<u>98,593</u>	<u>491</u>	<u>7,530</u>	<u>6,403</u>
Cash and cash equivalents - ending	<u>\$ 97,577</u>	<u>\$ 395</u>	<u>\$ 8,243</u>	<u>\$ 4,702</u>

<u>Mail Distribution</u>	<u>Facilities Management</u>	<u>Total Internal Service Funds</u>
\$ -	\$ 2,357	\$ 15,806
3,772	60,427	261,134
(1,446)	(30,471)	(181,480)
(1,467)	(15,130)	(60,221)
(828)	(8,477)	(17,970)
<u>31</u>	<u>8,706</u>	<u>17,269</u>
-	(330)	(330)
<u>-</u>	<u>-</u>	<u>(7,062)</u>
-	(330)	(7,392)
-	-	19
-	-	(19)
-	(7,802)	(7,802)
-	(1,189)	(1,189)
-	(147)	(4,539)
-	393	492
<u>-</u>	<u>(8,745)</u>	<u>(13,038)</u>
<u>3</u>	<u>31</u>	<u>757</u>
<u>3</u>	<u>31</u>	<u>757</u>
34	(338)	(2,404)
<u>588</u>	<u>6,654</u>	<u>120,259</u>
<u>\$ 622</u>	<u>\$ 6,316</u>	<u>\$ 117,855</u>

(continued)

MULTNOMAH COUNTY, OREGON
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

	<u>Risk Management</u>	<u>Fleet Management</u>	<u>Fleet Asset Replacement</u>	<u>Information Technology</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ 7,203	\$ (216)	\$ 1,262	\$ 165
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation and amortization of capital assets	-	433	1,302	2,895
Changes in assets, liabilities and deferred inflows/outflows:				
Receivables, net	(79)	(1)	-	4
Inventories	-	(24)	-	-
Prepaid items	(14)	-	-	(2,013)
Capital assets	-	60	-	112
Accounts payable	547	8	114	1,000
Claims and judgments payable	(2,646)	-	-	-
Payroll Payable	(125)	1	-	39
Unearned revenue	-	-	-	-
Compensated absences	70	(18)	-	20
Other accrued payables	91	-	-	(69)
Total OPEB liability - County Plan	91	(25)	-	(506)
Deferred outflows - OPEB - County Plan	9	6	-	112
Deferred inflows - OPEB - County Plan	74	7	-	132
Net OPEB asset - RHIA	199	38	-	737
Deferred outflows - OPEB - RHIA	(122)	(17)	-	(365)
Deferred inflows - OPEB - RHIA	(83)	(17)	-	(326)
Net pension liability	(4,131)	(881)	-	(16,387)
Deferred outflows - pension	161	126	-	1,775
Deferred inflows - pension	4,183	605	-	13,016
Total adjustments	(1,775)	301	1,416	176
Net cash provided by (used for) operating activities	<u>\$ 5,428</u>	<u>\$ 85</u>	<u>\$ 2,678</u>	<u>\$ 341</u>
Noncash financing activities:				
None	\$ -	\$ -	\$ -	\$ -

<u>Mail Distribution</u>	<u>Facilities Management</u>	<u>Total Internal Service Funds</u>
\$ (16)	\$ (1,157)	\$ 7,241
3	9,472	14,105
-	(1,635)	(1,711)
(153)	(42)	(219)
91	(25)	(1,961)
-	30	202
183	352	2,204
-	-	(2,646)
(2)	4	(83)
-	1,388	1,388
(9)	11	74
-	760	782
(4)	(232)	(676)
3	52	182
8	64	285
32	329	1,335
(15)	(176)	(695)
(14)	(142)	(582)
(711)	(7,143)	(29,253)
81	612	2,755
554	6,184	24,542
<u>47</u>	<u>9,863</u>	<u>10,028</u>
<u>\$ 31</u>	<u>\$ 8,706</u>	<u>\$ 17,269</u>

\$ - \$ - \$ -

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Risk Management Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Charges for services	\$ 136,522	\$ 141,674	\$ 124,814	\$ (16,860)
Insurance premiums	10,300	10,300	10,963	663
Licenses and permits	-	-	9	9
Interest	1,200	1,200	618	(582)
Miscellaneous	1,025	1,025	1,890	865
Total revenues	<u>149,047</u>	<u>154,199</u>	<u>138,294</u>	<u>(15,905)</u>
EXPENDITURES				
Current:				
County management	142,258	147,411	126,800	20,611
Nondepartmental	6,790	6,790	5,870	920
Contingency	13,519	6,456	-	6,456
Total expenditures	<u>162,567</u>	<u>160,657</u>	<u>132,670</u>	<u>27,987</u>
Revenues over (under) expenditures	<u>(13,520)</u>	<u>(6,458)</u>	<u>5,624</u>	<u>12,082</u>
OTHER FINANCING SOURCES (USES)				
Internal loan proceeds	3,020	3,020	-	(3,020)
Internal loan remittances	(1,000)	(8,062)	(7,062)	1,000
Total other financing sources (uses)	<u>2,020</u>	<u>(5,042)</u>	<u>(7,062)</u>	<u>(2,020)</u>
Net change in fund balances	(11,500)	(11,500)	(1,438)	10,062
Fund balances - beginning	<u>90,126</u>	<u>90,126</u>	<u>97,081</u>	<u>6,955</u>
Fund balances - ending	<u>\$ 78,626</u>	<u>\$ 78,626</u>	<u>95,643</u>	<u>\$ 17,017</u>
Reconciliation to full accrual basis:				
Internal loans receivable			7,062	
Compensated absences			(626)	
Claims and judgments payable			(9,352)	
OPEB - County Plan:				
Deferred outflows - County Plan			176	
Total OPEB liability - County Plan			(1,771)	
Deferred inflows - County Plan			(270)	
OPEB - RHIA:				
Net OPEB asset - RHIA			125	
Deferred outflows - RHIA			164	
Deferred inflows - RHIA			(102)	
Pension Plan:				
Deferred outflows - pension			3,367	
Net pension liability			(5,512)	
Deferred inflows - pension			(4,344)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			<u>\$ 84,560</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Fleet Management Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 6,477	\$ 6,477	\$ 5,703	\$ (774)
Interest	-	-	2	2
Miscellaneous	-	-	86	86
Total revenues	<u>6,477</u>	<u>6,477</u>	<u>5,791</u>	<u>(686)</u>
EXPENDITURES				
Current:				
County assets	6,687	6,687	5,972	715
Total expenditures	<u>6,687</u>	<u>6,687</u>	<u>5,972</u>	<u>715</u>
Revenues over (under) expenditures	<u>(210)</u>	<u>(210)</u>	<u>(181)</u>	<u>29</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from disposal of capital assets	-	-	99	99
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>99</u>	<u>99</u>
Net change in fund balances	(210)	(210)	(82)	128
Fund balances - beginning	210	210	923	713
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	841	<u>\$ 841</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			913	
Compensated absences			(56)	
OPEB - County Plan:				
Deferred outflows - County Plan			26	
Total OPEB liability - County Plan			(265)	
Deferred inflows - County Plan			(40)	
OPEB - RHIA:				
Net OPEB asset - RHIA			18	
Deferred outflows - RHIA			24	
Deferred inflows - RHIA			(15)	
Pension Plan:				
Deferred outflows - pension			491	
Net pension liability			(803)	
Deferred inflows - pension			<u>(633)</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			<u>\$ 501</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Fleet Asset Replacement Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 2,519	\$ 2,519	\$ 2,424	\$ (95)
Interest	-	-	51	51
Miscellaneous	-	-	3	3
Total revenues	<u>2,519</u>	<u>2,519</u>	<u>2,478</u>	<u>(41)</u>
EXPENDITURES				
Current:				
County assets	<u>9,767</u>	<u>9,767</u>	<u>1,880</u>	<u>7,887</u>
Total expenditures	<u>9,767</u>	<u>9,767</u>	<u>1,880</u>	<u>7,887</u>
Net change in fund balances	(7,248)	(7,248)	598	7,846
Fund balances - beginning	<u>7,248</u>	<u>7,248</u>	<u>7,483</u>	<u>235</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	8,081	<u>\$ 8,081</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			<u>4,923</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			<u>\$ 13,004</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Information Technology Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
REVENUES				
Charges for services	\$ 66,661	\$ 66,661	\$ 63,348	\$ (3,313)
Interest	-	-	52	52
Total revenues	<u>66,661</u>	<u>66,661</u>	<u>63,400</u>	<u>(3,261)</u>
EXPENDITURES				
Current:				
County assets	73,502	73,502	64,061	9,441
Total expenditures	<u>73,502</u>	<u>73,502</u>	<u>64,061</u>	<u>9,441</u>
Net change in fund balances	(6,841)	(6,841)	(661)	6,180
Fund balances - beginning	<u>6,841</u>	<u>6,841</u>	<u>7,783</u>	<u>942</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	7,122	<u>\$ 7,122</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			11,033	
Compensated absences			(1,950)	
OPEB - County Plan:				
Deferred outflows - County Plan			529	
Total OPEB liability - County Plan			(5,306)	
Deferred inflows - County Plan			(808)	
OPEB - RHIA:				
Net OPEB asset - RHIA			390	
Deferred outflows - RHIA			512	
Deferred inflows - RHIA			(318)	
Pension Plan:				
Deferred outflows - pension			10,524	
Net pension liability			(17,228)	
Deferred inflows - pension			<u>(13,577)</u>	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			<u>\$ (9,077)</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Mail Distribution Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 3,593	\$ 3,593	\$ 3,772	\$ 179
Interest	-	-	3	3
Total revenues	<u>3,593</u>	<u>3,593</u>	<u>3,775</u>	<u>182</u>
EXPENDITURES				
Current:				
County assets	4,026	4,026	3,860	166
Total expenditures	<u>4,026</u>	<u>4,026</u>	<u>3,860</u>	<u>166</u>
Net change in fund balances	(433)	(433)	(85)	348
Fund balances - beginning	433	433	698	265
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	613	<u>\$ 613</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			3	
Compensated absences			(54)	
OPEB - County Plan:				
Deferred outflows - County Plan			24	
Total OPEB liability - County Plan			(240)	
Deferred inflows - County Plan			(37)	
OPEB - RHIA:				
Net OPEB asset - RHIA			17	
Deferred outflows - RHIA			22	
Deferred inflows - RHIA			(14)	
Pension Plan:				
Deferred outflows - pension			448	
Net pension liability			(733)	
Deferred inflows - pension			(578)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			<u>\$ (529)</u>	

MULTNOMAH COUNTY, OREGON
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Facilities Management Fund
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Charges for services	\$ 65,104	\$ 68,436	\$ 61,559	\$ (6,877)
Intergovernmental charges for services	993	993	1,034	41
Interest	-	-	31	31
Miscellaneous	100	100	46	(54)
Total revenues	<u>66,197</u>	<u>69,529</u>	<u>62,670</u>	<u>(6,859)</u>
EXPENDITURES				
Current:				
County assets	67,452	70,784	62,682	8,102
Contingency	3,727	3,727	-	3,727
Total expenditures	<u>71,179</u>	<u>74,511</u>	<u>62,682</u>	<u>11,829</u>
Revenues over (under) expenditures	<u>(4,982)</u>	<u>(4,982)</u>	<u>(12)</u>	<u>4,970</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(330)	(330)	(330)	-
Total other financing sources (uses)	<u>(330)</u>	<u>(330)</u>	<u>(330)</u>	<u>-</u>
Net change in fund balances	(5,312)	(5,312)	(342)	4,970
Fund balances - beginning	<u>5,312</u>	<u>5,312</u>	<u>3,984</u>	<u>(1,328)</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>3,642</u>	<u>\$ 3,642</u>
Reconciliation to full accrual basis:				
Capital assets, net of accumulated depreciation and amortization			5,919	
Compensated absences			(725)	
OPEB - County Plan:				
Deferred outflows - County Plan			252	
Total OPEB liability - County Plan			(2,533)	
Deferred inflows - County Plan			(386)	
OPEB - RHIA:				
Net OPEB asset - RHIA			185	
Deferred outflows - RHIA			243	
Deferred inflows - RHIA			(151)	
Pension Plan:				
Deferred outflows - pension			4,992	
Net pension liability			(8,172)	
Deferred inflows - pension			(6,440)	
Leases:				
Receivable - leases			1,396	
Leased assets, net of accumulated amortization			48,640	
Accrued leases obligations - leases			(50,005)	
Deferred inflows - leases			(1,396)	
Net position as reported on the Statement of Revenues, Expenses and Changes in Net Position, Internal Service Funds			<u>\$ (4,539)</u>	

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COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES FIDUCIARY FUNDS

Custodial Funds

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

- **Client Custodian Funds** - accounts for receipts and disbursements for individuals who are not capable of handling their own financial affairs.
- **Property Tax Funds** - accounts for the collection and disbursement various property tax accounts for governmental entities located in Multnomah County.
- **Department of County Management Custodial Funds** - accounts for the collection and disbursement of various monies held by Multnomah County in a fiduciary capacity.
- **Multnomah County Sheriff Custodial Funds** - accounts for receipts and disbursements for individuals who are incarcerated.
- **Visitors' Facilities Trust Fund** - accounts for collection and disbursement of motor vehicle rental tax and transient lodging tax used for visitor facilities.
- **MCSO Criminal Forfeitures Fund** - accounts for cash transactions subject to forfeiture under 1989 Oregon Law, Chapter 791.

