Audit of Federal Awards Performed in Accordance with U.S. Office of Management and Budget Circular A-133 and Supplemental Information

Year Ended June 30, 2009

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

March 31, 2010

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, 2009, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 31, 2010. 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. 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 it relates to the amounts included for the discretely presented component units is based on the report of other auditors.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS (Continued) Page 2

INTERNAL CONTROL OVER FINANCIAL REPORTING (Continued)

deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with accounting principles generally accepted in the United States of America such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential, will not be prevented or detected by the entity's internal control. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as items 09-01 through 09-09 to be significant deficiencies in internal control over financial reporting.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that each of the significant deficiencies described above is a material weakness.

COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

We noted certain matters that we reported to management of the County in a separate letter dated March 31, 2010.

The County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Question Costs. We did not audit the County's responses and, accordingly, we express no opinion on them.

* * * * * *

This report is intended solely for the information and use of the Audit Committee, Board of County Commissioners, management, 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.

Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

March 31, 2010

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

COMPLIANCE

We have audited the compliance of Clackamas County, Oregon (the County) with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2009. The County's major federal programs are identified in the Summary of Independent Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

The County's basic financial statements include the operations of the Housing Authority of Clackamas County, a blended component unit of the County, and the Workforce Investment Council of Clackamas County (WICCO), a discretely presented component unit, which received \$13,482,144 and \$3,644,136 in federal awards, respectively, which are not included in the Schedule of Expenditures of Federal Awards for the year ended June 30, 2009. Our audit, described below, did not include the operations of the Housing Authority of Clackamas County nor WICCO, as separate reports were issued for these component units in accordance with OMB Circular A-133, as appropriate.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 (Continued) Page 2

COMPLIANCE (Continued)

performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

As described in item 09-11 and 09-12 in the accompanying Schedule of Findings and Questioned Costs, the County did not comply with requirements regarding safeguarding of assets and administration of vaccines to only program eligible children, that are applicable to its Immunization Cluster, CFDA #93.268. Compliance with such requirements is necessary, in our opinion, for the County to comply with requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

INTERNAL CONTROL OVER COMPLIANCE

The management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the County's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies and others that we consider to be material weaknesses.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 09-10 through 09-18 to be significant deficiencies.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 (Continued) Page 3

INTERNAL CONTROL OVER COMPLIANCE (Continued)

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. Of the significant deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs, we consider items 09-11 through 09-13 to be material weaknesses.

The County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the County's responses and, accordingly, we express no opinion on them.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

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, as of and for the year ended June 30, 2009, and have issued our report thereon dated March 31, 2010. Our audit was performed for the purposes of forming opinions on the basic financial statements taken as a whole. 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 it relates to the amounts included for the discretely presented component unit is based solely on the report of the other auditors.

The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is 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.

* * * * * * *

This report is intended solely for the information and use of the Audit Committee, the Board of County Commissioners, management, 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.

Certified Public Accountants

Talbot, Kowola & Warnick UP

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Federal Grantor/ Pass-Through Grantor Program Title	CFDA Number	Pass Through Number	Expenditures	Amount Provided to Subrecipients
			. ,	
U.S. DEPARTMENT OF AGRICULTURE:				
Direct:				
Animal & Plant Health Inspection Service: Wildlife Services	10.028	Direct Federal	\$ 75	\$ -
Rural Development:	10.020	21100(1000)21		
Rural Housing Preservation Grants	10.433	Direct Federal	50,000	-
Rural Business Enterprise Grant (Main Street Program)	10.769	Direct Federal	12,000	
Forest Service:			10.5 - 17.0	
Cooperative Forestry Assistance	10.664	Direct Federal	78,195	
Collaborative Forest Restoration (Dumpstoppers)	10.679	Direct Federal	101,245	· · · · · ·
Passed Through:				
Food & Nutrition Services:				
Oregon State Health Division:		400000	050.000	
Special Supplemental Nutrition Program for Women, Infants and Children	10.557	109323	859,023	-
Schools and Roads Cluster:				
Forest Service:				
Oregon State Dept of Administrative Services:	10.665	ORS 293.560	5,510,299	_
School and Roads - Grants to States (Timber Receipts) School and Roads - Grants to States (City Payment Act)	10.665	ORS 293.560	268,433	-
Sub-total Schools and Roads Cluster	10.000	0.10 200.000	5,778,732	
Sub-total Schools and Nobus Glaster				
TOTAL U.S. DEPARTMENT OF AGRICULTURE			6,879,270	
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:				
Direct:				170100000000000000000000000000000000000
Emergency Shelter Grants Program	14.231	Direct Federal	99,671	96,073
Supportive Housing Program (Homeless Mgmt Info System)	14.235	Direct Federal	29,977	
Supportive Housing Program (Supportive Housing Program-Jackson St)	14.235 14.235	Direct Federal Direct Federal	63,454 172,900	.≅
Supportive Housing Program (Hope)	14.235	Direct Federal	103,781	-
Supportive Housing Program (Ready to Rent) Sub-total CFDA 14.235	14.200	Direct redefai	370,112	
Home Investment in Partnerships Program (Home Loan Program)	14.239	Direct Federal	1,426,419	
Home Investment in Partnerships Program (Home CHDO)	14.239	Direct Federal	603,507	<u>~</u>
Home Investment in Partnerships Program (Program Income)	14.239	Direct Federal	180,676	-
Sub-total CFDA 14.239			2,210,602	
Para di Thomas				
Passed Through:	14.256	NSP-2	37,471	_
ARRA Neighborhood Stabilization Program (Recovery Act Funded) - #2	14.250	NOF-2	37,471	
Central City Concern: Supportive Housing Program (Chez Ami)	14.235	MH-11/-04-05	164,085	-
Supportive Housing Frogram (Since Min)				
CDBG - Entitlement (HUD-Administered) Grants Cluster				
Direct: Community Development Block Grants/Entitlement	14.218	Direct Federal	2,873,670	;=::
Community Development Block Grants/Entitlement (Program Income)	14.218	Direct Federal	554,549	(- 8)
Passed Through:				
Oregon Housing & Community Services:				
Community Development Block Grants/Entitlement (Neighborhood Stabilization #1)	14.218	1088	42,189	120
Sub-total Entitlement Grants Cluster			3,470,408	
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			6,352,349	96,073
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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

Federal Grantor/ Pass-Through Grantor Program Title	CFDA Number	Pass Through Number	Expenditures	Amount Provided to Subrecipients
			1) 1: 3: 11- : .	
U.S. DEPARTMENT OF INTERIOR: Direct:				
Bureau of Land Management:				
Non-Sale Disposals of Mineral Material	15.214	Direct Federal	\$ 25,018	\$ -
Payments in Lieu of Taxes	15.226	Direct Federal	346,752	-
Distribution of Receipts to State and Local Governments				-
(Oregon and California Land Grant)	15.227	Direct Federal	4,929,003	¥
Secure Rural Schools and Community Self-Determination (Dumpstoppers)	15.234	Direct Federal	109,644	
Passed Through:				
U.S. Fish & Wildlife:				
Oregon State Marine Board:				
Clean Vessel Act	15.616	03020002000011	675	
U.S. National Park Service:				
Oregon State Historic Preservation Office:			<u> / 120 - 120 </u>	
Historic Preservation Fund Grants-in-Aid	15.904	OR-08-06	10,500	
TOTAL U.S. DEPARTMENT OF INTERIOR			5,421,592	
U.S. DEPARTMENT OF JUSTICE:				
Direct:				
Office of Justice:				
Community Capacity Development Office	16.595	Direct Federal	144,311	
Bureau of Justice Assistance:				
State Criminal Alien Assistance Program	16.606	Direct Federal	103,124	
Bulletproof Vest Partnership Program	16.607	Direct Federal	7,902	
Edward Byrne Memorial Justice Assistance Grant Program	16.738	Direct Federal	28,672	
Office of Community Oriented Policing Services:	46.740	Discust Fordered	60 363	
Public Safety Partnership and Community Policing Grants	16.710	Direct Federal	68,253	
Passed Through:				
Oregon State Police:	16.523	05-602	24,822	(<u>-</u> 1)
Juvenile Accountability Block Grant	10.525	03-002	24,022	-
Oregon Criminal Justice:	16.540	FG2006-02	93,941	(4)
Juvenile Justice and Delinquency Prevention Allocation to States Oregon Commission on Children & Families:	10.040	1 02000-02	00,011	-
Community Based Alternatives to Detention or Incarceration	16.549	CG-2003-07	25,000	S=0
Oregon State Department of Justice:	NACE 35			
Crime Victim Assistance	16.575	99-953	159,172	(*)
Edward Bryne Memorial State and Local Law Enforcement Assistance			3 -1-1 -1	
Discretionary Grants Program	16.580	9646	6,000	
Office of Juvenile Justice and Delinquency Prevention:				
University of Cincinnati:				
Drug Court Discretionary Grant Program	16.585	COEUS #005251	1,481	
Multnomah County:				
Anti-Gang Initiative	16.744	4600006480	8,612	
Office of Community Oriented Policing Services:				
Oregon Criminal Justice:	0.0 40000		10.015	
Violence Against Women Formula Grants	16.588	07-VAWA-2968	18,945	
Office of Justice:				
Oregon State, Department of Justice:		400000017	44.000	
Community Capacity Development Office	16.595	18PORP501Z	44,368	
Bureau of Justice Assistance:				
Oregon State, Department of Justice:				
Anti-Gang Initiative		4000000011	7.000	
	16.744	4600006544	7,990	-

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

Federal Grantor/ Pass-Through Grantor Program Title	CFDA Number	Pass Through Number	Expenditures	Amount Provided to Subrecipients
U.S. DEPARTMENT OF LABOR, EMPLOYMENT AND TRAINING ADMINISTRATION:				
Direct:				
WIA Pilots, Demonstrations, and Research Projects	17.261	Direct Federal	\$ 1,153	_ 5
Veteran's Employment & Training Service:			890 - 2	
Veterans' Employment Program	17.802	Direct Federal	735,896	·
Passed Through:				
Oregon State Senior & Disabled:	17.005	404770	104 275	
Senior Community Service Employment Program	17.235	121772	104,275	
WIA Cluster:				
Clackamas Education Service District:	0.0000000000000000000000000000000000000		2.040	
ARRA - WIA Youth Activities	17.259	ESD0809-01	6,240	1.61
Oregon State Department of Community Colleges & Workforce Development:	47.000	GSTF0708A	16,569	820
WIA Dislocated Workers	17.260	GSTFUTUOA	22,809	
Sub-total WIA Cluster				
TOTAL U.S. DEPARTMENT OF LABOR, EMPLOYMENT AND			004 400	
TRAINING ADMINISTRATION			864,133	
U.S. DEPARTMENT OF TRANSPORTATION:				
Passed Through:			70.000	
National Motor Carrier Safety (MCSAP)	20.218	24778	72,323	
Tri-Met:	20.509	04-0384ccssd	150,565	
Formula Grants for Other Than Urbanized Areas	20.509	RTAP	728	
Formula Grants for Other Than Urbanized Areas Sub-total CFDA 20.509	20.505	181731	151,293	
			() 	
Highway Planning and Construction Cluster Oregon State Dept of Transportation:				
Highway Planning & Construction - Hazard Elimination System -				
Stafford Mountain intersection	20.205	22262	18,000	-
Highway Planning & Construction - Work Zone Enforcement	20.205	070908WKZN-421	7,278	2
Highway Planning & Construction - Damage Assessment 2008 Winter Storm	20.205	OR-09-01	572,595	
Highway Planning & Construction - Sunrise Corridor	20.205	20956	426,024	
Sub-total Highway Planning and Construction Cluster			1,023,897	
Federal Transit Cluster:				
Tri-Met:				
Federal Transit Capital Investment Grants	20.500	GH050291TL	114,439	*
Metro (VIA ODOT):				
Federal Transit Formula Grants	20.507	927704	12,764	
Sub-total Federal Transit Cluster			127,203	
Highway Safety Cluster:				
Oregon State, Dept of Transportation - Transportation Safety Division:			00mm 10g 21 mag 11g 11g 11g 11g	
State and Community Highway Safety - Safe Communities	20.600	SA-09-25-08	21,315	
State and Community Highway Safety - Safe Communities	20.600	SA-08-25-08	21,718	-
State and Community Highway Safety - Multi Agency Traffic Team	20.600	SC-05-35-05CCS	62,591	
Sub-total CFDA 20.600	20 505	LINA OC 77 OF 000	105,624	-
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated	20.605	HN1-06-77-05 002	7,456	
Sub-total Highway Safety Cluster			113,080	-
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			1,487,796	-
TOTAL G.G. DEPARTMENT OF TRANSPORTATION				

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

Federal Grantor/	CFDA	Pass Through		Amount Provided to
Pass-Through Grantor Program Title	Number	Number	Expenditures	Subrecipients
ENVIRONMENTAL PROTECTION AGENCY: Direct:				
Brownfields Training, Research, and Technical Assistance Grants and Cooperative	66.818	Direct Federal	\$ 33,425	
Passed Through:				
Oregon State Health Division:			004.000	
State Public Water System Supervision	66.432	113311	204,606	
TOTAL ENVIRONMENTAL PROTECTION AGENCY			238,031	
U.S. DEPARTMENT OF ENERGY:				
Passed Through:				
Oregon State Housing & Community Services Division:			400.040	
Weatherization Assistance for Low-Income Persons (DOE 09)	81.042	120609/02	182,312	<u>=</u> \
Weatherization Assistance for Low-Income Persons (DOE 08)	81.042	120608/02	89,928	50
ARRA - Weatherization Assistance for Low-Income Persons (DOE 09)	81.042 81.042	12060A/02 120206/00	11,364 34,386	
Weatherization Assistance for Low-Income Persons (BPA 2009)	81.042	120206/00	317,990	
Sub-total CFDA 81.042			317,990	
TOTAL U.S. DEPARTMENT OF ENERGY			317,990	-
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:				
Direct:				
Health Centers Cluster:				
Consolidated Health Centers (Community Health Centers, Migrant Health Centers,				
Health Care for the Homeless, Public Housing Primary Care, and School Based				
Health Centers)	93.224	Direct Federal	1,170,951	-
Sub-total Health Centers Cluster			1,170,951	
Drug-Free Communities Support Program Grants	93.276	Direct Federal	121,406	
Passed Through:				
Oregon State Senior & Disabled Services:				
Special Programs for the Aging - Title III, Part D - Disease Prevention and Health				
Promotion Services	93.043	121713	19,529	
National Family Caregiver Support, Title III, Part E	93.052	121713	99,399	
Oregon State Health Division:				
Family Planning Services	93.217	109323	162,800	1 To
Abstinence Education Program	93.235	121045	22,086	•
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	106213	220,945	
HIV Prevention Activities - Health Department Based	93.940	112992	120,617	
Oregon State Office of Children and Families:			\$2,000 to 100 to	
Promoting Safe and Stable Families	93.556	0709CLAC	99,441	
ARRA - Child Support Enforcement	93.563	07-GOV-DA-03	352,660	*
Child Support Enforcement	93.563	07-GOV-DA-03	715,908	
Sub-total CFDA 93.563			1,068,568	
Social Services Block Grant	93.667	0709clac	300,495	

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

Federal Grantor/ Pass-Through Grantor Program Title	CFDA Number	Pass Through Number	Expenditures	Amount Provided to Subrecipients
Fass-Milough Grantor Frogram Title	Number	- I Valifiber	Expenditures	<u> </u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:				
Passed Through:				
Oregon State Housing & Community Services Division:	0000000	767423677093127		_
Low-Income Home Energy Assistance (Program: SSD LIEAP)	93.568	120407	\$ 286,103	\$ -
Low-Income Home Energy Assistance (Program: SSD LIEAP Client Education)	93.568	120407	45,427	18
Low-Income Home Energy Assistance (Program: SSD LIEAP Client)	93.568	120407	1,304,003	S-5
Low-Income Home Energy Assistance (Program: SSD LIEAP Leverage)	93.568	120407	12,238	· •
Low-Income Home Energy Assistance (Program: Weatherization LIEAP 2009)	93.568	120409/01	427,752	*
Low-Income Home Energy Assistance (Program: Weatherization LIEAP 2008)	93.568	120408/02	102,831	-
Low-Income Home Energy Assistance (Program: Weatherization LIEAP EE 2009)	93.568	120409/01	15,828	
Sub-total CFDA 93.568			2,194,182	
Oregon State Mental Health Division:				
Block Grants for Community Mental Health Services	93.958	112992	109,815	
Block Grants for Prevention and Treatment of Substance Abuse	93.959	112992	667,278	
Oregon Health Sciences University:				
Maternal and Child Health Services Block Grants to the States	93.994	106212	48,621	-
Maternal and Child Health Services Block Grants to the States	93.994	112992	139,286	
Sub-total CFDA 93.994			187,907	
Aging Cluster:				
Oregon State Senior & Disabled Services:				
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services				
Senior Centers	93.044	121713	585,148	-
Special Programs for the Aging - Title III, Part C - Nutrition Services				
(Title III-Part C (C-1))	93.045	121713	154,746	-
Special Programs for the Aging - Title III, Part C - Nutrition Services		Marie		
(Title III-Part C (C-2))	93.045	121713	243,297	•
Nutrition Services Incentive Program	93.053	121713	134,218	
Sub-total Aging Cluster			1,117,409	
Immunization Cluster:		4-0		
Immunization Grants (Immunizations Special Payments)	93.268	121002	600	****
Immunization Grants (Noncash Assistance - Vaccine Grants)	93.268	109323	695,458	-
Sub-total Immunization Cluster			696,058	
Temporary Assistance for Needy Families (TANF) Cluster:				
Oregon State Mental Health Division:		965 (AND AND AND THE SEC.)	70.000000	
Temporary Assistance for Needy Families	93.558	100901-00	29,930	•
Temporary Assistance for Needy Families	93.558	112992	389,565	120
Sub-total Temporary Assistance for Needy Families (TANF) Cluster			419,495	
CSBG Cluster:				
Oregon State Housing & Community Services Division:		1000 000 0000 0000000000000000000000000		
Community Services Block Grant	93.569	130408/130107	254,361	*
Department of Consumer & Business Services				
Community Services Block Grant (Senior Health Insurance Benefits Assistant)	93.569	90240-0008A	28,497	
Sub-total CSBG Cluster			282,858	· — -
CCDF Cluster:				
Oregon State Office of Children and Families:			natura atomor	
Child Care and Development Block Grant	93.575	0709CLAC	194,288	
Sub-total CCDF Cluster			194,288	
Medicaid Cluster:				
Oregon State Office of Children and Families:		5 <u>2.55</u> 00 <u>39</u> 30 0000000000000000000000000000000000		
Medical Assistance Program (Title XIX - OCF (medicare fees))	93.778	CLAC0709	52,333	-
Medical Assistance Program (Immunization Program)	93.778	121002	40,466	
Sub-total Medicaid Cluster			92,799	-
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			ettige granden til andre vik etter etter	
			9,368,326	

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

Federal Grantor/ Pass-Through Grantor Program Title	CFDA Number	Pass Through Number	Expenditures	Amount Provided to Subrecipients
CORPORATION FOR NATIONAL SERVICE:				
Direct:	94.002	Direct Federal	\$ 74,195	s -
Retired and Senior Volunteer Program	34.002	Direct redelar	. ,,,,,,	
Foster Grandparent /Senior Companion Cluster	94.016	Direct Federal	117,069	** 5
Senior Companion Program Sub-total Foster Grandparent /Senior Companion Cluster	0 110 15		117,069	
Passed Through:				
Hands on Portland:			11 (202)	
Planning and Program Development Grants	94.007	MOA 11-04-08	1,559_	(2)
TOTAL CORPORATION FOR NATIONAL SERVICE			192,823	
DEPARTMENT OF HOMELAND SECURITY:				
Passed Through:				
Oregon State Police:		D. 605 60005	074 476	
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	PA005-99005	271,476 17,745	3.5
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	PA005-99005	289,221	
Sub-total Disaster Grants - Public Assistance (Presidentially Declared Disasters)	57.040	EE)/00 07 040	232,103	
Emergency Management Performance Grants	97.042	FFY08-97.042	26.899	
State Homeland Security Program (SHSP)	97.073	08-207	6,911	2 - 0
State Homeland Security Program (SHSP)	97.073	08-208 06-209	15,000	. -
State Homeland Security Program (SHSP)	97.073	06-209	48,810	
Sub-total CFDA 97.073			40,010	<u>_</u>
Law Enforcement Terrorism Prevention Program (LETPP)	97.074	06-153	65,000	2
Oregon Military Department/Emergency Management:	07.070	07-208	216	920
State Homeland Security Program (SHSP)	97.073 97.042	07-208 EMS-2005-PC-0004	788,930	788,930
Emergency Management Performance Grants	97.042	EMS-2005-PG-0004	700,530	700,830
Oregon State Marine Department:	97.012	030200020005011	382,179	_
Boating Safety Financial Assistance	97.012	030200020003011	302,173	
Portland Office of Emergency Management:	97.008	52306	135,061	
Urban Area Security Initiative	97.008	52306	44,027	
Urban Area Security Initiative	97.008	52306	102,227	
Urban Area Security Initiative	97.008	52306	225,922	2
Urban Area Security Initiative Sub-total CFDA 97.008	37.000	02000	507,237	7.5
United Way:				
Emergency Food & Shelter Program Cluster: Emergency Food and Shelter National Board Program	97.024	FEMA 26	45,467	•
Emergency Food and Shelter National Board Program	97.024	FEMA 27	109,292	ĕ
Sub-total Emergency Food & Shelter Program Cluster	0		154,759	-
TOTAL DEPARTMENT OF HOMELAND SECURITY			2,468,455	788,930
TOTAL FEDERAL AWARDS			\$ 34,333,358	\$ 885,003

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2009

- 1. The Schedule of Expenditures of Federal Awards presents the activity of all federally funded programs of Clackamas County, Oregon, except for the Housing Authority of Clackamas County and the Workforce Investment Council of Clackamas County (WICCO), which issue separate reports. The reporting entity is defined in Note 1 to Clackamas County, Oregon's basic financial statements.
- 2. The Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to Clackamas County, Oregon's basic financial statements.

3. Revolving Loan Programs

Clackamas County makes loans to developers for the construction of low-income housing units. The seed money for these loans used to establish the program initially was provided through Federal funds under the HOME Investment Partnerships Program (CFDA #14.239) and Community Development Blocks Grants/Entitlement Grants (CFDA #14.218). The County's responsibility over these loans is to ensure that a specified percentage of the total rental units are rented to low-income individuals.

Gross loans receivable at June 30, 2009 amount to:

	CFDA	
	Number	Amount
HOME Investment Partnerships Program	14.239	\$ 10,460,081
Community Development Block Grants/Entitlement Grants	14.218	5,405,187

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2009

SECTION I - SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weakness(es) identified? Yes

Significant deficiency(ies) identified not considered to be material

weakness(es)?

Noncompliance material to financial

statements noted?

Federal Awards:

Internal control over major programs:

Material weakness(es) identified? Yes

Significant deficiency(ies) identified not considered to be material

weakness(es)? Yes

Type of auditor's report issued on

compliance for major programs Qualified

Any audit findings disclosed that are required to be reported in accordance

with Section 510 (a) of Circular A-133 Yes

Identification of major programs:

CFDA NUMBER(S)	NAME OF FEDERAL PROGRAM OR CLUSTER
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children
10.665	Schools & Roads Cluster
14.239	Home Investment Partnerships Program

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION I - SUMMARY OF INDEPENDENT AUDITOR'S RESULTS (Continued)

Federal Awards (Continued):

Identification of major programs (Continued):

CFDA NUMBER(S)	NAME OF FEDERAL PROGRAM OR CLUSTER
15.227 81.042 93.044, 93.045, 93.053	Distribution of Receipts to State and Local Governments Weatherization Assistance for Low-Income Persons Aging Cluster
93.224	Health Centers Cluster
93.268	Immunization Cluster
93.563	Child Support Enforcement

Dollar threshold used to distinguish

between type A and B programs \$ 1,030,001

Auditee qualified as low-risk auditee? No

SECTION II - FINANCIAL STATEMENT FINDINGS

Finding 09-01:

Criteria: Accounting principles generally accepted in the United States of

America (GAAP) require that an entity maintain a structure of internal control designed to provide reasonable assurance in the

preparation of reliable and accurate financial statements.

Condition: The June 30, 2009 Comprehensive Annual Financial Report

(CAFR) as drafted by the County needed several modifications to

be in accordance with GAAP.

Context: Modifications included seven County prior period restatements,

several material modifications and additions to the footnotes to the basic financial statements, reconciliations of accounts, updating statements and schedules to correspond to component unit reports,

and corrections so the CAFR would articulate.

Effect: The June 30, 2009 CAFR as presented for the audit was materially

misstated.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION II – FINANCIAL STATEMENT FINDINGS (Continued)

Finding 09-01 (Continued):

Cause: County personnel responsible for the preparation of the CAFR

appear to not have sufficient knowledge or training.

Recommendation: Evaluate competencies and resources required to prepare the

CAFR. Consider proper staffing and implementation of review

procedures to mitigate the risk of material misstatement.

Corrective Action Plan: The County will evaluate all aspects of CAFR preparation to

streamline the process and improve accuracy.

Finding 09-02:

Criteria: In accordance with GAAP and revenue recognition on the full

accrual basis of accounting, revenue should be recognized when it is earned; on the modified accrual basis of accounting, revenue

should be recognized when earned and available.

Condition: The County recorded two quarters of fiscal year 2008 Medicaid

wrap activity in fiscal year 2009 and determined what portion of

Medicaid wrap revenue should be deferred.

Context: During testing of accounts receivable and deferred revenue, it was

noted that the County had been recording Medicaid wrap payments on a two quarter lag due to the delayed receipt of funds based on the process of reimbursement from the state and then determining what portion of the revenue should be recognized and how much

should be deferred based on the effect on fund balance.

Effect: In prior year, both assets and liabilities were understated, and

revenue was inaccurate on the fund statement and understated on the entity wide statement. As the Statement of Net Assets was correct as of year end, we proposed a prior period adjustment of \$2,368,849 to correct the misstatement of beginning nets assets on the Statement of Activities and an adjustment of \$4,483,149 to

defer unavailable revenue on fund statements.

Cause: The County did not have a procedure in place to estimate Medicaid

wrap receivables/revenue timely. County personnel were not properly trained to recognize revenue in accordance with the

modified or full accrual basis of accounting.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION II - FINANCIAL STATEMENT FINDINGS (Continued)

Finding 09-02 (Continued):

Recommendation: We recommend that the County provide revenue recognition

training for both the finance department staff and the accounting staff of departments throughout the County. This process should include the implementation of review procedures by personnel that

have been properly trained.

Corrective Action Plan: The County will provide revenue recognition training for accounting

personnel throughout the County as resources permit. The County will also implement a new review process at the department level that will hold departments responsible for providing accurate, modified accrual GAAP compliant revenue information, without

regard to the effect on fund balance.

Finding 09-03:

Criteria: In accordance with GASB 33, recognition of revenue related to

contingencies of voluntary non exchange transactions is contingent upon a specified action of the recipient and that action occurring.

Condition: The County recorded a liability and corresponding asset for

Transportation System Development Charges (TSDC) Credit Vouchers issued during prior periods in the current year. Per further investigation, there was no evidence that an actual asset

existed.

Context: The County offers TSDC Credit Vouchers for qualified public

improvements projects to be used to satisfy future Transportation System Development Charges in the same geographical area. It was determined that the qualified public improvement is the revenue producing transaction that the credit should be applied to

until the time that the voucher is executed or expires.

Effect: Prior period revenue was overstated which overstated prior period

net assets/fund balance and current year other assets were overstated. We proposed a prior period adjustment of \$3,587,170

to reduce current other assets and beginning fund balance.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION II – FINANCIAL STATEMENT FINDINGS (Continued)

Finding 09-03 (Continued):

Cause: TSDC Credit Vouchers were issued by the Department of

Transportation Development (DTD) Engineering and not reported to the finance department on a timely basis for recording in the accounting system. The finance department recorded the TSDC credit vouchers in the current year; however, an understanding of the substance of the transaction to report the transaction in

accordance with GAAP was not obtained.

Recommendation: We recommend that as transactions are identified the finance

department understand the substance of the transaction and record the transaction in accordance with GAAP. As this was one of several prior period restatements, we also recommend that the County finance department implement a risk assessment process that will help them identify functions/departments that could be executing transactions outside of the finance department's

knowledge.

Corrective Action Plan: The County finance department will request that all County

departments keep them informed about the nature and timing of material transactions. The County finance department will also implement a proactive approach to gather information about material transactions from departments that have not shared such

information in the past.

Finding 09-04:

Criteria: In accordance with governmental accounting standards, current

liabilities are assigned to the fund from which they are to be paid and expenditures should be recognized when the liability is

incurred.

Condition: The County had general ledger accrued payroll accounts reporting

material debit balances as of year end.

Context: During the testing of accrued payroll liabilities, it was noted that

there were several accounts with debit balances that reduced accrued payroll liabilities. Upon further investigation, it appeared as if these had been recorded in prior periods, accumulated entries over several years, and remained unreconciled and/or reviewed

and were no longer valid.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION II – FINANCIAL STATEMENT FINDINGS (Continued)

Finding 09-04 (Continued):

Effect: Accrued payroll was understated. We proposed a prior period

adjustment of \$1,102,333 to restate beginning fund balance and

properly state current year accrued payroll liabilities.

Cause: The County did not reconcile accrued payroll liabilities to identify

and remove invalid debit balances.

Recommendation: We recommend that the County implement controls over journal

entries and that liability accounts are reconciled periodically and

reviewed for accuracy and classification.

Corrective Action Plan: The County will require that all accrued payroll liability accounts be

reconciled at year end as part of the closing process.

Finding 09-05:

Criteria: In accordance with GAAP, contracts receivable should be

recognized in the period in which revenue is earned.

Condition: The County did not record the contracts receivable for System

Development Charges (SDC) earned in fiscal year 2008 until fiscal

year 2009.

Context: It was determined during the audit of contracts receivable that

contracts entered into during fiscal year 2008 were not recorded in

the accounting system until fiscal year 2009.

Effect: Prior year revenue and therefore beginning net assets was

understated and current year revenue was overstated. We proposed a prior period adjustment of \$1,084,478 on the entity wide basis to reduce current year revenue and increase beginning net

assets.

Cause: The County did not have procedures in place to record contracts

receivable in a timely manner.

Recommendation: We recommend that the County implement procedures to record

contracts receivable as they are earned.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION II - FINANCIAL STATEMENT FINDINGS (Continued)

Finding 09-05 (Continued):

Corrective Action Plan: The County will implement procedures to record full accrual

contracts receivable, for reporting purposes only, timely.

Finding 09-06:

Criteria: In accordance with GAAP, expenses should be recorded in the

period in which they are incurred.

Condition: The Community Health department noted that they had accrued

accounts payable/expense in prior years that never became realizable; however, to remove the accounts payable they recorded a reclassifying entry to deferred revenue rather than to beginning

fund balance.

Context: During the testing of deferred revenue, we identified accounts

payable that had been written off to deferred revenue but there was

no indication that this should be deferred.

Effect: As the expense had been recognized in prior years and now

appeared as if it was never really incurred, prior year fund balance was understated due to an overstatement in expense recognized. We proposed a prior period adjustment of \$354,756 to properly

restate beginning fund balance.

Cause: Improper recognition of expense and improper recording of writing

off of accounts payable.

Recommendation: We recommend that the County implement review procedures over

the accrual of accounts payable, the write off of accounts payable,

and the amounts recorded in deferred revenue as of year end.

Corrective Action Plan: The County will require the Community Health department to close

their financial year earlier than what has become the norm in order to allow sufficient time to review and analyze the accuracy and appropriateness of the department's accruals and proposed journal

entries.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION II - FINANCIAL STATEMENT FINDINGS (Continued)

Finding 09-07:

This finding was noted in the June 30, 2008, Audit of Federal Awards as finding 08-05. As it was not corrected in FY09 and a current year material misstatement resulted, it is repeated and reported in the current year.

Criteria:

In governmental accounting, the agency fund accounts for resources retained by the governmental unit as an agent for other

governmental units.

Condition:

The County did not identify funds maintained in the agency fund that did not meet the definition of agency funds, in that they were being held for purposes of the County rather than an external entity.

Context:

During the audit of treasury trust accounts, it was noted that there

were County funds classified as agency trust funds.

Effect:

County cash, deferred revenue and retainage payable were materially understated for various funds in the CAFR as originally presented for audit. We proposed adjustments to increase cash approximately \$3.6 million, deferred revenue \$3.1 million and

retainage payable \$450,000.

Cause:

A lack of review of the proper classification of funds held in trust

accounts.

Recommendation:

We continue to recommend that the County review all trust accounts held by the Treasurer and determine the proper classification of all funds as either agency funds or County funds. The funds determined to be held for County purposes should then

be integrated into the appropriate County fund.

Corrective Action Plan:

The County will again review all trust accounts held by the Treasurer to determine whether such monies are truly agency funds or are actually monies belonging to the County. Last year a miscommunication resulted in only the Sheriff's department

requesting the return of their monies held in trust.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION II - FINANCIAL STATEMENT FINDINGS (Continued)

Finding 09-08:

Criteria: The County should properly prepare capital asset schedules and

supporting documentation in a timely and accurate manner.

Condition: The County and its outside contractor had difficulty preparing

capital assets schedules; multiple drafts were provided, all of which were inaccurate, with insufficient time to be audited before the standard reporting deadline. Many of the schedules were prepared by an outside contractor of the County, and the County experienced difficulty in obtaining and providing supporting documentation for

the schedules.

Context: Several drafts of the capital asset schedules were provided

between December 2009 and the end of February 2010. The County experienced difficulties locating and providing supporting documentation for the schedules. The reconciliations had mostly been prepared by an independent contractor whom could not be reached. The last draft of the capital assets footnote was misstated

due mostly to errors in the formulas of the worksheet.

Effect: The CAFR and supporting schedules were materially misstated as

originally presented for the audit. We proposed adjustments to the

schedules as necessary to correct the CAFR.

Cause: Capital asset records are maintained in a system that is difficult to

use, and staff appear to not have sufficient training to use it effectively. There is also a lack of review over reporting schedules.

Recommendation: We recommend that County staff receive additional training in the

use of the capital assets system, and that capital asset schedules be reviewed by someone other than the preparer for accuracy and

completeness.

Corrective Action Plan: The County experienced a unique set of circumstances this year,

caused by staff health issues, which required the County to retain the services of several contractors on relatively short notice to assist with various aspects of CAFR preparation. The County will train additional staff in the use of the PeopleSoft Capital Asset module as time permits. In addition, the County has begun the practice of updating capital asset records on a quarterly rather than an annual basis. It is anticipated that this will lead to more accurate

and timely capital asset reports.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION II – FINANCIAL STATEMENT FINDINGS (Continued)

Finding 09-09:

This finding was noted in the June 30, 2008, Audit of Federal Awards as finding 08-06. As it was not corrected in FY09 and a current year material misstatement resulted, it is repeated and reported in the current year.

Criteria: Per the Statement of the Governmental Accounting Standards

Board (GASBS) No. 33, non-exchange transactions include certain grants, entitlements and donations. Recipients should recognize receivables and revenues in the applicable period. When the provider is a government the applicable period for both the provider

and the recipient is the provider's fiscal year.

Condition: The County failed to recognize \$695,458 of in-kind donations in the

form of vaccines, provided by the State of Oregon, as revenue and

expenses for financial statement purposes.

Context: During the audit of the Schedule of Expenditures of Federal

Awards, it was noted that \$695,458 in vaccines was recognized as current year expenditures as part of CFDA 93.268, the Immunization Grant, on the Schedule of Expenditures of Federal Awards (SEFA), but the County did not record or recognize the

revenue or expense/expenditure in the CAFR.

Effect: The CAFR was materially misstated as originally presented for

audit. An adjustment was posted that increased revenues and expenses by \$695,458 to account for the value of the donated

vaccines.

Cause: The County personnel preparing the CAFR did not make the

necessary adjustments to properly report the revenue and expense.

Recommendation: We recommend that the County's personnel preparing the CAFR

implement a control to make sure all adjustments are properly

recorded for reporting purposes.

Corrective Action Plan: The County's grant accountants will receive specific training on

proper revenue recognition, with an emphasis on non-exchange transactions, for financial reporting purposes. They will also receive training in how to properly include this kind of transaction in supporting audit schedules prepared for County staff and external

auditors.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 09-10:

Federal Program:

CFDA 93.268: Immunization Cluster

Federal Agency:

Department of Health and Human Services

Award Year:

2008-09

Criteria:

In accordance with 42 USC 300aa-25, the County shall record or ensure that there is recorded, in such person's permanent medical record with respect to each such vaccine, (a) date of administration of the vaccine, (b) vaccine manufacturer and lot number of the vaccine, and (c) name and address and, if appropriate, the title of

the health care provider administering the vaccine.

Condition:

A Vaccine Administration Record (VAR) did not contain a record of

the date of administration of the vaccine.

Questioned Costs:

This instance of non-compliance relates to documentation of medical records, however, the cost incurred for the vaccine is an allowable cost, therefore no questioned costs were identified.

Context:

A sample of 40 VARs was tested, resulting in a single deficiency.

Effect:

Insufficient record of vaccines administered by the County resulting

in non-compliance with 42 USC 300aa-25.

Cause:

Control over the vaccine administration record was ineffective to

prevent and/or detect the insufficient documentation.

Recommendation:

We recommend that the County conduct training on how to properly execute and document vaccine administration in accordance with 42 USC 300aa-25 and implement a quality control review procedure that ensures that existing controls are effective.

Corrective Action Plan:

The County will conduct training on how to properly execute and document vaccine administration in accordance with 42 USC 300aa-25 and the granting agency. Further, a quality control review process will be developed to ensure that existing controls are effective.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Finding 09-11:

Federal Program: CFDA 93.268: Immunization Cluster

Federal Agency: Department of Health and Human Services

Award Year: 2008-09

Criteria: In accordance with 42 USC 1396s, vaccines must be adequately

safeguarded and used solely for authorized purposes. This includes administration only to Vaccines for Children (VFC) program-eligible children, as defined in 42 USC 1396s(b)(2)(A)(i) through (A)(iv), regardless of the parent's ability to pay (42 USC 1396s(c)(2)(C)(iii)).

Condition: The County did not evidence the proper recording of receipt,

transfer, and usage of the vaccine.

Questioned Costs: Questioned costs were not determinable based on the lack of

evidence reconciling usage and vaccines on hand.

Context: The County performs month end physical counts of vaccines on

hand. We were not able to verify that the County reconciles the net change in inventory to the state usage report, as no evidence of this

procedure is retained.

Effect: Lack of evidence to reasonably ensure proper recording of receipt,

transfers and usage of the vaccines administered by the County.

Cause: Lack of documentation evidencing proper control over recording of

receipt transfer and usage of vaccine.

Recommendation: We recommend that the County implement a documented

procedure to reconcile vaccine receipts, transfers and usage to monthly ending inventory to ensure proper recording and usage.

Corrective Action Plan: A binder containing documentation of receipt and transfer of

vaccines has been developed and will be maintained. This information will be used to reconcile vaccine receipts, transfers and usage to monthly ending inventory. The reconciliation report will be

signed by the Program Manager.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Finding 09-12:

Federal Program:

CFDA 93.268: Immunization Cluster

Federal Agency:

Department of Health and Human Services

Award Year:

2008-09

Criteria:

In accordance with 42 USC 1396s, vaccines must be adequately safeguarded and used solely for authorized purposes. This includes administration only to Vaccines for Children (VFC) program-eligible children, as defined in 42 USC 1396s(b)(2)(A)(i) through (A)(iv), regardless of the parent's ability to pay (42 USC 1396s(c)(2)(C)(iii)).

Condition:

There was incomplete or inconsistent documentation of vaccine eligibility codes on the Vaccine Administration Records (VARs)

inspected.

Questioned Costs:

Known questions costs were \$588 and likely questioned costs were

\$238,699.

Context:

Of a sample of 40 VARs inspected, 8 VARs did not have documented eligibility codes and 5 VARs had codes that differed

from what the state had recorded.

Effect:

It is possible that vaccines were administered to children who were

not eligible for services.

Cause:

Lack of effective controls over the documentation of vaccine

eligibility codes.

Recommendation:

We recommend that County conduct training on how to properly execute and document vaccine administration in accordance 42 USC 1396s and implement a quality control review procedure that ensures the existing controls are effective.

Corrective Action Plan:

The County will develop procedures to properly execute and document vaccine administration in accordance with 42 CFR USC 1396s. Further, quality control review procedures will be developed

to ensure existing controls are effective.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Finding 09-13:

Federal Program: CFDA 93.224: Health Centers Cluster

Federal Agency: Department of Health and Human Services

Award Year: 2008-09

Criteria: In accordance with Circular A-133, the County is required to

maintain a structure of internal control such that compliance with 42 USC 254b(k)(3)(G)(i), which specifies that discounts should be applied on the basis of the patients ability to pay, is reasonably

assured.

Condition: The County does not retain supporting documentation for their

income determinations.

Questioned Costs: Income verification supporting documentation is not maintained for

any clients. Therefore all costs, totaling \$1,170,951, could be

questioned costs.

Context: The County verifies income at the time of service and documents

the determination in the computer system; no supporting

documentation for the income is retained.

Effect: The County could provide discounts to ineligible individuals.

Cause: The County has not implemented procedures to retain income

documentation.

Recommendation: We recommend that the County implement a procedure to

document income.

Corrective Action Plan: The County has policies for Consumer Income Verification (39) and

for Determining Sliding Fee Scale (74). Documentation of Client's Income and Family Size is maintained for all clients. The documentation is signed and dated by the Client and by the County Staff who reviewed and verified the Client's Income and Family Size. Actual copies of client's paycheck stubs and family records are not maintained. The signed Financial Form is maintained as

supporting documentation for all enrolled clients.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Finding 09-14:

Federal Program: CFDA 93.224: Health Centers Cluster

Federal Agency: Department of Health and Human Services

Award Year: 2008-09

Criteria: In accordance with 45 CFR 74.52(a)(1)(iv), recipients shall submit

the SF-269 no later than 30 days after the end of each specified reporting period for quarterly and semi-annual reports, and 90 calendar days for annual and final reports. Extensions of reporting due dates may be approved by the HHS awarding agency upon request of the recipient. Per the contract with the Health Resources and Services Administration (HRSA), the County is to submit the Financial Status Report no later than 90 days after the period of availability ends. Also noted per 45 CFR 74.52(a)(1)(ii) if the HHS awarding agency requires accrual information and the recipient's accounting records are not normally kept on the accrual basis, the recipient shall not be required to convert its accounting system, but shall develop such accrual information through best estimates

based on an analysis of the documentation on hand.

Condition: The County did not submit the Financial Status Report to HRSA

within 90 days after the period of availability ended nor could they substantiate in accordance with GAAP the amount reported as

revenue on the SF-269.

Questioned Costs: This instance of non-compliance relates to reporting requirements

and therefore, does not result in questioned cost.

Context: Per testing performed, the report was due on 7/29/2009 and was

submitted on 9/2/2009 and the amount reported as program income could not be traced to the general ledger. Per inquiry, the difference between the income reported and the general ledger is due to an accrual; however, the methodology upon which the

accrual was based was not in accordance with GAAP.

Effect: The County's report was submitted late and appeared to be

inaccurate resulting in non-compliance with the aforementioned

criteria. The report was 33 days late.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Finding 09-14 (Continued):

Cause: The County did not have a control structure implemented to ensure

compliance with the aforementioned criteria.

Recommendation: We recommend that the County implement control procedures to

ensure both the timeliness and accuracy of reporting in accordance

with the aforementioned criteria.

Corrective Action Plan: The County will implement control procedures to ensure both the

timeliness and accuracy of reporting in accordance with 42 CFR 74.52. Accrual information will be based on best estimates and

analysis of the documentation on hand.

Finding 09-15:

Federal Program: CFDA 81.042: Weatherization Assistance for Low-Income Persons

Federal Agency: Department of Energy

Award Year: 2008-09

Criteria: In accordance with Circular A-133, the County is required to

maintain a structure of internal control such that compliance with 10

CFR section 440.22 is reasonably assured.

Condition: The County's field personnel approving application files do not

consistently document their approval of eligibility through signature

on the applications.

Questioned Costs: No questioned costs are identified as there were no identified

instances of non-compliance.

Context: Deficiency identified during control testing.

Effect: The County could provide assistance to ineligible families.

Cause: Control evidencing review is not consistently documented.

Recommendation: We recommend that the County implement procedures to evidence

the existing internal control procedures.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Finding 09-15 (Continued):

Corrective Action Plan: The County will develop procedures and staff training to ensure

eligibility is reviewed and properly documented.

Finding 09-16:

Federal Program: CFDA 10.665: Schools & Roads Cluster

Federal Agency: Department of Agriculture

Award Year: 2008-09

Criteria: In accordance with OMB Circular A-102, the County is required to

ensure that contractors are not on the excluded parties list

maintained by the General Services Administration.

Condition: The County did not consistently check the excluded parties list

before entering into contracts exceeding \$25,000 as required.

Questioned Costs: No questioned costs have been identified, as no contractors tested

were included on the excluded parties list.

Context: It was noted during walkthroughs of internal controls that an internal

control procedure over this criteria was implemented near the end of the fiscal year; however, the internal control procedure was not in

place for the entire year under audit.

Effect: The County could have entered into a contract with a debarred or

suspended vendor.

Cause: Procedure was implemented at the end of the year under audit.

Recommendation: We recommend that the County consistently apply a documented

procedure that ensures that new contractors are not included on the

excluded parties list per www.epls.gov.

Corrective Action Plan: The County has already developed and implemented an internal

control procedure to ensure that new contractors are not on the excluded parties list prior to entering contracts exceeding \$25,000.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Finding 09-17:

Federal Program:

CFDA 15.227: Distribution of Receipts to State and Local

Governments

Federal Agency:

Department of the Interior

Award Year:

2008-09

Criteria:

In accordance with OMB Circular A-102, the County is required to ensure that contractors are not on the excluded parties list

maintained by the General Services Administration.

Condition:

The County did not consistently check the excluded parties list

before entering into contracts exceeding \$25,000 as required.

Questioned Costs:

No questioned costs identified, as no contractors tested were

included on the excluded parties list.

Context:

It was noted during walkthroughs of internal controls that an internal control procedure over this criteria was implemented near the end of the fiscal year; however, the internal control procedure was not in

place for the entire year under audit.

Effect:

The County could have entered into a contract with a debarred or

suspended vendor.

Cause:

Procedure was implemented at the end of the year under audit.

Recommendation:

We recommend that the County consistently apply a documented procedure that ensures that new contractors are not included on the

excluded parties list per www.epls.gov.

Corrective Action Plan:

The County has already developed and implemented an internal control procedure to ensure that new contractors are not on the excluded parties list prior to entering contracts exceeding \$25,000.

Finding 09-18:

Federal Program:

CFDA 93.044, 93.045, 93.053: Aging Cluster

Federal Agency:

Department of Health and Human Services

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS (Continued)

Finding 09-18 (Continued):

Award Year: 2008-09

Criteria: In accordance with OMB Circular A-102, the County is required to

ensure that contractors are not on the excluded parties list

maintained by the General Services Administration.

Condition: The County did not consistently check the excluded parties list

before entering into contracts exceeding \$25,000 as required.

Questioned Costs: No questioned costs identified, as no contractors tested were

included on the excluded parties list.

Context: It was noted during walkthroughs of internal controls that an internal

control procedure over this criteria was implemented near the end of the fiscal year; however, the internal control procedure was not in

place for the entire year under audit.

Effect: The County could have entered into a contract with a debarred or

suspended vendor.

Cause: Procedure was implemented at the end of the year under audit.

Recommendation: We recommend that the County consistently apply a documented

procedure that ensures that new contractors are not included on the

excluded parties list per www.epls.gov.

Corrective Action Plan: The County has already developed and implemented an internal

control procedure to ensure that new contractors are not on the excluded parties list prior to entering contracts exceeding \$25,000.

SECTION IV - SUMMARY OF PRIOR AUDIT FINDINGS

Finding 08-01:

Audit Finding: The County improperly recognized loan proceeds as revenue

and accounts receivable in FY08 prior to incurring the debt

through formal contract.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION IV - SUMMARY OF PRIOR AUDIT FINDINGS (Continued)

Finding 08-01 (Continued):

Corrective Action: The County Finance Manager will carefully review all available

documentation in support of proposed material transactions. If the Finance Manager determines that the nature/timing of the proposed material transaction differs from the underlying departmental presentation, the Finance Manager will consult with the requesting department to discuss the nature/timing of the proposed material transaction, to assure proper recognition, prior to preparing the

necessary journal entry or entries.

Finding 08-02:

Audit Finding: The County did not determine and properly write-off uncollectible

accounts receivable at year end.

Corrective Action: As part of the standard departmental closing processes performed

at/subsequent to year end, department managers will assign County staff to assess and review accounts/grants receivable, as appropriate, to determine whether they were still valid and the likelihood of collection. Staff will document their review and the basis for their assessments. This material will then be forwarded to the Finance Manager, who will review it in support of the related receivable balance(s) and write off any uncollectible receivable(s)

as necessary.

Finding 08-03:

Audit Finding: The County improperly recognized the GASB 45, Other Post

Employment Benefits (OPEB) accrual on the government fund financial statements even though the County did not intend to

satisfy the liability with current financial resources.

Corrective Action: An inadvertent error committed during the GASB 34 adjustments

necessary to convert the modified accrual basis governmental financial statements to full accrual basis government-wide financial statements resulted in the journal entry to accrue first-year OPEB expense to be posted to the governmental statements in a draft of the CAFR. More care will be exercised in preparation of CAFR

drafts in the future.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION IV – SUMMARY OF PRIOR AUDIT FINDINGS (Continued)

Finding 08-04:

Audit Finding: The County did not identify all capital assets, resulting in a material

amount of capital assets being omitted from the draft of the Comprehensive Annual Financial Report (CAFR) and supporting

audit schedules.

Corrective Action: The County and its component units will implement a quarterly

update of all capital asset expense accounts to ensure that all capital assets acquired during the quarter have been identified and

that the capital asset records are complete.

Finding 08-05:

Audit Finding: The County did not identify funds maintained in the agency fund

that did not meet the definition of agency funds, in that they were being held for purposes of the County rather than an external entity.

Corrective Action: The County has implemented a review of the various agency

accounts held by the Treasurer for various County funds. After this review is completed, it is the County's intention to transfer the balances in all non-fiduciary accounts back to the appropriate

County fund.

Additional Comment: During the current year, a miscommunication resulted in only the

Sheriff's department requesting the return of their monies held in trust. As a review of other various agency accounts did not occur,

this finding is repeated at 09-07.

Finding 08-06:

Audit Finding: The County failed to recognize \$1,097,627 of in-kind donations in

the form of vaccines, provided by the State of Oregon, as revenue

and expenses for financial statement purposes.

Corrective Action: The County's grant accountants will receive specific training on

proper revenue recognition, with an emphasis on non-exchange transactions, for financial reporting purposes. They will also receive training in how to properly include this kind of transaction in supporting audit schedules prepared for County staff and external

auditors.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION IV - SUMMARY OF PRIOR AUDIT FINDINGS (Continued)

Finding 08-06 (Continued):

Additional Comment: As in-kind donations in the form of vaccines were not recorded as

revenue and expense for financial statement purposes in the

current year, this finding is repeated at 09-09.

Finding 08-07:

Audit Finding: The County did not maintain adequate documentation to evidence

that oversight was maintained over vaccines.

Corrective Action: The County has existing policies and procedures to ensure proper

recording of the receipt, transfer to clinics and usage of vaccines provided by the State of Oregon. Community Health Department managers will review current practices to ensure that these policies and procedures are being followed correctly. If necessary, the department will conduct additional training to ensure that all staff and contractors are aware of the existing policies and procedures on retaining supporting documentation to evidence that proper

oversight was maintained over vaccines.

Additional Comment: During the current year, as the County could not evidence the

proper recording of the receipt, transfer, and usage of vaccines, this

finding is repeated at 09-12.

Finding 08-08:

Audit Finding: The County does not have review procedures in place to ensure

subsidy layering evaluations get reviewed.

Corrective Action: The County has developed a form which is in use in FY09 that

documents the review and analysis of the subsidy layering compliance requirement. Also during FY09, the County implemented a second review, by a different individual, of the

subsidy layering evaluations.

Finding 07-01:

Audit Finding: The County employs individuals whose background enables them

to prepare financial statements that are appropriate for management and the Board to achieve the County's operational goals and objectives. However, the preparation of financial statements for the County and certain component units with all the

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2009

SECTION IV – SUMMARY OF PRIOR AUDIT FINDINGS (Continued)

Finding 07-01 (Continued):

Audit Finding (continued): appropriate disclosures to be in conformity with GAAP is not a

primary focus for these individuals. As a result, these individuals do not keep current on all professional pronouncements that enable them to fully prepare this type of

financial statements.

Corrective Action: The County hired an audit manager whose background should

enable him to prepare financial statements in conformity with GAAP. For further information, please contact the Audit

Manager at 503-742-5400.

