



MULTNOMAH COUNTY OREGON



COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 1996



About the Cover

The cover is a reproduction of Dennis Cunningham's *Sauvie Island*, a linocut print that was produced in 1987. *Sauvie Island* is part of the Regional Arts & Culture Council's Visual Chronicle of Portland collection and they graciously permitted us to use it on our budget document cover. The Visual Chronicle of Portland documents the changing face of the city as it is perceived through the eyes of its artists. The Chronicle is a collection of paintings, drawings, prints and photographs that portray some aspect of Portland, and each year new works on paper are solicited from the community. The collection forms a vivid historical portrait of the city, one that is intended to continue and grow indefinitely. The first three years of the collection were made possible by a test grant from the National Endowment for the Arts. Since the expiration of the test grant, the Regional Arts & Culture Council has enthusiastically continued to fund the Visual Chronicle's annual acquisitions.

About the Artist

DENNIS CUNNINGHAM

American, born 1949

Dennis Cunningham's linoleum block prints graphically communicate his interest in the complex relationships between people and the natural environment. His images are often narrative, telling us a story in symbols, diagrams, maps and pictures, about people, and animals, and places, and points of view.

His work in printmaking has been shown in solo and group exhibitions in the United States, Canada, Mexico, Argentina, Germany, Japan and Australia. His graphic works are in the permanent collections of many state and city art commissions, as well as in museum, corporation and private art collections throughout the western United States.

His familiar black and white prints have been published and distributed nationally in a variety of books, magazines and posters. He has collaborated as an artist on many public art projects including Central Square Subway Station in Boston, Massachusetts and the Oregon Convention Center in Portland.

He is the recipient of several awards and honors including the Western States/National Endowment for the Arts Regional Fellowship in Printmaking (1988) and the Oregon Individual Fellowship in the Arts (1992). He is represented by the Jamison/Thomas Gallery in Portland and by Davidson Galleries in Seattle, Washington. He is currently an instructor of design, drawing and printmaking at Marylhurst College.

Sauvie Island

"Growing up in the Portland area, I visited Sauvie Island as a boy to catch it's plentiful and lively sunfish. I continue to visit as an adult, but now to explore it's abundant scenic beauty. The island is a special place and unusual wild place to recreate, right at the edge of a metropolis."

*D.L. Cunningham
1995*

MULTNOMAH COUNTY, OREGON
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the fiscal year ended June 30, 1996



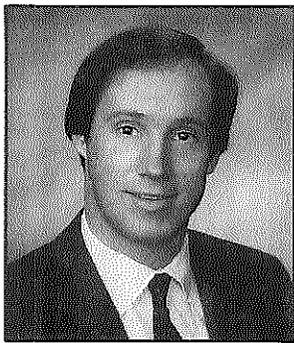
Prepared by:

Finance Division
David A. Boyer, Finance Director
1120 SW Fifth Avenue, Suite 1430
P.O. Box 14700
Portland, Oregon 97293-0700

ELECTED OFFICIALS - MULTNOMAH COUNTY OREGON



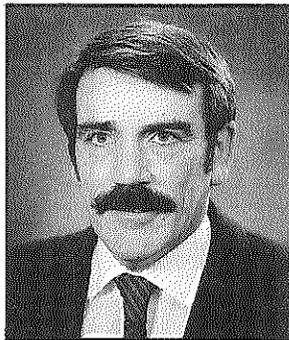
BEVERLY STEIN
Chair



DAN SALTZMAN
Commissioner



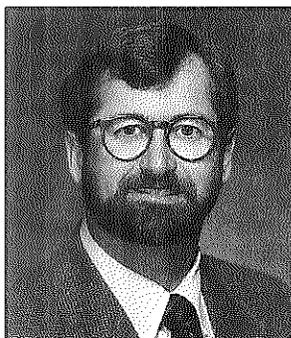
SHARRON KELLEY
Commissioner



GARY HANSEN
Commissioner



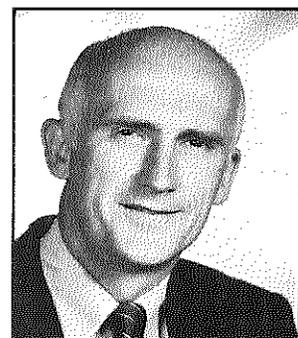
TANYA COLLIER
Commissioner



GARY BLACKMER
Auditor



DAN NOELLE
Sheriff



MICHAEL SCHRUNK
District Attorney

MULTNOMAH COUNTY, OREGON
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the fiscal year ended June 30, 1996

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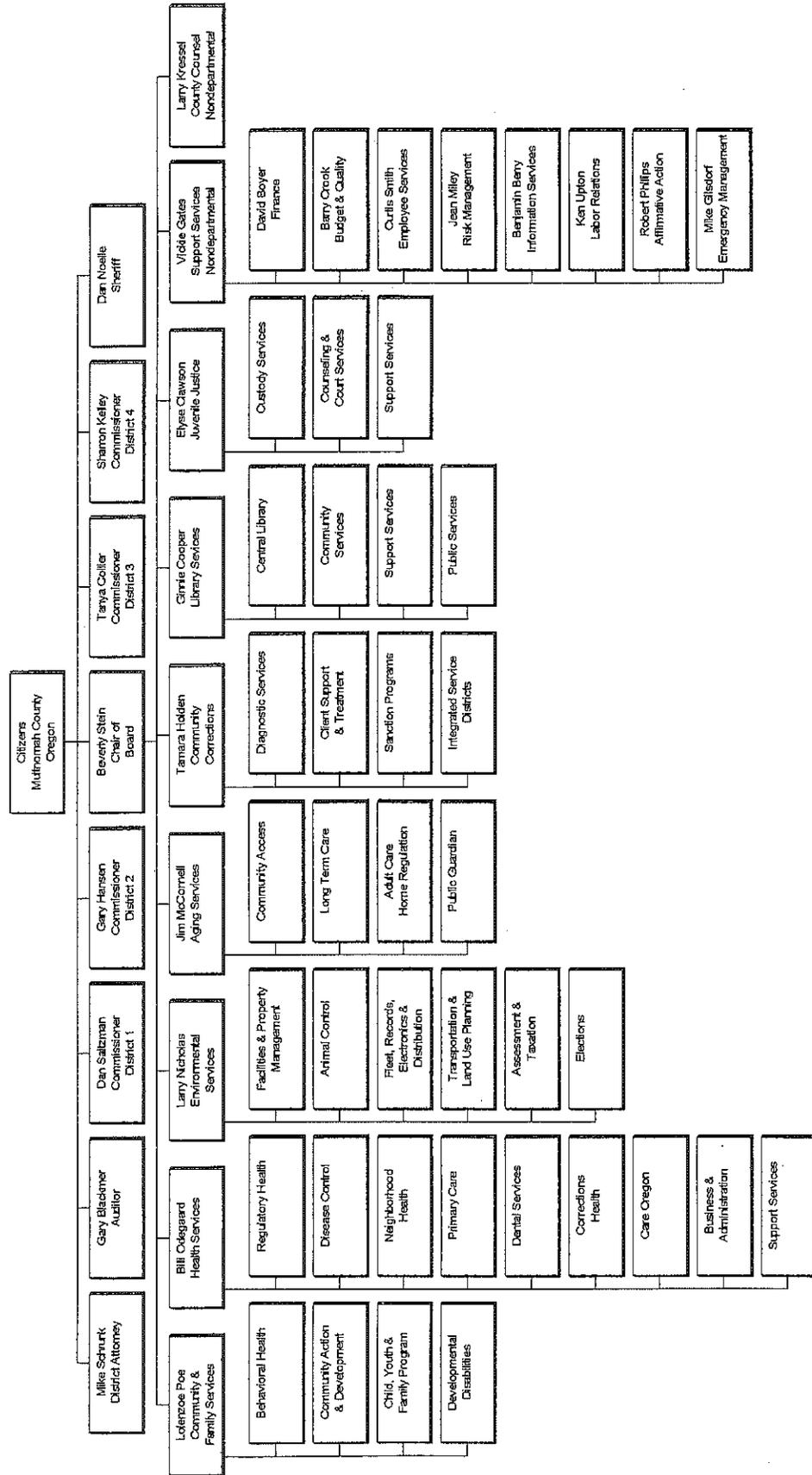
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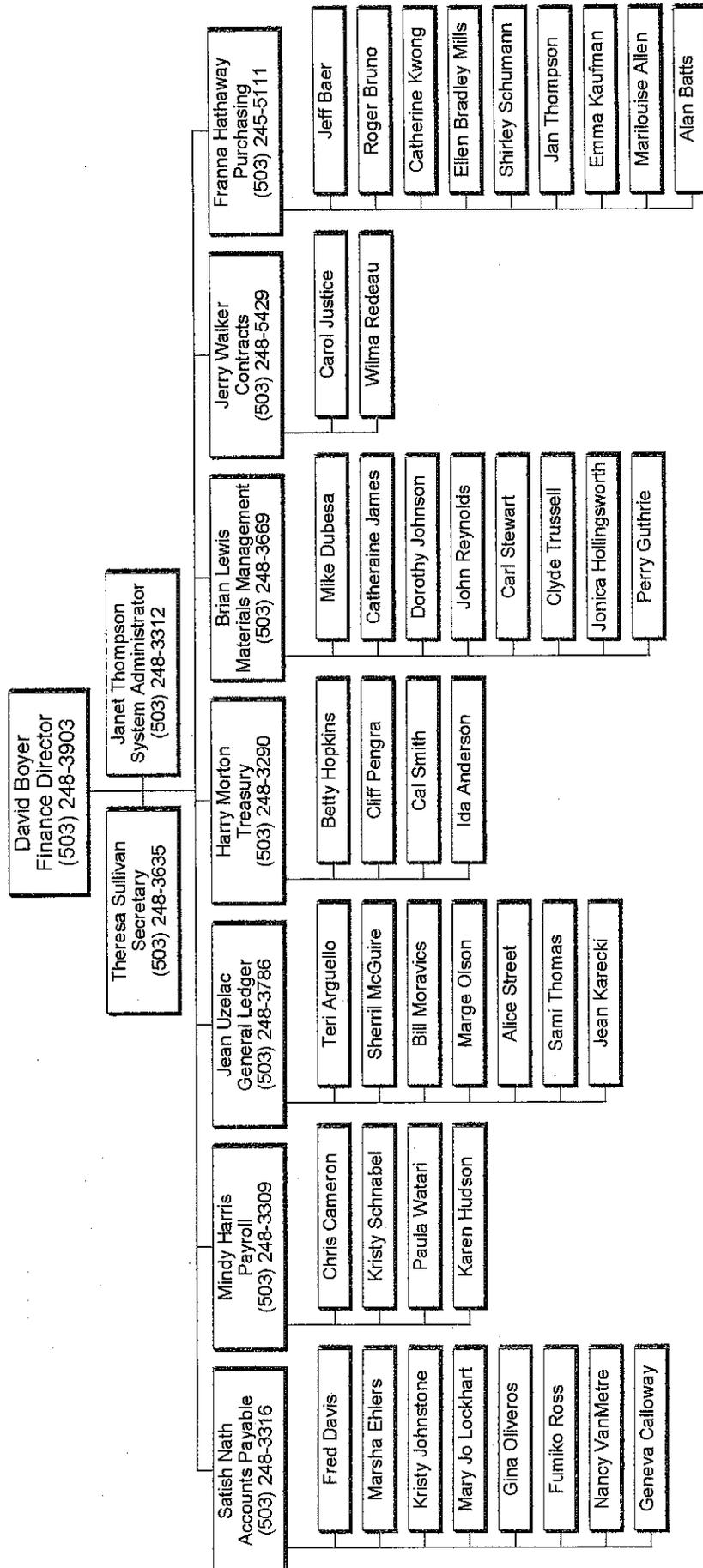
INTRODUCTORY SECTION

MULTNOMAH COUNTY, OREGON



MULTNOMAH COUNTY, OREGON

Finance Division



**MULTNOMAH COUNTY, OREGON
PRINCIPAL OFFICERS
JUNE 30, 1996**

<u>Title</u>	<u>Name</u>	<u>Term Expires</u>
<u>Board of County Commissioners</u>		
Chair of Board	Beverly Stein 1120 SW Fifth Ave., Suite 1510 Portland, OR 97204-1976	12/31/98
District No. 1	Dan Saltzman 1120 SW Fifth Ave., Suite 1500 Portland, OR 97204-1976	12/31/00
District No. 2	Gary Hansen 1120 SW Fifth Ave., Suite 1500 Portland, OR 97204-1976	12/31/98
District No. 3	Tanya Collier 1120 SW Fifth Ave., Suite 1500 Portland, OR 97204-1976	12/31/00
District No. 4	Sharron E. Kelley 1120 SW Fifth Ave., Suite 1500 Portland, OR 97204-1976	12/31/00
<u>Other Elected Officers</u>		
County Auditor	Gary Blackmer 1120 SW Fifth Ave., Suite 1400 Portland, OR 97204-1976	12/31/98
County District Attorney	Michael D. Schrunk 1021 SW Fourth Avenue Portland, OR 97204-1976	12/31/00
County Sheriff	Dan Noelle 12240 NE Glisan Street Portland, OR 97230	12/31/98
<u>Other Appointed Officers</u>		
Finance Director	David A. Boyer, CCM	Not elected
Accounting Manager	Jean M. Uzelac	Not elected
County Counsel	Laurence Kressel	Not elected



MULTNOMAH COUNTY, OREGON

**BOARD OF COUNTY
COMMISSIONERS**

Beverly Stein, Chair
Tanya Collier
Gary Hansen
Sharron Kelley
Dan Saltzman

FINANCE DIVISION

Directors Office
Accounts Payable
General Ledger
Payroll
Treasury

Portland Building
1120 SW Fifth Avenue Suite 1430
PO Box 14700
Portland, OR 97293-0700
Phone (503) 248-3312
Fax (503) 248-3292

Contracts
Materials Management
Purchasing
Phone (503) 248-5111
Fax (503) 248-3252
TDD (503) 248-5170

Ford Building
2505 SE 11th
Portland, OR 97202

December 2, 1996

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

INTRODUCTION

We are pleased to submit the Comprehensive Annual Financial Report of Multnomah County, Oregon, (the County) for the fiscal year ended June 30, 1996, together with the unqualified opinion thereon of our independent certified public accountants, KPMG Peat Marwick LLP.

This report, required by State law, Oregon Revised Statutes 297.425, is prepared by the Finance Division and is organized into three primary sections: Introductory, Financial and Statistical. The Introductory Section includes this letter of transmittal, the County's and Finance Division's organizational charts and a list of principal officers. This section is intended to inform the reader of the organization, services, scope and financial activities of the County. The Financial Section includes the General Purpose Financial Statements, the related notes, and additional information. The additional information contains the combining and individual fund and account group statements and schedules, and other schedules. This section provides summary and more detailed financial statements and schedules of County activities. The Statistical Section contains historical financial and statistical information, generally presented on a multi-year basis. The Statistical Section provides broader financial data for a more comprehensive understanding of the County.

This report also includes Audit Comments and Disclosures, including comments required under the Minimum Standards for Audits of Oregon Municipal Corporations Section of the Oregon Administrative Rules.

In addition, the County is required to have a comprehensive single audit of its Federal Assistance Programs in accordance with the Single Audit Act of 1984, OMB Circular A-128 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 Single Audit Act of 1984 has been issued under separate cover.

Multnomah County management is responsible for the information in this report and we believe that the information presented is accurate in all material respects and is organized in a manner to clearly present the financial position and results of operations of the County's various funds and account groups. Further, all necessary disclosures have been included to enable the reader to gain maximum understanding of the financial affairs of the County.

The dollar amounts shown in this transmittal letter and the dollar amounts in the financial report, unless indicated otherwise, are expressed in thousands.

REPORTING ENTITY

This report includes all funds, account groups, agencies, boards, commissions and authorities that are controlled by or dependent on the County as defined by the Governmental Accounting Standards Board (GASB). The financial statements include the Dunthorpe-Riverdale Service District No. 1 and Mid County Service District No. 14. The Board of County Commissioners is the governing board of these entities and Multnomah County is responsible for their financial activities. These districts provide sewer and lighting services, which are reported as enterprise activities and presented as blended component units in the financial statements.

ECONOMY AND FINANCIAL OUTLOOK

Multnomah County 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, most of which lies in the Willamette Valley, between the Tualatin Mountains West of the Willamette River and the Cascade Mountains to the East. The elevation ranges from 77 feet above sea level in Portland to 322 feet in Gresham and 1,224 feet at Big Bend Mountain in the Cascade foothills.

Multnomah County is the most populous county in the state with a 1995 population of 626,500. The cities of Portland, with a population of 497,600, and Gresham, with a population of 77,240, are the largest incorporated cities located in the County.

The Portland metropolitan area is the financial, trade, transportation and service center for Oregon, southwest Washington state and the Columbia River basin. Its manufacturing base includes electronics, machinery, transportation equipment and fabricated metals.

The economy of Portland-Vancouver, OR-WA PMSA's (Primary Metropolitan Statistical Area), which includes Multnomah, Clackamas, Washington, Columbia and Yamhill counties in Oregon and Clark County in Washington, remained strong during fiscal year 1996. Total wage and salary employment rose with most of the increase coming from the non-manufacturing sector. The Portland PMSA's total employment rose from 942,900 employees at June 30, 1995 to 980,800 employees at June 30, 1996. The area's preliminary unemployment rate was 4.2% at June 30, 1996 compared to 3.8% at June 30, 1995. The Portland-Vancouver Consumer Price Index (CPI) (1982-84= 100) was 153.9 at December 1995. This represents an increase of 2.9% from December 1994.

The financial outlook for the County has been dimmed by the passage of Ballot Measure 47. Management is in the process of working with other taxing jurisdictions to address the implementation of this measure. See the subsequent events section of this letter for further details.

The Oregon Economic and Revenue Forecast reported that personal income in the state has reached it's highest rate of growth in the past decade. The 1995 growth of 7.6% was almost one third higher than the rest of the nation. Personal income is forecast to grow faster in Oregon than the nation. Over the next five years, personal income in Oregon is expected to grow faster than the national average. Increases in personal income are a strong indicator of a healthy economy and have a direct correspondence to new business development and job growth. This growth in businesses continues to be reflected in our increased business income tax collections.

Department of Health Services: The Department offers the following services:

- Primary health care and dental services at primary health care centers, dental clinics, school based health centers and correctional facilities;
- Home visits to high risk families, child abuse prevention, parenting skills training, and health education;
- Prevention and treatment of communicable diseases, such as tuberculosis, sexually transmitted diseases, hepatitis, and HIV;
- Inspection and regulation of certain businesses and public services including ancillary health care services such as ambulance services and death investigation; and
- Advocacy for the improved health of the community, particularly the medically under served and disenfranchised.

Department of Community Corrections: The Department offers the following services:

- Management and coordination of community corrections activities with other criminal justice and social agencies;
- Supervision services for adult pre- and post-sentenced offenders;
- Evaluation services addressing sentencing recommendations, substance abuse and mental health treatment services;
- Services to address substance abuse, mental health, housing, literacy, employment, child custody, marriage and reconciliation, and basic living skill needs; and
- Sanction programs that provide structured alternatives to prison.

Sheriff: The Sheriff's office offers the following services:

- Intensive enforcement programs to assist in empowering the residents of high risk neighborhoods to deal with crime and other social problems;
- Corrections programs such as work release and out-of-custody supervision for pre-trial and sentenced offenders in Multnomah County;
- In-jail alcohol and drug intervention services;
- Patrol services to rural areas of unincorporated Multnomah County;
- Narcotics education and intervention through the D.A.R.E. Program and narcotics enforcement through the Special Investigations Unit;
- Civil process service and civil court enforcement of "execution process";
- Water safety education and patrol of 97 miles of waterways within the boundaries of the County; and
- Secure incarceration of inmates and the transportation of inmates both inter and intrastate.

District Attorney: The District Attorney's Office provides the following:

- Felony prosecution;

- Targeted crimes prosecution (Regional Organized Crime Narcotics "ROCN" task force, gang unit, forfeiture, domestic violence);
- Misdemeanor and violation prosecutions (DUII, traffic crimes);
- Multidisciplinary child abuse teams;
- Juvenile prosecutions (delinquency and dependency cases);
- Child support enforcement; and
- Victims assistance.

Department of Library Services: The Department offers the following services:

- Checks books and other library material out at the Central Library, fourteen branch libraries and through outreach services;
- Assists patrons in finding books and information;
- Selects, acquires, organizes and processes a wide variety of books and other materials on numerous subjects expressing wide-ranging points of view for people of all ages;
- Provides age appropriate materials and services for children and young adults; and
- Provides materials and services to those county residents not able to come to county libraries or use conventional materials.

Department of Environmental Services: The Department provides the following services:

- Animal control is responsible for the community's animal ownership ordinances that protect people and animals and operating an animal shelter for lost, stray and unwanted animals;
- Assessment and taxation is responsible for property assessment, tax collection, recording, property records management, property foreclosures, clerical support of the Board of Equalization and Tax Title Fund management;
- Elections is responsible to perform all functions relating to the conduct of all elections for governmental jurisdictions in Multnomah County;
- Facilities and property management are responsible for facilities operations and maintenance, property management, tax foreclosed property maintenance, and capital improvement projects;
- Fleet, records, electronics and distribution are responsible for providing operational support services in the areas of county vehicles, records management, electronic equipment maintenance and interoffice and US mail processing; and
- Transportation and land use planning is responsible for road, bridge and bikeway maintenance and capital projects, and to regulate planning activities in Multnomah County.

Nondepartmental: Support Services is responsible for the operations of the internal centralized support services. The Department provides the following services:

- Finance is responsible for accounts payable, accounts receivable, contract administration, materials management, general ledger, payroll, purchasing and treasury functions;

- Budget and Quality services is responsible for designing and coordinating the budget process, for financial forecasting, providing technical assistance in grant writing and administering the Strategic Investment Program;
- Employee services is responsible for the areas of personnel, training and employee benefits;
- Information Services is responsible for data processing and telecommunications;
- Labor negotiations is responsible for nine collective bargaining agreements;
- Emergency management coordinates the performance of essential and emergency services for the public's benefit prior to, during, and following an emergency situation;
- Risk management is responsible for management, training, consultation and policy recommendation for loss control, property insurance and workers' compensation; and
- Affirmative action is shared by Multnomah County and The City of Portland and is responsible for assuring that the County conforms to regulatory requirements for monitoring, reporting, planning and implementing programs and strategies as they relate to equal opportunity laws.

Functions which are outside the scope of the aforementioned are also categorized as Nondepartmental. They include the following:

- Office of the County Chair;
- The Board of County Commissioners;
- The County Auditor;
- County Counsel;
- The Tax Supervising and Conservation Commission;
- Multnomah Commission on Families and Children; and
- Citizen Involvement Committee.

Employees: At June 30, 1996, the County had 3,932 employees not including temporary employees. There are nine bargaining units representing 3,363 employees as listed below. In addition, there are 569 management and exempt employees.

<u>Bargaining Unit</u>	<u>Employees</u>
General Employees (Local 88)	2,399
Electricians (Local 48)	18
Operating Engineers (Local 87)	12
Paint Makers (Local 55)	3
Corrections (Teamsters 223)	373
Deputy Sheriffs Association	101
Oregon Nurses Association	289
Juvenile Group Workers (Local 86)	88
Prosecuting Attorneys Association	80
Total	<u>3,363</u>

MAJOR INITIATIVES

In fiscal year 1996 the County continued the RESULTS campaign. RESULTS stands for Reaching Excellent Service Using Leadership and Team Strategies and is Multnomah County's program for reinventing and redesigning government. The goals of RESULTS are to build our capacity to meet our community and county benchmarks, to make sure we use tax dollars efficiently and to guarantee quality service. To achieve these goals, the RESULTS Roadmap was developed by County officials, union leaders, and managers. The RESULTS Roadmap is a vision document to guide the County in implementing quality in Multnomah County.

The County adopted benchmarks for fiscal year 1995. These benchmarks are connected to the Oregon Benchmarks and the community benchmarks adopted by the Portland-Multnomah Progress Board. Of the 86 Multnomah County benchmarks, the leadership team of the County chose 12 as focal points for urgent action in fiscal year 1995. The benchmarks were updated in fiscal year 1996 and performance measures and key results for programs are being tracked to monitor the progress and are now a part of the budgetary process.

In fiscal year 1994 the County completed negotiations with Metro, a regional government, that gave Metro responsibility for the operations of the Expo Center and park operations. The transfer of operations was effective January 1, 1994, and certain assets, and liabilities were transferred to Metro. The final negotiations for the transfer of the real property associated with the operations of Expo and the parks was completed in fiscal year 1996 and the property will be transferred to Metro in fiscal year 1997.

During the year the County completed a Strategic Plan for Information Technology. The plan identified five strategic goals that will move the County toward achieving its vision for information technology. The goals are; (1) Improve access to County Information to the public; (2) Improve the quality of service delivery; (3) Improve public involvement in County processes that formulate County ordinances, policies and budget priorities; (4) Improve the quality of County decision making by making current and accurate data and information available; (5) Improve the efficiency and effectiveness of internal County business processes through the effective use of information technology.

The Board of County Commissioners approved for submittal to the voters on May 21, 1996 two separate three-year, rate based serial levies, one for library services which would raise an average of about \$16,353 per year and one for jail operations which would raise about \$29,933 per year. In addition the voters approved two general obligation bond measures. A library general obligation bond in the amount of \$29,000 was approved to finance the acquisition, construction or remodeling of library facilities and equipment. A public safety general obligation bond measure in the amount of \$79,700 was also approved by the voters to finance the acquisition and construction of public safety facilities and equipment.

Multnomah County was one of several municipalities in western Oregon and Washington State that were declared federal disaster areas due to flooding of the Columbia and Willamette rivers and various tributaries in February 1996. The County's public facilities and road damage estimate as of June 30, 1996 is \$1,035. The County has filed damage claims with the Federal Emergency Management Agency (FEMA) for \$570 and the Federal Highway Administration has reimbursed the County \$365 for a total of \$935 of the costs related to the flood damage.

For the future. The County is working on prioritizing programs and evaluating its services to begin implementing the effects of Ballot Measure 47. It is too early to determine the long term financial

impact of this measure. See the subsequent events section of this letter for more information on Ballot Measure 47.

The County is in the process of implementing the information systems strategic plan for information technology that was developed in fiscal year 1996. The County has provided for funding the conversion to a standard office software suite in its 1996-97 budget.

Multnomah County has developed a nationally known system of primary health care clinics. The system has been augmented with a variety of public health and primary care programs in neighborhoods, schools and in conjunction with other services. With the advent of the Oregon Health Plan and the increasingly managed care environment of local health care, maintaining the traditional mission of safety net health care in the County's clinics is becoming very difficult. Over the next few years the County anticipates bringing additional County services into a managed care environment as the County implements children's mental health and as alcohol and drug treatment services are brought into the Oregon Health Plan. Aging services will be exploring the possibilities for using managed care for long term care of the elderly and people with disabilities.

On May 2, 1996, the Board of County Commissioners passed a resolution to financially assist the school districts located within the County to help restore budgetary cuts that the various school districts need to balance their 1996-97 budgets. The County will transfer \$10,000 in one-time-only funds to the school districts in fiscal year 1997.

The County will continue working with the City of Portland to review and refine the benchmarks adopted by the Portland-Multnomah Progress Board.

FINANCIAL AND ACCOUNTING POLICIES

This report is prepared in conformance with the guidelines for financial reporting developed by the Government Finance Officers Association of the United States and Canada and the principles established by the GASB, including all effective GASB pronouncements. It presents fairly the financial position of the various funds and account groups of the County at June 30, 1996 and the results of operations of such funds and the cash flows of the proprietary fund types for the year then ended in conformity with generally accepted accounting principles (GAAP).

The County budgets a total of thirty-nine funds of which twenty-nine are governmental fund types, and ten are proprietary fund types. The County also maintains six fiduciary fund types of which five are agency funds and one is a pension trust fund. The Governmental fund types and agency funds are maintained on a modified accrual basis, with revenues being recorded when measurable and available and expenditures being recorded when the goods or services are received. The proprietary funds and pension trust fund are maintained on the accrual basis of accounting.

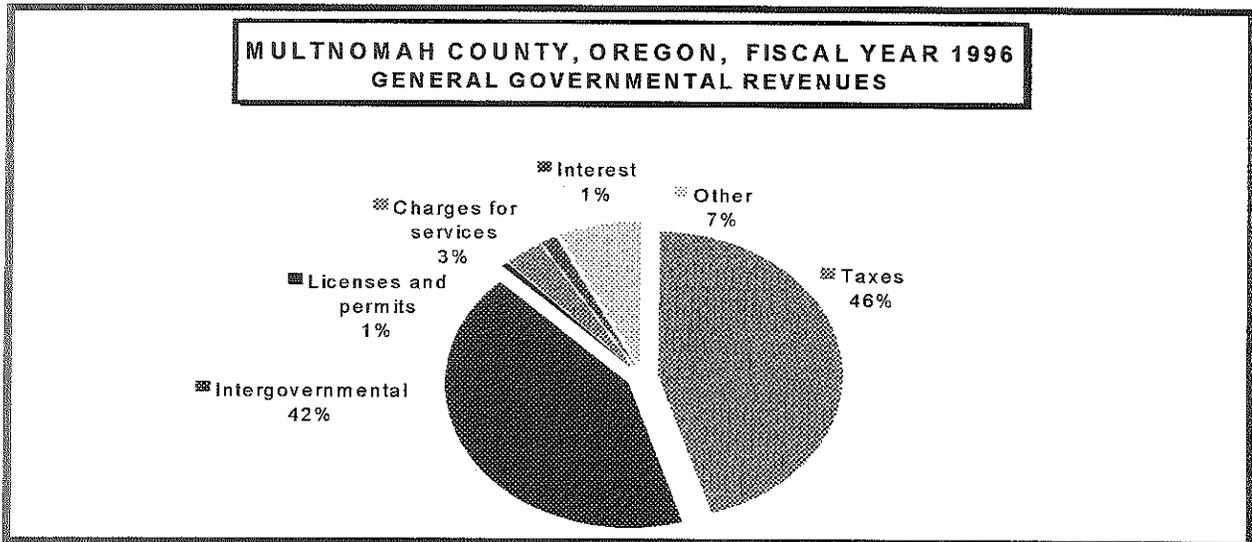
INTERNAL ACCOUNTING CONTROLS AND BUDGETARY PROCESS

Multnomah County maintains, and management relies upon, a system of internal controls designed to provide reasonable assurance that assets are safeguarded and that accounting transactions are executed and properly recorded so that financial statements can be prepared in accordance with GAAP and the County's budgetary requirements. The internal control structure also ensures that federal and state financial assistance funds are expended in compliance with applicable laws and regulations related to those programs. In establishing the internal control system, management considers the inherent limitations of various control procedures and weighs their cost against the benefit derived. To assure that reliable and timely information is prepared in the most efficient manner possible, accounting policies, procedures and systems, together with related internal controls, are constantly monitored and revised, where necessary, to meet changing requirements.

The County's budget is prepared on the modified accrual basis of accounting. In accordance with State statutes, the County budgets all funds except trust and agency funds. The County budget is adopted by the Board of County Commissioners by expenditure categories, i.e., personal services, materials and services, capital outlay, cash transfers and contingency by department for each fund. The expenditure appropriations lapse at the end of the fiscal year. Additional resources and corresponding appropriations may be added to the budget during the fiscal year through a supplemental budget process. The original and supplemental budgets require budget hearings before the public, publications in newspapers and final adoption by the Board of County Commissioners. Original and supplemental budgets may be modified during the fiscal year by the use of appropriation transfers between the legal categories. The appropriation transfers must be approved by the Board of County Commissioners in public meetings. During the fiscal year, two supplemental budgets were adopted.