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MULTNOMAH COUNTY, OREGON
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2022
(amounts expressed in thousands)

	Client Custodian Funds	Property Tax Funds	Department of County Management Custodial Funds	Multnomah County Sheriff Custodial Funds	Visitors Facility Trust Fund
ASSETS					
Restricted assets:					
Cash and investments	\$ 1,001	\$ 32,326	\$ 1,991	\$ 1,672	\$ 15,845
Taxes receivable	-	39,176	-	-	3,847
Total assets	<u>1,001</u>	<u>71,502</u>	<u>1,991</u>	<u>1,672</u>	<u>19,692</u>
LIABILITIES					
Liabilities payable from restricted assets:					
Accounts payable	46	5,625	1,986	59	332
Due to other governmental units	-	39,920	5	-	-
Total liabilities	<u>46</u>	<u>45,545</u>	<u>1,991</u>	<u>59</u>	<u>332</u>
NET POSITION					
Restricted for:					
Individuals, organizations, and other governments	955	25,957	-	1,613	19,360
Total net position	<u>\$ 955</u>	<u>\$ 25,957</u>	<u>\$ -</u>	<u>\$ 1,613</u>	<u>\$ 19,360</u>

MCSO Criminal Forfeitures		
<u>Fund</u>		<u>Total</u>
\$ 433	\$	53,268
<u> -</u>		<u>43,023</u>
433		96,291
<u> -</u>		8,048
<u>231</u>		<u>40,156</u>
231		48,204
<u>202</u>		<u>48,087</u>
<u>\$ 202</u>	<u>\$</u>	<u>48,087</u>

MULTNOMAH COUNTY, OREGON
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended June 30, 2022
(amounts expressed in thousands)

	Client Custodian Funds	Property Tax Funds	Department of County Management Custodial Funds	Multnomah County Sheriff Custodial Funds	Visitors Facility Trust Fund
ADDITIONS					
Taxes collected	\$ -	\$ 3,824,388	\$ -	\$ -	\$ -
Taxes collected for other governments	-	15,127	964	-	17,672
Deposits held for others	-	-	-	8,485	-
Charges for services	-	159	-	2,925	-
Interest	8	547	-	-	134
Miscellaneous	3,646	-	-	-	-
Total additions	3,654	3,840,221	964	11,410	17,806
DEDUCTIONS					
Administrative Support	-	-	-	1	124
Payments of taxes to other governments	3,828	3,838,865	964	-	16,228
Payments paid to others	-	-	-	8,472	-
Distributions to others	-	-	-	1,350	-
Total deductions	3,828	3,838,865	964	9,823	16,352
Net increase (decrease) in fiduciary net position	(174)	1,356	-	1,587	1,454
Total net position - beginning	1,129	24,601	-	26	17,906
Total net position - ending	\$ 955	\$ 25,957	\$ -	\$ 1,613	\$ 19,360

MCSO Criminal Forfeitures	
Fund	Total
\$ 187	\$ 3,824,575
-	33,763
-	8,485
-	3,084
3	692
-	3,646
<u>190</u>	<u>3,874,245</u>
-	125
-	3,859,885
-	8,472
-	1,350
<u>-</u>	<u>3,869,832</u>
<u>190</u>	<u>4,413</u>
<u>12</u>	<u>43,674</u>
<u>\$ 202</u>	<u>\$ 48,087</u>

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OTHER FINANCIAL SCHEDULES

- Property Tax Collections and Summary of Taxes Receivable
- Full Faith and Credit Bonds Outstanding
- General Obligation Bonds Outstanding
- Loans Payable Outstanding

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MULTNOMAH COUNTY, OREGON
Schedule of Property Tax Collections and Summary of Taxes Receivable
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Tax Year	Taxes Receivable June 30, 2021	Current Levy	Add (Deduct) Corrections and Adjustments	Add Interest on Delinquent Taxes	Deduct Discounts Allowed	Deduct Collections Including Interest on Delinquent Taxes	Taxes Receivable June 30, 2022
2021-22	\$ -	\$ 2,218,662	\$ (6,015)	\$ 621	\$ (58,904)	\$ (2,128,877)	\$ 25,487
2020-21	27,440	-	(3,066)	966	33	(15,287)	10,086
2019-20	11,346	-	(506)	873	6	(5,720)	5,999
2018-19	6,297	-	(164)	1,001	3	(4,568)	2,569
2017-18	2,607	-	(31)	678	-	(2,596)	658
2016-17 and prior	4,054	-	(36)	303	-	(727)	3,594
Total	<u>\$ 51,744</u>	<u>\$ 2,218,662</u>	<u>\$ (9,818)</u>	<u>\$ 4,442</u>	<u>\$ (58,862)</u>	<u>\$ (2,157,775)</u>	<u>\$ 48,393</u>

SUMMARY OF TAXES RECEIVABLE AT JUNE 30, 2022

	Current Years' Levy	Prior Years' Levies	Total Property Taxes	Other Taxes*	Total
General Fund	\$ 4,119	\$ 3,955	\$ 8,074	\$ 24,752	\$ 32,826
Special revenue funds:					
Road Fund	-	-	-	2,249	2,249
Library Fund	-	83	83	-	83
Special Excise Tax Fund	-	-	-	2,762	2,762
Land Corner Preservation Fund	-	-	-	8	8
Oregon Historical Society Levy Fund	42	39	81	-	81
Library District Fund	1,150	932	2,082	-	2,082
Supportive Housing Fund	-	-	-	12,311	12,311
Preschool for All Program Fund	-	-	-	18,684	18,684
Total special revenue funds	<u>1,192</u>	<u>1,054</u>	<u>2,246</u>	<u>36,014</u>	<u>38,260</u>
General Obligation Bond Fund	607	-	607	-	607
Total governmental funds	<u>5,918</u>	<u>5,009</u>	<u>10,927</u>	<u>60,766</u>	<u>71,693</u>
Custodial funds	19,545	17,893	37,438	5,585	43,023
Subtotal taxes receivable	<u>25,463</u>	<u>22,902</u>	<u>48,365</u>	<u>66,351</u>	<u>114,716</u>
Special assessments collected through taxes:					
Dunthorpe-Riverdale Service District No. 1 Fund	12	8	20	-	20
Mid-Multnomah County Street Lighting Service District No. 14 Fund	6	2	8	-	8
Total special assessments	<u>18</u>	<u>10</u>	<u>28</u>	<u>-</u>	<u>28</u>
Total receivables	<u>\$ 25,481</u>	<u>\$ 22,912</u>	<u>\$ 48,393</u>	<u>\$ 66,351</u>	<u>\$ 114,744</u>

*Note: Other taxes include personal income, business income, transient lodging, motor vehicle, County gasoline, heavy equipment rental tax, and other tax-related transactions.

MULTNOMAH COUNTY, OREGON
Schedule of Full Faith and Credit Bonds Outstanding
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Fiscal Year of Maturity	Series 1999		Series 2010B		Series 2017	
	Date of Issue: 12/1/1999		Date of Issue 12/14/2010		Date of Issue 11/30/2017	
	6.49 to 7.74%		4.00 to 5.05%		3.00 to 5.00%	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 4,989	\$ 24,687	\$ 1,410	\$ 600	\$ 9,670	\$ 5,296
2024	4,881	26,444	1,440	537	10,145	4,813
2025	4,772	28,285	1,475	471	3,875	4,305
2026	4,670	30,215	1,510	401	4,065	4,112
2027	4,566	32,234	1,545	325	4,270	3,908
2028	4,463	34,347	1,585	247	4,480	3,695
2029	4,362	36,563	1,630	167	4,710	3,471
2030	4,265	38,888	1,675	84	4,940	3,235
2031	-	-	-	-	5,185	2,988
2032	-	-	-	-	5,450	2,729
2033	-	-	-	-	5,665	2,511
2034	-	-	-	-	5,835	2,341
2035	-	-	-	-	6,015	2,166
2036	-	-	-	-	6,190	1,986
2037	-	-	-	-	6,375	1,800
2038	-	-	-	-	3,305	1,545
2039	-	-	-	-	3,405	1,442
2040	-	-	-	-	3,545	1,306
2041	-	-	-	-	3,685	1,164
2042	-	-	-	-	3,830	1,016
2043	-	-	-	-	3,985	863
2044	-	-	-	-	4,145	704
2045	-	-	-	-	4,310	538
2046	-	-	-	-	4,480	366
2047	-	-	-	-	4,661	188
Total	<u>\$ 36,968</u>	<u>\$ 251,663</u>	<u>\$ 12,270</u>	<u>\$ 2,832</u>	<u>\$ 126,221</u>	<u>\$ 58,488</u>

Series 2019		Series 2021		Total	
Date of Issue: 9/12/2019		Date of Issue 1/7/2021			
1.74%		1.00% to 2.00%			
Principal	Interest	Principal	Interest	Principal	Interest
\$ 1,606	\$ 206	\$ 7,495	\$ 1,089	\$ 25,170	\$ 31,878
1,634	178	7,590	995	25,690	32,967
1,662	150	7,665	919	19,449	34,130
1,691	121	7,740	843	19,676	35,692
1,720	91	7,820	765	19,921	37,323
1,750	61	7,900	687	20,178	39,037
1,780	31	7,980	604	20,462	40,836
-	-	8,085	500	18,965	42,707
-	-	8,200	383	13,385	3,371
-	-	8,320	260	13,770	2,989
-	-	8,450	135	14,115	2,646
-	-	-	-	5,835	2,341
-	-	-	-	6,015	2,166
-	-	-	-	6,190	1,986
-	-	-	-	6,375	1,800
-	-	-	-	3,305	1,545
-	-	-	-	3,405	1,442
-	-	-	-	3,545	1,306
-	-	-	-	3,685	1,164
-	-	-	-	3,830	1,016
-	-	-	-	3,985	863
-	-	-	-	4,145	704
-	-	-	-	4,310	538
-	-	-	-	4,480	366
-	-	-	-	4,661	188
<u>\$ 11,843</u>	<u>\$ 838</u>	<u>\$ 87,245</u>	<u>\$ 7,180</u>	<u>\$ 274,547</u>	<u>\$ 321,001</u>

MULTNOMAH COUNTY, OREGON
Schedule of General Obligation Bonds Outstanding
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Fiscal Year of Maturity	Series 2021 A Dated 1/12/21 5.00%		Series 2021 B Dated 1/12/21 0.25 to 0.90%		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ -	\$ 7,734	\$ 43,165	\$ 1,075	\$ 43,165	\$ 8,809
2024	-	7,734	45,150	924	45,150	8,658
2025	-	7,734	46,970	721	46,970	8,455
2026	-	7,734	48,870	486	48,870	8,220
2027	40,405	7,734	10,570	95	50,975	7,829
2028	54,855	5,714	-	-	54,855	5,714
2029	59,420	2,971	-	-	59,420	2,971
Total	\$ 154,680	\$ 47,355	\$ 194,725	\$ 3,301	\$ 349,405	\$ 50,656

MULTNOMAH COUNTY, OREGON
Schedule of Loans Payable Outstanding
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)

Fiscal Year of Maturity	OTIB*	
	Dated 9/4/2008	
	3.98%	
	Principal	Interest
2023	\$ 250	\$ 42
2024	260	32
2025	270	22
2026	280	11
Total	\$ 1,060	\$ 107

*Amendment to loan agreement with Oregon Transportation Infrastructure Bank (OTIB) made September 1, 2016

Additional obligation: the County received loan draws through the Oregon Infrastructure Finance Authority for the Levee Ready Columbia Project. However, only the Oregon Infrastructure Finance Authority (IFA) SIDIC Loan (C-1) is in repayment status as of June 30, 2022. See Note III.G. *Long-term debt - Loans payable* for more detail.

Fiscal Year of Maturity	IFA - SIDIC Loan (C-1)	
	Dated 12/01/2021	
	0.00%	
	Principal	Interest
2023	\$ 16	\$ -
2024	16	-
2025	16	-
2026	17	-
2027	17	-
2028	17	-
Total	\$ 99	\$ -

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STATISTICAL INFORMATION SECTION (UNAUDITED)

This part of Multnomah County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health. This section contains the following tables and information:

- **Financial Trends** - These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.
- **Revenue Capacity** - These schedules contain information to help the reader assess the County's most significant local revenue sources: personal income tax, property tax, and business income tax.
- **Debt Capacity** - These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.
- **Demographic and Economic Information** - These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.
- **Operating Information** - These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial report for the relevant year.

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MULTNOMAH COUNTY, OREGON
Net Position by Component
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(accrual basis of accounting)
(unaudited)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Governmental Activities:				
Net investment in capital assets	\$ 1,147,120	\$ 1,075,084	\$ 1,086,931	\$ 971,759
Restricted	348,746	538,098	78,256	114,253
Unrestricted	<u>(175,195)</u>	<u>(713,641)</u>	<u>(221,030)</u>	<u>(157,498)</u>
Total governmental activities net position	<u>\$ 1,320,671</u>	<u>\$ 899,541</u>	<u>\$ 944,157</u>	<u>\$ 928,514</u>
Business-Type Activities:				
Net investment in capital assets	\$ 7,689	\$ 6,079	\$ 5,770	\$ 6,001
Unrestricted	<u>(7,082)</u>	<u>6,572</u>	<u>1,279</u>	<u>1,454</u>
Total business-type activities net position	<u>\$ 607</u>	<u>\$ 12,651</u>	<u>\$ 7,049</u>	<u>\$ 7,455</u>
Primary Government:				
Net investment in capital assets	\$ 1,154,809	\$ 1,081,163	\$ 1,092,701	\$ 977,760
Restricted	348,746	538,098	78,256	114,253
Unrestricted	<u>(182,277)</u>	<u>(707,069)</u>	<u>(219,751)</u>	<u>(156,044)</u>
Total primary government net position	<u>\$ 1,321,278</u>	<u>\$ 912,192</u>	<u>\$ 951,206</u>	<u>\$ 935,969</u>

Source: Current and prior years' financial statements

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>Restated 2014</u>	<u>2013</u>
\$ 818,361	\$ 959,484	\$ 850,159	\$ 768,977	\$ 705,519	\$ 670,483
186,049	88,143	81,351	29,565	29,565	29,565
<u>(179,240)</u>	<u>(183,146)</u>	<u>(130,430)</u>	<u>74,009</u>	<u>74,009</u>	<u>74,009</u>
<u>\$ 825,170</u>	<u>\$ 864,481</u>	<u>\$ 801,080</u>	<u>\$ 872,551</u>	<u>\$ 809,093</u>	<u>\$ 774,057</u>
\$ 5,688	\$ 5,589	\$ 5,315	\$ 3,775	\$ 3,672	\$ 3,752
4,296	3,027	1,529	19,550	18,241	13,402
<u>\$ 9,984</u>	<u>\$ 8,616</u>	<u>\$ 6,844</u>	<u>\$ 23,325</u>	<u>\$ 21,913</u>	<u>\$ 17,154</u>
\$ 824,049	\$ 965,073	\$ 855,474	\$ 772,752	\$ 709,191	\$ 674,235
186,049	88,143	81,351	29,565	29,565	29,565
<u>(174,944)</u>	<u>(180,119)</u>	<u>(128,901)</u>	<u>93,559</u>	<u>92,250</u>	<u>87,411</u>
<u>\$ 835,154</u>	<u>\$ 873,097</u>	<u>\$ 807,924</u>	<u>\$ 895,876</u>	<u>\$ 831,006</u>	<u>\$ 791,211</u>