Finding 07-02:

Audit Finding: The County did not completely review accounts payable and

accrued liabilities at year-end resulting in the failure to remove a payable at year- end that was "paid off" through reduced revenues from the State. Additionally, the County failed to record three accounts payable transactions and failed to adjust

an incorrect accrued liability.

Corrective Action: The County recorded all accounts payable transactions,

regardless of amount, through the end of audit fieldwork or longer. The County instituted an expanded year end review process to verify that the balances in accounts payable and accrued liabilities are fairly stated and free of misstatement.

Finding 07-03:

Audit Finding: Clackamas County Service District No. 1 (the District), a

component unit of Clackamas County, was unable to reconcile pooled cash and investments maintained by the County to its general ledger balance. An audit adjustment was made to

reflect this difference.

Corrective Action: The District prepared monthly reconciliations of pooled cash

and investments maintained by the County.





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INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTAL INFORMATION

March 31, 2010

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, 2009, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 31, 2010. 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. 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 it relates to the amounts included for the discretely presented component unit is based solely on the report of the other auditors.

Our audit was conducted for the purpose of forming opinions on the basic financial statements of Clackamas County, Oregon, as of and for the year ended June 30, 2009 taken as a whole. The accompanying Schedule of Expenditures of State Awards is presented for additional analysis and is not a required part of the basic financial statements. Such 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 it.

Certified Public Accountants

Talbot, Kowola & Warwick LLP

SCHEDULE OF EXPENDITURES OF STATE AWARDS (UNAUDITED)

YEAR ENDED JUNE 30, 2009

State Grantor/

State Grantor/		
Pass - Through Grantor/ Program	Ex	penditures_
State Corrections Division:		_
State Operating Grant	\$	4,941,090
Parole Subsidy		16,459
State Health Division:		
State Per Capita Aid /Support For Pub.Health		28,880
Tuberculosis Grant		6,199
Perinatal		11,605
Babies First (FKA: High Risk Infants)		36,667
School Based Clinic		168,174
Family Planning		133,491
Family Treatment Program (Self Sufficiency)		109,790
Housing & Community Services Division:		
Energy Conservation Helping Oregonians		1,860,921
Energy Conservation Helping Oregonians EE		94,169
Renters Deposit Account (LIHRF)		35,583
Emergency Housing Account		190,310
Emergency Housing Account - Disc		125
State Homeless Assistance Program		79,851
Oregon Energy Assistance (OEA)		2,066,043
Oregon Energy Assistance (OEA) Oregon Energy Assistance (OEA)PGE CM		70,745
Reliant		16,499
Oregon Department of Human Services - Senior and Disabled Services:		
Oregon Project Independent (OPI)		329.869
		6,462,838
Medical Assistance Program -Title XIX (Social Services)		1,456,655
Medical Assistance program -Title XIX - Match		25,670
Non/Medicare - Medicaid Rides		20,0.0
Oregon State Department of Human Services:		80,332
Immunizations		1,023,718
JOBS/Prinicpal Services #124815		133,180
Food Stamps		100,100
Oregon State Commission on Children & Families:		90,669
Court Appointed Spec Advoc (CASA)		720,937
Healthy Start - OCF		5,680
Healthy Start Site Visits - OCF		52,333
Medicare Fees		112,386
Great Start Grant		29,820
SSD Lifespan Respite		
Children Youth & Families - Flex		119,228
Oregon Youth Authority:		4 400 000
Juvenile Crime Prevention		1,432,336
Juvenile Crime Plan		592,858
Gang Intervention		245,000
Training School Reduction		355,812
Oregon Commission for Children & Families		25,000
Oregon Challenge Grant		1,481
Oregon State Department of Transportation:		
Surface Transportation Program - Sunnyside Ph3		1,327,215
SB994 Funds		309,417
Clackamas River Bridge		897,695
Johnson Creek Bridge		1,040,134
Milk Creek (DHOOGE Rd) Bridge		24,900
Milk Creek (Muline Rd) Bridge		13,499
Molalla River (Feyrer Pk Rd) Bridge		112,391
Sandy River (Ten Eyck Rd) Bridge		2,141,849
Commercial and Control of Control		

SCHEDULE OF EXPENDITURES OF STATE AWARDS (UNAUDITED) (Continued)

YEAR ENDED JUNE 30, 2009

State Grantor/

Pass - Through Grantor/ Program	Ex	penditures
Oregon Department of Transportation (Continued):		
Tualatin River (Stafford Rd) Bridge	\$	2,468,281
Tualatin River (Borland Rd) Bridge		1,210,657
Molalla River Bridge (N.Fork Dickie Prairie)		5,848
Mountain Express		87,713
Ride Connection:		
Consortium Ride Connection		167,875
Special Transportation Fund		118,268
TRP-Special Transp Fund		83,666
Tri-Met:		
Travel Trainer		19,480
Tri-Met Match		29,322
Oregon Department of Veteran Affairs:		
Veterans Enhancement		122,567
Veterans HB5077		9,575
Office of Medical Assistance Programs:		
Oregon Health Plan - C.H. Fund 241		11,235,001
Medical Assistance Program (Title XIX - Mental Health)		2,714,755
Oregon Association of RSVP:		
Retired Senior Volunteer Program (RSVP)		21,530
Oregon Department of Consumer & Business Services:		
Office of Energy:		
State Home Oil Weatherization Program (SHOW)		4,081
Oregon Department of Land Conservation and Development:		
City of Estacada Industrial EOA		28,500
Oregon State Marine Board:		
Clean Vessel Act		21,025
Oregon State Parks & Recreation Department:		
Barton Ticket Booth Realignment		66,023
Feyrer Park Campground Improvements		67,973
Stringfield Family Park		573,421
Other Awards		22,835,499
TOTAL STATE AWARDS	_\$	70,920,563

Comprehensive Annual Financial Report

Year Ended June 30, 2009

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

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, 2009

Name	Term Expires
Lynn Peterson, Chair Public Services Building	December 31, 2012
Bob Austin, Commissioner Public Services Building	December 31, 2010
Jim Bernard, Commissioner Public Services Building	December 31, 2010
Charlotte Lehan, Commissioner Public Services Building	December 31, 2012
Ann Lininger, Commissioner Public Services Building	December 31, 2010

ADMINISTRATIVE OFFICES

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

ACTING COUNTY ADMINISTRATOR

Steve Wheeler

LEGAL COUNSEL

Steven Lounsbury 2051 Kaen Road Oregon City, Oregon 97045

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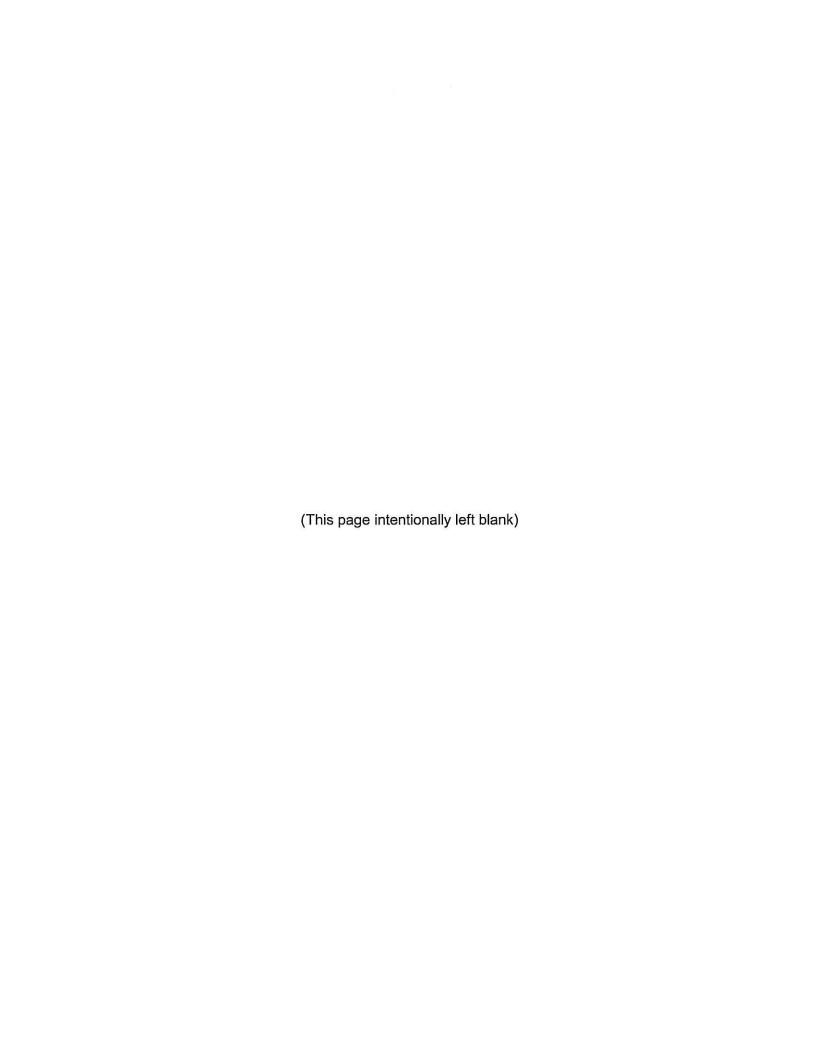
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DEPARTMENT OF FINANCE

Public Services Building 2051 Kaen Road | Oregon City, OR 97045

March 31, 2010

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, 2009 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 accounting principles generally accepted in the United States of America. 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, 2009. 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 report.

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, 2009 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 in November 2009 by the Portland State University Population Research Center at 379,845 (slightly less than a 1% increase since measured in 2008) 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.

In January 2009, two additional commissioner positions were added to the Board. This change from the historical three-member Board was approved by voters in November 2007. The two newest members, whose terms expire at the end of 2010, will run for election this year.

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

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 acting chief administrative officer at June 30, 2009, Steve Wheeler, joined Clackamas County on July 1, 2006 as Deputy County Administrator. In March of 2009 the previous County Administrator Jonathan Mantay resigned his position; the Board appointed Mr. Wheeler to act as County Administrator until a decision was made for Mr. Mantay's replacement. In December 2009 the Board of Commissioners selected Steve Wheeler to take the appointment as the new County executive.

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. With the creation in 2009 of a Clackamas County Justice Court, which will hear traffic violation cases, small claims and other judicial matters once coming before the Circuit Court, an eleventh elected position was created. Justice Court Judge Karen Brisbin was appointed by the Governor and will run for election in November 2010.

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
- 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 began 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 commenced 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, special revenue funds, enterprise funds, internal service funds, capital projects funds, trust and agency funds and debt service 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 2010-11 budget process, the ten-member Budget Committee will consider the proposed budget submitted by the Budget Officer, Mr. Wheeler.

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 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 reappropriated 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 high unemployment, continuing business failures, bank takeovers and other negative economic indicators. The December 2009 figures from Oregon's State Economist show Oregon's standing at 47th among the 50 states in job growth, with a decline in statewide employment of 6.05 percent.

In summer 2008, 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. Although in economic terms the recession has started toward recovery at this writing, economic experts predict a long and painful period prior to most job-seekers and businesses perceiving 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 at the end of calendar year 2009, employment levels in the Portland metro area fell by more than 4 percent in the first half of 2009. Clackamas County's only job growth sector was in state employment, with a 4.5 percent gain. State Economist Tom Potiowsky wrote in his December 2009 report that "Even with the lack of timely indicators on the Oregon economy, it appears that the recession has ended or is very close to ending." This recognition of a change in economic conditions does not manifest as gains in County-wide employment, however.

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 2008-09 fiscal year, and revenues still acceptably robust in the current 2009-10 year, the County projects that the end of the current fiscal year will by and large meet or slightly exceed 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. The caution is that these sectors of employment are among the most affected by the current slowdown.

Clackamas County has passed through the end of a decade of steady growth in population and development. Leading into the fiscal year beginning July 2009, taxable real estate assessed values (as calculated by County Assessor Bob Vroman) grew to nearly \$34.52 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 2009 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 though 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 described County office development on the 60-plus acre campus in the Red Soils area of hilltop Oregon City.

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 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, Development Agency 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. 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 economic conditions began to disintegrate in the summer of 2008, 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 provide a new medical care unit. An additional project will create a centralized Sheriff's Office in the Clackamas area using the County's Sunnybrook Service Center. Designs for the Sunnybrook remodel and improvements to the existing Jail at the Red Soils campus property are nearly complete, with Requests for Proposals for construction to be released in February 2010. The County will also create a new Evidence Processing Facility in the Red Soils area for the storage and indexing of evidence for criminal cases. These projects benefiting the Sheriff's operations are estimated to cost approximately \$29.5 million, and will provide for interim solutions to the longer-term 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 over the last several years, even as increasing provisions for capital reserves have been budgeted and transferred. In the last six years, General Fund ending balances have grown from \$7.1 million to over \$16.9 million at the end of fiscal 2007-08. With economic pressures affecting the County similarly to other governments, Fund Balance in the General Fund declined to approximately \$14.10 million at June 30, 2009.

A brighter revenue note in January 2010 was the passage of two tax measures referred to the voters, creating an income tax increase for individuals earning over \$125,000 annually and jointly filing households with more than \$250,000 in income, as well as an increase in the corporate minimum tax (set at \$10 in the 1930's) and a gross receipts tax on corporate entities. These increased tax revenues will support schools and human services funded at the state level.

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 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. That was the 16th 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. Clackamas County did not apply for the award for the June 30, 2008 CAFR owing to the timing of CAFR publication.

Acknowledgments

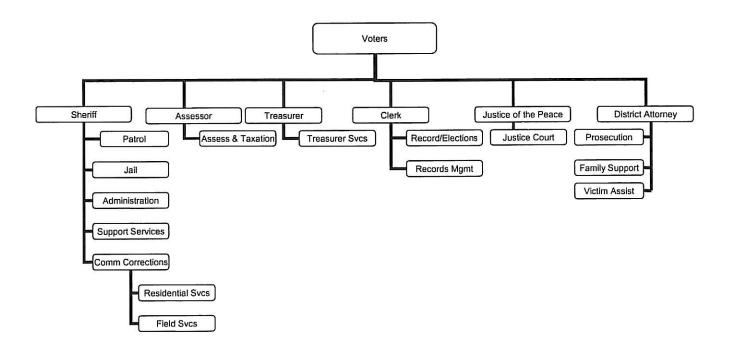
The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated service of the entire staff of the Finance Department, and the contributions and cooperation of the entire staff of the County Treasurer's Office. Each contributing member of County staff has our sincere appreciation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

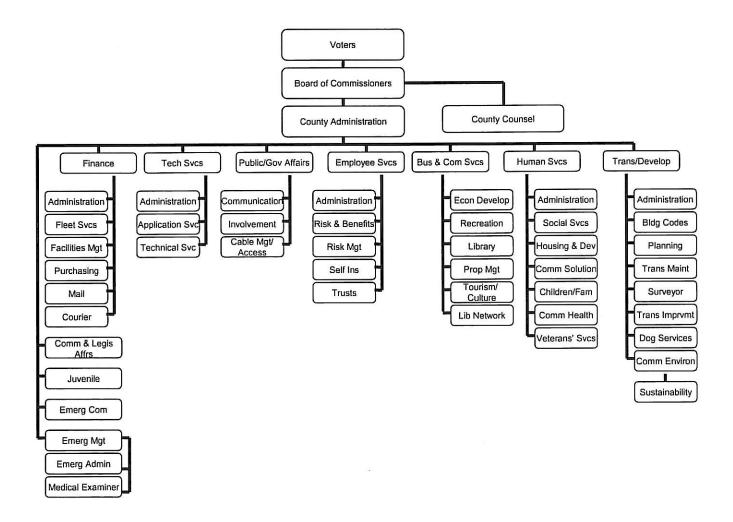
Sincerely,

Marc S. Gonzales Finance Director

Clackamas County Elected Officials



All Other Departments



PRINCIPAL OFFICIALS

JUNE 30, 2009

BOARD OF COUNTY COMMISSIONERS

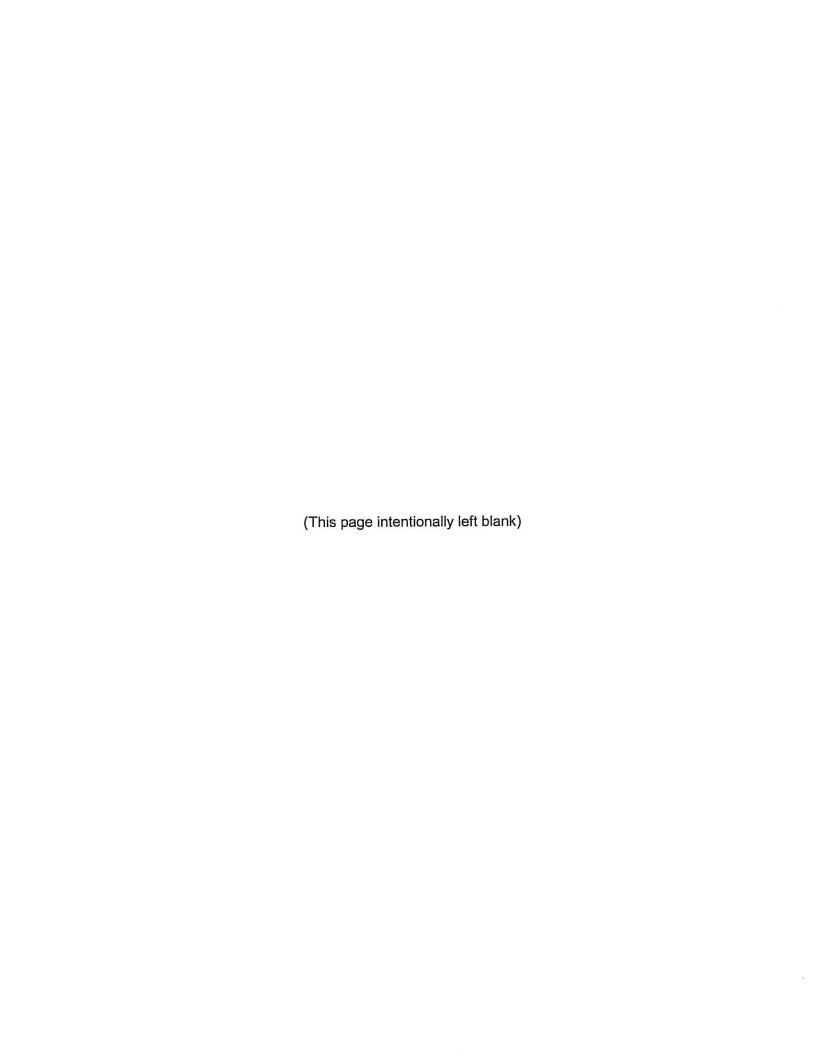
Title	Name
Commissioner, Chair	Lynn Peterson
Commissioner	Bob Austin
Commissioner	Jim Bernard
Commissioner	Charlotte Lehan
Commissioner	Ann Lininger

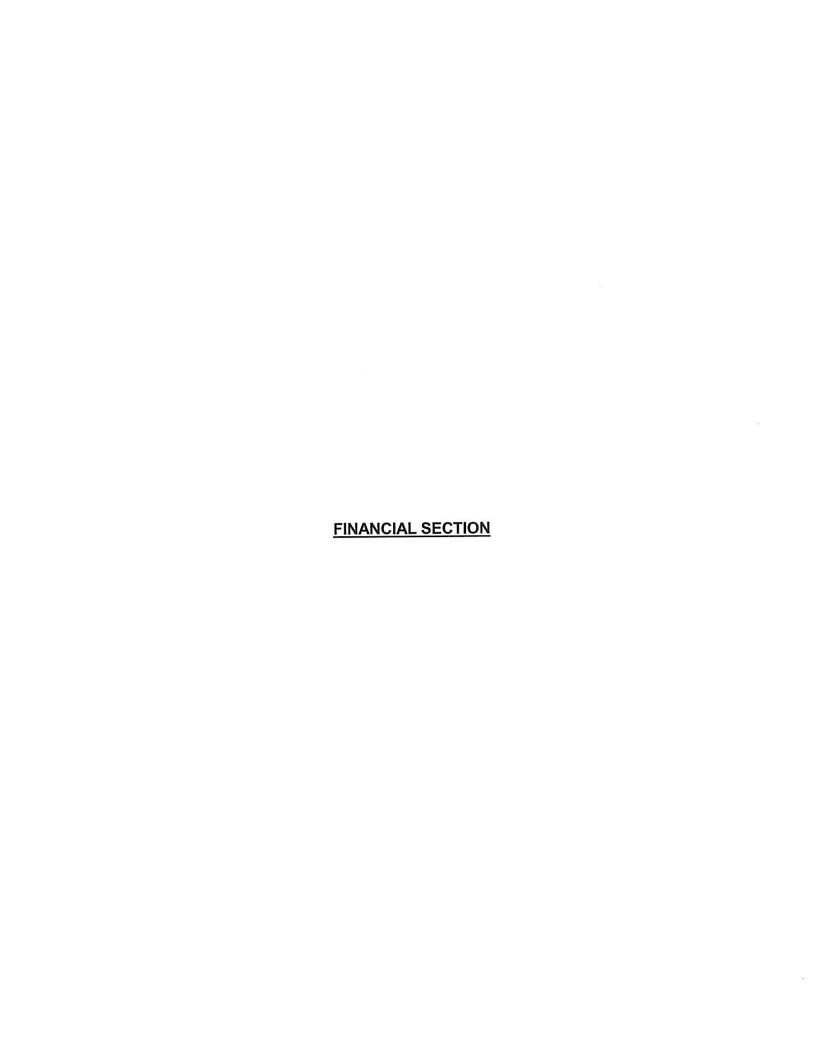
OTHER ELECTED OFFICIALS

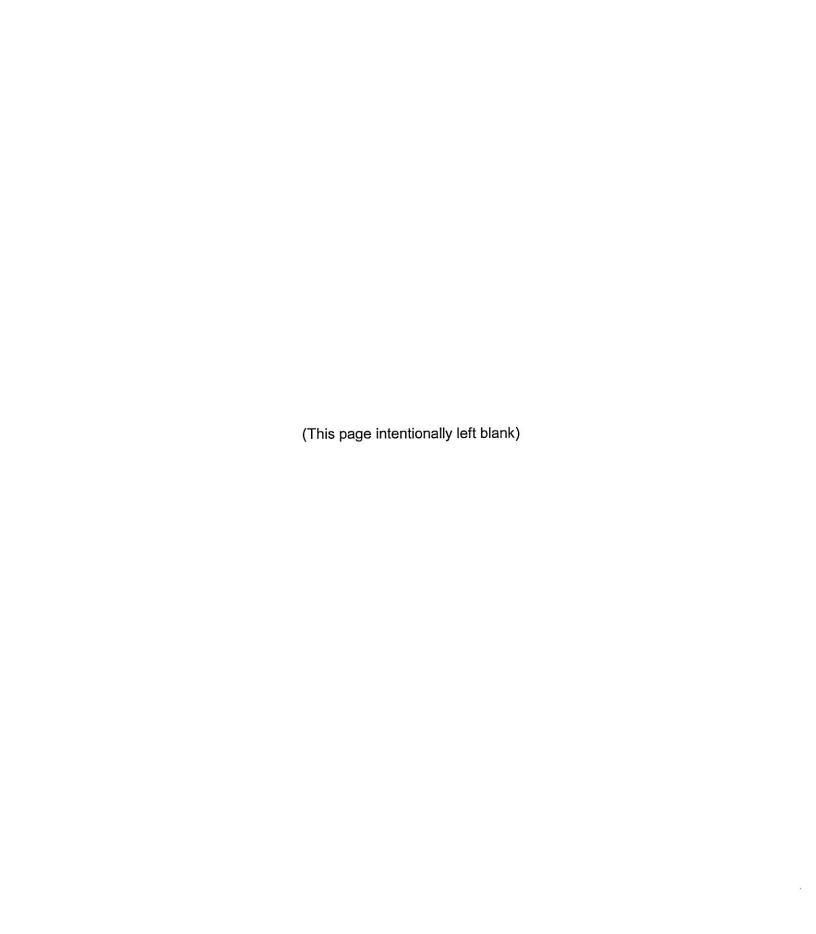
Title	Name
Assessor	Bob Vroman
County Clerk	Sherry Hall
District Attorney	John Foote
Sheriff	Craig Roberts
Treasurer	Shari A. Anderson
Justice of the Peace	Karen Brisbin

MANAGEMENT OFFICIALS

Title	Name
Acting County Administrator	Steve Wheeler
Finance Director	Marc Gonzales
Employee Services Director	Nancy Drury
Public and Government Affairs Director	Elissa Gertler
Human Services Director	Cindy Becker
Transportation and Development Director	Cam Gilmour
Water Environment Services Director	Michael Kuenzi
Business and Community Services Director	Dan Zinzer
Juvenile Director	Ellen Crawford
Emergency Management Director	Dana Robinson
County Counsel	Steven Lounsbury
Technology Services Director	David Cummings
Communications Department (C-Com) Director	Bob Cozzie
Family Court Services Director	Lauren MacNeill







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INDEPENDENT AUDITOR'S REPORT

March 31, 2010

Board of County Commissioners as Governing Body 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, 2009, 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. 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 reports 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, 2009, 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 March 31, 2010, 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

INDEPENDENT AUDITOR'S REPORT (Continued)

Board of County Commissioners as Governing Body of Clackamas County, Oregon March 31, 2010 Page 2

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.

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. The 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, as 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 we express no opinion on them.

TALBOT, KORVOLA & WARWICK, LLP

Certified Public Accountants

Timothy R. Gillette, Partner



MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2009

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, 2009. 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, 2009 by \$1,024,447 (reported as net assets). Of this amount, \$7,420 is restricted for future years' debt payments and \$11,409 is restricted for property acquisition and development projects.
- Total net assets increased by \$15,657 or 1.5% in fiscal year 2009. Various reasons account for the fiscal year 2009 increase in net assets which are discussed by management below.
- In governmental activities, revenue from fees, fines, and charges for services decreased by \$6,320 or 16.9% over the prior year. The economy continued to slow and business activity decreased significantly. Intergovernmental revenue decreased by \$1,668 or 1.5% over the previous year, although the County continues to actively pursue various state and federal grants to help fund an increasing demand for services. Capital grants and contributions increased by \$666 or 2.0% as the county completed several significant capital projects.
- Property tax revenues increased by \$6,698 or 6.1% over the prior year. Continued tax base expansion, due to the completion of new construction begun before the economic slowdown 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.
- Interest and investment earnings for governmental activities decreased by \$5,596 or 55.7% over the prior year due to a considerably lower rate of return on investments.
- General government expenses for governmental activities decreased by \$715 or 1.7% from the prior year, as funds were diverted to service activities.
- Net assets for business-type activities increased by \$1,575 or .7% in fiscal year 2009, although revenues decreased in all categories except for fees and charges for services.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2009

FINANCIAL HIGHLIGHTS (Continued)

- Total assets for business-type activities increased by \$38,491 or 15.4% over the prior year and total liabilities increased by \$36,916 or 119.4% in fiscal year 2009.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$127,120, a decrease of \$36,132 or 22.1%.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$13,984, or approximately 28.2% 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 financial statements. This report also contains required and 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 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 14 and 15 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2009

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

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-four 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, and the DTD Capital Projects 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 16 through 19 of this report.

Proprietary Funds. The County maintains two different types of proprietary funds. Enterprise funds are use 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.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2009

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

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 20 through 23 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 24 and 25 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 26 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 65 through 68 of this report.

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 on the following page.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2009

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

A condensed Statement of Net Assets at June 30, 2009 and 2008 follows:

	Gover	nmental	Busine	ss-Type		
	Acti	vities	Activ	vities	То	tal
	2009	2008	2009	2008	2009	2008
		(as restated)				(as restated)
Current and other assets	\$ 234,544	\$ 260,872	\$ 65,738	\$ 53,960	\$ 300,282	\$ 314,832
Capital assets, non-depreciable	435,337	447,333	52,456	36,296	487,793	483,629
Capital assets, depreciable	353,155	298,580	169,941	159,388	523,096	457,968
Total assets	1,023,036	1,006,785	288,135	249,644	1,311,171	1,256,429
			N			
Current liabilities	91,260	83,331	7,789	7,364	99,049	90,695
Liabilities due after one year	127,643	133,403	60,031	23,540	187,674	156,943
Total liabilities	218,903	216,734	67,820	30,904	286,723	247,638
Net assets:						
Invested in capital assets,						
net of related debt	659,773	608,482	184,085	170,268	843,858	778,750
Restricted:						
Debt service	598	276	6,822	4,873	7,420	5,149
Acquisition and development	11,409	24,194	-	-	11,409	24,194
Unrestricted	132,353	157,099	29,408	43,599	161,761	200,698
Total net assets	\$ 804,133	\$ 790,051	\$ 220,315	\$ 218,740	\$ 1,024,448	\$ 1,008,791

For governmental activities, total assets increased \$16,251 or 1.6% during fiscal 2009, owing primarily to an increase in total capital assets, due to the completion of a number of major construction projects and a decrease in cash and investments.

Total net assets for governmental activities increased \$14,082 or 1.8% 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 \$38,491 or 15.4% during fiscal 2009, resulting primarily from increases in cash and investments and capital assets. Cash and investments increased by \$10,989 or 22.0%, in addition, land, easement and construction in progress increased \$16,160 or 44.5%, while capital assets net of depreciation increased \$10,553 or 6.6%. Overall, liabilities increased \$36,916 or 119.5% from the prior year, with an increase in current liabilities, and an increase in long-term liabilities that reflects the issuance of revenue bonds by Service District No. 1 in the amount of \$38,460.

Total net assets for business-type activities increased \$1,576 or 0.7% over the previous year. Net asset increases are discussed in the following Statement of Activities section.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2009

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

A condensed Statement of Activities for the years ended June 30, 2009 and 2008 follows:

	G	overr	ımer	ntal	Busines	ss-Ty	ре				
		Activ	/ities	3	Activ	ities		Total			
	200	9		2008	2009		2008		2009		2008
Revenues:											
Program revenues:											
Fees, fines, charges for services	\$ 31	,030	\$	37,350	\$ 41,086	\$	39,509	\$	72,116	\$	76,859
Operating grants and contributions	110	,471		112,139	2,573		3,006		113,044		115,145
Capital grants and contributions	32	,632		31,966	5,922		9,828		38,554		41,794
General revenues:											
Property taxes	115	,728		109,030	-		-		115,728		109,030
Other taxes	4	,849		4,951	ΔI.		(2)		4,849		4,951
Gain on disposal of assets		265		1,888	126		-		265		1,888
Investment earnings	4	,448		10,044	1,309		2,525		5,757		12,569
Miscellaneous	1	,390		3,776	 1,343		1,548		2,733		5,324
Total revenues	300	,813	0.00	311,144	52,233		56,416		353,046		367,560
Expenses:											
General government	39	,437		40,152	-		-		39,437		40,152
Public protection	90	,073		88,172	-		-		90,073		88,172
Public ways and facilities	42	,677		40,229	=		520		42,677		40,229
Health and sanitation	66	,268		62,922	10		SE		66,268		62,922
Culture and recreation	13	,544		11,175			-		13,544		11,175
Education	7	,741		7,606	(=		-		7,741		7,606
Economic development	21	,453		15,494	-		3.0		21,453		15,494
Interest and fiscal charges	5	,538		6,199			•		5,538		6,199
Sanitary sewer and surface water		(-)3		(())	27,644		24,774		27,644		24,774
Housing assistance		-			18,814		18,504		18,814		18,504
Golf		-			2,412		2,322		2,412		2,322
Lighting		-			 1,788		1,676		1,788		1,676
Total expenses	286	,731		271,949	 50,658		47,276		337,389		319,225
Increase in net assets before transfers	14	,082		39,195	1,575		9,140		15,657		48,335
Transfers		-		207			(207)				
Increase in net assets	14	,082		39,402	1,575		8,933		15,657		48,335
Net assets, beginning of year,									2 2 22 2		arou n en
as previously reported	790	0,051		750,336	218,740		209,807	1	,008,791		960,143
Restatement	-	-	. —	313	 	_					313
Net assets, end of year	\$ 804	1,133	\$	790,051	\$ 220,315	\$	218,740	\$ 1	,024,448	\$	1,008,791

For governmental activities, expenses increased while revenues decreased. Total revenue decreased \$10,332 or 3.3% over the prior year. A decrease of \$6,320 or 16.9%, owing to a decrease in the demand for services as the economy began to deteriorate, was reported in fees, fines and charges for services. A reduction of \$1,668 or 1.5% was reported in operating grants and contributions due, in part, to decreased funding in State mental health and public health programs. Capital grants and contributions increased by \$665 or 2.1% due in part to the continuation of large infrastructure projects. Growth in property taxes receipts of \$6,698 or 6.1% were related to an increase in the tax base due to the 3% annual growth permitted by statute and the return of tax-restricted urban renewal property to the general tax rolls. A

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2009

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

decrease in investment earnings in the amount of \$5,596 or 55.7% resulted from the County safe-keeping funds in only the most conservative investments during the continued period of market instability. In addition, miscellaneous revenue decreased by \$2,386 or 63.2%, in keeping with the general trend of declining revenue, during the current year.

For governmental activities, total 2009 expenses increased \$14,782 or 5.4%. Increases were reported in Public Protection of \$1,901 or 2.2%, in Public Ways and Facilities of \$2,448 or 6.1%, Health and Sanitation of \$3,346 or 5.3%, Culture and Recreation of \$2,369 or 21.2%, in Education of \$135 or 1.8% and in Economic Development of \$5,959 or 38.5%. Decreases were reported in General Government of \$715 or 1.8% and in Interest and Fiscal Charges of \$661 or 10.7%. General Government expense declined modestly because of a decrease in the number of FTEs as staff was reduced to trim expenses. Public Protection expense increased primarily at the Sheriff's Office, with the growth in spending funded by new public safety and Homeland Security grants. Public Ways and Facilities expense increased as work on a number of highway and bridge construction projects increased in response to significant winter storm damage and population growth. In Health and Sanitation the increase reflected the rise in demand for mental and public health services as many County residents lost their jobs and health insurance in the continuing recession. Culture and Recreation expense increased as NCPRD faced greater expenses in the aquatic and leisure program areas, the programs for seniors and interest on long-term debt. Economic Development expense increased due to continued redevelopment projects in the Clackamas Town Center and Government Camp areas. In Interest and Fiscal Charges there were no new long-term debt issues.

For business-type activities, the excess of program revenues over program expenses was \$181 in Sanitary Sewer and Surface Water activities, which was a decrease of \$4,923 or 96.5% over the prior year. The excess of program revenues over program expenses was \$368 in Golf, which was a decrease of \$112 or 23.3% over the prior year. The excess of program revenues over program expenses was \$90 in Lighting, which was an increase of \$44 or 95.7% over the prior year. Earnings on investments amounted to \$1,308, which was a decrease of \$1,216 or 49.2% over the prior year. Offsetting these increases to net assets was a deficit in the Housing Assistance program of \$(1,716). This deficit was an increase of \$(1,153) or 248.0% from the prior year. Please see the Statement of Revenues, Expenses, and Changes in Net Assets, Proprietary Funds, for more detail relating to business type activities.

FUND ANALYSIS

The primary fund of the County, the General Fund, ended a year of operations with a decrease in fund balance of \$2,782 or 16.5%. Total revenues in the General Fund increased \$5,828 or 4.5% over the prior year, due primarily to increases in property taxes of \$4,016 or 4.9% and miscellaneous of \$1,383 or 9.7%, other taxes of \$304 or 16.1%, in licenses and permits of \$193 or 15.7%, in intergovernmental revenue of \$83 or 0.8%, and in charges for services of

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2009

FUND ANALYSIS (Continued)

\$335 or 2.5%, which were offset by decreases in fines, forfeitures, and penalties of \$53 or 7.8% and in interest of \$429 or 41.3%. Charges for services to other County funds revenue increased \$1,081 or 11.3% over the prior year; however, this was partially offset by a decrease in charges for services to others in the amount of \$746 or 20.6%. Expenditure increases of \$4,980 or 11.2% 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 \$1,576, which was a decrease of \$2,565 or 61.9% from the prior year ending fund balance. Revenues decreased \$2,880 or 8.1% over prior year revenues, with declines in both State and Federal funding for mental health services and for low-income patients of the County's clinic. The slight increase in expenditures of \$119 or .3% of prior year expenditures reflected the decline in revenue. There was a decrease of 1.9% in personal services with the elimination of several full-time staff positions. There was a small increase of \$390 in materials and services related to programs for children, the developmentally disabled, and services to low-income patients for the current fiscal year.

The Sheriff Operations Fund experienced an increase in fund balance of \$594 or 19.2%. Revenues increased by \$1,575 or 12.4%, with an increase in the recovery of costs on local intergovernmental contracts of \$1,037 or 16% and various reimbursements for services up \$78 or 1.8%. Expenditures increased 4.6% or \$2,440, with increases in most expenditure categories offset by a small decrease in Administration and Operations. The Detectives saw the largest increase of \$1,130 or 23.1%, as personnel were added. Also noteworthy is the increase for the fourth year in a row of transfers from the General Fund of \$723 or 1.8% to keep jail beds open.

Of the nonmajor special revenue funds, only the Parks Trust Fund had a significant increase in fund balance of \$1,464 or 67.7%, due to the fact that it had no expenditures during 2009. Five nonmajor special revenue funds experienced significant decreases in fund balance during 2009. These funds were the Community Corrections Fund, which decreased \$1,023 or 32.3% due to a significant increase in parole and probation activities; the Development Services Fund, which decreased \$2,966 or 59.7% as fees for building permitting and inspections declined while expenses for these activities increased; the Parks Fund, which decreased \$1,586 or 800.2% because support from the General Fund fell to less that 10% of what it had been in 2008; the Transportation System Development Charge Fund and the Joint Transportation SDC Fund both experienced significant decreases, with the former declining \$4,181 or 29.6% and the latter declining \$5,438 or 183.4%, because of large transfers out to the DTD Capital Fund to pay for infrastructure projects.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2009

FUND ANALYSIS (Continued)

General Fund Budgetary Highlights

The General Fund budget was amended only minimally during the year. The non-departmental budget was increased by \$2,443 or 16.0%. Other budget amendments were small and limited in number.

Total revenues in the General Fund were under budget by \$2,110 or 1.6%. Property taxes and charges for services to other County funds exceeded budget by \$245 or 0.2% and \$167 or 1.6%, respectively and other taxes exceeded budget by \$167 or 8.3% as well. Intergovernmental federal revenues were under budget due to the timing of public protection projects. Miscellaneous revenues were under budget \$1,509 or 9.3% 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 for the County Administration and the County Counsel, which both exceeded their budgets by an immaterial amount. Total expenditures in the General Fund were \$16,642 or 25.1% under budget. Overall the General Fund experienced a decrease in fund balance on the budgetary basis of \$3,115 or 19.3%.

CAPITAL ASSETS

Governmental activities as of June 30, 2009 had invested \$788,492 in capital assets net of depreciation. This was an increase of \$42,580 or 5.7% over the prior year. Infrastructure, primarily roads, net of depreciation increased \$3,428 or 1.7% during the year. Depreciation of \$14,601 was recorded for the roads network. Road right-of-ways increased \$2,493 during the year. Construction in progress decreased \$20,051, as many projects, including significant road improvements and the Development Services Building at the Red Soils campus, were completed and put into service. A number of infrastructure projects throughout the County, including improvements to the Clackamas Town Center area and the Sunrise Corridor account for the additions to construction in progress.

For business type activities, capital assets net of depreciation increased \$26,714 or 13.7% over the prior year. Construction in progress increased \$15,247 from water system and low income housing projects. Plants and line system net of depreciation increased \$10,213. Accumulated depreciation increased \$8,959 in total. Please see Note 1 for capital asset policy and Note 5 for capital asset activity.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2009

CAPITAL ASSETS (Continued)

A condensed schedule of capital assets, net of depreciation, for June 30, 2009 and 2008 follows:

	Governmen	ital A	ctivities	1	Business Ty	pe A	ctivities	Total					
	2009	2008		22	2009	KI (100)	2008	12.	2009	7	2008		
Land and right of way	\$ 362,104	\$	354,049	\$	17,007	\$	16,095	\$	379,111	\$	370,144		
Construction in progress	73,232		93,283		35,448		20,201		108,680		113,484		
Buildings and improvements	127,950		78,468		15,073		16,161		143,023		94,629		
Equipment and vehicles	20,582		18,916		2,260		947		22,842		19,863		
Plants and line systems	-		-		151,260		141,039		151,260		141,039		
Infrastructure	204,624		201,196		-		-		204,624		201,196		
Street lighting poles	-		=		1,349		1,240		1,349		1,240		
Total	\$ 788,492	\$	745,912	\$	222,397	\$	195,683	\$	1,010,889	\$	941,595		

DEBT ADMINISTRATION

During fiscal year 2009 Clackamas County issued no new bonds. Under state law, the County has a debt limitation of 2% of the total assessed value of taxable property in Clackamas County. At June 30, 2009 the County was well below the legal limitation imposed under state law. Please see Note 8 for additional detail relating to long-term debt. Following is a condensed schedule of long-term debt as of June 30, 2009 and 2008:

	G	overnmen	tal A	Activities	Βι	usiness Ty	pe .	Activities	Total				
	W	2009		2008		2009		2008	_	2009	_	2008	
Bonds payable:													
Revenue bonds	\$	30,544	\$	36,417	\$	46,265	\$	8,815	\$	76,809	\$	45,232	
General obligation bonds		18,875		19,105		8,900		9,170		27,775		28,275	
Full faith and credit obligations		58,940		61,100		5,150		5,400		64,090		66,500	
Bancroft tax assessment bonds		1,400		1,400				-		1,400		1,400	
Premiums		226		238		90		W.		316		238	
Discount		=0		#3		(173)		(183)		(173)		(183)	
Deferred amount on refunding		•//		-	2	(348)		(444)		(348)		(444)	
Total bonds payable		109,985	-	118,260	900	59,884	10 170	22,758	126	169,869	(6	141,018	
Other long-term debt:													
Contracts, notes and loans payable		17,955		12,933		2,161		3,062		20,116		15,995	
Capital leases		-		40		(-				-		40	
Total long-term debt	\$	127,940	\$	131,233	\$	62,045	\$	25,820	\$	189,985	\$	157,053	

ECONOMIC FACTORS

Property taxes represent a significant revenue source for governmental activities. Approximately 91.4 percent of general revenues reported for the County as a whole in the Statement of Activities are property taxes. Approximately 38.3 percent of total revenues reported for governmental activities are property tax revenues. Property tax growth for the County and component units was 6.1 percent for the year. 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.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)

JUNE 30, 2009

ECONOMIC FACTORS (Continued)

Many County programs, particularly Human Services and Community Corrections, are supported largely by State of Oregon 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% since the second quarter of 2004 has turned around sharply since the end of the 2008 fiscal year. Rapid job losses have left Oregon with an unemployment rate hovering around 11%. This has led to State income tax collections falling markedly for the two year State budgetary period, ending June 30, 2009. Oregon experienced a significant shortfall in revenue for the 2007-2009 biennium, although this will be relieved somewhat by the new federal stimulus package during the 2010 fiscal year. It appears extremely likely that state funding available to the County going forward will be significantly less than the funding level for the 2009 fiscal year.

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.



STATEMENT OF NET ASSETS

JUNE 30, 2009

	JUNE 30, 2009			
	Governmental Activities	Business-Type Activities	Total Primary Government	Workforce Investment Council of Clackamas County, Inc.
ASSETS	0 400 000 004	m 00 000 740	e 044 772 407	¢ 15.501
Cash and Investments	\$ 180,863,664	\$ 60,909,743	\$ 241,773,407	\$ 15,521
Taxes receivable	7,376,210	2,156	7,378,366	-
Accounts receivable, net	10,205,150	3,287,531	13,492,681	-
Assessments receivable including interest, net	851,737	1,253,587	2,105,324	-
Grants receivable	11,115,845	=	11,115,845	845,392
Notes and contracts receivable	8,229,959	45,038	8,274,997	
Internal balances	1,691,776	(1,691,775)	=	-
Other assets	836,738	170,017	1,006,755	1,794
Land held for resale	12,633,945	-	12,633,945	(5)
Unamortized bond discount and issuance cost	738,744	932,975	1,671,719	-
Intangible assets, net	-	828,909	828,909	#### ####
Capital assets:				
Land, easement and construction in progress	435,337,056	52,455,523	487,792,579	1=1
Other, net of accumulated depreciation	353,155,284	169,941,373	523,096,657	15,361
TOTAL ASSETS	1,023,036,109	288,135,077	1,311,171,184	878,068
LIADUITICO				
LIABILITIES	21,994,162	3,196,549	25,190,711	837,643
Accounts and claims payable	9,876,107	419,289	10,295,396	18,154
Accrued payroll		143,278	914,971	-
Deposits	771,693	346,248	41,412,370	72
Unearned revenue	41,066,122		1,078,146	
Accrued interest payable	469,831	608,315	1,618,774	
Other current liabilities	852,046	766,728	1,010,774	-
Long-term liabilities:				
Portion due or payable within one year:	0.400.500	440 507	C 272 042	
Compensated absences	6,123,506	149,537	6,273,043	-
Bonds payable	8,713,508	1,907,689	10,621,197	-
Contracts, notes and loans payable	1,393,010	250,647	1,643,657	-
Portion due or payable after one year:	5 V 12	1272 127	4 454 555	
Compensated absences	1,084,454	49,845	1,134,299	-
Bonds payable	101,271,450	57,976,013	159,247,463	-
Contracts, notes and loans payable	16,561,568	1,910,183	18,471,751	
Other postemployment benefits	8,725,823	95,252	8,821,075	
TOTAL LIABILITIES	210 002 200	67,819,573	286,722,853	855,797
TOTAL LIABILITIES	218,903,280	07,018,070	200,722,000	
NET ASSETS				
Invested in capital assets, net of related debt	659,772,975	184,085,331	843,858,306	-
Restricted:	- 1000 Maries - 1000 M. 1000 M. 1000 M. 1000 M.	10 1000 - 21 10 100 100 100 100 100 100 100 100 1	# COM #	
Debt service	597,898	6,822,250	7,420,148	-8
Acquisition and development	11,409,316	-,,	11,409,316	-
Unrestricted	132,352,640	29,407,923	161,760,563	22,271
Omeanioled	102,002,010			
TOTAL NET ASSETS	\$ 804,132,829	\$ 220,315,504	\$ 1,024,448,333	\$ 22,271
	(d)	100 To		

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2009

		FUR	THE TEAR ENDED	JUNE 30, 2009									
			Program Revenues	i	Net Revenue (Expense) and Change in Net Assets								
						Primary Governmen	nt	Component Unit					
ACTIVITIES	Expenses	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Totals	WICCO					
Primary government:													
Governmental activities General government Public protection Public ways and facilities Health and sanitation Culture and recreation Education Economic development Interest and fiscal charges	\$ 39,437,471 90,072,845 42,676,670 66,267,791 13,544,268 7,741,039 21,453,399 5,538,161	\$ 13,781,168 2,389,926 2,689,321 6,234,479 4,574,013 361,661 999,833	\$ 11,935,523 17,389,155 7,316,195 57,819,070 2,390,824 1,382,402 12,238,034	\$ - 32,631,510 - - -	\$ (13,720,780) (70,293,764) (39,644) (2,214,242) (6,579,431) (5,996,976) (8,215,532) (5,538,161)	\$	\$ (13,720,780) (70,293,764) (39,644) (2,214,242) (6,579,431) (5,996,976) (8,215,532) (5,538,161)	\$ - - - - - -					
Total governmental activities	286,731,644	31,030,401	110,471,203	32,631,510	(112,598,530)		(112,598,530)						
Business-type activities Sanitary sewer and surface water Housing assistance Golf Lighting	27,643,961 18,814,352 2,412,046 1,787,553	22,141,681 14,491,172 2,779,987 1,672,749	2,573,136 - -	5,683,015 34,417 - 205,000	-	180,735 (1,715,627) 367,941 90,196	180,735 (1,715,627) 367,941 90,196	- -					
Total business type activities	50,657,912	41,085,589	2,573,136	5,922,432	-	(1,076,755)	(1,076,755)	<u> </u>					
				- 00 550 040	(440 500 520)	(4.076.755)	(113,675,285)						
Total primary government	\$ 337,389,556	\$ 72,115,990	\$ 113,044,339	\$ 38,553,942	(112,598,530)	(1,076,755)	(113,073,203)						
Component unit: Workforce Investment Council of Clackamas County, Inc.	\$ 3,641,511	<u>s -</u>	\$ 3,644,136	. <u>\$</u> -				2,625					
	GENERAL REVEI Property taxes General purp Public protet Culture and Redevelopm Library debt Other taxes not Gain on dispos. Eamings on inv Miscellaneous	levied for: coses ction recreation eent districts service restricted to speci	ific programs		86,209,854 12,990,053 4,914,473 11,493,853 120,112 4,849,472 264,644 4,448,353 1,389,387	1,308,965 1,343,190	86,209,854 12,990,053 4,914,473 11,493,853 120,112 4,849,472 264,644 5,757,318 2,732,577						
		al revenues			126,680,201	2,652,155	129,332,356						
	CHANGE IN NET				14,081,671	1,575,400	15,657,071	2,625					
	NET ASSETS, Jul	y 1, 2008, as previ	iously reported		789,738,562	218,740,104	1,008,478,666	19,646					
	RESTATEMENT				312,595		312,595	· — •					
	NET ASSETS, Ju	ly 1, 2008, as resta	ated		790,051,157	218,740,104	1,008,791,261	19,646					
	NET ASSETS, Ju	ne 30, 2009			\$ 804,132,828	\$ 220,315,504	\$ 1,024,448,332	\$ 22,271					

GOVERNMENTAL FUNDS

BALANCE SHEET

JUNE 30, 2009

	General Fund	Community Health Fund	Sheriff Operations Fund	DTD Capital Projects Fund		Non-Major Funds		Totals
ASSETS:	# 45 BBB 500	£ 5000 004	0 - 04 74	0.00.000.004		440.055.574	œ.	172.040.040
Cash and investments	\$ 15,822,598	\$ 5,622,921	\$ 5,615,574	\$ 26,633,284	\$	119,355,571	\$	173,049,948
Restricted cash		·	=	1=0		4,000,000 1,828,510		4,000,000 7,376,210
Taxes receivable	5,547,700	- 0.045.000		400 440				The state of the s
Accounts receivable	508,320	8,245,299	58,163	106,440		1,141,849		10,060,071
Assessments receivable				-		851,737		851,737
Grants receivable	916,321	1,482,530	583,736	121,962		7,920,442		11,024,991
Notes and contracts receivable				. =00 0.40		8,229,959		8,229,959
Due from other funds	3,140,793	464,866	816,842	1,569,019		8,391,061		14,382,581
Land held for resale		·=:		263,097		12,370,848		12,633,945
Other assets	20,711	149	31,054	425		648,693		701,032
Interfund loan receivable	112,870					1,078,886	(-	1,191,756
TOTAL ASSETS	\$ 26,069,313	\$15,815,765	\$ 7,105,369	\$ 28,694,227	\$	165,817,556	_\$_	243,502,230
LIABILITIES AND FUND BALANCES Liabilities:								
Book overdraft	\$ -	\$ -	\$ -	\$ -	\$	10,719,273	\$	10,719,273
Accounts payable	1,476,539	2,932,350	578,427	3,709,298		7,544,969		16,241,583
Accrued payroll	2,642,873	1,085,859	2,166,362	=		3,255,654		9,150,748
Due to other funds	2,199,276	124,269	686,458	2,535,753		9,105,821		14 651,577
Deposits	60,896	2,979				707,818		771,693
Deferred revenue	5,592,447	10,093,816	2,277	21,640,434		26,139,397		63,468,371
Other liabilities				538,803		313,243		852,046
Interfund loans payable	<u> </u>					527,075		527,075
TOTAL LIABILITIES	11,972,031	14,239,273	3,433,524	28,424,288	_	58,313,250		116,382,366
Fund balances:								
Reserved for land held for resale	-	-	_	263,097		12,370,848		12,633,945
Reserved for loan receivable	112.870	-		200,00.		1,078,886		1,191,756
Unreserved	13,984,412	1,576,492	3,671,845	6,842		.,		19,239,591
Unreserved reported in non-major funds:	10,001,112	1,070,102	0,011,010	0,012				,,
Special revenue funds	21	300	=0	-		40,392,582		40,392,582
Debt service funds	2000年	_	<u>44</u>	12		36,427,539		36,427,539
Capital project funds	=	1000 (E.	-			17,234,451		17,234,451
TOTAL FUND BALANCES	14,097,282	1,576,492	3,671,845	269,939		107,504,306		127,119,864
	\$ 26,069,313	\$ 15,815,765	\$ 7,105,369	\$ 28,694,227	\$	165,817,556	\$	243,502,230

RECONCILIATION OF STATEMENT OF GOVERNMENTAL FUNDS BALANCE SHEET TO STATEMENT OF NET ASSETS

JUNE 30, 2009

TOTAL FUND BALANCE		\$	127,119,864
Total net assets shown in the Statement of Net Assets are different because:			
Capital assets are not financial resources for budgetary purposes and therefore are not reported in the governmental funds.			782,334,391
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.			22,402,249
Compensated absences not payable in the current year are not recorded as governmental fund liabilities			(6,643,614)
Other postemployment benefits are not recognized as a governmental fund liability			(8,379,898)
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 expense when it is due. These long-term assets and liabilities consist of: Bond discount and issuance costs Accrued interest payable Bonds payable, net of bond premium Contracts, notes, and loans payable Total	\$ 738,744 (469,831) (109,984,958) (17,954,578)		(127,670,623)
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.			14,970,459
TOTAL NET ASSETS		_\$	804,132,828

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED JUNE 30, 2009

	General Fund	Community Health Fund	Sheriff Operations Fund	DTD Capital Projects Fund	Non-Major Funds	Totals
REVENUES:			76	_	e ee 400 004	e 444.050.700
Property taxes	\$ 85,059,858	\$ -	\$ -	\$ -	\$ 29,190,931 2,657,156	\$ 114,250,789 4,849,472
Other taxes	2,192,316	764 200	150 222	_	9,513,217	11,855,613
Licenses and permits	1,418,784	764,290	159,322 34,971	_	999,281	1,677,521
Fines, forfeitures, and penalties	622,647	20,622	34 ₁ 31 1	_	148,856	148,856
Special assessment collections	609,105	108,524	11,512	<u>=</u>	3,511,199	4,240,340
Interest Intergovernmental	10,391,463	22,905,004	7,507,892	11,552,110	78,750,732	131,107,201
Charges for services	13,542,203	8,208,510	1,990,188	520,706	17,908,321	42,169,928
Grants	-	-		Server con describer ou de consecutivo	573,421	573,421
Contributions	-	16,609	32,850	5	203,941	253,400
Miscellaneous	15,676,793	441,435	4,562,433		3,349,514	24,030,175
5 (5.000) (6.000) (6.000) (6.000) (6.000) (6.000)	A STATE OF THE PARTY OF THE PAR	32,464,994	14,299,168	12,072,816	146,806,569	335,156,716
TOTAL REVENUES	129,513,169	32,404,334	14,233,100	12,072,010	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
EXPENDITURES:						
Current:						EG 404 040
General government	46,950,520	₫		(=)	9,543,496	56,494,016
Public protection	200	•	54,866,072	4 040 500	40,163,456 28,598,516	95,029,528 30,441,052
Public ways and facilities	2	92629 192629992 <u>2</u>	=	1,842,536	39,210,588	77,404,475
Health and sanitation		38,193,887	-) = 1	19,485,414	19,485,414
Economic development	4 004 504	=		-	13,842,603	15,747,164
Culture and recreation	1,904,561	-		150 1€1	7,754,360	7,754,360
Education	-	-			1,101,000	-,,
Debt service: Principal	1721	-	-		9,458,139	9,458,139
Interest and fiscal charges	12	-	=:	8.58	5,698,873	5,698,873
Capital outlay	771,230	24,000	274,254	27,660,427	28,907,815	57,637,726
TOTAL EXPENDITURES	49,626,311	38,217,887	55,140,326	29,502,963	202,663,260	375,150,747
EXCESS (DEFICIENCY) OF REVENUES	79,886,858	(5,752,893)	(40,841,158)	(17,430,147)	(55,856,691)	(39,994,031)
OVER EXPENDITURES	73,000,000	(0,102,000)	(10,011,100)			
OTHER FINANCING SOURCES (USES):					5,000,000	5,000,000
Loan proceeds		8.77	-	_	1,098,845	1,098,845
Proceeds from sale of capital assets	-	8 - 0	-	-	(977,164)	(977,164)
Loss on disposal of land held for resale	1,554,540	3,187,461	41,814,002	17,405,374	53,617,469	117,578,846
Transfers in	1,554,540	5,107,401	41,014,002	-	2,000,000	2,000,000
Interagency transfer in Transfers out	(82,223,974)		(378,565)	=	(36,235,778)	(118,838,317)
Interagency transfer out	(2,000,000)	2	-	-		(2,000,000)
170	(=,==,==,	()			No.	
TOTAL OTHER FINANCING	(82,669,434)	3,187,461	41,435,437	17,405,374	24,503,372	3,862,210
SOURCES (USES)				(24,773)	(31,353,319)	(36,131,821)
NET CHANGE IN FUND BALANCES	(2,782,576)	(2,565,432)	594,279	(24,773)	(31,333,319)	(30,131,021)
FUND BALANCES, July 1, 2008				004 740	444 050 700	400 202 417
as previously reported	17,982,191	3,787,168	3,077,566	294,712	141,250,780	166,392,417
DECTATEMENT	(1,102,333)	354,756	72	-	(2,393,155)	(3,140,732)
RESTATEMENT	(1,102,333)	304,100				
FUND BALANCES, July 1, 2008						
as restated	16,879,858	4,141,924	3,077,566	294,712	138,857,625	163,251,685
FUND BALANCES, June 30, 2009	\$ 14,097,282	\$ 1,576,492	\$ 3,671,845	\$ 269,939	\$ 107,504,306	\$ 127,119,864
					NA.	

