

**CLACKAMAS COUNTY, OREGON**

Comprehensive Annual  
Financial Report

Year Ended June 30, 2008

Prepared by the Clackamas County Finance Department  
and the Office of the County Treasurer  
Marc S. Gonzales, Finance Director  
Phyllis West, Finance Manager  
Dan Haggerty, Audit Manager

**CLACKAMAS COUNTY, OREGON**

**GOVERNING BODY UNDER ORS 451.485  
BOARD OF COUNTY COMMISSIONERS  
CLACKAMAS COUNTY, OREGON**

Public Services Building  
2051 Kaen Road  
Oregon City, Oregon 97045

**COMMISSIONERS AS OF JUNE 30, 2008**

<b><u>Name</u></b>	<b><u>Term Expires</u></b>
Lynn Peterson, Chair 2051 Kaen Road Oregon City, Oregon 97045	December 31, 2010
Bill Kennemer, Commissioner 2051 Kaen Road Oregon City, Oregon 97045	December 31, 2008
Martha Schrader, Commissioner 2051 Kaen Road Oregon City, Oregon 97045	December 31, 2008

**ADMINISTRATIVE OFFICES**

Clackamas County, Oregon  
2051 Kaen Road  
Oregon City, Oregon 97045

**COUNTY ADMINISTRATOR**

Jonathan A. Mantay

**LEGAL COUNSEL**

Steven Lounsbury  
2051 Kaen Road  
Oregon City, Oregon 97045

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**INTRODUCTORY SECTION**

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Marc Gonzales  
Director

DEPARTMENT OF FINANCE

PUBLIC SERVICES BUILDING  
2051 KAEN ROAD | OREGON CITY, OR 97045

April 15, 2009

To the Board of County Commissioners and the  
citizens of Clackamas County, Oregon:

The Comprehensive Annual Financial Report (CAFR) of Clackamas County, Oregon for the year ended June 30, 2008 is hereby submitted as mandated by state statutes. These statutes require that Clackamas County issue annually a report on its financial position and activity, and that this report be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations of Clackamas County governmental and business type activities. All disclosures necessary to enable the reader to gain an understanding of Clackamas County's activities have been included.

Clackamas County's management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

State statutes require an annual audit by independent certified public accountants. The accounting firm of Talbot, Korvola and Warwick, LLP, was selected to perform the audit for the year ended June 30, 2008. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the federal Single Audit Act of 1984 and related OMB Circular A-133. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in a separate report.

Clackamas County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the US Office of Management and Budget's Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Information related to this single audit, including a Schedule of Expenditures of Federal Awards, the independent auditor's reports on internal controls and compliance findings and questioned costs, and reports on the internal control over financial reporting and compliance with certain provisions of laws, regulations, contracts and grants are included in a separately issued single audit report.

To the Board of County Commissioners and the  
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The financial reporting entity (the government) includes all the funds and account groups of the primary government (i.e., Clackamas County as legally defined, its blended component units and the Workforce Investment Council of Clackamas County, Inc., a discretely presented component unit), as well as all of its business type activities. The blended component units are legally separate entities whose governing boards are comprised of the members of the Clackamas County Board of Commissioners (the Board) and for which the primary government is financially accountable. The Board appoints one member of the governing board of the discretely presented component unit, which is a separate legal entity engaged in significant financial transactions with the County.

Additional information about the County's operations and the County's financial condition at June 30, 2008 is contained in the Management Discussion and Analysis (MD&A) section of the CAFR. The reader's attention is directed to the MD&A, an important source of information which complements that contained in this letter of transmittal.

### **Profile of the Government**

Clackamas County is one of the three counties comprising the Portland metropolitan area in northwest Oregon. Although the County originally contained the territorial capital for the Oregon Territory and had boundaries extending east to what is now Montana and Idaho and north into today's British Columbia, Canada, the County is now 1,879 square miles extending east to include Mount Hood, Oregon's tallest peak, south to the Willamette Valley, west to the Willamette River and north to include some parts of south Portland. With a population estimated at July 1, 2008 by the Portland State University Population Research Center at 376,662 (a 1.2% increase since measured in 2007) and growing, the County is one of the more developable and rapidly developing parts of the state and of the Pacific Northwest. This is promoted by affordable house prices in certain areas, and the availability of desirable building lots in others which are being acquired and built upon in some relatively undeveloped cities such as Happy Valley and Damascus.

Clackamas County government provides a full range of services including but not limited to human services to the elderly and economically disadvantaged, public health and mental health services, planning and economic development, the construction and maintenance of highways and streets, public safety, and park services.

November of 2007 saw the passage, with strong voter approval, of a ballot measure creating the new format for the Clackamas County Board of Commissioners. The measure followed the recommendations contained in a formal report from a citizen panel that reviewed the governance structure of the County.

The County currently has five elected commissioners, each serving four-year terms and elected at large. This structure changed effective in January 2009, when two additional commissioner positions were added to the Board.

Under the successful ballot measure, the Board's membership expanded to five members with an elected Chair and four Commissioners. The citizen panel that developed the recommended structure, and the Board of Commissioners in referring the

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ordinance, envisioned the Chair and Commissioners serving on a full-time basis and being compensated equally.

The Chair, unlike in some other jurisdictions, does not have authority above or beyond that of the other Commissioners. The function of the Board Chair is to conduct Commission meetings and events, to represent the Board's position on issues, and to coordinate the agenda for the weekly business meetings.

Today, with the rapid development of Clackamas County, the Board is expected to have a full-time workload and employment status. However, the ordinance passed by the voters directs the Board to re-examine board governance issues, including the full-time or part-time nature of the positions, in the spring of 2011.

Daily administrative functions are overseen by an appointed County Administrator, while the Board of Commissioners sets policy, adopts the annual budget and passes ordinances in accordance with state law. The County's chief administrative officer at June 30, 2008, Jonathan A. Mantay, joined Clackamas County on December 17, 2001. In March of 2009 Mr. Mantay announced his resignation and the Board appointed Deputy County Administrator Steven Wheeler to act as Interim County Administrator until a decision is made for Mr. Mantay's replacement.

Also included in this report are the activities of the five other elected officials, who serve as department heads overseeing their respective functions. The Sheriff provides patrol, investigation, civil process, and corrections services; the District Attorney prosecutes criminal charges and maintains family support enforcement; the Treasurer is investor and custodian of County funds; the County Clerk conducts elections and maintains official records and the Assessor is responsible for the valuation of property for taxation and the subsequent application of all levies in the County to those properties.

In accordance with Oregon Local Budget Law, the County utilizes a budget committee consisting of the Commissioners and an equal number of citizens to review the departmental budgets for each fiscal year. The Board appoints many other volunteers to citizen advisory and review committees to assist the County in providing needed and desired services.

Compensation for elected officials is recommended by the Compensation Board for Elected Officials as part of the annual budget process. The Budget Committee takes into consideration the recommendation of the Compensation Board and approves a level of compensation to be included in the budget and documented in the County's personnel management system. The Commissioners act on those recommendations to set elected officials' salary compensation as they adopt the County budget.

The Board of County Commissioners also serves as the governing body of

- the service districts providing surface water management, sewage treatment and lighting services;
- Clackamas County Development Agency, an Urban Renewal Agency;
- Clackamas County Enhanced Law Enforcement Service District;
- North Clackamas Parks and Recreation District;
- The Estacada Area Service District for Library Services, and

To the Board of County Commissioners and the  
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- the Housing Authority of Clackamas County, providing housing services to individuals meeting federal criteria as low income residents;

therefore these activities have been included in the reporting entity. Business type activities are reported in a separate column in the basic financial statements to emphasize that they are legally separate from the primary government and to differentiate their financial positions and results of operations from those of the primary government.

In November 2008's general election, Clackamas County voters approved the creation of two additional service Districts, the **Clackamas County Extension and 4-H Service District** and the **Library Services District of Clackamas County**, which will begin operating in the 2009-2010 fiscal year. Each of these County service districts was formed with a tax levy approved by voters. Property tax inflows to support district operations will commence in November 2009, and the activities of the service districts will be reported in the County's CAFR at the end of the 2009-10 fiscal year.

The County is not financially accountable for and does not exercise significant influence over the Hospital Facility Authority of Clackamas County, a related organization. Thus the results of its activities have not been included in this report.

### ***Budgeting Controls***

The County maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget adopted by the County's Board of Commissioners. Activities of the General Fund, debt service funds, enterprise funds, internal service funds, capital projects funds, and trust and agency funds are included in the annual appropriated budget of the County.

The County's budget process begins in late fall of each calendar year with the generation of cost allocation numbers for internal services to be distributed to operating departments.

The Budget Committee, comprised of the Commissioners and an equal number of citizen members appointed by the Commissioners, establishes expectations and policy targets for the upcoming budget season prior to January of each year. For the upcoming 2009-10 budget process, the Budget Committee has expanded to ten members, with five Commissioners and five citizen members, as a result of the increase in membership of the County Commission.

The County issues its prospective budget calendar, holds a workshop to apprise departments of the requirements for the budget process, and allows time for departments to generate budget requests. Budgets are turned in to the Budget Office in March, reviewed and analyzed, and are referred back to departments for updates, corrections and subsequent meetings with the Budget Officer.

The Budget Officer presents the recommended budget to the Budget Committee at the first public Committee meeting and the Committee examines and hears departmental presentations and testimony on the budgets over the ensuing weeks. The County

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budget, once approved and forwarded from the Committee to the Board of Commissioners for adoption, undergoes a public hearing and adoption process prior to June 30, 2009 so that the next fiscal year will have its budget in place.

The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by expenditure category or program organizational unit within an individual fund. The County also maintains an encumbrance accounting system as one method of maintaining budgetary control. Encumbered amounts lapse at year's end. However, outstanding encumbrances are re-appropriated as necessary as part of the following year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the County continues to meet its responsibility for sound financial management.

### ***Local Economic Condition and Outlook***

The State of Oregon, trailing the developments affecting the national economy, is now in a similarly weak economic position with rising unemployment, business failures, bank takeovers and other negative economic indicators. Emerging from the nationwide 2003-04 recession in fiscal year 2004-05, the state of Oregon re-established unemployment at more normal levels and resumed forward economic progress through the end of calendar year 2007. An indicator of that fiscal health was the return in 2007 of \$1.071 billion of income tax proceeds to Oregon taxpayers under the State's income tax kicker law, which requires tax rebates for any taxes received beyond 102% of projected receipts. According to the State economist's measures, the unemployment rate declined from a peak of 8.5% in mid-2003 to 5.2% by November 2007. This however lagged behind the employment recovery in most of the rest of the United States.

Just as the State began its climb from that recessionary period, the underpinnings of the national and world economy began to weaken and crumble. Driven by poor lending decisions on the part of the nation's mortgage lenders, and exacerbated by the securitization of those mortgages into investment packages, which lost value at alarming rates, the economy saw extraordinary losses in the equity markets and a collapse in investor confidence. Because the losses occurred in such a fundamental segment of the international economy, the banking systems, a rapid recessionary wave surged around the world. At this writing, economic experts predict a long and painful period prior to emergence from the current crisis. Attempts by the federal government to stimulate the economy into productivity and expansion are presently being injected into the capital system.

As measured by the State Economist's Office as of the end of calendar 2008, Clackamas County's unemployment level maintained below Oregon's statewide averages, at slightly above 9% versus the statewide average of 11%. This is the 7<sup>th</sup> lowest County unemployment percentage rate in the state of Oregon, showing the depth of the unemployment problem statewide. State Economist Tom Potiowsky wrote in his March 2009 report that "*the recession in the US and Oregon economies will come to an end. The question is how much deeper and how much longer.*"

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With these conditions, Clackamas County is drawing in its fiscal belt as it prepares the budget for the next fiscal period and the ones beyond. With a still healthy general Fund as of the end of the 2007-08 fiscal year, and revenues still acceptably robust in the current 2008-09 year, the County projects that the end of the current fiscal year will by and large meet estimates of revenues; however, curtailing of discretionary expenditures is in progress.

The County's business base has changed over time to favor retail, warehousing, and tourism, with metals manufacturing, machinery and Christmas tree and berry agriculture continuing to hold an important place in the economic mix. The County's economic development efforts are yielding fruit, as new employers are being attracted to the County's industrial area and expanding urbanized areas.

Clackamas County has passed through the end of a decade of steady growth in population and development. Leading into the fiscal year beginning July 2008, taxable real estate assessed values (as calculated by County Assessor Bob Vroman) grew to nearly \$32.94 billion; this represents a strong holding pattern in local property valuation in spite of the nationwide reductions in property values from effects of the national economy. The Portland metro area and Clackamas County both experienced in 2008 the unusual phenomenon of slowing real estate sales concurrent with muted downward impact on home prices.

### **Long Term Planning Efforts and Major Initiatives**

The County has undertaken over 50 large scale projects, from business retention and recruitment to expansion of the educational opportunities available through programs linking community colleges and universities in the Portland area, from transportation system improvements through our fastest growing communities to employee succession planning for the baby-boom retirement wave, as budgetary priorities beginning in the 2007-08 fiscal year and extending forward.

The County's Facilities Master Plan was developed by a joint committee of private citizens and County department heads. The plan detailed the research and public comment on consolidation and placement of much of the County's administrative, justice and public service offices. The campus will set the tone for the future development of the area, and will enhance economic development in that portion of Oregon City. Approval of the Master Plan by the City of Oregon City was obtained in Spring 2006.

The County has now completed the first and second buildings in the envisioned complex. The Public Services Building (PSB), completed and opened in July 2004, brought together 17 departments to make services more conveniently accessible to citizens. The centrally located building was primarily financed by converting the lease rentals paid for those departments' previous space to future debt service payments on the bonds issued for construction. The second new office building at the campus, the Development Services Building (DSB) opened in November 2008 to house development related services such as Planning, Building Permits, County Surveyor, Water Environment Services and Assessment and Taxation. The PSB and the DSB were designed and built as energy-efficient and environmentally low-impact facilities, to create a model for the rest of the buildings to be constructed under the Facilities Master Plan.



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Each has been certified under the US Green Building Council's Leadership in Energy and Environmental Design program (LEED).

Associated with those building projects are a Central Utility Plant and an underground utility corridor or "Utilidor" which will serve the entire campus as new buildings come on line, creating a central source for heating and cooling and providing a highway for data and telephone communication connections linking all campus buildings. The Central Utility Plant and the Utilidor have been completed and now serve the DSB and the PSB. The Central Plaza of the Campus has also been completed and is the linking green space between the new facilities.

In December 2006 the Board of Commissioners commissioned a study group to examine what amount of capital investment would be needed to replace the aging Jail operated by County Sheriff Craig Roberts and his staff. The County committed two years and extensive resources toward planning for a modernized 800 bed Adult Detention Facility. When the economic conditions began to disintegrate, the decision to suspend movement toward construction of a new facility was made in the interest of fiscal stability.

In March 2009, the Commissioners authorized improvements to the existing jail to correct facility problems, add 50 new beds, and at the same time create a centralized Sheriff's Office in the Clackamas area using the County's Sunnybrook Service Center. Design concepts for the existing Jail at the Red Soils campus property are underway, aimed at opening a new facility by end of summer 2010. These projects benefiting the Sheriff's operations are estimated to cost approximately \$25 million, and will provide for interim solutions to the detention capacity issues at the County jail.

### ***Relevant Financial Policies***

The County has established targets for ending fund balances, which, coupled with austerity measures applied throughout the County government, have yielded annual increases in fund balance in the County's General Fund, even as increasing provisions for capital reserves have been budgeted and transferred. In the last seven years, General Fund ending balances have grown from \$7.1 million to nearly \$18 million.

The County's policymakers have also declined to "back-fill" state funded services, in times when the state legislature cuts funding, as the County's ability to fund such services as mental and public health clinics with significant reductions in state funding is not feasible.

Cash temporarily idle during the year was invested in various instruments including general obligations of the United States Government and its agencies, certain bonded obligations of Oregon municipalities, bank repurchase agreements, corporate debt instruments and bankers' acceptances, and the State Treasurer's investment pool. Investments of the County and other entrusted funds are made under the restrictions of Oregon law, and in accordance with the County's Investment Policy.

The County budgets for its Risk Management activities in an Internal Service fund. Risk Management is predicated on an actuarial study, which has assigned a probability of loss to unemployment, casualty, worker's compensation and liability claims. Resources

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are being accumulated in the Risk Management Fund to meet potential loss obligations. Third party coverage is maintained for certain casualty and liability losses.

## **Awards and Acknowledgements**

### **Awards**


The Government Finance Officers Association of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to Clackamas County for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2007. This was the 16<sup>th</sup> consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

### **Acknowledgments**

The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated service of the entire staff of the Finance Department, and the contributions and cooperation of the entire staff of the County Treasurer's Office. Each contributing member of County staff has our sincere appreciation for their assistance in the preparation of this report.

Acknowledgment is also due to the Board of County Commissioners and County Administrator, whose leadership and support made the preparation of this report possible.

Sincerely,

A handwritten signature in black ink, appearing to read "Marc S. Gonzales". The signature is fluid and cursive, with a large initial "M" and "G".

Marc S. Gonzales  
Finance Director

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Clackamas County  
Oregon

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2007

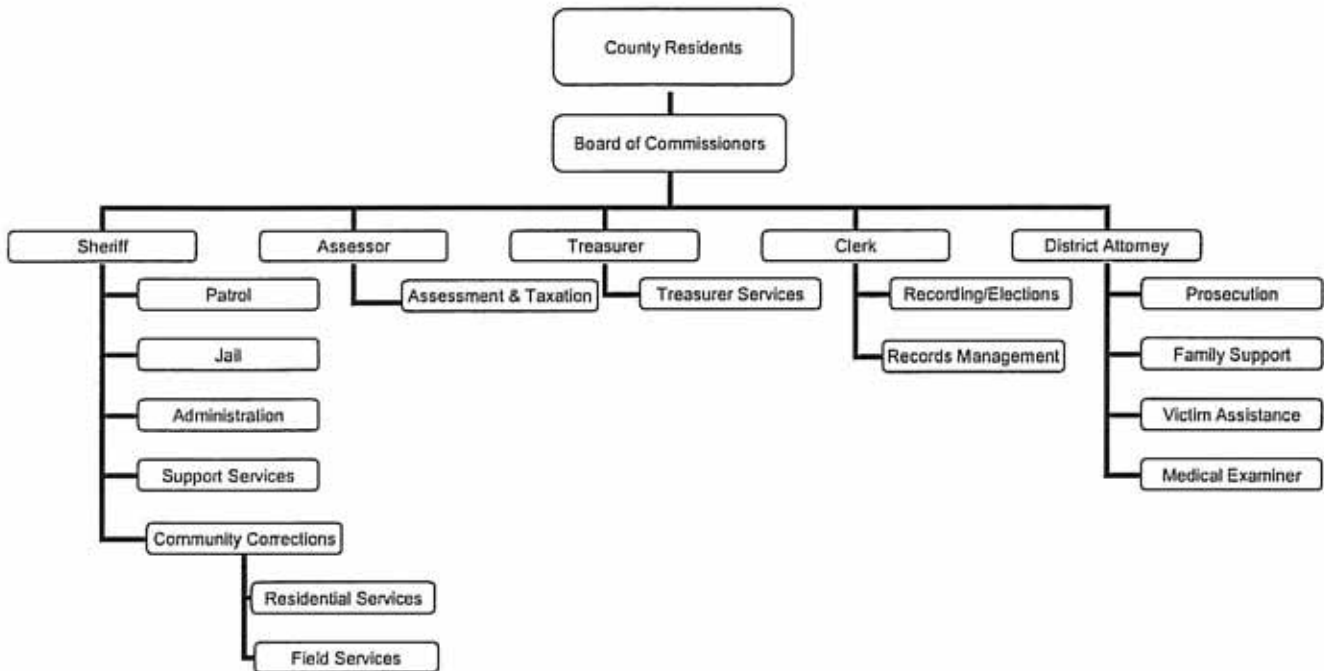
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



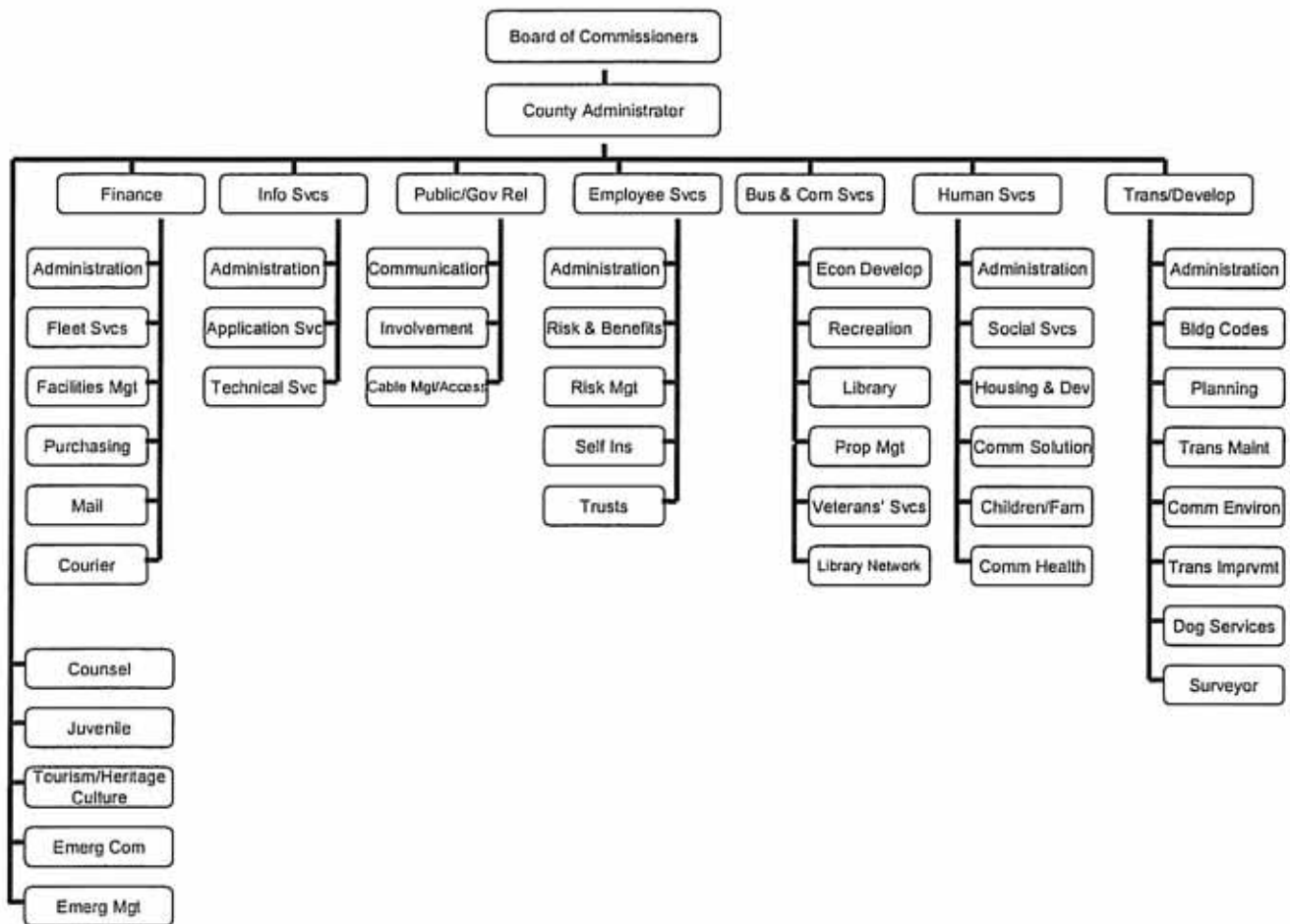
President

Executive Director

# Clackamas County Elected Officials



# All Other Departments



**CLACKAMAS COUNTY, OREGON**

**PRINCIPAL OFFICIALS**

**JUNE 30, 2008**

**BOARD OF COUNTY COMMISSIONERS**

<b><u>Title</u></b>	<b><u>Name</u></b>
Commissioner, Chair	Lynn Peterson
Commissioner	Bill Kennemer
Commissioner	Martha Schrader

**OTHER ELECTED OFFICIALS**

<b><u>Title</u></b>	<b><u>Name</u></b>
Assessor	Bob Vroman
County Clerk	Sherry Hall
District Attorney	John Foote
Sheriff	Craig Roberts
Treasurer	Shari A. Anderson

**MANAGEMENT OFFICIALS**

<b><u>Title</u></b>	<b><u>Name</u></b>
County Administrator	Jonathan A. Mantay
Finance Director	Marc Gonzales
Employee Services Director	Nancy Drury
Public and Governmental Relations Director	Elissa Gertler
Human Services Director	Cindy Becker
Transportation and Development Director	Cam Gilmour
Water Environment Services Director	Michael Kuenzi
Business and Community Services	Dan Zinzer
Interim Juvenile Director	Ellen Crawford
Emergency Management Director	Dana Robinson
County Counsel	Steven Lounsbury

**FINANCIAL SECTION**

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503.274.2849 • Fax 503.274.2853  
www.tkw.com

## INDEPENDENT AUDITOR'S REPORT

April 15, 2009

Board of County Commissioners  
of Clackamas County, Oregon  
Oregon City, Oregon

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Clackamas County, Oregon (the County) as of and for the year ended June 30, 2008, which collectively comprise the County's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component unit of the County. Those financial statements were audited by other auditors, whose report thereon has been furnished to us, and our opinions on the basic financial statements, insofar as they relate to the amounts included for the discretely presented component unit are based solely on the report of the other auditors.

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

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Clackamas County, Oregon, as of June 30, 2008, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 15, 2009 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

**INDEPENDENT AUDITOR'S REPORT (Continued)**

Board of County Commissioners  
of Clackamas County, Oregon  
April 15, 2009  
Page 2

Management's Discussion and Analysis as listed in the Table of Contents is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The Required Supplementary Information (budgetary comparison information for the General and major special revenue funds) as listed in the Table of Contents is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. This budgetary comparison information for these funds has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual non-major fund financial statements and other schedules, listed in the Table of Contents as Supplementary Information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The accompanying Introductory and Statistical Sections, as listed in the Table of Contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

**TALBOT, KORVOLA & WARWICK, LLP**  
Certified Public Accountants

By   
Timothy R. Gillette, Partner

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

## CLACKAMAS COUNTY, OREGON

### MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2008

This discussion and analysis of the Clackamas County Comprehensive Annual Financial Report (CAFR) offers readers a narrative overview of financial activities for the fiscal year ended June 30, 2008. Please read it in conjunction with the accompanying transmittal letter, the basic financial statements, and the notes to the basic financial statements. All amounts, unless otherwise indicated, are expressed in thousands of dollars. Presentation in thousands has resulted in insignificant rounding differences between Management's Discussion and Analysis and audited statements found throughout the CAFR.

The County has ten component units included in this presentation. They include nine blended components, the Clackamas County Development Agency (CCDA), Clackamas County Enhanced Law Enforcement District (CCELED) North Clackamas Park and Recreation District (NCPRD), Clackamas County Service District No. 1 (CCSD-1), a sanitary sewer district, Clackamas County Service District No. 5 (CCSD-5), a street and highway lighting district, Tri-City Service District (TCSD), a sanitary sewer district, Surface Water Management Agency of Clackamas County (SWMACC), the Housing Authority of Clackamas County, Oregon (HACC), and the Estacada Area County Service District for Library Services (EACSDLS). In addition, the Workforce Investment Council of Clackamas County, Inc. is displayed as a discrete component unit.

#### **FINANCIAL HIGHLIGHTS**

- The assets of Clackamas County exceeded its liabilities at June 30, 2008 by \$1,008,478 (reported as net assets). Of this amount, \$5,149 is restricted for future years' debt payments and \$24,194 is restricted for property acquisition and development projects.
- Total net assets increased by \$48,335 or 5.0% in fiscal year 2008. Various reasons account for the fiscal year 2008 increase in net assets which are discussed by management below.
- In governmental activities, revenue from fees, fines, and charges for services decreased by \$7,564 or 16.8% over the prior year. The economy slowed, especially during the last quarter of the fiscal year, and business activity decreased significantly. Operating Grants and Contributions increased by \$3,857 or 3.6% over the previous year as the County continues to actively pursue various state and federal grants to help fund an increasing array of services. Capital grants and contributions decreased by \$17,377 or 35.2% as the county devoted more time and effort to developing the Red Soils governmental campus complex.
- Property tax revenues increased by \$12,940 or 13.5% over the prior year. A new Public Safety Local Option Levy and continued tax base expansion, due to new construction and the annual 3% increase in taxable value for individual properties, allowed under Measure 50, was responsible for the significant increase in property tax revenue.

## CLACKAMAS COUNTY, OREGON

### MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2008

#### **FINANCIAL HIGHLIGHTS (Continued)**

- Interest and investment earnings for governmental activities decreased by \$560 or 5.3% over the prior year due to a lower rate of return on investments.
- General government expenses for governmental activities increased by \$1,469 or 3.8% from the prior year.
- Net assets for business-type activities increased by \$8,933 or 4.3% in fiscal year 2008, predominantly caused by a significant increase in revenue from fees and charges for services.
- Total assets for business-type activities increased by \$8,624 or 3.6% over the prior year and total liabilities decreased by \$309 or 1.0% in fiscal year 2008.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$166,392, a decrease of \$29,651 or 15.1%.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$17,982, or approximately 40.3% of total General Fund expenditures.

#### **OVERVIEW OF THE FINANCIAL STATEMENTS**

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

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

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

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (the governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (the business-type activities). The governmental activities of the County include general government, public

CLACKAMAS COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2008

**OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)**

**Government-wide financial statements (continued)**

safety and justice, health and social services, roads and bridges, recreation, and libraries. The business-type activities include housing and development, sanitation, surface water management, and street lighting.

The government-wide financial statements can be found on pages 15 and 16 of this report.

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

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

The County maintains sixty-one individual governmental funds. Information is presented separately in the governmental funds Balance Sheet and in the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balance for the General Fund, Community Health Fund, Sheriff Operations Fund, Community Development Fund, DTD Capital Projects Fund, and the Capital Projects Reserve Fund, all of which are considered to be major funds. Data from the remaining governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements and respective reconciliations can be found on pages 17 through 20 of this report.

CLACKAMAS COUNTY, OREGON

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2008

**OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)**

**Fund financial statements (continued)**

*Proprietary Funds.* The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its low income housing, sanitary and sewer operations, and the County's golf course. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its risk management and self-insurance activities, employee assistance programs, printing, communications and data processing, equipment, fleet, and facilities management programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as government-wide financial statements, only in more detail. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 21 through 24 of this report.

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

The basic fiduciary fund financial statements can be found on pages 25 and 26 of this report.

**Notes to the basic financial statements.** The notes provide additional information that is essential to a full understanding of the financial data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found beginning on page 27 of this report.

**Required supplementary information (RSI).** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information, specifically budgetary comparison schedules for the General and major special revenue funds. Required supplementary information can be found on pages 64 through 68 of this report.

**CLACKAMAS COUNTY, OREGON**

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**JUNE 30, 2008**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net assets may serve as a useful indicator of the County's financial position. The County's net assets increased moderately over the restated balance at the beginning of the current fiscal year. This increase arises primarily in the excess of program and general revenues over expense in the Statement of Activities and flows to the Statement of Net Assets, as shown below.

A condensed Statement of Net Assets at June 30, 2008 and 2007 follows:

	Governmental Activities		Business-Type Activities		Total	
	2008	2007 (as restated)	2008	2007 (as restated)	2008	2007 (as restated)
Current and other assets	\$ 257,869	\$ 325,728	\$ 53,960	\$ 54,314	\$ 311,829	\$ 380,042
Capital assets, non-depreciable	447,333	394,652	36,296	28,915	483,629	423,567
Capital assets, depreciable	298,580	276,203	159,388	157,791	457,968	433,994
Total assets	<u>1,003,782</u>	<u>996,583</u>	<u>249,644</u>	<u>241,020</u>	<u>1,253,426</u>	<u>1,237,603</u>
Current liabilities	84,228	121,128	7,364	5,762	91,592	126,890
Liabilities due after one year	129,816	125,119	23,540	25,451	153,356	150,570
Total liabilities	<u>214,044</u>	<u>246,247</u>	<u>30,904</u>	<u>31,213</u>	<u>244,948</u>	<u>277,460</u>
Net assets:						
Invested in capital assets, net of related debt	608,482	611,805	170,268	159,130	778,750	770,935
Restricted:						
Debt service	276	427	4,873	5,753	5,149	6,180
Acquisition and development	24,194	24,646	-	-	24,194	24,646
Unrestricted	156,786	113,458	43,599	44,924	200,385	158,382
Total net assets	<u>\$ 789,738</u>	<u>\$ 750,336</u>	<u>\$ 218,740</u>	<u>\$ 209,807</u>	<u>\$ 1,008,478</u>	<u>\$ 960,143</u>

For governmental activities, total assets increased \$7,199 or 0.7 % during fiscal 2008, owing primarily to an increase in construction in progress, due to the Red Soils campus expansion and a decrease in cash and investments.

Total net assets for governmental activities increased \$39,402 or 5.3% over the previous year. Current year growth of net assets is discussed below in the Statement of Activities section.

Business-type activities report an increase in total assets of \$8,624 or 3.6% during fiscal 2008, resulting primarily from increases in intangible assets and capital assets. Intangible assets increased by \$787 or 300.4%. In addition, land, easement and construction in progress increased \$7,380 or 25.5%, while capital assets net of depreciation increased \$1,597 or 1.0%. Overall, liabilities decreased \$309 or 1.0%



**CLACKAMAS COUNTY, OREGON**

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**JUNE 30, 2008**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)**

from the prior year, with an increase in current liabilities, and a decrease in long-term liabilities that reflects payments made on long-term debt offset by an increase in notes payable.

Total net assets for business-type activities increased \$8,933 or 4.3% over the previous year. Net asset increases are discussed in the following Statement of Activities section.

A condensed Statement of Activities for the years ended June 30, 2008 and 2007 follows:

	Governmental		Business-Type		Total	
	2008	2007	2008	2007	2008	2007
Revenues:						
Program revenues:						
Fees, fines, charges for services	\$ 37,350	\$ 44,914	\$ 39,509	\$ 28,266	\$ 76,859	\$ 73,180
Operating grants and contributions	112,139	108,282	3,006	12,781	115,145	121,063
Capital grants and contributions	31,966	49,343	9,828	13,291	41,794	62,634
General revenues:						
Property taxes	109,030	96,090	-	-	109,030	96,090
Other taxes	4,951	4,687	-	-	4,951	4,687
Gain on disposal of assets	1,888	1,255	-	-	1,888	1,255
Investment earnings	10,044	10,604	2,525	2,538	12,569	13,142
Miscellaneous	3,776	5,896	1,548	438	5,324	6,334
Total revenues	<u>311,144</u>	<u>321,071</u>	<u>56,416</u>	<u>57,314</u>	<u>367,560</u>	<u>378,385</u>
Expenses:						
General government	40,152	38,683	-	-	40,152	38,683
Public protection	88,172	80,570	-	-	88,172	80,570
Public ways and facilities	40,229	73,100	-	-	40,229	73,100
Health and sanitation	62,922	79,053	-	-	62,922	79,053
Culture and recreation	11,175	11,935	-	-	11,175	11,935
Education	7,606	9,363	-	-	7,606	9,363
Economic development	15,494	13,900	-	-	15,494	13,900
Interest and fiscal charges	6,199	1,340	-	-	6,199	1,340
Sanitary sewer and surface water	-	-	24,774	22,381	24,774	22,381
Housing assistance	-	-	18,504	17,569	18,504	17,569
Golf	-	-	2,322	2,354	2,322	2,354
Lighting	-	-	1,676	1,551	1,676	1,551
Total expenses	<u>271,949</u>	<u>307,944</u>	<u>47,276</u>	<u>43,855</u>	<u>319,225</u>	<u>351,799</u>
Increase in net assets before transfers	39,195	13,127	9,140	13,459	48,335	26,586
Transfers	207	331	(207)	(331)	-	-
Increase in net assets	<u>39,402</u>	<u>13,458</u>	<u>8,933</u>	<u>13,128</u>	<u>48,335</u>	<u>26,586</u>
Net assets, beginning of year, as previously reported	750,336	735,794	209,807	196,679	960,143	932,473
Restatement	-	1,084	-	-	-	1,084
Net assets, end of year	<u>\$ 789,738</u>	<u>\$ 750,336</u>	<u>\$ 218,740</u>	<u>\$ 209,807</u>	<u>\$ 1,008,478</u>	<u>\$ 960,143</u>

**CLACKAMAS COUNTY, OREGON**

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**JUNE 30, 2008**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)**

For governmental activities, percentage decrease in expenses was greater than percentage decrease in revenues. Total revenue decreased \$9,927 or 3.1% over the prior year. A decrease of \$7,564 or 16.8%, owing to a decrease in the demand for services as the economy began to deteriorate, was reported in fees, fines and charges for services. Growth of \$3,857 or 3.6% was reported in operating grants and contributions due, in part, to increased funding in State mental health and public health programs. Capital grants and contributions decreased by \$17,377 or 35.2% due to the completion of phases of large infrastructure projects. Growth in property taxes receipts of \$12,940 or 13.5% were related to an increase in the tax base due to the 3% annual growth permitted by statute and the institution of a new local option tax. A decrease in investment earnings in the amount of \$560 or 5.3% was caused by a general decline in interest rates during fiscal year 2008. In addition, miscellaneous revenue decreased by \$2,120 or 36.0% during the current year.

For governmental activities, total 2008 expenses decreased \$35,995 or 11.7%. Increases were reported in General Government of \$1,469 or 3.8%, in Public Protection of \$7,602 or 9.4%, Economic Development of \$1,594 or 11.5%, and in Interest and Fiscal Charges of \$4,859 or 362.6%. Decreases were reported in Public Ways and Facilities of \$32,871 or 45.0%, in Health and Sanitation of \$16,131 or 20.4%, in Culture and Recreation of \$760 or 6.4%, and in Education of \$1,757 or 18.8%. General Government expense increased because of the accrual of OPEB cost, without this accrual, the expense would have decreased by approximately 5.0%. Public Protection expense increased primarily at the Sheriff's Office, with the growth in spending funded by the new public safety local option tax revenue. Public Ways and Facilities expense decreased as the majority of work this year was for construction in progress on the next phase of the Red Soils campus complex, and was capitalized. In Health and Sanitation the decrease reflected the reduction in mental and public health funding and the beginning of economies to be realized by closing County clinics and outsourcing services. Culture and Recreation expense decreased as NCPRD purchased land for a new park. Economic Development expense increased due to continued redevelopment projects in the Clackamas Town Center area. In Interest and Fiscal Charges, the costs associated with new issues led to a significant increase in expense.

For business-type activities, the excess of program revenues over program expenses was \$5,104 in Sanitary Sewer and Surface Water, which was a decrease of \$4,554 or 47.1% over the prior year. The excess of program revenues over program expenses was \$480 in Golf, which was a decrease of \$248 or 34.1% over the prior year. The excess of program revenues over program expenses was \$46 in Lighting, which was a decrease of \$416 or 90.0% over the prior year. Earnings on investments amounted to \$2,525, which was a decrease of \$13 or 0.5% over the prior year. Offsetting these increases to net assets was a deficit in the Housing Assistance program of \$(563). This deficit was an increase of \$(198) or 54.2% from the prior year. Transfers out to governmental activities were \$207, which was a decrease of \$124 or 37.5% from the prior year. Please see the Statement of Revenues, Expenses, and Changes in Fund Net Assets, Proprietary Funds, for more detail relating to business-type activities.

**CLACKAMAS COUNTY, OREGON**

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**JUNE 30, 2008**

**FUND ANALYSIS**

The primary fund of the County, the General Fund, ended a year of operations with an increase in fund balance of \$2,414 or 15.5%. Total revenues in the General Fund increased \$1,286 or 1.1% over the prior year, due primarily to increases in property taxes of \$3,846 or 5.0% and miscellaneous of \$1,416 or 11.0%, offset by decreases in other taxes of \$30 or 1.6%, in licenses and permits of \$136 or 10.0%, in fines, forfeitures, and penalties of \$74 or 9.8%, in interest of \$76 or 6.8%, in intergovernmental revenue of \$3,616 or 26.0%, and in charges for services of \$44 or 0.3%. Charges for services to other County funds revenue increased \$474 or 5.2% over the prior year; however this was partially offset by a decrease in charges for services to others in the amount of \$518 or 12.5%. Expenditure decreases of \$2,223 or 4.7% during the year were primarily in County administration and departments and the operations under the various elected officials.

The Community Health Fund reported an ending fund balance of \$3,787, which was an increase of \$2,287 or 152.5% from the prior year ending fund balance. Revenues decreased \$25,134 or 41.6% over prior year revenues, with a decline in State funding for mental health services and for low-income patients of the County's clinics. A decline in expenditures of \$25,853 or 40.4% of prior year expenditures kept pace with the decline in revenue. The decrease was 8.8% in personal services with the elimination of several full-time staff positions, 58.9% in materials and services related to programs for children, the developmentally disabled, and services to low-income patients and the decrease was 100.0% in capital outlay for the current fiscal year.

The Sheriff Operations Fund experienced an increase in fund balance of \$358 or 13.1% of prior year ending fund balance as restated. Revenues increased by \$984 or 8.4%, with an increase in the recovery of costs on local intergovernmental contracts of \$571 or 11.6% and various reimbursements for services up \$683 or 18.4%. Expenditures, decreased at a rate of 1.3% or \$709, with decreases in Investigation expense, the Jail, the Marine Board and Operations offset by a small increase in all other departments. The Jail saw the largest decrease of \$1,020 or 6.3%, as personnel costs were reduced by \$923 or 2.2%. Also noteworthy is the increase for the third year in a row of transfers from the General Fund of \$1,695 or 4.3% to keep jail beds open.

The Community Development Fund reports an ending fund balance of zero, which is unchanged from 2007, as designated revenues are matched to expenditures. The expenditures in the fund decreased by \$1,579 or 27.3% from the prior year's level due to the timing of several major community projects.

The fund balance of the DTD Capital Projects Fund decreased \$671 or 69.5% over 2007. Revenues, chiefly development charges and State transportation monies, increased by \$818 or 3.8%. Expenditures, chiefly road construction in the Sunset Corridor, increased by \$8,113 or 39.6% as phases of various projects were completed.

## CLACKAMAS COUNTY, OREGON

### MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2008

#### **FUND ANALYSIS (Continued)**

The Capital Projects Reserve Fund experienced a decrease in fund balance of \$35,271 or 94.8% over the prior year. Expenditures increased by \$15,978 or 69.1% over the prior year, with the majority going to fund construction of the Development Services Building. Expenditures for capital outlay exceeded the amount budgeted by \$2,967 because amounts in excess of \$4,100 that were budgeted to Materials and Services were tracked as projects and inadvertently posted to capital outlay.

Of the nonmajor funds, significant increases in fund balance occurred in the Road Fund of \$3,499 or 33.6%, the North Clackamas Parks and Recreation District Capital Projects Fund of \$4,305 or 540.7%, and the Clackamas Industrial Development Area Fund of \$7,492 or 184.5%.

Among the nonmajor special revenue funds, only the Transportation System Development Charge Fund and the Employer Contribution Reserve Fund experienced significant decreases, with the former declining \$1,406 or 9.0% because of road maintenance and debt payments and the latter declining \$1,297 or 100.0% because of transfers out to close the fund. Among the nonmajor debt service funds, only the Clackamas Industrial Area Tax Increment Fund experienced a significant decrease of \$13,577 or 47.1% because of transfers out to other funds. Among the nonmajor projects funds, only the Clackamas Town Center Development Area Fund experienced a significant decrease of \$1,887 or 9.4% because of various projects under way and completed at the Town Center Mall.

There were expenditures in excess of budget in the amount of \$179 for materials and services in both the Parks Fund, caused by excess expenditures for consulting, internal County contracted services, and maintenance and the County Payments Account Project Fund, caused by excess program expenditures. The Clackamas Town Center Tax Increment Fund had expenditures in excess of budget for debt service caused by the budget not being updated after the debt service schedule for the 2007 urban renewal bonds became available. The NCPRD Fund had expenditures in excess of budget in the amount of \$188 for operations at the Aquatic Park, primarily caused by charges related to the lease of the Tsunami Café by an outside management firm. The Clackamas County Enhanced Law Enforcement District (ELED) had expenditures in excess of budget in the amount of \$110 for debt service because part of the debt service was budgeted to be paid out of the Sheriff's Fund, but had to be paid out of ELED because that is the fund in which the debt is recorded.

#### **General Fund Budgetary Highlights**

The General Fund budget was amended only minimally during the year. The emergency management program materials and supplies budget was increased by \$113 or 940.0%. The non-departmental contingency budget was increased by \$540 or 97.1%. Other budget amendments were small and limited in number.

**CLACKAMAS COUNTY, OREGON**

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**JUNE 30, 2008**

**FUND ANALYSIS (Continued)**

**General Fund Budgetary Highlights (Continued)**

Total revenues in the General Fund were under budget by \$1,119 or 0.9%. Property taxes and charges for services to other County funds exceeded budget by \$2,462 or 3.1% and \$856 or 9.8%, respectively. Intergovernmental federal revenues were under budget due to the timing of public protection projects. Miscellaneous revenues were under budget \$1,464 or 19.1% due to lower than expected payroll reimbursements from component units also reporting below budget personnel expense. Positive expenditure variances were in all general government categories except the Board of County Commissioners, which exceeded budget by an immaterial amount. Total expenditures in the General Fund were \$17,783 or 28.5% under budget. Overall the General Fund experienced an increase in fund balance on the budgetary basis of \$2,464 or 16.7%.

**CAPITAL ASSETS**

Governmental activities as of June 30, 2008 had invested \$745,912 in capital assets net of depreciation. This was an increase of \$75,058 or 11.2% over the prior year. Roads infrastructure net of depreciation decreased \$3,557 or 1.9% during the year, \$13,807 in depreciation was recorded for the roads network. Land right-of-ways increased \$13,577 during the year. Construction in progress increased \$30,270, with the majority of this for Sunnyside Road improvements and the Development Services Building. Many smaller projects throughout the County account for the balance of additions to construction in progress.

For business type activities, capital assets net of depreciation increased \$8,977 or 4.8% over the prior year. Construction in progress increased \$7,406 from water system and low income housing projects. Plants and line system net of depreciation increased \$3,018. Accumulated depreciation increased \$8,096. Please see Note 1 for capital asset policy and Note 4 for capital asset activity.

A condensed schedule of capital assets, net of depreciation, for June 30, 2008 and 2007 follows:

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Land and right of way	\$ 354,049	\$ 331,638	\$ 16,095	\$ 16,121	\$ 370,144	\$ 347,759
Construction in progress	93,283	63,013	20,201	12,795	113,484	75,808
Buildings and improvements	78,468	51,720	15,510	17,509	93,978	69,229
Equipment and vehicles	18,916	19,470	1,591	920	20,507	20,390
Plants and line systems	-	-	141,046	138,028	141,046	138,028
Bridges	13,209	13,379	-	-	13,209	13,379
Roads	186,674	190,231	-	-	186,674	190,231
Street lighting poles	-	-	1,240	1,333	1,240	1,333
Drainage systems	1,313	1,404	-	-	1,313	1,404
Total	<u>\$ 745,912</u>	<u>\$ 670,855</u>	<u>\$ 195,683</u>	<u>\$ 186,706</u>	<u>\$ 941,595</u>	<u>\$ 857,561</u>

**CLACKAMAS COUNTY, OREGON**

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**JUNE 30, 2008**

**DEBT ADMINISTRATION**

During fiscal year 2008 the North Clackamas Park and Recreation District issued full faith and credit bonds in the amount of \$8,000 to finance the creation of a new park. Under state law, the County has a debt limitation of 2% of the real market value of taxable property in Clackamas County. At June 30, 2008, the County was well below the legal limitation imposed under state law. Please see Note 7 for additional detail relating to long-term debt. Following is a condensed schedule of long-term debt as of June 30, 2008 and 2007:

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Bonds payable:						
Revenue bonds	\$ 36,417	\$ 42,058	\$ 17,985	\$ 19,215	\$ 54,402	\$ 61,273
General obligation bonds	1,790	1,835	-	-	1,790	1,835
Full faith and credit obligations	78,415	73,575	5,400	5,645	83,815	79,220
Bancroft tax assessment bonds	1,400	1,400	-	320	1,400	1,720
Premiums	238	231	-	-	238	231
Discount	-	-	(183)	(193)	(183)	(193)
Deferred amount on refunding	-	-	(444)	(545)	(444)	(545)
Total bonds payable	118,260	119,099	22,758	24,442	141,018	143,541
Other long-term debt:						
Contracts, notes and loans payable	12,933	13,785	3,062	2,805	15,995	16,590
Capital leases	40	79	-	-	40	79
Total long-term debt	\$ 131,233	\$ 132,963	\$ 25,820	\$ 27,247	\$ 157,053	\$ 160,210

**ECONOMIC FACTORS**

Property taxes represent a significant revenue source for governmental activities. Approximately 83.9 percent of general revenues reported for the County as a whole in the Statement of Activities are property taxes. Approximately 35.0 percent of total revenues reported for governmental activities are property tax revenues. Because the County is dependent upon taxes, it is appropriate to discuss the continued effect of Measure 50. The 1997 property tax limitation rolled back assessed values to 90 percent of 1995-96 levels, established permanent tax rates and limited assessed value growth for individual properties to 3 percent per year. Certain taxes, such as those levied to pay bonded debt, were exempted from Measure 50 reductions.

Property tax growth for the County and component units was 13.4 percent for the year; however, if property tax revenue from the new Public Safety Local Option Levy is removed from the results, then property tax growth for the County and component units was 5.6 percent, with results varying depending upon the district. The Enhanced Law Enforcement District reported tax growth of \$188 or 4.2 percent, due to growth in assessed value resulting from the revitalization of the Clackamas Town Center area. The Clackamas County Development Agency reported an increase in overall tax revenue of \$161 or 1.7 percent, as property tax revenue decreased by \$900 in the Government Camp Redevelopment Area.