MULTNOMAH COUNTY, OREGON
Changes in Net Position
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(accrual basis of accounting)
(unaudited)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Program Revenues				
Governmental activities:				
Fees, fines and charges for services:				
General government	\$ 112,507	\$ 108,075	\$ 90,752	\$ 94,345
Health services	13,699	113,412	107,636	110,503
Social services	9,329	7,585	7,321	941
Public safety and justice	23,995	26,108	34,103	26,220
Community services	18,700	16,617	14,503	14,593
Library	3,267	3,103	3,203	2,530
Roads, bridges, and bike path improvements	35,979	23,496	15,654	13,684
Operating grants and contributions	876,126	755,911	434,998	587,246
Capital grants and contributions	9,374	8,283	27,782	15,474
Total governmental activities program revenues	<u>1,102,976</u>	<u>1,062,590</u>	<u>735,952</u>	<u>865,536</u>
Business-type activities:				
Charges for services:				
Health Department FQHC	162,285	-	-	-
Dunthorpe-Riverdale Service Dist. No. 1	40	28	50	889
Mid County Service Dist. No. 14	15	14	24	481
Behavioral Health Managed Care	385	7,179	26,633	37,268
Capital grants and contributions	1,983	293	-	-
Total business-type activities program revenues	<u>164,708</u>	<u>7,514</u>	<u>26,707</u>	<u>38,638</u>
Total primary government program revenues	<u>1,267,684</u>	<u>1,070,104</u>	<u>762,659</u>	<u>904,174</u>
Expenses				
Governmental activities:				
General government	309,526	262,987	358,021	269,029
Health services	136,886	308,078	268,679	278,820
Social services	643,192	634,338	215,204	193,215
Public safety and justice	231,590	171,090	186,941	254,494
Community services	75,348	79,932	57,867	244,965
Library	76,440	124,511	119,455	70,323
Roads, bridges, and bike path improvements	72,434	111,752	92,592	68,287
Interest on long-term debt	32,460	30,297	30,499	10,190
Total governmental activities expenses	<u>1,577,876</u>	<u>1,722,985</u>	<u>1,329,258</u>	<u>1,389,323</u>
Business-type activities:				
Health Department FQHC	184,359	-	-	-
Dunthorpe-Riverdale Service Dist. No. 1	1,118	763	706	798
Mid-Multnomah County Street Lighting Service Dist. No. 14	424	398	476	384
Behavioral Health Managed Care	1,915	2,358	27,399	40,260
Total business-type activities expenses	<u>187,816</u>	<u>3,519</u>	<u>28,581</u>	<u>41,442</u>
Total primary government expenses	<u>1,765,692</u>	<u>1,726,504</u>	<u>1,357,839</u>	<u>1,430,765</u>

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$	73,551	\$ 74,584	\$ 62,857	\$ 83,516	\$ 71,664	\$ 26,466
	95,628	102,403	100,720	89,951	72,286	68,943
	619	262	624	3,604	2,038	1,064
	28,786	20,014	30,080	19,472	15,473	17,167
	11,283	9,590	7,406	5,120	3,779	3,514
	2,130	1,842	2,189	3,126	1,652	1,639
	13,104	12,893	13,314	13,401	13,011	12,853
	466,906	445,317	383,728	350,767	340,367	318,956
	23,937	43,958	10,364	20,455	60,776	68
	<u>715,944</u>	<u>710,863</u>	<u>611,282</u>	<u>589,412</u>	<u>581,046</u>	<u>450,670</u>
	-	-	-	-	-	-
	722	730	896	893	877	852
	449	456	453	454	452	377
	37,169	34,767	61,700	71,149	53,112	42,857
	-	267	-	-	-	10
	<u>38,340</u>	<u>1,236,358</u>	<u>1,068,423</u>	<u>72,496</u>	<u>54,441</u>	<u>44,096</u>
	<u>754,284</u>	<u>1,947,221</u>	<u>1,679,705</u>	<u>661,908</u>	<u>635,487</u>	<u>494,766</u>
	420,189	306,755	271,016	101,137	97,325	72,049
	242,155	222,213	242,366	147,909	152,854	148,528
	217,044	219,884	227,737	244,858	245,233	233,990
	221,307	215,267	255,904	200,669	228,463	221,744
	94,327	91,297	54,495	53,731	39,182	36,895
	64,736	56,932	63,640	60,150	64,708	58,488
	111,526	64,730	64,539	50,327	66,622	55,383
	10,494	8,572	18,362	19,785	20,822	18,932
	<u>1,381,778</u>	<u>1,185,650</u>	<u>1,198,059</u>	<u>878,566</u>	<u>915,209</u>	<u>846,009</u>
	-	-	-	-	-	-
	687	649	607	622	573	554
	416	321	329	404	420	389
	34,207	34,260	79,420	69,242	53,156	38,586
	<u>35,310</u>	<u>35,230</u>	<u>80,356</u>	<u>70,268</u>	<u>54,149</u>	<u>39,529</u>
	<u>1,417,088</u>	<u>1,220,880</u>	<u>1,278,415</u>	<u>948,834</u>	<u>969,358</u>	<u>885,538</u>

(Continued)

MULTNOMAH COUNTY, OREGON
Changes in Net Position
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(accrual basis of accounting)
(unaudited)

(continued)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Net Revenue (Expense)				
Governmental activities	\$ (474,900)	\$ (660,395)	\$ (593,306)	\$ (523,787)
Business-type activities	<u>(23,108)</u>	<u>3,995</u>	<u>(1,874)</u>	<u>(2,804)</u>
Total primary government net expense	<u>(498,008)</u>	<u>(656,400)</u>	<u>(595,180)</u>	<u>(526,591)</u>
 General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes:				
Property and other local taxes levied for:				
General purposes	500,330	421,799	406,450	390,396
Debt service	-	-	-	-
Personal income taxes	187,113	-	3	5
Business income taxes	169,300	136,242	104,300	99,500
Selective excise and use taxes	70,161	39,197	66,258	84,485
Payments in lieu of taxes	603	349	384	519
State government shared revenues	13,476	14,374	12,399	12,668
Grants and contributions not restricted to specific programs	5	2	8	9
Interest and investment earnings	(35,753)	3,880	12,742	14,954
Gain/(loss) on investments	-	-	151	-
Miscellaneous	-	-	6,250	-
Gain (loss) on sale of capital assets	-	(64)	4	24,595
Transfers	(9,205)	-	-	-
Total governmental activities	<u>896,030</u>	<u>615,779</u>	<u>608,949</u>	<u>627,131</u>
Business-type activities:				
Property taxes, levied for general purposes	1,859	1,607	1,468	-
Interest and investment earnings	-	-	-	275
Miscellaneous	-	-	-	-
Transfers	9,205	-	-	-
Total business-type activities	<u>11,064</u>	<u>1,607</u>	<u>1,468</u>	<u>275</u>
Total primary government	<u>907,094</u>	<u>617,386</u>	<u>610,417</u>	<u>627,406</u>
 Change in Net Position				
Governmental activities	421,130	(44,616)	15,643	103,344
Business-type activities	<u>(12,044)</u>	<u>5,602</u>	<u>(406)</u>	<u>(2,529)</u>
Total primary government change in net position	<u>\$ 409,086</u>	<u>\$ (39,014)</u>	<u>\$ 15,237</u>	<u>\$ 100,815</u>

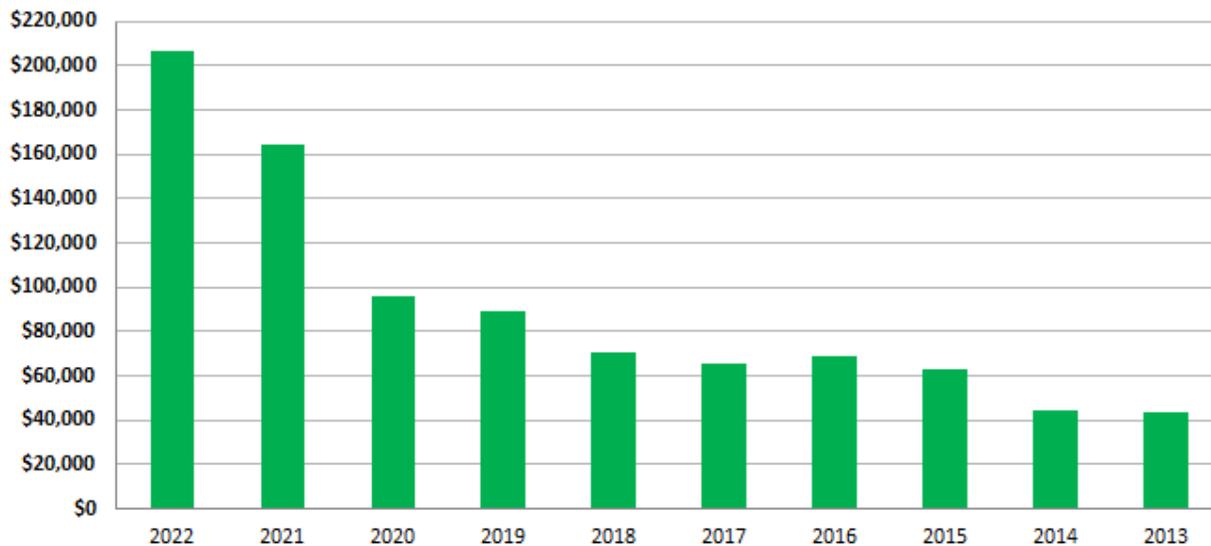
Source: Current and prior years' financial statements

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ (665,834)	\$ (474,787)	\$ (586,777)	\$ (289,154)	\$ (334,163)	\$ (395,339)
3,030	990	(17,307)	2,228	292	4,567
<u>(662,804)</u>	<u>(473,797)</u>	<u>(604,084)</u>	<u>(286,926)</u>	<u>(333,871)</u>	<u>(390,772)</u>
383,074	360,178	342,128	323,898	303,871	271,664
-	108	6,075	6,116	6,999	8,067
11	9	15	32	16	77
93,400	84,450	80,710	73,825	61,800	58,750
76,825	76,163	74,594	67,192	58,456	52,934
786	568	486	659	821	1,019
13,192	10,475	9,998	9,534	9,198	9,090
2,958	24	13	-	24	15
6,235	2,045	3,016	2,363	2,119	1,638
-	-	-	-	-	-
-	1,559	2,304	2,713	2,302	2,613
29,811	2,609	(2,005)	189	279	119
-	-	-	-	-	-
<u>606,292</u>	<u>538,188</u>	<u>517,334</u>	<u>486,521</u>	<u>445,885</u>	<u>405,986</u>
-	-	-	-	-	-
124	48	100	119	102	95
42	734	726	100	10	97
-	-	-	-	-	-
<u>166</u>	<u>782</u>	<u>826</u>	<u>219</u>	<u>112</u>	<u>192</u>
<u>606,458</u>	<u>538,970</u>	<u>518,160</u>	<u>486,740</u>	<u>445,997</u>	<u>406,178</u>
(59,542)	63,401	(69,443)	197,367	111,722	10,647
3,196	1,772	(16,481)	2,447	404	4,759
<u>\$ (56,346)</u>	<u>\$ 65,173</u>	<u>\$ (85,924)</u>	<u>\$ 199,814</u>	<u>\$ 112,126</u>	<u>\$ 15,406</u>

MULTNOMAH COUNTY, OREGON
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
General Fund:				
Nonspendable	\$ 1,740	\$ 1,169	\$ 883	\$ 979
Restricted	899	844	553	7,967
Committed	3,404	12,131	14,490	3,412
Unassigned	206,783	164,007	96,249	89,282
Total General Fund	<u>212,826</u>	<u>178,151</u>	<u>112,175</u>	<u>101,640</u>
All other governmental funds:				
Nonspendable	2,796	1,164	1,084	718
Restricted	757,316	537,404	77,704	106,286
Committed	90,651	76,124	73,185	90,829
Assigned	13,420	11,389	9,356	12,419
Unassigned	(1,583)	-	-	-
Total all other governmental funds	<u>862,600</u>	<u>626,081</u>	<u>161,329</u>	<u>210,252</u>
Total governmental funds	<u>\$ 1,075,426</u>	<u>\$ 804,232</u>	<u>\$ 273,504</u>	<u>\$ 311,892</u>

Unassigned or Unreserved General Fund Balance

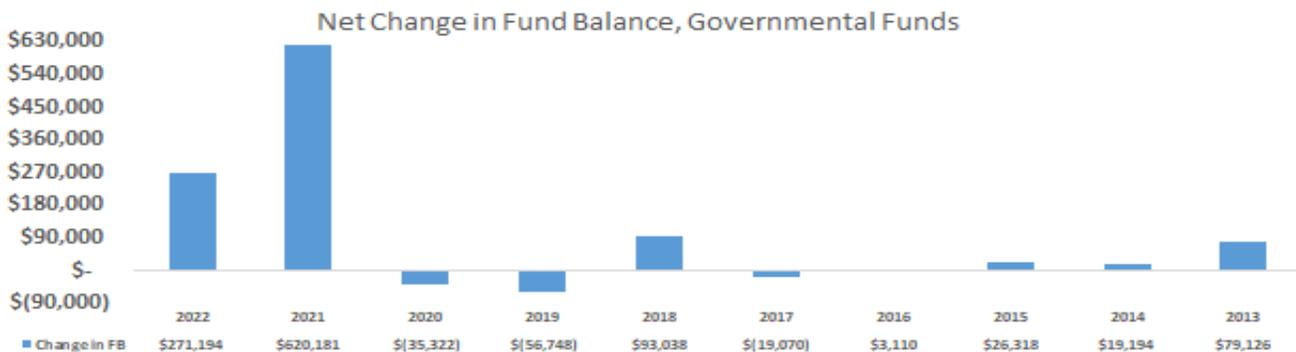


Source: Current and prior years' financial statements

2018	2017	2016	2015	2014	2013
\$ 595	\$ 682	\$ 619	\$ 781	\$ 622	\$ 576
5,389	5,152	3,427	176	254	429
-	3,802	-	-	-	-
70,569	65,647	69,302	63,388	44,477	43,503
<u>76,553</u>	<u>75,283</u>	<u>73,348</u>	<u>64,345</u>	<u>45,353</u>	<u>44,508</u>
1,000	855	1,378	1,358	1,115	1,269
180,660	82,991	84,111	106,261	104,838	105,341
93,872	101,025	117,925	104,004	99,651	86,123
16,557	15,475	18,335	15,594	14,494	9,255
(2)	(27)	(425)	-	(207)	(446)
<u>292,087</u>	<u>200,319</u>	<u>221,324</u>	<u>227,217</u>	<u>219,891</u>	<u>201,542</u>
<u>\$ 368,640</u>	<u>\$ 275,602</u>	<u>\$ 294,672</u>	<u>\$ 291,562</u>	<u>\$ 265,244</u>	<u>\$ 246,050</u>

MULTNOMAH COUNTY, OREGON
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Revenues				
Taxes	\$ 927,993	\$ 602,160	\$ 577,047	\$ 574,385
Payments in lieu of taxes	603	349	384	519
Intergovernmental	889,554	758,667	423,403	589,112
Licenses and permits	53,102	40,317	29,730	30,309
Charges for services	30,636	142,611	139,738	132,878
Interest	5,679	4,976	9,130	10,226
Miscellaneous	94,856	138,392	139,745	132,445
Total revenues	<u>2,002,423</u>	<u>1,687,472</u>	<u>1,319,177</u>	<u>1,469,874</u>
Expenditures				
Current:				
General government	124,789	109,840	148,955	128,807
Health services	182,953	304,299	293,347	284,840
Social services	693,605	611,721	243,530	221,836
Public safety and justice	300,378	299,249	308,522	289,023
Community services	67,557	34,152	56,816	237,941
Library	93,959	82,499	86,212	81,635
Roads, bridges, and bike path improvements	81,881	72,247	69,688	63,277
Capital outlay	68,709	29,412	107,972	199,990
Debt service:				
Principal	70,306	23,600	25,033	39,964
Interest	43,508	31,301	31,808	14,230
Total expenditures	<u>1,727,645</u>	<u>1,598,320</u>	<u>1,371,883</u>	<u>1,561,543</u>
Revenues over (under) expenditures	<u>274,778</u>	<u>89,152</u>	<u>(52,706)</u>	<u>(91,669)</u>
Other Financing Sources (Uses)				
Proceeds from issuance of debt	5,300	389,751	16,129	107
Premium on long-term debt	-	51,291	-	-
Loan remittances	(16)	-	-	-
Proceeds from sale of capital assets	6	10	24	39,700
Debt Restructuring	-	89,580	-	-
Transfers in	104,480	104,405	114,282	123,285
Transfers out	(113,354)	(104,008)	(113,050)	(128,171)
Total other financing sources (uses)	<u>(3,584)</u>	<u>531,029</u>	<u>17,385</u>	<u>34,921</u>
Net change in fund balances	<u>\$ 271,194</u>	<u>\$ 620,181</u>	<u>\$ (35,321)</u>	<u>\$ (56,748)</u>
Debt service as a percentage of noncapital expenditures	<u>6.9%</u>	<u>3.5%</u>	<u>4.5%</u>	<u>4.0%</u>