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITY

FOR THE YEAR ENDED JUNE 30, 2009

NET CHANGE IN FUND BALANCES		\$(36,131,821)
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 Depreciation	\$ 63,804,610 (21,577,821)	42,226,789
Disposals of capital assets		(272,329)
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. Payment of long-term debt principal Bond premium		8,263,769 11,821
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. Issuance costs Amortization	100,714 (33,443)	67,271
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. Issuance of loans and contracts payables Payment of capital lease and contract principal		(5,000,000) 1,088,993
In the Statement of Activities interest expense is accrued on long-term debt. In the governmental funds interest expense is only recognized when it is due.		70,240
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.		6,084,505
Compensated absences are recognized as expenditures in the governmental funds when they are paid. In the Statement of Activities compensated absences are recognizes as expenses when they are earned.		(996,929)
OPEB expense not recognized on the governmental fund statements General government expense Public protection expense	(671,973) (1,020,278)	(1,692,251)
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.		361,613
OULANOE IN NET ACCETS		\$ 14,081,671_
CHANGE IN NET ASSETS		Ψ 14,001,071

PROPRIETARY FUNDS

STATEMENT OF NET ASSETS

JUNE 30, 2009

			Governmental Type Activities					
	Clackamas	Clackamas	ness Type Activiti	Surface Water Management			•	
	County Service	County Service	Tri-City Service	Agency of Clackamas	Authority of Clackamas	Stone Creek Golf Course	-	Internal
ASSETS	District No. 1	District No. 5	District	County	County	Fund	Totals	Service Funds
Current assets:								
Cash and cash equivalents	\$ 19,558,908	\$ 1,142,009	\$ 10,682,689	\$ 212,247	\$ 1,047,739 231,071	\$ 320,299	\$ 32,963,891 231,071	\$ 14,532,990
Cash with fiscal agent Investments	15,198,520	1.5		15	4,471,290	-	19,669,810	-
Accounts receivable, net	2,215,182	-	841,239	13,052	162,392	-	3,231,865	145,079
Grants receivable						-		90,853
Taxes receivable		mana nasab Z	2,156	-	424	120	2,156	(2)
Assessments receivable	59,207	108,588	-	-	(*)	820	167,795 20,766	2.159.100
Due from other funds Other assets	20,766 54,679	-	1,477	: .	113,861	-	170,017	135,706
Total current assets	37,107,262	1,250,597	11,527,561	225,299	6,026,353	320,299	56,457,371	17,063,728
Restricted current assets:	31,101,202	1,230,031	11,027,001	220,200	0,020,000	020,200	00,107,071	17,000,120
Cash	4,501,486	_	54,197	-	934,120	-	5,489,803	-
Investments	-	-	1.000 to 1.0	-	1,284,800	DEF	1,284,800	.57
Investments with fiscal agent					1,270,368		1,270,368	
Total restricted current assets	4,501,486		54,197		3,489,288		8,044,971	
Total current assets	41,608,748	1,250,597	11,581,758	225,299	9,515,641	320,299	64,502,342	17,063,728
Noncurrent assets:								
Connection charges receivable	55,666	a	-	•) = (-	55,666	-
Assessments receivable Contracts receivable	1,085,792 45,038	2	-	-	-	-	1,085,792 45,038	-
Capital assets, net	151,563,233	1,348,823	42,637,522	83,698	19,438,471	7,325,149	222.396.896	6,157,949
Intangible assets, net	641,284	.,,	187,625	,	120	%=	828,909	3=3
Unamortized bond discount and issuance cost	694,735				219,462	18,778	932,975	
Total noncurrent assets	154,085,748	1,348,823	42,825,147	83,698	19,657,933	7,343,927	225,345,276	6,157,949
TOTAL ASSETS	195,694,496	2,599,420	54,406,905	308,997	29,173,574	7,664,226	289,847,618	23,221,677
LIABILITIES								
Current liabilities:								
Accounts and claims payable	2,420,055	86,685	348,397	22,755	298,657	20,000	3,196,549	5,752,579
Accrued payroll Due to other funds	419,289 1,023,709	23,396	-		724	755	419,289 1,047,860	725,359 863,009
Compensated absences	1,023,709	23,390	-		149,537	700	149,537	476,434
Other postemployment benefits	-	_	-	2	, 10,00.	-	,	345,925
Deposits	=	2	-	=	143,278	**	143,278	181
Accrued interest payable	528,237	=	6,757	*	-	73,321	608,315	556
Deferred revenue	330,272	=	18.	5	15,976	•	346,248	-
Other Current portion of long-term debt:	•	×	-	-	766,728	12	766,728	2-7
Bonds payable	1,362,689	_		-	290,000	255,000	1,907,689	
Contracts, notes and loans payable	172,379		42,965	-	35,303	-	250,647	<u> </u>
Total current liabilities	6,256,630	110,081	398,119	22,755	1,699,479	349,076	8,836,140	8,163,305
Noncurrent liabilities:								
Compensated absences		=		달	49,845	2.0	49,845	87,912
Bonds payable	44,644,286	=		=	8,437,653	4,894,074	57,976,013	
Contracts, notes and loans payable	975,393	5	296,584		638,206 95,252		1,910,183 95,252	-
Other Interfund loan payable	-	-	-	-	664,681	-	664,681	-
Total noncurrent liabilities	45,619,679		296,584	-	9,885,637	4,894,074	60,695,974	87,912
TOTAL LIABILITIES	51,876,309	110,081	694,703	22,755	11,585,116	5,243,150	69,532,114	8,251,217
NET ASSETS	5,,070,000	. 10,001	30 111 00	22,,00	,500,110			
Invested in capital assets, net of related debt	128,618,509	1,348,823	42,485,598	83,698	9,372,628	2,176,075	184,085,331	6,157,949
Restricted for debt service	3,973,250	.,5-10,020	54,197		2,794,803	_,,-,	6,822,250	
Unreserved	11,226,428	1,140,516	11,172,407	202,544	5,421,027	245,001	29,407,923	8,812,510
TOTAL NET ASSETS	\$ 143,818,187	\$ 2,489,339	\$ 53,712,202	\$ 286,242	\$ 17,588,458	\$ 2,421,076	\$ 220,315,504	\$ 14,970,459
		·				5061:		

PROPRIETARY FUNDS

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2009

Governmental

Type Activities	Internal Service Funds	\$ 32,427,361 2,305,855 443,050	35,176,266	6,917,076	14,361,533	13,725,765	1 1	3 3	1,377,062	36,381,436	(1,205,170)	314 213	1	(6,901)	r	307,312	(897,858)	1 3	(442,540)	361,613	14,608,846	\$ 14,970,459
	Totals	\$ 41,085,589 2,573,136 1,415,560	45,074,285		9,184,018	4,114,189	950,412	5,150,298	9,232,457	46,382,414	(1,308,129)	1 308 965	(1,174,670)	(3,100,828)	(72,370)	(3,038,903)	(4,347,032)	5,922,432		1,575,400	218,740,104	\$ 220,315,504
	Stone Creek Golf Course Fund	\$ 2,779,987	2,779,987	ř		- 000 000 0	22,096,093	1 1	71,573	2,189,727	590,260	5 371	(222,319)			(216,948)	373,312	ä		373,312	2,047,764	\$ 2,421,076
spi	Housing Authority of Clackamas County	\$ 14,491,172 2,573,136 379,965	17,444,273	E _S	580.310	2,520,156	-	3,085,003	1,691,431	18,233,393	(789,120)	108 010	(580,959)	(200(200)		(382,040)	(1,171,160)	34,417	1 1	(1,136,743)	18,725,201	\$ 17,588,458
s - Enterprise Fur	Surface Water Management Agency of Clackamas County	\$ 157,332 - 8,967	166,299	Ē	61,674	2,088	69,930	(Y) •	2,268	157,720	8,579	200	- ' 2 1	ì	1	4,631	13,210		1 1	13,210	273,032	\$ 286,242
Business Type Activities - Enterprise Funds	Tri-City Service District	\$ 4,740,305 - 56,333	4,796,638		2,059,637	685,573	359,021 478,448	I) I	2,183,526	6,478,160	(1,681,522)	220 743	(15 731)	(17,178)	1,500	197,334	(1,484,188)	386,182		(1,098,006)	54,810,208	\$ 53,712,202
Busir	Clackamas County Service District No. 5	\$ 1,672,749	1,672,749	1	1 528 656			162,996	95,901	1,787,553	(114,804)	22 573	676,32			22,573	(92,231)	205,000		112,769	2,376,570	\$ 2,489,339
	Clackamas County Service District No. 1	\$ 17,244,044 - 970,295	18,214,339	ï	7,062,707	906,372	1,413,120	1,902,299	5,187,758	17,535,861	678,478	0000	(355 661)	(3,083,650)	(73,870)	(2,664,453)	(1,985,975)	5,296,833	r ı	3,310,858	140,507,329	\$ 143,818,187

TOTAL NONOPERATING INCOME (EXPENSE)

NONOPERATING INCOME (EXPENSE):
Interest income
Interest expense
Loss on disposal of capital assets
Other

TOTAL OPERATING EXPENSES
OPERATING INCOME (LOSS)

Other operating expenses
Administrative expenses
Housing assistance
Depreciation and amortization

TOTAL OPERATING REVENUES

Labor and Fringe benefits

Utilities Supplies Professional services

OPERATING EXPENSES:

Intergovernmental revenue Other

OPERATING REVENUES:

Charges for services

INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS

CHANGE IN NET ASSETS

Contributions Transfers in Transfers out NET ASSETS, June 30, 2008
NET ASSETS, June 30, 2009

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

CASH FLOWS FROM OPERATING ACTIVITIES: Cash received for services Cash received from grafts Cash received from customers Cash paid for claims and legal flees Cash paid to ridains and legal flees Cash paid to rhousing subsidies Cash paid to mousing subsidies Cash paid to enalted entities for services Cash paid to enalted entities for services Cash paid to employees for services Other operating revenue

NET CASH FROM OPERATING ACTIVITIES

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: Principal paid on bonds, contracts and loans payable

Interest received on assessments and contracts Interest paid on bonds, contracts and loans payable

Assessment and contract principal collected Bonds issued Bond issuance costs Bond premiums

Collection of connection charges, grants, and property taxes Capital contributed

Acquisition of capital assets Payments made on contracts payable Payments on notes payable

NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES: Transfers from (to) other funds Book overdraft NET CASH FROM NONCAPITAL FINANCING ACTIVITIES

CASH FLOWS FROM INVESTING ACTIVITIES:

Interest received on investments Proceeds from the sale of investment securities

Purchases of investments

NET CASH FROM INVESTING ACTIVITIES

NET CHANGE IN CASH AND CASH EQUIVALENTS

CASH AND CASH EQUIVALENTS, June 30, 2008

CASH AND CASH EQUIVALENTS, June 30, 2009

RECONCILIATION TO THE STATEMENT OF NET ASSETS

Current assets:

Cash and cash equivalents

Cash and cash equivalents Restricted assets:

CLACKAMAS COUNTY, OREGON FOR THE YEAR ENDED JUNE 30, 2009 STATEMENT OF CASH FLOWS PROPRIETARY FUNDS

Governmental Type Activities	Internal Service Funds	\$ 31,564,387 2,315,143 (6,009,211) (12,702,538) (13,955,565)	1,212,216		(2,002,447)	(2,002,447) 1,259,471 (927,141)	332,330	314,213	314,213	14,676,678	\$ 14,532,990	\$ 14,532,990	\$ 14,532,990
	Totals	2,779,987 13,492,830 26,552,687 (13,377,996) (10,205,873) (16,504,137)	7,552,295	(1,606,163) 50,602 (84,155) 189,414 38,550,085 (656,956) 62,947 477,748	(35,050,084) (165,507) (648,047)	2,159,226		1,276,979 15,852,264 (8,007,809)	9,121,434	19,620,739	38,453,694	32,963,891	6
	Stone Creek Golf Course Fund	\$ 2,779,987 \$ - - (2,090,777)	689,210	(250,000) (224,403) - 1,252 62		(473,089)	3	5,371	5,371	98,807	\$ 320,299 \$	\$ 320,299 \$	\$ 320,299 \$
	Housing Authority of Clackamas County	13,492,830 3,573,211 (4,566,043) (10,205,873) 372,843,600)	430,490	(371, 109)	(388,452)	(1,230,003)		198,919 819,086	1,018,005	1,763,367	\$ 1,981,859	\$ 1,047,739	1 11
INE 30, 2009 Business Tvoe Activities - Enterprise Funds	Surface Water Management Agency of Clackamas County	. 155,881 (54,422) (103,999)	6,457					4,923	4,923	200,867	212,247	\$ 212,247	212,247
o, 2009 ess Type Activities	Tri-City Service District	4,510,040 (1,830,733) (2,323,250)	412,390	(41,304) (16,552) - - - - - - - - - - - - - - - - - - -	(1,291,247)	(941,755)		237,402	237,402	11,028,849	10,736,886 \$	10,682,689	10,7
FOR THE YEAR ENDED JUNE 30, 2009 Business Tvo	Clackamas County Service District No. 5	1,649,322 (1,528,681) (206,078)	(85,437)	11112111				22,573	22,573	1,204,873	1,142,009 \$	1,142,009 \$	1,142,009 \$
FOR THE YEA	Clackamas County Service District No. 1	16,664,233 (3,307,340) (8,260,537)	6,099,185	(1,010,000) 50,602 127,909 189,414 38,550,085 (658,209)	(33,370,385) (165,507) (168,047)	4,804,073	 	807,791 15,033,178 (8,007,809)	7,833,160	5,323,976	\$ 24,060,394 \$	s 19,558,908 s	\$ 24,060,394 \$

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

PROPRIETARY FUNDS

STATEMENT OF CASH FLOWS (Continued)

FOR THE YEAR ENDED JUNE 30, 2009

Business Type Activities - Enterprise Funds Surface Water

Governmental Type Activities

	ਠ	Clackamas	ö	Clackamas			Managemeni	ement	로	Housing						
		County	Ü	County	F	Tri-City	Agency of	cy of	Autho	Authority of	Stone Creek	Creek				
		Service	(,	Service	Š	Service	Clackamas	amas	Clack	Clackamas	Golf course	ourse			_	Internal
	Dis	District No. 1	Ois	District No. 5		District	County	nty	ပိ	County	Fund	g	욘	Totals	Servi	Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES Operating income (loss)	U	878 478	ı,	(114 804)	5	(1 681 522)	U	8 570	U	(789 120)	er er	590 260	5	(1 308 129)	v.	(1 205 170)
Cheraing moone (1035)	9	0.4	•	30.00		,001,004	•	20,0		00,120			-	1200	•	701110000
Adjustments to reconcile operating income (loss)																
to net cash from operating activities:																
Depreciation and amortization		5,187,758		95,901	7	2,183,526		2,268	-	1,691,431		71,573	6,0	9,232,457	•	1,377,062
Principal payments forgiven on deferred loans		1		1		T		٠		(11,162)		٠		(11,162)		ì
Changes in assets and liabilities:																
Accounts and other receivables		(585,342)		(23,427)		(230,265)		(1,451)		11,838		1	•	(828,647)		22,462
Due from other funds		•		ľ						i		•		1	Ξ	(1,404,172)
Other assets		5,083		ı		645		1,733		(3,781)	2	213,939		217,619		61,447
Book overdraft		1		1		٠		1		٠		1		٠		927,141
Accounts and claims payable		433,456		4,788		140,006		(4,662)	ت	(580,145)		20,000		13,443		94,199
Accrued payroll		52,087		Ç								•		52,087		124,363
Other current liabilities		(6,036)		E S		Ĭ.		(10)		97,391				91,345		345,925
Deposits		•		1		ı		•		(15,660)		Ė		(15,660)		•
Compensated absences		a		•		•		٠		23,159		٠		23,159		652,707
Due to other funds		294,050		(47,895)		1		1		•	S)	(206,562)		39,593		216,252
Deferred revenue		39,651		1		•		1		6,539		•		46,190		•
Total adjustments		5,420,707		29,367	7	2,093,912		(2,122)	+	1,219,610		98,950	8,6	8,860,424		2,417,385
NET CASH FROM OPERATING ACTIVITIES	ь	6,099,185	G	(85,437)	S	412,390	ь	6,457	G	430,490	8	689,210	\$ 7,	7,552,295	es.	1,212,215

NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES: Contributions of capital from governments, developers, and customers

Principal payments forgiven on loans

	(%
A	ь
3,763,623	11,162
A	S
•	
n	υs
	11,162
æ	G
•	1
e.	ь
	•
ь	S
205,000	
co.	ь
3,558,623	ı
ь	မာ

FIDUCIARY FUNDS

STATEMENT OF NET ASSETS

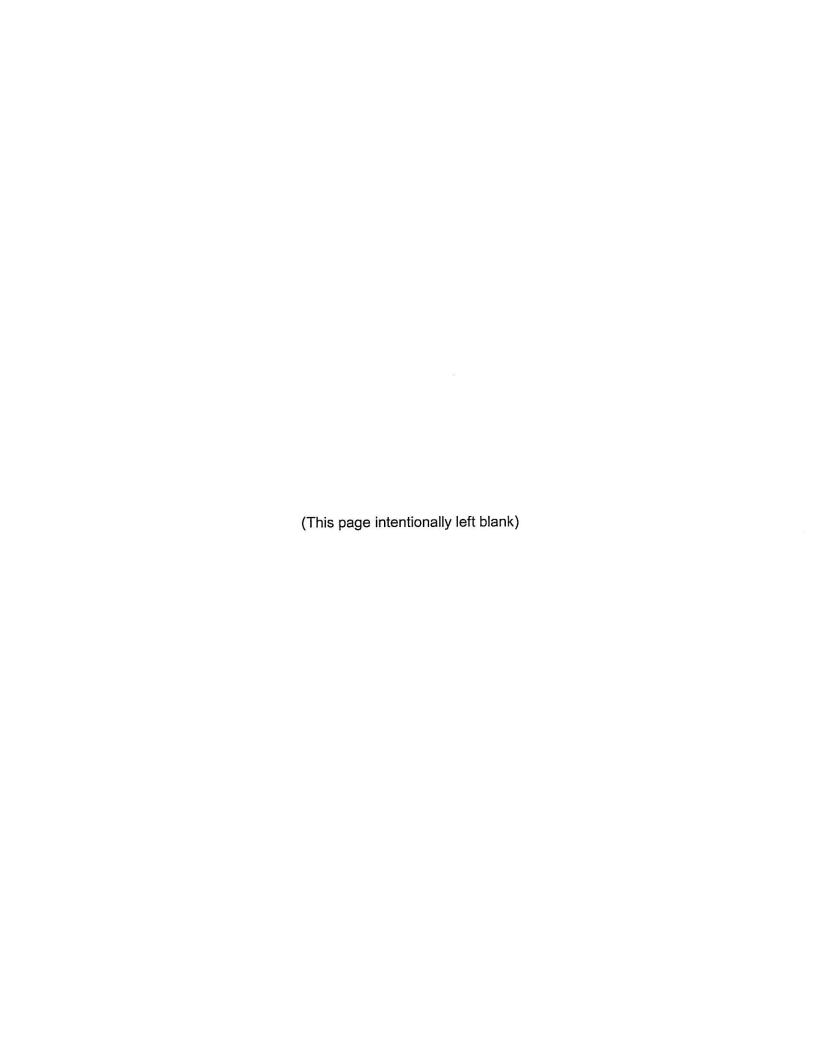
JUNE 30, 2009

		Pension Frust Fund	_A	gency Fund
ASSETS Cash and investments Property taxes receivable	\$	1,018,565 	\$	8,615,450 27,180,188
Total assets		1,018,565	70	35,795,638
LIABILITIES Accounts payable Amounts held in trust	-	5,118 -		- 35,795,638
Total liabilities		5,118	3 	35,795,638
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	_\$_	1,013,447	\$_	

PENSION TRUST FUND

STATEMENT OF CHANGES IN PLAN NET ASSETS FOR THE YEAR ENDED JUNE 30, 2009

ADDITIONS: Contributions Miscellaneous income	\$	865,300 25,259
TOTAL ADDITIONS		890,559
DEDUCTIONS: Benefit payments and withdrawals	-	519,133
CHANGE IN NET ASSETS		371,426
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS - June 30, 2008	37	642,021
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS - June 30, 2009	_\$_	1,013,447



NOTES TO BASIC FINANCIAL STATEMENTS

NOTES TO BASIC FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2009

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 five members governs the County under provisions of ORS 203.230, the BCC expanded from three to five County Commissioners as of January 1, 2009.

In evaluating how to define the County, management has considered all potential component units. The decision to include a potential component unit in the County 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 – reported as part of the County, 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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

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 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) 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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

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 its governmental programs and the County's 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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

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 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 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.
- 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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Fund Financial Statements (Continued)

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 selfinsured programs, employee assistance programs, along with printing, communications, equipment, vehicle and facilities management programs provided to other departments on a cost-reimbursable basis.
- 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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Fund Financial Statements (Continued)

 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 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.

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 and 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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus and Basis of Accounting (Continued)

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 privatesector 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.

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" or "Book Overdraft" 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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Investments (Continued)

The LGIP is administered by the Oregon State Treasury. The LGIP is an openended 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, which is not registered with the U.S. Securities and Exchange Commission as an investment company. 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).

<u>Receivables</u>

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.

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 or functional expenditures in the governmental funds. Donated assets are recorded at their fair market value at the date of donation.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets (Continued)

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.

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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 and discounts 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 (OPEB) Obligations

The County's net OPEB Obligation is recognized as a liability and ARC (annual required contribution) is expensed, as determined by the County's actuary, in the government-wide financial statements and proprietary fund financial statements.

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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Self-Insurance (Continued)

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.

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, Business and Development 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 - which 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

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budget (Continued)

appropriation transfers between the levels of control with approval by the Board. The Board adopted six supplemental budgets during the year. Appropriations lapse as of fiscal year-end.

The following table summarizes the County's over-expenditure of appropriations in major funds for the year ended June 30, 2009:

General Fund		
County administration	\$ 4,3	52
County Counsel	19,4	43
Transfers out	1,442,8	61
Sheriff Operations Fund		
Law Enforcement District	97,7	80

2. CASH AND INVESTMENTS

Cash and investments are comprised of the following:

Deposits with financial institutions:	
Demand deposits	\$ 12,240,453
, Money Market	23,085,905
Certificates of Deposit	18,240,411
Deposits with fiscal agent	1,501,439
Investments	196,339,214
	\$ 251,407,422

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

	\$ 251,407,422
Statement of Fiduciary Net Assets	 9,634,015
Cash and Investments - business-type activities	60,909,743
Cash and Investments - governmental activities	\$ 180,863,664

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

2. CASH AND INVESTMENTS (Continued)

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, 2009, and for the year then ended, the County was in compliance with the aforementioned State of Oregon statutes.

Cash for WICCO at June 30, 2009 consisted of demand deposits with financial institutions in the amount of \$15,521, which were covered by federal depository insurance.

Deposits

At year end, the carrying amount of the County's deposits with financial institutions was \$53,566,769 and the bank balance was \$54,921,507. Insurance and collateral requirements for deposits are established by banking regulations and Oregon law. All demand deposits are held in financial institutions participating in the FDIC's Transaction Account Guarantee Program (TAGP). Under that program, all noninterest-bearing transaction accounts are fully guaranteed by the FDIC for the entire amount in the account. Of the bank balance, \$1,940,000 was covered by federal depository insurance; \$12,675,278 was covered by the TAGP and \$40,306,229 was covered by the multiple financial institution collateral pool (ORS 295.015) administered by the Oregon Office of the Treasurer.

Investments

Investments at June 30, 2009 are comprised of the following: U.S. Government Agency obligations, effective yield 2.56% to 5.37%

State of Oregon Local
Government Investment Pool

\$ 95,697,762

100,641,452

\$ 196,339,214

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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

2. CASH AND INVESTMENTS (Continued)

Interest Rate Risk (Continued)

Investment maturity limitations for the County's investments are as follows:

Maturity	Policy	Actual
Less than 90 days	Minimum of 25%	58.0 %
Less than 12 months	No Limit	66.0
12 months to 24 months	Maximum of 40%	24.0
24 months to 36 months	Maximum of 30%	10.0

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, 2009. 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.

The State of Oregon Local Government Investment Pool is unrated. Approximately \$46 million of U.S. Government Agency obligations are rated AAA and the remainder are unrated.

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the government will not be able to recover the value of an investment or collateral securities in the possession of an outside party. The County's Investment Policy requires that broker/dealers meet certain qualifications and that investments are delivered to and held by a third-party custodian, which holds the securities in Clackamas County's name. Certificates of deposit (CDs) are not exposed to custodial credit risk.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

2. CASH AND INVESTMENTS (Continued)

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Clackamas County Investment Policy, which limits the amount invested in any one issuer, as a percentage of total investments, is 50% for U.S. Agency securities and 25% for certificates of deposit. On June 30, 2009, the County did not hold any investments with any one issuer that exceeded these limits.

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%.

4. LAND HELD FOR RESALE

Land held for resale activity for the year ended June 30, 2009 was as follows:

	Balance July 1, 2008 (As previously					Balance uly 1, 2008	1	ncreases	Balance		
	reported)		Restatement		(As restated)		(Decreases)		June 30, 2009		
Land held for resale	\$	12,976,941	\$	634,168	\$	13,611,109	_\$	(977,164)	\$	12,633,945	

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2009 was as follows:

Governmental activities:	Balance June 30, 2008	Increases	Decreases	Transfers	Balance June 30, 2009	
Capital assets not being depreciated:						
Land and improvements	\$ 29,793,628	\$ 4,808,498	\$ -	\$ 754,711	\$ 35,356,837	
Land - rights of way	324,256,092	2,492,526	-	=	326,748,618	
Construction in progress	93,283,140	47,988,099		(68,039,638)	73,231,601	
Total capital assets not being depreciated	447,332,860	55,289,123		(67,284,927)	435,337,056	
Capital assets being depreciated:						
Buildings and improvements	109,967,118	1,261,557	(12,940)	52,534,092	163,749,827	
Equipment	24,585,724	1,643,313	(149,303)	1,238,187	27,317,921	
Vehicles	32,893,544	3.097.339	(1,983,440)	-	34.007.443	
Intrastructure	342,598,398	4,515,723		13,512,648	360,626,769	
Total capital assets being depreciated	510,044,784	10,517,932	(2,145,683)	67,284,927	585,701,960	
Less accumulated depreciation for:						
Buildings and improvements	(31,498,872)	(4,308,013)	6,674	-	(35,800,211)	
Equipment	(16,301,752)	(1,889,693)	137,375	2	(18,054,070)	
Vehicles	(22, 262, 131)	(2, 156, 211)	1,729,305	<u> </u>	(22,689,037)	
Infrastructure	(141,402,392)	(14,600,966)			(156,003,358)	
Total accumulated depreciation	(211,465,147)	(22,954,883)	1,873,354		(232,546,676)	
Total capital assets being depreciated, net	298,579,637	(12,436,951)	(272,329)	67,284,927	353,155,284	
Total capital assets, net	\$ 745,912,497	\$ 42,852,172	\$ (272,329)	\$ -	\$ 788,492,340	

Capital assets not being depreciated: Land and easements		Balance June 30, 2008	Increases	Decreases	Transfers	Balance June 30, 2009
Land and easements \$ 16,095,143 20,200,582 \$ 911,595 34,846,262 \$ 586 (16,313,189) \$ 17,007,324 35,448,197 Total capital assets not being depreciated 36,295,725 35,757,857 (3,285,458) (16,312,603) 52,455,521 Capital assets being depreciated: Buildings and improvements 44,207,162 294,127 - 853,651 45,549,490 Equipment and vehicles 9,963,058 94,325 (40,723) 900,670 10,917,330 Street lighting poles 1,927,983 205,000 - 2 2,132,983 Plants and line system 231,476,767 2,647,028 - 14,558,282 248,682,077 Total capital assets being depreciated 287,574,970 3,240,480 (40,723) 16,312,603 307,087,330 Less accumulated depreciation for: 8,371,712 (325,555) 40,723 - (30,282,918) Equipment and vehicles (8,371,712) (325,555) 40,723 - (784,159) Street lighting poles (8,871,712) (325,555) 40,723 - (784,159) Street lighting poles (688,258) (95,901) - (784,159) Plants and line system (90,430,646) (6,991,680) - (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (16,312,603 169,941,373 Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373				V		
Construction in progress 20,200,582 34,846,262 (3,285,458) (16,313,189) 35,448,197 Total capital assets not being depreciated 36,295,725 35,757,857 (3,285,458) (16,312,603) 52,455,521 Capital assets being depreciated: Buildings and improvements 44,207,162 294,127 - 853,651 45,354,940 Equipment and vehicles 9,963,058 94,325 (40,723) 900,670 10,917,330 Street lighting poles 1,927,983 205,000 - - 2,132,983 Plants and line system 231,476,767 2,647,028 - 14,558,282 248,682,077 Total capital assets being depreciated 287,574,970 3,240,480 (40,723) 16,312,603 307,087,330 Less accumulated depreciation for: Buildings and improvements (28,696,597) (1,586,321) - - (30,282,918) Equipment and vehicles (8,371,712) (325,565) 40,723 - (8,656,554) Street lighting poles (688,258) (95,901) - - (784,159) <						
Total capital assets not being depreciated 36,295,725 35,757,857 (3,285,458) (16,312,603) 52,455,521 Capital assets being depreciated: Buildings and improvements 44,207,162 294,127 - 853,651 45,354,940 Equipment and vehicles 9,963,058 94,325 (40,723) 900,670 10,917,330 Street lighting poles 1,927,983 205,000 2,132,983 Plants and line system 231,476,767 2,647,028 - 14,558,282 248,682,077 Total capital assets being depreciated 287,574,970 3,240,480 (40,723) 16,312,603 307,087,330 Less accumulated depreciation for: Buildings and improvements (28,696,597) (1,586,321) - (30,282,918) Equipment and vehicles (8,371,712) (325,665) 40,723 - (30,282,918) Street lighting poles (688,258) (95,901) (784,159) Plants and line system (90,430,646) (6,991,680) - (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373		\$ 16,095,143	\$ 911,595	\$ -	\$ 586	\$ 17,007,324
Capital assets being depreciated: Buildings and improvements	Construction in progress	20,200,582	34,846,262	(3,285,458)	(16,313,189)	35,448,197
Capital assets being depreciated: Buildings and improvements					-	
Buildings and improvements	Total capital assets not being depreciated	36,295,725	35,757,857	(3,285,458)	(16,312,603)	52,455,521
Buildings and improvements						
Equipment and vehicles 9,963,058 94,225 (40,723) 900,670 10,917,330 Street lighting poles 1,927,983 205,000 - 2,132,983 Plants and line system 231,476,767 2,647,028 - 14,558,282 248,682,077 Total capital assets being depreciated 287,574,970 3,240,480 (40,723) 16,312,603 307,087,330 Less accumulated depreciation for: Buildings and improvements (28,696,597) (1,586,321) (30,282,918) Equipment and vehicles (8,371,712) (325,565) 40,723 - (8,656,554) Street lighting poles (688,258) (95,901) (784,159) Plants and line system (90,430,646) (6,991,680) (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373						
Street lighting poles 1,927,983 205,000 - - 2,132,983 Plants and line system 231,476,767 2,647,028 - 14,558,282 248,682,077 Total capital assets being depreciated 287,574,970 3,240,480 (40,723) 16,312,603 307,087,330 Less accumulated depreciation for: 80,000,000 - - - (30,282,918) Equipment and vehicles (8,371,712) (325,565) 40,723 - (8,656,554) Street lighting poles (688,258) (95,901) - - (784,159) Plants and line system (90,430,646) (6,991,680) - - (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373	Buildings and improvements	44,207,162	294, 127	226	853,651	45,354,940
Plants and line system 231,476,767 2,647,028 - 14,558,282 248,682,077 Total capital assets being depreciated 287,574,970 3,240,480 (40,723) 16,312,603 307,087,330 Less accumulated depreciation for: Buildings and improvements (28,696,597) (1,586,321) (30,282,918) Equipment and vehicles (8,371,712) (325,565) 40,723 - (8,656,554) Street lighting poles (688,258) (95,901) (784,159) Plants and line system (90,430,646) (6,991,680) (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373	Equipment and vehicles	9,963,058	94, 325	(40,723)	900,670	10,917,330
Total capital assets being depreciated 287,574,970 3,240,480 (40,723) 16,312,603 307,087,330 Less accumulated depreciation for: Buildings and improvements (28,696,597) (1,586,321) (30,282,918) Equipment and vehicles (8,371,712) (325,565) 40,723 - (8,656,554) Street lighting poles (688,258) (95,901) (784,159) Plants and line system (90,430,646) (6,991,680) (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373	Street lighting poles	1,927,983	205,000	-		2,132,983
Total capital assets being depreciated 287,574,970 3,240,480 (40,723) 16,312,603 307,087,330 Less accumulated depreciation for: Buildings and improvements (28,696,597) (1,586,321) - - - (30,282,918) Equipment and vehicles (8,371,712) (325,565) 40,723 - (8,656,554) Street lighting poles (688,258) (95,901) - - (784,159) Plants and line system (90,430,646) (6,991,680) - - (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373	Plants and line system	231,476,767	2,647,028		14,558,282	248,682,077
Less accumulated depreciation for: Buildings and improvements (28,696,597) (1,586,321) (30,282,918) Equipment and vehicles (8,371,712) (325,565) 40,723 - (8,656,554) Street lighting poles (688,258) (95,901) (784,159) Plants and line system (90,430,646) (6,991,680) (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373		Maria de la composición del composición de la co				
Less accumulated depreciation for: Buildings and improvements (28,696,597) (1,586,321) (30,282,918) Equipment and vehicles (8,371,712) (325,565) 40,723 - (8,656,554) Street lighting poles (688,258) (95,901) (784,159) Plants and line system (90,430,646) (6,991,680) (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373	Total capital assets being depreciated	287,574,970	3,240,480	(40,723)	16,312,603	307.087.330
Buildings and improvements (28,696,597) (1,586,321) - - (30,282,918) Equipment and vehicles (8,371,712) (325,565) 40,723 - (8,656,554) Street lighting poles (688,258) (95,901) - - (784,159) Plants and line system (90,430,646) (6,991,680) - - (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373						
Equipment and vehicles (8,371,712) (325,565) 40,723 - (8,656,554) Street lighting poles (688,258) (95,901) (784,159) Plants and line system (90,430,646) (6,991,680) (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373	Less accumulated depreciation for:					
Equipment and vehicles (8,371,712) (325,565) 40,723 - (8,656,554) Street lighting poles (688,258) (95,901) (784,159) Plants and line system (90,430,646) (6,991,680) (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373	Buildings and improvements	(28,696,597)	(1,586,321)	_	-	(30.282.918)
Street lighting poles (688,258) (95,901) - - (784,159) Plants and line system (90,430,646) (6,991,680) - - (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373	Equipment and vehicles	(8,371,712)		40,723		20 M. M. M. Carl
Plants and line system (90,430,646) (6,991,680) (97,422,326) Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373	Street lighting poles	(688,258)	(95,901)		SI=	
Total accumulated depreciation (128,187,213) (8,999,467) 40,723 - (137,145,957) Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373	Plants and line system	(90,430,646)	(6,991,680)	-	<i>n</i> =	
Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373	, a					
Total capital assets being depreciated, net 159,387,757 (5,758,987) - 16,312,603 169,941,373	Total accumulated depreciation	(128,187,213)	(8,999,467)	40,723		(137,145,957)
	STATE OF THE STATE			/ 		
	Total capital assets being depreciated, net	159,387,757	(5,758,987)		16.312.603	169.941.373
Total capital assets, net <u>\$ 195,683,482</u> <u>\$ 29,998,870</u> <u>\$ (3,285,458)</u> \$ - \$ 222,396,894	31					
	Total capital assets, net	\$ 195,683,482	\$ 29,998,870	\$ (3,285,458)	\$	\$ 222,396,894

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

5. CAPITAL ASSETS (Continued)

Depreciation expense was charged as follows:

Governmental Activities:		
General Government	\$	1,693,838
Public Protection		449,764
Public Ways and Facilities		15,730,617
Health and Sanitation		100,933
Culture and Recreation		1,154,726
Economic Development		3,809,700
Education		15,305
	\$	22,954,883
Business-type Activities:	-	
Sanitary Sewer and Surface Water	\$	7,153,103
Housing Assistance		1,678,890
Golf		71,573
Street Lighting		95,901
	\$	8,999,467

At June 30, 2009, WICCO had property and equipment with a net value of \$15,361. Depreciation expense for the year ended June 30, 2009 was \$4,232.

6. 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 \$4,498,226 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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

6. <u>SELF-INSURANCE CLAIMS PAYABLE (Continued)</u>

Changes in the total claims liability amount in fiscal 2007, 2008 and 2009 are as follows:

June 30,	June 30, Liability		Estimates	 Payments	Liability		
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	
2009		3,781,198	3,846,935	3,129,907		4,498,226	

This June 30, 2009 balance is included in the Statement of Net Assets in accounts and claims payable.

7. COMPENSATED ABSENCES

Compensated absences activity for the year ended June 30, 2009 was as follows:

	G	Business-type Activities			
Balance July 1, 2008 Additions Payments	\$	8,269,210 5,191,247 (6,252,497)	\$	176,223 149,996 (126,837)	
Balance June 30, 2009		7,207,960	\$	199,382	
Reported on Statement of Net Assets as follows: Current portion	<u> </u>	6,123,506	_\$	149,537	
Long-term portion	\$	1,084,454	\$	49,845	

8. 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 Bancroft Improvement Bonds 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 in 2007 to construct the Development Services Building and the obligation will be paid from general property tax revenues. In 2007 the Clackamas County Development Agency issued urban renewal bonds to fund

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

8. LONG-TERM DEBT (Continued)

Bonds Payable

the County's share of construction costs for the I-205 Light Rail line and the obligation will be paid from tax increment revenues. In 2008 the North Clackamas Park and Recreation District (NCPRD) issued full faith and credit bonds to finance the construction of Rock Creek Park and the obligation will be paid from general NCPRD property tax revenues.

Bonds payable transactions for the year are as follows:

					Principal	
	Original	Outstanding		Outstanding	Due Within	
Governmental activities:	Amount	June 30, 2008	Decreases	June 30, 2009	One Year	
North Clackamas Parks and Recreation District Limited						
Tax Revenue Refunding Series 2000; interest 5.05%-6%	\$ 8,560,000	\$ 6,360,000	\$ 385,000	\$ 5,975,000	\$ 405,000	
General Obligation Bancroft Improvement Bonds						
2003 Issue; interest 3.5%-4.25%	17,820,000	17,315,000	180,000	17,135,000	205,000	
Full Faith and Credit Obligation Bancroft Limited Tax						
Assessment Bonds 2000 Issue; interest 5.10%-6.5%	5,143,000	1,400,000	D) 5 0	1,400,000	8. 4 5	
Full Faith and Credit Obligation Bonds 2004 Issue;						
interest 4.1 %-4.75%	5,040,000	4,325,000	195,000	4,130,000	200,000	
Full Faith and Credit Obligation Bonds 2007 Issue;						
interest 4.0 %-5.0%	49,990,000	48,775,000	1,750,000	47,025,000	1,815,000	
Clackamas County Development Agency Urban Renewal						
Bonds 2007 Issue; interest 4.55%	35,333,000	30,057,474	5,488,769	24,568,705	5,738,508	
North Clackamas Parks and Recreation District Limited						
Full Faith and Credit Obligation Bonds 2008 Issue;						
interest 3.0%-4.0%	000,000,8	8,000,000	215,000	7,785,000	295,000	
Estacada Area County Service District for Library Services						
General Oblication Bonds 2005 Issue; interest 3%-4.43%	1,900,000	1,790,000	50,000	1,740,000	55,000	
		118,022,474	8,263,769	109,758,705	\$ 8,713,508	
Premiums		238,074	(11,821)	226,253		
		\$ 118,260,548	\$ 8,251,948	109,984,958		
Current portion				8,713,508		
Long-term portion				\$ 101,271,450	•	
				N 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3		

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

8. LONG-TERM DEBT (Continued)

Bonds Payable (Continued)

	0:1-11	0.4-4				Principal	
Business-type activities:	Original Amount	Outstanding June 30, 2008	Inomeses	Dogrados	Outstanding	Due Within	
business-type activities.	Amount	Julie 30, 2006	Increases	Decreases	June 30, 2009	One Year	
Clackamas County Service District No.1 Revenue Bonds 2002 Issue; interest 2.0% - 4.875% Less deferred amount on refunding	\$ 15,698,000	\$ 8,815,000 (443,556)	\$ -	\$ 1,010,000 95,448	\$ 7,805,000 (348,108)	\$ 1,035,000	
		8,371,444		914,552	7,456,892		
Clackamas County Service District No.1 Revenue Obligations 2009 Issue; interest 2.0% - 6.875% Premium	38,460,000	= -	38,460,000 91,302 38,551,302	(1,219) (1,219)	38,460,000 90,083 38,550,083	410,000	
Stone Creek Golf Course Full Faith and Credit Obligation Bonds 2003 Issue; interest 2% - 4.75% Less unamortized discount	6,355,000	5,400,000 (988) 5,399,012		250,000 62 249,938	5,150,000 (926) 5,149,074	255,000	
Housing Authority of Clackamas County General Obligation Bonds; interest 3.75% - 5.90% Less unamortized discount	13,505,000	9,170,000 (182,197) 8,987,803		270,000 9,850 260,150	8,900,000 (172,347) 8,727,653	290,000	
		\$ 22,758,259	\$ 38,551,302	\$ 1,423,421	\$ 59,883,702	\$ 1,990,000	

Current and future maturities at June 30, 2009 for the business-type activities are summarized as follows:

\$ 1,990,000
3,652
(85,963)
\$ 1,907,689
\$ 58,325,000
86,431
(435,418)
\$ 57,976,013
\$

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

8. LONG-TERM DEBT (Continued)

Bonds Payable (Continued)

Future maturities of bond principal and interest at June 30, 2009, are as follows:

Governmental activities:

North Clackamas Parks and Recreation District Limited Tax Revenue Refunding Bonds

Full Faith and Credit Obligation Bancroft Limited

Bancroft Improvement

Fiscal	 Serie	s2000		Т	ax Assessmer	ds 2000 Issue	Bonds 2003 Issue					
Year	Principal		Interest		Principal		Interest	Principal		Interest		
2010	\$ 405,000	\$	347,865	\$	Ē	\$	91,000	\$	205,000	\$	694,115	
2011	430,000		325,388		**		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	505,000		249,107				91,000		325,000		659,640	
2015-2019	3,000,000		767,579		-		455,000		2,165,000		3,109,515	
2020-2024	710,000		42,600		1,400,000		91,000		3,335,000		2,613,020	
2025-2029	2 4 1		<u>=</u> 7		-		-		4,915,000		1,802,190	
2030-2033	 			3			-		5,410,000		594,574	
	\$ 5,975,000	\$	2,309,729	\$	1,400,000	\$	1,001,000	\$	17,135,000	\$	11,508,674	

Estacada Area County Service District For County Services Clackames County Development Agency Full Faith and Oredit Obligation General Obligation Utban Renewal Bonds Fiscal Series 2004 Series 2005 Series 2007 Year Principal Interest Principal Interest Principal Interest 2010 \$ 200,000 \$ 176,740 \$ 55,000 \$ 74,813 \$ 5,738,508 \$ 1,117,876 2011 205,000 169,740 60,000 72,888 5,999,610 856,774 2012 215,000 162,360 65,000 6,272,592 70,788 583.792 225,000 2013 154,297 70,000 68,512 6,557,995 298389 235,000 2014 145,297 80.000 65.888 1,345,000 2015-2019 573,220 495,000 275,290 2020-2024 1,705,000 246,570 735,000 142,454 2025 180,000 7,650 4,130,000 1,628,224 1,740,000 778,283 24,568,705 2856,831

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

8. LONG-TERM DEBT (Continued)

Bonds Payable (Continued)

Fiscal		Full Faith and Cr Series	oligation		North Cla and Rec Full Faith and Seri	Total							
Year		Principal		Interest		Principal		Interest		Principa	al		Interest
2010 2011 2012 2013 2014 2015-2019 2020-2024 2025-2029 2030-2033	\$	1,815,000 1,890,000 1,960,000 2,040,000 2,125,000 11,990,000 14,745,000	\$	1,953,681 1,881,081 1,805,481 1,727,081 1,645,481 6,834,505 3,831,938 837,073	\$	295,000 305,000 310,000 320,000 330,000 1,840,000 2,235,000 2,150,000))))	\$ 269,5 260,5 251,3 241,6 232,1 989,6 637,7 174,5	63 38 88 38 38 38	9,1 9,5 9,9 3,6 20,8 24,8 17,7	13,508 19,610 32,592 77,995 00,000 35,000 65,000 05,000 10,000	\$	4,725,653 4,344,374 3,944,957 3,526,839 3,088,551 13,005,027 7,605,319 2,821,460 594,574
	\$	47,025,000	\$	20,516,321	\$	7,785,000	— -)	\$ 3,057,6	92	109.7	58,705	\$	43,656,754
Premium											26,253 84,958		
Business-type acti	vities:												
,,		Clacka	mas C	ounty		Clackama	is Co	ounty		Stone Creek (Golf Cou	ırse F	und
		Service				Service Dis				Full Faith and	Credit C	Obliga	tion
Fiscal		Revenue	Bonds			Revenue Bo	onds				es 2003		
Year		Principal		Interest	_	Principal		Interest	_	Principal		Intere	st
2010 2011 2012 2013 2014 2015-2019 2020-2024 2025-2029 2030-2034		\$ 1,035,000 1,065,000 1,095,000 1,130,000 1,165,000 1,755,000		268,700 234,906 198,366 159,605 118,506 235,451 54,548	\$	410,000 910,000 935,000 965,000 995,000 5,580,000 7,030,000 9,240,000 12,395,000	\$	1,875,215 1,496,243 1,477,793 1,453,966 1,429,543 6,692,963 5,638,413 3,961,444 1,505,521	\$	255,000 265,000 275,000 285,000 295,000 1,685,000 2,090,000	\$	2 1 1 1 6 2	16,137 08,006 98,887 88,731 77,487 81,479 54,042
		\$ 7,805,000	\$	1,270,082	\$	38,460,000	\$	25,531,101	\$	5,150,000	\$	1,9	24,769

The Housing Authority of Clackamas County General Obligation

Fiscal		Bo	nds		Total						
Year	. =	Principal	_	Interest		Principal	Interest				
2010	\$	290,000	\$	513,845	\$	1,990,000	\$	2,873,897			
2011		305,000		496,590		2,545,000		2,435,745			
2012		325,000		478,320		2,630,000		2,353,366			
2013		340,000		459,035		2,720,000		2,261,337			
2014		365,000		438,421		2,820,000		2,163,957			
2015-2019		2,165,000		1,508,595		11,185,000		9.118.488			
2020-2024		2,905,000		1,272,189		12,585,000		7,219,192			
2025-2029		2,205,000		358,820		11,445,000		4,320,264			
2030-2034						12,395,000		1,505,521			
	\$	8,900,000	\$	5,525,815		60,315,000	\$	34,251,767			
Premium			1000			90.083					
Less deferred amount on refunding						(348,108)					
Less unamortized											
discount						(173,273)					
					\$	59,883,702					

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

8. LONG-TERM DEBT (Continued)

Bonds Payable (Continued)

The Housing Authority of Clackamas County general obligation 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 of 1.1 to 1. The Series A coverage ratio for fiscal year 2009 is 1.35. 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, 2009.

In prior years, the North Clackamas Parks and Recreation District defeased certain general obligation bonds by placing the proceeds of new bonds in irrevocable trusts to provide for all future debt service payments on the old bonds. Accordingly, the trust accounts' assets and the liabilities for the defeased bonds are not included in the basic financial statements. At June 30, 2009, \$3,615,000 of bonds outstanding are considered defeased.