FINANCIAL SUMMARY OF GENERAL GOVERNMENT FUNCTIONS

Governmental Fund Type Revenues: Revenues accounted for in the Governmental Fund Types totaled \$407,970 for fiscal year 1996, an increase of 7.6% over fiscal year 1995. The revenues, percent of total revenues by source and changes from 1995 are shown in the following chart and table:



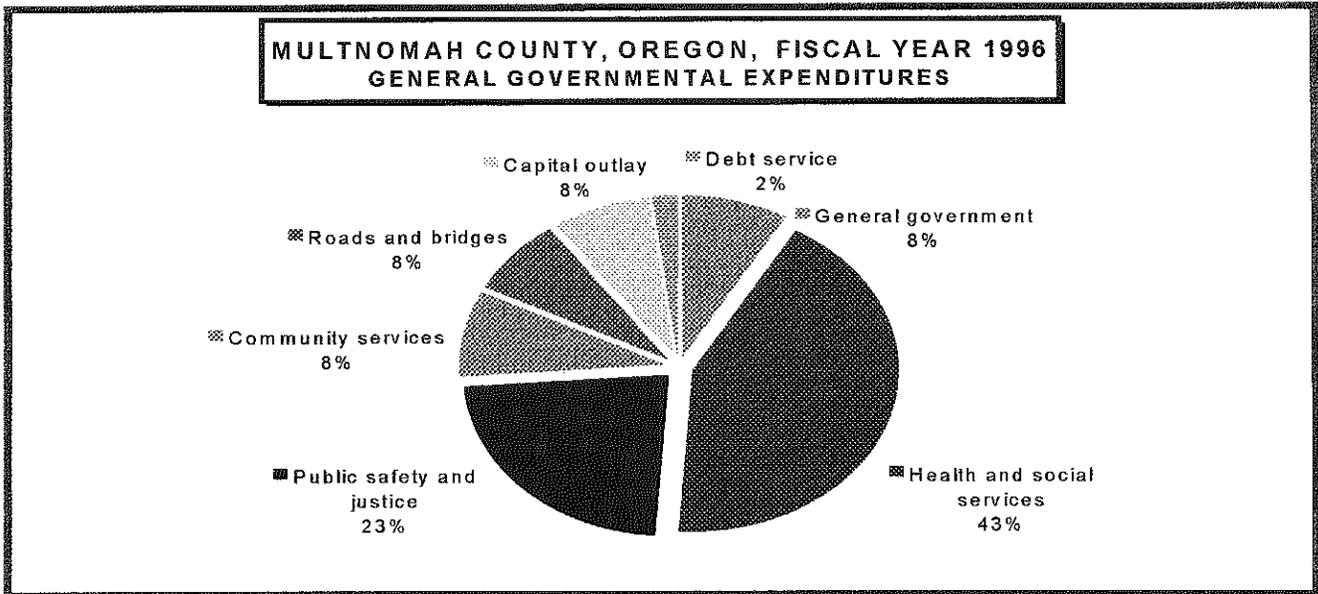
	1996 Amount	1995 Amount	Amount Increase (Decrease)	Percent Increase (Decrease)
Taxes	\$ 185,008	\$ 171,068	\$ 13,940	8.1%
Intergovernmental	172,031	162,133	9,898	6.1%
Licenses and permits	2,703	2,683	20	0.7%
Charges for services	12,864	8,880	3,984	44.9%
Interest	5,476	5,676	(200)	(3.5)%
Other	29,888	28,549	1,339	4.7%
Total	\$ 407,970	\$ 378,989	\$ 28,981	7.6%

The major increases are:

- The increase of taxes is due to the increase in property tax collections as a result of the increase in assessed valuation and increased collection of business income taxes due to a healthy business economy.

- The increase of intergovernmental revenues is due to an increase in Federal and State funded programs.
- The increase in charges for services is due to an increase in rates for many of these charges for services.

Governmental Fund Type Expenditures: Expenditures accounted for in the Governmental Fund Types totaled \$423,151 for fiscal year 1996, an increase of \$31,392 over fiscal year 1995. The expenditures, percent of total by function and changes from the previous fiscal year are shown in the following chart and table.



	1996 Amount	1995 Amount	Amount Increase (Decrease)	Percent Increase (Decrease)
General government	\$ 35,086	\$ 36,108	\$ (1,022)	(2.8)%
Health and social services	181,526	165,239	16,287	9.9%
Public safety and justice	96,519	93,059	3,460	3.7%
Community services	35,707	32,765	2,942	9.0%
Roads and bridges	32,596	30,200	2,396	7.9%
Capital outlay	33,069	24,539	8,530	34.8%
Debt service	8,648	9,849	(1,201)	(12.2)%
Total	\$ 423,151	\$ 391,759	\$ 31,392	8.0%

The major increases (decreases) are:

- Health and social services, and community services increased due to cost of living increases and an increase in Federal and State funded programs.
- Capital outlay increased due to the construction of the Central Library, Midland Branch Library and expansion of the Juvenile Justice Complex.
- Debt service decreased due to the library general obligation bonds having a principal and interest payment reduction.

PROPRIETARY OPERATIONS

Operating revenues accounted for in the Proprietary Funds, exclusive of the pension trust fund, for the fiscal year ended June 30, 1996, were \$100,290, an increase of \$15,591 over fiscal year 1995. This represents an increase of 18.4%. Operating expenses totaled \$96,406 for the fiscal year ended June 30, 1996, an increase of \$16,173 or 20.2% from fiscal year 1995. The net income for the year ended June 30, 1996 was \$4,126 compared to the net income of \$5,100 for fiscal year 1995.

FIDUCIARY OPERATIONS

Multnomah County manages and accounts for monies received from various sources in a fiduciary capacity. Such monies are reported in the Agency Funds within the Fiduciary Fund Types. Disbursements are made in accordance with the agreement or applicable legislative enactment for each fund.

The County also administers the Library Retirement Fund, a pension trust fund. This fund was created as a result of the Library Association of Portland and Multnomah County Transfer Agreement effective July 1, 1990. This pension plan was frozen as a result of the transfer agreement.

Substantially all other County employees participate in the statewide Oregon Public Employees Retirement System. More detailed information on the County's retirement systems and deferred compensation is disclosed in the Pension Plans and Deferred Compensation note.

RISK MANAGEMENT

Risk Management's purpose is to protect the human, physical, and financial assets of the County and is responsible for identification of potential causes of loss.

The County is partially self-insured for employee medical, dental and vision benefits, unemployment, workers' compensation, property, tort and general liability claims. The Insurance Fund, an Internal Service Fund, is governed by an ordinance adopted by the Board of County Commissioners. The ordinance requires that a financial status report be submitted to the Board of County Commissioners on an annual basis. Every two years an actuarial valuation is performed on the workers' compensation and liability programs to evaluate the County's incurred but not reported "IBNR" claims. The medical and dental IBNR claims are based on projected monthly claims costs, projected enrollment and the number of days it takes an average claim to clear the claims paying system. All IBNR claims are recorded as an expense in the year they are incurred and a corresponding liability is recorded in the Insurance Fund.

The Insurance Fund allocates the cost of providing claims servicing and claims payment by charging a premium to the various County programs based on the actuarial estimates or actual insurance premiums paid.

The County also funds post retirement benefits for a portion of medical insurance benefits for retirees between the age 58 to 65. Every two years an actuarial valuation is performed on the program to evaluate the unfunded liability and funding requirements.

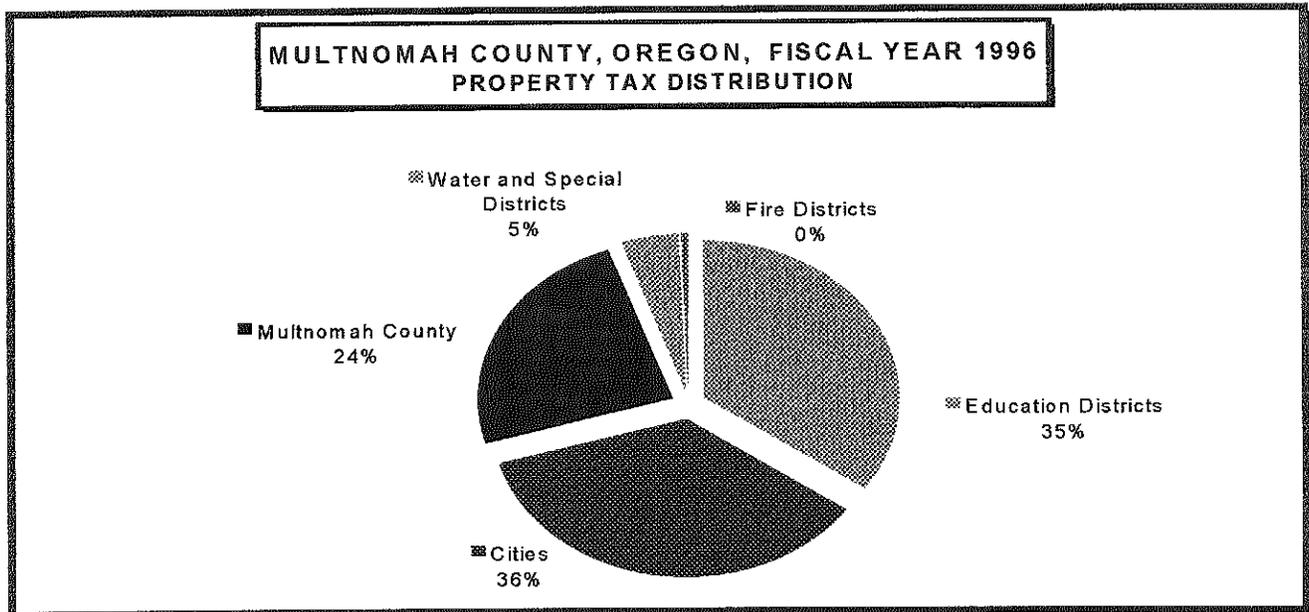
GENERAL FIXED ASSETS

The general fixed assets of the County are those fixed assets used in the performance of general governmental functions and exclude fixed assets of the Enterprise and Internal Service Funds. At June

30, 1996, the general fixed assets of the County amounted to \$239,671. This amount represents the original or estimated cost of the assets and is considerably less than the estimated replacement cost.

PROPERTY TAXES

Multnomah County serves as the property tax assessor and collector for all taxing bodies located in the County. The total levy for all entities within the County, as extended by the assessor, was \$558,508 for fiscal year 1996, a decrease of \$14,040 from fiscal year 1995. The major levying entities, amounts and changes from the previous year are displayed in the following chart and table:



	1996 Amount	1995 Amount	Amount Increase (Decrease)	Percent Increase (Decrease)
Education Districts	\$ 193,685	\$ 249,441	\$ (55,756)	(22.4)%
Cities	200,896	181,848	19,048	10.5%
Multnomah County	135,104	123,672	11,432	9.2%
Water and Special Districts	26,190	15,442	10,748	69.6%
Fire Districts	2,633	2,145	488	22.8%
Total	\$ 558,508	\$ 572,548	\$ (14,040)	(2.5)%

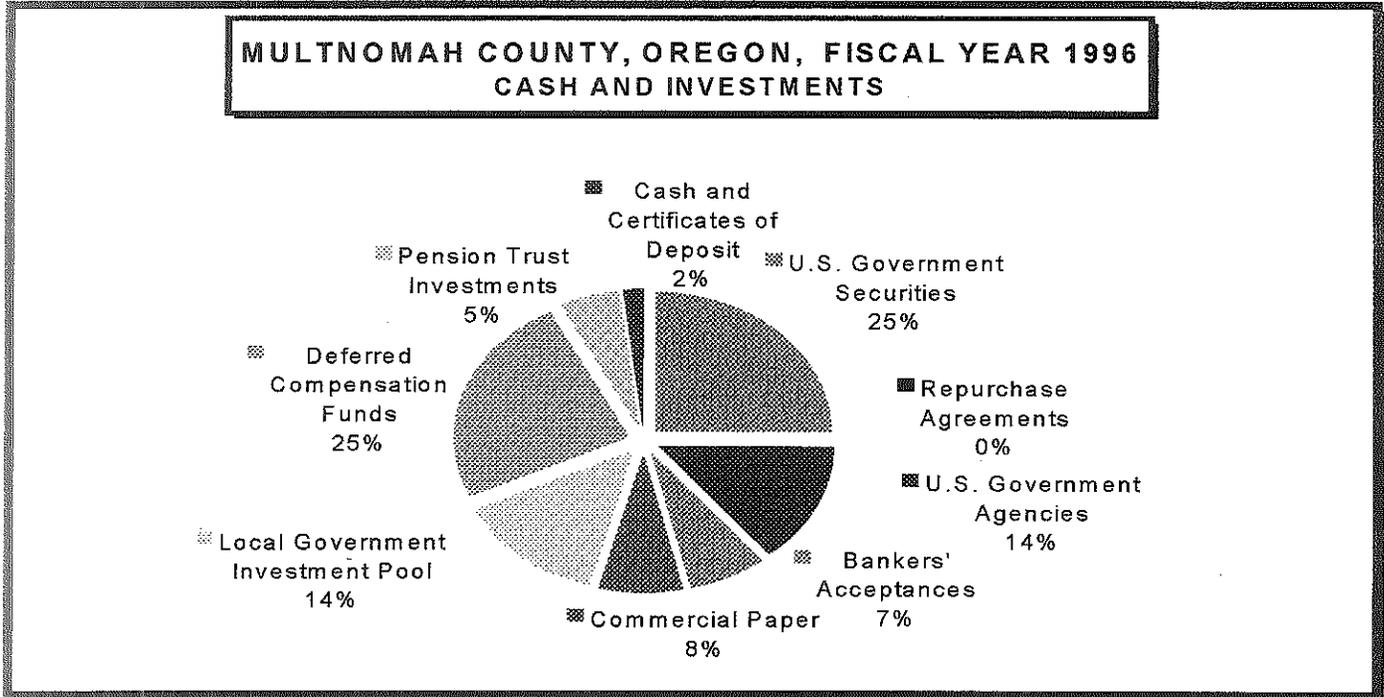
CASH AND INVESTMENTS

To obtain maximum return on investments, Multnomah County pools most funds for investment purposes. Multnomah County's investment transactions are governed by a written Investment Policy. The Investment Policy, which is reviewed and adopted annually by the Board of County Commissioners, regulates the County's investment objectives, diversification, limitations and reporting requirements. The County also utilizes an independent Investment Advisory Board to review the County's investment plan and investment performance.

The average daily balance of investments for all funds including trust funds for fiscal year 1996 was \$140,095 and the average yield on these investments was 5.79%, as compared to the fiscal year 1995 average balance of \$131,352 and average yield of 5.74%. Investment interest earnings on all funds,

excluding trust funds, for fiscal year 1996 was \$5,476 as compared to \$5,676 in fiscal year 1995. Cash and Investments at June 30, 1996, totaled \$188,533 as compared to \$178,790 at June 30, 1995.

The investments are displayed in a note to the financial statements disclosing the carrying amounts and market values. The note also discloses the "level of credit risk" associated with the investment types. The following table and chart represents the various cash and investment types, changes from fiscal year 1995 and percent of total:



	1996 Amount	1995 Amount	Amount Increase (Decrease)
U.S. Government Securities	\$ 46,901	\$ 18,080	\$ 28,821
U.S. Government Agencies	26,789	24,895	1,894
Repurchase Agreements	-	31,500	(31,500)
Bankers' Acceptances	13,836	13,961	(125)
Commercial Paper	14,366	21,599	(7,233)
Local Government Investment Pool	26,321	16,756	9,565
Deferred Compensation Funds	46,312	37,000	9,312
Pension Trust Investments	10,290	9,925	365
Cash and Certificates of Deposit	3,718	5,074	(1,356)
Total	\$ 188,533	\$ 178,790	\$ 9,743

DEBT ADMINISTRATION

General Obligation Bonds: Under Oregon Revised Statutes 287.054 the County's total general obligation bonded debt issues are subject to a limitation of 2% of the latest true cash value of taxable property. On June 30, 1996, this limit was \$693,670 and the County had \$28,710 in voter approved general obligation bonds outstanding. In addition, the County had \$108,700 of voter approved general obligation bonds authorized but not issued. These bonds were issued on October 1, 1996. See the

subsequent events section of this letter for more details on these issues. Multnomah County has an Aa1 rating from Moody's Investors Service on all general obligation bonds issued.

On March 1, 1994, the County issued general obligation bonds in the amount of \$22,000 to renovate the Central Library and to build a new Midland Branch Library. The debt service is paid from the proceeds of a property tax levy. The bonds mature each October through October 2014. At June 30, 1996, \$19,975 was outstanding.

On October 1, 1994 the County issued general obligation bonds in the amount of \$9,000 to renovate the Central Library and to build a new Midland Branch Library. The debt service is paid from the proceeds of a property tax levy. The bonds mature each October through October 2015. At June 30, 1996, \$8,735 was outstanding.

Revenue Bonds: The County does not have any revenue bonds outstanding.

Tax and Revenue Anticipation Notes: On July 1, 1995, the County issued \$11,000 in Tax and Revenue Anticipation Notes "TRANS". The notes had a stated interest rate of 4.50% and a yield of 3.55%. The notes matured on June 28, 1996.

Per Capita Debt Levels: Per capita debt levels for the County consist not only of debt issued by the County, but also include debt issued by overlapping jurisdictions. The following table shows the debt ratios for the County and overlapping districts (Per Capita in dollars):

	Values	Per Capita	Percent of RMV
Population June 30, 1995	626,500		
1995-96 real market value (RMV)	\$ 34,683,496	\$ 55,361	
Gross G. O. bonded debt	\$ 28,710	\$ 46	0.08%
Net direct debt (G. O. only)	\$ 28,710	\$ 46	0.08%
Net direct debt (G. O.) and overlapping debt	\$ 649,843	\$ 1,037	1.87%

INTERGOVERNMENTAL AGREEMENTS, LOANS, AND CAPITAL LEASES

Multnomah County has entered into various lease/purchase, loan and intergovernmental agreements to acquire or improve facilities and to acquire equipment. These acquisitions have been capitalized in the Data Processing Fund and Telephone Fund, Internal Service Funds, or in the General Fixed Assets Account Group. At June 30, 1996, the total amount payable in the General Long-Term Obligations Account Group is \$61,295, \$2,067 in the Data Processing Fund, and \$462 in the Telephone Fund. The following is a summary of the various types of transactions the County has entered into.

Intergovernmental Agreement: On January 22, 1981, the County entered into an intergovernmental agreement in the amount of \$3,475 with the City of Portland for the purchase of two floors in the Portland Building. This agreement will be paid in full in fiscal year 2008. At June 30, 1996, \$2,428 was outstanding.

Loans: On December 12, 1995, the County entered into an agreement with the Wells Fargo Bank, previously First Interstate Bank, to obtain a \$7,000 line of credit to provide interim financing for the expansion of the Juvenile Justice Complex. At June 30, 1996 the County had borrowed \$4,853. The line of credit was paid off on October 15, 1996 with a portion of the Public Safety General Obligation Bond proceeds issued on October 1, 1996.

On February 15, 1996, the County entered into an intergovernmental agreement in the amount of \$528 with the State of Oregon to obtain an energy loan to replace the Multnomah County Courthouse

chillers. This agreement will be paid in full in fiscal year 2011. At June 30, 1996, \$526 was outstanding.

Lease/Purchase Contracts: On September 4, 1990, the County entered into a lease/purchase contract in the amount of \$115 with the Wang Corporation to purchase word processing equipment for the Sheriff's Office. The contract was paid in full in fiscal year 1996.

On November 19, 1990, the County entered into a lease/purchase contract in the amount of \$403 with U.S. National Bank to purchase data processing equipment. The contract was paid in full in fiscal year 1996.

On December 14, 1992, the County entered into a lease/purchase contract in the amount of \$319 with IBM to purchase data processing equipment. The contract was paid in full in fiscal year 1996.

On June 15, 1993, the County entered into a lease/purchase contract in the amount of \$149 with U.S. National Bank to purchase data processing equipment. The contract will be paid in full in fiscal year 1998. At June 30, 1996, \$64 was outstanding.

On February 1, 1994, the County entered into a lease/purchase contract in the amount of \$534 with U.S. National Bank to purchase data processing equipment. The contract will be paid in full in fiscal year 1999. At June 30, 1996, \$309 was outstanding.

On January 10, 1996, the County entered into a lease/purchase contract in the amount of \$317 with Amertech to purchase library data processing equipment. The contract will be paid in full in fiscal year 2001. At June 30, 1996, \$260 was outstanding.

On March 21, 1996, the County entered into a lease/purchase contract in the amount of \$1,787 with IBM to purchase data processing equipment. The contract will be paid in full in fiscal year 1999. At June 30, 1996, \$1,694 was outstanding.

Certificates of Participation: Certificates of Participation represent a long-term lease under an optional contract for purchase between Multnomah County and a bank's trust department. The County obtains the initial financing and then assigns the ownership of the assets to the trustee to whom the County makes lease payments. With the exception of the March 1, 1995 and June 1, 1996 equipment issues the County has maintained an Aa rating from Moody's Investors Service on the following Certificates of Participation issues. The Equipment issues are rated A1 by Moody's. The August 1, 1992 issue is rated A by Standard & Poor's. Standard & Poor's has not rated the other issues.

On July 1, 1990, the County acquired an office for the County's probation program by issuing \$455 in Certificates of Participation "Series 1990C". At June 30, 1996, \$260 was outstanding. The certificates mature each July through July 2000.

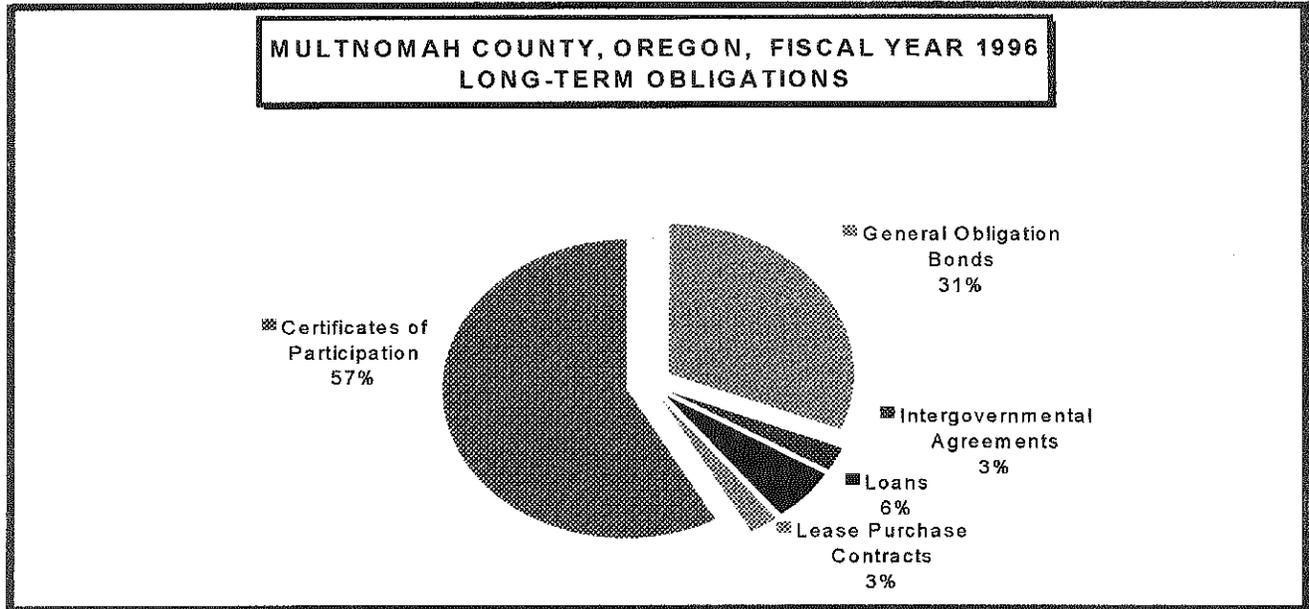
On August 1, 1992, the County issued Certificates of Participation "Series 1992A" in the amount of \$36,000 to construct the Juvenile Justice Complex. At June 30, 1996, \$32,665 was outstanding. The certificates mature each August through August 2012.

On May 1, 1993, the County advance refunded three certificates of participation issues and issued additional certificates for the purpose of financing the acquisition and improvement of certain other health care facilities. The certificates were issued in two series "1993A and 1993B". The 1993A was issued in the amount of \$17,845 and the Series 1993B, a taxable issue, was issued in the amount of \$2,045 for a total of \$19,890. At June 30, 1996, \$16,920 was outstanding. These certificates mature each July through July 2013.

On March 1, 1995, the County issued Certificates of Participation in the amount of \$2,445 to purchase computer equipment. At June 30, 1996, \$2,000 was outstanding. \$1,229 is recorded in the General Long-Term Obligations Account Group and \$771 is recorded in the Internal Service Funds. The certificates mature each September through September 1999.

On June 1, 1996, the County issued Certificates of Participation in the amount of \$1,845 to purchase computer equipment. At June 30, 1996, \$1,845 was outstanding. The certificates mature each December through December 2000.

The outstanding amount of general obligation bonds, certificates of participation, lease purchases, loans and intergovernmental agreements for 1996 and 1995, changes from the previous fiscal year and percent of total are shown in the following chart and table:



	1996 Amount	1995 Amount	Amount Increase (Decrease)
General Obligation Bonds	\$ 28,710	\$ 29,705	\$ (995)
Intergovernmental Agreements	2,428	2,542	(114)
Loans	5,379		5,379
Lease Purchase Contracts	2,327	663	1,664
Certificates of Participation	53,690	54,275	(585)
Total	\$ 92,534	\$ 87,185	\$ 5,349

SUBSEQUENT EVENTS

On July 1, 1996, the County issued \$11,000 in Tax and Revenue Anticipation Notes to meet anticipated cash flow requirements prior to the collection of property taxes in November and other revenues received after November. The stated interest rate is 4.75% with a yield of 3.85%. The notes mature on June 30, 1997, and are rated MIG1 by Moody's Investors Service.

On October 1, 1996, the County issued \$29,000 in General Obligation Library Bonds Series 1996A to finance the construction, acquisition and reconstruction of certain library facilities and equipment. The

total interest cost is 5.12%. The bonds mature each October through October 2016 and are rated Aa1 by Moody's Investors Service.

On October 1, 1996, the County issued \$79,700 in General Obligation Public Safety Bonds Series 1996B to finance the construction, acquisition and reconstruction of certain public safety facilities and equipment. The total interest cost is 5.32%. The bonds mature each October through October 2016 and are rated Aa1 by Moody's Investors Service.

On November 5, 1996, the voters of the State of Oregon approved a constitutional amendment, Ballot Measure 47, to limit the amount of property taxes to be collected. In addition to limiting the amount of property taxes that can be collected, the measure requires voter approval for new or increased property taxes and restricts other means by which the State and local governments can raise revenue in lieu of property taxes. The measure also prohibits the assessment of property at greater than the property's real value. For fiscal year 1998, Ballot Measure 47 will reduce the amount of property tax that is imposed to the lesser of 90% of the property tax levied for the fiscal year 1996 or 100% of the property tax levied in fiscal year 1995. For tax years following fiscal year 1998, the measure limits the amount by which property taxes can increase each year to 3%. The County is currently working with other taxing districts within the County to develop a collaborative fiscal response to this measure.

INDEPENDENT AUDIT

Oregon State law requires that an annual audit of the financial records and transactions of all County functions be performed by an independent certified public accountant. This requirement has been complied with and the combined financial statements have been audited and have received an "unqualified opinion" from KPMG Peat Marwick LLP, the independent accountants. See the Financial Section for the full text of the auditors' report.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The Government Finance Officers Association of the United States and Canada "GFOA" awarded the Certificate of Achievement for Excellence in Financial Reporting to Multnomah County, Oregon, for its comprehensive annual financial report for the fiscal year ended June 30, 1995. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. Multnomah County has received a Certificate of Achievement award for twelve consecutive years. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

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

In addition, Multnomah County also received the GFOA's Award for Distinguished Budget Presentation for its annual appropriated budget dated July 1, 1995. In order to qualify for the distinguished Budget Presentation Award, the County's budget document was judged to be proficient in several categories including policy documentation, financial planning and organization.

SUMMARY

Multnomah County's financial position continues to remain strong. As of June 30, 1996, the fund balances in the Governmental Fund Types was \$63,473, a decrease of 10.7% from the June 30, 1995, balance of \$70,278. The decrease in the fund balances was a result of capital projects financed by bonds or certificates of participation being completed. At June 30, 1996, \$7,905 of the fund balances is

reserved for debt retirement, \$15,180 is reserved for capital projects, \$1,392 is reserved for inventories, \$406 is reserved for prepaid items, \$1,008 is reserved for foreclosed property and \$250 is reserved for the Oregon Medical Assistance Program.

ACKNOWLEDGMENTS

I wish to express my sincere appreciation to the employees in the Finance Division who maintained the records and assisted in the preparation of this report. Special thanks are extended to Jean Uzelac, Accounting Manager, and 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 Managers, Budget & Quality Office, 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,

A handwritten signature in cursive script, appearing to read "David A. Boyer".

David A. Boyer, CCM
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Multnomah County,
Oregon

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1995

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Arthur R. Lynch
President

Jeffrey L. Esser
Executive Director

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FINANCIAL SECTION

Suite 2000
1211 South West Fifth Avenue
Portland, OR 97204

Report of Independent Certified Public Accountants

The Board of County Commissioners
Multnomah County, Oregon
Portland, Oregon:

We have audited the accompanying general purpose financial statements of Multnomah County, Oregon (the County) as of and for the year ended June 30, 1996 as listed in the accompanying table of contents. These general purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the County as of June 30, 1996, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 2, 1996 on our consideration of the County's internal control structure and a report dated December 2, 1996 on its compliance with laws and regulations.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group statements and schedules listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the County. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

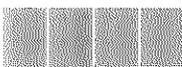
The other data included in this report, designated as "Statistical Section" in the accompanying table of contents, has not been audited by us and, accordingly, we express no opinion on such data.

KPMG PEAT MARWICK LLP

By Joseph F. Hoffman

Joseph F. Hoffman, Partner

December 2, 1996



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GENERAL PURPOSE FINANCIAL STATEMENTS
("Liftable" Combined Financial Statements)

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MULTNOMAH COUNTY, OREGON
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 1996
(amounts expressed in thousands)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS AND OTHER DEBITS:				
Assets:				
Cash and investments	\$ 17,983	\$ 21,105	\$ 7,871	\$ 20,182
Receivables:				
Taxes	6,248	1,748	157	
Accounts	6,006	20,565	3	14
Loans	138	1,966		
Notes	45			
Interest	798	4	15	
Special assessments	41			
Contracts		1,834		1,952
Due from other funds				9
Inventories	715	677		
Prepaid items	20	386		
Foreclosed properties		1,008		
Fixed assets (net, where applicable, of accumulated depreciation)				
Other debits:				
Amount available for retirement of long-term obligations				
Amount to be provided for retirement of long-term obligations				
Total assets and other debits	<u>\$ 31,994</u>	<u>\$ 49,293</u>	<u>\$ 8,046</u>	<u>\$ 22,157</u>
LIABILITIES, EQUITY AND OTHER CREDITS:				
Liabilities:				
Payrolls payable	\$	\$	\$	\$
Accounts payable	2,082	14,587	4	4,354
Due to other funds		1,736		9
Assistance receipts unapplied		2,367		
Compensated absences	3,103	4,912		25
Deferred revenue	5,577	6,535	137	2,589
Due to other governmental units				
Amounts held in trust				
General obligation bonds payable				
Capitalized leases				
Loans payable				
Deferred compensation				
Total liabilities	<u>10,762</u>	<u>30,137</u>	<u>141</u>	<u>6,977</u>
Equity and other credits:				
Investment in general fixed assets				
Contributed capital				
Retained earnings:				
Unreserved				
Fund balances:				
Reserved for capital projects				15,180
Reserved for debt service			7,905	
Reserved for employees' retirement benefits				
Reserved for inventories	715	677		
Reserved for foreclosed properties		1,008		
Reserved for prepaid items	20	386		
Reserved for Oregon Medical Assistance Program		250		
Unreserved, undesignated	20,497	16,835		
Total equity and other credits	<u>21,232</u>	<u>19,156</u>	<u>7,905</u>	<u>15,180</u>
Total liabilities, equity and other credits	<u>\$ 31,994</u>	<u>\$ 49,293</u>	<u>\$ 8,046</u>	<u>\$ 22,157</u>

The accompanying notes are an integral part of the combined financial statements.