Source: Current and prior years' financial statements

	2018	2017	2016	2015	2014	2013
\$	553,499	\$ 519,718	\$ 503,745	\$ 470,486	\$ 429,539	\$ 391,722
	601	568	517	659	858	1,019
	468,765	456,252	376,935	369,654	401,312	318,878
	31,894	31,999	30,059	29,113	27,244	27,685
	112,662	125,090	129,206	86,212	85,153	87,307
	5,988	3,172	1,898	2,024	1,796	1,315
	100,482	101,207	99,840	64,816	64,816	64,816
	<u>1,273,891</u>	<u>1,238,006</u>	<u>1,142,200</u>	<u>1,022,964</u>	<u>1,010,718</u>	<u>892,742</u>
	142,156	128,043	77,333	79,363	73,641	69,384
	267,459	273,545	257,759	171,896	159,095	155,451
	262,382	246,614	237,085	259,391	247,007	236,253
	276,142	261,961	261,326	240,126	231,694	225,707
	92,331	90,065	52,927	42,226	38,833	34,517
	70,208	67,682	65,206	62,673	58,193	52,438
	68,595	59,320	55,292	53,269	55,419	44,704
	142,965	94,026	86,450	74,973	100,355	79,769
	32,880	35,368	22,437	22,731	48,931	60,212
	12,426	11,130	20,785	22,407	23,253	19,702
	<u>1,367,544</u>	<u>1,267,754</u>	<u>1,136,600</u>	<u>1,029,055</u>	<u>1,036,421</u>	<u>978,137</u>
	<u>(93,653)</u>	<u>(29,748)</u>	<u>5,600</u>	<u>(6,091)</u>	<u>(25,703)</u>	<u>(85,395)</u>
	181,208	1,432	1,000	-	22,530	153,262
	-	-	-	-	2,562	21,113
	-	-	-	-	-	-
	5,018	3,837	9	276	15	20
	126,573	107,493	106,193	103,198	75,187	21,870
	<u>(126,108)</u>	<u>(102,084)</u>	<u>(109,692)</u>	<u>(104,280)</u>	<u>(77,287)</u>	<u>(31,744)</u>
	<u>186,691</u>	<u>10,678</u>	<u>(2,490)</u>	<u>(806)</u>	<u>23,007</u>	<u>164,521</u>
\$	<u>93,038</u>	<u>(19,070)</u>	<u>3,110</u>	<u>(6,897)</u>	<u>(2,696)</u>	<u>79,126</u>
	<u>3.7%</u>	<u>4.0%</u>	<u>4.1%</u>	<u>4.7%</u>	<u>7.7%</u>	<u>8.9%</u>

MULTNOMAH COUNTY, OREGON
Program Revenues by Function/Program
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(accrual basis of accounting)
(unaudited)

Function/Program	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Governmental activities:				
General government	\$ 116,241	\$ 112,957	\$ 113,539	\$ 102,776
Health services	96,040	221,327	233,547	203,720
Social services	685,059	541,653	176,498	147,255
Public safety and justice	70,716	76,698	119,135	139,242
Community services	22,208	20,910	17,995	195,611
Library	6,482	5,034	25,493	4,507
Roads and bridges	106,230	84,011	76,301	72,425
Total governmental activities	<u>1,102,976</u>	<u>1,062,590</u>	<u>762,508</u>	<u>865,536</u>
Business-type activities:				
Health Department FQHC	164,268	-	-	-
Dunthorpe-Riverdale Service District No. 1	40	32	51	889
Mid-Multnomah County Street Lighting				
Service District No. 14	15	303	23	481
Behavioral Health Managed Care	385	7,179	193	37,268
Total business-type activities	<u>164,708</u>	<u>7,514</u>	<u>267</u>	<u>38,638</u>
Total primary government	<u>\$ 1,267,684</u>	<u>\$ 1,070,104</u>	<u>\$ 762,775</u>	<u>\$ 904,174</u>

Source: Current and prior years' financial statements

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 74,698	\$ 79,161	\$ 78,014	\$ 87,840	\$ 31,273	\$ 31,273
178,702	210,508	181,336	126,335	100,994	100,994
248,955	201,187	184,797	205,639	194,176	194,176
100,627	78,917	88,203	63,252	57,886	57,886
13,358	42,309	9,393	6,684	5,104	5,104
3,915	5,273	5,474	7,035	5,724	5,724
95,689	93,508	64,065	92,627	55,513	55,513
<u>715,944</u>	<u>710,863</u>	<u>611,282</u>	<u>589,412</u>	<u>450,670</u>	<u>450,670</u>
-	-	-	-	-	-
722	730	896	893	877	852
449	723	453	454	452	387
37,169	34,767	61,700	71,149	53,112	42,857
<u>38,340</u>	<u>36,220</u>	<u>63,049</u>	<u>72,496</u>	<u>54,441</u>	<u>44,096</u>
<u>\$ 754,284</u>	<u>\$ 747,083</u>	<u>\$ 674,331</u>	<u>\$ 661,908</u>	<u>\$ 505,111</u>	<u>\$ 494,766</u>

MULTNOMAH COUNTY, OREGON
Tax Revenues by Source, Governmental Funds
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)

Year	Property Taxes	Business Income Taxes	Transient Lodging Taxes	Motor Vehicle Rental Taxes	County Gasoline Taxes	Personal Income Taxes	Heavy Equipment Rental	Other Taxes	Total
2013	279,697	58,750	21,464	24,764	6,707	76	-	\$ 1,034	\$ 392,492
2014	309,024	61,800	24,268	27,435	6,753	34	-	1,283	430,597
2015	329,437	73,825	29,692	30,450	6,822	63	-	1,083	471,372
2016	348,238	80,710	34,341	33,039	7,215	15	-	886	504,444
2017	359,043	84,450	35,237	33,839	7,086	9	-	711	520,375
2018	383,075	93,400	34,806	35,018	6,970	11	-	622	553,902
2019	390,396	99,500	59,296	42,192	6,920	5	-	786	599,095
2020	406,450	104,300	31,860	28,206	6,192	3	-	519	577,530
2021	425,856	136,242	12,876	20,324	6,025	-	835	384	602,542
2022	500,975	169,300	25,580	38,173	6,408	187,112 (1)	369	603	928,519

(1) Preschool for all personal income tax began collections in fiscal year 2022

MULTNOMAH COUNTY, OREGON
Assessed Valuation and Actual Values of Taxable Property
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)

<u>Year</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Public Utility Property</u>	<u>Personal Property</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate (1)</u>	<u>Estimated Real Market Value</u>
2013	35,929,873	18,050,498	2,599,627	2,097,912	58,677,910	4.89	93,735,420
2014	37,261,960	18,518,408	2,718,960	2,123,276	60,622,604	5.27	98,078,710
2015	38,871,143	19,435,231	3,004,706	2,208,621	63,519,701	5.34	108,173,728
2016	40,298,453	20,452,051	3,095,038	2,296,521	66,142,063	5.43	119,581,740
2017	41,591,891	21,404,366	3,437,762	2,397,666	68,831,685	5.38	139,355,901
2018	42,999,453	22,889,841	3,725,018	2,498,622	72,112,934	5.38	158,551,847
2019	44,465,359	23,334,977	4,028,504	2,552,244	74,381,084	5.40	172,752,206
2020	46,166,387	24,692,491	3,974,266	2,775,834	77,608,978	5.42	176,570,949
2021	47,837,367	26,186,458	4,411,988	2,706,736	81,142,549	5.42	184,073,899
2022	50,507,284	27,642,418	4,334,378	2,805,107	85,289,187	6.04	194,225,707

(1) See Property Tax Rates - Direct and Overlapping Governments, Total Direct Rates

MULTNOMAH COUNTY, OREGON
Property Tax Levies and Collections
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(modified accrual basis of accounting)
(unaudited)

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Fiscal Year (Original Levy)</u>		<u>Total Adjusted Levy</u>	<u>Collected within the Fiscal Year of the Levy</u>		<u>Collections Subsequent Years</u>	<u>Total Collections to Date</u>	
	<u>Adjustments</u>	<u>Amount</u>		<u>Percentage of Levy</u>	<u>Amount</u>		<u>Percentage of Levy</u>	
2013	\$ 287,384	\$ (8,212)	\$ 279,172	\$ 271,302	94.40 %	\$ 7,305	\$ 278,607	96.95 %
2014	253,024	(7,092)	245,932	239,352	94.60	5,943	245,295	96.95
2015	269,118	(7,620)	261,498	255,164	94.81	5,702	260,866	96.93
2016	284,628	(8,129)	276,499	270,282	94.96	4,669	274,951	96.60
2017	292,298	(8,575)	283,723	278,093	95.14	3,735	281,828	96.42
2018	305,936	(13,615)	292,321	291,133	95.16	2,105	293,238	95.85
2019	315,817	(10,376)	305,441	302,313	95.72	2,578	304,891	96.54
2020	329,763	(11,013)	318,750	319,223	96.80	2,685	321,908	97.62
2021	344,366	(10,215)	334,151	329,937	95.81	2,412	332,349	96.51
2022	361,929	(10,600)	351,329	344,366	95.15	-	344,366	95.15

Source: Current and prior years' financial statements, Multnomah County Division of Assessment and Taxation

MULTNOMAH COUNTY, OREGON
Property Tax Rates - Direct and Overlapping Governments (1)
Last Ten Fiscal Years
(Per \$1,000 of Assessed Valuation)
(unaudited)

Year	Multnomah County Direct Rates				Overlapping Rates						
	General	Special Revenue	Debt Service	Total	Cities	Special Purpose Districts	Education Districts	Water Districts	Rural Fire Districts	Urban Renewal Districts	Total
2013	4.16	0.59	0.14	4.89	6.39	0.64	7.41	0.01	0.08	1.97	21.39
2014	4.03	1.12	0.12	5.27	6.30	0.67	8.24	0.01	0.08	2.05	22.62
2015	4.10	1.14	0.10	5.34	6.41	0.67	8.29	0.01	0.08	2.02	22.82
2016	4.17	1.17	0.09	5.43	6.46	0.61	8.41	0.01	0.08	1.99	22.99
2017	4.20	1.18	-	5.38	6.52	0.63	8.53	0.01	0.08	2.12	23.27
2018	4.20	1.18	-	5.38	6.66	0.65	9.59	0.01	0.08	2.31	24.68
2019	4.20	1.20	-	5.40	6.73	0.72	9.72	0.01	0.08	2.41	25.07
2020	4.21	1.21	-	5.42	6.65	0.92	9.62	0.01	0.07	2.40	25.09
2021	4.20	1.22	-	5.42	6.85	0.84	9.64	0.01	0.07	2.40	25.23
2022	4.20	1.84	-	6.04	7.58	0.84	9.62	0.01	0.07	1.86	26.02

(1) These are average rates and are stated in dollars and cents.

MULTNOMAH COUNTY, OREGON
Principal Taxpayers
Current Calendar Year and Nine Years Ago
(dollar amounts expressed in thousands)
(unaudited)

Taxpayer	December 31, 2021			Percentage of Total Assessed Valuation
	Tax	Real Property Assessed Valuation (1)	Rank	
Portland General Electric Co.	\$ 13,126	\$ 764,205	1	0.90 %
Port of Portland	15,479	703,491	2	0.82
Pacificorp (PP&L)	10,194	587,768	3	0.69
Boeing Co	6,465	402,611	4	0.47
Alaska Airlines Inc.	6,209	388,290	5	0.46
Lumen Technologies INC	5,753	333,177	6	0.39
Weston Investment Co LLC	7,130	298,088	7	0.35
Verizon Communications INC	4,279	248,531	8	0.29
Comcast Corporation	4,258	243,792	9	0.29
Fred Meyers Stores Inc.	4,420	205,005	10	0.24
Totals	<u>\$ 77,313</u>	<u>\$ 4,174,958</u>		<u>4.90 %</u>

Total Assessed Valuation \$ 85,289,187

Taxpayer	December 31, 2012			Percentage of Total Assessed Valuation
	Tax	Real Property Assessed Valuation (1)	Rank	
Port of Portland	\$ 11,259	\$ 538,039	1	0.92 %
Portland General Electric	6,971	434,898	2	0.74
Comcast Corporation	7,436	375,817	3	0.64
Pacificorp (PP&L)	5,333	332,377	4	0.57
Weston Investment Co LLC	5,257	251,667	5	0.43
Evraz Inc NA	3,501	217,362	6	0.37
LC Portland LLC	4,016	178,598	7	0.30
Boeing Co	2,949	178,209	8	0.30
Alaska Airlines Inc.	2,922	173,934	9	0.30
Fred Meyers Stores Inc.	2,449	167,173	10	0.28
Totals	<u>\$ 52,093</u>	<u>\$ 2,848,074</u>		<u>4.85 %</u>

Total Assessed Valuation \$ 58,677,910

(1) Assessed valuation based on the valuation of property for tax collection years 2021-22 and 2012-13 respectively.