In prior years, the Clackamas County Service District No. 1 defeased certain general obligation bonds by placing the proceeds of new bonds in irrevocable trusts to provide for all future debt service payments on the old bonds. Accordingly, the trust accounts' assets and the liabilities for the defeased bonds are not included in the basic financial statements. At June 30, 2009, \$5,670,000 of bonds outstanding are considered defeased.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

8. LONG-TERM DEBT (Continued)

Loans and Contracts Payable

Loans and contracts payable transactions for the year ended June 30, 2009 are as follows:

Governmental activities:	Outstanding June 30, 2008		Increase		Decreases	J	Outstanding une 30, 2009
ODOT Loan payable; interest 3.75% ODOT Loan Payable; interest 3.65% Contracts payable; interest 4.3% - 5.6%	\$ 10,861,929 - 1,990,000	\$	5,000,000	\$	(733,314) - (65,000)	\$	10,128,615 5,000,000 1,925,000
City of Oregon City, Oregon SDC financing agreement; interest 4.00%	-		1,070,696		(169,733)		900,963
Clackamas County Development Agency: Contract payable; interest 1%	80,887				(80,887)		
	\$ 12,932,816	\$	6,070,696	\$	(1,048,934)		17,954,578
Current portion							(1,393,010)
Long-term portion						\$	16,561,568
							25
Business-type activities:			Outstanding]			Outstanding
			June 30, 200	8	Decreases		June 30, 2009
Clackamas County Service District No. 1:						_	
Contract payable to City of Portland for se	wer rights; interest						
at 7.5% and to the Oregon Department							
Quality for construction of sewerage fac	ilities; interest						
at 4.11% plus administrative fees			\$ 1,313,27	79	\$ (165,50	<u>7)</u>	\$ 1,147,772
Tri-City Service District:	onthousing the the state of						
Loan payable to the Oregon Department of							
Quality for construction of sewerage fac	28 - 12 - 13 - 13 - 13						
2.99% to 3.98% plus administrative fee	S	9	380,853 (41,304)			4)	339,549
Housing Authority of Clackamas County:							
Mortgage notes payable; collateralized by	ille die						
paid from rental income; interest 5.0% t Loan payable to the Farmers Home Admir			480,02	28	(29,33	4)	450,694
and the State of Oregon interest 0% to			239,50)2	(16,68	7)	222,815
				_			
			719,53	<u>80</u>	(46,02	<u>1)</u>	673,509
		i	\$ 2,413,66	<u>4</u>	\$ (252,832	<u>2)</u>	2,160,830
Current portion							(250,647)
Long-term portion							\$ 1,910,183

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

8. LONG-TERM DEBT (Continued)

Loans and Contracts Payable (Continued)

Future maturities for loans and contracts payable are as follows:

Governmental activities:

Fiscal		ODOT Loan P	ayabl	e 3.75%	ODOT Loan Payable 3.65%			Contracts Payable			able	
Year		Principal		Interest	-	Principal		Interest	F	Principal	,	Interest
2010 2011	\$	760,809 789,344	\$	379,824 351,692	\$	212,483 220,420	\$	183,117 175,180	\$	70,000 75,000	\$	110,860 107,080
2012		818.944		321,692		228,200		167,400		80,000		102,805
2013		849,654		290,982		237,175		158,424		85,000		98,245
2014		881,516		259,120		246,033		149,567		85,000		93,400
2015-2019		4,928,932		774,248		1,374,672		603,328		515,000		387,450
2020-2024		1,099,416		42,228		1,651,310		326,690		685,000		219,820
2025-2027						829,707		15,479		330,000		29,000
	\$	10,128,615	\$	2,419,786	\$	5,000,000	\$	1,779,185	\$	1,925,000	\$	1,148,660
						100					8	
	City	of Oregon Cit										
		Agreeme	nt 4.0		-		tal					
		Principal		Interest	33 5 3	Principal		Interest				
2010	\$	349,718	\$	32,576	\$	1,393,010	\$	706,377				
2011		363,846		18,447		1,448,610		652,399				
2012		187,399		3,748		1,314,543		595,645				
2013		-		10 10		1,171,829		547,651				
2014		()		(-		1,212,549		502,087				
2015-2019		2 - 0		-		6,818,604		1,765,026				
2020-2024		*		-		3,435,726		588,738				
2025-2027		-			7)-	1,159,707	***	44,479				
	_\$	900,963	\$	54,771	_\$	17,954,578	\$	5,402,402				

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

8. LONG-TERM DEBT (Continued)

Loans and Contracts Payable (Continued)

Business-type activities:

Fiscal	72	Clackamas County Service District No. 1 Contract Payable Tri-City Service District Loan Payable			Dist Loa		District Loan Payable		Housing of Clackan Mortgag Pay	nas Co	unty
Year		Principal		Interest		Principal		nterest	Principal		Interest
2010 2011 2012 2013 2014	\$	172,379 179,537 186,992 194,756 202,843	\$	45,420 38,263 30,808 23,044 14,956	\$	42,965 44,692 46,487 48,357	\$	13,091 11,364 9,567 7,699	\$ 29,718 28,894 31,157 33,621	\$	23,833 22,373 20,843 15,201
2015-2019 2020-2024 2025-2027		211,265		6,534		50,300 106,748 - -		5,755 5,363 - -	 36,306 182,963 80,787 27,248		12,877 53,780 24,987 3,467
	\$	1,147,772	\$	159,025	\$	339,549	\$	52,839	\$ 450,694	\$	177,361

Housing Authority of Clackamas County

Fiscal			ans ⁄able			То	tal	
Year	Principal		Interest		Principal		Interest	
2010	\$	5,585	\$	956	\$	250,647	\$	83,300
2011		5,641		901		258,764		72,901
2012		5,698		845		270,334		62,063
2013		5,755		674		282,489		46,618
2014		5,813		520		295,262		34,108
2015-2019		29,951		2,557		530,927		68,234
2020-2024		28,803		1,655		109,590		26,642
2025-2027		497		273		27,745		3,740
Undetermined		135,072	:-			135,072		-
	\$	222,815	\$	8,381	\$	2,160,830	\$	397,606

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.

Capital Leases Payable

The County entered into various lease agreements for financing the acquisition of equipment with an original cost of \$186,490. The remaining balance of the capital lease (\$40,059) was paid during the year ended June 30, 2009.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

8. LONG-TERM DEBT (Continued)

Conduit Debt

The County has issued conduit debt for the Hospital Facility Authority of Clackamas County. The aggregate outstanding amount is \$120,520,000 at June 30, 2009. The County has no obligation for repayment of this debt.

9. OPERATING LEASES

The County leases buildings and office equipment under non-cancelable operating leases. Rent expense amounted to approximately \$995,500 for the year ended June 30, 2009. Future payments are due as follows:

Fiscal Year		Amount
2010	\$	857,500
2011		241,500
2012		192,000
2013	1 <u>97</u>	192,000
	\$	1,483,000

During the year WICCO had a lease for office space. Rental expense for the year ended June 30, 2009 totaled \$35,287.

At June 30, 2009, the future minimum lease payments under this lease are as follows:

Year	Amount
2010	\$ 37,416
2011	38,496
2012	39,612
2013	40,752
2014	6,792
	\$ 163,068

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

10. <u>DUE TO/FROM OTHER FUNDS AND INTERFUND LOANS</u>

Interfund due to/from balances at June 30, 2009 are comprised of the following:

<u>Fund</u>	Due from Other Funds			Due to Other Funds
10	724		-	
General	\$	3,140,793	\$	2,199,276
Community Health		464,866		124,269
Sheriff Operations		816,842		686,458
DTD Capital Projects		1,569,019		2,535,753
Non Major		8,391,061		9,105,821
Internal Service		2,159,099		863,009
Stone Creek Golf Course		-		755
Clackamas County Service District No. 1		20,766		1,023,709
Clackamas County Service District No. 5		-		23,396
	\$	16,562,446	\$	16,562,446

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

Interfund loan balances at June 30, 2009 are comprised of the following:

	1000000	erfund Loan eceivable	Int	erfund Loan Payable
General Fund	\$	112,870	\$	
Non-Major Funds		1,078,886		527,075
Housing Authority of Clackamas County				664,681
	\$	1,191,756	_\$_	1,191,756

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

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

Future maturities of interfund loans are as follows:

Fiscal	Non-Major Funds					Community Development Fund				
Year		Principal	Interest		F	Principal		terest		
2010	\$	73,440	\$	25,830	\$	-	\$.=		
2011		77,016		22,253		-		_		
2012		376,619		18,501		-		-		
Undetermined		= = = = = = = = = = = = = = = = = = = =			3	664,681				
	\$	527,075	\$	66,584	\$	664,681	\$			

Fiscal		Total							
Year		Principal	Interest						
2010	\$	73,440	\$	25,830					
2011		77,016		22,253					
2012		376,619		18,501					
Undetermined	S-	664,681	×						
	\$	1,191,756	\$	66,584					

11. TRANSFERS TO/FROM OTHER FUNDS

Transfers to/from other funds consisted of the following:

Amount	Description
\$ 29,307,988	From the General Fund to other governmental funds for general operations.
41,780,202	From the General Fund to the Sheriff Operations Fund for general operations.
3,037,461	From the General Fund to the Community Health Fund for general operations.
882,047	From the General Fund to the Internal Service Funds for general operations.
4,133,106	From the General Fund to other governmental funds for capital asset improvements.
3,083,170	From the General Fund to other governmental funds for debt service.
1,112,000	From other governmental funds to the General Fund for operations at County library branches.
819,964	From other governmental funds to the Internal Service Funds for capital asset improvements.
17,405,374	From other governmental funds to the DTD Capital Fund for capital asset improvements.
150,000	From other governmental funds to the Community Health Fund for general operations.
33,800	From other governmental funds to the Sheriff Operations Fund for general operations.
378,565	From the Sheriff Operations Fund to other governmental funds for debt service.
442,540	From the Internal Service Funds to the General Fund for general operations.
5,315,020	Within other governmental funds for general operations.
11,399,620	Within other governmental funds for capital asset improvements.
\$ 119,280,857	

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

11. TRANSFERS TO/FROM OTHER FUNDS (Continued)

Interfund transfers are shown as follows:

Statement of Revenues, Expenditures
and Changes in Fund Balance - Governmental Funds \$ 11
Statement of Revenues, Expenses
and Changes in Net Assets - Proprietary Funds

_	Transfers In	_	Fransfers Out
\$	117,578,846	\$	(118,838,317)
-	1,702,011		(442,540)
\$	119,280,857	\$	(119,280,857)

12. 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.

The 2003 Oregon Legislature passed PERS reform legislation and essentially created a new retirement plan for employees hired on or after August 29, 2003. These employees become members of the Oregon Public Service Retirement Plan (OPSRP). OPSRP is administered by PERS.

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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

12. PENSION PLAN (Continued)

Plan Description (Continued)

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.

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 been made based on the annual required contribution and were charged to expense/expenditures.

The County's annual required contribution rate for fiscal 2009 was for Tier 1/Tier 2 employees 15.2% of covered employees' salaries, for OPSRP General Service employees 15.97% of covered employees' salaries and for OPSRP Police and Fire employees 19.24% of covered employees' salaries. The employee contribution rate is 6%. The County's required contribution rate will change to 11.96% for Tier 1/Tier 2 employees, 10.95% for OPSRP General Service employees and 13.66% for OPSRP Police and Fire employees as of July 1, 2009, as a result of a December 31, 2007 actuarial valuation.

Annual Pension Cost

For fiscal 2009, 2008 and 2007 the County's actual annual pension cost was approximately \$24,386,000, \$22,537,000, and \$18,124,000, respectively, and was 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 2009, then declining by .50% per year until the rate of 5% is reached in 2013; (d) consumer price inflation of 2.75% per year; (e) twenty year closed amortization of the unfunded actuarial liability as a level percentage of combined valuation payroll; and (f) contribution rates for a rate pool are confined to a collar based on the prior Tier 1/Tier 2 pension contribution rate and the new contribution rate will not increase or decrease from the prior contribution rate by more than the greater of 3 percentage points or 20 percent of the current rate.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

12. PENSION PLAN (Continued)

Annual Pension Cost (Continued)

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 Actuarial crued Liability JAAL) (Asset)	Percent Funded	 Covered Payroll	UAAL as a Percentage of Covered Payroll
2008 2007 2006	\$	452,197,000 601,534,000 566,542,000	\$	606,618,000 591,353,000 573,885,000	\$	154,421,000 (10,181,000) 7,343,000	75% 102% 99%	\$ 109,890,000 102,506,000 100,862,000	140% (10%) 7%

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, 2009, 2008 and 2007, the annual pension cost for the Authority was approximately \$276,000 \$268,000, and \$293,000, respectively, and was equal to the required and actual contributions.

						Un fund ed					
Actuarial		Actuarial		Actuarial		Actuarial				UAAL	
Valuation Date	Valuation Date Value of			Accrued A		rued Liability	Percent		Covered	as a Percentage	
December 31,		Assets	-	Liability	_(U.	AAL) (Asset)	Funded		Payroll	of Covered Payroll	
2008	\$	8,613,000	\$	11,233,000	\$	2,620,000	77%	\$	1,760,000	149%	
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%)	

WICCO makes employer matching contributions, as permitted by section 403(b) of the Internal Revenue Code, up to 8 percent of the employee's salary. Pension contribution expense totaled \$10,454 for the year ended June 30, 2009

13. 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.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

13. OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)

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 lower healthcare premium, which is spread among the cost of active employee premiums. The County's regular healthcare benefit providers underwrite the retirees' policies. Retirees may not convert the benefit into an in-lieu payment to secure coverage under independent plans. At June 30, 2009 there were 358 Tier 1/Tier 2 and OPSRP General Service retirees that were receiving the post-employment healthcare benefit.

The County also 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. Retirees are responsible for the payment of annual deductibles, which vary according to the plan selected. The County funds premium costs by contributing 3% for all Sheriff's office covered employees, whether they are union or non-union. During fiscal 2009, benefit payments of \$519,133 were made to participants. At year-end, net assets available for future premium costs in the Pension Trust Fund amounted to \$1,013,417. At June 30, 2009 there were 102 POA and CO retirees that were receiving the post-employment healthcare benefit.

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 schedule shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's OPEB obligation to the plan:

Annual required contribution Interest on net OPEB obligation Adjustment to annual required contribution	\$ 6,392,802 177,475 (256,585)
Annual OPEB cost Contributions made	6,313,692 4,180,263
Increase in net OPEB obligation Net OPEB obligation - beginning this year	2,133,429 6,687,646
Net OPEB obligations - end of year	\$ 8,821,075

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

13. OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)

Funding Policy (Continued)

The following table shows the county's annual OPEB cost for the fiscal year ended June 30, 2009.

Required Contributor		ual Required ribution (ARC)	Percentage of ARC Contributed		
General County Only	\$	3,192,669	29%		
Sheriff's Dept. Only	10	3,200,133	30%		
All county Total	\$	6,392,802	30%		

As of the most recent actuarial report, July 1, 2008, the actuarial accrued liability of benefits was \$50,916,000, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$50,916,000. The covered payroll (annual payroll of active employees covered by the plan) was \$112,679,000 for fiscal year 2009 and the ratio of the UAAL to the covered payroll was 45%.

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, 2008), 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, 2009 is 29 years.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

13. OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)

Retirement Health Insurance Account

As a member of Oregon Public Employees Retirement System (OPERS), the County 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.

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 0.29% of annual covered OPERF payroll and 0.19% 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, 2007, 2008 and 2009 were \$195,000, \$200,000 and \$214,000, respectively,

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

14. OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)

Retirement Health Insurance Account (Continued)

which equaled the required contributions each year. These rates and contributions are included in the PERS rates as listed in Note 11.

15. COMMITMENTS AND CONTINGENCIES

The County has commitments under contractual agreements for various construction contracts amounting to approximately \$10,472,000.

The Clackamas County Development Agency has commitments under various contracts for the construction of improvements totaling approximately \$768,000.

Tri-City Service District has commitments under contractual agreements for various construction contracts totaling approximately \$1,521,000.

Clackamas County Service District No. 1 is committed under contractual agreements for various construction contracts amounting to approximately \$59,100,000.

Housing Authority of Clackamas County has commitments under various contracts for the construction of improvements totaling approximately \$254,000.

North Clackamas Parks and Recreation District has commitments under various construction contracts amounting to approximately \$500,000.

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.

WICCO reimbursement claims under federal and state program grants are subject to audit and adjustment by grantor agencies. Any disallowed claims may become a liability of the organization

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

15. RELATED PARTY TRANSACTIONS

WICCO has entered into grant agreements with organizations whose management includes members of the WICCO Board of Directors. Payables to these organizations totaled \$745,180 at June 30, 2009 and expenses of \$2,866,262 were incurred under grant agreements with these organizations during the year then ended.

16. MEASURES 37 AND 49

Measures 37 and 49, passed by the voters in 2004 and 2007 respectively, implemented certain land use policies and regulations affecting property owners within a governmental jurisdiction. These policies and regulations may require the County to compensate property owners for changes in land use rules or regulations enacted subsequent to the property owner acquiring title. Compensation may be financial or may entail allowing the property owner to develop their property under rules and regulations in existence prior to the passage of these measures. The County is continuing to resolve these issues, financial and/or development rights, and has not determined the impact, if any, on its financial statements.

17. RESTATEMENTS

The following restatements of net assets and/or fund balances were made in the current year as restatements of beginning equity:

- Community health billings totaling \$2,368,849 not received in the year billed were considered earned under the accrual basis of accounting.
- Certain land held for resale totaling \$634,168 purchased in a prior year was not recorded at the end of the prior year.
- Several credit vouchers for reductions in future transportation systems development fees totaling \$3,587,170 which contained expiration dates, were not recorded in prior years under the accrual basis of accounting.
- Several accrued payroll accounts with debit balances totaling \$1,102,333 needed to be written off.
- A property management company collected, but did not remit, \$559,847 of rental income earned in prior years.
- Certain contracts receivable for system development fees for transportation totaling \$1,084,478 were determined to have been earned in prior years under the accrual basis of accounting.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

17. RESTATEMENTS (Continued)

 Certain expenses for community health programs totaling \$354,756 were overstated in a prior year under both the accrual and the modified accrual basis of accounting.

Following is a tabulation of the effects of these restatements on net assets and fund balances at July 1, 2008:

Net assets, as previously reported Community health receivables Land held for resale System development charges vouchers payable Accrued payroll incorrectly recognized Rental income System development charges revenue	\$789,738,562 2,368,849 634,168 (3,587,170) (1,102,333) 559,847 1,084,478
Community health expense incorrectly recognized	354,756
Net assets, as restated	\$790,051,157
Fund balances, as previously reported Land held for resale System development charges vouchers payable Accrued payroll incorrectly recognized Rental income Community health expense incorrectly recognized	\$166,392,416 634,168 (3,587,170) (1,102,333) 559,847 354,756
Fund balances, as restated	\$163,251,684

18. <u>SUBSEQUENT EVENTS</u>

On July 9, 2009, the County defeased the debt of Estacada Area County Service District for Library Services by placing \$1,893,188 into an irrevocable trust with an escrow agent to provide debt service payments until the bonds are finally callable on June 1, 2015. To accomplish this, the trust purchased U.S. Government securities that will mature at various times in order to pay principal and interest until the remaining bonds are called on June 1, 2015. The County also paid the costs of defeasance totaling \$15,250. The advanced refunding met the requirements of an in-substance defeasance, and the bonds will be removed from the County's government-wide financial statements.

In November of 2009, Clackamas County Service District No.1 issued Series 2009B Revenue Obligations in the amount of \$44,365,000 to finance continued expansion of treatment facilities.

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

YEAR ENDED JUNE 30, 2009

18. SUBSEQUENT EVENTS (Continued)

On December 1, 2009, Clackamas County, Oregon (County) issued Full Faith and Credit Obligations, Series 2009 with a par value of \$34,795,000, to be repaid in semi-annual installments of principal and interest from June 1, 2010 through June 1, 2029, with a variable interest rate of 2.0% to 4.0% until maturity or earlier redemption. Total debt payments for this issue are estimated to be approximately \$50,707,000. The proceeds from the sale of the 2009 Obligations will be used to finance the cost of County facilities projects, including the remodel of the Sunnybrook Service Center to house the Clackamas County Sheriff's Office (CCSO) headquarters; renovation and systems upgrades for the Clackamas County Jail at Red Soils to add 50 beds and a secure medical unit; the construction of a new warehouse-style CCSO Evidence Processing Facility at Red Soils: funding the remaining costs through reimbursement to the County for the Development Services Building at Red Soils construction project, and any other facilities projects which the Board determines subsequently may be needed. The proceeds from the sale of the Obligations will also be used to pay the costs of issuing the Obligations, which are estimated to be approximately \$430,000.

On January 28, 2010, the North Clackamas Park and Recreation District (NCPRD) issued Full Faith and Credit Refunding Bonds, Series 2010 with a par value of \$5,660,000, to be repaid in semi-annual installments of principal and interest from September 1, 2010 through March 1, 2025, with a variable interest rate of 2.0% to 4.0% until maturity or earlier redemption. Total debt payments for this issue are estimated to be approximately \$7,411,000. The proceeds of the 2010 Bonds will be applied to refund all of NCPRD's Limited Tax Revenue Refunding Bonds, Series 2000 which were issued June 14, 2000, and which mature from March 1, 2010 through March 1, 2020, inclusive and to pay the costs of issuance. NCPRD is undertaking the refunding to achieve debt service savings. As part of the refunding, NCPRD is extending the maturity of the Refunded Bonds by five years to further reduce annual debt service requirements.



GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - ${\tt BUDGET}$ AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2009

	Bu	ndget		Variance with Final
	Original	Final	Actual	Budget
REVENUES:				
Property taxes: Current	\$ 82,148,228	\$ 82,148,228	\$ 82,188,960	\$ 40,732
Delinquent	2,300,000	2,300,000	2,504,063	204,063
Total property taxes	84,448,228	84,448,228	84,693,023	244,795
Other taxes	2,025,000	2,025,000	2,192,316	167,316
Licenses and permits	1,406,250	1,406,250	1,418,784	12,534
Fines, forfeitures, and penalties	704,000	704,000	622,647	(81,353)
Intergovernmental:				
Federal	1,945,793	6,984,793	6,533,780	(451,013)
State	4,188,373	4,188,373	3,829,640	(358,733)
Local	25,000	25,000	28,043_	3,043
Total intergovernmental	6,159,166	11,198,166	10,391,463	(806,703)
Charges for services				
Charges to others	3,186,973	3,186,973	2,881,999	(304,974)
Charges to other County funds	10,460,022	10,493,029	10,660,204	167,175
Total charges for services	13,646,995	13,680,002	13,542,203	(137,799)
Miscellaneous:				
Reimbursements	15,830,422	15,998,263	14,820,529	(1,177,734)
Interest	900,000	900,000	609,105	(290,895)
Contributions	185,115	185,115	169,700	(15,415)
Other	711,700	711,700	686,564	(25,136)
Total miscellaneous	17,627,237	17,795,078	16,285,898	(1,509,180)
TOTAL REVENUES	126,016,876	131,256,724	129,146,334	(2,110,390)
EXPENDITURES:				
General government:				
County Administration	1,423,132	1,423,132	1,427,484	(4,352)
County Assessor	6,447,290	6,447,290	5,661,427	785,863
Board of County Commissioners	1,129,808	1,129,808	1,064,419 2,594,986	65,389 397,253
County Clerk	2,992,239	2,992,239 1,770,101	1,789,544	(19,443)
County Counsel County Courier	1,770,101 96,575	96,575	84,029	12,546
Development Agency payroll	892,746	892,746	664,657	228,089
Department of Employee Services	2,694,916	2,704,916	2,394,291	310,625
Department of Finance	3,879,361	3,879,361	3,552,732	326,629
Mail operations	679,278	679,278	541,161	138,117
Veterans' services	283,751	283,751	259,500	24,251

Continued

GENERAL FUND

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

		dget		Variance with Final
	Original	Final	Actual	Budget
EXPENDITURES (continued):				
General government (continued):	£ 45,000,040	\$ 17,770,842	\$ 5,511,720	\$ 12,259,122
Non-departmental	\$ 15,222,342 3,425,942	\$ 17,770,842 3,476,960	3,189,444	287,516
Parks District payroll Public and government affairs	1,527,980	1,639,803	1,559,050	80,753
Community and legislative affairs	386,661	391,661	367,121	24,540
Purchasing	763,589	763,589	735,956	27,633
Risk/benefits administration	1,743,701	1,776,708	1,758,150	18,558
Water Environmental Services payroll	10,593,992	10,593,992	9,930,956	663,036
Medical examiner	659,198	659,198	575,711	83,487
Emergency management	2,720,324	2,759,324	2,102,679	656,645
County Surveyor	1,066,344	1,066,344	1,005,366	60,978
County Treasurer	618,766	618,766	602,110	16,656
Total general government	61,018,036	63,816,384	47,372,493	16,443,891
Culture and recreation:				
Arts and cultural afairs	288,285	298,285	288,040	10,245
County library	2,119,138	2,119,138	1,931,450	187,688
Total culture and recreation	2,407,423	2,417,423	2,219,490	197,933
TOTAL EXPENDITURES	63,425,459	66,233,807	49,591,983	16,641,824
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	62,591,417	65,022,917	79,554,351	14,531,434
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	1,000	1,000		(1,000)
Transfers in	2,971,717	2,981,717	1,554,540	(1,427,177)
Transfers out	(83,231,835)	(83,666,835)	(82,223,974)	1,442,861
Interagency transfer out		(2,006,500)	(2,000,000)	6,500
TOTAL OTHER FINANCING				
SOURCES (USES)	(80,259,118)	(82,690,618)	(82,669,434)	21,184
NET CHANGE IN FUND BALANCE	(17,667,701)	(17,667,701)	(3,115,083)	14,552,618
FUND BALANCE, June 30, 2008, as previously reported	17,667,701	17,667,701	17,203,535	(464,166)
RESTATEMENT (Note 17)			(1,102,333)	(1,102,333)
FUND BALANCE, June 30, 2008, as restated	17,667,701	17,667,701	16,101,202	(1,566,499)
FUND BALANCE, June 30, 2009	\$ -	\$ -	12,986,119	\$ 12,986,119
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Interfund loan recognized as a receivable on the US GAAP basis			112,870	
Property taxes susceptible to accrual,				
recognized as revenue on the US GAAP basis			998,293	
FUND BALANCE - US GAAP BASIS, June 30, 2009			\$ 14,097,282	

COMMUNITY HEALTH FUND

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

	Bud			Variance with Final
	Original	Final	Actual	Budget
REVENUES:				
Intergovernmental:				
Federal	\$ 3,301,528	\$ 3,531,300	\$ 3,927,842	\$ 396,542
State	25,426,724	24,559,621	17,764,841	(6,794,780)
Local	893,526	868,614	1,212,321	343,707
Total intergovernmental	29,621,778	28,959,535	22,905,004	(6,054,531)
Charges for services	8,378,000	8,692,029	8,208,510	(483,519)
Licenses and permits	721,939	721,939	764,290	42,351
Fines, forfeitures, and penalties			20,622	20,622
Miscellaneous:				
Reimbursements	671,160	597,055	344,405	(252,650)
Interest	60,550	60,550	108,524	47,974
Contributions	7,005	7,005	16,609	9,604
Other	-		97,030	97,030
Total miscellaneous	738,715	664,610	566,568	(98,042)
TOTAL REVENUES	39,460,432	39,038,113	32,464,994	(6,573,119)
EXPENDITURES:				
Health and Sanitation:				
Personal services	22,739,362	23,044,353	21,176,452	1,867,901
Materials and services	15,975,696	17,673,424	17,017,435	655,989
Capital outlay	-	24,000	24,000	
Contingency	5,360,255	5,641,116	=	5,641,116
TOTAL EXPENDITURES	44,075,313	46,382,893	38,217,887	8,165,006
	****	A rt		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,614,881)	(7,344,780)	(5,752,893)	1,591,887
OTHER FINANCING SOURCES:				
Transfers in	3,037,461	3,187,461	3,187,461	19 <u>44</u>
,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				
NET CHANGE IN FUND BALANCE	(1,577,420)	(4,157,319)	(2,565,432)	1,591,887
FUND BALANCE, June 30, 2008, as previously reported	1,577,420	4,157,319	3,787,168	(370,151)
RESTATEMENT (Note 17)			354,756	354,756
FUND BALANCE, June 30, 2008, as restated	1,577,420	4,157,319	4,141,924	(15,395)
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 1,576,492	\$ 1,576,492

SHERIFF OPERATIONS FUND

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

	Bud			Variance with Final	
	Original	Final	Actual	Budget	
REVENUES: Taxes	\$ 100	\$ 100	\$ -	\$ (100)	
Intergovernmental: Federal State Local	741,163 138,110 5,488,550	741,163 752,781 5,660,462	908,929 291,943 6,307,020	167,766 (460,838) 646,558	
Total intergovernmental	6,367,823	7,154,406	7,507,892	353,486	
Licenses and permits	168,500	168,500	159,322	(9,178)	
Charges for services	1,376,452	1,669,952	1,990,188	320,236	
Fines and forfeitures	186,000	186,000	34,971	(151,029)	
Miscellaneous: Interest Reimbursements Contributions Other	4,343,534 17,000 46,900	4,343,534 17,000 46,900	11,512 4,466,448 32,850 95,985	11,512 122,914 15,850 49,085	
Total miscellaneous	4,407,434	4,407,434	4,606,795	199,361	
TOTAL REVENUES	12,506,309	13,586,392	14,299,168	712,776	
EXPENDITURES: Public protection: Administration Support services Civil Data processing Detectives Jail Law Enforcement District Marine board Patrol Public Safety Training Center Records	2,692,165 1,439,145 3,288,600 1,303,521 5,471,610 16,319,800 4,183,534 541,086 18,184,558 989,596 2,420,919	2,708,728 1,418,645 3,288,600 1,303,521 6,195,193 16,319,800 4,183,534 621,086 18,382,046 1,027,096 2,466,368	2,511,348 1,280,618 3,184,477 1,181,526 6,015,961 15,730,094 4,281,242 617,949 17,138,366 1,025,402 2,173,343	197,380 138,027 104,123 121,995 179,232 589,706 (97,708) 3,137 1,243,680 1,694 293,025	
TOTAL EXPENDITURES EXCESS (DEFICIENCY) OF REVENUES	56,834,534	57,914,617_	55,140,326_	2,774,291	
OVER EXPENDITURES	(44,328,225)	(44,328,225)	(40,841,158)	3,487,067	
OTHER FINANCING SOURCES (USES): Transfers in Transfers out	41,839,002 (378,565)	41,839,002 (378,565)	41,814,002 (378,565)	(25,000)	
TOTAL OTHER FINANCING SOURCES (USES)	41,460,437	41,460,437	41,435,437	(25,000)	
NET CHANGE IN FUND BALANCE	(2,867,788)	(2,867,788)	594,279	3,462,067	
FUND BALANCE, June 30, 2008	2,867,788	2,867,788	3,077,566	209,778	
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 3,671,845	\$ 3,671,845	





NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

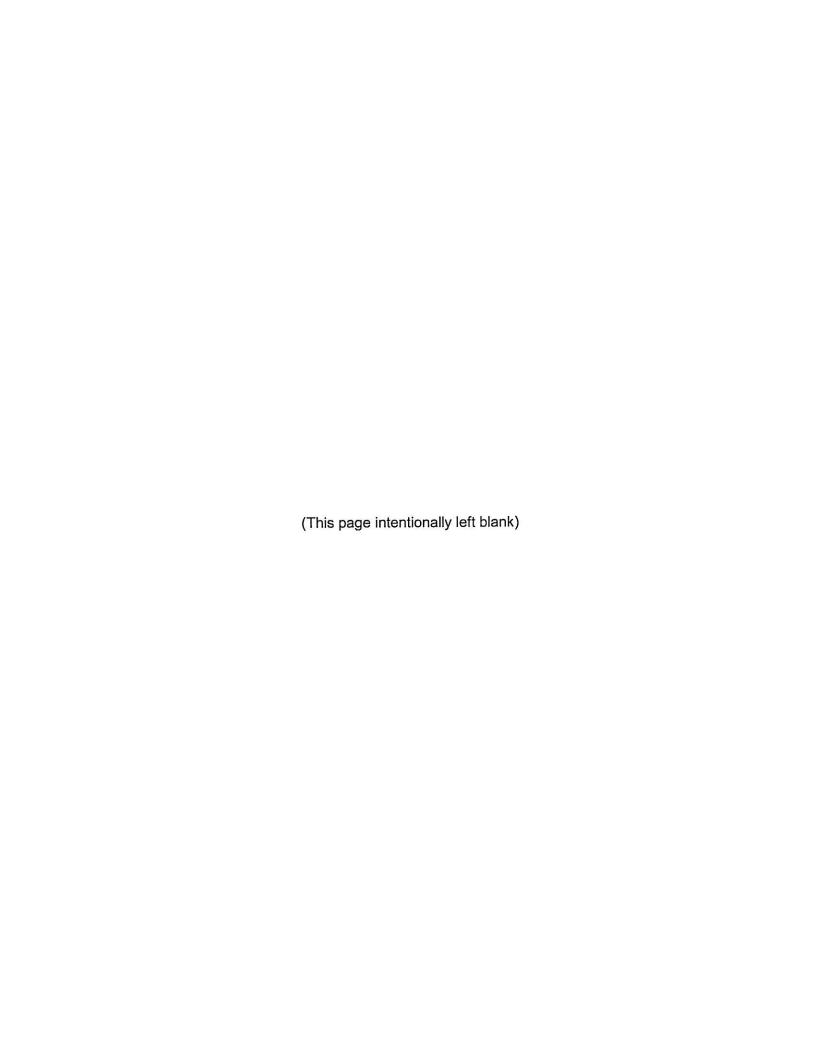
JUNE 30, 2008

	Special	Debt	Capital	
	Revenue Funds	Service Funds	Projects Funds	Total
ASSETS		-		
Cash and investments	\$ 62,082,792	\$ 36,535,650	\$ 20,737,129	\$119,355,571
Restricted cash	-	**	4,000,000	4,000,000
Property taxes receivable	1,102,668	725,842	1.7	1,828,510
Accounts receivable	1,002,562	-	139,287	1,141,849
Assessments receivable	1,930	825,000	24,807	851,737
Grants receivable	7,771,866	·	148,576	7,920,442
Notes and contracts receivable	8,184,859		45,100	8,229,959
Due from other funds	6,341,610	6	2,049,445	8,391,061
Land held for resale		3 	12,370,848	12,370,848
Other assets	648,693	-	-	648,693
Interfund loan receivable	664,681	414,205	-	1,078,886
TOTAL ASSETS	\$ 87,801,661	\$ 38,500,703	\$ 39,515,192	\$165,817,556
LIABILITIES AND FUND BALANCES		3. 1		
Liabilities:				
Book overdraft	\$ 3,938,212	\$ 5	\$ 6,781,056	\$ 10,719,273
Accounts payable	6,489,038		1,055,931	7,544,969
Accrued payroll	3,255,654			3,255,654
Due to other funds	8,480,598	-	625,223	9,105,821
Deposits	699,275	∴	8,543	707,818
Deferred revenue	23,768,751	1,445,712	924,934	26,139,397
Other liabilities	-	213,242	100,001	313,243
Interfund loans payable	112,870		414,205	527,075
TOTAL LIABILITIES	46,744,398	1,658,959	9,909,893	58,313,250
Fund balances:				
Reserved for land held for resale	-	_	12,370,848	12,370,848
Reserved for loan receivable	664,681	414,205		1,078,886
Undesignated	40,392,582	36,427,539	17,234,451	94,054,572
TOTAL FUND BALANCES	41,057,263	36,841,744	29,605,299	107,504,306
	\$ 87,801,661	\$ 38,500,703	\$ 39,515,192	\$165,817,556
	Sign of the second seco	San		

NONMAJOR GOVERNMENTAL FUNDS

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

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
REVENUES: Property taxes Other taxes Licenses and permits Fines, forfeitures, and penalties	\$ 17,760,692 2,657,156 9,513,217 999,281	\$ 11,430,239 - - -	\$ -	\$ 29,190,931 2,657,156 9,513,217 999,281
Special assessment collections Interest Intergovernmental Charges for services Grants Contributions	1,881,409 77,380,994 16,192,492 - 203,941	141,406 1,091,644 - 1,699,829 -	7,450 538,146 1,369,738 16,000 573,421	148,856 3,511,199 78,750,732 17,908,321 573,421 203,941
Miscellaneous	2,955,319 129,544,501	14,880 14,377,998	2,884,070	3,349,514 146,806,569
TOTAL REVENUES	129,044,001	14,577,550	2,004,070	140,000,000
EXPENDITURES: Current: General government Public protection	9,543,496 40,163,456	-	•	9,543,496 40,163,456
Public ways and facilities Health and sanitation Economic development	23,690,895 39,210,588 19,485,414	3,398 - -	4,904,223 - -	28,598,516 39,210,588 19,485,414
Culture and recreation Education Debt service:	13,842,603 7,754,360	-	-	13,842,603 7,754,360
Principal Interest and fiscal charges Capital outlay	943,807 521,692 2,559,477	8,263,769 5,155,767	250,563 21,414 26,348,338	9,458,139 5,698,873 28,907,815
TOTAL EXPENDITURES	157,715,788	13,422,934	31,524,538	202,663,260
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(28,171,287)	955,064	(28,640,468)	(55,856,691)
OTHER FINANCING SOURCES (USES): Loan proceeds Proceeds from sale of capital assets Loss on disposal of land held for resale Transfers in Interagency transfer in Transfers out	5,000,000 1,098,845 - 33,188,648 - (29,664,031)	- - 4,895,941 - (6,478,297)	(977,164) 15,532,880 2,000,000 (93,450)	5,000,000 1,098,845 (977,164) 53,617,469 2,000,000 (36,235,778)
TOTAL OTHER FINANCING			21 - 1	
SOURCES (USES)	9,623,462	(1,582,356)	16,462,266	24,503,372
NET CHANGE IN FUND BALANCES	(18,547,825)	(627,292)	(12,178,202)	(31,353,319)
FUND BALANCES, July 1, 2008 as previously reported	63,192,258	37,469,036	40,589,486	141,250,780
RESTATEMENT	(3,587,170)		1,194,015	(2,393,155)
FUND BALANCES, July 1, 2008, as restated	59,605,088	37,469,036_	41,783,501	138,857,625
FUND BALANCES, June 30, 2009	\$ 41,057,263	\$ 36,841,744	\$ 29,605,299	\$107,504,306



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.

Community Development Fund – The Community Development Fund is the Division responsible for providing housing and improving the suitable living environment of low and moderate-income people and communities throughout Clackamas County. Utilizing funds primarily from the U.S. Department of Housing and Urban Development (HUD), the Division undertakes a variety of affordable housing, neighborhood improvement, community facility, public works, public services and historic preservation projects.

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.

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 19 county park sites including camp sites, picnic sites, ball fields, volleyball courts, boat ramps and marina, hiking trails and play structures available for public use. 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.

Business & Economic Development Fund – The Business and Economic Development Fund assists in the expansion and relocation of businesses; assists rural communities in their economic development efforts; increases the industrial land base; increases trade sector economic output; promotes a healthy business climate, serves as liaison and advocate for commercial enterprises and implements initiatives to expand the economic base of the County.

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

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.

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).

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.

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.

Justice Court Fund – The County Board of Commissioners (BCC) has established a Justice of the Peace District in Clackamas County to increase public access to courts and to promote traffic safety in the public interest. The Justice Court Fund accounts for the activities of this Clackamas County Justice Court.

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.

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.

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

Fleet Replacement Reserve Fund – The Fleet Replacement Reserve Fund was established to track the funds collected for the replacement of vehicles once they reach the end of their useful lives.

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, 2009

	C C	0 8	OFC Children	Clac	Clackamas County Fair	ა მ	Community	County	inty	Dev	Development	Con	Community		Dog	S	Community
	Fund	2	Fund	Ē	Fund	3	Fund	Fund	ē 2	5	Fund	. т	Fund	,	Fund)	Fund
ASSETS																	
Cash and investments	\$ 14,669,000	s)	•	v)	159,812	s	2,649,121	w	1,512	s	2,577,292	s	•	v)	465,723	(A)	350,429
Property taxes receivable	31		•		9		•		ì		i		•		•		•
Accounts receivable	136,411		· Re		7,644		53,202		32		32,869		1		9,086		26,286
Assessments receivable	1,930		*		1				ı		ř						•
Grants receivable	788,186		1,382,226		•		11,422		1		•	_	1,135,900				784,817
Notes and contracts receivable	•		R		Ĕ		e		ï			w	6,756,089		ı		
Due from other funds	596,277		152,035		i		14,953		•		26,703		150		180		95,279
Other assets			•		Ċ.		39,020		•		55,170				1		178,046
Interfund loan receivable			1		•				i		•		664,681		•		•
TOTAL ASSETS	\$ 16,191,804	s	1,534,261	s	167,456	s	2,767,718	s	1,544	v	2,692,034	es.	8,556,820	w	474,989	v,	1,434,857
LIABILITIES AND FUND BALANCES																	
Liabilities:																	
Book overdraft	s	w	386,560	s	•	s		s	•	s	ť	S	34,932	w	•	(J)	•
Accounts payable	477,271		261,399		17,496		29,645		9		268,593		533,188		21,347		150,650
Accrued payroll	737,196		32,673		841		439,156		Ē		188,983		39,912		47,581		199,457
Due to other funds	383,841		168,177		3		158,083		î		231,206		171,236		17,963		41,393
Deposits	605,672		i.		45,458		20		1		1		•		9		9
Deferred revenue	382,059		321,010		ï		Ĭ		•		Î.	-	7,777,552		161,354		547,662
Other liabilities			ī		1				0				9		•		*
Interfund loans payable					112,870		r.										•
TOTAL LIABILITIES	2,586,039		1,169,819		176,665		626,904		1		688,782	w	8,556,820		248,245		939,162
Fund balances (deficit):													1007				ý
Reserved for interfund loan receivable			1		•		•		i		i		100'+00		ľ		(
Undesignated	13,605,765		364,442		(9,209)		2,140,814		1,544		2,003,252		(664,681)		226,744	¢	495,695
TOTAL FUND BALANCES (DEFICIT)	13,605,765		364,442		(9,209)		2,140,814		1,544	~~~	2,003,252				226,744		495,695
TOTAL LIABILITIES AND FUND BALANCES	\$ 16,191,804	vs	1,534,261	w	167,456	s	2,767,718	S	1,544	S	2,692,034	62	8,556,820	w	474,989	s s	1,434,857

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

JUNE 30, 2009

		Family	10-15	Human							Bus	Business and			P	Public Land	Sa	Clackamas
		Court	3,	Services		Law		Library			ш	Economic			U	Comer	Ment	Mental Health
		Service	Adr	Administration		Library	-	Network		Parks	Ď	Development	a.	Planning	Pre	Preservation	Öğ	Organization
		Fund		Fund		Fund		Fund		Fund		Fund		Fund		Fund	_	Fund
ASSETS																		ř
Cash and investments	w	60,963	s	140,344	s	578,718	s	180,915	s	2	w	174,823	v)	ā	G	1,317,054	s	7,058,347
Property taxes receivable		ľ		ľ		ı		ı		E		10		ě		ē		·
Accounts receivable		40,870		•		32,756		48,454		64,074		3,290		25,775		•		132,581
Assessments receivable		L		Ē				ľ		•				•		•		1
Grants receivable		805		•		r		•		122,968		52,119		5,444		0		
Notes and contracts receivable		9		•		2		2		•						1		ĵį.
Due from other funds		21,324		1,226				28,728		11,298		75,838		420,793		2,700		384
Other assets		•		•		3		r		1				45		•		ì
Interfund loan receivable		•		•		•				818		1				,		•
TOTAL ASSETS	w	123,962	vs	141,570	v	611,474	v3	258,097	v)	198,340	s	306,070	w	452,057	s,	1,319,754	· ·	7,191,312
LIABILITIES AND FUND BALANCES																		
Liabilities:																		
Book overdraft	s	•	S	٠	v)		w	I	s	1,457,950	S	313	w	78,659	s	•	v)	•
Accounts payable		7,127		783		29,239		25,384		92,018		36,840		18,172		1,497		2,524,544
Accrued payroll		28,466		25,715		7,554		32,998		89,995		32,071		136,828		46,229		a
Due to other funds		10,410		40,763		334		18,322		144,298		6,566		97,810		81,703		378,270
Deposits		1		I.		•		1		*		•				ī		ï
Deferred revenue				1		100		80		213		2,948		•		•		4,014,986
Other liabilities				ř		i		•				•		•		ř		
Interfund loans payable	Ì	2		1						•		•		•				,
TOTAL LIABILITIES	k	46,003		67,261		37,127		76,704		1,784,261		78,425		331,469		129,429		6,917,800
Fund balances (deficit): Reserved for interfund loan receivable				ĸ		Ľ		Ė				1		•		ı,		ï
Undesignated		77,959		74,309		574,347		181,393		(1,585,921)		227,645		120,588		1,190,325		273,512
TOTAL FUND BALANCES (DEFICIT)		77,959		74,309		574,347		181,393		(1,585,921)		227,645		120,588		1,190,325		273,512
TOTAL LIABILITIES AND FUND BALANCES	W	123,962	s	141,570	w	611,474	S	258,097	S	198,340	S	306,070	S	452,057	w	1,319,754	69	7,191,312
															II.		ı	

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

JUNE 30, 2009

	й	Social	Co	Community	Sunnyside Village Park		Villaye Fai k Road Frontage	o		Transient	sient	System Development	ŧ	District	Justice	===
	P.S.	Services	Envi	Environment Fund	Acquisition Fund	tion 1	Construction Fund		Juvenile Fund	Room Fu	Room Tax Fund	Charge Fund		Attomey Fund	Court	0 51
ASSETS						ſ										
Cash and investments	vs	210,452	u)	1,358,214	\$ 32	320,422 \$	120,764	Z es	2,794,288	s	196,454	\$ 12,219,873	73 \$	356,622	S	93,413
Property taxes receivable		9		ı		,			•		1		î	1000 state of 10		
Accounts receivable		10,192		77,442		212			30,338	•	245,005		ı	540		
Assessments receivable		•		ı		*		r	10		·		•	1		
Grants receivable	2	2,538,258		5,815		31			224,822				•	719,084		
Notes and contracts receivable		T.		•		•		102	8.08		٠	149,885	185	î		
Due from other funds		160,109		36,743				1	175,417		1,597	134,732	32	1,415		
Other assets		11,009		339		1		96	6,449		i		ï	11,085		
Interfund Ioan receivable	3			٠		-			•		1		-	į		
TOTAL ASSETS	\$	2,930,020	w	1,478,553	33	320,422 \$	120,764	2 S	3,231,314	s s	443,056	\$ 12,504,490	8	1,088,746	s	93,413
LIABILITIES AND FUND BALANCES																
Liabilities:																
Book overdraft	w		v		us.			s,	•	co.	Ċ	G	us ,	1	S	
Accounts payable	-	1,044,052		24,652		2,500		i	128,453		ī		,	147,010		6,826
Accrued payroll		164,426		65,523		ě		ē	217,224		•		9	404,017		6,187
Due to other funds		421,121		76,267		2,650			162,006		443,263	2,406,377	778	91,172		
Deposits		ē		•		1		,	•		2		1	I		
Deferred revenue	_	1,066,035		10,314				ı	1,848,655		Ü	213,822	122			
Other liabilities		1		٠		5		i	1		ì		•	F.		
Interfund loans payable		٠		ا					•1		•		1			
TOTAL LIABILITIES	2	2,695,634		176,756	8	5,150		-	2,356,338		443,263	2,620,199	66	642,199		13,093
Fund balances (deficit): Reserved for interfund loan receivable		1		•		ä		1	•		ı		ī	Ļ		
Undesignated		234,386		1,301,797	Ö	315,272	120,764	34	874,976		(207)	9,884,291	193	446,547		80,320
TOTAL FUND BALANCES (DEFICIT)		234,386		1,301,797	ë	315,272	120,764	 8	874,976		(207)	9,884,291	[3]	446,547		80,320
TOTAL LIABILITIES AND FUND BALANCES	v	2.930.020	w	1,478,553	es es	320,422 \$	120,764	54	3,231,314	w	443,056	\$ 12,504,490	\$ 06	1,088,746	vs	93,413

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

JUNE 30, 2009

North	Clackamas	Parks and	North Recreation	Clackamas District	Parks and Nutrition and	Trai	District Fund Fund		2,244,394 \$ 572,789		19,997 450	ť.			26,345 20,072	53,375		2,658,152 \$ 593,311
				Tourism (Development		Fund		3 782,015 \$	٠	5,268		ũ		434,494		í	3 1,221,777 \$
					Parks	Trust	Fund		\$ 3,642,325 \$	ï	3	ř	ü	•	ī	•		\$ 3,642,325 \$
					Tax Title	Land	Fund		\$ 246,598	ï	(a)	•		302,854	i	294,070	•	\$ 843,522
				Joint	Transportation	SDC	Fund		· ·	ï	î	î		976,031	3,222,415	1		\$ 4,198,446
			County	Payments	Account	Project	Fund		\$ 1,398,419		î.	i	21	ŧ	ā	1		\$ 1,398,419
					Property	Management	Fund		·	i	1	•	ā	i	246,597	A.		\$ 246,597
				Public Safety	Local Option	Levy	Fund			471,545	73.00	•	2.0	E	7,497	85	,	\$ 4,790,669
								ASSETS	Cash and investments	Property taxes receivable	Accounts receivable	Assessments receivable	Grants receivable	Notes and contracts receivable	Due from other funds	Other assets	Interfund loan receivable	TOTAL ASSETS

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

JUNE 30, 2009

		la l	62 082 702	1 102 668	1,002,562	1,930	7,771,866	8,184,859	6,341,610	648,693	664,681	87,801,661			3,938,212	6,489,038	3,255,654	8,480,598	699,275	23,768,751	3.0	112,870	46,744,398	664,681	40,392,582	41,057,263	87,801,661
		Total	62.0	1 1	- 0		7.7	8,1	6.3	Ð		8,78			e,	6,4	3,5	8,4	w	23,7		_	46,7	·	40,3	41,0	
		ļ	v									S			w							ļ					S
Clackamas Co.	Cackamas Co. Enhanced Law Enforcement District	Fund	420.024	317 082	1		•	1.4	426,309	•		1,163,412			•	•	•	656,157		280,652	•	•5	936,809	1	226,603	226,603	1,163,412
S	3 5 5		v	9								es.			S		•									ļ	υs
Parks and Recreation District	SDC Charge Zone 3	Fund	44 991		i	ř	ĵ	•	٠	1		44,991			•	•	ř.	•	•	ì	•	•		ĵ.	44,991	44,991	44,991
) T K			v	•								S			w								-				w
Parks and Recreation District	SDC Charge Zone 2	Fund	160 814	+10'001	•	Ē			٠	1	•	160,814			i		ľ	i	•	•	•	1		٠	160,814	160,814	160,814
ָה ה <u>ל</u>			u	9								S			W								1				w
Parks and Recreation District	SDC Charge Zone 1	Fund	2646	2,010	٠	i.		•	٠		•]	2,616				**	ï	ì	•	•	•	•	•	•	2,616	2,616	2,616
2 2 2	- 014		u	9								s			(A)												vs
Clackamas Parks and Recreation	Necreation District Systems Development	Charge Fund	204 743	51,113				•		100	1	201,713			ï		Ē	à	· C	•	•	•	•	,	201,713	201,713	201,713
2 3 2	D S V	흥	u	9								es.			c)												υ
			ASSETS Cash and investments	Cast and investments Droporty taxes receivable	Accounts receivable	Assessments receivable	Grants receivable	Notes and contracts receivable	Due from other funds	Other assets	Interfund Ioan receivable	TOTAL ASSETS	LIABILITIES AND FUND BALANCES	Liabilities:	Book overdraft	Accounts payable	Accrued payroll	Due to other funds	Deposits	Deferred revenue	Other liabilities	Interfund loans payable	TOTAL LIABILITIES	Fund balances (deficit): Reserved for interfund loan receivable	Undesignated	TOTAL FUND BALANCES (DEFICIT)	TOTAL LIABILITIES AND FUND BALANCES

