

**BEFORE THE BOARD OF COUNTY COMMISSIONERS
FOR MULTNOMAH COUNTY, OREGON**

RESOLUTION NO. 2013-005

Acknowledging a Budget Violation Incurred in Fiscal Year 2012 and Describing Corrective Action as Prescribed in ORS 297.466.

The Multnomah County Board of Commissioners Finds:

- A. The County's external financial audit for the year ending June 30, 2012 notes expenditures in excess of appropriations in the Behavioral Health Managed Care Fund.
- B. Local Budget Law does not allow the expenditure of monies beyond the legal appropriation authority.
- C. Expenditures in the Behavioral Health Managed Care Fund exceeded appropriations by \$148,000.
- D. The over expenditure was due, in part, to changes made to the Oregon Health Plan at the State level which impacted the mental health services provided by County Human Services. Higher year-end liabilities for claims incurred but not reported for these services resulted in higher expenditures in the Behavioral Health Managed Care Fund. The over expenditure was funded by available fund balance.
- E. In order to prevent future instances of noncompliance, DCHS management will perform a quarterly analysis to review and evaluate expenditures incurred to date compared to the total final adopted DCHS budget. Any over expenditures will be further analyzed and if necessary discussed with the Central Budget Office.

The Multnomah County Board of Commissioners Resolves:

- 1. A budget violation was incurred in fiscal year 2012 in the Behavioral Health Managed Care Fund.
- 2. ORS 297.466 requires the Board to submit corrective measures to the Secretary of State's Office within thirty days from the submission of the County's Comprehensive Annual Financial Report (CAFR) to the Secretary of State.

3. The Department of County Human Services will monitor and review their Departmental appropriations in order to prevent future budget violations in funds.

ADOPTED this 17th day of January, 2013.



BOARD OF COUNTY COMMISSIONERS
FOR MULTNOMAH COUNTY, OREGON

Jeff Cogen, Chair

REVIEWED:
JENNY M. MORF, COUNTY ATTORNEY
FOR MULTNOMAH COUNTY, OREGON

By _____
Jenny M. Morf, County Attorney

SUBMITTED BY: Mark Campbell, CFO, Department of County Management.