MULTNOMAH COUNTY, OREGON
Computation of Direct and Overlapping Debt
For the Year Ended June 30, 2022
(dollar amounts expressed in thousands)
(unaudited)

<u>Overlapping District (1)</u>	Gross (2) Property-tax Backed Debt	Net (3) Property-tax Backed Debt	Percent (4) Overlapping	Total Overlapping Debt
Burlington Water District	\$ 1,089	\$ 1,089	100.00 %	\$ 1,089
City of Fairview	12,084	6,379	100.00	6,379
City of Gresham	78,083	56,278	100.00	56,278
City of Lake Oswego	218,685	82,050	4.78	3,925
City of Milwaukie	36,023	33,678	0.70	236
City of Portland	738,727	407,675	99.70	406,465
City of Troutdale	9,230	9,230	100.00	9,230
City of Wood Village	3,285	3,285	100.00	3,285
Clackamas County ESD	21,902	21,902	0.05	11
Clackamas County RFPD #1	36,340	25,185	0.10	25
Clackamas County SD 7J (Lake Oswego)	396,797	396,797	0.28	1,126
Columbia County SD 1J (Scappoose)	19,340	19,340	18.90	3,655
Corbett Water District	454	454	100.00	454
Lusted Water District	500	500	100.00	500
Metro	897,955	873,470	51.58	450,550
Mt Hood Community College	105,668	76,545	82.86	63,424
Multnomah County RFPD 10	1,155	1,155	100.00	1,155
Multnomah County SD 10J (Gresham-Barlow)	309,024	309,024	81.78	252,716
Multnomah County SD 1 (Portland)	1,732,230	1,732,230	99.47	1,723,000
Multnomah County SD 28J (Centennial)	63,935	63,935	91.43	58,454
Multnomah County SD 3 (Parkrose)	90,489	90,489	100.00	90,489
Multnomah County SD 39 (Corbett)	5,291	5,291	100.00	5,291
Multnomah County SD 40 (David Douglas)	56,217	56,217	100.00	56,217
Multnomah County SD 51J (Riverdale)	13,631	13,631	95.01	12,951
Multnomah County SD 7 (Reynolds)	172,515	171,657	100.00	171,657
Multnomah ESD	81,533	60,233	98.16	59,126
Northwest Regional ESD	1,401	-	0.53	-
Pleasant Home Water District	1,205	1,205	93.69	1,129
Port of Portland	45,725	-	47.82	-
Portland Community College	550,500	496,110	50.05	248,326
Tualatin Valley Fire & Rescue District	67,035	60,075	1.36	817
Valley View Water District	1,015	1,015	100.00	1,015
Washington County SD 1J (Hillsboro)	529,454	529,454	-	21,708
Washington County SD 48J (Beaverton)	907,677	907,677	0.33	2,963
Subtotal, overlapping debt	\$ 7,206,194	\$ 6,513,255		\$ 3,713,646
Multnomah County direct debt	\$ 726,418	\$ 627,742	100.00	726,418
Total direct and overlapping debt				<u>\$ 4,440,064</u>

(1) The overlapping debt calculation was performed by Municipal Debt Advisory Commission as of June 30, 2022.

(2) Gross Property-tax Backed Debt includes all General Obligation (GO) bonds and Full Faith & Credit bonds, including premiums, lease obligations, and loans payable.

(3) Net Property-tax Backed Debt is Gross Property-tax Backed Debt less Self-supporting Unlimited Tax GO and less Self-supporting Full Faith & Credit debt.

(4) Percent overlapping equals the RMV of the overlapping area of the overlapping district divided by the RMV of the County.

Source: Municipal Debt Advisory Commission, Oregon State Treasury

MULTNOMAH COUNTY, OREGON
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(unaudited)

Fiscal Year	Governmental Activities					Total Primary Government	Percentage of Personal Income (2)	Per Capita
	General Obligation Bonds (1)	Lease Obligations	Full Faith and Credit Bonds (1)	Loans Payable	Lines of Credit Payable			
2013	\$ 27,718	\$ 1,468	\$ 337,075	\$ 3,133	\$ -	\$ 369,394	1.11 %	\$ 488
2014	19,812	1,333	317,452	2,919	-	341,516	0.93	446
2015	12,961	1,191	299,648	2,723	-	316,523	0.81	407
2016	6,601	2,477	281,674	3,520	-	294,272	0.71	372
2017	-	2,016	252,520	3,289	-	257,825	0.58	321
2018	-	1,736	398,059	3,466	-	403,261	0.86	496
2019	-	1,536	355,698	3,358	-	360,592	0.67	403
2020	-	1,329	344,351	3,191	-	348,871	0.65	388
2021	431,386	1,116	311,700	2,914	2,730	749,846	1.44	919
2022	387,440	50,233	286,087	2,658	-	726,418	1.29	897

Note: 2022 percentages calculated using 2021 personal income data, which is the most recent available.

(1) Amounts shown are net of associated discounts or premiums.

(2) See population and personal income data on Demographic and Economic Statistics schedule.

Source: Current and prior year financial statements, Multnomah County Division of Assessment and Taxation, Center for Population Research and Census at Portland State University and U.S. Department of Commerce - Bureau of Economic Analysis

MULTNOMAH COUNTY, OREGON
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(dollar amounts expressed in thousands, except per capita)
(unaudited)

Fiscal Year	General Obligation Bonds (1)	Less: Amounts Restricted to Repaying Principal	Total	Percentage of Personal Income (2)	Percentage of Actual Taxable Value of Property (3)	Per Capita (2)
2012	\$ 27,718	\$ (7,714)	\$ 20,004	0.06 %	0.03 %	\$ 23
2014	19,812	(6,578)	13,234	0.06	0.02	14
2015	12,961	(5,947)	7,014	0.02	0.01	7
2016	6,601	(5,905)	696	-	-	-
2017	- (4)	-	-	-	-	-
2018	- (4)	-	-	-	-	-
2019	- (4)	-	-	-	-	-
2020	- (4)	-	-	-	-	-
2021	431,386	-	431,386	0.83	0.53	528
2022	387,440	-	387,440	0.69	0.45	478

Note: 2022 percentage calculated using 2021 personal income data, which is the most recent available.

(1) Amounts shown are net of associated discounts or premiums.

(2) See population and personal income data on Demographic and Economic Statistics schedule.

(3) See taxable assessed value schedule on Assessed Valuation and Actual Values of Taxable Property schedule.

(4) No general obligation bonds outstanding

Source: Current and prior year financial statements, Multnomah County Division of Assessment and Taxation, Center for Population Research and Census at Portland State University, and US Department of Commerce-Bureau of Economic Analysis

MULTNOMAH COUNTY, OREGON
Legal Debt Margin Information
Last Ten Fiscal Years
(dollar amounts expressed in thousands)
(unaudited)

ORS 287A.100 provides a debt limit on general obligation bonds of 2 percent of the real market value of all taxable property within the County's boundaries. This became effective January 1, 2008 superseding ORS 287.054.

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Real market value	\$ 194,225,707	\$ 184,073,899	\$ 176,570,949	\$ 172,752,206
Debt limit rate	2.00%	2.00%	2.00%	2.00%
Debt limit	3,884,514	3,681,478	3,531,419	3,455,044
Less bonded debt at June 30	349,405	387,000	-	-
Legal debt margin	<u>\$ 3,535,109</u>	<u>\$ 3,294,478</u>	<u>\$ 3,531,419</u>	<u>\$ 3,455,044</u>
Total net debt applicable to the limit as a percentage of debt limit.	8.99 %	10.51 %	-	-

ORS 287A.105 provides a debt limit on full faith and credit bonds of 1 percent of the real market value of all taxable property within the County's boundaries. This became effective January 1, 2008 superseding ORS 287.053.

Real market value	\$ 194,225,707	\$ 184,073,899	\$ 176,570,949	\$ 172,752,206
Debt limit rate	1.00%	1.00%	1.00%	1.00%
Debt limit	1,942,257	1,840,739	1,765,709	1,727,522
Less bonded debt at June 30	237,578	256,922	344,351	354,844
Legal debt margin	<u>\$ 1,704,679</u>	<u>\$ 1,583,817</u>	<u>\$ 1,421,358</u>	<u>\$ 1,454,082</u>
Total net debt applicable to the limit as a percentage of debt limit.	12.23 %	13.96 %	19.50 %	20.54 %

ORS 238.694 provides a debt limit on revenue bonds to finance pension liabilities of 5 percent of the real market value of all taxable property within the County's boundaries.

Real market value	\$ 194,225,707	\$ 184,073,899	\$ 176,570,949	\$ 172,752,206
Debt limit rate	5.00%	5.00%	5.00%	5.00%
Debt limit	9,711,285	9,203,695	8,828,547	8,637,610
Less bonded debt at June 30	36,968	42,066	47,274	52,593
Legal debt margin	<u>\$ 9,674,317</u>	<u>\$ 9,161,629</u>	<u>\$ 8,781,273</u>	<u>\$ 8,585,017</u>
Total net debt applicable to the limit as a percentage of debt limit.	0.38 %	0.46 %	0.54 %	0.61 %

Source: Current and prior years' financial statements, Multnomah County Division of Assessment and Taxation

2018	2017	2016	2015	2014	2013
\$ 158,551,847	\$ 139,355,901	\$ 119,581,740	\$ 108,173,728	\$ 98,078,710	\$ 93,735,420
2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
3,171,037	2,787,118	2,391,635	2,163,475	1,961,574	1,874,708
-	-	5,905	11,570	17,725	24,935
<u>\$ 3,171,037</u>	<u>\$ 2,385,730</u>	<u>\$ 2,385,730</u>	<u>\$ 2,151,905</u>	<u>\$ 1,943,849</u>	<u>\$ 1,849,773</u>

- % - % 0.25 % 0.53 % 0.90 % 1.33 %

\$ 158,551,847	\$ 139,355,901	\$ 119,581,740	\$ 108,173,728	\$ 98,078,710	\$ 93,735,420
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
1,585,518	1,393,559	1,195,817	1,081,737	980,787	937,354
290,990	140,085	150,690	160,255	172,025	186,395
<u>\$ 1,294,528</u>	<u>\$ 1,253,474</u>	<u>\$ 1,045,127</u>	<u>\$ 921,482</u>	<u>\$ 808,762</u>	<u>\$ 750,959</u>

18.35 % 10.05 % 12.60 % 14.81 % 17.54 % 19.89 %

\$ 158,551,847	\$ 139,355,901	\$ 119,581,740	\$ 108,173,728	\$ 98,078,710	\$ 93,735,420
5.00%	5.00%	5.00%	5.00%	5.00%	5.00%
7,927,592	6,967,795	5,979,087	5,408,686	4,903,936	4,686,771
74,793	94,263	111,248	118,093	122,562	127,034
<u>\$ 7,852,799</u>	<u>\$ 6,873,532</u>	<u>\$ 5,867,839</u>	<u>\$ 5,290,593</u>	<u>\$ 4,781,374</u>	<u>\$ 4,559,737</u>

0.94 % 1.35 % 1.86 % 2.18 % 2.50 % 2.71 %

MULTNOMAH COUNTY, OREGON
Demographic and Economic Statistics
Last Ten Fiscal Years
(dollar amounts expressed in thousands, except per capita)
(unaudited)

<u>June 30,</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Income (2)</u>	<u>PMSA* Unemployment Rate (3)</u>
2013	756,530	33,376,029	43,564	7.3
2014	765,775	36,588,018	47,106	6.1
2015	777,490	38,906,295	49,230	5.4
2016	790,670	41,194,678	51,508	5.1
2017	803,000	44,261,075	54,726	3.8
2018	813,300	46,966,887	57,850	3.6
2019	821,730	49,399,774	60,773	3.9
2020	829,560	52,080,033	63,852	8.0
2021	812,563	56,502,646 (4)	70,311 (4)	4.7
2022	810,242	N/A (4)	N/A (4)	3.6 (5)

N/A: Data was not available for this calendar year.

* Portland Metropolitan Statistical Area

(1) Population Research Center, PSU, 2022 data expected by 11/30/2022

(2) US BEA, Dept of Commerce, Bureau of Economic Analysis, 2022 data expected by 11/30/2022

(3) OLMIS, Oregon Labor Market Information System

(4) Most recent information available is December 2021

(5) Information available as of September 2022

MULTNOMAH COUNTY, OREGON
Principal Employers
Current Year and Nine Years Ago
(unaudited)

Fiscal Year 2021-22			
Employer	Employees	Rank	Percentage of Total PMSA* Employment
Intel Corporation	21,000	1	1.68 %
Providence Health & Services	21,000	2	1.68
Oregon Health & Science University	18,048	3	1.45
Nike, Inc.	13,964	4	1.12
Legacy Health	13,120	5	1.05
Kaiser Permanente	11,163	6	0.89
Fred Meyer Stores	9,525	7	0.76
Portland Public Schools	6,847	8	0.55
City of Portland	6,635	9	0.53
Multnomah County	5,096	10	0.41
Total	126,398		10.12 %
Total PMSA* employment	1,248,000 (1)		

Fiscal Year 2012-13			
Employer	Employees	Rank	Percentage of Total PMSA* Employment
State of Oregon	16,250	1	1.38 %
Intel Corporation	14,389	2	1.22
Providence Health System	13,900	3	1.18
U.S. Government	13,733	4	1.17
Oregon Health and Science University	10,389	5	0.88
Fred Meyer Stores	9,662	6	0.82
Legacy Health System	9,195	7	0.78
Kaiser Foundation Health Plan	8,951	8	0.76
City of Portland	7,569	9	0.64
Nike, Inc	7,000	10	0.59
Total	111,038		9.42 %
Total PMSA* employment	1,176,671		

* Portland Metropolitan Statistical Area
(1) As of August 2021

MULTNOMAH COUNTY, OREGON
Full Time Equivalent (FTE) County Employees
by Function/Program and Bargaining Unit
(dollar amounts expressed in thousands)
(unaudited)

Function/Program	2022	2021	2020	2019
Governmental activities:				
General government	1,036	817	812	798
Health services	944	1,372	1,295	1,312
Social services	1,063	920	769	735
Public safety and justice	1,524	1,390	1,439	1,463
Community services	40	17	15	17
Library	624	340	354	369
Roads and bridges	107	95	115	124
Total governmental activities	5,338	4,951	4,799	4,818
Business-type activities:				
Health Department FQHC	693	-	-	-
Behavioral health	-	-	-	-
Total business-type activities	693	-	-	-
Total primary government budgeted FTE	6,031	4,951	4,799	4,818
MULTNOMAH COUNTY EMPLOYEES				
Management and exempt	922	791	796	782
Bargaining units:				
Multnomah County Employees Union - Local 88 and Physicians Unit - Local 88-4, AFSCME AFL-CIO	3,514	3,648	3,112	3,260
International Brotherhood of Electrical Workers (IBEW) - Local 48, AFL-CIO	26	28	21	24
International Union of Operating Engineers - Local 701, AFL-CIO	16	15	15	15
International Union of Painters and Allied Trades - District Council 5, Local 1094, AFL-CIO	1	1	-	1
Multnomah County Corrections Deputy Association (MCCDA)	383	395	332	409
Multnomah County Deputy Sheriff's Association (MCDSA)	109	111	95	124
Oregon Nurses Association (ONA)	221	258	238	224
Multnomah County Employees Union - Juvenile Custody Services Specialists Unit (JCSS) - Local 86, AFSCME AFL-CIO	98	105	91	108
Multnomah County Prosecuting Attorneys Association	82	73	68	72
Federation of Oregon Parole and Probation Officers (FOPPO)	103	109	92	122
Total bargaining units	4,553	4,743	4,064	4,359
Temporary County employees	91	64	59	105
Total actual County employees	5,566	5,598	4,919	5,246