CLACKAMAS COUNTY, OREGON NONMAJOR SPECIAL REVENUE FUNDS

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

FOR THE YEAR ENDED JUNE 30, 2009

Human Services	Ä	Fund	· ·	•	23,670			22,366 22,299	2.5		659,946 48,809	701 103					•		ĭ		666,709 591,107	(206,763) (542,298)			100,000	100,000 415,857	(106,763) (126,441)	184,722 200,750		184,722 200,750
Family	Service	Fund	ν» ,	,	- 23	î				22.53		9		e a	1	9:	E E			٠ ي			a 1							
Community	Solutions	Fund	s					5,128,125			6,213,189					6,879,346				7.595	5,886,941	(673,752)			727,924	727,924	54,172	441,523		441,523
Dog	Control	Fund	s	.1	452,514	9,736	10,417	- 100 CF	43,987	4,339	526,050		, ,	•	1,295,004	•	•	•	•		1,295,004	(768,954)	•		758,789	758,789	(10,165)	236,909		236,909
Community	Development	Fund	s	1		•	68,234	6,911,249	18,116	666,991	7,664,590				٠	7,712,251	*	•			7,712,251	(47,661)			47,661	47,661	1			,
Development	Services	Fund	s	•	3,088,460	17,096	104,301	' \$	04	(16,664)	3,193,233	5	000,000		e.	4	1	•	•	10.352	6,159,338	(2,966,105)	•	•		٠	(2,966,105)	4,969,357	,	4,969,357
County	School	Fund		3	3	248	2,008	1,382,402	•	. ,	1,384,658		•		: *	•	The Control of the Co	1,435,303	•		1,435,303	(50,645)	3	r	6 30		(50,645)	52,189		52,189
Community	Corrections	Fund	·	•	•	895,476	92,509	6,637,271	490,434	17,050	8,132,740		11 520 306	905,325,11				T T	•	. ,	11,529,306	(3,396,566)	1	•	2,373,108	2,373,108	(1,023,458)	3,164,272		3,164,272
Clackamas	County Fair	Fund		•	•	•	1,575	59,312	752,076	150,064	963,027		•)		•0	11	1,393,544	1		. 640 1770	1,667,487	(704,460)	3 4 (1.3)		683,700	683,700	(20,760)	11,551		11,551
OFC	And Families	Fund		•		•	23,877	3,821,870	336,433	3,691	4,203,243		•		4,237,877	•	•		1		4,237,877	(34,634)	٠	•	208,969	208,969	174,335	190,107		190,107
	Road	Fund				٠	356,058	20,164,362	3,887,816	423,120	24,831,356			22,778,050		b 0 5	30		1	1 811 350	24,589,409	241,947	2002		. (547,135)	(547,135)	(305,188)	13,910,953	,	13,910,953

EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES

TOTAL EXPENDITURES

Interest and fiscal charges

Capital outlay

General government Public protection Public ways and facilities Health and sanilation Economic dovelopment

Culture and recreation

Debt service:

Principal Education

TOTAL REVENUES

EXPENDITURES:

Current:

Charges for services Contributions Miscellaneous

Intergovemmental

Interest

Loan proceeds
Proceeds from sale of capital assets
Transfers to other governments
Transfers in

NET CHANGE IN FUND BALANCES

FUND BALANCE, June 30, 2008 as previously reported

TOTAL OTHER FINANCING

Transfers out

sources (uses)

OTHER FINANCING SOURCES (USES):

Licenses and permits Fines, forfeitures, and penalties

Property taxes

REVENUES:

Other taxes

FUND BALANCES (DEFICIT), July 1, 2008 FUND BALANCE (DEFICIT), June 30, 2009

as restated

RESTATEMENT

NONMAJOR SPECIAL REVENUE FUNDS CLACKAMAS COUNTY, OREGON

STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) (Continued)

FOR THE YEAR ENDED JUNE 30, 2009

	a	:		Business and		Public Land	Clackamas	:		Sunnyside	Sunnyside Village Park
	Library	Library	Parks	Development	Planning	Preservation	Organization	Services	Environment	Acquisition	Construction
BEVENUES	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund
Property taxes	v					·	·	,	·	·	S
Other taxes	•	·	•	•	•	•	*1	•	•	•	•
Licenses and permits	•	•	225,646	2,338	11,369	28,125	•	25,166	1,196,787	2,592	•
Fines, forfeilures, and penalties	•	[1] • [1]	Ē	•	•	■ SERVICE STREET	2000 C		47,231		• 0000
Interest	13,976	21,924		•		37,936	152,658	1,400	39,714	7,789	2,939
Intergovernmental		95,177	976,611	110,494	518,304	•	11,235,292	15,366,725	330,069	¥ž	•
Charges for services	361,413	28,626	284,607	12,850	907,647	720,280	10	3,400,308	156,740	•	•
Contributions	9 9	- 30 731	1,653	103 224	10 275	4 405		2,669	1 763		
TOTAL REVENUES	375.389	176.458	1,500.915	228.906	1,447,595	790,746	11,387,950	18,863,893	1,772,304	10,381	2,939
EXPENDITURES											
Current											
General government	10#8	•	(16)	•	•		•	•	•	•	•
Public protection	3		9	•	•	i	•	٠		•	•
Public ways and facilities	9	٠	•		•	٠	•			•	٠
Health and sanitation	*	•	•			•	11,085,292	19,882,459	2,260,595	0 1	•
Economic development	i 8 8	•	. 000 0	1,008,829	3,884,988	. 2000 1	•	•	,	. 150	• 1
Culture and recreation	- 901 100		2,830,120	•	•	1,290,145	•	,	.)	001.0	•
Dation	307,100	1,9,00,00	•	•	•		•	•	9		Č.
Principal	٠	i	ř	í	٠	•	•	•	٠	•	
Interest and fiscal charges	310	•		٠		•	•	9	9	1	9
Capital outlay	•	•	422,493		j	•	•	-	10,000	•	•
TOTAL EXPENDITURES	382,186	5,936,871	3,252,613	1,008,829	3,884,988	1,290,145	11,085,292	19,882,459	2,270,595	5,150	,
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(6,797)	(5,760,413)	(1,751,698)	(779,923)	(2,437,393)	(499,399)	302,658	(1,018,566)	(498,291)	5,231	2,939
OTHER FINANCING SOURCES (USES):								9	a	9	19
Proceeds from sale of capital assets	E 19		6 3						6.9		9
Transfers to other governments											
Transfors in Transfors out		6,785,000 (1,112,000)	165,588	1,007,568	2,117,160 (93,698)		(150,000)	1,012,477	189,354		
TOTAL OTHER FINANCING SOURCES (USES)	•	5,673,000	165,588	1,007,568	2,023,462	ı	(150,000)	1,012,477	189,354		800
NET CHANGE IN FUND BALANCES	(6,797)	(87,413)	(1,586,110)	227,645	(413,931)	(499,399)	152,658	(6,089)	(308,937)	5,231	2,939
FUND BALANCE, June 30, 2008 as previously reported	581,144	268,806	189		534,519	1,689,724	120,854	240,475	1,610,734	310,041	117,825
RESTATEMENT	•	ï	218	•	3.40		•	•		,	•
FUND BALANCES (DEFICIT), July 1, 2008 as restated	581,144	268,806	189	î	534,519	1,689,724	120,854	240,475	1,610,734	310,041	117,825
FUND BALANCE (DEFICIT), June 30, 2009	\$ 574,347	\$ 181,393	\$ (1,585,921)	\$ 227,645	\$ 120,588	\$ 1,190,325	\$ 273,512	\$ 234,386	\$ 1,301,797	\$ 315,272	\$ 120,764

NONMAJOR SPECIAL REVENUE FUNDS CLACKAMAS COUNTY, OREGON

STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) (Continued)

FOR THE YEAR ENDED JUNE 30, 2009

			Transportation System			Public Safety		County Payments	Joint		
	Juvenile	Transient Room Tax	Development Charge	District Attorney Fund	Justice Court	Local Option Levy Eund	Property Management Fund	Account Project Fund	Transportation SDC Fund	Tax Title Land Fired	Parks Trust Fund
REVENUES:	1	1						1		1	
Property taxes Other taxes	v ,	2.657.156	, , vs			5 8,109,250		 va	, ,	, ' M	
Licenses and permits	à	'	1,454,148		٠	•	٠	•	2,125,340	•	•
Fines, forfeitures, and penalties	29,494	•	1		•	*1	ř	٠	٠	i.	Ū
Interest	•	1,747	298,392	2,380	106,187	90,674	5,475	6	204,439	31,325	38,967
Intergovernmental	524,595	1		1,950,399	1	•		1,043,986	3 8	•	548,641
Contributions	0.8,110,1		96,136				746,097				- 27.70
Miscellaneous	593,641			400,123		•	70,704	٠		168,620	302
TOTAL REVENUES	2,159,700	2,658,903	1,848,696	2,352,902	106,187	8,199,924	322,776	1,043,986	2,329,779	199,945	640,135
EXPENDITURES:											
Current:											
General government		٠	ı	, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	' '		655,111	1,043,986	×	246,597	
Public wave and facilities	160,876,7	• !	231 154	186,166,6	79,857	6,815,215		8 1	681 691		
Health and sanitation	•			•	٠			•	'		8 0
Economic development	3 30		0			9	i	i i		•	æ
Culture and recreation	*	53,266	æ	ï			٠	٠	٠	•	ì
Education	•		в	Ē	•	10	ï	•	•	100 m	•
Debt service:			145 403	2		ä	28	9	**** 557		9
Interest and fiscal charges		i	70.						407,322	٠	
Capital outlay				14,735			•	•		1	
TOTAL EXPENDITURES	7,379,051	53,266	376,647	9,966,722	25,867	6,815,215	655,111	1,043,986	1,822,327	246,597	i
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,219,351)	2,605,637	1,472,049	(7,613,820)	80,320	1,384,709	(332,335)		507,452	(46,652)	640,135
OTHER FINANCING SOURCES (1.885).											
			000 000 1						Ď	9	
Process from sale of capital assets Transfers in other programment			260,000				15,046			*	823,799
Transfers in	5,731,036	٠	C	7,528,607		0	•	•	1,000,000	•	٠
Transfers out	(33,800)	(2,608,550)	(10,913,240)	(67,566)		(819,964)		•	(6,944,999)	j	
TOTAL OTHER FINANCING SOURCES (USES)	5,697,236	(2,608,550)	(5,653,240)	7,461,041	2	(819,964)	15,046	•	(5,944,999)	•	823,799
NET CHANGE IN FUND BALANCES	477,885	(2,913)	(4,181,191)	(152,779)	80,320	564,745	(317,289)	•	(5,437,547)	(46,652)	1,463,934
FUND BALANCE, June 30, 2008 as previously reported	397,091	2,706	14,129,419	599,326		2,232,795	452,026	1	6,488,500	46,653	2,160,517
RESTATEMENT			(63,937)	•				Ì	(3,523,233)		•
FUND BALANCES (DEFICIT), July 1, 2008 as restated	397,091	2,706	14,065,482	599,326	•	2,232,795	452,026		2,965,267	46,653	2,160,517
FUND BALANCE (DEFICIT), June 30, 2009	\$ 874.976	w	(207) \$ 9,884,291	\$ 446,547 \$ 80,320	\$ 80,320	\$ 2,797,540	\$ 134,737	s	\$ (2,472,280)	- L	\$ 3,624,451

NONMAJOR SPECIAL REVENUE FUNDS CLACKAMAS COUNTY, OREGON

STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICIT) (Continued)

FOR THE YEAR ENDED JUNE 30, 2009

REVENUES:
Proporty taxes
Other taxes
Licenses and permits
Fines, forfeitures, and penalties

			Foo.	Fig.	Clackamas	Clackamas	Clackamas		
			Darks and	Cuckamas Dada and	Parks and	Parks and	Parks and		
				200	Topic gallon	District.	10000000	0	
	Tourism	Morning	District	District	Sign Co.	CDC	SPC	Enhanced Law	
	in the second	Cidenalias	Diner i	DISTILL C	2	3	2		
	Development	Parks and	Transportation	Systems	Zene 1	Zens 2	Zone 3	District	
	Find	District Fund	Fund	Charge Fund	Fund	Fund	Fund	Fund	Total
VENUES:			2						
Property taxes	, s	\$ 4,850,010	s	· ·	s	s	,	\$ 4,801,432	\$ 17,760,692
Other taxes	٠		*		ř.	٠	•		2,657,156
Licenses and permits	•	٠	•	307,096	3,088	197,918	368,960	•	9,513,217
Fines, forfeitures, and penalties	•		•	50.00	٠	0.00	•	•	999,281
Interest	22.445	73.265	9.431	7.115	928	4.896	46.831	2,087	1.881.409
Internovernmental	53 978	138 021	310 446	•	•	•	•		77 380 994
Charges for services		1,752,008	•	•	ì		•		16,192,492
Contributions		12.000	176.442	•	٠	•	•		203.941
Miscellaneous	993	93,462	34,465	1040	1		•	35,934	2,955,319
TOTAL REVENUES	77,416	6,918,766	530,784	314,211	4,016	202,814	415,791	4,839,453	129,544,501
DE NOTE DE SE									
rent:									
General povernment	•	•	,		٠	٠		٠	9.543.496
Public protection	•	٠	•	•	٠		•	4.462.030	40.163.456
Public ways and facilities	•	•	•	•		S 09			23 690 895
Health and sanitation			449.361	1 3	3	0	٠		39 210 588
Economic development	•			•		,	•		19 485 414
Culture and recreation	2.401.158	5.869.220			•	•	•		13.842,603
Education				•	•	. 31	•	: 10	7.754.360
Debt service:									
Principal	*	*	•	٠	•	٠	į	65,000	943,807
Interest and fiscal charges	•	•	•	•	Ĭ,	•	•	114,370	521,692
Capital outlay		e e	•	٠	•			•	2,559,477
TOTAL EXPENDITURES	2,401,158	5,869,220	449,361		٠		•	4,641,400	157,715,788
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,323,742)	1,049,546	81,423	314,211	4,016	202,814	415,791	198,053	(28,171,287)
HER FINANCING SOURCES (USES):									
Loan proceeds	*	•	•	•	•			ř	5,000,000
Proceeds from sale of capital assets	*	*	*	ř	•	•	•	ē	1,098,845
Transfers to other governments	0 22 A 5 C C	31 000	טטט טט	## 		•	,	•	33 188 648
Transfers out	7,444,000	(2,264,206)	(6.000)	(610,476)	(59,531)	(323,326)	(3,109,540)	٠	(29,664,031)
TOTAL OTHER FINANCING									
SOURCES (USES)	2,224,850	(2,233,206)	74,000	(610,476)	(59,531)	(323,326)	(3,109,540)		9,623,462
T CHANGE IN FUND BALANCES	(98,892)	(1,183,660)	155,423	(296,265)	(55,515)	(120,512)	(2,693,749)	198,053	(18,547,825)
ND BALANCE, June 30, 2008									•
as previously reported	1,068,645	2,784,565	388,646	497,978	58,131	281,326	2,738,740	28,550	63,192,258
STATEMENT	a)		٠	٠	•			•	(3,587,170)
ND BALANCES (DEFICIT), July 1, 2008 as restated	1,068,645	2,784,565	388,646	497,978	58,131	281,326	2,738,740	28,550	59,605,088
							١		

OTHER FINANCING SOURCES (USES):
Loan proceeds
Proceeds from sale of capital assets
Transfers to other governments

General government Public protection Public ways and facilities Health and sanitation Economic development

Education Debt service:

EXPENDITURES:

Intergovernmental Charges for services Contributions

NET CHANGE IN FUND BALANCES

FUND BALANCE, June 30, 2008

RESTATEMENT

FUND BALANCE (DEFICIT), June 30, 2009 FUND BALANCES (DEFICIT), July 1, 2008

as restated

ROAD FUND

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

REVENUES: Intergovernmental revenues: Budget With Final Actual Budget Bu	
Intergovernmental revenues:	Annual Pro- posterior spens
	Annual Pro- posterior spens
	Annual Pro- posterior spens
	ZIN XUTI
Local <u>671,906</u> <u>671,906</u> <u>831,343</u> <u>1</u>	59,437_
Total intergovernmental revenues <u>18,430,906</u> <u>22,067,176</u> <u>20,164,362</u> <u>(1,9</u>	02,814)
Charges for services:	
General government 3,394,028 3,394,028 3,372,771 (21,257)
Highways and streets <u>835,628</u> <u>835,628</u> <u>515,045</u> (3	20,583)
Total charges for services 4,229,656 4,229,656 3,887,816 (3	41,840)
Miscellaneous:	
	22,269
	06,058
Other 95,500 95,500 279,851 1	84,351
Total miscellaneous 466,500 466,500 779,178 3	12,678
TOTAL REVENUES 23,127,062 26,763,332 24,831,356 (1,9	31,976)
EXPENDITURES:	
Public ways and facilities:	
	90,266
	76,952
Engineering6,524,3746,524,3746,111,6604	12,714
TOTAL EXPENDITURES 34,647,783 39,669,341 24,589,409 15,0	79,932
EXCESS (DEFICIENCY) OF REVENUES	
WORK OF THE PROPERTY OF THE PR	47,956
OTHER FINANCING USE:	
Transfers out (1,005,044) (1,005,044) (547,135) 4	57,909
NET CHANGE IN FUND BALANCE (12,525,765) (13,911,053) (305,188) 13,6	05,865
FUND BALANCE, June 30, 2008 12,525,765 13,911,053 13,910,953	(100)
FUND BALANCE, June 30, 2009 \$ \$ 13,605,765 \$ 13,6	05,765

OFC CHILDREN AND FAMILIES FUND

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

				Variance
		lget	A =4=1	with Final
REVENUES:	Original	Final	Actual	Budget
Intergovernmental revenues:				
Federal	\$ 838,579	\$ 842,593	\$ 635,830	\$ (206,763)
State	3,150,258	3,150,258	3,044,055	(106,203)
Local	143,778	143,778	141,985	(1,793)
Total intergovernmental revenues	4,132,615	4,136,629	3,821,870	(314,759)
Charges for services	112,750	345,250	336,433	(8,817)
Miscellaneous:				
Interest	10,000	10,000	23,877	13,877
Contributions	1,150	1,150	3,691	2,541
Other	45,950	45,950	17,372	(28,578)
Total miscellaneous	57,100	57,100	44,940	(12,160)
TOTAL REVENUES	4,302,465	4,538,979	4,203,243	(335,736)
EXPENDITURES: Health and sanitation:				
Personal services	808,915	821,415	689,092	132,323
Materials and services	3,811,817	4,035,831	3,548,785	487,046
Contingency	74,116	74,116		74,116
TOTAL EXPENDITURES	4,694,848	4,931,362	4,237,877	693,485
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(392,383)	(392,383)	(34,634)	357,749
OTHER FINANCING SOURCE: Transfers in	208,969	208,969	208,969	
NET CHANGE IN FUND BALANCE	(183,414)	(183,414)	174,335	357,749
FUND BALANCE, June 30, 2008	183,414	183,414	190,107	6,693
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 364,442	\$ 364,442

CLACKAMAS COUNTY FAIR FUND

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

		Bud Original	lget	Final		Actual	w	ariance th Final Budget
REVENUES:	-		•	7				
Intergovernmental revenue:								
Oregon lottery revenue	\$	50,000	\$	50,000	\$	49,405	\$	(595)
Local		25,000		<u> </u>		9,907		9,907
Total intergovernmental revenues		75,000		50,000	1-	59,312		9,312
Charges for services:								
Concessions		252,000		220,970		220,701		(269)
Rentals		570,400		221,000		192,951		(28,049)
Admissions, parking and entry fees		417,500		338,600		338,424		(176)
Total charges for services:		1,239,900		780,570	8	752,076		(28,494)
Miscellaneous:								
Sponsorships		120,000		113,740		113,720		(20)
Interest		3,000		2,000		1,575		(425)
Other		2,000		3,630		2,016		(1,614)
					-			(2,059)
Total miscellaneous		125,000		119,370		117,311		(2,059)
TOTAL REVENUES		1,439,900		949,940		928,699	-	(21,241)
EXPENDITURES:								
Culture and recreation:								
Personal services		538,420		538,420		486,425		51,995
Materials and services		1,070,000		885,570		895,533		(9,963)
Capital outlay		285,068		335,070		285,529		49,541
Contingency		29,700		8,330	-	14		8,330
TOTAL EXPENDITURES	13 -	1,923,188	42	1,767,390		1,667,487		99,903
EVOCOS (DECICIONOV) OF DEVENIUS OVED			5					
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(483,288)		(817,450)		(738,788)		78,662
OTHER FINANCING SOURCES (USES):		202 700		602 700		602.700		
Transfers in Transfers out		383,700		683,700 (25,000)		683,700		25,000
TOTAL OTHER FINANCING	-	(25,000)		(25,000)	-			25,000
SOURCES (USES)		358,700	-	658,700	-	683,700		25,000
NET CHANGE IN FUND BALANCE		(124,588)		(158,750)		(55,088)		103,662
FUND BALANCE, June 30, 2008	***	124,588		158,750	1	158,749		(1)
FUND BALANCE, June 30, 2009	\$		\$			103,661	\$	103,661
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Interfund loan recognized as a payable on the US GAAP basis						(112,870)		
						2000		
FUND BALANCE - US GAAP BASIS, June 30, 2009						(9,209)		

COMMUNITY CORRECTIONS FUND

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

	Buc	lget Final	Actual	Variance with Final Budget
REVENUES: Intergovernmental revenues: Federal State Local	\$ 367,360 7,095,187 144,950	\$ 367,360 7,095,187 144,950	\$ 306,925 6,215,746 114,600	\$ (60,435) (879,441) (30,350)
Total intergovernmental revenues	7,607,497	7,607,497	6,637,271	(970,226)
Charges for services: Client fees Other	356,150 140,800	356,150 140,800	353,387 137,047	(2,763) (3,753)
Total charges for services:	496,950	496,950	490,434	(6,516)
Fines and forfeitures	669,140	669,140	895,476	226,336
Miscellaneous: Interest Reimbursements Other	20,000 500 10,000	20,000 500 10,000	92,509 2,975 14,075	72,509 2,475 4,075
Total miscellaneous	30,500	30,500	109,559	79,059
TOTAL REVENUES	8,804,087	8,804,087	8,132,740	(671,347)
EXPENDITURES: Public protection: Personal services Materials and services Capital outlay Contingency Reserve for future expenditures	9,397,606 3,781,113 60,000 217,629 909,417	9,397,606 3,781,113 60,000 217,629 909,417	8,493,601 3,030,255 5,450 -	904,005 750,858 54,550 217,629 909,417
TOTAL EXPENDITURES	14,365,765	14,365,765_	11,529,306	2,836,459
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,561,678)	(5,561,678)	(3,396,566)	2,165,112
OTHER FINANCING SOURCE: Transfers in	2,393,108	2,393,108	2,373,108	(20,000)
NET CHANGE IN FUND BALANCE	(3,168,570)	(3,168,570)	(1,023,458)	2,145,112
FUND BALANCE, June 30, 2008	3,168,570	3,168,570	3,164,272	(4,298)
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 2,140,814	\$ 2,140,814

COUNTY SCHOOL FUND

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

		Bud	lget			Variance with Final	
	Orig	ginal		Final	Actual	Budget	
REVENUES: Intergovernmental revenues:						0.20	
Federal State	\$		\$ —	1,500,000	\$ 1,378,147 4,255	\$ —	(121,853) 4,255
Total intergovernmental revenues	<i>-</i>			1,500,000	 1,382,402		(117,598)
Fines and forfeitures					 248		248
Miscellaneous: Interest		<u></u> 77		<u></u>	 2,008		2,008
TOTAL REVENUES		-		1,500,000	1,384,658		(115,342)
EXPENDITURES: Education: Materials and services		_		1,500,000	1,435,303		64,697
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET					(50.045)		(50.645)
CHANGE IN FUND BALANCE		-		_	(50,645)		(50,645)
FUND BALANCE, June 30, 2008		-			 52,189		52,189
FUND BALANCE, June 30, 2009	\$		\$		\$ 1,544_	\$	1,544

DEVELOPMENT SERVICES FUND

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

	Buc	lget		Variance with Final
	Original	Final	Actual	Budget
REVENUES: Licenses and permits:				
Building Mobile home Plumbing	\$ 2,524,500 37,800 872,300	\$ 2,524,500 37,800 872,300	\$ 1,418,286 23,794 440,290	\$ (1,106,214) (14,006) (432,010)
Electrical Other	1,336,200 364,300	1,336,200 364,300	949,639 256,451	(386,561) (107,849)
Total licenses and permits	5,135,100	5,135,100	3,088,460	(2,046,640)
Charges for services	2,000	2,000	40	(1,960)
Fines and forefitures	7,500	7,500	17,096	9,596
Miscellaneous: Interest Other	180,000 8,300	180,000 8,300	104,301 (16,664)	(75,699) (24,964)
Total miscellaneous	188,300	188,300	87,637	(100,663)
TOTAL REVENUES	5,332,900	5,332,900	3,193,233	(2,139,667)
EXPENDITURES: General government:				
Personal services Materials and services	4,813,837 2,063,930	4,813,837 2,063,930	4,573,517 1,566,469	240,320 497,461
Capital outlay Contingency Reserve for future expenditures	105,000 1,018,000 2,402,800	105,000 1,018,000 2,402,800	19,352 - 	85,648 1,018,000 2,402,800
TOTAL EXPENDITURES	10,403,567	10,403,567	6,159,338	4,244,229
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE	(5,070,667)	(5,070,667)	(2,966,105)	2,104,562
FUND BALANCE, June 30, 2008	5,070,667	5,070,667	4,969,357	(101,310)
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 2,003,252	\$ 2,003,252

COMMUNITY DEVELOPMENT FUND

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

	Bu	dget		Variance with Final
	Original	Final	Actual	Budget
REVENUES:		-		
Intergovernmental revenues:				
Federal	\$ 5,616,028	\$ 5,616,028	\$ 5,125,754	\$ (490,274)
Local	2,160,000	2,160,000	1,785,495_	(374,505)
Total intergovernmental revenues	7,776,028	7,776,028	6,911,249	(864,779)
Charges for services	100,000	100,000	18,116	(81,884)
Miscellaneous:				
Interest	-	-	68,234	68,234
Loan repayments	923,000	923,000	521,743	(401,257)
Other	125,000	125,000	145,248	20,248
Total miscellaneous	1,048,000	1,048,000	735,225	(312,775)
TOTAL REVENUES:	8,924,028	8,924,028	7,664,590	(1,259,438)
EXPENDITURES:				
Economic development:			==1.10=	10.100
Personal services	783,373	783,373	771,185	12,188
Materials and services	7,588,316	7,588,316	6,941,066	647,250 600,000
Capital outlay	600,000	600,000		600,000
TOTAL EXPENDITURES:	8,971,689	8,971,689	7,712,251	1,259,438
EXCESS (DEFICIENCY) OF REVENUES				
OVER EXPENDITURES	(47,661)	(47,661)	(47,661)	
OTHER FINANCING SOURCE:				
Transfers in	47,661	47,661	47,661	
NET CHANGE IN FUND BALANCE	-	-	:-	-1
FUND BALANCE, June 30, 2008				-
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ -	\$ -

DOG CONTROL FUND

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

	Bud	lget		Variance with Final	
	Original	Final	Actual	Budget	
REVENUES:					
Licenses and permits:				* (40.040)	
Animal licenses	\$ 470,000	\$ 470,000	\$ 427,158	\$ (42,842)	
Adoption fees	22,000	22,000	25,356	3,356	
Total licenses and permits	492,000	492,000	452,514	(39,486)	
Charges for services:					
Shelter fees	50,000	50,000	43,907	(6,093)	
Other	400000 Barriera	-	80	80	
Total charges for services	50,000	50,000	43,987	(6,013)	
Fines and forefitures	7,000	7,000	9,736	2,736	
Miscellaneous:					
Contributions and donations	5,000	5,000	5,057	57	
Interest	4,000	4,000	10,417	6,417	
Reimbursements	700	700	1,070	370	
Other	2,500	2,500	3,269	769	
Total miscellaneous	12,200	12,200	19,813	7,613	
TOTAL REVENUES	561,200	561,200	526,050	(35,150)	
IN THE SHOWING MATERIAL PROPERTY AND A STATE OF THE SHOWING STATE OF THE	•				
EXPENDITURES:					
Health and sanitation:	057.067	057.067	004 120	E2 127	
Personal services	957,267 556,911	957,267 599,906	904,130 390,874	53,137 209,032	
Materials and services	200,911	599,900	390,074	209,032	
TOTAL EXPENDITURES	1,514,178	1,557,173	1,295,004	262,169	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(952,978)	(995,973)	(768,954)	227,019	
OTHER FINANCING SOURCE: Transfers in	758,789	758,789	758,789		
NET CHANGE IN FUND BALANCE	(194,189)	(237,184)	(10,165)	227,019	
FUND BALANCE, June 30, 2008	194,189	237,184	236,909	(275)	
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 226,744	\$ 226,744	

COMMUNITY SOLUTIONS FUND

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

	Buc	lget		Variance with Final
	Original	Final	Actual	Budget
REVENUES:				
Intergovernmental revenues:		* 4.077.000	0 1711010	0 000 570
Federal	\$ 613,718	\$ 1,377,636	\$ 1,711,212	\$ 333,576
State	1,481,531 4,378,155	1,481,531 4,378,155	1,275,489 2,141,424	(206,042) (2,236,731)
Local	4,376,133	4,576,133	2,141,424	(2,230,731)
Total intergovernmental revenues	6,473,404	7,237,322	5,128,125	(2,109,197)
Charges for services:				
Internal county services	662,746	662,746	970,148	307,402
Education and training	40,000	40,000	48,105	8,105
Total charges for services	702,746	702,746	1,018,253	315,507
Miscellaneous:				
Contributions and donations	_	_	2,429	2,429
Other	46,300	46,300	64,382	18,082
Total miscellaneous	46,300	46,300	66,811	20,511
Total miscellaneous	40,300	40,300		20,511
TOTAL REVENUES	7,222,450	7,986,368	6,213,189	(1,773,179)
EXPENDITURES:				
Economic development				
Personal services	4,331,239	4,542,239	3,561,867	980,372
Materials and services	3,993,807	4,546,725	3,317,479	1,229,246
Capital outlay	74,559	74,559	7,595	66,964
TOTAL EXPENDITURES	8,399,605	9,163,523	6,886,941	2,276,582
EXCESS (DEFICIENCY) OF REVENUES				
OVER EXPENDITURES	(1,177,155)	(1,177,155)	(673,752)	503,403
OTHER FINANCING SOURCE:				
Transfers in	727,924	727,924	727,924	
NET CHANGE IN FUND BALANCE	(449,231)	(449,231)	54,172	503,403
FUND BALANCE, June 30, 2008	449,231	449,231	441,523	(7,708)
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 495,695	\$ 495,695

FAMILY COURT SERVICE FUND

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

		Bud	get					ariance ith Final
	0	riginal		Final	Actual		Budget	
REVENUES: Intergovernmental revenues: Local	\$	26,431	\$	26,431	\$	22,366	\$	(4,065)
Licenses and permits: Marriage license fees		25,000		25,000		23,670		(1,330)
Charges for services: Conciliation fees Client fees Other		480,000 138,490 66,359		480,000 138,490 66,359		472,773 82,307 58,830		(7,227) (56,183) (7,529)
Total charges for services		684,849		684,849		613,910		(70,939)
TOTAL REVENUES		736,280		736,280		659,946		(76,334)
EXPENDITURES: General Government: Personal services Materials and services Contingency		716,238 269,932 28,201		716,238 269,932 28,201		616,795 249,914 -		99,443 20,018 28,201
TOTAL EXPENDITURES	1	,014,371		1,014,371		866,709	W. I.	147,662
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(278,091)		(278,091)		(206,763)		71,328
OTHER FINANCING SOURCE: Transfers in	,	100,000		100,000		100,000	7000000	<u> </u>
NET CHANGE IN FUND BALANCE		(178,091)		(178,091)		(106,763)		71,328
FUND BALANCE, June 30, 2008	(19)	178,091		178,091		184,722		6,631
FUND BALANCE, June 30, 2009	\$	-	_\$_		_\$_	77,959	_\$	77,959

HUMAN SERVICES ADMINISTRATION FUND

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

		■ Stredam						ariance
		Bud Original	get	Final		Actual	with Final Budget	
REVENUES: Charges for services: General government and others	\$	2,300	\$	102,300	\$	51,299	\$	(51,001)
Miscellaneous: Interest		50,000		50,000		(2,490)		(52,490)
TOTAL REVENUES		52,300		152,300		48,809		(103,491)
EXPENDITURES: General government: Personal services Materials and services Contingency	8,	405,370 100,983 165,741		471,138 275,215 25,741	<u>-</u>	402,369 188,738 -	<u> </u>	68,769 86,477 25,741
TOTAL EXPENDITURES		672,094		772,094	·	591,107		180,987
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(619,794)		(619,794)		(542,298)		77,496
OTHER FINANCING SOURCE: Transfers in	f and the control of the control of	415,857		415,857		415,857	¥	(=
NET CHANGE IN FUND BALANCE		(203,937)		(203,937)		(126,441)		77,496
FUND BALANCE, June 30, 2008		203,937		203,937		200,750		(3,187)
FUND BALANCE, June 30, 2009	_\$_		_\$_		_\$_	74,309	\$	74,309

LAW LIBRARY FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - $$\operatorname{\mathsf{BUDGET}}$ AND ACTUAL

		Rud	laet				Variance with Final	
	Budget Original F			Final	– Actual			Budget
REVENUES:	-	<u> </u>						<u> </u>
Charges for services:								
Court fees	\$	340,690	\$	340,690	\$	357,876	\$	17,186
Other		6,600		6,600		3,537	-	(3,063)
Total charges for services		347,290		347,290		361,413	-	14,123
Miscellaneous:								
Interest		9,423		9,423		13,976		4,553
TOTAL REVENUES	100	356,713	356,713		375,389			18,676
EXPENDITURES:								
Education:								
Personal services		140,579		140,579		139,304		1,275
Materials and services		286,766		286,766	242,882			43,884
Contingency		10,000	10,000 -					10,000
Reserve for future expenditures		445,600		445,600				445,600
TOTAL EXPENDITURES	u 	882,945		882,945		382,186		500,759
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET								
CHANGE IN FUND BALANCE		(526,232)		(526,232)		(6,797)		519,435
FUND BALANCE, June 30, 2008	% <u></u>	526,232		526,232		581,144		54,912
FUND BALANCE, June 30, 2009	_\$_		\$		\$ 574,347		\$	574,347

LIBRARY NETWORK FUND

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

	Buc	iget		Variance with Final
	Original	Final	Actual	Budget
REVENUES: Intergovernmental revenues: Local	\$ 14,000	\$ 109,121	\$ 95,177	\$ (13,944)
Charges for services			28,626	28,626
Miscellaneous: Interest Reimbursements Other	22,000 14,940	22,000 14,940 	21,924 30,686 45	(76) 15,746 45
Total miscellaneous	36,940	36,940	52,655	15,715
TOTAL REVENUES	50,940	146,061	176,458	30,397
EXPENDITURES: Education: Personal services Materials and services Capital outlay Contingency	700,343 5,085,354 20,000 66,243	706,343 5,212,354 20,000 149,171	728,194 5,208,677 - 	(21,851) 3,677 20,000 149,171
TOTAL EXPENDITURES	5,871,940	6,087,868	5,936,871	150,997
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,821,000)	(5,941,807)	(5,760,413)	181,394
OTHER FINANCING SOURCES (USES): Transfers in Transfers out	6,785,000 (1,112,000)	6,785,000 (1,112,000)	6,785,000 (1,112,000)	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	5,673,000	5,673,000	5,673,000	-
NET CHANGE IN FUND BALANCE	(148,000)	(268,807)	(87,413)	181,394
FUND BALANCE, June 30, 2008	148,000	268,807	268,806	(1)
FUND BALANCE, June 30, 2009	\$ -	<u>\$ -</u>	\$ 181,393	\$ 181,393

PARKS FUND

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

	Buc	dget		Variance with Final
	Original	Final	Actual	Budget
REVENUES: Intergovernmental revenues:	193			
Federal	\$ 182,999	\$ 270,000	\$ 210,889	\$ (59,111)
State	371,700	589,949	586,426	(3,523)
Local	128,000	160,213	179,296_	19,083
Total intergovernmental revenues	682,699	1,020,162	976,611	(43,551)
Licenses and permits	195,250	195,250	225,646	30,396_
Charges for services	200,078	200,078	284,607	84,529
Miscellaneous:		201099000		
Contributions and donations	500	500	1,653	1,153
Other	10,800	10,800	12,398	1,598
Total miscellaneous	11,300	11,300	14,051	2,751
TOTAL REVENUES	1,089,327	1,426,790	1,500,915	74,125
EXPENDITURES:				
Culture and recreation:	4 400 500	4 400 500	4 540 400	(05.040)
Personal services	1,460,523	1,460,523 1,242,528	1,546,166 1,242,968	(85,643) (440)
Materials and services Capital outlay	1,213,103 467,600	775,638	463,479	312,159
TOTAL EXPENDITURES	3,141,226	3,478,689	3,252,613	226,076
TOTAL EXI ENDITORES	0,111,220			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,051,899)	(2,051,899)	(1,751,698)	300,201
OTHER FINANCING SOURCE: Transfers in	2,051,899	2,051,899	165,588	(1,886,311)
NET CHANGE IN FUND BALANCE	-	-	(1,586,110)	(1,586,110)
FUND BALANCE, June 30, 2008	-	=0	189	189
FUND BALANCE (DEFICIT), June 30, 2009	\$ -	\$ -	\$ (1,585,921)	\$ (1,585,921)

BUSINESS & ECONOMIC DEVELOPMENT FUND

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

	Budget							Variance with Final	
		Original	<u> </u>	Final		Actual		Budget	
REVENUES: Intergovernmental revenues: Federal State Local	\$	162,000 - -	\$	191,069 28,500 15,000	\$	61,994 28,500 20,000	\$	(129,075) - 5,000	
Total intergovernmental revenues		162,000		234,569		110,494		(124,075)	
Licenses and permits		1,000		1,000		2,338		1,338	
Charges for services		30,000		30,000		12,850		(17,150)	
Miscellaneous: Reimbursements		103,224		103,224		103,224			
TOTAL REVENUES		296,224		368,793		228,906		(139,887)	
EXPENDITURES: Economic development: Personal services Materials and services		628,046 571,501		640,031 682,085		625,984 382,845	atu e	14,047 299,240	
TOTAL EXPENDITURES		1,199,547		1,322,116		1,008,829		313,287	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(903,323)		(953,323)		(779,923)		173,400	
OTHER FINANCING SOURCE: Transfers in*		863,870		913,870		1,007,568		93,698	
NET CHANGE IN FUND BALANCE		(39,453)		(39,453)		227,645		267,098	
FUND BALANCE, June 30, 2008	0	39,453		39,453	2	-		39,453	
FUND BALANCE, June 30, 2009	\$		_\$_		\$	227,645	\$	227,645	

^{*\$93,698} of the transfers in represents a transfer of equity from the Planning Fund.

PLANNING FUND

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

	Budget						Variance with Final	
	(Original		Final		Actual		Budget
REVENUES: Intergovernmental revenues:			_	00.000		00.004	•	(2.740)
Federal Local	\$	26,982 288,857	\$ —	26,982 288,857	\$	23,264 495,040	\$ 	(3,718) 206,183
Total intergovernmental revenues	N-	315,839		315,839		518,304		202,465
Licenses and permits		25,000		25,000		11,369	_	(13,631)
Charges for services	10-	1,047,873		1,047,873	_	907,647		(140,226)
Miscellaneous: Other		50		50		10,275		10,225
TOTAL REVENUES		1,388,762	_	1,388,762		1,447,595		58,833
EXPENDITURES: Economic development:								
Personal services Materials and services		2,957,789 916,952		3,029,792 916,952		3,051,453 833,535		(21,661) 83,417
TOTAL EXPENDITURES		3,874,741		3,946,744		3,884,988		61,756
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	((2,485,979)		(2,557,982)		(2,437,393)		120,589
OTHER FINANCING SOURCE: Transfers in Transfers out*		2,117,160	s:-	2,117,160		2,117,160 (93,698)		- (93,698)
TOTAL OTHER FINANCING SOURCES (USES)	-	2,117,160	X4 	2,117,160		2,023,462		(93,698)
NET CHANGE IN FUND BALANCE		(368,819)		(440,822)		(413,931)		26,891
FUND BALANCE, June 30, 2008		368,819		440,822		534,519		93,697
FUND BALANCE, June 30, 2009	\$		_\$		\$	120,588	\$	120,588

^{*}Represents a transfer out of equity to the Business and Economic Development Fund.

PUBLIC LAND CORNER PRESERVATION FUND

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

Original Final Actual	Budget
REVENUES: \$ 852,500 \$ 852,500 \$ 720,280 \$ Charges for services \$ 852,500 \$ 720,280 \$	\$ (132,220)
Miscellaneous: - - 4,405 Other - - 30,000 30,000 37,936 Interest 30,000 30,000 37,936 30,000 <td>4,405 7,936</td>	4,405 7,936
Total miscellaneous30,00030,00042,341	12,341
Licenses and permits	(21,875)
TOTAL REVENUES 932,500 932,500 790,746	(141,754)
EXPENDITURES: Culture and recreation: Personal services 1,065,823 1,065,823 1,028,371	37,452
Materials and services 290,061 290,061 261,774 Reserve for future expenditures 989,269 989,269 - Contingency 300,000 300,000 -	28,287 989,269 300,000
TOTAL EXPENDITURES 2,645,153 2,645,153 1,290,145	1,355,008
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE (1,712,653) (1,712,653) (499,399)	1,213,254
FUND BALANCE, June 30, 2008 1,712,653 1,712,653 1,689,724	(22,929)
FUND BALANCE, June 30, 2009 \$ - \$ - \$ 1,190,325	\$ 1,190,325

CLACKAMAS MENTAL HEALTH ORGANIZATION FUND

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

		r		Variance
	Original	lget Final	Actual	with Final Budget
REVENUES: Intergovernmental revenues: State	\$ 13,741,860	\$ 13,454,391	\$ 11,235,292	\$ (2,219,099)
Miscellaneous: Interest			152,658	152,658
TOTAL REVENUES	13,741,860	13,454,391	11,387,950	(2,066,441)
EXPENDITURES: Health and sanitation: Materials and services Contingency	12,734,810 1,007,050	12,591,798 712,593	11,085,292 	1,506,506 712,593
TOTAL EXPENDITURES	13,741,860	13,304,391	11,085,292	2,219,099
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	150,000	302,658	152,658
OTHER FINANCING (USE): Transfer out	<u>F_</u>	(150,000)	(150,000)	
NET CHANGE IN FUND BALANCE	_	-	152,658	152,658
FUND BALANCE, June 30, 2008			120,854_	120,854
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 273,512	\$ 273,512

SOCIAL SERVICES FUND

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

	Buc	lget		Variance with Final
	Original	Final	Actual	Budget
REVENUES:				
Intergovernmental revenues:	m 2 420 200	e 4.400.042	e 2.077.E70	\$ (522.364)
Federal	\$ 3,436,288 11,526,297	\$ 4,499,943 11,225,172	\$ 3,977,579 10,610,755	\$ (522,364) (614,417)
State Local	1,082,911	1,630,423	778,391	(852,032)
Local	1,002,911	1,000,420	770,001	(002,002)
Total intergovernmental revenues	16,045,496	17,355,538	15,366,725	(1,988,813)
Licenses and permits	22,000	82,000	25,166	(56,834)
Charges for services	4,093,357	4,092,816	3,400,308	(692,508)
Miscellaneous:				
Contributions and donations	15,000	15,000	2,669	(12,331)
Interest	*************************************	Aprilia A Stationary Co.	1,400	1,400
Other	192,778	192,778	67,625	(125,153)
Total miscellaneous	207,778	207,778	71,694	(136,084)
TOTAL REVENUES	20,368,631	21,738,132	18,863,893	(2,874,239)
EXPENDITURES:				
Health and sanitation:				
Personal services	9,928,953	9,633,730	9,057,515	576,215
Materials and services	11,605,911	13,237,811	10,824,944	2,412,867
Capital outlay		32,824	-	32,824
Contingency	28,244	28,244		28,244
TOTAL EXPENDITURES	21,563,108	22,932,609	19,882,459	3,050,150
EXCESS (DEFICIENCY) OF REVENUES				
OVER EXPENDITURES	(1,194,477)	(1,194,477)	(1,018,566)	175,911
	** (12) 25 *			
OTHER FINANCING SOURCE:			1 0 1 0 1 7 7	(0.000)
Transfers in	1,012,477	1,014,477	1,012,477	(2,000)
NET CHANGE IN FUND BALANCE	(182,000)	(180,000)	(6,089)	173,911
FUND BALANCE, June 30, 2008	182,000	180,000	240,475	60,475
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 234,386	\$ 234,386

COMMUNITY ENVIRONMENT FUND

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

		Budget	ř				/ariance /ith Final
	Original		Final		Actual		Budget
REVENUES:							
Intergovernmental Local	\$ 331,89	90 _\$_	331,890	_\$	330,069	\$	(1,821)
Licenses and permits	1,151,00	00	1,151,000		1,196,787		45,787
Charges for services	140,50	00	140,500		156,740		16,240
Fines and forfeits	10,00	00	10,000		47,231		37,231
Miscellaneous:							0744
Interest Other	30,00 50	00 00	30,000 500		39,714 1,763	2	9,714 1,263
Total miscellaneous	30,50	00	30,500		41,477		10,977
TOTAL REVENUES	1,663,89	90	1,663,890		1,772,304		108,414
EXPENDITURES: Health and sanitation:							
Personal services	1,303,3		1,323,317		1,318,283		5,034
Materials and services	1,221,1		1,201,154		942,312		258,842
Capital outlay	10,00		10,000		10,000		443,664
Reserve for future expenditures	179,5° 485,84		443,664 485,842		=======================================		485,842
Contingency TOTAL EXPENDITURES	3,199,8		3,463,977		2,270,595		1,193,382
TOTAL EXILIBITORES	- 0,,00,0		-1,0010				
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,535,9	37)	(1,800,087)		(498,291)		1,301,796
OTHER FINANCING SOURCE: Transfers in	189,3	54	189,354		189,354		=/_
NET CHANGE IN FUND BALANCE	(1,346,5	83)	(1,610,733)		(308,937)		1,301,796
FUND BALANCE, June 30, 2008	1,346,5	83	1,610,733		1,610,734		1_
FUND BALANCE, June 30, 2009	\$	- \$		_\$_	1,301,797	\$	1,301,797

SUNNYSIDE VILLAGE PARK ACQUISITION FUND

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

	Budget						Variance with Final		
		Original		Final		Actual	Budget		
REVENUES: Licenses and permits	\$	1 = 1	\$		\$	2,592	\$	2,592	
Miscellaneous: Interest	r 	10,000		10,000		7,789		(2,211)	
TOTAL REVENUES		10,000		10,000		10,381		381	
EXPENDITURES: Culture and recreation: Materials and services	1.00	317,769		317,769		5,150		312,619	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE		(307,769)		(307,769)		5,231		313,000	
FUND BALANCE, June 30, 2008		307,769		307,769		310,041		2,272	
FUND BALANCE, June 30, 2009	\$		\$	-	_\$_	315,272	\$	315,272	

SUNNYSIDE VILLAGE PARK ROAD FRONTAGE CONSTRUCTION FUND

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

		Buc	iget					∕ariance ⁄ith Final	
	-	Original		Final		Actual	Budget		
REVENUES: Miscellaneous: Interest	\$	4,000	\$	4,000	\$	2,939	\$	(1,061)	
EXPENDITURES: Culture and recreation: Capital outlay		120,542		120,542				120,542	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE		(116,542)		(116,542)		2,939		119,481	
FUND BALANCE, June 30, 2008	¥	116,542		116,542	-	117,825		1,283	
FUND BALANCE, June 30, 2009	_\$_	·	\$		\$	120,764	\$	120,764	

JUVENILE FUND

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

	Budget						W	ariance vith Final
		Original		Final		Actual		Budget
REVENUES:								
Intergovernmental revenues: Federal	\$	317,822	\$	327,822	\$	279,580	\$	(48,242)
State	φ	392,927	φ	417,927	Ψ	49,006	Ψ	(368,921)
Local		-				196,009		196,009
	-					•		
Total intergovernmental revenues		710,749		745,749		524,595		(221,154)
Charges for services		658,663		658,663		1,011,970		353,307
Fines and forfeits		28,000		28,000		29,494		1,494
Miscellaneous:								
Reimbursements		283,765		283,765		562,676		278,911
Other		10,000		10,000		30,965		20,965
Total miscellaneous		293,765		293,765		593,641		299,876
TOTAL REVENUES	(b (1,691,177		1,726,177		2,159,700	•	433,523
EXPENDITURES:								
Public protection:								
Personal services		4,475,300		4,475,300		4,173,425		301,875
Materials and services		3,311,042		3,448,921		3,205,626		243,295
TOTAL EXPENDITURES		7,786,342		7,924,221		7,379,051		545,170
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	((6,095,165)		(6,198,044)		(5,219,351)		978,693
OTHER FINANCING SOURCES (USES):		5,873,913		5,873,913		5,731,036		(142,877)
Transfers in Transfers out		(33,800)		(33,800)		(33,800)		(142,077)
Talisicis out		(00,000)		(00,000)		(00,000)	-	
TOTAL OTHER FINANCING								
SOURCES (USES)	-	5,840,113		5,840,113		5,697,236	-	(142,877)
NET CHANGE IN FUND BALANCE		(255,052)		(357,931)		477,885		835,816
FUND BALANCE, June 30, 2008	000 mm 1 mm	255,052	-	357,931		397,091		39,160
FUND BALANCE, June 30, 2009	_\$_		_\$_	<u>=</u>	\$	874,976	\$	874,976

TRANSIENT ROOM TAX FUND

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

		dget	A street	Variance with Final
	Original	Final	Actual	Budget
REVENUES: Taxes: Hotel and motel occupancy tax	\$ 3,271,860	\$ 3,271,860	\$ 2,657,156	\$ (614,704)
Miscellaneous: Interest	10,000	10,000	1,747	(8,253)
TOTAL REVENUES	3,281,860	3,281,860	2,658,903	(622,957)
EXPENDITURES: Culture and recreation: Materials and services	65,440	65,440	53,266	12,174
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,216,420	3,216,420	2,605,637	(610,783)
OTHER FINANCING USE: Transfers out	(3,216,420)	(3,216,420)	(2,608,550)	607,870
NET CHANGE IN FUND BALANCE	-	-	(2,913)	(2,913)
FUND BALANCE, June 30, 2008			2,706	2,706
FUND BALANCE (DEFICIT), June 30, 2009	\$ -	\$ -	\$ (207)	\$ (207)

TRANSPORTATION SYSTEM DEVELOPMENT CHARGE FUND

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

		lget		Variance with Final	
	Original	Final	Actual	Budget	
REVENUES: Licenses and permits	\$ 2,085,444	\$ 2,085,444	\$ 1,454,148	\$ (631,296)	
Charges for services	30,000	30,000	96,156	66,156	
Miscellaneous: Interest	529,400	529,400	298,392	(231,008)	
TOTAL REVENUES	2,644,844	2,644,844	1,848,696	(796,148)	
EXPENDITURES: Public ways and facilities: Materials and services	89,311	239,311	231,154	8,157	
Debt service: Principal Contingency	450,000 11,454,974	450,000 11,304,974	145,493 	304,507 11,304,974	
TOTAL EXPENDITURES	11,994,285	11,994,285	376,647	11,617,638	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(9,349,441)	(9,349,441)	1,472,049	10,821,490	
OTHER FINANCING SOURCES (USES): Loan proceeds Proceeds from the sale of capital assets Transfers out	5,000,000 - (12,416,874)	10,000,000 - (17,416,874)	5,000,000 260,000 (10,913,240)	(5,000,000) 260,000 6,503,634	
TOTAL OTHER FINANCING SOURCES (USES)	(7,416,874)	(7,416,874)	(5,653,240)	1,763,634	
NET CHANGE IN FUND BALANCE	(16,766,315)	(16,766,315)	(4,181,191)	12,585,124	
FUND BALANCE, June 30, 2008, as previously reported	16,766,315	16,766,315	14,129,419	(2,636,896)	
RESTATEMENT			(63,937)	(63,937)	
FUND BALANCE, June 30, 2008, as restated	16,766,315	16,766,315	14,065,482	(2,700,833)	
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 9,884,291	\$ 9,884,291	

DISTRICT ATTORNEY FUND

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

	Buc	lget		Variance with Final	
	Original	Final	Actual	Budget	
REVENUES:					
Intergovernmental revenues:				# (0.000)	
Federal	\$ 445,443	\$ 445,443	\$ 441,537	\$ (3,906)	
State	1,863,151	1,863,151	1,508,862	(354,289)	
Total intergovernmental revenues	2,308,594	2,308,594	1,950,399	(358,195)	
Fines and forfeits	5,000	5,000		(5,000)	
Miscellaneous:					
Reimbursements	_	11,734	11,884	150	
Interest	-	-	2,380	2,380	
Other	223,100	223,100	388,239	165,139	
Total miscellaneous	223,100	234,834	402,503	167,669	
TOTAL REVENUES	2,536,694	2,548,428	2,352,902	(195,526)	
EXPENDITURES: Public protection:					
Personal services	8,348,198	8,354,632	7,911,618	443,014	
Materials and services	2,355,888	2,361,188	2,040,369	320,819	
Capital outlay			14,735	(14,735)	
TOTAL EXPENDITURES	10,704,086	10,715,820	9,966,722	749,098	
EXCESS (DEFICIENCY) OF REVENUES					
OVER EXPENDITURES	(8,167,392)	(8,167,392)	(7,613,820)	553,572	
OTHER FINANCING SOURCES (USES):					
Transfers in	7,528,607	7,528,607	7,528,607	-	
Transfers out	(255,443)	(255,443)	(67,566)	<u> 187,877</u>	
TOTAL OTHER FINANCING					
SOURCES (USES)	7,273,164	7,273,164	7,461,041	187,877	
NET CHANGE IN FUND BALANCE	(894,228)	(894,228)	(152,779)	741,449	
FUND BALANCE, June 30, 2008	894,228	894,228	599,326	(294,902)	
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 446,547	\$ 446,547	