**CLACKAMAS COUNTY, OREGON**

**MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**JUNE 30, 2008**

**ECONOMIC FACTORS (Continued)**

Many County programs, particularly Human Services and Community Corrections, are supported largely by Oregon State revenues, which in turn are income tax based and dependent on a healthy employment picture. Indicators at the State level are helpful in predicting future County revenues. Year over year employment growth which had been above 2.0 percent since the second quarter of 2004 has turned around sharply since the end of the 2008 fiscal year. This has led to State income tax collections falling markedly for the two year State budgetary period, ending June 30, 2009. Oregon is now expecting a significant shortfall in revenue for the 2007-2009 biennium, although this will be relieved somewhat by the new federal stimulus package. It appears extremely likely that state funding available to the County going forward will be significantly less than the funding level for the 2008 fiscal year.

Citizens passed the Public Safety Local Option Levy in November 2006, referred to above. This measure allows taxes in excess of the tax base for a five year fiscal period from 2008 through 2012. Money raised by the measure will open existing jail beds, increase the number of patrol deputies, and fund greater enforcement for methamphetamine related crimes.

The County continues to evaluate and balance available revenue against expenditures and service levels, and to seek operating efficiencies. Management emphasizes sound financial and operational decision-making with a focus on strategic thinking and planning. Key objectives at present include focusing programs and services to promote the County's core mission and development of a financial plan that fosters sustainability for the next three to five years.

**BASIC FINANCIAL STATEMENTS**



**CLACKAMAS COUNTY, OREGON**

**STATEMENT OF NET ASSETS**

**JUNE 30, 2008**

	Governmental Activities	Business-Type Activities	Total Primary Government	Workforce Investment Council of Clackamas County, Inc.
<b>ASSETS</b>				
Cash and investments	\$ 210,905,417	\$ 49,921,244	\$ 260,826,661	\$ 20,926
Taxes receivable	5,395,304	2,291	5,397,595	-
Accounts receivable, net	3,589,373	882,910	4,472,283	-
Assessments receivable including interest, net	935,307	1,418,895	2,354,202	-
Grants receivable	13,221,434	-	13,221,434	914,496
Notes and contracts receivable	7,359,511	40,350	7,399,861	-
Internal balances	1,672,948	(1,672,948)	-	-
Other assets	1,141,788	2,010,074	3,151,862	11,291
Land held for resale	12,976,941	-	12,976,941	-
Unamortized bond discount and issuance cost	671,473	308,227	979,700	-
Intangible assets, net	-	1,049,358	1,049,358	-
Capital assets:				
Land, easement and construction in progress	447,332,860	36,295,726	483,628,586	-
Other, net of accumulated depreciation	298,579,637	159,387,757	457,967,394	12,079
<b>TOTAL ASSETS</b>	<b>1,003,781,993</b>	<b>249,643,884</b>	<b>1,253,425,877</b>	<b>958,792</b>
<b>LIABILITIES</b>				
Accounts and claims payable	22,942,606	3,183,119	26,125,725	925,105
Accrued payroll	8,223,455	367,202	8,590,657	14,041
Deposits	987,659	158,938	1,146,597	-
Unearned revenue	34,978,741	300,058	35,278,799	-
Accrued interest payable	540,071	127,649	667,720	-
Other current liabilities	180,620	770,622	951,242	-
Long-term liabilities:				
Portion due or payable within one year:				
Compensated absences	7,232,000	132,167	7,364,167	-
Bonds payable	8,263,768	1,434,553	9,698,321	-
Contracts and loans payable	838,709	241,671	1,080,380	-
Notes payable	-	648,047	648,047	-
Capital leases payable	40,059	-	40,059	-
Portion due or payable after one year:				
Compensated absences	1,037,210	44,056	1,081,266	-
Bonds payable	109,996,780	21,323,706	131,320,486	-
Contracts and loans payable	12,094,107	2,171,992	14,266,099	-
OPEB liability	6,687,646	-	6,687,646	-
<b>TOTAL LIABILITIES</b>	<b>214,043,431</b>	<b>30,903,780</b>	<b>244,947,211</b>	<b>939,146</b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	608,482,281	170,268,221	778,750,502	-
Restricted:				
Debt service	276,177	4,872,482	5,148,659	-
Acquisition and development	24,194,094	-	24,194,094	-
Unrestricted	156,786,010	43,599,401	200,385,411	19,646
<b>TOTAL NET ASSETS</b>	<b>\$ 789,738,562</b>	<b>\$ 218,740,104</b>	<b>\$ 1,008,478,666</b>	<b>\$ 19,646</b>

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

**CLACKAMAS COUNTY, OREGON**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2008**

ACTIVITIES	Program Revenues				Net Revenue (Expense) and Change in Net Assets			Component Unit
	Expenses	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		WICCO	
					Governmental Activities	Business-Type Activities		
<b>Primary government:</b>								
Governmental activities								
General government	\$ 40,152,015	\$ 11,945,557	\$ 11,400,417	\$ -	\$ (16,806,041)	\$ -	\$ (16,806,041)	\$ -
Public protection	68,172,022	4,171,464	16,152,222	-	(67,848,336)	-	(67,848,336)	-
Public ways and facilities	40,228,623	6,894,044	18,327,312	31,966,004	16,958,737	-	16,958,737	-
Health and sanitation	62,921,860	8,167,104	51,269,199	-	(3,485,557)	-	(3,485,557)	-
Culture and recreation	11,174,891	5,202,642	2,354,901	-	(3,617,348)	-	(3,617,348)	-
Education	7,606,669	350,353	1,578,979	-	(5,677,337)	-	(5,677,337)	-
Economic development	15,494,522	618,525	11,055,647	-	(3,820,350)	-	(3,820,350)	-
Interest and fiscal charges	6,198,736	-	-	-	(6,198,736)	-	(6,198,736)	-
Total governmental activities	271,949,338	37,349,689	112,138,677	31,966,004	(90,494,968)	-	(90,494,968)	-
Business-type activities								
Sanitary sewer and surface water	24,773,913	20,495,448	-	9,382,069	-	5,103,604	5,103,604	-
Housing assistance	18,504,232	14,489,369	3,006,230	445,825	-	(562,808)	(562,808)	-
Golf	2,321,301	2,801,556	-	-	-	480,255	480,255	-
Lighting	1,676,281	1,722,537	-	-	-	46,256	46,256	-
Total business type activities	47,275,727	39,508,910	3,006,230	9,827,894	-	5,067,307	5,067,307	-
Total primary government	\$ 319,225,065	\$ 76,858,599	\$ 115,144,907	\$ 41,793,898	(90,494,968)	5,067,307	(85,427,661)	-
<b>Component unit:</b>								
Workforce Investment Council of Clackamas County, Inc.	\$ 3,466,822	\$ -	\$ 3,466,917	\$ -	-	-	-	2,095
<b>GENERAL REVENUES</b>								
Property taxes levied for:								
General purposes					81,960,906	-	81,960,906	-
Public protection					12,507,284	-	12,507,284	-
Culture and recreation					4,645,560	-	4,645,560	-
Redevelopment districts					9,801,576	-	9,801,576	-
Library debt service					114,941	-	114,941	-
Other taxes not restricted to specific programs					4,951,117	-	4,951,117	-
Gain on disposal of assets					1,887,760	-	1,887,760	-
Earnings on investments					10,043,884	2,524,996	12,568,880	-
Miscellaneous					3,776,380	1,548,189	5,324,569	-
<b>TRANSFERS</b>					207,317	(207,317)	-	-
Total general revenues and transfers					129,896,725	3,865,868	133,762,593	-
<b>CHANGE IN NET ASSETS</b>					39,401,757	8,933,175	48,334,932	2,095
<b>NET ASSETS, June 30, 2007, as previously reported</b>					749,252,527	209,806,929	959,059,456	17,551
<b>RESTATEMENT</b>					1,084,278	-	1,084,278	-
<b>NET ASSETS, June 30, 2007, as restated</b>					750,336,805	209,806,929	960,143,734	17,551
<b>NET ASSETS, June 30, 2008</b>					\$ 789,738,562	\$ 218,740,104	\$ 1,008,478,666	\$ 19,646

**CLACKAMAS COUNTY, OREGON**  
**GOVERNMENTAL FUNDS**  
**BALANCE SHEET**  
**JUNE 30, 2008**

	General Fund	Community Health Fund	Sheriff Operations Fund	Community Development Fund	Capital Projects Fund	DTD Fund	Capital Projects Reserve Fund	Non-Major Funds	Totals
<b>ASSETS:</b>									
Cash and investments	\$ 19,460,356	\$ 2,537,442	\$ 3,669,130	\$ 292,912	\$ 23,064,989	\$ 5,715,365	\$ 143,633,733	\$ 198,373,927	
Taxes receivable	4,140,990	-	-	-	-	-	1,254,324	5,395,304	
Accounts receivable	705,526	407,037	579,267	-	257,873	535	1,381,992	3,332,230	
Assessments receivable	-	-	-	-	-	-	935,307	935,307	
Grants receivable	217,012	4,844,983	95,467	372,362	3,159,358	12,548	4,519,704	13,221,434	
Notes and contracts receivable	-	-	-	6,863,428	-	-	496,083	7,359,511	
Due from other funds	2,810,472	2,201,184	1,740,105	49,826	2,018,367	33,260	4,962,792	13,816,006	
Land held for resale	-	-	-	-	263,097	-	-	12,976,941	
Other assets	120,972	376	22,473	-	-	-	799,563	943,384	
Interfund loan receivable	147,198	-	-	664,681	-	-	450,000	1,261,879	
<b>TOTAL ASSETS</b>	<b>\$ 27,602,516</b>	<b>\$ 9,991,022</b>	<b>\$ 6,106,442</b>	<b>\$ 8,243,209</b>	<b>\$ 28,763,684</b>	<b>\$ 5,761,708</b>	<b>\$ 171,147,342</b>	<b>\$ 257,615,923</b>	

**LIABILITIES AND FUND BALANCES**

<b>Liabilities:</b>									
Book overdrift	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,145,188
Accounts payable	3,425,474	1,916,577	667,340	114,426	2,906,578	3,706,581	5,284,275	18,001,251	
Accrued payroll	1,707,462	977,601	1,880,774	32,358	-	-	3,005,644	7,603,839	
Due to other funds	312,156	80,990	480,762	92,422	1,493,214	14,916	10,460,072	12,934,532	
Deposits	48,998	2,983	-	-	-	-	935,678	987,659	
Deferred revenue	4,126,235	3,225,703	-	8,004,003	24,029,180	90,016	9,298,082	48,773,219	
Other liabilities	-	-	-	-	40,000	5,890	134,730	180,620	
Interfund loans payable	-	-	-	-	-	-	597,198	597,198	
<b>TOTAL LIABILITIES</b>	<b>9,620,325</b>	<b>6,203,854</b>	<b>3,028,876</b>	<b>8,243,209</b>	<b>28,468,972</b>	<b>3,817,403</b>	<b>31,840,867</b>	<b>91,223,506</b>	

**Fund balances:**

- Reserved for land held for resale
- Reserved for loan receivable
- Unreserved
- Unreserved reported in non-major funds:
- Special revenue funds
- Debt service funds
- Capital project funds

	17,982,191	3,787,168	3,077,566	-	284,712	1,944,305	139,306,475	166,392,417	
<b>TOTAL FUND BALANCES</b>	<b>\$ 27,602,516</b>	<b>\$ 9,991,022</b>	<b>\$ 6,106,442</b>	<b>\$ 8,243,209</b>	<b>\$ 28,763,684</b>	<b>\$ 5,761,708</b>	<b>\$ 171,147,342</b>	<b>\$ 257,615,923</b>	

CLACKAMAS COUNTY, OREGON

RECONCILIATION OF GOVERNMENTAL FUNDS  
BALANCE SHEET TO STATEMENT OF NET ASSETS

JUNE 30, 2008

<b>TOTAL FUND BALANCE</b>		<b>\$ 166,392,417</b>
Total net assets shown in the Statement of Net Assets and the Statement of Activities are different because:		
Capital assets are not financial resources for budgetary purposes and therefore are not reported in the governmental funds.		740,373,031
A portion of the County's receivables are collected after year-end; but they are not collected soon enough to be available as financial resources for the current year. The revenues related to these receivables are deferred and not reported in the governmental funds.		13,794,478
Compensated absences are not recorded as governmental fund liabilities		(7,640,543)
Long-term assets, such as bond discount and issuance costs, are not reported as governmental fund assets and liabilities not payable in the current year are not reported as governmental fund liabilities. Interest on long-term debt is not accrued in the governmental funds, but rather is recognized as an expenditure when it is due. These long-term assets and liabilities consist of:		
Bond discount and issuance costs	671,473	
Accrued interest payable	(540,071)	
Bonds payable, net of bond premium	(118,260,548)	
Contracts, notes, and loans payable	(12,932,816)	
Capital leases payable	(40,059)	
Total effect of long-term assets and liabilities		(131,102,021)
OPEB liability is not recognized as a governmental fund liability		(6,687,646)
Internal service funds are used by management to charge the costs of insurance, facilities management, risk management, and other services to individual funds. Their assets and liabilities are included in the Statement of Net Assets.		<u>14,608,846</u>
<b>TOTAL NET ASSETS</b>		<b><u>\$ 789,738,562</u></b>

**CLACKAMAS COUNTY, OREGON**  
**GOVERNMENTAL FUNDS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	General Fund	Community Health Fund	Sheriff Operations Fund	Community Development Fund	Capital Projects Fund	DTD Capital Projects Fund	Capital Projects Reserve Fund	Non-Major Funds	Totals
<b>REVENUES:</b>									
Property taxes:	\$ 81,044,472	\$ -	\$ 89	\$ -	\$ -	\$ -	\$ -	\$ 28,623,242	\$ 107,667,803
Other taxes	1,889,248	-	-	-	-	-	-	3,061,869	4,951,117
Licenses and permits	1,220,473	724,800	162,055	-	1,048,490	-	-	12,170,809	15,332,627
Fines, forfeitures, and penalties	675,599	-	80,483	-	-	-	-	966,780	1,722,852
Special assessment collections	-	-	-	-	-	-	-	155,239	155,239
Interest	1,038,490	136,065	18,177	-	-	-	1,788,754	6,338,352	9,319,838
Intergovernmental	10,308,889	26,385,327	6,471,059	6,038,355	12,573,336	-	459,473	70,947,293	133,182,832
Charges for services	13,207,730	7,735,943	1,383,565	52,512	8,325,313	-	48,400	20,901,446	51,654,909
Contributions	-	1,863	15,388	-	-	-	-	297,383	314,634
Miscellaneous	14,293,603	357,563	4,571,007	-	234,732	-	-	2,108,993	21,565,888
<b>TOTAL REVENUES</b>	<b>123,684,594</b>	<b>35,341,561</b>	<b>12,701,823</b>	<b>6,090,867</b>	<b>22,181,871</b>	<b>-</b>	<b>2,295,627</b>	<b>143,571,396</b>	<b>345,867,739</b>
<b>EXPENDITURES:</b>									
Current:									
General government	42,543,206	-	-	-	-	-	-	8,627,170	51,170,376
Public protection	-	-	52,653,524	-	-	-	-	37,210,825	89,864,349
Public ways and facilities	-	-	-	-	1,532,193	-	5,121,256	30,449,144	37,102,593
Health and sanitation	-	38,099,012	-	-	-	-	-	35,409,326	73,508,338
Economic development	-	-	-	4,203,442	-	-	-	15,420,807	19,624,249
Culture and recreation	1,956,434	-	-	-	-	-	-	11,211,635	13,168,069
Education	-	-	-	-	-	-	-	7,613,070	7,613,070
Debt service:									
Principal	-	-	-	-	-	-	-	9,657,334	9,657,334
Interest and fiscal charges	-	-	-	-	-	-	-	6,182,175	6,182,175
Capital outlay	146,472	-	47,255	-	27,087,520	-	33,969,939	19,463,825	80,735,011
<b>TOTAL EXPENDITURES</b>	<b>44,646,112</b>	<b>38,099,012</b>	<b>52,700,779</b>	<b>4,203,442</b>	<b>28,619,713</b>	<b>-</b>	<b>39,091,195</b>	<b>177,731,869</b>	<b>385,092,122</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>79,038,482</b>	<b>(2,757,451)</b>	<b>(39,998,956)</b>	<b>1,887,425</b>	<b>(6,437,842)</b>	<b>-</b>	<b>(36,795,568)</b>	<b>(34,160,473)</b>	<b>(39,224,383)</b>
<b>OTHER FINANCING SOURCES (USES):</b>									
Bond issuance	-	-	-	-	-	-	-	8,000,000	8,000,000
Bond premium	-	-	-	-	-	-	-	17,998	17,998
Proceeds from sale of capital assets	165	3,841	22,900	-	-	-	-	2,243,915	2,270,821
Transfers in	3,827,339	5,040,686	41,090,917	88,900	6,376,017	-	1,524,340	59,514,109	117,462,308
Transfers out	(80,451,796)	-	(757,093)	(1,976,325)	(609,227)	-	-	(34,383,423)	(118,177,864)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(76,624,292)</b>	<b>5,044,527</b>	<b>40,356,724</b>	<b>(1,887,425)</b>	<b>5,766,790</b>	<b>-</b>	<b>1,524,340</b>	<b>35,392,599</b>	<b>9,573,263</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>2,414,190</b>	<b>2,287,076</b>	<b>357,768</b>	<b>-</b>	<b>(671,052)</b>	<b>-</b>	<b>(35,271,228)</b>	<b>1,232,126</b>	<b>(29,651,120)</b>
<b>FUND BALANCE, June 30, 2007, as previously reported</b>	<b>15,568,001</b>	<b>1,500,092</b>	<b>1,635,520</b>	<b>-</b>	<b>965,764</b>	<b>-</b>	<b>37,215,533</b>	<b>138,074,349</b>	<b>194,959,259</b>
<b>RESTATEMENT</b>	<b>-</b>	<b>-</b>	<b>1,084,278</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,084,278</b>
<b>FUND BALANCE, June 30, 2007, as restated</b>	<b>15,568,001</b>	<b>1,500,092</b>	<b>2,719,798</b>	<b>-</b>	<b>965,764</b>	<b>-</b>	<b>37,215,533</b>	<b>138,074,349</b>	<b>196,043,537</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ 17,982,191</b>	<b>\$ 3,787,168</b>	<b>\$ 3,077,566</b>	<b>\$ -</b>	<b>\$ 284,712</b>	<b>\$ -</b>	<b>\$ 1,944,305</b>	<b>\$ 139,300,475</b>	<b>\$ 166,392,417</b>

CLACKAMAS COUNTY, OREGON  
RECONCILIATION OF STATEMENT OF  
REVENUES, EXPENDITURES, AND CHANGES IN FUND  
BALANCE OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2008

<b>NET CHANGE IN FUND BALANCES</b>	<b>\$(29,651,120)</b>
The change in net assets reported in the Statement of Activities is different because:	
Government funds report capital outlay as expenditures. However, in the Statement of Activities the cost of those assets is capitalized. Their value is allocated over their estimated useful lives and reported as depreciation expense.	
Capital outlay	\$ 96,196,925
Depreciation	<u>(21,514,512)</u> 74,682,413
Disposals of capital assets	(300,893)
Long-term debt principal payments are recorded as expenditures in the governmental funds and issuance of long-term debt is recorded as an other financing source. In the Statement of Activities issuance of long-term debt reduces net assets and the payment of long-term debt principal increases net assets.	
Issuance of long-term debt	(8,000,000)
Payment of long-term debt principal	8,845,526
Bond premium	(6,788)
Cost of issuing new debt is recorded as an expenditure in the governmental funds but is capitalized and amortized over the life of the bonds in the Statement of Activities.	(17,973)
Capital lease and contract principal payments are recorded as expenditures in the governmental funds and issuance of capital leases and contracts are recorded as an other financing source. In the Statement of Activities issuance of capital leases and contracts reduces net assets and the payment of capital lease and contract principal increases net assets.	
Payment of capital lease and contract principal	890,756
In the Statement of Activities interest is accrued on long-term debt and capital leases and the expense reduces net assets. In the governmental funds interest expense is only recognized when it is due.	6,717
Receivables that do not meet the measurable and available criteria are not recognized as revenue in the current year in the governmental funds. In the Statement of Activities they are recognized as revenue when levied or earned.	2,051,909
Compensated absences are recognized as expenditures in the governmental funds when they are paid. In the Statement of Activities compensated absences are recognized as expenses when they are earned.	(12,282)
Accrued interest receivable on notes and contracts receivable is recognized as revenue when collected in the governmental funds and as earned in the Statement of Net Assets.	(473,796)
OPEB expense not recognized on the governmental fund statements	(6,687,646)
Internal service funds are used by management to charge the costs of insurance, facilities management, risk management, and other services to individual funds. The net income of internal service funds is reported as a governmental activity.	<u>(1,925,066)</u>
<b>CHANGE IN NET ASSETS</b>	<b><u>\$ 39,401,757</u></b>

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

**CLACKAMAS COUNTY, OREGON**  
**PROPRIETARY FUNDS**  
**STATEMENT OF FUND NET ASSETS**  
**JUNE 30, 2008**

	Business Type Activities - Enterprise Funds						Governmental Type Activities	
	Clackamas County Service District No. 1	Clackamas County Service District No. 5	Tri-City Service District	Surface Water Management Agency of Clackamas County	Housing Authority of Clackamas County	Stone Creek Golf Course Fund	Totals	Internal Service Funds
<b>ASSETS</b>								
Current assets:								
Cash and cash equivalents	\$ 3,538,112	\$ 1,204,873	\$ 10,971,058	\$ 200,867	\$ 1,323,733	\$ 98,807	\$ 17,337,450	\$ 14,676,678
Cash with fiscal agent	-	-	-	-	462,641	-	462,641	-
Investments	22,223,889	-	-	-	4,102,161	-	26,326,050	-
Accounts receivable, net	-	-	639,164	11,002	174,230	-	824,396	257,143
Taxes receivable	-	-	2,291	-	-	-	2,291	-
Assessments receivable	62,007	85,161	-	-	-	-	147,168	-
Due from other funds	-	-	-	-	-	-	-	754,929
Other assets	1,681,309	-	2,122	2,624	110,080	213,939	2,010,074	198,404
Current assets - unrestricted	27,505,317	1,290,034	11,614,635	214,493	6,172,845	312,746	47,110,070	15,887,154
Restricted current assets:								
Cash and cash equivalents	1,785,864	-	57,791	-	2,431,936	-	4,275,591	-
Cash with fiscal agent	-	-	-	-	1,519,512	-	1,519,512	-
Current assets - restricted	1,785,864	-	57,791	-	3,951,448	-	5,795,103	-
Total current assets	29,291,181	1,290,034	11,672,426	214,493	10,124,293	312,746	52,905,173	15,887,154
Noncurrent assets:								
Connection charges receivable	59,514	-	-	-	-	-	59,514	-
Assessments receivable	1,271,727	-	-	-	-	-	1,271,727	-
Contracts receivable	40,350	-	-	-	-	-	40,350	-
Capital assets, net	122,745,201	1,239,724	43,486,952	85,966	20,728,909	7,396,721	195,683,483	5,539,466
Intangible assets, net	801,716	-	247,642	-	-	-	1,049,358	-
Unamortized bond discount and issuance cost	56,194	-	-	-	232,003	20,030	308,227	-
Noncurrent assets - unrestricted	124,973,702	1,239,724	43,734,604	85,966	20,960,912	7,416,751	198,411,659	5,539,466
<b>TOTAL ASSETS</b>	<b>154,264,883</b>	<b>2,529,758</b>	<b>55,407,030</b>	<b>300,459</b>	<b>31,085,205</b>	<b>7,729,497</b>	<b>251,316,832</b>	<b>21,426,620</b>
<b>LIABILITIES</b>								
Current liabilities:								
Accounts and claims payable	1,986,599	61,897	208,391	27,417	878,815	-	3,183,119	4,941,355
Accrued payroll	367,202	-	-	-	-	-	367,202	619,616
Due to other funds	729,659	71,291	-	-	-	207,317	1,008,267	628,136
Compensated absences	-	-	-	-	132,167	-	132,167	501,625
Deposits	-	-	-	-	158,938	-	158,938	-
Accrued interest payable	44,667	-	7,578	-	-	75,404	127,649	-
Deferred revenue	290,621	-	-	-	9,437	-	300,058	-
Current portion:								
Bonds payable	914,553	-	-	-	270,000	250,000	1,434,553	-
Contracts and loans payable	165,507	-	41,304	-	34,860	-	241,671	-
Note payable	648,047	-	-	-	-	-	648,047	-
Other current liabilities	6,036	-	-	10	764,576	-	770,622	-
Total current liabilities	5,152,891	153,188	257,273	27,427	2,248,793	532,721	8,372,293	6,690,732
Noncurrent liabilities:								
Compensated absences	-	-	-	-	44,056	-	44,056	127,042
Bonds payable	7,456,891	-	-	-	8,717,803	5,149,012	21,323,706	-
Contracts, notes and loans payable	1,147,772	-	339,549	-	684,671	-	2,171,992	-
Interfund loan payable	-	-	-	-	664,681	-	664,681	-
Total noncurrent liabilities	8,604,663	-	339,549	-	10,111,211	5,149,012	24,204,435	127,042
<b>TOTAL LIABILITIES</b>	<b>13,757,554</b>	<b>153,188</b>	<b>596,822</b>	<b>27,427</b>	<b>12,360,004</b>	<b>5,681,733</b>	<b>32,576,728</b>	<b>6,817,774</b>
<b>NET ASSETS</b>								
Invested in capital assets, net of related debt	113,214,147	1,239,724	43,353,751	85,966	10,356,894	2,017,739	170,268,221	5,539,466
Restricted for debt service	1,785,864	-	57,791	-	3,028,827	-	4,872,482	-
Unreserved	25,507,318	1,136,846	11,398,666	187,066	5,339,480	30,025	43,599,401	9,069,380
<b>TOTAL NET ASSETS</b>	<b>\$ 140,507,329</b>	<b>\$ 2,376,570</b>	<b>\$ 54,810,208</b>	<b>\$ 273,032</b>	<b>\$ 18,725,201</b>	<b>\$ 2,047,764</b>	<b>\$ 218,740,104</b>	<b>\$ 14,608,846</b>

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

**CLACKAMAS COUNTY, OREGON**  
**PROPRIETARY FUNDS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Business Type Activities - Enterprise Funds						Governmental Type Activities
	Clackamas County Service District No. 1	Clackamas County Service District No. 5	Tri-City Service District	Surface Water Management Agency of Clackamas County	Housing Authority of Clackamas County	Stone Creek Golf Course Fund	
<b>OPERATING REVENUES:</b>							
Charges for services	\$ 15,555,470	\$ 1,722,537	\$ 4,784,486	\$ 155,492	\$ 3,640,985	\$ 2,801,556	\$ 28,949,445
Intergovernmental revenue	-	-	-	-	13,854,614	-	1,606,151
Other	1,134,552	-	42,342	22,311	297,576	-	387,959
<b>TOTAL OPERATING REVENUES</b>	<b>16,690,022</b>	<b>1,722,537</b>	<b>4,826,828</b>	<b>177,803</b>	<b>17,793,175</b>	<b>2,801,556</b>	<b>30,943,555</b>
<b>OPERATING EXPENSES:</b>							
Claims	-	-	-	-	-	-	-
Labor and Fringe benefits	8,343,314	-	2,402,156	98,441	-	-	7,372,102
Utilities	685,991	1,455,113	676,694	-	514,168	-	13,234,309
Supplies	843,911	-	491,731	5,610	-	395	3,331,966
Professional services	1,053,673	-	183,130	38,382	153,055	2,020,888	12,361,864
Other operating expenses	176,153	-	404,841	64,775	2,656,056	-	3,449,128
Administrative expenses	447,725	128,142	-	-	2,743,541	-	3,301,825
Housing assistance	-	-	-	-	9,777,334	-	3,319,408
Depreciation and amortization expense	4,543,307	93,026	2,024,142	2,267	1,747,218	71,573	9,777,334
<b>TOTAL OPERATING EXPENSES</b>	<b>16,094,074</b>	<b>1,676,281</b>	<b>6,182,694</b>	<b>209,475</b>	<b>17,591,372</b>	<b>2,092,856</b>	<b>34,300,811</b>
<b>OPERATING INCOME (LOSS)</b>	<b>595,948</b>	<b>46,256</b>	<b>(1,355,866)</b>	<b>(31,672)</b>	<b>201,803</b>	<b>708,700</b>	<b>(3,357,256)</b>
<b>NONOPERATING INCOME (EXPENSE):</b>							
Interest income	1,684,674	49,358	386,854	9,248	388,420	6,442	2,524,996
Interest expense	(401,913)	-	(17,561)	-	(603,399)	(228,445)	(1,251,318)
Loss on disposal of capital assets	(34,360)	-	(1,833,636)	-	(309,461)	-	(2,177,657)
Other	51,452	-	(44)	-	-	-	51,408
<b>TOTAL NONOPERATING INCOME (EXPENSE)</b>	<b>1,299,853</b>	<b>49,358</b>	<b>(1,464,587)</b>	<b>9,248</b>	<b>(524,440)</b>	<b>(222,003)</b>	<b>509,317</b>
<b>INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS</b>	<b>1,895,801</b>	<b>95,614</b>	<b>(2,820,453)</b>	<b>(22,424)</b>	<b>(322,637)</b>	<b>486,697</b>	<b>(2,847,939)</b>
<b>CONTRIBUTIONS TRANSFERS IN TRANSFERS OUT</b>	<b>8,787,580</b>	<b>-</b>	<b>594,489</b>	<b>-</b>	<b>445,825</b>	<b>-</b>	<b>9,827,894</b>
	-	-	-	-	-	(207,317)	1,728,605
	-	-	-	-	-	-	(805,732)
<b>CHANGE IN NET ASSETS</b>	<b>10,663,381</b>	<b>95,614</b>	<b>(2,225,964)</b>	<b>(22,424)</b>	<b>123,188</b>	<b>279,380</b>	<b>(1,925,066)</b>
<b>NET ASSETS, June 30, 2007</b>	<b>129,823,948</b>	<b>2,280,956</b>	<b>57,036,172</b>	<b>295,456</b>	<b>18,602,013</b>	<b>1,766,384</b>	<b>16,533,912</b>
<b>NET ASSETS, June 30, 2008</b>	<b>\$ 140,507,329</b>	<b>\$ 2,376,570</b>	<b>\$ 54,810,208</b>	<b>\$ 273,032</b>	<b>\$ 18,725,201</b>	<b>\$ 2,047,764</b>	<b>\$ 14,608,846</b>

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



**CLACKAMAS COUNTY, OREGON**  
**PROPRIETARY FUNDS**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Business Type Activities - Enterprise Funds							Totals	Governmental Type Activities
	Clackamas County Service District No. 1	Clackamas County Service District No. 5	Tri-City Service District	Surface Water Management Agency of Clackamas County	Housing Authority of Clackamas County	Stone Creek Golf Course Fund	Internal Service Funds		
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>									
Cash received for services	\$ 1,115,823	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,801,556	\$ 29,172,698	\$ 1,605,151
Cash received from grants	15,311,370	1,701,800	4,755,129	191,108	13,966,694	-	13,966,694	-	-
Cash received from customers	(2,067,372)	(1,456,723)	(2,237,576)	(187,939)	(3,564,006)	(2,363,295)	(11,876,911)	(5,864,668)	(11,962,521)
Cash paid for claims and legal fees	(8,332,982)	(73,538)	(2,402,156)	-	(9,777,334)	-	(9,777,334)	-	-
Cash paid to suppliers for goods and services	1,115,823	-	42,342	22,311	(2,005,503)	-	(2,005,503)	(13,274,070)	-
Cash paid to related entities for services	6,026,839	171,539	157,739	25,480	2,569,158	438,261	9,389,016	(322,410)	-
Cash paid to employees for services	(1,454,333)	-	(39,708)	-	(447,454)	-	(1,941,495)	-	-
Other operating revenue	89,148	-	-	-	89,148	-	89,148	-	-
<b>NET CASH FROM OPERATING ACTIVITIES</b>	166,307	-	290,730	-	-	-	457,037	-	-
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>									
Principal paid on bonds, contracts and loans payable	(415,021)	-	(18,352)	-	(593,450)	(245,000)	(1,252)	(2,036,923)	(2,036,923)
Interest received on assessments and contracts	332,250	-	-	-	-	(227,918)	332,250	-	-
Grant revenue	-	-	-	-	-	-	1,252	-	-
Bond payments	-	-	-	-	-	-	62	-	-
Interest paid on bonds, contracts and loans payable	-	-	-	-	-	-	62	-	-
Assessment and contract principal collected	-	-	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-	-	-
Bond premiums	-	-	-	-	-	-	-	-	-
Collection of connection charges, grants, and property taxes	-	-	542,733	-	-	-	542,733	-	-
Capital contributed	2,518,668	-	14,000	-	445,825	-	2,978,493	-	-
Acquisition of capital assets	(12,207,355)	-	(824,709)	-	(1,408,603)	-	(14,440,667)	(2,036,923)	9,991
Proceeds from the sale of capital assets	-	-	946,519	-	-	-	946,519	-	-
Additions to restricted cash and investments	-	-	-	-	(90,088)	-	(90,088)	-	-
Transfer from cash with fiscal agent	-	-	-	-	100,079	-	100,079	-	-
<b>NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>	(10,970,336)	-	911,213	-	(1,993,791)	(471,604)	(12,524,518)	(2,026,932)	-
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>									
Advances (payment) to other service districts and related entities	(9,753,344)	-	-	-	-	(207,317)	(9,753,344)	-	-
Transfers from (to) other funds	-	-	-	-	-	-	(207,317)	922,873	-
<b>NET CASH FROM NONCAPITAL FINANCING ACTIVITIES</b>	(9,753,344)	-	-	-	-	(207,317)	(9,960,661)	922,873	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>									
Interest received on investments	1,541,496	49,358	373,052	8,888	388,420	6,442	2,367,656	527,616	-
Proceeds from the sale of investment securities	32,467,762	-	-	-	-	-	32,467,762	-	-
Purchases of investments	(34,387,365)	-	-	-	(18,265)	-	(34,405,630)	-	-
<b>NET CASH FROM INVESTING ACTIVITIES</b>	(376,107)	49,358	373,052	8,888	370,155	6,442	429,768	527,616	-
<b>NET CHANGE IN CASH AND INVESTMENTS</b>	(15,074,948)	220,897	1,442,004	34,368	945,522	(234,218)	(12,666,375)	(898,851)	-
<b>CASH AND INVESTMENTS, June 30, 2007</b>	20,398,924	983,976	9,586,845	166,499	4,792,300	333,025	36,261,569	15,675,629	-
<b>CASH AND INVESTMENTS, June 30, 2008</b>	\$ 5,323,976	\$ 1,204,873	\$ 11,028,849	\$ 200,867	\$ 5,737,822	\$ 98,807	\$ 23,595,194	\$ 14,676,678	\$ -
<b>RECONCILIATION TO THE STATEMENT OF NET ASSETS</b>									
Current assets:									
Cash and cash equivalents	\$ 3,538,112	\$ 1,204,873	\$ 10,971,056	\$ 200,867	\$ 1,786,374	\$ 98,807	\$ 17,800,091	\$ 14,676,678	\$ -
Restricted assets:									
Cash and cash equivalents	1,785,864	-	57,791	-	3,951,448	-	5,795,103	-	-
<b>CASH AND INVESTMENTS, June 30, 2008</b>	\$ 5,323,976	\$ 1,204,873	\$ 11,028,849	\$ 200,867	\$ 5,737,822	\$ 98,807	\$ 23,595,194	\$ 14,676,678	\$ -

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

**CLACKAMAS COUNTY, OREGON**  
**PROPRIETARY FUNDS**

**STATEMENT OF CASH FLOWS (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Business Type Activities - Enterprise Funds							Governmental Type Activities								
	Clackamas County Service District No. 1		Clackamas County Service District No. 5		Tri-City Service District		Surface Water Management Agency of Clackamas County		Housing Authority of Clackamas County		Stone Creek Golf course Fund		Totals		Internal Service Funds	
	\$	\$	\$	\$	\$	\$	\$		\$	\$	\$	\$	\$	\$		\$
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES</b>																
Operating income (loss)	595,948	46,256	(1,355,866)	(31,672)	201,803	708,700	165,169	3,357,256								
Adjustments to reconcile operating income (loss) to net cash from operating activities:																
Depreciation and amortization	4,543,307	93,026	2,024,142	2,267	1,747,218	71,573	8,481,533	1,332,536								
Changes in assets and liabilities:																
Accounts / other receivables	(288,711)	(20,737)	(29,357)	35,616	122,826	-	(180,363)	7,273								
Due from other funds	-	-	-	-	-	-	-	(172,299)								
Other assets	6,356	-	8,754	(1,725)	15,627	(213,939)	(184,927)	97,578								
Accounts and claims payable	1,103,475	6,691	(489,934)	20,984	453,537	(2,432)	1,092,321	1,991,855								
Accrued payroll	26,214	-	-	-	-	0	26,214	(74,346)								
Other current liabilities	4,036	-	-	10	(264)	(2,365)	1,417	-								
Deposits	-	-	-	-	2,015	-	2,015	(18,180)								
Compensated absences	-	-	-	-	26,593	-	26,593	34,586								
Due to other funds	-	46,303	-	-	-	(123,276)	(76,973)	(164,157)								
Deferred revenue	36,214	-	-	-	(187)	-	36,027	-								
Total adjustments	5,430,891	125,283	1,513,605	57,152	2,367,355	(270,439)	9,223,847	3,034,846								
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>6,026,839</b>	<b>171,539</b>	<b>157,739</b>	<b>25,480</b>	<b>2,569,158</b>	<b>438,261</b>	<b>9,389,016</b>	<b>(322,410)</b>								
<b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:</b>																
Contributions of capital from governments, developers, and customers	6,268,912	-	14,000	-	-	-	6,282,912	-								
Principal payments forgiven on loans	-	-	-	-	11,162	-	11,162	-								
Issuance of note payable	684,047	-	-	-	-	-	684,047	-								

CLACKAMAS COUNTY, OREGON

FIDUCIARY FUNDS

STATEMENT OF NET ASSETS

JUNE 30, 2008

	<u>Pension Trust Fund</u>	<u>Agency Fund</u>
<b>ASSETS</b>		
Cash and investments	\$ 692,545	\$ 10,425,750
Property taxes receivable	-	20,097,065
Total assets	<u>692,545</u>	<u>30,522,815</u>
<b>LIABILITIES</b>		
Accounts payable	50,524	-
Amounts held in trust	-	30,522,815
Total liabilities	<u>50,524</u>	<u>30,522,815</u>
<b>NET ASSETS HELD IN TRUST FOR PENSION BENEFITS</b>	<u>\$ 642,021</u>	<u>\$ -</u>

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

CLACKAMAS COUNTY, OREGON  
PENSION TRUST FUND  
STATEMENT OF CHANGES IN PLAN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2008

<b>ADDITIONS:</b>	
Contributions	\$ 652,276
Interest income	<u>21,469</u>
<b>TOTAL ADDITIONS</b>	<u>673,745</u>
<b>DEDUCTIONS:</b>	
Benefit payments and withdrawals	<u>487,437</u>
<b>CHANGE IN NET ASSETS</b>	186,308
<b>NET ASSETS HELD IN TRUST FOR PENSION BENEFITS - June 30, 2007</b>	<u>455,713</u>
<b>NET ASSETS HELD IN TRUST FOR PENSION BENEFITS - June 30, 2008</b>	<u><u>\$ 642,021</u></u>

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

CLACKAMAS COUNTY, OREGON

NONMAJOR DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES (DEFICIT)

FOR THE YEAR ENDED JUNE 30, 2008

	Local Improvement District September 15, 2000 Issue Fund	Development Agency				North Clackamas Parks and Recreation District Series 2000 Debt Service Fund	Estacada Area County Service District For Library Services Debt Service Fund	Total
		Public Service Building Debt Service Fund	Public Service Training Center Debt Service Fund	Clackamas Town Center Tax Increment Fund	Clackamas Industrial Area Tax Increment Fund			
REVENUES:								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 114,941	\$ 9,605,240
Assessment principal and interest	150,910	-	-	-	-	-	-	150,910
Interest	5,669	-	-	-	-	-	1,747	2,569,458
Charges for services	-	1,381,626	5,728	(8,463)	1,047,196	3,790	-	2,227,367
Miscellaneous	-	-	845,741	-	-	-	-	21,909
TOTAL REVENUES	156,579	1,381,626	851,469	(8,463)	1,047,254	3,790	116,906	14,777,884
EXPENDITURES:								
Public ways and facilities								
Debt service:								
Principal	-	1,600,000	160,000	185,000	-	-	45,000	8,845,526
Interest	91,000	40,000	706,015	189,115	1,580,857	388,558	77,900	5,629,259
TOTAL EXPENDITURES	91,000	1,640,000	866,015	374,115	1,580,857	753,558	122,900	14,474,785
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	65,579	(258,374)	(14,546)	(382,578)	1,047,254	(749,768)	(5,994)	303,099
OTHER FINANCING SOURCES (USES):								
Transfers in	-	-	10,000	757,093	-	775,000	-	5,312,907
Transfers out	-	-	-	(2,000,000)	(14,623,983)	(345,709)	-	(18,469,692)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	10,000	757,093	(14,623,983)	775,000	-	(13,156,785)
NET CHANGE IN FUND BALANCES	65,579	(258,374)	(4,546)	374,515	(13,576,729)	25,232	(5,994)	(12,853,686)
FUND BALANCE (DEFICIT), June 30, 2007	101,958	258,375	10,111	(374,515)	28,612,908	45,392	12,168	50,322,722
FUND BALANCE, June 30, 2008	\$ 167,537	\$ 1	\$ 5,565	\$ -	\$ 15,236,179	\$ 70,624	\$ 6,174	\$ 37,469,036

CLACKAMAS COUNTY, OREGON

LOCAL IMPROVEMENT DISTRICT SEPTEMBER 15, 2000 ISSUE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Assessment principal and interest	\$ 135,000	\$ 135,000	\$ 150,910	\$ 15,910
Miscellaneous:				
Interest	2,000	2,000	5,669	3,669
<b>TOTAL REVENUES</b>	<u>137,000</u>	<u>137,000</u>	<u>156,579</u>	<u>19,579</u>
<b>EXPENDITURES:</b>				
Debt service:				
Interest and fiscal charges	<u>226,063</u>	<u>226,063</u>	<u>91,000</u>	<u>135,063</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	(89,063)	(89,063)	65,579	154,642
<b>FUND BALANCE, June 30, 2007</b>	<u>89,063</u>	<u>89,063</u>	<u>101,958</u>	<u>12,895</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 167,537</u>	<u>\$ 167,537</u>

**CLACKAMAS COUNTY, OREGON**  
**800 MHz RADIO SYSTEM DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges to other governments	\$ 1,573,635	\$ 1,573,635	\$ 1,381,626	\$ (192,009)
Interest	225	225	-	(225)
<b>TOTAL REVENUES</b>	<u>1,573,860</u>	<u>1,573,860</u>	<u>1,381,626</u>	<u>(192,234)</u>
<b>EXPENDITURES:</b>				
Debt Service:				
Principal	1,600,000	1,600,000	1,600,000	-
Interest	40,000	40,000	40,000	-
<b>TOTAL EXPENDITURES</b>	<u>1,640,000</u>	<u>1,640,000</u>	<u>1,640,000</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	(66,140)	(66,140)	(258,374)	(192,234)
<b>FUND BALANCE, June 30, 2007</b>	<u>66,140</u>	<u>66,140</u>	<u>258,375</u>	<u>192,235</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

**CLACKAMAS COUNTY, OREGON**  
**PUBLIC SERVICE BUILDING DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Rents and royalties	\$ 845,740	\$ 845,740	\$ 845,741	\$ 1
Interest	6,084	6,084	5,728	(356)
<b>TOTAL REVENUES</b>	<b>851,824</b>	<b>851,824</b>	<b>851,469</b>	<b>(355)</b>
<b>EXPENDITURES:</b>				
Debt Service:				
Principal	160,000	160,000	160,000	-
Interest	706,015	706,015	706,015	-
<b>TOTAL EXPENDITURES</b>	<b>866,015</b>	<b>866,015</b>	<b>866,015</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(14,191)</b>	<b>(14,191)</b>	<b>(14,546)</b>	<b>(355)</b>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	10,000	10,000	10,000	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(4,191)</b>	<b>(4,191)</b>	<b>(4,546)</b>	<b>(355)</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>4,191</b>	<b>4,191</b>	<b>10,111</b>	<b>5,920</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,565</b>	<b>\$ 5,565</b>



**CLACKAMAS COUNTY, OREGON**  
**DEVELOPMENT SERVICES BUILDING DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Interest	\$ -	\$ -	\$ 26,276	\$ 26,276
<b>EXPENDITURES:</b>				
Debt Service:				
Principal	1,215,000	1,215,000	1,215,000	-
Interest	2,555,814	2,555,814	2,555,814	-
<b>TOTAL EXPENDITURES</b>	<b>3,770,814</b>	<b>3,770,814</b>	<b>3,770,814</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(3,770,814)</b>	<b>(3,770,814)</b>	<b>(3,744,538)</b>	<b>26,276</b>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	3,770,814	3,770,814	3,770,814	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>26,276</b>	<b>26,276</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 26,276</b>	<b>\$ 26,276</b>

**CLACKAMAS COUNTY, OREGON**  
**PUBLIC SAFETY TRAINING CENTER DEBT SERVICE FUND**  
**SCHEDULE OF EXPENDITURES, OTHER FINANCING SOURCES**  
**AND CHANGES IN FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Interest	\$ -	\$ -	\$ (8,463)	\$ (8,463)
<b>EXPENDITURES:</b>				
Debt Service:				
Principal	185,000	185,000	185,000	-
Interest	189,115	189,115	189,115	-
Contingency	-	374,515	-	374,515
<b>TOTAL EXPENDITURES</b>	<u>374,115</u>	<u>748,630</u>	<u>374,115</u>	<u>374,515</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(374,115)</u>	<u>(748,630)</u>	<u>(382,578)</u>	<u>366,052</u>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	<u>374,115</u>	<u>748,630</u>	<u>757,093</u>	<u>8,463</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	-	374,515	374,515
<b>FUND BALANCE (DEFICIT), June 30, 2007</b>	-	-	(374,515)	(374,515)
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CLACKAMAS COUNTY, OREGON**

**CLACKAMAS COUNTY DEVELOPMENT AGENCY -  
CLACKAMAS TOWN CENTER TAX INCREMENT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ 7,390,100	\$ 7,390,100	\$ 8,108,105	\$ 718,005
Interest	325,947	325,947	1,411,856	1,085,909
Miscellaneous	10,000	10,000	18,814	8,814
<b>TOTAL REVENUES</b>	<u>7,726,047</u>	<u>7,726,047</u>	<u>9,538,775</u>	<u>1,812,728</u>
<b>EXPENDITURES:</b>				
Highways and streets				
Debt service:				
Principal payments	6,261,000	6,261,000	5,275,526	985,474
Interest and fiscal charges	200,000	200,000	1,580,857	(1,380,857)
Reserve for future expenditures	12,039,931	12,039,931	-	12,039,931
<b>TOTAL EXPENDITURES</b>	<u>18,500,931</u>	<u>18,500,931</u>	<u>6,856,383</u>	<u>11,644,548</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(10,774,884)</u>	<u>(10,774,884)</u>	<u>2,682,392</u>	<u>13,457,276</u>
<b>OTHER FINANCING USES:</b>				
Transfers out	<u>(38,333,000)</u>	<u>(38,333,000)</u>	<u>(2,000,000)</u>	<u>36,333,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>(49,107,884)</u>	<u>(49,107,884)</u>	<u>682,392</u>	<u>49,790,276</u>
<b>FUND BALANCE, June 30, 2007</b>	<u>49,107,884</u>	<u>49,107,884</u>	<u>55,581,095</u>	<u>6,473,211</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>56,263,487</u>	<u>\$ 56,263,487</u>
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):</b>				
Bond proceeds transferred to another governmental entity			(35,333,000)	
Property taxes susceptible to accrual recognized as revenue on the US GAAP basis			<u>58,182</u>	
<b>FUND BALANCE - US GAAP BASIS, June 30, 2008</b>			<u>\$ 20,988,669</u>	

**CLACKAMAS COUNTY, OREGON**

**CLACKAMAS COUNTY DEVELOPMENT AGENCY -  
CLACKAMAS INDUSTRIAL AREA TAX INCREMENT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ -	\$ -	\$ 58	\$ 58
Interest	-	-	1,047,196	1,047,196
<b>TOTAL REVENUES</b>	<u>-</u>	<u>-</u>	<u>1,047,254</u>	<u>1,047,254</u>
<b>EXPENDITURES:</b>				
Highways and streets				
Reserve for future expenditures	7,804,435	7,804,435	-	7,804,435
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(7,804,435)	(7,804,435)	1,047,254	8,851,689
<b>OTHER FINANCING USES:</b>				
Transfers out	(20,000,000)	(20,000,000)	(14,623,983)	5,376,017
<b>NET CHANGE IN FUND BALANCE</b>	(27,804,435)	(27,804,435)	(13,576,729)	14,227,706
<b>FUND BALANCE, June 30, 2007</b>	27,804,435	27,804,435	28,362,908	558,473
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	14,786,179	<u>\$ 14,786,179</u>
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):</b>				
Interfund loan recognized as a receivable on the US GAAP basis			450,000	
<b>FUND BALANCE - US GAAP BASIS, June 30, 2008</b>			<u>\$ 15,236,179</u>	