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-term Obligations	
\$ 13,195	\$ 23,652	\$ 84,545	\$	\$	\$ 188,533
		29,350			37,503
890	366	396			28,240
					2,104
					45
12					817
					53
	1,736				3,786
	398				1,745
1	282				1,790
					689
					1,008
1,195	7,132		239,671		247,998
				7,905	7,905
				83,630	83,630
<u>\$ 15,293</u>	<u>\$ 33,566</u>	<u>\$ 114,291</u>	<u>\$ 239,671</u>	<u>\$ 91,535</u>	<u>\$ 605,846</u>
\$ 11,354	\$ 9,464	\$ 10,320	\$	\$	\$ 10,320
		3,936			45,781
					1,745
61	658				2,367
	6			1,530	10,289
		29,350			14,844
		12,626			29,350
					12,626
	2,529			28,710	28,710
				55,916	58,445
				5,379	5,379
		47,769			47,769
<u>11,415</u>	<u>12,657</u>	<u>104,001</u>		<u>91,535</u>	<u>267,625</u>
			239,671		239,671
2,793	7,265				10,058
1,085	13,644				14,729
					15,180
					7,905
		10,290			10,290
					1,392
					1,008
					406
					250
					37,332
<u>3,878</u>	<u>20,909</u>	<u>10,290</u>	<u>239,671</u>		<u>338,221</u>
<u>\$ 15,293</u>	<u>\$ 33,566</u>	<u>\$ 114,291</u>	<u>\$ 239,671</u>	<u>\$ 91,535</u>	<u>\$ 605,846</u>

MULTNOMAH COUNTY, OREGON
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	General	Special Revenue	Debt Service	Capital Projects	Totals (memorandum only)
REVENUES:					
Taxes	\$ 138,855	\$ 42,935	\$ 3,218	\$	\$ 185,008
Intergovernmental	12,869	159,117		45	172,031
Licenses and permits	1,619	1,084			2,703
Charges for services	5,538	7,156		170	12,864
Interest	2,422	1,352	507	1,195	5,476
Other	14,717	9,254	5,408	509	29,888
Total revenues	<u>176,020</u>	<u>220,898</u>	<u>9,133</u>	<u>1,919</u>	<u>407,970</u>
EXPENDITURES:					
Current:					
General government	22,214	11,131	26	1,715	35,086
Health and social services	23,407	158,119			181,526
Public safety and justice	55,026	41,493			96,519
Community services	6,399	28,588	1	719	35,707
Roads and bridges		32,596			32,596
Capital outlay	1,148	4,771		27,150	33,069
Debt service:					
Principal			3,543		3,543
Interest	491		4,614		5,105
Total expenditures	<u>108,685</u>	<u>276,698</u>	<u>8,184</u>	<u>29,584</u>	<u>423,151</u>
Excess of revenues over (under) expenditures	<u>67,335</u>	<u>(55,800)</u>	<u>949</u>	<u>(27,665)</u>	<u>(15,181)</u>
OTHER FINANCING SOURCES (USES):					
Certificates of participation proceeds			185	1,661	1,846
Lease/purchase proceeds				316	316
Loan proceeds				5,383	5,383
Operating transfers in	1,596	63,426		3,222	68,244
Operating transfers out	(62,403)	(4,760)	(250)		(67,413)
Total other financing sources (uses)	<u>(60,807)</u>	<u>58,666</u>	<u>(65)</u>	<u>10,582</u>	<u>8,376</u>
Excess of revenues and other sources over(under)expenditures and other uses	6,528	2,866	884	(17,083)	(6,805)
FUND BALANCES, JUNE 30, 1995	14,704	16,290	7,021	32,263	70,278
FUND BALANCES, JUNE 30, 1996	<u>\$ 21,232</u>	<u>\$ 19,156</u>	<u>\$ 7,905</u>	<u>\$ 15,180</u>	<u>\$ 63,473</u>

The accompanying notes are an integral part of the combined financial statements.

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MULTNOMAH COUNTY, OREGON
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	General Fund			Special Revenue Funds		
	Budget	Actual	Variance favorable (unfavorable)	Budget	Actual	Variance favorable (unfavorable)
REVENUES:						
Taxes	\$ 134,113	\$ 138,855	\$ 4,742	\$ 41,948	\$ 42,935	\$ 987
Intergovernmental	12,836	12,869	33	167,704	159,117	(8,587)
Licenses and permits	1,619	1,619		1,192	1,084	(108)
Charges for services	5,611	5,538	(73)	6,853	7,156	303
Interest	2,101	2,422	321	974	1,352	378
Other	14,975	14,717	(258)	11,506	9,254	(2,252)
Total revenues	<u>171,255</u>	<u>176,020</u>	<u>4,765</u>	<u>230,177</u>	<u>220,898</u>	<u>(9,279)</u>
EXPENDITURES:						
Current:						
General government	24,229	22,214	2,015	12,498	11,131	1,367
Health and social services	24,545	23,407	1,138	171,017	158,119	12,898
Public safety and justice	54,846	55,026	(180)	43,912	41,493	2,419
Community services	5,756	6,399	(643)	28,806	28,588	218
Roads and bridges				32,644	32,596	48
Capital outlay	1,365	1,148	217	17,082	4,771	12,311
Debt service:						
Principal						
Interest	605	491	114	6		6
Contingency	297		297	176		176
Total expenditures	<u>111,643</u>	<u>108,685</u>	<u>2,958</u>	<u>306,141</u>	<u>276,698</u>	<u>29,443</u>
Excess of revenues over (under) expenditures	<u>59,612</u>	<u>67,335</u>	<u>7,723</u>	<u>(75,964)</u>	<u>(55,800)</u>	<u>20,164</u>
OTHER FINANCING SOURCES (USES):						
Certificates of participation proceeds						
Lease/purchase proceeds						
Bond sales						
Loan proceeds						
Operating transfers in	1,596	1,596		65,731	63,426	(2,305)
Operating transfers out	(64,691)	(62,403)	2,288	(4,777)	(4,760)	17
Total other financing sources (uses)	<u>(63,095)</u>	<u>(60,807)</u>	<u>2,288</u>	<u>60,954</u>	<u>58,666</u>	<u>(2,288)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>(3,483)</u>	<u>6,528</u>	<u>10,011</u>	<u>(15,010)</u>	<u>2,866</u>	<u>17,876</u>
FUND BALANCES, JUNE 30, 1995	<u>8,593</u>	<u>14,704</u>	<u>6,111</u>	<u>15,010</u>	<u>16,290</u>	<u>1,280</u>
FUND BALANCES, JUNE 30, 1996	<u>\$ 5,110</u>	<u>\$ 21,232</u>	<u>\$ 16,122</u>	<u>\$</u>	<u>\$ 19,156</u>	<u>\$ 19,156</u>

The accompanying notes are an integral part of the combined financial statements.

Debt Service Funds			Capital Projects Funds			Totals (Memorandum only)		
Budget	Actual	Variance favorable (unfavorable)	Budget	Actual	Variance favorable (unfavorable)	Budget	Actual	Variance favorable (unfavorable)
\$ 3,165	\$ 3,218	\$ 53	\$ 884	\$ 45	\$ (839)	\$ 179,226	\$ 185,008	\$ 5,782
						181,424	172,031	(9,393)
						2,811	2,703	(108)
				170	170	12,464	12,864	400
255	507	252	45	1,195	1,150	3,375	5,476	2,101
6,410	5,408	(1,002)	254	509	255	33,145	29,888	(3,257)
<u>9,830</u>	<u>9,133</u>	<u>(697)</u>	<u>1,183</u>	<u>1,919</u>	<u>736</u>	<u>412,445</u>	<u>407,970</u>	<u>(4,475)</u>
38	26	12	3,293	1,715	1,578	40,058	35,086	4,972
						195,562	181,526	14,036
						98,758	96,519	2,239
15	1	14	1,012	719	293	35,589	35,707	(118)
						32,644	32,596	48
			51,267	27,150	24,117	69,714	33,069	36,645
3,755	3,543	212				3,755	3,543	212
5,268	4,614	654				5,879	5,105	774
5,480		5,480				5,953		5,953
<u>14,556</u>	<u>8,184</u>	<u>6,372</u>	<u>55,572</u>	<u>29,584</u>	<u>25,988</u>	<u>487,912</u>	<u>423,151</u>	<u>64,761</u>
<u>(4,726)</u>	<u>949</u>	<u>5,675</u>	<u>(54,389)</u>	<u>(27,665)</u>	<u>26,724</u>	<u>(75,467)</u>	<u>(15,181)</u>	<u>60,286</u>
300	185	(115)	10,414	1,661	(8,753)	10,714	1,846	(8,868)
				316	316		316	316
1,007		(1,007)	2,148		(2,148)	3,155		(3,155)
				5,383	5,383		5,383	5,383
			3,222	3,222		70,549	68,244	(2,305)
(250)	(250)					(69,718)	(67,413)	2,305
<u>1,057</u>	<u>(65)</u>	<u>(1,122)</u>	<u>15,784</u>	<u>10,582</u>	<u>(5,202)</u>	<u>14,700</u>	<u>8,376</u>	<u>(6,324)</u>
(3,669)	884	4,553	(38,605)	(17,083)	21,522	(60,767)	(6,805)	53,962
6,152	7,021	869	38,605	32,263	(6,342)	68,360	70,278	1,918
<u>\$ 2,483</u>	<u>\$ 7,905</u>	<u>\$ 5,422</u>	<u>\$ 15,180</u>	<u>\$ 15,180</u>	<u>\$ 15,180</u>	<u>\$ 7,593</u>	<u>\$ 63,473</u>	<u>\$ 55,880</u>

MULTNOMAH COUNTY, OREGON
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS/FUND BALANCE
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Type</u>	<u>Totals (Memorandum only)</u>
	<u>Enterprise</u>	<u>Internal Service</u>	<u>Pension Trust</u>	
OPERATING REVENUES:				
Charges for sales and services	\$ 43,640	\$ 56,003	\$	\$ 99,643
Interest			797	797
Insurance premiums		461		461
Experience ratings and refunds		186		186
Contributions			79	79
Total operating revenues	<u>43,640</u>	<u>56,650</u>	<u>876</u>	<u>101,166</u>
OPERATING EXPENSES:				
Salaries and wages	877	7,524		8,401
Employee benefits	256	2,345		2,601
Repairs and maintenance		2,616		2,616
Utilities	284	3,179		3,463
Equipment rental		2,867		2,867
Facility rental	138	524		662
Professional services	311	4,415	17	4,743
Communications	61	1,319		1,380
Operating supplies	67	2,924		2,991
Medical claims	36,498			36,498
Insurance claims and premiums		16,781		16,781
Administrative	1,711			1,711
Internal support	440	446		886
Depreciation	97	2,363		2,460
Benefit payments			491	491
Refunds			3	3
Other expenses	2,588	5,775		8,363
Total operating expenses	<u>43,328</u>	<u>53,078</u>	<u>511</u>	<u>96,917</u>
Operating income	<u>312</u>	<u>3,572</u>	<u>365</u>	<u>4,249</u>
NONOPERATING REVENUES (EXPENSES):				
Interest revenue	779	1,186		1,965
Interest expense	(162)	(62)		(224)
Loss on disposal of fixed assets		(668)		(668)
Total nonoperating revenues	<u>617</u>	<u>456</u>		<u>1,073</u>
Net income before operating transfers	<u>929</u>	<u>4,028</u>	<u>365</u>	<u>5,322</u>
OPERATING TRANSFERS OUT				
Net income	<u>929</u>	<u>3,197</u>	<u>365</u>	<u>4,491</u>
RETAINED EARNINGS/FUND BALANCE, JUNE 30, 1995	<u>156</u>	<u>10,447</u>	<u>9,925</u>	<u>20,528</u>
RETAINED EARNINGS/FUND BALANCE, JUNE 30, 1996	<u>\$ 1,085</u>	<u>\$ 13,644</u>	<u>\$ 10,290</u>	<u>\$ 25,019</u>

The accompanying notes are an integral part of the combined financial statements.

**MULTNOMAH COUNTY, OREGON
COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)**

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Totals (Memorandum only)</u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Operating income	\$ 312	\$ 3,572	\$ 3,884
Adjustments to reconcile operating income to cash and cash equivalents provided by operating activities:			
Depreciation	97	2,363	2,460
Changes in assets and liabilities:			
Decrease in accounts receivable	153	5	158
Decrease in due from other funds		1,576	1,576
Decrease in special assessments receivable	5		5
Decrease in inventories		56	56
Increase in prepaid items	(1)	(169)	(170)
Increase in accounts payable	1,441	484	1,925
Decrease in deferred revenue		(1)	(1)
Increase in compensated absences		11	11
Net cash provided by operating activities	<u>2,007</u>	<u>7,897</u>	<u>9,904</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Interest paid	(162)		(162)
Operating transfers out		(831)	(831)
Net cash used by noncapital financing activities	<u>(162)</u>	<u>(831)</u>	<u>(993)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Acquisition of fixed assets	(56)	(4,488)	(4,544)
Proceeds from lease/purchase		1,787	1,787
Principal paid on capitalized leases		(435)	(435)
Interest paid on capitalized leases		(62)	(62)
Capital contributed by customers and others	63	96	159
Net cash provided (used) by capital and related financing activities	<u>7</u>	<u>(3,102)</u>	<u>(3,095)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest on investments	779	1,186	1,965
Net cash provided by investing activities	<u>779</u>	<u>1,186</u>	<u>1,965</u>
Net increase in cash and cash equivalents	2,631	5,150	7,781
CASH AND CASH EQUIVALENTS, JUNE 30, 1995	10,564	18,502	29,066
CASH AND CASH EQUIVALENTS, JUNE 30, 1996	<u>\$ 13,195</u>	<u>\$ 23,652</u>	<u>\$ 36,847</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
Disposal of fixed assets, net book value	\$ (5)	\$ (668)	\$ (673)
Transfer of fixed assets from General Fixed Assets Account Group, net book value	\$	\$ 96	\$ 96

The accompanying notes are an integral part of the combined financial statements.

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MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 1996
(amounts expressed in thousands)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The financial statements of Multnomah County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of significant accounting policies used by the County in the preparation of the accompanying combined financial statements:

Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

The governmental and agency fund types are accounted for and presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when related fund liabilities are incurred.

Significant revenues which are measurable and available under the modified accrual basis of accounting are as follows:

- Property taxes collected within sixty days of year end;
- Federal and state financial assistance (to the extent that related expenditures which are eligible for reimbursement have been incurred);
- Intergovernmental revenues;
- Motor fuel use taxes;
- Motor vehicle rental taxes; and
- Current special assessments receivable.

The measurement focus for all governmental fund types is on current financial resources. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The proprietary fund types and the pension trust fund are accounted for and presented on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded at the time they are earned and expenses are recorded at the time liabilities are incurred. The measurement focus of the proprietary funds and the pension trust fund is on a flow of economic resources. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets. The proprietary fund types have applied all Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles, Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

**MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS**

The County's agency funds are purely custodial (assets equal liabilities) and do not involve the measurement of operations. These funds are used to account for assets that the County holds for others in an agency capacity.

Governmental Reporting Entity

Based on Governmental Accounting Standards Board Statement No. 14, the combined financial statements of the reporting entity include those of the County (primary government) and its component units. Based upon criteria set forth in GASB No. 14, the component units are included in the reporting entity because of the significance of their operational or financial relationships with the County.

The County believes the financial data of all component units included in the financial reporting entity meet the criteria for blended presentation due to the fact that the Multnomah County Board of Commissioners is the governing body of each of the component units. Brief descriptions of blended component units are as follows:

Dunthorpe-Riverdale Service District No.1 was organized in 1964 under the provisions of ORS 451. The District's purpose was to finance the construction and operation of sanitary sewer systems in the southwest areas of the County, bordering the Willamette River, and a small portion of northern Clackamas County. The principal funding source is charges for sanitary services provided.

Mid County Service District No. 14 was organized in 1968 as Tulip Acres Lighting District under the provisions of ORS Chapter 451. The District now provides street lighting to the unincorporated urban areas of Multnomah County and the cities of Maywood Park, Troutdale, and Fairview. The principal funding source is charges for lighting services provided.

Complete financial statements for each of the individual component units may be obtained at the following address:

Multnomah County
Finance Division
PO Box 14700
Portland, OR 97293-0700

There are many other governmental agencies, including certain school districts and various special service districts, which provide services within Multnomah County. These agencies have independently elected governing boards and are fiscally independent of the County. Therefore, financial information for these agencies is not included in the accompanying combined financial statements.

Cash and Investments

General County investments, included in cash and investments in the combined balance sheet, are carried at amortized cost except for investments in the deferred compensation agency fund and Library Retirement Pension Trust Fund, which are reported at market value. The composition of the County's investments is controlled by the County's investment policy which is adopted by the County Commissioners.

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

For purposes of the statement of cash flows for the proprietary fund types, cash and cash equivalents include all assets in the cash and investment pool. The cash and investment pool has the general characteristic of a demand deposit account for the Enterprise and Internal Service Funds in that these funds may deposit additional cash at any time and also effectively may withdraw cash at any time without prior notice or penalty. In general, interest earned from pooled investments is allocated to each fund based on the average earnings rate and daily cash balance of each fund.

Receivables

Uncollected property taxes receivable for the governmental fund types which are collected within sixty days following year end are considered measurable and available and are recognized as revenues in the funds. All other uncollected property taxes receivable for the governmental fund types are offset by deferred revenues and, accordingly, have not been recorded as revenue. Property taxes receivable in the Agency Funds are recorded as assets and liabilities.

Assessments receivable which are collected within sixty days following year end in the General Fund are recognized as revenues. Assessments receivable not considered measurable and available are offset by deferred revenues and, accordingly, have not been recorded as revenue.

Receivables for federal and state financial assistance are recorded as revenue in all funds as earned.

Receivables of the Enterprise Funds are recorded as revenue when earned, including charges for services rendered but not billed, net of any required allowance for doubtful accounts.

Inventories

Inventories of materials and supplies in the General Fund and Special Revenue (Road and Federal and State Program) Funds are valued at average cost and are offset by a reservation of fund balance. Expenditures are recorded as inventories are used.

Internal Service Fund inventories are valued at the lower of average cost or market and are expensed when used.

Prepaid Items

Payments made to vendors for items or services that will benefit periods beyond June 30 are recorded as prepaid items. The fund balances in the governmental fund types have been reserved for amounts equal to the prepaid expenditures.

Insurance premiums paid for insurance coverage beyond June 30 and prepayments made to vendors are recorded as prepaid items in the Internal Service (Insurance) Fund.

Foreclosed Properties

Foreclosed property is recorded at the value of the assessments for which it was foreclosed, or fair market value as indicated by the County's Assessment and Taxation Division at the date of foreclosure, whichever is less and is offset by a reservation of fund balance. Any interest on foreclosed taxes, that may be collected upon the ultimate disposal of the foreclosed property, is recognized at the time of sale or as received, whichever is later.

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

Fixed Assets

General fixed assets are stated at cost or estimated historical cost. Fixed assets valued at estimated historical cost are minor. Donated fixed assets are recorded at the estimated fair market value at the date of donation. Fixed assets are charged to expenditures in the governmental fund types as purchased and capitalized in the General Fixed Assets Account Group. Minor expenditures below established limits, most routine remodeling costs and infrastructure assets such as road, curb, gutter, sidewalk, drainage and lighting systems are not capitalized. Upon disposal of fixed assets, the cost or estimated cost is removed from the General Fixed Assets Account Group and any proceeds are recorded as other financing sources in the appropriate fund. Depreciation is not computed on fixed assets in the General Fixed Assets Account Group. Interest incurred during construction is not capitalized on general fixed assets.

Fixed assets of the Enterprise and Internal Service Funds are stated at cost, net of accumulated depreciation, computed using the straight-line method over the estimated useful lives as follows:

- Motor vehicles - 3 years
- Equipment - 3 to 10 years
- Sewer systems - 40 to 50 years
- Building and improvements - 50 years
- Street lighting - 10 to 30 years

Six months depreciation is taken in the year the assets are acquired or retired. Normal maintenance and repairs are charged to operations as incurred. Outlays for major additions, improvements and replacements are capitalized. Amortization of capitalized leases is included in depreciation expense. Depreciation expense on contributed capital is charged to retained earnings. Transfers of fixed assets from the General Fixed Assets Account Group are recorded at the net book value calculated as if depreciation had been recognized on the asset since acquisition. Gains or losses from sales or retirements are included as non-operating revenues or expenses.

Long-Term Obligations

Long-Term obligations, including capital lease obligations, general obligation bonds, loans payable, and vacation pay liabilities, are accounted for in the General Long-Term Obligations Account Group. Long-Term obligations of proprietary fund types are accounted for in the respective funds.

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Interest on long-term obligations is recorded when paid. Bond proceeds are reported as other financing sources net of the applicable premium or discount. Issuance costs, whether or not withheld from the actual net proceeds received, are reported as debt service expenditures.

Self Insurance

The County is partially self-insured for employee medical, dental and vision benefits, workers' compensation, property, tort and general liability claims. The County purchases stop loss insurance protection for self-insured medical claims, per individual, that exceed \$100. Tort and general liability claims are limited to \$500 per occurrence by State statute. The County has property insurance coverage policies that cover individual claims in excess of \$50 for other perils and extra expense and \$250 for flood, and \$100 for earthquakes. The County also has an excess coverage insurance policy for individual workers' compensation claims over \$500. The County currently provides for estimated losses to be incurred from pending claims and for incurred but not reported (IBNR) claims for medical, dental, vision, tort and general liability and workers' compensation claims, based on actuarial valuations. IBNR claims are claims that are incurred through the end of the fiscal year but not reported until after that date.

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

The operations and activities of the self insurance program are accounted for in the Insurance Fund, an Internal Service Fund. Premiums are charged to various County funds based on periodically adjusted rates.

Contributed Capital

The following transactions are recorded as contributed capital in the proprietary fund types:

- Receipts from federal and state financial assistance restricted to acquiring fixed assets.
- Fixed assets contributed from other funds or the General Fixed Assets Account Group.
- Contributions from customers for the acquisition of fixed assets.

Assistance Receipts Unapplied

Amounts received for grant programs in excess of expenditures are shown as assistance receipts unapplied in the combined balance sheet.

Fund Balances Reserved

Portions of the fund balance of the General Fund, which represent inventory and prepaid items, have been segregated from unreserved fund balance to indicate these amounts are not available spendable resources.

Portions of the fund balances of the Special Revenue Funds, which represent inventory, foreclosed properties, prepaid items, and the Oregon Medical Assistance Program, have been segregated from unreserved fund balance to indicate that these amounts are not available spendable resources.

The fund balances of the Debt Service Funds have been segregated from unreserved fund balance for amounts legally required to be set aside to pay debt service on general obligation bonds or capital leases in accordance with the lease purchase agreements and for additional debt service amounts as designated by County management.

The fund balance of the Capital Projects Fund, which primarily represents mortgages receivable, general obligation bond proceeds and lease purchase proceeds, has been segregated from unreserved fund balance to indicate that these amounts do not represent available spendable resources.

The fund balance of the Pension Trust Fund is reserved for employees' retirement benefits and administrative costs.

Compensated Absences

Vacation pay expected to be liquidated with expendable available resources is reported as expenditures and fund liabilities in the governmental fund types when earned. Other vacation pay for governmental fund types which has been earned but is not expected to be liquidated with expendable available resources is recorded in the General Long-Term Debt Account Group. The amount of accumulated vacation pay is considered normal. Vacation pay is recorded as an expense in the proprietary fund types when earned. Sick pay is charged when leave is taken because it does not vest when earned.

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

Totals (Memorandum only) Columns

The "Totals (Memorandum only)" columns on the combined financial statements represent an aggregate of the columnar statements by fund type and account group and are presented only to

facilitate financial analysis. Amounts in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Such amounts do not represent consolidated financial information as interfund eliminations have not been made in the aggregation of this data.

Budgets

In accordance with Oregon Revised Statutes, the County budgets all funds except Trust and Agency Funds. The Board of County Commissioners adopts a Board Order authorizing appropriations for each fund and establishes the level by which expenditures cannot legally exceed appropriations. Total personal services, materials and services, capital outlay and other expenditures by department are the levels of control for each fund established by the Board Order. The detail budget document, however, is required to contain more specific, detailed information for the above mentioned expenditure categories. Appropriations lapse at the end of each fiscal year.

Unexpected additional resources may be appropriated through the use of a supplemental budget and the Board of County Commissioner's action. The original and supplemental budgets require budget hearings before the public, publications in newspapers and approval by the Board of County Commissioners. Original and supplemental budgets may be modified during the fiscal year by the use of appropriation transfers between the legal categories. Such transfers require approval by the Board of County Commissioners. The County made numerous appropriation transfers between categories during fiscal year 1996. During the fiscal year two supplemental budgets were adopted. The County budgets all fund types, except fiduciary fund types, on the modified accrual basis of accounting.

NOTE 2. ORGANIZATION AND OPERATIONS:

Multnomah County, Oregon is governed under its home rule charter, effective January 1, 1967 and subsequent amendments, adopted under Article VI, Section 10 of the Oregon State Constitution. Its boundaries are established by ORS 201.260. The County is governed by a nonpartisan, independently elected Chair of the Board, and by the Board of County Commissioners consisting of four nonpartisan independent members elected from districts within the County. The County's financial operations are accounted for in the following funds:

Governmental Fund Types:

General Fund: The General Fund accounts for the financial operations of the County which are not accounted for in any other funds. The principal sources of revenues for this fund are property taxes, business income taxes, federal and state shared revenue and billings for interfund services.

Special Revenue Funds: The Special Revenue Funds account for revenue derived from specific taxes or other earmarked revenue sources, including federal and state financial assistance awards, which are legally restricted to finance particular functions or activities. When a Special Revenue Fund is not an

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

operating fund, transfers are made from the Special Revenue Fund to the operating funds authorized to make expenditures. Funds included in this fund category are:

- Strategic Investment Program Fund
- Road Fund
- Emergency Communications Fund
- Assessment and Taxation Fund
- Bicycle Path Construction Fund
- Federal and State Program Fund
- County School Fund
- Corner Preservation Fund
- Tax Title Land Sales Fund
- Animal Control Fund
- Willamette River Bridges Fund
- Recreation Fund
- Library Fund
- Justice Services Special Operations Fund
- County Fair Fund
- Inmate Welfare Fund
- Convention Center Fund
- Assessment District Operating Fund
- Natural Areas Acquisition & Protection Fund
- Jail Levy Fund

Debt Service Funds: The Debt Service Funds account for the retirement of general obligation bonds from the collection of property taxes and for the retirement of certificates of participation (capital leases) and other lease purchase arrangements. The unmatured outstanding general obligation bonds, certificates of participation and other outstanding lease purchases are accounted for in the General Long-Term Obligations Account Group. Funds included are:

- Capital Lease Retirement Fund
- Library Bond Sinking Fund
- Revenue Bond Sinking Fund

Capital Projects Funds: The 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, and library general obligation bond proceeds. Funds included are:

- Equipment Lease/Purchase Fund
- Lease/Purchase Project Fund
- Capital Improvement Fund
- Library Construction Fund
- Edgefield Children's Center Fund

Proprietary Fund Types:

Enterprise Funds: The Enterprise Funds account for the operations of predominantly self-supporting activities which render services to the public on a user charge basis. Funds included are:

- Dunthorpe-Riverdale Service District No. 1 Fund (blended component unit of Multnomah County)
- Mid County Service District No. 14 Fund (blended component unit of Multnomah County)
- Library Enterprise Fund
- CareOregon Fund

Internal Service Funds: The Internal Service Funds account for activities and services performed primarily for other organizational units within the County. Funds included are:

- Insurance Fund
- Fleet Management Fund
- Telephone Fund
- Data Processing Fund
- Mail/Distribution Fund
- Facilities Management Fund

NOTE 9. DEFICIT FUND BALANCE AND BUDGETARY OVEREXPENDITURES:

Dunthorpe-Riverdale Service District No. 1, an Enterprise Fund, has negative retained earnings of \$616. However, the Fund has a positive total fund equity due to contributed capital.

The following funds had overexpenditures in the indicated budgetary categories:

	<u>Amount</u>
<u>General Fund:</u>	
Health Services - Materials and Services	\$ 10
Community Corrections - Personal Services	10
Sheriff - Personal Services	460
<u>Special Revenue Funds:</u>	
Road Fund - Environmental Services - Materials and Services	537
Federal and State Program Fund:	
Health Services - Materials and Services	334
Community Corrections - Personal Services	64
Sheriff - Personal Services	43
Recreation Fund - Environmental Services - Materials and Services	7
Library Fund - Materials and Services	197
Justice Services Special Operations Fund: - Community Corrections - Materials and Services	11
Jail Levy Fund:	
Community Corrections - Materials and Services	9
Sheriff - Personal Services	23
Sheriff - Materials and Services	1
<u>Internal Service Fund:</u>	
Telephone Fund:	
Environmental Services - Capital Outlay	17
Environmental Services - Debt Service - Principal(1)	4
Environmental Services - Debt Service - Interest (1)	3

(1) Does not represent budget violation. Under Oregon Budget Law, Debt Service expenditures and Materials and Services are combined in the adopted budget.

These overexpenditures were funded by available fund balance.

NOTE 10. TAX AND REVENUE ANTICIPATION NOTES (TRANS):

The County issued \$11,000 in TRANS on July 1, 1995 with a maturity date of June 28, 1996. The yield was 3.55%. The TRANS were issued to provide for seasonal cash flow needs of the General Fund. The TRANS are issued pursuant to Oregon Revised Statutes, and approved by the Board of County Commissioners, which authorize the County to borrow sufficient funds to meet current expenditures pending the collection of property taxes and other unpledged revenues. The TRANS were rated MIG1 by Moody's Investors Service.

NOTE 11. LONG-TERM OBLIGATIONS:

Bonded debt recorded in the General Long-Term Obligations Account Group are general obligation bonds for rehabilitation and improvements for the Central Library and construction of the Midland Library facilities. The general obligation bonds are direct obligations and pledge the full faith and credit of Multnomah County. The original total issue amounts were \$22,000 and \$9,000 respectively with stated interest of 3.25 to 6.10%.

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

General Obligation Bonds Principal:

Fiscal Year of Maturity	Outstanding June 30, 1995	Issued during year	Paid during year	Outstanding June 30, 1996	Unmatured Interest Outstanding June 30, 1996
1996	\$ 995	\$	\$995	\$	\$
1997	1,035			1,035	1,437
1998	1,070			1,070	1,394
1999	1,120			1,120	1,349
2000	1,170			1,170	1,299
2001	1,220			1,220	1,246
Thereafter	23,095			23,095	9,141
	<u>\$29,705</u>	<u>\$</u>	<u>\$995</u>	<u>\$28,710</u>	<u>\$15,866</u>

The County has entered into various lease/purchase agreements to acquire property and equipment. The lease obligations of the General Fixed Assets Account Group are recorded as liabilities in the General Long-Term Obligations Account Group. All other lease obligations are related to the Telephone Fund and the Data Processing Fund, Internal Service Funds, and are recorded as capitalized lease obligations. These leases have been capitalized in accordance with generally accepted accounting principles.

The General Long-Term Obligations Account Group activity for the year ended June 30, 1996 is as follows:

	Outstanding June 30, 1995	Incurred	Retired	Outstanding June 30, 1996
Agreement with the City of Portland dated January 22, 1981. Due through 2008. Interest, 6 to 7.25%	\$2,542	\$	\$ 114	\$2,428
Certificates of Participation 1990C dated July 1, 1990. Due through 2001. Interest, 6 to 6.8%	305		45	260
Certificates of Participation 1992A dated August 1, 1992. Due through 2013. Interest, 2.9 to 5.9%	33,820		1,155	32,665
Certificates of Participation 1993A & B dated May 1, 1993. Due through 2014. Interest, 2.75 to 7.5%	17,705		785	16,920
Lease/Purchase dated September 4, 1990. Payable through 1996. Interest, 10.5%	5		5	
Lease/Purchase dated February 1, 1994. Due through 1999. Interest, 4.5 to 4.75%	424		115	309
Lease/Purchase dated March 1, 1995. Due through 2000. Interest, 4.25 to 4.85%	1,502		273	1,229
Lease/Purchase dated January 10, 1996. Due through 2001. Interest, 6.017%		317	57	260

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

	Outstanding June 30, 1995	Incurred	Retired	Outstanding June 30, 1996
Certificates of Participation dated June 1, 1996. Due through 2001. Interest, 3.75 to 4.6%		1,845		1,845
Total capital lease obligations	56,303	2,162	2,549	55,916
General Obligation Bonds. Due through 2015. Interest, 3.25 to 6.1%	29,705		995	28,710
Loans payable:				
Energy loan for Courthouse Payable through 2011. Interest, 7.2%		528	2	526
Line of credit loan Payable through December 1996. Interest, 80% of Federal Funds Effective Rate, repriced daily		4,853		4,853
Total loans payable		5,381	2	5,379
Accrued vacation liability (compensated absences)	1,374	1,792	1,636	1,530
Total General Long-Term Obligations	\$87,382	\$9,335	\$5,182	\$91,535

Internal Service Funds capitalized lease obligation activity for the year ended June 30, 1996 is as follows:

	Outstanding June 30, 1995	Incurred	Retired	Outstanding June 30, 1996
<u>Telephone Fund:</u>				
Lease/Purchase dated March 1, 1995. Due through 2000. Interest, 4.25 to 4.85%	\$565	\$	\$ 103	\$462
<u>Data Processing Fund:</u>				
Lease/Purchase dated November 19, 1990. Due through 1996. Interest, 6.75%	92		92	
Lease/Purchase dated December 14, 1992. Due through 1996. Interest, 6.75%	48		48	
Lease/Purchase dated June 15, 1993. Due through 1998. Interest, 5.35%	94		30	64
Lease/Purchase dated March 1, 1995. Due through 2000. Interest, 4.25 to 4.85%	378		69	309
Lease/Purchase dated March 21, 1996. Due through 1999. Interest, 4.2 to 4.55%		1,787	93	1,694
Total Data Processing Fund capitalized lease obligations	612	1,787	332	2,067
Total Internal Service Funds capitalized lease obligations	\$1,177	\$1,787	\$ 435	\$2,529

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

The following is a schedule of future minimum lease payments under capitalized leases (excluding executory costs), together with the present value of total minimum lease payments at June 30, 1996:

<u>Fiscal Year</u>	<u>General Long-Term Obligation</u>	<u>Internal Service Funds</u>	<u>Total Capitalized Lease Obligations</u>
1997	\$ 6,054	\$ 882	\$ 6,936
1998	6,020	884	6,904
1999	6,011	743	6,754
2000	5,913	211	6,124
2001	5,499		5,499
Thereafter through 2014	55,149		55,149
Total minimum lease payments	84,646	2,720	87,366
Less interest amount	(28,730)	(191)	(28,921)
Present value of minimum lease payments	<u>\$ 55,916</u>	<u>\$ 2,529</u>	<u>\$ 58,445</u>

The assets under capitalized leases recorded in the General Fixed Assets Account Group and the Internal Service Funds were capitalized at original costs of \$28,080 and \$3,073, respectively.