2018	2017	2016	2015	2014	2013
767	669	679	654	653	618
1,439	1,373	1,411	1,039	973	969
639	643	682	846	760	672
1,536	1,472	1,531	1,532	1,443	1,424
183	88	78	73	69	69
545	515	504	514	502	434
102	110	128	130	136	140
<u>5,211</u>	<u>4,870</u>	<u>5,013</u>	<u>4,788</u>	<u>4,536</u>	<u>4,326</u>
-	-	-	-	-	-
<u>1</u>	<u>3</u>	<u>3</u>	<u>3</u>	<u>5</u>	<u>5</u>
<u>1</u>	<u>3</u>	<u>3</u>	<u>3</u>	<u>5</u>	<u>5</u>
<u>5,212</u>	<u>4,873</u>	<u>5,016</u>	<u>4,791</u>	<u>4,541</u>	<u>4,331</u>
<u>796</u>	<u>816</u>	<u>778</u>	<u>740</u>	<u>694</u>	<u>678</u>
3,081	3,081	3,217	3,013	2,893	2,729
23	24	19	19	19	17
16	15	14	13	14	13
1	1	1	1	1	1
411	420	433	429	413	415
126	113	110	89	92	90
208	186	229	196	188	192
58	59	62	70	58	51
74	75	77	78	74	69
<u>122</u>	<u>128</u>	<u>129</u>	<u>128</u>	<u>114</u>	<u>111</u>
<u>4,120</u>	<u>4,102</u>	<u>4,291</u>	<u>4,036</u>	<u>3,866</u>	<u>3,688</u>
<u>256</u>	<u>489</u>	<u>1,119</u>	<u>1,215</u>	<u>1,213</u>	<u>132</u>
<u>5,172</u>	<u>5,407</u>	<u>6,188</u>	<u>5,991</u>	<u>5,773</u>	<u>4,498</u>

MULTNOMAH COUNTY, OREGON
Operating Indicators by Function/Program
Last Ten Fiscal Years
(unaudited)

FUNCTION/PROGRAM	2022	2021	2020
Governmental Activities:			
General Government			
Number of property tax accounts - residential	233,838	233,838	233,211
Number of property tax accounts - personal	11,544	11,544	11,988
Number of property tax accounts - commercial	14,327	14,327	14,450
Number of marriage licenses issued	5,732	4,551	5,891
Health Services			
Total clinic visits	N/A	N/A	N/A
County residents who rate their health good or better	84%	N/A %	N/A %
Environmental health inspections	10,272	N/A	N/A
Women, infants, and children (WIC) served in the WIC program	19,141	N/A	N/A
Flu vaccinations at health clinics	9,448	N/A	N/A
Social Services			
Households that have received assistance with energy bills		18,834	14,567
Clients with developmental disabilities served		4,760	4,569
Senior and physically disabled clients served		N/A	216
Alcohol and drug treatment clients	2,087	2,205	N/A
Early childhood mental health clients	4,715	3,566	3,587
Families served in early childhood programs		8,936	1,505
Students enrolled in extended day school activities		75,837	19,202
Public Safety and Justice			
Sheriff			
Responses to calls for services (a)	57,807	55,369	60,026
Number of arrests (parts 1, 2 and 3 crimes)	2,532	2,639	3,174
Corrections			
Number of inmates booked	12,854	12,080	24,294
Average daily jail population	795	734	988
Average length of jail stay in days	23	20	14
Number of transports to courthouse	3,885	2,236	5,923
Juvenile			
Youth admitted to detention center	179	200	362
Monthly average length of stay in days in youth detention center	30	42.0	22.0
Community service hours completed	1,184	2,012	7,592
Monthly average number of youth on supervision/probation (b)	303	385	533

N/A: Data was not available for this fiscal year.

(a) Beginning in 2012, substantial increase due to equipment upgrades allowing for greater number of serving civil documents

(b) Beginning in 2013, switched from probation to supervision per month

Sources: Multnomah County Departments, Service Efforts and Accomplishments Social and Health Services, Service Efforts and Accomplishments Public Safety, current and prior year financial statements

2019	2018	2017	2016	2015	2014	2013
232,436	233,744	231,873	243,358	243,036	242,721	242,566
12,228	35,535	61,078	65,070	64,215	62,437	62,085
14,586	17,590	17,852	33,574	33,682	33,785	33,895
6,825	6,906	7,676	7,899	7,766	7,045	6,608
289,493	314,865	328,255	312,735	309,484	307,137	314,940
84 %	86 %	86 %	85 %	83 %	84 %	85
14,156	14,733	14,574	13,425	12,850	14,263	12,793
21,290	22,613	24,458	25,706	28,400	29,072	30,424
15,225	15,875	16,028	18,052	25,127	26,154	24,755
18,156	17,287	17,555	21,169	17,340	16,286	17,249
6,072	6,033	5,706	5,566	5,383	4,921	4,704
N/A	N/A	N/A	N/A	60,753	62,877	61,602
3,953	3,925	3,519	2,450	2,266	3,638	4,576
3,623	3,642	3,644	5,564	5,485	5,410	5,874
869	998	935	1,291	1,218	801	504
22,598	22,383	24,552	31,589	24,270	21,108	19,529
64,426	63,310	56,661	59,063	54,350	48,975	49,105
3,657	3,374	3,234	3,136	N/A	2,712	2,652
31,971	31,795	30,896	34,421	35,952	39,731	39,162
1,074	1,087	1,077	1,193	1,145	1,220	1,264
13	13	13	13	12	12	12
14,410	15,793	19,335	19,035	19,200	19,196	17,846
456	539	1,304	1,504	1,508	1,453	1,554
15.5	24.1	12	12	13	10	10
5,530	6,395	2,890	3,780	4,446	3,107	3,766
546	75	315	343	350	324	337

(continued)

MULTNOMAH COUNTY, OREGON
Operating Indicators by Function/Program
Last Ten Fiscal Years
(unaudited)

(continued) FUNCTION/PROGRAM	2022	2021	2020
Public Safety and Justice (continued)			
Adult			
Community service hours completed	11,328	576	19,897
Adults participating in educational classes	-	-	-
Clients receiving GEDs	-	-	-
Average no. adults on probation & post-prison supervision/month	4,445	5,535	7,366
District Attorney			
Cases of adult criminal activity prosecuted	6,529	5,873	10,375
Juvenile delinquency cases prosecuted	357	434	729
Hours of Community Court community service completed	-	8	1,010
Community Services			
Number of registered voters	558,106	571,448	539,385
Number of votes cast in last general election (a)	203,930	467,632	278,072
Percent of registered voters who voted in last general election	37%	82 %	52 %
Animal control - total intake - dogs and cats		2,939	4,376
Library			
New library cards issued annually	54,713	52,555	47,847
Books circulated (total circulation) (b)	16,506,308	12,156,497	14,784,837
Borrowers who used their cards in last three years (c)	361,923	388,868	404,587
Library satisfaction (d)	N/A	N/A	N/A
Web site visits/hits (e)	2,711,344	2,747,237	2,885,016
Business-type Activities:			
Health Department FQHC			
Total clinic visits	271,971	N/A	N/A
Dunthorpe-Riverdale Service District No. 1			
Sewage disposal - number of accounts	567	568	567
Mid-Multnomah County Street Lighting Service District No. 14			
Lighting - number of accounts	7,876	7,895	7,895

(a) Community Service general elections are held in November on even years.

(b) Total circulation as of 2012.

(c) Cardholder count is lower due to correction of a long-standing overcount.

(d) Library satisfaction is from a patron survey beginning in 2012 (not taken in 2020 or 2021). Satisfaction rating is percent of respondents that found library materials of interest starting in fiscal year 2004.

(e) Website visits 2015 and prior include catalog visits

Sources: Multnomah County Departments, Service Efforts and Accomplishments Social and Health Services, Service Efforts and Accomplishments Public Safety, current and prior year financial statements

2019	2018	2017	2016	2015	2014	2013
31,424	30,915	38,273	59,580	73,787	N/A	89,204
-	-	203	225	450	689	689
-	-	29	27	14	125	93
7,615	8,125	8,463	8,666	8,823	9,351	8,300
12,525	12,562	12,870	15,111	16,273	25,880	26,932
893	855	838	808	666	491	528
2,260	2,916	2,925	3,589	7,471	11,930	10,380
531,729	513,498	505,145	466,964	441,157	434,898	437,729
383,325	157,932	404,059	302,584	302,584	367,992	370,142
72 %	31 %	80 %	69 %	69 %	85 %	83 %
5,552	5,382	5,810	5,728	6,433	6,894	6,740
52,554	52,685	56,019	59,026	66,884	60,715	57,592
18,349,763	18,554,896	18,728,761	19,221,448	20,268,163	19,486,176	21,984,923
416,935	465,828	444,459	436,476	444,231	432,685	441,505
98.0 %	96.0 %	96.5 %	97.0 %	96.8 %	97.0 %	96.9 %
3,717,521	3,868,361	4,267,424	4,810,497	5,476,348	6,230,998	6,629,449
N/A						
565	566	595	595	563	563	595
7,923	7,928	7,894	7,934	7,952	7,942	7,944

MULTNOMAH COUNTY, OREGON
Capital Asset and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years
(unaudited)

FUNCTION/PROGRAM	2022	2021	2020
Governmental Activities:			
General Government			
Buildings owned	89	80	80
Buildings leased	71	62	62
Automobiles	279	268	270
Vehicles (excluding automobiles)	354	354	340
Heavy equipment	181	173	174
Health Services			
Health and dental centers	8	7	7
School based health centers	9	11	10
Social Services			
Aging and disability offices	6	6	9
Public Safety and Justice			
Sheriff			
Vehicular patrol units	117	96	92
Number of employees (sworn and civilian)	734	748	773
River patrol offices	3	4	3
Corrections			
Jails:			
Facilities	2	2	2
Population	1,117	1,117	1,192
Community Justice			
Adult probation and parole offices	5	5	5
Adult housing program offices	-	-	-
Juvenile counseling offices	2	2	2
Library			
Regional branches	5	5	5
Neighborhood branches	13	13	13
Leased branches	5	5	6
Roads, Bridges and Bike Path Improvements			
Miles of streets maintained by County			
Paved	263	263	274
Unpaved	6	6	24
Bridges			
Major	6	6	6
Minor	22	23	20
Business-type Activities:			
Dunthorpe-Riverdale Service District No. 1			
Pump stations	1	1	1
Miles of sewer (approximate)	15	15	15
Mid-Multnomah County Street Lighting Service District No. 14			
Street lighting - lights and poles	4,931	4,912	4,786

2019	2018	2017	2016	2015	2014	2013
80	80	79	76	77	79	80
62	61	56	57	48	48	48
287	293	294	311	321	294	297
339	321	303	303	267	276	281
95	93	80	80	90	96	103
8	8	8	8	7	8	8
12	12	12	13	13	12	12
9	8	5	5	5	5	5
90	78	71	78	68	58	55
768	774	764	781	781	759	762
4	3	2	2	2	3	3
2	2	2	2	2	2	2
1,074	1,086	1,251	1,310	1,310	1,310	1,310
5	6	4	5	5	7	7
-	-	-	-	-	1	4
2	2	1	1	1	3	4
5	5	5	5	3	2	2
13	13	13	13	13	11	11
6	6	6	6	6	6	6
274	274	268	268	268	270	270
24	24	29	29	29	24	24
6	6	6	6	6	6	6
20	19	20	20	21	19	19
1	1	1	1	1	1	1
15	15	15	15	15	15	15
4,779	4,738	4,742	4,742	4,535	4,535	4,526

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AUDIT COMMENTS AND DISCLOSURES

- Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Oregon Minimum Audit Standards*

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Report of Independent Auditors Required by Oregon State Regulations

The Board of Commissioners
Multnomah County, Oregon

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the respective budgetary comparisons for the General Fund, the Federal/State Program Fund, the Coronavirus (COVID-19) Response Fund, and the Preschool for All Program Fund of Multnomah County, Oregon (Multnomah County) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Multnomah County's basic financial statements, and have issued our report thereon dated December 2, 2022. Our report includes a reference to other auditors who audited the financial statements of The Library Foundation, a discretely presented component unit, as described in our report on Multnomah County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Compliance

As part of obtaining reasonable assurance about whether Multnomah County's basic financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, including provisions of Oregon Revised Statutes (ORS) as specified in Oregon Administrative Rules (OAR) 162-010-0000 to 162-010-0330, of the Minimum Standards for Audits of Oregon Municipal Corporations, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion.

We performed procedures to the extent we considered necessary to address the required comments and disclosures which included, but were not limited to, the following:

- Accounting records and internal control
- Public fund deposits
- Indebtedness
- Budget
- Insurance and fidelity bonds
- Programs funded from outside sources

- Highway funds
- Investments
- Public contracts and purchasing

In connection with our testing, nothing came to our attention that caused us to believe Multnomah County was not in substantial compliance with certain provisions of laws, regulations, contracts, and grant agreements, including the provisions of ORS as specified in OAR 162-010-0000 through 162-010-0330 of the Minimum Standards for Audits of Oregon Municipal Corporations.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Multnomah County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Multnomah County's internal control. Accordingly, we do not express an opinion on the effectiveness of Multnomah County's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of the Board of Commissioners and management of Multnomah County and the Oregon Secretary of State and is not intended to be and should not be used by anyone other than these parties.



Ashley Osten, Partner
for Moss Adams LLP
Portland, Oregon
December 2, 2022

FEDERAL GRANT PROGRAMS

- Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*
- Report of Independent Auditors on Compliance for Each Major Program and Report on Internal Control Over Compliance Required by the Uniform Guidance
- Schedule of Expenditures of Federal Awards
- Notes to Schedule of Expenditures of Federal Awards
- Schedule of Findings and Questioned Costs
- Management's View and Corrective Action Plan to Current Year Audit Findings and Questioned Costs
- Summary Schedule of Prior Audit Findings for the Fiscal Year Ending June 30, 2021

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Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

The Board of Commissioners
Multnomah County, Oregon

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information and the respective budgetary comparisons for the General Fund, the Federal/State Program Fund, the Coronavirus (COVID-19) Response Fund, and the Preschool for All Program Fund of Multnomah County, Oregon (Multnomah County) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Multnomah County's basic financial statements, and have issued our report thereon dated December 2, 2022. Our report includes a reference to other auditors who audited the financial statements of The Library Foundation, a discretely presented component unit, as described in our report on Multnomah County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Multnomah County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Multnomah County's internal control. Accordingly, we do not express an opinion on the effectiveness of Multnomah County's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Multnomah County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Moss Adams LLP".

Portland, Oregon
December 2, 2022

Report of Independent Auditors on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

The Board of Commissioners
Multnomah County, Oregon

Report on Compliance for Each Major Federal Programs

Opinion on Each Major Federal Program

We have audited Multnomah County, Oregon's (Multnomah County) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Multnomah County's major federal programs for the year ended June 30, 2022. Multnomah County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Multnomah County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Multnomah County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Multnomah County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Multnomah County's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Multnomah County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Multnomah County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Multnomah County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Multnomah County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Multnomah County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-001 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on Multnomah County's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. Multnomah County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Moss Adams LLP".