**CLACKAMAS COUNTY, OREGON**  
**CLACKAMAS COUNTY DEVELOPMENT AGENCY -**  
**GOVERNMENT CAMP TAX INCREMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ 904,000	\$ 904,000	\$ 1,203,426	\$ 299,426
Interest	40,000	40,000	75,365	35,365
Miscellaneous	-	-	2,143	2,143
<b>TOTAL REVENUES</b>	<b>944,000</b>	<b>944,000</b>	<b>1,280,934</b>	<b>336,934</b>
<b>EXPENDITURES:</b>				
Materials and services				-
Reserve for future expenditures	239,577	239,577	-	239,577
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>704,423</b>	<b>704,423</b>	<b>1,280,934</b>	<b>576,511</b>
<b>OTHER FINANCING USES:</b>				
Transfers out	(1,500,000)	(1,500,000)	(1,500,000)	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(795,577)</b>	<b>(795,577)</b>	<b>(219,066)</b>	<b>576,511</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>795,577</b>	<b>795,577</b>	<b>1,127,341</b>	<b>331,764</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>908,275</b>	<b>\$ 908,275</b>
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):</b>				
Property taxes susceptible to accrual recognized as revenue on the US GAAP basis			8,479	
<b>FUND BALANCE - US GAAP BASIS, June 30, 2008</b>			<b>\$ 916,754</b>	

**CLACKAMAS COUNTY, OREGON**  
**CLACKAMAS COUNTY DEVELOPMENT AGENCY -**  
**NORTH CLACKAMAS REVITALIZATION AREA TAX INCREMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Property taxes	\$ 383,000	\$ 383,000	\$ 393,035	\$ 10,035
Interest	-	-	294	294
Miscellaneous	-	-	734	734
<b>TOTAL REVENUES</b>	<b>383,000</b>	<b>383,000</b>	<b>394,063</b>	<b>11,063</b>
<b>EXPENDITURES:</b>				
Public ways and facilities:				
Reserve for future expenditures	3,000	3,000	-	3,000
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>380,000</b>	<b>380,000</b>	<b>394,063</b>	<b>14,063</b>
<b>OTHER FINANCING USES:</b>				
Transfers out	(380,000)	(380,000)	(345,709)	34,291
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>48,354</b>	<b>48,354</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>48,354</b>	<b>\$ 48,354</b>
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):</b>				
Property taxes susceptible to accrual, recognized as revenue on the US GAAP basis			2,903	
<b>FUND BALANCE - US GAAP BASIS, June 30, 2008</b>			<b>\$ 51,257</b>	

**CLACKAMAS COUNTY, OREGON**  
**NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -**  
**SERIES 2000 DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Interest	\$ -	\$ -	\$ 3,790	\$ 3,790
<b>EXPENDITURES:</b>				
Debt Service				
Principal	365,000	365,000	365,000	-
Interest	460,901	460,901	388,558	72,343
<b>TOTAL EXPENDITURES</b>	<u>825,901</u>	<u>825,901</u>	<u>753,558</u>	<u>72,343</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(825,901)	(825,901)	(749,768)	76,133
<b>OTHER FINANCING SOURCE:</b>				
Transfers in	775,000	775,000	775,000	-
<b>NET CHANGE IN FUND BALANCE</b>	(50,901)	(50,901)	25,232	76,133
<b>FUND BALANCE, June 30, 2007</b>	<u>50,901</u>	<u>50,901</u>	<u>45,392</u>	<u>(5,509)</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 70,624</u>	<u>\$ 70,624</u>

CLACKAMAS COUNTY, OREGON

ESTACADA AREA COUNTY SERVICE DISTRICT FOR LIBRARY SERVICES DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ 112,457	\$ 112,457	\$ 114,812	\$ 2,355
Interest	1,000	1,000	1,747	747
Miscellaneous	-	-	218	218
<b>TOTAL REVENUES</b>	<u>113,457</u>	<u>113,457</u>	<u>116,777</u>	<u>3,320</u>
<b>EXPENDITURES:</b>				
Debt Service:				
Principal	45,000	45,000	45,000	-
Interest	77,900	77,900	77,900	-
<b>TOTAL EXPENDITURES</b>	<u>122,900</u>	<u>122,900</u>	<u>122,900</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	(9,443)	(9,443)	(6,123)	3,320
<b>FUND BALANCE, June 30, 2007</b>	<u>9,443</u>	<u>9,443</u>	<u>11,513</u>	<u>2,070</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>5,390</u>	<u>\$ 5,390</u>
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (GAAP BASIS):</b>				
Property taxes susceptible to accrual, recognized as revenue on the GAAP basis			<u>784</u>	
<b>FUND BALANCE, as of June, 30, 2008 (GAAP basis)</b>			<u>\$ 6,174</u>	



### **NONMAJOR CAPITAL PROJECTS FUNDS**

The Capital Projects Funds account for revenue derived primarily from grants and transfers from other funds. Funds included in this fund category are:

- Local Improvement District Capital Projects Fund
- Clackamas County Development Agency:
  - Clackamas Town Center Development Area Fund
  - Clackamas Industrial Development Area Fund
  - Government Camp Development Area Fund
  - North Clackamas Revitalization Area Fund
- North Clackamas Parks and Recreation District:
  - Capital Projects Fund
  - Capital Asset Reserve Fund

**CLACKAMAS COUNTY, OREGON**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**COMBINING BALANCE SHEET**  
**YEAR ENDED JUNE 30, 2008**

	Clackamas County Development Agency				North Clackamas Parks and Recreation District		Total
	Local Improvement District Capital Projects Fund	Clackamas Town Center Development Area Fund	Clackamas Industrial Development Area Fund	Government Camp Development Area Fund	North Clackamas Revitalization Area Fund	Capital Projects Fund	
\$ 488,025	\$ 12,442,769	\$ 5,379,893	\$ 3,171,270	\$ 389,467	\$ 5,170,128	\$ 192,713	\$ 27,234,255
33,379	58,502	4,502	-	-	158,354	-	221,358
-	-	125,293	-	-	-	-	33,379
-	10,665	-	-	-	-	-	125,293
-	6,552,820	6,161,024	-	-	-	-	10,665
-	-	-	-	35,100	-	-	12,713,844
\$ 521,404	\$ 19,064,756	\$ 11,670,702	\$ 3,171,270	\$ 424,567	\$ 5,328,482	\$ 192,713	\$ 40,373,894

**ASSETS**

Cash and investments  
Accounts receivable  
Assessments receivable  
Grants receivable  
Due from other funds  
Land held for resale  
Notes and contracts receivable

**TOTAL ASSETS**

**LIABILITIES AND FUND BALANCES (DEFICIT)**

**Liabilities:**

Accounts payable  
Due to other funds  
Retainage payable  
Deposits  
Deferred revenue  
Interfund loans payable

**TOTAL LIABILITIES**

**FUND BALANCES (DEFICIT):**

Reserved for land held for resale  
Undesignated

**TOTAL FUND BALANCES (DEFICIT)**

**TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)**

\$ -	\$ 372,587	\$ 18,705	\$ 13,143	\$ 18	\$ 178,195	\$ -	\$ 582,648
287	285,957	91,079	5,055	52,412	49,123	-	483,913
-	134,730	-	-	-	-	-	134,730
-	400	8,543	-	-	-	-	8,943
33,379	-	-	-	35,100	-	-	68,479
-	-	-	-	450,000	-	-	450,000
33,666	793,674	118,327	18,198	537,530	227,318	-	1,728,713
-	6,552,820	6,161,024	-	-	-	-	12,713,844
487,738	11,718,262	5,391,351	3,153,072	(112,963)	5,101,164	192,713	25,931,337
487,738	18,271,082	11,552,375	3,153,072	(112,963)	5,101,164	192,713	38,645,181
\$ 521,404	\$ 19,064,756	\$ 11,670,702	\$ 3,171,270	\$ 424,567	\$ 5,328,482	\$ 192,713	\$ 40,373,894

**CLACKAMAS COUNTY, OREGON**

**NONMAJOR CAPITAL PROJECTS FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES (DEFICIT)**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Local Improvement District Capital Projects Fund	Clackamas County Development Agency			North Clackamas Parks and Recreation District	Capital Projects Fund	Capital Asset Reserve Fund	Total
		Clackamas Town Center Development Area Fund	Clackamas Industrial Development Area Fund	Government Camp Development Area Fund				
<b>REVENUES:</b>								
Intergovernmental	-	\$ 626,390	\$ 180,202	\$ -	\$ -	\$ 4,093,728	\$ -	\$ 4,900,320
Special assessment collections	4,329	-	-	-	-	-	-	4,329
Charges for services	-	31,884	-	-	-	-	-	31,884
Interest	17,690	483,750	107,934	118,927	25,957	123,133	9,332	886,723
Contributions	-	-	-	-	-	-	-	-
Miscellaneous	-	57,315	107,943	12	-	68,373	-	233,643
<b>TOTAL REVENUES</b>	<b>22,019</b>	<b>1,199,339</b>	<b>396,079</b>	<b>118,939</b>	<b>25,957</b>	<b>4,285,234</b>	<b>9,332</b>	<b>6,056,899</b>
<b>EXPENDITURES:</b>								
Current:								
Public ways and facilities	694	1,020,557	450,096	252,075	222,544	158,532	4,332	1,950,298
Culture and recreation	-	-	-	-	-	-	-	158,532
Debt service:								
Principal	-	-	-	40,000	-	-	-	40,000
Interest and fiscal charges	-	-	-	1,208	-	-	-	1,208
Capital outlay	-	4,295,555	724,985	2,263,067	-	9,158,148	262,557	16,704,312
<b>TOTAL EXPENDITURES</b>	<b>694</b>	<b>5,316,112</b>	<b>1,175,081</b>	<b>2,556,350</b>	<b>222,544</b>	<b>9,316,680</b>	<b>266,889</b>	<b>18,854,350</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>21,325</b>	<b>(4,116,773)</b>	<b>(779,002)</b>	<b>(2,437,411)</b>	<b>(196,587)</b>	<b>(5,031,446)</b>	<b>(257,557)</b>	<b>(12,797,451)</b>
<b>OTHER FINANCING SOURCES (USES):</b>								
Land sale proceeds	-	230,023	-	-	-	-	-	230,023
Bond issuance	-	-	-	-	-	8,000,000	-	8,000,000
Bond premium	-	-	-	-	-	17,998	-	17,998
Transfers in	-	2,000,000	14,646,933	1,500,000	345,709	1,318,382	200,000	20,011,024
Transfers out	-	-	(6,376,017)	-	(22,950)	-	-	(6,398,967)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>2,230,023</b>	<b>8,270,916</b>	<b>1,500,000</b>	<b>322,759</b>	<b>9,336,380</b>	<b>200,000</b>	<b>21,860,078</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>21,325</b>	<b>(1,886,750)</b>	<b>7,491,914</b>	<b>(937,411)</b>	<b>126,172</b>	<b>4,304,934</b>	<b>(57,557)</b>	<b>9,062,627</b>
<b>FUND BALANCES (DEFICIT), June 30, 2007</b>	<b>466,413</b>	<b>20,157,832</b>	<b>4,060,461</b>	<b>4,090,483</b>	<b>(239,135)</b>	<b>796,230</b>	<b>250,270</b>	<b>29,582,554</b>
<b>FUND BALANCES (DEFICIT), June 30, 2008</b>	<b>\$ 487,738</b>	<b>\$ 18,271,082</b>	<b>\$ 11,552,375</b>	<b>\$ 3,153,072</b>	<b>\$ (112,963)</b>	<b>\$ 5,101,164</b>	<b>\$ 192,713</b>	<b>\$ 38,645,181</b>

**CLACKAMAS COUNTY, OREGON**  
**LOCAL IMPROVEMENT DISTRICT CAPITAL PROJECTS FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Assessments:				
Assessment principal	\$ 25,000	\$ 25,000	\$ 3,521	\$ (21,479)
Assessment interest	3,000	3,000	808	(2,192)
<b>Total assessments</b>	<b>28,000</b>	<b>28,000</b>	<b>4,329</b>	<b>(23,671)</b>
Miscellaneous:				
Interest	17,700	17,700	17,690	(10)
<b>TOTAL REVENUES</b>	<b>45,700</b>	<b>45,700</b>	<b>22,019</b>	<b>(23,681)</b>
<b>EXPENDITURES:</b>				
Public ways and facilities:				
Materials and services	226,000	226,000	694	225,306
Contingency	291,878	291,878	-	291,878
<b>TOTAL EXPENDITURES</b>	<b>517,878</b>	<b>517,878</b>	<b>694</b>	<b>517,184</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	<b>(472,178)</b>	<b>(472,178)</b>	<b>21,325</b>	<b>493,503</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>472,178</b>	<b>472,178</b>	<b>466,413</b>	<b>(5,765)</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 487,738</b>	<b>\$ 487,738</b>

**CLACKAMAS COUNTY, OREGON**  
**CLACKAMAS COUNTY DEVELOPMENT AGENCY -**  
**CLACKAMAS TOWN CENTER DEVELOPMENT AREA FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental	\$ 410,000	\$ 410,000	\$ 626,390	\$ 216,390
Interest	350,000	350,000	483,750	133,750
Charges for services	20,000	20,000	31,884	11,884
Miscellaneous	70,000	70,000	63,896	(6,104)
<b>TOTAL REVENUES</b>	<u>850,000</u>	<u>850,000</u>	<u>1,205,920</u>	<u>355,920</u>
<b>EXPENDITURES:</b>				
Public ways and facilities:				
Materials and services	1,748,049	1,748,049	1,020,557	727,492
Capital outlay	50,411,000	50,411,000	4,295,555	46,115,445
Contingency	8,073,000	8,073,000	-	8,073,000
Reserve for future expenditures	551,455	551,455	-	551,455
<b>TOTAL EXPENDITURES</b>	<u>60,783,504</u>	<u>60,783,504</u>	<u>5,316,112</u>	<u>55,467,392</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(59,933,504)</u>	<u>(59,933,504)</u>	<u>(4,110,192)</u>	<u>55,823,312</u>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in*	42,333,000	42,333,000	6,000,000	(36,333,000)
Land sale proceeds	-	-	1,209,439	1,209,439
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>42,333,000</u>	<u>42,333,000</u>	<u>7,209,439</u>	<u>(35,123,561)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>(17,600,504)</u>	<u>(17,600,504)</u>	<u>3,099,247</u>	<u>20,699,751</u>
<b>FUND BALANCE, June 30, 2007</b>	<u>17,600,504</u>	<u>17,600,504</u>	<u>8,619,015</u>	<u>(8,981,489)</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>11,718,262</u>	<u>\$ 11,718,262</u>
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):</b>				
Land held for resale			<u>6,552,820</u>	
<b>FUND BALANCE - US GAAP BASIS, June 30, 2008</b>			<u>\$ 18,271,082</u>	

\*Includes repayment of interfund loan in amount of \$4,000,000.

**CLACKAMAS COUNTY, OREGON**  
**CLACKAMAS COUNTY DEVELOPMENT AGENCY -**  
**CLACKAMAS INDUSTRIAL DEVELOPMENT AREA FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ -	\$ 180,202	\$ 180,202
Interest	150,000	150,000	107,934	(42,066)
Miscellaneous	-	-	107,943	107,943
<b>TOTAL REVENUES</b>	<b>150,000</b>	<b>150,000</b>	<b>396,079</b>	<b>246,079</b>
<b>EXPENDITURES:</b>				
Public ways and facilities:				
Materials and services	504,092	504,092	450,096	53,996
Capital outlay	3,160,000	3,160,000	724,985	2,435,015
Contingency	6,240,700	6,240,700	-	6,240,700
Reserve for future expenditures	1,362,511	1,362,511	-	1,362,511
<b>TOTAL EXPENDITURES</b>	<b>11,267,303</b>	<b>11,267,303</b>	<b>1,175,081</b>	<b>10,092,222</b>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	<b>(11,117,303)</b>	<b>(11,117,303)</b>	<b>(779,002)</b>	<b>10,338,301</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	20,022,950	20,022,950	14,646,933	(5,376,017)
Transfers out*	(10,376,017)	(10,376,017)	(10,376,017)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>9,646,933</b>	<b>9,646,933</b>	<b>4,270,916</b>	<b>(5,376,017)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(1,470,370)</b>	<b>(1,470,370)</b>	<b>3,491,914</b>	<b>4,962,284</b>
<b>FUND BALANCE, June 30, 2007**</b>	<b>1,470,370</b>	<b>1,470,370</b>	<b>1,899,437</b>	<b>429,067</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>5,391,351</b>	<b>\$ 5,391,351</b>
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):</b>				
Land held for resale			6,161,024	
<b>FUND BALANCE - US GAAP BASIS, June 30, 2008</b>			<b>\$ 11,552,375</b>	

\*Includes repayment of interfund loan in amount of \$4,000,000.

\*\*Reclassified for land held for resale.

**CLACKAMAS COUNTY, OREGON**  
**CLACKAMAS COUNTY DEVELOPMENT AGENCY -**  
**GOVERNMENT CAMP DEVELOPMENT AREA FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Interest	\$ 15,000	\$ 15,000	\$ 118,927	\$ 103,927
Miscellaneous	-	-	12	12
<b>TOTAL REVENUES</b>	<b>15,000</b>	<b>15,000</b>	<b>118,939</b>	<b>103,939</b>
<b>EXPENDITURES:</b>				
Public ways and facilities:				
Materials and services	311,082	311,082	252,075	59,007
Capital outlay	3,800,000	3,800,000	2,263,067	1,536,933
Debt service	45,000	45,000	41,208	3,792
Contingency	491,341	491,341	-	491,341
Reserve for future expenditures	125,000	125,000	-	125,000
<b>TOTAL EXPENDITURES</b>	<b>4,772,423</b>	<b>4,772,423</b>	<b>2,556,350</b>	<b>2,216,073</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(4,757,423)</b>	<b>(4,757,423)</b>	<b>(2,437,411)</b>	<b>2,320,012</b>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	1,500,000	1,500,000	1,500,000	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(3,257,423)</b>	<b>(3,257,423)</b>	<b>(937,411)</b>	<b>2,320,012</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>3,257,423</b>	<b>3,257,423</b>	<b>4,090,483</b>	<b>833,060</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,153,072</b>	<b>\$ 3,153,072</b>

**CLACKAMAS COUNTY, OREGON**

**CLACKAMAS COUNTY DEVELOPMENT AGENCY -  
NORTH CLACKAMAS REVITALIZATION AREA FUND**

**SCHEDULE OF EXPENDITURES, OTHER FINANCING SOURCES (USES)  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Interest	\$ -	\$ -	\$ 25,957	\$ 25,957
<b>EXPENDITURES:</b>				
Public ways and facilities:				
Materials and services	166,400	166,400	222,544	\$ (56,144)
Capital outlay	345,000	345,000	-	345,000
Contingency	125,150	125,150	-	125,150
<b>TOTAL EXPENDITURES</b>	<u>636,550</u>	<u>636,550</u>	<u>222,544</u>	<u>414,006</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(636,550)</u>	<u>(636,550)</u>	<u>(196,587)</u>	<u>439,963</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	380,000	380,000	345,709	(34,291)
Transfers out	<u>(22,950)</u>	<u>(22,950)</u>	<u>(22,950)</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>357,050</u>	<u>357,050</u>	<u>322,759</u>	<u>(34,291)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>(279,500)</u>	<u>(279,500)</u>	<u>126,172</u>	<u>405,672</u>
<b>FUND BALANCE, June 30, 2007</b>	<u>279,500</u>	<u>279,500</u>	<u>210,865</u>	<u>(68,635)</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>337,037</u>	<u>\$ 337,037</u>
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):</b>				
Interfund loan recognized as a payable on the US GAAP basis			<u>(450,000)</u>	
<b>FUND BALANCE (DEFICIT) - US GAAP BASIS, June 30, 2008</b>			<u>\$ (112,963)</u>	



CLACKAMAS COUNTY, OREGON

NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -  
CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 7,000,000	\$ 7,000,000	\$ 4,093,728	\$ (2,906,272)
Interest	35,000	35,000	123,133	88,133
Grants	2,366,000	2,366,000	68,373	(2,297,627)
<b>TOTAL REVENUES</b>	<b>9,401,000</b>	<b>9,401,000</b>	<b>4,285,234</b>	<b>(5,115,766)</b>
<b>EXPENDITURES:</b>				
Public ways and facilities:				
Materials and services	-	-	107,911	(107,911)
Capital outlay	15,968,478	15,968,478	9,208,769	6,759,709
<b>TOTAL EXPENDITURES</b>	<b>15,968,478</b>	<b>15,968,478</b>	<b>9,316,680</b>	<b>6,651,798</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(6,567,478)</b>	<b>(6,567,478)</b>	<b>(5,031,446)</b>	<b>1,536,032</b>
<b>OTHER FINANCING SOURCES:</b>				
Full faith and credit bonds issued	-	-	8,000,000	8,000,000
Bond premium	-	-	17,998	17,998
Transfers in	5,520,787	5,520,787	1,318,382	(4,202,405)
<b>TOTAL OTHER FINANCING SOURCES</b>	<b>5,520,787</b>	<b>5,520,787</b>	<b>9,336,380</b>	<b>3,815,593</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(1,046,691)</b>	<b>(1,046,691)</b>	<b>4,304,934</b>	<b>5,351,625</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>1,046,691</b>	<b>1,046,691</b>	<b>796,230</b>	<b>(250,461)</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,101,164</b>	<b>\$ 5,101,164</b>

CLACKAMAS COUNTY, OREGON

NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -  
CAPITAL ASSET RESERVE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Interest	\$ 8,000	\$ 8,000	\$ 9,332	\$ 1,332
<b>EXPENDITURES:</b>				
Public ways and facilities:				
Materials and services	55,000	55,000	4,332	50,668
Capital outlay	466,711	466,711	262,557	204,154
<b>TOTAL EXPENDITURES</b>	<b>521,711</b>	<b>521,711</b>	<b>266,889</b>	<b>254,822</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(513,711)</b>	<b>(513,711)</b>	<b>(257,557)</b>	<b>256,154</b>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	200,000	200,000	200,000	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(313,711)</b>	<b>(313,711)</b>	<b>(57,557)</b>	<b>256,154</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>313,711</b>	<b>313,711</b>	<b>250,270</b>	<b>(63,441)</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 192,713</b>	<b>\$ 192,713</b>

**ENTERPRISE FUND**

**Stone Creek Golf Course Fund** – The Stone Creek Golf Course Fund accounts for the operation of the County owned golf course.

**CLACKAMAS COUNTY, OREGON**  
**STONE CREEK GOLF COURSE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Charges for services:	\$ 2,724,485	\$ 2,749,485	\$ 2,801,556	\$ 52,071
Interest	10,000	10,000	6,442	(3,558)
<b>TOTAL REVENUES</b>	<b>2,734,485</b>	<b>2,759,485</b>	<b>2,807,998</b>	<b>48,513</b>
<b>EXPENDITURES:</b>				
Materials and services	2,037,168	2,062,168	2,021,283	40,885
Debt service:				
Principal	240,000	240,000	245,000	(5,000)
Interest	250,000	250,000	228,445	21,555
<b>TOTAL EXPENDITURES</b>	<b>2,527,168</b>	<b>2,552,168</b>	<b>2,494,728</b>	<b>57,440</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>207,317</b>	<b>207,317</b>	<b>313,270</b>	<b>105,953</b>
<b>OTHER FINANCING USES:</b>				
Transfers out	(207,317)	(207,317)	(207,317)	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>105,953</b>	<b>105,953</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 105,953</b>	<b>\$ 105,953</b>

## INTERNAL SERVICE FUNDS

The Internal Service Funds account for services and activities provided by the County for other units within and outside the County. Funds included in this category are:

- Self-Insurance Funds:
  - Self-Insurance Fund - accounts for the dental and short-term disability self-insured programs, employee assistance and wellness activities, and flexible spending accounts for health care and dependent care expenses.
  - Risk Management Claims Fund - accounts for the general liability self-insured program, workers' compensation self-insured program, and unemployment liability self-insured program.
- Other Internal Service Funds – account for administration and services, such as printing, communications, equipment, vehicle and facilities management, provided to other County funds and other governmental agencies. These funds are as follows:
  - Cable Administration Fund
  - Records Management Fund
  - Facilities Management Fund
  - Electronic Services Fund
  - Central Dispatch Fund
  - Fleet Services Fund
  - Information Services Fund

CLACKAMAS COUNTY, OREGON

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF NET ASSETS

YEAR ENDED JUNE 30, 2008

	Self- Insurance Fund	Risk Management Claims Fund	Cable Administration Fund	Records Management Fund	Facilities Management Fund	Electronic Services Fund	Central Dispatch Fund	Fleet Services Fund	Information Services Fund	Totals
<b>ASSETS</b>										
Current assets:										
Cash and investments	\$ 3,656,417	\$ 5,281,652	\$ 543,653	\$ 228,846	\$ 653,936	\$ 1,573,753	\$ 1,081,555	\$ 170,120	\$ 1,506,746	\$ 14,676,678
Accounts receivable	-	91,658	10,108	29,827	30,227	26,482	60,325	7,000	1,516	257,143
Due from other funds	13	54,951	247	-	3,597	125,134	160,648	408,853	1,486	754,929
Other assets	1,085	113,101	5,851	7,212	-	4,142	62,378	-	4,635	198,404
<b>Total Current Assets</b>	<b>3,657,515</b>	<b>5,521,362</b>	<b>559,859</b>	<b>265,885</b>	<b>687,760</b>	<b>1,729,511</b>	<b>1,364,906</b>	<b>585,973</b>	<b>1,514,383</b>	<b>15,887,154</b>
Noncurrent assets:										
Capital assets:										
Equipment, net	-	-	125,935	79,195	190,938	780,570	286,313	3,188,698	887,817	5,539,466
<b>TOTAL ASSETS</b>	<b>3,657,515</b>	<b>5,521,362</b>	<b>685,794</b>	<b>345,080</b>	<b>878,698</b>	<b>2,510,081</b>	<b>1,651,219</b>	<b>3,774,671</b>	<b>2,402,200</b>	<b>21,426,620</b>
<b>LIABILITIES</b>										
Current liabilities:										
Accounts payable	71,003	134,016	22,944	7,976	255,810	102,316	11,522	239,330	315,240	1,160,157
Accrued payroll	3,226	-	14,521	22,051	79,988	39,342	176,340	42,266	241,882	619,616
Compensated absences payable	-	-	20,405	9,466	46,169	32,191	152,268	31,124	210,002	501,625
Claims payable	298,268	3,482,930	-	-	-	-	-	-	-	3,781,198
Due to other funds	320,420	267,150	896	1,564	20,349	1,737	7,244	8,776	-	628,136
<b>Total Current Liabilities</b>	<b>692,917</b>	<b>3,884,096</b>	<b>58,766</b>	<b>41,057</b>	<b>402,316</b>	<b>175,586</b>	<b>347,374</b>	<b>321,496</b>	<b>767,124</b>	<b>6,690,732</b>
Noncurrent liabilities:										
Compensated absences payable	-	-	5,504	2,316	10,159	8,193	39,903	7,005	53,962	127,042
<b>TOTAL LIABILITIES</b>	<b>692,917</b>	<b>3,884,096</b>	<b>64,270</b>	<b>43,373</b>	<b>412,475</b>	<b>183,779</b>	<b>387,277</b>	<b>328,501</b>	<b>821,086</b>	<b>6,817,774</b>
<b>NET ASSETS</b>										
Invested in capital assets, net of related debt	-	-	125,935	79,195	190,938	780,570	286,313	3,188,698	887,817	5,539,466
Unrestricted	2,964,598	1,637,266	495,589	222,512	275,285	1,545,732	977,629	257,472	693,297	9,069,380
<b>TOTAL NET ASSETS</b>	<b>\$ 2,964,598</b>	<b>\$ 1,637,266</b>	<b>\$ 621,524</b>	<b>\$ 301,707</b>	<b>\$ 466,223</b>	<b>\$ 2,326,302</b>	<b>\$ 1,263,942</b>	<b>\$ 3,446,170</b>	<b>\$ 1,581,114</b>	<b>\$ 14,608,846</b>

CLACKAMAS COUNTY, OREGON

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2008

	Self-Insurance Fund	Risk Management Claims Fund	Cable Administration Fund	Records Management Fund	Facilities Management Fund	Electronic Services Fund	Central Dispatch Fund	Fleet Services Fund	Information Services Fund	Totals
<b>OPERATING REVENUES:</b>										
Charges for services	\$ 1,847,057	\$ 3,662,329	\$ -	\$ 767,354	\$ 5,770,572	\$ 2,287,042	\$ 3,674,448	\$ 2,245,817	\$ 8,694,826	\$ 28,949,445
Intergovernmental revenue	-	-	38,951	-	-	-	1,552,200	-	15,000	1,606,151
Miscellaneous	249,630	8,628	-	-	1,146	18,407	34,989	2,544	72,615	387,959
<b>TOTAL OPERATING REVENUES</b>	<b>2,096,687</b>	<b>3,670,957</b>	<b>38,951</b>	<b>767,354</b>	<b>5,771,718</b>	<b>2,305,449</b>	<b>5,261,637</b>	<b>2,248,361</b>	<b>8,782,441</b>	<b>30,943,555</b>
<b>OPERATING EXPENSES:</b>										
Claims	2,391,203	4,980,899	-	-	-	-	-	-	-	7,372,102
Labor and fringe benefits	-	-	330,367	467,454	1,735,974	659,953	4,030,685	893,888	5,115,988	13,234,309
Supplies	-	-	364,540	262,970	4,325,913	1,354,104	779,052	1,815,986	3,459,299	12,361,864
Depreciation and amortization expense	-	-	24,664	25,071	16,368	124,356	129,489	754,621	257,967	1,332,536
<b>TOTAL OPERATING EXPENSES</b>	<b>2,391,203</b>	<b>4,980,899</b>	<b>719,571</b>	<b>755,495</b>	<b>6,078,255</b>	<b>2,138,413</b>	<b>4,939,226</b>	<b>3,464,495</b>	<b>8,833,254</b>	<b>34,300,811</b>
<b>OPERATING INCOME (LOSS)</b>	<b>(294,516)</b>	<b>(1,309,942)</b>	<b>(680,620)</b>	<b>11,859</b>	<b>(306,537)</b>	<b>167,036</b>	<b>322,411</b>	<b>(1,216,134)</b>	<b>(50,813)</b>	<b>(3,357,256)</b>
<b>NONOPERATING INCOME (LOSS):</b>										
Gain (loss) on disposal of capital assets	-	-	-	-	-	(21,895)	-	3,594	-	(18,301)
Interest income	169,142	182,085	17,797	-	-	49,917	34,012	17,628	57,037	527,618
<b>TOTAL NONOPERATING INCOME</b>	<b>169,142</b>	<b>182,085</b>	<b>17,797</b>	<b>-</b>	<b>-</b>	<b>28,022</b>	<b>34,012</b>	<b>21,222</b>	<b>57,037</b>	<b>509,317</b>
<b>INCOME (LOSS) BEFORE OTHER FINANCING SOURCES (USES)</b>	<b>(125,374)</b>	<b>(1,127,857)</b>	<b>(662,823)</b>	<b>11,859</b>	<b>(306,537)</b>	<b>195,058</b>	<b>356,423</b>	<b>(1,194,912)</b>	<b>6,224</b>	<b>(2,847,939)</b>
<b>OTHER FINANCING SOURCES (USES):</b>										
Transfers in	-	-	693,605	-	-	-	-	1,000,000	35,000	1,728,605
Transfers out	(805,732)	-	-	-	-	-	-	-	-	(805,732)
<b>TOTAL OTHER FINANCING SOURCES (USES):</b>	<b>(805,732)</b>	<b>-</b>	<b>693,605</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,000,000</b>	<b>35,000</b>	<b>922,873</b>
<b>CHANGE IN NET ASSETS</b>	<b>(931,106)</b>	<b>(1,127,857)</b>	<b>30,782</b>	<b>11,859</b>	<b>(306,537)</b>	<b>195,058</b>	<b>356,423</b>	<b>(194,912)</b>	<b>41,224</b>	<b>(1,925,066)</b>
<b>NET ASSETS, June 30, 2007</b>	<b>3,895,704</b>	<b>2,765,123</b>	<b>590,742</b>	<b>289,848</b>	<b>772,760</b>	<b>2,131,244</b>	<b>907,519</b>	<b>3,641,082</b>	<b>1,539,890</b>	<b>16,533,912</b>
<b>NET ASSETS, June 30, 2008</b>	<b>\$ 2,964,598</b>	<b>\$ 1,637,266</b>	<b>\$ 621,524</b>	<b>\$ 301,707</b>	<b>\$ 466,223</b>	<b>\$ 2,326,302</b>	<b>\$ 1,263,942</b>	<b>\$ 3,446,170</b>	<b>\$ 1,581,114</b>	<b>\$ 14,608,846</b>





**CLACKAMAS COUNTY, OREGON**  
**SELF-INSURANCE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services:				
Charges to other County funds	\$ 2,099,752	\$ 2,099,752	\$ 1,847,057	\$ (252,695)
Miscellaneous:				
Reimbursements	244,312	244,312	197,497	(46,815)
Other	-	-	52,133	52,133
Interest	108,031	108,031	169,142	61,111
Total miscellaneous	352,343	352,343	418,772	66,429
<b>TOTAL REVENUES</b>	<b>2,452,095</b>	<b>2,452,095</b>	<b>2,265,829</b>	<b>(186,266)</b>
<b>EXPENDITURES:</b>				
Materials and services	2,731,052	2,731,052	2,391,203	339,849
Reserve for future expenditures	298,268	298,268	-	298,268
Contingency	3,572,645	2,766,913	-	2,766,913
<b>TOTAL EXPENDITURES</b>	<b>6,601,965</b>	<b>5,796,233</b>	<b>2,391,203</b>	<b>3,405,030</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(4,149,870)</b>	<b>(3,344,138)</b>	<b>(125,374)</b>	<b>3,218,764</b>
<b>OTHER FINANCING (USES):</b>				
Transfers out	-	(805,732)	(805,732)	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(4,149,870)</b>	<b>(4,149,870)</b>	<b>(931,106)</b>	<b>3,218,764</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>4,149,870</b>	<b>4,149,870</b>	<b>4,193,972</b>	<b>44,102</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,262,866</b>	<b>\$ 3,262,866</b>

**CLACKAMAS COUNTY, OREGON**  
**RISK MANAGEMENT CLAIMS FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services:				
Charges to other County funds	\$ 3,948,083	\$ 3,948,083	\$ 3,662,329	\$ (285,754)
Miscellaneous:				
Reimbursements	26,000	26,000	8,439	(17,561)
Other	-	-	189	189
Interest	188,452	188,452	182,085	(6,367)
Total miscellaneous	214,452	214,452	190,713	(23,739)
<b>TOTAL REVENUES</b>	<b>4,162,535</b>	<b>4,162,535</b>	<b>3,853,042</b>	<b>(309,493)</b>
<b>EXPENDITURES:</b>				
Materials and services	3,703,458	3,703,458	3,497,969	205,489
Reserve for future expenditures	1,671,434	1,671,434	-	1,671,434
Contingency	3,613,022	3,613,022	-	3,613,022
<b>TOTAL EXPENDITURES</b>	<b>8,987,914</b>	<b>8,987,914</b>	<b>3,497,969</b>	<b>5,489,945</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(4,825,379)</b>	<b>(4,825,379)</b>	<b>355,073</b>	<b>5,180,452</b>
<b>OTHER FINANCING (USES):</b>				
Transfers out	(200,000)	(200,000)	-	200,000
<b>NET CHANGE IN FUND BALANCE</b>	<b>(5,025,379)</b>	<b>(5,025,379)</b>	<b>355,073</b>	<b>5,380,452</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>5,025,379</b>	<b>5,025,379</b>	<b>4,765,123</b>	<b>(260,256)</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,120,196</b>	<b>\$ 5,120,196</b>

**CLACKAMAS COUNTY, OREGON**

**CABLE ADMINISTRATION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUE:</b>				
Charges for services	\$ 1,600	\$ 1,600	\$ -	\$ (1,600)
Intergovernmental revenue:				
Local	48,000	48,000	38,951	(9,049)
Miscellaneous				
Interest	8,800	8,800	17,797	8,997
<b>TOTAL REVENUES</b>	<b>58,400</b>	<b>58,400</b>	<b>56,748</b>	<b>(1,652)</b>
<b>EXPENDITURES:</b>				
Personal services	356,420	356,420	330,367	26,053
Materials and services	430,794	508,250	359,006	149,244
Capital outlay	32,000	32,000	18,543	13,457
Reserve for future expenditures	306,406	308,484	-	308,484
<b>TOTAL EXPENDITURES</b>	<b>1,125,620</b>	<b>1,205,154</b>	<b>707,916</b>	<b>497,238</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(1,067,220)</b>	<b>(1,146,754)</b>	<b>(651,168)</b>	<b>495,586</b>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	661,605	693,605	693,605	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(405,615)</b>	<b>(453,149)</b>	<b>42,437</b>	<b>495,586</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>405,615</b>	<b>453,149</b>	<b>453,151</b>	<b>2</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 495,588</b>	<b>\$ 495,588</b>

**CLACKAMAS COUNTY, OREGON**  
**RECORDS MANAGEMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services:				
Charges to other County funds	\$ 555,526	\$ 555,526	\$ 559,238	\$ 3,712
Charges to others	213,000	213,000	208,116	(4,884)
Total charges for services	<u>768,526</u>	<u>768,526</u>	<u>767,354</u>	<u>(1,172)</u>
<b>EXPENDITURES:</b>				
Personal services	482,095	482,095	467,454	14,641
Materials and services	298,255	301,755	262,970	38,785
Capital outlay	11,000	11,000	5,930	5,070
Contingency	61,619	58,119	-	58,119
<b>TOTAL EXPENDITURES</b>	<u>852,969</u>	<u>852,969</u>	<u>736,354</u>	<u>116,615</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	(84,443)	(84,443)	31,000	115,443
<b>FUND BALANCE, June 30, 2007</b>	<u>84,443</u>	<u>84,443</u>	<u>191,512</u>	<u>107,069</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 222,512</u>	<u>\$ 222,512</u>

**CLACKAMAS COUNTY, OREGON**  
**FACILITIES MANAGEMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental:				
Local	\$ 159,023	\$ 159,023	\$ -	\$ (159,023)
Charges for services:				
Charges to other County funds	5,667,942	5,667,942	5,716,079	48,137
Charges to others	16,567	45,567	54,493	8,926
Total charges for services	5,684,509	5,713,509	5,770,572	57,063
Miscellaneous:				
Other	6,254	6,254	1,146	(5,108)
<b>TOTAL REVENUES</b>	<b>5,849,786</b>	<b>5,878,786</b>	<b>5,771,718</b>	<b>(107,068)</b>
<b>EXPENDITURES:</b>				
Personal services	1,403,530	1,687,032	1,735,974	(48,942)
Materials and services	4,496,256	4,496,256	4,243,962	252,294
Capital outlay	-	179,000	159,023	19,977
Contingency	150,000	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>6,049,786</b>	<b>6,362,288</b>	<b>6,138,959</b>	<b>223,329</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	<b>(200,000)</b>	<b>(483,502)</b>	<b>(367,241)</b>	<b>116,261</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>200,000</b>	<b>483,502</b>	<b>642,526</b>	<b>159,024</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 275,285</b>	<b>\$ 275,285</b>

**CLACKAMAS COUNTY, OREGON**

**ELECTRONIC SERVICES FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services:				
Charges to other County funds	\$ 1,740,000	\$ 1,740,000	\$ 2,156,420	\$ 416,420
Charges to others	310,000	310,000	130,622	(179,378)
Total charges for services	<u>2,050,000</u>	<u>2,050,000</u>	<u>2,287,042</u>	<u>237,042</u>
Miscellaneous:				
Interest	11,000	11,000	49,917	38,917
Other	500	500	21,186	20,686
Total miscellaneous	<u>11,500</u>	<u>11,500</u>	<u>71,103</u>	<u>59,603</u>
<b>TOTAL REVENUES</b>	<u>2,061,500</u>	<u>2,061,500</u>	<u>2,358,145</u>	<u>296,645</u>
<b>EXPENDITURES:</b>				
Personal services	663,410	663,410	659,953	3,457
Materials and services	1,561,116	1,561,116	1,327,471	233,645
Capital outlay	997,519	997,519	280,781	716,738
Contingency	15,898	15,898	-	15,898
<b>TOTAL EXPENDITURES</b>	<u>3,237,943</u>	<u>3,237,943</u>	<u>2,268,205</u>	<u>969,738</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	(1,176,443)	(1,176,443)	89,940	1,266,383
<b>FUND BALANCE, June 30, 2007</b>	<u>1,176,443</u>	<u>1,176,443</u>	<u>1,455,792</u>	<u>279,349</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,545,732</u>	<u>\$ 1,545,732</u>

**CLACKAMAS COUNTY, OREGON**  
**CENTRAL DISPATCH FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	\$ 1,200,000	\$ 1,200,000	\$ 9,000	\$ (1,191,000)
State	953,100	953,100	1,521,357	568,257
Local	17,096	17,096	21,843	4,747
Total intergovernmental revenues	<u>2,170,196</u>	<u>2,170,196</u>	<u>1,552,200</u>	<u>(617,996)</u>
Charges for services:				
Charges to other County funds	1,951,683	1,951,683	1,953,506	1,823
Charges to others	<u>1,726,039</u>	<u>1,726,039</u>	<u>1,720,942</u>	<u>(5,097)</u>
Total charges for services	<u>3,677,722</u>	<u>3,677,722</u>	<u>3,674,448</u>	<u>(3,274)</u>
Miscellaneous:				
Interest	16,000	16,000	34,012	18,012
Other	<u>7,000</u>	<u>7,000</u>	<u>34,990</u>	<u>27,990</u>
Total miscellaneous	<u>23,000</u>	<u>23,000</u>	<u>69,002</u>	<u>46,002</u>
<b>TOTAL REVENUES</b>	<u>5,870,918</u>	<u>5,870,918</u>	<u>5,295,650</u>	<u>(575,268)</u>
<b>EXPENDITURES:</b>				
Personal services	4,146,464	4,146,464	4,030,685	115,779
Materials and services	776,475	776,475	755,763	20,712
Capital outlay	30,000	30,000	29,032	968
Contingency	100,000	100,000	-	100,000
Reserve for future expenditures	<u>966,934</u>	<u>966,934</u>	<u>-</u>	<u>966,934</u>
<b>TOTAL EXPENDITURES</b>	<u>6,019,873</u>	<u>6,019,873</u>	<u>4,815,480</u>	<u>1,204,393</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(148,955)	(148,955)	480,170	629,125
<b>OTHER FINANCING (USES):</b>				
Transfers out	<u>(600,000)</u>	<u>(600,000)</u>	-	600,000
<b>NET CHANGE IN FUND BALANCE</b>	(748,955)	(748,955)	480,170	1,229,125
<b>FUND BALANCE, June 30, 2007</b>	<u>748,955</u>	<u>748,955</u>	<u>497,459</u>	<u>(251,496)</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 977,629</u>	<u>\$ 977,629</u>

**CLACKAMAS COUNTY, OREGON**

**FLEET SERVICES FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Charges for services:				
Charges to other County funds	\$ 2,330,000	\$ 2,550,000	\$ 2,208,945	\$ (341,055)
Charges to others	26,500	26,500	36,872	10,372
Total charges for services	2,356,500	2,576,500	2,245,817	(330,683)
Miscellaneous:				
Interest	22,000	22,000	17,628	(4,372)
Other	6,500	6,500	9,755	3,255
Total miscellaneous	28,500	28,500	27,383	(1,117)
<b>TOTAL REVENUES</b>	<b>2,385,000</b>	<b>2,605,000</b>	<b>2,273,200</b>	<b>(331,800)</b>
<b>EXPENDITURES:</b>				
Personal services	894,518	894,518	893,888	630
Materials and services	1,642,655	2,112,655	1,815,986	296,669
Capital outlay	1,225,000	1,380,176	1,338,699	41,477
Contingency	230,496	230,496	-	230,496
<b>TOTAL EXPENDITURES</b>	<b>3,992,669</b>	<b>4,617,845</b>	<b>4,048,573</b>	<b>569,272</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(1,607,669)</b>	<b>(2,012,845)</b>	<b>(1,775,373)</b>	<b>237,472</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	1,000,000	1,000,000	1,000,000	-
Transfers out	(20,000)	(20,000)	-	20,000
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>980,000</b>	<b>980,000</b>	<b>1,000,000</b>	<b>20,000</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(627,669)</b>	<b>(1,032,845)</b>	<b>(775,373)</b>	<b>257,472</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>627,669</b>	<b>1,032,845</b>	<b>1,032,845</b>	<b>-</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 257,472</b>	<b>\$ 257,472</b>



**CLACKAMAS COUNTY, OREGON**

**INFORMATION SERVICES FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenues:				
State	\$ 35,000	\$ 35,000	\$ 15,000	\$ (20,000)
Local	25,000	25,000	-	(25,000)
Total Intergovernmental	60,000	60,000	15,000	(45,000)
Charges for services:				
Charges to other County funds	8,441,314	8,441,314	8,281,448	(159,866)
Charges to others	-	174,244	413,378	239,134
Total charges for services	8,441,314	8,615,558	8,694,826	79,268
Miscellaneous:				
Interest	-	-	57,037	57,037
Reimbursements	153,276	153,276	72,546	(80,730)
Other	-	-	69	69
Total miscellaneous	153,276	153,276	129,652	(23,624)
<b>TOTAL REVENUES</b>	<b>8,654,590</b>	<b>8,828,834</b>	<b>8,839,478</b>	<b>10,644</b>
<b>EXPENDITURES:</b>				
Personal services	5,095,900	5,210,144	5,115,989	94,155
Materials and services	3,419,091	3,641,091	3,408,345	232,746
Capital outlay	273,700	463,700	393,278	70,422
Contingency	251,375	79,375	-	79,375
Reserve for future expenditures	50,000	150,000	-	150,000
<b>TOTAL EXPENDITURES</b>	<b>9,090,066</b>	<b>9,544,310</b>	<b>8,917,612</b>	<b>626,698</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(435,476)</b>	<b>(715,476)</b>	<b>(78,134)</b>	<b>637,342</b>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	35,000	35,000	35,000	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(400,476)</b>	<b>(680,476)</b>	<b>(43,134)</b>	<b>637,342</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>400,476</b>	<b>680,476</b>	<b>736,430</b>	<b>55,954</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 693,296</b>	<b>\$ 693,296</b>

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### TRUST AND AGENCY FUNDS

**Agency Fund** – This Fund represents accounts held by the Clackamas County Treasurer as fiscal agent for cities, school districts, other governments and organizations located within Clackamas County.

**Pension Trust Fund** – Sheriff's Office Retiree Medical Fund – This fund provides post-retirement health care benefits to retiring Peace Officers Association members and retiring Command Officers.

CLACKAMAS COUNTY, OREGON  
AGENCY FUND  
STATEMENT OF ASSETS AND LIABILITY  
YEAR ENDED JUNE 30, 2008

**ASSETS:**

Cash and investments	\$ 10,425,750
Property taxes receivable	<u>20,097,065</u>

**TOTAL ASSETS**

\$ 30,522,815

**LIABILITY:**

Amounts held in trust	<u>\$ 30,522,815</u>
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**CLACKAMAS COUNTY, OREGON**  
**AGENCY FUND**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITY**  
**YEAR ENDED JUNE 30, 2008**

	Balance June 30, 2007	Additions	Reclassification	Balance June 30, 2008
<b>ASSETS:</b>				
Cash and investments	\$ 13,326,492	\$ (685,140)	\$ (2,215,602)	\$ 10,425,750
Property taxes receivable	15,364,101	4,732,964	-	20,097,065
<b>TOTAL ASSETS</b>	<b>\$ 28,690,593</b>	<b>\$ 4,047,824</b>	<b>\$ (2,215,602)</b>	<b>\$ 30,522,815</b>
<b>LIABILITY:</b>				
Amounts held in trust	\$ 28,690,593	\$ 4,047,824	\$ (2,215,602)	\$ 30,522,815

CLACKAMAS COUNTY, OREGON

PENSION TRUST FUND

STATEMENT OF NET ASSETS

YEAR ENDED JUNE 30, 2008

**ASSETS:**

Cash and investments

\$ 692,545

**LIABILITY:**

Accounts payable

50,524

**NET ASSETS HELD IN TRUST**

\$ 642,021

**CLACKAMAS COUNTY, OREGON**  
**SHERIFF'S OFFICE RETIREE MEDICAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Contributions	\$ 615,406	\$ 615,406	\$ 652,276	\$ 36,870
Miscellaneous:				
Interest	19,751	19,751	21,469	1,718
<b>TOTAL REVENUES</b>	<u>635,157</u>	<u>635,157</u>	<u>673,745</u>	<u>38,588</u>
<b>EXPENDITURES:</b>				
Materials and services	452,880	452,880	487,437	(34,557)
Contingency	283,585	283,585	-	283,585
Reserve for future expenditures	425,378	425,378	-	425,378
<b>TOTAL EXPENDITURES</b>	<u>1,161,843</u>	<u>1,161,843</u>	<u>487,437</u>	<u>674,406</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	<u>(526,686)</u>	<u>(526,686)</u>	<u>186,308</u>	<u>712,994</u>
<b>FUND BALANCE, June 30, 2007</b>	<u>526,686</u>	<u>526,686</u>	<u>455,713</u>	<u>(70,973)</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 642,021</u>	<u>\$ 642,021</u>

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**MAJOR FUNDS BUDGETARY SCHEDULES**

**CLACKAMAS COUNTY, OREGON**

**DTD CAPITAL PROJECTS FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	\$ 40,000	\$ 40,000	\$ 1,048,490	\$ 1,008,490
Intergovernmental:				
Federal	904,382	904,382	161,535	(742,847)
State	14,885,222	14,885,222	12,307,987	(2,577,235)
Local	2,084,561	2,034,650	103,814	(1,930,836)
Total intergovernmental	17,874,165	17,824,254	12,573,336	(5,250,918)
Charges for services	150,000	150,000	380,470	230,470
Miscellaneous:				
Reimbursements	125,279	125,279	169,281	44,002
Interest	100,000	100,000	-	(100,000)
Other	-	-	65,451	65,451
Total miscellaneous	225,279	225,279	234,732	9,453
<b>TOTAL REVENUES:</b>	<b>18,289,444</b>	<b>18,239,533</b>	<b>14,237,028</b>	<b>(4,002,505)</b>
<b>EXPENDITURES:</b>				
Capital outlay	38,307,459	38,307,459	28,619,713	9,687,746
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(20,018,015)</b>	<b>(20,067,926)</b>	<b>(14,382,685)</b>	<b>5,685,241</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	21,167,117	21,217,028	14,320,860	(6,896,168)
Transfers out	(1,149,102)	(1,149,102)	(609,227)	539,875
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>20,018,015</b>	<b>20,067,926</b>	<b>13,711,633</b>	<b>(6,356,293)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>(671,052)</b>	<b>(671,052)</b>
<b>FUND BALANCE, June 30, 2007**</b>	<b>-</b>	<b>-</b>	<b>702,667</b>	<b>702,667</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>31,615</b>	<b>\$ 31,615</b>
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):</b>				
Land held for resale			263,097	
<b>FUND BALANCE - US GAAP BASIS, June 30, 2008</b>			<b>\$ 294,712</b>	

\*\* Reclassified for land held for resale.