JUSTICE COURT FUND

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

	Budget Original Final Acti				Actual	Variance with Final Budget		
REVENUES:			_	100.000	_	400 407	•	(40)
Miscellaneous	_\$		_\$_	106,200	_\$_	106,187	_\$	(13)
EXPENDITURES:								
Public protection:				44.400		47.044		07.055
Personal services		-		44,496		17,241		27,255
Materials and services		-		11,704		8,626		3,078
Capital outlay				50,000				50,000
TOTAL EXPENDITURES				106,200		25,867	-	80,333
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE		-		-		80,320		80,320
FUND BALANCE, June 30, 2008								-
FUND BALANCE, June 30, 2009	\$		_\$_		\$	80,320	\$	80,320

PUBLIC SAFETY LOCAL OPTION LEVY FUND

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

		lget		Variance with Final
	Original	Final	Actual	Budget
REVENUES: Property taxes: Current Delinquent	\$ 7,935,038 11,500	\$ 7,935,038 11,500	\$ 7,888,875 182,257	\$ (46,163) 170,757
Total property taxes	7,946,538	7,946,538	8,071,132	124,594
Miscellaneous: Interest	3,500	3,500	90,674	87,174
TOTAL REVENUES	7,950,038	7,950,038	8,161,806	211,768
EXPENDITURES: Public protection: Personal services Materials and services	6,172,494 1,033,771	6,227,494 1,056,338	5,714,236 1,100,979	513,258 (44,641)
Reserve for future expenditures Contingency	1,452,002 613,095	1,452,002 558,095		1,452,002 558,095
TOTAL EXPENDITURES	9,271,362	9,293,929	6,815,215	2,478,714
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,321,324)	(1,343,891)	1,346,591	2,690,482
OTHER FINANCING USES: Transfers out	(844,605)	(844,605)	(819,964)	24,641
NET CHANGE IN FUND BALANCE	(2,165,929)	(2,188,496)	526,627	2,715,123
FUND BALANCE, June 30, 2008	2,165,929	2,188,496	2,188,495	(1)
FUND BALANCE, June 30, 2009	\$ -	\$ -	2,715,122	\$ 2,715,122
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Property taxes susceptible to accrual, recognized as revenue on the US GAAP basis			82,418	
FUND BALANCE - US GAAP BASIS, June 30, 2009			\$ 2,797,540	

PROPERTY MANAGEMENT FUND

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

	Budget					Variance with Final		
	_	Original	ger	Final		Actual		Budget
REVENUES: Charges for services	\$	583,239	\$	629,939	\$	246,597	\$	(383,342)
Miscellaneous: Interest Other		11,600 96,972	3	11,600 96,972		5,475 70,704		(6,125) (26,268)
Total miscellaneous		108,572		108,572	-	76,179		(32,393)
TOTAL REVENUES		691,811		738,511		322,776		(415,735)
EXPENDITURES: General government: Personal services Materials and services		166,152 772,991		166,152 1,078,229		160,202 494,909		5,950 583,320
TOTAL EXPENDITURES	-	939,143_		1,244,381		655,111		589,270
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(247,332)		(505,870)		(332,335)		173,535
OTHER FINANCING SOURCES: Proceeds from sale of capital assets		53,844	•	53,844	·	15,046		(38,798)
NET CHANGE IN FUND BALANCE		(193,488)		(452,026)		(317,289)		134,737
FUND BALANCE, June 30, 2008		193,488	•	452,026		452,026		
FUND BALANCE, June 30, 2009	\$		\$		\$	134,737	\$	134,737

COUNTY PAYMENTS ACCOUNT PROJECT FUND

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

		Buc	lget	 Final		Actual		Variance with Final Budget
REVENUES: Intergovernmental revenues:		Original	•		\$	1,043,986	· ·	(1,665,773)
Federal	_\$_	848,839	_\$_	2,709,759	Ψ_	1,043,960	_Φ	(1,003,113)
Miscellaneous: Interest		50,000		50,000		2 0		(50,000)
TOTAL REVENUES	S	898,839		2,759,759		1,043,986		(1,715,773)
EXPENDITURES: General government: Materials and services		503,713		2,364,633		1,043,986		1,320,647
Contingency	-	395,126		395,126		-		395,126
TOTAL EXPENDITURES		898,839		2,759,759		1,043,986	9.	1,715,773
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE		-		-		¥		2
FUND BALANCE, June 30, 2008	D	-				-		
FUND BALANCE, June 30, 2009	_\$	- E-0	_\$		\$			

JOINT TRANSPORTATION SDC FUND

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

	р			Variance with Final	
	Original Buc	iget Final	Actual	Budget	
REVENUES:			-		
Licenses and permits	\$ 2,720,300	\$ 2,720,300	\$ 2,125,340	\$ (594,960)	
Miscellaneous:					
Interest	200,000	200,000	204,439	4,439	
TOTAL REVENUES	2,920,300	2,920,300	2,329,779	(590,521)	
EXPENDITURES: Public ways and facilities:					
Materials and services	134,438	834,438	681,691	152,747	
Debt service	1,140,636	1,140,636	1,140,636	j e	
Contingency	4,827,769	3,127,769		3,127,769	
TOTAL EXPENDITURES	6,102,843	5,102,843	1,822,327	3,280,516	
EXCESS (DEFICIENCY) OF REVENUES	(0.100.510)	(0.100.510)	507.450	0.000.005	
OVER EXPENDITURES	(3,182,543)	(2,182,543)	507,452	2,689,995	
OTHER FINANCING SOURCES (USES)				20/701 E00027371 (F02/24/07/27)	
Transfers in	4,000,000	4,000,000	1,000,000	(3,000,000)	
Transfers out	(5,068,064)	(8,305,956)	(6,944,999)	1,360,957	
TOTAL OTHER FINANCING					
SOURCES (USES)	(1,068,064)	(4,305,956)	(5,944,999)	(1,639,043)	
NET CHANGE IN FUND BALANCE	(4,250,607)	(6,488,499)	(5,437,547)	1,050,952	
FUND BALANCE, June 30, 2008, as previously reported	4,250,607	6,488,499	6,488,500	1	
RESTATEMENT			(3,523,233)	(3,523,233)	
FUND BALANCE, June 30, 2008, as restated	4,250,607	6,488,499	2,965,267	(3,523,232)	
FUND BALANCE (DEFICIT), June 30, 2009	\$ -	\$ -	\$ (2,472,280)	\$ (2,472,280)	

CLACKAMAS COUNTY, OREGON TAX TITLE LAND FUND

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

	Budget					A	Variance with Final	
		Original		Final		Actual		Budget
REVENUES:								
Miscellaneous:	\$	247 444	\$	247 414	\$	168,620	\$	(78,794)
Sale of forclosed property	Φ	247,414	Ф	247,414	Ψ	The second secon	Ψ	1980
Interest	-	35,475		35,475		31,325		(4,150)
TOTAL REVENUES		282,889		282,889		199,945		(82,944)
EXPENDITURES: General government:								
Materials and services		282,889		329,589		246,597		82,992
maiorialo ana como co					-			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET								
CHANGE IN FUND BALANCE		V₩.		(46,700)		(46,652)		48
FUND BALANCE, June 30, 2008	-		•	46,700		46,653		(47)
FUND BALANCE, June 30, 2009	_\$_		_\$_		_\$_	1_	_\$	1

PARKS TRUST FUND

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

	Bu	dget		Variance with Final
	Original	Final	Actual	Budget
REVENUES: Intergovernmental revenues: Federal forest reserve timber sales	\$ 500,000	\$ 500,000	\$ 548,641	\$ 48,641
Charges for services	50,000	50,000	52,225	2,225
Miscellaneous: Interest Other	50,000	50,000	38,967 302	(11,033) 302
Total miscellaneous	50,000	50,000	39,269	(10,731)
TOTAL REVENUES	600,000	600,000	640,135	40,135
EXPENDITURES: Culture and recreation: Contingency Reserve for future expenditures	358,550 3,081,085	358,550 3,081,085	·	358,550 3,081,085
TOTAL EXPENDITURES	3,439,635	3,439,635	-	3,439,635
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,839,635)	(2,839,635)	640,135	3,479,770
OTHER FINANCING SOURCES (USES): Proceeds from sale of capital assets Transfers out	2,000,000 (1,580,561)	2,000,000 (1,580,561)	823,799	(1,176,201) 1,580,561
TOTAL OTHER FINANCING SOURCES (USES)	419,439	419,439	823,799	404,360
NET CHANGE IN FUND BALANCE	(2,420,196)	(2,420,196)	1,463,934	3,884,130
FUND BALANCE, June 30, 2008	2,420,196	2,420,196	2,160,517	(259,679)
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 3,624,451	\$ 3,624,451

TOURISM DEVELOPMENT COUNCIL FUND

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

	Buc	dget		Variance with Final	
	Original	Final	Actual	Budget	
REVENUES: Intergovernmental	\$ 84,000	\$ 84,000	\$ 53,978	\$ (30,022)	
Miscellaneous: Interest Other	10,000 360,000	10,000 360,000	22,445 993	12,445 (359,007)	
Total miscellaneous	370,000	370,000	23,438	(346,562)	
TOTAL REVENUES	454,000	454,000	77,416	(376,584)	
EXPENDITURES: Culture and recreation: Personal services Materials and services Reserve for future expenditures Contingency	353,989 2,813,280 200,000 426,456	366,017 2,863,280 200,000 996,166	368,137 2,033,021 - -	(2,120) 830,259 200,000 996,166	
TOTAL EXPENDITURES	3,793,725	4,425,463	2,401,158	2,024,305	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,339,725)	(3,971,463)	(2,323,742)	1,647,721	
OTHER FINANCING SOURCES: Transfers in	2,832,720	2,832,720	2,224,850	(607,870)	
NET CHANGE IN FUND BALANCE	(507,005)	(1,138,743)	(98,892)	1,039,851	
FUND BALANCE, June 30, 2008	507,005	1,138,743	1,068,645	(70,098)	
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 969,753	\$ 969,753	

FLEET REPLACEMENT RESERVE FUND

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

	Bud Original	dget Final	Actual	Variance with Final Budget Positive (Negative)
EXPENDITURES:				
Reserve for future expenditures	\$ 20,000	\$ 20,000	<u>\$ -</u>	\$ 20,000
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(20,000)	(20,000)		20,000
FUND BALANCE, June 30, 2008	20,000	20,000		(20,000)
FUND BALANCE, June 30, 2009	\$ -	\$ -	<u>\$ -</u>	\$ -

NORTH CLACKAMAS PARKS AND RECREATION DISTRICT FUND

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

	_	Bud Original	lget	 Final		Actual		/ariance vith Final Budget
DEVENUES.	_	Original	-	I IIIai		Actual		Duaget
REVENUES: Property taxes Charges for services	\$	4,899,000 1,673,463	\$	4,899,000 1,673,463	\$	4,829,228 1,752,008	\$	(69,772) 78,545
Intergovernmental		124,000		124,000		138,021		14,021
Interest		100,000		100,000		73,265		(26,735)
Donations		12,000		12,000		12,000		-
Miscellaneous		227,300		227,300		93,462		(133,838)
							-	
TOTAL REVENUES		7,035,763		7,035,763	_	6,897,984		(137,779)
EXPENDITURES:								
Culture and recreation:		785,691		785,691		623,992		161,699
Administration		964,425		964,425		855,518		101,093
Maintenance services		769,833		769,833		789,986		(20,153)
Program services		796,558		796,558		729,299		67,259
Milwaukie Center				1,973,700		1,784,110		189,590
Aquatic Park		1,973,700		715,741		642,946		72,795
Community Relations		715,741		408,086		443,369		(35,283)
Planning and development		408,086				443,369		(35,263) 797,044
Contingency	-	1,356,250	_	797,044	_			797,044
TOTAL EXPENDITURES	, , , , , , , , , , , , , , , , , , , 	7,770,284		7,211,078	ş	5,869,220		1,341,858
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(734,521)		(175,315)		1,028,764		1,204,079
OTHER FINANCING SOURCES (USES):								
Transfers in		31,000		31,000		31,000		-
Transfers out		(1,705,000)		(2,264,206)		(2,264,206)		<u> </u>
Transiers out	-	(1,700,000)	_	(2,204,200)		(2,201,200)	-	
TOTAL OTHER FINANCING		(4.074.000)		(0.000.000)		(2.222.206)		
SOURCES (USES)	,	(1,674,000)	-	(2,233,206)	J	(2,233,206)		
NET CHANGE IN FUND BALANCE		(2,408,521)		(2,408,521)		(1,204,442)		1,204,079
FUND BALANCE, June 30, 2008		2,408,521		2,408,521		2,749,273		340,752
FUND BALANCE, June 30, 2009	\$		\$			1,544,831	\$	1,544,831
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Property taxes susceptible to accrual,						50.074		
recognized as revenue on the US GAAP basis						56,074		
FUND BALANCE - US GAAP BASIS, June 30, 2009					_\$	1,600,905		

NORTH CLACKAMAS PARKS AND RECREATION DISTRICT - NUTRITION AND TRANSPORTATION FUND

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

		Budg	aet					ariance ith Final
	Origin			inal		Actual		Budget
REVENUES: Intergovernmental Interest		000	0* CR	233,000 7,000	\$	310,446 9,431	\$	77,446 2,431
Donations Miscellaneous		000_		123,950 52,000	<u> </u>	176,442 34,465		52,492 (17,535)
TOTAL REVENUES	415	<u>950 </u>		115,950		530,784		114,834
EXPENDITURES: Health and sanitation: Nutrition division	323	208	,	323,298		321,000		2,298
Transportation division Contingency	134 312	081	•	134,081 312,583		128,361		5,720 312,583
TOTAL EXPENDITURES	769	962		769,962		449,361		320,601
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(354	012)	(3	354,012)		81,423	/	435,435
OTHER FINANCING SOURCES (USES): Transfers in Transfers out		000		80,000 (6,000)	200	80,000 (6,000)		
TOTAL OTHER FINANCING SOURCES (USES)	74	000		74,000		74,000		
NET CHANGE IN FUND BALANCE	(280	,012)	(2	280,012)		155,423		435,435
FUND BALANCE, June 30, 2008	280	012		280,012	<u></u>	388,646	0*	108,634
FUND BALANCE, June 30, 2009	\$		\$		\$	544,069	<u>\$</u>	544,069

NORTH CLACKAMAS PARKS AND RECREATION DISTRICT - SYSTEMS DEVELOPMENT CHARGE FUND

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

		Buc		ariance rith Final			
		Original	Final	50	Actual		Budget
REVENUES: Licenses and permits Interest	\$	246,000 20,000	\$ 100,000 12,498	\$	307,096 7,115	\$	207,096 (5,383)
TOTAL REVENUES		266,000	112,498		314,211		201,713
OTHER FINANCING USE: Transfers out	(1,120,340)	 (610,476)		(610,476)	21222	
NET CHANGE IN FUND BALANCE		(854,340)	(497,978)		(296,265)		201,713
FUND BALANCE, June 30, 2008		854,340	 497,978		497,978		
FUND BALANCE, June 30, 2009	_\$		\$ <u> </u>	\$	201,713	_\$_	201,713

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

		Bud	lget					ariance th Final
	$\overline{}$	Original	8	Final		Actual	E	Budget
REVENUES: Licenses and permits Interest	\$	10,000	\$	2,616	\$	3,088 928	\$	472 928
TOTAL REVENUES		10,000		2,616		4,016		1,400
OTHER FINANCING USE: Transfers out		(66,915)		(59,531)	-	(59,531)		
NET CHANGE IN FUND BALANCE		(56,915)		(56,915)		(55,515)		1,400
FUND BALANCE, June 30, 2008	100	56,915		56,915		58,131		1,216
FUND BALANCE, June 30, 2009	_\$		_\$_		_\$_	2,616	\$	2,616

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

		Buc	lget					ariance ith Final
		Original		Final		Actual		Budget
REVENUES:					34		5007	
Licenses and permits	\$	125,000	\$	35,000	\$	197,918	\$	162,918
Interest	7	15,000		7,000		4,896		(2,104)
TOTAL REVENUES		140,000		42,000		202,814		160,814
OTHER FINANCING USE:								
Transfers out		(622,979)		(323,326)		(323,326)		
NET CHANGE IN FUND BALANCE		(482,979)		(281,326)		(120,512)		160,814
FUND BALANCE, June 30, 2008		482,979		281,326		281,326		
FUND BALANCE, June 30, 2009	_\$_		_\$_		_\$_	160,814	\$	160,814

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

		Bud	lget			10.70	ariance vith Final
		Original		Final	Actual	3	Budget
REVENUES: Licenses and permits Interest	\$	1,025,000 150,000	\$	367,466 70,000	\$ 368,960 46,831	\$	1,494 (23,169)
TOTAL REVENUES		1,175,000		437,466	415,791		(21,675)
OTHER FINANCING USE: Transfers out		(4,208,584)	· <u>· · · · · · · · · · · · · · · · · · </u>	(3,176,207)	(3,109,540)		66,667
NET CHANGE IN FUND BALANCE	((3,033,584)		(2,738,741)	(2,693,749)		44,992
FUND BALANCE, June 30, 2008		3,033,584		2,738,741	 2,738,740		(1)
FUND BALANCE, June 30, 2009	_\$_	· <u>·····</u>	\$	_	\$ 44,991	\$	44,991

CLACKAMAS COUNTY ENHANCED LAW ENFORCEMENT DISTRICT FUND

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

								ariance ith Final
	.0	Original		Final		Actual		Budget
REVENUES:								
Taxes	\$	4,796,924	\$	4,796,924	\$	4,802,899	\$	5,975
Interest		? =		-		2,087		2,087
Miscellaneous		30,000		30,000		35,934		5,934
TOTAL REVENUES		4,826,924		4,826,924		4,840,920		13,996
EXPENDITURES: Public protection:								
Materials and services		4,880,344		4,647,424		4,462,030		185,394
Debt service		-,,,		179,500		179,370		130
						*		
TOTAL EXPENDITURES		4,880,344		4,826,924		4,641,400		185,524
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET								
CHANGE IN FUND BALANCE		(53,420)		-		199,520		199,520
FUND BALANCE (DEFICIT), June 30, 2008	-	53,420	2			(9,347)	<u> </u>	(9,347)
FUND BALANCE, June 30, 2009	_\$					190,173		190,173
ADJUSTMENT TO ACCOUNTING PRINCIPL GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Property taxes susceptible to accrual,)							
recognized as revenue on the US GAAP ba	asis				-	36,430		
FUND BALANCE - US GAAP BASIS, June 30,	200	9			_\$	226,603		

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
 - Series 2008 Debt Service Fund
- Estacada Area County Service District for Library Services Debt Service Fund

NONMAJOR DEBT SERVICE FUNDS

COMBINING BALANCE SHEET

JUNE 30, 2008

Clackamas

Estacada

		Local			2257747			velopment	22.734		. acceptance	Coul Develop Ager	nty pment		North		No Clack Park Recre	amas s and		c s	Area ounty ervice istrict	
		provement District Index 15, 2000 Issue Fund	800 N Radio Serv Fur	Debt ice	E	lic Service Building Debt Service Fund	E	Services Building Debt Service Fund	Train	lic Safety ing Center Debt Service Fund	Clackamas Town Center Tax Increment Fund	Clackamas Industrial Area Tax Increment Fund	Government Camp Tax Increment Fund	Cla Revi Tax I	ckamas talization increment Fund	Deb		trict Seri Deb	ies 2008 ot Service Fund	For Se Deb	Library ervices I Service Fund	Total
ASSETS Cash and investments Property taxes receivable Assessments receivable Due from other funds Interfund loan receivable	s	223,232 - 825,000	s	- - 6	s	2,215	S	177,079	S	191 - - -	\$ 23,118,671 586,533	\$ 11,231,907 - - 414,205	\$ 1,564,697 91,899 - -	\$	23,083 39,660	\$	88,901 - - - -	s	99,477 - - -	\$	6,197 7,750 - -	\$ 36,535,650 725,842 825,000 6 414,205
TOTAL ASSETS	5	1,048,232	\$	6	s	2,215	\$	177,079	\$	191	\$ 23,705,204	\$ 11,646,112	\$ 1,656,596	\$	62,743		88,901	_\$_	99,477	\$	13,947	\$ 38,500,703
LIABILITIES AND FUND BALANCES Liabilities: Book overdraft Matured bonds and interest payable Deferred revenue	\$	- 825,000	s	5 - -	\$	- - - -	\$	-	s 	: :	\$ - 213,242 501,313	\$ - - -	\$ - 78,547	s 	33,898	s		s 		\$	- 6,954	213,242 1,445,712
TOTAL LIABILITIES		825,000		5							714,555		78,547	_	33,898		-				6,954	1,658,959
Fund balances: Reserved for loan receivable Undesignated		223,232		- 1		2,215		- 177,079		191	22,990,649	414,205 11,231,907	1,578,049		28,845		88,901		99,477		6,993	414,205 36,427,539
TOTAL FUND BALANCES	·	223,232		1		2,215		177,079		191_	22,990,649	11,646,112	1,578,049		28,845		88,901		99,477		6,993	36,841,744
TOTAL LIABILITIES AND FUND BALANCES	\$	1,048,232	\$	6	<u>s</u>	2,215	<u>s</u>	177,079	\$	191	\$ 23,705,204	\$ 11,646,112	\$ 1,656,596	_\$_	62,743	\$	88,901	\$	99,477	<u>\$</u>	13,947	\$ 38,500,703

NONMAJOR DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2009

Clackamas

Estacada

6	Local			Development			Cou Develo Agei	pment		Clack Park	s and	Area County Service	
	Improvement District September 15, 2000 Issue	800 MHz Radio Debt Service	Public Service Building Debt Service	Services Building Debt Service	Public Safety Training Center Debt Service	Clackamas Town Center Tax Increment	Clackamas Industrial Area Tax Increment	Government Camp Tax Increment	North Clackamas Revitalization Tax Increment	Dis Series 2000 Debt Service	eation trict Series 2008 Debt Service	District For Library Services Debt Service	
	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Total
REVENUES: Property taxes Assessment principal and interest	\$ - 141,406	s -	\$ -	s -	s -	\$ 9,246,745	s -	\$ 1,447,816	\$ 615,566	\$ -	s -	\$ 120,112 -	\$ 11,430,239 141,406
Interest	5,289	; -)	1,198	17,352	191	610,811	409,933	38,433	7,793	-	*	644	1,091,644
Charges for services Miscellaneous	-		864,803	835,026		808		5,289	2,283			6,500	1,699,829 14,880
TOTAL REVENUES	146,695	-	866,001	852,378	191_	9,858,364	409,933	1,491,538	625,642			127,256	14,377,998
EXPENDITURES: Public ways and facilities Materials and services Debt service:	-	9		3.	_	(2	¥	-	:~	2,875	523	-	3,398
Principal	-	-	180,000	1,750,000	195,000 183,565	5,488,769 1,367,615	(-)	=	0. 0	385,000 368,848	215,000 344,206	50,000 76,437	8,263,769 5,155,767
Interest	91,000		700,415	2,023,681	-					756,723	559,729	126,437	13,422,934
TOTAL EXPENDITURES	91,000		880,415	3,773,681	378,565	6,856,384		·		/50,723	555,725	120,437	15,422,554_
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	55,695		(14,414)	(2,921,303)	(378,374)	3,001,980	409,933	1,491,538	625,642	(756,723)	(559,729)	819	955,064
OTHER FINANCING SOURCES (USES): Transfers in Transfers out	8 2 0	(#)	11,064	3,072,106	378,565	(1,000,000)	(4,000,000)	(830,243)	- (648,054)	775,000	659,206	चः <u>(ह)</u>	4,895,941 (6,478,297)
TOTAL OTHER FINANCING SOURCES (USES)		2 # 3	11,064	3,072,106	378,565	(1,000,000)	(4,000,000)	(830,243)	(648,054)	775,000	659,206		(1,582,356)
NET CHANGE IN FUND BALANCES	55,695		(3,350)	150,803	191	2,001,980	(3,590,067)	661,295	(22,412)	18,277	99,477	819	(627,292)
FUND BALANCE, June 30, 2008	167,537	1	5,565	26,276		20,988,669	15,236,179	916,754	51,257	70,624		6,174	37,469,036
FUND BALANCE, June 30, 2009	\$ 223,232	S 1	\$ 2,215	\$ 177,079	\$ 191	\$ 22,990,649	\$ 11,646,112	\$ 1,578,049	\$ 28,845	\$ 88,901	\$ 99,477	\$ 6,993	\$ 36,841,744

LOCAL IMPROVEMENT DISTRICT SEPTEMBER 15, 2000 ISSUE FUND

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

		Bud	dget			0.20	ariance ith Final
		Original		Final	 Actual		Budget
REVENUES: Assessment principal and interest	\$	145,000	\$	145,000	\$ 141,406	\$	(3,594)
Miscellaneous: Interest		2,000		2,000	 5,289	-	3,289
TOTAL REVENUES	-	147,000		147,000	 146,695		(305)
EXPENDITURES: Debt service: Interest and fiscal charges	4	178,805		178,805	91,000		87,805
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE		(31,805)		(31,805)	55,695		87,500
FUND BALANCE, June 30, 2008		31,805		31,805	167,537	·	135,732
FUND BALANCE, June 30, 2009	_\$		\$		\$ 223,232	\$	223,232

800 MHz RADIO SYSTEM DEBT SERVICE FUND

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

		Buo Original	Budget Il Final			Actual		/ariance vith Final Budget
REVENUES: Charges to other governments	\$	119,416	\$	119,416	\$		_\$_	(119,416)
EXPENDITURES: Contingency		119,416		119,416		9 <u>70</u>		119,416
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE		-		-		: -		-
FUND BALANCE, June 30, 2008	·					1		1
FUND BALANCE, June 30, 2009	\$	-	\$		_\$_	1	_\$_	1

PUBLIC SERVICE BUILDING DEBT SERVICE FUND

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

	-	Bud	get				wi	riance h Final
	Original			Final		Actual		udget
REVENUES:	\$	866,015	\$	866,015	\$	864,803	\$	(1,212)
Charges for services Interest	Φ		φ 	-	Ψ 	1,198	Ψ	1,198
TOTAL REVENUES		866,015		866,015		866,001		(14)
EXPENDITURES:								
Debt service:		180,000		180,000		180,000		= 0.
Principal Interest		700,415		700,415		700,415		
TOTAL EXPENDITURES		880,415		880,415		880,415		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(14,400)		(14,400)		(14,414)		(14)
OTHER FINANCING SOURCES: Transfers in		11,064		11,064		11,064		
NET CHANGE IN FUND BALANCE		(3,336)		(3,336)		(3,350)		(14)
FUND BALANCE, June 30, 2008		3,336_		3,336		5,565		2,229
FUND BALANCE, June 30, 2009	\$		\$		\$	2,215	\$	2,215

DEVELOPMENT SERVICES BUILDING DEBT SERVICE FUND

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

		dget		Variance with Final		
	Original	Final	Actual	Budget		
REVENUES: Charges for services Interest	\$ 691,575 5,000	\$ 691,575 5,000	\$ 835,026 17,352	\$ 143,451 12,352		
TOTAL REVENUES	696,575	696,575	852,378	155,803		
EXPENDITURES: Debt service: Principal	1,750,000	1,750,000	1,750,000	_		
Interest	2,023,681	2,023,681	2,023,681	-		
TOTAL EXPENDITURES	3,773,681	3,773,681	3,773,681			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,077,106)	(3,077,106)	(2,921,303)	155,803		
OTHER FINANCING SOURCES: Transfers in	3,072,106	3,072,106	3,072,106	<u> </u>		
NET CHANGE IN FUND BALANCE	(5,000)	(5,000)	150,803	155,803		
FUND BALANCE, June 30, 2008	5,000	5,000	26,276	21,276		
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 177,079	\$ 177,079		

PUBLIC SAFETY TRAINING CENTER DEBT SERVICE FUND

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

		Bud	lget					riance th Final
	Or	iginal		Final		Actual	Budget	
REVENUES: Interest	\$		\$		\$	191	\$	191
EXPENDITURES: Debt Service:								
Principal		195,000		195,000		195,000		-
Interest	107-2	183,565	Was at	183,565		183,565		_
TOTAL EXPENDITURES		378,565		378,565		378,565		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(378,565)		(378,565)		(378,374)		191
OTHER FINANCING SOURCES: Transfers in	(************	378,565		378,565		378,565)	
NET CHANGE IN FUND BALANCE		% #		-		191		191
FUND BALANCE, June 30, 2008			-			***		
FUND BALANCE, June 30, 2009	\$		\$		\$	191	\$	191

CLACKAMAS COUNTY DEVELOPMENT AGENCY - CLACKAMAS TOWN CENTER TAX INCREMENT FUND

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

		dget		Variance with Final	
	Original	Final	Actual	Budget	
REVENUES: Property taxes Interest Miscellaneous	\$ 8,437,643 889,147	\$ 8,437,643 889,147	\$ 9,219,707 610,811 808	\$ 782,064 (278,336) 808	
TOTAL REVENUES	9,326,790	9,326,790	9,831,326	504,536	
EXPENDITURES: Highways and streets Debt service:					
Principal payments	5,488,769	5,488,769	5,488,769	.=	
Interest and fiscal charges	683,808 5,000,000	1,367,616 4,316,192	1,367,615	1 4,316,192	
Contingency Reserve for future expenditures	10,604,188	10,604,188	-	10,604,188	
TOTAL EXPENDITURES	21,776,765	21,776,765	6,856,384	14,920,381	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(12,449,975)	(12,449,975)	2,974,942	15,424,917	
OTHER FINANCING USES: Transfers out	(9,000,000)	(9,000,000)	(1,000,000)	8,000,000	
NET CHANGE IN FUND BALANCE	(21,449,975)	(21,449,975)	1,974,942	23,424,917	
FUND BALANCE, June 30, 2008, as previously reported	21,449,975	21,449,975	56,263,487	34,813,512	
RESTATEMENT*	·	# # T	(35,333,000)	(35,333,000)	
FUND BALANCE, June 30, 2008, as restated	21,449,975	21,449,975	20,930,487	(519,488)	
FUND BALANCE, June 30, 2009	\$ -	\$ -	22,905,429	\$ 22,905,429	
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Property taxes susceptible to accrual, recognized as revenue on the US GAAP basis			85,220		
FUND BALANCE - US GAAP BASIS, June 30, 2009			\$ 22,990,649		

^{*} Bond proceeds transferred to another governmental entity.

CLACKAMAS COUNTY DEVELOPMENT AGENCY - CLACKAMAS INDUSTRIAL AREA TAX INCREMENT FUND

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

		Buo riginal	lget	Final	ļ	Actual	Variance with Final Budget
REVENUES: Interest	\$	408,047	\$	408,047	\$	364,218	\$ (43,829)
EXPENDITURES: Public ways and facilities: Contingency Reserve for future expenditures		3,200,000 5,289,408		3,200,000 5,289,408		<u>-</u>	3,200,000 5,289,408
TOTAL EXPENDITURES		8,489,408		8,489,408		-	8,489,408
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(8,081,361 <u>)</u>		(8,081,361)		364,218	8,445,579
OTHER FINANCING SOURCES (USES): Transfers in* Transfers out	(- 6,500,000)		(6,500,000)	(81,510 4,000,000)	 81,510 2,500,000
TOTAL OTHER FINANCING SOURCES (USES)	(6,500,000)		(6,500,000)	(3,918,490 <u>)</u>	 2,581,510
NET CHANGE IN FUND BALANCE	(1	4,581,361)		(14,581,361)	(3,554,272)	11,027,089
FUND BALANCE, June 30, 2008	1	4,581,361		14,581,361	1	4,786,179	204,818
FUND BALANCE, June 30, 2009	_\$		\$		1	1,231,907	\$ 11,231,907
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Interfund loan recognized as a receivable on the US GAAP basis						414,205	
FUND BALANCE - US GAAP BASIS, June 30, 2009					\$ 1	1,646,112	

^{*}Includes repayment of interfund loan in the amount of \$35,795 principal and \$45,715 interest.

CLACKAMAS COUNTY DEVELOPMENT AGENCY - GOVERNMENT CAMP TAX INCREMENT FUND

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

	•	D. Indust		Variance with Final
		Budget Original Final		Budget
REVENUES: Property taxes Interest Miscellaneous	\$ 1,135,66 22,07		\$ 1,442,943 38,433 5,289	\$ 307,282 16,360 5,289
TOTAL REVENUES	1,157,73	4 1,157,734	1,486,665	328,931
EXPENDITURES: Public ways and facilities: Reserve for future expenditures	1,235,66	1 1,235,661	<u> </u>	1,235,661
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(77,92	7) (77,927)	1,486,665	1,564,592
OTHER FINANCING USES: Transfers out	(830,24	3) (830,243)	(830,243)	
NET CHANGE IN FUND BALANCE	(908,17	0) (908,170)	656,422	1,564,592
FUND BALANCE, June 30, 2008	908,17	0 908,170	908,275	105_
FUND BALANCE, June 30, 2009	\$	<u> </u>	1,564,697	\$ 1,564,697
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Property taxes susceptible to accrual, recognized as revenue on the US GAAP basis			13,352	
FUND BALANCE - US GAAP BASIS, June 30, 2009			\$ 1,578,049	

CLACKAMAS COUNTY DEVELOPMENT AGENCY - NORTH CLACKAMAS REVITALIZATION AREA TAX INCREMENT FUND

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

	Budget						Variance with Final	
		Original	Final			Actual		Budget
REVENUES: Property taxes Interest Miscellaneous	\$	593,483 14,025 -	\$	593,483 14,025	\$	612,707 7,793 2,283	\$	19,224 (6,232) 2,283
TOTAL REVENUES		607,508		607,508		622,783		15,275
EXPENDITURES: Public ways and facilities: Reserve for future expenditures	1	14,025		14,025	-	_		14,025
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		593,483		593,483		622,783		29,300
OTHER FINANCING USES: Transfers out		(653,341)		(653,341)		(648,054)		5,287
NET CHANGE IN FUND BALANCE		(59,858)		(59,858)		(25,271)		34,587
FUND BALANCE, June 30, 2008	73	59,858		59,858		48,354	-	(11,504)
FUND BALANCE, June 30, 2009	\$		\$			23,083	\$	23,083
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Property taxes susceptible to accrual, recognized as revenue on the US GAAP basis					-	5,762		
FUND BALANCE - US GAAP BASIS, June 30, 2009					\$	28,845		

NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -SERIES 2000 DEBT SERVICE FUND

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

	Budget						0.00	riance th Final
	Ori	ginal		Final	Actual		Budget	
EXPENDITURES: Materials and services Debt service:	\$	-	\$	-	\$	2,875	\$	(2,875)
Principal Interest		454,334 390,000	÷	454,334 390,000		385,000 368,848		69,334 21,152
TOTAL EXPENDITURES	8	344,334		844,334		756,723		87,611
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(8	344,334)		(844,334)		(756,723)		87,611
OTHER FINANCING SOURCE: Transfers in		775,000		775,000		775,000		<u></u>
NET CHANGE IN FUND BALANCE		(69,334)		(69,334)		18,277		87,611
FUND BALANCE, June 30, 2008		69,334		69,334		70,624		1,290
FUND BALANCE, June 30, 2009	\$		\$		\$	88,901	\$	88,901

NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -SERIES 2008 DEBT SERVICE FUND

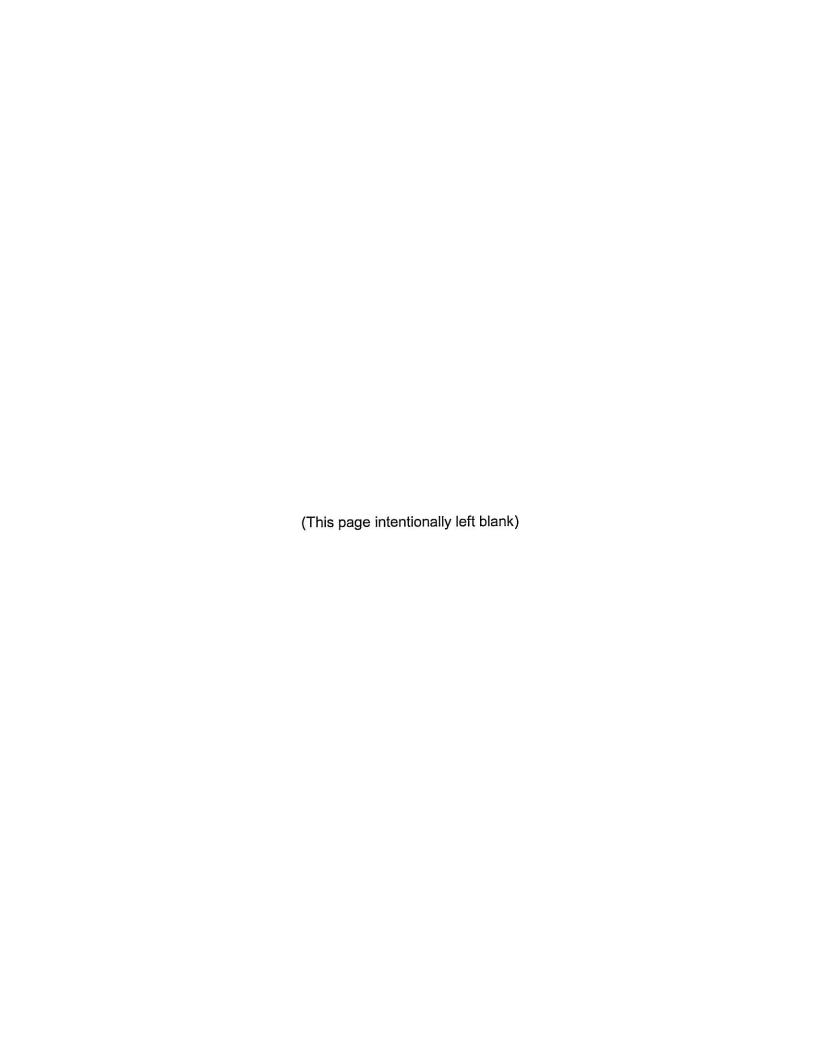
SCHEDULE OF EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

	Budget Original Final			<u> </u>	Actual	Variance with Final Budget		
EXPENDITURES:	•				æ	FOO	c	(E22)
Materials and services Debt service:	\$	<u></u>	\$	% ≅	\$	523	\$	(523)
Principal		315,000		315,000		215,000		100,000
Interest		344,206		344,206		344,206		
TOTAL EXPENDITURES		659,206		659,206		559,729		99,477
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(659,206)		(659,206)		(559,729)		99,477
OTHER FINANCING SOURCE: Transfers in		659,206		659,206		659,206		
NET CHANGE IN FUND BALANCE		<u>~</u>		-		99,477		99,477
FUND BALANCE, June 30, 2008		<u> </u>			-			-8
FUND BALANCE, June 30, 2009	\$		\$		\$	99,477	\$	99,477

ESTACADA AREA COUNTY SERVICE DISTRICT FOR LIBRARY SERVICES DEBT SERVICE FUND

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

	Dudget						Variance with Final		
	Budget Original Final			Actual			Budget		
REVENUES: Property taxes Interest Miscellaneous	\$	120,225 1,200	\$	114,075 850 6,500	\$	120,100 644 6,500	\$	6,025 (206)	
TOTAL REVENUES		121,425		121,425		127,244		5,819	
EXPENDITURES: Debt service: Principal payments Interest and fiscal charges		50,000 76,438		50,000 76,438		50,000 76,437	×.	- 1	
TOTAL EXPENDITURES		126,438	63	126,438		126,437		1_	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(5,013)		(5,013)		807		5,820	
FUND BALANCE, June 30, 2008		5,013		5,013		5,390		377_	
FUND BALANCE, June 30, 2009	\$					6,197	\$	6,197	
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Property taxes susceptible to accrual, recognized as revenue on the US GAAP basis						796_			
FUND BALANCE - US GAAP BASIS, June 30, 2009					\$	6,993			



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:

- Capital Projects Reserve Fund
- 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, 2009

		Capital Projects Reserve Fund	5555.	Local provement District Capital Projects Fund	Clackamas Town Center Development Area Fund	Clack Coi Develo Age Clackamas Industrial Development Area Fund	unty opmo ency C	ent	Cla Rev	North ackamas ritalization ea Fund		No Clack Parks Recre Dis Capital Projects Fund	amas and ation trict Ca			Total
ASSETS Cash and investments Restricted cash Accounts receivable Assessments receivable Grants receivable Due from other funds Land held for resale Contracts receivable	\$	64,500 - 9,562 - 56,481 806 -	\$	507,206 - - 24,807 - - -	\$ 12,707,438 - 118,456 - 4,692 6,209,824	\$ 4,486,276 4,000,000 7,574 92,095 - 6,161,024	s		\$	734,225 3,695 - 3,695 - 45,100	\$	43,151 - - - - 2,040,252 - -	\$	321,530 - - - - - -		20,737,129 4,000,000 139,287 24,807 148,576 2,049,445 2,370,848 45,100
TOTAL ASSETS	_\$_	131,349	\$	532,013	\$ 19,040,410	\$ 14,746,969	\$	1,872,803	\$	786,715	\$	2,083,403	_\$_	321,530	\$ 3	39,515,192
LIABILITIES AND FUND BALANCES Liabilities: Book overdraft Accounts payable Due to other funds Retainage payable Deposits Deferred revenue Interfund loans payable	5	6,781,056 520,962 36,753 - - 853,919	\$	147 - - 24,808	\$ - 131,117 252,407 100,001 -	\$ - 149,715 299,103 - 8,543 1,107	\$	9,842 972 - - -	\$	11,132 1,231 - 45,100 414,205	\$	233,163 34,610 - - -	\$			6,781,056 1,055,931 625,223 100,001 8,543 924,934 414,205
TOTAL LIABILITIES	16 7	8,192,690		24,955	483,525	458,468	_	10,814		471,668	<u> </u>	267,773				9,909,893
Fund balances (deficit): Reserved for land held for resale Undesignated	*	- (8,061,341)		507,058	6,209,824 12,347,061	6,161,024 8,127,477		- 1,861,989	4. 	- 315,047		- 1,815,630		321,530		12,370,848 17,234,451
TOTAL FUND BALANCES (DEFICIT)		(8,061,341)		507,058	18,556,885	14,288,501	_	1,861,989		315,047	_	1,815,630		321,530	-	29,605,299
	\$	131,349	_\$_	532,013	\$ 19,040,410	\$ 14,746,969	\$	1,872,803	\$	786,715	_\$	2,083,403	_\$_	321,530	\$ 3	39,515,192

NONMAJOR CAPITAL PROJECTS FUNDS

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

FOR THE YEAR ENDED JUNE 30, 2009

Clackamas

North

	Capital	Local Improvement District	Clackamas	Cou Develo Age Clackamas	pment	North	Parks Recre	amas s and eation trict	
	Projects Reserve Fund	Capital Projects Fund	Town Center Development Area Fund	Industrial Development Area Fund	Camp Development Area Fund	Clackamas Revitalization Area Fund	Capital Projects Fund	Capital Asset Reserve Fund	Total
REVENUES: Intergovernmental Special assessment collections Charges for services Interest Grants Miscellaneous	\$ 226,255 - (12,747)	\$ - 7,450 - 12,238 -	\$ 580,120 - 16,000 294,905 - 144,375	\$ 426,024 - - 132,704 - 135,891	\$ - - 47,021 - 23,884	\$ 15,697 - - 9,776 -	\$ 121,642 - 51,686 573,421 75,165	\$ - - 2,563 -	\$ 1,369,738 7,450 16,000 538,146 573,421 379,315
TOTAL REVENUES	213,508	19,688	1,035,400	694,619	70,905	25,473	821,914	2,563	2,884,070
EXPENDITURES: Public ways and facilities Materials and services Debt service:	2,675,170	368	974,406	279,016	217,049	197,967	532,052	28,195	4,904,223
Principal Interest and fiscal charges Capital outlay	169,733 21,414 11,486,097		1,062,542	1,656,527	80,830 - 1,894,352		10,153,269	95,551	250,563 21,414 26,348,338
TOTAL EXPENDITURES	14,352,414	368	2,036,948	1,935,543	2,192,231	197,967	10,685,321_	123,746	31,524,538
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(14,138,906)	19,320	(1,001,548)	(1,240,924)	(2,121,326)	(172,494)	(9,863,407)	(121,183)	(28,640,468)
OTHER FINANCING SOURCES (USES): Transfers in Interagency transfer in Transfers out Loss on disposal of land held for resale	4,133,260 - - -	- - - -	1,070,500 - - (977,164)	4,000,000 - (22,950)	830,243 - - -	671,004 - (70,500) -	4,577,873 2,000,000 - -	250,000 - - -	15,532,880 2,000,000 (93,450) (977,164)
TOTAL OTHER FINANCING SOURCES (USES)	4,133,260	<u> </u>	93,336	3,977,050	830,243	600,504	6,577,873	250,000	16,462,266
NET CHANGE IN FUND BALANCES	(10,005,646)	19,320	(908,212)	2,736,126	(1,291,083)	428,010	(3,285,534)	128,817	(12,178,202)
FUND BALANCES (DEFICIT). July 1, 2008 as previously reported	1,944,305	487,738	18,271,082	11,552,375	3,153,072	(112,963)	5,101,164	192,713	40,589,486
RESTATEMENT	<u> </u>		1,194,015						1,194,015_
FUND BALANCES (DEFICIT), July 1, 2008 as restated	1,944,305	487,738	19,465,097	11,552,375	3,153,072	(112,963)	5,101,164	192,713	41,783,501
FUND BALANCES (DEFICIT), June 30, 2009	\$ (8,061,341)	\$ 507,058	\$ 18,556,885	\$ 14,288,501	\$ 1,861,989	\$ 315,047	\$ 1,815,630	\$ 321,530	\$ 29,605,299

CAPITAL PROJECTS RESERVE FUND

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

	Bud		Actual	Variance with Final
REVENUES:	Original	Final	Actual	Budget
Intergovernmental:				
Federal	\$ 1,409,678	\$ 1,409,678	\$ 226,255	\$ (1,183,423)
Charges for services		100,000		(100,000)
Miscellaneous:				
Interest	466,292	466,292	(12,747)	(479,039)
TOTAL REVENUES:	1,875,970	1,975,970	213,508	(1,762,462)
EXPENDITURES:				
Materials and services	775,580	3,275,580	1,590,471	1,685,109
Capital outlay	16,542,578	19,427,578	12,570,796	6,856,782
Debt service:*				
Principal	169,733	169,733	169,733	-
Interest	21,414	21,414	21,414	220 200
Contingency	613,300	328,300	5 -	328,300 22,000,000
Reserve for future expenditures	500,000	22,000,000		22,000,000
TOTAL EXPENDITURES:	18,622,605	45,222,605	14,352,414	30,870,191
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(16,746,635)	(43,246,635)	(14,138,906)	29,107,729
OTHER FINANCING COURCES.				
OTHER FINANCING SOURCES: Transfers in	4,133,260	4,133,260	4,133,260	-
Bond proceeds	-, 100,200	26,500,000	-	(26,500,000)
			· · · · · · · · · · · · · · · · · · ·	
TOTAL OTHER FINANCING				(00 700 000)
SOURCES	4,133,260	30,633,260	4,133,260	(26,500,000)
NET CHANGE IN FUND BALANCE	(12,613,375)	(12,613,375)	(10,005,646)	2,607,729
FUND BALANCE, June 30, 2008	12,613,375	12,613,375	1,944,305	(10,669,070)
FUND BALANCE (DEFICIT), June 30, 2009	\$ -	\$ -	\$ (8,061,341)	\$ (8,061,341)

^{*} Appropriated as materials and services

LOCAL IMPROVEMENT DISTRICT CAPITAL PROJECTS FUND

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

		Bud Original	get	Final		Actual	Variance with Final Budget		
REVENUES:									
Assessments:	\$	25,000	\$	25,000	\$	6,362	\$	(18,638)	
Assessment principal Assessment interest	Ψ	3,000	Ψ	3,000	—	1,088		(1,912)	
Total assessments		28,000		28,000		7,450		(20,550)	
Miscellaneous:									
Interest		17,000		17,000		12,238		(4,762)	
TOTAL REVENUES		45,000		45,000		19,688		(25,312)	
EXPENDITURES: Public ways and facilities:									
Materials and services		225,000		225,000		368		224,632	
Contingency		307,968		307,968				307,968	
TOTAL EXPENDITURES		532,968		532,968		368		532,600	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(487,968)		(487,968)		19,320		507,288	
FUND BALANCE, June 30, 2008	21	487,968		487,968		487,738		(230)	
FUND BALANCE, June 30, 2009	\$	=	_\$_		\$	507,058	\$	507,058	

CLACKAMAS COUNTY DEVELOPMENT AGENCY - CLACKAMAS TOWN CENTER DEVELOPMENT AREA FUND

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

	Buc	iget		Variance with Final
	Original	Final	Actual	Budget
REVENUES:	\$ 580,000	\$ 580,000	\$ 580,120	\$ 120
Intergovernmental Interest	335,000	335,000	294,905	(40,095)
Charges for services	-	-	16,000	16,000
Land sale proceeds	2,500,000	2,500,000	-	(2,500,000)
Miscellaneous	65.000	65,000	144,375	79,375
Missenancous				
TOTAL REVENUES:	3,480,000	3,480,000	1,035,400	(2,444,600)
EXPENDITURES:				
Current:				
Materials and services	1,782,801	1,782,801	972,435	810,366
Capital outlay	14,261,000	14,261,000	1,064,513	13,196,487
Contingency	5,147,073	5,147,073	-	5,147,073
Reserve for future expenditures	2,095,812	2,095,812		2,095,812
TOTAL EXPENDITURES:	23,286,686	23,286,686	2,036,948	21,249,738
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(19,806,686)	(19,806,686)	(1,001,548)	18,805,138
OTHER FINANCING SOURCES:				
Transfers in	9,070,500	9,070,500	1,070,500	(8,000,000)
Halloicia III				
NET CHANGE IN FUND BALANCE	(10,736,186)	(10,736,186)	68,952	10,805,138
FUND BALANCE, June 30, 2008, as previously reported	10,736,186	10,736,186	11,718,262	982,076
RESTATEMENT*	-	7.5	559,847	559,847
FUND BALANCE, June 30, 2008, as restated	10,736,186	10,736,186	12,278,109	1,541,923
FUND BALANCE, June 30, 2009	\$ -	<u>\$</u> -	12,347,061	\$ 12,347,061
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Land held for resale reclassified as an asset on the US GAAP basis			6,209,824	
FUND BALANCE - US GAAP BASIS, June 30, 2009			\$ 18,556,885	

^{*} Miscellaneous rental income not previously recorded.