Portland, Oregon
December 2, 2022

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2022

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF AGRICULTURE					
10.553	School Breakfast Program	STATE OF OREGON - DEPARTMENT OF EDUCATION	187OROR3N1099	\$ 30,168	\$ -
10.555	National School Lunch Program	STATE OF OREGON - DEPARTMENT OF EDUCATION	187OROR3N1099	70,797	-
		<i>Total Child Nutrition Cluster</i>		<u>100,965</u>	-
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children	STATE OF OREGON - PUBLIC HEALTH DIVISION	159825	3,178,080	-
10.561	State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	STATE OF OREGON - PUBLIC HEALTH DIVISION	187OROROS2514	97,817	-
		<i>Total SNAP Cluster</i>		<u>97,817</u>	-
		TOTAL DEPARTMENT OF AGRICULTURE		\$ 3,376,862	\$ -
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
14.218	Community Development Block Grants/ Entitlement Grants	U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT	B-14-UC-41-0003/B-15-UC-41-0003/B-16-UC-41-0003/B-19-UC-41-0003	\$ 294,234	\$ 257,234
14.218	COVID-19 - Community Development Block Grants/ Entitlement Grants	CITY OF PORTLAND - BUREAU OF HOUSING	N/A	(18,023)	(18,023)
14.218	COVID-19 - Community Development Block Grants	U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT	N/A	123,453	123,453
		<i>Total Community Development Block Grants/Entitlement Grants Cluster</i>		<u>399,664</u>	<u>362,664</u>
14.231	Emergency Solutions Grant Program	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY	E17-DC-41-0001	109,796	109,796
14.231	COVID-19 - Emergency Solutions Grant Program	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY	E17-DC-41-0001	458,986	458,986
14.231	Emergency Solutions Grant Program	CITY OF PORTLAND - BUREAU OF HOUSING	E-19-MC-41-0003	952,827	447,030
14.231	COVID-19 - Emergency Solutions Grant Program	CITY OF PORTLAND - BUREAU OF HOUSING	N/A	10,340,978	7,157,734
		<i>Total Emergency Solutions Grant Program</i>		<u>11,862,587</u>	<u>8,173,546</u>

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2022

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (continued)					
14.241	Housing Opportunities for Persons with AIDS	CITY OF PORTLAND - BUREAU OF HOUSING	ORH17F001 ORH18F001	1,797,494	1,788,785
14.241	COVID-19 - Housing Opportunities for Persons with AIDS	CITY OF PORTLAND - BUREAU OF HOUSING	N/A	6,481	6,481
		<i>Total Housing Opportunities for Persons with AIDS</i>		<u>1,803,975</u>	<u>1,795,266</u>
14.267	Continuum of Care Program	U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT	OR0026L0E012013/OR026L0E012013/OR0255D0E012002/OR0297L0E012000	2,691,958	1,795,268
14.881	Moving to Work Demonstration	HOME FORWARD	N/A	51,781	-
TOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				<u>\$ 16,809,965</u>	<u>\$ 12,126,744</u>
DEPARTMENT OF THE INTERIOR					
15.227	Distribution of Receipts to State and Local Governments	U.S. DEPARTMENT OF INTERIOR	N/A	\$ 174,867	\$ -
TOTAL DEPARTMENT OF THE INTERIOR				<u>\$ 174,867</u>	<u>\$ -</u>
DEPARTMENT OF JUSTICE					
16.034	COVID-19 - Coronavirus Emergency Supplemental Funding Program	OREGON CRIMINAL JUSTICE COMMISSION	CESF-20-12	\$ 293,045	\$ 168,336
16.529	Education, Training, and Enhanced Services to End Violence Against and Abuse of Women with Disabilities	STATE OF OREGON - DEPARTMENT OF CORRECTIONS	2015-FW-AX-K011/2020-FW-AX-K007	197,985	19,786
16.566	National Institute of Justice W.E.B DuBois Fellowship Program	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	2017-MU-MU-0055	97,327	-

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2022

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF JUSTICE (continued)					
16.575	Crime Victim Assistance	STATE OF OREGON - DEPARTMENT OF JUSTICE	2017-VA-GX-0007/2015-VA-GX-0013/2016-VA-GX-0025	1,079,127	-
16.575	COVID-19 - Crime Victim Assistance	STATE OF OREGON - DEPARTMENT OF JUSTICE	2017-VA-GX-0007	8,136	-
		<i>Total Crime Victim Assistance</i>		<u>1,087,263</u>	-
16.582	Crime Victim Assistance/Discretionary Grants	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	15POVC-21-GK-01091-NONF	25,091	-
16.588	Violence Against Women Formula Grants	STATE OF OREGON - DEPARTMENT OF JUSTICE	VAWA-C-2020-MultnomahCo.DAVAP-00008	123,044	-
16.590	Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	2017-WE-AX-0011	72,805	55,552
16.736	Transitional Housing Assistance for Victims of Domestic Violence, Dating Violence, Stalking, or Sexual Assault	U.S. DEPARTMENT OF JUSTICE	2017-WH-AX-0033/ 2014-WH-AX-0056	50,619	50,619
16.738	Edward Byrne Memorial Justice Assistance Grant Program	OREGON CRIMINAL JUSTICE COMMISSION	2014-DJ-BX-1050	599,427	340,066
16.738	Edward Byrne Memorial Justice Assistance Grant Program	CITY OF PORTLAND - POLICE BUREAU	2018-DJ-BX-0720	148,960	-
		<i>Total Edward Byrne Memorial Justice Assistance Grant Program</i>		<u>748,387</u>	<u>340,066</u>
16.745	Criminal and Juvenile Justice and Mental Health Collaboration Program	CITY OF GRESHAM	2020-MO-BX-0031	18,072	-
16.754	Harold Rogers Prescription Drug Monitoring Program	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	2016-PM-BX-K003	94	-
16.812	Second Chance Act Reentry Initiative	U.S. DEPARTMENT OF JUSTICE	2017-CZ-BX-0002/ 2018-SM-BX-0002	163,685	80,090
16.823	Emergency Planning for Juvenile Justice Facilities	U.S. DEPARTMENT OF JUSTICE	2017-EJ-FX-0001	62,336	-
16.825	Smart Prosecution Initiative	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	2020-YX-BX-0011	181,113	-
16.833	National Sexual Assault Kit Initiative	CITY OF PORTLAND - POLICE BUREAU	N/A	78,043	-

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2022

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF JUSTICE (continued)					
16.838	Comprehensive Opioid Abuse Site-Based Program	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	N/A	552,978	278,984
16.839	STOP School Violence	U.S. DEPARTMENT OF JUSTICE - OFFICE OF JUSTICE PROGRAMS	N/A	17,732	
16.922	Equitable Sharing Program	U.S. DEPARTMENT OF JUSTICE	N/A	274,829	-
TOTAL DEPARTMENT OF JUSTICE				\$ 4,044,448	\$ 993,433
DEPARTMENT OF TRANSPORTATION					
20.205	Highway Planning and Construction	STATE OF OREGON - DEPARTMENT OF TRANSPORTATION	41C051094LS3E30/ 41C051099Z240/ 41C051105L24E	\$ 12,891,179	\$ -
20.224	Federal Lands Access Program	FEDERAL HIGHWAY ADMINISTRATION <i>Total Highway Planning and Construction Cluster</i>	N/A	40,616	-
				<u>12,931,795</u>	<u>-</u>
20.232	Commercial Driver's License Program Improvement Grant	STATE OF OREGON - DEPARTMENT OF TRANSPORTATION	N/A	9,157	-
20.507	Federal Transit-Formula Grants	METRO <i>Total Federal Transit Cluster</i>	41LU205900221	50,821	-
				<u>50,821</u>	<u>-</u>
TOTAL DEPARTMENT OF TRANSPORTATION				\$ 12,991,773	\$ -
DEPARTMENT OF TREASURY					
21.019	COVID-19 - Coronavirus Relief Fund	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY	EASCR-20	36,888	-
21.019	COVID-19 - Coronavirus Relief Fund	STATE OF OREGON - DEPARTMENT OF ADMINISTRATIVE SERVICES	N/A	9,318,099	5,067,164
21.019	COVID-19 - Coronavirus Relief Fund	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	N/A	151,119	151,119
21.019	COVID-19 - Coronavirus Relief Fund	STATE OF OREGON - SECRETARY OF STATE	N/A	96,240	-
21.019	COVID-19 - Coronavirus Relief Fund	U.S. DEPARTMENT OF THE TREASURY	N/A	\$ 1,698,883	\$ 250,946

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2022

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF TREASURY (continued)					
21.019	COVID-19 - Coronavirus Relief Fund	CITY OF PORTLAND	N/A	8,618,370	849,357
		<i>Total COVID-19 - Coronavirus Relief Fund</i>		<u>19,919,599</u>	<u>6,318,586</u>
21.023	COVID-19 - Emergency Rental Assistance Program	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY DEVELOPMENT	N/A	24,188,945	21,163,440
21.023	COVID-19 - Emergency Rental Assistance Program	U.S. DEPARTMENT OF THE TREASURY	N/A	10,034,384	-
21.023	COVID-19 - Emergency Rental Assistance Program	CITY OF PORTLAND - BUREAU OF HOUSING	N/A	9,131,922	777,633
		<i>Total COVID-19 - Emergency Rental Assistance Program</i>		<u>43,355,251</u>	<u>21,941,073</u>
21.027	COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	CITY OF PORTLAND - BUREAU OF HOUSING	N/A	4,952,789	1,439,603
21.027	COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	U.S. DEPARTMENT OF THE TREASURY	N/A	59,383,287	11,321,935
		<i>Total COVID-19 - Coronavirus State and Local Fiscal Recovery Funds</i>		<u>64,336,076</u>	<u>12,761,538</u>
		TOTAL DEPARTMENT OF TREASURY		<u>\$ 127,610,926</u>	<u>\$ 41,021,197</u>
INSTITUTE OF MUSEUM AND LIBRARY SERVICES					
45.310	Grants to States	STATE OF OREGON - LIBRARY	NA	\$ 91,633	\$ -
				<u>\$ 91,633</u>	<u>\$ -</u>
ENVIRONMENTAL PROTECTION AGENCY					
66.432	State Public Water System Supervision	STATE OF OREGON - PUBLIC HEALTH DIVISION	31218	\$ 6,815	\$ -
66.468	Capitalization Grants for Drinking Water State Revolving Funds	STATE OF OREGON - PUBLIC HEALTH DIVISION	98009017	8,177	-
		<i>Total Drinking Water State Revolving Fund Cluster</i>		<u>8,177</u>	<u>-</u>
66.962	Columbia River Basin Resotration (CRBR) Program	U.S. ENVIRONMENTAL PROTECTION AGENCY	N/A	87,981	-
		TOTAL ENVIRONMENTAL PROTECTION AGENCY		<u>\$ 102,973</u>	<u>\$ -</u>

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2022

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF ENERGY					
81.042	Weatherization Assistance for Low-Income Persons	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY DEVELOPMENT	DE-EE0007945	\$ 692,994	\$ -
		TOTAL DEPARTMENT OF ENERGY		\$ 692,994	\$ -
DEPARTMENT OF EDUCATION					
84.287	Twenty-First Century Community Learning Centers	GRESHAM-BARLOW SCHOOL DISTRICT	S287C170037	\$ 164,750	\$ 164,750
		TOTAL DEPARTMENT OF EDUCATION		\$ 164,750	\$ 164,750
DEPARTMENT OF HEALTH AND HUMAN SERVICES					
93.041	Special Programs for the Aging-Title VII, Chapter 3, Programs for Prevention of Elder Abuse, Neglect, and Exploitation	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORT7EA	\$ 6,316	\$ -
93.043	Special Programs for the Aging-Title III, Part D-Disease Prevention and Health Promotion Services	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORT355	36,599	27,272
93.048	Special Programs for the Aging-Title IV-and Title II-Discretionary Projects	STATE OF OREGON - DEPARTMENT OF CONSUMER & BUSINESS	90MPO212-02-00/90MPQ212-03-00	10,000	-
93.048	COVID-19 - Special Programs for the Aging-Title IV-and Title II-Discretionary Projects	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	N/A	67,027	-
	<i>Total Special Programs for the Aging-Title IV-and Title II-Discretionary Projects Program</i>			<u>77,027</u>	<u>-</u>
93.052	National Family Caregiver Support, Title III, Part E	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORT3FC	299,167	59,944
93.044	Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORT355	771,158	192,761
93.044	COVID-19 - Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	N/A	183,426	172,390
	<i>Total Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers</i>			<u>954,584</u>	<u>365,151</u>
93.045	Special Programs for the Aging-Title III, Part C-Nutrition Services	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORT3CM	1,006,395	1,006,395
93.045	COVID-19 - Special Programs for the Aging Title III, Part C-Nutrition Services	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	N/A	1,042,588	1,042,588
	<i>Total Special Programs for the Aging-Title III, Part C-Nutrition Services</i>			<u>2,048,983</u>	<u>2,048,983</u>
93.053	Nutrition Services Incentive Program	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	18AAORNSIP	405,289	405,289
		<i>Total Aging Cluster</i>		<u>3,408,856</u>	<u>2,819,423</u>

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2022

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)					
93.069	Public Health Emergency Preparedness	STATE OF OREGON - PUBLIC HEALTH DIVISION	NA	356,327	-
93.071	Medicare Enrollment Assistance Program	STATE OF OREGON - DEPARTMENT OF CONSUMER & BUSINESS	140AAORMAAA	312,916	-
93.110	Maternal and Child Health Federal Consolidated Programs	STATE OF OREGON - PUBLIC HEALTH DIVISION	NA	7,302	-
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control Programs	STATE OF OREGON - PUBLIC HEALTH DIVISION	NA	9,924	-
93.136	Injury Prevention and Control Research and State and Community Based Programs	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	NH28CE002394	439,706	42,031
93.136	Injury Prevention and Control Research and State and Community Based Programs	STATE OF OREGON - PUBLIC HEALTH DIVISION	U17CE002751	248,694	-
	<i>Total Injury Prevention and Control Research and State and Community Based Programs</i>			688,400	42,031
93.145	AIDS Education and Training Centers	UNIVERSITY OF WASHINGTON	5U10HA29296	67,142	-
93.153	Coordinated Services and Access to Research for Women, Infants, Children, and Youth	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H12HA24796	276,613	-
93.224	Consolidated Health Centers (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, Public Housing Primary Care, and School Based Health Centers)	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H80CS00149	8,880,564	-
93.224	COVID-19 - Consolidated Health Centers (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, Public Housing Primary Care, and School Based Health Centers)	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	N/A	1,483,451	-
	<i>Total Health Center Program Cluster</i>			10,364,015	-
93.243	Substance Abuse and Mental Health Services Projects of Regional and National Significance	STATE OF OREGON - PUBLIC HEALTH DIVISION	N/A	69,833	-
93.268	Immunization Cooperative Agreements	STATE OF OREGON - PUBLIC HEALTH DIVISION	05-0305OR5048	166,788	-
93.268	COVID-19 - Immunization Cooperative Agreements	STATE OF OREGON - PUBLIC HEALTH DIVISION	N/A	163,880	-
	<i>Total Immunization Cooperative Agreements Program</i>			330,668	-