**CLACKAMAS COUNTY, OREGON**  
**CAPITAL PROJECTS RESERVE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental:				
Federal	\$ 572,602	\$ 1,133,602	\$ 394,892	\$ (738,710)
Local	409,384	409,384	63,581	(345,803)
Total intergovernmental	981,986	1,542,986	458,473	(1,084,513)
Charges for services	-	278,553	48,400	(230,153)
Miscellaneous:				
Interest	300,000	300,000	1,788,754	1,488,754
Other	5,004,526	5,004,526	-	(5,004,526)
Total miscellaneous	5,304,526	5,304,526	1,788,754	(3,515,772)
<b>TOTAL REVENUES:</b>	<b>6,286,512</b>	<b>7,126,065</b>	<b>2,295,627</b>	<b>(4,830,438)</b>
<b>EXPENDITURES:</b>				
Materials and services	10,238,526	9,874,016	975,868	8,898,148
Capital outlay	28,904,371	35,148,517	38,115,327	(2,966,810)
Contingency	1,000,000	1,000,000	-	1,000,000
Reserve for future expenditures	541,644	162,188	-	162,188
<b>TOTAL EXPENDITURES:</b>	<b>40,684,541</b>	<b>46,184,721</b>	<b>39,091,195</b>	<b>7,093,526</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(34,398,029)</b>	<b>(39,058,656)</b>	<b>(36,795,568)</b>	<b>2,263,088</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	1,682,340	1,784,340	1,524,340	(260,000)
<b>NET CHANGE IN FUND BALANCE</b>	<b>(32,715,689)</b>	<b>(37,274,316)</b>	<b>(35,271,228)</b>	<b>2,003,088</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>32,715,689</b>	<b>37,274,316</b>	<b>37,215,533</b>	<b>(58,783)</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,944,305</b>	<b>\$ 1,944,305</b>

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### **OTHER FINANCIAL SCHEDULES**

Other financial schedules include the County's cash receipts and turnovers by the various elected officials and property tax transactions.

CLACKAMAS COUNTY, OREGON

ASSESSOR-TAX DEPARTMENT

SCHEDULE OF CASH ASSETS AND TURNOVERS

YEAR ENDED JUNE 30, 2008

Cash on hand, June 30, 2007	\$	75
Receipts:*		
Printouts and miscellaneous		<u>105,472</u>
Total receipts and cash on hand		105,547
Turnovers to County Treasurer		<u>(105,472)</u>
Cash on hand, June 30, 2008	\$	<u>75</u>

\*Departmental cash receipts include agency fund collections which are not recognized as revenue of County operating funds.

CLACKAMAS COUNTY, OREGON

COUNTY CLERK

SCHEDULE OF CASH RECEIPTS AND TURNS

YEAR ENDED JUNE 30, 2008

Cash on hand, June 30, 2007	\$	560
Receipts:*		
Family violence		66,400
Assessment/Tax state		856,107
OLIS fees		95,123
Recording fees		2,696,867
County clerk lien		27,695
Clerk fees		111,008
OLCC		14,390
Overpayment clerk recording		5,949
Overpayment OLCC		100
Survey collection fee		2,550
Family court services		26,560
Land corner		802,370
GIS		<u>403,304</u>
Total receipts and cash on hand		5,108,983
Turnovers to County Treasurer		<u>(5,108,423)</u>
Cash on hand, June 30, 2008	\$	<u><u>560</u></u>

\*Departmental cash receipts include agency fund collections which are not recognized as revenue of County operating funds.

CLACKAMAS COUNTY, OREGON

SHERIFF - CIVIL AND CRIMINAL

SCHEDULE OF CASH RECEIPTS AND TURNOVERS

YEAR ENDED JUNE 30, 2008

Cash on hand, June 30, 2007	\$	20
Receipts:*		
Sheriff's fees		132,678
Concealed weapons charges		158,870
Extradition reimbursement		1,622
Other		28
		<hr/>
Total receipts and cash on hand		293,218
Turnovers to County Treasurer and other agencies		<hr/> (293,168)
Cash on hand, June 30, 2008	\$	<hr/> <hr/> 50

\*Departmental cash receipts include agency fund collections which are not recognized as revenue of County operating funds.



## **NONMAJOR SPECIAL REVENUE FUNDS (Continued)**

**Tourism Development Council Fund** – The Tourism Development Council Fund accounts for the revenue and expenditures associated with the development of tourism in the County.

**North Clackamas Parks and Recreation District Fund** – The North Clackamas Parks and Recreation District Fund administers the construction or acquisition of parks and recreational facilities, provides recreational programs, and maintains new and existing parks and open spaces.

**North Clackamas Parks and Recreation District Nutrition and Transportation Fund** – The Nutrition and Transportation Fund was created to account for receipts from donations and fundraising activities and expenditures related to the District's programs of providing meals and transportation services to elderly citizens living in the District.

**North Clackamas Parks and Recreation District SDC Charge Fund** – The Systems Development Charge Fund was created to account for the fees collected from new developments in the District to help defray the costs associated with building new capital facilities to meet the needs created by growth.

**North Clackamas Parks and Recreation District SDC Charge Zone 1 Fund** – This Fund was created to account for System Development Charges received for the area within the City of Milwaukie.

**North Clackamas Parks and Recreation District SDC Charge Zone 2 Fund** – This Fund was created to account for System Development Charges received for the area west of Interstate 205, not included in the City of Milwaukie.

**North Clackamas Parks and Recreation District SDC Charge Zone 3 Fund** – This Fund was created to account for System Development Charges received for the area east of Interstate 205.

**Clackamas County Enhanced Law Enforcement District Fund** – The Clackamas County Enhanced Law Enforcement District administers additional law enforcement services in the unincorporated urban area of Clackamas County.

**CLACKAMAS COUNTY, OREGON**  
**NONMAJOR SPECIAL REVENUE FUNDS**

**COMBINING BALANCE SHEET**

**JUNE 30, 2008**

	Road Fund	OFC Children And Families Fund	Clackamas County Fair Fund	Community Corrections Fund	County School Fund	Development Services Fund	Dog Control Fund	Community Solutions Fund
Cash and investments	\$ 16,161,815	\$ 163,844	\$ 212,414	\$ 3,441,263	\$ 52,189	\$ 6,299,477	\$ 462,763	\$ -
Property taxes receivable	-	-	-	-	-	-	-	-
Accounts receivable	167,965	16,486	17,200	77,420	-	21,522	2,400	58,691
Assessments receivable	1,928	-	-	-	-	-	-	-
Grants receivable	4,829	807,905	-	8,638	-	-	-	668,968
Notes and contracts receivable	-	-	-	-	-	-	-	-
Due from other funds	232,477	45,648	-	11,123	-	6,219	-	96,391
Other assets	-	-	-	59,072	-	72,098	-	291,277
<b>TOTAL ASSETS</b>	<b>\$ 16,569,014</b>	<b>\$ 1,033,883</b>	<b>\$ 229,614</b>	<b>\$ 3,597,516</b>	<b>\$ 52,189</b>	<b>\$ 6,399,316</b>	<b>\$ 465,163</b>	<b>\$ 1,115,327</b>

**LIABILITIES AND FUND BALANCES**

Liabilities:								
Book overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 31,596
Accounts payable	801,029	259,254	13,147	54,871	-	494,858	7,666	90,252
Accrued payroll	611,293	32,077	2,020	361,453	-	202,005	40,040	167,294
Due to other funds	440,920	214,925	-	16,900	-	17,297	10,602	22,265
Deposits	802,891	-	55,698	20	-	-	-	-
Deferred revenue	1,928	337,520	-	-	-	715,799	169,946	362,397
Interfund loans payable	-	-	147,198	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>2,658,061</b>	<b>843,776</b>	<b>218,063</b>	<b>433,244</b>	<b>-</b>	<b>1,429,959</b>	<b>228,254</b>	<b>673,804</b>
Fund balances:								
Undesignated	13,910,953	190,107	11,551	3,164,272	52,189	4,969,357	236,909	441,523
	<b>\$ 16,569,014</b>	<b>\$ 1,033,883</b>	<b>\$ 229,614</b>	<b>\$ 3,597,516</b>	<b>\$ 52,189</b>	<b>\$ 6,399,316</b>	<b>\$ 465,163</b>	<b>\$ 1,115,327</b>

**CLACKAMAS COUNTY, OREGON**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET (Continued)**

JUNE 30, 2008

	Family Court Service Fund	Human Services Administration Fund	Law Library Fund	Library Network Fund	Parks Fund	Planning Fund	Clackamas Mental Health Organization Fund	Public Land Corner Preservation Fund	Social Services Fund
<b>ASSETS</b>									
Cash and investments	\$ 135,271	\$ 214,955	\$ 573,878	\$ 334,686	\$ -	\$ 383,642	\$ 5,638,810	\$ 1,725,319	\$ 536,697
Property taxes receivable	-	-	-	-	-	-	-	-	-
Accounts receivable	44,052	133	31,845	11,516	-	9,332	4,503	-	4,965
Assessments receivable	-	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	729,861	57,158	-	-	1,552,044
Notes and contracts receivable	-	-	-	-	-	-	-	-	-
Due from other funds	39,904	-	-	-	1,612,723	290,327	17,807	15,481	88,750
Other assets	-	-	-	3,079	-	189	-	-	10,077
<b>TOTAL ASSETS</b>	<b>\$ 219,227</b>	<b>\$ 215,088</b>	<b>\$ 605,723</b>	<b>\$ 349,281</b>	<b>\$ 2,342,584</b>	<b>\$ 740,648</b>	<b>\$ 5,661,120</b>	<b>\$ 1,740,800</b>	<b>\$ 2,192,533</b>

<b>LIABILITIES AND FUND BALANCES</b>									
<b>Liabilities:</b>									
Book overdraft	\$ -	\$ -	\$ -	\$ -	\$ 1,982,016	\$ -	\$ -	\$ -	\$ -
Accounts payable	6,169	499	18,867	49,255	83,754	51,208	1,138,762	5,559	575,984
Accrued payroll	22,754	13,721	5,505	26,541	124,230	142,112	-	44,535	395,368
Due to other funds	5,582	118	207	4,679	152,395	9,861	2,200,487	982	62,094
Deposits	-	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	2,948	2,201,017	-	918,612
Interfund loans payable	-	-	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>\$ 34,505</b>	<b>\$ 14,338</b>	<b>\$ 24,579</b>	<b>\$ 80,475</b>	<b>\$ 2,342,395</b>	<b>\$ 206,129</b>	<b>\$ 5,540,266</b>	<b>\$ 51,076</b>	<b>\$ 1,952,058</b>
<b>Fund balances:</b>									
Undesignated	184,722	200,750	581,144	268,806	189	534,519	120,854	1,689,724	240,475
	<b>\$ 219,227</b>	<b>\$ 215,088</b>	<b>\$ 605,723</b>	<b>\$ 349,281</b>	<b>\$ 2,342,584</b>	<b>\$ 740,648</b>	<b>\$ 5,661,120</b>	<b>\$ 1,740,800</b>	<b>\$ 2,192,533</b>

CLACKAMAS COUNTY, OREGON  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET (Continued)

JUNE 30, 2008

	Community Environment Fund	Sunnyside Village Park Acquisition Fund	Sunnyside Village Park Road Frontage Construction Fund	Juvenile Fund	Transient Room Tax Fund	Transportation System Development Charge Fund	District Attorney Fund	Public Safety Local Option Levy Fund
<b>ASSETS</b>								
Cash and investments	\$ 1,680,911	\$ 310,041	\$ 117,825	\$ 745,602	\$ -	\$ 15,262,488	\$ 579,552	\$ 2,637,143
Property taxes receivable	-	-	-	-	-	-	-	279,016
Accounts receivable	77,314	-	-	4,100	303,767	8,401	-	-
Assessments receivable	-	-	-	-	-	-	-	-
Grants receivable	5,703	-	-	20,996	-	-	538,309	-
Notes and contracts receivable	-	-	-	-	-	-	-	-
Due from other funds	12,803	-	-	154,410	2,757	140,954	-	110
Other assets	-	-	-	8,383	-	-	8,293	-
<b>TOTAL ASSETS</b>	<b>\$ 1,776,731</b>	<b>\$ 310,041</b>	<b>\$ 117,825</b>	<b>\$ 933,491</b>	<b>\$ 306,524</b>	<b>\$ 15,411,843</b>	<b>\$ 1,126,154</b>	<b>\$ 2,916,269</b>

<b>LIABILITIES AND FUND BALANCES</b>								
<b>Liabilities:</b>								
Book overdraft	\$ -	\$ -	\$ -	\$ -	\$ 10,510	\$ -	\$ -	\$ -
Accounts payable	39,642	-	-	123,238	-	2,938	117,610	252,091
Accrued payroll	57,709	-	-	174,983	-	-	366,007	194,682
Due to other funds	54,088	-	-	42,170	293,308	1,279,486	4,232	1,985
Deposits	-	-	-	-	-	-	-	-
Deferred revenue	14,558	-	-	196,009	-	-	38,979	234,716
Interfund loans payable	-	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>165,997</b>	<b>-</b>	<b>-</b>	<b>536,400</b>	<b>303,818</b>	<b>1,282,424</b>	<b>526,828</b>	<b>683,474</b>
<b>Fund balances:</b>								
Undesignated	1,610,734	310,041	117,825	397,091	2,706	14,129,419	599,326	2,232,795
	<b>\$ 1,776,731</b>	<b>\$ 310,041</b>	<b>\$ 117,825</b>	<b>\$ 933,491</b>	<b>\$ 306,524</b>	<b>\$ 15,411,843</b>	<b>\$ 1,126,154</b>	<b>\$ 2,916,269</b>

**CLACKAMAS COUNTY, OREGON**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET (Continued)**

JUNE 30, 2008

	Property Management Fund	Employer Contribution Reserve Fund	County Payments Account Project Fund	Joint Transportation SDC Fund	Tax Title Land Fund	Parks Trust Fund	Tourism Development Council Fund	North Clackamas Parks and Recreation District Fund
<b>ASSETS</b>								
Cash and investments	\$ 89,722	\$ 1,297,188	\$ 1,686,239	\$ 5,204,353	\$ 431,987	\$ 3,508,892	\$ 965,913	\$ 3,019,349
Property taxes receivable	-	-	-	-	-	-	-	230,831
Accounts receivable	-	-	-	-	-	-	16,394	124,333
Assessments receivable	-	-	-	-	-	-	-	-
Grants receivable	-	-	-	-	-	-	-	-
Notes and contracts receivable	-	-	-	-	460,983	-	-	-
Due from other funds	385,334	-	-	1,308,659	-	-	287,442	183,073
Other assets	-	-	-	-	294,070	-	375	52,650
<b>TOTAL ASSETS</b>	<b>\$ 475,056</b>	<b>\$ 1,297,188</b>	<b>\$ 1,686,239</b>	<b>\$ 6,513,012</b>	<b>\$ 1,187,040</b>	<b>\$ 3,508,892</b>	<b>\$ 1,270,124</b>	<b>\$ 3,610,236</b>

**LIABILITIES AND FUND BALANCES**

<b>Liabilities:</b>								
Book overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	2,226	-	86,688	-	-	-	185,494	212,764
Accrued payroll	6,985	-	-	-	-	-	14,330	-
Due to other funds	13,819	1,297,188	51,200	24,512	385,334	1,348,375	1,655	349,242
Deposits	-	-	-	-	-	-	-	68,126
Deferred revenue	-	-	1,548,351	-	755,053	-	-	195,539
Interfund loans payable	-	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>23,030</b>	<b>1,297,188</b>	<b>1,686,239</b>	<b>24,512</b>	<b>1,140,387</b>	<b>1,348,375</b>	<b>201,479</b>	<b>825,671</b>
<b>Fund balances:</b>								
Undesignated	452,026	-	-	6,488,500	46,653	2,160,517	1,068,645	2,784,565
	<b>\$ 475,056</b>	<b>\$ 1,297,188</b>	<b>\$ 1,686,239</b>	<b>\$ 6,513,012</b>	<b>\$ 1,187,040</b>	<b>\$ 3,508,892</b>	<b>\$ 1,270,124</b>	<b>\$ 3,610,236</b>

**CLACKAMAS COUNTY, OREGON**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET (Continued)**

JUNE 30, 2008

	North Clackamas Parks and Recreation District				Clackamas Co. Enhanced Law Enforcement District		Total
	Nutrition and Transportation Fund	Systems Development Charge Fund	SDC Charge Zone 1 Fund	SDC Charge Zone 2 Fund	SDC Charge Zone 3 Fund	Clackamas Co. Enhanced Law Enforcement District Fund	
<b>ASSETS</b>							
Cash and investments	\$ 391,589	\$ 497,978	\$ 58,131	\$ 281,326	\$ 2,708,517	\$ 1,639,023	\$ 79,450,792
Property taxes receivable	-	-	-	-	-	239,178	749,025
Accounts receivable	7,005	-	-	-	30,223	-	1,039,567
Assessments receivable	-	-	-	-	-	-	1,928
Grants receivable	-	-	-	-	-	-	4,394,411
Notes and contracts receivable	-	-	-	-	-	-	460,983
Due from other funds	19,735	-	-	-	-	-	4,952,127
Other assets	-	-	-	-	-	-	799,563
<b>TOTAL ASSETS</b>	<b>\$ 418,329</b>	<b>\$ 497,978</b>	<b>\$ 58,131</b>	<b>\$ 281,326</b>	<b>\$ 2,738,740</b>	<b>\$ 1,878,201</b>	<b>\$ 91,848,396</b>

<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities:</b>							
Book overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,024,122
Accounts payable	7,802	-	-	-	-	-	4,681,627
Accrued payroll	-	-	-	-	-	-	3,005,644
Due to other funds	21,881	-	-	-	-	1,648,370	9,976,159
Deposits	-	-	-	-	-	-	926,735
Deferred revenue	-	-	-	-	-	201,281	7,894,653
Interfund loans payable	-	-	-	-	-	-	147,198
<b>TOTAL LIABILITIES</b>	<b>29,683</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,849,651</b>	<b>28,656,138</b>
<b>Fund balances:</b>							
Undesignated	388,646	497,978	58,131	281,326	2,738,740	28,550	63,192,258
	<b>\$ 418,329</b>	<b>\$ 497,978</b>	<b>\$ 58,131</b>	<b>\$ 281,326</b>	<b>\$ 2,738,740</b>	<b>\$ 1,878,201</b>	<b>\$ 91,848,396</b>

**CLACKAMAS COUNTY, OREGON**

**NONMAJOR SPECIAL REVENUE FUNDS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Road Fund	OFC Children And Families Fund	Clackamas County Fair Fund	Community Corrections Fund	County School Fund	Development Services Fund	Dog Control Fund	Community Solutions Fund	Family Court Service Fund
<b>REVENUES:</b>									
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	4,588,164	480,983	-	28,790
Fines, forfeitures, and penalties	-	-	-	894,803	138	4,690	9,735	-	-
Special assessment collections	-	-	-	-	-	-	-	-	-
Interest	502,801	12,947	4,580	136,953	7,505	222,471	13,563	-	-
Intergovernmental	21,152,525	3,403,126	48,405	7,187,334	1,578,979	-	-	5,162,645	26,431
Charges for services	4,466,524	158,211	866,295	408,078	-	738	63,735	814,337	645,490
Contributions	-	102,172	-	-	-	-	7,488	1,582	-
Miscellaneous	165,050	1,143	161,271	8,286	-	16,859	3,158	43,199	-
<b>TOTAL REVENUES</b>	<b>26,286,900</b>	<b>3,677,599</b>	<b>1,081,551</b>	<b>8,633,454</b>	<b>1,588,622</b>	<b>4,830,922</b>	<b>578,642</b>	<b>6,021,763</b>	<b>688,711</b>
<b>EXPENDITURES:</b>									
Current:									
General government	-	-	-	-	-	5,582,066	-	-	798,809
Public protection	-	-	-	10,391,929	-	-	-	-	-
Public ways and facilities	22,040,161	-	-	-	-	-	-	-	-
Health and sanitation	-	3,806,115	-	-	-	-	1,207,432	-	-
Economic development	-	-	-	-	-	-	-	6,572,165	-
Culture and recreation	-	-	1,405,253	-	-	-	-	-	-
Education	-	-	-	-	1,546,571	-	-	-	-
Debt service:									
Principal	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	-
Capital outlay	1,125,871	-	79,497	16,829	-	101,980	-	56,009	-
<b>TOTAL EXPENDITURES</b>	<b>23,166,032</b>	<b>3,806,115</b>	<b>1,484,750</b>	<b>10,408,758</b>	<b>1,546,571</b>	<b>5,684,046</b>	<b>1,207,432</b>	<b>6,628,174</b>	<b>798,809</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>3,120,868</b>	<b>(128,516)</b>	<b>(403,199)</b>	<b>(1,775,304)</b>	<b>40,051</b>	<b>(853,124)</b>	<b>(628,790)</b>	<b>(606,411)</b>	<b>(98,098)</b>
<b>OTHER FINANCING SOURCES (USES):</b>									
Proceeds from sale of capital assets	57,808	-	-	1,685	-	4,080	1,115	333	-
Transfers in	422,610	203,087	370,000	2,269,785	-	-	785,217	629,416	125,000
Transfers out	(102,000)	-	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>378,218</b>	<b>203,087</b>	<b>370,000</b>	<b>2,271,470</b>	<b>-</b>	<b>4,060</b>	<b>786,332</b>	<b>629,749</b>	<b>125,000</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>3,499,886</b>	<b>74,571</b>	<b>(33,199)</b>	<b>496,166</b>	<b>40,051</b>	<b>(849,064)</b>	<b>157,542</b>	<b>23,338</b>	<b>28,902</b>
<b>FUND BALANCES, June 30, 2007</b>	<b>10,411,867</b>	<b>115,538</b>	<b>44,750</b>	<b>2,888,108</b>	<b>12,138</b>	<b>5,818,421</b>	<b>79,387</b>	<b>418,185</b>	<b>157,820</b>
<b>FUND BALANCES, June 30, 2008</b>	<b>\$ 13,910,953</b>	<b>\$ 190,107</b>	<b>\$ 11,551</b>	<b>\$ 3,164,272</b>	<b>\$ 52,189</b>	<b>\$ 4,969,357</b>	<b>\$ 236,909</b>	<b>\$ 441,523</b>	<b>\$ 184,722</b>

CLACKAMAS COUNTY, OREGON

NONMAJOR SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (Continued)

FOR THE YEAR ENDED JUNE 30, 2008

	Human Services Administration Fund	Law Library Fund	Library Network Fund	Parks Fund	Planning Fund	Clackamas Mental Health Organization Fund	Public Land Corner Preservation Fund	Social Services Fund	Community Environment Fund	Sunnyside Village Park Acquisition Fund	Sunnyside Village Park Road Frontage Construction Fund
<b>REVENUES:</b>											
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	264,026	23,040	-	50,550	546	980	-	-
Fines, forfeitures, and penalties	-	-	-	-	-	-	-	-	15,822	-	-
Special assessment collections	-	-	-	-	-	-	-	-	-	-	-
Interest	49,847	20,245	35,297	-	-	120,854	68,526	11,170	64,824	11,271	4,283
Intergovernmental	11,702	-	87,885	1,254,865	311,552	9,254,999	-	12,602,549	385,119	-	-
Charges for services	-	350,226	15,000	298,181	1,068,378	5,950	909,746	3,936,917	1,384,455	-	-
Contributions	-	-	-	1,217	-	-	-	2,194	-	-	-
Miscellaneous	-	11	25,545	13,946	8,713	-	6,382	58,143	139	-	-
<b>TOTAL REVENUES</b>	<b>61,549</b>	<b>370,482</b>	<b>163,727</b>	<b>1,832,035</b>	<b>1,409,683</b>	<b>9,381,803</b>	<b>1,035,184</b>	<b>16,611,519</b>	<b>1,851,339</b>	<b>11,271</b>	<b>4,283</b>
<b>EXPENDITURES:</b>											
Current:											
General government	480,259	-	-	-	-	-	-	-	-	-	-
Public protection	-	-	-	-	-	-	-	-	-	-	-
Public ways and facilities	-	-	-	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	9,260,949	-	17,485,322	1,927,349	-	-
Economic development	-	-	-	-	4,645,200	-	-	-	-	-	-
Culture and recreation	-	-	-	2,753,740	-	-	1,178,527	-	-	-	-
Education	-	352,093	5,714,406	-	-	-	-	-	-	-	-
Debt service:											
Principal	-	-	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	39,578	1,016,298	-	-	10,710	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>480,259</b>	<b>352,093</b>	<b>5,753,984</b>	<b>3,770,038</b>	<b>4,645,200</b>	<b>9,260,949</b>	<b>1,198,237</b>	<b>17,485,322</b>	<b>1,927,349</b>	<b>-</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(418,710)</b>	<b>18,389</b>	<b>(5,590,257)</b>	<b>(1,938,003)</b>	<b>(3,235,517)</b>	<b>120,854</b>	<b>(163,053)</b>	<b>(873,803)</b>	<b>(78,010)</b>	<b>11,271</b>	<b>4,283</b>
<b>OTHER FINANCING SOURCES (USES):</b>											
Proceeds from sale of capital assets	-	-	-	-	-	-	-	665	-	-	-
Transfers in	440,857	-	6,785,000	1,938,192	2,756,032	-	-	955,598	140,864	-	-
Transfers out	(308,000)	-	(1,050,656)	-	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>132,857</b>	<b>-</b>	<b>5,734,344</b>	<b>1,938,192</b>	<b>2,756,032</b>	<b>-</b>	<b>-</b>	<b>956,263</b>	<b>140,864</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(285,853)</b>	<b>18,389</b>	<b>144,087</b>	<b>189</b>	<b>(479,485)</b>	<b>120,854</b>	<b>(163,053)</b>	<b>82,460</b>	<b>64,854</b>	<b>11,271</b>	<b>4,283</b>
<b>FUND BALANCES, June 30, 2007</b>	<b>486,603</b>	<b>562,755</b>	<b>124,719</b>	<b>-</b>	<b>1,014,004</b>	<b>-</b>	<b>1,852,777</b>	<b>158,015</b>	<b>1,545,880</b>	<b>298,770</b>	<b>113,542</b>
<b>FUND BALANCES, June 30, 2008</b>	<b>\$ 200,750</b>	<b>\$ 581,144</b>	<b>\$ 268,806</b>	<b>\$ 189</b>	<b>\$ 534,519</b>	<b>\$ 120,854</b>	<b>\$ 1,689,724</b>	<b>\$ 240,475</b>	<b>\$ 1,610,734</b>	<b>\$ 310,041</b>	<b>\$ 117,825</b>



CLACKAMAS COUNTY, OREGON

NONMAJOR SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (Continued)

FOR THE YEAR ENDED JUNE 30, 2008

	Juvenile Fund	Transient Room Tax Fund	Transportation System Development Charge Fund	District Attorney Fund	Public Safety Local Option Levy Fund	Property Management Fund	Employer Contribution Reserve Fund	County Payments Account Project Fund	Joint Transportation SDC Fund	Tax Title Land Fund
<b>REVENUES:</b>										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 7,586,422	\$ -	\$ -	\$ -	\$ -	\$ -
Other taxes	-	3,061,889	-	-	-	-	-	-	-	-
Licenses and permits	-	-	2,931,277	-	-	-	-	-	2,230,538	-
Fines, forfeitures, and penalties	41,592	-	-	-	-	-	-	-	-	-
Special assessment collections	-	-	-	-	-	-	-	-	-	-
Interest	-	11,412	760,080	-	105,971	14,561	-	18,235	240,506	47,070
Intergovernmental	127,042	-	-	1,012,899	-	-	-	900,890	-	-
Charges for services	848,130	-	9,308	834	-	385,702	-	-	-	-
Contributions	-	-	-	-	-	-	-	-	-	-
Miscellaneous	426,432	-	-	281,002	120	75,286	-	-	-	229,083
<b>TOTAL REVENUES</b>	<b>1,443,996</b>	<b>3,073,281</b>	<b>3,700,665</b>	<b>2,094,535</b>	<b>7,692,513</b>	<b>475,559</b>	<b>-</b>	<b>919,225</b>	<b>2,480,044</b>	<b>277,053</b>
<b>EXPENDITURES:</b>										
Current:										
General government	-	-	-	-	-	483,340	137	919,225	-	385,334
Public protection	6,769,666	-	-	9,931,589	5,135,977	-	-	-	-	-
Public ways and facilities	-	-	5,106,472	-	-	-	-	-	1,352,213	-
Health and sanitation	-	-	-	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	61,412	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	-
Debt service:										
Principal	-	-	-	-	-	-	-	-	706,808	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	433,828	-
Capital outlay	-	-	-	-	323,741	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>6,769,666</b>	<b>61,412</b>	<b>5,106,472</b>	<b>9,931,589</b>	<b>5,459,718</b>	<b>483,340</b>	<b>137</b>	<b>919,225</b>	<b>2,492,649</b>	<b>385,334</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(5,325,670)</b>	<b>3,011,869</b>	<b>(1,405,807)</b>	<b>(7,837,054)</b>	<b>2,232,795</b>	<b>12,219</b>	<b>(137)</b>	<b>-</b>	<b>(3,605)</b>	<b>(108,281)</b>
<b>OTHER FINANCING SOURCES (USES):</b>										
Proceeds from sale of capital assets	-	-	-	-	-	274,161	-	-	-	-
Transfers in	5,484,056	-	-	7,952,684	-	-	-	-	186,617	-
Transfers out	-	(3,009,183)	-	-	-	-	(1,297,188)	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>5,484,056</b>	<b>(3,009,183)</b>	<b>-</b>	<b>7,952,684</b>	<b>-</b>	<b>274,161</b>	<b>(1,297,188)</b>	<b>-</b>	<b>186,617</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>158,386</b>	<b>2,706</b>	<b>(1,405,807)</b>	<b>115,630</b>	<b>2,232,795</b>	<b>286,360</b>	<b>(1,297,325)</b>	<b>-</b>	<b>182,812</b>	<b>(108,281)</b>
<b>FUND BALANCES, June 30, 2007</b>	<b>238,705</b>	<b>-</b>	<b>15,535,226</b>	<b>483,696</b>	<b>-</b>	<b>165,646</b>	<b>1,297,325</b>	<b>-</b>	<b>6,305,688</b>	<b>154,934</b>
<b>FUND BALANCES, June 30, 2008</b>	<b>\$ 397,091</b>	<b>\$ 2,706</b>	<b>\$ 14,129,419</b>	<b>\$ 599,326</b>	<b>\$ 2,232,795</b>	<b>\$ 452,026</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,488,500</b>	<b>\$ 46,653</b>

CLACKAMAS COUNTY, OREGON

NONMAJOR SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (Continued)

FOR THE YEAR ENDED JUNE 30, 2008

	Parks Trust Fund	Tourism Development Council Fund	North Clackamas Parks and Recreation District Fund	North Clackamas Parks and Recreation District			Clackamas Co. Enhanced Law Enforcement District Fund	Total			
				Nutrition and Transportation Fund	Systems Development Charge Fund	SDC Charge Zone 1 Fund			SDC Charge Zone 2 Fund	SDC Charge Zone 3 Fund	
<b>REVENUES:</b>											
Property taxes	\$ -	\$ -	\$ 4,588,601	\$ -	\$ -	\$ -	\$ -	\$ 4,639,979	\$ 10,815,002		
Other taxes	-	-	-	-	-	-	-	-	3,061,809		
Licenses and permits	-	-	-	-	426,587	3,287	202,387	934,654	12,170,809		
Fines, forfeitures, and penalties	-	-	-	-	-	-	-	-	666,780		
Special assessment collections	-	-	-	-	-	-	-	-	-		
Interest	82,998	22,484	142,925	12,154	25,248	2,179	18,013	96,634	5,564	2,882,171	
Intergovernmental	273,186	47,591	120,159	295,390	-	-	-	-	-	68,046,973	
Charges for services	48,000	-	1,962,160	-	-	-	-	-	-	10,642,195	
Contributions	-	-	10,250	172,500	-	-	-	-	-	297,383	
Miscellaneous	251	5,668	196,911	50,335	-	-	-	-	-	75,608	1,853,431
<b>TOTAL REVENUES</b>	<b>384,435</b>	<b>75,743</b>	<b>7,021,066</b>	<b>530,379</b>	<b>451,835</b>	<b>5,466</b>	<b>220,400</b>	<b>1,031,288</b>	<b>4,721,151</b>	<b>122,736,613</b>	
<b>EXPENDITURES:</b>											
<b>Current:</b>											
General government	-	-	-	-	-	-	-	-	-	8,627,170	
Public protection	-	-	-	-	-	-	-	-	4,981,664	37,210,825	
Public ways and facilities	-	-	-	-	-	-	-	-	-	28,498,846	
Health and sanitation	-	-	1,295,224	426,935	-	-	-	-	-	35,409,326	
Economic development	-	-	-	-	-	-	-	-	-	11,217,365	
Culture and recreation	-	2,438,534	3,885,637	-	-	-	-	-	-	11,723,103	
Education	-	-	-	-	-	-	-	-	-	7,613,070	
Debt service:											
Principal	-	-	-	-	-	-	-	-	65,000	771,008	
Interest and fiscal charges	-	-	-	-	-	-	-	-	117,880	551,708	
Capital outlay	-	-	-	-	-	-	-	-	-	2,779,513	
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>2,438,534</b>	<b>5,180,861</b>	<b>426,935</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,164,544</b>	<b>144,402,734</b>	
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>384,435</b>	<b>(2,362,791)</b>	<b>1,840,145</b>	<b>103,444</b>	<b>451,835</b>	<b>5,466</b>	<b>220,400</b>	<b>1,031,288</b>	<b>(443,393)</b>	<b>(21,666,121)</b>	
<b>OTHER FINANCING SOURCES (USES):</b>											
Proceeds from sale of capital assets	1,674,265	-	-	-	-	-	-	-	-	2,013,892	
Transfers in	-	2,639,163	26,000	80,000	-	-	-	-	-	34,190,178	
Transfers out	(1,346,375)	-	(1,455,000)	(6,000)	(425,197)	-	(297,053)	(216,132)	-	(9,514,764)	
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>325,890</b>	<b>2,639,163</b>	<b>(1,429,000)</b>	<b>74,000</b>	<b>(425,197)</b>	<b>-</b>	<b>(297,053)</b>	<b>(216,132)</b>	<b>-</b>	<b>26,689,306</b>	
<b>NET CHANGE IN FUND BALANCES</b>	<b>710,325</b>	<b>276,372</b>	<b>411,145</b>	<b>177,444</b>	<b>26,638</b>	<b>5,466</b>	<b>(76,653)</b>	<b>815,156</b>	<b>(443,393)</b>	<b>5,023,165</b>	
<b>FUND BALANCES, June 30, 2007</b>	<b>1,450,192</b>	<b>782,273</b>	<b>2,373,420</b>	<b>211,202</b>	<b>471,340</b>	<b>52,665</b>	<b>357,979</b>	<b>1,923,584</b>	<b>471,943</b>	<b>58,169,073</b>	
<b>FUND BALANCES, June 30, 2008</b>	<b>\$ 2,160,517</b>	<b>\$ 1,068,645</b>	<b>\$ 2,784,565</b>	<b>\$ 388,646</b>	<b>\$ 497,978</b>	<b>\$ 58,131</b>	<b>\$ 281,326</b>	<b>\$ 2,738,740</b>	<b>\$ 28,550</b>	<b>\$ 63,192,258</b>	

**CLACKAMAS COUNTY, OREGON**

**ROAD FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	\$ 4,600,000	\$ 4,600,000	\$ 4,576,980	\$ (23,020)
State	17,092,000	17,092,000	16,164,690	(927,310)
Local	375,000	375,000	410,855	35,855
Total intergovernmental revenues	22,067,000	22,067,000	21,152,525	(914,475)
Charges for services:				
General government	3,510,400	3,510,400	3,803,257	292,857
Highways and streets	916,214	916,214	663,267	(252,947)
Total charges for services	4,426,614	4,426,614	4,466,524	39,910
Miscellaneous:				
Reimbursements	123,600	123,600	108,008	(15,592)
Interest	253,606	253,606	502,801	249,195
Other	74,500	74,500	114,650	40,150
Total miscellaneous	451,706	451,706	725,459	273,753
<b>TOTAL REVENUES</b>	<b>26,945,320</b>	<b>26,945,320</b>	<b>26,344,508</b>	<b>(600,812)</b>
<b>EXPENDITURES:</b>				
Public ways and facilities:				
Transportation maintenance	28,445,037	28,445,037	15,196,751	13,248,286
Roads administration	1,325,553	1,325,553	1,152,539	173,014
Engineering	6,209,661	6,057,750	5,166,732	891,018
<b>TOTAL EXPENDITURES</b>	<b>35,980,251</b>	<b>35,828,340</b>	<b>21,516,022</b>	<b>14,312,318</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(9,034,931)</b>	<b>(8,883,020)</b>	<b>4,828,486</b>	<b>13,711,506</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	110,000	110,000	422,610	312,610
Transfers out	(1,406,195)	(1,558,106)	(1,752,010)	(193,904)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(1,296,195)</b>	<b>(1,448,106)</b>	<b>(1,329,400)</b>	<b>118,706</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(10,331,126)</b>	<b>(10,331,126)</b>	<b>3,499,086</b>	<b>13,830,212</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>10,331,126</b>	<b>10,331,126</b>	<b>10,411,867</b>	<b>80,741</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 13,910,953</b>	<b>\$ 13,910,953</b>

**CLACKAMAS COUNTY, OREGON**

**OFC CHILDREN AND FAMILIES FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	\$ 409,724	\$ 515,737	\$ 308,683	\$ (207,054)
State	3,487,642	3,547,051	3,059,918	(487,133)
Local	5,657	39,658	34,525	(5,133)
Total intergovernmental revenues	3,903,023	4,102,446	3,403,126	(699,320)
Charges for services	132,250	520,900	158,211	(362,689)
Miscellaneous:				
Interest	15,000	15,000	12,947	(2,053)
Contributions	76,150	104,488	102,172	(2,316)
Other	1,600	1,600	1,143	(457)
Total miscellaneous	92,750	121,088	116,262	(4,826)
<b>TOTAL REVENUES</b>	<b>4,128,023</b>	<b>4,744,434</b>	<b>3,677,599</b>	<b>(1,066,835)</b>
<b>EXPENDITURES:</b>				
Health and sanitation:				
Personal services	793,971	870,847	734,482	136,365
Materials and services	3,676,175	4,215,710	3,071,633	1,144,077
Contingency	19,238	19,238	-	19,238
<b>TOTAL EXPENDITURES</b>	<b>4,489,384</b>	<b>5,105,795</b>	<b>3,806,115</b>	<b>1,299,680</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(361,361)</b>	<b>(361,361)</b>	<b>(128,516)</b>	<b>232,845</b>
<b>OTHER FINANCING SOURCE:</b>				
Transfers in	203,087	203,087	203,087	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(158,274)</b>	<b>(158,274)</b>	<b>74,571</b>	<b>232,845</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>158,274</b>	<b>158,274</b>	<b>115,536</b>	<b>(42,738)</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 190,107</b>	<b>\$ 190,107</b>

**CLACKAMAS COUNTY, OREGON**

**CLACKAMAS COUNTY FAIR FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenue:	\$ 47,000	\$ 47,000	\$ 49,405	\$ 2,405
Video lottery funds	30,000	30,000	-	(30,000)
Local	77,000	77,000	49,405	(27,595)
Total intergovernmental revenues				
Charges for services:	246,000	246,000	254,249	8,249
Concessions	205,000	205,000	201,904	(3,096)
Rentals	421,000	421,000	410,142	(10,858)
Admissions, parking and entry fees	872,000	872,000	866,295	(5,705)
Total charges for services:				
Miscellaneous:				
Sponsorships	150,000	150,000	130,538	(19,462)
Interest	3,000	3,000	4,580	1,580
Other	65,000	65,000	30,733	(34,267)
Total miscellaneous	218,000	218,000	165,851	(52,149)
<b>TOTAL REVENUES</b>	<b>1,167,000</b>	<b>1,167,000</b>	<b>1,081,551</b>	<b>(85,449)</b>
<b>EXPENDITURES:</b>				
Culture and recreation:	547,700	523,700	500,841	22,859
Personal services	834,700	906,950	896,505	10,445
Materials and services	65,710	65,710	-	65,710
Debt service	278,886	250,636	120,206	130,430
Capital outlay	50,000	30,000	-	30,000
Contingency	1,776,996	1,776,996	1,517,552	259,444
<b>TOTAL EXPENDITURES</b>	<b>(609,996)</b>	<b>(609,996)</b>	<b>(436,001)</b>	<b>173,995</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(609,996)</b>	<b>(609,996)</b>	<b>(436,001)</b>	<b>173,995</b>
<b>OTHER FINANCING SOURCE:</b>	<b>370,000</b>	<b>370,000</b>	<b>370,000</b>	<b>-</b>
Transfers in	(239,996)	(239,996)	(66,001)	173,995
<b>NET CHANGE IN FUND BALANCE</b>	<b>239,996</b>	<b>239,996</b>	<b>224,750</b>	<b>(15,246)</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>\$ -</b>	<b>\$ -</b>	<b>158,749</b>	<b>\$ 158,749</b>
<b>FUND BALANCE, June 30, 2008</b>				
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):</b>				
Interfund loan recognized as a payable on the US GAAP basis			(147,198)	
<b>FUND BALANCE - US GAAP BASIS, June 30, 2008</b>			<b>\$ 11,551</b>	

CLACKAMAS COUNTY, OREGON

COMMUNITY CORRECTIONS FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	\$ 639,279	\$ 639,279	\$ 91,777	\$ (547,502)
State	6,571,419	6,571,419	6,874,214	302,795
Local	250,000	250,000	221,343	(28,657)
Total intergovernmental revenues	7,460,698	7,460,698	7,187,334	(273,364)
Charges for services:				
Client fees	373,950	373,950	341,578	(32,372)
Other	-	-	64,500	64,500
Total charges for services:	373,950	373,950	406,078	32,128
Fines and forfeitures	670,000	670,000	894,803	224,803
Miscellaneous:				
Interest	20,000	20,000	136,953	116,953
Reimbursements	150	150	620	470
Other	7,000	7,000	9,351	2,351
Total miscellaneous	27,150	27,150	146,924	119,774
<b>TOTAL REVENUES</b>	<b>8,531,798</b>	<b>8,531,798</b>	<b>8,635,139</b>	<b>103,341</b>
<b>EXPENDITURES:</b>				
Public protection:				
Personal services	8,854,835	8,854,835	7,755,405	1,099,430
Materials and services	3,319,366	3,319,366	2,638,449	680,917
Capital outlay	90,000	90,000	14,904	75,096
Contingency	-	586,208	-	586,208
<b>TOTAL EXPENDITURES</b>	<b>12,264,201</b>	<b>12,850,409</b>	<b>10,408,758</b>	<b>2,441,651</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(3,732,403)</b>	<b>(4,318,611)</b>	<b>(1,773,619)</b>	<b>2,544,992</b>
<b>OTHER FINANCING SOURCE:</b>				
Transfers in	2,269,785	2,269,785	2,269,785	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(1,462,618)</b>	<b>(2,048,826)</b>	<b>496,166</b>	<b>2,544,992</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>1,462,618</b>	<b>2,048,826</b>	<b>2,668,106</b>	<b>619,280</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,164,272</b>	<b>\$ 3,164,272</b>

CLACKAMAS COUNTY, OREGON

COUNTY SCHOOL FUND

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	\$ 1,550,650	\$ 1,599,400	\$ 1,578,979	\$ (20,421)
Fines and forfeitures	600	600	138	(462)
Miscellaneous:				
Interest	-	-	7,505	7,505
<b>TOTAL REVENUES</b>	<b>1,551,250</b>	<b>1,600,000</b>	<b>1,586,622</b>	<b>(13,378)</b>
<b>EXPENDITURES:</b>				
Education:				
Materials and services	<u>1,551,250</u>	<u>1,600,000</u>	<u>1,546,571</u>	<u>53,429</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>40,051</b>	<b>40,051</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>-</b>	<b>-</b>	<b>12,138</b>	<b>12,138</b>
<b>FUND BALANCE, June 30, 2008</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 52,189</u></b>	<b><u>\$ 52,189</u></b>

**CLACKAMAS COUNTY, OREGON**

**DEVELOPMENT SERVICES FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits:				
Building	\$ 2,818,000	\$ 2,818,000	\$ 2,493,463	\$ (324,537)
Mobile home	53,100	53,100	36,663	(16,437)
Plumbing	793,000	793,000	592,487	(200,513)
Electrical	1,311,500	1,311,500	1,182,443	(129,057)
Other	366,000	366,000	281,108	(84,892)
Total licenses and permits	5,341,600	5,341,600	4,586,164	(755,436)
Charges for services	3,500	3,500	738	(2,762)
Fines and forfeitures	12,000	12,000	4,690	(7,310)
Miscellaneous:				
Interest	180,000	180,000	222,471	42,471
Other	17,000	17,000	20,919	3,919
Total miscellaneous	197,000	197,000	243,390	46,390
<b>TOTAL REVENUES</b>	<b>5,554,100</b>	<b>5,554,100</b>	<b>4,834,982</b>	<b>(719,118)</b>
<b>EXPENDITURES:</b>				
General government:				
Personal services	4,725,092	4,725,092	4,336,384	388,708
Materials and services	1,525,170	1,525,170	1,245,682	279,488
Capital outlay	120,000	120,000	101,980	18,020
Contingency	1,701,580	1,701,580	-	1,701,580
Reserve for future expenditures	3,000,000	3,000,000	-	3,000,000
<b>TOTAL EXPENDITURES</b>	<b>11,071,842</b>	<b>11,071,842</b>	<b>5,684,046</b>	<b>5,387,796</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	<b>(5,517,742)</b>	<b>(5,517,742)</b>	<b>(849,064)</b>	<b>4,668,678</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>5,517,742</b>	<b>5,517,742</b>	<b>5,818,421</b>	<b>300,679</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,969,357</b>	<b>\$ 4,969,357</b>



**CLACKAMAS COUNTY, OREGON**

**DOG CONTROL FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits:				
Animal licenses	\$ 470,000	\$ 470,000	\$ 460,781	\$ (9,219)
Adoption fees	15,000	15,000	20,202	5,202
Total licenses and permits	485,000	485,000	480,983	(4,017)
Charges for services:				
Shelter fees	52,000	52,000	53,505	1,505
Other	6,000	6,000	10,230	4,230
Total charges for services	58,000	58,000	63,735	5,735
Fines and forfeitures	6,000	6,000	9,735	3,735
Miscellaneous:				
Contributions and donations	1,200	1,200	7,468	6,268
Interest	3,200	3,200	13,563	10,363
Reimbursements	700	700	509	(191)
Other	2,500	2,500	3,764	1,264
Total miscellaneous	7,600	7,600	25,304	17,704
<b>TOTAL REVENUES</b>	<b>556,600</b>	<b>556,600</b>	<b>579,757</b>	<b>23,157</b>
<b>EXPENDITURES:</b>				
Health and sanitation:				
Personal services	893,589	893,589	809,247	84,342
Materials and services	441,211	441,211	398,185	43,026
Capital outlay	27,500	27,500	-	27,500
Reserve for future expenditures	9,618	9,618	-	9,618
<b>TOTAL EXPENDITURES</b>	<b>1,371,918</b>	<b>1,371,918</b>	<b>1,207,432</b>	<b>164,486</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(815,318)</b>	<b>(815,318)</b>	<b>(627,675)</b>	<b>187,643</b>
<b>OTHER FINANCING SOURCE:</b>				
Transfers in	785,217	785,217	785,217	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(30,101)</b>	<b>(30,101)</b>	<b>157,542</b>	<b>187,643</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>30,101</b>	<b>30,101</b>	<b>79,367</b>	<b>49,266</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 236,909</b>	<b>\$ 236,909</b>

**CLACKAMAS COUNTY, OREGON**

**COMMUNITY SOLUTIONS FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	\$ 793,639	\$ 1,679,639	\$ 1,638,005	\$ (41,634)
State	1,168,446	1,365,832	1,293,692	(72,140)
Local	3,956,580	4,284,556	2,230,948	(2,053,608)
Total intergovernmental revenues	5,918,665	7,330,027	5,162,645	(2,167,382)
Charges for services:				
Internal county services	460,994	561,601	786,281	224,680
Education and training	50,000	50,000	28,056	(21,944)
Total charges for services	510,994	611,601	814,337	202,736
Miscellaneous:				
Contributions and donations	-	-	1,582	1,582
Other	67,884	67,884	43,532	(24,352)
Total miscellaneous	67,884	67,884	45,114	(22,770)
<b>TOTAL REVENUES</b>	<b>6,497,543</b>	<b>8,009,512</b>	<b>6,022,096</b>	<b>(1,987,416)</b>
<b>EXPENDITURES:</b>				
Economic development				
Personal services	3,744,116	4,415,608	3,373,161	1,042,447
Materials and services	3,746,175	4,586,652	3,184,504	1,402,148
Capital outlay	74,559	74,559	70,509	4,050
<b>TOTAL EXPENDITURES</b>	<b>7,564,850</b>	<b>9,076,819</b>	<b>6,628,174</b>	<b>2,448,645</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(1,067,307)</b>	<b>(1,067,307)</b>	<b>(606,078)</b>	<b>461,229</b>
<b>OTHER FINANCING SOURCE:</b>				
Transfers in	629,416	629,416	629,416	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(437,891)</b>	<b>(437,891)</b>	<b>23,338</b>	<b>461,229</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>437,891</b>	<b>437,891</b>	<b>418,185</b>	<b>(19,706)</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 441,523</b>	<b>\$ 441,523</b>