CLACKAMAS COUNTY DEVELOPMENT AGENCY -CLACKAMAS INDUSTRIAL DEVELOPMENT AREA FUND

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

	Bud	aet					/ariance vith Final
	Original		Final		Actual		Budget
REVENUES:						228	
Intergovernmental	\$ 135,348	\$	135,348	\$	426,024	\$	290,676
Interest	252,460		252,460		132,704		(119,756) 15,891
Miscellaneous	120,000		120,000		135,891		15,091
TOTAL REVENUES	 507,808		507,808		694,619		186,811
EXPENDITURES:							
Public ways and facilities:							
Materials and services	377,443		377,443		273,007		104,436
Capital outlay	5,485,348		6,065,764		1,662,536		4,403,228
Contingency	3,327,926		2,747,510		.=0		2,747,510
Reserve for future expenditures	 1,000,000		1,000,000				1,000,000
TOTAL EXPENDITURES	 10,190,717	_	10,190,717		1,935,543		8,255,174
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(9,682,909)		(9,682,909)		(1,240,924)		8,441,985
OTHER FINANCING SOURCES (USES):							10 FEO FO4)
Transfers in	6,558,561		6,558,561		4,000,000		(2,558,561)
Transfers out	 			-	(22,950)		(22,950)
TOTAL OTHER FINANCING							
TOTAL OTHER FINANCING SOURCES (USES)	6,558,561		6,558,561		3,977,050		(2,581,511)
NET CHANGE IN FUND BALANCE	(3,124,348)		(3,124,348)		2,736,126		5,860,474
FUND BALANCE, June 30, 2008	3,124,348		3,124,348		5,391,351		2,267,003
FUND BALANCE, June 30, 2009	\$ 	\$			8,127,477	\$	8,127,477
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Land held for resale reclassified as an asset on the US GAAP basis					6,161,024		
					and the second second was		
FUND BALANCE - US GAAP BASIS, June 30, 2009				\$	14,288,501		

CLACKAMAS COUNTY DEVELOPMENT AGENCY - GOVERNMENT CAMP DEVELOPMENT AREA FUND

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

	P	udget				/ariance vith Final	
	Original	Fin	al	Actual	Budget		
REVENUES: Interest	\$ 41,935	- 	41,935	\$ 47,021	\$	5,086	
Miscellaneous	12		12	 23,884		23,872	
TOTAL REVENUES	41,947		41,947	 70,905		28,958	
EXPENDITURES:							
Public ways and facilities:		· · · · · · · · · · · · · · · · · · ·					
Materials and services	293,837		93,837	208,433		85,404	
Capital outlay	1,830,000	0.50	30,000	1,902,968		(72,968)	
Debt service	80,830		80,830	80,830		-	
Contingency	660,894		60,894			660,894	
Reserve for future expenditures	190,59	1	90,591	 _ _		190,591	
TOTAL EXPENDITURES	3,056,152	2 3,0	56,152	2,192,231		863,921	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,014,20	5) (3,0	14,205)	(2,121,326)		892,879	
OTHER FINANCING SOURCES: Transfers in	830,24	3 8	30,243	 830,243		_	
NET CHANGE IN FUND BALANCE	(2,183,962	2) (2,1	83,962)	(1,291,083)		892,879	
FUND BALANCE, June 30, 2008	2,183,96	2 2,1	83,962	 3,153,072		969,110	
FUND BALANCE, June 30, 2009	\$	- \$		\$ 1,861,989	\$	1,861,989	

CLACKAMAS COUNTY DEVELOPMENT AGENCY - NORTH CLACKAMAS REVITALIZATION AREA FUND

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

		Bud	get					ariance ith Final
		Original		Final		Actual		Budget
REVENUES:							120	
Intergovernmental	\$	2	\$	-	\$	15,697	\$	15,697
Interest		10,000		10,000		9,776		(224)
TOTAL REVENUES	·	10,000		10,000		25,473		15,473
EXPENDITURES:								
Public ways and facilities:								
Materials and services		179,466		179,466		152,252		27,214
Capital outlay		605,000		605,000		₹		605,000
Contingency	1	147,263		147,263				147,263
TOTAL EXPENDITURES		931,729		931,729		152,252		779,477
EVOLUS (DEFICIENCY) OF BEVENITIES								
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(921,729)		(921,729)		(126,779)		794,950
OVER EXPERIENCE		(02.11.20)	-					
OTHER FINANCING SOURCES (USES):								
Transfers in		653,341		653,341		671,004		17,663
Transfers out*		(129,061)		(129,061)		(152,010)	-	(22,949)
TOTAL OTHER FINANCING								
SOURCES (USES)		524,280		524,280		518,994		(5,286)
		STEROMETER OF STREET						700.004
NET CHANGE IN FUND BALANCE		(397,449)		(397,449)		392,215		789,664
FUND BALANCE, June 30, 2008	1. - (C.)	397,449		397,449	-	337,037		(60,412)
FUND BALANCE, June 30, 2009	\$:=	\$			729,252	\$	729,252
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Interfund loan recognized as a payable on the US GAAP basis						(414,205)		
LITE OS GAME DASIS						(111,230)		
FUND BALANCE - US GAAP BASIS, June 30, 200	9					315,047		

^{*}Includes repayment of interfund loan in the amount of \$35,795 principal and \$45,715 interest.

NORTH CLACKAMAS PARKS AND RECREATION DISTRICT - CAPITAL PROJECTS FUND

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

	Bud	laet		Variance with Final
	Original	Final	Actual	Budget
REVENUES: Intergovernmental Interest Grants Miscellaneous	\$ - 120,000 1,649,800	\$ 500,000 120,000 876,000	\$ 121,642 51,686 573,421 75,165	\$ (378,358) (68,314) (302,579) 75,165
TOTAL REVENUES	1,769,800	1,496,000	821,914	(674,086)
EXPENDITURES: Public ways and facilities: Materials and services* Capital outlay	- 12,070,517	- 13,241,704	532,052 10,153,269	(532,052) 3,088,435
TOTAL EXPENDITURES	12,070,517	13,241,704	10,685,321	2,556,383
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(10,300,717)	(11,745,704)	(9,863,407)	1,882,297
OTHER FINANCING SOURCES: Transfers in Interagency transfer in	5,934,612 	4,644,540 2,000,000	4,577,873 2,000,000	(66,667)
TOTAL OTHER FINANCING SOURCES	5,934,612	6,644,540	6,577,873	(66,667)
NET CHANGE IN FUND BALANCE	(4,366,105)	(5,101,164)	(3,285,534)	1,815,630
FUND BALANCE, June 30, 2008	4,366,105	5,101,164	5,101,164	
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 1,815,630	\$ 1,815,630

^{*} Materials and services expenditures were budgeted as capital outlay.

NORTH CLACKAMAS PARKS AND RECREATION DISTRICT -CAPITAL ASSET RESERVE FUND

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

	 Buo Original	lget	Final	Actual	Variance with Final Budget		
REVENUES: Interest	\$ 5,000	\$	5,000	\$ 2,563	\$	(2,437)	
EXPENDITURES: Public ways and facilities: Materials and services	50,000		50,000	28,195		21,805	
Capital outlay	364,778		364,778	 95,551	2	269,227	
TOTAL EXPENDITURES	414,778		414,778	 123,746		291,032	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(409,778)		(409,778)	(121,183)		288,595	
OTHER FINANCING SOURCES: Transfers in	 250,000	-	250,000	 250,000			
NET CHANGE IN FUND BALANCE	(159,778)		(159,778)	128,817		288,595	
FUND BALANCE, June 30, 2008	159,778	// <u></u>	159,778	192,713		32,935	
FUND BALANCE, June 30, 2009	\$ 	\$		\$ 321,530	\$	321,530	

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

STONE CREEK GOLF COURSE FUND

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

		Bud Original	lget	Final	Actual			ariance rith Final Budget
REVENUES: Charges for services: Interest	\$	2,851,019 10,000	\$	2,851,019 10,000	\$	2,779,987 5,371	\$	(71,032) (4,629)
TOTAL REVENUES		2,861,019		2,861,019		2,785,358		(75,661)
EXPENDITURES: Materials and services Debt service:		2,082,181		2,082,181		2,118,154		(35,973)
Principal Interest	-	250,000 223,088		250,000 223,088		250,000 223,088		
TOTAL EXPENDITURES	8 	2,555,269		2,555,269		2,591,242		(35,973)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		305,750		305,750		194,116		(111,634)
OTHER FINANCING USES: Transfers out		(305,750)		(305,750)		<u> </u>		305,750
NET CHANGE IN FUND BALANCE		} -		-7		194,116		194,116
FUND BALANCE, June 30, 2008						105,953		105,953
FUND BALANCE, June 30, 2009	\$		_\$_		\$	300,069	\$	300,069

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
 - . Technology Services Fund

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF NET ASSETS

	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	Technology Services Fund	Totals
ASSETS				ATT 1						
Current assets:										
Cash and investments	\$ 3,520,834	\$ 6,052,490	\$ 579,266	\$ 198,958	\$ 1,067,536	\$ 776,438	\$ 1,721,269	s -	\$ 1,543,340	\$ 15,460,131
Accounts receivable	1,500	323	14,036	13,257	26,083	28,735	21,623	12,394	27,128	145,079 90,853
Grants receivable	===				4,634	070.004	86,159 180	60 1,581,359	37,415	2,159,100
Due from other funds	917	118,933	1,005	6,592	34,095	378,604	180	1,561,559	20,736	135,706
Other assets		109,564	4,298		1,108				20,730	133,700
Total Current Assets	3,523,251	6,281,310	598,605	218,807	1,133,456	1,183,777	1,829,231	1,593,813	1,628,619	17,990,869
Noncurrent assets:										
Capital assets:										
Equipment, net		36,776	111,549	49,204	228,449	1,195,854	392,262	3,104,460	1,039,395	6,157,949
				SI				- Att		237702 272
TOTAL ASSETS	3,523,251	6,318,086	710,154	268,011	1,361,905	2,379,631	2,221,493	4,698,273	2,668,014	24,148,818
LIABILITIES Current liabilities:							889			
Book overdraft	_	12	12	-	-		-	927,141	(=)	927,141
Accounts payable	122,717	229,500	75,692	9,822	372,330	84,861	28,030	169,093	162,308	1,254,353
Accrued payroll	5,413		17,041	26,644	116,086	36,772	212,554	45,541	265,308	725,359
Compensated absences payable	son an american	-	25,618	5,702	58,090	29,898	101,186	34,654	221,286	476,434
Other postemployment benefits	-	3. - 1	8,340	12,107	51,957	18,065	100,505	22,284	132,667	345,925
Claims payable	281,156	4,217,070	2	-		(- 3)	0.000	3.5		4,498,226
Due to other funds	364,420	262,170	7,174	5,147	124,406	5,227	11,174	7,123	76,168	863,009
Total Current Liabilities	773,706	4,708,740	133,865	59,422	722,869	174,823	453,449	1,205,836	857,737	9,090,447
Noncurrent liabilities: Compensated absences payable			4,521	4,843	10,251	5,276	17,856	6,115	39,050	87,912
TOTAL LIABILITIES	773,706	4,708,740	138,386	64,265	733,120	180,099	471,305	1,211,951	896,787	9,178,359
NET ASSETS Invested in capital assets,										
net of related debt	2	36,776	111,549	49,204	228,449	1,195,854	392,262	3,104,460	1,039,395	6,157,949
Unrestricted	2,749,545	1,572,570	460,219	154,542	400,336	1,003,678	1,357,926	381,862	731,832	8,812,510
TOTAL NET ASSETS	\$ 2,749,545	\$ 1,609,346	\$ 571,768	\$ 203,746	\$ 628,785	\$ 2,199,532	\$ 1,750,188	\$ 3,486,322	\$ 1,771,227	\$ 14,970,459

INTERNAL SERVICE FUNDS

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

	Self-	Risk Management	Cable	Records	Facilities	Electronic	Central	Fleet	Technology	
	Insurance Fund	Claims Fund	Administration Fund	Management Fund	Management Fund	Services Fund	Dispatch Fund	Services Fund	Services Fund	Totals
OPERATING REVENUES:										
Charges for services	\$ 2,104,218	\$ 4,040,263	\$ 5,894	\$ 736,397	\$ 7,011,696	\$ 2,292,599	\$ 3,766,400	\$ 3,132,484	\$ 9,337,410	\$ 32,427,361
Intergovernmental revenue	20		64,270	-	4,634	75	2,164,866	60	71,950	2,305,855
Miscellaneous	300,691	6,294		575	8,918		22,006	26,357	78,209	443,050
TOTAL OPERATING REVENUES	2,404,909	4,046,557	70,164	736,972	7,025,248	2,292,674	5,953,272	3,158,901	9,487,569	35,176,266
OPERATING EXPENSES:										
Claims	2,709,819	4,207,257	-	=	*	:₩	(=):	-	% =	6,917,076
Labor and fringe benefits	(:=	337,917	490,532	2,105,091	731,940	4,072,092	902,867	5,375,169	14,015,608
OPEB expense	-		8,340	12,107	51,957	18,065	100,505	22,284	132,667	345,925
Supplies	-	<u> </u>	454,865	302,304	4,687,874	1,577,491	826,793	2,316,913	3,559,525	13,725,765
Depreciation and amortization		18	21,383	23,089	17,764	120,580	50,461	843,608	300,159	1,377,062
TOTAL OPERATING EXPENSES	2,709,819	4,207,275	822,505	828,032	6,862,686	2,448,076	5,049,851	4,085,672	9,367,520	36,381,436
OPERATING INCOME (LOSS)	(304,910)	(160,718)	(752,341)	(91,060)	162,562	(155,402)	903,421	(926,771)	120,049	(1,205,170)
NONOPERATING INCOME (EXPENSE):										
Loss on disposal of capital assets		-)) 	(6,901)	1 8 3	:: = ,	D .	==	25 5	(6,901)
Interest income	89,857	132,798	11,538		-	28,632	25,365	(9,041)	35,064	314,213
		A-800	3. 1 119	×	-					
TOTAL NONOPERATING	00.057	100 700	44 520	(0.004)		20 622	25,365	(9,041)	35,064	307,312
INCOME EXPENSE	89,857	132,798	11,538	(6,901)		28,632	25,365	(9,041)	33,004	307,312
INCOME (LOSS) BEFORE OTHER										
FINANCING SOURCES (USES)	(215,053)	(27,920)	(740,803)	(97,961)	162,562	(126,770)	928,786	(935,812)	155,113	(897,858)
OTHER FINANCING COURCES (USES).										
OTHER FINANCING SOURCES (USES): Transfers in			691,047			022		975,964	35,000	1,702,011
Transfers out	(3)	E0	091,047	-		_	(442,540)	370,354	-	(442,540)
Transiers out	1 						(4,12,0,10)	***************************************		(1.2,0.0)
TOTAL OTHER FINANCING										
SOURCES (USES):	<u> </u>		691,047		12 0	-	(442,540)	975,964	35,000	1,259,471
construction of the definition of the section of th								12.7-2	400 430	204.045
CHANGE IN NET ASSETS	(215,053)	(27,920)	(49,756)	(97,961)	162,562	(126,770)	486,246	40,152	190,113	361,613
NET ASSETS, June 30, 2008	2,964,598	1,637,266	621,524	301,707	466,223	2,326,302	1,263,942	3,446,170	1,581,114	14,608,846
NET ASSETS, June 30, 2009	\$ 2,749,545	\$ 1,609,346	\$ 571,768	\$ 203,746	\$ 628,785	\$ 2,199,532	\$ 1,750,188	\$ 3,486,322	\$ 1,771,227	\$ 14,970,459

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF CASH FLOWS

	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	Technology Services Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES: Cash received for services Cash paid for claims and legal fees	\$ 2,393,220 (2,630,135)	\$ 4,073,910 (3,379,076)	\$ 1,207	\$ 746,952 -	\$ 6,989,625	\$ 2,036,878	\$ 3,987,576	\$ 1,980,941	\$ 9,354,078	\$ 31,564,387 (6,009,211)
Cash paid to suppliers for goods and services Cash paid to employees for services Operating grant	2,187 9,288		(394,285) (331,167) 64,270	(289,665) (487,175)	(4,468,405) (2,056,980) 4,634	(1,587,315) (739,721) 75	(830,135) (4,109,007) 2,164,866	(1,461,722) (896,952) 60	(3,671,011) (5,336,750) 71,950	(12,702,538) (13,955,565) 2,315,143
NET CASH FROM OPERATING ACTIVITIES	(225,440)	694,834	(659,975)	(29,888)	468,874	(290,083)	1,213,300	(377,673)	418,267	1,212,216
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES: Transfers from other funds Transfers to other funds	-	·	691,047	-	-		(442,540)	975,964 -	35,000	1,702,011 (442,540)
Book overdraft		181						(927,141)		(927,141)
NET CASH FROM NONCAPITAL FINANCING ACTIVITIES			691,047				(442,540)	48,823	35,000	332,330
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: Acquisition of capital assets		(36,794)	(6,997)		(55,274)	(535,864)	(156,411)	(759,370)	(451,737)	(2,002,447)
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES		(36,794)	(6,997)		(55,274)	(535,864)	(156,411)	(759,370)	(451,737)	(2,002,447)
CASH FLOWS FROM INVESTING ACTIVITIES: Interest received on investments	89,857	132,798	11,538			28,632	25,365	(9,041)	35,064	314,213
NET CHANGE IN CASH AND INVESTMENTS	(135,583)	790,838	35,613	(29,888)	413,600	(797,315)	639,714	(1,097,261)	36,594	(143,688)
CASH AND INVESTMENTS, June 30, 2008	3,656,417	5,261,652	543,653	228,846	653,936	1,573,753	1,081,555	170,120	1,506,746	14,676,678
CASH AND INVESTMENTS, June 30, 2009	\$ 3,520,834	\$ 6,052,490	\$ 579,266	\$ 198,958	\$ 1,067,536	\$ 776,438	\$ 1,721,269	\$ (927,141)	\$ 1,543,340	\$ 14,532,990
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES:	\$ (304,910)	\$ (160,718)	\$ (752,341)	\$ (91,060)	\$ 162,562	\$ (155,402)	\$ 903,421	\$ (926,771)	\$ 120,049	\$ (1,205,170)
Operating income (loss) Adjustments to reconcile operating income (loss)	\$ (304,910)	3 (100,716)	3 (132,341)	\$ (31,000)	J 102,502	(100,102)	000,721	(222)		
to net cash from operating activities: Depreciation and amortization	-	18	21,383	23,089	17,764	120,580	50,461	843,608	300,159	1,377,062
Changes in assets and liabilities: Accounts receivable Grants receivable	(1,500)	91,335	(3,928)	16,571 -	4,144 (4,634)	(2,253)	38,702 (84,909)	(5,394) (60)	(25,612)	112,065 (89,603)
Due from other funds	(904)	(63,982)	(758)	(6,592)	(30,498)	(253,471)	160,468	(1,172,506)	(35,929)	(1,404,172) 61,447
Other assets Book overdraft	1,085	3,536	1,553	7,212	(1,108)	4,142	61,128	927,141	(16,101)	927,141
Accounts payable	51,714	95,486	52,748	1,846	116,519	(17,454)	16,509	(70,237)	(152,932)	94,199
Accrued payroll	2,187		2,520	4,593	36,098	(2,570)	36,214	3,274	42,047	124,363
Compensated absences	(17,112)	734,139	4,230 8,340	(1,237) 12,107	12,013 51,957	(5,210) 18,065	(73,129) 100,505	2,641 22,284	(3,628) 132,667	652,707 345,925
OPEB liability Due to other funds	44,000	(4,980)	6,278	3,583	104,057	3,490	3,930	(1,653)	57,547	216,252
Total adjustments	79,470	855,552	92,366	61,172	306,312	(134,681)	309,879	549,098	298,218	2,417,386
Net cash from operating activities	\$ (225,440)		\$ (659,975)	S 75/25-978-05	\$ 468,874	\$ (290,083)	\$ 1,213,300	\$ (377,673)	\$ 418,267	\$ 1,212,216

SELF-INSURANCE FUND

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

Dudget			Variance with Final
		Actual	Budget
Original			
\$ 1,940,870	\$ 1,940,870	\$ 2,104,218	\$ 163,348
250 230	259 230	285 764	26,534
1.50			(162,001)
Vi			541
525,474	525,474	390,548	(134,926)
0.400.044	0.400.044	2 404 766	20 422
2,466,344	2,466,344	2,494,766	28,422
2,531,902	2,518,137	2,641,452	(123,315)
	32,000	20,655	11,345
3,941,382	3,858,322	•	3,858,322
281,156	281,156		281,156
0.754.440	C C00 C1E	2 662 107	4,027,508
6,754,440	0,009,015	2,002,107	4,027,500
(4,288,096)	(4,223,271)	(167,341)	4,055,930
	(64.935)	(64 924)	1
	(64,625)	(64,024)	
(4,288,096)	(4,288,096)	(232,165)	4,055,931
4,288,096	4,288,096	3,262,866	(1,025,230)
\$ -	\$ -	\$ 3,030,701	\$ 3,030,701
	Original \$ 1,940,870 259,230 176,928 89,316 525,474 2,466,344 2,531,902 3,941,382 281,156 6,754,440 (4,288,096) (4,288,096) 4,288,096	\$ 1,940,870 \$ 1,940,870 259,230 259,230 176,928 176,928 89,316 89,316 525,474 525,474 2,466,344 2,466,344 2,531,902 2,518,137 - 32,000 3,941,382 3,858,322 281,156 281,156 6,754,440 6,689,615 (4,288,096) (4,223,271) - (64,825) (4,288,096) (4,288,096) 4,288,096 4,288,096	Original Final Actual \$ 1,940,870 \$ 1,940,870 \$ 2,104,218 259,230 259,230 285,764 176,928 176,928 14,927 89,316 89,857 525,474 525,474 390,548 2,466,344 2,466,344 2,494,766 2,531,902 2,518,137 2,641,452 32,000 20,655 3,941,382 3,858,322 281,156 281,156 - 6,754,440 6,689,615 2,662,107 (4,288,096) (4,223,271) (167,341) - (64,825) (64,824) (4,288,096) (4,288,096) (232,165) 4,288,096 4,288,096 3,262,866

RISK MANAGEMENT CLAIMS FUND

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

	Bud	laet		Variance with Final
	Original	Final	Actual	Budget
REVENUES: Charges for services:				
Charges to other County funds	\$ 3,980,626	\$ 3,980,626	\$ 4,040,263	\$ 59,637
Miscellaneous:		80407 2000000004AM		(a. a.a.)
Other	8,500	8,500	6,294	(2,206)
Interest	124,465	124,465	132,798	8,333
Total miscellaneous	132,965	132,965	139,092_	6,127
TOTAL REVENUES	4,113,591	4,113,591	4,179,355	65,764
EXPENDITURES:				
Materials and services	3,868,167	3,918,167	3,473,117	445,050
Capital outlay	1.50	50,000	36,794	13,206
Reserve for future expenditures	1,698,356	1,698,356		1,698,356
Contingency	3,525,650	3,425,650		3,425,650
TOTAL EXPENDITURES	9,092,173	9,092,173	3,509,911	5,582,262
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET				
CHANGE IN FUND BALANCE	(4,978,582)	(4,978,582)	669,444	5,648,026
FUND BALANCE, June 30, 2008	4,978,582	4,978,582	5,120,196	141,614
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 5,789,640	\$ 5,789,640

CABLE ADMINISTRATION FUND

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

	Buo	lget		Variance with Final Budget	
	Original	Final	Actual		
REVENUE: Charges for services	\$ 1,600	\$ 1,600	\$ 5,894	\$ 4,294	
Intergovernmental revenue: Local	156,095	156,095	64,270	(91,825)	
Miscellaneous: Interest	12,040	12,040	11,538	(502)	
Total miscellaneous	12,040	12,040	11,538	(502)	
TOTAL REVENUES	169,735	169,735	81,702_	(88,033)	
EXPENDITURES: Personal services Materials and services Capital outlay Contingency Reserve for future expenditures	378,134 480,738 - 250,000 174,016	378,134 480,738 - 250,000 174,016	337,917 454,865 6,995 -	40,217 25,873 (6,995) 250,000 174,016	
TOTAL EXPENDITURES	1,282,888	1,282,888	799,777	483,111	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,113,153)	(1,113,153)	(718,075)	395,078	
OTHER FINANCING SOURCES: Transfers in	691,047	691,047	691,047		
NET CHANGE IN FUND BALANCE	(422,106)	(422,106)	(27,028)	395,078	
FUND BALANCE, June 30, 2008	422,106	422,106	495,588	73,482	
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 468,560	\$ 468,560	

RECORDS MANAGEMENT FUND

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

							ariance	
	Budget						ith Final	
	Original		Final		Actual		Budget	
REVENUES:								
Charges for services:			20		_	505 470	•	(4.540)
Charges to other County funds	\$	586,691	\$	586,691	\$	585,172	\$	(1,519)
Charges to others		198,000		198,000		151,225		(46,775)
Total charges for services		784,691		784,691		736,397		(48,294)
Miscellaneous:						C7.5		575
Other						575		3/3
TOTAL REVENUES		784,691		784,691		736,972		(47,719)
EXPENDITURES:				407.740		400 E22		7,180
Personal services		497,712		497,712		490,532 302,304		(12,920)
Materials and services		289,384		289,384		302,304		25,000
Capital outlay		25,000		25,000 207,881		-		207,881
Contingency	-	207,881		207,001			-	207,001
TOTAL EXPENDITURES		1,019,977		1,019,977		792,836		227,141
EXCESS (DEFICIENCY) OF REVENUES								
OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE		(235,286)		(235,286)		(55,864)		179,422
FUND BALANCE, June 30, 2008		235,286		235,286		222,512		(12,774)
FUND BALANCE, June 30, 2009	_\$_		\$	-	_\$_	166,648	\$	166,648

FACILITIES MANAGEMENT FUND

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

	Buz	dget		Variance with Final
	Original	Final	Actual	Budget
REVENUES: Intergovernmental: Federal	\$ 199,540	\$ 199,540	\$ 4,634	\$ (194,906)
Charges for services: Charges to other County funds Charges to others	7,070,051 70,841	7,070,051 70,841	6,998,217 13,479	(71,834) (57,362)
Total charges for services	7,140,892	7,140,892	7,011,696	(129,196)
Miscellaneous: Other	9,625	9,625	8,918	(707)
TOTAL REVENUES	7,350,057	7,350,057	7,025,248	(324,809)
EXPENDITURES: Personal services Materials and services Capital outlay Contingency	2,208,670 5,127,205 - 214,182	2,223,670 5,268,705 57,682	2,105,091 4,685,483 57,665	118,579 583,222 17
TOTAL EXPENDITURES	7,550,057	7,550,057	6,848,239	701,818
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND NET CHANGE IN FUND BALANCE	(200,000)	(200,000)	177,009	377,009
FUND BALANCE, June 30, 2008	200,000	200,000	275,285	75,285
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 452,294	\$ 452,294

ELECTRONIC SERVICES FUND

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

	Bu	idget Final	Actual	Variance with Final Budget	
REVENUES:					
Intergovernmental:					
Federal	\$ -		\$ 75	\$ 75	
Mark and the second sec					
Charges for services:	4 050 000	4 050 000	2,165,700	313,700	
Charges to other County funds	1,852,000	1,852,000		26,899	
Charges to others	100,000	100,000	126,899	20,099	
Total charges for services	1,952,000	1,952,000	2,292,599	340,599	
, orall orall got to research		-			
Miscellaneous:					
Interest	10,000	10,000	28,632	18,632	
Other	500	500		(500)	
	*-				
Total miscellaneous	10,500	10,500	28,632	18,132	
				050 000	
TOTAL REVENUES	1,962,500	1,962,500	2,321,306	358,806	
EXPENDITURES:	005.454	005 454	731,940	(46,489)	
Personal services	685,451	685,451	1,536,172	144,813	
Materials and services	1,680,985	1,680,985		532,817	
Capital outlay	383,419	1,110,000	577,183	31,796	
Contingency	31,796	31,796		31,790	
TOTAL EXPENDITURES	2,781,651	3,508,232	2,845,295	662,937	
EXCESS (DEFICIENCY) OF REVENUES					
OVER EXPENDITURES AND NET			(500,000)	4 004 742	
CHANGE IN FUND BALANCE	(819,151) (1,545,732)	(523,989)	1,021,743	
FUND BALANCE, June 30, 2008	819,151	1,545,732	1,545,732	, ,	
1 GILD BALAITOL, Balle 50, 2000	2.0,.0.				
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 1,021,743	\$ 1,021,743	

CENTRAL DISPATCH FUND

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

	Bud			Variance with Final
	Original	Final	Actual	Budget
REVENUES:				
Intergovernmental revenues:				
Federal	\$ 1,003,711	\$ 1,214,155	\$ 161,960	\$ (1,052,195)
State	1,001,330	1,001,330	1,082,367	81,037
Local	13,336	36,637	920,539	883,902
Total intergovernmental revenues	2,018,377	2,252,122	2,164,866	(87,256)
Charges for services:				
Charges to services. Charges to other County funds	1,989,539	1,989,539	1,989,539	=
Charges to others	1,775,750	1,775,750	1,776,861	1,111
Charges to outers	1,770,700			
Total charges for services	3,765,289	3,765,289	3,766,400	1,111
Miscellaneous:				
Interest	20,000	20,000	25,365	5,365
Other	14,000	14,000	22,006	8,006
Other	14,000	14,000		
Total miscellaneous	34,000	34,000	47,371	13,371
TOTAL REVENUES	5,817,666	6,051,411	5,978,637	(72,774)
EXPENDITURES:				
Personal services	4,455,852	4,455,852	4,072,092	383,760
Materials and services	827,448	885,148	809,183	75,965
Capital outlay	30,000	206,045	174,021	32,024
Contingency	100,000	100,000	-	100,000
Reserve for future expenditures	893,788	893,788	(=)	893,788
TOTAL EXPENDITURES	6,307,088	6,540,833	5,055,296	1,485,537
TWOTES (PERSONNESS PRIVENUES				
EXCESS (DEFICIENCY) OF REVENUES	(400 422)	(489,422)	923,341	1,412,763
OVER EXPENDITURES	(489,422)	(409,422)	923,341	1,412,703
OTHER FINANCING USES:				
Transfers out	(501,856)	(501,856)	(442,540)	59,316
	(004.070)	(004.070)	400 004	4 470 070
NET CHANGE IN FUND BALANCE	(991,278)	(991,278)	480,801	1,472,079
FUND BALANCE, June 30, 2008	991,278	991,278	977,629	(13,649)
FUND BALANCE, June 30, 2009	\$	\$ -	\$ 1,458,430	\$ 1,458,430

FLEET SERVICES FUND

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

	Buc	dget		Variance with Final Budget	
	Original	Final	Actual		
REVENUES:					
Intergovernmental:					
Federal	\$ -		\$ 60	\$ 60	
Charges for services:				(00.040)	
Charges to other County funds	3,108,000	3,108,000	3,074,060	(33,940)	
Charges to others	24,000	24,000	58,424	34,424	
Total charges for services:	3,132,000	3,132,000	3,132,484	484	
Miscellaneous:					
Interest	12,000	12,000	(9,041)	(21,041)	
Other	11,000	11,000	26,357	15,357	
Total miscellaneous	23,000	23,000	17,316	(5,684)	
TOTAL REVENUES	3,155,000	3,155,000	3,149,860	(5,140)	
EXPENDITURES:					
Personal services	952,673	952,673	902,867	49,806	
Materials and services	2,725,903	3,107,937	2,293,969	813,968	
Capital outlay	1,124,064	767,417	782,314	(14,897)	
Contingency	17,061	17,061		17,061	
TOTAL EXPENDITURES	4,819,701	4,845,088	3,979,150	865,938	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,664,701)	(1,690,088)	(829,290)	860,798	
OTHER FINANCING SOURCES: Transfers in	1,000,605	1,000,605	975,964	(24,641)	
NET CHANGE IN FUND BALANCE	(664,096)	(689,483)	146,674	836,157	
FUND BALANCE, June 30, 2008	664,096	689,483	257,472	(432,011)	
FUND BALANCE, June 30, 2009	\$ -	\$ -	\$ 404,146	\$ 404,146	

TECHNOLOGY SERVICES FUND

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

	Budget						ariance ith Final	
		Original	gor	Final		Actual		Budget
REVENUES:							5 iii	
Intergovernmental revenues:								
State	\$	35,000	\$	35,000_	\$	71,950	\$	36,950
Charges for services:								
Charges to other County funds		8,942,862		8,942,862		8,928,786		(14,076)
Charges to others		300,000		300,000		408,624	,	108,624
Total charges for services		9,242,862		9,242,862		9,337,410		94,548
Miscellaneous:						05.004		20.004
Interest		5,000		5,000		35,064		30,064
Reimbursements		202,942		202,942		78,118		(124,824)
Other		79,627		79,627		91		(79,536)
		007.500		007.500		442 072		(174 206)
Total miscellaneous		287,569		287,569	_	113,273		(174,296)
		0 505 424		9,565,431		9,522,633		(42,798)
TOTAL REVENUES		9,565,431	-	9,505,451	-	9,022,000		(42,730)
EXPENDITURES:								
Personal services		5,433,288		5,433,288		5,375,169		58,119
Materials and services		3,730,043		3,954,043		3,548,492		405,551
Capital outlay		356,000		496,000		462,769		33,231
Contingency		245,826		245,826		-		245,826
Reserve for future expenditures		225,000		131,000				131,000
Meserve for fatale experiences		220,000		,				
TOTAL EXPENDITURES		9,990,157		10,260,157		9,386,430		873,727
TOTAL DATE DISTORTED								
EXCESS (DEFICIENCY) OF REVENUES								
OVER EXPENDITURES		(424,726)		(694,726)		136,203		830,929
		25 12						
OTHER FINANCING SOURCES:								
Transfers in		35,000		35,000	0	35,000		
NET CHANGE IN FUND BALANCE		(389,726)		(659,726)		171,203		830,929
				E-100 - 100				
FUND BALANCE, June 30, 2008		389,726	-	659,726		693,296		33,570
	20-		_		_	004.400	•	004 400
FUND BALANCE, June 30, 2009			\$		\$	864,499	<u>\$</u>	864,499

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.

AGENCY FUND

STATEMENT OF ASSETS AND LIABILITY

ASSETS: Cash and investments Property taxes receivable	\$ 8,615,450 27,180,188
TOTAL ASSETS	<u>\$ 35,795,638</u>
LIABILITY: Amounts held in trust	\$ 35,795,638

AGENCY FUND

STATEMENT OF CHANGES IN ASSETS AND LIABILITY YEAR ENDED JUNE 30, 2009

	Balance June 30, 2008 \$ 10,425,750 20,097,065		Additions/ (Reductions)		Balance June 30, 2009	
ASSETS: Cash and investments Property taxes receivable			\$	(1,810,300) \$ 7,083,123		8,615,450 27,180,188
TOTAL ASSETS		30,522,815	\$	5,272,823	\$	35,795,638
LIABILITY: Amounts held in trust	\$	30,522,815	\$	5,272,823	\$	35,795,638

CLACKAMAS COUNTY, OREGON PENSION TRUST FUND

STATEMENT OF NET ASSETS YEAR ENDED JUNE 30, 2009

ASSETS:		
Cash and investments		

LIABILITY:
Accounts payable
5,118

\$

1,018,565

NET ASSETS HELD IN TRUST \$ 1,013,447

SHERIFF'S OFFICE RETIREE MEDICAL FUND

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

	Budget Original Final			Actual		Variance with Final Budget		
REVENUES: Contributions	\$	656,185	_\$_	656,185	\$	725,476	\$	69,291
Miscellaneous: Interest Reimbursements		19,306	,	19,306		20,354 4,905		1,048 4,905
Total miscellaneous		19,306		19,306		25,259		5,953_
TOTAL REVENUES		675,491		675,491		750,735		75,244
EXPENDITURES: Materials and services Reserve for future expenditures Contingency		387,817 423,950 635,926		537,817 423,950 625,751		519,133 - -		18,684 423,950 625,751
TOTAL EXPENDITURES		1,447,693	-	1,587,518	-	519,133		1,068,385
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(772,202)		(912,027)		231,602		1,143,629
OTHER FINANCING SOURCES USES: Transfers in				139,825		139,824	87	(1)
NET CHANGE IN FUND BALANCE		(772,202)		(772,202)		371,426		1,143,628
FUND BALANCE, June 30, 2008		772,202		772,202		642,021		(130,181)
FUND BALANCE, June 30, 2009	\$		_\$_		\$	1,013,447	\$	1,013,447



DTD CAPITAL PROJECTS FUND

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

	Budget				a truck	Variance with Final		
REVENUES:	Original Final		Actual		Budget			
Licenses and permits	\$	94,021	\$	94,021	\$		\$	(94,021)
Intergovernmental: Federal State Local	11	153,750 ,442,290 5,242		153,750 11,442,290 5,242	11	56,417 ,495,693		(97,333) 53,403 (5,242)
Total intergovernmental	11	,601,282		11,601,282	11	,552,110		(49,172)
Charges for services	¥	30,000		30,000		520,706		490,706
Miscellaneous: Interest		264,792		264,792		-		(264,792)
TOTAL REVENUES	11	,990,095		11,990,095	12	2,072,816		82,721
EXPENDITURES: Current: Public ways and facilities Capital outlay	26	5,480,077		34,717,969	29	9,502,963		5,215,006
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		,489,982)		(22,727,874)		7,430,147)		5,297,727
OTHER FINANCING SOURCES: Transfers in	14	,489,982_	-	22,727,874	17	7,405,374	((5,322,500)
NET CHANGE IN FUND BALANCE		-		-		(24,773)		(24,773)
FUND BALANCE, June 30, 2008						31,615		31,615
FUND BALANCE, June 30, 2009	<u>\$</u>		\$			6,842	\$	6,842
ADJUSTMENT TO ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA (US GAAP BASIS): Land held for resale reclassified as an asset on the US GAAP basis						263,097		
FUND BALANCE - US GAAP BASIS, June 30, 2009					\$	269,939		

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

ASSESSOR-TAX DEPARTMENT

SCHEDULE OF CASH RECEIPTS AND TURNOVERS

Cash on hand, June 30, 2008	\$	75
Receipts* Miscellaneous fees MS Transaction fees Oregon DCBS fees		129,625 27,675 20,900
Total receipts		178,200
Turnovers to County Treasurer	(178,200)
Cash on hand, June 30, 2009	\$	75

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

COUNTY CLERK

SCHEDULE OF CASH RECEIPTS AND TURNOVERS YEAR ENDED JUNE 30, 2009

Cash on hand, June 30, 2008	\$	560
Receipts* Family Violence Assessment/Tax State OLIS Fees Recording Fees County Clerk Lien Clerks Fees OLCC Overpayment Clerk Recording Survey Collection Fee Family Court Services Land Corner GIS		59,225 728,946 80,994 2,290,245 28,270 95,891 12,510 4,065 1,375 23,690 667,755 384,721
Total receipts	1	4,377,687
Total receipts and cash on hand		4,378,247
Turnovers to County Treasurer		(4,377,687)
Cash on hand, June 30, 2009	\$	560

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

SHERIFF - CIVIL AND CRIMINAL

SCHEDULE OF CASH RECEIPTS AND TURNOVERS

Cash on hand, June 30, 2008	\$	50
Receipts* Sheriff's fees Concealed weapons permits Extradition Reimbursement Attorney ID Badge		131,004 158,125 3,358 13,725 1,654
Other Total receipts and cash on hand		307,916
Turnovers to County Treasurer and other agencies	-	(307,866)
Cash on hand, June 30, 2009	\$	50

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

ASSESSOR-TAX COLLECTOR

SCHEDULE OF CASH RECEIPTS AND TURNOVERS

YEAR ENDED JUNE 30, 2009

Cash on hand, June 30, 2008	\$ 800
Receipts* Property tax applied to property tax rolls Interest received on taxes	 528,612,989 1,683,446
Total receipts	530,296,435
Turnovers to County Treasurer	 (530,296,435)
Cash on hand, June 30, 2009	\$ 800

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

TREASURER

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

YEAR ENDED JUNE 30, 2009

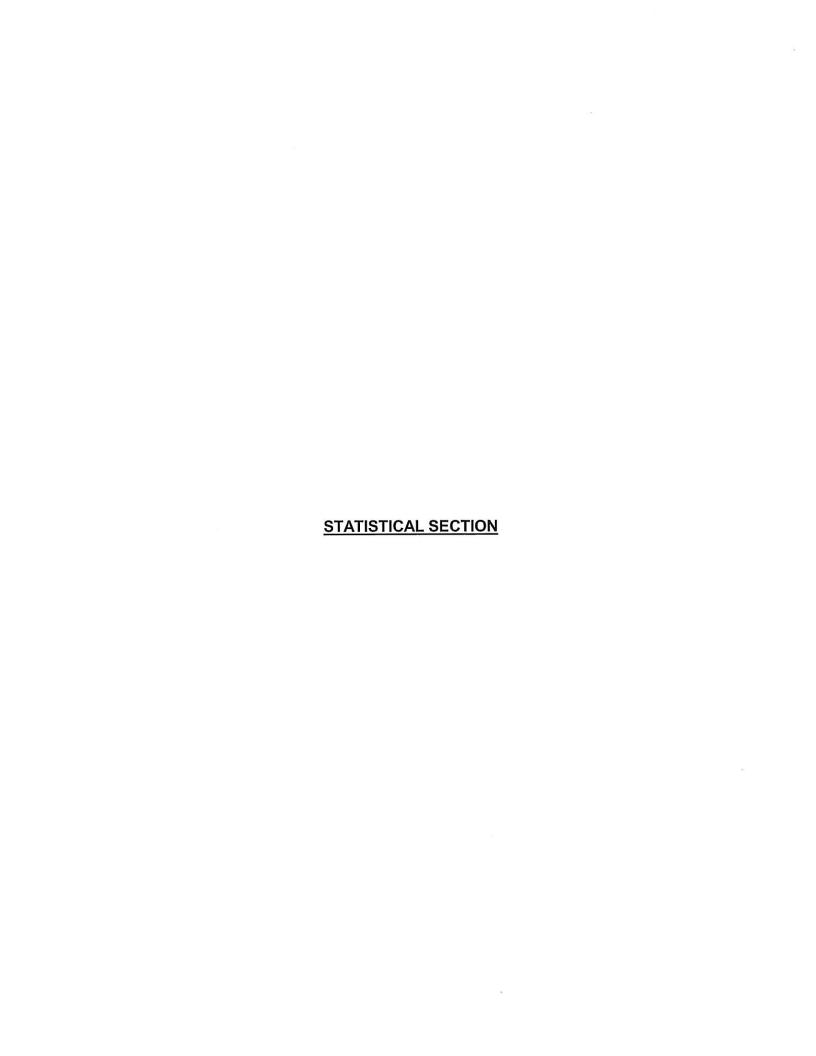
Cash on hand, June 30, 2009	
Cash	\$ 4,992,141
Investments	258,180,157
Total cash and investments	263,172,298
Receipts:	
Taxes collected *	528,612,989
Other collections**	3,425,583,567
Total receipts	 3,954,196,556
Disbursements	
Taxes distributed to taxing districts	529,700,398
Other Distributions **	3,448,964,436
Total distributions	3,978,664,834
Cash and investments, June 30, 2009	
Cash	6,758,298
Investments	231,945,721
	\$ 238,704,019

^{*}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.

SCHEDULE OF PROPERTY TAX TRANSACTIONS AND OUTSTANDING BALANCES

FOR THE YEAR ENDED JUNE 30, 2009

Fiscal Year	June 30, 2008	Levy	Discounts		Interest	Adjustments		Collections		Receivable ine 30, 2009	
2008-09	\$ -	\$ 552,657,758	\$(13,099,844)	\$	198,922	\$ (1,314,789)	\$	(514,719,386)	_\$_	23,722,661	
2007-08 2006-07 2005-06 2004-05 2003-04 and prior	17,974,884 4,346,089 1,789,497 612,114 224,046 545,739 25,492,369		7,654 1,820 1,128 27 46 		721,155 322,341 273,475 118,018 17,942 31,593 1,484,524 1,683,446	(405,276) (69,494) (59,083) (19,498) (19,687) (3,745) (576,783) \$ (1,891,572)		(11,448,416) (2,245,768) (1,262,700) (476,000) (61,061) (83,103) (15,577,048) (530,296,434)		6,850,001 2,354,988 742,317 234,661 161,286 490,484 10,833,737 34,556,398	
<u>\$25,492,369</u> <u>\$ 552,657,758</u> <u>\$(13,089,169)</u> <u>\$ 1,683,446</u> <u>\$ (1,891,572)</u> <u>\$ (530,296,434)</u> <u>\$ 34,5</u>											
7	axes receivable	classified by fund:									
,	General Fund								\$	5,547,700	
	Clackamas C	Local Option Levy County Enhanced L Imas Parks and Re	aw Enforcement							471,545 317,082 314,041	
Clackamas County Development Agency Clackamas Town Center Debt Service Fund Government Camp Debt Service Fund North Clackamas Revitalization Area Fund Estacada Area County Service District for Library Services Agency Fund										586,533 91,899 39,660 7,750 27,180,188	
									\$	34,556,398	



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, required, and 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.



CLACKAMAS COUNTY, OREGON NET ASSETS BY COMPONENT LAST EIGHT FISCAL YEARS

	Fiscal Year									
		2002	4	2003	1	2004	3	2005		
Governmental activities:	c	404 400 005	¢.	424 202 055	\$	471,468,673	\$	503,352,274		
Invested in capital assets, net of related debt	_\$	424,428,985	<u>\$</u>	434,203,055	Φ	471,400,073	Ψ	303,332,214		
Restricted:		00 004 004		0.440.076		2,438,975		1,367,671		
Debt service		22,631,901		2,413,376						
Acquisition and development	7			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	8	561,960,401		590,788,572		624,882,735	Ş	677,056,272		
Business-type activities:										
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	0-	41,367,612		34,739,271		39,220,569	0	43,449,860		
Total business-type activities net assets		167,007,819		171,613,848	ýş.	180,226,328		188,953,245		
Primary government:										
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	2	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		

- (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		2009		
\$	547,021,582	\$	611,805,327	\$	608,482,281	\$	659,772,975		
	45,382		426,882		276,177		597,898		
	24,392,787		24,646,482		24,194,094	-	11,409,316		
********	24,438,169		25,073,364	\$200000	24,470,271		12,007,214		
	164,334,672	*	112,373,836		156,786,010		132,352,639		
	735,794,423	749,252,527		789,738,562			804,132,828		
	146,118,932		159,129,951		170,268,221		184,085,331		
	1,151,569		5,753,170		4,872,482	6,822,250			
	49,408,469		44,923,808		43,599,401	29,407,923			
<u> </u>	196,678,970		209,806,929	-	218,740,104		220,315,504		
£.	693,140,514		770,935,278	_	778,750,502	-	843,858,306		
	1,196,951		6,180,052		5,148,659		7,420,148		
	24,392,787		24,646,482		24,194,094		11,409,316		
	25,589,738	18	30,826,534	-	29,342,753		18,829,464		
	213,743,141		157,297,644		200,385,411	_	161,760,562		
\$	932,473,393	\$	959,059,456	\$	1,008,478,666	\$	1,024,448,332		

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

	Fiscal Year				
	2003	2004	2005		
Expenses:					
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	236,478,382	234,343,805	238,898,636		
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	37,434,377	41,422,200	42,063,950		
Total primary government expenses	273,912,759	275,766,005	280,962,586		
Program Revenues:					
Governmental activities:					
Fees, fines and charges for services:			47 554 000		
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	170,356,625	170,641,896	186,042,129		
Business-type activities:					
Fees, fines and charges for services:	40 000 404	47 005 050	10 200 426		
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	0.40.000	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	40,400,710	48,696,202	50,456,158		
Total primary government program revenues	210,757,335	219,338,098	236,498,287		
Net (Expense)/Revenue:	(00 404 757)	(62.704.000)	(E2 BEC E07)		
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	(63,155,424)	(56,427,907)	(44,464,299)		

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.

			Fisca	l Ye	ar		
-	2006		2007		2008		2009
_			e				
•	00 075 000	•	20 000 004	æ	40 452 045	c	20 427 474
\$	38,075,303	\$	38,680,291	\$	40,152,015	\$	39,437,471
	71,664,119		80,570,742		88,172,022		90,072,845
	30,122,609		73,100,383		40,228,623		42,676,670
	73,581,911		79,053,114		62,921,860		66,267,791
	11,078,611		11,934,872		11,174,891		13,544,268
	8,948,454		9,363,440		7,606,669		7,741,039
	11,764,126		13,900,062		15,494,522		21,453,399
	773,286		1,340,350	83	6,198,736		5,538,161
	246,008,419	_	307,943,254	_	271,949,338	-	286,731,644
	21,086,158		22,381,344		24,773,913		27,643,961
	18,080,512		17,568,579		18,504,232		18,814,352
	2,038,131		2,354,071		2,321,301		2,412,046
	1,459,985		1,551,296		1,676,281		1,787,553
-	42,664,786		43,855,290		47,275,727	88	50,657,912
-	288,673,205		351,798,544		319,225,065		337,389,556
	•						
			manine and concentrations				
	11,386,546		11,053,069		11,945,557		\$ 13,781,168
	4,821,133		5,343,663		4,171,464		2,389,926
	18,557,929		19,755,386		6,894,044		2,689,321
	2,719,679		3,516,311		8,167,104		6,234,479
	3,288,571		5,208,118		5,202,642		4,574,013
	530		601		350,353		361,661
	31,609		36,800		618,525		999,833
	101,493,004		108,281,842		112,138,677		110,471,203
	50,853,114		49,343,155		31,966,004	_	32,631,510
_	193,152,115		202,538,945		181,454,370	-	174,133,114
	18,913,320		19,805,710		20,495,448		22,141,681
	4,378,854		3,789,950		14,489,369		14,491,172
	2,668,640		3,081,996		2,801,556		2,779,987
	1,466,608		1,588,399		1,722,537		1,672,749
	12,743,936		12,781,069		3,006,230		2,573,136
	9,161,143		13,290,978		9,827,894		5,922,432
-	49,332,501	-	54,338,102	-	52,343,034	30	49,581,157
-	242,484,616	-	256,877,047	_	233,797,404	-	223,714,271
-	,,	(0)					•
	(52,856,304)		(105,404,309)		(90,494,968)		(112,598,530)
	6,667,715		10,482,812		5,067,307		(1,076,755)
_	(46,188,589)	_	(94,921,497)	_	(85,427,661)		(113,675,285)
-	(40,100,000)	-	(01,021,-101)	-	(55).21,001)	_	,

CHANGES IN NET ASSETS BY COMPONENT (Continued)

LAST SEVEN FISCAL YEARS

	Fiscal Year						
	2003	2004	2005				
General Revenues and Other Changes in Net Assets:							
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	-	<u>=</u>	50 6				
Other taxes not restricted to specific programs	3,470,099	3,550,383	3,808,461				
Gain on disposal of assets		<u>=</u> :	(*				
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	94,949,928	97,796,072	105,030,044_				
Business-type activities:							
Earnings on investments	925,549	833,442	1,166,121				
Miscellaneous	714,147	279,938	(88,723)				
Transfers	200	225,098	(742,688)				
Total business-type activities	1,639,696	1,338,478	334,710				
Total primary government	96,589,624	99,134,550	105,364,754				
Change In Net Assets:							
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	\$ 33,434,200	\$ 42,706,643	\$ 60,900,455				

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	8	2008	120000	2009					
10.7	——————————————————————————————————————	36										
\$	72,281,361	\$	77,524,523	\$	81.960.906	\$	86,209,854					
	4,070,522	(27,00)	4,475,172	10,510	12,507,284		12,990,053					
	3,467,569		4.331.039		4,645,560		4,914,473					
	13,888,120		9,640,220		9,801,576		11,493,853					
	118,371		118,840		114,941		120,112					
	4,189,740		4,687,290		4,951,117		4,849,472					
	-		1,255,320		1,887,760		264,644					
	7,993,974		10,603,701		10,043,884		4,448,353					
	4,894,356		5,895,715		3,776,380		1,389,387					
	690,442		330,593		207,317		-					
	111,594,455		118,862,413		129,896,725		126,680,201					
	1,709,673		2,537,852		2,524,996		1,308,965					
	38,779		437,888		1,548,189		1,343,190					
_	(690,442)		(330,593)		(207,317)							
	1,058,010	4	2,645,147	13	3,865,868	_	2,652,155					
	112,652,465	_	121,507,560	_	133,762,593	_	129,332,356					
	58.738.151		13,458,104		39,401,757		14,081,671					
	7.725.725		13,127,959		8,933,175		1,575,400					
\$	66,463,876	\$	26,586,063	\$	48,334,932	\$	15,657,071					
						_						

FUND BALANCES, GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS (Modified Accrual Basis of Accounting)

	Fiscal Year											
	5. 5	2000		2001		2002		2003	_	2004	74	2005
General Fund	0.		10000		75	33.3						
Reserved for interfund loans	\$	120	\$	-	\$	140,000	\$	100,532	\$	19,734	\$	1.
Unreserved		6,686,158	2000	7,024,329	0500	7,483,559	200	10,944,068		16,267,367		13,258,985
Total General Fund	\$	6,686,158	\$	7,024,329	\$	7,623,559	\$	11,044,600	\$	16,287,101	\$	13,258,985
All Other Governmental Funds												
Reserved for interfund loans	\$	1,137,977	\$	450,058	\$	432,706	\$	432,706	\$	2	\$	22
Reserved for land held for resale				<u>.</u>		**		2,458,290		2,458,290		2,416,979
Reserved for prepaid items		=		2		12		25		₩ ?		0€0
Unreserved, reported in:												
Special revenue funds		27,904,266		34,235,559		32,780,659		33,762,439		38,491,808		52,077,301
Capital projects funds		78,920,428		65,387,788		54,052,806		52,363,774		28,163,582		32,743,402
Debt service funds		10,901,666		7,023,234		23,816,360		37,130,329		50,194,284		59,973,917
Total all other governmental funds	\$	118,864,337	\$	107,096,639	\$	111,082,531	\$	126,147,538	\$	119,307,964	\$	147,211,599

	Fiscal Year											
_	2006		2007	10 - 27	2008	2009						
\$	-	\$	180,000	\$	147,198	\$	112,870					
	17,602,566		15,388,001		17,834,993	200	13,984,412					
\$	17,602,566	\$	15,568,001	\$	17,982,191	\$	14,097,282					
\$		s	5.114.681	\$	1,114,681	s	1,078,886					
Ş	9,172,226	9	7.538.817	Ψ	12.976.941	Ÿ	12.633.945					
	5,172,220		,,000,017		-		53,375					
	62,068,572		60,640,004		69,392,311		45,587,544					
	42,293,175		56,225,034		27,907,257		17,241,293					
	50,036,843		49,872,722		37,019,036		36,427,539					
\$	163,570,816	\$	179,391,258	\$	148,410,226	\$	113,022,582					

CLACKAMAS COUNTY, OREGON CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS

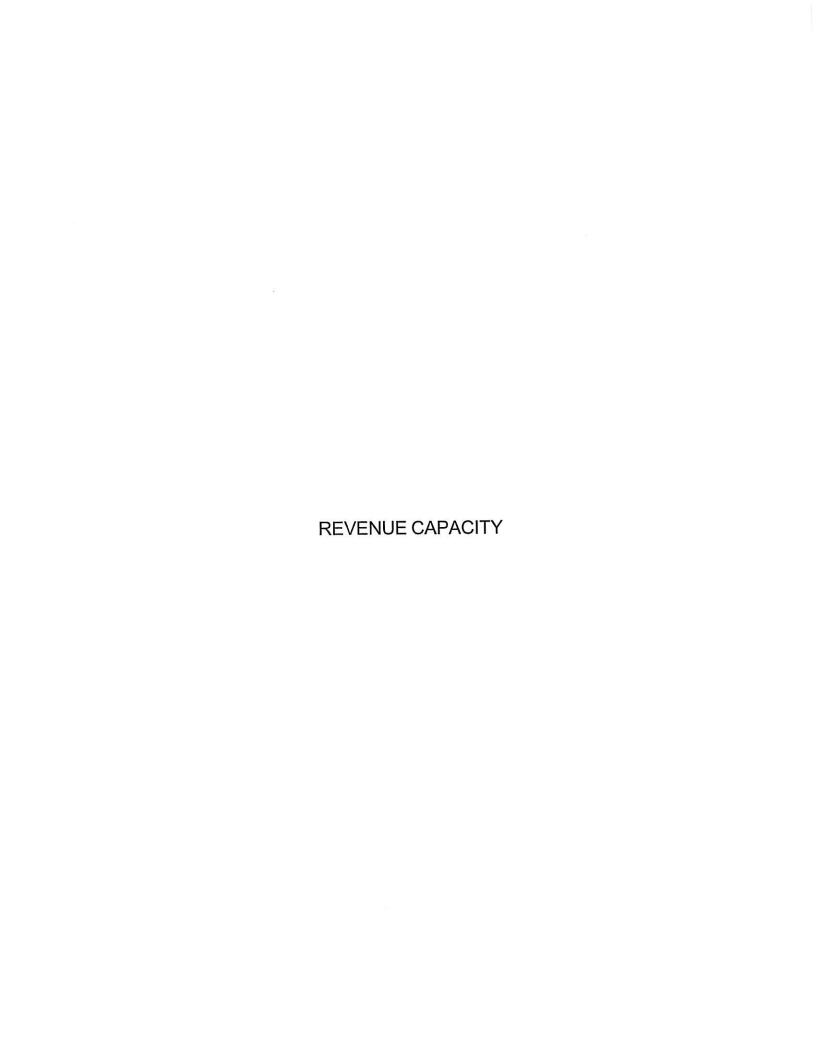
		Fiscal Year					
	2000	2001	2002	2003	2004	2005	
Revenues	\$ 74,564,295	\$ 79,587,778	5 82.014.538	s 83.780.556	\$ 89,144,952	\$ 89,728,183	
Property taxes	\$ 74,004,290	\$ 18,501,110	3,339,205	3,470,099	3,550,751	3,808,691	
Other taxes	10.524.653	9.360.134	8,276,285	9,690,647	10,266,911	13,478,901	
Licenses and permits			1,136,226	1,375,761	1,421,624	1,653,118	
Fines, forfeitures, and penalties	1,164,917	1,005,649 905,027	1,073,073	1,318,069	721,047	1,435,875	
Special assessment collections	499,749		116,113,290	116,737,524	115,666,645	133,217,205	
Intergovernmental	95,613,800	112,088,176	4,370,626	2,661,562	2,286,086	3,495,847	
Interest	05 405 545	20 520 770	35,142,605	40,116,122	33,753,750	37,478,326	
Charges for services	25,126,645	29,530,778	35,142,605	40,110,122	33,733,730	410,787	
Land sale proceeds	27,933	07 700 400	9,794,507	18,651,912	19,110,667	20,268,258	
Miscellaneous	18,837,952	27,796,123	261,260,355	277.802.252	275.922.433	304,975,191	
Total revenues	226,359,944	260,273,665	261,260,355	211,602,232	210,822,400	304,913,191	
Expenditures					27.447.2562.237.000.27.000.27	7007000000	
General government	29,240,069	44,116,968	37,271,604	56,748,939	57,204,684	63,208,285	
Public protection	53,007,848	56,507,094	58,375,195	58,623,420	59,656,115	63,142,007	
Public ways and facilities	21,214,572	23,572,270	23,406,378	22,433,024	21,122,959	19,740,834	
Health and sanitation	72,454,354	80,961,168	89,316,920	81,917,887	75,247,300	72,801,292	
Culture and recreation	15,028,757	15,488,587	17,257,123	15,997,260	14,377,523	15,764,544	
Education	1,560,161	1,277,877	1,592,108	1,561,744	1,593,123	1,594,934	
Economic development	* · · · ·		~ =	() = ()	1 	10,168,139	
Debt service:							
Principal	6,990,000	31,458,308	2,625,553	2,337,097	1,945,202	4,910,709	
Interest and fiscal charges	2,837,032	1,787,822	1,630,056	1,367,215	1,887,862	2,438,701	
Capital outlay	32,662,154	33,590,891	24,936,324	33,416,399	48,139,120	33,611,001	
Total expenditures*	234,994,947	288,760,985	256,411,261	274,402,985	281,173,888	287,380,446	
Excess (deficiency) of revenues over expenditures	(8,635,003)	(28,487,320)_	4,849,094	3,399,267	(5,251,455)	17,594,745	
Other Financing Sources (Uses)							
Proceeds from refunding bonds, net	17,715,714		13 8	959	-		
Payment to refunding bond paying agent	(31,764,864)	8 = 2	•		*		
Interfund loan repayment		43,252	. 		¥	2	
Loan proceeds	≅	598,332	•		8		
Proceeds from sale of capital assets	2,512,430	25,961	-		-	-	
Issuance of bonded debt	× **	31,507,051	-	17,574,642	6,328,727	1,920,472	
Issuance of contract payable		-	402,496	196	186,490	5,200,000	
Loss on land held for resale	-	-		(306,799)		ė.	
Transfers to other governments			25	· · · · · · · · · · · · · · · · · · ·	¥	•	
Transfers in	67,128,360	64,936,796	64,454,193	72,832,176	73,517,844	98,052,553	
Transfers out	(67,533,326)	(67,260,817)	(64,927,312)	(75,013,238)	(76,378,679)	(97,892,251)	
Total other financing sources (uses)	(11,941,686)	29,850,575	(70,623)	15,086,781	3,654,382	7,280,774	
Net change in fund balances	\$ (20,576,689)	\$ 1,363,255	\$ 4,778,471	\$ 18,486,048	\$ (1,597,073)	\$ 24,875,519	
Debt service as a percentage of						2002	
non-capital expenditures	4.9%	13.0%	1.8%	1.5%	1.6%	2.9%	

^{(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.