In addition to the above payments, the County is liable for 10.98% of substantially all operating costs of the Portland Building held under capital lease in the General Fixed Assets Account Group. The amount paid for fiscal year 1996 was \$307.

The County also leases various property and equipment under operating leases. Total minimum lease payments (excluding executory costs) required under such operating leases are as follows:

<u>Fiscal Year</u>	<u>Amount</u>
1997	\$ 3,280
1998	2,477
1999	2,064
2000	1,736
2001	486
Thereafter	1,381
	<u>\$ 11,424</u>

Operating lease payments (excluding executory costs) during the year ended June 30, 1996 aggregated \$2,834.

Defeased Certificates of Participation

In prior years, the County defeased certain certificates of participation issues by placing the proceeds of the new certificates in irrevocable trusts to provide for all future debt service on the old certificates. Accordingly, the trust account assets and related liability for the defeased certificates are not included in the County's financial statements. At June 30, 1996, the amount of these certificates outstanding totalled \$9,211.

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

Conduit Financing

The County has issued Educational Facilities Revenue Bonds which have not been recorded in the County's financial statements. The proceeds of these bonds were assigned to the University of Portland to finance capital improvements to the University.

The responsibilities of the County in this bond transaction were limited to adopting the resolution authorizing the issuance of the bonds, executing the bonds and the bond documents to which it is a party, issuing and delivering the Bonds, assigning certain of its rights to the Trustee as provided in the indenture, and directing the Trustee as to the application of moneys received from the University to pay the bonds in accordance with the indenture. The County has no obligation to take any other action relating to the bonds.

Since the County does not own any of the assets constructed or assume any liabilities associated with repayment, there is no balance sheet disclosure or recognition of revenues and expenditures within the County's financial statements.

The original total issue amount was \$20,765. At June 30, 1996, \$18,795 of Educational Facilities Revenue Bonds were outstanding.

NOTE 12. ARBITRAGE PAYABLE:

Under certain conditions, the Tax Reform Act of 1986 requires governmental units to remit excess arbitrage earnings arising from invested bond proceeds to the Internal Revenue Service. At June 30, 1996, the County recorded a liability of \$310 in the combined financial statements for such estimated excess arbitrage earnings.

NOTE 13. RISK MANAGEMENT:

Multnomah County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Multnomah County has established an Insurance Fund (an internal service fund) to account for risk management activities, including payment of insurance policy premiums, payment of claims, and to finance its uninsured risks of loss. Under this program the Insurance Fund provides risk of loss coverage as follows:

- General liability, bodily injury and property damage of third parties resulting from the negligence of Multnomah County or its employees and errors or omissions risks: these risks are covered by the Insurance Fund; and
- Property damage to County-owned facilities: the property coverage covers individual claims in excess of \$50 for other perils and extra expense, and \$250 for flood, and \$100 for earthquakes;
- Workers' compensation, bodily injury or illness to the employees while in the course of employment: individual workers' claims up to \$500 are covered by the Insurance Fund. The County has an insurance policy for any claim that exceeds \$500;
- Employee medical, dental, vision, life insurance, and disability benefits: the County has a portion of these benefits covered by insurance and the remaining benefits are covered by the Insurance Fund. On the portion covered by the Insurance Fund, the County has stop loss protection for medical claims per individual that exceed \$100; and
- Unemployment insurance: all unemployment claims are covered by the Insurance Fund.

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Multnomah County did not have any significant reduction in insurance coverage from the prior year. The County has not experienced settlements in excess of insurance coverage in prior years. An actuarial valuation and estimates of liabilities for unpaid claims were prepared by an independent actuary in May 1996. Multnomah County also monitors risk activity to ensure that proper reserves are maintained. Various County funds participate in the program. The Insurance Fund allocates the cost of providing claims servicing and claims payment by charging a "premium" to the various funds based upon actuarial estimates of the amounts needed to pay prior and current year claims and to establish sufficient reserves. This charge considers recent trends in actual claims experience of the County as a whole. Claims liabilities are re-evaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors. The estimated claims liability of \$6,337 reported in the Insurance Fund at June 30, 1996 was established in accordance with the requirements of Governmental Accounting Standards Board (GASB) Statement No. 10, which requires a liability for claims be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The estimated claims liability at fiscal year end does not include the Insurance Fund's operational accounts payable in the sum of \$1,070. A portion of the loss reserves have been discounted, with the actuary using the estimated payout pattern for liability and workers' compensation and an assumed investment rate of 5% in preparing estimates. Multnomah County does not purchase annuity contracts from commercial insurers to pay any aggregate amount of outstanding claims liability. Changes in the Insurance Fund self insured claims liability, including an estimate of the ultimate cost of the claims and incurred but not reported claims, for fiscal years 1995 and 1996 were:

Fiscal Year	Beginning of Fiscal Year	Current Year Claims and Changes in Estimates	Claims Payment	Balance at Fiscal Year End
1995	\$7,569	\$8,572	\$9,235	\$6,906
1996	6,906	7,748	8,317	6,337

NOTE 14. FUND EQUITY AND CONTRIBUTED CAPITAL:

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds. Reserves represent those portions of fund equity not available for expenditures or legally segregated for a specific future use. During the year, contributed capital in the Enterprise and Internal Service Funds changed as follows:

<u>Enterprise Funds:</u>	
Balance, June 30, 1995	\$2,734
Add:	
Contributions from connection fees	8
Contributions from customers	56
	<u>64</u>
Deduct:	
Disposals	(5)
Balance, June 30, 1996	<u>\$2,793</u>
 <u>Internal Service Funds:</u>	
Balance, June 30, 1995	\$7,169
Add:	
Transfer of equipment from General Fixed Assets Account Group	96
Balance, June 30, 1996	<u>\$7,265</u>

**MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS**

NOTE 15. POST RETIREMENT HEALTH CARE BENEFITS:

In addition to providing pension benefits, the County provides certain health care and life insurance benefits for retired County employees. Substantially all of the County's employees are eligible for life insurance benefits when they reach normal retirement age.

The County provides a portion of health care benefits to substantially all County employees. The County pays one-half (50%) of the monthly medical insurance premium from the retiree's fifty-eighth birthday or date of retirement, whichever is later, until the retiree's sixty-fifth birthday. These health care benefit obligations are required by labor bargaining agreements and the exempt employee ordinance. The cost of retiree health care and insurance benefits is recognized as an expense in the Insurance Fund as claims are incurred. For fiscal year 1996, those costs totaled \$468, net of payments made by retirees.

The County funds the actuarially determined amount of medical benefits that will be payable in the future for retirees' health insurance.

The accrued costs of all benefits are measured by the projected "unit credit actuarial cost method." The unfunded actuarial liability created is amortized as a level percentage of salary over a thirty-year period.

Significant actuarial assumptions used in the valuation include (a) a rate of return on the investment of present and future assets of 6%, (b) projected salary increases starting at 6% at age 20 and gradually declining to 4% at age 60; and (c) trend rate increases starting at 8% in year one and gradually declining to 5%.

The applicable funding rate established by an actuarial review for fiscal year 1996 was 1.07% of the County's payroll, and the County's contribution has met the actuarial requirements. Following is the activity and the funding status of the post retirement health care benefits.

Fiscal Year	Number of Retirees Covered	Premium Received	Claim/Premium Incurred	Net Costs
1991	261	\$ 416	\$(614)	\$(198)
1992	276	463	(911)	448
1993	229	462	(965)	(503)
1994	270	469	(853)	(384)
1995	231	487	(822)	(335)
1996	221	264 ⁽¹⁾	(732) ⁽¹⁾	(468)

<u>FUNDING STATUS</u> ⁽²⁾	1991	1992	1993	1994	1995	1996
Post-retirement benefit obligation	\$6,197	\$5,922	\$5,922	\$9,724 ⁽³⁾	\$9,724	\$11,040
Net assets available for benefits	1,066	2,155	3,493	4,938	7,082	9,859
Total unfunded liability	<u>\$5,131</u>	<u>\$3,767</u>	<u>\$2,429</u>	<u>\$4,786</u>	<u>\$2,642</u>	<u>\$1,181</u>

(1) A portion of the premiums are paid directly to the County's third party administrator by the retirees.

(2) Actuarial valuation done every other fiscal year.

(3) The County's correction officers (about 500 employees) are included due to bargaining agreement not previously covered.

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

NOTE 16. PENSION PLANS AND DEFERRED COMPENSATION:

State of Oregon Public Employees Retirement System (PERS) Plan Description

Substantially all County employees are participants in PERS, an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for governmental units in the State of Oregon. The County's payroll for employees covered by PERS for the year ended June 30, 1996, was \$143,471. The County's total payroll was \$155,531.

All full-time County employees are eligible to participate in PERS. Benefits generally vest after five years of continuous service. Retirement is allowed at age 58 with unreduced benefits, but retirement is generally available after age 55 with reduced benefits. Compulsory retirement age is 70. Retirement benefits are based on salary and length of service, are calculated using a formula and are payable in a lump sum or monthly using several payment options. PERS also provides death and disability benefits. These benefit provisions and other requirements are established by state statutes. The pension benefit obligation for retirees, beneficiaries or terminated employees entitled to benefits but not yet receiving them is not presented because PERS pools the risk related to such employees among all employers. PERS fully funds these obligations at the time of retirement or separation from service. Accordingly, the County's separate actuarial valuation covers only current employees.

Contribution Requirements

The County is required by the rules applicable to PERS employers to contribute 10.66% of covered employees' salaries to PERS. The contribution rate is determined based on actuarial valuations which are performed by PERS at least every two years. The County withholds the required 6% employee contribution from all employees' paychecks except the prosecuting attorneys, for whom the County pays the required 6%.

PERS' policy provides for actuarially determined periodic contributions that are sufficient to pay benefits when due. The contribution rate for normal cost is determined using the "entry age actuarial cost method". A thirty year amortization is used to amortize the costs of the unfunded actuarial liabilities. Any ad hoc benefit increases are funded over 30 years. Based on the assumptions of the December 31, 1995, actuarial valuation, the County's, including employees, contribution consists of \$9,082 normal cost (6.33% of covered payroll) and \$14,820 amortization of the unfunded actuarial accrued liability (10.33% of covered payroll). The rates adopted by the PERS Board and actually paid by the County are those recommended by the actuary after each valuation and after legislative changes enacted subsequent to the valuation.

Funding Status

The amount shown below as the "pension benefit obligation" required by GASB is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases estimated to be payable in the future as a result of employee service to date. The measure is intended to help users assess the funding status of PERS on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among employers. The measure is the actuarial present value of credited projected benefits, and is independent of the funding method used to determine contributions to PERS. PERS carries investments at cost, amortized cost and market value depending on the type of investment.

The pension benefit obligation was computed as part of an actuarial valuation performed as of December 31, 1995, and is the most recent available. Significant actuarial assumptions used in the valuation include (a) a rate of return on the investment of present and future assets of 8% per year, (b) projected salary increases of 5% per year attributable to general wage adjustments, (c) additional

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

increases for promotion and longevity that may vary by age and service, (d) projected automatic cost-of-living benefit increases of 2% per year (the maximum allowable), and (e) demographic assumptions that have been chosen to reflect our emerging experience of the members of the system, and are the same as those used to compute the actuarially determined contribution requirements.

Accumulated employee contributions and allocated investment income is not segregated by PERS. The excess of the accrued benefits applicable to the County's employees over the net assets available for benefits at December 31 is:

	1987	1989	1991	1992	1993	1994	1995
<u>Pension benefit obligation - current employees:</u>							
Member account balances including interest	\$33,952	\$ 48,109	\$ 65,809	\$ 76,006	\$ 89,114	\$ 98,825	\$115,084
Vested accrued benefits	60,677	65,319	73,535	86,898	107,927	113,324	150,672
Non-vested accrued benefits	3,767	5,956	9,362	11,077	13,046	13,856	12,506
Total benefit obligations	98,396	119,384	148,706	173,981	210,087	226,005	278,262
Net assets available for benefits (at market value)	41,384	62,358	100,859	123,045	149,961	146,402	201,614
Total unfunded liability	\$57,012	\$ 57,026	\$ 47,847	\$ 50,936	\$ 60,126	\$ 79,603	\$76,648

An analysis of the dollar amounts of net assets available for benefits, pension benefit obligation, and unfunded pension benefit obligation in isolation can be misleading. Expressing the net assets available for benefits as a percentage of the pension benefit obligation provides one indication of the County's funding status on a going-concern basis. Analysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the retirement system. Trends in unfunded pension benefit obligation and annual covered payroll are both affected by inflation. Expressing the unfunded pension benefit obligation as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of Multnomah County's progress made in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the retirement system. The following is the only information available to the County at June 30, 1996.

Fiscal Year	Net Assets Available for Benefits	Pension Benefit Obligation	Percent Funded	Unfunded Pension Benefit Obligation	Annual Covered Payroll	Unfunded Pension Benefit as a Percent of Covered Payroll
1987	\$ 41,384	\$ 98,396	42.1%	\$57,012	\$ 55,424	102.9%
1989	62,358	119,384	52.2 %	57,026	63,950	89.1%
1991	100,859	148,706	67.8%	47,847	83,888	57.0%
1993	123,045	173,981	70.7%	50,936	107,734	47.3%
1994	149,961	210,087	71.4%	60,126	117,934	51.0%
1995	146,402	226,005	64.9%	79,603	128,027	62.2%
1996	201,614	278,262	72.5%	76,648	143,471	53.4%

**MULTNOMAH COUNTY, OREGON
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The County's contribution rate was determined through the actuarial valuation performed as of December 31, 1995. The County's total payroll, contribution amount and contribution rate to cover normal cost and amortize any unfunded actuarial accrued liability for the last ten years are:

Fiscal Year	Total Covered Payroll	Employee Contributions	Employer Contribution	Employee Contribution as a Percent of Covered Payroll	Employer Contribution as a Percent of Covered Payroll
1987	\$ 55,424	\$3,325	\$ 6,191	6%	11.2%
1988	60,341	3,620	7,193	6%	11.9%
1989	63,950	3,837	9,016	6%	14.1%
1990	68,104	4,086	9,601	6%	14.1%
1991	83,888	5,033	11,826	6%	14.1%
1992	92,691	5,561	13,068	6%	14.1%
1993	107,734	6,464	14,880	6%	13.8%
1994	117,934	7,076	16,289	6%	13.8%
1995	128,027	7,682	17,021	6%	13.3%
1996	143,471	8,608	15,294	6%	10.7%

Ten-year historical information of revenues by source and expenses by type for the statewide PERS system and other PERS information is presented in its comprehensive annual financial report at June 30, 1995. This information is not available for Multnomah County's portion.

Multnomah County Library Retirement Plan

The Multnomah County Library Retirement Plan (the Plan) is a single employer defined benefit Plan. Prior to July 1, 1990, the Plan was administered by the Library Association of Portland (LAP) which was a not-for-profit organization. The Principal Mutual Life Insurance Company is contracted by the County to be the trustee of the Plan. All employees transferred are now covered by PERS.

All investments consist of immediate Participation Guarantee Contracts stated at contract value with Principal Mutual Life Insurance Company.

All former LAP full-time and part-time employees who were 21 years of age or older and had completed two years of service were eligible to participate in the Plan. Benefits vested after two years of continuous service. Retirement is allowed at age 65 with unreduced benefits, but retirement is generally available after age 55 with reduced benefits. Retirement benefits are based on salary and length of service, are calculated using a formula, and are payable in a lump sum or monthly using several payment options. The Plan also provides death benefits.

The amount shown below as the "pension benefit obligation" required by GASB is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases estimated to be payable in the future as a result of employee service to date. The measure is intended to help users assess the funding status of the Plan on a going-concern basis, assess progress

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

made in accumulating sufficient assets to pay benefits when due, and make comparisons among employers. The measure is the actuarial present value of credited projected benefits, and is independent of the funding method used to determine contributions to the Plan. Investments are stated at cost, amortized cost and market value depending on the type of investment.

The pension benefit obligation was computed as part of an actuarial valuation performed as of January 1, 1995, and is the most recent available. Significant actuarial assumptions used in the valuation include (a) a rate of return on the investment of present and future assets of 7.5% and (b) projected salary increases of approximately 7% per year. These assumptions are also used to compute actuarially determined contribution requirements.

County policy provides for actuarially determined periodic contributions that are sufficient to pay benefits when due. The contribution is determined using the "unit credit pro rata method." Based on the latest actuarial valuation, the County is required to contribute \$79 each fiscal year to amortize the unfunded actuarial accrued liability. Any ad hoc benefit increases are funded over 15 years. As of July 1, 1990, the plan was frozen and employees are not allowed to make contributions.

The excess of the accrued benefits applicable to the County's employees over the net assets available for benefits at January 1 is as follows:

	1991	1992	1993	1994	1995	1996
Retirees and beneficiaries currently receiving benefits	\$3,040	\$3,546	\$3,564	\$3,711	\$3,693	\$3,825
Terminated employees not yet receiving benefits and future cost of living increases for retirees currently receiving benefits	587	601	677	747	882	776
Current Employees:						
Accumulated employee contributions including allocated investment income	1,870	1,948	1,953	2,125	2,040	2,166
Employer-financed vested	1,333	1,245	1,578	1,377	2,057	1,358
Employer-financed nonvested	2,041	1,922	1,708	1,858	1,364	2,215
Total Pension Benefit Obligation	8,871	9,262	9,480	9,818	10,036	10,340
Net assets available for benefits (market value)	8,286	9,266	9,640	10,279	9,634	10,861
Total (Unfunded) Overfunded Liability	\$ (585)	\$ 4	\$ 160	\$ 461	\$ (402)	\$ 521

Current employees consist of 179 participants who are fully or partially vested in their accrued monthly benefits and 0 participants who are only vested in their accumulated employee contributions. Current employees have an annual covered payroll of \$5,475. The total payroll and covered payroll are the same because the plan is frozen.

An analysis of the dollar amounts of net assets available for benefits, pension benefit obligation, and unfunded pension benefit obligation in isolation can be misleading. Expressing the net assets available for benefits as a percentage of the pension benefit obligation provides one indication of the Plan's funding status on a going-concern basis. Analysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the retirement system. Trends in unfunded pension benefit obligation and annual covered payroll are both affected by inflation. Expressing the unfunded pension benefit obligation as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of Multnomah

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

County's progress made in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the retirement system. Ten-year historical trend information presenting progress in accumulating sufficient assets to pay benefits when due is not yet available because the first actuarial valuation was prepared at January 1, 1991. The following is the only information available to the County at June 30, 1996. Ten year historical information is derived from the plan's financial statements.

Fiscal Year	Net Assets Available for Benefits	Pension Benefit Obligation	Percent Funded	Overfunded (Unfunded) Pension Benefit Obligation	Annual Covered Payroll	Overfunded (Unfunded) Pension Benefit as a Percent of Covered Payroll
1991 ⁽¹⁾	\$8,286	\$8,871	93.4%	\$ (585)	\$4,652	(12.6)%
1992	9,266	9,262	100.0%	4	4,654	0.1%
1993	9,640	9,480	101.7%	160	5,065	3.2%
1994	10,279	9,818	104.7%	461	5,350	8.6%
1995	9,634	10,036	96.0%	(402)	5,348	(7.5)%
1996	10,861	10,340	105.4%	521	5,475	9.5%

Ten-year historical information of revenues by source is as follows:

Fiscal Year	Member Contributions	Employer Contributions	Employer Contribution as a Percent of Covered Payroll	Investment Income	Total
1987	\$152	\$152	N/A	\$578	\$ 882
1988	173	173	N/A	634	980
1989	199	199	N/A	681	1,079
1990	115	221	N/A	753	1,089
1991 ⁽¹⁾		300	6.45%	767	1,067
1992		86	1.85%	820	906
1993		92	1.82%	819	911
1994		85	1.59%	802	887
1995		80	1.50%	795	875
1996		79	1.44%	797	876

Ten-year historical information of expenses by type is as follows:

Fiscal Year ⁽²⁾	Benefit Payments ⁽³⁾	Refunds ⁽³⁾	Administrative Expenses	Total
1987	\$356	\$	\$12	\$368
1988	326		12	338
1989	333		16	349
1990	377		17	394
1991 ⁽¹⁾	372	24	18	414

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

Fiscal Year ⁽²⁾	Benefit Payments ⁽³⁾	Refunds ⁽³⁾	Administrative Expenses	Total
1992	415	5	25	445
1993	427	50	28	505
1994	445	32	27	504
1995	483	35	20	538
1996	491	3	17	511

⁽¹⁾ Employees transferred to Multnomah County. Plan was frozen and employees are not allowed to make contributions.

⁽²⁾ For the years 1987 through 1990 the year is for the twelve months ended December 31, for 1991 and thereafter the year is for the twelve months ended June 30.

⁽³⁾ Prior to 1991, benefits and refunds were not broken out.

N/A means not available.

Deferred Compensation Plan

The County offers its employees a deferred compensation plan (the Plan) created in accordance with Internal Revenue Code Section 457. The Plan, available to all permanent County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or an unforeseeable emergency.

All amounts of compensation deferred under the Plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are, until paid or made available to the employee or other beneficiary, solely the property and rights of the County, without being restricted to the provisions of benefits under the Plan, subject only to the claims of the County's general creditors. Participants' rights under the Plan are equal to those of general creditors of the County in an amount equal to the fair market value of the deferred account for each participant.

The amount deferred, adjusted to fair market value at June 30, 1996, and investment earnings thereon amount to \$47,769. The amounts accumulated by the County under the deferred compensation plan, including investment earnings, are excluded from resources or expenditures for budgetary purposes.

It is the opinion of County Counsel that the County has no liability for losses under the Plan but does have the duty of due care that would be required of an ordinary prudent investor. The County believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

The County's fiduciary responsibility requires that employee contributions are credited monthly to the individual's account and that earnings thereon are credited to the account. Furthermore, the County is required to provide an annual accounting of activities and to maintain the account until it is paid to the participant or beneficiary.

NOTE 17. COMMITMENTS AND CONTINGENT LIABILITIES:

Additional commitments under contracts at June 30, 1996, are as follows:

General Fund	\$ 394
Special Revenue Funds	2,730
Capital Projects Funds	4,455
Internal Service Funds	896
Pension Trust Fund	4
	<u>\$8,479</u>

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, could become a liability of the County.

Various claims and lawsuits against the County are pending. These claims are either covered by insurance or are the type which are normal in view of the County's operations. County management believes the total amount of liability, if any, which may arise from such claims and lawsuits beyond that which is covered by insurance would not have a material effect on the County's financial condition or its ability to carry on its activities substantially as now conducted.

Multnomah County is holding as a third party letters of credit and surety bonds in the sum of \$61 for liens held in trust.

NOTE 18. SEGMENT INFORMATION FOR ENTERPRISE FUNDS:

The County's Enterprise Funds account for the financing of predominantly self-supporting activities to the public on a user charge basis including lighting and sewer services, improved library services, and health care claims administration.

Segment information at June 30, 1996 and for the year then ended is as follows:

	Sewer	Lighting	Library Enterprise	Health Care	Total
Operating revenue	\$ 157	\$ 160	\$52	\$43,271	\$43,640
Depreciation expense	28	57		12	97
Operating income (loss)	(17)	(61)	(42)	432	312
Net income (loss)	38	(18)	(42)	951	929
Current capital contributions and transfers	8	51			59
Property, plant and equipment:					
Additions at cost		56			56
Deletions at cost		5			5
Net working capital	544	737	71	1,331	2,683
Total assets	1,234	1,258	72	12,729	15,293
Total equity	1,199	1,246	71	1,362	3,878

NOTE 19. SUBSEQUENT EVENTS:

On July 1, 1996, the County issued \$11,000 in Tax and Revenue Anticipation Notes to meet anticipated cash flow requirements prior to the collection of property taxes in November. The yield is 3.85%, and the notes mature on June 30, 1997. The notes are rated MIG1 by Moody's Investors Service.

On October 1, 1996, the County issued \$29,000 in General Obligation Library Bonds to finance the construction, acquisition and reconstruction of certain library facilities and equipment. The total interest cost is 5.12% and the bonds mature each October through October 2016. The bonds are rated Aa1 by Moody's Investors Service.

On October 1, 1996, the County issued \$79,700 in General Obligation Public Safety bonds to finance the construction, acquisition and reconstruction of certain public safety facilities and equipment. The total interest cost is 5.32% and the bonds mature each October through October 2016. The bonds are rated Aa1 by Moody's Investors Service.

On November 5, 1996, the voters of the State of Oregon approved a constitutional amendment, Ballot Measure 47, to limit the amount of property taxes to be collected. In addition to limiting the amount of

MULTNOMAH COUNTY, OREGON
NOTES TO THE COMBINED FINANCIAL STATEMENTS

property taxes that can be collected, the measure requires voter approval for new or increased property taxes and restricts other means by which the State and local governments can raise revenue in lieu of property taxes. The measure also prohibits the assessment of property at greater than the property's real value. For fiscal year 1998, Ballot Measure 47 will reduce the amount of property tax that is imposed to the lesser of 90% of the property tax levied for fiscal year 1996 or 100% of the property tax levied in fiscal year 1995. For tax years following fiscal year 1998, the measure limits the amount by which property taxes can increase each year to 3%. The County is currently working with other taxing districts within the County to develop a collaborative fiscal response to this measure.

ADDITIONAL INFORMATION
(Combining and Individual Fund and Account Group
Statements and Schedules)

GENERAL FUND

The General Fund accounts for the financial operations of the County which are not accounted for in any other fund. The principal sources of revenues are property taxes and business income taxes. Primary expenditures in the General Fund are made for general government, public safety, and health and social services. The modified accrual basis of accounting is used to record revenues and expenditures.

**MULTNOMAH COUNTY, OREGON
GENERAL FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)**

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Taxes:			
Property:			
Current year	\$ 95,106	\$ 97,035	\$ 1,929
Prior years'	2,908	2,350	(558)
Penalties and interest	849	571	(278)
Payments in lieu of taxes	73	68	(5)
Sales on foreclosures		96	96
Transient lodging		1	1
Business income	27,927	30,040	2,113
Motor vehicle rental	7,250	8,694	1,444
Intergovernmental:			
Federal	5,262	5,227	(35)
State	5,796	6,155	359
Local	1,778	1,487	(291)
Licenses and permits	1,619	1,619	
Charges for services	5,611	5,538	(73)
Interest	2,101	2,422	321
Other:			
Miscellaneous	523	584	61
Service reimbursements	14,452	14,133	(319)
Total revenues	<u>171,255</u>	<u>176,020</u>	<u>4,765</u>
OTHER FINANCING SOURCES:			
Transfers from other funds:			
Road	50	50	
Animal Control	1,266	1,266	
Assessment District Operating	8	8	
Natural Areas Aquisition and Protection	22	22	
Library Bond Sinking	250	250	
Total other financing sources	<u>1,596</u>	<u>1,596</u>	
BEGINNING FUND BALANCE	<u>8,593</u>	<u>14,704</u>	<u>6,111</u>
Total	<u>\$ 181,444</u>	<u>192,320</u>	<u>10,876</u>
EXPENDITURES:			
Aging Services:			
Personal services	\$ 1,100	1,099	1
Materials and services	636	613	23
Capital outlay	2	2	
Sub-total	<u>1,738</u>	<u>1,714</u>	<u>24</u>
Juvenile Justice Services:			
Personal services	9,376	9,098	278
Materials and services	5,576	5,012	564
Capital outlay	47	41	6
Sub-total	<u>14,999</u>	<u>14,151</u>	<u>848</u>
Health Services:			
Personal services	6,219	5,937	282
Materials and services	1,638	1,648	(10)
Capital outlay	69	40	29
Sub-total	<u>7,926</u>	<u>7,625</u>	<u>301</u>

(continued)

MULTNOMAH COUNTY, OREGON
GENERAL FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)
(continued)

	Budget	Actual	Variance favorable (unfavorable)
Community Corrections:			
Personal services	\$ 2,778	\$ 2,788	\$ (10)
Materials and services	722	722	
Sub-total	<u>3,500</u>	<u>3,510</u>	<u>(10)</u>
District Attorney:			
Personal services	8,479	8,271	208
Materials and services	1,319	1,247	72
Capital outlay	111	107	4
Sub-total	<u>9,909</u>	<u>9,625</u>	<u>284</u>
Sheriff:			
Personal services	33,597	34,057	(460)
Materials and services	7,951	7,941	10
Capital outlay	204	178	26
Sub-total	<u>41,752</u>	<u>42,176</u>	<u>(424)</u>
Environmental Services:			
Personal services	5,043	4,756	287
Materials and services	3,881	3,270	611
Capital outlay	747	620	127
Sub-total	<u>9,671</u>	<u>8,646</u>	<u>1,025</u>
Nondepartmental:			
Personal services	7,466	7,282	184
Materials and services	13,595	13,305	290
Capital outlay	185	160	25
Debt service:			
Interest	605	491	114
Contingency	297		297
Sub-total	<u>22,148</u>	<u>21,238</u>	<u>910</u>
Total expenditures	<u>111,643</u>	<u>108,685</u>	<u>2,958</u>
OTHER FINANCING USES:			
Transfers to other funds:			
Federal and State Program	46,548	44,845	1,703
County School	1,302	1,302	
Recreation	10		10
Library	6,567	6,567	
Justice Services Special Operations	200	175	25
Jail Levy	47	47	
Assessment and Taxation	7,604	7,092	512
Strategic Investment Program	78	40	38
Capital Improvement	2,335	2,335	
Total other financing uses	<u>64,691</u>	<u>62,403</u>	<u>2,288</u>
Total	<u>176,334</u>	<u>171,088</u>	<u>5,246</u>
ENDING FUND BALANCE	<u>5,110</u>	<u>\$ 21,232</u>	<u>\$ 16,122</u>
	<u>\$ 181,444</u>		

SPECIAL REVENUE FUNDS

These funds account for revenue derived from specific taxes or other earmarked revenue sources, including state gas tax, grants, and charges for services 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 the expenditures. The modified accrual basis of accounting is used to record revenues and expenditures. Funds included are:

- Strategic Investment Program Fund - accounts primarily for monies received from corporations receiving property tax abatements and paying fees for specific purposes as a part of the reduced tax agreement to be used for community service.
- Road Fund - accounts for revenues primarily from State motor vehicle fees and County gasoline taxes. Expenditures consist of construction, repair, maintenance and operation of County highways and roads.
- Emergency Communications Fund - accounts for monies received from the State which are designated for an emergency communication network in conjunction with the City of Portland.
- Assessment and Taxation Fund - accounts for revenues and expenditures for property assessment and tax collection.
- Bicycle Path Construction Fund - accounts for revenue and expenditures for bicycle paths.
- Federal and State Program Fund - accounts for the majority of revenues and expenditures related to Federal and State financial assistance programs.
- County School Fund - accounts for transfers from the General Fund and forest reserve yield revenues from the State of Oregon which are apportioned to the County school districts.
- 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.
- Tax Title Land Sales Fund - accounts for the receipt and sale of real property foreclosed upon by the County because of unpaid property taxes. Proceeds are subsequently distributed to all taxing 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 motor vehicle fees and gasoline tax proceeds transferred from the Road Fund for bridge inspections and maintenance.
- Recreation Fund - accounts for the collection and disbursement of revenues from various funding sources on a pass through basis.
- Library Fund - accounts for the public library operations.
- Justice Services Special Operations Fund - accounts for revenues and expenditures dedicated to justice services in the community corrections department, district attorney's office, and sheriff's office.
- County Fair Fund - accounts for the collection and disbursement of State racing revenues on a pass-through basis. The actual operations of the fair are conducted by a private non-profit group, the Friends of the Fair.
- Inmate Welfare Fund - accounts for the proceeds from the sale of commissary items. Expenditures are made for supplies for inmates in County jails.
- Convention Center Fund - accounts for a transient lodging tax collected from all hotels and motels in the County to be used for convention center expenditures.
- Assessment District Operating Fund - accounts for the construction of improvements or provisions of services which are paid for from special assessments levied against benefitted property owners.
- Natural Areas Acquisition and Protection Fund - accounts for the acquisition and protection and management of natural areas.
- Jail Levy Fund - accounts for a three-year special serial levy which is used to operate the Inverness Jail.