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2022

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)					
93.276	Drug-Free Communities Support Program Grants	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H79SP020521	133,840	-
93.279	Drug Abuse and Addiction Research Programs	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	5R01DA039293-05	328,316	-
93.297	Teenage Pregnancy Prevention Program	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	75-20-0120	1,570,701	962,617
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	STATE OF OREGON - PUBLIC HEALTH DIVISION	NU50CK000389-05-01/ NU50CK000541/ 154125	16,278	-
93.323	COVID-19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	STATE OF OREGON - PUBLIC HEALTH DIVISION	NU50CK000541	5,011,521	3,294,290
	<i>Total Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) Program</i>			5,027,799	3,294,290
93.324	State Health Insurance Assistance Program	STATE OF OREGON - DEPARTMENT OF CONSUMER & BUSINESS	14AAORMSHI	20,000	-
93.391	COVID-19 Nursing Research	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	N/A	434,992	-
93.421	Improve Social Determinants of Health - Getting Further Faster	NATIONAL ASSOCIATION COUNTY & CITY HEALTH OFFICER	N/A	25,000	-
93.498	COVID-19 - Provider Relief Fund	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	N/A	7,491,175	-
93.505	Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program	OREGON CHILD DEVELOPMENT COALITION	OCDC 06-041	877	-
93.526	COVID-19 Affordable Care Act (ACA) Grants for Capital Development in Health Centers	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	N/A	128,208	-
93.556	Promoting Safe and Stable Families	UNITED WAY OF THE COLUMBIA-WILLAMETTE	G-1701ORFPSS	128,254	128,254
93.558	Temporary Assistance for Needy Families	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	1801ORTANF	225,911	225,911
93.558	Temporary Assistance for Needy Families	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY	2001ORTANF	425,810	258,423
	<i>Total Temporary Assistance for Needy Families Program</i>			651,721	484,334
93.563	Child Support Enforcement	STATE OF OREGON - DEPARTMENT OF JUSTICE	1804ORCSES	2,815,491	-

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2022

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)					
93.568	Low-Income Home Energy Assistance	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY DEVELOPMENT	G-2001ORLIEA/ 2001ORLIEA	5,175,098	3,684,739
93.568	COVID-19 - Low-Income Home Energy Assistance	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY DEVELOPMENT	2001ORE5C3/ 2001ORLIEA	5,903,722	3,477,425
		<i>Total Low-Income Home Energy Assistance Program</i>		<u>11,078,820</u>	<u>7,162,164</u>
93.569	Community Services Block Grant	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY DEVELOPMENT	G-18B2ORCOSR/G- 1901ORCOSR	640,125	558,707
93.569	COVID-19 Community Services Block Grant	STATE OF OREGON - DEPARTMENT OF HOUSING & COMMUNITY DEVELOPMENT		1,213,683	-
		<i>Total Community Services Block Grant Program</i>		<u>1,853,808</u>	<u>558,707</u>
93.597	Grants to States for Access and Visitation Programs	U.S. DEPARTMENT OF JUSTICE	1-936001740-A2	89,053	-
93.600	Head Start	OREGON CHILD DEVELOPMENT COALITION	OCDC 06-041	14,987	-
		<i>Total Head Start Cluster</i>		<u>14,987</u>	<u>-</u>
93.667	Social Services Block Grant	STATE OF OREGON - DEPARTMENT OF EDUCATION	1801ORSOSR	246,650	246,650
93.738	PPHF: Racial and Ethnic Approaches to Community Health Program financed solely by Public Prevention and Health Funds	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	NU58DP005955/NU58DP 006576	1,017,723	126,825
93.738	COVID-19 - PPHF: Racial and Ethnic Approaches to Community Health Program financed solely by Public Prevention and Health Funds	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	N/A	268,411	-
		<i>Total PPHF Program</i>		<u>1,286,134</u>	<u>126,825</u>
93.788	Opioid STR	STATE OF OREGON - PUBLIC HEALTH DIVISION	154125/TI080258	237,473	-
93.870	Maternal, Infant and Early Childhood Home visiting Grant Program	STATE OF OREGON - PUBLIC HEALTH DIVISION	X10MC32215	28,146	-

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2022

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)					
93.788	Opioid STR	STATE OF OREGON - PUBLIC HEALTH DIVISON	154125/TI080258	237,473	-
93.870	Maternal, Infant and Early Childhood Home visiting Grant Program	STATE OF OREGON - PUBLIC HEALTH DIVISON	X10MC32215	28,146	-
93.914	HIV Emergency Relief Project Grants	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H89HA00040	3,722,336	1,310,579
93.914	COVID-19 - HIV Emergency Relief Project Grants	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	N/A	37,516	31,376
		<i>Total HIV Emergency Relief Project Grants</i>		3,759,852	1,341,955
93.918	Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H76HA00197	882,529	-
93.918	COVID-19 - Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	N/A	21,131	-
		<i>Total Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease</i>		903,660	-
93.924	Ryan White HIV/AIDS Dental Reimbursement and Community Based Dental Partnership Grants	OREGON HEALTH & SCIENCES UNIVERSITY - PROJECTS ADM	5H65HA00006	13,120	-
93.926	Healthy Start Initiative	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	H49MC00141	994,582	-
93.928	Special Projects of National Significance	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	N/A	142,142	9,052
93.940	HIV Prevention Activities- Health Dept. Based	STATE OF OREGON - PUBLIC HEALTH DIVISON	5NU62PS24543	353,078	210,825
93.944	Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	STATE OF OREGON - PUBLIC HEALTH DIVISON	5NU62PS004959-04	498,053	-
93.958	Block Grants for Community Mental Health Services	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	SM010043-17	330,052	330,052
93.959	Block Grants for Prevention and Treatment of Substance Abuse	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	TI010043-		
	Preventive Health Services Sexually Transmitted Diseases Control	STATE OF OREGON - PUBLIC HEALTH DIVISON	18/5U79SP020705-3	2,596,517	2,515,032
93.977	Grants	STATE OF OREGON - PUBLIC HEALTH DIVISON	N/A	222,250	-
93.977	Preventive Health Services Sexually Transmitted Diseases Control Grants	U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES	1 NH25PS005192-01-00	230,656	-
		<i>Total Preventive Health Services Sexually Transmitted Diseases Control Grants</i>		452,906	-

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2022

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)					
93.982	COVID-19 - Mental Health Disaster Assistance and Emergency Mental Health	STATE OF OREGON - DEPARTMENT OF HUMAN SERVICES	N/A	29,155	29,155
93.994	Maternal and Child Health Services Block Grant to the States	STATE OF OREGON - PUBLIC HEALTH DIVISION	B04MC32566/154125	297,353	168,384
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES				\$ 60,273,020	\$ 20,516,966
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE					
94.011	Foster Grandparent Program	CORPORATION FOR NATIONAL & COMMUNITY SERVICE <i>Total Foster Grandparent/Senior Companion Cluster</i>	16SFPOR004	\$ 147,648	\$ -
				<u>147,648</u>	<u>-</u>
TOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE				\$ 147,648	\$ -
EXECUTIVE OFFICE OF THE PRESIDENT					
95.001	High Intensity Drug Trafficking Areas Program	OREGON-IDAHO HIDTA	G17OR0003A	\$ 123,138	\$ -
TOTAL EXECUTIVE OFFICE OF THE PRESIDENT				\$ 123,138	\$ -
DEPARTMENT OF HOMELAND SECURITY					
97.012	Boating Safety Financial Assistance	STATE OF OREGON - MARINE BOARD	3317FAS170141	\$ 404,267	\$ -

MULTNOMAH COUNTY, OREGON
Schedule of Expenditures of Federal Awards (SEFA)
For the Year ended June 30, 2022

Federal Assistance Listing Number	Program Title	Grantor	Identifying Number	Federal Expenditures	Expenditures to Subrecipients
DEPARTMENT OF HOMELAND SECURITY (continued)					
97.036	Disaster Grants - Public Assistance	STATE OF OREGON - OFFICE OF EMERGENCY MANAGEMENT	N/A	8,189,118	-
97.042	Emergency Management Performance Grants	STATE OF OREGON - OFFICE OF EMERGENCY MANAGEMENT	EMS-2020-EP-00007-S01	464,574	-
97.067	Homeland Security Grant Program	CITY OF PORTLAND	70-0560-0-1-999/EMW-201-SS-00031-S01/DHS-18-G PD-067-00-01	145,043	-
97.067	Homeland Security Grant Program	STATE OF OREGON - OFFICE OF EMERGENCY MANAGEMENT	EMW-2018-SS-00072-S01/EMW-2019-SS-0068-S01/EMW-2020-SS-0091-S01	286,762	-
		<i>Total Homeland Security Grant Program</i>		<u>431,805</u>	-
		TOTAL DEPARTMENT OF HOMELAND SECURITY		<u>9,489,764</u>	-
		TOTAL FEDERAL FUNDING		<u>\$ 236,094,761</u>	<u>\$ 74,823,090</u>

Note A – General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all Federal awards programs of Multnomah County, Oregon (the County) for the year ended June 30, 2022. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of the Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal awards* (Uniform Guidance). The County's reporting entity is defined in Note 1 to the County's June 30, 2022 basic financial statements.

Note B – Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified-accrual basis of accounting, as described in Note 1 to the County's basic financial statements. Expenditures reported on this schedule are recognized following the cost principles in the Uniform Guidance, where certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available. The County has elected not to use the 10 percent de minimus indirect cost rate as allowed under the Uniform Guidance. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

The Highway Planning and Construction grant, Federal Assistance Listing Number 20.205, was reported on the cash basis due to the nature of this award. The Schedule provides the summary of expenditures of federal awards by program or program cluster (Federal Assistance Listing Number), by State Agency, if applicable, and by detailed pass through agency, if applicable. Federal Assistance Listing Numbers are from the Catalog of Federal Domestic Assistance published by the Office of Management and Budget and the General Services Administration.

Note C – Relationship to Basic Financial Statements

Federal financial assistance revenues reported in the County's basic financial statements are included with operating grants and contributions.

Note D – Non-cash and Non-federal Awards

The accompanying Schedule of Expenditures of Federal Awards includes two non-cash awards.

An award from the Oregon Department of Education provides food donations (ALN #10.555 - Commodity Supplemental Food Program) for the Juvenile Detention Center. The value of the food is determined by the grantor: \$11,587. This amount is included in the total program value reported on the Schedule of Expenditures of Federal Awards of \$70,797.

An additional award from the Department of Health and Human Services is in the form of immunization vaccines (ALN #93.268 – Childhood Immunization Grants). The value of the non-cash portion of the Childhood Immunization Grant award was determined by the granting agency and was determined as non-federal funds. The amount expended and advanced at June 30, 2022 is calculated on a proportionate basis; \$2,341,167. This amount is disclosed only and is not included in the Schedule of Expenditures of Federal Awards.

Multnomah County
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

Section I – Summary of Auditor’s Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes None reported

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes No

Identification of major federal programs and type of auditor’s report issued on compliance for major federal programs:

<i>Federal Assistance Listing Numbers</i>	<i>Name of Federal Program or Cluster</i>	<i>Type of Auditor’s Report Issued on Compliance for Major Federal Programs</i>
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children	Unmodified
21.023	COVID-19 - Emergency Rental Assistance Program	Unmodified
21.027	COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	Unmodified
93.224	COVID-19 – Health Center Program Cluster	Unmodified
93.498	COVID-19 - Provider Relief Fund	Unmodified
93.568	COVID-19 - Low-Income Home Energy Assistance	Unmodified
97.036	Disaster Grants - Public Assistance	Unmodified

Dollar threshold used to distinguish between type A and type B programs: \$ 3,000,000

Auditee qualified as low-risk auditee? Yes No

Multnomah County
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

Section II - Financial Statement Findings

None noted.

Section III – Federal Award Findings and Questioned Costs

FINDING 2022-001 – Allowable Costs – Significant Deficiency in Internal Controls over Compliance

<i>CFDA Number</i>	<i>Federal Agency/Pass-through Entity - Program Name</i>	<i>Award Number</i>	<i>Award year</i>	<i>Questioned Costs</i>
21.023	COVID-19 – Emergency Rental Assistance Program	N/A	2022	None Reported

Criteria or specific requirement: Performance and financial monitoring and reporting done post federal award must comply with the post federal award requirements at 45 CFR part 75, subpart D.

Condition: We were unable to obtain evidence supporting the timely submission of monthly special reporting required under the program. This did not extend to the quarterly reporting required under the program.

Context: Of the 12 monthly reports available for testing, we randomly selected three reports filed during fiscal year 2022 noting there was no support available to substantiate that the reports were submitted timely by the County.

Effect: There could have been delays in required monthly reporting to Treasury.

Cause: There is currently no system in place to track monthly reporting deadlines and submissions.

Repeat finding: No.

Recommendation: We recommend the County work to establish an internal tracking system to memorialize reporting deadlines and track the submission of required reports under the program.

Views of responsible officials: Management agrees with the finding and auditor recommendation.



December 2, 2022

As required by OMB Uniform Guidance, we have provided below our response and corrective action plan addressing the findings in the "Report on Federal Awards in Accordance with the OMB Uniform Guidance" for the year ended June 30, 2022.

Management's View and Corrective Action Plan to Current Year Audit Findings and Questioned Costs

Finding #2022-001: Allowable Costs – Significant Deficiency in Internal Controls over Compliance

Management agrees with the finding and auditor's recommendation. Going forward an internal control will be in place to retain a copy of each report submitted with evidence of required submission date when it is not maintain within the third party reporting system. This will be resolved by June 30, 2023.

The Deputy CFO will be responsible for ensuring that the correcting actions take place as described. If you have any questions of require additional information, please feel free to contact me at (503-988-7966) or at cora.bell@multco.us.

Sincerely,

A handwritten signature in blue ink that reads "Cora Bell".

Cora Bell
Deputy CFO



Summary Schedule of Prior Audit Findings For the Fiscal Year Ending June 30, 2021

Finding #2021-001: Allowable Costs – Significant Deficiency in Internal Controls over Compliance

Federal Agency: Department of Health and Human Services

Federal Program: COVID-19 HIV Emergency Relief Project Grants

Condition: An instance was identified in which a grant was overcharged for an employee's premium pay in July 2020. This was a repeat finding. As a result of the identification of the finding in the 2020 audit, the County worked to implement a fix within Workday to correct this issue which was completed in October 2020.

Recommendation: It was recommended that the County work with Workday to identify a solution removing the duplicate premium pay.

Status of Finding: Resolved, the County's HCM Workday Support team discovered this error in October 2020 and worked with Workday to identify a solution to remove the duplicate premium pay. No other instances were discovered after October 2020.

Finding #2021-002: Allowable Costs – Significant Deficiency in Internal Controls over Compliance

Federal Agency: Department of Treasury

Federal Program: COVID-19 Coronavirus Relief Fund

Condition: An instance was identified in which a grant was charged more hours than paid to the employee tested.

Recommendation: It was recommended that the County develop an internal policy to ensure hours coded by non-exempt employees in any given pay period do not exceed the hours paid.

Status of Finding: Resolved, the County has implemented additional trainings to non-exempt employees and human resource representatives to ensure that grants are not charged more than the paid hours by period. The County is continuing to work with Workday to find a solution that would further prevent salaried employees from coding more than 86.67 hours.