**CLACKAMAS COUNTY, OREGON**

**FAMILY COURT SERVICE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	\$ -	\$ -	\$ 8,000	\$ 8,000
State	-	-	18,431	18,431
Local	22,365	22,365	-	(22,365)
Total intergovernmental revenues	22,365	22,365	26,431	4,066
Licenses and permits:				
Marriage license fees	25,000	25,000	26,790	1,790
Charges for services:				
Conciliation fees	480,000	480,000	487,140	7,140
Client fees	85,050	85,050	88,272	3,222
Other	66,859	66,859	70,078	3,219
Total charges for services	631,909	631,909	645,490	13,581
<b>TOTAL REVENUES</b>	<b>679,274</b>	<b>679,274</b>	<b>698,711</b>	<b>19,437</b>
<b>EXPENDITURES:</b>				
General government:				
Personal services	621,700	621,700	547,637	74,063
Materials and services	254,113	254,113	249,172	4,941
Contingency	28,740	28,740	-	28,740
<b>TOTAL EXPENDITURES</b>	<b>904,553</b>	<b>904,553</b>	<b>796,809</b>	<b>107,744</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(225,279)</b>	<b>(225,279)</b>	<b>(98,098)</b>	<b>127,181</b>
<b>OTHER FINANCING SOURCE:</b>				
Transfers in	125,000	125,000	125,000	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(100,279)</b>	<b>(100,279)</b>	<b>26,902</b>	<b>127,181</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>100,279</b>	<b>100,279</b>	<b>157,820</b>	<b>57,541</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 184,722</b>	<b>\$ 184,722</b>

**CLACKAMAS COUNTY, OREGON**

**HUMAN SERVICES ADMINISTRATION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Charges for services:				
General government and others	\$ -	\$ -	\$ 11,702	\$ 11,702
Miscellaneous:				
Interest	25,000	25,000	49,847	24,847
<b>TOTAL REVENUES</b>	<b>25,000</b>	<b>25,000</b>	<b>61,549</b>	<b>36,549</b>
<b>EXPENDITURES:</b>				
General government:				
Personal services	378,602	422,602	395,492	27,110
Materials and services	158,188	134,540	84,767	49,773
Capital outlay	90,000	-	-	-
Contingency	87,317	87,317	-	87,317
<b>TOTAL EXPENDITURES</b>	<b>714,107</b>	<b>644,459</b>	<b>480,259</b>	<b>164,200</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(689,107)</b>	<b>(619,459)</b>	<b>(418,710)</b>	<b>200,749</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	440,857	440,857	440,857	-
Transfers out	-	(308,000)	(308,000)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>440,857</b>	<b>132,857</b>	<b>132,857</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(248,250)</b>	<b>(486,602)</b>	<b>(285,853)</b>	<b>200,749</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>248,250</b>	<b>486,602</b>	<b>486,603</b>	<b>1</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 200,750</b>	<b>\$ 200,750</b>

**CLACKAMAS COUNTY, OREGON**

**LAW LIBRARY FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services:				
Court fees	\$ 316,604	\$ 316,604	\$ 346,025	\$ 29,421
Other	6,300	6,300	4,201	(2,099)
Total charges for services	<u>322,904</u>	<u>322,904</u>	<u>350,226</u>	<u>27,322</u>
Miscellaneous:				
Interest	10,482	10,482	20,245	9,763
Other	-	-	11	11
Total miscellaneous	<u>10,482</u>	<u>10,482</u>	<u>20,256</u>	<u>9,774</u>
<b>TOTAL REVENUES</b>	<u>333,386</u>	<u>333,386</u>	<u>370,482</u>	<u>37,096</u>
<b>EXPENDITURES:</b>				
Education:				
Personal services	118,109	118,109	128,769	(10,660)
Materials and services	247,299	247,299	223,324	23,975
Contingency	376,905	376,905	-	376,905
Reserve for future expenditures	10,000	10,000	-	10,000
<b>TOTAL EXPENDITURES</b>	<u>752,313</u>	<u>752,313</u>	<u>352,093</u>	<u>400,220</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	<u>(418,927)</u>	<u>(418,927)</u>	<u>18,389</u>	<u>437,316</u>
<b>FUND BALANCE, June 30, 2007</b>	<u>418,927</u>	<u>418,927</u>	<u>562,755</u>	<u>143,828</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 581,144</u>	<u>\$ 581,144</u>

**CLACKAMAS COUNTY, OREGON**

**LIBRARY NETWORK FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Local	\$ 64,300	\$ 109,300	\$ 87,885	\$ (21,415)
Charges for services	-	-	15,000	15,000
Miscellaneous:				
Interest	22,000	22,000	35,297	13,297
Reimbursements	10,320	10,320	23,740	13,420
Other	-	-	1,805	1,805
Total miscellaneous	32,320	32,320	60,842	28,522
<b>TOTAL REVENUES</b>	<b>96,620</b>	<b>141,620</b>	<b>163,727</b>	<b>22,107</b>
<b>EXPENDITURES:</b>				
Education:				
Personal services	652,600	652,600	590,654	61,946
Materials and services	5,129,867	5,139,867	5,123,752	16,115
Capital outlay	57,000	102,000	39,578	62,422
Contingency	62,086	106,215	-	106,215
<b>TOTAL EXPENDITURES</b>	<b>5,901,553</b>	<b>6,000,682</b>	<b>5,753,984</b>	<b>246,698</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(5,804,933)</b>	<b>(5,859,062)</b>	<b>(5,590,257)</b>	<b>268,805</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	6,785,000	6,785,000	6,785,000	-
Transfers out	(1,050,656)	(1,050,656)	(1,050,656)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>5,734,344</b>	<b>5,734,344</b>	<b>5,734,344</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(70,589)</b>	<b>(124,718)</b>	<b>144,087</b>	<b>268,805</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>70,589</b>	<b>124,718</b>	<b>124,719</b>	<b>1</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 268,806</b>	<b>\$ 268,806</b>

**CLACKAMAS COUNTY, OREGON**

**PARKS FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	\$ 180,000	\$ 180,000	\$ 204,812	\$ 24,812
State	573,450	573,450	428,420	(145,030)
Local	162,000	912,000	621,433	(290,567)
Total intergovernmental revenues	915,450	1,665,450	1,254,665	(410,785)
Licenses and permits	214,600	214,600	264,026	49,426
Charges for services	162,278	162,278	298,181	135,903
Miscellaneous:				
Contributions and donations	-	-	1,217	1,217
Other	2,300	2,300	13,946	11,646
Total miscellaneous	2,300	2,300	15,163	12,863
<b>TOTAL REVENUES</b>	<b>1,294,628</b>	<b>2,044,628</b>	<b>1,832,035</b>	<b>(212,593)</b>
<b>EXPENDITURES:</b>				
Culture and recreation:				
Personal services	1,301,248	1,329,719	1,265,334	64,385
Materials and services	1,215,915	1,187,444	1,366,046	(178,602)
Capital outlay	793,500	1,543,500	1,138,658	404,842
<b>TOTAL EXPENDITURES</b>	<b>3,310,663</b>	<b>4,060,663</b>	<b>3,770,038</b>	<b>290,625</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(2,016,035)</b>	<b>(2,016,035)</b>	<b>(1,938,003)</b>	<b>78,032</b>
<b>OTHER FINANCING SOURCE:</b>				
Transfers in	2,016,035	2,016,035	1,938,192	(77,843)
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>189</b>	<b>189</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 189</b>	<b>\$ 189</b>

**CLACKAMAS COUNTY, OREGON**

**PLANNING FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	\$ 337,537	\$ 337,537	\$ 92,335	\$ (245,202)
State	-	-	16,650	16,650
Local	195,009	252,009	202,567	(49,442)
Total intergovernmental revenues	532,546	589,546	311,552	(277,994)
Licenses and permits	25,000	25,000	23,040	(1,960)
Charges for services	1,028,554	1,054,329	1,066,378	12,049
Miscellaneous:				
Other	15,400	15,400	8,713	(6,687)
<b>TOTAL REVENUES</b>	<b>1,601,500</b>	<b>1,684,275</b>	<b>1,409,683</b>	<b>(274,592)</b>
<b>EXPENDITURES:</b>				
Economic development:				
Land use and environmental planning	4,324,156	4,324,156	3,820,516	503,640
Business development	965,376	1,242,527	824,684	417,843
<b>TOTAL EXPENDITURES</b>	<b>5,289,532</b>	<b>5,566,683</b>	<b>4,645,200</b>	<b>921,483</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(3,688,032)</b>	<b>(3,882,408)</b>	<b>(3,235,517)</b>	<b>646,891</b>
<b>OTHER FINANCING SOURCE:</b>				
Transfers in	2,561,656	2,756,032	2,756,032	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(1,126,376)</b>	<b>(1,126,376)</b>	<b>(479,485)</b>	<b>646,891</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>1,126,376</b>	<b>1,126,376</b>	<b>1,014,004</b>	<b>(112,372)</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 534,519</b>	<b>\$ 534,519</b>



**CLACKAMAS COUNTY, OREGON**

**CLACKAMAS MENTAL HEALTH ORGANIZATION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenues:				
State	\$ 14,315,211	\$ 12,338,885	\$ 9,254,999	\$ (3,083,886)
Charges for services	-	-	5,950	5,950
Miscellaneous:				
Interest	-	-	120,854	120,854
<b>TOTAL REVENUES</b>	<b>14,315,211</b>	<b>12,338,885</b>	<b>9,381,803</b>	<b>(2,957,082)</b>
<b>EXPENDITURES:</b>				
Health and sanitation:				
Materials and services	11,497,712	11,497,712	9,260,949	2,236,763
Contingency	2,817,499	2,817,499	-	2,817,499
<b>TOTAL EXPENDITURES</b>	<b>14,315,211</b>	<b>14,315,211</b>	<b>9,260,949</b>	<b>5,054,262</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>-</b>	<b>(1,976,326)</b>	<b>120,854</b>	<b>2,097,180</b>
<b>OTHER FINANCING SOURCE:</b>				
Transfers in	-	1,976,326	-	(1,976,326)
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>120,854</b>	<b>120,854</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 120,854</b>	<b>\$ 120,854</b>

**CLACKAMAS COUNTY, OREGON**

**PUBLIC LAND CORNER PRESERVATION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Charges for services	\$ 975,000	\$ 975,000	\$ 909,746	\$ (65,254)
Miscellaneous:				
Other	2,500	2,500	6,362	3,862
Interest	60,000	60,000	68,526	8,526
Total miscellaneous	62,500	62,500	74,888	12,388
Licenses and permits	50,000	50,000	50,550	550
<b>TOTAL REVENUES</b>	<b>1,087,500</b>	<b>1,087,500</b>	<b>1,035,184</b>	<b>(52,316)</b>
<b>EXPENDITURES:</b>				
Culture and recreation:				
Personal services	1,142,741	1,142,741	1,024,084	118,657
Materials and services	159,900	159,900	144,201	15,699
Capital outlay	58,000	58,000	29,952	28,048
Contingency	1,530,912	1,530,912	-	1,530,912
<b>TOTAL EXPENDITURES</b>	<b>2,891,553</b>	<b>2,891,553</b>	<b>1,198,237</b>	<b>1,693,316</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	<b>(1,804,053)</b>	<b>(1,804,053)</b>	<b>(163,053)</b>	<b>1,641,000</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>1,804,053</b>	<b>1,804,053</b>	<b>1,852,777</b>	<b>48,724</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,689,724</b>	<b>\$ 1,689,724</b>

**CLACKAMAS COUNTY, OREGON**

**SOCIAL SERVICES FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	\$ 3,348,537	\$ 3,538,882	\$ 3,085,083	\$ (453,799)
State	10,053,259	10,607,067	9,227,759	(1,379,308)
Local	208,401	533,483	289,707	(243,776)
Total intergovernmental revenues	13,610,197	14,679,432	12,602,549	(2,076,883)
Licenses and permits	22,990	22,990	546	(22,444)
Charges for services	4,591,852	4,595,755	3,936,917	(658,838)
Miscellaneous:				
Contributions and donations	15,500	15,500	2,194	(13,306)
Interest	1,000	1,000	11,170	10,170
Other	281,108	279,108	58,808	(220,300)
Total miscellaneous	297,608	295,608	72,172	(223,436)
<b>TOTAL REVENUES</b>	<b>18,522,647</b>	<b>19,593,785</b>	<b>16,612,184</b>	<b>(2,981,601)</b>
<b>EXPENDITURES:</b>				
Health and sanitation:				
Personal services	9,130,071	9,346,395	8,326,023	1,020,372
Materials and services	10,619,930	11,332,759	9,159,299	2,173,460
Contingency	28,244	28,244	-	28,244
<b>TOTAL EXPENDITURES</b>	<b>19,778,245</b>	<b>20,707,398</b>	<b>17,485,322</b>	<b>3,222,076</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(1,255,598)</b>	<b>(1,113,613)</b>	<b>(873,138)</b>	<b>240,475</b>
<b>OTHER FINANCING SOURCE:</b>				
Transfers in	955,598	955,598	955,598	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(300,000)</b>	<b>(158,015)</b>	<b>82,460</b>	<b>240,475</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>300,000</b>	<b>158,015</b>	<b>158,015</b>	<b>-</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 240,475</b>	<b>\$ 240,475</b>

**CLACKAMAS COUNTY, OREGON**

**COMMUNITY ENVIRONMENT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental				
Local	\$ 391,846	\$ 391,846	\$ 385,119	\$ (6,727)
Licenses and permits	1,000	1,000	980	(20)
Charges for services	1,409,174	1,380,703	1,384,455	3,752
Fines and forfeits	12,000	12,000	15,822	3,822
Miscellaneous:				
Interest	30,000	30,000	64,824	34,824
Other	7,500	7,500	139	(7,361)
Total miscellaneous	37,500	37,500	64,963	27,463
<b>TOTAL REVENUES</b>	<b>1,851,520</b>	<b>1,823,049</b>	<b>1,851,339</b>	<b>28,290</b>
<b>EXPENDITURES:</b>				
Health and sanitation:				
Personal services	1,255,105	1,280,634	1,139,780	140,854
Materials and services	1,304,006	1,250,006	787,569	462,437
Reserve for future expenditures	470,000	470,000	-	470,000
Contingency	448,583	448,583	-	448,583
<b>TOTAL EXPENDITURES</b>	<b>3,477,694</b>	<b>3,449,223</b>	<b>1,927,349</b>	<b>1,521,874</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(1,626,174)</b>	<b>(1,626,174)</b>	<b>(76,010)</b>	<b>1,550,164</b>
<b>OTHER FINANCING SOURCE:</b>				
Transfers in	140,864	140,864	140,864	-
<b>NET CHANGE IN FUND BALANCE</b>	<b>(1,485,310)</b>	<b>(1,485,310)</b>	<b>64,854</b>	<b>1,550,164</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>1,485,310</b>	<b>1,485,310</b>	<b>1,545,880</b>	<b>60,570</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,610,734</b>	<b>\$ 1,610,734</b>

**CLACKAMAS COUNTY, OREGON**

**SUNNYSIDE VILLAGE PARK ACQUISITION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	\$ 3,000	\$ 3,000	\$ -	\$ (3,000)
Miscellaneous:				
Interest	8,000	8,000	11,271	3,271
<b>TOTAL REVENUES</b>	11,000	11,000	11,271	271
<b>EXPENDITURES:</b>				
Culture and recreation:				
Materials and services	286,240	286,240	-	286,240
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	(275,240)	(275,240)	11,271	286,511
<b>FUND BALANCE, June 30, 2007</b>	275,240	275,240	298,770	23,530
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 310,041</u>	<u>\$ 310,041</u>

**CLACKAMAS COUNTY, OREGON**

**SUNNYSIDE VILLAGE PARK ROAD FRONTAGE CONSTRUCTION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Miscellaneous:				
Interest	\$ -	\$ -	\$ 4,283	\$ 4,283
<b>EXPENDITURES:</b>				
Culture and recreation:				
Capital outlay	110,028	110,028	-	110,028
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	(110,028)	(110,028)	4,283	114,311
<b>FUND BALANCE, June 30, 2007</b>	110,028	110,028	113,542	3,514
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 117,825</u>	<u>\$ 117,825</u>

**CLACKAMAS COUNTY, OREGON**

**JUVENILE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	\$ 24,822	\$ 32,822	\$ 49,384	\$ 16,562
State	318,362	362,883	13,918	(348,965)
Local	-	-	64,540	64,540
Total intergovernmental revenues	<u>343,184</u>	<u>395,705</u>	<u>127,842</u>	<u>(267,863)</u>
Charges for services	<u>462,424</u>	<u>567,886</u>	<u>848,130</u>	<u>280,244</u>
Fines and forfeits	<u>28,000</u>	<u>28,000</u>	<u>41,592</u>	<u>13,592</u>
Miscellaneous:				
Reimbursements	430,868	430,868	424,463	(6,405)
Other	<u>2,500</u>	<u>2,500</u>	<u>1,969</u>	<u>(531)</u>
Total miscellaneous	<u>433,368</u>	<u>433,368</u>	<u>426,432</u>	<u>(6,936)</u>
<b>TOTAL REVENUES</b>	<u>1,266,976</u>	<u>1,424,959</u>	<u>1,443,996</u>	<u>19,037</u>
<b>EXPENDITURES:</b>				
Public protection:				
Personal services	4,272,641	4,296,427	3,998,934	297,493
Materials and services	<u>2,735,211</u>	<u>2,869,408</u>	<u>2,770,732</u>	<u>98,676</u>
<b>TOTAL EXPENDITURES</b>	<u>7,007,852</u>	<u>7,165,835</u>	<u>6,769,666</u>	<u>396,169</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(5,740,876)</u>	<u>(5,740,876)</u>	<u>(5,325,670)</u>	<u>415,206</u>
<b>OTHER FINANCING SOURCE:</b>				
Transfers in	<u>5,484,056</u>	<u>5,484,056</u>	<u>5,484,056</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>(256,820)</u>	<u>(256,820)</u>	<u>158,386</u>	<u>415,206</u>
<b>FUND BALANCE, June 30, 2007</b>	<u>256,820</u>	<u>256,820</u>	<u>238,705</u>	<u>(18,115)</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 397,091</u>	<u>\$ 397,091</u>

**CLACKAMAS COUNTY, OREGON**

**TRANSIENT ROOM TAX FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Taxes:				
Hotel and motel occupancy tax	\$ 2,966,500	\$ 3,116,057	\$ 3,061,869	\$ (54,188)
Miscellaneous:				
Interest	8,500	10,000	11,412	1,412
<b>TOTAL REVENUES</b>	<b>2,975,000</b>	<b>3,126,057</b>	<b>3,073,281</b>	<b>(52,776)</b>
<b>EXPENDITURES:</b>				
Culture and recreation:				
Materials and services	59,500	62,321	61,412	909
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>2,915,500</b>	<b>3,063,736</b>	<b>3,011,869</b>	<b>(51,867)</b>
<b>OTHER FINANCING USES:</b>				
Transfers out	(2,915,500)	(3,063,736)	(3,009,163)	54,573
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>2,706</b>	<b>2,706</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,706</b>	<b>\$ 2,706</b>



**CLACKAMAS COUNTY, OREGON**

**TRANSPORTATION SYSTEM DEVELOPMENT CHARGE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	\$ 2,500,000	\$ 2,500,000	\$ 2,931,277	\$ 431,277
Charges for services	6,000	6,000	9,308	3,308
Miscellaneous:				
Interest	358,000	358,000	760,080	402,080
<b>TOTAL REVENUES</b>	<b>2,864,000</b>	<b>2,864,000</b>	<b>3,700,665</b>	<b>836,665</b>
<b>EXPENDITURES:</b>				
Public ways and facilities:				
Materials and services	159,102	159,102	106,812	52,290
Contingency	6,526,139	6,526,139	-	6,526,139
<b>TOTAL EXPENDITURES</b>	<b>6,685,241</b>	<b>6,685,241</b>	<b>106,812</b>	<b>6,578,429</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(3,821,241)</b>	<b>(3,821,241)</b>	<b>3,593,853</b>	<b>7,415,094</b>
<b>OTHER FINANCING (USES) SOURCES:</b>				
Proceeds from the sale of capital assets	35,000	35,000	-	(35,000)
Transfers out	(8,159,857)	(8,159,857)	(4,999,660)	3,160,197
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(8,124,857)</b>	<b>(8,124,857)</b>	<b>(4,999,660)</b>	<b>3,125,197</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(11,946,098)</b>	<b>(11,946,098)</b>	<b>(1,405,807)</b>	<b>10,540,291</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>11,946,098</b>	<b>11,946,098</b>	<b>15,535,226</b>	<b>3,589,128</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 14,129,419</b>	<b>\$ 14,129,419</b>

**CLACKAMAS COUNTY, OREGON**

**DISTRICT ATTORNEY FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	\$ -	\$ -	\$ 16,039	\$ 16,039
State	1,558,680	1,610,781	1,796,860	186,079
Total intergovernmental revenues	1,558,680	1,610,781	1,812,899	202,118
Charges for services	55,500	55,500	634	(54,866)
Other	208,710	220,452	281,002	60,550
<b>TOTAL REVENUES</b>	<b>1,822,890</b>	<b>1,886,733</b>	<b>2,094,535</b>	<b>207,802</b>
<b>EXPENDITURES:</b>				
Public protection:				
Personal services	8,288,097	8,212,097	7,817,677	394,420
Materials and services	2,070,000	2,209,843	2,113,912	95,931
<b>TOTAL EXPENDITURES</b>	<b>10,358,097</b>	<b>10,421,940</b>	<b>9,931,589</b>	<b>490,351</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(8,535,207)</b>	<b>(8,535,207)</b>	<b>(7,837,054)</b>	<b>698,153</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	7,952,684	7,952,684	7,952,684	-
Transfers out	(60,000)	(60,000)	-	60,000
<b>TOTAL OTHER FINANCING     SOURCES (USES)</b>	<b>7,892,684</b>	<b>7,892,684</b>	<b>7,952,684</b>	<b>60,000</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(642,523)</b>	<b>(642,523)</b>	<b>115,630</b>	<b>758,153</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>642,523</b>	<b>642,523</b>	<b>483,696</b>	<b>(158,827)</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 599,326</b>	<b>\$ 599,326</b>

**CLACKAMAS COUNTY, OREGON**

**PUBLIC SAFETY LOCAL OPTION LEVY FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Property taxes:				
Current	\$ 7,467,436	\$ 7,467,436	\$ 7,524,651	\$ 57,215
Delinquent	-	-	17,471	17,471
Total property taxes	<u>7,467,436</u>	<u>7,467,436</u>	<u>7,542,122</u>	<u>74,686</u>
Miscellaneous:				
Interest	32,000	32,000	105,971	73,971
Other	-	-	120	120
Total miscellaneous	<u>32,000</u>	<u>32,000</u>	<u>106,091</u>	<u>74,091</u>
<b>TOTAL REVENUES</b>	<u>7,499,436</u>	<u>7,499,436</u>	<u>7,648,213</u>	<u>148,777</u>
<b>EXPENDITURES:</b>				
Public Protection:				
Personal services	4,627,018	4,627,018	3,972,572	654,446
Materials and services	802,576	802,576	527,483	275,093
Capital outlay	-	-	323,741	(323,741)
Reserve for future expenditures	1,063,949	1,063,949	-	1,063,949
Contingency	100,000	100,000	-	100,000
<b>TOTAL EXPENDITURES</b>	<u>6,593,543</u>	<u>6,593,543</u>	<u>4,823,796</u>	<u>1,769,747</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	905,893	905,893	2,824,417	1,918,524
<b>OTHER FINANCING (USES):</b>				
Transfers out	<u>(905,893)</u>	<u>(905,893)</u>	<u>(635,922)</u>	<u>269,971</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	-	2,188,495	2,188,495
<b>FUND BALANCE, June 30, 2007</b>	-	-	-	-
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>2,188,495</u>	<u>\$ 2,188,495</u>
<b>ADJUSTMENT TO ACCOUNTING PRICIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):</b>				
Property taxes susceptible to accrual, recognized as revenue on the US GAAP basis			<u>44,300</u>	
<b>FUND BALANCE - US GAAP BASIS, June 30, 2008</b>			<u>\$ 2,232,795</u>	

**CLACKAMAS COUNTY, OREGON**

**PROPERTY MANAGEMENT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Charges for services	\$ 230,400	\$ 385,334	\$ 385,702	\$ 368
Miscellaneous:				
Interest	27,181	27,181	14,561	(12,620)
Other	12,000	12,000	75,296	63,296
Total miscellaneous	39,181	39,181	89,857	50,676
<b>TOTAL REVENUES</b>	<b>269,581</b>	<b>424,515</b>	<b>475,559</b>	<b>51,044</b>
<b>EXPENDITURES:</b>				
General government:				
Personal services	160,765	160,765	154,548	6,217
Materials and services	407,834	485,941	308,792	177,149
Capital outlay	25,000	25,000	-	25,000
<b>TOTAL EXPENDITURES</b>	<b>593,599</b>	<b>671,706</b>	<b>463,340</b>	<b>208,366</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(324,018)</b>	<b>(247,191)</b>	<b>12,219</b>	<b>259,410</b>
<b>OTHER FINANCING SOURCES:</b>				
Proceeds from sale of capital assets	81,545	81,545	274,161	192,616
<b>NET CHANGE IN FUND BALANCE</b>	<b>(242,473)</b>	<b>(165,646)</b>	<b>286,380</b>	<b>452,026</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>242,473</b>	<b>165,646</b>	<b>165,646</b>	<b>-</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 452,026</b>	<b>\$ 452,026</b>

**CLACKAMAS COUNTY, OREGON**

**EMPLOYER CONTRIBUTION RESERVE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Miscellaneous:				
Interest	<u>\$ 5,000</u>	<u>\$ 47,608</u>	<u>\$ -</u>	<u>\$ (47,608)</u>
<b>EXPENDITURES:</b>				
General government:				
Materials and services	<u>138</u>	<u>138</u>	<u>137</u>	<u>1</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>4,862</u>	<u>47,470</u>	<u>(137)</u>	<u>(47,607)</u>
<b>OTHER FINANCING USES:</b>				
Transfers out	<u>(1,307,392)</u>	<u>(1,350,000)</u>	<u>(1,297,188)</u>	<u>52,812</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>(1,302,530)</u>	<u>(1,302,530)</u>	<u>(1,297,325)</u>	<u>5,205</u>
<b>FUND BALANCE, June 30, 2007</b>	<u>1,302,530</u>	<u>1,302,530</u>	<u>1,297,325</u>	<u>(5,205)</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CLACKAMAS COUNTY, OREGON**

**COUNTY PAYMENTS ACCOUNT PROJECT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal	<u>\$ 1,860,570</u>	<u>\$ 1,860,570</u>	<u>\$ 900,990</u>	<u>\$ (959,580)</u>
Miscellaneous:				
Interest	<u>10,000</u>	<u>10,000</u>	<u>18,235</u>	<u>8,235</u>
<b>TOTAL REVENUES</b>	<u>1,870,570</u>	<u>1,870,570</u>	<u>919,225</u>	<u>(951,345)</u>
<b>EXPENDITURES:</b>				
General government:				
Materials and services	<u>740,570</u>	<u>740,570</u>	<u>919,225</u>	<u>(178,655)</u>
Contingency	<u>1,130,000</u>	<u>1,130,000</u>	<u>-</u>	<u>1,130,000</u>
<b>TOTAL EXPENDITURES</b>	<u>1,870,570</u>	<u>1,870,570</u>	<u>919,225</u>	<u>951,345</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30, 2007</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30, 2008</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CLACKAMAS COUNTY, OREGON**

**JOINT TRANSPORTATION SDC FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	\$ 3,000,000	\$ 3,000,000	\$ 2,239,538	\$ (760,462)
Miscellaneous:				
Interest	150,000	150,000	249,506	99,506
<b>TOTAL REVENUES</b>	<b>3,150,000</b>	<b>3,150,000</b>	<b>2,489,044</b>	<b>(660,956)</b>
<b>EXPENDITURES:</b>				
Public ways and facilities:				
Materials and services	135,487	135,487	57,040	78,447
Debt Service	1,140,636	1,140,636	1,140,636	-
Contingency	691,284	691,284	-	691,284
<b>TOTAL EXPENDITURES</b>	<b>1,967,407</b>	<b>1,967,407</b>	<b>1,197,676</b>	<b>769,731</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>1,182,593</b>	<b>1,182,593</b>	<b>1,291,368</b>	<b>108,775</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	2,039,102	2,039,102	186,617	(1,852,485)
Transfers out	(6,225,048)	(6,225,048)	(1,295,173)	4,929,875
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(4,185,946)</b>	<b>(4,185,946)</b>	<b>(1,108,556)</b>	<b>3,077,390</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(3,003,353)</b>	<b>(3,003,353)</b>	<b>182,812</b>	<b>3,186,165</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>3,003,353</b>	<b>3,003,353</b>	<b>6,305,688</b>	<b>3,302,335</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,488,500</b>	<b>\$ 6,488,500</b>

**CLACKAMAS COUNTY, OREGON**

**TAX TITLE LAND FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Miscellaneous:				
Interest	\$ 35,000	\$ 35,000	\$ 47,070	\$ 12,070
Other	-	-	16,123	16,123
<b>TOTAL REVENUES</b>	<u>35,000</u>	<u>35,000</u>	<u>63,193</u>	<u>28,193</u>
<b>EXPENDITURES:</b>				
General government:				
Materials and services	<u>230,400</u>	<u>385,334</u>	<u>385,334</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(195,400)	(350,334)	(322,141)	28,193
<b>OTHER FINANCING SOURCES:</b>				
Sale of foreclosed property	<u>195,400</u>	<u>195,400</u>	<u>213,860</u>	<u>18,460</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	(154,934)	(108,281)	46,653
<b>FUND BALANCE, June 30, 2007</b>	<u>-</u>	<u>154,934</u>	<u>154,934</u>	<u>-</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 46,653</u>	<u>\$ 46,653</u>



**CLACKAMAS COUNTY, OREGON**

**PARKS TRUST FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental revenues:				
Federal forest reserve timber sales	\$ 500,000	\$ 500,000	\$ 273,186	\$ (226,814)
Charges for services	50,000	50,000	48,000	(2,000)
Miscellaneous:				
Interest	20,000	20,000	62,998	42,998
Other	-	-	251	251
Total miscellaneous	20,000	20,000	63,249	43,249
<b>TOTAL REVENUES</b>	<b>570,000</b>	<b>570,000</b>	<b>384,435</b>	<b>(185,565)</b>
<b>EXPENDITURES:</b>				
Culture and recreation:				
Materials and services	240,000	240,000	-	240,000
Contingency	800,799	800,799	-	800,799
Reserve for future expenditures	1,000,000	1,000,000	-	1,000,000
<b>TOTAL EXPENDITURES</b>	<b>2,040,799</b>	<b>2,040,799</b>	<b>-</b>	<b>2,040,799</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(1,470,799)</b>	<b>(1,470,799)</b>	<b>384,435</b>	<b>1,855,234</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(1,426,218)	(1,426,218)	(1,348,375)	77,843
Proceeds from sale of capital assets	2,000,000	2,000,000	1,674,265	(325,735)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>573,782</b>	<b>573,782</b>	<b>325,890</b>	<b>(247,892)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(897,017)</b>	<b>(897,017)</b>	<b>710,325</b>	<b>1,607,342</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>897,017</b>	<b>897,017</b>	<b>1,450,192</b>	<b>553,175</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,160,517</b>	<b>\$ 2,160,517</b>

**CLACKAMAS COUNTY, OREGON**

**TOURISM DEVELOPMENT COUNCIL FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 65,000	\$ 65,000	\$ 47,591	\$ (17,409)
Miscellaneous:				
Interest	8,000	8,000	22,484	14,484
Other	360,000	360,000	5,668	(354,332)
Total miscellaneous	368,000	368,000	28,152	(339,848)
<b>TOTAL REVENUES</b>	<b>433,000</b>	<b>433,000</b>	<b>75,743</b>	<b>(357,257)</b>
<b>EXPENDITURES:</b>				
Culture and recreation:				
Personal services	339,043	339,043	325,067	13,976
Materials and services	2,567,062	2,842,062	2,113,467	728,595
Reserve for future expenditures	200,000	200,000	-	200,000
Contingency	327,202	537,904	-	537,904
<b>TOTAL EXPENDITURES</b>	<b>3,433,307</b>	<b>3,919,009</b>	<b>2,438,534</b>	<b>1,480,475</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(3,000,307)</b>	<b>(3,486,009)</b>	<b>(2,362,791)</b>	<b>1,123,218</b>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	2,545,500	2,693,736	2,639,163	(54,573)
<b>NET CHANGE IN FUND BALANCE</b>	<b>(454,807)</b>	<b>(792,273)</b>	<b>276,372</b>	<b>1,068,645</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>454,807</b>	<b>792,273</b>	<b>792,273</b>	<b>-</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,068,645</b>	<b>\$ 1,068,645</b>

**CLACKAMAS COUNTY, OREGON**

**NORTH CLACKAMAS PARKS AND RECREATION DISTRICT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ 4,442,000	\$ 4,442,000	\$ 4,588,278	\$ 146,278
Charges for services	1,554,013	1,554,013	1,962,160	408,147
Intergovernmental	127,000	127,000	120,159	(6,841)
Interest	100,000	100,000	142,925	42,925
Contributions	10,000	10,000	10,250	250
Miscellaneous	165,400	165,400	196,911	31,511
<b>TOTAL REVENUES</b>	<b>6,398,413</b>	<b>6,398,413</b>	<b>7,020,683</b>	<b>622,270</b>
<b>EXPENDITURES:</b>				
Culture and recreation:				
Administration	674,654	674,654	619,717	54,937
Maintenance services	790,255	790,255	695,311	94,944
Program services	705,110	705,110	611,655	93,455
Milwaukie Center	684,760	684,760	661,122	23,638
Aquatic Park	1,624,253	1,624,253	1,812,706	(188,453)
Community relations	946,767	946,767	769,316	177,451
Nutrition Program	-	-	1,500	(1,500)
Planning and development	-	-	9,534	(9,534)
Contingency	1,440,215	1,440,215	-	1,440,215
<b>TOTAL EXPENDITURES</b>	<b>6,866,014</b>	<b>6,866,014</b>	<b>5,180,861</b>	<b>1,685,153</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(467,601)</b>	<b>(467,601)</b>	<b>1,839,822</b>	<b>2,307,423</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	86,000	86,000	26,000	(60,000)
Transfers out	(1,455,000)	(1,455,000)	(1,455,000)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(1,369,000)</b>	<b>(1,369,000)</b>	<b>(1,429,000)</b>	<b>(60,000)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(1,836,601)</b>	<b>(1,836,601)</b>	<b>410,822</b>	<b>2,247,423</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>1,836,601</b>	<b>1,836,601</b>	<b>2,338,451</b>	<b>501,850</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>2,749,273</b>	<b>\$ 2,749,273</b>
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):</b>				
Property taxes susceptible to accrual, recognized as revenue on the US GAAP basis			35,292	
<b>FUND BALANCE - US GAAP BASIS, June 30, 2008</b>			<b>\$ 2,784,565</b>	

**CLACKAMAS COUNTY, OREGON**

**NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -  
NUTRITION AND TRANSPORTATION FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 243,560	\$ 243,560	\$ 295,390	\$ 51,830
Interest	4,200	4,200	12,154	7,954
Contributions	117,700	117,700	172,500	54,800
Miscellaneous	54,000	54,000	50,335	(3,665)
<b>TOTAL REVENUES</b>	<b>419,460</b>	<b>419,460</b>	<b>530,379</b>	<b>110,919</b>
<b>EXPENDITURES:</b>				
Health and sanitation:				
Nutrition division	320,440	320,440	307,050	13,390
Transportation division	132,376	132,376	119,885	12,491
Contingency	219,766	219,766	-	219,766
<b>TOTAL EXPENDITURES</b>	<b>672,582</b>	<b>672,582</b>	<b>426,935</b>	<b>245,647</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(253,122)</b>	<b>(253,122)</b>	<b>103,444</b>	<b>356,566</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	80,000	80,000	80,000	-
Transfers out	(6,000)	(6,000)	(6,000)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>74,000</b>	<b>74,000</b>	<b>74,000</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(179,122)</b>	<b>(179,122)</b>	<b>177,444</b>	<b>356,566</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>179,122</b>	<b>179,122</b>	<b>211,202</b>	<b>32,080</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 388,646</b>	<b>\$ 388,646</b>

**CLACKAMAS COUNTY, OREGON**  
**NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -**  
**SYSTEMS DEVELOPMENT CHARGE FUND**  
**SCHEDULE OF REVENUES, OTHER FINANCING USE AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Licenses and permits	\$ 450,000	\$ 450,000	\$ 426,587	\$ (23,413)
Interest	10,000	10,000	25,248	15,248
<b>TOTAL REVENUES</b>	460,000	460,000	451,835	(8,165)
<b>OTHER FINANCING USE:</b>				
Transfers out	(749,660)	(749,660)	(425,197)	324,463
<b>NET CHANGE IN FUND BALANCE</b>	(289,660)	(289,660)	26,638	316,298
<b>FUND BALANCE, June 30, 2007</b>	289,660	289,660	471,340	181,680
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 497,978</u>	<u>\$ 497,978</u>

CLACKAMAS COUNTY, OREGON

NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -  
SYSTEMS DEVELOPMENT CHARGE ZONE 1 FUND

SCHEDULE OF REVENUES, OTHER FINANCING USE AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	\$ 10,000	\$ 10,000	\$ 3,287	\$ (6,713)
Interest	800	800	2,179	1,379
<b>TOTAL REVENUES</b>	10,800	10,800	5,466	(5,334)
<b>OTHER FINANCING USE:</b>				
Transfers out	(59,253)	(59,253)	-	59,253
<b>NET CHANGE IN FUND BALANCE</b>	(48,453)	(48,453)	5,466	53,919
<b>FUND BALANCE, June 30, 2007</b>	48,453	48,453	52,665	4,212
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,131</u>	<u>\$ 58,131</u>

CLACKAMAS COUNTY, OREGON

NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -  
SYSTEMS DEVELOPMENT CHARGE ZONE 2 FUND

SCHEDULE OF REVENUES, OTHER FINANCING USE AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	\$ 100,000	\$ 100,000	\$ 202,387	\$ 102,387
Interest	3,000	3,000	18,013	15,013
<b>TOTAL REVENUES</b>	103,000	103,000	220,400	117,400
<b>OTHER FINANCING USE:</b>				
Transfers out	(337,626)	(337,626)	(297,053)	40,573
<b>NET CHANGE IN FUND BALANCE</b>	(234,626)	(234,626)	(76,653)	157,973
<b>FUND BALANCE, June 30, 2007</b>	234,626	234,626	357,979	123,353
<b>FUND BALANCE, June 30, 2008</b>	\$ -	\$ -	\$ 281,326	\$ 281,326

CLACKAMAS COUNTY, OREGON

NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -  
SYSTEMS DEVELOPMENT CHARGE ZONE 3 FUND

SCHEDULE OF REVENUES, OTHER FINANCING USE AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Licenses and permits	\$ 2,080,000	\$ 2,080,000	\$ 934,654	\$ (1,145,346)
Interest	50,000	50,000	96,634	46,634
<b>TOTAL REVENUES</b>	<b>2,130,000</b>	<b>2,130,000</b>	<b>1,031,288</b>	<b>(1,098,712)</b>
<b>OTHER FINANCING USE:</b>				
Transfers out	(4,054,248)	(4,054,248)	(216,132)	3,838,116
<b>NET CHANGE IN FUND BALANCE</b>	<b>(1,924,248)</b>	<b>(1,924,248)</b>	<b>815,156</b>	<b>2,739,404</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>1,924,248</b>	<b>1,924,248</b>	<b>1,923,584</b>	<b>(664)</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,738,740</b>	<b>\$ 2,738,740</b>



**CLACKAMAS COUNTY, OREGON**

**CLACKAMAS COUNTY ENHANCED LAW ENFORCEMENT DISTRICT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>REVENUES:</b>				
Taxes	\$ 4,537,897	\$ 4,537,897	\$ 4,636,768	\$ 98,871
Miscellaneous	-	-	5,564	5,564
Interest	79,100	79,100	75,608	(3,492)
<b>TOTAL REVENUES</b>	<u>4,616,997</u>	<u>4,616,997</u>	<u>4,717,940</u>	<u>100,943</u>
<b>EXPENDITURES:</b>				
Materials and services	4,657,054	5,017,654	4,981,664	35,990
Debt service*	36,600	36,600	182,880	(146,280)
<b>TOTAL EXPENDITURES</b>	<u>4,693,654</u>	<u>5,054,254</u>	<u>5,164,544</u>	<u>(110,290)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE</b>	(76,657)	(437,257)	(446,604)	(9,347)
<b>FUND BALANCE, June 30, 2007</b>	<u>76,657</u>	<u>437,257</u>	<u>437,257</u>	<u>-</u>
<b>FUND BALANCE (DEFICIT), June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>(9,347)</u>	<u>\$ (9,347)</u>
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA:</b>				
Property taxes susceptible to accrual			<u>37,897</u>	
<b>FUND BALANCE - US GAAP BASIS, June 30, 2008</b>			<u>\$ 28,550</u>	

\*Appropriated as materials and services

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### **NONMAJOR DEBT SERVICE FUNDS**

These funds account for the payment of principal and interest on urban renewal bonds, general obligation, and Bancroft improvement bonds. Revenue is mainly derived from property taxes, charges for services, and collections on special assessments levied against property owners. Funds included in this fund category are:

- Local Improvement District September 15, 2000 Issue Fund
- 800 MHz Radio System Debt Service Fund
- Public Service Building Debt Service Fund
- Development Services Building Debt Service Fund
- Public Safety Training Center Debt Service Fund
- Clackamas County Development Agency:
  - Clackamas Town Center Tax Increment Fund
  - Clackamas Industrial Area Tax Increment Fund
  - Government Camp Tax Increment Fund
  - North Clackamas Revitalization Area Tax Increment Fund
- North Clackamas Parks and Recreation District:
  - Series 2000 Debt Service Fund
- Estacada Area County Service District for Library Services Debt Service Fund

**CLACKAMAS COUNTY, OREGON**  
**NONMAJOR DEBT SERVICE FUNDS**  
**COMBINING BALANCE SHEET**

JUNE 30, 2008

	Clackamas County Development Agency																			
	Local Improvement District		Public Service Building		Development Services Building		Clackamas Town Center		Clackamas Industrial Area		Government Camp		Clackamas Revitalization Area		North Clackamas Parks and Recreation District		Estacada Area County Service District		Total	
	Fund		Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund		
<b>ASSETS</b>																				
Cash and investments	\$ 167,537	\$ -	\$ 5,565	\$ 26,276	\$ 20,930,486	\$ 14,786,179	\$ 908,275	\$ 48,354	\$ -	\$ -	\$ 70,624	\$ 5,390	\$ 36,948,686							
Property taxes receivable	-	-	-	-	417,850	-	60,895	20,851	-	-	-	5,703	505,299							
Accounts receivable	-	121,067	-	-	-	-	-	-	-	-	-	-	121,067							
Assessments receivable	900,000	-	-	-	-	-	-	-	-	-	-	-	900,000							
Due from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-							
Interfund loan receivable	-	-	-	-	-	450,000	-	-	-	-	-	-	450,000							
<b>TOTAL ASSETS</b>	<b>\$ 1,067,537</b>	<b>\$ 121,067</b>	<b>\$ 5,565</b>	<b>\$ 26,276</b>	<b>\$ 21,348,336</b>	<b>\$ 15,236,179</b>	<b>\$ 969,170</b>	<b>\$ 69,205</b>	<b>\$ 70,624</b>	<b>\$ 11,093</b>	<b>\$ 38,925,052</b>									
<b>LIABILITIES AND FUND BALANCES</b>																				
<b>Liabilities:</b>																				
Book overdraft	\$ -	\$ 121,066	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 121,066							
Deferred revenue	900,000	-	-	-	359,667	-	52,416	17,948	-	-	-	4,919	1,334,950							
<b>TOTAL LIABILITIES</b>	<b>900,000</b>	<b>121,066</b>	<b>-</b>	<b>-</b>	<b>359,667</b>	<b>-</b>	<b>52,416</b>	<b>17,948</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,919</b>	<b>1,456,016</b>							
<b>Fund balances:</b>																				
Reserved for loan receivable	-	-	-	-	-	450,000	-	-	-	-	-	-	450,000							
Undesignated	167,537	1	5,565	26,276	20,988,669	14,786,179	916,754	51,257	70,624	6,174	37,019,036									
<b>TOTAL FUND BALANCES</b>	<b>167,537</b>	<b>1</b>	<b>5,565</b>	<b>26,276</b>	<b>20,988,669</b>	<b>15,236,179</b>	<b>916,754</b>	<b>51,257</b>	<b>70,624</b>	<b>6,174</b>	<b>37,469,036</b>									
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 1,067,537</b>	<b>\$ 121,067</b>	<b>\$ 5,565</b>	<b>\$ 26,276</b>	<b>\$ 21,348,336</b>	<b>\$ 15,236,179</b>	<b>\$ 969,170</b>	<b>\$ 69,205</b>	<b>\$ 70,624</b>	<b>\$ 11,093</b>	<b>\$ 38,925,052</b>									

**NOTES TO BASIC FINANCIAL STATEMENTS**

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS**

**YEAR ENDED JUNE 30, 2008**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Reporting Entity**

Clackamas County, Oregon (the County) was established in 1843. A Board of County Commissioners (BCC) consisting of three members governs the County under provisions of ORS 203.230. As of January 1, 2009, the BCC will expand to five County Commissioners.

In evaluating how to define the County for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth by accounting principles generally accepted in the United States of America (GAAP). As required by the Governmental Accounting Standards Board (GASB) Statement No. 14, the basic financial statements include its blended component units, Clackamas County Development Agency, Clackamas County Enhanced Law Enforcement District, North Clackamas Parks and Recreation District, Clackamas County Service District No.1, Clackamas County Service District No. 5, Tri-City Service District, Surface Water Management Agency of Clackamas County, Housing Authority of Clackamas County, Oregon, and Estacada Area County Service District for Library Services, and its discretely presented component unit Workforce Investment Council of Clackamas County (WICCO).

A description and function of the component units are as follows:

**Clackamas County Development Agency**

Clackamas County Development Agency was organized in December 1977 under the provisions of ORS Chapter 457 as the Urban Renewal Agency of the County responsible for implementing public improvement programs in the vicinity of the Clackamas Town Center Shopping Mall and in other industrial and recreational areas of the County.

**Clackamas County Enhanced Law Enforcement District**

Clackamas County Enhanced Law Enforcement District (District) was organized under the provisions of ORS Chapter 451 to provide enhanced law enforcement services by contract with the Clackamas County Sheriff. The District is also authorized to construct, maintain, and operate appropriate service facilities to fulfill that purpose.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Reporting Entity (Continued)**

**North Clackamas Parks and Recreation District**

North Clackamas Parks and Recreation District was organized under the provisions of ORS Chapter 451 to acquire, construct and maintain parks and recreation facilities.

**Clackamas County Service District No. 1, Clackamas County Service District No. 5, Tri-City Service District and Surface Water Management Agency of Clackamas County:**

These component units were organized under the provisions of ORS Chapter 451 to construct and operate sanitary sewer systems, facilities for lighting of streets and highways, and to improve water quality of the Tualatin River in various areas of the County.

**Housing Authority of Clackamas County, Oregon (HACC)**

HACC was organized under provisions of ORS Chapter 456 to provide low-cost housing to individuals meeting criteria established by the U.S. Department of Housing and Urban Development (HUD). HUD subsidizes operations of HACC.

**Estacada Area County Service District for Library Services**

Estacada Area County Service District for Library Services (the District) was organized under provisions of ORS Chapter 451 to provide financing of capital construction and improvements for library services in that portion of the County located within the boundaries of the Estacada School District and for payment of debt incurred. The District entered into an intergovernmental agreement with the City of Estacada in which the City agreed to maintain and operate the library.

Complete financial statements of the individual blended component units can be obtained from the Clackamas County Finance Department, 2051 Kaen Road, Oregon City, Oregon 97045.

**Workforce Investment Council of Clackamas County, Inc.**

Workforce Investment Council of Clackamas County, Inc. (WICCO), a 501(c)(3) entity, serves as the administrative entity for workforce grant funds in the County. WICCO programs include services to emerging, transitioning, and incumbent workers to decrease barriers to employment or advancement. A copy of their financial statements and required supplementary information may be obtained by writing to Workforce Investment Council of Clackamas County, Inc., 365 Warner Milne Rd., #202, Oregon City, Oregon 97045.

## CLACKAMAS COUNTY, OREGON

### NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2008

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### Related Organization

###### **Hospital Facilities Authority of Clackamas County**

Hospital Facilities Authority of Clackamas County (Authority) provides financing capability for hospital facilities in the County and other areas of the State of Oregon and is not included in the basic financial statements.

Although the BCC appoints the governing officers of the Authority, the County is not financially accountable for the Authority. Resources to pay principal and interest on bonds issued by the Authority are provided by participating hospitals. The County has no budgetary approval authority over the Authority; the Authority has the power to issue bonds for its lawful purposes. Moreover, the County has no obligation to the Authority for its deficits or debts.

##### Basis of Presentation

###### **Government-wide Financial Statements**

The Statement of Net Assets and the Statement of Activities display information about the County and its component units. These statements include the financial activities of the overall County, except fiduciary activities. Eliminations have been made to minimize the double counting of internal activities, except for services provided among funds (other than internal service funds). These statements distinguish between the governmental and business-type activities of the County and between the County and its discretely presented component unit. Governmental activities are typically financed through such sources as charges for services, property taxes and intergovernmental revenues. Business-type activities are financed in whole or in part by fees charged to external parties.