2006		2007 Fisc	2008	2009
2000		2007	2000	2009
94,062	2 977	\$ 95,882,022	\$ 107,667,803	114,250,789
	0,496	4,687,290	4,951,117	4,849,472
18,662		22,182,735	15,332,627	11,855,613
		1,726,557	1,722,852	1,677,521
	1,100	167,894	155,239	148,856
	0,875	140,894,682	9,319,838	128,042,891
135,970		9,886,115	133,182,832	4,134,140
	0,163	51,198,371	51,654,909	42,169,928
37,10	4,100		314,634	573,421
40.54	-	5,074,049		24,283,575
19,51		22,970,751	21,565,888	
318,44		354,670,466	345,867,739	331,986,206
48,54	396	53,399,391	51,170,376	56,387,816
76,15		84,636,946	89,864,349	95,029,528
21,55		72,103,661	37,102,593	30,441,051
79,37		86,772,961	73,508,338	76,709,014
	4,777	10,928,928	15,420,807	15,747,164
		9,268,107	13,838,069	7,754,360
	1,249	16,180,136	7,613,070	19,485,414
13,91	3,912	16, 160, 136	7,013,070	15,405,414
4,19	7,072	2,921,453	9,657,334	9,458,139
2,36	4,409	2,353,319	6,182,175	5,698,873
37,24	1,635	85,779,310	80,735,011	57,637,726
302,28	8,236	424,344,212	385,092,122	374,349,085
16,16	0,629	(69,673,746)	(39,224,383)	(42,362,879)
			S a .	is.
	<u>_</u>	2		-
	-	-		-
	-	2	(-	5,000,000
	-	-	2,270,821	1,098,845
	-	85,485,576	8,017,998	1.0
7.12	7,500		SCHOOL AND THE STATE	-
		-	-	(977,164
(1.83	7,566)	-	-	-
116,69		99,329,827	117,462,308	117,578,846
(117,44		(101,355,780)	(118, 177, 864)	(118,838,317
	2,169	83,459,623	9,573,263	3,862,210
\$ 20,70	2,798	\$ 13,785,877	\$ (29,651,120)	\$ (38,500,669)
	2.5%	1.6%	5.2%	4.8%





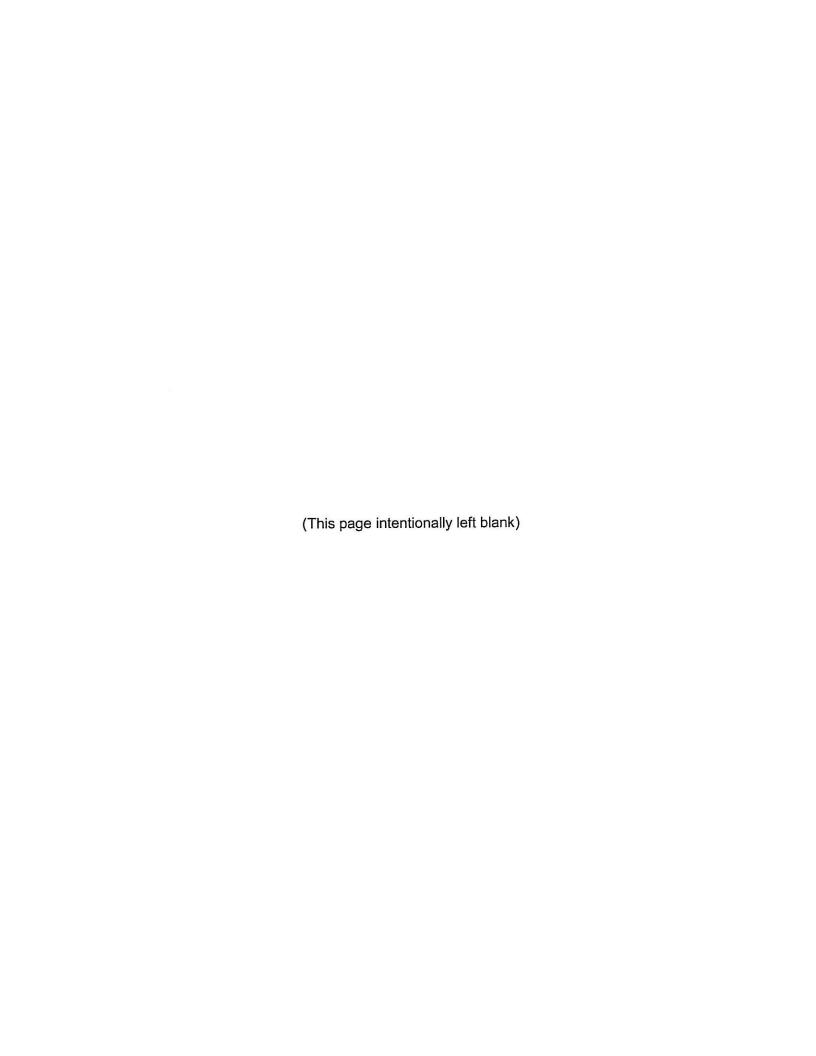
CLACKAMAS COUNTY, OREGON ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Real Property	 Personal Property	()	Mobile Homes	 Public Utility Property	Less: Tax-Exempt Property (3)
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
2009	35,913,611,262	837,758,184		198,795,056	1,005,929,080	3,438,163,153

Source: Clackamas County Department of Assessment and Taxation

- (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 176. 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 2000-2005 is not available (N/A) at this time. Total taxable assessed valued for all years is reported net of tax-exempt property.

»	Total Taxable Assessed Value	B	Total Direct Tax Rate	Estimated Actual Cash Value	Assessed Value as a Percentage of Actual Cash Value
\$	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
	34,517,930,429		1.1354 - 2.8469	60,008,391,125	57.52



CLACKAMAS COUNTY, OREGON DIRECT AND OVERLAPPING PROPERTY TAX RATES

YEAR ENDED JUNE 30, 2009 (Rate per \$1,000 of Assessed Value)

Clackamas County: Rural City Public Safety Local Option 2006	\$ 1.1354 - 2.8469 1.8996 - 2.4042 0.2239 - 0.2480
Component units: Clackamas County Enhanced Law Enforcement District North Clackamas Parks and Recreation District Clackamas County Development Agency Estacada Area County Service District for Library Services	0.6672 0.5085 0.4995 - 1.1914 0.1210
City rates: Barlow Canby Canby local option Damascus Estacada Estacada exempt bond Gladstone Gladstone local option Happy Valley Happy Valley local option	0.5894 3.2159 0.3872 3.3000 2.6406 0.4235 4.4811 0.9900 0.6710 1.3800
Lake Oswego (outside and inside school district) Lake Oswego exempt bond Milwaukie Milwaukie exempt bond Molalla Molalla exempt bond Oregon City Oregon City exempt bond Portland Portland Portland fire/police pension Portland exempt bond Sandy Tualatin Tualatin exempt bond 2005 West Linn West Linn exempt bond Wilsonville Wilsonville exempt bond	4.5884 - 4.8055 0.6908 4.1291 0.3909 5.3058 0.1772 3.9688 0.1482 4.1818 2.3976 0.1752 3.7221 1.9587 0.1913 2.1200 0.3784 2.0464 0.1500
School districts rates, inclusive of local option levies	3.9222 - 6.5281 0.1318 - 0.5463
Community college/educational service district rates, including local option levies	0.0828 - 4.3145
Educational exempt bonds rates Fire districts, inclusive of local option levies	0.7833 - 2.4592
Urban renewal, other than Clackamas County Development Agency	0.1424 - 3.3966
Other special district rates	0.0052 - 1.4774
•	

Source: Clackamas County Department of Assessment and Taxation

- (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.

PRINCIPAL PROPERTY TAX PAYERS JUNE 30, 2009 AND NINE YEARS AGO

		2	2009		
Taxpayer		Rank	Percenta of Total Dis Taxable Assesse Value	strict e ed	
Portland General Electric Shorenstein Properties LLC General Growth Properties Inc. Northwest Natural Gas Company Fred Meyer Stores Inc. PCC Structurals Inc. Verizon Northwest Inc. Xerox Corporation Qwest Corporation/U.S. West in 2000 Safeway Stores Inc. Clackamas Assoc LTD Partnership Speiker Properties LP Tektronix Inc. Wilmington Trust Co. Precision Castparts Corporation Mentor Graphics Corporation GTE Northwest Inc	\$	487,614,650 225,387,963 214,878,097 183,865,400 176,131,042 86,512,010 73,145,900 71,919,769 64,660,500 53,587,984	1 2 3 4 5 6 7 8 9 10	1.41 .65 .62 .53 .51 .25 .21 .21 .19	%
Total	\$	1,637,703,315		4.74	%

Source: Clackamas County Department of Assessment and Taxation

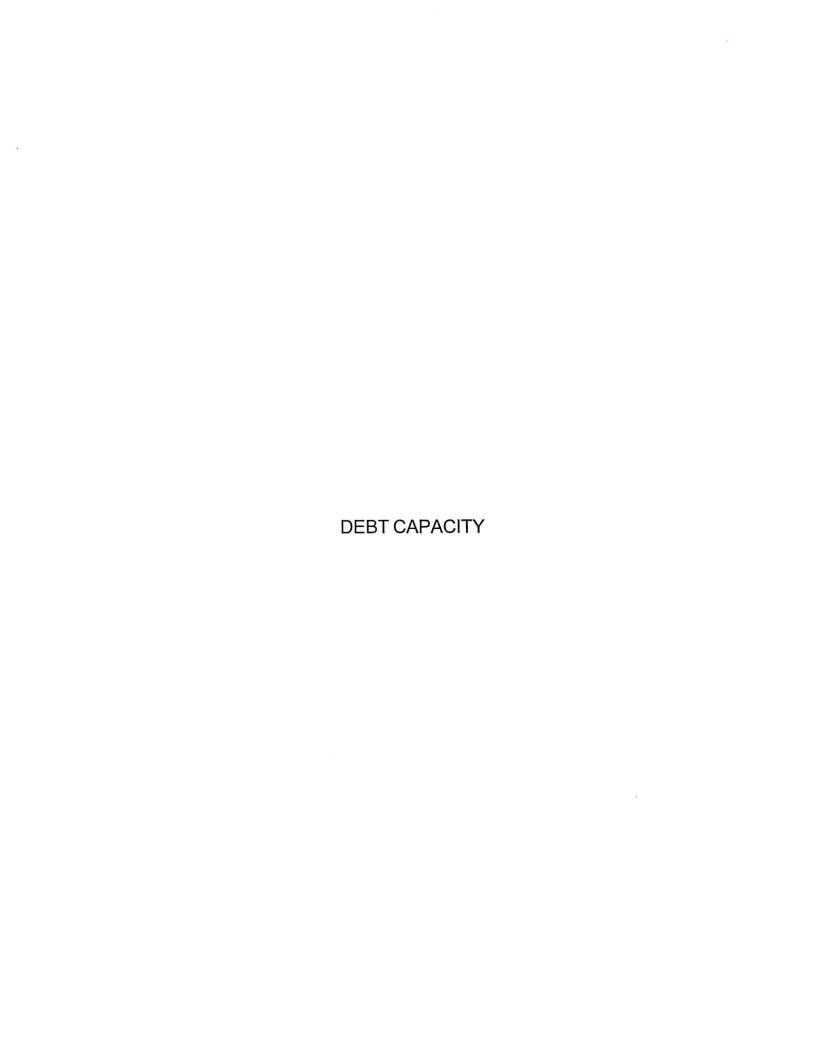
-	-	-	-	
2.	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	ш	ш	1

		2000	10.00	
	Taxable Assessed Value	Rank		Percentage of Total District Taxable Assessed Value
\$	311,860,900		1	1.46 %
	83,875,980		4	.39
	81,433,870		6	.38
			•	40
	102,461,060		2	.48
	88,835,330		3 5	.42 .39
	82,895,180 69,995,720		7	.33
	58,274,130		8	.27
	55,258,160		9	.26
_	48,993,280		10	.23
\$	983,883,610			4.61 %

PROPERTY TAX LEVIES AND COLLECTIONS LAST TEN FISCAL YEARS

Fiscal Year	Collected within the Taxes Levied Fiscal Year of the Levy Collections				Total Collections to Date		
Ended June 30,	for the Fiscal Year	Amount	Percentage of Levy	in Subsequent Years	Amount	Percentage of Levy	
2000	\$ 55,006,249	\$ 51,458,416	93.6 %	\$ 2,084,993	\$ 53,543,409	97.3 %	
2001	58,473,601	54,515,118	93.2	2,099,543	56,614,661	96.8	
2002	61,526,413	57,457,564	93.4	2,123,444	59,581,008	96.8	
2003	65,152,983	61,115,297	93.8	1,918,391	63,033,688	96.7	
2004	67,766,126	63,837,062	94.2	1,642,149	65,479,211	96.6	
2005	71,044,659	67,156,042	94.5	1,489,957	68,645,999	96.6	
2006	74,286,644	70,569,735	95.0	2,130,550	72,700,285	97.9	
2007	79,339,667	75,124,257	94.7	1,731,473	76,855,730	96.9	
2008	91,903,807	86,387,265	94.0	1,887,546	88,274,811	96.1	
2009	96,647,780	89,978,400	93.1	Fu	89,978,400	93.1	

Source: Clackamas County Department of Assessment and Taxation



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

Governmental Activities North Clackamas North Clackamas Parks Parks Clackamas County Limited Development Agency Redevelopment Limited Tax Loans and Capital General Obligation Full Faith Limited and Credit Revenue Full Faith & Credit Contracts Leases Tax Assessment Fiscal Obligation Refunding Bonds Obligation Payable Payable Bonds Year 9,370,000 \$ 3,109,154 \$ \$ 5 8,560,000 2000 \$ 8,560,000 \$ 24,457,282 \$ 515,000 \$ 2,575,000 2,288,549 1,070,000 8,560,000 2001 17,040,000 5,550,000 2,789,209 1,233,365 8,290,000 2002 7,595,000 5,080,000 1,245,000 2,617,225 849,757 5,030,000 19,182,416 8,005,000 2003 6,205,000 2,481,270 781,310 7,710,000 2004 4,743,086 4,980,000 24,287,416 7,510,347 536,453 24,090,502 7,400,000 5,128,558 2,680,000 2005 281,901 1,400,000 23,868,588 7,070,000 14,496,397 2006 3,487,531 78,687 1,400,000 73,789,250 6,725,000 13,784,944 2007 1,852,036 35,333,000 6,360,000 8,000,000 12,932,816 40,059 70,617,974 2008 1,807,388 30,057,474 1,400,000 7,785,000 17,954,578 1,740,000 24,568,705 1,400,000 68,290,000 5,975,000 2009

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 185.

(3) Water Environment Services debt includes Clackamas County Service District No. 1 and Tri-City Service District debt.

N/A: Not available

Business-Type Activ	vities
---------------------	--------

Но	using 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	S	ervice District No. 1 Bancroft Improvement Bonds	Water Environment Services General Obligation Bonds		-	Total	Percentage of Personal Income	Per Capita
\$	12,792,085	\$ 1,313,177	\$ -	\$ 3,118,815	\$ 10,995,000	\$	1,415,424	\$	6,005,000	\$	90,210,937	0.75 %	276
	12,149,682	1,250,260	2	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		ā		77,475,280	0.59	219
	9,688,253	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		2		160,209,482	0.98	430
	8,987,803	719,531	5,399,012	1,694,133	8,371,444		55.0		ě		156,387,634	N/A	415
	8,727,653	673,509	5,149,074	1,487,321	46,006,975		50		5		189,757,815	N/A	500

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

LAST TEN FISCAL YEARS

Fiscal Year	General bligation Bonds	 Full Faith Total Gener and Credit Bonded Del Obligations Outstanding		onded Debt	Less: Amounts Available in Debt Service Fund	
2000	\$ 8,560,000	\$ -	\$	8,560,000	\$	7 .4 0
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
2009	18,875,000	68,290,000		87,165,000		186,478

Source: Clackamas County Finance Department

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 175 for actual taxable value of property.

²⁾ Population Data can be found in the Schedule of Demographic Statistics on page 185.

	Percentage of	
	Actual Taxable	
	Value of	Per
Total	Property	Capita
\$ 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
86,978,522	0.20%	\$229

CLACKAMAS COUNTY, OREGON DIRECT AND OVERLAPPING DEBT JUNE 30, 2009

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Oak Lodge Water District	\$ 1,075,000		
Colton Water District	79,652		79,652 210,000
South Clackamas Transport District	210,000 4,985,000		4,978,210
Clackamas County Rural Fire Protection District #1 Canby RFPD #62	155,000		155,000
Colton Rural Fire Protection District #70	100,000	-0	100,000
Clackamas County School District 3J (West Linn-Wilsonville)	201,162,23		197,744,693
Clackamas County School District 7J (Lake Oswego)	75,406,819		73,404,316
Clackamas County School District #12 (North Clackamas)	291,596,142	2 100	291,596,142
Clackamas County School District #62 (Oregon City)	55,665,00		55,665,000
Clackamas County School District #108 (Estacada)	22,140,00		22,140,000
Clackamas County School District #115 (Gladstone)	45,489,73		45,489,730
Clackamas County School District #86 (Canby)	62,860,00		62,860,000 2,790,000
Clackamas County School District #35 (Molalla River)	2,790,00 37,350,00		37,350,000
Clackamas Community College City of Happy Valley	4,910,00		4,910,000
City of Lake Oswego	23,380,00	5/	21,790,183
City of Milwaukle	875,00		866,474
City of Molalla	560,92		560,925
City of Oregon City	2,605,00		2,605,000
City of Sandy	2,400,00		2,400,000 12,140,000
City of West Linn	12,140,00 1,900,00	<u> </u>	88,721
Silverton Rural Fire Protection District Marion County School District 4J (Silver Falls)	52,525,00	7.	4,937,718
Metro	187,666,89		38,107,640
Tri-Metropolitan Transportation District	36,380,00		7,099,048
Multnomah County School District 1J (Portland)	15,090,00		13,641
Multnomah County School District 28J (Centennial)	34,841,40	(C)	2,623,523
Multnomah County School District 51J (Riverdale)	30,590,15		1,764,257 9,510,644
Multnomah County School District 10J (Gresham-Barlow)	52,090,00		60,944
Multnomah County School District 10J (Orient 6 Bond)	174,63 5,645,00	I. 19 <u>2</u> -	981,925
Mt Hood Community College Portland Community College	234,345,00		14,659,686
City of Portland	97,430,00		169,918
Willamette Educational Service District	2,420,00	0 1	15,459
Tualatin Valley Fire & Rescue District	29,000,00		4,917,704
Washington County School District 23J (Tigard-Tualatin)	129,495,00		3,575,098
Washington County School District 88J (Sherwood)	126,034,66		9,970,980 1,249,004
City of Tualatin	10,570,00 49,070,00	_	1,050,392
Yamhill County School District 29J (Newberg) Clackamas County School District #46 (Oregon Trail)]	114,895,48	18	114,895,487
Sunrise Water Authority	520,00		517,669
Estacada Library District	1,740,00		1,740,000
Clackamas County School District #4 (Dickie Prairie)	155,00		155,000
Clackamas County School District #4 (UH4 Bond)	1,460,00	00 100	1,460,000
Other Debt			
North Clackamas Parks and Recreation District	13,760,00	00 100	13,760,000
Clackamas County Rural Fire Protection District #1	20,250,00		20,222,420
Clackamas County School District 3J (West Linn-Wilsonville)	42,135,00	00 98	41,419,168
Clackamas County School District 7J (Lake Oswego)	42,203,83		41,083,070
Clackamas County School District #12 (North Clackamas)	104,750,98		104,750,987
Clackamas County School District #62 (Oregon City)	45,525,00	NN - FULL	45,525,000
Clackamas County School District #108 (Estacada)	12,625,00		12,625,000 15,038,405
Clackamas County School District #115 (Gladstone) Clackamas County School District #86 (Canby)	15,038,40		
CJackantas County School District #00 (Caliby)	33 003 06	38 100	33 093 968
Clackamas County School District #35 (Molalla River)	33,093,96 19,285,72		33,093,968 19,285,728

DIRECT AND OVERLAPPING DEBT (Continued)

JUNE 30, 2009

Governmental Unit		Estimated Debt Percentage Outstanding Applicable				Estimated Share of Overlapping Debt	
Other Debt (Continued)							
City of Estacada	\$	1,222,672	10.00	%	\$	1,222,672	
City of Gladstone		2,355,000	100			2,355,000	
City of Lake Oswego		60,000,000	93			55,920,060	
City of Milwaukie		4,265,000	99			4,223,442	
City of Oregon City		16,630,000	100			16,630,000	
City of West Linn		3,055,000	100			3,055,000	
City of Wilsonville		13,505,000	89	1		12,056,778	
Northwest Regional Educational Service District		7,590,000	1			56,492	
Marion County School District 4J (Silver Falls)		15,109,446	5			1,420,394	
Port of Portland		72,315,648	25			18,029,882	
Metro		71,005,000	20			14,418,275	
Multnomah County School District 1J (Portland)		465,621,545	C			420,922	
Multnomah County School District 28J (Centennial)		538,333	8			40,536	
Multnomah County School District 10J (Gresham-Barlow)		56,751,068	18			10,361,667	
Multnomah Educational Service District		36,785,000	2			638,514	
Mt Hood Community College		52,554,302	17			9,141,611	
Portland Community College		191,085,000	€			11,953,513	
City of Portland		609,687,234	C			1,063,295	
Willamette Educational Service District		21,426,206	1			136,871	
Tualatin Valley Fire & Rescue District		18,000,000	17			3,052,368	
Washington County School District 23J (Tigard-Tualatin)		5,545,289	3			153,094	
Washington County School District 88J (Sherwood)		12,982,745	8			1,027,104	
Yamhill County School District 29J (Newberg)		31,459,233	2			673,416	
Clackamas County Educational Service District		26,985,000	99	1	_	26,772,574	
Subtotal overlapping debt						1,654,152,009	
County direct debt					_	169,868,660	
Total direct and overlapping debt					\$	1,824,020,669	

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

⁽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.

LEGAL DEBT MARGIN LAST TEN FISCAL YEARS

	2000	2001	2002	2003
Debt limit	\$ 562,029,720	\$ 592,199,722	\$ 619,062,707	\$ 647,399,935
Total net debt applicable to limit	51,814,367	33,094,682	22,798,169	17,328,553
Legal debt margin	\$ 510,215,353	\$ 559,105,040	\$ 596,264,538	\$ 630,071,382
Total net debt applicable to the limit as a percentage of debt limit	9.22%	5.59%	3.68%	2.68%

Source: Clackamas County Finance Department

- (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.

2004	2005	2006	2007	2008	2009		
\$ 684,405,179	\$ 737,152,023	\$ 824,575,930	\$ 972,753,528	\$ 1,143,853,901	\$ 1,200,167,823		
14,642,202	14,816,811	12,955,634	46,417,989	40,852,665	35,036,358		
\$ 669,762,977	\$ 722,335,212	\$ 811,620,296	\$ 926,335,539	\$ 1,103,001,236	\$ 1,165,131,465		
2.14%	5 2.01%	1.57%	4.77%	3.57%	2.92%		

PLEDGED REVENUE COVERAGE LAST TEN FISCAL YEARS

Governmental Activities Limited Tax Assessment Bonds

Fiscal Year	Assessment Revenues		Less: Operating Expenses		Net Available Revenue			Debt S	Service	Interest	Coverage	
2000	s	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		(4)		91,000	1.72	
2009		146,695		H=		146,695		=		91,000	1.61	
	·	General County Loan Payable to Oregon Department of Transportation (1)										
	Tran	and County sportation evenues		Less: Operating Expenses		Net Available Revenue	_	Debt Service Principal Interest		Interest	Coverage	
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)	
2009		17,991,258		18,920,695		(929,437)		733,314		522,816	(0.74)	
	Clackamas County Services District No. 1 Bancroft Improvement Special Assessment Bond								nds			
		sessment	Less: Operating		Net Available			Deb				
	F	Revenue		Expenses	y 	Revenue		Principal	-	Interest	Coverage	
2000	\$	24,894	\$	•		\$ 24,894		\$ 385,000	\$		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		(Sp)		24,352	0.81	
2008 (2)		5,169		1		5,169		320,424		12,177	0.02	
2009		12		20		⊙		t = (958	Ä	

Source: Clackamas County Finance Department

⁽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.



DEMOGRAPHIC STATISTICS LAST TEN FISCAL YEARS

	Year	Population	(Personal Income thousands of dollars)	Р	er Capita Personal come (1)	Portlar Metropol Area Unemploy Rate (2	itan ment
0.5	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		16,366,851		43,965	5.0	
	2008	376,660		N/A		N/A	5.4	
	2009	379,845		N/A		N/A	9.3	

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 for Clackamas County from Bureau of Economic Analysis

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

N/A: Not available

PRINCIPAL EMPLOYERS

JUNE 30, 2009 AND NINE YEARS AGO

		2009		2000			
Employer	Employees	Rank	Percentage of Total (2)	Employees	Rank	Percentage of Total (2)	
Intel Corp.	15,500	1	.02 %	11,000	1	.01 %	
Fred Meyer Stores	14,684	2	.01	N/A	2	N/A	
Oregon Health & Sciences University	12,600	3	.01	3,275	10	.00	
Providence Health System	12,000	4	.01	5,640	4	.01	
Kaiser Foundation Health Plan of the Northwest	9,000	5	.01	N/A	3	N/A	
Legacy Health System	8,251	6	.01	5,000	7	.00	
Nike Inc.	7,000	7	.01				
Wells Fargo Bank	5,969	8	.01				
Multnomah County	5,640	9	.01				
City of Portland	5,587	10	.01				
Freightliner Corp.				5,344	5	.01	
Tektronix Inc.				4,500	8	.00	
U.S. Bancorp				N/A	6	N/A	
Safeway, Inc., Portland Division			-	N/A	9	N/A	
Total	96,231		0.11 %	34,759		0.03 %	

Sources:

Notes:

- (2) Total Portland Metropolitan Area employment used to calculate percentages is from the Oregon Employment Department.
- (3) N/A Number of Metropolitan Area employees for these organizations were not available in the Book of Lists 2000.

⁽¹⁾ Statistics are the latest available data published in the Portland Business Journal Book of Lists 2009, and Book of Lists 2000. The Business Journal Book of Lists ranks Portland Metropolitan Area employers.



FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION/PROGRAM (1) LAST SIX FISCAL YEARS (3)

Function/Program	2004	2005	2006	2007	2008	2009
General government						
County commissioners & administration	11.8	11.8	11.3	13.8	13.8	14.1
Assessor	57.5	57.5	57.5	57.5	57.5	57.5
Information services	48.3	49.3	51.3	52.3	52.8	53.3
Building services and surveyor	46.5	50.0	54.0	55.5	57.5	56.5
Finance	38.6	39.3	39.8	39.1	39.1	39.1
Facilities management	14.0	14.0	14.0	16.0	16.0	20.0
County clerk	28.0	28.0	28.0	28.0	28.0	27.0
Employee services	28.4	30.6	30.8	32.8	33.6	33.9
Other	35.3	37.5	38.7	39.4	43.6	45.5
Total General government	308.4	318.0	325.4	334.4	341.9	346.9
Public protection (2)						
Homeland security and dispatch	48.0	45.0	47.0	50.0	50.0	51.0
Juvenile court services	45.0	47.0	47.5	47.5	48.5	48.5
Justice court (4)	N/A	N/A	N/A	N/A	N/A	1.3
Sheriff	352.4	377.0	362.5	382.1	434.3	444.8
Community corrections	78.8	85.3	87.3	87.3	105.5	105.5
District attorney	81.0	81.0	83.0	86.0	90.2	90.5
Total Public protection	605.2	635.3	627.3	652.9	728.5	741.6
Public ways and facilities						
Roads	125.9	124.9	118.9	119.9	106.9	106.9
Engineering	40.1	39.3	40.1	40.8	47.8	45.0
Total Public ways and facilities	166.0	164.2	159.0	160.7	154.7	151.9
Health and sanitation						
Community health (5)	264.6	284.6	300.2	309.6	300.5	271.4
Social services	122.8	127.7	124.9	114.2	117.4	118.3
Community environment	12.3	12.3	12.4	12.4	13.9	13.8
Dog services	10.8	12.0	12.0	13.0	13.0	13.0
Milwaukie Center	9.7	9.2	9.2	9.7	9.7	9.7
Other	12.0	12.0	13.0	13.0	12.5	12.3
Total health and sanitation	432.2	457.8	471.7	471.9	467.0	438.5
Culture and recreation						
Public land corner	11.5	11.5	12.5	12.5	12.5	10.5
Parks and forester	35.3	33.9	32.0	31.5	34.6	37.8
County fair and tourism	10.0	11.0	11.3	11.0	10.0	10.0
Total culture and recreation	56.8	56.4	55.8	55.0	57.1	58.3
Education						
Library	15.5	16.3	13.3	11.0	11.0	10.5
Library network	5.6	5.6	6.6	6.8	6.8	6.8
Total education	21.1	21.9	19.9	17.8	17.8	17.3
Economic development						
Planning	32.1	31.6	33.1	33.1	33.1	29.1
Community development	9.0	9.0	9.0	12.9	13.0	13.0
Community solutions	46.5	38.9	42.8	47.8	59.1	60.9
Development Agency	8.0	66.0	6.0	9.0	9.0	9.0
Other	5.5	4.0	4.0	5.0	5.3	6.0
Total economic development	101.1	149.5	94.9	107.8	119.5	118.0
Solid waste	100.0	104.0	105.0	105.0	110.0	113.0
Housing assistance	44.5	42.5	39.0	43.0	39.0	40.0
Lighting	1.0	1.0	1.0		0.0	0.0
Total	1,836.3	1,950.6	1,899.0	1,948.5	2,035.5	2,025.5

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.
- (4) Clackamas County Justice Court start-up began just prior to 2009-2010 fiscal year
- (5) Closed portion of Sandy Health Clinic in fiscal year 2008-2009

OPERATING INDICATORS BY FUNCTION/PROGRAM (3) LAST SEVEN FISCAL YEARS

Function/Program	3 * * * *	2003	 2004		2005
General government:					
Building services:					
Residential plans reviewed within 15 business days		98%	96%		96%
Treasurer:		2.12%	2.05%		2.72%
Total return on investments Emergency communications:		2.1270	2.05 /6		2.1270
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%
Public protection:					
Sheriff:		9.662	10,726	8	10,247
Arrests booked into jail		1,012	920		898
Domestic violence reports 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:		21.22	== ==:		70.00/
Youth without new crime within one year of case closing		71.0%	75.5%		72.0%
Community corrections:		46,352	44,640		39,704
Work crew community service hours Work release clients free from arrest within one year of program completion		64%	75%		75%
Public ways and facilities:		0,75			
Transportation Improvement:					
Projects in planning, design or construction		28	38		55
Health and sanitation:					
Social services:					245
Households receiving lifespan respite services		402	293 5,725		315 5,766
Households receiving energy assistance		5,739	5,725		3,700
Community health: Public health appointments, uninsured and underinsured		N/A	32,142		34,146
Community environment:		350000			800
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:		40.045	15,451		13,777
Social service units provided		16,945 68,691	65,176		65,805
Meals on Wheels and on-site meals served Culture and recreation:		00,001	00,170		00,
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:		2,744	3,000		3,643
Swim lesson participants Aquatic park total customers served (3)		255,072	231,189		240,928
Education:		,			
Library:					
Items in library collection		169,532	171,678		170,000
Items checked out		1,041,082	1,061,812		1,098,328
Economic development					
Business and economic development:		55	62		20
Location proposals to outside companies		N/A	225		100
Acres of shovel ready industrial land added to inventory Sanitary sewer and surface water		UM	220		
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
Housing assistance		18,782	17,675		18,228
Rental assistance monthly vouchers provided Golf		10,102	17,070		,
Rounds of golf played at Stone Creek Golf Course (18 holes)		N/A	55,100		56,000
rinning - Gall kindles at Atlanta Atlanta and a second from the second from the second			82.0		120

Source: Clackamas County Finance Department

⁽¹⁾ N/A Numbers were not availabe.

^{(2) 2009} numbers are actuals or based on budget document estimates.

⁽³⁾ Measurement has changed for Aquatic Park from open swim patrons to total customers served. The Aquatic Park provides open swim, swim lessions, lap swim, big surf, aquatic exercise, swim team and rental opportunities. This number more accurately reflects openational outcomes.

2006		2	2007	20	008 (2)	-	2009
	98%		99%		98%		98%
	3.87%		5.05%		4.45%		2.51%
	237,339 18,845 96%		244,675 16,738 96%		240,863 17,799 97%		249,310 18,351 97%
	10,109 865 592 19,942		10,752 736 713 17,691		9,836 732 887 19,023		9,267 732 789 19,387
\$	18.1	\$	18.9	\$	19.7	\$	19.3
	78.2%		76.4%		77.4%		76.4%
	44,785 68%		49,204 71%		53,777 69%		50,878 75%
	41		49		46		45
	483 6,127		560 6,516		630 6,445		588 7,953
	36,791		39,989		N/A		N/A
	59.0%		55.3%		56.8%		N/A
	17,751		18,000		15,357		13,969
	17,859 66,983		15,277 73,777		13,783 75,821		15,000 78,000
	55		100		=		(2)
\$	383.9 140,750	\$	411.9 144,136	\$	440.7 112,450	\$	435.7 124,000
	3,612 245,928		4,292 238,703		4,347 251,056		4,306 246,857
	165,207 991,364		160,414 937,898		165,519 1,048,304		168,023 981,207
	30 38		25 -		20 25		56 36
	10.07 11.00		9.01 11.00		8.93 11.00		7.93 11.00
	8.72 10.13		8.67 10.13		8.73 10.13		7.88 10.13
	17,743		18,197		18,548		18,561
	57,000		57,000		58,300		58,300

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM LAST SEVEN FISCAL YEARS

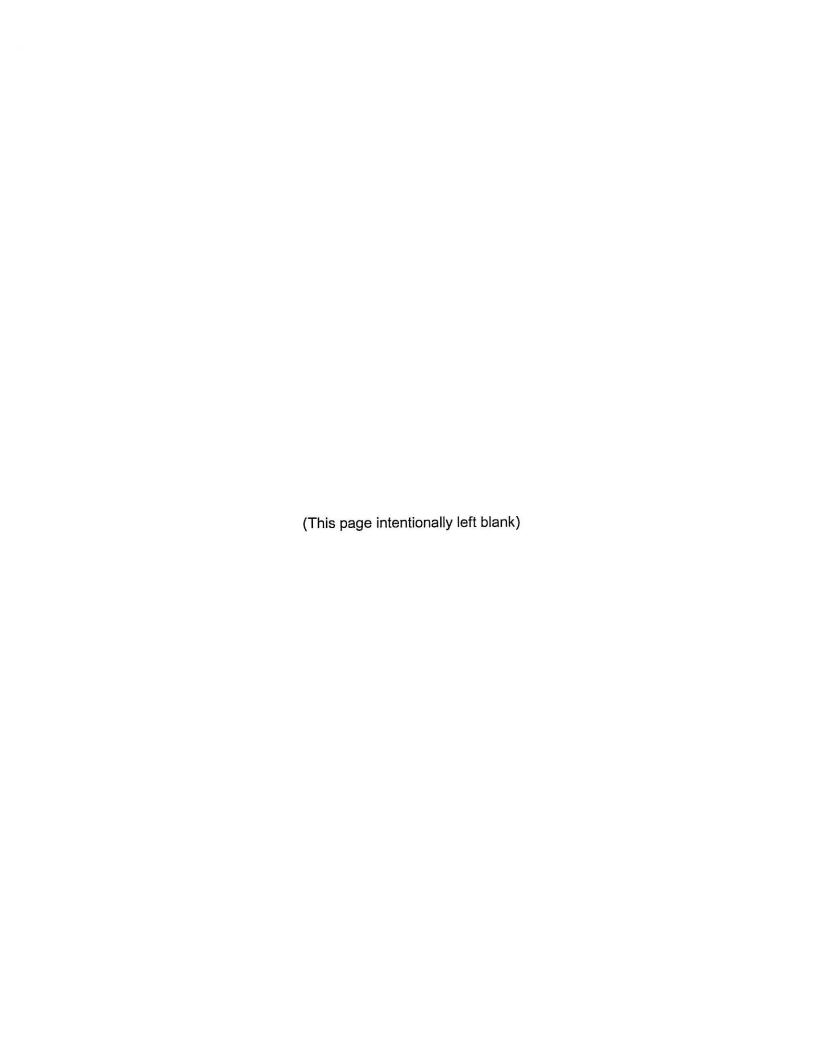
Function/Program		2004	2005
General government			
Facilities management:		202 722	
Building space maintained in square feet	778,086	849,179	865,133
Emergency communications :			
Dispatching stations	13	13	13
Public protection			
Sheriff:	_		_
Stations	2	2	2
Jail beds available	350	350	350
Active patrol vehicles	118	118	118
Community corrections:	200	8520120	1202
Work release beds	80	80	80
Juvenile:			.232
Shelter beds	14	14	14
Detention beds	14	14	14
Public ways and facilities			
Roads:			1050160NVS
Miles of road treated with asphalt, overlay, base and crack treatment	253	244	175
Road miles maintained	1,423	1,420	1,422
Health and sanitation			
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
Culture and recreation			
Parks:			
Parks maintained	49	50	53
Boat ramps	7	7	7
Baseball fields	7	7	7
Soccer fields	3	3	3
Education			
Library network:			
Library computer workstations supported throughout County area	425	438	443
Sanitary sewer and surface water			
Tri-City Service District			
Sanitary sewer pump stations (1)	4	4	4
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
Housing assistance			
Rental unit months leased to low income tenants	10,350	10,361	10,399
Lighting	.5,555	5.547.53	
Service District No. 5 owned streetlights	441	438	443

Note:

Source: Clackamas County Finance Department

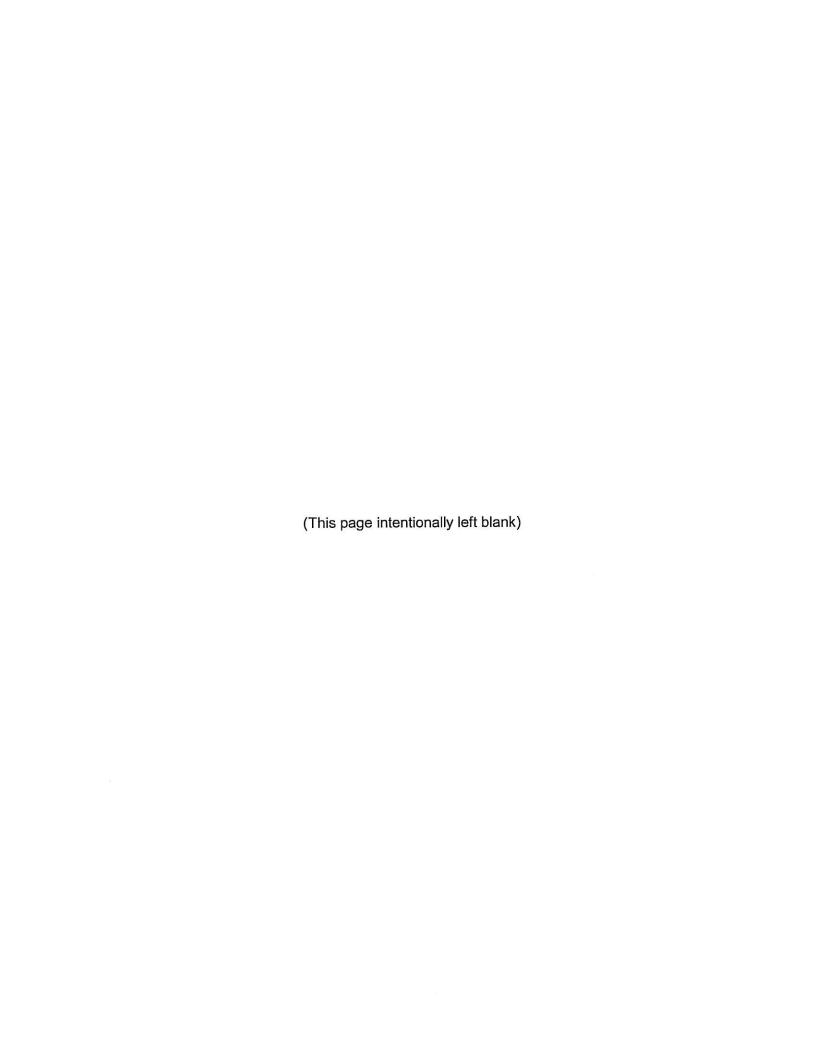
⁽¹⁾ Active pump stations for TriCity Service District revised in 2008-2009

2006	2007	2008	2009
876,005	963,849	1,144,614	1,088,308
13	14	14	14
2	2	3	. 3
350	350	434	434
118	118	128	143
80	80	114	114
14	14	11	14
14	14	14	14
153	134	89	90
1,413	1,406	1,406	1,407
3	3	3	3
3	3	2	2
24 31	24 31	19 29	19 23
7	7	7	7
,	,		il.
53	53	73	78
7 7	7 9	7 9	7 13
3	3	3	4
450	460	460	475
450	400	400	7/3
4	4	4	4
14.79	14.79	14.79	14.79
12 281.9	12 301	12 308	16 317
10,473	10,185	10,438	10,192
450	460	477	519



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

March 31, 2010

Board of County Commissioners as Governing Body of Clackamas County, Oregon Oregon City, Oregon

We have audited the basic 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, 2009, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 31, 2010. 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, the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, and the Minimum Standards for Audits of Oregon Municipal Corporations.

ACCOUNTING RECORDS

The County's accounting records were reasonably maintained and adequate to support our audit of the basic financial statements.

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 March 31, 2010.

COLLATERAL

The County has complied with Oregon Revised Statutes (ORS) Chapter 295 in relation to deposit accounts.

INVESTMENTS

Public funds appear to be in compliance with ORS Chapter 294, except that the County exceeded the limitation on funds placed in the Oregon Local Government Investment Pool, at times, during the year ended June 30, 2009.

AUDIT COMMENTS AND DISCLOSURES REQUIRED BY STATE REGULATIONS (Continued)

Page 2

INDEBTEDNESS

The general obligation debt of the County was in compliance with the limitations imposed by ORS 287.004. 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, 2009.

BUDGET

The County appears to have complied in all material respects 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, 2009, and the preparation and adoption of its budget for the year ending June 30, 2010, with the following exceptions:

Expenditures exceeded appropriations in the following funds:

GENERAL FUND:

County Administration County Counsel Transfers	\$ 4,352 19,443 1,442,861
SPECIAL REVENUE FUNDS:	
Sheriff Operations Fund – Law Enforcement District Clackamas County Fair Fund – Materials and Services Library Network Fund – Personal Services Parks Fund – Personal Services Parks Fund – Materials and Services Planning Fund – Personal Services Planning Fund – Transfers Out District Attorney Fund – Capital Outlay Public Safety Local Option Levy Fund – Materials and Services Tourism Development Council Fund – Personal Services North Clackamas Parks and Recreation District Fund – Program Services North Clackamas Parks and Recreation District Fund – Planning and Development	97,708 9,963 21,851 85,643 440 21,661 93,698 14,735 44,641 2,120 20,153 35,283
DEBT SERVICE FUNDS:	
North Clackamas Parks and Recreation District Fund – 2000 Series Debt Service Fund – Materials and Services North Clackamas Parks and Recreation District Fund – 2008 Series Debt Service Fund – Materials and Services	2,875 523
CAPITAL PROJECT FUNDS:	
Clackamas County Development Agency – Clackamas Industrial Development Area Fund – Transfers Out Clackamas County Development Agency – Government Camp	22,950 72,968
Development Area Fund – Capital Outlay Clackamas County Development Agency – North Clackamas	\$600 M 60. \$100
Revitalization Area Fund – Transfers Out	22,949

AUDIT COMMENTS AND DISCLOSURES REQUIRED BY STATE REGULATIONS (Continued)

Page 3

BUDGET (Continued)

ENTERPRISE FUND:

Stone Creek Golf Course Fund – Materials and Services	\$ 35,973
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INTERNAL SERVICE FUNDS:

Self-Insurance Fund – Materials and Services	123,315
Cable Administration Fund – Capital Outlay	6,995
Records Management Fund – Materials and Services	12,920
Electronic Services Fund – Personal Services	46,489
Fleet Services Fund – Capital Outlay	14,897

The following funds had deficit fund balances as of June 30, 2009:

Clackamas County Fair Fund	9,209
Parks Fund	1,585,921
Capital Projects Reserve Fund	8,061,341
Transient Room Tax Fund	207
Joint Transportation SDC Fund	2,472,280

A description of the budgeting process is included in the Notes to Basic Financial Statements.

INSURANCE AND FIDELITY BONDS

We reviewed the County's legally required insurance and fidelity bond coverage at June 30, 2009. 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, 2009.

PUBLIC CONTRACTS AND PURCHASING

The County's procedures for awarding public contracts were reviewed and found to not be in accordance with ORS Chapter 279. Per ORS 279C.414, the contracting agency is required to seek at least three informally solicited competitive price quotes from prospective contractors. The contracting agency shall keep a written record of the sources and amounts of the quotes received. If three quotes are not reasonably available, fewer will suffice, but in that event, the contracting agency shall make a written record of the effort made to obtain the quotes. This applies to contracts greater than \$5,000 and less than \$100,000. Competitive quotes or written records of efforts made to obtain the quotes were not documented for all transactions within the aforementioned thresholds.

PROGRAMS FUNDED FROM OUTSIDE SOURCES

We reviewed the County's compliance with appropriate laws, rules, and regulations that could have a material impact on the basic financial statements for programs funded wholly or partially by other governmental agencies. The County is in compliance with the guidelines in all material respects.

AUDIT COMMENTS AND DISCLOSURES REQUIRED BY STATE REGULATIONS (Continued)

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PROGRAMS FUNDED FROM OUTSIDE SOURCES (Continued)

In a separate report dated March 31, 2010, we have reported on the Schedule of Expenditures of Federal Awards. We have also reported on internal control over financial reporting and on compliance and other matters based on an audit of the basic financial statements performed in accordance with Government Auditing Standards issued by the Comptroller General of the United States, and on compliance with requirements applicable to each major program and on internal control over compliance in accordance with OMB Circular A-133.

HIGHWAY FUNDS

The County's procedures for utilizing gas tax funds were reviewed and found to be in accordance with ORS Chapter 294.

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This report is intended solely for the information and use of the Board of Commissioners, management, 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

Timothy R. Gillette, Partner