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MULTNOMAH COUNTY, OREGON
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
June 30, 1996
(amounts expressed in thousands)

	Strategic Investment Program	Road	Emergency Communications	Assessment and Taxation	Bicycle Path Construction	Federal and State Program	County School	Corner Preservation
ASSETS:								
Cash and investments	\$ 741	\$ 10,146	\$ 11	\$ 11	\$ 51	\$ 510	\$ 6	\$ 706
Receivables:								
Taxes								
Accounts	500	4,308	29	503		14,138		3
Loans						1,966		
Interest		4						
Contracts		128						
Inventories		497				180		
Prepaid items		1				47		
Foreclosed properties								
Total assets	\$ 1,241	\$ 15,084	\$ 40	\$ 514	\$ 51	\$ 16,841	\$ 6	\$ 709
LIABILITIES AND FUND BALANCES:								
Liabilities:								
Accounts payable	\$	\$ 5,244	\$	\$ 118	\$	\$ 7,486	\$	\$
Due to other funds						1,736		
Assistance receipts unapplied						2,367		
Compensated absences		486		396		3,033		
Deferred revenue		315				1,969		
Total liabilities		6,045		514		16,591		
Fund balances:								
Reserved for inventories		497				180		
Reserved for foreclosed properties								
Reserved for prepaid items		1				47		
Reserved for Oregon Medical Assistance Program						250		
Unreserved, undesignated	1,241	8,541	40		51	(227)	6	709
Total fund balances	1,241	9,039	40		51	250	6	709
Total liabilities and fund balances	\$ 1,241	\$ 15,084	\$ 40	\$ 514	\$ 51	\$ 16,841	\$ 6	\$ 709

Tax Title	Animal	Willamette			Justice			Natural Areas	Jail	
Land Sales	Control	River	Recreation	Library	Services	Inmate	Convention	Acquisition	Levy	Total
		Bridges			Special	Welfare	Center	and Protection		
					Operations					
\$ 735	\$ 117	\$ 2,557	\$ 7	\$ 527	\$ 1,066	\$ 198	\$ 389	\$ 1,679	\$ 1,648	\$ 21,105
				761					987	1,748
	6	396	80	110	187	179	96		30	20,565
										1,966
										4
1,706										1,834
				336		2				677
1,008										386
<u>\$ 3,449</u>	<u>\$ 123</u>	<u>\$ 2,953</u>	<u>\$ 87</u>	<u>\$ 1,734</u>	<u>\$ 1,253</u>	<u>\$ 379</u>	<u>\$ 485</u>	<u>\$ 1,679</u>	<u>\$ 2,665</u>	<u>\$ 49,293</u>
\$ 729	\$ 3	\$ 126		\$ 230	\$ 326	\$ 66		\$ 34	\$ 226	\$ 14,587
										1,736
										2,367
6		80		509	102	9			291	4,912
2,714		29		657					851	6,535
<u>3,449</u>	<u>3</u>	<u>235</u>		<u>1,396</u>	<u>428</u>	<u>75</u>		<u>34</u>	<u>1,367</u>	<u>30,137</u>
										677
1,008				336		2				1,008
										386
										250
(1,008)	120	2,718	87	2	825	302	485	1,645	1,298	16,835
	120	2,718	87	338	825	304	485	1,645	1,298	19,156
<u>\$ 3,449</u>	<u>\$ 123</u>	<u>\$ 2,953</u>	<u>\$ 87</u>	<u>\$ 1,734</u>	<u>\$ 1,253</u>	<u>\$ 379</u>	<u>\$ 485</u>	<u>\$ 1,679</u>	<u>\$ 2,665</u>	<u>\$ 49,293</u>

MULTNOMAH COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	Strategic Investment Program	Road	Emergency Communications	Assessment and Taxation	Bicycle Path Construction	Federal and State Program	County School	Corner Preservation
REVENUES:								
Taxes	\$	\$ 8,256	\$	\$	\$	\$	\$ 141	\$
Intergovernmental		25,702	112	1,814	46	129,653		
Licenses and permits		37						
Charges for services	1,293	592		544		2,627		423
Interest	1	672	3		2	4	7	
Other		947		17		4,275		
Total revenues	<u>1,294</u>	<u>35,206</u>	<u>115</u>	<u>2,375</u>	<u>48</u>	<u>136,559</u>	<u>148</u>	<u>423</u>
EXPENDITURES:								
Current:								
General government	93			9,912				
Health and social services						156,321		
Public safety and justice		154				23,158		
Community services			87		11	511	1,499	
Roads and bridges		29,273						425
Capital outlay		2,382		126	78	1,235		9
Total expenditures	<u>93</u>	<u>31,809</u>	<u>87</u>	<u>10,038</u>	<u>89</u>	<u>181,225</u>	<u>1,499</u>	<u>434</u>
Excess of revenues over (under) expenditures	<u>1,201</u>	<u>4,397</u>	<u>28</u>	<u>(7,663)</u>	<u>(41)</u>	<u>(44,666)</u>	<u>(1,351)</u>	<u>(11)</u>
OTHER FINANCING SOURCES (USES):								
Operating transfers in	40			7,092	47	44,845	1,302	
Operating transfers out		(3,408)						
Total other financing sources (uses)	<u>40</u>	<u>(3,408)</u>		<u>7,092</u>	<u>47</u>	<u>44,845</u>	<u>1,302</u>	
Excess of revenues and other sources over (under) expenditures and other uses	<u>1,241</u>	<u>989</u>	<u>28</u>	<u>(671)</u>	<u>6</u>	<u>179</u>	<u>(49)</u>	<u>(11)</u>
FUND BALANCES, JUNE 30, 1995		<u>8,050</u>		<u>571</u>	<u>45</u>	<u>71</u>	<u>55</u>	<u>720</u>
FUND BALANCES, JUNE 30, 1996	<u>\$ 1,241</u>	<u>\$ 9,039</u>	<u>\$ 40</u>	<u>\$</u>	<u>\$ 51</u>	<u>\$ 250</u>	<u>\$ 6</u>	<u>\$ 709</u>

Tax Title	Animal Control	Willamette River Bridges	Recreation	Library	Justice Services Special Operations	County Fair	Inmate Welfare	Convention Center	Assessment District Operating	Natural Areas Acquisition and Protection	Jail Levy	Total
\$ 908			\$ 123	\$ 12,325				\$ 5,031			\$ 16,151	\$ 42,935
		259	291	665	429	35					111	159,117
	825				222							1,084
5	239	15		112	1,253		44				9	7,156
213				71	58		18	16		82	207	1,352
	75	58	1	1,551	888		988			454		9,254
<u>1,126</u>	<u>1,139</u>	<u>332</u>	<u>415</u>	<u>14,724</u>	<u>2,850</u>	<u>35</u>	<u>1,048</u>	<u>5,047</u>		<u>536</u>	<u>16,478</u>	<u>220,898</u>
1,126							28				1,770	11,131
					2,686		956				14,539	158,119
			411	21,241		35		4,700		93		41,493
		2,898										28,588
		353		245	214					75	54	32,596
<u>1,126</u>		<u>3,251</u>	<u>411</u>	<u>21,486</u>	<u>2,900</u>	<u>35</u>	<u>984</u>	<u>4,700</u>		<u>168</u>	<u>16,363</u>	<u>276,698</u>
	1,139	(2,919)	4	(6,762)	(50)		64	347		368	115	(55,800)
		3,311		6,567	175						47	63,426
	(1,266)				(56)				(8)	(22)		(4,760)
	(1,266)	3,311		6,567	119				(8)	(22)	47	58,666
	(127)	392	4	(195)	69		64	347	(8)	346	162	2,866
	247	2,326	83	533	756		240	138	8	1,299	1,136	16,290
<u>\$</u>	<u>\$ 120</u>	<u>\$ 2,718</u>	<u>\$ 87</u>	<u>\$ 338</u>	<u>\$ 825</u>	<u>\$</u>	<u>\$ 304</u>	<u>\$ 485</u>	<u>\$</u>	<u>\$ 1,645</u>	<u>\$ 1,298</u>	<u>\$ 19,156</u>

MULTNOMAH COUNTY, OREGON
STRATEGIC INVESTMENT PROGRAM FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Charges for services	\$ 270	\$ 1,293	\$ 1,023
Interest		1	1
Total revenues	270	1,294	1,024
OTHER FINANCING SOURCE:			
Transfer from General Fund	78	40	(38)
Total	\$ 348	1,334	986
EXPENDITURES:			
Nondepartmental:			
Personal services	\$ 56		56
Materials and services	289	93	196
Capital outlay	3		3
Total expenditures	\$ 348	93	255
ENDING FUND BALANCE		\$ 1,241	\$ 1,241

MULTNOMAH COUNTY, OREGON
ROAD FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Taxes:			
Gasoline	\$ 6,925	\$ 7,647	\$ 722
Forest reserve yield	565	609	44
Intergovernmental:			
Federal		427	427
State	23,707	24,870	1,163
Local	1,334	405	(929)
Licenses and permits	15	37	22
Charges for services	692	592	(100)
Interest	555	672	117
Other:			
Miscellaneous	114	294	180
Service reimbursements	725	653	(72)
Total revenues	<u>34,632</u>	<u>36,206</u>	<u>1,574</u>
BEGINNING FUND BALANCE			
Total	<u>\$ 8,139</u>	<u>8,050</u>	<u>(89)</u>
	<u>\$ 42,771</u>	<u>44,256</u>	<u>1,485</u>
EXPENDITURES:			
Sheriff:			
Materials and services	\$ 154	154	
Environmental Services:			
Personal services	7,026	6,922	104
Materials and services	21,814	22,351	(537)
Capital outlay	10,216	2,382	7,834
Contingency	136		136
Sub-total	<u>39,192</u>	<u>31,655</u>	<u>7,537</u>
Total expenditures	<u>39,346</u>	<u>31,809</u>	<u>7,537</u>
OTHER FINANCING USES:			
Transfers to other funds:			
General	50	50	
Bicycle Path Construction	47	47	
Willamette River Bridges	3,328	3,311	17
Total other financing uses	<u>3,425</u>	<u>3,408</u>	<u>17</u>
Total	<u>\$ 42,771</u>	<u>35,217</u>	<u>7,554</u>
ENDING FUND BALANCE		<u>\$ 9,039</u>	<u>\$ 9,039</u>

MULTNOMAH COUNTY, OREGON
EMERGENCY COMMUNICATIONS FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Intergovernmental - State	\$ 86	\$ 112	\$ 26
Interest	<u>1</u>	<u>3</u>	<u>2</u>
Total revenues	87	115	28
BEGINNING FUND BALANCE			
Total	<u>\$ 87</u>	<u>12</u>	<u>12</u>
	<u>87</u>	<u>127</u>	<u>40</u>
EXPENDITURES:			
Sheriff:			
Materials and services	\$ 87	87	
ENDING FUND BALANCE		<u>\$ 40</u>	<u>\$ 40</u>

MULTNOMAH COUNTY, OREGON
ASSESSMENT AND TAXATION FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Intergovernmental - State	\$ 2,376	\$ 1,814	\$ (562)
Charges for services	564	544	(20)
Other:			
Miscellaneous	19	17	(2)
Service reimbursements	15	-	(15)
Total revenues	2,974	2,375	(599)
OTHER FINANCING SOURCE:			
Transfer from General Fund	7,604	7,092	(512)
BEGINNING FUND BALANCE			
Total	\$ 10,578	10,038	571 (540)
EXPENDITURES:			
Environmental Services:			
Personal services	\$ 7,155	6,823	332
Materials and services	3,265	3,089	176
Capital outlay	158	126	32
Total expenditures	\$ 10,578	10,038	540
ENDING FUND BALANCE		\$	\$

MULTNOMAH COUNTY, OREGON
BICYCLE PATH CONSTRUCTION FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Intergovernmental – State	\$ 3	\$ 46	\$ 43
Interest		2	2
Total revenues	3	48	45
OTHER FINANCING SOURCE:			
Transfer from Road Fund	47	47	
BEGINNING FUND BALANCE	50	45	(5)
Total	\$ 100	140	40
EXPENDITURES:			
Environmental Services:			
Materials and services	\$ 12	11	1
Capital outlay	88	78	10
Total expenditures	\$ 100	89	11
ENDING FUND BALANCE		\$ 51	\$ 51

MULTNOMAH COUNTY, OREGON
FEDERAL AND STATE PROGRAM FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Intergovernmental:			
Federal, state and local	\$ 138,083	\$ 129,653	\$ (8,430)
Charges for services	3,263	2,627	(636)
Interest	10	4	(6)
Other:			
Miscellaneous	2,115	1,602	(513)
Service reimbursements	4,836	2,673	(2,163)
Total revenues	<u>148,307</u>	<u>136,559</u>	<u>(11,748)</u>
OTHER FINANCING SOURCE:			
Transfer from General Fund	46,548	44,845	(1,703)
BEGINNING FUND BALANCE			
Total	<u>39</u>	<u>71</u>	<u>32</u>
	<u>\$ 194,894</u>	<u>181,475</u>	<u>(13,419)</u>
EXPENDITURES:			
Community and Family Services:			
Personal services	\$ 15,992	14,770	1,222
Materials and services	76,762	67,051	9,711
Capital outlay	626	564	62
Sub-total	<u>93,380</u>	<u>82,385</u>	<u>10,995</u>
Aging Services:			
Personal services	7,750	7,525	225
Materials and services	7,831	7,513	318
Capital outlay	80	33	47
Sub-total	<u>15,661</u>	<u>15,071</u>	<u>590</u>
Juvenile Justice Services:			
Personal services	1,857	1,757	100
Materials and services	1,952	1,751	201
Capital outlay	31	31	
Sub-total	<u>3,840</u>	<u>3,539</u>	<u>301</u>
Health Services:			
Personal services	35,103	33,706	1,397
Materials and services	21,914	22,248	(334)
Capital outlay	390	341	49
Debt service - Interest	6		6
Sub-total	<u>57,413</u>	<u>56,295</u>	<u>1,118</u>

(continued)

MULTNOMAH COUNTY, OREGON
FEDERAL AND STATE PROGRAM FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)
 (continued)

	Budget	Actual	Variance favorable (unfavorable)
Community Corrections:			
Personal services	\$ 12,806	\$ 12,870	\$ (64)
Materials and services	6,464	6,379	85
Capital outlay	217	196	21
Sub-total	<u>19,487</u>	<u>19,445</u>	<u>42</u>
District Attorney:			
Personal services	2,023	1,750	273
Materials and services	1,029	864	165
Capital outlay	63	59	4
Sub-total	<u>3,115</u>	<u>2,673</u>	<u>442</u>
Sheriff:			
Personal services	1,081	1,124	(43)
Materials and services	303	171	132
Capital outlay	4	4	
Sub-total	<u>1,388</u>	<u>1,299</u>	<u>89</u>
Nondepartmental:			
Personal services	358	316	42
Materials and services	239	195	44
Capital outlay	13	7	6
Sub-total	<u>610</u>	<u>518</u>	<u>92</u>
Total expenditures	<u>\$ 194,894</u>	<u>181,225</u>	<u>13,669</u>
ENDING FUND BALANCE		<u>\$ 250</u>	<u>\$ 250</u>

MULTNOMAH COUNTY, OREGON
COUNTY SCHOOL FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Taxes - Forest reserve yield	\$ 188	\$ 141	\$ (47)
Interest	<u>5</u>	<u>7</u>	<u>2</u>
Total revenues	193	148	(45)
 OTHER FINANCING SOURCE:			
Transfer from General Fund	1,302	1,302	
 BEGINNING FUND BALANCE			
Total	<u>\$ 1,555</u>	<u>55</u>	<u>(5)</u>
	<u>1,555</u>	<u>1,505</u>	<u>(50)</u>
 EXPENDITURES:			
Nondepartmental:			
Materials and services	\$ 1,555	1,499	56
ENDING FUND BALANCE		<u>\$ 6</u>	<u>\$ 6</u>

MULTNOMAH COUNTY, OREGON
CORNER PRESERVATION FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Charges for services	\$ 400	\$ 423	\$ 23
BEGINNING FUND BALANCE			
Total	\$ 541	720	179
	<u>\$ 941</u>	<u>1,143</u>	<u>202</u>
EXPENDITURES:			
Environmental Services:			
Materials and services	\$ 684	425	259
Capital outlay	257	9	248
Total expenditures	\$ 941	434	507
ENDING FUND BALANCE		<u>\$ 709</u>	<u>\$ 709</u>

MULTNOMAH COUNTY, OREGON
TAX TITLE LAND SALES FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
REVENUES:			
Taxes - Sales on foreclosures	\$ 1,500	\$ 908	\$ (592)
Intergovernmental - Local	18		(18)
Charges for services		5	5
Interest	215	213	(2)
Total revenues	<u>\$ 1,733</u>	<u>1,126</u>	<u>(607)</u>
EXPENDITURES:			
Environmental Services:			
Personal services	\$ 244	170	74
Materials and services	1,489	956	533
Total expenditures	<u>\$ 1,733</u>	<u>1,126</u>	<u>607</u>
ENDING FUND BALANCE		<u>\$</u>	<u>\$</u>

MULTNOMAH COUNTY, OREGON
ANIMAL CONTROL FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Licenses and permits	\$ 862	\$ 825	\$ (37)
Charges for services	248	239	(9)
Other - Miscellaneous	46	75	29
Total revenues	<u>\$ 1,156</u>	<u>1,139</u>	<u>(17)</u>
BEGINNING FUND BALANCE	110	247	137
Total	<u>\$ 1,266</u>	<u>1,386</u>	<u>120</u>
OTHER FINANCING USE:			
Transfer to General Fund	<u>\$ 1,266</u>	1,266	
ENDING FUND BALANCE		<u>\$ 120</u>	<u>\$ 120</u>

MULTNOMAH COUNTY, OREGON
WILLAMETTE RIVER BRIDGES FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Intergovernmental:			
Federal	\$ 390	\$	\$ (390)
State		259	259
Charges for services		15	15
Other - Service reimbursements	65	58	(7)
Total revenues	455	332	(123)
OTHER FINANCING SOURCE:			
Transfer from Road Fund	3,328	3,311	(17)
BEGINNING FUND BALANCE			
Total	\$ 5,808	2,326	301
	5,808	5,969	161
EXPENDITURES:			
Environmental Services:			
Personal services	\$ 2,085	2,022	63
Materials and services	1,035	876	159
Capital outlay	2,688	353	2,335
Total expenditures	\$ 5,808	3,251	2,557
ENDING FUND BALANCE		\$ 2,718	\$ 2,718

MULTNOMAH COUNTY, OREGON
RECREATION FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Taxes - gasoline	\$ 124	\$ 123	\$ (1)
Intergovernmental - State	249	291	42
Interest	3		(3)
Other - Miscellaneous	18	1	(17)
Total revenues	<u>394</u>	<u>415</u>	<u>21</u>
OTHER FINANCING SOURCE:			
Transfer from General Fund	10		(10)
BEGINNING FUND BALANCE			
Total	<u>\$ 404</u>	<u>83</u>	<u>83</u>
EXPENDITURES:			
Environmental Services:			
Materials and services	<u>\$ 404</u>	<u>411</u>	<u>(7)</u>
ENDING FUND BALANCE		<u>\$ 87</u>	<u>\$ 87</u>

MULTNOMAH COUNTY, OREGON
LIBRARY FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Taxes:			
Property:			
Current year	\$ 11,732	\$ 11,970	\$ 238
Prior years'	354	284	(70)
Penalties and interest	80	59	(21)
Sales on foreclosures		12	12
Intergovernmental:			
Federal, state, and local	790	665	(125)
Charges for services	38	112	74
Interest	78	71	(7)
Other:			
Miscellaneous	1,368	1,491	123
Service reimbursements	81	60	(21)
Total revenues	<u>14,521</u>	<u>14,724</u>	<u>203</u>
OTHER FINANCING SOURCE:			
Transfer from General Fund	6,567	6,567	
BEGINNING FUND BALANCE			
Total	<u>\$ 21,535</u>	<u>533</u>	<u>86</u>
	<u>\$ 21,535</u>	<u>21,824</u>	<u>289</u>
EXPENDITURES:			
Library:			
Personal services	\$ 13,072	12,919	153
Materials and services	8,125	8,322	(197)
Capital outlay	298	245	53
Contingency	40		40
Total expenditures	<u>\$ 21,535</u>	<u>21,486</u>	<u>49</u>
ENDING FUND BALANCE		<u>\$ 338</u>	<u>\$ 338</u>

MULTNOMAH COUNTY, OREGON
JUSTICE SERVICES SPECIAL OPERATIONS FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Intergovernmental:			
Federal	\$ 75	\$ 20	\$ (55)
Local	465	409	(56)
Licenses and permits	315	222	(93)
Charges for services	1,306	1,253	(53)
Interest		58	58
Other – Miscellaneous	684	888	204
Total revenues	<u>2,845</u>	<u>2,850</u>	<u>5</u>
OTHER FINANCING SOURCE:			
Transfer from General Fund	200	175	(25)
BEGINNING FUND BALANCE			
Total	<u>\$ 4,826</u>	<u>756</u>	<u>(1,025)</u>
		<u>3,781</u>	<u>(1,045)</u>
EXPENDITURES:			
Community Corrections:			
Personal services	\$ 539	501	38
Materials and services	68	79	(11)
Capital outlay	3	2	1
Sub-total	<u>610</u>	<u>582</u>	<u>28</u>
District Attorney:			
Personal services	180	180	
Materials and services	1,638	67	1,571
Capital outlay	71	64	7
Sub-total	<u>1,889</u>	<u>311</u>	<u>1,578</u>
Sheriff:			
Personal services	1,104	1,074	30
Materials and services	1,013	785	228
Capital outlay	154	148	6
Sub-total	<u>2,271</u>	<u>2,007</u>	<u>264</u>
Total expenditures	<u>4,770</u>	<u>2,900</u>	<u>1,870</u>
OTHER FINANCING USE:			
Transfer to Capital Improvement Fund	56	56	
Total	<u>\$ 4,826</u>	<u>2,956</u>	<u>1,870</u>
ENDING FUND BALANCE		<u>\$ 825</u>	<u>\$ 825</u>

MULTNOMAH COUNTY, OREGON
COUNTY FAIR FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Intergovernmental - State	\$ 35	\$ 35	\$
Other - Fair	3		(3)
Total revenues	\$ 38	35	(3)
 EXPENDITURES:			
Environmental Services:			
Materials and services	\$ 38	35	3
ENDING FUND BALANCE		\$	\$

MULTNOMAH COUNTY, OREGON
INMATE WELFARE FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Charges for services	\$ 72	\$ 44	\$ (28)
Interest	4	16	12
Other - Miscellaneous	1,025	988	(37)
Total revenues	<u>1,101</u>	<u>1,048</u>	<u>(53)</u>
BEGINNING FUND BALANCE			
Total	<u>\$ 1,101</u>	<u>240</u>	<u>240</u>
		<u>1,288</u>	<u>187</u>
EXPENDITURES:			
Juvenile Justice Services:			
Materials and services	\$ 67	28	39
Sheriff:			
Personal services	270	260	10
Materials and services	734	696	38
Capital outlay	30	30	0
Sub-total	<u>1,034</u>	<u>956</u>	<u>78</u>
Total expenditures	<u>\$ 1,101</u>	<u>984</u>	<u>117</u>
ENDING FUND BALANCE		<u>\$ 304</u>	<u>\$ 304</u>

MULTNOMAH COUNTY, OREGON
CONVENTION CENTER FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Taxes - Transient lodging	\$ 4,550	\$ 5,031	\$ 481
Interest	25	16	(9)
Total revenues	4,575	5,047	472
BEGINNING FUND BALANCE			
Total	\$ 4,700	5,185	485
EXPENDITURES:			
Nondepartmental:			
Materials and services	\$ 4,700	4,700	
ENDING FUND BALANCE		\$ 485	\$ 485

MULTNOMAH COUNTY, OREGON
ASSESSMENT DISTRICT OPERATING FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
BEGINNING FUND BALANCE	\$ <u>8</u>	\$ <u>8</u>	\$ _____
OTHER FINANCING USE:			
Transfer to General Fund	\$ <u>8</u>	<u>8</u>	_____
ENDING FUND BALANCE		\$ <u>_____</u>	\$ <u>_____</u>

MULTNOMAH COUNTY, OREGON
NATURAL AREAS ACQUISITION AND PROTECTION FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Interest	\$ 78	\$ 82	\$ 4
Other - Miscellaneous	217	454	237
Total revenues	<u>295</u>	<u>536</u>	<u>241</u>
BEGINNING FUND BALANCE			
Total	<u>\$ 1,860</u>	<u>1,299</u>	<u>(266)</u>
EXPENDITURES:			
Environmental Services:			
Materials and services	\$ 216	93	123
Capital outlay	1,622	75	1,547
Total expenditures	<u>1,838</u>	<u>168</u>	<u>1,670</u>
OTHER FINANCING USE:			
Transfer to General Fund	22	22	
Total	<u>\$ 1,860</u>	<u>190</u>	<u>1,670</u>
ENDING FUND BALANCE		<u>\$ 1,645</u>	<u>\$ 1,645</u>

MULTNOMAH COUNTY, OREGON
JAIL LEVY FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Taxes:			
Property:			
Current year	\$ 15,379	\$ 15,691	\$ 312
Prior years'	449	371	(78)
Penalties and interest	102	74	(28)
Sales on foreclosures		15	15
Intergovernmental:			
Federal, state and local	93	111	18
Charges for services		9	9
Interest		207	207
Other - Service reimbursements	175		(175)
Total revenues	16,198	16,478	280
OTHER FINANCING SOURCE:			
Transfer from General Fund	47	47	
BEGINNING FUND BALANCE	120	1,136	1,016
Total	\$ 16,365	17,661	1,296
EXPENDITURES:			
Health Services:			
Personal services	\$ 1,266	1,255	11
Materials and services	523	515	8
Capital outlay	11	10	1
Sub-total	1,800	1,780	20
Community Corrections:			
Materials and services	1,670	1,679	(9)
Sheriff:			
Personal services	10,309	10,332	(23)
Materials and services	2,527	2,528	(1)
Capital outlay	59	44	15
Sub-total	12,895	12,904	(9)
Total expenditures	\$ 16,365	16,363	2
ENDING FUND BALANCE		\$ 1,298	\$ 1,298

DEBT SERVICE FUNDS

These funds account for the retirement of general obligation bonds, certificates of participation (capitalized leases) and other lease-purchase arrangements. The modified accrual basis of accounting is used. Funds included are:

- Capital Lease Retirement Fund - accounts for lease-purchase principal and interest payments for buildings and major pieces of equipment acquired by the issuance of certificates of participation or other lease-purchase arrangements. Revenues consist of certificates of participation proceeds, service reimbursements and cash transfers from other County funds.
- Library Bond Sinking Fund - accounts for payment of principal and interest on library general obligation bonds. Revenue is derived from property taxes.
- Revenue Bond Sinking Fund - accounts for payment of principal and interest on bonds to be issued to construct the Edgefield Children's Center. The revenues are derived from lease of the facility to the Edgefield Children's Center, Inc. Due to project delay, the bonds were not issued and the lease was not executed.

MULTNOMAH COUNTY, OREGON
COMBINING BALANCE SHEET
DEBT SERVICE FUNDS
June 30, 1996
 (amounts expressed in thousands)

	<u>Capital Lease Retirement</u>	<u>Library Bond Sinking</u>	<u>Total</u>
ASSETS:			
Cash and investments	\$ 6,011	\$ 1,860	\$ 7,871
Receivables:			
Taxes		157	157
Accounts		3	3
Interest	15		15
Total assets	<u>\$ 6,026</u>	<u>\$ 2,020</u>	<u>\$ 8,046</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts payable	\$ 4	\$	\$ 4
Deferred revenue		137	137
Total liabilities	<u>4</u>	<u>137</u>	<u>141</u>
Fund balances:			
Reserved for debt service	<u>6,022</u>	<u>1,883</u>	<u>7,905</u>
Total liabilities and fund balances	<u>\$ 6,026</u>	<u>\$ 2,020</u>	<u>\$ 8,046</u>

MULTNOMAH COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
DEBT SERVICE FUNDS
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Capital Lease Retirement	Library Bond Sinking	Total
REVENUES:			
Taxes	\$	\$ 3,218	\$ 3,218
Interest	420	87	507
Other	5,408		5,408
Total revenues	5,828	3,305	9,133
EXPENDITURES:			
Current:			
General government	26		26
Community services		1	1
Debt service:			
Principal	2,548	995	3,543
Interest	3,140	1,474	4,614
Total expenditures	5,714	2,470	8,184
Excess of revenues over expenditures	114	835	949
OTHER FINANCING SOURCE (USE):			
Certificates of participation proceeds	185		185
Operating transfer out		(250)	(250)
Total other financing source (use)	185	(250)	(65)
Excess of revenues and other source over expenditures and other use	299	585	884
FUND BALANCES, JUNE 30, 1995	5,723	1,298	7,021
FUND BALANCES, JUNE 30, 1996	\$ 6,022	\$ 1,883	\$ 7,905

MULTNOMAH COUNTY, OREGON
CAPITAL LEASE RETIREMENT FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Interest	\$ 170	\$ 420	\$ 250
Other - Service reimbursements	6,410	5,408	(1,002)
Total revenues	<u>6,580</u>	<u>5,828</u>	<u>(752)</u>
OTHER FINANCING SOURCE:			
Certificates of participation proceeds	300	185	(115)
BEGINNING FUND BALANCE			
Total	<u>\$ 4,905</u>	<u>5,723</u>	<u>818</u>
	<u>\$ 11,785</u>	<u>11,736</u>	<u>(49)</u>
EXPENDITURES:			
Nondepartmental:			
Materials and services	\$ 38	26	12
Contingency	5,480		5,480
Debt service:			
Principal	2,760	2,548	212
Interest	3,507	3,140	367
Total expenditures	<u>\$ 11,785</u>	<u>5,714</u>	<u>6,071</u>
ENDING FUND BALANCE		<u>\$ 6,022</u>	<u>\$ 6,022</u>

MULTNOMAH COUNTY, OREGON
LIBRARY BOND SINKING FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Taxes:			
Property:			
Current year	\$ 3,101	\$ 3,174	\$ 73
Prior years'	64	35	(29)
Penalties and interest		6	6
Sales on foreclosures		3	3
Interest	85	87	2
Total revenues	3,250	3,305	55
BEGINNING FUND BALANCE			
Total	1,247	1,298	51
	\$ 4,497	4,603	106
EXPENDITURES:			
Nondepartmental:			
Materials and services	\$ 15	1	14
Debt service:			
Principal	995	995	
Interest	1,474	1,474	
Total expenditures	2,484	2,470	14
OTHER FINANCING USE:			
Transfer to General Fund	250	250	
Total	2,734	2,720	14
ENDING FUND BALANCE	1,763	\$ 1,883	\$ 120
	\$ 4,497		

MULTNOMAH COUNTY, OREGON
REVENUE BOND SINKING FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
 For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	Variance favorable (unfavorable)
OTHER FINANCING SOURCE:			
Bond sales	\$ <u>1,007</u>	\$ _____	\$ <u>(1,007)</u>
EXPENDITURE:			
Nondepartmental:			
Debt service - Interest	\$ <u>287</u>	\$ _____	<u>287</u>
ENDING FUND BALANCE	<u>720</u>	\$ <u>_____</u>	\$ <u>(720)</u>
	<u>\$ 1,007</u>		

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CAPITAL PROJECTS FUNDS

These funds account for expenditures on major construction projects, proceeds from certificates of participation issued to finance capital acquisitions and proceeds from the sale of County property, and library general obligation bond proceeds. The modified accrual basis of accounting is used to record revenues and expenditures. Funds included are:

- Equipment Lease/Purchase Fund - accounts for long-term lease purchases of equipment.
- Lease/Purchase Project Fund - accounts for purchases and construction of capital acquisition by entering into lease/purchase agreements.
- Capital Improvement Fund - accounts for the proceeds from the sale of County property and expenditures made to improve County property.
- Library Construction Fund - accounts for the renovation of the Central Library and the expansion of the Midland Library.
- Edgefield Children's Center Fund - accounts for the construction of an expanded Edgefield Children's Center. The proceeds will be from the issue of revenue bonds. Due to project delay the bonds were not issued.