The Statement of Activities presents a comparison between direct expenses and program revenues for each activity of the County's governmental programs and business-type activities. Direct expenses are those that are specifically associated with an activity and, therefore, are clearly identifiable to that activity. Indirect expense allocations are included as part of program expenses in the Statement of Activities. Program revenues include fees, fines, and charges paid by the recipients of goods or services and grants and contributions that are restricted to meeting operational or capital requirements. Revenues that are not classified as program revenues, primarily including property taxes and interest earnings, are presented as general revenues.



**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Basis of Presentation (Continued)**

**Government-wide Financial Statements (Continued)**

Net assets are reported as restricted when constraints placed on net asset use are either externally restricted, imposed by creditors (such as through grantors, contributors or laws), or imposed through constitutional provisions or enabling resolutions.

**Fund Financial Statements**

The fund financial statements provide information about the County's funds including its fiduciary and blended governmental-type component units. Separate statements for each fund category – governmental, proprietary and fiduciary - are presented. The emphasis of fund financial statements is on major funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The County reports the following major governmental funds:

- General Fund – This is the County's primary operating fund. It accounts for all revenues and expenditures, except those required to be accounted for in another fund.
- Community Health Fund – This fund accounts for the activities of the County which administers programs to meet the health needs of the community, including matters of mental health services, teen pregnancy, drug and alcohol abuse, prenatal care, and aging and low-income Medicaid patients. Federal and State grants and subsidies fund the bulk of these programs along with County General Fund contributions as well as fees for services making up the balance.
- Sheriff Operations Fund – This fund accounts for the Sheriff's Department patrol, investigation, jail operation, and civil processing services in both incorporated and unincorporated areas of the County.
- Community Development Fund – This fund accounts for Community Development Block Grants and other resources used to stimulate improvements in communities' infrastructure and provides low interest home improvement loans.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Basis of Presentation (Continued)**

**Fund Financial Statements (Continued)**

- DTD Capital Projects Fund – This fund accounts for all project related capital outlay within the Department of Transportation and Development, excluding projects which are funded by component units. Projects are predominantly infrastructure in nature and include road network upgrades and capacity improvements.
- Capital Projects Reserve Fund – The Capital Projects Reserve Fund was established to accumulate resources for new facilities and improvements to County buildings.

The County reports the following major primary government proprietary fund:

- Stone Creek Golf Course Fund – The Stone Creek Golf Course Fund accounts for the operation of the County-owned golf course.

In addition the County reports the following fund types:

- Special Revenue Funds – These funds account for revenues derived from specific tax or other earmarked revenue sources, including federal and state grant awards, which are restricted to finance particular functions or activities.
- Debt Service Funds – These funds account for the payment of principal and interest on urban renewal bonds and general obligation bonds. Revenue is mainly derived from property taxes, charges for services and collections on special assessments levied against property owners.
- Capital Project Funds – These funds account for revenue derived primarily from intergovernmental resources and transfers from other funds designated for the construction of specific projects.

Proprietary:

- Internal Service Funds – These funds account for dental and short-term disability, general liability, workers' compensation and unemployment self-insured programs, employee assistance programs, along with printing, communications, equipment, vehicle and facilities management programs provided to other departments on a cost-reimbursable basis.

## CLACKAMAS COUNTY, OREGON

### NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2008

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### Basis of Presentation (Continued)

##### **Fund Financial Statements (Continued)**

- Enterprise Funds - Housing Authority of Clackamas County, Clackamas County Service District No. 1, Tri-City Service District, Clackamas County Service District No. 5, and Surface Water Management Agency of Clackamas County. These funds account for low income housing, sanitary and sewer operations.

##### Fiduciary:

- Pension Trust Fund - This fund accounts for the accumulation of resources to be used for payments of postemployment benefits. Operations of the plan do not meet the definitions of other post-employment benefits as defined by GASB #45.
- Agency Fund - These funds account for monies held on behalf of school districts, cities and special districts that use the County as a depository and for property taxes collected on behalf of other governments.

##### Measurement Focus and Basis of Accounting

The government-wide financial statements, including the discretely presented component unit, the Workforce Investment Council of Clackamas County (WICCO), and the proprietary financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The fiduciary fund financial statements are reported on the accrual basis of accounting but do not have a measurement focus. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County receives value without giving equal value in exchange, include property taxes, grants, entitlements and donations. On the accrual basis of accounting, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Accrued interest and note and contract receivables are recognized as earned. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Under terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs and then general revenues.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Measurement Focus and Basis of Accounting (Continued)**

Governmental fund financial statements are reported using the current financial resources measurement focus and modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if they are collected within sixty days after year-end. Property taxes and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in the governmental funds and proceeds from long term debt and acquisitions under capital leases are reported as other financing sources.

The proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the funds' ongoing operations. The principal operating revenues are charges to customers for sales and services. Operating expenses include the costs of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

For purposes of proprietary fund financial statements the County follows private-sector standards of accounting and financial reporting issued on or before November 30, 1989, unless those pronouncements conflict with or contradict the guidance of Governmental Accounting Standards Board pronouncements. The County has elected not to follow subsequent private-sector guidance.

**Use of Estimates**

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the basic financial statements and reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

## CLACKAMAS COUNTY, OREGON

### NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2008

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### Cash and Investments

The cash balances of substantially all funds and component units are pooled and invested by the County Treasurer for the purpose of increasing interest earnings through investment activities. Investments with a remaining maturity of more than one year, at the time of purchase, are stated at amortized cost, which approximates fair value. Fair value is determined by the quoted market price, if available; otherwise the fair value is estimated based on the amount at which the investment could be exchanged in a current transaction between willing parties, other than in a forced liquidation sale. Investments in the State Treasurer's Local Government Investment Pool (LGIP) are stated at cost, which approximates fair value and its share value. The individual funds' and component units' portion of the pool's fair value are presented as "Cash and Investments" in the basic financial statements. Earnings on pooled funds are paid or credited to each fund and component unit monthly based on the average daily balance of each participating fund or component unit.

The LGIP is administered by the Oregon State Treasury. The LGIP is an open-ended no-load diversified portfolio offered to any agency, political subdivision or public corporation of the State who by law is made the custodian of, or has control of, any fund. The LGIP is commingled with the State's short-term funds. In seeking to best serve local governments of Oregon, the Oregon Legislature established the Oregon Short-Term Fund Board. The purpose of the Board is to advise the Oregon State Treasury in the management and investment of the LGIP.

For purposes of the Statement of Cash Flows, cash and cash equivalents include all cash and investments held by the County Treasurer, since it has the general characteristics of a demand deposit (i.e. deposits of additional cash may be made at any time and cash may be withdrawn at any time without prior notice or penalty).

##### Receivables

All accounts, property taxes, assessments, grants, notes and contracts receivable are shown net of an allowance for uncollectable accounts.

The County levies, collects and distributes real and personal property taxes for all taxing jurisdictions within its boundaries. These taxes become a lien against the property as of July 1 each year and are payable in three installments, following the lien date, on November 15, February 15 and May 15. Discounts are allowed if the amount is paid by November 15 or February 15. Taxes unpaid and outstanding on May 15 are considered delinquent.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Capital Assets**

Capital assets which include property, plant and equipment, as well as infrastructure (bridges, roads, and drainage systems) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial cost of more than \$5,000 and an estimated life of one year or more. Land and right of ways with an initial cost of less than \$5,000 are also included as capital assets.

Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for furniture and equipment, real property acquisitions, improvements and infrastructure are recorded as capital outlay expenditures in the governmental funds. Donated assets are recorded at their fair market value at the date of donation. Maintenance and repairs of a routine nature are charged to expenses/expenditures as incurred and are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

• Buildings and improvements	20 to 50 years
• Office equipment	4 to 15 years
• Vehicles	2 to 10 years
• Bridges	50 years
• Roads	20 years
• Drainage systems	25 years
• Street lighting poles	20 years
• Sewerage treatment plant and line system	20 to 50 years

Office equipment and vehicles of the County are estimated to have a salvage value of 10% of the assets' original cost.

WICCO capitalizes property and equipment with a cost of \$500 or more at historical cost. Donated equipment is recorded at its fair market value at the time of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, which range from 3 to 10 years.

**Land Held for Resale**

Excess land acquired in connection with urban development projects and held for resale, real property acquired for the purpose of sale to other governmental units and real property held for future parks and recreation are recorded at cost.

## CLACKAMAS COUNTY, OREGON

### NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2008

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave. All vacation pay is accrued when earned in the government-wide and proprietary fund financial statements. A liability and expenditure for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Payments of compensated absences are made by the General Fund and various internal service funds. A portion of the balance of compensated absences, generally utilized within one year, is reported in the Statement of Net Assets as current. The remaining balance is classified as long-term.

##### Long-term Debt

In the government-wide financial statements, long-term debt is reported as liabilities in the Statement of Net Assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the governmental fund financial statements, bond premiums, discounts and bond issuance costs are recognized as other financing sources (uses) as offsets to the bond sale proceeds when incurred. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

##### Pension Plan

Substantially all of the County's employees are participants in the Oregon Public Employees Retirement Fund (OPERF), a statewide agent multiple-employer defined benefit pension plan. Contributions to OPERF are made on a current basis as required by the plan and are charged to expenses/expenditures.

##### Other Post-Employment Benefits Obligations

The County implemented Government Accounting Standards Board (GASB) Statement No. 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions (OPEB)* for the fiscal year ended June 30, 2008.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Other Post-Employment Benefits Obligations (Continued)**

The County's net OPEB is recognized as a liability, as determined by the County's actuary, in the government wide and proprietary fund financial statements, OPEB expense is calculated and recognized based on the annual required contribution determined by the County's actuary.

**Self-Insurance**

The County is exposed to various risks of loss up to various policy deductible amounts related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the County carries commercial insurance. Amounts are paid to the Internal Service Fund by all other funds and blended component units to pay premiums, claims, claim reserves, and administrative costs of the program.

The County is fully self-insured for unemployment benefits and short-term disability benefits and partially self-insured for dental benefits, workers' compensation and general liability claims. General liability claims are limited by State statute to \$500,000 per occurrence. The County carries coverage in excess of \$1,000,000 with an outside insurer for workers' compensation claims. There have been no significant reductions in insurance coverage from the prior year and settled claims have not reached the level of commercial coverage in any of the past three fiscal years. The County provides for estimated losses to be incurred for reported and unreported general liability claims, workers' compensation and unemployment claims based on individual case estimates and historical data adjusted for current trends.

**Fund Equity**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. In the Statement of Net Assets, governmental and business-type activities report restrictions of Net Assets for amounts that are legally restricted by outside parties for use for a specific purpose.



**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Budget**

The County is required by state law to budget substantially all funds. The resolution authorizing appropriations for each fund sets the level by which expenditures cannot legally exceed appropriations. Appropriations are established at the department level for the General Fund, Road Fund, Planning Fund, and Sheriff Operations Fund and at the principal object level for other funds - personal services, materials and services, capital outlay, debt service, transfers to other funds and operating contingency - are the levels of control established by the resolution.

The detail budget document, however, is required to contain more specific, detailed information for the above mentioned expenditure categories. Unexpected additional resources may be added to the budget through the use of a supplemental budget and appropriation resolution. The Board of County Commissioners at a regular Board meeting may adopt supplemental budgets of less than 10% of the fund's original budget. A supplemental budget greater than 10% of the fund's original budget requires hearings before the public, publication in newspapers and approval by the Board. Original and supplemental budgets may be modified by the use of appropriation transfers between the levels of control with approval by the Board. The Board adopted two supplemental budgets during the year. Appropriations lapse as of fiscal year-end.

The following table summarizes the County's over-expenditure of appropriations for the year ended June 30, 2008:

General Fund		
Board of County Commissioners	\$	1,739
Sheriff Operations Fund		
Transfers out		8,463
Road Fund		
Transfers out		193,904
Law Library Fund		
Personal services		10,660
Parks Fund		
Materials and services		178,602
Public Safety Local Option Levy Fund		
Capital outlay		323,741
County Payments Account Project Fund		
Materials and services		178,655

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Budget (Continued)**

North Clackamas Parks and Recreation District Fund		
Aquatic Park	\$	188,453
Nutrition Program		1,500
Planning and Development		9,534
Clackamas County Enhanced Law Enforcement District Fund		110,290
Materials and Services		
Clackamas County Development Agency - Clackamas Town Center Tax Increment Fund		395,383
Debt service		
Clackamas County Development Agency - North Clackamas Revitalization Area Fund		56,144
Materials and services		
North Clackamas Parks and Recreation District - Capital Projects Fund		107,911
Materials and services		
Capital Projects Reserve Fund		2,966,810
Capital outlay		
Facilities Management Fund		48,942
Personal services		
Sheriff's Office Retiree Medical Fund		34,557
Materials and services		

At June 30, 2008, the County had the following deficit fund balances of \$9,347 (budgetary basis) in the Clackamas County Enhanced Law Enforcement District Fund and \$112,963 (GAAP basis), arising from a long-term interfund loan, in the Clackamas County Development Agency – North Clackamas Revitalization Area Fund.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**2. CASH AND INVESTMENTS**

Cash and investments are comprised of the following:

Deposits with financial institutions:	
Demand deposits	\$ 5,688,183
Money Market	35,672,383
Certificate of Deposit	283,000
Deposits with fiscal agent	1,982,153
Investments	228,319,237
	<u>\$ 271,944,956</u>

Cash and investments are reflected in the basic financial statements as follows:

Cash and investments - governmental activities	\$ 210,905,417
Cash and investments - business-type activities	49,921,244
Statement of Fiduciary Net Assets	11,118,295
	<u>\$ 271,944,956</u>

The County is restricted by State of Oregon statutes in the types of investments in which it may invest. Authorized investments include general obligations of the United States Government and its agencies, certain bonded obligations of Oregon municipalities, certain corporate indebtedness, bank repurchase agreements, and the State Treasurer's Local Government Investment Pool. As of June 30, 2008, and for the year then ended, the County was in compliance with the aforementioned State of Oregon statutes.

Cash for WICCO at June 30, 2008 consisted of demand deposits with financial institutions in the amount of \$20,926, which was covered by federal depository insurance.

**Deposits and Custodial Credit Risk**

Custodial risk is the risk that, in the event of failure of the counterparty, the County will not be able to recover the value of its investments that are in the possession of an outside party.

At year end, the carrying amount of the County's deposits with financial institutions was \$41,643,566 and the bank balance was \$45,048,406. Of the bank balance, \$683,000 was covered by federal depository insurance, \$31,005,934 was covered by collateral certificates of participation issued by depository institutions in compliance with Oregon Revised Statutes, and the remaining bank balance of \$13,359,472 was uninsured and uncollateralized as of June 30, 2008. Oregon Revised Statutes require depository institutions to maintain on deposit with a collateral pool manager, securities having a value not less than 25% of the outstanding collateral certificates of participation issued by the pool manager.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**2. CASH AND INVESTMENTS (Continued)**

**Investments**

Investments at June 30, 2008 are comprised of the following:

U.S. Government Agency obligations, effective yield 2.56% to 5.37%	\$ 127,155,081
Corporate bonds	<u>13,477,592</u>
	140,632,673
State of Oregon Local Government Investment Pool	<u>87,686,564</u>
	<u>\$ 228,319,237</u>

**Interest Rate Risk**

As a means to limit exposure to fair value loss arising from interest rates, the County's investment policy requires structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, investing operating funds primarily in shorter-term securities or short-term investment pools, and by diversifying the portfolio by maturity dates to mitigate the impact of reinvestment risk. Investment maturity guidelines and actual maturities for the County's investments are as follows:

<u>Maturity</u>	<u>Maturity Guidelines</u>	<u>Actual at June 30, 2008</u>
Less than 1 day	Minimum of 25%	46.8 %
Less than 12 months	No Limit	42.4
12 months to 18 months	Maximum of 25%	7.0
18 months to 36 months	Maximum of 20%	3.8

**Credit Risk**

Oregon Revised Statutes limit the types of investments that the County may have. The County is in compliance with these statutes at June 30, 2008. The County is also in compliance with its investment policy which requires the County to limit exposure to credit risk, concentrating its investments in the safest types of securities, diversifying the investment portfolio so that potential losses on individual securities will be minimized, actively monitoring the investment portfolio holdings for ratings changes, changing economic or market conditions, and pre-qualifying the financial institutions with which the County will do business.

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. Credit risk is measured by the assignment of a rating by a nationally statistical rating organization

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**2. CASH AND INVESTMENTS (Continued)**

**Credit Risk (Continued)**

The State of Oregon Local Government Investment Pool is unrated. Approximately \$115 million of U.S. Government Agency obligations are rated Aaa or AAA and the remainder are unrated. Other investments held at June 30, 2008, are categorized by rating as follows:

<u>Corporate Bonds</u>		<u>Moody's Investor Service</u>
Merrill Lynch	\$ 3,512,252	A2
General Electric Capital Corp.	4,975,648	Aaa
Fifth Third Bank	4,989,692	A1
	<u>\$ 13,477,592</u>	

**3. ASSESSMENTS RECEIVABLE**

Assessments receivable, net of an allowance, represent uncollected amounts levied against benefited property for the cost of local improvements and are considered to be a lien on the property until paid. Substantially all assessments are collectible over a period of ten to twenty years and bear interest from 6.25% to 6.5%.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**4. CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2008, was as follows:

	Balance June 30, 2007	Increases	Decreases	Transfers	Balance June 30, 2008
<b>Governmental activities:</b>					
Capital assets not being depreciated:					
Land and improvements	\$ 20,959,686	\$ 8,890,894	\$ (56,952)	\$ -	\$ 29,793,628
Land - rights of way	310,678,726	13,577,366	-	-	324,256,092
Construction in progress	63,013,306	58,439,573	-	(28,169,739)	93,283,140
Total capital assets not being depreciated	394,651,718	80,907,833	(56,952)	(28,169,739)	447,332,860
Capital assets being depreciated:					
Buildings and improvements	79,848,257	2,170,598	(111,805)	28,060,068	109,967,118
Equipment	24,175,518	656,956	(246,750)	-	24,585,724
Vehicles	31,298,100	2,996,873	(1,401,429)	-	32,893,544
Bridges	15,735,682	-	-	-	15,735,682
Roads	314,628,252	10,140,760	-	109,671	324,878,683
Drainage systems	1,984,033	-	-	-	1,984,033
Total capital assets being depreciated	467,669,842	15,965,187	(1,759,984)	28,169,739	510,044,784
Less accumulated depreciation for:					
Buildings and improvements	(28,128,435)	(3,405,857)	35,420	-	(31,498,872)
Equipment	(14,461,593)	(2,062,234)	222,075	-	(16,301,752)
Vehicles	(21,542,179)	(1,978,500)	1,258,548	-	(22,262,131)
Bridges	(2,356,508)	(170,743)	-	-	(2,527,251)
Roads	(124,397,491)	(13,807,005)	-	-	(138,204,496)
Drainage systems	(580,472)	(90,173)	-	-	(670,645)
Total accumulated depreciation	(191,466,878)	(21,514,512)	1,516,043	-	(211,465,147)
Total capital assets being depreciated, net	276,203,164	(5,549,325)	(243,941)	28,169,739	298,579,637
Total capital assets, net	\$ 670,854,892	\$ 75,358,508	\$ (300,893)	\$ -	\$ 745,912,497
	Balance June 30, 2007	Increases	Decreases	Transfers	Balance June 30, 2008
<b>Business-type activities:</b>					
Capital assets not being depreciated:					
Land and easements	\$ 16,120,615	\$ -	\$ (25,471)	\$ -	\$ 16,095,144
Construction in progress	12,794,908	14,477,216	(3,731,812)	(3,339,730)	20,200,582
Total capital assets not being depreciated	28,915,523	14,477,216	(3,757,283)	(3,339,730)	36,295,726
Capital assets being depreciated:					
Buildings and Improvements	44,140,958	588,518	(522,314)	-	44,207,162
Equipment and vehicles	9,698,718	99,950	(81,102)	245,492	9,963,058
Street lighting poles	1,927,983	-	-	-	1,927,983
Plants and line system	222,113,617	6,268,912	-	3,094,238	231,476,767
Total capital assets being depreciated	277,881,276	6,957,380	(603,416)	3,339,730	287,574,970
Less accumulated depreciation for:					
Buildings and improvements	(26,630,958)	(1,657,712)	243,084	(651,011)	(28,696,597)
Equipment and vehicles	(8,778,959)	(313,540)	76,345	644,442	(8,371,712)
Street lighting poles	(595,232)	(93,026)	-	-	(688,258)
Plants and line system	(84,085,388)	(6,351,827)	-	6,569	(90,430,646)
Total accumulated depreciation	(120,090,537)	(8,416,105)	319,429	-	(128,187,213)
Total capital assets being depreciated, net	157,790,739	(1,458,725)	(283,987)	3,339,730	159,387,757
Total capital assets, net	\$ 186,706,262	\$ 13,018,491	\$ (4,041,270)	\$ -	\$ 195,683,483

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**4. CAPITAL ASSETS (Continued)**

Depreciation expense was charged as follows:

<b>Governmental activities:</b>	
General government	\$ 1,864,744
Public protection	516,663
Public ways and facilities	14,898,244
Health and sanitation	312,855
Culture and recreation	602,286
Economic development	3,311,110
Education	8,610
	<u>\$ 21,514,512</u>
<b>Business-type activities:</b>	
Sanitary, sewer and surface water	\$ 6,516,827
Housing assistance	1,734,678
Golf	71,573
Street lighting	93,027
	<u>\$ 8,416,105</u>

At June 30, 2008 WICCO had property and equipment with a net value of \$12,079. Depreciation expense for the year ended June 30, 2008 was \$2,895.

**5. SELF-INSURANCE CLAIMS PAYABLE**

The County is self-insured for unemployment benefits and short-term disability benefits and partially self-insured for dental benefits, workers' compensation and general liability claims. The claims liability of \$3,781,198 includes the effects of specific, incremental claim adjustment expenses/expenditures, salvage, and subrogation and other allocated or unallocated claim adjustment expenses/expenditures, if any.

The General Fund, essentially all major and non-major funds, and all component units participate in the self-insurance program. The participating funds and component units make payments to the self-insurance internal service funds based on historical cost information estimates of the amounts needed to pay prior year and current year claims.

Changes in the total claims liability amount in fiscal 2006, 2007 and 2008 are as follows:

<u>June 30,</u>	<u>Liability</u>	<u>Estimates</u>	<u>Payments</u>	<u>Liability</u>
2006	\$ 2,110,770	\$ 3,692,914	\$ 3,597,908	\$ 2,205,776
2007	2,205,776	3,013,352	2,920,860	2,298,268
2008	2,298,268	4,795,957	3,313,027	3,781,198

This June 30, 2008 balance is included in the Statement of Net Assets in accounts and claims payable.

**CLACKAMAS COUNTY, OREGON**  
**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**  
**YEAR ENDED JUNE 30, 2008**

**6. COMPENSATED ABSENCES**

Compensated absences activity for the year ended June 30, 2008 was as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Balance July 1, 2007	\$ 8,222,343	\$ 149,640
Additions	7,287,955	132,626
Payments	<u>(7,241,088)</u>	<u>(106,043)</u>
Balance June 30, 2008	<u>\$ 8,269,210</u>	<u>\$ 176,223</u>
Reported on Statement of Net Assets as follows:		
Current portion	<u>\$ 7,232,000</u>	<u>\$ 132,167</u>
Long-term portion	<u>\$ 1,037,210</u>	<u>\$ 44,056</u>

**7. LONG-TERM DEBT**

**Bonds Payable**

The County and its component units have issued refunding bonds, to refund previously issued bonds with a higher interest rate, and full faith and credit obligations to construct certain infrastructure improvements. The refunding bonds will be paid from general property tax revenues and the Bancroft Improvement Bonds from assessments paid by the affected property owners. Should the property owners be unable to pay their assessments to retire the bonds the County and its component units may levy general property taxes to provide for the repayment. Full faith and credit obligations were issued to construct the Development Services Building and the obligation will be paid from general property tax revenues. Clackamas County Development Agency issued urban renewal bonds to fund the County's share of construction costs for the I-205 Light Rail line, proceeds of which were transferred to Tri-Met to fund construction. The obligation will be paid from tax increment revenues. North Clackamas Parks and Recreation District issued full faith and credit obligations to fund the creation of a new County park and the obligation will be paid from general property tax revenues.



**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**7. LONG-TERM DEBT (Continued)**

**Bonds Payable (Continued)**

Bonds payable transactions for the year are as follows:

	Original Amount	Outstanding June 30, 2007	Increases	Decreases	Outstanding June 30, 2008	Principal Due Within One Year
<b>Governmental activities:</b>						
North Clackamas Parks and Recreation District Limited						
Tax Revenue Refunding Series 2000; interest 5.05%-6%	\$ 8,560,000	\$ 6,725,000	\$ -	\$ 365,000	\$ 6,360,000	\$ 385,000
Full Faith and Credit Obligations 2000 Issue; interest 5.00%	9,550,000	1,600,000	-	1,600,000	-	-
Full Faith and Credit Obligations 2003 Issue; interest 3.5%-4.25%	17,820,000	17,475,000	-	160,000	17,315,000	180,000
Full Faith and Credit Limited Tax Assessment Bonds 2000 Issue; interest 5.10%-6.5%	5,143,000	1,400,000	-	-	1,400,000	-
Full Faith and Credit Obligations 2004 Issue; interest 4.1%-4.75%	5,040,000	4,510,000	-	185,000	4,325,000	195,000
Full Faith and Credit Obligations 2007 Issue; interest 4.0%-5.0%	49,990,000	49,990,000	-	1,215,000	48,775,000	1,750,000
Clackamas County Development Agency Urban Renewal Bonds 2007 Issue; interest 4.55%	35,333,000	35,333,000	-	5,275,526	30,057,474	5,488,768
North Clackamas Parks and Recreation District Limited Full Faith and Credit Obligations 2008 Issue; interest 3.0%-4.0%	8,000,000	-	8,000,000	-	8,000,000	215,000
Estacada Area County Service District for Library Services General Obligation Bonds 2005 Issue; interest 3%-4.43%	1,900,000	1,835,000	-	45,000	1,790,000	50,000
		118,868,000	8,000,000	8,845,526	118,022,474	\$ 8,263,768
Premiums		231,286	17,998	(11,210)	238,074	
		<u>\$ 119,099,286</u>	<u>\$ 8,017,998</u>	<u>\$ 8,834,316</u>	118,260,548	
Current portion					8,263,768	
Long-term portion					<u>\$ 109,996,780</u>	
<b>Business-type activities:</b>						
Clackamas County Service District No. 1: Bancroft Improvement bonds; interest rates from 6.40% to 10.05%; payable first from assessments to benefited properties and second from general property tax revenue	\$ 5,564,424	\$ 320,424	\$ 320,424	\$ -	\$ -	\$ -
Revenue bonds; interest rates 2.0% to 6.5%; payable from monthly sewer surface water fees collected from customers connected to and benefited by the system Less deferred amount on refunding	15,696,000	9,790,000	975,000	8,815,000	1,010,000	
		(545,496)	(101,940)	(443,556)		
		<u>9,564,928</u>	<u>1,193,484</u>	<u>8,371,444</u>		
Stone Creek Golf Course Fund Full Faith and Credit Obligations 2003 Issue; interest 2%-4.75%; payable from charges for services Less unamortized discount	6,355,000	5,645,000	245,000	5,400,000	250,000	
		(1,050)	(62)	(988)		
		<u>5,643,950</u>	<u>244,938</u>	<u>5,399,012</u>		
Housing Authority of Clackamas County Revenue Bonds; interest rates 3.75% to 5.90%; payable from monthly rental income Less unamortized discount	13,505,000	9,425,000	255,000	9,170,000	270,000	
		(192,047)	(9,850)	(182,197)		
		<u>9,232,953</u>	<u>245,150</u>	<u>8,987,803</u>		
		<u>\$ 24,441,831</u>	<u>\$ 1,683,572</u>	<u>\$ 22,758,259</u>	<u>\$ 1,530,000</u>	

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**7. LONG-TERM DEBT (Continued)**

**Bonds Payable (Continued)**

Current and future maturities at June 30, 2008 for the business-type activities are summarized as follows:

Current maturities - face value	\$ 1,530,000
Less deferred amount in refunding	(95,447)
	<u>\$ 1,434,553</u>
Future Maturities - face value	\$ 21,855,000
Less deferred amount in refunding and discount	(531,294)
	<u>\$ 21,323,706</u>

Future maturities of bond principal and interest at June 30, 2008, are as follows:

**Governmental activities:**

Fiscal Year	North Clackamas Parks and Recreation District Limited Tax Revenue Refunding Bonds Series 2000		Full Faith and Credit Obligation Bancroft Limited Tax Assessment 2000 Issue		Full Faith and Credit Obligation 2003 Issue	
	Principal	Interest	Principal	Interest	Principal	Interest
	2009	\$ 385,000	\$ 368,848	\$ -	\$ 91,000	\$ 180,000
2010	405,000	347,865	-	91,000	205,000	694,115
2011	430,000	325,387	-	91,000	230,000	686,940
2012	450,000	301,308	-	91,000	260,000	678,890
2013	475,000	275,882	-	91,000	290,000	669,790
2014-2018	2,835,000	933,586	-	455,000	1,975,000	3,178,325
2019-2023	1,380,000	125,400	1,400,000	182,000	3,070,000	2,734,950
2024-2028	-	-	-	-	4,565,000	1,993,140
2029-2033	-	-	-	-	6,540,000	872,524
	<u>\$ 6,360,000</u>	<u>\$ 2,678,276</u>	<u>\$ 1,400,000</u>	<u>\$ 1,092,000</u>	<u>\$ 17,315,000</u>	<u>\$ 12,209,089</u>

Fiscal Year	Full Faith and Credit Obligation Series 2004		Estacada Area Library Service District General Obligation Bonds Series 2005		Clackamas County Development Agency Urban Renewal Bonds Series 2007	
	Principal	Interest	Principal	Interest	Principal	Interest
	2009	\$ 195,000	\$ 183,655	\$ 50,000	\$ 76,438	\$ 5,488,768
2010	200,000	176,740	55,000	74,813	5,738,508	1,117,876
2011	205,000	169,740	60,000	72,888	5,989,610	856,774
2012	215,000	162,360	65,000	70,788	6,272,592	583,792
2013	225,000	154,297	70,000	68,512	6,557,996	298,369
2014-2018	1,285,000	626,500	460,000	294,702	-	-
2019-2023	2,000,000	398,693	680,000	174,054	-	-
2024-2028	-	-	350,000	22,526	-	-
2029-2033	-	-	-	-	-	-
	<u>\$ 4,325,000</u>	<u>\$ 1,811,965</u>	<u>\$ 1,790,000</u>	<u>\$ 654,721</u>	<u>\$ 30,057,474</u>	<u>\$ 4,224,446</u>

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**7. LONG-TERM DEBT (Continued)**

**Bonds Payable (Continued)**

Fiscal Year	Full Faith and Credit Obligation Series 2007		North Clackamas Parks and Recreation District Full Faith and Credit Obligation Series 2008		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
	2009	\$ 1,750,000	\$ 2,023,681	\$ 215,000	\$ 344,206	\$ 8,263,768
2010	1,815,000	1,953,681	295,000	269,552	8,713,508	4,725,652
2011	1,890,000	1,881,081	305,000	260,552	9,119,610	4,344,372
2012	1,960,000	1,805,481	310,000	251,337	9,532,592	3,944,956
2013	2,040,000	1,727,081	320,000	241,889	9,977,996	3,526,840
2014-2018	11,515,000	7,319,055	1,775,000	1,048,736	19,845,000	13,855,904
2019-2023	14,140,000	4,502,677	2,145,000	717,399	24,815,000	8,775,173
2024-2028	13,665,000	1,327,269	2,635,000	268,204	21,215,000	3,611,139
2029-2033	-	-	-	-	6,540,000	872,524
	<u>\$ 48,775,000</u>	<u>\$ 22,540,006</u>	<u>\$ 8,000,000</u>	<u>\$ 3,401,895</u>	118,022,474	<u>\$ 48,812,419</u>
Premium					238,074	
					<u>\$ 118,260,548</u>	

**Business-type activities:**

Fiscal Year	Clackamas County Service District No. 1 Revenue Bonds		Stone Creek Golf Course Fund Full Faith and Credit Obligation Series 2003		The Housing Authority of Clackamas County General Obligation Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
	2009	\$ 1,010,000	\$ 302,425	\$ 250,000	\$ 223,087	\$ 270,000
2010	1,035,000	268,700	255,000	216,137	290,000	513,845
2011	1,065,000	234,906	265,000	208,006	305,000	496,590
2012	1,095,000	198,366	275,000	198,887	325,000	478,320
2013	1,130,000	159,605	285,000	188,731	340,000	459,035
2014-2018	2,780,000	323,473	1,610,000	753,329	2,045,000	1,962,750
2019-2023	700,000	85,033	2,010,000	348,991	2,740,000	1,265,552
2024-2027	-	-	450,000	10,688	2,855,000	349,723
	<u>\$ 8,815,000</u>	<u>\$ 1,572,508</u>	<u>\$ 5,400,000</u>	<u>\$ 2,147,856</u>	<u>\$ 9,170,000</u>	<u>\$ 6,055,900</u>

Fiscal Year	Total	
	Principal	Interest
2009	\$ 1,530,000	\$ 1,055,597
2010	1,580,000	998,682
2011	1,635,000	939,502
2012	1,695,000	875,573
2013	1,755,000	807,371
2014-2018	6,435,000	3,039,552
2019-2023	5,450,000	1,699,576
2024-2027	3,305,000	360,411
	23,385,000	<u>\$ 9,776,264</u>
Deferred amount on refunding	(443,556)	
Unamortized discount	(183,185)	
	<u>\$ 22,758,259</u>	

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**7. LONG-TERM DEBT (Continued)**

**Bonds Payable (Continued)**

The Housing Authority of Clackamas County revenue bonds are subject to certain debt covenants, relating to net revenues subject to statutory limitations and debt service reserves. The most restrictive of these covenants requires that the Authority establish and collect rents sufficient to produce a ratio of Adjusted Net Operating Income, as defined, to maximum annual debt service on the Series A bonds of at least 1.45 to 1 and a ratio of Adjusted Net Operating Income to maximum annual debt service on the Series A bonds and any additional bonds (none issued or outstanding at year end) of 1.1 to 1. The Series A coverage ratio for fiscal year 2008 is 1.46. A failure to maintain the above ratios however, does not constitute a default.

Under the revenue bond agreements Clackamas County Service District No. 1 has agreed to covenants that it will charge user rates and fees in connection with the operation of the sewer system which are adequate to cover annual debt service as required by the bond agreements. The District was in compliance with these covenants during the year ended June 30, 2008.

In prior years, the North Clackamas Parks and Recreation District defeased revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bond are not included in the basic financial statements. At June 30, 2008, \$4,400,000 of bonds outstanding are considered defeased.

In prior years, the Clackamas County Service District No. 1 defeased revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the basic financial statements. At June 30, 2008, \$6,425,000 of bonds outstanding are considered defeased.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**7. LONG-TERM DEBT (Continued)**

**Loans and Contracts Payable**

Loans and contracts payable transactions for the year ended June 30, 2008 are as follows:

Governmental activities:	<u>Outstanding June 30, 2007</u>	<u>Decreases</u>	<u>Outstanding June 30, 2008</u>
Loan payable; interest 3.75%	\$ 11,568,740	\$ (706,811)	\$ 10,861,929
Contracts payable; interest 4.3% - 5.6%	2,095,320	(105,320)	1,990,000
Clackamas County Development Agency: Contract payable; interest 1%	<u>120,884</u>	<u>(39,997)</u>	<u>80,887</u>
	<u>\$ 13,784,944</u>	<u>\$ (852,128)</u>	<u>\$ 12,932,816</u>
 Current portion			 \$ 838,709
Long-term portion			 <u>12,094,107</u>
			 <u>\$ 12,932,816</u>
Business-type activities:	<u>Outstanding June 30, 2007</u>	<u>Decreases</u>	<u>Outstanding June 30, 2008</u>
Clackamas County Service District No. 1: Contract payable to City of Portland for sewer rights; interest at 7.5% and to the Oregon Department of Environmental Quality for construction of sewerage facilities; interest at 4.11% plus administrative fees	<u>\$ 1,472,188</u>	<u>\$ (158,909)</u>	<u>\$ 1,313,279</u>
Tri-City Service District: Loan payable to the Oregon Department of Environmental Quality for construction of sewerage facilities; interest 2.99% to 3.98% plus administrative fees	<u>420,561</u>	<u>(39,708)</u>	<u>380,853</u>
Housing Authority of Clackamas County: Mortgage notes payable; collateralized by properties and paid from rental income; interest 5.0% to 11.0%	655,851	(175,822)	480,029
Loan payable to the Farmers Home Administration and the State of Oregon interest 0% to 11.0%	<u>256,134</u>	<u>(16,632)</u>	<u>239,502</u>
	<u>911,985</u>	<u>(192,454)</u>	<u>719,531</u>
	<u>\$ 2,804,734</u>	<u>\$ (391,071)</u>	<u>\$ 2,413,663</u>
 Current portion			 \$ 241,671
Long-term portion			 <u>2,171,992</u>
			 <u>\$ 2,413,663</u>

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**7. LONG-TERM DEBT (Continued)**

**Loans and Contracts Payable (Continued)**

Future maturities for loans and contracts payable are as follows:

Governmental activities:

Fiscal Year	Loans Payable		Contracts Payable		Contract Payable to Oregon Housing and Community Services Department	
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$ 733,314	\$ 407,322	\$ 65,000	\$ 114,370	\$ 40,395	\$ 813
2010	760,812	379,823	70,000	110,860	40,492	407
2011	789,344	351,293	75,000	107,080	-	-
2012	818,944	321,692	80,000	102,805	-	-
2013	849,654	224,823	92,000	88,327	-	-
2014-2018	4,750,778	979,779	490,000	411,830	-	-
2019-2023	2,159,083	160,974	614,000	252,822	-	-
2024-2028	-	-	504,000	74,936	-	-
	<u>\$ 10,861,929</u>	<u>\$ 2,825,706</u>	<u>\$ 1,990,000</u>	<u>\$ 1,263,030</u>	<u>\$ 80,887</u>	<u>\$ 1,220</u>
	Total					
	Principal	Interest				
2009	\$ 838,709	\$ 522,505				
2010	871,304	491,090				
2011	864,344	458,373				
2012	898,944	424,497				
2013	941,654	313,150				
2014-2018	5,240,778	1,391,609				
2019-2023	2,773,083	413,796				
2024-2028	504,000	74,936				
	<u>\$ 12,932,816</u>	<u>\$ 4,089,956</u>				

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**7. LONG-TERM DEBT (Continued)**

**Loans and Contracts Payable (Continued)**

Business-type activities:

Fiscal Year	Clackamas County Service District No. 1 Contract Payable		Tri-City Service District Loan Payable		Housing Authority of Clackamas County Mortgage Notes Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$ 165,507	\$ 52,292	\$ 41,304	\$ 14,751	\$ 29,334	\$ 32,026
2010	172,379	45,420	42,965	13,091	29,718	29,852
2011	179,537	38,263	44,692	11,364	28,904	27,602
2012	186,992	30,808	46,488	9,567	31,158	25,242
2013	194,756	23,044	48,357	7,699	33,621	22,706
2014-2018	414,108	21,491	157,047	11,118	205,600	66,487
2019-2023	-	-	-	-	76,421	985
2024-2028	-	-	-	-	45,273	-
	<u>\$ 1,313,279</u>	<u>\$ 211,318</u>	<u>\$ 380,853</u>	<u>\$ 67,590</u>	<u>\$ 480,029</u>	<u>\$ 204,900</u>

Fiscal Year	Housing Authority of Clackamas County Loans Payable		Total	
	Principal	Interest	Principal	Interest
2009	\$ 5,526	\$ 903	\$ 241,671	\$ 99,972
2010	5,585	847	250,647	89,210
2011	5,641	791	258,774	78,020
2012	5,698	734	270,336	66,351
2013	5,755	677	282,489	54,126
2014-2018	29,854	2,506	806,409	101,602
2019-2023	31,174	986	107,595	1,971
2024-2028	4,236	12	49,509	12
Undetermined	146,233	-	146,233	-
	<u>\$ 239,502</u>	<u>\$ 7,456</u>	<u>\$ 2,413,663</u>	<u>\$ 491,264</u>

Under the terms of the agreements with the State of Oregon, a certain portion of the mortgage notes payable is forgiven yearly as long as the Housing Authority of Clackamas County operates the dwellings as low income housing. If the Authority ceases to operate these dwellings as low-income housing, the loans become payable when the property is sold.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**7. LONG-TERM DEBT (Continued)**

**Note Payable**

In 2008, the County signed a series of three short term notes with a developer to begin construction of an extension of a sanitary sewer trunk line. The notes are payable by July 7, 2008, at an interest rate of 5%. The total amount of the notes at June 30, 2008, was \$648,047.

**Capital Leases Payable**

The County has entered into various lease agreements for financing the acquisition of equipment with an original cost of \$ 186,490.

Capital lease transactions for the year are as follows:

<u>Outstanding</u> <u>June 30, 2007</u>	<u>Decreases</u>	<u>Outstanding</u> <u>June 30, 2008</u>
\$ 78,687	\$ (38,628)	\$ 40,059

The capital lease is reported on Statement of Net Assets as a current liability. The remaining current lease obligation is \$41,165, of which \$1,106 is interest.

**Conduit Debt**

The County has issued conduit debt for the Hospital Facility Authority of Clackamas County. The aggregate outstanding amount is approximately \$123,000,000 at June 30, 2008. The County has no obligation for repayment of this debt.

**8. OPERATING LEASES**

The County leases buildings and office equipment under non-cancelable operating leases. Rent expense amounted to approximately \$1,210,000 for the year ended June 30, 2008. Future payments are due as follows:

<u>Fiscal</u> <u>Year</u>	<u>Amount</u>
2009	\$ 955,000
2010	404,000
2011	201,000
2012	160,000
	<u>\$ 1,720,000</u>

WICCO leases office space from a subcontractor on a month-to-month basis. Office rental expense for the year ended June 30, 2008 totaled \$12,000. Subsequent to June 30, 2008, WICCO relocated its office and entered into an operating lease for a new location.



**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**9. DUE TO/FROM OTHER FUNDS AND INTERFUND LOANS**

Interfund due to/from balances at June 30, 2008 are comprised of the following:

<u>Fund</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General	\$ 2,810,472	\$ 312,156
Community Health	2,201,184	80,990
Sherrif Operations	1,740,105	480,762
Community Development	49,826	92,422
DTD Capital Projects	2,018,367	1,493,214
Capital Projects Reserve	33,260	14,916
Non Major	4,962,792	10,460,072
Internal Service	754,929	628,136
Stone Creek	-	207,317
Clackamas County Service District No. 1	-	729,659
Clackamas County Service District No. 5	-	71,291
	<u>\$ 14,570,935</u>	<u>\$ 14,570,935</u>

Interfund balances consist of temporary overdrafts of commingled cash and investments and for services received or provided.

Interfund loan balances at June 30, 2008 are comprised of the following:

	<u>Interfund Loan Receivable</u>	<u>Interfund Loan Payable</u>
General Fund	\$ 147,198	\$ -
Community Development Fund	664,681	-
Non-Major Funds	450,000	597,198
Housing Authority of Clackamas County	-	664,681
	<u>\$ 1,261,879</u>	<u>\$ 1,261,879</u>

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**9. DUE TO/FROM OTHER FUNDS AND INTERFUND LOANS (Continued)**

Future maturities of interfund loans are as follows:

Fiscal Year	General Fund		Community Development Fund		Clackamas Industrial Area Tax Increment Fund	
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$ 34,328	\$ 6,381	\$ -	\$ -	\$ 35,700	\$ 22,860
2010	35,926	4,784	-	-	37,514	21,046
2011	37,597	3,112	-	-	39,419	19,141
2012	39,347	1,363	-	-	337,367	17,138
Undetermined	-	-	664,681	-	-	-
	<u>\$ 147,198</u>	<u>\$ 15,640</u>	<u>\$ 664,681</u>	<u>\$ -</u>	<u>\$ 450,000</u>	<u>\$ 80,185</u>

Fiscal Year	Total	
	Principal	Interest
2009	\$ 70,028	\$ 29,241
2010	73,440	25,830
2011	77,016	22,253
2012	376,714	18,501
Undetermined	664,681	-
	<u>\$ 1,261,879</u>	<u>\$ 95,825</u>

**10. TRANSFERS TO/FROM OTHER FUNDS**

Transfers to/from other funds consisted of the following:

Amount	Description
\$ 33,364,673	From the General Fund to other governmental funds for general operations.
41,090,917	From the General Fund to the County Sheriff Operations Fund for general operations.
40,900	From the General Fund to the Community Development Fund for general operations.
2,804,361	From the General Fund to Community Health Fund for grant matching.
1,728,605	From the General Fund to the Internal Service Funds for general operations.
1,422,340	From the General Fund to the Capital Project Reserve Fund for capital asset improvements.
757,093	From the Sheriff's Fund to other governmental funds for debt service.
1,976,325	From the Community Development Fund to Community Health for general operations.
609,227	From the DTD Capital Fund to other governmental funds for capital asset improvements.
1,297,188	From other governmental funds to the General Fund for general operations.
1,050,656	From other governmental funds to the General Fund for operations at County library branches.
805,732	From the Internal Service Funds to the General Fund for general operations.
260,000	From other governmental funds to Community Health for general operations.
48,000	From other governmental funds to the Community Development Fund for general operations.
6,376,017	From other governmental funds to the DTD Capital Fund for capital asset improvements.
102,000	From other governmental funds to the Capital Project Reserve Fund for capital asset improvements.
207,317	From Stonecreek Golf Course Fund to other governmental funds for operations and maintenances.
20,892,024	Within other governmental funds for capital asset improvements.
4,357,538	Within other governmental funds for general operations.
<u>\$ 119,190,913</u>	Total

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**10. TRANSFERS TO/FROM OTHER FUNDS (Continued)**

Interfund transfers are shown as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	\$ 117,462,308	\$ 118,177,864
Statement of Revenues, Expenses and Changes in Net Assets - Proprietary Funds	<u>1,728,605</u>	<u>1,013,049</u>
	<u>\$ 119,190,913</u>	<u>\$ 119,190,913</u>

**11. PENSION PLAN**

**Plan Description**

The County contributes to the Oregon Public Employees Retirement System (PERS) and to the Oregon Public Service Retirement Plan (OPSRP). PERS is an agent multi-employer defined benefit public employee retirement system. OPSRP is a hybrid retirement plan with two components: the Pension Program (defined benefit; established and maintained as a tax-qualified governmental defined benefit plan) and the Individual Account Program (defined contribution; established and maintained as a tax-qualified governmental defined contribution plan). A defined benefit plan is benefit-based and uses predictable criteria such as a pension determined by salary multiplied by length of service multiplied by a factor. A defined contribution plan has no guarantee. OPSRP is administered by PERS. PERS acts as a common investment and administrative agent for political subdivisions in the State of Oregon. PERS is administered under Oregon Revised Statute (ORS) Chapter 238. ORS Chapter 238.620 establishes the Public Employees Retirement Board as the governing body of PERS. The authority to establish and amend the benefit provisions of the plan rests with the Oregon Legislature.

Benefits generally vest after five years of continuous service. Retirement is allowed at age fifty-eight with unreduced benefits, but retirement is generally available after age fifty-five with reduced benefits. Retirement benefits 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 State of Oregon PERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, Oregon 97281-3700 or by calling 1-888-320-7377.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**11. PENSION PLAN (Continued)**

**Funding Policy**

The rate of employer contributions to PERS is determined periodically by PERS based on actuarial valuations performed at least every two years. Contributions to PERS have historically been made based on the annual required contribution and were charged to expense/expenditures, as funded.

The County's annual required contribution rate for fiscal 2008 was 15.2% of covered employees' salaries for PERS, 15.97% of general covered employees' salaries for OPSRP, and 19.24% for OPSRP Police and Fire covered employees' salaries. The employee contribution rate is 6%.

**Annual Pension Cost**

For fiscal 2008, 2007 and 2006 the County's actual annual pension costs of approximately \$22,537,000, \$18,124,000, and \$16,724,000, respectively, were equal to the annual required contributions. The required contribution was determined as part of the actuarial valuation at December 31, 2007 using the entry age actuarial cost method. Significant actuarial assumptions used in the valuation included: (a) rate of return on the future investment earnings of the assets of the System are assumed to accrue at an annual rate of 8% compounded annually; (b) projected annual rate of wage inflation of 3.75%, compounded annually, excluding merit or longevity increases; (c) healthcare cost inflation assumed at 8% in 2008, then declining by .50% per year until the rate of 5% is reached in 2013; (d) consumer price inflation of 2.75% per year; and (e) twenty year closed amortization of the unfunded actuarial liability as a level percentage of Combined valuation payroll.

No obligation for retirees is attributed to the County as PERS pools the risk related to retired employees among all employers. PERS assumes the obligation for benefits from the individual entity, as a whole, when benefits become payable.

PERS Funding Progress						
Actuarial Valuation Date December 31,	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded		Covered Payroll	UAAL as a Percentage of Covered Payroll
			Actuarial Accrued Liability (Asset)	Percent Funded		
2007	\$ 601,534,000	\$ 591,353,000	\$ (10,181,000)	102%	\$ 102,506,000	(10%)
2006	566,542,000	573,885,000	7,343,000	99%	100,862,000	7%
2005	500,228,000	547,033,000	46,805,000	91%	95,195,000	49%

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**11. PENSION PLAN (Continued)**

**Annual Pension Cost (Continued)**

The Housing Authority of Clackamas County reports PERS pension information in separately issued component unit financial statements. The plan description, funding policy, and the annual pension cost actuarial assumptions are the same as reported above for the County. For the years ended June 30, 2008, 2007 and 2006, the annual pension cost for the Authority was approximately \$268,000 \$293,000, and \$319,000, respectively, and was equal to the required and actual contributions.

Actuarial Valuation Date December 31,	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability (Asset)	Percent Funded	Covered Payroll	UAAL as a Percentage of Covered Payroll
2007	\$ 11,599,000	\$ 10,761,000	\$ (838,000)	108%	\$ 1,799,000	(47%)
2006	10,820,000	10,347,000	(473,000)	105%	1,692,000	(28%)
2005	10,381,000	10,259,000	(122,000)	101%	1,796,000	(7%)

**12. OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

**Plan Description**

The County administers a single-employer defined benefit healthcare plan per the requirements of collective bargaining agreements. The plan provides the opportunity for postretirement healthcare insurance for eligible retirees and their spouses through the County's group health insurance plans, which cover both active and retired participants. The County implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* for the fiscal year ended June 30, 2008.

**Funding Policy**

The County has not established a trust fund to supplement the costs for the net OPEB obligation. The County does not pay any portion of the health insurance premium for PERS Tier 1/Tier 2 or OPSRP General Service retirees; however, the retired employee receives an implicit benefit of a tiered healthcare premium at the same rate provided to current employees. Retirees may not convert the benefit into an in-lieu payment to secure coverage under independent plans. At June 30, 2008 there were 360 Tier 1/Tier 2 and OPSRP General Service retirees that were receiving the post-employment healthcare benefit.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**12. OTHER POST-EMPLOYMENT BENEFITS (Continued)**

**Funding Policy (Continued)**

The County provides post-employment healthcare benefits to retiring Peace Officer Association (POA) and Command Officers (CO) who retire with a minimum of ten years of service with the County. The County contributes 100% of the monthly medical premium, which is paid as incurred. The County funds premium costs by contributing 3% for covered employees, whether they are union or non-union. During fiscal 2008, benefit payments of \$487,437 were made to participants. At year-end, net assets available for future premium costs in the Pension Trust Fund amounted to \$642,021. At June 30, 2008 there were 86 POA and CO retirees that were receiving the post-employment healthcare benefits.

**Annual OPEB Cost and Net OPEB obligation**

The County's annual OPEB cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the guidelines of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The following table shows the County's annual OPEB cost for the fiscal year ended June 30, 2008.

<u>Required Contribution</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percentage of ARC Contributed</u>
General County Only	\$ 3,466,076	0%
Sheriff's Dept. Only	<u>3,221,570</u>	0%
All county Total	<u>\$ 6,687,646</u>	0%

**Funding Status and Funding Progress**

As of the most recent actuarial report, July 1, 2006, the actuarial accrued liability of benefits was \$53,692,000, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$53,692,000. The covered payroll (annual payroll of active employees covered by the plan) was \$104,272,000 for fiscal year 2008 and the ratio of the UAAL to the covered payroll was 51%.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**12. OTHER POST-EMPLOYMENT BENEFITS (Continued)**

**Actuarial Methods and Assumptions**

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility, consistent with the long-term perspective of the calculations.

In the most recently conducted actuarial evaluation (as of July 1, 2006), the unit credit method actuarial cost method was used. This method attempts to track the actual economic pattern of benefit accrual over an employee's working lifetime. The discount rate is selected based on historical and expected returns on the County's short-term investment portfolio. A discount rate of 4.0% was used in the most recent actuarial valuation for the closed period. The actuarial valuation assumes that healthcare costs are trending down from 10.0% in 2007 to 5.0% in 2012 for the major medical component, which is representative for the overall plan. The County's UAAL is being amortized using the level-dollar method with a closed group rolling 30 year amortization methodology. The remaining amortization period at June 30, 2008 is 30 years.

**Retirement Health Insurance Account**

As a member of Oregon Public Employees Retirement System (OPERS), the Authority contributes to the Retirement Health Insurance Account (RHIA) for each of its eligible employees. RHIA is a cost-sharing multiple-employer defined benefit other post-employment benefit plan administered by OPERS. RHIA pays a monthly contribution toward the cost of Medicare companion health insurance premiums of eligible retirees. Oregon Revised Statute (ORS) 238.420 established this trust fund. Authority to establish and amend the benefit provisions of RHIA resides with the Oregon Legislature. The plan is closed to new entrants after January 1, 2004. OPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Oregon Public Employees Retirement System, P.O. Box 23700, Tigard, Oregon 97281-3700.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**12. OTHER POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS  
(Continued)**

**Retirement Health Insurance Account (Continued)**

Because RHIA was created by enabling legislation (ORS 238.420), contribution requirements of the plan members and the participating employers were established and may be amended only by the Oregon Legislature. ORS require that an amount equal to \$60 or the total monthly cost of Medicare companion health insurance premiums coverage, whichever is less, shall be paid from the Retirement Health Insurance Account established by the employer, and any monthly cost in excess of \$60 shall be paid by the eligible retired member in the manner provided in ORS 238.410. To be eligible to receive this monthly payment toward the premium cost the member must: (1) have eight years or more of qualifying service in PERS at the time of retirement or receive a disability allowance as if the member had eight years or more of creditable service in PERS, (2) receive both Medicare Parts A and B coverage, and (3) enroll in a PERS-sponsored health plan. A surviving spouse or dependent of a deceased PERS retiree who was eligible to receive the subsidy is eligible to receive the subsidy if he or she (1) is receiving a retirement benefit or allowance from PERS or (2) was insured at the time the member died and the member retired before May 1, 1991.

Participating employers are contractually required to contribute to RHIA at a rate assessed each year by OPERS, currently 0.37% of annual covered OPERF payroll and 0.26% of OPSRP payroll. The OPERS Board of Trustees sets the employer contribution rate based on the annual required contribution of the employers (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. The County's contributions to RHIA for the years ended June 30, 2006, 2007 and 2008 were \$222,000, \$195,000 and \$200,000, respectively, which equaled the required contributions each year. These rates and contributions are included in the PERS rates as listed in Note 11.

**13. RELATED PARTY TRANSACTIONS**

WICCO entered into grant agreements with organizations whose management includes members of the WICCO Board of Directors. Payables to these organizations totaled approximately \$754,000 at June 30, 2008, and expenses of approximately \$2,786,000 were incurred under grant agreements with these organizations during the year ended June 30, 2008.



**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**14. COMMITMENTS AND CONTINGENCIES**

The County has commitments under contractual agreements for various construction contracts amounting to approximately \$14,830,000 at June 30, 2008.

The Clackamas County Development Agency has commitments under various contracts for the construction of improvements totaling approximately \$340,000 at June 30, 2008.

Tri-City Service District has commitments under contractual agreements for various construction contracts totaling approximately \$288,000.

Clackamas County Service District No. 1 is committed under contractual agreements for various construction contracts amounting to approximately \$10,058,000.

Housing Authority of Clackamas County has commitments under various contracts for the construction of improvements totaling approximately \$318,000 at June 30, 2008.

North Clackamas Parks and Recreation District has commitments under various construction contracts amounting to approximately \$1,600,000 at June 30, 2008.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal and State of Oregon governments. Any disallowed claims, including amounts already collected, could become a liability of the General Fund or other funds. Management believes amounts disallowed, if any, would not be material to the County.

The County is a defendant in various lawsuits. The likely outcome of these lawsuits is not determinable at this time; however, County management intends to defend these lawsuits vigorously and believes the likely outcome will not have a material adverse effect on the County's basic financial statements.

**15. SUBSEQUENT EVENT**

Subsequent to year-end, the credit and liquidity crisis in the United States and throughout the global financial system has resulted in substantial volatility in financial markets and the banking system.

**CLACKAMAS COUNTY, OREGON**

**NOTES TO BASIC FINANCIAL STATEMENTS (Continued)**

**YEAR ENDED JUNE 30, 2008**

**16. MEASURE 37**

Measure 37 (the Measure), effective December 2, 2004, implemented certain land use policies and regulations affecting property owners within a governmental jurisdiction. Under the Measure, the County is required to compensate property owners for the reduction in the fair market value of their property that results from County land use rules or regulations or release the property owner from said rules and regulations. To avail themselves of these remedies, property owners must establish landownership of the subject property prior to the land use rules and regulations being placed on the property. A number of issues relating to the proper interpretations of Measure 37 are currently in litigation around the State.

The County has received many claims under this Measure which must be processed within 180 days of being filed. County policy is to waive regulations when a claim is valid rather than paying compensation. At the present time, the County has not determined the financial impact of these claims, if any, on its financial position.

Effective December 6, 2007, Measure 37 was modified by Measure 49, which gives eligible landowners, including many of those who filed Measure 37 claims, the right to build a limited number of homes as compensation for land use regulations imposed after they acquired their properties. At the present time, the County has not determined the financial or land use impact of Measure 49.

**17. RESTATEMENT**

It has been determined that monies held by the Treasurer, in trust for the Sheriff's Department, do not meet the definition of fiduciary accounts where they had been reported in the previous year. These monies, held in the Pearson Forfeiture Account and the Child Abuse Summit Account, amounted to \$1,084,278 at July 1, 2007. The entry to correct this misstatement increased cash and beginning fund balance in the Sheriff's Fund by this amount as of July 1, 2007.

**REQUIRED SUPPLEMENTARY INFORMATION**

**CLACKAMAS COUNTY, OREGON**

**GENERAL FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Property taxes:				
Current	\$ 76,999,835	\$ 76,999,835	\$ 79,243,854	\$ 2,244,019
Delinquent	1,600,000	1,600,000	1,817,638	217,638
Total property taxes	78,599,835	78,599,835	81,061,492	2,461,657
Other taxes	1,852,000	1,852,000	1,889,248	37,248
Licenses and permits	1,200,000	1,200,000	1,226,473	26,473
Fines, forfeitures, and penalties	724,000	724,000	675,589	(48,411)
Intergovernmental:				
Federal	7,259,804	7,645,118	6,181,151	(1,463,967)
State	3,968,030	3,974,070	4,068,898	94,828
Local	25,000	25,000	58,940	33,940
Total intergovernmental	11,252,834	11,644,188	10,308,989	(1,335,199)
Charges for services				
Charges to others	4,824,360	4,824,360	3,628,439	(1,195,921)
Charges to other County funds	8,707,843	8,722,843	9,579,291	856,448
Total charges for services	13,532,203	13,547,203	13,207,730	(339,473)
Miscellaneous:				
Reimbursements	15,093,785	15,093,785	12,837,049	(2,256,736)
Interest	587,817	587,817	1,038,490	450,673
Other	1,599,937	1,604,937	1,489,521	(115,416)
Total miscellaneous	17,281,539	17,286,539	15,365,060	(1,921,479)
<b>TOTAL REVENUES</b>	<b>124,442,411</b>	<b>124,853,765</b>	<b>123,734,581</b>	<b>(1,119,184)</b>
<b>EXPENDITURES:</b>				
General government:				
County Administration	1,444,856	1,444,856	1,331,407	113,449
County Assessor	5,822,738	5,822,738	5,585,688	237,050
Board of County Commissioners	827,047	827,047	828,786	(1,739)
County Clerk	3,076,625	3,076,625	2,381,481	695,144
County Counsel	1,833,555	1,833,555	1,779,263	54,292
County Courier	92,541	92,541	75,078	17,463
Development Agency payroll	884,079	884,079	629,125	254,954
Department of Employee Services	2,526,921	2,579,340	2,384,509	194,831
Department of Finance	3,707,616	3,707,616	3,078,124	629,492
Mail operations	656,571	656,571	591,851	64,720
Veterans' services	310,443	310,443	254,045	56,398

**CLACKAMAS COUNTY, OREGON**

**GENERAL FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL (Continued)**

**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>EXPENDITURES (continued):</b>				
General government (continued):				
Non-departmental	\$ 16,051,186	\$ 16,590,731	\$ 5,281,625	\$ 11,309,106
Parks District payroll	2,956,715	2,956,715	2,610,301	346,414
Public and government affairs	1,577,109	1,577,109	1,353,321	223,788
Purchasing	722,947	742,947	710,670	32,277
Risk/benefits administration	1,618,235	1,618,235	1,536,877	81,358
Water Environmental Services payroll	10,395,461	10,395,461	9,382,337	1,013,124
Workforce Investment Act	39,259	39,259	-	39,259
Emergency management	2,746,692	3,147,006	1,360,073	1,786,933
County Surveyor	1,091,280	1,091,280	957,297	133,983
County Treasurer	599,246	599,246	577,820	21,426
Total general government	<u>58,981,122</u>	<u>59,993,400</u>	<u>42,689,678</u>	<u>17,303,722</u>
Culture and recreation:				
Arts and cultural affairs	331,716	341,716	331,308	10,408
County library	2,082,974	2,094,014	1,625,126	468,888
Total culture and recreation	<u>2,414,690</u>	<u>2,435,730</u>	<u>1,956,434</u>	<u>479,296</u>
<b>TOTAL EXPENDITURES</b>	<u>61,395,812</u>	<u>62,429,130</u>	<u>44,646,112</u>	<u>17,783,018</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>63,046,599</u>	<u>62,424,635</u>	<u>79,088,469</u>	<u>16,663,834</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	3,631,811	4,480,151	3,827,339	(652,812)
Transfers out	<u>(80,225,420)</u>	<u>(80,451,796)</u>	<u>(80,451,796)</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(76,593,609)</u>	<u>(75,971,645)</u>	<u>(76,624,457)</u>	<u>(652,812)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>(13,547,010)</u>	<u>(13,547,010)</u>	<u>2,464,012</u>	<u>16,011,022</u>
<b>FUND BALANCE, June 30, 2007</b>	<u>13,547,010</u>	<u>13,547,010</u>	<u>14,739,523</u>	<u>1,192,513</u>
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>17,203,535</u>	<u>\$ 17,203,535</u>
<b>ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS):</b>				
Interfund loan recognized as a receivable on the US GAAP basis			147,198	
Property taxes susceptible to accrual, recognized as revenue on the US GAAP basis			<u>631,458</u>	
<b>FUND BALANCE - US GAAP BASIS, June 30, 2008</b>			<u>\$ 17,982,191</u>	

**CLACKAMAS COUNTY, OREGON**

**COMMUNITY HEALTH FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL**

**FOR THE YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental:				
Federal	\$ 4,132,261	\$ 3,590,458	\$ 4,446,511	\$ 856,053
State	42,023,623	25,659,847	21,791,467	(3,868,380)
Local	91,340	663,455	147,349	(516,106)
Total intergovernmental	46,247,224	29,913,760	26,385,327	(3,528,433)
Charges for services	8,518,563	8,272,404	7,735,943	(536,461)
Licenses and permits	635,386	695,844	724,800	28,956
Miscellaneous:				
Reimbursements	430,486	463,665	250,777	(212,888)
Interest	-	40,000	136,065	96,065
Contributions	22,750	-	1,863	1,863
Other	-	-	110,627	110,627
Total miscellaneous	453,236	503,665	499,332	(4,333)
<b>TOTAL REVENUES</b>	<b>55,854,409</b>	<b>39,385,673</b>	<b>35,345,402</b>	<b>(4,040,271)</b>
<b>EXPENDITURES:</b>				
Health and Sanitation:				
Personal services	24,024,984	24,521,700	21,583,026	2,938,674
Materials and services	33,953,274	18,043,920	16,515,986	1,527,934
Reserve for future expenditures	1,064,010	-	-	-
Contingency	521,881	315,825	-	315,825
<b>TOTAL EXPENDITURES</b>	<b>59,564,149</b>	<b>42,881,445</b>	<b>38,099,012</b>	<b>4,782,433</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(3,709,740)</b>	<b>(3,495,772)</b>	<b>(2,753,610)</b>	<b>742,162</b>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	2,804,361	3,064,361	5,040,686	1,976,325
<b>NET CHANGE IN FUND BALANCE</b>	<b>(905,379)</b>	<b>(431,411)</b>	<b>2,287,076</b>	<b>2,718,487</b>
<b>FUND BALANCE, June 30, 2007</b>	<b>905,379</b>	<b>431,411</b>	<b>1,500,092</b>	<b>1,068,681</b>
<b>FUND BALANCE, June 30, 2008</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,787,168</b>	<b>\$ 3,787,168</b>

CLACKAMAS COUNTY, OREGON

SHERIFF OPERATIONS FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 50	\$ 50	\$ 89	\$ 39
Intergovernmental:				
Federal	642,320	1,196,120	658,486	(537,634)
State	202,650	229,650	310,918	81,268
Local	4,877,306	4,934,293	5,501,655	567,362
Total intergovernmental	5,722,276	6,360,063	6,471,059	110,996
Licenses and permits	121,750	121,750	162,055	40,305
Charges for services	914,700	1,047,563	1,383,565	336,002
Fines and forfeitures	30,800	300,800	80,483	(220,317)
Miscellaneous:				
Interest	68,107	138,107	18,177	(119,930)
Reimbursements	4,036,791	4,409,391	4,387,782	(21,609)
Contributions	16,600	46,600	15,388	(31,212)
Other	51,700	84,450	206,125	121,675
Total miscellaneous	4,173,198	4,678,548	4,627,472	(51,076)
<b>TOTAL REVENUES</b>	<b>10,962,774</b>	<b>12,508,774</b>	<b>12,724,723</b>	<b>215,910</b>
<b>EXPENDITURES:</b>				
Public protection:				
Administration	3,009,326	3,031,923	2,883,525	148,398
Civil	3,060,182	3,085,990	2,976,574	109,416
Data processing	1,157,174	1,150,236	1,097,440	52,796
Investigation	4,907,774	5,329,499	4,885,582	443,917
Jail	16,143,937	16,010,110	15,210,508	799,602
Law Enforcement District	3,891,791	4,252,391	4,129,531	122,860
Marine board	510,294	480,834	362,821	118,013
Operations	18,824,130	19,029,954	18,031,562	998,392
Public Safety Training Center	829,363	939,542	781,155	158,387
Emergency management	270,623	270,623	234,918	35,705
Records	2,259,987	2,236,932	2,107,163	129,769
<b>TOTAL EXPENDITURES</b>	<b>54,864,581</b>	<b>55,818,034</b>	<b>52,700,779</b>	<b>3,117,255</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(43,901,807)</b>	<b>(43,309,260)</b>	<b>(39,976,056)</b>	<b>(2,901,345)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	41,090,917	41,090,917	41,090,917	-
Transfers out	(374,115)	(748,630)	(757,093)	(8,463)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>40,716,802</b>	<b>40,342,287</b>	<b>40,333,824</b>	<b>(8,463)</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(3,185,005)</b>	<b>(2,966,973)</b>	<b>357,768</b>	<b>3,324,741</b>
FUND BALANCE, June 30, 2007, as previously reported	3,185,005	2,966,973	1,635,520	(1,331,453)
RESTATEMENT *	-	-	1,084,278	1,084,278
FUND BALANCE, June 30, 2007 as restated	-	-	2,719,798	-
FUND BALANCE, June 30, 2008	\$ -	\$ -	\$ 3,077,566	\$ 3,077,566

\* Certain accounts have been restated from the County Agency Fund.

**CLACKAMAS COUNTY, OREGON**  
**COMMUNITY DEVELOPMENT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Budget</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental:				
Federal	\$ 6,913,857	\$ 6,913,857	\$ 3,474,469	\$ (3,439,388)
Local	1,260,000	3,236,326	2,563,886	(672,440)
Total intergovernmental	<u>8,173,857</u>	<u>10,150,183</u>	<u>6,038,355</u>	<u>(4,111,828)</u>
Charges for services	<u>25,000</u>	<u>25,000</u>	<u>52,512</u>	<u>27,512</u>
<b>TOTAL REVENUES</b>	<u>8,198,857</u>	<u>10,175,183</u>	<u>6,090,867</u>	<u>(4,084,316)</u>
<b>EXPENDITURES:</b>				
Economic development:				
Personal services	740,751	740,751	718,884	21,867
Materials and services	6,699,006	6,747,006	3,484,558	3,262,448
Capital outlay	800,000	800,000	-	800,000
<b>TOTAL EXPENDITURES</b>	<u>8,239,757</u>	<u>8,287,757</u>	<u>4,203,442</u>	<u>4,084,315</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(40,900)</u>	<u>1,887,426</u>	<u>1,887,425</u>	<u>(1)</u>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	40,900	88,900	88,900	-
Transfers out	-	(1,976,326)	(1,976,325)	1
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>40,900</u>	<u>(1,887,426)</u>	<u>(1,887,425)</u>	<u>1</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	-	-	-
<b>FUND BALANCE, June 30, 2007</b>	-	-	-	-
<b>FUND BALANCE, June 30, 2008</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**SUPPLEMENTARY INFORMATION**

**NON-MAJOR GOVERNMENTAL FUNDS**

**CLACKAMAS COUNTY, OREGON**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2008**

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
<b>ASSETS</b>				
Cash and investments	\$ 79,450,792	\$ 36,948,686	\$ 27,234,255	\$ 143,633,733
Property taxes receivable	749,025	505,299	-	1,254,324
Accounts receivable	1,039,567	121,067	221,358	1,381,992
Assessments receivable	1,928	900,000	33,379	935,307
Grants receivable	4,394,411	-	125,293	4,519,704
Notes and contracts receivable	460,983	-	35,100	496,083
Due from other funds	4,952,127	-	10,665	4,962,792
Land held for resale	-	-	12,713,844	12,713,844
Other assets	799,563	-	-	799,563
Interfund loan receivable	-	450,000	-	450,000
<b>TOTAL ASSETS</b>	<b>\$ 91,848,396</b>	<b>\$ 38,925,052</b>	<b>\$ 40,373,894</b>	<b>\$ 171,147,342</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Book overdraft	\$ 2,024,122	\$ 121,066	\$ -	\$ 2,145,188
Accounts payable	4,681,627	-	582,648	5,264,275
Accrued payroll	3,005,644	-	-	3,005,644
Due to other funds	9,976,159	-	483,913	10,460,072
Deposits	926,735	-	8,943	935,678
Deferred revenue	7,894,653	1,334,950	68,479	9,298,082
Retainage payable	-	-	134,730	134,730
Interfund loans payable	147,198	-	450,000	597,198
<b>TOTAL LIABILITIES</b>	<b>28,656,138</b>	<b>1,456,016</b>	<b>1,728,713</b>	<b>31,840,867</b>
<b>Fund balances:</b>				
Reserved for land held for resale	-	-	12,713,844	12,713,844
Reserved for loan receivable	-	450,000	-	450,000
Undesignated	63,192,258	37,019,036	25,931,337	126,142,631
<b>TOTAL FUND BALANCES</b>	<b>63,192,258</b>	<b>37,469,036</b>	<b>38,645,181</b>	<b>139,306,475</b>
	<b>\$ 91,848,396</b>	<b>\$ 38,925,052</b>	<b>\$ 40,373,894</b>	<b>\$ 171,147,342</b>

**CLACKAMAS COUNTY, OREGON**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED JUNE 30, 2008**

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
<b>REVENUES:</b>				
Property taxes	\$ 16,815,002	\$ 9,808,240	\$ -	\$ 26,623,242
Other taxes	3,061,869	-	-	3,061,869
Licenses and permits	12,170,809	-	-	12,170,809
Fines, forfeitures, and penalties	966,780	-	-	966,780
Special assessment collections	-	150,910	4,329	155,239
Interest	2,882,171	2,569,458	886,723	6,338,352
Intergovernmental	66,046,973	-	4,900,320	70,947,293
Charges for services	18,642,195	2,227,367	31,884	20,901,446
Contributions	297,383	-	-	297,383
Miscellaneous	1,853,431	21,909	233,643	2,108,983
<b>TOTAL REVENUES</b>	<b>122,736,613</b>	<b>14,777,884</b>	<b>6,056,899</b>	<b>143,571,396</b>
<b>EXPENDITURES:</b>				
Current:				
General government	8,627,170	-	-	8,627,170
Public protection	37,210,825	-	-	37,210,825
Public ways and facilities	28,498,846	-	1,950,298	30,449,144
Health and sanitation	35,409,326	-	-	35,409,326
Economic development	11,217,365	-	-	11,217,365
Culture and recreation	11,723,103	-	158,532	11,881,635
Education	7,613,070	-	-	7,613,070
Debt service:				
Principal	771,808	8,845,526	40,000	9,657,334
Interest and fiscal charges	551,708	5,629,259	1,208	6,182,175
Capital outlay	2,779,513	-	16,704,312	19,483,825
<b>TOTAL EXPENDITURES</b>	<b>144,402,734</b>	<b>14,474,785</b>	<b>18,854,350</b>	<b>177,731,869</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(21,666,121)</b>	<b>303,099</b>	<b>(12,797,451)</b>	<b>(34,160,473)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Bond issuance	-	-	8,000,000	8,000,000
Bond premium	-	-	17,998	17,998
Proceeds from sale of capital assets	2,013,892	-	230,023	2,243,915
Transfers in	34,190,178	5,312,907	20,011,024	59,514,109
Transfers out	(9,514,764)	(18,469,692)	(6,398,967)	(34,383,423)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>26,689,306</b>	<b>(13,156,785)</b>	<b>21,860,078</b>	<b>35,392,599</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>5,023,185</b>	<b>(12,853,686)</b>	<b>9,062,627</b>	<b>1,232,126</b>
<b>FUND BALANCES, June 30, 2007</b>	<b>58,169,073</b>	<b>50,322,722</b>	<b>29,582,554</b>	<b>138,074,349</b>
<b>FUND BALANCES, June 30, 2008</b>	<b>\$ 63,192,258</b>	<b>\$ 37,469,036</b>	<b>\$ 38,645,181</b>	<b>\$ 139,306,475</b>

## NONMAJOR SPECIAL REVENUE FUNDS

The Special Revenue Funds account for revenues derived from specific tax or other earmarked revenue sources, including federal and state grant awards, which are restricted to finance particular functions or activities. Funds included in this fund category are:

**Road Fund** – The Road Fund accounts for revenue and expenditures related to road construction, road maintenance, engineering, and bridge maintenance.

**OFC Children and Families Fund** – The OFC Children and Families Fund administers funding and programs targeted at young people throughout Clackamas County. Resources are primarily from State legislation enacted to carry out children's programs throughout Oregon.

**Clackamas County Fair Fund** – The County Fair Fund accounts for activities related to the annual Clackamas County Fair. Funding is derived from admission fees, exhibitor fees, and proceeds from the County transient room tax.

**Community Corrections Fund** – The Community Corrections Fund accounts for the activities of the parole and probations officers, the Residential Work Release Center, and the Electronic Surveillance Program, all components of the Community Corrections Division. This program, established by the Community Corrections Act of 1977, and funded by the County General Fund and State dollars, is intended to provide alternatives to imprisonment for nonviolent and other offenders.

**County School Fund** – The County School Fund is the pass-through repository for the contributions to school districts in the County, as well as from a portion of the Mt. Hood Forest Reserves and Forest Products Severance Tax receipts. Monies collected in this fund are distributed to the school districts by the County Treasurer.

**Development Services Fund** – The Development Services Fund was created to record receipts and expenditures related to building activity within the County. The Fund is entirely fee supported and is the third largest building permit issuing body in the State of Oregon.

**Dog Control Fund** – The Dog Control Fund provides for recording revenues and expenditures to carry out the enforcement of all County and State laws relating to the control of dogs within the County. Resources are the result of fees assessed for dog licenses, kenneling and disposal services, and adoption of dogs from the shelter.

## NONMAJOR SPECIAL REVENUE FUNDS (Continued)

**Community Solutions Fund** – Community Solutions is the Division that provides a range of training services to persons wishing to re-enter the workforce, and those suffering job displacement. The Division also provides services to business operators who hire Community Solutions trainees to provide work experience. The primary funding source is federal dollars passed through the State of Oregon. Also accounted for in this Fund is the weatherization program which provides low-income homeowners and renters with home energy conservation assistance.

**Family Court Service Fund** – The Family Court Service Fund accounts for activities needed to provide counseling and mediation for couples and families through all phases of divorce proceedings. Funding is derived mainly from a portion of the County marriage license fee, as well as divorce filing fees.

**Human Services Administration Fund** – The human services functions of Clackamas County are recorded in their respective funds to more closely track the revenues and expenditures associated with each program. Only the administrative costs of the Human Services Director and his staff who oversee and coordinate the various programs are recorded in this Fund.

**Law Library Fund** – The Law Library Fund exists to provide legal reference materials to Clackamas County citizens by way of a library located in the courthouse. Funding for the material purchases and staffing is received from a portion of legal fees assessed through court filings.

**Library Network Fund** – The Library Network Fund receives receipts from property taxes received by the General fund and transferred to the Law Library Network Fund. Proceeds from the levy are distributed to eleven cities in the County as well as to the County Library and its branches to help fund operations of the branches, as well as maintenance of the County-wide library computer data network.

**Parks Fund** – The Parks Fund was established to account for costs related to the operation and maintenance of seven county parks and four boat ramps available for public use. In addition, the Parks Fund maintains an inventory of tax-foreclosed property within the County. Revenues for the Fund are derived primarily from user fees, state grants for specific improvement projects, and reimbursements from the State for recreational vehicle fees and marine fuel taxes.

**Planning Fund** – The Planning Fund accounts for fees and expenditures to carry out long and short term planning activities throughout Clackamas County.

## NONMAJOR SPECIAL REVENUE FUNDS (Continued)

**Clackamas Mental Health Organization Fund** – This fund accounts for revenues and expenditures related to the contract the County Community Health Division has with the Oregon Department of Human Services, Addictions and Mental Health Division to provide services as a Mental Health Organization (MHO). The MHO manages mental health benefits for Oregon Health Plan enrollees in a five county service region (Clackamas, Gilliam, Hood River, Sherman, and Wasco Counties). This is the first year that the MHO has been accounted for as a separate fund.

**Public Land Corner Preservation Fund** – The Public Land Corner Preservation Fund was created to account for fees assessed on property transactions in the County. Fees collected are used for monument restoration, the GIS system and engineering functions.

**Social Services Fund** – Programs funded by federal and state governments aimed at elderly, low income and indigent residents of the County are provided through this Fund. Included are fuel and emergency energy assistance programs, rent assistance, migrant assistance programs for casual agricultural laborers, the Area Agency on Aging (AAA) and many other emergency and nonemergency assistance functions using County staff and a huge force of volunteers. The funding for these efforts is a mix of federal, state and County General Fund dollars.

**Community Environment Fund** – The Community Environment Fund administers refuse collection franchises, recycling programs, plumbing and building code enforcement, and waste management ordinances in Clackamas County. Revenue is primarily from franchise fees and other enforcement fees, as well as joint grant funded special projects with METRO.

**Sunnyside Village Park Acquisition Fund** – The Sunnyside Village Park Acquisition Fund was established to account for development fees to be used to acquire parkland within Sunnyside Village.

**Sunnyside Village Park Road Frontage Construction Fund** – The Sunnyside Village Park Road Frontage Construction Fund was created to account for fees assessed to build roads adjacent to parks developed within Sunnyside Village.

**Juvenile Fund** – The Juvenile Fund provides counseling, detention, investigation and administrative support services to children whose conduct or circumstances bring them within the jurisdiction of the Juvenile Court.

**Transient Room Tax Fund** – The Transient Room Tax Fund was established to account for receipts from Countywide hotel and motel tax. The proceeds are then distributed to the County Fair Fund and the Associated Chambers of Commerce, to be used for the promotion of tourism and recreation in Clackamas County.

## **NONMAJOR SPECIAL REVENUE FUNDS (Continued)**

**Transportation System Development Charge Fund** – This fund was created to account for proceeds of the County's systems development charges. These charges fund transportation infrastructure capacity improvements. The charge is levied on all new building permit applicants, using a rating system designed to estimate the impact of the proposed structure's use of County roadway systems. This impact translates to a charge, the proceeds of which are held to help offset the costs of future roadway improvement projects which increase roadway capacity. Also funded are the costs of the Transportation System Development Fund's administration.

**District Attorney Fund** – The District Attorney Fund provides staffing to represent the State of Oregon in all misdemeanor and felony criminal prosecution, administering the collection of child support and providing victim assistance services.

**Public Safety Local Option Levy Fund** – This Fund accounts for revenues and expenditures generated by the public safety local option levy passed by voters in 2006. The revenue generated by this levy is dedicated to public safety and is used to pay for staff to reopen jail beds, add patrol positions and expand enforcement efforts to combat methamphetamine abuse and other crimes.

**Property Management Fund** – The Property Management Fund was created to account for revenues and expenditures associated with the use of County-owned facilities.

**Employer Contribution Reserve Fund** – The Employer Contribution Reserve Fund accounts for funds set aside for the future provision of PERS obligations.

**County Payments Account Project Fund** – The County Payments Account Project Fund accounts for the revenues and expenditures related to the "Secure Rural Schools and Community Self-Determination Act of 2000".

**Joint Transportation SDC Fund** – The Joint Transportation SDC Fund accounts for the collection of transportation system development fees for the purpose of constructing extra capacity improvements arising from new developments.

**Tax Title Land Fund** – The Tax Title Land Fund accounts for the proceeds from the sale of tax foreclosed property and to reimburse the Property Management Fund for costs incurred by the County prior to sale.

**Parks Trust Fund** – The Parks Trust Fund accounts for the sale of County owned timber and timberland.



CLACKAMAS COUNTY, OREGON

TAX COLLECTOR

SCHEDULE OF CASH RECEIPTS AND TURNOVERS

YEAR ENDED JUNE 30, 2008

Cash on hand, June 30, 2007	\$	800
Receipts:*		
Property tax applied to property tax rolls		502,348,352
Interest received on taxes		<u>1,615,845</u>
Total receipts and cash on hand		503,964,997
Turnovers to County Treasurer		<u>(503,964,197)</u>
Cash on hand, June 30, 2008	\$	<u>800</u>

\*Departmental cash receipts include agency fund collections which are not recognized as revenue of County operating funds.

CLACKAMAS COUNTY, OREGON

TREASURER

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

YEAR ENDED JUNE 30, 2008

Cash on hand, June 30, 2007	
Cash (book overdraft)	\$ (716,058)
Investments	<u>336,255,125</u>
Total cash and investments	<u>335,539,067</u>
Receipts:	
Taxes collected*	502,348,352
Other collections **	<u>4,300,437,907</u>
Total receipts	<u>4,802,786,259</u>
Disbursements:	
Taxes distributed to taxing districts	503,502,158
Other distributions**	<u>4,371,650,870</u>
Total disbursements	<u>4,875,153,028</u>
Cash and investments, June 30, 2008	
Cash	4,992,141
Investments	<u>258,180,157</u>
	<u>\$ 263,172,298</u>

\* Includes collections for timber, yield and other taxes which are not part of the tax roll.

\*\*Includes primarily receipts and disbursements of non-County agency funds.

**CLACKAMAS COUNTY, OREGON**

**SCHEDULE OF PROPERTY TAX TRANSACTIONS  
AND OUTSTANDING BALANCES**

**FOR THE YEAR ENDED JUNE 30, 2008**

Fiscal Year	June 30, 2007	Levy	Discounts	Interest	Adjustments	Collections	Receivable June 30, 2008
2007-08	\$ -	\$522,305,802	\$(12,546,455)	\$ 249,249	\$ (830,163)	\$ (491,203,549)	\$ 17,974,884
2006-07	12,904,787	-	1,048	568,339	(144,686)	(8,983,399)	4,346,089
2005-06	3,538,600	-	348	290,428	(247,131)	(1,792,748)	1,789,497
2004-05	1,603,346	-	128	300,030	(33,909)	(1,257,481)	612,114
2003-04	649,800	-	111	141,815	(24,847)	(542,833)	224,046
2002-03	271,049	-	79	25,433	(11,915)	(79,669)	204,977
and prior	412,447	-	-	40,551	(7,717)	(104,519)	340,762
	19,380,029	-	1,714	1,366,596	(470,205)	(12,760,649)	7,517,485
	<u>\$ 19,380,029</u>	<u>\$ 522,305,802</u>	<u>\$(12,544,741)</u>	<u>\$ 1,615,845</u>	<u>\$(1,300,368)</u>	<u>\$ (503,964,198)</u>	<u>\$ 25,492,369</u>

Taxes receivable classified by fund:

General Fund	\$ 4,140,980
Special Revenue Funds:	
Public Safety Local Option Levy	279,016
Clackamas County Enhanced Law Enforcement District Fund	239,178
North Clackamas Parks and Recreation District Fund	230,831
Debt Service Funds:	
Clackamas County Development Agency	
Clackamas Town Center Debt Service Fund	417,850
Government Camp Debt Service Fund	60,895
North Clackamas Revitalization Area Fund	20,851
Estacada Area County Service District for Library Services	5,703
Agency Fund	<u>20,097,065</u>
	<u>\$ 25,492,369</u>

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**STATISTICAL SECTION**

## STATISTICAL INFORMATION SECTION (UNAUDITED)

This part of Clackamas County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health. This section contains the following tables and information:

- **Financial Trends** – These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.
- **Revenue Capacity** – These schedules contain information to help the reader assess the County's most significant local revenue source.
- **Debt Capacity** – These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.
- **Economic and Demographic Information** – These schedules offer economic and demographic indicators to help the reader understand the environment within which the County's financial activities take place.
- **Operating Information** – These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

**Sources:** Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Report for the relevant year.

## FINANCIAL TRENDS

**CLACKAMAS COUNTY, OREGON**

**NET ASSETS BY COMPONENT**

**LAST SEVEN FISCAL YEARS**

	Fiscal Year			
	2002	2003	2004	2005
<b>Governmental activities:</b>				
Invested in capital assets, net of related debt	\$ 424,428,985	\$ 434,203,055	\$ 471,468,673	\$ 503,352,274
Restricted:				
Debt service	22,631,901	2,413,376	2,438,975	1,367,671
Acquisition and development	-	826,011	704,839	1,418,606
Total restricted	22,631,901	3,239,387	3,143,814	2,786,277
Unrestricted	114,899,515	153,346,130	150,270,248	170,917,721
 Total governmental activities net assets	 561,960,401	 590,788,572	 624,882,735	 677,056,272
<b>Business-type activities:</b>				
Invested in capital assets, net of related debt	123,928,865	135,163,235	139,880,451	144,275,649
Restricted for debt service	1,711,342	1,711,342	1,125,308	1,227,736
Unrestricted	41,367,612	34,739,271	39,220,569	43,449,860
 Total business-type activities net assets	 167,007,819	 171,613,848	 180,226,328	 188,953,245
<b>Primary government:</b>				
Invested in capital assets, net of related debt	548,357,850	569,366,290	611,349,124	647,627,923
Restricted:				
Debt service	24,343,243	4,124,718	3,564,283	2,595,407
Acquisition and development	-	826,011	704,839	1,418,606
Total restricted	24,343,243	4,950,729	4,269,122	4,014,013
Unrestricted	156,267,127	188,085,401	189,490,817	214,367,581
 Total primary government net assets	 \$ 728,968,220	 \$ 762,402,420	 \$ 805,109,063	 \$ 866,009,517

Source: Clackamas County Comprehensive Annual Financial Report.

Notes:

- (1) As these statistics are based off GASB 34 entity-wide statements there is no information available prior to 2003 as GASB 34 was implemented by the County in fiscal year 2003.
- (2) Net asset balances are shown for 2002 because the County recast ending fund balance to establish a prior year net asset balance for the Statement of Activities.



Fiscal Year		
2006	2007	2008
\$ 547,021,582	\$ 611,805,327	\$ 608,482,281
45,382	426,882	276,177
24,392,787	24,646,482	24,194,094
24,438,169	25,073,364	24,470,271
164,334,672	112,373,836	156,786,010
735,794,423	749,252,527	789,738,562
146,118,932	159,129,951	170,268,221
1,151,569	5,753,170	4,872,482
49,408,469	44,923,808	43,599,401
196,678,970	209,806,929	218,740,104
693,140,514	770,935,278	778,750,502
1,196,951	6,180,052	5,148,659
24,392,787	24,646,482	24,194,094
25,589,738	30,826,534	29,342,753
213,743,141	157,297,644	200,385,411
\$ 932,473,393	\$ 959,059,456	\$ 1,008,478,666

**CLACKAMAS COUNTY, OREGON**  
**CHANGES IN NET ASSETS BY COMPONENT**  
**LAST SIX FISCAL YEARS**

	Fiscal Year		
	2003	2004	2005
<b>Expenses:</b>			
Governmental activities:			
General government	\$ 48,381,405	\$ 54,053,967	\$ 55,171,599
Public protection	56,330,982	57,141,585	58,904,924
Public ways and facilities	30,105,695	30,832,826	27,933,991
Health and sanitation	70,886,010	64,216,382	68,064,573
Culture and recreation	18,249,115	15,234,625	14,611,717
Education	1,561,744	1,593,123	1,594,934
Economic development	9,596,207	9,313,178	10,150,409
Interest and fiscal charges	1,367,224	1,958,119	2,466,489
Total governmental activities expenses	<u>236,478,382</u>	<u>234,343,805</u>	<u>238,898,636</u>
Business-type activities:			
Sanitary sewer and surface water	18,115,843	20,703,664	20,965,008
Housing assistance	18,172,109	17,603,724	17,973,717
Golf	-	1,916,556	1,799,130
Lighting	1,146,425	1,198,256	1,326,095
Total business-type activities expenses	<u>37,434,377</u>	<u>41,422,200</u>	<u>42,063,950</u>
Total primary government expenses	<u>273,912,759</u>	<u>275,766,005</u>	<u>280,962,586</u>
<b>Program Revenues:</b>			
Governmental activities:			
Fees, fines and charges for services:			
General government	21,154,929	21,611,991	17,554,963
Public protection	6,077,736	5,173,960	4,515,305
Public ways and facilities	13,142,411	15,355,978	17,358,323
Health and sanitation	5,730,271	4,442,701	1,867,135
Culture and recreation	4,811,802	3,129,533	3,165,325
Education	2,036,819	230	-
Economic development	188	1,295,660	784
Operating grants and contributions	96,327,109	91,179,886	99,983,285
Capital grants and contributions	21,075,360	28,451,957	41,597,009
Total governmental activities program revenues	<u>170,356,625</u>	<u>170,641,896</u>	<u>186,042,129</u>
Business-type activities:			
Fees, fines and charges for services:			
Sanitary sewer and surface water	16,238,401	17,935,059	18,300,436
Housing assistance	3,329,346	3,197,303	3,208,314
Golf	-	1,507,560	2,689,585
Lighting	849,096	1,269,911	1,296,236
Operating grants and contributions	13,764,697	12,799,743	13,378,521
Capital grants and contributions	6,219,170	11,986,626	11,583,066
Total business-type activities program revenues	<u>40,400,710</u>	<u>48,696,202</u>	<u>50,456,158</u>
Total primary government program revenues	<u>210,757,335</u>	<u>219,338,098</u>	<u>236,498,287</u>
<b>Net (Expense)/Revenue:</b>			
Governmental activities	(66,121,757)	(63,701,909)	(52,856,507)
Business-type activities	2,966,333	7,274,002	8,392,208
Total primary government net expense	<u>(63,155,424)</u>	<u>(56,427,907)</u>	<u>(44,464,299)</u>

Source: Clackamas County Comprehensive Annual Financial Report

**Note:**

As these statistics are based off GASB 34 entity-wide statements there is no information available prior to 2003 as GASB 34 was implemented by the County in fiscal year 2003.

Fiscal Year		
2006	2007	2008
\$ 38,075,303	\$ 38,680,291	40,152,015
71,664,119	80,570,742	88,172,022
30,122,609	73,100,383	40,228,623
73,581,911	79,053,114	62,921,860
11,078,611	11,934,872	11,174,891
8,948,454	9,363,440	7,606,669
11,764,126	13,900,062	15,494,522
773,286	1,340,350	6,198,736
<u>246,008,419</u>	<u>307,943,254</u>	<u>271,949,338</u>
21,086,158	22,381,344	24,773,913
18,080,512	17,568,579	18,504,232
2,038,131	2,354,071	2,321,301
1,459,985	1,551,296	1,676,281
<u>42,664,786</u>	<u>43,855,290</u>	<u>47,275,727</u>
<u>288,673,205</u>	<u>351,798,544</u>	<u>319,225,065</u>
11,386,546	11,053,069	11,945,557
4,821,133	5,343,663	4,171,464
18,557,929	19,755,386	6,894,044
2,719,679	3,516,311	8,167,104
3,288,571	5,208,118	5,202,642
530	601	350,353
31,609	36,800	618,525
101,493,004	108,281,842	112,138,677
50,853,114	49,343,155	31,966,004
<u>193,152,115</u>	<u>202,538,945</u>	<u>181,454,370</u>
18,913,320	19,805,710	20,495,448
4,378,854	3,789,950	14,489,369
2,668,640	3,081,996	2,801,556
1,466,608	1,588,399	1,722,537
12,743,936	12,781,069	3,006,230
9,161,143	13,290,978	9,827,894
<u>49,332,501</u>	<u>54,338,102</u>	<u>52,343,034</u>
<u>242,484,616</u>	<u>256,877,047</u>	<u>233,797,404</u>
(52,856,304)	(105,404,309)	(90,494,968)
6,667,715	10,482,812	5,067,307
<u>(46,188,589)</u>	<u>(94,921,497)</u>	<u>(85,427,661)</u>

**CLACKAMAS COUNTY, OREGON**

**CHANGES IN NET ASSETS BY COMPONENT (Continued)**

**LAST SIX FISCAL YEARS**

	Fiscal Year		
	2003	2004	2005
<b>General Revenues and Other Changes in Net Assets:</b>			
Governmental activities:			
Property taxes levied for:			
General purposes	\$ 63,693,058	\$ 66,094,935	\$ 68,944,051
Public protection	4,047,623	3,833,926	3,957,674
Culture and recreation	3,051,410	3,175,276	3,293,561
Redevelopment districts	12,333,137	12,617,228	12,961,222
Library debt service	-	-	-
Other taxes not restricted to specific programs	3,470,099	3,550,383	3,808,461
Gain on disposal of assets	-	-	-
Earnings on investments	2,874,516	2,494,578	3,780,955
Miscellaneous	5,480,085	6,254,844	7,541,432
Transfers	-	(225,098)	742,688
Total governmental activities	<u>94,949,928</u>	<u>97,796,072</u>	<u>105,030,044</u>
Business-type activities:			
Earnings on investments	925,549	833,442	1,166,121
Miscellaneous	714,147	279,938	(88,723)
Transfers	-	225,098	(742,688)
Total business-type activities	<u>1,639,696</u>	<u>1,338,478</u>	<u>334,710</u>
Total primary government	<u>96,589,624</u>	<u>99,134,550</u>	<u>105,364,754</u>
<b>Change In Net Assets:</b>			
Governmental activities	28,828,171	34,094,163	52,173,537
Business-type activities	4,606,029	8,612,480	8,726,918
Total primary government	<u>\$ 33,434,200</u>	<u>\$ 42,706,643</u>	<u>\$ 60,900,455</u>

Source: Clackamas Comprehensive Annual Financial Report

Note:

As these statistics are based off GASB 34 entity-wide statements there is no information available prior to 2003 as GASB 34 was implemented by the County in fiscal year 2003.