**MULTNOMAH COUNTY, OREGON
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
JUNE 30, 1996
(amounts expressed in thousands)**

	Equipment Lease/ Purchase	Lease/ Purchase Project	Capital Improvement	Library Construction	Edgefield Children's Center	Total
ASSETS:						
Cash and investments	\$ 725	\$ 1,797	\$ 4,739	\$ 12,921	\$	\$ 20,182
Receivables:						
Accounts			2		12	14
Contracts			1,952			1,952
Due from other funds			9			9
Total assets	<u>\$ 725</u>	<u>\$ 1,797</u>	<u>\$ 6,702</u>	<u>\$ 12,921</u>	<u>\$ 12</u>	<u>\$ 22,157</u>
LIABILITIES AND FUND BALANCES:						
Liabilities:						
Accounts payable	\$ 23	\$ 1,457	\$ 918	\$ 1,953	\$ 3	\$ 4,354
Due to other funds					9	9
Compensated absences			25			25
Deferred revenue			2,589			2,589
Total liabilities	<u>23</u>	<u>1,457</u>	<u>3,532</u>	<u>1,953</u>	<u>12</u>	<u>6,977</u>
Fund balances:						
Reserved for capital projects	702	340	3,170	10,968		15,180
Total liabilities and fund balances	<u>\$ 725</u>	<u>\$ 1,797</u>	<u>\$ 6,702</u>	<u>\$ 12,921</u>	<u>\$ 12</u>	<u>\$ 22,157</u>

MULTNOMAH COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
CAPITAL PROJECTS FUNDS
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	Equipment Lease/ Purchase	Lease/ Purchase Project	Capital Improvement	Library Construction	Edgefield Children's Center	Total
REVENUES:						
Intergovernmental	\$	\$	\$ 45	\$	\$	\$ 45
Charges for services		1	157		12	170
Interest			247	948		1,195
Other:						
Miscellaneous			472			472
Service reimbursements			37			37
Total revenues		<u>1</u>	<u>958</u>	<u>948</u>	<u>12</u>	<u>1,919</u>
EXPENDITURES:						
Current:						
General government	32	208	1,475			1,715
Community services				707	12	719
Capital outlay	925	7,807	2,383	16,035		27,150
Total expenditures	<u>957</u>	<u>8,015</u>	<u>3,858</u>	<u>16,742</u>	<u>12</u>	<u>29,584</u>
Excess of expenditures over revenues	(957)	(8,014)	(2,900)	(15,794)		(27,665)
OTHER FINANCING SOURCES:						
Certificates of participation proceeds	1,661					1,661
Lease/purchase proceeds	316					316
Loan proceeds		4,855	528			5,383
Operating transfers in			3,222			3,222
Total other financing sources	<u>1,977</u>	<u>4,855</u>	<u>3,750</u>			<u>10,582</u>
Excess of revenues and other sources over (under) expenditures	1,020	(3,159)	850	(15,794)		(17,083)
FUND BALANCES, JUNE 30, 1995	<u>(318)</u>	<u>3,499</u>	<u>2,320</u>	<u>26,762</u>		<u>32,263</u>
FUND BALANCES, JUNE 30, 1996	<u>\$ 702</u>	<u>\$ 340</u>	<u>\$ 3,170</u>	<u>\$ 10,988</u>	<u>\$</u>	<u>\$ 15,180</u>

MULTNOMAH COUNTY, OREGON
EQUIPMENT LEASE/PURCHASE FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
OTHER FINANCING SOURCES:			
Certificates of participation proceeds	\$ 2,009	\$ 1,661	\$ (348)
Lease/purchase proceeds		316	316
Total other financing sources	2,009	1,977	(32)
BEGINNING FUND BALANCE	55	(318)	(373)
Total	\$ 2,064	1,659	(405)
EXPENDITURES:			
Nondepartmental:			
Materials and services	\$ 65	32	33
Capital outlay	1,999	925	1,074
Total expenditures	\$ 2,064	957	1,107
ENDING FUND BALANCE		\$ 702	\$ 702

MULTNOMAH COUNTY, OREGON
LEASE/PURCHASE PROJECT FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUE:			
Charges for services	\$ _____	\$ _____ 1	\$ _____ 1
OTHER FINANCING SOURCES:			
Certificates of participation proceeds	8,405	\$ _____	\$ (8,405)
Loan proceeds	_____	4,855	4,855
Total other financing sources	8,405	4,855	(3,550)
BEGINNING FUND BALANCE	7,522	3,499	(4,023)
Total	\$ <u>15,927</u>	<u>8,355</u>	<u>(7,572)</u>
EXPENDITURES:			
Environmental Services:			
Materials and services	\$ 1,465	208	1,257
Capital outlay	14,462	7,807	6,655
Total expenditures	\$ <u>15,927</u>	<u>8,015</u>	<u>7,912</u>
ENDING FUND BALANCE		\$ <u>340</u>	\$ <u>340</u>

MULTNOMAH COUNTY, OREGON
CAPITAL IMPROVEMENT FUND
SCHEDULE OF REVENUES AND EXPENDITURES -- BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Intergovernmental			
State	\$ 681	\$	\$ (681)
Local	203	45	(158)
Charges for services		157	157
Interest	45	247	202
Other:			
Miscellaneous	217	472	255
Service reimbursements	37	37	
Total revenues	1,183	958	(225)
OTHER FINANCING SOURCES:			
Loan proceeds		528	528
Transfer from other funds:			
General	2,335	2,335	
Justice Services Special Operations	56	56	
Facilities Management	831	831	
Total other financing sources	3,222	3,750	528
BEGINNING FUND BALANCE			
Total	\$ 6,953	2,320	(228)
		7,028	75
EXPENDITURES:			
Environmental Services:			
Personal services	\$ 624	590	34
Materials and services	1,139	885	254
Capital outlay	5,190	2,383	2,807
Total expenditures	\$ 6,953	3,858	3,095
ENDING FUND BALANCE			
		\$ 3,170	\$ 3,170

MULTNOMAH COUNTY, OREGON
LIBRARY CONSTRUCTION FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
 For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUE:			
Interest	\$	\$ 948	\$ 948
BEGINNING FUND BALANCE	28,480	26,762	(1,718)
Total	<u>\$ 28,480</u>	<u>27,710</u>	<u>(770)</u>
EXPENDITURES:			
Environmental Services:			
Materials and services	\$ 905	707	198
Capital outlay	27,575	16,035	11,540
Total expenditures	<u>\$ 28,480</u>	<u>16,742</u>	<u>11,738</u>
ENDING FUND BALANCE		<u>\$ 10,968</u>	<u>\$ 10,968</u>

MULTNOMAH COUNTY, OREGON
EDGEFIELD CHILDREN'S CENTER FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUE:			
Charges for services	\$	\$ 12	\$ 12
 OTHER FINANCING SOURCE:			
Bond sales	2,148	\$	\$ (2,148)
Total	<u>\$ 2,148</u>	<u>12</u>	<u>(2,136)</u>
 EXPENDITURES:			
Environmental Services:			
Materials and services	\$ 107	12	95
Capital outlay	2,041		2,041
Total expenditures	<u>\$ 2,148</u>	<u>12</u>	<u>2,136</u>
 ENDING FUND BALANCE		 <u>\$</u>	 <u>\$</u>

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ENTERPRISE FUNDS

These funds are used to finance and account for the acquisition, operation and maintenance of sewage treatment facilities, street lighting facilities, improved library services, and health care claims administration, which are supported by user charges. The County accounts for certain expenditures of the enterprise funds for budgetary purposes on the modified accrual basis of accounting. For financial reporting purposes the accrual basis of accounting is used. The difference in the accounting basis used relates primarily to the methods of accounting for depreciation, debt and capital outlay. Funds included are:

- Dunthorpe-Riverdale Service District No. 1 Fund - accounts for the operation of the sanitary sewer system in southwest unincorporated Multnomah County. (A blended component unit of Multnomah County.)
- Mid County Service District No. 14 Fund - accounts for the operation of street lights throughout unincorporated Multnomah County. (A blended component unit of Multnomah County.)
- Library Enterprise Fund - accounts for revenues for increases in library service charges to expend for improved library service.
- CareOregon Fund - accounts for the operation of CareOregon including administrative expenses.

MULTNOMAH COUNTY, OREGON
COMBINING BALANCE SHEET
ENTERPRISE FUNDS
June 30, 1996
(amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No. 1	Mid County Service District No. 14	Library Enterprise	CareOregon	Total
ASSETS:					
Current Assets:					
Cash and investments	\$ 572	\$ 737	\$ 72	\$ 11,814	\$ 13,195
Receivables (net of allowances for uncollectables):					
Accounts	7			883	890
Special assessments		12			12
Prepaid items				1	1
Total current assets	<u>579</u>	<u>749</u>	<u>72</u>	<u>12,698</u>	<u>14,098</u>
Fixed assets (net of accumulated depreciation)	655	509		31	1,195
Total assets	<u>\$ 1,234</u>	<u>\$ 1,258</u>	<u>\$ 72</u>	<u>\$ 12,729</u>	<u>\$ 15,293</u>
LIABILITIES AND FUND EQUITY:					
Liabilities:					
Accounts payable	\$ 35	\$ 12	\$	\$ 11,307	\$ 11,354
Compensated absences			1	60	61
Total liabilities	<u>35</u>	<u>12</u>	<u>1</u>	<u>11,367</u>	<u>11,415</u>
Fund equity:					
Contributed capital	1,816	956		21	2,793
Retained earnings (deficit):					
Unreserved	(617)	290	71	1,341	1,085
Total fund equity	<u>1,199</u>	<u>1,246</u>	<u>71</u>	<u>1,362</u>	<u>3,878</u>
Total liabilities and fund equity	<u>\$ 1,234</u>	<u>\$ 1,258</u>	<u>\$ 72</u>	<u>\$ 12,729</u>	<u>\$ 15,293</u>

MULTNOMAH COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT)
ENTERPRISE FUNDS
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No. 1	Mid County Service District No. 14	Library Enterprise	CareOregon	Total
OPERATING REVENUES:					
Charges for sales and services	\$ 157	\$ 160	\$ 52	\$ 43,271	\$ 43,640
OPERATING EXPENSES:					
Salaries and wages			61	816	877
Employee benefits			4	252	256
Utilities	139	145			284
Facility rental				138	138
Professional services			11	300	311
Communications				61	61
Operating supplies			2	65	67
Medical claims				36,498	36,498
Administrative	7	19	7	1,678	1,711
Internal support				440	440
Depreciation	28	57		12	97
Other expenses			9	2,579	2,588
Total operating expenses	<u>174</u>	<u>221</u>	<u>94</u>	<u>42,839</u>	<u>43,328</u>
Operating income (loss)	<u>(17)</u>	<u>(61)</u>	<u>(42)</u>	<u>432</u>	<u>312</u>
NONOPERATING REVENUES (EXPENSES):					
Interest revenue	55	43		681	779
Interest expense				(162)	(162)
Total nonoperating revenues	<u>55</u>	<u>43</u>		<u>519</u>	<u>617</u>
Net income (loss)	38	(18)	(42)	951	929
RETAINED EARNINGS (DEFICIT), JUNE 30, 1995	<u>(655)</u>	<u>308</u>	<u>113</u>	<u>390</u>	<u>156</u>
RETAINED EARNINGS (DEFICIT), JUNE 30, 1996	<u>\$ (617)</u>	<u>\$ 290</u>	<u>\$ 71</u>	<u>\$ 1,341</u>	<u>\$ 1,085</u>

MULTNOMAH COUNTY, OREGON
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No. 1	Mid County Service District No. 14	Library Enterprise	CareOregon	Total
CASH FLOWS FROM OPERATING ACTIVITIES:					
Operating income (loss)	\$ (17)	\$ (61)	\$ (42)	\$ 432	\$ 312
Adjustments to reconcile operating income (loss) to cash and cash equivalents provided (used) by operating activities:					
Depreciation	28	57		12	97
Changes in assets and liabilities:					
(Increase) decrease in accounts receivable	(1)			154	153
Decrease in special assessments receivable		5			5
Increase in prepaid items				(1)	(1)
Increase (decrease) in accounts payable	(40)			1,481	1,441
Increase (decrease) in compensated absences			1	(1)	
Net cash provided (used) by operating activities	<u>(30)</u>	<u>1</u>	<u>(41)</u>	<u>2,077</u>	<u>2,007</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Interest paid				(162)	(162)
Net cash used by noncapital financing activities				<u>(162)</u>	<u>(162)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Acquisition of fixed assets		(56)			(56)
Capital contributed by customers and others	7	56			63
Net cash provided by capital and related financing activities	<u>7</u>				<u>7</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest on investments	55	43		681	779
Net cash provided by investing activities	<u>55</u>	<u>43</u>		<u>681</u>	<u>779</u>
Net increase in cash and cash equivalents	32	44	(41)	2,596	2,631
CASH AND CASH EQUIVALENTS, JUNE 30, 1995	<u>540</u>	<u>693</u>	<u>113</u>	<u>9,218</u>	<u>10,564</u>
CASH AND CASH EQUIVALENTS, JUNE 30, 1996	<u>\$ 572</u>	<u>\$ 737</u>	<u>\$ 72</u>	<u>\$ 11,814</u>	<u>\$ 13,195</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:					
Disposal of fixed assets, net book value	\$	\$ (5)	\$	\$	\$ (5)

MULTNOMAH COUNTY, OREGON
COMBINING SCHEDULE OF CHANGES IN CONTRIBUTED CAPITAL
ENTERPRISE FUNDS
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Dunthorpe- Riverdale Service District No. 1	Mid County Service District No. 14	CareOregon	Total
CONTRIBUTED CAPITAL, JUNE 30, 1995	\$ 1,808	\$ 905	\$ 21	\$ 2,734
ADD:				
Contributions from connection fees	8			8
Contributions from customers	56	56		56
Total contributions added	8	56		64
DEDUCT:				
Disposal of fixed assets, net book value		(5)		(5)
CONTRIBUTED CAPITAL, JUNE 30, 1996	\$ 1,816	\$ 956	\$ 21	\$ 2,793

MULTNOMAH COUNTY, OREGON
DUNTHORPE-RIVERDALE SERVICE DISTRICT NO. 1
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Assessments - sewer	\$ 175	\$ 157	\$ (18)
Charges for services	10	7	(3)
Interest	10	55	45
Total revenues	<u>195</u>	<u>219</u>	<u>24</u>
BEGINNING FUND BALANCE	480	465	(15)
Total	<u>\$ 675</u>	<u>684</u>	<u>9</u>
EXPENDITURES:			
Environmental Services:			
Materials and services	\$ 207	146	61
Capital outlay	265		265
Contingency	20		20
Total expenditures	<u>492</u>	<u>146</u>	<u>346</u>
ENDING FUND BALANCE	183	\$ 538	\$ 355
	<u>\$ 675</u>	<u>684</u>	<u>9</u>

MULTNOMAH COUNTY, OREGON
MID COUNTY SERVICE DISTRICT NO. 14 FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Assessments – street lighting			
Current year	\$ 175	\$ 156	\$ (19)
Prior years'	14	6	(8)
Penalties and interest		2	2
Charges for services	1		(1)
Interest	17	42	25
Total revenues	207	206	(1)
 BEGINNING FUND BALANCE	 550	 685	 135
Total	\$ 757	891	134
 EXPENDITURES:			
Environmental Services:			
Materials and services	\$ 275	164	111
Capital outlay	100		100
Contingency	25		25
Total expenditures	400	164	236
ENDING FUND BALANCE	357	\$ 727	\$ 370
	\$ 757		

MULTNOMAH COUNTY, OREGON
LIBRARY ENTERPRISE FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Charges for services	\$ 17	\$ 35	\$ 18
Interest		5	5
Other - Miscellaneous	17	11	(6)
Total revenues	<u>34</u>	<u>51</u>	<u>17</u>
BEGINNING FUND BALANCE			
Total	80	113	33
	<u>\$ 114</u>	<u>164</u>	<u>50</u>
EXPENDITURES:			
Library:			
Personal services	\$ 76	65	11
Materials and services	38	28	10
Total expenditures	<u>\$ 114</u>	<u>93</u>	<u>21</u>
ENDING FUND BALANCE		<u>\$ 71</u>	<u>\$ 71</u>

MULTNOMAH COUNTY, OREGON
CAREOREGON FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Intergovernmental:			
Federal and state	\$ 48,217	\$ 43,201	\$ (5,016)
Interest	203	682	479
Other - Service reimbursements	11	69	58
Total revenues	<u>48,431</u>	<u>43,952</u>	<u>(4,479)</u>
BEGINNING FUND BALANCE			
Total	<u>\$ 48,431</u>	<u>367</u>	<u>367</u>
		<u>44,319</u>	<u>(4,112)</u>
EXPENDITURES:			
Health Services:			
Personal services	\$ 1,192	1,068	124
Materials and services	47,221	41,920	5,301
Capital outlay	18	18	18
Total expenditures	<u>\$ 48,431</u>	<u>42,988</u>	<u>5,443</u>
ENDING FUND BALANCE		<u>\$ 1,331</u>	<u>\$ 1,331</u>

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 accrual basis of accounting. For financial reporting purposes the accrual basis of accounting is used. Such differences relate primarily to the methods of accounting for depreciation and capital outlay. Funds included are:

- Insurance Fund - accounts for the County's insurance coverage.
- Fleet Management Fund - accounts for all motor vehicle fleet operations.
- Telephone Fund - accounts for all telephone operations.
- Data Processing Fund - accounts for the County's data processing operations.
- Mail/Distribution Fund - accounts for the County's mail/distribution operations.
- Facilities Management Fund - accounts for the management of all County-owned and leased property.

MULTNOMAH COUNTY, OREGON
COMBINING BALANCE SHEET
INTERNAL SERVICE FUNDS
June 30, 1996
(amounts expressed in thousands)

	<u>Insurance</u>	<u>Fleet Management</u>	<u>Telephone</u>	<u>Data Processing</u>	<u>Mail/ Distribution</u>	<u>Facilities Management</u>	<u>Total</u>
ASSETS:							
Current assets:							
Cash and investments	\$ 16,164	\$ 2,092	\$ 1,216	\$ 2,306	\$ 32	\$ 1,842	\$ 23,652
Accounts receivable	3	58	75	23		207	366
Due from other funds	1,736						1,736
Inventories		362			36		398
Prepaid items	37			219		26	282
Total current assets	<u>17,940</u>	<u>2,512</u>	<u>1,291</u>	<u>2,548</u>	<u>68</u>	<u>2,075</u>	<u>26,434</u>
Fixed assets (net of accumulated depreciation)	37	3,367	1,756	1,836	7	129	7,132
Total assets	<u>\$ 17,977</u>	<u>\$ 5,879</u>	<u>\$ 3,047</u>	<u>\$ 4,384</u>	<u>\$ 75</u>	<u>\$ 2,204</u>	<u>\$ 33,566</u>
LIABILITIES AND FUND EQUITY:							
Current liabilities:							
Accounts payable	\$ 7,407	\$ 348	\$ 494	\$ 142	\$ 4	\$ 1,069	\$ 9,464
Compensated absences	65	76	28	276	8	205	658
Deferred revenue						6	6
Capitalized leases - current			107	667			774
Total current liabilities	<u>7,472</u>	<u>424</u>	<u>629</u>	<u>1,085</u>	<u>12</u>	<u>1,280</u>	<u>10,902</u>
Noncurrent liabilities:							
Capitalized leases (net of current portion)			355	1,400			1,755
Total liabilities	<u>7,472</u>	<u>424</u>	<u>984</u>	<u>2,485</u>	<u>12</u>	<u>1,280</u>	<u>12,657</u>
Fund equity:							
Contributed capital	2	3,843	1,593	1,736	19	72	7,265
Retained earnings:							
Unreserved	10,503	1,612	470	163	44	852	13,644
Total fund equity	<u>10,505</u>	<u>5,455</u>	<u>2,063</u>	<u>1,899</u>	<u>63</u>	<u>924</u>	<u>20,909</u>
Total liabilities and fund equity	<u>\$ 17,977</u>	<u>\$ 5,879</u>	<u>\$ 3,047</u>	<u>\$ 4,384</u>	<u>\$ 75</u>	<u>\$ 2,204</u>	<u>\$ 33,566</u>

MULTNOMAH COUNTY, OREGON
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT)
INTERNAL SERVICE FUNDS
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	Insurance	Fleet Management	Telephone	Data Processing	Mail/ Distribution	Facilities Management	Total
OPERATING REVENUES:							
Charges for services	\$ 20,920	\$ 3,935	\$ 3,147	\$ 6,615	\$ 1,138	\$ 20,248	\$ 56,003
Insurance premiums	461						461
Experience rating and refunds	186						186
Total operating revenues	<u>21,567</u>	<u>3,935</u>	<u>3,147</u>	<u>6,615</u>	<u>1,138</u>	<u>20,248</u>	<u>56,650</u>
OPERATING EXPENSES:							
Salaries and wages	919	896	282	2,528	244	2,655	7,524
Employee benefits	281	290	88	756	80	850	2,345
Repairs and maintenance	2	120	979	459	5	1,051	2,616
Utilities						3,179	3,179
Equipment rental		7	46		1	2,813	2,867
Facility rental	137	160	77	140	10		524
Professional services	1,053	11	12	1,084	62	2,193	4,415
Communications	8	18	1,009	191	2	91	1,319
Operating supplies	39	909	17	158	694	1,107	2,924
Insurance claims and premiums	16,734					47	16,781
Internal support		48	129	289			446
Depreciation	11	1,072	723	521	4	32	2,363
Other	234	17	97	99	94	5,234	5,775
Total operating expenses	<u>19,418</u>	<u>3,548</u>	<u>3,459</u>	<u>6,205</u>	<u>1,196</u>	<u>19,252</u>	<u>53,078</u>
Operating income (loss)	<u>2,149</u>	<u>387</u>	<u>(312)</u>	<u>410</u>	<u>(58)</u>	<u>996</u>	<u>3,572</u>
NONOPERATING REVENUES (EXPENSES):							
Interest revenue	904	99	65	118			1,186
Interest expense			(24)	(38)			(62)
Loss on disposal of fixed assets	(9)	(50)	(21)	(239)	(2)	(347)	(688)
Total nonoperating revenues (expenses)	<u>895</u>	<u>49</u>	<u>20</u>	<u>(159)</u>	<u>(2)</u>	<u>(347)</u>	<u>456</u>
Net income (loss) before operating transfers	3,044	436	(292)	251	(60)	649	4,028
OPERATING TRANSFERS OUT						(831)	(831)
Net income (loss)	3,044	436	(292)	251	(60)	(182)	3,197
RETAINED EARNINGS (DEFICIT), JUNE 30, 1995	<u>7,459</u>	<u>1,176</u>	<u>762</u>	<u>(88)</u>	<u>104</u>	<u>1,034</u>	<u>10,447</u>
RETAINED EARNINGS, JUNE 30, 1996	<u>\$ 10,503</u>	<u>\$ 1,612</u>	<u>\$ 470</u>	<u>\$ 163</u>	<u>\$ 44</u>	<u>\$ 852</u>	<u>\$ 13,644</u>

MULTNOMAH COUNTY, OREGON
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	Insurance	Fleet Management	Telephone	Data Processing	Mail/ Distribution	Facilities Management	Total
CASH FLOWS FROM OPERATING ACTIVITIES:							
Operating income (loss)	\$ 2,149	\$ 387	\$ (312)	\$ 410	\$ (58)	\$ 996	\$ 3,572
Adjustments to reconcile operating income (loss) to cash and cash equivalents provided (used) by operating activities:							
Depreciation	11	1,072	723	521	4	32	2,363
Changes in assets and liabilities:							
(Increase) decrease in accounts receivable	(2)	4	60	31		(88)	5
Decrease in due from other funds	1,576						1,576
Decrease in inventories		4			52		56
(Increase) decrease in prepaid items	6			(169)		(6)	(169)
Increase (decrease) in accounts payable	74	129	13	86	(5)	187	484
Decrease in deferred revenue						(1)	(1)
Increase (decrease) in compensated absences	8	4	(1)	2	(4)	2	11
Net cash provided (used) by operating activities	<u>3,822</u>	<u>1,600</u>	<u>483</u>	<u>881</u>	<u>(11)</u>	<u>1,122</u>	<u>7,897</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:							
Operating transfers out						(831)	(831)
Net cash used by noncapital financing activities						<u>(831)</u>	<u>(831)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:							
Acquisition of fixed assets	(34)	(1,411)	(736)	(1,874)		(433)	(4,488)
Proceeds from lease/purchase				1,787			1,787
Principal paid on capitalized leases			(103)	(332)			(435)
Interest paid on capitalized leases			(24)	(38)			(62)
Capital contributed by customers and others		93		3			96
Net cash used by capital and related financing activities	<u>(34)</u>	<u>(1,318)</u>	<u>(863)</u>	<u>(454)</u>		<u>(433)</u>	<u>(3,102)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:							
Interest on investments	904	99	65	118			1,186
Net cash provided by investing activities	<u>904</u>	<u>99</u>	<u>65</u>	<u>118</u>			<u>1,186</u>
Net increase (decrease) in cash and cash equivalents	4,692	381	(315)	545	(11)	(142)	5,150
CASH AND CASH EQUIVALENTS, JUNE 30, 1995	11,472	1,711	1,531	1,761	43	1,984	18,502
CASH AND CASH EQUIVALENTS, JUNE 30, 1996	<u>\$ 16,164</u>	<u>\$ 2,092</u>	<u>\$ 1,216</u>	<u>\$ 2,306</u>	<u>\$ 32</u>	<u>\$ 1,842</u>	<u>\$ 23,652</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:							
Disposal of fixed assets, net book value	\$ (9)	\$ (50)	\$ (21)	\$ (239)	\$ (2)	\$ (347)	\$ (668)
Transfer of fixed assets from General Fixed Assets Account Group, net book value	\$	\$ 93	\$	\$ 3	\$	\$	\$ 96

MULTNOMAH COUNTY, OREGON
COMBINING SCHEDULE OF CHANGES IN CONTRIBUTED CAPITAL
INTERNAL SERVICE FUNDS
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	<u>Insurance</u>	<u>Fleet Management</u>	<u>Telephone</u>	<u>Data Processing</u>	<u>Mail/ Distribution</u>	<u>Facilities Management</u>	<u>Total</u>
CONTRIBUTED CAPITAL, JUNE 30, 1995	\$ <u>2</u>	\$ <u>3,750</u>	\$ <u>1,593</u>	\$ <u>1,733</u>	\$ <u>19</u>	\$ <u>72</u>	\$ <u>7,169</u>
CONTRIBUTIONS:							
Transfer of fixed assets from General Fixed Assets Account Group, net book value		<u>93</u>		<u>3</u>			<u>96</u>
CONTRIBUTED CAPITAL, JUNE 30, 1996	\$ <u>2</u>	\$ <u>3,843</u>	\$ <u>1,593</u>	\$ <u>1,736</u>	\$ <u>19</u>	\$ <u>72</u>	\$ <u>7,265</u>

MULTNOMAH COUNTY, OREGON
INSURANCE FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Charges for services	\$ 12	\$ 11	\$ (1)
Interest	701	904	203
Other:			
Service reimbursements	22,332	20,909	(1,423)
Premiums	640	460	(180)
Experience ratings & miscellaneous	458	186	(272)
Total revenues	<u>24,143</u>	<u>22,470</u>	<u>(1,673)</u>
BEGINNING FUND BALANCE	6,900	7,439	539
Total	<u>\$ 31,043</u>	<u>29,909</u>	<u>(1,134)</u>
EXPENDITURES:			
Nondepartmental:			
Personal services	\$ 1,322	1,200	122
Materials and services	20,940	18,194	2,746
Capital outlay	60	47	13
Contingency	8,721		8,721
Total expenditures	<u>\$ 31,043</u>	<u>19,441</u>	<u>11,602</u>
ENDING FUND BALANCE		<u>\$ 10,468</u>	<u>\$ 10,468</u>

MULTNOMAH COUNTY, OREGON
FLEET MANAGEMENT FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Intergovernmental:			
State	\$ 50	\$ 10	\$ (40)
Local	245	213	(32)
Charges for services	14	24	10
Interest	60	99	39
Other:			
Miscellaneous	25	64	39
Service reimbursements	3,774	3,625	(149)
Total revenues	<u>4,168</u>	<u>4,035</u>	<u>(133)</u>
BEGINNING FUND BALANCE	<u>2,183</u>	<u>1,847</u>	<u>(336)</u>
Total	<u>\$ 6,351</u>	<u>5,882</u>	<u>(469)</u>
EXPENDITURES:			
Environmental Services:			
Personal services	\$ 1,232	1,186	46
Materials and services	1,488	1,282	206
Capital outlay	2,374	1,326	1,048
Contingency	1,257		1,257
Total expenditures	<u>\$ 6,351</u>	<u>3,794</u>	<u>2,557</u>
ENDING FUND BALANCE		<u>\$ 2,088</u>	<u>\$ 2,088</u>

MULTNOMAH COUNTY, OREGON
TELEPHONE FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Charges for services	\$ 314	\$ 355	\$ 41
Interest	23	65	42
Other - Service reimbursements	2,660	2,793	133
Total revenues	<u>2,997</u>	<u>3,213</u>	<u>216</u>
BEGINNING FUND BALANCE			
Total	<u>\$ 3,682</u>	<u>1,155</u>	<u>470</u>
		<u>4,368</u>	<u>686</u>
EXPENDITURES:			
Environmental Services:			
Personal services	\$ 386	370	16
Materials and services	2,466	2,410	56
Capital outlay	675	692	(17)
Contingency	35		35
Debt service:			
Principal	99	103	(4)
Interest	21	24	(3)
Total expenditures	<u>\$ 3,682</u>	<u>3,599</u>	<u>83</u>
ENDING FUND BALANCE		<u>\$ 769</u>	<u>\$ 769</u>

MULTNOMAH COUNTY, OREGON
DATA PROCESSING FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	Budget	Actual	Variance favorable (unfavorable)
REVENUES:			
Charges for services	\$ 176	\$ 267	\$ 91
Interest	63	118	55
Other - Service reimbursements	6,394	6,347	(47)
Total revenues	6,633	6,732	99
OTHER FINANCING SOURCES:			
Certificates of participation proceeds	350		(350)
Lease/purchase proceeds	1,437	1,787	350
Total other financing sources	1,787	1,787	
BEGINNING FUND BALANCE			
Total	\$ 9,605	10,055	450
EXPENDITURES:			
Environmental Services:			
Personal services	\$ 3,608	3,283	325
Materials and services	3,531	2,370	1,161
Capital outlay	1,936	1,902	34
Contingency	34		34
Debt service:			
Principal	439	332	107
Interest	57	38	19
Total expenditures	\$ 9,605	7,925	1,680
ENDING FUND BALANCE		\$ 2,130	\$ 2,130

MULTNOMAH COUNTY, OREGON
MAIL/DISTRIBUTION FUND
SCHEDULE OF REVENUES AND EXPENDITURES – BUDGET AND ACTUAL
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Intergovernmental - Local	\$	\$	\$
Other - Service reimbursements	1,245	1,137	(108)
Total revenues	<u>1,245</u>	<u>1,138</u>	<u>(107)</u>
BEGINNING FUND BALANCE			
Total	72	110	38
	<u>\$ 1,317</u>	<u>1,248</u>	<u>(69)</u>
EXPENDITURES:			
Environmental Services:			
Personal services	\$ 345	324	21
Materials and services	927	868	59
Contingency	45		45
Total expenditures	<u>\$ 1,317</u>	<u>1,192</u>	<u>125</u>
ENDING FUND BALANCE		<u>\$ 56</u>	<u>\$ 56</u>

**MULTNOMAH COUNTY, OREGON
 FACILITIES MANAGEMENT FUND
 SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
 For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)**

	<u>Budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES:			
Intergovernmental - Local	\$ 279	\$ 744	\$ 465
Charges for services	1,870	819	(1,051)
Other:			
Miscellaneous	325	139	(186)
Service reimbursements	18,401	18,546	145
Total revenues	<u>20,875</u>	<u>20,248</u>	<u>(627)</u>
BEGINNING FUND BALANCE			
Total	<u>\$ 20,875</u>	<u>1,031</u>	<u>1,031</u>
		<u>21,279</u>	<u>404</u>
EXPENDITURES:			
Environmental Services:			
Personal services	\$ 3,637	3,504	133
Materials and services	15,793	15,703	90
Capital outlay	614	446	168
Total expenditures	<u>20,044</u>	<u>19,653</u>	<u>391</u>
OTHER FINANCING USE:			
Transfer to Capital Improvement Fund	831	831	
Total	<u>\$ 20,875</u>	<u>20,484</u>	<u>391</u>
ENDING FUND BALANCE		<u>\$ 795</u>	<u>\$ 795</u>

TRUST AND AGENCY FUNDS

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

- Sundry Taxing Bodies Fund - accounts for the collection of property taxes for all governmental entities located in Multnomah County and the disbursement of the collections to such entities.
- Clearing Fund - accounts for Multnomah County checks outstanding, accrued payroll and payroll deductions payable.
- Department and Offices Agency Fund - accounts for the collection and disbursement of various monies held by Multnomah County in a fiduciary capacity.
- Deferred Compensation Fund - accounts for voluntary withholdings from employee's wages on which income taxes are deferred until the time of withdrawal.
- Public Guardian Fund - accounts for receipts and disbursements for individuals who are not capable of handling their own financial affairs.
- Library Retirement Fund - this pension trust fund provides pension benefits for former employees of the Library Association of Portland.