Fiscal Year		
2006	2007	2008
\$ 72,281,361	\$ 77,524,523	\$ 81,960,906
4,070,522	4,475,172	12,507,284
3,467,569	4,331,039	4,645,560
13,888,120	9,640,220	9,801,576
118,371	118,840	114,941
4,189,740	4,687,290	4,951,117
-	1,255,320	1,887,760
7,993,974	10,603,701	10,043,884
4,894,356	5,895,715	3,776,380
690,442	330,593	207,317
<u>111,594,455</u>	<u>118,862,413</u>	<u>129,896,725</u>
1,709,673	2,537,852	2,524,996
38,779	437,888	1,548,189
(690,442)	(330,593)	(207,317)
<u>1,058,010</u>	<u>2,645,147</u>	<u>3,865,868</u>
<u>112,652,465</u>	<u>121,507,560</u>	<u>133,762,593</u>
58,738,151	13,458,104	39,401,757
7,725,725	13,127,959	8,933,175
<u>\$ 66,463,876</u>	<u>\$ 26,586,063</u>	<u>\$ 48,334,932</u>

**CLACKAMAS COUNTY, OREGON**

**FUND BALANCES, GOVERNMENTAL FUNDS**

**LAST TEN FISCAL YEARS**

(Modified Accrual Basis of Accounting)

	Fiscal Year						
	1999	2000	2001	2002	2003	2004	2005
<b>General Fund</b>							
Reserved for interfund loans	\$ -	\$ -	\$ -	\$ 140,000	\$ 100,532	\$ 19,734	\$ -
Unreserved	9,458,375	6,686,158	7,024,329	7,483,559	10,944,066	16,267,367	13,258,985
<b>Total General Fund</b>	<b>\$ 9,458,375</b>	<b>\$ 6,686,158</b>	<b>\$ 7,024,329</b>	<b>\$ 7,623,559</b>	<b>\$ 11,044,600</b>	<b>\$ 16,287,101</b>	<b>\$ 13,258,985</b>
<b>All Other Governmental Funds</b>							
Reserved for interfund loans	\$ 804,823	\$ 1,137,977	\$ 450,056	\$ 432,706	\$ 432,706	\$ -	\$ -
Reserved for land held for resale	-	-	-	-	2,458,290	2,458,290	2,416,979
Reserved for inventory	77,364	-	-	-	-	-	-
Unreserved, reported in:							
Special revenue funds	32,325,800	27,904,266	34,235,559	32,780,659	33,762,439	36,491,808	52,077,301
Capital projects funds	88,787,064	76,920,428	65,367,788	54,052,806	52,363,774	28,163,582	32,743,402
Debt service funds	17,601,830	10,901,666	7,023,234	23,616,360	37,130,329	50,194,284	59,973,917
<b>Total all other governmental funds</b>	<b>\$ 139,596,881</b>	<b>\$ 118,864,337</b>	<b>\$ 107,096,639</b>	<b>\$ 111,082,531</b>	<b>\$ 126,147,538</b>	<b>\$ 119,307,964</b>	<b>\$ 147,211,599</b>

Source: Clackamas County Comprehensive Annual Financial Report

Fiscal Year		
2006	2007	2008
\$ -	\$ 180,000	\$ 147,198
17,602,566	15,388,001	17,834,993
<u>\$ 17,602,566</u>	<u>\$ 15,568,001</u>	<u>\$ 17,982,191</u>
\$ -	\$ 5,114,681	\$ 1,114,681
9,172,226	7,538,817	12,976,941
-	-	-
62,068,572	60,640,004	69,392,311
42,293,175	56,225,034	37,019,036
50,036,843	49,872,722	27,907,257
<u>\$ 163,570,816</u>	<u>\$ 179,391,258</u>	<u>\$ 148,410,226</u>

**CLACKAMAS COUNTY, OREGON**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**

**LAST TEN FISCAL YEARS**

	Fiscal Year					
	1999	2000	2001	2002	2003	2004
<b>Revenues</b>						
Property taxes	\$ 70,120,132	\$ 74,564,295	\$ 79,567,778	\$ 82,014,538	\$ 83,780,556	\$ 86,144,952
Other taxes	-	-	-	3,330,205	3,470,099	3,550,751
Licenses and permits	8,038,325	10,524,653	9,360,134	8,276,285	9,690,647	10,266,911
Fines, forfeitures, and penalties	977,442	1,164,917	1,005,649	1,136,226	1,375,761	1,421,624
Special assessment collections	197,854	499,749	905,027	1,073,073	1,318,009	721,047
Intergovernmental	91,004,183	95,013,800	112,088,176	116,113,290	116,737,524	115,668,645
Interest	-	-	-	4,370,626	2,661,562	2,286,086
Charges for services	25,002,564	25,126,645	20,630,778	35,142,605	40,116,122	33,753,750
Land sale proceeds	-	27,933	-	-	-	-
Reimbursements	-	-	10,546,539	-	-	-
Miscellaneous	24,916,182	18,837,952	17,249,684	9,794,507	18,051,912	19,110,667
<b>Total revenues</b>	<b>221,156,682</b>	<b>226,359,944</b>	<b>260,273,665</b>	<b>261,260,355</b>	<b>277,802,252</b>	<b>276,922,433</b>
<b>Expenditures</b>						
General government	36,095,214	29,240,069	44,116,968	37,271,604	56,748,939	57,204,684
Public protection	48,770,045	53,007,848	56,507,094	58,375,195	58,623,420	59,656,115
Public ways and facilities	23,555,562	21,214,572	23,572,270	23,406,378	22,433,024	21,122,959
Health and sanitation	83,515,418	72,454,354	80,061,168	89,316,920	81,917,887	75,247,300
Culture and recreation	15,333,022	15,028,757	15,488,587	17,257,123	15,997,260	14,377,523
Education	1,535,541	1,560,161	1,277,877	1,592,108	1,501,744	1,593,123
Economic development	-	-	-	-	-	-
Debt service:						
Principal	7,465,984	6,990,000	31,458,308	2,625,553	2,337,097	1,945,202
Interest and fiscal charges	3,539,365	2,837,032	1,787,822	1,630,056	1,367,215	1,887,862
Capital outlay	22,866,098	32,662,154	33,560,891	24,936,324	33,416,399	48,139,120
<b>Total expenditures*</b>	<b>222,677,249</b>	<b>234,994,947</b>	<b>268,760,685</b>	<b>256,411,261</b>	<b>274,402,985</b>	<b>281,173,888</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(1,520,567)</b>	<b>(8,635,003)</b>	<b>(28,487,320)</b>	<b>4,849,094</b>	<b>3,399,267</b>	<b>(5,251,455)</b>
<b>Other Financing Sources (Uses)</b>						
Proceeds from refunding bonds, net	-	17,715,714	-	-	-	-
Payment to refunding bond paying agent	-	(31,784,864)	-	-	-	-
Interfund loan repayment	55,000	-	43,252	-	-	-
Loan proceeds	-	-	598,332	-	-	-
Proceeds from sale of capital assets	-	2,512,430	25,961	-	-	-
Issuance of bonded debt	4,408,384	-	31,507,051	-	17,574,642	6,328,727
Issuance of contract payable	-	-	-	402,486	-	186,490
Loss on land held for resale	-	-	-	-	(306,799)	-
Transfers to other governments	-	-	-	-	-	-
Transfers in	55,579,441	67,128,360	64,936,796	64,454,193	72,832,176	73,517,844
Transfers out	(57,085,063)	(67,533,326)	(67,260,817)	(64,927,312)	(75,013,238)	(76,378,679)
<b>Total other financing sources (uses)</b>	<b>2,957,762</b>	<b>(11,941,686)</b>	<b>29,850,575</b>	<b>(70,623)</b>	<b>15,086,781</b>	<b>3,654,382</b>
<b>Net change in fund balances</b>	<b>\$ 1,437,195</b>	<b>\$ (20,576,689)</b>	<b>\$ 1,363,265</b>	<b>\$ 4,778,471</b>	<b>\$ 18,486,048</b>	<b>\$ (1,597,073)</b>
Debt service as a percentage of non-capital expenditures	5.5%	4.9%	13.0%	1.6%	1.5%	1.6%

Source: Clackamas County Comprehensive Annual Financial Report

Notes:

(1) 2005 was the first year in which program expenditures for Economic Development were reported in the County CAFR. Economic development expenditures occurred in other years but were not reported separately.

\* Does not include donated capital assets that are reported on the Statement of Net Assets.



Fiscal Year				
2005	2006	2007	2008	
\$ 89,728,183	\$ 94,062,977	\$ 95,882,022	\$ 107,667,803	
3,808,691	4,190,496	4,687,290	4,951,117	
13,478,901	18,662,697	22,182,735	15,332,627	
1,683,118	1,621,100	1,726,557	1,722,852	
1,435,875	180,875	167,894	155,239	
133,217,205	135,970,662	140,894,682	9,319,838	
3,495,847	7,140,163	9,886,115	133,182,832	
37,478,326	37,104,108	51,198,371	51,054,909	
410,787	-	5,074,040	314,634	
-	-	-	-	
20,268,258	19,515,787	22,970,751	21,565,888	
304,975,191	318,448,865	354,670,466	345,867,739	
63,208,285	48,546,386	53,399,391	51,170,376	
63,142,007	76,150,044	84,636,946	89,864,349	
18,740,834	21,558,250	72,103,661	37,102,593	
72,801,292	79,370,502	85,772,961	73,508,338	
15,764,544	9,954,777	10,628,928	15,420,807	
1,594,934	8,991,249	9,268,107	13,838,069	
10,168,139	13,913,912	16,180,136	7,013,070	
4,910,709	4,107,072	2,921,453	9,657,334	
2,438,701	2,304,409	2,353,310	6,182,175	
33,611,001	37,241,635	85,779,310	80,735,011	
287,380,446	302,288,236	424,344,212	385,092,122	
17,594,745	16,160,629	(69,673,746)	(39,224,383)	
-	-	-	-	
-	-	-	-	
-	-	-	-	
-	-	-	-	
-	-	-	2,270,821	
1,920,472	-	85,485,576	8,017,988	
5,200,000	7,127,500	-	-	
-	-	-	-	
-	(1,837,566)	-	-	
98,052,553	116,698,991	99,329,827	117,462,308	
(97,892,251)	(117,446,758)	(101,355,780)	(118,177,864)	
7,280,774	4,542,169	83,459,623	9,573,263	
\$ 24,875,510	\$ 20,702,798	\$ 13,785,877	\$ (29,651,120)	
2.9%	2.5%	1.6%	5.2%	

REVENUE CAPACITY

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**CLACKAMAS COUNTY, OREGON**

**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**

**LAST TEN FISCAL YEARS**

<u>Fiscal Year Ended June 30,</u>	<u>Real Property</u>	<u>Personal Property</u>	<u>Mobile Homes</u>	<u>Public Utility Property</u>	<u>Less: Tax-Exempt Property</u>
1999	\$ 18,510,880,670	\$ 616,301,370	\$ 272,068,000	\$ 602,165,680	\$ N/A
2000	19,701,253,370	669,821,740	278,157,150	684,147,160	N/A
2001	21,031,289,551	699,425,894	286,015,171	739,846,366	N/A
2002	22,171,983,788	717,109,831	283,708,811	826,814,281	N/A
2003	23,385,420,466	714,745,665	236,103,897	817,180,464	N/A
2004	24,596,451,902	718,446,579	220,200,803	841,655,964	N/A
2005	25,791,723,246	726,739,679	202,816,302	896,188,608	N/A
2006	29,956,429,544	801,657,096	223,859,689	964,730,855	2,892,471,273
2007	31,926,055,480	768,823,297	205,335,047	923,821,160	3,072,401,495
2008	33,947,928,598	780,241,341	201,283,980	973,990,260	3,247,473,499

Source: Clackamas County Department of Assessment and Taxation

Notes:

- (1) A property tax limitation measure became effective in fiscal 1998. The measure limited taxes on each property by reducing the 1997-98 assessed value of each property to 90% of its 1995-96 value. The measure also limits future growth of taxable value to 3% per year with certain exceptions as well as establishing permanent tax rates for Oregon's local taxing districts, which replaces the former tax base amounts of the district.
- (2) The total direct tax rate reported is for Clackamas County. Component unit tax rates are reported in the schedule of direct and overlapping rates on page 172. A range of rates is reported for each year, with urban rates at the low end and rural rates at the high end. Services to rural areas have been determined to be more costly.
- (3) Tax-exempt property for 1999-2005 is not available at this time. Total taxable assessed valued for all years is reported net of tax-exempt property.

N/A Not available

Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Cash Value	Assessed Value as a Percentage of Actual Value
\$ 20,001,415,720	\$ 2.4042 - 2.9661	\$ 26,109,138,580	76.61 %
21,333,379,420	2.4042 - 2.9648	28,101,486,020	75.92
22,756,576,982	2.4042 - 2.9724	29,609,986,094	76.85
23,999,616,711	2.4042 - 2.9707	30,953,135,346	77.54
25,153,450,492	2.3402 - 2.8262	32,639,996,764	77.06
26,376,755,248	2.3387 - 2.8214	34,220,258,939	77.08
27,617,467,835	2.3270 - 2.8235	36,857,601,161	74.93
29,054,205,911	2.0386 - 2.8129	41,228,796,488	70.47
30,751,633,489	1.4900 - 2.8683	48,637,676,395	63.23
32,655,970,680	1.3256 - 2.8615	57,192,695,090	57.10

**CLACKAMAS COUNTY, OREGON**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**YEAR ENDED JUNE 30, 2008**  
(Rate per \$1,000 of Assessed Value)

Clackamas County:	
Rural	\$ 1.3256 - 2.8615
City	1.9425 - 2.4042
Public Safety Local Option 2006	0.2245 - 0.2480
Component units:	
Clackamas County Enhanced Law Enforcement District	0.6725
North Clackamas Parks and Recreation District	0.5111
Clackamas County Development Agency	0.3869 - 0.6873
Estacada Area County Service District for Library Services	0.1222
City rates:	
Barlow	0.5894
Canby	3.2440
Canby local option	0.3906
Damascus	3.3000
Estacada	2.6749
Estacada exempt bond	0.5241
Gladstone	4.4838
Gladstone local option	0.9900
Happy Valley	0.6710
Happy Valley local option	1.3800
Lake Oswego (outside and inside school district)	4.5884 - 4.8035
Lake Oswego exempt bond	0.6964
Milwaukie	4.0512
Milwaukie exempt bond	0.3996
Molalla	5.3058
Molalla exempt bond	0.1222
Oregon City	4.8283
Oregon City exempt bond	0.1684
Portland	4.2117
Portland local option 2002	0.7352
Portland fire/police pension	2.1584
Portland exempt bond	0.1730
Sandy	3.7315
Tualatin	1.9537
Tualatin exempt bond	0.1280
Tualatin exempt bond 2005	0.1805
West Linn	2.1200
West Linn exempt bond	0.3117
Wilsonville	2.0873
Wilsonville exempt bond	0.1594
School districts rates, inclusive of local option levies	3.9684 - 6.5281
Community college/educational service district rates, including local option levies	0.1315 - 0.5476
Educational exempt bonds rates	0.0831 - 3.8838
Fire districts, inclusive of local option levies	0.7833 - 2.4592
Urban renewal, other than Clackamas County Development Agency	0.1492 - 3.1427
Other special district rates	0.0054 - 1.4774

Source: Clackamas County Department of Assessment and Taxation

Notes:

- (1) Overlapping rates are those of local governments that apply to property owners within County geographical boundaries. Not all overlapping rates apply to all County property owners.
- (2) Property tax levies may only be approved by a majority vote in elections in which a majority of voters cast a ballot. In November elections of even numbered years a majority vote in favor of a tax levy is sufficient to enact a levy, regardless of voter turnout.
- (3) Rates noted as exempt bond rates are excluded from property tax limitations noted in (1) above.

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CLACKAMAS COUNTY, OREGON

PRINCIPAL PROPERTY TAX PAYERS

JUNE 30, 2008 AND NINE YEARS AGO

<u>Taxpayer</u>	<u>2008</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total District Taxable Assessed Value</u>
Portland General Electric	\$ 457,385,000	1	1.40 %
Fred Meyer Stores Inc.	175,938,129	2	.54
Northwest Natural Gas Company	171,088,700	3	.52
General Growth Properties Inc.	136,749,352	4	.42
PCC Structural Inc.	83,838,807	5	.26
Shorenstein Properties LLC	72,368,247	6	.22
Xerox Corporation	69,033,458	7	.21
Qwest Corporation/U.S. West in 1999	68,453,400	8	.21
Verizon Northwest Inc.	60,390,600	9	.18
Safeway Stores Inc.	50,761,633	10	.16
Clackamas Assoc LTD Partnership			
Speiker Properties LP			
Tektronix Inc.			
Wilmington Trust Co.			
Precision Castparts Corporation			
Mentor Graphics Corporation			
GTE NW Incorporated			
Total	<u>\$ 1,346,007,326</u>		<u>4.12 %</u>

Source: Clackamas County Department of Assessment and Taxation



1999		
<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total District Taxable Assessed Value</u>
\$ 261,352,400	1	1.31 %
80,904,800	5	.40
81,832,800	4	.41
98,968,820	2	.49
85,793,970	3	.43
67,246,370	6	.34
64,741,390	7	.32
58,061,500	8	.29
55,213,620	9	.28
41,793,900	10	.21
<u>\$ 895,909,570</u>		<u>4.48 %</u>

**CLACKAMAS COUNTY, OREGON**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1999	\$ 51,945,774	\$ 50,002,541	96.3 %	\$ 1,141,923	\$ 51,144,464	98.5 %
2000	55,006,249	51,458,416	93.6	2,084,369	53,542,785	97.3
2001	58,473,601	54,515,118	93.2	2,098,388	56,613,506	96.8
2002	61,526,413	57,457,564	93.4	2,122,144	59,579,708	96.8
2003	65,152,983	61,115,297	93.8	1,913,507	63,028,804	96.7
2004	67,766,126	63,837,062	94.2	1,634,843	65,471,905	96.6
2005	71,044,659	67,156,042	94.5	1,429,364	68,585,406	96.5
2006	74,286,644	70,569,735	95.0	1,965,786	72,535,521	97.6
2007	79,339,667	75,124,257	94.7	1,409,340	76,533,597	96.5
2008	91,903,807	86,387,265	94.0	-	86,387,265	94.0

Source: Clackamas County Department of Assessment and Taxation

DEBT CAPACITY

CLACKAMAS COUNTY, OREGON  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities								
	General Obligation Bonds	Clackamas County Development Agency Redevelopment Bonds	Limited Tax Assessment Bonds	Full Faith and Credit Obligation	North Clackamas Parks Limited Tax Revenue Refunding Bonds	North Clackamas Parks Limited Full Faith & Credit Obligation	Loans and Contracts Payable	Capital Leases Payable	
1999	\$ 10,271,616	\$ 43,453,530	\$ 585,000	\$ -	\$ -	\$ -	\$ 9,640,000	\$ -	
2000	8,560,000	24,457,282	515,000	-	8,560,000	-	9,370,000	3,109,154	
2001	17,040,000	-	5,550,000	1,070,000	8,560,000	-	2,575,000	2,288,549	
2002	7,595,000	-	5,080,000	1,245,000	8,290,000	-	2,789,209	1,233,365	
2003	6,205,000	-	5,030,000	19,182,416	6,005,000	-	2,617,225	849,757	
2004	4,743,086	-	4,980,000	24,287,416	7,710,000	-	2,481,270	781,310	
2005	5,128,558	-	2,680,000	24,090,502	7,400,000	-	7,510,347	536,453	
2006	3,487,531	-	1,400,000	23,868,588	7,070,000	-	14,486,397	281,901	
2007	1,852,036	35,333,000	1,400,000	73,789,250	6,725,000	-	13,784,944	78,687	
2008	1,807,388	30,057,474	1,400,000	70,617,974	6,360,000	8,017,712	12,932,816	40,059	

Source: Clackamas County Finance Department

Notes:

- (1) Details regarding the County's outstanding debt can be found in the Basic Financial Statements at Note 7.
- (2) Per capita and percentage of personal income is based on the population of the entire County as reported on page 181.
- (3) Water Environment Services debt includes Clackamas County Service District No. 1 and Tri-City Service District debt.

N/A: Not available

Business-Type Activities

	Housing Authority General Obligation Bonds	Housing Authority Loans and Contracts Payable	Stone Creek Golf Full Faith and Credit Bonds	Sanitary Sewer & Surface Water Loans and Contracts Payable	Service District No. 1 Revenue Bonds	Service District No. 1 Bancroft Improvement Bonds	Water Environment Services General Obligation Bonds	Total	Percentage of Personal Income	Per Capita
\$	14,313,239	\$ 2,863,216	\$ -	\$ 3,349,411	\$ 11,435,000	\$ 1,800,424	\$ 6,075,000	\$ 105,806,436	0.97 %	327
	12,792,085	1,313,177	-	3,116,815	10,995,000	1,415,424	6,005,000	90,210,937	0.75	276
	12,149,682	1,250,260	-	2,929,681	10,535,000	1,045,424	3,905,000	68,898,596	0.57	204
	13,433,169	1,200,563	-	2,773,844	12,748,000	690,424	1,770,000	58,848,574	0.49	171
	11,123,553	1,095,646	-	2,611,578	13,188,000	350,424	-	70,258,599	0.57	200
	9,899,116	1,045,040	6,355,000	2,442,618	12,415,000	335,424	-	77,475,280	0.59	219
	9,686,253	1,000,784	6,120,000	2,206,687	11,595,000	320,424	-	78,277,008	0.55	220
	9,468,103	957,842	5,885,000	2,083,497	10,095,444	320,424	-	79,414,727	0.52	216
	9,232,953	911,985	5,643,950	1,892,749	9,244,504	320,424	-	160,209,482	N/A	430
	8,987,803	719,531	5,399,012	1,694,133	8,371,444	-	-	156,405,346	N/A	415

CLACKAMAS COUNTY, OREGON

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Full Faith and Credit Obligations</u>	<u>Total General Bonded Debt Outstanding</u>	<u>Less: Amounts Available in Debt Service Fund</u>
1999	\$ 10,271,616	\$ -	\$ 10,271,616	\$ -
2000	8,560,000	-	8,560,000	-
2001	17,040,000	1,070,000	18,110,000	-
2002	7,595,000	1,245,000	8,840,000	57,037
2003	6,205,000	19,182,416	25,387,416	99,585
2004	4,743,086	24,287,416	29,030,502	63,014
2005	5,128,558	24,090,502	29,219,060	42,828
2006	3,487,531	23,868,588	27,356,119	11,151
2007	1,852,036	73,789,250	75,641,286	(93,861)
2008	1,807,388	70,617,974	72,425,362	38,015

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements

1) See the Schedule of Assessed Value and Actual Value of Taxable Property on page 171 for actual taxable value of property

2) Population Data can be found in the Schedule of Demographic Statistics on page 181

Source: Clackamas County Finance Department

	Total	Percentage of Actual Taxable Value of Property	Per Capita
\$	10,271,616	0.05%	\$32
	8,560,000	0.04%	\$26
	18,110,000	0.08%	\$54
	8,782,963	0.04%	\$25
	25,287,831	0.10%	\$72
	28,967,488	0.11%	\$82
	29,176,232	0.11%	\$82
	27,344,968	0.09%	\$75
	75,735,147	0.25%	\$202
	72,387,347	0.22%	\$192

CLACKAMAS COUNTY, OREGON

DIRECT AND OVERLAPPING DEBT

JUNE 30, 2008

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
<b>Debt repaid with property taxes</b>			
Oak Lodge Water District #4	\$ 1,290,000	100 %	\$ 1,290,000
Colton Water District #11	101,967	100	101,967
Clackamas County Rural Fire Protection District #1	5,695,000	100	5,689,106
Monitor Rural Fire Protection District 58J	55,000	90	49,553
Colton Rural Fire Protection District #70	145,000	100	145,000
Clackamas County School District 3J (West Linn-Wilsonville)	114,852,238	98	113,003,231
Clackamas County School District 7J (Lake Oswego)	77,078,922	99	76,166,692
Clackamas County School District #12 (North Clackamas)	302,476,142	100	302,476,142
Clackamas County School District #62 (Oregon City)	58,115,000	100	58,115,000
Clackamas County School District #108 (Estacada)	22,640,000	100	22,640,000
Clackamas County School District #115 (Gladstone)	46,741,673	100	46,741,673
Clackamas County School District #86 (Canby)	65,075,000	100	65,075,000
Clackamas County School District #35 (Molalla River)	1,960,000	100	1,960,000
Clackamas Community College	40,205,000	100	40,205,000
City of Happy Valley	5,000,000	100	5,000,000
City of Lake Oswego	25,665,000	95	24,301,804
City of Milwaukie	1,280,000	99	1,273,125
City of Molalla	604,642	100	604,642
City of Oregon City	2,860,000	100	2,860,000
City of West Linn	8,635,000	100	8,635,000
Silverton Rural Fire Protection District	2,105,000	5	102,518
Marion County School District 4J (Silver Falls)	54,470,000	10	5,233,750
Metro	205,626,671	20	41,890,060
Tri-Metropolitan Transportation District	44,395,000	20	8,727,879
Multnomah County School District 28J (Centennial)	36,424,685	8	2,755,127
Multnomah County School District 51J (Riverdale)	9,955,053	5	524,114
Multnomah County School District 10J (Gresham-Barlow)	55,165,000	8	4,411,380
Mt Hood Community College	5,645,000	18	1,000,565
Portland Community College	44,405,000	6	2,780,597
Willamette Educational Service District	2,150,000	1	14,545
Tualatin Valley Fire & Rescue District	1,475,000	17	248,201
Washington County School District 23J (Tigard-Tualatin)	138,870,000	3	3,864,197
Washington County School District 88J (Sherwood)	130,811,600	8	9,825,783
City of Tualatin	14,075,000	12	1,726,116
Yamhill County School District 29J (Newberg)	55,000,000	2	1,319,780
Sunrise Water Authority	665,000	100	665,000
Estacada Library District	1,790,000	100	1,790,000
Clackamas County School District #4 (Dickie Prairie)	200,000	100	200,000
Clackamas County School District #4 (UH4 Bond)	1,880,000	100	1,880,000
<b>Other Debt</b>			
North Clackamas Parks and Recreation District	14,360,000	100	14,360,000
Clackamas County Rural Fire Protection District #1	20,320,000	100	20,298,968
Clackamas County School District 3J (West Linn-Wilsonville)	42,180,000	98	41,500,944
Clackamas County School District 7J (Lake Oswego)	44,637,074	99	44,108,794
Clackamas County School District #12 (North Clackamas)	106,902,612	100	106,902,612
Clackamas County School District #62 (Oregon City)	45,815,000	100	45,815,000
Clackamas County School District #108 (Estacada)	12,680,000	100	12,680,000
Clackamas County School District #115 (Gladstone)	15,437,267	100	15,437,267
Clackamas County School District #86 (Canby)	33,778,005	100	33,778,005
Clackamas County School District #35 (Molalla River)	21,773,285	100	21,773,285
Clackamas Community College	53,520,000	100	53,520,000



**CLACKAMAS COUNTY, OREGON**

**DIRECT AND OVERLAPPING DEBT (Continued)**

**JUNE 30, 2008**

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
<b>Other Debt (Continued)</b>			
City of Estacada	\$ 1,237,100	100 %	\$ 1,237,100
City of Gladstone	2,465,000	100	2,465,000
City of Milwaukie	4,280,000	99	4,257,012
City of Oregon City	16,785,000	100	16,785,000
City of West Linn	3,235,000	100	3,235,000
City of Wilsonville	14,725,000	90	13,186,782
Northwest Regional Educational Service District	7,825,000	1	61,575
Marion County School District 4J (Silver Falls)	15,443,114	10	1,483,852
Port of Portland	73,096,046	25	18,299,741
Metro	74,480,000	20	15,172,991
Multnomah County School District 1J (Portland)	475,333,502	0	404,033
Multnomah County School District 28J (Centennial)	601,667	8	45,509
Multnomah County School District 51J (Riverdale)	1,500,000	5	78,972
Multnomah County School District 10J (Gresham-Barlow)	57,819,501	8	4,623,652
Multnomah Educational Service District	37,225,000	2	657,915
Mt Hood Community College	54,388,742	18	9,640,296
Portland Community College	195,830,000	6	12,262,679
City of Portland	616,947,234	0	1,085,827
Willamette Educational Service District	21,962,665	1	148,577
Tualatin Valley Fire & Rescue District	19,000,000	17	3,197,168
Washington County School District 23J (Tigard-Tualatin)	6,047,876	3	168,288
Washington County School District 88J (Sherwood)	13,143,446	8	987,257
Yamhill County School District 29J (Newberg)	32,291,810	2	774,874
Clackamas County Educational Service District	27,350,000	100	27,216,094
Clackamas County School District #46 (Oregon Trail)]	665,000	100	665,000
<b>Subtotal overlapping debt</b>			<b>1,413,607,615</b>
<b>County direct debt</b>			<b>134,667,322</b>
<b>Total direct and overlapping debt</b>			<b>\$ 1,548,274,937</b>

Source: Municipal Debt Advisory Commission, State of Oregon, Office of the County Treasurer

Note:

(1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the County. The State of Oregon provides overlapping debt data based on real market valuation of properties for each jurisdiction.

CLACKAMAS COUNTY, OREGON

LEGAL DEBT MARGIN

LAST TEN FISCAL YEARS

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Debt limit	\$ 522,182,772	\$ 562,029,720	\$ 592,199,722	\$ 619,062,707
Total net debt applicable to limit	<u>76,113,385</u>	<u>51,814,367</u>	<u>33,094,682</u>	<u>22,798,169</u>
Legal debt margin	<u>\$ 446,069,387</u>	<u>\$ 510,215,353</u>	<u>\$ 559,105,040</u>	<u>\$ 596,264,538</u>
Total net debt applicable to the limit as a percentage of debt limit	14.58%	9.22%	5.59%	3.68%

Source: Clackamas County Finance Department

Notes:

- (1) Through 2006 ORS 287.054 provided ". . . the aggregate amount of general obligation bonded indebtedness of counties shall not at any time exceed two percent of the true cash value of all taxable property in the County."
- (2) In 2007 287.054 was repealed by HB 3265 and replaced with 287A.100 (2) ". . . a county may not issue or have outstanding at the time of issuance general obligation bonds in a principal amount that exceeds two percent of the real market value of the taxable property in the county. . ."
- (3) Debt reported as applicable to limit includes only general obligation bonded debt.

<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$ 647,399,935	\$ 684,405,179	\$ 737,152,023	\$ 824,575,930	\$ 972,753,528	\$ 1,143,853,901
<u>17,328,553</u>	<u>14,642,202</u>	<u>14,816,811</u>	<u>12,955,634</u>	<u>46,417,989</u>	<u>40,852,665</u>
<u>\$ 630,071,382</u>	<u>\$ 669,762,977</u>	<u>\$ 722,335,212</u>	<u>\$ 811,620,296</u>	<u>\$ 926,335,539</u>	<u>\$ 1,103,001,236</u>
2.68%	2.14%	2.01%	1.57%	4.77%	3.57%

**CLACKAMAS COUNTY, OREGON**

**PLEGED REVENUE COVERAGE**

**LAST TEN FISCAL YEARS**

**Governmental Activities Limited Tax Assessment Bonds**

Fiscal Year	Assessment Revenues	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
1999	\$ 103,368	\$ -	\$ 103,368	\$ 125,000	\$ 31,910	0.66
2000	90,034	-	90,034	70,000	24,970	0.95
2001	874,686	-	874,686	108,000	261,920	2.36
2002	1,077,295	-	1,077,295	110,000	336,908	2.41
2003	1,335,080	-	1,335,080	135,000	331,706	2.86
2004	737,150	-	737,150	110,000	325,098	1.69
2005	1,409,025	-	1,409,025	2,390,000	248,644	0.53
2006	200,286	-	200,286	1,375,000	176,199	0.13
2007	186,112	-	186,112	-	91,000	2.05
2008	156,579	-	156,579	-	91,000	1.72

**General County Loan Payable to Oregon Department of Transportation <sup>(1)</sup>**

	State and County Transportation Revenues	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2006	\$ 25,329,155	\$ 20,513,248	\$ 4,815,907	\$ -	\$ 254,414	18.93
2007	23,851,232	21,939,506	1,911,726	681,260	459,376	1.68
2008	21,330,519	21,655,244	(324,725)	706,808	433,828	(0.28)

**Clackamas County Services District No. 1 Bancroft Improvement Special Assessment Bonds**

	Assessment Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
1999	\$ 61,389	\$ -	\$ 61,389	\$ 395,000	\$ 139,137	0.11
2000	24,894	-	24,894	385,000	113,122	0.05
2001	14,762	-	14,762	370,000	87,631	0.03
2002	458,412	-	458,412	355,000	62,945	1.10
2003	875,776	-	875,776	340,000	149,039	1.79
2004	755,777	-	755,777	113,000	135,096	3.05
2005	20,940	-	20,940	15,000	25,106	0.52
2006	20,222	-	20,222	-	24,352	0.83
2007	19,744	-	19,744	-	24,352	0.81
2008 (2)	5,169	-	5,169	320,424	12,177	0.02

Source: Clackamas County Finance Department

Notes:

(1) Loan payable by General County to Oregon Department of Transportation is payable from highway taxes and system development charges. Operating expenses netted against revenue above include roads department maintenance costs and operating expenses of the Joint Transportation SDC Fund and the Transportation System Development Charge Fund.

(2) All Bancroft bonded debt for Clackamas County Service District #1 was paid as of 06/30/08.

## ECONOMIC AND DEMOGRAPHIC INFORMATION

CLACKAMAS COUNTY, OREGON

DEMOGRAPHIC STATISTICS

LAST TEN FISCAL YEARS

<u>Year</u>	<u>Population</u>	<u>Personal Income (thousands of dollars)</u>	<u>Per Capita Personal Income (1)</u>	<u>Portland Metropolitan Area Unemployment Rate (2)</u>
1999	323,600	\$ 10,895,288	\$ 33,669	4.5 %
2000	326,850	11,948,655	36,557	4.0
2001	338,391	12,052,811	35,618	5.9
2002	345,150	12,179,653	35,288	7.8
2003	350,850	12,473,770	35,553	7.9
2004	353,450	13,110,874	37,094	6.8
2005	356,250	14,153,456	39,729	6.0
2006	367,040	15,187,381	41,378	5.0
2007	372,270	N/A	N/A	5.0
2008	376,660	N/A	N/A	5.4

Sources: Center for Population Research and Census, School of Urban and Public Affairs,  
Portland State University  
Department of Human Resources, State of Oregon, Employment Division

Notes:

(1) Data is for calendar years.

(2) Includes Clackamas, Multnomah, Washington and Yamhill Counties in Oregon.

N/A: Not available

CLACKAMAS COUNTY, OREGON

PRINCIPAL EMPLOYERS

JUNE 30, 2008 AND NINE YEARS AGO

Employer	2008			1999		
	Employees	Rank	Percentage of Total	Employees	Rank	Percentage of Total
Intel Corp.	16,000	1	.02 %	10,300	1	.01 %
Fred Meyer Stores	13,000	2	.01	9,065	2	.01
Oregon Health & Sciences University	12,100	3	.01	3,893	9	.00
Providence Health System	12,000	4	.01	5,220	5	.01
Kaiser Foundation Health Plan of the Northwest	8,789	5	.01	7,025	3	.01
City of Portland	8,613	6	.01			
Legacy Health System	8,196	7	.01	4,402	7	.00
Wells Fargo Bank	5,306	8	.01			
Beaverton School District	5,000	9	.00			
Nike Inc.	5,000	10	.00			
Tektronix Inc.				5,000	6	.01
Freightliner Corp.				4,000	8	.00
U.S. Bancorp				5,322	4	.01
Safeway, Inc., Portland Division				3,668	10	.00
<b>Total</b>	<b>94,004</b>		<b>0.09 %</b>	<b>57,895</b>		<b>0.06 %</b>

Sources:

Notes:

1) Statistics are the latest available data published in the Portland Business Journal *Book of Lists* 2008, and *Book of Lists* 1999

2) Total Portland Metropolitan Area employment used to calculate percentages is from the Oregon Employment Department.

CLACKAMAS COUNTY, OREGON

FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION/PROGRAM

LAST FIVE FISCAL YEARS

Function/Program	2004	2005	2006	2007	2008
<b>General government</b>					
County commissioners & administration	11.8	11.8	11.3	13.8	13.8
Assessor	57.5	57.5	57.5	57.5	57.5
Information services	48.3	49.3	51.3	52.3	52.8
Building services and surveyor	46.5	50.0	54.0	55.5	57.5
Finance	38.6	39.3	39.8	39.1	39.1
Facilities management	14.0	14.0	14.0	16.0	16.0
County clerk	28.0	28.0	28.0	28.0	28.0
Employee services	28.4	30.6	30.8	32.8	33.6
Other	35.3	37.5	38.7	39.4	43.6
<b>Total General government</b>	<b>308.4</b>	<b>318.0</b>	<b>325.4</b>	<b>334.4</b>	<b>341.8</b>
<b>Public protection</b>					
Homeland security and dispatch	48.0	45.0	47.0	50.0	50.0
Juvenile court services	45.0	47.0	47.5	47.5	48.5
Sheriff	352.4	377.0	362.5	382.1	434.3
Community corrections	78.8	85.3	87.3	87.3	105.5
District attorney	81.0	81.0	83.0	86.0	90.2
<b>Total Public protection</b>	<b>605.2</b>	<b>635.3</b>	<b>627.3</b>	<b>652.9</b>	<b>728.4</b>
<b>Public ways and facilities</b>					
Roads	125.9	124.9	118.9	119.9	106.9
Engineering	40.1	39.3	40.1	40.8	47.8
<b>Total Public ways and facilities</b>	<b>166.0</b>	<b>164.2</b>	<b>159.0</b>	<b>160.7</b>	<b>154.7</b>
<b>Health and sanitation</b>					
Community health	264.6	284.6	300.2	309.6	300.5
Social services	122.8	127.7	124.9	114.2	117.4
Community environment	12.3	12.3	12.4	12.4	13.9
Dog services	10.8	12.0	12.0	13.0	13.0
Milwaukie Center	9.7	9.2	9.2	9.7	9.7
Other	12.0	12.0	13.0	13.0	12.5
<b>Total health and sanitation</b>	<b>432.2</b>	<b>457.8</b>	<b>471.7</b>	<b>471.8</b>	<b>466.9</b>
<b>Culture and recreation</b>					
Public land corner	11.5	11.5	12.5	12.5	12.5
Parks and forester	35.3	33.9	32.0	31.5	34.6
County fair and tourism	10.0	11.0	11.3	11.0	10.0
<b>Total culture and recreation</b>	<b>56.8</b>	<b>56.4</b>	<b>55.8</b>	<b>55.0</b>	<b>57.1</b>
<b>Education</b>					
Library	15.5	16.3	13.3	11.0	11.0
Library network	5.6	5.6	6.6	6.8	6.8
<b>Total education</b>	<b>21.1</b>	<b>21.9</b>	<b>19.9</b>	<b>17.8</b>	<b>17.8</b>
<b>Economic development</b>					
Planning	32.1	31.6	33.1	33.1	33.1
Community development	9.0	9.0	9.0	12.9	13.0
Community solutions	46.5	38.9	42.8	47.8	59.1
Development Agency	8.0	66.0	6.0	9.0	9.0
Other	5.5	4.0	4.0	5.0	5.3
<b>Total economic development</b>	<b>101.1</b>	<b>149.5</b>	<b>94.9</b>	<b>107.8</b>	<b>119.4</b>
Solid waste	100.0	104.0	105.0	105.0	110.0
Housing assistance	44.5	42.5	39.0	43.0	39.0
Lighting	1.0	1.0	1.0	-	0.0
<b>Total</b>	<b>1,836.3</b>	<b>1,950.6</b>	<b>1,899.0</b>	<b>1,948.4</b>	<b>2035.2</b>

Source: Clackamas County Finance Department

Notes:

- (1) Reported full-time equivalent employees are budgeted employees per final budgets at each year-end. Budgeted employees approximate actual.
- (2) The local option law enforcement levy passed by the voters in 2006 provided funding for additional sherriff staff
- (3) Information was not kept in this format prior to 2004 therefore it was not available to disclose.



## OPERATING INFORMATION

**CLACKAMAS COUNTY, OREGON**  
**OPERATING INDICATORS BY FUNCTION/PROGRAM**  
**LAST SIX FISCAL YEARS**

Function/Program	2003	2004	2005
<b>General government:</b>			
Building services:			
Residential plans reviewed within 15 business days	98%	96%	96%
Treasurer:			
Total return on investments	2.12%	2.05%	2.72%
Emergency communications:			
Law enforcement calls dispatched	217,025	234,012	247,907
Emergency medical calls dispatched	N/A	17,817	18,204
9-1-1 calls answered within 10 seconds	97%	99%	96%
<b>Public protection:</b>			
Sheriff:			
Arrests booked into jail	9,662	10,726	10,247
Domestic violence reports	1,012	920	898
Driving under influence arrests	674	531	556
Traffic citations	20,146	19,109	20,627
District attorney:			
Family support payments collected (millions)	\$ 16.9	\$ 17.7	\$ 17.8
Juvenile:			
Youth without new crime within one year of case closing	71.0%	75.5%	72.0%
Community corrections:			
Work crew community service hours	46,352	44,640	39,704
Work release clients free from arrest within one year of program completion	64%	75%	75%
<b>Public ways and facilities:</b>			
Transportation Improvement:			
Projects in planning, design or construction	26	38	55
<b>Health and sanitation:</b>			
Social services:			
Households receiving lifespan respite services	402	293	315
Households receiving energy assistance	5,739	5,725	5,766
Community health:			
Public health appointments, uninsured and underinsured	N/A	32,142	34,146
Community environment:			
Regional solid waste recovery rate (DEQ measured)	54.0%	57.0%	58.0%
Dog services:			
Animals licensed	23,322	25,300	19,384
Milwaukie Center:			
Social service units provided	16,945	15,451	13,777
Meals on Wheels and on-site meals served	68,691	65,176	65,805
<b>Culture and recreation:</b>			
Forest Management:			
Forest acres reforested or improved	18	220	125
Tourism:			
Visitor spending in Clackamas County (millions)	\$ 312.1	\$ 322.1	\$ 366.8
County fair attendance	140,275	140,124	140,550
North Clackamas Parks and Recreation District:			
Swim lesson participants	2,744	3,000	3,643
Open swim patrons	151,967	142,000	149,389
<b>Education:</b>			
Library:			
Items in library collection	169,532	171,678	170,000
Items checked out	1,041,082	1,061,812	1,098,328
<b>Economic development</b>			
Business and economic development:			
Location proposals to outside companies	55	62	20
Acres of shovel ready industrial land added to inventory	N/A	225	100
<b>Sanitary sewer and surface water</b>			
Tri-City Service District			
Sanitary sewer flows (million gallons/day)	8.99	8.73	8.32
Sanitary sewer treatment capacity (million gallons/day)	11.00	11.00	11.00
Clackamas County Service District No. 1			
Sanitary sewer flows (million gallons/day)	9.70	8.48	8.31
Sanitary sewer treatment capacity (million gallons/day)	10.13	10.13	10.13
<b>Housing assistance</b>			
Rental assistance monthly vouchers provided	18,782	17,675	18,228
<b>Golf</b>			
Rounds of golf played at Stone Creek Golf Course (18 holes)	N/A	55,100	56,000

Source: Clackamas County Finance Department

Notes:

(1) N/A\*: Numbers were not available. These operating indicators are no longer part of performance measurements.

(2) 2008 numbers are actuals or based on budget document estimates.

(3) Information was not kept in this format prior to 2003 therefore it was not available to disclose.

	2006	2007	2008
	98%	99%	N/A*
	3.87%	5.05%	4.45%
	237,339	244,000	250,500
	18,845	19,500	20,180
	96%	95%	96%
	10,109	10,752	9,836
	865	738	732
	592	713	887
	19,942	17,691	19,023
\$	18.1	\$ 18.9	\$ 19.7
	78.2%	76.4%	76.4%
	44,785	49,204	53,777
	68%	71%	69%
	41	49	46
	483	560	630
	6,127	6,516	6,445
	36,791	39,989	N/A*
	59.0%	55.3%	56.0%
	17,751	18,000	15,357
	17,859	15,277	13,783
	66,983	73,777	75,821
	55	100	-
\$	383.9	\$ 411.9	\$ 440.7
	140,750	144,136	112,450
	3,612	3,900	3,900
	155,054	150,000	150,000
	165,207	160,414	165,519
	991,364	937,898	1,048,304
	30	25	20
	38	-	25
	10.07	9.01	8.93
	11.00	11.00	11.00
	8.72	8.67	8.73
	10.13	10.13	10.13
	17,743	18,197	18,548
	57,000	57,000	58,300

CLACKAMAS COUNTY, OREGON

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

LAST SIX FISCAL YEARS

<u>Function/Program</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>General government</b>			
Facilities management:			
Building space maintained in square feet	778,086	849,179	865,133
Emergency communications :			
Dispatching stations	13	13	13
<b>Public protection</b>			
Sheriff:			
Stations	2	2	2
Jail beds available	350	350	350
Active patrol vehicles	118	118	118
Community corrections:			
Work release beds	80	80	80
Juvenile:			
Shelter beds	14	14	14
Detention beds	14	14	14
<b>Public ways and facilities</b>			
Roads:			
Miles of road treated with asphalt, overlay, base and crack treatment	253	244	175
Road miles maintained	1,423	1,420	1,422
<b>Health and sanitation</b>			
Community health:			
County owned clinics	3	3	3
Leased clinics	3	3	3
Interview rooms	24	24	24
Exam rooms	31	31	31
Social services:			
Client interview rooms	7	7	7
<b>Culture and recreation</b>			
Parks:			
Parks maintained	49	50	53
Boat ramps	7	7	7
Baseball fields	7	7	7
Soccer fields	3	3	3
<b>Education</b>			
Library network:			
Library computer workstations supported throughout County area	425	438	443
<b>Sanitary sewer and surface water</b>			
Tri-City Service District			
Sanitary sewer pump stations	5	5	5
Sanitary sewer miles of pipe	14.79	14.79	14.79
Clackamas County Service District No. 1			
Sanitary sewer pump stations	11	11	12
Sanitary sewer miles of pipe	254.9	261.9	275.9
<b>Housing assistance</b>			
Rental unit months leased to low income tenants	10,350	10,361	10,399
<b>Lighting</b>			
Service District No. 5 owned streetlights	441	438	443

Source: Clackamas County Finance Department

Note:

(1) Miles of pipe for TriCity Service District revised in 2007-2008

(2) Information was not kept in this format prior to 2003 therefore it was not available to disclose.

2006	2007	2008
876,005	963,849	1,144,614
13	14	14
2	2	3
350	350	434
118	118	128
80	80	114
14	14	11
14	14	14
153	134	89
1,413	1,406	1,406
3	3	3
3	3	2
24	24	19
31	31	29
7	7	7
53	53	73
7	7	7
7	9	9
3	3	3
450	460	460
5	5	5
14.79	14.79	14.79
12	12	12
281.9	301	308
10,473	10,185	10,438
450	460	477

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**AUDIT COMMENTS AND DISCLOSURES  
REQUIRED BY STATE REGULATIONS**

**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, and comments and disclosures required in audit reports. The required statements and schedules are set forth in the preceding sections of this report. Required comments and disclosures related to the audit of such statements and schedules are set forth in the following pages.





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**AUDIT COMMENTS AND DISCLOSURES  
REQUIRED BY STATE REGULATIONS**

April 15, 2009

Board of County Commissioners  
of Clackamas County, Oregon  
Oregon City, Oregon

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Clackamas County, Oregon (the County), as of and for the year ended June 30, 2008, which collectively comprise the County's basic financial statements and have issued our report thereon April 15, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the Standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller of the United States. We did not audit the financial statements of the discretely presented component unit of the County. Those financial statements were audited by other auditors, whose report thereon has been furnished to us, and our opinions on the basic financial statements, insofar as they relate to the amounts included for the discretely presented component unit are based solely on the report of the other auditors.

**INTERNAL CONTROL OVER FINANCIAL REPORTING**

We considered the County's internal control over financial reporting as necessary to plan and perform our audit of the basic financial statements. We have issued, within the County's Audit of Federal Awards Performed in Accordance With U.S. Office of Management and Budget Circular A-133 and Supplemental Information, our report on internal control over financial reporting and on compliance and other matters dated April 15, 2009.

**ACCOUNTING RECORDS**

We found the County's accounting records to be adequate for audit purposes.

**ADEQUACY OF COLLATERAL SECURING DEPOSITORY BALANCES**

Oregon Revised Statutes (ORS) Chapter 295 requires that each depository throughout the period of its possession of public fund deposits shall maintain on deposit with its custodians, at its own expense, securities having a value not less than 25% of the certificates of participation issued by the pool manager for funds in excess of those insured by the Federal Deposit Insurance Corporation. The County was in compliance with ORS Chapter 295 for the year ended June 30, 2008.

AN INDEPENDENTLY OWNED MEMBER OF THE McGLADNEY NETWORK

**AUDIT COMMENTS AND DISCLOSURES**  
**REQUIRED BY STATE REGULATIONS (Continued)**

Page 2

**INVESTMENTS**

Our review of deposit and investment balances indicated that, during the year ended June 30, 2008, the County was in compliance with ORS Chapter 294 as it pertains to investment of public funds.

**LEGAL REQUIREMENTS RELATING TO DEBT**

We noted the indebtedness of the County was in compliance with ORS 287.004 during the year ended June 30, 2008. We noted no defaults in principal, interest, sinking fund, or redemption provisions with respect to any of the County's bonded debt, and no breach of the bond agreements at June 30, 2008.

**BUDGET COMPLIANCE**

The County appears to be in compliance with Local Budget Law (ORS 294.305 to 294.520) in the preparation, adoption and execution of its budget and tax levy for the year ended June 30, 2008, and the preparation and adoption of its budget for the year ending June 30, 2009, with the following exceptions:

Expenditures exceeded appropriations in the following funds:

**GENERAL FUND:**

Board of County Commissioners	\$ 1,739
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**SPECIAL REVENUE FUNDS:**

Sheriff Operations Fund – Transfers Out	8,463
Road Fund – Transfers Out	193,904
Law Library Fund – Personal Services	10,660
Parks Fund – Material and Services	178,602
Public Safety Local Option Levy Fund – Capital Outlay	323,741
County Payments Account Local Project Fund – Material and Services	178,655
North Clackamas Parks and Recreation District – Aquatic Park	188,453
North Clackamas Parks and Recreation District – Nutrition Program	1,500
North Clackamas Parks and Recreation District – Planning and Development	9,534
Clackamas County Enhanced Law Enforcement District – Material and Services	110,290

**DEBT SERVICE FUND:**

Clackamas County Development Agency – Clackamas Town Center Tax Increment Fund – Debt Service	395,383
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**CAPITAL PROJECT FUNDS:**

Clackamas County Development Agency - North Clackamas Revitalization Area Fund – Materials and Services	56,144
North Clackamas Parks and Recreation District – Capital Project Fund – Materials and Services	107,911
Capital Projects Reserve Fund – Capital Outlay	2,966,810

**INTERNAL SERVICE FUND:**

Facilities Management Fund – Personal Services	48,942
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**AUDIT COMMENTS AND DISCLOSURES  
REQUIRED BY STATE REGULATIONS (Continued)**

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**BUDGET COMPLIANCE (Continued)**

**AGENCY FUND:**

Sheriff's Office Retiree Medical Fund – Materials and Services \$ 34,557

The following funds had a deficit fund balances as of June 30, 2008:

Clackamas County Development Agency - North Clackamas Revitalization Area Fund (arising from a long-term interfund transfer) (GAAP)	112,963
Clackamas County Enhanced Law Enforcement Fund (budgetary)	9,347

A description of the budgeting process is included in the notes to the basic financial statements.

**INSURANCE POLICIES AND FIDELITY BONDS**

We have reviewed the County's insurance and fidelity bond coverage at June 30, 2008. We ascertained that such policies appeared to be in force and in compliance with legal requirements relating to insurance and fidelity bond coverage. We are not competent by training to comment on the adequacy of the insurance policies covering the County-owned property at June 30, 2008.

**PUBLIC CONTRACTS**

The County's procedures for awarding public contracts were reviewed and found to be in accordance with ORS Chapter 279.

**PROGRAMS FUNDED FROM OUTSIDE SOURCES**

Our reports on compliance and internal control over financial reporting based on an audit of financial statements performed in accordance with *Government Auditing Standards* and compliance with requirements applicable to each major program and internal control over compliance and other matters in accordance with OMB A-133 and the Schedule of Expenditures of Federal Awards are contained in a separate report dated April 15, 2009.

**FINANCIAL REPORTING REQUIREMENTS**

We have reviewed financial reports and other data relating to programs funded wholly or partially by other governmental agencies. This data, filed with other governmental agencies, is in agreement with and supported by the accounting records.

**HIGHWAY FUNDS**

The County's procedures for utilizing gas tax funds were reviewed and found to be in accordance with ORS Chapter 294.

**AUDIT COMMENTS AND DISCLOSURES  
REQUIRED BY STATE REGULATIONS (Continued)**

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This report is intended solely for the information of the Board of Commissioners, management, and the Oregon Secretary of State Audits Division, federal awarding agencies and pass through entities and is not intended to be and should not be used by anyone other than these specified parties.

**TALBOT, KORVOLA & WARWICK, LLP**  
Certified Public Accountants

By   
Timothy R. Gillette, Partner