MULTNOMAH COUNTY, OREGON
COMBINING BALANCE SHEET
ALL FIDUCIARY FUND TYPES
 June 30, 1996
 (amounts expressed in thousands)

	Agency Funds	Pension Trust Fund	Total
ASSETS:			
Cash and investments	\$ 74,255	\$ 10,290	\$ 84,545
Receivables:			
Property taxes	29,350		29,350
Accounts	396		396
Total assets	\$ 104,001	\$ 10,290	\$ 114,291
LIABILITIES AND FUND BALANCE:			
Liabilities:			
Payrolls payable	\$ 10,320	\$	\$ 10,320
Accounts payable	3,936		3,936
Due to other governmental units	29,350		29,350
Amounts held in trust	12,626		12,626
Deferred compensation	47,769		47,769
Total liabilities	104,001		104,001
Fund balance:			
Reserved for employees' retirement benefits		10,290	10,290
Total liabilities and fund balances	\$ 104,001	\$ 10,290	\$ 114,291

MULTNOMAH COUNTY, OREGON
AGENCY FUNDS
COMBINING BALANCE SHEET
June 30, 1996
(amounts expressed in thousands)

	Sundry Taxing Bodies	Clearing	Department & Offices Agency	Deferred Compensation	Public Guardian	Total
ASSETS:						
Cash and investments	\$ 3,926	\$ 13,639	\$ 8,075	\$ 47,769	\$ 846	\$ 74,255
Receivables:						
Property taxes	29,350					29,350
Accounts	396					396
Total assets	<u>\$ 33,672</u>	<u>\$ 13,639</u>	<u>\$ 8,075</u>	<u>\$ 47,769</u>	<u>\$ 846</u>	<u>\$ 104,001</u>
LIABILITIES:						
Payrolls payable	\$	\$ 10,320	\$	\$	\$	\$ 10,320
Accounts payable		3,319	617			3,936
Due to other governmental units	29,350					29,350
Amounts held in trust	4,322		7,458		846	12,626
Deferred compensation				47,769		47,769
Total liabilities	<u>\$ 33,672</u>	<u>\$ 13,639</u>	<u>\$ 8,075</u>	<u>\$ 47,769</u>	<u>\$ 846</u>	<u>\$ 104,001</u>

MULTNOMAH COUNTY, OREGON
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	Balance June 30, 1995	Additions	Deletions	Balance June 30, 1996
SUNDRY TAXING BODIES FUND:				
Assets:				
Cash and investments	\$ 4,838	\$ 420,963	\$ 421,875	\$ 3,926
Property taxes receivable	34,732	453,253	458,635	29,350
Accounts receivable	421	396	421	396
Total assets	<u>\$ 39,991</u>	<u>\$ 874,612</u>	<u>\$ 880,931</u>	<u>\$ 33,672</u>
Liabilities:				
Accounts payable	\$	\$ 5,143	\$ 5,143	\$
Due to other governmental units	34,732	436,957	442,339	29,350
Amounts held in trust	5,259	420,943	421,880	4,322
Total liabilities	<u>\$ 39,991</u>	<u>\$ 863,043</u>	<u>\$ 869,362</u>	<u>\$ 33,672</u>
CLEARING FUND:				
Assets:				
Cash and investments	\$ 14,497	\$ 5,753,651	\$ 5,754,509	\$ 13,639
Accounts receivable		100	100	
Total assets	<u>\$ 14,497</u>	<u>\$ 5,753,751</u>	<u>\$ 5,754,609</u>	<u>\$ 13,639</u>
Liabilities:				
Payrolls payable	\$ 5,905	\$ 392,834	\$ 388,419	\$ 10,320
Accounts payable	8,592	1,247,166	1,252,439	3,319
Interest payable		7,751	7,751	
Amounts held in trust		70	70	
Total liabilities	<u>\$ 14,497</u>	<u>\$ 1,647,821</u>	<u>\$ 1,648,679</u>	<u>\$ 13,639</u>
DEPARTMENT AND OFFICES AGENCY FUND:				
Assets:				
Cash and investments	\$ 5,155	\$ 594,049	\$ 591,129	\$ 8,075
Accounts receivable	99	35	134	
Total assets	<u>\$ 5,254</u>	<u>\$ 594,084</u>	<u>\$ 591,263</u>	<u>\$ 8,075</u>
Liabilities:				
Accounts payable	\$ 323	\$ 14,790	\$ 14,496	\$ 617
Amounts held in trust	4,931	578,075	575,548	7,458
Total liabilities	<u>\$ 5,254</u>	<u>\$ 592,865</u>	<u>\$ 590,044</u>	<u>\$ 8,075</u>
DEFERRED COMPENSATION FUND:				
Assets:				
Cash and investments	\$ 38,245	\$ 9,524	\$	\$ 47,769
Liabilities:				
Deferred compensation	\$ 38,245	\$ 9,524	\$	\$ 47,769
PUBLIC GUARDIAN FUND:				
Assets:				
Cash and investments	\$ 915	\$ 1,283	\$ 1,352	\$ 846
Liabilities:				
Amounts held in trust	\$ 915	\$ 1,283	\$ 1,352	\$ 846
TOTAL - ALL AGENCY FUNDS:				
Assets:				
Cash and investments	\$ 63,650	\$ 6,779,470	\$ 6,768,865	\$ 74,255
Property taxes receivable	34,732	453,253	458,635	29,350
Accounts receivable	520	531	655	396
Total assets	<u>\$ 98,902</u>	<u>\$ 7,233,254</u>	<u>\$ 7,228,155</u>	<u>\$ 104,001</u>
Liabilities:				
Payrolls payable	\$ 5,905	\$ 392,834	\$ 388,419	\$ 10,320
Accounts payable	8,915	1,267,099	1,272,078	3,936
Interest payable		7,751	7,751	
Due to other governmental units	34,732	436,957	442,339	29,350
Amounts held in trust	11,105	1,000,371	998,850	12,626
Deferred compensation	38,245	9,524	\$	47,769
Total liabilities	<u>\$ 98,902</u>	<u>\$ 3,114,536</u>	<u>\$ 3,109,437</u>	<u>\$ 104,001</u>

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GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group is a self-balancing group of accounts used to record the fixed assets of the County except for the assets recorded in the Enterprise and Internal Service funds. Expenditures for the acquisition of general fixed assets are recorded in the various governmental fund types; the costs of such assets are capitalized in this account group. As fixed assets are disposed, the original cost or estimated original cost, is removed from this account group; any receipt from the sale of general fixed assets is accounted for as revenue in the appropriate fund depending on the original funding source.

MULTNOMAH COUNTY, OREGON
SCHEDULE OF GENERAL FIXED ASSETS
June 30, 1996
(amounts expressed in thousands)

GENERAL FIXED ASSETS:	
Land and land improvements	\$ 7,257
Buildings and improvements	155,273
Parksites	4,530
Work in progress	16,179
Bridges	34,240
Equipment	22,192
Total general fixed assets	<u>\$ 239,671</u>
 Investments in general fixed assets:	
Balance July 1, 1995	<u>\$ 214,761</u>
 Additions provided by:	
General Fund	16,506
Road Fund	159
Assessment & Taxation Fund	290
Federal and State Program Fund	1,144
Corner Preservation Fund	9
Willamette River Bridges Fund	16
Recreation Fund	17
Library Fund	4,291
Justice Services Special Operations Fund	130
Natural Areas Acquisition and Protection Fund	75
Jail Levy Fund	44
Equipment Lease/Purchase Fund	741
Lease/Purchase Project Fund	6,844
Capital Improvement Fund	97
Contributions from the Data Processing Fund	5
Contributions from the Facilities Management Fund	322
Total additions	<u>30,690</u>
 Deductions:	
Retirements	(5,780)
Total investment in general fixed assets	<u>\$ 239,671</u>
 Reconciliation:	
Total capital outlay	<u>\$ 33,071</u>
Contributions to the Fleet Management Fund	(78)
Repairs and other general maintenance	(540)
Roads and bridge maintenance	(2,216)
Bike Path Fund	(78)
Operating supplies	(252)
	<u>(3,164)</u>
Additional items capitalized	783
Total general fixed asset additions	<u>\$ 30,690</u>

MULTNOMAH COUNTY, OREGON
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
June 30, 1996
(amounts expressed in thousands)

	Land and land improvements	Buildings and improvements	Parksites	Work in progress	Bridges	Equipment	Total
FUNCTION AND ACTIVITY:							
General government:							
Legislative	\$ 1	\$ 2,336	\$	\$	\$	\$ 140	\$ 2,477
Administrative	101	3,279		381		3,712	7,473
Sub-total	<u>102</u>	<u>5,615</u>	<u></u>	<u>381</u>	<u></u>	<u>3,852</u>	<u>9,950</u>
Health and social services:							
Health	1,152	7,701				1,650	10,503
Social	152	25,827				2,039	28,018
Sub-total	<u>1,304</u>	<u>33,528</u>	<u></u>	<u></u>	<u></u>	<u>3,689</u>	<u>38,521</u>
Public safety:							
Law enforcement	1,666	58,539				5,797	66,002
Justice	48	3,424				534	4,006
Sub-total	<u>1,714</u>	<u>61,963</u>	<u></u>	<u></u>	<u></u>	<u>6,331</u>	<u>70,008</u>
Community services:							
Community service development	536	1,235				112	1,883
Recreation	341	4,709	4,530			12	9,592
Library	1,655	9,418		15,798		5,895	32,766
Sub-total	<u>2,532</u>	<u>15,362</u>	<u>4,530</u>	<u>15,798</u>	<u></u>	<u>6,019</u>	<u>44,241</u>
Roads and bridges:							
Roads and bridges	383				34,240	2,301	36,924
Bridge shops	39	330					369
Road shops	65	5,298					5,363
Administrative		276					276
Sub-total	<u>487</u>	<u>5,904</u>	<u></u>	<u></u>	<u>34,240</u>	<u>2,301</u>	<u>42,932</u>
External organizations:							
External use	1,118	32,901					34,019
Total general fixed assets	<u>\$ 7,257</u>	<u>\$ 155,273</u>	<u>\$ 4,530</u>	<u>\$ 16,179</u>	<u>\$ 34,240</u>	<u>\$ 22,192</u>	<u>\$ 239,671</u>

MULTNOMAH COUNTY, OREGON
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

	General fixed assets June 30, 1995	Additions	Deductions and reclasses	General fixed assets June 30, 1996
FUNCTION AND ACTIVITY:				
General government:				
Legislative	\$ 2,497	\$ 64	\$ (84)	\$ 2,477
Administrative	5,928	1,986	(441)	7,473
Sub-total	<u>8,425</u>	<u>2,050</u>	<u>(525)</u>	<u>9,950</u>
Health and social services:				
Health	10,232	887	(616)	10,503
Social	24,456	4,701	(1,139)	28,018
Sub-total	<u>34,688</u>	<u>5,588</u>	<u>(1,755)</u>	<u>38,521</u>
Public safety:				
Law enforcement	65,473	1,594	(1,065)	66,002
Justice	3,776	574	(344)	4,006
Sub-total	<u>69,249</u>	<u>2,168</u>	<u>(1,409)</u>	<u>70,008</u>
Community services:				
Community service development	1,818	109	(44)	1,883
Recreation	9,994	17	(419)	9,592
Library	17,295	16,623	(1,152)	32,766
Sub-total	<u>29,107</u>	<u>16,749</u>	<u>(1,615)</u>	<u>44,241</u>
Roads and bridges:				
Roads and bridges	36,870	530	(476)	36,924
Bridge shops	369			369
Road shops	5,363			5,363
Administrative	276			276
Sub-total	<u>42,878</u>	<u>530</u>	<u>(476)</u>	<u>42,932</u>
External organizations:				
External use	30,414	3,605		34,019
Total general fixed assets	<u>\$ 214,761</u>	<u>\$ 30,690</u>	<u>\$ (5,780)</u>	<u>\$ 239,671</u>

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OTHER SCHEDULES

- * Schedule of Federal Financial Assistance
- * Schedule of Property Tax Collections and Outstanding Balances
- * Schedule of Bonds and Bond Interest Coupon Transactions
- * Schedule of Bonds Outstanding
- * Schedule of Loans Outstanding
- * Schedule of Capitalized Lease Purchases Outstanding
- * Schedule of Receipts and Deposits - Elected Officials

MULTNOMAH COUNTY, OREGON
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

FINANCING DEPARTMENT	FEDERAL CFDA NUMBER	PROGRAM AWARD AMOUNT	RECEIVABLE (ADVANCE) AT JULY 1,			RECEIVABLE (ADVANCE) AT JUNE 30, 1996
			1995	RECEIPTS	EXPENDITURES	
U.S. DEPARTMENT OF AGRICULTURE						
Passed Through State Department of Human Resources:						
Food Distribution	10.550	\$ 368	\$	\$ 368	\$ 368	\$
National School Lunch Program	10.555	110	8	109	110	9
Special Supplemental Food Program for Woman, Infants, and Children	10.557	* 1,827	8	1,824	1,827	11
State Administrative Matching Grants for Food Stamp Program	10.561	179	38	198	179	19
Total Department of Agriculture		2,484	54	2,499	2,484	39
U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES						
Direct Programs:						
Special Programs for the Aging--Title IV Training, Research, and Discretionary Projects and Programs	93.048	100	27	84	99	42
Linking Community--Based Primary Care, Substance Abuse, HIV/AIDS, and Mental Health Treatment Services	93.109	525	43	478	478	43
Maternal and Child Health Federal Consolidated Programs (SPRANS)	93.110	677	32	333	332	31
Acquired Immunodeficiency Syndrome (AIDS) Activity	93.118	1,469	74	712	659	21
Project Grants for Health Services to the Homeless	93.151	2,012	163	1,083	1,024	104
Community Health Centers	93.224	* 5,614	519	3,088	2,789	220
Drug Abuse Research Programs	93.279	1,466	83	720	660	23
Family Support Centers and Gateway Demonstration Program	93.578	250	290	343	53	
Social Services Block Grant	93.667	* 2,950			291	291
Medicare--Supplementary Medical Insurance	93.774	244	13	221	244	36
HIV Emergency Relief Project Grants	93.914	2,412		1,807	1,615	(192)
HIV Emergency Relief Formula Grants	93.915	1,388	392	1,458	1,315	249
Grants to Provide Outpatient Early Intervention Services With Respect to HIV Disease	93.918	1,037	(102)	500	602	
Special Projects of National Significance (SPNS)	93.928	501	20	191	185	14
Passed Through Oregon Commission on Children and Families:						
Child Care and Development Block Grant	93.575	220	112	330	206	(12)
Social Services Block Grant	93.667	* 1,812		1,014	1,716	702
Passed Through Oregon Housing and Community Services Division:						
Family Support Payments to States--Assistance Payments	93.560	25		25	25	
Low--Income Home Energy Assistance	93.568	* 6,092	342	2,900	2,948	390
Passed Through Oregon Health Sciences University:						
Community Services Block Grant	93.573	71		71	71	
Discretionary Awards--Demonstration Partnerships						
Passed Through State Department of Human Resources:						
Special Programs for the Aging--Title VII, Chapter 3--Programs for Prevention of Elder Abuse, Neglect, and Exploitation of Older Individuals	93.041	16		3	2	(1)
Special Programs for the Aging--Title III, Part F--Disease Prevention and Health Promotion Services	93.043	96	(10)	60	77	7
Special Programs for the Aging--Title III, Part B--Grants for Supportive Services and Senior Centers	93.044	920	69	790	707	(14)
Special Programs for the Aging--Title III, Part C--Nutrition Services	93.045	914	(158)	846	859	(145)
Special Programs for the Aging--Title III, Part D--In Home Services for the Frail Older Individuals	93.046	73	(4)	3	28	21
Project Grants & Cooperative Agreements for Tuberculosis Control Programs	93.116	12	8	118	120	10
Acquired Immunodeficiency Syndrome (AIDS) Activity	93.118	655	92	702	642	32
Projects for Assistance in Transition from Homelessness (PATH)	93.150	231		231	231	
Cooperative Agreements for Drug Abuse Treatment Improvement Projects in Target Cities	93.196	1,599		1,599	1,599	
Childhood Lead Poisoning Prevention Projects--State and Community--Based Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children (CLPPP)	93.197	201	21	163	196	54
Family Planning--Services (Umbrella Councils)	93.217	304	2	248	304	58
Childhood Immunization Grants	93.268	481	(194)	465	520	(139)
Balances carried forward		\$ 34,367	\$ 1,834	\$ 20,586	\$ 20,597	\$ 1,845

(continued)

MULTNOMAH COUNTY, OREGON
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)
(continued)

FINANCING DEPARTMENT	FEDERAL CFDA NUMBER	PROGRAM AWARD AMOUNT	RECEIVABLE (ADVANCE) AT JULY 1, 1995	RECEIPTS	EXPENDITURES	RECEIVABLE (ADVANCE) AT JUNE 30, 1996
Balances brought forward		\$ 34,367	\$ 1,834	\$ 20,586	\$ 20,597	\$ 1,845
Centers for Disease Control and Prevention—Investigations and Technical Assistance	93.283	94		58	72	14
Child Support Enforcement (Title IV—D)	93.563	1,045	296	1,046	1,045	295
Refugee and Entrant Assistance—State Administered Programs	93.566	1,225	86	505	435	16
Community Services Block Grant	93.569	1,388	129	837	931	223
Medical Assistance Program (Medicaid; Title XIX)	93.778	* 14,468	1,275	15,095	14,467	647
HIV Care Formula Grants	93.917	404	41	353	403	91
Cooperative Agreements for State—Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919	413	(57)	216	306	33
HIV Prevention Activities—Health Department Based	93.940	160		105	160	55
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance	93.944	88	4	77	89	16
HIV/AIDS and Related Diseases Among Substance Abusers: Community—Based Outreach and Intervention Demonstration Program	93.949	231		231	231	
Block Grants for Community Mental Health Services	93.958	453		453	453	
Block Grants for Prevention and Treatment of Substance Abuse (SAPT)	93.959	* 2,627		2,627	2,627	
Preventive Health Services—Sexually Transmitted Diseases Control Grants	93.977	123	10	110	123	23
Health Programs for Refugees	93.987	41	4	44	41	1
Cooperative Agreements for State—Based Diabetes Control Programs and Evaluation of Surveillance Systems	93.988	24		18	25	7
Preventive Health and Health Services Block Grant	93.991	238	20	239	239	20
Maternal and Child Health Services Block Grant to the States	93.994	1,190	98	1,075	1,058	81
Passed Through City of Portland: Community Prevention Coalitions (Partnership) Demonstration Grant	93.194	690	165	482	502	185
Passed Through University of Minnesota: Drug Abuse Research Programs	93.279	128	80	80	46	46
Total Department of Health and Human Services		<u>59,397</u>	<u>3,985</u>	<u>44,237</u>	<u>43,850</u>	<u>3,598</u>
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE						
Passed Through Oregon Commission For National and Community Service:						
Americorps	94.006	233		233	93	(140)
Passed Through Oregon Housing and Community Services Division:						
Americorps	94.006	23		23	23	
Total Corporation For National and Community Service		<u>256</u>		<u>256</u>	<u>116</u>	<u>(140)</u>
U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT						
Direct Programs:						
Community Development Block Grants/Entitlement Grants	14.218	* 5,187	482	1,361	1,258	379
Supportive Housing Program	14.235	4,217		103	861	758
Passed Through City of Gresham: Community Development Block Grants/Entitlement Grants	14.218	* 87			85	85
Passed Through Oregon Housing and Community Services Division:						
Supportive Housing Program	14.235	184		120	175	55
Supplemental Assistance for Facilities to Assist the Homeless (SAFAH)	14.236	474	25	164	215	76
Passed Through State Department of Human Resources: Supplemental Assistance for Facilities to Assist the Homeless (SAFAH)	14.236	1		1	1	
Passed Through State Executive Department: Emergency Shelter Grants Program (ESG)	14.231	15	31	46	15	
Passed Through City of Portland—Bureau of Community Development:						
Community Development Block Grants/Entitlement Grants	14.218	* 804	657	726	775	706
Emergency Shelter Grants Program (ESG)	14.231	326	200	200	323	323
Passed Through Housing Authority of Portland: Public and Indian Housing—Comprehensive Improvement Assistance Program	14.852	242		277	277	
Total Department of Housing and Urban Development		<u>\$ 11,537</u>	<u>\$ 1,395</u>	<u>\$ 2,998</u>	<u>\$ 3,985</u>	<u>\$ 2,382</u>

(continued)

MULTNOMAH COUNTY, OREGON
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)
(continued)

FINANCING DEPARTMENT	FEDERAL CFDA NUMBER	PROGRAM AWARD AMOUNT	RECEIVABLE (ADVANCE) AT JULY 1, 1995	RECEIPTS	EXPENDITURES	RECEIVABLE (ADVANCE) AT JUNE 30, 1996
U.S. DEPARTMENT OF JUSTICE						
Direct Programs:						
Law Enforcement Assistance--Narcotics and Dangerous Drugs-- Laboratory Analysis	16.001	\$	\$ (14)	\$	\$	\$ (14)
Drug Control & System Improvement--Formula Grant	16.579		21	21		
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580	567	14	251	271	34
Drug Court Discretionary Grant Program	16.585	512			48	48
Public Safety Partnership and Community Policing Grants	16.710	18		5	5	
Passed Through State Department of Justice:						
Crime Victim Assistance	16.575	73	9	32	34	11
Drug Control & System Improvement--Formula Grant	16.579	235	203	347	235	91
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580	406		156	346	190
Total Department of Justice		1,811	233	812	939	360
U.S. DEPARTMENT OF TRANSPORTATION						
Passed Through Oregon State Marine Board: Boating Safety Financial Assistance						
	20.005	136		136	136	
Passed Through State Public Utility Commission: Motor Carrier Safety Assistance Program (MCSAP)						
	20.218	175		41	41	
Passed Through State Department of Transportation: State and Community Highway Safety						
	20.600	100		25	25	
Total Department of Transportation		411		202	202	
U.S. DEPARTMENT OF ENERGY						
Passed Through Oregon Housing and Community Services Division: Weatherization Assistance for Low-Income Persons						
	81.042	643	206	503	297	
Total Department of Energy		643	206	503	297	
FEDERAL EMERGENCY MANAGEMENT AGENCY						
Direct Programs:						
Disaster Assistance - FEMA Flood	83.516	504			504	504
Emergency Management Institute--Training Assistance	83.527	1		1	1	
Passed Through State Executive Department:						
Civil Defense--State and Local Emergency Management Assistance	83.503		21	21		
Emergency Management--State and Local Assistance	83.534	58		39	58	19
Passed Through United Way:						
Civil Defense--State and Local Emergency Management Assistance	83.503		124	124		
Emergency Management--State and Local Assistance	83.534	289		247	289	42
Total Federal Emergency Management Agency		852	145	432	852	565
U.S. DEPARTMENT OF EDUCATION						
Direct Programs:						
Literacy Programs for Prisoners	84.255		56	56		
Passed Through State Department of Human Resources:						
Public Library Services (LSCA)	84.034	326		171	193	22
Safe and Drug Free Schools--State Grants	84.186	72		72	72	
Passed Through Portland Public Schools:						
Drug-Free Schools and Communities--Emergency Grants	84.233	95	6	47	49	8
Total Department of Education		493	62	346	314	30
OTHER FEDERAL ASSISTANCE						
Department of Agriculture:						
U.S. Forest Service - Patrol Contract		74		38	38	
Department of Energy:						
Youth Employment and Empowerment		283	51	115	64	
U.S. Environmental Protection Agency:						
EPA Pest Control		19			5	5
Department of Housing and Community Development:						
Passed Through Portland Department of Housing and Community Development: VAHON		554		111	301	190
Department of Interior:						
O & C Grant		826		826	826	
Sale/Lease Federal Land		1		1	1	
Passed Through State Executive Department:						
Forest Reserve Yield (PILT)		749		749	749	
Department of Justice:						
U.S. Marshal - Forfeitures		8		8	8	
Department of Transportation:						
Passed Through State Department of Transportation:						
FAU Engineering Contracts		348	133	481	348	
State Highway - Flood Relief		493		531	493	(38)
Total Other Federal Assistance		3,955	184	2,860	2,833	157
Total Federal Assistance		\$ 81,239	\$ 6,284	\$ 55,145	\$ 55,872	\$ 6,991

* Represents a major program

MULTNOMAH COUNTY, OREGON
SCHEDULE OF PROPERTY TAX COLLECTIONS
AND OUTSTANDING BALANCES
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

Tax Year	Taxes receivable June 30, 1995	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, 1996
1995-96	\$	\$ 558,508	\$ 678	\$ 295	\$ (13,209)	\$ (527,532)	\$ 18,740
1994-95	20,798		(540)	885		(12,365)	8,778
1993-94	10,187		(2,337)	420		(2,624)	5,646
1992-93							
and prior	12,034		(2,961)	1,872		(6,582)	4,363
	<u>\$ 43,019</u>	<u>\$ 558,508</u>	<u>\$ (5,160)</u>	<u>\$ 3,472</u>	<u>\$ (13,209)</u>	<u>\$ (549,103)</u>	<u>\$ 37,527</u>

SUMMARY OF TAXES RECEIVABLE AT JUNE 30, 1996:

	Current levy	Prior years' levy	Total
General Fund	\$ 3,442	\$ 2,806	\$ 6,248
Jail Levy Fund	555	432	987
Library Bond Sinking Fund	112	45	157
Library Fund	424	337	761
Sundry Taxing Bodies Fund	<u>14,196</u>	<u>15,154</u>	<u>29,350</u>
Sub-total taxes receivable	18,729	18,774	37,503
Special assessments collected through taxes	<u>11</u>	<u>13</u>	<u>24</u>
Total receivables	<u>\$ 18,740</u>	<u>\$ 18,787</u>	<u>\$ 37,527</u>

MULTNOMAH COUNTY, OREGON
SCHEDULE OF BONDS AND BOND INTEREST COUPON TRANSACTIONS
For the fiscal year ended June 30, 1996
 (amounts expressed in thousands)

GENERAL OBLIGATION BONDS:

	Outstanding June 30, 1995		1995-96 Transactions			Outstanding June 30, 1996	
	Matured	Unmatured	Issued	Matured	Paid	Matured	Unmatured
Dated March 1, 1994		\$ 20,705		\$ 730	\$ 730		\$ 19,975
Dated October 1, 1994		9,000		265	265		8,735
		<u>\$ 29,705</u>		<u>\$ 995</u>	<u>\$ 995</u>		<u>\$ 28,710</u>

GENERAL OBLIGATION BOND INTEREST COUPONS:

Dated March 1, 1994	\$ 979	\$ 979
Dated October 1, 1994	495	495
	<u>\$ 1,474</u>	<u>\$ 1,474</u>

MULTNOMAH COUNTY, OREGON
SCHEDULE OF BONDS OUTSTANDING
June 30, 1996
(amounts expressed in thousands)

GENERAL OBLIGATION BONDS:

Fiscal Year of maturity	Dated 03/01/94 3.25 to 5.25%		Dated 10/01/94 3.85 to 6.10%		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
1997	\$ 760	\$ 953	\$ 275	\$ 484	\$ 1,035	\$ 1,437
1998	785	923	285	471	1,070	1,394
1999	820	891	300	458	1,120	1,349
2000	855	856	315	443	1,170	1,299
2001	890	819	330	427	1,220	1,246
2002	930	778	350	410	1,280	1,188
2003	975	735	365	391	1,340	1,126
2004	1,020	688	385	371	1,405	1,059
2005	1,070	639	410	350	1,480	989
2006	1,125	586	430	326	1,555	912
2007	1,180	528	460	302	1,640	830
2008	1,245	467	485	275	1,730	742
2009	1,310	401	515	246	1,825	647
2010	1,380	332	545	215	1,925	547
2011	1,455	257	580	182	2,035	439
2012	1,530	179	615	146	2,145	325
2013	1,290	105	655	108	1,945	213
2014	1,355	36	695	66	2,050	102
2015			740	22	740	22
	<u>\$ 19,975</u>	<u>\$ 10,173</u>	<u>\$ 8,735</u>	<u>\$ 5,693</u>	<u>\$ 28,710</u>	<u>\$ 15,866</u>

MULTNOMAH COUNTY, OREGON
 SCHEDULE OF LOANS OUTSTANDING
 June 30, 1996
 (amounts expressed in thousands)

GENERAL LONG-TERM LOANS:

Fiscal Year of maturity	Dated 12/12/95 80% of Federal Funds effective rate, repriced daily		Dated 02/15/96 7.2%		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
1997	\$ 4,853	\$	\$ 20	\$ 37	\$ 4,873	\$ 37
1998			22	36	22	36
1999			24	34	24	34
2000			25	32	25	32
2001			27	30	27	30
2002			29	28	29	28
2003			31	26	31	26
2004			34	24	34	24
2005			36	21	36	21
2006			39	19	39	19
2007			42	16	42	16
2008			45	13	45	13
2009			48	9	48	9
2010			52	6	52	6
2011			52	3	52	3
	<u>\$ 4,853</u>	<u>\$</u>	<u>\$ 526</u>	<u>\$ 334</u>	<u>\$ 5,379</u>	<u>\$ 334</u>

MULTNOMAH COUNTY, OREGON
SCHEDULE OF CAPITALIZED LEASE PURCHASES OUTSTANDING
June 30, 1996
(amounts expressed in thousands)

GENERAL LONG-TERM LEASE OBLIGATIONS:

Fiscal Year of maturity	Dated 06/01/96 3.75 to 4.60%		Dated 01/09/96 6.017%		Dated 03/01/95 4.5 to 4.75%		Dated 02/01/94 4.5 to 4.75%		Dated 05/01/93 2.75% to 7.50%	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
1997	\$ 340	\$ 72	\$ 60	\$ 14	\$ 286	\$ 51	\$ 120	\$ 15	\$ 810	\$ 860
1998	350	58	63	11	301	38	92	9	845	827
1999	365	44	67	8	313	23	97	4	875	790
2000	385	27	70	4	329	8			915	750
2001	405	9							955	705
2002									1,005	656
2003									1,045	605
2004									1,100	550
2005									1,160	491
2006									1,215	428
2007									1,275	361
2008									1,345	289
2009									1,415	213
2010									1,120	141
2011									730	87
2012									350	55
2013									370	34
2014									390	11
	<u>\$ 1,845</u>	<u>\$ 210</u>	<u>\$ 260</u>	<u>\$ 37</u>	<u>\$ 1,229</u>	<u>\$ 120</u>	<u>\$ 309</u>	<u>\$ 28</u>	<u>\$ 16,920</u>	<u>\$ 7,853</u>

TELEPHONE CAPITALIZED LEASE OBLIGATIONS:

Fiscal Year of maturity	Dated 03/01/95 4.25 to 4.85%	
	Principal	Interest
1997	\$ 107	\$ 19
1998	113	14
1999	118	9
2000	124	3
	<u>\$ 462</u>	<u>\$ 45</u>

DATA PROCESSING CAPITALIZED LEASE OBLIGATIONS:

Fiscal Year of maturity	Dated 03/21/96 4.20 to 4.55%		Dated 03/01/95 4.25 to 4.85%		Dated 06/15/93 5.35%		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
1997	\$ 574	\$ 63	\$ 72	\$ 13	\$ 31	\$ 3	\$ 677	\$ 79
1998	600	37	76	9	33	2	709	48
1999	520	11	79	6			599	17
2000			82	2			82	2
	<u>\$ 1,694</u>	<u>\$ 111</u>	<u>\$ 309</u>	<u>\$ 30</u>	<u>\$ 64</u>	<u>\$ 5</u>	<u>\$ 2,067</u>	<u>\$ 146</u>

Dated 08/01/92		Dated 07/01/90		Dated 01/22/81		Total	
2.9% to 5.9%		6.00% to 6.80%		6.00% to 7.25%			
Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
\$ 1,205	\$ 1,828	\$ 45	\$ 16	\$ 124	\$ 208	\$ 2,990	\$ 3,064
1,260	1,771	50	13	134	198	3,095	2,925
1,325	1,709	50	9	146	186	3,238	2,773
1,390	1,641	55	6	159	174	3,303	2,610
1,465	1,566	60	2	172	160	3,057	2,442
1,545	1,486			186	145	2,736	2,287
1,635	1,398			202	129	2,882	2,132
1,730	1,303			220	112	3,050	1,965
1,830	1,201			239	93	3,229	1,785
1,940	1,092			259	73	3,414	1,593
2,055	976			281	50	3,611	1,387
2,180	851			306	26	3,831	1,166
2,315	717					3,730	930
2,460	574					3,580	715
2,610	421					3,340	508
2,775	260					3,125	315
2,945	88					3,315	122
						390	11
<u>\$ 32,665</u>	<u>\$ 18,882</u>	<u>\$ 260</u>	<u>\$ 46</u>	<u>\$ 2,428</u>	<u>\$ 1,554</u>	<u>\$ 55,916</u>	<u>\$ 28,730</u>

MULTNOMAH COUNTY, OREGON
SCHEDULE OF RECEIPTS AND DEPOSITS – ELECTED OFFICIALS
For the fiscal year ended June 30, 1996
(amounts expressed in thousands)

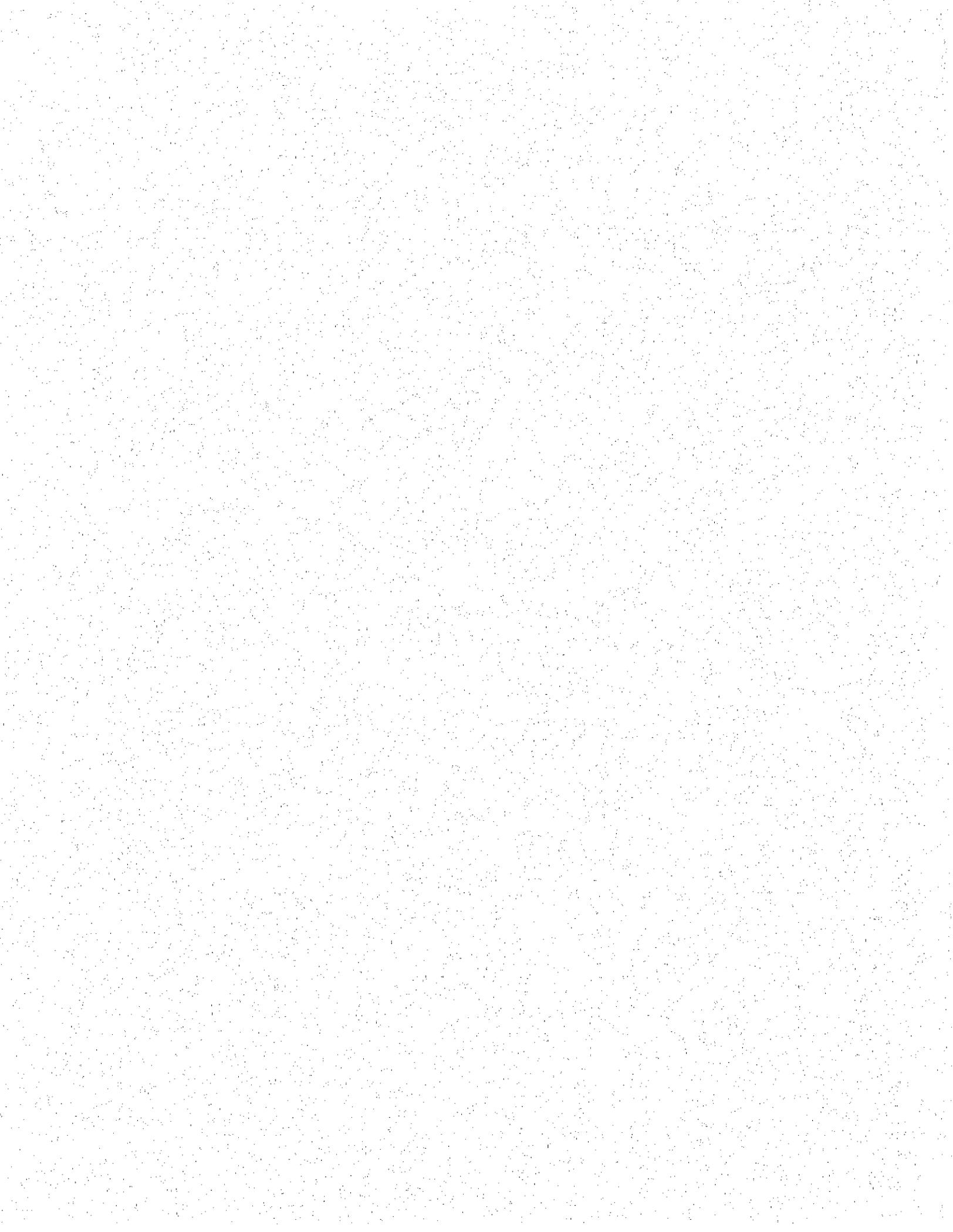
	Receipts deposited with Treasurer
Sheriff's Office	\$ 9,320
Others	
Total	<u>\$ 9,320</u>

Summary of receipts: Civil process serving fees, record sales, patrolling contracts, room and board for prisoners from other agencies and miscellaneous reimbursements.

STATISTICAL SECTION

This section contains the following tables:

- * General Governmental Expenditures by Function
- * General Governmental Revenues by Source
- * General Governmental Tax Revenues by Source
- * Property Tax Levies and Collections
- * Assessed Value of Taxable Property
- * Consolidated Tax Rates
- * Consolidated Tax Levies
- * Principal Taxpayers
- * Special Assessment Billings and Collections
- * Computation of Legal Debt Margin
- * Construction, Property Value, and Bank Deposits
- * Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt per Capita
- * Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures
- * Computation of Direct and Overlapping Debt
- * Insurance In Force
- * Population, Per Capita Income and Unemployment
- * Major Employers in Metropolitan Area
- * Miscellaneous Statistical Data



MULTNOMAH COUNTY, OREGON
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)
LAST TEN FISCAL YEARS
(amounts expressed in thousands)
(unaudited)

Fiscal Year	General government	Health and social services	Public safety and justice	Community services	Roads and bridges	Capital outlay	Debt service	Total
1987	\$ 25,914	\$ 47,378	\$ 42,687	\$ 17,931	\$ 15,337	\$ 6,121	\$ 16,403 (2)	\$ 171,771
1988	23,569	59,561	41,500	26,959	18,162	6,755	10,079 (2)	186,585
1989	27,535	74,212	49,314	25,128	21,101	14,799	11,859 (2)	223,948
1990	28,771	84,813	54,317	26,668	24,246	17,224	3,175	239,214
1991	33,957	104,862	57,669	30,290	24,120	16,587	4,677	272,162
1992	31,503	116,629	71,167	30,481	25,613	7,164	4,286	286,843
1993	43,612	133,653	76,324	26,315	27,323	14,872	5,146	327,245
1994	45,648	147,372	82,938	27,481	28,220	25,081	4,472	361,212
1995	36,108	165,239	93,059	32,765	30,200	24,539	9,849	391,759
1996	35,086	181,526	96,519	35,707	32,596	33,069	8,648	423,151

(1) All Governmental Fund Types (Budgetary basis)

(2) Includes previously non-budgeted tax anticipation notes

Source: Current and prior years' financial statements.

MULTNOMAH COUNTY, OREGON
GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS
(amounts expressed in thousands)
(unaudited)

Fiscal Year	Taxes	Intergovernmental	Licenses and permits	Charges for services	Interest	Special assessments	Other	Total
1987	\$ 82,864	\$ 55,260	\$ 1,791	\$ 6,749	\$ 3,198	\$ 585	\$ 7,614	\$ 158,061
1988	99,587	61,089	1,790	6,468	3,482	470	7,708	180,594
1989	108,880	76,023	6,363	7,405	4,686	351	10,490	214,198
1990	114,806	85,820	1,788	8,269	4,628	321	12,297	227,929
1991	128,642	106,962	2,139	9,307	3,940	155	20,146	271,291
1992	127,545	124,711	2,566	10,023	2,943	47	17,952	285,787
1993	142,569	134,774	2,833	10,763	3,468	45	23,846	318,298
1994	151,617	149,009	2,591	11,280	4,143	21	29,975	348,636
1995	171,068	162,133	2,683	8,880	5,676		28,549 (2)	378,989
1996	185,008	172,031	2,703	12,864	5,476		29,888 (3)	407,970

(1) All Governmental Fund Types (Budgetary basis)

(2) Includes \$12 of special assessments revenue.

(3) Includes \$7 of special assessments revenue.

Source: Current and prior years' financial statements.

MULTNOMAH COUNTY, OREGON
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS
(amounts expressed in thousands)
(unaudited)

Fiscal Year	Property	Transient lodging	Business income	Gasoline	Motor vehicle rental	Other	Total
1987	\$ 63,475	\$ 2,678	(2) \$ 5,594	\$ 7,119	\$ 3,226	\$ 772	\$ 82,864
1988	74,373	2,415	10,600	(2) 7,103	3,557	1,539	(3) 99,587
1989	79,051	2,695	14,600	7,172	4,011	1,351	108,880
1990	82,366	3,699	13,740	6,945	5,386	2,670	114,806
1991	97,881	3,278	14,440	6,616	4,814	1,613	128,642
1992	89,789	3,466	19,920	7,023	4,978	2,369	127,545
1993	99,609	3,962	23,872	6,854	5,926	2,346	142,569
1994	110,239	3,553	22,912	6,926	6,389	1,598	151,617
1995	122,259	4,538	27,048	7,838	7,410	1,975	171,068
1996	131,620	5,032	30,040	7,770	8,694	1,852	185,008

(1) All Governmental Fund Types (Budgetary basis)

(2) Tax rate increase.

(3) In previous years, in lieu of property taxes were reflected in property taxes.

Source: Current and prior years' financial statements.

MULTNOMAH COUNTY, OREGON
PROPERTY TAX LEVIES AND COLLECTIONS (1)
LAST TEN FISCAL YEARS
(amounts expressed in thousands)
(unaudited)

Fiscal Year	Tax levy	Current collections	Collections as a % of levy	Prior year collections	Total collections	Total collections as a % of levy	Uncollected taxes	Uncollected taxes as a % of levy
1987	\$ 63,839	\$ 58,190	91.15 %	\$ 5,136	\$ 63,326	99.20 %	\$ 8,060	12.63 %
1988	76,598	70,522	92.07	3,851	74,373	97.10	8,988	11.73
1989	80,476	74,063	92.03	4,988	79,051	98.23	9,947	12.36
1990	84,647	78,422	92.65	3,944	82,366	97.31	12,228	14.45
1991	100,605	93,536	92.97	4,345	97,881	97.29	11,282	11.21
1992 (2)	91,957	84,838	92.26	4,951	89,789	97.64	10,893	11.85
1993	101,479	95,001	93.62	4,608	99,609	98.16	10,481	10.33
1994	110,598	105,430	95.33	4,809	110,239	99.68	10,035	9.07
1995	123,672	117,051	94.65	5,208	122,259	98.86	8,258	6.68
1996	135,104	128,020	94.76	3,600	131,620	97.42	8,152	6.03

(1) All Governmental Fund Types (Budgetary basis)

(2) Property tax limitation Measure #5 went into effect.

Source: Current and prior years' financial statements.

MULTNOMAH COUNTY, OREGON
ASSESSED VALUE OF TAXABLE PROPERTY (1)
LAST TEN FISCAL YEARS
(amounts expressed in thousands)
(unaudited)

Fiscal Year	Personal property	Public utility property	Commercial property	Residential property	Total
1987	\$ 1,055,869	\$ 1,223,434	\$ 7,512,220	\$ 8,450,475	\$ 18,241,998
1988	1,023,969	1,288,194	7,490,818	8,445,202	18,248,183
1989	1,004,733	1,303,507	7,499,167	8,464,224	18,271,631
1990	1,032,886	1,417,606	7,631,464	8,579,922	18,661,878
1991	1,131,574	1,517,037	8,164,555	9,362,368	20,175,534
1992	1,130,602	1,426,209	9,761,548	11,007,703	23,326,062
1993	1,236,666	1,530,373	9,880,502	12,879,169	25,526,710
1994	1,203,111	1,628,475	9,941,135	14,727,420	27,500,141
1995	1,218,157	1,576,140	10,740,016	17,177,183	30,711,496
1996	1,330,246	1,647,640	11,938,742	19,766,868	34,683,496

(1) Oregon law requires that assessed value approximate real market value

Source: Multnomah County Division of Assessment and Taxation

**MULTNOMAH COUNTY, OREGON
CONSOLIDATED TAX RATES (1)
LAST TEN FISCAL YEARS
(unaudited)**

Fiscal Year	Multnomah County	Cities	Special Purpose Districts	Education Districts	Water Districts	Rural Fire Districts	Urban Renewal Districts	Total
1987	\$ 3.49	\$ 5.79	\$ 0.74	\$ 16.56	\$ 0.01	\$ 0.49	\$ 0.86	\$ 27.94
1988	4.19	6.37	0.79	17.52	0.01	0.32	0.77	29.97
1989	4.39	6.43	0.76	18.45	0.02	0.37	0.90	31.32
1990	4.54	7.48	0.74	19.22	0.02	0.34	1.05	33.39
1991	4.99	7.54	0.69	18.83	0.01	0.29	1.11	33.46
1992 (2)	3.94	5.87	0.55	15.62	0.01	0.27	0.76	27.02
1993	3.98	5.91	0.71	13.33	0.01	0.22		24.16
1994	4.02	5.92	0.62	10.76	0.01	0.19		21.52
1995	4.03	5.92	0.49	8.12	0.01	0.07		18.64
1996	3.90	5.79	0.68	5.58		0.08	0.07	16.10

(1) These are average rates and are stated in dollar and cents per \$1,000 of assessed value.

(2) Property tax limitation Measure #5 went into effect.

Source: Multnomah County Division of Assessment and Taxation current and prior years' annual reports.

**MULTNOMAH COUNTY, OREGON
CONSOLIDATED TAX LEVIES
LAST TEN FISCAL YEARS**
(amounts expressed in thousands)
(unaudited)

Fiscal Year	Multnomah County	Cities	Special Purpose Districts	Education Districts	Water Districts	Rural Fire Districts	Urban Renewal Districts	Total
1987	\$ 63,839	\$ 105,624	\$ 12,983	\$ 302,099	\$ 252	\$ 8,864	\$ 15,740	\$ 509,401
1988	76,598	116,303	13,983	319,651	270	5,825	14,091	546,721
1989	80,476	117,471	15,805	337,013	269	6,785	16,520	574,339
1990	84,647	139,605	13,869	358,770	298	6,266	19,566	623,021
1991	100,605	152,122	13,875	379,882	277	5,852	22,338	674,951
1992 (1)	91,957	136,958	12,780	364,468	260	6,362	17,656	630,441
1993	101,479	150,788	18,124	340,345	273	5,539	23	616,571
1994	110,598	162,870	17,068	295,852	290	5,298	21	591,997
1995	123,672	181,848	15,110	249,441	307	2,145	25	572,548
1996	135,104	200,896	23,515	193,685	155	2,633	2,520	558,508

(1) Property tax limitation Measure #5 went into effect.

Source: Multnomah County Division of Assessment and Taxation current and prior years' annual reports.

MULTNOMAH COUNTY, OREGON
PRINCIPAL TAXPAYERS
June 30, 1996
 (amounts expressed in thousands)
 (unaudited)

Taxpayer account	Type of business	1996 Assessed Valuation	Percentage of total assessed Valuation (1)
U. S. West Communications	Telephone utility	\$ 397,788	1.2 %
PacifiCorp (Pacific Power and Light)	Electric utility	230,168	0.7
Portland General Electric	Electric utility	194,541	0.6
Boeing Company	Airline	185,316	0.5
Northwest Natural Gas	Natural gas utility	110,984	0.3
SI - Lloyd Associates	Property management	98,294	0.3
United Airlines	Airline	88,421	0.3
Wacker Siltronic Corporation	Silicon wafer manufacturer	77,851	0.2
US Bancorp	Banking	75,414	0.2
Fujitsu Microelectronics	Integrated circuit manufacturer	<u>72,177</u>	<u>0.2</u>
		<u>\$ 1,530,954</u>	<u>4.4 %</u>

(1) The 1996 real market valuation for Multnomah County is \$34,683,496.

Source: Multnomah County Division of Assessment and Taxation.

MULTNOMAH COUNTY, OREGON
SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
LAST TEN FISCAL YEARS
 (amounts expressed in thousands)
 (unaudited)

Fiscal Year	Assessments outstanding July 1	Assessments billed	Assessments collected	Assessments outstanding June 30
1987	\$ 1,812	\$ 136	\$ 585	\$ 1,363
1988	1,363	90	454	999
1989	999		342	657
1990	657		311	346
1991	346		168	178
1992	178		56	122
1993	122		38	84
1994	84		36	48
1995	48		12	36
1996	36		7	29

Source: Current and prior years' financial statements

MULTNOMAH COUNTY, OREGON
COMPUTATION OF LEGAL DEBT MARGIN
June 30, 1996
(amounts expressed in thousands)
(unaudited)

ORS 287.054 provides a debt limit of 2% of the real market value of all taxable property within the County's boundaries.

Real market value (1995-96)	\$ 34,683,496
Debt limit	<u>2.00%</u>
	693,670
Less bonded debt at June 30	<u>28,710</u>
Legal debt margin	<u><u>\$ 664,960</u></u>

MULTNOMAH COUNTY, OREGON
CONSTRUCTION, PROPERTY VALUE, AND BANK DEPOSITS
LAST TEN FISCAL YEARS
(unaudited)

Fiscal Year	Commercial		Residential		Total		Bank deposits in \$(000) (2)
	Number of units (1) (7)	Value in \$(000)	Number of units (1)	Value in \$(000)	Number of units	Value in \$(000)	
1987	2,342	\$ 186,435	3,755	\$ 113,507	6,097	\$ 299,942	\$ 6,685,201
1988	2,330	281,379	3,375	122,992	5,705	404,371	15,565,042
1989 (3)	1,774	153,353	2,517	79,347	4,291	232,700	18,963,486
1990 (4)	1,218	99,052	2,523	92,666	3,741	191,718	8,390,851
1991	2,450	102,805	5,540	208,193	7,990	310,998	11,190,032
1992	2,387	134,681	5,852	281,327	8,239	416,008	9,568,464
1993	2,367	211,211	6,026	254,668	8,393	465,879	11,222,080
1994 (5)	1,106	228,787	2,757	117,655	3,863	346,442	9,536,224
1995	920	323,947	2,273	115,317	3,193	439,264	11,552,255
1996			(6) 1,789	136,626	1,789	136,626	11,414,176

(1) Information maintained on a calendar year basis

(2) June 30, each year

(3) January through June 1989

(4) January through June 1990

(5) January through June 1994

(6) January through June 1996

(7) Information on commercial properties no longer available as of January 1996

Sources: State of Oregon Housing Division and State of Oregon Banking Commission

MULTNOMAH COUNTY, OREGON
RATIO OF NET GENERAL OBLIGATION BONDED DEBT
TO ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS (1)
 (amounts expressed in thousands)
 (unaudited)

Fiscal Year	Population (2)	Assessed Value (3)	Gross Bonded Debt	Less Debt Service Fund (4)	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value (3)	Net Bonded Debt per Capita
1994	620,000	\$ 27,500,141	\$ 22,000	\$ 1,935	\$ 20,065	0.07 %	\$ 32
1995	626,500	30,711,496	29,705	7,021	22,684	0.07	36
1996	626,500	34,683,496	28,710	7,905	20,805	0.06	33

(1) 1994 was the first year in which Multnomah County had general obligation bonded debt in the last ten fiscal years

(2) Population not expressed in thousands

(3) Oregon law requires that assessed value approximate real market value

(4) Amount available for repayment of general obligation bonds

Source: Current financial statements.

MULTNOMAH COUNTY, OREGON
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL OBLIGATION BONDED DEBT
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN FISCAL YEARS (1)
 (amounts expressed in thousands)
 (unaudited)

Fiscal Year	Principal	Interest	Total Debt Service	Total General Government Expenditures	Ratio of Debt Service to General Government Expenditures
1995	\$ 1,295	\$ 1,348	\$ 2,643	\$ 391,759	0.7%
1996	995	1,474	2,469	423,151	0.6%

(1) 1995 was the first year that Multnomah County began retiring general obligation bonded debt in the last ten fiscal years

Source: Current financial statements.

MULTNOMAH COUNTY, OREGON
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
June 30, 1996
(amounts expressed in thousands)
(unaudited)

Overlapping District	Percent Overlapping	Overlapping	
		Gross (1)	Net (2)
		Bonded Debt	Direct Debt
Mt. Scott Water District	0.97 %	\$ 24	\$ 24
Clackamas County School District 7	0.41	73	73
City of Lake Oswego	6.63	1,323	1,323
City of Milwaukie	0.46	21	21
Scappoose RFPD	6.77	17	17
Columbia County School District 1J	3.28	84	84
Port of Portland	45.58	22,938	22,809
Powell Valley Road Water District	100.00	300	
Metropolitan Service District	49.79	94,684	94,684
Tri-County Metropolitan Transp. Service District	49.61	67,488	67,488
Sauvie Island RFPD 30	100.00	300	300
Multnomah County School District 1J	99.25	185,129	185,129
Multnomah County School District 3	100.00	34,925	34,925
Multnomah County School District 7	100.00	31,790	31,790
Multnomah County School District 19	100.00	280	280
Multnomah County School District 28J	92.82	12,957	12,957
Multnomah County School District 39	100.00	6,955	6,955
Multnomah County School District 40	100.00	18,750	18,750
Multnomah County School District 51J	96.08	10,761	10,761
Multnomah County 10J	82.21	27,330	27,330
Mount Hood Community College	83.49	3,419	3,419
Portland Community College	46.18	24,926	24,926
City of Fairview	100.00	188	
City of Gresham	100.00	12,801	12,370
City of Portland	99.61	162,995	72,309
City of Troutdale	100.00	6,442	2,120
City of Wood Village	100.00	510	510
Unified Sewerage Agency	0.83	38	28
Tualatin Valley Fire and Rescue	2.89	31	31
Washington County School District 48J	0.48	441	441
Washington County School District 70J	0.13	1	1
Washington County UHD 3-8J 1	0.01	2	2
		\$ 727,923	\$ 631,857

(1) Includes all bonds backed by a general obligation pledge, including Bancroft general obligation improvement bonds and self-supporting general obligation bonds.

(2) Includes all tax-supported bonds.

Source: Municipal Debt Advisory Commission, Oregon State Treasury

**MULTNOMAH COUNTY, OREGON
INSURANCE IN FORCE
June 30, 1996
(unaudited)**

<u>Insurance Company</u>	<u>Coverage</u>	<u>Expiration</u>
American Protection Insurance Co. Policy No. 3ZT746102-03	Buildings and Equipment	10/02/96
American Protection Insurance Co. Policy No. 3ZT746102-03	Comprehensive Boiler and Machinery	10/02/96
American Protection Insurance Co. Policy No. 3ZT746102-03	Hull and Machinery Marine Policy	10/02/96
American Protection Insurance Co. Policy No. KG-32G00202601	Justice Center Equipment Policy	11/28/96
Lumbermens Mutual Casualty Policy No. 3MF746102-03	Liability Policy	10/02/96
Republic Western Policy No. RWC 38-55407	Excess Workers' Compensation	07/01/96
Hartford Insurance Co. Policy No. PEBZE 67 13	Blanket Faithful Performance Bond	01/01/97
Hartford Insurance Co. Bond No. 5088331	Faithful Performance Bond - Public Official Tax Collector	01/01/97
Bond No. 5088332	Finance Director	01/01/97
Bond No. 5091060	Treasury Manager	01/01/97
Hartford Insurance Co. Bond No. 5088334	Faithful Performance Bond - Public Guardian	01/01/97
Hartford Insurance Co. Bond No. 5087364	DEQ License Bond (Mechanic/Equipment Operator)	01/01/99
Hartford Insurance Co. Bond No. 5088391	DEQ License Bond (Mechanic/Equipment Operator)	01/01/99
Hartford Insurance Co. Bond No. SUN403141	DEQ License Bond (Fleet Inspector)	01/01/99
St. Paul Fire & Marine Ins. Co. Bond No. 400 HU 3403	DEQ License Bond (Mechanic/Equipment Operator/Fleet Inspector)	01/01/97
St. Paul Fire & Marine Ins. Co. Bond No. 400 HU 3402	DEQ License Bond (Multnomah County)	01/16/97

Source: County Insurance Agent

**MULTNOMAH COUNTY, OREGON
POPULATION, PER CAPITA INCOME AND UNEMPLOYMENT
LAST TEN FISCAL YEARS
(unaudited)**

Fiscal Year	Population	Per capita income (1)	Unemployment rate (2)
1987	562,000	\$ 16	5.3 %
1988	570,500	17	4.8
1989	581,000	18	4.5
1990	580,029	19	4.2
1991	600,000	19	4.9
1992	605,000	21	6.2
1993	615,000	23	6.0
1994	620,000	24	4.5
1995	626,500	N/A	3.8
1996	626,500	N/A	4.2 (3)

(1) Amounts expressed in thousands

(2) Portland Metropolitan Statistical Area

(3) Preliminary estimate

N/A means not available at current time

Source: Employment Division, Oregon State Department of Human Resources

MULTNOMAH COUNTY, OREGON
MAJOR EMPLOYERS IN METROPOLITAN AREA
June 30, 1996
(unaudited)

<u>Employer</u>	<u>Product or Service</u>	<u>1995 Employment</u>
Intel Corporation	Semiconductor integrated circuits	8,000
Fred Meyer, Inc.	Grocery and retail variety chain	7,803
Kaiser Permanente	Hospitals and clinics	6,071
Providence Health Care System	Hospitals and clinics	5,785
U. S. Bancorp	Bank and holding company	4,895
Legacy Health System	Hospital and health services	4,791
Freightliner Corporation	Medium and heavy-duty trucks	4,780
Tektronix	Electronic instruments	4,500
First Interstate Bank	Bank	4,063
Nike	Sports shoes and apparel	3,300
Safeway Stores	Grocery chain stores	3,065
U. S. West Communications	Communications utility	2,880
Hewlett-Packard Co.	Computer printers	2,700
James River Corporation	Pulp and paper packaging	2,300
United Parcel Service	Small package transport	2,265
Precision Castparts	Steel castings	2,127
Meier and Frank Company	Department stores	2,000
Portland General Corporation	Diversified utility holding company	1,965
McDonalds Corporation	Fast food franchise	1,943
Pacificorp	Diversified electric utility	1,871
Nordstrom	Retail specialty stores	1,810
Epson Portland Inc.	Computer printers	1,667
Blue Cross & Blue Shield of Oregon	Medical insurance	1,650
Southwest Washington Medical	Health care	1,622
Red Lion Hotels & Inns	Hotel/motel chain	1,522
Albertson's	Retail grocery chain	1,468
Payless Drug Stores	Retail drug and variety store chain	1,456
Horizon Air	Airline	1,413
The Greenbriar Companies	Transportation	1,350
SEH America	Silicon wafers	1,350
Portland Adventist Medical Center	Hospital services	1,306
Bank of America	Financial services	1,290
Boeing of Portland	Aircraft frame structures	1,200
Delta Air Lines, Inc.	Airline	1,200
Wacker Siltronic Corporation	Silicon semiconductor materials	1,200
Federal Government		18,254
State Government		15,396
Portland School District		6,600
City of Portland		4,904
Multnomah County		3,932
Tri - Met		1,975

Source: Chamber of Commerce and Employment Division, State of Oregon

MULTNOMAH COUNTY, OREGON
MISCELLANEOUS STATISTICAL DATA
 June 30, 1996
 (unaudited)

GENERAL	
Date of incorporation	1854
Date present charter adopted	1967
Date present charter amended	1990
Form of government	Home Rule Charter
Area - square miles	470
Multnomah County employees:	
Management and exempt	569
Bargaining units	3,363
MILES OF STREETS (UNINCORPORATED AREA)	
Paved	317
Unpaved	9
FIRE PROTECTION	
Number of stations	38
Number of employees:	
Full-time	850
Part-time	2
Volunteer	105
SHERIFF PROTECTION	
Number of arrests (Parts 1,2 & 3 crimes)	2,393
Vehicular patrol units	26
Number of employees (sworn and civilian)	726
Jails:	
Facilities	5
Population	1,440
RECREATION	
Parks:	
Number of acres	2,089
Number of facilities	28
Number of playgrounds	7
Number of golf courses	1
EDUCATION	
Number of schools:	
Elementary	129
Alternative special	15
Junior/senior high school	2
High schools	17
Colleges	18
Employees:	
Principals and vice principals	279
Administrative and support	3,131
Teachers	4,826
Number of students (estimated)	85,736
Average daily attendance (estimated)	83,319
SEWAGE DISPOSAL	
Number of accounts	554
STREET LIGHTING	
Number of Lights	2,916
ELECTIONS	
Number of registered voters	382,821
Number of votes cast in last general election	248,052
Percentage of registered voters voting in last general election	65.6%

AUDIT COMMENTS AND DISCLOSURES
Required by State Regulations

**MULTNOMAH COUNTY, OREGON
AUDIT COMMENTS AND DISCLOSURES
REQUIRED BY STATE REGULATIONS**

Oregon Administrative Rules 162-10-050 through 162-10-320 incorporated in the Minimum Standards for Audits of Oregon Municipal Corporations, prescribed by the Secretary of State in cooperation with the Oregon State Board of Accountancy, enumerate the financial statements, schedules, comments and disclosures required in audit reports. The required statements and schedules are set forth in the preceding sections of the report.

KPMG Peat Marwick LLP's Report on the Internal Control Structure Based on an Audit of the General Purpose Financial Statements Performed in Accordance with *Government Auditing Standards* and Report on Compliance Based on an Audit of the General Purpose Financial Statements Performed in Accordance with *Government Auditing Standards* are set forth in the following pages.

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Suite 2000
1211 South West Fifth Avenue
Portland, OR 97204

Independent Auditors' Report on the Internal Control
Structure Based on an Audit of the General Purpose
Financial Statements Performed in Accordance
with Government Auditing Standards

The Board of County Commissioners
Multnomah County, Oregon
Portland, Oregon:

We have audited the general purpose financial statements of Multnomah County, Oregon (the County) as of and for the year ended June 30, 1996, and have issued our report thereon dated December 2, 1996.

We conducted our audit in accordance with generally accepted auditing standards and *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

The management of the County is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the general purpose financial statements of the County for the year ended June 30, 1996, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operation that we considered to be material weaknesses as defined above.

However, we noted certain matters involving the internal control structure and its operation that we have reported to the management of the County in a separate letter dated December 2, 1996.

This report is intended for the information of the Board of County Commissioners, management, and state and federal agencies. However, this report is a matter of public record and its distribution is not limited.

KPMG Peat Marwick LLP

December 2, 1996

Suite 2000
1211 South West Fifth Avenue
Portland, OR 97204

Independent Auditors' Report on Compliance Based
on an Audit of the General Purpose Financial
Statements Performed in Accordance with
Government Auditing Standards

The Board of County Commissioners
Multnomah County, Oregon
Portland, Oregon:

We have audited the general purpose financial statements of Multnomah County, Oregon (the County) as of and for the year ended June 30, 1996, and have issued our report thereon dated December 2, 1996.

We conducted our audit in accordance with generally accepted auditing standards and *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the County is the responsibility of the County's management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we performed tests of the County's compliance with certain provisions of laws, regulations, contracts, and grants including applicable provisions of Oregon Revised Statutes (ORS) as set forth below:

- The amount and adequacy of collateral pledged by depositories to secure the deposit of public funds.
- The legal requirements relating to debt.
- The legal requirements relating to the preparation, adoption, and execution of the annual budget for fiscal years 1996 and 1997.
- The legal requirements relating to insurance and fidelity bond coverage.
- The appropriate laws, rules and regulations pertaining to programs funded wholly or partially by other governmental agencies.

- The legal requirements pertaining to the investment of public funds.
- The legal requirements pertaining to the awarding of public contracts and the construction of public improvements.
- The legal requirements pertaining to the use of revenue from taxes on motor vehicle use fuel.

However, the objective of our audit of the general purpose financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests disclosed instances of noncompliance concerning overexpenditures of budgeted appropriations as described in note 9 to the County's general purpose financial statements.

We considered the aforementioned instances of noncompliance in forming our opinion on whether the County's 1996 general purpose financial statements are presented fairly, in all material respects, in conformity with generally accepted accounting principles, and this report does not affect our report dated December 2, 1996 on those general purpose financial statements.

The results of our tests disclosed no instances of noncompliance that are required to be reported herein under *Government Auditing Standards*.

We have reported on the County's compliance with appropriate laws, rules and regulations pertaining to the Single Audit Act of 1984 in a separate report dated December 2, 1996.

This report is intended for the information of the Board of County Commissioners, management, and state and federal agencies. However, this report is a matter of public record and its distribution is not limited.

KPMG Peat Marwick LLP

December 2, 1996